ATEbank

AGRICULTURAL BANK OF GREECE

Interim Condensed Financial Statements
as at 31 March 2007

In accordance with International Financial Reporting Standards
(I.A.S. 34)

The attached financial statements were approved by the BoD of the Agricultural Bank of Greece on 16 May 2007 and are available on the web address **www.atebank.gr**

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Interim income statement
For the period ended 31 March 2007
(Amounts in thousands of Euro)

	Note	1/1 - 31/3/2007	1/1 - 31/3/2006
Interest and similar income		233.186	197.581
Interest expense and similar charges		(80.308)	(59.693)
Net interest income	**7**	**152.878**	**137.888**
Fee and commission income		18.237	16.751
Fee and commission expense		(4.625)	(4.756)
Net fee and commission income	**8**	**13.612**	**11.995**
Net trading income	**9**	20.451	5.456
Net gain/(loss) on disposal of non-trading financial instruments	**10**	12.188	345
Dividend income	**11**	5.990	6.200
Other operating income	**12**	2.825	5.670
Operating income		**207.944**	**167.554**
Impairment losses	**13**	(15.000)	(15.000)
Operating expenses	**14**	(107.935)	(101.373)
Profit before tax		**85.009**	**51.181**
Income tax expense	**15**	(17.666)	(8.731)
Profit after tax		**67.343**	**42.450**
Basic and diluted earnings per share (expressed in Euro per share)	**16**	0,07	0,05

The Financial Statements on pages 1 to 18 have been prepared according to the International Financial Reporting Standards (IFRS) as adopted by the European Union and have been approved by the Board of Directors as of 16 May 2007 and are signed by:

The Governor	The Deputy Governor	The Head of Finance Department
Dimitrios Miliakos	Vasilios Drougkas	Christos Stokas

The accompanying notes (pages from 5 to 18) are an integral part of these interim financial statements.

Interim balance sheet
For the period ended 31 March 2007
(Amounts in thousands of Euro)

	Note	31/3/2007	31/12/2006
Assets			
Cash and balances with the Central Bank		1.146.117	925.536
Loans and advances to banks		2.011.895	1.279.414
Trading securities		575.297	558.406
Derivative financial instruments		25.477	20.358
Loans and advances to customers	**17**	14.181.698	13.624.532
Available-for-sale securities	**18**	1.208.987	1.236.423
Held-to-maturity securities		1.233.054	1.268.610
Investments in subsidiaries and associates	**27**	441.190	437.921
Investment property		179.655	181.001
Property, plant and equipment	**19**	285.377	288.064
Intangible assets		5.016	5.544
Deferred tax asset	**20**	344.407	362.193
Other assets		445.775	400.410
Total assets		**22.083.945**	**20.588.412**
Liabilities			
Deposits from banks		552.955	94.381
Deposits from customers	**21**	19.483.379	18.198.205
Derivative financial instruments		18.778	49.592
Provision for employee benefits	**22**	10.232	290.232
Other liabilities		241.930	221.990
Subordinated loans		399.540	399.515
Total liabilities		**20.706.814**	**19.253.915**
Equity			
Share capital	**23**	651.920	651.920
Share premium		94.594	94.714
Other reserves	**24**	340.606	365.195
Accumulated surplus		290.011	222.668
Total equity		**1.377.131**	**1.334.497**
Total equity and liabilities		**22.083.945**	**20.588.412**

The accompanying notes (pages from 5 to 18) are an integral part of these interim financial statements.

Interim statement of changes in equity
For the period ended 31 March 2007
(Amounts in thousands of Euro)

