



MARFIN EGNATIA BANK

MARFIN EGNATIA BANK S.A.

Condensed Interim Separate Financial Statements

September 30, 2010

In accordance with International Accounting Standard 34

The attached separate financial statements were approved by the Board of Directors of MARFIN EGNATIA BANK S.A. on 25 November 2010 and have been posted to the site www.marfinegnatiabank.gr

The financial report has been translated from the original financial report that has been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial report, the Greek language financial report will prevail over this document.

Contents

	Page
Condensed Interim Financial Statements	
Condensed Interim Statement of Profit and Loss	2
Condensed Interim Statement of Financial Position	3
Condensed Interim Statement of Comprehensive Income	4
Condensed Interim Statement of Changes in Equity	5
Condensed Interim Statement of Cash Flows	6
Notes	
1	7
2	7
3	8
3.1	8
3.2	8
3.3	10
4	12
Profit and Loss	
5	13
6	14
Assets	
7	14
8	15
9	15
10	15
11	17
12	19
13	19
14	19
Liabilities	
15	20
16	20
17	20
18	25
Equity	
19	26
20	26
21	27
Supplementary information	
22	27
22.1	27
22.2	27
22.3	27
23	28
24	30
25	31
26	32



Condensed Interim Statement of Profit and Loss
 For the period ended 30 September 2010
 (Amounts in thousand Euro)

	Note	1 Jan-30 Sept 2010	1 Jan-30 Sept 2009	1 July - 30 Sept 2010	1 July - 30 Sept 2009
Interest and similar income		475.985	484.051	174.808	149.999
Interest and similar expense		<u>(275.068)</u>	<u>(351.052)</u>	<u>(107.331)</u>	<u>(88.610)</u>
Net interest income		200.917	132.999	67.477	61.389
Fee and commission income		39.715	38.213	11.892	17.413
Fee and commission expense		<u>(5.702)</u>	<u>(4.374)</u>	<u>(1.712)</u>	<u>(1.323)</u>
Net fee and commission income		34.013	33.839	10.180	16.090
Dividend income		3.495	682	2.650	322
Net income from financial instruments		(1.742)	35.156	(2.557)	(5.495)
Net investment income		28.814	46.615	8.168	24.644
Other income		<u>2.146</u>	<u>2.403</u>	<u>388</u>	<u>844</u>
Operating income		267.643	251.694	86.306	97.794
Impairment of loans and advances	7	(107.106)	(93.500)	(30.540)	(31.000)
Staff costs		(99.476)	(93.721)	(33.015)	(31.275)
Operating expense		(67.132)	(63.662)	(25.436)	(22.136)
Depreciation and amortization	13	<u>(10.530)</u>	<u>(10.464)</u>	<u>(3.675)</u>	<u>(3.559)</u>
Profit / (Loss) before tax		(16.601)	(9.653)	(6.360)	9.824
Income tax	5	<u>(3.601)</u>	<u>(9.416)</u>	<u>556</u>	<u>(10.187)</u>
Profit / (Loss) after taxes		<u>(20.202)</u>	<u>(19.069)</u>	<u>(5.804)</u>	<u>(363)</u>
Net Profit per share					
Basic & Diluted(euro per share)	6	(0,0699)	(0,0660)	(0,0201)	(0,0012)

The notes presented on pages 7 to 32 constitute an integral part of the separate financial statements as at 30 September 2010.

Condensed Interim Statement of Financial Position
30 September 2010
(Amounts in thousand Euro)

ASSETS	Note	30 Sept 2010	31 Dec 2009
Cash and balances in Central Bank		396.023	1.075.041
Loans and advances to Banks		2.840.940	2.854.873
Loans and advances to customers (net of impairment)	7	13.076.424	12.907.258
Derivative financial instruments – assets		89.946	67.077
Financial instruments at fair value through profit or loss		190.862	245.086
Available for sale financial instruments	8	1.548.619	2.140.262
Held to maturity investments	9	783.328	529.841
Debt securities	10	2.202.044	1.912.328
Investment in subsidiaries	11	366.042	351.660
Investment in associates	12	2.278	2.278
Property, plant and equipment	13	53.880	54.693
Investment properties		39.485	35.380
Intangible assets		14.379	16.030
Deferred tax asset		95.791	61.805
Other assets		685.900	485.451
Non-current assets held for sale	14	8.839	-
TOTAL ASSETS		22.394.780	22.739.063
EQUITY AND LIABILITIES			
Deposits from banks	15	9.366.124	8.464.723
Deposits from customers	16	9.452.517	10.490.000
Derivative financial instruments – liabilities		282.010	226.560
Other borrowed funds	17	2.040.444	2.176.974
Employee benefits		13,015	12.174
Other provisions	18	2.592	2.776
Deferred tax liability		20.318	15.027
Other liabilities		247.829	308.492
Total Liabilities		21.424.849	21.696.726
Share capital	19	366.846	366.846
Share premium	19	328.334	328.334
Other Reserves & Retained Earnings	20	(25.249)	47.157
Hybrid funds	21	300.000	300.000
Total equity		969.931	1.042.337
TOTAL EQUITY AND LIABILITIES		22.394.780	22.739.063

The notes presented on pages 7 to 32 constitute an integral part of the separate financial statements as at 30 September 2010.

Condensed Interim Statement of Comprehensive Income
 30 September 2010
 (Amounts in thousand Euro)

	<u>1 Jan-30 Sept 2010</u>	<u>1 Jan-30 Sept 2009</u>	<u>1 July-30 Sept 2010</u>	<u>1 July-30 Sept 2009</u>
Profit / (Loss) after taxes (A)	<u>(20.202)</u>	<u>(19.069)</u>	<u>(5.804)</u>	<u>(363)</u>
<u>Other comprehensive income after tax</u>				
Revaluation of available for sale portfolio	<u>(53.118)</u>	<u>74.086</u>	<u>7.625</u>	<u>32.909</u>
Other comprehensive income after tax (B)	(53.118)	74.086	7.625	32.909
Total comprehensive income after tax (A + B)	(73.320)	55.017	1.821	32.546

The notes presented on pages 7 to 32 constitute an integral part of the separate financial statements as at 30 September 2010.

Condensed Interim Statement of Changes in Equity
For the period ended 30 September 2010
(Amounts in thousand Euro)

	Share Capital	Share Premium	Reserves	Valuation Differences	Retained Earnings	Hybrid funds	Total
Balance 01 January 2009	366.846	327.699	50.189	(145.219)	96.686		696.201
Revaluation of available for sale portfolio				97.481			97.481
Deffered tax from revaluation of available for sale portfolio				(23.395)			(23.395)
Results for the period					(19.069)		(19.069)
Total Comprehensive income after tax				74.086	(19.069)		55.017
Reserves			60		(60)		
Share Capital Increase expenses		635			(635)		
Reserves for the stock option plan			745				745
Hybrid funds						300.000	300.000
Balance 30 September 2009	366.846	328.334	50.994	(71.133)	76.922	300.000	1.051.963
Balance 01 January 2010	366.846	328.334	51.243	(87.244)	83.158	300.000	1.042.337
Revaluation of available for sale portfolio				(67.494)			(67.494)
Deffered tax from revaluation of available for sale portfolio				14.376			14.376
Results for the period					(20.202)		(20.202)
Total Comprehensive income after tax				(53.118)	(20.202)		(73.320)
Reserves for the stock option plan			914				914
Balance 30 September 2010	366.846	328.334	52.157	(140.362)	62.956	300.000	969.931

The notes presented on pages 7 to 32 constitute an integral part of the separate financial statements as at 30 September 2010.

