attica bank

CONSOLIDATED ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2006

In accordance with International Financial Reporting Standards

The Consolidated Financial Statements of the Bank, as well as the notes attached, have been approved by the Board of Directors on 14th 2007 and have been posted on the Bank's website.

Athens, 14 March 2007

THE CHAIRMAN OF THE BOARD & CHIEF EXECUTIVE OFFICER	THE VICE CHAIRMAN OF THE BOARD	THE ACCOUNTING DEPARTMENT MANAGER
TRYPHON E. KOLLINTZAS	DIMITRIOS A. BOUZIAKAS	CHRISTOS K. MARANTOS
I.D. No AA 026187	I.D. No. N.180730	I.D. No M 481653 E.C.G. LICENSE No 17216/A' CLASS

TABLE OF CONTENTS OF CONSOLIDATED FINANCIAL STATEMENTS

AUDITORS' REPORT

To the Shareholders of ATTICA BANK S.A.
Report on the financial statements

We have audited the accompanying consolidated financial statements of ATTICA BANK S.A. ("the Bank") and its subsidiaries ("the Group"), which comprise the balance sheet as at December 31, 2006, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Responsibility of the Management for the Financial Statements.
Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards that have been adopted by the European Union. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Responsibility of the Auditor.
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Greek Auditing Standards, which are based on the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion
In our opinion, the abovementioned financial statements present fairly, in all material respects, the financial position of the Group as of December 31, 2006, and the financial performance and the cash flows of the Group for the year then ended in accordance with International Financial Reporting Standards that have been adopted by the European Union.

Without qualifying our opinion, we would like to draw your attention to the note no 29.1 in the Consolidated Financial Statements which refers to the matters concerning the application of Law 3371/2005 (Bank Insurance Fund) by the Bank.

Report on Other Legal and Regulatory Requirements

The Board of Directors Report is consistent with the abovementioned financial statements.

Grant Thornton
44, Vas. Konstantinou Str, 116 35 Αθήνα
SOEL Reg. No 127

Athens, 15 March 2007

The Certified Public Accountant Auditor	The Certified Public Accountant Auditor
Athanasia M. Arabatzi	**George N. Deligiannis**
SOEL Reg. No 12821	SOEL Reg. No 15791

INCOME STATEMENT
(Amounts reported in €)

		YEAR ENDED ON	
	Note	**31/12/2006**	**31/12/2005**
Interest and similar income	**4**	160.317.862,65	137.268.027,91
Less: Interest expense and similar charges	**5**	(77.097.878,56)	(59.170.186,36)
Net interest income		**83.219.984,09**	**78.097.841,55**
Fee and commission income	**6**	34.143.047,50	31.010.230,94
Less: Fee and commission expenses	**7**	(1.474.438,53)	(1.166.651,85)
Net fee and commission income		**32.668.608,97**	**29.843.579,09**
Dividend Income	**8**	475.919,74	523.230,56
Gains/ (Losses) from trading	**9**	3.726.462,54	5.565.606,59
Gains/(Losses) from investment securities	**10**	725.312,60	367.879,76
Other operating income	**11**	5.456.837,30	2.660.792,35
Operating income		**126.273.125,24**	**117.058.929,90**
Provisions for credit risks	**19**	(23.639.788,94)	(44.300.000,00)
Employee Compensation & Expenses	**12**	(57.602.196,38)	(50.292.134,01)
Operating expenses	**12**	(35.530.702,86)	(28.250.855,26)
Depreciation	**12**	(5.766.120,69)	(5.313.969,95)
Total operating expenses		**(122.538.808,87)**	**(128.156.959,22)**
Profit / (loss) before taxes		**3.734.316,37**	**(11.098.029,32)**
Less taxes	**13**	(2.860.496,18)	1.208.664,04
Profit / (loss) after taxes		**873.820,19**	**(9.889.365,28)**
Attributable to:			
Equity holders of the Bank		873.670,65	(9.889.377,77)
Minority interest		149,54	12,49
Basic and Diluted Earnings/losses per share	**14**	0,01	(0,12)

BALANCE SHEET
(Amounts reported in €)

	Note	31/12/2006	31/12/2005
ASSETS			
Cash and balances with Central Bank	**15**	100.226.638,54	93.310.798,19
Due from other financial institutions	**16**	404.721.802,02	344.718.719,51
Trading portfolio	**17**	20.498.657,49	18.423.674,49
Derivative financial instruments – assets	**18**	35.754,00	91.862,50
Loans and advances to customers (after provisions)	**19**	2.205.556.040,82	1.787.541.986,75
Investment portfolio	**20**	234.225.708,42	145.947.643,82
Investments in subsidiaries	**21**	0,00	125.437,37
Intangible assets	**22**	7.291.492,00	7.084.034,47
Property, plant and equipment	**23**	32.970.133,25	31.848.837,98
Deferred tax assets	**28**	21.588.958,72	21.945.042,99
Other assets	**24**	66.309.406,72	64.100.016,22
Total assets		**3.093.424.591,98**	**2.515.138.054,29**
LIABILITIES			
Due to other financial institutions	**25**	297.076.016,22	172.718.336,32
Deposits due to customers and similar liabilities	**26**	2.421.754.505,87	1.954.153.738,08
Derivative financial instruments – liabilities	**18**	0,00	14.367,62
Issued Bonds	**27**	149.557.925,00	148.985.631,66
Provisions for retirement benefit obligations	**29**	35.700.155,76	37.436.420,45
Other provisions for risks and liens	**30**	7.106.341,69	2.205.431,35
Deferred tax liabilities	**28**	1.307.650,69	713.135,89
Other liabilities	**31**	27.190.034,37	45.693.542,61
Total liabilities		**2.939.692.629,60**	**2.361.920.603,98**
EQUITY			
Share capital	**32**	28.902.268,50	28.902.268,50
Share premium account	**32**	108.248.134,98	157.527.001,45
Accumulated profit/loss	**32**	10.114.550,72	(56.650.966,82)
Reserves	**33**	6.466.584,09	23.438.919,77
Attica Bank shareholders' equity		**153.731.538,28**	**153.217.222,90**
Minority interest in equity		424,10	227,41
Total equity		**153.731.962,38**	**153.217.450,31**
Total liabilities and equity		**3.093.424.591,98**	**2.515.138.054,29**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(Amounts reported in €)

	Share capital	Share premium	Reserves	Accumulated deficit	Minority rights	Total equity
Balance at 01/01/2005	**28.902.268,50**	**157.527.001,45**	**26.372.355,07**	**(52.719.318,25)**	**27.850.730,45**	**187.933.037,22**
Profit/Loss for the period after tax				(9.889.377,77)	12,49	**(9.889.365,28)**
Investment portfolio - -Available for sale securities			(1.239.526,87)			**(1.239.526,87)**
Tax attributable to differences recognized directly in equity			6.991,67	3.566.512,99		**3.573.504,66**
Sale of subsidiary company					(2.432.708,08)	**(2.432.708,08)**
Return of capital due to winding-up of subsidiary company			(1.146.695,64)	1.837.011,75	(24.579.898,22)	**(23.889.582,11)**
Minority dividends paid					(837.909,23)	**(837.909,23)**
Reserves created from distribution			20.324,82	(20.324,82)		**0,00**
Revaluation surplus from securities			(574.529,28)	574.529,28		**0,00**
Balance at 31/12/2005	**28.902.268,50**	**157.527.001,45**	**23.438.919,77**	**(56.650.966,82)**	**227,41**	**153.217.450,31**
Profit/Loss for the period after tax				873.670,65	149,54	**873.820,19**
Investment portfolio - -Available for sale securities			93.836,04			**93.836,04**
Tax attributable to differences recognized directly in entity				(492.788,66)		**(492.788,66)**
Consolidation of subsidiary company				39.599,00	49,99	**39.648,99**
Transfer to reserves			11.511,12	(11.511,12)		**0,00**
Share capital increase	49.278.866,46	(49.278.866,46)				**0,00**
Share capital decrease	(49.278.866,46)			49.278.866,46		**0,00**
Prior period securities loss brought forward			(17.084.678,11)	17.084.678,11		**0,00**
Minority dividends paid				(1,65)	(2,83)	**(4,48)**
Reserves created from distribution			6.995,26	(6.995,26)		**0,00**
Balance at 31/12/2006	**28.902.268,50**	**108.248.134,98**	**6.466.584,09**	**10.114.550,72**	**424,10**	**153.731.962,38**

CASH FLOW STATEMENT		**YEAR ENDED ON**	
(Amounts reported in €)	**Note**	**31/12/2006**	**31/12/2005**
Cash flows from operating activities			
Interest and similar income		154.915.107,33	135.059.575,41
Interest paid		(72.406.143,46)	(58.970.183,08)
Dividends received		475.919,74	523.230,56
Commission received		34.031.662,41	30.964.115,15
Commission paid		(1.474.438,53)	(1.166.651,85)
Profit (loss) from financial trading		3.550.691,49	5.215.877,32
Other income		2.931.337,30	2.185.482,11
Cash payments to employees and suppliers		(87.785.893,27)	(75.098.837,90)
Income taxes paid		(3.281.253,09)	(2.407.020,76)
Cash flows from operating activities before changes in operating assets and liabilities		**30.956.989,92**	**36.305.586,96**
Changes in operating assets and liabilities			
Net (increase)/decrease in trading securities		(1.857.652,72)	532.197,05
Net (increase)/decrease in due from other financial institutions			
Net (increase)/decrease in loans and advances to customers		(441.378.279,32)	(92.938.708,53)
Net (increase)/decrease in other assets		5.254.832,50	(30.194.401,21)
Net increase/(decrease) in due to other credit institutions		124.357.679,90	84.700.953,18
Net increase/(decrease) in deposits due to customers and similar liabilities		467.600.767,79	(109.349.843,63)
Net increase/(decrease) in other liabilities		(23.426.047,84)	23.154.098,34
Total changes in operating assets and liabilities		**130.551.300,31**	**(124.095.704,80)**
Net cash from operating activities		**161.508.290,23**	**(87.790.117,84)**
Net cash from investment activities			
Purchases of intangible assets		(2.179.999,65)	(2.229.715,79)
Purchases from property, plant and equipment		(5.210.910,80)	(9.071.930,58)
Profit/loss from sale of property, plant and equipment		19.921,11	0,00
Purchases of held to maturity investment securities		(5.000.000,00)	(26.981.308,24)
Maturity of held to maturity investment securities		5.142.773,26	5.149.082,91
Purchases of available for sale investment securities		(323.685.284,71)	(80.261.847,74)
Disposal of available for sale securities		236.215.798,90	44.864.979,75
Acquisition of subsidiaries, net of cash (acquired)		0,00	(125.437,37)
Disposal of subsidiaries shares, net of cash (acquired)		0,00	(2.041.388,14)
Return of capital due to winding-up of subsidiary company		0,00	3.521.742,32
Net cash from investment activities		**(94.697.701,89)**	**(67.175.822,88)**
Net cash from financing activities			
Proceeds from issue of debt securities		0,00	148.940.751,42
Proceeds from issue of shares or other securities		100,00	0,00
Repayment of liabilities from debt securities		0,00	(10.000.000,00)
Profit / loss from measurement of derivatives			
Dividends paid		(4,48)	0,00
Purchase of treasury shares			
Profit / loss from sale of treasury shares			
Net cash from financing activities		**95,52**	**138.940.751,42**
Net increase/(decrease) in cash and cash equivalents		**66.810.683,86**	**(16.025.189,30)**
Cash and cash equivalents at beginning of year		438.029.517,70	454.054.707,00
Plus Cash and cash equivalents of first time consolidated company at beginning of year		108.239,00	0,00
Cash and cash equivalents at end of the year		**504.948.440,56**	**438.029.517,70**

1. GENERAL INFORMATION

The Group of Attica “the Group” provides a wide variety of financial and banking services to individuals and companies.

The Group employs 1.132 employees and operates in Greece.

The parent company of the Group is Attica Bank the “Bank”. Attica Bank S.A. is a limited liability company. The Registration Number of the Company is 6067/06/B/86/06. The Bank is listed on the Athens Stock Exchange (ASE). The address of the Bank's registered office is 23, Omirou Street in the prefecture of Athens (Postal Code 106-72). The same prefecture is also competent for the other Group companies.

The aforementioned financial statements have been approved for issue by the Board of Directors on 14 March 2007, and are subject to approval of the annual Ordinary General Meeting of Shareholders.

The members of the Boards of Directors of the companies of the Group are referred in the individual Financial Statements of the companies. In the same financial statements are also mentioned the statutory auditors that have been elected to conduct the audit of the financial statements for the year 2006, as also their website addresses

2. PRINCIPAL ACCOUNTING POLICIES

(2.1) Basis for presentation of the Financial Statements

The Annual Consolidated Financial Statements of the Group have been prepared in accordance with International Financial Reporting Standards (I.F.R.S.) that have been adopted by the European Union as well as the standards and interpretations that have been approved by the International Accounting Standard Board.

The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of available for sale investment securities, financial assets and liabilities held at fair value through profit and loss, all derivative contracts as well as the property, plant and equipment (land and buildings) that are measured at fair value.

The amounts reported in the financial statements are presented in Euro.

The preparation of Financial Statements in conformity with generally accepted accounting policies, requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent receivables and liabilities at the date of preparation of Financial Statements and the reported amounts of revenues and expenses during the reporting period. Use of available information and application of judgment are inherent in the formation of estimates. Actual results in the future could differ from such estimates and the differences may be material to the financial statements.

