

ALPHA BANK

**INTERIM
FINANCIAL STATEMENTS
AS AT 30.6.2007**

(In accordance with International Accounting Standard 34)

ATHENS, 31 JULY 2007

TABLE OF CONTENTS

	Page
Auditors' review report.....	1
Interim financial statements as at 30.6.2007	
• Interim income statement	3
• Interim balance sheet	4
• Interim statement of changes in equity	5
• Interim cash flow statement	6
• Notes to the financial statements	
<u>General information</u>	7
<u>Accounting policies applied</u>	
1. Basis of presentation	9
<u>Income statement</u>	
2. Impairment losses and provisions to cover credit risk	11
3. Income tax.....	11
4. Earnings per share	12
<u>Assets</u>	
5. Loans and advances to customers	13
6. Investment securities.....	13
7. Investment property.....	14
8. Property, plant and equipment	15
9. Goodwill and other intangible assets	16
10. Non-current assets held for sale	17
<u>Liabilities</u>	
11. Debt securities in issue and other borrowed funds	18
12. Employee defined benefit obligations	19
13. Provisions	19
<u>Equity</u>	
14. Retained earnings and treasury shares	20
<u>Additional information</u>	
15. Contingent liabilities and commitments.....	21
16. Segment reporting.....	22
17. Capital adequacy.....	23
18. Related-party transactions	24
19. Acquisitions, disposals of subsidiaries and associates and other corporate events.....	26
20. Events after the balance sheet date.....	27



KPMG Kyriacou
Certified Auditors AE
3 Stratigou Tombra Street
Aghia Paraskevi
GR - 153 42 Athens Greece

Στρατηγού Τόμπρα 3
153 42 Αγία Παρασκευή
Ελλάς
ΑΡΜΑΕ29527/01ΑΤ/Β/93/162/96

Telephone Τηλ: +30 210 60 62 100
Fax Φαξ: +30 210 60 62 111
Internet www.kpmg.gr
e-mail postmaster@kpmg.gr

Report on Review of Interim Financial Information (Translated from the original in Greek)

To the Shareholders of
ALPHA BANK A.E.

Introduction

We have reviewed the accompanying balance sheet of ALPHA BANK A.E (“the Bank”) as of June 30, 2007 and the related statements of income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes (the interim financial information). Bank’s management is responsible for the preparation and presentation of this interim financial information in accordance with the International Financial Reporting Standards adopted by the European Union applicable to interim financial information (IAS 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as provided by Greek Auditing Standards. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Greek Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as of June 30, 2007 is not prepared, in all material respects, in accordance with International Financial Reporting Standards adopted by the European Union applicable to interim financial information (IAS 34).

Athens, 31 July 2007

KPMG Kyriacou Certified Auditors AE

Marios T. Kyriacou
Certified Auditor Accountant
AM SOEL 11121

Garyfallia Spyriouni
Certified Auditor Accountant
AM SOEL 16931

INTERIM FINANCIAL STATEMENTS AS AT 30.06.2007

Interim income statement

(Thousands of Euro)

	Note	From 1 January to		From 1 April to	
		30.6.2007	30.6.2006	30.6.2007	30.6.2006
Interest and similar income		1,437,298	1,109,648	740,570	580,259
Interest expense and similar charges		<u>(856,207)</u>	<u>(547,322)</u>	<u>(444,560)</u>	<u>(294,521)</u>
Net interest income		581,091	562,326	296,010	285,738
Fee and commission income		167,663	144,446	88,718	74,955
Commission expense		<u>(11,456)</u>	<u>(8,896)</u>	<u>(6,380)</u>	<u>(4,796)</u>
Net fee and commission income		156,207	135,550	82,338	70,159
Dividend income		34,003	37,685	23,469	26,901
Gains less losses on financial transactions		(85,363)	25,643	1,285	7,541
Other income		<u>13,760</u>	<u>6,583</u>	<u>4,342</u>	<u>4,017</u>
		(37,600)	69,911	29,096	38,459
Total income		699,698	767,787	407,444	394,356
Staff costs		(192,876)	(182,020)	(97,389)	(90,846)
General administrative expenses		(151,793)	(131,640)	(80,191)	(73,430)
Depreciation and amortization expenses	7,8,9	(23,602)	(19,687)	(12,315)	(9,693)
Other expenses		<u>(1,143)</u>	<u>(761)</u>	<u>(594)</u>	<u>(344)</u>
Total expenses		(369,414)	(334,108)	(190,489)	(174,313)
Impairment losses and provisions to cover credit risk	2	<u>(88,572)</u>	<u>(115,654)</u>	<u>(36,567)</u>	<u>(58,322)</u>
Profit before Income tax		241,712	318,025	180,388	161,721
Income tax	3	<u>(54,419)</u>	<u>(67,977)</u>	<u>(40,421)</u>	<u>(30,222)</u>
Profit after Income tax		<u>187,293</u>	<u>250,048</u>	<u>139,967</u>	<u>131,499</u>
Earnings per share:	4				
Basic earnings (€ per share)		0.46	0.63	0.34	0.33
Diluted earnings (€ per share)		0.46	0.63	0.34	0.33

The attached notes (pages 7 to 27) form an integral part of these interim financial statements.

Interim balance sheet

		(Thousands of Euro)	
	Note	30.6.2007	31.12.2006
ASSETS			
Cash and balances with Central Banks		1,226,822	1,477,675
Due from banks		9,624,847	6,184,088
Securities held for trading		284,679	346,207
Derivative financial assets		378,462	254,566
Loans and advances to customers	5	31,269,782	28,237,691
Investment securities			
-Available-for-sale	6	4,080,912	7,462,388
Investments in subsidiaries, associates and joint ventures	19	1,618,379	1,593,550
Investment property	7	42,081	42,006
Property, plant and equipment	8	594,744	544,636
Goodwill and other intangible assets	9	47,861	42,104
Deferred tax assets		164,450	261,363
Other assets		218,128	229,825
		<u>49,551,147</u>	<u>46,676,099</u>
Non-current assets held for sale	10	52,044	92,513
Total Assets		<u>49,603,191</u>	<u>46,768,612</u>
LIABILITIES			
Due to banks		5,305,102	7,222,117
Derivative financial liabilities		412,000	226,223
Due to customers		21,009,919	20,372,543
Debt securities in issue and other borrowed funds	11	19,008,247	15,148,320
Liabilities for current income tax and other taxes		77,099	110,102
Deferred tax liabilities		62,263	137,901
Employee defined benefit obligations	12	512,253	513,311
Other liabilities		805,533	584,358
Provisions	13	3,980	17,901
Total Liabilities		<u>47,196,396</u>	<u>44,332,776</u>
EQUITY			
Share Capital		1,591,286	1,591,286
Share premium		127,961	127,961
Reserves		378,292	207,853
Retained earnings	14	352,815	523,201
Treasury shares	14	(43,559)	(14,465)
Total Equity		<u>2,406,795</u>	<u>2,435,836</u>
Total Liabilities and Equity		<u>49,603,191</u>	<u>46,768,612</u>

The attached notes (pages 7 to 27) form an integral part of these interim financial statements.

