BARCLAYS PLC
Form 6-K
August 02, 2011

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13A-16 OR 15D-16
UNDER THE SECURITIES EXCHANGE ACT OF 1934

August 2, 2011

Barclays PLC and
Barclays Bank PLC
(Names of Registrants)

1 Churchill Place
London E14 5HP
England

(Address of Principal Executive Offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F x Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No x

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

This Report is a joint Report on Form 6-K filed by Barclays PLC and Barclays Bank PLC. All of the issued ordinary share capital of Barclays Bank PLC is owned by Barclays PLC.

This Report comprises:

Information given to The London Stock Exchange and furnished pursuant to General Instruction B to the General Instructions to Form 6-K.

EXHIBIT INDEX

Half Yearly Report - August 2, 2011

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, each of the registrants has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

BARCLAYS PLC
(Registrant)

Date: August 2, 2011

By: /s/ Patrick Gonsalves

Patrick Gonsalves
Deputy Secretary

BARCLAYS BANK PLC
(Registrant)

Date: August 2, 2011

By: /s/ Patrick Gonsalves

Patrick Gonsalves
Joint Secretary

Barclays PLC
Interim Results Announcement

30 June 2011

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BARCLAYS PLC, 1 CHURCHILL PLACE, LONDON, E14 5HP, UNITED KINGDOM. TELEPHONE: +44 (0) 20 7116 1000. COMPANY NO. 48839

Unless otherwise stated, the income statement analyses compare the six months to 30 June 2011 to the corresponding six months of 2010 and balance sheet comparisons relate to the corresponding position at 31 December 2010.

Adjusted profit before tax and adjusted performance metrics have been presented to provide a more consistent basis for comparing business performance between periods. These measures exclude: the impact of own credit; the provision for PPI redress; and gains and losses on acquisitions and disposals of subsidiaries, associates, joint ventures and strategic investments.

Relevant terms that are used in this document but are not defined under applicable regulatory guidance or International Financial Reporting Standards (IFRS) are explained in the glossary on pages 96 to 103.

In accordance with Barclays policy to provide meaningful disclosures that help investors and other stakeholders understand the financial position, performance and changes in the financial position of the Group for the year, and having regard to the BBA Disclosure Code, the information provided in this report goes beyond minimum requirements. Barclays continues to develop its financial reporting considering best practice and welcomes feedback from investors, regulators and other stakeholders on the disclosures that investors would find most useful.

The information in this announcement, which was approved by the Board of Directors on 1 August 2011, does not comprise statutory accounts within the meaning of Section 434 of the Companies Act 2006. Statutory accounts for the year ended 31 December 2010, which included certain information required for the Joint Annual Report on Form 20-F of Barclays PLC and Barclays Bank PLC to the US Securities and Exchange Commission (SEC) and which contained an unqualified audit report under Section 495 of the Companies Act 2006 and which did not make any statements under Section 498 of the Companies Act 2006, have been delivered to the Registrar of Companies in accordance with Section 441 of the Companies Act 2006.

Forward-looking Statements

This document contains certain forward-looking statements within the meaning of Section 21E of the US Securities Exchange Act of 1934, as amended, and Section 27A of the US Securities Act of 1933, as amended, with respect to certain of the Group's plans and its current goals and expectations relating to its future financial condition and performance. Barclays cautions readers that no forward-looking statement is a guarantee of future performance and that actual results could differ materially from those contained in the forward-looking statements. These forward-looking statements can be identified by the fact that they do not relate only to historical or current facts. Forward-looking statements sometimes use words such as "may", "will", "seek", "continue", "aim", "anticipate", "target", "expect", "estimate", "intend", "plan", "goal", "believe" or other words of similar meaning. Examples of forward-looking statements include, among others, statements regarding the Group's future financial position, income growth, assets, impairment charges, business strategy, capital ratios, leverage, payment of dividends, projected levels of growth in the banking and financial markets, projected costs, estimates of capital expenditures, and plans and objectives for future operations and other statements that are not historical fact. By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances, including, but not limited to, UK domestic and global economic and business conditions, the effects of continued volatility in credit markets, market related risks such as changes in interest rates and exchange rates, effects of changes in valuation of credit market exposures, changes in valuation of issued notes, the policies and actions of governmental and regulatory authorities, including requirements regarding capital and Group structures, changes in legislation, the further development of standards and interpretations under IFRS applicable to past, current and future periods, evolving practices with regard to the interpretation and application of standards under IFRS, the outcome of pending and future litigation, the success of future acquisitions and other strategic transactions and the impact of competition - a number of such factors being beyond the Group's control. As a result, the Group's actual future results may differ materially from the plans, goals, and expectations set forth in the Group's forward-looking statements.

Any forward-looking statements made herein speak only as of the date they are made. Except as required by the UK Financial Services Authority (FSA), the London Stock Exchange or applicable law, Barclays expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statements contained in this announcement to reflect any change in Barclays expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based. The reader should, however, consult any additional disclosures that Barclays has made or may make in documents it has filed or may file with the SEC.

Performance Highlights

Group Unaudited Results	30.06.11	30.06.10	
	£m	£m	% Change
Total income net of insurance claims excluding own credit	15,241	15,730	(3)
Own credit gain	89	851	nm
Total income net of insurance claims	15,330	16,581	(8)
Impairment charges and other credit provisions	(1,828)	(3,080)	(41)
Net operating income	13,502	13,501	0
Operating expenses excluding provision for payment protection insurance (PPI) redress	(9,829)	(9,720)	1
Provision for PPI redress1	(1,000)	-	nm
Profit before tax	2,644	3,947	(33)
Own credit gain	(89)	(851)	nm
Provision for PPI redress1	1,000	-	nm
Losses/(gains) on acquisitions and disposals 2	123	(133)	nm
Adjusted profit before tax	3,678	2,963	24
Profit after tax	1,983	2,921	(32)
Profit attributable to equity holders of the parent	1,498	2,431	(38)
Basic earnings per share	12.5p	20.9p	(40)
Dividend per share	2.0p	2.0p	0
Capital and Balance Sheet	30.06.11	31.12.10	
Core Tier 1 ratio	11.0%	10.8%	nm
Risk weighted assets	£395bn	£398bn	(1)
Adjusted gross leverage	20x	20x	nm
Group liquidity pool	£145bn	£154bn	(6)
Net asset value per share	423p	417p	1
Net tangible asset value per share	353p	346p	2
Group loan: deposit ratio	118%	124%	nm

	Adjusted3		Statutory	
Performance Measures	30.06.11	30.06.10	30.06.11	30.06.10
Return on average shareholders' equity	9.1%	6.9%	5.9%	9.8%
Return on average tangible shareholders' equity	10.9%	8.4%	7.1%	12.0%
Return on average risk weighted assets	1.4%	1.1%	1.0%	1.5%
Cost: income ratio	64%	62%	71%	59%
Cost: net operating income ratio	73%	77%	80%	72%

Profit Before Tax by Business	Adjusted3		Statutory	
Retail and Business Banking	1,446	1,086	446	1,219
Corporate and Investment Banking	2,327	2,172	2,352	3,023
Wealth and Investment Management	139	126	81	126
Head Office Functions and Other Operations	(234)	(421)	(235)	(421)
Profit before tax	3,678	2,963	2,644	3,947

		30.06.11		30.06.10
Income by Geographic Segment4	£m	%	£m	%
UK	6,279	41	6,491	39
Europe	2,226	15	2,818	17
Americas	3,687	24	4,104	25
Africa and the Middle East	2,501	16	2,392	14
Asia	637	4	776	5

1 Provision for the settlement of PPI claims following the conclusion of the Judicial Review proceedings. Refer to note 17 for further details.
2 2011 includes a £58m loss on disposal of a portion of the Group's strategic investment in BlackRock, Inc. recycled through investment income, and
a £64m provision relating to the sale of Barclays Bank Russia.
3 Adjusted performance metrics reflect the adjusting items to profit before tax disclosed above.
4 Total income net of insurance claims based on counterparty location.

"I am pleased with the progress made across Barclays in the first half. We have performed well on our journey to a targeted 13% return on equity by 2013 and have made specific progress against our execution priorities of capital strength, returns on equity, income growth and citizenship.

We have delivered underlying profit before tax up 24% to £3,678m1, and our underlying return on average shareholders' equity improved to 9.1%, despite a lacklustre economic environment in many of our major markets which impacted income generation. Our operating expenses have been tightly controlled while we have continued to invest in selected growth initiatives in a number of our businesses.

Our capital, liquidity and funding position is rock solid. We look forward to the finalisation of new banking regulations over the coming months. This will help us balance requirements to hold more capital and liquidity on the one hand, with the desire of shareholders for us to distribute higher dividends and with business demand for us to help support economic growth, on the other. In the meantime we are meeting our Project Merlin commitments and have extended £20bn of new lending to businesses in the UK in the first half. We are on track to lend at least £40bn for the year."

Bob Diamond, Chief Executive

- Adjusted Group profit before tax of £3,678m up 24% (2010: £2,963m). Profit before tax of £2,644m down 33% (2010: £3,947m), reflecting the £1,000m PPI provision, loss on acquisitions and disposals, and reduced gain on own credit

- Impairment charge of £1,828m down 41% (2010: £3,080m) with a year-to-date annualised loan loss rate of 74bps (2010: 118bps)

- Net operating income up 6% to £13,413m (2010: £12,650m) excluding own credit

- Operating expenses excluding PPI provision of £9,829m up 1% (2010: £9,720m)

- Adjusted return on average shareholders' equity improved to 9.1% (2010: 6.9%) and adjusted return on average tangible shareholders' equity improved to 10.9% (2010: 8.4%)

- Core Tier 1 ratio strengthened to 11.0% (31 December 2010: 10.8%), adjusted gross leverage was 20x (31 December 2010: 20x) and liquidity was strong with a liquidity pool of £145bn (31 December 2010: £154bn)

- Increased gross new UK lending to businesses of £20bn, including £7bn to SMEs, exceeding Project Merlin targets

- Second interim dividend of 1.0p per share, making 2.0p for the half year

1 Underlying or adjusted results reverse out the financial impact of the provision for PPI redress, movements in own credit and acquisitions and disposals over the period because we view these items as one-off and want to demonstrate the trends in our operating performance. We have not adjusted for restructuring costs.

Chief Executive's Review

H1 2011 Performance Summary

Barclays delivered an encouraging performance in the first half of 2011. Our universal banking model provides diversification by business line, product, geography and funding source, and has again been a source of strength in volatile financial markets. Adjusted Group profit before tax increased 24% to £3,678m (2010: £2,963m). Net operating income, excluding own credit, increased 6% to £13,413m (2010: £12,650m) as the continued improvement in impairment more than offset a 3% fall in total income, excluding own credit, to £15,241m.

We set out at our recent Investor Seminar our plans to deliver 13% return on equity by 2013. The results we are reporting today demonstrate the steady progress we are making on delivering against that goal, despite economic and regulatory uncertainties, by focusing on our core execution priorities of Capital, Returns, Income Growth and Citizenship.

Capital

We continue to strengthen our capital position and our net asset value. Our Core Tier 1 ratio stood at 11.0% at the end of June, up from 10.8% at the year end. Net asset value per share also increased 6p to 423p since the year end and has increased by 9p over the second quarter.

Our Core Tier 1 ratio has now doubled from 5.6% since the end of 2008 and a significant proportion of this increase has been as a result of the sustained profitability of Barclays over this period. We will continue to generate internally any additional capital that we will be required to hold to meet regulatory change over the coming years.

We have also maintained strong liquidity, with a surplus liquidity pool, of £145bn, which protects us from funding stress, a Basel III Liquidity Coverage Ratio up to 86% from 80% at the year end and a Basel III Net Stable Funding Ratio of 96%, up from 94% at the year end. We have pre-financed all our wholesale term funding which matures in 2011. Our adjusted gross leverage is consistent at 20x.

In July we passed the European Banking Authority's (EBA) Stress Test. Our EBA-defined CT1 ratio was 7.3%, significantly above the 5% minimum level set by the EBA. We achieved this result without the benefit of our shareholding in BlackRock, which is a further source of capital strength at a time of stress. We have provided further information in this Interim Results Announcement on our Eurozone exposures, the majority of which relate to our retail and corporate banking businesses in Spain, Italy and Portugal, in order to increase market understanding of our positions which we believe are appropriately marked and many of which are secured.

Our financial strength presents a rock solid foundation for our business in times of economic uncertainty.

Returns

Our commitment is to deliver a 13% return on equity by 2013. We reaffirmed this at our recent Investor Seminar and provided further detail then on a business by business basis of how we propose to achieve this. So what progress have we made over the first half? In aggregate our adjusted return on average shareholders' equity improved to 9.1% (2010: 6.9%) and our adjusted return on average tangible shareholders' equity improved to 10.9% (2010: 8.4%).

