



BASEL II PILLAR 3 QUANTITATIVE DISCLOSURES

30-Jun-09

Frequency : SA Location : W

TABLE 1: SCOPE OF APPLICATION - JUNE 2009	
Capital Deficiencies (Table 1, (e))	
Particulars	Amount
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	Null
1. Subsidiary 1	
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

Frequency : SA

Location : W

TABLE 2: CAPITAL STRUCTURE - JUNE 2009

Capital Structure (Table 2, (b) to (e)) (Figures in SR 000's)

Components of capital	Amount
Core capital - Tier I:	
Eligible paid-up share capital	6,500,000
Shares premium accounts	
Eligible reserves	4,390,000
Minority interests in the equity of subsidiaries	
Retained earnings	1,217,080
IAS type adjustments*	(343,984)
Deductions from Tier I:	
Interim losses during the year	
Intangible assets (including goodwill)	
Other country specific deductions from Tier 1 at 50%	
Regulatory calculation differences deduction from Tier 1 at 50%**	
Reciprocal holding of bank capital at 50% deduction	
Significant minority investments at 10% and above at 50% deduction:	
Banking and securities entities not fully consolidated	
Insurance organizations	
Commercial organizations	(167,956)
Total Tier I	11,595,140
Supplementary capital - Tier 2:	
Revaluation gains/reserves	
Subordinated loan capital	1,687,500
Qualifying general provisions	560,569
Interim profits	1,440,701
Deductions from Tier II:	
Reciprocal holding of bank capital at 50% deduction	
Significant minority investments at 10% and above at 50% deduction:	
Banking and securities entities not fully consolidated	
Insurance organizations	
Commercial organizations	(167,956)
Other country specific deductions from Tier 2 at 50%	
Regulatory calculation differences deduction from Tier 2 at 50%**	
Total Tier II	3,520,814
Capital to cover market risks - Tier III	
Short Term Subordinated Debt	
Tier I and Tier II Capital Available for Market Risk	
Total eligible capital	15,115,954

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2009

Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b)) (Figures in SR 000's)

Portfolios	Amount of exposures	Capital requirements
Sovereigns and central banks:	29,776,354	-
SAMA and Saudi Government	22,595,437	-
Others	7,180,917	-
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	6,803,956	283,599
Corporates	55,212,004	4,296,964
Retail non-mortgages	16,996,032	1,019,743
Small Business Facilities Enterprises (SBFE's)	-	-
Mortgages	999,327	79,911
Residential	999,327	79,911
Commercial	-	-
Securitized assets	-	-
Equity	317,222	25,378
Others	6,109,757	393,386
Total	116,214,652	6,098,982

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2009

Capital Requirements For Market Risk* (822, Table 3, (d))

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	55,042		9,332		64,374
Internal models approach					

* Capital requirements are to be disclosed only for the approaches used.

Frequency: SA Location: W

TABLE 3: CAPITAL ADEQUACY - JUNE 2009	
Capital Requirements for Operational Risk* (Table 3, (e)) (Figures in SR 000's)	
Particulars	Capital requirement
• Basic indicator approach;	
• Standardized approach;	
• Alternate standardized approach;	618,603
• Advanced measurement approach (AMA).	
Total	

* Capital requirement is to be disclosed only for the approach used.

Frequency : Quarterly Location : Quarterly Report

TABLE 3: CAPITAL ADEQUACY - JUNE 2009		
Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	15.04%	11.67%
Bank significant stand alone subsidiary 1		
Bank significant stand alone subsidiary 2		
Bank significant stand alone subsidiary 3		
Bank significant stand alone subsidiary n		

Frequency : SA

Location : W

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES
JUNE 2009**

Credit Risk Exposure (Table 4, (b)) (Figures in SR 000's)		
Portfolios	Total gross credit risk exposure	Average gross credit risk exposure over the period
Sovereigns and central banks:	29,776,354	29,577,489
SAMA and Saudi Government	22,595,437	26,632,032
Others	7,180,917	2,945,458
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms	11,547,297	9,055,992
Corporates	66,202,698	67,243,054
Retail non-mortgages	16,995,724	17,192,437
Small Business Facilities Enterprises (SBFE's)		
Mortgages	998,893	980,683
Residential	998,893	980,683
Commercial		
Securitized assets		
Equity	317,222	403,652
Others	6,083,183	5,496,336
Total	131,921,371	129,949,644

Average is calculated on a quarterly basis, for the last 4 quarters.

