SEMI ANNUAL FINANCIAL REPORT

For the period from 1st January to 30th June 2014
(In accordance with Law 3556/2007)

Athens,
28 August 2014

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Statement by the Members of the Board of Directors

(in accordance with article 5 paragraph 2 of Law 3556/2007)

To the best of our knowledge, the interim financial statements that have been prepared in accordance with the applicable International Financial Reporting Standards, give a true view of the assets, liabilities, equity and financial performance of Alpha Bank A.E. and of the group of companies included in the consolidated financial statements taken as a whole, as provided in article 5 paragraphs 3-5 of Law 3556/2007, and the Board of Directors' semi-annual management report presents fairly the information required by article 5 paragraph 6 of Law 3556/2007 and the related decisions of the Hellenic Capital Market Commission.

Athens, 28 August 2014

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR	THE EXECUTIVE DIRECTOR
VASILEIOS T. RAPANOS	**DEMETRIOS P. MANTZOUNIS**	**ARTEMIS CH. THEODORIDIS**
I.D. No AI 666242	**I.D. No I 166670**	**I.D. No AB 281969**

Board of Directors Semi Annual Management Report

THE GREEK ECONOMY

Strong signs of recovery became more evident in 2014, paving the way for a positive growth rate during the year and a gradual return to a stronger economic activity.

Confidence in the Greek economy is being restored. The Greek State and, in turn, the Greek banks and large enterprises regained access to international capital markets. More specifically, successful was also the return of the country to the international markets from which the State raised Euro 3 billion by issuing five-year bonds. At the same time, the four major banks held successfully in a short period of time share capital increases totaling Euro 8.3 billion, with strong participation of foreign investors. The successful recapitalisation and restructure of the banking system laid the solid foundation needed so that soon it will be able to support the economic recovery. Also, large Greek companies, between December 2012 and May 2014, raised a total of Euro 4.8 billion from corporate bond markets abroad.

The real economy continues to show signs of recovery. More specifically, GDP decline slowed down considerably in early 2014, paving the way for a positive growth rate of the economy at around 1.0% for the full year. More favourable developments regarding future consumer spending are reflected in the consumer and retailers' expectations, which in June 2014 hit a four-year high. At the same time, an increase in the number of new passenger cars for private use is noted as well as stabilisation in retail sales volume. Already in Q1 2014, private consumption grew, by 0.7% yoy, for the first time since Q1 2010.

Investment is expected to recover in 2014, as business planning sees the exit of the crisis. This is reflected in the domestic business sentiment index which has continued to improve in 2014, reaching 93.5 in June, the highest level within the last five years. The investment climate is also strengthened by the acceleration of the privatisations' program. The tender for the former Ellinikon International Airport was completed, while the tender for the privatisation of the Piraeus Port Authorities (OLP), the regional airports, the marinas and of TRAINOSE-ROSCO have been in the pipeline. Furthermore, the creation of the Greek Investment Fund is expected to play a positive role in attracting foreign investment, improving the transportation network by restarting the construction of the four major highways and in promoting actions that strengthen PPP.

Additionally, public investment is expected to recover as the Public Investment Program is expected to be upgraded in 2014 compared to 2013 (2014: Euro 6.8 billion, 2013: Euro 6.6 billion) and its development up to date is highly satisfactory, mainly due to funds from the European Union (EU). The absorption rate of structural funds stood at 79.3% in April 2014 from 69.0% in 2013 as a whole. As a result, Greece ranks in the third place among the EU countries with respect to the EU funds' absorption, against the fourth position in 2013.

The contribution of the external balance is also expected to be positive, due to the large increase in tourism receipts and in shipping revenues. According to the Bank of Greece, travel receipts in the first five months of 2014 increased by 10.6% yoy with the respective payments increasing by 16.3%. In the first six months of 2014, tourist arrivals increased significantly by 17.1%, compared to a smaller increase of 9.1% in the first six months of 2013. Also, according to estimates of the Association of Greek Tourism Enterprises (SETE), in 2014 tourist arrivals are expected to reach 19.0 million from 17.8 million in 2013 excluding cruise travelers. Regarding maritime transport, the continued improvement in the international freight market in H1 2014 has contributed to rising transport receipts. In total, in 2014, receipts from sea transportation will increase due to the increased confidence in the Greek economy, the anticipated increase in the volume of international trade and the reduction of the supply of freight water transport.

Furthermore, in 2014 the inflow of foreign direct investments (FDI) is recovering and concerns mainly acquisitions of Greek public enterprises which are privatised. In 2014 and 2015 FDI inflows are expected to increase since Greece has achieved a significant improvement regarding debt sustainability and competitiveness.

At the same time, a stabilisation trend of industrial production is observed while the Purchasing Managers Indices (PMI) reflect the more optimistic prospects for the next months. Industrial production increased by 1.8% yoy in May 2014, compared to a reduction of 3.1% in May 2013 and of 0.2% in the first five months of 2014, against a reduction of 0.8% in the corresponding period of 2013. Meanwhile, the economic confidence sentiment in industry improves, due to the stabilization and recovery of production and of new orders.

Developments for employment are also encouraging, with an observed trend of steady recovery of wage employment in the private sector. Also, the seasonally adjusted unemployment stood at 27.3% in April 2014, marking a notable decline from its highest level in September 2013 (27.9%) Payroll employment data show that hiring in the private sector exceeds dismissals and resignations from Q2 2013 to H1 2014. During H1 2014 hiring exceeded dismissals and resignations by 176.3 thousand people.

The better than expected pace of fiscal consolidation in 2013 and the first six months of 2014 strengthens the bargaining position of the country for the debt relief.

The economic recovery that is visible in 2014, along with the further building of confidence, is expected to contribute to deposits' increase, to foster credit expansion and boost economic activity. To this direction restoration of banks' access to international money and capital markets, is conducive. At the same time, the European Investment Bank (EIB) and the Hellenic Fund for Entrepreneurship and Development (ETEAN) already provide support in financing the real economy. The newly established Greek Investment Fund is expected to play an important role in channeling funds to small and medium-sized enterprises.

Ensuring growth requires continuing the reform efforts by focusing on:

1. The restructuring of the public sector. So far progress has been made in reducing the size and the rationalisation of the public sector. However, there are areas where there have been delays and shortfalls that have to be filled soon in order to modernize public administration that will provide high quality services to citizens and to entrepreneurial activity.
2. The strict continuation of fiscal consolidation in the coming years. This will ensure the downward trend of public debt to GDP and the country's access to international capital markets.
3. The reorientation of the production model towards producing tradable goods, which will ensure long-term and sustainable development.

THE INTERNATIONAL ECONOMY

The recovery of the world economy is forecasted to be slow but steady. To this direction, the contribution of developed economies is becoming increasingly important. In contrast, the contribution of developing countries seems to be sluggish. The main characteristics of the global economic situation are the very low inflationary pressures in most developed countries, the high unemployment rates in EU-28 and the emergence of new geopolitical risks (the ongoing tensions between Russia and Ukraine and in Middle East). International trade in goods and services is expected to experience significant growth in the current year (+4.0%) and even more during the next year (+5.3%). Unlike previous years, the recovery of global trade will be more balanced, as the increase in imports and exports of advanced economies will not be significantly below the respective one of the developing countries.

According to the most recent forecasts by the International Monetary Fund (July 2014), World GDP is expected to grow by 3.4% in 2014 (compared to 3.2% in 2013) and by 4.0% in 2015. The more positive outlook of 2014 compared to the one last year is mainly due to the U.S. economy growth, as well as to the return of Eurozone to growth.

Regarding the developed economies, it is forecasted that, on average, they will achieve a GDP growth rate of 1.8% in 2014 (from 1.3% in 2013). Nevertheless, the economic growth in USA is expected to retreat to 1.7% in 2014 from 1.9% in 2013. The inventory overhang at the end of 2013 turned out to be larger than expected, leading to a stronger correction. In the first quarter of 2014, a harsh winter further dampened demand, exports declined sharply after a strong fourth quarter, and output contracted. Since the second quarter 2014, as temporary factors wane, GDP growth rebounds. For the year 2014 GDP growth rate is lower than forecasted until recently. For 2015 economic growth in the USA is still forecasted at 3.0%. In Japan, GDP growth in 2014 is expected to stand at 1.6% marginally higher than in 2013 (1.5%), given that the decline in private consumption, due to the increase in consumption tax, is expected to be partially offset by adopting additional fiscal measures.

In the Eurozone the positive growth rates are expected to be consolidated to 1.1% in 2014, against -0.4% in 2013, while it is expected to be 1.5% in 2015. Recovery appears to extend to more country-members and to depend more on the contribution of domestic demand is strengthened. The accommodative monetary policy pursued by the European Central Bank, as the predicted milder fiscal consolidation is expected to boost economic activity, especially since the second half of 2014.

In developing economies, economic activity is expected to decline slightly, causing the GDP to grow by 4.6% in 2014 from 4.7% in 2013, with further rate acceleration to 5.2% in 2015. In China the projected slight slowdown of GDP to 7.4% in 2014, from 7.7% in 2013, reflects lower investment and a general effort to shift to domestic consumption for a locomotive of economic growth. In Russia, delays in modernising its production structure adds to the conflict with Ukraine, while in Brazil it seems that the political adjustment of internal imbalances will weigh on economic activity during 2014.

In 2013, the economies of Southeastern (SE) Europe recorded fairly high growth rates that in many cases exceeded initial expectations. An exception were the economies of Albania, whose growth rate slowed further (2012: 1.3%, 2013: 0.7%) and of Bulgaria where for the second consecutive year the growth was low (0.9%). As regards the other Western Balkan countries, their economies showed remarkable recovery in 2013, following the negative performance of 2012. Moreover, the growth rates of Romania and Turkey recorded a significant acceleration. Especially in Turkey, this was achieved despite the negative effects of social upheavals that occurred during the year. More generally, the contribution of exports continued to be strong for countries of SE Europe and in some of them domestic demand was boosted. In particular, Serbia, Bulgaria and Romania growth was mainly driven by exports, while in Turkey private consumption was the key driver of growth, backed up by high rates of credit expansion. Estimates for 2014 show a stabilazation of the GDP growth rate in SE Europe to 2.8%. However, in 2015 the rate of economic growth is forecasted to slightly accelerate to 2.9%.

A key feature of the global economy is the prevalence of low inflation, despite its small rebound to 2.1% in the USA. This is more pronounced in the developed world, where both in 2014 and 2015 inflation is expected to remain around 1.5%. Keep observing inflation at low levels, even less than the Central Banks' objectives, is primarily the result of the decline in energy and other commodity prices. In advanced economies the inflation which keeps being at low levels will allow the continuation of expansionary monetary policy in order to facilitate economic recovery and the improvement of the private and public sectors' financial health. In developing countries, although inflation will be much higher there is an apparent trend of its de-escalation.

Monetary policy, exercised with conventional and non-conventional measures, continues to be expansionary in developed economies, supporting the efforts of recovering from acute recession. In contrast, in many emerging economies pursued monetary policy is restrictive in order to address problems of overheating or capital outflow. In the U.S., the stronger than expected recovery of economy, the increase in inflation and the continuing trend (better than expected) of reduction in the unemployment rate, led the Federal Reserve Bank to reductions in the maximum monthly amount of bonds bought under the third program of quantitative easing (QE3). The program is expected to halt in October 2014, with open the option of a base rate increase before the third quarter 2015. In Japan, the objective of the Bank of Japan to achieve inflation of 2% by doubling the monetary base is estimated to have contributed to improving the economic climate and to faster growth of imports in 2013. The benefits for the trade balance stemming from the significant weakening of the yen since August 2012 are expected to become visible with a lag, i.e. from 2015 onwards.

Global economy is not expected to deviate from the recovery trajectory it is now following. Nobody, however, can exclude minor or major upheavals. Among the challenges for maintaining the growth of the global economy include the consequences from the abrupt discontinuation of loose U.S. monetary policy, fiscal adjustment in Europe and Japan, the very low and declining inflation in several developed economies or a possible devaluation of the nominal exchange rate of some developing economies' currencies. At present, the different stance in monetary policy pursued by major Central Banks implies to a weakness in the Euro.

Financial statements analysis

During the first senester of 2014 the share capital of the bank increased by €1.2 billion successfully, expanding the equity base of the bank with major international investors. On 17 April 2014, the Bank redeemed all the Greek government's preference shares (200,000,000) for €940 million, issued from the Bank.

On 12 June 2014 the Bank submitted through the Ministry of Economics, to the European Commission (General Division Competition) its restructuring plan according to the relevant legislation. The European Commission approved it on 9 July 2014 and point out that the restructuring plan is in line with the provisions concerning state aids and that the actions already have been made and the ones included in the plan, create the right conditions for the Bank to return to fully sustainable profitability. The restructuring plan provides for a continuation of restructuring and rationalasation measures that the Bank has already undetaken. Those measures include the rationalization of operating expenses and the cost of deposits in Greece, balance sheet strengthening, deleveraging of foreign activities and strengthening of monitoring and risk management framework.

On 13 June 2014 the Bank signed an agreement with Citibank International Plc and Citibank Overseas Investment Corporation ("Citi") to acquire the retail banking operations of Citi. With this acquisition, the Bank looks to exploit the specialization of Citi in Wealth Management acitvities and to enrich the products and services offered. In addition the cooperation with Diners Club, which is included in the acquisition, a prestigious trademark, strengthens the Bank's position in the credit cards market.

On 17 June 2014 the Bank issued successfully a three year senior bond of € 500 million with rate 3.375%, which was fully covered by institutional investors.

The Group's total equity on 30.6.2014 amounted to € 8,9 billion while common equity ratio 1 stood at 16,3%.

From May 2014 the Bank released completely from the ELA mechanism, while significantly reduced lending by the support mechanism of the ECB.

Profit after income tax for the first semester of this year amounted to € 267.4 million.

Net interest income amounted to € 951.7 million, positively affected by the continued decline in interest rates on term deposits and the lower cost of funding from the Eurosystem. Negative impact came from the ongoing loans deleveraging, as well as the lower yield of Greek government bonds.

Net income from commissions amounted to € 194.8 million increased by 11% compared to the first semester of 2013 when amounted to € 175 million including the commissions of Emporiki Group for January 2013. The improvement was mainly derived by the increase in the commissions related to transaction, mutual fund management and loans.

The results from financial operations recorded a profit of € 69.3 million, having primarily positively affected by sales of Greek government bonds.

Group's total expenses amounted to € 667 million reduced by 2% compared to the respective prior year six months period which amounted to € 681 million including the expenses of Emporiki Group for January 2013. The decrease was contributed by the new collective Labour Agreement, further changes to the remuneration policy as well as the reorganization of the network and the rationalization of expenses.

The impairment losses and provisions to cover credit risk of the A' semester 2014 amounted to € 743.6 mil. and compared to the respective amount of the A' semester of 2013, which amounted to € 984.1 mil, are decreased mainly due to the declining trend of new non-performing loans.

Concerning the balance sheet at the end of June 2014, the Group's total loans before impairment amounted to € 58.0 billion, decreased by 1% compared to 31.12.2013 due to deleveraging of the loan portfolio.

Non performing loan coverage was 58% while accumulated provision corresponds to 19% of the loan portfolio.

The loans to deposits ratio stood at 119%, improved compared to 31.12.2013 which amounted to 122%, as a result of the reduction in loan balances.

Total deposits of the Group amounted to € 42.2 billion showing a marginal decline compared to 31.12.2013 which was € 42.5 billion.

Finally the Group on 30.6.2014 has reassessed the recoverability of the deferred tax assets based on the above mentioned restructuring plan and recognized deferred tax assets of € 422 million, which had not been recognized on 31.12.2013 and is derived from temporary differences arising from the impairment/valuation of loans from the acquisition of former Emporiki Bank.

Participation in the program for the enhancement of liquidity of the Greek economy

In the context of the program for the enhancement of the Greek economy's liquidity, according to Law 3723/2008, the Bank proceeded with:

- The issuance of senior debt securities guaranteed by the Greek State amounting to € 9.4 billion.
- The borrowing of special securities issued by the Greek state amounting to € 1.6 billion.

These securities were pledged to the European Central Bank to obtain liquidity.

Other information

The proper and effective functioning of the Group, the formation of a single strategy and policy the coordination of the work carried out both of the boards and its committees. The Corporate Governance and Nominations Committee incorporated on 27.06.20014, ensures that the composition, structure and function of the Board meet the legal, regulatory and statutory requirements. The Committee seeks the implementation of international best practices in corporate governance and shaping policy for the election of candidates for Board members, recommending the candidates on the Board. The Committee, also, ensures the nomination of Board members with an effective and transparent process, creates the necessary conditions to ensure a smooth transition and continuity of the Board and oversees the implementation of all the policies, practices and procedures for their implementation.

The Bank's Ordinary General Meeting of the Shareholders on 27.6.2014 decided the following:

- The non payment to the Greek State of the return as defined by Article 1 paragraph 3 of Law 3723/2008 of the preference shares owned by the Greek State and
- Not to distribute dividend to the common shareholders of the Bank for the fiscal year 2013.

Risk management

Alpha Bank Group, has established a complete and strict risk management framework, in full compliance with the current supervisory rules giving special focus in continuously improving and updating. The Group continued in 2014 to undertake all the necessary measures in order to reinforce itself against all types of financial risks.

Credit risk

Credit risk arises from the borrowers weakness to implement their obligations to the Group. The provision of a complete and timely support for the decision making process of business units and the continuous and systematic monitoring of its loan portfolio, in accordance with the provisions set out in the Group policies and procedures, the harmonization with the regulatory framework and international best practices constituted the main objectives for the Bank's Credit Risk management and the minimization of potential losses.

These objectives materialize through a continuously evolving framework of methodologies and systems for measuring and monitoring credit risk, customized to the challenges of the prevailing economic circumstances and the nature as well as the extent of the business activities of the Group.

The indicative actions below represent the development and improvement that occurred with respect to the aforementioned framework:

- Ongoing upgrade of Wholesale and Retail Banking Credit Policies in Greece and abroad to adapt to the given macroeconomic conditions and the Group's risk appetite.
- Ongoing update of the credit rating models for corporate and retail banking in Greece and abroad in order to ensure their proper and effective operation.

Updating the provisioning policy for Wholesale and Retail.

- Centralized and automated approval process for retail banking applications in Greece and abroad.
- Complete centralization of the collections policy mechanisms for retail banking (mortgage loans, consumer loans, credit cards, retail banking corporate loans) in Greece and abroad.
- Systematic and periodic quality inspection of Corporate and Retail Banking credit.
- Systematic estimation and evaluation of credit risk per customer and per sector of economic activity.
- Periodic stress tests as a tool of assessment of the consequences of the economic scenarios on the capital requirements. The stress tests are performed according to the requirements of the regulatory framework and concern fundamental parameter of the Group's credit risk management policy.

Additionally, the actions below are in progress in order to enhance and develop the internal system of credit risk management:

- Initiation of the transition process for the Bank and the Group companies, in Greece in the Advanced Method for the Calculation of Capital Requirements against Credit Risk. For the purpose of the above mentioned transition, the Advanced Internal Ratings Based Approach method will be used with regards to corporate loan portfolios, retail banking, leasing and factoring.
- Improvement of the current systems in order to adopt the new definitions of European Banking Authority (EBA) for the non performing and restructured loans and the compliance with the supervising requirements for the management of exposure in delay and non performing expenses according to Executive Committee's Act 42/30.5.2014.
- Creation of databases in order to perform statistical tests in the Group's credit risk rating models. Upgrade and automation of the above mentioned process in relation to Wholesale and Retail Banking by using specialized statistical software. Gradual implementation of an automatic interface of credit risk rating systems with the central systems (core banking systems I-flex) for all Group companies abroad.
- The adoption of a mechanism for completeness and quality inspections of crucial areas of Wholesale and Retail Credit for monitoring and measuring credit risk.

  During the first half of 2014, in the context of improvement and efficient management of credit risk and in order to better respond to increasing demands on Bank's regulatory environment and supervising authorities (ECB), the administrative structure of the Risk Management sector expanded under the supervision of the General Director-CRO.

It amended the responsibilities of divisions:

- Wholesale Banking Credit risk Division
- Retail Banking Credit Risk Division

The following four new divisions are created, in which the responsibilities of the above divisions have been transferred.

- Methodologies Development Division
- Wholesale Banking Credit Risk Analysis
- Retail Banking Credit Risk Methodologies Development
- Retail Risk Credit Banking Analysis

Liquidity, interest rate and foreign exchange risk of banking portfolio

In early 2014, the Bank made a successful share capital increase of EUR 1.2 billion and in April 2014 redeemed all of the preference shares (EUR 940 million) from the Greek State. Since May 2014 the Bank released from the ELA mechanism, while gradually reduced borrowing from the support mechanism of the European Central Bank. During the first half of the year, the Bank restarted the EMTN program by issuing on bond of EUR 500 million nominal value, which was fully subscribed by institutional investors. The risk level of the Bank changed and was within the Contingency Funding Plan under the Recovery Plan that operated until recently.

The framework of the new requirements of the regulatory environment (Basel III) for liquidity has introduced the need for systematic monitoring of cost, stability and the diversification of liquidity sources. Indicative for the implementation of the new regulatory framework Liquidity Coverage Ratio and Net Stable Funding Ratio, observed monthly database specific configuration (risk factors) at customer. Respectively, guidelines have been given on the subsidiaries concerned units to ensure intra-group common understanding of the principles governing the new regulatory framework.

The first half of 2014, the Bank renewed and updated policies and procedures for Asset-Liability management (ALM), with a distinct role in Bank's and Group's ALM Risk and Group' s Market and Operational Risks Division. The Group in order to minimize liquidity and interest rate risk of Bank's portfolio, developed methods in line with best practices tailored to the Bank.

The constant updating of an ALM system is essential for development and growth of the Bank's product structure taking into account the competition's current structure and economic conditions. Specifically, the monitoring and finalization of the conventions of re-pricing and movements of Non Maturing assets- liabilities, in collaboration with the Asset-Liabilities division, is under the efficient and effective management of asset-liability risk. It must be noted that by the end of 2014, is planning to integrate affiliate units in the bank

ALM system for data quality analysis and the use of a common methodology.

The interbank financing (short-term, medium-long term) of the Bank, of its subsidiaries and foreign branches of the group is monitored on a daily basis with a corresponding production of reports, while major daily variations reported competently.

Regular stress tests are conducted for liquidity purposes to assess potential output (contractual or contingent) to determine the level of immediate liquidity available to meet Bank's needs.

In addition, stress tests carried out for the purpose of interest rate risk in the banking portfolio in order to estimate the volatility of net interest income of the banking portfolio and the economic value of customer loans and deposits.

A review of the crisis response plan (Contingency Funding Plan) is already underway and three levels of risk are established, adopted and defined by corresponding indicators and limits that are monitored on an ongoing basis.

Market and counterparty Risk

The Group has developed a strong environmental control policies and procedures in accordance with the regulatory framework and international best practices to meet the business needs that involve market and counterparty risk limiting the adverse effects on results and equity. The framework of methodologies and systems for the effective management of these risks is evolving on a continuous basis in accordance with the changing circumstances in the markets and in order to meet customer requirements.

The valuation of bonds and derivative positions are monitored on an ongoing basis and on a regular basis stress tests are conducted in order to assess the impact on the results and equity of various scenario in conditions in the markets where the Group operates.

Detailed structure for transaction limits, counterparty investment positions and country limits have been adopted and implemented, which involves regular monitoring of trigger events in order to perform extra revisions. The control limits are monitored on an ongoing basis and any violations are reported officially.

Hedging relationships with derivatives is in effect to limit market risk in the banking book and hedge effectiveness is tested on a regular basis.

During the first half of 2014, for the improvement of the Market and Counterparty Risk management frameworks, a Fair Value Policy developed, the Market Risk Management Policy is updated together with the provisioning policy for investments in securities and for claims from Credit Institutions.

Operational Risk

In the context of the continuous improvement in the implementation of the operational risk management framework, the Bank proceeded rigorously to the expansion of preventive measures in order to identify and evaluate risk as well as, the enhancement of the process of collecting and analyzing operational risk events.

Specifically, the RCSA method of operational risk self assessment has been implemented during the year in accordance with the general plan for selected divisions as well as, for domestic and foreign Bank subsidiaries. It is noted that this method provides the recognition and assessment of potential operational risks through the implementation of audits (residual risks). Further to the above the respective divisions proceed with the appropriate actions in order to hedge against negative results.

Moreover, the Circulars and Acts of the Group concerning the Operational Risk Management have been updated, while a diagnostic study concerning the transition to a more advance methodologies for monitoring and measuring operational risks is in progress (Advance Measurement Approach).

The events of operational risk, the self assessment results as well as, other current issues of operational risk are systematically monitored to all the Group Companies by the competent Operational Risk Management Committees with inceased responsibilities relating to the review of relevant information as well as the adoption of Operational Risk mitigation measures.

Prospects for the future

The first half of 2014 saw very significant developments in the banking sector of the country occuring which were first done in 2013. The process of improving the economic and political climate in the country accelerated and set the foundations for solid economic recovery from 2014, with significant growth in employment, after the lower than expected drop in GDP in 2013. The progress in fiscal consolidation was determined by significant primary surplus in general government from 2013, while very satisfactory execution of 2014 budget in the first half of the year shows the feasibility of once more a larger than expected primary surplus at the current year. The prospects for stronger economic growth in 2015 is now supported by a very significant improvement of the international competitiveness of the economy and is already attracting significant corporate capital from abroad.

However, the most crucial development was the completion of forming a structurally strong banking sector by, firstly, the widespread rearrangement of forces and the creation of four systemic credit institutions - pillars, despite the disruptions caused by the Cypriot banking crisis. Secondly, the highly successful program of recapitalization of financial institutions that emerged from this process with remarkable participation of the private sector and support the Financial Stability Fund initially and the autonomous action of these institutions in the markets for attracting equity capital of more than EUR 8.4 billion in the first half of 2014 - to fully meet the capital requirements arising from the completion of audits of Blackrock that took place in the second half of 2013 and, thirdly, with the approval of restructuring programs and development of Greek banks by the European Commission that largely confirm that the Greek banking system is now sufficiently capitalized for the years ahead, ready to support the financial needs of households and businesses.

These developments led to the creation of favorable conditions for the restoration of confidence from depositors while the market structure ensures both intense competition and economies of scale. The significant improvement of macroeconomic aggregates enabled the successful return to bond markets for both the Greek government and the banks with a notable decrease in borrowing costs. The further market normalization certainly requires the stabilization of the deposits flow to the banking system, which in conjunction with the already achieved restoration of the Greek banks' access to international markets, will contribute to provide additional liquidity to Greek businesses and households, accelerating the growth momentum of the Greek economy in 2015 after entering into positive growth in 2014.

Related party

According to the corresponding regulatory framework, this report must include the main transactions with related parties. All the transactions between related parties, of the Bank and the Group companies are performed in the ordinary course of business, conducted according to market conditions and are authorized by corresponding management personnel. There are no other material transactions between related parties apart from those described in the following paragraph.

a. The outstanding balances of the Group transactions with key management personnel which is composed by members of the Board of Directors and the Bank's Executive Committee, as well as their close family members and the companies related to them, the corresponding results from those transactions are as follows:

Thousands of Euro

Loans and advances to customers	33,487
Due to customers	57,335
Debt securities in issue	1,270
Employee defined benefit obligation	630
Letters of guarantee and approved limits	10,518
Interest and similar income	704
Income from fees and commissions	63
Interest expense and similar charges	1,119
Fees paid to key management and close family members	1,741
Other expenses	1

b. The outstanding balances and the corresponding results of the most significant transactions of the Bank with Group companies are as follows:

A. SUBSIDIARIES

Thousands of Euro

Name	Assets	Liabilities	Income	Expenses	Letters of guarantee and other guarantees
Banks					
1. Alpha Bank London Ltd	16,214	461	420	7	277,123
2. Alpha Bank Cyprus Ltd	1,389,397	353,806	2,832	1,574	160,088
3. Emporiki Bank Cyprus Ltd	224,545	37,410	1,160	29	
4. Alpha Bank Romania S.A.	1,771,662	100,315	53,690	1,090	13,601
5. Alpha Bank AD Skopje	10,001	1,105	62	14	
6. Alpha Bank Srbija A.D.	146,500	5,387	282	69	2,157
7. Alpha Bank Albania SH.A.	26,056	42,679	820	657	13
Leasing companies					
1. Alpha Leasing A.E.	274,821	370	3,293	98	
2. ABC Factors A.E.	395,106	2,927	10,588	1	30,000
Investment Banking					
1. Alpha Finance A.E.P.E.Y.	329	25,479	1,025	299	56
2. SSIF Alpha Finance Romania S.A.		205			
3. Alpha Ventures A.E.	3	5,983	8	76	
4. Alpha A.E. Ventures Capital Management - AKES	3	1,539	17	23	
5. Emporiki Ventures Capital Developed Markets Ltd					
6. Emporiki Ventures Capital Emerging Markets Ltd		99			
7. Emporiki Management A.E.	2	2,168	18	99	
Asset Management					
1. Alpha Asset Management A.E.D.A.K.	3,492	6,263	6,475	70	

Thousands of Euro

Name	Assets	Liabilities	Income	Expenses	Letters of guarantee and other guarantees
Insurance					
1. Alpha Insurance Agents A.E.		5,469		71	
2. Alpha Insurance Ltd		433			
3. Alphalife A.A.E.Z.	206	13,844	112	830	
Real estate and hotel					
1. Alpha Astika Akinita A.E.	586	2,344	900	3,866	
2. Ionian Hotel Enterprises A.E.	70,913	3,199	1,011	47	30
3. Oceanos A.T.O.E.E.		1,190		12	
4. Emporiki Development and Real Estate Management A.E.		270			
5. Alpha Real Estate Bulgaria E.O.O.D.		202		16	
6. Chardash Trading E.O.O.D.	33	2,281	(6)	988	
7. Alpha Investment Property Chalandriou A.E.	21,423	5	203		
8. Alpha Investment Property Attikis A.E.	6,558	7	87		
9. Alpha Investment Property Attikis II A.E.	10,926	100	94		
10. Alpha Investment Property Amarousion I A.E.	4,841	66	40		
11. Alpha Investment Property Amarousion II A.E.		327	1		
12. Alpha Investment Property Eleonas A.E.		30			
13. Stockfort Ltd	23,495	1,122	606	(2)	
14. AGI-RRE Zeus S.R.L.	28,886		410		
15. AGI-RRE Poseidon S.R.L.	14,711		188		
16. AGI-BRE Participations 1 E.O.O.D.	4,158	7	112		
17. AGI-BRE Participations 2 E.O.O.D.	8,411	22	227		
18. AGI-BRE Participations 2BG E.O.O.D.	5,778	15	154		
19. AGI-BRE Participations 3 E.O.O.D.	17,706	36	195		
20. AGI-BRE Participations 4 E.O.O.D.	168	168	2		
21. APE Fixed Assets A.E.		244	1	3	
22. HT-1 E.O.O.D.	56	5	1		
23. SC Carmel Rresidential S.R.L.	8,641				
Special purpose and holding entities					
1. Alpha Credit Group Plc	289,396	1,163,438	7,072	22,026	
2. Alpha Group Jersey Ltd					
3. Alpha Group Investments Ltd		3,862	1	2	
4. Ionian Holdings A.E.		101	1		
5. Ionian Equity Participations Ltd	625	2,069	1	1	
6. Emporiki Group Finance Plc	49,059	483,472	1,095	9,116	
7. Alpha Group Ltd		26,639			
8. Katanalotika Plc	1,197				
9. Epihiro Plc		1,253			
10. Irida Plc	429,947	37,736	1,178		
11. Pisti 2010-1 Plc		142			
12. Umera Ltd	377,878	8,330	783	4	
13. AGI-RRE Poseidon Ltd	38,507		425		
14. AGI-BRE Participations 4 Ltd	3,196		86		
15. AGI-RRE Artemis Ltd	1,518				
Other companies					
1. Kafe Alpha A.E.		185	9	82	
2. Alpha Supporting Services A.E.	301	24,149	316	5,260	
3. Real Car Rental A.E.		13			
4. Zerelda Ltd		1			
5. Evisak A.E.		1,025	1	5	

B. JOINT VENTURES

Thousands of Euro

Name	Assets	Liabilities	Income	Expenses	Letters of guarantee and other guarantees
1. Cardlink A.E.	3,531	675	122	2,699	
2. APE Commercial Property A.E.		243	1		
3. APE Investment Property A.E.	149,210	6,072	2,471	51	
4. Alpha TANEO A.K.E.S.		532	1		
C. ASSOCIATES					
1. AEDEP Thessalias and Stereas Ellados		100			
2. Banking Information Systems A.E.		48			
Total	**5,829,992**	**2,377,667**	**98,591**	**49,183**	**483,068**

c. Other related party transactions

The outstanding balances and the corresponding results are analyzed as follows:

Thousands of Euro

	Assets	Liabilities	Income	Expenses
Employees Supplementary Funds - TAP		71,760		
Hellenic Financial Stability Fund - HFSF	31,514		443	

Athens, 28 August 2014

THE CHAIRMAN
OF THE BOARD OF DIRECTORS

VASILEIOS T. RAPANOS
I.D. No AI 666242

Independent Auditors' 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 consolidated balance sheet of ALPHA BANK A.E. (the "Bank") as of June 30, 2014 and the related consolidated statements of income and comprehensive income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes, which comprise the condensed interim financial information and which forms an integral part of the six-month financial report of article 5 of Law 3556/2007. The Bank's management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the International Financial Reporting Standards adopted by the European Union and specifically with IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity". 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 International Standards on Auditing 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 condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".

