Six-month Financial Report

30 June 2023

The information contained in this six-month Financial Report has been translated from the original six-month Financial Report that has been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language, the Greek language will prevail over this document.

PIRAEUS FINANCIAL HOLDINGS

INDEX

CERTIFICATION PURSUANT TO ARTICLE 5 PAR. 2 OF GREEK LAW 3556/2007, AS IN FORCE

To the best of our knowledge, the Condensed Interim Financial Statements for the six-month period ended 30 June 2023, that have been prepared in accordance with the applicable accounting standards give a true and fair view of the assets, liabilities, equity and income statement of Piraeus Financial Holdings S.A. and the group of companies included in the consolidated financial statements, taken as a whole. In addition, the Board of Directors Report for the six-month period ended 30 June 2023 gives a true and fair view of the information required under Article 5, par. 6 of Greek Law 3556/2007, as currently in force.

Athens, 31 July 2023

Non-Executive Chairman of BoD	Managing Director (CEO) Executive BoD Member	Non-Executive BoD Member
George P. Handjinicolaou	Christos I. Megalou	Solomon A. Berahas

Board of Directors' Semi-Annual Report

International Economic Environment in the first semester 2023

During the first half of 2023, economic activity continued to operate under a regime of heightened uncertainty and significant challenges. The continuation of the war in Ukraine, the slow de-escalation of inflation from very high levels, the decline in consumers' purchasing power and the aggressive monetary policy pursued by major central banks were the main headwinds of economic activity. However, the unexpectedly mild winter contributed, especially in Europe, to sufficient energy resources and, through reduced demand, to a significant drop in energy prices. At the same time, the gradual normalisation of supply chain conditions and the decline in COVID-19 severity were positive contributors to growth. Consequently, the growth rate during the first half of the year, in most developed economies, is expected to be low or marginally negative, but more severe scenarios will be avoided.

For 2023, the International Monetary Fund ("IMF") estimates the global economy to slow down to 3.0%. At the same time, inflation is falling significantly, although it is expected to remain higher than the desired level, especially core inflation.

In the Eurozone, activity stagnated in the first quarter of 2023 (0% Quarter-over-Quarter ("QoQ"), following a reduction of -0.1% in the last quarter of 2022, a particularly encouraging development compared to what was predicted only a few months ago. The financial support of the most vulnerable households delivered by most states that maintained their expansionary fiscal policy and prevented a large drop in consumer demand was a significant positive contributor, in addition to the very mild winter. However, there are significant challenges ahead as there is a renewed need for securing sufficient amounts of energy for next winter, inflation needs to de-escalate further and there is a risk that the war in Ukraine could take a turn for the worse. Based on the IMF's estimates, the 2023 growth rate is estimated to moderate to 0.9% and inflation to fall to 5.3% (from 3.5% and 8.4%, respectively, in 2022).

During the first half of 2023, the European Central Bank ("ECB") continued to tighten its monetary stance. In particular, it proceeded with four (4) consecutive increases in key interest rates totaling 150 basis points ("bps") and signaled an additional hike for the July meeting. At the same time, the gradual reduction of its balance sheet is expected to progress at a faster pace, as it has announced that from July, it will stop reinvesting the capital of the securities it acquired through the Asset Purchase Program ("APP").

In the US, in the first quarter of 2023, economic activity grew by 2.0% on QoQ annualized basis, while for 2023, according to IMF forecasts, it is expected to grow by 1.8%. At the same time, inflation is expected to moderate to 4.5% in 2023. The Fed increased in 2023 its monetary policy interest rate three (3) times, by a total of 0.75%, while according to the estimates of its members, further increases of a total amount equivalent to 50 bps are likely by year-end. At the same time, the Fed is gradually limiting the size of its balance sheet.

In China, the first half of 2023 could be characterized as a period of transition for society and the economy towards a new normal resulting from the abolition of the very strict social distancing measures prevailing at the end of 2022 and coexisting with much lower risk variants of the coronavirus. This transition is also reflected in the growth rate of the second quarter of 2023, which was 5.5% on an annual basis, a rate higher than that of the first quarter of 2023 (4.5%). Overall, for 2023, the IMF's forecast is 5.2% growth, driven by strong pent-up domestic demand but also negatively impacted by subdued global demand. Inflation, on the other hand, is estimated to remain at a level of 2.0%. As a consequence, the central bank of China is not expected to substantially change its monetary policy.

	Real Gross Domestic Product (Real "GDP") (% year average)			Inflation (%, year average)		
	2022	2023*	2024*	2022	2023*	2024*
World	3.5	3.0	3.0	8.7	6.8	5.2
US	2.1	1.8	1.0	8.0	4.5	2.3
Eurozone	3.5	0.9	-1.5	8.4	5.3	2.9
China	3.0	5.2	4.5	1.9	2.0	2.2

*Estimate
Source: IMF (2023): "World Economic Outlook Update", July, p. 4 & IMF (2023): "World Economic Outlook", April, p. 9, 36–8.

Developments in the Greek Economy in the first semester of 2023

In 2022, the Greek economy demonstrated high resilience and strong dynamics despite international challenges. In particular, the real GDP in 2022 increased by 5.9%, despite the strong inflationary pressures, as nominal GDP increased at a double-digit level of 14.5%. At the same time, conditions in the labor market improved, as the unemployment rate was limited to 12.4% (2021: 14.7%) and employment increased by 5.4%. For 2022 the general government primary balance returned to a surplus (0.1% of GDP) and public debt was limited to 171.3% of GDP (2021: 194.6% of GDP).

At the beginning of 2023, the Greek economy remained on a growth trajectory despite the uncertainty that prevailed in the international environment and the macroeconomic impact of monetary policy in the euro zone. In the first quarter of 2023, real GDP increased by 2.1% on an annual seasonally adjusted basis, a rate that although slower than the corresponding 2022 level, remains still higher than the Eurozone average (1.1%). Domestic demand and a reduction in the trade balance deficit contributed positively to GDP growth in the first quarter. Nominal GDP increased by 7.1% on an annual seasonally adjusted basis in the first quarter, reflecting the impact of inflation.

The economic sentiment indicator in the first semester of 2023 stood at an average of 108.0 points (full year 2022: 105.4 points), a value higher than the corresponding one in the eurozone (98.1 points). At the same time, the production indicators in industry — mainly in manufacturing — and in construction, as well as the turnover indicators in trade and services show a positive trend. Finally, in the real estate market, the apartment price index increased in the first quarter of 2023 by 14.5% on an annual basis (Q1.22:10.0% on an annual basis / 2022: 11.7%).

In the labor market for the period January-May 2023, based on seasonally adjusted data employment increased by 1.4% on an annual basis and the unemployment rate decreased to 11.2% compared to 13.0% in the corresponding period of 2022. The inflationary pressures, which were a key feature of 2022 in international and domestic levels, showed a clear trend of de-escalation. In June, national inflation (based on Consumer Price Index, "CPI") eased to 1.8% from 12.1% in June 2022 and consequently in the first semester of 2023 was limited to 4.2% from 9.3% in the corresponding period of 2022, mainly due to the de-escalation of energy prices. During the first semester of 2023 the harmonized inflation (based on Harmonized Consumer Price Index, "HICP") was limited to 5.1% from 8.5% in the corresponding period of 2022.

In the period 2023–2024, the forecasts of the Ministry of Finance and the European Commission suggest that the economy will continue to grow, albeit at a slower pace, the unemployment rate will gradually decline, and inflationary pressures will be limited. At the fiscal level, a further expansion in the primary surplus and a de-escalation of the debt-to-GDP ratio are expected.

		Ministry of Finance		European Commission	
	2022	**2023***	**2024***	**2023***	**2024***
Real GDP growth rate (%)	5.9	2.3	3.0	2.4	1.9
Inflation (HICP %)	9.3	4.5	2.4	4.2	2.4
Unemployment rate (% of labor force)	12.4	11.8	10.9	12.2	11.8
General Government Primary Balance (% of GDP)	0.1	1.1	2.1	1.9	2.5
General Government Gross Debt (% of GDP)	171.3	162.6	150.8	160.2	154.4

*Estimate
Sources: Ministry of Finance: Greece, Stability Programme 2023, April 2023,
European Commission: European Economic Forecast, Spring 2023

The development prospects of the Greek economy depend on the utilization of European funds for the implementation of investment plans and the stimulation of entrepreneurship. The Recovery and Resilience Fund ("RRF"), both in terms of grants and private sector investments through the loan facility, is a key factor from a sustainable development perspective. Greece is to benefit from a total amount of € 30.16 billion under the RRF, of which € 11.1 billion have already been disbursed. The medium-term growth prospects are predicted to be positive, as the resources of the RRF, combined with the long-term European Union ("EU") budget 2021-2027, create an investment capital of € 70 billion.

However, there are risk factors that could negatively affect the developments in the Greek economy and its prospects, such as the ongoing effects created by geopolitical challenges, the maintenance of high inflationary pressures resulting in a decline of purchasing power, the weakening of investment activity through tighter monetary policy, the increase in Non-Performing Exposures ("NPEs"), delays in the implementation of public and private projects and in meeting the RRF schedule.

Developments in the Greek Banking System in the first semester of 2023

The Greek banking system, in the first half of 2023, continued to recover, supported by the favorable interest rate environment, due to the ECB's Governing Council decisions since the July 2022 meeting to raise interest rates cumulatively by 400 bps in total.

Deposits growth decelerated in the first half of 2023 compared to 2022 but remained in positive territory YoY. In May 2023, private sector deposits reached € 186.4 billion, up 3.3% YoY.

Following the ECB's decision at its 27 October 2022 meeting, to recalibrate the Targeted Longer Term Refinancing Operations ("TLTRO") III terms with effect from 23 November 2022 and until the maturity date or early repayment date of each respective outstanding TLTRO III operation, Greek banks repaid part of the TLTRO III funding, and as at 30 June 2023, total ECB funding to the Greek banking system had been reduced to € 20.3 billion compared to € 50.9 billion at the end of June 2022[1].

Loans to the domestic private sector were affected by seasonality and high prepayments in the first half of 2023, following the solid new loan origination in the second half of 2022, on the back of an expanding economy. In May 2023, loans to the domestic private sector grew by 3.1% YoY to € 112.5 billion.

Going forward, credit expansion is expected to be positively affected by solid and stable economic growth, which is expected to continue exceeding the EU average, a healthy loan to deposit ratio of the Greek banking system at below 70% in May 2023, while further support will come from the funds of the Next Generation EU, the funding package during the period 2021-2026, sponsored by the EU, which targets to alleviate the impact of the Covid-19 pandemic. The Greek banking system is expected to leverage the EU funds in order to support the Greek economy and lay the ground for sustainable growth rates in the next years. Six (6) domestic banking institutions have signed agreements with the Ministry of Finance for the utilization of € 12.7 billion loans from the RRF. So far, 178 loan contracts have been signed, regarding an aggregate of € 6.8 billion of RRF eligible projects, while 425 projects have been submitted in total to "Greece 2.0", with their budget amounting to € 15.7 billion, out of which € 5.5 billion relates to banking financing.

During the first seven (7) months of 2023, Piraeus and two (2) other systemic Greek Banks proceeded with the issuance of Senior Preferred Bonds of a total amount of € 1.5 billion, as part of their strategy to further increase their Minimum Requirements for own funds and Eligible Liabilities (“MREL”).

As at 31 March 2023, the NPE balance of the Greek banking system stood at € 13 billion[2] with the NPE ratio standing at 8.8%, compared to 12.1% a year ago. The main driver of NPE ratio decline has been the Hellenic Asset Protection Scheme (“HAPS”), also called “Hercules” plan, which has been instrumental in assisting banks to reduce their NPEs between 2020-2022, through securitizations, of which the senior tranches bear Government’s guarantee.

Significant developments that are expected to play key role in the Greek banks’ priorities during 2023 are:

- The deployment of the RRF funds for the financing of Greek businesses that is expected to mobilize € 60 billion in total investments in the country over the next five (5) years;
- The 2023 supervisory Stress Tests that have been launched in January 2023 with the publication of the macroeconomic scenarios. The 2023 EU-wide stress test uses a constrained bottom-up approach with some top-down elements. Balance sheets are assumed to be constant. The aim of the EU-wide stress test is to assess the resilience of EU banks to a common set of adverse economic developments in order to identify potential risks, inform supervisory decisions and increase market discipline;
- The establishment of the intermediate MREL targets by the Single Resolution Board (“SRB”), which became effective from 1 January 2022 and aims to ensure that banks are provided with sufficient own funds and eligible liabilities to guarantee their capacity to absorb losses in adverse scenarios, thus ensuring the continuity of their activity. For Greek Banks, MREL targets have been set according to a transition period, i.e., setting the final binding target by 31 December 2025.

[1] https://www.bankofgreece.gr/ekdoseis-ereyna/ekdoseis/anazhthsh-ekdosewn?types=365d253d-456e-488d-b23e-c569ad1fb3ef&mode=preview&years=2023&categories=fincancialStatements
2 https://www.bankofgreece.gr/en/statistics/evolution-of-loans-and-non-performing-loans

Piraeus Financial Holdings Group Developments

The most important corporate events for Piraeus Financial Holdings Group (hereinafter the "Group") during 2023 and up to the authorization date for issuance of the condensed interim financial statements for the six-month period ended 30 June 2023, were the following:

Rating Upgrades

On 31 January 2023, Fitch Ratings upgraded Piraeus Financial Holdings subsidiary's, Piraeus Bank S.A. (the "Bank"), long-term issuer credit rating to "B" from "B-", with a positive outlook.

On 25 April 2023, S&P Global Ratings raised the Bank's long-term issuer credit rating to "B+" from "B" with a positive outlook. As regards to Piraeus Financial Holdings (the "Company"), its credit rating was affirmed to "B-", while the outlook was revised to positive from stable.

Sunshine - Leasing NPE portfolio

On 23 December 2022, the Company announced that the Bank had reached an agreement with Bain Capital Credit, for the sale of 100% of the Group's leasing subsidiary Sunshine Leases ("Sunshine"), including a classified as Held-for-Sale ("HFS") portfolio of leasing NPEs, of a gross book value of € 0.5 billion. The total consideration of the Sunshine transaction corresponds to approximately 26% of gross book value. The said transaction is subject to the approval by Bank of Greece. The Sunshine portfolio has been classified as HFS as at 30 September 2021.

Sunrise III – HAPS NPE Securitization

Further to the HAPS application submitted by the Bank in July 2022 for inclusion of the Sunrise III senior notes within the HAPS, the Bank entered into definitive agreements with Intrum AB (publ) and Waterwheel Capital Management LP for the sale of, in aggregate, 95% of the mezzanine and junior notes of the Sunrise III securitization.

The Bank will retain 5% of the mezzanine and junior notes of the Sunrise III securitization, as per the relevant securitization regulatory requirements, as well as the Sunrise III senior notes in their entirety.

The transfer of 95% Class B and C notes to the investors will be effected upon fulfillment of the HAPS condition precedent. On 27 February 2023 the Bank received recognition of significant risk transfer ("SRT").

Completion of the aforementioned transaction is subject to the approval by the Hellenic Republic for granting a guarantee on the senior notes amounting to € 0.16 billion. The Sunrise III portfolio has been classified as HFS as at 30 June 2022.

Solar – HAPS NPE Securitization

On 2 August 2022, the Bank together with the other three (3) systemic banks submitted to the Greek Ministry of Finance a joint application for inclusion of the senior notes that will be issued in the context of the Solar securitization, of a gross book value amounted to € 0.3 billion, in HAPS, pursuant to Law 4649/2019. Following the rating and the binding offers received, the allocation for the Bank is at approximately € 0.1 billion, gross book value. The portfolio has been classified as HFS as at 30 June 2022.

The Bank submitted applications to the HAPS and for SRT recognition in October 2022. Completion of the transaction is subject to singing of the commitment letter and SRT/HAPS approvals.

Senna – NPE Portfolio sale

On 29 June 2023, the Bank completed the sale of a NPE portfolio, amounting to € 0.3 billion gross book value, to Intrum Holding AB. The agreed total consideration reached approximately 21% of the gross book value. The NPE portfolio comprised mainly of small sized mortgage, as well as consumer and Small Business loans.

Other NPE Portfolios classified as HFS

On 30 June 2023, the Bank classified as HFS two NPE portfolios, namely portfolio Delta (Romanian NPEs) and Wheel II with a total gross book value of € 0.2 billion. The first transaction is expected to be concluded within 2023 and the second transaction was concluded in July 2023.

Completion of Mandatory Tender Offer (“MTO”) addressed to MIG Holdings S.A. (“MIG”) Shareholders

On 9 February 2023, the Bank submitted an MTO to MIG shareholders for the acquisition of MIG’s remaining common registered voting shares held by third parties, in line with the requirements of Greek Law 3461/2006. The period of acceptance took place from 24 February 2023 to 21 April 2023. The Hellenic Competition Commission (“HCC”) granted approval with regard to the acquisition of the additional shareholding in MIG in the context of the MTO on 13 April 2023.

Effectively from 13 April 2023 (HCC approval date), MIG (excluding Attica Holdings S.A.) has been fully consolidated as a subsidiary of Piraeus Group[3].
Following the completion of the MTO, the Bank holds a 87.8% shareholding in MIG.

Annual General Meeting (“AGM”) of the Company

On 27 June 2023, the AGM of the Company’s Shareholders approved the offsetting, pursuant to article 35 par. 3 of Law 4548/2018, as currently in force, of an amount of Euros three hundred million five hundred eighty thousand fifty four euros and fourteen cents (€ 300,580,054.14) in the Company’s “Share Premium” account by writing-off equivalent losses (€ 300,580,054.14) in the general ledger account 42 “Accumulated losses carried forward” and authorized the responsible senior executives of the Company to proceed to all necessary actions for the implementation of this decision, subject to the necessary regulatory approvals. As of the end of the current reporting period corresponding regulatory approvals were not provided, thus no effect on the Company’s equity reserves as at 30 June 2023. Regulatory approvals though were received on 21 July 2023, as it is also explained in Note 31 “Events Subsequent to the End of the Reporting Period”.

Constitution of the new Board of Directors (“BoD”) into Body

On 28 June 2023, the new BoD, which was elected at the AGM of shareholders held on 27 June 2023, was constituted as a Body and designated its Executive and non – Executive Members, in accordance with Law 4706/2020 as in force, as follows:

1. Handjinicolaou George son of Petros Handjinicolaou, Chairman of the Board of Directors, Non-Executive Member
2. De Boeck Karel, son of Gerard De Boeck, Vice-Chairman of the Board of Directors, Independent Non-Executive Member, Senior Independent Director

[3] Piraeus Bank and Bank subsidiaries

Executive Board Members:

3. Megalou Christos, son of Ioannis Megalou, Managing Director
4. Koutentakis Vasileios, son of Dimitrios Koutentakis

Independent Non-Executive Board Members:

5. Kontogouris Venetia, daughter of Gerasimos Kontogouris
6. Tondi Francesca, daughter of Angelo Tondi
7. Cucchiani Enrico, son of Clemente Cucchiani
8. Hexter David, son of Richard Hexter
9. Berahas Solomon, son of Alvertos Berahas
10. Panzures Andrew, son of Deones Panzures
11. Weatherston Anne, daughter of John Weatherstone

Non-Executive Board Members:

12. Blades Alexander, son of Zisis Blades
13. Dontas Periklis, son of Nikolaos Dontas, Hellenic Financial Stability Fund ("HFSF") Representative under Law 3864/2010

The new BoD has a term of three years, (3) namely until 27 June 2026, which may be extended until the AGM convened after such term has lapsed.

The Bank successfully priced a Senior Preferred Bond amounting to € 500 million

On 7 July 2023, the Bank successfully completed the issuance of a new € 500 million Senior Preferred Bond with a coupon of 7.25%, attracting the interest of a large number of institutional investors. The bond has a maturity of five (5) years, an embedded issuer call option after four (4) years and is listed on the Luxembourg Stock Exchange's Euro MTF market. The issuance is part of the Bank's strategy to increase its MREL, which is a requirement for all banks that are directly supervised by the ECB.

2023 EBA Stress Test Results

On 28 July 2023, the results of the 2023 EBA Stress Test were announced. The 2023 EU-wide stress test was conducted by the European Banking Authority ("EBA"), on a much larger sample compared to previous years, covering 70 EU banks and 75% of total banking assets in the EU.

The Group took stock of the announcement made by the EBA on the EU-wide stress test results and fully acknowledged the outcome of this exercise.

The exercise assessed the performance of banks under a baseline and adverse scenario during the period 2023-2025. In terms of scenario severity, the 2023 EU-wide stress test, featured the most severe GDP decline assumed, with the 3-year cumulative reduction in Greek GDP growth at -5.5%, compared to the previous 3 EU-wide stress test exercises.

For Piraeus Group, the fully loaded Common Equity Tier 1 ratio (CET1 ratio) resulting from the stress test for 2025, the final year considered in the exercise, is illustrated below:

	CET-1 Ratio		
	2022	2025	Delta
(a) Stress test “baseline” scenario	11.5%	14.3%	+2.7%
(b) Stress test “adverse” scenario	11.5%	9.1%	-2.4%

The adverse scenario results to a depletion of circa 241 bps for the 3-year period. The respective depletion in the 2021 Stress Test Exercise was circa 480 bps.

The adverse scenario results to circa 318 bps depletion at the year with the highest impact (2023). The Piraeus’ Group results of the 2023 stress test exercise imply a material improvement compared to the 2021 and 2018 stress test exercises, as displayed below:

	Maximum Depletion	CET1 Ratio end-period (“adverse”)
Stress test 2018	-8.9%	5.9%
Stress test 2021	-6.1%	8.6%
Stress test 2023	-3.2%	9.1%

Organizational Structure of the Group

The Chief Executive Officer (“CEO”), supported by the members of the Group Executive Committee, is considered the Chief Operating Decision Maker for the purposes of identifying the Group’s reportable segments. The Group manages its business through the following reportable segments:

Retail Banking – includes Mass, Affluent, Small Businesses, International Business Unit (“IBU”), and Public core customer segments as well as channels of banking activity (i.e. branches, e-branches, ATMs etc).

Corporate Banking – includes Large Corporates, Shipping, small-medium enterprises (“SMEs”) and Agricultural core customer segments.

Piraeus Financial Markets (“PFM”) – includes the Fixed Income, Foreign Exchange, Treasury activities (including the interest rate gap management arising from all banking activities) and Institutional clients.

Other – includes all management related activities not allocated to specific customer segments, the management of Real Estate Owned (“REO”) assets, Wealth and Asset Management (“WAM”) activities, certain equity participations of the Group, funding transactions approved by the Asset and Liability Management Committee (“ALCO”) and intersegmental eliminations.

NPE Management Unit (“NPE MU”) – includes the management of any NPE assessed as non-core business, irrespectively of whether the said exposures are serviced by the Group or third parties. In addition, following the derecognition of Phoenix, Vega I, II, III, Sunrise I and Sunrise II securitized portfolios, this reportable segment includes also the senior and subordinated notes issued by the securitization special purpose vehicles (“SPVs”) and retained by the Group. The fees payable for servicing the Group’s NPE portfolio are recognized within this segment. Furthermore, the respective segment includes certain equity participations classified in either Fair Value through Other Comprehensive Income (“FVTOCI”) or Fair Value through Profit or Loss (“FVTPL”), and certain associates (i.e., Strix Asset Management Ltd, Strix Holdings LP and Strix Holdings II LP).

Business segments include internal allocations of income and expense based on an internally approved methodology. These allocations include, among other, the costs of certain support services and functions to the extent that they can be meaningfully attributed to the reportable business segments. Such allocations are made on a systematic and consistent basis and involve a degree of subjectivity. Costs that are not allocated to business segments are included in Corporate Centre (reported under business segment "other").

Where relevant, income and expense amounts presented, include the results of inter-segment funding along with inter-company and inter-business line transactions. All inter-company transactions between business segments are undertaken on arm's length terms and inter-segment transactions and balances are eliminated within each relevant segment.

Evolution of Volumes and Results of the Group during the first semester of 2023

The Group has a systemic position in the Greek banking market in terms of total assets, which amount to € 77.0 billion as at 30 June 2023. The Group holds the most extensive footprint in Greece with 387 branches (plus another 16 branches in 2 countries abroad) and a wide customer base of 6.1 million active customers. The branch network in Greece was reduced by 2 units during the first half of 2023. As at 30 June 2023, the Group's headcount totaled 8,829 employees in the continuing operations, of which 8,233 were employed in Greece (reduced by 606 compared to a year ago, mainly due to the implementation of VES).

Financial Position

Regarding the financial position of the Group as at 30 June 2023, total assets amounted to € 77.0 billion compared to € 75.7 billion as at 31 December 2022, with the rise mainly attributed to the increase of the Group's securities portfolio.

Customer deposits of the Group remained flat compared to 31 December 2022, amounting to € 58.4 billion as at 30 June 2023. The Group holds 27% domestic market share in deposits as at 31 May 2023. Savings deposits constitute 40.6% of the total deposits of the Group with time deposits at 23.1% and current, sight and other deposits at 36.3%. Corporate deposits correspond to 30.5% of the total deposit base, with retail deposits at 69.4%. The ascending trend in time deposits' cost continued during the first half of 2023, with average time deposits' cost picking up at 0.30% in H1.2023 versus 0.06% in the first half of 2022. The Group's loan book in terms of gross balance (grossed up with Purchased Price Allocation adjustment / "PPA adjustment") consists of corporate and public sector by 77.6%, mortgage by 17.7% and consumer, personal, credit cards and other loans by 4.7%.

Selected figures of the Financial Position	30/6/2023	31/12/2022	30/6/2022	YtD	YoY
Gross Loans (grossed up with PPA adjustment)	36,925	38,787	36,924	(4.8)%	0.0%
Less: Expected credit losses ("ECL") allowance (grossed up with PPA adjustment)	(1,153)	(1,421)	(1,555)	(18.9)%	(25.9)%
Net Loans	35,772	37,367	35,369	(4.3)%	1.1%
Financial Assets	13,780	12,523	12,345	10.0%	11.6%
Other Assets	27,431	25,771	34,159	6.4%	(19.7)%
Total Assets	**76,983**	**75,661**	**81,872**	**1.7%**	**(6.0)%**
Due to Banks	7,658	6,922	15,406	10.6%	(50.3)%
Due to Customers	58,381	58,372	56,079	0.0%	4.1%
Other Liabilities	4,052	3,786	4,175	7.0%	(2.9)%
Total Liabilities	**70,090**	**69,080**	**75,660**	**1.5%**	**(7.4)%**
Total Equity	**6,893**	**6,581**	**6,213**	**4.7%**	**10.9%**

Utilisation of the Eurosystem funding remained flat at € 5.5 billion as at 30 June 2023, while interbank repo funding remained low at € 79 million.

The Group's financial assets portfolio has picked up to € 13.8 billion as at 30 June 2023 compared to € 12.5 billion as at 31 December 2022, mainly due to higher balances in the Group's trading securities book.

Gross loans as at 30 June 2023 amounted to € 36.9 billion, flat versus 30 June 2022, and lower compared to 31 December 2022, due to seasonality, while net loans stood at € 35.8 billion as at 30 June 2023 compared to € 35.4 billion as at 30 June 2022 and € 37.4 billion as at 31 December 2022. The Group's seasonally adjusted net loans to deposits ratio reached 61.4%, at almost the same level compared to 31 December 2022 (61.5%).

Group NPEs reduced further to € 2.0 billion as at 30 June 2023, compared to € 2.6 billion as at 31 December 2022. The NPEs over total gross loans ratio for the Group stood at 5.5% as at 30 June 2023 from 6.8% as at 31 December 2022, due to the continuous efforts of the Group to improve its asset quality, through the organic management of the remaining NPE portfolio and selected NPE portfolio sales. As at 30 June 2023, the Group NPE coverage ratio increased further to 56.8% from 54.5% as at 31 December 2022.

Income Statement

The Group's net interest income amounted to € 935 million in the first half of 2023, presenting an increase of 58% compared to the first half of 2022, attributed to the favorable interest rate environment. Net fee and commission income and income from non-banking activities amounted to € 263 million in H1.2023 (income from non-banking activities amounted to € 38 million), 12.4% higher compared to H1.2022, driven by strong performance of rental income, loan origination, funds transfers, and asset management. Other income fell to € 41 million in the first half of 2023, compared to € 668 million in the first half of 2022. The latter was mainly affected by enhanced trading gains in the fixed income portfolio and the carve-out and sale of the Bank's merchant acquiring business unit.

Total net income in H1.2023 amounted to € 1.2 billion, presenting a decline of 17% compared to H1.2022. The Group's total operating expenses, in H1.2023 stood at € 407 million, compared to € 415 million in H1.2022. Excluding the extraordinary cost related to VES and other extraordinary depreciation costs amounting in total to € 11 million for the first half of 2022 and € 5 million related to VES for the first half of 2023, total operating expenses amounted to € 402 million in the first half of 2023, a reduction of 0.7% versus the comparative period.

Selected figures of the Income Statement	30/6/2023	30/6/2022 As reclassified [1]	YoY
Net Interest Income	935	591	58.2%
Net Fee and Commission Income[2]	263	234	12.4%
Other income	41	668	(93.9)%
Total Net Income	**1,239**	**1,492**	**(17.0)%**
Staff costs	(193)	(192)	0.5%
-excl. VES costs	(188)	(186)	1.1%
Administrative expenses	(162)	(168)	(3.6)%
Depreciation and amortization	(52)	(54)	(3.7)%
Total Operating Expenses	**(407)**	**(415)**	(1.9)%
-excl. VES and other non-recurring costs	(402)	(405)	(0.7)%
Profit Before Provisions, Impairment and other credit risk related expenses	**832**	**1,076**	**(22.7)%**
ECL impairment losses and other credit risk related expenses on loans and advances to customers at amortised cost	(359)	(420)	(14.5)%
Other impairment & provisions	(63)	(11)	472.7%
Share of profit/ (loss) of associates and joint ventures	(22)	(9)	144.4%
Profit before income tax	388	635	(38.9)%
Income tax benefit / (expense)	(90)	(22)	309.1%
Profit for the period	298	612	(51.3)%
Profit attributable to the equity holders of the parent (from continuing operations)	299	614	(51.3)%
Profit/ (Loss) attributable to the equity holders of the parent (from discontinued operations)	-	(1)	-
Earnings per share attributable to the equity holders of the parent (from continuing operations)	0.24	0.49	(51.0)%

(1) Comparative figures have been reclassified in order to better reflect the services provided in processing of cards transactions, and due to the amendment of the presentation of assets under management and success fees. Refer to Notes 7 and 29 for further information.

(2) Net Fee and Commission Income also includes income from non-banking activities

As a result of the above, Group's profit before provisions, impairments and other credit risk related expenses in the first half of 2023 amounted to € 832 million compared to € 1,076 million in the first half of 2022, a decrease of 22.7%. The results of the period ended 30 June 2023 were burdened by ECL impairment charges on loans plus other credit risk related expenses amounting in total to € 359 million (30 June 2022: € 420 million).

