

“THE ETHNIKI”

THE ETHNIKI, HELLENIC GENERAL INSURANCE COMPANY S.A.

**CONDENSED INTERIM
CONSOLIDATED AND HOLDING COMPANY
FINANCIAL STATEMENTS FOR THE PERIOD ENDED
31 MARCH 2007**

30 MAY 2007

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These financial statements are a translation.

In case of any differences, the Greek version shall prevail.

**CONDENSED INTERIM CONSOLIDATED AND HOLDING COMPANY
FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2007**

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Income Statement					
	Note	Group		Company	
		31/3/2007	31/3/2006	31/3/2007	31/3/2006
		(in thousand €)			
Gross earned premiums and related revenue		211.176	171.053	202.060	165.571
Minus: Ceded premiums		(28.550)	(16.191)	(24.330)	(13.283)
Net earned premiums and related revenue		182.626	154.862	177.730	152.288
Investment Income	4	13.840	9.337	13.593	9.052
Net realised gains from sale/maturity of financial assets	5	9.045	7.086	8.603	7.066
Net fair value gains/(losses) of financial assets	6	(3.633)	(2.855)	(3.871)	(3.872)
Other income		10.962	12.346	9.051	11.738
		212.840	180.776	205.106	176.272
Benefits and claims incurred	7	(92.956)	(80.129)	(90.825)	(78.109)
Commission expenses	8	(20.408)	(17.819)	(20.030)	(17.978)
Change in mathematical & other insurance reserves		(50.422)	(35.532)	(50.475)	(35.541)
Selling and distribution expenses		(28.905)	(24.292)	(26.799)	(22.891)
Administrative expenses		(11.850)	(10.631)	(11.273)	(10.307)
Other expenses		(887)	(1.851)	(562)	(1.061)
Profit before share of associates results		7.412	10.522	5.142	10.385
Share of profit of associated companies		89	177	0	0
Profit before tax		7.501	10.699	5.142	10.385
Income tax expense	9	98	(1.957)	418	(2.006)
Profit for the year		7.599	8.742	5.560	8.379
Attributed to:					
- Equity holders of the Parent		7.465	8.864	5.560	8.379
- Minority interest		134	(122)		
Basic & diluted earnings (losses) per share attributable to Parent (expressed in €s)	10	0,06	0,07	0,04	0,06

The notes on pages 7 to 21 are considered to be integral part of the Condensed Interim Financial Statements.

Balance Sheet					
	Note	Group		Company	
		31/3/2007	31/12/2006	31/3/2007	31/12/2006
		(in thousand €)			
ASSETS					
Property, plant and equipment		159.533	168.810	154.295	163.787
Investment properties		115.927	107.985	113.719	105.764
Intangible Assets	11	4.983	4.732	2.146	1.993
Deferred acquisition costs (DAC)		60.579	56.914	58.749	55.239
Investments in associates	12	4.117	3.921	18.141	18.141
Deferred tax asset	13	59.620	58.745	59.584	58.715
Financial assets available for sale	14	738.629	752.617	733.260	743.631
Financial assets at fair value through profit and loss	15	597.652	565.081	579.884	547.815
Receivables including insurance receivables		294.100	260.441	273.758	246.258
Reinsurers' receivables		83.170	97.489	63.162	76.453
Cash and cash equivalents		187.942	172.167	161.515	145.887
Total assets		2.306.252	2.248.902	2.218.213	2.163.683
EQUITY & LIABILITIES					
Equity					
Share capital		322.767	322.767	322.767	322.767
Share premium		38.732	38.732	38.732	38.732
Reserves		45.914	54.582	43.453	52.172
Retained earnings		(245.079)	(252.658)	(252.694)	(258.254)
		162.334	163.423	152.258	155.417
Minority interest in equity		2.105	1.966	0	0
Total equity		164.439	165.389	152.258	155.417
Liabilities					
Mathematical Reserves & Technical Provisions	16	1.788.433	1.733.566	1.736.255	1.679.442
Deposit Administration Fund (DAF)		151.630	152.557	151.630	152.557
Liabilities due to sales network and other liabilities		97.087	84.181	89.095	77.050
Liabilities due to reinsurance operations		27.827	37.721	12.360	24.108
Liabilities towards personnel		72.279	71.210	72.116	71.061
Deferred tax liability	13	4.557	4.278	4.499	4.048
Total Liabilities		2.141.813	2.083.513	2.065.955	2.008.266
Total Liabilities and Equity		2.306.252	2.248.902	2.218.213	2.163.683

The notes on pages 7 to 21 are considered to be integral part of the Condensed Interim Financial Statements.