Condensed Interim Statement of Cash Flows
For the period ended 30 September 2010
(Amounts in thousand Euro)

	<u>Note</u>	<u>30/9/2010</u>	<u>30/9/2009</u>
Cash flows from operating activities			
Profit / (Loss) before tax		(16.601)	(9.653)
Adjustments for non-cash items			
Depreciation		10.530	10.464
Loans impairment		107.106	93.500
Other provisions		914	745
Employee benefits		2.698	1.275
Trading portfolio valuation		3.315	(27.692)
Transfer to investing activities		(118.064)	(138.964)
Transfer to financing activities		18.696	16.220
		<u>8.594</u>	<u>(54.105)</u>
Net changes in operating assets			
Loans and advances to banks		155.036	(338.483)
Trading securities and derivatives		28.041	(3.218)
Loans and advances to customers		(276.272)	(495.159)
Other assets		(243.272)	(141.566)
Net changes in operating liabilities			
Deposits from banks		893.357	482.548
Deposits from customers		(1.037.483)	(503.796)
Other liabilities		405	24.560
Net cash flows from operating activities before tax		<u>(471.594)</u>	<u>(1.029.219)</u>
Income tax paid		(4.476)	(3.839)
Net cash flows from operating activities		<u>(476.070)</u>	<u>(1.033.058)</u>
Cash flows from investing activities			
Investments in subsidiaries and associates		(14.382)	(10.233)
Net (increase) decrease in investments		(7.983)	(1.155.830)
Dividends received		3.490	682
Purchase of assets		(13.002)	(18.180)
Sale of assets		1.024	407
Investment portfolio interest received		85.214	91.567
Other flows from investing activities		32.470	46.935
Net cash flows from investing activities		<u>86.831</u>	<u>(1.044.652)</u>
Cash flows from financing activities			
Issue (payment) of bonds		(147.182)	115.012
Issue Hybrid Funds		-	300.000
Issue Covered Bonds		-	1.414.500
Net cash flows from financing activities		<u>(147.182)</u>	<u>1.829.512</u>
Total net cash flows		<u>(536.421)</u>	<u>(248.198)</u>
Impact of foreign exchange differences on Cash and Cash equivalents		(1.494)	(703)
Net cash flow increase (decrease)		<u>(537.915)</u>	<u>(248.901)</u>
Cash and cash equivalents, opening		<u>1.848.255</u>	<u>2.571.827</u>
Cash and cash equivalents, closing		<u>1.310.340</u>	<u>2.322.926</u>
Cash and cash equivalents consist of :			
Cash and balances in Central Bank		193.582	147.237
Due from Banks		<u>1.116.758</u>	<u>2.175.689</u>
		<u>1.310.340</u>	<u>2.322.926</u>

The notes presented on pages 7 to 32 constitute an integral part of the separate financial statements as at 30 September 2010.

1. General Information on the Bank

“MARFIN EGNATIA BANK S.A.” (hereinafter referred to as «the Bank»), with its registered office in Greece, whose shares are traded on Athens Stock Exchange operates as a Societe Anonyme bank, in compliance with the requirements of effective Company Law 2190/1920 on societe anonymes, the requirements of Law 3601/2007 on credit institutions, as well as, requirements of other similar legislations.

The Bank’s primary activities are in Greece, but it also has subsidiaries that operate in Romania and Cyprus. The Bank employs a total of 2.768 people (30/09/2009: 2.737).

The corporate registered office of the Bank is in the Municipality of Thessalonica and, in particular, at 20 Mitropoleos and Komninon Str.

The objective of the Bank, in accordance with Article 3 of its Charter of Incorporation is to operate in Greece or abroad and provide services recognized or legally assigned to Banks, on its behalf or on behalf of third parties.

Management

The Board of Directors at its meeting on 30/09/2009 reorganized its body as follows:

The Chairman (Non executive member):	:	Vassilios N. Theocharakis
The Vice Chairman (Non executive member):	:	Alexandros K. Mpakatselos
The Managing Director (Executive member):	:	Konstantinos Vassilakopoulos
The Vice Managing Director (Executive member):	:	Iraklis G. Kounadis
Executive members:	:	Andreas E. Vgenopoulos Efthimios T. Bouloutas Fotios D. Karatzenis
Non executive members:	:	Panagiotis I. Theocharakis Despina V. Theocharaki
Non executive independent members:	:	Panagiotis K. Throuvalas Markos A. Foros

The current condensed interim financial statements were approved by the Board of Directors on 25 November 2010.

2. Basis of preparation of condensed interim financial statements

The condensed interim financial statements as of 30/09/2010 (hereinafter the “financial statements”) have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union and specifically with International Accounting Standard (IAS) 34 “Interim Financial Statements”.

The condensed interim financial statements include limited information in relation to the annual financial statements and as a result must be reviewed alongside the annual financial statements for the period ended 31 December 2009.

The significant assumption, adopted by the Bank for assessment of certain accounting sizes as well as sources of uncertainty that affect these assessments are those adopted under the preparation of the annual financial statements for the period ended as at 31 December, 2009.

The financial statements are presented in Euro, which is the reporting currency, rounded to the nearest thousand.

3. Summary of basic accounting principles

The Bank has fully adopted all the new IFRS and interpretations whose implementation is mandatory for the years starting as at January 1, 2010. Paragraph 3.1 presents Standards, amendments and interpretations that apply to the Bank and have been adopted since January 1, 2010. Paragraph 3.2 presents Standards whose implementation is mandatory from January 1, 2010, but which, however, do not apply to the Bank operations. Paragraph 3.3 presents effective Standards that are not effective yet and have not been adopted by the E.U.

3.1 Changes to accounting principles (Amendments to published standards effective as from 2010)

- **Annual Improvements 2009**

During 2009, IASB issued the annual improvements to IFRS for 2009, a series of adjustments to 12 Standards, as a part of the annual improvement program. The annual improvement program of IASB aims to make necessary but not urgent adjustments to IFRSs and will not be a part of bigger revision program.

3.2 Standards, amendments and interpretations that are effective in 2010 but have not been adopted by the Bank.

- **Adoption of revised IFRS 3: "Business Combinations" and revised IAS 27: «Consolidated and Separate Financial Statements and Accounting for Investments in Subsidiaries»**

The revised standard introduces significant amendments for the application of the acquisition method for business combinations. Among other changes the standard introduces the possibility of non-controlling interests being measured at fair value. Furthermore, the revised standard requires that the acquirer of a subsidiary recognizes the assets acquired and liabilities assumed as a transaction with owners of the business and any difference should be recognized in equity.

The amended IAS 27 requires that transactions leading to changes in participations in subsidiaries to be recognized in equity. Moreover, the amended standard changes the accounting treatment of losses incurred by a subsidiary in respect of the loss of control over the subsidiary. All the changes to the above standards will be applied subsequently and will affect future acquisitions and transactions with minority shareholders. The revised standards are expected to affect the accounting treatment of business combinations for future periods while this effect will be estimated when the above business combinations are realized and are applied by the entities for annual periods starting on or after 01/07/2009.

- **IAS 39: « Financial Instruments: Recognition and Measurement» - Amendment to IAS 39 Instruments which qualify as hedging instruments**

IAS 39 amendment clarifies hedge accounting issues and specifically those related with inflation and one-sided risk of a hedging instrument.

- **IFRS 2 (Amendment): «Share-Based Payments»**

The IASB has proceeded with the issue of an amendment to IFRS 2 concerned with the investment conditions of the fund and its cancellation. None of the current share-based payment schemes are affected by this amendment.

- **IFRS 1 (Amendment) «First-Time Adoption» - Additional Exceptions for first time adopters**

The amendment provides guidance on the retrospective application of the IFRSs with reference to the measurement of financial assets in oil, natural gas and leasing sectors. The amendment is applicable for annual accounting period starting on or after 01/01/2010.

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

IFRIC 16 applies to an entity that hedges the foreign currency risk arising from its net investments in foreign operations and meets the terms for qualifying as hedge accounting in accordance with IAS 39. IFRIC 16 provides guidance on identifying the foreign currency risks that qualify as a hedged risk in the hedge of a net investment in a foreign operation; where, within a group, hedging instruments that are hedges of a net investment in a foreign operation can be held to qualify for hedge accounting; and 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. The current Interpretation is applied only to net investments in foreign operations while it does not apply to other types of hedges such as, for instance, fair value or cash flows hedges.

