

# **PROTON**BANK

**PROTON BANK S.A.**

**Interim Condensed Financial Information**

**31 March 2008**

**In accordance with the International Financial Reporting Standards**

The attached interim condensed financial information was approved by the Board of Directors of Proton Bank SA on May 21<sup>st</sup>, 2008 and is available on the web site of Proton Bank at [www.proton.gr](http://www.proton.gr)

This financial information has been translated from the original interim 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.

## Index to the condensed interim financial information

CONDENSED INTERIM INCOME STATEMENT .....	3
CONDENSED INTERIM BALANCE SHEET .....	4
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY .....	5
1 General information .....	7
2 Basis of preparation of the condensed interim financial information .....	7
3 Significant accounting policies .....	7
4 Comparatives .....	7
5 Segment analysis .....	7
6 Net interest income .....	8
7 Net fee and commission income .....	8
8 Dividend income .....	9
9 Net trading income .....	9
10 Net income from financial instruments designated at fair value: .....	9
11 Other operating income .....	9
12 Personnel expenses .....	9
13 Other administrative expenses .....	9
14 Depreciation expenses .....	10
15 Impairment losses on financial and non-financial assets .....	10
16 Income tax expense .....	10
17 Earnings per share .....	10
18 Cash and balances with the Central Bank .....	11
19 Loans and advances to banks .....	11
20 Loans and receivables .....	11
21 Financial assets at fair value through profit or loss .....	12
22 Investment in subsidiaries and associates .....	12
22.2 Investment in associates .....	12
23 Deferred tax assets/ liabilities .....	13
24 Other assets .....	13
25 Due to banks .....	14
26 Due to customers .....	14
27 Current income tax liabilities .....	14
28 Other liabilities .....	14
29 Other reserves .....	15
30 Cash and cash equivalents .....	15
31 Contingent liabilities and commitments .....	15
31.1 Legal proceedings .....	15
31.2 Letters of guarantee /Irrevocable letters of credit .....	15
31.3 Pledged assets .....	15
31.4 Capital commitments .....	15
32 Related party transactions .....	15
33 Business aquisition .....	17
33.1 Absorption of Proton Finance S.A. ....	17
34 Events after the balance sheet date .....	17

**CONDENSED INTERIM INCOME STATEMENT**
**INCOME STATEMENT**

(Restated)

(in thousands of euros)

	Note	1.1-31.3.2008	1.1-31.3.2007
Interest and similar income		31.934	21.937
Interest expense and similar charges		<u>(22.037)</u>	<u>(11.923)</u>
<b>Net interest income</b>	6	<b>9.897</b>	<b>10.014</b>
Fee and commission income		10.447	6.712
Fee and commission expense		<u>(815)</u>	<u>(936)</u>
<b>Net fee and commission income</b>	7	<b>9.632</b>	<b>5.776</b>
<b>Dividend income</b>	8	<b>3</b>	<b>3</b>
<b>Net trading income</b>	9	<b>(6.037)</b>	<b>8.807</b>
<b>Net income from financial instruments designated at fair value</b>	10	<b>7.425</b>	<b>1.956</b>
<b>Other operating income</b>	11	<u><b>102</b></u>	<u><b>213</b></u>
<b>Operating income</b>		<b>21.022</b>	<b>26.769</b>
Personnel expenses	12	(6.192)	(6.451)
Other administrative expenses	13	(5.109)	(5.053)
Depreciation expenses	14	(1.862)	(1.762)
Impairment losses on financial and non-financial assets	15	<u>(52)</u>	<u>(1.023)</u>
<b>Total operating expenses</b>		<b>(13.215)</b>	<b>(14.289)</b>
<b>Profit before tax</b>		<b>7.807</b>	<b>12.480</b>
Income tax expense	16	<u>(2.119)</u>	<u>(1.710)</u>
<b>Profit for the period</b>		<u><b>5.688</b></u>	<u><b>10.770</b></u>
<b>Earnings per share</b>			
- Basic and diluted (expressed in € per share)	17	<u><b>0,09</b></u>	<u><b>0,17</b></u>

The restated condensed interim income statement 1.1-31.3.2007 is due to the completion of the merger by absorption with the Bank's 100% subsidiary "PROTON Finance S.A." on 29.2.2008.

The notes on pages 7 to 17 are an integral part of the interim condensed financial information.