Statement of Changes in Equity						
Group						
	Share Capital	Share Premium	Reserves	Retained earnings (losses)	Minority Interest	Total Equity
	(in thousand €)					
Balance as at 01/01/2006	322.767	38.732	57.333	(250.227)	1.519	170.124
Net Profit for the year	0	0	0	(2.691)	350	(2.341)
Net fair value gains / (losses) on financial assets available for sale	0	0	(2.838)	0	0	(2.838)
Other	0	0	87	260	97	444
Balance as at 31/12/2006	322.767	38.732	54.582	(252.658)	1.966	165.389
Net (Loss)/Profit for the period	0	0	0	7.465	134	7.599
Net fair value gains / (losses) on financial assets available for sale	0	0	(8.719)	0	0	(8.719)
Other	0	0	51	114	5	170
Balance as at 31/03/2007	322.767	38.732	45.914	(245.079)	2.105	164.439

Statement of Changes in Equity					
Company					
	Share Capital	Share Premium	Reserves	Retained earnings (losses)	Total Equity
	(in thousand €)				
Balance as at 01/01/2006	322.767	38.732	55.010	(250.651)	165.858
Net Profit for the year	0	0	0	(7.603)	(7.603)
Net fair value gains / (losses) on financial assets available for sale	0	0	(2.838)	0	(2.838)
Balance as at 31/12/2006	322.767	38.732	52.172	(258.254)	155.417
Net (Loss)/Profit for the period	0	0	0	5.560	5.560
Net fair value gains / (losses) on financial assets available for sale	0	0	(8.719)	0	(8.719)
Balance as at 31/03/2007	322.767	38.732	43.453	(252.694)	152.258

The notes on pages 7 to 21 are considered to be integral part of the Condensed Interim Financial Statements.

Cash Flow Statement				
	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)		(in thousand €)	
Profit/(loss) after tax	7.599	8.742	5.560	8.379
Depreciation and amortisation costs	2.492	2.480	2.324	2.374
Increase / (Decrease) in insurance provisions	51.202	48.721	53.303	42.816
Profits/(Losses) from valuation and sale of financial assets	(16.879)	(14.844)	(15.952)	(13.807)
Taxation	(98)	1.957	(418)	2.006
Cash flows from operating activities before changes in operational assets	44.316	47.056	44.817	41.768
Changes in operating activities				
Purchase of tangible and intangible fixed assets	1.630	(1.290)	2.057	(253)
Sale of tangible and intangible fixed assets	3.176	1.013	3.156	844
Purchase of financial assets	(102.737)	(158.618)	(93.991)	(160.193)
Sale of financial assets	93.161	(3.500)	83.485	(3.500)
Purchase of financial assets for UNIT LINKED products	(11.126)	(21.485)	(13.894)	(20.961)
Investment income	11.467	9.898	11.220	9.613
(Increase)/ Decrease of receivables	(27.545)	(29.477)	(22.098)	(21.861)
Increase / (Decrease) of liabilities	3.433	10.751	876	5.322
Net cash inflow from operating activities	(28.541)	(192.708)	(29.189)	(190.989)
Cash flows from investing activities				
Purchase of affiliate company's shares	0	(2.700)	0	(2.700)
Net cashflows from financial activities	0	(2.700)	0	(2.700)
Net increase in cash and cash equivalents	15.775	(148.352)	15.628	(151.921)
Cash and cash equivalents at the beginning of the period / year	172.167	304.625	145.887	287.038
Cash and cash equivalents at the end of the period / year	187.942	156.273	161.515	135.117

The notes on pages 7 to 21 are considered to be integral part of the Condensed Interim Financial Statements.

1. GENERAL INFORMATION

The Group of Ethniki Insurance (the Group) operates mainly in the insurance sector, providing a wide range of insurance services to corporations and individuals. The Group operates mainly in Greece, with subsidiaries in Greece, Romania and Cyprus and associated companies in Greece and Bulgaria.

The Group's Parent Company is the General Hellenic Insurance Company "THE ETHNIKI" (hereinafter Ethniki Insurance or Parent Company) that was incorporated in 1891. It is a subsidiary of the National Bank of Greece and it was listed on the Athens Stock Exchange in 1946. The National Bank of Greece has 76.74% participation in the Parent Company. Consequently, the present financial statements are consolidated in the NBG Group financial statements with the method of full consolidation. The Parent Company is registered in the Municipality of Athens and its Headquarters are located at Sygrou Avenue 103-105, 11745, Athens, Number of Registry 12840/05/B/86/20. According to its Articles of Association the main purpose of the Parent Company is to be engaged in activities, both locally and abroad, which relate to insurance, reinsurance and general financial services as stipulated by the Greek and European Legislation.

