



**MARFIN EGNATIA BANK**

**MARFIN EGNATIA BANK S.A**

**Interim Financial Statements**

**30 September 2007**

**(In accordance with International Accounting Standard 34)**

The attached interim condensed financial statements were approved by the Board of Directors of MARFIN EGNATIA BANK S.A. on 30 October 2007 and have been posted on the Bank's website [www.marfinegnatiabank.gr](http://www.marfinegnatiabank.gr).



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**Table of Contents**

		<b>Page</b>
<i>Financial Statements</i>		
	Interim Income Statement	2
	Interim Balance Sheet	3
	Interim Statement of Changes in Shareholders' Equity	4
	Interim Cash Flow Statement	5
<b>Notes</b>		
1	General Information on the Bank	6
2	Basis of preparation of interim brief financial statements	13
3	Restatement of Comparative Period	14
3.1	Amendments for the preparation of Balance Sheet as at 31/12/2006	16
3.2	Amendments for the Preparation of Income Statement for the Period 1/1-30/6/2006	17
3.3	Amendments for the Preparation of Balance Sheet as at 30/9/2006	18
3.4	Amendments for the Preparation of Balance Sheet as at 31/12/2005	23
4	Segment Reporting	24
<b>Income Statements</b>		
5	Income Tax	25
<b>Assets</b>		
6	Loans and Advances to customers	26
7	Investment in subsidiaries	26
8	Investment in associates	29
<b>Liabilities</b>		
9	Debt securities in issue and other borrowed funds	30
<b>Equity</b>		
10	Share capital, share premium	31
<b>Additional Information</b>		
11	Contingent liabilities	32
11.1	Litigation	32
11.2	Credit commitments	33
12	Related parties transactions	33
13	Αριθμός Προσωπικού	34
14	Post financial statements preparation date events	35

Interim Income Statements  
For the period ended 30 September 2007  
(Amounts in thousand Euro)

	Note	1/1 - 30/09/2007	1/1 - 30/09/2006	1/07 - 30/09/2007	1/07 - 30/09/2006
Interest and similar income		500.377	303.984	202.017	109.272
Interest and similar expense		328.209	171.954	145.963	64.093
<b>Net interest income</b>		<b>172.168</b>	<b>132.030</b>	<b>56.054</b>	<b>45.179</b>
Fee and commission income		67.655	42.803	36.606	9.777
Fee and commission expense		6.095	2.547	4.054	965
<b>Net fee and commission income</b>		<b>61.560</b>	<b>40.256</b>	<b>32.552</b>	<b>8.812</b>
Income from dividends		3.967	568	157	32
Net trading income		27.695	27.243	6.493	20.863
Other income		5.664	3.992	1.403	1.105
<b>Operating income</b>		<b>271.054</b>	<b>204.089</b>	<b>96.659</b>	<b>75.991</b>
Provisions for credit risks		37.578	30.420	14.500	7.805
Staff costs		81.303	70.477	26.850	23.033
Other operating expense		50.465	39.688	17.354	13.676
Depreciation		8.353	7.663	2.841	2.534
Impairment losses on assets		0	2.659	0	0
<b>Profit/Loss before taxes</b>		<b>93.355</b>	<b>53.182</b>	<b>35.114</b>	<b>28.943</b>
Income tax	5	22.258	16.334	7.097	8.793
<b>Profit/Loss after taxes</b>		<b>71.097</b>	<b>36.848</b>	<b>28.017</b>	<b>20.150</b>
<b>Earnings/Losses per share (in Euro)</b>					
Basic and Adjusted		0,25	0,18	0,10	0,09

**Athens 30 October 2007**

The Chairman  
Of the Board of Directors

Vassilios N. Theocharakis  
I.D. No AB 340063/06

The Managing Director

Efthimios T. Bouloutas  
I.D. No X 501092/02

The Manager of the Finance  
Department

Aggelos N. Saprandidis  
I.D. No AA 273117/05  
Permit No.  
0016834/18-07-2001

The notes presented on pages 6 to 35 constitute an integral part of the interim financial statements for September 30, 2007.



Interim Balance Sheet  
 30 September 2007  
 (Amounts in thousand Euro)

<b><u>ASSETS</u></b>	<b>Note</b>	<b>30 September 2007</b>	<b>31 December 2006</b>
Cash and balances in Central Bank		229.439	284.846
Loans and advances to Banks		2.002.810	1.570.803
Trading securities		244.324	214.554
Derivative financial instruments – assets		10.586	8.056
Loans and advances to customers (net of impairment)	<b>6</b>	8.218.548	5.798.113
Investment securities		669.297	498.486
Investment in subsidiaries	<b>7</b>	288.518	286.411
Investment in associates	<b>8</b>	2.116	2.278
Intangible assets		11.376	8.772
Property, plant and equipment		57.440	61.120
Other assets		187.714	103.089
<b><u>Total Assets</u></b>		<b>11.922.168</b>	<b>8.836.528</b>
<b><u>LIABILITIES</u></b>			
Deposits from banks		1.638.597	730.260
Deposits from customers		8.942.030	6.862.243
Derivative financial instruments – liabilities		34.638	4.023
Debt securities in issue and other borrowed funds	<b>9</b>	280.779	308.852
Provisions		12.158	10.338
Other liabilities		206.582	171.246
<b>Total liabilities (a)</b>		<b>11.114.784</b>	<b>8.086.962</b>
Share capital	<b>10</b>	366.554	353.520
Share premium		327.257	312.125
Other reserves and retained earnings		113.573	83.921
<b>Total equity (b)</b>		<b>807.384</b>	<b>749.566</b>
Minority rights		0	0
<b>Total equity (b)</b>		<b>807.384</b>	<b>749.566</b>
<b><u>TOTAL LIABILITIES AND EQUITY (a) + (b)</u></b>		<b>11.922.168</b>	<b>8.836.528</b>

The notes presented on pages 6 to 35 constitute an integral part of the interim financial statements for September 30, 2007.

Interim Statement of Changes in Shareholders' Equity  
 For the period ended 30 September 2007  
 (Amounts in thousand Euro)

	Share capital	Share premium	Reserves	Revaluation reserves available-for-sale	Retained earnings	Total
<b>Balance as at 01 January 2006</b>	<b>240.632</b>	<b>214.714</b>	<b>36.026</b>	<b>(1.857)</b>	<b>5.935</b>	<b>495.450</b>
Increase of share capital	39.993	(10.128)				29.865
Dividends for the fiscal year 2005			1.873		(14.502)	(12.629)
Revaluation of available-for-sale portfolio				(1.330)		(1.330)
Results for the period					36.848	36.848
Other items					26.406	26.406
<b>Balance as at 30 September 2006</b>	<b>280.625</b>	<b>204.586</b>	<b>37.899</b>	<b>(3.187)</b>	<b>54.687</b>	<b>574.610</b>
<b>Balance as at 1 January 2007</b>	<b>353.520</b>	<b>312.125</b>	<b>37.435</b>	<b>(3.429)</b>	<b>49.915</b>	<b>749.566</b>
Increase of share capital	13.034	15.132				28.166
Dividends for the fiscal year 2006			5.871		(10.535)	(4.664)
Revaluation of available-for-sale portfolio				(36.774)		(36.774)
Results for the period					71.097	71.097
Other items			(56)		49	(7)
<b>Balance as at 30 September 2007</b>	<b>366.554</b>	<b>327.257</b>	<b>43.250</b>	<b>(40.203)</b>	<b>110.526</b>	<b>807.384</b>

The notes presented on pages 6 to 35 constitute an integral part of the interim financial statements for September 30, 2007.

Interim Cash Flow Statement  
 30 September 2007

	<u>01/01/2007 - 30/09/2007</u>	<u>01/01/2006 - 30/09/2006</u>
<b>Cash flows from operating activities</b>		
Profit/Loss before taxes	93.354	53.182
<b>Adjustments for non-cash items</b>		
Depreciation	8.353	7.663
Impairment loss and advances	37.578	30.420
Other provisions	366	0
Employee benefits	1.671	1.115
Valuation trading portfolio	(4.691)	(5.448)
Transfer to investing activities	(32.615)	(1.777)
Transfer to financing activities	10.489	9.435
	<u><b>114.505</b></u>	<u><b>94.590</b></u>
<b>Changes in operating assets</b>		
Loans and advances to banks	(72.581)	9.103
Trading securities and derivatives	(27.609)	88.071
Loans and advances to customers	(2.457.765)	(654.429)
Other liabilities	(84.625)	34.337
<b>Changes in operating liabilities</b>		
Deposits from banks	908.337	304.766
Deposits from customers	2.079.787	213.434
Other liabilities	50.336	32.641
<b>Net cash flow from operating activities before taxes</b>	<u><b>510.385</b></u>	<u><b>122.513</b></u>
Tax paid	(7.169)	(8.573)
<b>Net cash flow from operating activities</b>	<u><b>503.216</b></u>	<u><b>113.940</b></u>
<b>Cash flows from Investing Activities</b>		
Investments in subsidiaries and associates	(11.738)	(832)
Net (increase)/decrease in investments	(207.585)	(160.639)
Dividends received	13.602	496
Purchase of Assets	(10.646)	(5.989)
Sale of assets	3.382	12
Other flows from investing activities	28.793	3.961
<b>Net Cash flows from from Investing Activities</b>	<u><b>(184.192)</b></u>	<u><b>(162.991)</b></u>
<b>Cash flows from Financing Activities</b>		
Dividends distributed	(4.664)	(12.629)
Issue (payment) of debt	(10.396)	(14.738)
Increase in share capital	0	7.508
Other flows from financing activities	(7)	26.389
<b>Net Cash flows from financing Activities</b>	<u><b>(15.067)</b></u>	<u><b>6.530</b></u>
<b>Total net Cash Flows</b>	<u><b>303.957</b></u>	<u><b>(42.521)</b></u>
Foreign exchange difference	63	574
<b>Net cash flow increase (decrease)</b>	<u><b>304.020</b></u>	<u><b>(41.947)</b></u>
<b>Cash and cash equivalents, opening</b>	<u><b>1.802.631</b></u>	<u><b>1.667.287</b></u>
<b>Cash and cash equivalents, closing</b>	<u><b>2.106.651</b></u>	<u><b>1.625.340</b></u>
Cash and Cash equivalents consist of :		
<b>Cash and cash balances with Central Bank</b>	229.439	184.097
<b>Due from Banks</b>	<u>1.877.212</u>	<u>1.441.243</u>
	<u><b>2.106.651</b></u>	<u><b>1.625.340</b></u>

The notes presented on pages 6 to 35 constitute an integral part of the interim financial statements for September 30, 2007.