**CONDENSED INTERIM BALANCE SHEET**

<b>(in thousands of euros)</b>	<b>Note</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
<b>ASSETS</b>			
Cash and balances with the Central Bank	18	51.289	52.554
Loans and advances to banks	19	168.729	205.047
Loans and receivables	20	1.351.187	1.372.538
Derivative financial instruments		10.485	11.529
Financial assets at fair value through profit or loss		162.487	173.060
Financial assets designated at fair value	21	78.325	5.421
Investment securities:			
- Held-to-maturity		9.823	9.717
- Available-for-sale		243.341	250.227
Investments in subsidiaries and associates	22	50.601	48.261
Intangible assets		101.438	102.661
Property, plant and equipment		27.523	27.809
Non-current assets held for sale		303	218
Deferred tax assets	23	8.567	7.073
Other assets	24	44.462	89.020
<b>Total assets</b>		<b>2.308.560</b>	<b>2.355.135</b>
<b>LIABILITIES</b>			
Due to banks	25	419.779	433.933
Due to customers	26	1.436.468	1.470.488
Derivative financial instruments		10.279	14.570
Debt securities in issue		25.250	25.283
Retirement benefit obligations		1.205	1.079
Current income tax liabilities	27	11.934	10.455
Deferred tax liabilities	23	6.940	6.917
Other liabilities	28	12.968	9.341
<b>Total liabilities</b>		<b>1.924.823</b>	<b>1.972.066</b>
<b>EQUITY</b>			
<b>Ordinary shareholders' equity</b>			
Share capital		281.450	281.450
Share premium		85.478	85.478
Less: Treasury shares		(7.668)	(7.668)
Other reserves	29	(1.657)	3.361
Retained earnings		26.134	20.448
<b>Total equity</b>		<b>383.737</b>	<b>383.069</b>
<b>Total equity and liabilities</b>		<b>2.308.560</b>	<b>2.355.135</b>

The notes on pages 7 to 17 are an integral part of the interim condensed financial information.

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**

	(Restated)							
	Share Capital	Treasury shares	Share premium	Revaluation reserve	Tax free reserves	Statutory reserve	Retained earnings/ (losses)	Total equity
<b>(in thousands of euros)</b>								
<b>Balance at 1 January 2007</b>	<b>281.450</b>		<b>85.478</b>	<b>13.794</b>	-	<b>361</b>	<b>18.752</b>	<b>399.835</b>
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	560	-	-	-	560
- Net change in equity due to merger with Proton Finance	-	-	-	-	-	-	101	101
- Profit for the period	-	-	-	-	-	-	10.771	10.771
<b>Balance at 31 March 2007</b>	<b>281.450</b>		<b>85.478</b>	<b>14.354</b>	-	<b>361</b>	<b>29.625</b>	<b>411.266</b>
<b>Changes in equity for 1.4.2007-31.12.2007:</b>								
- Fair value of employee services	-	-	-	-	983	-	-	983
- Capitalization of reserves	-	-	-	-	-	1.135	(1.135)	-
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	(13.473)	-	-	-	(13.473)
- Net (purchases) /sales of treasury shares	-	(7.668)	-	-	-	-	-	(7.668)
- Dividends paid in 2006	-	-	-	-	-	-	(17.551)	(17.551)
- Net change in equity due to merger	-	-	-	-	-	-	1	1
- Profit for the period	-	-	-	-	-	-	9.511	9.511
<b>Balance at 31 December 2007</b>	<b>281.450</b>	<b>(7.668)</b>	<b>85.478</b>	<b>882</b>	<b>983</b>	<b>1.496</b>	<b>20.449</b>	<b>383.069</b>
<b>Balance at 1 January 2008</b>	<b>281.450</b>	<b>(7.668)</b>	<b>85.478</b>	<b>882</b>	<b>983</b>	<b>1.496</b>	<b>20.449</b>	<b>383.069</b>
- Fair value of employee services	-	-	-	-	248	-	-	248
- Net revaluation gains /(losses) on available-for-sale assets	-	-	-	(5.267)	-	-	-	(5.267)
- Profit for the period	-	-	-	-	-	-	5.687	5.687
<b>Balance at 31 March 2008</b>	<b>281.450</b>	<b>(7.668)</b>	<b>85.478</b>	<b>(4.385)</b>	<b>1.232</b>	<b>1.496</b>	<b>26.134</b>	<b>383.737</b>

The restated condensed interim statement of changes in equity 1.1-31.12.2007 is due to the completion of the merger by absorption with the Bank's 100% subsidiary PROTON Finance S.A. on 29.2.2008.