The Group's profit before income tax in H1.2023 reached € 388 million compared to € 635 million in H1.2022, while profit from continuing operations attributable to equity holders of the parent amounted to € 299 million compared to € 614 million in H1.2022.

Capital

As at 30 June 2023, the Group's total equity amounted to € 6.9 billion, compared to € 6.2 billion as at 30 June 2022, as a result of the recovered profitability of the Group. The Group's Basel III total capital adequacy ratio ("TCR") stood at 16.95% compared to 15.75% on 30 June 2022. The Common Equity Tier 1 ("CET 1") ratio stood at 12.23% vis-à-vis levels of 11.01% at 30 June 2022. Pro forma for the Risk Weighted Assets ("RWA") relief from the NPE sales to be completed in the forthcoming period, CET1 ratio at 30 June 2023 stood at 12.34% and total capital ratio at 17.11%.

The amount of deferred tax assets included in the Group's regulatory capital in accordance with the provisions of Greek Laws 4172/2013, 4302/2014, 4340/2015, stood at € 3.5 billion as at 30 June 2023, compared to € 3.6 billion as of 30 June 2022.

The ECB, through the SREP decision on 14 December 2022, informed the Management on the revised Overall Capital Requirements (“OCR”) levels, effective since 1 January 2023. The Group has to maintain, on a consolidated basis, a Total SREP Capital Requirement (“TSCR”) of 11% and an OCR of 14.53% (OCR plus P2G at 16.28%), which includes: (a) the minimum Pillar I total capital requirements of 8.00% as per article 92(1) of Regulation 575/2013/EU; (b) the additional Pillar II capital requirement of 3.00% as per article 16(2) of Regulation 1024/2013/EU; (c) the fully loaded capital conservation buffer of 2.50% under Greek Law 4261/2014,(d) the transitional Other Systemically Important Institutions (“O-SII”) capital buffer of 1.00% under Greek Law 4261/2014 and (e) the institution-specific Countercyclical Capital Buffer (“CCyB”) under Greek Law 4261/2014 (as amended by Greek Law 4799/2021) of 0.03% for the period ended 30 June 2023.

Share Capital

On 30 June 2023, the share capital of the Group amounted to € 1,163 million divided into 1,250,367,223 common registered voting shares with a nominal value of € 0.93 each. Common shares of the Company are intangible, registered and listed on Athens Stock Exchange.

The number of the outstanding shares of the Company is the following:

Number of outstanding common shares owned by the HFSF / Percentage of total share capital	337,599,150	27.00%
Number of outstanding common shares owned by private investors / Percentage of total share capital	912,768,073	73.00%
Total number of outstanding common shares / Percentage of total share capital	1,250,367,223	100.00%

Pursuant to par. 1, art. 16C of Greek Law 3864/2010 the acquisition of treasury shares is not permitted, without the approval of HFSF, for as long as the HFSF is a shareholder of the Company. The purchases and sales of treasury shares during first half 2023, as well as the treasury shares owned as of 30 June 2023, are related to transactions that are carried out by the Group's subsidiary Piraeus Securities S.A. through its activities, which are derived from its role as a market maker. As at 30 June 2023, Piraeus Securities held 1,025,892 of the Group’s common shares, of total nominal value € 954,080.

The Company’s shareholder structure presents great diversity. The total number of the Company’s common shareholders was approximately 17,000 as at 30 June 2023. The HFSF held 27% of the outstanding common shares (1,250,367,223 of a nominal value € 0.93 each) and the remaining 73% was held by the private sector and in particular 67% were legal entities and 6% individuals.

Going concern conclusion

Management has made an assessment on the Group’s ability to continue as a going concern. Management’s assessment considered the Group’s principal business risks deriving mainly from the macroeconomic environment in combination with the Group’s strategy, its liquidity and capital position. The following were taken into consideration:

a) the solid economic growth in 2022, which continued in the first semester of 2023, and the prospects for a sustainable rate of growth of GDP in the medium term, taking also into account the deployment of the RRF funds to the Greek economy, the continued recovery of the residential and commercial real estate prices, despite of the high level of inflation and energy prices;

b) the Group's effective liquidity risk management, leading to a robust liquidity position as evident by the Liquidity Coverage Ratio ("LCR") as at 30 June 2023, as well as Management's assessment of the impact of stress test scenarios, within the Internal Capital Adequacy Assessment Process ("ICAAP") and Internal Liquidity Adequacy Assessment Process ("ILAAP") framework, on the Group's liquidity position and on mandatory liquidity ratios;

c) the capital adequacy of the Group, which exceeded the OCR - plus Pillar II Guidance ("P2G") - and the MREL ratio of Piraeus Group, which exceeded the Intermediate Guidance Target of 19.11% as at 30 June 2023. It is estimated that for the next 12 months the Group's capital adequacy ratios and the MREL ratio will remain higher than the required minimum regulatory levels;

d) the geopolitical developments, specifically the Russia / Ukraine conflict, and the Group's operations in Ukraine, which comprise a financial institution, namely JSC Piraeus Bank ICB, and investments in real estate assets which represent approximately 0.2% of the total consolidated assets of the Company as at 30 June 2023;

e) the net profit attributable to the equity holders of the parent Company in the first half of 2023, which amounted to € 299 million and the NPE ratio dropping to 5.5% as at 30 June 2023 from 9.3% as at 30 June 2022.

Based on the analysis performed, Management has concluded that there are no material uncertainties which would cast significant doubt over the ability of the Group to continue to operate as a going concern for a period of 12 months from the date of approval of the Condensed Interim Financial Statements. For this reason, the Group and the Company continue to adopt the going concern basis of accounting for preparing the financial statements.

The basis of preparation is presented in Note 2.2 of the Condensed Interim Financial Statements.

Non-Financial Information for the first semester 2023 (Greek Law 4403/2016)

Group Human Resources ("HR")

In line with the strategic goals and corporate values of the Group, it is our priority to take care of our employees and create a modern, safe, and healthy working environment, where everyone can thrive and grow. Through our choices, we cultivate the profile of a socially responsible employer, both for our existing and future employees, while ensuring the sustainable development of our Organization.

Training & continuous learning: In early 2023, the full implementation of the new digital education platform Piraeus.edu (LMS) began. The new platform serves as a unified point for all educational activities, aiming to enhance the educational experience, support personalized education, and strengthen individual responsibility in learning. In the first semester, 468 educational programs were conducted, involving 6,033 participants and recording 107,756 hours of education. Additionally, 77% of employees participated in at least one (1) skills development initiative. The Analyze This Training Program was launched, aiming to familiarize all employees with key risks and to enhance knowledge for their effective management, consisting of 8 e-learning courses.

Performance management: During the first semester 2023, the performance cycle "Become & Achieve" for 2022 was successfully and timely completed for 98% of employees. In this context, 110 performance calibration meetings were held, while 79% of managers received peer & team feedback. In addition, the Objections Committee for performance evaluations of 2022 examined 12 cases.

Talent management & development: In 2023, the Become & Grow process was launched, in order to identify, develop and retain talent across the Organization in an organized and systematic way. The digital platform was also developed, aiming to support the implementation of the new process, while 10 informative sessions were held for all managers to attend and familiarize with the new approach. Furthermore, the mapping of all employees with potentiality and readiness was completed, and specific actions were designed for the development and retention of employees with high potential.

Succession planning: During the first semester 2023 the Succession Planning process continued for the whole Organization with the identification of potential successors for critical roles and the development of the validation process by the pillar Heads. In this context, suitable candidates were appointed to undertake critical positions.

Meritocracy in selection and promotion of staff: In the first semester 2023, 43 internal job postings were posted, while there are 233 active transfer requests in "Workable" platform. In the same period, about 600 resumes have been received from external candidates.

Management trainee program & Internship program: In the same period, 33 candidates were evaluated and 5 new trainees joined the 12-month management trainee program, aiming to hire the best of each year with an indefinite contract. At the same time, 32 young people have completed their internship program.

A culture of ethics, inclusion and equal opportunities: Based on the Internal Operating Regulation of the Bank, the Code of Conduct & Ethics' updated context was approved by the BoD of the Bank in February 2023, in order to align with the current institutional and regulatory framework, Environmental, Social and Governance ("ESG") principles and Group's updated policies and regulations. The Code of Conduct & Ethics published in the Bank's internal networks and on the Group corporate site for the information of employees and other stakeholders. Within the framework of the Policy and Procedure against violence and harassment, 13 reports regarding unprofessional behaviors were submitted through the whistle-blowing channel, which were handled by the new Committee established in overseeing such cases.

Educational actions on preventing and combating incidents of discrimination, violence and harassment in the workplace: With the aim of ensuring a working environment that promotes respect and zero tolerance for incidents of violence and harassment, educational actions were implemented to align the new Committee to deal with incidents of violence and harassment and to form a mutual understanding of the Group HR team that investigate the incidents.

New intranet: In January 2023, the project for redesigning the intranet started, aiming to create a common digital spot for the organization's strategy and culture, as well as operational and business news. The new intranet will provide a modern digital experience for all employees and it will be accessible 24/7. The project is based on agile methodology and it is expected to be completed in 2024.

Health, safety & well-being of employees and their families: Actions focused on strengthening the culture of health and safety prevention. In April, the "Holistic Health Week" was organized, featuring preventive medical checks by 7 specialties of health professionals within Bank's facilities, as well as 3 awareness cyber talks on related health issues, in which participated more than 700 employees in total. At the same time, experiential first aid training sessions were also conducted in buildings in Athens and Thessaloniki, covering 60 employees. Personalized counselling through the 24/7 Helpline and free 1:1 sessions continued to be active for all employees and their families. To support parenthood, a total of 70 cumulative maternity leaves were granted in the first semester. During this period, no accidents were recorded according to the European Statistics on Accidents at Work ("ESAW") methodology.

"Ef zin" program: With a holistic Mind-Body-Bonds approach, a total of 28 actions were carried out in the first semester of 2023 as part of the Bank's health and well-being program, both physical and digital, with over 2,600 employees from across Greece showing interest in these actions. The actions include, among others, participation in major running events, workshops that raise awareness on environment issues, actions that raise awareness on social issues, cultural and recreational activities for employees' children of all ages.

Piraeus Bank's Group Personnel Institution for Occupational Retirement, Life & Medical Provision ("IORP"): Following the establishment of the allowance for assisted reproduction in 2022, the evaluation and the reimbursement of the relevant benefit to the eligible population was completed in the first semester of 2023. Additionally, the Bank expanded the coverage of the Medical-Pharmaceutical Program by increasing the maximum insurable age limit for the employees' children by three (3) years, from 25 to 28 years of age, regardless of their educational status, in order to improve their level of medical care for its employees and their families.

Directors' Remuneration Policy Update: Following a respective recommendation by the Remuneration Committee, and the proposal of the BoD of the Company, approved by the AGM of Shareholders, conducted on 27 June 2023, the amendment of the Company's Directors' Remuneration Policy took place, in accordance with article 110 of Law 4548/2018.

The main points of the amendment are described in brief below:

- Update of the Non-Executive Directors ("NEDs") fee structure and related main principles
- Amendments in alignment to the provisions of the Law 3864/2010, as amended by Law 4941/2022, regarding the remuneration of Directors. The amendments mainly refer to the remuneration cap and the payout of variable remuneration, including relevant references in the Annual Variable Incentive Scheme's mechanism

The revised Directors' Remuneration Policy is available in the corporate website[4].

Granting of free common shares through Share Buy-back Program: Following the respective recommendation by the Remuneration Committee and the proposal of the BoD, the AGM, conducted on 27 June 2023, decided to grant free common shares of the Company aiming to compensate executives and employees for their contribution to the achievement of the Group's strategic objectives and of specific financial and operational goals, and/or to retain them and recruit new, remarkable and capable executives, that serve and ensure the long-term interests and sustainability of the Company and its affiliates. These shares will be sourced from the acquisition of own shares (Share Buy-back Program) which also received approval from the abovementioned AGM.

Additional disclosure on the beneficiaries, the conditions or/and performance and/or retention criteria will be provided ex-post in the Remuneration Report.

Participation in Global Sustainability Initiatives

The Company is a member of the United Nations ("UN") Global Compact and the United Nations Environment Programme – Finance Initiative (UNEP FI). The Group has signed the UN Declaration "United in the Business of a Better World", supporting global business partnerships with responsibility and transparency, the Women's Empowerment Principles of the UN Global Compact and UN Women, and the Commitment to Financial Health and Inclusion of UNEP FI. The Group is a member of the UNEP FI working group, to create the Key Performance Indicators ("KPIs") for mapping, monitoring and finally setting targets on Financial Health & Inclusion. In addition, Piraeus Asset Management A.E.D.A.K. is a member of the Principles for Responsible Investment ("PRI").

[4] https://www.piraeusholdings.gr/~/media/Com/2023/Files/Investors/Corporate-Governance/General-Meetings/PFH_DIRECTORS_REMUNERATION_POLICY_En.pdf

The Company is a full member of the Hellenic Network of Corporate Social Responsibility ("CSR Hellas"), of the ESG-Sustainability-Governance & Green Banking Steering Committee of the Hellenic Banking Association ("HBA") and participates in working groups for sustainable banking.

Sustainability Ratings and Distinctions

Piraeus Group is included in the FTSE4Good sustainability index and the Bloomberg Gender Equality Index ("GEI") which assesses the organization's contribution to gender equality. The Group received a "Management B" rating (scale A to D) in the climate change assessment of the independent non-profit organization CDP and an "A" rating from the MSCI ESG index (AAA to CCC scale). ISS Corporate Solutions rated the Bank with "1 – HIGHER DISCLOSURE" in the environment and society pillars and 2 in the governance (a score of 10 indicates higher governance risk).

Piraeus Bank is the only Greek Financial Institution included in the 2023 Financial Times' list of "Europe's Climate Leaders", for the significant reduction it achieved in its Scope 1 and Scope 2 operational emissions intensity over the period 2016-2021 and its commitment to tackle climate change. The Bank is also the only Greek company among the top European companies that has been included in the Financial Times' "Europe's Climate Leaders" list for three (3) consecutive years. Finally, the Group is included in the "Ethibel EXCELLENCE Investment Register" and the "Ethibel PIONEER" list.

Commitment to the Principles for Responsible Banking

The Principles for Responsible Banking aim to align the activities of banks with the 17 UN Sustainable Development Goals ("SDGs") and the Paris Climate Agreement. Piraeus Bank has been elected on the UNEP FI Banking Board and holds one of the two co-chairs. The overall oversight for their implementation rests with the Group CEO, who is also one of the 19 Heads of banks and insurance companies from around the world participating in the "Leadership Council" of UNEP FI.

The Bank actively participates in UNEP FI working groups for the development of new tools to measure the impact of banks on sustainable development. In this context, the "Portfolio Impact Analysis Tool for Banks" has been developed, which estimates the positive and negative impacts of a bank's portfolios on the economy, society and the environment. According to the portfolio analysis until now and considering the overall strategic approach of the organization, the two (2) impact areas in which the Group focuses and establishes targets are Climate Change and Financial Health and Inclusion. The Group has published its third progress report on the Principles for Responsible Banking.[5]

TCFD Recommendations

The Group complies with the Task Force on Climate Related Financial Disclosures TCFD recommendations, to disclose detailed financial information on climate change management in four (4) pillars: Governance - Strategy – Risk Management ("RM") - Measurements and Targets.

Science Based Targets Initiative: Target Setting

The Group submitted to the Science Based Targets Initiative ("SBTi") in 2022 near term emission and temperature reduction targets for 2027-2030. The validation of the targets by SBTi was completed in December 2022. In this context, the Company

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[5] For the alignment of Piraeus Bank with the Principles of Responsible Banking, see: https://www.piraeusholdings.gr/~/media/Gr/Idiwtes/Files/unep-fi/20220923_Piraeus_PRB-Reporting-and-Self-Assessment.pdf

has set science-based emission reduction targets for nine (9) asset classes that cover 9% of its total investments and lending activities as of 2019, representing 56% of financed emissions.

Additionally, the Group has committed to reduce absolute Scope 1 and Scope 2 emissions 73% by 2030 from a 2019 base year, as well as to continue annually sourcing 100% renewable energy through 2030 for its branches and administrative buildings. These targets were determined by SBTi to be in line with a 1.5°C trajectory.

Energy Transition

Piraeus Group has launched its Energy Transition Project as a concrete commercial program/ action plan, which will allow the Bank to assume a frontrunning role in its clients' transformations to build a better and more sustainable Greek economy. It will leverage a structured approach and deep understanding of the specific needs of each sector with priority focus on Power Generation, Real estate/ buildings, Agriculture and promote a tailor-made approach to support small businesses and individuals. The Group's ambition on energy transition: € 5 billion financed stock by 2025 and overall € 8 billion including bonds issuance and in-house Mutual Funds.

Carbon footprint – Management of carbon dioxide emissions

The Bank's environmental management system is registered under the EU Eco-Management and Audit Scheme ("EMAS") and is certified in accordance with ISO 14001:2015. The environmental data and KPIs are reported in the Group's Sustainability & Business Report and in the Environmental Statement. Electricity consumption, as well as Scope 1, Scope 2 and Scope 3 greenhouse gas ("GHG") emissions are externally assured according to relevant Global Reporting Initiative ("GRI") Standards.

The Group purchases Guarantees of Origin, certifying that 100% of the electricity consumed in the Bank's premises is derived from renewable energy sources ("RES"), thus achieving zero Scope 2 market- based emissions.

Scope 1 emissions saw a 27% decrease in 2022 due to the reduced heating oil consumption and the decreased use of refrigerants added to air-conditioning systems. Since 2019, direct emissions (Scope 1) have dropped by 27%.

In 2022, there was a reduction in Scope 2 emissions by approximately 30% year-on-year following the reduction of electricity consumption in the Bank's buildings, due to the energy saving interventions, the change in the country's energy mix and the shrinking branch network. Scope 2 emissions have been reduced by 51% over the period 2019-2022.

In total, the operational footprint of the Bank (Scope 1, Scope 2 location-based, Scope 3 categories 1-14) dropped by 7% compared to 2021.

The calculation of financed emissions (Scope 3 category 15) is based on the methodology developed by the Partnership Carbon Accounting Financials ("PCAF"). Calculation of the Bank's financed emissions has extended to include seven (7) sectors, covering all asset classes included in the PCAF methodology. Specifically, in 2022, the calculation of the Bank's carbon footprint stemming from its business and investment portfolio included equity investments, mortgages, commercial real estate (loans and investments), corporate loans, sovereign debt (sovereign bonds and loans), motor vehicle loans, as well as corporate bonds.

Addressing Climate Change

The Bank estimates, through the Climabiz Tool, the climate related risks of its business borrowers. The climate risk calculation is done in monetary terms (€) for businesses across different economic sectors that are mostly sensitive to climate change.

The calculation methodology is based on the utilization of three (3) Representative Concentration Pathways (“RCP”) scenarios of the Intergovernmental Panel on Climate Change (“IPCC”).

The Climabiz Tool analyses for each economic sector and business borrower the two (2) categories of climate risks:

- ✓ Physical Risk
- ✓ Transition Risk

Summary assessment of climate risk per RCP climate scenario

The Table below presents, per each RCP climate scenario, the percentage of Physical Risk and Transition Risk against the Total Climate Risk for 2022, calculated for the Bank's corporate portfolio.

Climate Scenarios	% of Physical Risk percentage over Total Climate Risk	% of Adjusted Transition Risk over Total Climate Risk
RCP2.6	6.9%	93.1%
RCP4.5	14.5%	85.5%
RCP8.5	42.4%	57.6%

The significant differences in the climate risk outputs among the climate scenarios are primarily due to the fluctuations of the transition risk which is driven by the price of carbon emissions allowances. To calculate the cost of the direct and indirect emissions (Scope 1, 2 & 3), three (3) different prices of carbon emission allowances €/tCO_2 were used for the period 2020-2030, per RCP climate scenario.

In particular:

- For the RCP 2.6 the emissions allowance price used for the near-term period 2021-2030 climate risk calculation was 80€/t CO2.
- For the RCP 4.5 the emissions allowance price used for the near-term period 2021-2030 climate risk calculation was 73.50€/t CO2.
- For the RCP 8.5 the emissions allowance price used for the near-term period 2021-2030 climate risk calculation was 21.44€/t CO2.

Group Cultural and Social Initiatives

In respect of the corporate responsibility strategy implemented by the Group, the Cultural and Social Initiatives Unit is responsible for designing and implementing actions and initiatives for Society and Culture.

Society - Alignment of the Group's actions with key social issues and strengthening of its relations with society.

Culture - Support and promotion of culture, dissemination of historical knowledge and intellectual creation, preservation and promotion of the cultural heritage and the business activities that generate mutual benefits for both culture and society.

In this context, the Group Cultural and Social Initiatives Unit designed and carried out the following actions and initiatives:

International Initiatives

- **Women's Empowerment Principles ("WEPs") – UN Global Compact – UN Women**

The Bank is the first bank in Greece to sign the UNWEPs at the level of its CEO, Mr. Christos Megalou, committed to actions to support women in the workplace, market and society.

- **Bloomberg 2023 GEI**

Following the commitment undertaken by signing the WEPs of UN Global Compact – UN Women, the Company was included for the second consecutive year in 2023 Bloomberg GEI among 484 companies worldwide. This is a reference index tracking the performance of companies committed to the transparency of the data they provide and their policy on gender equality issues.

Corporate responsibility actions for the society

The EQUALL programme

The Group is committed that, through its actions, it will contribute to the formation of a society of equal people. In this direction, in March 2022 it created the EQUALL programme that focuses on the following social pillars:

- Gender Equality;
- New Generation;
- Vulnerable Social Groups.

GENDER EQUALTY

- Women Founders and Makers – for the reinforcement of women's entrepreneurship

The first cycle started in March 2022 and ended in June 2022, while the second started in October 2022 and ended in February 2023. 1,429 applications were submitted to the programme for 100 places, more than 68% of participants coming from the regional areas (outside the prefecture of Attica). The 100 beneficiaries received a total of 76 hours of training.

In March 2023, the third cycle of the programme started, while the fourth cycle will start in the second half of 2023.

- Women Back to Work – for women's integration into the labour market

The first cycle started in March 2022 and ended in June 2022, while the second started in October 2022 and ended in February 2023. 578 applications were submitted to the programme for 100 places, with more than 70% of participants coming from the regional areas (outside the prefecture of Attica) and more than 90% of participants being unemployed or part-time. The 105 beneficiaries received a total of 96 hours of training.

In March 2023, the third cycle of the programme started, while the fourth cycle will start in the second half of 2023.

- Women in Agriculture – for the reinforcement of women's entrepreneurship in the agricultural sector

The first cycle started in October 2022 and ended in February 2023. 163 applications were submitted to the programme for 50 places, with more than 90% of participants coming from the Greek regional areas (outside the prefecture of Attica).

In March 2023, the second cycle of the programme began, while the third cycle will start in the second half of 2023.

- Profession has no Gender – for new generation's awareness regarding gender stereotypes

The first two (2) cycles of the programme, which were addressed to 1,200 students, received applications by more than 80 schools from all over Greece, representing 3,152 students. More than 93% of the schools came from regional and remote areas (such as Alexandroupolis, Drama, Lipsi, Florina, Veria, etc.). 1,224 students discussed with their mentors the topics of "Profession has no Gender".

In 2023, the implementation of the "Profession has no Gender" programme continues, aiming to involve 2,400 additional students across Greece.

- Piraeus EQUALL 360°

Aiming at strengthening social equality and women's equal access to business development, the Bank designed and offers "Piraeus EQUALL 360°", a comprehensive bundled products and services package, with preferential pricing and privileges, exclusively for women entrepreneurs. Since the launch of "Piraeus EQUALL 360°" in April 2022, 216 women's businesses have joined.

NEW GENERATION

- SKILLS 4 ALL programme for vocational training and integration of young people into the labour market

Based on the modern social and economic needs of the market, the "SKILLS 4 ALL" programme was designed and implemented, in collaboration with Odyssea: a vocational training and networking programme with the labour market addressed to men and women, aged 17-34, from vulnerable social groups (unemployed, low-income people, illiterate, heads of single-parent families, migrants, refugees, people with disabilities).

The action, which started in February 2023 and lasts throughout the year, focuses on the tourism and construction industry.

- Creation of Inquiry-Based Learning Centers for students living in remote areas of the country

In January 2023, the Group, in collaboration with the "Together for Children" Association, implemented the creation of the innovative Inquiry-Based Learning Centre at the 10th Primary School of Komotini. A state-of-the-art Inquiry-Based Learning classroom has been specially equipped and configured for science teaching. At the same time, the Group, through its collaboration with the 100 mentors, created the "Train the Trainer" programme, aiming to train the teachers of the 10th Primary School of Komotini for the optimal and effective use of the Inquiry-Based Learning Centre. In the second half of 2023, the creation of an additional Inquiry-Based Learning Centre will take place.

- Educational activities in collaboration with the Greek National Opera

Piraeus Group supports the access and contact of the younger generation with culture, by designing and implementing educational and social activities, in collaboration with cultural institutions of the country. As part of its long-standing collaboration with the Greek National Opera, the Group supports the educational programmes "3rd Bell, Opera" and "Actions for the whole family". These actions are at the same time a contribution of the Group to the pillar of Culture.

VULNERABLE SOCIAL GROUPS

- Refugee Women Academy programme for the vocational training and integration of refugee women into the labour market

Piraeus Group and UN High Commissioner for Refugees ("UNHCR") in Greece jointly committed to the signing of a Memorandum of Understanding in April 2023 to develop programmes that contribute to the integration and prosperity of refugees in Greece.

The initial action concerns the creation of the "Refugee Women Academy" programme, which will provide training to refugee women for the acquisition of specialized knowledge and practical skills, which will enhance their prospects for employment and integration into society. The training programme is about to start in the first half of 2023, has a three-month duration and includes, initially, the specialties of hotel employee and kitchen assistant.

- Programme of actions to strengthen the child protection system

Piraeus Group and the United Nations Children's Fund ("UNICEF") committed to a Memorandum of Understanding, signed in April 2023, to strengthen the system of protection of children and their families from exposure to risks and the consequences of all forms of violence.

The cooperation with UNICEF is developed along two (2) pillars:

- Strengthening the competent stakeholders with tools and procedures to ensure a uniform response to cases of child abuse/ neglect; and
- Enhancement of competent services in the ability to effectively monitor and manage child protection cases.

- BRAVE IN programme - Return to productivity for the vocational rehabilitation of people with acquired brain injury

The programme has been designed and implemented in collaboration with the Hellenic Society for the Protection and Rehabilitation of Disabled Persons ("ELEPAP"). It is an innovative, specialized programme that aims at the social and labour reintegration of people with disabilities and especially people aged 18-35 who have acquired brain damage. It combines holistic neuropsychological intervention with counseling of professional rehabilitation. The programme was announced in May 2023 and is in progress.

- Products and services for People with Disabilities

The Bank has created a wide programme of innovative actions and initiatives, specially designed to further enhance accessibility and provide high quality banking services to people with disabilities. The banking services provided to people with disabilities include innovative features such as:

- Digital Onboarding Service
- Remote Checkout
- Braille writing system on new debit and credit cards and
- Voice support in a large part of the ATM network.

At the same time, the Bank's digital services are constantly upgraded and harmonized with the accessibility services offered by new technology mobiles, allowing easier navigation and acquisition of Bank products through the winbank mobile application.

- Programme of actions for the Vulnerable Social Groups' equal access to Culture

Piraeus Group collaborates with cultural institutions and through these partnerships, contributes to the equal access of vulnerable social groups to cultural entertainment. These actions are at the same time a contribution of the Group to the pillar of Culture.

Within the framework of the EQUALL programme, Piraeus Group participates in conferences and international fora. Especially:

Participation in the Delphi Economic Forum

Piraeus Group, consistent with its commitment to contribute to the formation of a society of equal people, participated in the Delphi Economic Forum VIII 2023 and it organized a side event entitled "Towards a society of equal opportunities".

The side event consisted of three (3) sessions, which focused on key issues that concern Greek society, such as gender equality in Greece and the world, challenges, opportunities, and proposals were made about ways to respond to these social issues. In addition, important findings from surveys conducted by reputable institutions on groups in need of support (children, young people, refugees, minorities) were analyzed and best practices and examples were highlighted.

Corporate responsibility actions for the dissemination and promotion of Culture

- Piraeus Culture and Creativity 360°

The Group remains firmly committed to supporting Art and Culture, which are a vital pillar of the country's social and economic development. That is why it created "Piraeus Culture and Creativity 360°", which is an integrated proposal of products and services, with special pricing and privileges for SMEs of Art and Culture. Since its launch in April 2021, 203 companies in the Creative Economy sector have acquired the "Piraeus Culture and Creativity 360°", while by 31 December 2023 the Group aims to increase the number from 203 to 500.

- Programme of Actions for the 100 years since the Asia Minor Disaster

In order to pay tribute to the centenary of the Asia Minor Disaster, the Bank designs and implements the programme of actions "Days of Remembrance of Hellenism: 1922-1924". Specifically:

- **Research and publication for the Asia Minor Disaster in collaboration with the Aristotle University of Thessaloniki ("AUTh")**

In the framework of a Memorandum of Cooperation between the AUTh and Piraeus Group signed on 5 October 2022, a research programme on the rehabilitation of rural refugees in Greece during the interwar period entitled "Mosaics of the Rural Rehabilitation of Refugees 1922" is being completed. The production of the publication will be completed in November 2023.

- **Documentary tribute to the Asia Minor Disaster in collaboration with journalist-producer Eftychia Frangou**

As part of the action programme for the 100 years since the Asia Minor Disaster, the creation of a documentary is in progress, which records memories and experiences of refugee farmers through their testimonies regarding their rehabilitation in Northern Greece. The planning and filming for the creation of the audiovisual material has started in the first half of 2023 and will be completed in October 2023.

- **Exhibition and album publication on the Asia Minor Disaster in collaboration with the Historical and Ethnological Society of Greece – National Historical Museum**

The action concerns the support of an exhibition with relics and documents of National Historical Museum on the exchange and movement of populations and the refugee issue in Greece until 1923, while it will also include the publication of a relevant album. The exhibition is part of the multifaceted exhibition programme of Historical and Ethnological Society of Greece – National Historical Museum, which is held during the years 2022-2024, on the occasion of the completion of 100 years since the Asia Minor Disaster. The action will last from September 2023 until the first half of 2024.

- **Special artistic edition tribute to the 100 years of memory from the Asia Minor Disaster**

The design of an artistic publication dedicated to the Asia Minor Disaster is in progress, which will be completed in September 2023.

The Programme of Actions "Days of Remembrance of Hellenism: 1922–1924" will be presented in November 2023 at a special event of the Bank where the Athens State Orchestra will perform a series of works of honor and remembrance in the Asia Minor Disaster.

