



MARFIN EGNATIA BANK

MARFIN EGNATIA BANK S.A.

Interim Financial Statement

30 September 2008

According to International Financial Reporting Standards

The attached financial statements were approved by the Board of Directors of MARFIN EGNATIA BANK S.A. on 24 November 2008 and have been posted to the site www.marfinegnatiabank.gr.

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Interim Income Statement
for the period ended as at 30 September 2008
(Amounts in thousand Euro)

	Note	1 Jan-30 Sep 2008	1 Jan-30 Sep 2007	1 July-30 Sep 2008	1 July-30 Sep 2007
Interest and similar income		634.106	461.929	250.316	178.782
Interest and similar expense		(445.516)	(289.761)	(181.452)	(122.663)
Net interest income		188.590	172.168	68.864	56.119
Fee and commission interest		41.515	70.072	15.821	38.254
Fee and commission expense		(3.777)	(6.095)	(1.192)	(4.025)
Net fee and commission income		37.738	63.977	14.629	34.229
Income from dividends		6.479	3.967	1.044	157
Net trading income		9.471	27.695	(2.095)	5.747
Other income		5.147	3.247	2.000	838
Operating income		247.425	271.054	84.442	97.090
Provisions for credit risks	7	(40.800)	(37.578)	(15.000)	(14.500)
Staff costs		(90.862)	(81.303)	(31.282)	(26.857)
Other operating expense		(59.401)	(50.465)	(22.458)	(17.822)
Depreciation		(8.988)	(8.353)	(3.057)	(2.841)
Income from investment in associates		-	-	-	-
Profit/Loss before tax		47.374	93.355	12.645	35.070
Taxes	5	(10.922)	(22.258)	(3.171)	(7.053)
Profit/Loss after tax		36.452	71.097	9.474	28.017
Profit/Loss per share (in Euro)					
Basic	6	0,1262	0,2513	0,0328	0,0994
Diluted	6	0,1263	0,2512	0,0328	0,0994

The notes presented on pages from 6 to 21 constitute an integral part of the individual financial statements as at 30 September 2008.

Interim Balance Sheet
30 September 2008
(Amounts in thousand Euro)

ASSETS	Note	30 September 2008	31 December 2007
Cash and balances in Central Bank		611.070	474.968
Loans and advances to Banks		1.027.675	2.092.706
Loans and advances to Customers (net of impairment)	7	11.858.351	8.854.923
Derivative financial instruments - assets		64.376	10.920
Financial assets at fair value through profit and loss		192.053	245.332
Available for sale financial instruments	8	1.515.272	586.082
Investments held to maturity	9	526.697	89.654
Loan portfolio debt instruments	10	596.144	-
Investments in subsidiaries	11	309.549	293.534
Investments in associates	12	2.278	2.278
Self used property, plant and equipment		56.075	60.767
Investment property		28.586	26.548
Intangible assets		11.682	11.898
Deferred tax assets		44.210	28.310
Other assets		200.776	147.509
TOTAL ASSETS		17.044.794	12.925.429
EQUITY AND LIABILITIES			
Share capital	13	366.846	366.556
Share premium	13	327.699	327.261
Other reserves and retained earnings	14	76.131	86.208
Total Equity		770.676	780.025
Deposits from Banks	15	4.356.573	2.473.095
Deposits from customers	16	10.978.861	8.698.300
Derivative financial instruments – liabilities		39.886	33.422
Other borrowed funds	17	630.231	530.803
Provisions for staff due to leave of service		10.962	10.153
Other provisions	18	4.694	12.168
Deferred tax liabilities		15.640	14.259
Other liabilities		237.271	373.204
Total liabilities		16.274.118	12.145.404
TOTAL EQUITY AND LIABILITIES		17.044.794	12.925.429

The notes presented on pages from 6 to 21 constitute an integral part of the individual financial statements as at 30 September 2008.

Interim Statement of Changes in Equity
For the period ended 30 September 2008
(Amounts in thousand Euro)

	Share Capital	Share premium	Reserves	Investment valuation differences	Retained earnings	Total
Balance 01 January 2007	353.520	312.125	37.435	(3.429)	49.915	749.566
Share Capital increase	13.034	15.132				28.166
Dividends for the fiscal year ended in 2006			5.871		(10.535)	(4.664)
Revaluation of available for sale portfolio				(36.774)		(36.774)
Results for the period					71.097	71.097
Other changes			(56)		49	(7)
Balance 30 September 2007	366.554	327.257	43.250	(40.203)	110.526	807.384
Balance 01 January 2008	366.556	327.261	44.407	(58.219)	100.020	780.025
Share capital increase through transformation of bonds	290	438				728
Distribution of reserves			7.576		(7.576)	
Reserves Tax			(2.293)		2.293	
Revaluation of available for sale portfolio				(47.464)		(47.464)
Results for the period					36.452	36.452
Reserves for the stock option plan			935			935
Other movements			(313)		313	
Balance 30 September 2008	366.846	327.699	50.312	(105.683)	131.502	770.676

The notes presented on pages from 6 to 21 constitute an integral part of the individual financial statements as at 30 September 2008.

