

ALPHA BANK



INTERIM GROUP FINANCIAL STATEMENTS AS AT 30.06.2006

(In accordance with the International Accounting Standard 34)



ATHENS
JULY 27, 2006

Table of Contents

	Page
Auditor's Review Report	1

	Page
Financial statements	
Interim consolidated income statement	2
Interim consolidated balance sheet	3
Interim consolidated statement of changes in equity	4
Interim consolidated cash flow statement	7

General information	8
----------------------------	----------

Notes to the interim consolidated financial statements		
Accounting principles applied		
Note		
1	Basis of presentation	10

Income Statement		
Note		
2	Net interest income	12
3	Net fee and commission income	12
4	Dividend income	12
5	Gains less losses on financial transactions	12
6	Other income	13
7	Staff costs	13
8	General administrative expenses	14
9	Impairment losses and provisions to cover credit risk	14
10	Income tax	14
11	Earnings per share	15

Assets		
Note		Page
12	Cash and balances with Central Banks	17
13	Loans and advances to customers	17
14	Investments in associates	18
15	Investment property	19
16	Property, plant and equipment	21
17	Goodwill and other intangible assets	23
18	Deferred tax assets and liabilities	24
19	Non-current assets held for sale	26

Liabilities		
Note		
20	Due to Customers	27
21	Debt securities in issue and other borrowed funds	27

Equity		
Note		
22	Share Capital, Retained Earnings and Treasury Shares	29
23	Hybrid securities	29

Additional Information		
Note		
24	Contingent liabilities and commitments	31
25	Group consolidated companies	32
26	Segment reporting	33
27	Capital adequacy	34
28	Related-party transactions	35
29	Mergers and disposals of subsidiaries and associates	35
30	Events after the balance sheet date	36

Auditors' Review Report

To the Shareholders of ALPHA BANK A.E.

We have reviewed the accompanying interim consolidated condensed balance sheet of ALPHA BANK A.E. ("the Bank") as of 30 June 2006 and the interim consolidated condensed statements of income, changes in equity and cash flows for the six month period then ended and the explanatory notes (the interim financial information). This interim financial information is the responsibility of the Bank's management. Our responsibility is to issue a report on this interim financial information based on our review.

We conducted our review in accordance with the International Standard on Review Engagements 2400 as provided by the Greek Auditing Standards. A review is limited primarily to inquiries of Bank personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with the International Financial Reporting Standards adopted by the European Union applicable to interim financial reporting (IAS 34).

Athens, 27 July 2006
KPMG Kyriacou Certified Auditors A.E.

Marios T. Kyriacou,
Certified Auditor Accountant
AM SOEL 11121

Nick Vouniseas,
Certified Auditor Accountant
AM SOEL 18701

Interim consolidated income statement

		(Thousands of Euro)			
		From 1 January to		From 1 April to	
Note		30.6.2006	30.6.2005	30.6.2006	30.6.2005
	Interest and similar income	1,231,513	862,421	637,354	446,773
	Interest expense and similar charges	<u>(534,282)</u>	<u>(279,594)</u>	<u>(282,765)</u>	<u>(144,315)</u>
2	Net interest income	697,231	582,827	354,589	302,458
	Fee and commission income	205,722	174,227	105,661	90,059
	Commission expense	<u>(11,542)</u>	<u>(10,853)</u>	<u>(6,108)</u>	<u>(5,929)</u>
3	Net fee and commission income	194,180	163,374	99,553	84,130
4	Dividend income	2,671	2,516	2,485	2,385
5	Gains less losses on financial transactions	30,473	4,571	5,509	(10,296)
6	Other income	<u>46,148</u>	<u>56,252</u>	<u>27,287</u>	<u>35,396</u>
		79,292	63,339	35,281	27,485
	Total income	970,703	809,540	489,423	414,073
7	Staff costs	(241,695)	(225,286)	(122,161)	(113,223)
8	General administrative expenses	(172,487)	(146,662)	(91,316)	(76,841)
15,16,17	Depreciation and amortization expenses	(31,611)	(31,393)	(15,544)	(15,986)
	Other expenses	<u>(907)</u>	<u>(1,238)</u>	<u>(689)</u>	<u>(948)</u>
	Total expenses	(446,700)	(404,579)	(229,710)	(206,998)
9	Impairment losses and provisions to cover credit risk	(130,510)	(124,216)	(65,610)	(58,885)
14	Share of profit (loss) of associates	<u>(137)</u>	<u>(1,149)</u>	<u>115</u>	<u>100</u>
	Profit before tax	393,356	279,596	194,218	148,290
10	Income tax	<u>(86,362)</u>	<u>(55,589)</u>	<u>(38,367)</u>	<u>(25,867)</u>
	Profit after tax	<u>306,994</u>	<u>224,007</u>	<u>155,851</u>	<u>122,423</u>
	Attributable to equity holders of the Bank	305,865	222,104	155,199	121,407
	Attributable to minority interest	1,129	1,903	652	1,016
11	Earnings per share:				
	Basic earnings per share (€)	0.77	0.55	0.39	0.30
	Diluted earnings per share (€)	0.77	0.55	0.39	0.30

The attached notes (pages 10 to 36) form an integral part of these interim financial statements.

Interim consolidated balance sheet

(Thousands of Euro)

	Note	30.6.2006	31.12.2005
ASSETS			
Cash and balances with Central Banks	12	2,890,154	2,202,382
Due from banks		3,307,436	4,775,229
Securities held for trading		152,523	122,638
Derivative financial assets		226,866	138,997
Loans and advances to customers	13	29,843,808	27,356,543
Investment securities			
-Available for sale		8,260,406	7,745,062
Investments in associates	14	10,581	11,389
Investment property	15	28,491	29,550
Property, plant and equipment	16	941,245	937,973
Goodwill and other intangible assets	17	107,189	107,436
Deferred tax assets	18	254,986	202,519
Other assets		361,102	285,258
		<u>46,384,787</u>	<u>43,914,976</u>
Non-current assets held for sale	19	90,888	92,070
Total Assets		<u>46,475,675</u>	<u>44,007,046</u>
LIABILITIES			
Due to banks		7,940,081	8,128,599
Derivative financial liabilities		230,618	140,236
Due to customers	20	22,242,729	21,644,804
Debt securities in issue and other borrowed funds	21	11,022,112	9,192,626
Liabilities for current income tax and other taxes		96,633	128,202
Deferred tax liabilities	18	86,542	23,857
Employee defined benefit obligations		564,124	561,748
Other liabilities		994,190	743,372
Provisions		340,758	317,871
		<u>43,517,787</u>	<u>40,881,315</u>
Liabilities related to non-current-assets held for sale		-	3,047
Total Liabilities		<u>43,517,787</u>	<u>40,884,362</u>
EQUITY			
Equity attributable to equity holders of the Bank			
Share Capital	22	1,589,972	1,456,018
Share premium		125,685	125,685
Reserves		276,954	324,297
Retained earnings	22	356,068	506,985
Treasury shares	22	(277,800)	(188,316)
		<u>2,070,879</u>	<u>2,224,669</u>
Minority interest		46,299	53,069
Hybrid securities	23	840,710	844,946
Total Equity		<u>2,957,888</u>	<u>3,122,684</u>
Total Liabilities and Equity		<u>46,475,675</u>	<u>44,007,046</u>

The attached notes (pages 10 to 36) form an integral part of these interim financial statements.

Interim consolidated statement of changes in equity

(thousands of Euro)

	Share capital	Share premium	Fair value reserve and other reserves	Retained earnings	Treasury shares	Total	Minority interest	Hybrid securities	Total equity
Balance 1.1.2005	1,274,272	-	365,095	366,091	(18,873)	1,986,585	63,508	297,353	2,347,446
Changes in equity for the period									
1.1-30.6.2005									
Movement in the available for sale securities reserve									
	-	-	624	-	-	624	-	-	624
Effect of translation of foreign subsidiaries									
	-	-	11,823	-	-	11,823	-	-	11,823
Other									
	-	-	-	9	-	9	-	-	9
Net income recognized directly in equity									
	-	-	12,447	9	-	12,456	-	-	12,456
Net income for the period									
	-	-	-	222,104	-	222,104	1,903	-	224,007
Total									
	-	-	12,447	222,113	-	234,560	1,903	-	236,463
Merger of Delta Singular A.E.									
	23,449	125,685	-	-	-	149,134	-	-	149,134
Capitalization of reserve to round the share price to € 5.35									
	562	-	-	(562)	-	-	-	-	-
Increase of share capital from capitalization of reserve and change of nominal value of share to € 5									
	157,735	-	-	(157,735)	-	-	-	-	-
Issue of hybrid securities									
	-	-	-	-	-	-	-	588,000	588,000
Acquisition of subsidiary and change of participating interests in subsidiaries									
	-	-	-	(4,388)	-	(4,388)	618	-	(3,770)
Purchase/sale of treasury shares and hybrid securities									
	-	-	-	-	(11,293)	(11,293)	-	(47,149)	(58,442)
Amortization of initial share options valuation granted to employees									
	-	-	1,104	-	-	1,104	-	-	1,104
Dividends distributed to equity holders of the Bank and minority interest									
	-	-	-	(174,064)	-	(174,064)	(1,076)	-	(175,140)
Dividends paid to hybrid securities holders									
	-	-	-	(7,265)	-	(7,265)	-	-	(7,265)
Reserves									
	-	-	1,526	(1,526)	-	-	-	-	-
Balance 30.6.2005	1,456,018	125,685	380,172	242,664	(30,166)	2,174,373	64,953	838,204	3,077,530

