



EFG EUROBANK ERGASIAS S.A.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED

30 SEPTEMBER 2007

8 Othonos Street, Athens 105 57, Greece
www.eurobank.gr, Tel.: (+30) 210 333 7000
Company Registration No: 6068/06/B/86/07

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	Note	30 September 2007 €million	31 December 2006 € million
ASSETS			
Cash and balances with central banks		1,889	2,654
Loans and advances to banks		5,288	2,938
Financial instruments at fair value through profit or loss		714	807
Derivative financial instruments		586	518
Loans and advances to customers		42,118	34,046
Available-for-sale investment securities		9,380	10,936
Held-to-maturity investment securities		547	-
Investments in associated undertakings		54	48
Intangible assets		681	354
Property, plant and equipment		1,111	974
Other assets		927	545
Total assets		63,295	53,820
LIABILITIES			
Due to other banks		10,496	10,923
Derivative financial instruments		856	709
Due to customers		32,366	27,707
Debt issued and other borrowed funds	9	12,253	9,367
Other liabilities		1,919	1,490
Total liabilities		57,890	50,196
EQUITY			
Share capital	10	1,435	1,242
Share premium	10	1,368	176
Other reserves		1,630	1,239
Ordinary shareholders' equity		4,433	2,657
Preferred securities	12	783	786
Ordinary and preferred shareholders' equity		5,216	3,443
Minority interest		189	181
Total		5,405	3,624
Total equity and liabilities		63,295	53,820

Notes on pages 7 to 12 form an integral part of these condensed consolidated interim financial statements

	Attributable to ordinary shareholders of the Bank					Preferred securities €million	Minority interest €million	Total €million
	Share capital €million	Share premium €million	Special reserves €million	Retained earnings €million	Total €million			
	Balance at 1 January 2006	1,047	482	913	81			
Cash flow hedges								
- net changes in fair value, net of tax	-	-	11	-	11	-	-	11
- transfer to net profit, net of tax	-	-	(5)	-	(5)	-	-	(5)
Available-for-sale securities								
- net changes in fair value, net of tax	-	-	(133)	-	(133)	-	(1)	(134)
- transfer to net profit, net of tax	-	-	63	-	63	-	-	63
Currency translation differences	-	-	8	-	8	-	2	10
Net income/(expense) recognised directly in equity	-	-	(56)	-	(56)	-	1	(55)
Profit for the period	-	-	-	489	489	-	4	493
Total recognised income for the nine months ended 30 September 2006	-	-	(56)	489	433	-	5	438
Issue of bonus shares by capitalisation of share premium	210	(210)	-	-	-	-	-	-
Expenses related to the issue of bonus shares	-	(3)	-	-	(3)	-	-	(3)
Distribution of free shares to executive directors, management and staff	2	19	-	-	21	-	-	21
Minority's share in subsidiaries' capital increase	-	-	-	-	-	-	37	37
Acquisitions/Changes in participating interests in subsidiary and associated undertakings	-	-	1	(26)	(25)	-	27	2
Purchase of preferred securities	-	-	-	-	-	(25)	-	(25)
Sale of preferred securities	-	-	-	(2)	(2)	51	-	49
Preferred securities' dividend paid	-	-	-	(20)	(20)	-	-	(20)
Dividends for 2005	-	-	-	(171)	(171)	-	-	(171)
Dividends paid by subsidiaries attributable to minority interest	-	-	-	-	-	-	(4)	(4)
Employee share option scheme:								
- Value of employee services	-	-	4	-	4	-	-	4
Purchase of treasury shares	(16)	(97)	-	-	(113)	-	-	(113)
Sale of treasury shares	1	3	0	-	4	-	-	4
	197	(288)	5	(219)	(305)	26	60	(219)
Balance at 30 September 2006	1,244	194	862	351	2,651	788	179	3,618
Balance at 1 January 2007	1,242	176	991	248	2,657	786	181	3,624
Cash flow hedges								
- net changes in fair value, net of tax	-	-	(7)	-	(7)	-	-	(7)
- transfer to net profit, net of tax	-	-	(1)	-	(1)	-	-	(1)
Available-for-sale securities								
- net changes in fair value, net of tax	-	-	(12)	-	(12)	-	(0)	(12)
- transfer to net profit, net of tax	-	-	(39)	-	(39)	-	-	(39)
Currency translation differences	-	-	31	-	31	-	1	32
Net income/(expense) recognised directly in equity	-	-	(28)	-	(28)	-	1	(27)
Profit for the period	-	-	-	633	633	-	11	644
Total recognised income for the nine months ended 30 September 2007	-	-	(28)	633	605	-	12	617
Distribution of free shares to executive directors, management and staff	3	22	-	-	25	-	-	25
Share capital increase, net of expenses	169	1,044	-	-	1,213	-	-	1,213
Minority's share in subsidiaries' capital increase	-	-	-	-	-	-	2	2
Acquisitions/Changes in participating interests in subsidiary and associated undertakings	-	-	-	(19)	(19)	-	(2)	(21)
Purchase of preferred securities	-	-	-	-	-	(19)	-	(19)
Sale of preferred securities	-	-	-	-	-	16	-	16
Preferred securities' dividend paid	-	-	-	(22)	(22)	-	-	(22)
Dividends for 2006	-	-	-	(214)	(214)	-	-	(214)
Dividends paid by subsidiaries attributable to minority interest	-	-	-	-	-	-	(4)	(4)
Employee share option scheme:								
- Value of employee services	-	-	7	-	7	-	-	7
Purchase of treasury shares	(14)	(119)	-	-	(133)	-	-	(133)
Sale of treasury shares	35	245	34	-	314	-	-	314
	193	1,192	41	(255)	1,171	(3)	(4)	1,164
Balance at 30 September 2007	1,435	1,368	1,004	626	4,433	783	189	5,405
	Note 10	Note 10				Note 12		

