



ALPHA BANK

**INTERIM FINANCIAL STATEMENTS  
AS AT 31.3.2009**

(In accordance with the International Accounting Standard 34)



Athens,  
May 26, 2009





## TABLE OF CONTENTS

---

### Interim Financial Statements as at 31.3.2009

▶ <b>Interim Income Statement</b> .....	3
▶ <b>Interim Balance Sheet</b> .....	4
▶ <b>Interim Statement of Comprehensive Income</b> .....	5
▶ <b>Interim Statement of Changes in Equity</b> .....	6
▶ <b>Interim Statement of Cash Flows</b> .....	7
▶ <b>Notes to the Interim Financial Statements</b>	
General Information .....	8
Accounting policies applied	
1   Basis of presentation .....	10
Income statement	
2   Impairment losses and provisions to cover credit risk .....	12
3   Income tax .....	12
4   Earnings per share .....	13
Assets	
5   Loans and advances to customers .....	14
6   Investment securities .....	14
7   Investment property .....	15
8   Property, plant and equipment .....	16
9   Goodwill and other intangible assets .....	17
Liabilities	
10   Debt securities in issue and other borrowed funds .....	18
11   Provisions .....	19
Equity	
12   Share capital, Retained earnings and Treasury shares .....	20
Additional Information	
13   Contingent liabilities and commitments .....	21
14   Operating Segment .....	23
15   Capital adequacy .....	24
16   Related party transactions .....	24
17   Investments in subsidiaries, associates and joint ventures .....	26
18   Events after the balance sheet date .....	26





## Interim Income Statement

	Note	(Thousands of Euro)	
		From 1 January to	
		31.3.2009	31.3.2008
Interest and similar income		921,922	930,769
Interest expense and similar charges		(632,157)	(599,911)
Net interest income		289,765	330,858
Fee and commission income		79,371	78,065
Commission expense		(8,427)	(5,896)
Net fee and commission income		70,944	72,169
Dividend income		7	3,027
Gains less losses from financial transactions		(3,031)	29,987
Other income		3,051	3,708
		27	36,722
<b>Total income</b>		<b>360,736</b>	<b>439,749</b>
Staff costs		(101,482)	(99,243)
General administrative expenses		(85,772)	(79,000)
Depreciation and amortization expenses	7, 8, 9	(14,314)	(13,616)
Other expenses		(766)	(677)
<b>Total expenses</b>		<b>(202,334)</b>	<b>(192,536)</b>
Impairment losses and provisions to cover credit risk	2	(131,144)	(57,722)
<b>Profit before income tax</b>		<b>27,258</b>	<b>189,491</b>
Income tax	3	(3,989)	(45,015)
<b>Profit after income tax</b>		<b>23,269</b>	<b>144,476</b>
<b>Earnings per share:</b>			
Basic and Diluted (€ per share)	4	0.06	0.35

The attached notes (pages 8 to 27) form an integral part of these interim financial statements.



## Interim Balance Sheet

	Note	(Thousands of Euro)	
		31.3.2009	31.12.2008
<b>ASSETS</b>			
Cash and balances with Central Banks		1,442,867	1,724,081
Due from Banks		7,158,557	8,420,793
Securities held for trading		108,184	86,880
Derivative financial assets		360,574	494,386
Loans and advances to customers	5	42,748,402	42,189,278
Investment securities			
- Available for sale	6	6,159,700	6,033,897
- Held to maturity	6	4,384,125	4,488,709
Investments in subsidiaries, associates and joint ventures	17	1,750,500	1,750,902
Investment property	7	48,043	42,195
Property, plant and equipment	8	645,677	649,452
Goodwill and other intangible assets	9	69,057	68,723
Deferred tax assets		321,288	316,069
Other assets		452,708	419,526
		65,649,682	66,684,891
Non-current assets held for sale		59,346	53,283
<b>Total Assets</b>		<b>65,709,028</b>	<b>66,738,174</b>
<b>LIABILITIES</b>			
Due to banks		15,441,650	10,883,969
Derivative financial liabilities		711,437	804,172
Due to customers		33,576,511	33,816,094
Debt securities in issue and other borrowed funds	10	12,257,493	17,395,646
Liabilities for current income tax and other taxes		88,324	97,855
Deferred tax liabilities		171,105	158,212
Other liabilities		1,057,466	1,204,462
Provisions	11	9,122	8,415
<b>Total Liabilities</b>		<b>63,313,108</b>	<b>64,368,825</b>
<b>EQUITY</b>			
Share capital	12	1,931,590	1,931,590
Reserves		171,849	165,848
Retained earnings	12	364,131	340,896
Treasury shares	12	(71,650)	(68,985)
<b>Total Equity</b>		<b>2,395,920</b>	<b>2,369,349</b>
<b>Total Liabilities and Equity</b>		<b>65,709,028</b>	<b>66,738,174</b>

The attached notes (pages 8 to 27) form an integral part of these interim financial statements.



## Interim Statement of Comprehensive Income

	Note	(Thousands of Euro)	
		From 1 January to	
		31.3.2009	31.3.2008
<b>Profit after income tax, recognized in the income statement</b>		<b>23,269</b>	<b>144,476</b>
<b>Other comprehensive income recognized directly in Equity :</b>			
Change in available for sale securities reserve	3	9,716	(58,029)
Exchange differences on translating foreign operations	3	(34)	1
Income tax	3	(3,715)	15,145
<b>Total of other comprehensive income recognized directly in Equity, after income tax</b>	3	<b>5,967</b>	<b>(42,883)</b>
<b>Total comprehensive income for the period, after income tax</b>		<b>29,236</b>	<b>101,593</b>

The attached notes (pages 8 to 27) form an integral part of these interim financial statements.

