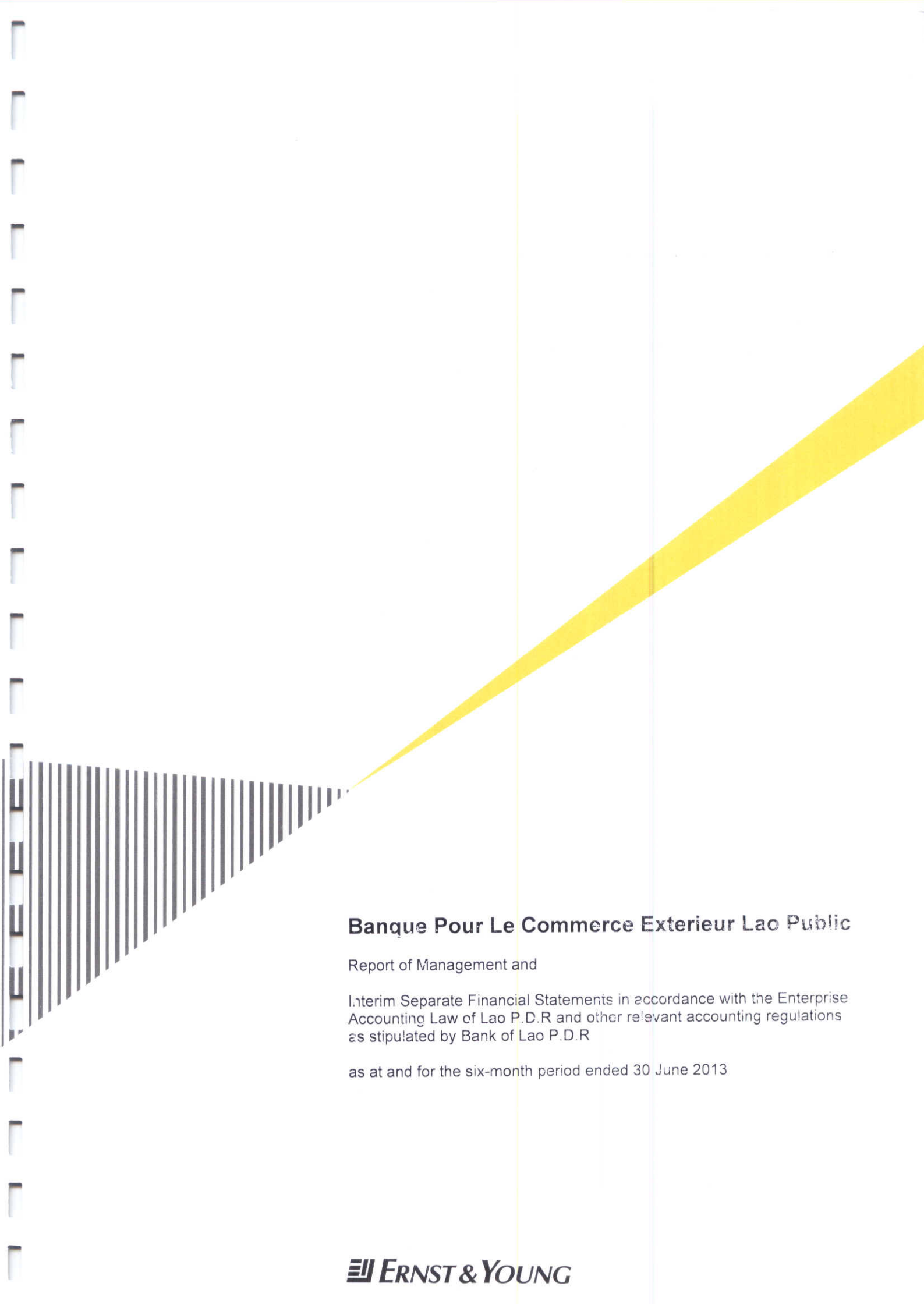




Banque Pour Le Commerce Extérieur Lao Public

Report of Management and

Interim Separate Financial Statements in accordance with the Enterprise
Accounting Law of Lao P.D.R and other relevant accounting regulations
as stipulated by Bank of Lao P.D.R

as at and for the six-month period ended 30 June 2013

Banque Pour Le Commerce Extérieur Lao Public

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Banque Pour Le Commerce Extérieur Lao Public

GENERAL INFORMATION

THE BANK

Banque Pour Le Commerce Extérieur Lao Public (herein referred to as "the Bank") is a joint-stock bank incorporated and registered in the Lao People's Democratic Republic.

Establishment and Operations

The Bank was established from the equitization of Banque Pour Le Commerce Extérieur Lao which had been established in accordance with the Banking Business License No. 129/BOL dated 01 November 1989, and its latest Amended Business License No. 4284/BOL dated 11 November 2010 issued by the Bank of Lao People's Democratic Republic. On 23 December 2010, the Bank successfully undertook its Initial Public Offering. On 10 January 2011, the Bank was equitized and renamed into Banque Pour Le Commerce Extérieur Lao Public under the Operating License No. 0061/LRO dated 10 January 2011 issued by the Business License Registration Office of the Lao P.D.R.

On 15 July 2011, the Bank continued to sell 10% of the total ordinary shares (equivalent 13,657,759 shares) to its strategic partner named Cofibred in accordance with the Ordinary Shares Purchase Agreement between the Ministry of Finance and Cofibred. Accordingly, Cofibred paid fully to the Ministry of Finance the total purchased price of LAK 150,235,349,000 from 25 July to 29 July 2011.

As at 30 June 2013, the Government's shares account for 70% of the Bank's chartered capital which is equivalent to 95,604,320 shares; local investors' shares (including employees of the Bank) account for 15% of the Bank's chartered capital which is equivalent to 20,486,640 shares; strategic partners' shares account for 10% of the Bank's chartered capital which is equivalent to 13,657,759 shares; and other foreign investors' proportion of 5% is equivalent to 6,828,880 shares.

The principal activities of the Bank are to provide banking services including mobilizing and receiving short-term, medium-term, and long-term deposits from organizations and individuals; making short-term, medium-term, and long-term loans and advances to organizations and individuals based on the nature and capability of the Bank's sources of capital; foreign exchange transactions, international trade financial services, discounting of commercial papers, bonds and other valuable papers, and providing other banking services allowed by the Bank of Lao P.D.R.

Chartered Capital

The chartered capital as at 30 June 2013 is LAKm 682,888. (As at 31 December 2012: LAKm 682,888).

Location and Network

The Bank's Head Office is located at No. 01, Pangkham Street, Ban Xiengnheun, Chanthabouly District, Vientiane, Lao P.D.R. As at 30 June 2013, the Bank has one (01) Head Office, two (2) subsidiaries, three (3) joint ventures, eighteen (18) main branches, forty seven (47) services units, and eleven (11) exchange units all over Lao P.D.R.

Subsidiaries

As at 30 June 2013, the Bank has two (02) subsidiaries as follows:

<i>Name</i>	<i>Established in accordance with Business License No.</i>	<i>Business sector</i>	<i>% owned by the Bank</i>
BCEL Leasing Company	011/09 dated 17 November 2009 by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R	Leasing	100%
BCEL - KT Securities Company Limited	180-10 dated 14 December 2010 by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R	Securities	70%

Banque Pour Le Commerce Exterieur Lao Public

GENERAL INFORMATION (continued)

THE BANK (continued)

Joint ventures

As at 30 June 2013, the Bank has three (03) joint ventures as follows:

<i>Name</i>	<i>Business License No.</i>	<i>Business Sector</i>	<i>% owned by the Bank</i>
Lao Viet Joint Venture Bank	01/NHNN dated 31 March 2000 by the Bank of Lao P.D.R	Banking & Finance	35%
Banque Franco - Lao Limited	121-09/MPI dated 26 August 2009 by the Ministry of Planning and Investment of Lao P.D.R	Banking & Finance	46%
Lao-Viet Insurance Joint Venture Company	077/08/FIMC dated 09 June 2008 by the Foreign Investment Management Committee of Lao P.D.R	Insurance	29%

BOARD OF DIRECTORS

The members of the Board of Directors during the six-month period ended 30 June 2013 and at the date of this report are as follows:

<i>Name</i>	<i>Title</i>	<i>Date of appointment/reappointment</i>
Mr. Saysamone Xaysouliane	Chairman	Appointed on 26 March 2012
Mr. Khamsouk Sundara	Vice Chairman	Appointed on 26 March 2012
Mr. Vanhkhram Voravong	Member	Reappointed on 26 March 2012
Mr. Phoukhong Chanthachack	Member	Appointed on 26 March 2012
Mr. Vilay Sipaphone	Member	Appointed on 26 March 2012
Mr. Khamhou Thongthavy	Member	Reappointed on 26 March 2012
Mr. Yves Jackquot	Member	Appointed on 26 March 2012

BOARD OF MANAGEMENT

The members of the Board of Management during the six-month period ended 30 June 2013 and at the date of this report are as follows:

<i>Name</i>	<i>Title</i>	<i>Date of appointment</i>
Mr. Vanhkhram Voravong	General Managing Director	Appointed on 13 January 2012
Mr. Onekeo Damlongboun	Deputy Managing Director	Appointed on 02 February 2007
Mr. Phoukhong Chanthachack	Deputy Managing Director	Appointed on 08 May 2005
Mr. Phansana Khounnouvong	Deputy Managing Director	Appointed on 06 June 2008
Ms. Souphayphone Manodham	Deputy Managing Director	Appointed on 24 January 2012
Mr. Vilay Sipaphone	Deputy Managing Director	Appointed on 24 January 2012

LEGAL REPRESENTATIVE

The legal representative of the Bank during the six-month period ended 30 June 2013 and at the date of this report is Mr. Vanhkhram Voravong - General Managing Director.