The notes on pages 7 to 17 are an integral part of the interim condensed financial information.

**CONDENSED INTERIM CASH FLOW STATEMENT**

(in thousands of euros)

	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
<b>Cash flows from operating activities:</b>		
Profit before taxation	<b>7.805</b>	<b>12.481</b>
Adjustments for:		
Add: impairment losses on financial and non-financial assets	52	1.023
Add: depreciation expense	1.862	1.762
Add: provisions for retirement benefits	126	86
Add: Fair value of employee stock options	249	-
Gains (-)/ losses (+) from revaluation of financial assets at fair value through profit or loss	(4.549)	(536)
Gains (-)/ losses (+) from investment activities	(1.628)	-
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>	<b>3.917</b>	<b>14.816</b>
<b>Changes in operating assets and liabilities:</b>		
Net (increase)/decrease in cash and balances with the Central Bank	(11.790)	(756)
Net (increase)/decrease in loans and advances to banks	(417)	-
Net (increase)/decrease in loans and receivables	21.351	(67.616)
Net (increase)/decrease in financial assets at fair value through profit or loss	(61.027)	4.803
Net (increase)/decrease in other assets	44.422	(16.379)
Net increase /(decrease) in due to banks	(14.153)	119.826
Net increase /(decrease) in due to customers	(34.020)	184.357
Net increase /(decrease) in other liabilities	3.631	14.040
<b>Net cash flows from operating activities before tax payment</b>	<b>(48.086)</b>	<b>253.091</b>
Income tax paid	-	(2.061)
<b>Net cash flows from operating activities</b>	<b>(48.086)</b>	<b>251.030</b>
<b>Cash flows from investing activities:</b>		
Purchase/proceeds from the sale of property, plant and equipment	(353)	(684)
Purchase/proceeds from the sale of investments held-to-maturity	-	(59)
Purchase/proceeds from the sale of available-for-sale financial assets	174	(49.985)
Repurchase / sale of companies	(1.203)	(239)
Dividends received	3	-
<b>Net cash flows from investing activities</b>	<b>(1.379)</b>	<b>(50.967)</b>
<b>Cash flows from financing activities:</b>		
Proceeds/ (repayment) from debt securities in issue	(325)	-
<b>Net cash flows from financing activities</b>	<b>(325)</b>	<b>-</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(49.790)</b>	<b>200.063</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>236.450</b>	<b>114.699</b>
<b>Cash and cash equivalents at end of period</b>	<b>186.660</b>	<b>314.763</b>

The restated condensed interim cash flow statement 1.1-31.3.2007 is due to the completion of the merger by absorption with the Bank's 100% subsidiary PROTON Finance S.A. on 29.2.2008.

The notes on pages 7 to 17 are an integral part of the interim condensed financial information

**1 General information**

PROTON BANK SA (hereafter, The Bank) and its subsidiaries (together, the Group , hereafter) provide private and corporate banking, retail banking, investment banking, asset management, insurance and other services. The Bank is established in Greece and has a network of 29 branches. The Group’s commercial business is found mainly in Greece and Serbia.

The Bank’s shares are listed in the Athens Stock Exchange since December 2005 and apart from the General Index they are also included in the FTSE-40 index. The total number of common shares outstanding on December 31<sup>st</sup> 2007 was 61.923.339.

The number of employees as of 31 March 2008 was 572.

**2 Basis of preparation of the condensed interim financial information**

The condensed interim financial information has 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.

This condensed interim financial information was approved by the Board of Directors on 21 May 2007.

**3 Significant accounting policies**

The principal accounting policies adopted in the preparation of the interim condensed financial information are consistent with those of the annual financial statements of the Bank for the year ended 31 December 2007.

Additionally, standard 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 Bank’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 rounding.

**4 Comparatives**

For the preparation of the condensed interim balance sheet and the income statement of the period ended 31 March 2008, comparatives as of 31 December and 31 March 2007 respectively were used. As explained in note 31, the Bank absorbed Proton Finance SA on 29 February 2008. Thus, the items in the condensed interim income statement and cash flow statement of the period ended 31 March 2007 are restated in order to be comparable with the respective items of the period ended 31 March 2008.