Interim Cash Flow Statement
For the period ended 30 September 2008
(Amounts in thousand Euro)

	30/9/2008	30/9/2007
Cash flows from operating activities		
Profit/Loss before tax	47.375	93.354
Adjustments for non-cash items		
Depreciation	8.988	8.353
Loans impairment	40.800	37.578
Other provisions	935	366
Employee benefits	1.125	1.671
Trading portfolio valuation	5.884	(4.691)
Transfer to investing activities	(79.733)	(32.615)
Transfer to financing activities	22.912	10.489
	48.286	114.505
Net changes in operating assets		
Loans and advances to Banks	(127.495)	(72.581)
Trading securities and derivatives	(6.062)	(27.609)
Loans and advances to customers	(3.044.228)	(2.457.765)
Other assets	(53.419)	(84.625)
Net changes in operating liabilities		
Deposits from Banks	1.883.479	908.337
Deposits from customers	2.280.561	2.079.787
Other liabilities	(145.744)	50.336
Net cash flows from Operating Activities before tax	835.378	510.385
Income tax paid	(951)	(7.169)
Net Cash Flows from Operating Activities	834.427	503.216
Cash Flows from Investing Activities		
Investments in subsidiaries and associates	(16.015)	(11.738)
Disposal / Liquidation of subsidiaries-associates and their cash available	0	0
Net (increase) decrease in investments	(2.025.663)	(207.585)
Dividends received	5.735	13.602
Purchase of assets	(13.109)	(10.646)
Sale of assets	9.118	3.382
Investment portfolio interests received	66.218	28.314
Other flows from investing activities	5.862	479
Net Cash Flows from Investing Activities	(1.967.854)	(184.192)
Cash Flows from Financing Activities		
Dividends distributed	0	(4.664)
Issue (payment) of debts	77.244	(10.396)
Share capital increase	0	0
Other flows from Financing Activities	0	(7)
Net Cash Flows from Financing Activities	77.244	(15.067)
Total Net Cash Flows	(1.056.183)	303.957
Impact of foreign exchange differences on Cash and Cash equivalents	(242)	63
Net cash flow increase (decrease)	(1.056.425)	304.020
Cash and cash equivalents, opening	2.436.334	1.802.631
Cash and cash equivalents, closing	1.379.909	2.106.651
Cash and cash equivalents consist of:		
Cash and balances with Central Bank	396.266	229.439
Due from Banks	983.643	1.877.212
	1.379.909	2.106.651

The notes presented on pages from 6 to 21 constitute an integral part of the individual financial statements as at 30 September 2008.

1. General information on the Bank

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

The Bank's primary activities are in Greece, but it also has subsidiaries that operate in Romania and Cyprus. The Bank employs a total of 2.698 people (30/09/2007: 2.481).

The Bank (Registry No. 6072/06/B/86/11), arose following the merger of: a) MARFIN BANK S.A. (R. No. 6079/06/B/86/18) and b) LAIKI BANK (Hellas) S.A. (R. No. 27084/06/B/92/16) with EGNATIA BANK S.A. in accordance with decision K2 – 9985/29.06.2007 of the Ministry of Development. Furthermore, in accordance with the aforementioned decision of the Ministry of Development, the modification of Article 1 of the Bank's Charter of Incorporation was also approved in compliance with which the name and the discreet title of the Bank have been changed to «**MARFIN EGNATIA BANK S.A.**», under the discreet title «**MARFIN ΕΓΝΑΤΙΑ ΤΡΑΠΕΖΑ**» and «**MARFIN EGNATIA BANK**».

The corporate registered office of the Bank is in the Municipality of Thessalonica and, in particular, at 4 Danaïdon Str.

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

Management

The Board of Directors at its meeting on 29/02/2008 reorganized its body as follows:

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

The current condensed interim financial statements were approved by the Board of Directors on 24 November 2008.

2. Basis of preparation of condensed interim financial statements

The condensed interim financial statements as of 30/09/2008 have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Statements" and must be reviewed alongside the annual financial statements of the Bank for the period ended 31 December 2007.