Retail and Business Banking - We are focused on creating happy customers and positive operating jaws, in other words income growing faster than costs, in order to deliver returns on equity of 13-15% by 2013. We have set aside £1bn as a provision to enable us to resolve outstanding Payment Protection Insurance (PPI) complaints and are moving quickly to clear this issue in a transparent and efficient manner. In UK Retail and Business Banking, we are executing end-to-end customer process simplification with the goal of reducing complaints by between 20% and 50% per process by 2013. Our customer satisfaction shows encouraging trends. We closed our branch-based financial planning business as we could not see a path to adequate returns for this business in the UK. In Spain, we substantially strengthened our management team and reached agreement with labour unions and the Government to restructure our network and cost base which will see a 20% reduction in the branch network and a 16% reduction in headcount. In Europe RBB, we broke even in June before restructuring. Our European business has a way to go before reaching our target return thresholds but we are taking the tough decisions that will put this on track. In Barclaycard we acquired the Egg consumer card assets and MBNA corporate card portfolio in the UK. And in Africa RBB we are integrating the operational management of Absa and Barclays activities in the rest of the African continent to position ourselves better to take advantage of the economic growth opportunities which we expect in Africa in the years to come.

Corporate and Investment Banking - The development of Barclays Capital into a full service and truly global investment bank is almost complete and in the first half we were able to reduce operating expenses. We are targeting 15% return on average equity in 2013 on Basel 3 basis. Euromoney magazine named Barclays Capital its Global Investment Bank of the Year for 2011 for the first time as clients and commentators recognise the success of this transformation. While the overall business environment for investment banking services is not as strong as we would like, Barclays Capital is on track to compete as a global top 3 player in each of the major categories in which it operates and is adapting well to regulatory change. The reduction of legacy assets by £6.0bn over the half, with assets sold at or above marks in most cases, is encouraging. At Barclays Corporate, where we are targeting an 11% return on average equity in aggregate and 14% in the UK by 2013, we have turned the corner in our international businesses. The sale of Barclays Bank Russia is well advanced and we have taken a charge in the first half in anticipation of this completing shortly. Impairment in Spain is reducing as a result of the decisive and early action we took in 2010 to address the weakness of the economy and we continue to manage our risks in Spain and Portugal very carefully given current economic weakness. Our UK business has been resilient even in the face of lack of business confidence. We are on track to break even in Barclays Corporate for the full year, with substantial improvements expected thereafter.

Wealth and Investment Management - We set out in detail our ongoing plans for Barclays Wealth at our recent Investor Seminar. Over the half we continued to invest in the Gamma plan as we build out our banking staff and technology platforms. We continue to grow client assets and are on track to deliver our target returns on equity of 17-18% by 2013. We remain happy with our investment in BlackRock.

Income Growth

Our ability to generate income growth is dependent on the strength of our franchises. There are three businesses within the Barclays portfolio that are world class and operate in the top tier of their respective industries, namely UK Retail and Business Banking, Barclaycard and Barclays Capital. Each of these businesses has proven scale, leading technology and deep relationships with their customers and clients. These businesses are generating good returns in a tough economic environment that clearly demonstrates the value of these franchises.

We also have two businesses that stand on the threshold of the top tier. Barclays Wealth and Barclays Africa have great opportunities to build on their current positions. In Africa we are integrating the operational management of Absa and Barclays Africa to take full advantage of the people, technology and product expertise that exist in these businesses and our African franchises as a whole delivered income growth of 8% in the first half of 2011. In Barclays Wealth we continue to invest to build a leading reputation for performance and client service, and increase our scale. Income growth in the first half was 12% here following growth of 18% for 2010. Over the next two to three years we think these businesses will assume global top tier positions.

We have more work to do in Barclays Corporate outside the UK and in our Europe Retail and Business Bank. We believe that in both cases we have the foundations of good businesses with strong client and customer franchises. We have taken decisive action in order to improve performance which I have already referred to. These results demonstrate that our efforts are starting to pay off, but we acknowledge there is still more hard work required.

Before turning to our Citizenship performance, I want to address the overall economic and regulatory environment which will influence our revenue and impairment performance going forward.

Macroeconomic Environment

Market uncertainty about the outlook for sovereign debt in some Eurozone countries and in the US will only be allayed by decisive leadership. We have said consistently that we support efforts to deleverage the public sector in the UK and elsewhere and believe that the private sector must take up the mantle of supporting growth.

To play their full role as a catalyst for growth, banks need a clear regulatory framework within which to operate.

Together, resolution of the developed world sovereign debt crisis and a speedy conclusion of the bank regulatory reform agenda will give businesses the confidence that many currently lack to invest and grow. We note the actions of our clients: for example, the current account balances of our UK small business customers have grown 41% since the start of the year as many retain cash rather than invest.

We support efforts to reduce public sector deficits and to produce a stronger regulatory framework for banks. We continue to work with our clients, governments and regulators to support economic growth and job creation, and to deliver a safer financial system, despite the current uncertainty. The strength of corporate balance sheets and the cash that companies currently hold bodes well for economic activity and jobs once certainty is achieved, and confidence is restored. I believe that economic growth can be delivered in developed markets even as governments cut spending.

Regulation

Obtaining regulatory certainty is critically important in order for us to make long term investment and risk decisions in each of our businesses. During the first half of the year the Independent Commission on Banking (ICB) issued its Interim Report, including preliminary recommendations for the ring fencing of UK retail banking activities. We continue to engage proactively and constructively with the ICB, regulators and UK Government to ensure a rational and carefully evaluated set of reforms emerge that help to improve the safety of the banking system so that taxpayers are never again called upon to rescue banks, without imposing unnecessary costs or leaving the UK financial sector disadvantaged competitively relative to banks based elsewhere.

Since the end of the first half, the Financial Stability Board (FSB) has produced guidelines for globally systemically important financial institutions (GSIFIs) and recommendations for bail-in regimes and the EU has published draft regulations and directives that will introduce the Basel III framework into EU law. We continue to engage constructively with international regulators as policy proposals are developed ahead of the scheduled G20 meeting in November.

We are also engaged in the Dodd-Frank Act rule writing process in the US and expect to see continued progress over the second half of the year.

A final regulatory outcome will provide a clearer backdrop against which we can judge how much we continue to invest in our business and in the broader promotion of economic growth, versus how much we retain in higher levels of capital, or distribute to shareholders by way of a dividend. Our current dividend policy in the meantime must remain conservative though we are mindful of the importance of progressive, and affordable, increases.

Citizenship

As the Chief Executive of Barclays I have, on a number of occasions, explained the importance of citizenship and why I believe it is at the very heart of how we make decisions and manage the organisation in the interests of all stakeholders.

During the first half we supported almost 52,000 business start ups in the UK. Consistent with the objectives of Project Merlin, we remain open for business. In extending £20bn of new lending to UK businesses in the first six months of 2011 we have met the commitments we made to the UK Government regarding the extension of credit to the UK economy. We remain determined to continue to do so going forward.

You saw us take definitive action on behalf of customers relating to PPI redress in the UK. We have now drawn a line under this issue. Above all, we will continue to put customers first in all our businesses.

Barclays employs over 145,000 people globally including more than 55,000 in the UK. During the first half of this year we helped 1,300 young people experience the working world for the first time through paid internships and industrial placements.

Over 45,000 Barclays colleagues participated in Community Investment Programmes in the first half of the year, up by more than a third for the same period last year. Their combined efforts resulted in over 150,000 hours of volunteering and £9m in fundraising.

Conclusion

We are working hard to deliver against our 2013 return targets and our execution priorities. We have made good progress in the first half in delivering against these in a difficult operating environment and we remain completely focused on maintaining this momentum. I would like to pay tribute to my colleagues around the world and thank them for their unrelenting focus in helping us to deliver against our goals.

Bob Diamond, Chief Executive

Group Finance Director's Review

Group Performance

Barclays delivered adjusted profit before tax of £3,678m in the first half of 2011, an increase of 24% on 2010, after excluding movements on own credit, loss on acquisitions and disposals, and provision for Payment Protection Insurance (PPI) redress. Including these items, profit before tax was £2,644m (2010: £3,947m).

We have published our results on a statutory and adjusted basis because we viewed a number of items as one-off and want to demonstrate the trends in our operating performance.

Income excluding own credit, decreased 3% to £15,241m (2010: £15,730m). Retail and Business Banking (RBB) income increased by 3% to £6,697m, despite slow economic growth in RBB's major markets. Barclays Capital reported an 11% decrease in total income excluding own credit to £6,263m (2010: £7,061m). This decrease reflected lower contributions from the Fixed Income and Commodities businesses, partially offset by improved performance in Currencies, Equities and Prime Services, and Investment Banking.

Impairment charges across the Group against loans and advances, available for sale assets and reverse repurchase agreements improved 41% to £1,828m (2010: £3,080m). Impairment charges as a proportion of Group loans and advances as at 30 June 2011 improved to 74bps, compared to 118bps for the full year 2010.

Net operating income was flat at £13,502m (2010: £13,501m) with particularly strong increases for RBB (up 14% to £5,390m), Barclays Corporate (up 90% to £857m) and Barclays Wealth (up 14% to £829m) offset by Barclays Capital (down 15% to £6,463m).

Operating expenses, excluding the £1,000m provision for PPI redress, increased 1% to £9,829m (2010: £9,720m) reflecting an increase in restructuring costs to £216m (2010: £93m). Operating expenses in Barclays Capital decreased 3% to £4,073m. Operating expenses in RBB, excluding provision for PPI redress, increased 9% to £3,973m, principally reflecting restructuring, goodwill impairment and non-recurrence of a 2010 pension credit. Operating expenses in Barclays Corporate were broadly flat at £839m, while the 17% increase in Barclays Wealth to £740m reflected investment spend, including Project Gamma.

As a result, the Group's adjusted cost: net operating income ratio decreased to 73% (2010: 77%). At Barclays Capital the cost: net operating income (excluding own credit) ratio was 64% (2010: 62%), within our 60-65% planning range, and the compensation: income (excluding own credit) ratio was 45% (2010: 42%).

Adjusted return on average shareholders' equity improved to 9.1% (2010: 6.9%) and adjusted return on average tangible shareholders' equity improved to 10.9% (2010: 8.4%). Statutory return on average shareholders' equity was 5.9% (2010: 9.8%) and statutory return on average tangible shareholders' equity was 7.1% (2010: 12.0%).

Business Performance - Retail and Business Banking

Adjusted profit before tax for RBB rose 33% to £1,446m (2010: £1,086m) and rose 26% relative to the second half of 2010 £1,149m. Statutory profit before tax decreased 63% to £446m (2010: £1,219m).

The performance of the businesses within RBB is summarised below:

Retail and Business Banking	Half Year Ended 30.06.11	Half Year Ended 30.06.10	
	£m	£m	% Change
UK RBB1	704	404	74
Europe RBB	(161)	(19)	nm
Africa RBB	379	384	(1)
Barclaycard2	524	317	65
Adjusted profit before tax	1,446	1,086	33
Provision for PPI redress	(1,000)	-	nm
Gains on acquisitions and disposals	-	133	nm
Profit before tax	446	1,219	(63)

Income increased 3% to £6,697m (2010: £6,513m) driven by solid business growth in UK, Africa and Barclaycard in the UK, offset by continued customer repayments in Barclaycard US and broadly flat income in Europe. The net interest income margin across RBB remained broadly stable.

1 UK RBB statutory profit before tax declined to £304m (2010: £504m), including the £400m provision for PPI redress.

2 Barclaycard statutory profit before tax declined to a loss of £76m (2010: £317m), including the £600m provision for PPI redress.

There was exceptionally strong reduction in impairment in both UK and Barclaycard driven by focused credit risk management and card balance repayments in the US, and also strong reductions in Europe and Africa, leading to an overall reduction in impairment of 27% to £1,307m (2010: £1,800m). This in turn drove a very strong improvement in the risk adjusted net interest income margin.

Operating expenses in RBB increased 36% due to the provision of £1,000m for PPI redress. Excluding this provision, restructuring charges in Europe of £129m, goodwill impairment in Barclaycard of £47m and one-off pension credits of £200m in 2010, operating expenses were slightly down and operating jaws were positive.

RBB made good progress toward its overall 13% return on equity commitment with both UK and Barclaycard adjusted returns on equity (excluding the effects of the PPI provision) already exceeding the hurdle rate of 13%. Returns on equity for Africa and Europe remain on track to achieve the 13% threshold by 2013 and 2015 respectively. The adjusted return on average equity for RBB as a whole was 10% (2010: 9%).

Business Performance - Corporate and Investment Banking

Adjusted profit before tax for Corporate and Investment Banking rose 7% to £2,327m (2010: £2,172m) and rose 47% relative to the second half of 2010 (£1,586m). Statutory profit before tax decreased 22% to £2,352m (2010: £3,023m).

