



# **MARFIN EGNATIA BANK**

## **MARFIN EGNATIA BANK S.A.**

### **Interim Consolidated Financial Statements**

**30 June 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 29 August 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>
	Review Report	2
	<i>Financial Statements</i>	
	Interim consolidated income statement	3
	Interim consolidated Balance Sheet	4
	Interim consolidated Statement of Changes in Equity	5
	Interim consolidated Cash Flow Statement	6
	<b>Notes</b>	
1	General Information on the Bank	7
2	Basis of preparation of interim brief financial statements	13
3	Restatement of Comparative Period	15
3.1	Amendments for the Preparation of the Income Statement for the Period 1/1-31/3/2007	16
3.2	Amendments for the preparation of Balance Sheet as at 31/12/2006	17
3.3	Amendments for the Preparation of the Income Statement for the Period ended 30/6/2006	18
3.4	Amendments for the Preparation of Income Statement for the Period 1/1-31/3/2006	23
3.5	Amendments for the Preparation of Balance Sheet as at 31/12/ 2005	24
4	Segment reporting	25
	<b>Income Statements</b>	
5	Income tax	26
	<b>Assets</b>	
6	Loans and advances to customers	27
7	Investment in associates	28
	<b>Liabilities</b>	
8	Intangible fixed assets	28
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	32
12	Related parties transactions	33
13	Number of employees	34
14	Post financial statements preparation date events	34

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## Review Report

To the shareholders of «MARFIN EGNATIA BANK S.A.»

### *Introduction*

We have reviewed the accompanying balance sheet of « MARFIN EGNATIA BANK S.A » (the Company), as of June 30, 2007 and the related statements of income, changes in equity and cash flows for the six-month period then ended, and a summary of selected explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with the International Financial Reporting Standards that have been adopted by European Union and apply for interim financial information ("IAS 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

### *Scope of the Review*

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" to which the Greek Auditing Standards indict. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Greek Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information of the Company is not prepared, in all material respects, in accordance with IAS 34.

Athens, 29 August 2007  
The Chartered Accountant

Sotiris A. Constantinou  
SOEL Reg. No. 13671



Chartered Accountants  
Vas. Konstantinou 44  
116 35 Athens  
SOEL Reg. No. :127



Interim Consolidated Income Statement  
 For the period ended 30 June 2007  
 (Amounts in thousand Euro)

	<b>Note</b>	<b>1/1 - 30/06/2007</b>	<b>1/1 - 30/06/2006</b>	<b>1/04 - 30/06/2007</b>	<b>1/04 - 30/06/2006</b>
Interest and similar income		323.702	209.577	178.002	113.159
Interest and similar expense		191.850	111.045	107.287	60.851
<b>Net interest income</b>		<b>131.852</b>	<b>98.532</b>	<b>70.715</b>	<b>52.308</b>
Fee and commission income		79.201	84.512	33.224	39.772
Fee and commission expense		20.040	17.000	10.161	7.816
<b>Net fee and commission income</b>		<b>59.161</b>	<b>67.512</b>	<b>23.063</b>	<b>31.956</b>
Income from dividends		1.142	754	1.139	735
Net trading income		29.046	11.959	16.058	4.158
Other income		6.031	3.305	4.784	993
<b>Operating income</b>		<b>227.232</b>	<b>182.062</b>	<b>115.759</b>	<b>90.150</b>
Provisions for credit risks		29.450	26.075	15.278	12.866
Staff costs		67.406	59.508	32.918	31.038
Other operating expense		37.413	31.590	20.664	15.530
Depreciation		6.471	6.278	3.239	3.115
Analogy of Profit Loss from Subsidiaries		(59)	249	70	(733)
<b>Profit/Loss before taxes</b>		<b>86.433</b>	<b>58.860</b>	<b>43.730</b>	<b>26.868</b>
Income tax	<b>5</b>	23.095	16.568	12.630	7.740
<b>Profit/Loss after taxes</b>		<b>63.338</b>	<b>42.292</b>	<b>31.100</b>	<b>19.128</b>
<b><u>Distributed to :</u></b>					
Shareholders of the company		61.727	26.525	30.583	8.315
Minority Interest		1.611	15.767	517	10.813
<b>Profit (Loss) per Share</b>					
Basic and Adjusted		0.23	0.22	0.12	0.12

**Thessalonica 29 august 2007**

The Chairman  
Of the Board of Directors

The Managing Director

The Manager of the Finance Department

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

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

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

The notes presented on pages from 7 to 34 constitute an integral part of the interim financial statements for June 30, 2007.