**Interim Statement of Changes in Equity**

(Thousands of Euro)

	Note	Share capital	Share premium	Reserves	Retained earnings	Treasury shares	Total
<b>Balance 1.1.2008</b>		<b>1,602,809</b>	<b>184,033</b>	<b>333,892</b>	<b>619,483</b>		<b>2,740,217</b>
<b>Changes for the period 1.1 - 31.3.2008</b>							
Total comprehensive income for the period, after income tax				(42,884)	144,477		101,593
Purchase of treasury shares						(167,551)	(167,551)
<b>Balance 31.3.2008</b>		<b>1,602,809</b>	<b>184,033</b>	<b>291,008</b>	<b>763,960</b>	<b>(167,551)</b>	<b>2,674,259</b>
<b>Changes for the period 1.4 - 31.12.2008</b>							
Total comprehensive income for the period, after income tax				(171,260)	189,631		18,371
Purchase of treasury shares						(242,839)	(242,839)
Sale of treasury shares					(54,291)	341,405	287,114
Share capital increase by capitalization of share premium and retained earnings		328,781	(184,033)		(144,748)		
Expenses relating to share capital increase					(2,204)		(2,204)
Dividends distributed					(362,199)		(362,199)
Appropriation to reserves				46,100	(46,100)		
Other					(3,153)		(3,153)
<b>Balance 31.12.2008</b>		<b>1,931,590</b>	<b>-</b>	<b>165,848</b>	<b>340,896</b>	<b>(68,985)</b>	<b>2,369,349</b>
<b>Changes for the period 1.1 - 31.3.2009</b>							
Total comprehensive income for the period, after income tax				6,001	23,235		29,236
Purchase of treasury shares	12c					(2,665)	(2,665)
<b>Balance 31.3.2009</b>		<b>1,931,590</b>	<b>-</b>	<b>171,849</b>	<b>364,131</b>	<b>(71,650)</b>	<b>2,395,920</b>

The attached notes (pages 8 to 27) form an integral part of these interim financial statements.



## Interim Statement of Cash Flows

	Note	(Thousands of Euro)	
		From 1 January to	
		31.3.2009	31.3.2008
<b>Cash flows from operating activities</b>			
Profit before income tax		27,258	189,491
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment	7, 8	9,864	8,381
Amortization of intangible assets	9	4,450	5,235
Impairment losses from loans and provisions		135,317	58,399
(Gains) / losses from investing activities		(7,090)	(12,876)
(Gains) / losses from financing activities		21,693	44,360
		<b>191,492</b>	<b>292,990</b>
<b>Net (increase) / decrease in assets relating to operating activities:</b>			
Due from banks		389,010	(219,648)
Securities held for trading and derivative financial assets		112,508	173,340
Loans and advances to customers		(693,477)	(1,839,422)
Other assets		(33,182)	(71,743)
<b>Net increase / (decrease) in liabilities relating to operating activities:</b>			
Due to banks		4,557,681	824,477
Derivative financial liabilities		(92,735)	88,027
Due to customers		(5,640,934)	1,214,477
Other liabilities		(146,858)	23,683
<b>Net cash flows from operating activities before taxes</b>		<b>(1,356,495)</b>	<b>486,181</b>
Income taxes and other taxes paid		(9,530)	(12,755)
<b>Net cash flows from operating activities</b>		<b>(1,366,025)</b>	<b>473,426</b>
<b>Cash flows from investing activities</b>			
Acquisitions of subsidiaries, associates and joint ventures		(4,090)	(2,615)
Dividends received		7	60
Purchase of property, plant and equipment		(24,335)	(21,447)
Disposal of property, plant and equipment		937	1,448
Net (increase) / decrease in investment securities		(88)	(513,388)
<b>Net cash flows from investing activities</b>		<b>(27,569)</b>	<b>(535,942)</b>
<b>Cash flows from financing activities</b>			
(Purchases) / sales of treasury shares		(2,665)	(173,442)
Dividends paid		(621)	(394)
Debt issued		498,750	
Repayment of debt securities and other borrowed funds		(257,245)	(169,254)
<b>Net cash flows from financing activities</b>		<b>238,219</b>	<b>(343,090)</b>
<b>Effect of exchange rate fluctuations on cash and cash equivalents</b>		<b>936</b>	<b>80</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(1,154,439)</b>	<b>(405,526)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>4,539,124</b>	<b>4,356,928</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>3,384,685</b>	<b>3,951,402</b>

The attached notes (pages 8 to 27) form an integral part of these interim financial statements.



## Notes to the Interim Financial Statements

### GENERAL INFORMATION

At present, the Bank operates under the brand name of ALPHA BANK A.E. and with the sign of ALPHA BANK. The Bank's registered office is 40 Stadiou Street, Athens and it is listed as a societe anonyme with registration number 6066/06/B/86/05. The Bank's duration is until 2100 which can be extended by the General Meeting of Shareholders.

In accordance with article 4 of the Articles of Incorporation, the Bank's objective is to engage, on its own account or on behalf of third parties, in Greece and abroad, independently or collectively, including joint ventures with third parties, in any and all (main and secondary) operations, activities, transactions and services allowed to credit institutions, in conformity with whatever rules and regulations (domestic, Community, foreign) may be in force each time. In order to serve this objective, the Bank may perform any kind of action, operation or transaction which, directly or indirectly, is pertinent, complementary or auxiliary to the purposes mentioned above.

In the context of Bank's participation to the requirements of Law 3723/2008, referring to the enhancement of economy's liquidity, the extraordinary General Meeting of Shareholders held on 12.1.2009 approved the following:

- The alteration of the number of members of the Bank's Board of Directors and the modification of Article 7 of the Articles of Incorporation.
- The election of a representative of the Greek State, as a new member of the Board of Directors in accordance with the above Law and conditional upon the participation of the Greek State in Bank's share capital.

Following to the above, the decision of the Minister of Economy and Finance has appointed Mr. George I. Mergos as a Greek State representative to Bank's Board of Directors.

Therefore the Board of Directors as at 31 March 2009 consists of:

#### CHAIRMAN (Executive Member)

Yannis S. Costopoulos

#### VICE CHAIRMAN (Non-Executive Independent Member)

Minas G. Tanes \*\*\*

#### EXECUTIVE MEMBERS

##### MANAGING DIRECTOR

Demetrios P. Mantzounis

##### EXECUTIVE DIRECTORS AND GENERAL MANAGERS

Marinos S. Yannopoulos (CFO) \*\*\*

Spyros N. Filaretos

Artemis Ch. Theodoridis

#### NON-EXECUTIVE MEMBERS

Sophia G. Eleftheroudaki

Paul G. Karakostas\*

Nicholaos I. Manassis \*\*

Ioanna E. Papadopoulou

#### NON-EXECUTIVE INDEPENDENT MEMBERS

George E. Agouridis \*

Pavlos A. Apostolides \*\*

Thanos M. Veremis

Evangelos J. Kaloussis \*/\*\*\*

Ioannis K. Lyras \*\*

---

\* Member of the Audit Committee

\*\* Member of the Remuneration Committee

\*\*\* Member of the Risk Management Committee

**NON-EXECUTIVE MEMBER (in accordance with the requirements of Law 3723/2008)**

George I. Mergos

**SECRETARY**

Hector P. Verykios

The term of the Board of Directors ends in 2010 apart from the Greek State representative whose term ends as stated in Law 3723/2008.

