



Emporiki Bank

CRÉDIT AGRICOLE GROUP

**Condensed Interim Financial
Information**

as at 30-09-2010

In accordance with International Financial Reporting Standard 34

Athens, 3rd November 2010

Contents of the Condensed Interim Financial Information

Condensed Interim Statement of Comprehensive Income	3
Condensed Interim Statement of Financial Position	4
Condensed Interim Statement of Changes in Equity	5
Condensed Interim Statement of Cash Flows	6
Notes to the financial statements	7
1. General information	7
2. Summary of significant accounting policies	7
3. Critical accounting estimates, and judgements in applying accounting policies	11
4. Segment analysis	11
5. Net Interest Income	13
6. Net fee & Commission Income	13
7. Net trading results	13
8. Gain less losses of investment portfolio	14
9. Other Income	14
10. Staff Costs	14
11. Other Operating Expenses	14
12. Income tax expense	15
13. Earnings per share	15
14. Cash and balances with Central Bank	15
15. Due from other Banks	15
16. Trading Securities	16
17. Loans and advances to customers	16
18. Available-for-sale securities	17
19. Investments in subsidiaries / associates	17
20. Due to banks	18
21. Due to customers	19
22. Debt securities in issue	19
23. Other borrowed funds	20
24. Deferred tax assets/liabilities	21
25. Obligations to pension funds	22
26. Other provisions	22
27. Contingent liabilities and commitments	23
28. Share capital and own shares	24
29. Other reserves	24
30. Cash and cash equivalents	25
31. Related party transactions	25
32. Dividends paid	27
33. Capital adequacy	27
34. Post balance sheet events	27

Condensed Interim Statement of Comprehensive Income

	Note	1 January- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2010	1 July- 30 September 2009
Interest & similar income		630.264	814.658	218.513	229.992
Interest expense & similar charges		(192.218)	(456.322)	(69.930)	(93.734)
NET INTEREST INCOME	5	438.046	358.336	148.583	136.258
Fee & commission income		94.122	105.302	28.147	33.054
Fee & commission expense		(15.042)	(17.832)	(5.384)	(5.382)
NET FEE & COMMISSION INCOME	6	79.080	87.470	22.763	27.672
Dividend income		249	415	246	360
Net trading results	7	(6.914)	5.701	2.662	(388)
Gains less losses from investment securities	8	(2.399)	2.861	(91)	9.643
Other operating income	9	4.320	58.192	1.079	28.108
NET OPERATING INCOME		512.382	512.975	175.242	201.653
Staff costs	10	(308.774)	(304.517)	(87.969)	(92.023)
Depreciation & amortization		(15.040)	(16.378)	(4.899)	(5.781)
Impairment losses on loans and advances	17	(804.988)	(497.464)	(256.368)	(156.997)
Other provisions		4.299	(3.132)	6.440	1.002
Other operating expenses	11	(109.532)	(120.489)	(33.897)	(44.457)
TOTAL OPERATING EXPENSES		(1.234.035)	(941.980)	(376.693)	(298.256)
PROFIT / (LOSS) BEFORE INCOME TAX		(721.653)	(429.005)	(201.451)	(96.603)
Income tax expense	12	(10.274)	(13.344)	(3.283)	(2.941)
PROFIT / (LOSS) AFTER INCOME TAX		(731.927)	(442.349)	(204.734)	(99.544)
Other comprehensive income					
Net change in available-for-sale securities		(92.799)	84.201	9.230	40.722
Other comprehensive income for the period net of tax		(92.799)	84.201	9.230	40.722
Total comprehensive income for the period		(824.726)	(358.148)	(195.504)	(58.822)
Basic and diluted earnings / (losses) per share (in Euro)	13	(1,6314)	(2,4655)	(0,4563)	(0,5548)

Notes on pages 8 to 27 form an integral part of these financial information

Condensed Interim Statement of Financial Position

	Note	30 September 2010	31 December 2009
ASSETS			
Cash and balances with Central Bank	14	1.008.289	1.011.438
Treasury bills		94.132	254.592
Due from other banks	15	3.010.855	3.161.580
Trading securities	16	94.152	91.271
Derivative financial instruments - assets		191.117	73.313
Loans and advances to customers	17	20.337.394	21.111.304
Available-for-sale securities	18	908.337	1.203.034
Held-to-maturity securities		32.976	45.043
Investments in subsidiaries	19	250.530	205.516
Investments in associates	19	1.895	1.965
Intangible assets		9.153	9.434
Property, plant and equipment		239.227	240.800
Investment property		119.838	113.040
Deferred tax assets	24	283.462	283.050
Income tax advance		-	1.344
Other assets		118.551	293.564
TOTAL ASSETS		26.699.908	28.100.288
LIABILITIES AND EQUITY			
Liabilities			
Due to other banks	20	9.058.761	7.555.894
Derivative financial instruments - liabilities		179.084	136.070
Due to customers	21	12.357.434	15.061.149
Debt securities in issue	22	2.696.006	2.333.624
Other borrowed funds	23	1.072.150	1.072.043
Due to State pension fund	25	340.922	408.264
Other provisions	26	177.531	188.636
Current tax liabilities		-	1
Deferred tax liabilities	24	5.162	4.750
Other liabilities		135.814	226.103
Total liabilities		26.022.864	26.986.534
Equity			
Share Capital	28	512.229	1.577.665
Cash advance for share capital increase	28	-	600.000
Share premium		1.123.548	360.960
Other reserves	29	486.756	579.506
Retained earnings / (losses)		(713.562)	(1.417.739)
Results for the period		(731.927)	(586.638)
Total equity		677.044	1.113.754
TOTAL LIABILITIES AND EQUITY		26.699.908	28.100.288

Notes on pages 8 to 27 form an integral part of these financial information

Condensed Interim Statement of Changes in Equity

	Share capital	Cash advance for SCI	Share premium	Other reserves	Retained earnings / (losses)	Total
Balance as at 1 January 2009	728.153	-	371.497	519.751	(1.417.739)	201.662
Profit / (loss) for the period 1/1/2009 - 30/9/2009	-	-	-	-	(442.349)	(442.349)
Other comprehensive income:						
Net change in available-for-sale securities	-	-	-	84.201	-	84.201
Total comprehensive income for the period	-	-	-	84.201	(442.349)	(358.148)
Share capital increase	849.512	-	(8.436)	-	-	841.076
Balance as at 30 September 2009	1.577.665	-	363.061	603.952	(1.860.088)	684.590
Balance as at 1 January 2010	1.577.665	600.000	360.960	579.506	(2.004.377)	1.113.754
Profit / (loss) for the period 1/1/2010 - 30/9/2010					(731.927)	(731.927)
Other comprehensive income:						
Net change in available-for-sale securities				(92.799)		(92.799)
Total comprehensive income for the period	-	-	-	(92.799)	(731.927)	(824.726)
Share capital increase	225.379	(600.000)	762.588			387.967
Write-off of losses carried forward	(1.290.815)				1.290.815	
Free Shares				49		49
Balance as at 30 September 2010	512.229	-	1.123.548	486.756	(1.445.489)	677.044

