



Emporiki Bank
CRÉDIT AGRICOLE GROUP

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL INFORMATION**

AS AT 30-09-2010

In accordance with International Accounting Standard 34

ATHENS, 3 November 2010

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Condensed Interim Consolidated Statement of Comprehensive Income

	Σημ.	01/01 - 30/09/2010	01/01 - 30/09/2009*	01/07 - 30/09/2010	01/07 - 30/09/2009*
Interest & similar income		686.836	872.243	237.244	250.709
Interest expense & similar charges		(208.749)	(485.194)	(74.380)	(105.480)
Net interest income	5	478.087	387.049	162.864	145.229
Fee & commission income		98.025	109.100	29.552	34.248
Fee & commission expense		(15.330)	(18.152)	(5.898)	(5.446)
Net fee & commission income	6	82.695	90.948	23.654	28.802
Dividend income		689	536	685	480
Net trading results	7	(5.076)	10.257	3.836	2.206
Gains less losses from investment securities	8	(2.589)	1.733	(281)	3.259
Other operating income		7.171	61.216	1.850	28.694
Net operating income		560.977	551.739	192.608	208.670
Staff costs	9	(331.116)	(327.198)	(95.415)	(99.534)
Depreciation & amortization		(19.486)	(20.167)	(6.388)	(7.148)
Impairment losses on loans and advances	16	(830.463)	(516.845)	(266.044)	(161.040)
Other provisions		4.350	(3.180)	6.932	967
Other operating expenses	10	(117.494)	(128.465)	(37.859)	(49.436)
Total operating expenses		(1.294.209)	(995.855)	(398.774)	(316.191)
Share of (loss) / profit of associates		(220)	(777)	(78)	(46)
PROFIT / (LOSS) BEFORE INCOME TAX		(733.452)	(444.893)	(206.244)	(107.567)
Income tax expense	11	(11.786)	(16.430)	(3.752)	(3.381)
PROFIT / (LOSS) AFTER TAX - Continued Operations		(745.238)	(461.323)	(209.996)	(110.948)
Profit / (loss) - Discontinued Operations	33	-	(10.962)	-	(2.314)
PROFIT/ (LOSS) AFTER INCOME TAX		(745.238)	(472.285)	(209.996)	(113.262)
Equity holders of the Bank		(745.000)	(472.068)	(209.867)	(113.348)
Minority interest		(238)	(217)	(129)	86
Net change in available-for-sale securities		(92.553)	90.391	9.208	44.073
Foreign exchange differences		(1.302)	(4.750)	427	(1.091)
Other comprehensive income for the period net of tax		(93.855)	85.641	9.635	42.982
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(839.093)	(386.644)	(200.361)	(70.280)
- Equity holders of the Bank		(838.828)	(386.416)	(200.232)	(70.366)
- Minority interest		(265)	(228)	(129)	86
Basic earnings/(losses) per share from Continued Operations (in Euro)	12	(1,6605)	(2,5691)	(0,4678)	(0,6185)
Basic earnings/(losses) per share from Discontinued Operations (in Euro)	12	-	(0,0620)	-	(0,0132)

* 2009 figures have been adjusted for comparison reason (Note 36)

Condensed Interim Consolidated Statement of Financial Position

	<u>Note</u>	<u>30th September 2010</u>	<u>31st December 2009</u>
ASSETS			
Cash and balances with Central Bank	13	1.083.273	1.085.351
Treasury bills		94.132	254.592
Due from other banks	14	2.323.206	2.529.556
Trading securities	15	94.158	91.377
Derivative financial instruments - assets		191.140	73.313
Loans and advances to customers	16	21.429.102	22.124.167
Available-for-sale securities	17	931.088	1.226.648
Held-to-maturity securities	18	47.723	45.043
Investments in non consolidated subsidiaries	19	1.603	1.603
Investments in associates	20	1.686	1.976
Intangible assets		14.345	13.180
Property, plant and equipment		260.748	264.456
Investment property		124.229	117.497
Deferred tax assets	28	285.362	285.268
Income tax advance		733	2.462
Other assets		137.283	307.302
TOTAL ASSETS		27.019.811	28.423.791
LIABILITIES AND EQUITY			
Liabilities			
Due to other banks	21	8.896.600	7.397.685
Derivative financial instruments - liabilities		179.061	136.055
Due to customers	22	12.800.363	15.493.779
Debt securities in issue	23	2.695.721	2.333.624
Other borrowed funds	24	1.072.057	1.071.949
Due to State pension funds	25	340.922	408.264
Personnel leaving indemnities	26	4.289	4.255
Other provisions	27	184.049	195.259
Current income tax liabilities		908	2.267
Deferred tax liabilities	28	6.575	6.038
Other liabilities		152.852	236.098
Total Liabilities		26.333.397	27.285.273
Equity			
Share Capital	30	512.229	1.577.665
Cash advance for Share Capital increase		-	600.000
Share premium		1.123.494	360.906
Other reserves		468.518	565.884
Retained Earnings / (Losses)		(674.720)	(1.385.546)
Results for the period		(745.000)	(582.585)
		684.521	1.136.324
Minority interests		1.893	2.194
Total Equity		686.414	1.138.518
TOTAL LIABILITIES AND EQUITY		27.019.811	28.423.791

Notes on pages 7 to 30 form an integral part of these condensed interim consolidated financial information.