Frequency : SA

Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Geographic Breakdown (Table 4, (c)) (Figures in SR 000's)

Portfolios	Geographic area						
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	Total
Sovereigns and central banks:	22,595,437	32,143	1,830,529	5,318,245			29,776,354
SAMA and Saudi Government	22,595,437						22,595,437
Others		32,143	1,830,529	5,318,245			7,180,917
Multilateral Development Banks (MDBs)							-
Public Sector Entities (PSEs)							-
Banks and securities firms	3,479,701	2,745,572	3,761,588	1,027,003	45,057	488,376	11,547,297
Corporates	63,096,202	1,588,945	585,546	40,243	347	891,414	66,202,698
Retail non-mortgages	16,995,724						16,995,724
Small Business Facilities Enterprises (SBFE's)							-
Mortgages	998,893						998,893
Residential	998,893						998,893
Commercial							-
Securitized assets							-
Equity	317,222						317,222
Others	4,402,815		1,680,368				6,083,183
Total	111,885,994	4,366,660	7,858,032	6,385,491	45,404	1,379,790	131,921,371

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Industry Sector Breakdown (Table 4, (d)) (Figures in SR 000's)														
Portfolios	Industry sector													
	Government and quasi government	Banks and other financial institutions	Agriculture and fishing	Manufacturing	Mining and quarrying	Electricity, water, gas and health services	Building and construction	Commerce	Transportation and communication	Services	Consumer loans and credit cards	Others	Total	
Sovereigns and central banks:	29,776,354													29,776,354
SAMA and Saudi Government	22,595,437													22,595,437
Others	7,180,917													7,180,917
Multilateral Development Banks (MDBs)														-
Public Sector Entities (PSEs)														-
Banks and securities firms		11,547,297												11,547,297
Corporates	7,791	2,132,713	738,493	14,802,488	1,056,885	1,351,493	7,169,028	11,488,393	6,147,722	2,248,869		19,058,823		66,202,698
Retail non-mortgages											16,995,724			16,995,724
Small Business Facilities Enterprises (SBFE's)														-
Mortgages												998,893		998,893
Residential												998,893		998,893
Commercial														-
Securitized assets														-
Equity		116,647		37,715			101,658		42,899	14,150		4,153		317,222
Others			285	292,429			7,211	116,003	84,710	2,571	8,679	5,571,294		6,083,183
Total	29,784,144	13,796,657	738,779	15,132,632	1,056,885	1,351,493	7,277,897	11,604,396	6,275,331	2,265,590	17,004,403	25,633,163		131,921,371

Frequency : SA

Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Residual Contractual Maturity Breakdown (Table 4, (e)) (Figures in SR 000's)

Portfolios	Maturity breakdown									
	Less than 8 days	8-30 days	30-90 days	90-180 days	180-360 days	1-3 years	3-5 years	Over 5 years	No Fixed Maturity	Total
Sovereigns and central banks:	40,001	3,176,342	3,467,361	3,251,574	2,020,487	3,443,402	6,084,114	1,672,219	6,620,852	29,776,354
SAMA and Saudi Government	40,001	3,176,342	3,467,361	3,251,574	2,020,487	2,660,536	935,171	423,112	6,620,852	22,595,437
Others						782,867	5,148,943	1,249,107		7,180,917
Multilateral Development Banks (MDBs)										-
Public Sector Entities (PSEs)										-
Banks and securities firms	3,249,928	514,573	138,724	143,731	491,454	3,655,121	2,314,323	988,069	51,375	11,547,297
Corporates	478,034	4,883,516	6,415,476	9,675,218	11,709,316	14,531,902	9,908,338	4,354,948	4,245,951	66,202,697
Retail non-mortgages	200,098	337,288	1,083,848	980,968	1,940,831.74	6,278,486	3,599,419	2,574,786		16,995,724
Small Business Facilities Enterprises (SBFE's)										-
Mortgages	1,030	2,996	8,272	12,723	26,910	117,883	133,349	695,730		998,894
Residential	1,030	2,996	8,272	12,723	26,910	117,883	133,349	695,730		998,894
Commercial										-
Securitized assets										-
Equity									317,222	317,222
Others	0	4,858	9,595	16,723	28,047	60,046	24,322	42,921	5,896,671	6,083,183
Total	3,969,091	8,919,574	11,123,276	14,080,936	16,217,046	28,086,840	22,063,864	10,328,673	17,132,071	131,921,371

