



**Interim Consolidated Financial Statements
as at 30 September 2008**

**In accordance with International Financial Reporting Standards
(I.A.S. 34)**

23 Panepistimiou st, Athens, 10564

www.atebank.gr

A.M. 24402/06/B/91/39

CONTENTS**PAGES**

Interim Consolidated Income Statement	1
Interim Consolidated Balance Sheet	2
Interim Consolidated Statement of Changes in Equity	3
Interim Consolidated Cash Flow Statement	4
Notes to the Interim Consolidated Financial Statements	5-18

Interim consolidated income statement
For the period ended 30 September 2008
(Amounts in thousands of Euro)

	Note	1/1 - 30/9/2008	1/1 - 30/9/2007	1/7 - 30/9/2008	1/7 - 30/9/2007
Interest and similar income		872.910	737.298	320.771	249.805
Interest expense and similar charges		(410.888)	(282.307)	(164.205)	(97.912)
Net interest income	9	462.022	454.991	156.566	151.893
Fee and commission income		83.974	77.822	37.457	24.657
Fee and commission expense		(17.278)	(15.442)	(5.575)	(5.422)
Net fee and commission income	10	66.696	62.380	31.882	19.235
Net trading income	11	(32.822)	40.783	(12.239)	(2.769)
Net gain/(loss) on disposal of non-trading financial instruments	12	5.344	80.491	(396)	62.032
Dividend income	13	21.296	22.721	675	2.072
Other operating income	14	48.441	45.096	15.395	17.527
Other income		42.259	189.091	3.435	78.862
Operating income		570.977	706.462	191.883	249.990
Impairment losses	15	(70.267)	(62.402)	(28.732)	(18.327)
Operating expenses	16	(397.988)	(372.223)	(143.719)	(126.243)
Operating profit		102.722	271.837	19.432	105.420
Share of profit of associates		11.566	8.508	6.100	2.941
Profit before income tax		114.288	280.345	25.532	108.361
Income tax expense	17	(17.732)	(60.135)	(8.018)	(19.444)
Profit after income tax from continuing operations		96.556	220.210	17.514	88.917
Profit after income tax from discontinuing operations		(8.509)	3.905	(3.559)	279
Profit after income tax from continuing and discontinuing operations		88.047	224.115	13.955	89.196
Attributable to:					
Equity holders of the Bank		83.804	219.124	13.707	86.138
Minority interest		4.243	4.991	248	3.058
Basic and diluted earnings per share (expressed in Euro per share)	18				
from continuing and discontinuing operations		0,0928	0,2428	0,0152	0,0954
from continuing operations		0,1022	0,2385	0,0191	0,0952

The Consolidated Financial Statements on pages 1 to 18 have been prepared according to the International Financial Reporting Standards (IFRS) as adopted by the European Union applicable to Interim Financial Reporting (IAS 34), have been approved by the Board of Directors as of 28 November 2008 and are signed by:

The Governor

The Deputy Governor

The Head of Finance Department

Dimitrios Miliakos

Vasilios Drougas

Christos Stokas

The accompanying notes (pages from 5 to 18) are an integral part of these interim consolidated financial statements.

Interim consolidated balance sheet
For the period ended 30 September 2008
(Amounts in thousands of Euro)

	Note	30/9/2008	31/12/2007
Assets			
Cash and balances with the Central Bank		1.394.423	1.206.251
Loans and advances to banks		1.080.951	715.100
Trading securities		657.421	539.609
Derivative financial instruments		47.070	45.788
Loans and advances to customers	19.1	17.961.833	16.744.440
Available-for-sale securities	20	1.947.244	1.492.316
Held-to-maturity securities		1.177.425	1.216.632
Investments in associates		225.356	185.631
Investment property		163.697	174.765
Property, plant and equipment	22	460.058	514.611
Intangible assets		30.898	32.568
Deferred tax asset		335.186	325.557
Other assets		1.099.646	1.080.075
Non-current assets held for sale		612.855	0
Total assets		27.194.063	24.273.343
Liabilities			
Deposits from banks		4.611.968	850.545
Deposits from customers	23	19.792.217	20.630.039
Derivative financial instruments		18.337	12.867
Provision for employee benefits	24	22.600	54.869
Other liabilities		419.177	402.117
Subordinated loans		443.557	195.141
Insurance reserves		0	606.707
Liabilities related to non-current assets held for sale		678.408	0
Total liabilities		25.986.264	22.752.285
Equity			
Share capital	25	651.920	651.920
Treasury shares		(8.338)	(8.319)
Share premium		93.868	94.231
Reserves	26	(29.944)	283.551
Accumulated surplus / (deficit)		428.900	439.112
Equity attributable to the Bank's equity holders		1.136.406	1.460.495
Minority interests		71.393	60.563
Total equity		1.207.799	1.521.058
Total equity and liabilities		27.194.063	24.273.343

The accompanying notes (pages from 5 to 18) are an integral part of these interim consolidated financial statements.

