



**FINANCIAL STATEMENTS
GROUP
31 MARCH 2008**

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Consolidated interim income statement

		For the three months ended	
		31-March	
<u>Note</u>	2008	2007	
	€ ' 000	€ ' 000	
Interest and similar income	65.152	56.493	
Interest expense and similar charges	(31.944)	(23.465)	
Net interest income	33.208	33.028	
Fee and commission income	9.252	9.039	
Fee and commission expense	(2.404)	(197)	
Net fee and commission income	6.848	8.842	
Dividend income	-	-	
Financial operations results	(656)	(706)	
Other operating income	1.163	1.087	
Gross operating income	40.563	42.251	
Cost of risk	(12.848)	(10.345)	
Cost of other risk	2.196	-	
Staff costs and related expenses	(23.899)	(25.932)	
Administration expenses	(12.988)	(12.885)	
Depreciation and amortization	(3.690)	(3.356)	
Operating expenses	(51.229)	(52.518)	
Net operating income	(10.666)	(10.267)	
Profit / (loss) before income tax	(10.666)	(10.267)	
Income tax expense	9 (458)	(384)	
Profit / (loss) for the period	(11.124)	(10.651)	
Earnings per share (in euro)	6	€	€
- Basic and diluted		(0,10)	(0,15)

Consolidated interim balance sheet

	<u>Note</u>	<u>31-Mar-08</u> <u>€' 000</u>	<u>31-Dec-07</u> <u>€' 000</u>
Assets			
Cash and balances with central bank		118.663	128.406
Due from banks		182.249	320.764
Derivative financial instruments		11.903	14.113
Loans and advances to customers, net		3.419.790	3.294.190
Investment securities - available for sale		320.443	332.865
Investment in associate undertakings	7	743	743
Intangible assets		10.760	11.439
Property, plant and equipment		123.097	125.549
Deferred income tax assets		58.192	58.223
Other assets		61.405	48.146
Total assets		<u>4.307.245</u>	<u>4.334.438</u>
Liabilities			
Due to banks		1.045.586	1.069.197
Due to customers		2.771.653	2.753.571
Derivative financial instruments		2.183	931
Subordinated debt		126.595	125.201
Provisions for staff benefits		20.876	20.666
Risks & charges provisions		2.829	5.026
Other liabilities		51.063	59.768
Total liabilities		<u>4.020.785</u>	<u>4.034.360</u>
Equity			
Share capital		118.703	118.703
Share premium		215.317	215.320
Other reserves and retained earnings		(47.560)	(33.945)
Total equity		<u>286.460</u>	<u>300.078</u>
Total equity and liabilities		<u>4.307.245</u>	<u>4.334.438</u>

Consolidated interim statement of changes in equity
For the three months ended 31 March 2007

	Share capital € '000	Share premium € '000	Fair value reserves € '000	Other reserves € '000	Retained earnings € '000	Total equity € '000
Balance at 01.01.2007	336.898	62.620	342	6.304	(274.276)	131.888
Revaluation of AFS securities	-	-	386	-	-	386
Loss for the period	-	-	-	-	(10.651)	(10.651)
Balance at 31.03.2007	336.898	62.620	728	6.304	(284.927)	121.623

For the three months ended 31 March 2008

	Share capital € '000	Share premium € '000	Fair value reserves € '000	Other reserves € '000	Retained earnings € '000	Total equity € '000
Balance at 01.01.2008	118.703	215.320	3.108	6.318	(43.371)	300.078
Revaluation of AFS securities	-	-	(2.491)	-	-	(2.491)
Other	-	(3)	-	-	-	(3)
Loss for the period	-	-	-	-	(11.124)	(11.124)
Balance at 31.03.2008	118.703	215.317	617	6.318	(54.495)	286.460

Consolidated interim cash flow statement

	For the three months ended 31 March	
	2008 €' 000	2007 €' 000
Cash flow from operating activities		
Profit / (loss) after tax	(11.124)	(10.651)
<i>Adjustment for:</i>		
Depreciaton of property plant and equipment	2.883	2.564
Depreciation of intangible assets	807	792
Impairment of loans and advances to customers	12.848	10.345
Provisions for staff benefits	210	200
Other provisions	(2.196)	-
Deferred income tax	30	91
(Profit) / loss from trading	2.192	(110)
(Profit) / loss from sales of fixed assets	58	11
Share of (Profit) / loss from subsidiaries	-	-
Foreign exchange (profit) / loss on cash and cash equivalents	(39)	(6)
	5.669	3.236
<i>Net (increase) / decrease of assets relating to operating activities</i>		
Due from banks	(7.369)	11.424
Derivatives	3.460	(2.261)
Loans and advances to customers	(138.449)	(39.819)
Other assets	(11.861)	(958)
<i>Net increase / (decrease) of liabilities relating to operating activities</i>		
Due to banks	(23.611)	79.834
Due to customers	18.084	73.332
Other liabilities	(8.275)	(7.537)
<i>Income tax paid</i>	(428)	-
	(162.780)	117.251
<i>Net cash flow from operating activities after taxes</i>		
<i>Cash flow from investing activities</i>		
Purchase of available for sale securities	(4.062)	(94.889)
Purchase of property, plant and equipment	(690)	(915)
Purchase of intangible assets	(128)	(440)
Proceeds from sale of investment in associates	-	-
Proceeds from sale of available for sale portfolio	11.798	106.498
Proceeds from sale of fixed assets	200	242
<i>Net cash flow from investing activities</i>	7.118	10.496
<i>Cash flow from financing activities</i>		
Repayment of subordinated loan	-	-
Capital increase expenses	(3)	-
Proceeds from sale of treasury shares	-	-
<i>Net Cash flow from financing activities</i>	(3)	-
Foreign exchange (profit) loss on cash and cash equivalents	39	6
Net increase (decrease) in cash and cash equivalents	(155.626)	127.753
Cash and cash equivalents at the beginning of the period	362.978	277.416
Cash and cash equivalents at the end of the period	207.352	405.169

