

# National Bank of Greece S.A.



## Group and Bank Condensed Interim Financial Statements **31 March 2008**

May 2008

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# Income Statement

## for the period ended 31 March 2008

€ 000's	Note	Group		Bank	
		3 month period ended 31.03.2008	3 month period ended 31.03.2007	3 month period ended 31.03.2008	3 month period ended 31.03.2007
Interest & similar income		1.655.775	1.333.130	990.139	823.927
Interest expense & similar charges		(801.180)	(624.908)	(511.086)	(394.436)
<b>Net interest income</b>		<b>854.595</b>	<b>708.222</b>	<b>479.053</b>	<b>429.491</b>
Fee and commission income		203.811	199.211	69.686	81.889
Fee and commission expense		(15.875)	(18.428)	(4.952)	(16.820)
<b>Net fee and commission income</b>		<b>187.936</b>	<b>180.783</b>	<b>64.734</b>	<b>65.069</b>
Earned premia net of reinsurance		155.331	183.180	-	-
Net claims incurred		(127.165)	(156.584)	-	-
<b>Earned premia net of claims and commissions</b>		<b>28.166</b>	<b>26.596</b>	<b>-</b>	<b>-</b>
Dividend income		2.500	2.743	37.443	4.776
Net trading income and results from investment securities		23.868	60.186	30.176	46.687
Net other operating income		19.610	53.612	13.078	1.067
<b>Total operating income</b>		<b>1.116.675</b>	<b>1.032.142</b>	<b>624.484</b>	<b>547.090</b>
Personnel expenses		(320.984)	(308.963)	(194.196)	(196.590)
General, administrative & other operating expenses		(171.858)	(150.401)	(65.028)	(61.087)
Depreciation, amortisation & impairment charges of fixed assets		(36.888)	(32.427)	(17.528)	(14.901)
Amortisation of intangible assets recognised on business combinations		(7.173)	(6.179)	-	-
Finance charge on put options of minority interests		(4.116)	(3.624)	(4.116)	(3.624)
Impairment losses on loans & advances		(87.988)	(82.003)	(63.055)	(60.639)
Share of profit of associates		105	5.046	-	-
<b>Profit before tax</b>		<b>487.773</b>	<b>453.591</b>	<b>280.561</b>	<b>210.249</b>
Tax expense		(82.735)	(66.528)	(54.831)	(19.311)
<b>Profit for the period</b>		<b>405.038</b>	<b>387.063</b>	<b>225.730</b>	<b>190.938</b>
<b>Attributable to:</b>					
Minority interests		3.973	6.553	-	-
<b>NBG equity shareholders</b>		<b>401.065</b>	<b>380.510</b>	<b>225.730</b>	<b>190.938</b>
Earnings per share- Basic	4	€0,76	€0,73	€0,46	€0,39
Earnings per share- Diluted	4	€0,76	€0,72	€0,45	€0,39

Athens, 27 May 2008

THE CHAIRMAN  
AND CHIEF EXECUTIVE OFFICER

THE VICE CHAIRMAN  
AND DEPUTY CHIEF  
EXECUTIVE OFFICER

THE CHIEF FINANCIAL  
AND CHIEF OPERATING OFFICER

THE CHIEF ACCOUNTANT

EFSTRATIOS-GEORGIOS  
A. ARAPOGLOU

IOANNIS G. PECHLIVANIDIS

ANTHIMOS C. THOMOPOULOS

IOANNIS P. KYRIAKOPOULOS

# Balance Sheet

## as at 31 March 2008

€ 000's	Note	Group		Bank	
		31.03.2008	31.12.2007	31.03.2008	31.12.2007
<b>ASSETS</b>					
Cash and balances with central banks		4.917.685	6.109.648	2.947.776	4.135.632
Treasury bills and other eligible bills		340.869	228.001	210.008	67.142
Due from banks (net)		3.865.105	3.689.849	5.006.099	4.318.696
Financial assets at fair value through P&L		12.597.264	12.139.287	11.492.397	10.981.488
Derivative financial instruments		546.724	394.904	455.065	331.206
Loans and advances to customers (net)	5	55.567.798	54.693.204	40.917.821	39.568.570
Investment securities		4.293.148	4.626.548	2.178.752	2.537.345
Investment property		152.372	153.628	-	160
Investments in subsidiaries		-	-	6.440.054	6.434.777
Investments in associates		73.472	73.586	21.492	21.492
Goodwill, software & other intangible assets		2.497.833	2.933.103	81.744	80.200
Property & equipment		1.925.410	1.936.815	955.243	955.572
Deferred tax assets		290.295	288.330	161.492	156.486
Insurance related assets and receivables		787.972	789.932	-	-
Current income tax advance		88.830	115.986	88.830	115.986
Other assets		2.432.808	2.097.474	1.763.540	1.354.198
Non current assets held for sale		116.022	115.279	-	-
<b>Total assets</b>		<b>90.493.607</b>	<b>90.385.574</b>	<b>72.720.313</b>	<b>71.058.950</b>
<b>LIABILITIES</b>					
Due to banks		11.020.243	10.373.844	9.116.059	8.935.585
Derivative financial instruments		921.633	1.071.806	659.377	580.062
Due to customers	6	60.524.156	60.530.411	50.238.350	49.259.670
Debt securities in issue		2.184.574	2.289.735	-	-
Other borrowed funds		1.669.263	1.723.046	3.442.466	3.482.135
Insurance related reserves and liabilities		2.204.216	2.167.621	-	-
Deferred tax liabilities		271.714	247.473	170.254	133.731
Retirement benefit obligations		225.813	239.382	109.911	110.540
Current income tax liabilities		43.279	37.029	-	-
Other liabilities		3.341.902	3.156.757	2.237.823	2.021.306
Liabilities held for sale		8.136	6.535	-	-
<b>Total liabilities</b>		<b>82.414.929</b>	<b>81.843.639</b>	<b>65.974.240</b>	<b>64.523.029</b>
<b>SHAREHOLDERS' EQUITY</b>					
Share capital	8	2.385.992	2.385.992	2.385.992	2.385.992
Share premium account		2.292.753	2.292.753	2.292.753	2.292.753
Less: treasury shares	8	(24.690)	(21.601)	(21.601)	(21.601)
Reserves and retained earnings		1.412.724	1.813.276	2.088.929	1.878.777
<b>Equity attributable to NBG shareholders</b>		<b>6.066.779</b>	<b>6.470.420</b>	<b>6.746.073</b>	<b>6.535.921</b>
Minority Interest		496.837	507.889	-	-
Preferred securities		1.515.062	1.563.626	-	-
<b>Total equity</b>		<b>8.078.678</b>	<b>8.541.935</b>	<b>6.746.073</b>	<b>6.535.921</b>
<b>Total equity and liabilities</b>		<b>90.493.607</b>	<b>90.385.574</b>	<b>72.720.313</b>	<b>71.058.950</b>

