



ALPHA BANK

**INTERIM CONSOLIDATED FINANCIAL  
STATEMENTS AS AT 31.3.2009**

(In accordance with the International Accounting Standard 34)



Athens,  
May 26, 2009





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## Interim Consolidated Income Statement

		(Thousands of Euro)	
		<b>From 1 January to</b>	
	<b>Note</b>	<b>31.3.2009</b>	<b>31.3.2008</b>
Interest and similar income		1,047,327	1,004,841
Interest expense and similar charges		<u>(644,725)</u>	<u>(562,857)</u>
Net interest income		402,602	441,984
Fee and commission income		102,585	124,441
Commission expense		<u>(9,811)</u>	<u>(9,163)</u>
Net fee and commission income		92,774	115,278
Dividend income		731	247
Gains less losses from financial transactions		29,810	17,068
Other income		<u>15,440</u>	<u>16,316</u>
		45,981	33,631
<b>Total income</b>		<b>541,357</b>	<b>590,893</b>
Staff costs		(138,925)	(139,285)
General administrative expenses		(116,252)	(103,188)
Depreciation and amortization expenses	7, 8, 9	(22,772)	(20,282)
Other expenses		(872)	(783)
<b>Total expenses</b>		<b>(278,821)</b>	<b>(263,538)</b>
Impairment losses and provisions to cover credit risk	2	(157,262)	(67,584)
Share of profit/(loss) of associates		<u>(1)</u>	<u>106</u>
<b>Profit before income tax</b>		<b>105,273</b>	<b>259,877</b>
Income tax	3	(20,002)	(54,748)
<b>Profit after income tax</b>		<b>85,271</b>	<b>205,129</b>
<b>Profit attributable to:</b>			
<b>Equity owners of the Bank</b>		<b>85,738</b>	<b>205,031</b>
Minority interest		(467)	98
<b>Earnings per share:</b>			
Basic and diluted (€ per share)	4	0.21	0.50

The attached notes (pages 9 to 31) form an integral part of these interim consolidated financial statements.



## Interim Consolidated Balance Sheet

	Note	(Thousands of Euro)	
		31.3.2009	31.12.2008
<b>ASSETS</b>			
Cash and balances with Central Banks		3,073,671	3,450,947
Due from banks		1,736,986	2,829,970
Securities held for trading		84,695	81,135
Derivative financial assets		357,351	485,026
Loans and advances to customers	5	50,802,082	50,704,702
Investment securities			
- Available for sale	6	4,325,281	752,526
- Held to maturity	6	4,484,990	4,488,709
Investments in associates		57,993	59,260
Investment property	7	72,817	66,875
Property, plant and equipment	8	1,260,601	1,254,240
Goodwill and other intangible assets	9	161,287	159,961
Deferred tax assets		338,035	333,499
Other assets		568,994	549,299
		67,324,783	65,216,149
Non-current assets held for sale		84,612	53,805
<b>Total Assets</b>		<b>67,409,395</b>	<b>65,269,954</b>
<b>LIABILITIES</b>			
Due to banks		13,421,235	8,963,796
Derivative financial liabilities		708,883	805,346
Due to customers (including debt securities in issue)		41,018,941	42,546,777
Debt securities in issue held by institutional investors and other borrowed funds	10	6,725,250	7,241,185
Liabilities for current income tax and other taxes		117,858	128,062
Deferred tax liabilities		228,912	197,779
Employee defined benefit obligations		43,620	42,762
Other liabilities		1,206,567	1,350,287
Provisions	11	54,430	53,263
<b>Total Liabilities</b>		<b>63,525,696</b>	<b>61,329,257</b>
<b>EQUITY</b>			
<b>Equity attributable to equity owners of the Bank</b>			
Share capital	12	1,931,590	1,931,590
Reserves		168,696	188,404
Retained earnings	12	1,008,122	969,815
Treasury shares	12	(71,650)	(68,985)
		3,036,758	3,020,824
<b>Minority interest</b>		<b>31,317</b>	<b>32,567</b>
<b>Hybrid securities</b>		<b>815,624</b>	<b>887,306</b>
<b>Total Equity</b>		<b>3,883,699</b>	<b>3,940,697</b>
<b>Total Liabilities and Equity</b>		<b>67,409,395</b>	<b>65,269,954</b>

The attached notes (pages 9 to 31) form an integral part of these interim consolidated financial statements.



## Interim Consolidated 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>85,271</b>	<b>205,129</b>
<b>Other comprehensive income recognized directly in Equity:</b>			
Change in available for sale securities reserve	3	(11,967)	(47,041)
Exchange differences on translating foreign operations	3	(8,089)	(14,962)
Income tax	3	101	11,932
<b>Total of other comprehensive income recognized directly in equity after income tax</b>	<b>3</b>	<b>(19,955)</b>	<b>(50,071)</b>
<b>Total comprehensive income for the period, after income tax</b>		<b>65,316</b>	<b>155,058</b>
<b>Total comprehensive income for the period attributable to:</b>			
<b>Equity owners of the Bank</b>		<b>65,516</b>	<b>154,972</b>
Minority interest		(200)	86

The attached notes (pages 9 to 31) form an integral part of these interim consolidated financial statements.

