

FINANCIAL STATEMENTS INFORMATION FOR THE PERIOD ENDED AS AT 31.03.2006 (according to law 2190/1920, art.135 and the regulation 17/336/21.04.2005 of the Capital Market Commission)

ed below provide information about the financial position and results of Piraeus Bank S.A. and Piraeus Bank Group. We therefore recommend the reader, prior to making any investment decision or other transaction concerning the Bank, to visit the web site www.piraeusbank.gr, where the interim condensed financial statements of the period ended 31.03.2006 in accordance with International Financial Reporting Standards are posted.

COMPANY'S PROFILE

PIRAEUS BANK S.A. 6065/06/B/86/04 4, Amerikis st., 105 64, Athens, Greece

BALANCE SHEET INFORMATION

GROUP

Amounts	in	thousand	euros

							•		
ASSETS	31 Marc	31 March 2006		31 December 2005		31 March 2006		31 December 2005	
Cash and balances with Central banks		1,320,714		1,570,219		895,975		1,218,081	
Treasury bills and other eligible bills		198,194		221,977		43,803		40,103	
Loans and advances to credit institutions		3,886,708		2,220,330		4,116,445		2,138,356	
Derivative financial instruments		31,895		22,741		27,990		18,979	
Financial instruments at fair value									
through profit and loss		443,539		1,180,120		438,638		1,092,197	
Loans and advances to customers (net of provisions)	17.052.138		45 004 440		45 000 000		14.948.637		
Loans and advances to customers	(427,669)	16,624,469	15,884,148 (433,029)	15,451,119	15,660,080 (360,526)	15,299,554	(361,468)	14,587,169	
Less: Provisions for losses on loans & advances Investment Securities	(427,009)	16,624,469	(433,029)	15,451,119	(300,520)	15,299,554	(301,408)	14,567,169	
Available for Sale Securities	538,868		685,584		272,345		415,790		
Held to maturity	94,288	633,156	95,555	781,139	272,543	272,345	413,730	415,790	
Investments in associated undertakings	04,200	61,204		65,641		42,471		46,426	
Investments in subsidiaries		0		0		953,796		959,450	
Intangible fixed assets						,		,	
Goodwill	135,987		141,306		0		0		
Other Intangible	54,550	190,537	60,932	202.238	9,034	9.034	10,174	10,174	
Property, plant and equipment		989,969		973,606		192,422	-,,	192,915	
Held for Sale		11,702		11,958		0		0	
Other assets									
Deferred tax assets	139,804		137,218		119,357		115,872		
Inventories - Property	167,834		165,838		27,905		28,403		
Other assets	487,633	795,271	541,336	844,392	278,821	426,083	290,186	434,461	
TOTAL ASSETS		25,187,358	_	23,545,480	_	22,718,556	_	21,154,101	
LIABILITIES									
Due to credit insitutions		3,608,769		3,535,764		3,444,343		3,422,407	
Derivative financial instruments		37.588		37,591		34,841		35,515	
Due to customers		14,164,722		13,196,528		12,330,402		11,451,453	
Debt securities in issue		4,181,380		3,745,688		4,247,957		3,725,139	
Other borrowed funds									
Hybrid capital (Tier I)	201,330		201,178		201,345		201,260		
Subordinated debt capital (Tier II)	402,941	604,271	402,362	603,540	398,606	599,951	398,597	599,857	
Other liabilities									
Retirement benefit obligations	158,277		154,699		154,935		151,447		
Deferred tax liabilities	49,665		60,223		25,937		33,280		
Other provisions	23,989		20,652		24,018		24,087		
Current income tax liabilities	41,066		29,018		28,688		20,168		
Other liabilities	601,170	874,167	554,118	818,710	282,588	516,166	231,750	460,732	
Total Liabilities		23,470,897	=	21,937,821	_	21,173,660	=	19,695,103	
EQUITY									
Share capital		1,024,932		1,024,932		1,024,932		1,024,932	
Share premium		330,643		330,643		330,643		330,643	
Less: Treasury shares		(37,663)		(17,594)		(37,660)		(17,590)	
Other reserves & retained earnings		169,817		40,445		226,981		121,013	
Piraeus Bank shareholders' equity		1,487,729	_	1,378,426	_	1,544,896	_	1,458,998	
Minority interest in equity		228,732		229,233					
Total Equity		1,716,461	_	1,607,659	_	1,544,896	_	1,458,998	
TOTAL LIABILITIES AND FOLISTY	•	05 407 050	_	00 545 400	_	00 740 550	_	04.454.451	
TOTAL LIABILITIES AND EQUITY		25,187,358		23,545,480		22,718,556		21,154,101	