Interim Consolidated Balance Sheet  
30 June 2007  
(Amounts in thousand Euro)

<b><u>ASSETS</u></b>	<b>Note</b>	<b>30 June 2007</b>	<b>31 December 2006</b>
Cash and balances with Central Bank		700.550	363.405
Loans and advances to banks		2.137.027	1.529.478
Trading securities		340.294	280.788
Derivative financial instruments – assets		5.178	8.064
Loans and advances to customers (net of impairment)	<b>6</b>	8.327.037	6.274.701
Investment securities		731.204	506.045
Investment in associates	<b>7</b>	2.163	2.327
Intangible assets	<b>8</b>	61.653	55.473
Property, plant and equipment		86.473	89.931
Other assets		308.180	187.661
<b><u>TOTAL ASSETS</u></b>		<b><u>12.699.759</u></b>	<b><u>9.297.873</u></b>
<b><u>LIABILITIES</u></b>			
Deposits from banks		1.615.909	762.773
Deposits from customers		9.664.990	7.185.956
Derivative financial instruments – liabilities		12.528	4.058
Debt securities in issue and other borrowed funds	<b>9</b>	280.787	331.389
Provisions		12.026	11.378
Other liabilities		328.856	272.853
<b>Total liabilities (a)</b>		<b>11.915.096</b>	<b>8.568.407</b>
Share capital	<b>10</b>	366.554	353.520
Share premium		327.257	312.125
Other reserves and retained earnings		79.438	42.819
<b>Total equity (b)</b>		<b>773.249</b>	<b>708.464</b>
Minority Interest (c)		11.414	21.002
<b>Total Net Equity (d) = (b) + (c)</b>		<b>784.663</b>	<b>729.466</b>
<b><u>TOTAL LIABILITIES AND EQUITY (a) + (d)</u></b>		<b><u>12.699.759</u></b>	<b><u>9.297.873</u></b>

The notes presented on pages from 7 to 34 constitute an integral part of the interim financial statements for June 30, 2007.



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

	Share capital	Share premium	Reserves	Investment Valuation Differences	Retained Earnings	Net Equity of Shareholders of the company	Minority Interest	Total Net 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	39.925	13.658				53.583		53.583
Dividends for the fiscal year 2005					(12.972)	(12.972)		(12.972)
Revaluation of available-for-sale portfolio				(1.115)		(1.115)		(1.115)
Results for the period					26.525	26.525	15.767	42.292
Impact through Percentage of participation in subsidiaries and other movements			1.998		162	2.160	(24.837)	(22.677)
<b>Balance as at 30 June 2006</b>	<b>280.557</b>	<b>228.372</b>	<b>38.751</b>	<b>(3.137)</b>	<b>11.384</b>	<b>555.927</b>	<b>101.394</b>	<b>657.321</b>
<b>Balance as at 1 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			8.417		(14.375)	(5.958)		(5.958)
Revaluation of available-for-sale portfolio				(19.943)		(19.943)		(19.943)
Results for the period					61.727	61.727	1.611	63.338
Impact through Percentage of participation in subsidiaries and other movements			6.512	(78)	(5.641)	793	(11.199)	(10.406)
<b>Balance as at 30 June 2007</b>	<b>366.554</b>	<b>327.257</b>	<b>53.140</b>	<b>(23.526)</b>	<b>49.824</b>	<b>773.249</b>	<b>11.414</b>	<b>784.663</b>

The notes presented on pages from 7 to 34 constitute an integral part of the interim financial statements for June 30, 2007.