AUDITORS

The auditors of the Bank are Ernst & Young Lao Limited.

Banque Pour Le Commerce Extérieur Lao Public

REPORT OF MANAGEMENT

The Board of Management of Banque Pour Le Commerce Extérieur Lao Public ("the Bank") is pleased to present its report and the Bank's interim separate financial statements as at and for the six-month period then ended 30 June 2013.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM SEPARATE FINANCIAL STATEMENTS

The Bank's Management is responsible for preparation of the interim separate financial statements of each financial year which give a true and fair view of the interim separate financial position of the Bank and of its interim separate operational results and interim separate cash flows for the period in accordance with the Enterprise Accounting Law of the Lao P.D.R and other relevant accounting regulations as stipulated by Bank of Lao P.D.R. In preparing those interim separate financial statements, the management of the Bank is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgments and estimates that are reasonable and prudent; and
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim separate financial statements.

The Bank's Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Bank and to ensure that the accounting records comply with the registered accounting system. It is also responsible for safeguarding the assets of the Bank and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Bank's Management has confirmed that the Bank has complied with the above requirements in preparing the interim separate financial statements as at and for the six-month period then ended 30 June 2013.

STATEMENT OF THE MANAGEMENT

Management does hereby state that, in its opinion, the accompanying interim separate financial statements give a true and fair view of the interim separate financial position of the Bank as at 30 June 2013 and of the interim separate results of its operations and its interim separate cash flows for the six-month period then ended in accordance with the Enterprise Accounting Law of Lao P.D.R and relevant accounting regulations stipulated by the Bank of Lao P.D.R.

On behalf of Management:



Mr. Onekeo Damlongboun
Deputy Managing Director

Vientiane, Lao P.D.R

9 August 2013

Reference: 60790273/16283018

REPORT ON REVIEW OF INTERIM SEPARATE FINANCIAL STATEMENTS

To: **The shareholders**
Banque Pour Le Commerce Extérieur Lao Public

Introduction

We have reviewed the accompanying interim separate financial statements of Banque Pour Le Commerce Extérieur Lao Public ("the Bank") as set out on pages 5 to 39, which comprise the interim separate balance sheet as at 30 June 2013 and the related interim separate income statement, interim separate statement of changes in equity, interim separate statement of cash flow for the six-month period then ended and a summary of significant accounting policies and other explanatory notes.

The preparation and presentation of these interim separate financial statements are the responsibility of the management. Our responsibility is to issue a report on these interim separate financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim separate financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

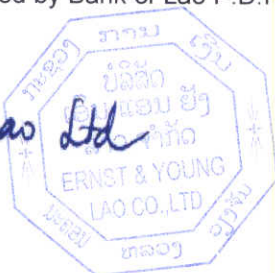
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim separate financial statements do not give a true and fair view of, in all material respects, the interim separate financial position of the Bank as at 30 June 2013, its interim separate financial performance and its interim separate cash flows for the six-month period then ended in accordance with the Enterprise Accounting Law of Lao P.D.R and other relevant accounting regulations as stipulated by Bank of Lao P.D.R.

Ernst & Young Lao Ltd

Vientiane, Lao P.D.R

9 August 2013



Banque Pour Le Commerce Extérieur Lao Public

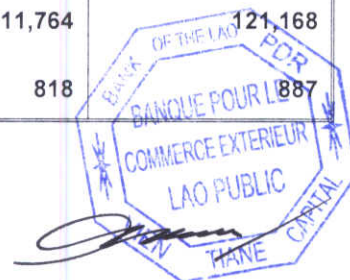
INTERIM SEPARATE INCOME STATEMENT for the six-month period ended 30 June 2013

Currency: LAKm

Code	ITEMS	Notes	For the six-month period ended 30 June 2013	For the six-month period ended 30 June 2012
A.	OPERATING INCOME AND EXPENSES			
1.	Interest and similar income	3	416,119	343,758
1.1	Interest and similar income from interbank		17,696	14,378
1.2	Interest and similar income from customers		362,532	260,722
1.3	Other interest and similar income		35,891	68,658
2.	Interest and similar expense	3	(233,237)	(171,133)
2.1	Interest and similar expense for interbank		(1,637)	(3,071)
2.2	Interest and similar expense for customers		(231,600)	(168,062)
I.	NET INTEREST AND SIMILAR INCOME	3	182,882	172,625
3	Net loss from gold trading	8	(5,916)	(2,111)
4	Net gain from equity investments	4	7,326	8,719
5	Fee and commission income	5	94,765	81,008
6	Fee and commission expense	6	(9,192)	(8,523)
7	Net gain from securities investment	7	652	2,326
8	Net gain from dealing in foreign currencies	8	13,534	43,610
II.	NET OPERATING INCOME		284,051	297,654
B	OTHER INCOME AND EXPENSES			
9	Other operating income	9	582,588	14,091
10	Administration expenses		(114,402)	(90,593)
10.1	Payroll and other staff costs	10	(81,751)	(65,698)
10.2	Other administrative expenses	11	(30,268)	(23,336)
10.3	Other expenses		(2,383)	(1,559)
11	Depreciation and amortization charges	19,20	(25,754)	(19,141)
12	Other operating expenses	12	(590,308)	(17,535)
13	Net specific provision (charges)/reversal for loans and advances to customers	16.5	1,967	(28,241)
13.1	Specific provision expenses for loans and advances to customers	16.5	(358,290)	(57,797)
13.2	Reversal of specific provision for loans and advances to customers	16.5	360,257	29,556
III.	TOTAL PROFIT BEFORE TAX		138,142	156,235
14	Current enterprise income tax	26.1	(26,378)	(35,067)
IV.	PROFIT AFTER TAX		111,764	121,168
	Earnings per share (LAK)		818	887

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Prepared by:
Mr. Phonenalath Kongvongsa
Accountant

Approved by:
Mrs. Lammaniseng Sayaphet
Head of Accounting Division

Approved by:
Mr. Onekeo Damlongboun
Deputy Managing Director

Vientiane, Lao P.D.R
9 August 2013

Banque Pour Le Commerce Extérieur Lao Public

INTERIM SEPARATE BALANCE SHEET
as at 30 June 2013

Currency: LAKm

Code	ASSETS	Notes	30 June 2013	31 December 2012 restated
I	Cash and accounts with the BOL	13	3,071,282	2,715,301
	1. Cash on hand		1,368,582	1,132,745
	2. Compulsory and demand deposits		1,702,700	1,555,943
	3. Term deposits		-	26,613
II	Amounts due from other banks	14	1,019,436	2,547,279
	1. Demand deposits		414,211	1,430,005
	2. Term deposits		299,129	759,228
	3. Loans to other banks, net of specific provisions		306,096	358,046
III	Investment in securities	15	1,007,174	1,670,902
	1. Available-for-sale securities	15.1	123,679	125,000
	2. Held-to-maturity securities	15.2	883,495	1,545,902
IV	Loans and advances to customers, net of specific provisions	16	8,911,147	6,902,630
V	Investment in subsidiaries and joint-ventures	18	423,400	423,400
VI	Fixed assets		532,583	503,580
	1. Construction in progress and fixed assets in transit		68,502	76,317
	2. Intangible fixed assets	19	225,321	186,856
	3. Tangible fixed assets	20	238,760	240,407
VII	Other assets		211,909	180,384
	1. Accrued interest receivables	21	94,971	98,442
	2. Other assets	22	116,938	81,942
	TOTAL ASSETS		15,176,931	14,943,476

Banque Pour Le Commerce Extérieur Lao Public

INTERIM SEPARATE BALANCE SHEET (continued)
as at 30 June 2013

Currency: LAKm

Code	LIABILITIES AND CAPITAL	Notes	30 June 2013	31 December 2012 restated
I	Amounts due to other banks	23	820,603	924,700
	1. Demand and saving deposits		742,409	848,109
	2. Term deposits		8,448	14,801
	3. Borrowings from other banks		58,424	60,067
	4. Other payables to other banks		11,322	1,723
II	Amounts due to customers	24	13,125,723	12,768,162
	1. Demand, saving and margin deposits		8,341,651	8,430,635
	2. Term deposits		4,696,921	4,172,639
	3. Other payables to customers		87,151	164,888
III	Other liabilities		154,752	241,826
	1. Accrued interest payables	25	90,481	63,888
	2. Tax payables to the State	26.2	29,044	54,819
				123,11
	3. Other liabilities		35,227	9
	TOTAL LIABILITIES		14,101,078	13,934,688
IV	Capital and reserves		1,075,853	1,008,788
	1. Chartered capital		682,888	682,888
	2. Regulatory reserve fund		40,440	40,440
	3. Business expansion fund		143,352	143,352
	4. General provision for credit activities		99,474	85,187
	5. Retained earnings		109,699	56,921
	TOTAL CAPITAL		1,075,853	1,008,788
	TOTAL LIABILITIES AND CAPITAL		15,176,931	14,943,476