Interim statement of changes in equity

(Thousands of Euro)

	Share capital	Share premium	Reserves	Retained earnings	Treasury shares	Total
Balance 1.1.2006	1,456,018	125,685	220,423	337,439	(188,128)	1,951,437
Changes in equity for the period 1.1-30.6.2006						
Net change in fair value of available-for-sale securities			(80,064)			(80,064)
Net change in fair value of available-for-sale securities transferred to income statement from sales			(15,818)			(15,818)
Net income recognized directly in equity			(95,882)			(95,882)
Profit for the period, after income tax				250,048		250,048
Total			(95,882)	250,048		154,166
Purchase of treasury shares					(89,483)	(89,483)
Dividends distributed				(237,556)		(237,556)
Share capital increase from capitalization of reserve and change of par value of each share to € 3.90	133,954			(133,954)		-
Appropriation to reserves			37,780	(37,780)		-
Recognition of share options granted to employees			2,582			2,582
Other				204		204
Balance 30.6.2006	1,589,972	125,685	164,903	178,401	(277,611)	1,781,350
Balance 1.7.2006	1,589,972	125,685	164,903	178,401	(277,611)	1,781,350
Changes in equity for the period 1.7-31.12.2006						
Net change in fair value of available-for-sale securities			31,636			31,636
Net change in fair value of available-for-sale securities transferred to income statement from sales			11,014			11,014
Exchange differences on translating foreign operations				(46)		(46)
Net income recognized directly in equity			42,650	(46)		42,604
Profit for the period, after income tax				252,245		252,245
Total			42,650	252,199		294,849
Purchase of treasury shares					(120,247)	(120,247)
Sale of treasury shares				92,604	383,393	475,997
Issue of new shares due to share options exercise	1,314					1,314
Share premium from exercised share options		2,276	(2,276)			-
Recognition of share options granted to employees			2,576			2,576
Other				(3)		(3)
Balance 31.12.2006	1,591,286	127,961	207,853	523,201	(14,465)	2,435,836
Balance 1.1.2007	1,591,286	127,961	207,853	523,201	(14,465)	2,435,836
Changes in equity for the period 1.1-30.6.2007						
Net change in fair value of available-for-sale securities			(25,823)			(25,823)
Net change in fair value of available-for-sale securities transferred to income statement from sales			138,615			138,615
Exchange differences on translating foreign operations				142		142
Net income recognized directly in equity			112,792	142		112,934
Profit for the period, after income tax				187,293		187,293
Total			112,792	187,435		300,227
Purchase of treasury shares (note 14)					(29,094)	(29,094)
Dividends distributed (note 14)				(304,421)		(304,421)
Appropriation to reserves			53,400	(53,400)		-
Recognition of share options granted to employees			4,247			4,247
Balance 30.6.2007	1,591,286	127,961	378,292	352,815	(43,559)	2,406,795

The attached notes (pages 7 to 27) form an integral part of these interim financial statements.

Interim cash flow statement

(Thousands of Euro)

Note	From 1 January to	
	30.6.2007	30.6.2006
Cash flows from operating activities		
	241,712	318,025
Profit before income tax		
<i>Adjustments for:</i>		
7,8	15,377	13,309
Depreciation of property, plant and equipment		
9	8,225	6,378
Amortization of intangible assets		
	93,334	117,584
Impairment losses from loans and provisions		
	4,247	2,583
Other adjustments		
	94,526	(59,902)
(Gains)/losses from investing activities		
	43,834	26,990
(Gains)/losses from financing activities		
	501,255	424,967
<i>Net (increase)/decrease in assets relating to operating activities:</i>		
	(1,363,181)	(558,891)
Due from banks		
	(62,368)	(122,162)
Securities held for trading and derivative financial assets		
	(3,139,138)	(2,300,302)
Loans and advances to customers		
	16,722	(69,640)
Other assets		
<i>Net increase/(decrease) in liabilities relating to operating activities:</i>		
	(1,917,014)	(162,784)
Due to banks		
	185,777	90,792
Derivative financial liabilities		
	4,303,055	2,800,958
Due to customers		
	205,413	221,787
Other liabilities		
	(1,269,479)	324,725
<i>Net cash flows from operating activities before taxes</i>		
	(62,548)	(76,049)
Income taxes paid and other taxes		
	(1,332,027)	248,676
Net cash flows from operating activities		
Cash flows from investing activities		
	(18,233)	(8,194)
Acquisitions of subsidiaries, associates and joint ventures		
	1,117	7,883
Proceeds from sale of investments in subsidiaries and associates		
	28,977	37,685
Dividends received		
7,8,9,10	(42,194)	(22,618)
Purchases of property, plant and equipment		
	9,560	1,525
Disposal of property, plant and equipment		
	3,359,359	(1,453,366)
Net (increase)/ decrease in investment securities		
	-	(48,125)
Merger of Belgrade branch with Alpha Bank Srbija AD		
	3,338,586	(1,485,210)
Net cash flows from investing activities		
Cash flows from financing activities		
14	(29,094)	(86,283)
(Purchases)/sales of treasury shares		
	(301,570)	(233,707)
Dividends paid		
11	547,979	-
Proceeds from the issue of loans		
	(397,559)	(63,351)
Repayment of loans		
	(180,244)	(383,341)
Net cash flows from financing activities		
	410	385
Effect of exchange rate fluctuations on cash and cash equivalents		
	1,826,725	(1,619,490)
Net increase/(decrease) in cash and cash equivalents		
	4,608,407	5,083,955
Cash and cash equivalents at the beginning of the period		
	6,435,132	3,464,465
Cash and cash equivalents at the end of the period		

The attached notes (pages 7 to 27) form an integral part of these interim financial statements.