The Bank adopted for its interim condensed consolidated financial statements as at 30/09/2008 the same accounting policies that are included in the publicized financial statements for the period ended 31/12/2007.

The Bank made use of the Amendments to International Accounting Standard (IAS) 39 and International Financial Reporting Standard (IFRS) 7, issued in October 2008 and effective as from 01/07/2008. The effects from application of the aforementioned amendments are presented in Note 10.

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

3. Reclassification of comparative periods

Results for the period 1/1 – 30/9/2007	As published 30/09/2007	As presented 30/09/2008	Reclassification
Interest and similar income	500.377	461.929	(38.448)
Interest and similar expense	(328.209)	(289.761)	38.448
Fee and commission income	67.655	70.072	2.417
Other income	5.664	3.247	(2.417)

Results for the period 1/7 – 30/9/2007	As published 30/09/2007	As presented 30/09/2008	Reclassification
Interest and similar income	202.017	178.782	(23.235)
Interest and similar expense	(145.963)	(122.663)	23.300
Fee and commission income	36.606	38.254	1.648
Fee and commission expense	(4.054)	(4.025)	29
Trading income	6.493	5.747	(746)
Other income	1.403	838	(565)
Staff fees and expenses	(26.850)	(26.857)	(7)
General operating expenses	(17.354)	(17.822)	(468)
Taxes	(7.097)	(7.053)	44

The comparative data have been reclassified so as to be consistent with the changes that the Bank has adopted in the presentation of its financial information for the current period that ended at 30 September 2008.

4. Segment reporting

Geographical segment

The Bank operates mainly in Greece. Its branch network consists of 170 branches. Its operating income is generated from its operations in Greece.

Business segment

The Bank is organized into the following business segments:

- a) Investment and corporate banking
- b) Retail banking
- c) Asset Management
- d) Treasury
- e) Investments and participations

30 September 2008						
Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset management	Treasury	Investments and participations	Total
Operating revenue	47.656	156.814	13.970	28.985		247.425
Profit before tax	28.910	(9.969)	6.082	22.351		47.374
Income tax						(10.922)
Profit after tax						36.452

30 September 2007						
Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset management	Treasury	Investments and participations	Total
Operating revenue	68.210	132.918	7.330	62.596		271.054
Profit before tax	38.383	1.410	2.126	51.436		93.355
Income tax						(22.258)
Profit after tax						71.097

5. Income tax

(amounts in thousand Euro)

	1/1 – 30/09/2008	1/1 – 30/09/2007	1/7 – 30/09/2008	1/7 – 30/09/2007
Current tax	9.619	16.320	4.638	5.894
Deferred tax	1.303	4.923	(1.467)	1.159
Provision for tax inspection differences	0	1.015	0	0
Total income tax recognized in the Income Statement	10.922	22.258	3.171	7.053

In Greece, the results reported to tax authorities by an entity are 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 taxes and penalties, which may be assessed upon such examination. In compliance with the method of settling the tax obligations in Greece, the Bank remains contingently liable for tax non-inspected years (2005-2006 only for former Egnatia Bank S.A. and 2007 for Marfin Egnatia Bank S.A.) for which provisions have been made amounting to 800 thousand Euro.

For tax non-inspected financial years 2005-2006 of the former Egnatia Bank an application has been made for tax inspection under Prot. No. 2619/26-06-2007 to tax authorities of Thessalonica.

6. Earnings per share

Basic earnings per share are calculated by dividing the profit after tax with the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share are calculated by dividing the profit after tax after adjusting for the interest expense attributable to the holders of the Bank's convertible bond issue with the weighted average number of ordinary shares adjusted by the number of ordinary shares converted from the convertible bond issue.

	1/1 – 30/09/2008	1/1 – 30/09/2007	1/7 – 30/09/2008	1/7 – 30/09/2007
Basic earnings per share				
Profit attributable to shareholders of the Bank	36.452	71.097	9.474	28.017
Weighted average number of outstanding ordinary shares	288.806.346	282.923.440	288.855.096	281.783.115
Basic earnings per share	0,1262	0,2513	0,0328	0,0994
Diluted earnings per share				
Profit attributable to shareholders of the Bank	36.479	71.139	9.480	28.032
Weighted average number of outstanding ordinary shares	288.927.346	283.225.813	288.927.346	282.085.395
Diluted earnings per share	0,1263	0,2512	0,0328	0,0994