Museum Network of the Group Cultural Foundation - Pillar of development for the regions of Greece

The Group's Cultural Foundation has created and is operating a network of nine (9) thematic museums in various regions of Greece, contributing to the economic growth and prosperity of the country. It promotes the tangible and intangible cultural heritage of the country and through it the developmental dimension of culture and the formation of relationships of trust at the local level. At the same time, it undertakes initiatives to increase jobs and create business opportunities for residents of the regions.

The Museums of the Foundation are "museums without walls", serving local communities, harmoniously integrated into them, acting as pillars of cultural and economic development. A study carried out by the Foundation for Economic and Industrial Research in 2019 on the economic and social impact of the operation of Piraeus Group Cultural Foundation ("PIOP") Museums on local communities, calculated an increase in tourism expenditure in the respective regions of the country by € 11.8 million and an impact of museum activity on the country's GDP by € 23 million (conservative estimate). These figures are directly proportional to the number of visitors to the Museums.

The return to normality and the organization of activities and exhibitions at the Museums of PIOP contributed to a significant increase in visitor numbers, as well as revenues, paving the way for a gradual "return" to the figures of the pre-pandemic years. In the first half of 2023, emphasis was given to the exhibitions on the centennial of the Asia Minor Disaster (an anniversary to which the Hellenic Ministry of Culture and Sports has given a three-year duration 2022-2024) as well as exhibitions and activities related to the thematics of the Museums of PIOP. The aim is to strengthen the ability of Museums to communicate with local communities and to consolidate their role as living cultural cells. At the same time, emphasis is placed on special groups with the design of programs for people with dementia, as well as the creation of visitor routes for people on the autism spectrum, at the Rooftile and Brickworks Museum N. & S. Tsalapatas in Volos.

Related Party Disclosures

With reference to the transactions of the Group with related party, such as members of the BoD and the management of the Group and its subsidiaries, with the Group's subsidiaries, associates, and joint ventures, refer to Note 26 of the condensed interim financial statements.

Group Risk Management ("GRM")

RM is a core function of the Group, targeting to an effective and efficient identification, management and monitoring of risks. Through the Risk and Capital Strategy and the individual RM Policies (Risk), the principles of an integrated RM and RM framework are defined in order to support the achievement of the Group's strategic and business objectives, as defined by the BoD.

The RM function is not limited to the activities of the GRM and the Chief Credit Officer ("CRO") but refers to the processes performed by all 3 lines of defense, based on the assigned responsibilities, in the context of an enhanced RM.

The Group has established policies, procedures, and adequate mechanisms for RM, at the level of all 3 lines of defense, in order to identify, manage, monitor and report risks. The procedures in place promote the independence of risk-taking, RM and control activities.

The broader RM framework at Group level is constantly evolving, taking into account the current economic environment, business plans, the Bank's historical data, market dynamics, supervisory and regulatory requirements, the Group's Corporate Governance framework, international best practices and shareholder interests.

In this context, the key driving principles of GRM are described below:

- Strategically manage capital and liquidity;
- Enhance RM capabilities;
- Continuous enhancement of risk governance and control framework;
- Shape a strong Risk Culture.

During first semester 2023, GRM continued strengthening the Group's RM framework which interacts with the Group planning processes in alignment with the in force regulatory framework, the supervisory expectations and the strategic guidelines.

Indicatively, for the first semester 2023 key risk strategic and functional objectives include:

- ✓ Early warning system ("EWS") development for the efficient performing loan portfolio management;
- ✓ ECB roadmap on climate-related and environmental risks, including Climate Stress testing;
- ✓ Compliance with Guidance on Loan Origination and Monitoring;
- ✓ Credit risk models calibration based on the EBA New Definition of Default;
- ✓ Value at Risk ("VaR") methodologies enhancements;
- ✓ Liquidity RM framework and Stress Testing enhancements (including ILAAP & Resolution);
- ✓ Interest Rate Risk in the Banking Book ("IRRBB") initiatives;
- ✓ Operational risk ("OR") framework and control enhancement.

Additionally, being in constant vigilance on market developments, the Group monitors and manages the exposure to interest rate and market risk due to the changes in interest rates on the fair value of fixed rate debt securities. In order to mitigate its interest rate risk the Group enters into Interest Rate Swaps ("IRSs"), consistent with the Group's overall interest rate RM strategy (incorporated to Note 4.11 of the published Annual Financial Statements for the year 2022).

Moreover, the Group faces, amongst others, market and liquidity risks incorporated to Notes 4.9 and 4.12 of the published Annual Financial Statements for the year 2022.

Key Committees with Risk participation

Board Committees

- Risk Committee
- Audit Committee

Executive Committees

- Executive Committee
- ALCO
- Provisioning Committee
- Resolution Planning Committee
- Resolution Committee
- Operational Risk Committee
- Senior Credit Committee, Recovery Credit Committee and other Credit Committees
- Group Planning & Monitoring Committee
- ESG & Corporate Responsibility Committee
- Data Governance Committee
- Whistle Blowing Committee
- Risk Models Oversight Committee
- Real Estate Committee

The GRM reports to the CRO, with main responsibilities per function as briefly described below:

CRO's office | Function main responsibilities:

- The function is responsible to manage, coordinate, advice on and monitor various risk initiatives and projects and consolidate overall view on figures, responses, alignment of stakeholders. Additionally, it undertakes and coordinates the operations of the BoD Risk Committee's Secretariat.

Credit Risk Management | Function main responsibilities:

- Credit RM engages in the early recognition and effective management of Credit Risk through an integrated framework of policies, methodologies, procedures and systems that allow the development of a profitable loan portfolio within the acceptable risk profile.
- It has the responsibility for the planning, specialization and implementation of strategy and policies in credit RM issues. It uses the appropriate methods, including the use of models for the provision, acknowledgement, measurement and monitoring of the said risks aiming at the above-mentioned. Additionally, it has the responsibility for the provision of information regarding the evolution of the said risks to the responsible Committees and Group Management on a regular basis.

Several tasks and projects were deployed during the first semester of 2023 to facilitate and enhance RM practices as presented in Table 1.

Capital Management, Risk Strategy & ESG Risks, Market, Liquidity & Asset Liability Management ("ALM") Risks | Function main responsibilities:

- Capital Management, Risk Strategy, Market, Liquidity & ALM Risks Unit supports the development and implementation of the Group's Strategy, aiming at the effective management of risks and balance sheet optimization. To this end, the unit is responsible for the development and maintenance of the Risk Identification and the Risk and Capital Strategy, including the Risk Appetite Framework ("RAF") of the Group, in accordance with the Risk Committee and BoD's directions and guidance.
- Additionally, the establishment of the dedicated unit (ESG Risks Unit) aims at the integration of ESG Risks into Group's strategy, operations, processes and RM framework.
- Moreover, it is responsible for the design and implementation of the Group's ICAAP and leads the preparation and execution of regular enterprise-wide stress tests. Further, it is responsible for the coordination and overall maintenance of the Group's Recovery Plan.
- Also, the function is responsible for the measurement, monitoring and reporting of capital requirements and capital adequacy ratios of the Group.
- The function is responsible for the development of the RM framework (policies, methodologies, models and processes) with respect to market, liquidity and ALM and other financial related risks. To that end, the unit deploys proper methods, including models, that allow the identification, measurement and monitoring of the aforementioned risks.
- Moreover, it is responsible for the design and implementation of the Group's ILAAP and leads the preparation and execution of regular enterprise-wide liquidity stress tests.
- Lastly, the function is responsible for the measurement, monitoring and reporting of liquidity supervisory requirements and liquidity regulatory ratios of the Group.

During the current reporting period, Capital Management, Risk Strategy &ESG Risks, Market, Liquidity & ALM Risks unit has undertaken a number of strategic risk initiatives, as presented in Table 1.

Group Control and Risk Data & Solutions | Function main responsibilities:

- Group Control and Risk Data & Solutions unit is responsible for the identification, monitoring and assessment of all types of risks (credit, market, operational, liquidity, etc.) arising from the Group's activities, through the development, implementation and evaluation of an adequate Internal Control System ("ICS"), in order to ensure the safe and efficient operations of the Group and the achievement of its business objectives. Also, the unit is collaborating with Segment Controllers to accomplish its mission.
- It is responsible for the development, implementation, assurance and supervision of the OR Management Framework ("ORMF") and the ICS of the Group, with the aim to defend the business objectives and limit the risks undertaken to the acceptable levels defined by the Management.
- It contributes to the mitigation of risks arising from potential limitations in the development, implementation or use of the Bank's models (model risk), by developing/ maintaining and implementing a Model Validation Framework and by contacting independent validations regarding the robustness, accuracy and effectiveness of the Bank's models, while contributing to the improvement of models' quality.
- Additionally, it has the responsibility for the planning and implementation of independent, ex post/ post approval, regular, qualitative and quantitative review of the application of the approved financing policies and approval procedures as well as the provisions and write-offs policies, within the framework of the 2nd line of defence, on the loan portfolio of the Group including the Performing and Non-Performing loans as well as the Factoring and Leasing subsidiaries.
- Finally, the function contributes in supporting, coordinating, initiating and implementing initiatives in the domain of the risk data management, with the use of risk data analytics and business intelligence tools and methodologies, in compliance with the Group's Policies, the regulatory framework and the industry's best practices.

During the first semester of 2023, Group Control and Risk Data & Solutions has led in a number of strategic and functional risk initiatives, as presented in Table 1.

TABLE 1 – KEY INITIATIVES for the first semester of 2023

Function	Key initiatives
Credit RM	▪ Development of methodology for active loan portfolio management and rebalancing of Risk/ Return ▪ Providing guidance regarding the systemic implementations for asset quality indicators under the supervisory guidelines of Loan Origination framework ▪ Enhance Credit Risk monitoring capabilities and reporting with regard to providing insightful information to aid decision making ▪ Providing guidance in view of the imminent On-Site Inspection on the Commercial Real Estate Portfolio ▪ Revision of the credit rating assessment models of the wholesale portfolio (Corporate, shipping), to incorporate the new Definition of Default ▪ Supported the EBA Stress Test 2023 exercise execution concerning the Credit Risk stream ▪ Developed Energy Performance Certificate ("EPC") rating models and Gross Value Added ("GVA") macro models to support the ESG related "Proteas" program
Capital Management, Risk Strategy & ESG Risks	▪ Further strengthening of RAF by introducing additional metrics, limits and further cascading, reflecting evolving business plan aspirations and risk profile. Further integration of Climate & Environmental Risks into the RM framework and active participation in the regulatory dialogue ▪ EBA Stress Test 2023 execution – successful submission of all cycles of the EBA 2023 Stress Test ▪ ICAAP 2022 execution and submission – addressing all previous ICAAP SREP findings ▪ Transition to an updated version of the Risk Authority capital requirements calculation engine, in preparation of the upcoming Basel IV regulatory framework. ▪ Initialization of a dedicated project to enhance the governance framework of securitization transactions, by recording all relevant processes and procedures, as well as by strengthening control points across processes involving capital management. ▪ Initialization of a project that aims to fully automate the replenishment process connected to synthetic securitization transactions, targeting the maximization of the capital relief stemming from outstanding and future transactions.
Market Liquidity and ALM Risks	▪ Liquidity RM framework and Stress Testing enhancements (including ILAAP & Resolution) ▪ Fulfilment and submission of Deliverables under SRB Resolution Framework's "Liquidity in Resolution 2023 Priorities" ▪ Completion of the enhancement of the Stress Testing Framework ▪ VaR enhancements to accommodate commodity swaps ▪ Initiate a profit & loss attribution process based on Murex's module ▪ Initiation of the development of an additional behavioral model assessing the potential impact arising from early redemption of term deposits. ▪ Update of the methodologies and assumptions adopted for the quantification of interest rate risk and the policies governing the overall measurement and monitoring thereof, to ensure compliance with the latest regulatory framework, as outlined in the EBA GL/2022/14 guidelines.

Function	Key initiatives
Group Control and Risk Data & Solutions	■ Alignment and efficiency improvement of the 3 lines of defense central project of the Control functions (3 Lines of Defense Control functions alignment & efficiencies). ■ Enhancement of Information and Communication Technology ("ICT") risk management in second line of defense ■ Implementation of a platform within the OR system for the management of internal control deficiencies in the ICS, across the Group ■ Contribution to the EBA Stress Test 2023 requirements through the validation of credit risk models, including the new sectoral and inflation macroeconomic models. Enhancement on infrastructure tasks with emphasis on improving policies and procedures of Credit Control ■ Enhancement of Credit Control framework through the design and implementation of a new evaluation scale (1-4) for its credit reviews ■ Initiation of the design of Credit Process Analytics for a risk-based reporting facilitating automated controls and identification of material findings, to be utilized by first and second lines of defense functions ■ Initiation of a Senior Credit Committee's Charter implementation review (new six-monthly) in terms of presence, accuracy and management of information provided for decision-making. ■ Coordination and guidance to the GRM units with regards to determining their risk data requirements, data definitions, modelling and data availability, as well as Data quality management.

Prospects and challenges of the Group's Operations in H2 2023

Economic growth in Greece remained solid in 2022, with GDP rising 5.9% YoY, despite the strong inflationary pressures. At the beginning of 2023, the Greek economy, remained on a growth trajectory, as in the first quarter of 2023, real GDP increased by 2.1% YoY, underpinned by domestic demand and a reduction in the trade balance deficit. On the other hand, economic activity in Europe and US continued to moderate due to heightened uncertainty and significant macroeconomic and geopolitical challenges, stressed also by the aggressive monetary policy pursued by major central banks.

Despite the inauspicious global macroeconomic environment, the Greek economy remains on a path of moderate economic expansion into 2023, reflecting the different phase that it finds itself in the current economic cycle, assisted by its improved resilience and competitiveness.

According to the spring 2023 Economic Estimates of the European Commission, Greek GDP is expected to grow by 2.4% this year and by 1.9% in 2024. Inflation on the other hand is projected to slow down to 4.2% in 2023 and be further reduced to 2.4% in 2024. The deployment of the RRF in the Greek economy is a key factor for the achievement of solid, sustainable growth. The total RRF resources that have been disbursed amount to € 11.1 billion, ranking Greece among the top of the list in the EU.

2023 started on a strong foot for the Bank, which continues to unlock the value of its franchise. In the first half of 2023 the Group generated € 0.33 normalized earnings per share and 14.4% Return on average Tangible Book Value ("RoaTBV"). The Group has achieved sustainable risk-adjusted profitability and capital build-up, while maintaining a superior liquidity profile and cost discipline.

The organic capital generation has driven the Group's pro forma fully loaded CET1 ratio to 12.3%, up by 0.7% year-to-date and by circa 2.1% in the past 12 months. Further, the Group's pro forma MREL ratio increased to 21.6% in H1.2023, taking into account the successful issuance of a € 500 million Senior Preferred bond in early July 2023, and we are on track to meet the Group's 1 January 2024 interim informative MREL target of 21.8%.

Our cost discipline efforts continued unabated in the first half of 2023, absorbing the inflationary pressures and enabling us to invest in elevating the client experience.

The clean-up of the Group's balance sheet continued and accelerated in H1 2023, as planned. The Group's NPE ratio has been reduced to 5.5% as at 30 June 2023, through organic NPE management and inorganic NPE sales that have been or are expected to be completed within the year, while the NPE coverage ratio increased further to 56.8%.

The Group's performing loan portfolio grew by 5.6% YoY and there is a strong pipeline of business projects also for the second half of the year. Customer deposits increased at a healthy pace of 4.1% YoY, standing at € 58.4 billion as at 30 June 2023. Moreover, client assets under management increased by 18.5% to €8.2 billion in the first half of 2023, driven by targeted inflows to mutual funds and favorable market dynamics. Overall, the Group's reinforced commercial franchise has delivered a 15.7% net fee and commission income growth in the first half of 2023 compared to a year ago.

On the back of the solid H1 2023 performance and the evolving interest rate environment, the Group is upgrading its key financial targets for the full year 2023, now aiming for return over tangible book of approximately 14%, with cost-to-core income of below 38%. NPE ratio is expected to end year-2023 below the 5% milestone level.

The performance of Piraeus Group and the Bank's leading role in the Greek market has been recognized by the prestigious international magazine Euromoney, awarding Piraeus the title of the "Best Bank in Greece" for 2023.

With regards to potential risks, the persistence of inflationary pressures is driving major central banks to exert aggressively restrictive monetary policies. Banks are currently benefiting from increasing interest rates, as the positive impact from higher loan spreads outweighs the negative effects stemming from inflation and greater funding costs. However, higher for longer interest rates may result in economic slowdown and tighter credit expansion, with negative secondary effects on the asset quality of the banks' loan portfolios. The potential of new NPE generation would result in an increase of future provisions, burn of capital buffers, which could materially affect our financial position, capital adequacy and operating results. Therefore, in addition to maintaining the Group's balance sheet well positioned to benefit from interest rate increases, management is extremely mindful of the importance of good credit risk management and will focus on operational efficiency and cost control to navigate this environment.

The global economy continues to face challenging times ahead. The war in Europe is not abating and households and businesses continue to be under considerable pressure from rising costs.

It is at times like that we must make sure that our strategy embeds a higher standard of operational performance and demonstrate measurable progress to shareholders. It is only with consistent performance that we can build a track record for sustainable earnings delivery.

Athens, 31 July 2023

On behalf of the Board of Directors

George P. Handjinicolaou	Christos I. Megalou
Non-Excecutive Chairman of BoD	Managing Director (CEO) Executive BoD Member

ESMA΄s ALTERNATIVE PERFORMANCE MEASURES (“APMs”) AT GROUP LEVEL

In addition to the financial information that is reported under IFRS, this BoD Semi - Annual Report contains also financial metrics that constitute APMs which aim to follow the guidelines of APMs issued by the European Securities and Markets Authority (“ESMA”) on 5 October 2015 and are in force since 3 July 2016. According to the ESMA definition, a non-IFRS financial measure is a metric that measures historical or future financial performance, financial position or cash flows but which excludes or includes amounts that would not be so adjusted in the most comparable IFRS measure.

The below APMs provide a basis for transparent monitoring and comparison of the Group’s periodic financial performance and results of operations through metrics which although are commonly used to convey the management’s view to the end user, however they are not explicitly defined under IFRS.

The definitions laid out hereinafter through these non-IFRS measures should be considered as supplemental in nature and not as a substitute to the IFRS measures and should not be used for comparability purposes with other companies.

A. APMs

No	APM	APM Definition – Calculation –Relevance of use	H1 2022	FY 2022[1]	H1 2023
1	Earnings per share (“EPS”) normalized	Normalized EPS are calculated by taking the net profit normalized (defined hereinunder) adjusted for AT1 capital instrument coupon payment for the period (/) total number of shares outstanding at the end of the period. Relevance of use: Profitability metric	0.15	0.39	0.33
2	Financial Assets	The sum of: financial assets at FVTPL, financial assets mandatorily at FVTPL, loans and advances to customers measured mandatorily at FVTPL, financial assets at FVTOCI, debt securities at amortised cost. Relevance of use: Standard banking terminology	12,345	12,523	13,780
3	Loans to Deposits Ratio (LDR)	Net Loans over (/) Deposits Relevance of use: Liquidity metric	63.2%	61.5%	61.4%
4	Net Profit normalized	Normalized net profit is the profit/ (loss) attributable to the equity holders of the parent minus (-) extraordinary net fee income, minus (-) extraordinary other income, plus (+) extraordinary expenses, minus (-) extraordinary associates income, plus (+) extraordinary impairments related to NPE securitizations and sales, defined at any given period and adjusted for the projected effective corporate tax rate of 2023 at 26% over normalized pre tax profit. Adjustment for the effective corporate tax rate as of Q2.2023. Relevance of use: Profitability metric	214	531	442
5	Non-Performing Exposures (NPEs)	Include: a) loans measured at amortised cost classified in stage 3; plus (+) b) Purchased or originated credit impaired (“POCI”) loans measured at amortised cost that continue to be credit impaired as of the end of the reporting period; plus (+) c) loans to customers mandatorily measured at	3,426	2,624	2,049

No	APM	APM Definition – Calculation –Relevance of use	H1 2022	FY 2022[1]	H1 2023
		FVTPL that are credit impaired as of the end of the reporting period. Relevance of use: Asset quality – credit risk metric			
6	NPE Ratio	NPEs over (/) gross loans grossed up with PPA adjustments Relevance of use: Asset quality – credit risk metric	9.3%	6.8%	5.5%
7	NPE (Cash) Coverage Ratio	ECL allowance grossed up with PPA adjustment over (/) NPEs Relevance of use: Asset quality – credit risk metric	45.8%	54.5%	56.8%
8	Other Assets	Balancing Item: equals (=) Total Assets minus (-) Net Loans minus (-) Financial Assets Relevance of use: Standard banking terminology	34,159	25,771	27,431
9	Other Income	Balancing item: equals (=) Total net Income minus (-) Net Interest Income minus (-) Net Fee and Commission Income and income from non-banking activities Relevance of use: Profitability metric	668	744	41
10	Other Liabilities	Balancing Item: equals (=) Total Liabilities minus (-) Due to Banks minus (-) Customer Deposits Relevance of use: Standard banking terminology	4,175	3,786	4,052
11	Recurring Operating Expenses	Operating expenses minus (-) Extraordinary expenses Relevance of use: Efficiency metric	(405)	(828)	(402)
12	Total Regulatory Capital (fully loaded) on a pro forma basis	Total capital, as defined by Regulation (EU) No 575/2013, for H1 2023 subtracting (-) from the denominator the RWA of the Sunrise III and Solar NPE securitizations and the RWA of the Delta and Wheel II NPE portfolios, classified as HFS as at 30 June 2023 and for FY 2022 subtracting (-) from the denominator the RWA of Sunrise III and Solar NPE securitizations Relevance of use: Capital position regulatory metric	15.19%	16.52%	17.11%
13	CET1 Capital Ratio (fully loaded) on a pro forma basis	CET1 capital, as defined by Regulation (EU) No 575/2013, subtracting (-) from the denominator the RWA of the Sunrise III and Solar NPE securitizations and the RWA of the Delta and Wheel II NPE portfolios, classified as HFS as at 30 June 2023 and for FY 2022 subtracting (-) from the denominator the RWA of Sunrise III and Solar NPE securitizations Relevance of use: Capital position regulatory metric	10.22%	11.62%	12.34%

[1]As restated for the projected tax rate of 2023

B. APMs Components

Balance Sheet

No	APM Component	APM Definition – Calculation[2]	30/06/2022[3]	31/12/2022	30/06/2023
1	Deposits or Customer Deposits	Due to Customers	56,079	58,372	58,381

No	APM Component	APM Definition – Calculation[2]	30/06/2022[3]	31/12/2022	30/06/2023
2	Due to Banks	Amounts owed to Banks	15,406	6,922	7,658
3	ECL Allowance grossed up with PPA adjustment	ECL allowance for impairment losses on loans and advances to customers at amortised cost and fair value adjustment on loans and advances to customers mandatorily measured at FVTPL corresponding to € 13 million for 30/06/2022 and € 11 million for 31/12/2022 and for 30/06/2023	(1,567)	(1,431)	(1,164)
4	Gross Loans grossed up with PPA adjustment	Loans and advances to customers at amortised cost and mandatorily measured at FVTPL before ECL allowance grossed up with PPA adjustment	37,013	38,850	36,988
5	Net Loans	Loans and advances to customers at amortised cost and mandatorily measured at FVTPL	35,445	37,418	35,824
6	Seasonally Adjusted Net Loans	Net loans and advances to customers at amortised cost and mandatorily measured at FVTPL minus (-) OPEKEPE seasonal funding facility of € 1,517 million as at 31 December 2022. The OPEKEPE seasonal agri loan refers to loan facility related to subsidies provided to the beneficiaries	35,445	35,901	35,824

[2]Relevance of use: Standard Banking terminology

Income Statement

No	APM Component	APM Definition – Calculation – Relevance of use	H1 2022	FY 2022	H1 2023
1	Impairment Charges	ECL Impairment Losses on loans and advances to customers at amortised costs plus (+) Other credit-risk related expenses on loans and advances to customers at amortised cost. Relevance of use: Standard banking terminology	(420)	(615)	(359)
2	Net Results - Net Profit	Profit / (loss) for the period from continuing operations attributable to shareholders of the parent Relevance of use: Profitability metric	614	899	299
3	Extraordinary expenses	Extraordinary expense items include voluntary redundancy costs € 5 million for H1.2023 booked in staff costs (€ 3 million in Q1.23 and € 2 million in Q2.23), while for FY.2022 extraordinary items include € 4 million depreciation charges related to the Thalis transaction booked in depreciation expenses (the carve-out and sale of the cards merchant acquiring business unit transaction in Q1.22) booked in administrative expenses and € 57 million for voluntary redundancy costs, € 7 million in H1.2022 and the rest in H2.2022 booked in staff costs. Relevance of use: Efficiency metric	(11)	(61)	(5)
4	Extraordinary other income	In H1.2022 extraordinary other income related with (i) the gain from the disposal of the merchant acquiring business in Q1.22, amounting to € 282 million booked in trading income (ii) non-recurring gain from fixed income portfolio of € 339 million and were booked in Net gains/ (losses) from financial instruments measured at FVTPL. In H2.2022 € 52 million extraordinary other income related with non-recurring gain from fixed income portfolio and were booked in Net gains/ (losses) from financial instruments measured at FVTPL. Relevance of use: Profitability metric	621	672	0
5	Extraordinary net fee income	In H1.2022 and FY.2022 extraordinary net fee income related with acquiring fees of € 6 million related with the cards merchant acquiring business unit that has been carved-out (Thalis transaction) booked in trading income. Relevance of use: Profitability metric	6	6	0

No	APM Component	APM Definition – Calculation – Relevance of use	H1 2022	FY 2022	H1 2023
6	Extraordinary Share of profit/ (loss) of associates and joint ventures	In FY.2022, € 26 million related with the sale of RES infrastructure booked in associates' income booked in net gains from disposal of associates. Relevance of use: Profitability metric	0	26	0
7	Extraordinary impairments	In H1.2022, € 269 million ECL impairment losses related with the NPE reduction plan were classified as extraordinary. In H2.2022, € 51 million ECL impairment losses related with the NPE reduction plan. In H1.2023, € 202 million ECL impairment losses related with the NPE reduction plan Relevance of use: Standard banking terminology	(269)	(320)	(202)
8	Operating Expenses (Opex)	Total operating expenses Relevance of use: Efficiency metric	(415)	(889)	(407)

[3]Certain comparative APMs and APMs' components have been restated to reflect the reclassifications performed in the Condensed Interim Income Statement. Further information for the six month period ended 30 June 2023 is presented in Note 29.

The BoD Report contains financial information and measures as derived from the Group and the Company's Condensed Interim Financial Statements for the periods ended 30 June 2023 and 30 June 2022, as well as from the Annual Financial Statements for the year ended 31 December 2022, which have been prepared in accordance with IFRSs, as endorsed by the EU. Additionally, it contains financial data which is compiled as a normal part of our Financial Statement Closing Process and management information systems. For instance, financial items are categorized as foreign or domestic on the basis of the jurisdiction of organization of the individual Group entity whose separate financial statements record such items.

Moreover, it contains references to certain measures which are not defined under the IFRSs. These measures are non-IFRS financial measures. A non-IFRS financial measure is a measure that measures historical or future financial performance, financial position or cash flows but which excludes or includes amounts that would not be so adjusted in the most comparable IFRS measure. Management believes that the non-IFRS financial measures used, presents a more meaningful analysis of the Group's financial condition and results of operations. However, the non-IFRS financial measures presented are not a substitute for IFRS measures.

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Independent Auditor's Review Report

To the shareholders of Piraeus Financial Holdings S.A.

Review Report on Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim separate and consolidated statement of financial position of the Company and the Group of Piraeus Financial Holdings S.A. (the "Group") as of 30 June 2023 and the related separate and consolidated condensed interim statements of income, comprehensive income, changes in equity and cash flow for the six-month period then ended, as well as the selective explanatory notes, which together comprise the six-month condensed interim financial statements and which represent an integral part of the six month financial report provided under Law 3556/2007.

Management is responsible for the preparation and presentation of these condensed interim separate and consolidated financial statements in accordance with the International Financial Reporting Standards as endorsed by the European Union and applicable to Interim Financial Reporting (International Accounting Standard "IAS" 34). Our responsibility is to express a conclusion on these condensed interim separate and consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity". 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 International Standards on Auditing, as transposed in Greek legislation, and consequently it 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 condensed interim separate and consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Our review has not revealed any material inconsistency or error in the Statements of the Board of Directors and in the information included in the six month Board of Directors' Report provided under articles 5 and 5a of Law 3556/2007 when compared to the accompanying condensed interim separate and consolidated financial statements.