COMPANIES CONSOLIDATED BY THE FULL METHOD OF CONSOLIDATION

ı			Unaudited			Unaudited
			tax			tax
		% holding	years		% holding	years
	Marathon Banking Corporation (U.S.A.)	82.52%	2004-2005	33. Komotini Real Estate Development S.A. (Greece)	100.00%	2001-2005
	2. Tirana Bank I.B.C. (Albania)	88.72%	2003-2005	34. Diagonios S.A. (Greece)	100.00%	2005
	3. Piraeus Bank Romania S.A. (Romania)	100.00%	2003-2005	35. ND Development S.A. (Greece)	100.00%	2002-2005
	4. Piraeus Atlas Bank A.D. (Serbia)	88.23%	2000-2005	36. Property Horizon S.A. (Greece)	100.00%	2003-2005
	Piraeus Bank Bulgaria A.D. (Bulgaria)	99.79%	2003-2005	37. ETBA Industrial Estates S.A. (Greece)	65.00%	2003-2005
	Piraeus Bank Egypt S.A.E. (Egypt)	87.97%	1999-2005	38. Piraeus Property S.A. (Greece)	100.00%	2005
	7. Sudanese Egyptian Bank (Sudan)	70.62%	2005	39. Piraeus Development S.A. (Greece)	100.00%	2005
	8. Piraeus Asset Management Europe S.A. (Luxemburg)	99.94%	2005	40. Piraeus Constructions S.A. (Greece)	100.00%	2005
	9. Piraeus Leasing S.A. (Greece)	85.60%	2000-2005	41. Piraeus Buildings S.A. (Greece)	100.00%	2005
	10. Piraeus Leasing Romania SRL (Romania)	100.00%	2003-2005	42. Piraeus Developer S.A. (Greece)	100.00%	2005
	11. Piraeus Insurance and Reinsurance Brokerage S.A. (Greece)	100.00%	2005	43. P – Parking S.A. (Greece)	100.00%	2005
	12. Tirana Leasing S.A. (Albania)	100.00%	2005	44. Estia Mortgage Finance P.L.C. (United Kingdom)	-	2005
	13. Piraeus Securities S.A. (Greece)	80.00%	2003-2005	45. Euroinvestment & Finance LTD (Cyprus)	81.87%	1998-2005
l	14. Piraeus Group Capital LTD (United Kingdom)	100.00%	2005	46. Lakkos Mikelli Real Estate LTD (Cyprus)	49.08%	2000-2005
	15. Piraeus Leasing Bulgaria (Bulgaria)	100.00%	2005	47. Philoktimatiki LTD (Cyprus)	45.42%	1989-2005
	16. Auto Leasing Bulgaria (Bulgaria)	100.00%	2005	48. Philoktimatiki Ergoliptiki LTD (Cyprus)	45.42%	1992-2005
	17. Piraeus Enterprisers 4 LTD (Cyprus)	100.00%	2005	49. Aggressive Investments S.A. (Greece)	100.00%	2005
	18. Piraeus Group Finance P.L.C. (United Kingdom)	100.00%	2005	 Ktimatoependitiki Tourist and Development S.A. (Greece) 	100.00%	2005
	19. Multicollection S.A. (Greece)	51.00%	2005	51. New Evolution S.A. (Greece)	100.00%	2005
	20. Piraeus Factoring S.A. (Greece)	100.00%	2005	 Imperial Stockbrokers Limited (Cyprus) 	81.87%	1998-2005
	21. Piraeus Multifin S.A. (Greece)	87.50%	2005	53. Imperial Eurobrokers Limited (Cyprus)	81.87%	1998-2005
	22. ETBA Finance S.A. (Greece)	100.00%	2003-2005	54. EMF Investors Limited (Cyprus)	81.87%	1998-2005
	23. E-Vision S.A. (Greece)	100.00%	2004-2005	55. Euroinvestment Mutual Funds Limited (Cyprus)	81.87%	2000-2005
	24. Piraeus Botifin S.A. (Greece)	100.00%	2001-2005	56. Bull Fund Limited (Cyprus)	81.87%	2000-2005
	25. Picar S.A. (Greece)	100.00%	2005	57. Good Works Real Estate Tourist and Development S.A. (Greece)	100.00%	2005
	26. Piraeus Real Estate Investment Property S.A. (Greece)	37.80%	2004-2005	58. New Flexible Tourist and Development S.A. (Greece)	100.00%	2005
	27. Bulfina S.A. (Bulgaria)	100.00%	2003-2005	 New Up Dating Development Real Estate and Tourist S.A. (Greece) 	100.00%	2005
	28. ATFS S.A. (Greece)	100.00%	2004-2005	60. Sunholdings Properties Company LTD (Cyprus)	22.71%	2005
ı	29. General Construction and Development Co. S.A. (Greece)	66.70%	2000-2005	61. ABC Professional Systems S.A. (Greece)	100.00%	2005
ı	30. Piraeus Best Leasing S.A. (Greece)	41.16%	2003-2005	62. Polytropon Properties Limited (Cyprus)	34.06%	-
ı	31. Pireaus Direct Services S.A. (Greece)	100.00%	2005	63. Shinefocus Limited (Cyprus)	34.06%	1999-2005
ı	32 Evodue S.A. (Greece)	50 10%	2004-2005			