7. Loans and advances to customers

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Loans to individuals:		
Consumer	1.510.174	1.330.664
Credit cards	358.734	162.082
Mortgages	2.040.208	1.782.279
Other	23.845	22.455
	3.932.961	3.297.480
Corporate loans:	8.142.053	5.738.826
Total loans and advances to customers	12.075.014	9.036.306
Less: Impairment loss for loans and advances	(216.663)	(181.383)
Total	11.858.351	8.854.923
Movement of impairment loss for loans and advances to customers:		
Opening balance	181.383	136.548
Expense for the period	40.800	51.078
Write off	(5.520)	(6.243)
Closing balance	216.663	181.383

8. Available for sale financial instruments

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Mutual funds (domestic)	4.643	13.145
Shares listed in Athens Stock Exchange	13.724	5.302
Shares listed in Athens Stock Exchange (pledged)	0	414
Entries to shares currently not issued (domestic)	251	31
Shares listed in foreign stock exchanges	3.726	2.069
Not-listed shares	721	708
Bond loans of companies listed in Athens Stock Exchange	30.355	0
Greek government treasury bills (fixed interest)	431.343	161.527
Greek government treasury bills (floating interest)	137.003	115.553
Other government treasury bills (fixed interest)	70.985	97.559
Corporate entity bonds(fixed interest)	423.913	105.822
Corporate entity bonds (floating interest)	398.608	83.952
	1.515.272	586.082

9. Held to maturity investments

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Fixed rate Greek Government bonds	29.505	52.849
Floating rate Greek Government bonds	10.000	10.000
Fixed rate corporate bonds	2.963	2.025
Floating rate corporate bonds	484.229	24.780
	526.697	89.654

10. Loan portfolio debt instruments

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Other government treasury bills (fixed interest)	83.449	0
Fixed rate corporate bonds	254.403	0
Floating rate corporate bonds	258.292	0
	596.144	0

The Bank applied the amendments of IAS 39 and IFRS 7 "Reclassification of Financial Assets" and reclassified investments in trading portfolio into available for sale financial instruments and available for sale financial instruments into loan portfolio debt instruments. In compliance with amended IAS 39, the Bank defined the assets for which as at 1st July 2008 it had no intention of trading them or disposing of in the nearest future. The reclassification is effective as from 1st July 2008, in conformity with the amended IAS 39 at the carrying amount of the investments as at that date. The carrying amount and the fair value of the reclassified investments are presented below:

(amounts in thousand Euro)

	1 July 2008	30 September 2008	
	Carrying amount	Carrying amount	Fair value
Investments in trading portfolio transferred into available for sale financial instruments	11.442	11.860	10.294
Available for sale financial instruments transferred into loan portfolio debt instruments	513.537	523.729	467.052

If the Bank had not reclassified its investments in securities as at 1 July 2008, the income statement for the third three month period of 2008 would have included valuation losses from the changes in the fair value of the reclassified financial assets available for sale amounting to 1.566 thousand Euro, burdening the Equity.

As at the reclassification date, the interest rates of the trading portfolio fluctuate from 5,162% to 8,20% and their recoverable amount comes to 11.991 thousand Euro.

Furthermore, if the aforementioned reclassification had not been carried out, there would have been recognized in fair value reserves of financial assets available for sale valuation losses, amounting to 56.677 thousand Euro, representing the change in fair value for the third three month period of 2008 of the reclassified investments available for sale.

Of the amount of available for sale portfolio that has been transferred, the amount of 207.245 thousand Euro has been hedged for changes in fair value, which are due to the risk of interest rate changes, for which the Bank will continue to apply hedging policy. The interest rates from

the securities that have been transferred will continue to be recognized in interest rate income, using the effective rate method.

As at the reclassification date, the interest rates of available for sale portfolio fluctuated from 4,0% to 8,875% and their recoverable amount came to 568.774 thousand Euro.

11. Investment in subsidiaries

(amounts in thousand Euro)