Report on other legal and regulatory requirements

Our review did not identify any inconsistency or disparity of the other information of the six-month financial report as provided for by article 5 of L. 3556/2007 with the accompanying condensed interim financial information.

Athens, 28 August 2014

KPMG Certified Auditors A.E.
AM SOEL 114

Marios T. Kyriacou	Harry Sirounis
Certified Auditor Accountant	Certified Auditor Accountant
AM SOEL 11121	AM SOEL 19071

Interim Consolidated Financial Statements as at 30.6.2014

Interim Consolidated Income Statement

(Amounts in thousand of Euro)

		From 1 January to		From 1 April to	
	Note	30.6.2014	30.6.2013*	30.6.2014	30.6.2013*
Interest and similar income		1,669,431	1,735,239	832,240	909,047
Interest expense and similar charges		(717,700)	(1,000,883)	(351,844)	(492,413)
Net interest income		951,731	734,356	480,396	416,634
Fee and commission income		218,239	201,071	114,429	109,712
Commission expense		(23,380)	(32,762)	(14,764)	(17,352)
Net fee and commission income		194,859	168,309	99,665	92,360
Dividend income		945	896	883	884
Gains less losses on financial transactions		69,265	249,709	26,807	57,780
Other income		33,363	41,149	18,237	27,871
		103,573	291,754	45,927	86,535
Total income		**1,250,163**	**1,194,419**	**625,988**	**595,529**
Staff costs		(332,679)	(343,622)	(165,817)	(182,208)
General administrative expenses		(282,317)	(259,213)	(140,575)	(131,421)
Depreciation and amortization	7, 8, 9	(47,611)	(45,230)	(23,774)	(16,162)
Other expenses		(4,448)	739	(2,367)	805
Total expenses		**(667,055)**	**(647,326)**	**(332,533)**	**(328,986)**
Impairment losses and provisions to cover credit risk	2	(743,584)	(984,059)	(348,533)	(479,144)
Negative goodwill from the acquisition of Emporiki Bank			3,283,052		
Share of profit/(loss) of associates and joint ventures		(4,992)	(10,597)	(2,786)	(7,478)
Profit/(loss) before income tax		**(165,468)**	**2,835,489**	**(57,864)**	**(220,079)**
Income tax	3	432,884	577,984	419,415	105,563
Profit/(loss) after income tax, from continuing operations		**267,416**	**3,413,473**	**361,551**	**(114,516)**
Profit /(loss) after income tax, from discontinued operations	23		(24,889)		(25,199)
Profit/(loss) after income tax		**267,416**	**3,388,584**	**361,551**	**(139,715)**
Profit/(loss) attributable to:					
Equity owners of the Bank					
- from continuing operations		267,170	3,413,387	361,383	(114,501)
- from discontinued operations			(24,889)		(25,199)
		267,170	**3,388,498**	**361,383**	**(139,700)**
Non-controlling interests					
- from continuing operations		246	86	168	(15)
Earnings/(losses) per share:					
Basic and diluted (€ per share)	4	0.02	1.48	0.03	(0.04)
Basic and diluted from continuing operations (€ per share)	4	0.02	1.49	0.03	(0.03)
Basic and diluted from discontinued operations (€ per share)	4		(0.011)		(0.007)

* *Certain figures of the Interim Consolidated Income Statement of the comparative period have been restated due to the finalization of the accounting for the acquisition of Emporiki Group (note 25).*

Interim Consolidated Balance Sheet

(Amounts in thousand of Euro)

	Note	30.6.2014	31.12.2013
ASSETS			
Cash and balances with Central Banks		1,420,262	1,688,182
Due from banks		2,834,452	2,566,230
Securities held for trading	6	10,651	8,836
Derivative financial assets		854,197	797,393
Loans and advances to customers	5	50,132,904	51,678,313
Investment securities			
- Available for sale	6	5,003,170	4,966,934
- Held to maturity	6	351,045	1,369,786
- Loans and receivables	6	4,304,350	4,308,556
Investments in associates and joint ventures		46,709	50,044
Investment property	7	571,676	560,453
Property, plant and equipment	8	1,107,130	1,122,470
Goodwill and other intangible assets	9	241,307	242,914
Deferred tax assets		3,234,159	2,788,688
Other assets		1,569,735	1,542,830
		71,681,747	73,691,629
Assets held for sale		5,091	5,638
Total Assets		**71,686,838**	**73,697,267**
LIABILITIES			
Due to banks	10	16,303,187	19,082,724
Derivative financial liabilities		1,490,384	1,373,500
Due to customers (including debt securities in issue)		42,206,387	42,484,860
Debt securities in issue held by institutional investors and other borrowed funds	11	1,145,010	782,936
Amounts due for current income tax and other taxes		45,527	56,768
Deferred tax liabilities		33,188	35,160
Employee defined benefit obligations		81,569	78,700
Other liabilities		1,188,404	1,156,000
Provisions	12	293,467	278,884
Total Liabilities		**62,787,123**	**65,329,532**
EQUITY			
Equity attributable to equity owners of the Bank			
Share capital	13	3,830,718	4,216,872
Share premium	13	4,858,216	4,212,062
Reserves		672,794	631,033
Retained earnings	13	(517,532)	(747,572)
		8,844,196	**8,312,395**
Non-controlling interests		**23,819**	**23,640**
Hybrid securities	14	**31,700**	**31,700**
Total Equity		**8,899,715**	**8,367,735**
Total Liabilities and Equity		**71,686,838**	**73,697,267**

The attached notes (pages 25 - 68) form an integral part of these interim consolidated financial statements

Interim Consolidated Statement of Comprehensive Income

(Amounts in thousand of Euro)

	Note	From 1 January to 30.6.2014	30.6.2013*	From 1 April to 30.6.2014	30.6.2013*
Profit / (loss), after income tax, recognized in the income statement		**267,416**	**3,388,584**	**361,551**	**(139,715)**
Other comprehensive income recognized directly in Equity:					
Amounts that may be reclassified to the income statement					
Change in available for sale securities' reserve		147,181	68,787	9,743	95,125
Change in cash flow hedge reserve		(96,873)	104,530	(41,740)	65,692
Exchange differences on translating and hedging the net investment in foreign operations		(160)	(3,225)	(38)	(4,347)
Change in the share of other comprehensive income of associates and joint ventures		(1,054)	225	(1,054)	85
Income tax	3	(8,778)	(38,587)	10,344	(41,505)
Total amounts that may be reclassified to the income statement after income tax from continuing operations		**40,316**	**131,730**	**(22,745)**	**115,050**
Amounts that may be reclassified to the income statement after income tax from discontinued operations	23		14,172		8,762
		40,316	**145,902**	**(22,745)**	**123,812**
Amounts that will not be reclassified to the income statement after income tax from continuing operations					
Change in actuarial gains/(losses) of defined benefit obligations					
Income tax	3		1,882		
			1,882		
Total of other comprehensive income recognized directly in Equity, after income tax	3	**40,316**	**147,784**	**(22,745)**	**123,812**
Total comprehensive income for the period, after income tax		**307,732**	**3,536,368**	**338,806**	**(15,903)**
Total comprehensive income for the period attributable to:					
Equity owners of the Bank					
- from continuing operations		307,489	3,546,993	338,644	550
- from discontinued operations			(10,717)		(16,437)
		307,489	**3,536,276**	**338,644**	**(15,887)**
Non controlling interests					
- from continuing operations		243	92	162	(16)

* *Certain figures of the Interim Consolidated Statement of Comprehensive Income of the comparative period have been restated due to the finalization of the accounting for the acquisition of Emporiki Group (note 25).*

Interim Consolidated Statements of Changes in Equity

(Amounts in thousand of Euro)

	Note	Share Capital	Share premium	Reserves	Retained earnings	Total	Non controlling interests	Hybrid securities	Total
Balance 1.1.2013		**1,100,281**	**2,757,653**	**268,315**	**(3,538,207)**	**588,042**	**11,904**	**147,554**	**747,500**
Changes for the period 1.1 - 30.6.2013									
Profit for the period, after income tax					3,388,498	3,388,498	86		3,388,584
Other comprehensive income recognized directly in Equity, after income tax				145,896	1,882	147,778	6		147,784
Total comprehensive income for the period, after income tax				**145,896**	**3,390,380**	**3,536,276**	**92**		**3,536,368**
Purchases/sales and change of ownership interests in subsidiaries					(224)	(224)	11,530		11,306
Share capital increase through issuance of common shares to Hellenic Financial Stability Fund	20	2,741,591	1,279,409			4,021,000			4,021,000
Share capital increase paid in cash	20	375,000	175,000			550,000			550,000
Share capital increase expenses, after income tax					(150,301)	(150,301)			(150,301)
(Purchases), (Redemptions)/ Sales of hybrid securities, after income tax					46,212	46,212		(104,863)	(58,651)
Appropriation to reserves				31,396	(31,396)	-			-
Other					60	60			60
Balance 30.6.2013		**4,216,872**	**4,212,062**	**445,607**	**(283,476)**	**8,591,065**	**23,526**	**42,691**	**8,657,282**
Changes for the period 1.7 - 31.12.2013									
Profit for the period, after income tax					(466,329)	(466,329)	(31)		(466,360)
Other comprehensive income recognized directly in Equity, after income tax				185,631	(3,425)	182,206	(15)		182,191
Total comprehensive income for the period, after income tax				**185,631**	**(469,754)**	**(284,123)**	**(46)**	**-**	**(284,169)**
Share capital increase expenses, after income tax					(13,528)	(13,528)			(13,528)
Purchases/sales and change of ownership interests in subsidiaries					(168)	(168)	160		(8)
(Purchases), (Redemptions)/ Sales of hybrid securities, after income tax					4,714	4,714		(10,991)	(6,277)
Appropriation to reserves				(205)	205	-			-
Other					14,435	14,435			14,435
Balance 31.12.2013		**4,216,872**	**4,212,062**	**631,033**	**(747,572)**	**8,312,395**	**23,640**	**31,700**	**8,367,735**

(Amounts in thousand of Euro)

	Note	Share Capital	Share premium	Reserves	Retained earnings	Total	Non controlling interests	Hybrid securities	Total
Balance 1.1.2014		**4,216,872**	**4,212,062**	**631,033**	**(747,572)**	**8,312,395**	**23,640**	**31,700**	**8,367,735**
Changes for the period 1.1 - 30.6.2014									
Profit for the period, after income tax					267,170	267,170	246		267,416
Other comprehensive income recognized directly in Equity, after income tax				40,319		40,319	(3)		40,316
Total comprehensive income for the period, after income tax		**-**	**-**	**40,319**	**267,170**	**307,489**	**243**	**-**	**307,732**
Share capital increase	13	553,846	646,154			1,200,000			1,200,000
Redemption of the Hellenic Republic's preference shares	13	(940,000)				(940,000)			(940,000)
Share capital increase expenses, after income tax	13				(35,764)	(35,764)			(35,764)
Purchases/sales and change of ownership interests in subsidiaries					13	13	(64)		(51)
Appropriation to reserves				1,442	(1,442)	-			-
Other					63	63			63
Balance 30.6.2014		**3,830,718**	**4,858,216**	**672,794**	**(517,532)**	**8,844,196**	**23,819**	**31,700**	**8,899,715**

The attached notes (pages 25 - 68) form an integral part of these interim consolidated financial statements

Interim Consolitated Statement of Cash Flows

(Amounts in thousand of Euro)

		From 1 January to	
	Note	30.6.2014	30.6.2013*
Cash flows from operating activities			
Profit/(loss) before income tax		**(165,468)**	**2,835,489**
Adjustments for gain/(losses) before income tax for:			
Depreciation of fixed assets	7, 8	31,434	34,812
Amortization of intangible assets	9	16,177	10,418
Impairment losses from loans, provisions and staff leaving indemnity		781,319	1,009,680
(Gains)/losses from investing activities		(48,310)	15,189
(Gains)/losses from financing activities		59,255	(151,782)
Share of (profit)/loss of associates and joint ventures		4,992	10,597
Negative goodwill from the acquisition of Emporiki Bank			(3,283,052)
Fair value adjustment recognized in the income statement		62,142	(5,060)
		741,541	**476,291**
Net (increase)/decrease in assets relating to operating activities:			
Due from banks		(126,235)	831,169
Securities held for trading and derivative financial assets		(58,618)	144,212
Loans and advances to customers		729,829	890,570
Other assets		(36,020)	37,363
Net increase /(decrease) in liabilities relating to operating activities:			
Due to banks		(2,779,537)	(6,664,677)
Derivative financial liabilities		20,012	(272,207)
Due to customers		(417,388)	180,930
Other liabilities		33,011	25,471
Net cash flows from continuing operating activities before taxes		**(1,893,405)**	**(4,350,878)**
Income taxes and other taxes paid		(22,545)	(14,603)
Net cash flows from continuing operating activities		**(1,915,950)**	**(4,365,481)**
Net cash flows from discontinued operating activities			**7,735**
Cash flows from investing activities			
Investments in subsidiaries, associates and joint ventures		1,015	(220)
Acquisition of Emporiki Bank			645,215
Dividends received		945	896
Acquisition of fixed and intangible assets	7, 8, 9	(34,953)	(52,089)
Disposals of fixed and intangible assets		3,939	1,023
Net (increase)/decrease in investement securities		1,177,079	2,182,837
Net cash flows from continuing investing activities		**1,148,025**	**2,777,662**
Net cash flows from discontinued investing activities			**(415)**
Cash flows from financing activities			
Dividends paid		(604)	(1,196)
Proceeds from the issuance of debt secirities in issue and other borrowed funds		496,750	150,000
Repayments of debt securities in issue and other borrowed funds		(64,697)	(46,959)
(Purchases)/sales of hybrid securities			(40,444)
Share capital increase		1,200,000	550,000
Redemption of the Hellenic Republic's preference shares	13	(940,000)	
Share capital increase expenses		(48,327)	(64,687)
Net cash flows from continuing financing activities		**643,122**	**546,714**
Effect of exchange rate fluctuations on cash and cash equivalents		2,449	7,138
Net increase/(decrease) in cash flows – continuing activities		**(122,354)**	**(1,033,967)**
Net increase/(decrease) in cash flows – discontinued activities			**7,320**
Cash and cash equivalents at the beginning of the period		**973,167**	**2,110,093**
Cash and cash equivalents at the end of the period		**850,813**	**1,083,446**

* *Certain figures of the Interim Consolidated Statement of Cash Flows of the comparative period have been restated due to the finalization of the accounting for the acquisition of Emporiki Group (note 25).*

The attached notes (pages 25 - 68) form an integral part of these interim consolidated financial statements

Notes to the Interim Consolidated Financial Statements

GENERAL INFORMATION

The Alpha Bank Group, which includes companies in Greece and abroad, offers the following services: corporate and retail banking, financial services, investment banking and brokerage services, insurance services, real estate management, hotel activities.

The parent company of the Group is Alpha Bank A.E. which operates under the brand name of Alpha Bank A.E.. The Bank's registered office is 40 Stadiou Street, Athens and is listed as a societé anonyme with registration number 6066/06/B/86/05 and in the General Commercial Register with registration number 223701000. The Bank's duration is until 2100 but may be extended by the General Meeting of Shareholders.

In accordance with article 4 of the Articles of Incorporation, the Bank's objective is to engage, on its own account or on behalf of third parties, in Greece and abroad, independently or collectively, including joint ventures with third parties, in any and all (main and secondary) operations, activities, transactions and services allowed to credit institutions, in conformity with whatever rules and regulations (domestic, community, foreign) may be in force each time. In order to serve this objective, the Bank may perform any kind of action, operation or transaction which, directly or indirectly, is pertinent, complementary or auxiliary to the purposes mentioned above.

The tenure of the Board of Directors which was elected by the Ordinary General Meeting of Shareholders on 27.6.2014, lasts until 2018.

The Board of Directors as at 30.6.2014, consists of:

CHAIRMAN (Non Executive Member)

Vasileios T. Rapanos (from 29.5.2014)

VICE CHAIRMAN (Non Executive Independent Member)

Minas G. Tanes ***/*/****

EXECUTIVE MEMBERS

MANAGING DIRECTOR

Demetrios P. Mantzounis

EXECUTIVE DIRECTORS AND GENERAL MANAGERS

Spyros N. Filaretos (COO)
Artemis Ch. Theodoridis
George K. Aronis

NON-EXECUTIVE MEMBERS

Efthimios O. Vidalis (from 29.5.2014)
Ioanna E. Papadopoulou ****

NON-EXECUTIVE INDEPENDENT MEMBERS

Paul A. Apostolidis **/****
Evangelos J. Kaloussis */***
Ioannis K. Lyras */**
Ibrahim S.Dabdoub ** (from 29.5.2014)
Shahzad A.Shahbaz *** (from 29.5.2014)

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* *Member of the Audit Committee*
** *Member of the Remuneration Committee*
*** *Member of the Risk Management Committee*
**** *Member of Corporate Governance and Nominations Committee*

NON-EXECUTIVE MEMBER
(in accordance with the requirements of Law 3723/2008)

Sarantis – Evangelos G. Lolos

NON-EXECUTIVE MEMBER
(in accordance with the requirements of Law 3864/2010)

Panagiota S. Iplixian */**/***/**** (she replaced Mr Nikolaos G. Koutsos on 30.1.2014)

SECRETARY

Georgios P. Triantafyllidis

The General Meeting of 27.6.2014, in view of his highly significant contribution to the development and the progression of the operations of the Bank, conferred the title of Honorary Chairman of the Board of Directors, as per article 8.2 of the Articles of Incorporation upon the outgoing Member and Chairman of the Board of Directors, Yannis S. Costopoulos.

Moreover, the Ordinary General Meeting of Shareholders, has appointed as auditors of the interim and annual financial statements for 2014 the following:

a. Principal Auditors: Marios T. Kyriacou
Harry G. Sirounis

b. Substitute Auditors: Michael A. Kokkinos
John A. Achilas

of KPMG Certified Auditors A.E.

The Bank's shares are listed in the Athens Stock Exchange since 1925 and are constantly included among the companies with the higher market capitalization. Additionally, the Bank's share is included in a series of international indices, such as MSCI Emerging Markets Index, the FTSE All World, Stoxx Europe 600 and FTSE Med 100.

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

As a result of the Bank's share capital increase with cancellation of pre-emption rights which took place in March 2014, the share capital of the Bank amounted to 12,769,059,858 ordinary shares. On 17.4.2014, Alpha Bank, fully redeemed to the Hellenic Republic the total amount of preference shares of € 940 million, issued to the latter by the Bank.

4,294,971,798 ordinary shares of the Bank are traded in the Athens Exchange while the Hellenic Financial Stability Fund ("HFSF") possesses the remaining 8,474,088,060 ordinary, registered, voting, paperless shares or percentage equal to 66.36% on the total of ordinary shares issued by the Bank. The exercise of the voting rights for the shares of HFSF is subject to restrictions according to the article 7a of Law 3864/2010.

In addition, on the Athens Exchange there are 1,143,803,533 warrants that are traded each one incorporating the right of its holder to purchase 7.408683070 new shares owned by the HFSF.

During the first semester of 2014, the average daily volume per session for shares was € 17,322,806 and for warrants € 5,188,536.

The credit rating of the Bank performed by three international credit rating agencies is as follows:

- Moody's: Caa1
- Fitch Ratings: B-
- Standard & Poor's: CCC+

The financial statements have been approved by the Board of Directors on 28 August 2014.

* *Member of the Audit Committee*
** *Member of the Remuneration Committee*
*** *Member of the Risk Management Committee*
**** *Member of Corporate Governance and Nominations Committee*

ACCOUNTING POLICIES APPLIED

1.1 Basis of prsentation

The Group has prepared the condensed interim financial statements as at 30.6.2014 in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting, as it has been adopted by the European Union.

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 convertible bond issued by the Bank which is included in "Debt securities in issue held by institutional investors and other borrowed funds".

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

The accounting policies applied by the Group in preparing the condensed interim financial statements are consistent with those stated in the published financial statements for the year ended on 31.12.2013, after taking into account the following amendments to standards as well as Interpretation 21 which were issued by the International Accounting Standards Board (IASB), adopted by the European Union and applied on 1.1.2014:

- **Amendment to International Financial Reporting Standard 10** "Consolidated Financial Statements", to **International Financial Reporting Standard 12** "Disclosure of Interests in Other Entities" and to **International Accounting Standard 27** "Separate Financial Statements": Investment Entities (Regulation 1174/20.11.2013)
- **Amendment to International Accounting Standard 32** "Offsetting Financial Assets and Financial Liabilities" (Regulation 1256/13.12.2012)
- **Amendment to International Accounting Standard 36** "Recoverable amount disclosures for non-financial assets" (Regulation 1374/19.12.2013)
- **Amendment to International Accounting Standard 39** "Novation of derivatives and continuation of hedge accounting" (Regulation 1375/19.12.2013)
- **IFRIC Interpretation 21** "Levies" (Regulation 634/13.6.2014)

The adoption by the Group of the above amendments as well as of IFRIC 21 had no impact on its financial statements.

The adoption by the European Union, by 31.12.2014, of new standards, interpretations or amendments, which have been issued or may be issued during the year by the International Accounting Standards Board (IASB), and their mandatory or optional adoption for periods beginning on or after 1.1.2014, may affect retrospectively the periods presented in these interim financial statements.

1.2 Estimates, decision making criteria and significant sources of uncertainty

The Group, in the context of applying accounting policies and preparing financial statements in accordance with the International Financial Reporting Standards, makes estimates and assumptions that affect the amounts that are recognized as income, expenses, assets or liabilities. The use of estimates and assumptions is an integral part of recognizing amounts in the financial statements that mostly relate to the following:

Fair value of assets and liabilities

For assets and liabilities traded in active markets, the determination of their fair value is based on quoted, market prices. In all other cases the determination of fair value is based on valuation techniques that use observable market data to the greatest extent possible. In cases where there is no observable market data, the fair value is determined using data that are based on internal estimates and assumptions eg. determination of expected cash flows, discount rates, prepayment probabilities or potential counterparty default.

Impairment losses of financial assets

The Group, when performing impairment tests on loans and advances to customers, makes estimates regarding the amount and timing of future cash flows. Given that these estimates are affected by a number of factors such as the financial position of the borrower, the net realizable value of any collateral or the historical loss ratios per portfolio, actual results may differ from those estimated. Similar estimates are used in the assessment of impairment losses of securities classified as available for sale or held to maturity.

Impairment losses of non – financial assets

The Group, at each balance sheet date, assesses for impairment property, plant and equipment, investment property, intangible assets, as well as its investments in associates and joint ventures. Internal estimates are used to a significant degree to determine the recoverable amount of the assets, i.e. the higher between the fair value less costs to sell and the value in use.

Income Tax

The Group recognizes the amounts of current and deferred income tax based on estimates concerning the amount of taxable profits, based on which the amounts of tax expected to be paid or recovered in the current and future periods are determined. Estimates are affected by factors such as the practical implementation of the relevant legislation, the expectations regarding the existence of future taxable profit etc. Future tax audits, changes in tax legislation and the amount of taxable profit actually realised, may result in tax payments other than those recognized in the financial statements of the Group.

Employee defined benefit obligations

Defined benefit obligations are estimated based on actuarial valuations that incorporate assumptions regarding discount rates, future changes in salaries and pensions, as well as the return on any plan assets. Any change in these assumptions will affect the amount of obligations recognized.

Provisions and contingent liabilities

The Group recognises provisions when it estimates that it has a present legal or constructive obligation that can be estimated reliably, and it is almost certain that an outflow of economic benefits will be required to settle the obligation. In contrast, when it is probable that an outflow of resources will be required, or when the amount of liability cannot be measured reliably, the Group does not recognise a provision but it provides disclosures for contingent liabilities, taking into consideration their materiality. The estimation for the probability of the outflow as well as for the amount of the liability are affected by factors which are not controlled by the Group, such as court decisions, the practical implementation of the relevant legislation and the probability of default of the counterparty, for those cases which are related to the exposure to off-balance sheet items.

The estimates and judgments applied by the Group in making decisions and in preparing the financial statements are based on historical information and assumptions which at present are considered appropriate. The estimates and judgments are reviewed on an ongoing basis in order to take into account current conditions, and the effect of any changes is recognized in the period in which the estimates are revised.

1.2.1 Going concern principle

On 28.3.2014 the Bank completed successfully its share capital increase amounting to € 1.2 billion, which, as mentioned in detail in note 20, aimed, inter alia, at covering the capital needs of the Group, as these were determined in March 2014 by the Bank of Greece under a diagnostic study for the capital needs of the banks. In addition, on 9.7.2014 the European Commission approved the Bank's restructuring plan noting that the measures already implemented and those included in the restructuring plan will enable the Bank to return to viability. In addition, it is noted that a comprehensive assessment of the banking system is in progress by the European Central Bank and the responsible national supervisory banking authorities, in the context of the implementation of Council Regulation (EU) No 1024/2013, as is explicitly explained in Note 21.

Considering the above the interim financial statements as of 30.06.2014 have been prepared on the going concern principle.

1.2.2 Estimation of the Group's exposure to the Hellenic Republic

Regarding the uncertainties about the estimations for the recoverability of the Group's total exposure to the Hellenic Republic, there have been no significant changes compared to those disclosed in note 1.31.2 of the annual financial statements as at 31.12.2013. In addition, it is noted that, on 21.5.2014, the Greek Government Bond, of a nominal value of € 0.9 billion, which is related to the issuance of the preference shares of the Greek State according to Law 3723/2008, was repaid.

1.2.3 Recoverability of deferred tax assets

The Group recognizes deferred tax assets to the extent that it is probable that it will have sufficient future taxable profit available, against which, deductible temporary differences and tax losses carried forward can be utilized. The main categories of deferred tax assets as well as the methodology applied for the estimation of their recoverability are described in detail in note 1.31.3 of the annual financial statements as at 31.12.2013.

During the current period, Group has reassessed the recoverability of the deferred tax assets based on the restructuring plan approved by the European Commission, while taking into consideration the effect of factors that may adversely affect the Group's figures. Additionally, with respect to the temporary differences arising from the impairment of loans, for which there are no restrictions as to their recoverability, the Group has extended the period for assessing the future profitability compared to the restructuring plan for a limited number of years. Under the new assessment, the total deferred tax assets of the Group derived both from temporary differences and from tax losses carried forward are recoverable. Therefore, the Group recognized within the period, an amount of €422 million deferred tax assets, which had not been recognized and is derived from temporary differences arising from the impairment/valuation of loans from the acquisition of former Emporiki Bank.

The main uncertainties concerning the estimations for the recoverability of the deferred tax assets relate to the achievement of the goals set in the Bank's business plan, which is affected by the general macroeconomic environment in Greece and internationally. At each balance sheet date, the Group reassesses its estimation regarding the recoverability of the deferred tax assets in conjunction with the development of the factors that affect it.

INCOME STATEMENT

2. Impairment losses and provisions to cover credit risk

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Impairment losses on loans and advances to customers (note 5)	753,285	989,111	354,975	483,114
Provisions to cover credit risk relating to off balance sheet items (note 12)	856	916	750	470
Recoveries	(10,557)	(5,968)	(7,192)	(4,440)
Total	**743,584**	**984,059**	**348,533**	**479,144**

3. Income tax

In accordance with article 82 paragraph 5 of Law 2238/94, for year 2011 and thereafter, the statutory auditors and audit firms conducting statutory audits to a Société Anonyme (AE), are obliged to issue an Annual Tax Certificate on the implementation of tax provisions on tax issues. The above mentioned tax certificate is submitted to the entity under audit within 10 days from the submission of the corporate income tax return, as well as, to the Ministry of Finance, electronically, no later than ten days following the date of the approval of the financial statements from the General Assembly of the Shareholders.

After eighteen months from the issuance of a tax unqualified certificate and on the precondition that no tax offences have been identified by the Ministry of Finance audits, the tax audit of the year is considered finalized.

After the expiry of the deadline set by the circular of the Ministry of Finance (POL 1236/18.10.2013), the tax audit of year 2011 is considered final except in some cases (e.g. receiving fake tax documents, additional information from other sources) for which the Ministry of Finance can require re-examination.

For the year 2013 the Bank and its local subsidiaries have obtained the relevant tax certificate without any qualifications on the tax issues audited.

The income tax in the income statement from continuing operations is analyzed on the table below while the income tax from discontinued operations is analyzed in note 23:

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Current	11,303	7,686	6,081	1,669
Additional taxes from audits		539		539
Deferred	(444,187)	(586,209)	(425,496)	(107,771)
Total	**(432,884)**	**(577,984)**	**(419,415)**	**(105,563)**

The Group on 30.6.2014 has recognized a deferred tax asset of € 422,034 for the impairment/valuation of loans derived from the acquisition of Emporiki Bank that were not recognized on 31.12.2013.

Deferred tax recognized in the income statement is attributable to temporary differences, the effect of which is analyzed as follows:

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Debit difference of Law 4046/2012	19,973	(225,337)	9,987	9,097
Revaluation/ impairment of assets		(1,183)		(367)
Write-offs and depreciation of fixed assets	4,723	6,960	2,263	6,094
Valuation/ impairment of loans and other temporary differences	(456,831)	(206,371)	(444,441)	(100,442)
Employee defined benefit obligations	22,283	(13,604)	(173)	(464)
Valuation of derivatives	11,602	(11,884)	(155)	2,895
Effective interest rate	(1,346)	93	(1,234)	903
Fair value change of liabilities to credit institutions and other borrowed funds due to fair value hedge	(3,200)	1,700	(1,532)	267
Fair value change/impairment of bonds and other securities	17,348	(21,453)	6,716	(14,356)
Tax losses carried forward	(58,739)	(115,130)	3,073	(11,398)
Total	**(444,187)**	**(586,209)**	**(425,496)**	**(107,771)**

The above amounts for 2013 include the effect from the change in the tax rate from 20% to 26%.

A reconciliation between the effective and nominal tax rate is provided below:

	From 1 January to			
	30.6.2014		30.6.2013	
	%		%	
Profit/(loss) before income tax		**(165,468)**		**2,835,489**
Income tax (nominal tax rate)	20.41	(33,769)	26.29	745,526
Increase/(decrease) due to:				
Additional tax on income from land and buildings	(0.06)	105	0.01	11
Non taxable income	0.38	(630)	(0.31)	(8,931)
Non deductible expenses	(5.56)	9,206	0.21	5,821
Effect of changes in tax rates used for deferred tax			(14.66)	(415,700)
Negative goodwill from the acquisition of Emporiki Bank not subject to tax			(30.10)	(853,594)
Other temporary differences	(8.61)	14,238	(1.80)	(51,117)
Total	**6.56**	**(10,850)**	**(20.36)**	**(577,984)**
Deferred tax asset from valuation/impairment of Emporiki Bank's loans that has not been recognized in previous year		(422,034)		
Income tax		**(432,884)**		

	From 1 April to			
	30.6.2014		30.6.2013	
	%		%	
Profit/(loss) before income tax		**(57,864)**		**(220,079)**
Income tax (nominal tax rate)	16.40	(9,488)	24.29	(53,454)
Increase/(decrease) due to:				
Additional tax on income from land and buildings	(0.09)	52	0.02	(14)
Non taxable income	0.83	(478)	3.76	(8,272)
Non deductible expenses	(2.75)	1,592	0.14	(310)
Effect of changes in tax rates used for deferred tax			0.21	(455)
Other temporary differences	(18.92)	10,941	19.56	(43,058)
Total	**(4.53)**	**2,619**	**47.98**	**(105,563)**
Deferred tax asset from valuation/impairment of Emporiki Bank's loans that has not been recognized in previous year		(422,034)		
Income tax		**(419,415)**		

The tax rate of 20.41% for the first semester of 2014 and 26.29% for the first semester of 2013, is the weighted average nominal tax rate based on the nominal income tax rate and the profit before tax of the parent company and of each of the Group's subsidiaries.