	Share capital	Treasury shares	Share premium	Other reserves	Accumulated surplus / (deficit)	Total
Balance at 1/1/2006	**1.729.399**	**(25.631)**	**95.275**	**316.099**	**(920.803)**	**1.194.339**
Profit for the period 1/1 - 31/3/2006	0	0	0	0	42.450	42.450
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	73.999	0	73.999
Deferred tax on entries recognized directly to equity	0	0	(149)	0	0	(149)
(Purchases)/sales of treasury shares	0	3.538	0	0	(1.078)	2.460
Balance at 31/3/2006	**1.729.399**	**(22.093)**	**95.126**	**390.098**	**(879.431)**	**1.313.099**
Profit for the period 1/4 - 31/12/2006	0	0	0	0	118.983	118.983
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	18.470	0	18.470
Net (gain)/loss transferred to income statement on disposal of available-for-sale securities	0	0	0	(21.581)	0	(21.581)
Deferred tax on entries recognized directly to equity	0	0	(412)	0	0	(412)
Dividends paid	0	0	0	0	(63.381)	(63.381)
Transfer to reserves	0	0	0	(21.792)	21.792	0
(Purchases)/sales of treasury shares	0	22.093	0	0	(7.502)	14.591
Share capital reduction	(1.032.207)	0	0	0	1.032.207	0
Share capital return	(45.272)	0	0	0	0	(45.272)
Balance at 31/12/2006	**651.920**	**0**	**94.714**	**365.195**	**222.668**	**1.334.497**
Profit for the period 1/1 - 31/3/2007	0	0	0	0	67.343	67.343
Net gain/(loss) from changes in fair value of available-for-sale securities	0	0	0	(16.231)	0	(16.231)
Net (gain)/loss transferred to income statement on disposal of available-for-sale securities	0	0	0	(8.358)	0	(8.358)
Deferred tax on entries recognized directly to equity	0	0	(120)	0	0	(120)
Balance at 31/3/2007	**651.920**	**0**	**94.594**	**340.606**	**290.011**	**1.377.131**

The accompanying notes (pages from 5 to 18) are an integral part of these interim financial statements.

Interim statement of cash flows
For the period ended 31 March 2007
(Amounts in thousands of Euro)

	31/3/2007	31/3/2006
Operating activities		
Profit before tax	85.009	51.181
Adjustment for:		
Depreciation and amortization	7.074	6.173
Impairment losses	15.000	15.000
Changes in provisions	(53.089)	(63.897)
Change in fair value of trading investments	(16.526)	(11.141)
(Gain)/loss on the sale of investments, property and equipment	(22.927)	(4.769)
Changes in operating assets and liabilities		
Net (increase)/decrease in loans and advances to banks	(754.098)	(127.313)
Net (increase)/decrease in trading securities	(5.512)	(178.560)
Net (increase)/decrease in derivative financial instruments	0	1.769
Net (increase)/decrease in loans and advances to customers	(576.663)	820.358
Net (increase)/decrease in other assets	38.080	97.690
Net increase/(decrease) in deposits from banks	458.574	(75.313)
Net increase/(decrease) in deposits from customers	1.285.174	(160.373)
Net increase/(decrease) in other liabilities	(290.392)	(71.601)
Cash flows from operating activities	**169.704**	**299.204**
Investing activities		
Acquisition of intangible assets, property and equipment	(3.565)	(2.620)
Proceeds from the sale of intangible assets, property and equipment	1.557	3.401
(Purchases)/Sales of held to maturity portfolio	35.556	(22)
(Purchases)/Sales of available for sale portfolio	14.750	(45.028)
Dividends received	5.936	0
Purchases of subsidiaries	(2.984)	0
Cash flows from investing activities	**51.250**	**(44.269)**
Financing activities		
Proceeds/(Purchases) of treasury shares	0	2.460
Cash flows from financing activities	**0**	**2.460**
Effect of exchange rate changes on cash and cash equivalent	(373)	143
Net increase/(decrease) in cash flows	**220.581**	**257.538**
Cash and cash equivalents at 1 January	925.536	732.978
Cash and cash equivalents at 31 March	**1.146.117**	**990.516**

The accompanying notes (pages from 5 to 18) are an integral part of these interim financial statements.

1. GENERAL INFORMATION

Agricultural Bank, (the Bank or ATE), was founded in 1929. The Bank's registered office is at 23 Panepistimiou Str. in the municipality of Athens and its duration is 100 years, that is until 2091 which can be extended by decision of the shareholders in a general meeting. The purpose of the Bank, according to the Article of Association is to provide banking services on its own behalf and on behalf of third parties that contributes to the modernization and growth of the economy and more specifically the Agricultural Sector.

The Bank has a network of 465 branches in Greece and 1 in Germany which offer to the clients a wide range of banking activities. The Bank also has 837 ATMs (Automatic Teller Machines), while 45% of the branches are privately owned.