The Board of Directors will propose the following to the Ordinary General Meeting of Shareholders as certified auditors of the semi-annual and year end financial statements:

**Principal Auditors:** Nick E. Vouniseas

Charalambos G. Sirounis

**Substitute Auditors:** Nikolaos Ch. Tsiboukas

John A. Achilas

of KPMG Certified Auditors A.E.

The Bank's shares have been listed in the Athens Stock Exchange since 1925. As at 31 March 2009 Alpha Bank was ranked eighth in terms of market capitalization. Since February 2004 the Bank has been included in the FTSE Eurofirst 300 Index, an index which consists of the 300 largest European companies. Additionally, the Bank is included in a series of other indices, such as S&P Europe 350, FTSE Med 100, DJ Euro Stoxx and FTSE4 Good.

Apart from the Greek listing, the shares of the Bank are listed in the London Stock Exchange in the form of international certificates (GDR's) and they are traded over the counter in New York (ADR's).

As at 31 March 2009 the Bank has 410,976,652 shares in issue.

During the first quarter of 2009 the shares' liquidity amounted to an average of 1,503,414 shares per day.

The credit rating of the Bank is evaluated by three international credit rating agencies:

- Fitch Ratings: A-
- Moody's: A2
- Standard & Poor's: BBB+

**The financial statements have been approved by the Board of Directors on 26 May 2009.**



## ACCOUNTING POLICIES APPLIED

### 1. Basis of presentation

The Bank has prepared the condensed interim financial statements as at 31.3.2009 in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting.

The financial statements have been prepared on the historical cost basis except for the following assets and liabilities which are measured at fair value:

- Securities held for trading
- Derivative financial instruments
- Available for sale securities

The financial statements are presented in Euro rounded to the nearest thousand unless otherwise indicated.

The estimates and judgments applied by the Bank in preparing the financial statements are based on historical information and assumptions which at present are considered appropriate.

The estimates and assumptions are reviewed on an ongoing basis to take into account current conditions and the effect of any revisions is recognized in the period in which the estimate is revised.

The accounting policies applied by the Bank in preparing the condensed interim financial statements are consistent with those stated in the published financial statements for the year ended 31 December 2008, after taking into account the following:

- **Amendment of International Accounting Standard 1** «Presentation of financial statements» (Regulation 1274/17.12.2008)

On 6.9.2007, the International Accounting Standard Board (IASB) published the revised version of IAS 1 which induces changes in the presentation of the financial statements. The adoption of this amendment by the Bank had as a result the following changes in the financial statements:

- i. Preparation of an additional statement which includes the items of income and expense which are recognised both in the income statement and in equity (statement of comprehensive income).
- ii. The statement of changes in equity includes only the changes resulting from transactions with owners.
- iii. Disclosures are provided in the statement of comprehensive income as well as in the notes concerning the reclassification adjustments relating to components of other comprehensive income as well as the amount of income tax relating to each component of other comprehensive income.

- **International Financial Reporting Standard 8** «Operating Segments» (Regulation 1358/21.11.2007)

This standard replaces IAS 14 «Segment Reporting» and induces changes in the definition of the operating segments, in the measurement of their financial data as well as in their presentation in the financial statements.

The adoption of the standard did not have any impact on the presentation of the segment reporting in the financial statements of the Bank.

- **Amendment of International Accounting Standard 27** «Consolidated and Separate Financial Statements» and of International Financial Reporting Standard 1 «First Time Adoption of International Financial Reporting Standards» regarding «the cost of an investment in a subsidiary, associate and jointly controlled entity» (Regulation 69/23.1.2009)

With this amendment, issued by the IASB on 22.5.2008, it is defined that the distribution of profits relating to periods prior to acquisition will be accounted in the income statement as dividend income. With regards to the first time adopters of IFRS, options are given on the cost measurement of an investment in a subsidiary, associate and jointly controlled entity.

The adoption of the standard did not have any impact on the financial statements of the Bank.

In addition, the Bank applied from 1.1.2009 the following amendments and interpretations which were issued by IASB, adopted by the European Union but had no significant impact on its financial statements.

- **Amendment of International Accounting Standard 23** «Borrowing costs» (Regulation 1260/10.12.2008)



- **Amendment of International Financial Reporting Standard 2** «Share based payments» (Regulation 1261/16.12.2008)
- **Amendment of International Accounting Standards 32** «Financial Instruments: Presentation and 1 «Presentation of Financial Statements» (Regulation 53/21.1.2009)
- **Interpretation 12** «Service concession arrangements» (Regulation 254/25.3.2009)
- **Interpretation 13** «Customer loyalty programs» (Regulation 1262/16.12.2008)
- **Improvements to International Accounting Standards** (Regulation 70/23.1.2009)

The adoption by the European Union, by 31.12.2009, of new standards, interpretations or amendments, which have been issued or may be issued during the year by the IASB, and their mandatory or optional adoption for periods beginning on or after 1.1.2009 may retrospectively affect the periods presented in these interim financial statements.

**INCOME STATEMENT****2. Impairment losses and provisions to cover credit risk**

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
Impairment losses on loans and advances to customers	134,551	46,153
Provisions to cover credit risk relating to off balance sheet items		11,569
Recoveries	(3,407)	
<b>Total</b>	<b>131,144</b>	<b>57,722</b>

**3. Income tax**

In accordance with Greek tax law the profits of entities in Greece are taxed at a rate of 25%. According to Law 3697/2008 the tax rate is reduced by one percent each year starting from 2010 until the rate reaches 20% in 2014 and thereafter.

In accordance with article 26 of Law 3634/2008 income tax is imposed for the fiscal year 2007, at the current tax rate (25%), on profits which previously were not subject to tax until distributed or capitalized (interest on Greek government bonds, gains from the sale of listed shares etc.). Dividend income is not subject to tax since it has already been taxed at the corporate level. The same applies to profit arising from transfer of receivables for securitization purposes according to article 14 of Law 3156/2003.

Dividends distributed by entities established in Greece and approved by the General Meetings of Shareholders held after 1.1.2009 are subject to a withholding tax of 10% with no further tax obligation for the beneficiary (Law 3697/2008).