The following members compose the Company's Board of Administration:

Doucas-Pavlos I. Paleologos	Chairman & CEO
	Executive Member
Alexandros G. Tourkolias	First Vice-President
	Non-executive member
Spyridon T. Leftheriotis	Executive Member
Anastasios A. Pagonis	Executive Member
Aleksandros P. Georgitsis	Non-executive member
Anthimos K. Thomopoulos	Non-executive member
Ioannis S. Petsalakis	Non-executive member
Avraam E. Moisis	Non-executive member
Vasilios V. Panagiotopoulos	Non-executive member
Stefanos G. Pantzopoulos	Non-executive member
Nikolaos I. Kontosoros	Non-executive member
Konstantinos C. Lampropoulos	Independent non-executive member
Chrysoula Kyriakopoulou	Independent non-executive member

The present condensed consolidated interim financial statements of the Ethniki Insurance Group were authorized for issue in accordance with a resolution of the board of directors on 30 May 2007.

2. Summary of significant accounting policies

2.1 Basis of presentation

The accompanying condensed consolidated interim financial statements for the three month period ended 31 March 2007 constitute the Group's condensed consolidated interim financial statements (hereinafter referred to as "the financial statements") have been prepared in accordance with International Financial Reporting Standards (IFRS), adopted by the European Union, and more specifically with the provisions of IAS 34 Interim financial reporting.

There are no standards applied in advance of their effective date. The Group has followed the same accounting policies as those of the consolidated annual financial statements as at 31 December 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of available for sale investment securities and financial assets at fair value through profit and loss.

The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements, and should therefore be read in conjunction with the Group's published annual financial statements as at 31 December 2006.

(b) Adoption of International Financial Reporting Standards (IFRS)

The Group adopted the requirements of IFRS for the first time for the purpose of preparing financial statements for the year ending 31 December 2005. Newly acquired subsidiaries that prior to their acquisition by the Group had been preparing their financial statements under local accounting principles (GAAPs), prepare their first IFRS financial statements for consolidation purposes by the Group, according to the IFRS 1 "First Time Adoption of IFRS".

2.2. Reclassifications

Certain prior year amounts of the Financial Statements have been reclassified for better presentation purposes. The most significant being: All purchases and sales of tangible assets and intangible assets as well as financial assets for the period ended 31 March 2006, formed part of the cash flows from Investing Activities, whereas for the period ended 31 March 2007 they form part of cash flows from operating activities.

2.3. New Standards and Interpretations

Up to the date of the approval of the financial statements certain new IFRS, amendments and interpretations to existing standards have been published that are mandatory for the Group's accounting periods beginning on or after 1 January 2007 or later periods. The Group's management estimate in relation to the effects of the adoption of the new standards and interpretations is as follows:

(i) IFRS 7, Financial Instruments: Disclosures, and a complementary amendment to IAS 1, Presentation of Financial Statements – Capital Disclosures: (effective for financial years beginning on or after 1 January 2007) IFRS 7 introduces new disclosures to improve the information about financial instruments. It requires the disclosure of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk, including sensitivity analysis to market risk. It replaces IAS 30, Disclosures in the Financial Statements of Banks and Similar Financial Institutions, and disclosure requirements in IAS 32, Financial Instruments: Disclosure and Presentation. It is applicable to all entities that report under IFRS. The amendment to IAS 1 introduces disclosures about the level of an entity's capital and how it manages capital. The impact of the above changes is limited to certain disclosures. The Group will be applying IFRS 7 and the amendments of IAS 1 for the preparation of the current year's consolidated annual financial statements.

2.4. Significant Accounting Judgements and Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires the use of estimates, and judgements which may affect the reported values of assets, liabilities and

contingent assets and liabilities at the balance sheet date as well as the reported income and expenses for the period ended.

Estimates and best knowledge and judgment of the facts existing at balance sheet date form the basis in the following areas: valuation of non listed portfolio, staff leaving indemnities, insurance liabilities, impairment of receivables, unaudited tax years and open legal actions. Although the estimates are based on best knowledge and judgment of the facts existing at the balance sheet date, the future actual outcome may differ significantly from these estimates, and this may have a material affect on the financial statements.

Significant accounting judgments and related uncertainty: The principle judgments and estimates referring to events the development of which could significantly affect the items of the financial statements during the forthcoming twelve months period are as follows:

(a) Valuation of Insurance Liabilities

Life Insurance Contracts

Life insurance contract estimates are initially made at inception of the contract, where the Group determines the key assumptions applicable to the type of life insurance contract. A margin for risk and adverse deviation is generally included. Subsequently, new estimates are developed at each reporting date to determine whether the liabilities are adequate in the light of the latest current estimates.

Non-life Insurance Contracts

Besides the claim-by-claim procedure a number of statistical and actuarial techniques are employed for the estimation of the ultimate cost of claims and the calculation of the corresponding reserves. These techniques are based on the historical claim cost development and assumptions for the average claim cost, future inflation and amendments in the underlying legal framework. This process includes the calculation of the provision for claims that have not been reported to the Group until the valuation date.