**Interim Consolidated Statement of Changes in Equity**

(Thousands of Euro)

	Share capital	Share premium	Reserves	Retained earnings	Treasury shares	Total	Minority interests	Hybrid securities	Total equity
<b>Balance 1.1.2008</b>	<b>1,602,809</b>	<b>184,033</b>	<b>445,662</b>	<b>1,138,195</b>	<b>(188)</b>	<b>3,370,511</b>	<b>32,859</b>	<b>887,894</b>	<b>4,291,264</b>
<b>Changes in equity for the period 1.1 - 31.3.2008</b>									
Total comprehensive income for the period after income tax			(50,059)	205,031		154,972	86		155,058
Purchases/sales and change of ownership interests in subsidiaries			(12)	(2,736)		(2,748)	(1,170)		(3,918)
Purchases/sales of treasury shares and hybrid securities				(29)	(167,363)	(167,392)		(332)	(167,724)
Dividends distributed to equity owners of the Bank and minority interest							(532)		(532)
Dividends paid to hybrid securities owners				(41,640)		(41,640)			(41,640)
Appropriation to reserve			598	(598)					
Other				(1,321)		(1,321)			(1,321)
<b>Balance 31.3.2008</b>	<b>1,602,809</b>	<b>184,033</b>	<b>396,189</b>	<b>1,296,902</b>	<b>(167,551)</b>	<b>3,312,382</b>	<b>31,243</b>	<b>887,562</b>	<b>4,231,187</b>
<b>Changes in equity for the period 1.4 - 31.12.2008</b>									
Total comprehensive income for the period after income tax			(251,479)	307,036		55,557	(2,090)		53,467
Share capital increase by capitalization of share premium and retained earnings	328,781	(184,033)		(144,748)					
Expenses relating to the share capital increase				(2,204)		(2,204)			(2,204)
Purchases/sales and change of ownership interests in subsidiaries			(3,372)	(2,534)		(5,906)	3,414		(2,492)
Purchases/sales of treasury shares and hybrid securities				(57,760)	98,566	40,806		(256)	40,550
Dividends distributed to equity owners of the Bank and minority interest				(362,199)		(362,199)			(362,199)
Dividends paid to hybrid securities owners				(16,935)		(16,935)			(16,935)
Appropriation to reserve			47,066	(47,066)					
Other				(677)		(677)			(677)
<b>Balance 31.12.2008</b>	<b>1,931,590</b>		<b>188,404</b>	<b>969,815</b>	<b>(68,985)</b>	<b>3,020,824</b>	<b>32,567</b>	<b>887,306</b>	<b>3,940,697</b>



(Thousands of Euro)

	Note	Share capital	Share premium	Reserves	Retained earnings	Treasury shares	Total	Minority interests	Hybrid securities	Total equity
<b>Balance 1.1.2009</b>		<b>1,931,590</b>		<b>188,404</b>	<b>969,815</b>	<b>(68,985)</b>	<b>3,020,824</b>	<b>32,567</b>	<b>887,306</b>	<b>3,940,697</b>
<b>Changes in equity for the period 1.1 - 31.3.2009</b>										
Total comprehensive income for the period after income tax				(20,222)	85,738		65,516	(200)		65,316
Purchases/sales and change of ownership interests in subsidiaries					(162)		(162)	(669)		(831)
Purchases/sales of treasury shares and hybrid securities	12c					(2,665)	(2,665)		(71,682)	(74,347)
Dividends distributed to equity owners of the Bank and minority interest								(381)		(381)
Dividends paid to hybrid securities owners					(38,445)		(38,445)			(38,445)
Appropriation to reserve				514	(514)					
Other					(8,310)		(8,310)			(8,310)
<b>Balance 31.3.2009</b>		<b>1,931,590</b>		<b>168,696</b>	<b>1,008,122</b>	<b>(71,650)</b>	<b>3,036,758</b>	<b>31,317</b>	<b>815,624</b>	<b>3,883,699</b>

The attached notes (pages 9 to 31) form an integral part of these interim consolidated financial statements.



## Interim Consolidated 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		105,273	259,877
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment	7, 8	16,543	13,763
Amortization of intangible assets	9	6,229	6,519
Impairment losses from loans and provisions		178,140	63,696
Other adjustments		3,187	(5,574)
(Gains)/losses from investing activities		(13,590)	(2,737)
(Gains)/losses from financing activities		249	10,084
Share of (profit)/loss of associates		1	(106)
		<b>296,032</b>	<b>345,522</b>
<b>Net (increase)/decrease in assets relating to operating activities:</b>			
Due from banks		353,254	282,513
Securities held for trading and derivative financial assets		124,116	175,822
Loans and advances to customers		(307,484)	(2,396,139)
Other assets		(19,696)	(67,929)
<b>Net increase/(decrease) in liabilities relating to operating activities:</b>			
Due to banks		4,457,439	843,507
Derivative financial liabilities		(96,462)	87,197
Due to customers		(2,368,923)	943,651
Other liabilities		(111,697)	(596)
<b>Net cash flows from operating activities before taxes</b>		<b>2,326,579</b>	<b>213,548</b>
Income taxes and other taxes paid		(1,229)	(19,688)
<b>Net cash flows from operating activities</b>		<b>2,325,350</b>	<b>193,860</b>
<b>Cash flows from investing activities</b>			
Acquisitions of subsidiaries and associates			(2,615)
Proceeds from sale of investments in subsidiaries and associates			1,694
Dividends received		731	247
Purchase of property, plant and equipment		(36,962)	(42,550)
Disposal of property, plant and equipment		1,258	2,636
Net (increase)/decrease in investment securities		(3,676,373)	(219,272)
<b>Net cash flows from investing activities</b>		<b>(3,711,346)</b>	<b>(259,860)</b>
<b>Cash flows from financing activities</b>			
Dividends paid		(621)	(395)
(Purchase)/sale of treasury shares		(2,665)	(173,254)
Debt issued		498,750	
Repayment of debt securities		(161,589)	(38,102)
(Purchases)/sales of hybrid securities		(27,338)	(361)
Dividends paid to hybrid securities owners		(38,445)	(41,640)
<b>Net cash flows from financing activities</b>		<b>268,092</b>	<b>(253,752)</b>
<b>Effect of exchange rate fluctuations on cash and cash equivalents</b>		<b>(8,089)</b>	<b>(14,962)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(1,125,993)</b>	<b>(334,714)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>3,013,636</b>	<b>3,792,031</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>1,887,643</b>	<b>3,457,317</b>