- **IFRIC 17: «Distributions of non-cash assets to owners»**

When an entity proceeds with the announcement for distribution and when it has the obligation to distribute non-cash assets to owners then it should recognize a liability for these dividends payable.

The interpretation provides guidance on the cases when an entity should recognize dividends payable, how it should measure them and how it should account for differences between the book value of non-cash assets distributed and the book value of dividends payable when actual payment takes place.

- **IFRIC 18: «Transfers of assets from customers»**

This interpretation is particularly relevant for entities or organizations in the utility sector. IFRIC 18 clarifies the requirements of IFRS for agreements in which an entity receives from a customer an item of property, plant and equipment that the entity must then use either to connect the customer to a network or to provide the customer with ongoing access to a supply of goods or services (such as a supply of electricity, gas or water).

In some cases, the entity receives cash from a customer that must be used only to acquire or construct the item of property, plant and equipment in order to connect the customer to a network or provide the customer with ongoing access to a supply of goods or services (or to do

both). The Interpretation provides guidance on cases where the definition of an asset is met, as well as on the recognition and measurement of initial costs. It also provides guidance on how to identify the entity's obligation to provide one or more separately identifiable services in exchange for the transferred asset as well as how to recognize revenue and accounting for cash received by clients.

3.3 Standards, amendments and interpretations to existing standards that are not effective yet and have not been adopted by the E.U.

Furthermore, the IASB has proceeded with the issue of the following new IFRSs, amendments and interpretations which are not mandatory for these financial statements and as at the date of issue of these financial statements have not been adopted by the E.U.

- **IFRS 9: «Financial Instruments»**

The IASB is planning to fully replace IAS 39 «Financial Instruments: Recognition and Measurement» by the end of 2010, that will be put in force for annual financial periods starting at 01/01/2013. IFRS 9 constitutes the first stage of the ongoing project for the replacement of IAS 39. The main stages of the project are as follows:

1st stage: Recognition and and Measurement
2nd stage: Impairment method
3rd stage: Hedge accounting

Furthermore, an additional stage concerns issues related with de-recognition. IFRS 9 aims to reduce complexity in the accounting treatment of financial instruments by offering fewer categories of financial assets and a principle based on the approach for their classification.

According to the new Standard, the entity classifies financial assets either at amortized cost or at fair value based on:

- a) the entity's business model for managing financial assets.
- b) the characteristics of the contractual terms of the financial asset give rise on specified dates to cash flows (if it has decided not to appoint the financial asset at fair value through profit and loss).

The division of all financial assets into two categories – amortized cost and fair value – means that only one impairment model will be required in the context of the new standard, thus reducing complexity. The effect from the application of IFRS 9 is currently evaluated by the company as it is estimated that the business model that will be selected by the company for managing its financial assets will have an impact on its Equity and P&L.

- **Amendment to IFRS 1 “First-time Adoption of International Financial Reporting Standards” - limited exemption from Comparative IFRS 7 Disclosures for First-time Adopters**

The current amendment provides limited exemptions to IFRS first time adopters from provision of comparative information pertaining to disclosures required by IFRS 7 «Financial Instruments: Disclosures». The amendment applies to annual accounting periods starting on or after July 1, 2010. The current amendment does not apply to the Bank.

- **IAS 24 (Amendment) «Related Party Disclosures»**

The aforementioned amendment clarifies the definition of related parties and reduces disclosures regarding related parties of the State. In particular, it rescinds the obligation of State entities to disclose details of all transactions with other State parties, it clarifies and simplifies the definition of a related party and endorses the disclosure not only of transactions and balances between related parties, but also undertakings, both in separate and consolidated statements. The aforementioned amendment has not been endorsed yet by the European Union and has obligatory adoption from 01/01/2011. This amendment is not expected to have significant impact on the financial statements.

- **IFRIC 14 (Amendment) «Prepayments of a Minimum Funding Requirement»**

The amendment has been issued to raise the limitations that an entity had on the recognition of an asset deriving from voluntary prepaid contributions for minimum funding requirements. The amendment is applicable for annual accounting period starting on or after 01/07/2011. The amendment is not applicable to the Bank.

- **IFRIC 19: «Extinguishing Financial Liabilities with Equity Instruments»**

IFRIC19 considers the accounting treatment when an entity renegotiates the terms of a financial liability with its creditor and the creditor agrees to accept the entity's shares or other equity instruments to settle the financial liability fully or partially. The amendment is applicable for annual accounting periods commencing on or after 01/07/2010 and earlier adoption is permitted.

In compliance with Interpretation 19, if a debtor issues equity instruments to a creditor to extinguish all or part of a financial liability, those equity instruments are 'consideration paid' in accordance with IAS 39. Accordingly, the debtor should derecognize the financial liability fully or partly. The debtor should measure the equity instruments issued to the creditor at fair value, unless fair value is not reliably determinable, in which case the equity instruments issued are measured at the fair value of the liability extinguished. If only part of a liability is extinguished, the debtor must determine whether any part of the consideration paid relates to modification of the terms of the remaining liability. If it does, the debtor must allocate the fair value of the consideration paid between the liability extinguished and the liability retained. The debtor recognizes in profit or loss the difference between the carrying amount of the financial liability (or part) extinguished and the measurement of the equity instruments issued. When only part of the liability is extinguished, the debtor must determine whether the terms of the remaining debt have been substantially modified (taking into account any portion of the consideration paid that was allocated to the remaining debt). If there has been a substantial modification, the debtor should account for an extinguishment of the old remaining liability and the recognition of a new liability.

The amendment applies to annual accounting periods starting on or after July 1, 2010.

The Bank does not intend to apply any of the Standards or Interpretations earlier. Based on the existing Group structure and accounting policies followed, the Management does not expect material effects (unless mentioned otherwise) on the financial statements of the company arising from the implementation of the aforementioned Standards and Interpretations as they become effective.

4. Segment reporting

Geographical segment

The Bank operates mainly in Greece. Its network consists of 183 branches. Its operating income is generated from its operations in Greece.

Business segment analysis

The Bank is organized into the following business segments:

30/9/2010						
Amounts in thousand Euro	Corporate banking	Retail banking	Asset management	Treasury	Investments and participations	Total
Operating revenue	47.686	146.063	2.231	71.663		267.643
Profit before tax	20.826	(91.420)	(8.380)	62.372		(16.601)
Income tax						(3.601)
Profit after tax						(20.202)

30.09.2009						
Amounts in thousand Euro	Corporate banking	Retail banking	Asset management	Treasury	Treasury	Total
Operating revenue	46.129	105.575	4.593	95.397		251.694
Profit before tax	30.598	(121.777)	(5.501)	87.027		(9.653)
Income tax						(9.416)
Profit after tax						(19.069)

a) Investment and corporate banking: Includes all large companies that are customers of Corporate banking as well as Shipping enterprises. Moreover, it covers the lending and deposit needs of the above mentioned customers and, at the same time provides services for the support of their commercial activities. This sector also includes the benefit advisory and mediatory services that are related with Investment Banking.

- b) Retail banking: Includes all individuals (retail banking customers), professionals, medium and small companies. The sector through its extended branch network offers all types of deposit products (Sight Deposits, Savings accounts, Time Deposits etc) and loan facilities (mortgages, consumer, corporate loans, letters of guarantee) and all kinds of bank services.
- c) Asset management: Consists of a wide range of asset management services through Bank's private banking unit. The aforementioned customers are also provided with a wide range of products in respect of assets management (mutual funds, bonds, investment deposit products, etc). This category also comprises the Stock Exchange services offered to customers as well as those in respect of asset management.
- d) Treasury: Includes the activities of the Dealing Room in the interbank market (Interbank placements & loans, Bonds, Futures, Options, IRS, FX Swaps etc) and generally, the Bank's Assets-Liabilities management.
- e) Investments and holdings: This segment consists of income and expenses of the non-financial segment subsidiaries of the group.