The Bank's shares have been listed since 2000 on the Athens Stock Exchange and are included in the FTSE 20 Index (index for Large Capitalization Companies).

From 2005 onwards the Bank uses the brand name " ATEbank ".

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

2.1 Statement of compliance

The interim condensed financial statements of the Bank have been prepared in accordance with the International Financial Reporting Standards (I.F.R.S.) I.A.S. 34 "Interim Financial Reporting". They do not include all the information required for full annual Financial Statements, and should be read in conjunction with the Financial Statements of the Bank as at and for the year ended 31 December 2006.

The financial statements were approved by the Board of Directors on 16 May 2007.

2.2 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following financial instruments which are presented at fair value: available for sale financial instruments, trading portfolio financial instruments and derivative financial instruments.

2.3 Functional currency

These financial statements are presented in euro, which is the Bank's functional currency. Except as indicated, financial information presented in euro has been rounded to the nearest thousand.

3. PRINCIPAL ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 New standards

The new standards and amendments and interpretations issued , which must be adopted for financial periods from 1 January 2007, are the following:

International Financial Reporting Standard 7 « Financial instruments: Disclosures», (Rule 108/2006) as well as the changes that it has imposed to other standards.

IFRS 7 and the amendments that it imposes on other standards are effective for annual periods beginning on or after 1.1.2007 and they are expected to affect significantly the disclosure requirements concerning financial instruments.

Amendment to IAS 1 «Presentation of Financial Statements – Capital Disclosure (effective for annual periods beginning on or after 1.1.2007)

This amendment requires additional disclosures both quantitative and qualitative relating to the management of the Bank's capital.

Finally, the International Accounting Standards Board (IASB) has issued the following standards and interpretations which have not yet been adopted by the European Union.

International Financial Reporting Standard 8 «Operating segments» Effective for annual periods on or after 1.1.2009.

This standard replaces the IAS 14 "Segment Reporting". Its adoption by the European Union and the Bank will have an significant impact on the Bank's disclosures about operating segments.

Interpretations 11 and 12 «Bank and Treasury Shares Transactions» Effective for annual periods on or after 1.3.2007 and «Service Concession Arrangements» Effective for annual periods on or after 1.1.2008

The Bank is examining whether there will be an impact from the adoption of the above interpretations.

3.2 Segment reporting

A segment is a distinguishable component of the Bank that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments. The Bank's primary format for segment reporting is business segments.

4. CAPITAL MANAGEMENT AND CAPITAL ADEQUACY

The Bank's objectives when managing capital, which is a broader concept than the "equity" on the face of the balance sheets, are:

- To comply with the capital requirements set by the regulators of the Banking markets where the Bank operates;
- To safeguard the Bank's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders; and
- To maintain a strong capital base to support the development of its business.

Capital adequacy and the use of regulatory capital are monitored daily by the Bank's authorized departments, employing techniques based on the guidelines developed by the Basel Committee and the European Community Directives, as implemented by the Bank of Greece. The required information is filed with the Authority on a quarterly basis.

The bank's capital adequacy is calculated according to the relevant directive by the Bank of Greece (2563/05), which is an enforcement of the directive of the European Union for the capital adequacy of financial institutions and investment funds.

The Bank's regulatory capital is divided into two tiers:

- Tier 1 capital
- Tier 2 capital

The risk-weighted assets are measured by means of a hierarchy of five risk weights classified according to the nature of –and reflecting an estimate of credit, market and other risks associated with-each asset and counter party, taking into account any eligible collateral or guarantees. A similar treatment is adopted for off-balance exposure, with some adjustments to reflect the more contingent nature of the potential losses.

The table below summarizes the composition of regulatory capital of the Bank for the period ended 31 March 2007.

Tier 1 Capital	**31/3/2007**
Total equity	1.377.131
Less: Intangible assets	(5.016)
Less: Proposed dividends	(108.427)
Adjustment due to Bank of Greece directive 2563/2005	(51.572)
	1.212.117
Tier 2 Capital	
Supplementary capital	399.540
Adjustment and deductions according to Bank of Greece directive 2563/2005	(342.681)
	56.859
Regulatory capital	**1.268.976**
Risk-weighted assets	**11.511.015**
Capital adequacy ratio	**11,02%**

The capital ratio for the Bank, raises to 11,02% which is much higher than the regulatory limit of 8% set by the Bank of Greece directive.

