

CENTRAL COOPERATIVE BANK AD

SEPARATE 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	815,296	459,993
Placements with and advances to banks	207,848	420,221
Receivables under repurchase agreements	68,392	32,444
Financial assets held for trading	72,184	71,777
Loans and advances to customers, net	1,518,916	1,423,186
Other assets	85,029	75,116
Financial assets available for sale	209,021	261,088
Financial assets held to maturity	146,519	148,246
Investments in subsidiaries	59,716	49,416
Property, plant, and equipment	64,837	59,899
Non-current assets held for sale	2,659	1,826
TOTAL ASSETS	3,250,417	3,003,212
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Deposits from banks	16,832	20,855
Loans from banks	42,394	42,018
Liabilities under repurchase agreements	9,861	19,882
Amounts owed to other depositors	2,827,916	2,576,830
Other attracted funds	793	762
Other liabilities	9,197	10,084
TOTAL LIABILITIES	2,906,993	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	341	(3,074)
Current year profit	7,228	12,624
TOTAL SHAREHOLDERS' EQUITY	343,424	332,781
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	3,250,417	3,003,212
Commitments and contingencies	129,655	157,728

Ivaylo Donchev
Executive Director

Tihomir Atanasov
Procurator

Yordan Hristov
Chief accountant

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	As at 30.09.2012	As at 30.09.2011
Interest income	121,477	116,234
Interest expenses	(86,026)	(73,830)
Net interest income	35,451	42,404
Fees and commissions income	22,167	21,878
Fees and commissions expenses	(3,221)	(3,061)
Net fees and commissions income	18,946	18,817
Gains from transactions with securities, net	229	2,627
Foreign exchange rate gains, net	4,809	2,804
Other operating income, net	8,086	1,759
Operating expenses	(58,750)	(68,411)
Impairment and uncollectability income (expenses), net	(740)	3,229
Profit for the period before taxes	8,031	11,360
Taxes	(803)	(1,136)
PROFIT FOR THE PERIOD	7,228	10,224
Earnings per share (in BGN)	0.06	0.12
Other comprehensive income after taxes	3,415	467
Revaluation of financial assets held for sale	3,415	467
TOTAL COMPREHENSIVE INCOME AFTER TAXES	10,643	10,691

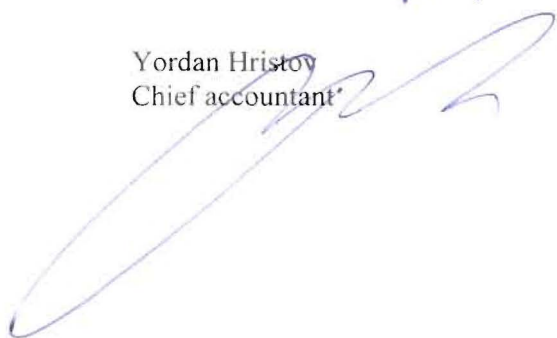
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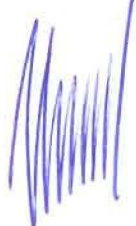
CENTRAL COOPERATIVE BANK AD

SEPARATE STATEMENT OF FINANCIAL POSITION
AS OF 30 SEPTEMBER 2012

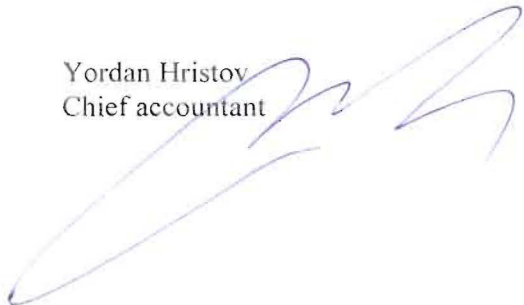
All amounts are in thousand Bulgarian Levs

