



PROTON BANK

Condensed Interim Financial Information

30 September 2008

In accordance with the International Financial Reporting Standards

The attached condensed consolidated interim financial information was approved by the Board of Directors of Proton Bank SA on 27 November, 2008 and is available on the web site of Proton Bank at www.proton.gr

This condensed consolidated interim financial information was translated from the original statutory financial information that has been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial information, the Greek language financial information will prevail over this document.

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CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT

(in thousands of euros)	Note	From 1 st January to 30 th September		Restated From 1 st July to 30 th September	
		2008	2007	2008	2007
Interest and similar income		98.749	80.265	34.909	31.678
Interest expense and similar charges		(66.374)	(47.547)	(22.913)	(19.467)
Net interest income	6	32.375	32.718	11.996	12.211
Fee and commission income		21.606	34.050	4.442	11.472
Fee and commission expense		(7.425)	(4.186)	(4.819)	(641)
Net fee and commission income	7	14.181	29.864	(377)	10.831
Dividend income	8	3.108	3.721	799	417
Net trading income	9	(20.246)	6.754	(8.704)	(784)
Net income from financial instruments designated at fair value	10	4.425	2.082	(2.585)	(369)
Gains less losses from investment securities		(54)	-	-	-
Other operating income	11	354	815	163	248
Operating income		34.143	75.954	1.292	22.554
Personnel expenses	12	(18.678)	(19.206)	(5.367)	(6.105)
Other administrative expenses	13	(16.310)	(16.880)	(5.348)	(5.952)
Depreciation expenses	14	(5.637)	(5.367)	(1.900)	(1.814)
Impairment losses on financial assets and non financial assets	15	(18.362)	(2.059)	(15.299)	(749)
Total operating expenses		(58.987)	(43.512)	(27.914)	(14.620)
Profit/ (loss) before tax		(24.844)	32.442	(26.622)	7.934
Income tax expense	16	(1.514)	(5.054)	(370)	(1.543)
Profit/ (loss) for the period		(26.358)	27.388	(26.992)	6.391
Earnings per share:	17				
Basic (expressed in € per share)		(0,4257)	0,4384	(0,4359)	0,1021

The restated condensed interim income statement for the periods of 1.1.-30.9.2007 and 1.7.-30.9.2007 is due to the fact that the bank merged by absorption its 100% subsidiary «PROTON Finance S.A.» on 29.2.2008, as it is thoroughly quoted in the note of 35.

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

(in thousands of euros)	Note	<u>30.9.2008</u>	<u>31.12.2007</u>
ASSETS			
Cash and balances with the Central Bank	18	60.227	52.554
Loans and advances to banks	19	55.529	205.047
Loans and receivables	20	1.321.422	1.372.538
Derivative financial instruments		28.208	11.529
Financial assets at fair value through profit or loss	21	146.522	173.060
Financial assets designated at fair value		44.524	5.421
Investment securities:			
- Held-to-maturity		6.742	9.717
- Available-for-sale	22	313.201	250.227
Investments in associates	23	38.079	48.261
Intangible assets		99.244	102.661
Property, plant and equipment		27.282	27.809
Non-current assets held for sale	26	369	218
Deferred tax assets	24	12.676	7.073
Other assets	25	44.110	89.020
Total assets		<u>2.198.135</u>	<u>2.355.135</u>
LIABILITIES			
Due to banks	27	354.659	433.933
Due to customers	28	1.442.907	1.470.488
Derivative financial instruments		19.952	14.570
Debt securities in issue		25.219	25.283
Retirement benefit obligations		1.457	1.079
Current income tax liabilities	29	9.015	10.455
Deferred tax liabilities	24	4.251	6.917
Other liabilities	30	7.094	9.341
Total liabilities		<u>1.864.554</u>	<u>1.972.066</u>
EQUITY			
Share capital		281.450	281.450
Share premium		85.478	85.478
Less: Treasury shares		(7.668)	(7.668)
Other reserves	31	(6.438)	3.361
Retained earnings		(19.241)	20.448
Total equity		<u>333.581</u>	<u>383.069</u>
Total equity and liabilities		<u>2.198.135</u>	<u>2.355.135</u>