30/09/2008					
Name	Country of incorporation	% Direct participation	% Indirect participation	Total participation	Participation
Marfin Bank Romania S.A. (1)	Romania	98,98%	-	98,98%	38.113
Marfin Leasing IFN Romania S.A. (2)	Romania	99,00%	-	99,00%	218
Marfin Leasing S.A.	Greece	100,00%	-	100,00%	27.106
Dynamic Asset Operating Leases S.A.	Greece	-	100%	100%	-
Marfin Egnatia Fin S.A..	Greece	99,00%	-	99,00%	291
EUROCAMBIO Foreign Exchange S.A. (3)	Greece	90,29%	-	90,29%	0
Marfin Insurance Brokers S.A. (7)	Greece	100,00%	-	100,00%	612
Egnatia Finance PLC	United Kingdom/London	99,998%	0,002%	100,00%	18
Marfin Travel LTD (4)	Greece	-	99,00%	99,00%	-
Obafemi Holdings LTD	Cyprus	100,00%	-	100,00%	2
Egnatia Properties SRL	Romania	-	100,00%	100,00%	-
Investment Bank of Greece S.A.	Greece	92,04%	-	92,04%	212.647
MFG Capital Partners Ltd	United Kingdom/London	70,00%	-	70,00%	723
Marfin Global Asset Management S.A. (5)	Greece	94,5148%	4,0504%	98,5652%	9.006
IBG Investments A.E. (6)	British Virgin Island	-	92,04%	92,04%	-
IBG Mutual Funds Management S.A.	Greece	-	92,04%	92,04%	-
Marfin Securities (Cyprus) Ltd	Cyprus	-	92,04%	92,04%	-
IBG Capital S.A.	Greece	-	92,03%	92,03%	-
Marfin Life Insurance S.A. (7)	Greece	100,00%	-	100,00%	3.181
Laiki ATTALOS S.A.	Greece	97,51%	-	97,51%	5.347
Marfin Factors & Forfaiters S.A.	Greece	100,00%	-	100,00%	12.285
					309.549

31/12/2007					
Name	Country of incorporation	% Direct participation	% Indirect participation	Total participation	Participation
Egnatia Bank Romania S.A. (1)	Romania	98,98%	-	98,98%	18.317
Egnatia Leasing Romania S.A. (2)	Romania	99,00%	-	99,00%	218
Marfin Leasing S.A.	Greece	100,00%	-	100,00%	27.106
	Greece	99,00%	-	99,00%	291

Marfin Egnatia Fin S.A..					
EUROCAMBIO Foreign Exchange S.A. (3)	Greece	90,29%	-	90,29%	0
Marfin Insurance Brokers S.A. (7)	Greece	100,00%	-	100,00%	612
Egnatia Finance PLC	United Kingdom/London	99,998%	0,002%	100,00%	18
Egnatia Bank Travel LTD (4)	Greece	-	99,00%	99,00%	-
Obafemi Holdings LTD	Cyprus	100,00%	-	100,00%	2
Egnatia Properties SRL	Romania	-	100,00%	100,00%	-
Investment Bank of Greece S.A.	Greece	92,04%	-	92,04%	212.647
MFG Capital Partners Ltd	United Kingdom/London	70,00%	-	70,00%	723
Marfin Global Asset Management S.A (5)	Greece	94,5148%	4,0504%	98,5652%	12.787
IBG Investments A.E. (6)	British Virgin Island	-	92,04%	92,04%	-
IBG Mutual Funds Management S.A.	Greece	-	92,04%	92,04%	-
Marfin Securities (Cyprus) Ltd	Cyprus	-	92,04%	92,04%	-
IBG Capital S.A.	Greece	-	92,03%	92,03%	-
Marfin Life Insurance S.A. (7)	Greece	100,00%	-	100,00%	3.181
Laiki ATTALOS S.A.	Greece	97,51%	-	97,51%	5.347
Marfin Factors & Forfaiters S.A.	Greece	100,00%	-	100,00%	12.285
					293.534

(1) On 15/05/2008 the company was renamed from Egnatia Bank Romania S.A. to Marfin Bank Romania S.A.

In June 2008 the latest share capital increase of the company has taken place for the amount of 20.000 thousand Euro. The increase was covered pro rata of the participation in the company's share capital by Marfin Egnatia Bank S.A. for 98,98% and thus by the amount of 19.797 thousand Euro. From this total the amount of 5.797 thousand Euro were paid in cash, while the amount of 14.000 thousand Euro through the conversion of the subordinated debt bond loan.

(2) On 20/06/2008 the company was renamed from Egnatia Leasing Romania S.A. to Marfin Leasing IFN Romania S.A.

(3) The company Eurocambio is fully depreciated and in the state of liquidation.

(4) On 11/02/2008 the company was renamed from Egnatia Bank Travel LTD to Marfin Travel LTD.

(5) Following decisions 5/802/4.2.2008 and K2 – 2756/4.3.2008 of the Executive Committee of the Hellenic Capital Market Commission and the Ministry of Development respectively, the share capital decrease of Marfin Global Asset Management S.A. was granted. The decrease of the company's share capital by the amount of 4.001 thousand Euro was followed by a corresponding decrease in the nominal value of each of its shares by the amount of 14 Euro for shareholders refund. The relevant refund for the Bank was 3.781 thousand Euro, while in a group level, the amount equaled to 3.957 thousand Euro.

