

**Press Release, 28/8/2014
ATTICA BANK GROUP
H1 2014 Financial results**

Profit before provisions: 34.4 million euros against losses of 22.3 million euros in H1 2013
Significant increase of net interest income
Operational cost containment
Equity: 414 million euros
Total capital adequacy ratio: 12.6%

Statement of the Management:

"Following its successful recapitalisation through private sector capital last July, Attica Bank has submitted to the regulatory authorities a capital plan to cover the capital needs identified following the recent capital needs assessment of the Bank of Greece, published in the first quarter of 2014. The capital plan focuses on the increase of equity and the participation of new investors, as well as on the containment of operating costs, efficient risk management and the restructuring of the branch network, resulting in internal capital generation.

The Bank's financial figures and results for H1 2014 reflect the positive effects of internal reorganisation actions, validate the estimates that had been expressed in the past based on the Bank's planning, and confirm the Bank's ability to continue on its autonomous course.

As far as the financial figures of H1 2014 are concerned, along with the Bank's return to organic profitability, which was confirmed during the second quarter of the year, what should also be stressed is the improvement of the quality of the loan portfolio and of the NPL coverage ratios resulting from the internal restructuring that has taken place in the Group over the past years and the optimal monitoring and management of credit risk. This is a process that constitutes a key choice of the Bank and is going to be improved further in the future and reflect on the Group results of the following years as the need to form new provisions will be contained, considering that the amount of provisions needed to cover the existing loan portfolio will have been covered.

During the second quarter of 2014 the Group of Attica Bank displayed positive results - as it did in Q1 2014- with organic profitability and internal capital generation acquiring a permanent status. Profit before provisions for the Group for H1 2014 was 34.4 million euros against losses of 22.3 million euros in H1 2013. The Group displayed positive results after provisions and taxes, too. Accumulated provisions increased by 7% and stood at 466.4 million euros, with the coverage ratio exceeding 50%. If the value of collaterals is also taken into account, the coverage ratio stands above 100%. What is also important is the fact that income from all sources improved, which, combined with further reduction of operating costs will lead the Group to achieving internal capital generation as a necessary condition for its sustainable growth and autonomy.

Attica Bank, as already mentioned, has submitted a comprehensive capital plan to the regulatory authorities, which identifies the sources of internal capital generation by taking advantage of all existing possibilities. This, along with the expansion of the

shareholder base and the raising of new capital with the participation of new investors, will lead to the coverage of the needs identified in the recent capital needs assessment of the Bank of Greece. It should be mentioned that TSMEDE and the BoD of ETAA have recently resolved that TSMEDE will participate in the forthcoming capital increase of Attica Bank, the amount and the conditions of which will be decided by the BoD of the Bank and will be approved by the General Meeting of Shareholders. The financial results of the first semester of 2014 and the strengthening of the Bank's extrovertedness along with the implementation of modern management principles identify positive prospects for the implementation of the Bank's business plan.

Furthermore, these prospects are improved thanks to the stabilization of the Greek economy as a result of the rapid ongoing fiscal consolidation. The year 2014 will be already the first year that the national economy will display positive growth rates for the first time after six years of depression, with official data bringing GDP growth at 0.6% without excluding an even higher growth rate. At the same time, the achievement of primary deficit also continues in 2014, higher than expected both as an absolute value and as a percentage of GDP, and unemployment is regressing as employment increases, albeit marginally.

Key Financial Figures

- The pre-tax result of the Group for H1 2014 was a profit of 4.6 million euros, against a loss of 68 million euros in H1 2013. Respectively, the result after taxes for H1 2014 was a profit of 1.1 million euros, against a loss of 59.7 million euros in H1 2013. Profit before provisions and taxes amounted to 34.4 million euros, against a loss of 22.3 million euros in H1 2013. Total comprehensive income after tax, which represents the internal capital generation of the Bank in H1 2014, was positive at 4.5 million euros against a loss of 31.2 million euros in H1 2013.
- The Group's equity amounted to 414.2 million euros.
- The Total Assets of the Group reached 4 billion euros.
- The NPL ratio (loans in arrears for more than 90 days) stood at 24.5% as at 30/06/2014.
- Period provisions for bad loans amounted to approximately 30 million euros. The stock of provisions stood at 466.4 million euros versus 402.5 million euros in Q1 2013 and 436.4 million euros at 31/12/2013. The coverage ratio (loans in arrears more than 90 days) as at 30.06.2014 stood at 51.3%.
- Net Interest income for the Group reached 50.7 million euros, reflecting a significant increase over H1 2013. During the period under consideration deposits increased thanks to the stabilization of the Greek economy. At the same time, however, interest rates on deposits were reduced, thus reducing the cost of funding for the Bank.
- Total income from operating activities for the Group stood at 77 million euros, more than three times the total operating income of H1 2013.
- Personnel expenses were 22.7 million euros, down by 15% on a year-on-year basis.
- The Total Capital Adequacy ratio was 12.6%, considerably higher than the minimum levels set by the Bank of Greece.

ATTICA BANK S.A.

Note: The Financial Statements of Attica Bank on a stand-alone and consolidated basis according to the I.F.R.S will be published on 29/08/2014 and will be posted on the Bank's website, www.atticabank.gr.