(b) Provisions for income taxes:

Current income tax liabilities for the current and prior periods are measured, in accordance with IAS 12, at the amounts expected to be paid to the taxation authorities and includes provision for current income taxes reported in the respective income tax returns and the potential additional tax assessments that may be imposed by the tax authorities upon settlement of the open tax years. Accordingly, the final settlement of the income taxes might differ from the income taxes that have been accounted for in the financial statements.

3. SEGMENTAL REPORTING

The Group is organized in the following primary business segments:

Life Insurance: The insurance contracts offered by the Group include whole life, endowment, term assurance, term assurance with survival benefit, pension, unit-linked, rider benefits attached to insurance policies and mortgage endowments.

Non-Life Insurance – Motor Third Party Liability: It concerns insurance contracts that cover the risk of motor third party liability.

Non-Life Insurance – Fire: It concerns insurance contracts that cover the risk of fire, earthquake and theft.

Non-Life Insurance – Other branches: Includes cargo insurance, general third part liability, credit business, guarantees, road assistance, legal protection, group DAF contracts and other.

SEGMENTAL REPORTING

Group						
31/3/2007						
	Note	LIFE	MOTOR TPL	FIRE	OTHER BRANCHE	TOTAL
(in thousand €)						
Gross earned premiums and related revenue		109.738	40.051	21.140	40.247	211.176
Minus: ceded premiums		(1.292)	(530)	(16.074)	(10.654)	(28.550)
Net earned premiums and related revenue		108.446	39.521	5.066	29.593	182.626
Investment Income	4	7.928	2.795	563	2.554	13.840
Net realised gains from sale/maturity of financial assets	5	6.136	2.004	356	549	9.045
Net fair value gains/(losses) of financial assets	6	(2.464)	(762)	(160)	(247)	(3.633)
Other income		8.164	580	121	2.097	10.962
		128.210	44.138	5.946	34.546	212.840
Benefits and claims incurred	7	(43.551)	(33.014)	(1.897)	(14.494)	(92.956)
Commission expenses	8	(11.291)	(5.626)	(2.555)	(936)	(20.408)
Mathematical and other insurance provisions		(50.422)	0	0	0	(50.422)
Selling - distribution expenses		(13.191)	(7.453)	(2.750)	(5.511)	(28.905)
Administrative expenses		(5.544)	(3.135)	(1.157)	(2.014)	(11.850)
Other expenses		(459)	(156)	(58)	(214)	(887)
Profit/(Loss) before affiliate companies' results		3.752	(5.246)	(2.471)	11.377	7.412
Investments in affiliated companies and associates						89
Profit/(Loss) before Tax						7.501

Group						
31/3/2006						
	Note	LIFE	MOTOR TPL	FIRE	OTHER BRANCHE S	TOTAL
(in thousand €)						
Gross earned premiums and related revenue		74.812	43.493	26.729	26.019	171.053
Minus: ceded premiums		(235)	15	(11.545)	(4.426)	(16.191)
Net earned premiums and related revenue		74.577	43.508	15.184	21.593	154.862
Investment Income	4	5.822	1.925	375	1.215	9.337
Profits/(Losses) from sale/maturity of financial assets	5	4.959	1.515	293	319	7.086
Profits/(Losses) from valuation of financial assets	6	(1.830)	(618)	(160)	(247)	(2.855)
Other income		8.109	2.324	486	1.427	12.346
		91.637	48.654	16.178	24.307	180.776
Benefits and claims incurred	7	(33.647)	(31.582)	(3.913)	(10.987)	(80.129)
Commission expenses	8	(8.625)	(5.704)	(2.145)	(1.345)	(17.819)
Mathematical and other insurance provisions		(35.532)	0	0	0	(35.532)
Selling - distribution expenses		(8.362)	(6.366)	(2.349)	(7.215)	(24.292)
Administrative expenses		(5.894)	(2.866)	(1.057)	(814)	(10.631)
Other expenses		(945)	(295)	(109)	(502)	(1.851)
Profit/(Loss) before affiliate companies' results		(1.368)	1.841	6.605	3.444	10.522
Investments in affiliated companies and associates						177
Profit/(Loss) before Tax						10.699