Athens, 27 May 2008

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## Statement of Changes in Equity- Group for the period ended 31 March 2008

€ 000's	Attributable to equity holders of the parent company					Minority Interest & Preferred securities	Total
	Share capital	Share premium	Treasury shares	Reserves & Retained earnings	Total		
<b>At 1 January 2007</b>	<b>2.376.436</b>	<b>2.263.725</b>	<b>(26.826)</b>	<b>1.983.890</b>	<b>6.597.225</b>	<b>2.235.679</b>	<b>8.832.904</b>
Movement in the available for sale securities reserve, net of tax	-	-	-	33.333	<b>33.333</b>	(1.886)	<b>31.447</b>
Currency translation differences	-	-	-	39.519	<b>39.519</b>	(7.794)	<b>31.725</b>
Cash flow hedges	-	-	-	(3.316)	<b>(3.316)</b>	-	<b>(3.316)</b>
<b>Profit/(loss) recognised directly in equity</b>	-	-	-	<b>69.536</b>	<b>69.536</b>	<b>(9.680)</b>	<b>59.856</b>
Net profit/(loss) for the period	-	-	-	380.510	<b>380.510</b>	6.553	<b>387.063</b>
<b>Total</b>	-	-	-	<b>450.046</b>	<b>450.046</b>	<b>(3.127)</b>	<b>446.919</b>
Dividends to preferred securities	-	-	-	(22.228)	<b>(22.228)</b>	-	<b>(22.228)</b>
Share based payments	-	-	-	4.280	<b>4.280</b>	-	<b>4.280</b>
Acquisitions, disposals & share capital increase of subsidiaries/associates	-	-	-	(1.271.938)	<b>(1.271.938)</b>	(471.775)	<b>(1.743.713)</b>
Purchases/ disposals of treasury shares & preferred securities	-	-	(12.808)	1.728	<b>(11.080)</b>	-	<b>(11.080)</b>
<b>Balance at 31 March 2007</b>	<b>2.376.436</b>	<b>2.263.725</b>	<b>(39.634)</b>	<b>1.145.778</b>	<b>5.746.305</b>	<b>1.760.777</b>	<b>7.507.082</b>
Movements from 1.04.2007 to 31.12.2007	9.556	29.028	18.033	667.498	724.115	310.738	1.034.853
<b>Balance at 31 December 2007/ At 1 January 2008</b>	<b>2.385.992</b>	<b>2.292.753</b>	<b>(21.601)</b>	<b>1.813.276</b>	<b>6.470.420</b>	<b>2.071.515</b>	<b>8.541.935</b>
Movement in the available for sale securities reserve, net of tax	-	-	-	(81.802)	<b>(81.802)</b>	(91)	<b>(81.893)</b>
Currency translation differences	-	-	-	(695.495)	<b>(695.495)</b>	(61.112)	<b>(756.607)</b>
<b>Profit/(loss) recognised directly in equity</b>	-	-	-	<b>(777.297)</b>	<b>(777.297)</b>	<b>(61.203)</b>	<b>(838.500)</b>
Net profit/(loss) for the period	-	-	-	401.065	<b>401.065</b>	3.973	<b>405.038</b>
<b>Total</b>	-	-	-	<b>(376.232)</b>	<b>(376.232)</b>	<b>(57.230)</b>	<b>(433.462)</b>
Dividends to preferred securities	-	-	-	(22.584)	<b>(22.584)</b>	-	<b>(22.584)</b>
Share based payments	-	-	-	5.599	<b>5.599</b>	-	<b>5.599</b>
Acquisitions, disposals & share capital increase of subsidiaries/associates	-	-	-	(2.241)	<b>(2.241)</b>	(2.386)	<b>(4.627)</b>
Purchases/ disposals of treasury shares & preferred securities	-	-	(3.089)	(5.094)	<b>(8.183)</b>	-	<b>(8.183)</b>
<b>Balance at 31 March 2008</b>	<b>2.385.992</b>	<b>2.292.753</b>	<b>(24.690)</b>	<b>1.412.724</b>	<b>6.066.779</b>	<b>2.011.899</b>	<b>8.078.678</b>