Condensed Interim Consolidated Statement of Changes in Equity

	Share capital	Cash advance for SCI	Share premium	Currency Translation differences	Other reserves	Retained Earnings/(losses)	Total	Minority interests	Total
Balance as at 1st January 2009	728.153	-	371.404	(15.520)	542.992	(1.399.596)	227.433	19.447	246.880
Share capital increase	849.512	-	(8.503)	-	-	-	841.009	-	841.009
Changes in subsidiaries shareholding structure	-	-	-	-	-	(300)	(300)	300	-
Total comprehensive income after income tax:									
- Profit for the period 01/01 –30/06/2009	-	-	-	-	-	(472.068)	(472.068)	(217)	(472.285)
- Available-for-sale valuation	-	-	-	-	90.391	-	90.391	-	90.391
- Foreign exchange differences	-	-	-	(4.739)	-	-	(4.739)	(11)	(4.750)
Balance as at 30th September 2009	1.577.665	-	362.901	(20.259)	633.383	(1.871.964)	681.726	19.519	701.245
Balance as at 1 January 2010	1.577.665	600.000	360.906	(21.368)	587.252	(1.968.131)	1.136.324	2.194	1.138.518
Appropriation of 2009	-	-	-	-	-	(38)	(38)	-	(38)
Share capital increase	225.380	(600.000)	762.588	-	-	-	387.968	-	387.968
Changes in subs. shareholding structure	-	-	-	3	2	(959)	(954)	(36)	(990)
Write-off of Losses carried forward	(1.290.816)	-	-	-	(3.592)	1.294.408	-	-	-
Free Shares	-	-	-	-	49	-	49	-	49
Total comprehensive income after income tax:									
- Profit for the period 01/01 - 30/09/2010	-	-	-	-	-	(745.000)	(745.000)	(238)	(745.238)
- Available-for-sale valuation	-	-	-	-	(92.553)	-	(92.553)	-	(92.553)
- Foreign exchange differences	-	-	-	(1.275)	-	-	(1.275)	(27)	(1.302)
Balance as at 30th September 2010	512.229	-	1.123.494	(22.640)	491.158	(1.419.720)	684.521	1.893	686.414

Notes on pages 7 to 30 form an integral part of these condensed interim consolidated financial information.

Condensed Interim Consolidated Statement of Cash Flows

	Period ended 30 September	
	2010	2009
Profit / (loss) before tax	(733.452)	(444.893)
<u>Adjustment 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>		
Profit from disposal of associate company	2.837	(2.337)
Depreciation and amortization	(143)	20.167
Provision for credit risks	19.486	529.672
Other provisions	831.361	3.180
Evaluation & accrued interests of derivative financial instruments	(4.350)	(8.580)
Accrued interests	(74.821)	(22.163)
Net (profit)/ loss from investment portfolio	(4.714)	(1.733)
Net (profit)/ loss from sale of fixed assets	(105)	(26.618)
Net (profit)/ loss from prepayment of bond issues	(1.370)	(27.274)
Share of (profit) / loss of associates	219	776
	768.400	465.090
<u>Net (increase)/ decrease of operating assets</u>		
Obligatory deposits to Bank of Greece	2.812	(301.372)
Due from other banks	1.243	(12.666)
Trading securities (less government bonds)	51.692	227.974
Loans and advances to customers (net of write-offs)	(135.067)	104.271
Other assets	170.019	5.416
	90.699	23.623
<u>Net increase/(decrease) operating liabilities</u>		
Due to other banks	1.497.723	3.838.716
Due to customers	(2.674.886)	(2.216.126)
Other liabilities	(178.415)	(58.932)
Personnel indemnities	33	85
	(1.355.545)	1.563.743
Total cash flows from operating activities	(1.229.898)	1.607.563
<u>Cash flows from investing activities</u>		
Changes in participations in non consolidated subsidiaries & adj.of associates' equity	(3.347)	23.284
Net change in property, plant and equipment, intangible assets and investment property	(22.305)	(21.006)
Net change of held to maturity securities	(2.680)	12.422
Net change of available-for-sale investments	202.220	245.416
Total cash flows from investing activities	173.888	260.116
<u>Cash flows from financing activities</u>		
Share capital increase	387.627	838.924
Repayment of debt securities in issue	(1.109.992)	-
Repayment of mortgage backed securities	(31.982)	(66.313)
Proceeds from the issue of debt securities	1.450.581	(3.262.726)
Proceeds of subordinated debt	-	250.000
Proceeds from sale of own bonds	52.193	207.406
Total cash flows from financing activities	748.427	(2.032.709)
Net increase / (decrease) in cash and cash equivalents	(307.583)	(165.030)
Cash and cash equivalents, at beginning of period (Note 31)	2.067.293	2.804.453
Cash and cash equivalents, at end of period (Note 31)	1.759.710	2.639.423

Notes on pages 7 to 30 form an integral part of these condensed interim consolidated financial information.

Notes to the Condensed Interim Consolidated Financial Information

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 30.09.2010 are as follows:

Executive members

Alain	Strub	Chief Executive Officer, Vice Chairman
Bruno-Marie	Charrier	Deputy Chief Executive Officer
Fokion	Dimakakos	Member
Despina	Chalkidis	Member
Georgios	Spiliopoulos	Member

Non-executive members

Nikolaos	Ebeoglou	Chairman
Bertrnard	Badre	Member
Luc	Demazure	Member
Bruno	De Laage	Member
Yves	Nanquette	Member
Jean - Francois	Marchal	Member
Haralampos	David	Member
Jean - Yves	Hocher	Member
Giamprio	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 the 3rd November of 2010.