The attached notes (pages 9 to 31) form an integral part of these interim consolidated financial statements.



## Notes to the Interim Consolidated Financial Statements

### GENERAL INFORMATION

The Alpha Bank Group, which includes companies in Greece and abroad, offers services such as: banking, corporate and retail banking, financial services, investment banking and brokerage services, insurance services, real estate management, hotel activities.

The parent company of the Group is ALPHA BANK A.E. which operates under the brand name 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 the 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 the 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

\* Member of the Audit Committee

\*\* Member of the Remuneration Committee

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

**NON-EXECUTIVE INDEPENDENT MEMBERS**

George E. Agouridis \*  
Pavlos A. Apostolides \*\*  
Thanos M. Veremis  
Evangelos J. Kaloussis \*/\*\*\*  
Ioannis K. Lyras \*\*

**NON-EXECUTIVE MEMBER (in accordance with 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's 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.**

\* Member of the Audit Committee

\*\* Member of the Remuneration Committee

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



## ACCOUNTING POLICIES APPLIED

### 1. Basis of presentation

The Group 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 Group companies 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 Group 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 Group 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 Group's financial statements.

- **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 Group's financial statements.

In addition, the Group 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

	From 1 January to	
	31.3.2009	31.3.2008
Impairment losses on loans and advances to customers	161,687	56,309
Reversal of impairment losses from due from banks	(4)	(14)
Provisions to cover credit risk relating to off balance sheet items	(37)	11,569
Recoveries	(4,384)	(280)
<b>Total</b>	<b>157,262</b>	<b>67,584</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 tax rates of years 2008 and 2009 of the subsidiaries and the Bank's branches operating abroad, are as follows:

	Fiscal year 2008	Fiscal year 2009
	%	%
Cyprus	10	10
Bulgaria	10	10
Serbia	10	10
Romania	16	16
FYROM	10	10
Albania	10	10
Ukraine	25	25
Jersey	20	10
United Kingdom	28	28
Luxembourg	29.63	28.59

The income tax expense is analysed as follows:

	From 1 January to	
	31.3.2009	31.3.2008
Current	6,870	23,956
Deferred	13,132	30,792
<b>Total</b>	<b>20,002</b>	<b>54,748</b>



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

	From 1 January to	
	31.3.2009	31.3.2008
Depreciation and fixed asset write-offs	674	1,171
Valuation of loans	6,540	14,221
Suspension of interest accruals	5,058	9,125
Loans impairment	(7,706)	5,498
Liabilities to E.T.A.T. (Common Insurance Fund of Bank Employees)	15,680	15,551
Valuation of derivatives	7,662	(15,953)
Effective interest rate	(2,086)	2,277
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(3,849)	(1,473)
Valuation of bonds	7,489	2,038
Valuation of other securities	(1,702)	(4,779)
Tax losses carried forward	(362)	(196)
Other temporary differences	(14,266)	3,312
<b>Total</b>	<b>13,132</b>	<b>30,792</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>105,273</b>		<b>259,877</b>
Income tax (nominal tax rate)	<b>24.35</b>	<b>25,638</b>	<b>23.48</b>	<b>61,025</b>
<i>Increase/(decrease) due to:</i>				
Additional tax on income of fixed assets	0.03	30	0.04	102
Non taxable income	(5.84)	(6,148)	(0.46)	(1,199)
Non deductible expenses	1.27	1,337	1.07	2,763
Other temporary differences	(0.81)	(855)	(3.06)	(7,943)
<b>Income tax (effective tax rate)</b>	<b>19.00</b>	<b>20,002</b>	<b>21.07</b>	<b>54,748</b>

The applicable income tax rate of 24.35% for the year 2009 and 23.48% for the year 2008 is the weighted average nominal tax rate based on the nominal income tax rate and the profit before tax of the Group's subsidiaries.