5. Income tax

(amounts in thousand Euro)

	1/1 - 30/9/2010	1/1 - 30/9/2009	1/7-30/9/2010	1/7-30/9/2009
Income tax for the period	(13.046)	(13.876)	(2.015)	(6.357)
Social responsibility contribution	(4.874)	(6.605)	(4.874)	(6.605)
Deferred tax	14.319	11.065	7.445	2.775
Income tax	(3.601)	(9.416)	556	(10.187)

Income tax is calculated based on taxable results and the nature of income and expense in accordance with effective tax legislation. With reference to temporary differences between the accounting and tax basis deferred tax has been calculated in accordance with IAS 12.

According to the effective tax legislation in Greece, until 2009 Societe Anonymes used to be taxed at 25% over their total profits. The current tax rate for the year 2010 has been set at 24%. In accordance with Law 3697/2008 from the year 2010 and onwards, the tax rate will be reduced by 1% for each year until 2014, the year in which it will have reached 20%.

Dividends distributed by companies domiciled in Greece and approved by the General Meetings after 1/1/2009 are subject to withholding tax at 10% rate and depletion of the tax liability of the recipient (3697/2008).

Under the Law 3842/23.4.2010 "Re-establishment of tax justice, confrontation of tax evasion and other provisions", it is imposed, in the name of legal entity, tax of 40% in the profits that are distributed, while the undistributed profits are taxed according to the current tax rate. With the payment of tax 40%, the tax obligation is fulfilled when the beneficiary is legal entity, while when beneficiary is an individual he is taxed under the general provisions. The aforementioned are applied also to the profits of preceding periods that are going to be distributed of capitalized starting from 1/1/2011.

Social Responsibility Contribution

As in compliance with Article 5 of the Law 3845/6.5.2010 "Measures for the implementation of the support mechanism of the Greek economy by the Member States of the euro area and the International Monetary Fund", there was imposed on legal persons a lump sum contribution of social responsibility, on the total net income for year 2010 if the income exceeds €100.000. The contribution is imposed on net profits arising from IFRS implementation since they are higher than the total net income arising based on tax results.

On this basis, the special contribution was recognized in the Financial Statements of the Bank of 30.09.2010 and amounted to € 4.874 thousand.

6. Earnings per share

a. Basic

Basic earnings per share are calculated by dividing profit after income tax attributable to shareholders by the weighted average of the existing shares of the Bank during the period, less the weighted average self owned Bank shares, during the same period.

a. Diluted

Diluted earnings per share are calculated by adjusting the weighted average of existing shares during the period for potentially irreconcilable shares.

The Bank does not hold such shares; therefore there is no reason for differentiating diluted shares from basic earnings per share.

	1/1 – 30/9/2010	1/1 – 30/9/2009	1/7 – 30/9/2010	1/7 – 30/9/2009
Basic and Diluted earnings per share				
Profit (loss) attributable to shareholders of the Bank	(20.202)	(19.069)	(5.804)	(363)
Weighted average number of outstanding ordinary shares	288.855.236	288.855.236	288.855.236	288.855.236
Basic earnings per share	(0,0699)	(0,0660)	(0,0201)	(0,0012)

7. Loans and advances to customers

(amounts in thousand Euro)

	30/9/2010	31/12/2009
Retail customers:		
Consumer	1.591.789	1.708.713
Credit cards	241.804	246.371
Housing	2.600.268	2.458.941
	4.433.861	4.414.025
Corporate loans :	9.057.112	8.815.735
Total loans and advances to customers	13.490.973	13.229.760
Less: impairment of loans	(414.549)	(322.502)
Total	13.076.424	12.907.258

Movement in impairment :

Balance 1 January	322.502	224.359
Impairment	107.106	129.300
Write-offs	(15.059)	(31.157)
Balance at end of period	414.549	322.502

8. Available for sale financial instruments
(amounts in thousand Euro)

	30/9/2010	31/12/2009
Mutual funds (domestic)	2.428	2.649
Shares listed on Athens Stock Exchange	58.035	35.421
Shares listed on foreign Stock Exchanges	15.668	7.258
Shares listed on foreign Stock Exchanges (in custody of third parties)	103	597
Non listed shares	928	928
Greek government bonds (fixed rate)	222.019	224.141
Greek government bonds (floating rate)	93.965	109.968
Other government bonds (fixed rate)	528.301	612.231
Corporate bonds (fixed rate)	525.689	852.474
Corporate bonds (floating rate)	101.483	294.595
Available-for-sale financial instruments	1.548.619	2.140.262

9. Held to maturity investments
(amounts in thousand Euro)

	30/9/2010	31/12/2009
Greek government treasury bills	46.916	-
Greek government bonds (fixed rate)	108.632	36.310
Greek government bonds (floating rate)	34.386	9.717
Other government bonds (fixed rate)	159.967	-
Corporate bonds (fixed rate)	2.148	2.137
Corporate bonds (floating rate)	431.279	481.677
Held-to-maturity investments	783.328	529.841

10. Debt securities
(amounts in thousand Euro)

	30/9/2010	31/12/2009
Greek government bonds (fixed rate)	816.698	505.909
Other government bonds (fixed rate)	91.306	88.519
Greek government bonds(floating rate)	723.808	670.499
Corporate bonds (fixed rate)	373.247	451.870
Corporate bonds (floating rate)	196.985	195.531
Debt securities	2.202.044	1.912.328

The Bank applied the amendments to IAS 39 and IFRS 7 "Reclassification of Financial Assets" and reclassified investments in securities held for sale into investments in securities available for sale and investment securities available for sale in debt securities loan portfolio. Under the amended IAS 39, the Bank has identified assets, which on July 1, 2008 it did not intend to trade or to sell in the near future. The reclassification was made effective as from July 1, 2008, in accordance with the amended IAS 39, at the carrying amount of the investments as at that date. The carrying amount and the fair value of reclassified investments are shown below:

(Amounts in thousand Euro)

	1 July 2008	30 September 2010	
	Book value	Book value	Fair value
Available-for-sale investments reclassified as debt securities	414.502	459.070	450.492

If the Bank had not reclassified investments in securities as at 1 July 2008, the fair value reserves of financial assets available for sale would have included unrealized losses amounting to €8.578 thousand, representing change in fair value as till the nine month period of 2010 inclusively in investments available for sale that were reclassified.

Out of the loss amount of €8.578 thousand, the amount of €3.339 thousand pertains to the period 01.01.2010-30.09.2010, while the remaining amount Euro pertains to prior periods.

Out of the amount of Available for Sale portfolio that has been reclassified, an amount of €187.387 thousand was hedged against changes in the fair value due to interest rate risk for which the Bank will continue to apply hedge accounting. Interest income from investments reclassified will continue to be recognized in profit and loss using the effective interest method.

In the year 2010, there were sold bonds of book value as at July 1, 2008 amounting to €81.674 thousand with recoverable amount of €92.447 thousand. This resulted in incorporation of profit amounting to €5.013 thousand.

At the reclassification date, the interest rates of the trading portfolio ranged between 4.0% and 8.875% and its recoverable amount amounted to €463.322 thousand.

Furthermore, there was conducted further reclassification in the last quarter of 2009, in respect of available for sale portfolio to loan portfolio debt securities:

(Amounts in thousand Euro)

	1 October 2009	30 September 2010	
	Book Value	Book value	Fair value
Available-for-sale investments reclassified as debt securities	1.112.849	1.111.382	863.966

If the above reclassification had not been conducted, there would have been recognized in fair value reserves of financial assets available for sale unrealized loss of €247.415 thousand, representing the change in the fair value till the nine month period of 2010 inclusively of the investments available for sale that had been reclassified. Out of the aforementioned amount, loss of €180.172 thousand corresponds to 2010.

