

CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF FINANCIAL POSITION
AS OF 31 DECEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 31.12.2012	As at 31.12.2011
ASSETS		
Cash and balances with the Central Bank	871,577	459,993
Placements with and advances to banks	183,625	420,221
Receivables under repurchase agreements	63,976	32,444
Financial assets held for trading	96,204	71,777
Loans and advances to customers, net	1,588,699	1,423,186
Other assets	66,120	75,116
Financial assets available for sale	201,505	261,088
Financial assets held to maturity	152,402	148,246
Investments in subsidiaries	59,693	49,416
Property, plant, and equipment	61,665	59,899
Non-current assets held for sale	2,554	1,826
TOTAL ASSETS	3,348,020	3,003,212
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	31,605	20,855
Loans from banks	40,937	42,018
Liabilities under repurchase agreements	-	19,882
Amounts owed to other depositors	2,865,625	2,576,830
Other attracted funds	1,000	762
Subordinated liabilities	45,023	-
Other liabilities	15,958	10,084
TOTAL LIABILITIES	3,000,148	2,670,431
SHAREHOLDERS' EQUITY		
Issued capital	113,154	113,154
Premium reserve	79,444	79,444
Reserves, including retained earnings	143,257	130,633
Revaluation reserve	1,293	(3,074)
Current year profit	10,724	12,624
TOTAL SHAREHOLDERS' EQUITY	347,872	332,781
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,348,020	3,003,212
Commitments and contingencies	148,280	157,728

Ivaylo Donchev
Executive Director

Tihomir Atanasov
Procurator

Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF COMPREHENSIVE INCOME
AS OF 31 DECEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 31.12.2012	As at 31.12.2011
Interest income	164,899	156,130
Interest expenses	(112,948)	(103,054)
Net interest income	51,951	53,076
 Fees and commissions income	 35,461	 29,068
Fees and commissions expenses	(4,656)	(4,214)
Net fees and commissions income	30,805	24,854
 Gains from transactions with securities, net	 13,102	 13,722
Foreign exchange rate gains, net	5,890	5,874
Other operating income, net	20,824	19,543
Operating expenses	(102,007)	(92,142)
Impairment and uncollectability income (expenses), net	(8,650)	(10,028)
Profit for the period before taxes	11,915	14,899
Taxes	(1,191)	(1,490)
PROFIT FOR THE PERIOD	10,724	13,409
Earnings per share (in BGN)	0.09	0.12
Other comprehensive income after taxes	4,367	1,185
Revaluation of financial assets held for sale	4,367	1,185
TOTAL COMPREHENSIVE INCOME AFTER TAXES	15,091	14,594

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CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF CASH FLOWS

AS AT 31 DECEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 31.12.2012	As at 31.12.2011
Cash flows from operating activities:		
Profit before taxes	11,915	14,899
Depreciation and amortization	7,862	8,766
Income tax paid	(642)	(2,206)
Unrealized losses/(gains) from revaluation of financial assets held for trading	(9,626)	(8,886)
Increase (decrease) of provisions for liabilities and loans impairment allowances	8650	10,028
Net cash flows before working capital changes	18,159	22,601
Change in operating assets:		
(Increase) / decrease in placements with. and advances to, banks with maturities above 90 days	43	12,760
(Increase) / decrease in receivables under repurchase agreements	(31,532)	8,577
(Increase) / decrease in financial assets held for trading	(14,801)	(13,764)
(Increase) /decrease in loans and advances to customers	(174,163)	(239,132)
(Increase) /decrease in other assets	8,447	(10,525)
(Increase) / decrease in non-current assets held for sale	(728)	(792)
	(212,734)	(242,876)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	10,750	11,180
Increase / (decrease) in loans from banks	(1,081)	-
Increase / (decrease) in liabilities under repurchase agreements	(19,882)	(2,867)
Increase / (decrease) in liabilities to other depositors	288,795	651,938
Increase / (decrease) in other attracted funds	238	(255)
Increase / (decrease) in subordinated liabilities	45,023	-
Increase / (decrease) in other liabilities	5,874	(1,214)
	329,717	658,782
NET CASH FLOWS FROM OPERATING ACTIVITIES	135,142	438,507
Cash flows from investing activities		
(Acquisitions) of property, plant, and equipment, net	(9,628)	(18,372)
(Acquisitions) of investments in subsidiaries	(10,277)	(3,200)
(Acquisitions) of financial assets available for sale, net	63,950	(128,078)
(Acquisitions) of financial assets held to maturity, net	(4,156)	(9,277)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	39,889	(158,927)
Cash flows from financing activity		
Issue of share capital	-	29,999
Premium reserve, related to the issued share capital	-	14,999
NET CASH FLOW FROM FINANCING ACTIVITY	-	44,998
INCREASE IN CASH AND CASH EQUIVALENTS, NET	175,031	324,578
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	877,132	552,596
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	1,052,163	877,174