	Share capital	Share premium	Fair value reserve and other reserves	Retained earnings	Treasury shares	Total	Minority interest	Hybrid securities	Total equity
Balance 1.7.2005	1,456,018	125,685	380,172	242,664	(30,166)	2,174,373	64,953	838,204	3,077,530
Changes in equity for the period 1.7-31.12.2005									
Movement in the available for sale securities reserve	-	-	(39,186)	-	-	(39,186)	-	-	(39,186)
Transfer to income statement due to sales of available for sale securities	-	-	(3,982)	-	-	(3,982)	-	-	(3,982)
Effect of translation of foreign subsidiaries	-	-	(13,772)	-	-	(13,772)	-	-	(13,772)
Other	-	-	-	(862)	-	(862)	-	-	(862)
Net income recognized directly in equity	-	-	(56,940)	(862)	-	(57,802)	-	-	(57,802)
Net income for the period	-	-	-	280,070	-	280,070	1,793	-	281,863
Total	-	-	(56,940)	279,208	-	222,268	1,793	-	224,061
Acquisition of subsidiary and change of participating interests in subsidiaries	-	-	-	(8,413)	-	(8,413)	(13,269)	-	(21,682)
Purchase/sale of treasury shares and hybrid securities	-	-	-	-	(158,150)	(158,150)	-	6,742	(151,408)
Amortization of initial share options valuation granted to employees	-	-	1,141	-	-	1,141	-	-	1,141
Dividends paid to equity holders of the Bank and minority interest	-	-	-	-	-	-	(408)	-	(408)
Dividends paid to hybrid securities holders	-	-	-	(6,550)	-	(6,550)	-	-	(6,550)
Reserves	-	-	(76)	76	-	-	-	-	-
Balance 31.12.2005	1,456,018	125,685	324,297	506,985	(188,316)	2,224,669	53,069	844,946	3,122,684

	Share capital	Share premium	Fair value reserve and other reserves	Retained earnings	Treasury shares	Total	Minority interest	Hybrid securities	Total equity
Balance 1.1.2006	1,456,018	125,685	324,297	506,985	(188,316)	2,224,669	53,069	844,946	3,122,684
Changes in equity for the period 1.1-30.6.2006									
Movement in the available for sale securities reserve	-	-	(83,365)	-	-	(83,365)	-	-	(83,365)
Transfer to income statement due to sales of available for sale securities	-	-	(16,821)	-	-	(16,821)	-	-	(16,821)
Effect of translation of foreign subsidiaries	-	-	5,900	-	-	5,900	-	-	5,900
Other	-	-	-	538	-	538	-	-	538
Net income recognized directly in equity	-	-	(94,286)	538	-	(93,748)	-	-	(93,748)
Net income for the period	-	-	-	305,865	-	305,865	1,129	-	306,994
Total	-	-	(94,286)	306,403	-	212,117	1,129	-	213,246
Increase of share capital from capitalization of reserve and change of nominal value of share to € 3.90	133,954	-	-	(133,954)	-	-	-	-	-
Change of participating interests in subsidiaries	-	-	-	(406)	-	(406)	(6,510)	-	(6,916)
Purchase/sale of treasury shares and hybrid securities	-	-	-	679	(89,484)	(88,805)	-	(4,236)	(93,041)
Amortization of initial share options valuation granted to employees	-	-	2,582	-	-	2,582	-	-	2,582
Dividends distributed to equity holders of the Bank and minority interest	-	-	-	(237,556)	-	(237,556)	(1,389)	-	(238,945)
Dividends paid to hybrid securities holders	-	-	-	(41,722)	-	(41,722)	-	-	(41,722)
Reserves	-	-	44,361	(44,361)	-	-	-	-	-
Balance 30.6.2006	1,589,972	125,685	276,954	356,068	(277,800)	2,070,879	46,299	840,710	2,957,888

The attached notes (pages 10 to 36) form an integral part of these interim financial statements.

Interim consolidated Cash flow statement

	Note	(Thousands of Euro)	
		From 1 January to 30.6.2006	30.6.2005
Cash flows from operating activities			
Profit before taxes		393,356	279,596
<i>Adjustments for:</i>			
Depreciation of property, plant and equipment	15,16	22,008	22,723
Amortization of intangible assets	17	9,603	8,669
Impairment losses and provisions		137,168	134,319
Gains / (losses) from investing activities		(43,758)	(14,112)
Gains / (losses) from financing activities		50,498	14,716
Share of profit (loss) of associates	14	137	1,149
		<u>569,012</u>	<u>447,060</u>
<i>Net (increase) / decrease in assets relating to operating activities:</i>			
Due from banks		(1,521,752)	553,531
Securities held for trading and derivative financial assets		(117,755)	(211,902)
Loans and advances to customers		(2,603,544)	(2,150,618)
Other assets		(74,659)	(8,181)
<i>Net increase / (decrease) in liabilities relating to operating activities</i>			
Due to banks		(188,518)	4,423,284
Derivative financial liabilities		90,382	(67,929)
Due to customers		2,442,332	1,643,848
Other liabilities		229,779	184,455
<i>Net cash flows from operating activities before taxes</i>		(1,174,723)	4,813,548
Income and other taxes paid		(107,692)	(155,104)
Net cash flows from operating activities		(1,282,415)	4,658,444
Cash flows from investing activities			
Acquisitions of subsidiaries and associates		(7,102)	(132,422)
Proceeds from sale of investments (subsidiaries and associates)		2,523	-
Dividends received	4	2,671	2,516
Purchase of property, plant and equipment	15,16,17	(34,615)	(25,376)
Disposal of property, plant and equipment		3,016	1,314
Net (increase) / decrease in investment securities		(595,154)	(511,850)
Net cash flows from investing activities		(628,661)	(665,818)
Cash flows from financing activities			
Dividends paid		(235,086)	(168,051)
Acquisition of treasury shares		(86,025)	(11,293)
Proceeds from the issue of loans		-	186,524
Repayment of loans		(30,014)	(15,035)
Proceeds from the issue of Hybrid securities		-	540,851
Purchase of Hybrid securities		(4,236)	-
Dividends paid to Hybrid securities holders		(41,722)	(7,265)
Net cash flows from financing activities		(397,083)	525,731
Effect of exchange rate fluctuations on cash and cash equivalents		5,900	11,823
Net increase / (decrease) in cash and cash equivalents		(2,302,259)	4,530,180
Cash and cash equivalents at beginning of the period	12	5,665,814	5,568,384
Cash and cash equivalents at end of the period	12	3,363,555	10,098,564

The attached notes (pages 10 to 36) form an integral part of these interim financial statements.

General information

The Alpha Bank Group includes companies in Greece and abroad which offer services 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 S.A. which operates under the brand name of ALPHA BANK S.A. and with the sign of ALPHA BANK. Its registered office is at 40 Stadiou Street, Athens and it is listed as a societe anonyme, with number 6066/06/B/86/05. The Bank's duration is until 2100 which can be extended by a decision of the shareholders in a general meeting.

In accordance with article 4 of the articles of association, the Bank's purpose is to provide general banking services in Greece and abroad.

The term of the Board of Directors, which were elected by the shareholders' in a general meeting of April 19, 2005 ends in 2010. The members of the Board of Directors consist of:

CHAIRMAN (Executive Member)

Yannis S. Costopoulos

VICE CHAIRMAN (Non Executive Member)

Andreas L. Canellopoulos

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

George E. Agouridis *

Sophia G. Eleftheroudaki

Paul G. Karakostas*

Nicholaos I. Manassis **

Minas G. Tanes *

NON-EXECUTIVE INDEPENDENT MEMBERS

Pavlos A. Apostolides **

Thanos M. Veremis

Ioannis K. Lyras **

SECRETARY

Hector P. Verykios

* Member of the Audit Committee

** Member of the Remuneration Committee

The certified auditors of the Bank are:

Principal Auditors:

Marios T. Kyriacou

Nick E. Vouniseas

Substitute Auditors:

Garyfallia B. Spyriouni

Nick Ch. Tsiboukas

of KPMG Kyriacou Certified Auditors S.A.

The Bank's shares are listed on the Athens Stock Exchange since 1925. As at 30 June 2006 Alpha Bank was ranked 5th among all listed companies, in terms of market capitalization. Since February 2004 the Bank has been included in the FTSE Eurofirst 300 Index, which consists of the 300 largest European companies.