5. CRITICAL ACCOUNTING ESTIMATES, AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

The Bank upon preparing the financial statements makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances

In preparing these interim condensed Financial Statements, the significant judgments made by management in applying the accounting policies and the key sources of estimating uncertainty are the same as those that applied to the Financial Statements as at and for the year ended 31 December 2006.

6. SEGMENT REPORTING

The segments that are considered to be as most representative for the Bank's business activity are analyzed as follows:

Business sector analysis

(Amounts in thousand Euro)

31/3/2007	Retail banking	Small and medium enterprises	Corporate sector	Public sector	Treasury	Total
Net interest income	88.185	9.760	15.063	24.473	15.397	152.878
Net fee and commission income	5.274	902	2.809	4.547	80	13.612
Dividend income	0	0	0	0	5.990	5.990
Net trading income	0	0	0	0	32.639	32.639
Other operating income	495	265	269	218	1.578	2.825
Total operating income	**93.954**	**10.927**	**18.141**	**29.238**	**55.684**	**207.944**
Operating expenses	(66.326)	(8.922)	(10.940)	(10.776)	(10.971)	(107.935)
Impairment losses	(9.460)	(930)	(4.610)	0	0	(15.000)
Profit before tax	**18.168**	**1.075**	**2.591**	**18.462**	**44.713**	**85.009**
Income tax expense						(17.666)
Profit after tax						**67.343**

(Amounts in thousand Euro)

31/3/2006	Retail banking	Small and medium enterprises	Corporate sector	Public sector	Treasury	Total
Net interest income	73.649	8.743	22.841	15.972	16.883	137.888
Net fee and commission income	3.554	1.356	713	6.554	(182)	11.995
Dividend income	0	0	0	0	6.200	6.200
Net trading income	0	0	0	0	5.456	5.456
Other operating income	1.255	168	1.438	106	3.048	6.015
Total operating income	**78.458**	**10.267**	**24.992**	**22.632**	**31.205**	**167.554**
Operating expenses	(61.635)	(8.066)	(12.893)	(10.037)	(8.742)	(101.373)
Impairment	(6.337)	(750)	(7.163)	(750)	0	(15.000)
Profit before tax	**10.486**	**1.451**	**4.936**	**11.845**	**22.463**	**51.181**
Income tax expense						(8.731)
Profit after tax						**42.450**

7. NET INTEREST INCOME

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Interest and similar income:		
Loans and advances to customers	192.667	160.366
Loans to banks	22.372	19.759
Debt instruments	18.147	17.456
	233.186	**197.581**
Interest expense and similar charges:		
Customer deposits	(74.065)	(54.164)
Bank deposits	(777)	(1.219)
Subordinated loans	(4.790)	(3.756)
Financial leasing (Lessor)	(676)	(554)
	(80.308)	**(59.693)**
Net interest income	**152.878**	**137.888**

8. NET FEE AND COMMISSION INCOME

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Fee and commission income		
Loans and advances to customers	6.240	4.095
Custody services	1.068	652
Import-exports	253	254
Letters of guarantee	1.388	1.672
Money transfers	3.378	3.481
Other	5.910	6.597
	18.237	**16.751**
Fee and commission expenses		
Contribution to Savings Guarantee Fund	(2.516)	(2.352)
Other	(2.109)	(2.404)
	(4.625)	**(4.756)**
Net fee and commission income	**13.612**	**11.995**

9. NET TRADING INCOME

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Trading Portfolio		
Gain minus Losses		
Derivative financial instruments	1.630	(3.545)
Foreign exchange differences	(373)	(2.615)
Sales		
Equity instruments	2.263	3.632
Debt instruments	405	(113)
Revaluation		
Equity instruments	1.446	4.891
Debt instruments	5.635	5.465
Derivative financial instruments	9.445	(2.259)
	20.451	**5.456**

10. NET GAIN / (LOSS) ON DISPOSAL OF NON TRADING FINANCIAL INSTRUMENTS

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Financial assets available for sale		
From sale		
Equity instruments	11.537	345
Other	651	0
	12.188	**345**

Amount of approximately EUR 11,5 million of the period 1/1 – 31/3/2007, was derived from the disposal of a part of the available for sale securities of listed firms in the Athens Stock Exchange.

