

# **PROTON**BANK

**PROTON BANK GROUP**

**Condensed Consolidated Interim Financial Information**

**30 September 2007**

**In accordance with the International Financial Reporting Standards**

The attached condensed consolidated interim financial information were approved by the Board of Directors of Proton Bank SA on November 23<sup>rd</sup>, 2007 and they are available in the web site of Proton Bank at [www.proton.gr](http://www.proton.gr)

These condensed consolidated interim financial information were translated from the original statutory financial information that have been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial information, the Greek language financial information will prevail over this document.

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**CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT**

*(in thousands of euros)*

	Note	1.1 – 30.09.2007	1.1 – 30.09.2006	1.7 – 30.09.2007	1.7 – 30.09.2006
Interest and similar income		80.233	7.073	31.641	2.985
Interest expense and similar charges		(47.080)	(2.417)	(19.326)	(1.373)
<b>Net interest income</b>	6	<b>33.153</b>	<b>4.656</b>	<b>12.315</b>	<b>1.612</b>
Fee and commission income		34.578	15.302	11.600	3.065
Fee and commission expense		(3.901)	(3.401)	(647)	(1.000)
<b>Net fee and commission income</b>	7	<b>30.677</b>	<b>11.901</b>	<b>10.953</b>	<b>2.065</b>
Income from insurance activities		31.801	-	10.413	-
Expense from insurance activities		(11.375)	-	(2.858)	-
<b>Net income from insurance activities</b>	8	<b>20.426</b>	<b>-</b>	<b>7.555</b>	<b>-</b>
Dividend income		3.377	1.959	354	661
Net trading income	9	6.967	22.384	(781)	6.829
Net income from financial instruments designated at fair value	10	2.082	-	(369)	-
Gains less losses from investment securities		11	-	4	-
Other operating income	11	1.266	109	527	41
<b>Operating income</b>		<b>97.959</b>	<b>41.009</b>	<b>30.558</b>	<b>11.208</b>
Personnel expenses	12	(21.465)	(4.488)	(6.755)	(1.466)
Other administrative expenses	13	(20.316)	(4.440)	(7.055)	(1.356)
Depreciation expenses	14	(5.497)	(429)	(1.859)	(134)
Insurance claims	15	(16.081)	-	(5.721)	-
Impairment losses on financial assets and non financial assets	16	(1.942)	(1.178)	(633)	(595)
<b>Total operating expenses</b>		<b>(65.301)</b>	<b>(10.535)</b>	<b>(22.023)</b>	<b>(3.551)</b>
<b>Share of profit of associates</b>		<b>318</b>	<b>-</b>	<b>71</b>	<b>-</b>
<b>Profit before tax</b>		<b>32.976</b>	<b>30.474</b>	<b>8.606</b>	<b>7.657</b>
Income tax expense	17	(5.443)	(3.866)	(1.860)	(1.534)
<b>Profit for the period</b>		<b>27.533</b>	<b>26.608</b>	<b>6.746</b>	<b>6.123</b>
Attributable to:					
Equity holders of the Bank		27.409	26.626	6.602	6.126
Minority interest		124	(18)	144	(3)
<b>Earnings per share for profit attributable to equity holders of the parent entity during the period</b>					
- Basic and diluted (expressed in € per share)	18	<b>0,44</b>	<b>0,59</b>	<b>0,11</b>	<b>0,13</b>

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information

**CONDENSED CONSOLIDATED INTERIM BALANCE SHEET**

<i>(in thousands of euros)</i>	<b>Note</b>	<b>30.09.2007</b>	<i>(as restated)</i> <b>31.12.2006</b>
<b>ASSETS</b>			
Cash and balances with the Central Bank	19	24.548	37.397
Loans and advances to banks	20	184.198	93.404
Loans and receivables	21	1.332.540	941.214
Insurance receivables	22	20.977	16.721
Trading assets		214.064	260.309
Derivative financial instruments		5.290	2.611
Financial assets designated at fair value	23	5.238	-
Investment securities:			
- Held-to-maturity	24	9.720	6.646
- Available-for-sale	25	207.848	31.331
Investments in associates	26	4.521	4.604
Property, plant and equipment		29.996	33.402
Investment property		50	50
Non-current assets held for sale		148	64
Intangible assets	27,37	117.842	121.345
Reinsurance contracts	28	1.664	1.339
Other assets	30	<u>98.622</u>	<u>34.821</u>
<b>Total assets</b>		<b><u>2.257.266</u></b>	<b><u>1.585.258</u></b>
<b>LIABILITIES</b>			
Deposits from banks	31	352.295	90.897
Due to customers	32	1.428.161	1.042.157
Derivative financial instruments		4.174	6.319
Debt securities in issue		26.786	1.500
Provisions for insurance contracts	33	36.864	34.093
Other liabilities		16.044	21.245
Current income tax liabilities		4.619	1.349
Deferred tax liabilities	29	2.659	1.726
Retirement benefit obligations		<u>1.296</u>	<u>1.228</u>
<b>Total liabilities</b>		<b><u>1.872.898</u></b>	<b><u>1.200.514</u></b>
<b>EQUITY</b>			
<b>Equity attributable to equity holders of the Bank</b>			
Share capital		281.450	281.450
Share premium		85.457	85.478
Less: Treasury shares		(7.268)	-
Other reserves		(1.335)	517
Retained earnings		<u>25.414</u>	<u>16.612</u>
		<b><u>383.718</u></b>	<b><u>384.057</u></b>
<b>Minority interest</b>		650	687
<b>Total equity</b>		<b><u>384.368</u></b>	<b><u>384.744</u></b>
<b>Total equity and liabilities</b>		<b><u>2.257.266</u></b>	<b><u>1.585.258</u></b>

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**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**