Notes on pages 8 to 27 form an integral part of these financial information

Condensed Interim Statement of Cash Flows

	1 January – 30 September 2010	1 January – 30 September 2009
Cash flows from operating activities		
Profit / (loss) before tax	(721.653)	(429.005)
<u>Adjustments for reconciliation of period result to cash flows from operating activities</u>		
<u>Adjustments for non-cash items included in profit and loss for the period:</u>		
Depreciation and amortization	15.040	16.378
Net profit / (loss) from sale of subsidiaries/associates	(136)	(8.721)
Impairment of subsidiaries	-	5.256
Impairment of shares	2.640	-
Impairment losses on loans and advances	804.988	497.464
Other provisions	(4.299)	3.132
Revaluation difference and accrued interest of derivative financial instruments	(74.790)	(32)
Accrued interest	(4.714)	(22.163)
Net gain from the buy-back of debt securities in issue	-	(27.274)
Net profit / (loss) from sale of available-for-sale securities	(105)	605
Net profit / (loss) from sale of fixed assets	(1.313)	(26.945)
	737.311	437.700
<u>Net increase / (decrease) of operating assets:</u>		
Obligatory deposits to Bank of Greece	1.498	(333.273)
Due from other banks	1.243	(36.888)
Trading securities	51.592	229.437
Loans and advances to customers (net of write-offs)	(25.556)	70.349
Other assets	175.905	(103.215)
	204.682	(173.590)
<u>Net increase / (decrease) of operating liabilities:</u>		
Due to other banks	1.501.672	3.889.956
Due to customers	(2.685.186)	(2.263.022)
Other liabilities	(186.000)	(111.059)
	(1.369.514)	1.515.875
Cash flows from operating activities before tax	(1.149.174)	1.350.980
Tax paid	-	-
Total cash flows from operating activities	(1.149.174)	1.350.980
Cash flows from investing activities		
Increase of participations in subsidiaries	(45.014)	(15.550)
Decrease of participations in associates	70	28.621
Net change in property, plant, equipment, intangible assets & investment property	(19.169)	38.019
Net change in available-for-sale investments	198.470	328.122
Net change in held-to-maturity investments	12.066	12.422
Total cash flows from investing activities	146.423	391.634
Cash flows from financing activities		
Proceeds from the issue of debt securities	1.450.581	(3.262.726)
Proceeds from the issue of subordinated debt	-	250.000
Repayment of debt securities in issue	(1.109.992)	-
Repayment of mortgage backed securities	(31.982)	(66.313)
Share capital increase	387.627	838.924
Proceeds from sale of own bonds	52.193	207.404
Total cash flows from financing activities	748.427	(2.032.711)
Net increase / (decrease) in cash and cash equivalents	(254.324)	(290.097)
Cash and cash equivalents, at beginning of period (Note 30)	2.681.468	3.522.475
Cash and cash equivalents, at end of period (Note 30)	2.427.144	3.232.378

Notes on pages 8 to 27 form an integral part of these financial information

Notes to the financial Statements

1. General information

Emporiki Bank ("Emporiki Bank" or the "Bank") operates in all banking activities (retail, corporate) as well as in investment banking, portfolio management and in general financial services. The Bank's registered office is at 11 Sofocleous Str. and its registration number as "Societe Anonyme" is 6064/06/B/86/03. The Bank offers services in Greece through its network of 330 branches and abroad through its branch in London as well as through its subsidiaries in Cyprus, Bulgaria, Albania, and Romania.

Emporiki Bank was established in Greece in 1907 and its shares are listed on the Athens Stock Exchange in the "Low Dispersion and Specific Features" category.

Its web site address is www.emporiki.gr.

The members of the Board of Directors, on 30th of September 2010 are as follows:

Executive members		
Alain	Strub	Chief Executive Officer, Vice Chairman
Bruno-Marie	Charrier	Deputy Chief Executive Officer
Fokion	Dimakakos	Member
Georgios	Spiliopoulos	Member
Despina	Chalkidis	Member
Non-executive members		
Nikolaos	Ebeoglou	Chairman
Bertrand	Badre	Member
Luc	Demazure	Member
Bruno	De Laage	Member
Yves	Nanquette	Member
Jean - Francois	Marchal	Member
Haralampos	David	Member
Jean-Yves	Hocher	Member
Giampriero	Maioli	Member
Emmanuelle	Yannakis	Member
Achilleus	Constantakopoulos	Member
Marc	Oppenheim	Member
Independent non-executive members		
Christoforos	Chatzopoulos	Member
Konstantinos	Papadiamantis	Member

The Board of Directors of the Bank approved these Financial Statements on 3rd November 2010

The Bank's financial statements are included in the consolidated financial statements of Credit Agricole S.A. The registered office of Credit Agricole S.A. is at 91-93, Boulevard Pasteur, 75015 Paris, France and its web site address is www.credit-agricole.fr

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these condensed interim financial information are in accordance with the accounting policies included in the annual financial statements as at 31st December 2009. Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current reporting period and subsequent reporting periods. The Bank's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

These policies have been consistently applied to all the years presented, unless otherwise stated.

New standards, amendments to standards and interpretations: Certain new standards, amendments to standards and interpretations have been issued that are mandatory for periods beginning during the current reporting period and subsequent reporting periods. The Bank's evaluation of the effect of these new standards, amendments to standards and interpretations is as follows:

a) Standards and Interpretations effective for the current financial period / year

- IFRS 3 (Revised) "Business Combinations" and IAS 27 (Amended) "Consolidated and Separate Financial Statements"

The revised IFRS 3 introduces a number of changes in the accounting for business combinations which will impact the amount of goodwill recognized, the reported results in the period that an acquisition occurs, and future reported results. Such changes include the expensing of acquisition-related costs and recognizing subsequent changes in fair value of contingent consideration in the profit or loss. The amended IAS 27 requires that a change in ownership interest of a subsidiary to be accounted for as an equity transaction. The amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary.

Furthermore the acquirer in a business combination has the option of measuring the non-controlling interest, at the acquisition date, either at fair value or at the amount of the percentage of the non-controlling interest over the net assets acquired. The Bank has applied the revised and amended standards from 1 January 2010.

- IFRS 1 (Amendment) “First-time adoption of International Financial Reporting Standards” – additional exemptions

This amendment provides additional clarifications for first-time adopters of IFRSs in respect of the use of deemed cost for oil and gas assets, the determination of whether an arrangement contains a lease and the decommissioning liabilities included in the cost of property, plant and equipment. This amendment does not have an impact on the Bank’s financial statements since it has already adopted IFRSs.

- IFRS 2 (Amendment) “Share-based Payment”

The purpose of the amendment is to clarify the scope of IFRS 2 and the accounting for group cash-settled share-based payment transactions in the separate or individual financial statements of the entity receiving the goods or services, when that entity has no obligation to settle the share-based payment transaction. This amendment does not have an impact on the Bank’s financial statements.

- IAS 39 (Amendment) “Financial Instruments: Recognition and Measurement”

This amendment clarifies how the principles that determine whether a hedged risk or portion of cash flows is eligible for designation should be applied in particular situations. This amendment is not applicable to the Bank as it does not apply hedge accounting in terms of IAS 39.

- IFRIC 12 – Service Concession Arrangements (EU endorsed for periods beginning on or after 30 March 2009)

This interpretation applies to companies that participate in service concession arrangements. This interpretation is not relevant to the Bank’s operations.