**5 Segment analysis**

<b>Business segment for the period ended 31.3.2008</b>	<b>Investment Banking</b>	<b>Retail Banking</b>	<b>Total</b>
<b>Revenues</b>	8.992	34.882	43.874
Net income	8.108	12.914	21.022
<b>Segment results</b>	<b>5.169</b>	<b>4.059</b>	<b>9.228</b>
Unallocated expenses			(1.421)
Income tax expense			(2.119)
Profit for the period			5.688

<b>Business segment for the period ended 31.3.2008</b>	<b>Investment Banking</b>	<b>Retail Banking</b>	<b>Total</b>
<b>Revenues</b>	22.866	19.762	42.628
Net income	19.080	7.689	26.769
<b>Segment results</b>	<b>9.624</b>	<b>2.856</b>	<b>12.480</b>
Income tax expense			<u>(1.710)</u>
Profit for the period			10.770
<b>6 Net interest income</b>	<b>1.1.-31.3.2008</b>	<b>1.1.-31.3.2007</b>	
<b>Interest and similar income</b>			
Loans and receivables	23.295	17.680	
Financial instruments	5.837	2.308	
Loans and advances to banks	1.865	1.579	
Other interest and similar income	937	370	
<b>Total</b>	<b>31.934</b>	<b>21.937</b>	
<b>Interest expense and similar charges</b>			
Due to customers	(16.475)	(10.272)	
Deposits from banks	(3.700)	(23)	
Contributions (Law N.128)	(1.349)	(1.084)	
Other interest and similar expense	(222)	(544)	
Debt securities in issue	(291)	-	
<b>Total</b>	<b>(22.037)</b>	<b>(11.923)</b>	
<b>Net interest income</b>	<b>9.897</b>	<b>10.014</b>	
<b>7 Net fee and commission income</b>	<b>1.1.-31.3.2008</b>	<b>1.1.-31.3.2007</b>	
<b>Fee and commission income</b>			
<b>Investment Banking:</b>			
Investment activities	2.950	132	
Securities brokerage	4.541	5.061	
Asset management	42	32	
<b>Retail Banking:</b>			
Loans and receivables	2.052	472	
Credit cards	439	567	
Letters of guarantee	238	232	
Imports-exports	101	111	
<b>Fund management:</b>			
Foreign currency transactions	63	68	
Remittance	21	37	
<b>Total</b>	<b>10.447</b>	<b>6.712</b>	
<b>Fee and commission expense</b>			
<b>Investment Banking:</b>			
Investment activities	(11)	(69)	
Securities brokerage	(640)	(633)	
<b>Retail Banking:</b>			
Credit cards	(145)	(206)	
Remittance fees/commissions from LGs	(14)	(3)	
<b>Fund management:</b>			
Fiduciary activities	(5)	(25)	
<b>Total</b>	<b>(815)</b>	<b>(936)</b>	
<b>Net fee and commission income</b>	<b>9.632</b>	<b>5.776</b>	

<b>8 Dividend income</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Trading securities	3	3
<b>Total</b>	<b>3</b>	<b>3</b>

<b>9 Net trading income</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Transaction gains less losses	(3.107)	10.228
Stock sales	(54)	-
Foreign exchange translation and transaction (gains less loss)	(38)	91
Securities valuation	(7.979)	(1.880)
Derivative financial instruments	5.141	368
<b>Total</b>	<b>(6.037)</b>	<b>8.807</b>

<b>10 Net income from financial instruments designated at fair value:</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Valuation of securities	7.425	1.956
<b>Total</b>	<b>7.425</b>	<b>1.956</b>

<b>11 Other operating income</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Other income	39	135
Rentals	32	45
Non-banking activities	31	33
<b>Total</b>	<b>102</b>	<b>213</b>

<b>12 Personnel expenses</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Salaries	(4.641)	(5.267)
Social security costs	(989)	(1.018)
Other employee costs	(187)	(96)
Pension and retirement costs	(126)	(70)
Share-based payment transactions	(249)	-
<b>Total</b>	<b>(6.192)</b>	<b>(6.451)</b>

