



PIRAEUS BANK GROUP

Consolidated Interim Condensed Financial Information

31 March 2011

According to the International Financial
Reporting Standards

The attached consolidated interim condensed financial information has been approved by the Piraeus Bank S.A. Board of Directors on May 26th, 2011 and it is available on the web site of Piraeus Bank at www.piraeusbank.gr

This financial information has been translated from the original interim financial information that has been prepared in the Greek language. In the event that differences exist between this translation and the original Greek language financial information, the Greek language financial information will prevail over this document.

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CONSOLIDATED INTERIM INCOME STATEMENT

	Note	Period from 1 January to	
		31 March 2011	31 March 2010
Interest and similar income		686,517	599,016
Interest expense and similar charges		(377,767)	(305,816)
NET INTEREST INCOME		308,751	293,200
Fee and commission income		57,116	57,217
Fee and commission expense		(8,483)	(9,376)
NET FEE AND COMMISSION INCOME		48,634	47,841
Dividend income		185	434
Net trading income	6	14,046	(18,207)
Net income from financial instruments designated at fair value through profit or loss		(1,204)	(350)
Results from investment securities		(251)	(371)
Other operating income		12,784	21,995
TOTAL NET INCOME		382,944	344,543
Staff costs		(100,618)	(103,961)
Administrative expenses		(72,879)	(76,247)
Depreciation and amortisation		(24,053)	(25,080)
Gains/ (Losses) from sale of assets		(643)	629
TOTAL OPERATING EXPENSES BEFORE PROVISIONS		(198,192)	(204,660)
PROFIT BEFORE PROVISIONS AND INCOME TAX		184,752	139,883
Impairment losses on loans and receivables	12	(169,088)	(133,132)
Other provisions		(1,484)	(460)
Share of profit of associates		(4,142)	1,725
PROFIT BEFORE INCOME TAX		10,038	8,016
Income tax expense	7	(8,158)	(1,651)
PROFIT AFTER TAX FOR THE PERIOD		1,881	6,365
Profit/ (Loss) for the period attributable to equity holders of the parent entity		1,820	6,768
Non controlling interest		61	(404)
Earnings/ (Losses) per share attributable to equity holders of the parent entity:			
- Basic and Diluted	8	(0.0060)	(0.0004)

CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

ASSETS	Note	31 March 2011	31 December 2010
Cash and balances with Central Banks	10	2,856,452	2,993,275
Loans and advances to credit institutions		1,015,884	1,476,856
Derivative financial instruments - assets		149,071	143,967
Trading securities	11	619,269	673,984
Financial instruments at fair value through profit or loss	11	14,023	16,426
Reverse repos with customers		917,438	955,401
Loans and advances to customers (net of provisions)	12	36,952,703	37,638,075
Investment securities			
- Available for sale securities	13	1,769,115	2,051,103
- Held to maturity	13	5,064,399	5,056,820
Debt securities - receivables	14	3,164,928	2,512,337
Investments in associated undertakings		211,887	211,796
Intangible assets		395,191	384,308
Property, plant and equipment		936,805	967,023
Investment property		928,775	927,129
Assets held for sale		23,167	23,242
Deferred tax assets		402,206	416,837
Inventories property		217,354	199,504
Other assets		989,802	1,032,212
TOTAL ASSETS		<u>56,628,468</u>	<u>57,680,295</u>
 LIABILITIES			
Due to credit institutions	17	19,625,087	19,930,269
Liabilities at fair value through profit or loss	18	377,129	308,864
Derivative financial instruments - liabilities		135,248	201,140
Due to customers	19	28,172,063	29,474,998
Debt securities in issue	20	2,578,328	2,659,618
Hybrid capital and other borrowed funds	21	510,119	510,442
Retirement benefit obligations		204,811	209,490
Other provisions		20,969	19,817
Current income tax liabilities		30,106	95,222
Deferred tax liabilities		149,535	160,865
Other liabilities		760,820	835,838
TOTAL LIABILITIES		<u>52,564,216</u>	<u>54,406,564</u>
 EQUITY			
Share capital	23	712,998	470,882
Share premium	23	2,954,607	2,430,877
Less: Treasury shares	23	(6,920)	(8,790)
Other reserves	24	(410,615)	(432,845)
Retained earnings	24	673,543	672,687
Capital and reserves attributable to equity holders of the parent entity		<u>3,923,612</u>	<u>3,132,811</u>
Non controlling interest		140,639	140,920
TOTAL EQUITY		<u>4,064,251</u>	<u>3,273,732</u>
 TOTAL LIABILITIES AND EQUITY		 <u>56,628,468</u>	 <u>57,680,295</u>

CONSOLIDATED INTERIM STATEMENT OF TOTAL COMPREHENSIVE INCOME

	Note	Period from 1 January to	
		31 March 2011	31 March 2010
PROFIT AFTER TAX FOR THE PERIOD (A)		1,881	6,365
Other comprehensive income, net of tax:			
Net change in available for sale reserve	9	9,197	(50,109)
Change in currency translation reserve	9	11,517	(1,840)
Other comprehensive income for the period, net of tax (B)	9	20,714	(51,949)
Total comprehensive income for the period, net of tax (A+B)		22,595	(45,584)
- Attributable to equity holders of the parent entity		22,954	(45,845)
- Non controlling interest		(359)	261

CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

	Note	Attributable to owners of the parent					Minority interests	TOTAL
		Share Capital	Share Premium	Treasury shares	Other reserves	Retained earnings		
Opening balance as at 1 January 2010		1,974,020	927,739	(123)	(218,195)	782,619	148,176	3,614,235
Other comprehensive income for the period, net of tax	9				(52,613)		664	(51,949)
Results after tax for the period 1/1/2010 - 31/3/2010	24					6,768	(403)	6,365
Total recognised income for the period 1/1/2010 - 31/3/2010		0	0	0	(52,613)	6,768	261	(45,583)
Sale of treasury shares	23, 24			120		(2)		118
Transfer between other reserves and retained earnings	24				(1,489)	1,489		0
Acquisitions and movement in participating interest	24				(78)	(8,995)	19,037	9,964
Other movements	24				125	(467)	159	(183)
Balance as at 31 March 2010		1,974,020	927,739	(3)	(272,249)	781,412	167,632	3,578,551
Opening balance as at 1 April 2010		1,974,020	927,739	(3)	(272,249)	781,412	167,632	3,578,551
Other comprehensive income for the period, net of tax	24				(153,408)	(67,805)	(298)	(221,511)
Results after tax for the period 1/4/2010 - 31/12/2010	24					(27,242)	(314)	(27,556)
Total recognised income for the period 1/4/2010 - 31/12/2010		0	0	0	(153,408)	(95,047)	(612)	(249,067)
Prior year dividends of ordinary shares							(1,320)	(1,320)
Prior year dividends of preference shares	24					(18,006)		(18,006)
Reduction of the nominal value of ordinary shares	23	(1,503,138)	1,503,138					0
Purchases/ sales of treasury shares	23, 24			(8,787)		31		(8,756)
Transfer between other reserves and retained earnings	24				(6,760)	6,760		0
Acquisitions, disposals, liquidation and movement in participating interest	24				(235)	(2,827)	(24,581)	(27,643)
Other movements	24				(192)	363	(200)	(29)
Balance as at 31 December 2010		470,882	2,430,877	(8,790)	(432,845)	672,687	140,920	3,273,732
Opening balance as at 1 January 2011		470,882	2,430,877	(8,790)	(432,845)	672,687	140,920	3,273,732
Other comprehensive income for the period, net of tax	9, 24				21,134		(420)	20,714
Results after tax for the period 1/1/2011 - 31/3/2011	24					1,820	61	1,881
Total recognised income for the period 1/1/2011 - 31/3/2011		0	0	0	21,134	1,820	(360)	22,595
Increase of share capital through cash payment	23	242,116	523,730					765,846
Purchases/ sales of treasury shares and preemption rights	23, 24			1,870		336		2,206
Transfer between other reserves and retained earnings	24				1,096	(1,096)		0
Liquidation and movement in participating interest	24					(23)	78	55
Other movements	24					(183)		(183)
Balance as at 31 March 2011		712,998	2,954,607	(6,920)	(410,615)	673,543	140,639	4,064,251