- IFRIC 15 - Agreements for the construction of real estate (EU endorsed for use from 1 January 2010)

This interpretation addresses the diversity in accounting for real estate sales. Some entities recognise revenue in accordance with IAS 18 (i.e. when the risks and rewards in the real estate are transferred) and others recognise revenue as the real estate is developed in accordance with IAS 11. The interpretation clarifies which standard should be applied to particular. This interpretation is not relevant to the Bank’s operations.

- IFRIC 16 - Hedges of a net investment in a foreign operation (EU endorsed for use from 1 July 2009)

This interpretation applies to an entity that hedges the foreign currency risk arising from its net investments in foreign operations and qualifies for hedge accounting in accordance with IAS 39. The interpretation provides guidance on how an entity should determine the amounts to be reclassified from equity to profit or loss for both the hedging instrument and the hedged item. This interpretation is not relevant to the Bank, as the Bank does not apply hedge accounting for any investment in a foreign operation.

- IFRIC 17 “Distributions of non-cash assets to owners”

This interpretation provides guidance on accounting for the following types of non-reciprocal distributions of assets by an entity to its owners acting in their capacity as owners: (a) distributions of non-cash assets and (b) distributions that give owners a choice of receiving either non-cash assets or a cash alternative. This interpretation does not have an impact on the Bank’s financial statements.

- IFRIC 18 “Transfers of assets from customers” (EU-endorsed for use annual periods beginning on or after 31 October 2009)

This interpretation clarifies the requirements of IFRSs for agreements in which an entity receives from a customer an item of property, plant and equipment that the entity must then use to provide the customer with an ongoing supply of goods or services. In some cases, the entity receives cash from a customer which must be used only to acquire or construct the item of property, plant and equipment. This interpretation is not relevant to the Bank.

b) Amendments to standards that form part of the IASB’s 2009 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in July 2009 of the results of the IASB’s annual improvements project. The following amendments are effective for the current financial period / year. In addition, unless otherwise stated, the following amendments do not have a material impact on the Bank’s financial statements.

- IFRS 2 “Share-Based payment”

The amendment confirms that contributions of a business on formation of a joint venture and common control transactions are excluded from the scope of IFRS 2.

- IFRS 5 “ Non-current Assets Held for Sale and Discontinued Operations”

The amendment clarifies disclosures required in respect of non-current assets classified as held for sale or discontinued operations.

- IFRS 8 “Operating Segments”

The amendment provides clarifications on the disclosure of information about segment assets.

- IAS 1 “Presentation of Financial Statements”

The amendment provides clarification that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current.

- IAS 7 “Statement of Cash Flows”

The amendment requires that only expenditures that result in a recognized asset in the statement of financial position can be classified as investing activities.

- IAS 17 “Leases”

The amendment provides clarification as to the classification of leases of land and buildings as either finance or operating.

- IAS 18 “Revenue”

The amendment provides additional guidance regarding the determination as to whether an entity is acting as a principal or an agent.

- IAS 36 “Impairment of Assets”

The amendment clarifies that the largest cash-generating unit to which goodwill should be allocated for the purposes of impairment testing is an operating segment as defined by paragraph 5 of IFRS 8 (that is before the aggregation of segments).

- IAS 38 “Intangible Assets”

The amendments clarify (a) the requirements under IFRS 3 (revised) regarding accounting for intangible assets acquired in a business combination and (b) the description of valuation techniques commonly used by entities when measuring the fair value of intangible assets acquired in a business combination that are not traded in active markets.

- IAS 39 “Financial Instruments: Recognition and Measurement”

The amendments relate to (a) clarification on treating loan pre-payment penalties as closely related derivatives, (b) the scope exemption for business combination contracts and (c) clarification that gains or losses on cash flow hedge of a forecast transaction should be reclassified from equity to profit or loss in the period in which the hedged forecast cash flow affects profit or loss.

- IFRIC 9 “Reassessment of Embedded Derivatives”

The amendment clarifies that IFRIC 9 does not apply to possible reassessment, at the date of acquisition, to embedded derivatives in contracts acquired in a business combination between entities under common control.

- IFRIC 16 “Hedges of a Net Investment in a Foreign Operation”

The amendment states that, in a hedge of a net investment in a foreign operation, qualifying hedging instruments may be held by any entity within the Bank, including the foreign operation itself, as long as certain requirements are satisfied.

c) Standards and Interpretations effective from periods beginning on or after 1 January 2011

- IFRS 9 “Financial Instruments” (effective for annual periods beginning on or after 1 January 2013)

- IFRS 9 is the first part of Phase 1 of the Board’s project to replace IAS 39.

The IASB intends to expand IFRS 9 during 2010 to add new requirements for classifying and measuring financial liabilities, derecognition of financial instruments, impairment, and hedge accounting. IFRS 9 states that financial assets are initially measured at fair value plus, in the case of a financial asset not at fair value through profit or loss, particular transaction costs. Subsequently financial assets are measured at amortised cost or fair value and depend on the basis of the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. IFRS 9 prohibits reclassifications except in rare circumstances when the entity’s business model changes; in this case, the entity is required to reclassify affected financial assets prospectively. IFRS 9 classification principles indicate that all equity investments should be measured at fair value. However, management has an option to present in other comprehensive income unrealised and realised fair value gains and losses on equity investments that are not held for trading. Such designation is available on initial recognition on an instrument-by-instrument basis and is irrevocable. There is no subsequent recycling of fair value gains and losses to profit or loss; however, dividends from such investments will continue to be recognised in profit or loss. IFRS 9 removes the cost exemption for unquoted equities and derivatives on unquoted equities but provides guidance on when cost may be an appropriate estimate of fair value. The Bank is currently investigating the impact of IFRS 9 on its financial statements. The Bank cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Bank decide if IFRS 9 will be adopted prior to 1 January 2013.

- IAS 24 (Amendment) “Related Party Disclosures” (effective for annual periods beginning on or after 1 January 2011)

This amendment attempts to relax disclosures of transactions between government-related entities and clarify related-party definition. More specifically, it removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities, clarifies and simplifies the definition of a related party and requires the disclosure not only of the relationships, transactions and outstanding balances between related parties, but of commitments as well in both the consolidated and the individual financial statements. The Bank will apply these changes from their effective date.

- IAS 32 (Amendment) “Financial Instruments: Presentation” (effective for annual periods beginning on or after 1 February 2010)

This amendment clarifies how certain rights issues should be classified. In particular, based on this amendment, rights, options or warrants to acquire a fixed number of the entity’s own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all of its existing owners of the same class of its own non-derivative equity instruments. This amendment is not expected to impact the Bank’s financial statements.

- IFRS 1 (Amendment) “First-time adoption of International Financial Reporting Standards” – financial instrument disclosures (effective for annual periods beginning on or after 1 July 2010)

This amendment provides first-time adopters with the same transition provisions as included in the amendment to IFRS 7 regarding comparative information for the new three-level fair value classification disclosures. This amendment will not impact the Bank’s financial statements since it has already adopted IFRSs.

- IFRS 7 (Amendment) “Financial Instruments: Disclosures” – transfers of financial assets (effective for annual periods beginning on or after 1 July 2011)

This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements. This amendment has not yet been endorsed by the EU.