11. DIVIDEND INCOME

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Trading securities	54	258
Available for sale securities	5.936	5.942
	5.990	**6.200**

12. OTHER OPERATING INCOME

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Gain from the sale of fixed assets	505	905
Income from investment property	636	739
Income from sequential activities	1.099	3.042
Other	585	984
	2.825	**5.670**

13. IMPAIRMENT LOSSES

(Amounts in thousand Euro)

	1/1 - 31/3/2007	1/1 - 31/3/2006
Loans and advances to customers	(15.000)	(15.000)
	(15.000)	**(15.000)**

14. OPERATING EXPENSES

(Amounts in thousand Euro)

	1/1 - 31/3/2007	**1/1 - 31/3/2006**
Staff costs	(83.823)	(77.311)
Third party fees	(3.557)	(3.069)
Advertising and promotion expenses	(1.638)	(1.713)
Telecommunication expenses	(1.236)	(1.333)
Insurance fees	(455)	(597)
Repairs and maintenance	(1.773)	(1.481)
Travel	(1.745)	(1.025)
Stationery	(1.172)	(810)
Utility services	(410)	(475)
Depreciation	(6.408)	(5.680)
Amortization of intangible assets	(666)	(494)
Operating lease rentals	(2.735)	(2.752)
Other taxes	(298)	(2.617)
Other	(2.019)	(2.016)
	(107.935)	**(101.373)**

The average number of persons employed by the Bank during the period was 6.137 (31/3/2006: 6.279).

15. INCOME TAX EXPENSE

(Amounts in thousand Euro)

	1/1 - 31/3/2007	**1/1 - 31/3/2006**
Current tax	0	(4.615)
Deferred tax	(17.666)	(4.116)
	(17.666)	**(8.731)**

The income tax of the period was calculated on the basis of the current tax rate of 25% (2006: 29%).

Further information about deferred income tax is provided in Note 20.

In Greece the results reported to the tax authorities by an entity are considered provisional and subject to revision until such time as the tax authorities examine the books and records of the entity and the related tax returns are accepted as final. The Bank has been audited by the tax authorities and has settled all its tax obligations up until 31 December 2004. Because of the fashion under which the tax obligations are ultimately concluded in Greece, the Bank remains contingently liable for additional taxes and penalties for the fiscal years 2005 and 2006.

For the years from 2005 to 2007, the relative provision has been accounted according to IFRS.

16. BASIC AND DILUTED EARNINGS PER SHARE

	1/1 - 31/3/2007	**1/1 - 31/3/2006**
Earnings after tax (in thousands of euro)	67.343	42.450
Weighted average of number of shares in issue	905.444.444	902.544.874
Basic and diluted earnings per share (expressed in euro per share)	**0,07**	**0,05**

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

Basic and diluted earnings per share are the same as the Bank has not issued any dilutive share instruments.

17. LOANS AND ADVANCES TO CUSTOMERS

(Amounts in thousand Euro)

17.1	**31/3/2007**	**31/12/2006**
Credit cards	258.277	272.516
Consumer loans	543.856	505.957
Mortgages	4.233.734	4.032.871
Loans to private individuals	**5.035.867**	**4.811.344**
Loans to the agricultural sector	2.302.391	2.306.963
Corporate loans	3.382.622	2.993.346
Small and medium sized firms	806.817	837.801
Loans to corporate entities	**6.491.830**	**6.138.110**
Loans to the public sector	**3.918.095**	**3.975.934**
	15.445.792	**14.925.388**
Less: allowance for uncollectibility	(1.264.094)	(1.300.856)
	14.181.698	**13.624.532**

17.2 ALLOWANCE FOR UNCOLLECTIBILITY

Movement in the allowance for uncollectibility	**2007**	**2006**
Balance at 1 January	**1.300.856**	**1.610.395**
Provision for impairment	15.000	15.000
Loans written-off	(51.762)	(4.415)
Balance at 31 March	**1.264.094**	**1.620.980**
Balance at 1 April		**1.620.980**
Provision for impairment		45.000
Loans written-off		(365.124)
Balance at 31 December		**1.300.856**

In order for a write off to be materialized, a proposal is submitted by the Write Off Committee, which is subsequently verified by the Asset and Liability Management Committee (ALCO) and the Board of Directors. Write offs are recorded on off balance sheet accounts in order to be monitored for prospective legal actions and probable collections.