The Bank's consolidated financial statements are included in the consolidated financial statements of Credit Agricole S.A. The registered office of Credit Agricole S.A. is 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 consolidated 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 Group'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 Group 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 Group’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 Group’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 Group 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 Group’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 Group’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 Group, as the Group 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 Group’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 Group.

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 Group'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 group, 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 Group is currently investigating the impact of IFRS 9 on its financial statements. The Group cannot currently early adopt IFRS 9 as it has not been endorsed by the EU. Only once approved will the Group 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 Group 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 Group’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 Group’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 Group.

- 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 Group.

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

The condensed interim consolidated financial information are presented in 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 condensed interim consolidated financial information have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, and 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

In preparing these condensed interim consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the published annual consolidated financial statements for the year ended 31 December 2009.

4. Segment Reporting

4.1 Segment results of operations

<u>From 1/1 to 30/09/2010</u>	Total	Retail Banking	Corporate Banking	Investment Banking & Treasury	Other
Net interest income	478.087	270.690	86.037	129.683	(8.323)
Net commission income	82.695	65.123	25.338	3.241	(11.007)
Other income	195	2.011	-	(9.235)	7.419
Net operating income	560.977	337.823	111.375	123.689	(11.910)
Staff costs	(331.116)	(268.850)	(19.127)	(9.952)	(33.187)
Impairment on loans and advances	(830.463)	(716.214)	(114.179)	(70)	-
Other provisions	4.350	378	-	-	3.972
Other operating expenses	(136.980)	(113.193)	(7.550)	(5.862)	(10.375)
Net operating expenses	(1.294.209)	(1.097.879)	(140.856)	(15.884)	(39.591)
Share of gain / (loss) of associates	(220)	-	-	(220)	-
Profit / (loss) before tax	(733.452)	(760.055)	(29.481)	107.585	(51.501)

<u>From 1/1 to 30/09/2009*</u>	Total	Retail Banking	Corporate Banking	Investment Banking & Treasury	Other
Net interest income	387.049	244.524	75.489	76.406	(9.370)
Net commission income	90.948	71.488	27.201	5.647	(13.388)
Other income	73.742	12.315	190	2.635	58.602
Net operating income	551.739	328.327	102.880	84.688	35.844
Staff costs	(327.198)	(266.395)	(18.818)	(9.857)	(32.128)
Impairment on loans and advances	(516.845)	(484.503)	(32.342)	-	-
Other Provisions	(3.180)	(48)	-	-	(3.132)
Other operating expenses	(148.632)	(117.462)	(7.873)	(7.882)	(15.415)
Net operating expenses	(995.855)	(868.408)	(59.033)	(17.739)	(50.675)
Share of gain / (loss) of associates	(777)	-	-	(777)	-
Profit / (loss) before tax	(444.893)	(540.081)	43.847	66.172	(14.831)

* 2009 figures have been adjusted for comparison purposes

Retail banking includes all services and products offered to individuals, freelance professionals and small and medium size entities.

Corporate banking includes all products and services offered to 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 or insurance activities and 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

	2010		2009	
	Revenues	Non current Assets	Revenues	Non current Assets
Greece	543.850	373.837	615.891	369.065
Germany	(2.331)	89	217	1
Romania	9.566	8.869	8.219	9.362
Bulgaria	11.891	8.270	10.550	8.099
Albania	9.589	6.174	12.927	6.016
Cyprus	18.820	2.083	14.181	2.543
Great Britain	(30.408)	-	(110.246)	47
Total	560.977	399.322	551.739	395.133

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.

5. Net Interest Income	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Interest and similar income				
Cash and short-term funds	31.307	65.331	9.901	18.028
Bonds/ Treasury bills	92.385	137.046	28.469	30.982
Loans and advances	563.144	669.866	198.874	201.699
	686.836	872.243	237.244	250.709
Interest expense & similar charges				
Banks and customers	(146.279)	(335.444)	(50.931)	(78.065)
Debt securities	(30.082)	(114.504)	(11.845)	(15.252)
Securities and repos	(207)	(2.898)	(67)	(115)
Due to pension funds	(9.588)	(10.817)	(3.721)	(3.606)
Other borrowing funds	(22.593)	(21.531)	(7.816)	(8.442)
	(208.749)	(485.194)	(74.380)	(105.480)
Net interest income	478.087	387.049	162.864	145.229

6. Net Fee & Commission Income	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Fee & Commission income				
Loans	26.078	20.777	10.374	3.379
Working capital	4.928	4.834	1.736	1.585
Letters of guarantee	12.423	12.053	4.463	4.066
Credit cards	13.436	17.091	5.335	6.050
Imports – Exports	3.621	3.683	1.254	1.157
Mutual Funds	2.779	2.426	671	898
Other commissions	34.760	48.236	5.719	17.113
	98.025	109.100	29.552	34.248
Fees & Commission expense				
Credit card commissions	(3.050)	(3.700)	(1.315)	(1.558)
Guarantees received from Credit Institutions	(11.005)	(11.463)	(3.782)	(3.574)
Other	(1.275)	(2.989)	(801)	(314)
	(15.330)	(18.152)	(5.898)	(5.446)
Net fee & commission income	82.695	90.948	23.654	28.802

7. Net Trading Results	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Net profit from transactions and foreign exchange valuation	9.682	9.518	801	3.751
Net profit / (loss) from sale and valuation of bonds	(16.545)	5.147	1.291	(689)
Net profit / (loss) from sale and valuation of shares and other variable yield securities	(6)	(602)	(2)	(1)
Net profit / (loss) from sale and valuation of derivatives	1.793	(3.806)	1.746	(855)
Total net trading results	(5.076)	10.257	3.836	2.206