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

	<b>01/01/2007 - 30/06/2007</b>	<b>01/01/2006 - 30/06/2006</b>
<b>Cash flows from operating activities</b>		
Profit/Loss before taxes	86.433	58.860
<b>Adjustments for non-cash items</b>		
Depreciation	6.471	6.278
Impairment loss and advances	29.450	26.075
Employee benefits	1.206	880
Valuation trading portfolio	(5.691)	943
Transfer to investing activities	(5.754)	(528)
Transfer to financing activities	13.137	6.090
	<b>125.252</b>	<b>98.598</b>
<b>Changes in operating assets</b>		
Loans and advances to banks	0	111.106
Trading securities and derivatives	(56.619)	152.505
Loans and advances to customers	(2.081.785)	(588.371)
Other liabilities	(154.032)	(73.748)
<b>Changes in operating liabilities</b>		
Deposits from banks	867.808	54.446
Deposits from customers	2.478.464	308.828
Other liabilities	52.412	31.592
<b>Net cash flow from operating activities before taxes</b>	<b>1.231.500</b>	<b>94.956</b>
Tax paid	(8.416)	(6.497)
<b>Net cash flow from operating activities</b>	<b>1.223.084</b>	<b>88.459</b>
<b>Cash flows from Investing Activities</b>		
Investments in subsidiaries and associates	(9.472)	(31)
Net (increase)/decrease in investments	(248.604)	(133.683)
Dividends received	49	155
Purchase of Assets	(8.147)	(10.739)
Sale of assets	31	50
Other flows from investing activities	5.933	136
<b>Net Cash flows from Investing Activities</b>	<b>(260.210)</b>	<b>(144.112)</b>
<b>Cash Flows from Financing activities</b>		
Dividends distributed	(5.370)	(4.805)
Issue (payment) of debt	(12.951)	(9.174)
Increase in share capital	0	53.583
Other flows from financing activities	252	(156)
<b>Net Cash Flows from Financing activities</b>	<b>(18.069)</b>	<b>39.448</b>
<b>Total NET Cash Flows</b>	<b>944.805</b>	<b>(16.205)</b>
Foreign exchange difference	(111)	387
<b>Net cash flow increase (decrease)</b>	<b>944.694</b>	<b>(15.818)</b>
Cash and cash equivalents, opening	<b>1.892.883</b>	<b>1.664.674</b>
Cash and cash equivalents, closing	<b>2.837.577</b>	<b>1.648.856</b>
Cash and cash equivalents consist of :		
<b>Cash and cash balances with Central Bank</b>	700.550	327.294
<b>Due from banks</b>	2.137.027	1.321.562
	<b>2.837.577</b>	<b>1.648.856</b>

The notes presented on pages from 7 to 34 constitute an integral part of the interim financial statements for June 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 Group of companies of Marfin Egnatia Bank, “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.

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 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. In 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. First on 13 December 2006 it 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 recorded in S.A. Registry of the Ministry of Development, the Division of S.A. and Bank Institutions on 20<sup>th</sup> 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 31<sup>st</sup> 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 31<sup>st</sup> 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 21<sup>st</sup> 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. 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 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) 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.

d) 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. A.E.Δ.A.K.».

e) 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 recorded 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 S.A. «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 04.07.2007 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) :	Euthimios Th. Bouloutas
Executive members :	Andreas E. Vgenopoulos Eleftherios A. Chiliadakis

	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 29 August, 2007.

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

The interim brief financial statements as of 30.06.2007 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 30.06.2007 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 30.06.2007.

- *Interpretation 8: Scope of IFRS 2*

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

- *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 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 Leukosia, Cyprus, using the method of full consolidation. Matfin Popular Bank participates in the share capital of the company with the percentage of 95,01%.

### 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.

The aforementioned merger has raised the following changes:

	<b>Group Egnatia Bank before merger</b>	<b>Group Marfin Egnatia Bank</b>	<b>Change</b>	<b>% Change</b>
Sales	158.429	404.044	245.615	155,03%
Profit/Loss after Tax	23.503	61.727	38.224	162,64%
Net equity of Shareholders	301.897	773.250	471.353	156,13%

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.