The companies numbered 4-7 and 38-63 have been consolidated as at 31/03/2006 and they have not been included in the consolidation as at 31/03/2005. Companies numbered 45 and 46 have been consolidated as at 31/03/2005 by the equity method of accounting, whereas on 31/03/2006 they have been consolidated as subsidiaries due to increase in the holding percentage. Of the companies consolidated on 31/03/2005, the following have not been included in the consolidation on 31/03/2006; a) Pirasus Findering Associated (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006), and (as a 17/03/2006). Pirasus Findering Associated (as a 17/03/2006), and (as a 17/03/2006), and

INCOME STATEMENT INFORMATION

	GROUP		BANK		
	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	
Interest and similar income	335,373	213,236	298,967	194,019	
Interest expenses and similar charges	(184,372)	(93,622)	(167,168)	(88,820)	
Net interest income	151,001	119,614	131,799	105,199	
Fee and commission income	52,568	37,565	30,895	24,728	
Fee and commission expense	(7,890)	(5,863)	(6,515)	(5,328)	
Net fee and commission income	44,678	31,702	24,380	19,400	
Dividend income	1,815	3,748	1,809	11,707	
Net trading results	12,075	19,028	5,467	6,862	
Gains / (losses) from investment securities	134,969	2	130,479	2	
Other operating income	22,173	16,499	3,637	4,093	
Total net income	366,711	190,593	297,571	147,263	
Staff costs	(69.742)	(58.025)	(50.994)	(47.214)	
Administrative expenses	(48.885)	(38,600)	(37.106)	(31,392)	
Gains / (losses) from sale of property plant and equipment	9.509	1.409	(46)	32	
Depreciation	(13.818)	(9.078)	(7.463)	(6.806)	
Impairment losses on loans and advances	(24,984)	(20,842)	(21.614)	(19,214)	
Total operating expenses	(147.920)	(125,136)	(117,223)	(104,594)	
Share of profit of associates	(112)	155		-	
Profit before tax	218,679	65,612	180,348	42,669	
Tax for the period	(27,079)	(15,127)	(18,851)	(9,323)	
Profit after tax	191,600	50.485	161.497	33.346	