#### 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	(11,967)	101	(11,866)	(47,041)	11,932	(35,109)
Exchange differences on translating foreign operations	(8,089)		(8,089)	(14,962)		(14,962)
<b>Total</b>	<b>(20,056)</b>	<b>101</b>	<b>(19,955)</b>	<b>(62,003)</b>	<b>11,932</b>	<b>(50,071)</b>





## 4. Earnings per share

### a. Basic

Basic earnings per share are calculated by dividing the profit after income tax for the period, attributable to equity owners of the Bank, by the weighted average number of ordinary shares outstanding, after deducting the weighted average number of treasury shares held by Group companies, 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 Group does not have diluted potential ordinary shares and subsequently the basic earnings per share coincide with the diluted earnings per share and are as follows:

	From 1 January to	
	31.3.2009	31.3.2008
<i>Profit attributable to equity owners of the Bank</i>	85,738	205,031
Weighted average number of outstanding ordinary shares	404,969,416	407,200,259
Basic and diluted earnings per share (in €)	0.21	0.50



## ASSETS

## 5. Loans and advances to customers

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Individuals:</b>		
Mortgages		
- Non-Securitized	10,835,429	10,822,806
- Securitized	2,707,434	2,715,262
Consumer		
- Non-Securitized	3,223,042	3,183,581
- Securitized	1,462,080	1,485,843
Credit cards	1,289,609	1,285,118
Other	108,369	119,399
Total	19,625,963	19,612,009
<b>Companies:</b>		
Corporate loans	30,156,246	29,779,390
Leasing	1,401,510	1,448,224
Factoring	476,013	599,888
Total	32,033,769	31,827,502
<b>Receivables from insurance and re-insurance activities</b>	9,871	9,950
<b>Other receivables</b>	482,565	531,235
	<b>52,152,168</b>	<b>51,980,696</b>
Less:		
Allowance for impairment losses <sup>(1)</sup>	(1,350,086)	(1,275,994)
<b>Total</b>	<b>50,802,082</b>	<b>50,704,702</b>

The finance lease receivables are analyzed by duration as follows:

	<b>31.3.2009</b>	<b>31.12.2008</b>
Up to 1 year	416,561	456,651
From 1 year up to 5 years	655,683	716,826
More than 5 years	683,733	785,959
	1,755,977	1,959,436
Unearned finance income	(354,467)	(511,212)
<b>Total</b>	<b>1,401,510</b>	<b>1,448,224</b>

The net amount of finance leases is analyzed by duration as follows:

	<b>31.3.2009</b>	<b>31.12.2008</b>
Up to 1 year	357,742	374,042
From 1 year up to 5 years	506,561	502,288
More than 5 years	537,207	571,894
<b>Total</b>	<b>1,401,510</b>	<b>1,448,224</b>

<sup>(1)</sup> In addition to the allowance for impairment losses, an additional provision of € 4,823 (31.12.2008: € 3,627) has been recorded to cover credit risk relating to off-balance sheet items (note 11b). The total provision recorded to cover credit risk amounts to €1,354,909 (31.12.2008: € 1,279,621).



## 6. Investment securities

### a) Available for sale

	<b>31.3.2009</b>	<b>31.12.2008</b>
Government bonds	3,496,300	366,804
Other debt securities:		
- Listed	686,940	89,994
- Non-listed	21,911	169,328
Shares:		
- Listed	32,637	40,465
- Non-listed	40,447	36,597
Other variable yield securities	47,046	49,338
<b>Total</b>	<b>4,325,281</b>	<b>752,526</b>

### b) Held to maturity

	<b>31.3.2009</b>	<b>31.12.2008</b>
Government bonds	1,929,045	1,805,579
Other debt securities		
- Listed	2,501,880	2,558,601
- Non listed	54,065	124,529
<b>Total</b>	<b>4,484,990</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.

**7. Investment property**

	<b>Land and Buildings</b>
<b>Balance 1.1.2008</b>	
Cost	78,526
Accumulated depreciation	(4,966)
<b>1.1.2008 - 31.3.2008</b>	
Net book value 1.1.2008	73,560
Foreign exchange differences	(246)
Additions	124
Reclassification to "Property, plant and equipment"	(444)
Depreciation charge for the period	<u>(164)</u>
Net book value 31.3.2008	<u>72,830</u>
<b>Balance 31.3.2008</b>	
Cost	77,775
Accumulated depreciation	(4,945)
<b>1.4.2008 - 31.12.2008</b>	
Net book value 1.4.2008	72,830
Foreign exchange differences	156
Additions	342
Reclassification to "Property, plant and equipment"	(6,006)
Depreciation charge for the period	<u>(447)</u>
Net book value 31.12.2008	<u>66,875</u>
<b>Balance 31.12.2008</b>	
Cost	72,244
Accumulated depreciation	(5,369)
<b>1.1.2009 - 31.3.2009</b>	
Net book value 1.1.2009	66,875
Foreign exchange differences	(55)
Additions	602
Reclassification from "Property, plant and equipment"	5,555
Depreciation charge for the period	<u>(160)</u>
Net book value 31.3.2009	<u>72,817</u>
<b>Balance 31.3.2009</b>	
Cost	79,124
Accumulated depreciation	(6,307)