Athens, 31 July 2023

The Certified Public Accountant

Alexandra V. Kostara
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Certified true translation of the original in the Greek language
Alexandra V. Kostara

Condensed Interim Income Statement

€ Million	Note	Group 6 month period ended 30/6/2023	Group 6 month period ended 30/6/2022 As reclassified	Company 6 month period ended 30/6/2023	Company 6 month period ended 30/6/2022
CONTINUING OPERATIONS					
Interest and similar income	6	1,251	788	51	56
Interest expense and similar charges	6	(317)	(197)	(35)	(34)
NET INTEREST INCOME		**935**	**591**	**16**	**22**
Fee and commission income	7	264	248	22	21
Fee and commission expense	7	(39)	(42)	(14)	(16)
NET FEE AND COMMISSION INCOME		**225**	**206**	**8**	**5**
Income from non-banking activities		38	28	-	-
Dividend income	26.2	1	1	26	26
Net gains/ (losses) from financial instruments measured at fair value through profit or loss ("FVTPL")	13	10	284	-	(1)
Net gains/ (losses) from financial instruments measured at fair value through other comprehensive income ("FVTOCI")		2	109	-	-
Net gains/ (losses) from derecognition of financial instruments measured at amortised cost		(2)	(20)	-	-
Net gains/ (losses) from loss of control over subsidiaries/ disposal of associates and joint ventures	17	29	281	-	-
Net other income/ (expenses)		1	13	(1)	(1)
TOTAL NET INCOME		**1,239**	**1,492**	**50**	**51**
Staff costs		(193)	(192)	(1)	(1)
Administrative expenses		(162)	(168)	(3)	(1)
Depreciation and amortisation		(52)	(54)	-	-
TOTAL OPERATING EXPENSES		**(407)**	**(415)**	**(4)**	**(2)**
PROFIT BEFORE PROVISIONS, IMPAIRMENT AND OTHER CREDIT-RISK RELATED EXPENSES		**832**	**1,076**	**46**	**49**
ECL impairment (losses)/ releases on loans and advances to customers at amortised cost	4	(280)	(359)	-	-
Other credit-risk related expenses on loans and advances to customers at amortised cost	8	(79)	(61)	-	-
Impairment (losses)/releases on other assets		(10)	(9)	(2)	-
ECL impairment (losses)/ releases on debt securities measured at FVTOCI		(1)	1	-	-
Impairment on subsidiaries and associates		-	(2)	-	-
Impairment of property and equipment and intangible assets	17	(22)	(2)	-	-
Impairment on debt securities at amortised cost	16	(5)	(2)	13	1
Other provision (charges)/ releases	9	(25)	3	-	-
Share of profit/ (loss) of associates and joint ventures		(22)	(9)	-	-
PROFIT BEFORE INCOME TAX		**388**	**635**	**57**	**50**
Income tax expense	10	(90)	(22)	-	-
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		**298**	**613**	**57**	**50**
DISCONTINUED OPERATIONS					
Profit/ (loss) after income tax from discontinued operations		-	(1)	-	-
PROFIT FOR THE PERIOD		**298**	**612**	**57**	**50**
From continuing operations					
Profit attributable to the equity holders of the parent		299	614	-	-
Non controlling interest		(2)	(1)	-	-
From discontinued operations					
Profit/ (loss) attributable to the equity holders of the parent		-	(1)	-	-
Non controlling interest		-	-	-	-
Earnings/ (losses) per share attributable to the equity holders of the parent (in €):					
From continuing operations					
- Basic & Diluted	11	0.24	0.49	-	-
From discontinued operations					
- Basic & Diluted	11	-	-	-	-
Total					
- Basic & Diluted	11	0.24	0.49	-	-

The notes on pages 54 to 111 form an integral part of the Condensed Interim Financial Statements

Condensed Interim Statement of Comprehensive Income

€ Million	Note	Group		Company	
		6 month period ended		6 month period ended	
		30/6/2023	30/6/2022	30/6/2023	30/6/2022
CONTINUING OPERATIONS					
Profit for the period (A)		**298**	**613**	**57**	**50**
Other comprehensive income/ (expense), net of tax:					
Items that may be reclassified subsequently to profit or loss					
Change in reserve from debt securities measured at FVTOCI	12	15	(177)	-	-
Change in currency translation reserve	12	(1)	(1)	-	-
Items that will not be reclassified subsequently to profit or loss					
Change in reserve from equity instruments measured at FVTOCI	12	(16)	(3)	-	-
Change in property revaluation reserve	12	1	-	-	-
Other comprehensive expense, net of tax (B)	12	**(1)**	**(181)**	**-**	**-**
Total comprehensive income, net of tax (A)+(B)		**297**	**432**	**57**	**50**
- Attributable to equity holders of the parent		298	433	-	-
- Non controlling interest		(1)	(1)	-	-
DISCONTINUED OPERATIONS					
Loss for the period		**-**	**(1)**	**-**	**-**
Total comprehensive expense, net of tax		**-**	**(1)**	**-**	**-**
- Attributable to equity holders of the parent		-	(1)	-	-
- Non controlling interest		-	-	-	-

Condensed Interim Income Statement

€ Million	Note	Group 3 month period ended 30/6/2023	Group 3 month period ended 30/6/2022 As reclassified	Company 3 month period ended 30/6/2023	Company 3 month period ended 30/6/2022
CONTINUING OPERATIONS					
Interest and similar income	6	670	403	26	27
Interest expense and similar charges	6	(182)	(97)	(17)	(17)
NET INTEREST INCOME		**488**	**306**	**8**	**9**
Fee and commission income	7	141	126	11	11
Fee and commission expense	7	(21)	(20)	(12)	(14)
NET FEE AND COMMISSION INCOME		**120**	**105**	**(1)**	**(3)**
Income from non-banking activities		21	16	-	-
Dividend income	26.2	1	1	26	26
Net gains/ (losses) from financial instruments measured at fair value through profit or loss ("FVTPL")	13	4	61	-	(1)
Net gains/ (losses) from financial instruments measured at fair value through other comprehensive income ("FVTOCI")		1	11	-	-
Net gains/ (losses) from derecognition of financial instruments measured at amortised cost		-	(4)	-	-
Net gains/ (losses) from loss of control over subsidiaries/ disposal of associates and joint ventures	17	25	-	-	-
Net other income/ (expenses)		2	16	-	(1)
TOTAL NET INCOME		**662**	**511**	**33**	**31**
Staff costs		(97)	(101)	(1)	-
Administrative expenses		(78)	(87)	(2)	(1)
Depreciation and amortisation		(26)	(25)	-	-
TOTAL OPERATING EXPENSES		**(201)**	**(213)**	**(2)**	**(1)**
PROFIT BEFORE PROVISIONS, IMPAIRMENT AND OTHER CREDIT-RISK RELATED EXPENSES		**461**	**298**	**31**	**29**
ECL impairment (losses)/ releases on loans and advances to customers at amortised cost	4	(223)	(163)	-	-
Other credit-risk related expenses on loans and advances to customers at amortised cost	8	(40)	(27)	-	-
Impairment (losses)/releases on other assets		(2)	(6)	(2)	-
ECL impairment (losses)/ releases on debt securities measured at FVTOCI		-	(1)	-	-
Impairment on subsidiaries and associates		-	-	-	-
Impairment of property and equipment and intangible assets	17	(21)	-	-	-
Impairment on debt securities at amortised cost	16	(5)	(1)	13	1
Other provision (charges)/ releases	9	(24)	(1)	-	-
Share of profit/ (loss) of associates and joint ventures		(12)	(5)	-	-
PROFIT BEFORE INCOME TAX		**134**	**93**	**42**	**30**
Income tax expense	10	(15)	(1)	-	-
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		**119**	**93**	**42**	**30**
DISCONTINUED OPERATIONS					
Profit/ (loss) after income tax from discontinued operations		-	(1)	-	-
PROFIT FOR THE PERIOD		**119**	**92**	**42**	**30**
From continuing operations					
Profit attributable to the equity holders of the parent		120	92	-	-
Non controlling interest		(1)	-	-	-
From discontinued operations					
Profit attributable to the equity holders of the parent		-	-	-	-
Non controlling interest		-	-	-	-
Earnings/ (losses) per share attributable to the equity holders of the parent (in €):					
From continuing operations					
- Basic & Diluted	11	0.10	0.07	-	-
From discontinued operations					
- Basic & Diluted	11	-	-	-	-
Total					
- Basic & Diluted	11	0.10	0.07	-	-

The notes on pages 54 to 111 form an integral part of the Condensed Interim Financial Statements

Condensed Interim Statement of Comprehensive Income

€ Million	Group		Company	
	3 month period ended		3 month period ended	
	30/6/2023	30/6/2022	30/6/2023	30/6/2022
CONTINUING OPERATIONS				
Profit for the period (A)	**119**	**93**	**42**	**30**
Other comprehensive income/ (expense), net of tax:				
Items that may be reclassified subsequently to profit or loss				
Change in reserve from debt securities measured at FVTOCI	14	(40)	-	-
Change in currency translation reserve	(7)	1	-	-
Items that will not be reclassified subsequently to profit or loss				
Change in reserve from equity instruments measured at FVTOCI	(19)	(2)	-	-
Other comprehensive expense, net of tax (B)	**(11)**	**(41)**	**-**	**-**
Total comprehensive income, net of tax (A)+(B)	**108**	**52**	**42**	**30**
- Attributable to equity holders of the parent	109	52	-	-
- Non controlling interest	(1)	-	-	-

Condensed Interim Statement of Financial Position

€ Million	Note	Group		Company	
		30/6/2023	31/12/2022	30/6/2023	31/12/2022
ASSETS					
Cash and balances with Central Banks		10,606	9,653	-	-
Due from banks		726	750	42	45
Financial assets at FVTPL		1,346	548	-	-
Financial assets mandatorily measured at FVTPL		190	182	-	-
Derivative financial instruments	13	2,279	1,830	-	-
Loans and advances to customers at amortised cost	14	35,772	37,367	-	-
Loans and advances to customers mandatorily measured at FVTPL		52	52	-	-
Financial assets measured at FVTOCI	16	1,276	897	2	2
Debt securities at amortised cost	16	10,916	10,844	793	796
Investment property		1,753	1,522	-	-
Investments in subsidiaries	17	-	-	5,558	5,558
Investments in associated undertakings and joint ventures	17	1,078	1,023	-	-
Property and equipment		747	728	1	1
Intangible assets		330	312	-	-
Tax receivables	18	155	145	7	12
Deferred tax assets		5,893	5,974	-	-
Other assets		3,457	3,427	36	44
Assets held for sale	15	407	406	-	-
TOTAL ASSETS		**76,983**	**75,661**	**6,438**	**6,457**
LIABILITIES					
Due to banks	19	7,658	6,922	-	-
Due to customers	20	58,381	58,372	-	-
Derivative financial instruments	13	632	656	-	-
Debt securities in issue	21	869	849	-	-
Other borrowed funds	22	905	937	904	936
Current income tax liabilities		15	7	-	-
Deferred tax liabilities		9	10	-	-
Retirement and termination benefit obligations		50	55	-	-
Provisions		146	123	-	-
Other liabilities		1,424	1,147	38	55
Liabilities held for sale		2	2	-	-
TOTAL LIABILITIES		**70,090**	**69,080**	**943**	**992**
EQUITY					
Share capital	24	1,163	1,163	1,163	1,163
Share premium		3,555	3,555	3,555	3,555
Other equity instruments		600	600	600	600
Less: Treasury shares		(3)	-	-	-
Other reserves and retained earnings	25	1,535	1,235	177	147
Capital and reserves attributable to equity holders of the parent		**6,850**	**6,553**	**5,495**	**5,465**
Non controlling interest		42	28	-	-
TOTAL EQUITY		**6,893**	**6,581**	**5,495**	**5,465**
TOTAL LIABILITIES AND EQUITY		**76,983**	**75,661**	**6,438**	**6,457**

The notes on pages 54 to 111 form an integral part of the Condensed Interim Financial Statements

Condensed Interim Statement of Changes in Equity

Group € Million	Note	Attributable to equity shareholders of the parent entity Share Capital	Share Premium	Other equity instruments	Treasury shares	Currency Translation Reserve	Reserve from financial assets at FVTOCI	Property revaluation reserve	Other reserves	Non-taxed reserves	Retained Earnings	Total	Non controlling interest	Total
Opening balance as at 1/1/2022		**1,188**	**18,112**	**600**	**(2)**	**(54)**	**144**	**-**	**118**	**351**	**(14,669)**	**5,787**	**15**	**5,803**
Reclassification due to change in the presentation of non-taxed reserves (1)		-	-	-	-	-	-	-	-	37	(37)	-	-	-
Opening balance as at 1/1/2022 (as reclassified) (1)		**1,188**	**18,112**	**600**	**(2)**	**(54)**	**144**	**-**	**118**	**388**	**(14,706)**	**5,787**	**15**	**5,803**
Other comprehensive expense, net of tax	12	-	-	-	-	(1)	(180)	-	-	-	-	(181)	-	(181)
Profit/ (loss), net of tax for the period 1/1 - 30/6/2022		-	-	-	-	-	-	-	-	-	612	612	(1)	611
Total comprehensive income/ (expense) for the period 1/1 - 30/6/2022		**-**	**-**	**-**	**-**	**(1)**	**(180)**	**-**	**-**	**-**	**612**	**432**	**(1)**	**431**
Payment to the holders of AT1 capital instrument		-	-	-	-	-	-	-	-	-	(26)	(26)	-	(26)
(Purchases)/ sales of treasury shares		-	-	-	1	-	-	-	-	-	-	1	-	1
Disposals and movements in participating interests		-	-	-	-	-	-	-	2	-	-	2	3	5
Balance as at 30/6/2022		1,188	18,112	600	(1)	(56)	(35)	-	120	388	(14,121)	6,196	17	**6,213**
Opening balance as at 1/7/2022		**1,188**	**18,112**	**600**	**(1)**	**(56)**	**(35)**	**-**	**120**	**388**	**(14,121)**	**6,196**	**17**	**6,213**
Other comprehensive income/ (expense), net of tax		-	-	-	-	(7)	73	7	-	-	7	80	-	80
Profit/ (loss), net of tax for the period 1/7 - 31/12/2022		-	-	-	-	-	-	-	-	-	337	337	(1)	336
Total comprehensive income/ (expense) for the period 1/7 - 31/12/2022		**-**	**-**	**-**	**-**	**(7)**	**73**	**7**	**-**	**-**	**344**	**417**	**(1)**	**416**
Share capital decrease in kind		(25)	-	-	-	-	-	-	-	-	-	(25)	-	(25)
Offset of share premium by writing-off accumulated losses		-	(14,557)	-	-	-	-	-	-	-	14,557	-	-	-
Payment to the holders of AT1 capital instrument		-	-	-	-	-	-	-	-	-	(26)	(26)	-	(26)
(Purchases)/ sales of treasury shares		-	-	-	1	-	-	-	-	-	-	1	-	1
Transfer between reserves and retained earnings		-	-	-	-	-	-	-	1	-	(1)	-	-	-
Transfer of the accumulated reserve from equity securities measured at FVTOCI to retained earnings upon disposal		-	-	-	-	-	-	-	-	-	(1)	(1)	-	(1)
Disposals and movements in participating interests		-	-	-	-	-	-	-	(3)	-	(6)	(9)	11	2
Balance as at 31/12/2022		**1,163**	**3,555**	**600**	**-**	**(63)**	**38**	**7**	**118**	**388**	**747**	**6,553**	**28**	**6,581**

Group		Attributable to equity shareholders of the parent entity												
€ Million	Note	Share Capital	Share Premium	Other equity instruments	Treasury shares	Currency Translation Reserve	Reserve from financial assets at FVTOCI	Property revaluation reserve	Other reserves	Non-taxed reserves	Retained Earnings	Total	Non controlling interest	Total
Opening balance as at 1/1/2023		**1,163**	**3,555**	**600**	**-**	**(63)**	**38**	**7**	**118**	**388**	**747**	**6,553**	**28**	**6,581**
Other comprehensive income/ (expense), net of tax	12	-	-	-	-	(1)	(1)	1	-	-	-	(1)	-	(1)
Profit/ (loss), net of tax for the period 1/1 - 30/6/2023		-	-	-	-	-	-	-	-	-	299	299	(1)	298
Total comprehensive income/ (expense) for the period 1/1 - 30/6/2023		**-**	**-**	**-**	**-**	**(1)**	**(1)**	**1**	**-**	**-**	**299**	**298**	**(1)**	**297**
Payment to the holders of AT1 capital instrument		-	-	-	-	-	-	-	-	-	(26)	(26)	-	(26)
(Purchases)/ sales of treasury shares		-	-	-	(3)	-	-	-	-	-	1	(2)	-	(2)
Non-taxed reserves		-	-	-	-	-	-	-	-	23	(23)	-	-	-
Transfer between reserves and retained earnings		-	-	-	-	-	-	-	1	-	(1)	-	-	-
Transfer of the accumulated reserve from equity securities measured at FVTOCI to retained earnings upon disposal		-	-	-	-	-	-	-	-	-	29	29	-	29
Disposals and movements in participating interests		-	-	-	-	-	-	-	5	-	(7)	(2)	16	14
Balance as at 30/6/2023		**1,163**	**3,555**	**600**	**(3)**	**(64)**	**38**	**8**	**123**	**411**	**1,019**	**6,850**	**42**	**6,893**

(1) As of 30 June 2023, Piraeus Bank has proceeded also with the change in the presentation of certain types of reserves, after taking into account their nature and purpose in accordance with the applicable legal and tax framework in Greece. In particular, reserves of € 37 million, which were formed prior to 2022, and relate mainly to dividends and gains from the sale of participations, that were previously included within retained earnings, are presented in category "Non-taxed reserves". Comparative information has been reclassified in order to align with the aforementioned changes in the presentation of non-taxed reserves and retained earnings.

Company € Million	Share Capital	Share Premium	Other equity instruments	Other reserves	Non-taxed reserves	Retained earnings	Total
Opening balance as at 1/1/2022	**1,188**	**18,112**	**600**	**96**	**351**	**(14,908)**	**5,439**
Profit, net of tax for the period 1/1 - 30/6/2022	-	-	-	-	-	50	50
Total comprehensive income for the period 1/1 - 30/6/2022	**-**	**-**	**-**	**-**	**-**	**50**	**50**
Payment to the holders of AT1 capital instrument	-	-	-	-	-	(26)	(26)
Balance as at 30/6/2022	**1,188**	**18,112**	**600**	**96**	**351**	**(14,884)**	**5,463**
Opening balance as at 1/7/2022	**1,188**	**18,112**	**600**	**96**	**351**	**(14,884)**	**5,463**
Profit, net of tax for the period 1/7 - 31/12/2022	-	-	-	-	-	53	53
Total comprehensive income for the period 1/7 - 31/12/2022	**-**	**-**	**-**	**-**	**-**	**53**	**53**
Share capital decrease in kind	(25)	-	-	-	-	-	(25)
Offset of Share premium by writing-off accumulated losses	-	(14,557)	-	-	-	14,557	-
Payment to the holders of AT1 capital instrument	-	-	-	-	-	(26)	(26)
Balance as at 31/12/2022	**1,163**	**3,555**	**600**	**96**	**351**	**(301)**	**5,465**
Opening balance as at 1/1/2023	**1,163**	**3,555**	**600**	**96**	**351**	**(301)**	**5,465**
Profit, net of tax for the period 1/1 - 30/6/2023	-	-	-	-	-	57	57
Total comprehensive income for the period 1/1 - 30/6/2023	**-**	**-**	**-**	**-**	**-**	**57**	**57**
Payment to the holders of AT1 capital instrument	-	-	-	-	-	(26)	(26)
Balance as at 30/6/2023	**1,163**	**3,555**	**600**	**96**	**351**	**(270)**	**5,495**

Condensed Interim Cash Flow Statement

€ Million	Note	Group 6 month period ended 30/6/2023	Group 6 month period ended 30/6/2022 As reclassified	Company 6 month period ended 30/6/2023	Company 6 month period ended 30/6/2022
Cash flows from operating activities					
Profit before income tax		388	634	57	50
Adjustments to profit before income tax:					
Add: provisions and impairment		343	371	(11)	(1)
Add: depreciation and amortisation charge		52	56	-	-
Add: retirement benefits and cost of voluntary exit scheme		8	9	-	-
Net (gain)/ losses from valuation of financial instruments measured at FVTPL		24	299	-	1
Net (gain)/ losses from financial instruments measured at FVTOCI		(2)	(109)	-	-
(Gains)/ losses from investing activities		(10)	(291)	(26)	(26)
Accrued interest from investing and financing activities		46	31	35	34
Cash flows from operating activities before changes in operating assets and liabilities		849	1,000	54	58
Changes in operating assets and liabilities:					
Net (increase)/ decrease in cash and balances with Central Banks		(4)	(2)	-	-
Net (increase)/ decrease in financial instruments measured at FVTPL		(1,251)	229	-	-
Net (increase)/ decrease in financial assets mandatorily measured at FVTPL		21	(5)	-	-
Net (increase)/ decrease in debt securities at amortised cost		(110)	(1,577)	16	18
Net (increase)/ decrease in amounts due from banks		6	663	-	-
Net (increase)/ decrease in loans and advances to customers		1,176	554	-	-
Net (increase)/ decrease in other assets		(20)	(108)	10	6
Net increase/ (decrease) in amounts due to banks		729	468	-	-
Net increase/ (decrease) in amounts due to customers		17	649	-	-
Net increase/ (decrease) in other liabilities		211	100	(17)	(14)
Net cash flow from operating activities before income tax payment		1,625	1,972	63	68
Income tax paid		(1)	(1)	-	-
Net cash inflow from operating activities		**1,624**	**1,971**	**63**	**68**
Cash flows from investing activities					
Purchases of property and equipment		(16)	(50)	-	-
Proceeds from disposal of property and equipment and intangible assets		6	9	-	-
Purchases of intangible assets		(41)	(34)	-	-
Proceeds from disposal of assets held for sale other than loans and advances to customers		3	300	-	-
Purchases of financial assets at FVTOCI		(1,026)	(982)	-	-
Proceeds from disposal of financial assets at FVTOCI		689	1,430	-	-
Interest received on financial assets at FVTOCI		12	33	-	-
Acquisition of subsidiaries net of cash and cash equivalents		(97)	(90)	-	-
Proceeds from disposal of subsidiaries, net of cash and cash equivalents disposed, and share capital decreases		(4)	3	-	-
Acquisition, establishment and participation in share capital increases of associates and joint ventures		(57)	-	-	-
Proceeds from disposal of associates and share capital decreases		50	3	-	-
Dividends received		16	6	26	26
Net cash inflow/ (outflow) from investing activities		**(464)**	**628**	**26**	**26**
Cash flows from financing activities					
Repayment of AT 1 capital instrument		(26)	(26)	(26)	(26)
Interest paid on debt securities in issue and other borrowed funds		(71)	(69)	(66)	(66)
Proceeds from sales of treasury shares		38	16	-	-
Purchases of treasury shares		(40)	(16)	-	-
Repayment of lease liabilities		(31)	(13)	-	-
Net cash outflow from financing activities		**(131)**	**(108)**	**(93)**	**(93)**
Effect of exchange rate changes on cash and cash equivalents		(18)	13	-	-
Net increase/ (decrease) in cash and cash equivalents (A)		**1,011**	**2,505**	**(3)**	**1**
Cash and cash equivalents at the beginning of the period (B)	30	**9,401**	**15,868**	**45**	**50**
Cash and cash equivalents at the end of the period (A) + (B)	30	**10,412**	**18,373**	**42**	**51**

The Group has changed the presentation of proceeds from disposal of loan portfolios. In particular, for the period ended 30 June 2022, € 236 million have been reclassified from cash flows from investing activities (line item "Proceeds from disposal of assets held for sale") to cash flows from operating activities.

1 General information

Piraeus Financial Holdings S.A. (hereinafter the "Company"), registered under General Commercial Registry ("GEMI") number 225501000, was established in 1916 and its shares are registered and have been listed on the Main Market of the Athens Stock Exchange since 1918.

The Company operates in the form of a Société Anonyme, in accordance with the provisions of Greek Law 4548/2018, as currently in force, as well as the applicable regulatory framework on the operation of listed companies. In addition, as a financial holding company, it is subject to the relevant provisions of Law 4261/2014 as amended and in force and it is directly supervised by the European Central Bank ("ECB").

According to its codified articles of association, the Company's business scope includes, inter alia, activities related to directly and indirectly participating in domestic and/ or foreign legal entities and other entities, undertakings and companies established or to be established, of any form and purpose, undertaking or carrying on insurance intermediation and insurance distribution activities on a retainer, pursuant to the provisions of Greek Law 4583/2018, as in force from time to time, for and on behalf of one or several insurance undertakings (insurance agent), providing insurance advisory services to third parties and to the subsidiaries of the Company, as well as researching, studying and analysing insurance related issues. The Company also provides financial advisory services including planning, development, research, reorganization or resolution, assessment, business strategy, acquisitions, sales, mergers and restructuring of companies, as well as advisory services on private insurance issues.

The Company is incorporated and domiciled in Greece. The address of its registered office is 4 Amerikis str., 105 64, Athens. The duration of the Company lapses on 6 July 2099. The Company and its subsidiaries (hereinafter the "Group") provide services in Southeastern and Western Europe. The key subsidiary of the Group is the credit institution under the name "Piraeus Bank Société Anonyme" (hereinafter the "Bank") which is headquartered in Athens and generates circa 90% of the Group's revenues offering a full range of financial products and services in Greece. As at 30 June 2023, the headcount of the Group is 8,881 full time equivalents ("FTEs"), of which 52 FTEs refer to operations that are planned to be disposed.

Apart from the ATHEX General Index, Piraeus Financial Holdings S.A. is a constituent of other major indices as well, such as FTSE/ATHEX (Large Cap, Banks, ESG Index), FTSE (Emerging Markets, Med 100), MSCI (Emerging Markets, Greece), Stoxx (All Europe TMI, Emerging Markets, Balkan), S&P (Global, Greece BMI), FTSE4Good, Bloomberg Gender Equality, Solactive (ISS ESG EM Net Zero Pathway Index, ISS EM Carbon Reduction & Climate Improvers index), CDP Carbon Disclosure Project and Science Based Targets initiative ("SBTi").

The Board of Directors ("BoD") of the Company, on 31 July 2023, the date that the Condensed Interim Consolidated Financial Statements of the Group for the period ended 30 June 2023 (the "Interim Financial Statements") were approved, consists of the following members:

George P. Handjinicolaou	Chairman of the BoD, Non-Executive Member
Karel G. De Boeck	Vice-Chairman of the BoD, Independent Non-Executive Member, Senior Independent Director
Christos I. Megalou	Managing Director & Chief Executive Officer (“CEO”), Executive BoD Member
Vasileios D. Koutentakis	Executive BoD Member
Venetia G. Kontogouris	Independent Non-Executive BoD Member
Francesca. A. Tondi	Independent Non-Executive BoD Member
Enrico Tommaso C. Cucchiani	Independent Non-Executive BoD Member
David R. Hexter	Independent Non-Executive BoD Member
Solomon A. Berahas	Independent Non-Executive BoD Member
Andrew D. Panzures	Independent Non-Executive BoD Member
Anne J. Weatherston	Independent Non-Executive BoD Member
Alexander Z. Blades	Non-Executive BoD Member
Periklis N. Dontas	Non-Executive BoD Member, Hellenic Financial Stability Fund (“HFSF”) Representative under Law 3864/2010

According to the Company's articles of association and the current regulatory framework, the members of the Company's BoD are elected by the General Meeting of its shareholders and may be re-elected. The term of the members of the BoD may not exceed three (3) years and may be extended until the first ordinary General Meeting convened after such term has elapsed. Pursuant to Greek Law 3864/2010, a representative of the HFSF participates in the BoD. If a member of the BoD is replaced, then according to the law, the respective replacement applies solely to the remaining term of the member being replaced. Pursuant to the Annual General Shareholders’ Meeting (“AGM”) resolution on 27 June 2023, the term of the current BoD expires on 27 June 2026.

2 Summary of significant accounting policies

2.1 Basis of preparation

The Interim Financial Statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting and include selected explanatory notes, rather than all the information required for a full set of annual financial statements. Therefore, the Interim Financial Statements should be read in conjunction with the annual financial statements included in the 2022 Annual Financial Report of the Group and the Company, which have been prepared in accordance with International Financial Reporting Standards ("IFRSs"), as endorsed by the European Union (the "EU").

The accounting policies adopted are consistent with those of the previous financial year, except for the amendments of existing standards effective as at 1 January 2023, as described in Note 2.3. In addition, the Group has changed the presentation of specific income statement line items, as well as the presentation of non-taxed reserves, and reclassified comparative period figures to conform to changes in current period's presentation. Refer to Note 7, Note 29 and to the Condensed Interim Statement of Changes in Equity for further information.

The amounts are stated in Euro, rounded to the nearest million (unless otherwise stated) for ease of presentation. Any differences between the amounts presented in the primary financial statements and the relevant amounts presented in the accompanying notes are due to rounding. Where necessary, the comparative figures have been reclassified to conform to changes in the current period's presentation.

The Interim Financial Statements have been prepared under the historical cost convention, except for financial assets and financial liabilities held at FVTPL or at FVTOCI, as presented in the Condensed Interim Statement of Financial Position and the relevant notes, derivative financial instruments and investment property, which have been measured at fair value.

2.2 Going concern

Conclusion

Management has made an assessment on the Group's ability to continue as a going concern. Management's assessment considered the Group's principal business risks deriving mainly from the macroeconomic environment in combination with the Group's strategy, its liquidity and capital position. The following were taken into consideration:

a) the solid economic growth in 2022, which continued in the first semester of 2023, and the prospects for a sustainable rate of growth of Gross Domestic Product ("GDP") in the medium term, taking also into account the deployment of the Recovery and Resilience Facility ("RRF") funds to the Greek economy, the continued recovery of the residential and commercial real estate prices, despite of the high level of inflation and energy prices;

b) the Group's effective liquidity risk management leading to a robust liquidity position as evident by the Liquidity Coverage Ratio ("LCR") as at 30 June 2023 (refer to the Liquidity section below), as well as Management's assessment of the impact of stress test scenarios, within the Internal Capital Adequacy Assessment Process ("ICAAP") and Internal Liquidity Adequacy Assessment Process ("ILAAP") framework, on the Group's liquidity position and on mandatory liquidity ratios;

c) the capital adequacy of the Group, which exceeded the Overall Capital Requirement ("OCR") (refer to the Capital Adequacy section below) - plus Pillar II Guidance ("P2G") - and the Minimum Requirement for own funds and Eligible Liabilities ("MREL") ratio of Piraeus Bank Group, which exceeded the Intermediate Guidance Target of 19.11% as at 30 June 2023. It is estimated that for the next 12 months the Group's capital adequacy ratios and the MREL ratio will remain higher than the required minimum regulatory levels;

d) the geopolitical developments, specifically the Russia / Ukraine conflict, and the Group's operations in Ukraine, which comprise a financial institution, namely JSC Piraeus Bank ICB, and investments in real estate assets which represent approximately 0.2% of the total consolidated assets of the Company as at 30 June 2023;

e) the net profit attributable to the equity holders of the parent Company in the first half of 2023, which amounted to € 299 million and the Non performing exposures (“NPE”) ratio dropping to 5.5% as at 30 June 2023 from 9.3% as at 30 June 2022.

Based on the analysis performed, Management has concluded that that there are no material uncertainties which would cast significant doubt over the ability of the Group to continue to operate as a going concern for a period of 12 months from the date of approval of the Interim Financial Statements. For this reason, the Group and the Company continue to adopt the going concern basis of accounting for preparing the financial statements.

Macroeconomic environment

In 2022, the Greek economy showed high resilience and strong dynamics despite international challenges. In particular, the real GDP in 2022 increased by 5.9%, despite the strong inflationary pressures, as nominal GDP was increased at a double-digit level of 14.5%. At the same time, conditions in the labor market improved, as the unemployment rate was limited to 12.4% (2021: 14.7%) and employment increased by 5.4%. At the fiscal level in 2022 the general government primary balance returns to a surplus (0.1% of GDP) and public debt is limited to 171.3% of GDP (2021: 194.6% of GDP).

At the beginning of 2023, the Greek economy, remained on a growth trajectory despite the uncertainty that prevails in the international environment and the macroeconomic impact of monetary policy in the Eurozone. In the first quarter of 2023, real GDP increased by 2.1% on an annual seasonally adjusted basis, a rate that although slower than the corresponding 2022 level, remains higher than the Eurozone average (1.1%). Domestic demand and a reduction in the trade balance deficit contributed positively to GDP growth in the first quarter. In the first quarter the nominal GDP increased by 7.1% on an annual seasonally adjusted basis, reflecting the impact of inflation.

