



# **MARFIN EGNATIA BANK**

## **Marfin Egnatia Bank S.A.**

### **Interim Consolidated 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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Interim Consolidated Income Statement  
 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		534.111	328.427	213.097	118.850
Interest and similar expense		335.417	177.076	146.338	66.031
<b>Net interest income</b>		<b>198.694</b>	<b>151.351</b>	<b>66.759</b>	<b>52.819</b>
Fee and commission interest		191.223	108.235	111.635	23.723
Fee and commission expense		41.353	23.340	21.342	6.340
<b>Net fee and commission income</b>		<b>149.870</b>	<b>84.895</b>	<b>90.293</b>	<b>17.383</b>
Income from dividends		1.680	832	538	78
Net trading income		37.439	39.712	9.138	27.753
Other income		8.384	4.464	1.674	1.160
<b>Operating income</b>		<b>396.067</b>	<b>281.254</b>	<b>168.402</b>	<b>99.193</b>
Provisions for credit risks		44.908	35.354	15.458	9.279
Staff costs		101.312	88.722	33.900	29.214
Other operating expense		58.392	48.106	20.509	16.518
Depreciation		9.804	9.385	3.333	3.107
Share of loss of Associates		(87)	374	(28)	125
<b>Profit (Loss) before tax</b>		<b>181.564</b>	<b>100.061</b>	<b>95.174</b>	<b>41.200</b>
Income tax	5	45.461	28.850	22.409	12.282
<b>Profit (Loss) after tax</b>		<b>136.103</b>	<b>71.211</b>	<b>72.765</b>	<b>28.918</b>
<b>Distributed to:</b>					
Company Shareholders		131.124	50.200	69.397	23.675
Minority Interest		4.979	21.011	3.368	5.243
<b>Prifit (Loss) per share</b>					
Basic and Diluted		0,46	0,35	0,23	0,13

**Athens 30 October 2007**

The Chairman  
 Of the Board of Directors  
 Vassilios N. Theocharakis  
 I.D. No AB 340063/06

The Managing Director  
 Efhimios T. Bouloutas  
 I.D. No X 501092/02

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

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

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

<b>ASSETS</b>	<b>Note</b>	<b>30 September 2007</b>	<b>31 December 2006</b>
Cash and balances in Central Bank		428.295	363.405
Loans and advances to Banks		1.912.084	1.529.478
Trading securities		363.667	280.788
Derivative financial instruments – assets		10.599	8.064
Loans and advances to customers (net of impairment)	<b>6</b>	8.968.054	6.274.701
Investment securities		677.083	506.045
Investment in subsidiaries	<b>7</b>	2.029	2.327
Investment in associates	<b>8</b>	61.493	55.473
Intangible assets		85.987	89.931
Property, plant and equipment		412.398	187.661
Other assets		<b>12.921.689</b>	<b>9.297.873</b>
<b>Total Assets</b>			
		940.826	762.773
<b>LIABILITIES</b>		10.413.390	7.185.956
Deposits from banks		35.294	4.058
Deposits from customers		280.779	331.389
Derivative financial instruments – liabilities	<b>9</b>	13.360	11.378
Debt securities in issue and other borrowed funds		397.448	272.853
Provisions		<b>12.081.097</b>	<b>8.568.407</b>
Other liabilities		<b>366.554</b>	<b>353.520</b>
<b>Total liabilities (a)</b>	<b>10</b>	327.257	312.125
Share capital		132.072	42.819
Share premium		<b>825.883</b>	<b>708.464</b>
Other reserves and retained earnings		14.709	21.002
<b>Total equity (b)</b>		<b>840.592</b>	<b>729.466</b>
Minority interest		<b>12.921.689</b>	<b>9.297.873</b>
<b>Total equity (b)</b>		<b>12.921.689</b>	<b>9.297.873</b>

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

Interim Consolidated Statement of Changes in Equity  
For the Period ended 30 September 2007  
(Amounts in thousand Euro)

	Share Capital	Share Premium	Reserves	Investment Valuation Differences	Retained earnings	Equity of Shareholders of the Company	Minority Interest	Total Equity
<b>Balance as at 01 January 2006</b>	<b>240,632</b>	<b>214,714</b>	<b>36,753</b>	<b>(2,022)</b>	<b>(2,331)</b>	<b>487,746</b>	<b>110,464</b>	<b>598,210</b>
Increase of Share Capital	39.993	(10.128)				29.865		29.865
Dividends for the fiscal year 2005					(12.972)	(12.972)		(12.972)
Revaluation of available for sale portfolio				(1.241)		(1.241)		(1.241)
Results for the period Impact through Percentage of participation in subsidiaries and other movements					50.200	50.200	21.011	71.211
			2.013	(60)	26.908	26.908	(24.800)	4.061
<b>Balance as at 30 September 2006</b>	<b>280.625</b>	<b>204.586</b>	<b>38.766</b>	<b>(3.323)</b>	<b>61.805</b>	<b>582.459</b>	<b>106.675</b>	<b>689.134</b>
<b>Balance as at 01 January 2007</b>	<b>353.520</b>	<b>312.125</b>	<b>38.211</b>	<b>(3.505)</b>	<b>8.113</b>	<b>708.464</b>	<b>21.002</b>	<b>729.466</b>
Increase of share capital	13.034	15.132				28.166		28.166
Dividends for the fiscal year 2006			8.719		(13.383)	(4.664)	(1.323)	(5.987)
Revaluation of available for sale portfolio				(36.586)		(36.586)	64	(36.522)
Results for the period Impact through Percentage of participation in subsidiaries and other movements					131.124	131.124	4.979	136.103
			6.367	(29)	(6.959)	(621)	(10.013)	(10.634)
<b>Balance as at 30 September 2007</b>	<b>366.554</b>	<b>327.257</b>	<b>53.297</b>	<b>(40.120)</b>	<b>118.895</b>	<b>825.883</b>	<b>14.709</b>	<b>840.592</b>

