



ASPIS BANK S.A.



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FINANCIAL STATEMENTS

31 March 2006

**In accordance with International Financial
Reporting Standards - IFRS**

These Financial Statements are also available at the following web page: www.aspisbank.gr



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INTERIM PROFIT AND LOSS ACCOUNT

	Notes	<u>FROM 1 JANUARY TO</u>	
		<u>31/03/2006</u>	<u>31/03/2005</u>
Interest income		23.321	21.032
Interest expense		(11.482)	(9.777)
Net interest income		11.839	11.256
Commission income		6.670	5.783
Commission expense		(105)	(137)
Net commission income		6.565	5.646
Dividend income		0	0
Net trading income		860	630
Other income		829	402
TOTAL OPERATING INCOME		20.093	17.934
Staff expenses		(8.446)	(8.107)
Depreciation and amortization expenses		(1.256)	(1.187)
Other expenses		(5.753)	(6.031)
Impairment losses on loans and advances		(800)	(531)
TOTAL OPERATING EXPENSES		(16.255)	(15.856)
Profit before tax		3.838	2.078
Income tax		(826)	23
Profit after tax		3.012	2.101
Basic and diluted earnings per share	3	0,06	0,04

The attached notes form part of these Financial Statements

BALANCE SHEET

	Notes	31/03/2006	31/12/2005
<u>ASSETS</u>			
Cash and balances with Central Bank		79.479	66.319
Loans and advances to Banks		242.613	331.182
Trading securities		4.207	1.820
Derivative financial instruments		153	134
Loans and advances to customers		1.411.530	1.403.632
Investment in subsidiaries	4	30.494	30.493
Investments in securities		56.951	71.266
Property, plant and equipment		26.680	25.271
Intangible assets		1.030	2.242
Other assets		46.002	54.691
TOTAL ASSETS		<u>1.899.138</u>	<u>1.987.050</u>
<u>LIABILITIES</u>			
Deposits from banks		88.997	190.730
Deposits from customers		1.594.601	1.573.361
Derivative financial liabilities		15	145
Subordinated liabilities		49.636	49.613
Other liabilities		27.485	39.709
Employee defined benefit obligations		2.472	2.194
TOTAL LIABILITIES		<u>1.763.206</u>	<u>1.856.033</u>
<u>EQUITY</u>			
Share Capital	5	143.561	143.561
Share premium		5.583	5.584
Reserves		(2.291)	(4.019)
Accumulated deficit		(10.920)	(14.109)
TOTAL EQUITY		<u>135.932</u>	<u>131.017</u>
TOTAL LIABILITIES AND EQUITY		<u>1.899.138</u>	<u>1.987.050</u>

The attached notes form part of these financial statements

CASH FLOW STATEMENT		
	1/1-31/3/2006	1/1-31/3/2005
Cash flows from operating activities		
Profit before taxes	3.838	2.078
Profit adjustments before tax		
Depreciation of property, plant and equipment	1.256	1.187
Impairment losses on loans	800	384
Changes in provisions	295	147
Other non-cash items	(2.921)	(3.500)
Increase in fair value of trading investments	(275)	(322)
(Gain)/Loss on the sale of investments, property and equipment	(1)	(183)
Changes in operating assets and liabilities	2.992	(209)
Trading securities	(2.455)	(358)
Derivative financial instruments	(19)	73
Loans and advances to customers	(7.631)	(61.131)
Other assets	13.863	(7.602)
Deposits from banks	(101.733)	24.073
Deposits from customers	21.240	(80.725)
Other liabilities	(16.610)	52.286
Cash flows from operating activities before tax	(90.351)	(73.593)
investing activities		
Proceeds from sale of investments	16.001	988
Proceeds from sale of property and equipment	2	221
Acquisition of investments		
Acquisition of property and equipment	(1.454)	(1.719)
Dividends received		
Cash flows from investing activities	14.549	(510)
Cash flows from financing activities		
Debt securities issued	-481	(2.535)
Collection of paid-up capital increase		
Cash flows from financing activities	(481)	(510)
Total net cash flows	(76.285)	(76.638)
Cash and cash equivalents at 1st January	397.501	403.779
Effect of exchange rate fluctuations on cash and cash equivalents	874	331
Cash and cash equivalents at the end of the period	322.092	327.471
Cash flows from operating activities include		
Interest received	17.382	15.816
Interest paid	10.187	8.091
Income taxes paid		
Dividends received		
Cash and cash equivalents consists of:		
Cash and balances with Central bank	79.479	136.994
Due from banks	242.613	190.477
	322.092	327.471



Statement of Changes in Shareholder's Equity	Share capital	Share premium	Reserves	Revaluation reserve	Accumulated deficit	Total
Balance at 1 January 2006	143.561	5.584	3.321	(7.516)	(13.933)	131.017
Share capital increase (net)						0
Valuation of available for sale securities						
Cash-flow Hedging				1.923		1.923
Results for the period			(21)			(21)
Balance at 31st Marchr 2006	143.561	5.584	3.300	(5.593)	(10.920)	135.932