Interim consolidated statement of changes in equity
For the period ended 30 September 2008
(Amounts in thousands of Euro)

	Share capital	Treasury shares	Share premium	Reserves	Accumulated surplus / (deficit)	Minority interests	Total
Balance at 1/1/2007	651.920	(8.320)	94.714	384.613	209.538	63.340	1.395.805
Profit for the period 1/1 - 30/9/2007	0	0	0	0	219.124	4.991	224.115
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	6.303	0	(1.587)	4.716
Net (gain)/loss transferred to income statement on disposal of available-for-sale securities	0	0	0	(67.805)	0	0	(67.805)
Deferred tax on entries recognized directly to equity	0	0	(362)	0	(205)	(71)	(638)
Transfer to reserves due to distribution	0	0	0	(69.235)	69.235	0	0
Entries recognized directly to equity	0	0	0	0	381	0	381
Dividends paid	0	0	0	0	(81.490)	(1.115)	(82.605)
Percentage variation of group participation	0	0	0	(26)	656	(4.514)	(3.884)
Exchange rate differences	0	0	0	40	0	(332)	(292)
(Purchases) / sales of treasury shares	0	1	0	0	0	0	1
Balance at 30 September 2007	651.920	(8.319)	94.352	253.890	417.239	60.712	1.469.794
Profit for the period 1/10 - 31/12/2007	0	0	0	0	22.289	(473)	21.816
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	35.205	0	151	35.356
Net (gain)/loss transferred to income statement on disposal of available-for-sale securities	0	0	0	1.392	0	0	1.392
Deferred tax on entries recognized directly to equity	0	0	(121)	0	205	71	155
Transfer to reserves due to distribution	0	0	0	390	(390)	0	0
Entries recognized directly to equity	0	0	0	0	(241)	0	(241)
Dividends paid	0	0	0	0	0	(112)	(112)
Percentage variation of group participation	0	0	0	27	10	1.129	1.166
Exchange rate differences	0	0	0	(7.353)	0	(915)	(8.268)
Balance at 31 December 2007	651.920	(8.319)	94.231	283.551	439.112	60.563	1.521.058
Profit for the period 1/1 - 30/9/2008	0	0	0	0	83.804	4.243	88.047
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	(370.762)	0	(2.774)	(373.536)
Deferred tax on entries recognized directly to equity	0	0	(363)	46.515	0	0	46.152
Transfer to reserves due to distribution	0	0	0	9.235	(9.235)	0	0
Entries recognized directly to equity	0	0	0	0	360	(37)	323
Dividends paid	0	0	0	0	(90.544)	(1.788)	(92.332)
Percentage variation of group participation	0	37	0	(743)	5.403	10.933	15.630
Exchange rate differences	0	0	0	2.260	0	253	2.513
(Purchases) / sales of treasury shares	0	(56)	0	0	0	0	(56)
Balance at 30 September 2008	651.920	(8.338)	93.868	(29.944)	428.900	71.393	1.207.799

The accompanying notes (pages from 5 to 18) are an integral part of these interim consolidated financial statements.

Interim consolidated cash flow statement
For the period ended 30 September 2008
(Amounts in thousands of Euro)

	Note	30/9/2008	30/9/2007
Operating activities			
Profit before tax		114.288	285.853
Adjustment for:			
Depreciation and amortization		24.718	27.172
Impairment losses	15, 19.2	70.267	62.402
Changes in provisions		(131.990)	(74.531)
Change in fair value of trading investments		32.551	(28.088)
(Gain)/loss on the sale of investments, property and equipment		(45.132)	(125.762)
Changes in operating assets and liabilities			
Net (increase)/decrease in loans and advances to banks		(369.103)	(245.998)
Net (increase)/decrease in trading securities		(309.143)	25.980
Net (increase)/decrease in loans and advances to customers		(1.229.320)	(834.426)
Net (increase)/decrease in other assets		7.745	26.531
Net increase/(decrease) in deposits from banks		3.761.423	41.905
Net increase/(decrease) in deposits from customers		(837.822)	1.104.278
Net increase/(decrease) in other liabilities		(31.337)	(273.126)
Cash flows from continuing operating activities		1.057.145	(7.810)
Investing activities			
Acquisition of intangible assets, property and equipment		(20.483)	(37.532)
Proceeds from the sale of intangible assets, property and equipment		19.226	17.902
(Purchases)/Proceeds of held to maturity portfolio		0	7.898
(Purchases)/Sales of available for sale portfolio		(1.079.573)	90.443
Dividends received		18.030	18.531
Purchases of subsidiaries and associates		(24.858)	(22.564)
Sale of subsidiaries and associates		4.049	0
Cash flows from continuing investing activities		(1.083.609)	74.678
Financing activities			
Share capital return - Dividends paid	27	(45.272)	(82.605)
Proceeds/(Purchases) of treasury shares		(19)	1
Proceeds from debt issued		248.416	0
Cash flows from continuing financing activities		203.125	(82.604)
Effect of exchange rate changes on cash and cash equivalent		228	(277)
Net increase/(decrease) in cash flows from continuing operations		176.889	(16.013)
Cash flows from discontinuing operating activities		(5.026)	(23.739)
Cash flows from discontinuing investing activities		16.309	10.758
Net increase/(decrease) in cash flows from discontinuing operations		11.283	(12.981)
Cash and cash equivalents at 1 January		1.206.251	947.172
Cash and cash equivalents at 30 September from continuing operations		1.394.423	918.178
minus: Cash and cash equivalents at 30 September from discontinuing operations	8	1.526	0
Cash and cash equivalents at 30 September		1.392.897	918.178

