



**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE MONTHS ENDED**  
**31 MARCH 2006**

**Geniki Bank S.A.**  
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GENIKI BANK SA

Interim income statement

	<u>Note</u>	Three months period ended 31 March	
		2006 € ' 000	2005 € ' 000
Interest and similar income		46.427	48.343
Interest expense and similar charges		(14.266)	(12.763)
<b>Net interest income</b>		<b>32.161</b>	<b>35.580</b>
Fee and commission income		8.245	8.176
Fee and commission expense		(393)	(359)
<b>Net fee and commission income</b>		<b>7.852</b>	<b>7.817</b>
Dividend income		-	-
Financial operations results		455	(2.147)
Other operating income		344	1.199
<b>Operating income</b>		<b>40.812</b>	<b>42.449</b>
Provisions for credit and other risks		(28.203)	(3.627)
Staff costs and related expenses		(22.186)	(20.541)
Administration expenses		(13.623)	(12.908)
Depreciation and amortization		(3.122)	(3.804)
<b>Operating expenses</b>		<b>(67.134)</b>	<b>(40.880)</b>
Share of profit (loss) of associates		-	-
<b>Profit / loss before income tax</b>		<b>(26.322)</b>	<b>1.569</b>
Current tax	8	(246)	-
Deferred tax		5.995	(457)
<b>Profit / (loss) for the period</b>		<b>(20.573)</b>	<b>1.112</b>
<b>Profit / (loss) attributable to equity holders of the Bank</b>		<b>(20.573)</b>	<b>1.112</b>
Earnings per share (in euro)		€	€
- Basic	6	(0,35)	0,03

Notes on pages 7 to 9 form an integral part of these condensed consolidated interim financial statements

## GENIKI BANK SA

### Interim balance sheet as at 31 March 2006

<u>Note</u>	<b>31 March 2006</b>	<b>31 December 2005</b>
	<b>€' 000</b>	<b>€' 000</b>
<b>Assets</b>		
Cash and balances with central bank	62.885	105.438
Due from banks	144.353	286.322
Derivative financial instruments	9.845	7.592
Loans and advances to customers, net	2.610.372	2.579.604
Investment securities - available for sale	243.246	260.810
Investment to subsidiaries	12.369	8.490
Investment in associate undertakings	1.390	1.390
Intangible assets	12.683	13.076
Property, plant and equipment	124.479	124.253
Deferred income tax assets	72.118	65.651
Other assets	46.846	57.488
<b>Total assets</b>	<b>3.340.586</b>	<b>3.510.114</b>
<b>Liabilities</b>		
Due to banks	587.956	623.552
Due to customers	2.373.367	2.470.868
Derivative financial instruments	6.725	3.574
Subordinated debt	99.902	99.883
Provisions for staff benefits	20.930	20.668
Risks & charges provisions	17.694	17.695
Deferred income tax liabilities	8.510	8.003
Other liabilities	36.728	55.922
<b>Total liabilities</b>	<b>3.151.812</b>	<b>3.300.165</b>
<b>Equity</b>		
Share capital	336.898	336.898
Share premium	62.620	62.620
Treasury shares	-	-
Other reserves and retained earnings	(210.744)	(189.569)
<b>Total equity</b>	<b>188.774</b>	<b>209.949</b>
<b>Total equity and liabilities</b>	<b>3.340.586</b>	<b>3.510.114</b>

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## GENIKI BANK SA

### Interim statement of changes in equity

	Share capital	Share premium	Fair value reserves	Other reserves	Retained earnings	Treasury shares	Total equity
	€'000	€'000	€'000	€'000	€'000	€'000	€'000
<b>Three months period ended 31 March 2005</b>							
Balance at 1 January 2005	240.642	59.643		12.393	(130.886)	(724)	181.068
First application of IAS 39 from 1.1.2005			5.134		(55.619)		(50.485)
Share capital increase		(237)					(237)
Revaluation of AFS securities			73				73
Transfer of reserves				(1.950)	1.950		-
Profit for the period	-	-		-	1.111	-	1.111
Other					4.135		4.135
Balance at 31 March 2005	<b>240.642</b>	<b>59.406</b>	<b>5.207</b>	<b>10.443</b>	<b>(179.309)</b>	<b>(724)</b>	<b>135.665</b>
	Share capital	Share premium	Fair value reserves	Other reserves	Retained earnings	Treasury shares	Total equity
	€'000	€'000	€000	€000	€000	€000	€000
<b>Three months period ended 31 March 2006</b>							
Balance at 1 January 2006	336.898	62.620	161	12.399	(202.129)		209.949
Revaluation of AFS securities			(601)				(601)
Loss for the period					(20.574)		(20.574)
Balance at 31 March 2006	<b>336.898</b>	<b>62.620</b>	<b>(440)</b>	<b>12.399</b>	<b>(222.703)</b>	<b>-</b>	<b>188.774</b>