<b>13 Other administrative expenses</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Subscriptions and other contributions	(923)	(1.121)
Operating lease rentals	(1.067)	(943)
Other expenses	(941)	(893)
Third party fees	(459)	(497)
Contribution to Hellenic Deposit Guarantee Fund	(362)	(399)
Taxes and duties	(321)	(343)
Maintenance costs	(465)	(196)
Telephone – posting expenses	(244)	(234)
Promotion and advertising expenses	(108)	(126)
Consumables	(85)	(134)
Utilities	(63)	(91)
Insurance costs	(71)	(76)
<b>Total</b>	<b>(5.109)</b>	<b>(5.053)</b>

<b>14 Depreciation expenses</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Identifiable intangible assets acquired from business combinations	(1.043)	(1.044)
Property, plant and equipment	(636)	(553)
Other intangible assets	(183)	(165)
<b>Total</b>	<b>(1.862)</b>	<b>(1.762)</b>

<b>15 Impairment losses on financial and non-financial assets</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Loans and receivables	-	(1.000)
Other financial assets	(52)	(23)
<b>Total</b>	<b>(52)</b>	<b>(1.023)</b>

<b>16 Income tax expense</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Current tax	(1.291)	(1.097)
Deferred tax	(643)	(172)
Tax provisions	(185)	(441)
<b>Total</b>	<b>(2.119)</b>	<b>(1.710)</b>

The Bank has been audited by the Local 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.

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

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

<b>Deferred income tax assets and liabilities are attributable to the following items:</b>	<b>1.1.-31.3.2008</b>
Allowance for impairment, net of revaluation	(810)
Impairment losses of other assets	13
Non-Derivative financial instruments	100
Property, plant and equipment, and intangibles	(23)
Leasing	55
Financial assets at Net Present Value	(1)
Retirement benefit obligations	32
Financial liabilities	(9)
<b>Total deferred income tax assets and liabilities</b>	<b>(490)</b>

<b>17 Earnings per share</b>	<b>1.1.-31.3.2008</b>	<b>1.1-31.3.2007</b>
Profit attributable to the equity holders	<b>5.687</b>	<b>10.771</b>
Number of ordinary shares outstanding at the end of period	62.683.822	62.683.822
Less: Treasury shares	(760.483)	-
Number of ordinary shares outstanding at the end of period	61.923.339	62.683.822
Weighted average number of ordinary shares in issue at the end of period	61.923.339	62.683.822
<b>Basic and diluted earnings per share</b> (expressed in euro per share)	<b>0,09</b>	<b>0,17</b>

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 Bank and held as treasury shares.

Basic and diluted earnings per share remain the same since the Bank does not hold any dilutive potential ordinary shares.

<b>18 Cash and balances with the Central Bank</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Cheques receivable	21.891	34.142
Cash in hand and items in course of collection	11.539	12.344
<b>Included in cash and cash equivalents (note 41)</b>	<b>33.430</b>	<b>46.486</b>
Mandatory reserve deposits with the Central Bank	17.859	6.068
<b>Total cash and cash equivalents</b>	<b>51.289</b>	<b>52.554</b>

<b>19 Loans and advances to banks</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Interbank deposits	125.682	155.133
Placements with other banks (up to 90 days)	27.166	33.779
Cheques receivable	382	1.053
<b>Included in cash and cash equivalents (note 41)</b>	<b>153.230</b>	<b>189.965</b>
Placements with other banks (over 90 days)	15.499	15.082
<b>Total</b>	<b>168.729</b>	<b>205.047</b>

<b>20 Loans and receivables</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
<b>Individuals:</b>		
Mortgages	48.549	48.341
Consumer/personal	155.201	159.010
Credit cards	36.865	37.232
<b>Total loans and receivables to individuals</b>	<b>240.615</b>	<b>244.583</b>

<b>Corporate entities:</b>		
Other entities	221.383	222.280
Commercial-insurance	244.580	263.905
Credit institutions	46.298	45.906
Transportation-Telecommunication	215.765	205.918
Building-construction	120.871	139.832
Manufacture	125.637	113.773
Services	23.254	29.752
Small industry	13.042	12.946
Agricultural	60.927	57.847
Energy	310	310
Mining	1.303	1.309
<b>Total loans and receivables to corporate entities</b>	<b>1.073.370</b>	<b>1.093.778</b>

<b>Finance lease receivables (1)</b>	<b>72.883</b>	<b>69.858</b>
<b>Gross loans and receivables</b>	<b>1.386.868</b>	<b>1.408.219</b>