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

The Bank as at 30 June 2006 has issued 407,685,052 shares after the share capital increase and the free distribution of 116,481,444 shares from the capitalization of retained earnings in accordance with shareholders decision of General Shareholders' Meeting on 18 April 2006. The new shares are trading since 24 May 2006.

The Bank's growth and consistent dividend policy has attracted local and foreign investors. This has increased the shares' liquidity which for the A' semester of 2006 amounted to an average of 1,240,000 shares per day.

The credit rating of the Bank remains at a high level (Standard & Poor's: BBB+, Moody's: A3, Fitch Ratings: A-) and reflects the dynamics of its operations and the positive share price prospect.

The Board of Directors approved the financial statements on 27 July 2006.

Notes to the interim consolidated financial statements

Accounting principles applied

1. Basis of presentation

The Group has prepared these condensed interim financial statements in accordance with International Accounting Standard (IAS) 34, "Interim Financial Reporting".

The accounting policies applied by the Group in these condensed interim financial statements as at 30 June 2006, are the same as those applied by the Group in its published consolidated financial statements for the year ended 31 December 2005 taking into consideration the new standards, amendments and interpretations issued by the International Accounting Standards Board (IASB) and adopted by the European Union which are effective for accounting period beginning on or after 1.1.2006:

1.1 IAS 19 (amendment), «Employee Benefits» (Rule 1910/8.11.2005)

The amendment of IAS 19, introduces the option of an alternative recognition approach for actuarial gains and losses, of benefit plans. It allows the total recognition of actuarial gains and losses directly to equity. It also clarifies the way the companies of a Group must include defined benefit obligations to their financial statements and it imposes the disclosure of additional information.

The Group has not changed the accounting policies relating to the recognition of defined benefit obligations.

1.2 Amendment IAS 39, Fair Value option (Rule 1864/15.11.2005)

According to the above amendment, under certain circumstances the Group has the ability to designate financial instruments upon initial recognition, to be measured at fair value, with changes in fair value recognized in profit and loss (fair value option).

The Group did not use the above option at the present financial statements.

1.3 IAS 39 (amendment), Recognition and Valuation of financial instruments (Rule 2106/21.12.2005)

According to this amendment, it allows the companies to appoint, under certain circumstances, forecast intragroup transaction, stated in foreign currency, as the hedged instrument in the Group's financial statements.

As at 30.6.2006, no forecast intragroup transactions had occurred which could be recognized as hedged instruments.

1.4 IAS 39 and IFRS 4 (amendment), Financial Guarantee Contracts (Rule 108/27.1.2006)

The main objective of these amendments is to ensure that the issuers of Financial Guarantee Contracts include obligations on their balance sheet. Particularly, the issuer of such contract must initially recognize it at its fair value and subsequently to measure it at the higher between of:

- (i) the amount arising from the principles of IAS 37 relating to provisions.
- (ii) the amount initially recognized, reduced by the amount that has been already recognized as revenue, according to IAS 18, for revenue recognition.

These amendments did not have a significant effect on Group's financial statements.

1.5 Amendment IAS 21, concerning the effects of exchange prices variation (Rule 708/8.5.2006)

This amendment allows the direct recognition of the exchange differences in Group's equity. These exchange differences result from monetary assets, which consist part of the net investment in foreign currency, even if these monetary assets are presented in different currency from the functional currency of the counterparties of the Group.

On 30.6.2006 no monetary assets consisting part of a net investment in foreign currency existed.

Interpretation 4 « Determining whether an Arrangement contains a Lease».

Interpretation 5 «Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds» (Rule 1910/8.11.2005).

Interpretation 6 «Liabilities arising from participating in a Specific Market – Waste Electrical and Electronic Equipment» (Rule 108/27.1.2006)

From the adoption of interpretation 4, 5 and 6 no substantial effect on the Group's financial statements arised.

Apart from the amendments of the Standards and the new interpretations stated above, the European Union, on 27.1.2006, adopted, through 108/2006 rule, the International Financial Reporting Standard 7 « Financial instruments: Disclosures», as well as the changes that it has imposed to other standards. IFRS 7 and the amendments that has imposed to other standards are effective for accounting period beginning on or after 1.1.2007 and are expected to affect significantly the disclosure requirements concerning the financial instruments.

In addition from 8.5.2006, through 708/2006 regulation, interpretation 7, « Applying the restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies» was adopted, which is not expected to have a substantial effect on the Group's financial statements.

Finally, IASB has issued interpretations 8, 9 and 10 which are effective for annual periods beginning on or after 1.5.2006, 1.6.2006 and 1.11.2006 respectively and they have not been adopted, yet, by the European Union. Their application will not have a significant impact on the Group's financial statements.

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

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

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

The adoption by the European Union, by 31 December 2006, of new standards, interpretations or amendments issued by the International Accounting Standards Board (IASB) and their mandatory or voluntary adoption after 1 January 2006, may retrospectively affect the period that these interim financial statements present.

Income statement

2. Net interest income

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Due from Banks	53,673	73,196	27,613	34,027
Securities	126,828	44,079	65,784	23,578
Loans and advances to customers	927,131	726,795	481,575	375,300
Due to Banks	(83,360)	(34,747)	(45,840)	(20,706)
Due to Customers	(156,313)	(121,028)	(81,077)	(60,448)
Debt securities in issue and other borrowed funds	(143,434)	(89,293)	(74,712)	(47,781)
Other	(27,294)	(16,175)	(18,754)	(1,512)
Total	697,231	582,827	354,589	302,458

3. Net fee and commission income

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Loans	28,918	23,410	16,717	12,060
Letters of guarantee	18,133	16,977	8,757	8,506
Imports-Exports	10,271	9,507	5,199	4,782
Credit Cards	20,404	19,550	11,746	11,224
Fund transfers	41,868	39,514	21,507	21,183
Mutual Funds	33,422	24,529	16,067	12,686
Management and advisory fees	2,744	5,895	475	3,159
Other	38,420	23,992	19,085	10,530
Total	194,180	163,374	99,553	84,130

4. Dividend income

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Available-for-sale shares	2,671	2,516	2,485	2,385
Total	2,671	2,516	2,485	2,385

5. Gains less losses on financial transactions

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Foreign exchange differences	18,407	7,589	5,823	4,031
Securities held for trading	(8,024)	(5,053)	(7,505)	(5,374)
Available-for-sale securities	22,686	105	9,836	(4,147)
Other financial instruments	(2,596)	1,930	(2,645)	(4,806)
Total	30,473	4,571	5,509	(10,296)

6. Other income

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Insurance activities	16,494	15,386	9,824	6,270
Hotel activities	21,512	19,402	12,616	11,598
Operating lease income	2,232	1,621	1,127	950
Sale of property, plant and equipment	1,244	785	1,094	387
Goodwill from merger with Delta Singular A.E.P.	-	7,695	-	7,695
Other	4,666	11,363	2,626	8,496
Total	46,148	56,252	27,287	35,396

Income from insurance activities is analyzed as follows:

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Non-life Insurance				
Premiums and other related income	48,643	46,452	25,482	21,558
Less:				
Reinsurance premiums ceded	(20,080)	(19,368)	(11,191)	(9,224)
Commissions	(2,600)	(2,490)	(1,223)	(852)
Claims from policyholders	(17,054)	(19,711)	(7,476)	(10,206)
Reinsurers' participation	6,325	7,838	3,006	4,195
Net income from non-life insurance	15,234	12,721	8,598	5,471
Life Insurance				
Premiums and other related income	33,167	31,513	17,394	12,908
Less:				
Reinsurance premiums ceded	(1,851)	(1,641)	(799)	(488)
Commissions	(5,237)	(4,747)	(2,634)	(1,998)
Claims from policyholders	(25,370)	(22,848)	(12,925)	(9,946)
Reinsurers' participation	551	388	190	323
Net income from life insurance	1,260	2,665	1,226	799
Total	16,494	15,386	9,824	6,270

7. Staff costs

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Wages and Salaries	157,196	146,653	79,667	74,189
Social Security contributions	44,267	40,559	21,454	19,123
Expenses of defined benefit plans	26,398	25,196	13,171	13,724
Other	13,834	12,878	7,869	6,187
Total	241,695	225,286	122,161	113,223

As at 30.6.2006 staff cost include the amount of € 2,582 (30.6.2005: € 1,105) referring to amortization of initial share options valuation granted to employees.

The total employees of the Group as at 30.6.2006 were 11,911 (30.6.2005: 11,623). A number of 8,365 (30.6.2005: 8,512) are employed in Greece and 3,546 (30.6.2005: 3,111) are employed abroad.