Notes on pages 7 to 12 form an integral part of these condensed consolidated interim financial statements

Note	Nine months ended 30 September	
	2007 € million	2006 € million
Cash flows from operating activities		
Interest received and net trading receipts	3,597	2,367
Interest paid	(1,905)	(1,078)
Fees and commissions received	526	473
Fees and commissions paid	(83)	(76)
Dividends received	1	2
Other income received	28	28
Cash payments to employees and suppliers	(769)	(625)
Income taxes paid	(59)	(136)
Cash flows from operating profits before changes in operating assets and liabilities	1,336	955
Changes in operating assets and liabilities		
Net (increase)/decrease in cash and balances with central banks	349	(227)
Net (increase)/decrease in financial instruments at fair value through profit or loss	82	219
Net (increase)/decrease in loans and advances to banks	(267)	(140)
Net (increase)/decrease in loans and advances to customers	(7,668)	(4,785)
Net (increase)/decrease in other assets	102	402
Net increase/(decrease) in due to other banks	(571)	690
Net increase/(decrease) in due to customers	3,931	4,036
Net increase/(decrease) in other liabilities	(463)	(554)
Net cash from operating activities	(3,169)	596
Cash flows from investing activities		
Purchases of property, plant and equipment	(210)	(138)
Proceeds from sale of property, plant and equipment	10	10
Purchases of available-for-sale investment securities	(5,703)	(4,954)
Proceeds from sale of available-for-sale investment securities	7,123	4,203
Purchases of held-to-maturity investment securities	(534)	-
Proceeds from redemption of held-to-maturity investment securities	24	-
Acquisition of subsidiary undertakings net of cash acquired	(50)	(51)
Proceeds from sale of subsidiary undertakings net of cash disposed	-	15
Participation in capital increase in associated undertakings	-	(13)
Proceeds from sale of associated undertakings	-	14
Dividends from investment securities and associated undertakings	13	7
Net contributions by minority interest	(4)	76
Net cash from investing activities	669	(831)
Cash flows from financing activities		
Proceeds from debt issued and other borrowed funds	9 10,063	6,255
Repayments of debt issued and other borrowed funds	9 (7,168)	(5,354)
Purchases of preferred securities	12 (19)	(25)
Proceeds from sale of preferred securities	12 16	51
Preferred securities' dividend paid	(22)	(20)
Dividends paid	17 (214)	(171)
Issue of ordinary shares	10 1,229	-
Expenses for issue of ordinary and bonus shares	(4)	(3)
Purchases of treasury shares	(133)	(113)
Proceeds from sale of treasury shares	314	4
Net cash from financing activities	4,062	624
Effect of exchange rate changes on cash and cash equivalents	4	3
Net increase/(decrease) in cash and cash equivalents	1,566	392
Cash and cash equivalents at beginning of period	3,563	3,568
Cash and cash equivalents at end of period	5,129	3,960