Banque Pour Le Commerce Extérieur Lao Public

INTERIM SEPARATE BALANCE SHEET (continued)
as at 30 June 2013

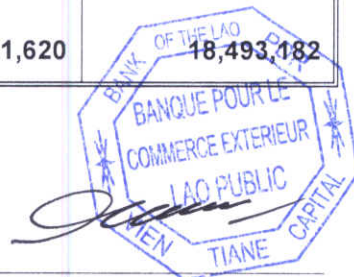
Currency: LAKm

Code	OFF BALANCE SHEET ITEMS	Notes	30 June 2013	31 December 2012
I	Commitments given			
A	Commitments for financing given		3,166,986	1,667,757
1	- Commitments for financing given to other banks		256,962	-
2	- Commitments for financing given to customers		2,910,024	1,667,757
B	Commitments for guarantees given		1,618,619	172,027
1	- Commitments for guarantees given to other banks		-	-
2	- Commitments for guarantees given to customers		1,618,619	172,027
	TOTAL COMMITMENTS GIVEN		4,785,605	1,839,784

Code	OFF BALANCE SHEET ITEMS	Notes	30 June 2013	31 December 2012
II	Collaterals and Mortgages			
A	Collaterals and Mortgages for loans		16,547,476	18,263,812
1	- Collaterals and Mortgages for loans to other banks		-	-
2	- Collaterals and Mortgages for loans to customers		16,547,476	18,263,812
B	Collaterals and Mortgages for guarantees given		174,144	229,370
1	- Collaterals and Mortgages for guarantees given to other banks		-	-
2	- Collaterals and Mortgages for guarantees given to customers		174,144	229,370
	TOTAL COLLATERALS AND MORTGAGES		16,721,620	18,493,182

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Prepared by:
Mr. Phonenath Kongvongsa
Accountant

Approved by:
Mrs. Lammaniseng Sayaphet
Head of Accounting Division

Approved by:
Mr. Onekeo Damlongboun
Deputy Managing Director

Vientiane, Lao P.D.R

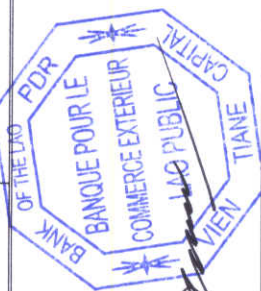
9 August 2013

Banque Pour Le Commerce Extérieur Lao Public

INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY
for the six-month period ended 30 June 2013

Currency: LAKm

	Chartered capital	Regulatory reserve fund	Business expansion fund	General provision for credit activities (Note 17)	Retained earnings	Total
Balances as at 1 January 2013, restated	682,888	40,440	143,352	85,187	56,921	1,008,788
Appropriation for dividend payable to shareholders	-	-	-	-	(58,986)	(58,986)
Net profit for the six-month period ended 30 June 2013	-	-	-	-	111,764	111,764
Net general provision expense for credit activities for the period	-	-	-	13,801	-	13,801
Foreign exchange difference	-	-	-	486	-	486
Balances as at 30 June 2013	682,888	40,440	143,352	99,474	109,699	1,075,853



Handwritten signature

Prepared by:
Mr. Phonanalath Kongvongsa
Accountant

Approved by:
Mrs. Lammaniseng Sayaphet
Head of Accounting Division

Approved by:
Mr. Onekeo Damlongboun
Deputy Managing Director

Vientiane, Lao P.D.R

9 August 2013

Banque Pour Le Commerce Extérieur Lao Public

INTERIM SEPARATE CASH FLOW STATEMENT for the six-month period ended 30 June 2013

Currency: LAKm

	Notes	For the six-month period ended 30 June 2013	For the six-month period ended 30 June 2012
Net profit after tax		111,764	121,168
<i>Adjustments for:</i>			
Enterprise tax expenses	26.1	26,378	35,067
Depreciation and amortization expenses	19,20	25,754	19,141
Provision for credit losses	16,17	11,834	39,830
Provision/(Reversal) for impairment of investment in securities		-	(2,326)
(Profits)/losses from investing activities		-	(3,883)
Cash flows from operating profit before changes in operating assets and liabilities		175,730	208,997
(Increase)/Decrease in operating assets			
Balances with other banks		538,662	105,966
Loans and advances to customers		(1,967,211)	(1,190,495)
Accrued interest income		3,106	(12,184)
Other assets		(34,631)	(2,217)
Increase/(Decrease) in operating liabilities			
Amounts due to other banks		(104,098)	440,129
Customer deposits and other amounts due to customers		301,615	653,042
Enterprise tax paid during the period	26.2	(52,153)	(57,937)
Utilization of provision reserve for bad debt written off		(39,261)	-
Other liabilities		(5,352)	93,838
Net cash flows (used in)/from operating activities		(1,183,593)	239,139
INVESTING ACTIVITIES			
Purchase and construction of fixed assets		(55,593)	(112,758)
Proceed from disposals assets		836	1,125
Investment in securities		663,728	149,408
Payments for investments in other entities		-	(48,420)
Interest and dividends received		-	(2,432)
Net cash flows from investing activities		608,971	(13,077)
FINANCING ACTIVITIES			
Payment of dividend		(58,986)	(106,063)
Net cash flows used in financing activities		(58,986)	(106,063)
Net (decrease)/increase in cash and cash equivalents		(633,608)	119,999
Cash and cash equivalents at the beginning of the period		4,118,693	3,784,210
Effect of foreign exchange difference		408	(101)
Cash and cash equivalents at the end of the period	28	3,485,493	3,904,108

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Onekeo

Prepared by:
Mr. Phonanalath Kongvongsa
Accountant

Approved by:
Mrs. Lammaniseng Sayaphet
Head of Accounting Division

Approved by:
Mr. Onekeo Damlongboun
Deputy Managing Director

Vientiane, Lao P.D.R

9 August 2013

Banque Pour Le Commerce Extérieur Lao Public

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS
as at 30 June 2013 and for the six-month period then ended

1. CORPORATE INFORMATION

Banque Pour Le Commerce Extérieur Lao Public (herein referred to as "the Bank") is a joint-stock bank incorporated and registered in the Lao People's Democratic Republic.

Establishment and Operations

The Bank was established from the equitization of Banque Pour Le Commerce Extérieur Lao which had been established in accordance with the Banking Business License No. 129/BOL dated 01 November 1989, and its latest Amended Business License No. 4284/BOL dated 11 November 2010 issued by the Bank of Lao People's Democratic Republic. On 23 December 2010, the Bank successfully undertook its Initial Public Offering. On 10 January 2011, the Bank was equitized and renamed into Banque Pour Le Commerce Extérieur Lao Public under the Operating License No. 0061/LRO dated 10 January 2011 issued by the Business License Registration Office of the Lao P.D.R.

On 15 July 2011, the Bank continued to sell 10% of the total ordinary shares (equivalent 13,657,759 shares) to its strategic partner named Cofibred in accordance with the Ordinary Shares Purchase Agreement between the Ministry of Finance and Cofibred. Accordingly, Cofibred paid fully to the Ministry of Finance the total purchased price of LAK 150,235,349,000 from 25 July to 29 July 2011.

As at 30 June 2013, the Government's shares account for 70% of the Bank's chartered capital which is equivalent to 95,604,320 shares; local investors' shares (including employees of the Bank) account for 15% of the Bank's chartered capital which is equivalent to 20,486,640 shares; strategic partners' shares account for 10% of the Bank's chartered capital which is equivalent to 13,657,759 shares; and other foreign investors' proportion of 5% is equivalent to 6,828,880 shares.

The principal activities of the Bank are to provide banking services including mobilizing and receiving short-term, medium-term, and long-term deposits from organizations and individuals; making short-term, medium-term, and long-term loans and advances to organizations and individuals based on the nature and capability of the Bank's sources of capital; foreign exchange transactions, international trade financial services, discounting of commercial papers, bonds and other valuable papers, and providing other banking services allowed by the Bank of Lao P.D.R.

Chartered Capital

The chartered capital as at 30 June 2013 is LAKm 682,888. (As at 31 December 2012: LAKm 682,888).

Location and Network

The Bank's Head Office is located at No. 01, Pangkham Street, Ban Xiengneun, Chanthabouly District, Vientiane, Lao P.D.R. As at 30 June 2013, the Bank has one (01) Head Office, two (2) subsidiaries, three (3) joint ventures, eighteen (18) main branches, forty seven (47) services units, and eleven (11) exchange units all over Lao P.D.R.

Banque Pour Le Commerce Exterieur Lao Public

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Board of Directors

The members of the Board of Directors during the six-month period ended 30 June 2013 and at the date of this report are as follows:

<i>Name</i>	<i>Title</i>	<i>Date of appointment/reappointment</i>
Mr. Saysamone Xaysouliane	Chairman	Appointed on 26 March 2012
Mr. Khamsouk Sundara	Vice Chairman	Appointed on 26 March 2012
Mr. Vanhkhham Voravong	Member	Reappointed on 26 March 2012
Mr. Phoukhong Chanthachack	Member	Appointed on 26 March 2012
Mr. Vilay Siphaphone	Member	Appointed on 26 March 2012
Mr. Khamhou Thongthavy	Member	Reappointed on 26 March 2012
Mr. Yves Jackquot	Member	Appointed on 26 March 2012

Board of Management

The members of the Board of Management during the six-month period ended 30 June 2013 and at the date of this report are as follows:

<i>Name</i>	<i>Title</i>	<i>Date of appointment</i>
Mr. Vanhkhham Voravong	General Managing Director	Appointed on 13 January 2012
Mr. Onekeo Damlongboun	Deputy Managing Director	Appointed on 02 February 2007
Mr. Phoukhong Chanthachack	Deputy Managing Director	Appointed on 08 May 2005
Mr. Phansana Khounnouvong	Deputy Managing Director	Appointed on 06 June 2008
Ms. Souphayphone Manodham	Deputy Managing Director	Appointed on 24 January 2012
Mr. Vilay Sipaphone	Deputy Managing Director	Appointed on 24 January 2012

Banque Pour Le Commerce Extérieur Lao Public

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

1. CORPORATE INFORMATION (continued)

Subsidiaries

As at 30 June 2013, the Bank has two (02) subsidiaries as follows:

<i>Name</i>	<i>Established in accordance with Business License No.</i>	<i>Business sector</i>	<i>% owned by the Bank</i>
BCEL Leasing Company	011/09 dated 17 November 2009 by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R	Leasing	100%
BCEL – KT Securities Company Limited	180-10 dated 14 December 2010 by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R	Securities	70%

Joint ventures

As at 30 June 2013, the Bank has three (03) joint ventures as follows:

<i>Name</i>	<i>Business License No.</i>	<i>Business Sector</i>	<i>% owned by the Bank</i>
Lao Viet Joint Venture Bank	01/NHNN dated 31 March 2000 by the Bank of Lao P.D.R	Banking & Finance	35%
Banque Franco - Lao Limited	121-09/MPI dated 26 August 2009 by the Ministry of Planning and Investment of the Lao P.D.R	Banking & Finance	46%
Lao-Viet Insurance Joint Venture Company	077/08/FIMC dated 09 June 2008 by the Foreign Investment Management Committee of the Lao P.D.R	Insurance	29%

Employees

Total number of employees of the Bank as at 30 June 2013 is 1,360 persons (as at 31 December 2012: 1,234 persons).