	Attributable to equity holders of the Bank							Minority interest	Total equity	
	Share capital	Share premium	Treasury shares	Revaluation reserve	Employ share option plan reserve	Statutory reserve	Retained earnings/ losses			
<i>(in thousands of euros)</i>										
<b>Balance at 1 January 2006</b>	<b>202.660</b>	-	-	-	-	<b>336</b>	<b>(3.725)</b>	<b>199.271</b>	<b>41</b>	<b>199.312</b>
- Purchases of treasury shares			(4.043)					(4.043)		(4.043)
- Sales of treasury shares			2.446				112	2.558		2.558
- Other consolidation adjustments							(8)	(8)		(8)
- Dividend relating to 2005							(12.638)	(12.638)		(12.638)
- Cost of acquisition (Omega Bank)	78.771	85.478						164.249		164.249
- Profit for the period							26.626	26.626	(18)	26.608
- Capitalization of reserves	19						(19)	-		-
- Net change in equity due to merger (Proton Securities)						147	(147)	-	(8)	(8)
- Change in minority interests due to acquisition (Omega Bank)									587	587
- Exchange differences on translating foreign operations									(7)	(7)
<b>Balance at 30 September 2006</b>	<b>281.450</b>	<b>85.478</b>	<b>(1.597)</b>	-	-	<b>483</b>	<b>10.201</b>	<b>376.014</b>	<b>595</b>	<b>376.609</b>
<b>Changes in equity for 1.10.2006-31.12.2006:</b>										
- Available-for-sale investments: valuation gains/(losses) taken to equity				(11)				(11)		(11)
- Sales of treasury shares			1.597				163	1.760		1.760
- Other consolidation adjustments							(3)	(3)	(1)	(4)
- Statutory reserve						45	(41)	4	2	6
- Exchange differences on translating foreign operations							15	15	3	18
- Profit for the period							7.320	7.320	88	7.408
<b>Balance at 31 December 2006 as previously reported</b>	<b>281.450</b>	<b>85.478</b>	-	<b>(11)</b>	-	<b>528</b>	<b>17.655</b>	<b>385.100</b>	<b>687</b>	<b>385.787</b>
- Amortization of identifiable intangible assets acquired on acquisition of Omega Bank for the period 1.10-31.12.2006 (Note 37.1)							(1.043)	(1.043)		(1.043)
<b>Balance at 31 December 2006 as restated</b>	<b>281.450</b>	<b>85.478</b>	-	<b>(11)</b>	-	<b>528</b>	<b>16.612</b>	<b>384.057</b>	<b>687</b>	<b>384.744</b>
<b>Balance at 1 January 2007</b>	<b>281.450</b>	<b>85.478</b>	-	<b>(11)</b>		<b>528</b>	<b>16.612</b>	<b>384.057</b>	<b>687</b>	<b>384.744</b>
<b>Changes in equity for 1.1.2007-30.09.2007:</b>										
- Fair value of employee services received					586			586		586
- Share issue costs (Proton Insurance SA)		(21)						(21)	(4)	(25)
- Participation in share capital increase (Proton Insurance SA)								-	96	96
- Shift of interest due to share capital increase (Proton Insurance SA)							(19)	(19)	19	-
- Acquisition of minority interests (Omega Mutual Funds SA)								-	(132)	(132)
- Other consolidation adjustments							105	105	(105)	-
- Capitalization of reserves						1.135	(1.135)	-		-
- Purchases/ Sales of treasury shares			(7.268)					(7.268)		(7.268)
- Dividend relating to 2006							(17.551)	(17.551)	(32)	(17.583)
- Available-for-sale investments: valuation gains/(losses) taken to equity				(3.573)				(3.573)		(3.573)
- Exchange differences on translating foreign operations							(7)	(7)	(3)	(10)
- Profit for the period							27.409	27.409	124	27.533
<b>Balance at 30 September 2007</b>	<b>281.450</b>	<b>85.457</b>	<b>(7.268)</b>	<b>(3.584)</b>	<b>586</b>	<b>1.663</b>	<b>25.414</b>	<b>383.718</b>	<b>650</b>	<b>384.368</b>

**Note:** The tax free reserves of 31.12.2006 of 3.111 thousand euros are included in retained earnings.

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information.

**CONDENSED CONSOLIDATED INTERIM CASH FLOW STATEMENT**

	Note	1.1-30.09.2007	(restated) 1.1-30.09.2006
<i>(in thousands of euros)</i>			
<b>Cash flows from operating activities</b>			
Profit before taxation		<b>32.976</b>	<b>30.474</b>
Adjustments for:			
Add: impairment losses on loans, financial and non-financial assets		1.943	1.178
Add: depreciation expense		5.497	429
Add: provisions for retirement benefits		529	33
Add: Fair value of employee stock options		586	-
Gains (-)/ losses (+) from revaluation of financial assets at fair value through profit or loss		6.122	(6.620)
Gains (-)/ losses (+) from investment activities		(5.462)	-
<b>Cash flows from operating activities before changes in operating assets and liabilities</b>		<b>42.191</b>	<b>25.494</b>
Changes in operating assets and liabilities:			
Net (increase)/decrease in cash and balances with the Central Bank		8.770	-
Net (increase)/decrease in loans and advances to banks		-	-
Net (increase)/decrease in loans and receivables		(396.805)	(52.338)
Net (increase)/decrease in financial assets at fair value through profit or loss		30.062	(52.745)
Net (increase)/decrease in insurance receivables		(4.256)	-
Net (increase)/decrease in reinsurance receivables		(325)	-
Net (increase)/decrease in other assets		(63.791)	(20.702)
Net increase /(decrease) in deposits from banks		261.399	(3.718)
Net increase /(decrease) in due to customers		386.004	86.679
Net increase /(decrease) in provisions for insurance contracts		2.772	-
Net increase /(decrease) in other liabilities		(6.441)	22.062
<b>Net cash flow from operating activities before tax payment</b>		<b>259.580</b>	<b>4.732</b>
Income taxes paid		(277)	(3.205)
<b>Net cash flow from operating activities</b>		<b>259.303</b>	<b>1.527</b>
<b>Cash flow from investing activities</b>			
Acquisition of Omega Group, net of cash acquired		-	131.836
Purchase/proceeds from the sale of property, plant and equipment		1.329	(177)
Purchase/proceeds from the sale of available-for-sale financial assets		(177.820)	(6.739)
Acquisitions / Disposals of subsidiaries		(129)	-
Dividends received from AFS financial assets		15	-
Dividends received from investments in associates		399	-
Dividends received from financial assets at fair value through profit or loss		3.362	-
<b>Net cash used in investing activities</b>		<b>(172.844)</b>	<b>124.920</b>
<b>Cash flows from financing activities</b>			
Proceeds from share capital increase		70	-
Purchases/sales of treasury shares		(7.268)	2.558
Proceeds from borrowed funds and debt securities		25.000	-
Dividend paid		(17.547)	(12.638)
<b>Net cash from financing activities</b>		<b>255</b>	<b>(10.080)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>86.714</b>	<b>116.367</b>
<b>Cash and cash equivalents at beginning of period</b>	34	<b>115.436</b>	<b>57.198</b>
<b>Cash and cash equivalents at end of period</b>	34	<b>202.150</b>	<b>173.565</b>

The notes on pages 7 to 22 are an integral part of these condensed consolidated interim financial information

**1 General information**

PROTON BANK SA (the Bank) and its subsidiaries (together, the Group) provide retail, investment banking, financial services, portfolio management, insurance and other services. The Bank is established in Greece and has a network of 26 branches. The Group has operations mainly in Greece, Switzerland and Serbia.