Notes to the financial statements

General information

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

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

The term of the Board of Directors, who was elected by the Shareholders' General Meeting on April 19, 2005, ends in 2010. The Board of Directors, after the changes approved by the Board meeting held on 27 February 2007 (resignation of the non-executive member Mr. Takis Athanasopoulos, who was replaced by Mr. Evangelos Calousis) as at 30 June 2007 consists of:

CHAIRMAN (Executive Member)

Yannis S. Costopoulos

VICE CHAIRMAN (Non Executive Member)

Minas G. Tanes ***

EXECUTIVE MEMBERS

MANAGING DIRECTOR

Demetrios P. Mantzounis

EXECUTIVE DIRECTORS AND GENERAL MANAGERS

Marinos S. Yannopoulos (CFO)***

Spyros N. Filaretos

Artemis Ch. Theodoridis

NON-EXECUTIVE MEMBERS

George E. Agouridis *

Sophia G. Eleftheroudaki

Paul G. Karakostas *

Nicholaos I. Manessis**

NON EXECUTIVE INDEPENDENT MEMBERS

Pavlos A. Apostolides **

Thanos M. Veremis

Evangelos J. Calousis */*** (As at 3 April 2007 he was elected from non-executive member to a non-executive independent member by the Shareholders' Meeting)

Ioannis K. Lyras **

SECRETARY

Hector P. Verykios

* Member of the Audit Committee

** Member of the Remuneration Committee

*** Member of the Risk Management Committee

The certified auditors of the semi and annual financial statements of the Bank are:

Principal Auditors: Marios T. Kyriacou
Garyfallia B. Spyriouni

Substitute Auditors: Charalambos G. Sirounis
Nikolaos Ch. Tsiboukas

of KPMG Kyriacou Certified Auditors A.E.

The Bank's shares are listed on the Athens Stock Exchange since 1925.

As at 29 June 2007, Alpha Bank was ranked 4th among all listed companies, in terms of market capitalization. Since February 2004 the Bank has been included in the FTSE Eurofirst 300 Index, which consists of the 300 largest European companies.

Apart from the Greek listing, the shares of the Bank are listed on the London Stock Exchange in the form of international certificates (GDRs) and are traded over the counter in New York (ADRs).

As at 29 June 2007, the Bank has issued 408,022,002 shares.

The Bank's continuous growth and consistent dividend policy has attracted local and foreign investors. This has increased the shares' liquidity which for the first Semester of 2007 amounted to an average of 1,386,861 shares per day.

The credit rating of the Bank remains at a high level (Standard & Poor's: BBB+, Moody's: A1, Fitch Ratings: A-) and reflects the dynamics of its operations and the positive outlook with respect to its share price.

These financial statements have been approved by the Board of Directors on 31 July 2007.

Accounting policies applied

1. Basis of presentation

The Bank has prepared the condensed interim financial statements as at 30 June 2007 in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting.

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

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

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

The accounting policies applied by the Bank, in the condensed interim financial statements as at 30 June 2007, are consistent with those stated in the published financial statements for the year ended 31 December 2006, after taking into account new standards and interpretations issued by the International Accounting Standards Board (IASB), adopted by the European Union and they are effective for annual periods beginning on or after 1.1.2007:

- *International Financial Reporting Standard (IFRS) 7 «Financial Instruments: Disclosures»*
- *Amendment to IAS 1 «Presentation of Financial Statements – Capital Disclosure» (Regulation 108/2006)*

IFRS 7 and the amendment to IAS 1 result in changes relating to the disclosure requirements of financial instruments, which will be presented in the annual financial statements of the year 2007.

- *Interpretation 7 «Applying the restatement Approach Under IAS 29 Financial Reporting in Hyper Inflationary Economies (Regulation 708/2006)*

The adoption of this interpretation had no effect on the Bank's financial statements as the Bank has no operations in hyper inflationary economies.

- *Interpretations 8 and 9 «Scope of IFRS 2» and «Reassessment of embedded derivatives» (Regulation 1329/2006)*

The adoption of these interpretations had no impact on the Bank's financial statements.

- *Interpretation 10 «Interim Financial Reporting and Impairment» (Regulation 610/2007)*

With the adoption of this interpretation an entity can not reverse an impairment loss recognized in an interim period in respect of goodwill or an investment in either an equity instrument or a financial asset carried at cost.

The adoption of this interpretation did not have an impact on Bank's accounting policies.

Apart from the above standards and interpretations, the European Union at 1 June 2007, adopted through regulation 611/2007, Interpretation 11 «IFRS 2 – Group and Treasury Shares Transactions», which is effective for annual periods beginning on or after 1.3.2007. The adoption of this interpretation is not expected to have a substantial impact on Bank's financial statements.

The International Accounting Standards Board (IASB) has issued the following standards and interpretations which have not yet been adopted by the European Union.

- *International Financial Reporting Standard 8 «Operating segments» Effective for annual periods beginning on or after 1.1.2009.*

This standard replaces IAS 14 «Segment reporting». Its adoption by the European Union and by the Bank is expected to affect the way that the Bank's disclosures relating to operating segments are presented.

- *Amendment of International Accounting Standard 23 «Borrowing costs » Effective for annual periods beginning on or after 1.1.2009*

On 29 March 2007, the Board issued the revised IAS 23, which removed the option of immediately recognizing as an expense all borrowing costs that relate to assets that have a substantial period of time to get ready for use or sale. Such borrowing costs are capitalized as part of the cost of the asset.

The adoption of this standard is not expected to have a substantial impact on the Bank's financial statements.

- *Interpretation 12 «Service concession arrangements» Effective for annual periods beginning on or after 1.1.2008*
- *Interpretation 13 «Customer loyalty programmes» Effective for annual periods beginning on or after 1.7.2008*
- *Interpretation 14 «IAS 19 – The limit on a defined benefit asset, minimum funding requirements and their interaction» Effective for annual periods beginning on or after 1.1.2008*

The Bank is examining whether there will be an impact from the adoption of the above Interpretations in the financial statements.

The adoption by the European Union, by 31 December 2007, of new standards and interpretations or amendments possibly issued during the current year by the International Accounting Standards Board (IASB) and their mandatory or optional adoption will be effective for periods beginning on or after 1 January 2007, may retrospectively affect the period that these interim financial statements present.