8. Gains less Losses from Investment Securities	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Impairment of bonds	-	(1.395)	-	-
Net profit / (loss) from sale of shares and other variable yield securities	-	1.053	-	1.007
Impairment of shares and other variable yield securities	(2.640)	-	-	-
Net profit / (loss) from sale and valuation of mutual funds	105	(262)	(136)	(85)
Net profit / (loss) from sale of participations	143	2.337	52	2.337
Total gain less losses investment portfolio	(197)	-	(197)	-
	(2.589)	1.733	(281)	3.259

9. Staff Costs	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Salaries and wages	(201.599)	(215.677)	(64.229)	(67.606)
Social security cost (principal and auxiliary)	(52.235)	(67.400)	(10.746)	(19.682)
Other benefits	(77.282)	(44.121)	(20.440)	(12.246)
Total staff costs	(331.116)	(327.198)	(95.415)	(99.534)

Total personnel of the Group as at 30th September 2010 were 5.769 compared to 6.666 as at 30th September 2009.

10. Other Operating Expenses	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Fees and third party expenses	(14.709)	(6.290)	(4.795)	(2.735)
Third parties fees	(37.609)	(30.017)	(12.817)	(10.783)
Insurance fees	(2.244)	(920)	(732)	(313)
Taxes and duties	(13.040)	(14.669)	(4.629)	(5.477)
Other expenses	(49.892)	(76.569)	(14.886)	(30.128)
Total other operating expenses	(117.494)	(128.465)	(37.859)	(49.436)

11. Income Tax	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Tax for the period	(11.002)	(30.143)	(3.592)	(3.585)
Deferred taxation (Note 28)	(784)	13.713	(160)	204
Total income tax	(11.786)	(16.430)	(3.752)	(3.381)

12. Earnings per Share	01/01 - 30/09/2010	01/01 - 30/09/2009	01/07 - 30/09/2010	01/07 - 30/09/2009
Attributable profits / (losses) to the Bank shareholders	(745.000)	(472.068)	(209.867)	(113.348)
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 (in €)	(1,6605)	(2,6311)	(0,4678)	(0,6317)

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 in ownership 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 dilutive ordinary shares during the period is presented in these financial statements.

13. Cash and Balances with Central Banks	<u>30/09/2010</u>	<u>31/12/2009</u>
Cash	253.387	244.568
Deposits at Central Bank excluding obligatory deposits for liquidity purposes	92.695	102.231
Cheques receivables – Central Bank clearing office	5.527	4.050
Included as cash and cash equivalents (Note 31)	<u>351.609</u>	<u>350.849</u>
Obligatory deposits at Central Banks	731.152	734.006
Accrued Interest	512	496
Total cash and balances with Central Bank	<u>1.083.273</u>	<u>1.085.351</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).

14. Due from Other Banks	<u>30/09/2010</u>	<u>31/12/2009</u>
Cheques receivable	6.210	5.910
On demand	185.961	190.313
Placements in other banks	1.137.944	1.328.974
Other amounts due	10.479	17.362
Included as cash and cash equivalents (Note 31)	<u>1.340.594</u>	<u>1.542.559</u>
Placements in other banks not included in cash and cash equivalents	979.417	983.365
Loans to other banks	3.195	3.632
Total due from other banks	<u>2.323.206</u>	<u>2.529.556</u>

15. Trading Securities	<u>30/09/2010</u>	<u>31/12/2009</u>
Hellenic Republic bonds not included in cash and cash equivalents	94.153	91.271
Listed shares	5	12
Non listed shares	-	94
Total trading securities	<u>94.158</u>	<u>91.377</u>

16. Loans and Advances to Customers	30/09/2010	31/12/2009
Loans to individuals		
Credit Cards	459.470	445.492
Consumer Loans	1.963.978	2.017.276
Mortgage Loans	7.996.938	8.112.903
	10.420.386	10.575.671
Loans to legal entities		
Large Corporate Customers	7.680.206	7.532.882
Small and medium size enterprises (SMEs)	5.083.294	5.007.991
Free lances (Easy Business)	645.855	617.288
	13.409.355	13.158.161
Other advances	163.337	160.461
Accrued Interest	55.079	52.198
Total loans and advances to customers	24.048.157	23.946.491
Less: Impairment losses on loans and advances	2.619.055	1.822.324
	21.429.102	22.124.167
Floating interest rate	21.354.537	18.607.966
Fixed interest rate	2.638.541	5.286.328
Total loans and advances to customers	23.993.078	23.894.294

Impairment losses on loans and advances	30/09/2010	31/12/2009
Balance at 1 January	1.822.324	1.296.099
Transfer to “Other provision”	(14.300)	-
Transfer to “Participation Impairment”	(6.149)	-
Transfer from Discontinued Operations	-	(49.281)
Unwinding (realisation of impairment loss) and write-offs	(14.189)	(98.090)
Impairment Provision for loans and advances (before recoveries)	831.369	664.251
Transfer from “Loans and advances to customers”	-	9.345
Balance at 30 September / 31 December	2.619.055	1.822.324

The impairment losses on loans and advances of the current period presented in the income statement, include proceeds from written-off receivables amount to € 906 thousands (€ 12.827 thousands for the period 01/01-30/09/2009).

17. Available-for-Sale Securities	30/09/2010	31/12/2009
Treasury bills	15.854	16.157
Bonds issued by Hellenic Republic	221.627	305.770
Other issuers bonds	670.207	867.015
Listed shares	723	1.407
Non listed shares	9.183	10.100
Mutual funds	13.494	26.199
Total available-for-sale securities	931.088	1.226.648

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.