Out of the amount of available for sale portfolio that has been transferred, an amount of €359.591 thousand has been hedged for changes in the fair value, which are due to interest rate change risk, for which the Bank will continue to apply hedge accounting. Interest from securities that had been transferred will continue to be recognized in interest income, under effective rate method.

As at reclassification date, the available-for-sale portfolio interest rate fluctuated from 1,46% to 8,25% and the recoverable amount stood at €1.078.476 thousand.

On 01/04/2010, a new reclassification of available-for-sale portfolio to debt securities lending portfolio took place.

(Amounts in thousand Euro)

	1 April 2010 Book Value	30 September 2010 Book Value	Fair Value
Available-for-sale investments reclassified as debt securities	228.536	237.950	182.823

If the above reclassification had not been conducted, there would have been recognized in fair value reserves of financial assets available for sale unrealized loss of €55.127 thousand, representing the change in the fair value till the nine month period of 2010 inclusively, of the investments available for sale that had been reclassified.

Out of the amount of available-for-sale portfolio that had been transferred, an amount of €71.955 thousand had been hedged for changes in the fair value, which are due to interest rate change risk, for which the Bank will continue to apply hedge accounting. Interest from securities that had been transferred will continue to be recognized in interest income, under the effective rate method.

As at reclassification date, the available-for-sale portfolio interest rate fluctuated from 6% to 6.1% and the recoverable amount stood at €229.945 thousand.

11. Investments in subsidiaries

(Amounts in thousand Euro)

Name	30/09/2010				
	Country of incorporation	(%) Direct participation	(%) Indirect participation	(%) Total participation	Participation
Marfin Bank Romania S.A. (1)	Romania	99,317%	-	99,317%	53.113
Marfin Leasing IFN Romania S.A.	Romania	99,00%	-	99,00%	218
Marfin Leasing S.A.	Greece	100,00%	-	100,00%	61.179
Dynamic Asset Operating Leases S.A.(2)	Greece	-	100%	100%	-
Marfin Egnatia Fin S.A	Greece	99,8366%	-	99,8366%	1.791
Egnatia Finance PLC	United Kingdom/ London	99,998%	0,002%	100,00%	18
Marfin Travel LTD (3)	Greece	-	99,8366%	99,8366%	-
Obafemi Holdings LTD (4)	Cyprus	100,00%	-	100,00%	2
Investment Bank of Greece S.A. (5)	Greece	95,80%	-	95,80%	227.356
Marfin Capital Partners Ltd	United Kingdom/ London	70,00%	-	70,00%	723
Marfin Capital Partners (Cyprus) Ltd	Cyprus	-	70,00%	70,00%	-
Marfin Global Asset Management S.A.	Greece	94,5148%	4,2158%	98,7306%	9.006
IBG Investments S.E.	British Virgin Island	-	95,80%	95,80%	-
IBG Mutual Funds Management S.A.	Greece	-	95,80%	95,80%	-
Marfin Securities (Cyprus) Ltd	Cyprus	-	95,80%	95,80%	-
IBG Capital S.A.	Greece	-	95,80%	95,80%	-

Marfin Factors & Forfaiters S.A.	Greece	100,00%	-	100,00%	12.286
Marfin Collections S.A. (6)	Greece	100,00%	-	100,00%	350
					366.042

31/12/2009					
Name	Country of incorporation	(%) Direct participation	(%) Indirect participation	(%) Total participation	Participation
Marfin Bank Romania S.A. (1)	Romania	99,23%	-	99,23%	48.113
Marfin Leasing IFN Romania S.A.	Romania	99,00%	-	99,00%	218
Marfin Leasing S.A.	Greece	100,00%	-	100,00%	61.179
Dynamic Asset Operating Leases S.A.(2)	Greece	-	100%	100%	-
Marfin Egnatia Fin S. A.	Greece	99,00%	-	99,00%	291
Egnatia Finance PLC	United Kingdom/ London	99,998%	0,002%	100,00%	18
Marfin Travel LTD (3)	Greece	-	99,00%	99,00%	-
Obafemi Holdings LTD (4)	Cyprus	100,00%	-	100,00%	2
Egnatia Properties SRL	Romania	-	100,00%	100,00%	-
IBG Investments S	Greece	92,80%	-	92,80%	219.825
Marfin Capital Partners Ltd	United Kingdom/ London	70,00%	-	70,00%	723
Marfin Capital Partners (Cyprus) Ltd	Cyprus	-	70,00%	70,00%	-
Marfin Global Asset Management S.A.	Greece	94,5148%	4,0841%	98,5989%	9.006
IBG Investments S.A.	British Virgin Island	-	92,80%	92,80%	-
IBG Mutual Funds Management S.A	Greece	-	92,80%	92,80%	-
Marfin Securities (Cyprus) Ltd	Cyprus	-	92,80%	92,80%	-
IBG Capital S.A.	Greece	-	92,80%	92,80%	-
Marfin Factors & Forfaiters S.A.	Greece	100,00%	-	100,00%	12.285
					351.660

(1) On April 22, the 99,234% subsidiary of the bank, Marfin Bank Romania (S.A.) made a capital increase of 5 million Euro within the frame of facilitating its capital adequacy as well as safeguard against the credit risks. The increase, approved by the Central Banks of Greece and Romania, was fully covered by the parent company through waiver of the rights of other shareholders and thus the participating interest of the Bank amounts to 99,317%.

(2) Following the Extraordinary General Assembly of "Dynamic Asset Operating Leases S.A." shareholders, dated as of 23/09/2010, there was decided an increase in its share capital by an amount of one (1) million Euro, through payment of the amount in question by its sole shareholder «Marfin Leasing S.A». The payment was made on 30/09/2010.

(3) On 25/08/2010, the Bank participated in the share capital increase of its subsidiary Marfin Egnatia Fin S.A., amounting to €1.500 thousand, thus increasing its participating interests from 99% to 99,8366%. There was also proportionally increased the indirect participating interest of the Bank in Marfin Travel LTD. On 7/10/2010, Marfin Egnatia Fin S.A sold its participating interest (100%) in Marfin Travel LTD to the company AMATHUS HELLAS S.A, domiciled in Greece.

(4) On 23/07/2010, the wholly-owned Bank's subsidiary, "Obafemi Holdings Limited", with domicile in Cyprus, disposed of its participating interest (99.96%) in "Egnatia Properties S.R.L.", with domicile in Romania, to MIG Real Estate S.A., with domicile in Greece.

(5) Within the nine month period of 2010, there were acquired by the parent company 112.634 shares of "Investment Bank of Greece S.A." and the participating interest of "Marfin Egnatia Bank S.A." in the company share capital increased from 92,80% to 95,80%. Correspondingly, it was also increased the indirect participating interest in the group companies (Marfin GAM, IBG Investment S.A., IBG Mutual Funds and Investments Management, Marfin Securities Cyprus, Mutual Funds Management S.A.).

(6) Within the frame of broader operation, cost reduction and better management of collections, it was decided the establishment of a Collection Company, as in compliance with the Law 3758/2009. On 16/02/2010, there was established the company "Marfin Collections S.A.", which is 100% subsidiary of Marfin Egnatia Bank S.A.

12. Investments in associates

(Amounts in thousand Euro)

	30/09/2010	31/12/2009
Company	ARIS Capital Management (H.Π.A.)	
Direct participation	30,00%	30,00%
Participation	2.278	2.278

13. Property, plant and equipment

On 30/6/2010, the Management changed the accounting estimates of the useful life of the Bank's fixed assets, as compared to 1/1/2010 as follows:

Furniture and other equipment	:	from 6,6 years to 10 years
Computers	:	from 4,2 years to 5 years

The above change led to reduced depreciation for the period 1.1.2010 to 30.9.2010 by €838 thousand.

14. Non-current assets held for sale

(Amounts in thousand Euro)

	30/9/2010	31/12/2009
Non-current assets held for sale	8.839	-

Assets held for sale include real estate management companies, acquired within the period.