Income statement

2. Impairment losses and provisions to cover credit risk

	From 1 January to		From 1 April to	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
Impairment losses on loans and advances to customers	107,137	101,732	37,135	58,719
Provisions to cover credit risk from off-balance sheet items	(14,946)	14,946	-	-
Recoveries	(3,619)	(1,024)	(568)	(397)
Total	88,572	115,654	36,567	58,322

3. Income tax

In accordance with Greek tax law the profits of entities in Greece are taxed at a rate of 29% for 2006 and 25% for 2007 and thereafter.

In addition, in accordance with article 9 of Law 2992/2002, as amended by Law 3259/2004, the tax rate for entities that have concluded mergers by 31.12.2005 is reduced by 10% and 5%. This reduced rate is applicable on the profits declared for the first and second fiscal year after the completion of the merger respectively, on the condition that the entities were not related from 1.1.1997 up to 20.3.2002. For entities that were related up to 31.12.1996 the reduction of the tax rate amounts to 5% for each year.

Based on the above, the 2006 profit of the Bank was taxed at the rate of 24% due to the merger with Delta Singular A.E.P., a listed company completed on 8.4.2005. The Bank was not related with Delta Singular A.E.P. before 1.1.1997.

It should be noted that, as all profits have been taxed, the distribution of dividends to shareholders are free of tax.

Income tax is analyzed as follows:

	From 1 January to		From 1 April to	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
Current tax	33,145	57,084	28,899	22,270
Deferred tax	21,274	10,893	11,522	7,952
Total	54,419	67,977	40,421	30,222

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

	From 1 January to		From 1 April to	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
Depreciation and write-offs of fixed assets	3,806	4,551	1,457	2,408
Loans and advances to customers	8,693	(9,992)	4,638	(1,477)
Employee defined benefit obligations	284	238	150	143
Valuation of derivatives	(4,441)	9,680	(2,972)	2,007
Financial instruments effective rate	322	420	161	390
Valuation of liabilities to credit institutions and debt securities in issue due to fair value hedge	10,551	6,876	7,334	4,455
Other temporary differences	2,059	(880)	754	26
Total	21,274	10,893	11,522	7,952

Reconciliation of effective and current tax rate is presented below:

	From 1 January to				From 1 April to			
	30.6.2007		30.6.2006		30.6.2007		30.6.2006	
	%		%		%		%	
Profit before income tax		241,712		318,025		180,388		161,721
Income tax	25	60,428	24	76,326	25	45,097	24	38,813
Increase/(decrease) due to:								
Additional tax on rental income from fixed assets	0.02	37	0.03	107	(0.02)	(28)	0.03	54
Non taxable income	(4.50)	(10,888)	(5.00)	(15,909)	(3.28)	(5,921)	(6.05)	(9,778)
Non deductible expenses	0.55	1,353	0.26	826	(0.23)	(408)	0.49	794
Part of profit relating to non taxable income	(0.18)	(437)	(0.94)	(2,986)	(0.21)	(385)	(1.18)	(1,910)
Part of profit relating to distributable income	0.13	326	0.67	2,127	0.15	266	1.10	1,773
Effect of tax rates used for the calculation of current and deferred tax	-	-	0.14	436	-	-	0.20	318
Other temporary differences	1.49	3,600	2.22	7,050	1.00	1,800	0.10	158
Income tax	22.51	<u>54,419</u>	21.38	<u>67,977</u>	22.41	<u>40,421</u>	18.69	<u>30,222</u>

4. Earnings per share

a. Basic

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

	From 1 January to		From 1 April to	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
Profit attributable to shareholders	187,293	250,048	139,967	131,499
Weighted average number of outstanding ordinary shares	406,363,904	395,243,303	405,894,264	394,566,867
Basic earnings per share (in €)	0.46	0.63	0.34	0.33

b. Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Bank has a single category of dilutive potential ordinary shares resulting from a share options program.

For the share options, a calculation is performed to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Bank's shares for the period) based on the monetary value of the subscription rights attached to outstanding share options.

The weighted average number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

	From 1 January to		From 1 April to	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
Profit attributable to shareholders	187,293	250,048	139,967	131,499
Weighted average number of outstanding ordinary shares	406,363,904	395,243,303	405,894,264	394,566,867
Adjustment for share options	935,315	974,168	1,120,334	1,017,119
Weighted average number of outstanding ordinary shares for diluted earnings per share	407,299,219	396,217,471	407,014,598	395,583,986
Diluted earnings per share (in €)	0.46	0.63	0.34	0.33

Assets

5. Loans and advances to customers

	30.6.2007	31.12.2006
<i>Individuals:</i>		
Mortgages	8,939,277	8,176,640
Consumer	2,559,087	2,169,009
Credit cards	931,330	905,689
Other	115,067	130,605
	<u>12,544,761</u>	<u>11,381,943</u>
<i>Companies:</i>		
Corporate loans	19,214,273	17,443,652
Other receivables	173,427	151,423
	<u>19,387,700</u>	<u>17,595,075</u>
Less:		
Allowance for impairment losses	(662,679)	(739,327)
Total	<u>31,269,782</u>	<u>28,237,691</u>

Allowance for impairment losses

Balance 1.1.2006	822,977
Changes for the period from 1.1 to 30.6.2006	
Foreign exchange differences	(69)
Unwinding of the discount	33,831
Impairment losses for the period (note 2)	101,732
Decrease due to merger of Belgrade Branch with Alpha Bank Srbija A.D.	(3,180)
Loans written-off during the period	<u>(27,249)</u>
Balance 30.6.2006	928,042
Changes for the period from 1.7 to 31.12.2006	
Foreign exchange differences	(109)
Impairment losses for the period	107,439
Unwinding of the discount	37,819
Loans written-off during the period	<u>(333,864)</u>
Balance 31.12.2006	739,327
Changes for the period from 1.1 to 30.6.2007	
Foreign exchange differences	(90)
Impairment losses for the period (note 2)	107,137
Unwinding of the discount	32,626
Loans written-off during the period	<u>(216,321)</u>
Balance 30.6.2007	<u>662,679</u>

6. Investment securities

Available-for-sale	30.6.2007	31.12.2006
Government bonds	1,825,350	6,016,005
Other debt securities:	2,123,698	1,345,906
- Listed	2,092,126	1,320,834
- Non-listed	<u>31,572</u>	<u>25,072</u>
Shares:	84,078	57,349
- Listed	72,180	46,286
- Non-listed	<u>11,898</u>	<u>11,063</u>
Other variable yield securities	47,786	43,128
Total	<u>4,080,912</u>	<u>7,462,388</u>