The income tax expense is analysed as follows:

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
Current tax		11,519
Deferred tax	3,989	33,496
<b>Total</b>	<b>3,989</b>	<b>45,015</b>

Deferred tax recognized in the income statement is attributable to the following temporary differences:

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
Depreciation and fixed asset write-offs	592	1,055
Valuation of loans	4,271	13,227
Suspension of interest accruals	5,058	9,125
Loans impairment	(7,000)	5,352
Liabilities to Common Insurance Fund of Bank Employees	15,680	15,551
Valuation of derivatives	7,730	(6,686)
Effective interest rate	(2,293)	2,083
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(3,849)	(1,473)
Valuation of investments in subsidiaries due to hedging	(898)	(2,147)
Valuation of bonds	(249)	2,038
Valuation of other securities	(177)	(4,780)
Other temporary differences	(14,876)	151
<b>Total</b>	<b>3,989</b>	<b>33,496</b>



Reconciliation of effective and nominal tax rate:

	From 1 January to			
	31.3.2009		31.3.2008	
	%		%	
<b>Profit before income tax</b>		<b>27,258</b>		<b>189,491</b>
Income tax (nominal tax rate)	25	6,814	25	47,373
<i>Increase/(decrease) due to:</i>				
Additional tax on income of fixed assets			0.04	74
Non taxable income	(19.24)	(5,245)	(0.50)	(952)
Non deductible expenses	3.40	926	1.11	2,095
Other temporary differences	5.48	1,494	(1.89)	(3,575)
<b>Income tax (effective tax rate)</b>	<b>14.64</b>	<b>3,989</b>	<b>23.76</b>	<b>45,015</b>

#### Income tax of other comprehensive income recognized directly in Equity

	From 1 January to					
	31.3.2009			31.3.2008		
	Before income tax	Income tax	After income tax	Before income tax	Income tax	After income tax
Change in available for sale securities reserve	9,716	(3,715)	6,001	(58,029)	15,145	(42,884)
Exchange differences on translating foreign operations	(34)		(34)	1		1
<b>Total</b>	<b>9,682</b>	<b>(3,715)</b>	<b>5,967</b>	<b>(58,028)</b>	<b>15,145</b>	<b>(42,883)</b>

## 4. Earnings per share

### a. Basic

Basic earnings per share are calculated by dividing the profit after income tax for the period by the weighted average number of ordinary shares outstanding, after deducting the weighted average number of treasury shares held, during the period.

### b. Diluted

Diluted earnings per share are calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

The Bank does not have diluted potential ordinary shares, therefore the basic earnings per share coincide with diluted earnings per share and are as follows:

	From 1 January to	
	31.3.2009	31.3.2008
<b>Profit attributable to shareholders</b>	23,269	144,476
Weighted average number of outstanding ordinary shares	404,969,416	407,204,357
Basic and diluted earnings per share (in €)	0.06	0.35

**ASSETS****5. Loans and advances to customers**

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Individuals:</b>		
Mortgages		
- Non-Securitized	8,441,186	8,461,267
- Securitized	2,707,434	2,715,262
Consumer		
- Non-Securitized	2,164,474	2,109,934
- Securitized	1,462,081	1,485,842
Credit cards	1,235,911	1,229,778
Other	88,985	96,770
<b>Total</b>	<b>16,100,071</b>	<b>16,098,853</b>
<b>Companies:</b>		
Corporate loans	27,246,812	26,615,726
<b>Other receivables</b>	<b>432,333</b>	<b>488,845</b>
	<b>43,779,216</b>	<b>43,203,424</b>
Less:		
Allowance for impairment losses <sup>(1)</sup>	(1,030,814)	(1,014,146)
<b>Total</b>	<b>42,748,402</b>	<b>42,189,278</b>

**6. Investment securities****a. Available for sale**

	<b>31.3.2009</b>	<b>31.12.2008</b>
Government bonds	3,260,226	239,757
Other debt securities:		
- Listed	2,726,059	5,530,410
- Non-listed	108,543	195,062
Shares:		
- Listed	30,510	37,920
- Non-listed	9,697	4,408
Other variable yield securities	24,665	26,340
<b>Total</b>	<b>6,159,700</b>	<b>6,033,897</b>

**b. Held to maturity**

	<b>31.3.2009</b>	<b>31.12.2008</b>
Government bonds	1,828,180	1,805,579
Other debt securities		
- Listed	2,501,880	2,558,601
- Non-listed	54,065	124,529
<b>Total</b>	<b>4,384,125</b>	<b>4,488,709</b>

The Bank has securitized part of the "Held to maturity" portfolio amounting to € 1.2 billion through a special purpose entity controlled by the Bank.

<sup>(1)</sup> In addition to the allowance for impairment losses, a provision of € 4,200 has been recorded to cover credit risk relating to off-balance sheet items. The total provision recorded to cover credit risk amounts to € 1,035,014 (31.12.2008: € 1,018,346)



**7. Investment property**

	<u>Land and Buildings</u>
<b>Balance 1.1.2008</b>	
Cost	49,219
Accumulated depreciation	(6,849)
<b>1.1.2008 - 31.3.2008</b>	
Net book value 1.1.2008	42,370
Additions	101
Reclassification to «Property, plant and equipment»	(274)
a) Cost	(425)
b) Accumulated depreciation	151
Depreciation charge for the period	(104)
Net book value 31.3.2008	<u>42,093</u>
<b>Balance 31.3.2008</b>	
Cost	48,895
Accumulated depreciation	(6,802)
<b>1.4.2008 - 31.12.2008</b>	
Net book value 1.4.2008	42,093
Additions	418
Depreciation charge for the period	(316)
Net book value 31.12.2008	<u>42,195</u>
<b>Balance 31.12.2008</b>	
Cost	49,313
Accumulated depreciation	(7,118)
<b>1.1.2009 - 31.3.2009</b>	
Net book value 1.1.2009	42,195
Additions	402
Reclassification from «Property, plant and equipment»	5,555
a) Cost	6,339
b) Accumulated depreciation	(784)
Depreciation charge for the period	(109)
Net book value 31.3.2009	<u>48,043</u>
<b>Balance 31.3.2009</b>	
Cost	56,054
Accumulated depreciation	(8,011)

The reclassification of € 5,555, during the first quarter of 2009, from property, plant and equipment concerns a building that has been leased.