Notes on pages 7 to 12 form an integral part of these condensed consolidated interim financial statements

1. General information

EFG Eurobank Ergasias S.A. (the "Bank") and its subsidiaries (the "Group") are active in retail, corporate and private banking, asset management, insurance, treasury, capital markets and other services. The Bank is incorporated in Greece and its shares are listed on the Athens Stock Exchange. The Group operates mainly in Greece and in Central, Eastern and Southeastern Europe (New Europe).

These condensed consolidated interim financial statements were approved by the Board of Directors on 25 October 2007.

2. Basis of preparation of condensed consolidated interim financial statements

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting" and they should be read in conjunction with the Group's published consolidated annual financial statements for the year ended 31 December 2006. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current period. Except as indicated, financial information presented in euro has been rounded to the nearest million.

3. Principal accounting policies

The same accounting policies and methods of computation are followed in these condensed consolidated interim financial statements as those in the published consolidated annual financial statements for the year ended 31 December 2006.

4. Critical accounting estimates and judgements in applying accounting policies

In preparing these condensed consolidated interim financial statements, the significant judgements made by Management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the published consolidated annual financial statements for the year ended 31 December 2006.

5. Business segments

The Group is organised into five main business segments:

- Retail - incorporating customer current accounts, savings, deposits and investment savings products, credit and debit cards, consumer loans, small business banking and mortgages.
- Corporate - incorporating direct debit facilities, current accounts, deposits, overdrafts, loan and other credit facilities, foreign currency and derivative products to corporate entities.
- Wealth Management - incorporating private banking services, including total wealth management, to medium and high net worth individuals, insurance, mutual fund and investment savings products, and institutional asset management.
- Global and Capital Markets - incorporating investment banking services including corporate finance, merger and acquisitions advice, custody, equity brokerage, financial instruments trading and institutional finance to corporate and institutional entities, as well as, specialised financial advice and intermediation to private and large retail individuals as well as small and large corporate entities.
- New Europe - incorporating operations in Romania, Bulgaria, Serbia, Cyprus, Poland, Turkey and Ukraine.

Other operations of the Group comprise mainly of investing activities, including property management and investment, electronic commerce and the management of unallocated capital. Transactions between the business segments are on normal commercial terms and conditions. With the exception of Greece no other individual country contributed more than 10% of consolidated income.

	For the nine months ended 30 September 2007							Total €million
	Retail €million	Corporate €million	Wealth Management €million	Global & Capital Markets €million	Other €million	New Europe €million	Elimination center €million	
External revenue	922	234	185	263	23	426	-	2,053
Inter-segment revenue	77	16	(47)	(28)	20	(1)	(37)	-
Total revenue	999	250	138	235	43	425	(37)	2,053
Operating expenses	(432)	(79)	(45)	(52)	(36)	(359)	37	(966)
Impairment losses on loans and advances	(233)	(13)	-	-	-	(50)	-	(296)
Profit from operations	334	158	93	183	7	16	-	791
Profit before tax	335	158	93	183	14	16	-	799
Minority interest	-	-	(2)	-	(6)	(4)	-	(12)
Profit before tax attributable to shareholders	335	158	91	183	8	12	-	787
Income tax expense								(154)
Net profit attributable to shareholders								633