The Bank's shares have been listed since December 2005 on the Athens Stock Exchange, and apart from the General Index are included in the FTSE-40 index. The total number of common shares outstanding at 30 September 2007 was 61.961.886.

The number of personnel as of 30 September 2007 was 658.

**1.1 The Group****Investments in subsidiaries at 30 September 2007**

<b>Name</b>	<b>Country</b>	<b>Participation %</b>
Proton Asset Management SA	Greece	99,90%
Proton Mutual Funds Management Co SA	Greece	99,90%
First Global Brokers SA AD	Serbia	82,49%
Omega Mutual Funds SA	Greece	100,00%
Omega Insurance Brokers SA	Greece	66,00%
Proton Insurance SA	Greece	91,29%
Proton Finance SA	Greece	100,00%
Omega Kahn Financial Services SA	Switzerland	80,00%
Intellectron Systems SA	Greece	55,64%

**At 31 December 2006**

<b>Name</b>	<b>Country</b>	<b>Participation %</b>
Proton Asset Management SA	Greece	99,90%
Proton Mutual Funds Management Co SA	Greece	99,90%
First Global Brokers SA AD	Serbia	82,49%
Omega Mutual Funds SA	Greece	93,07%
Omega Insurance Brokers SA	Greece	66,00%
Proton Insurance SA	Greece	82,78%
Proton Finance SA	Greece	100,00%
Omega Kahn Financial Services SA	Switzerland	80,00%
Intellectron Systems SA	Greece	55,64%

**Investments in associates at 30 September 2007**

<b>Name</b>	<b>Country</b>	<b>Participation %</b>
Omega Portfolio Investment Co. SA	Greece	29,14%

**At 31 December 2006**

<b>Name</b>	<b>Country</b>	<b>Participation %</b>
Omega Portfolio Investment Co. SA	Greece	28,75%

**2 Basis of preparation of the condensed interim financial information**

The condensed consolidated interim financial information have been prepared in accordance with the International Accounting Standard IAS 34 "Interim financial Reporting" and should be read in conjunction with the published annual consolidated financial statement of the Group for the year ended 31 December 2006.

These condensed consolidated interim financial information were approved by the Board of Directors on November 23<sup>rd</sup> 2007.

**3 Significant accounting policies**

The principal accounting policies adopted in the preparation of these condensed consolidated interim financial information are consistent with those of the annual consolidated financial statements of the Group for the year ended 31 December 2006.

Additionally, the regular way of purchase or sale of financial assets are recognised and derecognised using trade date accounting.

Contracts that require or allow net settlement of the change in the value of the contract are accounted for as derivatives in the period between the trade date and the settlement date.

The Group's functional currency is the euro and the amounts in the condensed consolidated interim financial information are presented in thousands of euros, unless otherwise stated in the relevant notes. Any differences in the tables are due to roundings.

**4 Comparatives**

For the preparation of the condensed consolidated interim balance sheet and income statement of the period ended 30 September 2007, comparatives as of 31 December and 30 September 2006 respectively, were used. As described in note 37.1, the Group acquired Omega Bank SA and absorbed Proton Securities SA on 29 September 2006. Therefore, the items in the condensed consolidated income statement and cash flow statement of this period are not comparable with the respective items of the prior period.

**5 Segment analysis**

<b>Business segment for the period ended 30 September 2007</b>	<b>Commercial Banking</b>	<b>Investment Banking</b>	<b>Bancassurance and other financial services</b>	<b>Eliminations</b>	<b>Total</b>
<b>Revenues</b>					
External revenues	67.064	62.783	32.797	-	<b>162.643</b>
Revenues from other segments	332	1.490	508	(2.330)	-
<b>Total</b>	<b>67.395</b>	<b>64.273</b>	<b>33.305</b>	<b>(2.330)</b>	<b>162.643</b>
<b>Net revenues</b>	<b>30.304</b>	<b>46.742</b>	<b>20.914</b>	-	<b>97.960</b>
Share of profits of associates	-	318	-	-	318
<b>Results</b>	<b>2.473</b>	<b>35.195</b>	<b>325</b>	-	<b>37.993</b>
Unallocated expenses					(5.017)
Income tax expense					(5.443)
<b>Profit for the period</b>					<b>27.533</b>

<b>Business segment for the period ended 30 September 2006</b>	<b>Commercial Banking</b>	<b>Investment Banking</b>	<b>Bancassurance and other financial services</b>	<b>Eliminations</b>	<b>Total</b>
<b>Revenues</b>					
External revenues	6.891	39.936	-	-	46.826
Revenues from other segments	1.145	233	-	(1.378)	-
<b>Total</b>	<b>8.036</b>	<b>40.169</b>	<b>-</b>	<b>(1.378)</b>	<b>46.826</b>
<b>Net revenues</b>					
Share of profits of associates	-	-	-	-	-
<b>Results</b>					
Segment results	4.513	25.961	-	-	30.474
Income tax expense					(3.866)
<b>Profit for the period</b>					<b>26.608</b>

As mentioned in note 4 revenue and segment results, for the period ended 30 September 2007 and 2006 respectively, are not comparable.