## 1. General Information on the Bank

«MARFIN EGNATIA BANK S.A.» (former EGNATIA BANK S.A. and hereafter «the Bank»), with its registered office in Greece, whose shares are traded on Athens Stock Exchange, operates as Societe Anonyme bank in compliance with Greek legislation, and in particular with the requirements of the Company Law 2190/1920 as it is due, banking regulations 2076/92 as well as the requirements of other similar legislations.

The Bank (R. No. 6072/06/B/86/11) arose following the merger of Marfin Egnatia Bank S.A. (R. No. 6079/06/B/86/18) and Laiki Bank (Hellas) S.A. (R.No. 27084/06/B/92/16) with Egnatia Bank S.A. in accordance with the decision K2 – 9985/29.06.2007 of the Ministry of Development.

It is to be noticed that in accordance with the decision of Extraordinary General Assembly of nominal shares shareholders of the Bank as at 21/06/2007, the title of the Bank has been modified as «**MARFIN EGNATIA S.A.**» under the discreet title «**MARFIN EGNATIA ΤΡΑΠΕΖΑ**» and «**MARFIN EGNATIA BANK**». The aforementioned modification was approved by No. K2 – 9985//29.06.2007 decision of the Ministry of Development and recorded in the S.A. Registry of the aforementioned Ministry.

The corporate registered office of the Bank is in Municipality of Thessalonica and, in particular, at 4 Danaidon Str. The duration of Bank operations, in compliance with Article 4 of its Charter of Incorporation, has been defined as till 2016, though it can be prolonged following the decision of General Assembly of shareholders for the period defined every time by the aforementioned body.

The objective of the Bank, in accordance with Article 3 of its Charter of Incorporation is to operate in Greece or abroad and provide recognized or by the law assigned to Banks services, on its behalf or on behalf of third parties.

### **Brief history**

The Bank (R. No. 6072/06/B/86/11) arose following the merger of the former Egnatia Bank S.A. (R. No. 2514/06/B/91/44) with Central Bank of Greece S.A. in accordance with the decision K2 – 8832/30.07.99 of the Ministry of Development.

Two changes in the shareholder structure took place within 2006. Marfin Investment Group S.A. (former Marfin Financial Group A.E.) obtained the control of the Bank on 29 March 2006. Control was obtained originally by purchasing 34.45% of Bank's ordinary shares and obtaining the majority in voting rights and the management in several boards of the Bank. During the year, Marfin Group increased its participation to 44.94% by purchasing additional common shares of the Bank. On December 2006, after a public offer of Marfin Popular Bank Public Company Ltd (formerly Popular Bank Cyprus Ltd) to acquire 100% of ordinary and preference shares of the Bank, Marfin Financial Group proceeded to full liquidation of its investment in Egnatia Bank. Specifically, on 13 December 2006 it was sold 14,08% of shares to institutional investors through private placement and on 21 December 2006, 30.86% of the Bank shares were exchanged with Marfin Popular Bank shares.

As a result of the public offer, the Bank as at 22 December 2006 is considered a subsidiary of

Marfin Popular Bank Public Company Ltd which holds 86.44% of ordinary shares and 84.31% of preference shares.

The Boards of Directors of Egnatia Bank S.A. whose registered office is at 4 Danaidon Str. in the municipality of Thessalonica with the R. Number of 6072/06/B/86/11, Marfin Bank S.A. (absorbed company I) , whose registered office is in the municipality of Marousi Attikis at 24 Kifissias Avenue with the R. Number of 6079/06/B/86/18, and Laiki Bank (Hellas) S.A. (absorbed company II) whose registered office is in the municipality of Athens, at 16 Panepistimiou Street, with the R. Number of 27084/06/B/92/16, have announced that in compliance with the provisions of the Article 68 Par. 2, 69 - 77 of the Law 2190/1920, Article 16 of the Law 2515/1997, Articles 1 – 5 of the Law 2166/1993 and the existing trade legislation they signed the Merger Draft Agreement as at 26.03.2007 according to which the aforementioned Companies will merge with the absorption of the second and third above mentioned Companies by the first. The Draft Agreement was presented for publication in accordance with the requirements of the Law 2190/1920 and was registered in S.A. Registry of the Ministry of Development, the Division of S.A. and Bank Institutions on 20th April, 2007. The terms of the Merger Draft Agreement are under approval of the General Assemblies of the merging companies.

Briefly, the terms of the Merger Draft Agreement are as follows:

The merger will be carried out in compliance with the requirements of the Article 68 Par. 2, 69 - 77 of the Law 2190/1920, Article 16 of the Law 2515/1997, Articles 1 – 5 of the Law 2166/1993 as they are currently due as well as with the existing trade legislation and on the basis of Transitional Balance Sheets of merging companies of 31st December, 2006.

Upon the completion of the merger, the Absorbed Companies are dissolved and cease to exist without the consequence of their position liquidation, and the total of their property (Assets and Liabilities) is transferred to the Absorbing Company that is held responsible, in compliance with the Law, for all the rights, liabilities, administrative decisions or approvals as well as intercompany relations of the Absorbed Companies and the transition is to be performed in due succession.

Based on the items provided in the Transitional Balance Sheet of merging companies as at 31st December 2006, the share capital of the Absorbing Company amounted as at 31.12.2006 to 122.171.777,91 Euro, divided into 93.286.729 ordinary shares with voting rights and a par value of Euro 1,17 each and 11.133.594 preferred shares without voting rights, with a par value of Euro 1,17 each. As a result of the transition, during the period from 1.1.2007 to 26.3.2007, of 1.330 bonds convertible to common nominal shares and 10 bonds convertible to preferred nominal shares of convertible bond loan issued by the Absorbing Company following the decisions of the First Repetitive General Assembly of 28.6.2001 following the postponement of the Ordinary General Assembly of common shareholders, the First Repetitive Special General Assembly preferred shareholders of 28.6.2001 as well as the decisions of the Board of Directors as of 3.10.2002 and 19.11.2002, the share capital of the Absorbing Company as at 26.3.2007 amounts to 122.173.345,71 Euro. The share capital of the Absorbing Company is totally increased by an amount of 244.380.488,11 Euro, that refers, on the one hand, to the total share capital of the Absorbed Companies amounting to 244.374.445,77 Euro, and, on the other hand, to the capitalized portion of Reserve Balance Account arising from the transition of share capital of the Absorbing Company to Euro of the amount of 6.042,34 Euro for the new Absorbing Company shares approximation purposes and, at the same time, there is an increase in the nominal value of the Absorbing Company total shares from 1,17 Euro to 1,27 Euro.

Following the completion of the merger, the Absorbing Company share capital will amount to Euro 366.553.833,82 divided into 288.625.066 common nominal shares of Euro 1,27 per

share. The issuance of common nominal shares of the Absorbing Company for the total of its share capital will take place following the decision of the Special General Assembly of Preferred Shares shareholders with regard to their preference abolition and the corresponding transition to common shares in compliance with the requirements of the Charter of Incorporation of the Absorbing Company and the existing legislation.

The transition correlation between the old shares of the merged Companies and the new shares that will be issued by the Absorbing Company as well as their distribution to the shareholders, which has been defined after taking into consideration the valuation of the merged companies that has been carried out by an independent Chartered Accountant, will be as follows:

(A) The shareholders of the Absorbing Company “Egnatia Bank A.E.” will receive a total of 104.421.663 new approximated common nominal shares of nominal value of each share amounting to Euro 1,27. The shareholders of the Absorbing Company will receive 1 new common nominal share of the Absorbing Company for every 1 old common share or preferred share of the Absorbing Company.

(B) The shareholders of the Absorbed Company “Marfin Bank ATE” will receive a total of 95.568.020 new approximated common nominal shares of the Absorbed Company of nominal value of each share amounting to Euro 1,27. As a result, the shareholders of the Absorbed Company I will receive 0,198181485757 new nominal shares of the Absorbing Company for every 1 old share of the Absorbed Company I .

(C) The shareholders of the Absorbed Company «Laiki Bank (Hellas) A.E.», will receive a total of 88.635.383 new approximated common nominal shares of the Absorbed Company of nominal value of each share amounting to Euro 1,27. As a result, the shareholders of the Absorbed Company II will receive 13,041018670786 new nominal shares of the Absorbing Company for every 1 old share of the Absorbed Company II.

Upon the completion of the merger, the shareholders of the Absorbed Companies will have participation rights in the Absorbing Company profits for every fiscal year, including the year started as at 1.1.2007.

As from 1.1.2007, the next day of preparation of the Balance Sheet of the merged companies, on which basis there were defined the transition correlations between the shares of the merged companies and the new shares of the Absorbing Company, and to the date of completion of the aforementioned companies merger, the acts of the Absorbed Companies are regarded for the accounting principles as those carried out on behalf of the absorbing Company, while the financial results of the Absorbed Companies that will arise during this period will be regarded as those of the Absorbing Company.

