



CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED

30 SEPTEMBER 2009

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM FINANCIAL STATEMENTS
for the nine months ended 30 September 2009

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MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM INCOME STATEMENT
for the nine months ended 30 September 2009

		9 months ended 30.09.2009	9 months ended 30.09.2008
	Note	€ '000	€ '000
Net interest income		224.351	286.322
Net fee and commission income		71.557	85.696
Profit on disposal and revaluation of securities	6	44.037	48.519
Foreign exchange and other income		24.578	50.342
Operating income		364.523	470.879
Staff costs		(115.296)	(104.485)
Depreciation and amortisation		(6.935)	(6.997)
Administrative expenses		(39.196)	(33.452)
Profit before provision for impairment of advances		203.096	325.945
Provision for impairment of advances	9	(35.206)	(16.407)
Profit before tax		167.890	309.538
Tax		(13.829)	(26.915)
Profit for the period		154.061	282.623
Earnings per share – cent	4	18,4	34,8

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM INCOME STATEMENT
for the three months ended 30 September 2009

	Note	3 months ended 30.09.2009	3 months ended 30.09.2008
		€ '000	€ '000
Net interest income		78.367	98.272
Net fee and commission income		25.235	28.431
Profit/(loss) on disposal and revaluation of securities		21.611	(13.299)
Foreign exchange and other income		5.505	20.711
Operating income		130.718	134.115
Staff costs		(39.775)	(37.044)
Depreciation and amortisation		(2.651)	(2.522)
Administrative expenses		(13.879)	(11.021)
Profit before provision for impairment of advances		74.413	83.528
Provision for impairment of advances		(12.530)	-
Profit before tax		61.883	83.528
Tax		(4.862)	(10.165)
Profit for the period		57.021	73.363
Earnings per share – cent	4	6,8	8,8

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
30 September 2009

	Note	30.09.2009 € '000	31.12.2008 € '000
Assets			
Cash and balances with the Central Bank		93.066	191.301
Due from other banks		2.747.789	3.438.808
Financial assets at fair value through profit or loss	7	44.550	122.581
Advances to customers	8	9.524.457	9.031.470
Debt securities lending		303.059	303.306
Balances with subsidiary companies		2.946.689	1.151.507
Available-for-sale financial assets		2.716.509	1.942.238
Held-to-maturity financial assets		1.013.504	502.302
Other assets		97.224	113.459
Investments in subsidiary companies	10	2.517.501	2.441.385
Investments in associates		107.598	97.272
Intangible assets		5.723	5.927
Property and equipment	11	155.832	151.345
Total assets		22.273.501	19.492.901
Liabilities			
Due to other banks		2.445.730	1.779.912
Customer deposits		12.020.188	11.902.439
Senior debt	12	1.103.739	712.050
Loan capital	13	882.160	638.805
Balances with subsidiary companies		1.790.212	576.784
Other liabilities	7	481.531	491.651
Total liabilities		18.723.560	16.101.641
Share capital and reserves			
Share capital	14	716.016	705.607
Share premium	14	2.071.080	2.054.004
Reserves	15	762.845	631.649
Total equity		3.549.941	3.391.260
Total equity and liabilities		22.273.501	19.492.901

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
for the nine months ended 30 September 2009

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000
Profit for the period	154.061	282.623
Other comprehensive income		
Revaluation and transfer to results on disposal and impairment of available-for-sale financial assets, investments in subsidiary companies and associates	107.078	(73.342)
Amortisation of loss on available-for-sale financial assets reclassified	1.041	353
Exchange differences arising in the period	(7.586)	2.542
Other comprehensive income for the period	100.533	(70.447)
Total comprehensive income for the period	254.594	212.176

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
for the three months ended 30 September 2009

	3 months ended 30.09.2009 € '000	3 months ended 30.09.2008 € '000
Profit for the period	57.021	73.363
Other comprehensive income		
Revaluation and transfer to results on disposal and impairment of available-for-sale financial assets, investments in subsidiary companies and associates	54.508	(28.297)
Amortisation of loss on available-for-sale financial assets reclassified	335	353
Exchange differences arising in the period	(2.262)	3.313
Other comprehensive income for the period	52.581	(24.631)
Total comprehensive income for the period	109.602	48.732

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
for the nine months ended 30 September 2009

	Note	Share capital € '000	Share premium € '000	Other reserves € '000	Revenue reserves € '000	Total € '000
Nine months ended 30 September 2009						
Balance 1 January 2009		705.607	2.054.004	(22.112)	653.761	3.391.260
Dividend	15,16	-	-	-	(124.519)	(124.519)
Dividend re-investment	14,16	10.409	17.144	-	-	27.553
Share issue costs	14	-	(68)	-	-	(68)
Cost of share-based payments to employees	14,15	-	-	-	1.121	1.121
		716.016	2.071.080	(22.112)	530.363	3.295.347
Profit for the period		-	-	-	154.061	154.061
Other comprehensive income for the period		-	-	100.533	-	100.533
Total comprehensive income for the period		-	-	100.533	154.061	254.594
Balance 30 September 2009		716.016	2.071.080	78.421	684.424	3.549.941
Nine months ended 30 September 2008						
Balance 1 January 2008		680.613	1.927.571	249.172	504.929	3.362.285
Dividend	15,16	-	-	-	(278.842)	(278.842)
Dividend re-investment	14,16	28.420	126.717	-	-	155.137
Share issue costs	14	-	(284)	-	-	(284)
Difference from conversion of share capital into Euro	14,15	(3.426)	-	3.426	-	-
Cost of share-based payments to employees	14,15	-	-	-	1.423	1.423
Effect of merger of Cyprus Popular Bank (Finance) Ltd with the Bank	15	-	-	(44.178)	44.178	-
		705.607	2.054.004	208.420	271.688	3.239.719
Profit for the period		-	-	-	282.623	282.623
Other comprehensive income for the period		-	-	(70.447)	-	(70.447)
Total comprehensive income for the period		-	-	(70.447)	282.623	212.176
Balance 30 September 2008		705.607	2.054.004	137.973	554.311	3.451.895