**8. Property, plant and equipment**

	Land and Buildings	Leased equipment	Equipment	Total
<b>Balance 1.1.2008</b>				
Cost	732,256	1,142	289,715	1,023,113
Accumulated depreciation	(180,246)	(1,062)	(237,974)	(419,282)
<b>1.1.2008 - 31.3.2008</b>				
Net book value 1.1.2008	552,010	80	51,741	603,831
Additions	7,374		6,362	13,736
Foreign exchange differences	(49)		(30)	(79)
a) Cost	(69)		(58)	(127)
b) Accumulated depreciation	20		28	48
Disposals	(10)		(33)	(43)
a) Cost	(20)		(378)	(398)
b) Accumulated depreciation	10		345	355
Reclassification from «Investment property»	274			274
a) Cost	425			425
b) Accumulated depreciation	(151)			(151)
Reclassification		(60)	60	
a) Cost		(1,142)	1,142	
b) Accumulated depreciation		1,082	(1,082)	
Depreciation charge for the period	(3,666)	(20)	(4,591)	(8,277)
Net book value 31.3.2008	555,933	-	53,509	609,442
<b>Balance 31.3.2008</b>				
Cost	739,966		296,783	1,036,749
Accumulated depreciation	(184,033)		(243,274)	(427,307)
<b>1.4.2008 - 31.12.2008</b>				
Net book value 1.4.2008	555,933		53,509	609,442
Additions	42,303		24,977	67,280
Foreign exchange differences			7	7
a) Cost	(4)		(3)	(7)
b) Accumulated depreciation	4		10	14
Disposals	(210)		(368)	(578)
a) Cost	(750)		(2,904)	(3,654)
b) Accumulated depreciation	540		2,536	3,076
Reclassification from «Investment property»	7			7
a) Cost	8			8
b) Accumulated depreciation	(1)			(1)
Reclassification			(10)	(10)
a) Cost			(10)	(10)
b) Accumulated depreciation				
Depreciation charge for the period	(11,497)		(15,199)	(26,696)
Net book value 31.12.2008	586,536		62,916	649,452
<b>Balance 31.12.2008</b>				
Cost	781,523		318,843	1,100,366
Accumulated depreciation	(194,987)		(255,927)	(450,914)
<b>1.1.2009 - 31.3.2009</b>				
Net book value 1.1.2009	586,536		62,916	649,452
Additions	8,178		4,152	12,330
Foreign exchange differences	(411)		(303)	(714)
a) Cost	(501)		(433)	(934)
b) Accumulated depreciation	90		130	220
Disposals	(27)		(54)	(81)
a) Cost	(854)		(2,716)	(3,570)
b) Accumulated depreciation	827		2,662	3,489
Reclassification to «Investment property»	(5,555)			(5,555)
a) Cost	(6,339)			(6,339)
b) Accumulated depreciation	784			784
Depreciation charge for the period	(4,502)		(5,253)	(9,755)
Net book value 31.3.2009	584,219		61,458	645,677
<b>Balance 31.3.2009</b>				
Cost	782,007		319,846	1,101,853
Accumulated depreciation	(197,788)		(258,388)	(456,176)

The value of owned land and buildings included in the above balances amounts to € 511,998 as of 31.3.2009 (31.12.2008: € 514,276).



## 9. Goodwill and other intangible assets

	Software	Banking rights	Total
<b>Balance 1.1.2008</b>			
Cost	156,449	1,785	158,234
Accumulated amortization	(102,368)	(30)	(102,398)
<b>1.1.2008 - 31.3.2008</b>			
Net book value 1.1.2008	54,081	1,755	55,836
Additions	5,000		5,000
Foreign exchange differences	(41)		(41)
a) Cost	(61)		(61)
b) Accumulated amortization	20		20
Amortization charge for the period	(5,146)	(89)	(5,235)
Net book value 31.3.2008	53,894	1,666	55,560
<b>Balance 31.3.2008</b>			
Cost	161,388	1,785	163,173
Accumulated amortization	(107,494)	(119)	(107,613)
<b>1.4.2008-31.12.2008</b>			
Net book value 1.4.2008	53,894	1,666	55,560
Additions	30,172		30,172
Foreign exchange differences	28		28
a) Cost	40		40
b) Accumulated amortization	(12)		(12)
Disposals	(73)		(73)
a) Cost	(178)		(178)
b) Accumulated amortization	105		105
Amortization charge for the period	(16,696)	(268)	(16,964)
Net book value 31.12.2008	67,325	1,398	68,723
<b>Balance 31.12.2008</b>			
Cost	191,422	1,785	193,207
Accumulated amortization	(124,097)	(387)	(124,484)
<b>1.1.2009 - 31.3.2009</b>			
Net book value 1.1.2009	67,325	1,398	68,723
Additions	4,845		4,845
Foreign exchange differences	(61)		(61)
a) Cost	(98)		(98)
b) Accumulated amortization	37		37
Amortization charge for the period	(4,361)	(89)	(4,450)
Net book value 31.3.2009	67,748	1,309	69,057
<b>Balance 31.3.2009</b>			
Cost	196,169	1,785	197,954
Accumulated amortization	(128,421)	(476)	(128,897)

**LIABILITIES****10. Debt securities in issue and other borrowed funds****a. Short term****i. Securities (ECP)**

<b>Balance 1.1.2009</b>	<b>248,372</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
New issues <sup>(1)</sup>	374,497
Maturities/Redemptions	(268,700)
Accrued interest	1,585
Foreign exchange differences	(60)
<b>Balance 31.3.2009</b>	<b><u>355,694</u></b>

**ii. Issues guaranteed by the Greek State (Law 3723/2008)<sup>(2)</sup>**

<b>Balance 1.1.2009</b>	
<b>Changes for the period 1.1 – 31.3.2009</b>	
New issues	498,750
Accrued interest	2,464
<b>Balance 31.3.2009</b>	<b><u>501,214</u></b>

**b. Long term****i. Senior debt securities**

<b>Balance 1.1.2009</b>	<b>15,097,042</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
Maturities/Redemptions	(5,469,509)
Fair value change due to hedging	9,680
Accrued interest	(36,381)
Foreign exchange differences	(12,462)
<b>Balance 31.3.2009</b>	<b><u>9,588,370</u></b>

**ii. Subordinated debt**

<b>Balance 1.1.2009</b>	<b>1,128,292</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
Maturities/Redemptions <sup>(3)</sup>	(200,000)
Fair value change due to hedging	5,715
Accrued interest	(6,453)
Foreign exchange differences	(9,211)
<b>Balance 31.3.2009</b>	<b><u>918,343</u></b>

**iii. Hybrid securities**

<b>Balance 1.1.2009</b>	<b>921,940</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
Accrued interest	(28,068)
<b>Balance 31.3.2009</b>	<b><u>893,872</u></b>

<b>Total</b>	<b>12,257,493</b>
--------------	-------------------

The liability of € 4.8 billion from the securitization of mortgage, consumer loans and bonds is not presented in "Debt securities in issue and other borrowed funds" since these securities, issued by special purpose entities, are held by the Bank.

The issuance of two bonds, through the special purpose entity Talanto Plc and covered by bonds portfolio, was completed during the first quarter of 2009 (17.2.2009). The debt securities issued from the securitization of bonds portfolio are

<sup>(1)</sup> The new issues in Euro pay an average spread of 15 to 40 basis points over Euribor of the respective period.