2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES

Summary of principal accounting policies adopted in the preparation of these interim separate financial statements are set out below:

2.1 *Statement of compliance with the Enterprise Accounting Law of Lao P.D.R and other relevant accounting regulations as stipulated by the Bank of Lao P.D.R*

Management of the Bank states that the accompanying interim separate financial statements have been prepared in compliance with the Enterprise Accounting Law of Lao P.D.R and other relevant accounting regulations as stipulated by the Bank of Lao P.D.R.

2.2 *Basis of preparation*

The Bank maintains its records in Lao Kip ("LAK") and prepared its interim separate financial statements in million of LAK ("LAKm") in accordance with the Decree No. 02/PR by the Prime Minister of Lao P.D.R dated 22 March 2000 and the Enterprise Accounting Law of Lao P.D.R and other relevant accounting regulations as stipulated by Bank of Lao P.D.R ("LAS").

The accompanying interim separate financial statements have been prepared using accounting principles, procedures and reporting practices generally accepted in Lao P.D.R. Accordingly, the accompanying interim separate balance sheet, the interim separate income statement, the interim separate statement of change in equity, the interim separate cash flow statement and the notes there to are not designed for those who are not informed about Lao P.D.R's accounting principles, procedures and practices and furthermore are not intended to present the interim financial position of the Bank and results of its operations and its cash flows in accordance with accounting principles and practices generally accepted in countries other than Lao P.D.R.

2.3 *Fiscal year*

The Bank's fiscal year starts on 1 January and ends on 31 December.

2.4 *Recognition of interest income and expense*

Interest income and expense are recognized in the interim separate income statement on accrual basis using straight line method and the interest rates as stipulated in the lending/depositing contracts with clients.

The recognition of accrued interest income is suspended when the loans becoming non-performing or when the management believes that the borrower has no ability to repay the interest and principal. Interest income on such loans is only recorded in the interim separate income statement when actually received.

2.5 *Recognition of fee and commission income*

Fees and commissions consist of fees received for fund transfer (including cheque settlement), fees arising from foreign currency exchange transactions, fees arising from financial guarantees.

Fee and commission income is recognized in the interim separate income statement on cash basis.

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (continued)

2.6 *Recognition of dividend income*

Dividend income on equity investment is recognized in the interim separate income statement when the Bank's right to receive the payment is established.

2.7 *Cash and cash equivalents*

Cash and cash equivalents consist of cash and highly liquid short-term investments with an original maturity of less than 30 days that are readily convertible to known amounts of cash and accounts due from banks with original maturity of less than 30 days.

2.8 *Loans and advances to customers*

Loans and advances to customers are recognized at cost and presented at outstanding balance less specific provision for loans and advances to customers as at 30 June 2013.

2.9 *Specific provision for loans and advances to customers*

In accordance with Regulation 324/BOL ("BOL324") dated 19 April 2011, the Bank is required to classify loans and create provision for impairment losses. Accordingly, loans are classified into Performing loans or Non-performing loans based on the payment arrears status and other qualitative factors. Loans classified as either Normal or Pass (Group A) or Watch or Special mention (Group B) are considered as Performing loans. Loans classified as either Substandard (Group C) or Doubtful (Group D) or Loss (Group E) are considered as Non-performing loans.

According to Regulation 324/BOL, provision for loans and advances to customers is established by multiplying the outstanding balance of each loan item with the provision rates applicable to that loan classification as follows:

A	Normal or Pass	0%
B	Watch or Special mention	0%
C	Substandard	20%
D	Doubtful	50%
E	Loss	100%

Changes in specific provision is recorded to the income statement as "Net specific provision charges/(reversal) for loans and advances to customers". Accumulated specific provision reserve is recorded in the balance sheet in "Loans and advances to customers, net of specific provisions".

Details on the loan classification and specific provision and the provision amount that are actually booked by the Bank as at 30 June 2013 are presented in Note 16.5.

2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (continued)

2.10 *General provision for credit activities*

In accordance with BOL324, the Bank is required to create a general provision for loan losses at the rate 3.00% of the total balance of Watch or Special Mention loans as at the balance sheet date and general provision made for Normal or Pass loans shall be upon the BOL's notification for each year. For the six-month period ended 30 June 2013, the general provision rate for Normal or Pass loans is ranging from 0.5 to 1% in accordance with the Official Letter No. 242/BOL issued by the Bank of Lao PRD on 2 April 2011. Accordingly, the Bank provided general provision at rate of 1% out of total balance of Normal or Pass loans.

The Bank complied with the BOL's regulations on general provision provided for Normal or Pass and Watch or Special loans for the six-month period ended 30 June 2013.

In accordance with the relevant accounting regulations as stipulated by the Bank of Lao P.D.R, any changes in general provision for credit activities are recorded to the interim separate income statement as "Other operating expenses" for general provision expense and "Other operating income" for reversal of general provision expense and the balance of general provision reserve is recorded in the interim separate balance sheet in "General provision for credit activities" under capital and reserves of the Bank.

Details of change in general provision for credit activities are presented in Note 17.

2.11 *Investment securities*

2.11.1 *Held-to-maturity securities*

Held-to-maturity investment securities are debt securities with fixed or determinable payments and maturities, which the Bank has intention and ability to hold to maturity to earn interest. These securities have determined values and maturities. When they are sold before maturity date, these securities will be reclassified as trading securities or available-for-sale securities.

Held-to-maturity securities are initially recognized at cost and subsequently presented at cost.

Periodically, the held-to-maturity securities are subject to review for impairment. Provision for impairment of these securities is made when there has been a significant or prolonged decline in the fair value below their cost. Provision for impairment is recognized as "Net gain/(loss) from securities investment in the interim separate income statement.

2.11.2 *Available-for-sale securities*

Available-for-sale investments include equity instruments and other debt instruments that the Bank has intention to hold for investment and that are ready for trading. These securities are not frequently traded but can be sold at any time if such sale yields profit.

Available-for-sale equity securities are initially recognized at cost and subsequently presented at cost.

Periodically, the available-for-sale securities are subject to review for impairment. Provision for impairment of these securities is made when there has been a significant or prolonged decline in the fair value below their cost. Provision for impairment is recognized as "Net gain/(loss) from securities investment" in the interim separate income statement.

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2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (continued)

2.12 *Investments in subsidiaries*

Investments in subsidiaries over which the Bank has control are accounted for under the cost method of accounting. Distributions from accumulated net profits of the subsidiaries arising subsequent to the date of acquisition are recognised in the interim separate income statement. Distributions from sources other than from such profits are considered as a recovery of investment and are deducted from the cost of the investment.

Details of investments in subsidiaries are presented in Note 18.

2.13 *Investment in joint ventures*

The Bank's investment in joint ventures is recognized at cost and subsequently reflected at cost on the interim separate balance sheet. Dividend and income transferred from the joint ventures are recognized in the interim separate income statement as "Net gain from equity investment".

The investments in Lao Viet Joint Venture Bank and Lao-Viet Insurance Joint Venture Company were made in the United States dollar ("USD"). Accounting policies applicable for the translation of capital contributed to Lao Viet Joint Venture Bank and Lao-Viet Insurance Joint Venture Company is derived from the guidance issued by the BOL. On 28 January 2010, the Bank of Lao P.D.R issued a guidance to allow commercial banks to translate the paid-up capital which is contributed in foreign currencies into Lao Kip by using the BOL exchange rate on the interim separate balance sheet date of 31 January 2010.

Details of the Bank's investment in joint ventures are presented in Note 18.

2.14 *Fixed assets*

Fixed assets include tangible, intangible fixed assets and land use right. Tangible fixed assets consist of buildings, furniture and fixtures, office equipments, vehicles and others. Intangible fixed assets consist of computer software.

Fixed asset are stated at cost less accumulated depreciation, if any.

The cost of an asset comprises its purchase price plus any costs directly attributable to the bringing of the asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are capitalized and expenditures for maintenance and repairs are charged to the interim separate income statement, if any.

When assets are sold or disposed, their cost and accumulated depreciation are removed from the interim separate balance sheet and any gains or losses resulting from their disposal are posted to the interim separate income statement.