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD
CONDENSED INTERIM STATEMENT OF CASH FLOWS
for the nine months ended 30 September 2009

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000
Cash (used in)/generated from operations	(205.798)	618.499
Tax paid	(11.581)	(15.011)
Net cash (used in)/from operating activities	(217.379)	603.488
Cash flows from investing activities		
Purchase less proceeds from disposal of property and equipment	(8.802)	(11.189)
Purchase less proceeds from disposal of computer software	(1.988)	(1.878)
Additions less proceeds from redemption and sale of available-for-sale financial assets and redemption of held-to-maturity financial assets	(1.246.079)	(483.956)
Income received from financial assets	105.061	98.958
Dividend received from subsidiary companies and associates	936	-
Changes in shareholdings and capital of subsidiary companies	(17.777)	(23.234)
Payment for the acquisition of subsidiary	-	(136.700)
Net cash used in investing activities	(1.168.649)	(557.999)
Cash flows from financing activities		
Dividend paid	(96.966)	(123.705)
Share issue costs	(68)	(284)
Proceeds from the issue of senior debt and loan capital	697.466	200.000
Repayment of senior debt and loan capital	-	(85.430)
Interest paid on senior debt and loan capital	(33.174)	(54.347)
Net cash from/(used in) financing activities	567.258	(63.766)
Effects of exchange rate changes	2.252	(3.605)
Net decrease in cash and cash equivalents	(816.518)	(21.882)
Cash and cash equivalents at beginning of period	3.288.050	3.006.627
Cash and cash equivalents at end of period	2.471.532	2.984.745

The notes on pages 8 to 24 are an integral part of these condensed interim financial statements.

MARFIN POPULAR BANK PUBLIC CO LTD

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The condensed interim financial statements present the financial statements of Marfin Popular Bank Public Co Ltd (the "Bank") for the nine months ended 30 September, 2009.

The principal activity of the Bank, which was unchanged from last year, is the provision of banking services.

The Bank was established in Cyprus in 1901 under the name "Popular Savings Bank of Limassol". In 1924 it was registered as the first public company in Cyprus under the name "The Popular Bank of Limassol Ltd". In 1967 the Bank changed its name to "Cyprus Popular Bank Ltd" and on 26 May, 2004 it was renamed to "Cyprus Popular Bank Public Company Ltd". An Extraordinary General Meeting held on 31 October, 2006 unanimously approved the change of its name to "Marfin Popular Bank Public Co Ltd". The Bank's shares are listed on the Cyprus Stock Exchange and the Athens Exchange. The Bank's registered office is at 154, Limassol Avenue, 2025 Nicosia, Cyprus.

2. SIGNIFICANT ACCOUNTING POLICIES

The condensed interim financial statements for the nine months ended 30 September, 2009 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as issued by the International Accounting Standards Board and adopted by the European Union.

The condensed interim financial statements are presented in Euro, which is the functional and presentation currency of the Bank. All amounts are rounded to the nearest thousand, unless where reported otherwise.

The same accounting policies as for the annual financial statements for the year 2008 have been adopted in the preparation of the condensed interim financial statements except for the adoption by the Bank of International Accounting Standard 1 (Revised 2007) "Presentation of Financial Statements" and International Financial Reporting Standard 8 "Operating Segments", as described below.

The condensed interim financial statements do not include all the information and disclosures required for the annual financial statements and should be read in conjunction with the audited financial statements of the Bank for the year ended 31 December, 2008. The Bank also prepares consolidated condensed interim financial statements.

The condensed interim financial statements for the nine months ended 30 September, 2009 have not been audited or reviewed by the Bank's external independent auditors.

The Bank has adopted all applicable new and revised International Financial Reporting Standards (IFRSs) and all revised International Accounting Standards (IASs), which are relevant to its operations and are applicable for accounting periods beginning on 1 January, 2009 as stated below:

(a) IAS 1 (Revised 2007), Presentation of Financial Statements

The revised standard prohibits the presentation of items of income and expenses (that is non-owner changes in equity) in the statement of changes in equity, requiring non-owner changes in equity to be presented separately from owner changes in equity. All non-owner changes in equity are required to be shown in a performance statement. Entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). The Bank has elected to present two statements: an income statement and a statement of comprehensive income. The condensed interim financial statements have been prepared under the revised disclosure requirements.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) IFRS 8, Operating Segments

IFRS 8 replaces IAS 14 “Segment Reporting”. It requires a “management approach” under which segment information is presented on the same basis as that used for internal reporting purposes. This has resulted in an increase in the number of reportable segments presented. Operating segments are reported in a manner consistent with the internal reporting provided to management. In the previous annual and interim financial statements, segments were identified by reference to the principal sources and nature of the Bank’s risks and returns.

(c) IFRS 2, Share-based Payment (Amendment 2008: Vesting Conditions and Cancellations)

This amendment clarifies that only service conditions and performance conditions are vesting conditions. All other features are not vesting conditions and need to be included in the grant date fair value and do not impact the number of awards expected to vest or the valuation subsequent to grant date. All cancellations, whether by the entity or by other parties, should receive the same accounting treatment.