The economic sentiment indicator in the first semester of 2023 stood at an average of 108.0 points (full year 2022: 105.4 points), a value higher than the corresponding one in the eurozone (98.1 points). At the same time, the production indicators in industry — mainly in manufacturing — and in construction, as well as the turnover indicators in trade and services show a positive trend. More specifically, on a seasonally adjusted basis: (a) in the first five (5) months the industrial production index increased by 2.4% on an annual basis, with the "manufacturing" sub-index increasing by 5.9% on an annual basis; (b) in retail trade (excluding fuel and lubricants), the turnover index increased in the first quarter by 7.7% on an annual basis. However, it is noted that inflation burdened the corresponding volume index, which fell in the first quarter by -2.0% on an annual basis. In wholesale trade, the turnover index increased in the first quarter by 8.2% on an annual basis; (c) the turnover index in the “motor trade” sector also increased in the first quarter by 32.5% on an annual basis; (d) in services (excluding trade & vehicles) the turnover index increased in the first quarter by 18.2% on an annual basis; (e) in construction, the number of new building permits increased in the first quarter by 13.6% while during the same period the production index in construction increased by 24.5% on an seasonally adjusted annual basis. Finally, in the real estate market, the upward trend in prices is maintained and the relevant apartment price index increased in the first quarter of 2023 by 14.5% on an annual basis (Q1.22: 10.0% on an annual basis / 2022: 11.7%).

In the labor market, for the period January-May 2023, based on seasonally adjusted data employment increased by 1.4% on an annual basis and the unemployment rate decreased to 11.2% compared to 13.0% in the corresponding period of 2022. The inflationary pressures, which were a key feature of 2022 in international and domestic levels, showed a clear trend of de-escalation. In June, national inflation (based on Consumer Price Index, “CPI”) eased to 1.8% from 12.1% in June 2022 and consequently in the first semester of 2023 was limited to 4.2% from 9.3% in the corresponding period of 2022, mainly due to the de-escalation of energy prices.

The development prospects of the Greek economy depend to a large exntend on the utilization of European funds for the implementation of investment plans and the stimulation of entrepreneurship. The RRF, both in terms of grants and private sector investments through the loan facility, is a key factor from the perspective of sustainable development. Greece is to benefit from a total amount of € 30.16 billion under the RRF, of which € 11.1 billion has already been disbursed. The medium-term growth prospects are predicted to be positive, as the resources of the RRF, combined with the long-term EU budget 2021-2027, create an investment capital of € 70 billion.

However, there are risk factors that could negatively affect the developments in the Greek economy and its prospects, the domestic banking sector in general and the Group, such as the ongoing effects created by geopolitical challenges, the maintenance of high inflationary pressures resulting in a decline of the purchasing power, the weakening of investment activity through the tight monetary policy, the increase of non-performing loans delays in the implementation of public and private projects and in meeting the Recovery Fund schedule.

Specifically, for the Russia-Ukraine crisis, the Group has developed and implemented, in accordance with the Group's Compliance Policy provisions, all the necessary measures in order to address the restrictive measures imposed by specific organizations / authorities [i.e. EU, US Treasury ("OFAC"), United Nations ("UN"), French Ministry of Economics and Finance ("MINEFI")].

Therefore, a potential stagnation of economic activity along with persistently high inflation, could potentially have a negative effect on the quality of the Group's loan portfolio, and subsequently to its profitability and capital adequacy. Management closely monitors the developments and assesses periodically the impact that these might have on the Group's operations and financial performance. The Group invests in business and technical controls to help prevent, detect and mitigate cyber threats. The Group's ability to detect and respond to attacks through round-the-clock security operations center capabilities help to reduce the impact of attacks.

Liquidity

As at 30 June 2023, Group's deposits remained flat compared to 31 December 2022, to € 58.4 billion.

In response to inflationary pressures, the ECB's Governing Council has raised the key ECB interest rates by 400 basis points ("bps") since July 2022. As a result, the main refinancing rate currently stands at 4.00% and the Deposit Facility Rate ("DFR") at 3.50%. This recent development has increased and is expected to further increase cost of funding.

In 2020, as a response to Covid-19 pandemic's effects on the European economy, the ECB announced easing off the conditions for Targeted Longer Term Refinancing Operations ("TLTRO"), in order to leverage its use by credit institutions. The Group, between 2019 and 2022, has drawn an amount of € 14.5 billion of TLTRO funding. During 2022, the Group repaid an amount of € 9 billion of TLTRO funding, out of the previously outstanding amount of € 14.5 billion. As at 30 June 2023, the Group's funding under TLTRO auctions amounted to € 5.5 billion. Funding from the interbank market stood at € 0.1 billion as at 30 June 2023, compared to € 0.3 billion as at 31 December 2022.

Regarding the maturity profile of the aforementioned TLTRO funding, an amount of € 2.0 billion matures within 2023 and the rest in 2024. The Group has the liquidity to repay the upcoming TLTRO maturities due to the ample position of € 10.6 billion in cash and balances with central banks.

The Group's balance sheet deleveraging, coupled with the moderately growing customer deposit base, alongside the active markets access through Tier 2 issuances (in 2019 and early 2020), Additional Tier 1 ("AT1") Capital instrument in 2021, and Senior Preferred Bond issuances in 2021, 2022 and 2023, improved the Group's funding mix, and increased its high-quality liquid assets ("HQLA") buffer. As at 30 June 2023, the Group's LCR stood at 233% (thus, more than double than the regulatory requirement of 100%).

Based on the Group's most recent ILAAP assessment, both the LCR and Net Stable Funding Ratio ("NSFR") ratios are expected to remain above minimum regulatory thresholds throughout the next 12 months.

Capital adequacy

In the second quarter of 2023, the Group's Basel III total capital adequacy ratio ("TCR") stood at 16.95% and the Common Equity Tier 1 ("CET 1") ratio stood at 12.23%.

Following the conclusion of the Supervisory Review and Evaluation Process ("SREP"), the ECB informed the Group of its OCR.

The ECB, through the SREP decision on 14 December 2022, informed the Management on the revised OCR levels, effective since 1 January 2023. The Group has to maintain, on a consolidated basis, a Total SREP Capital Requirement ("TSCR") of 11% and an OCR of 14.53% (OCR plus P2G at 16.28%), which includes: (a) the minimum Pillar I total capital requirements of 8.00% as per article 92(1) of Regulation 575/2013/EU; (b) the additional Pillar II capital requirement of 3.00% as per article 16(2) of Regulation 1024/2013/EU; (c) the fully loaded capital conservation buffer of 2.50% under Greek Law 4261/2014; (d) the transitional Other Systemically Important Institutions ("O-SII") capital buffer of 1.00% under Greek Law 4261/2014 and (e) the institution-specific Countercyclical Capital Buffer ("CCyB") under Greek Law 4261/2014 (as amended by Greek Law 4799/2021) of 0.03% for the period ended 30 June 2023.

Refer to Note 28 for further details on the Group's capital adequacy.

2.3 Adoption of International Financial Reporting Standards

The Group and the Company reviewed the amendments to existing standards that have been issued by the International Accounting Standards Board ("IASB"), have been endorsed by the EU as of the date the Interim Financial Statements were issued and are effective from 1 January 2023 and concluded that they did not have an impact on the Interim Financial Statements.

The Group and the Company have not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

3 Critical accounting judgements and key sources of estimation uncertainty

In preparing the Interim Financial Statements, Management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant and are reviewed on an ongoing basis. Changes to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period. Actual results may differ from these estimates. The significant judgements made by Management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements, except for those presented below. The Group believes that the judgements, estimates and assumptions used in the preparation of the Interim Financial Statements are appropriate.

3.1 Key sources of estimation uncertainty

Macroeconomic factors

The Group prepares forecasts for the possible evolution of macroeconomic variables that affect the level of Expected Credit Losses ("ECL") on loans and advances to customers at amortised cost under multiple economic scenarios. Management assessed and revised its macroeconomic forecasts as at 30 June 2023.

The table below presents the annual average forecasts throughout a four-year time horizon, for each key economic variable and scenario utilized in the ECL calculation of the collectively assessed loans and advances to customers at amortised cost.

ECL Key drivers Scenario	30/6/2023 (2023-2026) %	31/12/2022 (2022-2025) %
Real GDP growth		
Optimistic	5.4	6.5
Base	3.4	4.2
Pessimistic	1.5	2.1
Unemployment rates		
Optimistic	9.1	10.2
Base	11.1	12.2
Pessimistic	12.9	14.1
Price index (Residential)		
Optimistic	10.4	8.6
Base	8.6	6.7
Pessimistic	6.7	4.9
Price index (Non residential)		
Optimistic	6.1	5.5
Base	4.1	3.4
Pessimistic	2.1	1.4

During 2022, the Greek economy showed high resilience and strong momentum despite prolonged uncertainty and international challenges. Real GDP increased by 5.9% with private consumption, exports of goods and services and investments as key components of growth. The labor market is showing gradual improvement as in 2022, employment registered an annual increase of 5.4% (2021: 1.4%) and the unemployment rate decreased to 12.4% from 14.7% in 2021.

For the macroeconomic environment developments please refer also to Note 2.2.

As at 30 June 2023, the Group's forecasts of the economic variables across each scenario for 2023 and 2024 are the following:

	2023			2024		
ECL Key drivers Scenario	Optimistic	Base	Pessimistic	Optimistic	Base	Pessimistic
Real GDP growth	4.5	3.4	2.4	5.5	3.5	1.8
Unemployment rates	10.6	11.7	12.6	9.2	11.2	12.9
Price index (Non residential)	4.9	3.6	2.2	5.9	4.0	2.2
Price index (Residential)	12.4	11.4	10.5	10.5	8.8	7.1

4 Financial Risk Management

4.1 Fair values of financial instruments

4.1.1 Financial instruments not measured at fair value

The following tables summarise the fair values and carrying amounts of those financial assets and liabilities, which are not measured at fair value on a recurring basis, and their carrying amount is not a reasonable approximation of fair value.

Group	Carrying Amount		Fair Value	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Financial assets				
Loans and advances to customers at amortised cost	35,772	37,367	35,507	37,007
Debt securities at amortised cost	10,916	10,844	9,842	9,139
Financial liabilities				
Debt securities in issue	869	849	845	774
Other borrowed funds	905	937	866	848

Company	Carrying Amount		Fair Value	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Financial assets				
Debt securities at amortised cost	793	796	752	760
Financial liabilities				
Other borrowed funds	904	936	866	848

The following methods and assumptions were used to estimate the fair values of the aforementioned financial instruments as at 30 June 2023 and 31 December 2022.

Loans and advances to customers at amortised cost: Fair value is estimated using discounted cash flow models, taking into account yield curves observable in the market as of the date of the valuation and adjustments for credit risk.

Debt securities at amortised cost, debt securities in issue and other borrowed funds: Fair value is estimated using market prices, or, if such are not available, using discounted cash flow models based on current market interest rates offered for instruments with similar credit quality and duration.

4.1.2 Financial assets and liabilities measured at fair value

Fair value is the price that would be received to sell a financial asset or paid to transfer a liability in an orderly transaction between market participants, at the measurement date, under current market conditions.

IFRS 13 establishes a fair value hierarchy that categorises financial instruments into three (3) levels based on the type of inputs to the valuation techniques used, as follows:

Level 1 inputs comprise unadjusted quoted prices in active markets for identical assets and liabilities that the entity can access at the measurement date. Level 1 assets and liabilities include debt and equity securities, as well as derivative contracts that are traded in an active and organized market structure (i.e. exchange listed futures and options). An active market is a market in which transactions for assets or liabilities take place with sufficient frequency and volume to provide information on an ongoing basis and are characterized by low bid/ask spreads.

Level 2 inputs comprise observable inputs other than Level 1 quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for the full term of the instrument. An input is observable if it is developed using market data, such as publicly available information about events or transactions, and reflects the assumptions that market participants would use when pricing the asset or liability. Level 2 assets and liabilities include Over the Counter ("OTC") derivatives and securities whose values are determined using pricing models, discounted cash flow methodologies, or similar techniques with inputs that are observable in the market or can be corroborated by observable market data.

Level 3 inputs refer to unobservable inputs, including the entity's own data which are adjusted, if necessary, to reflect the assumptions market participants would use in the circumstances. An input is unobservable if, in the absence of market data availability, it is developed using the best information available about the assumptions that market participants would use when pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques with inputs that require significant management judgement or estimation. OTC complex derivatives transactions or structured securities, which are valued using a non-market standard model, comprising substantial model uncertainty, are classified as level 3 instruments.

The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. The level of the fair value hierarchy within which the fair value measurement is categorized, is determined on the basis of the lowest input that is significant to the fair value measurement. For this purpose, the significance of an input as well as model uncertainty are assessed against the entire fair value measurement of the instrument.

The following table presents the fair value by hierarchy, of the financial assets and liabilities which are measured at fair value, on a recurring basis, and continue to be recognized, in their entirety, on the Group´s and Company's Statement of Financial Position at the end of the reporting period, by fair value hierarchy level:

Financial instruments measured at fair value and basis of valuation

Group	30/6/2023				31/12/2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Derivative financial instruments	-	2,279	-	**2,279**	-	1,830	-	**1,830**
Financial assets at FVTPL	950	396	-	**1,346**	434	114	-	**548**
Financial assets mandatorily measured at FVTPL	114	-	75	**190**	104	-	78	**182**
Loans and advances to customers mandatorily measured at FVTPL	-	-	52	**52**	-	-	52	**52**
Financial assets measured at FVTOCI	1,251	-	25	**1,276**	872	-	25	**897**
Financial liabilities								
Derivative financial instruments	-	632	-	**632**	-	656	-	**656**

Financial instruments measured at fair value and basis of valuation								
Company	30/6/2023				31/12/2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Financial assets measured at FVTOCI	-	-	2	2	-	-	2	**2**

Transfers between Level 1 and Level 2

Within the six-month period ended 30 June 2023, € 4 million of bonds issued by corporations, were transferred from Level 2 to Level 1, due to change in their trading activity, while no transfers of financial assets from level 1 to level 2 occurred during the first semester of 2023. There were no transfers of financial liabilities between Level 1 and Level 2 during the six-month period ended 30 June 2023 and the year ended 31 December 2022. Transfers between levels of the fair value hierarchy are deemed to have occurred at the end of the reporting period, in which the financial instruments were transferred.

Level 3 financial instruments

Level 3 financial instruments include:

a) Credit impaired loans and advances to customers, which are mandatorily measured at FVTPL because their contractual cash flows are not solely payments of principal and interest ("SPPI"). The said assets are valued using an income approach expected cash flow (expected present value) technique incorporating unobservable inputs.

b) Financial assets mandatorily measured at FVTPL including contingent and variable consideration assets recognized following the disposal of loans and corporate receivables, the fair value of which was estimated at € 27 million, for which the models used to estimate their fair value utilize significant unobservable inputs (e.g. discount rate, volatility, expected cash flows etc.).

c) Mutual funds and closed end funds, which do not meet the definition of an equity instrument under IAS 32 and are mandatorily measured at FVTPL, for which the models used to estimate the fair value are price-based and the price is obtained from the fund manager.

d) Equity securities at FVTOCI and FVTPL, which are not traded in active markets and their fair value is estimated on the basis of the available information using an income or market approach, for which the main inputs used are earnings forecasts, comparable multiples, net asset value, adjusted equity and other parameters which are not market observable, as well as estimations that may adjust these values.

e) Contingent convertible instruments for which the trigger of conversion to equity is based on non-market observable triggers (e.g. balance sheet or regulatory capital).

f) Subordinated notes of the Sunrise I and II, Phoenix and Vega I,II,III securitizations retained by the Group as at 30 June 2023 classified within "Loans and advances mandatorily measured at FVTPL", which have been valued using multiple valuation techniques incorporating significant unobservable inputs.

During the period ended 30 June 2023 and the year ended 31 December 2022, there were no transfers into or out of Level 3. The following table presents a reconciliation of Level 3 fair value measurements for the aforementioned periods:

Group	Reconciliation of Level 3 instruments		
	Financial assets mandatorily measured at FVTPL	Loans and advances to customers mandatorily measured at FVTPL	Financial assets measured at FVTOCI
Opening balance as at 1/1/2022	**93**	**77**	**22**
Gain/ (loss) recognised in the income statement	(26)	-	-
Additions	29	-	3
Disposals	(22)	(25)	-
FX differences	5	-	-
Closing Balance as at 31/12/2022	**78**	**52**	**25**
Gain/ (loss) recognised in the income statement	(6)	-	-
Additions	35	-	-
Disposals	(32)	-	-
Closing Balance as at 30/6/2023	**75**	**52**	**25**

Company	Reconciliation of Level 3 Instruments		
	Financial assets mandatorily measured at FVTPL	Loans and advances to customers mandatorily measured at FVTPL	Financial assets measured at FVTOCI
Opening Balance as at 1/1/2022	**9**	**26**	-
Gain/ (loss) recognised in the income statement	-	(1)	-
Purchases	-	-	2
Disposals	(9)	(25)	-
Closing Balance as at 31/12/2022	-	-	**2**
Gain/(loss) recognised in OCI	-	-	-
Closing Balance as at 30/6/2023	-	-	**2**

Valuation Process and Control Framework

The Group has established appropriate processes and internal controls to ensure that the fair values of its financial assets and liabilities are reasonably estimated. The fair value measurements are determined by functions of the Group that are independent of the risk-taking unit.

The fair values of bonds are determined either by reference to prices for traded instruments in active markets, to external quotations or widely accepted financial models, which are based on market observable or unobservable information where the former is not available, as well as relevant market based parameters such as interest rates, option volatilities, currency rates, etc. The Group may, sometimes, also utilize third-party pricing information, and perform validating procedures on this information to the extent possible or base its fair value on the latest transaction prices available, given the absence of an active market or similar transactions or other market observable inputs. Such instruments are categorised within the lowest level of the fair value hierarchy (i.e. Level 3). The fair value measurement of debt securities, including significant inputs on the valuation models, is performed by Middle Office and independently validated by Group Risk Management ("GRM") on a systematic basis.

The Group mainly engages in plain vanilla derivative products, hence, the valuation models utilised are fairly standard across the industry. Inputs to valuation models are determined based on market observable information wherever possible. Counterparty credit risk-adjustments are applied on all OTC derivatives. The Group calculates a separate Credit Value Adjustment ("CVA") for each counterparty to which the Group has exposure. The CVA is estimated considering expected exposures generated using simulation techniques (i.e. Monte Carlo simulation), as well as International Swaps and Derivatives Association ("ISDA") master netting agreements and collateral postings under Credit Support Annex ("CSA") contracts. With respect to own credit risk, the Group estimates a Debt Value Adjustment ("DVA") by applying a methodology symmetric to the one applied for CVA. The bilateral CVA ("BCVA") is based on implied probabilities of default, derived from credit default swaps ("CDS") spreads observed in the market, or, if these are not available, from appropriate proxies. As at 30 June 2023 and 31 December 2022, the BCVA was immaterial.

On a systematic basis, adequate control procedures are in place for the validation of these models, including the valuation inputs. The Group's Middle Office and GRM provide the control valuation framework necessary to ensure that the fair values are reasonably determined, reflecting current market circumstances and economic conditions. Furthermore, under European Markets and Infrastructure Regulation ("EMIR") regulation, the valuation of interbank OTC derivatives is reconciled on a daily basis with counterparties' valuations, under the daily collateral management process.

Quantitative information for the Level 3 fair value measurement as at 30 June 2023 and 31 December 2022

Financial instruments[4]	Fair Value	Fair Value	Valuation Technique	Significant Unobservable Input	Range of Inputs		Range of Inputs	
					30/6/2023		31/12/2022	
	30/6/2023	31/12/2022			Low	High	Low	High
Financial assets mandatorily at FVTPL – Contingent & variable considerations	27	42	Monte Carlo simulation	Revenue volatility Discount rate Expected cash flows	15% 14% n/a[2]	15% 14% n/a[2]	15% 14% n/a[2]	15% 14% n/a[2]
Financial assets mandatorily measured at FVTPL and FVTOCI – equity securities, mutual funds	70	59	Income, market approach	n/a[1]	n/a[1]	n/a[1]	n/a[1]	n/a[1]
Loans and advances to customers mandatorily measured at FVTPL – Phoenix, Vega I, II, III and Sunrise I and II subordinated notes	6	6	Market approach	Binding quotes from third parties	15%[5]	36%[5]	15%[5]	36%[5]
Loans and advances to customers mandatorily measured at FVTPL – Other	46	46	Discounted Cash Flows	Credit risk adjusted expected cash flows	9%[5]	22%[5]	10%[5]	23%[5]

[1] Mainly refers to equity participations of the Group in the share capital of private companies, thus the respective shares are not traded in active markets. In the absence of an active market, the fair value of these securities is estimated using an income or market valuation approach. Given the bespoke nature of the valuation method in respect of each equity shareholding, it is not practicable to quote a range of unobservable inputs. The changes in the value do not materially affect the Group´s results and assets

[2]The expected Cash Flows (CFs) throughout the earn-out calculation period are commercially sensitive and are not included in the table, given that disclosing them would be detrimental to the Group's interests

[3] Represented as percentage of the loan's gross carrying amount

[4] Includes financial instruments with an individual fair value higher than € 5 million at the end of the reporting period

[5] Represented as percentage of the subordinated notes' nominal value

Reasonably possible assumptions, other than the aforementioned used for determining unobservable inputs of Level 3 instruments, would not have a significant effect on the Group's financial assets and liabilities measured at fair value on a recurring basis.

4.2 Credit Risk Management

4.2.1 Loans and advances to customers at amortised cost

For credit risk management purposes, the Group monitors its credit risk exposure on all acquired loans and advances to customers at amortised cost on a gross basis, i.e. the exposure at default is grossed up with the unamortised purchase price allocation adjustment as of the reporting date (the "PPA adjustment").

For the purposes of this disclosure, gross carrying amount is defined as the amortised cost, before adjusting for any loss allowance, grossed up with the PPA adjustment. Similarly, the ECL allowance for impairment losses presented in the following tables includes the PPA adjustment. As such, the gross carrying amount and ECL allowance for impairment losses presented below does not reconcile to Note 14.

The Company has no loans and advances to customers at amortized cost as at 30 June 2023 and 31 December 2022.

Loans and advances to customers at amortised cost for the Group as at 30 June 2023 and 31 December 2022 are summarised as follows:

Group 30/6/2023	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Credit impaired Lifetime ECL	Purchased or Originated credit impaired ("POCI") Credit impaired Lifetime ECL	Total
Mortgages					
Gross carrying amount	4,456	1,544	225	293	6,518
Less: ECL Allowance for impairment losses	(3)	(16)	(22)	(7)	(49)
Total Mortgages	**4,453**	**1,528**	**203**	**286**	6,470
Consumer, Personal and Other loans					
Gross carrying amount	903	214	97	58	1,271
Less: ECL Allowance for impairment losses	(5)	(20)	(55)	(7)	(87)
Total Consumer, Personal and Other loans	**898**	**194**	**41**	**51**	1,184
Credit Cards					
Gross carrying amount	341	112	26	1	481
Less: ECL Allowance for impairment losses	(1)	(6)	(22)	(1)	(30)
Total Credit Cards	**340**	**106**	**5**	**-**	451
Retail Lending					
Gross carrying amount	5,699	1,870	348	352	8,270
Less: ECL Allowance for impairment losses	(9)	(42)	(101)	(14)	(167)
Total Retail Lending	**5,690**	**1,828**	**248**	**338**	8,103
Large Corporate Lending					
Gross carrying amount	17,895	651	607	102	19,256
Less: ECL Allowance for impairment losses	(18)	(8)	(321)	(22)	(369)
Total Large Corporate Lending	**17,877**	**643**	**286**	**81**	18,887
SMEs Lending					
Gross carrying amount	7,075	1,166	815	246	9,302
Less: ECL Allowance for impairment losses	(19)	(63)	(443)	(91)	(617)
Total SMEs Lending	**7,055**	**1,103**	**373**	**155**	8,686
Public Sector Lending					
Gross carrying amount	94	-	1	2	97
Less: ECL Allowance for impairment losses	-	-	-	-	(1)
Total Public Sector Lending	**94**	**-**	**-**	**2**	96
Corporate and Public Sector Lending					
Gross carrying amount	25,064	1,817	1,423	350	28,655
Less: ECL Allowance for impairment losses	(38)	(71)	(764)	(113)	(986)
Total Corporate and Public Sector Lending	**25,027**	**1,746**	**659**	**237**	27,669
Loans and advances to customers at amortised cost					
Gross carrying amount	30,764	3,687	1,771	702	36,925
Less: ECL Allowance for impairment losses	(47)	(113)	(865)	(127)	(1,153)
Total Loans and advances to customers at amortised cost	**30,717**	**3,574**	**907**	**575**	35,772

Group 31/12/2022	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Credit impaired Lifetime ECL	POCI Credit impaired Lifetime ECL	Total
Mortgages					
Gross carrying amount	4,551	1,677	327	324	**6,879**
Less: ECL Allowance for impairment losses	(3)	(20)	(48)	(15)	**(86)**
Total Mortgages	**4,548**	**1,657**	**278**	**309**	**6,793**
Consumer, Personal and Other loans					
Gross carrying amount	876	263	199	71	**1,410**
Less: ECL Allowance for impairment losses	(6)	(28)	(116)	(13)	**(163)**
Total Consumer, Personal and Other loans	**870**	**236**	**83**	**58**	**1,247**
Credit Cards					
Gross carrying amount	336	99	48	3	**485**
Less: ECL Allowance for impairment losses	(1)	(5)	(41)	(3)	**(50)**
Total Credit Cards	**334**	**94**	**6**	**-**	**435**
Retail Lending					
Gross carrying amount	5,763	2,040	573	399	**8,774**
Less: ECL Allowance for impairment losses	(11)	(53)	(206)	(31)	**(300)**
Total Retail Lending	**5,752**	**1,987**	**367**	**368**	**8,475**
Large Corporate Lending					
Gross carrying amount	17,778	536	660	102	**19,076**
Less: ECL Allowance for impairment losses	(12)	(5)	(325)	(20)	**(363)**
Total Large Corporate Lending	**17,766**	**531**	**335**	**81**	**18,713**
SMEs Lending					
Gross carrying amount	6,776	1,221	1,039	279	**9,314**
Less: ECL Allowance for impairment losses	(14)	(62)	(581)	(97)	**(754)**
Total SMEs Lending	**6,762**	**1,159**	**458**	**182**	**8,560**
Public Sector Lending					
Gross carrying amount	1,615	-	5	2	**1,623**
Less: ECL Allowance for impairment losses	-	-	(4)	-	**(4)**
Total Public Sector Lending	**1,615**	**-**	**2**	**2**	**1,619**
Corporate and Public Sector Lending					
Gross carrying amount	26,169	1,757	1,704	383	**30,013**
Less: ECL Allowance for impairment losses	(26)	(68)	(910)	(117)	**(1,121)**
Total Corporate and Public Sector Lending	**26,143**	**1,689**	**794**	**265**	**28,892**
Loans and advances to customers at amortised cost					
Gross carrying amount	31,932	3,797	2,277	782	**38,787**
Less: ECL Allowance for impairment losses	(37)	(120)	(1,115)	(148)	**(1,421)**
Total Loans and advances to customers at amortised cost	**31,895**	**3,677**	**1,162**	**633**	**37,367**

Stage 1 exposures presented under note line "Large corporate lending" include Collateralised loan obligations ("CLOs") with a gross carrying amount of € 505 million as at 30 June 2023 (31 December 2022: € 502 million). The corresponding ECL, for both periods is immaterial. Refer also to Note 14.

The movement of the ECL allowance for impairment losses on loans and advances to customers at amortised cost for the Group for the six month period ended 30 June 2023 and 2022, is as follows:

Movement in ECL allowance	Group				
	Stage 1	Stage 2	Stage 3	POCI	Total
ECL allowance as at 1/1/2023	37	120	1,115	148	**1,421**
Transfer (to)/ from Held for Sale	-	(2)	(180)	(19)	**(201)**
Transfers between stages (net)	13	(8)	(5)	-	**-**
ECL impairment charge/ (release) for the period (P&L)	(7)	2	291	(8)	**280**
Change in the present value of the allowance	-	-	26	5	**31**
Write-off of interest recognised from change in the present value of the allowance	1	-	(26)	(4)	**(30)**
Write-offs	(1)	(1)	(144)	-	**(146)**
Disposals of loans and advances	-	-	(8)	(6)	**(14)**
FX and other movements	4	1	(205)	11	**(188)**
ECL allowance as at 30/6/2023	**47**	**113**	**864**	**127**	**1,153**

Movement in ECL allowance	Group				
	Stage 1	Stage 2	Stage 3	POCI	Total
ECL allowance as at 1/1/2022	**91**	**175**	**1,508**	**197**	**1,971**
Transfer (to)/ from Held for Sale	(1)	(3)	(375)	(84)	**(464)**
Transfers between stages (net)	42	(22)	(20)	-	**-**
ECL impairment charge/ (release) for the period (P&L)	(59)	6	357	54	**359**
Change in the present value of the allowance	-	-	20	6	**27**
Write-off of interest recognised from change in the present value of the allowance	-	(1)	(37)	(9)	**(47)**
Write-offs	(2)	-	(221)	(20)	**(244)**
Disposals of loans and advances	-	-	-	(1)	**(1)**
FX and other movements	10	6	(57)	(5)	**(46)**
ECL allowance as at 30/6/2022	**80**	**162**	**1,175**	**138**	**1,555**

Line item "ECL impairment charge/ (release) for the period (P&L)" of the Group for the six-month period ended 30 June 2023, includes an additional ECL impairment charge of € 165 million relating to Senna, Delta and Wheel II portfolios (refer to Note 15).

The movement of the ECL allowance for impairment losses on loans and advances to customers at amortised cost for the Company for the six-month period ended 30 June 2023 and 2022 is nil.

The gross modification impact recognised by the Group and the Company, during the period ended 30 June 2023, for loans with ECL allowance measured at an amount equal to lifetime ECL was a loss of € 1 million and nil, respectively (30 June 2022: gain € 1 million and nil, respectively). The said impact represents the changes in the gross carrying amount (before ECL allowance) of the loans from immediately before, to immediately after modification. The impact of modification for the Group and the Company on the ECL allowance associated with these loans was a release of ECL allowance of € 11 million and nil, respectively (30 June 2022: € 13 million and nil, respectively). The net impact for the Group and the Company on the income statement for the period ended 30 June 2023 was therefore, gain of € 10 million and nil, respectively (30 June 2022: gain € 14 million and nil, respectively). The gross carrying amount (before modification) of the loans whose cash flows were modified during the period ended 30 June 2023 amounted to €

462 million for the Group and nil for the Company (30 June 2022: € 1,100 million for the Group and nil for the Company). The Group's gross carrying amount as at 30 June 2023 of loans and advances to customers at amortised cost that have been modified since initial recognition at a time when their ECL allowance was measured at an amount equal to lifetime ECL (Stage 3 and Stage 2) and for which their respective ECL allowance as at 30 June 2023 is measured at an amount equal to 12-month ECL (Stage 1), is € 185 million (30 June 2022: € 137 million) while the respective amount for the Company is nil as at 30 June 2023 and 2022.

4.2.2 Receivables from the Greek Public Sector

The following table presents the carrying amount of the Group's and the Company's receivables from the Greek Public Sector.