<sup>(2)</sup> According to article 2 of Law 3723/2008 for the enhancement of economy's liquidity, the Bank issued on 12.2.2009 a senior debt security, guaranteed by the Greek State, amounting to € 500 million with nine month duration that bears a 2.85% interest rate.

<sup>(3)</sup> On 23.1.2009, 5 years after issuance, the Bank redeemed 10 year subordinated debt amounting to € 200 million.



held by the Bank and the first tranche, which has received a A1 rating from the Moody's credit rating agency, has been accepted as collateral by the Bank of Greece for monetary policy purposes.

## 11. Provisions

<b>Balance 1.1.2008</b>	<b>47,796</b>
<b>Changes for the period 1.1 - 31.3.2008</b>	
Provisions to cover credit risk relating to off-balance sheet items <sup>(note 2)</sup>	11,569
Other provisions charged to profit and loss	650
Provisions used during the period	<u>(435)</u>
<b>Balance 31.3.2008</b>	<b>59,580</b>
<b>Changes for the period 1.4 - 31.12.2008</b>	
Reversal of provisions to cover credit risk relating to off-balance sheet items	(53,298)
Other provisions charged to profit and loss	2,141
Provisions used during the period	<u>(8)</u>
<b>Balance 31.12.2008</b>	<b>8,415</b>
<b>Changes for the period 1.1 - 31.3.2009</b>	
Other provisions charged to profit and loss	720
Provisions used during the period	<u>(13)</u>
<b>Balance 31.3.2009</b>	<b>9,122</b>

The amount of other provisions charged to profit and loss account is included in "Other expenses" of the income statement.



## EQUITY

**12. Share capital, Retained earnings and Treasury shares****a) Share capital**

In the context of the Bank's participation, to the requirements of Law 3723/2008 referring to the enhancement of economy's liquidity, the Bank's extraordinary General Meeting of Shareholders held on 12 January 2009 approved:

- The share capital increase of the Bank amounting to € 940 million in accordance with the above law requirements, with the cancellation of the preemptive rights of existing shareholders and by issuing and distributing new paper, non-voting, redeemable preference shares.
- The grant of authorization to the Board of Directors to define the terms of issuance of the preference shares.
- The modification of the Article 5 of the Bank's article of Incorporation for the purpose of increasing the share capital and for adapting to the requirements of Law 3723/2008.

The above mentioned share capital increase has not been completed as of 31.3.2009

**b) Retained earnings**

According to paragraph 3 of article 1 of Law 3723/2008 referring to the enhancement of economy's liquidity, the dividend distribution to the shareholders of credit institutions, participating in the above program, can not exceed 35% as stated in Law 148/1967.

The 20708/B.1175/23.4.2009 decision of Minister of Economy and Finance clarified that in the case of existence of distributable profits the distribution of dividends is limited from zero up to a maximum of 35% of the profits. Additionally for the fiscal year 2008 and according to article 28 of Law 3576/2009, dividends may only be distributed in the form of shares.

The Ordinary General Meeting of Shareholders which will approve the financial statements of 2008 will decide on the dividend distribution or not and the capitalization of any dividend distributed.

The Bank's Board of Directors will propose the distribution or not of dividend before the forthcoming Ordinary General Meeting of the Shareholders.

**c) Treasury shares**

The Bank, pursuant to the decisions of General Meeting of Shareholders held on 3.4.2008, purchased, during the period from 1.1 - 16.2.2009, 457,601 treasury shares at a cost of € 2,665 (€ 5.83 per share).

The number of treasury shares and their cost are analyzed as follows:

	<b>Number of shares</b>	<b>Cost</b>	<b>Percentage</b>
<b>Balance 31.12.2008</b>	5,683,358	68,985	1.38%
Purchases 1.1 - 16.2.2009	457,601	2,665	0.11%
<b>Total 31.3.2009</b>	<b>6,140,959</b>	<b>71,650</b>	<b>1.49%</b>

It is noted that according to article 28 of Law 3756/31.3.2009, credit institutions, participating in the enhancement of the Greek economy's liquidity program (Law 3723/2008), are not allowed to purchase treasury shares during their participation in the program.



## ADDITIONAL INFORMATION

### 13. Contingent liabilities and commitments

#### a) Legal issues

The Bank, in the ordinary course of business, is a defendant in claims from customers and other legal proceedings. No provision has been recorded because, after consultation with legal department, the ultimate disposition of these matters is not expected to have a material effect on the financial position or operations of the Bank.

#### b) Tax issues

The Bank's books and records have been audited by the tax authorities up to and including the year ended 31 December 2005. The Bank's branches in Albania and in Bulgaria have been audited by the tax authorities for the years up to and including 2007, while the London branch has been audited for all years up to and included 2005.

Additional taxes and penalties may be imposed for the unaudited tax years.

#### c) Operating leases

Bank as a lessee

The Bank has various obligations with respect to leases of buildings which are used as branches or for administrative purposes.

The duration of the lease agreements is initially for 12 years with a renewal option or extension. In accordance with the lease agreements the rent is subject to annual indexation adjustment, usually according to official annual inflation rate.

The policy of the Bank is to renew these contracts.

The minimum future lease payments are:

	<b>31.3.2009</b>	<b>31.12.2008</b>
▶ Less than one year	39,297	28,498
▶ Between one and five years	119,928	88,492
▶ More than five years	123,343	78,732
<b>Total</b>	<b>282,568</b>	<b>195,722</b>

The total lease expense for the first quarter of 2009 relating to rental of buildings amounts to €9,906 (first quarter of 2008: €7,574) and are included in "General administrative expenses".

#### ▶ Bank as a lessor

The Bank's receivables from leases relate to buildings leased either to group companies or third parties.

The minimum future revenues are:

	<b>31.3.2009</b>	<b>31.12.2008</b>
▶ Less than one year	3,865	3,788
▶ Between one and five years	8,675	8,767
▶ More than five years	6,089	6,054
<b>Total</b>	<b>18,629</b>	<b>18,609</b>

The lease revenues for the first quarter of 2009 amount to €974 (first quarter of 2008: €1,016) and are included in "Other income".