(2.2) Consolidation

The consolidated financial statements include the financial statements of the Bank and its subsidiaries and hereafter referred to as ‘Group”. The financial statements of the subsidiaries have been prepared according to the parent company’s balance sheet date.

Subsidiaries are entities, over which the Bank holds either directly or indirectly more than 50% of the voting power or has significant influence and control of the business decisions taken.

All subsidiaries are consolidated according to the method of full consolidation. Subsidiaries are included in the consolidated financial statements from the date that control commences until that control ceases. Intercompany transactions and balances are eliminated from the consolidated financial statements.

(2.3) Associates

Associates are those entities over which the Group holds 20% to 50% of the voting power and has significant influence but not control. Investments in associates are accounted for by the equity method of accounting. According to this method investments in associates are initially recognized at cost.

The Group’s share of its associates’ post-acquisition profits or losses is recognized in the income statement and its share of post-acquisition movements in reserves is recognized in reserves. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group’s share of losses in an associate equals or exceeds its interest in associate, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate

(2.4) Foreign currency translation

The functional currency is Euro (€).

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies, are translated into the functional currency using the exchange rates prevailing at the balance sheet closing date. Translation differences are recognized in the income statement.

Translation differences arising from the translation of non-monetary assets are a component of the change in their fair value. Differences arising from the translation of non-monetary assets, such as securities held at fair value through profit or loss, are recognized in the income statement. Differences arising from the translation of non-monetary assets, such as an available-for-sale financial assets, are recognized in equity until the sale of this non-monetary asset.

(2.5) Investments in financial assets

The Group classifies its investments in financial assets as held-to-maturity, available-for-sale or assets in fair value through profit or loss. Classification is decided at initial recognition.

Initially, all investments are recognized on trade date and measured at cost, being the fair value of consideration given. Transaction costs are capitalized, if they are available-for-sale and held-to-maturity investments, whereas they are recorded directly to the income statement if they are financial assets at fair value through profit or loss.

Financial assets at fair value through profit or loss: This category has two subcategories: financial assets held for trading and financial assets designated at fair value through profit or loss at inception. Trading securities are acquired principally for the purpose of generating short term profit and include securities such as shares, bonds, and mutual fund units. After initial recognition, financial assets designated at fair value through profit or loss are stated at fair value. Gains or losses arising from changes in the fair value of these investments are recognized in the income statement.

Held-to-maturity investment securities: Investments with fixed maturities and fixed or determinable payments which the Bank has the positive intention and ability to hold to maturity. These investments are carried at amortized cost using the effective interest rate method. The amortized cost is calculated by taking into account the acquisition cost and any premium or discount on acquisition date less any provision for impairment.

Available-for-sale investment securities: Are those intended to be held for an indefinite period of time, to maturity or sold in response to needs for liquidity or to gain from the changes in interest rates or foreign currency exchange rates. After initial recognition, the investments classified as available-for-sale are carried at fair value. Gains and losses arising from changes in fair value of these investments are recognized directly in equity, until sold or collected or impaired at which time they are transferred to the income statement.

Fair value estimation
Investments that are quoted in active markets are valued at fair value, which is determined according to the current bid prices at balance sheet date. Non listed investments are valued at estimated fair value which is determined by using valuation techniques, adjusted so to take into consideration the distinctiveness of these securities and is also compared with current prices of other similar companies which are quoted in active markets.

All regular purchases and sales of financial assets are recognized on trade date, the date on which the Bank commits to purchase or sell the asset. The term "regular" purchases and sales of financial assets requires the delivery of a financial asset to be realized within the time period specified by either the responsible committee or is established by the existing practice.

(2.6) Sale and Repurchase agreements (Repos)

Securities sold subject to a linked repurchase agreement (Repos) are disclosed in the financial statements as available-for-sale investments, while the respective liability is disclosed, depending on the counter party, as amounts due to credit institutions, to customers or other deposits. Securities purchased under agreements to resell

(Reverse Repos) are recorded in the financial statements as due from credit institutions. The difference between sale and repurchase price is recorded in the income statement and is accrued over the term of the agreement using the effective interest rate method.

(2.7) Property, plant and equipment

Property, plant and equipment include land, buildings, leasehold improvements, furniture and other equipment and vehicles, held by the Group either for operational purposes or for administrative purposes. Land and buildings are carried at fair value, based on valuations by independent valuers, regularly, and the difference arising from the valuation is credited to equity under revaluation reserve. The leasehold improvements, furniture and other equipment as well as vehicles are carried at cost less accumulated depreciation and accumulated impairment losses.

Depreciation: Land is not depreciated. Depreciation on other property, plant and equipment assets is calculated using the straight-line method over their estimated useful lives, which is reviewed annually, as follows:

Buildings	30-35 years
Hardware	4-5 years
Furniture and other equipment	6-7 years
Vehicles	6-9 years

"Third party leasehold improvements" are depreciated over either the useful life of the improvement or the duration of the lease whichever is the shortest.

Impairment: The Group reviews annually its property, plant and equipment for impairment. If there are indications of impairment the carrying value of the property, plant and equipment is reduced to its recoverable amount and the respective decrease is recognized as an expense in the income statement. However, impairment should be charged directly against any related revaluation reserve to the extent that the impairment does not exceed the amount held in the revaluation reserve in respect of that same asset.

(2.8) Foreclosed assets

Foreclosed assets acquired through foreclosure for the settlement of uncollected receivables from loans and advances are initially measured at cost which includes transaction costs. Foreclosed assets are disclosed in the Balance Sheet under "Other Assets". After initial recognition foreclosed assets are carried at fair value. The difference between the fair value and cost of acquisition is recorded in profit and loss.

(2.9) Intangible Assets

Intangible assets include computer software. Computer software which is acquired and can be clearly identified is capitalized at the cost of acquisition. Subsequently, they are carried at cost less any accumulated amortization and any impairment losses. Computer software is amortized over 4-7 years. Group management, on an annual basis, examines the fair value of intangible assets so as to conclude whether there exists an indication of impairment or whether the useful life should be amended. In the case when the carrying value of an intangible assets exceeds its recoverable value, a corresponding impairment is charged to the income statement.

(2.10) Goodwill

Goodwill represents the excess of the cost of the acquisition over the fair value of the share of the entity's equity at the date of acquisition.

At each balance sheet date, on annual basis, the carrying amount of goodwill is reviewed by the Group management for evidence of impairment. In case that the recoverable value is lower than the carrying amount, then the goodwill is reduced to its recoverable amount.

(2.11) Cash and cash equivalents

Cash and cash equivalents include monetary assets with less than three months to maturity.

(2.12) Loans and advances

Loans and advances are recorded on the disbursement date at cost, which is the fair value of the capital, including the direct expenses and income which relate to the loan. Subsequent to initial recognition, loans and advances are carried at amortized cost using the effective interest rate method.

(2.13) Provisions for credit risks

Loans and advances to customers are carried on the balance sheet after deducting provisions for losses.

The recoverability of loans and advances is reviewed on an individual basis for those loans which the Group considers as significant. The evaluation takes into account the financial position, credit standing, past repayment pattern, the transaction behavior, the credit worthiness of guarantors and the realizable value of collaterals.

Loans and advances which are not considered significant as well as the ones which are considered significant but there are no impairment indications are grouped on the basis of similar credit risk characteristics, such as consumer loans, mortgage loans, credit card loans etc. The Bank examines on a collective basis the possible provision for loan losses. During the evaluation of each category the factors which are taken into account are the amount of non-performing or doubtful loans, the aging of overdue loans, the collectibility since they were categorized as doubtful, the existing financial status, the market conditions and historical losses.

When a loan is considered as doubtful, its carrying amount is reduced to its estimated recoverable amount, which is the present value of estimated future cash flows, including the amounts to be recovered from collaterals and guarantees held, discounted with the effective interest rate of the loan.

The differences in the recoverable amounts and the period that they are expected to be collected are compared with previous calculations and when a difference arises it is recorded to the income statement. The reverse of the provision for loan losses occurs only in the case that the credit standing of the customer has improved to an extent that the capital and interest will be collected according to the terms of the loan agreement.

No interest is accounted for on loans overdue 6 months. In this case interest is presented in memo accounts.

Loans and other advances are written off against the related provision, when it is considered uncollectible

(2.14) Leases

The Group is the lessee

Operating Leases
The Group has entered into operating lease contracts where risks and rewards of ownership of the assets are retained by the lessor. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

Finance Leases
The Group has entered into finance lease contracts where risks and rewards of ownership of the leased assets have been assumed by the Group.
At inception finance leases are carried at the lower between the fair value of the lease payments and the present value of the minimum lease payments. Subsequently, the leased land and buildings are revalued at fair value.

The leased assets are depreciated over the shorter period between the term of the lease and the useful life unless it is almost certain that the Group will assume the property of the asset upon the termination of the contract. If the lease transfers the ownership of the asset upon the termination of the contract or if there is the option of purchase at a **lower** price, then the depreciable period is the asset's useful life.

Lease payments are distinguished in the amount referring to interest repayment and capital repayment. The distinction is made in order to achieve a fixed repayment schedule. Interest payments are charged to the income statement.

The Group is the lessor

The Group acts as the lessor and the classification of the leases is based on the extent to which all the risks and rewards of ownership of a leased asset belong to the lessor or lessee. A lease is classified as a finance lease when it substantially transfers all risks and rewards of ownership. A lease is classified as an operating lease when substantially all risks and rewards of ownership are not transferred.

Finance leases: The Group in its Balance Sheet, recognizes the held assets under a finance lease as a claim, with value equal to the net investment of the lease. Leases are treated as repayment of capital and as finance income.

The recognition and allocation of the finance income is based on a model that reflects a stable periodic rate of return of the net investment on the outstanding part of the finance lease.

Operating leases: Operating leased assets are presented in the financial statements as tangible fixed assets.

Rental income, excluding cost of services, is recognized in the income statement on a straight line basis over the lease term. Cost, including depreciation, which are undertaken for the acquisition of rental income is recognized in expenses.

(2.15) Derivative financial instruments and hedging

Derivative financial instruments include forward foreign exchange contracts, interest rate swaps, foreign exchange swaps and other derivative financial instruments.

Derivatives for trading purposes: Derivatives that do not qualify for hedging purposes are considered as entered into for trading purposes. Initially, derivatives are recognized in the balance sheet at fair value (which is essentially the transaction cost) on the date on which the contract is entered into. Subsequently they are remeasured at fair value. Fair values are obtained from quoted market prices, discounted cash flow models and options pricing models as appropriate. All derivatives are carried as assets when their fair value is positive and as liabilities when their fair value is negative.

A derivative may be a component of a financial instrument. The combined financial instrument includes both a derivative and a host contract and is known as embedded derivative. An embedded derivative should be separated from the host contract and accounted for as a derivative if all of the following conditions are met: a) the economic characteristics and risks of the embedded derivative are not closely related to the economic characteristics and risks of the host contract, b) a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative and c) the hybrid (combined) instrument is not measured at fair value with changes in fair value reported in the income statement.

Changes in the fair value of derivatives are reported in the income statement.

Hedging: For the purposes of hedge accounting, hedging is designated as a fair value hedge, when the exposure to changes in the fair value of a recognized asset or liability is hedged or as cash flow hedge when the exposure to variability in cash flows that is attributable to a particular risk associated with a recognized asset or liability is hedged. For the derivatives that are used for hedging purposes the Group applies hedge accounting which includes a description of the hedged item, of the hedging instrument, the nature of the risk being hedged and the enterprise's risk management strategy. Furthermore, it documents whether or not the hedging is effective at inception and throughout the life of the hedge. That is whether or not fair value changes derived from the hedged exposure are offset by the changes of the hedging instrument and are within a range of 80% to 125%.

In fair value hedge transactions which meet the criteria for hedge accounting, gains or losses which are due to the valuation of the hedging instrument to fair value are recorded in the income statement. The hedged item is valued at fair value and the gains or losses are recorded in the income statement.

Changes in the fair value of the effective portion of derivatives that are designated and qualify as cash flow hedges and that prove to be highly effective in relation to the hedged risk, are recognized in the hedge reserve in equity. Otherwise, gains and losses which refer to the ineffective portion of the hedge are recorded in the income statement.

When the criteria for hedge accounting are no longer met, due to the hedging being no longer effective or due to the fact that the hedged exposure has been derecognised, then the related accumulated gains or losses recognized in equity are transferred to the income statement.

(2.16) Offsetting of assets and liabilities

Financial assets and liabilities are offset and the net amount is reported in the financial statements when there is a legal right to set off the recognized amounts and there is an intention to realize the asset and settle the liability simultaneously or on a net basis.

(2.17) Interest income and expense

For all financial assets and liabilities, interest income and expense are recognized in the income statement using the effective interest rate method.

The effective interest rate method is a method of calculating the amortized cost of the financial asset or financial liability and of allocating the interest income or expense over the reported period. The effective interest rate is the rate that discounts the estimated future cash receipts or payments through the expected estimated life of the financial instrument.

When a financial asset or a group of financial assets has been written down as a result of an impairment loss, interest income is recognized using the interest rate used to discount the future cash flows for the purpose of measuring the impairment loss.