2.15 *Depreciation and amortization*

Depreciation and amortization of fixed assets are provided on the straight line basis at prescribed rates over their estimated useful life in accordance with the new Tax Law No.05 dated 20 December 2011 which is effective on or after 1 January 2013 stipulated by the President of the National Assembly. The following are the annual rates used:

Buildings & improvements	5%
Office equipments	20%
Furniture & fixtures	20%
Motor vehicles	20%
Land use rights (*)	No amortization
Software	50%

(*): Cost of land use rights is not amortized as they have indefinite life.

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (continued)

2.16 Statutory reserves

Under the requirement of the Law on commercial Bank dated 16 January 2007, commercial banks are required to appropriate net profit to following reserves:

- ▶ Regulatory reserve fund
- ▶ Business expansion fund and other funds

In accordance with the Regulation on capital adequacy No.1/BOL dated 28 August 2002 by the Governor of the Bank of Lao P.D.R and other relevant guidance, commercial banks are required to provide regulatory reserve fund at the rate between 5% to 10% of profit after tax depending on decision of the Board of Directors. The Business expansion fund and other shall be created upon decision of the Board of Directors. The Bank will appropriate to statutory reserves based on the profit making for the whole year 2013.

2.17 Taxation

Provision is made for taxation on the current year's profits, based on the Tax Law governing taxation within Lao P.D.R. The Bank is obliged to pay tax at rate of 24% of total profit before tax in accordance with the new Tax Law No.05 dated 20 December 2011 which is effective on or after 1 January 2013 (2012: the Bank is obliged to pay the higher amount of 28% of total profit before tax and 1% of total revenue in accordance with the old Tax Law No.001 dated 1 March 2011). Additionally, in accordance with Decree 001 dated 28 December 2010 issued by the President of Laos P.D.R, the tax rate for listed companies is reduced by 5% within 4 years from the date of listing. Accordingly, the Bank is subject to the tax rate of 19% for the six-month period ended 30 June 2013 (2012: 23%). The Bank's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations in many types of transactions is susceptible to varying interpretations, amounts reported in the interim separate financial statements could be changed at a later date upon final determination by the tax authorities.

2.18 Foreign currency transactions

The Bank maintains its accounting system and records all transactions in original currencies. Monetary assets and liabilities denominated in foreign currencies at period end are translated into LAK at exchange rates ruling on the interim separate balance sheet date (see the list of exchange rates of applicable foreign currencies against LAK on 30 June 2013 as presented below). Income and expenses arising in foreign currencies during the period are converted into LAK at rates ruling on the transaction dates. Unrealized exchange differences arising from the translation of monetary assets and liabilities on the balance sheet date are recognized in the interim separate income statement.

	30/6/2013 LAK	31/12/2012 LAK
USD	7,750.00	7,968.00
EUR	10,077.00	10,541.00
THB	249.58	260.39
GBP	11,614.00	12,636.00
CHF	8,059.00	8,596.00
JPY	77.29	90.66
SGD	6,194.00	6,604.00
CAD	7,257.00	7,885.00
AUD	7,027.00	8,136.00

2. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES (continued)

2.19 Employee benefits

Post employment benefits

Post employment benefits are paid to retired employees of the Bank by the Social Security Fund Department which belongs to the Ministry of Labour and Social Welfare. The Bank is required to contribute to these post employment benefits by paying social insurance premium to the Social Insurance Agency at the rate of 8.00% of employee's basic salary on a monthly basis. The Bank has no further obligation concerning post employment benefits for its employees other than this.

Termination benefits

In accordance with Article 29 of the Amended Labour Law issued by the President of the Lao People's Democratic Republic on 16 January 2007, the Bank has the obligation to pay allowance for employees who are terminated by dismissal in the following cases:

- ▶ The worker lacks specialised skills or is not in good health and thus cannot continue to work;
- ▶ The employer considers it necessary to reduce the number of workers in order to improve the work within the labour unit.

For the termination of an employment contract on any of the above-mentioned grounds, the employer must pay a termination allowance at 10% of the basic monthly salary before the termination of work for the worker who has worked for less than three years. For workers who have worked for more than three years, the basis of calculation shall be 15%. As at 30 June 2013, there is no employees of the Bank who were dismissed under the above-mentioned grounds; therefore the Bank has not made a provision for termination allowance in the interim separate financial statements.

3. NET INTEREST AND SIMILAR INCOME

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Interest and similar income:	416,119	343,758
Interest income from interbank	17,696	14,378
Interest income from customers	362,532	260,722
Other interest and similar income	35,891	68,658
- <i>Interest income from held-to-maturity securities</i>	35,422	65,561
- <i>Other income from credit activities</i>	469	3,097
Interest and similar expense:	(233,237)	(171,133)
Interest expense for interbank	(1,637)	(3,071)
Interest expense for customers	(231,600)	(168,062)
Net interest and similar income	182,882	172,625

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4. NET GAIN FROM EQUITY INVESTMENTS

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Dividends received in the period		
- from equity investment securities	7,326	4,836
- from investments in joint ventures	-	3,883
	7,326	8,719

5. FEE AND COMMISSION INCOME

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Fees and commission income from:		
Settlement services	46,412	769
Treasury activities	44,920	79,943
Other fees and commissions	3,433	296
	94,765	81,008

6. FEE AND COMMISSION EXPENSE

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Fees and commission expenses from:		
Settlement services	345	317
Treasury activities	2,707	2,288
Other fees and commissions	6,140	5,918
	9,192	8,523

7. NET GAIN/(LOSS) FROM SECURITIES INVESTMENT

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2013 LAKm</i>
Income from trading of investment securities	652	-
Reversal for impairment of investment securities	-	2,326
	652	2,326

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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8. NET GAIN FROM DEALING IN FOREIGN CURRENCIES AND GOLD

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Net gain from dealing in foreign currencies		
Gain from foreign exchange spot rate differences	2,030,830	48,193
Loss from foreign exchange spot rate differences	(2,017,296)	(4,583)
	13,534	43,610
Net loss from gold trading	(5,916)	(2,111)
	7,618	41,499

9. OTHER OPERATING INCOME

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Reversal of general provision for credit activities (see Note 17)	576,287	4,388
Recovery of bad debts written off	5,459	6,869
Others	842	2,834
	582,588	14,091

10. PAYROLL AND OTHER STAFF COSTS

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Salary, wages and allowances	46,546	37,483
Social insurance	30,962	25,905
Per diem	2,704	2,190
Training expenses	1,539	120
	81,751	65,698

11. OTHER ADMINISTRATIVE EXPENSES

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
External services expenses	9,731	7,565
Repair and maintenance expenses	5,905	4,299
Publication, marketing and promotion expenses	3,263	2,049
Office rental expenses	3,497	2,979
Telecommunication expenses	871	814
Training, meeting and seminar expenses	5,189	4,290
Tax and other duties expense	41	31
Other expenses	1,771	1,309
	30,268	23,336

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

12. OTHER OPERATING EXPENSES

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
General provision for loans to other banks and loans and advances to customers (see Note 17)	590,088	16,386
Other expenses	220	1,149
	590,308	17,535

13. CASH AND ACCOUNTS WITH THE BOL

	<i>30/6/2013 LAKm</i>	<i>31/12/2012 LAKm</i>
Cash on hand	1,368,582	1,132,745
Cash on hand in LAK	775,205	484,223
Cash on hand in foreign currencies	568,516	647,790
Gold and precious metal	24,271	-
Cheques collection	590	732
Deposits with BOL	1,702,700	1,555,943
Compulsory deposit	614,129	723,397
Demand deposits	1,088,571	832,546
Term deposits with BOL	-	26,613
	3,071,282	2,715,301

Balances with the BOL include settlement and compulsory and term deposits. These balances bear no interest.

Under regulations of the BOL, the Bank is required to maintain certain reserves with the BOL in the form of compulsory deposits, which are computed at 5.00% and 10.00%, on a bi-monthly basis, (2012: 5.00% and 10.00%) of customer deposits having original maturities of less than 12 months, in LAK and in foreign currencies, respectively. During the period, the Bank maintained its compulsory deposits in compliance with the requirements by the BOL.

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14. AMOUNTS DUE FROM OTHER BANKS

	30/6/2013 LAKm	31/12/2012 LAKm
Demand deposits at other banks	414,211	1,430,005
Domestic banks	123,504	98,418
- Demand deposits	123,504	98,418
Foreign banks	290,707	1,331,587
- Demand deposits	254,211	1,189,028
- Saving deposits	36,496	142,559
Term deposits at other banks	299,129	759,228
Domestic banks	15,875	116,020
Foreign banks	283,254	643,208
Loans to other credit institutions (*)	306,096	358,046
Domestic banks	306,096	358,046
	1,019,436	2,547,279

(*): General provision for loans to other banks is recorded in capital and reserves (see Note 17).

Loans to other credit institutions

Loans to other credit institutions comprise:

- ▶ Short-term loans to BCEL Leasing amounting to LAK 14,607,348,925 have the term of 1 year and bear interest rate at 9.0% per annum; USD 12,270,050 and THB 58,392,782 have the term of 1 year and bear interest rate at 6.5% per annum.
- ▶ Medium-term loans to Lao Development Bank amounting to LAK 100,000,000,000 and USD 5,000,000 have term of 2 years and 3 years and bear interest rate at 5.5% and 6.5% per annum respectively.
- ▶ Medium-term loans to Agriculture Promotion Bank amounting to USD 3,400,000 have term of 3 years and bear interest rate at 5.5% per annum and THB 67,000,000 with term of 3 years and bear interest rate at 5.5% per annum.