CONSOLIDATED INTERIM CASH FLOW STATEMENT

	Note	Period from 1 January to	
		31 March 2011	31 March 2010
<i>Cash flows from operating activities</i>			
Profit before tax		10,038	8,016
<i>Adjustments to profit before tax:</i>			
Add: impairment for loans and advances and other provisions	12	170,572	133,592
Add: depreciation and amortisation charge		24,053	25,080
Add: retirement benefits		10,310	9,855
(Gains)/ losses from valuation of trading securities and financial instruments at fair value through profit or loss		22,462	46,492
(Gains)/ losses from investing activities		4,091	(6,015)
<i>Cash flows from operating activities before changes in operating assets and liabilities</i>		241,526	217,021
<i>Changes in operating assets and liabilities:</i>			
Net (increase)/ decrease in cash and balances with Central Bank		(16,266)	267,818
Net (increase)/ decrease in trading securities and financial instruments at fair value through profit or loss		(9,300)	1,627
Net (increase)/ decrease in debt securities - receivables		(652,592)	(323,113)
Net (increase)/ decrease in loans and advances to credit institutions		(82,036)	(469,097)
Net (increase)/ decrease in loans and advances to customers		524,778	(187,338)
Net (increase)/ decrease in reverse repos with customers		37,963	
Net (increase)/ decrease in other assets		36,174	39,480
Net increase/ (decrease) in amounts due to credit institutions		(305,182)	2,417,233
Net increase/ (decrease) in liabilities at fair value through profit or loss		68,265	-
Net increase/ (decrease) in amounts due to customers		(1,302,935)	(519,920)
Net increase/ (decrease) in other liabilities		(110,494)	(75,179)
<i>Net cash flow from operating activities before income tax payment</i>		(1,570,101)	1,368,532
Income tax paid (including tax contribution)		(25,017)	(8,486)
Net cash inflow/ (outflow) from operating activities		(1,595,118)	1,360,046
<i>Cash flows from investing activities</i>			
Purchases of property, plant and equipment		(38,378)	(70,232)
Sales of property, plant and equipment		18,460	34,963
Purchases of intangible assets		(3,428)	(4,220)
Purchases of held for sale assets		(994)	(5,134)
Sales of held for sale assets		715	20,839
Purchases of investment securities		(506,414)	(1,121,776)
Disposals/ maturity of investment securities		773,169	23,096
Acquisition of subsidiaries (net of cash & cash equivalents acquired)		-	(115)
Acquisition and participation in share capital increases of associates	26	(8,620)	-
Dividends receipts		6	42
Net cash inflow/ (outflow) from investing activities		234,516	(1,122,537)
<i>Cash flows from financing activities</i>			
Net proceeds from issue/ (repayment) of debt securities and other borrowed funds		(81,612)	(898,321)
Net Increase of share capital through cash payment		755,544	-
Payment of prior year dividends		(16)	(31)
Purchases/ sales of treasury shares and preemption rights		2,205	118
Other cashflows from financing activities		5,118	23,374
Net cash inflow/ (outflow) from financing activities		681,240	(874,861)
Effect of exchange rate changes on cash and cash equivalents		10,303	(20,801)
Net increase/ (decrease) in cash and cash equivalents of the period		(669,058)	(658,152)
Cash and cash equivalents at the beginning of the period		4,034,929	3,389,025
Cash and cash equivalents at the end of the period		3,365,871	2,730,872

The notes on pages 6 to 19 are an integral part of the consolidated interim condensed financial information.

1 General information about the Group

Piraeus Bank S.A. is a banking institute operating in accordance with the provisions of Law 2190/1920 on sociétés anonymes, Law 3601/2007 on credit institutions, and other relevant laws. According to article 2 of its Statute, the scope of the company is to execute, on its behalf or on behalf of third parties, any and every operation acknowledged or delegated by law to banks.

Piraeus Bank (parent company) is incorporated and domiciled in Greece. The address of its registered office is 4 Amerikis st., Athens. Piraeus Bank and its subsidiaries (hereinafter "the Group") provide services in the Southeastern Europe, Egypt, the U.S.A., as well as Western Europe. The Group employs in total 13,155 people.

Apart from the ATHEX Composite Index, Piraeus Bank's share is a constituent of other indices as well, such as FTSE/ATHEX (Banks, 20, International), FTSE/ATHEX-CSE Banking Index, FTSE RAFI Index Series, FTSE Med 100, GT-30, MSCI (World Small Cap, Europe Small Cap, EMU Small Cap, EAFE Small Cap, Greece Small Cap), Euro Stoxx, Euro Stoxx Banks, S&P (Global BMI, Developed BMI) and FTSE4Good Index Series.

2 General accounting policies of the Group

The same accounting policies and methods of computation as those in the annual consolidated financial statements for the year ended 31 December 2010 have been followed.

The following amendments and interpretations, that have been issued by the International Accounting Standards Board and endorsed by the E.U., are effective from 1.1.2011 but they do not have a significant effect on the Group's financial statements:

- IAS 24 (Revised), "Related Party Disclosures"
- IAS 32 (Amendment), "Financial Instruments: Presentation"
- IFRS 1 (Amendment), "Limited Exemption from Comparative IFRS 7 Disclosures for First-time Adopters"
- IFRIC Interpretation 14 (Amendment), "IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction"
- IFRIC Interpretation 19, "Extinguishing Financial Liabilities with Equity Instruments"

Improvements to IFRSs (May 2010):

- IFRS 1 (Amendment), "First Time Adoption of International Financial Reporting Standards"
- IFRS 3 (Amendment), "Business Combinations"
- IFRS 7 (Amendment), "Financial Instruments: Disclosures"
- IAS 1 (Amendment), "Presentation of Financial Statements"
- IAS 27 (Amendment), "Consolidated and Separate Financial Statements"
- IAS 34 (Amendment), "Interim Financial Reporting"
- IFRIC Interpretation 13, "Customer Loyalty Programmes"

3 Basis of preparation of the consolidated interim condensed financial information

The consolidated interim condensed financial information has been prepared in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and it should be read along with the Group's annual consolidated financial statements for the year ended 31 December 2010.

Consolidated interim condensed financial information attached, is expressed in thousand euros (unless otherwise stated) and roundings are performed in the nearest thousand.

4 Critical accounting estimates and judgements

The Group's accounting estimates and judgements affect the reported amounts of assets and liabilities within the next financial year. Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The most important areas where the Group uses accounting estimates and judgements, in applying the Group's accounting policies, are as follows:

1. Impairment losses on loans and advances

The Group examines, at every reporting period, whether trigger for impairment exists for its loans or loan portfolios. If such triggers exist, the recoverable amount of the loan portfolio is calculated and the relevant provision for this impairment is raised. The provision is recorded in the income statement. The estimates, methodology and assumptions used are reviewed regularly to reduce any differences between loss estimates and actual loss experience.

2. Fair value of derivative financial instruments

The fair values of derivative financial instruments that are not quoted in active markets are determined by using valuation techniques. All models use observable data, however, areas such as credit risk (both own and counterparty), volatilities and correlations require Management's estimates. Assumptions and estimates that affect the reported fair values of financial instruments are examined regularly.

3. Impairment of available for sale investments

The available for sale portfolio is recorded at fair value and any changes in fair value are recorded in the available for sale reserve. Available for sale investments are impaired when there is significant or prolonged decline (judgement is required) in the fair value below cost. When this occurs, the relevant portion of the available for sale reserve is recycled to the income statement of the period. Judgement is also required for the estimation of the fair value of investments that are not traded in an active market. For these investments, the fair value computation through financial models takes also into account evidence of deterioration in the financial performance of the investee, as well as industry and sector economical performance and changes in technology.