<b>Total allowances at 31.12. 2007</b>	<b>(35.681)</b>	<b>(35.681)</b>
<b>Net loans and receivables</b>	<b>1.351.187</b>	<b>1.372.538</b>

<b>(1) Finance lease receivables</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Gross investment in the lease	107.441	98.710
Less: unearned finance income	(34.558)	(28.852)
<b>Net investment in lease</b>	<b>72.883</b>	<b>69.858</b>

**Present value of minimum lease payments receivable at 31 March 2008 :**

No later than 1 year	12.426	11.286
Later than 1 year and no later than 5 years	45.576	43.733
Later than 5 years	14.881	14.839
<b>Total</b>	<b>72.883</b>	<b>69.858</b>

<b>21 Financial assets at fair value through profit or loss</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Corporate bonds	78.325	5.421
<b>Total</b>	<b>78.325</b>	<b>5.421</b>

The here above figure refers to structured products which are revalued at their fair value and conform to the IAS 39.

<b>22 Investment in subsidiaries and associates</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Investments in subsidiaries	47.372	44.835
Investments in associates	3.229	3.426
<b>Total</b>	<b>50.601</b>	<b>48.261</b>

a) In the non-consolidated financial information, investments in subsidiaries and 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 directly recognized in equity.

b) On 28 December 2007, the Bank entered into a contractual agreement with COMMERCIAL VALUE INSURANCE S.A. to transfer 91,29% of the shares of PROTON INSURANCE S.A. The final purchase price, according to the March 3<sup>rd</sup>, 2008 revised agreement, was agreed to the amount of 19 million euros. The sale will be finalized after approval of the regulatory authorities. The valuation of PROTON INSURANCE S.A. at the lowest price between book and fair value, less the cost of sale, does not result in loss. The Bank and COMMERCIAL VALUE INSURANCE have signed a long term exclusive agreement in bancassurance for the distribution of Commercial Value S.A. insurance products through the branch network of the Bank.

c) The Bank, during the period, sold its participation in subsidiary Omega Kahn Financial Services S.A. The effect of this sale on results and equity amounts to 51 thousand and does not have a significant effect on the interim financial information.

**22.2 Investment in associates**

**At 31 March 2008**

Name	Country	% Participation *	Carrying amount
Omega Portfolio Investment Co. SA	Greece	29,21%	<b>3.228</b>

**At 31 December 2007**

Name	Country	% Participation *	Carrying amount
Omega Portfolio Investment Co. SA	Greece	29,20%	<b>3.424</b>

\*(31.3.2008: indirect 4,48%, direct 24,73%. 31.12.2007: indirect 4,48%, direct 24,72%)

The subsidiary Omega Portfolio Investment Co. SA, is listed in the Athens Stock Exchange and has therefore been reported in its fair value as at 30 March 2008.

During the period the following changes took place in the Bank's portfolio investments in subsidiaries and associates:

<b>Balance at 1 January 2007</b>	<b>48.259</b>
Participation in the increase of share capital (Proton Insurance SA)	1.200
Disposal of subsidiary Omega Kahn	(53)
Gains from changes in fair value of subsidiary	1.391
Gains from changes in fair value of associate	(200)
Disposals of interests in associate	3
<b>Balance at 31 March 2008</b>	<b>50.600</b>

<b>23 Deferred tax assets/ liabilities</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Financial assets designated at fair value through profit or loss	1.530	1.430
Financial assets designated at fair value through equity	5.474	3.359
Financial assets	8	9
Financial liabilities	182	192
Finance leases	623	567
Commission from loans and advances	168	168
Provisions for bad debts	253	1.063
Retirement benefit obligations	300	269
Other assets	29	16
<b>Total</b>	<b>8.567</b>	<b>7.073</b>
<b>Deferred tax liabilities:</b>		
Intangible assets	(3.320)	(3.581)
Property, plant and equipment	(821)	(537)
Financial assets designated at fair value through equity	(2.799)	(2.799)
<b>Total</b>	<b>(6.940)</b>	<b>(6.917)</b>
<b>Net deferred tax liability</b>	<b>1.627</b>	<b>156</b>