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

Interim Consolidated Cash Flow Statements  
For the period ended 30 September 2007  
(Amounts in thousand Euro)

	<b>01/01/2007 - 30/09/2007</b>	<b>01/01/2006 - 30/09/2006</b>
<b>Cash flows from operating activities</b>		
Profit/Loss before tax	181.564	100.061
<b>Adjustments for non-cash items</b>		
Depreciation	9.804	9.385
Impairment loss and advances	44.908	35.354
Other provisions	366	0
Employee benefits	1.822	1.269
Valuation trading portfolio	(8.607)	(3.547)
Transfer to investing activities	(28.483)	(5.211)
Transfer to financing activities	10.235	10.837
	<b>211.609</b>	<b>148.148</b>
<b>Changes in operating assets</b>		
Loans and advances to banks	0	161.045
Trading securities and derivatives	(85.414)	94.036
Loans and advances to customers	(2.738.260)	(831.145)
Other liabilities	(245.199)	(46.809)
<b>Changes in operating liabilities</b>		
Deposits from banks	178.053	266.220
Deposits from customers	3.227.435	216.755
Other liabilities	135.367	33.315
<b>Net cash flow from operating activities before taxes</b>	<b>683.591</b>	<b>41.565</b>
Tax paid	(21.481)	(9.596)
<b>Net cash flow from operating activities</b>	<b>662.110</b>	<b>31.969</b>
<b>Cash flows from Investing Activities</b>		
Investments in subsidiaries and associates	(10.353)	(31)
Net (increase)/decrease in investments	(208.447)	(140.798)
Dividends received	178	139
Purchase of Assets	(13.385)	(16.208)
Sale of assets	3.383	40
Other flows from investing activities	29.002	3.961
<b>Net Cash flows from from Investing Activities</b>	<b>(199.622)</b>	<b>(152.897)</b>
<b>Cash flows from Financing Activities</b>		
Dividends distributed	(5.342)	(12.972)
Issue (payment) of debt	(10.068)	(16.546)
Increase in share capital	0	7.508
Other flows from financing activities	(7)	26.585
<b>Net Cash flows from financing Activities</b>	<b>(15.417)</b>	<b>4.575</b>
<b>Total net Cash Flows</b>	<b>447.071</b>	<b>(116.353)</b>
Foreign exchange difference	425	565
<b>Net cash flow increase (decrease)</b>		
<b>Cash and cash equivalents, opening</b>	<b>447.496</b>	<b>(115.788)</b>
<b>Cash and cash equivalents, closing</b>	<b>1.892.883</b>	<b>1.637.078</b>
	<b>2.340.379</b>	<b>1.521.290</b>
Cash and Cash equivalents consist of :		
<b>Cash and cash balances with Central Bank</b>		
<b>Due from Banks</b>	428.295	247.534
	1.912.084	1.273.756
<b>Total net Cash Flows</b>	<b>2.340.379</b>	<b>1.521.290</b>

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

## 1. General Information on the Group

“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 Group of Marfin Egnatia Bank companies, “the Group”, operates mainly in the financial sector and provides a broad range of financial and banking services to individuals and businesses.

The Group’s primary activities are in Greece, but it also has subsidiaries that operate in Romania and Cyprus.

The Bank (R. No. 6072/06/B/86/11), the parent company of the Group, 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 common 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 ΕΓΝΑΤΙΑ 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 the Municipality of Thessalonica and, in particular, at 4 Danaidon Str.

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 “Bank of Central 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 S.A.) 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 exchange ratio 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 S.A.” 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 S.A.” 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) S.A.”, 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 exchange ratios 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 common 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 Bank's Board of Directors 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 ΕΓΝΑΤΙΑ 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 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.

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. ó 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 not required the 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 “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 S.A.” 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 aforementioned LTD Company partners 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 name change from “Egnatia Insurance Brokers S.A.” to “Marfin Insurance Brokers S.A.” and the discrete title “Marfin Brockers S.A.”.

c) On 29.06.2007 there was recorded in the Registry under No. K3-6346/29.06.2007 the decision of the Ministry of Development with which there was approved the subsidiary’s name change from “LAIKI LIFE S.A.” to “MARFIN LIFE S.A.” and the discrete titles “MARFIN ΖΩΗΣ Α.Ε.” or “MARFIN LIFE S.A.”.

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. By the date of financial statements approval, the merger had not been completed yet.

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 forth companies by the first one 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 Puplic 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 09.07.2007 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 Accountan 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.».