Company						
31/3/2007						
	Note	LIFE	MOTOR TPL	FIRE	OTHER BRANCHE	TOTAL
(in thousand €)						
Gross earned premiums and related revenue		108.083	38.694	21.140	34.143	202.060
Minus: ceded premiums		(1.129)	(342)	(16.074)	(6.785)	(24.330)
Net earned premiums and related revenue		106.954	38.352	5.066	27.358	177.730
Investment Income	4	7.785	2.691	563	2.554	13.593
Profits/(Losses) from sale/maturity of financial assets	5	5.995	1.703	356	549	8.603
Profits/(Losses) from valuation of financial assets	6	(2.698)	(766)	(160)	(247)	(3.871)
Other income/(expense)		8.164	580	121	186	9.051
		126.200	42.560	5.946	30.400	205.106
Benefits and claims incurred	7	(42.910)	(32.003)	(1.897)	(14.015)	(90.825)
Commission expenses	8	(10.951)	(5.385)	(2.555)	(1.139)	(20.030)
Mathematical and other insurance provisions		(50.475)	0	0	0	(50.475)
Selling - distribution expenses		(12.243)	(7.453)	(2.750)	(4.353)	(26.799)
Administrative expenses		(5.285)	(3.135)	(1.157)	(1.696)	(11.273)
Other expenses		(313)	(156)	(58)	(35)	(562)
Profit/(Loss) before Tax		4.023	(5.572)	(2.471)	9.162	5.142

Company						
31/3/2006						
	Note	LIFE	MOTOR TPL	FIRE	OTHER BRANCHE	TOTAL
(in thousand €)						
Gross earned premiums and related revenue		74.298	42.461	19.124	29.688	165.571
Minus: ceded premiums		(126)	292	(5.008)	(8.441)	(13.283)
Net earned premiums and related revenue		74.172	42.753	14.116	21.247	152.288
Investment Income	4	5.670	1.792	375	1.215	9.052
Profits/(Losses) from sale/maturity of financial assets	5	4.923	1.399	293	451	7.066
Profits/(Losses) from valuation of financial assets	6	(2.698)	(767)	(160)	(247)	(3.872)
Other income/(expense)		8.109	2.324	486	819	11.738
		90.176	47.501	15.110	23.485	176.272
Benefits and claims incurred	7	(33.110)	(31.043)	(3.966)	(9.990)	(78.109)
Commission expenses	8	(8.964)	(5.486)	(2.145)	(1.383)	(17.978)
Mathematical and other insurance provisions		(35.541)	0	0	0	(35.541)
Selling - distribution expenses		(7.730)	(6.366)	(2.349)	(6.446)	(22.891)
Administrative expenses		(5.748)	(2.866)	(1.057)	(636)	(10.307)
Other expenses		(592)	(295)	(109)	(65)	(1.061)
Profit/(Loss) before Tax		(1.509)	1.445	5.484	4.965	10.385

4. INVESTMENT INCOME

	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)			
Financial Assets held for trading	1.507	1.295	1.507	1.295
Financial Assets available for sale	6.737	5.493	6.737	5.493
Other investments	5.596	2.549	5.349	2.264
Total investments	13.840	9.337	13.593	9.052

5. NET REALIZED GAINS FROM SALE / MATURITY OF FINANCIAL ASSETS

	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)			
Financial Assets held for trading	321	147	129	70
Financial Assets available for sale	8.724	6.939	8.474	6.996
Total net realised gains from sale/maturity of financial assets	9.045	7.086	8.603	7.066

6. NET FAIR VALUE GAINS/(LOSSES) OF FINANCIAL ASSETS

	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)			
Financial Assets held for trading	(2.725)	225	(2.963)	(792)
Other investments	(908)	(3.080)	(908)	(3.080)
Total net losses from financial assets valuation	(3.633)	(2.855)	(3.871)	(3.872)

7. BENEFITS AND CLAIMS INCURRED

GROUP

	TOTAL	REINSURERS	GROUP	TOTAL	REINSURERS	GROUP
	31/3/2007			31/3/2006		
	(in thousand €)					
Life Insurance	(42.891)	148	(42.743)	(36.747)	2.249	(34.498)
Non-Life Insurance - Motor	(34.574)	1.720	(32.854)	(30.684)	3.812	(26.872)
Non-Life Insurance - Fire	(11.154)	6.314	(4.840)	(5.886)	3.675	(2.211)
Non-Life Insurance - Other	(19.835)	7.432	(12.403)	(13.707)	4.245	(9.462)
Insurance benefits & claims paid	(108.454)	15.614	(92.840)	(87.024)	13.981	(73.043)
Life Insurance	(685)	(123)	(808)	821	30	851
Non-Life Insurance - Motor	(535)	375	(160)	(6.121)	1.411	(4.710)
Non-Life Insurance - Fire	8.255	(5.312)	2.943	(768)	(934)	(1.702)
Non-Life Insurance - Other	(2.000)	(91)	(2.091)	(2.772)	1.247	(1.525)
Change in pended claims	5.035	(5.151)	(116)	(8.840)	1.754	(7.086)
Total	(103.419)	10.463	(92.956)	(95.864)	15.735	(80.129)