**6 Net interest income** **1.1.-30.09.2007** **1.1-30.09.2006**

**Interest and similar income**

Loans and advances to banks	6.592	490
Financial instruments	10.186	1.229
Loans and receivables (from customers)	61.014	5.285
Other interest and similar income	2.443	69
<b>Total</b>	<b>80.233</b>	<b>7.073</b>

**Interest expense and similar charges**

Deposits from banks	(73)	(86)
Due to customers	(40.307)	(1.454)
Contributions (Law N.128)	(3.507)	(363)
Debt securities in issue	(286)	-
Other interest and similar expense	(2.907)	(514)
<b>Total</b>	<b>(47.080)</b>	<b>(2.417)</b>

**Net interest income**

**33.153** **4.656**

**7 Net fee and commission income** **1.1.-30.09.2007** **1.1-30.09.2006**

**Fee and commission income**

Loans and receivables	1.896	172
Letters of guarantee	659	229
Imports-exports	365	-
Credit cards	1.558	-
Foreign currency transactions	225	-
Securities brokerage	16.605	6.122
Remittance	108	14
Asset management	823	735
Investment activities	12.339	8.030

**Total**

**34.578** **15.302**

**Fee and commission expense**

Retail banking and other commissions paid	(80)	(350)
Securities brokerage	(1.706)	(3.051)
Remittance	(40)	-
Investment activities	(1.530)	-

Credit cards	(511)	-
Other fees paid	(34)	-
<b>Total</b>	<b>(3.901)</b>	<b>(3.401)</b>
<b>Net fee and commission income</b>	<b>30.677</b>	<b>11.901</b>
<b>8 Net income from insurance activities</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Income from insurance activities	31.801	-
Expenses from insurance activities	(11.375)	-
<b>Total</b>	<b>20.426</b>	<b>-</b>
<b>9 Net trading income</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
<b>Financial assets held for trading:</b>		
Foreign exchange translation and transaction (gains less loss)	529	(467)
Realized gains less losses	15.211	15.217
Valuation of securities	(4.581)	7.512
Impairment losses from AFS financial instruments	(41)	-
Derivative financial instruments	(4.151)	122
<b>Total</b>	<b>6.967</b>	<b>22.384</b>
<b>10 Net Income from financial instruments designated at fair value</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Valuation of securities	2.082	-
<b>Total</b>	<b>2.082</b>	<b>-</b>
<b>11 Other operating income</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Rentals	52	-
Non-banking activities	614	-
Other	600	109
<b>Total</b>	<b>1.266</b>	<b>109</b>
<b>12 Personnel expenses</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Salaries	(16.528)	(3.754)
Social security costs	(3.175)	(592)
Employee share option scheme – value of services received	(586)	-
Pension and retirement costs	(529)	(33)
Other employee costs	(647)	(109)
<b>Total</b>	<b>(21.465)</b>	<b>(4.488)</b>
<b>13 Other administrative expenses</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Operating lease rentals	(3.009)	(614)
Maintenance costs	(1.150)	(244)
Promotion and advertising expenses	(670)	(327)
Telephone – posting expenses	(995)	(169)
Third party fees	(3.337)	(1.364)
Utilities	(293)	(261)
Contribution to Hellenic Deposit Guarantee Fund	(1.064)	-
Subscriptions and other contributions	(4.768)	(714)
Insurance costs	(261)	(48)
Consumables	(445)	(61)
Taxes and duties	(1.559)	(334)
Other expenses	(2.765)	(304)
<b>Total</b>	<b>(20.316)</b>	<b>(4.440)</b>

	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
<b>14 Depreciation and amortization expenses</b>		
Property, plant and equipment	(1.835)	(351)
Amortization of identifiable intangible assets from acquisitions	(3.129)	-
Other intangible assets	(533)	(78)
<b>Total</b>	<b>(5.497)</b>	<b>(429)</b>
<b>15 Insurance claims</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Automobile casualty claims	(12.739)	-
Other casualty claims	(3.342)	-
<b>Total</b>	<b>(16.081)</b>	<b>-</b>
<b>16 Impairment losses on financial and non-financial assets</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Loans and receivables	(1.892)	(583)
Other financial assets	(50)	(595)
<b>Total</b>	<b>(1.942)</b>	<b>(1.178)</b>
<b>17 Income tax expense</b>	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
Current tax	(3.826)	(3.690)
Provision on current tax liability	(684)	-
Deferred tax	(933)	(176)
<b>Total</b>	<b>(5.443)</b>	<b>(3.866)</b>

The Bank has been reviewed by the tax authorities for the years up to and including 2006. The tax audit for the years 2005 and 2006 was completed on 16<sup>th</sup> November 2007, while the tax liability incurred of 529 thousands of euros will be compensated for by a relevant provision, which has been already done. For the un-audited period (01.01.2007-30.09.2007) a relevant provision has been recognized in accordance with the IFRS's.

The tax rate for Greek legal entities, in accordance with the articles of the Greek tax legislation runs to 29% for the period 2006 and 25% for the year 2007 and thereafter.

The Bank has made use of the tax incentives granted to companies that merge or absorb other entities (Law. 2992/2002), and defined the amount of income tax based on the tax rate in effect, reduced by five (5) percentage points, namely 20% (as the decrease in the tax rate also for the third year was limited by (5) five percentage points) while the respective tax rate for 2006 was 24%.

The companies of the Group have been reviewed by the tax authorities and have settled all their liabilities, unless for the periods mentioned below:

Proton Asset Management SA	: 2005, 2006
Proton Mutual Funds Management Co SA	: 2005, 2006
Omega Mutual Funds SA	: 2006
Proton Insurance SA	: 2006
Omega Insurance Brokers SA	: 2006
Proton Finance SA	: 2006
First Global Brokers SA AD	: 2002-2006
Omega Kahn Financial Services S.A	: 2004-2006
Intellectron Systems A.E.	: 2001-2006

Due to the method according to which tax liabilities are settled in Greece, the Group remains contingently liable against any additional taxes or penalties imposed for un-audited periods.

	<b>1.1.-30.09.2007</b>	<b>1.1-30.09.2006</b>
<b>18 Earnings per share</b>		
Profit attributable to the equity holders of the Bank	27.409	26.626
Number of ordinary shares outstanding at the beginning of period	62.683.822	45.135.892
Plus: Issue of new shares	-	17.547.930
Minus: Treasury shares	(721.936)	(170.635)
Number of ordinary shares outstanding at the end of period	61.961.886	62.513.187

Weighted average number of ordinary shares in issue	62.442.763	45.051.540
<b>Basic and diluted earnings per share</b> (expressed in euro per share)	<b>0,44</b>	<b>0,59</b>

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

Basic and diluted earnings per share remain the same, since the effect of the employee stock options and potential ordinary shares from Proton Insurance corporate convertible bond are ant dilutive for the current period and therefore were not considered.