### Group's structure

In the consolidated financial statements, the Group, apart from the parent company also consists of the following companies:

#### With the method of total consolidation :

A/A	Name	Country of Incorporation	Percentage of Group's participation 30/09/2007	Percentage of Group's participation 31/12/2006
1.	Egnatia Bank Romania S.A.	Romania	98,98%	98,98%
2.	Egnatia Leasing Romania S.A.	Romania	99,00%	99,00%
3.	Marfin Leasing S.A. (1)	Greece	100,00%	-
	Egnatia Leasing S.A. (1)	Greece	-	99,90%
	Laiki Leasing S.A (1)	Greece	-	100,00%
4.	Egnatia Fin S.A.	Greece	99,00%	99,00%
5.	EUROCAMBIO Foreign Exchange S.A. (2)	Greece	90,29%	90,29%
6.	Marfin Insurance Brokers S.A. (3)	Greece	100,00%	-
	Egnatia Insurance Brokers S.A. (3)	Greece	-	60,00%
	Laiki Insurance Brokers S.A.(3)	Greece	-	100,00%
7.	Egnatia Finance PLC	United kingdom / London	100,00%	100,00%
8.	Egnatia Bank Travel S.A.	Greece	99,00%	99,00%
9.	Egnatia Consumer Services S..A	Greece	99,00%	99,00%
10.	Obafemi Holdings LTD	Cyprus	100,00%	100,00%
11.	Egnatia Properties SRL	Romania	100,00%	100,00%
12.	Investment Bank of Greece S.A. (4)	Greece	92,04%	-
	Investments S.A. (4)	Greece	-	90,99%
	Egnatia Finance S.A. (4)	Greece	-	70,00%
13.	MFG Capital Partners Ltd (5)	United Kingdom / London	70,00%	100,00%
14.	Marfin GAM Mutual Funds Management S.A. (6)	Greece	98,5652%	-
	Marfin Global Asset Management S.A. (6)	Greece	-	100,00%
	Marfin Mutual Funds Management S.A. (6)	Greece	-	90,11%

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	Egnatia Mutual Funds Management S.A. (6)	Greece	-	51,00%
	Laiki Mutual Funds Management (6)	Greece	-	97,62%
15.	AVC Consulting S.A.(7)	Greece	-	59,14%
16.	IBG Investments S.A.	British Virgin Island	92,04%	90,99%
17.	IBG Mutual Funds Management S.A.	Greece	92,04%	90,99%
18.	Marfin Securities (Cyprus) Ltd	Cyprus	92,04%	90,99%
19.	IBG Capital S.A.	Greece	92,03%	90,99%
20.	Marfin Life Insurance S.A.	Greece	100,00%	100,00%
21.	Laiki ATTALOS S.A.	Greece	97,51%	97,51%
22.	Marfin Factors & Forfaiters S.A.	Greece	100,00%	100,00%
23.	Egnatia Financial Services Ltd (8)	Cyprus	-	51,00%

**With the equity method:**

A/A	Name	Country of Incorporation	Percentage of Group's participation 30/09/2007	Percentage of Group's participation 31/12/2006
1.	ARIS Capital Management	USA	30,00%	30,00%

(1) The company arose following the merger of Egnatia Leasing S.A. with Laiki Leasing S.A, with absorption of the latter by the former in accordance with the 22870/07 decision of the Athens Prefecture. In compliance with the aforementioned decision, there was approved the change of the name from «Egnatia Leasing Services S.A.» to «Marfin Leasing Services S.A.» and the descrete title «Marfin Leasing S.A.».

(2) The company Eurocambio was not included in the consolidation as at 30.09.2007 due to its state of liquidation. In the corresponding period of 30.09.2006 it was consolidated under total consolidation method. The aforementioned change did not cause changes higher than 25% to the turnover or/and earnings after taxes and minority rights of the company and/or the equity of the company's shareholders.

(3) The company arose following the merger of Egnatia Insurance Brokers LTD and Laiki Insurance Brokers LTD with absorption of the latter by the former in accordance with the K3 – 6176/22.06.2007 of the Ministry of Development. In compliance with the aforementioned decision, there was approved the change of the name from «Egnatia Insurance Brokers LTD» to «Marfin Insurance Brokers S.A.» and the descrete title «Marfin Insurance S.A.».

(4) The company arose following the merger of Investment Bank of Greece S.A. and Egnatia Finance S.A., with absorption of the latter by the former in accordance with the K2 – 9485/22.06.2007 of the Ministry of Development.

(5) 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%.

(6) The company arose following the merger of «Marfin Mutual Funds Management S.A.», with «Marfin Global Asset Management S.A.», «Laiki Mutual Funds Management S.A.» and «Egnatia Mutual Funds Management S.A.», and the absorption of the last three companies by the first one, according to decision number K2 – 10866/20.07.2007 of the Ministry of Development. With the same decision it was approved the change of name from «Marfin Mutual Funds Management S.A.» to «Marfin Global Asset Management Mutual Funds Management S.A.» and the descrete title «Marfin G.A.M. Mutual Funds Management S.A.».

(7) AVC Consulting S.A. was not included in the consolidated financial statements of 30.09.2007 due to its state of liquidation. Within the period that ended on 30.9.2006 the company was consolidated with the method of total consolidation. The aforementioned change did not cause changes higher than 25% to the turnover or/and earnings after taxes and minority rights of the company and/or the equity of the company's shareholders.

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(8) The company Egnatia Financial Services Ltd within the period of 01.01-30.09.2006 was consolidated under equity method. On 31.12.2006 it was consolidated for the first time under total consolidation method due to obtaining control. On 30.09.2007 there was received only the proportion of the result due to sale of the total percentage to the parent company, Marfin Popular Bank Public Co Ltd. on 27.06.2007.

## **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	
	Eleftherios A. Chiliadakis	Resigned on 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 consolidated 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 Group 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 30.09.2007.

- *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 did 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 Group 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 consolidated 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.