As at 21/06/2007 Extraordinary General Assembly of nominal shares shareholders of the Bank decided on the following, among others:

a) Merger of the absorbed by the Bank of Marfin Bank and Laiki Bank (Hellas) with increase of its share capital by the amount especially recorded in the Schedule of Contract Merger.

b) Approval of the Report of The Board of Directors of the Bank and the Reports and other Documents of Independent Chartered Accountant Company concerning valuations of the merging companies and the correlation of the shares in compliance with Article 289 of the Regulations of Athens Stock Exchange, the Transition Balance Sheet as at 31/12/2006 and

Book Value Certification Reports of the merging companies assets in accordance with the requirements of Article 16 of the Law 2515/1997.

c) Approval of the Schedule of Contract Merger of absorbed by the Bank, Marfin Bank and Laiki Bank (Hellas) and the Report of the Board of Directors to the General Assembly of the shareholders on the Schedule of Contract Merger (article 69 par. 4 of the Law 2190/1920).

d) The cancellation of benefits and the transition of preferred shares without voting rights into ordinary nominal shares with voting rights and the amendment of Article 7 par.1 of the Charter of Incorporation of the Bank.

e) The change of name and discrete title of the Bank and the corresponding amendment of article 1 of the Charter of Incorporation. The new name of the Bank is «MARFIN EGNATIA S.A.» and its discrete title «MARFIN EGNATIA ΤΡΑΠΕΖΑ» and «MARFIN EGNATIA BANK».

f) the increase of share capital a) with contribution of share capital of absorbed companies b) with capitalization of part of revaluation reserves from share capital transition in Euro, the change of nominal value of shares and the amendment of Article 6 of the Charter of Incorporation of the Bank.

The Special General Assembly as at 21/06/2007 of preferred shareholders approved in compliance with Article 72 par. 2 of the Law 2190/1920 on the aforementioned merger and decided on the cancelation of benefits and preferred shares of the Bank without voting rights and their transition into ordinary shares with voting rights.

The aforementioned merger was also approved in compliance with Article 70 par. 4 of the Law 2190/1920 by the Special Assembly as at 21st June 2007 of Bond Holders of the Bond Loan issued by the Bank following its decisions through as at 28.06.2001 First Repetitive and thereafter Regular General Assembly of ordinary shares shareholders, First Repetitive Special General Assembly preferred shares shareholders and as at 3.10.2002 and 19.11.2002 decisions of the Board of Directors as at 26/03/2007.

Furthermore, the Extraordinary General Assemblies as at 21/06/2007 of the shareholders of Absorbed Companies with the 100% representation of the shareholders of each of them, decided on the merger by the Bank in accordance with especially recorded in the Schedule of Contract Merger.

The merger was carried out in compliance with the requirements of Articles 68 par. 2, and 69 - 77 of the Law 2190/1920, in combination with the requirements of Article 16 of the Law 2515/1997 and Articles 1-5 of the Law 2166/1993, as they are presently due and in compliance with the requirements of commercial law and contracts included in the Schedule of Contract Merger.

On 22/06/2007, there was prepared Contract Merger under the No. 8.957 legal document of the notary of Piraeus Stefanos Kon. Vasilakis.

The Commission of Bank and Credit Issues of the Bank of Greece during its meeting under the protocol number 245/3/08.06.2007 approved of the merger with the absorption of the companies «LAIKI BANK (HELLAS) S.A.» and «MARFIN BANK S.A. ».

The merger of the Bank with the absorption of «LAIKI BANK (HELLAS) S.A.» and «MARFIN BANK S.A.» was approved by as at K2 - 9985/29.06.2007 decision of the Ministry of Development that was recorded on 29/06/2007 in its Registry. It is to be noticed that there is

no requirement of approval of the aforementioned Merger by the Commission of Competitiveness but only its disclosure to the Commission. Also, in compliance with the aforementioned decision of the Ministry of Development, there was approved the amendment of Article 1 of the Charter of Incorporation of the Bank, following which the name and the discrete title of the Bank were changed into MARFIN EGNATIA S.A.», with the discrete title «MARFIN ΕΓΝΑΤΙΑ ΤΡΑΠΕΖΑ» and «MARFIN EGNATIA BANK».

The Merger was completed and is considered as final starting from 29/06/2007, the date of recording in the Registry under the K-2 9985/29.06.2007 approving decision of the Authority on the merger of the aforementioned S.A. Following the completion of the aforementioned Merger, in every legal way and without any further statement, the Bank is in charge of all the rights and liabilities of the Absorbed Companies that are regarded as legally terminated as independent bodies with no independent legal performance without liquidation requirement in due succession (Article 75 of the Law 2190/1920).

### **Subsidiaries**

a) The BoD members of Egnatia Finance S.A. and Investment Bank of Greece S.A. that belongs to Marfin Bank S.A. Group decided on the merger through absorption of Egnatia Finance S.A. by the Investment Bank of Greece S.A. The transition date has been defined as 30/06/2006.

On 22.06.2007 there was recorded in the Registry under No K2 - 9485/22.06.2007 the decision of the Ministry of Development in compliance with which there was approved the merger of S.A. «INVESTMENT BANK OF GREECE S.A.» under the Reg No. 45090/06/B/00/4 and «EGNATIA FINANCE S.A.» under the Reg No 23105/06/B/90/34, with the absorption of the latter by the former in accordance with the requirements of Article 68 par.2, 69 till 77 of the Law 2190/20 as it is due in combination with the requirements of Article 16 of the Law 2515/1997 as it was amended and is due and Articles 1-5 of the Law 2166/1993, as at 12.06.2007 decision of the General Assembly of the shareholders of the aforementioned companies and 8926/13.06.2007 act of the notary of Piraeus Stefanos Kon. Vasilakis.

b) The General Assemblies of Egnatia Insurance Brokers LTD as at 23.05.2007 and the companies of Laiki Insurance Brokers LTD that belongs to the Group «Laiki Bank (Hellas) S.A.», as at 26.03.2007 and 23.05.2007 decided on the merger through absorption of Laiki Insurance Brokers LTD by Egnatia Insurance Brokers LTD. The transition date has been defined as 31/03/2007.

On 22.06.2007 there was recorded in the Registry under No K3 – 6176/22.06.2007 the decision of the Ministry of Development in compliance with which there was approved the merger of S.A. «Egnatia Insurance Brokers LTD» under Reg. No. 58662/05/B/05/7 and «Laiki Insurance Brokers LTD», with the absorption of the latter by the former in accordance with the requirements of the Law 2190/20 and Articles 1-5 of the Law No. 2166/1993, as at 23.05.2007 Decision of Special General Assembly of its shareholders, as at 26.03.2007 and 23.05.2007 decisions of General Assemblies of the companies LTD and under No. 8927/14.06.2007 act of the notary of Piraeus Stefanos Kon. Vasilakis as modified by 8943/19.06.2007 act of the same notary.

In compliance with the aforementioned decision, there was approved the change of the name from « Egnatia Insurance Brokers LTD» to «Marfin Insurance Brokers LTD» and the discrete title «Marfin Brockers LTD».

c) On 22.06.2007 there was recorded in the Registry under No K3 – 6346/29.06.2007 the

decision of the Ministry of Development in compliance with which there was approved the change of the subsidiary's name from «LAIKI LIFE I.S.A.» to «MARFIN LIFE I.S.A.» and the discrete titles of «MARFIN ΖΩΗΣ» or «MARFIN LIFE».

d) The Boards of Directors of Investment Bank of Greece S.A. and Laiki Attalos S.A. as at 29.06.2007, decided on the merger with absorption of Laiki Attalos S.A. by Investment Bank of Greece S.A. The transition date has been defined as 30/06/2007.

e) The Boards of Directors of Egnatia Mutual Funds Management S.A., Laiki Mutual Funds Management S.A. that belongs to the group of Laiki Bank (Hellas) S.A., Marfin Mutual Funds Management S.A. and Marfin GAM S.A. that belong to the group of Marfin Bank S.A., decided on the merger through the absorption of Egnatia Mutual Funds Management S.A., Laiki Mutual Funds Management S.A., Marfin GAM S.A. by Marfin Mutual Funds Management S.A. The transition date has been defined as 31.12.2006.

On 20.07.2007 there was recorded in the Registry under No K2 – 10866/20.07.2007 the decision of the Ministry of Development in compliance with which there was approved the merger of S.A. «MARFIN MUTUAL FUNDS MANAGEMENT S.A.» under Reg. No. 44673/06/B/99/55, «MARFIN GLOBAL ASSET MANAGEMENT INVESTMENT SERVICES S.A.» under Reg. No. 37182/01AT/B/96/373, «LAIKI MUTUAL FUNDS MANAGEMENT S.A.» under Reg. No. 40418/06/B/98/12 and «EGNATIA MUTUAL FUNDS MANAGEMENT S.A.» under Reg. No. 25940/06/B/92/02, with the absorption of the second, third and fourth companies by the former in accordance with as at 14.05.2007 Decisions of General Assemblies of their shareholders, the requirements of Articles 68-77 of the Law 2190/20 and Articles 1-5 of the Law N. 2166/1993, and under No. 8888/29.05.2007 act of the notary of Piraeus Stefanos Kon. Vasilakis.

In compliance with the aforementioned decision, there was approved the change of the name as from «MARFIN MUTUAL FUNDS MANAGEMENT S.A.» to «MARFIN GLOBAL ASSET MANAGEMENT MUTUAL FUNDS MANAGEMENT S.A.» under the discrete title «MARFIN G.A.M. MUTUAL FUNDS MANAGEMENT S.A.».

f) The Boards of Directors of Egnatia Leasing S.A. and Laiki Leasing S.A. that belongs to the group of Laiki Bank (Hellas) S.A., decided on the merger through the absorption of Laiki Leasing S.A. by Egnatia Leasing S.A. The transition date has been defined as 31.12.2006. On 27.07.2007 there was registered in the Registry under No 22870/07 decision of the Prefecture of Athens, in compliance with which there was approved the merger through absorption of the Public Limited company «LAIKI FINANCE LEASES S.A.» under Reg. No. 39052/01/B/97/499 by S.A. «EGNATIA LEASING FINANCE LEASES S.A.» under Reg. No. 46756/01/B/00/412(07), in accordance with as at 07.2007 decisions of the General Assemblies of the two aforementioned companies, under 29370/09.07.2007 act of the notary of Athens Georgios Stefanakos, as at 26.03.2007 report of Chartered Accountant Mr. Sotirios Constantinou and the requirements of Articles 68 par. 2, 69 to 77 of the Law 2190/20 in combination with the requirements of Article 16 of the Law 2515/1997 and Articles 1-5 of the Law 2166/1993.

