



MARFIN EGNATIA BANK

MARFIN EGNATIA BANK S.A.
S.A. Registry No. 6072/06/B/86/11
20 Metropoleos str. & Komnion str., 54624, Thessaloniki
FINANCIAL INFORMATION

FOR THE PERIOD ENDED 30th SEPTEMBER 2010

In accordance with Hellenic Capital Market Commission (HCMC) Resolution 4/507/28.04.2009

The financial information presented below deriving from the financial statements, aims at a general information about the financial position and results of Marfin Egnatia Bank S.A. and the Group. Therefore, we recommend the reader, prior to making any investment choice or other transaction with the Bank, to visit the Bank's website, where the aforementioned financial information as well as the legal auditor's report, when necessary, are posted.

Company Information

Website Address : www.marfinegnatiabank.gr
 Date of approval of the financial statements by the Board of Directors : November 25th, 2010

STATEMENT OF FINANCIAL POSITION

(Amounts in thousand Euro)

	GROUP		BANK	
	30 September 2010	31 December 2009	30 September 2010	31 December 2009
ASSETS				
Cash and balances with Central Bank	516,902	1,174,973	396,023	1,075,041
Loans and advances to financial institutions	2,607,331	2,649,796	2,840,940	2,854,873
Loans and advances to customers (net of provisions)	13,815,422	13,685,282	13,076,424	12,907,258
Derivative financial instruments - Assets	90,055	67,149	89,946	67,077
Financial instruments at fair value through profit or loss	208,762	272,856	190,862	245,086
Financial instruments available for sale	1,549,526	2,138,930	1,548,619	2,140,262
Investment securities held to maturity	879,707	577,323	783,328	529,841
Debt securities of lending portfolio	2,202,044	1,912,328	2,202,044	1,912,328
Investments in subsidiaries	0	0	366,042	351,660
Investments in associates	2,068	2,005	2,278	2,278
Self-occupied tangible assets	86,007	93,198	53,880	54,693
Investment property	44,793	40,688	39,485	35,380
Intangible assets	64,734	66,497	14,379	16,030
Other assets	581,050	506,602	781,691	547,256
Non-current assets held for sale	55,520	0	8,839	0
TOTAL ASSETS	22,703,921	23,187,627	22,394,780	22,739,063

LIABILITIES AND EQUITY

Deposits from banks	9,216,515	8,360,500	9,366,124	8,464,723
Deposits from customers	9,719,211	10,867,846	9,452,517	10,490,000
Derivative financial instruments - Liabilities	282,081	226,560	282,010	226,560
Debt securities in issue & other borrowed funds	2,034,767	2,162,580	2,040,444	2,176,974
Retirement benefit obligations	14,605	13,622	13,015	12,174
Other provisions	5,283	4,842	2,592	2,776
Other liabilities	364,762	412,138	268,147	323,519
Liabilities associated with non-current assets held for sale	1,423	0	0	0
Total Liabilities (a)	21,638,647	22,048,088	21,424,849	21,696,726
Share Capital	366,846	366,846	366,846	366,846
Share premium	328,334	328,334	328,334	328,334
Other reserves and retained earnings	57,546	124,268	(25,249)	47,157
Total Equity attributable to the owners of the parent company (b)	752,726	819,448	669,931	742,337
Non-controlling interest (c)	12,548	20,091	0	0
Hybrid Capital (d)	300,000	300,000	300,000	300,000
Total Equity (e) = (b) + (c) + (d)	1,065,274	1,139,539	969,931	1,042,337
TOTAL LIABILITIES AND EQUITY (a) + (e)	22,703,921	23,187,627	22,394,780	22,739,063

STATEMENT OF CHANGES IN EQUITY

from January 1st, 2010 to September 30th, 2010
 (Amounts in thousand Euro)

	GROUP		BANK	
	30 September 2010	30 September 2009	30 September 2010	30 September 2009
Total Equity at the beginning of period (01/01/2010 & 01/01/2009)	1,139,539	780,547	1,042,337	696,201
Revaluation difference of Available for Sale financial assets	(53,756)	76,003	(53,118)	74,086
Exchange differences from currency translation of financial statements	(786)	(3,227)	0	0
Profit / (Loss) for the period after tax	(13,216)	(6,327)	(20,202)	(19,069)
Total Comprehensive Income for the period after Tax	(67,758)	66,406	(73,320)	55,017
Dividends paid	(47)	0	0	0
Hybrid Securities	0	300,000	0	300,000
Reserve for stock option plan	1,137	1,079	914	745
Other Movements	(7,597)	(191)	0	0
Total Equity at the end of the period (30/09/2010 & 30/09/2009)	1,065,274	1,147,841	969,931	1,051,963

CASH FLOW STATEMENT

from January 1st, 2010 to September 30th, 2010
 (Amounts in thousand Euro)