4. Securitisations and special purpose entities

The Group sponsors the formation of special purpose financing entities (SPEs) for various purposes including asset securitisation. The Group does not consolidate SPEs that it does not control. As it can sometimes be difficult to determine whether the Group does control an SPE, it makes judgements about its exposure to the risks and rewards, as well as about its ability to make operational decisions for the SPE in question. In many instances, elements may indicate control or lack of control over an SPE when considered in isolation, but when considered together make it difficult to reach a clear conclusion. In such cases, the SPE is consolidated.

5. Held to maturity investments

The Group follows the guidance of IAS 39 on classifying non-derivative financial assets with fixed or determinable payments and fixed maturity as held to maturity. This classification requires significant judgement. In making this judgement, the Group evaluates its intention and ability to hold such investments to maturity. If the Group fails to keep these investments to maturity other than for specific circumstances -for example, selling an insignificant amount close to maturity- it will be required to reclassify the entire class to the available for sale portfolio. The investments would therefore be remeasured at fair value.

6. Income taxes

The Group is subject to income taxes in the countries in which operates. This requires estimates in determining the provision for income taxes and therefore the final income tax determination is uncertain during the fiscal year. Where the final income tax expense is different from the amounts initially recorded, differences will impact the income tax and deferred tax assets/ liabilities in the period in which the tax computation is finalised.

5 Business segments

Piraeus Bank Group has defined the following business segments:

Retail Banking - This segment includes the retail banking facilities of the Bank and its subsidiaries, which are addressed to retail customers, as well as to small - medium companies (deposits, loans, working capital, imports – exports, letters of guarantee, etc.)

Corporate Banking - This segment includes facilities related to retail banking, provided by the Bank and its subsidiaries, addressed to large and maritime companies, which due to their specific needs are serviced centrally (deposits, loans, syndicated loans, project financing, working capital, imports-exports, letters of guarantee, etc.).

Investment Banking - This segment includes activities related to investment banking facilities of the Bank and its subsidiaries (investment, advisory and stock exchange services, underwriting services and public listings, etc.).

Asset Management and Treasury – This segment includes asset management facilities for clients of the Group and on behalf of the Group (wealth management facilities, mutual funds management, treasury).

Other – Includes other facilities of the Bank and its subsidiaries that are not included in the above segments (Bank's administration, real estate activities, IT activities etc.).

According to IFRS 8, the identification of business segments results from the internal reports that are regularly reviewed by the Executive Board in order to monitor and assess each segment's performance. Significant elements are the evolution of figures and results per segment.

An analysis of the results and other financial figures per business segment of the Group is presented below:

	Retail Banking	Corporate Banking	Investment Banking	Asset Management & Treasury	Other business segments	Eliminations	Group
1/1-31/3/2011							
Net interest income	205,898	82,263	(380)	14,925	(2,036)	8,081	308,751
Net fee and commission income	31,624	11,377	1,557	1,150	2,977	(51)	48,634
Net revenues	256,556	91,256	2,651	31,114	14,005	(12,638)	382,944
Segment results	(35,916)	46,429	(683)	27,553	(23,203)	-	14,180
Share of results of associates							(4,142)
Profit before tax							10,038
Income tax expense							(8,158)
Profit after tax							1,881
Other segment items							
Capital expenditure	24,689	1,852	104	622	14,540	-	41,807
Depreciation and amortisation	13,051	2,504	141	232	8,125	-	24,053
Impairment charge - loans and advances	139,740	28,386	148	-	814	-	169,088
1/1-31/3/2010							
Net interest income	236,848	67,887	(373)	28,793	(42,796)	2,842	293,200
Net fee and commission income	33,812	4,544	2,985	3,089	4,105	(693)	47,841
Net revenues	305,622	80,011	3,262	42	(27,505)	(16,889)	344,543
Segment results	919	10,974	1,094	(11,906)	5,211	-	6,291
Share of results of associates							1,725
Profit before tax							8,016
Income tax expense							(1,651)
Profit after tax							6,365
Other segment items							
Capital expenditure	46,718	9,125	213	303	18,092	-	74,451
Depreciation and amortisation	14,504	2,515	157	172	7,733	-	25,080
Impairment charge - loans and advances	129,297	2,971	-	-	863	-	133,132
At 31 March 2011							
Segment assets	25,978,335	9,959,716	127,496	11,904,906	8,658,016	-	56,628,468
Segment liabilities	20,189,825	483,254	63,023	26,350,699	5,477,416	-	52,564,216
At 31 December 2010							
Segment assets	27,033,279	10,485,235	123,491	16,111,559	3,926,731	-	57,680,295
Segment liabilities	21,462,647	1,702,134	54,384	25,828,902	5,358,496	-	54,406,564

Regarding profit before tax of other business segments, there is no sector that contributes more than 10%.

Capital expenditure includes additions of intangible and tangible assets that took place during the period by each business segment.

The intercompany transactions among the business segments are realised under normal commercial terms.

6 Net trading income

Net trading income amounts to gains of € 14.0 million for the 1st quarter of 2011 comparing to loss of € 18.2 million for the 1st quarter of 2010, due to gains from transactions of bonds.

7 Income tax expense

	1/1-31/3/2011	1/1-31/3/2010
Current Tax	(6,498)	(6,229)
Deferred tax	(1,660)	5,047
Tax provisions	-	(469)
	(8,158)	(1,651)

Further to the amendments introduced by the new tax law 3943/2011 (Government Gazette A' 66/31.3.2011), the corporate income tax rate for Greek legal entities is reduced from 24% as applies on taxable income for the year 2010, to 20% for the year 2011. Furthermore, in accordance with the provisions of L.3943/2011, a withholding tax of 25% is imposed on distributed profits. Specifically for profits distributed within 2011, the withholding tax rate is 21%. For the subsidiaries operating abroad, the tax has been calculated according to the respective nominal tax rates that were imposed in the fiscal years of 2010 and 2011 (Bulgaria: 10%, Romania: 16%, U.S.A.: 35%, Serbia: 10%, Ukraine: 25%, Egypt: 20%, Cyprus: 10%, Albania: 10% and United Kingdom: 28%).

Piraeus Bank has been audited by the tax authorities and all the unaudited fiscal years until 2008 have been finalized. The unaudited tax years of the subsidiaries and associates are included in note 16. For the unaudited tax years, a provision has been raised according to International Financial Reporting Standards (IFRS).

8 Earnings/ (Losses) per share

Basic earnings/ (losses) per share are calculated by dividing the net profit/ (loss) attributable to ordinary shareholders of the parent by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares purchased by the Group and held as treasury shares. There is no potential dilution on basic earnings per share.

Basic earnings/ (losses) per share

	1/1-31/3/2011	1/1-31/3/2010
Net profit/ (loss) attributable to equity holders of the parent entity	1,820	6,768
Less: Accrued dividends of preference shares after tax	(7,299)	(7,025)
Net profit/ (loss) attributable to ordinary shareholders of the parent entity	(5,479)	(256)
Weighted average number of ordinary shares in issue	908,991,792	635,180,588
Basic earnings/ (losses) per share (in euros)	(0.0060)	(0.0004)

According to the requirements of IAS 33, the weighted average number of shares has been adjusted for the comparison period from 1/1/2010 31/3/2010 by a 1.8889 factor, in order to adjust earnings per share for the discount price of the rights issue share capital increase (note 23).