Following the No. 28522/08.08.2007 decision of the Prefecture of Athens, there was approved the change of the name as from «EGNATIA LEASING FINANCE LEASES S.A.» to «MARFIN FINANCE LEASES S.A.» under the discrete title «MARFIN LEASING S.A.».



### **Management**

The Board of Directors at its meeting on 30.10.2007 reorganized its body as follows:

The Chairman (Non executive member) :	Vassilios N. Theocharakis		
The Vice Chairman (Non executive member) :	Alexandros K. Mpakatselos		
The Managing Director (Executive member) :	Efthimios T. Bouloutas		
Deputy Managing Director (Executive member):	Konstantinos I. Vasilakopoulos	As of 30.10.2007	
Executive members :	Andreas E. Vgenopoulos	Resigned	on
	Eleftherios A. Chiliadakis	30.10.2007	
	Androniki. D. Plakomichelaki		
	Fotios D. Karatzenis		
Non executive members:	Panagiotis I. Theocharakis		
	Despina V. Theocharaki		
Non executive independent members :	Panagiotis K. Throuvalas		
	Markos A. Foros		

The auditors of the six-month and annual financial statements are as follows:

Regular : Sotiris A. Constantinou SOEL Reg. No. 13671

Deputy : Vassilis K. Kazas SOEL Reg. No. 13281

Of the auditing firm Grant Thornton S.A.

The present brief financial statements were approved by the Board of Directors on October 30, 2007.

## 2. Basis of preparation of interim brief financial statements

The interim brief financial statements as of 30.09.2007 have been prepared in accordance with IAS 34 "Interim financial statements" and must be reviewed alongside the annual financial statements of the Bank for the period ended 31 December 2006.

The Bank adopted for its 30.09.2007 financial statements the same accounting policies that it applied for the period ended 31 December 2006 apart from the changes that arose due to the adoption of the standards and interpretations mentioned below:

- *Interpretation 7: Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies.*

The Interpretation adoption has had no effect on the financial statements of 30.09.2007.

- *Interpretation 8: Scope of IFRS 2*

The Interpretation adoption has had no substantial effect on the financial statements of 30.09.2007.

- *Interpretation 9: Reassessment of Embedded Derivatives*

The Interpretation adoption has had no substantial effect on the financial statements of 30.06.2007.

- *Interpretation 10: Interim Financial Reporting and Impairment.*

Following the adoption of this Interpretation, impairment losses on goodwill and certain financial assets, such as "available for sale" equity investments and unquoted equity instruments measured at cost that are recognized in an interim financial statements must not be reversed in subsequent interim or annual financial statements. The application of the Interpretation will not have substantial effect on the accounting principles followed by the Bank.

*IFRS 7: Financial Instruments: Disclosures*

*Amendment of IAS 1 Presentation of Financial Statements- Capital Disclosures.*

The aforementioned Standards are to be mandatorily applied starting from 1.1.2007 and their effect on the content and the way of items disclosure that refer to financial instruments will be presented in the financial statements of the current year.

The Bank has applied the Standards and the Interpretations that have been approved by the European Union and are mandatorily applied for the fiscal year of 2007, while it has not proceeded to earlier application of the Standards that have already been issued but will apply starting from 01.01.2008 and onwards.

The adoption from the European Union until 31.12.07, of the Standards, their Interpretations and Amendments that will be probably issued within the year by I.A.S.B. and their application that will be mandatory or optional for the periods starting after 01.01.07, may affect retrospectively the amounts included in these interim financial statements.

## **Basis of Consolidation**

As far as business combinations and acquisition of entities that are under joint control and that are out of the scope of IFRS 3, the Group applies the 'pooling of interest method', as described below:

The three merged banks, EGNATIA, LAIKI and MARFIN, have no investment relation among each other, they all constitute subsidiaries of Marfin Popular Bank Public Co LTD. Therefore, the three banks as at the date of merger are under joint control as defined in IFRS 3 «Business Combinations par 10. The Management assumes that business combinations under joint control are out of scope of IFRS 3 "Business Combinations" and that no guidance is foreseen concerning such kind of transactions in International Financial Reporting Standards. In accordance with par 10-12 of IAS 8 «Accounting Policies, Changes in Accounting Estimates and Errors» that among others mention that «In the absence of a Standard or an Interpretation that specifically applies to a transaction, other event or condition, management shall use its judgment in developing and applying an accounting policy that results in information that is relevant to the economic decision-making needs of users and reliable», the Management applied the accounting principles that US GAAP (SFAS 141 Business combinations § D11-D18) and UK GAAP accept for business combinations (merger accounting method or pooling of interests method).

In accordance with 'pooling of interest method', assets and liabilities of the absorbed companies are presented at their book value prior to merger without taking into consideration the acquisition cost of the companies and their equities. Therefore, goodwill from consolidation of the companies included in the merger is not recognized.

There are also analytically presented the financial statements of the three banks and corresponding entries made by them in order to prepare comparative financial statements.

The financial statements are prepared in thousand Euro which is the reporting currency and are rounded to the nearest thousand unless noticed otherwise in the Explanatory Notes.

The financial statements are prepared on historic cost basis except for:

- Revaluations of available-for-sale securities,
- Revaluations of assets and liabilities that constitute part of trading securities,
- Revaluations of derivative financial instruments and
- Revaluations of investment property.

Apart from the attached interim financial statements, the Bank also prepares consolidated interim financial statements that include the operations of the Bank and its subsidiaries. The interim consolidated financial statements are included in the consolidated financial statements of Marfin Popular Bank Public Company Ltd, Lemesou Avenue 154, P.C.. 22032, 1598 Leukosia, Cyprus, using the method of full consolidation. Marfin Popular Bank participates in the share capital of the company with the percentage of 95,04%.

### **3. Restatement of Comparative period**

Financial Statements of comparative periods, were reformulated in order to, according to the requirements of accounting consolidation of interests, provide information on how the financial

figures of the bank would have been modulated if the merger of the three banks had been realized at 1/1/2005, that is during the opening of the first financial year, for which comparative figures are presented. Balance Sheets, Income Statements, Cash flow Statements and Statements of changes in equity, are based upon historical financial figures of the three absorbing banks as well as upon elimination of all transactions and the balances between the three absorbing companies and their subsidiaries.

It is noticed that in the published Income Statement for the comparative period 1/1-30/06/2006 of Egnatia Bank S.A. Group, as well as in the published Income Statement for the comparative period 1/1-30/06/2007 of Marfin Egnatia Bank, the following reclassifications have been made:

	<b>Published Income Statement</b>	<b>Amendment 30/06/2007</b>	<b>Change</b>
<b>Profit/Loss for period 1/1 – 30/6/2006</b>			
Interest and similar income	91.875	92.199	324
Interest and similar expense	(44.661)	(44.641)	20
Fee and commission income	11.649	11.326	(324)
Profit/Loss from financial activities	1.572	1.552	(20)
	<b>60.435</b>	<b>60.435</b>	<b>0</b>

	<b>Published Income Statement</b>	<b>Amendment 30/09/2007</b>	<b>Change</b>
<b>Profit/Loss for period 1/1 – 30/6/2007</b>			
Interest and similar income	301.047	298.360	(2.687)
Interest and similar expense	(185.016)	(182.246)	2.770
Fee and commission income	30.662	31.049	387
Fee and commission expense	(2.070)	(2.041)	29
Profit/ Loss from financial activities	21.948	21.202	(746)
Other operating income	3.583	4.261	678
Provisions for credit risks	(23.078)	(23.078)	0
Staff costs	(54.447)	(54.453)	(6)
Other operating costs	(32.645)	(33.115)	(470)
Depreciation	(5.512)	(5.512)	0
Current tax	(10.426)	(10.381)	45
	<b>44.046</b>	<b>44.046</b>	<b>0</b>

In the following part, the financial statements of the three banks and the elimination records that have been operated upon them are analytically indicated, in order the comparative financial statements to be established.

The three first columns concern historical financial statements of the three banks, the next column includes eliminations and the last column includes the published comparative financial statement for the period.