18. Held-to-Maturity Securities	<u>30/09/2010</u>	<u>31/12/2009</u>
Hellenic Republic Treasury Bills	14.747	-
Other issuers bonds	<u>32.976</u>	<u>45.043</u>
Total held-to-maturity securities	<u>47.723</u>	<u>45.043</u>

19. Participation in Subsidiaries

The following subsidiaries were consolidated using the full consolidation method:

Company	Country of incorporation	Direct & indirect % participation as at	
		30/09/2010	31/12/2009
1 EMPORIKI BANK-GERMANY GMBH .	GERMANY	100,00	100,00
2 EMPORIKI BANK-BULGARIA A.D.	BULGARIA	100,00	100,00
3 EMPORIKI BANK-ALBANIA S.A.	ALBANIA	100,00	100,00
4 EMPORIKI BANK CYPRUS LTD	CYPRUS	96,57	93,71
5 EMPORIKI VENTURE CAPITAL DEVELOPED MARKETS LTD	CYPRUS	100,00	100,00
6 EMPORIKI VENTURE CAPITAL EMERGING MARKETS LTD	CYPRUS	100,00	100,00
7 EMPORIKI GROUP FINANCE P.L.C.	U.K.	100,00	100,00
8 EMPORIKI MANAGEMENT	GREECE	100,00	100,00
9 EMPORIKI BANK-ROMANIA S.A.	ROMANIA	99,62	99,41
10 EMPORIKI DEVELOPMENT & REAL ESTATE MANAGEMENT	GREECE	100,00	100,00
11 GREEK INDUSTRY OF BAGS	GREECE	58,71	58,71

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 2 February 2010, bought-out of the (full) stake, currently owned by minority holder, in the Bank’s subsidiary “EMPORIKI BANK CYPRUS LTD”, in total 500.000 common shares that represented 2,097% of the total share capital of the latter. Continuously, the Bank, on 14 April 2010, covered by 100% the share capital increase of “EMPORIKI BANK CYPRUS LIMITED” by disbursing the amount of € 8.999.998,47. Consequently, after the share capital increase the Bank owns 28.107.530 shares of its subsidiary which represent the 96,57% of its share capital.

The Bank, on 9 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 the latter by converting the subordinated debt of 25.000.000 RON into capital. Consequently, the participation of the Group amounts to 99,62%.

The Bank, on 15 June 2010, covered the share capital increase of its subsidiary “EMPORIKI BANK BULGARIA EAD” by disbursing the amount of 19.558.300 BGN. The share capital of “EMPORIKI BANK BULGARIA EAD” amounts to 71.163.240 BGN and corresponds to 71.163.240 common shares of nominal value 1 BGN each.

The main subsidiaries that were excluded from consolidation due to their immateriality:

Company
1 EMPORIKI MEDIA LTD
2 BANKING DEVELOPMENT TRAINING AND RESEARCH CENTER
3 TOTAL CARE SA
4 PRESERVILLE ENTERPRISES LTD
5 ORMISTONE HOLDINGS LTD
6 DICAPRIO
7 RESEARCH BANK OF HISTORICAL ARCHIVES (Non-profit organization)
8 MR SNACK

20. Participation in Associates

The Bank, participates by 21,71% in the share capital of “EULER HERMES EMPORIKI”, which is incorporated in Greece. There is not have been any changes in the participation in 2010.

The associate “INCURIAM INVESTMENT LTD” was excluded from consolidation due to its immateriality.

21. Due to Other Banks

	<u>30/09/2010</u>	<u>31/12/2009</u>
Borrowings from banks	8.836.501	7.364.509
Current accounts	60.056	33.112
Other liabilities	<u>43</u>	<u>64</u>
Total due to other banks	<u>8.896.600</u>	<u>7.397.685</u>

22. Due to Customers

	<u>30/09/2010</u>	<u>31/12/2009</u>
Deposits from legal entities		
Sight accounts	1.340.163	1.476.488
Term deposits	<u>568.992</u>	<u>1.119.330</u>
	1.909.155	2.595.818
Deposits from individuals		
Current accounts	774.262	508.842
Term deposits	4.541.882	5.874.267
Saving accounts	<u>5.456.554</u>	<u>6.366.136</u>
	10.772.698	12.749.245
Accrued interest	17.356	36.946
Cheques and remittances payable	<u>101.154</u>	<u>111.770</u>
	12.800.363	15.493.779

Total due to customers

*In 2010, due to additional benefits to depositors (cheques e.t.c), elements of a product which applies to saving accounts, changed. Thus, existing accounts, which amount to € 337.606 thousands, were reclassified, during the 9 month period of 2010, from Saving accounts to Current accounts.

Fixed interest rate	5.110.874	6.993.596
Floating interest rate	<u>7.570.979</u>	<u>8.351.467</u>
Total deposits	<u>12.681.853</u>	<u>15.345.063</u>

Fixed rate deposits include term deposits in euro and foreign currency.

23. Debt Securities in Issue

	<u>30/09/2010</u>	<u>31/12/2009</u>
Debt securities	2.690.678	2.329.766
Other credit titles	73	73
Accrued interest	4.970	3.785
Total debt securities in issue	<u>2.695.721</u>	<u>2.333.624</u>

Until the 30th of September 2010 Emporiki Bank repaid, through the special purpose entity “Lithos Mortgage Finance Plc”, € € 31.982.343 mortgage backed securities.