It is noticed that in published Income Statement for the comparative period 1/1-30/6/2006 of Egnatia Bank S.A. Group, 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)

### 3.1 Amendments for the Preparation of the Income Statement for the Period 1/1-31/3/2007

Income Statement for the Period 1/1-31/3/2007	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	62.139	54.346	30.732	(1.516)	145.701
Interest and similar expense	(34.551)	(30.902)	(20.626)	1.516	(84.563)
<b>Net interest income</b>	<b>27.588</b>	<b>23.444</b>	<b>10.106</b>	<b>0</b>	<b>61.137</b>
Fee and commission income	15.075	4.551	26.372	(21)	45.977
Fee and commission expense	(3.189)	(505)	(6.206)	21	(9.879)
<b>Net fee and commission income</b>	<b>11.885</b>	<b>4.046</b>	<b>20.166</b>	<b>0</b>	<b>36.097</b>
Profit/Loss from financial activities	4.259	1.192	7.538		12.988
Income from dividends	3	0	0		3
Other operating income	896	210	141		1.247
<b>Operating income</b>	<b>44.631</b>	<b>28.892</b>	<b>37.950</b>	<b>0</b>	<b>111.473</b>
Impairment losses on loans and advances	(4.772)	(8.297)	(1.103)		(14.172)
Staff costs	(19.704)	(8.330)	(6.453)		(34.488)
Depreciation	(2.014)	(998)	(220)		(3.232)
Other operating expense	(8.517)	(5.612)	(2.620)		(16.749)
Profit/Loss from associates	0	0	(129)		(129)
<b>Profit/Loss before taxes</b>	<b>9.623</b>	<b>5.655</b>	<b>27.425</b>	<b>0</b>	<b>42.703</b>
Income tax	1.606	2.319	6.051		9.977
Deferred tax	610	(764)	642		488
<b>Profit/Loss after taxes</b>	<b>7.407</b>	<b>4.099</b>	<b>20.732</b>	<b>0</b>	<b>32.238</b>
<b><u>Distributed to :</u></b>					
Shareholders of the company	7.202	4.094	19.847		31.144
Minority Interest	204	5	885		1.094

### 3.2 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
Property, plant and equipment	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
Other 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>

### 3.3 Amendments for the Preparation of the Income Statement for the Period ended 30/6/2006

Income Statement Period 1/1-30/6/2006	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	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
Dividend income	155	16	583		754
Other operating income	1.569	1.458	278		3.305
<b>Income from Operating Activities</b>	<b>76.647</b>	<b>49.651</b>	<b>55.764</b>	<b>0</b>	<b>182.062</b>
Impairment losses on loans and advances	(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 expenses	(15.709)	(10.919)	(4.962)		(31.590)
Share of loss on associates	249	0	0		249
<b>Profit before tax</b>	<b>11.152</b>	<b>8.633</b>	<b>39.075</b>	<b>0</b>	<b>58.860</b>
Income tax	2.636	2.724	10.535		15.895
Deferred tax	253	(80)	435		608
Tax-audit differences	44	21	0		65
<b>Profit after tax</b>	<b>8.219</b>	<b>5.968</b>	<b>28.105</b>	<b>0</b>	<b>42.292</b>
<b>Attributable to:</b>					
Equity holders of the Bank	7.404	5.367	13.754		26.525
Minority interest	815	601	14.351		15.767

Balance as at 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>ASSETS</b>					
Cash and balances with Central Bank	165.937	113.747	47.610		327.294
Loans and advances to banks	531.903	531.033	329.548	(70.921)	1.321.563
Trading securities	8.951	24.490	154.971		188.412
Derivative financial instruments – assets	168	2.881	3.243		6.292
Loans and advances to customers (net of impairment)	2.462.452	2.386.435	883.818		5.732.705
Investment securities	173.183	2.534	260.953		436.670
Investment in subsidiaries and associates	1.782	0	0		1.782
Intangible assets	8.251	1.175	5.598		15.024
Property, plant and equipment	52.600	15.791	18.286		86.677
Other assets	82.309	37.312	80.263		199.884
<b>TOTAL ASSETS</b>	<b>3.487.536</b>	<b>3.115.398</b>	<b>1.784.290</b>	<b>(70.921)</b>	<b>8.316.303</b>
<b>LIABILITIES</b>					
Deposits from banks	126.843	305.112	151.255	(70.921)	512.289
Deposits from customers	2.672.867	2.514.607	1.393.845		6.581.319
Derivative financial instruments – liabilities	1.526	998	1.500		4.024
Debt securities in issue and other borrowed funds	336.836	0	0		336.836
Provisions	13.386	1.635	844		15.865
Other liabilities	80.176	64.966	63.506		208.648
<b>Total liabilities (a)</b>	<b>3.231.634</b>	<b>2.887.318</b>	<b>1.610.950</b>	<b>(70.921)</b>	<b>7.658.981</b>
Share capital	109.046	99.707	71.804		280.557
Share premium	140.558	86.831	983		228.372
Reserves	19.385	13.492	2.737		35.614
Retained earnings	(20.845)	27.784	4.445		11.384
<b>Equity of the Company shareholders</b>	<b>248.144</b>	<b>227.814</b>	<b>79.969</b>	<b>0</b>	<b>555.927</b>
Minority Interest	7.758	266	93.371		101.395
<b>Total Equity (b)</b>	<b>255.902</b>	<b>228.080</b>	<b>173.340</b>	<b>0</b>	<b>657.322</b>
<b>TOTAL LIABILITIES (a) + (b)</b>	<b>3.487.536</b>	<b>3.115.398</b>	<b>1.784.290</b>	<b>(70.921)</b>	<b>8.316.303</b>