Corporate and Investment Banking	Half Year Ended 30.06.11	Half Year Ended 30.06.10	
	£m	£m	% Change
Barclays Capital	2,310	2,549	(9)
Barclays Corporate	17	(377)	nm
Adjusted profit before tax	2,327	2,172	7
Own credit gain	89	851	(90)
Losses on acquisitions and disposals	(64)	-	nm
Profit before tax	2,352	3,023	(22)

Barclays Capital adjusted profit before tax reduced 9% to £2,310m (2010: £2,549m). Including an own credit gain of £89m (2010: gain of £851m), profit before tax was £2,399m (2010: £3,400m). Total income excluding own credit was £6,263m, down 11% (2010: £7,061m). Fixed Income, Currency and Commodities (FICC) income of £3,916m declined 20%, reflecting lower contributions from the Fixed Income and Commodities businesses, partially offset by improved performance in Currencies. Equities and Prime Services income of £1,108m increased 5%, with growth in derivatives and equity financing. Investment Banking income of £1,132m increased 11%, driven by equity underwriting.

There was a net impairment release of £111m (2010: charge of £309m), including a £223m impairment release relating to Protium, prior to consolidation, offset by charges primarily relating to leveraged finance. Operating expenses decreased 3%. Excluding the impact of own credit, cost to net operating income was 64% and compensation to income was 45%. Adjusted return on average equity was 15% (2010: 14%).

Total income excluding own credit in the second quarter of 2011 was £2,897m, down 14% on the first quarter of 2011, reflecting lower activity levels. FICC income declined 22% and Investment Banking decreased 15% following a very strong first quarter in equity and debt underwriting. Equities and Prime Services income increased 3%.

Barclays Corporate adjusted profit before tax was £17m (2010: loss of £377m), excluding a provision for the expected loss on disposal of Barclays Bank Russia of £64m. Including this provision the loss before tax was £47m. Profits increased in the UK and losses were reduced significantly in both Europe and Rest of the World. Income increased 5%, reflecting improvement in net interest income and a reduction in writedowns of venture capital investments. Impairment charges improved 35% to £614m (2010: £949m), driven by improvements in Spain where the charge decreased to £299m (2010: £553m). In the UK and Rest of the World operations, impairment charges also improved. Operating expenses grew 1% to £839m (2010: £829m). Adjusted return on average equity was 0%, an improvement on the negative return of 11% for the first half of 2010.

Business Performance - Wealth and Investment Management

Adjusted profit before tax for Wealth and Investment Management, excluding losses on disposal of shares in BlackRock, Inc., rose 10% to £139m (2010: £126m) and rose 34% relative to the second half of 2010 (£104m). Statutory profit before tax decreased 36% to £81m (2010: £126m).

Wealth and Investment Management	Half Year Ended 30.06.11	Half Year Ended 30.06.10	
	£m	£m	% Change
Barclays Wealth	88	95	(7)
Investment Management	51	31	65
Adjusted profit before tax	139	126	10

Losses on acquisitions and disposals	(58)	-	nm
Profit before tax	81	126	(36)

Barclays Wealth profit before tax decreased 7% to £88m (2010: £95m), reflecting strong income growth offset by increased investment in the growth of the business. Income increased 12% to £848m (2010: £757m) from strong growth in both net interest income, and fee and commission income. Operating expenses increased 17%, reflecting investment spend and related restructuring to support the Wealth investment programme including Project Gamma expenditure of £44m (2010: £33m). Total client assets increased 3% to £169.5bn (31 December 2010: £163.9bn). Return on average equity was 10% (2010: 10%).

Investment Management reported an adjusted profit before tax of £51m (2010: £31m), excluding £58m loss (2010: £nil) on disposal of shares in BlackRock, Inc. to maintain the Group's strategic holding below 20%. This result principally reflected dividend income from the Group's available for sale holding in BlackRock, Inc. which now stands at 19.7%. The loss before tax for the period was £7m (2010: profit of £31m).

The value of the holding as at 30 June 2011 was £0.8bn below the value at acquisition (31 December 2010: £0.9bn). This reduction has been reflected in the available for sale reserve and the Group's Core Tier 1 ratio. Further assessment will be undertaken in the second half to consider whether any continued shortfall compared with the value at acquisition should, subject to any significant mitigating factors, be recognised in the income statement for 2011.

Business Performance - Head Office Functions and Other Operations

Head Office Functions and Other Operations loss before tax was £235m (2010: loss £421m). Operating expenses decreased by £192m to £198m (2010: £390m), reflecting non-recurrence of a provision of £194m in relation to US economic sanctions. Income was flat at £37m loss (2010: loss £36m).

The impact of the UK bank levy, for which legislation was enacted in July 2011, has not been reflected in these results in accordance with generally accepted accounting principles. The total cost for 2011 is expected to be in the range of £350m-£400m.

Balance Sheet and Capital Management

Shareholders' Equity

Shareholders' equity, including non-controlling interests, at 30 June 2011 was £62.0bn (31 December 2010: £62.3bn). Excluding non-controlling interests, shareholders' equity was £51.6bn (2010: £50.9bn). Profit after tax of £2.0bn and positive available for sale movements were broadly balanced by negative currency translation, dividends paid and the redemption of Reserve Capital Instruments. Net asset value per share increased to 423p (31 December 2010: 417p). Net tangible asset value per share increased to 353p (31 December 2010: 346p).

Balance Sheet

Total assets were flat at £1,493bn (31 December 2010: £1,490bn), reflecting fluctuations in normal trading. This included reductions in gross interest rate derivative assets, reverse repurchase agreements and other similar secured lending, and a decrease in cash at central banks offset by increases in loans and advances (primarily in relation to settlement balances), available for sale investments and trading portfolio assets. The consolidation of Protium resulted in a reduction of loans and advances with the underlying assets now classified in trading portfolio assets and financial assets designated at fair value. Assets contributing to adjusted gross leverage increased 1% to £1,061bn (2010: £1,053bn).

Capital Management

At 30 June 2011, the Group's Core Tier 1 ratio on a Basel II basis was 11.0% (31 December 2010: 10.8%). Retained profit excluding the impact of PPI redress contributed to a 44bps increase in Core Tier 1 ratio, more than sufficient to absorb the impact of the PPI provision and other movements. Risk weighted assets decreased to £395bn (31 December 2010: £398bn), largely as a result of foreign exchange movements. Excluding the impact of foreign exchange, risk weighted asset reductions from the sell down of legacy assets in Barclays Capital were off-set by increases as a result of the Egg acquisition and regulatory methodology changes implemented through the period.

The Group's Core Tier 1 ratio at the end of 2011 is expected to be impacted by an estimated £40bn increase of risk weighted assets as a result of the introduction of Basel 2.5 market risk RWA calculations.

Liquidity and Funding

The Group liquidity and funding position remains strong.

Basel III guidelines propose two new liquidity metrics: the Liquidity Coverage Ratio (LCR), which measures short term liquidity stress, and the Net Stable Funding Ratio (NSFR), which measures the stability of long term structural funding. As at 30 June 2011, the LCR was estimated at 86% (31 December 2010: 80%) and the NSFR was estimated at 96% (31 December 2010: 94%).

Barclays raised £19bn wholesale term debt in the first half of the year across a variety of products and geographies. Term funding raised over the past 18 months has re-financed all wholesale term debt maturities for 2010 and 2011, funded strategic balance sheet growth and further extended the duration of our liabilities.

The liquidity pool held by the Group decreased slightly to £145bn at 30 June 2011, of which £132bn was invested in FSA-eligible assets. This reduction was the result of managing down short term deposits, with no effect on liquidity strength as reflected in the higher LCR. The cost of the liquidity pool decreased to approximately £300m for the first six months of 2011 compared to approximately £900m for the twelve months of 2010. Barclays will continue to optimise the liquidity pool within the parameters of the Group's Liquidity Risk Framework and in anticipation of the final Basel III standards.

Dividends

It is our policy to declare and pay dividends on a quarterly basis. We will pay an interim cash dividend for the second quarter of 2011 of 1p per share on 9 September 2011 giving a declared dividend for the first half of 2011 of 2p per share.

Outlook

While the performance of our capital markets business in July has been impacted by current market conditions, our other businesses have performed in aggregate ahead of their run rate for the first 6 months of the year.

We will continue to maintain the Group's strong capital, leverage and liquidity positions in anticipation of the new regulatory requirements for the banking industry.

Chris Lucas, Group Finance Director

Condensed Consolidated Financial Statements (Unaudited)

Condensed Consolidated Income Statement (Unaudited)

Continuing Operations	Notes1	Half Year Ended 30.06.11 £m	Half Year Ended 31.12.10 £m	Half Year Ended 30.06.10 £m
Net interest income	1	6,189	6,554	5,969
Net fee and commission income	2	4,419	4,677	4,194
Net trading income	3	3,896	2,445	5,633
Net investment income	4	594	948	529
Net premiums from insurance contracts		569	555	582
Other income		60	29	89
Total income		15,727	15,208	16,996
Net claims and benefits incurred on insurance contracts		(397)	(349)	(415)
Total income net of insurance claims		15,330	14,859	16,581
Impairment charges and other credit provisions		(1,828)	(2,592)	(3,080)
Net operating income		13,502	12,267	13,501
Staff costs	5	(6,110)	(6,104)	(5,812)
Administration and general expenses	5	(3,124)	(3,309)	(3,276)
Depreciation of property, plant and equipment		(351)	(382)	(408)
Amortisation of intangible assets		(197)	(213)	(224)
Goodwill impairment	5	(47)	(243)	-

Operating expenses excluding provision for PPI redress		(9,829)	(10,251)	(9,720)
Provision for PPI redress2	17	(1,000)	-	-
Operating expenses		(10,829)	(10,251)	(9,720)
Share of post-tax results of associates and joint ventures		36	25	33
(Loss)/profit on disposal of subsidiaries, associates and joint ventures	6	(65)	77	4
Gains on acquisitions	7	-	-	129
Profit before tax		2,644	2,118	3,947
Tax	8	(661)	(490)	(1,026)
Profit after tax		1,983	1,628	2,921
Attributable to:				
Equity holders of the parent		1,498	1,133	2,431
Non-controlling interests	9	485	495	490
Profit after tax		1,983	1,628	2,921
Earnings per Share from Continuing Operations				
Basic earnings per ordinary share	10	12.5p	9.5p	20.9p
Diluted earnings per ordinary share	10	11.9p	8.8p	19.7p

1 For notes see pages 74 to 93.
2 Provision for the settlement of PPI claims following the conclusion of the Judicial Review proceedings.

Condensed Consolidated Statement of Comprehensive Income (Unaudited)

	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10

	Notes1	£m	£m	£m
Profit after tax		1,983	1,628	2,921
Other Comprehensive Income				
Continuing operations				
Currency translation differences	20	(790)	130	1,054
Available for sale financial assets	20	315	757	(1,993)
Cash flow hedges	20	(88)	(577)	533
Other		23	32	27
Other comprehensive income for the year		(540)	342	(379)
Total comprehensive income for the year		1,443	1,970	2,542
Attributable to:				
Equity holders of the parent		1,174	1,095	1,880
Non-controlling interests		269	875	662
Total comprehensive income for the year		1,443	1,970	2,542

1 For notes, see pages 74 to 93.

Condensed Consolidated Balance Sheet (Unaudited)

Assets	Notes1	As at 30.06.11 £m	As at 31.12.10 £m	As at 30.06.10 £m
Cash and balances at central banks		86,916	97,630	103,928
Items in the course of collection from other banks		1,317	1,384	961
Trading portfolio assets		181,799	168,867	167,029
Financial assets designated at fair value		39,122	41,485	42,764
Derivative financial instruments	12	379,854	420,319	505,210
Loans and advances to banks		58,751	37,799	45,924
Loans and advances to customers		441,983	427,942	448,266
Reverse repurchase agreements and other similar secured lending		196,867	205,772	197,050
Available for sale financial investments		81,837	65,110	52,674
Current and deferred tax assets	8	3,007	2,713	2,187
Prepayments, accrued income and other assets		6,156	5,269	6,185
Investments in associates and joint ventures		576	518	406
Goodwill and intangible assets	15	8,541	8,697	8,824
Property, plant and equipment		6,196	6,140	5,738
Total assets		1,492,922	1,489,645	1,587,146