As at 30 September 2010, the Bank owned debt securities issued by “Lithos Mortgage Finance Plc” and “Emporiki Group Finance Plc”, with a total value of € 31.936.591.

During the 9-month period of 2010, Emporiki Bank called back debt securities with a total nominal value of € 158.224.000, while debt securities with a total nominal value of € 950.000.000 were matured.

During the 9-month period of 2010, Emporiki Bank issued, through “Emporiki Group Finance Plc”, debts of € 1.448.805.000.

	<u>Nominal Value in €</u>	<u>Start Date</u>	<u>Maturity Date</u>	<u>Interest</u>
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	15.04.2015	3m Euribor + 0,850%
5	6.805.000	08.04.2010	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	<u>70.000.000</u>	11.06.2010	11.06.2012	3m Euribor + 0,480%
Total	1.448.805.000			

24. Other Borrowed Funds

	<u>30/09/2010</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	2.057	1.949
Total other borrowed funds	<u>1.072.057</u>	<u>1.071.949</u>

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. Personnel Leaving Indemnities

	<u>30/09/2010</u>	<u>31/12/2009</u>
Law 2112/20 employee claims	848	814
Defined benefit plans of foreign subsidiaries	3.441	3.441
Total personnel leaving indemnities	<u>4.289</u>	<u>4.255</u>

27. Other Provisions

	<u>30/09/2010</u>	<u>31/12/2009</u>
Provisions for tax issues	59.103	65.536
Provisions for non – used vacation leaves	270	764
Provisions for litigations	51.406	51.131
Provisions for suspense accounts & other receivable	51.974	55.482
Provisions for guarantees given	20.264	20.277
Other provisions	1.032	2.069
Total other provisions	<u>184.049</u>	<u>195.259</u>

The movement of other provisions is analyzed as follows :

	Tax	Non-taken Vacation leaves	Litigations	Suspense accounts & other receivables	Guarantees given	Other	Total
Balance as at 1 January 2009	40.315	2.014	49.969	52.158	19.777	2.591	166.824
Discontinued operations	(4.426)	-	(724)	-	-	(67)	(5.217)
Charge /release for the period	29.634	1.466	4.495	3.324	3.000	(348)	41.571
Foreign exchange differences	13	-	-	-	-	15	28
Utilisation	-	(2.716)	(2.609)	-	(2.500)	(122)	(7.947)
Balance as at 31 December 2009	65.536	764	51.131	55.482	20.277	2.069	195.259
Balance as at 1 January 2010	65.536	764	51.131	55.482	20.277	2.069	195.259
Charge /release for the period	9.991	339	297	(3.590)	-	193	7.230
Transfers	-	-	-	14.300	-	-	14.300
Foreign exchange differences	(2)	-	-	-	(13)	8	(7)
Utilisation	(16.422)	(833)	(22)	(14.218)	-	(1.238)	(32.733)
Balance as at 30 September 2010	59.103	270	51.406	51.974	20.264	1.032	184.049

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.

28. Deferred Tax Assets/ Liabilities

Deferred tax assets	<u>30/09/2010</u>	<u>31/12/2009</u>
Capital increase expenses	2.653	2.312
Intangible assets write-off	75	460
Impairment of loans and receivables	495.812	336.047
Provision for the cost of transfer to ETEAM	70.231	81.653
Commissions recognition based on effective interest rates	2.902	3.134
Impairment of investments for companies under liquidation	5.600	5.600
Provision for staff expenses	7.052	7.629
Other provisions	14.553	18.224
Other temporary tax differences	670	1.003
	599.548	456.062
Reassessment of recoverability	(314.186)	(170.794)
	285.362	285.268
Deferred tax liabilities		
Buildings reduced depreciation rates	5.401	4.988
Other temporary tax differences	1.174	1.050
	6.575	6.038
Net deferred tax assets	<u>278.787</u>	<u>279.230</u>

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

Deferred tax (income statement)	<u>30/09/2010</u>	<u>31/12/2009</u>
Intangible assets variation	(385)	(134)
Impairment of loans and receivables	159.765	126.580
Commission recognition based on real interest rates	(232)	(559)
Provision for staff expenses	(577)	437
Buildings reduced depreciation rates	(413)	(439)
Provision for the cost of transfer to ETEAM & ETAT	(11.422)	(14.709)
Other provisions	(3.671)	273
Other temporary tax differences	(457)	370
Reassessment of recoverability	(143.392)	(90.794)
Total deferred tax	<u>(784)</u>	<u>21.025</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 recognized.

29. Contingent Liabilities and Commitments

a) Legal issues

The Group 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 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 Group.

b) Tax issues

Tax authorities have audited the companies of Emporiki Group for all years up to and including the year as reported in the following table :

Company	Year
1 EMPORIKI BANK	2008
2 EMPORIKI BANK-GERMANY GMBH .	2006
3 EMPORIKI BANK-BULGARIA A.D.	2008
4 EMPORIKI BANK-ALBANIA S.A.	2008
5 EMPORIKI BANK CYPRUS	2002
6 EMPORIKI VENTURE CAPITAL DEVELOPED MARKETS LTD	2005
7 EMPORIKI VENTURE CAPITAL EMERGING MARKETS LTD	2005
8 EMPORIKI GROUP FINANCE P.L.C.	2008
9 EMPORIKI MANAGEMENT	2006
10 EMPORIKI BANK-ROMANIA S.A.	2008
11 EMPORIKI DEVELOPMENT & REAL ESTATE MANAGEMENT	2004
12 GREEK INDUSTRY OF BAGS	2006

c) Commitments

	<u>30/09/2010</u>	<u>31/12/2009</u>
Letters of guarantee	1.789.829	2.033.470
Unused approved credit limits	17.831.001	17.700.554
	<u>19.620.830</u>	<u>19.734.024</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 (ETESSEP) 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.