## Statement of Changes in Equity- Bank for the period ended 31 March 2008

€ 000's	Share capital	Share premium	Treasury shares	Reserves & Retained earnings	Total
<b>At 1 January 2007</b>	<b>2.376.436</b>	<b>2.263.725</b>	<b>(4.490)</b>	<b>1.482.877</b>	<b>6.118.548</b>
Movement in the available for sale securities reserve, net of tax	-	-	-	19.187	19.187
Currency translation differences	-	-	-	228	228
<b>Profit/(loss) recognised directly in equity</b>	-	-	-	<b>19.415</b>	<b>19.415</b>
Net profit/(loss) for the period	-	-	-	190.938	190.938
<b>Total</b>	-	-	-	<b>210.353</b>	<b>210.353</b>
Share based payments	-	-	-	4.280	4.280
Purchases/ disposals of treasury shares	-	-	(15.625)	-	(15.625)
<b>Balance at 31 March 2007</b>	<b>2.376.436</b>	<b>2.263.725</b>	<b>(20.115)</b>	<b>1.697.510</b>	<b>6.317.556</b>
Movements from 01.04.2007 to 31.12.2007	9.556	29.028	(1.486)	181.267	218.365
<b>Balance at 31 December 2007/ At 1 January 2008</b>	<b>2.385.992</b>	<b>2.292.753</b>	<b>(21.601)</b>	<b>1.878.777</b>	<b>6.535.921</b>
Movement in the available for sale securities reserve, net of tax	-	-	-	(20.712)	(20.712)
Currency translation differences	-	-	-	(465)	(465)
<b>Profit/(loss) recognised directly in equity</b>	-	-	-	<b>(21.177)</b>	<b>(21.177)</b>
Net profit/(loss) for the period	-	-	-	225.730	225.730
<b>Total</b>	-	-	-	<b>204.553</b>	<b>204.553</b>
Share based payments	-	-	-	5.599	5.599
<b>Balance at 31 March 2008</b>	<b>2.385.992</b>	<b>2.292.753</b>	<b>(21.601)</b>	<b>2.088.929</b>	<b>6.746.073</b>

## Cash Flow Statement for the period ended 31 March 2008

€ 000's	Note	Group		Bank	
		3 month period ended		3 month period ended	
		31.03.2008	31.03.2007	31.03.2008	31.03.2007
<b>Cash flows from operating activities</b>					
<b>Profit for the period</b>		<b>405.038</b>	<b>387.063</b>	<b>225.730</b>	<b>190.938</b>
Non-cash items included in profit and other adjustments		153.560	126.092	85.294	76.049
Net (increase) / decrease in operating assets		(804.167)	(689.129)	(1.553.749)	139.181
Net increase / (decrease) in operating liabilities		235.097	270.782	270.461	87.077
<b>Net cash flow from/(used in) operating activities</b>		<b>(10.472)</b>	<b>94.808</b>	<b>(972.264)</b>	<b>493.245</b>
<b>Cash flows from investing activities</b>					
<b>Net cash from / (used in) investing activities</b>		<b>(250.351)</b>	<b>(1.998.997)</b>	<b>262.819</b>	<b>(1.875.565)</b>
<b>Cash flows from financing activities</b>					
<b>Net cash from / (used in) financing activities</b>		<b>(186.750)</b>	<b>47.085</b>	<b>58.751</b>	<b>(30.784)</b>
Effect of foreign exchange rate changes on cash and cash equivalents		(219.404)	22.568	(39.187)	8.575
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(666.977)</b>	<b>(1.834.536)</b>	<b>(689.881)</b>	<b>(1.404.529)</b>
Cash and cash equivalents at beginning of period		6.164.920	4.943.481	5.456.449	3.612.606
<b>Cash and cash equivalents at end of period</b>		<b>5.497.943</b>	<b>3.108.945</b>	<b>4.766.568</b>	<b>2.208.077</b>

# Notes to the Financial Statements

## Group and Bank

### NOTE 1: General Information

**N**ational Bank of Greece S.A. (hereinafter the “Bank”) was founded in 1841 and has been listed on the Athens Exchange (“Athex”) since 1880. The Bank has further listings in the New York Stock Exchange (since 1999), and in other major European stock exchanges. The Bank’s headquarters are located at 86 Eolou Street, Athens Greece, (Reg. 6062/06/B/86/01), tel.: (+30) 210 334 1000, www.nbg.gr. By resolution of the Board of Directors the Bank can establish branches, agencies and correspondence offices in Greece and

abroad. In its 167 years of operation the Bank has expanded on its commercial banking business by entering into related business areas. National Bank of Greece and its subsidiaries (hereinafter the “Group”) provide a wide range of financial services including retail and commercial banking, asset management, brokerage, investment banking, insurance and real estate on a global level. The Group operates primarily in Greece, but also has operations in UK, SE Europe, Cyprus, Egypt, South Africa and since 2006 in Turkey.

The [Board of Directors](#) consists of the following members:

#### Executive Members

Efstratios (Takis) -Georgios A. Arapoglou  
Ioannis G. Pechlivanidis

Chairman - Chief Executive Officer  
Vice Chairman- Deputy Chief Executive Officer

#### Non-Executive Members

Achilleas D. Mylonopoulos  
John P. Panagopoulos  
Ioannis C. Yiannidis  
George Z. Lanaras  
Stefanos G. Pantzopoulos

Employees’ representative  
Employees’ representative  
Professor, University of Athens Law School & Legal Counsellor  
Shipowner  
Business Consultant, former Certified Auditor

#### Independent Non-Executive Members

H.E. the Metropolitan of Ioannina Theoklitos  
Stefanos C. Vavalidis

Dimitrios A. Daskalopoulos  
Nikolaos D. Efthymiou  
Constantinos D. Pilarinos  
Drakoulis K. Fountoukakos-Kyriakakos  
Ploutarchos K. Sakellaris

Member of the Board of Directors, European Bank for Reconstruction & Development  
Chairman, Hellenic Federation of Enterprises  
Chairman, Association of Greek Ship-owners  
Economist  
Entrepreneur, Chairman, KEME of Hellenic Chamber of Commerce  
Professor, University of Athens & Chairman, Council of Economic Advisors  
Professor, University of Athens & Governor of IKA (Social Security Fund)

George I. Mergos

Directors are elected by the shareholders at their general meeting for a term of three years and may be re-elected. The term of the above members expires in 2010 following their election by the shareholders’ general meeting on 25 May 2007.

These financial statements have been approved for issue by the Bank’s Board of Directors on 27 May 2008.



### NOTE 2: Summary of significant accounting policies

#### 2.1 Basis of Preparation

The Condensed Consolidated and Bank Interim Financial Statements as at and for the three month period ended 31 March 2008 (the “interim financial statements”) have been prepared using accounting policies consistent with International Financial Reporting Standards and in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

#### 2.2 Principal accounting policies

The interim financial statements include selected explanatory notes and they do not include all the information required for full annual financial statements. Therefore, the interim financial

statements should be read in conjunction with the annual Consolidated and Bank financial statements as at and for the year ended 31 December 2007. The amounts are stated in Euro, rounded to the nearest thousand (unless otherwise stated).