The reclassification of amount €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	1,283,906	5,414	414,199	1,703,519
Accumulated depreciation	(230,544)	(2,342)	(297,358)	(530,244)
<b>1.1.2008 - 31.3.2008</b>				
Net book value 1.1.2008	1,053,362	3,072	116,841	1,173,275
Foreign exchange differences	(2,508)	(95)	(848)	(3,451)
Additions	20,311		13,143	33,454
Disposals	(10)	(939)	(331)	(1,280)
Reclassification from «Investment property»	444			444
Other reclassification		(77)	77	
Depreciation charge for the period	(6,030)	(69)	(7,500)	(13,599)
Net book value 31.3.2008	<u>1,065,569</u>	<u>1,892</u>	<u>121,382</u>	<u>1,188,843</u>
<b>Balance 31.3.2008</b>				
Cost	1,300,911	3,177	425,407	1,729,495
Accumulated depreciation	(235,342)	(1,285)	(304,025)	(540,652)
<b>1.4.2008 - 31.12.2008</b>				
Net book value 1.4.2008	1,065,569	1,892	121,382	1,188,843
Foreign exchange differences	(7,666)	(305)	(2,446)	(10,417)
Additions	72,881		40,965	113,846
Disposals	(832)	9	(814)	(1,637)
Additions from companies consolidated for the first time in 2008	1,465		1,115	2,580
Reclassification from «Investment property»	6,006			6,006
Other reclassification	4,038	422	(4,460)	
Depreciation charge for the period	(20,810)	(211)	(23,960)	(44,981)
Net book value 31.12.2008	<u>1,120,651</u>	<u>1,807</u>	<u>131,782</u>	<u>1,254,240</u>
<b>Balance 31.12.2008</b>				
Cost	1,373,990	2,814	454,795	1,831,599
Accumulated depreciation	(253,339)	(1,007)	(323,013)	(577,359)
<b>1.1.2009 - 31.3.2009</b>				
Net book value 1.1.2009	1,120,651	1,807	131,782	1,254,240
Foreign exchange differences	(4,247)	(5)	633	(3,619)
Additions	11,975	4	19,423	31,402
Disposals	(36)	(576)	1,128	516
Reclassification to «Investment property»	(5,555)			(5,555)
Depreciation charge for the period	(7,092)	(615)	(8,676)	(16,383)
Net book value 31.3.2009	<u>1,115,696</u>	<u>615</u>	<u>144,290</u>	<u>1,260,601</u>
<b>Balance 31.3.2009</b>				
Cost	1,373,769	2,107	471,809	1,847,685
Accumulated depreciation	(258,073)	(1,492)	(327,519)	(587,084)

**9. Goodwill and other intangible assets**

	<b>Goodwill</b>	<b>Other intangible</b>	<b>Software</b>	<b>Total</b>
<b>Balance 1.1.2008</b>				
Cost	58,008	25,785	181,273	265,066
Accumulated amortization		(10,042)	(120,527)	(130,569)
<b>1.1.2008 - 31.3.2008</b>				
Net book value 1.1.2008	58,008	15,743	60,746	134,497
Foreign exchange differences	(1,989)	(310)	(212)	(2,511)
Additions	5		6,352	6,357
Disposals		(3,358)	3,358	
Amortization charge for the period		(831)	(5,688)	(6,519)
Net book value 31.3.2008	<u>56,024</u>	<u>11,244</u>	<u>64,556</u>	<u>131,824</u>
<b>Balance 31.3.2008</b>				
Cost	56,024	21,582	190,431	268,037
Accumulated amortization		(10,338)	(125,875)	(136,213)
<b>1.4.2008 - 31.12.2008</b>				
Net book value 1.4.2008	56,024	11,244	64,556	131,824
Foreign exchange differences	(5,283)	(169)	(428)	(5,880)
Additions		17,947	38,147	56,094
Disposals			(183)	(183)
Additions from companies consolidated for the first time in 2008	1,546	1	49	1,596
Reclassifications		(95)	95	
Impairment losses	(251)			(251)
Amortization charge for the period		(3,838)	(19,401)	(23,239)
Net book value 31.12.2008	<u>52,036</u>	<u>25,090</u>	<u>82,835</u>	<u>159,961</u>
<b>Balance 31.12.2008</b>				
Cost	52,036	37,983	227,612	317,631
Accumulated amortization		(12,893)	(144,777)	(157,670)
<b>1.1.2009 - 31.3.2009</b>				
Net book value 1.1.2009	52,036	25,090	82,835	159,961
Foreign exchange differences	(2,346)	(243)	(314)	(2,903)
Additions		2,041	8,417	10,458
Amortization charge for the period		(1,102)	(5,127)	(6,229)
Net book value 31.3.2009	<u>49,690</u>	<u>25,786</u>	<u>85,811</u>	<u>161,287</u>
<b>Balance 31.3.2009</b>				
Cost	49,690	39,239	235,411	324,340
Accumulated amortization		(13,453)	(149,600)	(163,053)



## LIABILITIES

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

#### a. Short term

##### i. Securities (ECP)

<b>Balance 1.1.2009</b>	<b>130,030</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
New issues <sup>(1)</sup>	489,497
Maturities/Redemptions	(218,700)
Accrued interest	2,538
Foreign exchange differences	(60)
<b>Balance 31.3.2009</b>	<b><u>403,305</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>9,287,581</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
(Purchases)/sales by Group companies	(526,438)
Maturities/Redemptions	(1,679,241)
Fair value change due to hedging	9,550
Accrued interest	(29,909)
Foreign exchange differences	(12,463)
<b>Balance 31.3.2009</b>	<b><u>7,049,080</u></b>

##### ii. Subordinated debt

<b>Balance 1.1.2009</b>	<b>975,090</b>
<b>Changes for the period 1.1 – 31.3.2009</b>	
(Purchases)/sales by Group companies	(12,511)
Maturities/Redemptions <sup>(3)</sup>	(154,792)
Fair value change due to hedging	5,715
Accrued interest	(5,261)
Foreign exchange differences	(9,211)
<b>Balance 31.3.2009</b>	<b><u>799,030</u></b>

<b>Total</b>	<b>8,752,629</b>
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Of the above debt securities in issue an amount of € 2,027,379 (31.12.2008: € 3,151,516) held by Bank customers has been reclassified to "Due from customers". Therefore the balance of "Debt securities in issue held by institutional investors and other borrowed funds", as at 31 March 2009, amounts to € 6,725,250 (31.12.2008: € 7,241,185).