- IFRIC 19 “Extinguishing Financial Liabilities with Equity Instruments” (effective for annual periods beginning on or after 1 July 2010)

This interpretation addresses the accounting by the entity that issues equity instruments to a creditor in order to settle, in full or in part, a financial liability. This interpretation is not relevant to the Bank.

- IFRIC 14 (Amendment) “The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction” (effective for annual periods beginning on or after 1 January 2011)

The amendments apply in limited circumstances: when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendments permit such an entity to treat the benefit of such an early payment as an asset. This interpretation is not relevant to the Bank.

d) Amendments to standards that form part of the IASB’s 2010 annual improvements project

The amendments set out below describe the key changes to IFRSs following the publication in May 2010 of the results of the IASB’s annual improvements project. Unless otherwise stated the following amendments are effective for annual periods beginning on or after 1 January 2011. In addition, unless otherwise stated, the following amendments will not have a material impact on the Bank’s financial statements.

- IFRS 1 “First-time adoption of International Financial Reporting Standards”

The amendments relate to: (i) additional disclosure requirements if an entity changes its accounting policies or its use of IFRS 1 exemptions after it has published a set of IAS 34 interim financial information; (ii) exemptions when the revaluation basis is used for the purposes of ‘deemed cost’; and (iii) exemptions for entities that are subject to rate regulation to use previous GAAP carrying amounts for property, plant and equipment or intangible assets as ‘deemed cost’.

- IFRS 3 “Business Combinations”

The amendments provide additional guidance with respect to: (i) contingent consideration arrangements arising from business combinations with acquisition dates preceding the application of IFRS 3 (2008); (ii) measuring non-controlling interests; and (iii) accounting for share-based payment transactions that are part of a business combination, including un-replaced and voluntarily replaced share-based payment awards.

- IFRS 7 “Financial Instruments: Disclosures”

The amendments include multiple clarifications related to the disclosure of financial instruments.

- IAS 1 “Presentation of Financial Statements”

The amendment clarifies that entities may present an analysis of the components of other comprehensive income either in the statement of changes in equity or within the notes.

- IAS 27 “Consolidated and Separate Financial Statements”

The amendment clarifies that the consequential amendments to IAS 21, IAS 28 and IAS 31 resulting from the 2008 revisions to IAS 27 are to be applied prospectively.

- IAS 34 “Interim Financial Reporting”

The amendment places greater emphasis on the disclosure principles that should be applied with respect to significant events and transactions, including changes to fair value measurements, and the need to update relevant information from the most recent annual report.

- IFRIC 13 “Customer Loyalty Programmes”

The amendment clarifies the meaning of the term ‘fair value’ in the context of measuring award credits under customer loyalty programmes.

2.1 Basis of preparation

The Condensed Interim Financial Information as at 30 September 2010 have been prepared in accordance with International Accounting Standard (IAS) 34 “Interim Financial Reporting”, which has been adopted by the European Union, and those Standards and Interpretations approved by the International Accounting Standards Board.

The interim financial information are presented in thousands Euro, the Bank’s functional currency, rounded to the nearest thousand unless otherwise indicated.

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current period.

These interim financial information have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, and financial liabilities (including derivative instruments) at fair value through profit or loss.

3. Critical accounting estimates, and judgements in applying accounting policies

The Bank makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4. Segment analysis

4.1 Segment results of operations

<u>From 1/1 to 30/9/2010</u>	Total	Retail banking	Corporate banking	Investment banking & treasury	Other
Net interest income	438.046	233.368	86.037	127.442	(8.801)
Net fee and commission income	79.080	61.506	25.338	3.241	(11.005)
Other income	(4.744)	-	-	(9.063)	4.319
Net Operating Income	512.382	294.874	111.375	121.620	(15.487)
Staff costs	308.774	248.919	19.127	9.952	30.776
Impairment losses on loans and other receivables	804.988	690.809	114.179	-	-
Other provisions	(4.299)	-	-	-	(4.299)
Other operating expenses	124.572	100.478	7.550	5.724	10.820
Total Operating Expenses	1.234.035	1.040.206	140.856	15.676	37.297
Profit / (loss) before tax	(721.653)	(745.332)	(29.481)	105.944	(52.784)

<u>From 1/1 to 30/9/2009</u>	Investment				
	Total	Retail banking	Corporate banking	banking & treasury	Other
Net interest income	358.336	221.000	75.489	72.664	(10.817)
Net fee and commission income	87.470	68.008	27.201	5.647	(13.386)
Other income	67.169	-	-	8.977	58.192
Net Operating Income	512.975	289.008	102.690	87.288	33.989
Staff costs	304.517	245.487	18.863	9.815	30.352
Impairment losses on loans and other receivables	497.464	465.122	32.342	-	-
Other provisions	3.132	-	-	-	3.132
Other operating expenses	136.867	110.394	8.294	6.291	11.888
Total Operating Expenses	941.980	821.003	59.499	16.106	45.372
Profit / (loss) before tax	(429.005)	(531.995)	43.191	71.182	(11.383)

Retail banking includes all products and services offered to individuals, freelance professionals and SMEs.

Corporate banking includes products and services offered to large corporations and shipping companies.

Investment banking and Treasury include financial services, consulting and transaction services on capital exchange issues and on dealing room activities.

Other, includes all non-financial administrative and back office functions of the Bank.

The allocation of interest income in various business segments, is based on the Fund Transfer Pricing Model, which has been developed by the Bank.

4.2 Geographical information

	<u>01/01 - 30/09/2010</u>		<u>01/01 - 30/09/2009</u>	
	<u>Revenues</u>	<u>Non-current assets</u>	<u>Revenues</u>	<u>Non-current assets</u>
Greece	510.876	368.111	512.664	363.235
Germany	225	89	1.735	1
United Kingdom	1.281	18	(1.424)	38
Total	512.382	368.218	512.975	363.274

The management of Emporiki Bank, decided the withdrawal from the German banking market. The target date for the termination of the activity of its Frankfurt branch is the end of the year.

5. Net Interest Income

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Interest & similar income				
Cash and short-term funds	32.797	59.158	11.332	14.424
Bonds/ Treasury bills	91.276	136.818	28.195	30.871
Loans and advances	506.191	618.682	178.986	184.697
	630.264	814.658	218.513	229.992
Interest expense & similar changes				
Banks and customers	132.645	321.135	46.711	72.014
Debt securities	26.693	99.452	11.450	9.475
Securities and repos	207	2.898	67	115
Obligations to pension funds	9.588	10.817	3.721	3.606
Other borrowing funds	23.085	22.020	7.981	8.524
	192.218	456.322	69.930	93.734
Net interest income	438.046	358.336	148.583	136.258

6. Net fee & Commission Income

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Fee & commission income				
Loans	26.054	20.599	10.248	3.316
Working capital	4.667	4.617	1.600	1.508
Letters of guarantee	11.603	11.281	4.011	3.808
Credit cards	13.452	17.105	5.314	6.055
Imports – Exports	3.145	3.249	1.112	1.030
Mutual Funds	2.779	2.426	671	898
Other commissions	32.422	46.025	5.191	16.439
	94.122	105.302	28.147	33.054
Fee & commission expense				
Credit cards	3.050	3.700	1.315	1.558
Guarantees accepted by Credit Institutions	11.005	11.463	3.782	3.574
Other	987	2.669	287	250
	15.042	17.832	5.384	5.382
Net fee & commission income	79.080	87.470	22.763	27.672