<b>Cash Flows Statement 30/6/2006</b>	<b>Publicized Consolidated Financial Statements</b>	<b>Absorption of LAIKI BANK Group</b>	<b>Absorption of MARFIN BANK Group</b>	<b>Intercompany Adjustments</b>	<b>MARFIN EGNATIA BANK</b>
	Amounts in '000 €				
Cash flows from operating activities					
Profit/Loss before taxes	11.152	8.633	39.075		58.860
<b>Adjustments for non-cash items</b>					
Depreciation	3.538	2.296	444		6.278
Impairment loss and advances	11.581	13.100	1.394		26.075
Employee benefits	580	199	101		880
Valuation trading portfolio	(106)	(1.164)	2.213		943
Transfer to investing activities	(528)				(528)
Transfer to financing activities	6.090				6.090
<b>Changes in operating assets</b>	<b>32.307</b>	<b>23.064</b>	<b>43.227</b>	<b>0</b>	<b>98.598</b>
Loans and advances to banks	(4.573)		3.585	112.094	111.106
Trading securities and derivatives	9.812	(10.525)	153.218		152.505
Loans and advances to customers	(81.166)	(129.602)	(351.404)	(26.199)	(588.371)
Other assets	(12.655)	380	(61.473)		(73.748)
Net (increase) in operating liabilities					0
Deposits from banks	102.854	20.755	16.732	(85.895)	54.446
Deposits from customers	(27.155)	104.198	231.785		308.828
Other liabilities	11.057	(16.999)	37.534		31.592
<b>Net cash flows from operating activities before taxes</b>	<b>30.481</b>	<b>(8.729)</b>	<b>73.204</b>	<b>0</b>	<b>94.956</b>
Income tax paid	(529)	(300)	(5.668)		(6.497)
<b>Net cash flows from operating activities</b>	<b>29.952</b>	<b>(9.029)</b>	<b>67.536</b>	<b>0</b>	<b>88.459</b>
<b>Cash flows from investing activities</b>					
Investments in subsidiaries and associates	0		(31)		(31)
Net (increase) decrease in investment securities	(35.989)		(97.694)		(133.683)
Dividends received	155				155
Purchase of assets	(8.928)	(1.348)	(463)		(10.739)
Sale of assets	50				50
Other flows from investing activities	136				136
<b>Net cash flows from investing activities</b>	<b>(44.576)</b>	<b>(1.348)</b>	<b>(98.188)</b>	<b>0</b>	<b>(144.112)</b>

**Cash Flows from Financing activities**

Dividends distributed	(4.805)				(4.805)
Issue (payment) of debt	(9.174)				(9.174)
Increase in share capital	3.285	22.358	27.940		53.583
Other flows from financing activities	(156)				(156)
<b>Net Cash Flows from Financing activities</b>	<b>(10.850)</b>	<b>22.358</b>	<b>27.940</b>	<b>0</b>	<b>39.448</b>
<b>Total net Cash Flows</b>	<b>(25.474)</b>	<b>11.981</b>	<b>(2.712)</b>	<b>0</b>	<b>(16.205)</b>
Foreign exchange difference	387		0		387
<b>Net cash flows increase (decrease)</b>	<b>(25.087)</b>	<b>11.981</b>	<b>(2.712)</b>	<b>0</b>	<b>(15.818)</b>
<b>Cash and cash equivalents, opening</b>	<b>704.621</b>	<b>632.799</b>	<b>350.081</b>	<b>(22.827)</b>	<b>1.664.674</b>
<b>Cash and cash equivalents, closing</b>	<b>679.534</b>	<b>644.780</b>	<b>347.369</b>	<b>(22.827)</b>	<b>1.648.856</b>