9 Analysis of other comprehensive income

	Before-Tax amount	Tax	Net-of-Tax amount
1/1-31/3/2011			
Net change in available for sale reserve	19,778	(10,581)	9,197
Change in currency translation reserve	11,517	-	11,517
Other comprehensive income	31,295	(10,581)	20,714
1/1-31/3/2010			
Net change in available for sale reserve	(65,647)	15,538	(50,109)
Change in currency translation reserve	(1,840)	-	(1,840)
Other comprehensive income	(67,487)	15,538	(51,949)

10 Cash and balances with Central Banks

	31 March 2011	31 December 2010
Cash in hand	313,471	328,846
Nostros and sight accounts with other banks	762,134	764,913
Balances with central bank	1,087,561	1,254,563
Cheques clearing system - central bank	238,838	206,772
Mandatory reserves with central bank	454,447	438,181
	2,856,452	2,993,275

11 Financial assets at fair value through profit or loss

	31 March 2011	31 December 2010
Trading securities		
Greek government bonds	122,869	147,976
Foreign government bonds	287,468	184,005
Corporate entities bonds	12,136	11,586
Bank bonds	56	56
Greek government treasury bills	20,409	88,726
Foreign government treasury bills	136,624	200,883
Total	579,563	633,233
Athens stock exchange listed shares	37,365	38,241
Foreign stock exchanges listed shares	318	341
Mutual funds	2,024	2,170
Total	39,706	40,752
Total trading securities	619,269	673,984
Other financial instruments at fair value through profit or loss	14,023	16,426

12 Loans and advances to customers

	31 March 2011	31 December 2010
Loans to individuals		
Mortgages	6,820,016	6,909,632
Consumer/ personal and other loans	3,553,552	3,650,891
Credit cards	818,728	844,874
	11,192,296	11,405,397
Loans to corporate entities	27,298,952	27,665,756
Total loans and advances to customers	38,491,248	39,071,153
Less: Allowance for losses (impairment) on loans and advances to customers	(1,538,545)	(1,433,077)
Total loans and advances to customers (less allowances for losses)	36,952,703	37,638,075

Movement in allowance (impairment) for losses on loans and advances to customers:

	Loans to individuals	Loans to corporate entities	Total
Balance at 1/1/2010	492,355	502,615	994,970
Charge for the period	51,962	75,523	127,485
Loans written-off	(18,000)	(18,095)	(36,095)
Foreign exchange differences	4,770	7,503	12,273
Balance at end of the period 31/3/2010	531,087	567,546	1,098,633
Balance at 1/4/2010	531,087	567,546	1,098,633
Charge for the period	232,830	211,341	444,171
Loans written-off	(77,172)	(30,767)	(107,939)
Foreign exchange differences	(4,396)	2,609	(1,787)
Balance at end of year 31/12/2010	682,349	750,729	1,433,078
Balance at 1/1/2011	682,349	750,729	1,433,078
Charge for the period	54,786	107,602	162,388
Loans written-off	(23,731)	(31,396)	(55,127)
Foreign exchange differences	2,955	(4,749)	(1,793)
Balance at end of the period 31/3/2011	716,359	822,187	1,538,545

The charge for the 1st quarter of 2011 amount of € 169.1 million (1st quarter of 2010: € 133.1 million) in the income statement includes an amount of € 6.7 million (1st quarter of 2010: € 5.6 million) which relates to impairment of other receivables and insurance expenses for covering credit risk.

13 Investment securities

	31 March 2011	31 December 2010
Available for sale securities		
Bonds and other fixed income securities		
Greek government bonds	514,837	557,436
Foreign government bonds	161,070	196,167
Corporate entities bonds	168,310	229,769
Bank bonds	35,794	37,007
Greek government treasury bills	454,813	604,019
Foreign government treasury bills	661	639
Total	1,335,484	1,625,036
Shares and other variable income securities		
Athens stock exchange listed shares	68,844	60,614
Foreign stock exchanges listed shares	15,388	15,994
Unlisted shares	157,991	158,917
Mutual funds	191,407	190,541
Total	433,631	426,066
Total available for sale securities	1,769,115	2,051,103
Held to maturity		
Greek government bonds	4,971,408	4,954,598
Foreign government bonds	59,068	58,917
Corporate entities bonds	14,936	17,727
Foreign government treasury bills	18,987	25,578
Total held to maturity	5,064,399	5,056,820

14 Debt securities – receivables

	31 March 2011	31 December 2010
Corporate entities debt securities - receivables	193,389	197,653
Bank debt securities - receivables	23,133	-
Greek government bonds debt securities - receivables	2,643,852	2,302,166
Foreign government bonds debt securities - receivables	304,554	12,518
Total Debt securities - receivables	3,164,928	2,512,337

15 Reclassification of financial assets

The "Available for Sale securities" portfolio as at 31/3/2011 includes shares and bonds, which have been reclassified during the financial years 2008 and 2010 from the "Trading securities" portfolio. Specifically, the "Available for sale securities" portfolio as at 31/3/2011 includes shares and mutual funds with fair value of € 28.6 million. The revaluation profit of € 2.9 million for the period 1/1-31/3/2011 has been recognized in the "Available for Sale reserve". Moreover, the "Available for sale securities" portfolio as at 31/3/2011 includes bonds with fair value of € 286.1 million. The revaluation loss of € 30.2 million for the period 1/1-31/3/2011 has been recognized in the "Available for Sale reserve".

"Held to Maturity" portfolio as at 31/3/2011 includes bonds with fair value of € 335.3 million (amortized cost € 593.3 million), which have been reclassified from "Trading securities" portfolio during the financial year 2008. If these bonds had not been reclassified, a revaluation loss of € 0.3 million would have been recognized in the "Net trading Income" of the period 1/1-31/3/2011.

"Debt securities – receivables" portfolio as at 31/3/2011 includes bonds with fair value of € 733.5 million (amortized cost of € 943.1 million) which have been reclassified from the "Available for sale securities" portfolio during the financial years 2008 and 2010. "Loans and advances to credit institutions" portfolio includes bank bonds with fair value of € 21.0 million (amortized cost € 19.0 million), which have been reclassified from the "Available for sale securities" portfolio during the financial year 2008. If these bonds had not been reclassified, a revaluation loss of € 25.3 million would have been recognized in the "Available for sale reserve" of the period 1/1-31/3/2011.

No gains or losses from the sale of reclassified bonds and shares have been recognized in the Income Statement for the period 1/1 - 31/3/2011.

16 Investments in subsidiaries and associate companies

The investments of Piraeus Bank in subsidiaries and associates are:

A) Subsidiaries companies (full consolidation method)

a/a	Name of Company	Activity	% holding	Country	Unaudited tax years
1.	Marathon Banking Corporation	Banking activities	96.24%	U.S.A	2007-2010
2.	Tirana Bank I.B.C. S.A.	Banking activities	96.71%	Albania	2009-2010
3.	Piraeus Bank Romania S.A.	Banking activities	100.00%	Romania	2007-2010
4.	Piraeus Bank Beograd A.D.	Banking activities	100.00%	Serbia	2006-2010
5.	Piraeus Bank Bulgaria A.D.	Banking activities	99.98%	Bulgaria	2010
6.	Piraeus Bank Egypt S.A.E.	Banking activities	98.03%	Egypt	2003-2010
7.	JSC Piraeus Bank ICB	Banking activities	99.98%	Ukraine	2008-2010
8.	Piraeus Bank Cyprus LTD	Banking activities	100.00%	Cyprus	2007-2010
9.	Piraeus Asset Management Europe S.A.	Mutual funds management	100.00%	Luxemburg	-