#### 2.3 Estimates

In preparing these interim financial statements, the significant estimates, judgements and assumptions made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual consolidated and Bank financial statements as at and for the year ended 31 December 2007.

### NOTE 3: Segment reporting

NBG Group manages its business through the following business segments:

#### Retail banking

Retail banking includes all individual customers of the Group, professionals, small-medium and small sized companies (companies with annual turnover of up to 2,5 million euros). The Bank, through its extended network of branches, offers to its retail customers various types of deposit and investment products as well as a wide range of traditional services and products.

#### Corporate & Investment banking

Corporate & Investment banking includes lending to all large and medium-sized companies, shipping finance and investment banking activities. The Group offers its corporate customers a wide range of products and services, including financial and investment advisory services, deposit accounts, loans (denominated in both euro and foreign currency), foreign exchange and trade service activities.

#### Global Markets and Asset management

Global Markets and Asset management includes all treasury activities, private banking, asset management (mutual funds and closed end funds), custody services, private equity and brokerage.

#### Insurance

The Group offers a wide range of insurance products through its subsidiary company, Ethniki Hellenic General Insurance Company and its subsidiaries in Greece and SE Europe.

#### International

The Group’s international banking activities, except Turkish operations, include a wide range of traditional commercial banking services, such as extensions of commercial and retail credit, trade financing, foreign exchange and taking of deposits. In addition, the Group offers shipping finance, investment banking and brokerage services through certain of its foreign branches and subsidiaries.

#### Turkish Operations

Following the acquisition of Finansbank, the Group’s banking activities in Turkey include a wide range of traditional commercial banking services, such as extensions of commercial and retail credit, trade financing, foreign exchange and taking of deposits of Finansbank and its subsidiaries.

#### Other

Includes proprietary real estate management, hotel and warehousing business as well as unallocated income and expense of the Group (interest expense of subordinate debt, loans to NBG personnel etc).

# Notes to the Financial Statements

## Group and Bank

### Breakdown by business segment

3-month period ended 31 March 2008	Corporate & Global markets							Group
	Retail Banking	Investment Banking	& Asset Management	Insurance	Inter- national	Turkish Operations	Other	
Net interest income	417.452	84.231	228	10.454	118.187	222.702	1.341	<b>854.595</b>
Net fee and commission income	43.500	13.982	35.749	120	24.619	68.800	1.166	<b>187.936</b>
Other	7.990	(21.306)	89.838	17.408	16.520	(9.475)	(26.831)	<b>74.144</b>
<b>Total operating income</b>	<b>468.942</b>	<b>76.907</b>	<b>125.815</b>	<b>27.982</b>	<b>159.326</b>	<b>282.027</b>	<b>(24.324)</b>	<b>1.116.675</b>
Direct costs	(147.918)	(8.547)	(20.281)	(41.610)	(71.251)	(136.937)	(27.707)	<b>(454.251)</b>
Allocated costs and provisions	(120.583)	(19.055)	(4.455)	(80)	(13.925)	(14.128)	(2.530)	<b>(174.756)</b>
Share of profit of associates	-	-	(178)	157	126	-	-	<b>105</b>
<b>Profit before tax</b>	<b>200.441</b>	<b>49.305</b>	<b>100.901</b>	<b>(13.551)</b>	<b>74.276</b>	<b>130.962</b>	<b>(54.561)</b>	<b>487.773</b>
Tax expense								<b>(82.735)</b>
<b>Profit for the period</b>								<b>405.038</b>
Minority interest								<b>(3.973)</b>
<b>Profit attributable to NBG shareholders</b>								<b>401.065</b>
<b>Other Segment items</b>								
Depreciation, amortisation & impairment charges	4.457	221	797	2.175	7.532	9.308	19.571	<b>44.061</b>
Provision for loans impairment & advances	52.945	9.502	-	-	11.029	14.128	384	<b>87.988</b>

### Breakdown by business segment

3-month period ended 31 March 2007	Corporate & Global markets							Group
	Retail Banking	Investment Banking	& Asset Management	Insurance	Inter- national	Turkish Operations	Other	
Net interest income	395.774	58.546	29.642	8.827	65.187	175.420	(25.174)	<b>708.222</b>
Net fee and commission income	49.650	16.920	34.101	981	24.293	55.728	(890)	<b>180.783</b>
Other	10.557	(16.622)	49.561	38.462	8.129	48.997	4.053	<b>143.137</b>
<b>Total operating income</b>	<b>455.981</b>	<b>58.844</b>	<b>113.304</b>	<b>48.270</b>	<b>97.609</b>	<b>280.145</b>	<b>(22.011)</b>	<b>1.032.142</b>
Direct costs	(147.514)	(12.201)	(13.675)	(39.503)	(59.131)	(106.204)	(43.960)	<b>(422.188)</b>
Allocated costs and provisions	(105.612)	(18.160)	(4.211)	(98)	(13.856)	(9.286)	(10.186)	<b>(161.409)</b>
Share of profit of associates	-	-	(78)	91	33	-	5.000	<b>5.046</b>
<b>Profit before tax</b>	<b>202.855</b>	<b>28.483</b>	<b>95.340</b>	<b>8.760</b>	<b>24.655</b>	<b>164.655</b>	<b>(71.157)</b>	<b>453.591</b>
Tax expense								<b>(66.528)</b>
<b>Profit for the period</b>								<b>387.063</b>
Minority interest								<b>(6.553)</b>
<b>Profit attributable to NBG shareholders</b>								<b>380.510</b>
<b>Other Segment items</b>								
Depreciation, amortisation & impairment charges	4.837	126	458	2.677	6.524	6.362	17.622	<b>38.606</b>
Provision for loans impairment & advances	43.089	9.844	-	-	12.017	9.286	7.767	<b>82.003</b>