30. Share Capital

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 per share. 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.

31. 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>30/09/2010</u>	<u>31/12/2009*</u>
Cash and balances with Central Banks (Note 13)	351.609	350.849
Treasury bills	67.507	173.885
Due from banks (Note 14)	1.340.594	1.542.559
Total cash and cash equivalents	<u>1.759.710</u>	<u>2.067.293</u>

* 2009 figures have been adjusted for comparison purposes

32. Related Party Transactions

The major shareholders of the Bank as at 30 September 2010 are Credit Agricole SA 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.

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

Board of Directors	<u>01/01 - 30/09/2010</u>	<u>01/01 - 30/06/2009</u>
Board of Directors and Executive Committee fees *	3.305	4.944

	<u>30/09/2010</u>	<u>31/12/2009</u>
Deposits	2.019	1.128
Loans	1.143	988

* The fees of the non-executive members of the Board of Directors of the Bank were € 131 thousands for the 9-month period 2010 and € 143 thousands for the 9-month period 2009 respectively.

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

Transactions and balances with Credit Agricole Group (incl. the transactions of Emporiki Bank's subsidiaries)

	<u>30/09/2010</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	73.170	16.138
Other assets	6.138	14.789
	<u>2.978.172</u>	<u>3.499.715</u>
Liabilities		
Due to banks	8.921.788	6.970.421
Due to customers	89.741	90.654
Derivative Financial Instruments	124.380	104.933
Debt securities in issue	2.102.820	2.182.395
Other borrowed funds	1.072.150	1.072.140
Other liabilities	10.609	9.502
	<u>12.321.488</u>	<u>10.430.045</u>
	<u>01/01- 30/09/2010</u>	<u>01/01- 30/09/2009</u>
Income		
Interest & similar income	28.007	12.568
Fee & commission income	8.188	539
Trading result	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	1.490
	<u>97.048</u>	<u>41.260</u>

The related party transactions and balances are summarized as follows :

	<u>01/01- 30/09/2010</u>	<u>01/01- 30/09/2009</u>
Income	71.316	43.970
Expense	97.048	41.260
Fees for Board of Directors members and key management personnel	3.305	4.944
	<u>171.669</u>	<u>90.174</u>

	<u>30/09/2010</u>	<u>31/12/2009</u>
Assets	2.978.172	3.499.715
Liabilities	12.321.488	10.430.045
Receivables from BoD members and key management personnel	1.143	988
Liabilities to Board of Directors members and key management personnel	2.019	1.128
	<u>15.302.822</u>	<u>13.931.876</u>

33. Discontinued Operations- Income Statement

	01/01 – 30/09/2009					
	EMPORIKI CREDICOM	EMPORIKI INSURANCES	EMPORIKI LIFE	EMPORIKI ASSET MANAGEMENT	EMPORIKI LEASING	Total
Interest & similar income	6.383	1	2.312	1	9.571	18.268
Interest expense & similar charge	443	137	240	(6)	6	820
Net interest income	6.826	138	2.552	(5)	9.577	19.088
Fee & commission income	642	(69)	(2.252)	1.261	(72)	(490)
Fee & commission expense	42	-	(52)	28	-	18
Net commission income	684	(69)	(2.304)	1.289	(72)	(472)
Net premiums from insurance contracts	(64)	490	39.571	-	-	39.997
Net claims & benefits on insurance contracts	-	(27)	(35.405)	-	-	(35.432)
Net income from insurance operations	(64)	463	4.166	-	-	4.565
Dividend income	-	-	64	-	-	64
Net trading results	-	2	31	104	-	137
Gains less losses from investment securities	(2.511)	-	(1.373)	-	-	(3.884)
Other operating income	6.077	(14)	(954)	176	15	5.300
Net operating income	11.012	520	2.182	1.564	9.520	24.798
Staff costs	(5.338)	(270)	(670)	(1.668)	(2.227)	(10.173)
Depreciation & amortization	(4.500)	(53)	(59)	(82)	(91)	(4.785)
Impairment losses on loans and receivables	(10.805)	-	-	-	(2.920)	(13.725)
Other provisions	-	-	-	-	-	-
Other operating expenses	(3.794)	(175)	(485)	(644)	(527)	(5.625)
Total operating expenses	(24.437)	(498)	(1.214)	(2.394)	(5.765)	(34.308)
Profit from associated undertakings	(389)	-	-	-	-	(389)
Profit/ (Loss) before income tax	(13.814)	22	968	(830)	3.755	(9.899)
Income tax expense	1.169	(9)	(550)	(16)	(1.657)	(1.063)
Profit after tax	(12.645)	13	418	(846)	2.098	(10.962)
- Equity holders of the Bank	(12.645)	13	418	(559)	1.650	(11.123)
- Minority interest	-	-	-	(287)	448	161
Basic earnings per share (in Euro)	(0,0705)	0,0001	0,0023	(0,0031)	0,0092	(0,0620)