7. Net trading results

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Net profit / (loss) from transactions and FX valuation	8.156	3.581	(219)	1.669
Net profit / (loss) from sale and valuation of bonds	(16.545)	5.147	1.291	(689)
Net profit / (loss) from sale and valuation of derivatives	1.475	(3.027)	1.590	(1.368)
Net trading results	(6.914)	5.701	2.662	(388)

8. Gain less losses of investment portfolio

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Net profit from mutual funds units sales	105	(262)	-	(85)
Net profit from sale of subsidiaries and associates	136	8.721	46	8.721
Net profit from shares sale	-	1.053	-	1.007
Impairment of subsidiaries	-	(5.256)	-	-
Impairment of bonds	-	(1.395)	-	-
Impairment of shares	(2.640)	-	(137)	-
Total result of investment portfolio	<u>(2.399)</u>	<u>2.861</u>	<u>(91)</u>	<u>9.643</u>

9. Other Income

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/1/2009</u>
Rental income	902	884	291	273
Income from received judicial expenses	649	1.575	183	648
Gain / (loss) from sale of fixed assets	1.319	26.949	308	26.467
Net gain from the buy-back of debt securities in issue	-	27.274	-	-
Other income	1.450	1.510	297	720
Other operating income	<u>4.320</u>	<u>58.192</u>	<u>1.079</u>	<u>28.108</u>

10. Staff Costs

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Salaries and wages	184.614	197.820	58.508	61.842
Social security costs (principal and auxiliary plans)	49.488	64.372	9.867	18.515
Other benefits	74.672	42.325	19.594	11.666
Total staff costs	<u>308.774</u>	<u>304.517</u>	<u>87.969</u>	<u>92.023</u>

Total personnel of Emporiki Bank as at 30 September 2010 were 4.618 compared to 5.436 as at 30 September 2009.

11. Other Operating Expenses

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Fees and third party expenses	11.817	13.433	3.874	4.722
Third parties fees	37.532	36.075	12.798	12.598
Insurance fees	2.091	1.974	689	654
Taxes and duties	12.740	13.865	4.521	5.097
Other expenses	45.352	55.142	12.015	21.386
Other operating expenses	<u>109.532</u>	<u>120.489</u>	<u>33.897</u>	<u>44.457</u>

12. Income tax expense

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Tax for the period (provision)	9.935	26.964	3.303	2.868
Deferred taxation (Note 24)	339	(13.620)	(20)	73
Income tax expense	<u>10.274</u>	<u>13.344</u>	<u>3.283</u>	<u>2.941</u>

13. Earnings per share

	<u>1/1 – 30/9/2010</u>	<u>1/1 – 30/9/2009</u>	<u>1/7 – 30/9/2010</u>	<u>1/7 – 30/9/2009</u>
Attributable profits / (losses) to the Bank shareholders	(731.927)	(442.349)	(204.734)	(99.544)
Average number of shares (excluding own shares)	448.659.967	179.415.980	448.659.967	179.415.980
Basic and diluted earnings / (losses) per share (Euro)	<u>(1,6314)</u>	<u>(2,4655)</u>	<u>(0,4563)</u>	<u>(0,5548)</u>

Basic earnings per share is calculated on the profit after tax attributable to the Bank's shareholders and the weighted average number of shares outstanding during the period after deducting own shares that may be owned during the period.

Diluted earnings per share is calculated by adjusting the weighted average number of shares outstanding during the period and the profit or loss attributable to ordinary equity holders all the effects of dilutive potential ordinary shares. There were no outstanding diluted ordinary shares during the period presented in these financial statements.

14. Cash and balances with Central Bank

	<u>30/9/2010</u>	<u>31/12/2009</u>
Cash	236.391	228.475
Deposits at Central Bank excluding obligatory deposits for liquidity purposes	90.185	100.818
Cheques' receivables – Central Bank clearing office	4.817	3.707
Included as cash and cash equivalents (Note 30)	<u>331.393</u>	<u>333.000</u>
Obligatory deposits at Central Bank	676.455	677.954
Accrued Interest	441	484
Cash and balances with Central Bank	<u>1.008.289</u>	<u>1.011.438</u>

Obligatory deposits with Central Bank is a requirement set by the Bank of Greece for all financial institutions established in Greece and are equal to 2% of total customer deposits excluding the first € 100 thousands. The Bank is also required to maintain a current account with Bank of Greece in order to facilitate inter-bank transactions through the Trans European – Automated Real Time Gross Settlement Express Transfer System (TARGET).

15. Due from other Banks

	<u>30/9/2010</u>	<u>31/12/2009</u>
Cheques receivables	6.210	5.910
On demand	177.293	183.727
Placements in other banks	1.834.262	1.967.584
Other amounts due	10.479	17.362
Included as cash and cash equivalents (Note 30)	<u>2.028.244</u>	<u>2.174.583</u>
Placements in other banks not included in cash and cash equivalents	979.417	983.365
Loans and borrowings in other banks	3.194	3.632
Due from other banks	<u>3.010.855</u>	<u>3.161.580</u>

16. Trading Securities

	<u>30/9/2010</u>	<u>31/12/2009</u>
Bonds issued by Hellenic Republic not included in cash and cash equivalents	94.152	91.271
Total Trading securities	<u>94.152</u>	<u>91.271</u>

17. Loans and advances to customers

Loans to individuals	<u>30/9/2010</u>	<u>31/12/2009</u>
Credit cards	449.048	435.666
Term loans	1.865.944	1.951.077
Mortgage loans	7.549.652	7.713.877
	<u>9.864.644</u>	<u>10.100.620</u>
Loans to corporate entities		
Large Corporate Customers	7.192.075	7.054.721
Small and medium size enterprises	4.957.846	4.891.811
Freelancers (Easy Business)	645.855	617.288
	<u>12.795.776</u>	<u>12.563.820</u>
Other advances	163.337	160.461
Accrued Interest	50.613	49.383
Total loans and advances to customers	<u>22.874.370</u>	<u>22.874.284</u>
Less: Impairment losses on loans and advances	(2.536.976)	(1.762.980)
	<u>20.337.394</u>	<u>21.111.304</u>
Floating interest rate	20.558.642	17.857.110
Fixed interest rate	2.265.116	4.967.791
Total loans and advances to customers	<u>22.823.758</u>	<u>22.824.901</u>

Impairment losses on loans and advances

Changes on impairment losses for loans and advances are summarised as follows:

Balance at 1 January	1.762.980	1.210.699
Transfer from Emporiki Germany	-	12.312
Transfer to "Other Provision"	(14.300)	-
Transfer to "Participation Impairment"	(6.149)	-
Impairment losses on loans and advances	805.885	637.148
Unwinding (Realisation of impairment loss) and write-offs	(11.440)	(97.179)
Balance at 30 September / 31 December	<u>2.536.976</u>	<u>1.762.980</u>

The impairment losses on loans and advances presented in the income statement for the current period includes the proceeds from written-off receivables totaling to € 898 thousands (€ 12.827 thousands for the period 01/01-30/09/2009).