Income tax of comprehensive income recognized directly in Equity

	From 1 January to					
	30.6.2014			30.6.2013		
	Before income tax	Income tax	After income tax	Before income tax	Income tax	After income tax
Amounts that may be reclassified in the Income Statement						
Change in available for sale securities' reserve	147,181	(34,915)	112,266	68,787	(16,385)	52,402
Change in cash flow hedge reserve	(96,873)	25,187	(71,686)	104,530	(27,177)	77,353
Exchange differences on translating and hedging the net investment in foreign operations	(160)	950	790	(3,225)	62	(3,163)
Tax rate adjustments Law 4110/2013					4,913	4,913
Change in the share of other comprehensive income of associates and joint ventures	(1,054)		(1,054)	225		225
Amounts that may be reclassified in the Income Statement from continuing operations	**49,094**	**(8,778)**	**40,316**	**170,317**	**(38,587)**	**131,730**
Amounts that may be reclassified in the Income Statement from discontinued operations				2,954	11,218	14,172
	49,094	**(8,778)**	**40,316**	**173,271**	**(27,369)**	**145,902**
Amounts that will not be reclassified in the Income Statement						
Net change in actuarial gains /(losses) of defined benefit obligations						
Tax rate adjustments Law 4110/2013					1,882	1,882
Total	**49,094**	**(8,778)**	**40,316**	**173,271**	**(25,487)**	**147,784**

	From 1 April to					
	30.6.2014			30.6.2013		
	Before income tax	Income tax	After income tax	Before income tax	Income tax	After income tax
Amounts that may be reclassified in the Income Statement						
Change in available for sale securities' reserve	9,743	(1,066)	8,677	95,125	(23,454)	71,671
Change in cash flow hedge reserve	(41,740)	10,852	(30,888)	65,692	(17,079)	48,613
Exchange differences on translating and hedging the net investment in foreign operations	(38)	558	520	(4,347)	(972)	(5,319)
Change in the share of other comprehensive income of associates and joint ventures	(1,054)		(1,054)	85		85
Amounts that may be reclassified in the Income Statement from continuing operations	**(33,089)**	**10,344**	**(22,745)**	**156,555**	**(41,505)**	**115,050**
Amounts that may be reclassified in the Income Statement from discontinued operations				(2,728)	11,490	8,762
	(33,089)	**10,344**	**(22,745)**	**153,827**	**(30,015)**	**123,812**

During the first semester of 2014, in "Retained earnings", a deferred tax credit of € 12,564 was recorded resulting from the share capital increase costs which were recorded in the same account and relate to the share capital increase which was completed during the reporting period (note 13). The respective amount for the first semester of 2013 was € 52,808.

Also at the first semester of 2013, "Retained Earnings" included a deferred tax debit amounting to € 18,208, arising from purchases/sales of hybrid securities.

4. Earnings/(losses) per share

a. Basic

Basic earnings/(losses) per share are calculated by dividing the profit/(losses) after income tax attributable to ordinary equity shareholders of the Bank, with the weighted average number of ordinary shares outstanding, after deducting the weighted average number of treasury shares held by companies of the Group, during the period.

For the calculation of basic earnings/(losses) per share, profit or loss for the period is adjusted by deducting the after-tax amount of dividends for preference shares that have been classified as equity. The after-tax amount of preference dividends that is deducted is:

i. The after-tax amount of any preference dividends on non-cumulative preference shares declared in respect of the period and

ii. The after-tax amount of preference dividends for cumulative preference shares required for the period, irrespective of whether dividends have been declared or not.

The Bank has issued non-cumulative preference shares, according to Law 3723/2008, which were repaid on 17.4.2014.

b. Diluted

Diluted earnings/(losses) per share are calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Group does not have dilutive potential ordinary shares and additionally, based on the preference shares' terms of issuance and the convertible bond loan with Credit Agricole S.A., basic and dilutive earnings/(losses) per share should not differ.

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Profit/(loss) attributable to equity owners of the Bank	267,170	3,388,498	361,383	(139,700)
Weighted average number of outstanding ordinary shares	11,891,881,788	2,285,951,249	12,769,059,858	3,591,741,288
Basic and diluted earnings/(losses) per share (in €)	0.02	1.48	0.03	(0.04)

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Profit/(loss) from continuing operations attributable to the ordinary equity owners of the Bank	267,170	3,413,387	361,383	(114,501)
Weighted average number of outstanding ordinary shares	11,891,881,788	2,285,951,249	12,769,059,858	3,591,741,288
Basic and diluted earnings/(losses) from continuing operations per share (in €)	0.02	1.49	0.03	(0.03)

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Profit/(loss) from discontinued operations attributable to the ordinary equity owners of the Bank		(24,889)		(25,199)
Weighted average number of outstanding ordinary shares		2,285,951,249		3,591,741,288
Basic and diluted earnings/(losses) from discontinued operations per share (in €)		(0.011)		(0.007)

The weighted average number of common shares, on 30.6.2014, is calculated based on the days during which the ordinary shares are in issue compared to the total number of days of the reporting period, taking into account the new total number of common shares resulting from the share capital increase of Bank on 28.3.2014 (note 13).

ASSETS

5. Loans and advances to customers

	30.6.2014	31.12.2013
Individuals		
Mortgages		
- Non-Securitized	20,374,730	20,128,867
- Securitized		99,096
Consumer:		
- Non-Securitized	3,921,066	3,859,647
- Securitized	1,271,176	1,319,169
Credit cards:		
- Non-Securitized	397,736	529,613
- Securitized	591,405	471,800
Other	15,412	20,504
Total	**26,571,525**	**26,428,696**
Companies:		
Corporate loans:		
- Non-Securitized	28,383,115	28,990,910
- Securitized	1,471,446	1,480,643
Finance leases (Leasing):		
- Non-Securitized	294,938	312,336
- Securitized	465,301	449,050
Factoring	539,449	503,431
Total	**31,154,249**	**31,736,370**
Receivables from insurance and re-insurance activities	16,264	14,363
Other receivables	295,254	455,018
	58,037,292	**58,634,447**
Less:		
Allowance for impairment losses [1]	(7,904,388)	(6,956,134)
Total	**50,132,904**	**51,678,313**

The Bank and Alpha Leasing A.E. have proceeded in securitizing consumer, corporate loans, credit cards and finance leases through special purpose entities controlled by them.

The amount of € 99,096 as of 31.12.2013 refers to securitized mortgage loans of Emporiki Bank. The transaction was withdrawn on 24.2.2014 after the exercise of the respective option of the Bank.

Based on the contractual terms and structure of the above transactions (e.g. allowance of guarantees or/and credit enhancement or due to the Bank owing the bonds issued by the special purpose entities), the Bank and Alpha Leasing A.E. have retained in all cases the risks and rewards deriving from the securitized portfolios.

The Bank has proceeded with the direct issuance of covered bonds, secured by mortgage loans. As of 30.6.2014, the balance of the covered bonds amounts to € 3.7 billion and the book value of mortgage loans provided as coverage for the above mentioned bonds amounted to € 4.5 billion.

[1] *In addition to the allowance for impairment losses and advances to customers, a provision of € 67,844 (31.12.2013: € 66,986) has been recorded to cover credit risk relating to off-balance sheet items. The total provision recorded to cover credit risk amounts to € 7,972,232 (31.12.2013: € 7,023,120).*

Allowance for impairment losses

Balance 1.1.2013	**4,606,220**
Changes for the period 1.1. - 30.6.2013	
Impairment losses for the period from continuing operations (note 2)	989,111
Impairment losses for the period from discontinued operations (note 23)	557
Change in present value of the allowance account	174,274
Foreign exchange differences	(8,321)
Loans written-off during the period	(75,122)
Accumulated provisions for assets held for sale	(7,964)
Balance 30.6.2013	**5,678,755**
Changes for the period 1.7. - 31.12.2013	
Accumulated provisions of companies which are consolidated for the first time	5,564
Impairment losses for the period from continuing operations	943,260
Impairment losses for the period from discontinued operations	306
Change in present value of the allowance account	207,356
Foreign exchange differences	(1,841)
Loans written-off during the period	(51,376)
Other adjustments for credit risk	174,416
Accumulated provisions of disposed companies	(306)
Balance 31.12.2013	**6,956,134**
Changes for the period 1.1. - 30.6.2014	
Impairment losses for the period from continuing operations (note 2)	753,285
Change in present value of the allowance account	250,961
Foreign exchange differences	3,769
Loans written-off during the period	(59,761)
Balance 30.6.2014	**7,904,388**

Finance lease receivables, analyzed by duration, are as follows:

	30.6.2014	31.12.2013
Up to 1 year	397,785	393,578
From 1 year to 5 years	162,503	208,857
Over 5 years	348,022	313,017
	908,310	**915,452**
Non accrued finance lease income	(148,071)	(154,066)
Total	**760,239**	**761,386**

The net amount of financial lease receivables by duration is analyzed as follows:

	30.6.2014	31.12.2013
Up to 1 year	374,363	369,858
From 1 year to 5 years	96,614	129,859
Over 5 years	289,262	261,669
Total	**760,239**	**761,386**

6. Investment and held for trading securities

i. Held for trading securities

Securities held for trading amounted to €10.7 million on 30.6.2014 (31.12.2013: € 8.8 million) of which Greek Government Bonds € 7.8 million (31.12.2013: € 6.5 million).

ii. Investment securities

a. Available for sale

The available for sale portfolio amounts to € 5 billion as at 30.6.2014 (31.12.2013: € 5 billion). This amount includes securities issued by the Greek State that amount to € 3.2 billion as at 30.6.2014 (31.12.2013: € 3.4 billion) of which € 2 billion (31.12.2013: € 2.5 billion) relate to treasury bills. The Group during the first semester of 2014 has recognized impairment losses for other variable securities amounting to € 13 thousand which are included in "Gain less losses on financial transactions".

b. Held to maturity

The held to maturity portfolio amounts to € 351 million as at 30.6.2014 (31.12.2013: € 1.4 billion). The Greek Government bond of € 0.9 billion that was transferred to the Bank's ownership for the issuance of the preference shares of the Greek State according to Law 3723/2008, matured on 21.5.2014.

c. Loans and receivables

Loans and receivables include bonds issued by the European Financial Stability Facility (E.F.S.F.) of nominal value of € 3,960,544 received by the Bank as a result of the share capital increase which was completed on 6.6.2013 and of nominal value of € 284,628 which were transferred to the Bank from the Hellenic Financial Stability Fund for the undertaking of customer deposits from the former Cooperative Banks of Western Macedonia, Evia and Dodecanese in December 2013. The total carrying amount of these bonds as at 30.6.2014 amounted to € 4.3 billion (31.12.2013: € 4.3 billion).

d. Exposure to the peripheral eurozone countries debt

The Group holds in its available for sale portfolio, bonds of the Republic of Cyprus with a book value of € 5 million (31.12.2013: € 19.8 million) and a bond of Cyprus Popular Bank (senior term) with a book value of € 1.6 million (31.12.2013: € 1.6 million) after impairment of € 34.6 million recognized in 2013 income statement.

The Group also holds in its available for sale portfolio, a bond issued by the Italian Republic with a book value of € 3.5 million, a bond issued by the Spanish Republic with a book value of € 3.5 million and in its trading portfolio 42,274 shares of Bank of Cyprus with a book value of € 8.8 thousand.

As at 30.6.2014 the Group had no exposure to bonds issued by Portugal and Ireland.

7. Investment property

	Land and Buildings
Balance 1.1.2013	
Cost	510,252
Accumulated depreciation and impairment losses	(16,754)
1.1.2013 - 30.6.2013	
Net book value 1.1.2013	493,498
Additions	12,469
Additions from companies consolidated for the first time in 2013	62,123
Foreign exchange differences	(221)
Reclassification to "Other assets"	(2,916)
Reclassification from "Property, plant and equipment"	1,143
Disposals/write-offs	(711)
Depreciation for the period from continuing operations	(5,614)
Net book value 30.6.2013	**559,771**
Balance 30.6.2013	
Cost	578,403
Accumulated depreciation and impairment losses	(18,632)
1.7.2013 - 31.12.2013	
Net book value 1.7.2013	559,771
Additions	27,210
Additions from companies consolidated for the first time in 2013	20,796
Foreign exchange differences	(178)
Disposals/write-offs	(1,885)
Impairments	(39,385)
Reclassifications	(727)
Depreciation for the period from continuing operations	(5,149)
Net book value 31.12.2013	**560,453**
Balance 31.12.2013	
Cost	627,457
Accumulated depreciation and impairment losses	(67,004)
1.1.2014 - 30.6.2014	
Net book value 1.1.2014	560,453
Additions	6,426
Additions from companies consolidated for the first time in the first semester of 2014	9,848
Foreign exchange differences	1,062
Disposals/write-offs	(815)
Depreciation for the period	(5,298)
Net book value 30.6.2014	**571,676**
Balance 30.6.2014	
Cost	641,853
Accumulated depreciation and impairment losses	(70,177)

The additions from companies consolidated for the first time in 2013 and in the first semester of 2014 relate to investment property which were obtained as collateral for loans and acquired by the Group in the context of its credit risk methodology.

8. Property, plant and equipment

	Land and buildings	Leased equipment	Equipment	Total
Balance 1.1.2013				
Cost	1,261,028	3,747	497,024	1,761,799
Accumulated depreciation and impairment losses	(350,284)	(2,444)	(421,686)	(774,414)
1.1.2013 - 30.6.2013				
Net book value 1.1.2013	910,744	1,303	75,338	987,385
Foreign exchange differences	(1,172)	(39)	(279)	(1,490)
Additions	4,330	251	8,943	13,524
Additions from companies consolidated for the first time in 2013	187,722		25,732	213,454
Reclassification of assets of discontinued operations to “Assets held for sale”	(4,345)		(1,188)	(5,533)
Reclassifications to "Investment property"	(966)		(177)	(1,143)
Disposals/write-offs	(662)	(67)	(90)	(819)
Depreciation for the period from discontinued operations	(174)		(330)	(504)
Depreciation for the period from continuing operations	(13,891)	(234)	(15,073)	(29,198)
Net book value 30.6.2013	**1,081,586**	**1,214**	**92,876**	**1,175,676**
Balance 30.6.2013				
Cost	1,457,565	3,693	657,243	2,118,501
Accumulated depreciation and impairment losses	(375,979)	(2,479)	(564,367)	(942,825)
1.7.2013 - 31.12.2013				
Net book value 1.7.2013	1,081,586	1,214	92,876	1,175,676
Foreign exchange differences	51	26	248	325
Additions	9,221	791	5,704	15,716
Sale of subsidiary	(285)		174	(111)
Disposals/write-offs	(14,533)	(16)	(834)	(15,383)
Other reclassifications	(2,601)		(3,210)	(5,811)
Impairments	(18,571)		(21)	(18,592)
Depreciation for the period from discontinued operations	(86)		(174)	(260)
Depreciation for the period from continuing operations	(17,089)	(297)	(11,704)	(29,090)
Net book value 31.12.2013	**1,037,693**	**1,718**	**83,059**	**1,122,470**
Balance 31.12.2013				
Cost	1,428,120	4,378	515,075	1,947,573
Accumulated depreciation and impairment losses	(390,427)	(2,660)	(432,016)	(825,103)
1.1.2014 - 30.6.2014				
Net book value 1.1.2014	1,037,693	1,718	83,059	1,122,470
Foreign exchange differences	173	6	269	448
Additions	6,434	14	7,387	13,835
Additions from companies consolidated for the first time in first semester of 2014	38		56	94
Disposals/write-offs	(2,803)		(336)	(3,139)
Reclassifications to "Other Assets"	(681)		239	(442)
Depreciation for the period	(15,320)	(287)	(10,529)	(26,136)
Net book value 30.6.2014	**1,025,534**	**1,451**	**80,145**	**1,107,130**
Balance 30.6.2014				
Cost	1,424,791	4,435	519,229	1,948,455
Accumulated depreciation and impairment losses	(399,257)	(2,984)	(439,084)	(841,325)

9. Goodwill and other intangible assets

	Goodwill	Software	Other intangible	Total
Balance 1.1.2013				
Cost	1,136	347,339	54,597	403,072
Accumulated amortization and impairment losses		(234,898)	(26,417)	(261,315)
1.1.2013 30.6.2013				
Net book value 1.1.2013	1,136	112,441	28,180	141,757
Additions		25,724	372	26,096
Additions from companies consolidated for the first time in 2013		24,008	46,100	70,108
Reclassification of assets of discontinued operations to "Assets held for sale"	(1,136)	(80)	(22)	(1,238)
Reclassifications		(65)	65	-
Foreign exchange differences		(17)		(17)
Amortization for the period from discontinued operations		(47)		(47)
Amortization for the period from continuing operations		(9,122)	(1,296)	(10,418)
Net book value 30.6.2013		**152,842**	**73,399**	**226,241**
Balance 30.6.2013				
Cost		492,436	101,423	593,859
Accumulated amortization and impairment losses		(339,594)	(28,024)	(367,618)
1.7.2013 31.12.2013				
Net book value 1.7.2013		152,842	73,399	226,241
Additions		23,013	17	23,030
Additions from acquisitions of Cooperative Banks			9,094	9,094
Disposals/write-offs		(2,693)		(2,693)
Reclassifications		(1,907)	1,907	
Foreign exchange differences		(51)	3	(48)
Amortization for the period from discontinued operations		(16)	(2)	(18)
Amortization for the period from continuing operations		(7,563)	(5,129)	(12,692)
Net book value 31.12.2013		**163,625**	**79,289**	**242,914**
Balance 31.12.2013				
Cost		418,490	112,361	530,851
Accumulated amortization and impairment losses		(254,865)	(33,072)	(287,937)
1.1.2014 30.6.2014				
Net book value 1.1.2014		163,625	79,289	242,914
Additions		14,688	4	14,692
Disposals/write-offs		(8)		(8)
Reclassifications		27,808	(27,925)	(117)
Foreign exchange differences		3		3
Amortization for the period		(10,053)	(6,124)	(16,177)
Net book value 30.6.2014		**196,063**	**45,244**	**241,307**
Balance 30.6.2014				
Cost		473,162	70,846	544,008
Accumulated amortization and impairment losses		(277,099)	(25,602)	(302,701)

LIABILITIES

10. Due to banks

	30.6.2014	31.12.2013
Deposits:		
- Current accounts	80,542	69,757
- Term deposits		
Central Banks	13,218,586	17,177,211
Other credit institutions	726,543	538,517
Sale of repurchase agreements (Repos)	1,863,050	857,590
Borrowing funds	414,466	439,649
Total	**16,303,187**	**19,082,724**

11. Debt securities in issue and other borrowed funds

i. Issued guaranteed by the Greek State (Law 3723/2008)

Under the programme for the enhancement of the Greek economy's liquidity, according to Law 3723/2008, the Bank proceeded in issuing the following senior debt securities:

- Nominal value of € 950 million., issued on 17.2.2014, maturing on 17.3.2015 with a floating interest rate of three month Euribor plus a spread of 12%.
- Nominal value of € 2.6 billion, issued on 15.5.2014, maturing on 15.8.2014 with a floating interest rate of three month Euribor plus a spread of 12%.
- Nominal value of € 2,3 billion, issued on 16.6.2014, maturing on 16.9.2014 with a floating interest rate of three month Euribor plus a spread of 12%.

The total balance of senior debt securities guaranteed by the Greek State as at 30.6.2014 amounts to € 9.4 billion.

These securities are not presented in the "Debt securities in issue and other borrowed funds", as they are held by the Bank.

ii. Covered bonds [1]

Covered bonds issued by the Bank as at 30.6.2014 amount to € 3.7 billion.

Covered bonds are not included in caption "Debt securities in issue and other borrowed funds" as the corresponding securities are held by the Bank.

iii. Short term securities

Balance 1.1.2014	**35,851**
Changes for the period 1.1 - 30.6.2014	
New issues	67,265
Maturities/Redemptions	(72,711)
Accrued interest	438
Foreign exchange differences	365
Balance 30.6.2014	**31,208**

The amount of "new issues" includes the following issues:

- nominal value of USD 45 million maturing on 11.6.2014
- nominal value of USD 5 million maturing on 14.4.2014
- nominal value of USD 38 million maturing on 10.9.2014
- nominal value of USD 5 million maturing on 10.7.2014

(1) *Financial disclosures regarding covered bond issues, as determined by the 2620/28.08.09 directive of Bank of Greece are published at the Bank's website.*

iv. Senior debt securities

Balance 1.1.2014	**744,254**
Changes for the period 1.1 - 30.6.2014	
New issues	496,750
(Repurchases)/sales	(44,896)
Maturities/Redemptions	(42,591)
Fair value change	2,235
Accrued interest	16,841
Foreign exchange differences	93
Balance 30.6.2014	**1,172,686**

The amount of new issues consists of the issue of a € 500 million nominal value, starting on 17.6.2014 with a fixed annual interest rate of 3.375% and maturing on 17.6.2017.

v. Securitization of mortgage loans

Balance 1.1.2014	**68,517**
Changes for the period 1.1 - 30.6.2014	
Maturities/Redemptions	(69,948)
Accrued interest	1,431
Balance 30.6.2014	**-**

These obligations occurred after the acquisition of Emporiki Bank and refer to the special purpose entity Lithos Mortgage Financing Plc. The transaction was recalled on 24.2.2014 after the exercise of the respective option of the Bank.

Additional liabilities arising from the securitisation of consumer loans, corporate loans and credit cards are not included in "Debt securities in issue and other borrowed funds" since these securities issued by special purpose entities and amounting to a nominal value of € 4.2 billion, were held by the Group.

vi. Subordinated debt

Balance 1.1.2014	**163,289**
Changes for the period 1.1 - 30.6.2014	
(Repurchases)/sales	(5,455)
Accrued interest	(433)
Balance 30.6.2014	**157,401**

vii. Convertible bond loan

Balance 1.1.2014 / Balance 30.6.2014	**39,600**

Total debt securities in issue and other borrowed funds on 30.6.2014	**1,400,895**

Of the above debt securities in issue amounting to € 1,400,895 an amount of € 255,885 (31.12.2013: € 268,575) held by Bank customers has been reclassified to "Due to customers". Therefore, the balance of "Debt securities in issue held by institutional investors and other borrowed funds" as at 30.6.2014, amounts to €1,145,010 (31.12.2013: € 782,936).

12. Provisions

	30.6.2014	31.12.2013
Insurance provisions	162,588	138,701
Provisions to cover credit risk and other provisions	130,879	140,183
Total	**293,467**	**278,884**

a. Insurance provisions

	30.6.2014	31.12.2013
Non-life insurance		
Unearned premiums	4,867	5,388
Outstanding claim reserves	9,848	9,261
Total	**14,715**	**14,649**
Life insurance		
Mathematical reserves	113,899	95,841
Outstanding claim reserves	8,405	6,031
Total	**122,304**	**101,872**
Reserves for investments held on behalf and at risk of life insurance policy holders	**25,569**	**22,180**
Total	**162,588**	**138,701**

b. Provisions to cover credit risk and other provisions

Balance 1.1.2013	**38,354**
Changes for the period 1.1. - 30.6.2013	
Accumulated provision for assets held for sale	(158)
Provisions to cover credit risk relating to off-balance sheet items (note 2)	916
Other provisions used during the period	(905)
Reversal of other provisions	(335)
Provisions to cover credit risk relating to off-balance sheet items from companies consolidated for the first time	235,779
Other provisions used during the period	(2,594)
Foreign exchange differences	345
Balance 30.6.2013	**271,402**
Changes for the period 1.7. - 31.12.2013	
Provisions to cover credit risk relating to off-balance sheet items	17,248
Other provisions used during the period	1,432
Reversal of other provisions	(53)
Write-offs	(1,478)
Reclassification to "Other assets"	(136,273)
Reclassification to "Loans and advance to customers"	(8,000)
Other provisions used during the period	(4,067)
Foreign exchange differences	(28)
Balance 31.12.2013	**140,183**
Changes for the period 1.1. - 30.6.2014	
Provisions to cover credit risk relating to off-balance sheet items (note 2)	856
Other provisions used during the period	573
Reclassification to "Other liabilities"	(9,807)
Other provisions used during the period	(941)
Foreign exchange differences	15
Balance 30.6.2014	**130,879**

The amount of other provisions charged to profit and loss account is included in the account "Other expenses" of the income statement.

On 30.6.2014 the balance of provisions to cover credit risk relating to off-balance sheet items amounts to € 67.9 million and other provisions to € 63 million out of which € 31.3 million concerns legal cases.

EQUITY

13. Share capital, Share premium and Retained earnings

a. Share capital

The Bank's share capital as at 30.6.2014 is analysed as follows:

	Opening balance of shares as at 1.1.2014	Changes for the period from 1.1. to 30.6.2014 (units)			Balance of shares as at 30.6.2014	Paid-in capital as at 30.6.2014
		Share capital increase	Warrants exercise	Redemption of preference shares		
a. Ordinary shares						
Number of ordinary shares	1,997,638,231		451,179,721		2,448,817,952	734,645
Number of ordinary shares owned by the Hellenic Financial Stability Fund	8,925,267,781		(451,179,721)		8,474,088,060	2,542,227
Share capital increase		1,846,153,846			1,846,153,846	553,846
Balance 30.6.2014	**10,922,906,012**	**1,846,153,846**			**12,769,059,858**	**3,830,718**
b. Preferrence shares						
Number of preference shares	200,000,000			(200,000,000)	-	-
Total	**11,122,906,012**	**1,846,153,846**		**(200,000,000)**	**12,769,059,858**	**3,830,718**

On 28.3.2014 the share capital increase of the Bank was completed through payment in cash, cancelation of pre-emption rights of existing ordinary and preference shares and distribution of all new shares through a private placement to qualified investors, as specified in article 2 paragraph 1 of Law 3401/2005. An amount of € 1.2 billion was raised through the increase while the share capital increased by € 553.8 million. A total amount of 1,846,153,846 new ordinary non paper shares with voting right were registered and issued of par value € 0.30 and a offer price of € 0.65 each.

The share capital increase intended, among other things, to create the conditions for satisfaction of the terms of Law 3723/2008 for the repayment of preference shares issued by the Bank and owned by the Hellenic Republic and its replacement with high quality capital.

On 17.4.2014, the Bank fully redeemed to the Hellenic Republic the total amount of preference shares of Euro 940 million, issued to the latter by the Bank.

On 16.6.2014, in the process of warrants' exercise on the shares issued by the Bank and owned by the Hellenic Financial Stability Fund, 60,899,318 warrants corresponding to 451,179,721 common shares of the Bank were exercised resulting in increased shares in circulation.

Thus, on 30.6.2014 the Bank's share capital amounts to € 3,830,718, divided to 12,769,059,858 shares, out of which:

a) 4,294,971,798 ordinary, registered, voting, non-paper shares of nominal value of € 0.30 each

b) 8,474,088,060 ordinary, registered, voting, pursuant to restrictions of the article 7a of Law 3864/2010, non paper shares owned by the Hellenic Financial Stability Fund of nominal value of € 0.30 each.

b. Share premium

At 28.3.2014 after the share capital increase and the issuance of 1,846,153,846 new shares with a nominal amount of € 0.30 and an offer price of € 0.65, the total difference of € 646.2 between the nominal value and the shares' offer price increased the caption "Share Premium".

c. Retained earnings

a) Due to the fact that no distributable profits existed for the Bank as at 31.12.2013 and, therefore the article 44a of Codified Law 2190/1920 applies, the Ordinary General Meeting of the Shareholders as of 27.6.2014 decided:

- the non payment to the Greek State of the respective return for 2013 on its preference shares under article 1 paragraph 3 of Law 3723/2008 and
- the non-distribution of dividends to ordinary shareholders of the Bank for 2013.

b) The caption "Retained Earnings" as of 30.6.2014 includes expenses concerning the share capital increase, which are referred to note 13a, amounting to € 35.8 net of tax.

14. Hybrid securities

	30.6.2014	31.12.2013
Hybrid securities		
Perpetual with 1st call option on 18.2.2015 and annually	31,700	35,400
Total	**31,700**	**35,400**
Securities held by Group companies		(3,700)
Total	**31,700**	**31,700**

On 21.5.2014 an amount of EUR 3,7 million of nominal value from the CMS Hybrid Security (ISIN:DE000A0DX3M2) without interest step up clause has been cancelled.

During 2013 no dividends were distributed to hybrid security holders due to the non existence of distributable funds for the Bank up to the end of 2012. Since the requirement for non existence of distributable funds for 2013 is fulfilled, on 17.1.2014 the non payment of dividend for the CMS hybrid security (ISIN: DE000A0DX3M2) which does not have an interest step up clause was announced for 18.2.2014.

ADDITIONAL INFORMATION

15. Contingent liabilities and commitments

a. Legal issues

The Group, in the ordinary course of business, is a defendant in claims from customers and other legal proceedings. According to the estimations of the legal department, the ultimate settlement of these matters is not expected to have a material effect on the financial position or operations of the Group. The Group on 30.6.2014 has recorded a provision for pending legal cases amounting to €31.3 million which is included in the caption "Provisions" in Balance Sheet.

b. Tax issues

Alpha Bank has been audited by the tax authorities for the years up to and including 2009. The year 2011 is considered final while it has obtained a tax certificate with no qualifications for 2012 and 2013. Former Emporiki Bank has been audited by the tax authorities for the years up to and including 2008. The year 2011 is considered final while it has obtained a tax certificate with no qualifications for 2012.

The Bank's branches in London and Bulgaria have been audited by the tax authorities for the years 2011 and 2007 respectively. Former Emporiki Bank's Cyprus branch has not been audited by the tax authorities since the commencement of its operations in 2011.

Additional taxes and penalties may be imposed for the unaudited years due to the fact that some expenses may not be recognized as deductible by the tax authorities.