	Group		Company	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Derivative financial instruments	21	31	-	-
Debt securities at FVTPL	201	154	-	-
Loans and advances at amortised cost	96	1,619	-	-
Debt securities at amortised cost	7,462	7,517	-	-
Debt securities at FVTOCI	943	795	-	-
Other assets	695	731	7	12
Total	**9,418**	**10,848**	**7**	**12**

The decrease in the carrying amount of line item "Loans and advances at amortised cost" by approximately € 1.5 billion is mainly due to the repayment of funding provided to OPEKEPE, a public sector organisation, aiming to the prompt distribution of EU subsidies to Greek farmers.

5 Segment analysis

The CEO, supported by the Group Executive Committee members, is considered the Chief Operating Decision Maker for the purposes of identifying the Group's reportable segments.

The Group manages its business through the following reportable segments:

Retail Banking – Includes Mass, Affluent, Small Businesses, International Business Unit ("IBU") and Public core customer segments, as well as channels of banking activity (i.e. branches, e-branches, ATMs etc).

Corporate Banking – Includes Large Corporates, Shipping, Small and Medium Entities ("SME") and Agricultural Core customer segments.

Piraeus Financial Markets ("PFM") – Includes the Fixed Income, Foreign Exchange, Treasury activities (including the interest rate gap management arising from all banking activities) and Institutional Clients.

Other – Includes all management related activities not allocated to specific customer segments, the management of real estate owned ("REO") assets, Wealth and Asset Management ("WAM") activities, certain equity participations of the Group, funding transactions approved by the Asset and Liability Management Committee ("ALCO") and intersegmental eliminations.

NPE Management Unit ("NPE MU") – Includes the management of any NPE assessed as non-core business, irrespectively of whether the said exposures are serviced by the Group or third parties. In addition, following the derecognition of Phoenix, Vega I, II, III, Sunrise I and Sunrise II securitized portfolios, this reportable segment includes also the senior and subordinated notes issued by the securitization special purpose vehicles ("SPVs") and retained by the Group. The fees payable for servicing the Group's NPE portfolio are recognized within this segment. Furthermore, the respective segment includes certain equity participations classified in either FVTOCI or FVTPL and certain associates (i.e. Strix Asset Management Ltd, Strix Holdings LP and Strix Holdings II LP).

Business segments include internal allocations of income and expense based on an internally approved methodology. These allocations include, among other, the costs of certain support services and functions to the extent that they can be meaningfully attributed to the reportable business segments. Such allocations are made on a systematic and consistent basis and involve a degree of subjectivity. Costs that are not allocated to business segments are included in Corporate Centre (reported under business segment "other").

Where relevant, income and expense amounts presented include the results of inter-segment funding along with inter-company and inter-business line transactions. All inter-company transactions between business segments are undertaken on arm's length basis and inter-segment transactions and balances are eliminated within each relevant segment.

An analysis of the results and other financial information per business segment of the Group is presented below.

1/1 - 30/6/2023	"Core" Segments						
	Retail Banking	Corporate Banking	PFM	Other	Total	NPE MU	Group
Net interest income	434	298	172	40	944	(9)	935
Net fee and commission income	118	91	5	7	222	3	225
Income from non-banking activities	-	-	-	35	35	3	38
Net gain/ (losses) from derecognition of financial instruments measured at amortised cost	-	-	-	-	-	(2)	(2)
Net other income/ (expenses)	1	1	16	5	23	20	43
Total Net Income	**553**	**390**	**193**	**87**	**1,223**	**15**	**1,239**
Total operating expenses	(209)	(95)	(22)	(57)	(383)	(24)	(407)
Profit/ (loss) before provisions, impairment and other credit-risk related expenses	**344**	**295**	**171**	**30**	**840**	**(9)**	832
ECL Impairment (losses)/ releases on loans and advances to customers at amortised cost	11	(68)	-	(5)	(62)	(218)	(280)
Other credit-risk related charges on loans and advances to customers at amortised cost	(20)	(23)	-	-	(43)	(36)	(79)
Impairment (losses)/ releases on other assets	-	-	-	(10)	(10)	-	(10)
ECL impairment (losses)/ releases on debt securities measured at FVTOCI	-	-	(1)	-	(1)	-	(1)
Impairment of property and equipment and intangible assets	-	-	-	(1)	(1)	(21)	(22)
Impairment on debt securities at amortised cost	-	-	(5)	-	(5)	-	(5)
Other provision (charges)/ releases	1	(1)	-	(21)	(21)	(3)	(25)
Share of profit/ (loss) of associates and joint ventures	-	-	-	(3)	(3)	(20)	(22)
Profit/ (loss) before income tax	**336**	**203**	**166**	**(10)**	**695**	**(307)**	388
Income tax expense							(90)
Profit for the period from continuing operations							298
Profit for the period							298
As at 30/6/2023							
Total assets from continuing operations (excluding assets held for sale)	12,017	20,794	27,914	6,941	67,666	8,910	76,575
Assets held for sale	4	22	-	32	59	349	407
Total assets	12,021	20,816	27,914	6,973	67,724	9,258	76,983
Total liabilities	43,334	14,081	9,109	3,106	69,631	459	70,090

1/1 - 30/6/2022 As reclassified [(1), (2)]	"Core" Segments						
	Retail Banking	Corporate Banking	PFM	Other	Total	NPE MU	Group
Net interest income	187	210	70	119	585	6	**591**
Net fee and commission income	112	81	4	6	203	3	**206**
Income from non-banking activities	-	-	-	25	25	3	**28**
Net gains/ (losses) from derecognition of financial instruments measured at amortised cost	-	-	(17)	-	(17)	(4)	**(20)**
Net other income/ (expenses)	282	-	409	(2)	689	(2)	**688**
Total Net Income	**580**	**292**	**466**	**148**	**1,486**	**6**	**1,492**
Total operating expenses	(214)	(85)	(30)	(60)	(389)	(27)	**(415)**
Profit/ (loss) before provisions, impairment and other credit-risk related expenses	**366**	**207**	**436**	**88**	**1,097**	**(20)**	**1,076**
ECL Impairment (losses)/ releases on loans and advances to customers at amortised cost	(16)	23	1	(6)	3	(361)	**(359)**
Other credit-risk related expenses on loans and advances to customers at amortised cost	(14)	(13)	-	1	(26)	(35)	**(61)**
Impairment (losses)/ releases on other assets	-	-	-	(9)	(9)	-	**(9)**
Impairment on subsidiaries and associates	-	-	-	(2)	(2)	-	**(2)**
ECL impairment (losses)/ releases on debt securities measured at FVTOCI	-	-	1	-	1	-	**1**
Impairment of property and equipment and intangible assets	-	-	-	(2)	(2)	-	**(2)**
Impairment on debt securities at amortised cost	-	-	(2)	-	(2)	-	**(2)**
Other provision (charges)/ releases	-	3	-	(1)	2	-	**3**
Share of profit/ (loss) of associates and joint ventures	-	-	-	3	3	(13)	**(9)**
Profit/ (loss) before income tax	**336**	**220**	**436**	**72**	**1,064**	**(429)**	**635**
Income tax benefit/ (expense)							(22)
Profit for the period from continuing operations							**613**
Profit/ (loss) after income tax from discontinued operations	-	-	-	(1)	(1)	-	**(1)**
Profit for the period							**612**
As at 31/12/2022							
Total assets from continuing operations (excluding assets held for sale)	12,037	21,817	25,387	6,399	65,640	9,615	**75,255**
Assets held for sale	4	12	-	17	33	373	**406**
Total assets	12,042	21,829	25,387	6,415	65,673	9,987	**75,661**
Total liabilities	42,791	14,319	8,356	3,141	68,608	472	**69,080**

(1) In the third quarter of 2022, the Group reclassified Private Banking from reporting segment “Retail” into “Other”. This was in line with the establishment of the new WAM division, which is included within reporting segment “Other”. This segment is engaged in developing clients' wealth and capital management operations. The comparative information has been reclassified accordingly.

(2) In the second quarter of 2023, the Group amended the presentation of deferred tax asset within reportable segments. As a result deferred tax asset is allocated in each reportable segment, instead of presenting the deferred tax asset, in its entirety, in the reported segment “Other”. The comparative information has been reclassified accordingly.

6 Net interest income

Continuing operations	Group		Company	
	1/1 - 30/6/2023	1/1 - 30/6/2022	1/1 - 30/6/2023	1/1 - 30/6/2022
Interest and similar income				
Debt securities measured at FVTOCI	15	18	-	-
Debt securities at amortised cost	121	69	51	49
Loans and advances to customers at amortised cost & reverse repos	863	551	-	-
Due from banks	13	3	-	-
Negative interest from liabilities to ECB	-	73	-	-
Negative interest from other interest bearing liabilities	-	2	-	-
Other	141	4	-	-
Total interest income for financial instruments not measured at FVTPL	**1,153**	**719**	**51**	**49**
Financial instruments measured at FVTPL	16	11	-	7
Derivative financial instruments	82	59	-	-
Total interest and similar income	**1,251**	**788**	**51**	**56**
Interest expense and similar charges				
Due to customers and repurchase agreements	(87)	(17)	-	-
Debt securities in issue and other borrowed funds	(59)	(47)	(35)	(34)
Due to banks	(111)	(5)	-	-
Contribution of Law 128/75	(27)	(26)	-	-
Negative interest from interest bearing assets	-	(33)	-	-
Other	(1)	(1)	-	-
Total interest expense from financial instruments not measured at FVTPL	**(285)**	**(129)**	**(35)**	**(34)**
Derivative financial instruments	(31)	(68)	-	-
Total interest expense	**(317)**	**(197)**	**(35)**	**(34)**
Net interest income	**935**	**591**	**16**	**22**

The increase in line item “Loans and advances to customers at amortised cost & reverse repos” for the period ended 30 June 2023 compared to the period ended 30 June 2022, is mainly due to interest rate increases of floating rate loans, following the consecutive ECB interest rate hikes since the second semester of 2022, as well as due to the increased balances of performing loans.

Line item “Other” of interest and similar income comprises € 120 million generated from the use of Eurosystem’s deposit facility, corresponding to overnight deposits with the Central Bank remunerated with the applicable DFR, which increased to 3.5% as at 21 June 2023, following the aforementioned consecutive increases of key interest rates.

Line item “Due to banks” of interest expense and similar charges includes the interest expense streaming from ECB funding, in the context of the TLTRO III program, amounting to € 76 million. For the comparative period ended the respective interest amounted to a total income of € 73 million and was presented in line item “Negative interest from liabilities to ECB”.

7 Net fee and commission income

Continuing operations	Group		Company	
	1/1 - 30/6/2023	1/1 - 30/6/2022 As reclassified	1/1 - 30/6/2023	1/1 - 30/6/2022
Fee and commission income				
Commercial banking	232	218	22	21
Investment banking	12	13	-	-
Asset management	20	16	-	-
Total fee and commission income	**264**	**248**	**22**	**21**
Fee and commission expense				
Commercial banking	(34)	(38)	(14)	(16)
Investment banking	(4)	(4)	-	-
Total fee and commission expense	**(39)**	**(42)**	**(14)**	**(16)**
Net fee and commission income	**225**	**206**	**8**	**5**

Fee and commission expenses were reclassified in order to better reflect the nature of the expenses recognized, in respect of the services provided for processing card transactions, and due to the changes in the presentation of assets under management ("AUM") and success fees (refer to Note 29).

a. Fee and commission income

The Group and the Company classify revenue from contracts with customers based on the type of services provided. Management believes that this classification reflects how the nature, quantity, timing and uncertainty of the Group's and the Company's income and cash flows are affected by financial factors.

The tables below present total fee and commission income from contracts with customers of the Group and the Company, for the six-month periods ended 30 June 2023 and 2022, per product type and per business segment.

The Group reclassified the amounts of the reporting segment "Retail Banking" into "Other". Refer to Note 5 for further information.

Group 1/1 - 30/6/2023	Total Fee and Commission income Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Asset management/Brokerage	17	1	5	8	-	31
Bancassurance	19	3	-	3	-	26
Cards Issuance	33	5	-	-	1	39
Deposits Commissions	4	1	-	-	-	5
Funds Transfer	29	9	-	4	1	43
Letters of Guarantee	1	20	-	-	1	22
Loans and advances to customers	6	47	-	-	-	54
Payments	10	2	-	1	-	13
FX fees	10	4	-	-	-	15
Other	10	3	-	2	-	15
Total	**142**	**94**	**5**	**18**	**3**	**264**

Company 1/1 - 30/6/2023	Total Fee and Commission income Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Bancassurance	17	2	-	2	-	22
Total	**17**	**2**	**-**	**2**	**-**	**22**

Group 1/1 - 30/6/2022 As reclassified	Total Fee and Commission income Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Acquiring	9	5	-	-	-	14
Asset management/Brokerage	17	1	5	4	-	27
Bancassurance	17	2	-	5	-	24
Cards Issuance	26	4	-	-	1	31
Deposits Commissions	4	1	-	-	-	5
Funds Transfer	28	8	1	1	-	38
Letters of Guarantee	1	16	-	-	1	19
Loans and advances to customers	5	41	-	-	-	46
Payments	11	3	-	-	-	15
FX fees	12	3	-	1	-	15
Other	9	5	-	1	-	15
Total	**139**	**87**	**6**	**13**	**3**	**248**

Company	Total Fee and Commission income					
1/1 - 30/6/2022	Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Bancassurance	15	2	-	4	-	**21**
Total	**15**	**2**	**-**	**4**	**-**	**21**

b. Other income

The tables below present other income from contracts with customers of the Group and the Company, for the six-month periods ended 30 June 2023 and 2022, which fall within the scope of IFRS 15.

Line "Net other income/ (expenses)" of the Income Statement as at 30 June 2023 amounted to € 1 million (30 June 2022: € 13 million), of which € 53 million (30 June 2022: € 18 million) pertains to "other income" that falls within the scope of IFRS 15 as analysed in the below table:

Group	Other Income					
1/1 - 30/6/2023	Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Other operating income	-	-	-	48	-	**48**
Gain from sale of investment property	-	-	-	1	-	**1**
Gain from sale of other assets	-	-	-	4	-	**4**
Total	**-**	**-**		**53**	**-**	**53**

Group	Other Income					
1/1 - 30/6/2022	Retail Banking	Corporate Banking	Piraeus Financial Markets	Other	NPE MU	Total
Other operating income	-	-	-	14	-	**14**
Gain from sale of investment property	-	-	-	1	-	**1**
Gain from sale of other assets	-	-	-	2	1	**3**
Total	**-**	**-**		**17**	**1**	**18**

For the Company, the respective income for the six-month periods ended 30 June 2023 and 2022 is immaterial.

8 Other credit risk related expenses on loans and advances to customers at amortised cost

The Group's other credit risk related expenses on loans and advances to customers at amortised cost for the period ended 30 June 2023 amounted to € 79 million (30 June 2022: € 61 million) and consist of fees payable for having its NPE portfolio managed, such as AUM fees and success fees, and credit protection fees payable by the Group in the context of synthetic securitizations.

For the period ended 30 June 2023 AUM fees amounted to € 11 million (30 June 2022: € 13 million), success fees amounted to € 42 million (30 June 2022: € 36 million) and protection fees amounted to € 26 million (30 June 2022: € 11 million).

9 Other provision (charges)/ releases

The variance of € 28 million against the period ended 30 June 2022, is mainly due to the recognition of a loss amounting to € 19 million for an option agreement written by the Bank that was exercised in the second quarter of 2023 and higher provision charges for outstanding legal cases by € 5 million.

10 Income tax benefit/ (expense)

Continuing operations	Group	
	1/1 - 30/6/2023	1/1 - 30/6/2022
Current tax expense	(9)	(4)
Deferred tax expense	(82)	(18)
Income tax expense	**(90)**	**(22)**

Under the tax amendments of Greek Law 4799/2021 corporate income tax rate for legal entities, other than credit institutions, decreased to 22% for tax years as of 2021 onwards.

The corporate income tax rate applicable to financial institutions, remains at 29% for 2023 and 2022, provided that the specific provisions of art. 27A of the Greek Income Tax Code ("ITC") apply to those tax years.

For the Company, income tax expense for the six-month periods ended 30 June 2023 and 2022 is immaterial.

The deferred tax recognized for the Group in the Income Statement is attributable to temporary differences between the tax and accounting base, the effect of which is analysed in the table below:

	Group	
	1/1 - 30/6/2023	1/1 - 30/6/2022
Pensions and other post retirement benefits	(2)	(3)
Loans and advances to customers	(47)	121
Derivative financial instruments valuation adjustment	(6)	(24)
Investment property fair value adjustment	-	(2)
Depreciation of property and equipment	(3)	(2)
Amortisation of intangible assets	(3)	7
Recognition of tax losses carried forward	1	-
Impairment of Greek government bonds (PSI)	(28)	(28)
Investments	(3)	(55)
Other temporary differences	12	(32)
Reserve from finacial assets at FVTOCI	(4)	-
Total	**(82)**	**(18)**

Management has estimated that tax losses carried forward of € 15 million for the Group as at 30 June 2023 can be used to offset future taxable profits and thus the Group has recognised a corresponding DTA amounting to € 3 million (31 December 2022: € 2 million). Of the aforementioned tax losses, € 7 million has no predefined time limit for offsetting against taxable income, while the remaining € 8 million can be offsetted over the five (5) financial years following the financial year in which the income tax was withheld.

DTA on tax losses carried forward are recognised only when it is probable that taxable profits will be available, against which these carried forward tax losses can be utilised. On this base, the Group and the Company have unused tax losses as at 30 June 2023 of € 3,890 million and € 1,764 million respectively (31 December 2022: € 2,177 million and € 1,757 million for the Group and the Company, respectively), for which no DTA was recognized in the Statement of Financial Position. The variance of € 1,713 million at Group level is mainly attributable to the acquisition of MIG Holdings S.A. (“MIG”). Refer to Note 17.A for further details.

As at 30 June 2023, the Group has recognised a DTA of € 5,893 million (31 December 2022: € 5,974 million) and a deferred tax liability of € 9 million (31 December 2022: € 10 million).

As at 30 June 2023, the DTA of the Group that meets the provisions of article 27 of Law 4172/2013, i.e. is eligible for Deferred Tax Credit (“DTC”), amounted to € 3,513 million (31 December 2022: € 3,541 million), of which € 1,022 million relates to unamortised PSI losses (31 December 2022: € 1,050 million) and € 2,491 million relates to temporary differences between the IFRS carrying amount and tax base of loans and advances to customers (31 December 2022: € 2,491 million). In order to safeguard the regulatory amortization pace of the DTC loan component from being impacted by the 2021 modification in Article 27 of Law 4172/2013, a prudential DTC amortization adjustment of € 119 million as of 30 June 2023 (31 December 2022: € 55 million) was deducted from the Group's regulatory capital. This adjustment is solely taken into account for calculating the Group's regulatory capital. Refer to Note 28.

Effective from tax year 2021 onwards, par. 3A of article 27 of the ITC applies, as added with article 125 of Greek Law 4831/2021, regarding the treatment and order of offsetting the debit difference defined under article 27 of the ITC. According to par. 1 of the same article, any debit difference outstanding at the end of the twenty-year amortization period is classified as a loss and may be carried forward for five (5) years.

The income tax benefit/ (expense) of the Group’s foreign subsidiaries is estimated based on the respective nominal corporate income tax rates applicable in 2023 and 2022 (Bulgaria: 10%, Romania: 16%, Egypt: 22.5%, Serbia: 15%, Ukraine: 18%, Cyprus: 12.5%, Albania: 15%, Netherlands 25.8% and United Kingdom: 19% until 31 March 2023 and 25% going forward from 1 April 2023).

According to article 82 of Greek Law 4472/2017, credit institutions and other legal entities scoped into the provisions of article 27A of Greek Law 4172/2013 are required to pay an annual fee of 1.5% on the excess amount guaranteed by the Greek State of DTAs arising from the difference between the tax rate applicable under Greek Law 4334/2015 (Gazette A' 80/16/7/2015) retrospectively from 1 January 2015 onwards (29%), and the tax rate applicable on 30 June 2015 (26%). The corresponding amount of the Group for the period ended 30 June 2023, was € 3 million, and has been recognized within line item “Net other income/ (expenses)" of the Income Statement.

11 Earnings/ (losses) per share

Basic earnings/ (losses) per share (“EPS”) are calculated by dividing the profit/ (loss) after tax attributable to the ordinary shareholders of the Company, by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares held by the Group.

	1/1 - 30/6/2023	1/1 - 30/6/2022	1/4 - 30/6/2023	1/4 - 30/6/2022
Profit for the period attributable to ordinary shareholders of the parent entity from continuing operations	299	614	120	92
Loss for the period attributable to ordinary shareholders of the parent entity from discontinued operations	-	(1)	-	-
Profit for the period attributable to ordinary shareholders of the parent entity from continuing and discontinued operations	**299**	**613**	**120**	**92**
Weighted average number of ordinary shares in issue (basic and diluted earnings/(losses))	1,250,054,239	1,249,851,815	1,250,089,827	1,249,972,618
Basic and diluted earnings/(losses) per share in € from continuing operations	0.24	0.49	0.10	0.07
Basic and diluted earnings/(losses) per share in € from discontinued operations	-	-	-	-
Basic and diluted earnings/(losses) per share in € from continuing and discontinued operations	**0.24**	**0.49**	**0.10**	**0.07**

On 27 June 2023, the AGM of the Company's shareholders approved a share buyback programme for the acquisition of own common shares of the Company, subject to prior regulatory approval. In this context, the weighted average number of ordinary shares has not been affected as of 30 June 2023. Refer to Note 24 for further information.

12 Tax effects relating to other comprehensive income / (expense) for the period

Group - Continuing operations	1/1 - 30/6/2023			1/1 - 30/6/2022		
	Gross	Tax	Net	Gross	Tax	Net
Items that may be reclassified subsequently to profit or loss						
Change in reserve from debt securities measured at FVTOCI	22	(7)	15	(248)	71	(177)
Change in currency translation reserve	(1)	-	(1)	(1)	-	(1)
Items that will not be reclassified subsequently to profit or loss						
Change in reserve from equity instruments measured at FVTOCI	(23)	7	(16)	(4)	1	(3)
Change in property revaluation reserve	1	-	1	-	-	-
Other comprehensive income/ (expense) from continuing operations	**(1)**	**-**	**(1)**	**(253)**	**72**	**(181)**

13 Derivative financial instruments

The Group's derivative financial instruments mainly comprise currency and interest rate swaps ("IRSs"), forward rate agreements and options, held either for trading or hedging purposes. As at 30 June 2023, the Group's derivative assets and liabilities have a total fair value of € 2,279 million and € 632 million, respectively (31 December 2022: € 1,830 million and € 656 million, respectively).

Specifically, derivative assets and liabilities held for trading, with a carrying amount at the end of the reporting period of € 714 million and € 631 million, respectively (31 December 2022: € 753 million and € 656 million, respectively) relate mainly to IRSs. The fair value of Group's derivative assets and liabilities held for hedging amounted to € 1,565 million and € 1 million, respectively, at the end of the reporting period (31 December 2022: € 1,077 million and nil, respectively).

The Group applies fair value hedge ("FVH") accounting in order to mitigate its exposure arising from interest rate variability on Greek Government Bonds ("GGBs") and other sovereign bonds, by using IRSs. During the first semester of 2023, the Bank engaged in new IRSs for hedging its exposure to market interest rates and applied FVH accounting to an additional perimeter of sovereign debt securities with a total nominal value of € 3,490 million.

As at 30 June 2023, the total notional values of the aforementioned IRSs hedging sovereign bonds measured at FVTOCI and amortised cost, amounted to € 292 million and € 6,689 million, respectively (31 December 2022: € 202 million and € 3,294 million, respectively). For the six-month period ended 30 June 2023, the total impact of FVH accounting on the said debt securities was a loss of € 33 million, of which a € 36 million loss related to hedged items measured at amortised cost and a € 3 million gain related to hedged items measured at FVTOCI (30 June 2022: loss of € 1,314 million, of which € 1,274 million and € 40 million losses related to hedged items measured at amortised cost and FVTOCI, respectively), which was offset by a valuation gain of € 29 million of the hedging derivatives (30 June 2022: gain of € 1,296 million), resulting to a net loss of € 4 million recognised in the Income Statement (30 June 2022: net loss of € 18 million).

The variance of € 274 million in line item "Net gains/ (losses) from financial instruments measured at FVTPL" is mainly attributable to gains from derivatives recognised in the period ended 30 June 2022.

14 Loans and advances to customers at amortised cost

	Group	
	30/6/2023	**31/12/2022**
Mortgages	6.517	6.877
Consumer/ personal and other loans	1,267	1,403
Credit cards	481	485
Retail Lending	**8,265**	**8,766**
Corporate and Public Sector Lending	**28,126**	**29,484**
Collateralised loan obligations (CLOs)	**505**	**502**
Total gross loans and advances to customers at amortised cost	**36,896**	**38,751**
Less: ECL allowance	(1,124)	(1,385)
Total	**35,772**	**37,367**

For the purposes of this disclosure, both the gross carrying amount and the ECL allowance for impairment losses have not been grossed up with the PPA adjustment. As such, the respective amounts reported above do not reconcile to Note 4.2.1.

At Group level, the Senior Notes of the securitizations Phoenix, Vega I, II and III, Sunrise I and II, with a gross carrying amount of € 5,952 million as at 30 June 2023 (31 December 2022: € 6,075 million), are included within note line "Corporate and Public Sector Lending". The ECL allowance on the aforementioned notes is immaterial as at the reporting date.

A reconciliation of the gross carrying amount and the ECL allowance of loans and advances to customers at amortised cost, as defined in Note 4.2.1, against the values presented in the aforementioned table is provided below, having taken into account the unamortised PPA adjustment as of the reporting date. For the purposes of this reconciliation, CLOs are presented within line item "Corporate and Public Sector Lending".

	Group	
	30/6/2023	31/12/2022
Mortgages (grossed up with PPA adjustment)	6,518	6,879
Less PPA adjustment	(1)	(2)
Mortgages	**6,517**	**6,877**
Consumer/ personal and other loans (grossed up with PPA adjustment)	1,271	1,410
Less PPA adjustment	(4)	(6)
Consumer/ personal and other loans	**1,267**	**1,403**
Credit cards (grossed up with PPA adjustment)	481	485
Less PPA adjustment	-	-
Credit cards	**481**	**485**
Retail Lending (grossed up with PPA adjustment)	8,270	8,774
Less PPA adjustment	(6)	(9)
Retail Lending	**8,265**	**8,766**
Corporate and Public Sector Lending (grossed up with PPA adjustment)	28,655	30,013
Less PPA adjustment	(23)	(27)
Corporate and Public Sector Lending	**28,631**	**29,986**
Total gross loans and advances to customers at amortised cost (grossed up with PPA adjustment)	36,925	38,787
Less PPA adjustment	(29)	(36)
Total gross loans and advances to customers at amortised cost (A)	**36,896**	**38,751**
Less: ECL allowance (grossed up with PPA adjustment)	(1,153)	(1,421)
Less PPA adjustment	29	36
Less: ECL allowance (B)	**(1,124)**	**(1,385)**
Net loans and advances to customers at amortised cost (A) + (B)	**35,772**	**37,367**

15 Assets held for sale ("HFS")

As at 30 June 2023, the carrying amount of the Group's assets HFS amounted to € 407 million (31 December 2022: € 406 million), mainly comprising loans and advances to customers. Note 5 presents a breakdown of the assets HFS per business segment, where € 352 million and € 55 million have been reported under "NPE MU" and "Core" reporting segments respectively. Management has concluded that the IFRS 5 criteria continue to apply to those assets that had been classified as HFS during previous reporting periods and are yet to be disposed as at 30 June 2023. Further information pertaining to those assets that have been classified as HFS or sold during and after the reporting period is provided below:

Assets classified as HFS during the reporting period

Delta portfolio: Portfolio "Delta" comprises mainly of NPEs, across the corporate, SME and retail segments, that have been originated in Romania and are subject to a funded participation agreement. Management assessed and concluded that the aforementioned loan portfolio satisfies the HFS classification criteria as at 30 June 2023. Following the HFS classification, the carrying amount of the loans was written down to € 53 million while the corresponding impairment losses charged by the Group in the Income Statement amounted to € 31 million. The transaction is expected to be concluded within 2023.

Other portfolios: Certain NPEs and other receivables (other financial assets) were classified as HFS on 30 June 2023, having a carrying amount of € 5 million. No additional impairment loss or reversal was recognized as a result of the HFS classification. The sale of these exposures is expected to be concluded in 2023.

Assets sold during the reporting period

Senna portfolio: The Group initiated and completed the sale process of an NPE loan portfolio, namely "Senna", during the first semester of 2023. The transaction involved the securitization and transfer of the loans into a SPV and the issuance of a single securitization note which was wholly acquired by a third-party investor. As a result of the write-down and completion of the sale transaction, the Group recognized in the Income Statement a total loss of € 123 million.

Assets classified as HFS and sold after the reporting period

Wheel II portfolio: The Group initiated the sale process of an NPE corporate loan portfolio, namely "Wheel II", during the first semester of 2023. Following the HFS classification, the carrying amount of the loans was written down to € 17 million as at 30 June 2023, while the corresponding impairment losses charged by the Group in the Income Statement amounted to € 19 million. The sale was completed in July 2023.

Assets classified as HFS in previous reporting periods and sold during the current reporting period

During the first semester of 2023, the Group disposed certain NPE portfolios namely Trinity IX, Trinity XI as well as other NPEs that had been classified as HFS during the fourth quarter of 2022. The aggregate carrying value of the aforementioned exposures was € 26 million as at 31 December 2022.

16 Debt securities at amortised cost and financial assets measured at FVTOCI

As at 30 June 2023, the Group's debt securities measured at amortised cost and financial assets measured at FVTOCI amounted to € 10,916 million and € 1,276 million, respectively (31 December 2022: € 10,844 million and € 897 million, respectively). The aforementioned investment securities mainly comprise domestic and foreign government bonds, as well as debt securities issued by corporate and financial institutions, the vast majority of which have a residual maturity higher than 12 months as of the reporting date.

The Company's debt securities measured at amortised cost comprise solely the Tier 2 Notes, issued by its subsidiary namely Piraeus Bank (in the context of the demerger that was completed on 30 December 2020). As of 30 June 2023, the ECL previously recognised related to the aforementioned notes has been decreased by € 13 million, resulting to an equal amount of gain in the Company's Income Statement, as a result of the long-term credit rating upgrade of the issuer of the notes that occurred in the current reporting period. This intragroup transaction has no impact on the Group's financial statements.

During the six-month period ended 30 June 2023, the Group purchased debt securities which were classified at amortised cost of total nominal value € 206 million, of which € 81 million relates to sovereign bonds and € 125 million to financial institution bonds. The impact of FVH accounting on debt securities measured at amortised cost is disclosed in Note 13. Furthermore, during the period ended 30 June 2023, the Group proceeded with purchases of government bonds and treasury bills, which were classified at FVTOCI and as a result the total nominal value of its domestic and foreign sovereign debt securities measured at FVTOCI increased by € 127 million and € 280 million, respectively.