Breakdown of loan classification and provision for loans to other credit institutions are as follow:

Classification	Loan balance LAKm	Specific provision LAKm	General provision(*) LAKm
Performing loans			
- Normal or Pass	306,096	-	3,061
- Watch or Special mention	-	-	-
Non-performing loans (NPL)			
- Substandard	-	-	-
- Doubtful	-	-	-
- Loss	-	-	-
Total	306,096	-	3,061

(*): General provision for loans to other banks is recorded in capital and reserves (see Note 17).

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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15. INVESTMENT IN SECURITIES

	30/6/2013 LAKm	31/12/2012 LAKm
Available-for-sale securities	123,679	125,000
Equity securities issued by local business entities	123,679	125,000
Held-to-maturity securities	883,495	1,545,902
Debt securities issued by the Ministry of Finance	762,780	1,098,780
Debt securities issued by the Bank of Lao P.D.R	100,000	400,000
Debt securities issued by other entities	20,715	47,122
	1,007,174	1,670,902

15.1 Available-for-sale securities

Details of the Bank's equity securities - available-for-sale as at 30 June 2013 are as follows:

	30/6/2013 LAKm	31/12/2012 LAKm
Listed shares (EDL-Generation Public Company's shares)	123,679	125,000
	123,679	125,000

15.2 Held-to-maturity securities

Details of the Bank's securities - held-to-maturity as at 30 June 2013 are as follows:

	30/6/2013 LAKm	31/12/2012 LAKm
Treasury bills issued by the Ministry of Finance	449,000	785,000
Bonds issued by the Ministry of Finance	313,780	313,780
Bonds issued by the Bank of Lao P.D.R	100,000	400,000
Other securities	20,715	47,122
	883,495	1,545,902

15.2.1 Treasury bills issued by the Ministry of Finance

Details of the treasury bills as at 30 June 2013 are as follows:

Term	Issue date	Maturity date	Face value	Interest rate per annum
1 year	14-Feb-13	14-Feb-14	294,000	8.00%
1 year	5-Sep-12	5-Sep-13	50,000	8.50%
1 year	8-Apr-13	8-Apr-14	100,000	8.00%
1 year	23-Apr-13	23-Apr-14	5,000	8.00%
			449,000	

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15. INVESTMENT IN SECURITIES (continued)

15.2 Held-to-maturity securities (continued)

15.2.2 Bonds issued by the Ministry of Finance

	30/6/2013 LAKm	31/12/2012 LAKm
Triangle bonds	29,780	29,780
Capitalization bonds	98,000	98,000
Bonds for settlement of defaulted LC	20,000	20,000
Other bonds	166,000	166,000
	313,780	313,780

- ▶ Triangle bonds represent the bonds which were issued by the Ministry of Finance to either settle the balances due from the MOF or settle the debts owed to the Bank by customers who were in turn owed money by the MOF. The bonds are not transferrable and could be required to be extended on maturity by the MOF. The bonds carry a term of 17 years and bear no interest.
- ▶ Capitalization bonds were issued by the MOF to increase the Bank's chartered capital with the details as following:

<i>Issued date</i>	<i>Face value (LAKm)</i>	<i>Term</i>	<i>Interest rate (% p.a)</i>
03 January 2009	98,000	5 years	7.80%

- ▶ Bonds for settlement of defaulted LC are bonds issued by the MOF on 07 June 2007 under Decision No. 1330 in order to settle overdue letters of credit of customers which had been categorized as "Non-performing" since the year 1999. These bonds have maturities of 4 years with interest rate at 7% per annum.
- ▶ Other bonds issues by the Ministry of Finance are infrastructure bonds for the implementation of Wung Anh Port/Habour project (with total amount LAKm 146,000) and DM construction project (with total amount of LAKm 20,000). Details of these bonds are as follows:

<i>Issued date</i>	<i>LAKm equivalent</i>	<i>Term</i>	<i>Interest rate (% p.a)</i>
20 December 2011	50,000	2 years	3.00%
20 December 2011	50,000	3 years	3.50%
5 December 2011	46,000	5 years	8.00%
12 March 2012	20,000	2 years	3.00%
	166,000		

15.2.3 Bonds issued by the Bank of Lao P.D.R

Bonds issued by the Bank of Lao P.D.R in LAK and USD have term of 3 months – 6 months, bear interest rates ranging from 3.5% to 4.5% per annum. Interest is payable on the maturity date.

15.2.4 Other securities

Other securities are bonds issued by CIMB Thai Bank Public Company Limited. These bonds have terms ranging from 6 months to 1 year and bear interest at rates ranging from 2.70% to 8.00% per annum. Interest is payable on the maturity date.

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16. LOANS AND ADVANCES TO CUSTOMERS, NET OF SPECIFIC PROVISION

	30/6/2013 LAKm	31/12/2012 LAKm
Commercial loans	8,929,795	6,962,584
Less specific provision for credit losses	(18,648)	(59,954)
	8,911,147	6,902,630

Commercial loans denominated in LAK earn interest at rates varying from 8.00% to 14.50% per annum depending on the terms of the loans. Commercial loans denominated in USD and THB earn interest at rates ranging from 6.5% to 11.00% and 6.75% to 10.00% per annum, respectively.

16.1 Analysis of loan portfolio by currency

	30/6/2013 LAKm	31/12/2012 LAKm
Loans and advances denominated in LAK	3,747,262	2,687,559
Loans and advances denominated in USD	3,840,965	3,052,193
Loans and advances denominated in THB	1,341,316	1,222,832
Loans and advances denominated in EUR	252	-
	8,929,795	6,962,584

16.2 Analysis of loan portfolio by quality

	30/6/2013 LAKm	31/12/2012 LAKm
Normal or pass	8,541,423	6,269,413
Watch or Special mention	366,642	630,593
Substandard	250	2,614
Doubtful	5,766	1,067
Loss	15,714	58,897
	8,929,795	6,962,584

16.3 Analysis of loan portfolio by original term

	30/6/2013 LAKm	31/12/2012 LAKm
Short-term loans	2,643,155	2,384,208
Medium-term loans	4,832,072	3,321,483
Long-term loans	1,454,568	1,256,893
	8,929,795	6,962,584

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

16. LOANS AND ADVANCES TO CUSTOMERS, NET OF SPECIFIC PROVISION (continued)

16.4 Analysis of loan portfolio by type of industrial sectors

	30/6/2013 LAKm	31/12/2012 LAKm
Industrial services companies	1,354,457	786,756
Construction companies	2,932,664	1,824,878
Technical instruments enterprises	97,415	119,016
Agricultural and forestry	88,128	357,240
Trading companies	2,475,434	2,063,694
Transportation companies	499,910	161,387
Services companies	1,307,713	1,595,458
Other loans	174,074	54,155
	8,929,795	6,962,584

16.5 Changes in provision for credit losses

	Specific provision LAKm	General provision (*) LAKm
Balance as at 1 January 2013	59,954	81,607
Provision charged to expense in the period	358,290	569,964
Reversal of provision in the period	(360,257)	(555,738)
Non-performing loans written-off	(39,261)	-
Foreign exchange difference	(78)	580
Balance as at 30 June 2013	18,648	96,413

(*): General provision for loans and advances to customers is recorded in general provision for credit activities (see Note 17).

The breakdown of loan classification and provision as required by the BOL as at 30 June 2013 are as follows:

Classification	Loan balance LAKm	Specific provision LAKm	General provision LAKm
Performing loans	8,908,065	-	96,413
- Normal or Pass	8,541,423	-	85,414
- Watch or Special mention	366,642	-	10,999
Non-performing loans (NPLs)	21,730	18,648	-
- Substandard	250	50	-
- Doubtful	5,766	2,883	-
- Loss	15,714	15,715	-
Total	8,929,795	18,648	96,413

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16. LOANS AND ADVANCES TO CUSTOMERS, NET OF SPECIFIC PROVISION (continued)

16.5 Changes in provision for credit losses (continued)

The breakdown of loan classification and provision as required by the BOL as at 31 December 2012 were as follows:

<i>Classification</i>	<i>Loan balance LAKm</i>	<i>Specific provision LAKm</i>	<i>General provision LAKm</i>
Performing loans	6,900,006	-	81,607
- <i>Normal or Pass</i>	6,269,413	-	62,689
- <i>Watch or Special mention</i>	630,593	-	18,918
Non-performing loans (NPLs)	62,578	59,954	-
- <i>Substandard</i>	2,614	523	-
- <i>Doubtful</i>	1,067	534	-
- <i>Loss</i>	58,897	58,897	-
Total	6,962,584	59,954	81,607

17. GENERAL PROVISION FOR CREDIT ACTIVITIES

	<i>General provision for loans to other banks LAKm</i>	<i>General provision for loans and advances to customers LAKm</i>	<i>Total LAKm</i>
Balances as at 1 January 2013	3,580	81,607	85,187
Provision charged to expense in the period (see Note 12)	20,124	569,964	590,088
Reversal of provision in the period (see Note 9)	(20,549)	(555,738)	(576,287)
Foreign exchange difference	(94)	580	486
Balances as at 30 June 2013	3,061	96,413	99,474

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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18. INVESTMENT IN SUBSIDIARIES AND JOINT VENTURES

	30/6/2013		31/12/2012, restated	
	Book value LAKm	Ownership %	Book value LAKm	Ownership %
Investment in subsidiaries				
BCEL Leasing Company Limited	9,000	100%	9,000	100%
BCEL - Krung Thai Securities Company Limited	70,000	70%	70,000	70%
Investment in joint ventures				
Lao Viet Joint Venture Bank	199,031	35%	199,031	35%
Banque Franco - Lao Company Limited	138,000	46%	138,000	46%
Lao-Viet Insurance Joint Venture Company	7,369	29%	7,369	29%
	423,400		423,400	