7. Investment property

	Land and Buildings
Balance 1.1.2006	
Cost	49,618
Accumulated depreciation	<u>(6,373)</u>
Net book value 1.1.2006	<u>43,245</u>
<hr/>	
1.1.2006-30.6.2006	
Net book value 1.1.2006	43,245
Additions	3
Depreciation charge for the period	<u>(201)</u>
Net book value 30.6.2006	<u>43,047</u>
<hr/>	
Balance 30.6.2006	
Cost	49,621
Accumulated depreciation	(6,574)
<hr/>	
1.7.2006-31.12.2006	
Net book value 1.7.2006	43,047
Additions	44
Disposals	(884)
<i>a) Cost</i>	(1,216)
<i>b) Accumulated depreciation</i>	332
Depreciation charge for the period	<u>(201)</u>
Net book value 31.12.2006	<u>42,006</u>
<hr/>	
Balance 31.12.2006	
Cost	48,449
Accumulated depreciation	(6,443)
<hr/>	
1.1.2007-30.6.2007	
Net book value 1.1.2007	42,006
Additions	273
Depreciation charge for the period	<u>(198)</u>
Net book value 30.6.2007	<u>42,081</u>
<hr/>	
Balance 30.6.2007	
Cost	48,722
Accumulated depreciation	(6,641)
<hr/>	

8. Property, plant and equipment

	Land and Buildings	Leased equipment	Equipment	Total
Balance 1.1.2006				
Cost	647,739	1,210	246,692	895,641
Accumulated depreciation	(154,914)	(890)	(210,326)	(366,130)
Net book value 1.1.2006	492,825	320	36,366	529,511
1.1.2006 -30.6.2006				
Net book value 1.1.2006	492,825	320	36,366	529,511
Additions	7,252		7,199	14,451
Foreign exchange differences	(12)		(3)	(15)
<i>a) Cost</i>	(17)		(9)	(26)
<i>b) Accumulated depreciation</i>	5		6	11
Disposals (1)	(5,972)		(553)	(6,525)
<i>a) Cost</i>	(6,360)		(1,920)	(8,280)
<i>b) Accumulated depreciation</i>	388		1,367	1,755
Transfers				-
<i>a) Cost</i>		(68)	68	-
<i>b) Accumulated depreciation</i>		68	(68)	-
Depreciation charge for the period (2)	(6,222)	(60)	(6,758)	(13,040)
Net book value 30.6.2006	487,871	260	36,251	524,382
Balance 30.6.2006				
Cost	648,614	1,142	252,030	901,786
Accumulated depreciation	(160,743)	(882)	(215,779)	(377,404)
1.7.2006-31.12.2006				
Net book value 1.7.2006	487,871	260	36,251	524,382
Additions	17,361		17,901	35,262
Foreign exchange differences	(9)		(2)	(11)
<i>a) Cost</i>	(13)		(8)	(21)
<i>b) Accumulated depreciation</i>	4		6	10
Disposals	(1,478)		(18)	(1,496)
<i>a) Cost</i>	(2,011)		(623)	(2,634)
<i>b) Accumulated depreciation</i>	533		605	1,138
Depreciation charge for the period	(6,412)	(60)	(7,029)	(13,501)
Net book value 31.12.2006	497,333	200	47,103	544,636
Balance 31.12.2006				
Cost	663,951	1,142	269,300	934,393
Accumulated depreciation	(166,618)	(942)	(222,197)	(389,757)
1.1.2007-30.6.2007				
Net book value 1.1.2007	497,333	200	47,103	544,636
Additions	13,840		10,591	24,431
Foreign exchange differences	41		13	54
<i>a) Cost</i>	60		39	99
<i>b) Accumulated depreciation</i>	(19)		(26)	(45)
Disposals	(1,553)		(50)	(1,603)
<i>a) Cost</i>	(3,117)		(933)	(4,050)
<i>b) Accumulated depreciation</i>	1,564		883	2,447
Transfer from non-current assets held for sale (3)	42,405			42,405
<i>a) Cost</i>	43,298			43,298
<i>b) Accumulated depreciation</i>	(893)			(893)
Depreciation charge for the period	(6,849)	(60)	(8,270)	(15,179)
Net book value 30.6.2007	545,217	140	49,387	594,744
Balance 30.6.2007				
Cost	718,032	1,142	278,997	998,171
Accumulated depreciation	(172,815)	(1,002)	(229,610)	(403,427)

- Notes:
- (1) Disposals include an amount of € 6,134 relating to property, plant and equipment of the Belgrade Branch which merged in May 2006 with Bank's subsidiary Alpha Bank Srbija A.D.
 - (2) For the same reason mentioned above, depreciation charge for the period does not include depreciation for 1.1 – 31.5.2006 of the Belgrade Branch amounting to € 68.
 - (3) Property, plant and equipment amounting to € 42.4 million was reclassified from «Non-current assets held for sale» due to Bank's decision for own use. The depreciation for the respective period that the specific property, plant and equipment was classified as «Non-current asset held for sale» amounts to € 2.2 million.

9. Goodwill and other intangible assets

Only software is included in this category

Balance 1.1.2006	
Cost	104,142
Accumulated amortization	<u>(71,126)</u>
Net book value 1.1.2006	<u>33,016</u>
<hr/>	
1.1.2006-30.6.2006	
Net book value 1.1.2006	33,016
Additions	8,164
Foreign exchange differences	(2)
<i>a) Cost</i>	(2)
<i>b) Accumulated amortization</i>	-
Disposals	-
<i>a) Cost</i>	(14)
<i>b) Accumulated amortization</i>	14
Amortization charge for the period	<u>(6,378)</u>
Net book value 30.6.2006	<u><u>34,800</u></u>
<hr/>	
Balance 30.6.2006	
Cost	112,290
Accumulated amortization	(77,490)
<hr/>	
1.7.2006-31.12.2006	
Net book value 1.7.2006	34,800
Additions	14,482
Foreign exchange differences	(1)
<i>a) Cost</i>	(2)
<i>b) Accumulated amortization</i>	1
Disposals	(99)
<i>a) Cost</i>	(99)
<i>b) Accumulated amortization</i>	-
Amortization charge for the period	<u>(7,078)</u>
Net book value 31.12.2006	<u><u>42,104</u></u>
<hr/>	
Balance 31.12.2006	
Cost	126,671
Accumulated amortization	(84,567)
<hr/>	
1.1.2007-30.6.2007	
Net book value 1.1.2007	42,104
Additions	14,027
Foreign exchange differences	5
<i>a) Cost</i>	11
<i>b) Accumulated amortization</i>	(6)
Disposals	(50)
<i>a) Cost</i>	(50)
<i>b) Accumulated amortization</i>	-
Amortization charge for the period	<u>(8,225)</u>
Net book value 30.6.2007	<u><u>47,861</u></u>
<hr/>	
Balance 30.6.2007	
Cost	140,659
Accumulated amortization	(92,798)