The Group's subsidiaries have been audited by the tax authorities up to and including the year indicated in the table below:

Name	Year
Banks	
1. Alpha Bank London Ltd (voluntary settlement of tax obligation)	2011
2. Alpha Bank Cyprus Ltd (tax audit is in progress for years from 2008 – 2011)	2007
3. Emporiki Bank Cyprus Ltd (tax audit is in progress for years from 2003 – 2011)	2002
4. Alpha Bank Romania S.A.	2006
5. Alpha Bank AD Skopje (the years 1998 – 2006 have not been audited by the tax authorities)	2009
6. Alpha Bank Srbija A.D.	2004
7. Alpha Bank Albania SH.A.	2011
Leasing companies	
1. Alpha Leasing A.E. **	2007
2. Alpha Leasing Romania IFN S.A.	2007
3. ABC Factors A.E. **	2008
Investment Banking	
1. Alpha Finance A.E.P.E.Y. **/***	2009
2. SSIF Alpha Finance Romania S.A. (tax audit is in progress for years from 2003 – 2007)	2002
3. Alpha A.E. Investment Holdings **/***	2009
4. Alpha A.E. Ventures Capital Management - AKES **/***	2009
5. Emporiki Ventures Capital Developed Markets Ltd	2007
6. Emporiki Ventures Capital Emerging Markets Ltd	2008
7. Emporiki Management A.E. ***	2009
Asset Management	
1. Alpha Asset Management A.E.D.A.K. **/***	2009
2. ABL Independent Financial Advisers Ltd (voluntary settlement of tax obligation)	2011
Insurance	
1. Alpha Insurance Agents A.E. **/***	2009
2. Alpha Insurance Ltd	2010
3. Alpha Insurance Brokers S.R.L.	2005
4. Alphalife A.A.E.Z. **/***	2009

* *These companies have not been audited by the tax authorities since the commencement of their operations.*

** *These companies received tax certificate for the years 2011, 2012 and 2013 without any qualification (note 3).*

*** *These companies have been audited by the tax authorities up to 2009 in accordance with N. 3888/2010 which relates to voluntary settlement for the unaudited tax years.*

Name	Year
Real estate and hotel	
1. Alpha Astika Akinita A.E.**	2009
2. Ioniki Hotel Enterprises A.E. **	2010
3. Oceanos A.T.O.E.E. **/***	2009
4. Emporiki Development and Real Estate Management A.E. (tax audit is in progress for years from 2005 - 2008)	2004
5. Alpha Real Estate D.O.O. Beograd	2008
6. Alpha Astika Akinita D.O.O.E.L. Skopje	2007
7. Alpha Real Estate Bulgaria E.O.O.D. (commencement of operation 2007)	*
8. Chardash Trading E.O.O.D. (commencement of operation 2006)	*
9. Alpha Astika Akinita Romania S.R.L.	1998
10. Alpha Investment Property Chalandriou A.E. (commencement of operation 2012)	*
11. Alpha Investment Property Attikis A.E. (commencement of operation 2012)	*
12. Alpha Investment Property Attikis II A.E. (commencement of operation 2012)	*
13. Alpha Investment Property Amaroussion I A.E. (commencement of operation 2012)	*
14. Alpha Investment Property Amaroussion II A.E. (commencement of operation 2012)	*
15. Alpha Investment Property Elaiona A.E. (commencement of operation 2012)	*
16. AGI – RRE Participations 1 S.R.L. (commencement of operation 2010)	*
17. AGI – BRE Participations 1 E.O.O.D. (commencement of operation 2010)	2011
18. Stockfort Ltd (commencement of operation 2010)	*
19. Romfelt Real Estate SA (commencement of operation 1991)	*
20. AGI – RRE Zeus S.R.L. (commencement of operation 2012)	*
21. AGI – RRE Athena S.R.L. (commencement of operation 2012)	*
22. AGI – RRE Poseidon S.R.L. (commencement of operation 2012)	*
23. AGI – RRE Hera S.R.L. (commencement of operation 2012)	*
24. AGI - BRE Participations 2 E.O.O.D. (commencement of operation 2012)	*
25. AGI – BRE Participations 2BG E.O.O.D. (commencement of operation 2012)	*
26. AGI – BRE Participations 3 E.O.O.D. (commencement of operation 2012)	*
27. AGI – BRE Participations 4 E.O.O.D. (commencement of operation 2012)	*
28. APE Fixed Assets A.E.**/***	2009
29. SC Cordia Residence S.R.L.	2011
30. HT-1 E.O.O.D	*
31. AGI-RRE Venus S.R.L. (commencement of operation 2014)	*
32. AGI-RRE Cleopatra S.R.L. (commencement of operation 2014)	*
33. AGI-RRE Hermes S.R.L. (commencement of operation 2014)	*
34. SC Carmel Residential S.R.L. (commencement of operation 2014)	*
Special purpose and holding entities	
1. Alpha Credit Group Plc (voluntary settlement of tax obligation)	2011
2. Alpha Group Jersey Ltd	****
3. Alpha Group Investments Ltd (commencement of operation 2007)	*
4. Ionian Holdings A.E. **/***	2009
5. Ionian Equity Participations Ltd (commencement of operation 2006)	2007
6. Emporiki Group Finance Plc	2011
7. AGI – BRE Participations 1 Ltd (commencement of operation 2009)	*
8. AGI – RRE Participations 1 Ltd (commencement of operation 2009)	*
9. Alpha Group Ltd (commencement of operation 2012)	*
10. Katanalotika Plc (voluntary settlement of tax obligation)	2011
11. Epihiro Plc (voluntary settlement of tax obligation)	2011
12. Irida Plc (voluntary settlement of tax obligation)	2011
13. Pisti 2010 - 1 Plc (voluntary settlement of tax obligation)	2011
14. AGI – RRE Athena Ltd (commencement of operation 2011)	*
15. AGI - RRE Poseidon Ltd (commencement of operation 2012)	*
16. AGI - RRE Hera Ltd (commencement of operation 2012)	*
17. Umera Ltd (commencement of operation 2012)	*

* *These companies have not been audited by the tax authorities since the commencement of their operations.*

** *These companies received tax certificate for the years 2011, 2012 and 2013 without any qualification (note 3).*

*** *These companies have been audited by the tax authorities up to 2009 in accordance with N. 3888/2010 which relates to voluntary settlement for the unaudited tax years.*

**** *These companies are not subject to tax audit.*

Name	Year
18. AGI – BRE Participations 2 Ltd (commencement of operation 2011)	*
19. AGI – BRE Participations 3 Ltd (commencement of operation 2011)	*
20. AGI – BRE Participations 4 Ltd (commencement of operation 2010)	*
21. AGI – RRE Apollo Ltd (commencement of operation 2010)	*
22. AGI – RRE Ares Ltd (commencement of operation 2010)	*
23. AGI – RRE Venus Ltd (commencement of operation 2012)	*
24. AGI – RRE Artemis Ltd (commencement of operation 2012)	*
25. AGI – BRE Participations 5 Ltd (commencement of operation 2012)	*
26. AGI-RRE Cleopatra Ltd (commencement of operation 2013)	*
27. AGI-RRE Hermes Ltd (commencement of operation 2013)	*
28. AGI-Cypre Arsinoe Ltd (commencement of operation 2013)	*
29.AGI-SRE Ariadni Ltd (commencement of operation 2014)	*
Other companies	
1. Alpha Bank London Nominees Ltd	****
2. Alpha Trustees Ltd (commencement of operation 2002)	*
3. Flagbright Ltd	****
4. Kafe Alpha A.E. **/***	2009
5. Alpha Supporting Services A.E. **/***	2009
6. Real Car Rental A.E. **/***	2009
7. Zerelda Ltd (commencement of operation 2012)	*
8. Evisak A.E. **/***	2009

c) Operating leases

The Group's minimum future lease payments are:

	30.6.2014	31.12.2013
- less than one year	48,199	51,869
- between one and five years	126,036	145,326
- over five years	191,188	228,186
Total	**365,423**	**425,381**

The minimum future lease fees are:

	30.6.2014	31.12.2013
- less than one year	9,592	10,205
- between one and five years	31,201	28,548
- over five years	22,054	19,148
Total	**62,847**	**57,901**

d) Off balance sheet liabilities

The Group pursuant to its normal operations, is binded by contractual commitments, that in the future may result to changes in its asset structure. These commitments are monitored in off balance sheet accounts and relate to letters of credit, letters of guarantee, undrawn credit facilities and credit limits.

Letters of credit are used to facilitate trading activities and relate to the financing of contractual agreements for the transfer of goods locally or abroad, by undertaking the direct payment on behalf of the third party bound by the agreement on behalf of the Group's client. Letters of credit, as well as letters of guarantee, are commitments under specific terms and are issued by the Group for the purpose of ensuring that its clients will fulfill the terms of their contractual obligations.

* *These companies have not been audited by the tax authorities since the commencement of their operations.*

** *These companies received tax certificate for the years 2011, 2012 and 2013 without any qualification (note 3).*

*** *These companies have been audited by the tax authorities up to 2009 in accordance with N. 3888/2010 which relates to voluntary settlement for the unaudited tax years.*

**** *These companies are not subject to tax audit.*

The outstanding balances are as follows:

	30.6.2014	31.12.2013
Letters of credit	73,781	51,387
Letters of guarantee	5,611,529	5,869,824

In addition, contingent liabilities for the Group arise from undrawn loan agreements and credit limits that may not be fulfilled immediately or may be partly fulfilled as long as the agreed upon requirements are fulfilled by counterparties.

Committed limits that can not be recalled in case where counterparties fail to meet their contractual obligations as at 30.6.2014 amount to € 248.0 million (31.12.2013: € 375.8 million) and are included in the calculation of risk weighted assets.

e) Assets pledged

Assets pledged, amounting to € 18.5 billion as at 30.6.2014 include:

- Deposits pledged amounting to € 0.2 billion concerning guarantees granted and provided for on behalf of the Greek State.
- Deposits pledged to credit institutions amounting to € 1.2 billion which have been provided as guarantee for derivative transactions.
- Loans and advances to customers amounting to € 7.1 billion out of which:
  i. an amount of € 5 billion has been pledged as collateral to Central Banks for liquidity purposes.
  ii. an amount of € 2.1 billion has been granted as collateral to the Greek State in order for the Bank to receive securities issued by the Greek State amounting to € 1.6 billion in accordance with Law 3723/2008.
- Securities held for trading and investment securities portfolio amounting to € 10 billion out of which:
  i. an amount of € 2.2 billion relates to the issuance of covered bonds secured by mortgage loans of € 3.7 billion of which an amount of € 4.5 billion are pledged as collateral to Central Banks for repo transactions.
  ii. an amount of € 3.6 billion that relates to securities issued with the guarantee of the Greek State and other bonds of which an amount of € 3.2 billion is pledged as collateral to Central Banks for participation in main refinancing operations, to the Bank of Greece for participation in the TARGET system (Intra-Europe clearing of payments system on ongoing time), to the Athens Derivatives Exchange Clearing House and to the European Investment Bank, while an amount of € 0.4 billion has been given as collateral for the repurchase agreements (repo).
  iii. an amount of € 4.2 billion relates to securities issued by the European Financial Stability Facility (EFSF), that the Bank received by the HFSF in the context of a) its participation to the Bank's share capital increase that was completed on 6.6.2013 and b) due to the coverage of the difference between the values of assets and liabilities transferred from Cooperative Banks, of which an amount of € 3.8 billion is pledged as collateral to Central Banks for participation in main refinancing operations and an amount of € 0.4 billion has been given as collateral for the repurchase agreements (repo).

These securities, and an additional amount of € 9.4 billion that relate to securities issued with the guarantee of the Greek State in accordance with Law 3723/2008 and are held by the Bank, are pledged as collateral to Central Banks for participation in main refinancing operations.

16. Group Consolidated Companies

The consolidated financial statements, apart from the parent company Alpha Bank include the following entities:

a. Subsidiaries

Name	Country of incorporation	Group's ownership interest % 30.6.2014	Group's ownership interest % 31.12.2013
Banks			
1. Alpha Bank London Ltd	United Kingdom	100.00	100.00
2. Alpha Bank Cyprus Ltd	Cyprus	100.00	100.00
3. Emporiki Bank Cyprus Ltd	Cyprus	99.27	99.27
4. Alpha Bank Romania S.A.	Romania	99.92	99.92
5. Alpha Bank AD Skopje	FYROM	100.00	100.00
6. Alpha Bank Srbija A.D.	Serbia	100.00	100.00
7. Alpha Bank Albania SH.A.	Albania	100.00	100.00
8. JSC Astra Bank (note 23)	Ukraine		
Leasing companies			
1. Alpha Leasing A.E.	Greece	100.00	100.00
2. Alpha Leasing Romania IFN S.A.	Romania	100.00	100.00
3. ABC Factors A.E.	Greece	100.00	100.00
Investment Banking			
1. Alpha Finance A.E.P.E.Y.	Greece	100.00	100.00
2. SSIF Alpha Finance Romania S.A.	Romania	100.00	100.00
3. Alpha A.E. Investment Holdings	Greece	100.00	100.00
4. Alpha A.E. Ventures Capital Management – AKES	Greece	100.00	100.00
5. Emporiki Ventures Capital Developed Markets Ltd	Cyprus	100.00	100.00
6. Emporiki Ventures Capital Emerging Markets Ltd	Cyprus	100.00	100.00
7. Emporiki Management A.E.	Greece	100.00	100.00
Asset Management			
1. Alpha Asset Management A.E.D.A.K.	Greece	100.00	100.00
2. ABL Independent Financial Advisers Ltd	United Kingdom	100.00	100.00
Insurance			
1. Alpha Insurance Agents A.E.	Greece	100.00	100.00
2. Alpha Insurance Ltd	Cyprus	100.00	100.00
3. Alpha Insurance Brokers S.R.L.	Romania	100.00	100.00
4. Alphalife A.A.E.Z.	Greece	100.00	100.00
Real estate and hotel			
1. Alpha Astika Akinita A.E.	Greece	93.17	93.14
2. Ionian Hotel Enterprises A.E.	Greece	97.27	97.27
3. Oceanos A.T.O.E.E.	Greece	100.00	100.00
4. Emporiki Development and Real Estate Management A.E.	Greece	100.00	100.00
5. Alpha Real Estate D.O.O. Beograd	Serbia	93.17	93.14
6. Alpha Astika Akinita D.O.O.E.L. Skopje	FYROM	93.17	93.14
7. Alpha Real Estate Bulgaria E.O.O.D.	Bulgaria	93.17	93.14
8. Chardash Trading E.O.O.D.	Bulgaria	93.17	93.14
9. Alpha Astika Akinita Romania S.R.L.	Romania	93.17	93.14
10. Alpha Investment Property Chalandriou A.E.	Greece	100.00	100.00
11. Alpha Investment Property Attikis A.E.	Greece	100.00	100.00
12. Alpha Investment Property Attikis II A.E.	Greece	100.00	100.00
13. Alpha Investment Property Amaroussion I A.E.	Greece	100.00	100.00
14. Alpha Investment Property Amaroussion II A.E.	Greece	100.00	100.00
15. Alpha Investment Property Elaiona A.E.	Greece	100.00	100.00
16. AGI-RRE Participations 1 S.R.L.	Romania	100.00	100.00
17. AGI-BRE Participations 1 E.O.O.D.	Bulgaria	100.00	100.00
18. Stockfort Ltd	Cyprus	100.00	100.00
19. Romfelt Real Estate S.A.	Romania	95.89	95.89

Name	Country of incorporation	Group's ownership interest % 30.6.2014	31.12.2013
20. AGI-RRE Zeus S.R.L.	Romania	100.00	100.00
21. AGI – RRE Athena S.R.L.	Romania	100.00	100.00
22. AGI – RRE Poseidon S.R.L.	Romania	100.00	100.00
23. AGI – RRE Hera S.R.L.	Romania	100.00	100.00
24. AGI-BRE Participations 2 E.O.O.D.	Bulgaria	100.00	100.00
25. AGI-BRE Participations 2BG E.O.O.D.	Bulgaria	100.00	100.00
26. AGI-BRE Participations 3 E.O.O.D.	Bulgaria	100.00	100.00
27. AGI-BRE Participations 4 E.O.O.D.	Bulgaria	100.00	100.00
28. APE Fixed Assets A.E.	Greece	72.20	72.20
29. SC Cordia Residence S.R.L.	Romania	100.00	100.00
30. HT-1 E.O.O.D.	Bulgaria	100.00	100.00
31. AGI-RRE Venus S.R.L. (24b)	Romania	100.00	
32. AGI-RRE Cleopatra S.R.L. (24c)	Romania	100.00	
33. AGI-RRE Hermes S.R.L. (24d)	Romania	100.00	
34. SC Carmel Residential S.R.L. (24f)	Romania	100.00	
Special purpose and holding entities			
1. Alpha Credit Group Plc	United Kingdom	100.00	100.00
2. Alpha Group Jersey Ltd	Jersey	100.00	100.00
3. Alpha Group Investments Ltd (24a, 26a)	Cyprus	100.00	100.00
4. Ionian Holdings A.E.	Greece	100.00	100.00
5. Ionian Equity Participations Ltd (24g)	Cyprus	100.00	100.00
6. Emporiki Group Finance Plc	United Kingdom	100.00	100.00
7. AGI – BRE Participations 1 Ltd	Cyprus	100.00	100.00
8. AGI – RRE Participations 1 Ltd	Cyprus	100.00	100.00
9. Alpha Group Ltd	Cyprus	100.00	100.00
10. Katanalotika Plc	United Kingdom		
11. Epihiro Plc	United Kingdom		
12. Irida Plc	United Kingdom		
13. Pisti 2010-1 Plc	United Kingdom		
14. Lithos Mortgage Financing Plc (24e)	United Kingdom		
15. AGI – RRE Athena Ltd	Cyprus	100.00	100.00
16. AGI – RRE Poseidon Ltd	Cyprus	100.00	100.00
17. AGI – RRE Hera Ltd	Cyprus	100.00	100.00
18. Umera Ltd	Cyprus	100.00	100.00
19. AGI-BRE Participations 2 Ltd	Cyprus	100.00	100.00
20. AGI-BRE Participations 3 Ltd	Cyprus	100.00	100.00
21. AGI-BRE Participations 4 Ltd	Cyprus	100.00	100.00
22. AGI-RRE Apollo Ltd	Cyprus	100.00	100.00
23. AGI-RRE Ares Ltd	Cyprus	100.00	100.00
24. AGI-RRE Venus Ltd (24b)	Cyprus	100.00	100.00
25. AGI-RRE Artemis Ltd (24f)	Cyprus	100.00	100.00
26. AGI-BRE Participations 5 Ltd	Cyprus	100.00	100.00
27. AGI-RRE Cleopatra Ltd (24c)	Cyprus	100.00	100.00
28. AGI-RRE Hermes Ltd (24d)	Cyprus	100.00	100.00
29. AGI-Cypre Arsinoe Ltd	Cyprus	100.00	100.00
30. AGI-SRE Ariadni Ltd (24a)	Cyprus	100.00	
Other companies			
1. Alpha Bank London Nominees Ltd	United Kingdom	100.00	100.00
2. Alpha Trustees Ltd	Cyprus	100.00	100.00
3. Flagbright Ltd	United Kingdom	100.00	100.00
4. Kafe Alpha A.E.	Greece	100.00	100.00
5. Alpha Supporting Services A.E.	Greece	100.00	100.00
6. Real Car Rental A.E.	Greece	100.00	100.00
7. Zerelda Ltd	Cyprus	100.00	100.00
8. Evisak A.E.	Greece	85.71	85.71

b. Joint ventures

Name	Country of incorporation	Group's ownership interest %	
		30.6.2014	31.12.2013
1. Cardlink A.E.	Greece	50.00	50.00
2. APE Commercial Property A.E.	Greece	72.20	72.20
3. APE Investment Property A.E.	Greece	72.80	72.80
4. Alpha TANEO A.K.E.S.	Greece	51.00	51.00
5. Rosequeens Properties Ltd.	Cyprus	33.33	33.33

c. Associates

1. AEDEP Thessalias and Stereas Ellados	Greece	50.00	50.00
2. A.L.C. Novelle Investments Ltd	Cyprus	33.33	33.33
3. Banking Information Systems A.E.	Greece	23.77	23.77
4. Propindex A.E.D.A.	Greece	35.58	35.58
5. Olganos A.E.	Greece	30.44	30.44

Subsidiaries are fully consolidated, while joint ventures and associates are accounted under the equity method, in accordance with IAS 28 "Investments in associates and joint ventures" and IFRS 11 "Joint Arrangements".

Consolidated Financial Statements do not include the Commercial Bank of London Ltd which is a dormant company and Smelter Medical Systems AE, Emporiki Media Ltd, Aris Diomidis Emporiki SA, Metek SA, which have been fully impaired and are in the process of liquidation. On 31.3.2014, Prismatech Hellas S.A., which has also been fully impaired, was deleted from the portfolio of Alpha A.E. Ventures.

The Group hedges the foreign exchange risk arising from the net investment in subsidiaries through the use of derivatives in their functional currency.

17. Disclosures of Law 4261/5.5.2014

With the article 81 of Law 4261 / 05.05.2014 incorporated into Greek legislation the Article 89 of Directive 2013/36 / EC of the European Parliament and of the Council of 26 June 2013, according to which adopted for the first time the obligation to disclose information on a consolidated basis by Member State and third country in which the Group has headquarters and specified as follows: name or names, nature of business, geographic location, turnover and number of full time employees.

The required information is listed below.

Greece

Turnover in Greece on 31.12.2013 amounted to € 3,193,449, number of employees was 11,956 and the following companies were included:

Banks

1. Alpha Bank A.E.
(including the branches of the Bank in Bulgaria,Cyprus and United Kingdom)

Leasing Companies

1. Alpha Leasing A.E.
2. ABC Factors A.E.

Investment Banking

1. Alpha Finance A.E.P.E.Y.
2. Alpha A.E. Investments Holdings
3. Alpha A.E. Ventures Captial Management - AKES
4. Emporiki Management A.E.

Asset Management

1. Alpha Asset Management A.E.D.A.K.

Insurance

1. Alpha Insurance Agents A.E.
2. Alphalife A.A.E.Z.

Real estate and hotel

1. Alpha Astika Akinita A.E.
2. Ionian Hotel Enterprises A.E.
3. Oceanos A.T.O.E.E.
4. Emporiki Development and Real Estate Management A.E.
5. Alpha Investment Property Chalandriou A.E.
6. Alpha Investment Property Attikis A.E.
7. Alpha Investment Property Attikis II A.E.
8. Alpha Investment Property Amarousion I A.E.
9. Alpha Investment Property Amarousion II A.E.
10. Alpha Investment Property Eleonas A.E.
11. APE Fixed Assets A.E.

Special purpose and holding entities

1. Ionian Holdings A.E.

Other companies

1. Kafe Alpha A.E.
2. Alpha Supporting Services A.E.
3. Real Car Rental A.E.
4. Evisak A.E.

United Kingdom

Turnover in United Kingdom on 31.12.2013 amounted to € 173,061, number of employees was 42 and the following companies were included:

Banks

1. Alpha Bank London Ltd

Asset Management

1. ABL Independent Financial Advisers Ltd

Special purpose and holding entities

1. Alpha Credit Group Plc
2. Emporiki Group Finance Plc
3. Katanalotika Plc
4. Epihiro Plc
5. Irida Plc
6. Pisti 2010-1 Plc
7. Lithos Mortgage Financing Plc

Other companies

1. Alpha Bank London Nominees Ltd
2. Flagbright Ltd

Cyprus

Turnover in Cyprus on 31.12.2013 amounted to € 264,864, number of employees was 960 and the following companies were included:

Banks

1. Alpha Bank Cyprus Ltd
2. Emporiki Bank Cyprus Ltd

Investment Banking

1. Emporiki Ventures Capital Developed Markets Ltd
2. Emporiki Ventures Capital Emerging Markets Ltd

Insurance

1. Alpha Insurance Ltd

Real estate and hotel

1. Stockfort Ltd

Special purpose and holding entities

1. Alpha Group Investments Ltd
2. Ionian Equity Participations Ltd
3. AGI – BRE Participations 1 Ltd
4. AGI – RRE Participations 1 Ltd
5. Alpha Group Ltd
6. AGI – RRE Athena Ltd
7. AGI – RRE Poseidon Ltd
8. AGI – RRE Hera Ltd
9. Umera Ltd
10. AGI-BRE Participations 2 Ltd
11. AGI-BRE Participations 3 Ltd
12. AGI-BRE Participations 4 Ltd
13. AGI-RRE Apollo Ltd
14. AGI-RRE Ares Ltd
15. AGI-RRE Venus Ltd
16. AGI-RRE Artemis Ltd
17. AGI-BRE Participations 5 Ltd
18. AGI-RRE Cleopatra Ltd
19. AGI-RRE Hermes Ltd
20. AGI-Cypre Arsinoe Ltd
21. AGI-SRE Ariadni Ltd

Other companies

1. Alpha Trustees Ltd
2. Zerelda Ltd

Bulgaria

Turnover in Bulgaria on 31.12.2013 amounted to € 3,523 and the following companies were included:

Real estate and hotel

1. Alpha Real Estate Bulgaria E.O.O.D.
2. Chardash Trading E.O.O.D.
3. AGI-BRE Participations 1 E.O.O.D.
4. AGI-BRE Participations 2 E.O.O.D.
5. AGI-BRE Participations 2BG E.O.O.D.
6. AGI-BRE Participations 3 E.O.O.D.
7. AGI-BRE Participations 4 E.O.O.D.
8. HT-1 E.O.O.D.

Serbia

Turnover in Serbia on 31.12.2013 amounted to € 71,008, number of employees was 1,300 and the following companies were included:

Banks

1. Alpha Bank Srbija A.D.

Real estate and hotel

1. Alpha Real Estate D.O.O. Beograd

Jersey

Turnover in Jersey on 31.12.2013 amounted to € 4,602 and the following companies were included:

Special purpose and holding entities

1. Alpha Group Jersey Ltd

Romania

Turnover in Romania on 31.12.2013 amounted to € 232,663, number of employees was 2,042 and the following companies were included:

Banks

1. Alpha Bank Romania S.A.

Leasing Companies

1. Alpha Leasing Romania IFN S.A.

Investment Banking

1. SSIF Alpha Finance Romania S.A.

Insurance

1. Alpha Insurance Brokers S.R.L.

Real estate and hotel

1. Alpha Astika Akinita Romania S.R.L.
2. AGI-RRE Participations 1 S.R.L.
3. Romfelt Real Estate S.A.
4. AGI-RRE Zeus S.R.L.
5. AGI – RRE Athena S.R.L.
6. AGI – RRE Poseidon S.R.L.
7. AGI – RRE Hera S.R.L.
8. AGI-RRE Venus S.R.L.
9. AGI-RRE Cleopatra S.R.L.
10. AGI-RRE Hermes S.R.L.
11. SC Cordia Residence S.R.L.
12. SC Carmel Residential S.R.L.

Albania

Turnover in Albania on 31.12.2013 amounted to € 41,549, number of employees was 391 and the following companies were included:

Banks

1. Alpha Bank Albania SH.A.

FYROM

Turnover in Fyrom on 31.12.2013 amounted to € 8,258, number of employees was 243 and the following companies were included:

Banks

1. Alpha Bank AD Skopje

Real estate and hotel

1. Alpha Astika Akinita D.O.O.E.L. Skopje

18. Operating segment

(Amounts in million of Euro)

	1.1 - 30.6.2014						
	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South Eastern Europe	Other	Group
Net interest income	407.6	354.6	7.2	5.2	176.5	0.6	951.7
Net fee and commission income	76.2	76.8	16.8	4.9	19.8	0.4	194.9
Other income	2.8	6.9	1.7	40.8	26.6	19.8	98.6
Total income	**486.6**	**438.3**	**25.7**	**50.9**	**222.9**	**20.8**	**1,245.2**
Total expenses	**(386.2)**	**(84.8)**	**(15.2)**	**(13.7)**	**(133.6)**	**(33.6)**	**(667.1)**
Impairment losses	(233.6)	(336.4)			(173.6)		(743.6)
Profit/(loss) before income tax	**(133.2)**	**17.1**	**10.5**	**37.2**	**(84.3)**	**(12.8)**	**(165.5)**
Income tax							432.9
Profit/(loss) after income tax							**267.4**
Assets 30.6.2014	29,106.7	15,350.5	595.4	10,153.8	12,643.0	3,837.4	71,686.8
Liabilities 30.6.2014	29,455.5	7,134.5	2,073.2	13,017.4	10,926.0	180.5	62,787.1

Total expenses include expenses relating to the merger of Emporiki Bank amounting to € 7.4 million. In addition in the context of operating integration the Group made capital expenditure of € 5.5 million.

(Amounts in million of Euro)

	1.1 - 30.6.2013						
	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South Eastern Europe	Other	Group
Net interest income	350.8	323.3	4.8	(111.7)	162.9	4.3	734.4
Net fee and commission income	70.6	65.5	12.9	(2.9)	21.9	0.3	168.3
Other income	2.3	8.8	1.1	107.1	14.6	147.2	281.1
Total income	**423.7**	**397.6**	**18.8**	**(7.5)**	**199.4**	**151.8**	**1.183.8**
Total expenses	**(371.1)**	**(79.6)**	**(12.7)**	**(14.5)**	**(136.8)**	**(32.6)**	**(647.3)**
Impairment losses	(512.4)	(317.5)			(154.2)		(984.1)
Negative goodwill from the acquisition of Emporiki Bank						3,283.1	3,283.1
Profit/(loss) before income tax	**(459.8)**	**0.5**	**6.1**	**(22.0)**	**(91.6)**	**3,402.3**	**2,835.5**
Income tax							578.0
Profit/(loss) after income tax from continuing operations							**3,413.5**
Profit/(loss) from discontinued operations (note 23)					(24.9)		(24.9)
Profit/(loss) after income tax							**3,388.6**
Assets 31.12.2013	29,428.5	16,285.4	624.0	11,337.5	12,317.0	3,704.9	73,697.3
Liabilities 31.12.2013	30,358.3	6,431.3	2,027.1	15,398.7	10,817.0	297.1	65,329.5

The component operating segments include the figures of Emporiki Group from the acquisition date 1.2.2013.

i. Retail

Includes all individuals (retail banking customers), professionals, small and very small companies operating in Greece and abroad, except from South-Eastern Europe countries.

The Group, through its extended 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, letters of guarantee) and debit and credit cards of the above customers.

ii. Corporate Banking

Includes all medium-sized and large companies, corporations with international activities, corporations managed by the Corporate Banking Division and shipping corporations operating in Greece and abroad except from South Eastern Europe countries. The Group offers working capital facilities, corporate loans, and letters of guarantee. This sector also includes the finance leasing products which are offered through Alpha Leasing A.E. and factoring services offered thourgh the subsidiary company ABC Factors A.E.

iii. Asset Management/Insurance

Consists of a wide range of asset management services offered through the Group's private banking units and Alpha Asset Management A.E.D.A.K. In addition, it includes commissions received from the sale of a wide range of insurance products to individuals and companies through either AXA insurance, which is the legal successor of the subsidiary Alpha Insurance A.E. or the subsidiary Alphalife A.A.E.Z.

iv. Investment Banking/Treasury

Includes stock exchange, advisory and brokerage services relating to capital markets, and also investment banking facilities, offered either by the Bank or specialized Group companies (Alpha Finance A.E.P.E.Y., Alpha Ventures S.A.). It also includes the activities of the Dealing Room in the interbank market (FX Swaps, Bonds, Futures, IRS, Interbank placements – Loans etc.).

v. South Eastern Europe

Consists of the Bank's branches and the Group's subsidiaries operating in South Eastern Europe.

vi. Other

This segment consists of the non-financial subsidiaries of the Group and Bank's income and expenses that are not related to its operating activities.

19. Disclosures relevant to the fair value of financial instruments

Fair value of financial instruments measured at amortized cost

	30.6.2014		31.12.2013	
	Fair value	Carrying amount	Fair value	Carrying amount
Assets				
Loans and advances to customers	49,581,687	50,132,904	51,383,343	51,678,313
Investment securities				
- Held to maturity [(1)]	359,339	351,045	1,301,233	1,369,786
- Loans and receivables	4,372,888	4,304,350	4,333,574	4,308,556
Liabilities				
Due to customers	41,831,134	42,206,387	42,373,924	42,484,860
Debt securities in issue [(2)]	1,160,283	1,105,410	673,565	743,336

The table above presents the carrying amounts and fair values of financial assets and liabilities which are carried at amortized cost.

The fair value of loans is estimated based on the interbank market yield curves by adding a liquidity premium and spread per loan category and business unit for the expected loss.

The fair value of deposits is estimated based on the interbank market yield curves by deducting customer's spread depending on the type of deposit. In both of these cases, the future cash flows (floating rate) are calculated based on the implied forward rates until their maturity.

The fair value of held to maturity securities and of debt se-

(1) On 31.12.2013 investment securities portfolio includes an amount of €891.6 million which relates to the security transferred to the Bank's ownership for the issuance of preference shares of the Greek State in the context of Law 3723/2008, which matured on 21.5.2014.

(2) Debt securities in issue do not include the convertible bond loan issued by the Bank in the context of the agreement with Credit Agricole S.A. regarding the acquisition of Emporiki Bank since this security is carried at fair value.

curities in issue is calculated using market prices, as long as the market is active. In all other cases as well as for the debt securities classified in Loans and receivables, the discounted cash flows method is used and all significant variables are based either on observable market data or on a combination of observable and non observable data.

The fair value of other financial assets and liabilities which are valued at amortized cost does not differ materially from the respective carrying amount.

Hierarchy of financial instruments measured at fair value

	30.6.2014			
	Level 1	Level 2	Level 3	Total fair value
Derivative financial assets	29,922	824,275		854,197
Securities held for trading				
- Bonds and treasury bills	7,837			7,837
- Shares	2,814			2,814
Available for sale securities				
- Bonds	4,232,021	605,960	14,379	4,852,360
- Shares	20,912		59,384	80,296
- Other variable yield securities	70,514			70,514
Derivative financial liabilities	431	1,487,784	2,169	1,490,384
Convertible bond		39,600		39,600

	31.12.2013			
	Level 1	Level 2	Level 3	Total fair value
Derivative financial assets	23,751	773,642		797,393
Securities held for trading				
- Bonds and treasury bills	7,002			7,002
- Shares	1,834			1,834
Available for sale securities				
- Bonds	4,228,135	579,137	10,667	4,817,939
- Shares	22,321		64,594	86,915
- Other variable yield securities	62,080			62,080
Derivative financial liabilities	212	1,372,706	582	1,373,500
Convertible bond		39,600		39,600

The tables above present the fair value hierarchy of financial instruments which are measured at fair value based on the inputs used for the fair value measurement.