8. General administrative expenses

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Rent of buildings	14,020	12,342	7,147	6,305
Rent and maintenance of EDP equipment	11,243	9,643	6,271	4,756
EDP expenses	17,892	14,904	9,199	7,650
Marketing and advertisement expenses	17,859	12,196	10,927	7,773
Telecommunications and postage	12,818	11,470	7,093	6,234
Third party fees	15,327	12,619	8,908	7,284
Consultants fees	4,246	3,876	2,488	2,083
Contribution to Deposit Guarantee Fund	6,373	5,684	3,490	3,052
Insurance fees	4,775	5,981	3,175	2,868
Consumables	3,651	2,582	1,925	1,378
Electricity	3,631	3,208	1,825	1,689
Agency fees	4,689	2,059	2,145	1,367
Other general administrative expenses	38,168	34,153	17,682	16,208
Other taxes	17,795	15,945	9,041	8,194
Total	172,487	146,662	91,316	76,841

9. Impairment losses and provisions to cover credit risk

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Impairment on loans and advances	117,128	128,432	66,429	62,112
Provisions to cover credit risk relating to off balance sheet items	14,946	-	-	-
Recoveries	(1,564)	(4,216)	(819)	(3,227)
Total	130,510	124,216	65,610	58,885

10. Income tax

The tax rate, for entities, with registered office in Greece is 29% for the year 2006 (2005: 32%). For the Bank the tax rates are reduced by 5% and 10%, respectively (2006: 24% and 2005: 22%) due to the merger with Delta Singular A.E.P., a listed company in Athens Stock Exchange (L. 2992/2002 article 9).

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Current tax	76,122	48,714	31,531	22,442
Deferred tax	10,240	6,875	6,836	3,425
Total income tax	86,362	55,589	38,367	25,867

The difference of income tax in the comparative periods is due to the increased profit for the period 1/1-30/6/2006 and the increased tax rate of the Bank as mentioned above.

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

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Depreciation	5,239	5,905	2,865	3,165
Loans and advances	(8,807)	(676)	(537)	687
Employee defined benefit obligations	222	(3,174)	38	(3,970)
Valuation of derivative financial instruments	6,560	(1,077)	(1,113)	7,066
Effective interest rate of financial instruments	766	1,266	736	578
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	7,084	839	4,663	(7,809)
Carry forward tax losses	(11)	(618)	425	(382)
Other temporary differences	(813)	4,410	(241)	4,090
Total	10,240	6,875	6,836	3,425

11. Earnings per share

Basic earnings per share:

Basic earnings per share is calculated by dividing the profit after tax for the period attributable to the equity holders of the Bank by the weighted average number of ordinary shares outstanding, after deducting treasury shares held, during the period.

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Profit attributable to shareholders of the Bank (in € thousands)	305,865	222,104	155,199	121,407
Weighted average number of outstanding ordinary shares	395,233,162	402,064,290	394,556,726	402,042,884
Basic earnings per share (in € per share)	0.77	0.55	0.39	0.30

Diluted earnings per share:

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

The Bank has a single category of dilutive potential ordinary shares resulting from a share options program. For the share options, a calculation is performed to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Bank's shares) based on the monetary value of the subscription rights attached to outstanding share options. The weighted average number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

	From 1 January to		From 1 April to	
	30.6.2006	30.6.2005	30.6.2006	30.6.2005
Profit attributable to shareholders of the Bank (in € thousands)	305,865	222,104	155,199	121,407
Weighted average number of outstanding ordinary shares	395,233,162	402,064,290	394,556,726	402,042,884
Adjustment for share options	974,168	591,610	1,017,119	638,359
Weighted average number of outstanding ordinary shares for diluted earnings per share	396,207,330	402,655,900	395,573,845	402,681,243
Diluted earnings per share (in € per share)	0.77	0.55	0.39	0.30

Basic and diluted earnings per share, for the period from 1 January 2005 to 30 June 2005 have been restated in order to be comparative, due to free distribution of shares resulted from the capitalization of reserve on 3 May 2006, in accordance to a decision on a Ordinary General Shareholders' Meeting held on 18 April 2006.

Assets

12. Cash and balances with Central Banks

	30.6.2006	31.12.2005
Cash	256,753	305,144
Cheques receivable	59,914	53,727
Balances with Central Banks	2,573,487	1,843,511
Total	2,890,154	2,202,382
Of which mandatory deposits with Central Banks:	1,460,204	1,202,541

Cash and cash equivalents (as presented for the purposes of the cash flows statement)

	30.6.2006	31.12.2005
Cash and balances with Central Banks	1,429,950	999,841
Sale and repurchase agreements (Reverse Repos)	1,659,603	2,148,476
Short-term placements with other banks	274,002	2,517,497
Total	3,363,555	5,665,814

Cash and cash equivalents, as presented in the cash flow statement for the period from 1 January 2005 to 30 June 2005 has been restated in order to be comparative with the respective figures from 1 January 2006 to 30 June 2006, as pledged deposits with Central Banks are not included in the calculation of cash and cash equivalent.

13. Loans and advances to customers

	30.6.2006	31.12.2005
<i>Individuals:</i>		
Mortgages	7,778,657	6,937,685
Consumer	2,249,070	2,029,704
Credit cards	922,749	883,605
Other loans	196,208	193,181
Other receivables	48,372	189,918
Total	11,195,056	10,234,093
<i>Companies:</i>		
Corporate loans	18,207,673	16,728,566
Leasing	914,226	843,011
Factoring	309,285	386,600
Other receivables	273,921	112,306
Total	19,705,105	18,070,483
<i>Insurance activities:</i>		
Receivables from insurance and reinsurance activities	100,286	92,327
Grand total	31,000,447	28,396,903
Less: Allowance for impairment losses	(1,156,639)*	(1,040,360)
Balance	29,843,808	27,356,543

* In addition to the provision made for impairment on loans and advances, an additional provision of € 14,946 has been made during the A' semester of 2006 to cover credit risk relating to off balance sheet items. The total provision recorded to cover credit risk amounts to € 1,171,585.

The loans and advances to customers includes receivables from finance lease which are analyzed as follows:

	30.6.2006	31.12.2005
Up to 1 year	321,966	299,764
From 1 year up to 5 years	452,262	411,707
More than 5 years	390,593	331,601
	<u>1,164,821</u>	<u>1,043,072</u>
Unearned finance income	(250,595)	(200,061)
Total	<u>914,226</u>	<u>843,011</u>

The net amount from receivables of finance leases is analyzed as follows:

	30.6.2006	31.12.2005
Up to 1 year	276,110	260,462
From 1 year up to 5 years	342,216	320,666
More than 5 years	295,900	261,883
	<u>914,226</u>	<u>843,011</u>

Allowance for impairment losses

Balance 1.1.2005	757,951
Provisions from Jubanka acquisition	59,654
Exchange differences	530
Impairment on loans and advances (note 9)	128,432
Loans written-off during the period	(14,907)
Provisions from merger with Delta Singular A.E.	<u>7,566</u>
Balance 30.6.2005	939,226
Exchange differences	1,621
Impairment on loans and advances	133,265
Loans written-off during the period	<u>(33,752)</u>
Balance 31.12.2005	1,040,360
Unwind of discount of allowance	33,831
Exchange differences	(430)
Impairment on loans and advances (note 9)	117,128
Loans written-off during the period	<u>(34,250)</u>
Balance 30.6.2006	<u>1,156,639</u>

14. Investments in associates

	1.1-30.6.2006	1.1-31.12.2005
Opening balance	11,389	107,363
Purchases	104	837
Dividends received	(144)	(163)
Sale of Lesvos Tourist Company A.E.	(631)	-
Merger with Delta Singular A.E.P	-	(96,524)
Impairment	(41)	(105)
Share of profit/ (loss)	(96)	(19)
Closing balance	<u>10,581</u>	<u>11,389</u>

The Group's investments in associates are as follows:

Name	Country of incorporation	Ownership interest %	
		30.6.2006	31.12.2005
a. Lesvos Tourist Company A.E.*	Greece	-	24.99
b. Evisak A.E.	Greece	27.00	27.00
c. Icap A.E.	Greece	26.96	26.96
d. Gaiognomon A.E.	Greece	20.00	20.00
e. Propindex A.E.**	Greece	14.72	13.82
f. AEDEP Thessalias & Stereas Ellados ***	Greece	50.00	50.00
g. A.L.C. Novelle Investments Ltd	Cyprus	33.33	33.33
h. Geosynthesis A.E.****	Greece	-	20.00

* The sale of Lesvos Tourist Company A.E. was completed during the first quarter of 2006 (note 29, paragr. c)

** Alpha Astika Akinita A.E., a subsidiary, holds ownership interest 22.58%.

*** The entity is a non-profit organization.

**** Geosynthesis A.E. was sold during the first semester of 2006 (note 29 paragr. f).

The Group's share of the profit/loss of each associate is as follows:

Name	Equity (In thousands €)	Profit/ (loss) after tax	Total (In thousands €)	Share of profits/losses for 30.6.2006	Impairment	Total profits/(losses) 30.6.2006
a. Evisak A.E.	2,950	35	2,985	9	(41)	(32)
b. Icap A.E.	18,256	866	19,122	230	-	230
c. Gaiognomon A.E.	1,224	-	1,224	-	-	-
d. Propindex A.E.	61	(6)	55	(1)	-	(1)
e. AEDEP Thessalias & Stereas Ellados	147	-	147	-	-	-
f. A.L.C. Novelle Investments Ltd	14,480	(998)	13,482	(334)	-	(334)
Total	37,118	(103)	37,015	(96)	(41)	(137)