# Notes to the Financial Statements

## Group and Bank

### NOTE 4: Earnings per share

	Group		Bank	
	31.03.2008	31.03.2007	31.03.2008	31.03.2007
Net profit attributable to equity holders of the parent	401.065	380.510	225.730	190.938
Less: dividends paid to preferred securities	(22.584)	(22.228)	-	-
<b>Net profit attributable to NBG ordinary shareholders</b>	<b>378.481</b>	<b>358.282</b>	<b>225.730</b>	<b>190.938</b>
Weighted average number of ordinary shares outstanding	495.716.028	493.309.216	495.763.799	493.994.020
<b>Weighted average number of ordinary shares outstanding for basic EPS</b>	<b>495.716.028</b>	<b>493.309.216</b>	<b>495.763.799</b>	<b>493.994.020</b>
Potential dilutive ordinary shares under stock options	1.875.375	1.042.574	1.875.375	1.042.574
<b>Weighted average number of ordinary shares for dilutive EPS</b>	<b>497.591.403</b>	<b>494.351.790</b>	<b>497.639.174</b>	<b>495.036.594</b>
<b>Earnings per share - Basic</b>	<b>€ 0,76</b>	<b>€ 0,73</b>	<b>€ 0,46</b>	<b>€ 0,39</b>
<b>Earnings per share - Diluted</b>	<b>€ 0,76</b>	<b>€ 0,72</b>	<b>€ 0,45</b>	<b>€ 0,39</b>

The potential dilutive ordinary shares result from the Bank's stock option plans. The weighted average number of ordinary shares in calculating the basic earnings per share has been increased by the amount of 1.875.375 potential dilutive ordinary shares to arrive at the weighted average number of ordinary shares for calculating

the diluted earnings per share.

The weighted average number of ordinary shares outstanding for both basic and diluted EPS has been adjusted to incorporate the shares issued as described in Note 8 from the beginning of the earliest period presented.

### NOTE 5: Loans & advances to customers (net)

	Group		Bank	
	31.03.2008	31.12.2007	31.03.2008	31.12.2007
Mortgages	19.717.349	19.290.148	17.022.341	16.500.230
Consumer loans	6.791.214	6.422.789	4.351.768	4.072.811
Credit cards	3.185.252	3.250.743	1.622.543	1.563.028
Small business lending	4.663.018	3.797.699	3.592.116	3.586.232
<b>Retail lending</b>	<b>34.356.833</b>	<b>32.761.379</b>	<b>26.588.768</b>	<b>25.722.301</b>
<b>Corporate lending</b>	<b>22.786.378</b>	<b>23.490.317</b>	<b>15.277.196</b>	<b>14.744.472</b>
<b>Total</b>	<b>57.143.211</b>	<b>56.251.696</b>	<b>41.865.964</b>	<b>40.466.773</b>
Less: Allowance for impairment on loans & advances to customers	(1.575.413)	(1.558.492)	(948.143)	(898.203)
<b>Total</b>	<b>55.567.798</b>	<b>54.693.204</b>	<b>40.917.821</b>	<b>39.568.570</b>

### NOTE 6: Due to customers

	Group		Bank	
	31.03.2008	31.12.2007	31.03.2008	31.12.2007
<b>Deposits:</b>				
Individuals	47.191.060	46.534.844	40.436.413	39.370.563
Corporates	9.998.989	11.190.529	6.672.971	7.201.764
Government and agencies	2.419.920	2.150.001	2.303.364	2.047.732
<b>Total deposits</b>	<b>59.609.969</b>	<b>59.875.374</b>	<b>49.412.748</b>	<b>48.620.059</b>
Securities sold to customers under agreements to repurchase	59.177	72.856	96.775	131.789
Other	855.010	582.181	728.827	507.822
<b>Total</b>	<b>60.524.156</b>	<b>60.530.411</b>	<b>50.238.350</b>	<b>49.259.670</b>

# Notes to the Financial Statements

## Group and Bank

### NOTE 7: Contingent liabilities and commitments

#### a. Legal proceedings

The Group is a defendant in certain claims and legal actions arising in the ordinary course of business. In the opinion of management, after consultation with legal counsel, the ultimate disposition of these matters is not expected to have a material adverse effect on the consolidated financial position of the Group.

#### b. Pending Tax audits

The tax authorities have not yet audited all subsidiaries for certain financial years and accordingly their tax obligations for those years may not be considered final. Taxes may be imposed as a result of such tax audits; although the amount cannot be determined at present, it is not expected to have a material effect on Group's net assets. The Bank has been audited by the tax authorities up to 2004 inclusive.

#### c. Capital Commitments

In the normal course of business, the Group enters into a number of contractual commitments on behalf of its customers and is a party to financial instruments with off-balance sheet risk to meet

the financing needs of its customers. These contractual commitments consist of commitments to extend credit, commercial letters of credit and standby letters of credit and guarantees. Commitments to extend credit are agreements to lend to a customer as long as there is no violation of the conditions established in the contract. Commercial letters of credit ensure payment by a bank to a third party for a customer's foreign or domestic trade transactions, generally to finance a commercial contract for the shipment of goods. Standby letters of credit and financial guarantees are conditional commitments issued by the Group to guarantee the performance of a customer to a third party. All of these arrangements are related to the normal lending activities of the Group. The Group's exposure to credit loss in the event of non-performance by the other party to the financial instrument for commitments to extend credit and commercial and standby letters of credit is represented by the contractual notional amount of those instruments. The Group uses the same credit policies in making commitments and conditional obligations as it does for on-balance-sheet instruments.