The accompanying notes (pages from 5 to 18) are an integral part of these interim consolidated financial statements

1. INFORMATION ABOUT THE GROUP

The Agricultural Bank of Greece Group, "the Group", provides primarily financial and banking services to individuals and businesses. At the same time it also maintains an important presence in the industrial sector.

The Group's parent company is the Agricultural Bank, (the Bank or ATE), which was founded in 1929 while its shares have been listed in the Athens Stock Exchange since 2000 and are included in the FTSE 20 Index (index for Large Capitalization Companies).

The Group has a network of 474 branches in Greece and 23 abroad, 22 of which in Romania (ATEbank Romania), and 1 in Germany, which offer to the clients a wide range of banking activities. Approximately 45% of the branches are privately owned. The Bank also has 949 ATMs (Automatic Teller Machines) in Greece and 1 in Romania.

The Group has 10.436 employees of whom 6.934 in the banking and finance sector.

The Group besides the parent company includes the following subsidiaries and associate companies:

Name of Subsidiary / Associate	Address	Activity	Percentage of Participation	
			30/9/2008	31/12/2007
<u>Financial Sector</u>				
FIRST BUSINESS BANK	Athens	Bank	49,00%	49,00%
A.T.E. LEASING S.A.	Athens	Leasing	99,91%	99,91%
A.T.E. CARDS S.A.	Athens	Credit Cards Management	99,68%	99,68%
A.T.E. A.X.E.P.E.Y.	Athens	Brokerage Services	94,68%	94,68%
A.T.E. AEDAK	Athens	Mutual Funds Management	92,68%	92,68%
ATE TECHNIKI PLIROFORIKI S.A.	Athens	Real Estate	91,42%	91,42%
ATE RENT S.A.	Athens	Leasing	99,11%	99,11%
A.B.G. FINANCE INTERNATIONAL P.L.C.	London	Finance	100,00%	100,00%
ATEbank ROMANIA S.A.	Romania	Bank	74,13%	87,21%
AIK BANKA	Serbia	Bank	20,83%	20,83%
<u>Non-Financial Sector</u>				
ATE INSURANCE S.A.	Athens	Insurance Company	84,08%	84,08%
HELLENIC SUGAR COMPANY S.A.	Thessaloniki	Sugar Production	82,33%	82,33%
SEKAP S.A.	Xanthi	Cigarette Production	46,35%	45,12%
DODONI S.A.	Giannena	Dairy Production	67,77%	67,77%
ELVIZ S.A.	Imathia	Feedstuff Production	99,82%	99,82%
ATE ADVERTISING	Athens	Advertising	62,28%	64,88%
ATEExcelixi	Athens	Educational services	99,20%	99,20%

All companies are consolidated using the method of full consolidation except for FIRST BUSINESS BANK S.A., AIK BANKA and SEKAP S.A. which are consolidated using the equity method.

2. STATEMENT OF COMPLIANCE

The interim financial statements of the Group as of 30 September 2008 have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union applicable to Interim Financial Reporting (IAS 34). They do not include all the information required for full annual Financial Statements, and should be read in conjunction with the Financial Statements of the Group as at and for the year ended 31 December 2007.

The financial statements in stand alone and consolidated basis were approved by the Board of Directors on 28 November 2008 and are available on the web address www.atebank.gr.

3. PRINCIPAL ACCOUNTING POLICIES

The accounting policies which have been applied by the Group in the preparation of the interim financial statements as of 30 September 2008, are the same as those presented in the published financial statements as of 31 December 2007.

The Group's functional currency is euro. Except as indicated, the Group's financial statements are presented in thousands of euro.

4. ESTIMATION

The preparation of the interim financial statements requires that management makes judgements, estimates and assumptions that may affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

During the current period there were no changes in the management estimations.

5. RISK MANAGEMENT AND CAPITAL ADEQUACY

Risk management of the Group mainly concerns:

- To comply with the capital requirements set by the regulators of the Banking markets where the Bank operates;
- To safeguard the Group's ability to continue as a going concern so that it can continue to provide returns and benefits for shareholders; and
- To maintain a strong capital base to support the development of its business.