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information as at 30 September 2008.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	restated							
	Share capital	Treasury shares	Share premium	Attributable to equity holders of the Bank Revaluation reserve	Employ share option plan reserve	Statutory reserve	Retained earnings/ (losses)	Total equity
(in thousands of euros)								
Balance at 1 January 2007	281.450	-	85.478	13.794	-	361	18.751	399.834
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	(3.927)	-	-	-	(3.927)
- Exchange differences on translating foreign operations	-	-	-	-	-	-	101	101
Net income and expense in equity	-	-	-	(3.927)	-	-	101	(3.826)
- Profit for the period	-	-	-	-	-	-	27.387	27.387
Total recognised income and expense 1.1.-30.9.2007	-	-	-	(3.927)	-	-	27.488	23.561
- Capitalization of reserves	-	-	-	-	-	1.135	(1.135)	-
- Dividend relating to 2006	-	-	-	-	-	-	(17.551)	(17.551)
- Purchases/ Sales of treasury shares	-	(6.585)	-	-	-	-	-	(6.585)
- Fair value of employee services received	-	-	-	-	586	-	-	586
Balance at 30 September 2007	281.450	(6.585)	85.478	9.867	586	1.496	27.553	399.845
Changes in equity for 1.9.2007-31.12.2007:								
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	(8.985)	-	-	-	(8.985)
- Other consolidation adjustments	-	(1)	-	-	-	-	1	-
Net income and expense in equity	-	(1)	-	(8.985)	-	-	1	(8.985)
- Profit for the period	-	-	-	-	-	-	(7.106)	(7.106)
Total recognised income and expense 1.9.-31.12.2007	-	(1)	-	(8.985)	-	-	(7.105)	(16.091)
- Purchases/ Sales of treasury shares	-	(1.082)	-	-	-	-	-	(1.082)
- Fair value of employee services received	-	-	-	-	397	-	-	397
Balance at 31 December 2007 as previously reported	281.450	(7.668)	85.478	882	983	1.496	20.448	383.069
Balance at 1 January 2008	281.450	(7.668)	85.478	882	983	1.496	20.448	383.069
Changes in equity 1.1.2008-30.9.2008								
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	(11.266)	-	-	-	(11.266)
Net income and expense in equity	-	-	-	(11.266)	-	-	-	(11.266)
- Profit for the period	-	-	-	-	-	-	(26.358)	(26.358)
Total recognised income and expense 1.1.-30.9.2008	-	-	-	(11.266)	-	-	(26.358)	(37.624)
- Capitalization of reserves	-	-	-	-	-	946	(946)	-
- Dividend relating to 2007	-	-	-	-	-	-	(12.385)	(12.385)
- Fair value of employee services received	-	-	-	-	521	-	-	521
Balance at 30 September 2008	281.450	(7.668)	85.478	(10.384)	1.504	2.442	(19.241)	333.581

The restated condensed interim income statement for the periods of 1.1.-30.9.2007 and 1.7.-30.9.2007 is due to the fact that the bank merged by absorption its 100% subsidiary «PROTON Finance S.A.» on 29.2.2008, as it is thoroughly quoted in the note of 35.

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information as at 30 September 2008.

CONDENSED CONSOLIDATED INTERIM CASH FLOW STATEMENT

(in thousands of euros)	Note	1.1.-30.9.2008	1.1.-30.9.2007
Cash flows from operating activities			
Profit before taxation		(24.844)	32.442
Adjustments for:			
Add: impairment losses on loans, financial and non-financial assets		18.362	2.059
Add: depreciation expense		5.637	5.367
Add: provisions for retirement benefits		378	468
Add: Fair value of employee stock options		521	586
Gains (-)/ losses (+) from revaluation of financial assets at fair value through profit or loss		7.629	6.122
Gains (-)/ losses (+) from investment activities		311	(5.242)
		7.994	41.802
Cash flows from operating activities before changes in operating assets and liabilities			
Changes in operating assets and liabilities:			
Net (increase)/decrease in cash and balances with the Central Bank		(12.135)	8.770
Net (increase)/decrease in loans and advances to banks		(16.154)	-
Net (increase)/decrease in loans and receivables		45.882	(400.366)
Net (increase)/decrease in financial assets at fair value through profit or loss		(53.549)	35.783
Net (increase)/decrease in other assets		42.966	(64.135)
Net increase /(decrease) in deposits from banks		(79.274)	261.837
Net increase /(decrease) in due to customers		(27.581)	383.054
Net increase /(decrease) in other liabilities		3.036	(8.391)
Net cash flow from operating activities before tax payment		(89.154)	(88.815)
Income taxes paid		(9.056)	-
Net cash flow from operating activities		(97.871)	258.354
Cash flow from investing activities			
(Purchase) / sale of property, plant and equipment and intangible assets		(1.693)	1.394
Purchase/proceeds from the sale of held-to-maturity financial assets		3.000	-
Purchase/proceeds from the sale of available-for-sale financial assets		(62.184)	(177.520)
Repurchase / sale of companies		(1.216)	(773)
Cash flows from merge by absorption		-	315
Dividends received from financial assets at fair value through profit or loss		3.108	3.721
Net cash used in investing activities		(58.985)	(172.863)
Cash flows from financing activities			
Proceeds/ (repayment) from debt securities in issue		(914)	25.000
Dividends paid		(12.362)	(17.513)
Purchase/ sales of treasury shares		-	(6.585)
Increase receiving of share capital		-	-
Net cash from financing activities		(13.276)	902
Net increase/(decrease) in cash and cash equivalents		(170.132)	86.393
Cash and cash equivalents at beginning of period		236.450	114.699
Cash and cash equivalents at end of period	31	66.318	201.092

The restated condensed interim income statement for the periods of 1.1.-30.9.2007 and 1.7.-30.9.2007 is due to the fact that the bank merged by absorption its 100% subsidiary «PROTON Finance S.A.» on 29.2.2008, as it is thoroughly quoted in the note of 35.

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information as at 30 September 2008.

1 General information

PROTON BANK SA (the Bank) and its subsidiaries (together, the Group) provide private, retail and corporate banking, investment banking, asset management, insurance and other services. The Bank is established in Greece and has a network of 32 branches. The Group has operations mainly in Greece, Switzerland and Serbia.

The Bank's shares have been listed since December 2005 on the Athens Stock Exchange, and apart from the General Index are included in the FTSE-40 index. The total number of common shares outstanding at 30 September was 61.923.339.

The number of personnel as of 30 September 2008 was 650.

These condensed consolidated interim financial information were approved by the Board of Directors on 27 November 2008.

1.1 Changes in the composition of the Board of Directors

(a) On 29 August 2008 the Extraordinary General Meeting of the Bank, after the resignation of Elias S. Tsotakos, elected Sotiria Massaveta - Theodossi as a new Executive Member Board of Directors.