As of 30 June 2023, debt securities measured at amortised cost amounting to € 10,913 million are classified in Stage 1 (31 December 2022: € 10,837 million) with a corresponding ECL allowance of € 31 million (31 December 2022: € 31 million), while debt securities at amortised cost amounting to € 3 million are classified in Stage 3 (31 December 2022: Stage 2 € 7 million and Stage 3 nil), with a corresponding ECL allowance of € 4 million (31 December 2022: Stage 2 € 4 million and Stage 3 nil).

Debt securities measured at FVTOCI are classified in Stage 1, in their entirety, and the resulting ECL allowance as of 30 June 2023 amounted to € 1 million (31 December 2022: stage 1 € 1 million).

17 Investments in consolidated companies

The investments of the Group and the Company in consolidated companies as at 30 June 2023, are analysed below:

A. Subsidiaries (full consolidation method)

a/a	Company	Activity	Country	Unaudited tax years [1]	Group	Company
					% holding	% holding
1.	Piraeus Bank S.A.	Banking activities	Greece	2020-2022	100.00%	100.00%
2.	Piraeus Leasing Single Member S.A.	Financial leasing	Greece	-	100.00%	-
3.	Sunshine Leases Single Member S.A.	Financial leasing	Greece	-	100.00%	-
4.	Piraeus Property Real Estate Management Single Member S.A.	Property management	Greece	-	100.00%	-
5.	Dynamic Asset Operating Leasing S.A.	Operating leasing	Greece	2017-2022	100.00%	-
6.	Piraeus Securities S.A.	Stock exchange services	Greece	2017-2022	100.00%	-
7.	Piraeus Factoring Single Member S.A.	Corporate factoring	Greece	2017-2022	100.00%	-
8.	Piraeus Capital Management Single Member S.A.	Management of venture capital fund	Greece	2017-2022	100.00%	-
9.	Piraeus Jeremie Technology Catalyst Management Single Member S.A.	Management of venture capital fund	Greece	2017-2022	100.00%	-
10.	Piraeus Asset Management Single Member M.F.M.C. S.A.	Mutual funds management	Greece	2018-2022	100.00%	-
11.	Geniki Information Single Member S.A.	Assessment and collection of commercial debts	Greece	2017-2022	100.00%	-
12.	Achaia Clauss Estate S.A.	Property management	Greece	2017-2022	75.76%	-
13.	Kosmopolis A' Shopping Centers Single Member S.A.	Shopping center's management	Greece	2017-2022	100.00%	-
14.	ND Development Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
15.	New Up Dating Development Real Estate and Tourism Single Member S.A.	Property, tourism & development company	Greece	2017-2022	100.00%	-
16.	Picar Single Member S.A.	City Link areas management	Greece	2017-2022	100.00%	-
17.	P.H. Development	Property management	Greece	2017-2022	100.00%	-
18.	General Construction and Development Co. S.A.	Property development/ holding company	Greece	2017-2022	66.66%	-

a/a	Company	Activity	Country	Unaudited tax years [1]	Group % holding	Company % holding
19.	Entropia Ktimatiki S.A.	Property management	Greece	2017-2022	66.70%	-
20.	Komotini Real Estate Development Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
21.	Piraeus Development Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
22.	Piraeus Real Estate Single Member S.A.	Real estate development	Greece	2017-2022	100.00%	-
23.	Pleiades Estate Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
24.	Piraeus Agency Solutions Single Member S.A.	Insurance agency	Greece	2017-2022	100.00%	100.00%
25.	Mille Fin S.A.	Trading of boat vehicles, cars and equipment	Greece	2017-2022	100.00%	-
26.	Multicollection S.A.	Assessment and collection of commercial debts	Greece	2009-2022	51.00%	-
27.	Piraeus Direct Solutions Single Member S.A.	Financial - telecommunication & IT services	Greece	2017-2022	100.00%	-
28.	Centre of Sustainable Entrepreneurship Excelixi Single Member S.A.	Consulting Services - Hotel - Training & Seminars	Greece	2017-2022	100.00%	-
29.	PROSPECT M.C.P.Y.	Yachting management	Greece	2017-2022	100.00%	-
30.	Ianos Properties Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
31.	Lykourgos Properties Single Member S.A.	Property management	Greece	2017-2022	100.00%	-
32.	Thesis Hermes Single Member S.A.	Property management	Greece	2022	100.00%	-
33.	Thesis Agra Single Member S.A.	Property management	Greece	2022	100.00%	-
34.	Thesis Cargo Single Member S.A.	Property management	Greece	2022	100.00%	-
35.	Thesis Schisto Single Member S.A.	Property management	Greece	2022	100.00%	-
36.	Thesis Stone Single Member S.A.	Property management	Greece	2022	100.00%	-
37.	Trastor Real Estate Investment Company	Real estate investment property	Greece	2017-2022	97.78%	-
38.	Sinoris Single Member S.A.	Property management	Greece	2022	100.00%	-
39.	Iolcus Investments Alternative Investments Funds Managers S.A.	Alternative investments funds management	Greece	2017-2022	100.00%	-
40.	Snappi S.A.	Digital banking products and services	Greece	-	55.00%	55.00%
41.	Neoris Single Member S.A.	Property management	Greece	2022	100.00%	-
42.	Aleva Single Member S.A.	Property management	Greece	-	100.00%	-
43.	Arpis Single Member S.A.	Property management	Greece	-	100.00%	-
44.	Novus Symmetoches Single Member S.A.	Holding company	Greece	-	100.00%	-
45.	Synthis Single Member S.A.	Property management	Greece	-	100.00%	-
46.	Piraeus Electronic Loan Documentation Single Member S.A.	Services management of customers digital loan or other files	Greece	-	100.00%	-

a/a	Company	Activity	Country	Unaudited tax years [1]	Group % holding	Company % holding
47.	Pileas Real Estate - Commercial S.A.	Property management	Greece	2020-2022	97.78%	-
48.	MIG Holdings S.A.	Holding company	Greece	2017-2022	87.79%	-
49.	Athenian Investments Holdings S.A.	Holding company	Greece	2017-2022	87.79%	-
50.	MIG Media S.A.	Advertising services	Greece	2017-2022	87.79%	-
51.	Tirana Leasing Sh.A.	Finance leases	Albania	2018-2022	100.00%	-
52.	Cielo Consultancy Sh.P.K.	Property management	Albania	2014-2022	99.09%	-
53.	Euroinvestment & Finance Public Ltd	Asset management, real estate operations	Cyprus	2018-2022	90.90%	2.21%
54.	R.E. Anodus Two Ltd	Holding and investment company	Cyprus	2013-2022	99.09%	-
55.	Tellurion Ltd	Holding company	Cyprus	2013-2022	100.00%	-
56.	Tellurion Two Ltd	Holding company	Cyprus	2015-2022	99.09%	-
57.	Trieris Two Real Estate LTD	Holding, Investment and Real Estate Portfolio Management	Cyprus	2011-2022	100.00%	-
58.	R.E. Anodus Ltd	Consultancy services for real estate development and investments	Cyprus	2014-2022	100.00%	-
59.	Lakkos Mikelli Real Estate Ltd	Property management	Cyprus	2018-2022	50.66%	-
60.	Philoktimatiki Public Ltd	Land and property development	Cyprus	2018-2022	53.32%	-
61.	Sunholdings Properties Company Ltd	Land and property development	Cyprus	2018-2022	26.66%	-
62.	Philoktimatiki Ergoliptiki Ltd	Construction company	Cyprus	2018-2022	53.32%	-
63.	MIG Leisure Ltd	Holding company	Cyprus	2009-2022	87.79%	-
64.	MIG Aviation Holdings Ltd	Holding company	Cyprus	2009-2022	87.79%	-
65.	JSC Piraeus Bank ICB	Banking activities	Ukraine	-	99.99%	99.99%
66.	Akinita Ukraine LLC	Real estate development	Ukraine	2014-2022	100%	-
67.	Sinitem LLC	Sale and purchase of real estate	Ukraine	2013-2022	99.94%	-
68.	Solum Enterprise LLC	Property management	Ukraine	2012-2022	99.94%	-
69.	Solum Limited Liability Company	Property management	Ukraine	2018-2022	99.94%	-
70.	Piraeus Leasing Romania S.A.	Monitoring and collection services for loans disbursed by the company	Romania	2003-2022	100.00%	-
71.	Daphne Real Estate Consultancy SRL	Real estate development	Romania	2014-2022	99.09%	-
72.	Proiect Season Residence SRL	Real estate development	Romania	2018-2022	100.00%	-
73.	R.E. Anodus SRL	Real estate development	Romania	2013-2022	99.09%	-
74.	Piraeus Rent Doo Beograd	Operating leases	Serbia	2007-2022	100.00%	-
75.	Fabrika Secera Sajkaska Doo	Sugar production	Serbia	-	100.00%	-
76.	Crvenka Fabrika Secera Doo	Sugar production	Serbia	-	100.00%	-

a/a	Company	Activity	Country	Unaudited tax years (1)	Group	Company
					% holding	% holding
77.	JSC Robne Kuce Beograd (RKB)	Property management	Serbia	2007-2022	87.79%	-
78.	MIG Real Estate (Serbia) B.V.	Holding company	Netherlands	2007-2022	87.79%	-
79.	Piraeus Real Estate Egypt LLC	Property management	Egypt	2011-2022	100.00%	-
80.	Trieris Real Estate Management Ltd	Management of real estate companies	British Virgin Islands	-	100.00%	-
81.	Piraeus Group Capital Ltd	Debt securities' issuance	United Kingdom	-	100.00%	100.00%
82.	Piraeus Group Finance PLC	Debt securities' issuance	United Kingdom	2012-2022	100.00%	-
83.	Piraeus SNF DAC	SPV for securitization of corporate, mortgage and consumer loans	Ireland	-	-	-
84.	Sunrise III NPL Finance DAC	SPV for securitization of corporate loans	Ireland	-	-	-
85.	Magnus NPL Finance DAC	SPV for securitization of corporate loans	Ireland	-	-	-

Note [1]: In accordance with Ministerial Decision 1208/20.12.2017 of the Independent Public Revenue Authority, the tax position of entities domiciled in Greece that have not been notified by the local tax authorities for a tax audit, is deemed to be final only after a five-year period has elapsed since the end of each fiscal year.

The subsidiaries duly numbered 83 - 85 are SPVs for securitization of loans and advances to customers and issuance of debt securities. The investment numbered 61 is a subsidiary due to majority representation in the company's BoD.

Furthermore, as at 30 June 2023 the subsidiaries duly numbered 11, 25, 26, 50 and 51 were under liquidation.

The following subsidiaries, that in aggregate are immaterial to the Group's financial position and results of operations, are not consolidated but recognized at cost: a) "Hellenic Information Systems HIS S.A.", b) "The Museum Ltd." and c) "Kion Holdings Ltd". The full consolidation of the aforementioned companies would not have a significant effect on the Interim Financial Statements since the sum of their total net income, total equity and total assets comprises less than 0.01% of the Group's respective balances, based on their most recent financial statements.

Acquisition of MIG

As of 31 December 2022, the Bank's 31.2% equity interest in MIG was classified as an associate. Since 6 February 2023, the Bank gradually increased its shareholding to 87.8% for a total cash consideration of € 105 million. The shareholding acquired through the Stock Exchange in excess of one third of MIG's outstanding shares was subject to regulatory approval by the Hellenic Competition Commission ("HCC"), therefore, pursuant to the relevant provisions of antitrust law, the voting rights arising from such shares were not exercisable until the HCC approval date, i.e. 13 April 2023. The Bank's shareholding in MIG as of 13 April 2023 was 62.2% and the cash consideration paid by the Bank for the additional 31% equity interest in MIG up to that date amounted to € 53 million. As the Bank held a non-controlling interest in MIG up to 13 April 2023, the additional investment of € 53 million was recognized under the equity method, i.e. the cost of the Bank's investment in associates was increased by an equivalent amount. In line with the requirements of Greek Law 3461/2006, the Bank launched a mandatory tender offer ("MTO") in order to acquire the remaining MIG common shares held by third parties at a price of € 0.217 per share. The MTO was completed on 21 April 2023 and the Bank's shareholding in MIG increased by 25.6% to 87.8%, as of that date. The cash consideration paid by the Bank for the acquisition of the 25.6% interest amounted to € 52 million and the previously held 62.2% interest which was accounted for as an associate and which was increased to a 87.8% controlling interest through a business combination, was remeasured to fair value.

In November 2022, the Bank contributed into Strix Holdings LP, two (2) bond loans due from MIG of total carrying value € 329 million, in exchange for additional limited partnership interests. On 13 December 2022, MIG announced that its BoD had accepted a proposal submitted by Strix Holdings LP for the exchange of the entirety of the bonds owned by Strix Holdings LP pertaining to said two bond loans for MIG's total direct and indirect stake in Attica Holdings S.A. (i.e. total shareholding of 79.4%), the "Debt-to-Asset Swap". The proposed transaction was subject to two conditions precedent, namely: a) Strix Holdings LP being granted regulatory approval by the HCC for the acquisition of a controlling stake in Attica Holdings S.A.; b) approval of the proposed Debt-to-Asset Swap by MIG's shareholders. Both conditions had been met prior to 13 April 2023, hence the scope of MIG's identifiable net assets as of the acquisition date did not include: a) Attica Holdings S.A. and its subsidiaries; and b) MIG's bond loan liabilities due to Strix Holdings LP. The Debt-to-Asset Swap was executed on 12 May 2023.

The acquisition of MIG underpins the Group's strategy to achieve synergies from the Bank's holdings portfolio and to maximize the returns for the benefit of the Company's shareholders. The acquisition is expected to enhance the Group's strategy for revenue diversification and entails the following key benefits: i) enrichment of the Group's investment property portfolio, ii) geographical dispersion of the Group's activities; and iii) opportunities for the development of new business activities.

The fair value of each major class of identifiable assets acquired and liabilities assumed at the acquisition date is provided below:

	MIG Holdings S.A. Consolidated amounts
ASSETS	
Due from banks	15
Investment property	203
Other assets	4
Total Assets	**222**
LIABILITIES	
Due to banks	92
Other liabilities	7
Total Liabilities	**99**
Net assets **(A)**	123
*of which pre-existing relationships **(B)***	*(82)*
Identifiable net assets recognized (C) A-B	**205**
Consideration paid	52
Effective settlement of pre-existing relationships	82
Non controlling interest	15
Fair value of previously held interest	76
Total (D)	**226**
Goodwill D-C	**21**

Management assessed that goodwill was impaired, given that the Group's investment in the acquiree is not expected to generate cash inflows that would be significantly higher from the fair value of the acquiree's underlying assets, therefore, an impairment loss of € 21 million was charged in the income statement. The fair value remeasurement of the previously held 62.2% interest in MIG resulted to a gain of € 34 million, which was recognized in line item "Net gains/ (losses) from loss of control over subsidiaries/ disposal of associates and joint ventures" of the income statement. The cash and cash equivalents acquired at the acquisition date, net of intercompany balances, amounted to € 6 million. During the period ended 30 June 2023, the Group recognized in the income statement a net loss of € 15 million from its total equity stake in MIG, broken down as follows:

	€ million
Share of MIG's loss under the equity method up to 13 April 2023	(24)
Gain from fair value remeasurement of the previously held 62.2% interest	34
Recycling of loss recognized in OCI under the equity method up to 13 April 2023	(4)
Impairment of goodwill	(21)
Total loss recognized in the income statement	**(15)**
of which due to acquisition of the 56.6% stake in 2023	*(3)*
of which due to pre-existing 31.2% stake	*(12)*

MIG's total revenue and loss before tax accounted for under the full consolidation method after 13 April 2023 and up to the reporting date is immaterial. The impact of the MIG acquisition on the Group's total net income and profit before income tax, had it been recognized on 1 January 2023, is immaterial.

Financial statements of subsidiaries

The annual financial statements of the Group's subsidiaries for the year ended 31 December 2022 are available on the Company's web site at www.piraeusholdings.gr in section Investor Relations, subsection Financial Data - Financial Statements and Other Information - Consolidated Companies.

B. Associates and joint ventures (equity method)

B.1 Associates

The Group's associates as at 30 June 2023 are the following:

s/n	Company	Activity	Country	Unaudited tax years (1)	Group % Holding	Company % Holding
1.	Piraeus - TANEO Capital Fund	Close end venture capital fund	Greece	-	50.01%	-
2.	PJ Tech Catalyst Fund	Close end venture capital fund	Greece	-	30.00%	-
3.	APE Commercial Property Real Estate Tourist and Development S.A.	Holding company	Greece	2017-2022	27.80%	-
4.	Omicron Cyclos Ena Symmetohiki S.A. (2)	Holding company	Greece	2017-2022	28.10%	-
5.	APE Investment Property S.A.	Real estate, development/ tourist services	Greece	2017-2022	28.92%	-
6.	Olganos Real Estate S.A.	Property management/electricity production from renewable energy resources	Greece	2017-2022	32.27%	-
7.	Pyrrichos S.A.	Property management	Greece	2017-2022	55.95%	-

s/n	Company	Activity	Country	Unaudited tax years [1]	Group	Company
					% Holding	% Holding
8.	Exodus S.A. [2]	Information technology & software	Greece	2017-2022	49.90%	-
9.	Evros Development Company S.A.	European community programs management	Greece	2017-2022	30.00%	-
10.	Gaia S.A.	Software services	Greece	2017-2022	24.92%	-
11.	Crete Scient & Tech. Park Manag. & Dev. Co. S.A.	Scientific and technology park management	Greece	2017-2022	30.45%	-
12.	Intrum Hellas REO Solutions S.A.	Real estate	Greece	2019-2022	19.96%	-
13.	Intrum Hellas Credit Servicing S.A.	Credit and loan servicing	Greece	2019-2022	20.00%	-
14.	Teiresias S.A.	Interbanking company of development, operation and management of information systems	Greece	2017-2022	23.53%	-
15.	Piraeus Direct Services S.A.	Support & e-commerce services, trade of time renewal cards	Greece	2017-2022	49.90%	-
16.	ANEK Lines S.A.	Maritime transport - Coastal shipping	Greece	2019-2022	27.68%	-
17.	Perigenis Business Properties S.A.	Property management	Greece	2020-2022	20.61%	-
18.	Neuropublic S.A.	Development and management of information systems	Greece	2017-2022	5.00%	-
19.	Abies S.A. [2]	Property management	Greece	2017-2022	40.14%	-
20.	ETVA Industrial Parks S.A.	Development/ management of industrial areas	Greece	2017-2022	1.00%	-
21.	Euromedica Societe Anonyme for provision of medical services	Hospital and health services	Greece	2022	29.35%	-
22.	Trieris Real Estate Ltd	Property management	British Virgin Islands	2018-2022	26.35%	-
23.	Strix Holdings LP	Holdings limited partnership	Ireland	-	100.00%	-
24.	Strix Asset Management Ltd	Asset management	Ireland	-	25.00%	-
25.	Strix Holdings II LP	Holdings limited partnership	Ireland	-	100.00%	-

Note [1]: In accordance with Ministerial Decision 1208/20.12.2017 of the Independent Public Revenue Authority, the tax position of entities domiciled in Greece that have not been notified by the local tax authorities for a tax audit, is deemed to be final only after a five-year period has elapsed since the end of each fiscal year.

Note [2]: Placed under liquidation as at 30 June 2023.

The Group's associate NGP Plastic S.A., is immaterial to the Group's financial position and results of operations, therefore, is not consolidated under the equity method but recognised at cost. The contribution of this non-significant associate is approximately 0.21%, 0.03% and 0.03% of the Group's total net income, total equity and total assets, respectively, based on the most recent financial statements obtained.

In June 2023, certain equity investments of total carrying value € 84 million at Group level, were contributed to Strix Holdings II LP, an entity controlled by Blantyre Capital Limited. The contributions relates to the following entities: Bulfina E.A.D., Piraeus Nedvizhimi Imoti EOOD, Varna Asset Management EOOD, Bulfinace E.A.D., Asset Management Bulgaria EOOD, Beta Asset Management EOOD, Delta Asset Management EOOD, Besticar Bulgaria EOOD, Besticar EOOD, Ekaterina Project EOOD and APE

Fixed Assets Real Estate Tourist and Development S.A. No gain or loss was recognized by the Group as a result of the aforementioned contributions. Following completion of the Debt-to-Asset Swap, the Group derecognized its 11.8% equity investment in Attica Holdings S.A., which was classified at FVTOCI and carried at € 62 million. The asset was contributed to Strix Holdings LP in July 2022, however, the legal transfer did not meet at that time the IFRS 9 derecognition requirements. The Group's cost of investment in Strix Holdings LP increased by an equal amount and profit before tax was not affected by the said derecognition.

The Group exercises significant influence but does not control any of the companies listed in the table above as at 30 June 2023. This holds even for the entities duly numbered 1, 7, 23 and 25, where the Group's shareholding exceeds 50%. Significant influence also exists in the companies duly numbered 12, 18 and 20, where the Group's shareholding does not exceed 20%. Strix Holdings LP and Strix Holdings II LP are material associates of the Group.

B.2 Joint ventures

The Group's joint ventures as at 30 June 2023 are the following:

s/n	Company	Activity	Country	Unaudited tax years [1]	Group	Company
					% Holding	% Holding
1.	AEP Elaiona S.A.	Property management	Greece	2017-2022	50.00%	-
2.	Peirga Kythnou P.C.	Real estate	Greece	2019-2022	50.00%	-
3.	Sunrise III Real Estate Single Member S.A.	Property management	Greece	-	100.00%	-

Note [1]: In accordance with Ministerial Decision 1208/20.12.2017 of the Independent Public Revenue Authority, the tax position of entities domiciled in Greece that have not been notified by the local tax authorities for a tax audit, is deemed to be final only after a five-year period has elapsed since the end of each fiscal year.

Refer to Note 27 for an analysis of significant changes in the portfolio of consolidated companies.

18 Tax receivables

	Group		Company	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Tax receivables	206	197	7	12
Accumulated impairment of tax receivables	(51)	(51)	-	-
Net tax receivables	155	145	7	12

Net tax receivables for the Group as at 30 June 2023 amounted to € 155 million (31 December 2022: € 145 million), of which € 143 million and € 7 million are attributable to the Bank and the Company, respectively, and € 5 million to other subsidiaries of the Group.

Piraeus Bank S.A.

Net tax receivables comprise the following:

a) Receivables from withholding taxes on interest of bonds and treasury bills of € 62 million relating to financial years 2009, 2011, 2012 and 2013 (tax years 2008, 2010, 2011 and 2012). Under the provisions of Greek Law 4605 (article 93, par.1 and 2), as published at Gazette A' 52 on 1 April 2019, an amendment was introduced into the ITC, clarifying the status of the aforementioned withholding tax receivables the Bank, as follows:

- Withholding taxes of € 26 million claimable from the Greek State, in accordance with the provisions of par. 8 of article 12 of Greek Law 2238/1994, for the financial year 2013 (tax year 2012), are offset as a priority when income tax is incurred and to the extent that such income tax is sufficient for the purposes of the above set-off. In addition, an amount of € 7 million, withheld on the same basis, for the financial year 2010 (tax year 2009) is claimed from the Greek State; and

- Withholding taxes of € 29 million, which are subject to the provisions of par. 6 of article 3 of Greek Law 4046/2012 and not offset within five (5) years, can be netted off against tax liabilities of the Bank in equal instalments within 10 years, starting from 1 January 2020.

b) Withholding taxes of € 34 million deriving from interest income earned on Greek Government treasury bills, which were withheld after 1 January 2013. Such tax receivables are offset against income tax available in the next five (5) financial years from the financial year in which the income tax was withheld. Upon completion of the five-year period, any remaining withholding tax is netted off against current tax liabilities.

c) Withholding taxes of € 41 million derived from corporate bonds, which are refundable by the Greek State.

d) Various other tax claims of € 6 million.

19 Due to banks

	Group	
	30/6/2023	**31/12/2022**
Amounts due to ECB and central banks	5,519	5,443
Interbank deposits	193	159
Securities sold to credit institutions under agreements to repurchase	79	298
Other	1,866	1,021
	7,658	**6,922**

Line item “Amounts due to ECB and central banks” includes the funding liabilities of the Bank due to ECB, in the context of the TLTRO III program. The interest expense recognized in Net Interest Income, regarding the TLTRO III funding for the period ended 30 June 2023 amounted to € 76 million (30 June 2022: interest income of € 73 million). Refer to Note 6.

Line item “Other” mainly comprises cash collateral received by the Bank in the context of derivative transactions engaged under ISDA and CSA agreements.

As of 30 June 2023 and 31 December 2022 the Company has no dues to Banks.

20 Due to customers

	Group	
	30/6/2023	31/12/2022
Corporate		
Current and sight deposits	13,496	14,101
Term deposits	3,942	3,120
Blocked deposits, guarantee deposits and other accounts	375	324
Total (A)	**17,813**	**17,545**
Retail		
Current and sight deposits	7,177	7,672
Savings accounts	23,703	25,795
Term deposits	9,571	7,210
Blocked deposits, guarantee deposits and other accounts	40	39
Total (B)	**40,489**	**40,717**
Cheques payable and remittances (C)	**79**	**110**
Total Due to customers (A)+(B)+(C)	**58,381**	**58,372**

As of 30 June 2023 and 31 December 2022, the Company has no dues to customers.

21 Debt securities in issue

		Group	
	Weighted Interest Rate (%)	30/6/2023	31/12/2022
Senior Preferred Bond	3.875%	511	501
Senior Preferred Bond	8.250%	358	349
Total debt securities in issue		**869**	**849**

The financial terms of the debt securities held by third parties as of the end of the reporting period, are as follows:

Issuer	Description	Underlying Loan Type	Issue Date	Maturity Date	Currency	Weighted Interest Rate on Total Outstanding Amount/ Coupon Frequency	Nominal value	Outstanding nominal amount	Redem-ptions	Nominal amount own held by the Bank	Nominal amount held by third party	Carrying value	Weighted Interest Rate
Group													
30/6/2023													
Senior Preferred Bond													
Piraeus Bank S.A.	Fixed Rate Senior Preferred Bond	-	3-Nov-21	3-Nov-27	EUR	3.875% / Annual	500	500	-	-	500	511	3.875%
Piraeus Bank S.A.	Fixed Rate Senior Preferred Bond	-	28-Nov-22	28-Jan-27	EUR	8.250% / Annual	350	350	-	-	350	358	8.250%

Issuer	Description	Underlying Loan Type	Issue Date	Maturity Date	Currency	Weighted Interest Rate on Total Outstanding Amount/ Coupon Frequency	Nominal value	Outstanding nominal amount	Redempti ons	Nominal amount own held by the Bank	Nominal amount held by third party	Carrying value	Weighted Interest Rate
Group													
31/12/2022													
Senior Preferred Bond													
Piraeus Bank S.A.	Fixed Rate Senior Preferred Bond	-	3-Nov-21	3-Nov-27	EUR	3.875% / Annual	500	500	-	-	500	501	3.875%
Piraeus Bank S.A.	Fixed Rate Senior Preferred Bond	-	28-Nov-22	28-Jan-27	EUR	8.250% / Annual	350	350	-	-	350	349	8.250%

As of 30 June 2023 and 31 December 2022 the Company has no debt securities in issue. The following table includes the financial terms of debt securities retained by the Group as of the end of the reporting period:

Issuer	Description	Underlying Loan Type	Issue Date	Maturity Date	Currency	Weighted Interest Rate/ Coupon Frequency	Nominal value	Outstanding nominal amount	Redemptions	Accumulated Cancellations
Group										
30/6/2023										
Covered Bonds										
Piraeus Bank S.A.	Floating rate covered bond Series 3	Mortgage loans	16-Feb-17	16-Nov-26	EUR	1m Euribor + 150bp / Monthly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 5	Mortgage loans	20-Nov-17	20-May-24	EUR	3m Euribor + 150bp / Quarterly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 6	Mortgage loans	31-Jan-18	31-Jan-26	EUR	3m Euribor + 150bp / Quarterly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 7	Mortgage loans	11-May-18	11-Feb-27	EUR	3m Euribor + 150bp / Quarterly	1,000	1,000	-	-

Issuer	Description	Underlying Loan Type	Issue Date	Maturity Date	Currency	Weighted Interest Rate/ Coupon Frequency	Nominal value	Outstanding nominal amount	Redemptions	Accumulated Cancellations
Group										
31/12/2022										
Covered Bonds										
Piraeus Bank S.A.	Floating rate covered bond Series 3	Mortgage loans	16-Feb-17	16-Nov-26	EUR	1m Euribor + 150bp / Monthly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 5	Mortgage loans	20-Nov-17	20-May-24	EUR	3m Euribor + 150bp / Quarterly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 6	Mortgage loans	31-Jan-18	31-Jan-26	EUR	3m Euribor + 150bp / Quarterly	1,000	500	-	500
Piraeus Bank S.A.	Floating rate covered bond Series 7	Mortgage loans	11-May-18	11-Feb-27	EUR	3m Euribor + 150bp / Quarterly	1,000	1,000	-	-

As at at 30 June 2023 and 31 December 2022 the carrying amount of loans and advances to customers at amortised cost, that have been pledged as collateral under the terms of the covered bonds programme is € 3,528 million and € 3,779 million, respectively.

For further information about Covered bonds refer to the Company's website in the Investor Relations and Base Prospectus (Covered Bonds | Piraeus Financial Holdings (piraeusholdings.gr)).

22 Other borrowed funds

Other borrowed funds of the Group and the Company comprise solely two (2) Tier 2 subordinated notes of nominal value € 400 million and € 500 million, maturing in June 2029 and February 2030, respectively. As at 30 June 2023 the carrying value of the said notes for the Group amounted to € 399 million and € 506 million, respectively (31 December 2022: € 418 million and € 519 million, respectively). The aforementioned notes may be redeemed by the issuer, at par, on 26 June 2024 and 19 February 2025, respectively, subject to prior regulatory approval. Furthermore, the said notes bear annual fixed rates of 9.75% and 5.5% for the first five years and reset once thereafter at the prevailing 5 year mid swap rate plus 9.952% and 5.774%, respectively.

During the six-month period ended 30 June 2023, the Group and the Company did not proceed with any repurchases or new issuances of other borrowed funds.

23 Contingent liabilities, assets pledged, transfers of financial assets and commitments

23.1 Legal proceedings

Litigation is a common occurrence in the Banking industry due to the nature of the business undertaken. The Group has formal controls and policies for managing legal claims. Once professional advice has been obtained and the amount of loss reasonably estimated, the Group makes adjustments to account for any adverse effects that the claims may have on its financial position.

As at 30 June 2023, the Group provided for cases under litigation an amount of € 34 million (31 December 2022: € 26 million) which represents Management's best estimate on the probable loss to be incurred upon finalization of these pending legal cases.