15. Investment property

	Land and buildings
Balance 1.1.2005	
Cost	30,309
Accumulated depreciation	(2,950)
Net Book Value 1.1.2005	27,359
1.1.2005-30.6.2005	
Net Book Value 1.1.2005	27,359
Foreign exchange differences	6
Additions	56
Additions from merger with Delta Singular A.E.P (net book value)	33,606
Additions from companies consolidated for first time in A' semester (net book value)	467
Reclassification from "property, plant and equipment"	2,501
Depreciation charge for the period	(352)
Net Book Value 30.6.2005	63,643
Balance 30.6.2005	
Cost	70,778
Accumulated depreciation	(7,135)

	Land and buildings
1.7.2005-31.12.2005	
Net Book Value 1.7.2005	63,643
Foreign exchange differences	(445)
Foreign exchange differences from companies consolidated for first time in current fiscal year	(24)
Additions	24
Disposals	(6)
<i>a) Cost</i>	(6)
<i>b) Accumulated depreciation</i>	-
Reclassification to "non current assets held for sale"	(33,463)
<i>a) Cost</i>	(36,591)
<i>b) Accumulated depreciation</i>	3,128
Reclassification from "property, plant and equipment"	18
Depreciation charge for the period	(197)
Net Book Value 31.12.2005	<u>29,550</u>
Balance 31.12.2005	
Cost	33,061
Accumulated depreciation	<u>(3,511)</u>
1.1.2006-30.6.2006	
Net Book Value 1.1.2006	29,550
Additions	3
Reclassification to "property, plant and equipment"	(1,605)
<i>a) Cost</i>	(1,605)
<i>b) Accumulated depreciation</i>	-
Reclassification from "property, plant and equipment"	730
<i>a) Cost</i>	909
<i>b) Accumulated depreciation</i>	(179)
Depreciation charge for the period	(187)
Net Book Value 30.6.2006	<u>28,491</u>
Balance 30.6.2006	
Cost	32,368
Accumulated depreciation	<u>(3,877)</u>

16. Property, plant and equipment

	Land and Buildings	Leased equipment	Equipment	Total
Balance 1.1.2005				
Cost	1,050,081	10,219	301,509	1,361,809
Accumulated Depreciation	(197,739)	(8,699)	(238,604)	(445,042)
Net Book Value at 1.1.2005	852,342	1,520	62,905	916,767
1.1.2005-30.6.2005				
Net Book Value 1.1.2005	852,342	1,520	62,905	916,767
Additions	5,088	180	14,472	19,740
Additions from merger with Delta Singular A.E.P. (net book value)	-	530	191	721
Additions from companies consolidated for first time in A' semester (net book value)	26,840	-	6,651	33,491
Foreign exchange differences	686	56	905	1,647
Disposals	(445)	-	(79)	(524)
<i>a) Cost</i>	(1,106)	-	(3,375)	(4,481)
<i>b) Accumulated depreciation</i>	661	-	3,296	3,957
Reclassification to "Investment property"	(2,501)	-	-	(2,501)
Reclassification from "non-current assets held for sale"	1,373	-	-	1,373
Depreciation charge for the period	(10,050)	(172)	(12,149)	(22,371)
Net Book Value 30.6.2005	873,333	2,114	72,896	948,343
Balance 30.6.2005				
Cost	1,084,641	11,282	330,518	1,426,441
Accumulated depreciation	(211,308)	(9,168)	(257,622)	(478,098)
1.7.2005-31.12.2005				
Net book value 1.7.2005	873,333	2,114	72,896	948,343
Additions	7,318	164	10,586	18,068
Foreign exchange differences	1,502	38	(230)	1,310
Foreign exchange differences from companies consolidated for first time in current fiscal year	(490)	-	-	(490)
Additions from companies consolidated for first time in current fiscal year (net book value)	-	-	1,246	1,246
Disposals	(7,503)	-	(1,045)	(8,548)
<i>a) Cost</i>	(10,584)	(130)	(7,470)	(18,184)
<i>b) Accumulated depreciations</i>	3,081	130	6,425	9,636
Reclassification from "non current assets held-for-sale"	330	-	-	330
Reclassification from "land and buildings" and "leased equipment" to "equipment"	(5)	-	5	-
<i>a) Cost</i>	(319)	(7,996)	8,315	-
<i>b) Accumulated depreciation</i>	314	7,996	(8,310)	-
Reclassification to "non current assets held-for-sale (Alpha Insurance Romania S.A.)"	-	-	(28)	(28)
<i>a) Cost</i>	-	-	(146)	(146)
<i>b) Accumulated depreciation</i>	-	-	118	118
Reclassification to "Investment property"	(18)	-	-	(18)
Depreciation charge for the period	(10,091)	(409)	(11,740)	(22,240)
Net book value 31.12.2005	864,376	1,907	71,690	937,973
Balance 31.12.2005				
Cost	1,076,377	3,347	342,984	1,422,708
Accumulated depreciation	(212,001)	(1,440)	(271,294)	(484,735)

	Land and Buildings	Leased equipment	Equipment	Total
1.1.2006-30.6.2006				
Net book value 1.1.2006	864,376	1,907	71,690	937,973
Foreign exchange differences	(437)	48	811	422
Additions	11,327	151	14,300	25,778
Disposals	(1,406)	-	(576)	(1,982)
<i>a) Cost</i>	(1,829)	-	(2,827)	(4,656)
<i>b) Accumulated depreciation</i>	423	-	2,251	2,674
Reclassification to "land and buildings" from "investment property"	1,605	-	-	1,605
<i>a) Cost</i>	1,605	-	-	1,605
<i>b) Accumulated depreciation</i>	-	-	-	-
Reclassification from "land and buildings" to "investment property"	(730)	-	-	(730)
<i>a) Cost</i>	(909)	-	-	(909)
<i>b) Accumulated depreciation</i>	179	-	-	179
Reclassification from "leased equipment" to "equipment"	-	-	-	-
<i>a) Cost</i>	-	(68)	68	-
<i>b) Accumulated depreciation</i>	-	68	(68)	-
Depreciation charge for the period	(9,938)	(268)	(11,615)	(21,821)
Net book value 30.6.2006	864,797	1,838	74,610	941,245
Balance 30.6.2006				
Cost	1,086,255	3,489	355,164	1,444,908
Accumulated depreciation	(221,458)	(1,651)	(280,554)	(503,663)

17. Goodwill and other intangible assets

	Goodwill	Other intangible	Software	Total
Balance 1.1.2005				
Cost	-	-	108,799	108,799
Accumulated Amortization	-	-	(77,938)	(77,938)
Net Book Value 1.1.2005	-	-	30,861	30,861
1.1.2005-30.6.2005				
Net Book Value 1.1.2005	-	-	30,861	30,861
Foreign exchange differences	-	55	136	191
Additions	-	-	5,580	5,580
Additions from merger with Delta Singular A.E.P (net book value)	-	-	239	239
Additions from companies consolidated for first time in A' semester (net book value)	57,670	18,572	10	76,252
Disposals	-	-	(5)	(5)
<i>a) Cost</i>	-	-	(6)	(6)
<i>b) Accumulated amortization</i>	-	-	1	1
Amortization charge for the period	-	(1,521)	(7,148)	(8,669)
Net Book Value 30.6.2005	57,670	17,106	29,673	104,449
Balance 30.6.2005				
Cost	57,670	18,615	116,360	192,645
Accumulated Amortization	-	(1,509)	(86,687)	(88,196)
1.7.2005-31.12.2005				
Net Book Value 1.7.2005	57,670	17,106	29,673	104,449
Foreign exchange differences	(3,648)	(1,154)	(431)	(5,233)
Additions	-	-	16,021	16,021
Additions from companies consolidated for first time in fiscal year 2005	-	-	908	908
<i>a) Cost</i>	-	-	908	908
<i>b) Foreign exchange differences</i>	-	-	-	-
Disposals	-	-	(8)	(8)
<i>a) Cost</i>	-	-	(1,294)	(1,294)
<i>b) Accumulated amortization</i>	-	-	1,286	1,286
Reclassification to "non current assets held for sale" (Alpha Insurance Romania S.A.)	-	-	(42)	(42)
<i>a) Cost</i>	-	-	(168)	(168)
<i>b) Accumulated amortization</i>	-	-	126	126
Amortization charge for the period	-	(1,574)	(7,085)	(8,659)
Net book value 31.12.2005	54,022	14,378	39,036	107,436
Balance 31.12.2005				
Cost	54,022	17,392	130,227	201,641
Accumulated Amortization	-	(3,014)	(91,191)	(94,205)