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a/a	Name of Company	Activity	% holding	Country	Unaudited tax years
10.	Piraeus Leasing Romania S.R.L.	Finance leases	100.00%	Romania	2003-2010
11.	Piraeus Insurance and Reinsurance Brokerage S.A.	Insurance and reinsurance brokerage	100.00%	Greece	2010
12.	Tirana Leasing S.A.	Finance leases	100.00%	Albania	2009-2010
13.	Piraeus Securities S.A.	Stock exchange operations	100.00%	Greece	2006-2010
14.	Piraeus Group Capital LTD	Debt securities issue	100.00%	United Kingdom	-
15.	Piraeus Leasing Bulgaria EAD	Finance leases	100.00%	Bulgaria	2008-2010
16.	Piraeus Auto Leasing Bulgaria EAD	Auto leases	100.00%	Bulgaria	2008-2010
17.	Piraeus Group Finance P.L.C.	Debt securities issue	100.00%	United Kingdom	2009-2010
18.	Piraeus Factoring S.A.	Corporate factoring	100.00%	Greece	2010
19.	Piraeus Multifin S.A.	Motor vehicles trading	100.00%	Greece	2007-2010
20.	Picar S.A.	City link areas management	100.00%	Greece	2007-2010
21.	Bulfin S.A.	Property management	100.00%	Bulgaria	2008-2010
22.	General Construction and Development Co. S.A.	Property development/ holding company	66.67%	Greece	2010
23.	Piraeus Direct Services S.A.	Call center services	100.00%	Greece	2010
24.	Komotini Real Estate Development S.A.	Property management	100.00%	Greece	2010
25.	Piraeus Real Estate S.A.	Construction company	100.00%	Greece	2008-2010
26.	ND Development S.A.	Property management	100.00%	Greece	2010
27.	Property Horizon S.A.	Property management	100.00%	Greece	2010
28.	ETVA Industrial Parks S.A.	Development/ management of industrial areas	65.00%	Greece	2010
29.	Piraeus Development S.A.	Property management	100.00%	Greece	2010
30.	Piraeus Asset Management S.A.	Mutual funds management	100.00%	Greece	2009-2010
31.	Piraeus Buildings S.A.	Property development	100.00%	Greece	2010
32.	Estia Mortgage Finance PLC	SPE for securitization of mortgage loans	-	United Kingdom	-
33.	Euroinvestment & Finance Public LTD	Asset management, real estate operations	90.86%	Cyprus	2006-2010
34.	Lakkos Mikelli Real Estate LTD	Property management	50.66%	Cyprus	2009-2010
35.	Philoktimatiki Public LTD	Land and property development	53.30%	Cyprus	2005-2010
36.	Philoktimatiki Ergoliptiki LTD	Construction company	53.30%	Cyprus	2005-2010
37.	New Evolution S.A.	Property, tourism & development company	100.00%	Greece	2010
38.	Imperial Stockbrokers Limited	Stock exchange operations	100.00%	Cyprus	2003-2010
39.	Imperial Eurobrokers Limited	Stock exchange operations	100.00%	Cyprus	2003-2010
40.	EMF Investors Limited	Investment company	100.00%	Cyprus	2003-2010
41.	Euroinvestment Mutual Funds Limited	Mutual funds management	100.00%	Cyprus	2003-2010
42.	Bull Fund Limited	Investment company	100.00%	Cyprus	2003-2010
43.	Good Works Energy Photovoltaics S.A.	Construction & operation PV solar projects	33.15%	Greece	2005-2010
44.	Piraeus Green Investments S.A.	Holding company	100.00%	Greece	2005-2010
45.	New Up Dating Development Real Estate and Tourism S.A.	Property, tourism & development company	100.00%	Greece	2005-2010
46.	Sunholdings Properties Company LTD	Land and property development	26.65%	Cyprus	2008-2010
47.	Piraeus Cards S.A.	Financial services and consultancy	100.00%	Greece	2008-2010
48.	Polytropon Properties Limited	Land and property development	39.97%	Cyprus	2008-2010
49.	Shinefocus Limited	Land and property development	53.30%	Cyprus	2003-2010
50.	Capital Investments & Finance S.A.	Investment company	100.00%	Liberia	-
51.	Maples Invest & Holding S.A.	Investment company	100.00%	British Virgin Islands	-
52.	Margetson Invest & Finance S.A.	Investment company	100.00%	British Virgin Islands	-
53.	Vitria Investments S.A.	Investment company	100.00%	Panama	-
54.	Piraeus Insurance Brokerage EOOD	Insurance brokerage	99.98%	Bulgaria	2007-2010
55.	Trieris Real Estate Management LTD	Management of Trieris Real Estate Ltd	100.00%	British Virgin Islands	-
56.	Piraeus - Egypt Asset Management Co.	Property administration	88.35%	Egypt	2005-2010
57.	Piraeus Egypt Leasing Co.	Finance leases	98.03%	Egypt	2007-2010
58.	Piraeus Egypt for Securities Brokerage Co.	Stock exchange operations	98.02%	Egypt	2007-2010
59.	Piraeus Insurance Reinsurance Broker Romania S.R.L.	Insurance and reinsurance brokerage	100.00%	Romania	2009-2010
60.	Piraeus Real Estate Consultants S.R.L.	Construction company	100.00%	Romania	2007-2010
61.	Piraeus Leases S.A.	Finance leases	100.00%	Greece	2007-2010
62.	Iapetos Energy Photovoltaics S.A.	PV Solar projects development	33.15%	Greece	2007-2010
63.	Phoebe Energy Photovoltaics S.A.	PV Solar projects development	33.15%	Greece	2007-2010
64.	Orion Energy Photovoltaics S.A.	PV Solar projects development	33.15%	Greece	2007-2010
65.	Astraios Energy Photovoltaics S.A.	PV Solar projects development	33.15%	Greece	2007-2010
66.	Multicollection S.A.	Assessment and collection of commercial debts	51.00%	Greece	2009-2010
67.	Multicollection Romania S.R.L.	Assessment and collection of commercial debts	51.00%	Romania	2006-2010
68.	Olympic Commercial & Tourist Enterprises S.A.	Oper.leases- Rent-a-Car and long term rental of vehicl.	94.00%	Greece	2009-2010
69.	Piraeus Rent Doo Beograd	Operating leases	100.00%	Serbia	2007-2010
70.	Estia Mortgage Finance II PLC	SPE for securitization of mortgage loans	-	United Kingdom	-
71.	Piraeus Leasing Doo Beograd	Finance leases	100.00%	Serbia	2007-2010
72.	Piraeus Real Estate Consultants Doo	Construction company	100.00%	Serbia	2008-2010
73.	Piraeus Real Estate Bulgaria EOOD	Construction company	100.00%	Bulgaria	2007-2010
74.	Piraeus Real Estate Egypt LLC	Construction company	99.80%	Egypt	2007-2010

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a/a	Name of Company	Activity	% holding	Country	Unaudited tax years
75.	Piraeus Bank Egypt Investment Company	Investment company	97.93%	Egypt	2007-2010
76.	Piraeus Best Leasing Bulgaria EAD	Auto Leases	99.98%	Bulgaria	2007-2010
77.	Piraeus Insurance Agency S.A.	Insurance - agency	100.00%	Greece	2007-2010
78.	Piraeus Capital Management S.A.	Venture capital fund	100.00%	Greece	2010
79.	Estia Mortgage Finance III PLC	SPE for securitization of mortgage loans	-	United Kingdom	-
80.	Piraeus Insurance Brokerage Egypt	Insurance brokerage	96.01%	Egypt	2008-2010
81.	Integrated Services Systems Co.	Warehouse & mail distribution management	96.99%	Egypt	2004-2010
82.	Axia Finance PLC	SPE for securitization of corporate loans	-	United Kingdom	-
83.	Piraeus Wealth Management A.E.P.E.Y.	Wealth management	65.00%	Greece	2010
84.	Praxis Finance PLC	SPE for securitization of consumer loans	-	United Kingdom	-
85.	Axia Finance III PLC	SPE for securitization of corporate loans	-	United Kingdom	-
86.	Praxis II Finance PLC	SPE for securitization of consumer loans	-	United Kingdom	-
87.	Gaia Lease PLC	SPE for securitization of finance leases	-	United Kingdom	-
88.	Axia III APC LIMITED	SPE for securitization of corporate loans	-	United Kingdom	-
89.	Praxis II APC LIMITED	SPE for securitization of consumer loans	-	United Kingdom	-
90.	PROSPECT N.E.P.A.	Yachting management	100.00%	Greece	2010
91.	R.E Anodus LTD	Consultancy serv. for real estate develop. and inv.	100.00%	Cyprus	2009-2010
92.	Erechtheas Investments & Holdings S.A.	Property management	100.00%	Greece	2010
93.	Solum Ltd Liability Co.	Property management	100.00%	Ukraine	2009-2010
94.	Piraeus (Cyprus) Insurance Brokerage Ltd	Insurance brokerage	100.00%	Cyprus	2009-2010
95.	O.F. Investments Ltd	Investment company	100.00%	Cyprus	2010
96.	DI.VI.PA.KA S.A.	Administrative and managerial body of the Kastoria industrial park	60.41%	Greece	2010
97.	Piraeus Equity Partners Ltd.	Holding company	100.00%	Cyprus	-
98.	Piraeus Equity Advisors Ltd.	Investment advise	100.00%	Cyprus	2009-2010
99.	Tortilus Ltd.	Holding company	100.00%	Cyprus	2009-2010
100.	Achaia Clauss Estate S.A.	Property management	74.36%	Greece	2009-2010
101.	Piraeus Equity Investment Management Ltd	Investment management	100.00%	Cyprus	2009-2010
102.	Piraeus FI Holding Ltd	Holding company	100.00%	British Virgin Islands	-
103.	Piraeus Master GP Holding Ltd	Investment advice	100.00%	British Virgin Islands	-
104.	Piraeus Clean Energy GP Ltd	General partner of Piraeus Clean Energy LP	100.00%	Cyprus	2008-2010
105.	Piraeus Wealth Management (Switzerland) S.A.	Wealth management	42.25%	Switzerland	-
106.	Curdart Holding Ltd	Holding company	100.00%	Cyprus	2009-2010