#### Capital Commitments

	Group		Bank	
	31.03.2008	31.12.2007	31.03.2008	31.12.2007
Commitments to extend credits	19.387.998	19.230.956	16.260.584	14.884.889
Standby letters of credit and financial guarantees written	6.482.586	6.550.513	3.930.117	3.779.326
Commercial letters of credit	797.946	857.967	107.593	130.219
<b>Total</b>	<b>26.668.530</b>	<b>26.639.436</b>	<b>20.298.294</b>	<b>18.794.434</b>

#### d. Assets pledged

	31.03.2008	31.12.2007	31.03.2008	31.12.2007
Assets pledged as collaterals	2.760.131	3.443.360	2.550.264	2.755.558

#### e. Operating lease commitments

	31.03.2008	31.12.2007	31.03.2008	31.12.2007
No later than 1 year	58.329	61.119	20.680	20.449
Later than 1 year and no later than 5 years	204.479	209.233	64.903	63.185
Later than 5 years	138.112	161.248	67.609	62.172
<b>Total</b>	<b>400.920</b>	<b>431.600</b>	<b>153.192</b>	<b>145.806</b>

# Notes to the Financial Statements

## Group and Bank

### NOTE 8: Share capital and treasury shares

#### Share Capital

The total number of ordinary shares as at 31 March 2008 and 31 December 2007 was 477.198.461 with a nominal value of €5 per share.

Following the resolution of the Bank's Annual General Meeting of the Shareholders held on 15 May 2008, the Bank issued 19.067.838 new shares with a nominal value of €5 per share to existing shareholders without payment instead of additional €1 dividend for the year 2007 at a ratio of four new shares for every one hundred shares owned. After the share capital increase the share capital amounts to €2.481.331 and divided to 496.266.299 shares.

#### Treasury shares

At 31 March 2008, the Bank and certain subsidiaries held 598.043 NBG shares as part of their investment activity representing 0,13% of the issued share capital (31 December 2007: 0,11% of the issued share capital).

Furthermore, the Bank's Annual General Meeting of the Shareholders held on 17 April 2008, approved an own shares buy-back program pursuant to Article 16 par. 5 et seq. of Companies Act 2190/1920, providing for the purchase, by the Bank, of up to 10% of its total shares from 25 May 2008 through 24 May 2009, at a minimum price of €5 and a maximum of €60 per share.

	Group		Bank	
	No of shares	€'000s	No of shares	€'000s
<b>At 1 January 2007</b>	<b>882.560</b>	<b>26.826</b>	<b>135.000</b>	<b>4.490</b>
Acquisition of subsidiary	5.110	202	-	-
Purchases	694.495	26.433	413.110	15.625
Sales	(367.933)	(13.827)	-	-
<b>At 31 March 2007</b>	<b>1.214.232</b>	<b>39.634</b>	<b>548.110</b>	<b>20.115</b>
Movement from 01.04.2007 to 31.12.2007	(711.732)	(18.033)	447.689	1.486
<b>At 31 December 2007</b>	<b>502.500</b>	<b>21.601</b>	<b>502.500</b>	<b>21.601</b>
Purchases	1.112.598	33.663	-	-
Sales	(1.017.055)	(30.574)	-	-
<b>At 31 March 2008</b>	<b>598.043</b>	<b>24.690</b>	<b>502.500</b>	<b>21.601</b>

### NOTE 9: Dividend per share

The Bank's annual ordinary general meeting of its shareholders held on 17 April 2008 approved the distribution of a €1,4 dividend per share for the financial year 2007. Entitled to the dividend were the holders of Bank's shares as at the closing of the Athex session of 15 May 2008. As of 16 May 2008, the Bank's shares are traded ex-2007 dividend.

The amount of €0,40 was paid in cash while for the remaining €1, the shareholders received new shares without payment at a ratio of four new shares for every one hundred shares owned.

# Notes to the Financial Statements

## Group and Bank

### NOTE 10: Related party transactions

The nature of the related party relationships for those related parties with whom the Group entered into significant transactions or had significant balances outstanding at 31 March 2008 and 31 December 2007 are presented below. Transactions were entered into with related parties during the course of business at market rates.

#### a. Transactions with members of the Board of Directors and management

The Group and the Bank entered into banking transactions with members of the Board of Directors, the General Managers and the Assistant General Managers of the Bank and the members of the Board of Directors and key management of the other Group companies, as well as with the close members of family and entities controlled or jointly controlled by those individuals, in the normal course of business. The list of the members of the Board of Directors of the Bank is shown under Note 1 General Information.

As at 31 March 2008, loans, deposits, other payables and letters of guarantee, at Group level, amounted to €22 million, €196 million,

€1 million and €18 million respectively (31 December 2007: €43 million, €326 million, €2 million and €33 million respectively), whereas the corresponding figures at the Bank level amounted to €11 million, €140 million, €NIL and €NIL respectively (31 December 2007: €13 million, €138 million, €NIL and €NIL respectively).

Total compensation to related parties amounted to €5,2 million (31 March 2007: €4,9 million) for the Group and to €1,8 million (31 March 2007: €1,2 million) for the Bank. Compensation includes salaries, bonuses and other short-term benefits, post employment and other long-term benefits as well as termination benefits.

#### b. Other related party transactions

Transactions and balances between the Bank, its subsidiaries and associated companies are set out in the table below. At a Group level, only transactions with associated companies are included, as transactions and balances with subsidiaries are eliminated on consolidation.

#### Transactions with subsidiaries and associate companies

	Group		Bank	
	31.03.2008	31.12.2007	31.03.2008	31.12.2007
<b>Assets</b>				
Loans and advances to customers	27.809	44.768	4.397.514	4.049.838
<b>Liabilities</b>				
Due to customers	17.957	22.950	4.760.617	4.966.156
Letters of guarantee, contingent liabilities and other off balance sheet accounts	46.515	49.804	172.196	154.537
	3 month period ended		3 month period ended	
	31.03.2008	31.03.2007	31.03.2008	31.03.2007
<b>Income Statement</b>				
Interest and commission income	938	683	57.406	29.404
Interest and commission expense	426	1.767	87.224	67.963

### NOTE 11: Acquisitions & other capital transactions

On 3 January 2008, the General Meetings of the Shareholders of Vojvodjanska Bank and NBG A.D. Beograd approved the merger of the two banks through the absorption of the second by the first. The merger was approved by the Central Bank of Serbia on 5 February 2008 and was completed on 14 February 2008.

In February 2008 the Bank established two wholly owned subsidiary companies, NBG Finance (Dollar) and NBG Finance (Sterling).