### 3.1 Amendments for the Preparation of the Balance Sheet as at 31/12/2006

Balance Sheet of the Period 31/12/2006	Publicized Financial Statements of the Bank	Absorption of Laiki Bank	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EGNATIA BANK
<i>Amounts in '000 €</i>					
<b>ASSETS</b>					
Cash and balances in Central bank	108.028	126.653	50.165		284.846
Loans and advances to banks	585.721	592.348	626.800	(234.066)	1.570.803
Trading securities	13.037	39.449	162.068		214.554
Derivative financial instruments – assets	937	3.078	4.041		8.056
Loans and advances to customers (net of provisions)	2.601.090	2.498.971	698.052		5.798.113
Investment securities	241.995	7.365	249.126		498.486
Investments in subsidiaries and associates	41.496	35.993	211.200		288.689
Intangible assets	7.264	757	751		8.772
Property, plant and equipment	44.162	14.833	2.125		61.120
Other assets	52.581	26.815	24.373	(680)	103.089
<b>TOTAL ASSETS</b>	<b>3.696.311</b>	<b>3.346.262</b>	<b>2.028.701</b>	<b>(234.746)</b>	<b>8.836.528</b>
<b>LIABILITIES</b>					
Deposits from banks	277.022	466.496	220.808	(234.066)	730.260
Deposits from customers	2.759.631	2.614.738	1.487.874		6.862.243
Derivative financial instruments- liabilities	2.331	964	728		4.023
Debt securities in issue and other borrowed funds	308.852	0	0		308.852
Other provisions	8.315	1.550	473		10.338
Other liabilities	81.350	52.800	37.776	(680)	171,246
<b>Total Liabilities (a)</b>	<b>3.437.501</b>	<b>3.136.548</b>	<b>1.747.659</b>	<b>(234.746)</b>	<b>8.086.962</b>
Share Capital	109.145	99.707	144.667		353.520
Share premium	116.827	86.831	108.467		312.125
Reserves	18.605	12.480	2.921		34.006
Retained earnings	14.233	10.696	24.987		49.915
<b>Equity attributable to the Bank's equity holders (b)</b>	<b>258.810</b>	<b>209.714</b>	<b>281.042</b>	<b>0</b>	<b>749.566</b>
<b>TOTAL Equity (a) + (b)</b>	<b>3.696.311</b>	<b>3.346.262</b>	<b>2.028.701</b>	<b>(234.746)</b>	<b>8.836.528</b>

### 3.2 Amendments for the Preparation of the Income Statement for the Period 1/1-30/6/2006

Income Statement for the Period 1/1-30/6/2006	Revised Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EGNATIA BANK
<i>Amounts in '000 €</i>					
Interest and similar income	92.199	77.207	25.681	(375)	194.712
Interest and similar expense	(44.641)	(43.900)	(19.695)	375	(107.861)
<b>Net interest income</b>	<b>47.558</b>	<b>33.307</b>	<b>5.986</b>	<b>0</b>	<b>86.851</b>
Fee and commission income	11.326	6.559	15.141		33.026
Fee and commission expense	(935)	(524)	(123)		(1.582)
<b>Net fee and commission income</b>	<b>10.391</b>	<b>6.035</b>	<b>15.018</b>	<b>0</b>	<b>31.444</b>
Net trading income / (expense)	1.552	1.625	3.203		6.380
Income from Dividends	485	16	35		536
Other operating income	913	1.864	110		2.887
<b>Operating income</b>	<b>60.899</b>	<b>42.847</b>	<b>24.352</b>	<b>0</b>	<b>128.098</b>
Provisions for credit risks	(11.240)	(10.600)	(775)		(22.615)
Staff costs	(28.953)	(13.524)	(4.967)		(47.444)
Depreciation	(2.774)	(2.123)	(232)		(5.129)
Other operating costs	(12.002)	(11.365)	(2.645)		(26.012)
Impairment losses on assets	(2.659)				(2.659)
<b>Profir before taxes</b>	<b>3.271</b>	<b>5.235</b>	<b>15.733</b>	<b>0</b>	<b>24.239</b>
Income tax	1.316	1.094	3.920		6.330
Deferred tax	160	424	627		1.211
<b>Profit after taxes</b>	<b>1.795</b>	<b>3.717</b>	<b>11.186</b>	<b>0</b>	<b>16.698</b>

### 3.3 Amendments for the Preparation of the Income Statement for the Period ended 30/9/2006

Income Statement for the Period 1/1-30/9/2006	Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EGNATIA BANK
<i>Amounts in '000 €</i>					
Interest and similar income	140.441	120.727	43.191	(375)	303.984
Interest and similar expense	(69.983)	(68.761)	(33.585)	375	(171.954)
<b>Net interest income</b>	<b>70.458</b>	<b>51.966</b>	<b>9.606</b>	<b>0</b>	<b>132.030</b>
Fee and commission income	17.164	9.469	16.170	0	42.803
Fee and commission expense	(1.524)	(830)	(193)	0	(2.547)
<b>Net fee and commission income</b>	<b>15.640</b>	<b>8.639</b>	<b>15.977</b>	<b>0</b>	<b>40.256</b>
Net trading income / (expense)	3.573	1.276	22.394		27.243
Income from Dividends	496	37	35		568
Other operating income	1.376	2.232	384		3.992
<b>Operating income</b>	<b>91.543</b>	<b>64.150</b>	<b>48.396</b>	<b>0</b>	<b>204.089</b>
Provisions for credit risks	(14.614)	(14.300)	(1.506)		(30.420)
Staff costs	(42.950)	(20.082)	(7.445)		(70.477)
Αποσβέσεις	(4.208)	(3.112)	(343)		(7.663)
Other operating expenses	(18.552)	(17.226)	(3.910)		(39.688)
Impairment losses from assets	(2.659)	0	0		(2.659)
<b>Profit before taxes</b>	<b>8.560</b>	<b>9.430</b>	<b>35.192</b>	<b>0</b>	<b>53.182</b>
Income tax	2.584	2.180	9.497		14.261
Deferred tax	193	387	693		1.273
Tax inspection differences	0	0	800		800
<b>Profit after taxes</b>	<b>5.783</b>	<b>6.863</b>	<b>24.202</b>	<b>0</b>	<b>36.848</b>

Balance Sheet 30/9/2006	Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EGNATIA BANK
<i>Amounts in '000 €</i>					
<b>ASSETS</b>					
Cash and balances in Central Bank	90.776	71.036	24.417		186.229
Loans and advances to Banks	529.778	568.851	417.665	(70.793)	1.445.501
Trading securities	14.089	31.801	152.652		198.542
Derivative financial instruments – assets	282	2.088	3.653		6.023
Loans and advances to customers (net of provisions)	2.462.355	2.400.769	678.593		5.541.717
Investment securities	194.175	1.908	240.087		436.170
Investments in subsidiaries and associates	41.496	35.950	26.088		103.534
Intangible assets	7.167	762	714		8.643
Property, plant and equipment	40.972	15.259	2.146		58.377
Other assets	52.631	32.617	35.737		120.985
<b>TOTAL ASSETS</b>	<b>3.433.721</b>	<b>3.161.041</b>	<b>1.581.752</b>	<b>(70.793)</b>	<b>8.105.721</b>
<b>LIABILITIES</b>					
Deposits from banks	185.590	333.388	272.509	(70.793)	720.694
Deposits from customers	2.614.790	2.549.847	1.174.305		6.338.942
Derivative financial instruments – liabilities	1.004	1.099	372		2.475
Debt securities in issue and other borrowed funds	308.907	0	0		308.907
Other provisions	12.208	1.563	464		14.235
Other liabilities	54.642	59.080	32.135		145.857
<b>TOTAL LIABILITIES (a)</b>	<b>3.177.141</b>	<b>2.944.977</b>	<b>1.479.785</b>	<b>(70.793)</b>	<b>7.531.110</b>
Share Capital	109.115	99.707	71.803		280.625
Share premium	116.773	86.831	982		204.586
Reserves	18.315	12.810	3.588		34.713
Retained earnings	12.377	16.716	25.594		54.687
<b>Equity attributable to the Bank's equity holders (b)</b>	<b>256.580</b>	<b>216.064</b>	<b>101.967</b>	<b>0</b>	<b>574.611</b>
<b>TOTAL EQUITY (a) + (b)</b>	<b>3.433.721</b>	<b>3.161.041</b>	<b>1.581.752</b>	<b>(70.793)</b>	<b>8.105.721</b>

Cash Flows Statement 30/9/2006	Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EΓΝΑΤΙΑ ΤΡΑΠΕΖΑ
<i>Amounts in '000 €</i>					
<b>Cash flows from operating activities</b>					
Profit / Loss before taxes	8.560	9.430	35.192		53.182
<b>Adjustments Profit / Loss before taxes</b>					
Depreciation	4.208	3.112	343		7.663
Impairment loss and advances	14.614	14.300	1.506		30.420
Employee benefits	773	237	105		1.115
Valuation of trading portfolio	(1.180)	(1.054)	(3.214)		(5.448)
Transfer to investing activities	(1.777)				(1.777)
Transfer to financing activities	8.559		876		9.435
<b>Changes in operating assets</b>	<b>33.757</b>	<b>26.025</b>	<b>34.808</b>	<b>0</b>	<b>94.590</b>
Loans and advances to banks	(27.466)	(67.492)	33.374	70.687	9.103
Trading securities and derivatives	2.432	(16.445)	102.084		88.071
Loans and advances to customers	(199.171)	(179.900)	(275.358)		(654.429)
Other assets	(9.122)	53.829	(10.370)		34.337
Net (increase) in operating liabilities					
Deposits from Banks	179.906	49.861	145.686	(70.687)	304.766
Deposits from customers	(31.547)	128.020	116.961		213.434
Other liabilities	(2.271)	21.106	13.805		32.640
<b>Net cash flows from operating activities before taxes</b>	<b>(53.482)</b>	<b>15.004</b>	<b>160.990</b>	<b>0</b>	<b>122.512</b>
Income tax paid	(1.189)	(1.716)	(5.668)		(8.573)
<b><u>Net cash flows from operating activities</u></b>	<b><u>(54.671)</u></b>	<b><u>13.288</u></b>	<b><u>155.322</u></b>	<b><u>0</u></b>	<b><u>113.939</u></b>
<b>Cash flows from investing activities</b>					
Investments in subsidiaries and associates	(109)		(723)		(832)