5. Business segments (continued)

	For the nine months ended 30 September 2006							Total € million
	Retail € million	Corporate € million	Wealth Management € million	Global & Capital Markets € million	Other € million	New Europe € million	Elimination center € million	
External revenue	851	199	152	214	25	218	-	1,659
Inter-segment revenue	40	29	(34)	(28)	6	2	(15)	-
Total revenue	891	228	118	186	31	220	(15)	1,659
Operating expenses	(391)	(73)	(39)	(45)	(23)	(212)	15	(768)
Impairment losses on loans and advances	(220)	(16)	-	(0)	-	(24)	-	(260)
Profit from operations	280	139	79	141	8	(16)	-	631
Profit before tax	281	139	79	141	10	(16)	-	634
Minority interest	-	-	-	-	(4)	(1)	-	(5)
Profit before tax attributable to shareholders	281	139	79	141	6	(17)	-	629
Income tax expense								(140)
Net profit attributable to shareholders								489

6. Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares purchased by the Group and held as treasury shares.

The 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 Group has one category of dilutive potential ordinary shares: share options. In order to adjust the weighted average number of shares for the share options a calculation is made to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Bank's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated as above is added to the weighted average number of ordinary shares in issue in order to determine the weighted average number of ordinary shares used for the calculation of the diluted earnings per share.

		Nine months ended 30 September		Three months ended 30 September	
		2007	2006	2007	2006
Net profit for period attributable to ordinary shareholders (after deducting dividend attributable to preferred securities holders)	€ million	603	457	206	160
Weighted average number of ordinary shares in issue	Number of shares	472,283,277	468,730,651	478,028,949	466,839,738
Weighted average number of ordinary shares for diluted earnings per share	Number of shares	474,542,684	469,704,349	480,630,542	467,907,466
Basic earnings per share	€	1.277	0.974	0.431	0.342
Diluted earnings per share	€	1.271	0.972	0.429	0.342

Basic and diluted earnings per share for the period 1 January 2006 to 30 September 2006 and for the period 1 July 2006 to 30 September 2006 have been adjusted to be comparable due to the distribution of free shares in accordance with the decision of the Annual General Shareholders' Meeting held on 3 April 2007 and the rights issue that was completed on 14 September 2007.

7. Shares in subsidiary undertakings

(a) Prospera Securities A.D. Beograd

In July 2007, the Group completed the acquisition of 74.16% of the share capital of Prospera Securities A.D. Beograd, a capital markets and investment services company operating in Serbia. The Group's participation includes a further 14.16%, currently held by the Sellers, which under the sale and purchase agreement is subject to put and call options with exercise price based on future events.

(b) Universal Bank OJSC, Kiev

In February 2007, the Group completed the acquisition of 99.34% of the share capital of Universal Bank OJSC, which operates in Ukraine. In August, the Group participated in the share capital increase and its shareholding increased to 99.92%.

(c) S.C. EFG Eurolife Asigurari de Viata S.A., Bucharest

In February 2007, the Group established, as a 100% subsidiary, S.C. EFG Eurolife Asigurari de Viata S.A., a life insurance company operating in Romania.

(d) S.C. EFG Eurolife Asigurari Generale S.A., Bucharest

In February 2007, the Group established, as a 100% subsidiary, S.C. EFG Eurolife Asigurari Generale S.A., a general insurance company operating in Romania.

(e) DZI Bank A.D., Sofia

In March 2007, the Group increased its participation in DZI Bank A.D. to 99.75% from 91.29% as a result of a tender offer through the Bulgarian Stock Exchange, and in April 2007 its participation increased to 99.92%. Subsequently the company was delisted from the Bulgarian Stock Exchange.