(d) IFRIC 13, Customer Loyalty Programmes

IFRIC 13 clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple-element arrangement and the consideration receivable from the customer is allocated between the components of the arrangement by using fair values.

(e) IFRIC 16, Hedges of a Net Investment in a Foreign Operation

IFRIC 16 clarifies the accounting treatment in respect of net investment hedging.

(f) IAS 39 (Amendment), Financial Instruments: Recognition and Measurement

This amendment clarifies that it is possible that there are movements into and out of the fair value through profit or loss category where a derivative commences or ceases to qualify as a hedging instrument and requires use of revised effective interest rate on cessation of fair value hedge accounting.

3. COMPARATIVES

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

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

4. EARNINGS PER SHARE

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000	3 months ended 30.09.2009 € '000	3 months ended 30.09.2008 € '000
Profit for the period	154.061	282.623	57.021	73.363
	'000	'000	'000	'000
Weighted average number of ordinary shares in issue during the period	835.115	811.550	842.372	830.126
Earnings per share – cent	18,4	34,8	6,8	8,8

Diluted earnings per share in relation to the Share Options is not presented, as the exercise price of the Share Options was higher than the average market price of Marfin Popular Bank Public Co Ltd shares at the Cyprus Stock Exchange and Athens Exchange during the period ended 30 September, 2008 and 30 September, 2009.

5. SEGMENTAL ANALYSIS

Under IFRS 8, reported segment profits are based on internal management reporting information that is regularly reviewed by management, and is reconciled to the Bank's profit. The Bank operates six main business segments:

- (a) Corporate and investment banking which includes all commercial and investment banking business derived from corporate clients.
- (b) Retail banking which includes all commercial banking business from retail clients.
- (c) Wealth management which includes all business from high net worth individuals (banking and asset management business).
- (d) International business banking which includes all business from services offered to international business banking customers.
- (e) Treasury and capital markets which includes all treasury and capital market activity.
- (f) Participations, investments and other segments which includes the various participations and investments of the Bank and all other business not falling into any of the other segments.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

5. SEGMENTAL ANALYSIS (continued)

	Corporate and investment banking € '000	Retail banking € '000	Wealth management € '000	International business banking € '000	Treasury and capital markets € '000	Participations, investments and other segments € '000	Total € '000
Nine months ended 30 September 2009							
Operating income from third parties	151.567	68.254	2.178	76.286	69.839	(3.601)	364.523
Profit/(loss) before tax	100.309	(37.423)	(6.249)	48.454	66.559	(3.760)	167.890
Nine months ended 30 September 2008							
Operating income from third parties	142.975	130.026	39.443	157.164	11.059	(9.788)	470.879
Profit/(loss) before tax	101.863	35.131	36.299	137.505	8.528	(9.788)	309.538

The computation of the segment profit is as presented in the condensed interim income statement, that is net interest income, net fee and commission income, profit/(loss) on disposal and revaluation of securities, foreign exchange and other income less staff costs, depreciation, administrative expenses and provision for impairment of advances.

6. PROFIT ON DISPOSAL AND REVALUATION OF SECURITIES

Included within profit on disposal and revaluation of securities for the nine months ended 30 September, 2008 is an amount of € 65 m which relates to the profit from the sale of 6,45% of the Bank's investment in Marfin Investment Group Holdings S.A.

7. DERIVATIVE FINANCIAL INSTRUMENTS

Included within financial assets at fair value through profit or loss is an amount of € 23,4 m (31 December, 2008: € 74,9 m), which relates to the positive fair value of derivative financial instruments. Included within other liabilities is an amount of € 32,8 m (31 December, 2008: € 79,4 m), which relates to the negative fair value of derivative financial instruments.

8. ADVANCES TO CUSTOMERS

	30.09.2009 € '000	31.12.2008 € '000
Advances to customers	9.411.328	8.888.741
Instalment finance and leasing	412.838	434.428
Provision for impairment of advances (Note 9)	9.824.166 (299.709)	9.323.169 (291.699)
	9.524.457	9.031.470

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

9. PROVISION FOR IMPAIRMENT OF ADVANCES

Movement in the nine months ended 30 September, 2009 and 30 September, 2008:

	2009	2008
	€ '000	€ '000
Balance 1 January	291.699	230.035
Provision for impairment of advances of Cyprus Popular Bank (Finance) Ltd merged with the Bank	-	82.642
Provision for impairment of advances for the period	68.392	61.800
Release of provision and recoveries	(33.186)	(45.393)
Advances written-off	(27.288)	(28.662)
Exchange differences	92	(200)
	<hr/>	<hr/>
Balance 30 September	299.709	300.222

10. INVESTMENTS IN SUBSIDIARY COMPANIES

Movement in the nine months ended 30 September, 2009 and 30 September, 2008:

	2009	2008
	€ '000	€ '000
Balance 1 January	2.441.385	2.550.443
Increase of investment in Marfin CLR Public Co Ltd	2.238	-
Increase of shareholding in Marfin Egnatia Bank S.A.	108	-
Increase of shareholding in Marfin Bank JSC Belgrade	15.005	-
Acquisition and increase of shareholding in Lombard Bank Malta Plc	1.371	50.087
Re-investment of dividend from Lombard Bank Malta Plc	981	962
Acquisition of Rossiysky Promyishlenny Bank Company Ltd	495	84.972
Restructuring and merger with the Cyprus Popular Bank (Finance) Ltd	-	(53.251)
Disposal of Egnatia Financial Services (Cyprus) Ltd	-	(5.181)
Other changes in subsidiary shareholdings	334	31.196
Revaluation for the period	55.584	26.597
	<hr/>	<hr/>
Balance 30 September	2.517.501	2.685.825