- BCEL Leasing Company Limited is incorporated in the Lao P.D.R under the Business License No. 011/09 granted by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R on 17 November 2009. Its head office is located in Vientiane Capital and it engages in providing leasing services.
- BCEL - Krung Thai Securities Company Limited is incorporated in the Lao P.D.R under the Business License No. 180-10 granted by the Investment Promotion Department of the Ministry of Planning and Investment of the Lao P.D.R on 14 December 2010. The company's principal activities are to provide brokerage services, proprietary trading, finance and securities investment advisory services, custody services, underwriting for share issues and other value added services.
- Lao Viet Joint Venture Bank ("LVB") is incorporated in the Lao P.D.R with its head office located in Vientiane and engages in the provision of banking services. It is a joint venture with the Bank for Investment and Development of Vietnam, a state-owned commercial bank incorporated in the Socialist Republic of Vietnam. The joint venture was granted the banking license on 31 March 2000 by the Bank of Lao P.D.R for a period of 30 years. The legal capital of LVB is USD 15,000,000 and had been fully contributed by partners as at 31 December 2009. In 2012, the Bank has contributed additional capital of USD 5,625,000 on 20 March 2012 and USD 11,375,000 on 28 December 2012. As at 30 June 2013, total contributed capital of the Bank was USD 24,500,000, equivalent to LAKm 202,958.
- Banque Franco - Lao Company Limited ("BFL") is incorporated in the Lao P.D.R with its head office located in Vientiane and engages in the provision of banking services. It is a joint venture with Cofibred Company Frances De La Bred which is a state-owned bank incorporated in Paris, France. The joint venture was granted the temporary banking license on 01 October 2009 and a permanent license on 16 July 2010 by the Bank of Lao P.D.R. The legal capital of BFL was USD 20 million which was later revised to USD 37 million in accordance with the President's decree issued on 24 September 2009 and letter No. 01/BOL dated 28 January 2010 from BOL. The total amount of USD 1,840,000 and LAK 122,854,960,000 was contributed by the Bank as at 30 June 2013.
- Lao-Viet Insurance Joint Venture Company ("LVI") is incorporated as a joint venture company in the Lao P.D.R providing insurance services under the Investment License No. 077/08/FIMC issued by the Foreign Investment Management Committee on 09 June 2008. It is a joint venture with BIDV Insurance Joint Stock Corporation and Lao Viet Joint Venture Bank. LVI's legal capital is USD 3,000,000 and has been fully contributed by partners on 17 July 2008.

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19. INTANGIBLE FIXED ASSETS

Movement of intangible fixed assets for the six-month period ended 30 June 2013 is as follows:

	<i>Land use rights LAKm</i>	<i>Software LAKm</i>	<i>Total LAKm</i>
Cost:			
As at 1 January 2013	167,283	32,624	199,907
Additions	3,073	42,154	45,227
Disposal	-	(304)	(304)
As at 30 June 2013	170,356	74,474	244,830
Accumulated amortization:			
As at 1 January 2013	-	13,051	13,051
Charge for the period	-	6,762	6,762
Disposal	-	(304)	(304)
As at 30 June 2013	-	19,509	19,509
Net book value:			
As at 1 January 2013	167,283	19,573	186,856
As at 30 June 2013	170,356	54,965	225,321

20. TANGIBLE FIXED ASSETS

Movement of tangible fixed assets for the six-month period ended 30 June 2013 is as follows:

	<i>Buildings & improvements LAKm</i>	<i>Office equipments LAKm</i>	<i>Furniture & fixtures LAKm</i>	<i>Motor vehicles LAKm</i>	<i>Total LAKm</i>
Cost:					
As at 1 January 2013	190,520	97,701	22,845	16,318	327,384
Additions	5,753	9,070	1,074	2,285	18,182
Disposal	(900)	(6,776)	(65)	(508)	(8,249)
As at 30 June 2013	195,373	99,995	23,854	18,095	337,317
Accumulated depreciation:					
As at 1 January 2013	29,720	45,588	4,965	6,704	86,977
Charge for the period	6,035	10,114	1,176	1,667	18,992
Disposal	(250)	(6,653)	(1)	(508)	(7,412)
As at 30 June 2013	35,505	49,049	6,140	7,863	98,557
Net book value:					
As at 1 January 2013	160,800	52,113	17,880	9,614	240,407
As at 30 June 2013	159,868	50,946	17,714	10,232	238,760

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
as at 30 June 2013 and for the six-month period then ended

21. ACCRUED INTEREST RECEIVABLES

	30/6/2013 LAKm	31/12/2012 LAKm
Accrued interest receivables – balance with the BOL	-	100
Accrued interest receivables – due from banks	4,281	6,478
Accrued interest receivables – loans and advances to customers	68,667	54,234
Accrued interest receivables – securities investments	22,023	37,630
	94,971	98,442

22. OTHER ASSETS

	30/6/2013 LAKm	31/12/2012 LAKm
Stationeries and other tools	1,038	826
Checks in collection	14,055	6,975
Assets waiting for sales	6,291	3,981
Prepaid expenses to be allocated	30,085	19,801
Prepayments	56,971	37,911
Others	8,498	12,448
	116,938	81,942

23. AMOUNTS DUE TO OTHER BANKS

	30/6/2013 LAKm	31/12/2012 LAKm
Demand deposits	724,888	830,878
Domestic banks	355,322	324,504
Foreign banks	38,129	2,769
National treasury	331,315	503,564
Other government institutions	122	41
Saving deposits	17,521	17,231
Domestic banks	14,975	14,850
Foreign banks	1,259	2,381
Other government institutions	1,287	-
Term deposits	8,448	14,801
Foreign banks	-	5,000
Other government institutions	8,448	9,801
Borrowings from other banks	58,424	60,067
Bank of Lao P.D.R	58,424	60,067
Other payables to other banks	11,322	1,723
Cheque payable	11,030	1,478
Pending remittance	292	245
	820,603	924,700

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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23. AMOUNTS DUE TO OTHER BANKS (continued)

Saving deposits from other banks denominated in LAK, USD, THB bear interest at rates from 1.15 – 1.70%, 0.50 – 1.15%, 0.50 – 0.85% per annum, respectively.

Term deposit from other government institutions is 36 months term deposit of Assurances Generales du Laos Ltd. amounting to USD 1,090,000 bear interest at rate of 3.20% per annum.

Borrowings from the BOL include:

- ▶ Borrowing from the BOL represents the medium-term loan of USD 310,000 as at 30 June 2013 (original loan amount is USD 2,000,000) from the BOL for the purpose of investment in Lao Viet Joint Venture Bank. The loan's principal is paid annually from 2000 to 2014. The loan does not bear interest if the principal repayment is made on time.
- ▶ Other borrowings from the BOL represents the long-term loan of USD 7,228,571 as at 30 June 2013 (original loan amount is USD 9,200,000) from the BOL for the purpose of investment in Banque Franco - Lao Company Limited. The loan's principal is paid annually from 2010 to 2023 with the interest rate of 0.25% per annum.

24. AMOUNTS DUE TO CUSTOMERS

	30/6/2013 LAKm	31/12/2012 LAKm
Demand deposits	2,706,813	2,893,119
Demand deposits in LAK	937,325	1,013,307
Demand deposits in FC	1,769,488	1,879,812
Saving deposits	5,533,125	5,391,968
Saving deposits in LAK	1,694,448	1,685,350
Saving deposits in FC	3,838,677	3,706,618
Margin deposits	101,713	145,548
Margin deposits in LAK	14,561	19,271
Margin deposits in FC	87,152	126,277
Fixed term deposits	4,696,921	4,172,639
Fixed term deposits in LAK	3,234,174	1,039,488
Fixed term deposits in FC	1,462,747	3,133,151
Other amount payables to customers	87,151	164,888
Cheque payable	48,664	86,804
Others payables	38,487	78,084
	13,125,723	12,768,162

Saving deposits from customers denominated in LAK, USD and THB bear interest at rate of 3.00%, 1.40% and 1.15% annum respectively.

Fixed term deposits in LAK, USD, THB have terms of 3, 6, 12 months and more than 1 year and are subject to interest rates ranging from 2.15 – 6.00%, 3.00 – 8.00 %, 5.15 – 10.00% and 3.75% - 13.25% per annum respectively.

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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25. ACCRUED INTEREST PAYABLES

	30/6/2013 LAKm	31/12/2012 LAKm
Accrued interest expense – balance with the BOL	70	5
Accrued interest expense – balance with other banks	1,130	286
Accrued interest expense – customer deposits	89,281	63,597
	90,481	63,888

26. TAXATION

26.1 Enterprise income tax expense

Major components of tax expense were as follows:

	For the six- month period ended 30 June 2013 LAKm	For the six- month period ended 30 June 2012 LAKm
Enterprise income tax expense in accordance with statutory tax regulations		
- Current	26,378	35,067
Total tax expense for the period	26,378	35,067

26.2 Current Enterprise income tax

Provision is made for taxation on the current period's profits, based on the Tax Law governing taxation within Lao P.D.R. The Bank is obliged to pay tax at rate of 24% on total profit before tax in accordance with the new Tax Law No.05 dated 20 December 2011 which is effective on or after 1 January 2013 (2012: the Bank is obliged to pay the higher amount of 28% of total profit before tax and 1% of total revenue in accordance with the old Tax Law No.001 dated 1 March 2011). Additionally, in accordance with Decree 001 dated 28 December 2010 issued by the President of Laos P.D.R, the tax rate for listed companies is reduced by 5% within 4 years from the date of listing. Accordingly, the Bank is subject to the tax rate of 19% for the six-month period ended 30 June 2013 (2012: 23%).