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 Nicosia, 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 interests accounting consolidation, provide information on how the financial figures of the bank would have been modulated if the merger of the three banks occurred on 1/1/2005, namely 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 30/6/2007</b>	<b>Change</b>
<b>Profit/Loss for period 1/1- 30/6/2006</b>			
Interest and Similar Income	96.516	96.840	324
Interest and Similar Expense	(46.284)	(46.264)	20
Fee and Commission Income	28.146	27.822	(324)
Profit/Loss from Financial Activities	2.825	2.805	(20)
	<b>81.203</b>	<b>81.203</b>	<b>0</b>

	<b>Published Income Statement</b>	<b>Amendment 30/9/2007</b>	<b>Change</b>
<b>Profit/Loss for period 1/1- 30/6/2007</b>			
Interest and Similar Income	323.702	321.014	(2.688)
Interest and Similar Expense	(191.850)	(189.080)	2.770
Fee and Commission Income	79.201	79.588	387
Fee and Commission Expense	(20.040)	(20.011)	29
Profit/Loss from Financial Activities	29.046	28.300	(746)
Other income	6.030	6.709	679
Staff expense	(67.406)	(67.412)	(6)
Other operating expense	(37.413)	(37.882)	(469)
Current tax	(17.619)	(17.575)	44
	<b>103.651</b>	<b>103.651</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 presented, in order the comparative financial statements to be established.

The first three 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 Balance Sheet as at 31/12/2006

Balance Sheet as at 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 with Central bank	183.318	126.655	53.432		363.405
Loans and advances to banks	553.960	595.427	614.158	(234.066)	1.529.478
Trading securities	16.417	39.906	224.465		280.788
Derivative financial instruments – assets	937	3.078	4.049		8.064
Loans and advances to customers (net of impairment)	2.742.114	2.532.026	1.000.561		6.274.701
Investment securities	242.119	8.141	255.784		506.045
Investment in subsidiaries in associates	0	0	2.327		2.327
Intangible assets	7.606	985	46.882		55.473
Tangible assets	56.801	14.995	18.136		89.931
Other assets	86.213	41.145	60.982	(680)	187.660
<b>TOTAL ASSETS</b>	<b>3.889.486</b>	<b>3.362.358</b>	<b>2.280.775</b>	<b>(234.746)</b>	<b>9.297.873</b>
<b>LIABILITIES</b>					
Deposits from banks	330.655	474.791	191.394	(234.066)	762.773
Deposits from customers	2.829.634	2.592.082	1.764.240		7.185.956
Derivative financial instruments – liabilities	2.331	964	762		4.058
Debt securities in issue and other borrowed funds	331.389	0	0		331.389
Provisions	8.886	1.666	826		11.378
Other liabilities	115.061	69.493	88.979	(680)	272.853
<b>Total liabilities (a)</b>	<b>3.617.955</b>	<b>3.138.997</b>	<b>2.046.201</b>	<b>(234.746)</b>	<b>8.568.407</b>
Share capital	109.145	99.707	144.667		353.520
Share premium	116.827	86.831	108.467		312.125
Reserves	19.397	12.480	2.828		34.705
Retained earnings	15.996	24.175	(32.056)		8.114
<b>Equity of the Company shareholders</b>	<b>261.366</b>	<b>223.193</b>	<b>223.906</b>	<b>0</b>	<b>708.464</b>
Minority Interest	10.165	169	10.668		21.002
<b>Total equity (b)</b>	<b>271.531</b>	<b>223.362</b>	<b>234.574</b>	<b>0</b>	<b>729.466</b>
<b>TOTAL LIABILITIES (a) + (b)</b>	<b>3.889.486</b>	<b>3.362.358</b>	<b>2.280.775</b>	<b>(234.746)</b>	<b>9.297.873</b>

### 3.2 Amendments for the Preparation of the Income Statement for the Period 1/1-30/06/2006

Income Statement for the Period 1/1-30/6/2006	Revised Publicized Consolidated Financial Statements	Absorption of Laiki Bank	Absorption of Marfin Bank	Intercompany Adjustments	Marfin Egnatia Bank
<i>Amounts in '000 €</i>					
Interest and similar income	96.840	82.387	30.725	(375)	209.577
Interest and similar expense	(46.264)	(43.742)	(21.414)	375	(111.045)
<b>Net interest income</b>	<b>50.576</b>	<b>38.645</b>	<b>9.311</b>	<b>0</b>	<b>98.532</b>
Fee and commission income	27.822	8.953	47.737		84.512
Fee and commission expense	(6.280)	(1.046)	(9.674)	0	(17.000)
<b>Net fee and commission income</b>	<b>21.542</b>	<b>7.907</b>	<b>38.063</b>	<b>0</b>	<b>67.512</b>
Profit/Loss from financial activities	2.805	1.625	7.529		11.959
Income from dividends	155	16	583		754
Other income	1.569	1.458	278		3.305
<b>Operating income</b>	<b>76.647</b>	<b>49.651</b>	<b>55.764</b>	<b>0</b>	<b>182.062</b>
Provisions for credit risk	(11.581)	(13.100)	(1.394)		(26.075)
Staff costs	(34.916)	(14.703)	(9.889)		(59.508)
Depreciation	(3.538)	(2.296)	(444)		(6.278)
Other operating expense	(15.709)	(10.919)	(4.962)		(31.590)
Profit/Loss from associates	249	0	0		249
<b>Profit/Loss before taxes</b>	<b>11.152</b>	<b>8.633</b>	<b>39.075</b>	<b>0</b>	<b>58.860</b>
Current tax	2.636	2.724	10.535		15.895
Deferred tax	253	(80)	435		608
Tax inspection differences	44	21	0		65
<b>Profit/Loss after taxes</b>	<b>8.219</b>	<b>5.968</b>	<b>28.105</b>	<b>0</b>	<b>42.292</b>
<b>Distributed to :</b>					
Shareholders of the company	7.404	5.367	13.754		26.525
Minority interest	815	601	14.351		15.767