Thus, the composition of the Bank's BoD was as follows:

1. Angeliki N. Frangou, Chairman, Non-Executive Member
2. Anthony I. Athanassoglou, Vice-Chairman, Executive Member
3. Elias G. Lianos, Managing Director, Executive Member
4. Athanasios J. Papaspiliou, Executive Member
5. Dimitrios G. Saramantis, Executive Member
6. Sotiria Massaveta - Theodossi, Executive Member
7. Loucas N. Valetopoulos, Non-Executive Member
8. George P. Minettas, Non-Executive Member
9. Markos A. Foros, Non-Executive Member
10. Alexandra G. Stavropoulou, Independent Non-Executive Member
11. Panagiotis D. Alexakis, Independent Non-Executive Member

(b) On 30 September 2008 the Extraordinary General Meeting of the Bank, after the resignation of Angeliki N. Frangou, Chairman, Non-Executive Member, Loucas N. Valetopoulos, Non-Executive Member and Markos A. Foros, Non-Executive Member elected, in replacement of the above, Evangelos D. Papaevangelou, Mary D. Markopoulou and Paschalis P. Giouchas as new Board Members.

As a consequence, the composition of the Bank's BoD is as follows:

1. Anthony I. Athanassoglou, Chairman, Executive Member.
2. Elias G. Lianos, Vice-Chairman, Managing Director, Executive Member.
3. Athanasios J. Papaspiliou, Executive Member.
4. Dimitrios G. Saramantis, Executive Member.
5. Sotiria Massaveta - Theodossi, Executive Member.
6. Evangelos D. Papaevangelou, Non-Executive Member.
7. George P. Minettas, Non-Executive Member.
8. Mary D. Markopoulou, Non-Executive Member.
9. Paschalis P. Giouchas, Executive Member.
10. Alexandra G. Stavropoulou, Independent Non-Executive Member.
11. Panagiotis D. Alexakis, Independent Non-Executive Member.

The managing and supervisory duties of the above-mentioned new Board of Directors lasts, according with the article of 9 Statute of the Bank, for three-years, being started from the date of the Bank's Extraordinary General Shareholders' Meeting, on 7 September 2006, and will normally expire with the election of the new Board of Directors under the Bank's Regular General Shareholders' Meeting in 2009, with the restriction that it cannot be extended of more than four (4) years.

2 Basis of preparation of the condensed interim financial information

The condensed interim financial information have been prepared in accordance with the International Accounting Standard IAS 34 "Interim financial Reporting" and should be read in conjunction with the published annual financial statements of the Bank for the year ended 31 December 2007.

These condensed interim financial information were approved by the Board of Directors on 27th November 2007.

The Bank's functional currency is the euro and the amounts in the interim financial information are presented in thousands of euros, unless otherwise stated in the relevant notes. Any differences in the tables are due to roundings.

3 Significant accounting policies

The principal accounting policies, computations, significant policies and estimations which have been adopted in the preparation of these condensed consolidated interim financial information are consistent with those of the annual consolidated financial statements of the Group for the year ended 31 December 2007.

Furthermore, the International Accounting Standard Board issued an amendment to IAS 39 and IFRS 7 "Financial Instruments: Disclosures", which has been adopted by European Union through the regulation 1004/15.10.2008. The amendment permits, under circumstances, the reclassification of certain financial assets to different categories from the ones that they have been classified on the initial recognition. The aforementioned option can be applied from the 1st of July 2008. The Group used the aforementioned reclassification options and the effect on the financial statements is analyzed at note 22.

The adoption from the European Union until 31.12.2008, of standards and amendments, that have been issued or are going to be issued within the year from the IASB, and their application will be mandatory or optional for periods starting from 1.1.2008, might affect also periods covered from the interim financial statements.

Additionally, the regular way of purchase or sale of financial assets are recognised and derecognised using trade date accounting or settlement date accounting.

Contracts that require or allow net settlement of the change in the value of the contract are accounted for as derivatives in the period between the trade date and the settlement date.

The Group's functional currency is the euro and the amounts in the financial information are presented in thousands of euros, unless otherwise stated in the relevant notes. Any differences in the tables are due to roundings.

4 Comparatives

For the preparation of the condensed consolidated interim balance sheet and income statement of the period ended 30 June 2008, comparatives as of 31 December and 30 June 2007 respectively, were used.

5 Segment analysis

5.1 Business segment

The Group has been recognized the following business sectors:

Retail Banking- The sector includes activities in Retail Banking, which is attended to households, mid and small companies, big companies and shipping companies (deposits, remittance, loans and receivables, imports, exports, leasing, bonds, letters of guarantee etc.)

Investment Banking- The sector includes activities in Investment Banking for the Bank and its Subsidiaries (consultant investment banking, sponsorships, financial transactions, mutual funds etc.)

Bancassurance and other financial services- The sector includes activities for the Bank and its Subsidiaries as brokerage and reinsurance receivables as such activities which are not included in any of the above sectors.

About the Discontinued activity see the note 26.