Selected explanatory notes to the consolidated condensed interim financial statements

1. General Information

Geniki Bank S.A (the "Bank") and its subsidiaries (the "Group") are active in retail and corporate banking, insurance brokerage services, finance leasing and other services. The Bank is incorporated in Greece and its shares are listed on the Athens Stock Exchange. The Group operates in Greece.

These condensed interim financial statements were approved by the Board of Directors on 28 May 2008.

2. Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IFRS) IAS 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Group's published consolidated annual financial statements as at and for the year ended 31 December 2007.

3. Significant accounting policies

The accounting policies applied by the Group in these condensed interim financial statements are the same as those applied by the Group in its published consolidated annual financial statements as at and for the year ended 31 December 2007.

4. Estimates

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

In preparing these condensed consolidated interim financial statements, the significant judgments made by Management in applying the Group's accounting policies and the key sources of estimated uncertainty were the same as those that applied to the consolidated annual financial statements as at and for the year ended 31 December 2007.

5. Business segments

Segmented reporting

Segment information is presented in respect of the Group's business segments. Business segments are based on the group's management and internal reporting structure. This is an early adoption of IFRS 8 with comparative figures for 2007 under the same method. Geniki Bank operates only into Greek Market so, there no information is presented for geographic areas (countries, according to paragraph 105 IFRS 8).

Operating segments meeting the quantitative thresholds set by IFRS 8 have not been aggregated. Other segments below the thresholds have been presented on an aggregated basis. Management primarily relies on net interest revenue, not the gross revenue and expenses amounts, in managing the Group's business segments. Therefore, as per IFRS 8.13 & 8.23, only the net amount is disclosed. Business segments pay and receive interest to and from the Central Treasury on an arm's length basis to reflect the allocation of capital and funding costs. Cost sharing is based on the allocation of common overhead costs to business segments on a reasonable basis.

Business segments

The Group comprises the following six main business segments:

- **Corporate & Investment banking:** Includes loans, deposits and other transactions with large enterprises and more specifically products like open account, business loans, working capital in Euro or foreign currency, multi-optional loan for business' premises, fixed assets-financing in Euro or foreign currency, letters of guarantee and letters of credit, import and export operations, sight accounts, time deposits, Repos, and other investment programs.
- **Small & Medium Size Enterprises:** Includes loans, deposits, and other transactions and balances with small and medium size enterprises. The products offered are almost the same as the ones offered to Corporate & Investment Banking segment, but the pricing, servicing of the customer and the way of promoting being totally different, it is considered and followed by the management in a different segment.
- **Retail Banking:** Includes loans, deposits and other transactions with individuals, professionals and very small businesses. More specifically, the products offered are business loans and working capital for very small businesses and professionals, consumer loans, personal loans, open credits, loans for car's purchase, loans for stocks' buying, loans for buying of mutual funds' shares, fixed or floating mortgage loans, mortgage loans with protection, savings accounts in local and foreign currency, special saving accounts linked with ECB rate, time deposits, current deposits with or without overdraft, payroll accounts.
- **Custody:** With individuals, mutual funds, securities and investment companies as customers, custody holds in safekeeping assets such as equities and bonds, arrange settlement of any purchases and sales of such securities, collect income from such assets (dividends in the case of equities and interest in the case of bonds), offers a wide variety of products such as time deposits, current accounts and Repos, remittances, bonds of the Hellenic and Foreign Public etc.
- **Treasury:** Undertakes the Group's funding and centralized market risk management activities through borrowings, issues of debt securities, use of derivatives for risk management purposes and investing in liquid assets such as short term placements and corporate and government debt securities.
- **All other segments:** Includes bank's transactions which are not included in any of the previous mentioned segments (leasing, insurance brokerage, management of capital and other accounts etc.)