In July 2007, the General Shareholders Meetings of Bulgarian Post Bank A.D. and DZI Bank A.D. approved the merger by absorption of the latter by Bulgarian Post Bank A.D. with a local reference date of 31 July 2007. The merger, which is subject to regulatory approvals, is expected to be completed within 2007 and the merged entity will be renamed to Eurobank EFG Bulgaria A.D.

7. Shares in subsidiary undertakings (continued)

(f) Tekfenbank A.S. and Tekfen Finansal Kiralama A.S., Istanbul

In March 2007, the Group completed the acquisition of 70% of the share capital of Tekfenbank A.S. which operates in Turkey. The Group's participation includes a further 28.23%, currently held by the Sellers, which under the shareholders' agreement is subject to put and call options with exercise price based on future events. Tekfenbank A.S. controls 99.99% of the share capital of Tekfen Finansal Kiralama A.S., which is engaged in leasing activities. In October 2007, as part of the agreement of the acquisition, Tekfenbank A.S. acquired EFG Istanbul Menkul Degerler A.S., a Group's securities brokerage subsidiary operating in Turkey.

(g) New Europe Holding B.V., Amsterdam (formerly Cayne Management Group B.V.)

In March 2007, the Group acquired 100% of the share capital of Cayne Management Group B.V. (renamed New Europe Holding B.V.), a holding company operating in the Netherlands. In July 2007, the Group increased the company's share capital by €500 million.

(h) EFG Leasing IFN S.A., Bucharest (formerly EFG Eurobank Leasing S.A.)

In May 2007, EFG Eurobank Leasing S.A. changed its name to EFG Leasing IFN S.A.

(i) Themeleion IV, UK

In June 2007, the Group established Themeleion IV Holdings Limited and Themeleion IV Mortgage Finance PLC, special purpose entities, as part of the fourth securitisation of mortgage loans.

(j) Be-Business Exchanges S.A.

In June 2007, the Group increased its participation in Be-Business Exchanges S.A. to 76.32% from 71.04% and in September 2007 to 96.37%.

(k) Accentis S.A.

In August 2007, the Group completed the acquisition of 100% of the share capital of Accentis S.A., a financial consulting company operating in Greece.

(l) Reco Real Property A.D., Beograd

In August 2007, the Group completed the acquisition of 55.23% of the share capital of Reco Real Property A.D., owner of a prime mixed use office and retail building in Belgrade.

(m) Eliade Tower S.A., Bucharest

In September 2007, the Group completed the acquisition of 55.23% of the share capital of Eliade Tower A.D., owner of an office building in Bucharest.

(n) Eurobank EFG Stedionica A.D. Beograd

In September 2007, the Group increased its participation in Eurobank EFG Stedionica A.D. Beograd to 99.98% from 99.96%.

(o) EFG Leasing A.D. Beograd

Following the increase in shareholding of Eurobank EFG Stedionica A.D. Beograd, the Group increased its shareholding in EFG Leasing A.D. Beograd to 99.99% from 99.98%.

(p) Bancpost Fond de Pensii S.A., Bucharest

In September 2007, the Group established, as a 77.55% subsidiary, Bancpost Fond de Pensii S.A., a pension fund company operating in Romania.

8. Income tax expense

As of 1 January 2007, the nominal Greek corporate rate of tax is reduced to 25% from 29%.

9. Debt issued and other borrowed funds

During the nine months ended 30 September 2007, the following new issues and repayments/repurchases of debt issued and other borrowed funds took place:

	New issues €million	Repayments/ Repurchases €million
Short-term debt		
Commercial Paper (ECP)		
- fixed rate	5,809	(5,364)
Long-term debt		
Medium-term notes (EMTN)		
- fixed rate	306	(117)
- floating rate	1,968	(797)
Subordinated		
- floating rate	627	17
Securitised		
- floating rate	1,353	(907)
Total	10,063	(7,168)