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) (Figures in SR 000's)

Industry sector	Impaired loans	Defaulted	Aging of Past Due Loans (days)				Specific allowances			General allowances
			Less than 90	90-180	180-360	Over 360	Charges during the period	Charge-offs during the period	Balance at the end of the period	
Government and quasi government	-	-	-	-	-	-	-	-	-	-
Banks and Other Financial Institutions	-	-	-	-	-	-	-	-	-	-
Agriculture and fishing	4,748	4,748	-	-	-	4,748	(45,000)	-	4,748	-
Manufacturing	1,041,386	114,663	435,035	-	-	114,663	95,265	-	333,075	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	-	-	-	-	-	-	-	-	-	-
Building and construction	25,966	2,480	12,069	1,046	-	1,434	(51,773)	16	83,211	-
Commerce	48,481	48,481	-	24,244	-	24,237	(70,954)	356	47,063	-
Transportation and communication	22,226	-	-	-	-	-	19,905	-	23,220	-
Services	266	266	-	-	-	266	16,378	1,311	778	-
Consumer loans and credit cards	79,918	27,285	-	27,285	-	-	37,402	43,809	25,677	-
Others	172,387	11,770	-	111	-	11,659	16,729	4,439	28,554	560,569
Total	1,395,377	209,693	447,104	52,686	-	157,007	17,951	49,931	546,326	560,569

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Impaired Loans, Past Due Loans And Allowances (Table 4, (g)) (Figures in SR 000's)

Geographic area	Impaired loans	Aging of Past Due Loans (days)				Specific allowances	General allowances
		Less than 90	90-180	180-360	Over 360		
Saudi Arabia	1,395,377	447,104	52,686	0	157,007	546,326	560,569
Other GCC & Middle East							
Europe							
North America							
South East Asia							
Others countries							
Total	1,395,377	447,104	52,686	0	157,007	546,326	560,569

Frequency : SA
Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2009

Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h)) (Figures in SR 000's)

Particulars	Specific allowances	General allowances
Balance, beginning of the year	578,305	454,362
Charge-offs taken against the allowances during the period	49,930	
Amounts set aside (or reversed) during the period	17,951	106,207
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances		
Balance, end of the year	546,326	560,569

- Charge-offs and recoveries that have been recorded directly to the income statement are SAR 4,458 and SAR 35,126 respectively.

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - JUNE 2009

Allocation Of Exposures To Risk Buckets (Table 5, (b)) (Figures in SR 000's)

Particulars	Risk buckets									Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	
Sovereigns and central banks:	29,776,354									
SAMA and Saudi Government	22,595,437									
Others	7,180,917									
Multilateral Development Banks (MDBs)										
Public Sector Entities (PSEs)										
Banks and securities firms		998,932		7,869,465		2,662,784	16,115			
Corporates	13,553	40,236		1,229,847		64,877,483	41,578			335,912
Retail non-mortgages					16,995,724					
Small Business Facilities Enterprises (SBFE's)										
Mortgages						998,893				
Residential						998,893				
Commercial										
Securitized assets										
Equity						317,222				
Others	1,445,313					4,070,651	567,219			
TOTAL	31,235,219	1,039,168	-	9,099,312	16,995,724	72,927,034	624,913			
GRAND TOTAL				131,921,371						335,912

Frequency : SA
Location : W

TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDIZED APPROACH - JUNE 2009

Credit Risk Exposure Covered By CRM (Table 7, (b) and (c)) (Figures in SR 000's)

Portfolios	Covered by	
	Eligible financial collateral	Guarantees / credit derivatives
Sovereigns and central banks:		
SAMA and Saudi Government		
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms		
Corporates	607,806	114,879
Retail non-mortgages		
Small Business Facilities Enterprises (SBFE's)		
Mortgages		
Residential		
Commercial		
Securitized assets		
Equity		
Others	2,773	
Total	610,579	114,879

Frequency : SA
Location : W

TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK (CCR) - JUNE 2009

General Disclosures (Table 8, (b) and (d))	
Particulars	Amount
Gross positive fair value of contracts	741,184
Netting Benefits*	
Netted Current Credit Exposure*	
Collateral held:	
-Cash	
-Government securities	
-Others	
Exposure amount (under the applicable method)	
-Internal Models Method (IMM)	
-Current Exposure Method (CEM)	3,453,953
Notional value of credit derivative hedges	
Current credit exposure (by type of credit exposure):	
-Interest rate contracts	588,279
-FX contracts	2,865,674
-Equity contracts	
-Credit derivatives	
-Commodity/other contracts	

▪ Bank's estimate of Alpha (if the bank has received supervisory approval) is N/A

* Currently, netting for credit exposure measurement purposes not permitted in KSA.