# Notes to the Financial Statements

## Group and Bank

### NOTE 12: Group Companies

		Group %		Bank %	
		31.03.2008	31.12.2007	31.03.2008	31.12.2007
National P&K Securities S.A.	Greece	100,00%	100,00%	59,32%	59,32%
Ethniki Kefalaiou S.A.	Greece	100,00%	100,00%	100,00%	100,00%
NBG Asset Management Mutual Funds S.A.	Greece	100,00%	100,00%	81,00%	81,00%
Ethniki Leasing S.A.	Greece	100,00%	100,00%	93,33%	93,33%
National Mutual Fund Management S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Pronomiouhos S.A. Genikon Apothikon Hellados	Greece	100,00%	100,00%	100,00%	100,00%
NBG Bancassurance S.A.	Greece	100,00%	100,00%	99,70%	99,70%
Innovative Ventures S.A. (I-Ven)	Greece	100,00%	100,00%	-	-
Ethniki Hellenic General Insurance S.A.	Greece	100,00%	100,00%	100,00%	100,00%
ASTIR Palace Vouliagmenis S.A.	Greece	78,06%	78,06%	78,06%	78,06%
Grand Hotel Summer Palace S.A.	Greece	100,00%	100,00%	100,00%	100,00%
NBG Training Center S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Ethnodata S.A.	Greece	100,00%	100,00%	100,00%	100,00%
KADMOS S.A.	Greece	100,00%	100,00%	100,00%	100,00%
DIONYSOS S.A.	Greece	99,91%	99,91%	99,91%	99,91%
EKTENEPOLO Construction Company S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Mortgage, Touristic PROTYPOS S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Hellenic Touristic Constructions S.A.	Greece	77,76%	77,76%	77,76%	77,76%
Ethnoplan S.A.	Greece	100,00%	100,00%	-	-
Ethniki Ktimatikis Ekmetalefsis S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Audatex Hellas S.A.	Greece	70,00%	70,00%	-	-
National Insurance Brokerage S.A.	Greece	95,00%	95,00%	-	-
P&K S.A.	Greece	100,00%	100,00%	100,00%	100,00%
Finansbank A.S.(*)	Turkey	99,65%	99,57%	91,75%	91,67%
Finans Finansal Kiralama A.S. (Finans Leasing) (*)	Turkey	61,59%	61,55%	2,55%	2,55%
Finans Yatirim Menkul Degerler A.S. (Finans Invest) (*)	Turkey	99,55%	99,48%	0,20%	0,20%
Finans Portfoy Yonetimi A.S. (Finans Portfolio Management) (*)	Turkey	99,55%	99,48%	0,01%	0,01%
Finans Yatirim Ortakligi A.S. (Finans Investment Trust) (*)	Turkey	81,02%	80,97%	5,30%	5,30%
IBTech Uluslararası Bilisim Ve İletisim Teknolojileri A.S. (IB Tech) (*)	Turkey	99,03%	98,58%	-	-
Finans Emeklilik ve Hayat A.S. (Finans Pension)	Turkey	99,65%	99,57%	-	-
Finans Malta Holdings Ltd (*)	Malta	99,65%	99,57%	-	-
Finansbank Malta Ltd (*)	Malta	99,65%	99,57%	-	-
United Bulgarian Bank A.D. - Sofia (UBB)	Bulgaria	99,91%	99,91%	99,91%	99,91%
UBB Asset Management	Bulgaria	99,92%	99,92%	-	-
UBB Insurance Broker	Bulgaria	99,93%	99,93%	-	-
Interlease E.A.D., Sofia	Bulgaria	100,00%	100,00%	100,00%	100,00%
Interlease Auto E.A.D.	Bulgaria	100,00%	100,00%	-	-
ETEBA Bulgaria A.D., Sofia	Bulgaria	100,00%	100,00%	92,00%	92,00%
ETEBA Romania S.A.	Romania	100,00%	100,00%	100,00%	100,00%
Banca Romaneasca S.A. (*)	Romania	98,99%	98,88%	98,99%	98,88%
Eurial Leasing S.A.	Romania	70,00%	70,00%	70,00%	70,00%
S.C. Garanta Asigurari S.A.	Romania	94,96%	94,96%	-	-
Vojvodjanska Banka a.d. Novi Sad	Serbia	100,00%	100,00%	100,00%	100,00%
National Bank of Greece a.d. Beograd	Serbia	-	100,00%	-	100,00%
NBG Leasing d.o.o. Belgrade	Serbia	100,00%	100,00%	100,00%	100,00%
NBG Services d.o.o. Belgrade	Serbia	100,00%	100,00%	-	-
Stopanska Banka A.D.-Skopje (*)	F.Y.R.O.M.	94,64%	94,64%	94,64%	94,64%
NBG Greek Fund Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
ETEBA Emerging Markets Fund Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
ETEBA Estate Fund Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
ETEBA Venture Capital Management Co Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
National Bank of Greece (Cyprus) Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
National Securities Co (Cyprus) Ltd	Cyprus	100,00%	100,00%	-	-
NBG Management Services Ltd	Cyprus	100,00%	100,00%	100,00%	100,00%
Ethniki Insurance (Cyprus) Ltd	Cyprus	100,00%	100,00%	-	-
Ethniki General Insurance (Cyprus) Ltd	Cyprus	100,00%	100,00%	-	-
The South African Bank of Athens Ltd (S.A.B.A.)	S. Africa	99,50%	99,50%	91,45%	91,45%
NBG Luxembourg Holding S.A.	Luxembourg	100,00%	100,00%	94,67%	94,67%
NBG Luxfinance Holding S.A.	Luxembourg	100,00%	100,00%	94,67%	94,67%
NBG International Ltd	United Kingdom	100,00%	100,00%	100,00%	100,00%
NBGI Private Equity Ltd	United Kingdom	100,00%	100,00%	-	-
NBG Finance Plc	United Kingdom	100,00%	100,00%	100,00%	100,00%
NBG Finance (Dollar) Plc	United Kingdom	100,00%	-	100,00%	-
NBG Finance (Sterling) Plc	United Kingdom	100,00%	-	100,00%	-
NBG Funding Ltd	United Kingdom	100,00%	100,00%	100,00%	100,00%
NBGI Private Equity Funds	United Kingdom	100,00%	100,00%	-	-
NBG International Inc. (NY)	U.S.A.	100,00%	100,00%	-	-
NBG International Holdings B.V.	The Netherlands	100,00%	100,00%	100,00%	100,00%
CPT Investments Ltd	Cayman Islands	50,10%	50,10%	50,10%	50,10%