<b>19 Cash and balances with the Central Bank</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Cash in hand and items in course of collection	9.195	10.014
Cheques receivable	8.757	12.018
<b>Included in cash and cash equivalents</b> (note 34)	<b>17.952</b>	<b>22.032</b>
Mandatory reserve deposits with the Central Bank	6.596	15.366
<b>Total</b>	<b>24.548</b>	<b>37.397</b>

<b>20 Loans and advances to banks</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Placements with other banks	42.998	44.150
Interbank deposits	141.191	47.877
Cheques receivable	9	1.377
<b>Included in cash and cash equivalents</b> (note 34)	<b>184.198</b>	<b>93.404</b>

<b>21 Loans and receivables</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>Individuals:</b>		
Mortgages	78.949	51.810
Consumer/personal	117.793	88.372
Credit cards	37.426	28.197
<b>Total loans and receivables to individuals</b>	<b>234.168</b>	<b>168.379</b>

<b>Corporate entities:</b>		
Agricultural	63.121	5.259
Mining	1.323	1.149
Manufacture	123.129	42.373
Small industry	13.759	14.957
Building /construction	148.066	73.454
Energy	2.379	2.163
Commercial /Insurance	281.526	202.202
Transportation	149.219	93.516
Services	26.575	36.954
Other entities	281.754	328.717
<b>Total loans and receivables to corporate entities</b>	<b>1.090.851</b>	<b>800.745</b>
<b>Finance lease receivables (1)</b>	<b>45.238</b>	<b>11.388</b>
<b>Gross loans and receivables</b>	<b>1.370.257</b>	<b>980.512</b>

<b>Less: allowance for impairment</b>		
<b>Individuals:</b>		
Beginning balance	(16.271)	(138)
Acquisitions (accumulated allowances of Omega Bank)	-	(8.889)
Fair value adjustments of acquired loans (Omega Bank)	-	(8.068)
Impairment charge for the period	(853)	(339)
Write offs	-	1.163
<b>Total allowances for individuals</b>	<b>(17.124)</b>	<b>(16.271)</b>

<b>Corporate entities:</b>		
Beginning balance	(23.027)	(453)

Acquisitions (accumulated allowances of Omega Bank)	-	(21.214)
Fair value adjustments of acquired loans (Omega Bank)	-	(1.900)
Impairment charge for the period	(1.039)	(456)
Derecognition of financial assets	3.473	-
Write offs	-	996
<b>Total allowances for corporate entities</b>	<b>(20.593)</b>	<b>(23.027)</b>
<b>Total allowances at 30 September 2007</b>	<b>(37.717)</b>	<b>(39.298)</b>
<b>Net loans and receivables</b>	<b>1.332.540</b>	<b>941.214</b>

The net investment in finance lease contracts on leased equipment was determined as follows:

<b>(1) Finance lease receivables</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Gross investment in the lease	63.502	17.185
Less: unearned finance income	(18.264)	(5.797)
<b>Net investment in lease</b>	<b>45.238</b>	<b>11.388</b>

**Present value of minimum lease payments receivable at 30 September 2007:**

No later than 1 year	7.300	1.143
Later than 1 year and no later than 5 years	26.172	3.734
Later than 5 years	11.766	6.511
<b>Total</b>	<b>45.238</b>	<b>11.388</b>

<b>22 Insurance receivables</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Receivables from contract holders	11.285	8.498
Due from contract holders	1.994	1.248
Cheques receivable postdated	8.317	7.520
Notes receivable and other	73	110
	<b>21.669</b>	<b>17.376</b>
Less: impairment provision	(692)	(655)
<b>Total</b>	<b>20.977</b>	<b>16.721</b>

<b>23 Financial assets designated at fair value</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Corporate Bonds	5.238	-
<b>Total</b>	<b>5.238</b>	<b>-</b>

The category includes combined financial instruments designated at fair value upon initial recognition that meet the specific requirements of IAS 39.

<b>24 Securities held-to-maturity</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Government Bonds	6.719	6.646
Corporate Bonds	3.001	-
<b>Total</b>	<b>9.720</b>	<b>6.646</b>

It mainly include Greek Government bonds, that are held from the issue date and for which the Bank intends to hold until maturity. The fair value of the above mentioned bonds as of 30 September 2007 is 9.662 thousands of euros.

<b>25 Securities available-for-sale</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Corporate bonds	72.011	28.458
Government Bonds	127.855	-
Other investments	1.702	345
Equity securities	6.230	5.502
Mutual fund shares	50	30
	<b>207.848</b>	<b>34.335</b>
less: allowance for impairment	-	<b>(3.004)</b>
<b>Total</b>	<b>207.848</b>	<b>31.331</b>

All available-for-sale securities are carried at fair value.

The movement in the investment securities portfolio had as follows:

	<b>Available for sale</b>	<b>Held to maturity</b>	<b>Total</b>
<b>Balance at 1 January 2007</b>	<b>31.331</b>	<b>6.646</b>	<b>37.977</b>
Additions	177.834	3.000	180.834
Transfers	(26)	-	(26)
Derecognition of financial assets	4.059	-	4.059
Transfer of provisions for financial assets which have been derecognized	(3.044)	-	(3.044)
Transfer to other assets due to maturity	(3.004)	-	(3.004)
Transfer of provisions for corporate bonds to other assets	3.004	-	3.004
Accrued interest	1.733	74	1.807
Gains/(losses) from changes in fair value	(3.611)	-	(3.611)
<b>Balance at 30 September 2007</b>	<b>207.848</b>	<b>9.720</b>	<b>217.568</b>

<b>26 Investment in associates</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
Investments in associates	4.521	4.604
<b>Total</b>	<b>4.521</b>	<b>4.604</b>

In the Bank's separate financial information, investments in associates are carried at fair value according to IAS 39, as available for sale financial assets measured at fair value with changes in fair value recognized in equity.