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

10. INVESTMENTS IN SUBSIDIARY COMPANIES (continued)

The main subsidiary companies of the Bank as at 30 September, 2009 were as follows:

Company name	Effective shareholding	Country of incorporation	Activity sector
Marfin Egnatia Bank S.A. (a), (b)	97%	Greece	Banking
Investment Bank of Greece S.A. (c)	90%	Greece	Investment banking
Marfin CLR Public Co Ltd (d)	54%	Cyprus	Portfolio management, investment and brokerage services
Marfin Leasing S.A.	97%	Greece	Leasing
Laiki Bank (Australia) Ltd	100%	Australia	Banking
Marfin Bank JSC Belgrade (e)	99%	Serbia	Banking
Marfin Bank (Romania) S.A. (f)	96%	Romania	Banking
Open Joint-Stock Company Marine Transport Bank	100%	Ukraine	Banking
Rossiysky Promyishlenny Bank Company Ltd (g)	50%	Russia	Banking
Closed Joint-Stock Company RPB Holding (g)	50%	Russia	Investment company
Pan-European Insurance Co Ltd	100%	Cyprus	Investment company
Marfin Pank Eesti AS	53%	Estonia	Banking
Marfin Factors & Forfaiters S.A.	97%	Greece	Factoring, invoice discounting
Philiki Insurance Co Ltd	100%	Cyprus	Investment company
Lombard Bank Malta Plc (h)	44,9%	Malta	Banking
Cyprialife Ltd	100%	Cyprus	Investment company
Marfin Global Asset Management Mutual Funds Management S.A.	96%	Greece	Mutual funds and private portfolio management
Laiki Bank (Guernsey) Ltd	100%	Guernsey	Banking
Laiki Factors Ltd	100%	Cyprus	Factoring, invoice discounting
IBG Investments S.A. (i)	90%	British Virgin Islands	Investment services
Marfin Capital Partners Ltd	68%	United Kingdom	Investment management

(1) The effective shareholding includes the direct holding of Marfin Popular Bank Public Co Ltd and the indirect holding through its subsidiary companies.

Marfin Popular Bank Public Co Ltd is registered in Cyprus and operates in Cyprus and in the United Kingdom.

(a) Merger through the absorption of Marfin Egnatia Bank S.A. by Marfin Popular Bank Public Co Ltd

The Boards of Directors of Marfin Egnatia Bank S.A. and of its parent company Marfin Popular Bank Public Co Ltd convened on 15 September, 2009 and decided the continuation of the merger process of the two banks through the absorption of Marfin Egnatia Bank S.A. by Marfin Popular Bank Public Co Ltd. The Boards of Directors authorised the legal representatives of the two Banks, in conjunction with their financial and legal advisors, to proceed with all necessary steps for the implementation of these decisions and for the creation of the Common Cross-Border Merger Plan as well as for the provision of the Reports by the Boards of Directors addressed to the General Meetings of Shareholders in which all legal and financial aspects of the merger for shareholders, creditors and employees will be outlined.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

10. INVESTMENTS IN SUBSIDIARY COMPANIES (continued)

(a) Merger through the absorption of Marfin Egnatia Bank S.A. by Marfin Popular Bank Public Co Ltd (continued)

The merger will be effected according to the provisions of the EU Directive 2005/56/EC regarding cross-border mergers of limited liability companies which has been incorporated in the Cypriot and Greek legislation through laws L.186(1)/2007 and L.3777/2009 respectively. It is anticipated that within the following two months the Boards of Directors of the two banks will convene to approve the Common Cross-Border Merger Plan and the Reports by the Boards addressed to the General Meetings of Shareholders. Within the same timeframe, it is anticipated that the Opinions by the independent financial experts, appointed by the legal and administrative authorities, regarding the methods of determination of the share exchange ratios, the suitability of the said methods as well as any technical challenges in utilizing the aforementioned methods will be compiled and will be submitted to the General Meetings of Shareholders. The General Meetings of Shareholders of the two banks are expected to convene in order to approve the Common Cross-Border Merger Plan before the current year-end. Following obtaining all necessary approvals, the legal completion of the merger process is anticipated with the first quarter of 2010.

(b) Increase in shareholding in Marfin Egnatia Bank S.A.

During the nine months ended 30 September, 2009 66.000 shares of Marfin Egnatia Bank S.A. were acquired for € 108.000. This acquisition increases the Bank's holding in Marfin Egnatia Bank S.A. by 0,02%.

(c) Increase in shareholding in Investment Bank of Greece S.A.

In May 2009, Marfin Egnatia Bank S.A. acquired 3.000 shares in its subsidiary Investment Bank of Greece S.A. These were acquired for € 233.000 and increased Marfin Egnatia Bank S.A. holding in its subsidiary from 92,19% to 92,27%.

(d) Acquisition of CLR Capital Public Ltd and change in shareholding in Marfin CLR Public Co Ltd

According to the terms of the Reorganisation and Merger Plan dated 1 August, 2008, CLR Capital Public Ltd merged with Laiki Investments (Financial Services) Public Company Ltd (renamed to Marfin CLR Public Co Ltd on 5 January, 2009). On 9 January, 2009 Marfin CLR Public Co Ltd decided to issue and allocate 85.713.000 new ordinary shares of Marfin CLR Public Co Ltd to the shareholders of CLR Capital Public Ltd. As a result of this new issue the Bank's shareholding in Marfin CLR Public Co Ltd decreased to 52,97%.

