



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED

31 MARCH 2006

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GENIKI BANK SA

Consolidated interim Income Statement

	<u>Note</u>	Three months period ended	
		31 March	
		2006	2005
		€'000	€'000
Interest and similar income		47.070	48.887
Interest expense and similar charges		(14.231)	(12.669)
Net interest income		32.839	36.218
Fee and commission income		8.220	8.126
Fee and commission expense		(400)	(359)
Net fee and commission income		7.820	7.767
Dividend income		-	-
Financial operations results		451	(2.197)
Other operating income		1.007	1.651
Operating income		42.117	43.439
Provisions for credit and other risks		(28.203)	(3.941)
Staff costs and related expenses		(23.264)	(21.453)
Administration expenses		(13.268)	(11.683)
Depreciation and amortization		(3.175)	(3.856)
Operating expenses		(67.910)	(40.933)
Share of profit (loss) of associates		-	-
Profit / loss before income tax		(25.793)	2.506
Current tax	8	(246)	-
Deferred tax		5.854	(670)
Profit / (loss) for the period		(20.185)	1.836
Minority Interest		-	-
Profit / (loss) attributable to equity holders of the Bank		(20.185)	1.836
Earnings per share		€	€
- Basic	6	(0,35)	(0,04)

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

GENIKI BANK SA

Consolidated interim balance sheet

<u>Note</u>	31 March 2006	31 December 2005
	€'000	€'000
Assets		
Cash and balances with central bank	62.887	106.692
Due from banks	144.453	286.403
Derivative financial instruments	9.845	7.592
Loans and advances to customers, net	2.608.330	2.571.875
Investment securities - available for sale	243.246	260.938
Investment in associate undertakings	1.143	1.143
Intangible assets	12.755	12.804
Property, plant and equipment	124.934	124.743
Deferred income tax assets	73.342	67.017
Other assets	51.273	62.133
Total assets	3.332.208	3.501.340
Liabilities		
Due to banks	586.742	622.107
Due to customers	2.359.304	2.457.351
Derivative financial instruments	6.725	3.574
Subordinated debt	99.902	99.883
Retirement benefit obligations	21.103	20.816
Risks & charges provisions	18.228	18.325
Deferred income tax liabilities	8.510	8.004
Other liabilities	41.932	60.733
Total liabilities	3.142.446	3.290.793
Equity		
Share capital	336.898	336.898
Share premium	62.620	62.620
Treasury shares	-	-
Other reserves and retained earnings	(209.756)	(188.971)
Total equity	189.763	210.547
Total equity and liabilities	3.332.208	3.501.340

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

GENIKI BANK SA
Consolidated interim statement of changes in equity

Three months period ended 31 March 2005	Share capital	Share premium	Fair value reserves	Other reserves	Retained earnings	Treasury shares	Total equity
	€'000	€'000	€'000	€'000	€'000	€'000	€'000
Balance at 1 January 2005	240.642	59.643		27.345	(147.215)	(773)	179.642
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				(2.088)	2.088		-
Loss for the period	-	-		-	1.834	-	1.834
Other					6.805		6.805
Balance at 31 March 2005	240.642	59.406	5.207	25.257	(192.107)	(773)	137.632
Three months period ended 31 March 2006	Share capital	Share premium	Fair value reserves	Other reserves	Retained earnings	Treasury shares	Total equity
	€'000	€'000	€'000	€'000	€'000	€'000	€'000
Balance at 1 January 2006	336.898	62.620	161	27.350	(216.482)		210.547
Revaluation of AFS securities			(601)				(601)
Loss for the period					(20.184)		(20.184)
Balance at 31 March 2006	336.898	62.620	(440)	27.350	(236.666)	-	189.762

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

GENIKI BANK SA

Consolidated interim cash flow statement

	Three months periods ended	
	31 March 2006 €'000	31 March 2005 €'000
Cash flows from operating activities		
Losses after Tax	(20.185)	1.836
<i>Adjustments for:</i>		
Depreciation of property plant and equipment	2.707	2.616
Depreciation of Intangible assets	1.352	1.240
Impairment of loans and advances to customers	28.203	3.953
Provision for staff benefits	(230)	(664)
Other Provisions	476	-
Deferred income Tax	(5.854)	670
(Profit) Loss from Trading	2.229	2.113
(Profit) Loss from sale of fixed assets	3	-
Foreign exchange (profit) loss on cash and cash equivalents	(274)	(84)
	8.427	11.680
Net (Increase) decrease of assets relating to operating activities.		
Due from Banks	35.574	(40.738)
Trading portfolio and derivatives	1.123	(1.485)
Loans and advances to customers	(64.658)	61.750
Other Assets	10.860	(8.236)
Net (Increase) decrease of Liabilities relating to operating activities.		
Due to Banks	(35.365)	(66.008)
Due to customers	(98.047)	150.517
Other Liabilities	(18.856)	(12.751)
Net cash flows from operating activities	(160.942)	94.729
Cash flows from investing activities		
Purchase of available for sale securities	(5.594)	(316.405)
Purchase of property plant and equipment	(2.951)	(754)
Purchase of intangible assets	(1.303)	(4.274)
Proceeds from sale of available for sale portfolio	20.266	357.361
Proceeds from sale of fixed assets	50	-
Net cash flows from investing activities	10.468	35.928
Cash flows from financing activities		
Repayment of subordinated loan	19	-
Net cash flows from financing activities	19	-
Foreign exchange (profit) loss on cash and cash equivalents	274	304
Net increase (decrease) in cash and cash equivalents	(150.181)	130.961
Cash and cash equivalents at the beginning of the period	337.206	55.149
Cash and cash equivalents at the end of the period	187.025	186.110