	Goodwill	Other intangible	Software	Total
1.1.2006-30.6.2006				
Net Book Value 1.1.2006	54,022	14,378	39,036	107,436
Foreign exchange differences	215	25	282	522
Additions	-	-	8,834	8,834
Disposals	-	-	-	-
<i>a) Cost</i>	-	-	(39)	(39)
<i>b) Accumulated amortization</i>	-	-	39	39
Amortization charge for the period	-	(1,619)	(7,984)	(9,603)
Net Book Value 30.6.2006	<u>54,237</u>	<u>12,784</u>	<u>40,168</u>	<u>107,189</u>
Balance 30.6.2006				
Cost	54,237	17,463	140,165	211,865
Accumulated Amortization	-	(4,679)	(99,997)	(104,676)

18. Deferred tax assets and liabilities

	From 1 January to	
	30.6.2006	31.12.2005
Deferred tax assets	254,986	202,519
Deferred tax liabilities	(86,542)	(23,857)
Total	<u>168,444</u>	<u>178,662</u>

	1.1.2005-30.6.2005						
	Recognition in						
	Income statement				Equity		
	Balance 1.1.2005	Mergers and acquisitions	Assets	Liabilities	Assets	Liabilities	Balance 30.6.2005
Depreciation	40,530	(1,978)	-	(5,905)	40	-	32,687
Loans and advances	4,592	2,043	1,355	(679)	-	-	7,311
Valuation of derivative financial instruments	429	-	1,077	-	-	-	1,506
Retained earnings	6,515	2,256	618	-	-	(360)	9,029
Other provisions	3,516	(13)	-	(4,410)	-	(114)	(1,021)
Effective interest rate of financial instruments	12,267	-	-	(1,266)	-	-	11,001
Employee defined benefit obligations	128,851	(14)	3,174	-	22	-	132,033
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(425)	-	-	(839)	3	-	(1,261)
Total	<u>196,275</u>	<u>2,294</u>	<u>6,224</u>	<u>(13,099)</u>	<u>65</u>	<u>(474)</u>	<u>191,285</u>

1.7.2005-31.12.2005							
Recognition in							
	Income statement			Equity			
	Balance 1.7.2005	Mergers and acquisitions	Assets	Liabilities	Assets	Liabilities	Balance 31.12.2005
Depreciation	32,687	-	-	(7,303)	-	(285)	25,099
Loans and advances	7,311	-	1,421	(2,127)	-	(4,374)	2,231
Valuation of derivative financial instruments	1,506	-	3,420	-	-	-	4,926
Retained earnings	9,029	-	-	(123)	-	(591)	8,315
Other provisions	(1,021)	-	1,292	-	1,216	(72)	1,415
Effective interest rate of financial instruments	11,001	-	-	(1,394)	-	-	9,607
Employee defined benefit obligations	132,033	-	-	(210)	-	(14)	131,809
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(1,261)	-	-	(3,476)	-	(3)	(4,740)
Total	191,285	-	6,133	(14,633)	1,216	(5,339)	178,662

1.1.2006-30.6.2006							
Recognition in							
	Income statement			Equity			
	Balance 1.1.2006	Mergers and acquisitions	Assets	Liabilities	Assets	Liabilities	Balance 30.6.2006
Depreciation	25,099	-	-	(5,239)	21	-	19,881
Loans and advances	2,231	-	22,718	(13,911)	-	-	11,038
Valuation of derivative financial instruments	4,926	-	-	(6,560)	-	-	(1,634)
Retained earnings	8,315	-	11	-	-	(17)	8,309
Other provisions	1,415	-	839	(26)	-	(142)	2,086
Effective interest rate of financial instruments	9,607	-	-	(766)	-	-	8,841
Employee defined benefit obligations	131,809	-	-	(222)	160	-	131,747
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(4,740)	-	-	(7,084)	-	-	(11,824)
Total	178,662	-	23,568	(33,808)	181	(159)	168,444

19. Non-current assets held for sale

a) Property, plant and equipment

	Land-buildings	Office equipment	Total
1.1.2005-30.6.2005			
Balance 1.1.2005	32,084	617	32,701
Additions	949	-	949
Additions from merger with Delta Singular A.E.P.	21,175	-	21,175
Disposals	(1,546)	-	(1,546)
Reclassification to "property, plant and equipment"	(1,373)	-	(1,373)
Balance 30.6.2005	<u>51,289</u>	<u>617</u>	<u>51,906</u>
1.7.2005-31.12.2005			
Balance 1.7.2005	51,289	617	51,906
Additions	8,059	20	8,079
Additions from companies consolidated for first time in current fiscal year	11	-	11
Disposals	(4,488)	(52)	(4,540)
Reclassification to "property, plant and equipment"	(330)	-	(330)
Reclassification from "investment property"	33,463	-	33,463
Balance 31.12.2005	<u>88,004</u>	<u>585</u>	<u>88,589</u>
1.1.2006-30.6.2006			
Balance 1.1.2006	88,004	585	88,589
Additions	3,673	240	3,913
Disposals	(1,378)	(236)	(1,614)
Balance 30.6.2006	<u>90,299</u>	<u>589</u>	<u>90,888</u>

b. Participations

Balance 31.12.2005	<u>3,481</u>
1.1.2006-30.6.2006	
Balance 1.1.2006	3,481
Disposals	<u>(3,481)</u>
Balance 30.6.2006	<u>-</u>

Disposal of € 3,481 concerns the sale of Alpha Insurance Romania S.A. (note 29, paragraph b).

Liabilities

20. Due to customers

	30.6.2006	31.12.2005
- Current accounts	5,912,326	5,628,485
- Saving accounts	9,592,655	9,731,063
- Term deposits	5,993,909	5,387,767
- Sale and repurchase agreements (Repos)	540,062	712,617
	<u>22,038,952</u>	<u>21,459,932</u>
Cheques payable	203,777	184,872
Total	<u><u>22,242,729</u></u>	<u><u>21,644,804</u></u>

21. Debt securities in issue and other borrowed funds

The Group to effectively fund its activities has significantly broadened its funding sources so as to ensure:

- i) cheaper funding
- ii) long-term funding
- iii) strengthening of the capital adequacy ratio

As a result the Group has issued:

- i) Senior debt securities
- ii) Subordinated debt securities
These securities are subordinated, because the holders in case of a compulsory payment are satisfied after the owners of common debt securities.

Their maturity is 10 years, with the right of first redemption after 5 years. These bonds are considered own funds for regulatory purposes.

Senior debt

	30.6.2006	31.12.2005
Euro due 2006	1,011,757	2,519,937
Euro due 2007 with 1 st call option in 2006	-	7,126
Euro due 2007	905,818	901,444
HKD 100 million due 2007	10,234	11,027
Euro due 2008	507,358	507,260
Euro due 2008 with 1 st call option in 2006	7,370	8,052
Euro due 2009	1,432,356	710,405
Euro due 2009 with 1 st call option in 2007	38,783	-
CZK 1.500 million due 2009	52,648	51,511
US \$ 11 million due 2009 with 1 st call option in 2006	8,360	8,960
US \$ 5 million due 2009 with 1 st call option in 2006	3,676	4,027
HKD 50 million due 2009	5,113	5,497
Euro due 2010	1,125,000	924,947
Euro due 2010 with 1 st call option in 2006	36,815	56,600
Euro due 2010 with 1 st call option in 2007	2,502,395	2,502,060

	30.6.2006	31.12.2005
US \$ 7 million due 2010 with 1 st call option in 2006	4,537	5,366
US \$ 50 million due 2010 with 1 st call option in 2007	39,476	42,521
Euro due 2011	231,511	15,439
CZK 700 million due 2011	24,444	-
Euro due 2011 with 1 st call option in 2006	21,970	22,843
Euro due 2011 with 1 st call option in 2008	2,502,012	-
Euro due 2012	315,260	316,104
Euro due 2012 with 1 st call option in 2006	54,879	9,353
Euro due 2013	318,923	19,341
Euro due 2015	11,773	12,360
Euro due 2016	2,214	-
Euro due 2021	80,388	-
Senior debt total	<u>11,255,070</u>	<u>8,662,180</u>
Securities held by the Group	<u>(1,233,792)</u>	<u>(485,309)</u>
Total	<u>10,021,278</u>	<u>8,176,871</u>

The majority of senior debt securities bear a Euribor floating rate with a margin between -10 and +35 basis points which is connected with bond's start date and maturity date.

Subordinated debt

Euro due 2012 with 1 st call option in 2007	325,665	325,817
Euro due 2013 with 1 st call option in 2008	351,709	351,570
Euro due 2014 with 1 st call option in 2009	201,321	201,115
JPY 30 billion with 1 st call option in 2015	184,675	203,706
Total	<u>1,063,370</u>	<u>1,082,208</u>
Securities held by the Group	<u>(62,536)</u>	<u>(66,453)</u>
Subordinated debt total	<u>1,000,834</u>	<u>1,015,755</u>
Grand Total	<u>11,022,112</u>	<u>9,192,626</u>

Subordinated debt securities, due in 2012, carry interest at three-month Euribor plus 90 basis points spread, until they are redeemed. If they are not redeemed the spread increases to 220 basis points.