Notes on pages 7 to 9 form an integral part of these condensed consolidated interim financial statements

## GENIKI BANK SA

### Interim cash flow statement

	<b>Three months ended 31 March</b>	
	<b>2006</b>	<b>2005</b>
	<b>€ 000</b>	<b>€ 000</b>
<b>Cash flow from operating activities</b>		
Losses / profit after tax	(20.573)	1.113
<i>Adjustment for:</i>		
Depreciation of property plant and equipment	2.664	2.571
Depreciation of intangible assets	458	1.233
Impairment of loans and advances to customers	28.203	3.639
Provisions for staff benefits	(239)	(671)
Other provisions	476	-
Deferred income tax	(5.995)	457
(Profit) Loss from Trading	1.677	2.063
(Profit) Loss from sale of fixed assets	3	-
Foreign exchange (profit) loss on cash and cash equivalents	(274)	(84)
	<b>6.400</b>	<b>10.321</b>
<b>Net (Increase) decrease of assets relating to operating activities</b>		
Due from banks	35.593	(44.442)
Trading portfolio and derivatives	1.124	(1.485)
Loans and advances to customers	(58.971)	60.734
Other assets	10.738	(5.217)
<b>Net (Increase) decrease of liabilities relating to operating activities</b>		
Due to banks	(35.596)	(66.228)
Due to customers	(97.501)	152.757
Other liabilities	(19.268)	(9.506)
	<b>(157.481)</b>	<b>96.934</b>
<b>Net cash flow from operating activities before taxes</b>		
<b>Cash flow from investing activities</b>		
Purchase of available for sale securities	(5.594)	(316.403)
Purchase of property, plant and equipment	(2.943)	(754)
Purchase of intangible assets	(65)	(4.274)
Acquisition of investment in associates	(3.327)	-
Proceeds from sale of available for sale portfolio	20.138	56.970
Proceeds from sale of fixed assets	50	-
	<b>8.259</b>	<b>35.539</b>
<b>Net cash flow from investing activities</b>		
<b>Cash flow from financing activities</b>		
Repayment of subordinated loan	19,00	-
<b>Net Cash flow from financing activities</b>	19,00	-
Foreign exchange (profit) loss on cash and cash equivalents	274,00	79
	<b>(148.929)</b>	<b>132.552</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		
<b>Cash and cash equivalents at the beginning of the period</b>	<b>335.952</b>	<b>53.446</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>187.023</b>	<b>185.998</b>

Notes on pages 7 to 9 form an integral part of these condensed consolidated interim financial statements

## GENIKI BANK S.A

### Selected explanatory notes to the condensed interim financial statements

#### 1. General Information

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

These condensed interim financial statements were approved by the Board of Directors on 25 May 2006

#### 2. Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard (IFRS) IAS 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Bank's published annual financial statements as at and for the year ended 31 December 2005.

#### 3. Significant accounting policies

The accounting policies applied by the Bank in these condensed interim financial statements are the same as those applied by the Bank in its published annual financial statements as at and for the year ended 31 December 2005.

#### 4. Estimates

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

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Bank's accounting policies and the key sources of estimated uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2005.