STATEMENT OF CHANGES IN EQUITY INFORMATION

Earnings per share (in Euros):
- Basic
- Diluted

33,346

0.17 0.17

	GR	OUP	BANK		
	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	
Equity at the beginning of the period	1,607,659	1,269,444	1,458,998	972,879	
(Purchases)/ disposals of Treasury Shares	(20,069)	(20,845)	(20,070)	(5,556)	
Available for sale reserve	(58,178)	2,649	(56,715)	3,260	
Profit after tax for the period	191,600	50,485	161,497	33,346	
Prior year dividends	0	(26,287)	0	0	
Acquisitions and movement in subsidiaries holding	(1,513)	(5,578)	0	0	
Reserve for stock option plan	1,320	0	1,320	0	
Currency translation differences and other adjustments	(4,358)	3,895	(134)	0	
Equity at the end of the period	1,716,461	1,273,763	1,544,896	1,003,929	

CASH FLOW STATEMENT INFORMATION

Amounts in thousand euros

	GR	DUP	BANK		
	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	1 Jan - 31 Mar 2006	1 Jan - 31 Mar 2005	
Total inflows/ (outflows) from operating activities	895,176	(258,451)	860,040	(202,651)	
Total inflows/ (outflows) from investing activities	178,419	38,491	194,809	61,983	
Total inflows/ (outflows) from financing activities	383,976	600,270	467,090	573,065	
Net increase in cash and cash equivalents of the period	1,457,571	380,310	1,521,939	432,397	
Effect of exchange rate changes on cash and cash equivalents	1,273	5,093	2,792	947	
Cash and cash equivalents at the beginning of the period	3,515,064	1,307,035	3,355,972	1,267,064	
Cash and cash equivalents at the end of the period	4,973,908	1,692,438	4,880,703	1,700,408	

COMPANIES CONSOLIDATED BY THE EQUITY METHOD OF ACCOUNTING

holding
24.57%
19.35%
34.60%
35.19%
35.19%
16.67%
16.67%
16.67%
27.80%
27.80%

The companies numbered 9 and 12-21 have been consolidated as at 31/03/2006 and they have not been included in the consolidationas at 31/03/2005. Company numbered 8 has been consolidated as at 31/03/2005 as subsidiary, whereas on 31/03/2006 it has been consolidated as an associate due to partial disposal of holding percentage. Of the companies consolidated on 31/03/2005, the local process of the companies consolidated on 31/03/2005, the local process of the companies of the consolidation on 31/03/2005, and No Frances Matula Funds S.A., b) Global Capital LTD, c) Hellenic Steel Company S.A., d) Greek Leather Processing Industry S.A., e) P. Manesis Bros. S.A., f) like of crup-Commercial S.A., g) Euroinvestment Finance LTD and h) Lakkos Mikeli Real Estale LTD. of these companies, companies numbered (b), and (f) were transferred to the availablefor sale portfolio and company numbered (e) was disposed of. Companies numbered (g) and (h) were consolidated as subsidiaries due to increase in the holding percentage.

Notes:
1) The accounting policies, adopted by the Group according to the International Financial Reporting Standards (IFRS), have been applied.
2) Tax authorities have audited Pirasus Bank's tax position for the years up to and including 2003. For the unaudited tax years of Pirasus Bank's at x position for the years up to and including 2003. For the unaudited tax years of Pirasus Bank and its subsidiaries, a provision has been raised according to International Financial Reporting Standards (IFRS).
3) Property, plant and equipment are free of any light on a rabitration, as well as the pending court decisions are not expected to have significant effect on the financial position of the Group.
5) The balances of loans to and deposits from related parties of the Group, as defined in IAS 24, amount to € 2,133 million and € 4,606 million respectively, as at 31 March 2006. From the above amounts, amounts of € 2,004 million and € 4,573 million relate to assets to and liabilities from subsidiaries.
6) In compliance with the Strategic Alliance Agreement dated 1817/2002 of Piraeus Bank and the companies "ING Greek Life Insurance Company S.A." and "ING Greek General Insurance Company S.A." the liquidation of their respective cross-shareholdings was completed during the first quarter of 2006. The gain from the above liquidation has been included in the results of the current period.
7) The number of staff employed by the Group and the Bank as at 31 March 2006 was 8,467 and 4,415 respectively.

Athens, May 10th 2006 CHAIRMAN OF THE BOARD OF DIRECTORS and MANAGING DIRECTOR VICE-CHAIRMAN OF THE BOARD OF DIRECTORS and DEPUTY MANAGING DIRECTOR