(6) Within the nine-month period the latest share capital increase of the company has taken place for the amount of 236 thousand Euro. The increase was covered pro rata of the participation in the company's share capital by Investment bank of Greece S.A. for 90% and

thus, by the amount of 212,4 thousand Euro and by IBG Capital S.A. for 10%, thus, by the amount of 23,6 thousand Euro.

(7) On 22 July 2008 the parent company Marfin Popular Bank and CNP Assurance have signed a long-term collaboration agreement for the development of life insurance and retirement services vis-à-vis the branch networks of the Group in Greece and Cyprus, and the capability for extension of their collaboration in Southeastern Europe. According to the terms of the agreement CNP Assurance acquires 50,1% of the insurance services of the Group as well as the management of these companies. The agreement is due to approval by relevant regulatory authorities.

In the context of the aforementioned agreement the Bank, following the approval of the Extraordinary General Assembly of 26/08/2008, has proceeded with the sale of 100% of its subsidiaries Marfin Life Insurance S.A. and Marfin Insurance Brokers S.A. to the company MARFIN INSURANCE HOLDINGS LTD, also a subsidiary of MARFIN POPULAR BANK.

As till the date of signing the financial statements, the sale has not been performed.

Basic sizes of the subsidiaries:
(amounts in thousand Euro)

Sizes 30/09/2008	Marfin Life Insurance S.A.	Marfin Insurance Brokers S.A.
Total assets	33.695	5.059
Total equity	5.834	957
Income statement	281	163

12. Investments in associates

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Company	ARIS Capital Management (USA)	
% Direct Participation	30,00%	30,00%
Investment	2.278	2.278

13. Share Capital

	30/09/2008	31/12/2007
Number of ordinary shares	288.855.236	288.626.666
Nominal value	1.27	1.27
Share capital paid (in thousand Euro)	366.846	366.556
Share premium (in thousand Euro)	327.699	327.261

Within the nine-month period of 2008, the Share Capital and the Share Premium have increased by 290 thousand Euro and 438 thousand Euro respectively, due to the conversion of 228.570 ordinary bonds of the Convertible Bond Loan issued as at 21/01/2003 into ordinary shares.

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

14. Other reserves and retained earnings

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Statutory reserve	15.815	13.010
Untaxed reserve	687	4.311
Extraordinary reserve	31.718	25.928
Revaluation reserve available-for-sale securities	(105.683)	(58.217)
Reserves for Stock Options plan	2.092	1.157
	(55.371)	(13.811)
Retained Earnings	131.502	100.019
	76.131	86.208

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

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

In accordance with Law 3634/2008, untaxed reserves of banking organizations from: profits by listed shares (both domestic and foreign), profits by derivative financial instruments (both domestic and foreign), as well as, untaxed earnings in accordance with article 99 of Law 2238/1994, were taxed at the rate of 25% in September 2008. The Bank defrayed the amount of 2.293 thousand Euro for reserves thus burdening the income statements of the prior periods. The reserves in question were transferred to "extraordinary reserves" and can be distributed or capitalized at any time with no further taxes applied.

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

15. Deposits from banks

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Deposits in Central Bank	1.332.781	180.000
Sight	20.093	17.628
Time	1.125	7.051
Placements in banks	2.346.746	1.963.988
Interbank deposits	655.828	304.428
	4.356.573	2.473.095

16. Deposits from customers

(amounts in thousand Euro)

	30/09/2008	31/12/2007
Retail customers:		
Current accounts	427.504	686.642
Saving accounts	711.946	756.771
Term deposits	5.303.343	3.995.841
	6.442.793	5.439.254
Corporate customers:		

Sight	771.262	822.036
Term	3.660.006	2.347.227
	4.431.268	3.169.263
Government entities:		
Sight	73.153	76.501
Term	31.647	13.282
	104.800	89.783
	10.978.861	8.698.300

17. Other borrowed funds

(amounts in thousand Euro)

	30/06/2008	31/12/2007
Convertible subordinated debt maturity 2013	231	862
Subordinated debt maturity 2015	80.000	80.000
Subordinated debt maturity 2017	200.000	200.000
Bond loan maturity 2010	50.000	50.000
Bond loan maturity 2011	50.000	-
Syndicated loan maturity 2010	250.000	-
Loan maturity 2008	-	199.941
	630.231	530.803

The convertible bond was issued on 21st January 2003 and has a maturity of 10 years with the right of first redemption after 5 years. It has a 3-month Euribor interest rate plus 1,75% up to the date of redemption and 3,25% until maturity. Interest accrues every 3 months starting from 21 January 2003.