15. Deposits from Banks

(Amounts in thousand Euro)

	30/9/2010	31/12/2009
Deposits with Central Bank	4.500.000	3.300.000
Sight deposits	419.863	255.318
Time deposits	50.500	98.073
Bank placements	1.838.678	2.355.722
Advances from credit institutions	2.557.083	2.455.610
Deposits from Banks	9.366.124	8.464.723

16. Deposits from customers

(Amounts in thousand Euro)

	30/9/2010	31/12/2009
Retail customers:		
Sight deposits	418.093	504.799
Saving accounts	953.812	1.022.878
Time deposits	4.872.398	5.071.822
	6.244.303	6.599.499
Corporate customers:		
Sight deposits	884.049	663.991
Time deposits	2.117.178	3.044.018
	3.001.227	3.708.009
government entries:		
Sight deposits	5.966	47.376
Time deposits	201.021	135.116
	206.987	182.492
Deposits from customers	9.452.517	10.490.000

17. Other borrowed funds

(Amounts in thousand Euro)

	30/09/2010	31/12/2009
Subordinated debt - maturity 2017	200.000	200.000
Bond loan (Schuldschein) maturity 2010	50.000	50.000
Bond loan (Schuldschein) - maturity 2011	50.000	50.000
Syndicated loan - maturity 2010	-	250.000
Subordinated debt – maturity 2020	200.000	-
Subordinated debt – maturity 2015	-	80.000
Bond loan - maturity 2010	-	10.000
Subordinated debt – maturity 2019	43.963	41.649
Subordinated debt – maturity 2019	60.000	60.000
Bond loan – maturity 2013	21.981	20.825
Securitisation liabilities	1.414.500	1.414.500
Other borrowed funds	2.040.444	2.176.974

The subordinated debt with maturity date in 2017, was issued on 31 December 2007 has a 10-year term with the right to early redemption after the end of the fifth year. It has an interest rate of Euribor three months plus 0,95% up to redemption date and 1,95% up to maturity. It accrues interest quarterly starting from 31 March 2008. The issue of the bond loan was decided following the approval of the Ordinary General Assembly of the Shareholders of the company on 22 June 2006 and was covered in full by the parent «Marfin Popular Bank Public Co LTD».

The bond loan (Schuldschein) with maturity date in 2010, was issued on 28 December 2007 and has a 3-year term. It has an interest rate of Euribor 1, 3 or 6 months plus 0,25% up to maturity. It accrues interest every 1, 3 or 6 months starting on January 28th, 2008. Its fair value as at 30/09/2010 was 50 million (100%).

The bond loan (Schuldschein) with maturity date in 2011, was issued on 5 March 2008 and has a 3-year term. It has an interest rate of Euribor 6 months plus 0,25% up to maturity. It accrues interest every 6 months starting on September 4th, 2008. Its fair value as at 30/09/2010 was 50 million (100%).

On September 25th, 2010, the syndicated loan of € 250 million, with a 2-year term matured. It had an interest rate of 3-month Euribor plus 0,60% up to maturity. It accrued interest every 3 months starting on December 29th, 2008.

On 04/05/2010, the Bank following a decision of the Board of Directors, issued a Common Subordinated Bond Loan (Lower Tier II) of €200 million, 10-year maturity from the date of issuance, interest rate Euribor 3 months plus a margin of 5,50% per annum for the first 5 years and interest rate Euribor 3 months plus a margin of 6,75% annually over the next five years. The issue was fully covered by MARFIN POPULAR BANK PUBLIC CO LTD.

Through the subsidiary Egnatia Finance plc, there were issued:

The subordinated debt amounting to €80 million, with maturity 2015, on 4 May 2005, with a 10 year term with the right to fixed redemption after the end of the fifth year. It has a 3-month Euribor interest rate plus 1,10% up to redemption date and 2,40% up to maturity. It accrues interest on a quarterly basis starting from 4 August 2005. The bond loan is listed on Stock exchange of Luxemburg.

Following the approval of the Bank of Greece, the Bank as at 4 May 2010 proceeded to early payment of the loan, as in compliance with its terms.

The bond loan, which was issued on 20 March 2009, with one-year term, amounting to €10 million. It had an interest rate of 4,12% and accrued interest every 6 months, starting on 20 September 2009. The loan matured on March 20th 2010.

The subordinated debt with maturity in 2019 amounting to USD 60 million, on 6 May 2009. It has a ten-year term with the right to fixed redemption after the end of the fifth year after written consent from the Bank of Greece. The subordinated debt bares an interest rate of 5,5% up to maturity and is listed on the Stock Exchange of Luxembourg. Its fair value as at 30/09/2010 was 60 million. (100%). The debt was issued within the frame of the EMTN Programme. Totally amounting to 3 billion Euro.

The subordinated debt with maturity in 2019 amounting to EUR 60 million, on 3 July 2009. It has a ten-year term with the right to fixed redemption after the end of the fifth year after written consent from the Bank of Greece. The subordinated debt bares an interest rate of 6,5% up to

maturity and is listed on the Stock Exchange of Luxembourg. Its fair value as at 30/09/2010 was 60 million. (100%). The issue is in the context of the Euro Medium Term Note Programme (EMTN Programme) of the Bank for the total amount of 3 billion Euros.

The bond loan with maturity in 2013 amounting to USD 30 million, was issued on 7 September 2009. It has a four-year term with an interest rate of 3 month USD Libor up to maturity and a minimum interest rate of 3,10%. It accrues interest on a quarterly basis starting on 7 December 2009. The debt is listed on the Stock Exchange of Luxembourg. Its fair value as at 30/09/2010 was 30 million (100%). The issue is in the context of the Euro Medium Term Note Programme (EMTN Programme) of the Bank for the total amount of 3 billion Euros.

Subordinated debt is included in Tier II capital for capital adequacy calculation.

On 19/8/2009, the securitization of bonds and other corporate loans for the total amount of 2,3 billion Euro was successfully completed, with an expected life of 2,5 years from the issue date, according to the current legislation. The issue of bonds from the securitization was delivered by the special purpose vehicle incorporated in London, "Synergatis Plc". Out of the total portfolio, 61,5% of it or an amount of approximately 1,4 bil Euro received "Aaa" from Moody's rating agency. Bonds with "Aaa" rating are acceptable for refinance from ECB and it is covered in full by the parent company «Marfin Popular Bank Public co ltd». Bonds amounting to EUR 885,5 million were held by the Bank and were not presented in the account «Other borrowed funds». On 15/7/2010, Moody's rating stood at A3.

The Board of Directors at its meeting on 17/11/2008 decided on the issuance of the first series of (ordinary) covered bonds of EUR 1 billion with a 2-year term from issue date and the right of 1-year extension, having an interest rate of ECB base rate plus 1,10% per annum. The maturity date has already been amended as till 17/11/2011 and the right of extension till 19/11/2012. Thereafter, the Board of Directors, following its decision of 4/8/2010, first, cancelled the second series of (ordinary) covered bonds of EUR 500 million, whose issuance had been decided on 12/03/2010, and second, issued a new series of (ordinary) covered bonds of EUR 1 billion of 1 year duration as starting from the Issuance Date, with extension right of 1 year, having an interest rate of 3M Euribor plus margin 1,50% per annum in compliance with other terms of the Issuance Programme (hereafter «the Bonds»). The bonds received A-/A3 creditworthiness degree from the international rating agencies Fitch Ratings Limited and Moody's Investors Service Limited respectively. The above issuance of the Bonds was carried out within the frame of the plan for issuance of (ordinary) covered bonds of up to 3 billion Euro, in compliance with Article 91 of the Law 3601/2007 as amended by Article 48 of the Law 3693/2008, in combination with Articles 1 to 9, 12 and 14 of the Law 3156/2003 and the Act of the Governor of the Bank of Greece Num. 2620/2009 and following the relevant approval of the Bank of Greece. The security portfolio, defined by the «coverage», within the definition of par. 3. Article 91 of the Law 3601/2007 on the Bonds is composed of mortgage loans, whose total complies with the terms and provisions of the effective Legislation. In addition, there is still effective the agreement of MARFIN POPULAR BANK PUBLIC CO LTD to cover receivables due to Bond Creditors and other Security Lenders within the Issuance Programme. The bonds were traded on Stock Exchange of Ireland and, following their issuance, were acquired by the Bank at their issuance price, i.e. as against 1 billion Euro for the purposes of their redistribution to institutional investors till the end of their maturity. As until the new disposal of bonds to institutional investors, the bonds will be used for security purposes pertaining to obtain liquidity from the European Central Bank through the Bank of Greece based on Num. 54/27.2.2004 Act of The Monetary Policy Committee as effective following its amendment by Num. 61/6.12.2006 Act of The Monetary Policy Committee of the Bank of Greece. The liability arising from the issuance of covered bonds does not appear in the account "Other borrowed funds", since the titles in

question are self-owned by the bank. In compliance with the respective accounting policy, offsetting financial assets with liabilities is permitted in case there is a legal right to offset the recorded amounts and there is an intention for simultaneous settlement of the total amount of the financial assets as well as liabilities.