Subordinated debt securities, due in 2013, carry interest at three-month Euribor plus a margin between 65 and 90 basis points, until they are redeemed. If they are not redeemed the spread increases to 195 up to 220 basis points.

Subordinated debt securities, due in 2014, carry interest at three-month Euribor plus 60 basis points spread, until they are redeemed. If they are not redeemed the spread increases to 190 basis points.

The subordinated debt securities in JPY, with the first option to redeem in 2015, carrying a fixed rate of 2.94%.

Equity

22. Share capital, Retained earnings and Treasury shares

a. Share capital increase

Bank's shareholders Ordinary General Meeting on 18.4.2006 approved the share capital increase at the amount of € 133,954 with issuance of 116,481,444 shares of nominal value € 3.90 each at a ratio of 4 new for 10, through the capitalization of retained earnings at an amount of € 133,954 and the decrease of nominal value of each share from € 5.00 to € 3.90.

After the above increase Bank's share capital amounts to € 1,589,972 divided to 407.685.052 shares.

The share capital increase has been approved by the Ministry of Development Decision No K2-6543/3.5.2006.

b. Retained earnings

On May 2, 2006 dividends of a total amount of € 237,556, were distributed (€ 0.84 per share), for the financial year 2005.

c. Treasury shares

Treasury shares refer to Alpha Bank shares, held by the Bank and the subsidiaries are analyzed as follows:

Alpha Bank	No of shares	Cost €	Ownership interest %
Balance 1.1.2006	8,398,426	188,127	
Bonus shares (4/10)	3,359,370	-	
Purchases	4,640,277	89,484	
Balance 30.6.2006	16,398,073	277,611	4.02%

Subsidiaries	No of shares	Cost €	Ownership interest %
Balance 1.1.2006	7,200	189	
Bonus shares (4/10)	2,880	-	
Balance 30.6.2006	10,080	189	

Total	16,408,153	277,800	4.02%
--------------	-------------------	----------------	--------------

23. Hybrid Securities

Alpha Group Jersey a wholly owned subsidiary of the Bank issued hybrid securities as follows:

On 5 December 2002 amount of € 200 million preferred securities with interest step up clause, which represent Lower Tier 1 capital for the Group.

They are perpetual securities and may be redeemed after the expiration of 10 years. Preferred securities give the issuer the right of no preferred dividend payment if the Bank does not pay any dividend to common shareholders. They carry interest at the 3-month Euribor plus a margin of 265b.p. If redemption option is not exercised the margin is increased by 132.5b.p. reaching 397.5b.p in total. The preferred securities are listed on the Luxembourg Stock Exchange.

On 5 December 2003 amount of € 100 million preferred securities with the same characteristics as those issued on 5 December 2002.

On 18 February 2005 amount of € 600 million preferred Securities without an interest step up clause, which also represent Lower Tier 1 capital for the Group since they fulfill the requirements of securities with interest step up clause as described above. The expenses of the issue mentioned above is amounted to €12 million. Non-cumulative dividend of preferred securities carry fixed interest at 6% for the first 5 years and thereafter interest is determined based on the formula $4x(\text{CMS10}-\text{CMS2})$ with a ceiling and floor rate of 10% and 3.25% respectively. CMS10 and CMS2 represent the Euribor of interest rate swaps of 10 and 2 years, respectively.

Hybrid securities	30.6.2006	31.12.2005
Perpetual with 1 st call option in 2012	300,000	300,000
Perpetual with 1 st call option in 2015	588,000	588,000
Total	<u>888,000</u>	<u>888,000</u>
Securities held from Group companies	(47,290)	(43,054)
Total	<u>840,710</u>	<u>844,946</u>

Additional Information

24. Contingent liabilities and commitments

a) *Legal issues*

The Bank in the ordinary course of business is a dependent in claims from customers and other legal actions. No provision has been recorded because after consolidation with legal council, 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 of the other companies of the Group.

b) *Tax issues*

The Bank's books and records have been audited by the tax authorities up to the year ended 31 December 2002. A tax audit is in process by the tax authorities for the years from 2003 up to 2005 and is expected to be finalized at the end of the current year. The other companies of the Group have been audited by the tax authorities up to the year ended 31 December 2000. Tax audits are currently in process in Alpha Leasing A.E. for the years from 2001 up to 2004 and in Alpha Astika Akinita A.E. for the years from 2000 up to 2004.

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

c) *Operating leases*

The Group's minimum future lease payments are as follows:

	30.6.2006	31.12.2005
Less than one year	29,416	25,396
Between one and five years	79,292	73,101
More than five years	59,619	46,567
Total	<u>168,327</u>	<u>145,064</u>

The minimum future lease revenues are as follows:

	30.6.2006	31.12.2005
Less than one year	7,061	4,149
Between one and five years	26,635	15,613
More than five years	16,058	12,864
Total	<u>49,754</u>	<u>32,626</u>

d) *Off balance sheet liabilities*

	30.6.2006	31.12.2005
Letters of credit	227,121	234,470
Letters of guarantee	4,296,624	3,749,766
Approved loan agreements and credit limits	12,920,532	12,232,183
Total	<u>17,444,277</u>	<u>16,216,419</u>

e) *Assets pledged*

	30.6.2006	31.12.2005
Securities linked to reverse repos	-	420,000
Investment securities	585,000	165,000
Total	<u>585,000</u>	<u>585,000</u>

From the investment securities portfolio an amount of € 80,000 is pledged for capital withdrawal and an amount of € 5,000 is pledged as collateral to clearing house of derivative transactions "ETESEP" A.E. as margin account insurance. The remaining securities are pledged as collateral with the Bank of Greece for the participation in the Inter-Europe clearing of payments system on an ongoing time (TARGET).

25. Group consolidated companies

The Group's subsidiaries and joint ventures that are consolidated are as follows:

a. Subsidiaries

Name	Country of Incorporation	Group's ownership interest %	
		30.6.2006	31.12.2005
Banks			
1. Alpha Bank London Ltd	United Kingdom	100.00	100.00
2. Alpha Bank Ltd	Cyprus	100.00	100.00
3. Alpha Bank Romania S.A.	Romania	99.91	99.91
4. Alpha Bank AD Skopje	Fyrom	100.00	100.00
5. Alpha Bank Jersey Ltd	Jersey	100.00	100.00
6. Alpha Bank AD Beograd (ex Jubanka AD Beograd)	Serbia	99.99	99.99
Leasing companies			
1. Alpha Leasing A.E.	Greece	99.64	99.61
2. Alpha Leasing Romania S.A.	Romania	99.93	99.92
3. ABC Factors A.E.	Greece	100.00	100.00
4. Alpha Asset Finance Ltd	Cyprus	100.00	100.00
5. Alpha Asset Finance C.I. Ltd.	Jersey	100.00	100.00
Investment banking			
1. Alpha Finance A.X.E.P.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 Advisory Romania SRL	Romania	99.98	99.98
5. Alpha Ventures	Greece	100.00	100.00
6. Alpha Equity Fund *	Greece	-	100.00
7. Alpha AEF European Capital Investments	Holland	100.00	100.00
Asset management			
1. Alpha Mutual Fund Management A.E.	Greece	100.00	100.00
2. Alpha Asset Management AEPEY Alpha Private Investment Services	Greece	100.00	100.00
3. A.E.P.E.Y	Greece	100.00	100.00
4. ABL Independent Financial Advisers Ltd	United Kingdom	100.00	100.00
Insurance			
1. Alpha Insurance A.E.	Greece	99.57	99.56
2. Alpha Insurance Romania S.A. **	Romania	-	99.92
3. Alpha Insurance Agents A.E.	Greece	100.00	100.00
4. Alpha Insurance Ltd Cyprus	Cyprus	99.92	99.92
5. Alpha Insurance Brokers S.R.L ***	Romania	99.91	-
Other companies			
1. Alpha Astika Akinita A.E.	Greece	65.16	61.21
2. Alpha Group Jersey Ltd	Jersey	100.00	100.00
3. Ionian Hotel Enterprises A.E.	Greece	92.53	90.28
4. Ionian Holdings A.E.	Greece	100.00	100.00
5. Oceanos A.T.O.E.E.	Greece	100.00	100.00
6. Alpha Credit Group Plc	United Kingdom	100.00	100.00
7. Alpha Bank London Nominees Ltd	United Kingdom	100.00	100.00
8. Alpha Trustees Ltd	Cyprus	100.00	100.00
9. Messina Holdings S.A.	Luxembourg	100.00	100.00
10. Flagbright Ltd	United Kingdom	100.00	100.00
11. Kafe Mazi A.E.	Greece	100.00	100.00
12. Evremethea A.E.	Greece	100.00	100.00

b. Joint Ventures

Name	Country of Incorporation	Group's ownership interest %	
		30.6.2006	31.12.2005
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	60.10	60.10

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

* Alpha Equity Fund has been merged through absorption by subsidiary Alpha Ventures (note 29, paragraph d).