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

Income Statement Period 1/1-30/9/2006	Publicized Consolidated Financial Statements	Merger Group of LAIKI BANK	Merger Group of MARFIN BANK	Intercompany Adjustments	Marfin Egnatia Bank
<i>amounts in '000 €</i>					
Interest and similar income	148.583	128.609	51.610	(375)	328.427
Interest and similar expense	(72.489)	(68.499)	(36.463)	375	(177.076)
<b>Net interest income</b>	<b>76.094</b>	<b>60.110</b>	<b>15.147</b>	<b>0</b>	<b>151.351</b>
Fee and commission income	39.770	12.597	55.868		108.235
Fee and commission expense	(9.498)	(1.352)	(12.490)	0	(23.340)
<b>Net fee and commission income</b>	<b>30.272</b>	<b>11.245</b>	<b>43.378</b>	<b>0</b>	<b>84.895</b>
Profit/(Loss) from Financial Activities	5.541	1.278	32.893		39.712
Dividend income	165	39	628		832
Other income	1.992	2.053	419		4.464
<b>Income from Operating Activities</b>	<b>114.064</b>	<b>74.725</b>	<b>92.465</b>	<b>0</b>	<b>281.254</b>
Provisions for credit risk	(15.178)	(17.899)	(2.277)		(35.354)
Staff costs	(51.497)	(21.860)	(15.365)		(88.722)
Depreciation	(5.364)	(3.364)	(657)		(9.385)
Other expense	(23.872)	(16.966)	(7.268)		(48.106)
Profit/Loss from associates	374				374
<b>Profit/Loss before taxes</b>	<b>18.527</b>	<b>14.636</b>	<b>66.898</b>	<b>0</b>	<b>100.061</b>
Current tax	4.376	5.785	18.796		28.957
Deferred tax	221	(1.466)	294		(951)
Tax-audit differences	44		800		844
<b>Profit after tax</b>	<b>13.886</b>	<b>10.317</b>	<b>47.008</b>	<b>0</b>	<b>71.211</b>
<b>Distributed to :</b>					
Equity holders of the Bank	12.953	9.712	27.535		50.200
Minority interest	933	605	19.473		21.011

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Balance sheet as at 30/9/2006	Publicized Consolidated Financial Statements	Absorption of LAIKI BANK Group	Absorption of MARFIN BANK Group	Intercompany Adjustments	Marfin Egnatia Bank
<i>amounts in '000 €</i>					
<b>ASSETS</b>					
Cash and balances with Central Bank	148.924	71.039	29.704		249.667
Loans and advances to banks	498.490	572.726	271.329	(70.921)	1.271.624
Trading securities	17.572	32.249	202.520		252.341
Derivative financial instruments – assets	285	2.088	3.653		6.026
Loans and advances to customers (net of provisions)	2.572.047	2.426.501	967.652		5.966.200
Investment securities	194.782	2.535	246.913		444.230
Investment in subsidiaries and associates	1.907	0	0		1.907
Intangible assets	8.103	999	5.589		14.691
Tangible assets	55.767	15.442	18.167		89.376
Other assets	88.215	53.244	63.360		204.819
<b>TOTAL ASSETS</b>	<b>3.586.092</b>	<b>3.176.823</b>	<b>1.808.887</b>	<b>(70.921)</b>	<b>8.500.881</b>
<b>LIABILITIES</b>					
Deposits from banks	216.250	333.814	267.274	(70.921)	746.417
Deposits from customers	2.673.118	2.533.146	1.282.982		6.489.246
Derivative financial instruments – liabilities	1.005	1.099	1.419		3.523
Debt securities in issue and other borrowed funds	334.212	0	0		334.212
Provisions	12.802	1.686	891		15.379
Other liabilities	84.414	75.317	63.240		222.971
<b>Total liabilities (a)</b>	<b>3.321.801</b>	<b>2.945.062</b>	<b>1.615.806</b>	<b>(70.921)</b>	<b>7.811.748</b>
Share capital	109.115	99.707	71.804		280.626
Share premium	116.773	86.831	983		204.587
Reserves	19.084	12.810	3.549		35.443
Retained earnings	11.434	32.142	18.226		61.802
<b>Equity of the Company shareholders</b>	<b>256.406</b>	<b>231.490</b>	<b>94.562</b>	<b>0</b>	<b>582.458</b>
Minority Interest	7.885	271	98.519		106.675
<b>Total Equity (b)</b>	<b>264.291</b>	<b>231.761</b>	<b>193.081</b>	<b>0</b>	<b>689.133</b>
<b>TOTAL LIABILITIES (a) + (b)</b>	<b>3.586.092</b>	<b>3.176.823</b>	<b>1.808.887</b>	<b>(70.921)</b>	<b>8.500.881</b>