In March 2009, the Bank acquired an additional 4,2 m shares of Marfin CLR Public Co Ltd for € 1,4 m. This acquisition brings the Bank's holding to 54,45%.

(e) Increase of share capital of Marfin Bank JSC Belgrade

In September 2009 an increase of the share capital of Marfin Bank JSC Belgrade was made for the amount of € 15 m, which was fully covered by the Bank. As a result, the Bank's holding increased from 98,21% to 98,71%.

(f) Increase of share capital of Marfin Bank (Romania) S.A.

On 27 July, 2009 Marfin Bank (Romania) S.A. increased its share capital by € 10 m. This increase, which was approved by the Central Banks of Greece and Romania, was fully covered by Marfin Egnatia Bank S.A. as the remaining shareholders waived their rights. As a result, the shareholding of Marfin Egnatia Bank S.A. increased to 99,23%.

10. INVESTMENTS IN SUBSIDIARY COMPANIES (continued)

(g) Acquisition of Rossiysky Promyishlenny Bank (Rosprombank)

On 4 September, 2008 the Bank finalised the acquisition of Rosprombank, after securing all necessary approvals by the supervisory authorities of Russia and Cyprus. The acquisition was finalised with the transfer of 50,04% of the share capital of the Russian Closed Joint-Stock Company RPB Holding, parent company of Rosprombank against the sum of € 85,7 m.

Rosprombank was established in 1997 and has a dynamic presence in Russia.

(h) Acquisition of Lombard Bank Malta Plc

On 28 February, 2008 the Bank acquired 42,86% of the share capital of Lombard Bank Malta Plc for € 50,2 m. During 2008 Lombard Bank Malta Plc paid a dividend of € 2.243.000. The amount attributable to the Bank, which was re-invested, was € 962.000. This re-investment increased the Bank's holding to 43,08%.

In April 2009, Lombard Bank Malta Plc paid a dividend of € 2.278.000. The amount attributable to the Bank, which was re-invested, was € 981.000. Additionally, in April 2009, the Bank acquired 500.000 shares of Lombard Bank Malta Plc for € 1,3 m. The aforementioned bring the Bank's holding to 44,9%.

The Bank exercises control over Lombard Bank Malta Plc because its significant shareholding allows the control of the decisions taken at the Annual General Meeting, including the decisions for the appointment of Directors and therefore Lombard Bank Malta Plc is accounted for as a subsidiary company.

Lombard Bank Malta Plc is Malta's third largest bank listed on the local stock exchange and operates under the supervision of the Central Bank of Malta. It was established in 1969 in Valletta and it offers complete banking services via a network of six branches. Lombard Bank Malta Plc also offers services via MaltaPost, in which it is a major shareholder.

(i) Increase of share capital of IBG Investments S.A.

During the nine months ended 2009 an increase of the share capital of IBG Investments S.A. was made, for the amount of € 419.000, which was covered by Investment Bank of Greece S.A. (90%) and IBG Capital S.A. (10%) pro rata, based on the respective shareholdings.

(j) Synergatis Plc

Synergatis Plc was incorporated in the United Kingdom on 23 April, 2009 with principal activities the issue of debentures with tangible securities. Synergatis Plc is a special purpose entity and is included in the interim condensed financial statements as a subsidiary, as its activities are wholly to serve the needs of the Bank.

In August 2009, the securitisation of bonds and other corporate loans for the total amount of € 2,3 bln was completed. The issue of the debentures from the securitisation was delivered by Synergatis Plc. The Bank holds a total of € 1,4 bln debentures.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

11. PROPERTY AND EQUIPMENT

Movement in the nine months ended 30 September, 2009 and 30 September, 2008:

	2009	2008
	€ '000	€ '000
Net book value at 1 January	151.345	144.676
Net book value of property and equipment of Cyprus Popular Bank (Finance) Ltd merged with the Bank	-	241
Additions less disposals of property and equipment	8.783	11.145
Depreciation	(4.717)	(4.364)
Exchange differences	421	(587)
	<hr/>	<hr/>
Net book value at 30 September	155.832	151.111

12. SENIOR DEBT

	30.09.2009	31.12.2008
	€ '000	€ '000
Debentures (2007/2010)	648.859	712.050
Debentures (2009/2012)	454.880	-
	<hr/>	<hr/>
	1.103.739	712.050

Debentures (2007/2010) and Debentures (2009/2012)

During 2004 the Bank set up a Euro Medium Term Note (EMTN) Programme (the "Programme") for a total amount of € 750 m. In May 2006, an increase of the size of the Programme to € 1 bln was approved and in May 2007 a further increase to € 3 bln was approved. Pursuant to the Programme the Bank has the ability to issue senior and/or subordinated debt in accordance to its needs.

In May 2007, the Bank issued € 750 m of senior debt due in 2010. The debentures are repayable within three years from their issue and pay interest every three months. The interest rate is set at the three-month rate of Euro (Euribor) plus 0,29%. In May 2009, the Bank repurchased and cancelled debentures of € 100 m. Part of the debentures is held by the Bank.

In September 2009, the Bank issued € 500 m of senior debt due in 2012. The debentures are repayable within three years from their issue and pay interest once a year, on 21 September. The interest rate is set at 4,375%. Part of the debentures is held by the Bank.

All the above debentures are issued based on the Programme and are listed on the Luxembourg Stock Exchange.