Statement in Changes in Equity 30/6/2006	Published Consolidated Financial Statements	Merger LAIKI BANK Group	Merger MARFIN BANK Group	Intercompany Adjustments	MARFIN EGNATIA BANK
	amounts in '000 €				
<b>Balance at the beginning of the period (01/01/2006)</b>	249.403	222.425	126.382		598.210
Profit for the period after tax	8.219	5.968	28.105		42.292
Share capital increase/decrease	3.284	22.358	27.940	1	53.583
Dividends paid	(4.805)		(8.167)		(12.972)
Reserve available for sale of portfolio	(45)	(150)	(920)		(1.115)
Other Changes	(155)	(22.521)		(1)	(22.677)
<b>Total Change of Balance of the period</b>	6.498	5.655	46.958		59.111
<b>Balance at the end of the period</b>	<b>255.901</b>	<b>228.080</b>	<b>173.340</b>	<b>0</b>	<b>657.321</b>

### 3.4 Amendments for the Preparation of Income Statement of the Period 1/1-31/3/2006

Income Statement Period 1/1-31/3/2006	Published Consolidated Financial Statements	Merger LAIKI BANK Group	Merger MARFIN BANK Group	Intercompany Adjustments	MARFIN EGNATIA BANK
	<i>amounts in'000 €</i>				
Interest and similar income	45.639	39.109	11.670	0	96.418
Interest and similar expense	(22.305)	(20.752)	(7.136)	0	(50.193)
<b>Net interest income</b>	<b>23.334</b>	<b>18.357</b>	<b>4.534</b>	<b>0</b>	<b>46.225</b>
Fee and commission income	14.982	4.429	25.329		44.740
Fee and commission expense	(3.608)	(571)	(5.005)	0	(9.184)
<b>Net fee and commission income</b>	<b>11.374</b>	<b>3.858</b>	<b>20.324</b>	<b>0</b>	<b>35.556</b>
Profit/(Loss) from Financial Activities	1.498	(171)	6.474		7.801
Income from Dividends	0		19		19
Other income	626	1.578	107		2.311
<b>Income from Operating Activities</b>	<b>36.832</b>	<b>23.622</b>	<b>31.458</b>	<b>0</b>	<b>91.912</b>
					0
Provisions for credit Risks	(7.341)	(5.200)	(668)		(13.209)
Staff costs	(16.457)	(7.124)	(4.889)		(28.470)
Depreciation	(1.746)	(1.195)	(222)		(3.163)
Other operating expenses	(7.713)	(5.846)	(2.502)		(16.061)
Analogy of profit/loss from associates	99	0	883		982
<b>Profit before tax</b>	<b>3.674</b>	<b>4.257</b>	<b>24.060</b>	<b>0</b>	<b>31.991</b>
Incomet Tax	785	1.730	6.591		9.106
Deferred tax	284	(474)	(135)		(325)
Tax-audit differences	26	21	0		47
<b>Profit after tax</b>	<b>2.579</b>	<b>2.980</b>	<b>17.604</b>	<b>0</b>	<b>23.163</b>
<b>Distributed to:</b>					
Shareholders	1.954	2.980	13.275		18.209
Minority Interest	625	0	4.329		4.954

### 3.5 Amendments for the Preparation of Balance Sheet as at 31/12/ 2005

Balance Sheet as at 31/12/2005	Published 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	499	1.872	109		2.480
Loans and advances to customers (net of Impairment)	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	2.135	866	406		3.407
Debt securities in issue and other borrowed funds	339.921	0	0		339.921
Other 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
Other reserves	17.833	13.629	3.270		34.732
Profit/(Loss) of accumulated deficit	(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>249.403</b>	<b>222.425</b>	<b>126.383</b>	<b>0</b>	<b>598.211</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3.393.642</b>	<b>2.976.341</b>	<b>1.471.153</b>	<b>(106)</b>	<b>7.841.030</b>

#### 4. Segment reporting

##### *Geographical segments*

The Group operates mainly in Greece. The bank network of the Group has 166 branches, 154 of which operate in Greece and 12 – in Romania. 94% of its operating income are 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