18. AVAILABLE-FOR-SALE SECURITIES

(Amounts in thousand Euro)

	31/3/2007	31/12/2006
Debt securities:		
Greek Government bonds	94.303	104.040
Other issuers	327.795	331.352
	422.098	435.392
Equity securities:		
Listed	698.729	717.322
Unlisted	8.103	8.388
Equity fund	57.260	53.045
	764.092	778.755
Mutual fund units	22.797	22.276
	1.208.987	**1.236.423**

All available-for-sale securities are carried at fair value, except, for the unlisted equity securities of EUR 8.103 thousand, which are carried at cost because fair value can not be determined.

19. PROPERTY, PLANT AND EQUIPMENT

During the current period no significant changes were presented concerning property, plant and equipment.

20. DEFERRED TAX ASSET

(Amounts in thousand Euro)

Recognized deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

	31/3/2007	31/12/2006
Deferred tax asset:		
Intangible assets	1.467	1.619
Provision for impairment losses on customer loans	285.400	288.937
Employee benefits	2.978	72.978
Tax losses carry forward	67.006	8.068
	356.851	**371.602**
Deferred tax liability:		
Property, plant and equipment	4.723	4.564
Derivative financial instruments	2.485	109
Provision for contingent liabilities	5.236	4.736
	12.444	**9.409**
Net deferred tax asset	**344.407**	**362.193**

Movement in temporary differences during the period

(Amounts in thousand Euro)

	Balance 1 January 2007	Recognized in income	Recognized in equity	Balance 31 March 2007
Intangible assets	1.619	(32)	(120)	1.467
Provision for impairment losses on customer loans	288.937	(3.537)	0	285.400
Employee benefits	72.978	(70.000)	0	2.978
Tax losses carry forward	8.068	58.938	0	67.006
Property, plant and equipment	(4.564)	(159)	0	(4.723)
Derivative financial instruments	(109)	(2.376)	0	(2.485)
Provisions for contingent liabilities	(4.736)	(500)	0	(5.236)
	362.193	**(17.666)**	**(120)**	**344.407**

21. DEPOSITS FROM CUSTOMERS

(Amounts in thousand Euro)

	31/3/2007	31/12/2006
Retail customers:		
Current accounts	148.991	165.326
Saving accounts	11.087.063	11.565.124
Term deposits	4.949.979	4.460.645
	16.186.033	**16.191.095**
Private sector entities:		
Current accounts	922.639	742.765
Term deposits	221.532	234.196
	1.144.171	**976.961**
Public sector entities		
Current accounts	1.829.493	917.666
Term deposits	323.682	112.483
	2.153.175	**1.030.149**
	19.483.379	**18.198.205**

Term deposits include repurchase agreements of EUR 116.658 thousand (31/12/2006: EUR 112.627 thousand).

22. PROVISION FOR PENSION LIABILITIES

(a) Defined contribution plans

- Main Pension Plan

According to law 3522/22.12.2006, that was recently voted (December 2006) effective 1st January 2007, the pension segment of the Main Employee Pension Fund of the Bank acceded to the Social Insurance - Common Employee Pension Fund (IKA- ETAM).

The employer and employees contributions rates are reduced to the respective effective ones in IKA-ETAM, promptly for the employees as of 01.01.2007, and gradually in equal portions for the employer (ATE Bank) within 5 years starting as of 01.01.2007.

Besides the above mentioned regular contributions, the Bank will continue to pay annually as a fixed contribution to IKA- ETAM, an amount of Euro 28 million for fifteen years.

- Medical fund

The medical fund of the Bank, "TYPATE", provides for defined contributions to be made by the Bank at a rate of 6.25% of the employee's salary. Employees contribute at a rate of 2%.