Liabilities				
Deposits from banks		84,188	77,975	94,304
Items in the course of collection due to other banks		1,324	1,321	1,500
Customer accounts		373,374	345,788	360,980
Repurchase agreements and other similar secured borrowing		247,635	225,534	227,706
Trading portfolio liabilities		77,208	72,693	71,752
Financial liabilities designated at fair value		92,473	97,729	89,015
Derivative financial instruments	12	366,536	405,516	486,261
Debt securities in issue		144,871	156,623	151,728
Accruals, deferred income and other liabilities		12,952	13,233	13,812
Current and deferred tax liabilities	8	1,100	1,160	1,491
Subordinated liabilities	16	26,786	28,499	25,929
Provisions	17	2,074	947	807
Retirement benefit liabilities	18	412	365	788
Total liabilities		1,430,933	1,427,383	1,526,073
Shareholders' Equity				
Shareholders' equity excluding non-controlling interests		51,572	50,858	49,591
Non-controlling interests	9	10,417	11,404	11,482
Total shareholders' equity		61,989	62,262	61,073
Total liabilities and shareholders' equity		1,492,922	1,489,645	1,587,146

1 For notes, see pages 74 to 93.

Condensed Consolidated Statement of Changes in Equity (Unaudited)

Half Year Ended 30.06.11	Total	Total

	Called up Share Capital and Share Premium1	Other Reserves2	Retained Earnings		Non-controlling Interests	Equity
	£m	£m	£m	£m	£m	£m
Balance at 1 January 2011	12,339	1,754	36,765	50,858	11,404	62,262
Profit after tax	-	-	1,498	1,498	485	1,983
Other comprehensive income net of tax:						
Currency translation movements	-	(608)	-	(608)	(182)	(790)
Available for sale investments	-	323	-	323	(8)	315
Cash flow hedges	-	(48)	-	(48)	(40)	(88)
Other	-	-	9	9	14	23
Total comprehensive income for the year	-	(333)	1,507	1,174	269	1,443
Issue of shares under employee share schemes	22	-	361	383	-	383
Increase in treasury shares	-	(553)	-	(553)	-	(553)
Vesting of treasury shares	-	423	(423)	-	-	-
Dividends paid	-	-	(419)	(419)	(363)	(782)
Redemption of Reserve Capital Instruments	-	-	-	-	(887)	(887)
Other reserve movements	-	-	129	129	(6)	123
Balance at 30 June 2011	12,361	1,291	37,920	51,572	10,417	61,989
Half Year Ended 31.12.10						
Balance at 1 July 2010	12,064	1,474	36,053	49,591	11,482	61,073
Profit after tax	-	-	1,133	1,133	495	1,628
Other comprehensive income net of tax:						
Currency translation movements	-	(193)	-	(193)	323	130
Available for sale investments	-	751	-	751	6	757
Cash flow hedges	-	(606)	-	(606)	29	(577)
Other	-	-	10	10	22	32
Total comprehensive income for the year	-	(48)	1,143	1,095	875	1,970
Issue of new ordinary shares	260	-	-	260	-	260
Issue of shares under employee share schemes	15	-	425	440	-	440
Increase in treasury shares	-	(57)	-	(57)	-	(57)
Vesting of treasury shares	-	384	(384)	-	-	-
Dividends paid	-	-	(237)	(237)	(431)	(668)
Redemption of Reserve Capital Instruments	-	-	-	-	(487)	(487)
Other reserve movements	-	1	(235)	(234)	(35)	(269)
Balance at 31 December 2010	12,339	1,754	36,765	50,858	11,404	62,262

1 Details of share capital are shown on page 85.
2 Details of other reserves for the year are shown on page 85.

Condensed Consolidated Statement of Changes in Equity (Unaudited)

Half Year Ended 30.06.10	Called up Share Capital and Share Premium1	Other Reserves2	Retained Earnings	Total	Non-controlling Interests	Total Equity
	£m	£m	£m	£m	£m	£m
Balance at 1 January 2010	10,804	2,628	33,845	47,277	11,201	58,478
Profit after tax	-	-	2,431	2,431	490	2,921
Other comprehensive income net of tax:						
Currency translation movements	-	935	-	935	119	1,054
Available for sale investments	-	(1,996)	-	(1,996)	3	(1,993)
Cash flow hedges	-	506	-	506	27	533
Other	-	-	4	4	23	27
Total comprehensive income for the year	-	(555)	2,435	1,880	662	2,542
Issue of new ordinary shares	1,240	-	-	1,240	-	1,240
Issue of shares under employee share schemes	20	-	405	425	-	425
Increase in treasury shares	-	(932)	-	(932)	-	(932)
Vesting of treasury shares	-	334	(334)	-	-	-
Dividends paid	-	-	(294)	(294)	(372)	(666)
Other reserve movements	-	(1)	(4)	(5)	(9)	(14)
Balance at 30 June 2010	12,064	1,474	36,053	49,591	11,482	61,073

Condensed Consolidated Cash Flow Statement (Unaudited)

Continuing Operations	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
Profit before tax	2,644	2,118	3,947
Adjustment for non-cash items	3,104	1,931	(960)
Changes in operating assets and liabilities	27,055	(8,988)	22,096
Corporate income tax paid	(890)	(730)	(728)
Net cash from operating activities	31,913	(5,669)	24,355
Net cash from investing activities	(15,465)	(9,448)	3,821
Net cash from financing activities	(2,849)	1,577	(1,418)
Effect of exchange rates on cash and cash equivalents	(1,583)	1,095	2,747
Net increase in cash and cash equivalents	12,016	(12,445)	29,505
Cash and cash equivalents at beginning of the period	131,400	143,845	114,340

Cash and cash equivalents at end of the period	143,416	131,400	143,845

1 Details of share capital are shown on page 85.
2 Details of other reserves comprehensive income for the year are shown on page 85.

Group Results Summary

Group Results	Q211 £m	Q111 £m	Q410 £m	Q310 £m	Q210 £m	Q110 £m
Total income net of insurance claims (excluding own credit)	7,491	7,750	8,081	7,238	7,563	8,167
Own credit gain/(charge)	440	(351)	487	(947)	953	(102)
Total income net of insurance claims	7,931	7,399	8,568	6,291	8,516	8,065
Impairment charges and other credit provisions	(907)	(921)	(1,374)	(1,218)	(1,572)	(1,508)
Net operating income	7,024	6,478	7,194	5,073	6,944	6,557
Operating expenses (excluding provision for PPI redress)	(4,987)	(4,842)	(5,495)	(4,756)	(4,868)	(4,852)
Provision for PPI redress1	(1,000)	-	-	-	-	-
Total operating expenses	(5,987)	(4,842)	(5,495)	(4,756)	(4,868)	(4,852)
Share of post tax results of associates & JVs	19	17	16	9	18	15
(Losses)/gains on acquisitions and disposals	(67)	2	76	1	33	100
Profit before tax	989	1,655	1,791	327	2,127	1,820
Adjusted profit before tax2	1,674	2,004	1,228	1,273	1,141	1,822
Basic earnings per share	4.0p	8.5p	9.1p	0.4p	11.6p	9.3p
Cost: income ratio	75%	65%	64%	76%	57%	60%
Cost: net operating income ratio	85%	75%	76%	94%	70%	74%
Adjusted cost: income ratio2	66%	62%	68%	66%	64%	59%
Adjusted cost: net operating income ratio2	75%	71%	82%	79%	81%	73%
Barclays Capital Results						
Fixed Income, Currency and Commodities	1,715	2,201	2,031	1,773	2,138	2,745
Equities and Prime Services	563	545	625	359	563	493

Investment Banking	520	612	725	501	461	556
Principal Investments	99	8	115	19	4	101
Total income (excluding own credit)	2,897	3,366	3,496	2,652	3,166	3,895
Own credit gain/(charge)	440	(351)	487	(947)	953	(102)
Total income	3,337	3,015	3,983	1,705	4,119	3,793
Impairment charges and other credit provisions	80	31	(222)	(12)	(41)	(268)
Net operating income	3,417	3,046	3,761	1,693	4,078	3,525
Operating expenses	(2,006)	(2,067)	(2,201)	(1,881)	(2,154)	(2,059)
Share of post tax results of associates and JVs	6	3	2	6	7	3
Profit/(loss) before tax	1,417	982	1,562	(182)	1,931	1,469
Adjusted profit before tax2	977	1,333	1,075	765	978	1,571
Cost: income ratio	60%	69%	55%	110%	52%	54%
Cost: net operating income ratio	59%	68%	59%	111%	53%	58%
Adjusted cost: income ratio2	69%	61%	63%	71%	68%	53%
Adjusted cost: net operating income ratio2	67%	61%	67%	71%	69%	57%

1 Provision for the settlement of PPI claims following the conclusion of the Judicial Review proceedings.

2 Adjusted profit before tax and adjusted performance metrics include: the impact of own credit gain/(charge); the provision for PPI redress; (losses)/gains on acquisitions and disposals of subsidiaries, associates and joint ventures; and losses on disposal of strategic investments.

Results by Business

UK Retail and Business Banking

	Half Year Ended	Half Year Ended	Half Year Ended
Income Statement Information	30.06.11	31.12.10	30.06.10
	£m	£m	£m
Net interest income	1,625	1,672	1,493
Net fee and commission income	591	631	624
Net trading loss	-	(2)	-
Net premiums from insurance contracts	49	57	73

Other (loss)/income	(2)	1	-
Total income	2,263	2,359	2,190
Net claims and benefits incurred under insurance contracts	(9)	(12)	(19)
Total income net of insurance claims	2,254	2,347	2,171
Impairment charges and other credit provisions	(275)	(372)	(447)
Net operating income	1,979	1,975	1,724
Operating expenses (excluding provision for PPI redress)	(1,275)	(1,487)	(1,322)
Provision for PPI redress1	(400)	-	-
Operating expenses	(1,675)	(1,487)	(1,322)
Share of post-tax results of associates and joint ventures	-	(3)	2
Gains on acquisition	-	-	100
Profit before tax	304	485	504
Adjusted profit before tax2	704	485	404
Balance Sheet Information			
Loans and advances to customers at amortised cost	£117.9bn	£115.6bn	£113.9bn
Customer deposits	£108.3bn	£108.4bn	£106.3bn
Total assets	£123.7bn	£121.6bn	£119.3bn
Risk weighted assets	£34.2bn	£35.3bn	£35.6bn

	Adjusted2			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity3	15%	12%	8%	6%	12%	11%
Return on average tangible equity3	29%	22%	15%	12%	22%	20%
Return on average risk weighted assets	3.0%	2.3%	1.5%	1.3%	2.3%	2.1%
Loan loss rate (bps)	46	63	77	46	63	77
90 day arrears rates - UK personal loans	2.1%	2.6%	2.8%	2.1%	2.6%	2.8%
Cost: income ratio	57%	63%	61%	74%	63%	61%
Cost: net operating income ratio	64%	75%	77%	85%	75%	77%

Key Facts	30.06.11	31.12.10	30.06.10
Number of UK current accounts	11.7m	11.6m	11.4m
Number of UK savings accounts	15.0m	14.4m	14.1m
Number of UK mortgage accounts	925,000	916,000	913,000
Number of Barclays Business customers	779,000	760,000	760,000
LTV of mortgage portfolio	43%	43%	42%
LTV of new mortgage lending	53%	52%	51%
Number of branches	1,634	1,658	1,674

Number of ATMs	3,361	3,345	3,343

1 Provision for the settlement of PPI claims following the conclusion of the Judicial Review proceedings.
2 Adjusted profit before tax and adjusted performance measures exclude the impact of the provision for PPI redress of £400m (2010: £nil) and gains on acquisitions of £nil (2010: £100m).
3 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

UK Retail and Business Banking

- Adjusted profit before tax up 74% to £704m (2010: £404m)

- Profit before tax down 40% to £304m (2010: £504m) after £400m provision for PPI redress and £100m gain on acquisition of Standard Life Bank in 2010

- Income up 4% to £2,254m (2010: £2,171m)

- Net interest income up 9% to £1,625m (2010: £1,493m) driven by improved margins

- Net interest margin up to 146bps (2010: 139bps) and risk adjusted net interest margin up to 122bps (2010: 98bps)

- Average assets increased 4% to £117.0bn (30 June 2010: £112.5bn)

- Asset margin up to 121bps (2010: 117bps)

- Average liabilities increased 3% to £107.0bn (30 June 2010: £103.5bn)

- Liability margin up to 168bps (2010: 161bps)

- Average mortgage balances up 6%, with strong positive net lending. Mortgage balances of £103.9bn at 30 June 2011 (31 December 2010: £101.2bn) with share by value1 of 9% (31 December 2010: 8%). Gross new mortgage lending of £7.6bn (30 June 2010: £8.5bn), with share by value of 12% (30 June 2010: 14%). Mortgage redemptions down to £4.9bn (30 June 2010: £5.2bn), with net new mortgage lending of £2.7bn (30 June 2010: £3.3bn)

- Average loan to value ratio on the mortgage portfolio (including buy to let) on a current valuation basis of 43% (2010: 43%). Average loan to value of new mortgage lending of 53% (2010: 52%)