Capital adequacy and the use of regulatory capital are daily monitored by the Bank's authorized departments, employing techniques based on the guidelines developed by the Basel Committee and the European Community Directives, as adopted by the Bank of Greece. The required information is filed with the Authority on a quarterly basis.

Capital adequacy for the Group is measured according to the relevant direction of the Bank of Greece (Directives of the Bank of Greece 2563/05 & 2587/07), that applies the direction of the European Union relating to the capital adequacy of financial institutions and investment companies. According to the above-mentioned direction, subsidiaries that are either financial institutions or investment companies are consolidated according to the full consolidation method, while companies that belong to the insurance, industrial and commercial sector are consolidated using the equity method.

The Group's regulatory capital is divided into two tiers:

- Tier 1 capital
- Tier 2 capital

The risk-weighted assets are measured by means of a hierarchy of five risk weights classified according to their nature –and reflecting an estimation of credit, market and other risks associated with-each asset and counter party, taking into account any eligible collateral or guarantees. A similar treatment is adopted for off-balance exposure, with some adjustments to reflect the more contingent nature of the potential losses.

The table below summarizes the composition of regulatory capital of the Group for the period ended 30 September 2008.

Tier 1 Capital	30/9/2008
Total equity	1.194.187
Less: Intangible assets	(30.738)
Adjustment and deductions according to Bank of Greece directive 2563/2005 & 2587/2007	(109.912)
	1.053.537

Tier 2 Capital

Supplementary capital	443.557
Adjustment and deductions according to Bank of Greece directive 2563/2005 & 2587/2007	(188.938)
	254.619

Deductions from total regulatory capital	(15.084)
--	-----------------

Regulatory capital	1.293.072
---------------------------	------------------

Risk-weighted assets	14.490.270
-----------------------------	-------------------

Capital adequacy ratio	8,92%
-------------------------------	--------------

The capital ratio for the Group as of 30/9/2008 is estimated to rise to 8,92%.

Within July of 2008, a subordinated loan, classified as Tier 2 Capital, for the amount of EUR 250 million was issued, which replaced the old one which was redeemed on 24.12.2007.

6. SEGMENT REPORTING

The segments that are considered to be as most representative for the Group's business activity is the financial sector that includes banking activities, mutual fund management and leasing activities, the insurance sector and the manufacturing sector.

Business sector analysis

(Amounts in thousand Euro)

30/9/2008

	Financial sector	Commercial and industrial sector	Continuing activities total	Insurance sector	Continuing and discontinuing activities total
Net interest income	465.557	(5.935)	459.622	12.800	472.422
Net fee and commission income	63.323	(51)	63.272	130	63.402
Net trading income	(27.723)	245	(27.478)	(5.884)	(33.362)
Dividend income	21.261	35	21.296	461	21.757
Other operating income	25.997	39.406	65.403	26.753	92.156
Total operating income	548.415	33.700	582.115	34.260	616.375
Impairment losses	(70.267)	0	(70.267)	0	(70.267)
Operating expenses	(381.722)	(34.836)	(416.558)	(35.090)	(451.648)
Operating Results	96.426	(1.136)	95.290	(830)	94.460
Income from associates	11.566	0	11.566	0	11.566
Profit before tax	107.992	(1.136)	106.856	(830)	106.026
Income tax expense	(28.240)	10.508	(17.732)	(247)	(17.979)
Intercompany transactions per sector	(9.554)	2.115	(7.439)	7.439	0
Profit after tax	70.198	11.487	81.685	6.362	88.047
Total assets per sector	27.681.253	486.359	28.167.612	693.013	28.860.625
Intercompany transactions per sector	(1.557.520)	(8.884)	(1.586.404)	(80.158)	(1.666.562)
Net equity and liabilities per sector	27.681.253	486.359	28.167.612	693.013	28.860.625
Intercompany transactions per sector	(1.363.873)	(285.397)	(1.649.270)	(17.292)	(1.666.562)

(Amounts in thousand Euro)

30/9/2007

	Financial sector	Commercial and industrial sector	Continuing activities total	Insurance sector	Continuing and discontinuing activities total
Net interest income	451.881	(3.049)	448.832	15.272	464.104
Net fee and commission income	64.266	267	64.533	135	64.668
Net trading income	121.983	(9)	121.974	1.162	123.136
Dividend income	22.682	38	22.720	646	23.366
Other operating income	21.511	42.533	64.044	26.945	90.989
Total operating income	682.323	39.780	722.103	44.160	766.263
Impairment losses	(62.402)	0	(62.402)	0	(62.402)
Operating expenses	(362.980)	(29.608)	(392.588)	(33.928)	(426.516)
Operating Results	256.941	10.172	267.113	10.232	277.345
Income from associates	8.508	0	8.508	0	8.508
Profit before tax	265.449	10.172	275.621	10.232	285.853
Income tax expense	(56.464)	(3.671)	(60.135)	(1.603)	(61.738)
Intercompany transactions per sector	10.752	(6.028)	4.724	(4.724)	0
Profit after tax	219.737	473	220.210	3.905	224.115
Total assets per sector	22.752.246	538.959	23.291.205	688.260	23.979.465
Intercompany transactions per sector	(1.486.744)	(10.821)	(1.497.565)	(112.219)	(1.609.784)
Net equity and liabilities per sector	22.752.246	538.959	23.291.205	688.260	23.979.465
Intercompany transactions per sector	1.324.333	267.677	1.592.010	17.774	1.609.784

7. ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND ASSOCIATES

Within the current period the Group mainly disposed some of its subsidiaries. The main transactions of the period are as follows:

- Disposal of the participation (75%) to ETANAL S.A. for the amount of EUR 360 thousand at 4/2/2008. A loss of EUR 67 thousand from the disposal of the above mentioned investment was recorded on the income statement of the period.
- Disposal of the participation (75,41%) to RODOPI S.A. A profit of EUR 2,1 million from the disposal of the above mentioned investment was recorded on the income statement of the period.
- Additional acquisition of 1,23% in the share capital of the associate SEKAP S.A., with total cost of EUR 358 thousand.
- Participation in the share capital increase of FBB of amount EUR 24.500 thousand without affecting the participation which remains at 49%.
- The Shareholders' General Meeting of the Bank's subsidiary ATEbank ROMANIA, held at 22/2/2008 decided the Share Capital increase without the participation of existing shareholders. The Share Capital increase was paid in full by the International Finance Corporation, which consists the investing division of the World Bank. Upon completion of the procedure the participation of ATEbank is 74,13% (from 87,21%).

8. NON-CURRENT ASSETS HELD FOR SALE

ATE Insurance S.A. is presented as an asset held for sale after the decision of the Board of Directors which was made within July 2008. More specifically, the Board of Directors' decision refers to its intention to dispose 50,08% of ATE Insurance S.A.'s share capital as well as the establishment of strategic alliance in the Bancassurance area. The sale is

estimated to be completed by the end of the current year. Upon completion of the transaction, based on the above-mentioned data, the Bank's percentage of participation in ATE Insurance S.A. will diminish to 34%.

The assets of ATE Insurance S.A. rise to approximately EUR 613 million, while its liabilities are approximately EUR 678 million.

The assets and liabilities held for sale are analyzed below:

(Amounts in thousand Euro)

	30/9/2008
Assets	
Cash and balances with the Central Bank	1.526
Loans and advances to customers	6.078
Available-for-sale securities	340.021
Held-to-maturity securities	39.949
Investment property	5.056
Property, plant and equipment	57.125
Intangible assets	3
Deferred tax asset	24.910
Other assets	138.187
Total assets	612.855
Liabilities	
Provision for employee benefits	33.172
Other liabilities	22.636
Insurance reserves	622.600
Total liabilities	678.408

The financial results deriving from ATE Insurance S.A., which was classified as discontinuing operation are analyzed below:

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Interest and similar income	10.860	12.284
Interest expense and similar charges	(105)	(170)
Net interest income	10.755	12.114
Fee and commission income	45	0
Net fee and commission income	45	0
Net trading income	(5.901)	1.711
Net gain/(loss) on disposal of non-trading financial instruments	17	151
Dividend income	461	646
Insurance activities income	17.018	17.719
Other operating income	1.548	428
Other income	13.143	20.655
Operating income	23.943	32.769
Operating expenses	(32.205)	(27.261)
Operating profit	(8.262)	5.508

Profit before tax	(8.262)	5.508
Income tax expense	(247)	(1.603)
Profit after tax	(8.509)	3.905

The number of persons employed at 30/9/2008 was 403 (30/9/2007: 435).

9. NET INTEREST INCOME

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Interest and similar income:		
Loans and advances to customers	692.818	607.394
Loans to banks	43.579	62.253
Finance leases	17.826	13.473
Debt instruments	118.687	54.178
	872.910	737.298
Interest expense and similar charges:		
Customer deposits	(325.864)	(253.574)
Bank deposits	(72.790)	(13.451)
Subordinated loans	(12.234)	(15.282)
	(410.888)	(282.307)
Net interest income	462.022	454.991

10. NET FEE AND COMMISSION INCOME

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Fee and commission income		
Loans and advances to customers	27.094	18.058
Money transfers	10.357	11.427
Mutual funds	3.924	5.252
Letters of guarantee	3.661	4.087
Equity brokerage	2.714	3.838
Credit cards	6.243	5.845
Import-exports	815	793
Other	29.166	28.522
	83.974	77.822
Fee and commission expenses		
Contribution to Savings Guarantee Fund	(9.453)	(8.101)
Other	(7.825)	(7.341)
	(17.278)	(15.442)
Net fee and commission income	66.696	62.380