(2.18) Fee and commission income

Fees and commissions are recognized in the income statement in the period that the service has been provided. Commission and fees arising from third party transactions, are recognized in the income statement upon the completion of the underlying transaction. Portfolio management fees and other management advisory and service fees are recognized in the income statement according to the applicable service contracts, usually on a proportional basis.

(2.19) Provisions

The Group recognizes a provision for contingent liabilities and risks when:

- there is a present legal or constructive obligation as a result of past events,
- a reliable estimate of the amount of the obligation can be made and
- it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

(2.20) Income tax

Deferred income tax is calculated based on the temporary differences arising between the carrying amount of assets and liabilities included in the financial statements and their amounts as measured for tax purposes.

Deferred income tax is determined using tax rates that have been enacted or substantially enacted.
The Group recognizes deferred tax assets when it is probable that sufficient taxable profit will be available against which the deferred tax asset can be utilized.

Deferred income tax is also recognized in cases that temporary differences arise from investments in subsidiaries and associates, except when the timing of the reversal of the temporary difference can be controlled by the Group and it is probable that the temporary difference will not be reversed in the foreseeable future.

Income tax payable on profits, based on the applicable tax law is recognized as an expense in the income statement of the year. Tax losses available for carry forward for offsetting are recognized as an asset when it is probable that future taxable profits will be available and they will exceed the accumulated tax losses.

Deferred tax asset or liability arising from the re-measurement of fair value of available for sale securities and cash flow hedges, which are charged or credited directly to equity, is also charged directly to equity.

(2.21) Employee benefits

The Group participates in various retirement benefit plans for its employees. Those include both defined benefit and defined contribution plans.

For defined contribution plans the Group has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

A defined benefit plan is a pension plan that the obligation of the Group is to define an amount of pension benefit that an employee will receive at retirement, usually dependent on one or more factors such as age, years of service and compensation. The liability in respect of a defined benefit pension plan is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains/losses and past service cost. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government securities which have terms to maturity approximating the terms of the related liability.

Actuarial gains and losses which can be derived from adjustments according to past experience, as well as changes in actuarial assumptions, are debited or credited to the income statement over the employees' expected average remaining working lives.

(2.22) Derecognition of a financial instrument from the financial statements

A financial instrument is derecognised from the Bank financial instruments when the Group loses control of the contractual rights that comprise the financial instrument. The Group loses such control if it realizes the rights to benefits specified in the contract, the rights expire, or the enterprise surrenders those rights.

(2.23) Segment reporting

A Business segment is the primary type of information. A Business segment is a group of assets and operations engaged in providing services that are subject to risks and returns that are different from those of other business segments.

A geographical segment is the secondary type of information. A geographical segment is engaged in providing services about the Group's activities within a particular economic environment that are subject to risks and returns that are different from those of segments of operating in other economic environments.

(2.24) Treasury shares

Treasury shares held by the Bank or other company of the Group are carried at cost and they are deducted from equity until they are cancelled. Where such shares are subsequently sold or reissued, the gain or loss from the sale is not recorded in the income statement but directly recognized in equity.

(2.25) Borrowing Costs

Borrowing cost, according to IAS 23, is recognized as an expense in the income statement of the year in which it incurred.

(2.26) Related party transactions

Related parties are entities, which the Bank holds either directly or indirectly more than 50% of the share capital or has significant influence in making financial and operating decisions. Also, related parties are considered to be the members of the Group's management, their close relatives, companies owned or controlled by them and companies over which they can influence the financial and operating policies.

All the banking transactions entered into with related parties are made on substantially the same terms that are performed similar transactions with other non-related parties, in the same period.

(2.27) Earnings per share

Basic earnings per share (EPS) ratio is calculated by dividing the net profit or loss for the period attributable to ordinary Bank's shareholders by the weighted average number of ordinary shares outstanding during the period.

The diluted earnings per share ratio is computed using the same method as for basic EPS, the determinants are adjusted to reflect the potential dilution that could occur if convertible debt securities, options, warrants or other contracts to issue ordinary shares were converted or exercised into ordinary shares.

(2.28) Custody services

The Group offers custody services to individuals and companies for their assets. These assets do not belong to the Group. The gains or losses arising from them and from the investment of them are not represented in the financial statements of the Group. Commissions which are collected from custody services are recognized in the income statement.

(2.29) Reclassification of items

In the Income statement for the year 2006, the category of "Interest and Similar Income" comprises the interest from factoring. The corresponding income as at preparation of the previous year income statement amounting to € 896.528,27 has been presented in the category "Commission income".

Furthermore, in the Income statement for the year ending as at 31/12/2006, the category of "Other provisions for retirement benefits obligations" includes the Bank's payment to its employees insurance account.. In the corresponding income statement of the previous period, the corresponding amount of € 1.259.246,58 was recorded in the category "Other charges".

In order to achieve the complete comparability of two aforementioned Income statements, the Bank proceeded to reclassification of the relevant items of the comparative year 2005 and transferred the corresponding items to the categories represented in the Income statement of the closing year. Analytically the restated and published cash flows of 31/12/2005 are presented in the note 40.
In is to be noticed that the above alterations do not lead to the change in previous year results.

(2.30) Reporting segments

The Group has recognized the following reporting segments:

Retail Banking
The segment comprises the total of private individuals as well as professionals. Via the network of the Bank's branches and the central services, the Group provides its clients with the whole range of traditional services as well as the specialized investment services and products.

Corporate Banking
The segment comprises all the credit services offered to enterprises and corporations. The Group provides the clients that belong to the above category with a wide range of products and services related to consulting, financial and investment nature of business as well as transactions.

Capital management / Treasury
The segment comprises the Group capital management, intermediary at mutual funds disposal, Group se3cirities management as well as treasury services and private individual securities management.

The other income that comprises real estate property management as well as loams to employees, interest from reduced assurance loans etc, has been allocated proportionally to the three aforementioned segments.

(2.31) New IFRSs, amendments and interpretations due as at 1 January 2006

Starting from 1ηJanuary 2006, the Bank has adopted all the new and revised IFRSa as well as new interpretations corresponding to its operations that have mandatory application. The adoption of new and revised standards and interpretations has no material impact on the financial statements:

⊡ IAS 39 (Revised: The Fair Value Option
The above revised IAS 39 introduces certain limitations on the choice options of financial instruments measurement at fair value through profit and loss (referred to as "fair value option"). In particular, initially, the choice option of fair value as basis for measurement of all financial instruments was subject only to the condition that the fair value of that financial instrument could be measured reliably. With the revised fair value option there was added another condition so that the fair value option could lead to more relevant reporting. The revised requirements are due mandatory for periods starting from 1/1/2006.

⊡ IAS 39 and IFRS 4 (Revised): Financial Guarantee Contracts
The above revision introduces into IAS 39 requirements concerning the subsequent measurement of financial guarantee contracts. The revised requirements are due mandatory for periods starting from 1/1/2006.

- IAS 19 (Revised): Employee Benefits

The revision, which is due mandatory for periods starting from 1/1/2006, introduces as additional method of actuarial gains and losses recognition. In also introduces, in certain cases, additional recognition requirements for multi-employer plans. Finally, it requires additional disclosures. The Bank has not amended the accounting recognition principle of actuarial gains and losses, neither does it participate in multi-employer plans. Therefore, the adoption of the revised standard has an impact only on the form and extent of the disclosures provided.

The below revised standards and new interpretations are mandatory applied in the presented period, though they have no impact on the financial statements of the Bank since they are not relevant to its operations:

- IAS 21 (Revised), Net Investment in a Foreign Operation,
- IAS 39 (Revised), Cash Flow Hedges in Intercompany Transactions,
- IFRS 1 (Revised), First Time Adoption of International Financial Reporting Standards and IFRS 6 Exploration for and Evaluation of Mineral Resources,
- IFRS 6 (Revised) Exploration for and Evaluation of Mineral Resources,
- IFRIC 4, Determining whether an Asset contains a Lease,
- IFRIC 5, Rights to Interest Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds,
- IFRIC 6, Liabilities Arising from Participating in a Specific Market - Waste Electrical and Electronic Equipment,

(2.32) New IFRSs, amendments and interpretations due from or after 1 January 2007

As at the date of approval of the financial statements, there have been issued the below standards and interpretations that are not applied for the aforementioned financial statements:

- IFRS 7 Financial Instruments: Disclosures (due from 1 January 2007):

IFRS 7 introduces new disclosures aimed at improving the reporting concerning the financial instruments. It replaces IAS 30 “Disclosures in the Financial Statements of Banks and Similar Financial Institutions” as well as all the requirements of IAS 32 referring to disclosures, which is renamed “Financial Instruments: Disclosure and Presentation.”. The new Standard requires two categories of disclosures, on one hand – disclosures of financial instruments used by the Entity and their impact on the financial statements, and, on the other hand - disclosures of financial risks. It introduces new disclosures of qualitative and quantitative information about exposure to risks arising from financial instruments, including specified minimum disclosures about credit risk, liquidity risk and market risk.

The new Standard is applied by the Bank from 1 January 2007 and is expected to amend the form and the extent of reporting provided concerning financial risks.

- IAS 1 Presentation of Financial Statements: Disclosures concerning the capital (due from 1 January 2007):

IAS 1 introduces new disclosures concerning the size and way of management of the entity’s capital.

The Bank applies the particular revision, which has an impact only on the extent of the disclosures provided, from 1 January 2007.

- IFRS 8 Operating Segments (due from 1 January 2009):
- IFRIC 7 Applying the Restatement Approach under IAS 29 under IAS 29, Financial Reporting in Hyperinflationary Economies (due for periods starting from 1 March 2006):
- IFRIC 8 Scope of IFRS 2 (due for periods starting from 1 May 2006):
- IFRIC 9 Reassessment of Embedded Derivatives (due for periods starting from 1 July 2006):
- IFRIC 10, Interim Financial Reporting and Impairment (due for periods starting from 1November 2006)
- IFRIC 11 IFRS 2: Group and Treasury Share Transactions (due for periods starting from 1March 2007)
- IFRIC 12 Service Concession Arrangements (due for periods starting from 1 January 2008)

3. SEGMENT REPORTING

(Amounts reported in €)	Retail Banking	Corporate Banking	Capital Management /Treasury	Total
From 1January to 31 December 2006				
Net Income				
- interest	2.867.540,85	76.070.207,67	4.282.235,56	83.219.984,08
- commission	4.766.309,10	25.862.117,83	2.040.182,04	32.668.608,97
- trading financial transactions and other income	1.789.455,26	3.373.628,64	5.221.448,28	10.384.532,18
Net Total Income	9.423.305,21	105.305.954,14	11.543.865,88	126.273.125,23
Profit before taxes	**(28.897.710,07)**	**34.403.619,94**	**(1.771.593,50)**	**3.734.316,37**
Taxis				(2.860.496,18)
Profit after taxes				**873.820,19**
Other segment items				
Provisions for credit risks	(11.606.111,30)	(12.033.677,64)	0,00	**(23.639.788,94)**
Depreciation	(1.618.986,93)	(3.485.907,37)	(644.350,09)	**(5.749.244,39)**
Total assets on 31.12.2006	799.164.172,08	1.715.590.215,93	578.670.203,96	3.093.424.591,98
Total liabilities on 31.12.2006	1.879.585.222,48	1.052.564.614,71	7.542.792,41	2.939.692.629,60

(Amounts reported in €)	Retail Banking	Corporate Banking	Capital Management /Treasury	Total
From 1January to 31 December 2005				
Net Income				
- interest	10.506.812,03	66.789.808,96	801.220,56	78.097.841,55
- commission	5.015.197,35	23.564.779,53	1.263.602,21	29.843.579,09
- trading financial transactions and other income	628.819,29	1.750.829,33	6.737.860,64	9.117.509,26
Net Total Income	**16.150.828,67**	**92.105.417,83**	**8.802.683,41**	**117.058.929,90**
Profit before taxes	**(30.645.400,81)**	**21.577.002,61**	**(2.029.631,12)**	**(11.098.029,32)**
Taxis				1.208.664,04
Profit after taxes				**(9.889.365,28)**
Other segment items				
Provisions for credit risks	(25.637.293,03)	(18.662.706,97)	0,00	(44.300.000,00)
Depreciation	(1.265.916,73)	(3.530.405,62)	(517.647,61)	(5.313.969,95)
Total assets on 31.12.2005	563.653.240,92	1.562.027.624,91	389.457.188,46	2.515.138.054,29
Total liabilities on 31.12.2005	1.481.285.017,37	858.877.968,37	21.757.618,24	2.361.920.603,98

4. INTEREST AND SIMILAR INCOME

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
From loans and advances to customers (apart from financial leases)	134.428.105,75	121.264.284,62
Credit Institutions	11.841.447,87	5.845.250,62
From securities held at fair value through profit or loss and trading securities	140.461,17	251.227,76
From available for sale securities	0,00	3.294.940,11
From held to maturity securities	0,00	815.658,50
From finance Lease (Lessor)	4.907.892,14	4.208.299,70
Interest deposit accounts	361.551,15	382.920,81
Interest from factoring	1.442.087,15	896.528,27
Other	690.194,17	308.917,52
Interest and Similar Income	**160.317.862,65**	**137.268.027,91**

5. INTEREST EXPENSE AND SIMILAR CHARGES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Customers deposits	(63.885.919,95)	(53.050.157,39)
Repos	(469.084,04)	(426.563,74)
To credit institutions	(5.485.292,96)	(889.672,28)
To finance leases (lessee)	(242.052,43)	(188.491,59)
Loans	(2.777.297,74)	(1.857.735,01)
Bond loan	(4.238.231,44)	(2.757.566,35)
Interest expense and similar charges	**(77.097.878,56)**	**(59.170.186,36)**