10. Non-current assets held for sale

Fixed Assets

	Land and Buildings	Office equipment	Total
<hr/>			
1.1.2006-30.6.2006			
Balance 1.1.2006	87,909	585	88,494
Additions	3,625	240	3,865
Disposals	(1,378)	(236)	(1,614)
Balance 30.6.2006	<u>90,156</u>	<u>589</u>	<u>90,745</u>
<hr/>			
1.7.2006-31.12.2006			
Balance 1.7.2006	90,156	589	90,745
Additions	4,432	315	4,747
Disposals	(2,664)	(315)	(2,979)
Balance 31.12.2006	<u>91,924</u>	<u>589</u>	<u>92,513</u>
<hr/>			
1.1.2007-30.6.2007			
Balance 1.1.2007	91,924	589	92,513
Additions	3,123	340	3,463
Disposals	(1,187)	(340)	(1,527)
Transfer to «Property, plant and equipment»	(42,405)	-	(42,405)
Balance 30.6.2007	<u>51,455</u>	<u>589</u>	<u>52,044</u>
<hr/>			

Non-current assets held for sale amounting to € 42.4 million have been reclassified to «Property, plant and equipment» due to Bank's decision to use these assets for administrative purposes.

Liabilities

11. Debt securities in issue and other borrowed funds

Senior debt securities

Balance 1.1.2007	13,165,944
Changes for the period from 1.1 to 30.6.2007	
New issues ⁽¹⁾	5,619,244
Maturities/Redemptions	(1,953,021)
Fair value change due to hedging	(40,286)
Change in accrued interest	32,287
Foreign exchange differences	7,454
Balance 30.6.2007	<u>16,831,622</u>

Subordinated debt

Balance 1.1.2007	1,061,008
Changes for the period from 1.1 to 30.6.2007	
New issues ⁽²⁾	547,979
Maturities/Redemptions ⁽³⁾	(325,000)
Fair value change due to hedging	(1,918)
Changes of accrued interest	2,537
Foreign exchange differences	(11,135)
Balance 30.6.2007	<u>1,273,471</u>

Hybrid securities

Balance 1.1.2007	921,368
Changes for the period from 1.1 to 30.6.2007	
Changes of accrued interest	(18,214)
Balance 30.6.2007	<u>903,154</u>
Grand Total	<u>19,008,247</u>

- (1) The majority of the new senior debt securities (€ 4,904 million) pay a Euribor floating rate, with a spread between -10 and +25 basis points, depending on the duration of issue.
- (2) On 1 February 2007, a loan of € 350 million, which pays three month Euribor plus 40 basis points for the first 5 years was issued. If the Bank does not redeem the loan, the spread for the next five years increases to 170 basis points.
- On 8 March 2007, a loan of € 200 million, which pays three month Euribor plus 35 basis points for the first 5 years was issued. If the Bank does not redeem the loan, the spread for the next 5 years increases to 165 basis points.
- (3) On 8 March 2007 the Bank redeemed 10 year subordinated debt amounting to € 300 million after five years.
- On 8 May 2007 a 10 year subordinated debt of € 25 million was redeemed after 5 years from its issue.

12. Employee defined benefit obligations

The management of the Bank on 21.11.2006 in accordance with Law 3371/2005, submitted an application for its employees to join the common bank employee pension fund (ETAT).

Following the provision of the above law, a special economic valuation has been completed, and the cost of the accession is within the limits of the recognized provision.

The procedure of the accession is in progress.

13. Provisions

Balance 1.1.2006	1,628
Changes for the period from 1.1 to 30.6.2006	
Provisions to cover credit risk relating to off-balance sheet items (note 2)	14,946
Other provisions charged to the income statement	608
Provisions used during the period	<u>(88)</u>
Balance 30.6.2006	<u>17,094</u>
Changes for the period from 1.7 to 31.12.2006	
Other provisions charged to the income statement	861
Provisions used during the period	<u>(54)</u>
Balance 31.12.2006	<u>17,901</u>
Changes for the period from 1.1 to 30.6.2007	
Other provisions charged to the income statement	1,039
Reversal of the provision to cover credit risk relating to off-balance sheet items (note 2)	(14,946)
Provisions used during the period	<u>(14)</u>
Balance 30.6.2007	<u>3,980</u>

The provision charged to income statement is included in the income statement caption «Other expenses».

Equity

14. Retained earnings and treasury shares

a) Retained earnings

On 17 April 2007 dividends amounting to € 304,421 thousand were distributed, or € 0.75 per share relating to 2006.

b) Treasury shares

The Bank purchased during the period from 1.1 to 30.6.2007 1,326,019 treasury shares at a cost of € 29,094 thousand (€ 21.94 per share).

As at 30.6.2007 total treasury shares held are 2,127,738 with a cost of € 43,559 thousand (€ 20.47 per share).

The Ordinary General Shareholders' Meeting held on 3 April 2007 approved a treasury share purchase program for the period from April 2007 to April 2008, of 3% of the total paid-in share capital at a minimum price of € 3.90, i.e. the nominal value of the share and a maximum price of € 32.

Additional Information

15. Contingent liabilities and commitments

a) Legal issues

The Bank in the ordinary course of business is a defendant in claims from customers and other legal proceedings. No provision has been recorded because after consultation with legal department, the ultimate disposition of these matters is not expected to have a material effect on the financial position or operations of the Bank.

b) Tax issues

The Bank's books and records have been audited by the tax authorities up to and including the year ended 31 December 2005. Additional taxes and penalties may be imposed for the unaudited year ended 31 December 2006.

c) Operating leases

- The Bank as a lessee

The Bank has various obligations with respect to leases of buildings which are used as branches or for administration purposes. The duration of the lease agreements is initially for 12 years with a renewal option or extension. In accordance with the lease agreements the rent is subject to annual indexation adjustment, usually according to official annual inflation rate.

The policy of the Bank is to renew these contracts.