Securities which are traded in an active market and exchange-traded derivatives are classified into Level 1.

The available for sale securities whose fair value is calculated based on non-binding market prices provided by dealers-brokers or on the application of income approach methodology using interest rates and credit spreads which are observable in the market, are classified into Level 2. Level 3 classification includes securities with complex cash flows whose fair value is estimated using significant unobservable inputs, for which external market makers do not provide indicative prices in the market as well as securities traded in a market which is considered inactive due to lack of liquidity. The fair value of non listed shares, as well as of shares not traded in an active market is determined based on the estimations made by the Group which relate to the future profitability of the issuer after taking into account the expected growth rate of its operations, as well as the weighted average rate of capital return which is used as a discount rate. Given that the above parameters are mainly non observable, these shares are classified in Level 3.

For the valuation of over the counter derivatives income approach methodologies are used: discounted cash flow models, option-pricing models or other widely accepted valuation models. Valuations are checked on a daily basis with the respective prices of the counterparty banks in the context of the daily process of provision of collaterals and settlement of derivatives. If the non observable inputs are significant, the above financial instruments are classified in Level 3 otherwise in Level 2.

The Group recognizes the transfer between fair value hierarchy Levels at the end of the reporting period.

Within the period, € 40 million were transferred from Level 1 to Level 2 that relate to Albanian government bond (€ 21 million) and Greek corporate bond (€ 19 million), as the bid-ask spread moved above the limit set for the characterization of the market as active.

The table below presents the valuation methods used for the measurement of Level 3 fair value:

	30.6.2014			
	Total fair value	Fair value	Valuation method	Significant non-observable inputs
Available for sale bonds	14,379	14,379	Based on issuer price	Price
Available for sale shares	59,384	59,384	Discounted cash flows – Multiples valuation method – Cost of acquisition	Future profitablity of the issuer
Derivative Financial Liabilities	2,169	19	Discounted cash flows - Black Scholes valuation model with shares basket being the underlying instrument	Coefficient of variation and correlation coefficient between shares
		2,150	Discounted cash flows with interest rates being the underlying instrument	Valuation of reserve adequacy for payment of hybrid secutities' dividends

For all financial instruments measured at fair value classified in Level 3 due to the limited exposure of the Group on the specific financial instruments, a reasonable variation in non-observable inputs would not affect significantly the results of the Group.

A reconciliation of the movement of financial instruments measured at fair value in Level 3 is depicted below.

	30.6.2014		
	Assets		Liabilities
	Available for sale securities	Derivative Financial Assets	Derivative Financial Liabilities
Opening balance 1.1.2014	**75,261**		**(582)**
Total gain or loss recognized in the income statement	3,932		(1,604)
Total gain or loss recognized directly in equity	3,045		
Purchases/ Issues	643		
Sales/Repayments/Settlements	(9,832)		17
Transfers to Level 3 from Level 1			
Transfers to Level 3 from Level 2	714		
Transfers from Level 3 to Level 2			
Balance 30.6.2014	**73,763**		**(2,169)**
Amounts included in the income statement and relate to financial instruments included in the balance sheet at the end of the reporting period	261		(1,604)

During the period, the transfer to Level 3 from Level 2 of available for sale securities refers to an asset backed security for which non observable inputs is used for valuation purpose.

	31.12.2013		
	Assets		Liabilities
	Available for sale securities	Derivative Financial Assets	Derivative Financial Liabilities
Opening balance 1.1.2013	**49,273**	**1,482**	**(3,623)**
Changes for the period 1.1 - 30.6.2013			
Total gain or loss recognized in the income statement	(6,360)	(323)	1,161
Total gain or loss recognized directly in equity	1,008		
Purchases/Issues	5,261		
Sales/Repayments/Settlements	(242)	(119)	164
Transfers to Level 3 from Level 2	13,198		
Balance 30.6.2013	**62,138**	**1,040**	**(2,298)**
Changes for the period 1.7 - 31.12.2013			
Total gain or loss recognized in the income statement	(4,629)	(106)	782
Total gain or loss recognized directly in equity	16,929		
Purchases/ Issues	593		
Sales/Repayments/Settlements	(450)	(118)	118
Transfers to Level 3 from Level 1	2		
Transfers to Level 3 from Level 2	2,146		
Transfers from Level 3 to Level 2	(1,468)	(816)	816
Balance 31.12.2013	**75,261**		**(582)**
Amounts included in the income statement and relate to financial instruments included in the balance sheet at the end of the reporting period 1.1 - 30.6.2013	(6.360)	(323)	1.161

20. The Bank's recapitalisation framework

On 6.6.2013, the Bank completed the share capital increase in accordance with the decisions made by the second iterative Extraordinary General Meeting of 16.4.2013 and the Board of Directors meeting of 30.4.2013, based on the provisions of Law 3864/2010 amounting to € 4.571 billion, covering in this way the capital needs of the Group, as these were determined by the Bank of Greece.

After the completion of the recapitalization, the Coordination Framework between the HFSF and the Bank was signed, which determines the relations between the parties and other issues, related to the corporate governance of the Bank and the preparation of the Restructuring Plan.

As set out in the Memorandum of Economic and Financial Policies of May 2013, the Bank of Greece conducted a new stress test, based on the data as at 30.6.2013, in order to update the capital needs of the banks. The results of the stress test were announced in March 2014. The exercise showed that the Group capital needs were determined at € 262 million.

On 7.3.2014, Alpha Bank's Board of Directors decided the invitation of the Extraordinary Meeting of Shareholders that was held on 28.3.2014 and the agenda included the share capital increase of a total amount of up to € 1.2 billion, through payment in cash and cancellation of pre-emption rights. The share capital increase intended to:

a) contribute to the creation of the conditions necessary to satisfy the provisions of Law 3723/2008 regarding the repayment of preferred shares issued by Bank and owned by the Greek State (article 1 of Law 3723/2008) and their replacement with high quality capital, a fact that will give greater flexibility to the Bank's dividend policy in the future,

b) meet requirements as defined by the results of the diagnostic assessment of the Bank of Greece,

c) improve the quality of the Bank's regulatory capital and accelerate its adaptation to the new regulatory framework of Basel III and

d) to facilitate the Bank's financing from international capital markets under the reinforced creditworthiness.

The share capital increase of the Bank amounting to € 1.2 billion was completed on 28.3.2014 through a private placement to qualified investors. On 17.4.2014, the Bank fully redeemed to the Hellenic Republic the total amount of preference shares of Euro 940 million, issued to the latter by the Bank.

21. Capital adequacy

The policy of the Group is to maintain a strong capital base to ensure investors, creditors and market confidence and to sustain future development of the business.

Share capital increases are approved by Shareholders' General Meeting or Board of Directors' decisions in accordance with the Bank's Articles of Incorporation and relevant laws.

The Group is allowed to purchase treasury shares based on the terms and conditions of applicable law.

The Group's capital adequacy is monitored by the Bank of Greece, to which reports are submitted on a quarterly basis. The minimum requirements regarding Common Equity Tier I ratio, Tier I ratio and the Capital Adequacy Ratio of the Group are determined by the Bank of Greece Decisions.

The capital adequacy ratio compares the regulatory capital of the Group with the risks that it undertakes (risk weighted assets). Regulatory capital includes Common Equity Tier I capital (share capital, reserves, non-controlling interests), additional Tier I capital (hybrid securities) and Tier II capital (subordinated debt, real estate properties revaluation reserves). Risk-weighted assets include the credit risk of the banking book, the market risk of the trading book and operational risk.

From 1.1.2008 to 31.12.2013, calculation of the capital adequacy ratios was determined under the regulatory framework known as Basel II, which has been incorporated in the Greek legislation by Law 3601/2007 and several Acts of the Governor of Bank of Greece. These Acts were amended during 2010 in order to adopt the corresponding changes of EU Directives on risk management, own funds, capital adequacy and financing exposures, and some of them were further amended during 2012. Since January 1, 2014 the above EU Directives have been repealed by virtue of EU Directive 2013/36/EU dated June 26, 2013 along with the EU Regulation 575/2013/EU, dated June 26, 2013 and effective as of January 1, 2014. The Directive and the Regulation gradually introduce the new capital adequacy framework (Basel III) of credit institutions.

As of 31.12.2013 with the effect of the new BoG Executive Committee Act 36/23.12.2013 the 20% limit on the deduction of deferred tax assets from Common Equity Tier I was abolished. From 1.1 to 31.12.2014, besides the 8% capital adequacy limit, new limits of 4.5% for Common Equity Tier I ratio and 6.0% for Tier I ratio were set according to the Regulation 575/2013 and the transitional provisions/ for the calculation of own funds as adopted by the Bank of Greece These limits should be satisfied on a standalone and on a consolidated basis.

	30.6.2014 (estimate)	31.12.2013
Common Equity Tier I [(1)]	16,3%	16,1%
Tier I	16.3%	16.1%
Capital adequacy ratio	**16.6%**	**16.4%**

On 6.3.2014, Bank of Greece announced the capital needs for the Greek banks, taking into account the expected losses as defined in the Baseline Scenario of the Blackrock Solutions assessment. The capital needs of Alpha Bank amounted to € 262 million. The amount of € 262 million was covered from the recent share capital increase of the Bank amounted to € 1.2 billion that was completed on March 2014, while on April 2014 the preference shares of Hellenic Republic were repaid.

Within the context of the framework of Council Regulation 1024/2013, that confers on the ECB specific tasks concerning policies relating to the prudential supervision of credit institutions, the ECB announced, in October 2013, that it will perform a comprehensive assessment (CA) of the banking system, in close cooperation with the National Competent Authorities (NCAs). The ECB expects that the CA will be completed by October 2014, prior to assuming its new supervisory tasks in November 2014.

The comprehensive assessment will be a thorough audit on financial statement and sustainability of the larger credit institutions and will comprise of the following stages: a) a supervisory risk assessment, b) an asset quality review, c) a stress test in cooperation with European Banking Authority. The results of the overall evaluation expected to be delivered in the second half of October after being approved by the ECB. The banks will be informed of the full and final results shortly before their publication to the markets.

The Common Equity Tier I ratios that the Group has to satisfy in the ECB comprehensive assessment is 8% for the baseline scenario and 5,5% for the adverse scenario. The capital buffer of the Group as calculated based on June 30, 2014 data, is estimated to € 4.482 million and to € 5.834 million for the baseline and the adverse scenario, respectively.

(1) *On 31.12.2013 under PEE13/28.3.2013 of BoG, while 1.1.2014 the ratiosis calculated in accordance with Basel III.*

22. Related-party transactions

The Bank and the Group companies enter into a number of transactions with related parties in the normal course of business. These transactions are performed at arm's length and are approved by the Group's committees.

a. The outstanding balances of the Group's transactions with key management personnel which consist of members of the Board of Directors and the Bank's Executive Committee, their close family members and the entities controlled by them, as well as, the results related to those transactions are as follows:

	30.6.2014	31.12.2013
Assets		
Loans and advances to customers	**33,487**	**77,827**
Liabilities		
Due to customers	57,335	80,644
Debt securities in issue	1,270	1,638
Employee defined benefit obligations	630	607
Total	**59,235**	**82,889**
Letters of guarantee and approved limits	**10,518**	**12,054**

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	704	630
Fee and commission income	63	17
Total	**767**	**647**
Expenses		
Interest expense and similar charges	1,119	1,730
Fees paid to key management and close family members	1,741	1,903
Other expenses	1	
Total	**2,861**	**3,633**

b. The outstanding balances with the Group's associates and joint ventures and the results related to these transactions are as follows:

	30.6.2014	31.12.2013
Assets		
Loans and advances to customers	152,771	150,344
Other assets	454	907
Total	**153,225**	**151,251**
Liabilities		
Due to customers	7,705	8,951

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	2,579	2,518
Fee and commission income	1	7
Other income	416	414
Total	**2,996**	**2,939**
Expenses		
Interest expense and similar charges	51	241
General administrative expenses	2,699	2,293
Other expenses	1,094	884
Total	**3,844**	**3,418**

c. The Supplementary Fund of former Alpha Credit Bank's employees holds bonds of the Bank's subsidiary Alpha Credit Group Plc of € 62,197, while its receivables from Alpha Bank amount to € 8,691 and its deposits with Alpha Bank to € 872. It also holds Alpha Bank's shares of € 1,449.

d. The Hellenic Financial Stability Fund (HFSF) exerts significant influence on the Bank. In particular, due to its participation in the recent share capital increase according to Law 3864/2010, HFSF acquired representation in the Board of Directors and other significant Committees of the Bank. Therefore, according to IAS 24, HFSF and its related entities are considered related parties for the Group.

The outstanding balances and the results related to these transactions are analyzed as follows:

	30.6.2014	31.12.2013
Assets		
Due from banks		24,643
Investment securities		155,306
Other Assets	31,514	156,666
Total	**31,514**	**336,615**
Liabilities		
Due to banks		988

Other assets concern the claims of the Bank from HFSF for the payment of the difference between the transferred assets and liabilities of the under liquidation Cooperative Banks of Evia, Dodecanese and Western Macedonia. On 27.6.2014 the Fund paid in cash the amounts of Euro 92.5 million and Euro 41.2 million for the Cooperative Banks of Dodecanese and Evia respectively.

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	443	2,656
Gains less losses on financial transactions		864
Total	**443**	**3,520**
Expenses		
Interest expense and similar charges		89
Commissions expense		12,667
Total		**12,756**

23. Discontinued operations

On 18.7.2013, the Bank signed a contract to sell the total number of shares in its subsidiary JSC Astra Bank to the Delta Bank Ukrainian Group for an amount of €82 million. The transaction was completed on 19.9.2013.

Ukraine represented a separate geographical area of operations that is part of the Group's South-Eastern Europe sector for reporting purposes per operational segment. Since the Group's investment in JSC Astra Bank, sole company through which the Group operates in Ukraine, has been classified as held for sale, operations related to JSC Astra Bank are classified as "discontinued operations".

The results and cash flows arising from JSC Astra Bank are presented as "amounts from discontinued operations", in the Income Statement, Statement of Comprehensive Income and Statement of Cash Flows. In the following table, the amounts presented in the Income Statement and in the Statement of Comprehensive Income are analyzed.

(Amounts in thousand of Euro)

	From 1 January to 30.6.2013	From 1 April to 30.6.2013
Interest and similar income	12,047	6,015
Interest expense and similar charges	(4,084)	(2,145)
Net interest income	7,963	3,870
Fee and commission income	633	332
Commission expense	(96)	(56)
Net fee and commission income	537	276
Dividend income		
Gains less losses on financial transactions	42	1
Other income	12	10
	54	11
Total income	**8,554**	**4,157**
Staff costs	(3,716)	(1,827)
General administrative expenses	(2,932)	(1,440)
Depreciation and amortization expenses	(551)	(268)
Total expenses	**(7,199)**	**(3,535)**
Impairment losses and provisions to cover credit risk	(557)	(190)
Profit/(loss) before income tax	**798**	**432**
Income tax	(137)	(81)
Profit/(loss) after income tax	**661**	**351**
Valuation of fair value after tax	(25,550)	(25,550)
Profit/ (loss) from discontinued operations after income tax	**(24,889)**	**(25,199)**
Other comprehensive income recognized directly in Equity:		
Amounts that may be reclassified in the Income Statement		
Available for sale portfolio reserve	3,003	285
Exchange differences on translating and hedging the net investment in foreign operations	(49)	(3,013)
Income tax	11,218	11,490
Amounts that may be reclassified in the Income Statement from discontinued operations	**14,172**	**8,762**

24. Corporate events

a. On 21.1.2014 the Bank's subsidiary Alpha Group Investment Ltd acquired the total number of shares of AGI-SRE Ariadne Ltd registered in Cyprus, for the amount of € 1.8 thousand.

b. On 13.2.2014, the Group's subsidiary, AGI-RRE Venus Ltd acquired the total number of shares of AGI-RRE Venus Srl registered in Romania, for the amount of Euro forty five.

c. On 20.2.2014, the Group's subsidiary, AGI-RRE Cleopatra Ltd acquired the total number of shares of AGI-RRE Cleopatra Srl registered in Romania, for the amount of Euro forty five.

d. On 20.2.2014, the Group's subsidiary, AGI-RRE Hermes Ltd acquired the total number of shares of AGI-RRE Hermes Srl registered in Romania, for the amount of Euro forty five.

e. On 24.2.2014, the Bank exercised the option to recall the transaction of securitized mortgage loans through the special purpose entity Lithos Mortgage Financing Plc.

f. On 27.2.2014, the Bank's subsidiary, AGI-RRE Artemis Ltd acquired the total number of shares of SC Carmel Residential Srl registered in Romania, for the amount of Euro forty five. The Group through the abovementioned company, acquired investments in property in Romania, with a fair value of € 9.7 million, instead of loan with the same book value that had granted to it.

g. On 26.3.2014, the Bank participated in the share capital increase of its subsidiary, Ionian Equity Participations Ltd, by contributing € 1.9 million.

h. On 31.3.2014 the Bank's subsidiary, Alpha A.E Ventures deleted the investment in Prismatech S.A. It is mentioned that in the past an equal impairment provision was raised, so it has been fully impaired.

i. On 13.6.2014 the Bank signed agreement with Citibank International Plc and Citibank Overseas Investment Corporation ("Citi") to acquire the retail banking operation of Citi, including Diners Club in Greece. The acquisition is expected to be completed within the 3rd quarter of 2014 and is subject to obtaining the relevant approvals and the completion of the audit of the balance sheet transaction.

25. Restatement of financial statements

On 1.2.2013, pursuant to the acquisition agreement with Credit Agricole S.A. on the sale of Emporiki Bank from Credit Agricole S.A. to Alpha Bank AE, the transfer of the entire share capital of Emporiki Bank to Alpha Bank by Credit Agricole was completed. The impact on the financial statements of the Bank is analytically mentioned in note 43 of the annual financial statements as of 31.12.2013

The finalization of valuation at fair value of the assets and liabilities of Emporiki Group at the acquisition date, was held the 4th quarter of 2013. This fact, led to the retrospective accounting recognition of the merger as if it was completed at the acquisition date. As a result, the Interim Financial Statements of 2013 were restated.

In addition, the restated consolidated income statement, balance sheet and comprehensive income for the period up to 30.6.2013, are depicted below.

Consolidated Income Statement

(Amounts in thousand of Euro)

	From 1 January to 30.6.2013			From 1 April to 30.6.2013		
	Published Amounts	Emporiki Group acquisition	Restated	Published Amounts	Emporiki Group acquisition	Restated
Interest and similar income	1,735,239		1,735,239	909,047		909,047
Interest expense and similar charges	(1,005,943)	5,060	(1,000,883)	(496,216)	3,803	(492,413)
Net interest income	729,296	5,060	734,356	412,831	3,803	416,634
Fee and commission income	201,071		201,071	109,712		109,712
Commission expense	(32,762)		(32,762)	(17,352)		(17,352)
Net fee and commission income	168,309		168,309	92,360		92,360
Dividend income	896		896	884		884
Gains less losses on financial transactions	249,709		249,709	57,780		57,780
Other income	41,149		41,149	27,871		27,871
	291,754		291,754	86,535		86,535
Total income	**1,189,359**	**5,060**	**1,194,419**	**591,726**	**3,803**	**595,529**
Staff costs	(343,622)		(343,622)	(182,208)		(182,208)
General administrative expenses	(259,213)		(259,213)	(131,421)		(131,421)
Depreciation and amortization expenses	(45,230)		(45,230)	(16,162)		(16,162)
Other expenses	739		739	805		805
Total expenses	**(647,326)**		**(647,326)**	**(328,986)**		**(328,986)**
Impairment losses and provisions to cover credit risk	(984,059)		(984,059)	(479,144)		(479,144)
Negative goodwill of Emporiki Bank acquisition	2,630,787	652,265	3,283,052			
Share of profit/(loss) of associates and joint ventures	(10,597)		(10,597)	(7,478)		(7,478)
Profit/(Loss) before income tax	**2,178,164**	**657,325**	**2,835,489**	**(223,882)**	**3,803**	**(220,079)**
Income tax	579,300	(1,316)	577,984	106,552	(989)	105,563
Profit/(Loss) after income tax from continuing operations	**2,757,464**	**656,009**	**3,413,473**	**(117,330)**	**2,814**	**(114,516)**
Profit/(Loss) after income tax from discontinued operations	**(24,889)**		**(24,889)**	**(25,199)**		**(25,199)**
Profit/(Loss) after income tax	**2,732,575**	**656,009**	**3,388,584**	**(142,529)**	**2,814**	**(139,715)**
Profit/(Loss) attributable to:						
Equity owners of the Bank						
- from continuing operations	**2,757,378**	**656,009**	**3,413,387**	**(117,315)**	**2,814**	**(114,501)**
- from discontinued operations	**(24,889)**		**(24,889)**	**(25,199)**		**(25,199)**
	2,732,489	**656,009**	**3,388,498**	**(142,514)**	**2,814**	**(139,700)**
Non controlling interests						
- from continuing operations	86		86	(15)		(15)
Earningsl/(losses) per share:						
Basic and diluted earnings/(losses) per share (€ per share):	1,20	0,28	1,48	(0,04)		(0,04)

Consolidated Balance Sheet

(Amounts in thousand of Euro)

	30.6.2013		
	Published Amounts	Emporiki Group acquisition	Restated
Assets			
Cash and balances with Central Banks	1,731,152		1,731,152
Due from banks	2,509,384		2,509,384
Securities hled for trading	15,726		15,726
Derivative financial assets	802,101		802,101
Loans and advances to customers	53,530,531	(54)	53,530,477
Investment securities			
- Available for sale	4,416,403		4,416,403
- Held to maturity	1,447,688		1,447,688
- Loans and receivables	4,024,570		4,024,570
Investments in associates and joint ventures	49,046		49,046
Investment property	559,771		559,771
Property, plant and equipment	1,175,676		1,175,676
Goodwill and other intangible assets	226,241		226,241
Deferred tax assets	2,053,023	651,004	2,704,027
Other assets	1,537,078		1,537,078
	74,078,390	650,950	74,729,340
Non-current assets held for sale	150,728		150,728
Total Assets	**74,229,118**	**650,950**	**74,880,068**
LIABILITIES			
Due to banks	20,261,583		20,261,583
Derivative financial liabilities	1,306,347		1,306,347
Due to customers (including debt securities in issue)	42,035,675	(34,000)	42,001,675
Debt securities in issue held by institutional investors and other borrowed funds	781,165	28,941	810,106
Liabilities for current income tax and other taxes	46,792		46,792
Deferred tax liabilities	52,256		52,256
Employee defined benefit obligations	99,816		99,816
Other liabitlities	1,190,977		1,190,977
Provisions	389,055		389,055
Liabilities for current income tax and other taxes	64,179		64,179
Total Liabilities	**66,227,845**	**(5,059)**	**66,222,786**
EQUITY			
Equity attributable to equity owners of the Bank			
Share capital	4,216,872		4,216,872
Share premium	4,212,062		4,212,062
Reserves	478,472		478,472
Amounts recognized directly in Equity, related to non-current assets held for sale.	(32,865)		(32,865)
Retained earnings	(939,485)	656,009	(283,476)
	7,935,056	**656,009**	**8,591,065**
Non-controlling interests	23,526		**23,526**
Hybrid securities	42,691		**42,691**
Total Equity	**8,001,273**	**656,009**	**8,657,282**
Total Liabilities and Equity	**74,229,118**	**650,950**	**74,880,068**

Consolidated Statement of Comprehensive Income

(Amounts in thousand of Euro)

	From 1 January to 30.6.2013			From 1 April to 30.6.2013		
	Published Amounts	Emporiki Group acquisition	Restated	Published Amounts	Emporiki Group acquisition	Restated
Profit/(loss), after income tax, recognized in the income statement	**2,732,575**	**656,009**	**3,388,584**	**(142,529)**	**2,814**	**(139,715)**
Other comprehensive income recognized directly in Equity:						
Amounts that may be reclassified in the income statement						
Change in available for sale securities' reserve	68,787		68,787	95,125		95,125
Change in cash flow hedge reserve	104,530		104,530	65,692		65,692
Exchange differences on translating and hedging the net investment in foreign operations	(3,225)		(3,225)	(4,347)		(4,347)
Change in the share of other comprehensive income of associates and joint ventures	225		225	85		85
Income tax	(38,587)		(38,587)	(41,505)		(41,505)
Amounts that may be reclassified in the Income Statement from continuing operations	**131,730**		**131,730**	**115,050**		**115,050**
Amounts that may be reclassified in the Income Statement from discontinued operations	14,172		14,172	8,762		8,762
	145,902		**145,902**	**123,812**		**123,812**
Amounts that will not be reclassified in the Income Statement						
Effect due to change of income tax rate	1,882		1,882			
	1,882		**1,882**			
Total other comprehensive income recognized directly in Equity, after income tax	**147,784**		**147,784**	**123,812**		**123,812**
Total comprehensive income for the period, after income tax	**2,880,359**	**656,009**	**3,536,368**	**(18,717)**	**2,814**	**(15,903)**
Total comprehensive income for the period attributable to:						
Equity owners of the Bank	**2,880,267**	**656,009**	**3,536,276**	**(18,701)**	**2,814**	**(15,887)**
Non-controlling interests	92		92	(16)		(16)

26. Events after the balance sheet date

a. On 2.7.2014, the subsidiary of the Bank, Alpha Group Investments Ltd founded APE Investment Property N. Kifisias A.E. and APE Investment Property Kallirois A.E. located in Greece for the amount of € 24 thousand respectively.

b. On 9.7.2014, the European Commission announced its approval of the Bank's Restructuring Plan, as submitted to the European Commission by the Greek Ministry of Finance on 12.6.2014.

The European Commission has determined that Alpha Bank's restructuring plan is in line with EU state aid rules and that the measures already implemented and those included in the restructuring plan, will enable the Bank to return to viability.

Athens, 28 August 2014

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR AND CHIEF EXECUTIVE OFFICER	THE GENERAL MANAGER AND CHIEF FINANCIAL OFFICER	THE ACCOUNTING AND TAX MANAGER
VASILEIOS T. RAPANOS **ID No AI 666242**	**DEMETRIOS P. MANTZOUNIS** **I.D. No I 166670**	**VASSILIOS E. PSALTIS** **I.D. NO. AI 666591**	**MARIANNA D. ANTONIOU** **I.D. NO. X 694507**

Independent Auditors' 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, 2014 and the related statements of income and comprehensive income, changes in equity and cash flows for the six-month period then ended and the selected explanatory notes, which comprise the condensed interim financial information and which forms an integral part of the six-month financial report of article 5 of Law 3556/2007. The Bank's management is responsible for the preparation and presentation of this condensed interim financial information in accordance with the International Financial Reporting Standards adopted by the European Union and specifically with IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity". 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 International Standards on Auditing 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 condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".

Athens, 28 August 2014

KPMG Certified Auditors A.E.
AM SOEL 114

Marios T. Kyriacou Certified Auditor Accountant AM SOEL 11121	Harry Sirounis Certified Auditor Accountant AM SOEL 19071

Interim Financial Statements as at 30.6.2014

Interim Income Statement

(Amounts in thousand of Euro)

	Note	From 1 January to		From 1 April to	
		30.6.2014	30.6.2013*	30.6.2014	30.6.2013*
Interim and similar income		1,423,854	1,194,497	711,247	595,005
Interest expense and similar charges		(662,897)	(739,226)	(326,594)	(351,042)
Net interest income		760,957	455,271	384,653	243,963
Fee and commission income		181,614	130,538	95,422	71,312
Commission expense		(18,141)	(26,496)	(12,073)	(13,597)
Net fee and commission income		163,473	104,042	83,349	57,715
Dividend income		976	624	968	616
Gains less losses on financial transactions		94,389	68,404	31,394	(61,896)
Other income		9,213	15,430	4,971	13,336
		104,578	84,458	37,333	(47,944)
Total income		**1,029,008**	**643,771**	**505,335**	**253,734**
Staff costs		(266,269)	(170,272)	(132,383)	(84,456)
General administrative expenses		(227,680)	(169,232)	(111,492)	(85,499)
Depreciation and amortization	7, 8, 9	(30,391)	(17,982)	(15,089)	(2,377)
Other expenses		(3,552)	(82)	(1,657)	(40)
Total expenses		**(527,892)**	**(357,568)**	**(260,621)**	**(172,372)**
Impairment losses and provisions to cover credit risk	2	(563,768)	(833,194)	(256,384)	(399,148)
Negative goodwill from acquisition of Emporiki Bank			3,295,718		3,295,718
Profit/(Loss) before income tax		**(62,652)**	**2,748,727**	**(11,670)**	**2,977,932**
Income tax	3	435,543	592,972	422,371	120,207
Profit/(loss), after income tax		**372,891**	**3,341,699**	**410,701**	**3,098,139**
Earnings/(losses) per share:					
Basic and diluted (€ per share)	4	0.03	1.46	0.03	0.86

* *Certain figures of the Interim Income Statement of the comparative periods have been restated due to the finalization of the accounting for the acquisition of Emporiki Bank (note 22).*

Interim Balance Sheet

(Amounts in thousand of Euro)

	Note	30.6.2014	31.12.2013
ASSETS			
Cash and balances with Central Banks		827,597	1,006,294
Due from banks		5,216,078	5,036,860
Securities held for trading	6	7,837	7,001
Derivative financial assets		864,261	807,911
Loans and advances to customers	5	42,908,096	44,236,465
Investment securities			
- Available for sale	6	4,170,901	4,449,576
- Held to maturity	6	104,534	1,017,694
- Loans and receivables	6	4,304,350	4,308,556
Investments in subsidiaries, associates and joint ventures	20	2,077,389	2,070,735
Investment property	7	28,028	28,205
Property, plant and equipment	8	744,848	754,299
Goodwill and other intangible assets	9	194,862	196,067
Deferred tax assets		3,161,821	2,740,649
Other assets		1,458,607	1,442,735
Total Assets		**66,069,209**	**68,103,047**
LIABILITIES			
Due to banks	10	16,720,547	19,355,329
Derivative financial liabilities		1,497,790	1,374,261
Due to customers		36,917,875	37,504,689
Debt securities in issue and other borrowed funds	11	1,659,005	1,295,445
Amounts due for current income tax and other taxes		27,615	32,781
Defined benefit obligations employee		77,439	74,574
Other liabilities		1,099,536	1,059,717
Provisions	12	248,300	258,945
Total Liabilities		**58,248,107**	**60,955,741**
EQUITY			
Share capital	13	3,830,718	4,216,872
Share premium	13	4,858,216	4,212,062
Reserves		594,228	517,559
Retained earnings	13	(1,462,060)	(1,799,187)
Total Equity		**7,821,102**	**7,147,306**
Total Liabilities and Equity		**66,069,209**	**68,103,047**

The attached notes (pages 77-109) form an integral part of these interim financial statements

Interim Statement of Comprehensive Income

(Amounts in thousand of Euro)

		From 1 January to		From 1 April to	
	Note	30.6.2014	30.6.2013*	30.6.2014	30.6.2013*
Profit/(Loss), after income tax, recognized in the income statement		**372,891**	**3,341,699**	**410,701**	**3,098,139**
Other comprehensive income recognized directly in equity:	3				
Amounts that may be reclassified to the income statement					
Change in available for sale securities' reserve		203,166	94,845	32,325	117,096
Change in cash flow hedge reserve		(99,560)	97,480	(43,542)	65,882
Income tax		(26,937)	(34,578)	2,917	(47,425)
		76,669	**157,747**	**(8,300)**	**135,553**
Amounts that will not be reclassified to the income statement					
Income tax			1,901		
			1,901		
Total other comprehensive income recognized directly in equity, after income tax	3	**76,669**	**159,648**	**(8,300)**	**135,553**
Total comprehensive income for the period, after income tax		**449,560**	**3,501,347**	**402,401**	**3,233,692**

* *Certain figures of the Interim Statement of Comprehensive Income of the comparative periods have been restated due to the finalization of the accounting for the acquisition of Emporiki Bank (note 22).*