**d) Off balance sheet liabilities**

	<b>31.3.2009</b>	<b>31.12.2008</b>
Letters of guarantee	6,122,637	6,253,944
Letters of credit	50,166	104,567
Undrawn credit facilities	16,437,797	16,912,309
Guarantees relating to bonds issued by subsidiaries of the Bank	14,178,859	17,328,137
<b>Total</b>	<b>36,789,459</b>	<b>40,598,957</b>

**e) Assets pledged**

	<b>31.3.2009</b>	<b>31.12.2008</b>
Loans to customers	4,103,767	964,490
Securities from reverse repos	550,000	400,000
Securities held for trading	67,064	60,964
Investment securities	7,706,425	5,632,896
<b>Total</b>	<b>12,427,256</b>	<b>7,058,350</b>

- From loans to customers:
  - i. An amount of €1,874.6 million has been collateralized to the Bank of Greece in accordance with the Monetary Policy Council Act No 54/27.2.2004 as in force, and following its amendment by Monetary Policy Council Act 61/6.12.2006. With this act the Bank of Greece accepts as collateral, for monetary policy purposes and intraday credit, non marketable assets, which should meet the terms and conditions of the above act.
  - ii. An amount of €2,229.2 million has been granted as collateral to the Greek State in order for the Bank to receive securities issued by the Greek State in accordance with Law 3723/2008.
- From the investment securities portfolio, an amount of €5 million is pledged as a margin account insurance to clearing house of derivative transactions "ETESEP" A.E.
- The above mentioned securities derived from reverse repos, held for trading and investments securities are pledged as collateral to Bank of Greece for the participation in the Intra-Europe clearing of payments system on an ongoing time (TARGET) and in the European Central Bank's main refinancing operations.

Securities amounting to €3.9 billion, included in investment securities and issued due to the securitization of bonds, mortgage and consumer loans of the Bank, have been accepted as collateral by the European Central Bank. The above securities along with other similar securities held by the Bank are not presented in the account "Investment Securities" but are presented net from the Banks' liabilities to special purpose entities that have issued these securities.

**f) Other pledges:**

- On 7 May 2008 the Bank completed a new Medium Term Notes Program amounting to USD 7.5 billion, according to Rule 144A of the American Law, which will be offered to institutional investors. The issuer will be Alpha Group Jersey Limited, a wholly owned subsidiary of the Bank. The Notes will be guaranteed by the Bank and will be traded in Luxembourg's stock exchange. The program is not yet active.
- In accordance with article 3 of Law 3723/2008, securities amounting to Euro 1,138 million, issued by the Greek State, have been offered to the Bank through a bilateral agreement. These securities have been pledged to the European Central Bank to enhance the Bank's liquidity.





## 14. Operating Segment

(Amounts in millions of Euro)

	1.1 - 31.3.2009						
	Total	Retail Banking	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	289.8	172.8	78.6	0.6	28.6	9.2	
Net fee and commission income	70.9	41.6	19.1	3.9	4.8	1.5	
Other income		1.4	2.1	0.2	(11.8)	0.7	7.4
<b>Total income</b>	<b>360.7</b>	<b>215.8</b>	<b>99.8</b>	<b>4.7</b>	<b>21.6</b>	<b>11.4</b>	<b>7.4</b>
<b>Total expenses</b>	<b>(202.3)</b>	<b>(140.3)</b>	<b>(28.9)</b>	<b>(3.5)</b>	<b>(5.3)</b>	<b>(12.3)</b>	<b>(12.0)</b>
Impairment	(131.1)	(72.1)	(55.2)			(3.8)	
<b>Profit before income tax</b>	<b>27.3</b>	<b>3.4</b>	<b>15.7</b>	<b>1.2</b>	<b>16.3</b>	<b>(4.7)</b>	<b>(4.6)</b>
Income tax	(4.0)						
<b>Profit after income tax</b>	<b>23.3</b>						

(Amounts in millions of Euro)

	1.1 - 31.3.2008						
	Total	Retail Banking	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	330.9	247.5	66.3	0.8	7.7	8.6	
Net fee and commission income	72.1	35.7	19.0	10.8	4.7	1.9	
Other income	36.7	2.9	1.5	0.4	13.7	1.7	16.5
<b>Total income</b>	<b>439.7</b>	<b>286.1</b>	<b>86.8</b>	<b>12.0</b>	<b>26.1</b>	<b>12.2</b>	<b>16.5</b>
<b>Total expenses</b>	<b>(192.5)</b>	<b>(138.9)</b>	<b>(25.2)</b>	<b>(6.0)</b>	<b>(4.8)</b>	<b>(8.1)</b>	<b>(9.5)</b>
Impairment	(57.7)	(48.7)	(9.0)				
<b>Profit before income tax</b>	<b>189.5</b>	<b>98.5</b>	<b>52.6</b>	<b>6.0</b>	<b>21.3</b>	<b>4.1</b>	<b>7.0</b>
Income tax	(45.0)						
<b>Profit after income tax</b>	<b>144.5</b>						

### i. Retail Banking

Includes all individuals (retail banking customers), professionals, small and very small companies.

The Bank offers through its extended branch network, all types of deposit products (deposits/ savings accounts, working capital/ current accounts, investment facilities/ term deposits, Repos, Swaps), loan facilities (mortgages, consumer, corporate loans, letters of guarantee) and debit and credit cards to the above customers.

### ii. Corporate Banking

Includes all medium-sized and large companies, corporations with international activities, corporations managed by the Corporate Banking Division (Corporate) and shipping corporations.

The Bank offers working capital facilities, corporate loans, and letters of guarantee.

### iii. Asset Management / Insurance

Consists of a wide range of asset management services through Bank's private banking units. In addition it offers a wide range of insurance products to individuals and companies.

### iv. Investment Banking / Treasury

Includes stock exchange, advisory and brokerage services relating to capital markets, and also investment banking facilities, offered by the Bank. Includes also the activities of the Dealing Room in the interbank market (FX Swaps, Bonds, Futures, IRS, Interbank placements – Loans etc.).

### v. South-Eastern Europe

Consists of the Bank's branches operating in South-Eastern Europe.



## vi. Other

This segment consists of the Bank's administration section.

## 15. Capital adequacy

The Bank capital adequacy is monitored by the Bank of Greece to which the Bank reports on a quarterly basis.

The minimum capital adequacy ratios (Tier I and capital adequacy ratio) which the Bank must adhere to are established by decisions of the Governor of the Bank of Greece.

The calculation of capital adequacy from 1 January 2008 is determined under the new regulatory framework (Basel II), which have been transposed into Greek law by Law 3601/2007. The new regulatory framework significantly amends the measurement of credit risk and introduces capital requirements for operational risk. There are no significant changes in the measurement of market risk. Specifically, credit risk of the investment portfolio and operational risk are measured based on the Standardized Approach.

The capital adequacy ratio is determined by comparing the Bank's regulatory own funds with the risks that the Bank undertakes (risk weighted assets). Own funds include Tier I capital (share capital, reserves), additional Tier I capital (hybrid securities) and Tier II capital (subordinated debt and fixed asset revaluation reserves). The risk-weighted assets arise from the credit risk of the investment portfolio, the market risk of the trading portfolio and the operational risk.