11. NET TRADING INCOME

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Trading portfolio		
Gain minus Losses		
Derivative financial instruments	19.747	7.894
Foreign exchange differences	2.118	(2.962)
Sales		
Equity instruments	(19.663)	4.860
Debt instruments	(5.634)	622
Other	3.499	2.720
Revaluation		
Equity instruments	(9.285)	4.023
Debt instruments	(10.228)	4.804
Derivative financial instruments	(13.376)	18.822
	(32.822)	40.783

12. NET GAIN / (LOSS) ON DISPOSAL OF NON TRADING FINANCIAL INSTRUMENTS

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Financial assets available for sale		
From sale		
Equity instruments	2.308	71.146
Debt instruments	(421)	0
Other	3.457	9.424
Impairment		
Equity instruments	0	(79)
	5.344	80.491

13. DIVIDEND INCOME

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Trading securities	1.942	2.817
Available for sale securities	19.354	19.904
	21.296	22.721

14. OTHER OPERATING INCOME

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Gross profit on sale of goods and services	21.767	25.057
Gain from the sale of fixed assets	6.522	8.400
Income from investment property	2.882	1.837
Income from sequential activities	4.647	2.936
Telecommunication fees	303	2.369
Other	12.320	4.497
	48.441	45.096

15. IMPAIRMENT LOSSES

(Amounts in thousand Euro)

	1/1 - 30/09/2008	1/1 - 30/9/2007
Loans and advances to customers	(70.267)	(60.556)
Other	0	(1.846)
	(70.267)	(62.402)

16. OPERATING EXPENSES

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Staff costs	(272.568)	(266.763)
Third party fees	(25.179)	(17.940)
Advertising and promotion expenses	(12.394)	(12.879)
Telecommunication expenses	(9.499)	(7.166)
Insurance fees	(350)	(226)
Repairs and maintenance	(6.672)	(7.069)
Travel	(6.344)	(5.038)
Stationery	(2.812)	(2.604)
Utility services	(2.755)	(2.486)
Depreciation	(25.155)	(27.172)
Operating lease rentals	(11.959)	(9.665)
Other taxes	(4.569)	(3.425)
Other	(17.732)	(9.790)
	(397.988)	(372.223)

17. INCOME TAX EXPENSE

(Amounts in thousand Euro)

	1/1 - 30/9/2008	1/1 - 30/9/2007
Current tax	(2.940)	(4.071)
Tax differences for the year 2006	0	(202)
Deferred tax	(14.792)	(55.862)
	(17.732)	(60.135)

According to the Greek Law, the income tax on the profits of the period is calculated since the 1st January of 2007 on the basis of the tax rate of 25%.

The significant difference in deferred tax compared to 31 December 2007 is mainly due to the fact that the backing of the reformation of Hellenic Sugar Company is also recorded in its tax books and thus the previous year formed tax liability is offset.

In Greece the results reported to the tax authorities by an entity are considered provisional and subject to revision until such time as the tax authorities examine the books and records of the entity and the related tax returns are accepted as final. Therefore, entities remain contingently liable for additional tax and penalties, which may be assessed upon such examination. The fiscal years that the Bank and its subsidiaries have not been audited by the tax authorities are as follows:

A.T.E. Bank	2005 – 2007
A.T.E. Insurance	2002 – 2007
A.T.E. Leasing	2005 – 2007
A.T.E. Cards	2006 - 2007
A.T.E. A.X.E.P.E.Y.	2004 – 2007
A.T.E. AEDAK	2005 – 2007
ATE Techniki Pliroforiki	2001 – 2007
Hellenic Sugar Company	2001 – 2007
Dodoni	–
Elviz	2005 – 2007
ATE RENT	2007
ATE ADVERTISING	2007
ATEExcelixi	2007
ATEbank ROMANIA	2005 – 2007

Against this contingency the Group using historical data from previous tax audits, has recorded a relevant provision for the unaudited tax years.

18. BASIC AND DILUTED EARNINGS PER SHARE

	1/1 - 30/9/2008	1/1 - 30/9/2007
Earnings after tax (in thousands of euro) from continuing and discontinuing operations	83.804	219.124
Weighted average of number of shares in issue	903.330.004	902.418.635
Basic and diluted earnings per share (expressed in euro per share)	0,0928	0,2428

	1/1 - 30/9/2008	1/1 - 30/9/2007
Earnings after tax (in thousands of euro) from continuing operations	92.313	215.219
Weighted average of number of shares in issue	903.330.004	902.418.635
Basic and diluted earnings per share (expressed in euro per share)	0,1022	0,2385

Basic earnings per share are calculated by dividing the net profit by the weighted average number of ordinary shares in issue during the year, excluding the average number of ordinary shares purchased by the Group and held as treasury shares.

Basic and diluted earnings per share are the same as the Bank has not issued any dilutive share instruments.