Convertible subordinated debt holders have the right to exchange ten notes for ten shares. At 30.09.2008 there were 72.110 common bonds, the holders of which have the right to exchange for the respective number of common shares. The par value of each debt security is Euro 3,20.

The subordinated debt with maturity 2015 was issued 4 May 2005 and has a 10 year term with the right to fixed redemption after the end of the fifth year. It has a 3-month Euribor interest rate plus 1,10% up to redemption date and 2,40% up to maturity. It accrues interest on a quarterly basis starting from 4 August 2005.

The subordinated debt with maturity 2017 was issued on 31 December 2007 has a 10 year term with the right to fixed redemption after the end of the fifth year. It has an interest rate of Euribor three months plus 0.95% up to redemption date and 1.95% up to maturity. It accrues interest quarterly starting 31 March 2008. The issue of the bond loan was decided following the approval of the Ordinary General Assembly of the Shareholders of the company on 22 June 2006 and was covered in total by the parent «Marfin Popular Bank Public co Ltd».

The subordinated debt is used as secondary capital (Tier II Capital) for capital adequacy purposes.

The bond loan (Schuldschein) with maturity 2010 was issued on 28 December 2007 and has a 3 year term. It has an interest rate of Euribor 1, 3 or 6 months plus 0.25% up to maturity. It accrues interest every 1, 3 or 6 months starting on 28 January 2008.

The bond loan (Schuldschein) with maturity 2011 was issued on 5 March 2008 and has a 3 year term. It has an interest rate of Euribor 6 months plus 0.25% up to maturity. It accrues interest every 6 months starting on 4 September 2008.

In September there was undertaken a syndicated loan of two years' term amounting to 250 million Euro. The issue date is 25/09/2008 and the term is 2 years. It has an interest rate of Euribor 3 months plus 0.60% up to maturity. It accrues interest every 3 months starting on 29/12/2008.

On 11/08/2008 there matured the loan issued on 11/08/2005 amounting to 200 million Euro.

18. Other provisions

(amounts in thousand Euro)

	30/06/2008	31/12/2007
Provisions for risks and liens	3.865	5.585
Provisions for taxes	800	800
Other personnel provisions	29	5.783
Other provisions	4.694	12.168

From total provisions for risks and liens amounting to 3.865 thousand Euro for the nine month period of 2008 and 5.585 thousand Euro for 2007, the amount of 1.011 thousand Euro pertains to disputed claims. The remaining amounts of 2.854 thousand Euro and 4.574 thousand Euro respectively pertain to the coverage of extraordinary losses that might arise from doubtful receivables other than loans.

19. Contingent liabilities and commitments

19.1 Litigations

The Bank 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 position of the Bank apart from those referred to in Note 18.

19.2 Credit commitments

The contractual amounts of the off balance sheet items, binding the Bank to issue credits to customers are as follows (amounts in thousand Euro):

	30/09/2008	31/12/2007
Letters of guarantee	630.925	493.313
Letters of credit	7.258	5.069

20. Related parties transactions

Related parties consist of: a) members of the Board of Directors and management, b) the parent Bank's group (Marfin Popular Bank), as well as, c) other related parties (members of the BoD – management of the Group's subsidiaries, next of keen or financially dependent members

for members of the BoD and management, and companies that trade with the Bank, in cases where total participation of the members of the BoD and management in these companies and of their dependent members does not exceed 20% in total.

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

All of the Bank's transactions are objective and are conducted during the ordinary conditions and terms, and are within the framework of day-to-day operations. The volume of transactions per category is as follows (amounts in thousand Euro):

A) Management and Board of Directors	30 September 2008	31 December 2007
Loans and advances to customers	4.677	3.907
Deposits and similar liabilities to customers	126.673	149.565
Income	1/1 - 30/09/2008	1/1 - 30/09/2007
Interest – Commission	280	63
Expense		
Interest – Commission	5.443	703
Wages	3.347	2.683
Employer contributions	165	190
Other employee benefits	91	71
Share based payments	597	0
Total benefits	4.199	2.944
During the period that ended on 30/09/2008 the members of the Board of Directors and management received bonus of 2.930 thousand Euro.		
B) Related companies (Subsidiaries)	30 September 2008	31 December 2007
Assets		
Loans and advances to banks	458.671	213.740
Loans and advances to customers	661.375	652.063
Other loans and advances	4.830	29.401
Total assets	1.124.876	895.204
Liabilities		
Deposits from banks	129.596	192.831
Deposits from customers	41.386	35.597
Issued bonds and other borrowed funds	80.000	279.941
Other liabilities	4.205	4.924
Total liabilities	255.187	513.293
Income	1/1 - 30/09/2008	1/1 - 30/09/2007
Interest and similar income	36.586	28.234
Commission income	3.249	29.600
Dividend income	5.151	3.720
Other income	323	317
Total income	45.309	61.871
Expense		
Interest and similar expense	13.910	30.311
Commission expense	373	339
Other operating expense	2.464	2.591
Total expense	16.747	33.241