- Net fee and commission income down 5% to £591m (2010: £624m) following closure of branch-based element of financial planning business

- Impairment charges down 38% to £275m (2010: £447m) with annualised loan loss rate of 46bps (2010: 77bps)

- Consumer lending impairment down 47% to £117m (2010: £221m), business lending impairment down 29% to £91m (2010: £129m), and current account impairment down 47% to £43m (2010: £81m)

- Mortgage impairment charge of £23m (2010: £16m)

- 90 day arrears rates for the UK personal loans improved to 2.1% (31 December 2010: 2.6%)

- Operating expenses down 11% to £1,275m (2010: £1,440m), excluding £400m provision for PPI redress in 2011 and £118m one-off pension credit in 2010. Including these items, operating expenses up 27% to £1,675m (2010: £1,322m)

- Total loans and advances to customers up 2% to £117.9bn (31 December 2010: £115.6bn) driven by growth in mortgage balances

- Total customer deposits flat at £108.3bn (31 December 2010: £108.4bn)

- Adjusted return on average equity up to 15% (2010: 8%) and adjusted return on average tangible equity up to 29% (2010: 15%)

1 Share by value refers to the UK RBB share of total mortgage lending across the UK as sourced from the Bank of England.

Europe Retail and Business Banking

Income Statement Information	Half Year Ended 30.06.11 £m	Half Year Ended 31.12.10 £m	Half Year Ended 30.06.10 £m
Net interest income	358	344	335
Net fee and commission income	219	207	214
Net trading income	5	13	7
Net investment income	33	31	36
Net premiums from insurance contracts	254	217	262
Other income/(loss)	7	(15)	24
Total income	876	797	878
Net claims and benefits incurred under insurance contracts	(272)	(235)	(276)
Total income net of insurance claims	604	562	602
Impairment charges and other credit provisions	(116)	(181)	(133)
Net operating income	488	381	469
Operating expenses	(657)	(538)	(495)
Share of post-tax results of associates and joint ventures	8	8	7
Gains on acquisition	-	-	29
(Loss)/profit before tax	(161)	(149)	10
Adjusted loss before tax1	(161)	(149)	(19)
Balance Sheet Information			
Loans and advances to customers at amortised cost	£46.0bn	£43.4bn	£39.9bn
Customer deposits	£19.1bn	£18.9bn	£17.1bn
Total assets	£56.7bn	£53.6bn	£49.0bn
Risk weighted assets	£17.9bn	£17.3bn	£15.9bn

	Adjusted1			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity2, 3	(9%)	(10%)	8%	(9%)	(10%)	10%
Return on average tangible equity2, 3	(13%)	(13%)	11%	(13%)	(13%)	13%
Return on average risk weighted assets3	(1.4%)	(1.5%)	1.2%	(1.4%)	(1.5%)	1.5%
30 day arrears rates	1.9%	1.8%	1.9%	1.9%	1.8%	1.9%
Loan loss rate (bps)	50	81	65	50	81	65
Cost: income ratio	109%	96%	82%	109%	96%	82%
Cost: net operating income ratio	135%	141%	106%	135%	141%	106%

Key Facts	30.06.11	31.12.10	30.06.10

Number of customers	2.7m	2.7m	2.7m
Number of branches	1,120	1,120	1,111
Number of sales centres	247	243	211
Number of distribution points	1,367	1,363	1,322

1 Adjusted profit before tax and adjusted performance measures excludes the impact of gains on acquisitions of £nil (H2 2010: £nil; H1 2010: £29m).
2 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.
3 Return on average equity, return on average tangible equity and return on average risk weighted assets reflect a deferred tax benefit of £nil (H2 2010: £93m; H1 2010 £112m).

Europe Retail and Business Banking

- Loss of £161m (2010: profit of £10m) reflecting repositioning of the business

- Restructuring charges of £129m in 2011

- Gain of £29m on the acquisition of Italian cards business of Citigroup in 2010

- Income flat at £604m (2010: £602m)

- Net interest income up 7% to £358m (2010: £335m) reflecting higher asset and liability volumes accompanied by higher margins

- Net interest margin up to 118bps (2010: 115bps)

- Average assets increased 6% to £43.4bn (30 June 2010: £40.8bn)

- Asset margin down to 94bps (2010: 127bps) due to increased funding costs more than offsetting repricing of new business

- Average liabilities increased 2% to £18.0bn (30 June 2010: £17.7bn)

- Liability margin up to 96bps (2010: 49bps) due to improved pricing

- Net fee and commission income flat at £219m (2010: £214m)

- Net premiums from insurance contracts down slightly at £254m (2010: £262m), with net claims and benefits down slightly to £272m (2010: £276m)

- Impairment charges down 13% to £116m (2010: £133m) due to focused risk management with 30 day arrears rate stable at 1.9% (31 December 2010: 1.8%)

- Operating expenses up 33% to £657m (2010: £495m)

- Restructuring charges of £129m, largely in Spain where an agreement has been signed with unions to close 20% of branch network and reduce headcount by 16% by the end of 2011

- Excluding restructuring, cost growth of 7% reflecting Italian and Portuguese branch expansion during 2010 and the acquisition of Citigroup's credit card business in Italy in March 2010

- Risk weighted assets up 3% to £17.9bn (31 December 2010: £17.3bn)

- Loans and advances to customers up 6% at £46.0bn (31 December 2010: £43.4bn) primarily due to foreign exchange

- Customer deposits up slightly to £19.1bn (31 December 2010: £18.9bn)

- Customer numbers up 1% to 2.73 million (31 December 2010: 2.70 million)

- Adjusted return on average equity of negative 9% (2010: positive 8%) although we broke even in June before restructuring

- Target return on average equity of 4% to 5% by 2013 and 13% by 2015

Africa Retail and Business Banking1

	Half Year Ended	Half Year Ended	Half Year Ended
Income Statement Information	30.06.11	31.12.10	30.06.10
	£m	£m	£m
Net interest income	1,016	1,026	1,007
Net fee and commission income	650	685	633
Net trading income/(loss)	43	(8)	61
Net investment income/(loss)	30	75	(17)
Net premiums from insurance contracts	216	212	187
Other income	25	30	24
Total income	1,980	2,020	1,895
Net claims and benefits incurred under insurance contracts	(113)	(102)	(113)
Total income net of insurance claims	1,867	1,918	1,782
Impairment charges and other credit provisions	(268)	(232)	(330)
Net operating income	1,599	1,686	1,452
Operating expenses	(1,223)	(1,349)	(1,069)
Share of post-tax results of associates and joint ventures	3	2	1
Profit on disposal of subsidiaries, associates and joint ventures	-	77	4
Profit before tax	379	416	388
Adjusted profit before tax2	379	339	384
Balance Sheet Information			
Loans and advances to customers at amortised cost	£41.7bn	£45.4bn	£41.2bn
Customer deposits	£31.8bn	£31.3bn	£27.5bn
Total assets	£57.1bn	£60.3bn	£54.9bn
Risk weighted assets	£35.4bn	£38.4bn	£30.9bn

	Adjusted2			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity3	8%	8%	10%	8%	13%	10%
Return on average tangible equity3	15%	14%	18%	15%	18%	18%
Return on average risk weighted assets	1.5%	1.5%	1.8%	1.5%	1.9%	1.8%
Loan loss rate (bps)	124	98	153	124	98	153
Cost: income ratio	66%	70%	60%	66%	70%	60%
Cost: net operating income ratio	76%	80%	74%	76%	80%	74%

Key Facts	30.06.11	31.12.10	30.06.10
Number of customers	14.5m	14.4m	14.0m
Number of ATMs	9,816	9,530	9,450
Number of branches	1,317	1,321	1,339
Number of sales centres	189	222	249
Number of distribution points	1,506	1,543	1,588

1 Further analysis of the individual results for Barclays Africa and Absa are set out on page 93.
2 Adjusted profit before tax and adjusted performance measures excludes the impact of profit on disposals of subsidiaries, associates and joint ventures of £nil (H2 2010: £77m; H1 2010: £4m).
3 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

Africa Retail and Business Banking

- Segmental reporting for Barclays Africa and Absa now combined to reflect revised management structure

- Profit before tax down 2% to £379m (2010: £388m)

- Business growth in Absa and a 3% average appreciation of the Rand against Sterling, more than offset by a 2010 one-off pension credit in Absa of £54m, political unrest in Egypt and adverse exchange rates in the majority of the businesses outside South Africa

- Income up 5% to £1,867m (2010: £1,782m)

- 10% improvement in Absa partially offset by 14% decline in non-Absa businesses

- Net interest income up slightly at £1,016m (2010: £1,007m)

- Net interest income in Absa up 8% to £796m (2010: £737m) due to effective hedging, improved margins and appreciation in average value of Rand

- Net interest income in the non-Absa businesses down 19% to £220m (2010: £270m) due to Sterling appreciation against relevant currencies and the impact of margin compression in both retail and corporate portfolios

- Average customer assets were stable at £40.8bn (2010: £40.6bn)

- Driven by the appreciation of the Rand, offset by depreciation in non-Rand currencies and lower volumes

- Asset margin for Africa stable at 312bps (2010: 313bps) due to continued pricing improvements across product range in Absa and a decline in cost of funding for the rest of Africa offset by an increase in interest suspended on delinquent accounts in Absa and a decline in customer pricing for the rest of Africa

- Average customer liabilities overall increased 11% to £30.1bn (2010: £27.1bn)

- Principally in Absa due to growth in retail deposits and the appreciation of the Rand

- Liability margin broadly stable at 242bps (2010: 247bps) driven in Absa by growth in high margin products offset by pressures on commercial margins

- Net fee and commission income up 3% to £650m (2010: £633m) reflecting impact of volume growth and selected pricing increases in Absa

- Net investment income increased to £30m (2010: loss of £17m) reflecting fair value gains on commercial property portfolios and fair value losses recognised in 2010 on Visa shares

- Impairment charges down 19% to £268m (2010: £330m)

- Improving economy in South Africa and improving performance across non-Absa commercial portfolios, especially in Mauritius, and retail portfolio in Botswana

- Deteriorating 30-day arrears rates in non-Absa retail with increase to 2.6% (31 December 2010: 2.2%) mainly due to retail portfolios in Egypt and Botswana

- Operating expenses up 14% to £1,223m (2010: £1,069m)

- Primarily driven by one-off pension credit in 2010, inflationary pressures in South Africa and appreciation of the Rand against Sterling

- Adjusted return on average equity of 8% (2010: 10%)

Barclaycard

Income Statement Information	Half Year Ended 30.06.11 £m	Half Year Ended 31.12.10 £m	Half Year Ended 30.06.10 £m
Net interest income	1,370	1,445	1,369
Net fee and commission income	571	567	569
Net trading loss	(3)	(4)	(4)
Net investment income	-	29	10
Net premiums from insurance contracts	21	31	19
Other income/(loss)	15	(1)	2
Total income	1,974	2,067	1,965
Net claims and benefits incurred under insurance contracts	(2)	(1)	(7)
Total income net of insurance claims	1,972	2,066	1,958
Impairment charges and other credit provisions	(648)	(798)	(890)
Net operating income	1,324	1,268	1,068
Operating expenses (excluding provision for PPI redress)	(818)	(806)	(764)
Provision for PPI redress1	(600)	-	-
Operating expenses	(1,418)	(806)	(764)
Share of post-tax results of associates and joint ventures	18	12	13
(Loss)/profit before tax	(76)	474	317
Adjusted profit before tax2	524	474	317
Balance Sheet Information			
Loans and advances to customers at amortised cost	£28.3bn	£26.6bn	£26.3bn
Total assets	£32.5bn	£30.3bn	£31.1bn
Risk weighted assets	£34.0bn	£31.9bn	£32.2bn

	Adjusted2			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity3	16%	16%	9%	(4%)	16%	9%

Return on average tangible equity3	21%	21%	12%	(5%)	21%	12%
Return on average risk weighted assets	2.4%	2.3%	1.4%	(0.3%)	2.3%	1.4%
Loan loss rate (bps)	420	539	596	420	539	596
30 day arrears rates - UK cards	3.0%	3.4%	3.9%	3.0%	3.4%	3.9%
30 day arrears rates - US cards	3.2%	4.6%	5.3%	3.2%	4.6%	5.3%
30 day arrears rates - South Africa cards	5.4%	6.6%	9.2%	5.4%	6.6%	9.2%
Cost: income ratio	41%	39%	39%	72%	39%	39%
Cost: net operating income ratio	62%	64%	72%	107%	64%	72%

Key Facts	30.06.11	31.12.10	30.06.10
Number of customers - UK	12.0m	11.2m	11.1m
Number of customers - International	10.2m	10.5m	10.5m
Total number of Barclaycard customers	22.2m	21.7m	21.6m
Average outstanding balances - UK cards	£12.0bn	£11.4bn	£11.0bn
Average outstanding balances - International cards	£9.2bn	£9.6bn	£9.8bn
Total average outstanding balances - Cards	£21.2bn	£21.0bn	£20.8bn
Average extended credit balances - UK cards	£10.4bn	£9.0bn	£8.6bn
Average extended credit balances - International cards	£7.8bn	£8.3bn	£7.8bn
Total average extended credit balances - Cards	£18.2bn	£17.3bn	£16.4bn
Average outstanding balances - Loans	£5.0bn	£5.4bn	£5.6bn
Number of retailer relationships	90,000	87,000	85,000

1 Provision for the settlement of PPI claims following the conclusion of the Judicial Review proceedings.

2 Adjusted profit before tax and adjusted performance measures excludes the impact of the provision for PPI redress of £600m (2010: £nil).