The current capital ratios (Tier I ratio and capital adequacy ratio) are much higher than the regulatory limits set by the Bank of Greece directive (4% and 8%, respectively) and the capital base is capable to support the business growth of the Bank in all areas for the next years.

	<b>31.3.2009</b> (estimate)	<b>31.12.2008</b>
Tier I ratio	7.3%	7.4%
<b>Capital adequacy ratio (Tier I + Tier II)</b>	<b>8.7%</b>	<b>9.3%</b>

## 16. Related party transactions

The Bank enters into a number of transactions with related parties in the normal course of business. These transactions are performed at arms length and are approved by relevant Bank committees.

a. The outstanding balances of the transactions with members of the Board of Directors, their close family members and the entities controlled by them are as follows:

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Assets</b>		
Loans and advances to customers	140,230	166,137
<b>Liabilities</b>		
Due to customers	93,654	71,915
<b>Letters of guarantee</b>	15,006	21,392

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
<b>Income</b>		
Interest and similar income	2,223	370
<b>Expenses</b>		
Interest expense and similar charges	2,292	480

b. The outstanding balances with subsidiaries and associates and the related results of these transactions are as follows:

**I. Subsidiaries**

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Assets</b>		
Due from banks	5,605,660	5,803,055
Securities held for trading	29,310	12,486
Derivative financial assets	2,989	10,330
Loans and advances to customers	1,942,303	1,933,878
Available for sale securities	2,204,683	5,555,443
Other assets	1,188	511
<b>Total</b>	<b>9,786,133</b>	<b>13,315,703</b>
<b>Liabilities</b>		
Due to banks	2,458,548	2,183,803
Due to customers	154,249	132,323
Derivative financial liabilities	2,657	778
Debt securities in issue and other borrowed funds	11,756,279	17,395,646
Other liabilities	983	2,260
<b>Total</b>	<b>14,372,716</b>	<b>19,714,810</b>
<b>Letters of guarantee and other guarantees</b>	<b>912,026</b>	<b>1,010,387</b>

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
<b>Income</b>		
Interest and similar income	85,641	102,930
Dividend income		2,968
Fee and commission income	4,470	10,655
Other income	666	640
<b>Total</b>	<b>90,777</b>	<b>117,193</b>
<b>Expenses</b>		
Interest expense and similar charges	143,093	263,117
Commission expense	424	233
General administrative expenses	2,841	2,773
<b>Total</b>	<b>146,358</b>	<b>266,123</b>

**II. Associates**

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Assets</b>		
Loans and advances to customers	133	
<b>Liabilities</b>		
Due to customers	1,787	406

	<b>From 1 January to</b>	
	<b>31.3.2009</b>	<b>31.3.2008</b>
<b>Income</b>		
Interest and similar income	3	5
<b>Expenses</b>		
Interest expense and similar charges	12	

c. The Board of Directors and Executive General Managers' fees recorded in the income statement for the first quarter of 2009 amounted to € 1,437 (first quarter of 2008: € 1,141).

**17. Investments in subsidiaries, associates and joint ventures**

	1.1 - 31.3.2009	1.4 - 31.12.2008	1.1 - 31.3.2008
<b>Subsidiaries</b>			
<b>Opening balance</b>	<b>1,740,117</b>	<b>1,619,261</b>	<b>1,625,309</b>
Additions <sup>(1)</sup>	4,090	228,499	2,615
Disposals		(115,993)	(74)
Valuation of investments due to fair value hedge <sup>(2)</sup>	(4,492)	8,350	(8,589)
<b>Closing balance</b>	<b>1,739,715</b>	<b>1,740,117</b>	<b>1,619,261</b>
<b>Associates</b>			
<b>Opening balance</b>	<b>74</b>	<b>74</b>	<b>74</b>
Additions			
Disposals			
<b>Closing balance</b>	<b>74</b>	<b>74</b>	<b>74</b>
<b>Joint Ventures</b>			
<b>Opening balance</b>	<b>10,711</b>	<b>717</b>	<b>717</b>
Additions		10,008	
Disposals		(14)	
<b>Closing balance</b>	<b>10,711</b>	<b>10,711</b>	<b>717</b>
<b>Total</b>	<b>1,750,500</b>	<b>1,750,902</b>	<b>1,620,052</b>

Additions represent: Share purchases, participation in share capital increases and acquisitions of shares from mergers.

Disposals represent: Sales of shares, return of capital and proceeds arising from the liquidation of companies.

**18. Events after the balance sheet date**

- a. On 13.4.2009 the Bank participated in the share capital increase of its 100% subsidiary ABC Factors AE, by € 14 million.
- b. On 24.4.2009 the Bank according to the requirements of Law 3723/2008 referring to the enhancement of economy's liquidity, issued a new bond loan amounting to € 1 billion, with three years duration, guaranteed by the Greek State which bears a 3m Euribor +2% interest rate.
- c. On 14.5.2009 the Bank signed a contract with the Greek State, according to which the Greek State has fully subscribed the total share capital increase of the Bank (€ 940 million) as decided in the extraordinary General Meeting of Shareholders held on 12.1.2009, through the issuance of preference shares in the name of the Greek State.

<sup>(1)</sup> The amount of € 4,090 concerns the Bank's participation in the share capital increase of the subsidiary Ionian Equity Participations Ltd.

<sup>(2)</sup> The Bank uses FX Swaps and money market loans to hedge the foreign exchange risk of its investments in Alpha Bank London Ltd, Alpha Bank Romania S.A. and Alpha Finance US Corporation



**d.** On 20.5.2009 the issuance of two bonds amounting to €3.29 billion, through the special purpose entity Epihiro Plc and covered with corporate loans, was completed. The bonds issued due to the securitization of corporate loans are held by the bank and the first tranche, which has received an Aaa rating from the Moody's credit rating agency, is accepted as collateral by the Bank of Greece for monetary policy purposes.

Athens, May 26, 2009

THE CHAIRMAN  
OF THE BOARD OF DIRECTORS

THE MANAGING DIRECTOR

THE EXECUTIVE DIRECTOR

GROUP FINANCIAL REPORTING  
OFFICER

YANNIS S. COSTOPOULOS  
I.D. No. X 661480

DEMETRIOS P. MANTZOUNIS  
I.D. No. I 166670

MARINOS S. YANNOPOULOS  
I.D. No. AH 064139

GEORGE N.KONTOS  
I.D. No. AB 522299