(b) Defined benefit plans

In addition to the plans discussed above, the Bank up to 31.12.2006 had the following defined benefit plans:

- Early Retirement Plan

Based upon an agreement the employees of the Bank, in certain instances, are eligible for retirement prior to the conditions set by the main and auxiliary pension plans. In the event that an employee decided to retire, the Bank was required to pay to ELEM an additional contribution equal to the regular contributions that the Bank and employee would have paid if they continued their employment, and the monthly pension that the employee received. The obligation for the additional contribution existed until the retired employee reached the age of 65, at which point ELEM was responsible for all pension payments. This defined benefit plan was unfunded.

As of 1st January 2007 the insured employees and pensioners of ATE Bank's Auxiliary Pension Plan (ELEM) must compulsory accede to the Bank Employee Fund (E.T.A.T). The financial burden of E.T.A.T. and E.T.E.A.M. from the accession of the insured employees and pensioners of ATE Bank besides the regular contributions, is covered from a payment that ATE Bank will occur in the amount of Euro 380 million. Of that amount, Euro 280 million which had been provided for, according an actuarial study for this purpose, was paid in January 2007 while the remaining amount of Euro 100 million will be made as a fixed contribution in 10 annual, equal payments made at the beginning of each year.

The Bank's contribution gradually decreases from 9% to 7,5% within 3 years performed from 01.01.2007.

- Lump Sum granted on retirement

The Bank also sponsors a funded plan that provides for the payment of a lump sum to retiring employees. The payment is determined based on the employee's length of service and salary on the date of retirement.

23. SHARE CAPITAL

At 31 March 2007 the share capital of the Bank was Euro 651.919.999,68 and consisted of 905.444.444 authorized and issued common shares of nominal value of Euro 0,72 per share fully paid.

The movement of the share capital is analyzed in the Statement of changes in Equity.

24. RESERVES

(Amounts in thousand Euro)

	31/3/2007	**31/12/2006**
Statutory reserve	39.216	39.216
Tax free reserves	61.684	61.684
Extraordinary reserve	76.873	76.873
Revaluation reserve available-for-sale investments	162.017	186.606
Other reserves	816	816
	340.606	**365.195**

Statutory reserve: In accordance with Greek corporate law entities are required to transfer 5% of their annual profits after tax to a statutory reserve. This obligation ceases when the statutory reserve amount to one third of the Bank's share capital. This reserve is not available for distribution, but it may be applied to extinguish losses.

Tax free reserves: In accordance with Greek tax law certain types of income and profits are not taxed if retained and recorded to a specific reserve account. In the event that these reserves are distributed or capitalized they will be taxed at the rate applicable on the date of distribution or capitalization.

Extraordinary reserves: This reserve arises from profits that have been taxed and retained by the Bank. They can be distributed without any further taxes or withholdings.

Available-for-sale reserve: This reserve arises from the changes in valuation of available-for-sale securities. It is transferred to income statement when the relevant securities are sold.

25. DIVIDEND PER SHARE

The annual shareholders' meeting on 04 May 2006 approved the distribution of dividends of total amount Euro 63,381 million (that is Euro 0,07 per share). This dividend arose from profits of 2005.

Furthermore, capital return was materialized through a decrease in share capital by Euro 0,05 per share.

The Board of Directors of the Bank has decided and will propose to the General Shareholders Meeting the distribution of dividends of Euro 0,09 per share for 2006.

26. CONTINGENT LIABILITIES AND COMMITMENTS

(a) Litigation

The Bank is a defendant in certain claims and legal actions arising in the ordinary course of business. In the opinion of management, after consultation, with legal counsel, the ultimate disposition of these matters is not expected to have a material adverse effect on the financial condition of the Bank.

(b) Letters of credit and guarantee

The contractual amounts of the Bank's off-balance sheet financial instruments that commit it to extend credit to customers are as follows (amounts are expressed in thousands of Euro):

(Amounts in thousand Euro)

	31/3/2007	**31/12/2006**
Letters of guarantee	446.527	435.152
Letters of credit	4.010	4.657
	450.537	**439.809**

(c) Assets pledged

Assets are pledged with the Central Bank as guarantee for Repos deposits. Their nominal value amounts to EUR 616.133 thousand as of 31 March 2007 and EUR 500.000 thousand as of 31 December 2006.