	GROUP		BANK	
	1 Jan-30 Sept. 2010	1 Jan-30Sept 2009	1 Jan-30 Sept. 2010	1 Jan-30Sept 2009
Net cash flows from Operating Activities (a)	(461,913)	(761,307)	(476,070)	(1,033,058)
Net cash flows from investing activities (b)	46,017	(1,038,763)	86,831	(1,044,652)
Net cash flows from financing activities (c)	(138,512)	1,960,617	(147,182)	1,829,512
Net increase (decrease) in cash and cash equivalents (a) + (b) + (c)	(554,408)	160,547	(536,421)	(248,198)
Effect of exchange rate fluctuations on cash and cash equivalents	(2,193)	(4,512)	(1,494)	(703)
Total cash flow for the period	(556,601)	156,035	(537,915)	(248,901)
Cash and cash equivalents at the beginning of the period	1,674,513	2,131,447	1,848,255	2,571,827
Cash and cash equivalents at the end of the period	1,117,912	2,287,482	1,310,340	2,322,926

STATEMENT OF COMPREHENSIVE INCOME
(Amounts in thousand Euro)

	GROUP				BANK			
	1 Jan-30 Sept. 2010	1 Jan-30Sept 2009	1 July-30 Sept. 2010	1 July-30 Sept. 2009	1 Jan-30 Sept. 2010	1 Jan-30Sept 2009	1 July-30 Sept. 2010	1 July-30 Sept. 2009
Interest and similar income	528,133	538,944	191,376	167,061	475,985	484,051	174,808	149,999
Interest expense and similar charges	(286,965)	(370,818)	(111,090)	(95,254)	(275,068)	(351,052)	(107,331)	(88,610)
Net interest income	241,168	168,126	80,286	71,807	200,917	132,999	67,477	61,389
Fee and commission income	76,640	92,834	21,916	35,839	39,715	38,213	11,892	17,413
Fee and commission expense	(17,311)	(20,244)	(4,235)	(6,870)	(5,702)	(4,374)	(1,712)	(1,323)
Net fee and commission income	59,329	72,590	17,681	28,969	34,013	33,839	10,180	16,090
Dividend income	1,486	1,030	386	434	3,495	682	2,650	322
Net trading income / (expense)	32,986	88,348	7,073	21,677	27,072	81,771	5,611	19,149
Other income	3,249	5,777	1,127	1,478	2,146	2,403	388	844
Total income from operating activities	338,218	335,871	106,553	124,365	267,643	251,694	86,306	97,794
Impairment losses on loans and advances	(122,325)	(114,497)	(35,283)	(35,854)	(107,106)	(93,500)	(30,540)	(31,000)
Staff costs	(122,560)	(115,954)	(40,606)	(38,906)	(99,476)	(93,721)	(33,015)	(31,275)
Other operating expenses	(78,899)	(73,351)	(29,967)	(25,669)	(67,132)	(63,662)	(25,436)	(22,136)
Depreciation	(13,617)	(12,764)	(4,708)	(4,339)	(10,530)	(10,464)	(3,675)	(3,559)
Share of profit / (loss) of associates	56	71	12	39	0	0	0	0
Profit / (Loss) before tax	873	19,376	(3,999)	19,636	(16,601)	(9,653)	(6,360)	9,824
Taxes	(14,089)	(25,703)	(1,322)	(20,472)	(3,601)	(9,416)	556	(10,187)
Profit / (Loss) after tax (A)	(13,216)	(6,327)	(5,321)	(836)	(20,202)	(19,069)	(5,804)	(363)
Attributable to:								
Parent company owners	(13,781)	(7,393)	(5,436)	(739)	(20,202)	(19,069)	(5,804)	(363)
Non-controlling interest	565	1,066	115	(97)	0	0	0	0
Other Comprehensive income net of tax (B)	(54,542)	72,733	8,117	32,968	(53,118)	74,086	7,625	32,909
Total Comprehensive income net of tax (A+B)	(67,758)	66,406	2,796	32,132	(73,320)	55,017	1,821	32,546
Attributable to:								
Parent company owners	(68,224)	65,124	2,700	32,210	(73,320)	55,017	1,821	32,546
Non-controlling interest	466	1,282	96	(78)	0	0	0	0
Earnings / (Loss) per share (Euro per share)								
Basic & Diluted	(0.0477)	(0.0256)	(0.0188)	(0.0026)	(0.0699)	(0.0660)	(0.0201)	(0.0012)