The segment analysis by business sectors as follows:

Business segment analysis for the period ended 30 September 2008

Balanced at 30 September 2008	Retail Banking	Investment Banking	Continuing activity
Interest and similar income	73.201	25.548	98.749
Interest expense and similar charges	(53.904)	(12.470)	(66.374)
Net interest income	19.297	13.078	32.375
Fee and commission income	10.814	10.792	21.606
Fee and commission expense	(6.073)	(1.352)	(7.425)
Net fee and commission income	4.741	9.440	14.181
Dividend income	-	3.108	3.108
Net trading income	-	(20.246)	(20.246)
Net income from financial instruments designated at fair value	-	4.425	4.425
Profit/Loss from investment portfolio securities	-	(54)	(54)
Other operating income	354	-	-
Operating income	24.392	9.751	354

Administrative expenses	(23.319)	(9.233)	(32.552)
Depreciation expenses	(2.857)	(767)	(3.624)
Impairment losses on financial assets and non financial assets	(5.236)	(1.794)	(7.030)
Profit before tax	(7.020)	(2.043)	(9.063)
Share of profit of associates			
Non-allocated expenses			(4.449)
Impairment loss from participation in associate			(11.332)
Income tax expense			(1.514)
Profit after tax			(26.358)
Total Assets per Segment	1.696.299	609.405	2.305.916
Total Liabilities per segment on 30th September 2008	1.764.683	176.298	1.940.981

Balanced at 30 September 2007	Retail Banking	Investment Banking	Continuing activity
Interest and similar income	59.844	20.421	80.265
Interest expense and similar charges	(37.005)	(10.542)	(47.547)
Net interest income	22.839	9.879	32.718
Fee and commission income	4.188	29.862	34.050
Fee and commission expense	105	(4.291)	(4.186)
Net fee and commission income	4.293	25.571	29.864
Net trading income	-	8.836	8.836
Divident income	-	3.721	3.721
Other operating income	-	815	815
Operating income	27.132	48.822	75.954
Administrative expenses	(23.221)	(9.629)	(32.850)
Depreciation expenses	(2.793)	(750)	(3.543)
Impairment losses on financial assets and non financial assets	(1.892)	(50)	(1.942)
Profit before tax	(774)	38.393	37.619
Share of profit of associates			
Non-allocated expenses			(5.177)
Income tax expense			(5.054)
Profit after tax			27.388

6 Net interest income	1.1-30.09.2008	1.1.-30.09.2007
Interest and similar income		
Loans and receivables (from customers)	69.942	61.106
Financial instruments	20.061	10.186
Loans and advances to banks	3.888	6.593
Other interest and similar income	4.858	2.380
Total	98.749	80.265
Interest expense and similar charges		
Due to customers	(49.379)	(40.778)
Deposits from banks	(11.693)	(69)
Contributions (Law N.128)	(3.837)	(3.508)
Debt securities in issue	(615)	(2.906)
Other interest and similar expense	(850)	(286)

Total	(66.374)	(47.547)
Net interest income	32.375	32.718

7 Net fee and commission income **1.1-30.09.2008** **1.1.-30.09.2007**

Fee and commission income

Investment Banking:

Investment activities	3.115	12.412
Securities brokerage	10.375	16.486
Asset management	118	339

Retail Banking:

Loans and receivables	5.457	1.896
Credit cards	1.279	1.558
Letters of guarantee	690	661
Imports-exports	273	365

Fund management:

Foreign currency transactions	217	225
Remittance	82	108

Total	21.606	34.050
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Fee and commission expense

Investment Banking:

Investment activities	(2.991)	(1.871)
Securities brokerage	(3.911)	(1.687)

Retail Banking:

Credit cards	(449)	(512)
Remittance fees/commissions from LGs	(53)	(40)

Fund management:

Fiduciary activities	(21)	(76)
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Total	(7.425)	(4.186)
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Net fee and commission income	14.181	29.864
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Bancassurance revenues of € 2,8 mil., which had been accounted as a result of an earlier agreement with Commercial Value which has been canceled, were accounted for as expenses during the 3rd Quarter

8 Dividend income **1.1-30.09.2008** **1.1.-30.09.2007**

Trading securities	1.728	3.310
Available-for-sale securities	1.380	411
Total	3.108	3.721

9 Net trading income **1.1-30.09.2008** **1.1.-30.6.2007**

Transaction gains less losses	(8.191)	14.998
Foreign exchange translation and transaction (gains less loss)	(1.846)	528
Securities valuation	(16.076)	(4.580)
Impairment of AFS shares		(41)
Derivative financial instruments	5.869	(4.151)
Total	(20.246)	6.754

The Group applied the amendments of IAS 39 and IFRS 7, and at the 3rd trimester of 2008 transferred from "Trade portfolio securities" to "Available for sale securities" of Investment Portfolio, shares indexed in Athens Stock Exchange amounting to 22 million. The effect on the financial statements is analyzed at note 22.

10 Net Income from financial instruments designated at fair value

Valuation of securities

Total
1.1.-30.09.2008

4.425

4.425
1.1.-30.09.2007

2.082

2.082
11 Other operating income

Other

Non-banking activities

Rentals

Total
1.1.-30.09.2008

164

104

86

354
1.1.-30.09.2007

581

131

103

815
12 Personnel expenses

Salaries

Social security costs

Other employee costs

Pension and retirement costs

Share-based payment transactions

Total
1.1.-30.09.2008

(13.967)

(3.097)

(716)

(378)

(520)

(18.678)
1.1.-30.09.2007

(14.833)

(2.805)

(514)

(468)

(586)

(19.206)
13 Other administrative expenses

Subscriptions and other contributions

Operating lease rentals

Other expenses

Third party fees

Contribution to Hellenic Deposit Guarantee Fund

Taxes and duties

Maintenance costs

Telephone – posting expenses

Promotion and advertising expenses

Utilities

Consumables

Insurance costs

Total
1.1.-30.09.2008

(2.836)

(3.253)

(2.508)

(1.837)

(1.096)

(1.151)

(1.452)

(797)

(462)