In June 2007, the Group proceeded with the fourth securitisation of mortgage loans through the transfer of the loans to Themeleion IV Mortgage Finance PLC, a special purpose entity incorporated in the United Kingdom, which in turn issued residential mortgage backed securities to investors. The total size of the issue amounts to €1,555 million, with €1,353 million of the Class A notes having been placed with international investors at par with a coupon of 3-month Euribor plus 13 basis points for five years. The Group retained the subordinated notes (€155 million Class B notes and the €47 million Class C notes). The transaction has been accounted for as collateralised borrowing with the mortgage loans being retained on the consolidated balance sheet and the liability being included within debt issued and other borrowed funds.

In June 2007, the Group issued €750 million subordinated floating rate notes, through its subsidiary EFG Hellas PLC. The notes have a ten year maturity with a call provision after five years. The notes pay floating rate interest quarterly based on a coupon of 3-month Euribor plus 30 basis points for the first five years. The notes qualify as Lower Tier II capital for the Group and are listed on the Luxembourg Stock Exchange.

As at 30 September 2007, EMTNs held by Group's customers amounted to €4,840 million (31 December 2006: €3,793 million, 30 September 2006: €2,880 million) are no longer presented within "Debt issued and other borrowed funds" but presented within "Due to customers".

10. Ordinary share capital, share premium and treasury shares

The par value of the Bank's shares is adjusted to €2.75 from €3.30 per share due to the bonus issue of 2 shares for every 10 held. All shares are fully paid. The movement of share capital, share premium and treasury shares is as follows:

	Ordinary share capital €million	Treasury shares €million	Net €million	Share premium €million	Treasury shares €million	Net €million
At 1 January 2007	1,264	(22)	1,242	313	(137)	176
3 April 2007:						
- Distribution of free shares to executive directors, management and staff	3	-	3	22	-	22
14 September 2007:						
- Share capital increase	169	(0)	169	1,060	(3)	1,057
- Share capital increase expenses	-	-	-	(16)	-	(16)
Purchase of treasury shares	-	(14)	(14)	-	(116)	(116)
Sale of treasury shares	-	35	35	-	245	245
At 30 September 2007	1,436	(1)	1,435	1,379	(11)	1,368

	Number of shares		
	Issued	Treasury shares	Net
At 1 January 2007	383,188,108	(6,712,407)	376,475,701
3 April 2007:			
- Distribution of free shares to executive directors, management and staff	839,992	-	839,992
- Issue of 2 shares for every 10 held with the adjustment of the par value of the shares from €3.30 to €2.75	76,805,620	(333,133)	76,472,487
14 September 2007:			
- Share capital increase	61,444,496	(165,174)	61,279,322
Purchase of treasury shares	-	(4,640,894)	(4,640,894)
Sale of treasury shares	-	11,344,248	11,344,248
At 30 September 2007	522,278,216	(507,360)	521,770,856

In April 2007, the Annual General Meeting approved the renewal of the treasury shares special scheme for one year within the price range of €4.88 to €30.89 per share (adjusted for the issue of 2 shares for every 10 held and the rights issue of 2 new shares for every 15 held) for a total of up to 5% of the Bank's shares.

On 2 August 2007, the Bank's Repeat Extraordinary General Shareholders Meeting approved the share capital increase of €1,229 million in cash in favour of existing shareholders, in a ratio of 2 new shares for every 15 held at a price of €20 for each new share. The share capital increase was fully subscribed to and paid up on 14 September 2007. The new shares commenced trading on the Athens Exchange on 25 September 2007.

Post balance sheet events

On 17 October 2007, the Board of Directors decided to propose to the Extraordinary General Meeting of the Shareholders, which will convene on 9 November 2007, the following:

- the increase of the share capital of the Bank through the reinvestment of the interim dividend for the year 2007,
- granting the authority to the Board of Directors to increase the share capital of the Bank up to €150 million within the next 3 years to enable the reinvestment of dividends,
- the increase of the share capital of the Bank up to €22 million in cash, through private placement to institutional investors abroad, foregoing pre-emption rights to existing shareholders, and
- the distribution of 170,000 free shares to employees with partial capitalisation of taxed reserves formed up to the year ended 31 December 2005.

