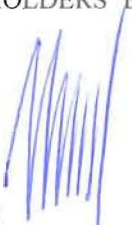

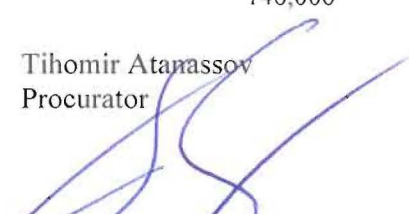


CENTRAL COOPERATIVE BANK AD

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS OF 30 JUNE 2012

All amounts are in thousand Bulgarian Levs

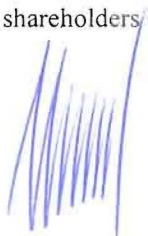
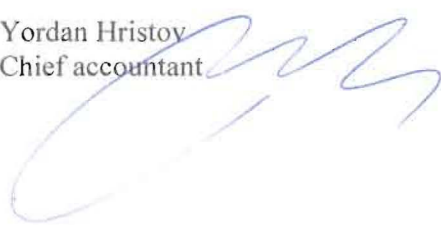
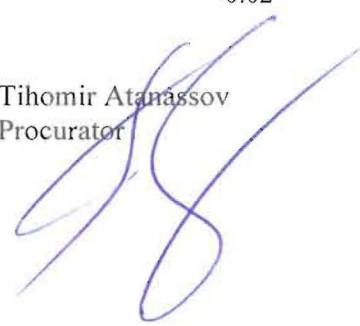
	As at 30.06.2012	As at 31.12.2011
ASSETS		
Cash and balances with the Central Bank	871,001	475,545
Placements with and advances to banks	106,057	405,785
Receivables under repurchase agreements	54,384	32,444
Financial assets held for trading	67,796	71,777
Financial assets, recorded at fair value in the profit or loss	5,618	-
Loans and advances to customers, net	1,562,840	1,449,769
Other assets	89,860	75,250
Financial assets available for sale	213,937	261,829
Financial assets held to maturity	226,243	237,747
Fixed assets	96,415	82,902
Good will	8,177	7,671
Non-current assets held for sale	10,092	9,951
TOTAL ASSETS	3,312,420	3,110,670
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	26,214	20,527
Loans from banks	48,072	43,360
Liabilities under repurchase agreements	15,515	19,882
Amounts owed to other depositors	2,855,983	2,667,997
Other attracted funds	865	762
Other liabilities	11,100	13,021
TOTAL LIABILITIES	2,957,749	2,765,549
SHAREHOLDERS' EQUITY		
Issued capital	113,154	113,154
Premium reserve	79,444	79,444
Reserves, including retained earnings	148,478	137,590
Revaluation reserve	(2,684)	(2,884)
Current year profit	2,456	11,228
Total shareholders' equity of the shareholders of the mother Bank	340,848	338,532
Non-control participation	13,823	6,589
TOTAL SHAREHOLDERS' EQUITY	354,671	345,121
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,312,420	3,110,670
Commitments and contingencies	146,006	162,279
Ivaylo Donchev Executive Director		Tihomir Atanasov Procurator
Yordan Hristov Chief accountant		

CENTRAL COOPERATIVE BANK AD

CONSOLIDATED 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	85,019	78,266
Interest expenses	(60,449)	(47,670)
Net interest income	<u>24,570</u>	<u>30,596</u>
Fees and commissions income	15,288	15,663
Fees and commissions expenses	(2,322)	(2,291)
Net fees and commissions income	<u>12,966</u>	<u>13,372</u>
Gains from transactions with securities, net	547	3,879
Foreign exchange rate gains, net	4,682	497
Other operating income, net	1,330	1,481
Operating expenses	(45,154)	(45,801)
Impairment and uncollectability income (expenses), net	<u>4,046</u>	<u>2,411</u>
Profit for the period before taxes	2,987	6,435
Taxes	(737)	(1,008)
PROFIT FOR THE PERIOD	<u><u>2,250</u></u>	<u><u>5,427</u></u>
Other comprehensive income after taxes		
Revaluation of financial assets held for sale	169	(265)
Foreign exchange differences from converting the reports from cross-border activity		<u>(86)</u>
TOTAL COMPREHENSIVE INCOME AFTER TAXES	<u><u>169</u></u>	<u><u>(351)</u></u>
Share of the profit for non-control participation	(206)	(498)
Share of the profit for the mother Bank	2,456	5,925
Share of the total comprehensive income for non- control participation	(237)	(528)
Share of the total comprehensive income for the mother Bank	2,656	5,604
Earnings per share for the shareholders of the mother Bank (in BGN)	0.02	0.07