COMPANY

	TOTAL	REINSURERS	COMPANY	TOTAL	REINSURERS	COMPANY
	31/3/2007			31/3/2006		
	(in thousand €)					
Life Insurance	(42.233)	65	(42.168)	(36.043)	2.082	(33.961)
Non-Life Insurance - Motor	(34.001)	1.720	(32.281)	(29.482)	3.149	(26.333)
Non-Life Insurance - Fire	(11.154)	6.314	(4.840)	(4.076)	1.865	(2.211)
Non-Life Insurance - Other	(14.671)	2.783	(11.888)	(12.876)	4.245	(8.631)
Insurance benefits & claims paid	(102.059)	10.882	(91.177)	(82.477)	11.341	(71.136)
Life Insurance	(697)	(45)	(742)	821	30	851
Non-Life Insurance - Motor	(19)	297	278	(6.121)	1.411	(4.710)
Non-Life Insurance - Fire	8.255	(5.312)	2.943	(1.594)	(161)	(1.755)
Non-Life Insurance - Other	(2.801)	674	(2.127)	(1.859)	500	(1.359)
Change in pended claims	4.738	(4.386)	352	(8.753)	1.780	(6.973)
Total	(97.321)	6.496	(90.825)	(91.230)	13.121	(78.109)

8. COMMISSION EXPENSES

GROUP

	COMMISSION EXPENSES	REINSURANCE COMMISSION EXPENSES	TOTAL	COMMISSION EXPENSES	REINSURANCE COMMISSION EXPENSES	TOTAL
	31/3/2007			31/3/2006		
	(in thousand €)					
Life Insurance	(11.424)	133	(11.291)	(9.177)	552	(8.625)
Non-Life Insurance - Motor	(5.639)	13	(5.626)	(5.717)	13	(5.704)
Non-Life Insurance - Fire	(3.173)	618	(2.555)	(2.616)	471	(2.145)
Non-Life Insurance -Other	(3.720)	2.784	(936)	(3.295)	1.950	(1.345)
Total	(23.956)	3.548	(20.408)	(20.805)	2.986	(17.819)

COMPANY

	COMMISSION EXPENSES	REINSURANCE COMMISSION EXPENSES	TOTAL	COMMISSION EXPENSES	REINSURANCE COMMISSION EXPENSES	TOTAL
	31/3/2007			31/3/2006		
	(in thousand €)					
Life Insurance	(11.075)	124	(10.951)	(8.964)	0	(8.964)
Non-Life Insurance - Motor	(5.398)	13	(5.385)	(5.499)	13	(5.486)
Non-Life Insurance - Fire	(3.173)	618	(2.555)	(2.616)	471	(2.145)
Non-Life Insurance -Other	(3.431)	2.292	(1.139)	(3.250)	1.867	(1.383)
Total	(23.077)	3.047	(20.030)	(20.329)	2.351	(17.978)

9. INCOME TAX EXPENSE

	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)			
Income Tax (for the period)	(498)	49	0	0
Deferred Tax	596	(2.006)	418	(2.006)
Total	98	(1.957)	418	(2.006)

10. EARNINGS PER SHARE

	Group		Company	
	31/3/2007	31/3/2006	31/3/2007	31/3/2006
	(in thousand €)			
Profit after tax	7.599	8.742	5.560	8.379
Average number of shares	129.106.800	129.106.800	129.106.800	129.106.800
Earnings attributed to the Parent Company	7.465	8.864	5.560	8.379
Basic and diluted earnings per share (€)	0,06	0,07	0,04	0,06
Earnings per share attributed to the Parent Company	0,06	0,07	0,04	0,06

11. INTANGIBLE ASSETS

	Group		Company	
	31/3/2007	31/12/2006	31/3/2007	31/12/2006
	(in thousand €)			
Software	2.413	2.162	2.146	1.993
Goodwill	2.570	2.570	0	0
Total	4.983	4.732	2.146	1.993

The increase is attributed to the purchase of the new SAP software.

12. INVESTMENTS IN ASSOCIATES

Participation Group	Country of Incorporation	31/3/2007		31/12/2006	
		% Participation	Book Value	% Participation	Book Value
	(in thousand €)				
EVROPI AEGA	GREECE	30,000%	2.061	30,000%	2.001
UBB-AIG INSURANCE AND REINSURANCE COMPANY	BULGARIA	30,000%	1.055	30,000%	919
UBB-AIG LIFE INSURANCE COMPANY	BULGARIA	30,000%	1.001	30,000%	1.001
Total			4.117		3.921
Company					
SOCIETATE COMERCIALA GARANTA ASIGURARI S.A.	ROMANIA	93,265%	3.828	93,265%	3.828
ETHNIKI ASFALISTIKI KYPROY LTD	CYPRUS	89,089%	4.119	89,089%	4.119
AUDATEX HELLAS S.A.	GREECE	70,000%	1.062	70,000%	1.062
NATIONAL BROKERS S.A.	GREECE	95,000%	2.450	95,000%	2.450
NBG ASIGURARI S.A.	ROMANIA	99,988%	2.700	99,988%	2.700
EVROPI AEGA	GREECE	30,000%	2.057	30,000%	2.057
UBB-AIG INSURANCE AND REINSURANCE COMPANY	BULGARIA	30,000%	912	30,000%	912
UBB-AIG LIFE INSURANCE COMPANY	BULGARIA	30,000%	1.013	30,000%	1.013
Total			18.141		18.141