The Group's interest in associates is analyzed as follows:

<b>At 30 September 2007</b>						
<b>Name</b>	<b>Country</b>	<b>% interest held</b>	<b>Assets</b>	<b>Liabilities</b>	<b>Revenues</b>	<b>Profit/(loss)</b>
Omega Portfolio Investment Co. SA	Greece	29,14%	15.904	124	1.479	1.091
<b>At 31 December 2006</b>						
Omega Portfolio Investment Co. SA	Greece	28,75%	16.122	83	2.268	1.695

**27 Intangible assets**

	<b>Goodwill</b>	<b>Other</b>	<b>Software</b>	<b>Total</b>
<b>Balance at 1 January 2007</b>				
Cost	99.599	19.538	4.564	123.701
Accumulated amortization	-	(1.043)	(1.312)	(2.355)
<b>Net book value</b>	<b>99.599</b>	<b>18.495</b>	<b>3.252</b>	<b>121.346</b>

**Period ended 30 September 2007**

Opening net book value	<b>99.599</b>	<b>18.495</b>	<b>3.252</b>	<b>121.346</b>
Additions			158	158
Amortization charge	-	(3.129)	(532)	(3.662)
<b>Closing net book value</b>	<b>99.599</b>	<b>15.365</b>	<b>2.878</b>	<b>117.842</b>

**At 30 September 2007**

Cost	<b>99.599</b>	<b>19.538</b>	<b>4.722</b>	<b>123.859</b>
Accumulated amortization	-	(4.173)	(1.844)	(6.017)
<b>Net book value</b>	<b>99.599</b>	<b>15.365</b>	<b>2.878</b>	<b>117.842</b>

	<b>Goodwill</b>	<b>Other</b>	<b>Software</b>	<b>Total</b>
<b>Balance at 1 January 2006</b>				
Cost	334	-	1.154	1.488
Accumulated amortization	-	-	(990)	(990)
<b>Net book value</b>	<b>334</b>	<b>-</b>	<b>164</b>	<b>497</b>

**Year ended 31 December 2006**

Opening net book value	334	-	-	334
Exchange differences	-	-	2	2
Additions	-	-	132	132
Acquisitions (Omega Bank)	114.211	-	3.383	117.594
Impairment (FGB)	(334)	-	-	(334)
Impairment	-	-	(109)	(109)
Amortization charge	-	-	(322)	(322)
<b>Closing net book value</b>	<b>114.211</b>	<b>-</b>	<b>3.086</b>	<b>117.297</b>

**At 31 December 2006**

Cost	114.211	-	4.563	118.774
Accumulated amortization	-	-	(1.312)	(1.312)
<b>Net book value as reported</b>	<b>114.211</b>	<b>-</b>	<b>3.251</b>	<b>117.462</b>

-Fair value adjustments due to finalization of initial accounting (note 37.1)	(14.612)	19.538	-	4.926
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-Amortization of identifiable intangible assets acquired on acquisition of Omega Bank for the period 1.10 - 31.12.2006 (note 37.1)

	-	(1.043)	-	(1.043)
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<b>Net book value as restated</b>	<b>99.599</b>	<b>18.495</b>	<b>3.251</b>	<b>121.345</b>
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**27.1 Impairment testing of goodwill**

The goodwill has been created from the acquisition of Omega Group and refers to the difference between the cost of acquisition and the fair value of the net assets acquired, as described in note 37.1.

The first impairment test that has resulted from the acquisition of Omega Bank and its group of companies on 29 September 2006 will be finalized up to December 31<sup>st</sup>, 2007.

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>28 Reinsurance contracts</b>		
Due from reinsures	1.647	1.332
Reinsurer's share from provisions for insurance contracts	10	-
Claims from reinsurance activities	<u>7</u>	<u>7</u>
<b>Total</b>	<b>1.664</b>	<b>1.339</b>
	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>29 Deferred tax assets/liabilities</b>		
<b>Deferred tax assets:</b>		
Retirement benefit obligations	316	392
Financial liabilities	198	242
Allowances for impairment losses on loans	870	(37)
Financial assets	34	(6)
Accrued interest – loans commissions	170	(440)
Finance leases	155	(43)
Intangible assets	89	-
Options listed on the Athens Derivatives exchange	-	(10)
Staff bonuses	-	216
From tax losses	-	276
BoD fees	12	-
<b>Deferred tax liabilities:</b>		
Fair value adjustments on acquired assets (Omega Bank)	(3.841)	(2.436)
Property, plant and equipment	<u>(662)</u>	<u>118</u>
<b>Total</b>	<b>(2.659)</b>	<b>(1.726)</b>
	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>30 Other assets</b>		
Advances to employees	66	26
Advances to third parties	52	50
Contributions to Co-Guarantee Fund and Supplementary Fund	9.852	4.900
Guarantees	648	7.698
Receivables from transactions for third parties	72	68
Receivables from brokerage	53.723	8
Credit card receivables	1.319	2.095
Receivables from foreigners brokers	3.906	-
Prepayments for acquisition of finance lease assets	1.475	-
Greek state, prepaid taxes	6.723	3.946
Other debtors	17.630	13.504
Other debtor accounts	3.713	3.422
Bad debts, other than loans and receivables	<u>4.205</u>	<u>1.199</u>
	<b>103.384</b>	<b>36.916</b>
Less: allowances for impairment	<u>(4.762)</u>	<u>(2.095)</u>
<b>Total</b>	<b>98.622</b>	<b>34.821</b>

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>31 Deposits from banks</b>		
Deposits from other banks	331.852	33.934
Current accounts	1.426	-
Other liabilities to financial institutions	2	-
Short term loans	-	438
Bond repurchase agreements	19.015	56.525
<b>Total</b>	<b>352.295</b>	<b>90.897</b>

The total of the repurchase agreements (repos) mature within one month from the balance sheet date.