	30 September 2008	31 December 2007
Letters of guarantee and letters of credit	215.205	94.867

C) Group of the parent company (Marfin Popular Bank)	30 September 2008	31 December 2007
<u>Assets</u>		
Loans and advances to banks	291.468	264.227
Other loans and advances	931	0
<u>Total assets</u>	292.399	264.227
<u>Liabilities</u>		
Deposits from customers	9.477	14.609
Deposits from banks	420.657	348.086
Issued bonds and other borrowed funds	200.000	200.000
Other liabilities	310	32
<u>Total liabilities</u>	630.444	562.727

	1/1 - 30/09/2008	1/1 - 30/09/2007
<u>Income</u>		
Interest and similar income	5.515	5.578
Commission income	685	2.268
Other income	0	64
<u>Total income</u>	6.200	7.910
<u>Expense</u>		
Interest and similar expense	24.512	9.577
Commission expense	0	288
Other operating expense	1.448	0
<u>Total expense</u>	25.960	9.865

D) Other related parties	30 September 2008	31 December 2007
<u>Assets</u>		
Loans and advances to banks	35.407	37.500
Other loans and advances	56	245
Property, Plant and Equipment	463	1.100
<u>Total assets</u>	35.926	38.845
<u>Liabilities</u>		
Deposits from customers	16.681	19.359
<u>Total liabilities</u>	16.681	19.359

	1/1 - 30/09/2008	1/1 - 30/09/2007
<u>Income</u>		
Interest and similar income	1.615	1.112
Commission income	42	41
<u>Total income</u>	1.657	1.153
<u>Expense</u>		
Interest and similar expense	561	433
Other expense	158	384
<u>Total expense</u>	719	817

	30 September 2008	31 December 2007
Letters of guarantee and letters of credit	128	2.602

21. Transactions with Marfin Investment Group

(amounts in thousand Euro)

	30 September 2008	31 December 2007
Assets		
Loans and advances to customers	99.379	63.107
Investment portfolio	30.657	0
Other loans and advances	229	0
Total assets	130.265	63.107
Liabilities		
Deposits from customers	1.167.269	460.941
Other liabilities	2.872	0
Total liabilities	1.170.141	460.941
Income	1/1 - 30/09/2008	1/1 - 30/09/2007
Interest and similar income	6.775	692
Commission income	37	13
Other income	126	0
Total income	6.938	705
Expense		
Interest and similar expense	28.534	14.333
Other expense	1.842	0
Total expense	30.376	14.333

	30 September 2008	31 December 2007
Letters of guarantee and letters of credit	0	44.000

During the nine-month period of the current year MIG Real Estate S.A. acquired property, plant and equipment of the Bank for the total amount of 8.420 thousand Euro. The profit from the aforementioned sale has reached the amount of 1.898 thousand Euro.

22. Post balance sheet date events

The Board of directors of the Bank at its meeting on 17/11/2008 decided on the issue of the first part of (ordinary) covered bonds amounting to 1 billion Euro with the term of 2 years as starting from the issue date, provision for extension - 1 year, with EKT interest rate and the annual margin of 1,10%. The Bonds were granted the creditability degree AAA/Aaa by international actuaries Fitch Ratings and Moody's Investors respectively. The first in Greece direct issue of Bond was performed within the frame of the plan of issue of (ordinary) covered bonds amounting up to 3 billion Euro. The insurance portfolio, as provided by the «coverage», in compliance with the definition of Bands stated in par. 3, Article 91 of the Law 3601/2007 is composed of mortgages. Moreover, in order to satisfy potential demands of the Bond Lenders and all the Insured creditors, MARFIN POPULAR BANK PUBLIC CO LTD has agreed to provide to the Bank credit accommodations. The Bonds were listed for trading in Irish Stock

Exchange and, following their issue, were acquired by the Bank itself at issue price, i.e. as against one (1) billion Euro with the aim of re-disposing them to institutional investors, at any time prior to their maturity date. As until the new disposal of the Bonds to institutional investors, the Bonds will be used as insurance for liquidity purposes by European Central Bank through The Bank of Greece.

Athens, 24 November 2008

The Chairman
Of the Board of Directors

The Managing Director

The Chief Financial Officer

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

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

Aggelos N. Sapranidis
I.D. No AA 273117/05
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