Net increase (decrease) in investment securities	(67.190)		(154.277)		(221.467)
Dividends received	496				496
Purchase of assets	(3.905)	(1.833)	(251)		(5.989)
Sale of assets	12				12
Investment in available for sale received			60.828		60.828
Other flows from investing activities	3.961				3.961
<b><u>Net cash flows from investing activities</u></b>	<b><u>(66.735)</u></b>	<b><u>(1.833)</u></b>	<b><u>(94.423)</u></b>	<b><u>0</u></b>	<b><u>(162.991)</u></b>
<b>Cash Flows from Financing Activities</b>					
Dividends distributed	(4.462)		(8.167)		(12.629)
Issue (payment) of debt	(14.738)				(14.738)
Increase in share capital	(20.431)		27.939		7.508
Other flows from financing activities	26.389				26.389
<b><u>Net cash flows from financing activities</u></b>	<b><u>(13.242)</u></b>	<b><u>0</u></b>	<b><u>19.772</u></b>	<b><u>0</u></b>	<b><u>6.530</u></b>
<b>Total net Cash Flows</b>	<b>(134.648)</b>	<b>11.455</b>	<b>80.671</b>	<b>0</b>	<b>(42.522)</b>
Foreign exchange difference	574				574
<b><u>Net cash flows increase (decrease)</u></b>	<b><u>(134.074)</u></b>	<b><u>11.455</u></b>	<b><u>80.671</u></b>	<b><u>0</u></b>	<b><u>(41.948)</u></b>
<b>Cash and cash equivalents, opening</b>	<b>677.430</b>	<b>628.431</b>	<b>361.426</b>		<b>1.667.287</b>
<b>Cash and cash equivalents, closing</b>	<b>543.356</b>	<b>639.886</b>	<b>442.097</b>	<b>0</b>	<b>1.625.339</b>
The cash and cash equivalents consist of:					
<b>Cash and cash equivalents in Central Bank</b>	88.644	71.036	24.417		184.097
<b>Loans and advances to banks</b>	454.712	568.850	417.680		1.441.242

Statement of Changes in Equity 30/9/2006 <i>Amounts in '000 €</i>	Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of MARFIN BANK	Intercompany Adjustments	MARFIN EGNATIA BANK
<b>Balance at the beginning of the period (01/01/2006)</b>	249.659	187.645	58.147		495.451
Profit for the period after tax	5.783	6.863	24.202		36.848
Share capital increase / decrease	(20.431)	22.358	27.938		29.865
Dividends paid	(4.462)		(8.167)		(12.629)
Reserve available for sale of portfolio	(358)	(819)	(153)		(1.330)
Λοιπές κινήσεις	26.389	17			26.406
Total change of balance for the period	6.921	28.419	43.820	0	79.160
<b>Balance at the end of the period</b>	<b>256.580</b>	<b>216.064</b>	<b>101.967</b>	<b>0</b>	<b>574.611</b>

### 3.4 Amendments for the preparation of the Balance Sheet as at 31/12/2005

Balance Sheet 31/12/2005	Publicized Financial Statements of the Bank	Absorption of LAIKI BANK	Absorption of Intercompany MARFIN BANK Adjustments	MARFIN EGNATIA BANK
	<i>Amounts in '000 €</i>			
<b>ASSETS</b>				
Cash and balances with Central Bank	103.251	127.072	35.793	266.116
Loans and advances to banks	623.912	501.359	359.007	1.484.172
Trading securities	15.589	14.518	255.612	285.719
Derivative financial instruments	34	1.872	108	2.014
Loans and advances to customers (net of provisions)	2.276.223	2.235.169	404.742	4.916.134
Investment securities	127.343	1.887	149.113	278.343
Investments in subsidiaries and associates	44.046	13.367	25.350	82.763
Intangible assets	7.373	958	740	9.071
Tangible assets	41.102	16.342	2.212	59.656
Other assets	45.274	23.751	24.539	93.564
<b>TOTAL ASSETS</b>	<b>3.284.147</b>	<b>2.936.295</b>	<b>1.257.216</b>	<b>7.477.552</b>
<b>LIABILITIES</b>				
Deposits from banks	5.684	283.528	126.823	415.929
Deposits from customers	2.624.388	2.421.827	1.057.345	6.103.560
Derivative financial instruments	1.600	866	81	2.547
Debt securities in issue and other borrowed funds	315.087	0	0	315.087
Other provisions	14.762	1.326	359	16.447
Other liabilities	72.967	41.103	14.461	128.531
<b>Total liabilities (a)</b>	<b>3.034.488</b>	<b>2.748.650</b>	<b>1.199.069</b>	<b>6.982.101</b>
Share Capital	107.840	89.156	43.636	240.632
Share premium	138.479	75.024	1.211	214.714
Reserves	17.189	13.629	3.352	34.170
Profit / (Loss) of accumulated deficit	(13.849)	9.836	9.948	5.935
<b>Total equity (a)</b>	<b>249.659</b>	<b>187.645</b>	<b>58.147</b>	<b>495.451</b>
<b>Total liabilities and equity (a) + (b)</b>	<b>3.284.147</b>	<b>2.936.295</b>	<b>1.257.216</b>	<b>7.477.552</b>



#### 4. Segment Reporting

##### *Geographical segments*

The Bank operates mainly in Greece. It has 150 branches. Its income arises from activities in Greece.

##### *Business segment*

The Bank is organized into the following business segments:

- a) Investment and corporate banking
- b) Retail banking
- c) Asset Management
- d) Treasury
- e) Investments and participations

30.09.2007

Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset Management	Treasury	Investments and Participations	Total
Operating revenue	68.210	132.918	7.330	62.596		0 271.054
Profit before tax	38.383	1.410	2.126	51.436		0 93.355
Income tax						(22.258)
<b>Profit after tax</b>						<b>71.097</b>

30.09.2006

Amounts in thousand Euro	Investment and Corporate banking	Retail banking	Asset Management	Treasury	Investments and Participations	Total
Operating revenue	48.107	106.646	1.702	47.634		0 204.089
Profit before tax	18.499	566	(2.124)	39.358	(3.117)	53.182
Income tax						(16.334)
<b>Profit after tax</b>						<b>36.848</b>

## 5. Income tax

(amounts in thousand euro)

	1.1 – 30.9.2007	1.1 – 30.9.2006	1.7 – 30.9.2007	1.7 – 30.9.2006
Income tax	16.320	14.261	5.938	7.931
Deferred tax	4.923	1.273	1.159	62
Tax inspection differences	1.015	800	0	800
<b>Total income tax in income statement</b>	<b>22.258</b>	<b>16.334</b>	<b>7.097</b>	<b>8.793</b>

In Greece, the results reported to the tax authorities by an entity are 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. Therefore entities remain contingently liable for additional taxes and penalties, which may be assessed upon such examination. In the year 2006, the tax authorities audited the Bank from the year 1999 to the year 2004. Because of the method under which the tax obligations are ultimately concluded in Greece, the Bank remains contingently liable for additional taxes and penalties for its open tax years (2005-2006).

For the tax non-inspected fiscal years 2005-2006 there has been made an application for tax inspection under Prot. No. 2619/26-06-2007 to authorities of Thessalonica.

### Tax Inspection of the absorbed company Laiki Bank (Hellas) S.A.

The Bank has been tax inspected until the fiscal year 2006 inclusively by authorities of Athens, and its financial sizes were considered as those exact, fairly presented and finalized.

Following the tax inspection of the fiscal years 2004 – 2005, that was completed in May 2007, there were defined accounting differences of total amount of € 2.403.628,60 and total tax differences amounting to € 449.428,90 apart from increases amounting to € 125.609,03 arose. The total amount of € 575.037,93 was paid as lump sum on 09/05/2007 at a discount of 5%.

The tax inspection of the fiscal year 2006 was completed in June 2007, and there were defined accounting differences totally amounting to € 900.625,00 and total tax differences amounting to € 277.543,02 apart from increases amounting to € 6.194,33 and further advance amounting to € 209.113,00 arose. The total amount of € 492.850,35 was paid as lump sum on 28/06/2007 at a discount of 5%.

### Tax Inspection of the absorbed company Marfin Bank S.A.

Marfin Bank has been tax inspected until the fiscal year 2006 inclusively by authorities of Athens, and its financial sizes were considered as those exact, fairly presented and finalized.

Following the tax inspection of the fiscal year 2006 that was completed in June 2007, there were defined accounting differences of total amount of € 993.793,35 and further total tax differences amounting to € 280.361,00 and further advance amounting to € 230.560,00 arose. The total amount of taxes of € 510.921,00 was paid as lump sum on 28/06/2007.

## 6. Loans and advances to customers

(amounts in thousand Euro )

	30.09.2007	31.12.2006
Consumer	1.326.457	1.027.460
Housing	1.689.871	1.008.041
Individuals	39.337	3.567
Corporates	5.157.358	3.869.919
Public sector	179.403	25.674
	<b>8.392.426</b>	<b>5.934.661</b>
Less: Impairment loss for loans and advances	(173.878)	(136.548)
<b>Total</b>	<b>8.218.548</b>	<b>5.798.113</b>

### Movement of impairment loss for loans and advances to customers:

Opening balance	(136.548)	(147.576)
Expense for the period	(37.578)	(52.975)
Write off	248	64.003
<b>Closing balance</b>	<b>(173.878)</b>	<b>(136.548)</b>

## 7. Investment in subsidiaries

(amounts in thousand Euro)

Name	30.09.2007				
	Country of Incorporation	% Direct Participation 30.09.2007	% Indirect Participation 30.09.2007	Total % Participation 30.09.2007	Total Participation 30.09.2007
Egnatia Bank Romania S.A.	Romania	98,98%	-	98,98%	18.317
Egnatia Leasing Romania S.A.	Romania	99,00%	-	99,00%	218
Marfin Leasing S.A.	Greece	100,00%	-	100,00%	27.105
Egnatia Fin S.A.	Greece	99,00%	-	99,00%	291
EUROCAMBIO Foreign Exchange S.A.. <sup>(1)</sup>	Greece	90,29%	-	90,29%	0
Marfin Insurance Brokers S.A.	Greece	100,00%	-	100,00%	612
Egnatia Finance PLC	United Kingdom/ London	99,998%	0,002%	100,00%	17
Egnatia Bank Travel LTD.	Greece	-	99,00%	99,00%	-
Egnatia Consumer Services S.A. <sup>(1)</sup>	Greece	-	99,00%	99,00%	-
Obafemi Holdings LTD	Cyprus	100,00%	-	100,00%	2
Egnatia Properties SRL	Romania	-	100,00%	100,00%	-

Investment Bank of Greece S.A.	Greece	92,04%	-	92,04%	212.647
MFG Capital Partners Ltd	United Kingdom/ London	70,00%	-	70,00%	718
Marfin Global Asset Management S.A.	Greece	94,5148%	4,0504%	98,5652%	12.787
IBG Investments S.A.	British Virgin Island	-	92,04%	92,04%	-
IBG Mutual Funds S.A.	Greece	-	92,04%	92,04%	-
Marfin Securities (Cyprus) Ltd	Cyprus	-	92,04%	92,04%	-
Investment S.A.	Greece	-	92,03%	92,03%	-
Laiki Life Insurance S.A.	Greece	100,00%	-	100,00%	3.181
Laiki ATTALOS S.A.	Greece	97,51%	-	97,51%	5.347
Marfin Factors & Forfaiters S.A.	Greece	100,00%	-	100,00%	7.276
					<b>288.518</b>

(1) The company is at liquidation stage.