13. DEFERRED TAX ASSETS / LIABILITIES

	Group		Company	
	31/3/2007	31/12/2006	31/3/2007	31/12/2006
	(in thousand €)			
Intangible assets	92	104	89	104
Provisions for bad debts	2.758	2.758	2.758	2.758
Depreciation of sold real estate	12.321	10.498	12.321	10.498
Unutilised tax losses	3.664	3.533	3.631	3.503
Retirement Benefits to personnel	40.785	41.852	40.785	41.852
Insurance provisions	59.620	58.745	59.584	58.715
Deferred tax assets	1.989	1.603	1.973	1.603
Depreciation of tangible assets	2.452	2.373	2.452	2.373
Depreciation of investments in real estate	(140)	(140)	(140)	(140)
Other temporary differences	256	442	214	212
Deferred tax liabilities	4.557	4.278	4.499	4.048
Total	55.063	54.467	55.085	54.667

14. FINANCIAL ASSETS AVAILABLE FOR SALE

	Group		Company	
	31/3/2007	31/12/2006	31/3/2007	31/12/2006
	(in thousand €)			
Bonds	469.934	452.579	464.565	443.593
Shares	106.216	139.679	106.216	139.679
Mutual Funds	162.479	160.359	162.479	160.359
Total	738.629	752.617	733.260	743.631

15. FINANCIAL ASSETS AT FAIR VALUE

	Group		Company	
	31/3/2007	31/12/2006	31/3/2007	31/12/2006
	(in thousand €)			
Bonds	152.693	137.889	151.286	136.494
Shares	24.296	22.774	23.230	21.681
Mutual Funds	15.687	15.650	15.049	15.022
Financial assets held for trading	192.676	176.313	189.565	173.197
Financial Assets at Fair Value through				
P&L - Unit-Linked	404.976	388.768	390.319	374.618
Total	597.652	565.081	579.884	547.815

16. MATHEMATICAL RESERVES AND TECHNICAL PROVISIONS

Group						
	Group	Reinsurer	Total	Group	Reinsurer	Total
	31/3/2007			31/12/2006		
	(in thousand €)					
LIFE RESERVES						
Mathematical reserves	787.488	3.595	791.083	752.804	2.464	755.268
Outstanding claims reserves	33.928	1.702	35.630	33.824	1.820	35.644
Other insurance provisions	7.686	199	7.885	7.735	197	7.932
Total reserves - Life	829.102	5.496	834.598	794.363	4.481	798.844
UNIT LINKED contract reserves						
	404.976	0	404.976	388.768	0	388.768
Additional reserve for UNIT LINKED products	21.092	0	21.092	20.271	0	20.271
Total UL reserves	426.068	0	426.068	409.039	0	409.039
Total	1.255.170	5.496	1.260.666	1.203.402	4.481	1.207.883
NON-LIFE INSURANCE RESERVES						
Unearned premium reserves	133.741	36.132	169.873	125.659	35.601	161.260
Other insurance provisions	293.658	64.236	357.894	295.187	69.236	364.423
Total reserves - Non-Life	427.399	100.368	527.767	420.846	104.837	525.683
Total	1.682.569	105.864	1.788.433	1.624.248	109.318	1.733.566

Company						
	Company	Reinsurer	Total	Company	Reinsurer	Total
	31/3/2007			31/12/2006		
	(in thousand €)					
LIFE RESERVES						
Mathematical reserves	785.988	723	786.711	751.162	706	751.868
Outstanding claims reserves	33.554	1.183	34.737	33.584	1.228	34.812
Other insurance provisions	7.015	0	7.015	7.015	0	7.015
Total reserves - Life	826.557	1.906	828.463	791.761	1.934	793.695
UNIT LINKED contract reserves						
	390.319	0	390.319	374.618	0	374.618
Additional reserve for UNIT LINKED products	21.092	0	21.092	20.271	0	20.271
Total UL reserves	411.411	0	411.411	394.889	0	394.889
Total	1.237.968	1.906	1.239.874	1.186.650	1.934	1.188.584
NON-LIFE INSURANCE RESERVES						
Unearned premium reserves	124.862	24.037	148.899	115.819	21.305	137.124
Other insurance provisions	288.700	58.782	347.482	290.611	63.123	353.734
Total reserves - Non-Life	413.562	82.819	496.381	406.430	84.428	490.858
Total	1.651.530	84.725	1.736.255	1.593.080	86.362	1.679.442