6. FEE AND COMMISSION INCOME

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Loans and advances to customers	5.525.806,43	4.864.924,76
Credit cards	1.640.989,14	1.874.783,10
Custody services	77.770,68	198.504,15
Import-export	2.831.962,55	2.771.621,09
Letters of guarantee	4.985.920,02	4.071.544,26
Money transfers	12.658.219,86	12.468.566,21
Foreign exchange transactions	170.156,64	149.101,79
Factoring	319.771,86	334.915,66
Telephone-Telegraph-Swift	22.821,67	15.723,06
Mutual Funds	1.608.748,80	1.045.786,09
Securities	227.269,96	0,00
From stock exchange transactions	247.819,94	191.824,93
Commissions movement of deposit accounts	1.745.284,43	1.434.160,92
Other commissions	2.080.505,52	1.588.774,92
Commission income	**34.143.047,50**	**31.010.230,94**

7. FEE AND COMMISSION EXPENSE

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Loans	(553.676,98)	(280.817,60)
Acquisition cost of trading stocks	(683.884,63)	(668.920,67)
Other	(236.876,92)	(216.913,58)
Commission expenses	**(1.474.438,53)**	**(1.166.651,85)**

8. DIVIDEND INCOME

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
From securities held at fair value through profit or loss / trading securities	475.919,74	509.830,07
Other	0,00	13.400,49
Dividend income	**475.919,74**	**523.230,56**

9. GAINS (LOSSES) FROM TRADING

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
TRADING SECURITIES		
Profits less losses		
Derivative Financial instruments	8.799,12	41.462,54
Foreign exchanges differences		
From foreign currency	1.558.778,95	1.363.791,83
From sales		
Equities	1.674.276,23	3.734.403,31
Securities	193.943,39	181.022,18
Mutual funds	5.251,38	0,00
From valuation		
Equities	236.894,05	313.009,92
Net gain from trading financial transactions	**3.677.943,12**	**5.633.689,78**
SECURITIES HELD AT FAIR VALUE THROUGH PROFIT OR LOSS AT INITIAL RECOGNITION		
Profit less losses		
From sales		
Securities	0,00	0,00
From valuation		
Securities	48.519,42	(68.083,19)
Gain or loss from securities held at fair value through profit or loss at initial recognition	**48.519,42**	**(68.083,19)**
GAINS FROM TRADING	**3.726.462,54**	**5.565.606,59**

10. GAINS (LOSSES) FROM INVESTMENT SECURITIES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
FINANCIAL ASSETS AVAILABLE FOR SALE		
Profit less losses		
From sales		
Equities	0,00	22.950,50
Bonds	(111.481,22)	208.227,88
Mutual fund units	869.222,32	136.753,38
Losses from mutual funds units impairment	0,00	(52,00)
Gain (losses) on disposal of available for sale securities	**757.741,10**	**367.879,76**
INVESTMENT SECURITIES HELD TO MATURITY		
Losses from blonds impairment	(32.428,50)	0,00
GAINS (LOSSES) FROM INVESTMENT SECURITIES	**725.312,60**	**367.879,76**

11. OTHER OPERATING INCOME

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Gains from sales of property, plant and equipment	9.479,33	5.419,89
Adjudged court expenses	1.170.280,59	764.239,56
Subsidization of training and community programmes	131.431,46	394.116,20
Other	4.145.645,92	1.497.016,70
Other Operating Income	**5.456.837,30**	**2.660.792,35**

12. OPERATING EXPENSES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Salaries and wages	(35.527.259,75)	(32.510.386,58)
Social security contributions (defined contribution plans)	(8.927.599,01)	(8.382.141,69)
Other charges	(7.446.466,37)	(6.969.251,54)
Additional compensation due to voluntary retirement	(4.665.615,42)	0,00
Other provisions for retirement benefits obligations	(1.035.255,83)	(2.430.354,20)
Salaries	**(57.602.196,38)**	**(50.292.134,01)**
Third party fees and expenses	(2.427.709,51)	(2.564.893,14)
Advertising and promotion expenses	(3.035.857,14)	(2.719.584,33)
Telecommunication expenses	(2.564.841,87)	(2.290.631,13)
Insurance premium fees	(455.230,18)	(429.806,08)
Repair and maintenance	(2.644.308,23)	(1.694.571,09)
Traveling expenses	(774.851,04)	(536.339,23)
Printing and stationery	(528.999,92)	(562.027,80)
Utility services	(850.665,23)	(829.057,06)
Rentals	(4.946.632,70)	(4.717.282,69)
Impairment (Property, plant and equipment)	(12.479,90)	0,00
Subscriptions – Memberships	(356.182,14)	(297.420,29)
Legal and out of court expenses	(2.024.872,90)	(1.677.984,57)
Expenses visa	(2.079.529,65)	(2.588.602,85)
Provisions for other risks	(5.854.949,40)	(1.193.632,00)
Taxes other than income tax	(288.431,68)	(326.230,37)
Other	(6.685.161,37)	(5.822.792,63)
Operating Expenses	**(35.530.702,86)**	**(28.250.855,26)**
Depreciation of property, plant and equipment	(3.793.227,64)	(3.680.340,24)
Amortization of intangible assets	(1.972.893,05)	(1.633.629,71)
Depreciation	**(5.766.120,69)**	**(5.313.969,95)**
Total Operating Expenses	**(98.899.019,93)**	**(83.856.959,22)**

NUMBER OF EMPLOYEES

The average number of employees is:	1.159	1.127

13. TAXES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Current income tax (current period)	(2.057.666,16)	(677.075,96)
Deferred income tax	(802.830,02)	1.885.740,00
Total	**(2.860.496,18)**	**1.208.664,04**

The reconciliation between the tax arising based on the tax rate in effect and the tax expense recognized in the income statement for the year is set off as follows:

Profit/loss before tax	3.734.316,37	(11.098.029,32)
Tax rate	29%	32%
Income tax	(1.082.951,75)	3.551.369,38
Income not subject to tax	1.112.191,45	1.752.223,39
Expenses not deductible for tax purposes	(840.854,15)	(2.423.475,82)
Charge from change of tax rate	(247.190,46)	(1.360.455,02)
Extra taxation of reserves	(1.228.016,17)	0,00
Other taxes	(573.675,09)	(310.997,89)
Total	**(2.860.496,18)**	**1.208.664,04**

Deferred tax		
Revaluation of intangible assets	(211.165,60)	(324.157,88)
Revaluation of property, plant and equipment	37.550,64	(35.128,27)
Provisions for impairment of loans and advances to customers	(800.000,00)	(600.000,00)
Provisions for contingent liabilities	56.250,00	(3.566.512,99)
Other temporary differences	(29.827,13)	(204.381,22)
Tax income for offsetting	582.895,33	6.366.127,86
Employee retirement benefits	(438.533,26)	249.792,50
Profit/loss from deferred tax	**(802.830,02)**	**1.885.740,00**

In the duration of the closing period, there was paid a tax amounting to € 1.228.016,17 that burdens the after tax results of the Bank for the reserves that were formed till 31/12/2005 by tax free and specially taxable income. The taxation of the reserves in question was mandatory, based on the decision of POL 1135/22 of November 2006 of the Ministry of Economy and Finance, and thus, the formed reserves that were recorded in the books of the Bank were subject to taxation at the coefficient of 15%.

14. EARNINGS (LOSSES) AFTER TAX PER SHARE - BASIC (IN €)

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Earnings / losses after tax	873.670,65	(9.889.377,77)
Weighted average number of shares	82.577.910,00	82.577.910,00
Earnings (losses) after tax per share – basic (in €)	**0,01**	**(0,12)**

15. CASH AND BALANCES WITH CENTRAL BANK

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Cash in hand	23.295.951,19	20.023.897,84
Cheques receivable	52.373.929,07	41.966.983,48
Balances with Central Bank (except for mandatory deposits)	23.756.758,28	29.653.916,87
Mandatory deposits at Central Bank	800.000,00	1.666.000,00
Cash and balances with Central Bank	**100.226.638,54**	**93.310.798,19**

16. DUE FROM OTHER FINANCIAL INSTITUTIONS

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Domestic Credit Institutions	946.561,56	1.185.784,03
Foreign Credit Institutions	2.145.733,56	2.088.596,28
Current Deposits with Credit Institutions	**3.092.295,12**	**3.274.380,31**
Domestic Credit Institutions	142.467.290,35	131.878.758,95
Foreign Credit Institutions	254.136.524,79	194.160.099,22
Time Deposits with Credit Institutions	**396.603.815,14**	**326.038.858,17**
Repurchase agreements	4.987.490,80	15.393.519,95
Other claims from Credit Institutions	38.200,96	11.961,08
Other claims	**5.025.691,76**	**15.405.481,03**
Due from other financial institutions	**404.721.802,02**	**344.718.719,51**

17. TRADING PORTFOLIO

17.1 SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS AT INITIAL RECOGNITION

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Corporate Listed Bonds –Domestic	2.007.000,00	2.894.846,98
Corporate Non Listed bonds – Foreign	5.057.000,00	0,00
Securities at fair value through profit or loss at initial recognition	**7.064.000,00**	**2.894.846,98**

17.2 INVESTMENTS AT FAIT VALUE THROUGH PROFIT OR LOSS

(Amounts reported in €)

CLASSIFICATION PER TYPE OF SECURITY AND MARKET	31/12/2006 Fair Value	31/12/2005 Fair Value
TRADING PORTFOLIO		
Listed equities - Domestic	13.286.258,38	15.528.827,51
Listed equities - Foreign	148.399,11	0,00
Trading Securities portfolio	**13.434.657,49**	**15.528.827,51**
Trading portfolio	**20.498.657,49**	**18.423.674,49**

18. DERIVATIVE FINANCIAL INSTRUMENTS

(Amounts reported in €)

31/12/2006

CLASSIFICATION PER TYPE OF INVESTMENT	Nominal Value	ASSETS Fair Value Profit	LIABILITIES Fair Value Loss
Swaps	13.353.958,33	13.985,54	0,00
Forwards	12.165.863,40	21.768,46	0,00
Derivative financial instruments for trading	**25.519.821,74**	**35.754,00**	**0,00**

31/12/2005

CLASSIFICATION PER TYPE OF INVESTMENT	Nominal Value	Fair Value Profit	Fair Value Loss
Swaps	20.293.503,22	52.098,27	0,00
Forwards	11.684.019,49	39.764,23	(14.367,62)
Derivative financial instruments for trading	**31.977.522,71**	**91.862,50**	**(14.367,62)**

The above Derivative Financial Instruments are not listed in an active stock exchange market.

19. LOANS AND ADVANCES TO CUSTOMERS (AFTER PROVISIONS)

19.1 LOANS AND ADVANCES TO CUSTOMERS (AFTER PROVISIONS)

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Credit cards	83.681.292,04	84.373.630,40
Consumer loans	242.474.065,86	174.998.043,16
Mortgages	362.580.324,19	255.710.243,00
Other	55.203.830,28	2.677.507,37
Loans to private individuals	**743.939.512,37**	**517.759.423,93**
Agricultural sector	15.218.790,04	15.354.192,63
Merchantry	602.058.433,13	534.991.957,43
Industrial sector	272.423.178,70	250.248.711,30
Small industry	101.515.042,99	95.026.154,26
Tourism	13.991.098,16	9.933.297,13
Shipping	7.117.209,22	2.047.054,55
Construction sector	220.834.159,48	176.139.506,70
Other	250.727.324,40	206.291.737,68
Loans to corporate entities	**1.483.885.236,12**	**1.290.032.611,68**
Public sector	**2.396.497,99**	**7.481.809,34**
Net investment in finance lease	**90.378.597,90**	**75.317.039,63**
Loans and advances to customers (before provisions)	**2.320.599.844,38**	**1.890.590.884,58**
Provisions for impairment of loan losses	**(115.043.803,56)**	**(103.048.897,83)**
Loans and advances to customers (after provisions)	**2.205.556.040,82**	**1.787.541.986,75**

Loans are carried at amortized cost, which does not significantly differ from their fair value.

19.2 RECEIVABLES FROM FINANCIAL LEASES (LESSOR)

(Amounts reported in €)

	CLASSIFICATION PER CATEGORY	
	31/12/2006	**31/12/2005**
DESCRIPTION	Contract Volume	Contract Volume
Land	12.108.601,46	7.750.565,93
Buildings	28.903.831,89	22.442.489,78
Machinery	56.668.662,20	44.738.911,47
Transportation equipment	34.505.249,03	30.286.843,24
Technological equipment	11.462.770,65	9.012.862,62
Other	3.411.704,73	2.971.693,93

(Amounts reported in €)

	NET INVESTMENT IN FINANCE LEASE					
		31/12/2006			**31/12/2005**	
Duration	Gross investment (Future lease payments)	Unearned financial revenue	Net investment in finance lease	Gross investment (Future lease payments)	Unearned financial revenue	Net investment in finance lease
Up to 1 year	28.378.225,98	(5.747.587,02)	**22.630.638,96**	23.243.579,86	(4.297.527,78)	**18.946.052,08**
From 1 to 5 years	59.036.496,43	(10.218.049,80)	**48.818.446,63**	48.995.088,99	(8.100.348,56)	**40.894.740,43**
Over 5 years	24.059.408,24	(5.129.895,93)	**18.929.512,31**	19.240.249,16	(3.764.002,04)	**15.476.247,12**
Total	**111.474.130,65**	**(21.095.532,75)**	**90.378.597,90**	**91.478.918,01**	**(16.161.878,38)**	**75.317.039,63**

Investments in finance leases are made both by ATTICA LEASING S.A. and by the parent company of the Group (the Bank) following the introduction of the Law 3483/2006. The Bank has already made a decision to absorb its Subsidiary entity ATTICA LEASING S.A. and transfer the particular operation to the specially formed Department. The absorption will be carried out in compliance with the requirements of Law 2166/1993 and 31/12/2006 has been defined as balance sheet restructuring date. Thus, the actions taken by the entity ATTICA LEASING S.A. after 1/1/2007 are regarded as those carried out on behalf of the Bank.