30.06.2007

Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset Management	Treasury	Investments and participation s	Total
Operating revenue	42.311	98.722	32.340	53.555	304	227.232
Profit before tax	17.596	6.160	18.953	44.714	(990)	86.433
Income tax						(23.095)
<b>Profit after tax</b>						<b>63.338</b>

30.06.2006

Amounts in thousand Euro	Investment and corporate banking	Retail banking	Asset Management	Treasury	Investments and participation s	Total
Operating revenue	47.786	81.643	24.867	27.224	542	182.062
Profit before tax	25.548	2.867	11.574	20.634	(1.763)	58.860
Income tax						(16.568)
<b>Profit after tax</b>						<b>42.292</b>

## 5. Income tax

(amounts in thousand Euro)

	1.1 - 30.6.2007	1.1 - 30.6.2006	1.4 - 30.6.2007	1.4 - 30.6.2006
Current tax	17.619	15.895	7.642	6.789
Deferred tax	4.152	608	3.664	933
Tax inspection differences	1.324	65	1.324	18
<b>Total income tax in income statement</b>	<b>23.095</b>	<b>16.568</b>	<b>12.630</b>	<b>7.740</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 tax authorities of Thessalonica.

As far as the companies of the former group of Egnatia Bank 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 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%.

Furthermore, within the first six 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.

In July 2007 there was completed the tax inspection of the fiscal years 2003 – 2006 of Laiki Life Insurance S.A., of the fiscal years 2000 – 2005 of Laiki Attalos S.A. while the fiscal year 2006 is under negotiation. Also, under negotiation is the tax inspection of the fiscal years 2002 – 2006 of Laiki Insurance Factoring 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 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.

Furthermore, within the first six month period of 2007, there was completed the tax inspection of the fiscal year 2006 of Investment Bank of Greece S.A., of the fiscal years 2003 – 2006 of Marfin Mutual Funds Management S.A., of the fiscal years 2003 – 2006 of Marfin Global Asset Management S.A., of the fiscal years 2003 – 2006 of IBG Mutual Funds Management S.A., of the fiscal years 2003 – 2006 of Investments S.A.

In July 2007, there was completed the tax inspection of the fiscal years of 2003 – 31.03.2007 of AVC S.A.

## **6. Loans and advances to customers**

*(amounts in thousand Euro)*

	<b>30.06.2007</b>	<b>31.12.2006</b>
Consumer	1.227.759	1.036.533
Housing	1.652.856	1.017.893

Individuals	6.900	3.567
Corporates	4.850.709	3.782.056
Public sector	195.429	84.755
Claims from Stock Exchange transactions and other Receivables	83.022	57.599
Net Leasing Investment	509.273	462.103
	<b>8.525.948</b>	<b>6.444.506</b>
Less: Impairment loss for loans and advances	(198.911)	(169.805)
<b>Total</b>	<b>8.327.037</b>	<b>6.274.701</b>

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

Opening balance	(169.804)	(171.284)
Expense for the period	(29.450)	(62.888)
Write off	343	64.367
<b>Closing balance</b>	<b>(198.911)</b>	<b>(169.805)</b>

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

	30.06.2007	31.12.2006
Till 1 month	55.366	39.417
1-3 months	15.987	34.194
3-12 months	68.935	66.754
1-5 years	203.895	193.299
Over 5 years	165.090	128.439
<b>Total</b>	<b>509.273</b>	<b>462.103</b>

## 7. Investment in associates

(amounts in thousand Euro)

30.06.2007					
Name	Country of Incorporation	% Direct Participation 30.06.2007	% Indirect participation 30.06.2007	Total % Participation 30.06.2007	Total Participation 30.06.2007
ARIS Capital Management	U.S.A.	30,00%	-	30,00%	2.163

(amounts in thousand Euro)

31.12.2006					
Name	Country of Incorporation	% Direct Participation 30.06.2007	% Indirect participation 30.06.2007	Total % Participation 30.06.2007	Total Participation 30.06.2007
ARIS Capital Management	U.S.A.	30,00%	-	30,00%	2.327

## 8. Intangible fixed assets

	30.06.2007	31.12.2006
Software	11.384	8.806

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Goodwill	50.269	46.667
	<b>61.653</b>	<b>55.473</b>

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Within the first six month period:

There were acquired by Egnatia Bank : a) 1.824.150 shares of the subsidiary Egnatia Finance S.A. that correspond to the percentage of 30% of its share capital as against 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.