The minimum future lease payments are:

	30.6.2007	31.12.2006
- less than one year	23,772	22,601
- between one and five years	73,618	68,187
- more than five years	45,425	41,503
Total	<u>142,815</u>	<u>132,291</u>

The lease expenses for the first semester of 2007 relating to rental of buildings amount to € 13,008 (2006: € 11,232) and are included in the «General administrative expenses».

- The Bank as a lessor

The Bank's receivables from leases relate to buildings leased either to group companies or third parties.

The minimum future revenues are:

	30.6.2007	31.12.2006
- less than one year	3,122	2,945
- between one and five years	8,873	8,988
- more than five years	4,458	4,805
Total	<u>16,453</u>	<u>16,738</u>

The lease revenues for the first semester of 2007 amounted to € 1,636 (2006 : € 1,466) and are included in «Other income».

d) Off balance sheet liabilities

	30.6.2007	31.12.2006
Letters of guarantee	4,627,619	4,325,763
Letters of credit	144,349	223,582
Credit commitments	14,591,606	13,709,879
Guarantees relating to bonds issued by subsidiaries of the Bank	19,038,046	15,143,455
Total	<u>38,401,620</u>	<u>33,402,679</u>

e) *Assets pledged*

	30.6.2007	31.12.2006
Securities linked to Reverse Repos	150,000	-
Investment securities	405,000	585,000
Total	<u>555,000</u>	<u>585,000</u>

From the investment securities portfolio € 80,000 is pledged as collateral for capital withdrawal and € 5,000 is pledged as collateral to clearing house of derivative transactions "ETESEP" A.E. as a margin account insurance.

The remaining securities portfolio including those securities linked to reverse repos are pledged as collateral with the Bank of Greece for the participation in the Intra-Europe clearing of payments system on an ongoing time (TARGET).

16. Segment reporting

(Millions of Euro)

	1.1 - 30.6.2007						
	Business segments						
	Bank	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Interest	581.1	435.5	116.1	1.7	18.1	9.7	-
Commission	156.2	77.8	43.7	25.7	6.6	2.4	-
Other income	(37.6)	10.8	2.9	1.3	10.6	0.5	(63.7)
Total income	<u>699.7</u>	<u>524.1</u>	<u>162.7</u>	<u>28.7</u>	<u>35.3</u>	<u>12.6</u>	<u>(63.7)</u>
Expenses	(369.4)	(268.0)	(50.1)	(14.7)	(10.5)	(8.2)	(17.9)
Impairment	(88.6)	(56.2)	(32.4)	-	-	-	-
Profit before tax	<u>241.7</u>	<u>199.9</u>	<u>80.2</u>	<u>14.0</u>	<u>24.8</u>	<u>4.4</u>	<u>(81.6)</u>

	1.1 - 30.6.2006						
	Business segments						
	Bank	Retail	Corporate Banking	Asset Management / Insurance	Investment Banking/ Treasury	South-Eastern Europe	Other
Interest	562.3	415.4	111.1	1.4	27.0	7.4	-
Commission	135.6	61.6	40.1	24.7	7.8	1.4	-
Other income	69.9	4.0	0.8	1.0	6.1	0.4	57.6
Total income	<u>767.8</u>	<u>481.0</u>	<u>152.0</u>	<u>27.1</u>	<u>40.9</u>	<u>9.2</u>	<u>57.6</u>
Expenses	(334.1)	(244.4)	(44.3)	(13.5)	(8.8)	(5.1)	(18.0)
Impairment	(115.7)	(77.3)	(38.4)	-	-	-	-
Profit before tax	<u>318.0</u>	<u>159.3</u>	<u>69.3</u>	<u>13.6</u>	<u>32.1</u>	<u>4.1</u>	<u>39.6</u>

i. Retail Banking

Includes all individuals (retail banking customers) of the Bank, professionals, small companies.

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

ii. Corporate Banking

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

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

- iii. Asset Management / Insurance
Consists of a wide range of asset management services through the Bank's private banking units.
In addition it offers a wide range of insurance products to individuals and corporations.
- iv. Investment Banking / Treasury
Includes stock exchange, advisory and brokerage services relating to capital markets, and also investment banking facilities, offered by the Bank. Includes also the activities of the Dealing Room in the interbank market (FX Swaps, Bonds, Futures, IRS, Interbank placements – Loans etc.).
- v. South Eastern Europe
Consists of the Bank's branches operating in South Eastern Europe.
- vi. Other
This segment consists of the Bank's administration section.

17. Capital adequacy

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

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

The current capital ratios (Tier I ratio and capital adequacy ratio) are much higher than the regulatory limits set by the Bank of Greece directive (4% and 8%, respectively) and the capital base is capable to support the business growth of the Bank in all areas for the next years.

	(Millions of Euro)	
	30.6.2007	31.12.2006
Risk-weighted assets from credit risk	32,070	30,112
Risk-weighted assets from market risk	610	641
Total Risk-weighted assets	32,680	30,753
Upper Tier I capital	2,328	2,352
Tier I capital	2,280	2,309
Tier I + Tier II capital	4,182	4,080
Upper Tier I ratio	7.1%	7.6%
Tier I ratio	7.0%	7.5%
Capital adequacy ratio (Tier I + Tier II)	12.8%	13.3%

18. Related party transactions

The Bank enters into a number of banking transactions with related parties in the normal course of business. These transactions are performed at arms length terms and are approved by Bank's relevant committees.

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

	30.6.2007	31.12.2006
Loans	3,116	2,148
Deposits	36,634	29,761
Letters of guarantee	61	165
	<u>From 1 January to</u>	
	30.6.2007	30.6.2006
Interest and similar income	64	-
Interest and similar expenses	564	-

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

I. Subsidiaries

	30.6.2007	31.12.2006
Assets		
Due from banks	2,683,149	1,787,315
Securities held for trading	10,639	48,089
Derivative financial assets	283	113
Loans and advances to customers	1,324,028	1,299,575
Available-for-sale securities	1,280,430	290,816
Total	5,298,529	3,425,908
Liabilities		
Due to banks	1,466,802	1,183,878
Due to customers	91,314	466,666
Derivative financial liabilities	2,126	634
Debt securities in issue and other borrowed funds	19,008,247	15,148,320
Other liabilities	956	4,095
Total	20,569,445	16,803,593
Letters of guarantee and other guarantees	298,157	84,063
	<u>From 1 January to</u>	
	30.6.2007	30.6.2006
Income		
Interest and similar income	92,574	44,507
Dividend income	32,461	35,715
Fee and commission income	25,276	24,174
Other income	1,387	1,261
Total	151,698	105,657
Expenses		
Interest expenses and similar charges	424,201	207,218
Commission expense	937	684
General administrative expenses	7,002	8,816
Total	432,140	216,718