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>32 Due to customers</b>		
<b>Individuals:</b>		
Time deposits	747.648	586.410
Savings accounts	56.837	64.497
Current accounts	7.457	1.122
	<b>811.942</b>	<b>652.029</b>
<b>Corporate entities:</b>		
Current accounts	46.052	72.104
Time deposits:		
- Corporate entities	340.789	134.417
- Public organizations	-	7.788
- Public corporations	36.964	4.565
- Other time deposits	49.057	84.402
Sale and repurchase agreement (repos)	3.000	920
	<b>475.862</b>	<b>304.197</b>
<b>Blocked deposits</b>	<b>270</b>	<b>29</b>
<b>Pledged deposits</b>	<b>92.566</b>	<b>50.360</b>
<b>Margin accounts</b>	<b>47.521</b>	<b>35.543</b>
<b>Total</b>	<b>1.428.161</b>	<b>1.042.157</b>

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>33 Provisions for insurance contracts</b>		
<b>Provisions for unearned premiums:</b>		
- automobile sector	7.877	7.150
- other	3.717	3.571
<b>Provisions for reported claims:</b>		
- automobile sector	23.042	21.417
- other	2.228	1.955
<b>Total</b>	<b>36.864</b>	<b>34.093</b>

**Movement of provisions for insurance contracts**

Unearned premiums 31.12.2006	10.721
Reported claims 31.12.2006	23.372
<b>Total provisions for insurance contracts at 31 December 2006</b>	<b>34.093</b>
Change in unearned premiums for 1.1-30.9.2007	873
Change in reported claims for 1.1-30.9.2007	1.898
<b>Total provisions for insurance contracts at 30 September 2007</b>	<b>36.864</b>

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>34 Cash and cash equivalents</b>		
Cash and balances with the Central Bank (note 19)	17.952	22.032
Loans and advances to banks (note 20)	184.198	93.404
<b>Total</b>	<b>202.150</b>	<b>115.436</b>

**35 Contingent liabilities and commitments**

**35.1 Legal proceedings**

There are some receivables and legal actions against the Group in the ordinary course of business. No provision in relation to these claims has been recognized, after the consultation with legal counsel, the final sentence judgment and their settlement are not expected to have a material effect on the financial position of the Group.

**35.2 Letters of guarantee/Irrevocable letters of credit**

The off balance sheet items which represent the Group's commitment to extend credit to its customers are analyzed as follows:

	<b>30.09.2007</b>	<b>31.12.2006</b>
Letters of guarantee	100.522	84.585
Irrevocable letters of credit	<u>2.037</u>	<u>2.804</u>
<b>Total</b>	<b>102.559</b>	<b>87.389</b>

**35.3 Pledged assets**

Greek Government bonds with a nominal value of 15.500 thousands of euros, have been assigned to HELEX.

Greek Government bonds with a nominal value of 135.000 thousands of euros and the rights on bonds issued by DEXIA with a nominal value of 50.000 thousands of euros, have been assigned to the Bank of Greece.

The rights on bonds issued by Halcyon with a nominal value of 6.000 thousands of euros have been assigned to Hypo Vereinsbank.

**35.4 Capital commitments**

As of 30 September 2007, the Group as a lessor, had signed non cancelable lease agreements for the acquisition of equipment for finance lease purposes amounting to 4.340 thousands of euros.

**35.5 Share option plan**

The Extraordinary General shareholders' Meeting of the Bank on 24 November 2006 approved a share option plan for the members of the Board of Directors, key management, its employees and the Bank's related companies in the form of stock options according to the article 13 of Law 2190/1920 after the proposition of the Board of Directors and the Compensation Committee. The options are conditional on the beneficiaries remaining during the options life under employment or other relationship with the Bank or Group companies (vesting period). The options are exercisable every November starting from the year of the grand and have a contractual option term of three (3) years. The Bank has no legal or constructive obligation to repurchase or settle the options in cash.

Movements in the number of share options outstanding are as follows:

	<b>30.09.2007</b>	<b>31.12.2006</b>
Balance at 1 January	-	-
Granted	4.943.815	-
Exercised	-	-
Lapsed	<u>(71.070)</u>	<u>-</u>
At 30 September 2007	4.872.745	-

  

<b>Expiry date</b>	<b>Exercise price</b>	<b>30.09.2007</b>	<b>31.12.2006</b>
30.11.2007	10,46	1.624.248	-
30.11.2008	10,46	1.624.248	-
30.11.2009	10,46	<u>1.624.249</u>	<u>-</u>
		4.872.745	-

The share options were granted on 15 June 2007 with an exercise price of 10,46 euro. The fair value of options granted during the period were determined using the Black-Scholes valuation model at 0,55 euro per option. The significant inputs into the model were: share price (9,96 euro) at the grand date, the exercise price and option life (as described above), estimated volatility of share prices (12%), expected dividend yield (2,5%) and the risk free rate (swap rate yield curve).

**36 Related party transactions**

Related parties include: a) Members of the Board of Directors, b) close members of the family and financial dependant of the above c) Associated companies of the Group.

The balances and transactions of the Group with its related parties are as follow:

	<b>30.09.2007</b>	<b>31.12.2006</b>
<b>I. Associated companies</b>		
<b>Assets</b>		
Other receivables	41	11
<b>Total</b>	<b>41</b>	<b>11</b>
<b>Liabilities</b>		
Deposits	4.673	6.574
<b>Total</b>	<b>4.673</b>	<b>6.574</b>
<b>Income/expenses</b>		
Interest expense and similar charges	(141)	-
Other operating income	188	-
<b>Total</b>	<b>47</b>	<b>-</b>
<b>II. Directors and key management personnel</b>		
<b>Assets</b>		
Loans	18.871	8.100
Other receivables	193	375
<b>Total</b>	<b>19.064</b>	<b>8.475</b>
<b>Liabilities</b>		
Deposits	77.998	34.868
Other liabilities	136	216
<b>Total</b>	<b>78.134</b>	<b>35.084</b>
<b>Letters of guarantee</b>	<b>135</b>	<b>127</b>
<b>Income/expenses</b>		
Salaries and other remuneration	(3.192)	(1.465)
Share options	(359)	-
Interest and similar income	1.613	102
Interest expense and similar charges	(4.741)	(126)
Other operating income	1.147	-
Other operating expenses	(385)	-
<b>Total</b>	<b>(5.917)</b>	<b>(1.489)</b>

### 37 Business acquisitions

#### 37.1 Acquisition of Omega Bank SA and Proton Securities SA

##### 37.1.1 Financial effect of acquisition on the acquirer

The acquisition (absorption) of "Omega Bank SA" by the Bank on the date of acquisition resulted in an increase of assets and liabilities by 1.077.559 thousands of euros and 1.026.333 thousands of euros respectively.

If the acquisition had occurred on 1 January 2006, total net revenues and after tax profit of the acquirer for the period ending 31 December 2006 would have been 134.671 thousands of euros and 18.767 thousands of euros respectively.