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 consolidated interim financial statements

1. General Information

Geniki Bank S.A (the “Bank”) and its subsidiaries (the “Group”) 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 Group operates mainly in Greece.

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

2. Statement of compliance

These condensed consolidated 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 Group’s published consolidated annual financial statements as at and for the year ended 31 December 2005.

3. Significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its published consolidated 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 consolidated interim financial statements, the significant judgments made by management in applying the Group’s accounting policies and the key sources of estimated uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2005.

5. Business segments

The Group is organized into five 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
- Insurance – Insurance segment includes the activities of the subsidiary General Insurance Agency LTD, offering insurance brokerage services
- Leasing - Leasing segment includes the activities of the subsidiary General Leasing SA
- Other - Other segment includes non financial services offered by the Group

For the three months ended 31 March 2006

	Retail €000	Corporate €000	Insurance €000	Leasing €000	Other €000	Inter-segment eliminations €000	Total
Revenue	21.998	18.814	319	740	2.435	(2.189)	42.117
Expenses	(15.874)	(19.936)	(272)	(234)	(2.405)	2.189	(36.532)
Provisions	(12.502)	(15.701)	-	-	-	-	(28.203)
Depreciation	(1.384)	(1.738)	-	(3)	(48)	-	(3.174)
Net results	(7.762)	(18.561)	(47)	503	(18)	-	(25.792)
Tax							5.608
Net results after tax	(7.762)	(18.561)	(47)	503	(18)	-	(20.185)
Assets	1.268.152	2.072.434	2.221	125.977	(7.771)	(128.805)	3.332.208
Liabilities	1.693.545	1.647.041	2.221	125.977	(7.771)	(128.805)	3.332.208
Capital Expenditure	1.103	1.968	-	-	-	-	3.071

5. Business segments (continued)

For the three months ended 31 March 2005

	Retail €000	Corporate €000	Insurance €000	Leasing €000	Other €000	Inter-segment eliminations €000	Total
Revenue	21.388	21.060	224	698	3.952	(3.883)	43.439
Expenses	(12.427)	(21.022)	(96)	(193)	(3.281)	3.883	(33.136)
Provisions	(1.347)	(2.280)	-	(314)	-	-	(3.941)
Depreciation	(1.413)	(2.391)	(1)	(3)	(48)	-	(3.856)
Net results before taxes	6.201	(4.633)	127	188	623	0	2.506
Tax							(670)
Net results after tax	6.201	(4.633)	127	188	623	0	1.836
Assets	1.038.593	2.547.648	1.677	105.673	1.423	(124.772)	3.570.242
Liabilities	1.626.147	1.960.094	1.677	105.673	1.423	(124.772)	3.570.242
Capital Expenditure	199	354	-	-	-	-	553

6. Earnings per share

Basic earnings per share are 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.

	Measurement unit	Three months ended 31 March	
		2006	2005
Net profit for period attributable to ordinary shareholders	€000	(20.185)	1.836
Weighted average number of ordinary shares in issue	Number of shares	58.387.939	41.705.671
Basic earnings per share	€	(0,35)	0,04

7. Investments in subsidiary and associated undertakings

There were no changes in the Group structure reported in the published consolidated 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 Group contingent liabilities and capital expenditure commitments reported in the published consolidated 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 Group is Societe Generale S.A. which is incorporated in France. The Societe Generale Group holds 52,32% of the ordinary shares of the Bank.

10. Related parties (continued)

Related party transactions with subsidiaries, associates and affiliates

	31 March 2006	31 December 2005
	<i>€ 000</i>	<i>€000</i>
Assets		
Due from banks	49.134	156.634
Derivative financial instruments	3.759	3.514
Total	52.893	160.148
Liabilities		
Due to banks	436.738	311.030
Total	436.738	311.030
Income		
Interest and similar income	5.217	2.374
Total	5.217	2.374
Expenses		
Interest and similar expenses	6.697	4.336
Total	6.697	4.336

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 euros as at 31 March 2006.

11. Post balance sheet events

There are no post balance sheet 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