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Procurator

CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF 31 DECEMBER 2012

All amounts are in thousand Bulgarian Levs

	Issued paid in capital	Premium reserve	Reserves, including retained earnings	Revaluation reserve	Profit for the year	Total
BALANCE AS OF 31 DECEMBER 2010	83,155	64,445	108,247	(4,259)	22,386	273,974
Transfer of net profit for the year ended 31 December 2010, to retained earnings	-	-	22,386	-	(22,386)	-
Net profit for the period ended на 31 December 2011	-	-	-	-	13,409	13,409
Issued and paid in share capital	29,999	-	-	-	-	29,999
Premium reserve, concerning the issued share capital	-	14,999	-	-	-	14,999
Other comprehensive income for the period ended 31 December 2011	-	-	-	1,185	-	1,185
BALANCE AS OF 31 DECEMBER 2011	113,154	79,444	130,633	(3,074)	13,409	333,566
BALANCE AS OF 31 DECEMBER 2011	113,154	79,444	130,633	(3,074)	12,624	332,781
Transfer of net profit for the year ended 31 December 2011, to retained earnings	-	-	12,624	-	(12,624)	-
Net profit for the period ended 31 December 2012	-	-	-	-	10,724	10,724
Other comprehensive income for the period ended 31 December 2012	-	-	-	4,367	-	4,367
BALANCE AS OF 31 DECEMBER 2012	113,154	79,444	143,257	1,293	10,724	347,872

Ivaylo Donchev
Executive Director

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Chief accountant



Fihomir Atanasov
Procurator

EXPLANATORY NOTES TO THE INTERIM INDIVIDUAL FINANCIAL STATEMENTS FOR THE FOURTH QUARTER OF 2012 OF CENTRAL COOPERATIVE BANK AD /THE BANK /

1. Information about the accounting policy

During the fourth quarter of 2012 the Bank applied the same accounting policy and the same methods of evaluation, as upon the preparation of the annual individual financial statements for 2011.

During the fourth quarter of 2012 a devaluation of inventories, a devaluation of the fixed assets and the intangible assets was not performed, due to the lack of indicators of a potential devaluation of these assets.

During the fourth quarter of 2012 the financial assets, held for trading and for sale are evaluated at fair value, when for them there is a quotation on an active market, and when this quotation is not present, they are evaluated at acquisition cost.

During the fourth quarter of 2012 the financial assets, held to maturity are reported at amortized value according to the effective interest method and are not devaluated, due to the lack of indicators of the potential devaluation of these assets.

During the fourth quarter of 2012 the loans with a fixed maturity, which initially originated at the Bank, are recorded at amortized value according to the effective interest method and are devaluated under conditions, proving the decrease in the loans value.

During the fourth quarter of 2012 the Bank performed everyday revaluation of all foreign exchange assets and liabilities and conditional positions according to the BNB reference rate for the respective day.

2. Information about the seasonality or cycles of the interim operations

During the fourth quarter of 2012 no interim operations were performed, stemming from the specific seasonality or cycles. All the interim operations during this period stem from the ordinary activity of the Bank.

3. Information about unusual in amount and character assets, liabilities, shareholders' equity, income and expenses.

During the fourth quarter of 2012 no extraordinary positions occurred with regard to the assets, liabilities, the shareholders' equity, the income and expenses. During the fourth quarter of 2012 as a liability in the report on the financial state there appeared the item subordinated liabilities, which reflects the obtained subordinated term loan, for the amount of BGN 45 000 000 (forty-five million leva).

The total assets in the report on the financial condition of the Bank as at 31.12.2012 increased compared to 31.12.2011, whereas the increase is by 11.48 %. The increase in total assets is mainly due to the increase in the attracted funds as deposits from non-financial institutions and other clients. In this quarter no operations were recorded associated with the extraordinary items of the statement of the comprehensive income, as a result of which the

financial result as at 31.12.2012 comes only from income and expenses, concerning the ordinary activity of the Bank. During the period no corrections were made of fundamental errors, made and reflected in the financial statements in previous periods.

4. Information about the issued, repurchased and repaid debt and equity securities.

During the fourth quarter of 2012 the Bank does not have any issued, repurchased or repaid debt securities of its, as well as repurchased or repaid capital securities.

5. Information about the accrued /paid / dividends.

During the fourth quarter of 2012 the Bank did not accrue or pay any dividends to its shareholders.

6. Events after the statements date

After the end of the fourth quarter of 2012 no events have occurred, which have a significant impact on the future development of the Bank.

7. Information about the changes in the conditional assets and liabilities

During the fourth quarter of 2012 compared to 31.12.2011 there are changes in the direction of a increase in the conditional assets of the Bank, concerning the assets provided by the clients as loan collateral. With respect to the conditional liabilities during the period there are changes in the direction of a decrease in liabilities amount compared to 31.12.2011, whereas the decrease concerns provided by the Bank guarantees and commitments under concluded contracts for the granting of loans.

Ivaylo Donchev
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