Companies numbered 32, 70, 79, 82 and 84-89 are special purpose vehicles for securitization of loans and issuance of debt securities. Companies numbered 43, 46, 48, 62-65 and 105, although presenting less than 50% holding percentage, are subsidiaries due to existence of control.

The company numbered 79 is under liquidation because the third securitisation of mortgage loans was called back (note 20) in February 2011. Also, as at 31/3/2011 the companies numbered 31, 51-53, 66 and 72 were under liquidation.

B) Associate companies (equity accounting method)

a/a	Name of Company	Activity	% holding	Country	Unaudited tax years
1.	Crete Scient. & Tech. Park Manag. & Dev. Co. S.A.	Scientific and technology park management	30.45%	Greece	2010
2.	Evros' Development Company S.A.	European community programs management	30.00%	Greece	2010
3.	Project on Line S.A.	Information technology & software	40.00%	Greece	2010
4.	Alexandria for Development and Investment	Investment company	21.57%	Egypt	2008-2010
5.	Nile Shoes Company	Footwear seller- manufacturer	38.56%	Egypt	2003-2010
6.	APE Commercial Property Real Estate Tourist and Development S.A.	Real estate, development/ tourist services	27.80%	Greece	2010
7.	APE Fixed Assets Real Estate Tourist and Development S.A.	Real estate, development/ tourist services	27.80%	Greece	2010
8.	Trieris Real Estate LTD	Property management	22.94%	British Virgin Islands	-
9.	European Reliance Gen. Insurance Co. S.A.	General and life insurance and reinsurance	30.23%	Greece	2010
10.	APE Investment Property S.A.	Real estate, development/ tourist services	27.20%	Greece	2010
11.	Sciens International Investments & Holding S.A.	Holding company	28.10%	Greece	2008-2010
12.	Ekathariseis Aktoploias S.A.	Ticket settlements	49.00%	Greece	2010
13.	Trastor Real Estate Investment Company	Real estate investment property	33.80%	Greece	2006-2010
14.	Euroterra S.A.	Property management	39.22%	Greece	2010
15.	Rebikat S.A.	Property management	40.00%	Greece	2010
16.	Abies S.A.	Property management	40.00%	Greece	2010
17.	Atlantic Insurance Company Public LTD	General insurances	21.70%	Cyprus	2009-2010
18.	ACT Services S.A.	Accounting and tax consulting	49.00%	Greece	2010
19.	Exodus S.A.	Information technology & software	50.10%	Greece	2010

The company numbered 19 is included in the associate companies' portfolio, as Piraeus Bank S.A. owns 40.10% of the voting rights. The company numbered 12 was under liquidation as at 31/3/2011.

The changes in the portfolio of subsidiaries and associates are referred at note 26.

17 Due to credit institutions

	31 March 2011	31 December 2010
Amounts due to central banks	17,485,190	17,444,050
Deposits from other banks	1,287,644	1,658,425
Repurchase agreement - credit institutions	531,237	500,770
Other obligations to banks	321,015	327,024
	19,625,087	19,930,269

18 Liabilities at fair value through profit or loss

As at 31/3/2011 the Group had open selling positions in bonds with fair value of € 377.1 million.

19 Due to customers

	31 March 2011	31 December 2010
Current and sight deposits	4,434,140	4,706,558
Savings account	3,409,062	3,676,013
Term deposits	19,852,283	20,633,524
Other accounts	232,205	237,584
Repurchase agreements	244,374	221,319
	28,172,063	29,474,998

20 Debt securities in issue

	31 March 2011	31 December 2010
ETBA bonds	123,557	124,355
Euro Commercial Paper (Short term securities)	44,515	46,875
	44,515	46,875
Euro Medium Term Note (Medium/ long term securities)		
€ 60 m. floating rate notes due 2015	60,000	60,000
€ 650 m. floating rate notes due 2011	422,857	422,837
€ 5.05 m. floating rate notes due 2011	-	3,750
€ 20 m. floating rate notes due 2012	19,990	19,989
€ 500 m. fixed rate notes due 2011	474,652	488,473
€ 500 m. fixed rate notes due 2012	444,718	469,569
€ 200 m. fixed rate notes due 2012	52,409	54,136
€ 200 m. fixed rate notes due 2013	25,989	26,462
Accrued interest and other expenses	27,911	22,018
	1,528,526	1,567,234
Securitisation of mortgage loans		
€ 750 m. floating rate notes due 2040	233,040	242,601
€ 1,250 m. floating rate notes due 2054	648,692	678,553
	881,732	921,154
Total debt securities in issue	2,578,328	2,659,618

Issuance under the Euro Commercial Paper and Euro Medium Term Note programs is undertaken through Piraeus Group Finance PLC, a subsidiary of Piraeus Bank Group. Information concerning the new issues of debt securities during the 1st quarter of 2011, which have been mainly retained by the Bank, are presented below :

In February 2011 Piraeus Bank issued its 3-year floating rate senior bond in the amount of € 950 million. The bond was issued with the unconditional guarantee of the Hellenic Republic under Art. 2 of Law 3723/2008 through Piraeus Bank's Euro Medium Term Note (EMTN) programme. The bond pays a floating rate coupon of 3M Euribor plus 1000bps. The bond has been retained by Piraeus Bank.

In February 2011 Piraeus Bank issued its 3-year covered bond in the amount of €1,250 million. The bond has a 10 year extension period and pays a floating rate coupon of 1M Euribor plus 100bps. The bond has been retained by Piraeus Bank.

It should be noted that the first and third securitisation of corporate loans in the amount of € 1,750 million and € 2,352 million respectively, as well as the first and second consumer loan backed securitisation of € 725 million and € 558 million respectively, continue to be retained by Piraeus Bank. The third securitisation of mortgage loans in the amount of € 800 million, was called back in February 2011 and the first leasing receivables securitisation in the amount of € 540 million was called back in March 2011.

21 Hybrid capital and other borrowed funds

	31 March 2011	31 December 2010
Hybrid capital (Tier I)		
€ 200 m. floating rate notes	158,636	158,636
Accrued interest and other expenses	782	803
	159,418	159,439
Subordinated debt (Tier II)		
€ 400 m. floating rate notes due 2016	345,978	346,028
Accrued interest and other expenses	1,094	1,117
	347,072	347,145
Other borrowed funds (USD)	3,628	3,858
Total hybrid capital and other borrowed funds	510,119	510,442

Accrued interest on hybrid capital and other borrowed funds is included in the respective amounts of hybrid capital and other borrowed funds. The Bank is not in default of any payments of principal, interest or redemption amounts of the aforementioned hybrid capital and other borrowed funds.