#### 5. Business segments

The Bank is organized into two main business segments:

- Retail – Retail banking segment includes individuals and self-employed professionals. Product offering includes deposits (demand, savings, term, repos, swaps), loans (mortgages – consumer), custody services, debit and credit cards
- Corporate – Corporate banking segment includes trading entities, traders or legal entities belonging to the public or private sector. Product offering includes deposits (on demand, savings, term, repos, swaps), loans of all types, letters of guarantee, bond loans, derivatives, funds transfer, foreign exchange

	For the three months ended 31 March.2006		
	Retail € 000	Corporate € 000	Total € 000
Revenue	21.998	18.814	40.812
Expenses	(15.874)	(19.936)	(35.810)
Provisions	12.502)	(15.701)	(28.203)
Depreciation	(1.384)	(1.738)	(3.122)
Net results	(7.762)	(18.561)	(26.323)
Tax			5.750
Net results after tax	(7.762)	(18.561)	(20.573)
Assets	268.152	2.072.434	3.340.586
Liabilities	1.693.545	1.647.041	3.340.586
Capital expenditure	1.102	1.968	3.070

## 5. Business Segments (Continued)

	<b>For the three months ended 31 March.2005</b>		
	<b>Retail € 000</b>	<b>Corporate € 000</b>	<b>Total € 000</b>
Revenue	21.388	21.060	42.448
Expenses	(12.427)	(21.022)	(33.449)
Provisions	(1.347)	(2.280)	(3.627)
Depreciation	(1.413)	(2.391)	( 3.804)
Net results	6.201	(4.633)	1.568
Tax			(457)
Net results after tax	6.201	(4.633)	1.111
Assets	1.038.593	2.547.648	3.586.241
Liabilities	1.626.147	1.960.094	3.586.241
Capital expenditure	199	354	553

## 6. Earnings per share

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

	<b>Three months ended 31 March</b>		
	<b>Measurement unit</b>	<b>2006</b>	<b>2005</b>
Net profit for period attributable to ordinary shareholders	<i>€ 000</i>	(20.573)	1.112
Weighted average number of ordinary shares in issue	<i>Number of shares</i>	58.387.939	41.705.671
Basic earnings per share	<i>€</i>	(0,36)	0,03

## 7. Investments in subsidiary and associated undertakings

There were no changes in the Bank structure reported in the published annual financial statements as at and for the year ended 31 December 2005.

## 8. Income tax expense

As of 1 January 2006, the nominal Greek corporate rate of tax is reduced from 32% to 29%.

## 9. Contingent liabilities and capital expenditure commitments

There were no significant changes in the Bank contingent liabilities and capital expenditure commitments reported in the published annual financial statements as at and for the year ended 31 December 2005.

## 10. Related parties

### Parent and ultimate controlling party

The ultimate controlling party of the Bank is Societe Generale S.A. which is incorporated in France. The Societe Generale Group holds 52,32% of the ordinary shares of the Bank.

## Related party transactions with subsidiaries, associates and affiliates

	31 March 2006 €' 000	31 December 2006 €' 000
<b>Assets</b>		
Due from banks	162.723	269.914
Loans and advances to customers	116.086	-
Securities	-	116.030
Derivative financial instruments	3.759	3.514
Fixed assets	342	341
Other assets	754	1.409
<b>Total</b>	<b>283.664</b>	<b>391.208</b>
<b>Liabilities</b>		
Due to banks	436.738	311.030
Due to customers	14.834	13.517
Subordinated debt	105.919	105.876
Subordinated loan	110.166	110.154
Other liabilities	(153)	(146)
<b>Total</b>	<b>667.511</b>	<b>540.424</b>
<b>Income</b>		
Interest and similar income	2.993	9.913
Commissions income	78	273
Dividends income	-	1.554
Other operating income	2.146	10.002
<b>Total</b>	<b>5.217</b>	<b>21.742</b>
<b>Expenses</b>		
Interest and similar expenses	4.478	11.874
Commission expenses	30	186
Financial activities expenses	-	(50)
Other administrative expenses	2.189	10.036
<b>Total</b>	<b>6.697</b>	<b>22.046</b>

## Transactions with key management personnel

The remuneration of the Board of Directors (BoD) members and General Managers of the Bank during the three months ended 31 March 2006 amounted to €156 thousand (2005 €151 thousand).

There were no outstanding loans granted to BoD members or to General Managers of the Bank; their deposits amounted to €256 thousand as at 31 March 2006.

## 11. Post Balance Sheet events.

There are no balance sheets events for the reporting period

The Chairman of Board of Directors

The Managing Director

The Manager of the Financial Services Division

TRYFON J. KOYTALIDIS

JACQUES C. TOURNEBIZE

EVAGELOS E. SKALIDIS