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NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (continued)
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26. TAXATION (continued)

26.2 Current Enterprise income tax (continued)

	For the six-month period ended 30 June 2013 LAKm	For the six-month period ended 30 June 2012 LAKm
Method 1		
Total taxable revenues	2,557,999	470,831
Enterprise Income Tax at 1% of total taxable revenues	25,580	4,708
Method 2		
Profit before tax	138,142	156,235
Less:		
Income exempt from EIT (dividend income)	(7,326)	(3,883)
Add:		
Non-deductible expenses	8,014	114
Taxable profit	138,830	152,466
Enterprise income tax expense at 19% of total taxable profit of the Bank (2012: 23%)	26,378	35,067
Current enterprise income tax (higher of the two methods)	26,378	35,067
Payable at the beginning of the period	54,819	57,005
Tax paid during the period	(52,153)	(57,937)
Payable at the end of the period	29,044	34,135

The Bank's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations in many types of transactions is susceptible to varying interpretations, amounts reported in the interim separate financial statements could be changed at a later date upon final determination by the tax authorities.

27. OTHER LIABILITIES

	30/6/2013 LAKm	31/12/2012 LAKm
Payables to employees	767	31,987
Payable to suppliers	7,845	13,684
Termination allowances	6,854	5,691
Other payables	19,761	71,757
	35,227	123,119

28. CASH AND CASH EQUIVALENTS

	30/6/2013 LAKm	31/12/2012 LAKm
Cash on hand	1,368,582	1,132,745
Balances with the BOL	1,702,700	1,555,943
Current accounts with other banks	414,211	1,430,005
	3,485,493	4,118,693

29. TRANSACTIONS WITH RELATED PARTIES

Related party transactions include all transactions undertaken with other parties to which the Bank is related. A party is related to the Bank if:

- (a) directly, or indirectly through one or more intermediaries, the party:
 - controls, is controlled by, or is under common control with, the Bank (this includes parents, subsidiaries and fellow subsidiaries);
 - has an interest in the Bank that gives it significant influence over the Bank; or
 - has joint control over the Bank.
- (b) the party is a joint venture in which the Bank is a venture;
- (c) the party is a member of the key management personnel of the Bank or its parent;
- (d) the party is a close member of the family of any individual referred to in (a) or (d);
- (e) the party is an Bank that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such Bank resides with, directly or indirectly, any individual referred to in (c) or (d); or
- (f) the party is a post-employment benefit plan for the benefit of employees of the Bank, or of any Bank that is a related party of the Bank.

Significant balances with related parties as at 30 June 2013 are as follows:

<i>Related party</i>	<i>Relationship</i>	<i>Transactions</i>	<i>Receivable LAKm</i>	<i>Payable LAKm</i>
The Bank of Lao P.D.R	Direct controller	Borrowings and accrued interest from the BOL	-	58,424
The Bank of Lao P.D.R	Direct controller	BCEL's demand deposits at BOL	1,088,571	-
The Bank of Lao P.D.R	Direct controller	BCEL's compulsory deposits at BOL	614,129	-
The Bank of Lao P.D.R	Direct controller	Investment in BOL's bonds	100,000	-
The Ministry of Finance of Lao P.D.R	Direct owner	Investment in MOF's bonds	762,780	-
BCEL Leasing Company	Subsidiary	Current accounts	-	1,702
BCEL Leasing Company	Subsidiary	Loans and accrued interest	-	124,986
BCEL - Krung Thai	Subsidiary	Current accounts	-	34,635
Securities Company Limited BCEL - Krung Thai	Subsidiary	Saving accounts	-	6,195
Securities Company Limited Lao Viet Joint Venture Bank	Joint venture	Current accounts	-	17,109
Banque Franco – Lao Company Limited	Joint venture	Current accounts	-	10,413
Lao Viet Insurance Company	Joint venture	Saving accounts	-	36
Lao Viet Insurance Company	Joint venture	Current accounts	-	7,137

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29. TRANSACTIONS WITH RELATED PARTIES (continued)

Significant balances with related parties as at 31 December 2012 were as follow:

<i>Related party</i>	<i>Relationship</i>	<i>Transactions</i>	<i>Receivable LAKm</i>	<i>Payable LAKm</i>
The Bank of Lao P.D.R	Direct controller	Borrowings and accrued interest from the BOL	-	60,067
The Bank of Lao P.D.R	Direct controller	BCEL's demand deposits at BOL	832,546	-
The Bank of Lao P.D.R	Direct controller	BCEL's compulsory deposits at BOL	723,397	-
The Bank of Lao P.D.R	Direct controller	BCEL's term deposits and accrued interest at BOL	26,713	-
The Bank of Lao P.D.R	Direct controller	Investment in BOL's bonds	400,000	-
The Ministry of Finance of Lao P.D.R	Direct owner	Investment in MOF's bonds	1,098,780	-
BCEL Leasing Company	Subsidiary	Current accounts	-	1,852
BCEL Leasing Company	Subsidiary	Loans and accrued interest	-	6,809
BCEL - Krung Thai Securities Company Limited	Subsidiary	Saving accounts	-	65,229
Lao Viet Joint Venture Bank	Joint venture	Current accounts	-	21,640
Banque Franco – Lao Company Limited	Joint venture	Current accounts	-	3,545
Lao Viet Insurance Company	Joint venture	Saving accounts	-	1,241

Remuneration to members of the Board of Directors and the Board of Management was as follows:

	<i>For the six-month period ended 30 June 2013 LAKm</i>	<i>For the six-month period ended 30 June 2012 LAKm</i>
Salaries	429	540
Responsibility allowance	720	547
	1,149	1,087

30. EARNINGS PER SHARE

Earnings per share ("EPS") amounts is calculated by dividing net profit after tax for the period attributable to ordinary shareholders of the Bank by the weighted average number of ordinary share outstanding during the period.

The following reflects the income and share data used in the earnings per share computation.

	<i>For the six-month period ended 30 June 2013</i>	<i>For the six-month period ended 30 June 2012</i>
Net profit after tax attributable to ordinary equity holders for basic earnings (LAKm)	111,764	121,168
Weighted average number of ordinary shares for basic earnings per share (units)	136,577,600	136,577,600
Face value per share (LAK)	5,000	5,000
Earnings per share (LAK)	818	887

31. CAPITAL MANAGEMENT

The Bank maintains minimum regulatory capital in accordance with Regulation No 536/BFSD/BOL dated 14 October 2009 by the Governor of Commercial Bank Supervision Department of BOL and other detailed guidance. The primary objectives of the Bank's capital management are to ensure that the Bank complies with externally imposed capital requirements by the BOL. The Bank recognizes the need to maintain effectiveness of assets and liabilities management to balance its profit and capital adequacy.

In accordance with Regulation 536/BFSD/BOL the Bank's regulatory capital is analyzed into two tiers:

- ▶ Tier 1 capital, which includes chartered capital, regulatory reserve fund, business expansion fund and other funds, and retained earnings;
- ▶ Tier 2 capital, which includes qualifying subordinated liabilities, general provisions and the element of fair value reserve relating to unrealized gains/losses on equity instruments classified as available for sale.

Various limits are applied to elements of the capital base: qualifying tier 2 cannot exceed tier 1 capital, and qualifying subordinated liabilities may not exceed 50% of tier 1 capital.

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31. CAPITAL MANAGEMENT (continued)

An analysis of the Bank's capital based on financial information derived from the interim separate financial statements is as follows:

	30/6/2013	31/12/2012 restated
	LAKm	LAKm
Tier 1 capital	976,379	923,601
Tier 2 capital	99,474	85,187
Total capital	1,075,853	1,008,788
Less: Deductions from capital (Investments in other entities)	(423,400)	(423,400)
Capital for CAR calculation (A)	652,453	585,388
Risk weighted balance sheet items	5,513,018	5,181,591
Risk weighted off balance sheet items	1,618,619	2,478,987
Total risk weighted assets (B)	7,131,637	7,660,578
Capital Adequacy Ratio (A/B)	9.15%	7.64%

32. RESTATEMENT OF CORRESPONDING FIGURES

Certain corresponding figures on the interim balance sheet have been restated as follows:

Extracted from the balance sheet as at 31 December 2012:

	31/12/2012 (Reported) LAKm	Restatement LAKm	31/12/2012 Restated LAKm
BALANCE SHEET			
Investment in subsidiaries and joint-ventures (i)	426,967	(3,567)	423,400
TOTAL ASSETS	14,947,043	(3,567)	14,943,476
Retained earnings (i)	60,488	(3,567)	56,921
TOTAL LIABILITIES AND CAPITAL	14,947,043	(3,567)	14,943,476

- (i) To retranslate the investments in joint ventures using the rate stipulated by the BOL. Accordingly, the investment contributed before 2010 was translated at rate ruling in 31 January 2010. Further capital contribution after 31 January 2010 is translated at rate ruling on the capital contributed date.

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33. EVENTS AFTER THE INTERIM SEPARATE BALANCE SHEET DATE

Other than as disclosed elsewhere in these interim separate financial statements, at the date of this report, there were no events, which occurred subsequent to 30 June 2013, that significantly impacted the interim separate financial position of the Bank as at 30 June 2013.



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9 August 2013