22 Contingent liabilities and commitments

A) Legal procedures

The legal proceedings outstanding against the Group as at 31/3/2011 are not expected to have any significant impact on the financial statements of the Group, according to the opinion of the legal affairs division of the Bank and its subsidiaries.

B) Credit commitments

As at 31/3/2011 the Group had the following capital commitments:

	31 March 2011	31 December 2010
Letters of guarantee	2,616,310	2,872,163
Letters of credit	115,937	129,312
Commitments to extent credit	3,612,781	3,609,990
	6,345,029	6,611,465

C) Assets pledged

	31 March 2011	31 December 2010
Balances with central banks	390	384
Trading securities	349,792	365,514
Investment securities	5,168,300	6,001,136
Debt securities held by the Group own issue	11,723,583	13,152,339
Loans and advances to customers	6,835,095	3,951,542
Debt securities - receivables	2,487,950	2,410,200
	26,565,111	25,881,115

In the "Debt securities held by the Group own issue" category, an amount of € 10,404 million refers to securities that had been issued with the unconditional guarantee of the Hellenic Republic and an amount of € 1,320 million refers to securities derived from the securitization of mortgage and corporate loans. The prementioned securities are not included in assets.

D) Operating lease commitments and receivables

The future minimum lease payments under non-cancellable operating leases are analysed as follows:

	31 March 2011	31 December 2010
Up to 1 year	45,913	44,732
From 1 to 5 years	184,935	177,753
More than 5 years	352,802	331,916
	583,651	554,401

23 Share capital

	Share Capital	Share Premium	Treasury Shares	Total
Opening balance at 1st January 2010	1,974,020	927,739	(123)	2,901,636
Reduction of the nominal value of ordinary shares	(1,503,138)	1,503,138	-	0
Purchases of treasury shares	-	-	(8,787)	(8,787)
Sales of treasury shares	-	-	120	120
Balance at 31st December 2010	470,882	2,430,877	(8,790)	2,892,969
Opening balance at 1st January 2011	470,882	2,430,877	(8,790)	2,892,969
Increase of share capital through cash payment	242,116	523,730	-	765,846
Acquisition of treasury shares due to share capital increase	-	-	(3,873)	(3,873)
Purchases of treasury shares and preemption rights	-	-	(9,868)	(9,868)
Sales of treasury shares and preemption rights	-	-	15,610	15,610
Balance at 31st March 2011	712,998	2,954,607	(6,920)	3,660,685

Changes to the number of Bank's shares are analysed in the table below:

	Number of shares		
	Issued shares	Treasury shares	Net number of shares
Opening balance at 1st January 2010	413,840,653	(14,451)	413,826,202
Purchases of treasury shares	-	(2,624,000)	(2,624,000)
Sales of treasury shares	-	14,278	14,278
Balance at 31st December 2010	413,840,653	(2,624,173)	411,216,480
Opening balance at 1st January 2011	413,840,653	(2,624,173)	411,216,480
Issue of new shares	807,054,045	-	807,054,045
Acquisition of treasury shares due to share capital increase	-	(3,872,743)	(3,872,743)
Purchases of treasury shares and preemption rights	-	(8,802,893)	(8,802,893)
Sales of treasury shares and preemption rights	-	11,147,012	11,147,012
Balance at 31st March 2011	1,220,894,698	(4,152,797)	1,216,741,901

On 1/1/2011 the Bank's share capital amounted to € 470,881,754.88, divided to 336,272,519 ordinary registered shares with voting rights, each with a nominal value of € 0.30 and 77,568,134 preference shares without voting rights L.3723/2008, each with a nominal value of € 4.77.

The Board of Directors on 3rd January 2011 resolved upon the increase of the Bank's share capital by an amount of € 242,116,213.50 through payment in cash and the granting of a pre-emption right to the existing ordinary shareholders at a subscription ratio of 12 new shares for every 5 existing ordinary registered shares and at subscription price of € 1 per new share. The share capital increase concluded on January 31, 2011 with the issuance of 807,054,045 new ordinary registered shares of nominal value € 0.30 each. The share premium increased by € 523,729,924.46 after the deduction of the expenses related to the share capital increase.

After this increase, the Bank's share capital as of 31/3/2011 amounts to € 712,997,968.38, divided into 1,143,326,564 ordinary registered shares with voting rights, each with a nominal value of € 0.30 and 77,568,134 preference shares without voting rights L. 3723/2008, each with a nominal value of € 4.77.

Pursuant to the provisions of article 28, Law 3756/2009 (Gov. Gazette A' 53/31.3.2009) the acquisition of treasury shares is not permitted for so long as the Bank is subject to the provisions of the above mentioned Law 3723/2008. Treasury shares transactions are carried out by the Group subsidiary Piraeus Securities S.A. through its activities relating to its role as a market maker.

The Shareholders General Meeting, that took place on 20/5/2011, resolved not to distribute any dividends to the shareholders for the year 2010, according to the provisions (article 44a of Law 2190/1920 and article 1 of Law 3723/2008 as in force, in conjunction with the article 19 par. 5 of Law 3965/2011), for the credit institutions participating in the Economy reinforcement programme.

The accrued dividend of preference shares for the period 1/1/2011 – 31/3/2011 amounts to € 9.1 million. The after tax yield of the preference share for the period 1/1/2011 – 31/3/2011, amounts to € 7.3 million.

24 Other reserves and retained earnings

	31 March 2011	31 December 2010
Legal reserve	101,569	100,488
Extraordinary reserve	1,822	1,821
Available for sale reserve	(333,507)	(342,714)
Currency translation reserve	(172,045)	(183,972)
Other reserves	(8,455)	(8,468)
Total other reserves	(410,615)	(432,845)
Retained earnings	673,543	672,687
Total other reserves and retained earnings	262,927	239,842

Piraeus Bank Group - 31 March 2011
Amounts in thousand euros (Unless otherwise stated)

Other reserves movement	31 March 2011	31 December 2010
Opening balance for the period	(432,845)	(218,195)
Movement of available for sale reserve	9,207	(184,953)
Formation of legal reserve	1,082	4,944
Formation of other reserves	14	(13,193)
Foreign exchange differences and other adjustments	11,926	(21,448)
Closing balance for the period	(410,615)	(432,845)

Available for sale reserve movement	31 March 2011	31 December 2010
Opening balance for the period	(342,714)	(157,762)
Gains/ (losses) from the valuation of bonds	4,209	(199,666)
Gains/ (losses) from the valuation of shares and mutual funds	8,635	(67,229)
Deferred income tax	(10,581)	49,574
Recycling of the accumulated fair value adjustment of disposed securities	230	480
Depreciation of accumulated impairment of transferred bonds	6,664	20,289
Foreign exchange differences and other movements	50	11,600
Closing balance for the period	(333,507)	(342,714)

Retained earnings movement	31 March 2011	31 December 2010
Opening balance for the period	672,687	782,619
Premium on equity instrument	-	(67,805)
Profit/ (loss) after tax for the period attributable to the equity holders of the parent entity	1,820	(20,474)
Prior year dividends of preference shares	-	(18,006)
Earnings/ (losses) from sales of treasury shares	336	29
Transfer between other reserves and retained earnings	(1,096)	8,249
Acquisitions, disposals, liquidation and movement in participating interest	(23)	(11,822)
Other movements	(183)	(103)
Closing balance for the period	673,543	672,687

25 Related parties transactions

Related parties include: a) Members of the Bank Board of Directors and key management personnel of the Bank, b) Close family and financially dependants (husbands, wives, children etc) of Board of Directors members and key management personnel, c) Companies having transactions with Piraeus Bank Group, if the total cumulative participating interest (of members of Board of Directors, key management personnel and their dependants/ close family) exceeds cumulatively 20%.