	As at 30.09.2012	As at 30.09.2011
Cash flows from operating activities:		
Profit before taxes	8,031	11,360
Depreciation and amortization	5,936	6,696
Income tax paid	(642)	(1,564)
Unrealized losses/(gains) from revaluation of financial assets held for trading	(3,198)	(3,543)
Increase (decrease) of provisions for liabilities and loans impairment allowances	740	(3,229)
Net cash flows before working capital changes	10,867	9,720
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	(35,948)	21,531
(Increase) / decrease in financial assets held for trading	2,791	10,239
(Increase) / decrease in loans and advances to customers	(96,470)	(109,079)
(Increase) / decrease in other assets	(10,074)	(18,845)
(Increase) / decrease in non-current assets held for sale	(833)	(599)
	(140,490)	(83,845)
Change in operating liabilities:		
Increase / (decrease) in deposits from banks	(4,023)	7,956
Increase / (decrease) in loans from banks	376	375
Increase / (decrease) in liabilities under repurchase agreements	(10,021)	(2,242)
Increase / (decrease) in liabilities to other depositors	251,086	511,840
Increase / (decrease) in other attracted funds	31	(258)
Increase / (decrease) in other liabilities	(887)	864
	236,562	518,535
NET CASH FLOWS FROM OPERATING ACTIVITIES	106,939	444,410
Cash flows from investing activities		
(Acquisitions) of property, plant, and equipment, net	(10,874)	(3,393)
(Acquisitions) of investments in subsidiaries	(10,300)	-
(Acquisitions) of financial assets available for sale, net	55,482	(99,489)
(Acquisitions) of financial assets held to maturity, net	1,727	(7,643)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	36,035	(110,525)
INCREASE IN CASH AND CASH EQUIVALENTS, NET	142,974	333,885
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR	877,132	552,596
CASH AND CASH EQUIVALENTS AT THE END OF YEAR	1,020,106	886,481

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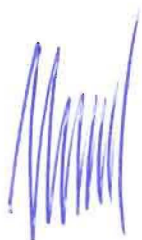
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

AS OF 30 SEPTEMBER 2012

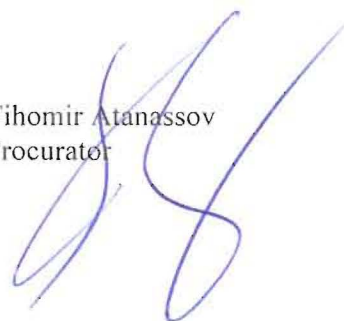
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	Issued paid in capital	Premium reserve	Reserves, including retained earnings	Revaluation reserve	Profit for the year	Total
BALANCE AS OF 31 DECEMBER 2010	83,155	64,445	108,247	(4,259)	22,386	273,974
Transfer of net profit for the year ended 31 December 2010, to retained earnings	-	-	22,386	-	(22,386)	-
Net profit for the period ended 30 September 2011	-	-	-	-	10,224	10,224
Other comprehensive income for the period ended 30 September 2011	-	-	-	467	-	467
BALANCE AS OF 30 SEPTEMBER 2011	83,155	64,445	130,633	(3,792)	10,224	284,665
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 September 2012	-	-	-	-	7,228	7,228
Other comprehensive income for the period ended 30 September 2012	-	-	-	3,415	-	3,415
BALANCE AS OF 30 SEPTEMBER 2012	113,154	79,444	143,257	341	7,228	343,424

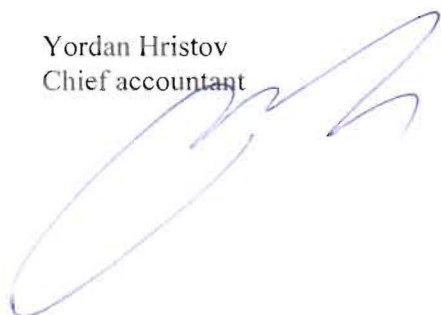
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**EXPLANATORY NOTES TO THE INTERIM INDIVIDUAL FINANCIAL
STATEMENTS FOR THE THIRD QUARTER OF 2012 OF CENTRAL
COOPERATIVE BANK AD /THE BANK /**

1. Information about the accounting policy

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

During the third 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 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 Bank.

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 Bank as at 30.09.2012 increased compared to 31.12.2011, whereas the increase is by 8.23 %. 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 30.09.2012 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 third 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 third 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 third 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 third quarter of 2012 compared to 31.12.2011 there are changes in the direction of a decrease 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.


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