Bond issues of € 4.8 billion from the securitization of mortgage, consumer loans and bonds are not presented in "Debt securities in issue and other borrowed funds" since these securities, issued by Group companies, 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>31.3.2009</b>	<b>31.12.2008</b>
Insurance provisions	40,380	39,770
Provisions to cover credit risk	4,823	3,627
Other	9,227	9,866
<b>Total</b>	<b>54,430</b>	<b>53,263</b>

### a. Insurance provisions

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Non-life insurance</b>		
Unearned premiums	5,180	5,163
Outstanding claim reserves	<u>4,052</u>	<u>4,109</u>
Total	9,232	9,272
<b>Life insurance</b>		
Mathematical reserves	8,660	7,635
Outstanding claim reserves	<u>1,477</u>	<u>1,377</u>
Total	10,137	9,012
<b>Reserves for investments held on behalf and at risk of life insurance policy holders</b>	<b>21,011</b>	<b>21,486</b>
<b>Total</b>	<b>40,380</b>	<b>39,770</b>

### b. Provisions to cover credit risk

<b>Balance 31.12.2008</b>	<b>3,627</b>
<b>Changes for the period 1.1. – 31.3.2009</b>	
Reversal of provisions to cover credit risk relating to off-balance sheet items	(38)
Foreign exchange differences	1,234
<b>Balance 31.3.2009</b>	<b>4,823</b>

### c. Other provisions

<b>Balance 31.12.2008</b>	<b>9,866</b>
<b>Changes for the period 1.1. – 31.3.2009</b>	
Provisions charged to profit and loss	825
Provisions used during the period	(112)
Foreign exchange differences	(1,352)
<b>Balance 31.3.2009</b>	<b>9,227</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 Bank's share capital increase 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 Articles 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 at 31.3.2009

#### b) Retained earnings

According to paragraph 3 of article 1 of Law 3723/2008 concerning the enhancement of economy's liquidity, the dividend distribution to the shareholders of credit institutions, participating in the above program, cannot exceed the percentage of 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 the 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:

	Number of shares	Cost	Percentage
<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.

There are no pending legal cases or issues in progress which may have a material impact on the financial statements or operations of the other companies of the Group. However, the Group recorded a provision amounting to €4.1 million for pending legal cases or issues in progress.

**b) Tax issues**

The Bank and the companies, Alpha Astika Akinita A.E., Messina Holdings S.A., Ionian Hotel Enterprises A.E., ABC Factors A.E. and Kafe Alpha A.E. have been audited by the tax authorities for the years up to and including 2005. The Bank's branches in Bulgaria and in Albania have been audited by the tax authorities for the years up to and including 2007, while London branch has been audited by tax authorities for the years up to and including 2005. Alpha Bank Romania S.A. and Alpha Insurance Agents AE. have been audited by the tax authorities for the year up to and including 2006. Alpha Finance A.E.P.E.Y. and Alpha Leasing A.E. have been audited by the tax authorities for the years up to and including 2007. The companies Alpha Ventures A.E., Alpha Private Investment Services A.E.P.E.Y., Oceanos A.T.O.E.E., Ionian Holdings A.E., Evremethea A.E. and APE Commercial Property A.E. used the requirements of Law 3697/2008 and settled the unaudited tax years 2002-2006, 2002-2005, 2003-2006, 2005-2006, 2005-2006 and 2005-2006, respectively. The majority of the remaining companies of the Group have been audited by the tax authorities, for the years up to and including the year ended 31 December 2002.

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

**c) Operating leases**

The Group's minimum future payments are:

	<b>31.3.2009</b>	<b>31.12.2008</b>
▶ less than one year	58,497	48,624
▶ between one and five years	191,442	162,958
▶ more than five years	180,918	134,604
<b>Total</b>	<b>430,857</b>	<b>346,186</b>

The minimum future revenues are:

	<b>31.3.2009</b>	<b>31.12.2008</b>
▶ less than one year	5,730	6,056
▶ between one and five years	18,875	19,267
▶ more than five years	6,635	6,901
<b>Total</b>	<b>31,240</b>	<b>32,224</b>

**d) Off balance sheet liabilities**

	<b>31.3.2009</b>	<b>31.12.2008</b>
Letters of credit	143,777	191,937
Letters of guarantee	6,498,298	5,652,060
Undrawn credit facilities	17,489,443	18,040,379
<b>Total</b>	<b>24,131,518</b>	<b>23,884,376</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 €5 million is pledged as a margin account insurance to clearing house of derivative transactions "ETESEP" A.E.
- The above mentioned securities derived from reserve 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 debt issued by the special purpose entities.