(\*) % of participation includes the effect of put and call option agreements



**NOTE 13: Events after the balance sheet date**

On 17 April 2008, the Annual General Meeting of the Bank's shareholders approved the distribution of dividend of €1,4 per share with 16 May, 2008 being the ex-dividend date. On 15 May 2008, the General Meeting of the Bank's shareholders approved the distribution of the above dividend partly in the form of €0,40 cash dividend, paid on 26 May 2008 and partly in the form of shares ("stock dividend"), by issuing four new shares for every one hundred shares held as of 15 May 2008. Following this resolution, the Bank issued 19.067.838 new shares with a nominal value of €5 per share to existing shareholders without payment. Following this share capital increase, the share capital amounts to €2.481.331 divided to 496.266.299 shares. On 16 May 2008, the Board of Directors of the Athex approved for trading the new common shares of the Bank derived from the above mentioned stock dividend with effective date 23 May 2008.

On 15 May 2008, the General Meeting of the Bank's shareholders authorized the Board of Directors to increase the share capital of the Bank through the issue of common shares with a preemptive right in favor of old shareholders (pursuant to Article 13 of the Companies Act), within a period of three years from the date of this General Meeting resolution and up to the amount that corresponds to 50% of the Bank's paid up share capital.

On 15 May 2008, the General Meeting of the Bank's shareholders approved the Bank's share capital increase for up to €1,5 billion through the issue of redeemable preference shares (pursuant to Article 17b of the Companies Act) with abolition of existing shareholders' preemptive right.

On 21 April 2008, the Bank acquired 7.340.000 shares in the Greek Postal Savings Bank (PSB) via the Athex at a price of €13,25 per share. The shares acquired correspond to a 5,16% shareholding in PSB. Together with the 816.000 PSB shares (0,57% of PSB share capital) already owned by NBG, NBG's total shareholding in PSB has increased to 5,73%.

On 17 April 2008, the Bank's Annual General Meeting of the Shareholders approved an own shares buy-back program

pursuant to Article 16 par. 5 et seq. of Companies Act 2190/1920, providing for the purchase, by the Bank, of up to 10% of its total shares from 25 May 2008 through 24 May 2009, at a minimum price of €5 and a maximum of €60 per share.

On 20 May 2008, the Bank announced a general salary increase on base salary for its personnel with retrospective effect from 1 January, 2008. The increase is granted in two installments: 3% for higher level employees and 3,5% for lower level employees as of 1 January 2008 and 2,5% and 3% as of 1 September 2008 respectively. Should there be any collective salary arrangements deviating from the above, the Bank is committed to adopt the best case scenario for its personnel.

Following legislation passed in April 2008, the Bank's main pension plan will be incorporated into the main pension branch of the state-sponsored social security fund IKA – ETAM as of 1 August 2008. Pursuant to this legislation, which must be enacted by Ministerial Decree in order to come into force, the Bank will contribute €25,5 million into IKA – ETAM per year for 15 years starting from December 2009. The Bank has contested these payments as unfair compared to those imposed to other banks and has reserved all legal rights. The April 2008 legislation also prescribes that employer contributions made by the Bank to the existing funds to be merged into IKA – ETAM, will be reduced every three years in equal increments, starting in 2013 from 26,5%, until they reach 13,33% for employees who joined any social security plan prior to 1 January 1993. Employee contributions, for employees insured by any social security fund before 1 January 1993, will be reduced to 6,67% in the same period, from 11%.

The main post retirement and health plan of Ethniki Hellenic General Insurance Co ("EH") will also be incorporated into the main pension branch of the state-sponsored social security fund IKA – ETAM as of 1 August 2008. Employer contributions made by EH to the existing funds to be merged into IKA – ETAM, will be reduced every three years in equal increments until they are reduced to 13,33% from 20% for employees who joined any social security plan prior to 1 January 1993.

**NOTE 14: Foreign exchange rates**

FROM	TO	Fixing 31.03.2008	Average 1.1 - 31.03.2008
ALL	EUR	0,00808	0,00826
BGN	EUR	0,51130	0,51194
EGP	EUR	0,11877	0,12267
GBP	EUR	1,25660	1,32175
MKD	EUR	0,01632	0,01637
RON	EUR	0,26833	0,27228
TRY	EUR	0,48368	0,55671
USD	EUR	0,63243	0,66830
RSD	EUR	0,01215	0,01220
ZAR	EUR	0,07805	0,08929



# Notes to the Financial Statements

## Group and Bank

### NOTE 15: Reclassifications and restatements

Certain amounts in prior periods have been reclassified to conform to the current presentation

#### Income Statement

€ 000's	Group			Bank		
	3 month period ended 31.03.2007			3 month period ended 31.03.2007		
	As restated	As previously reported	Reclassified	As restated	As previously reported	Reclassified
Interest expense and similar charges	(624.908)	(628.532)	3.624	(394.436)	(398.060)	3.624
<b>Net interest income</b>	<b>708.222</b>	<b>704.598</b>	<b>3.624</b>	<b>429.491</b>	<b>425.867</b>	<b>3.624</b>
Finance charge on put options of minority interests	(3.624)	-	(3.624)	(3.624)	-	(3.624)

#### Balance Sheet

€ 000's	Bank		
	31.12.2007		
	As restated	As previously reported	Reclassified
Due to banks	8.935.585	9.033.985	(98.400)
Other borrowed funds	3.482.135	3.383.735	98.400
<b>Total liabilities</b>	<b>64.523.029</b>	<b>64.523.029</b>	-