Notes on the Interim Consolidated Financial Statements of  
30 September 2007

Cash Flows Statement 30/6/2006	Publicized Consolidated Financial Statements	Absorption of LAIKI BANK Group	Absorption of MARFIN BANK Group	Intercompany Adjustments	Marfin Egnatia Bank
	<i>amounts in '000 €</i>				
<b>Cash flows from operating activities</b>					
Profit/Loss before taxes	18.527	14.636	66.898		100.061
<b>Adjustments for non-cash items</b>					
Depreciation	5.364	3.364	657		9.385
Impairment loss and advances	15.178	17.899	2.277		35.354
Employee benefits	870	251	148		1.269
Valuation trading portfolio	(1.516)	(1.054)	(977)		(3.547)
Transfer to investing activities	(4.453)	(758)			(5.211)
Transfer to financing activities	10.837				10.837
<b>Net (increase) decrease in operating assets</b>	<b>44.807</b>	<b>34.338</b>	<b>69.003</b>	<b>0</b>	<b>148.148</b>
Loans and advances to banks	(6.766)		33.374	134.437	161.045
Trading securities and derivatives	2.483	(16.437)	107.990		94.036
Loans and advances to customers	(194.368)	(174.469)	(436.120)	(26.188)	(831.145)
Other assets	(18.561)	(16.941)	(11.307)		(46.809)
Net (increase) decrease in operating liabilities					0
Deposits from banks	192.261	49.457	132.752	(108.250)	266.220
Deposits from customers	(26.904)	122.737	120.922		216.755
Other liabilities	13.502	16.295	3.518		33.315
<b>Net cash flows from operating activities before taxes</b>	<b>6.454</b>	<b>14.980</b>	<b>20.132</b>	<b>(1)</b>	<b>41.565</b>
Income tax paid	(2.017)	(1.911)	(5.668)		(9.596)
<b>Net cash flows from operating activities</b>	<b>4.437</b>	<b>13.069</b>	<b>14.464</b>	<b>(1)</b>	<b>31.969</b>
<b>Cash flows from investing activities</b>					
Investments in subsidiaries and associates			(31)		(31)
Net (increase) decrease in investment securities	(57.889)	(212)	(82.697)		(140.798)
Dividends received	139				139
Purchase of assets	(13.771)	(1.891)	(546)		(16.208)
Sale of assets	40				40
Other flows from investing activities	3.961				3.961
<b>Net cash flows from investing activities</b>	<b>(67.520)</b>	<b>(2.103)</b>	<b>(83.274)</b>	<b>0</b>	<b>(152.897)</b>
<b>Cash Flows from Financing activities</b>					

Notes on the Interim Consolidated Financial Statements of  
30 September 2007

Dividends distributed	(4.805)		(8.167)		(12.972)
Issue (payment) of debt	(16.546)				(16.546)
Increase in share capital	(20.431)		27.939		7.508
Other flows from financing activities	26.585				26.585
<b>Net Cash Flows from Financing activities</b>	<b>(15.197)</b>	<b>0</b>	<b>19.772</b>	<b>0</b>	<b>4.575</b>
<b>Total net Cash Flows</b>	<b>(78.280)</b>	<b>10.966</b>	<b>(49.038)</b>	<b>(1)</b>	<b>(116.353)</b>
Foreign exchange difference	574		(9)		565
<b>Net cash flows increase (decrease)</b>	<b>(77.706)</b>	<b>10.966</b>	<b>(49.047)</b>	<b>(1)</b>	<b>(115.788)</b>
<b>Cash and cash equivalents, opening</b>	<b>704.621</b>	<b>632.799</b>	<b>350.081</b>	<b>(50.423)</b>	<b>1.637.078</b>
<b>Cash and cash equivalents, closing</b>	<b>626.915</b>	<b>643.765</b>	<b>301.034</b>	<b>(50.424)</b>	<b>1.521.290</b>
<b>Cash is distributed to:</b>					
Cash in Central Bank	146.791	71.039	29.704		247.534
Loans and advances to banks	480.124	572.726	271.330	(50.424)	1.273.756

Notes on the Interim Consolidated Financial Statements of  
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<b>Statement in Changes in Equity 30/9/2006</b>	<b>Publicized Consolidated Financial Statements</b>	<b>Merger LAIKI BANK Group</b>	<b>Merger MARFIN BANK Group</b>	<b>Intercompany Adjustments</b>	<b>MARFIN EGNATIA BANK</b>
<i>amounts in '000 €</i>					
<b>Balance at the beginning of the period (01/01/2006)</b>	249.403	222.425	126.383		598.210
Profit for the period after tax	13.886	10.317	47.008		71.211
Share capital increase/decrease	(20.431)	22.358	27.939		29.867
Dividends distribution	(4.805)		(8.167)		(12.972)
Reserve available for sale of portfolio	(341)	(819)	(81)		(1.241)
Other Changes	26.579	(22.520)			4.059
Total Change of Balance of the period	14.888	9.336	66.699	0	90.924
<b>Balance at the end of the period</b>	<b>264.291</b>	<b>231.761</b>	<b>193.081</b>	<b>0</b>	<b>689.134</b>

**3.4 Amendments for the Preparation of Balance Sheet as at 31/12/ 2005**

Balance Sheet as at 31/12/2005	Publicized Consolidated Financial Statements	Merger LAIKI BANK Group	Merger MARFIN BANK Group	Intercompany Adjustments	MARFIN EGNATIA BANK
	<i>Amounts in '000 €</i>				
<b>ASSETS</b>					
Cash and balances with Central Bank	130.481	127.075	41.300		298.856
Loans and advances to banks	587.872	505.724	339.179	(106)	1.432.669
Trading securities	18.326	14.974	313.148		346.448
Derivative financial instruments-assets	499	1.872	109		2.480
Loans and advances to customers (net of provisions)	2.366.668	2.269.932	533.809		5.170.409
Investment securities	137.239	2.322	165.715		305.276
Investments in subsidiaries and associates	1.533	0	0		1.533
Intangible assets	8.345	1.272	8.595		18.212
Tangible Assets	47.178	16.641	18.190		82.009
Other assets	95.501	36.529	51.108		183.138
<b>TOTAL ASSETS</b>	<b>3.393.642</b>	<b>2.976.341</b>	<b>1.471.153</b>	<b>(106)</b>	<b>7.841.030</b>
<b>LIABILITIES</b>					
Deposits from banks	23.989	284.357	134.522	(106)	442.762
Deposits from customers	2.656.051	2.410.409	1.162.060		6.228.520
Derivative financial instruments – liabilities	2.135	866	406		3.407
Debt securities in issue and other borrowed funds	339.921	0	0		339.921
Provisions	15.196	1.437	743		17.376
Other liabilities	106.947	56.847	47.039		210.833
<b>Total Liabilities (a)</b>	<b>3.144.239</b>	<b>2.753.916</b>	<b>1.344.770</b>	<b>(106)</b>	<b>7.242.819</b>
Share Capital	107.840	89.156	43.636		240.632
Share premium	138.479	75.024	1.211		214.714
Reserves	17.833	13.629	3.270		34.732
Retained earnings	(22.036)	20.458	(753)		(2.331)
<b>Shareholders Equity</b>	<b>242.116</b>	<b>198.267</b>	<b>47.364</b>	<b>0</b>	<b>487.747</b>
Minority Interest	7.287	24.158	79.019		110.464
<b>Total Equity (b)</b>	<b>249.403</b>	<b>222.425</b>	<b>126.383</b>	<b>0</b>	<b>598.211</b>
<b>TOTAL LIABILITIES AND EQUITY (a)+(b)</b>	<b>3.393.642</b>	<b>2.976.341</b>	<b>1.471.153</b>	<b>(106)</b>	<b>7.841.30</b>