3 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

- Adjusted profit before tax up 65% to £524m (2010: £317m)

- Loss before tax of £76m (2010: profit of £317m) after £600m provision for PPI redress, with related £47m goodwill write-off in FirstPlus secured lending portfolio

- International profit up driven by significant improvements in the US and Absa Card

- Egg consumer card assets and MBNA corporate card portfolio acquired during first half delivered immediate profit contributions

- Income up slightly at £1,972m (2010: £1,958m), with growth in balances driven by UK Cards offset by higher customer balance repayments in the US and appreciation of Sterling against the US Dollar

- UK income of £1,249m (2010: £1,174m) including contribution from Egg and MBNA, partially offset by continued run-off of FirstPlus

- International income down 8% to £723m (2010: £784m) due to customer balance repayments in the US and appreciation of Sterling against the US Dollar

- Over 20% of income generated from products other than consumer credit cards

- Net interest income flat at £1,370m (2010: £1,369m)

- Average assets increased 2% to £29.4bn (30 June 2010: £28.7bn)

- UK Cards average extended card balances up to £10.4bn (30 June 2010: £8.6bn) due to Egg and balance transfers, partially offset by higher customer balance repayments in the US and continued run-off of FirstPlus

- Asset margin stable at 901bps (2010: 906bps), with net interest margin down to 939bps (2010: 962bps)

- Net fee and commission income flat at £571m (2010: £569m)

- Impairment charges down 27% to £648m (2010: £890m)

- Focused risk management and customer balance repayments drove loan loss rate down to 420bps (2010: 596bps)

- 30 day arrears rates for consumer cards in UK down to 3.0% (31 December 2010: 3.4%), in the US down to 3.2% (31 December 2010: 4.6%) and in South Africa down to 5.4% (31 December 2010: 6.6%)

- Operating expenses in line with prior year at £771m (2010: £764m), excluding £600m provision for PPI redress and £47m goodwill write-off in FirstPlus

- Including these items and acquisition of Egg and MBNA operating expenses up to £1,418m (2010: £764m)

- Total assets up 7% to £32.5bn (31 December 2010: £30.3bn)

- Acquired Egg assets and MBNA portfolio, partially offset by lower balances in the US and continued run-off of FirstPlus

- Risk weighted assets up 7% to £34.0bn (31 December 2010: £31.9bn)

- Adjusted return on average equity of 16% (2010: 9%) and adjusted return on average tangible equity of 21% (2010: 12%), reflecting increased attributable profit

Barclays Capital

Income Statement Information	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
Net interest income	511	764	357
Net fee and commission income	1,543	1,831	1,516
Net trading income (excluding own credit)	3,720	3,277	4,709
Net investment income	491	273	479
Other (loss)/income	(2)	3	-
Total income (excluding own credit)	6,263	6,148	7,061
Own credit gain/(charge)	89	(460)	851
Total income	6,352	5,688	7,912
Impairment charges and other credit provisions	111	(234)	(309)
Net operating income	6,463	5,454	7,603

Operating expenses	(4,073)	(4,082)	(4,213)
Share of post-tax results of associates and joint ventures	9	8	10
Profit before tax	2,399	1,380	3,400
Adjusted profit before tax1	2,310	1,840	2,549
Balance Sheet Information			
Loans and advances to banks and customers at amortised cost	£180.7bn	£149.7bn	£188.1bn
Total assets	£1,076.0bn	£1,094.8bn	£1,212.4bn
Assets contributing to adjusted gross leverage2	£653.6bn	£668.1bn	£697.6bn
Risk weighted assets	£190.0bn	£191.3bn	£194.3bn
Liquidity pool	£145bn	£154bn	£160bn
Average DVaR (95%)	£48m	£49m	£57m

	Adjusted1			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity3	15%	13%	14%	16%	10%	19%
Return on average tangible equity3	16%	14%	14%	16%	11%	20%
Return on average risk weighted assets	1.8%	1.5%	1.5%	1.8%	1.2%	2.2%
Loan loss rate (bps)	(6)	42	34	(6)	42	34
Cost: income ratio	65%	66%	60%	64%	72%	53%
Cost: net operating income ratio	64%	69%	62%	63%	75%	55%
Compensation: income ratio	45%	44%	42%	45%	48%	37%
Average income per employee (000s)	£255	£242	£290	£259	£224	£325

1 Adjusted profit before tax and adjusted performance measures exclude the impact of own credit gains of £89m (H2 2010: charge of £460m; H1 2010: gain of £851m).

2 30 June 2011 and 31 December 2010 uses a revised definition. Applying this to 30 June 2010 would give £675.3bn.

3 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

- Adjusted profit before tax down 9% to £2,310m (2010: £2,549m)

- Including an own credit gain of £89m (2010: gain of £851m), profit before tax of £2,399m (2010: £3,400m)

- Total income excluding own credit down 11% to £6,263m (2010: £7,061m)

Analysis of Total Income	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
Fixed Income, Currency and Commodities	3,916	3,804	4,883
Equities and Prime Services	1,108	984	1,056
Investment Banking	1,132	1,226	1,017
Principal Investments	107	134	105
Total income (excluding own credit)	6,263	6,148	7,061

- Fixed Income, Currency and Commodities down 20% to £3,916m (2010: £4,883m), reflecting lower contributions from Fixed Income Rates and Credit, and from Commodities in a challenging trading environment, particularly in the second quarter. Currency up 12% on 2010, benefiting from strong client volumes

- Equities and Prime Services up 5% to £1,108m (2010: £1,056m), benefiting from improved client flow in derivatives and equity financing

- Investment Banking, up 11% to £1,132m (2010: £1,017m) driven by growth in equity and debt underwriting

- Principal Investments up 2% to £107m (2010: £105m) mainly from one large disposal in the UK

- Total income (excluding own credit) in the second quarter of £2,897m, down 14% on the first quarter of 2011 reflecting lower activity levels. FICC income down 22%; Investment Banking down 15%, following a strong first quarter in equity and debt underwriting; Equities and Prime Services income up 3%

- Net interest income up 43% to £511m (2010: £357m) due to lower funding costs. Fee and commission income up 2% to £1,543m (2010: £1,516m) driven by increases in Investment Banking impacted by a reduction in fees paid by Head Office. Net trading income (excluding own credit) down 21% to £3,720m (2010: £4,709m) primarily driven by lower contributions from FICC

- Net impairment releases of £111m in the first half (2010: charge of £309m) reflecting a £223m release of the impairment allowance relating to the Protium loan prior to consolidation, partially offset by charges primarily relating to leveraged finance

- Operating expenses down 3% to £4,073m (2010: £4,213m). Excluding the impact of own credit, cost to net operating income of 64% (2010: 62%) and compensation to income of 45% (2010: 42%)

- Total assets down 2% to £1,076bn (31 December 2010: £1,095bn), reflecting decreases in gross derivative assets largely offset by increase in settlement balances. Assets contributing to adjusted gross leverage down 2% to £654bn (31 December 2010: £668bn) reflecting reduction in liquidity pool to £145bn (31 December 2010: £154bn) and fluctuations as a result of normal trading activities

- Credit market exposures down £6.0bn to £17.9bn, including a reduction of £3.7bn in relation to Protium

- Risk weighted assets in line at £190bn (31 December 2010: £191bn), with benefits from a reduction in credit market exposures offset by the impact of regulatory methodology changes

- Adjusted return on average equity of 15% (2010: 14%), and adjusted return on average risk weighted assets up to 1.8% (2010: 1.5%) reflecting reduced average risk weighted assets

- Average DVaR down to £48m (2010: £57m), due to lower client activity. Spot DVaR at 30 June 2011 up to £50m (31 December 2010: £48m)

Barclays Corporate

Income Statement Information	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
Net interest income	955	1,065	939
Net fee and commission income	470	446	464
Net trading income	29	53	27
Net investment income/(loss)	8	1	(33)
Other income	9	8	4
Total income	1,471	1,573	1,401
Impairment charges and other credit provisions	(614)	(747)	(949)
Net operating income	857	826	452
Operating expenses1	(839)	(1,078)	(829)
Share of post-tax results of associates and joint ventures	(1)	(2)	-
	(64)	-	-

Loss on disposal of subsidiaries, associates and joint ventures			
Loss before tax	(47)	(254)	(377)
Adjusted profit/(loss) before tax2	17	(254)	(377)
Balance Sheet Information			
Loans and advances to customers at amortised cost	£64.4bn	£65.7bn	£66.8bn
Loans and advances to customers at fair value	£14.4bn	£14.4bn	£14.4bn
Customer deposits	£77.0bn	£71.0bn	£68.4bn
Total assets	£85.1bn	£85.7bn	£86.9bn
Risk weighted assets	£69.3bn	£70.8bn	£72.7bn

	Adjusted2			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity3	0%	(3%)	(11%)	(2%)	(3%)	(11%)
Return on average tangible equity3	0%	(3%)	(12%)	(2%)	(3%)	(12%)
Return on average risk weighted assets	0.0%	(0.4%)	(1.2%)	(0.2%)	(0.4%)	(1.2%)
Loan loss rate (bps)	177	208	240	177	208	240
Cost: income ratio	57%	69%	59%	57%	69%	59%
Cost: net operating income ratio	98%	131%	183%	98%	131%	183%

1 Operating expenses includes £243m in relation to goodwill write-down for the half year ended 31 December 2010.
2 Adjusted profit before tax and adjusted performance measures exclude the impact of expected loss on disposal of £64m (2010: £nil).
3 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

Half Year Ended 30 June 2011

Income Statement Information	UK	Europe	Rest of World	Total

	£m	£m	£m	£m
Income	1,135	200	136	1,471
Impairment charges and other credit provisions	(163)	(428)	(23)	(614)
Operating expenses	(558)	(131)	(150)	(839)
Share of post-tax results of associates and joint ventures	(1)	-	-	(1)
Loss on disposal of subsidiaries, associates and joint ventures	-	-	(64)	(64)
Profit/(loss) before tax	413	(359)	(101)	(47)
Balance Sheet Information				
Loans and advances to customers at amortised cost	£48.9bn	£12.5bn	£3.0bn	£64.4bn
Loans and advances to customers at fair value	£14.4bn	-	-	£14.4bn
Customer deposits	£67.5bn	£7.2bn	£2.3bn	£77.0bn
Total assets	£65.8bn	£15.0bn	£4.3bn	£85.1bn
Risk weighted assets	£47.1bn	£17.2bn	£5.0bn	£69.3bn
Half Year Ended 31 December 2010				
Income Statement Information				
Income	1,214	224	135	1,573
Impairment charges and other credit provisions	(209)	(456)	(82)	(747)
Operating expenses	(541)	(104)	(433)	(1,078)
Share of post-tax results of associates and joint ventures	(2)	-	-	(2)
Profit/(loss) before tax	462	(336)	(380)	(254)
Balance Sheet Information				
Loans and advances to customers at amortised cost	£49.6bn	£12.7bn	£3.4bn	£65.7bn
Loans and advances to customers at fair value	£14.4bn	-	-	£14.4bn
Customer deposits	£63.1bn	£5.5bn	£2.4bn	£71.0bn
Total assets	£66.1bn	£15.2bn	£4.4bn	£85.7bn
Risk weighted assets	£48.9bn	£16.5bn	£5.4bn	£70.8bn
Half Year Ended 30 June 20101				
Income Statement Information				
Income	1,065	204	132	1,401
Impairment charges and other credit provisions	(250)	(616)	(83)	(949)
Operating expenses	(443)	(105)	(281)	(829)
Profit/(loss) before tax	372	(517)	(232)	(377)
Balance Sheet Information				
Loans and advances to customers at amortised cost	£50.3bn	£12.9bn	£3.6bn	£66.8bn
	£14.4bn	-	-	£14.4bn

Loans and advances to customers at fair value				
Customer deposits	£60.8bn	£5.2bn	£2.4bn	£68.4bn
Total assets	£66.9bn	£15.1bn	£4.9bn	£86.9bn
Risk weighted assets	£50.5bn	£16.6bn	£5.6bn	£72.7bn

1 UK & Ireland, Continental Europe and New Markets are now known as UK, Europe and Rest of World respectively. Ireland profit before tax of £17m (H2 2010: £1m; H1 2010: £16m) and Iveco loss before tax of £9m (H2 2010: £nil; H1 2010: loss of £9m), previously included within UK and Ireland, is now included under Europe.