- 1) The accounting principles, adopted by the Group and the Bank for the preparation of the condensed, interim financial statements as at 30/09/2010 are consistent with those principles referred to in the respective financial statements for the year ended 31/12/2009.
- 2) In the present financial statements, the accounting estimation of the beneficial life of some fixed assets changed by the Management, starting from 1/1/2010. Related note 13 of the Group and the Bank financial statements, respectively.
- 3) There are no liens on the assets of the Group.
- 4) The number of employees at the end of 30/09/2010: Group 3,644, Bank 2,768, (30/09/2009: 3,590, 2,737 respectively).
- 5) The companies included in the consolidation of September 30th, 2010 are presented in note 5 of the condensed, interim consolidated financial statements. The aforementioned note also includes information on the companies' domicile, the Group participation percentage in their share capital, the consolidation method used and the tax non-inspected fiscal years. The notes 11 and 12 of the Bank's condensed, interim financial statements indicate the direct and indirect holdings of the Bank and its respective participation percentage in the companies' share capital.
- 6) On 30/09/2009, it was the first time that the Special Purpose Vehicle (SPV) "Synergatis plc" was included in the consolidation. On 31/03/2010, it was the first time that Marfin Collections S.A., a company that notifies debtors about their debts, was included in the consolidation.
- On 23/07/2010, the wholly-owned Bank's subsidiary, "Obafemi Holdings Limited", with domicile in Cyprus, disposed of its holding (99.96%) in "Egnatia Properties S.R.L.", with domicile in Romania, to MIG Real Estate S.A., with domicile in Greece. In the consolidation as at 30/09/2010, it is taken into consideration only the company's results until 31/07/2010. In the respective period 30/09/2009, the "Egnatia Properties S.R.L." was consolidated under full consolidation method. The aforementioned change has not caused changes higher than 25% to the turnover or/and earnings after taxes and minority interest of the company and/or the equity of the company's shareholders. (Related note 5 of the consolidated financial statements).
- 7) On 27/09/2010, the Bank acquired the 100% of real estate companies. Under IFRS 5, the Bank classified these assets as "Non-current assets held for sale". Related note 15 and note 14 of the Group and the Bank financial statements, respectively.
- 8) The absorbing bank Egnatia Bank S.A. has been tax inspected till the fiscal year 2004 inclusively. The absorbed Marfin Bank and Laiki Bank (Hellas) have been tax inspected till the fiscal year 2006 inclusively. The tax non-inspected fiscal years for the Group companies are thoroughly presented in note 5 of the consolidated financial statements.
- 9) The outcome of the existing legal cases or litigations of the Bank and the Group is not expected to have a significant impact on the financial statements. The bank and the Group have made the following provisions:

	September 2010		December 2009	
	GROUP	BANK	GROUP	BANK
Legal cases or litigations :	665	443	779	627
Tax non-inspected fiscal years :	2,237	1,500	2,194	1,500
Other Provisions :	2,381	649	1,869	649
	5,283	2,592	4,842	2,776

Related note 19 and 18 of the Group's and Bank's financial statements respectively.

10) The amount and the nature of the comprehensive income are reported in detail, above, in the section "Statement of changes in Equity".

11) The Bank and the Group's companies do not hold any equity shares.

12) The transactions of the Group with the related parties are as follows: Receivables 2,328,307 thousand Euros, liabilities 3,715,262 thousand Euros, letters of guarantee and documentary credits 1,941 thousand Euros, income 39,322 thousand Euros, expenses 48,395 thousand Euros. The transactions of the Bank with the related parties (including subsidiaries), are as follows: Receivables 3,731,498 thousand Euros, liabilities 4,045,774 thousand Euros, letters of guarantee and documentary credits 194,539 thousand Euros, income 60,282 thousand Euros, expenses 58,644 thousand Euros. The transactions of the Bank and the Group with the members of the Management and the Executives are as follows: Receivables 4,406 thousand Euros, liabilities 14,102 thousand Euros, income 252 thousand Euros, expenses 4,279 thousand Euros out of which – remuneration 3,997 thousand Euros.

13) Cross-Border Merger: The Extraordinary General Meeting of Bank's Board of Directors held on 23.12.2009, approved the Cross-Border Merger through the absorption of Marfin Egnatia S.A. by Marfin Popular Bank Public Co Ltd in accordance with the provisions of Directive 2005/56/EC of the European Parliament and the Council of 26.10.2005, as well as in accordance with the Cypriot and Greek Laws, as defined by the Common Draft Terms of a Cross-Border Merger, dated as of November 13th, 2009.

According to the announcement as of March 30th, 2010, the Bank and the parent company "MARFIN POPULAR BANK PUBLIC CO LTD" submitted a petition to the District Court of Nicosia for the approval of the cross border merger and the setting of the starting date of its results. The cross border merger is expected to be completed by the end of 2010.

14) The consolidated financial statements of the Bank are included in the consolidated financial statements of Marfin Popular Bank Public Company Ltd, Lemessou Avenue, 154, P.O. BOX 22032, CY-1598 Nicosia, Cyprus, under full consolidation method. Marfin Popular Bank participates in the share capital of the company with the percentage of 97.0248%.

15) 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.

THE PRESIDENT OF THE BOARD OF DIRECTORS

VASSILIOS N.TEOCHARAKIS
Reg. No AB 340063/06

Athens, November 25th, 2010
MANAGING DIRECTOR

KONSTANTINOS I. VASSILAKOPOULOS
Reg. No M 310696/82

CHIEF FINANCIAL OFFICER

AGGELOS N. SAPRANIDIS
Reg. No AA 273117/05
Permit 0016834/18-07-2001