Frequency : SA
 Location : W

**TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO
 COUNTERPARTY CREDIT RISK (CCR) - JUNE 2009**

Credit Derivative Transactions (Table 8, (c))				
Credit derivative transactions	Proprietary activities		Intermediation activities	
	Protection bought	Protection sold	Protection bought	Protection sold
Total return swaps				
Credit default swaps				
Credit options				
Credit linked notes				
Collateralized debt obligations				
Collateralized bond obligations				
Collateralized loan obligations				
Others				
Total				

* ANB is not involved in credit derivative transactions

Frequency : SA

Location : W

**TABLE 9 (STA): SECURITIZATION: DISCLOSURES FOR STANDARDIZED APPROACH JUNE
2009**

Outstanding Exposures Securitized By The Bank (Table 9, (d) to (f))					
Exposure type	Outstanding exposures		Impaired / Past due assets securitized	Losses recognized by the bank during the current period	Securitization exposures retained or purchased
	Traditional	Synthetic			
Credit cards					
Home equity loans					
Commercial loans					
Automobile loans					
Small business loans					
Equipment leases					
Others					

* ANB is not involved in any securitization deals, therefore the remaining securitization schedules are not disclosed.

Frequency : SA

Location : W

TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - JUNE 2009

Level Of Market Risks In Terms Of Capital Requirements (Table 10, (b))

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Capital requirements	55,042		9,332		64,374

					Frequency : SA
					Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS- JUNE 2009					
Value Of Investments (Table 13, (b))					
	Un-quoted investments		Quoted investments		
	Value disclosed in Financial Statements	Fair value	Value disclosed in Financial Statements	Fair value	Publicly quoted share values (if materially different from fair value)
Investments	64,898	64,898	316,119	316,119	

Frequency : SA
Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2009**

Types And Nature of Investments (Table 13, (c))		
Investments	Publicly traded	Privately held
Government and quasi government		
Banks and other financial institutions	116,647	
Agriculture and fishing		
Manufacturing	37,715	
Mining and quarrying		
Electricity, water, gas and health services		
Building and construction	101,658	64,898
Commerce		
Transportation and communication	42,899	
Services	14,150	
Others	3,050	
Total	316,119	64,898

Frequency : SA
Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2009**

Gains / Losses Etc. (Table 13, (d) and (e))	
Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	
Total unrealized gains (losses)	(94,036)
Total latent revaluation gains (losses)*	
Unrealized gains (losses) included in Capital	(94,036)
Latent revaluation gains (losses) included in Capital*	

*Not applicable to KSA to date

Frequency : SA
Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2009**

Capital Requirements (Table 13, (f))	
Equity grouping	Capital requirements
Government and quasi government	-
Banks and other financial institutions	9,332
Agriculture and fishing	-
Manufacturing	3,017
Mining and quarrying	-
Electricity, water, gas and health services	-
Building and construction	8,133
Commerce	-
Transportation and communication	3,432
Services	1,132
Others	5,436
Total	30,481

Frequency : SA
Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2009**

Equity Investments Subject To Supervisory Transition Or Grandfathering Provisions
(Table 13, (f))

Equity grouping	Aggregate amount
Government and quasi government	-
Banks and other financial institutions	-
Agriculture and fishing	-
Manufacturing	-
Mining and quarrying	-
Electricity, water, gas and health services	-
Building and construction	-
Commerce	-
Transportation and communication	-
Services	-
Others	-
Total	

Frequency : SA
 Location : W

**TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)
 JUNE 2009**

200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities
 (Table 14, (b))

Rate Shocks	Change in earnings
Upward rate shocks:	
SAR	1,017,000
USD	-197,000
OTHERS	-149,000
Downward rate shocks:	
SAR	-1,017,000
USD	197,000
OTHERS	149,000