- Adjusted profit before tax of £17m (2010: loss of £377m), excluding provision for expected loss of £64m on disposal of Barclays Bank Russia (BBR)

- Including expected loss on disposal, loss before tax of £47m (2010: loss of £377m)

- Improved profitability across all three geographic regions - UK, Europe and Rest of World

- UK profit before tax up 11% to £413m (2010: £372m) reflecting resilient income and falling impairment partially offset by an increase in costs mainly from a non-recurrence of a prior year pension credit and an increase in restructuring charges

- Europe loss before tax down 31% to a loss of £359m (2010: loss of £517m), driven mainly by lower impairment charges in Spain of £299m, well below the charge of £553m reported for the same period last year

- Rest of World loss before tax down 56% to a loss before tax £101m (2010: loss of £232m), principally due to the non-recurrence of 2010 restructuring charges, subsequent cost reduction and improvement in loan loss rates, partially offset by the loss on disposal of BBR

- Total income up 5% to £1,471m (2010: £1,401m)

- Net interest income up 2% to £955m (2010: £939m) reflecting resilient UK net interest income

- Average assets down 4% to £68.1bn (30 June 2010: £70.9bn)

- Average liabilities up 13% to £67.5bn (30 June 2010: £59.8bn)

- Barclays Corporate net interest margin down to 142bps (2010: 145bps)

- Non interest related income up 12% to £516m (2010: £462m)

- Net fee and commission income up 1% to £470m (2010: £464m)

- Net investment income up to £8m (2010: loss of £33m) reflecting reduced writedowns of venture capital investments

- Impairment charges down 35% to £614m (2010: £949m), primarily due to Spain where charges remained well below H1 2010, despite depressed market conditions affecting some significant single name cases

- UK charges down, benefiting from the balanced nature of portfolios

- Rest of World impairment down by £60m, primarily as a result of management action to reduce risk profile of portfolios

- Overall loan loss rates down to 177bps (2010: 240bps)

- Operating expenses up 1% to £839m (2010: £829m), with the non-recurrence of a prior year pension credit broadly offset by a decrease in restructuring charges

- Continued investment in global product platform to deliver improved product and client service capabilities

- Total assets down to £85.1bn (31 December 2010: £85.7bn) mostly driven by lower balances in the UK. Risk weighted assets down 2% to £69.3bn (31 December 2010: £70.8bn)

- Loans and advances to customers at amortised cost down 2% to £64.4bn (31 December 2010: £65.7bn), with loans and advances to customers at fair value flat at £14.4bn

- Strong growth in customer deposits to £77.0bn (31 December 2010: £71.0bn)

- Adjusted return on average equity of 0% (2010: negative 11%) principally reflecting reduced losses in Europe and Rest of World

Barclays Wealth

Income Statement Information	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
Net interest income	369	370	308
Net fee and commission income	470	425	444
Net trading income	9	9	2
Net investment (loss)/income	-	(1)	3
Total income	848	803	757
Impairment charges and other credit provisions	(19)	(21)	(27)
Net operating income	829	782	730
Operating expenses	(740)	(714)	(635)
Share of post-tax results of associates and joint ventures	(1)	-	-
Profit before tax	88	68	95
Adjusted profit before tax	88	68	95
Balance Sheet Information			
Loans and advances to customers at amortised cost	£17.6bn	£16.1bn	£14.3bn
Customer deposits	£44.4bn	£44.8bn	£41.8bn
Total assets	£19.8bn	£17.8bn	£16.4bn
Risk weighted assets	£12.7bn	£12.4bn	£11.6bn
Total client assets	£169.5bn	£163.9bn	£153.5bn

	Adjusted			Statutory		
Performance Measures	30.06.11	31.12.10	30.06.10	30.06.11	31.12.10	30.06.10
Return on average equity1	10%	8%	10%	10%	8%	10%
Return on average tangible equity1	13%	11%	14%	13%	11%	14%
Return on average risk weighted assets	1.3%	1.1%	1.4%	1.3%	1.1%	1.4%
Loan loss rate (bps)	21	26	37	21	26	37
Cost: income ratio	87%	89%	84%	87%	89%	84%

1 Return on average equity and return on average tangible equity comparatives have been revised to use 10% of average risk weighted assets (previously 9%) in the calculation of average equity and average tangible equity.

- Profit before tax down 7% to £88m (2010: £95m), reflecting strong income growth offset by increased investment in the growth of the business

- Income up 12% to £848m (2010: £757m) and net operating income up 14% to £829m (2010: £730m)

- Net interest income up 20% to £369m (2010: £308m)

- Average customer deposits up £4.1bn to £44.0bn (30 June 2010: £39.9bn)

- Average loans up £3.0bn to £16.8bn (30 June 2010: £13.8bn)

- Net interest margin up to 122bps from 116bps

- Net fees and commissions income up 6% to £470m (2010: £444m) driven by higher transactional activity with High Net Worth clients

- Operating expenses up 17% to £740m (2010: £635m)

- Increase of £41m in investment spend and related restructuring costs to support the investment programme. This includes Project Gamma investment of £44m (2010: £33m)

- Staff and infrastructure costs from growth in High Net Worth businesses

- Risk weighted assets up 2% to £12.7bn (31 December 2010: £12.4bn)

- Return on risk weighted assets down to 1.3% (2010: 1.4%)

- Total client assets (customer deposits and client investments) up 3% to £169.5bn (31 December 2010: £163.9bn) with underlying net new assets of £4bn

- Return on average equity of 10% (2010: 10%)

Investment Management

	Half Year Ended	Half Year Ended	Half Year Ended
Income Statement Information	30.06.11	31.12.10	30.06.10
	£m	£m	£m
Net interest expense	(2)	(3)	(3)
Net fee and commission income	1	1	3
Net trading loss	(4)	(2)	(17)
Net investment income	5	49	51
Other loss	(1)	(1)	-
Total income	(1)	44	34
Operating expenses	(6)	(8)	(3)
(Loss)/profit before tax	(7)	36	31
Adjusted profit before tax1	51	36	31
Balance Sheet Information			
Total assets	£4.2bn	£4.6bn	£3.6bn
Risk weighted assets	£0.1bn	£0.1bn	£0.1bn

- Loss before tax of £7m (2010: profit before tax of £31m) principally reflecting

- Dividend income of £62m (2010: £51m)

- Loss of £58m on disposal of 2.357 million BlackRock, Inc. shares in May 2011 to maintain the Group's strategic holding below 20%

- Total assets of £4.2bn (31 December 2010: £4.6bn), reflecting the fair value of the Group's investment in 35.210 million (2010: 37.567 million) BlackRock shares representing a 19.7% interest, accounted for as an available for sale equity investment

- The value of the holding as at 30 June 2011 was £0.8bn below the value at acquisition (31 December 2010: £0.9bn). This reduction has been reflected in the available for sale reserve and the Group's Core Tier 1 ratio

- Investment assessed for impairment as at 30 June 2011. 15.5% reduction in fair value from original acquisition cost not considered significant or prolonged, and no impairment recognised at 30 June 2011

- Further assessment will be undertaken in the second half to consider whether any continued shortfall compared with the value at acquisition should, subject to any significant mitigating factors, be recognised in the income statement for 2011

1 Adjusted profit before tax excludes the £58m (2010: £nil) loss on disposal of a portion of the Group's strategic investment in BlackRock, Inc. recycled through investment income.

Head Office Functions and Other Operations

	Half Year Ended	Half Year Ended	Half Year Ended
Income Statement Information	30.06.11	31.12.10	30.06.10
	£m	£m	£m
Net interest (expense)/income	(13)	(129)	164
Net fee and commission expense	(96)	(116)	(273)
Net trading income/(loss)	8	(431)	(3)
Net investment income	27	491	-
Net premiums from insurance contracts	29	38	41
Other income	9	4	35
Total income	(36)	(143)	(36)
Net claims and benefits incurred under insurance contracts	(1)	1	-
Total income net of insurance claims	(37)	(142)	(36)

Impairment charges and other credit provisions	1	(7)	5
Net operating loss	(36)	(149)	(31)
Operating expenses	(198)	(189)	(390)
Profit on disposal of subsidiaries, associates and joint ventures	(1)	-	-
Loss before tax	(235)	(338)	(421)
Adjusted loss before tax	(234)	(338)	(421)
Balance Sheet Information			
Total assets	£37.7bn	£20.9bn	£13.7bn
Risk weighted assets	£1.6bn	£0.6bn	£1.8bn

- Loss before tax down to £235m (2010: loss of £421m) due to lower operating expenses and flat income

- Total income flat at a loss of £37m (2010: loss of £36m)

- Net interest (expense)/income decreased to a net expense of £13m (2010: net income of £164m) driven by consolidation adjustments, mainly on hedging derivatives with corresponding income recorded in net trading income

- Net fee and commission expense down to £96m (2010: £273m) driven by decrease in fees for structured capital market activities to £10m (2010: £191m)

- Net trading income/(loss) increased to an income of £8m (2010: loss of £3m) reflecting 2010 reclassification of £221m profit from currency translation reserve to income statement relating to repatriation of capital from overseas operation, offset by consolidation adjustments on hedging derivatives with corresponding expense recorded in net interest expense

- Operating expenses down to £198m (2010: £390m) due to non recurrence of 2010 provision of £194m in relation to resolution of investigation into Barclays compliance with US economic sanctions

- Total assets increased 80% to £37.7bn (31 December 2010: £20.9bn) due to purchases of government bonds to support the Group's hedging and liquidity management activities

Risk Management

Overview

Barclays has clear risk management objectives, a well-established strategy to deliver these objectives, and a robust framework for managing risk. The approach to identifying, assessing, controlling, managing and reporting risks is formalised in the Principal Risks Framework.

The Group's Principal Risks, together with references to where areas of significant risk affecting the 2011 results, are as follows:

Principal Risks	Analysis Relating to Key Risks	Page
Retail and Wholesale Credit Risk	- Analysis of total assets by valuation basis and underlying asset class - Analysis of loans and advances to customers and banks - Impairment, potential credit risk loans and coverage ratios - Wholesale credit risk - Retail credit risk - Debt securities and other bills - Exposures to selected Eurozone countries - Barclays Capital Credit Market Exposures	37 39 43 45 47 52 56 63
Market Risk	- Analysis of market risk and, in particular, Barclays Capital's DVaR	53
Liquidity Risk	- Key measures of liquidity risk, including the Group's liquidity pool, term financing and funding structure	54
Legal Risk	- Significant litigation matters - Significant investigations	87 87
Regulatory Risk	- Significant regulatory matters, including structural changes to the UK and global regulatory environment	88
Capital Risk	- Analysis of the current capital base, risk weighted assets, adjusted gross leverage and anticipated significant regulatory changes	65

The other Principal Risks that form part of the Group's Principal Risks Framework but are not covered in this Interim Announcement are: People Risk, Operations Risk, Taxation Risk, Technology Risk, Financial Reporting Risk and Fraud Risk.

The risk management framework and policies remain broadly unchanged from those described in Barclays PLC Annual Report 2010. The Principal Risks Framework is currently under review with a view to implementing any changes in the second half of 2011.

Analysis of Total Assets by Valuation Basis and Underlying Asset Class

		Accounting Basis	
Assets as at 30.06.11	Total Assets	Cost Based Measure	Fair Value
	£m	£m	£m
Cash and balances at central banks	86,916	86,916	-
Items in the course of collection from other banks	1,317	1,317	-
Debt securities & other bills	147,785	-	147,785
Equity securities	29,118	-	29,118
Traded loans	1,693	-	1,693
Commodities7	3,203	-	3,203
Trading portfolio assets	181,799	-	181,799
Loans and advances	22,086	-	22,086
Debt securities	1,643	-	1,643
Equity securities	5,451	-	5,451
Other financial assets8	8,418	-	8,418
Held in respect of linked liabilities to customers under investment contracts9	1,524	-	1,524
Financial assets designated at fair value	39,122	-	39,122
Derivative financial instruments	379,854	-	379,854
Loans and advances to banks	58,751	58,751	-
Loans and advances to customers	441,983	441,983	-
Debt securities & other bills	76,711	-	76,711
Equity securities	5,126	-	5,126
Available for sale financial instruments	81,837	-	81,837
Reverse repurchase agreements and other similar secured lending	196,867	196,867	-
Other assets	24,476	22,677	1,799
Total assets as at 30.06.11	1,492,922	808,511	684,411

Total assets as at 31.12.10	1,489,645	792,294	697,351

1 Further analysis of loans and advances is on pages 39 to 41.

2 Further analysis of derivatives is on pages 81.

3 Further analysis of debt securities and other bills is on page 52.

4 Reverse repurchase agreements comprise primarily short-term cash lending with assets pledged by counterparties securing the loan.