13. LOAN CAPITAL

	30.09.2009	31.12.2008
	€ '000	€ '000
Eurobonds due 2016	439.931	438.831
Capital securities	442.229	199.974
	<hr/>	<hr/>
	882.160	638.805

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

13. LOAN CAPITAL (continued)

Eurobonds due 2016

During 2004 the Bank set up a Euro Medium Term Note (EMTN) Programme for a total amount of € 750 m. In May 2006, an increase of the size of the Programme to € 1 bln was approved and in May 2007 a further increase to € 3 bln was approved. Pursuant to the Programme the Bank has the ability to issue senior and/or subordinated debt in accordance to its needs.

In May 2006, the Bank issued € 450 m of subordinated debt. The issue was in the form of subordinated bonds, maturing in 10 years. The Bank has the right to call in the bonds after five years from their issue. The interest rate is set at the three-month rate of Euro (Euribor) plus 0,75% for the first five years, increased by 1% if the bonds are not called in. Part of the bonds is held by the Bank.

The bonds constitute direct, unsecured, subordinated obligations (Tier II Capital) of the Bank and rank for payment after the claims of the depositors and other creditors. The bonds are listed on the Luxembourg Stock Exchange.

Capital securities

On 17 March, 2008 the Board of Directors of the Bank approved the issue of capital securities up to the amount of € 200 m which would be included in the Hybrid Tier I Capital of the Bank. Capital securities of € 116 m (1st Tranche) that were offered to a limited group of individuals, professional investors and individuals who each invested at least € 50.000, were issued on 14 April, 2008 at a nominal value of € 1.000 each. During the second phase (2nd Tranche), capital securities of € 84 m that were offered to the general public through a Public Offer, were issued on 30 June, 2008, at a nominal value of € 1.000 each. The capital securities of the 1st Tranche pay 6,50% fixed interest rate for the first four quarters and the capital securities of the 2nd Tranche pay 6,50% fixed interest rate for the first three quarters, and subsequently a floating rate, which is reviewed on a quarterly basis. The interest rate is equal to the three-month rate of Euro (Euribor) at the beginning of each quarter plus 1,50% and interest is payable every three months, at 31 March, 30 June, 30 September and 31 December. The capital securities of the 1st Tranche were listed on the Cyprus Stock Exchange on 24 July, 2008 and of the 2nd Tranche on 6 November, 2008.

On 19 March, 2009 the Board of Directors of the Bank approved the issue of capital securities up to the amount of € 250 m which would also be included in the Hybrid Tier I Capital of the Bank. The issue, which was addressed to a limited group of individuals, professional investors and individuals who invested at least € 50.000 each, was completed on 13 May, 2009 and amounted to € 242,2 m. The capital securities bear a fixed interest rate of 7% and the interest is payable every three months. The capital securities were listed on the Cyprus Stock Exchange on 12 August, 2009.

The capital securities do not have a maturity date but may, at the Bank's discretion, after approval by the Central Bank of Cyprus, be acquired in their entirety at their nominal value, together with any accrued interest, five years after the date of issue or on any interest payment date after that. The capital securities constitute direct, unsecured, subordinated obligations of the Bank and rank for payment after the claims of the depositors and other creditors.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

14. SHARE CAPITAL AND SHARE PREMIUM

	Number of shares '000	Share capital € '000	Share premium € '000	Total € '000
Nine months ended 30 September 2009				
Balance 1 January	830.126	705.607	2.054.004	2.759.611
Dividend re-investment	12.246	10.409	17.144	27.553
Share issue costs	-	-	(68)	(68)
	842.372	716.016	2.071.080	2.787.096
Nine months ended 30 September 2008				
Balance 1 January	796.691	680.613	1.927.571	2.608.184
Difference from conversion of share capital into Euro	-	(3.426)	-	(3.426)
Dividend re-investment	33.435	28.420	126.717	155.137
Share issue costs	-	-	(284)	(284)
	830.126	705.607	2.054.004	2.759.611

At the Extraordinary General Meeting of the shareholders of the Bank which was held on 19 May, 2009 approval was granted for the increase of the authorised nominal share capital of the Bank from € 807.500.000 to € 935.000.000 by the creation of 150.000.000 additional shares of € 0,85 nominal value each.

In June 2009, the Bank issued 12.246.000 new ordinary shares, of nominal value € 0,85, which resulted from the re-investment of the dividend for the year 2008, in accordance with the Dividend Re-investment Scheme. Based on the Scheme the Bank's shareholders had the option of part or full re-investment of the net 2008 dividend that was paid, into additional shares of the Bank. The exercise price of the re-investment right of the 2008 dividend was set at € 2,25 per share, that was 10% lower than the average closing price of the Bank's share on the Cyprus Stock Exchange and the Athens Exchange for the period from 26 May to 1 June, 2009. The trading of the newly issued shares commenced on 25 June, 2009.

As at 30 September, 2009 the Bank's authorised share capital comprises 1,1 bln shares (31 December, 2008: 950 m shares) of € 0,85 each (31 December, 2008: € 0,85).

All issued ordinary shares are fully paid and carry the same rights.

The share premium is not available for distribution to equity holders.

14. SHARE CAPITAL AND SHARE PREMIUM (continued)

Share Options

In April 2007, the Extraordinary General Meeting of the shareholders approved the introduction of a Share Options Scheme (the "Scheme") for the members of the Board of Directors of the Bank and the Group's employees. The shares to be issued with the application of this Scheme will have the same nominal value as the existing issued shares, that is € 0,85 each. The exercise price of each share option (the "Option") was set at € 10.