19.3 PROVISIONS FOR CREDIT RISKS	
Provision as at 01/01/2005	**(70.977.792,36)**
Plus:	
Provision	(44.300.000,00)
Less:	
Write-offs	12.228.894,53
Accumulated provisions as at 31/12/2005	**(103.048.897,83)**
Plus:	
Provision	(23.639.788,94)
Less:	
Write-offs	11.644.883,21
Accumulated provisions as at 31/12/2006	**115.043.803,56**

The Group has already placed in application a system for measuring the credit risk, which takes into account all the factors that may affect the regular repayment of the loan and therefore assures the correct presentation of the size of their impairment through the set up of a respective provision. This provision is the difference between the carrying amount of the claim and the loan amount awaited to be collected.

20. INVESTMENT PORTFOLIO

20. 1 AVAILABLE FOR SALE INVESTMENT SECURITIES

(Amounts reported in €)

CLASSIFICATION BY TYPE AND MARKET	**31/12/2006 Fair Value**	**31/12/2005 Fair Value**
TRADING PORTFOLIO		
Government Bonds-Domestic	25.295.295,67	4.402.054,29
Government Bonds	**25.295.295,67**	**4.402.054,29**
Corporate Listed –Domestic	111.432,00	105.912,00
Corporate Listed –Foreign	34.871.450,00	37.145.250,00
Corporate Listed Bonds	**34.982.882,00**	**37.251.162,00**
Corporate Non Listed –Domestic	110.945.476,65	41.928.127,99
Corporate Non Listed –Foreign	834.165,21	878.754,40
Corporate Non Listed Bonds	**111.779.641,86**	**42.806.882,39**
Bonds	**172.057.819,53**	**84.460.098,68**
Listed shares-Domestic	1.217.137,46	823.133,60
Non Listed shares-Domestic	301.343,82	304.766,19
Shares	**1.518.481,28**	**1.127.899,79**
Mutual fund units - Domestic	7.976.456,85	8.200.817,98
Mutual fund units - Foreign	25.700.666,94	25.002.317,33
Mutual fund units	**33.677.123,79**	**33.203.135,31**
Available for sale investment securities	**207.253.424,60**	**118.791.133,78**

20.2 HELD TO MATURITY INVESTMENT SECURITIES

(Amounts reported in €)

CLASSIFICATION BY TYPE AND MARKET	**31/12/2006**	**31/12/2005**
Government Bonds-Domestic	10.020.149,76	10.209.471,98
Government Bonds	**10.020.149,76**	**10.209.471,98**
Corporate –Foreign	6.952.134,06	6.947.038,06
Corporate Non Listed –Foreign	10.000.000,00	10.000.000,00
Corporate Bonds	**16.952.134,06**	**16.947.038,06**
Bonds	**26.972.283,82**	**27.156.510,04**
Held to maturity investment securities	**26.972.283,82**	**27.156.510,04**
Investment Portfolio	**234.225.708,42**	**145.947.643,82**

Included in the as of 31/12/2006 available for sale investment securities portfolio, bonds of nominal value totalling € 1.569.000,00 have been sold in the frame of repos and are referred to the Bank. The corresponding amount at 31/12/2005 amounted to € 17.446.000,00.

Held to maturity investment securities are carried at amortized cost. Their fair value as at 31/12/2006 amounts to € 25.692 thousand and as at 31/12/2005 amounts to 26.623 thousand.

22. INTANGIBLE ASSETS

(Amounts reported in €)	
DESCRIPTION	**Software**
Opening balance	
Cost	9.641.275,05
Accumulated Depreciation and Impairment	(3.122.322,04)
Net Book Value 1/1/2005	**6.518.953,01**
Plus:	
Acquisitions	2.229.165,79
Less:	
Depreciation charge	(1.633.079,71)
Impairment charge	(31.004,62)
Net Book Value 31/12/2005	**7.084.034,47**
Cost	11.870.440,84
Accumulated Depreciation and Impairment	(4.786.406,37)
Net Book Value 31/12/2005	**7.084.034,47**
Plus:	
Acquisitions	2.179.999,65
Sales	(5.412,30)
Less:	
Depreciation charge	(1.972.542,01)
Impairment charge	5.412,30
Other	(0,11)
Net Book Value 31/12/2006	**7.291.492,00**
Cost	**14.044.532,59**
Accumulated Depreciation and Impairment	**(6.753.040,59)**
Net Book Value 31/12/2006	**7.291.492,00**

23. PROPERTY, PLANT AND EQUIPMENT

(Amounts reported in €)

DESCRIPTION	Land	Buildings	Motor Vehicles	Furniture and other Equipment	Leasehold improvement on third party	Under Construction	Total
Opening net book amount							
Cost	8.541.311,75	7.934.772,79	150.394,34	19.406.041,72	9.414.348,26	2.108.646,63	**47.555.515,49**
Accumulated Depreciation and Impairment	(59.418,56)	(190.922,14)	(108.140,15)	(12.843.086,04)	(5.556.048,19)	(404.660,45)	**(19.162.275,53)**
Opening net book amount 01/01/2005	**8.481.893,19**	**7.743.850,65**	**42.254,19**	**6.562.955,68**	**3.858.300,07**	**1.703.986,18**	**28.393.239,96**
Plus:							
Acquisitions / Revaluations	1.131.252,42	4.818.004,88	0,00	1.811.290,41	581.344,60	847.187,35	**9.189.079,66**
Sales				(1.393,97)			**(1.393,97)**
Less:							
Depreciation charge		(316.062,94)	(12.967,53)	(2.468.667,73)	(882.642,04)		**(3.680.340,24)**
Impairment Charge				1.393,94		(1.587.526,70)	**(1.586.132,76)**
Other		(246.000,00)	(0,01)	(103.155,17)		(116.459,49)	**(424.878,06)**
Net Book Value 31/12/2005	**9.613.145,61**	**11.999.792,59**	**29.286,65**	**5.802.423,16**	**3.557.002,63**	**847.187,34**	**31.848.837,98**
Cost	9.672.564,17	12.752.777,67	109.657,74	20.477.420,30	9.995.692,86	2.839.374,49	**55.888.223,83**
Accumulated Depreciation and Impairment	(59.418,56)	(752.985,08)	(80.371,09)	(14.674.997,14)	(6.438.690,23)	(1.992.187,15)	**(24.039.385,85)**
Net Book Value 31/12/2005	**9.613.145,61**	**11.999.792,59**	**29.286,65**	**5.802.423,16**	**3.557.002,63**	**847.187,34**	**31.848.837,98**
Plus:							
Acquisitions / Revaluations		1.303.558,72		3.158.535,80	1.210.497,84	35.747,61	**5.708.339,97**
Sales				(134.564,11)			**(134.564,11)**
Less:							
Depreciation charge		(418.101,14)	(11.670,43)	(2.491.790,23)	(856.462,42)		**(3.778.024,22)**
Impairment Charge				82.912,37			**82.912,37**
Other						(757.368,74)	**(757.368,74)**
Net Book Value 31/12/2006	**9.613.145,61**	**12.885.250,17**	**17.616,22**	**6.417.516,99**	**3.911.038,05**	**125.566,21**	**32.970.133,25**
Cost	9.672.564,17	14.056.336,39	109.657,74	23.501.391,99	11.206.190,70	3.881.976,08	**62.403.823,09**
Accumulated Depreciation and Impairment	(59.418,56)	(1.171.086,22)	(92.041,52)	(17.083.875,00)	(7.295.152,65)	(3.756.409,87)	**(29.433.689,84)**
Net Book Value 31/12/2006	**9.613.145,61**	**12.885.250,17**	**17.616,22**	**6.417.516,99**	**3.911.038,05**	**125.566,21**	**32.970.133,25**

The Bank revalued its property, plant and equipment (land and buildings). The valuation was performed at fair value by an independent valuer.
In the above, property, plant and equipment (land and buildings) amounts to € 5.817.547,21 which are acquired through a finance lease at the end of which the ownership remains to the Bank. The depreciation of this property, land and equipment is calculated during their estimated useful life, which is the same useful life of its own buildings.

24. OTHER ASSETS

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Prepaid expenses	2.343.212,02	802.229,83
Tax advances and other tax receivables	2.816.719,44	3.270.938,87
Accrued interest and commissions	12.821.044,29	7.661.689,12
Foreclosure assets	7.010.575,60	4.059.582,56
Other receivables from public sector	564.354,12	151.412,37
Cheques receivable (Postdated checks)	383.555,65	423.439,76
Stationery	459.243,21	307.665,55
Other payable	13.404.562,78	18.088.369,57
Cash payments for company under establishment	0,00	4.000.000,00
Guarantees	2.752.991,47	2.655.733,94
Temporary accommodations to employees	2.205.893,48	2.369.062,76
Due from customers	5.370.828,94	2.361.628,38
Other	16.176.425,72	17.948.263,51
Other assets	**66.309.406,72**	**64.100.016,22**

25. DUE TO OTHER FINANCIAL INSTITUTIONS

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Current deposits	7.369.132,24	3.789.199,92
Time deposits	289.602.775,89	168.929.136,40
Other	104.108,09	0,00
Due to other financial institutions	**297.076.016,22**	**172.718.336,32**

26. DEPOSITS DUE TO CUSTOMERS AND SIMILAR LIABILITIES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Current accounts	141.247.325,42	234.551.225,08
Saving accounts	387.652.591,71	379.603.158,20
Time deposits	991.645.716,20	602.098.068,44
Pledged	809,27	3.360,83
Deposits from individuals	**1.520.546.442,60**	**1.216.255.812,55**
Current accounts	178.425.596,97	201.898.234,86
Time deposits	462.348.986,55	241.760.844,52
Pledged	58.529.752,52	50.672.495,69
Deposits from legal entities	**699.304.336,04**	**494.331.575,07**
Current accounts	96.518.361,96	151.771.503,65
Time deposits	39.716.572,34	42.875.368,86
Pledged	2.964.232,26	365.315,98
Public sector deposits	**139.199.166,56**	**195.012.188,49**
Current accounts	14.038.530,86	16.586.203,32
Saving accounts	1.854.543,76	1.243.671,39
Other deposits	**15.893.074,62**	**17.829.874,71**
Repos from legal entities	6.109.408,86	17.883.046,59
Repos	**6.109.408,86**	**17.883.046,59**
Other due to customers	**40.702.077,19**	**12.841.240,67**
Deposits due to customers and similar liabilities	**2.421.754.505,87**	**1.954.153.738,08**

27. ISSUED BONDS

(Amounts reported in €)

	31/12/2006		31/12/2005	
DESCRIPTION	**Average interest**	**Carrying amount**	**Average interest**	**Carrying amount**
SUBORDINATED LOAN (LOWER TIER II)	4,22%	99.907.273,00	3,46%	99.360.371,66
SUBORDINATED LOAN ATTIKIS LEASING S.A.	4,34%	49.650.652,00	3,60%	49.625.260,00
Issued Bonds		**149.557.925,00**		**148.985.631,66**

The first subordinated loan (Lower Tier II) was issued on 24/03/2005 with a term of 10 years and the option to redeem in 5 years. It is designated for capital adequacy calculation purposes. The interest payment schedule is quarterly and the interest rate is Euribor plus a split of 1,32%. The subordinated loan has been issued by ATTICA FUNDS PLC (subsidiary) and the securities are listed in the Luxemburg Stock Exchange.

The second loan, concerns common subordinated loan, which was taken by ATTIKIS LEASING S.A. subsidiary on 31.03.2005 with a term of five years. The interest period is quarterly, the interest is based on Euribor plus a spread of 1,45%. The loan was issued by Emporiki Bank, its total amount is € 60.000.000,00 and Attica Bank participates with the amount € 10.000.000,00.

28. DEFERRED TAX ASSETS - LIABILITIES

(Amounts reported in €)

DESCRIPTION	**31/12/2006**	**31/12/2005**
Revaluation of intangible assets	595,40	23.573,50
Provision for impairment of loan losses	5.000.000,00	5.800.000,00
Employee retirement benefits	8.915.004,93	9.335.281,02
Provisions for contingent liabilities	56.250,00	0,00
Income tax for setting off	6.949.023,19	6.366.127,86
Other temporary differences	668.085,20	420.060,61
Deferred tax Assets	**21.588.958,72**	**21.945.042,99**
Revaluation of intangible assets	(486.813,15)	(311.457,45)
Revaluation of property, plant and equipment	(133.076,00)	(144.905,07)
Available-for-sale investment securities	0,00	(90,56)
Other temporary differences	(687.761,54)	(256.682,81)
Deferred Tax Liabilities	**(1.307.650,69)**	**(713.135,89)**
Deferred Tax Asset, net	**20.281.308,03**	**21.231.907,09**

Deferred income tax is provided in full by the Group, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined by the Group using tax rates that have been enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realized or deferred tax liability is settled. If the tax rate changes at the year that deferred tax asset is realized or deferred tax liability is settled, then the difference is recognized in the income statement. During the current year the Group recognized in the financial statements, deferred tax assets of € 6.949.023,19. The above deferred tax assets, arise from the tax loss of the closing year, in which the Bank has the possibility to set off with profit that will arise in the following five years. According to the Group's business plan and the relative calculations accompanying it, it is estimated with certainty that the profit of the following years will be substantially higher to the tax losses of the two aforementioned fiscal years.