(299)

(337)

(282)

(16.310)
1.1.-30.09.2007

(3.485)

(2.932)

(2.610)

(2.129)

(1.064)

(1.517)

(821)

(806)

(637)

(352)

(280)

(247)

(16.880)
14 Depreciation and amortization expenses

Amortization of identifiable intangible assets from acquisitions

Property, plant and equipment

Other intangible assets

Total
1.1.-30.09.2008

(3.129)

(1.941)

(567)

(5.637)
1.1.-30.09.2007

(3.129)

(1.733)

(505)

(5.367)
15 Impairment losses on financial and non-financial assets

Loans and receivables

Impairment loss of Proton Insurance

Other financial assets

Total
1.1.-30.09.2008

(5.236)

(11.332)

(1.794)

(18.362)
1.1.-30.09.2007

(1.892)

(167)

(2.059)

16 Income tax expense	1.1.-30.09.2008	1.1.-30.09.2007
Current tax	(1.718)	(3.716)
Deferred tax	796	(661)
Tax provisions	(592)	(677)
Total	(1.514)	(5.054)

The Bank has been reviewed by the tax authorities for the years up to and including 2006. For the un-audited periods a relevant provision has been recognized in accordance with the IFRS's.

The tax rate for Greek legal entities, in accordance with the articles of the Greek tax legislation runs to 25% for the period 2007 and 2008.

Due to the method according to which tax liabilities are settled in Greece, the Group remains contingently liable against any additional taxes or penalties imposed for un-audited periods.

Deferred income tax charged to the income statement 1.1.-30.09.2008

Loans and receivables	48
Fair value adjustment on acquired assets (Omega Bank)	(1.066)
Impairment losses of other assets	473
Derivative financial instruments	890
Impairment of investments held for sale	1.081
Financial instruments	(390)
Property, plant and equipment, and intangibles	555
Leasing	(864)
Financial assets at Net Present Value	(2)
Retirement benefit obligations	96
Financial liabilities	(25)
Total deferred income tax	796

17 Earnings per share

From continuing and discontinued activities (attributable to the share holders of the Bank):	1.1.-30.09.2008	1.1.-30.09.2007	1.7.-30.09.2008	1.7.-30.9.2007
Net profit / (losses)	(26.358)	27.388	(26.992)	6.391
Number of ordinary shares outstanding at the beginning of period	62.683.822	62.683.822	62.683.822	62.683.822
Less: Treasury shares	(760.483)	(652.936)	(760.483)	(652.936)
Number of ordinary shares outstanding at the end of period	61.923.339	62.030.886	61.923.339	62.030.886
Weighted average number of ordinary shares in issue	61.923.339	62.468.290	61.923.339	62.562.745
Basic and diluted earnings per share (expressed in euro per share)	(0,4257)	0,4384	(0,4359)	0,1021

Basic earnings per share is calculated by dividing the net profit attributable to the equity holders of the Bank by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares purchased by the Group and held as treasury shares.

Basic and diluted earnings per share remain the same, since the effect of the dilutive potential ordinary shares is immaterial (effect on third decimal).

18 Cash and balances with the Central Bank	30.09.2008	31.12.2007
Cheques receivable	33.534	34.384
Cash in hand and items in course of collection	8.490	12.344
Included in cash and cash equivalents (note 32)	42.024	46.728
Mandatory reserve deposits with the Central Bank	18.203	6.068
Total	60.227	52.796

19 Loans and advances to banks	30.09.2008	31.12.2007
Placements to other banks (less than 90 days)	0	33.787
Interbank deposits	16.541	155.133
Cheques receivable	<u>7.752</u>	<u>1.053</u>
Included in cash and cash equivalents (note 32)	24.293	189.973
Placements with other banks (over 90 days)	<u>31.236</u>	<u>15.082</u>
Total	55.529	205.055

20 Loans and receivables	30.09.2008	31.12.2007
Individuals:		
Mortgages	44.079	48.341
Consumer/personal	159.285	159.010
Credit cards	<u>36.694</u>	<u>37.232</u>
Total loans and receivables to individuals	240.058	244.583

Corporate entities:

Other entities	203.680	57.847
Commercial /Insurance	215.485	1.309
Credit institutions	25.328	113.773
Transportation	202.046	12.946
Building /construction	124.372	139.832
Manufacture	162.215	310
Services	29.631	259.391
Small industry	15.257	205.918
Agricultural	55.673	45.906
Energy	326	29.752
Mining	<u>1.150</u>	<u>222.279</u>
Total loans and receivables to corporate entities	1.035.163	1.089.263

Finance lease receivables (1)	87.116	69.858
Gross loans and receivables	1.362.337	1.403.704
Less: allowance for impairment	(40.915)	(35.681)
Net loans and receivables	1.321.422	1.368.023

21 Financial assets designated at fair value	30.09.2008	31.12.2007
Corporate Bonds	<u>44.524</u>	<u>5.421</u>
Total	44.524	5.421

The category includes combined financial instruments designated at fair value upon initial recognition that meet the specific requirements of IAS 39.