The attached notes (pages 77-109) form an integral part of these interim financial statements

Interim Statement of Changes in Equity

(Amounts in thousand of Euro)

	Note	Share capital	Share premium	Reserves	Retained earnings	Total
Balance 1.1.2013		**1,100,281**	**2,757,653**	**213,097**	**(4,501,397)**	**(430,366)**
Changes for the period 1.1 - 30.6.2013						
Profit for the period, after income tax					3,341,699	3,341,699
Other comprehensive income recognized directly in equity, after income tax	3			157,747	1,901	159,648
Total comprehensive income for the period, after income tax		**-**	**-**	**157,747**	**3,343,600**	**3,501,347**
Share capital increase through issuance of ordinary shares to Hellenic Financial Stability Fund		2,741,591	1,279,409			4,021,000
Share capital increase paid in cash		375,000	175,000			550,000
Share capital increase expenses, after income tax					(150,301)	(150,301)
Balance 30.6.2013		**4,216,872**	**4,212,062**	**370,844**	**(1,308,098)**	**7,491,680**
Changes for the period 1.7 - 31.12.2013						
Profit for the period, after income tax					(484,678)	(484,678)
Other comprehensive income recognized directly in equity, after income tax				146,715	(7,466)	139,249
Total income after income tax		**-**	**-**	**146,715**	**(492,144)**	**(345,429)**
Share capital increase expenses, after income tax					(13,527)	(13,527)
Other					14,582	14,582
Balance 31.12.2013		**4,216,872**	**4,212,062**	**517,559**	**(1,799,187)**	**7,147,306**

(Amounts in thousand of Euro)

	Note	Share capital	Share premium	Reserves	Retained earnings	Total
Balance 1.1.2014		**4,216,872**	**4,212,062**	**517,559**	**(1,799,187)**	**7,147,306**
Changes for the period 1.1 - 30.6.2014						
Profit for the period, after income tax					372,891	372,891
Other comprehensive income recognized directly in equity, after income tax	3			76,669		76,669
Total comprehensive income for the period, after income tax		**-**	**-**	**76,669**	**372,891**	**449,560**
Share capital increase	13a 13b	553,846	646,154			1,200,000
Redemption of the Hellenic Republic's preference shares	13a	(940,000)				(940,000)
Share capital increase expenses, after income tax	13c				(35,764)	(35,764)
Balance 30.6.2014		**3,830,718**	**4,858,216**	**594,228**	**(1,462,060)**	**7,821,102**

Interim Statement of Cash Flows

(Amounts in thousand of Euro)

	Note	From 1 January to 30.6.2014	30.6.2013*
Cash flows from operating activities			
Profit/(Loss) before income tax		(62,652)	2,748,727
Adjustments for gains/(losses) before income tax for:			
Depreciation/ impairment of fixed assets	7, 8	17,687	13,767
Amortization of intangible assets	9	12,704	4,215
Impairment losses from loans and provisions and staff leaving indemnity		578,863	839,762
Impairment losses from participations			65,103
Negative goodwill from acquisition of Emporiki Bank			(3,295,718)
Fair value adjustment recognized in the income statement		62,659	
(Gains)/losses from investing activities		(91,813)	20,099
(Gains)/losses from financing activities		57,265	(60,383)
Other adjustments			(676)
		574,713	**334,896**
Net (increase)/decrease in assets relating to operating activities:			
Due from banks		(104,812)	235,840
Securities held for trading and derivative financial assets		(57,186)	37,328
Loans and advances to customers		702,961	111,357
Other assets		(33,899)	(14,211)
Net increase /(decrease) in liabilities relating to operating activities:			
Due to banks		(2,634,782)	(4,440,638)
Derivative financial liabilities		23,970	(240,902)
Due to customers		(726,813)	309,467
Other liabilities		28,214	(106,910)
Net cash flows from operating activities before taxes		**(2,227,634)**	**(3,773,773)**
Income taxes and other taxes paid		(11,187)	(4,278)
Net cash flows from operating activities		**(2,238,821)**	**(3,778,051)**
Cash flows from investing activities			
Investments in subsidiaries, associates and joint ventures		1,055	(895)
Acquisition of Emporiki Bank			324,962
Dividends received		425	624
Acquisition of fixed and intangible assets		(22,214)	(30,796)
Disposals of fixed and intangible assets		2,771	422
Net (increase)/decrease in investment securities		1,487,012	2,132,069
Net cash flows from investing activities		**1,469,049**	**2,426,386**
Cash flows from financing activities			
Share capital increase		1,200,000	550,000
Redemption of the Hellenic Republic's preference shares		(940,000)	
Share capital increase expenses		(48,328)	(64,687)
Dividends paid to ordinary shareholders		(604)	(1,196)
Proceeds from the issuance of debt securities in issue and other borrowed funds		496,750	150,000
Repayments of debt securities in issue and other borrowed funds		(42,950)	(64,183)
Net cash flows from financing activities		**664,868**	**569,934**
Effect of exchange rate fluctuations on cash and cash equivalents		611	386
Net increase / (decrease) in cash and cash equivalents		**(104,293)**	**(781,345)**
Cash and cash equivalents at the beginning of the period		**748,999**	**2,013,148**
Cash and cash equivalents at the end of the period		**644,706**	**1,231,803**

* *Certain figures of the Interim Statement of Cash Flows of the comparative period have been restated due to the finalization of the accounting for the acquisition of Emporiki Bank (note 22).*

Notes to the Interim Financial Statements

GENERAL INFORMATION

Currently, the Bank operates under the brand name of ALPHA BANK A.E. and with the sign of ALPHA BANK. The Bank's registered office is 40 Stadiou Street, Athens and it is listed as a societe anonyme with registration number 6066/06/B/86/05 and in the General Commercial Registry with number 223701000. The Bank's duration is up to 2100, but may be extended by the General Meeting of Shareholders.

In accordance with article 4 of the Articles of Incorporation, the Bank's objective is to engage, on its own account or on behalf of third parties, in Greece and abroad, independently or collectively, including joint ventures with third parties, in any and all (main and secondary) operations, activities, transactions and services allowed to credit institutions, in conformity with whatever rules and regulations (domestic, community, foreign) may be in force each time. In order to serve this objective, the Bank may perform any kind of action, operation or transaction which, directly or indirectly, is pertinent, complementary or auxiliary to the purposes mentioned above.

The tenure of the Board of Directors which was elected by the Ordinary General Meeting of Shareholders on 27.6.2014 expires in 2018.

The Board of Directors as at 30 June 2014, consists of:

CHAIRMAN (Non Executive Member)

Vasileios T. Rapanos (from 29.5.2014)

VICE CHAIRMAN (Non Executive Independent Member)

Minas G. Tanes ***/*/****

EXECUTIVE MEMBERS

MANAGING DIRECTOR

Demetrios P. Mantzounis

EXECUTIVE DIRECTORS AND GENERAL MANAGERS

Spyros N. Filaretos (COO)
Artemis Ch. Theodoridis
George K. Aronis

NON-EXECUTIVE MEMBERS

Efthimios O. Vidalis (from 29.5.2014)
Ioanna E. Papadopoulou ****

NON-EXECUTIVE INDEPENDENT MEMBERS

Paul A. Apostolidis **/****
Evangelos J. Kaloussis */***
Ioannis K. Lyras */**
Ibrahim S.Dabdoub ** (from 29.5.2014)
Shahzad A.Shahbaz *** (from 29.5.2014)

NON-EXECUTIVE MEMBER
(in accordance with the requirements of Law 3723/2008)

Sarantis – Evangelos G. Lolos

* *Member of the Audit Committee*
** *Member of the Remuneration Committee*
*** *Member of the Risk Management Committee*
**** *Member of Corporate Governance and Nominations Committee*

NON-EXECUTIVE MEMBER
(in accordance with the requirements of Law 3864/2010)

Panagiota S. Iplixian */**/***/**** (she replaced Mr Nikolaos G. Koutsos on 30.1.2014)

SECRETARY

Georgios P. Triantafyllidis

The General Meeting of 27.6.2014, in view of his highly significant contribution to the development and the progression of the operations of the Bank, conferred the title of Honorary Chairman of the Board of Directors, as per article 8.2 of the Articles of Incorporation upon the outgoing Member and Chairman of the Board of Directors, Yannis S. Costopoulos.

Moreover, the Ordinary General Meeting of Shareholders, has appointed as auditors of the interim and annual financial statements for 2014 the following:

a. Principal Auditors:	Marios T. Kyriacou
	Harry G. Sirounis
b. Substitute Auditors:	Michael A. Kokkinos
	John A. Achilas

of KPMG Certified Auditors A.E.

The Bank's shares are listed in the Athens Stock Exchange since 1925 and are constantly included among the companies with the higher market capitalization. Additionally, the Bank's share is included in a series of international indices, such as MSCI Emerging Markets Index, FTSE All World, Stoxx Europe 600 and FTSE Med 100.

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

As a result of the Bank's share capital increase with cancellation of pre-emption rights which took place in March 2014, the sum of the ordinary, registered shares amounted to 12,769,059,858. On 17 April 2014, Alpha Bank, fully redeemed to the Hellenic Republic the total amount of preference shares of € 940 million, issued to the latter by the Bank.

4,294,971,798 ordinary shares of the Bank are traded in the Athens Exchange while the Hellenic Financial Stability Fund ("HFSF") possesses the remaining 8,474,088,060 ordinary, registered, voting, paperless shares or percentage equal to 66.36% on the total of ordinary shares issued by the Bank. The exercise of the voting rights for the shares of HFSF is subject to restrictions according to the article 7a of Law 3864/2010.

In addition, on the Athens Exchange there are 1,143,803,533 warrants that are traded each one incorporating the right of its holder to purchase 7.408683070 new shares owned by the HFSF.

During the first semester of 2014, the average daily volume per session for shares was € 17,322,806 and for warrants € 5,188,536.

The credit rating of the Bank performed by three international credit rating agencies is as follows:

- Moody's: Caa1
- Fitch Ratings: B-
- Standard & Poor's: CCC+

The financial statements have been approved by the Board of Directors on August 28, 2014.

* *Member of the Audit Committee*

** *Member of the Remuneration Committee*

*** *Member of the Risk Management Committee*

**** *Member of Corporate Governance and Nominations Committee*

ACCOUNTING POLICIES APPLIED

1.1 Basis of Presentation

The Bank has prepared the condensed interim financial statements as at 30.6.2014 in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting, as it has been adopted by the European Union.

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 convertible bond issued by the Bank which is included in "Debt securities in issue and other borrowed funds".

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

The accounting policies applied by the Bank in preparing the condensed interim financial statements are consistent with those stated in the published financial statements for the year ended on 31.12.2013, after taking into account the following amendments to standards as well as Interpretation 21 which were issued by the International Accounting Standards Board (IASB), adopted by the European Union and applied on 1.1.2014:

- **Amendment to International Financial Reporting Standard 10** "Consolidated Financial Statements", to **International Financial Reporting Standard 12** "Disclosure of Interests in Other Entities" and to **International Accounting Standard 27** "Separate Financial Statements": Investment Entities (Regulation 1174/20.11.2013)
- **Amendment to International Accounting Standard 32** "Offsetting Financial Assets and Financial Liabilities" (Regulation 1256/13.12.2012)
- **Amendment to International Accounting Standard 36** "Recoverable amount disclosures for non-financial assets" (Regulation 1374/19.12.2013)
- **Amendment to International Accounting Standard 39** "Novation of derivatives and continuation of hedge accounting" (Regulation 1375/19.12.2013)
- **IFRIC Interpretation 21** "Levies" (Regulation 634/13.6.2014)

The adoption by the Bank of the above amendments as well as of IFRIC 21 had no impact on its financial statements.

The adoption by the European Union, by 31.12.2014, of new standards, interpretations or amendments, which have been issued or may be issued during the year by the International Accounting Standards Board (IASB), and their mandatory or optional adoption for periods beginning on or after 1.1.2014, may affect retrospectively the periods presented in these interim financial statements.

1.2 Estimates, decision making criteria and significant sources of uncertainty

The Bank, in the context of applying accounting policies and preparing financial statements in accordance with the International Financial Reporting Standards, makes estimates and assumptions that affect the amounts that are recognized as income, expenses, assets or liabilities. The use of estimates and assumptions is an integral part of recognizing amounts in the financial statements that mostly relate to the following:

Fair value of assets and liabilities

For assets and liabilities traded in active markets, the determination of their fair value is based on quoted, market prices. In all other cases the determination of fair value is based on valuation techniques that use observable market data to the greatest extent possible. In cases where there are non observable market data, the fair value is determined using data that are based on internal estimates and assumptions e.g. determination of expected cash flows, discount rates, prepayment probabilities or potential counterparty default.

Impairment losses of financial assets

The Bank, when performing impairment tests on loans and advances to customers, makes estimates regarding the amount and timing of future cash flows. Given that these estimates are affected by a number of factors such as the financial position of the borrower, the net realizable value of any collateral or the historical loss ratios per portfolio, actual results may differ from those estimated. Similar estimates are used in the assessment of impairment losses of securities classified as available for sale or held to maturity.

Impairment losses of non – financial assets

The Bank, at each balance sheet date, assesses for impairment property, plant and equipment, investment property, intangible assets, as well as its investments in subsidiaries, associates and joint ventures. Internal estimates are used to a significant degree to determine the recoverable amount of the assets, i.e. the higher between the fair value less costs to sell and the value in use.

Income tax

The Bank recognizes the amounts of current and deferred income tax based on estimates concerning the amount of taxable profits, based on which the amounts of tax expected to be paid or recovered in the current and future periods are determined. Estimates are affected by factors such as the practical implementation of the relevant legislation, the expectations regarding the existence of future taxable profit etc. Future tax audits, changes in tax legislation and the amount of taxable profit actually realized, may result in tax payments other than those recognized in the financial statements of the Bank.

Employee defined benefit obligations

Defined benefit obligations are estimated based on actuarial valuations that incorporate assumptions regarding discount rates, future changes in salaries and pensions, as well as the return on any plan assets. Any change in these assumptions will affect the amount of obligations recognized.

Provisions and contingent liabilities

The Bank recognizes provisions when it estimates that it has a present legal or constructive obligation that can be estimated reliably, and it is almost certain that an outflow of economic benefits will be required to settle the obligation. In contrast, when it is probable that an outflow of resources will be required, or when the amount of liability cannot be measured reliably, the Bank does not recognize a provision but it provides disclosures for contingent liabilities, taking into consideration their materiality. The estimation for the probability of the outflow as well as for the amount of the liability are affected by factors which are not controlled by the Bank, such as court decisions, the practical implementation of the relevant legislation and the probability of default of the counterparty, for those cases which are related to the exposure to off-balance sheet items.

The estimates and judgments applied by the Bank in making decisions and in preparing the financial statements are based on historical information and assumptions which at present are considered appropriate. The estimates and judgments are reviewed on an ongoing basis in order to take into account current conditions, and the effect of any changes is recognized in the period in which the estimates are revised.

1.2.1 Going concern principle

On 28.3.2014 the Bank completed successfully its share capital increase amounting to € 1.2 billion, which, as mentioned in detail in note 17, aimed, inter alia, at covering the capital needs of the Group, as these were determined in March 2014 by the Bank of Greece under a diagnostic study for the capital needs of the banks. In addition, on 9.7.2014 the European Commission approved the Bank's restructuring plan noting that the measures already implemented and those included in the restructuring plan will enable the Bank to return to viability. In addition, it is noted that a comprehensive assessment of the banking system is in progress by the European Central Bank and the responsible national supervisory banking authorities, in the context of the implementation of Council Regulation (EU) No 1024/2013, as is explicitly explained in Note 18.

Considering the above the interim financial statements as of 30.06.2014 have been prepared on the going concern principle.

1.2.2 Estimation of the Bank's exposure to the Hellenic Republic

Regarding the uncertainties about the estimations for the recoverability of the Bank's total exposure to the Hellenic Republic, there have been no significant changes compared to those disclosed in note 1.29.2 of the annual financial statements as at 31.12.2013. In addition, it is noted that, on 21.5.2014, the Greek Government Bond, of a nominal value of €0.9 billion, which is related to the issuance of the preference shares of the Greek State according to Law 3723/2008, was repaid.

1.2.3 Recoverability of deferred tax assets

The Bank recognizes deferred tax assets to the extent that it is probable that it will have sufficient future taxable profit available, against which, deductible temporary differences and tax losses carried forward can be utilized. The main categories of deferred tax assets as well as the methodology applied for the estimation of their recoverability are described in detail in note 1.29.3 of the annual financial statements as at 31.12.2013.

During the current period, Bank has reassessed the recoverability of the deferred tax assets based on the restructuring plan approved by the European Commission, while taking into consideration the effect of factors that may adversely affect the Bank's figures. Additionally, with respect to the temporary differences arising from the impairment of loans, for which there are no restrictions as to their recoverability, Bank has extended the period for assessing the future profitability compared to the restructuring plan, for a limited number of years. Under the new assessment, the total deferred tax assets of the Bank derived both from temporary differences and from tax losses carried forward are recoverable. Therefore, the Bank recognized within the period, an amount of €422 million deferred tax assets, which had not been recognized and is derived from temporary differences arising from the impairment/valuation of loans from the acquisition of former Emporiki Bank.

The main uncertainties concerning the estimations for the recoverability of the deferred tax assets relate to the achievement of the goals set in the Bank's business plan, which is affected by the general macroeconomic environment in Greece and internationally. At each balance sheet date, the Bank reassesses its estimation regarding the recoverability of the deferred tax assets in conjunction with the development of the factors that affect it.

INCOME STATEMENT

2. Impairment losses and provisions to cover credit risk

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Impairment losses on loans and advances to customers (note 5)	572,075	837,715	262,229	402,758
Recoveries	(8,307)	(4,521)	(5,845)	(3,610)
Total	**563,768**	**833,194**	**256,384**	**399,148**

3. Income tax

In accordance with article 82 paragraph 5 of Law 2238/94, for year 2011 and thereafter, the statutory auditors and audit firms conducting statutory audits to a Société Anonyme (AE), are obliged to issue an Annual Tax Certificate on the implementation of tax provisions on tax issues. The above mentioned tax certificate is submitted to the entity under audit within 10 days from the submission of the corporate income tax return, as well as, to the Ministry of Finance, electronically, no later than ten days following the date of the approval of the financial statements from the General Assembly of the Shareholders.

After eighteen months from the issuance of a tax unqualified certificate and on the precondition that no tax offences have been identified by the Ministry of Finance audits, the tax audit of the year is considered finalized.

After the expiry of the deadline set by the circular of the Ministry of Finance (POL 1236/18.10.2013), the tax audit of year 2011 is considered final except in some cases (e.g. receiving or issuing fake tax documents, additional information from other sources e.t.c.) for which the Ministry of Finance can require reexamination.

For the year 2013 the Bank has obtained the relevant tax certificate without any qualifications on the tax issues audited.

Income tax expense is analyzed as follows:

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Deferred tax	(435,543)	(592,972)	(422,371)	(120,207)
Total	**(435,543)**	**(592,972)**	**(422,371)**	**(120,207)**

The Bank on 30.6.2014 has recognized a deferred tax asset of € 422,034 for the impairment/valuation of loans derived from the acquisition of Emporiki Bank that were not recognized on 31.12.2013.

Deferred tax recognized in the income statement is attributable to temporary differences, the effect of which is analyzed as follows:

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Debit difference of Law 4046/2012	19,973	(225,337)	9,987	9,097
Revaluation/impairment of assets		(816)		
Write-offs and depreciation of fixed assets	5,264	7,083	2,738	5,776
Valuation/impairment of loans and other temporary differences	(449,493)	(208,159)	(444,191)	(103,214)
Employee defined benefit obligations	22,279	(13,631)	(194)	(444)
Valuation of derivatives	11,602	(11,884)	(155)	2,889
Effective interest rate	(330)	1,192	(218)	360
Valuation of liabilities to credit institutions and other borrowed funds due to fair value hedge	(3,200)	1,700	(1,532)	267
Valuation of investments in subsidiaries due to hedging	1,510	(1,351)	1,290	(615)
Tax losses carried forward	(56,331)	(113,373)	5,199	(10,593)
Valuation/impairment of bonds and other securities	13,183	(28,396)	4,705	(23,730)
Total	**(435,543)**	**(592,972)**	**(422,371)**	**(120,207)**

The above amounts for 2013 include the effect from the change in the tax rate from 20% to 26%.

A reconciliation between the effective and nominal tax rate is provided below:

	From 1 January to			
	30.6.2014		30.6.2013	
	%		%	
Profit/(loss) before income tax		**(62,652)**		**2,748,727**
Income tax (nominal tax rate)	26	(16,290)	26	714,669
Increase/(decrease) due to:				
Non taxable income	0.69	(431)	(0.01)	(368)
Non deductible expenses	(4.52)	2,829	0.30	8,252
Negative goodwill from the acquisition of Emporiki Bank not subject to tax			(31.17)	(856,887)
Effect of changes in tax rates used for deferred tax			(14.96)	(411,118)
Other temporary differences	(0.61)	383	(1.73)	(47,520)
Total	**21.56**	**(13,509)**	**(21.57)**	**(592,972)**
Deferred tax asset from valuation/impairment of loans of Emporiki Bank that was not recognized in the previous fiscal year		(422,034)		
Income tax (effective tax rate)		**(435,543)**		

	From 1 April to			
	30.6.2014		30.6.2013	
	%		%	
Profit/(loss) before income tax		**(11,670)**		**2,977,932**
Income tax (nominal tax rate)	26	(3,035)	26	774,263
Increase/(decrease) due to:				
Non taxable income	2.88	(336)	(0.01)	(231)
Non deductible expenses	33.21	(3,876)	0.17	4,923
Negative goodwill from the acquisition of Emporiki Bank not subject to tax			(28.77)	(856,887)
Effect of changes in tax rates used for deferred tax				
Other temporary differences	(59.21)	6,910	(1.42)	(42,275)
Total	**2.88**	**(337)**	**(4.03)**	**(120,207)**
Deferred tax asset from valuation/impairment of loans of Emporiki Bank that was not recognized in the previous fiscal year		(422,034)		
Income tax (effective tax rate)		**(422,371)**		

Income tax of comprehensive income recognized directly in Equity

	From 1 January to					
	30.6.2014			30.6.2013		
	Before income tax	Income tax	After income tax	Before income tax	Income tax	After income tax
Amounts that may be reclassified in the Income Statement						
Change in available for sale securities' reserve	203,166	(52,823)	150,343	94,845	(24,463)	70,382
Change in cash flow hedge reserve	(99,560)	25,886	(73,674)	97,480	(25,345)	72,135
Tax rate adjustments (Law 4110/2013)					15,230	15,230
Amounts that will not be reclassified in the Income Statement						
Tax rate adjustments (Law 4110/2013)					1,901	1,901
Total	**103,606**	**(26,937)**	**76,669**	**192,325**	**(32,677)**	**159,648**

	From 1 April to					
	30.6.2014			30.6.2013		
	Before income tax	Income tax	After income tax	Before income tax	Income tax	After income tax
Amounts that may be reclassified in the Income Statement						
Change in available for sale securities' reserve	32,325	(8,404)	23,921	117,096	(30,295)	86,801
Change in cash flow hedge reserve	(43,542)	11,321	(32,221)	65,882	(17,130)	48,752
Tax rate adjustments (Law 4110/2013)						
Amounts that will not be reclassified in the Income Statement						
Tax rate adjustments (Law 4110/2013)						
Total	**(11,217)**	**2,917**	**(8,300)**	**182,978**	**(47,425)**	**135,553**

The first semester of 2014, "Retained Earnings" includes a deferred tax credit amounting to € 12,564, arising from the share capital increase issue expenses which were recorded in the same account and relate to the share capital increase which was completed during the reporting period (note 13).

The respective amount for the first semester of 2013 was € 52,808.

4. Earnings/(losses) per share

a. Basic

Basic earnings/(losses) per share are calculated by dividing the profit/(losses) after income tax attributable to ordinary equity shareholders of the Bank, with the weighted average number of ordinary shares outstanding, after deducting the weighted average number of treasury shares held by the Bank during the period.

For the calculation of basic earnings/(losses) per share, profit or loss for the period is adjusted by deducting of the after-tax amount of dividends for preference shares that have been classified of equity. The after-tax amount of preference dividends that is deducted is:

i. The after-tax amount of any preference dividends on non-cumulative preference shares declared in respect of the period and

ii. The after-tax amount of preference dividends for cumulative preference shares required for the period, irrespective of whether dividends have been declared or not.

The Bank has issued non-cumulative preference shares, according to Law 3723/2008, which were repaid on 17.4.2014.

b. Diluted

Diluted earnings/(losses) per share are calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The Bank does not have dilutive potential ordinary shares and additionally, based on the issuance terms of the preference shares possessed up to 17.4.2014 and the convertible bond loan with Credit Agricole S.A., basic and dilutive earnings/(losses) per share should not differ.

	From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Profit/(loss) attributable to the ordinary equity owners of the Bank	372,891	3,341,699	410,701	3,098,139
Weighted average number of outstanding ordinary shares	11,891,881,788	2,285,951,249	12,769,059,858	3,591,741,288
Basic and diluted earnings/(loss) per share (in €)	0.03	1.46	0.03	0.86

The weighted average number of common shares, on 30.6.2014, is calculated based on the days during which the ordinary shares are in issue compared to the total number of days of the reporting period, taking into account the new total number of common shares resulting from the share capital increase of the Bank on 28.3.2014 (note 13).

ASSETS

5. Loans and advances to customers

	30.6.2014	31.12.2013
Individuals:		
Mortgages		
- Non-Securitized	16,913,227	16,680,013
- Securitized		99,096
Consumer:		
- Non-Securitized	3,233,029	3,147,784
- Securitized	1,271,175	1,319,169
Credit cards:		
- Non-Securitized	335,146	464,973
- Securitized	591,405	471,800
Other	9,465	13,765
Total	**22,353,447**	**22,196,600**
Companies:		
Corporate loans		
- Non-Securitized	25,160,483	25,705,409
- Securitized	1,471,446	1,480,643
Other receivables	267,278	413,204
	49,252,654	**49,795,856**
Less:		
Allowance for impairment losses [1]	(6,344,558)	(5,559,391)
Total	**42,908,096**	**44,236,465**

The Bank has proceeded in securitizing consumer and corporate loans and credit cards through special purpose entities controlled by the Bank.

The amount of € 99,096 as of 31.12.2013 refers to securitized mortgage loans of Emporiki Bank. The transaction was recalled on 24.2.2014 after the exercise of the respective option of the Bank.

Based on the contractual terms and structure of the above transactions (e.g. allowance of guarantees or/and credit enhancement or due to the Bank owing the bonds issued by the special purpose entities), the Bank has retained in all cases the risks and rewards deriving from the securitized portfolios.

The Bank has proceeded with the direct issuance of covered bonds, secured by mortgage loans. As of 30.6.2014, the balance of the covered bonds amounts to € 3.7 billion and the value of mortgage loans provided as coverage for the above mentioned bonds amounts to € 4.5 billion.

[1] *In addition to the allowance for impairment losses and advances to customers, a provision of € 193,343 (31.12.2013: € 193,343) has been recorded to cover credit risk relating to off-balance sheet items. The total provision recorded to cover credit risk amounts to € 6,537,901 (31.12.2013: € 5,752,734).*

Allowance for impairment losses

Balance 1.1.2013	**3,607,221**
Changes for the period 1.1 - 30.6.2013	
Impairment losses for the period (note 2)	837,715
Change in present value of the allowance account	151,694
Foreign exchange differences	(519)
Loans written-off during the period	(28,084)
Balance 30.6.2013	**4,568,027**
Changes for the period 1.7 - 31.12.2013	
Impairment losses for the period	650,961
Change in present value of the allowance account	183,327
Foreign exchange differences	2,611
Other adjustments for credit risk	174,416
Loans written-off during the period	(19,951)
Balance 31.12.2013	**5,559,391**
Changes for the period 1.1 - 30.6.2014	
Impairment losses for the period (note 2)	572,075
Change in present value of the allowance account	221,338
Foreign exchange differences	386
Loans written-off during the period	(8,632)
Balance 30.6.2014	**6,344,558**

6. Investment and held for trading securities

i. Held for trading securities

Securities held for trading amounted to € 7.8 million as at 30.6.2014 (31.12.2013: € 7 million) of which Greek Government Bonds € 7.8 million (31.12.2013: € 6.5 million).

ii. Investment securities

a. Available for sale

The available for sale portfolio amounts to € 4.2 billion as at 30.6.2014 (31.12.2013: € 4.4 billion). This amount includes securities issued by the Greek State that amount to € 2.9 billion as at 30.6.2014 (31.12.2013: € 3.3 billion) of which € 1.7 billion (31.12.2013: € 2.5 billion) relate to treasury bills.

b. Held to maturity

The held to maturity portfolio amounts to € 104.5 million as at 30.6.2014 (31.12.2013: € 1 billion). The Greek Government bond of € 0.9 billion that was transferred to the Bank's ownership for the issuance of the preference shares of the Greek State according to Law 3723/2008, matured on 21.5.2014.

c. Loans and receivables

Loans and receivables include bonds issued by the European Financial Stability Facility (E.F.S.F.) of a nominal value of € 3,960,544 received by the Bank as a result of the share capital increase which was completed on 6.6.2013 and of nominal value of € 284,628 which were transferred to the Bank from the Hellenic Financial Stability Fund for the undertaking of customer deposits from the former Cooperative Banks of Western Macedonia, Evia and Dodecanese in December 2013. The total carrying amount of these bonds as at 30.6.2014 amounted to € 4.3 billion (31.12.2013: € 4.3 billion).

d. Exposure to the peripheral eurozone countries debt

The Bank holds at available for sale portfolio a bond of Cyprus Popular Bank (senior term) with a book value of € 1.6 million (31.12.2013: € 1.6 million) after impairment of € 31.8 million recognized in 2013 Income Statement. As at 30.6.2014 the Bank had no exposure to bonds issued by Italy, Spain, Portugal and Ireland.