29. PROVISIONS FOR RETIREMENT BENEFIT OBLIGATION

The table below presents the total amount of pension obligations which is recognized in the financial statements:

(Amounts reported in €)	Note	Balance Sheet 31/12/2006	Income Statement 1/1-31/12/2006	Balance Sheet 31/12/2005	Income Statement 1/1-31/12/2005
Defined benefit plans	29.1	27.822.677,70	0,00	27.822.677,70	220.000,00
Defined contribution plans (full)	29.2	1.544.105,73	405.923,03	2.427.544,39	610.246,58
Retirement benefits	29.3	6.333.372,33	629.332,80	7.186.198,36	1.600.107,62
Total		**35.700.155,76**	**1.035.255,83**	**37.436.420,45**	**2.430.354,20**

29.1 DEFERRED BENEFIT PLANS

(Amounts reported in €)		
DESCRIPTION	**31/12/2006**	**31/12/2005**
Balance Sheet		
Present value of defined benefit obligation	52.578.219,80	52.578.219,80
(Fair value of plan assets)	(24.755.542,10)	(24.755.542,10)
Total	**27.822.677,70**	**27.822.677,70**

	31/12/2006	**31/12/2005**
Service cost	0,00	119.152,79
Interest expenses	0,00	35.941,18
Actuarial gains/losses	0,00	64.906,03
Charge to the income statement	**0,00**	**220.000,00**

The Extraordinary General Meeting of the shareholders of the Bank, held on 16th September 2005, as it arises from its minutes decided the rescission of the Group insurance contract between the Bank, the Employees' Association and ETHNIKI GENERAL INSURANCE CO. S.A., concerning the section Capital Management of Additional Insurance and Complementary Pension Benefits, and its subject to the regulations of L. 3371/2005. In the frame of this decision the Bank recognized in the Financial Statements of 1 January 2004 (making use of the relevant option of IFRS 1), a liability of € 26.958 thousand, which was directly charged to Equity. During the period from 1.1 to 31.12.2004 the additional charge of the Bank through the Income Statement amounted to € 644 thousand. For the six month period of 2005, the plan existing at the Bank for defined benefits, the charge of the results amounted to € 220 thousand.

The above amounts arose from a special financial study realized by a group of independent actuaries. The accounting treatment followed is in accordance with L. 3371/2005, which enabled the credit institutions to present in the financial statements of 2005 the financial result of the subject to these provisions of law.

Upon resolution of the aforementioned Extraordinary General Meeting, the Board of the Bank at its session held on 14/12/2005, proceeded in an appeal against the relative contract. Afterwards, in accordance with its appeal of 28/04/2006, the Bank required the subject of the account for Insurance Cover of the employees of the Bank to E.T.A.T. as well as to Law 3371/2005, as it is applied following the amendment of the Law 3455/2006.

The BoD of E.T.A.T., following its decision num. 61/31.10.2006 decided to accept the appeal of Attica Bank as of 28/04/2006 concerning the subject of the account for Insurance Cover of the employees of the Bank to E.T.A.T. The financial research, conducted on behalf of Ministry of Economy and Finance by an independent expert, on the subject of the cost of introduction of the account for Insurance Cover of the employees of the Bank to new insurance body, that has been disclosed to the Bank on 12/10/2206, does not indicate an additional payment obligation carried by the Bank as due to 31/12/2006.

In compliance with the special requirement included in the draft of the Law “ Income Policy for the year 2007, tax and other requirements” that is in the voting process, there are settled the matters that concern the subject of the account for Insurance Cover of the employees of the Bank to E.T.A.T. as well as the way the amount due, as it has been defined by the special financial survey conducted on behalf of the Ministry of Finance and Economy, is to be paid (10 equal annual installments with the discount coefficient of 5,03%).

Finally, as it arises from the minutes of the aforementioned Extraordinary General Meeting, as well as also from the minutes of the session held on 14/12/2005, in which have been recorded the positions of the representatives of the employees' Association of Attica Bank, it is possible, a court implication between the Bank and employees or third parties, which will derive from the subject of the account for Insurance Cover of the employees of the Bank, to the provisions of L. 3371/2005 “Capital Market issues and other provisions”.

29.2 DEFINED CONTRIBUTION PLANS (FULL)

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Balance Sheet		
Present value of defined benefit obligation	16.072.103,00	15.299.969,24
(Fair value of plan assets)	(14.527.997,27)	(12.872.424,85)
Total	**1.544.105,73**	**2.427.544,39**

The change in the obligation present value is analyzed as follows:

	31/12/2006	31/12/2005
Opening balance	**15.299.969,24**	**12.421.941,00**
Service cost	535.112,26	1.077.576,00
Interest expenses	303.569,23	683.207,00
Actuarial gains/losses	666.355,50	1.435.052,24
Contributions payable during the year	(732.903,23)	(317.807,00)
Closing Balance	**16.072.103,00**	**15.299.969,24**

The change in the fair value of the assets is analyzed as follows:

	31/12/2006	31/12/2005
Opening Balance	**12.872.424,85**	**9.345.396,61**
Expected return	413.719,28	513.997,00
Employers contributions	1.289.361,69	1.259.246,58
Employees contributions	547.074,12	505.889,42
Actuarial gains/losses	138.320,56	1.565.702,24
Contributions payable during the year	(732.903,23)	(317.807,00)
Closing Balance	**14.527.997,27**	**12.872.424,85**
Balance Sheet obligation	**1.544.105,73**	**2.427.544,39**

The amounts that burden the income statement of the year are as follows:

	31/12/2006	31/12/2005
Service cost	535.112,26	1.077.576,00
Interest expenses	303.569,23	683.207,00
Expected return	(413.719,28)	(513.997,00)
Actuarial gains/losses	528.034,94	(130.650,00)
Less: employees contributions	(547.074,12)	**(505.889,42)**
Charge to the income statement	**405.923,03**	**610.246,58**

It concerns additional full benefit plans, which are granted by the Account Insurance Cover. According to the resolution of the Extraordinary General Meeting held on 16^{th} September 2005, the specific plan which concerns full benefits, granted to the Banks' employees during the time of their retirement, continues to operate as a defined benefit plan according to that set in IAS 19.

29.3 RETIREMENT BENEFITS ACCORDING TO EMPLOYMENT REGULATION

(Amounts reported in €)		
DESCRIPTION	**31/12/2006**	**31/12/2005**
Balance Sheet		
Present value of defined benefit obligation	6.333.372,33	7.186.198,36
(Fair value of plan assets)	-	-
Total	**6.333.372,33**	**7.186.198,36**

The change in the obligation present value is analyzed as follows:

	31/12/2006	31/12/2005
Opening balance	**7.186.198,36**	**6.072.520,84**
Service cost	637.872,87	702.424,00
Interest expenses	320.938,10	203.557,90
Actuarial gains/losses	(329.478,17)	435.125,62
Contributions payable during the year	(1.482.158,83)	(227.430,00)
Closing Balance	**6.333.372,33**	**7.186.198,36**

The amounts that burden the income statement of the year are as follows:

	31/12/2006	31/12/2005
Service cost	637.872,87	866.624,00
Interest expenses	320.938,10	261.408,00
Actuarial gains/losses	(329.478,17)	472.072,62
Charge to the income statement	**629.332,80**	**1.600.107,62**

The above items concern, based on the Bank's Regulations, provided employee retirement obligation as well as also the liability arising from L. 2112/1920.

The site of the obligation of the above plans, was determined based on an actuarial valuation, which has been prepared by independent actuaries.

The main assumptions made in order to carry out the actuarial valuations are presented on the following table:

	31/12/2006	31/12/2005
Discount rate	**5,5%**	**5,5%**
Expected returns on plan assets	**5,5%**	**5,5%**
Future salary increase	**3,5%**	**3,0%**
Future pensions increase	**2,5%**	**1,5%**

30. OTHER PROVISIONS FOR RISKS AND LIENS

(Amounts reported in €)		
DESCRIPTION	**31/12/2006**	**31/12/2005**
Provisions for tax audit	313.097,76	608.097,81
Provision for litigious claims	925.000,00	800.000,00
Provisions for losses apart from loans	40.156,13	769.245,74
Provisions for extraordinary losses coverage	4.000.000,00	0,00
Other provisions	1.828.087,80	28.087,80
Other provisions for risks and liens	**7.106.341.,69**	**2.205.431,35**

31. OTHER LIABILITIES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Taxes and duties payable (except income tax)	2.033.032,84	1.944.393,51
Income tax payable	1.000.739,43	1.945.715,31
Dividends payable	63.941,94	364.968,91
Salaries payable	4.673,23	0,00
Creditors and suppliers	6.379.579,65	4.668.100,76
Liabilities to security institutions	1.644.391,17	1.654.166,32
Other liabilities	1.492.092,57	27.735.848,73
Deferred income	187.499,60	119.705,73
Prepaid expenses	2.385.694,02	1.918.615,94
Commissions and interest payable	10.215.511,55	3.859.668,59
Liabilities due to collection on behalf of public sector	1.654.410,01	1.130.043,50
Liabilities due to collection on behalf of third parties	128.468,36	352.315,31
Other liabilities	**27.190.034,37**	**45.693.542,61**

32. SHARE CAPITAL, SHARE PREMIUM, TREASURY SHARES AND ACCUMULATED PROFIT/LOSS

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Paid up capital	28.902.268,50	28.902.268,50
Share Capital	**28.902.268,50**	**28.902.268,50**
Share premium paid up	108.248.134,98	157.527.001,45
Share premium	**108.248.134,98**	**157.527.001,45**
Accumulated profit/loss	**10.114.550,72**	**(56.650.966,82)**

Share Capital

The share capital of the Bank amounts to € 28.902.268,50 and is subdivided into 82.577.910 shares of par value of € 0,35 each.

Following the decision of the Ordinary General Meeting of shareholders of the Bank held on 26th July 2006, the share capital of the Bank was increased by € 49.278.866,46 with the capitalization of the corresponding amount in the Equity as "Share Premium" and the increase in the nominal value of the share. In compliance with the decision of the same General Meeting, the share capital of the Bank was decreased by an amount of € 49.278.866,46 with the offsetting the losses that appear in the financial statements of the Bank as a result of International Accounting Standards with a decrease of the nominal value of the share. Following the aforementioned events, the site of the share capital, the nominal value of the share as well as the site of total treasury shares of the Bank were at the same level as those prior to the decisions of the General Meeting.

33. RESERVES

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Legal reserves	5.044.788,95	5.026.282,57
Tax-free reserves	3.773,63	8.190.548,13
Taxed reserves	13.524.937,44	5.338.162,94
Securities sales and revaluation reserves	(17.084.678,11)	0,00
Available for sale revaluation reserves	(1.492.954,52)	(1.586.790,57)
Revaluation of assets reserves	6.470.716,70	6.470.716,70
Reserves	**6.466.584,09**	**23.438.919,77**

According to article 44 of the Codified Law 2190/1920 the Bank is required to appropriate at least 5% of its net annual profits to a legal reserve until this reserve equals or is maintained at a level equal to at least one-half of the Bank's share capital while the relevant level for the companies of the Group is 1/3 of the Share Capital. Concerning the reserves that have been taxed, the Bank can proceed to their distribution or capitalisation without any further tax burden.

34. CASH AND CASH EQUIVALENTS

(Amounts reported in €)

DESCRIPTION	**31/12/2006**	**31/12/2005**
Cash and balances with Central Bank	100.226.638,54	93.310.798,19
Due from other financial institutions	404.721.802,02	344.718.719,51
Cash and cash equivalents	**504.948.440,56**	**438.029.517,70**

35. OPERATING LEASES

The obligations of the Group concerning the leased buildings refer, on one hand, to the buildings that are used by the Bank either as branches or for administrative purposes and, on the other hand, to the buildings used in order to accommodate the administrative services of the other companies of the Group..

The table below presents the total of future minimum lease payments of the Group:

(Amounts reported in €)

DESCRIPTION	**31/12/2006**	**31/12/2005**
Future minimum lease payments of the Group as lessee:		
Up to 1 year	4.664.587,12	4.445.399,31
1 to 5 years	12.053.383,38	11.443.938,58
More than 5 years	9.672.284,29	6.339.604,63
Total of future minimum lease payments	**26.390.254,79**	**22.228.942,52**

The total amount which is charged to the income statement for the period from 01.01.2006 to 31.12.2006 and refers to lease payments is € 4.889.582,42.