** The sale of Alpha Insurance Romania S.A. was completed during the first quarter of 2006 (note 29 paragraph b).

*** Alpha Insurance Brokers S.R.L. was established by Alpha Bank Romania S.A. for brokerage insurance services and was consolidated for first time in first semester 2006.

The subsidiary Jubanka AD Beograd was re-named on 1.6.2006 to Alpha Bank AD Beograd (note 29, paragraph e).

The Group in the current quarter hedges the net investment risk in its subsidiaries Alpha Bank London and Alpha Bank Ltd. through the use of the FX swaps and interbank loans in the functional currency of the above subsidiaries.

26. Segment reporting

Analysis by sector

	(Millions of Euro)						
	30.6.2006						
	Group	Retail	Corporate Banking	Asset Management/ insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	697.2	439.4	135.3	10.3	29.4	81.9	0.9
Commission	194.2	61.7	41.7	45.3	24.7	24.1	(3.3)
Other income	79.1	4.6	1.0	19.0	5.8	13.4	35.3
Total income	970.5	505.7	178.0	74.6	59.9	119.4	32.9
Expenses	(446.6)	(242.4)	(49.1)	(42)	(19.9)	(72.9)	(20.3)
Impairment	(130.5)	(77.3)	(40.8)	(0.6)	-	(11.8)	-
Profit before tax	393.4	186.0	88.1	32.0	40.0	34.7	12.6
	30.6.2005						
	Group	Retail	Corporate Banking	Asset Management/ insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Net interest income	582.8	353.5	132.0	11.2	19.3	66.1	0.7
Commission	163.4	53.8	43.7	36.3	12.8	20.4	(3.6)
Other income	62.2	4.8	1.7	16.3	(4.8)	13.4	30.8
Total income	808.4	412.1	177.4	63.8	27.3	99.9	27.9
Expenses	(404.6)	(222.2)	(47.4)	(39.3)	(15.9)	(62.3)	(17.5)
Impairment	(124.2)	(64.9)	(53.3)	3.2	-	(9.2)	-
Profit before tax	279.6	125.0	76.7	27.7	11.4	28.4	10.4

i. Retail banking

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

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

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

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

In this sector are also included the leasing products which are offered through the subsidiary company Alpha Leasing and factoring services to third parties through the subsidiary company ABC Factors.
- iii. Asset management / Insurance
Consists of a wide range of asset management services through Group's private banking, the subsidiary company Alpha Asset Management and also the mutual fund company Alpha AEDAK.
Also, is offered a wide range of insurance products to individuals and companies through the subsidiary company Alpha Insurance.
- 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 subsidiaries with activities on the above products (Alpha Finance, Alpha Ventures). Includes also the activities of the Dealing Room in the interbank market (FX Swaps, Bonds, Futures, IRS, Interbank placements – Loans etc.).
- v. South Eastern Europe
Consists of the Bank's branches and subsidiaries operating in South Eastern Europe.
- vi. Other
This segment consist of the non-financial subsidiaries and other foreign subsidiaries excluding those in South Eastern Europe and Bank's administration section.

27. Capital adequacy

The ratios measure capital adequacy by comparing the Group's regulatory own funds with the risks that it undertakes (risk weighted assets). Own funds include Tier I capital (share capital, reserves, minority interest), additional Tier I capital (hybrid debt) and Tier II capital (subordinated debt and fixed asset revaluation reserves). The risk-weighted assets arise from the credit risk of the investment portfolio and the market risk of the trading portfolio.

The Group uses all modern methods to manage capital adequacy. It has issued hybrid and subordinated debts which are included on the calculation of regulatory funds. The cost of these debts is lower than share capital and adds value to the shareholders.

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.

	(Millions of Euro)	
	30.6.2006	31.12.2005
Risk-weighted assets from credit risk	30,143	27,447
Risk-weighted assets from market risk	801	792
Total risk-weighted assets	30,944	28,239
Upper Tier I capital	2,238	2,210
Tier I capital	2,973	2,950
Total Tier I + Tier II capital	3,857	3,821
Upper Tier I ratio	7.2%	7.8%
Tier I ratio	9.6%	10.4%
Capital adequacy ratio (Tier I + Tier II)	12.5%	13.5%

28. Related-party transactions

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

	30.6.2006	31.12.2005
Loans	2,616	5,628
Deposits	15,756	14,854
Letters of guarantee	147	145

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

	30.6.2006	31.12.2005
Assets		
Loans and advances to customers	978	1,390
Liabilities		
Due to customers	875	639
Letters of guarantee	2,567	1,353

	From 1 January up to	
	30.6.2006	30.6.2005
Income		
Interest and similar income	51	56
General administrative revenue	17	12
Other income	223	-
Total	291	68
Expenses		
Interest and similar charges	3	3
General administrative expenses	320	-
Total	323	3

- c. The Group companies Board of Directors' fees for the first semester amount to € 3,814 (30.6.2005: € 2,110). The increase is due to modifications made in Bank's Board of Directors as at 23 February 2005 and the placement of two new Executive General Managers.

29. Mergers and disposals of subsidiaries and associates

- a) On 1 February 2006 the Bank transferred 2,178,000 shares of Alpha Private Investment Services AEPEY representing 99% of the company's share capital to another subsidiary Alpha Bank London Ltd at an amount of €3.4 million. This transfer was made in accordance to the Group's reorganization and did not have any affect on the Group's results.
- b) The legal transfer of Alpha Insurance Romania S.A. shares to third parties was completed on 16 February 2006 at an amount of € 2.6 million. The sales agreement was signed on 11 October 2005. Group's ownership interest in the company amounted to € 2.2 million. The result from the sale of Alpha Insurance Romania S.A. shares amounted to € 0.4 million.
- c) On 24 February 2006 the total shares of Lesvos Tourist Company A.E. or 24.99% of the company's total share capital was sold to third parties for € 2 million, making a profit of € 1.4 million. The Company was consolidated under the equity method.

- d) The legal procedure of the merger by absorption of the subsidiary Alpha Equity Fund by Alpha Ventures, which is also a subsidiary, became effective on 31 May 2006, when the relevant decision of the Greek Ministry of Development was published in the S.A. Register. In company's new share capital derived from the above merger the Bank has 100% direct and indirect ownership interest.
- e) On 31 May 2006 was completed the merger by absorption of Bank's Belgrade branch by Jubanka a.d. Beograd, Bank's new acquisition in 2005, which was re-named on 1 June 2006 to Alpha Bank A.D. Beograd. As a result of the above mentioned merger the Bank's participation in Alpha Bank A.D. Beograd increased by € 22,928 thousand.
- f) On 14 June 2006 was completed the sale of Geosynthesis A.E. representing 20% of company's share capital for € 13.8 thousand. The Bank made a profit of € 13.8 thousand.

30. Events after the balance sheet date

- a) The Bank, based on decisions of the Ordinary General Shareholders Meetings held in prior years, had until 31 December 2005 acquired 8,398,426 treasury shares which represent 2.88% of its share capital.
According to Ordinary General Shareholders meeting held on 18 April 2006 the Bank may proceed, until 17.4.2007, to the purchase of up to 3% of its total outstanding paid-in share capital.

The Board of Directors, at its meeting on 18 July 2006, decided the termination as of 20 July 2006 of the current share buyback period, for the period 22 May 2006 up to 20 October 2006, and the initiation of a new time period from 21 July 2006 to 17 April 2007, for the purchase of up to 6,230,552 treasury shares at the lower and upper limit share purchase price of €3.90 and €26.00 per share respectively.

According to the approved by the Ordinary General Shareholders Meeting, held on 18 April 2006, purchase plan of treasury shares for 2006, the Bank has purchased 1,359,723 shares with cost of €25,800 (€18.97 per share), during the period from 3 July 2006 to 20 July 2006.

The total of treasury shares purchased on 20 July 2006 was 17,767,876 shares or 4.36% of the issued share capital.

- b) The procedure of finding prospective buyers of the Rhodes Hilton Hotel of Ionian Hotel Enterprises A.E. is still in progress.
- c) On 30 December 2005 the Board of Directors of Alpha Mutual Funds AEDAK and Alpha Assets Management AEPEY decided to start the process of merging the two companies, by absorption of the second by the first, with a balance sheet date of 31 December 2005. Both companies are wholly owned subsidiaries of the Bank. The merger is expected to be completed during 2006.

Athens, 27 July 2006

CHAIRMAN

MANAGING DIRECTOR

EXECUTIVE DIRECTOR

CHIEF GROUP FINANCIAL REPORTING

YANNIS S. COSTOPOULOS
A.Δ.T. X 661480

DEMITRIOS P. MANTZOUNIS
A.Δ.T. I 166670

MARINOS S. YANNOPOULOS
A.Δ.T. N 308546

GEORGIOS N. KONTOS
A.Δ.T. Ξ 347245