Information stated in Article 25 of Law 3601/2007, pertaining to covered bonds:

A. Covered bonds and assets in security portfolio

(amounts in thousand Euro)

	Nominal value	Net present value	Net present value if interest rates increased by 200 base rates	Net present value if interest rates decreased by 200 base rates	Average weighted interest rate	Value of secured property
--	---------------	-------------------	---	---	--------------------------------	---------------------------

A. Assets (exclusive of derivative Financial instruments)

A.1 Balances secured by guarantees from central governments, central banks, public entities and organizations

A.2 Balances with or balances secured by guarantees from central governments, or central banks, outside the EU, multilateral banks or international organizations

A.3 Balances with or secured by guarantees from regional governments and local authorities, as well as state companies and organizations

A.4 Balances with credit institutions and SFSLTDs

A.5 Loans covered by residential property	2.147.536	2.070.806	2.056.682	2.301.334	3,76%	5.437.327
--	-----------	-----------	-----------	-----------	-------	-----------

A.6 Loans covered by commercial property

A.7 Loans covered by nautical pledges

B. Derivative financial instruments with counter-party

B.1 a central government or central bank – EU member

B.2 a regional government or local authority –EU member

B.3 an international organization

B.4 State Company or Organization of an EU member

B.5 a credit institution or SFSLTD 1.037.682 282 866 -532

B.6 a central or organized market

Total assets in security portfolio (A+B) 2.147.536 2.071.088 2.057.548 2.300.802

C. Covered bonds 2.000.000 2.025.295 2.028.837 2.010.634 2,1750%

D. Overcollateralized [(A+B)-C] 147.536 45.793 28.711 290.168

B. Table of maturity of covered bonds and assets in security portfolio

(amounts in thousand Euro)

	Assets		Derivative financial instruments		Covered bonds	
	In €	In foreign	In €	In foreign	In €	In foreign
≤ 1 year	457				2.000.000	
>1 ≤ 5 years	15.490					
>5 ≤ 10 years	123.458					
>10 years	2.008.131		1.037.682			
Total	2.147.536		1.037.682		2.000.000	

C. Table of effectiveness test of risk hedging for assets in security portfolio and reconciliation of interest receivable and payable

(amounts in thousand Euro)

	Net present value	Interest Receivable	Interest Payable
A. Assets in security portfolio	2.109.453	56.180	
B. Derivative financial instruments used for hedging:			
B.1 Interest rate risk	282	1.918	2.929
B.2 Foreign currency risk			
B.3 Liquidity risk			
Total assets in security portfolio (A+B)	2.109.735	58.098	2.929
C. Covered bonds	2.025.295		28.180
D. Hedge effectiveness (>0%)			
E. Difference between interest income and expense			26.989

D. Total amount of past due loans in security portfolio

(amounts in thousand Euro)

Past due loans over 90 days	27.708
-----------------------------	--------

18. Other provisions

(amounts in thousand Euro)

	30/09/2010	31/12/2009
Provisions for risks and liens	1.062	1.246
Provisions for taxes	1.500	1.500
Other personnel provisions	30	30
Other provisions	2.592	2.776

Out of the total provisions for risks and liens for the nine month period of 2010 and the year ending 31/12/2009, amounting to € 1.062 thousand and € 1.246 thousand respectively, the amounts of € 443 thousand and € 627 respectively refer to disputed claims. The remaining

amount of € 619 thousand refers to the coverage of extraordinary losses that might arise from doubtful receivables other than loans.

In Greece the results disclosed to the tax authorities are considered temporary and can be modified until the accounting books and data are examined by tax authorities and the tax declarations are considered conclusive. Consequently, the companies are subject to probable penalties and taxes which can be imposed during the assessment of the books and data. In view of the methods applied for tax obligations in Greece, the Bank has a contingent obligation for additional fines and taxes from tax non-inspected years (2005 – 2009), for which it made a relevant provision amounting to € 1.500 thousand.

19. Share Capital

	30/09/2010	31/12/2009
Number of ordinary shares	288.855.236	288.855.236
Nominal value	1,27	1,27
Share capital paid (in thousand Euro)	366.846	366.846
Share premium (in thousand Euro)	328.334	328.334

The shares of the Bank are common, registered, and indivisible and are traded under the Low Dispersion and Special Feature category on the Athens Stock Exchange (ASE) and have been issued in accordance with the requirements of Law 2190/1920 and the Bank's Charter of Incorporation.

20. Other reserves and retained earnings

(Amounts in thousand Euro)

	30/9/2010	31/12/2009
Statutory reserve	15.875	15.875
Tax-exempt reserve	425	425
Extraordinary reserve	31.545	31.545
Revaluation reserve of available for sale financial instruments	(140.363)	(87.244)
Stock Option plan reserve	4.313	3.398
	(88.205)	(36.001)
Retained earnings	62.956	83.158
Other reserves and retained earnings	(25.249)	47.157

Statutory reserve: Under the provisions of Greek corporate law, all the entities are required to transfer at least 5% of their annual profits to a statutory reserve until the reserve equals to one third of the issued share capital. This reserve is not available for distribution but may be applied to cover losses.

Untaxed reserve: In the event of reserves being distributed, tax is applied on the rate in effect as at the date of distribution.

Extraordinary reserve: Includes all other reserves that cannot be categorized within the aforementioned categories.

21. Hybrid Funds

On 19.09.2009, in accordance with the law 3156/2003 and 2190/1920 and in relation to the Decision of the Governor of BoG 2587/20-8-2007 and the Circular letter of the Management of BoG 21/22-9-2004, there were issued hybrid securities of indefinite life, with their total value set at 300 million Euro, in order to be included in the total equity and strengthen the Bank's capital adequacy. The issue was covered in full by the Parent company «Marfin Popular Bank Public co ltd».

22. Contingent liabilities and Commitments

22.1 Litigations

The Bank is a defendant in certain claims and legal actions arising in the ordinary course of business. In the opinion of the Legal Department, the ultimate disposition of these matters is not expected to have a material adverse effect on the financial position of the Bank apart from those referred to in Note 18.

22.2 Credit Commitments

The contractual amounts of the off financial position items, binding the Bank to issue credits to customers are as follows (amounts in thousands Euro):

	30/09/2010	31/12/2009
Letters of guarantee	683.370	666.776
Letters of credit	2.690	22.552

22.3 Commitments on assets

(Amounts in thousand Euro)

	30/9/2010	31/12/2009
Loans and advances to customers	2.147.536	1.276.395
Held to maturity investments	565.348	463.688
Financial instruments at fair value through profit or loss	17.213	6.940
Available for sale financial instruments	572.633	729.288
Debt securities	3.008.395	1.412.100
Reverse Repos Securities	1.528.200	1.414.500
	7.839.325	5.302.911
Target II	1.238.554	453.675
Foreign Credit Institutions (liquidity)	4.453.235	3.572.841
	5.691.789	4.026.516

The Bank has pledged loans to customers as a portfolio security for the issuance of covered bonds.