7. Investment property

	Land-Buildings
Balance 1.1.2013	
Cost	41,076
Accumulated depreciation and impairment losses	(9,393)
1.1.2013 - 30.6.2013	
Net book value 1.1.2013	31,683
Depreciation charge for the period	(178)
Net book value 30.6.2013	**31,505**
Balance 30.6.2013	
Cost	41,076
Accumulated depreciation and impairment losses	(9,571)
1.7.2013 - 31.12.2013	
Net book value 1.7.2013	31,505
Additions	411
Impairments	(3,526)
Depreciation charge for the period	(185)
Net book value 31.12.2013	**28,205**
Balance 31.12.2013	
Cost	41,487
Accumulated depreciation and impairment losses	(13,282)
1.1.2014 - 30.6.2014	
Net book value 1.1.2014	28,205
Depreciation charge for the period	(177)
Net book value 30.6.2014	**28,028**
Balance 30.6.2014	
Cost	41,487
Accumulated depreciation and impairment losses	(13,459)

8. Property, plant and equipment

	Land and Buildings	Leased Equipment	Equipment	Total
Balance 1.1.2013				
Cost	812,090	39	360,448	1,172,577
Accumulated depreciation and impairment losses	(260,014)	(6)	(315,563)	(575,583)
1.1.2013 - 30.6.2013				
Net book value 1.1.2013	552,076	33	44,885	596,994
Additions	2,663		6,223	8,886
Disposals/write-offs	(250)		(64)	(314)
Reclassification	(34)			(34)
Additions from the acquisition of Emporiki Bank	188,675		16,534	205,209
Depreciation charge for the period	(7,770)	(2)	(5,817)	(13,589)
Net book value 30.6.2013	**735,360**	**31**	**61,761**	**797,152**
Balance 30.6.2013				
Cost	1,048,821	39	489,365	1,538,225
Accumulated depreciation and impairment losses	(313,461)	(8)	(427,604)	(741,073)
1.7.2013 - 31.12.2013				
Net book value 1.7.2013	735,360	31	61,761	797,152
Additions	8,431	745	2,893	12,069
Impairments	(15,922)			(15,922)
Disposals/write-offs	(13,008)		(299)	(13,307)
Reclassification	(5,845)			(5,845)
Reclassification from «Equipment» to «Land and buildings»	52		(18)	34
Additions from the acquisition of Emporiki Bank				-
Depreciation charge for the period	(12,286)	(28)	(7,568)	(19,882)
Net book value 31.12.2013	**696,782**	**748**	**56,769**	**754,299**
Balance 31.12.2013				
Cost	986,066	784	378,803	1,365,653
Accumulated depreciation and impairment losses	(289,284)	(36)	(322,034)	(611,354)
1.1.2014-30.6.2014				
Net book value 1.1.2014	696,782	748	56,769	754,299
Additions	5,635		5,080	10,715
Disposals/write-offs	(2,463)		(193)	(2,656)
Depreciation charge for the period	(10,472)	(54)	(6,984)	(17,510)
Net book value 30.6.2014	**689,482**	**694**	**54,672**	**744,848**
Balance 30.6.2014				
Cost	984,019	784	380,615	1,365,418
Accumulated depreciation and impairment losses	(294,537)	(90)	(325,943)	(620,570)

9. Goodwill and other intangible assets

	Software	Banking rights	Other	Total
Balance 1.1.2013				
Cost	291,987	1,785	69	293,841
Accumulated amortization and impairment losses	(198,577)	(1,785)	(50)	(200,412)
1.1.2013 - 30.6.2013				
Net book value 1.1.2013	93,410		19	93,429
Additions	21,910			21,910
Additions from the acquisition of Emporiki Bank	23,388		46,100	69,488
Amortization charge for the period	(4,209)		(5)	(4,214)
Net book value 30.6.2013	**134,499**	**-**	**46,114**	**180,613**
Balance 30.6.2013				
Cost	428,403	1,785	46,169	476,357
Accumulated amortization and impairment losses	(293,904)	(1,785)	(55)	(295,744)
1.7.2013 - 31.12.2013				
Net book value 1.7.2013	134,499		46,114	180,613
Additions	18,620			18,620
Additions from the acquisition of Cooperative Banks			9,094	9,094
Disposals/write-offs	(1,951)			(1,951)
Amortization charge for the period	(6,462)		(3,847)	(10,309)
Net book value 31.12.2013	**144,706**	**-**	**51,361**	**196,067**
Balance 31.12.2013				
Cost	352,865	1,785	55,263	409,913
Accumulated amortization and impairment losses	(208,159)	(1,785)	(3,902)	(213,846)
1.1.2014 - 30.6.2014				
Net book value 1.1.2014	144,706		51,361	196,067
Additions	11,499			11,499
Amortization charge for the period	(6,583)		(6,121)	(12,704)
Net book value 30.6.2014	**149,622**	**-**	**45,240**	**194,862**
Balance 30.6.2014				
Cost	364,364	1,785	55,263	421,412
Accumulated amortization and impairment losses	(214,742)	(1,785)	(10,023)	(226,550)

LIABILITIES

10. Due to banks

	30.6.2014	31.12.2013
Deposits:		
- Current accounts	79,757	60,894
- Term deposits:		
Central Banks	13,218,586	17,177,209
Other credit institutions	1,100,365	834,858
Cash collateral for derivative margin accounts	66,775	27,628
Sale of repurchase agreements (Repos)	1,863,050	857,589
Borrowing funds	392,014	397,151
Total	**16,720,547**	**19,355,329**

11. Debt securities in issue and other borrowed funds

i. Issues guaranteed by the Greek State (Law 3723/2008)

Under the programme for the enhancement of the Greek economy's liquidity, according to Law 3723/2008, the Bank proceeded in issuing the following senior debt securities:

- Nominal value of € 950 million., issued on 17.2.2014, maturing on 17.3.2015 with a floating interest rate of three month Euribor plus a spread of 12%.
- Nominal value of € 2.6 billion, issued on 15.5.2014, maturing on 15.8.2014 with a floating interest rate of three month Euribor plus a spread of 12%.
- Nominal value of € 2,3 billion, issued on 16.6.2014, maturing on 16.9.2014 with a floating interest rate of three month Euribor plus a spread of 12%.

The total balance of senior debt securities guaranteed by the Greek State as at 30.6.2014 amounts to € 9.4 billion.

These securities are not presented in the "Debt securities in issue and other borrowed funds", as they are held by the Bank.

ii. Covered bonds [1]

Covered bonds issued by the Bank as at 30.6.2014 amount to € 3.7 billion.

Covered bonds are not included in caption "Debt securities in issue and other borrowed funds" as the corresponding securities are held by the Bank.

iii. Short term securities

Balance 1.1.2014	**37,521**
Changes for the period 1.1 - 30.6.2014	
New issues	67,265
Maturities/Redemptions	(74,379)
Accrued interest	440
Foreign exchange differences	363
Balance 30.6.2014	**31,210**

The amount of "new issues" includes the following issues:

- nominal value of USD 45 million maturing on 11.6.2014
- nominal value of USD 5 million maturing on 14.4.2014
- nominal value of USD 38 million maturing on 10.9.2014
- nominal value of USD 5 million maturing on 10.7.2014

[1] *Financial disclosures regarding covered bond issues, as determined by the 2620/28.08.2009 directive of Bank of Greece are published at the Bank's website.*

iv. Senior debt securities

Balance 1.1.2014	**1,067,285**
Changes for the period 1.1 - 30.6.2014	
New issues	496,750
Maturities/Redemptions	(103,546)
Fair value change	2,257
Accrued interest	4,933
Foreign exchange differences	95
Balance 30.6.2014	**1,467,774**

The amount of new issues consists of the issue of a € 500 million nominal value, starting on 17.6.2014 with a fixed annual interest rate of 3.375% and maturing on 17.6.2017.

v. Securitization of mortgage loans

Balance 1.1.2014	**26,917**
Maturities/Redemptions	(27,383)
Accrued interest	466
Balance 30.6.2014	**-**

These obligations occurred after the acquisition of Emporiki Bank and refer to the special purpose entity Lithos Mortgage Financing Plc. The transaction was recalled on 24.2.2014 after the exercise of the respective option of the Bank.

Additional liabilities arising from the securitisation of consumer loans, corporate loans and credit cards are not included in "Debt securities in issue and other borrowed funds" since these securities issued by special purpose entities amounting to a nominal value of € 3.7 billion were held by the Bank.

vi. Subordinated debt

Balance 1.1.2014	**88,625**
Changes for the period 1.1 - 30.6.2014	
Accrued interest	9
Balance 30.6.2014	**88,634**

vii. Hybrid securities

Balance 1.1.2014	**35,497**
Changes for the period 1.1 - 30.6.2014	
Maturities/Redemptions	(3,700)
Accrued interest	(10)
Balance 30.6.2014	**31,787**

On 21.5.2014 an amount of EUR 3.7 million of nominal value from the CMS Hybrid Security (ISIN:DE000A0DX3M2) without interest step up clause has been cancelled.

During 2013 no dividends were distributed to hybrid security holders due to the non existence of distributable funds for the Bank up to the end of 2012. Since the requirement for non existence of distributable funds for 2013 is fulfilled, on 17.1.2014 the non payment of dividend for the CMS hybrid security (ISIN: DE000A0DX3M2) which does not have an interest step up clause was announced for 18.2.2014.

viii. Convertible bond loan

Balance 1.1.2014/30.6.2014	**39,600**

Total of debt securities in issue and other borrowed funds, not held by the Bank, as at 30.6.2014	**1,659,005**

12. Provisions

Balance 1.1.2013	**30,173**
Changes for the period 1.1 - 30.6.2013	
Reversal of other provisions	(336)
Other provisions	52
Other provisions used during the period	(758)
Provisions to cover credit risk relating to off-balance sheet items from the acquisition of Emporiki Group	37,423
Other provisions from the acquisition of Emporiki Group	194,982
Balance 30.6.2013	**261,536**
Changes for the period 1.7 - 31.12.2013	
Reversal of other provisions	(52)
Write-offs	(1,478)
Other provisions	222
Other provisions used during the period	(2,259)
Provisions to cover credit risk relating to off-balance sheet items	145,249
Reclassification to "Other assets"	(136,273)
Reclassification to "Loans and advances to customers"	(8,000)
Balance 31.12.2013	**258,945**
Changes for the period 1.1 - 30.6.2014	
Other provisions	76
Other provisions used during the period	(914)
Reclassification to «Other liabilities»	(9,807)
Balance 30.6.2014	**248,300**

The amount of other provisions charged to profit and loss account is included in the account "Other expenses" of the income statement.

On 30.6.2014 the balance of provisions to cover credit risk relating to off-balance sheet items amounts to € 193.3 million and other provisions to € 55 million out of which € 29.1 million concerns legal cases.

EQUITY

13. Share capital, Share premium and Retained earnings

a. Share capital

The Bank's share capital as at 30.6.2014 is analysed as follows:

	Opening balance of shares as at 1.1.2014	Changes for the period from 1.1. to 30.6.2014 (units)			Balance of shares as at 30.6.2014	Paid-in capital as at 30.6.2014
		Share capital increase	Warrants exercise	Redemption of preference shares		
a. Ordinary shares						
Number of ordinary shares	1,997,638,231		451,179,721		2,448,817,952	734,645
Number of ordinary shares owned by the Hellenic Financial Stability Fund	8,925,267,781		(451,179,721)		8,474,088,060	2,542,227
Share capital increase		1,846,153,846			1,846,153,846	553,846
Balance 30.6.2014	**10,922,906,012**	**1,846,153,846**			**12,769,059,858**	**3,830,718**
b. Preference shares						
Number of preference shares	200,000,000			(200,000,000)	-	-
Total	**11,122,906,012**	**1,846,153,846**		**(200,000,000)**	**12,769,059,858**	**3,830,718**

On 28.3.2014 the share capital increase of the Bank was completed through payment in cash, cancelation of pre-emption rights of existing ordinary and preference shares and distribution of all new shares through a private placement to qualified investors, as specified in article 2 paragraph 1 of Law 3401/2005. An amount of € 1.2 billion was raised through the increase while the share capital increased by € 553.8 million. A total amount of 1,846,153,846 new ordinary non-paper shares with voting right were registered and issued of par value € 0.30 and a offer price of € 0.65 each.

The share capital increase intended, among other things, to create the conditions for satisfaction of the terms of Law 3723/2008 for the repayment of preference shares issued by the Bank and owned by the Hellenic Republic and its replacement with high quality capital.

On 17.4.2014, the Bank fully redeemed to the Hellenic Republic the total amount of preference shares of Euro 940 million, issued to the latter by the Bank.

On 16.6.2014, in the process of warrants' exercise on the shares issued by the Bank and owned by the Hellenic Financial Stability Fund, 60,899,318 warrants corresponding to 451,179,721 common shares of the Bank were exercised resulting in increased shares in circulation.

Thus, on 30.6.2014 the Bank's share capital amounts to € 3,830,718, divided to 12,769,059,858 shares, out of which:

a) 4,294,971,798 ordinary, registered, voting, non-paper shares of nominal value of € 0.30 each

b) 8,474,088,060 ordinary, registered, voting, pursuant to restrictions of the article 7a of Law 3864/2010, non paper shares owned by the Hellenic Financial Stability Fund of nominal value of € 0.30 each.

b. Share premium

On 28.3.2014 after the share capital increase and the issuance of 1,846,153,846 new shares with a nominal value of € 0.30 and an offer price of € 0.65, the total difference of € 646.2 million between the nominal value and the shares' offer price increased the caption "Share Premium".

c. Retained earnings

a) Due to the fact that no distributable profits existed for the Bank as at 31.12.2013 and, therefore the article 44a of Codified Law 2190/1920 applies, the Ordinary General Meeting of the Shareholders as of 27.6.2014 decided:

- the non payment to the Greek State of the respective return for 2013 on its preference shares under article 1 paragraph 3 of Law 3723/2008 and
- the non-distribution of dividends to ordinary shareholders of the Bank for 2013.

b) The caption "Retained Earnings" as of 30.6.2014 includes expenses concerning the share capital increase, which are referred to note 13a, amounting to € 35.8 million net of tax.

ADDITIONAL INFORMATION

14. 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. According to the estimations of the legal department, the ultimate settlement of these matters is not expected to have a material effect on the financial position or operations of the Bank.

The Bank on 30.6.2014 has recorded a provision for pending legal cases amounting to € 29.1 million which is included in the caption "Provisions" in the Balance Sheet.

b. Tax issues

Alpha Bank has been audited by the tax authorities for the years up to and including 2009. The year 2011 is considered final while it has obtained a tax certificate with no qualifications for 2012 and 2013. Former Emporiki Bank has been audited by the tax authorities for the years up to and including 2008. The year 2011 is considered final while it has obtained a tax certificate with no qualifications for 2012.

The Bank's branches in London and Bulgaria have been audited by the tax authorities for the years 2011 and 2007 respectively. Emporiki Bank's branch in Cyprus has not been audited by the tax authorities since the commencement of its operations in 2011.

Additional taxes and penalties may be imposed for the unaudited years due to the fact that some expenses may not be recognized as deductible by the tax authorities.

c. Operating leases

The Bank as lessee

The Bank has various obligations with respect to leases of buildings which are used as branches or for administrative purposes.

The duration of the lease agreements is initially for twelve years with a renewal or extension option according to the lease agreements. The policy of the Bank is to renew these contracts.

The minimum future lease payments are:

	30.6.2014	31.12.2013
Less than one year	35,089	37,630
Between one and five years	99,900	110,500
More than five years	100,497	125,967
Total	**235,486**	**274,097**

The total lease expenses for the first semester of 2014 relating to rental of buildings amounted to € 17,961 (first semester of 2013: € 12,479) and are included in "General administrative expenses".

The Bank as a lessor

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

The minimum future lease fees are:

	30.6.2014	31.12.2013
Less than one year	3,003	2,548
Between one and five years	7,105	4,640
More than five years	7,748	2,571
Total	**17,856**	**9,759**

The lease revenues for first semester of 2014 amounted to € 1,576 (first semester of 2013: € 972) are included in "Other income".

d. Off balance sheet liabilities

The Bank pursuant to its normal operations, is bound by contractual commitments, that in the future may result to changes in its asset structure. These commitments are monitored in off balance sheet accounts and relate to letters of credit, letters of guarantee, undrawn credit facilities and credit limits, as well as guarantees provided for bonds issued by subsidiaries and other guarantees to subsidiaries.

In addition, contingent liabilities for the Bank arise from undrawn loan commitments and credit limits that may not be fulfilled immediately or may be partly fulfilled as long as the agreed upon requirements are fulfilled by counterparties.

The outstanding balances are as follows:

	30.6.2014	31.12.2013
Letters of credit	54,985	42,029
Letters of guarantee and other guarantees	5,871,918	6,200,228
Guarantees relating to bonds issued by subsidiaries of the Bank	2,021,106	1,635,190

Letters of credit are used to facilitate trading activities and relate to the financing of contractual agreements for the transfer of goods locally or abroad, by undertaking the direct payment on behalf of the third party bound by the agreement on behalf of the Bank's client. Letters of credit, as well as letters of guarantee, are commitments under specific terms and are issued by the Bank for the purpose of ensuring that its clients will fulfill the terms of their contractual obligations.

The liability from limits that can not be recalled (committed) in case where counterparties fail to meet their contractual obligations as at 30.6.2014 amounts to € 121.7 million (31.12.2013: € 279.2 million) and are included in the calculation of risk weighted assets.

e) Assets pledged

Assets pledged, amounting to € 18.5 billion as at 30.6.2014 include:

- Deposits pledged amounting to € 0.2 billion concerning guarantees granted and provided for on behalf of the Greek State.
- Deposits pledged to credit institutions amounting to € 1.2 billion which have been provided as guarantee for derivative transactions.
- Loans and advances to customers amounting to € 7.1 billion out of which:
  - i. an amount of € 5 billion has been pledged as collateral to Central Banks for liquidity purposes.
  - ii. an amount of € 2.1 billion has been granted as collateral to the Greek State in order for the Bank to receive securities issued by the Greek State amounting to € 1.6 billion in accordance with Law 3723/2008.
- Securities held for trading and investment securities portfolio amounting to € 10 billion out of which:
  - i. an amount of € 2.2 billion relates to the issuance of covered bonds secured by mortgage loans of € 3.7 billion of which an amount of € 4.5 billion are pledged as collateral to Central Banks for repo transactions.
  - ii. an amount of € 3.6 billion that relates to securities issued with the guarantee of the Greek State and other bonds of which an amount of € 3.2 billion is pledged as collateral to Central Banks for participation in main refinancing operations, to the Bank of Greece for participation in the TARGET system (Intra-Europe clearing of payments system on ongoing time), to the Athens Derivatives Exchange Clearing House and to the European Investment Bank, while an amount of € 0.4 billion has been given as collateral for the repurchase agreements (repo).
  - iii. an amount of € 4.2 billion relates to securities issued by the European Financial Stability Facility (EFSF), that the Bank received by the HFSF in the context of a) its participation to the Bank's share capital increase that was completed on 6.6.2013 and b) due to the coverage of the difference between the values of assets and liabilities transferred from Cooperative Banks, of which an amount of € 3.8 billion is pledged as collateral to Central Banks for participation in main refinancing operations and an amount of € 0.4 billion has been given as collateral for the repurchase agreements (repo).

These securities, and an additional amount of € 9.4 billion that relate to securities issued with the guarantee of the Greek State in accordance with Law 3723/2008 and are held by the Bank, are pledged as collateral to Central Banks for participation in main refinancing operations.

15. Operating segments

(Amounts in million of Euro)

	1.1 - 30.6.2014						
	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South Eastern Europe	Other	Total
Net interest income	393.6	335.8	1.3	14.8	15.4		760.9
Net fee and commission income	76.0	72.5	11.9	0.5	2.6		163.5
Other income	2.8	3.6	0.4	51.7	3.4	42.7	104.6
Total income	**472.4**	**411.9**	**13.6**	**67.0**	**21.4**	**42.7**	**1.029.0**
Total expenses	**(396.9)**	**(72.1)**	**(9.4)**	**(9.7)**	**(16.2)**	**(23.6)**	**(527.9)**
Impairment losses	(233.6)	(327.3)			(2.9)		(563.8)
Profit/(loss) before income tax	**(158.1)**	**12.5**	**4.2**	**57.3**	**2.3**	**19.1**	**(62.7)**
Income tax							435.6
Profit/(loss) after income tax							**372.9**
Assets	29,060.2	15,913.9	106.1	14,701.6	754.9	5,532.5	66,069.2
Liabilities	29,445.9	7,142.2	1,507.3	19,491.0	561.7	100.0	58,248.1

Total expenses include expenses relating to the merger of Emporiki Bank amounting to € 7.4 million.

In addition in the context of operating integration the Bank made capital expenditure of € 5.5 million.

(Amounts in million of Euro)

	1.1 - 30.6.2013						
	Retail	Corporate Banking	Asset Management/ Insurance	Investment Banking/ Treasury	South Eastern Europe	Other	Total
Net interest income	329.6	213.8	(0.6)	(105.4)	17.9		455.3
Net fee and commission income	52.2	47.6	9.5	(7.3)	2.0		104.0
Other income	2.3	4.4	0.7	49.6	0.2	27.3	84.5
Total income	**384.1**	**265.8**	**9.6**	**(63.1)**	**20.1**	**27.3**	**643.8**
Total expenses	**(255.4)**	**(55.0)**	**(7.1)**	**(6.8)**	**(17.1)**	**(16.2)**	**(357.6)**
Impairment losses	(512.9)	(244.1)			(11.1)	(65.1)	(833.2)
Negative goodwill from acquisition of Emporiki Bank						3,295.7	3,295.7
Profit/(loss) before income tax	**(384.2)**	**(33.3)**	**2.5**	**(69.9)**	**(8.1)**	**3,241.7**	**2,748.7**
Income tax							593.0
Profit/(loss) after income tax							**3.341,7**
Assets 31.12.2013	29,499.1	16,800.2	147.7	15,660.1	758.0	5,237.9	68,103.0
Liabilities 31.12.2013	30,357.7	6,687.1	1,468.9	21,715.7	541.2	185.1	60,955.7

i. Retail

Includes all individuals (retail banking customers), free-lancers, small and very small companies operating in Greece and abroad, except from South-Eastern Europe countries.

The Bank, through its extended 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, letters of guarantee) and debit and credit cards of the above customers.

ii. Corporate Banking

Includes all Medium-sized and Large companies, corporations with international activities, corporations managed by the Corporate Banking Division and shipping corporations. The

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

iii. Asset Management/Insurance

Consists of a wide range of asset management services offered through the Bank's private banking units and Alpha Asset Management A.E.D.A.K. In addition, it includes commissions received from the sale of a wide range of insurance products to individuals and companies.

iv. Investment Banking/Treasury

Includes stock exchange, advisory and brokerage services relating to capital markets, and also investment banking facilities, offered by the Bank. It also includes the activities of the Dealing Room in the interbank market (FX Swaps, Bonds, Futures, IRS, Interbank placements – Loans etc.).

v. South Eastern Europe

Consists of the Bank's branches and the Group's subsidiaries operating in South Eastern Europe.

vi. Other

This segment consists of the Bank's administration section and the Bank's income and expenses that are not related to its operating activities or that are not repetitive and are due to external factors.

16. Disclosures relevant to the fair value of financial instruments

Fair value of financial instruments measured at amortized cost

	30.6.2014		31.12.2013	
	Fair value	Carrying amount	Fair value	Carrying amount
Assets				
Loans and advances to customers	42,417,334	42,908,096	43,954,363	44,236,465
Investment securities				
- Held to maturity (1)	101,411	104,534	985,062	1,017,694
- Loans and receivables	4,372,888	4,304,350	4,333,574	4,308,556
Liabilities				
Due to customers	36,593,487	36,917,875	37,414,504	37,504,689
Debt securities in issue (2)	1,721,352	1,619,405	1,132,806	1,255,845

The table above presents the carrying amounts and fair values of financial assets and liabilities which are carried at amortized cost.

The fair value of loans is estimated based on the interbank market yield curves by adding a liquidity premium and spread per loan category and business unit for the expected loss. The fair value of deposits is estimated based on the interbank market yield curves by deducting customer's spread depending on the type of deposit. In both of these cases, the future cash flows (floating rate) are calculated based on the implied forward rates until their maturity.

The fair value of held to maturity securities and of debt securities in issue is calculated using market prices, as long as the market is active. In all other cases as well as for the debt securities classified in Loans and receivables, the discounted cash flows method is used and all significant variables are based either on observable market data or on a combination of observable and non observable data.

The fair value of other financial assets and liabilities which are valued at amortized cost does not differ materially from the respective carrying amount.

(1) *On 31.12.2013 investment securities portfolio includes an amount of €891.6 million which relates to the security transferred to the Bank's ownership for the issuance of preference shares of the Greek State in the context of Law 3723/2008, which matured on 21.5.2014.*

(2) *Debt securities in issue do not include the convertible bond loan issued by the Bank in the context of the agreement with Credit Agricole S.A. regarding the acquisition of Emporiki Bank since this security is carried at fair value.*

Hierarchy of financial instruments measured at fair value

	30.6.2014			
	Level 1	Level 2	Level 3	Total fair value
Derivatives financial assets	29,899	834,362		864,261
Securities held for trading				
- Bonds and treasury bills	7,837			7,837
Available for sale securities				
- Bonds	3,327,083	753,690	15,102	4,095,875
- Shares	19,800		16,643	36,443
- Other variable yield securities	38,583			38,583
Derivative financial liabilities	424	1,495,197	2,169	1,497,790
Convertible bond		39,600		39,600

	31.12.2013			
	Level 1	Level 2	Level 3	Total fair value
Derivatives financial assets	23,751	784,096	64	807,911
Securities held for trading				
- Bonds and treasury bills	7,001			7,001
Available for sale securities				
- Bonds	3,596,047	779,736	12,942	4,388,725
- Shares	19,810		17,912	37,722
- Other variable yield securities	23,129			23,129
Derivative financial liabilities	178	1,373,437	646	1,374,261
Convertible bond		39,600		39,600

The tables above present the fair value hierarchy of financial instruments which are measured at fair value based on the inputs used for the fair value measurement.

Securities which are traded in an active market and exchange-traded derivatives are classified into Level 1.

The available for sale securities whose fair value is calculated based on non-binding market prices provided by dealers-brokers or on the application of income approach methodology using interest rates and credit spreads which are observable in the market, are classified into Level 2. Level 3 classification includes securities with complex cash flows whose fair value is estimated using significant unobservable inputs, for which external market makers do not provide indicative prices in the market as well as securities traded in a market which is considered inactive due to lack of liquidity. The fair value of non listed shares, as well as of shares not traded in an active market is determined based on the estimations made by the Bank which relate to the future profitability of the issuer after taking into account the expected growth rate of its operations, as well as the weighted average rate of capital return which is used as a discount rate. Given that the above parameters are mainly non observable, these shares are classified in Level 3.

For the valuation of over the counter derivatives income approach methodologies are used: discounted cash flow models, option-pricing models or other widely accepted valuation models. Valuations are checked on a daily basis with the respective prices of the counterparty banks in the context of the daily process of provision of collaterals and settlement of derivatives. If the non observable inputs are significant, the above financial instruments are classified into Level 3 otherwise in Level 2.

The Bank recognizes the transfer between fair value hierarchy Levels at the end of the reporting period.

During the period, non material transfers were made in available for sale portfolio, between Levels 1 and 2 due to the change of the conditions that determined the market as active or not.

The table below presents the valuation methods used for the measurement of Level 3 fair value:

	30.6.2014			
	Total fair value	Fair value	Valuation method	Significant non-observable inputs
Available for sale bonds	15,102	15,102	Based on issuer price	Price
Available for sale shares	16,643	16,643	Discounted cash flows – Multiples valuation method – Cost of acquisition	Future profitability of the issuer
Derivative Financial Liabilities	2,169	19	Discounted cash flows - Black Scholes valuation model with shares basket being the underlying instrument	Coefficient of variation and correlation coefficient between shares
		2,150	Discounted cash flows with interest rates being the underlying instrument	Valuation of reserve adequacy for payment of hybrid secutities' dividends

For all financial instruments measured at fair value classified in Level 3 due to the limited exposure of the Bank on the specific financial instruments, a reasonable variation in non-observable inputs would not affect significantly the results of the Bank.

A reconciliation of the movement of financial instruments measured at fair value in Level 3 is depicted below.

	30.6.2014		
	Assets		Liabilities
	Available for sale securities	Derivative Financial Assets	Derivative Financial Liabilities
Opening balance 1.1.2014	**30,854**	**64**	**(646)**
Total gain or loss recognized in the income statement	688	(64)	(1,540)
Total gain or loss recognized directly in equity	2,717		
Purchases/ Issues	206		
Sales/Repayments/Settlements	(3,434)		17
Reclassification to Level 3 from Level 2	714		
Balance 30.06.2014	**31,745**		**(2,169)**
Amounts included in the income statement and relate to financial instruments included in the balance sheet at the end of the reporting period	710		(1,540)

During the period, the transfer to Level 3 from Level 2 of available for sale securities refers to an asset backed security for which non observable inputs are used for valuation purposes.

	31.12.2013		
	Assets		Liabilities
	Available for sale securities	Derivative Financial Assets	Derivative Financial Liabilities
Opening balance 1.1.2013	**12,357**	**1,880**	**(4,022)**
Changes for the period 1.1 - 30.6.2013			
Total gain or loss recognized in the income statement	(6,281)	119	719
Total gain or loss recognized directly in equity	(37)		
Purchases/Issues	9,709		
Sales/Repayments/Settlements	(2,249)	(119)	164
Transfers to Level 3 from Level 2	13,198		
Transfers from Level 3 to Level 2	(39)		
Balance 30.6.2013	**26,658**	**1,880**	**(3,139)**
Changes for the period 1.7 - 31.12.2013			
Total gain or loss recognized in the income statement	(4,625)	(882)	1,559
Total gain or loss recognized directly in equity	10,639		
Purchases/Issues	(4,206)		
Sales/Repayments/Settlements	(342)	(118)	118
Transfers to Level 3 from Level 1	2,277		
Transfers to Level 3 from Level 2	2,074		
Transfers from Level 3 to Level 2	(1,621)	(816)	816
Balance 31.12.2013	**30,854**	**64**	**(646)**
Amounts included in the income statement and relate to financial instruments included in the balance sheet at the end of the reporting period 1.1 - 30.6.2013	6,360	119	719

17. The Bank's recapitalization framework

On 6.6.2013, the Bank completed the share capital increase procedure, pursuant to the decisions of the second iterative Extraordinary General Meeting of 16.4.2013 and the Board of Directors meeting of 30.4.2013, based on the provisions of Law 3864/2010 amounting to € 4.571 billion, covering in this way the capital needs of the Group, as these were determined by the Bank of Greece.

After the completion of the recapitalization, the Coordination Framework between HFSF and the Bank was signed, which determines the relations between the parties and other issues, related to the corporate governance of the Bank and the preparation of the Restructuring Plan.

As set out in the Memorandum of Economic and Financial Policies of May 2013, the Bank of Greece conducted a new stress test, based on the data as at 30.6.2013, in order to update the capital needs of the banks. The results of the stress test were announced in March 2014. The exercise showed that the Group capital needs were determined at € 262 million.

On 7.3.2014, Alpha Bank's Board of Directors decided the invitation of the Extraordinary Meeting of Shareholders that was held on 28.3.2014 and the agenda included the share capital increase of a total amount of up to € 1.2 billion, through payment in cash and cancellation of pre-emption rights. The share capital increase intended to:

a) contribute to the creation of the conditions necessary to satisfy the provisions of Law 3723/2008 regarding the repayment of preferred shares issued by Bank and owned by the Greek State (article 1 of Law 3723/2008) and their replacement with high quality capital, a fact that will give greater flexibility to the Bank's dividend policy in the future,

b) meet requirements as defined by the results of the diagnostic assessment of the Bank of Greece,

c) improve the quality of the Bank's regulatory capital and accelerate its adaptation to the new regulatory framework of Basel III and

d) to facilitate the Bank's financing from international capital markets under the reinforced creditworthiness.

The share capital increase of the Bank amounting to € 1.2 billion was completed on 28.3.2014 through a private placement to qualified investors. On 17.4.2014, the Bank fully redeemed to the Hellenic Republic the total amount of preference shares of Euro 940 million, issued to the latter by the Bank.

18. Capital adequacy

The policy of the Bank is to maintain a strong capital base in order to ensure investors, creditors and market confidence and to sustain future development of the business.

Share capital increases are approved by Shareholders' General Meeting or Board of Directors' decisions in accordance with the Bank's Articles of Incorporation and relevant laws.

The Bank is allowed to purchase treasury shares based on the terms and conditions of applicable law.

The Bank's capital adequacy is monitored by the Bank of Greece, to which reports are submitted on a quarterly basis. The minimum requirements regarding Common Equity Tier I ratio, Tier I ratio and the Capital Adequacy Ratio of the Bank are determined by Bank of Greece Decisions.

The capital adequacy ratio compares the regulatory capital of the Bank with the risks that it undertakes (risk weighted assets).

Regulatory capital includes Common Equity Tier I capital (share capital, reserves, non-controlling interests), additional Tier I capital (hybrid securities) and Tier II capital (subordinated debt, real estate properties revaluation reserves). Risk-weighted assets include the credit risk of the banking book, the market risk of the trading book and operational risk.

From 1.1.2008 to 31.12.2013, calculation of the capital adequacy ratios was determined under the regulatory framework known as Basel II, which has been incorporated in the Greek legislation by Law 3601/2007 and several Acts of the Governor of Bank of Greece. These Acts were amended during 2010, in order to adopt the corresponding changes of EU Directives on risk management, own funds, capital adequacy and large exposures, and some of them were further amended during 2012. Since January 1, 2014 the above EU Directives have been repealed by virtue of EU Directive 2013/36/EU dated June 26, 2013 along with the EU Regulation 575/2013/EU, dated June 26, 2013 and effective as of January 1, 2014. The Directive and the Regulation gradually introduce the new capital adequacy framework (Basel III) of credit institutions.

As of 31.12.2013 with the effect of the new BoG Executive Committee Act 36/23.12.2013 the 20% limit on the deduction of deferred tax assets from Common Equity Tier I was abolished. From 1.1 to 31.12.2014, besides the 8% capital adequacy limit, new limits of 4.5% for Common Equity Tier I ratio and 6.0% for Tier I ratio were set according to the Regulation 575/2013 and the transitional provisions/ for the calculation of own funds as adopted by the Bank of Greece. These limits should be satisfied on a standalone and on a consolidated basis.