18. Available-for-sale securities

	<u>30/9/2010</u>	<u>31/12/2009</u>
Bonds issued by Hellenic Republic	221.626	305.770
Bonds of other issuers	669.787	866.746
Listed shares	723	1.414
Non listed shares	2.707	2.906
Mutual funds units	13.494	26.198
Available-for-sale securities	<u>908.337</u>	<u>1.203.034</u>

In accordance with the amendment of IAS 39 “Reclassification of Financial Assets”, the Bank has reclassified during 2008 corporate bonds amounted to € 102 mil. from the Trading portfolio into the Available-for-Sale portfolio. At 30 September 2010 the nominal and the fair value of these bonds was € 35,2 mil. and € 25 mil. respectively.

The loss from the revaluation difference recognized directly in equity, for the period from 1 January to 30 September 2010, amounted to € 1,6 mil. and the total amount which has recognized in equity amounted to 6,9 mil.

19. Investments in subsidiaries / associates

The bank’s investments in subsidiaries are analyzed as follows:

<u>Company</u>	<u>Country of incorporation</u>	<u>% Held as at 30.09.10</u>	<u>Balance as at 30.09.10</u>	<u>% Held as at 31.12.09</u>	<u>Balance as at 31.12.09</u>
1 EMPORIKI BANK-GERMANY	GERMANY	100,00%	16.942	100,00%	16.042
2 EMPORIKI BANK BULGARIA	BULGARIA	100,00%	40.108	100,00%	30.108
3 EMPORIKI BANK ALBANIA	ALBANIA	100,00%	31.012	100,00%	31.012
4 EMPORIKI BANK CYPRUS	CYPRUS	96,57%	44.142	93,71%	34.140
5 EMPORIKI VENT. CAPITAL DEVELOPED	CYPRUS	100,00%	16.376	100,00%	16.376
6 EMPORIKI VENT. CAPITAL EMERGING	CYPRUS	100,00%	15.882	100,00%	15.882
7 EMPORIKI GROUP FINANCE	ENGLAND	100,00%	18	100,00%	18
8 RESEARCH BANK FOR HISTORICAL ARCHIVES (Non-profit organization)	GREECE	99,90%	15	99,90%	15
9 EMPORIKI MEDIA	GREECE	99,00%	769	99,00%	769
10 EMPORIKI MANAGEMENT	GREECE	99,65%	6.514	99,65%	6.514
11 EMPORIKI BANK ROMANIA	ROMANIA	99,58%	44.100	99,35%	19.988
12 TOTAL CARE EMPORIKI DEVELOPMENT & REAL ESTATE	GREECE	70,00%	192	70,00%	192
13 MANAGEMENT	GREECE	100,00%	34.197	100,00%	34.197
14 GREEK INDUSTRY OF BAGS	GREECE	58,71%	263	58,71%	263
			<u>250.530</u>		<u>205.516</u>

The bank’s investments in associates are analyzed as follows:

<u>Company</u>	<u>Country of incorporation</u>	<u>% Held as at 30.09.10</u>	<u>Balance as at 30.09.10</u>	<u>% Held as at 31.12.09</u>	<u>Balance as at 31.12.09</u>
1 INCURIAM INVESTMENT	CYPRUS	20,00%	381	20,00%	451
2 EULER HERMES EMPORIKI	GREECE	21,71%	1.514	21,71%	1.514
			<u>1.895</u>		<u>1.965</u>

The movement in the investment portfolio is summarized as follows:

	Investments in subsidiaries		Investments in associates	
	30/9/2010	31/12/2009	30/9/2010	31/12/2009
Opening balance	205.516	343.039	1.965	19.181
Addition	45.014	23.550	-	-
Reduction	-	(124.447)	(70)	(17.176)
Impairment	-	(36.626)	-	(40)
Closing balance	250.530	205.516	1.895	1.965

The Bank's Board of Directors during 2007 decided, to cease the operations of "EMPORIKI BANK GERMANY GmbH" and to initiate the liquidation process of the company. In the beginning of 2008, the Management decided to continue part of the operations in Germany through branches and has undertaken the obligation to purchase any remaining portfolio of the under liquidation subsidiary. From 2009, Emporiki Bank operates in Germany through its branch which has undertaken the customer portfolio of the subsidiary while the management of Emporiki Bank decided the withdrawal from the German banking market. The target date for the termination of the activity of its Frankfurt branch is the end of 2010.

The Bank, on 02 February 2010, bought-out of the (full) stake, currently owned by minority shareholder, in the Bank's subsidiary "EMPORIKI BANK CYPRUS LTD", in total 500.000 common shares that represent 2,0970% of the total share capital of the latter. Continuously, the Bank, on 14 April 2010, covered by 100% the share capital increase of its subsidiary by disbursing the amount of € 8.999.998,47. Consequently, after the share capital increase the Bank owns 28.107.530 shares of "EMPORIKI BANK CYPRUS LTD", which represent the 96.57% of its share capital.

The Bank, on 09 February 2010, covered by 100% the share capital increase of its subsidiary "EMPORIKI BANK ROMANIA S.A." by disbursing the amount of 78.517.500 RON. Continuously, the Bank, on 22 April 2010, covered by 100% the share capital increase of its subsidiary by converting the subordinated debt of the amount 25.000.000 RON into capital. Consequently, the Bank, owns 174.843 shares of "EMPORIKI BANK ROMANIA S.A.", which represent the 99,58% of its share capital.

The Bank, on 15 June 2010 covered by 100% the share capital increase of its subsidiary "EMPORIKI BANK BULGARIA E.A.D." by disbursing the amount of 19.558.300 BGN. The share capital of "EMPORIKI BANK BULGARIA E.A.D" amounts to 71.163.240 BGN and corresponds to 71.163.240 common shares of nominal value 1 BGN per share.

20. Due to banks

	30/9/2010	31/12/2009
Borrowings from banks	8.958.598	7.515.045
Sight Deposits	100.156	40.826
Current accounts	7	23
	9.058.761	7.555.894

S/N	Nominal Value in €	Start Date	Maturity Date	Interest
1	200.000.000	12.03.2010	12.03.2014	3m Euribor + 0,750%
2	22.000.000	31.03.2010	31.03.2020	3m Euribor + 0,950%
3	200.000.000	15.04.2010	15.04.2013	3m Euribor + 0,650%
4	100.000.000	15.04.2010	15.04.2013	3m Euribor + 0,850%
5	6.805.000	26.05.2010	08.04.2015	3m Euribor + 0,950%
6	200.000.000	29.06.2010	29.12.2013	3m Euribor + 1,035%
7	300.000.000	29.06.2010	29.06.2012	3m Euribor + 0,650%
8	100.000.000	11.06.2010	11.06.2015	3m Euribor + 1,060%
9	250.000.000	11.06.2010	11.06.2014	3m Euribor + 0,925%
10	70.000.000	11.06.2010	11.06.2012	3m Euribor + 0,480%
Total	1.448.805.000			

23. Other borrowed funds

	<u>30/9/2010</u>	<u>31/12/2009</u>
Subordinated notes	350.000	350.000
Subordinated notes due to the parent company	300.000	300.000
Hybrid securities due to the parent company	420.000	420.000
Accrued interest	2.150	2.043
	<u>1.072.150</u>	<u>1.072.043</u>

