

CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF FINANCIAL POSITION
AS OF 30 JUNE 2012

All amounts are in thousand Bulgarian Levs

	As at 30.06.2012	As at 31.12.2011
ASSETS		
Cash and balances with the Central Bank	829,307	459,993
Placements with and advances to banks	111,618	420,221
Receivables under repurchase agreements	54,384	32,444
Financial assets held for trading	67,796	71,777
Loans and advances to customers, net	1,510,714	1,423,186
Other assets	86,965	75,116
Financial assets available for sale	212,480	261,088
Financial assets held to maturity	123,900	148,246
Investments in subsidiaries	59,408	49,416
Property, plant, and equipment	58,440	59,899
Non-current assets held for sale	2,038	1,826
TOTAL ASSETS	3,117,050	3,003,212
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	40,797	20,855
Loans from banks	42,894	42,018
Liabilities under repurchase agreements	15,515	19,882
Amounts owed to other depositors	2,671,276	2,576,830
Other attracted funds	865	762
Other liabilities	6,818	10,084
TOTAL LIABILITIES	2,778,165	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	(2,662)	(3,074)
Current year profit	5,692	12,624
TOTAL SHAREHOLDERS' EQUITY	338,885	332,781
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,117,050	3,003,212
Commitments and contingencies	135,568	157,728

Ivaylo Donchev
Executive Director

Tihomir Atanassov
Procurator

Yordan Hristov
Chief accountant



CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF COMPREHENSIVE INCOME
AS OF 30 JUNE 2012

All amounts are in thousand Bulgarian Levs

	As at 30.06.2012	As at 30.06.2011
Interest income	81,028	76,303
Interest expenses	(58,785)	(46,573)
Net interest income	<u>22,243</u>	<u>29,730</u>
Fees and commissions income	13,768	14,915
Fees and commissions expenses	(2,073)	(1,954)
Net fees and commissions income	<u>11,695</u>	<u>12,961</u>
Gains from transactions with securities, net	576	3,347
Foreign exchange rate gains, net	4,359	438
Other operating income, net	1,120	1,337
Operating expenses	(38,612)	(41,209)
Impairment and uncollectability income (expenses), net	<u>4,943</u>	<u>3,473</u>
Profit for the period before taxes	6,324	10,077
Taxes	(632)	(1,008)
PROFIT FOR THE PERIOD	<u><u>5,692</u></u>	<u><u>9,069</u></u>
Earnings per share (in BGN)	0.05	0.11
Other comprehensive income after taxes	<u>412</u>	<u>(30)</u>
Revaluation of financial assets held for sale	<u>412</u>	<u>(30)</u>
TOTAL COMPREHENSIVE INCOME AFTER TAXES	<u><u>6,104</u></u>	<u><u>9,039</u></u>

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CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF CASH FLOWS

AS AT 30 JUNE 2012

All amounts are in thousand Bulgarian Levs

	As at 30.06.2012	As at 30.06.2011
Cash flows from operating activities:		
Profit before taxes	6,324	10,077
Depreciation and amortization	3,959	4,515
Income tax paid	(642)	(922)
Unrealized losses/(gains) from revaluation of financial assets held for trading	(2,202)	(2,637)
Increase (decrease) of provisions for liabilities and loans impairment allowances	(4,943)	(3,473)
Net cash flows before working capital changes	2,496	7,560
Change in operating assets:		
(Increase) / decrease in placements with, and advances to, banks with maturities above 90 days	40	12,908
(Increase) / decrease in receivables under repurchase agreements	(21,940)	11,478
(Increase) / decrease in financial assets held for trading	6,183	(1,031)
(Increase) / decrease in loans and advances to customers	(82,585)	(46,739)
(Increase) / decrease in other assets	(11,839)	(19,881)
(Increase) / decrease in non-current assets held for sale	(212)	(599)
	(110,353)	(43,864)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	19,942	1,594
Increase / (decrease) in loans from banks	876	-
Increase / (decrease) in liabilities under repurchase agreements	(4,367)	1,906
Increase / (decrease) in liabilities to other depositors	94,446	282,225
Increase / (decrease) in other attracted funds	103	(197)
Increase / (decrease) in other liabilities	(3,266)	4,018
	107,734	289,546
NET CASH FLOWS FROM OPERATING ACTIVITIES	(123)	253,242
Cash flows from investing activities		
(Acquisitions) of property, plant, and equipment, net	(2,500)	(1,686)
(Acquisitions) of investments in subsidiaries	(9,992)	-
(Acquisitions) of financial assets available for sale, net	49,020	(48,450)
(Acquisitions) of financial assets held to maturity, net	24,346	7,332
NET CASH FLOWS USED IN INVESTING ACTIVITIES	60,874	(42,804)
INCREASE IN CASH AND CASH EQUIVALENTS, NET	60,751	210,438
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	877,132	552,596
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	937,883	763,034