#### 4. Segment reporting

##### *Geographical segments*

The Group operates mainly in Greece. The bank network of the Group has 174 branches, 159 of which operate in Greece and 15 in Romania. 94% of its operating income comes from Greece while the assets constitute 97% of the Group.

##### *Business segment*

The Group 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 participatios	Total
Operating revenue	116.612	148.516	55.742	73.370	1.827	396.067
Profit before tax	78.684	7.141	36.808	58.757	174	181.564
Income tax						(45.461)
<b>Profit after tax</b>						<b>136.103</b>

30.09.2006

Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset Management	Treasury	Investments and participatios	Total
Operating revenue	67.827	118.961	32.444	61.033	989	281.254
Profit before tax	33.240	6.444	11.840	50.569	(2.032)	100.061
Income tax						(28.850)
<b>Profit after tax</b>						<b>71.211</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
Current tax	39.889	28.957	22.314	13.062
Deferred tax	4.149	(951)	(4)	(1.559)
Tax inspection differences	1.423	844	99	779
<b>Total income tax in income statement</b>	<b>45.461</b>	<b>28.850</b>	<b>22.409</b>	<b>12.282</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 former "Egnatia Bank S.A." from the year 1999 to the year 2004 inclusively. 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 tax authorities of Thessalonica.

As far as the companies of the former "Egnatia Bank S.A." Group are concerned, there have been made applications for tax inspection as follows:

Company	Non tax inspected fiscal years for which application for tax inspection has been made	Responsible Tax Authority	Number of application Protocol
Egnatia Finance S.A.	2002-2006	Athens Tax Authorities	6452/20.09.2006
Egnatia Mutual Funds Management S.A.	2003-2006	Athens Tax Authorities	628/29.05.2007
Egnatia Leasing S.A.	2005-2006	Athens Tax Authorities	4.613/26.06.2007
Egnatia Insurance Brokers S.A.	2005-2006	Piraeus Tax Authorities	16.596/25.06.2007
Eurocambio Foreign Exchange S.A.	2003-2006	Athens Tax Authorities	6.477/31.05.2007
Egnatia Fin S.A.	2000-2006	Piraeus Tax Authorities	16.595/25.06.2007
Egnatia Bank Travel LTD	2005-2006	Athens Tax Authorities	15.527/26.06.2007
Egnatia Consumer Services S.A.	2005-2006	Piraeus Tax Authorities	16.597/25.06.2007

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

The Bank has been tax inspected until the fiscal year 2006 inclusively by the tax authorities of Athens , and its financial figures were considered to be 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 totally amounting to € 2.403.628,60 and total tax differences amounting to € 449.428,90 plus 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 plus 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%.

Furthermore, within the first nine month period of 2007, there was completed the tax inspection of the fiscal years 2000 – 2006 of Laiki Leasing S.A., of the fiscal years 2005 – 2006 of Marfin Factors & Forfaiters S.A., of the fiscal years 2000 – 2006 of Laiki Mutual Funds Management S.A., of the fiscal years 2003 – 2006 of Marfin Life Insurance S.A., of the fiscal years 2000 – 2006 of Laiki Attalos S.A, of the fiscal years 2002 – 2006 of Laiki Insurance Brokers LTD.

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

Marfin Bank has been tax inspected until the fiscal year 2006 inclusively by tax authorities of Athens , and its financial figures were considered to be 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 totally amounting to € 993.793,35 plus total tax differences amounting to € 280.361,00 plus advance amounting to € 230.560,00 arose. The total amount of taxes of € 510.921,00 was paid as a lump sum on 28/06/2007.

Furthermore, within the first nine month period of 2007, there was completed the tax inspection of “Investment Bank of Greece S.A.” for the fiscal year 2006, of “Marfin Mutual Funds Management S.A.” for the fiscal years 2003 – 2006, of “Marfin Global Asset Management S.A.” for the fiscal years 2003 – 2006, of “IBG Mutual Funds Management S.A.” for the fiscal years 2003 – 2006, and of “IBG Capital S.A.” for *the fiscal years 2003 – 2006*.