Following the aforementioned approval and the ensuing decision of the Bank's Board of Directors on 9 May, 2007, 70.305.000 Options were granted with a maturity date 15 December, 2011. The Options can be exercised by the holders during the years 2007 to 2011, according to the allocation determined by the Board of Directors, following a recommendation by the Remuneration Committee, based on the holders' performance being up to the Bank's expectations.

The fair value of the Options granted was measured during the year 2007 using the Black and Scholes model. The significant inputs into the model were: share price of € 8,48 at the grant date, risk-free Euro interest rate curve for the duration of the Scheme 4,15% (average), share price volatility determined on the basis of historic volatility 12% and dividend yield 3,82%. The weighted average fair value of Options granted during the period was € 0,19 per Option. The total expense recognised in the condensed interim income statement for the nine months ended 30 September, 2009 for Options granted amounts to € 1.121.000 (30 September, 2008: € 1.423.000). During the years 2007, 2008 and the first nine months of 2009 no Options were exercised and as at 30 September, 2009 the number of Options outstanding was 70.305.000.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

15. RESERVES

Movement in the nine months ended 30 September, 2009 and 30 September, 2008:

	2009	2008
	€ '000	€ '000
Revenue reserves		
Balance 1 January	653.761	504.929
Effect of merger of Cyprus Popular Bank (Finance) Ltd with the Bank	-	44.178
Profit for the period	154.061	282.623
Dividend (Note 16)	(124.519)	(278.842)
Cost of share-based payments to employees	1.121	1.423
	<hr/> 684.424	<hr/> 554.311
Property fair value reserves		
Balance 1 January and 30 September	<hr/> 44.888	<hr/> 44.953
Available-for-sale financial assets and investments in subsidiary companies and associates fair value reserves		
Balance 1 January	(75.282)	203.923
Effect of merger of Cyprus Popular Bank (Finance) Ltd with the Bank	-	(44.178)
Revaluation for the period and transfer to results on disposal of available-for-sale financial assets, investments in subsidiary companies and associates	105.944	(83.642)
Transfer to results due to impairment	1.134	10.300
Amortisation of loss on available-for-sale financial assets reclassified	1.041	353
	<hr/> 32.837	<hr/> 86.756
Currency translation reserves		
Balance 1 January	4.856	296
Exchange differences arising in the period	(7.586)	2.542
	<hr/> (2.730)	<hr/> 2.838
Difference from conversion of share capital into Euro reserve		
Balance 1 January	3.426	-
Difference arising on conversion of share capital into Euro	-	3.426
	<hr/> 3.426	<hr/> 3.426
Total reserves 30 September	<hr/> 762.845	<hr/> 692.284

16. DIVIDEND

The Annual General Meeting of the shareholders of the Bank, held on 19 May, 2009, approved the payment of a dividend of € 0,15 per share of nominal value € 0,85, of a total amount of € 124.519.000 (30 September, 2008: € 278.842.000, € 0,35 per share). The dividend was paid to the shareholders on 12 June, 2009.

The Annual General Meeting also approved the Dividend Re-investment Scheme proposed by the Board of Directors (Note 14).

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

17. CONTINGENCIES AND COMMITMENTS

Commitments for capital expenditure of the Bank at 30 September, 2009 amounted to € 7,8 m (31 December, 2008: € 10 m).

As at 30 September, 2009 there were pending litigations against the Bank in connection with its activities. Based on legal advice the Board of Directors believe that there is adequate defence against all claims and it is not probable that the Bank will suffer any significant damage. Therefore, no provision has been recognised in the condensed interim financial statements regarding these cases.

18. RELATED PARTY TRANSACTIONS

	30.09.2009	31.12.2008
	€ '000	€ '000
Advances to Directors and their connected persons	198.292	192.024
Advances to other key management personnel and their connected persons	378	351
Total advances	198.670	192.375
Commitments for guarantees and letters of credit:		
Guarantees to Directors and their connected persons	36.002	13.415
Letters of credit to Directors and their connected persons	-	14.603
	36.002	28.018
Total advances and commitments	234.672	220.393
Tangible securities	344.479	332.567
Deposits	29.232	18.387
	9 months ended	9 months ended
	30.09.2009	30.09.2008
	€ '000	€ '000
Interest income	6.702	5.720
Interest expense	396	494

There were no commitments relating to other key management personnel of the Bank.

The amount of tangible securities is presented aggregately in the preceding table. Therefore, it is possible that some individual facilities are not fully covered with tangible securities. The total amount of facilities that are unsecured at 30 September, 2009 amounts to € 2,2 m (31 December, 2008: € 5,3 m).

Connected persons include the spouse, minor children and companies in which key management personnel hold directly or indirectly at least 20% of the voting rights in a general meeting.

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

18. RELATED PARTY TRANSACTIONS (continued)

The deposits and advances of the group of Marfin Insurance Holdings Ltd (an associate) as at 30 September, 2009 amounted to € 168,7 m and € 617.000 respectively (31 December, 2008: € 217,8 m and € 962.000 respectively), the interest expense and interest income during the nine months ended 30 September, 2009 amounted to € 6,5 m and € 8.000 respectively and other expenses and other income amounted to € 126.000 and € 399.000 respectively. The deposits and advances of JCC Payment Systems Ltd (an associate) as at 30 September, 2009 amounted to € 24,1 m and € 3,2 m respectively (31 December, 2008: € 20,6 m and € 1,7 m respectively) and the interest expense and interest income during the nine months ended 30 September, 2009 amounted to € 914.000 and € 2.000 respectively (30 September, 2008: € 616.000 interest expense). In addition, during the nine months ended 30 September, 2009 the Bank also received dividend of € 936.000 (30 September, 2008: € 849.000) from JCC Payment Systems Ltd. The deposits of the Provident Funds of the employees of the Bank, which are also regarded as related parties, amounted as at 30 September, 2009 to € 15,2 m (31 December, 2008: € 12,4 m) and the interest expense during the nine months ended 30 September, 2009 amounted to € 640.000 (30 September, 2008: € 278.000).