	Board of Directors members and key management personnel	
	31 March 2011	31 December 2010
Loans	127,628	130,521
Deposits	33,118	40,025

Letters of guarantee and letters of credit to the members of the board of directors and to the key management personnel as at 31/3/2011 are € 2.0 million (31/12/2010: € 2.3 million). The total income on loans to members of the board of directors and to key management personnel for the period 1/1-31/3/2011 is € 1.1 million (1/1-31/3/2010: € 1 million). The total expense from deposits of the prementioned related parties for the period is € 0.3 million (1/1-31/3/2010: € 0.1 million).

Loans and letters of guarantee issued to related parties represent an insignificant part of total loans and letters of guarantee issued by the Group, respectively. Loans and letters of guarantee have been issued to related parties in the normal course of business, within the approved credit policies and Group procedures, adequately collateralised. Loans to related parties are performing and no provision has been raised for their balances.

Directors' remuneration	1/1-31/3/2011	1/1-31/3/2010
Salaries and other remuneration	3,209	1,222

The aggregate provisions for benefit plans to Members of the Board of Directors and key management personnel, following the secession or the vesting of benefits of particular management personnel and the adjustments that took place in the current period, amount to € 25.8 million from € 31.6 million as at 31/12/2010. The full amount of the above provisions has been included in the retirement benefit obligations.

	Associates	
	31 March 2011	31 December 2010
Deposits	70,614	49,347
Loans and advances to customers	66,594	58,564
	1/1-31/3/2011	1/1-31/3/2010
Interest/ expense	(369)	(298)
Interest/ income	639	405

26 Changes in the portfolio of subsidiaries and associates

In the period from 1/1/2011 to 31/3/2011, the following changes took place in the Group's portfolio of subsidiaries and associates:

a) Acquisitions - Increases of participation:

In March 2011, Piraeus Bank Cyprus LTD, 100% subsidiary of Piraeus Bank S.A., increased its shareholding in Euroinvestment & Finance Public LTD through the purchase of 394 shares with the amount of € 0.26 thousand, increasing its shareholding percentage from 0.004% to 0.007%, without having a significant influence in the Group's shareholding percentage to the company (90.86%).

During the first quarter of 2011, Piraeus Bank S.A. increased its shareholding percentage by 10% in associates, Euroterra S.A. to 39.22% with the amount of € 7.67 million, Rebikat S.A. to 40% with the amount of € 0.35 million and Abies S.A. to 40% with the amount of € 0.45 million.

b) Participation in the share capital increases/ decreases:

O.F. Investments Ltd increased its share capital with the amount of € 110 thousand. The amount was fully covered on 1/2/2011 by Piraeus Equity Partners Ltd, 100% subsidiary of Piraeus Bank S.A., acquiring in this way 44% of O.F. Investments Ltd. As a result, Piraeus Bank's S.A. shareholding percentage to the company reduced from 100% to 56%.

Good Works Energy Photovoltaics S.A. increased its share capital with the amount of €160 thousand. On 2/2/2011 ETVA Industrial Parks S.A., 65% subsidiary of Piraeus Bank S.A., covered its shareholding ratio in the share capital increase of Good Works Energy Photovoltaics S.A. through payment of € 81.6 thousand without altering company's and Group's shareholding of 51% and 33.15% respectively.

On 7/2/2011 Good Works Energy Photovoltaics S.A. fully covered the share capital increases of its direct participations as follows: Phoebe Energy Photovoltaics S.A. with the amount of € 31 thousand, Iapetos Energy Photovoltaics S.A. with the amount of € 38 thousand, Orion Energy Photovoltaics S.A. with the amount of € 31 thousand and Astraios Energy Photovoltaics S.A. with the amount of € 30 thousand. Thus, Good Works Energy Photovoltaics S.A. shareholding percentage in each of the above companies increased from 99.98% to 99.99%, whereas the Group's shareholding percentage in the above companies reduced from 33.16% to 33.15%.

On 9/3/2011 Piraeus Bank S.A. fully covered the share capital increase of New Up Dating Development Real Estate and Tourism S.A. with the amount of € 350 thousand, increasing its direct shareholding from 0.17% to 5.67%. Piraeus Real Estate S.A., 100% subsidiary of Piraeus Bank S.A., holds the rest shareholding percentage of 94.33%.

Euroterra S.A., associate of Piraeus Bank S.A. increased its share capital with the amount of € 499.98 thousand. On 30/3/2011 Piraeus Bank S.A. covered its shareholding percentage in the share capital increase with the amount of € 146.07 thousand without altering its shareholding (29.22%).

c) Liquidation and disposal of shareholding percentages:

On 17/3/2011 Piraeus Bank S.A. sold 56% of O.F. Investments Ltd shareholding percentage with an amount of € 140 thousand to Piraeus Equity Partners Ltd. Thus, Piraeus Equity Partners Ltd increased its shareholding percentage in O.F. Investments Ltd from 44% to 100%, without altering Group's shareholding percentage (100%).

On 18/3/2011 Piraeus Bank S.A. sold 100% of its subsidiary Curdart Holding Ltd with an amount of € 2 thousand to Piraeus Bank Cyprus LTD, without altering Group's shareholding percentage (100%).

Maples Invest & Holding S.A., 100% subsidiary of Piraeus Bank S.A., was set under liquidation upon decision of the Shareholders General meeting on 18/3/2011.

Margetson Invest & Finance S.A., 100% subsidiary of Piraeus Bank S.A., was set under liquidation upon decision of the Shareholders General meeting on 18/3/2011.

Vitria Investments S.A., 100% subsidiary of Piraeus Bank S.A., was set under liquidation upon decision of the Shareholders General meeting on 17/3/2011. The relevant decision was registered in Panama's Registry on 30/3/2011.

27 Events subsequent to the end of the interim period

On April 29, 2011, PPF Group N.V pursuant to the approval it received from the Bank of Greece announced that the Group has increased its equity stake to 5.72% in Piraeus Bank S.A.

On May 9, 2011, Standard & Poor's Ratings Services downgraded its long- and short-term sovereign credit ratings on Greece to 'B' and 'C', from 'BB-' and 'B', respectively. Both the long- and short-term ratings remain on CreditWatch, with negative implications. Consequently, on May 11, 2011 S&P's downgraded Piraeus Bank's long term rating to B from B+ and its short term rating to C from B, maintaining the outlook to CreditWatch Negative.

On May 10, 2011, Moody's Investors Service placed on review for possible downgrade all the ratings of Piraeus Bank, following Moody's decision on May 9, 2011 to place Greece's B1 local and foreign-currency government bond ratings on review for possible downgrade.

On May 20, 2011, the Ordinary General Meeting of shareholders approved the proposal of the Board of Directors regarding the increase of the nominal value of each common share from € 0.30 to € 1.20 with a reduction of the number of common shares of the Bank from 1,143,326,564 to 285,831,641 (reverse split). Pursuant to the above resolution, the Bank's total share capital will reach € 712,997,968.38 divided into 285,831,641 ordinary registered voting shares having a nominal value of €1.20 each and 77,568,134 preferred non-voting shares having a nominal value of € 4.77 each.

Additionally, the General Meeting of the Shareholders took notice of the election of Msrss. Jiří Šmejč and Konstantin Yanakov as non executive members of the Board of Directors in replacement of members resigned in the past.

On 20th May 2011 Fitch Ratings downgraded Greece's Long-term foreign and local currency Issuer Default Ratings (IDR) to 'B+' from 'BB+' and the Short-term IDR remains at 'B'. All three ratings have been placed on Rating Watch Negative (RWN). Following the downgrade of Greece's sovereign rating, Fitch downgraded the ratings of Greek Banks on 23rd of May. Piraeus Bank's long-term issuer default rating was downgraded to B+ from BB+, placed on Rating Watch Negative.

Athens, May 26th, 2011

CHAIRMAN
OF THE BOARD OF DIRECTORS

MICHAEL G. SALLAS

MANAGING DIRECTOR
& C.E.O.

STAVROS M. LEKKAKOS

CHIEF FINANCIAL
OFFICER

GEORGE I. POULOPOULOS

ASSISTANT
GENERAL MANAGER

KONSTANTINOS S. PASCHALIS