Within the nine month period:

There were acquired by Egnatia Bank : a) 1.824.150 of the shares of the subsidiary company Egnatia Finance S.A. that correspond to the percentage of 30% of the share capital, as against the price of 9.500 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 70% to 100%.

b) 75.096 shares of the subsidiary company Egnatia Mutual Funds Management S.A. that correspond to the percentage of 46,955% of the share capital, as against the price of 1.863,8 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 51% to 97,955%. Marfin Mutual Funds Management S.A. absorbed through merger arrangements Egnatia Mutual Funds Management S.A., Laiki Mutual Funds Management S.A., and Marfin GAM on 20.07.2007.

c) Laiki Bank (Hellas) S.A. purchased 9.500 shares of the subsidiary Laiki Mutual Funds AMnagement S.A. that correspond to the percentage of 2,38% of the share capital, as against the price of 54 thousand Euro. Therefore, the percentage of Laiki Bank (Hellas) S.A. in the subsidiary has increased from 97,62% to 100%.

d) Egnatia Bank purchased 4.000 shares of the subsidiary Egnatia Insurance Brokers S.A. that correspond to the percentage of 40% of the share capital, as against the price of 250 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 60% to 100%. Egnatia Insurance Brokers LTD absorbed Laiki Insurance Brokers LTD on 22.06.2007.

e) Investment Bank of Greece S.A. purchased 50.000 shares of the subsidiary Marfin Securities Cyprus Ltd that correspond to the percentage of 2,86% of the share capital, as against the price of 87,4 thousand Euro. Therefore, the percentage of Investment Bank of Greece in the subsidiary has increased from 97,14% to 100%.

f) Marfin Bank S.A. purchased 9.996 shares of the subsidiary Marfin Global Asset Management S.A. that correspond to the percentage of 5,91% of the share capital, as against

the price of 410 thousand Euro. Therefore, the percentage of Marfin Bank S.A. in the subsidiary has increased from 94,09% to 100%.

g) Egnatia Bank purchased 307 shares of the subsidiary Egnatia Leasing S.A. that correspond to the percentage of 0,10% of the share capital, as against the price of 10,3 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 99,90% to 100%. Egnatia Leasing S.A. absorbed Laiki Leasing S.aA at 27.07.2007.

h) On 27.06.2007 there was completed the sale of 5% and 46% of the share capital of Egnatia Financial Services Ltd, to Egnatia Bank and Egnatia Finance S.A. correspondingly, to Marfin Popular Bank Public Co Ltd. Thus, they don't participate as from 27/06/2007 in the share capital of Egnatia Financial Services Ltd.

i) In July, MFG Capital Partners Ltd issued a split on its shares. During the split, 500.100 shares with nominal value 1 GBP were split into 500.100 ordinary shares (with voting right), with nominal value 0,25 GBP, and 500.100 deferred shares (no voting right) with nominal value 0,75 GBP. During the same period, the company proceeded with an increase in its share capital, where 214.328 new ordinary shares were issued, with nominal value 0,25 GBP per share, and issue price 0,43 GBP per share, and were contracted by "Employee Benefit Trust". As a result, the Bank's percentage on voting rights of ordinary shares was reduced from 100% to 70%.

(amounts in thousand Euro)

Name	31.12.2006				
	Country of Incorporation	% Direct Participation 31.12.2006	% Indirect participation 31.12.2006	Total % participation 31.12.2006	Total participation 31.12.2006
Egnatia Bank Romania S.A.	Romania	98,98%	-	98,98%	18.317
Egnatia Leasing Romania S.A.	Romania	99,00%	-	99,00%	218
Εγνατία Finance S.A.	Greece	70%	-	70%	13.002
Egnatia Mutual Fund Management S.A.	Greece	51,00%	-	51,00%	307
Egnatia Leasing S.A.	Greece	99,90%	-	99,90%	9.001
Egnatia Fin S.A.	Greece	99,00%	-	99,00%	291
EUROCAMBIO Foreign Exchange S.A. <sup>(1)</sup>	Greece	90,29%	-	90,29%	0
Egnatia Insurance Brokers S.A.	Greece	60,00%	-	60,00%	180
Egnatia Finance PLC	United Kingdom/ London	99,998%	0,002%	100,00%	19
Egnatia Bank Travel S.A.	Greece	-	99,00%	99,00%	-
Egnatia Consumer Services S.A. <sup>(1)</sup>	Greece	-	99,00%	99,00%	-
Obafemi Holdings LTD	Cyprus	100,00%	-	100,00%	2
Egnatia Properties SRL	Romania	-	100,00%	100,00%	-
Egnatia Financial Services Ltd	Cyprus	5,00%	46,00%	51,00%	161
Investment Bank of Greece S.A.	Greece	90,99%	-	90,99%	199.938
Marfin Mutual Fund Management S.A.	Greece	47,18%	43,42%	90,11%	1.130
MFG Capital Partners Ltd	United	100,00%	-	100,00%	742



	Kingdom/ London				
Marfin Global Asset Management S.A.	Greece	100,00%	-	100,00%	7.109
AVC Consulting S.A.	Greece	-	59,14%	59,14%	-
IBG Investments S.A.	British Virgin Island	-	90,99%	90,99%	-
IBG Mutual Funds S.A.	Greece	-	90,99%	90,99%	-
Marfin Securities (Cyprus) Ltd Investments S.A.	Cyprus Greece	-	90,99%	90,99%	-
Laiki Mutual Funds Management S.A.	Greece	97,62%	-	97,62%	1.913
Laiki Life Insurances S.A.	Greece	100,00%	-	100,00%	3.181
Laiki Finance Leases S.A.	Greece	100,00%	-	100,00%	18.095
Laiki ATTALOS S.A.	Greece	97,51%	-	97,51%	5.347
Laiki Factors and Forfeitors S.A.	Greece	100,00%	-	100,00%	7.276
Λαϊκή Life Insurance S.A.	Greece	100,00%	-	100,00%	182
					<b>286.411</b>

(1) The companies are at liquidation stage.

## 8. Investment in associates

(amounts in thousand Euro)

30.09.2007					
Name	Country of Incorporation	% Direct Participation 30.09.2007	% Indirect Participation 30.09.2007	Total % Participation 30.09.2007	Total Participation 30.09.2007
ARIS Capital Management	USA	30,00%	-	30,00%	2.116
					<b>2.116</b>

(amounts in thousand Euro)

31.12.2006					
Name	Country of Incorporation	% Direct Participation 31.12.2006	% Indirect Participation 31.12.2006	Total % Participation 31.12.2006	Total Participation 31.12.2006
ARIS Capital Management	USA	30,00%	-	30,00%	2.278
					<b>2.278</b>

## 9. Debt securities in issue and other borrowed funds

(amounts in thousand Euro)

	30.09.2007	31.12.2006
Preference shares	0	13.026
Share premium on preference shares	0	15.130
Convertible subordinated debt maturity 2013	863	852
Subordinated debt maturity 2015	80.000	80.000
Debt security maturity 2008	199.916	199.844
	<b>280.779</b>	<b>308.852</b>

Following the 21-6-2007 decision of the Extraordinary General Assembly of the shareholders of common shares and as of 21-6-2007 decision of the Special General Assembly of shareholders of preferred shares there was made a decision on the cancellation of benefits and the transition of preferred shares without voting rights into ordinary nominal shares with voting rights. The corresponding amendment of Article 7 par.1 of the Charter of Incorporation of the Bank was approved by the Ministry of Development by the Decision No. K2-9985/29.6.2007. Before the aforementioned amendment, the shares were divided into two categories: a) ordinary shares with voting rights and b) preferred shares without voting rights, non-convertible. The preferred shares had the following benefits: a) to receive the minimum dividend as stated in article 28 paragraph 2 of the article of association before ordinary shareholders and the right to receive any additional benefit that the ordinary shareholders will receive b) to receive a cumulative amount in the future if in any period a dividend is not distributed or if the Bank pays an amount that is less than 6% of the share capital in one or more financial periods c) first right to the net asset amount before the ordinary shareholders in case of liquidation and in any excess of any amount over the share capital. Also, the benefit of additional participation equal to that of common shares shareholders concerning the liquidation in case the amount exceeds the total paid share capital.

The convertible bond was issued on 21st January 2003 and has a maturity of 10 years with the right of first redemption after 5 years. It has a rate of interest of Euribor plus 1,75% up to the date of redemption and 3,25% until maturity. Interest accrues every 3 months starting 21 January 2003.

Convertible subordinated debt holders have the right to exchange one note for one share. At 30.06.2007 there were 270.380 common bonds and 31.900 preferred bonds of which holders have the right to exchange with the respective number of common and preferred shares. The par value of the debt security is Euro 3,20.