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%. The goodwill arising from acquisition amounts to 284 thousand Euro.

c) Laiki Bank (Hellas) S.A. purchased 9.500 shares of the subsidiary Laiki Mutual Funds Management 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%. The goodwill arising from acquisition amounts to 115 thousand Euro.

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%. The goodwill arising from acquisition amounts to 1 thousand Euro.

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 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.

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

(amounts in thousand Euro)

	30.06.2007	31.12.2006
Preference shares	0	13.026
Share premium on preference shares	0	15.130
Convertible subordinated debt maturity – 2013	858	852
Subordinated debt maturity – 2015	80.000	80.000
Bond loan of 5 year duration	0	22.537
Debt security maturity – 2008	199.929	199.844
	<b>280.787</b>	<b>331.389</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 21<sup>st</sup> 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 on 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

	30.06.2007	31.12.2006
<b>Number of ordinary shares</b> (nominal value 30.06.2007, 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>

Exchange correlation:

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 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 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.

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 95,01%.

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 will 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 rendered to 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 can arise from letters of credit and third parties letters of guarantee in which the Group agrees to perform the payment in the event a certain customer is unable to cover his/her liabilities towards the third parties. For such king 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 30/06/2007, the Group has issued letters of guarantee and letters of credit that are as follows (amounts in thousand Euro) :

	30.06.2007	31.12.2006
Letters of guarantee	477.554	420.873
Letters of credit	11.069	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 departments of the Group.

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

Management and Board of Directors	30 June 2007	31 December 2006
Loans and advances	252	5.869
Deposits and similar liabilities	18.589	42.188

	1/1 - 30/06/2007	1/1 - 30/06/2006
<b>Income</b>		
Interest-Commission	6	4
<b>Expenses</b>		
Interest-Commission	508	334

Board of Directors fees and amounts paid to management for the first six months of 2007 amount to Euro 1.753 thousand (31.06.2006: Euro 1.766 thousand).

Other related parties	30 June 2007	31 December 2006
<b>Assets</b>		
Loans and advances to banks	26.457	47.380
Loans and advances to customers	206.650	262.650
Other Receivables	3.748	5.902
Property, Plant and Equipment	468	1.552
<b>Total</b>	<b>237.323</b>	<b>317.484</b>

<b>Liabilities</b>		
Deposits from banks	175.629	279.680
Deposits from customers	531.410	217.944
Debt securities	3.412	1.855
<b>Total</b>	<b>710.451</b>	<b>499.479</b>

	1/1 - 30/06/2007	1/1 - 30/06/2006
<b>Income</b>		
Interest and similar income	3.910	626
Commission income	1.465	27
Other operating income	60	0
<b>Total Income</b>	<b>5.435</b>	<b>653</b>

### Expenses

Interest and similar expenses	8.649	368
Commission expenses	252	0
Other operating expenses	274	375
<b>Total expenses</b>	<b>9.175</b>	<b>743</b>

### 13. Number of employees

The number of employees at the closing period : 3.051, (30/06/2006: 3.002).

### 14. Post financial statements preparation date events

The BoD of ASE at its meeting on 23.08.2007 approved of the introduction of 11.133.604 new ordinary nominal shares of the Bank that arose from the transition of the same number of preferred nominal shares as well as of 31.900 bonds convertible into ordinary nominal shares due to the cancellation of a number of bonds convertible into preferred nominal shares.

As the date of completion of trading of preferred shares and convertible bonds, there was defined the date of 29 August 2007 and as the date of re-trading of new ordinary shares and bonds convertible into ordinary shares arising from the transition, there was defined the date of 5<sup>th</sup> September 2007.

As from the same date, 05.09.2007, there starts the trading of 184.203.403 new ordinary nominal shares of the Bank arising from increase in share capital due to the merger with the absorption of the companies Marfin Bank and Laiki Bank (Hellas).

As from the same date, the total of the shares of the Bank traded at ASE comes to 288.625.066 ordinary nominal shares and the new total of the bonds traded at ASE comes to 302.280.