**The movement in the investment securities portfolio had as follows:**

<b>Balance at 1 January 2008</b>	156
<b>Deferred tax assets / (liabilities) from:</b>	
Provisions for bad debts less revaluation of loans and receivables OMEGA	(810)
Provisions for other assets	13
Non-derivative financial instruments	2.214
Intangible assets	(23)
Leasing	55
Financial assets, at net present value	(1)
Retirement benefit obligations	32
Financial liabilities	(9)
<b>Balance at 31 March 2008</b>	<b>1.627</b>

<b>24 Other assets</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Receivables from brokerage	7.014	15.209
Receivables from foreign stock exchange	4.938	4.608
Bond subscriptions	-	30.411
Other debtors	12.284	15.936
Contributions to Co-Guarantee Fund and Supplementary Fund	10.302	12.288
Greek state, prepaid taxes	7.869	8.653
Bad debts, other than loans and receivables	4.203	4.204
Credit card receivables	1.899	1.751
Guarantees	621	613
Advances to third parties	33	51
Receivables from transactions for third parties	110	70
Short term receivables from subsidiaries other than loans	136	123
Advances to employees	23	21
	<b>49.432</b>	<b>93.938</b>
Less: allowances for impairment	(4.970)	(4.918)
<b>Total</b>	<b>44.462</b>	<b>89.020</b>

<b>25 Due to banks</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Repurchase agreements (repos)	-	12.506
Deposits from other banks	402.704	392.372
Current accounts	30	191
Time deposits	17.045	28.864
<b>Total</b>	<b>419.779</b>	<b>433.933</b>

<b>26 Due to customers</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
<b>Individuals:</b>		
Time deposits	728.438	794.343
Under notice	24.560	1.739
Savings accounts	60.744	57.700
Current accounts	24.238	18.175
	<b>837.980</b>	<b>871.957</b>

<b>Corporate entities:</b>		
Current accounts	78.250	76.094
Time deposits:		
Corporate entities	363.271	359.033
Other time deposits	43.758	55.694
Municipal corporations	21.184	5.838
Sale and repurchase agreement (repos)	-	986
	<b>506.463</b>	<b>497.645</b>

<b>Margin accounts</b>	32.184	40.800
<b>Pledged deposits</b>	59.760	59.902
<b>Blocked deposits</b>	81	184
<b>Total</b>	<b>1.436.468</b>	<b>1.470.488</b>

<b>27 Current income tax liabilities</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Income tax expense	10.924	9.629
Tax provision in tax reviews	1.011	826
<b>Total</b>	<b>11.935</b>	<b>10.455</b>

<b>28 Other liabilities</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
<b>Taxes and duties payable:</b>		
Taxes and duties relating to prior years from tax reviews	309	541
Taxes from interest on deposits	387	439
Taxes and duties from salaries	283	519
Other taxes and duties payable	104	171
<b>Payables to social insurance funds</b>	541	852
<b>Other liabilities:</b>		
Due from settlement of brokerage transactions	5.451	266
Suppliers and other liabilities	5.300	6.232
Salaries payable	514	226
Dividends payable	92	95
<b>Total</b>	<b>12.981</b>	<b>9.341</b>

	<b>31.3.2008</b>	<b>31.12.2007</b>
<b>29 Other reserves</b>		
<b>Available-for-sale reserve:</b>		
Balance at the beginning of period	882	13.794
Gains form change in fair value	(5.267)	(12.912)
<b>Total available-for-sale reserve</b>	<b>(4.385)</b>	<b>882</b>
<b>Statutory reserves:</b>		
Balance at the beginning of period	1.496	361
Movements	-	1.135
<b>Total statutory reserves</b>	<b>1.496</b>	<b>1.496</b>
<b>Stock option reserves :</b>		
Balance at the beginning of period	983	-
Stock option reserve	249	983
<b>Total stock option reserves</b>	<b>1.232</b>	<b>983</b>
<b>Total reserves</b>	<b>(1.657)</b>	<b>3.361</b>
<b>30 Cash and cash equivalents</b>	<b>31.3.2008</b>	<b>31.12.2007</b>
Loans and advances to banks (note 19)	153.230	189.965
Cash and balances with the Central Bank (note 18)	33.430	46.485
<b>Total</b>	<b>186.660</b>	<b>236.450</b>

**31 Contingent liabilities and commitments**

**31.1 Legal proceedings**

There are some receivables and legal actions against the Bank in the ordinary course of business. No provision in relation to these claims has been recognized, as according to Legal Opinion, settlement is not expected to have a significant impact on the financial information of the Bank.