36. RELATED PARTY TRANSACTIONS

(Amounts reported in €)

DESCRIPTION	**31/12/2006**	**31/12/2005**
TRANSACTIONS WITH MEMBERS OF THE BANK'S MANAGEMENT		
Assets (loans)	110.931,31	214.686,57
Liabilities (deposits)	1.850.000,00	1.573.000,00
Interest revenue	3.327,94	6.440,60
Interest expense	64.750,00	55.055,00
Salaries and wages	701.130,07	811.477,02
Directors fees	198.672,15	161.763,16
Total fees of members of the bank's management	**899.802,22**	**973.240,18**

37. COMPANIES OF THE GROUP

31/12/2006

Company	Country of incorporation	% Participation
- ATTIKIS LEASING S.A.	Greece	100,00%
- ATTIKI MUTUAL FUNDS MANAGEMENT S.A.	Greece	100,00%
- ATTICA VENTURES S.A.	Greece	99,99%
- TECHNICAL AND TRAINING COMPANY FOR SOFTWARE SUPPORT AND HIGH TECHNOLOGY S.A.	Greece	99,99%
- ATTICA FUNDS PLC	United Kingdom	99,99%
- ATTICA BANK ASSURANCE AGENCY S.A.	Greece	99,90%

31/12/2005

Company	Country of incorporation	% Participation
- ATTIKIS LEASING S.A.	Greece	100,00%
- ATTIKI MUTUAL FUNDS MANAGEMENT S.A.	Greece	100,00%
- ATTICA VENTURES S.A.	Greece	99,99%
- TECHNICAL AND TRAINING COMPANY FOR SOFTWARE SUPPORT AND HIGH TECHNOLOGY S.A.	Greece	99,99%

38. CONTINGENT LIABILITIES AND COMMITMENTS

38.1 OFF BALANCE SHEET LIABILITIES AND PLEDGED ASSETS

(Amounts reported in €)

DESCRIPTION	31/12/2006	31/12/2005
Contingent liabilities		
Letters of guarantee	471.739.778,49	441.824.079,03
Letters of credit	36.888.769,52	27.190.431,53
Contingent liabilities from forward contracts	50.242.712,53	55.928.924,16
	558.871.260,54	**524.943.434,72**
Pledged assets		
Central Bank		
- Held to maturity investment securities	6.500.000,00	6.500.000,00
ADECH		
- Held to maturity investment securities	3.500.000,00	3.500.000,00
	10.000.000,00	**10.000.000,00**
Pledged property, plant and equipment	**9.510.872,73**	**10.243.128,03**
Off Balance Sheet liabilities and pledged assets	**578.382.133,27**	**545.186.562,75**

From the pledged assets of € 3.500.000,00 concerns government bonds that have been given as pledge for insurance margin to the Clearance Transactions on Derivatives S.A. (ADECH) for transactions on derivatives and € 6.500.000,00 concerns government bonds that have been pledged to the Bank of Greece for intra-day cover of transactions.

38.2 TAX LIABILITIES

The Bank has been audited by the tax authorities for the years up to 2004, TECHNICAL AND TRAINING COMPANY FOR SOFTWARE SUPPORT AND HIGH TECHNOLOGY S.A. up to 2002, ATTIKIS LEASING S.A. and ATTIKI MUTUAL FUNDS MANAGEMENT S.A. have not been audited for the years 2002, 2003, and 2004 and ATTICA VENTURES S.A. has not been audited for the years 2004 and 2005. ATTICA BANK ASSURANCE AGENCY S.A. has not been audited for the first over twelve month period that ended as at 31/12/2006. Also, Attica Funds PLC (which is not subject to Greek authorities) has not been tax audited for the first over twelve month period that ended as at 31/12/2006. As far as the Bank is concerned, it is noticed that the tax audit is in progress and it is expected to be completed by the end of March 2007, when the final documents are to be provided. The limitation of tax losses that will arise for the aforementioned period is not expected to burden the financial position as well as the Bank's results due to the fact that the Bank has not recognised the total tax due to the stated tax losses. Concerning the remaining companies of the Group, as for the un-audited periods, there have been has set up provisions which are deemed sufficient to cover the contingent additional future liability that will incur from the tax audit. For the financial year 2007 (fiscal year 2006) the income taxation coefficient was decreased from 32% to 29%, in accordance with Article 109, par. 1 of the Law 2238/1994.

38.3 LEGAL CASES

According to the legal department of the Bank, the impact of litigious cases against the Group following the Legal Services amounts to € 925.000. The corresponding provision has been recognized. From the above amount, the part relating to the Bank comes to € 800.000 while the remaining amount refers to ATTIKI MUTUAL FUNDS MANAGEMENT S.A.

39. RISK MANAGEMENT

The Group is exposed to a variety of risks the most important of which are credit risk, market risk, exchange rate risk, interest rate risk and liquidity risk. The Group has established various control mechanisms in order to identify, measure and monitor these risks and avoid undue risk concentrations.

39.1 LIQUIDITY RISK

Liquidity risk is the risk that the Group is unable to fully meet payment obligations and potential payment obligations as and when they fall due because of lack of liquidity. This risk includes the possibility that the bank may have to raise funding at cost or sell assets on a discount. The monitoring of liquidity risk is concentrated on the managing of the time lag between cash inflows and outflows, as well as to ensure the existence of adequate cash reserves for the day-to-day transactions. The regulatory authorities have defined liquidated indexes, on their own criteria, in order to control liquidated gap. The following tables depict a liquidity gap analysis, providing an idea for the expected cash flows of assets and liabilities for each period. In those instances that there is no contractual expiration of the assets and liabilities then these are classified in the up to one month category.

LIQUIDITY RISK

(Amounts reported in €)

			31/12/2006			
DESCRIPTION	**Up to 1 month**	**1 to 3 months**	**3 months to 1 year**	**1 year to 5 years**	**More than 5 years**	**Total**
Cash and balances with Central Bank	100.226.638,54					**100.226.638,54**
Due from other financial institutions	297.578.179,00	7.143.623,02			100.000.000,00	**404.721.802,02**
Trading portfolio			14.244.657,49	6.254.000,00		**20.498.657,49**
Derivative financial instruments - assets		35.754,00				**35.754,00**
Loans and advances to customers (after provisions)	62.131.191,26	34.508.008,71	1.311.285.154,97	364.313.646,32	433.318.039,56	**2.205.556.040,82**
Investment portfolio	5.511.250,00	741.250,00	47.737.789,45	97.747.481,89	82.487.937,08	**234.225.708,42**
Investments in subsidiaries						
Intangible assets					7.291.492,00	**7.291.492,00**
Property, plant and equipment					32.970.133,25	**32.970.133,25**
Deferred tax assets			1.339.415,56	15.802.465,36	4.447.077,80	**21.588.958,72**
Other assets	16.175.030,00	20.125.342,86	18.168.704,48	9.432.607,30	2.407.722,09	**66.309.406,72**
Assets	**481.622.288,80**	**62.553.978,59**	**1.392.775.721,95**	**493.550.200,87**	**662.922.401,78**	**3.093.424.591,98**
Due to other financial institutions	292.473.240,33	4.602.775,89				**297.076.016,22**
Deposits due to customers and similar liabilities	1.904.601.182,16	321.313.776,73	191.238.710,1	4.600.836,88		**2.421.754.505,87**
Derivative financial instruments – liabilities						
Issued bonds and other borrowings				49.650.652,00	99.907.273,00	**149.557.925,00**
Provisions for employee retirement benefits	18.158,62	36.317,24	137.087,86	30.573.797,37	4.934.794,67	**35.700.155,76**
Other provisions for risks and liens			40.826,69	7.065.515,00		**7.106.341,69**
Deferred tax liabilities			276.809,01	1.030.841,68		**1.307.650,69**
Other liabilities	19.629.064,82	4.133.656,02	3.393.811,84	0,00	33.501,09	**27.190.034,37**
Liabilities	**2.216.721.645,93**	**330.086.526,48**	**195.087.245,50**	**92.921.642,93**	**104.875.568,76**	**2.939.692.629,60**
Liquidated gap	**(1.735.099.357,13)**	**(267.532.547,89)**	**1.197.688.476,45**	**400.628.557,94**	**558.046.833,01**	**153.731.962,38**

LIQUIDITY RISK
(Amounts reported in €)

DESCRIPTION	Up to 1 month	1 to 3 months	3 months to 1 year	1 year to 5 years	More than 5 years	Total
			31/12/2005			
Cash and balances with Central Bank	91.644.798,19		1.666.000,00			**93.310.798,19**
Due from other financial institutions	344.718.719,51					**344.718.719,51**
Trading portfolio		920.996,98	15.528.827,51	1.973.850,00		**18.423.674,49**
Derivative financial instruments - assets		91.862,50				**91.862,50**
Loans and advances to customers (after provisions)	6.711.898,93	19.001.549,25	1.123.417.194,64	351.429.420,57	286.981.923,36	**1.787.541.986,75**
Investment portfolio	323.750,00	75.000,00	23.626.135,05	79.323.579,28	42.599.179,49	**145.947.643,82**
Investments in subsidiaries					125.437,37	**125.437,37**
Intangible assets					7.084.034,47	**7.084.034,47**
Property, plant and equipment					31.848.837,98	**31.848.837,98**
Deferred tax assets			933.528,10	16.343.874,37	4.667.640,51	**21.945.042,99**
Other assets	19.009.227,02	24.826.589,45	15.020.913,39	3.718.739,42	1.524.546,94	**64.100.016,22**
Assets	**462.408.393,65**	**44.915.998,18**	**1.180.192.598,69**	**452.789.463,64**	**374.831.600,12**	**2.515.138.054,29**
Due to other financial institutions	172.718.336,32					**172.718.336,32**
Deposits due to customers and similar liabilities	1.627.414.598,52	209.626.084,96	116.689.278,60	423.776,00		**1.954.153.738,08**
Derivative financial instruments – liabilities		14.367,62				**14.367,62**
Issued bonds and other borrowings				49.625.260,00	99.360.371,66	**148.985.631,66**
Provisions for employee retirement benefits	20.812,26	41.624,53	157.121,46	31.607.201,38	5.609.660,82	**37.436.420,45**
Other provisions for risks and liens				2.205.431,35		**2.205.431,35**
Deferred tax liabilities			164.741,77	548.394,12		**713.135,89**
Other liabilities	38.573.603,38	3.485.282,01	3.174.276,35	403.275,10	57.105,77	**45.693.542,61**
Liabilities	**1.838.727.350,48**	**213.167.359,12**	**120.185.418,18**	**84.813.337,95**	**105.027.138,25**	**2.361.920.603,98**
Liquidated gap	**(1.376.318.956,83)**	**(168.251.360,94)**	**1.060.007.180,51**	**367.976.125,69**	**269.804.461,87**	**153.217.450,31**

39.2 FOREIGN EXCHANGE RISK

As "currency risk" is defined the investment risk that arises from the exposure to effects of fluctuations in the prevailing foreign currency exchange rates on its financial position and cash flows. The Group limits on the level of exposure by currency and in total both overnight and intra-day positions, which are monitored daily. The Group hedges the largest part of this risk, by maintaining corresponding liabilities in the same currency. In the tables below is shown, categorized by currency, the level of exposure of the Group to credit risk.

FOREIGN EXCHANGE RISK
(Amounts reported in €)

			31/ 12/2006			
DESCRIPTION	**EUR**	**USD**	**GBP**	**JPY**	**OTHER**	**Total**
Cash and balances with Central Bank	99.853.730,40	115.137,50	44.540,41	3.313,56	209.916,67	**100.226.638,54**
Due from other financial institutions	348.450.554,77	44.036.043,58	5.709.155,80	322.838,88	6.203.210,46	**404.721.803,49**
Trading portfolio	20.350.258,38		148.399,11			**20.498.657,49**
Derivative financial instruments – assets	(1.685.374,20)	1.693.752,36	49.985,11	16.736,62	(39.345,89)	**35.754,00**
Loans and advances to customers (after provisions)	2.189.843.637,04	8.491.521,14		2.927.299,56	4.293.583,08	**2.205.556.040,82**
Investment portfolio	234.225.708,42					**234.225.708,42**
Investments in subsidiaries	(26.060.,68)		26.060,68			**0,00**
Intangible assets	7.291.492,00					**7.291.492,00**
Property, plant and equipment	32.970.133,25					**32.970.133,25**
Deferred tax assets	21.588.958,72					**21.588.958,72**
Other assets	64.478.845,31	1.783.593,49	22.120,23		24.846,22	**66.309.405,25**
Assets	**3.017.341.883,41**	**56.120.048,06**	**6.000.261,34**	**3.270.188,62**	**10.692.210,54**	**3.093.424.591,98**
Due to other financial institutions	295.964.444,61	1.107.104,00	4.467,61			**297.076.016,22**
Deposits due to customers and similar liabilities	2.048.182.850,66	61.829.671,91	5.939.391,35	298.978.852,76	6.823.736,19	**2.421.754.505,87**
Derivative financial instruments – liabilities						
Issued bonds and other borrowings	149.557.925,00					**149.557.925,00**
Provisions for employee retirement benefits	35.700.155,76					**35.700.155,76**
Other provisions for risks and liens	7.106.341,69					**7.106.341,69**
Deferred tax liabilities	1.307.650,69					**1.307.650,69**
Other liabilities	26.529.060,90	377.912,55	98.158,26		184.902,66	**27.190.034,37**
Total liabilities	**2.564.348.429,31**	**63.314.691,46**	**6.042.017,21**	**298.978.852,76**	**7.008.638,85**	**2.939.692.629,60**
Net exchange position	**452.993.454,10**	**(7.194.643,40)**	**(41.755,88)**	**(295.708.664,14)**	**3.683.571,70**	**153.731.962,38**