The Group has been advised by its legal advisors that it is possible, but not probable, that the final decision of certain legal cases referring mainly to unjust enrichment damages, nullity of debt contract, labor disputes, moral damage and compensation claims, may not be in favor of the Group. Accordingly, no provision for such claims has been established as at 30 June 2023. The contingent liability that could potentially result from such litigations, based on the current status of the legal proceedings and Management's best estimate, is expected not to exceed € 222 million for the Group (31 December 2022: € 231 million), while the timing of the outflow is uncertain. Based on historical data, such legal cases do not result to significant losses for the Group. The HCC is conducting an investigation in relation to alleged competition law infringements in the financial sector in relation to a number of entities operating in the said sector, which includes, inter-alios, the Bank. The said investigation is still work in progress as at the date when the financial statements were authorized for issue and the outcome of said procedure is still pending.

Following the acquisition of a controlling stake in MIG that was completed in April 2023 Management, assisted by its legal advisors, reviewed the possible and present obligations under IAS 37 arising from past litigations and claims against MIG and its subsidiaries and concluded on the basis of the information and input provided by MIG that no provision should be recognised by the Group on its balance sheet. Further, no significant financial impact is expected from the contingent liabilities of MIG and its subsidiaries as per the above stated information and input.

23.2 Pending tax audits

The Company has been audited by the tax authorities up to and including the year 2010.

For the years 2011 - 2016, tax audits were required for the Company and all Greek Societe Anonyme Companies. Such tax audits were conducted by the statutory auditors under Greek Law 2190/1920 according to article 82 of Greek Law 2238/1994 and article 65A of Greek Law 4174/2013 as in force at that time.

From 2016 onwards, the requirement to obtain a tax audit became optional, however Management has opted for the Company and the Group's Greek subsidiaries to continue being tax audited by the statutory auditors. The Tax Administration retains its right to proceed with a tax audit, within the applicable statute of limitations in accordance with article 36 of Greek Law 4174/2013, as currently in force.

In regards to the Group's Greek subsidiaries, the respective tax audits for the fiscal years up to 2021 have been completed and the relevant tax audit certificates issued were unqualified. In the Bank's tax audit certificate for fiscal year 2013 an emphasis of matter was expressed on applicable provisions of Greek Tax Law regarding the acquisition of assets and liabilities of Greek branches of credit institutions domiciled in other EU member countries, according to which the above-mentioned transactions are not subject to tax.

Fiscal year 2022 of the Company and its Greek subsidiaries is currently being tax audited by Deloitte Certified Public Accountants S.A. and the final outcome of the tax audits is not expected to have a material effect on the Interim Financial Statements.

The unaudited tax years of the Group's subsidiaries, associates and joint ventures, are included in Note 17 and therefore their tax liabilities for these years may not be considered as final.

Additional taxes and penalties may be imposed for the unaudited tax years, however, no material impact is expected on the financial position of the Group.

23.3 Credit commitments

In the normal course of business, the Group enters into contractual credit commitments towards their customers to facilitate their financing needs or obligations. Due to their nature, credit commitments are treated as off-balance sheet items. These credit commitments comprise letters of guarantees, letters of credit and irrevocable undrawn committed credit facilities. Typically, letters of guarantee and letters of credit ensure payment to a third party for a customer's trade transactions or guarantee the performance of a customer to a third party. Irrevocable undrawn committed credit facilities are agreements to lend to a customer as long as there is no violation of the conditions established in the contract. Credit risk on the aforementioned commitments is measured by applying the same credit policy, approval process and monitoring procedures to those applied on loans and advances to customers at amortised cost.

As at 30 June 2023 and 31 December 2022, the Group had undertaken the following commitments:

	Group	
	30/6/2023	31/12/2022
Financial guarantees	5,035	4,789
Letters of credit	122	114
Irrevocable undrawn credit commitments	1,991	1,624
Total credit commitments	**7,148**	**6,527**
Other commitments	110	110
Total commitments	**7,258**	**6,637**

The irrevocable undrawn committed credit facilities are included in the RWAs calculation for capital adequacy purposes under regulatory rules currently in force. The Group's ECL allowance on credit commitments as at 30 June 2023 amounted to € 90 million (31 December 2022: € 92 million) and is included in line item "Provisions" in the Condensed Interim Statement of Financial Position.

23.4 Assets pledged

	Group	
	30/6/2023	31/12/2022
Due from banks	453	420
Financial assets at FVTPL	81	55
Loans and advances to customers at amortised cost	6,526	7,055
Financial assets measured at FVTOCI	31	-
Debt securities at amortised cost	12	41
	7,103	**7,571**

The aforementioned financial assets are mainly pledged either for drawing liquidity from the Eurosystem, under the general terms applying to such agreements, or for margins in regards with a) derivative transactions engaged under ISDA master netting agreements and CSA contracts and b) repurchase transactions covered by Global Master Repurchase Agreement ("GMRA") contracts.

In the context of interbank repurchase agreement (repo) transactions, securities of a total nominal value of € 90 million (31 December 2022: € 389 million) are used for liquidity purposes. The said amount includes GGBs of nominal value € 52 million (31 December 2022: € 162 million).

In addition to the above, as at 30 June 2023 and 31 December 2022 the Bank has pledged an amount of € 168 million, with respect to a written guarantee for the non-payment risk of the Greek State, included within balance sheet line item "Due from banks".

The Bank's minimum reserve requirement with regard to the average amount of funds held over the current maintenance period with Bank of Greece ("BoG"), amounts to € 573 million.

24 Share capital

	Number of shares		
	Company		Group
	Issued shares	Treasury shares	Net number of shares
Opening balance at 1/1/2022	**1,250,367,223**	**(1,256,654)**	**1,249,110,569**
Purchases of treasury shares	-	(20,275,861)	**(20,275,861)**
Sales of treasury shares	-	21,272,717	**21,272,717**
Balance at 31/12/2022	**1,250,367,223**	**(259,798)**	**1,250,107,425**
Opening balance at 1/1/2023	**1,250,367,223**	**(259,798)**	**1,250,107,425**
Purchases of treasury shares	-	(17,909,949)	(17,909,949)
Sales of treasury shares	-	17,143,855	17,143,855
Balance at 30/6/2023	**1,250,367,223**	**(1,025,892)**	**1,249,341,331**

The Company's share capital as at 30 June 2023 and 31 December 2022 amounted to € 1,163 million, divided into 1,250,367,223 common registered shares, with a nominal value of € 0.93 each.

On 27 June 2023, the AGM of the Company's shareholders approved a share buyback programme for the acquisition of up to 20,000,000 own common shares of the Company in a price range between € 0.75 (minimum price) to € 5.00 (maximum price) per share, for a period of 24 months from the AGM resolution date, provided that at the time of acquisition, the conditions set out in the legislative and regulatory framework are met. The total cost of own shares buyback shall not exceed € 15 million. As at 30 June 2023, the required regulatory approval had not been obtained, thus, the Company's equity was not affected by the share buyback programme.

The AGM also approved the offsetting of an amount of € 301 million in the Company's "share premium" account by writing-off an equivalent amount of accumulated losses carried forward, for which the corresponding approval by the regulatory authorities was provided on 21 July 2023, thus the said AGM resolution did not affect the Company's equity reserves as at 30 June 2023. Refer to Note 31.

The purchases and sales of treasury shares that occurred during the current period and in 2022, as well as the treasury shares owned as at 30 June 2023 and 31 December 2022, relate to transactions executed by the Group's subsidiary Piraeus Securities S.A. in the context of its market making operations.

25 Other reserves and retained earnings

	Group		Company	
	30/6/2023	31/12/2022 As reclassified	30/6/2023	31/12/2022
Legal reserve	85	85	69	69
Reserve from financial assets measured at FVTOCI	38	38	-	-
Currency translation reserve	(64)	(63)	-	-
Property revaluation reserve	8	7	-	-
Other reserves	38	33	27	27
Non-taxed reserves	411	388	351	351
Total other reserves	**516**	**488**	**447**	**447**
Retained earnings	**1,020**	**747**	**(270)**	**(301)**
Other reserves and retained earnings	**1,535**	**1,235**	**177**	**147**

The table below illustrates the movement of the reserve from financial assets measured at FVTOCI. The movement of other reserves and retained earnings is provided in the Condensed Interim Statement of Changes in Equity.

	Group	
	30/6/2023	31/12/2022
Opening balance	**38**	**144**
Gains/(losses) from the valuation of debt securities	22	(50)
Gains from the valuation of equity securities	7	31
ECL on debt securities	1	(13)
Recycling of valuation adjustments and accumulated impairments upon disposal	(31)	(110)
Deferred taxation	-	36
Closing balance	**38**	**38**

26 Related party disclosures

Related parties are:

a) Members of the BoD and the Executive Committee, Group's and Company's Chief Internal Auditors and Chief Compliance Officers, and the CEOs of the significant subsidiaries, collectively "Key Management Personnel",

b) Close family members of Key Management Personnel,

c) Companies having transactions with Piraeus Financial Holdings S.A., if those are controlled or jointly controlled by Key Management Personnel and other related parties referred to in points (a) and (b) above,

d) The Company's subsidiaries,

e) The Company's associates and the subsidiaries of its associates,

f) The Company's joint ventures and the subsidiaries of its joint ventures,

g) HFSF, which holds ordinary shares in the share capital of the Company and benefits from the special rights stated in article 10 of Greek Law 3864/2010, as amended and in force.

Loans and advances granted to related parties and letters of guarantee issued in favor of related parties were made in accordance with the Group's approved credit policies and procedures in terms of interest rates, collateral and non-payment risk.

26.1 Key Management Personnel and other related parties

The tables below present the Group's related party transactions with Key Management Personnel and the related parties referred to in points (b) and (c) above, as well as HFSF. No significant transactions occurred with the HFSF during the period ended 30 June 2023.

Group	30/6/2023		31/12/2022	
(amounts in thousand €)	Key Management Personnel	Other related parties	Key Management Personnel	Other related parties
Loans and advances to customers at amortised cost (Gross carrying amount)	3,610	410	3,394	407
Due to customers	3,320	426	4,587	2,018

Group	1/1 - 30/6/2023		1/1 - 30/6/2022	
(amounts in thousand €)	Key Management Personnel	Other related parties	Key Management Personnel	Other related parties
Income	54	26	19	18
Expense	15	-	18	-

The Company has no transactions with Key Management Personnel and other related parties.

Members of the Key Management Personnel benefits	Group		Company	
(amounts in thousand €)	1/1 - 30/6/2023	1/1 - 30/6/2022	1/1 - 30/6/2023	1/1 - 30/6/2022
Short-term benefits	4,518	2,984	400	98
Contributions to the Institution for Occupational Retirement, Life and Medical Provision	43	43	4	2
Post-employment benefits	60	46	3	2

Short-term benefits of Key Management Personnel include wages, salaries, employer's share on social contributions and other charges, while "Post-employment benefits" include the cost of post-employment benefit programmes.

The total provision established for post-employment benefits to Key Management Personnel as at 30 June 2023 and 31 December 2022 amounted to € 1 million for the Group and less than € 0.1 million for the Company and is recognised in line item "Retirement and termination benefit obligation" in the Condensed Interim Statement of Financial Position.

The ECL allowance for impairment on loans and advances to customers at amortised cost granted from the Group to Key Management Personnel and other related parties as at 30 June 2023 and 31 December 2022 amounted to less than € 0.1 million.

As at 30 June 2023, Key Management Personnel and other related parties held 262 thousand ordinary shares of the Company, compared to 247 thousand as at 31 December 2022.

26.2 Subsidiaries

The Company's related party transactions with subsidiaries are presented below:

(amounts in thousand €)	Company	
	30/6/2023	31/12/2022
Assets		
Due from Banks	41,746	44,760
Debt securities at amortised cost (Gross carrying amount)	803,277	818,819
Other assets	852	852
Total	**845,875**	**864,431**
Liabilities		
Other liabilities	32,768	46,726
Total	**32,768**	**46,726**

(amounts in thousand €)	Company	
	1/1 - 30/6/2023	1/1 - 30/6/2022
Income		
Interest and similar income	50,958	48,916
Dividend Income	26,250	26,250
Total	**77,208**	**75,166**
Expenses		
Interest expense and similar charges	(12)	-
Fee and commission expense	(11,000)	(12,782)
Net other expenses	(508)	(646)
Operating expenses	(370)	(270)
Total	**(11,891)**	**(13,697)**

The carrying amount of the Company's debt securities measured at amortised cost, regarding the fully subscribed Back-to-Back Tier 2 Notes issued by the Bank, amounted to € 793 million as at 30 June 2023 (31 December 2022: € 796 million) and includes an ECL allowance of € 10 million (31 December 2022: € 23 million). The ECL release for the current period amounted to € 13 million (30 June 2022: release of € 1 million). Line item "Interest and similar income" refers to interest income from the fully subscribed Back-to-Back Tier 2 notes.

Line item "Dividend income" refers to income from the coupons of the internal AT 1 capital instrument issued by the Bank and fully subscribed by the Company.

26.3 Associates

The Group's and the Company's related party transactions with associates are presented below:

(amounts in thousand €)	Group		Company	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Loans and advances to customers at amortised cost (Gross carrying amount)	159,683	433,444	-	-
Other assets	3,917	3,409	-	3
Due to customers	164,561	254,136	-	-
Other liabilities	18,067	15,790	-	-

(amounts in thousand €)	Group		Company	
	1/1 - 30/6/2023	1/1 - 30/6/2022 As restated	1/1 - 30/6/2023	1/1 - 30/6/2022
Total expense and capital expenditure	(53,849)	(60,632)	-	-
Total income	27,007	25,911	4	9

The ECL allowance for impairment on loans and advances to customers at amortised cost granted from the Group to its associates as at 30 June 2023 amounted to € 75 million (31 December 2022: € 75 million). The ECL measurement on loans and advances to customers at amortised cost for the current period amounted to € 4 million for the Group (30 June 2022: € 26 million).

Letters of guarantee to associates as at 30 June 2023 amounted to € 13 million for the Group (31 December 2022: € 14 million).

The Company has neither loans and advances to customers at amortized cost nor letters of guarantee written in favor of associates as at 30 June 2023, as well as for the comparative periods.

Line item "Total income" includes dividend income received from associates amounting to € 16 million for the Group, for the period ended 30 June 2023 (30 June 2022: € 4 million).

During the period ended 30 June 2023, the Group contributed to Strix Holdings II LP certain equity investments of total carrying value € 84 million in exchange for additional limited partnership interest and also recognized the legal transfer to Strix Holdings LP of its 11.8% equity investment in Attica Holdings S.A., which was carried at € 62 million (refer to Note 17.B). In 2022 the Group contributed to Strix Holdings II LP its entire shareholding in subsidiary Imithea Single Member S.A. and to STRIX Holdings LP two (2) bond loans of total carrying value € 329 million due from MIG.

Finally, as at 30 June 2023 and 31 December 2022, the Group had undertaken commitments to associates amounting to € 110 million.

26.4 Joint ventures

The Group's related party transactions with joint ventures are presented below:

(amounts in thousand €)	Group	
	30/6/2023	31/12/2022
Loans and advances to customers at amortised cost (Gross carrying amount)	54,043	53,635
Other Assets	-	5
Due to customers	1,912	35

(amounts in thousand €)	Group	
	1/1 - 30/6/2023	1/1 - 30/6/2022
Total income	420	841

The ECL allowance for impairment on loans and advances to customers at amortised cost granted from the Group to joint ventures as at 30 June 2023 amounted to € 40 million (31 December 2022: € 40 million).

The Company has no transactions with joint ventures.

27 Changes in the portfolio of consolidated companies

a) New subsidiaries, associates and joint ventures recognised during the period:

Within the first quarter of 2023, the Bank fully covered the share capital of a total amount of € 47 million of its subsidiary Novus Symmetoches Single Member S.A., through cash and contribution in kind. The newly established Novus Symmetoches Single Member S.A. fully acquired, within the current reporting period, the companies Fabrika Secera Sajkaska DOO and Crvenka Fabrika Secera DOO for the amounts of € 17 million and € 28 million respectively, and they were accounted for as subsidiaries under the full consolidation method. The aforementioned companies were founded or acquired in the context of the rehabilitation agreement of the Greek Sugar Industry.

Except for the above, the Group did not make any new investment, during the first semester of 2023, through acquisition or establishment in excess of € 10 million.

b) Significant changes in the Group's subsidiaries, associates and joint ventures during the period:

The changes incurred during the period ended 30 June 2023, in excess of € 10 million, were the following:

On 31 January 2023, the Bank fully subscribed in the share capital increase, through contribution in kind, for the subsidiary Varna Asset Management EOOD of a total amount of € 30 million.

On 23 February 2023, Trastor Real Estate Investment Company's ("Trastor") BoD decided to issue a mandatorily convertible bond, in accordance with Law 4548/2018, for a total amount of up to € 55 million. The bond will be covered in whole by the Bank. In March 2023, an issuance of € 17 million was made. The bond meets the definition of an equity instrument under IAS 32 and was classified as such on Trastor's balance sheet. The Bank increased the cost of its investment in Trastor by an equal amount. The said issuance has no effect at Group level.

On 24 March 2023, the Bank fully subscribed in the share capital increase, through contribution in kind, for the subsidiary Bulfina EAD of a total amount of € 86 million.

Please refer to Note 17.A for the changes in the Bank's shareholding in MIG that occurred throughout the reporting period. Since 13 April 2023, MIG is accounted for as a subsidiary under the full consolidation method, hence, MIG's subsidiaries, namely MIG Leisure Ltd, MIG Real Estate (Serbia) B.V., JSC Robne Kuce Beograd (RKB), Athenian Investments S.A. Holdings, MIG Aviation Holdings Ltd, Tower Technology Holdings (Overseas) Ltd and MIG Media Advertising Services S.A. (under liquidation) also became subsidiaries of the Bank.

In June 2023, the Bank lost control over the subsidiaries Varna Asset Management EOOD and Bulfina E.A.D., as well as its significant influence on the associate APE Fixed Assets Real Estate Tourist and Development S.A., following contribution of its equity holdings in the aforementioned companies to Strix Holdings II LP. Moreover, the subsidiaries of the Bulfina E.A.D. group, namely Asset Management Bulgaria EOOD, Besticar Bulgaria EOOD, Besticar EOOD, Beta Asset Management EOOD, Bulfinace E.A.D., Delta Asset Management EOOD, Piraeus Nedvizhimi Imoti EOOD and Ekaterina Project EOOD ceased to be subsidiaries of the Group. Refer to Note 17.B.

On 23 June 2023, Intrum Hellas Credit Servicing S.A. executed a share capital decrease of € 155 million and an amount of € 31 million was distributed to the Bank. Following this capital return, the Bank decreased its cost of investment in Intrum Hellas Credit Servicing S.A. by an equal amount.

c) Liquidation, disposal and merging of subsidiaries:

On 2 January 2023, the 49.90% associate of the Group, Exodus S.A. was set under liquidation.

On 6 January 2023, the SPV Praxis I Finance PLC was dissolved.

On 7 March 2023, Piraeus Nedvizhimi Imoti EOOD, 100% subsidiary of the Group, disposed of its total participation in its subsidiary namely Emerald Investments EOOD.

On 15 May 2023, the liquidation of the Group's subsidiary Tower Technology Holdings (Overseas) Ltd, was completed.

On 29 May 2023, the liquidation of the Group's subsidiary Geniki Single Member S.A. Financial & Consulting Services, was completed.

On 1 June 2023, the Group's wholly owned subsidiary, Piraeus Nedvmizhimi Imoti EOOD, disposed of its total participation in its subsidiary namely Botstile EOOD.

28 Capital adequacy

The main objectives of Management with respect to capital adequacy are the following:

- To comply with the capital requirements against risks undertaken, according to the regulatory framework,

- To preserve the Group's ability to continue its operations unhindered, thus to continue providing returns and benefits to its shareholders and ensure the confidence of their customers,
- To retain a sound and stable capital base in order to support the Group's business plans, and
- To maintain and enhance existing infrastructures, policies, procedures and methodologies for the adequate coverage of supervisory needs, in Greece and abroad.

The Group currently complies with the CRD IV regulatory framework (Basel III implementation under EU rules), which came into force with Directive 2013/36/EU as transposed into Greek Law 4261/2014 (amended by Law 4799/2021) and Regulation (EU) No. 575/2013, as currently in force (Capital Requirements Regulation – CRR).

The aforementioned regulatory framework requires financial institutions to maintain for the Group a minimum level of regulatory capital related to the undertaken risks. The minimum thresholds for the capital adequacy ratios, as per article 92 of the CRR, are as follows:

	Group
Common Equity Tier 1 (CET1) Ratio	4.5%
Tier 1 (T1) Ratio	6.0%
Total Capital Ratio (TCR)	8.0%

Following the activation of the Single Supervisory Mechanism ("SSM") on 4 November 2014, the Group was placed under the direct supervision of the ECB.

The ECB, through the SREP decision on 14 December 2022, informed Management on the revised OCR levels, effective since 1 January 2023. The Group has to maintain, on a consolidated basis, a TSCR of 11% and an OCR of 14.53% (OCR plus P2G at 16.28%), which includes:

a) the minimum Pillar I total capital requirements of 8.0% as per article 92(1) of the CRR;

b) an additional Pillar II capital requirement of 3.0% as per article 16(2) of Regulation 1024/2013/EU;

c) the CCB of 2.5% under Greek Law 4261/2014, as amended by Greek Law 4799/2021;

d) the O-SII capital buffer of 1.0% for 2023 under Greek Law 4261/2014, as amended by Greek Law 4799/2021; and

e) the institution-specific CCyB under Greek Law 4261/2014 (as amended by Greek Law 4799/2021) of 0.03% for the period ended 30 June 2023.

The capital adequacy ratios as at 30 June 2023 for the Group, as calculated under the existing regulatory framework, taking into account the relevant transitional period provisions applicable under Regulation 575/2013 were as follows:

	Group	
	30/6/2023	**31/12/2022**
Common Equity Tier 1 Capital (CET1)	3,866	4,064
Tier 1 Capital	4,466	4,664
Total regulatory capital	5,360	5,557
Total RWAs (on and off- balance sheet items)	31,617	31,178
CET1 Capital ratio	12.23%	13.04%
T1 Capital ratio	14.13%	14.96%
Total Capital ratio	16.95%	17.82%

As at 30 June 2023, the TCR for the Group stood at 16.95% and the CET1 ratio stood at 12.23%, covering the minimum OCR levels. In order to safeguard the regulatory amortization pace of the DTC loan component from being impacted by the 2021 modification in Article 27 of Law 4172/2013, a prudential DTC amortization adjustment of €119 million as of 30 June 2023 (31 December 2022: € 55 million) was deducted from the Group's regulatory capital. This adjustment is solely taken into account for calculating the Group's regulatory capital.

29 Reclassifications of comparative period figures

The reclassifications reflected in the Condensed Interim Income Statement of the six months period and three months period ended 30 June 2022 are presented below. Refer to Note 7 for further details.

€ Million	Group		
	6 month period ended 30/6/2022		
	As published	Reclassifications	As reclassified
CONTINUING OPERATIONS			
Interest and similar income	788	-	788
Interest expense and similar charges	(197)	-	(197)
NET INTEREST INCOME	**591**	**-**	**591**
Fee and commission income	248	-	248
Fee and commission expense	(38)	(4)	(42)
NET FEE AND COMMISSION INCOME	**210**	**(4)**	**206**
Income from non-banking activities	28	-	28
Dividend income	1	-	1
Net gains/ (losses) from financial instruments measured at fair value through profit or loss ("FVTPL")	284	-	284
Net gains/ (losses) from financial instruments measured at fair value through other comprehensive income ("FVTOCI")	109	-	109
Net gains/ (losses) from derecognition of financial instruments measured at amortised cost	(20)	-	(20)
Net gains/ (losses) from loss of control over subsidiaries/ disposal of associates and joint ventures	281	-	281
Net other income/ (expenses)	13	-	13
TOTAL NET INCOME	**1,496**	**(4)**	**1,492**
Staff costs	(192)	-	(192)
Administrative expenses	(172)	4	(168)
Depreciation and amortization	(54)	-	(54)
TOTAL OPERATING EXPENSES	**(419)**	**4**	**(415)**
PROFIT BEFORE PROVISIONS, IMPAIRMENT AND OTHER CREDIT-RISK RELATED EXPENSES	**1,076**	**-**	**1,076**
ECL impairment (losses)/ releases on loans and advances to customers at amortised cost	(359)	-	(359)
Other credit-risk related expenses on loans and advances to customers at amortised cost	(61)	-	(61)
Impairment (losses)/releases on other assets	(9)	-	(9)
ECL impairment (losses)/ releases on debt securities measured at FVTOCI	1	-	1
Impairment on subsidiaries and associates	(2)	-	(2)
Impairment of property and equipment and intangible assets	(2)	-	(2)
Impairment on debt securities at amortised cost	(2)	-	(2)
Other provision charges/ (releases)	3	-	3
Share of profit/ (loss) of associates and joint ventures	(9)	-	(9)
PROFIT BEFORE INCOME TAX	**635**	**-**	**635**
Income tax expense	(22)	-	(22)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS	**613**	**-**	**613**
DISCONTINUED OPERATIONS			
Profit/ (loss) after income tax from discontinued operations	(1)	-	(1)
PROFIT FOR THE PERIOD	**612**	**-**	**612**
From continuing operations			
Profit attributable to the equity holders of the parent	614	-	614
Non controlling interest	(1)	-	(1)
From discontinued operations			
Profit/ (loss) attributable to the equity holders of the parent	(1)	-	(1)
Non controlling interest	-	-	-
Earnings/ (losses) per share attributable to the equity holders of the parent (in €):			
From continuing operations			
- Basic & Diluted	0.49	-	0.49
From discontinued operations			
- Basic & Diluted	-	-	-
Total			
- Basic & Diluted	0.49	-	0.49

€ Million	Group		
	3 month period ended 30/6/2022		
	As published	Reclassifications	As reclassified
CONTINUING OPERATIONS			
Interest and similar income	403	-	403
Interest expense and similar charges	(97)	-	(97)
NET INTEREST INCOME	**306**	**-**	**306**
Fee and commission income	126	-	126
Fee and commission expense	(18)	(3)	(20)
NET FEE AND COMMISSION INCOME	**108**	**(3)**	**105**
Income from non-banking activities	16	-	16
Dividend income	1	-	1
Net gains/ (losses) from financial instruments measured at fair value through profit or loss ("FVTPL")	61	-	61
Net gains/ (losses) from financial instruments measured at fair value through other comprehensive income ("FVTOCI")	11	-	11
Net gains/ (losses) from derecognition of financial instruments measured at amortised cost	(4)	-	(4)
Net other income/ (expenses)	16	-	16
TOTAL NET INCOME	**513**	**(3)**	**511**
Staff costs	(101)	-	(101)
Administrative expenses	(90)	3	(87)
Depreciation and amortization	(25)	-	(25)
TOTAL OPERATING EXPENSES	**(216)**	**3**	**(213)**
PROFIT BEFORE PROVISIONS, IMPAIRMENT AND OTHER CREDIT-RISK RELATED EXPENSES	**298**	**-**	**298**
ECL impairment (losses)/ releases on loans and advances to customers at amortised cost	(163)	-	(163)
Other credit-risk related expenses on loans and advances to customers at amortised cost	(27)	-	(27)
Impairment (losses)/releases on other assets	(6)	-	(6)
ECL impairment (losses)/ releases on debt securities measured at FVTOCI	(1)	-	(1)
Impairment on subsidiaries and associates	-	-	-
Impairment of property and equipment and intangible assets	-	-	-
Impairment on debt securities at amortised cost	(1)	-	(1)
Other provision charges/ (releases)	(1)	-	(1)
Share of profit/ (loss) of associates and joint ventures	(5)	-	(5)
PROFIT BEFORE INCOME TAX	**93**	**-**	**93**
Income tax expense	(1)	-	(1)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS	**93**	**-**	**93**
DISCONTINUED OPERATIONS			
Profit/ (loss) after income tax from discontinued operations	(1)	-	(1)
PROFIT FOR THE PERIOD	**92**	**-**	**92**
From continuing operations			
Profit attributable to the equity holders of the parent	92	-	92
Non controlling interest	-	-	-
From discontinued operations			
Profit attributable to the equity holders of the parent	-	-	-
Non controlling interest	-	-	-
Earnings/ (losses) per share attributable to the equity holders of the parent (in €):			
From continuing operations			
- Basic & Diluted	0.07	-	0.07
From discontinued operations			
- Basic & Diluted	-	-	-
Total			
- Basic & Diluted	0.07	-	0.07

30 Cash and cash equivalents

For the purpose of the Condensed Interim Cash Flow Statement, "Cash and cash equivalents" comprise the following outstanding balances as at 30 June 2023 and 31 December 2022 with maturity of three months or less from the date of their initial recognition.

	Group		Company	
	30/6/2023	31/12/2022	30/6/2023	31/12/2022
Cash and balances with Central Banks (excluding mandatory reserves)	10,029	9,080	-	-
Due from banks	272	290	42	45
Financial assets at fair value through profit or loss	15	3	-	-
Financial assets at fair value through other comprehensive income	96	28	-	-
	10,412	**9,401**	**42**	**45**

31 Events Subsequent to the End of the Reporting Period

On 7 July 2023, the Bank successfully completed the issuance of a new € 500 million Senior Preferred Bond with a coupon of 7.25%, attracting the interest of a large number of institutional investors. The bond has a maturity of five (5) years, is callable by the issuer after four (4) years and is listed on the Luxembourg Stock Exchange's Euro MTF market. The issuance is part of the Bank's strategy to increase its MREL, which is a requirement for all banks directly supervised by the ECB.

On 21 July 2023, the ECB granted approval for offsetting an amount of € 301 million in the Company's "share premium" account, by writing-off an equivalent amount of accumulated losses carried forward. The AGM of the Company's Shareholders approved the offsetting on 27 June 2023.

On 28 July 2023, the results of the 2023 EBA Stress Test were announced. The exercise assessed the performance of banks under a baseline and adverse scenario during the period 2023-2025. For Piraeus Financial Holdings Group, the fully loaded CET1 ratio for 2025 (the final year considered in the exercise), resulted to an increase of 2.7% in the "baseline" scenario and a decrease of 2.4% in the "adverse" scenario, compared to the fully loaded CET1 ratio of the year 2022.

Athens, 31 July 2023

CHAIRMAN OF THE BOARD OF DIRECTORS	MANAGING DIRECTOR	GROUP CHIEF FINANCIAL OFFICER	DEPUTY CHIEF FINANCIAL OFFICER
GEORGE P. HANDJINICOLAOU ID No X 501829	CHRISTOS I. MEGALOU ID No AE 011012	THEODOROS CH. GNARDELLIS ID No AI 662109	GEORGE TH. MARINOPOULOS ID No AP 154589 License No Class A 0137758

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