27. ACQUISITION OF SUBSIDIARIES AND ASSOCIATES

(Amounts in thousand Euro)

	1/1-31/3/2007	1/4-31/12/2006	1/1-31/3/2006
Subsidiaries			
Opening balance	290.319	241.108	241.108
Additions	3.269	49.211	0
Closing balance	**293.588**	**290.319**	**241.108**
Associates			
Opening balance	147.602	44.045	44.045
Additions	0	103.557	0
Closing balance	**147.602**	**147.602**	**44.045**
	441.190	**437.921**	**285.153**

27.1 SUBSIDIARIES

a) The Bank within 2006 acquired 69,01% of the share capital of the Romanian Bank MINDBANK, total cost of EUR 48,7 million. During the current period the Bank acquired additional 4,29%, total cost of EUR 2,9 million.

The acquired Bank has 254 employees and 12 branches in Romania, and mainly provides financial services and products to medium size enterprises and individuals both in local and foreign currency.

b) During the previous year, ATEbank increased gradually its participation to ATE Advertising S.A. which raised to 47,80%, total cost of EUR 510 thousand.

c) The educational department of ATEbank converted into Society Anonymous with the brand name ATExcelixi. The participation of the Bank as at 31/3/2007 raises to 95%, total cost of EUR 285 thousand.

27.2 ASSOCIATES

a) On October 26, 2006 the acquisition by ATEbank of 20% of ordinary shares and 24,99% of preference shares of the Serbian Bank AIK BANKA, was completed on, at a per ordinary share market price of 2,85 times the Bank’s 30/06/2006 audited book value. A total amount of EUR 94,9 million was offered for the acquisition of the above mentioned shares.
AIK BANKA has a market share of approximately 3%, is the second most profitable among 39 Banks in Serbia, and has a strong solvency ratio and the highest return on assets.

b) On 27/12/2006 the Bank increased its participation to FBB by 5%. The cost of the additional consideration was EUR 8,6 million.

The fair value of the identifiable financial assets and liabilities will be determined based on the clauses of IFRS 3 that relates to the acquisition of entities. The determination of the fair value of the identifiable intangible assets is in progress upon the final determination of the fair value of the identifiable intangible assets. The Bank will allocate the excess of cost over assets acquired, by recognizing the respective intangible assets at fair value on the date of acquisition. The non allocated part will be recognized on the balance sheet as goodwill.

28. RELATED PARTY TRANSACTIONS

The Bank is controlled by the Greek State that holds 77,3% of the share capital. The remaining share capital is widely held.

Related parties include a) BoD Members and members of the key management personnel, b) close members of the family and financial dependant of the above, c) subsidiaries and associate companies of the Group.

The balances of the related party transactions of the Bank with its subsidiaries and associates and relating expense and income is as follows:

(Amounts in thousand Euro)

ASSETS	**31/3/2007**	**31/12/2006**
Loans and advances to customers	589.022	570.772
Other assets	5.753	7.648
Total assets	**594.775**	**578.420**

LIABILITIES		
Deposits from customers	128.657	157.956
Other liabilities	52.069	47.344
Subordinated loans	4.537	4.542
Total liabilities	**185.263**	**209.842**

INCOME STATEMENT	**31/3/2007**	**31/3/2006**
Income		
Interest and similar income	5.148	4.772
Fee and commission income	942	455
Operating income	361	1.929
Total income	**6.451**	**7.156**
Expenses		
Interest and similar expenses	(1.822)	(1.063)
Fee and commission expense	(1.899)	(2.433)
Operating expenses	(4.256)	(5.534)
Total expenses	**(7.977)**	**(9.030)**

Key Management Personnel Fees	**31/3/2007**	**31/3/2006**
Fees	(140)	(140)
Transportation	(2)	(3)
Other	(26)	(35)

Besides the above mentioned transactions, ATEbank also performs transactions with a large number of companies under state control in the framework of its business (loans granted, deposits, other transactions such as wage payments, subsidy payments to farmers etc.)

29. SUBSEQUENT EVENTS

There are no other significant issues that happened after the balance sheet date that require relevant remark.