11. Share options

The Group grants share options to executive directors, management and employees. All options are equity-settled and may be exercised wholly or partly at their owners' option provided that the vesting requirements are met.

In April 2007, within the umbrella share options programme approved by the Repeat Annual General Meeting on 17 April 2006, the Board of Directors granted 1,483,851 share options with a strike price of €13.82 per share (adjusted for the issue of 2 shares for every 10 held and the rights issue of 2 new shares for every 15 held) to executive directors, management and employees. These may be exercised in December 2009, 2010, 2011 and 2012 if the holders are still employed by the Group.

12. Preferred securities

The movement of preferred securities issued by the Group through its Special Purpose Entity, EFG Hellas Funding Limited, is as follows:

	Series A €million	Series B €million	Series C €million	Total €million
At 1 January 2007	194	396	196	786
Purchase of preferred securities	(10)	-	(9)	(19)
Sale of preferred securities	7	-	9	16
At 30 September 2007	191	396	196	783

The rate of preferred dividends for the Tier 1 Issue series A has been determined to 4.297% for the period March 18, 2007 to March 17, 2008.

As at 30 September 2007, the dividend attributable to preferred securities holders amounted to €30 million.

13. Contingent liabilities and capital expenditure commitments

As at 30 September 2007 the Group's contingent liabilities in terms of guarantees and standby letters of credit amounted to €2,577 million (31 December 2006: €1,986 million) and the Group's documentary credits amounted to €139 million (31 December 2006: €104 million).

Group's capital commitments in terms of property, plant and equipment amounted to €17.5 million (31 December 2006: €21 million).

14. Post balance sheet events

Details of significant post balance sheet events are provided in the following notes:

Note 7 - Shares in subsidiary undertakings

Note 10 - Ordinary share capital, share premium and treasury shares

Note 17 - Dividends

15. Acquisition of subsidiaries

Details of acquisitions of subsidiaries during the period from 1 January 2007 to 30 September 2007 are as follows:

	Fair value of net assets acquired €million	Consideration €million	Goodwill €million
Universal Bank OJSC (note 7(b))	12	47	35
Tekfenbank A.S. (note 7(f))	58	297	239
Tekfen Finansal Kiralama A.S. (note 7(f))	4	4	(0)
Accentis S.A. (note 7(k))	0	1	1
Eliade Tower S.A. (note 7(m))	7	7	0
Total	81	356	275

The above acquisitions have been accounted for by the purchase method of accounting. The acquired companies contributed a net gain of €12 million to the Group during the period from the date of their acquisition to 30 September 2007. If the acquisitions had been completed on 1 January 2007, the acquired companies would have contributed revenue of €125 million and net gain of €10 million for the nine months ended 30 September 2007.

Included in the €81 million of fair value of net assets acquired are €185 million of cash and cash equivalents.

The acquisition of the 8.63% of the share capital of DZI Bank A.D. in 2007 is accounted for as equity transaction, with any difference between the consideration and the share of the additional net assets acquired recorded directly in equity, in accordance with the Group's accounting policies. Changes in participating interests of subsidiary undertakings that have been recognised directly in equity include also Be-Business Exchanges S.A. and Eurobank EFG Stedionica A.D. Beograd.

With respect to the acquisition of Reco Real Property A.D., negative goodwill amounted to €0.3m has been recognised to the Income Statement and is included in operating expenses.

The initial accounting for the business combinations that were effected during the period is presented provisionally since the determination of the subsidiaries' identifiable assets, liabilities or contingent liabilities, or the cost of the combinations has not been yet finalised.