**31.2 Letters of guarantee /Irrevocable letters of credit**

The off balance sheet items which represent the Bank's commitment to extend credit to its customers are analyzed as follows(in thousands of euros):

	<u><b>31.3.2008</b></u>	<u><b>31.12.2007</b></u>
Letters of guarantee	117.999	110.878
Irrevocable letters of credit	1.835	2.480
<b>Total</b>	<b>119.834</b>	<b>113.358</b>

**31.3 Pledged assets**

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

Greek Government debt securities with a nominal value of 139.550 thousands of euros, and DEXIA bond with a nominal value of 50.000 thousands of euros have been pledged by Bank of Greece.

**31.4 Capital commitments**

The Bank as a lessor, had signed non cancelable lease agreements for 4.761 thousands of euros.

**32 Related party transactions**

Related parties include: a) Members of the Board of Directors, b) close members of the family and financial dependants of the above c) subsidiaries and associate companies of the Group.

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

<b>I. Subsidiaries</b>	<b>2008</b>	<b>2007</b>
<b>Assets</b>		
Loans	4.812	4.511
Other assets (receivables)	<u>1.358</u>	<u>120</u>
<b>Total</b>	<b>6.170</b>	<b>4.632</b>
<b>Liabilities</b>		
Deposits	<u>20.794</u>	<u>20.200</u>
<b>Total</b>	<b>20.794</b>	<b>20.200</b>
<b>Income</b>	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
Interest and similar income	69	84
Other operating income	<u>85</u>	<u>105</u>
<b>Total</b>	<b>154</b>	<b>162</b>
<b>Expenses</b>	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
Interest expense and similar charges	161	133
Other operating expenses	<u>16</u>	<u>162</u>
<b>Total</b>	<b>177</b>	<b>591</b>
<b>Letters of guarantee</b>	<b>936</b>	<b>936</b>
<b>II. Associated companies</b>	<b>2008</b>	<b>2007</b>
<b>Assets</b>		
Other assets	<b>7</b>	-
<b>Liabilities</b>		
Deposits	4.716	5.188
Other liabilities	<u>15</u>	<u>-</u>
<b>Total</b>	<b>4.731</b>	<b>591</b>
<b>Income</b>	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
Other operating income	<b>11</b>	<b>22</b>
<b>Expenses</b>	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
Interest expense and similar charges	<b>47</b>	<b>50</b>
<b>III. Directors and key management personnel</b>	<b>2008</b>	<b>2007</b>
Loans	25.949	22.467
Letters of guarantee	1.332	17.843
Deposits	62.796	67.775
	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
Salaries and other remuneration	790	832
Interest and similar income	408	57
Interest expense and similar charges	659	712
Other operating expenses	-	16
	<b>1.1-31.3.2008</b>	<b>1.1-31.3.2007</b>
	<b>Options</b>	<b>Options</b>
Managers	<u>1.449.600</u>	<u>1.449.600</u>
Directors	<u>1.355.200</u>	<u>1.355.200</u>
<b>Total options</b>	<b>2.804.800</b>	<b>2.804.800</b>
	<b>Values</b>	<b>Values</b>
Managers	<u>321</u>	<u>321</u>
Directors	<u>301</u>	<u>301</u>
<b>Total value options</b>	<b>622</b>	<b>622</b>

**33 Business acquisition**

**33.1 Absorption of Proton Finance S.A.**

On 27 September 2007, the Board of Directors decided the commencement procedures for the merger by absorption of its 100% subsidiary company "PROTON FINANCE S.A.", approved by the regulatory authorities on February 21<sup>st</sup>, 2008 (Gov. Gazette Issue 1071).

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

In addition, the Bank is not required to issue new ordinary shares, since the claim for issuance of 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, on the balance sheet transformation date held 100% of the shares of its subsidiary. Thus, items of assets, liabilities, equity, income and expenses were added together.

**34 Events after the balance sheet date**

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

Athens, 21 May 2008

The Vice-Chairman of the BoD

The Managing Director

The General Manager

Anthony I. Athanassoglou

Elias G. Lianos

Athanasios I. Papaspiliou

The Financial Managers

Georgios S. Nikiforakis

Polychronis V. Karachalios