19. LOANS AND ADVANCES TO CUSTOMERS

(Amounts in thousand Euro)

19.1	30/9/2008	31/12/2007
Credit cards	422.822	308.298
Consumer loans	1.079.783	764.086
Mortgages	5.889.738	5.082.849
Loans to private individuals	7.392.343	6.155.233
Loans to the agricultural sector	2.099.923	1.978.305
Corporate loans	3.221.302	2.977.817
Small and medium sized firms	1.659.161	1.086.627
Loans to corporate entities	6.980.386	6.042.749
Finance leasing	433.674	382.580
Loans to the public sector	4.027.422	5.183.478
	18.833.825	17.764.040

Less: allowance for uncollectibility	(871.992)	(1.019.600)
	17.961.833	16.744.440

The allocation of Loans and advances to customers into separate categories, as of 31/12/2007, has been restated in order to be easily compared with the equivalent categories as of 30/9/2008. This amendment is consistent with the new directive of the Basel II, which is applicable since 1/1/2008.

19.2 ALLOWANCE FOR UNCOLLECTIBILITY

Movement in the allowance for uncollectibility	2008	2007
Balance at 1 January	1.019.600	1.403.111
Provision for impairment	70.267	60.556
Recoveries	(1.588)	0
Loans written-off	(216.161)	(208.238)
Exchange rate differences	(126)	9
Balance at 30 September	871.992	1.255.438
Balance at 1 October		1.255.438
Provision for impairment		17.546
Loans written-off		(253.204)
Exchange rate differences		(180)
Balance at 31 December		1.019.600

In order for a write off to be materialized, a proposal is submitted by the Write Off Committee, which is subsequently verified by the Asset and Liability Management Committee (ALCO) and the Board of Directors. Write offs are recorded on off balance sheet accounts in order to be monitored for prospective legal actions and probable collections.

20. AVAILABLE-FOR-SALE SECURITIES

(Amounts in thousand Euro)

	30/9/2008	31/12/2007
Debt securities:		
Greek Government bonds	159.612	340.741
Other issuers	1.218.695	301.433
	1.378.307	642.174
Equity securities:		
Listed	492.647	714.234
Unlisted	14.385	15.560
Equity fund	45.401	48.906
	552.433	778.700
Mutual fund units	16.504	71.442
	1.947.244	1.492.316

All available-for-sale securities are carried at fair value, except, for the unlisted equity securities of EUR 14.385 thousand, (31/12/2007: EUR 15.560 thousand), which are carried at cost because fair value can not be determined.

21. AMENDMENTS TO THE GROUP'S FINANCIAL INSTRUMENTS BASED ON IAS 39

According to the IAS 39 amendments and due to financial markets instability, on 01/07/2008, the Bank and ATE Insurance reclassified part of their listed shares as well as other debt securities of EUR 176,8 million (Bank: EUR 169,4 million, ATE Insurance: EUR 7,4 million) from "Trading securities" to "Available for sale securities" and to "Loans and advances to customers". More specifically, securities of EUR 108,9 million (Bank: EUR 101,5 million, ATE Insurance: EUR 7,4 million) were reclassified to the "Available for sale securities", suffering a loss of EUR 18,4 million for the period 1/07 - 30/09/08 (Bank: EUR 16,9 million, ATE Insurance: EUR 1,5 million) which is recognized on "Revaluation reserve of available-for-sale investments". In addition, debt securities of EUR 67,9 million were reclassified to the "Loans and advances to customers" carried at the amortized cost (fair value as of 30/09/08: EUR 64,4 million). The loss resulting from the reclassification, for the period 01/01/08 to 30/06/08, amounts to EUR 15,3 million (Bank: EUR 12,9 million, ATE Insurance: EUR 2,4 million) and is still recognized on "Net trading income" and on "Profit after income tax from discontinuing operations".

It should be mentioned that the "Available for sale securities" of ATE Insurance appears in "Non-current assets held for sale" of the balance sheet (note 8). The Bank has the intention and ability to hold these securities for the foreseeable future.

22. PROPERTY, PLANT AND EQUIPMENT

During the nine-month period, the Bank implemented purchases and sales of property, plant and equipment, of total net value EUR 10,0 million. (31/12/2007: EUR 46,4 million).

23. DEPOSITS FROM CUSTOMERS

(Amounts in thousand Euro)

	30/9/2008	31/12/2007
Retail customers:		
Current accounts	186.955	201.866
Saving accounts	10.329.469	11.736.435
Term deposits	6.696.876	5.962.535
	17.213.300	17.900.836
Private sector entities:		
Current accounts	542.939	847.624
Term deposits	186.306	158.227
	729.245	1.005.851
Public sector entities		
Current accounts	1.726.419	1.521.237
Term deposits	123.253	202.115
	1.849.672	1.723.352
	19.792.217	20.630.039

Term deposits include repurchase agreements of EUR 25.679 thousand (31/12/2007: EUR 65.230 thousand).