Adjustments to the provisional values of previous year acquisitions

With respect to the acquisitions of 91.29% of the share capital of DZI Bank A.D. effected and presented provisionally in 2006, total goodwill has increased by €14.6 million as a result of adjustments that decreased the provisional values of net assets acquired by €14.4 million, and adjustments that increased total acquisition cost by €0.2 million.

The acquisition of DZI Bank A.D. continues to be presented provisionally since the determination of the subsidiary's identifiable assets, liabilities or contingent liabilities has not been finalized.

16. Related party transactions

The Bank is a member of the EFG Group, the ultimate parent company of which is EFG Bank European Financial Group, a bank incorporated in Switzerland. The EFG Group holds 41% of the ordinary shares. The remaining 59% of the shares are widely held. All the voting rights in EFG Bank European Financial Group are held by the Latsis family, the ultimate controlling party of the Group.

A number of banking transactions are entered into with related parties in the normal course of business and are conducted on an arms length basis. These include loans, deposits, letters of guarantee and derivatives. In addition, as part of its normal course of business in investment banking activities, the Group at times may hold positions in debt and equity instruments of related parties. The volumes of related party transactions and outstanding balances at the period/year-end are as follows:

	30 September 2007			31 December 2006		
	EFG management		Key	EFG management		Key
	Group	personnel	Other	Group	personnel	Other
	€ million	€ million	€ million	€ million	€ million	€ million
Loans and advances to banks	0	-	-	0	-	-
Available for sale investment securities	62	-	46	62	-	51
Loans and advances to customers	32	12	33	-	10	5
Other assets	0	0	5	0	0	4
Due to other banks	181	-	-	509	-	-
Due to customers - Debt issued and other borrowed funds	66	39	124	304	41	174
Derivative financial instruments liabilities	-	2	-	-	2	-
Other liabilities	1	-	0	2	-	0
Letters of guarantee issued	377	-	1	378	-	3
Letters of guarantee received	411	-	-	411	-	-
	nine months ended 30 September 2007			nine months ended 30 September 2006		
Net interest income/(expense)	(14)	(1)	(4)	(10)	(1)	(1)
Net banking fee and commission income/(expense)	0	0	3	0	-	1
Dividend income	-	-	2	-	-	-
Other operating income / (expense)	(2)	-	(0)	(3)	-	(0)

Key management personnel includes directors and key management personnel of the Group and its parent, and their close family members.

No provisions have been recognised in respect of loans given to related parties (2006: Nil)

Key management compensation (including directors)

Key management personnel are entitled to compensation in the form of short-term employee benefits €8.8 million for the nine months ended 30 September 2007 (30 September 2006: €8.6 million) and long-term employee benefits €3.8 million (30 September 2006: €1.7 million).

17. Dividends

Final dividends are not accounted for until they have been ratified by the Annual General Meeting.

The Annual General Meeting on 3 April 2007 approved a dividend in respect of 2006 of €0.75 per share (as adjusted for the issue of 2 shares for every 10 held and the rights issue of 2 new shares for every 15 held) representing a total dividend of €350 million. An interim dividend of €0.29 per share (adjusted as above) amounting to €136 million had been paid in December 2006 in accordance with the decision of the Board of Directors on 31 October 2006. The remaining final dividend of €0.46 per share amounting to €214 million was paid in April 2007 and has been accounted for in shareholders' equity as an appropriation of retained earnings during the period from 1 April 2007 to 30 June 2007.

Post balance sheet event

On 17 October 2007, the Board of Directors decided to propose to the Extraordinary General Meeting of the Shareholders, which will convene on 9 November 2007, the distribution of an interim dividend of €0.32 per share as part of the dividend for the fiscal year 2007.

Athens, 25 October 2007

CHAIRMAN OF THE BOARD OF DIRECTORS

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

CHIEF ACCOUNTANT

Xenophon C. Nickitas
I.D. No Θ - 914611

Nicholas C. Nanopoulos
I.D. No Σ - 237468

Paula Hadjisotiriou
I.D. No T - 005040

Dimitrios K. Mitrotolis
I.D. No Π-064395