**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. Group consolidated companies

The consolidated financial statements apart from the parent company ALPHA BANK include the following entities:

### A. SUBSIDIARIES

Name	Country of Incorporation	Group's ownership interest %	
		31.3.2009	31.12.2008
<b>Banks</b>			
1. Alpha Bank London Ltd	United Kingdom	100.00	100.00
2. Alpha Bank Cyprus Ltd	Cyprus	100.00	100.00
3. Alpha Bank Romania S.A.	Romania	99.91	99.91
4. Alpha Bank A.D. Skopje	FYROM	100.00	100.00
5. Alpha Bank Jersey Ltd	Jersey	100.00	100.00
6. Alpha Bank Srbija A.D.	Serbia	100.00	100.00
7. Astra Bank OJSC	Ukraine	93.33	93.33
<b>Leasing companies</b>			
1. Alpha Leasing A.E.	Greece	100.00	100.00
2. Alpha Leasing Romania S.A.	Romania	99.99	99.99
3. ABC Factors A.E.	Greece	100.00	100.00
4. Alpha Asset Finance C.I. Ltd	Jersey	100.00	100.00
<b>Investment Banking</b>			
1. Alpha Finance A.E.Π.E.Y.	Greece	100.00	100.00
2. Alpha Finance US Corporation	USA	100.00	100.00
3. Alpha Finance Romania S.A.	Romania	99.98	99.98
4. Alpha Ventures A.E.	Greece	100.00	100.00
5. Alpha Ventures Capital Management	Greece	100.00	100.00
<b>Asset Management</b>			
1. Alpha Asset Management A.E.D.A.K.	Greece	100.00	100.00
2. Alpha Private Investment Services A.E.P.E.Y.	Greece	100.00	100.00
3. ABL Independent Financial Advisers Ltd	United Kingdom	100.00	100.00
<b>Insurance</b>			
1. Alpha Insurance Agents A.E.	Greece	100.00	100.00
2. Alpha Insurance LTD Cyprus	Cyprus	100.00	100.00
3. Alpha Insurance Brokers S.R.L.	Romania	99.91	99.91
4. Alphalife A.A.E.Z.	Greece	100.00	100.00
<b>Real estate and hotel</b>			
1. Alpha Astika Akinita A.E.	Greece	89.23	88.59
2. Ionian Hotel Enterprises A.E.	Greece	96.79	96.64
3. Oceanos A.T.O.E.E.	Greece	100.00	100.00
4. Alpha Real Estate D.O.O. Beograd	Serbia	89.23	88.59
5. Alpha Astika Akinita D.O.O.E.L. Skopje	FYROM	89.23	88.59
6. Alpha Real Estate Bulgaria E.O.O.D. <sup>(note 18c)</sup>	Bulgaria	89.23	88.59
<b>Special purpose and holding entities</b>			
1. Alpha Credit Group Plc	United Kingdom	100.00	100.00
2. Alpha Group Jersey Ltd	Jersey	100.00	100.00
3. Alpha Group Investment Ltd	Cyprus	100.00	100.00
4. Ionian Holdings A.E.	Greece	100.00	100.00
5. Messana Holdings S.A.	Luxembourg	100.00	100.00
6. Ionian Equity Participations Ltd	Cyprus	100.00	100.00
7. ABL Holdings Jersey Ltd	Jersey	100.00	100.00
8. Alpha Covered Bonds Plc	United Kingdom	100.00	100.00
9. Katanalotika Plc	United Kingdom		
10. Talanto Plc <sup>(note 18b)</sup>	United Kingdom		
<b>Other companies</b>			
1. Alpha Bank London Nominees Ltd	United Kingdom	100.00	100.00
2. Alpha Trustees Ltd	Cyprus	100.00	100.00
3. Flagbright Ltd	United Kingdom	100.00	100.00
4. Alpha Advisory Romania S.R.L.	Romania	99.98	99.98
5. Evremathea A.E.	Greece	100.00	100.00
6. Kafe Alpha A.E.	Greece	100.00	100.00
7. Ionian Supporting Services A.E.	Greece	100.00	100.00
8. Real Car Rental A.E. <sup>(note 18a)</sup>	Greece	100.00	

**B. JOINT VENTURES**

Name	Country of Incorporation	Group's ownership interest %	
		31.3.2009	31.12.2008
1. Cardlink A.E.	Greece	50.00	50.00
2. APE Fixed Assets A.E.	Greece	60.10	60.10
3. APE Commercial Property A.E.	Greece	72.20	72.20
4. APE Investment Property S.A.	Greece	67.42	67.42
5. Alpha TANE0 A.K.E.S.	Greece	51.00	51.00

The subsidiaries were fully consolidated and the joint ventures were consolidated under the proportionate method.

The Group hedges the foreign exchange risk arising from the net investment in Alpha Bank London Ltd., Alpha Bank Romania S.A. and Alpha Finance US Corporation through the use of the FX swaps and interbank deposits in the functional currency of the above subsidiaries.

**C. ASSOCIATES**

Name	Country of Incorporation	Group's ownership interest %	
		31.3.2009	31.12.2008
1. Evisak A.E.	Greece	27.00	27.00
2. AEDEP Thessalias and Stereas Ellados A.E.	Greece	50.00	50.00
3. A.L.C. Novelle Investments Ltd	Cyprus	33.33	33.33
4. EL.P.E.T. Valkaniki A.E.	Greece	26.71	26.71

The associates included in consolidated financial statements are measured under the equity method.

