

CENTRAL COOPERATIVE BANK AD

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS OF 30 SEPTEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 30.09.2012	As at 31.12.2011
ASSETS		
Cash and balances with the Central Bank	868,202	475,545
Placements with and advances to banks	204,179	405,785
Receivables under repurchase agreements	68,392	32,444
Financial assets held for trading	72,393	71,777
Financial assets, recorded at fair value in the profit or loss	2,868	-
Loans and advances to customers, net	1,574,938	1,449,769
Other assets	88,321	75,250
Financial assets available for sale	212,264	261,829
Financial assets held to maturity	248,208	237,747
Fixed assets	103,979	82,902
Good will	8,177	7,671
Non-current assets held for sale	10,423	9,951
TOTAL ASSETS	3,462,344	3,110,670
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	4,367	20,527
Loans from banks	51,588	43,360
Liabilities under repurchase agreements	9,861	19,882
Amounts owed to other depositors	3,023,618	2,667,997
Other attracted funds	793	762
Other liabilities	13,655	13,021
TOTAL LIABILITIES	3,103,882	2,765,549
SHAREHOLDERS' EQUITY		
Issued capital	113,154	113,154
Premium reserve	79,444	79,444
Reserves, including retained earnings	148,832	137,590
Revaluation reserve	341	(2,884)
Current year profit	2,649	11,228
Total shareholders' equity of the shareholders of the mother Bank	344,420	338,532
Non-control participation	14,042	6,589
TOTAL SHAREHOLDERS' EQUITY	358,462	345,121
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,462,344	3,110,670
Commitments and contingencies	136,607	162,279

Ivaylo Donchev
Executive Director

Yordan Hristov
Chief accountant

Tihomir Atanassov
Procurement



CENTRAL COOPERATIVE BANK AD

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

AS OF 30 SEPTEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 30.09.2012	As at 30.09.2011
Interest income	128,885	119,297
Interest expenses	(89,107)	(75,553)
Net interest income	39,778	43,744
Fees and commissions income	25,457	22,984
Fees and commissions expenses	(3,694)	(3,512)
Net fees and commissions income	21,763	19,472
Gains from transactions with securities, net	133	3,159
Foreign exchange rate gains, net	5,279	2,874
Other operating income, net	8,604	1,914
Operating expenses	(69,913)	(67,347)
Impairment and uncollectability income (expenses), net	(2,128)	1,806
Profit for the period before taxes	3,516	5,622
Taxes	(1,089)	(1,136)
PROFIT FOR THE PERIOD	2,427	4,486

Revaluation of financial assets held for sale	3,165	(232)
Foreign exchange differences from converting the reports from cross-border activity		(2)
Other comprehensive income after taxes	3,165	(230)
TOTAL COMPREHENSIVE INCOME AFTER TAXES	5,592	4,716

Share of the profit for non-control participation	(222)	(780)
Share of the profit for the mother Bank	2,649	5,266
Share of the total comprehensive income for non- control participation	(256)	(810)
Share of the total comprehensive income for the mother Bank	5,848	5,526
Earnings per share for the shareholders of the mother Bank (in BGN)	0.02	0.07

Ivaylo Donchev
Executive Director

Tihomir Atanassov
Procurator

Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT 30 SEPTEMBER 2012

All amounts are in thousand Bulgarian Levs

	As at 30.09.2012	As at 30.09.2011
Cash flows from operating activities:		
Profit before taxes	3,516	5,622
Depreciation and amortization	7,449	7,805
Income tax paid	(1,019)	(1,578)
Unrealized losses/(gains) from revaluation of financial assets held for trading	(3,198)	(3,543)
Unrealized losses/(gains) from revaluation of financial assets, recorded at fair value in the profit or loss	(2)	-
Increase (decrease) of provisions for liabilities and loans impairment allowances	2,128	(1,806)
Net cash flows before working capital changes	8874	6,500
Change in operating assets:		
(Increase) / decrease in placements with, and advances to, banks with maturities above 90 days	(6,597)	12,908
(Increase) / decrease in receivables under repurchase agreements	(35,948)	21,531
(Increase) / decrease in financial assets held for trading	2,582	10,239
(Increase) / decrease in financial assets recorded at fair value in the profit or loss	(7)	-
(Increase) / decrease in loans and advances to customers	(114,841)	(100,113)
(Increase) / decrease in other assets	(10,315)	(18,661)
(Increase) / decrease in non-current assets held for sale	43	(540)
	(165,083)	(74,636)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	(12,998)	8,116
Increase / (decrease) in loans from banks	4,161	375
Increase / (decrease) in liabilities under repurchase agreements	(10,021)	(2,242)
Increase / (decrease) in liabilities to other depositors	265,982	516,794
Increase / (decrease) in other attracted funds	31	(258)
Increase / (decrease) in other liabilities	(1,982)	(640)
	245,173	522,145
NET CASH FLOWS FROM OPERATING ACTIVITIES	88,964	454,009
Cash flows from investing activities		
(Acquisitions) / sale of property, plant, and equipment, net	(12,906)	(5,026)
(Acquisitions) of investments in subsidiaries, net of the funds of the subsidiaries	55,915	-
(Acquisitions) / sale of financial assets available for sale, net	52,733	(99,299)
(Acquisitions) / sale of financial assets held to maturity, net	(5,209)	(11,027)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	90,533	(115,352)
INCREASE IN CASH AND CASH EQUIVALENTS, NET	179,497	338,657
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	877,488	575,338
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	1,056,985	913,995