5. Business segments (continued)

For the three months ended 31 March 2008

	Corporate & Investment Banking	Small & Medium Size Enterprises	Retail Banking	Treasury	Custody	All Other Segments	Total
	€' 000	€' 000	€' 000	€' 000	€' 000	€' 000	€' 000
Revenue from external customers							
Net interest income	1.918	9.941	16.731	1.492	27	3.099	33.208
Net fee and commission income	1.423	2.305	3.384	-	1.196	(1.460)	6.848
Other operating income	-	-	-	169	6	332	507
Total segmented revenue	3.341	12.246	20.115	1.661	1.229	1.971	40.563
Segmented result	826	(5.083)	(6.914)	1.184	586	(1.265)	(10.666)
Income tax expenses							(458)
Net Profit after tax							(11.124)
Reportable segment gross loans	910.336	1.371.190	948.187	-	-	489.533	3.719.246
Reportable segment deposits	306.967	842.836	1.556.743	-	-	65.107	2.771.653

For the three months ended 31 March 2007

	Corporate & Investment Banking	Small & Medium Size Enterprises	Retail Banking	Treasury	Custody	All Other Segments	Total
	€' 000	€' 000	€' 000	€' 000	€' 000	€' 000	€' 000
Revenue from external customers							
Net interest income	4.089	8.482	18.300	886	42	1.229	33.028
Net fee and commission income	1.080	3.732	2.415	-	1.290	325	8.842
Other operating income	-	-	-	177	-	204	381
Total segmented revenue	5.169	12.214	20.715	1.063	1.332	1.758	42.251
Segmented result	1.973	(5.829)	(9.200)	663	627	1.499	(10.267)
Income tax expenses							(384)
Net Profit after tax							(10.651)

For the year ended 31 December 2007

Reportable segment gross loans	862.074	675.629	1.868.623	-	-	176.676	3.583.002
Reportable segment deposits	349.650	200.576	2.157.907	-	-	45.438	2.753.571

6. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period.

	Measurement unit	For the three months ended 31 March		
		2008	2007	2007*
Net profit for period attributable	€' 000	(11.124)	(10.651)	(10.651)
Weighted average number of ord	Number of shares	110.937.084	71.079.449	58.387.939
Basic earnings per share	€	(0,10)	(0,15)	(0,18)

* as originally reported before the effect of the rights issues share capital increase

7. Investments in subsidiaries and associated undertakings

Subsidiaries included in these consolidated financial statements are the ones included in 31 December 2007 financial statements; effective holdings to these subsidiaries remained the same.

8. Provision for impairment losses on loans and advances to customers

	For the three months ended 31 March	
	2008	2007
	€' 000	€' 000
Balance at 1 January	286.461	296.785
Impairment losses on loans and advances charged in the year	16.709	12.346
Recoveries of allowances on doubtful loans	(3.713)	(2.001)
Loans written off during the year as uncollectible	-	(855)
Foreign exchange difference	-	236
Balance at 31 March	299.457	306.511

	For the three months ended 31 March	
	2008	2007
	€' 000	€' 000
Impairment losses on loans and advances charged in the year	16.709	12.346
Recoveries of allowances on doubtful loans	(3.713)	(2.001)
Loans written off & not covered by provisions - commercial risks	(148)	-
Balance at 31 March	12.848	10.345

9. Income tax expense

The nominal Greek corporate rate of tax is 25%.
Geniki Bank is tax audited up to 2004 (inclusive).

10. Contingent liabilities and capital expenditure commitments

There were no significant changes in the Group contingent liabilities and capital expenditure commitments reported in the published consolidated annual financial statements as at and for the year ended 31 December 2007.

Legal cases: Pending litigation cases against the Group are not expected to have a significant impact on its financial position and future operation.

11. Related parties

Parent and ultimate controlling party

The ultimate controlling party of the Group is Societe Generale S.A. which is incorporated in France. Societe Generale Group holds 52,33% of the ordinary shares of the Bank.

11. Related parties (Continued)

Related party transactions with subsidiaries, associates and affiliates

	31-Mar-08	31-Dec-07
	€' 000	€' 000
Assets		
Due from banks	46.578	26.438
Derivative financial instruments	4.964	5.165
Total	51.542	31.603
Liabilities		
Due to banks	921.444	1.024.270
Subordinated Debt	126.595	125.201
Total	1.048.039	1.149.471
	31-Mar-08	31-Mar-07
	€' 000	€' 000
Income		
Interest and similar income	365	550
Fee and commission income	313	-
Total	678	550
Expenses		
Interest and similar expenses	11.578	9.313
Financial activities expenses	201	197
Other administrative expenses	724	-
Total	12.503	9.510

Transactions with key management personnel

The remuneration of the Board of Directors (BoD) members and General Managers of the Group for the period ended 31 March 2008 amounted to € 588 thousand.

The outstanding loans granted to BoD members or to General Managers of the Group amount to € 26 thousand ; their deposits amounted to € 496 thousand as at 31 March 2008 (€ 468 thousand as at 31 March 2007).

12. Hedge accounting

The Group has implemented hedge accounting for interest rate risk connected with client loans with embedded interest rate collars.

Athens, 28 May 2008

**The Chairman of Board
of Directors**

The Managing Director

**The Chief Financial
Officer**

**The Manager of
Accounting & Tax Division**

TRYFON J. KOYTALIDIS

PATRICK COUSTE

NIKOLAOS C. PATERAKIS

NIKOLAOS N.DALIANIS