The identifiable assets and liabilities acquired on the date of the acquisition are as follows:

	<b>Book value</b>	<b>Fair value adjustments</b>	<b>Fair value</b>
Cash and balances with the Central Bank	11.169		11.169
Cash and cash equivalents	155.982		155.982
Loans and receivables	766.608	(9.967)	756.641

Insurance receivables	20.176		20.176
Trading assets	40.276		40.276
Derivative financial instruments (assets)	368		368
Available-for-sale financial assets	31.024		31.024
Investments in associates	4.356		4.356
Property, plant and equipment	32.632	(612)	32.020
Investment property	50		50
Intangible assets	3.384		3.384
Intangible asset from customer relationships - Loans	-	13.881	13.881
Intangible asset from customer relationships - Deposits	-	2.458	2.458
Intangible asset from customer relationships – Securities brokerage	-	3.199	3.199
Reinsurance contracts	1.641		1.641
Other assets	16.860		16.860
Deferred tax assets	1.120	(2.435)	(1.315)
Deposits from banks	(95.417)		(95.417)
Derivative financial instruments (liabilities)	(2.128)		(2.128)
Due to customers	(877.363)		(877.363)
Provisions for insurance contracts	(35.336)		(35.336)
Debt securities in issue	(1.500)		(1.500)
Other liabilities	(13.978)	513	(13.465)
Retirement benefit obligations	(1.392)	268	(1.124)
<b>Fair value of net identifiable assets acquired</b>	<b>58.532</b>	<b>7.306</b>	<b>65.838</b>
<b>Less: minority interests</b>			<b>(587)</b>
<b>Fair value of net identifiable assets acquired attributable to the equity holders of the Bank</b>			<b>65.251</b>

**(Outflow)/inflow to acquire business:**

- cash consideration (costs directly attributable to the acquisition)	601
- cash and cash equivalents acquired	155.982
- eliminations of cash equivalents between Proton Bank and Omega Bank	(23.545)
<b>Net inflow</b>	<b>131.836</b>

The final fair value of the above identifiable assets and liabilities has been determined from discounted cash flow models. The remaining difference that has not been allocated, is included in intangible assets and recognized as goodwill and will be subject to impairment test annually.

The cost of acquisition amounted to 164.850 thousands of euros and was determined by the market value of the Bank's shares on 29 September 2006, and is analyzed as follows:

Fair value of equity instruments exchanged (17.547.930 x 9,36 € per share)	164.249
Direct costs attributable to the acquisition	601
<b>Total cost of acquisition</b>	<b>164.850</b>
Fair value of net identifiable assets acquired	(65.251)
<b>Goodwill</b>	<b>99.599</b>

**37.1.2 Adjustments as a result of completing the initial accounting of the cost of acquisition**

The determination of fair values of the identifiable intangible assets acquired on the acquisition of Omega Group on 30 September 2006, was based on estimates of independent appraisers. However, the appraisal was not finalized by the time the Group completed its financial statements for the year ended 31 December 2006, and consequently, provisional fair values were recognized.

By the time the Group prepared its condensed interim financial information for the period ended 30 June 2007, the appraisal was finalized.

IFRS 3 Business Combinations, requires adjustments to be made to the initial accounting for a business combination after that initial accounting is complete only to correct an error in accordance with IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors.

IAS 8 requires the correction of an error (fair value adjustment) to be accounted for retrospectively, and for the financial information to be presented as if the error (fair value adjustment) had never occurred by correcting the error in the comparative information for the periods presented.

According to the results of the appraisal, the Group recognized the following intangible assets at their fair values at the acquisition date:

• Intangible asset from customer relationships - loans	13.881
• Intangible asset from customer relationships - Deposits	2.458
• Intangible asset from customer relationships – Securities brokerage	3.199
<b>Total</b>	<b>19.538</b>

Against the above fair values the Group recognized amortization amounting to 1.043 thousand euros relating to the period ended 31 December 2006 by restating the opening balance of retained earnings. The effect of the above restatement on the annual financial statements of 2006 is presented below:

**Effect on 2006**

• (increase) in amortization expense	(1.043)
• (decrease) in profit	(1.043)
• (decrease) in basic earnings per share	(0,03)
• (decrease) in intangible assets, net book value	(1.043)

**37.2 Merger of Group companies**

On 25th October 2007 the merger of Proton Mutual Funds Management Co SA (the acquirer), Proton Asset Management SA and Omega Mutual Funds SA (the acquirees) was registered at the Societe Anonyme Records of the Ministry of Development, according to their relevant approval K2-15179/2007.

**37.3 Absorption of Proton Finance S.A.**

The Board of Directors of the Bank on 27th September 2007, decided on initiating the merging process of the Bank (acquirer) with its subsidiary Proton Finance S.A.(acquiree) with the joint absorption of the company by the Bank.

The merger will take place according to the clauses of laws 2190/1920, 2166/1993 and 2515/1997 while September 30st 2007 was set as the Balance Sheet Transformation date for merger purposes.

As the Bank holds 100% of the acquiree shares, according to the law 2190/1920, article 78, there is no obligation to issue new shares.

**38 Changes in the composition of the BoD**

On 8 August 2007 the Extraordinary General Meeting of the bank, after the resignation of Hasdai V. Capon, elected Elias S. Tsotakos as a new Executive Member Board of Directors. His responsibilities will be continued until 30.9.2009.

The composition of the Bank's BoD on 30 September had as follows:

1. Angeliki N. Fragou-Chairman, Non-Executive Member
2. Anthony I. Athanassoglou-Executive Vice-Chairman, Executive Member
3. Elias G. Lianos-Managing Director, Executive Member
4. Theodoros P. Mylonas-Deputy Managing Director, Executive Member
5. Dimitrios G. Saramantis-Executive Member
6. Elias S. Tsotakos-Executive Member
7. Loukas N. Valetopoulos-Non-Executive Member
8. George P. Minetas-Non-Executive Member
9. Markos A. Foros-Non-Executive Member
10. Alexandra G. Stavropoulou-Independent Non-Executive Member
11. Panagiotis D. Alexakis- Independent Non-Executive Member

**39 Events after the balance sheet date**

Beside the aforesaid, there were no significant events subsequent to the interim balance sheet date which are required to be mentioned.

Athens, 23<sup>th</sup> November, 2007

The Vice Chairman of the BoD

The Managing Director of the BoD

The General Manager

Anthony I.Athanassoglou

Elias G.Lianos

Athanassios I.Papaspiliou

The Financial Managers

Georgios S.Nikiforakis

Polychronis V.Karachalios