The Board of Directors via authorization among other issues discussed at 27.4.2007 Assembly of convertible debt holders of the convertible bond issued by the Bank following the decision of 28.6.2001 of the First Repetitive General Assembly following the postponement of the Ordinary General Assembly of common shares shareholders, the First Repetitive Special General Assembly preferred shares shareholders of 28.6.2001 as well as the decisions of the Board of Directors as of 3.10.2002 and 19.11.2002, at its meeting on 26.7.2007 decided on the adjustment of the aforementioned change as the convertible bond so that after the completion of the merger through absorption by the Bank of "MARFIN BANK S.A." and "LAIKI BANK (HELLAS) S.A", and on the cancellation of benefits and the transition of preferred shares without voting rights into ordinary nominal shares with voting rights as well as on the amendment of Article 7 par.1 of the Charter of Incorporation of the Bank, ten (10) bonds, convertible into either ordinary or preferred shares should be hereafter the highest time point

of convertible into ten (10) new ordinary nominal shares of the Bank of nominal value of one Euro and twenty seven cents (1,27 €). It was also established that following the cancellation of benefits and transition of preferred shares without voting rights into ordinary shares with voting rights the aforementioned convertible bond issued by the Bank will be composed of a number of bonds convertible into new ordinary nominal shares of the Bank.

The subordinated debt with maturity 2015 was issued 4 May 2005 and has a 10 year term with the right to fixed redemption after the end of the fifth year. It has an interest rate of Euribor plus 1,10% up to redemption date and 2,40% up to maturity. It accrues interest quarterly starting 4 August 2005. The subordinated debt is used as secondary capital (Tier II capital) for capital adequacy purposes.

Debt security matures in 2008 (3 years) and pays Euribor plus 0,55% until maturity. The interest rate period is 3 months, with the effective date of 11 November 2005.

## 10. Share capital, share premium

	30.09.2007	31.12.2006
<b>Number of ordinary shares</b> (nominal value 30.09.2007, Euro 1,27)	<b>288.625.066</b>	<b>277.490.132</b>
<b>Share capital paid</b> (in thousand Euro)	<b>366.554</b>	<b>353.520</b>
<b>Share premium</b> (in thousand Euro)	<b>327.257</b>	<b>312.125</b>

<b>SHARE CAPITAL OF THE ABSORBING COMPANY BEFORE AND AFTER THE MERGER (in €)</b>	
<b>I. Share capital OF EGNATIA BANK S.A. before the merger</b>	<b>122.173.345,71</b>
Nominal value of share	1,17
Number of ordinary shares before the merger	93.288.059
Number of preferred shared before the merger	11.133.604
<b>Total number of ordinary and preferred shares before the merger</b>	<b>104.421.663</b>
<b>II. Changes of share capital due to the merger :</b>	
Increase in capital by the arising share capital of LAIKI BANK (HELLAS) S.A. (31/12/2006) (6.796.661 ordinary nominal shares of nominal value € 14,67)	99.707.016,87
Increase in capital by the arising share capital of MARFIN BANK S.A. (31/12/2006) (482.224.763 ordinary nominal shares of nominal value € 0,30)	144.667.428,90
Increase in capital from Reserves account from conversion of share capital into Euro of the absorbing company for approximation purposes of the nominal value of the shares of the absorbing company.	6.042,34
<b>Total increases in capital</b>	<b>244.380.488,11</b>
<b>Share capital of the new bank after the merger (I+II)</b>	<b>366.553.833,82</b>
Nominal value of share	1,27
<b>Number of ordinary shares after the merger</b>	<b>288.625.066</b>
<b>Exchange correlation</b>	
For the shareholders of EGNATIA BANK S.A .	One (1) old ordinary or preferred share of EGNATIA BANK S.A. as against 1 new ordinary nominal share of MARFIN EGNATIA BANK S.A.
For the shareholders of LAIKI BANK (HELLAS) S.A.	One (1) share of LAIKI BANK (HELLAS) S.A. as against 13,041018670786 new ordinary nominal shares of MARFIN EGNATIA BANK S.A.

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For the shareholders of MARFIN BANK S.A.	One (1) share of MARFIN BANK S.A. as against 0,198181485757 new ordinary nominal shares of MARFIN EGNATIA BANK S.A.
Trading unit at Athens Stock Exchange	Title of 1 share

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In compliance with Schedule of Contract Merger, as approved by the Extraordinary General Assemblies of the Merging Companies as at 21/06/2007, the share capital of the Absorbing Company is totally increased by an amount of 244.380.488,11 Euro, that refers, on one hand, to the total share capital of the Absorbed Companies amounting to 244.374.445,77 Euro, and, on the other hand, to the capitalized portion of Reserve Balance Account arising from the transition of share capital of the Absorbing Company to Euro of the amount of 6.042,34 Euro for the new Absorbing Company shares approximation purposes and, at the same time, there is increased the nominal value of the Absorbing Company total shares from 1,17 Euro to 1,27 Euro.

Following the completion of the merger, the Absorbing Company share capital will amount to Euro 366.553.833,82 divided into 288.625.066 common nominal shares of each share value amounting to Euro 1,27.

Following the completion of the merger, the parent Marfin Popular Bank Public Co Ltd, participates in the share capital of the company with the percentage of 95,04%.

The BoD of the Athens Stock Exchange during its meeting on 23.08.2007 has approved the introduction of 11.133.604 new ordinary shares of the Bank, as well as the 31.900 convertible to nominal value shares bonds, in conjunction with the Bank's decision of cancellation of a series of convertible to preferred nominal value shares bonds.

August 29, 2007 has been set as the date of suspension for the old preferred shares and convertible bonds, while September 5, 2007 the date of renegotiation of the new ordinary shares and bonds. At the same date, the Bank's 184.203.403 new ordinary shares, which replaced the old shares during the merger with Marfin Bank and Laiki Bank, have also been listed to the stock exchange.

As of September 5, 2007 the total amount of listed shares of the Bank is 288.625.066 ordinary shares with voting rights, while the total amount of listed convertible bonds is 302.280.

The shares of the Bank are nominal, indivisible and are traded in Big Capitalization Category of ASE and have been issued based on the requirements of the Law 2190/1920 and the Charter of Incorporation of the Bank

## **11. Contingent liabilities**

### **11.1 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 will legal counsel, the ultimate disposition of these matters is not expected to have a material adverse effect on the financial position of the Bank.

## 11.2 Credit commitments

Within the ordinary framework of its operation, the Bank has rendered to its customers management and representational services, out of which certain liabilities are to arise including financial risk which the bank did not account for. Liabilities of such kind can arise from letters of credit and third parties letters of guarantee in which the Bank agrees to perform the payment in the event a certain customer is unable to cover his/her liabilities towards the third parties. For such kind of services, the Bank receives from the customers commitments and coverage concerning the contingent risk that might arise from their non-compliance with the contractual obligations.

As at 30/09/2007, the Bank has issued letters of guarantee and letters of credit that are as follows (amounts in thousand Euro):

	30.09.2007	31.12.2006
Letters of guarantee	470.179	401.722
Letters of credit	15.133	12.723

## 12. Related parties transactions

The tables below present the intercompany transactions of the Bank with related parties as defined by the requirements of the corresponding Standard (IAS 24). All the transactions are conducted within the framework of the ordinary operations. The aforementioned transactions are conducted following the conditions and terms of the market and are approved by the departments of the Bank.

The volume of transactions per category is (amounts in thousand Euro):

<b>Management and Board of Directors</b>	30 September 2007	31 December 2006
Loans and advances	3.519	5.869
Deposits and similar liabilities	26.833	42.188
<b>Income</b>	<b>1/1 - 30/09/2007</b>	<b>1/1 - 30/09/2006</b>
Interests – Commission	42	63
<b>Expense</b>		
Interests – Commission	684	703

Board of Directors fees and amounts paid to management for the first six months of 2007 amount to Euro 2.944 thousand (30.09.2006: Euro 2.205 thousand).

<b>Related parties</b>	30 September 2007	31 December 2006
<b>Assets</b>		
Loans and advances to banks	144.272	77.145
Loans and advances to customers	582.212	143.576
Other assets	28.252	670
<b>Total Assets</b>	<b>754.736</b>	<b>221.391</b>
<b>Liabilities</b>		
Deposits from banks	774.392	0
Deposits from customers	31.633	38.700

Debt securities	279.916	279.843
Other liabilities	4.577	3.890
<b>Total liabilities</b>	<b>1.090.518</b>	<b>322.433</b>

<b>Income</b>	<b>1/1 - 30/09/2007</b>	<b>1/1 - 30/09/2006</b>
Interest and similar income	28.234	3.491
Commission income	29.600	553
Dividends income	0	0
Other operating income	317	464
<b>Total income</b>	<b>58.151</b>	<b>4.508</b>

<b>Expenses</b>		
Interest and similar expenses	30.311	5.135
Commission expenses	339	43
Other operating expenses	2.591	552
<b>Total expenses</b>	<b>33.241</b>	<b>5.730</b>

<b>Other related parties</b>	<b>30 September 2007</b>	<b>31 December 2006</b>
<b>Assets</b>		
Loans and advances to customers	28.339	47.380
Loans and advances to banks	205.849	262.650
Other loans and advances	0	5.902
Property, plant and equipment	547	1.552
<b>Total assets</b>	<b>234.735</b>	<b>317.484</b>

<b>Liabilities</b>		
Deposits from customers	38.197	279.680
Deposits from banks	273.407	217.944
Other liabilities	5.206	1.855
<b>Total liabilities</b>	<b>316.810</b>	<b>499.479</b>

<b>Income</b>	<b>1/1 - 30/09/2007</b>	<b>1/1 - 30/09/2006</b>
Interest and similar income	6.691	872
Commission income	2.309	33
Other income	64	0
<b>Total income</b>	<b>9.064</b>	<b>905</b>

<b>Expenses</b>		
Interest and similar expenses	10.010	469
Commission expenses	288	0
Other operating expenses	384	410
<b>Total expenses</b>	<b>10.682</b>	<b>879</b>

### 13. Number of employees

The number of employees at the closing period : 2.481, (30/09/2006: 2.365).



**14. Post financial statements preparation date events**

There are no events after the financial statements' preparation date which have not been already reported, that relate in any way to the company, and should be reported according to the I.F.R.S. framework.