GROUP

Change in Life Insurance Reserves			
Group			
Change in Life Insurance Reserves (31.03.2007)			
Residual at beginning of the period	1.207.883	1.050.070	
Increase in reserves	95.674	302.839	
Claims paid and other changes	(42.891)	(145.026)	
Residual at the end of the period	1.260.666	1.207.883	
Change in Non-Life Insurance Reserves (31.03.2007)			
	Total	Reinsurers	Group
Residual at the beginning of the period	525.683	104.837	420.846
Incurred claims	59.940	10.415	49.525
Claims paid	(65.563)	(15.466)	(50.097)
Change in insurance reserve	7.707	582	7.125
Residual at the end of the period	527.767	100.368	427.399
Change in Non-Life Insurance Reserves (2006)			
	Total	Reinsurers	Group
Residual at the beginning of the period	487.058	89.718	397.340
Incurred claims	228.321	39.705	188.616
Claims paid	(204.156)	(37.500)	(166.656)
Change in insurance reserve	14.460	12.914	1.546
Residual at the end of the period	525.683	104.837	420.846
Outstanding claims reserve (31.03.2007)			
	Total	Reinsurers	Group
Outstanding claims	347.363	63.423	283.940
IBNR	10.531	813	9.718
Total	357.894	64.236	293.658
Outstanding claims reserve (2006)			
	Total	Reinsurers	Group
Outstanding claims	353.954	68.424	285.530
IBNR	10.469	812	9.657
Total	364.423	69.236	295.187

COMPANY

Change in Life Insurance Reserves			
	Company		
Change in Life Insurance Reserves (31.03.2007)			
Residual at the beginning of the period	1.188.584	1.034.813	
Increase in reserves	93.523	296.630	
Claims paid and other changes	(42.233)	(142.859)	
Residual at the end of the period	1.239.874	1.188.584	
Change in Non-Life Insurance Reserves (31.03.2007)	Total	Reinsurers	Company
Residual	490.858	84.428	406.430
Incurred claim	55.579	7.377	48.202
Claims paid	(59.826)	(10.817)	(49.009)
Change in insurance reserve	9.770	1.831	7.939
Residual at the end of the period	496.381	82.819	413.562
Change in Non-Life Insurance Reserves (2006)	Total	Reinsurers	Company
Residual at the beginning of the period	465.158	79.654	385.504
Incurred claim	207.150	24.070	183.080
Claims paid	(186.391)	(24.928)	(161.463)
Change in insurance reserve	4.941	5.632	(691)
Residual at the end of the period	490.858	84.428	406.430
Outstanding claims reserve (31.03.2007)	Total	Reinsurers	Company
Outstanding claims	337.764	57.969	278.169
IBNR	9.718	813	10.531
Total	347.482	58.782	288.700
Outstanding claims reserve (2006)	Total	Reinsurers	Company
Outstanding claims	343.265	62.311	280.954
IBNR	10.469	812	9.657
Total	353.734	63.123	290.611

17. RELATED PARTY DISCLOSURES

The Interim Financial Statements include the Financial Statements of Ethniki Insurance and its subsidiaries. Participations in associated companies are shown in Note 12.

Ethniki Insurance mainly offers reinsurance services to its associated companies. The terms of these reinsurance contracts are equivalent to the contracts that the Parent Company agrees with third parties. Total claims as at 31 March 2007 amount to € 202.022 thous, total liabilities amount to € 78 thous, total income € 6.845 thous and total expenses € 728 thous. During the period from 1 January until 31 March 2007 the cost of fees and benefits to the Management of the Group and the Parent Company amounted to € 377 thous and € 248 thous respectively.

18. CONTINGENCIES AND COMMITMENTS

(a) Legal Proceedings

The Group's companies are subject to legal proceedings in the normal course of business. The Management as well as the Legal Councillors do not believe that such proceedings will have a material effect on the Group's results and financial position.

(b) Letter of Guarantee

On 31 March 2007, the Parent Company has issued letters of Guarantee amounted to € 1.803 thous. concerning its participation in public tendering for new insurance business.

19. EVENTS AFTER BALANCE SHEET DATE

No significant issues to be noted.

Athens, 30 May 2007

Chief Executive Officer	Vice President	Deputy General Manager	Financial Director	Chief Actuary	Chief accountant
D. PALAIOLOGOS S 095068	A.I. TOURKOLIAS S 655972	I BASSILATOS F 070376	K. ARGYROPOULOS Lic.No 44382 / A Class	S. GRIBOGIANNIS S 280823	G. PETOUSIS Lic.No. 990 / A Class