24. PROVISION FOR PENSION LIABILITIES

- Provision for Compensation due to retirement (Law 2112/20)

Provision for compensation due to retirement, as determined by directives of Law 2112/20, concerning subsidiary companies, is calculated actuarially using the projected unit credit method.

The actuarial gains or losses are amortized based on the average residual labor life of the employees so long as their accumulated surplus exceeds, the highest amount between the present value of the defined benefit obligation of the plan and the fair value of its assets, by 10%. In any other case, the actuarial gains are not recognized.

- Lump Sum granted on retirement

The Bank sponsors a funded plan that provides for the payment of a lump sum to retiring employees. The payment is determined based on the employee's length of service and salary on the date of retirement.

25. SHARE CAPITAL

As at 30/9/2008 the share capital of the Bank was EUR 651.919.999,68 and consisted of 905.444.444 authorized and issued common shares of nominal value of EUR 0,72 per share fully paid.

During the current period no changes in ATEbank's share capital have taken place.

26. RESERVES

(Amounts in thousand Euro)

	30/9/2008	31/12/2007
Statutory reserve	45.651	35.453
Tax free reserves	66.520	66.895
Extraordinary reserve	12.171	13.512
Revaluation reserve available-for-sale investments	(158.653)	165.594
Other reserves	7.041	7.031
Foreign currency differences	(2.674)	(4.934)
	(29.944)	283.551

Statutory reserve: In accordance with Greek corporate law entities are required to transfer 5% of their annual profits after tax to a statutory reserve. This obligation ceases when the statutory reserve amounts to one third of the Bank's share capital. This reserve is not available for distribution, but it may be applied to extinguish losses.

Tax free reserves: In accordance with Greek tax law certain types of income and profits are not taxed if retained and recorded to a specific reserve account. In the event that these reserves are distributed or capitalized they will be taxed at the rate applicable on the date of distribution or capitalization. According to the regulations of the new tax L. 2634/2008, the above mentioned option has been ceased since the fiscal year of 2007. The tax-free reserves mentioned above had been formed in the fiscal year of 2006.

Available for sale reserve: This reserve arises from the changes in valuation of available for sale securities. It is transferred to income statement when the relevant securities are sold.

27. DIVIDEND PER SHARE

The annual shareholders' meeting on 14 May 2008 approved the Board of Directors' suggestion for distribution of dividends for year 2007 profits of total amount EUR 90,5 million (that is EUR 0,10 per share). In the above mentioned amount an interim dividend of EUR 45,27 million is included (that is EUR 0,05 per share), which was paid in December 2007. The remaining amount of the approved dividend has been fully paid within the current period.

28. CONTINGENT LIABILITIES AND COMMITMENTS

(a) Litigation

The Group is a defendant in certain claims and legal actions arising in the ordinary course of business. In the opinion of management, after consultation, with legal counsel, the ultimate disposition of these matters is not expected to have a material adverse effect on the financial condition of the Group.

(b) Letters of guarantee and letters of credit

The contractual amounts of the Group's off-balance sheet financial statements that commit to extend credit to customers are as follows (amounts are expressed in thousands of Euro):

(Amounts in thousand Euro)

	30/9/2008	31/12/2007
Letters of guarantee	657.132	415.727
Letters of credit	62	1.519
	657.194	417.246

(c) Assets pledged

Assets are pledged with the Central Bank as guarantee for Repos deposits. Their nominal value amounts to EUR 2.302 million as of 30 September 2008 (31/12/2007: EUR 900 million).

29. RELATED PARTY TRANSACTIONS

The Group is controlled by the Greek State that holds 77,3% of the share capital. The remaining share capital is widely held.

Related parties include a) BoD Members and members of the key management personnel, b) close members of the family and financial dependant of the above, c) associate companies of the Group.

The balances of the related party transactions of the Group are:

- a) With BoD members and members of the key management personnel, and close members of the family and financial dependant of the above

(Amounts in thousand Euro)

	30/9/2008	31/12/2007
Loans	2.421	2.646
Deposits	7.118	8.946

Key Management Personnel Fees	30/9/2008	30/9/2007
Fees	(2.998)	(2.337)
Other	(434)	(227)

- b) With its associates

(Amounts in thousand Euro)

ASSETS	30/9/2008	31/12/2007
Loans and advances to customers	80.000	137.375
Total assets	80.000	137.375
LIABILITIES		
Deposits from customers	83	75
Total liabilities	83	75

INCOME STATEMENT	30/9/2008	30/9/2007
Income		
Interest and similar income	3.763	4.369
Other Operating income	69	45
Total income	3.832	4.414
Expenses		
Fee and commission expense	0	(24)
Total expenses	0	(24)

Besides the above-mentioned transactions, the Group also performs transactions with a large number of entities under state control, in the framework of its business (loans granted, deposits, other transactions such as wage payments, subsidy payments to farmers etc).

30. SUBSEQUENT EVENTS

There are no significant issues that occurred after the balance sheet date that require reporting.