Income Statement

	01/07 – 30/09/2009					
	EMPORIKI CREDICOM	EMPORIKI INSURANCES	EMPORIKI LIFE	EMPORIKI ASSET MANAGEMENT	EMPORIKI LEASING	Total
Interest & similar income	1.597	1	858	1	2.856	5.313
Interest expense & similar charge	315	39	19	(2)	1	372
Net interest income	1.912	40	877	(1)	2.857	5.685
Fee & commission income	320	(26)	(780)	374	(44)	(156)
Fee & commission expense	16	-	(20)	82	-	78
Net commission income	336	(26)	(800)	456	(44)	(78)
Net premiums from insurance contracts	(23)	190	15.842	-	-	16.009
Net claims & benefits on insurance contracts	-	(14)	(14.312)	-	-	(14.326)
Net income from insurance operations	(23)	176	1.530	-	-	1.683
Dividend income	-	-	33	-	-	33
Net trading results	-	1	58	20	-	79
Gains less losses from investment securities	(18)	-	-	(1)	-	(19)
Other operating income	1.753	(4)	(538)	60	(106)	1.165
Net operating income	3.960	187	1.160	534	2.707	8.548
Staff costs	(1.632)	(85)	(181)	(432)	(720)	(3.050)
Depreciation & amortization	(1.562)	(18)	(21)	(29)	(5)	(1.635)
Impairment losses on loans and receivables	(2.589)	-	-	-	(800)	(3.389)
Other provisions	-	-	-	-	-	-
Other operating expenses	(1.854)	(62)	(150)	(211)	(222)	(2.499)
Total operating expenses	(7.637)	(165)	(352)	(672)	(1.747)	(10.573)
Profit from associated undertakings	(113)	-	-	-	-	(113)
Profit/ (Loss) before income tax	(3.790)	22	808	(138)	960	(2.138)
Income tax expense	513	(7)	(239)	(6)	(437)	(176)
Profit after tax	(3.277)	15	569	(144)	523	(2.314)
- Equity holders of the Bank	(3.277)	15	569	(81)	408	(2.366)
- Minority interest	-	-	-	(63)	115	52
Basic earnings per share (in Euro)	(0,0183)	0,0001	0,0032	(0,0005)	0,0023	(0,0132)

34. Capital Adequacy

The Bank's solvency ratio is calculated in accordance with PD/BOG 2587/20.08.2007 "Definition of equity for credit institutions in Greece" and PD/BOG 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 billions euro):

Weighted Assets

Weighted Assets on credit risks	16,70
Weighted Assets on market risks	0,10
Weighted Assets on operational risks	<u>1,40</u>
Total Risk Weighted Assets	<u>18,17</u>

Regulatory Shareholder's Equity

Tier # 1 Capital	1,20
Tier # 2 Capital	0,66
Deductible amounts	<u>0,00</u>
Total Regulatory Equity	<u>1,86</u>

The CAD ratio at group level as at the 30th of September 2010 is estimated to be aprox. 10,3%. 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 30th September 2010, has taken into account a guarantee received by the parent company Credit Agricole S.A.

35. 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".

36. Reclassifications

The amounts in prior periods have been reclassified to conform to the current presentation. The reclassifications in the income statement, which relates to the presentation of Emporiki Credicom, Emporiki Insurances, Emporiki Life, Emporiki Asset Management and Emporiki Leasing as "Discontinued operations" due to their disposal, are analyzed as follows :

Income Statement

	01/01-30/09/2009			01/07/2009-30/09/2009		
	As restated	As published	Reclassified	As restated	As published	Reclassified
Interest & similar income	872.243	890.511	(18.268)	250.709	256.022	(5.313)
Interest expense & similar charges	(485.194)	(484.374)	(820)	(105.480)	(105.108)	(372)
Net interest income	387.049	406.137	(19.088)	145.229	150.914	(5.685)
Fee & commission income	109.100	108.610	490	34.248	34.092	156
Fee & commission expense	(18.152)	(18.134)	(18)	(5.446)	(5.368)	(78)
Net commission income	90.948	90.476	472	28.802	28.724	78
Net premiums from insurance contracts	-	39.997	(39.997)	-	16.009	(16.009)
Net claims and benefits on insurance contracts	-	(35.432)	35.432	-	(14.326)	14.326
Net income from insurance operations	-	4.565	(4.565)	-	1.683	(1.683)
Dividend income	536	600	(64)	480	513	(33)
Net trading results	10.257	10.394	(137)	2.206	2.285	(79)
Gains less losses from investment securities	1.733	(2.151)	3.884	3.259	3.240	19
Other operating income	61.216	66.516	(5.300)	28.694	29.859	(1.165)
Net operating income	551.739	576.537	(24.798)	208.670	217.218	(8.548)
Staff costs	(327.198)	(337.371)	10.173	(99.534)	(102.584)	3.050
Depreciation & amortization	(20.167)	(24.952)	4.785	(7.148)	(8.783)	1.635
Impairment losses on loans and receivables	(516.845)	(530.570)	13.725	(161.040)	(164.429)	3.389
Other provisions	(3.180)	(3.180)	-	967	967	-
Other operating expenses	(128.465)	(134.090)	5.625	(49.436)	(51.935)	2.499
Total operating expenses	(995.855)	(1.030.163)	34.308	(316.191)	(326.764)	10.573
Share of loss / profit of associates	(777)	(1.166)	389	(46)	(159)	113
Profit / (loss) before income tax	(444.893)	(454.792)	9.899	(107.567)	(109.705)	2.138
Income tax expense	(16.430)	(17.493)	1.063	(3.381)	(3.557)	176
Profit after tax from continued operations	(461.323)	(472.285)	10.962	(110.948)	(113.262)	2.314
Profit from discontinued operations	(10.962)	-	(10.962)	(2.314)	-	(2.314)
Profit / (loss) after income tax	(472.285)	(472.285)	-	(113.262)	(113.262)	-