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CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
AS OF 30 JUNE 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 30 June 2011	-	-	-	-	9,069	9,069
Other comprehensive income for the period ended 30 June 2011	-	-	-	(30)	-	(30)
BALANCE AS OF 30 JUNE 2011	83,155	64,445	130,633	(4,289)	9,069	283,013
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 30 June 2012	-	-	-	-	5,692	5,692
Other comprehensive income for the period ended 30 June 2012	-	-	-	412	-	412
BALANCE AS OF 30 JUNE 2012	113,154	79,444	143,257	(2,662)	5,692	338,885

Ivaylo Donchev
Executive DirectorTihomir Atanasov
ProcuratorYordan Hristov
Chief accountant

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

1. Information about the accounting policy

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

During the second 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 second 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 second 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 second 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 second 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 second 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 second 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 Bank as at 30.06.2012 increased compared to 31.12.2011, whereas the increase is by 3.79 %. 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 30.06.2012 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 second 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 second 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 second quarter of 2012 no events have occurred, which have a significant impact on the future development of the Bank.

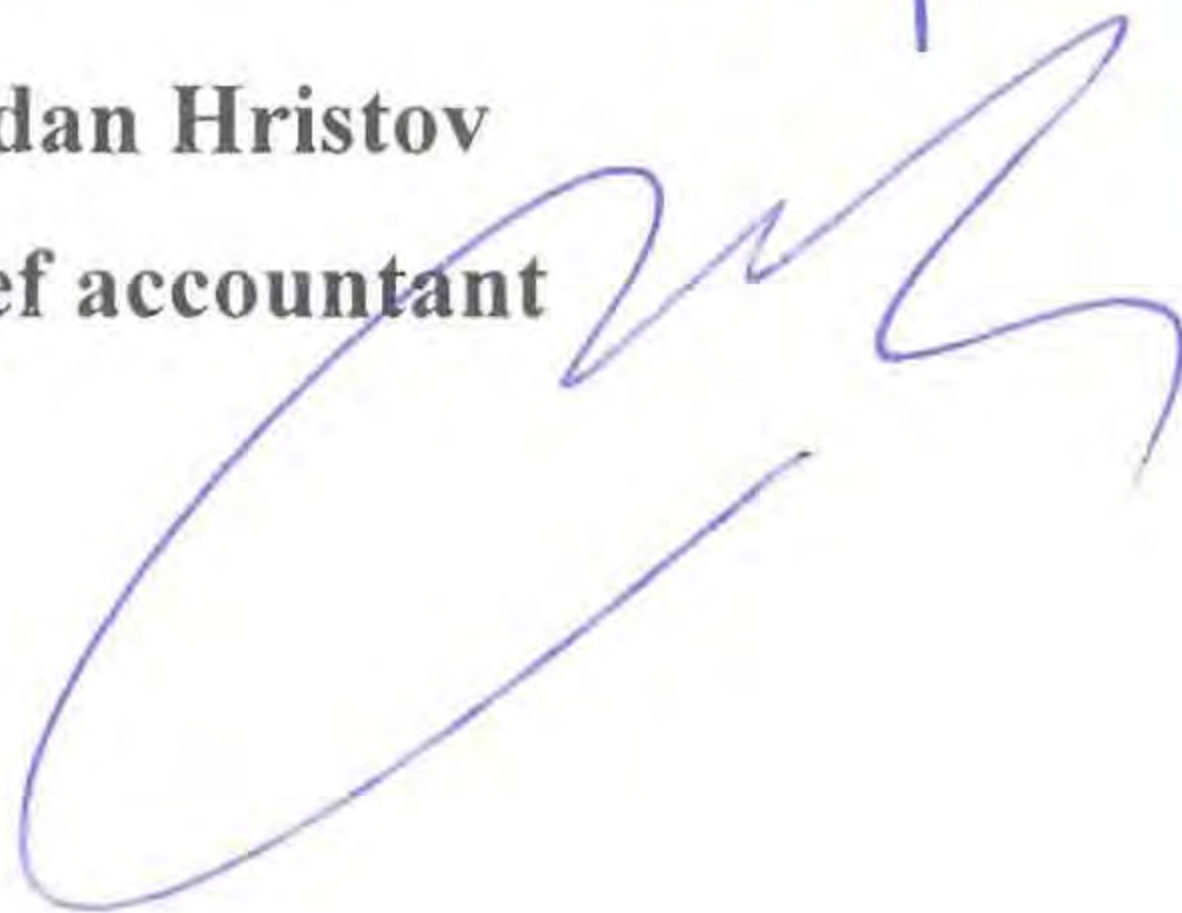
7. Information about the changes in the conditional assets and liabilities

During the second quarter of 2012 compared to 31.12.2011 there are insignificant changes in the direction of a decrease in the conditional assets of the Bank, 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
Executive Director



Yordan Hristov
Chief accountant



Tihomir Atanassov
Procurator