## 6. Loans and advances to customers

(amounts in thousand Euro )

	30.09.2007	31.12.2006
Consumer	1.368.420	1.036.533
Housing	1.702.580	1.017.893
Individuals	39.431	3.567
Corporates	5.119.838	3.782.056
Public sector	335.475	84.755

Claims from Stock Exchange transactions and other Receivables	84.310	57.599
Net Leasing Investment	531.254	462.103
	<b>9.181.308</b>	<b>6.444.506</b>
Less: Impairment loss for loans and advances	(213.254)	(169.805)
<b>Total</b>	<b>8.968.054</b>	<b>6.274.701</b>

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

Opening balance	(169.805)	(171.284)
Expense for the period	(44.908)	(62.888)
Write off	1.459	64.367
<b>Closing balance</b>	<b>(213.254)</b>	<b>(169.805)</b>

Net investment on finance leases is analyzed below in accordance with duration zones:

	30.09.2007	31.12.2006
Till 1 month	57.891	39.417
1-3 months	16.836	34.194
3-12 months	72.035	66.754
1-5 years	211.823	193.299
Over 5 years	172.669	128.439
<b>Total</b>	<b>531.254</b>	<b>462.103</b>

## 7. 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	U.S.A	30,00%	-	30,00%	2.029

(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	U.S.A	30,00%	-	30,00%	2.327

## 8. Intangible fixed assets

	30.09.2007	31.12.2006
Software	11.224	8.806
Goodwill	50.269	46.667
	<b>61.493</b>	<b>55.473</b>

Within the first nine month period:

There were acquired by Egnatia Bank : a) 1.824.150 shares of the subsidiary Egnatia Finance S.A. that correspond to the 30% of its share capital for the price of 9.500 thousand Euro. Therefore, the percentage of the Bank in its subsidiary increased from 70% to 100%. The goodwill arising from acquisition amounts to 3.202 thousand Euro. Egnatia Finance S.A. has merged with Investment Bank of Greece S.A on 22/06/2007.

b) 75.096 shares of the subsidiary company Egnatia Mutual Funds Management S.A. that correspond to the 46,955% of the share capital, for the price of 1.863,8 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 51% to 97,955%. The goodwill arised from acquisition amounts to 284 thousand Euro. "Egnatia Mutual Funds Management S.A." has merged with "Laiki Mutual Funds Management S.A.", "Marfin Mutual Funds Management S.A." and "Marfin GAM S.A." on 20/07/2007.

c) Laiki Bank (Hellas) S.A. purchased 9.500 shares of the subsidiary Laiki Mutual Funds Management S.A. that correspond to the 2,38% of the share capital, for 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 40% of the share capital, for the price of 250 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 60% to 100%. The goodwill arised from the acquisition amounts to 115 thousand Euro. 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 2,86% of the share capital, for 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 5,91% of the share capital, for 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 0,10% of the share capital, for the price of 10,3 thousand Euro. Therefore, the percentage of the Bank in the subsidiary has increased from 99,90% to 100%. The goodwill arised from the acquisition amounts to 1 thousand Euro. "Egnatia Leasing S.A." absorbed "Laiki Leasing S.A" on 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, from Egnatia Bank S.A. and Egnatia Finance S.A. correspondingly, to Marfin Popular Bank Public Co Ltd. Thus, they do not participate as from 27/06/2007 in "Egnatia Financial Services Ltd" share capital.

## 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
Convertible bond (5-year period)	0	22.537
Debt security maturity 2008	199.916	199.844
	<b>280.779</b>	<b>331.389</b>

Following the 21-6-2007 decision of the Extraordinary General Assembly of the common shareholders and the 21-6-2007 decision of the Special General Assembly of preferred shareholders, it was determined the cancellation of benefits and the transition of preferred shares without voting rights into ordinary 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 under 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 shareholders concerning the liquidation in case the amount exceeds the total paid-up 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 3-month Euribor interest rate plus 1,75% up to the date of redemption and 3,25% until maturity. Interest accrues every 3 months starting 21 January 2003.

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 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, 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 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.

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 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 a 3-month Euribor interest rate plus 1,10% up to redemption date and 2,40% up to maturity. It accrues interest on a quarterly basis starting from 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 shares 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 Ratio</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.
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

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 increased by a total 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 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, with a nominal value of Euro 1,27 per share.

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 admittance of 11.133.604 new ordinary nominal shares of the Bank, as well as 31.900 bonds convertible to common nominal shares, in conjunction with the Bank's decision of discontinue a series of bonds convertible to preferred nominal shares.

The date of August 29<sup>th</sup>, 2007 has been set as the date of negotiation cancellation 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 nominal 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 of listed shares of the Bank is 288.625.066 ordinary nominal shares with voting rights, while the total 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 Group is a defendant in certain claims and legal actions arising in the ordinary course of business. In the opinion of management, after consultation with legal counsel, the ultimate disposition of these matters is not expected to have a material adverse effect on the financial position of the Group.

### 11.2 Credit commitments

Within the ordinary framework of its operation, the Group has provided its customers management and representational services, out of which certain liabilities are to arise including financial risk which the Group did not account for. Liabilities of such kind may arise from letters of credit and third parties letters of guarantee in which the Group agrees to perform the payment in the case a customer is unable to cover his/her liabilities towards the third parties. For such kind of services, the Group 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 Group has issued letters of guarantee and letters of credit as follows (amounts in thousand Euro):

	30.09.2007	31.12.2006
Letters of guarantee	476.632	420.873
Letters of credit	15.133	12.886

## 12. Related parties transactions

The tables below present the intercompany transactions of the Group 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 Group's instruments.

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

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

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

<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>
<hr/>		
<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 : 3.234, (30/09/2006: 2.996).

### 14. Post financial statements preparation date events

There are no events relatively to the Group after the financial statements' preparation date that have not been already reported and should be reported according to the I.F.R.S. framework.