5 Equity securities comprise primarily equity securities determined by available quoted prices in active markets.

Analysis of Total Assets						Sub Analysis
Loans and Advances1	Derivatives2	Debt Securities & Other Bills3	Reverse Repurchase Agreements4	Equity Securities5	Other	Credit Market Exposures6
£m	£m	£m	£m	£m	£m	£m
-	-	-	-	-	86,916	-
-	-	-	-	-	1,317	-
-	-	147,785	-	-	-	2,657
-	-	-	-	29,118	-	-
1,693	-	-	-	-	-	-
-	-	-	-	-	3,203	-
1,693	-	147,785	-	29,118	3,203	2,657
22,086	-	-	-	-	-	4,428
-	-	1,643	-	-	-	-
-	-	-	-	5,451	-	718
-	-	-	6,721	-	1,697	-
-	-	-	-	-	1,524	-
22,086	-	1,643	6,721	5,451	3,221	5,146

-	379,854	-	-	-	-	1,367
58,751	-	-	-	-	-	-
441,983	-	-	-	-	-	6,206
-	-	76,711	-	-	-	287
-	-	-	-	5,126	-	-
-	-	76,711	-	5,126	-	287
-	-	-	196,867	-	-	-
-	-	-	-	-	24,476	1,966
524,513	379,854	226,139	203,588	39,695	119,133	17,629
490,263	420,319	200,787	213,331	36,779	128,166	23,625

6 See page 63 for further analysis of Barclays Capital Credit Market Exposures which includes undrawn commitments of £241m (31 December 2010: £264m) that are off-balance sheet and therefore not included in the table above.

7 Commodities primarily consist of physical inventory positions.

8 These instruments consist primarily of reverse repurchase agreements designated at fair value.

9 Financial assets designated at fair value in respect of linked liabilities to customers under investment contracts have not been further analysed as the Group is not exposed to the risks inherent in these assets.

Credit Risk

Analysis of Loans and Advances to Customers and Banks

	Gross L&A	Impairment Allowance	L&A Net of Impairment	Credit Risk Loans1	CRLs % of Gross L&A1	Impairment Charges2	Loan Loss Rates3
	£m	£m	£m	£m	%	£m	bps
Wholesale - customers	212,523	5,132	207,391	11,451	5.4	621	59
Wholesale - banks	58,799	48	58,751	36	0.1	(4)	(1)
Total Wholesale	271,322	5,180	266,142	11,487	4.2	617	46
Total Retail	241,033	6,441	234,592	12,067	5.0	1,257	105
Loans and Advances at Amortised Cost	512,355	11,621	500,734	23,554	4.6	1,874	74
Loans and Advances Held at Fair Value	23,779	na	23,779				
Total Loans and Advances	536,134	11,621	524,513				
As at 31.12.10							
Wholesale - customers	204,991	5,501	199,490	11,716	5.7	2,347	114
Wholesale - banks	37,847	48	37,799	35	0.1	(18)	(5)
Total Wholesale	242,838	5,549	237,289	11,751	4.8	2,329	96
Total Retail	235,335	6,883	228,452	12,571	5.3	3,296	140
Loans and Advances at Amortised Cost	478,173	12,432	465,741	24,322	5.1	5,625	118
Loans and Advances Held at Fair Value	24,522	na	24,522				
Total Loans and Advances	502,695	12,432	490,263				

Gross loans and advances to customers and banks at amortised cost increased 7% to £512,355m (31 December 2010: £478,173m) principally driven by increased balances in the wholesale portfolios.

Wholesale loans and advances at amortised cost increased 12% to £271,322m (31 December 2010: £242,838m) driven by increased settlement balances and cash collateral partially offset by the reduction in loans resulting from the consolidation of Protium, a reduction in borrowing by customers and net depreciation in the value of other currencies relative to Sterling.

Retail loans and advances at amortised cost increased 2% to £241,033m (31 December 2010: £235,335m) reflecting steady growth in UK Home Loans, the acquisition of Egg consumer card assets, growth in Italian Home Loans and growth in High Net Worth lending in Barclays Wealth; partially offset by a decrease in Africa RBB as a result of the depreciation of the Rand against Sterling since the year end.

Further detail can be found in the Wholesale Credit Risk and the Retail Credit Risk sections on pages 45 to 51.

1 31.12.10 excludes from credit risk loans (CRLs) the loan to Protium of £7,560m against which an impairment of £532m was held. See page 64 for further information.

2 Impairment charges and other credit provisions, comprising impairment on loans and advances and charges in respect of undrawn facilities and guarantees, see page 42.

3 The loan loss rates for 30.06.11 have been calculated on an annualised basis. The loan loss rates for 31.12.10 have been calculated on the twelve months ended 31.12.10.

Loans and Advances at Amortised Cost Net of Impairment Allowances, by Industry Sector and Geography1

As at 30.06.11	United Kingdom	Europe	Americas	Africa and Middle East	Asia	Total
	£m	£m	£m	£m	£m	£m
Financial institutions	35,687	36,924	55,101	4,569	18,014	150,295
Manufacturing	6,417	3,586	1,125	1,203	775	13,106
Construction	3,663	1,070	47	1,038	82	5,900
Property	14,411	3,730	947	4,572	210	23,870
Government	607	2,631	1,699	5,238	3,106	13,281
Energy and water	1,728	2,354	1,370	647	342	6,441
Wholesale and retail distribution and leisure	11,064	2,767	436	2,284	109	16,660
Business and other services	15,503	4,948	1,873	3,332	231	25,887
Home loans	107,488	40,476	434	23,455	290	172,143
Cards, unsecured loans and other personal lending	27,074	8,009	7,486	5,844	975	49,388

Other	8,435	5,490	1,517	7,724	597	23,763
Net loans and advances to customers and banks	232,077	111,985	72,035	59,906	24,731	500,734
As at 31.12.10						
Financial institutions	24,639	26,984	60,514	4,539	7,335	124,011
Manufacturing	6,660	4,793	904	1,543	866	14,766
Construction	3,607	1,259	34	909	54	5,863
Property	13,746	3,024	797	4,822	418	22,807
Government	534	1,219	354	3,648	546	6,301
Energy and water	2,183	3,617	2,426	520	485	9,231
Wholesale and retail distribution and leisure	11,594	2,859	644	1,888	372	17,357
Business and other services	15,171	6,142	1,198	3,394	323	26,228
Home loans	104,934	37,347	214	25,241	319	168,055
Cards, unsecured loans and other personal lending	25,950	7,768	7,340	4,297	1,313	46,668
Other	8,034	4,843	1,398	9,103	1,076	24,454
Net loans and advances to customers and banks	217,052	99,855	75,823	59,904	13,107	465,741

1 The analysis of loans and advances and impairment by geography has been aligned to the geographic regions used for reporting income presented on page 1.

Loans and Advances Held at Fair Value by Industry Sector and Geography1

As at 30.06.11	United Kingdom	Europe	Americas	Africa and Middle East	Asia	Total
	£m	£m	£m	£m	£m	£m
Financial institutions2	285	733	1,020	512	49	2,599
Manufacturing	69	86	187	-	20	362
Construction	149	2	-	45	2	198
Property	7,142	2,725	1,088	21	155	11,131
Government	4,755	-	191	86	9	5,041
Energy and water	34	198	63	97	-	392
Wholesale and retail distribution and leisure	86	37	264	59	5	451
Business and other services	2,669	153	331	81	2	3,236
Other	78	72	83	134	2	369

Total	15,267	4,006	3,227	1,035	244	23,779
As at 31.12.10						
Financial institutions	139	996	444	445	101	2,125
Manufacturing	39	67	187	49	5	347
Construction	199	-	-	45	5	249
Property	7,003	2,793	1,858	43	237	11,934
Government	4,848	-	-	189	51	5,088
Energy and water	14	259	57	34	6	370
Wholesale and retail distribution and leisure	70	14	705	11	-	800
Business and other services	2,650	69	442	80	5	3,246
Other	103	114	76	69	1	363
Total	15,065	4,312	3,769	965	411	24,522

Impairment, Potential Credit Risk Loans and Coverage Ratios

Impairment Allowance	Half Year Ended 30.06.11	Half Year Ended 31.12.10	Half Year Ended 30.06.10
	£m	£m	£m
At beginning of period	12,432	11,747	10,796
Acquisitions and disposals	(19)	8	70
Exchange and other adjustments	(79)	196	135
Unwind of discount	(125)	(125)	(88)
Amounts written off	(2,563)	(2,094)	(2,216)
Recoveries	100	121	80
Amounts charged against profit	1,875	2,579	2,970
At end of period	11,621	12,432	11,747
Geographical analysis1			
United Kingdom	4,425	4,429	4,425
Europe	3,158	2,793	2,307
Americas	2,194	2,958	2,847
Africa and Middle East	1,737	1,857	1,776
Asia	107	395	392
At end of period	11,621	12,432	11,747

1 The analysis of loans and advances and impairment by geography has been aligned to the geographic regions used for reporting income presented on page 1.

2 Included within financial institutions (Americas) are £720m (31 December 2010: £nil) of loans backed by retail mortgage collateral.

Impairment Charges and other Credit Provisions by Business

Half Year Ended 30.06.2011	Loans and Advances	Charges in Respect of Undrawn Facilities and Guarantees	Available for Sale Assets	Reverse Repurchase Agreements	Total
	£m	£m	£m	£m	£m
UK RBB	275	-	-	-	275
Europe RBB	115	1	-	-	116
Africa RBB	268	-	-	-	268
Barclaycard	645	3	-	-	648
Barclays Capital1	(47)	(4)	(14)	(46)	(111)
Barclays Corporate	601	(1)	14	-	614
Barclays Wealth	19	-	-	-	19
Head Office Functions and Other Operations	(1)	-	-	-	(1)
Total impairment charges and other credit provisions	1,875	(1)	-	(46)	1,828
Half Year Ended 31.12.2010					
UK RBB	372	-	-	-	372
Europe RBB	179	2	-	-	181
Africa RBB	232	-	-	-	232
Barclaycard	799	(1)	-	-	798
Barclays Capital1	316	4	(80)	(6)	234
Barclays Corporate	653	61	33	-	747
Barclays Wealth	21	-	-	-	21
Head Office Functions and Other Operations	7	(1)	1	-	7
Total impairment charges and other credit provisions	2,579	65	(46)	(6)	2,592
Half Year Ended 30.06.2010					
UK RBB	447	-	-	-	447
Europe RBB	133	-	-	-	133
Africa RBB	330	-	-	-	330
Barclaycard	890	-	-	-	890
Barclays Capital1	320	2	(15)	2	309
Barclays Corporate	828	9	112	-	949
Barclays Wealth	27	-	-	-	27
Head Office Functions and Other Operations	(5)	-	-	-	(5)
	2,970	11	97	2	3,080

Total impairment charges and
other credit provisions

Impairment charges on loans and advances fell 37% to £1,875m (2010: £2,970m), reflecting some improvement in credit conditions in the main sectors and geographies in which Barclays lends, which led to lower charges across the majority of retail and wholesale businesses. In Barclays Capital there was an impairment release of £223m relating to the loan to Protium, partially offset by charges primarily relating to leveraged finance. Impairment charges were lower in Barclays Corporate, notably in Spain and UK, although charges were higher in Portugal where credit conditions remained weak. Impairment charges were lower across all businesses in Retail and Business Banking, most notably in Barclaycard due to lower levels of delinquencies, the low interest rate environment and sound credit risk management.

As a result of this fall in impairment and the 7% rise in loans and advances, the loan loss rate decreased to 74bps (2010: 118bps). The impairment release against available for sale assets and reverse repurchase agreements was £46m (2010: charge of £99m), principally driven by lower impairment against credit market exposures.

1 Credit market related impairment charges within Barclays Capital comprised a release of £76m (2010: charge of £311m) against loans and advances, and a release of £37m (2010: £nil) against available for sale assets.

Potential Credit Risk Loans and Coverage Ratios

	CRLs		PPLs		PCRLs	
	As at 30.06.11	As at 31.12.10	As at 30.06.11	As at 31.12.10	As at 30.06.11	As at 31.12.10
	£m	£m	£m	£m	£m	£m
Home loans	4,339	4,294	222	260	4,561	4,554
Cards, unsecured and other retail lending	7,728	8,277	400	465	8,128	8,742
Retail	12,067	12,571	622	725	12,689	13,296
Wholesale (excluding loan to Protium)	11,487					