**15. Operating segment**

(Amounts in millions of Euro)

	1.1 - 31.3.2009						
	Group	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	402.6	186.9	83.9	3.0	29.4	98.9	0.5
Net fee and commission income	92.8	42.4	20.2	8.7	7.0	14.7	(0.2)
Other income	46.0	1.8	2.3	0.5	17.3	10.1	14.0
<b>Total income</b>	<b>541.4</b>	<b>231.1</b>	<b>106.4</b>	<b>12.2</b>	<b>53.7</b>	<b>123.7</b>	<b>14.3</b>
<b>Total expenses</b>	<b>(278.8)</b>	<b>(140.6)</b>	<b>(31.5)</b>	<b>(9.3)</b>	<b>(9.6)</b>	<b>(72.5)</b>	<b>(15.3)</b>
Impairment losses	(157.3)	(72.2)	(61.4)	(0.1)		(23.6)	
<b>Profit before income tax</b>	<b>105.3</b>	<b>18.3</b>	<b>13.5</b>	<b>2.8</b>	<b>44.1</b>	<b>27.6</b>	<b>(1.0)</b>
Income tax	(20.0)						
<b>Profit after income tax</b>	<b>85.3</b>						



(Amounts in millions of Euro)

	1.1 - 31.3.2008						
	Group	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	442.0	271.4	82.8	4.3	7.8	73.9	1.8
Net fee and commission income	115.3	41.1	20.6	19.1	12.7	22.2	(0.4)
Other income	33.7	3.0	1.6	0.4	7.2	15.0	6.5
<b>Total income</b>	<b>591.0</b>	<b>315.5</b>	<b>105.0</b>	<b>23.8</b>	<b>27.7</b>	<b>111.1</b>	<b>7.9</b>
<b>Total expenses</b>	<b>(263.5)</b>	<b>(141.3)</b>	<b>(29.2)</b>	<b>(13.0)</b>	<b>(10.0)</b>	<b>(59.2)</b>	<b>(10.8)</b>
Impairment losses	(67.6)	(48.8)	(9.8)			(9.0)	
<b>Profit before income tax</b>	<b>259.9</b>	<b>125.4</b>	<b>66.0</b>	<b>10.8</b>	<b>17.7</b>	<b>42.9</b>	<b>(2.9)</b>
Income tax	(54.8)						
<b>Profit after income tax</b>	<b>205.1</b>						

#### i. Retail Banking

Includes all individuals (retail banking customers), professionals, small and very small companies operating in Greece and abroad except from South-Eastern Europe countries.

The Group through its extended branch network offers all types of deposit products (deposits/ savings accounts, working capital/ current accounts, investment facilities/ term deposits, Repos, Swaps), loan facilities (mortgages, consumer, corporate loans, letter of guarantees) 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 operating in Greece and abroad except from South Eastern Europe countries.

The Group offers working capital facilities, corporate loans, and letters of guarantees.

This sector also includes the leasing products which are offered through Alpha Leasing A.E. and factoring services to third parties through ABC Factors A.E.

#### iii. Asset Management / Insurance

Consists of a wide range of asset management services through Group's private banking units and Alpha Asset Management AEDAK. In addition, commissions are included due to the wide range of insurance products to individuals and companies through AXA insurance, which is the corporate successor of the subsidiary Alpha Insurance A.E.

#### iv. Investment Banking / Treasury

Includes stock exchange, advisory and brokerage services relating to capital markets, and also investment banking facilities, offered either by the Bank or specialized Group companies (Alpha Finance A.E.P.E.Y., Alpha Ventures A.E.). It also includes 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 and subsidiaries of the Group operating in South Eastern Europe.

#### vi. Other

This segment consists of the non-financial subsidiaries of the Group and Bank's income and expenses that are not related to its operating activities.

## 16. Capital adequacy

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

The minimum capital adequacy ratios (Tier I and capital adequacy ratio) which the Group 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 Group's regulatory own funds with the risks that the Group undertakes (risk weighted assets). Own funds include Tier I capital (share capital, reserves, minority interest), 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 Group in all areas for the next years.

	<b>31.3.2009</b> (estimate)	<b>31.12.2008</b>
Tier I ratio	7.9%	8.0%
<b>Capital adequacy ratio (Tier I + Tier II)</b>	<b>9.4%</b>	<b>9.8%</b>

## 17. Related-party transactions

The Bank and the Group companies entered 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 the Group's relevant committees.

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

	<b>31.3.2009</b>	<b>31.12.2008</b>
<b>Assets</b>		
Loans and advances to customers	142,177	172,472
<b>Liabilities</b>		
Due to customers	94,829	73,991
Debt securities in issue	<u>15,354</u>	<u>20,096</u>
Total	110,183	94,087
<b>Letters of guarantee</b>	15,006	21,392
	<b>From 1 January to</b>	<b>31.3.2008</b>
	<b>31.3.2009</b>	<b>31.3.2008</b>
<b>Income</b>		
Interest and similar income	2,264	392
<b>Expenses</b>		
Interest expense and similar charges	2,526	580



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

	<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>		
Other expenses	543	639
Interest expense and similar charges	<u>12</u>	<u>        </u>
Total	555	639

c. The Group Companies' Board of Directors and Executive General Managers' fees recorded in the income statement for the first quarter of 2009 amounted to €2,907 (A' quarter of 2008: €2,692).

## 18. Corporate events

a. Real Car Rental A.E., established by the subsidiary Alpha Leasing A.E. is included in the consolidated financial statements of 31.3.2009 for the first time.

b. On 7.1.2009 Talanto Plc was established in the United Kingdom with primary activity the issuance of covered bonds. The Company is a special purpose entity and is fully consolidated by the Bank as it serves specific Bank's needs.

c. On 20.2.2009 Alpha Immovables Bulgaria E.O.O.D., 100% subsidiary of Alpha Astika Akinita A.E., was renamed to Alpha Real Estate Bulgaria E.O.O.D.

d. On 16.3.2009 the Bank participated in the share capital increase of the 100% subsidiary Ionian Equity Participations Ltd by €4.1 million.

## 19. 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 favour of the Greek State.



**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

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