22 Available-for-sale assets	30.09.2008	31.12.2007
Government Bonds	144.329	129.805
Corporate Bonds	143.943	112.339
Equity securities	22.749	5.991
Other financial assets	<u>2.180</u>	<u>2.092</u>
Total	313.201	250.227

According to the amendments of IAS 39 and I.F.R.S., an amount of 22 mln € representing the market value of equity securities listed in the Athens Stock Exchange as of 30 June 2008, has been transferred by the "Financial assets at fair value through profit or loss" to the "Available-for-Sale Investment Securities" due to the extraordinary conditions prevailing in the financial markets; it is estimated that the market value of these equity securities as of 30 September 2008 does not represent the internal value of the underlying business entities. These equity securities are intended to be held for an indefinite period of time, which

will not be sold in the near future. Losses resulted from the revaluation of these equity securities, from the period from 1 July 2008 up to and including 30 September 2008, amounted to 5,5 mln € which has been booked as a reserve account under the Balance Sheet item "Other Reserves". In addition, losses resulted from the revaluation of these equity securities, from the period from 1 January 2008 up to and including 30 June 2008, amounted to 10,89 mln € are reported in the consolidated income statement under the item "Net trading income". No reason has been raised to treat debt securities and derivatives likewise and adopt the above mentioned amendments; changes in fair values of debt securities and derivatives that are characterized as "Financial assets at fair value through profit or loss" are being directly reported in the income statement.

23 Investment in associates	30.09.2008	31.12.2007
Investments in subsidiaries	36.040	44.835
Investments in associates	2.039	3.426
Total	38.079	48.261

23.1 Investments in subsidiaries

At 30 September 2008

Name	Country	Participation %	Carrying amount
Proton Mutual Funds Management Co SA	Greece	99,91%	27.675
First Global Brokers AD	Serbia	82,49%	-
Omega Brokers SA	Greece	66,00%	1.458
Proton Insurance SA	Greece	92,71%	6.909
Intellectron Systems SA	Greece	55,64%	-
			36.041

At 31 December 2007

Name	Country	Participation %	Carrying amount
Proton Mutual Funds Management Co SA	Greece	99,91%	26.283
First Global Brokers AD	Serbia	82,49%	-
Omega Brokers SA	Greece	66,00%	1.458
Proton Insurance SA	Greece	91,29%	17.040
Omega Kahn Financial Services SA	Switzerland	80,00%	54
Intellectron Systems SA	Greece	55,64%	-
			44.835

a) In the Bank's separate financial information, investments in associates are carried at fair value according to IAS 39, as available for sale financial assets measured at fair value with changes in fair value recognized in equity.

b) On 6 October 2008, the Bank entered into a new contractual agreement with the "ASPIS HOLDINGS PUBLIC COMPANY LIMITED" to transfer 91,29% of the outstanding common shares of the "PROTON SOCIETE ANONYME PROVISION INSURANCE"; "ASPIS HOLDINGS PUBLIC COMPANY LIMITED", with its headquarters in Cyprus, is listed at the Cyprus Stock Exchange. At the same time, the old contractual agreement with the "COMMERCIAL VALUE S.A." to transfer 91,29% of the outstanding common shares, on a price of € 19 mln, of the "PROTON SOCIETE ANONYME PROVISION INSURANCE" was cancelled. The sale contract will be finalized after receiving the relevant authorization, as it is strongly prescribed by the Commerce Law, by the local authorities. The equity investment in Proton Insurance, in the consolidated financial statements, has been reported as a discontinued operation. The loss from the valuation of "PROTON SOCIETE ANONYME PROVISION INSURANCE" in the lower price between the carrying amount and the fair value less the sale costs, amount to € 11.332 th.

c) On February 26th, 2008 the bank sold its stake in the subsidiary Omega Kahn Financial Services S.A. The sale did not have a significant impact on the interim financial information.

23.2 Investments in associates

At 30 September 2008

Name	Country	% Participation*	Carrying value**
Omega Portfolio Investment Co. SA	Greece	29.43%	2.039

At 31 December 2007

Name	Country	% Participation*	Carrying value
Omega Portfolio Investment Co. SA	Greece	29,20%	3.426

*(30.9.2008: indirect 4,55%, direct 24,88%. 31.12.2007: indirect 4,48%, direct 24,72%)

** (continuing activities 2.906 thousands euro, discontinued activities 443 thousands euro)

Investments in associates, in the non-consolidated financial information, are reported in their fair value according to IAS 39 as Available-for-sale financial assets at fair value through equity. Its fair value, as at 30 June 2008, is calculated to 2.896 thousands euro.

Balance at 1 January 2008	48.259
Participation in the increase of share capital (Proton Insurance SA)	1.200
Disposal of subsidiary Omega Kahn Financial Services S.A.	(54)
Gains from changes in fair value of subsidiary	1.392
Losses from changes in fair value of associate	(11.332)
Disposals of interests in associate	(1.402)
Purchases of associate shares	16
Balance at 30 September 2008	38.079

24 Deferred tax assets/liabilities
Deferred tax assets:

	30.09.2008	31.12.2007
Financial assets designated at fair value through profit or loss	2.320	1.430
Financial assets designated at fair value through equity	8.033	3.359
Financial assets	7	9
Financial liabilities	166	192
Finance leases	-	567
Derivative Financial Instruments	1.081	-
Commission from loans and advances	216	168
Provisions for impairment losses	-	1.063
Retirement benefit obligations	364	269
Other assets	489	16
Total	12.676	7.073

Deferred tax liabilities:

Intangible assets	(2.798)	(3.581)
Property, plant and equipment	(764)	(537)
Financial assets designated at fair value through equity	(390)	(2.799)
Financial Leases	(297)	-
Provisions for impairment losses	(2)	-
Total	(4.251)	(6.917)
Net deferred tax asset	8.425	156

The movement in the deferred taxes during the period had as follows:

Balance at 1 January 2008	156
Deferred tax assets / (liabilities) from:	
Loans and receivables	48
Provisions for bad debts	(1.065)
Provisions for other assets	473
Derivative financial instruments	1.081
Impairment of investments held for sale	(390)
Financial instruments	8.363
Intangible assets	555
Leasing	(864)
Financial assets	(2)
Retirement benefit obligations	95
Financial liabilities	(25)
Balance at 30 June 2008	8.425

25 Other assets	30.09.2008	31.12.2007
Receivables from transactions for third parties	667	15.209
Receivables from foreign stock exchange	11.126	4.608
Bond subscriptions	0	30.411
Other debtors	7.426	15.936
Contributions to Co-Guarantee Fund and Supplementary Fund	10.090	12.288
Greek state, prepaid taxes	14.933	8.653
Bad debts, other than loans and receivables	4.200	4.204
Credit card receivables	1.589	1.751
Guarantees	658	613
Other debtor accounts	50	51
Advances to third parties	45	70
Short term receivables from affiliations other than loans	112	123
Advances to employees	26	21
Total	50.922	93.938
Less: allowances for impairment	(6.812)	(4.918)
Total	44.110	89.020

26 Deposits from banks	30.09.2008	31.12.2007
Repurchase agreements (Repos)	307.462	12.506
Deposits from other banks	13.697	392.372
Current accounts	13.619	191
Time deposits	19.880	28.864
Total	354.658	433.933

27 Due to customers	30.09.2008	31.12.2007
Individuals:		
Time deposits	807.650	794.343
Under caution	3.967	1.739
Savings accounts	58.455	57.700
Current accounts	<u>22.256</u>	<u>18.175</u>
	892.328	871.957
Corporate entities:		
Current accounts	79.188	76.094
Time deposits:		
- Corporate entities	233.842	359.033
- Other time deposits	28.689	55.694
- Public organizations	24.974	5.838
Sale and repurchase agreement (repos)	<u>0</u>	<u>986</u>
	366.693	497.645
Margin accounts	117.285	40.800
Pledged deposits	51.280	59.902
Blocked deposits	<u>15.321</u>	<u>184</u>
Total	1.442.907	1.470.488
28 Current income tax liabilities	30.09.2008	31.12.2007
Income tax expense	7.597	9.629
Tax provision in tax reviews	<u>1.418</u>	<u>826</u>
Total	9.015	10.455
29 Other liabilities	30.09.2008	31.12.2007
Taxes and duties payable:		
Taxes and duties relating to prior years from tax reviews	-	541
Taxes from interest on deposits	633	439
Taxes and duties from salaries	286	519
Other taxes and duties payable	71	171
Payables to social security funds	428	852
Other liabilities:		
Due from settlement of brokerage transactions	-	266
Suppliers and other liabilities	4.398	6.232
Salaries payable	1.165	226
Dividends payable	<u>113</u>	<u>95</u>
Total	7.094	9.341

30 Other reserves

	30.09.2008	31.12.2007
Available-for-sale reserve:		
Balance at beginning of period	882	13.794
Gains from change in fair value	(11.267)	(12.912)
Total available-for-sale reserve	(10.385)	882
Statutory reserves:		
Balance at beginning of period	1.496	361
Movements	946	1.135
Total statutory reserves	2.442	1.496
Stock option reserves :		
Balance at beginning of period	983	-
Stock option reserve	522	983
Total stock option reserves	1.505	983
Total reserves	(6.437)	3.361

31 Cash and cash equivalents

	30.09.2008	31.12.2007
Loans and advances to banks (note 19)	24.293	189.965
Cash (note 18)	42.024	46.485
Total	66.317	236.450

32 Contingent liabilities and commitments

32.1 Legal proceedings

There are some receivables and legal actions against the Group in the ordinary course of business. Taking into account legal advice, no provision in relation to these claims has been recognized, as, the final court decisions are not expected to have a material impact on the financial information of the Group.

32.2 Letters of guarantee/irrevocable letters of credit

The off balance sheet items which represent the Group's commitment to extend credit to its customers are analyzed as follows:

	30.09.2008	31.12.2007
Letters of guarantee	113.158	110.878
Irrevocable letters of credit	1.610	2.480
Total	114.768	113.358

32.3 Pledged assets

Greek Government bonds with a nominal value of 10.500 thousands of euros, have been pledged by HELEX.

Greek Government debt securities with a nominal value of 147.630 thousands of euros and corporate bonds with a nominal value 123.000 thousands of euros. have been pledged by Bank of Greece.

33 Related party transactions

Related parties include: a) Members of the Board of Directors, b) close members of the family and financial dependant of the above c) Associated companies of the Bank.

The balances and transactions of the Bank with its related parties are as follow:

I. Associated companies	30.09.2008	31.12.2007
Assets		
Allowances	4.740	4.511
Other receivables	109	120
Total	4.849	4.631
Liabilities		
Deposits	23.074	20.203
Total	23.074	20.203
Income	1.1-30.09.2008	1.1.-30.6.2007
Interest and similar income	204	329
Other income	220	280
Total	423	609
Expenses	1.1-30.09.2008	1.1.-30.6.2007
Interest and similar expenses	596	399
Other expences	17	843
Total	613	1.242
Letter of quaranties	936	936
II. Associated companies	30.09.2008	31.12.2007
Assets		
Other receivables	12	-
Liabilities		
Deposits	6.176	5.188
Other liabilities		18
Total	6.176	5.206
Income	1.1-30.09.2008	1.1.-30.9.2007
Interest and similar income	41	54
Expenses	1.1-30.09.2008	1.1.-30.9.2007

Interest and similar income	143	141
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III. Directors and key management personnel

	30.09.2008	31.12.2007
Loans and receivables	23.818	22.467
Other receivables	3	-
Letters of guarantee	247	17.843
Deposits	79.422	67.775

	1.1-31.09.2008	1.1-30.09.2007
Salaries and other remuneration	2.756	2.537
Interest and similar income	1.124	1.613
Share options	2.083	4.741
Interest expense and similar charges	812	359
Other operating expenses	69	63

34 Dividend per share

The final dividends does not account unless these dividends approved from the annual Regular General Shareholders' Meeting.