FOREIGN EXCHANGE RISK
(Amounts reported in €)

	31/12/2005					
DESCRIPTION	**EUR**	**USD**	**GBP**	**JPY**	**OTHER**	**Total**
Cash and balances with Central Bank	93.114.312,06	56.776,45	33.488,83	4.701,18	101.519,67	**93.310.798,19**
Due from other financial institutions	299.791.780,07	34.462.905,36	5.437.144,65	1.478.856,03	3.548.033,40	**344.718.719,51**
Trading portfolio	18.423.674,49					**18.423.674,49**
Derivative financial instruments – assets	(4.331.773,96)	4.014.771,66	100.557,42	308.307,38		**91.862,50**
Loans and advances to customers (after provisions)	1.771.550.339,22	3.561.898,21		9.320.096,82	3.109.652,50	**1.787.541.986,75**
Investment portfolio	145.947.643,82					**145.947.643,82**
Investments in subsidiaries	99.901,48		25.535,89			**125.437,37**
Intangible assets	7.084.034,47					**7.084.034,47**
Property, plant and equipment	31.848.837,98					**31.848.837,98**
Deferred tax assets	21.945.042,99					**21.945.042,99**
Other assets	62.132.915,41	1.955.519,18	7.765,53		3.816,10	**64.100.016,22**
Assets	**2.447.606.708,03**	**44.051.870,86**	**5.604.492,32**	**11.111.961,41**	**6.763.021,67**	**2.515.138.054,29**
Due to other financial institutions	170.521.410,35	267.789,57			1.929.136,40	**172.718.336,32**
Deposits due to customers and similar liabilities	1.760.242.400,79	54.031.232,34	5.634.613,44	129.545.107,37	4.700.384,14	**1.954.153.738,08**
Derivative financial instruments – liabilities	(331.773,95)	346.141,57				**14.367,62**
Issued bonds and other borrowings	148.985.631,66					**148.985.631,66**
Provisions for employee retirement benefits	37.436.420,45					**37.436.420,45**
Other provisions for risks and liens	2.205.431,35					**2.205.431,35**
Deferred tax liabilities	713.135,89					**713.135,89**
Other liabilities	45.351.045,87	281.957,72	41.594,22		18.944,80	**45.693.542,61**
Total liabilities	**2.165.123.702,41**	**54.927.121,20**	**5.676.207,66**	**129.545.107,37**	**6.648.465,34**	**2.361.920.603,98**
Net exchange position	**282.483.005,62**	**(10.875.250,34)**	**(71.715,34)**	**(118.433.145,96)**	**114.556,33**	**153.217.450,31**

39.3 INTEREST RATE RISK

As "interest rate risk" is defined the investment risk that arises from the changes in market interest rates. Such changes in interest rates can affect the financial position of the Group, since it can change also:

- The net interest rate result
- The value of income and expenses, sensitive to interest rate changes
- The value of Assets and Liabilities. The present value of future cash flows (and often the cash flows itself) is changed since the interest rates change.

The Group follows on a systematic basis the interest rate risk and uses various derivative financial instruments for its hedging.
The attached table presents the Group's exposure to interest rate risks with the analysis of the interest rate gap.

INTEREST RATE RISK
(Amounts reported in €) **31/12/2006**

DESCRIPTION	Up to 1 month	1 to 3 months	3 months to 1 year	1 year to 5 years	More than 5 years	Accounts no subject to interest rate risk	Total
Cash and balances with Central Bank	23.756.758,28					76.469.880,26	**100.226.638,54**
Due from other financial institutions	396.713.498,93	4.987.490,80	836.877,77			2.183.934,52	**404.721.802,02**
Trading portfolio			810.000,00	1.197.000,00		18.491.657,49	**20.498.657,49**
Derivative financial instruments - assets						35.754,00	**35.754,00**
Loans and advances to customers (after provisions)	1.924.577.097,53	40.777.031,76	10.024.351,50	292.239.350,78	50.382.012,82	(112.443.803,56)	**2.205.556.040,82**
Investment portfolio	52.614.500,00	57.583.405,46	43.809.981,67	20.846.215,82	19.176.000,00	40.195.605,47	**234.225.708,42**
Investments in subsidiaries							
Intangible assets						7.291.492,00	**7.291.492,00**
Property, plant and equipment						32.970.133,25	**32.970.133,25**
Deferred tax assets						21.588.958,72	**21.588.958,72**
Other assets	10.268.615,52	1.613.902,34	373.103,60	2.844.476,52	686.453,86	50.522.854,88	**66.309.406,72**
Assets	**2.407.930.470,26**	**104.961.830,36**	**55.854.314,54**	**317.127.043,12**	**70.244.466,68**	**137.306.467,03**	**3.093.424.591,98**
Due to other financial institutions	285.000.000,00		7.649.874,65			4.426.141,57	**297.076.016,22**
Deposits due to customers and similar liabilities	1.863.899.104,97	321.313.776,73	191.238.710,1	4.600.836,88		40.702.077,19	**2.421.754.505,87**
Derivative financial instruments – liabilities							
Issued bonds and other borrowings	49.650.652,00		99.907.273,00				**149.557.925,00**
Provisions for employee retirement benefits						35.700.155,76	**35.700.155,76**
Other provisions for risks and liens						7.106.341,69	**7.106.341,69**
Deferred tax liabilities						1.307.650,69	**1.307.650,69**
Other liabilities	5.395.629,47	1.389.360,60	74.029,33			20.331.014,97	**27.190.034,37**
Liabilities	**2.203.945.386,44**	**322.703.137,33**	**298.869.887,08**	**4.600.836,88**		**109.573.381,87**	**2.939.692.629,60**
Interest rate gap	**203.985.083,81**	**(217.741.306,97)**	**(243.015.572,54)**	**312.526.206,24**	**70.244.466,68**	**27.733.085,16**	**153.731.962,38**

INTEREST RATE RISK
(Amounts reported in €) **31/12/2005**

DESCRIPTION	Up to 1 month	1 to 3 months	3 months to 1 year	1 year to 5 years	More than 5 years	Accounts no subject to interest rate risk	Total
Cash and balances with Central Bank	29.653.916,87					63.656.881,32	**93.310.798,19**
Due from other financial institutions	341.463.234,81		1.154.927,34			2.100.557,36	**344.718.719,51**
Trading portfolio		920.996,98		1.973.850,00		15.528.827,51	**18.423.674,49**
Derivative financial instruments - assets						91.862,50	**91.862,50**
Loans and advances to customers (after provisions)	1.809.665.589,29	20.510.004,59	(2.748.811,83)	52.918.802,83	9.945.299,70	(102.748.897,83)	**1.787.541.986,75**
Investment portfolio	16.795.000,00	34.710.654,40	29.248.190,80	22.302.930,28		42.890.868,34	**145.947.643,82**
Investments in subsidiaries						125.437,37	**125.437,37**
Intangible assets						7.084.034,47	**7.084.034,47**
Property, plant and equipment						31.848.837,98	**31.848.837,98**
Deferred tax assets						21.945.042,99	**21.945.042,99**
Other assets	5.081.549,78	102.950,00	304.403,14	3.158.414,49		55.452.698,81	**64.100.016,22**
Assets	**2.212.659.290,75**	**46.244.605,97**	**27.958.709,45**	**80.353.997,60**	**9.945.299,70**	**137.976.150,82**	**2.515.138.054,29**
Due to other financial institutions	168.929.136,40		2.886.977,25			902.222,67	**172.718.336,32**
Deposits due to customers and similar liabilities	1.613.770.649,83	209.626.084,96	116.689.278,60	423.776,00		13.643.948,69	**1.954.153.738,08**
Derivative financial instruments – liabilities						14.367,62	**14.367,62**
Issued bonds and other borrowings	49.625.260,00		99.360.371,66				**148.985.631,66**
Provisions for employee retirement benefits						37.436.420,45	**37.436.420,45**
Other provisions for risks and liens						2.205.431,35	**2.205.431,35**
Deferred tax liabilities						713.135,89	**713.135,89**
Other liabilities	2.637.044,80	877.791,08	219.939,81			41.958.766,92	**45.693.542,61**
Liabilities	**1.834.962.091,03**	**210.503.876,04**	**219.156.567,32**	**423.776,00**	**0,00**	**96.874.293,59**	**2.361.920.603,98**
Interest rate gap	**377.697.199,72**	**(164.259.270,07)**	**(191.197.857,87)**	**79.840.261,60**	**9.945.299,70**	**41.101.857,23**	**153.217.450,31**

39.4 CREDIT RISK

Credit risk is the risk that a counterparty will be unable to pay amounts in full when due. The Group’s management defines credit policy. Credit exposures from related accounts are aggregated and are monitored on a consolidated basis. The methods for valuating the credit rating of the counterparties differ depending on the categories of the borrowers and rely on quantity as on quality data. Portfolio monitoring is carried out on the basis of customers’ creditworthiness, sector of the economy and guarantees from the customers and is regularly audited by Credit Department and Risk Management Department. The Group’s credit risk is spread out in various sectors of the economy. The Group’s general policy is to require from its customers as guarantee certain types of collaterals such as mortgages over real estate, pledges and assignment of receivables

40. RESTATED CASH FLOW STATEMENT

The cash flow statement as of 31/12/2005 has been reclassified in order to be completely comparative with the cash flow statement of the year ending as of 31/12/2006. The published as well as the restated cash flow statements are presented below:

CASH FLOW STATEMENT

(Amounts reported in €)	Restated 1/1-31/12/2005	Published 1/1-31/12/2005
Cash flows from operating activities		
Interest and similar income	135.059.575,41	136.371.499,64
Interest paid	(58.970.183,08)	(59.170.186,36)
Dividends received	523.230,56	523.230,56
Commission received	30.964.115,15	30.906.759,21
Commission paid	(1.166.651,85)	(1.166.651,85)
Profit (loss) from financial trading	5.215.877,32	5.565.606,59
Other income	2.185.482,11	2.660.792,35
Cash payments to employees and suppliers	(75.098.837,90)	(77.458.101,90)
Income taxes paid	(2.407.020,76)	(677.075,96)
Cash flows from operating activities before changes in operating assets and Liabilities	**36.305.586,96**	**38.555.872,28**
Changes in operating assets and liabilities		
Net (increase)/decrease in trading securities	532.197,05	287.270,32
Net (increase)/decrease in loans and advances to customers	(92.938.708,53)	(103.380.715,71)
Net (increase)/decrease in other assets	(30.194.401,21)	(31.958.580,80)
Net increase/(decrease) in due to other credit institutions	84.700.953,18	84.700.953,18
Net increase/(decrease) in deposits due to customers and similar liabilities	(109.349.843,63)	(109.349.843,63)
Net increase/(decrease) in other liabilities	23.154.098,34	22.994.864,80
Total changes in operating assets and liabilities	**(124.095.704,80)**	**(136.706.051,84)**
Net cash from operating activities	**(87.790.117,84)**	**(98.150.179,56)**
Net cash from investment activities		
Purchases of intangible assets	(2.229.715,79)	(2.229.715,79)
Purchases from property, plant and equipment	(9.071.930,58)	(9.071.930,58)
Purchases of held to maturity investment securities	(26.981.308,24)	(21.832.225,33)
Maturity of held to maturity investment securities	5.149.082,91	0,00
Purchases of available for sale investment securities	(80.261.847,74)	(35.749.270,91)
Disposal of available for sale securities	44.864.979,75	0,00
Profit / loss from sale of available for sale securities	0,00	367.879,76
Acquisition of subsidiaries, net of cash (acquired)	(125.437,37)	(125.437,37)
Disposal of subsidiaries shares, net of cash (acquired)	(2.041.388,14)	(2.041.388,14)
Return of capital due to winding-up of subsidiary company	3.521.742,32	858.415,73
Net cash from investment activities	**(67.175.822,88)**	**(69.823.672,63)**
Net cash from financing activities		
Proceeds from issue of debt securities	148.940.751,42	148.985.631,66
Repayment of liabilities from debt securities	(10.000.000,00)	442.007,18
Profit / loss from measurement of derivatives	0,00	(104.802,54)
Dividends paid	0,00	2.625.826,59
Net cash from financing activities	**138.940.751,42**	**151.948.662,89**
Net increase/(decrease) in cash and cash equivalents	**(16.025.189,30)**	**(16.025.189,30)**
Cash and cash equivalents at beginning of year	454.054.707,00	454.054.707,00
Cash and cash equivalents at end of the year	**438.029.517,70**	**438.029.517,70**

41. EVENTS SUBSEQUENT TO 31st DECEMBER 2006

The Extraordinary General Meeting of shareholders of the Bank held on 7th March 2007, decided on an increase of the share capital of the Bank by 150 million Euro. The increase in question will take place with preference right in favor of existing shareholders in proportion of three(3) new shares for every five (5) existing shares.

42. CAPITAL ADEQUACY

The Bank's solvency is calculated in accordance with PD/BOG 2053/92 and PD/BOG 2397/96 (modified PD/BOG 2494/02) "Solvency ratio for credit institutions" and the ETPTH 198/17.5.2005 "Supervisory treatment of accounting data & revaluation reserves arising on application of International Accounting Standards".

According to the above financial sizes of the Group, it is estimated that solvency ratio will be about 8,30% as of 31 December 2006.