1. General Information

ASPIS BANK S.A. (previously ASPIS MORTGAGE BANK S.A.) was founded by Pavlos D.Psomiadis and the AEGON BV insurance company, under the name “ASPIS BANK”, as a Banking Société Anonyme in 1992 and received its license by the Bank of Greece (decision no. 487/2.12.91 of the Currency and Credit Commission), and the Ministerial Council (no. 5/8, GG 1/13.1.92, issue 1) Act according to law. According to this license, the Bank operated in accordance with mortgage banks laws until 3 August 2001. The Bank of Greece (PDBG 2478/3-8-2001) abolished the special legal framework for mortgage banks. On 3 September 2001, the Currency and Credit Commission of the Bank of Greece approved the modification of the Articles of Association of ASPIS BANK, which from thereafter engages in all banking operations defined by law. The Ministry of Development, as per decision no. K2-13660/26-10-2001, approved the modification of the Bank’s Articles of Association regarding its name, and received its current name of ASPIS BANK S.A. The Regular Shareholders’ Meeting on 1 June 2001 had already approved the aforementioned modifications of articles 1 (regarding the name) and 4 (regarding the purpose) of the Bank’s Articles of Association. ASPIS BANK maintains a Head Office in the Municipality of Athens, at 4 Othonos St., 105 57 Athens, and is registered in the Société Anonyme Registry under no. 26699/06/B/92/12. The Bank was established for a term of ninety-nine (99) years from the date it was registered in the Société Anonyme Registry.

The bank is activated in Greece in private, Corporate and Stock exchange sectors and other financial services sectors.

2. Significant Accounting Principles

The bank applied the same accounting principles used in the financial statements of the year 2005.

The intermediate financial statements approved by the B.O.D. of 16th May 2006.

3. Earnings per share

Basic and diluted earnings per share is calculated by dividing the profit after tax for the period attributable equity holders of the Bank with the weighted average number of ordinary shares outstanding, during the period.

	31/3/2006	31/3/2005
Profit attributable to the shareholders of the Bank	3.012	2.101
Weighted average number of outstanding common shares	48.830.310	48.646.667
Basic and diluted earnings per share	0,06	0,04

4. Investments in subsidiaries	Country	Percentage held %	31/3/2006	31/12/2005
Aspis Leasing	Greece	100	21,693	21,693
Aspis AE Insurance Brokerage	Greece	100	616	616
Aspis International AEDAK	Greece	55	8,166	8,166
Aspis Finance plc	UK	100	17	17
			30,493	30,493
			30,493	30,493

In 2003 the Bank established a special purpose entity, Byzantium Finance PLC for the securitization of receivables from mortgages based on Law 3156/03.

5. Share Capital and Reserves

Share capital consists of 48,830,310 common stocks with a nominal value of 2.94 Euro each. Reserves consist of legal reserve and general reserves. Legal reserve (Euro 2,350 thous.) is defined by the articles of association of the Bank as 20% on profit after tax, until it accumulates to 1/3 of share capital paid. General reserves (Euro –2,291 thous.) include tax free reserves Euro 801 thous. that will be taxed with the current tax rate when the Annual Shareholdres' meeting decides to distribute it.

6. Related parties

All transactions with the Bank are under normal course of business and are regular activities.

As at 31st of March 2006 the related parties balances are the following(in thousands euro).

Loans and advances	22.203
Obligations	86.784
Income	172
Expenses	1.168

7. Contingent liabilities and commitments

7.1 Litigation

According to the Bank's lawyers, there are no pending litigation that could affect materially the financial position of the Bank.

7.2 Commitments

	31/3/2006	31/12/2005
Letters of guarantee	193,181	197,226
Letters of Credit	16,969	12,393

(In thousands euro)

8. Business segments

(in thousands of euro)

The Bank is organized into three segments:

- 1)Corporate banking
- 2)Retail banking
- 3)Brokerage transactions

At 31 March 2006

	Corporate	Retail	Brokerage	Total
External revenues	2.177	16.147	1.769	20.093
Profit between segments	-1.213	1.311	-98	0
Total profit	964	17.458	1.671	20.093
Results of each segment	584	1.910	1.344	3.838
Non-distributed expenses				
Operating profit	584	1.910	1.344	
Profit before tax	584	1.910	1.344	3.838
Profit after tax	458	1.500	1.055	3.013
Total assets	208.209	1.663.416	27.513	1.899.138
Total liabilities	36.181	1.852.300	10.657	1.899.138
Capital expenditure	1	1.450	4	1.455
Depreciation	1	1.230	25	1.256
Impairment loss	132	668		800

At 31 March 2005

	Corporate	Retail	Brokerage	Total
External revenues	1.791	14.768	1.375	17.934
Profit between segments	-1.050	1.173	-123	0
Total profit	741	15.941	1.252	17.934
Results of each segment	153	739	870	1.762
Non-distributed expenses				
Operating profit				
Profit before tax	153	1.055	870	2.078
Profit after tax	155	1.066	880	2.101
Total assets	222.876	1.479.404	28.251	1.730.531
Total liabilities	28.333	1.696.720	5.478	1.730.531
Capital expenditure	3	702	5	710
Depreciation	1	1.145	41	1.187
Impairment loss	416	60	55	531