24. Deferred tax assets/liabilities

	<u>30/9/2010</u>	<u>31/12/2009</u>
Deferred tax assets		
Intangible assets write-off	2.303	2.354
Impairment of loans and receivables	495.477	335.712
Provision for the cost of transfer to IKA- ETEAM & ETAT	70.231	81.653
Commissions recognition based on effective interest rates	2.798	3.022
Impairment of investments for companies under clearing process	5.600	5.600
Provision for staff expenses	6.692	7.285
Other provisions	14.553	18.224
Other temporary tax differences	(6)	(6)
	<u>597.648</u>	<u>453.844</u>
Reassessment of recoverability	(314.186)	(170.794)
	<u>283.462</u>	<u>283.050</u>
Deferred tax liabilities		
Reduced depreciation rates for buildings	5.162	4.750
	<u>5.162</u>	<u>4.750</u>
Net deferred tax assets	<u>278.300</u>	<u>278.300</u>

The movement of the net deferred tax assets is as follows:

At 1 January	278.300	255.053
Income statement	(339)	20.934
Share premium		
Share capital expenses write-off	339	2.313
At 30 September / 31 December	<u>278.300</u>	<u>278.300</u>

The charge/ (release) of deferred tax assets and liabilities through the income statements is as follows:

	<u>30/9/2010</u>	<u>31/12/2009</u>
Deferred tax (income statement)		
Intangible assets variation	393	82
Provision for the cost of transfer to IKA- ETEAM & ETAT	11.421	14.709
Impairment of loans and receivables	(159.765)	(126.580)
Commissions recognition based on real interest rates	225	310
Provision for staff expenses	592	(468)
Reduced depreciation rates for buildings	413	492
Other provisions	3.668	(273)
Reassessment of recoverability	143.392	90.794
	<u>339</u>	<u>(20.934)</u>

The Management of the Bank, taking into consideration the current financial circumstances of the Bank and the effect of the market conditions, undertook provisioning policy by reducing the deferred tax asset in total by € 314,2 mil. (€ 143,4 mil for 2010). For the same reason, deferred tax asset for tax losses carried has not been recognised.

25. Obligations to pension funds

The submission of the Auxiliary Pension Fund (TEAPETE) for the Bank's employees to the provisions of the laws 3371/2005 and 3455/2006 resulted to a) the diminution of the Bank's disadvantage to pay higher social contributions and b) the transparency regarding the estimated actuarial loss of the Bank.

Following the provisions of the new law 3371/2005, an economic study was performed by independent specialized actuaries, in order to determine the cost of including TEAPETE into the above-mentioned auxiliary funds (IKA-ETEAM and ETAT). This economic study was completed within the 1st quarter of 2006 and was approved by the relevant committee of the Ministry of Economy and Finance and it was ratified by law (L. 3455/2006). According to the study the Bank will pay to IKA-ETEAM and ETAT, for its pensioners a special contribution of €786,3 millions in total (upfront or within a period of 10 years bearing an interest rate of 3,53%). In addition, the Bank will be obliged to pay additional contributions compared to those defined by ETEAM regulations for its employees hired before 31/12/2004 through to retirement. The terms of the payment of the increased contributions were established following a ministerial decision IKA Φ20203/19189/931/7.11.06. The Bank proceeds to the payment of the scheduled installments as these were defined in the economic study mentioned above. The outstanding balance of the liability as at 30.09.2010 was € 332,1 mil.

The Employee Union has litigated the aforementioned submission and has proceeded relevant legal actions. For one legal action, which was discussed in the First Instance Court of Athens, the ruling was issued, number 116/2008, and judged that the provisions of Law 3455/2006 are unconstitutional and the termination of employee contracts relating the Bank, the Employee Union and the TEAPETE is abusive. The Bank has proceeded legal action against the aforementioned court ruling which was discussed on 24.03.2009. During the aforementioned trial the Greek State has proceeded intervention in favor of the Bank. The Court of Appeal judgment number 4007/2009 (published 30.06.2009) rejected the Bank's appeal and validated the First Instance judgment. On December 2009, the Bank and the Greek State has appealed before the Supreme Court of Appeal. The Bank's appeal hearing is determined for 20.01.2011. The economic impact of the judgment cannot be currently assessed.

It should be noted that the State Council (in plenary session), pursuant to a series of recent decisions (Nr. 2197-2203/2010) rejected the petitions of bank employees and unions against Presidential Decree 209/2006, issued pursuant to L.3371/2005, and admitted that the inclusion of bank employees in the ETAT (Single Fund for the Social Insurance of Bank Employees) is consistent with the Greek Constitution. The above-mentioned decisions constitute an important factor, which will most probably affect the outcome of the case before the Supreme Court of Appeal.

26. Other provisions

	<u>30/9/2010</u>	<u>31/12/2009</u>
Provisions for tax issues	54.621	61.085
Provisions for non-used vacation leaves	-	595
Provisions for litigations	51.137	50.568
Provisions for suspense accounts & other receivables	50.373	53.882
Provisions for guarantees given	20.264	20.277
Other provisions	1.136	2.229
Total	<u>177.531</u>	<u>188.636</u>

The movement of other provisions is analyzed as follows:

	Tax	Non-used Vacation leaves	Litigations	Suspense accounts and other receivables	Guarantees given	Other	Total
Balance 01/01/2009	32.223	1.750	48.636	50.558	19.777	2.213	155.157
Charge	28.849	1.500	4.541	3.324	3.000	-	41.214
Utilization	-	(2.654)	(2.609)	-	(2.500)	-	(7.763)
Translation differences	13	-	-	-	-	15	28
Balance 31/12/2009	61.085	596	50.568	53.882	20.277	2.228	188.636
Balance 01/01/2010	61.085	596	50.568	53.882	20.277	2.228	188.636
Charge	9.900	238	569	(3.590)	-	-	7.117
Transfer	-	-	-	14.300	-	-	14.300
Utilization	(16.363)	(834)	-	(14.219)	(13)	(1.100)	(32.529)
Translation differences	(1)	-	-	-	-	8	7
Balance 30/9/2010	54.621	-	51.137	50.373	20.264	1.136	177.531

According to the contract of purchase and selling agreement of 08.03.2007 between the Bank and Groupama Phoenix, (relatively the transferring of shares to Groupama International), there are two arbitral awards against the Bank which will be judged by the International Chamber of Commerce since the arbitral court will be set up.

In accordance with the arbitral award of 05.06.2009 and 26.06.2009, the Bank is called to pay the amount of € 5,9 and € 11,3 mil. respectively given the forcing of the Bank to the statements and guarantees of Groupama Phoenix, while any extraordinary expenses that may arise, when the judge of arbitral awards between Bank and Groupama will be completed.