Out of these securities, an amount of €1.238.554 thousand has been pledged as security by the Bank of Greece, to facilitate the transaction through the TARGET II, while the amount of €4.453.235 thousand - for participation in refinancing.

Out of the above securities, the amount of €2 billion has come from the issuance of covered bonds self-owned by the Bank. These securities are not presented in the account "Debt Securities borrowing portfolio" due to offsetting with the corresponding obligation.

23. Related Parties transactions

Related parties consist of: a) members of the Board of Directors and the Bank Management, b) subsidiaries, c) the group of the parent Bank (Marfin Popular Bank), d) other related parties (members of the BoD – management of the Group's subsidiaries, next of keen or financially dependent members for members of the BoD and management, and companies that trade with the Bank, in cases where total participation of the members of the BoD and management in these companies and of their dependent members does not exceed 20% in total).

Loans and letters of guarantee to related parties comprise a minimum percentage of the total loans and advances and letters of guarantee of the Bank.

All the transactions are conducted on an arm's length basis and during the ordinary conditions and terms, and are within the framework of day-to-day operations.

The volume of transactions per category is as follows (amounts in thousands Euro):

A) Members of BoD and management	30 September 2010	31 December 2009
Loans and advances to customers	4.406	5.078
Deposits from customers	14.102	60.773
Income	1/1 - 30/09/2010	1/1 - 30/09/2009
Interest – Commission	252	159
Expense		
Interest – Commission	282	1.835
Wages	3.245	5.181
Employer contributions	166	155
Other employee benefits	277	86
Share based payments	309	464
Total benefits	3.997	5.886
B) Related parties (Subsidiaries)	30 September 2010	31 December 2009
Assets		
Due from other banks	606.050	376.467
Loans and advances to customers	791.576	820.338
Trading portfolio	95	8.959
Available for sale portfolio	5.581	5.435
Other assets	1.317	817
Derivative financial instruments – assets	116	0
Total assets	1.404.735	1.212.016
Liabilities		
Deposits from banks	205.669	306.379
Deposits from customers	9.913	26.153
Issued bonds and other borrowed funds	21.981	30.825
Subordinated liabilities	103.962	181.649
Other liabilities	3.455	4.575
Derivative financial instruments – liabilities	40	166

Total liabilities	345.020	549.747
<hr/>		
Income	1/1 - 30/09/2010	1/1 - 30/09/2009
Interest and similar income	16.397	16.147
Fee and commission income	2.095	1.802
Dividend income	2.431	22
Financial	64	0
Other operating income	110	120
Total assets	21.097	18.091
<hr/>		
Liabilities		
Interest and similar expense	6.695	5.085
Fee and commission expense	1.714	1.271
Financial	0	771
Operating expenses	2.793	2.279
Total expense	11.202	9.406
<hr/>		
	30 September 2010	31 December 2009
Letters of Guarantee and letters of credit	192.598	224.341

C) Group of parent Marfin Popular Bank	30 September 2010	31 December 2009
<hr/>		
Assets		
Loans and advances to customers	0	0
Due from other banks	2.162.930	2.207.490
Other assets	1.638	2.155
Financial instruments at fair value through profit or loss	83.730	126.075
Available for sale financial instruments	3.734	49
Derivative financial instruments – assets	2.801	5.479
Total assets	2.254.833	2.341.248
<hr/>		
Liabilities		
Deposits from customers	0	697
Deposits from banks	1.530.616	1.013.274
Subordinated liabilities	400.000	200.000
Securitisation of corporate loans	1.414.500	1.414.500
Hybrid funds	300.000	300.000
Other liabilities	7.037	273
Derivative financial instruments – liabilities	68	0
Total liabilities	3.652.221	2.928.744

Income	1/1 - 30/09/2010	1/1 - 30/09/2009
Interest and similar income	30.638	9.431
Fee and commission income	113	119
Financial	5.069	864
Other income	370	0
Total income	36.190	10.414
<hr/>		
Expense		
Interest and similar expense	44.085	12.299
Financial	0	0
Operating expense	285	0
Total expense	44.370	12.299

	30 September 2010	31 December 2009
Letters of guarantee and letters of credit	1.889	86

D) Other related parties	30 September 2010	31 December 2009
Assets		
Loans and advances to customers	65.923	76.403
Due from other banks	0	0
Other assets	5.849	4.847
Property, Plant and Equipment	158	599
Total assets	71.930	81.849
Liabilities		
Deposits from customers	47.756	91.056
Due to other banks	0	0
Issued bonds and other borrowed funds	0	0
Other liabilities	777	1.297
Total liabilities	48.533	92.353

	1/1 - 30/09/2010	1/1 - 30/09/2009
Income		
Interest and similar income	1.571	1.841
Fee and commission income	1.328	83
Other income	96	0
Total income	2.995	1.924
Expense		
Interest and similar expense	984	311
Fee and commission expense	0	0
Other operating expense	2.088	168
Total expense	3.072	479

	30 September 2010	31 December 2009
Letters of guarantee and letters of credit	52	22

24. Transactions with Marfin Investment Group

(amounts in thousand Euro)

	30 September 2010	31 December 2009
Assets		
Loans and advances to customers	381.582	311.377
Other assets	552	744
Total assets	382.134	312.121
Liabilities		
Deposits from customers	592.286	577.079
Other liabilities	2.994	1.460
Total liabilities	595.280	578.539

	1/1 - 30/09/2010	1/1 - 30/09/2009
Income		
Interest and similar income	11.409	10.076
Fee and commission income	645	783

Other income	140	102
Total income	12.194	10.961
Expense		
Interest and similar expense	12.281	20.105
Fee and commission expense	0	0
Operating expense	2.387	2.359
Total expense	14.668	22.464
	30 September 2010	31 December 2009
Letters of guarantee and letters of credit	32.484	27.295

25. Corporate events

a) Synergatis plc

In the current Financial Statements there is included the special purpose entity, Synergatis plc., first included in the financial statements as of September 2009. The company was established on 23 April 2009 and is headquartered in the United Kingdom. The purpose of the company is the issue of the covered bonds. The company is of special purpose and it is consolidated in the current financial statements under full consolidation method because its activity serves exclusively concrete needs of the Bank.

b) Cross-Border Merger

The Extraordinary General Assembly of the Bank Shareholders as at 23/12/2009 approved the cross-border merger through absorption of «MARFIN Egnatia Bank SA" by «MARFIN POPULAR BANK PUBLIC CO LTD» in accordance with the provisions of Directive 2005/56/EC of the European Parliament and Council of 26.10.2005, that was incorporated under Cyprus and Greek legislation, as defined in the Common Cross-Border Merger Program as of 13 November 2009.

According to the announcement as of March 30, 2010, the Bank and its parent «MARFIN POPULAR BANK PUBLIC CO LTD» submitted an application to the District Court of Nicosia to approve the merger and the date for the commencement of its results. Cross-border merger should be completed by the end of 2010.

26. Subsequent events**Disposal of subsidiary**

On 7/10/2010, Marfin Egnatia Fin S.A sold its participating interest (100%) in the company Marfin travel LTD to the company AMATHUS HELLAS S.A, domiciled in Greece.

Subsidiary share capital increase

On 22/11/2010, the Bank participated in the share capital increase of the subsidiary Marfin Egnatia Leasing S.A. amounting to €14.000 thousand, maintaining its participating interest at 100%.

Athens, 25 November 2010

The Chairman
Of the Board of Directors

Vassilios N. Theocharakis
I.D. No AB 340063/06

The Managing Director

Konstantinos I.Vassilakopoulos
I.D. No M 310696/82

The Chief Financial Officer

Aggelos N. Sapranidis
I.D. No AA 273117/05
Permit No.
0016834/18-07-2001