The Board of Directors, during its meeting on 23 May 2008, decided to propose to the annual Regular General Shareholders' Meeting of the Bank dividends totaled to 12.385 thousands euros. The dividend was paid on 4 June 2008 and was accounted in the equity from the 1st of April until 30th of September 2008 as in retained earnings.

35 Business acquisition
35.1 Absorption of Proton Finance S.A.

On 27 September 2007, the Board of Directors decided the commencement of merger procedures by absorption of its 100% subsidiary company under the corporate name «PROTON SOCIETE ANONYME PROVISION OF FINANCIAL ADVICE, TECHNOLOGY AND INFORMATION SYSTEMS».

The balance sheet transformation date was settled on 30 September 2007, while the share capital of the Bank has remained unchanged.

In addition, the Bank is not required to issue new ordinary shares, since the claim for issuance new shares will be amortized in accordance with the provisions of the article 78 of the L. 2190/1920.

The IFRS 3-Business Combinations does not apply here, since the Bank, in the balance sheet transformation date, held 100% of the outstanding common shares of its subsidiary. Thus, in preparing the financial information, resulting from the merger, like items of assets, liabilities, equity, income and expenses were added together.

For reasons of comparability for this and the previous period, if the merger was finalized on 30 June 2007, the items of the net operating income and profits after taxes should be as follows:

INTERIM INCOME STATEMENT 1.1-30.09.2007

(in thousands of euros)	Proton Bank	Proton Finance	Total before elimination entries	Elimination entries	Proforma income statement 1.1-30.09.2007
Interest and similar income	80.502	-	80.502	(236)	80.266
Interest expense and similar charges	(47.547)	(236)	(47.783)	236	(47.547)
Net interest income	32.955	(236)	32.719	-	32.719
Fee and commission income	34.050	-	34.050	-	34.050
Fee and commission expense	(4.186)	-	(4.186)	-	(4.186)
Net fee and commission income	29.864	-	29.864	-	29.864
Dividend income	3.720	-	3.720	-	3.720
Net trading income	6.754	-	6.754	-	6.754
Net income from financial instruments designated at fair value	2.082	-	2.082	-	2.082
Other operating income	809	434	1.243	(430)	813

Operating income	76.184	198	76.382	(430)	75.952
Personnel expenses	(19.067)	(139)	(19.206)	-	(19.206)
Other administrative expenses	(16.979)	(331)	(17.310)	431	(16.879)
Depreciation expenses	(5.509)	(35)	(5.544)	177	(5.367)
Impairment losses on financial assets and non financial assets	(1.942)	(116)	(2.058)	-	(2.058)
Total operating expenses	(43.497)	(621)	(44.118)	608	(43.510)
Profit before tax	32.687	(423)	32.264	178	32.442
Income tax expense	(5.320)	-	(5.320)	266	(5.054)
Profit after tax	27.367	(423)	26.944	444	27.388

INTERIM INCOME STATEMENT 1.4-30.09.2007

(in thousands of euros)	Proton Bank	Proton Finance	Total before elimination entries	Elimination entries	Proforma income statement 1.4-30.06.2007
Interest and similar income	31.759	-	31.759	(81)	31.678
Interest expense and similar charges	(19.466)	(81)	(19.547)	81	(19.466)
Net interest income	12.293	(81)	12.212	-	12.212
Fee and commission income	11.472	-	11.472	-	11.472
Fee and commission expense	(641)	-	(641)	-	(641)
Net fee and commission income	10.831	-	10.831	-	10.831
Dividend income	416	-	416	-	416
Net trading income	(784)	-	(784)	-	(784)
Net income from financial instruments designated at fair value	495	-	495	-	495
Other operating income	350	154	504	(152)	352
Operating income	22.633	72	22.705	(151)	22.554
Personnel expenses	(6.081)	(25)	(6.106)	-	(6.106)
Other administrative expenses	(5.956)	(146)	(6.102)	151	(5.951)
Depreciation expenses	(1.861)	(12)	(1.873)	59	(1.814)
Impairment losses on financial assets and non financial assets	(632)	(116)	(748)	-	(748)
Total operating expenses	(14.530)	(299)	(14.829)	210	(14.619)
Profit before tax	8.103	(227)	7.876	59	7.935
Income tax expense	(1.830)	-	(1.830)	286	(1.544)
Profit after tax	6.273	(227)	6.046	345	6.391

36 Post balance sheet events

On November 5th 2008 the management of the Bank and shareholders who represent the 31,3147% of the share capital, signed with the management of Bank of Piraeus the sale agreement of 19.629.247 shares.

Beside the aforesaid, there were no significant events subsequent to the interim balance sheet date which are required to be mentioned.

Athens, 27 November 2008

The Vice Chairman of the BoD

The Managing Director of the BoD

Anthony I.Athanassoglou

Athanassios I.Papaspiliou

The Financial Managers

Georgios S.Nikiforakis

Polychronis V.Karachalios