27. Contingent liabilities and commitments

a) Legal issues

The Bank during the normal course of its business is a defendant in claims from customers and other legal actions for which the Bank has made a provision. According to the consultation of the Bank's Legal division the ultimate disposition of these matters is not expected to have any, further, material effect on the financial position or operations of the Bank.

b) Tax issues

Tax authorities have audited Emporiki Bank for all years up to and including 2008.

c) Commitments

	<u>30/9/2010</u>	<u>31/12/2009</u>
Letters of guarantee	1.867.801	2.068.199
Unused approved credit limits	<u>17.820.541</u>	<u>17.441.719</u>
	<u>19.688.342</u>	<u>19.509.918</u>

d) Pledged assets

Pledged assets as at 30 September 2010 amount to € 1.337.514 thousands (€1.541.005 thousands as at 31 December 2009) including Hellenic Republic and other issuers bonds pledged by the Bank of Greece for the purposes of transactions through TARGET, by the derivatives clearing house (ETESEP) as margin insurance and pledged by foreign financial institutions for funding purposes.

Additionally, on 30 September 2010 loans with a total nominal value of € 324.213 thousands have been pledged by the Bank of Greece for funding purposes.

Finally, bonds with a nominal value of € 33.248 thousands are provided as collateral as part of repurchasing agreements (repos) with other credit institutions.

28. Share capital and own shares

The share capital as at 30 September 2010 amounts to € 512.228.885 comprising by 512.228.885 ordinary shares of € 1,00 nominal value each. At 31 December 2009, amounted to € 1.577.664.968 comprising by 286.848.176 ordinary shares of € 5,5 nominal value per share.

On December 14th 2009, the Extra-Ordinary General Assembly of the Shareholders approved the decrease of the Bank's Share Capital by the amount of partially written off accumulated accounting losses amounting to € 1.290.816.792 by reduction of the share's nominal price from € 5,50 to € 1,00 and the simultaneous share capital increase by payment in cash of the amount of € 989.421.312,51 by issue and offer of 225.380.709 new, common, intangible, registered with vote rights shares of the Bank of € 1,00 nominal value per share. The Board of Directors of A.S.E, during its meeting of 26/03/2010, approved the listing of these 225.380.709 new shares, starting on 30/03/2010.

29. Other reserves

	<u>30/9/2010</u>	<u>31/12/2009</u>
Statutory reserve	114.405	114.405
Valuation reserve of available-for-sale investments	(175.803)	(83.004)
Reserves from disposal of treasury shares	52.466	52.466
Other reserves	495.688	495.639
	<u>486.756</u>	<u>579.506</u>

Statutory reserve and revaluation reserve of available-for-sale investments cannot be distributed. Other reserves concern reserves formed by gains from sales of listed securities and taxable income that has not been distributed. These reserves have been taxed.

The movement of the available-for-sale revaluation reserve is summarized as follows:

	<u>30/9/2010</u>	<u>31/12/2009</u>
Opening balance	(83.004)	(142.759)
Profit / (loss) from revaluation	(95.303)	58.360
Recycling to the income statement from impairment	2.504	1.395
Closing balance	<u>(175.803)</u>	<u>(83.004)</u>

30. Cash and cash equivalents

For cash flow purposes cash and cash equivalents includes the following accounts that have maturity up to 3 months from the date of purchase.

	<u>30/9/2010</u>	<u>31/12/2009</u>
Cash and balances with Central Bank (Note 14)	331.393	333.000
Treasury securities	67.507	173.885
Due from banks (Note 15)	2.028.244	2.174.583
	<u>2.427.144</u>	<u>2.681.468</u>

31. Related party transactions

The major shareholders of the Bank as at 30 September 2010 are Credit Agricole S.A and SACAM International with participating interest of 91% and 5% respectively, as also pension funds with participating interest of 0,46%. The remaining shares are widely held and traded on the Athens Stock Exchange.

a) Transactions and balances with Board of Directors members and Executive Committee members

	<u>1/1 - 30/9/2010</u>	<u>1/1 - 30/9/2009</u>
Board of Director's fees* and Executive Committee fees	3.282	4.597
	<u>30/9/2010</u>	<u>31/12/2009</u>
Deposits	874	842
Loans	389	392

* The fees of the non-executive members of the Board of Directors of the Bank amount to € 131 thousands for the nine months of 2010 and € 143 thousands for the nine months of 2009.

Deposits and loans refer to members of the Board of Directors and their immediate family members and companies they control or influence.

b) Transactions and balances with Credit Agricole Group (including the subsidiaries of Emporiki Bank)

	<u>30/9/2010</u>	<u>31/12/2009</u>
Assets		
Due from other banks	2.806.991	2.962.760
Loans and advances to customers	91.873	506.028
Derivative financial instruments – assets	73.170	16.138
Other assets	6.138	14.789
	<u>2.978.172</u>	<u>3.499.715</u>
Liabilities		
Due to other banks	8.921.788	6.970.421
Due to customers	89.741	90.654
Debt securities in issue	124.380	2.182.395
Other borrowed funds	2.102.820	1.072.140
Derivative financial instruments – liabilities	1.072.150	104.933
Other liabilities	10.609	9.502
	<u>12.321.488</u>	<u>10.430.045</u>

	<u>1/1 - 30/9/2010</u>	<u>1/1 - 30/9/2009</u>
Income		
Interest & similar income	28.007	12.568
Fee & commission income	8.188	539
Net trading results	32.269	29.318
Other operating income	2.852	1.545
	<u>71.316</u>	<u>43.970</u>
Expense		
Interest expense & similar charges	77.522	31.936
Fee & commission expense	11.367	7.765
Staff expenses	1.246	69
Other operating expenses	6.913	1.463
	<u>97.048</u>	<u>41.233</u>

The related parties transactions and balances are summarized as follows:

	<u>1/1 - 30/9/2010</u>	<u>1/1 - 30/9/2009</u>
Income	71.316	43.970
Expense	97.048	41.233
Fees for Board of Directors members and key management personnel	3.282	4.597
	<u>171.646</u>	<u>89.800</u>

	<u>30/9/2010</u>	<u>31/12/2009</u>
Assets	2.978.172	3.499.715
Liabilities	12.321.488	10.430.045
Receivables from Board of Directors members and key management personnel	389	392
Liabilities to Board of Directors members and key management personnel	874	842
	<u>15.300.923</u>	<u>13.930.994</u>

32. Dividends paid

For the accounting year of 2009, no dividend distribution was proposed by the Bank.

33. Capital adequacy

The Bank's solvency ratio is calculated in accordance with Law 3601/2007 and BOG decisions 2587/20.08.2007 "Definition of equity for credit institutions in Greece" and 2588/20.08.2007 "Solvency ratio for credit institutions".

Based on the current legislative framework, the Capital adequacy relevant index is analyzed as follows (amounts in billion euros):

Weighted Assets on credit risks	16,40
Weighted Assets on market risks	0,09
Weighted Assets on operational risks	1,25
Total risk Weighted Assets	17,74
Regulatory Shareholder's Equity	
Tier #1 Capital	1,20
Tier #2 Capital	0,67
Deductions from total capital	(0,01)
Total Regulatory Equity	1,86

The CAD ratio at bank level as at the 30th of September 2010 is estimated to be aprox. 10.5%. Nevertheless, the Tier I ratio dropped below the limit set up by the Bank of Greece (currently 8%). As a consequence, the Bank intends to take all the necessary measures in order to reinforce the equity.

The calculation of the Capital Adequacy Ratio as of 30 September 2010, has taken into account the guarantee received by the parent company Credit Agricole S.A.

34. Post balance sheet events

The Bank intends to start negotiations in order to sell its participation percentage in the company "Greek industry of bags and Plastic Products Co S.A".