Ivaylo Donchev
Executive DirectorYordan Hristov
Chief accountantTihomir Atanasov
Procurator

CENTRAL COOPERATIVE BANK AD

CONSOLIDATED 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	2,987	6,435
Depreciation and amortization	4,945	5,248
Income tax paid	(883)	(932)
Unrealized losses/(gains) from revaluation of financial assets held for trading	(2,202)	(2,637)
Unrealized losses/(gains) from revaluation of financial assets, recorded at fair value in the profit or loss	77	-
Increase (decrease) of provisions for liabilities and loans impairment allowances	(3,927)	(2,411)
Net cash flows before working capital changes	997	5,703
Change in operating assets:		
(Increase) / decrease in placements with, and advances to, banks with maturities above 90 days	44	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 financial assets recorded at fair value in the profit or loss	(7)	-
(Increase) /decrease in loans and advances to customers	(97,215)	(44,912)
(Increase) /decrease in other assets	(12,168)	(19,539)
(Increase) / decrease in non-current assets held for sale	359	(583)
	(124,744)	(41,679)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	8,778	1,752
Increase / (decrease) in loans from banks	766	-
Increase / (decrease) in liabilities under repurchase agreements	(4,367)	1,906
Increase / (decrease) in liabilities to other depositors	101,045	282,270
Increase / (decrease) in other attracted funds	103	(197)
Increase / (decrease) in other liabilities	(4,589)	(2,264)
	101,736	287,995
NET CASH FLOWS FROM OPERATING ACTIVITIES	(22,011)	252,019
Cash flows from investing activities		
(Acquisitions) / sale of property, plant, and equipment, net	(3,111)	(2,873)
(Acquisitions) of investments in subsidiaries, net of the funds of the subsidiaries	56,223	-
(Acquisitions) / sale of financial assets available for sale, net	48,060	(48,258)
(Acquisitions) / sale of financial assets held to maturity, net	16,601	9,636
NET CASH FLOWS USED IN INVESTING ACTIVITIES	117,773	(41,495)
INCREASE IN CASH AND CASH EQUIVALENTS, NET	95,762	210,524
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	877,488	575,338
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	973,250	785,862

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 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	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 June 2011	-	-	-	-	5,925	(498)	5,427
Other comprehensive income for the period ended 30 June 2011	-	-	-	(321)	-	(30)	(351)
Merger of one subsidiary into another subsidiary	-	-	575	-	-	(575)	-
Other movements	-	-	1	-	-	-	1
BALANCE AS OF 30 JUNE 2011	83,155	64,445	137,832	(4,186)	5,925	6,341	293,512
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 June 2012	-	-	-	-	2,456	(206)	2,250
Acquisition of a subsidiary	-	-	(340)	-	-	7,471	7,131
Other comprehensive income for the period ended 30 June 2012	-	-	-	200	-	(31)	169
BALANCE AS OF 30 JUNE 2012	113,154	79,444	148,478	(2,684)	2,456	13,823	354,671

Ivaylo Donchev
Executive Director

Yordan Hristov
Chief accountant

Tihomir Atanasov
Procurator

EXPLANATORY NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE SECOND 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 second 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 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 rate 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 rate method and are devaluated under conditions, proving the decrease in the loans value.

During the second 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 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 Group.

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 Group as at 30.06.2012 increased compared to 31.12.2011, whereas the increase is by 6.49 %. 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 30.06.2012 comes only from income and expenses, concerning the ordinary activity of the Group.

In the second 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 June 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 second 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 June 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.

4. Information concerning the acquisition of a subsidiary

During the second quarter of 2012 Central Cooperative Bank AD, Sofia acquires a control participation in the capital of ZAO AKB "TatInvestBank", Kazan, the Republic of Tatarstan, Russian Federation. As at the date of acquiring the control the mother Bank has 16 422 630 ordinary voting shares, which are 55.92% of the capital of the subsidiary. As at 30.06.2012 the investment of the mother Bank in its subsidiary is to the amount of BGN 9 992 thousand.

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

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

6. Information about the accrued /paid / dividends.

During the second quarter of 2012 CCB Assets Management EAD (Subsidiary) paid to the mother Bank dividend to the amount of BGN 510 thousand.

7. 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 Group.

8. 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 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
Executive Director

Yordan Hristov
Chief accountant

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Procurator