Ivaylo Donchev
Executive Director

Tihomir Atanasov
Procurator

Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

AS OF 30 SEPTEMBER 2012

All amounts are in thousand Bulgarian Levs

	Issued paid in capital	Premium reserve	Reserves, including retained earnings	Revaluation reserve	Profit for the year	Minority participation	Total
BALANCE AS OF 31 DECEMBER 2010	83,155	64,445	108,650	(3,865)	28,606	7,444	288,435
Transfer of net profit for the year ended 31 December 2010, to retained earnings	-	-	28,606	-	(28,606)	-	-
Net profit for the period ended 30 September 2011	-	-	-	-	5,266	(30)	4,486
Other comprehensive income for the period ended 30 September 2011	-	-	-	260	-	(30)	230
Merger of one subsidiary into another subsidiary	-	-	565	-	-	(565)	-
Other movements	-	-	4	-	-	-	4
BALANCE AS OF 30 SEPTEMBER 2011	83,155	64,445	137,825	(3,605)	5,266	6,069	293,155
BALANCE AS OF 31 DECEMBER 2011	113,154	79,444	137,590	(2,884)	11,228	6,589	345,121
Transfer of net profit for the year ended 31 December 2011, to retained earnings	-	-	11,228	-	(11,228)	-	-
Net profit for the period ended 30 September 2012	-	-	-	-	2,649	(222)	2,427
Acquisition of a subsidiary	-	-	14	-	-	7,735	7,749
Other comprehensive income for the period ended 30 September 2012	-	-	-	3,225	-	(60)	3,165
BALANCE AS OF 30 SEPTEMBER 2012	113,154	79,444	148,832	341	2,649	14,042	358,462

Ivaylo Donchev
Executive Director

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Tihomir Atanasov
Procurator



EXPLANATORY NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER OF 2012 OF CENTRAL COOPERATIVE BANK AD

The present explanatory notes to the interim consolidated financial statements of Central Cooperative Bank AD, Sofia (the mother Bank) concern the activity of Central Cooperative Bank AD, Sofia and the subsidiaries, controlled by it: Central Cooperative Bank AD, Skopje, the Republic of Macedonia (subsidiary), CCB Assets Management EAD (subsidiary) and ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation (subsidiary) as a single reporting unit (the Group).

1. Information about the accounting policy

During the third quarter of 2012 the Group applied the same accounting policy and the same methods of evaluation, as upon the preparation of the annual consolidated financial statements for 2011.

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

During the third 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 rate method and are devaluated under conditions, proving the decrease in the loans value.

During the third quarter of 2012 the Group 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 third 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 Group.

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

During the third quarter of 2012 no extraordinary positions occurred with regard to the assets, liabilities, the shareholders' equity, the income and expenses. The total assets in the report on the financial condition of the Group as at 30.09.2012 increased compared to 31.12.2011, whereas the increase is by 11.31 %. The increase in total assets of the Group 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

30.09.2012 comes only from income and expenses, concerning the ordinary activity of the Group.

In the third quarter of 2012 there is no change in the shareholder participation of the mother Bank in the subsidiary Central Cooperative Bank AD, Skopje, the Republic of Macedonia, as a result of which as at 30 September 2012 Central Cooperative Bank AD Sofia has 483,121 ordinary shares of the capital of Central Cooperative Bank AD Skopje, the Republic of Macedonia, which is 87,35 % of the capital of the subsidiary.

During the third quarter of 2012 there is no change in the shareholder participation of the mother Bank in the subsidiary "CCB Assets Management" EAD, as a result of which as at 30 September 2012 Central Cooperative Bank AD, Sofia has 500 000 ordinary shares of the capital of "CCB Assets Management" EAD, which is 100 % of the capital of the subsidiary.

During the third quarter of 2012 Central Cooperative Bank AD, Sofia acquires 3 351 ordinary shares in the subsidiary ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation, as a result of which as at 30 September 2012 Central Cooperative Bank AD, Sofia has 16 425 981 ordinary shares in the capital of ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation, which is 55.93 % of the capital of the subsidiary.

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

During the third quarter of 2012 the Group does not have any issued, repurchased or repaid debt and capital securities.

5. Information about the accrued /paid / dividends.

During the third quarter of 2012 the Group did not accrue and did not pay dividends to its shareholders.

6. Events after the statements date

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

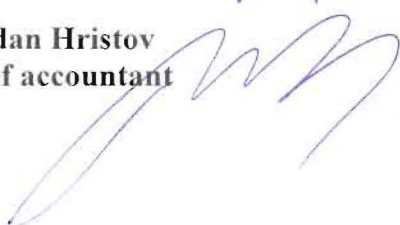
7. Information about the changes in the conditional assets and liabilities

During the third quarter of 2012 compared to 31.12.2011 there are changes in the direction of a decrease in the conditional assets of the Group, concerning mostly 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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Procurator