Other transactions with related parties

During the nine months ended 30 September, 2009 the Bank purchased goods and received services amounting to € 34.000 (30 September, 2008: € 145.000) from companies connected to Lanitis group.

The above transactions are carried out as part of the normal activities of the Bank, on commercial terms.

Key management personnel compensation

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000
Fees paid to Directors as members of the Board	126	143
Remuneration of Directors under executive role:		
Salaries and other short-term benefits	334	271
Employer's social insurance contributions	72	58
Retirement benefits scheme expense	78	61
	484	390
Consultancy services fees of Directors under non executive role	218	241
Compensation of other key management personnel:		
Salaries and other short-term benefits	91	76
Employer's social insurance contributions	18	16
Retirement benefits scheme expense	21	17
	130	109
Share-based payment compensation	644	829
	1.602	1.712

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

18. RELATED PARTY TRANSACTIONS (continued)

Key management personnel compensation (continued)

In addition to the above, the members of the Board of Directors who retired received:

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000
Fees paid to Directors as members of the Board	17	-

During the nine months ended 30 September, 2009, key management personnel received a total bonus of € 485.000 based on the results of 2008 (30 September, 2008: € 485.000).

Key management personnel for the nine months ended 30 September, 2009 include fourteen Directors, five of which had executive duties and the members of the executive management.

Transactions with subsidiary companies

(a) Income and expenses from transactions with subsidiary companies

	9 months ended 30.09.2009 € '000	9 months ended 30.09.2008 € '000
Interest income	25.421	34.501
Interest expense	10.240	15.820
Dividend income	981	962
Other income	308	1.010
Other expenses	666	2.442

(b) Balances with subsidiary companies

	30.09.2009 € '000	31.12.2008 € '000
Placements	2.946.689	1.151.507
Deposits	1.790.212	576.784

MARFIN POPULAR BANK PUBLIC CO LTD
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

19. POST BALANCE SHEET EVENTS

The Board of Directors of Marfin Popular Bank Public Co Ltd at its meeting held on 13 November, 2009, having taken into account the book value of the merging companies in accordance with the Financial Statements and the Transformation Balance Sheet dated 30 June, 2009, approved the Common Draft Terms of Cross Border Merger through absorption of Marfin Egnatia Bank S.A. by Marfin Popular Bank Public Co Ltd and prepared the Report of the Board of Directors on the above Merger in accordance with Article 201ID of Companies Law. The share exchange ratio of the absorbed company recommended to be approved at the General Meetings of the merging companies is the following: 0,6726990008 new common ordinary shares of Marfin Popular Bank Public Co Ltd of € 0,85 nominal value each, for each existing ordinary share of Marfin Egnatia Bank S.A. of € 1,27 nominal value each. As a result of the issue of new shares the issued share capital of Marfin Popular Bank Public Co Ltd will be increased by 5.781.121 new common ordinary shares of € 0,85 nominal value each. The shareholders of Marfin Popular Bank Public Co Ltd continue to hold the same number of shares which they held before the beginning of the results of the merger. The above share exchange ratio and all the terms of the Common Draft Terms of Cross Border Merger are subject to the approval of the General Meetings of the merging companies and on condition of obtaining the mandatory permissions and approvals of the responsible Authorities.

On 23 November, 2009 Marfin Popular Bank Public Co Ltd announced that the Common Draft Terms of Cross-Border Merger through absorption of Marfin Egnatia Bank S.A. by Marfin Popular Bank Public Co Ltd has been subjected to the publication requirements of the provisions of the (Cyprus) Company Law of 2007 and the (Greek) Law 3777/2009. In particular, it was submitted to the Registrar of Companies of the Republic of Cyprus on 19 November, 2009 and published in the Gazette of the Republic of Cyprus on 20 November, 2009 and was also submitted to the Companies Registry of the Directorate of Societes Anonymes and Credit at the General Secretarial of the Ministry of Finance, Competitiveness and Mercantile Marine (former Ministry of Development) on 20 November, 2009.

20. TRANSACTIONS WITH THE GROUP OF MARFIN INVESTMENT GROUP HOLDINGS S.A.

The deposits and advances of the group of Marfin Investment Group Holdings S.A. on 30 September, 2009 amounted to € 3,9 m and € 331,8 m respectively (31 December, 2008: € 4 m and € 344 m respectively) and the total income and expenses recognised by the Bank during the nine months ended 30 September, 2009 amounted to € 10,2 m and € 537.000 respectively (30 September, 2008: € 16 m and € 166.000 respectively).

21. APPROVAL OF FINANCIAL STATEMENTS

The condensed interim financial statements of the Bank were approved by the Board of Directors of the Bank on 26 November, 2009.

Andreas Vgenopoulos
Executive Vice Chairman
Identity Card No. K231260

Efthimios Bouloutas
Group Chief Executive Officer
Identity Card No. X501092/02

Annita Philippidou
Group Chief Financial Officer
Identity Card No. 704873