II. Associates

	30.6.2007	31.12.2006
Assets		
Loans and advances to customers	294	611
Liabilities		
Due to customers	5	5
	<u>From 1 January to</u>	
	30.6.2007	30.6.2006
Income		
Interest and similar income	20	51
Dividend income	9	155
Fee and commission income	-	17
Other income	-	223
Total	<u>29</u>	<u>446</u>
Expenses		
Interest and similar charges	-	3
General administrative expenses	-	320
Total	<u>-</u>	<u>323</u>

- c. The Board of Directors and Executive General Managers fees recorded in the income statement for the six month period ended 30 June 2007 amounted to € 3,794 (2006: € 2,523). The increase in 2007 compared to the respective period in 2006 is due to the appointment of two new Executive General Managers on 16 May 2006.

19. Acquisitions, disposals of subsidiaries and associates and other corporate events

- a. On 5 March 2007 the Bank filed a tender offer for the acquisition of the remaining shares of its subsidiary Alpha Leasing A.E., which the Capital Market Committee approved on 8.3.2007. During April 2007, the Bank acquired 95,773 shares representing 0.24% of the paid in share capital and voting rights of the Company. Consequently, the number of Alpha Leasing A.E. shares and voting rights held by Alpha Bank amounts to 39,585,000, or 100%. At the same time, the Capital Market Committee approved on 17.5.2007 the delisting of Alpha Leasing A.E. shares from the Athens Stock Exchange following the Company's application.
- b. On 13.3.2007, the process of the separation and transfer of the Rhodes Hotel sector from Bank's subsidiary Ionian Hotel Enterprises A.E. to Tourist Resorts A.E. was completed.
- c. On 21.3.2007, the restaurant buffet sector of Tourist Resorts A.E. was transferred to the subsidiary Kafe Alpha A.E.
- d. On 23.3.2007, the transaction for the sale of Alpha Insurance A.E., a subsidiary of Alpha Group Investment Ltd to AXA, an insurance company which is the worldwide leader in financial protection, was completed for € 255 million. At the same time, Alpha Bank and AXA have signed a long-term exclusive bancassurance agreement for the distribution of AXA insurance products through Alpha Bank's extensive branch network.
- e. On 29.3.2007, Alpha Immovables Bulgaria E.O.O.D was founded in Sofia with initial capital € 306 thousand by the Bank's subsidiary Alpha Astika Akinita A.E. The Company's main purpose is to provide real estate services.
- f. On 30 April 2007 the Bank acquired 50% of Anadolu Alpha Gayrimenkul Ticaret Anonim Sirketi, a new founded company in Istanbul, participating together with Anadolu Group. The Company will be a vehicle for investments in Turkey.
- g. On 14 June 2007, Ionian Supporting Services A.E. and Ionian Investments A.E. were established in Athens, of which the Bank has a 99% interest in both entities. The primary activity of Ionian Supporting Services A.E. is to provide support services to the Bank and the group entities, whereas Ionian Investments A.E. is involved in the acquisition and sale of securities. The share capital of each company amounts to € 60 thousand.
- h. On 19 June 2007 the Bank acquired 100% of the shares of the Cypriot company Ionian Equity Participations Ltd. The Company is presently dormant and its share capital amounts to CYP 1,000.
- i. On 29 June 2007 the transfer of 100% of the shares of Alpha Private Investment Services A.E.P.E.Y. from Alpha Bank London Ltd. to the Bank was completed.

An analysis of investments to subsidiaries, associates and joint ventures is presented below:

	<u>1.1-30.6.2007</u>	<u>1.7-31.12.2006</u>	<u>1.1-30.6.2006</u>
Subsidiaries			
Opening balance	1,587,804	1,497,857	1,471,394
Additions ⁽¹⁾	18,219	168,292	29,886
Disposals	(1,117)	(80,505)	(3,371)
Valuation of investments due to hedging ⁽²⁾	7,713	2,160	(52)
Closing balance	<u>1,612,619</u>	<u>1,587,804</u>	<u>1,497,857</u>

	<u>1.1-30.6.2007</u>	<u>1.7-31.12.2006</u>	<u>1.1-30.6.2006</u>
Associates			
Opening balance	5,624	10,521	10,463
Additions	-	(1,092)	1,236
Disposals	-	(3,805)	(1,178)
Impairment	-	-	-
Closing balance	<u>5,624</u>	<u>5,624</u>	<u>10,521</u>
Joint-Ventures			
Opening balance	122	122	122
Additions	14	-	-
Disposals	-	-	-
Impairment	-	-	-
Closing balance	<u>136</u>	<u>122</u>	<u>122</u>
Grand total	<u>1,618,379</u>	<u>1,593,550</u>	<u>1,508,500</u>

Additions represent: Share purchases, participation in share capital increases and acquisitions of shares from mergers.

Disposals represent: Sales of shares, return of capital and proceeds arising from the liquidation of companies.

- (1) The following amounts are included:
 - Purchases of Ionian Hotel Enterprises A.E. shares € 363
 - Purchases of Alpha Astika Akinita A.E. shares € 13,089
 - Purchases of Alpha Leasing A.E. shares € 846
 - Purchases of Alpha Private Investment Services E.P.E.Y. shares € 3,371
- (2) The Bank uses FX swaps and money market loans to hedge the foreign exchange risk of its investments in Alpha Bank London Ltd and Alpha Bank Romania S.A., respectively.

20. Events after the balance sheet date

During July 2007 the Bank sold its participation in Unisystems A.E. (ownership interest 9.67%).

Athens, 31 July 2007

The Chairman of the Board of Directors	The Managing Director	The Executive Director	Group Financial Reporting Officer
Yannis S. Costopoulos I.D. No. X 661480	Demetrios P. Mantzounis I.D. No. I 166670	Marinos S. Yannopoulos I.D. No. N 308546	George N. Kontos I.D. No. AB 522299

The above interim financial statements (pages 3-27) are the financial statements that we refer to in our report on review of interim financial information dated 31 July 2007.

Athens, 31 July 2007

KPMG Kyriacou Certified Auditors A.E.

Marios T. Kyriacou
Certified Auditor Accountant
AM SOEL 11121

Garyfallia Spyriouni
Certified Auditor Accountant
AM SOEL 16931