	30.6.2014 (estimate)	31.12.2013
Common Equity Tier I [(1)]	16.4%	16.3%
Tier I	16.4%	16.3%
Capital adequacy ratio	**16.6%**	**16.5%**

On 6.3.2014, Bank of Greece announced the capital needs for the Greek banks, taking into account the expected losses as defined in the Baseline Scenario of the Blackrock Solutions assessment. The capital needs of Alpha Bank amounted to €262 million. The amount of €262 million was covered from the recent share capital increase of the Bank amounted to €1.2 billion that was completed in March 2014, while in April 2014 the preference shares of the Hellenic Republic were repaid.

Within the context of the framework of Council Regulation (EU) 1024/2013 that confers on the ECB specific tasks concerning policies relating to the prudential supervision of credit institutions, the ECB announced, in October 2013, that it will perform a comprehensive assessment (CA) of the banking system, in close cooperation with the National Competent Authorities (NCAs). The ECB expects that the CA will be completed by October 2014, prior to assuming its new

[(1)] *31.12.2013 is according PEE13/28.3.2013 of BoG, while on the 31.3.2014 the ratios have been calculated in accordance with the new Basel III framework.*

supervisory tasks in November 2014. The assessment will comprise of the following stages: a) a supervisory risk assessment, b) an asset quality review, c) a stress test in cooperation with European Banking Authority. The results of the overall evaluation expected to be delivered in the second half of October after being approved by the ECB. The banks will be informed of the full and final results shortly before their publication to the markets.

19. Related-party transactions

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

a. The outstanding balances of the Bank’s transactions with key management personnel which consist of members of the Board of Directors and the Bank’s Executive Committee, their close family members and the entities controlled by them, as well as, the results related to those transactions are as follows:

	30.6.2014	31.12.2013
Assets		
Loans and advances to customers	**33,486**	**77,644**
Liabilities		
Due to customers	49,676	74,839
Employee defined benefit obligations	630	607
Total	**50,306**	**75,446**
Letters of guarantee and approved limits	**10,518**	**12,054**

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	668	630
Fee and commission income	63	17
Total	**731**	**647**
Expenses		
Interest expense and similar charges	1,116	1,638
Fees paid to key management and close family members	1,735	1,864
Total	**2,851**	**3,502**

b. The outstanding balances with the Group's associates and joint ventures and the results related to these transactions are as follows:

i. Subsidiaries

	30.6.2014	31.12.2013
Assets		
Due from banks	3,531,096	3,376,298
Derivative financial assets	16,989	16,824
Loans and advances to customers	1,359,185	1,307,156
Available for sale securities	768,739	716,926
Other assets	1,242	2,637
Total	**5,677,251**	**5,419,841**
Liabilities		
Due to banks	526,853	354,299
Due to customers	51,316	478,519
Derivative financial liabilities	32,693	13,257
Debt securities in issue and other borrowed funds	1,753,170	1,402,376
Other liabilities	5,965	7,710
Total	**2,369,997**	**2,256,161**
Letters of guarantee and other guarantees	**483,068**	**524,101**

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	42,468	38,767
Fee and commission income	9,364	7,112
Gains less losses on financial transactions	42,029	(9,024)
Other income	2,135	1,138
Total	**95,996**	**37,993**
Expenses		
Interest expense and similar charges	35,353	40,343
Commission expense	869	837
General administrative expenses	10,211	9,837
Total	**46,433**	**51,017**

ii. Joint ventures

	30.6.2014	31.12.2013
Assets		
Loans and advances to customers	152,741	150,297
Liabilities		
Due to customers	6,953	8,357
Other liabilities	569	
Total	**7,522**	**8,357**

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest and similar income	2,576	2,421
Fee and commission income	3	7
Other income	16	14
Total	**2,595**	**2,442**
Expenses		
Interest expense and similar charges	51	240
General administrative expenses	2,699	2,293
Total	**2,750**	**2,533**

iii. Associates

	30.6.2014	31.12.2013
Liabilities		
Due to customers	148	547

	30.6.2014	30.6.2013
Expenses		
Interest expense and similar charges		1

c. The Supplementary Fund of former Alpha Credit Bank's employees holds bonds of the Bank's subsidiary Alpha Credit Group Plc of € 62,197, while its receivables from Alpha Bank amount to € 8,691 and its deposits with Alpha Bank to € 872. It also holds Alpha Bank's shares of € 1,449.

d. The Hellenic Financial Stability Fund (HFSF) exerts significant influence on the Bank. In particular, due to its participation in the share capital increase which was completed on 6.6.2013 according to Law 3864/2010, HFSF acquired representation in the Board of Directors and other significant Committees of the Bank. Therefore, according to IAS 24, HFSF and its related entities are considered related parties for the Bank.

As at 30.6.2014, the outstanding balances of the transactions as well as the results related to these transactions are analyzed as follows:

	30.6.2014	31.12.2013
Assets		
Investment securities		57,370
Other assets	31,514	156,666
Total	**31,514**	**214,036**
Liabilities		
Due to banks		988

Other assets concern the claims of the Bank from HFSF for the payment of the difference between the transferred assets and liabilities of the under liquidation Cooperative Banks of Evia, Dodecanese and Western Macedonia. On 27.6.2014 the Fund paid in cash the amounts of Euro 92.5 million and Euro 41.2 million for the Cooperative Banks of Dodecanese and Evia respectively.

	From 1 January to	
	30.6.2014	30.6.2013
Income		
Interest expense and similar charges	289	700
Expenses		
Interest expense and similar charges		89
Commission expense		12,667
Total		**12,756**

20. Investments in subsidiaries, associates and joint ventures

	1.1 - 30.6.2014	1.7 - 31.12.2013	1.1 - 30.6.2013
Subsidiaries			
Opening balance	**1,982,262**	**2,045,561**	**2,044,676**
Additions	1,901	143,157	8,155
Disposals		(212,688)	(65,103)
Transfer due to reclassification to assets held for sale			(80,000)
Transfer from joint ventures			30,086
Valuation of investments due to fair value hedge (1)	5,808	1,284	(2,985)
Additions from acquisition of Emporiki Bank		4,948	110,732
Closing balance	**1,989,971**	**1,982,262**	**2,045,561**
Associates			
Opening balance	**631**	**667**	**74**
Transfer to subsidiaries		30	
Additions from acquisition of Emporiki Bank		(66)	593
Closing balance	**631**	**631**	**667**
Joint ventures			
Opening balance	**87,842**	**75,823**	**105,705**
Additions	470	12,019	204
Less	(1,525)		
Transfer to subsidiaries			(30,086)
Closing balance	**86,787**	**87,842**	**75,823**
Total	**2,077,389**	**2,070,735**	**2,122,051**

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

Disposals represent: sales of shares, return of capital, proceeds arising from the liquidiation of companies, contribution in kind and impairments.

The additions in subsidiaries amounting to € 1.9 million relate to the share capital increase of the company Ionian Equity Participations Ltd.

The additions in joint ventures amounting € 0.4 million relate to the Bank's capital contribution to Alpha-TANEO A.K.E.S.

The decrease of joint ventures of € 1.5 million relate to share capital return from Alpha-TANEO A.K.E.S.

21. Corporate events

a. On 24.2.2014, the Bank exercised the option of withdrawal of the transaction of securitized mortgage loans through the special purpose entity Lithos Mortgage Financing Plc.

b. On 26.3.2014, the Bank participated in the share capital increase of its subsidiary, Ionian Equity Participations Ltd, by contributing € 1.9 million.

c. On 13.6.2014 the Bank signed an agreement with Citibank International Plc and Citibank Overseas Investment Corporation ("Citi") to acquire the retail banking operation of Citi, including Diners Club in Greece. The acquisition is expected to be completed within the 3rd quarter of 2014 and is subject to obtaining the relevant approvals and the completion of the audit of the balance sheet transaction.

(1) *The Bank uses FX swaps and money market loans to hedge the foreign exchange risk of its investments in its subsidiaries abroad.*

22. Restatement of financial statements

On 1.2.2013, pursuant to the acquisition agreement with Credit Agricole S.A. on the sale of Emporiki Bank from Credit Agricole S.A. to Alpha Bank AE, the transfer of the entire share capital of Emporiki Bank to Alpha Bank by Credit Agricole was completed. On 21.3.2013, the Bank and Emporiki Bank signed a Merger Plan agreement by absorbtion of the latter from the former. The merger process was completed on 28.6.2013, resulting in the transfer of Net Assets of the acquired to the Bank. The impact on the financial statements of the Bank is analytically mentioned in note 43 of the annual financial statements as of 31.12.2013

The finalization of valuation at fair value of the assets and liabilities of Emporiki Bank at the acquisition date, was held the 4th quarter of 2013. This fact led to the retrospective accounting recognition of the merger as if it was completed at the acquisition date. As a result, the Interim Financial Statements of 30.6.2013 were restated.

In addition, the restated income statement, balance sheet and comprehensive income for the period up to 30.6.2013, are depicted below.

Income Statement

(Amounts in thousand of Euro)

	From 1 January to 30.6.2013			From 1 April to 30.6.2013		
	Published Amounts	Emporiki Bank acquisition	Restated	Published Amounts	Emporiki Bank acquisition	Restated
Interest and similar income	1,194,497		1,194,497	595,005		595,005
Interest expense and similar charges	(739,226)		(739,226)	(351,042)		(351,042)
Net interest income	455,271		455,271	243,963		243,963
Fee and commission income	130,538		130,538	71,312		71,312
Commission expense	(26,496)		(26,496)	(13,597)		(13,597)
Net fee and commission income	104,042		104,042	57,715		57,715
Dividend income	624		624	616		616
Gains less losses on financial transactions	68,404		68,404	(61,896)		(61,896)
Other income	15,430		15,430	13,336		13,336
	84,458		84,458	(47,944)		(47,944)
Total income	**643,771**		**643,771**	**253,734**		**253,734**
Staff costs	(170,272)		(170,272)	(84,456)		(84,456)
General administrative expenses	(169,232)		(169,232)	(85,499)		(85,499)
Depreciation and amortization expenses	(17,982)		(17,982)	(2,377)		(2,377)
Other expenses	(82)		(82)	(40)		(40)
Total expenses	**(357,568)**		**(357,568)**	**(172,372)**		**(172,372)**
Impairment losses and provisions to cover credit risk	(833,194)		(833,194)	(399,148)		(399,148)
Negative goodwill of Emporiki Bank acquisition	2,534,147	761,571	3,295,718	2,534,147	761,571	3,295,718
Profit/(Loss) before income tax	**1,987,156**	**761,571**	**2,748,727**	**2,216,361**	**761,571**	**2,977,932**
Income tax	592,972		592,972	120,207		120,207
Profit/(Loss) after income tax	**2,580,128**	**761,571**	**3,341,699**	**2,336,568**	**761,571**	**3,098,139**
Earnings/(losses) per share:						
Basic and diluted earnings/(losses) per share (€ per share):	1.13		1.46	0.65		0.86

Balance Sheet

(Amounts in thousand of Euro)

	30.6.2013		
	Published Amounts	Emporiki Bank acquisition	Restated
ASSETS			
Cash and balances with Central Banks	1,078,750		1,078,750
Due from banks	5,336,180		5,336,180
Securities hled for trading	14,325		14,325
Derivative financial assets	809,070		809,070
Loans and advances to customers	45,466,984	27,615	45,494,599
Investment securities			
- Available for sale	4,307,020	(283)	4,306,737
- Held to maturity	1,012,967		1,012,967
- Loans and receivables	4,024,570		4,024,570
Investments in subsidiaries, associates and joint ventures	2,122,051		2,122,051
Investment property	31,505		31,505
Property, plant and equipment	797,152		797,152
Goodwill and other intangible assets	180,613		180,613
Deferred tax assets	2,027,248	670,221	2,697,469
Other assets	1,688,589		1,688,589
	68,897,024	**697,553**	**69,594,577**
Assets held for sale	80,000		80,000
Total Assets	**68,977,024**	**697,553**	**69,674,577**
LIABILITIES			
Due to banks	20,647,621		20,647,621
Derivative financial liabilities	1,308,719		1,308,719
Due to customers	37,011,021	(34,413)	36,976,608
Debt securities in issue and other borrowed funds	1,776,231	(29,037)	1,747,194
Liabilities for current income tax and other taxes	29,105		29,105
Employee defined benefit obligations	96,017		96,017
Other liabitlities	1,116,665	(568)	1,116,097
Provisions	261,536		261,536
Total Liabilities	**62,246,915**	**(64,018)**	**62,182,897**
EQUITY			
Share capital	4,216,872		4,216,872
Share premium	4,212,062		4,212,062
Reserves	370,844		370,844
Retained earnings	(2,069,669)	761,571	(1,308,098)
Total Equity	**6,730,109**	**761,571**	**7,491,680**
Total Liabilities and Equity	**68,977,024**	**697,553**	**69,674,577**

Statement of Comprehensive Income

(Amounts in thousand of Euro)

	From 1 January to 30.6.2013			From 1 April to 30.6.2013		
	Published Amounts	Emporiki Bank acquisition	Restated	Published Amounts	Emporiki Bank acquisition	Restated
Profit/(loss), after income tax, recognized in the income statement	**2,580,128**	**761,571**	**3,341,699**	**2,336,568**	**761,571**	**3,098,139**
Other comprehensive income recognized directly in Equity:						
Amounts that may be reclassified in the income statement						
Change in available for sale securities' reserve	94,845		94,845	117,096		117,096
Change in cash flow hedge reserve	97,480		97,480	65,882		65,882
Income tax	(34,578)		(34,578)	(47,425)		(47,425)
	157,747		**157,747**	**135,553**		**135,553**
Amounts that will will not be reclassified in the Income Statement						
Effect due to change of income tax rate	1,901		1,901			
	1,901		**1,901**			
Total other comprehensive income recognized directly in Equity, after income tax	**159,648**		**159,648**	**135,553**		**135,553**
Total comprehensive income for the period, after income tax	**2,739,776**	**761,571**	**3,501,347**	**2,472,121**	**761,571**	**3,233,692**

23. Events after the balance sheet date

On 9.7.2014, the European Commission announced its approval of the Bank's Restructuring Plan, as submitted to the European Commission by the Greek Ministry of Finance on 12.6.2014.

The European Commission has determined that Alpha Bank's restructuring plan is in line with EU state aid rules and that the measures already implemented and those included in the restructuring plan, will enable the Bank to return to viability.

Athens, August 28, 2014

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR AND CHIEF EXECUTIVE OFFICER	THE GENERAL MANAGER AND CHIEF FINANCIAL OFFICER	THE ACCOUNTING AND TAX MANAGER
VASILEIOS T. RAPANOS **I.D. No AI 666242**	**DEMETRIOS P. MANTZOUNIS** **I.D. No I 166670**	**VASSILIOS E. PSALTIS** **I.D. No AI 666591**	**MARIANNA D. ANTONIOU** **I.D. No X 694507**

S.A. REGISTRATION NUMBER : 6066/06/B/86/05
G.C.R. NUMBER: 223701000
40 STADIOU STREET, GR - 102 52 ATHENS

FINANCIAL INFORMATION OF ALPHA BANK A.E. AND THE GROUP

For the period from January 1, 2014 to June 30, 2014

(In accordance with decision 4/507/28.4.2009 of the Board of Directors of the Capital Market Commission)

(Amounts in thousands of Euro)

The financial information derived from the financial statements, provide a general presentation of the financial position and results of Alpha Bank A.E. and the Group. Therefore, we recommend to the reader, before any investment decision or transaction is performed with the Bank, to visit the web site of the Bank www.alpha.gr, where the interim financial statements prepared in accordance with International Financial Reporting Standards are available together with the auditor's review report if required.

The interim financial statements as at 30.6.2014 were approved by the Board of Directors on August 28, 2014.

Statutory auditors:	Marios T. Kyriacou (A.M. SOEL 11121) Charalampos G. Sirounis (A.M. SOEL 19071)
Audit firm:	KPMG Certified Auditors A.E.
Type of auditors' review report:	Unqualified opinion

BALANCE SHEET

	Consolidated		Alpha Bank	
	30.6.2014	31.12.2013	30.6.2014	31.12.2013
ASSETS				
Cash and balances with Central Banks	1,420,262	1,688,182	827,597	1,006,294
Due from banks	2,834,452	2,566,230	5,216,078	5,036,860
Securities held for trading	10,651	8,836	7,837	7,001
Derivative financial assets	854,197	797,393	864,261	807,911
Loans and advances to customers	50,132,904	51,678,313	42,908,096	44,236,465
Investment securities				
- Available for sale	5,003,170	4,966,934	4,170,901	4,449,576
- Held to maturity	351,045	1,369,786	104,534	1,017,694
- Loans and receivables	4,304,350	4,308,556	4,304,350	4,308,556
Investments in subsidiaries, associates and joint ventures			2,077,389	2,070,735
Investments in associates and joint ventures	46,709	50,044		
Investment property	571,676	560,453	28,028	28,205
Property, plant and equipment	1,107,130	1,122,470	744,848	754,299
Goodwill and other intangible assets	241,307	242,914	194,862	196,067
Deferred tax assets	3,234,159	2,788,688	3,161,821	2,740,649
Other assets	1,569,735	1,542,830	1,458,607	1,442,735
	71,681,747	73,691,629	66,069,209	68,103,047
Non-current assets held for sale	5,091	5,638		
Total Assets	**71,686,838**	**73,697,267**	**66,069,209**	**68,103,047**
LIABILITIES				
Due to banks	16,303,187	19,082,724	16,720,547	19,355,329
Derivative financial liabilities	1,490,384	1,373,500	1,497,790	1,374,261
Due to customers			36,917,875	37,504,689
(including debt securities in issue)	42,206,387	42,484,860		
Debt securities in issue held by institutional investors and other borrowed funds	1,145,010	782,936	1,659,005	1,295,445
Liabilities for current income tax and other taxes	45,527	56,768	27,615	32,781
Deferred tax liabilities	33,188	35,160		
Employee defined benefit obligations	81,569	78,700	77,439	74,574
Other liabilities	1,188,404	1,156,000	1,099,536	1,059,717
Provisions	293,467	278,884	248,300	258,945
Total Liabilities (a)	**62,787,123**	**65,329,532**	**58,248,107**	**60,955,741**
EQUITY				
Share Capital	3,830,718	4,216,872	3,830,718	4,216,872
Share premium	4,858,216	4,212,062	4,858,216	4,212,062
Reserves	672,794	631,033	594,228	517,559
Retained earnings	(517,532)	(747,572)	(1,462,060)	(1,799,187)
Equity attributable to Equity owners of the Bank	8,844,196	8,312,395	7,821,102	7,147,306
Non-controlling interests	23,819	23,640		
Hybrid securities	31,700	31,700		
Total Equity (b)	**8,899,715**	**8,367,735**	**7,821,102**	**7,147,306**
Total Liabilities and Equity (a)+(b)	**71,686,838**	**73,697,267**	**66,069,209**	**68,103,047**

STATEMENT OF TOTAL COMPREHENSIVE INCOME

	Consolidated				Alpha Bank			
	From 1 January to		From 1 April to		From 1 January to		From 1 April to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Interest and similar income	1,669,431	1,735,239	832,240	909,047	1,423,854	1,194,497	711,247	595,005
Interest expense and similar charges	(717,700)	(1,000,883)	(351,844)	(492,413)	(662,897)	(739,226)	(326,594)	(351,042)
Net interest income	951,731	734,356	480,396	416,634	760,957	455,271	384,653	243,963
Fee and commission income	218,239	201,071	114,429	109,712	181,614	130,538	95,422	71,312
Commission expense	(23,380)	(32,762)	(14,764)	(17,352)	(18,141)	(26,496)	(12,073)	(13,597)
Net fee and commission income	194,859	168,309	99,665	92,360	163,473	104,042	83,349	57,715
Dividend income	945	896	883	884	976	624	968	616
Gains less losses on financial transactions	69,265	249,709	26,807	57,780	94,389	68,404	31,394	(61,896)
Other income	33,363	41,149	18,237	27,871	9,213	15,430	4,971	13,336
	103,573	291,754	45,927	86,535	104,578	84,458	37,333	(47,944)
Total income	**1,250,163**	**1,194,419**	**625,988**	**595,529**	**1,029,008**	**643,771**	**505,335**	**253,734**
Staff costs	(332,679)	(343,622)	(165,817)	(182,208)	(266,269)	(170,272)	(132,383)	(84,456)
General administrative expenses	(282,317)	(259,213)	(140,575)	(131,421)	(227,680)	(169,232)	(111,492)	(85,499)
Depreciation and amortization expenses	(47,611)	(45,230)	(23,774)	(16,162)	(30,391)	(17,982)	(15,089)	(2,377)
Other expenses	(4,448)	739	(2,367)	805	(3,552)	(82)	(1,657)	(40)
Total expenses	**(667,055)**	**(647,326)**	**(332,533)**	**(328,986)**	**(527,892)**	**(357,568)**	**(260,621)**	**(172,372)**
Impairment losses and provisions to cover credit risk	(743,584)	(984,059)	(348,533)	(479,144)	(563,768)	(833,194)	(256,384)	(399,148)
Negative goodwill from the acquisition of Emporiki Bank		3,283,052				3,295,718		3,295,718
Share of profit/(loss) of associates and joint ventures	(4,992)	(10,597)	(2,786)	(7,478)				
	(748,576)	2,288,396	(351,319)	(486,622)	(563,768)	2,462,524	(256,384)	2,896,570
Profit/(Loss) before income tax	**(165,468)**	**2,835,489**	**(57,864)**	**(220,079)**	**(62,652)**	**2,748,727**	**(11,670)**	**2,977,932**
Income tax	432,884	577,984	419,415	105,563	435,543	592,972	422,371	120,207
Profit/(Loss) after income tax from continuing operations	**267,416**	**3,413,473**	**361,551**	**(114,516)**	**372,891**	**3,341,699**	**410,701**	**3,098,139**
Profit/(Loss) after income tax from discontinued operations		(24,889)		(25,199)				
Profit/(Loss) after income tax (a)	**267,416**	**3,388,584**	**361,551**	**(139,715)**	**372,891**	**3,341,699**	**410,701**	**3,098,139**
Profit/(Loss) attributable to:								
Equity owners of the Bank								
- from continuing operations	267,170	3,413,387	361,383	(114,501)	372,891	3,341,699	410,701	3,098,139
- from discontinued operations		(24,889)		(25,199)				
	267,170	**3,388,498**	**361,383**	**(139,700)**	**372,891**	**3,341,699**	**410,701**	**3,098,139**
Non-controlling interests								
- from continuing operations	246	86	168	(15)				
Other comprehensive income recognized directly in Equity:								
Items that may be reclassified subsequently to profit or loss								
Change in available for sale securities reserve	147,181	68,787	9,743	95,125	203,166	94,845	32,325	117,096
Change in cash flow hedge reserve	(96,873)	104,530	(41,740)	65,692	(99,560)	97,480	(43,542)	65,882
Exchange differences on translating and hedging of net investments in foreign operations	(160)	(3,225)	(38)	(4,347)				
Change in share of other comprehensive income of associates and joint ventures	(1,054)	225	(1,054)	85				
Income tax	(8,778)	(38,587)	10,344	(41,505)	(26,937)	(34,578)	2,917	(47,425)
Items that may be reclassified subsequently to profit or loss from continuing operations, after income tax	**40,316**	**131,730**	**(22,745)**	**115,050**	**76,669**	**157,747**	**(8,300)**	**135,553**
Items that may be reclassified subsequently to profit or loss from discontinued operations after income tax		14,172		8,762				
	40,316	**145,902**	**(22,745)**	**123,812**	**76,669**	**157,747**	**(8,300)**	**135,553**
Items not reclassified to profit or loss from continuing operations								
Income tax		1,882				1,901		
		1,882				**1,901**		
Total of other comprehensive income recognized directly in Equity, after income tax (b)	**40,316**	**147,784**	**(22,745)**	**123,812**	**76,669**	**159,648**	**(8,300)**	**135,553**
Total comprehensive income for the period, after income tax (a)+(b)	**307,732**	**3,536,368**	**338,806**	**(15,903)**	**449,560**	**3,501,347**	**402,401**	**3,233,692**
Total comprehensive income for the period attributable to:								
Equity owners of the Bank								
- from continuing operations	307,489	3,546,993	338,644	550	449,560	3,501,347	402,401	3,233,692
- from discontinued operations		(10,717)		(16,437)				
	307,489	**3,536,276**	**338,644**	**(15,887)**	**449,560**	**3,501,347**	**402,401**	**3,233,692**
Non-controlling interests								
- from continuing operations	243	92	162	(16)				
Earnings/(Losses) per share:								
Basic and diluted (€ per share)	0.0225	1.4823	0.0283	(0.0389)	0.0314	1.4618	0.0322	0.8626
Basic and diluted from continuing operations (€ per share)	0.0225	1.4932	0.0283	(0.0319)				
Basic and diluted from discontinued operations (€ per share)		(0.0109)		(0.0070)				

STATEMENT OF CASH FLOWS

	Consolidated		Alpha Bank	
	From 1 January to		From 1 January to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Net cash flows from continuing operating activities	(1,915,950)	(4,365,481)	(2,238,821)	(3,778,051)
Net cash flows from discontinued operating activities		7,735		
Net cash flows from operating activities (a)	**(1,915,950)**	**(4,357,746)**	**(2,238,821)**	**(3,778,051)**
Net cash flows from continuing investing activities	1,148,025	2,777,662	1,469,049	2,426,386
Net cash flows from discontinued investing activities		(415)		
Net cash flows from investing activities (b)	**1,148,025**	**2,777,247**	**1,469,049**	**2,426,386**
Net cash flows from continuing financing activities	643,122	546,714	664,868	569,934
Net cash flows from financing activities (c)	**643,122**	**546,714**	**664,868**	**569,934**
Net increase/(decrease) in cash and cash equivalents of the period(a)+(b)+(c)	**(124,803)**	**(1,033,785)**	**(104,904)**	**(781,731)**
Effect of exchange rate fluctuations on cash and cash equivalents	2,449	7,138	611	386
Total cash flows for the period	**(122,354)**	**(1,026,647)**	**(104,293)**	**(781,345)**
Cash and cash equivalents at the beginning of the period	**973,167**	**2,110,093**	**748,999**	**2,013,148**
Cash and cash equivalents at the end of the period	**850,813**	**1,083,446**	**644,706**	**1,231,803**

STATEMENT OF CHANGES IN EQUITY

	Consolidated		Alpha Bank	
	From 1 January to		From 1 January to	
	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Equity at the beginning of the period (1.1.2014 and 1.1.2013 respectively)	**8,367,735**	**747,500**	**7,147,306**	**(430,366)**
Total comprehensive income for the period, after income tax	307,732	3,536,368	449,560	3,501,347
Share capital increase through issuance of common shares to private placement	1,200,000		1,200,000	
Share capital increase through issuance of common shares in favor of Hellenic Financial Stability Fund		4,021,000		4,021,000
Share capital increase through payment in cash		550,000		550,000
Redemption of preference shares	(940,000)		(940,000)	
Share capital increase related expenses, after income tax	(35,764)	(150,301)	(35,764)	(150,301)
Change of ownership interests in subsidiaries	(51)	11,306		
(Purchases), (Redemptions)/Sales of hybrid securities		(58,651)		
Other	63	60		
Equity at the end of the period (30.6.2014 and 30.6.2013 respectively)	**8,899,715**	**8,657,282**	**7,821,102**	**7,491,680**

ADDITIONAL DATA AND INFORMATION

1. Companies included in the Interim Consolidated Financial Statements, the Group's participation in them as at 30.6.2014, as well as the applied consolidation method, are presented in note 16 of the Interim Consolidated Financial Statements as at 30.6.2014. Companies, not included in the Interim Consolidated Financial Statements, are also listed in this note.
2. During the period from 1.7.2013 until 30.6.2014 the following changes took place in the companies which are fully consolidated and are included in the Interim Consolidated Financial Statements:
   - New Companies: On 8.10.2013, the Bank's subsidiary Alpha Group Investments Ltd, acquired the total number of shares of the companies Comuba Ltd, Pakatra Ltd, Lafagior Ltd which are registered in Cyprus and which were subsequently renamed to AGI - Cypre Arsinoe Ltd, AGI - RRE Cleopatra Ltd and AGI - RRE Hermes Ltd respectively. On 6.12.2013, the Group's subsidiary AGI-RRE ARES Ltd, acquired the total number of shares of the company SC Cordia Residence Srl, which is registered in Romania. On 18.12.2013, the Group's subsidiary AGI-BRE Participations 3 Ltd, acquired the total number of shares of the company HT – 1 EOOD, which is registered in Bulgaria. On 21.1.2014, the Bank's subsidiary Alpha Group Investments Ltd acquired the total number of shares of the company AGI–SRE Ariadni Ltd registered in Cyprus. On 13.2.2014, the Group's subsidiary, AGI-RRE Venus Ltd acquired the total number of shares of the company AGI–RRE Venus Srl registered in Romania. On 20.2.2014, the Group's subsidiaries, AGI-RRE Cleopatra Ltd and AGI-RRE Hermes Ltd acquired the total number of shares of the companies AGI–RRE Cleopatra Srl and AGI–RRE Hermes Srl accordingly, registered in Romania. On 27.2.2014, the Group's subsidiary AGI-RRE Artemis Ltd acquired the total number of shares of the company SC Carmel Residential Srl registered in Romania.
   - Liquidations/Sales: On 1.7.2013 the Bank's subsidiary ABL Holdings Jersey Ltd proceeded with the sale of all its shares of Alpha Asset Finance C.I. Ltd. On 29.7.2013 the liquidation of the Group's subsidiary ABL Holding Jersey Ltd was completed. On 19.9.2013 the sale of the total number of shares of the Bank's subsidiary JSC Astra Bank was completed.
3. The unaudited tax years of the Bank and the Group companies are listed in notes 15b and 14b of the Interim Financial Statements as at 30.6.2014 of the Group and the Bank respectively.
4. There are neither pending legal cases or issues in progress, nor decisions of legal or arbitrary authorities, which may have a material impact on the financial position or operation of the Group and the Bank. The Group and the Bank have raised a provision for them which amounts to Euro 31.3 mil. and Euro 29.1 mil. respectively, as well as other provisions amounting to Euro 262.2 mil. and Euro 219.2 mil. respectively.
5. The Bank and the Group companies did not hold any treasury shares as at 30.6.2014.
6. The total number of employees of the Group as at 30.6.2014 was 16,855 (30.6.2013: 17,687) and of the Bank was 11,213 (30.6.2013: 11,464).
7. The results arising from the related party transactions during the period 1.1.2014 until 30.6.2014 are as follows:
   - With members of the Board of Directors and other key management personnel: a) of the Group: income Euro 767 thousand, expenses Euro 2,861 thousand b) of the Bank: income Euro 731 thousand, expenses Euro 2,851 thousand.
   - With other related parties: a) of the Group: income Euro 3,439 thousand, expenses Euro 3,844 thousand b) of the Bank: income Euro 98,880 thousand, expenses Euro 49,183 thousand.

   The balances as at 30.6.2014 of the receivables and liabilities arising from the above transactions are as follows:
   - With members of the Board of Directors and other key management personnel: a) of the Group: receivables Euro 33,487 thousand, liabilities Euro 59,235 thousand, letters of guarantee Euro 10,518 thousand b) of the Bank: receivables Euro 33,486 thousand, liabilities Euro 50,306 thousand, letters of guarantee Euro 10,518 thousand.
   - With other related parties: a) of the Group: receivables Euro 184,739 thousand, liabilities Euro 79,465 thousand, b) of the Bank: receivables Euro 5,861,506 thousand, liabilities Euro 2,387,230 thousand, letters of guarantee and other guarantees Euro 483,068 thousand.
8. The income and expense items recognized directly in Equity are analyzed in the "Statement of total comprehensive income", as presented above.
9. Due to the fact that no distributable profits existed for the Bank as at 31.12.2013 and, therefore the article 44a of Codified Law 2190/1920 applies, the Ordinary General Meeting of the Shareholders as of 27.6.2014 decided:
   - the non payment to the Hellenic Republic of the respective return for the year 2013 on its preference shares under article 1 paragraph 3 of Law 3723/2008 and
   - the non distribution of dividends to the common shareholders of the Bank for the year 2013.
10. On 28.3.2014, the share capital increase completed through payment in cash, cancellation of pre-emption rights of the existing ordinary and preference shares and distribution of all new shares through a private placement to qualified investors, as specified in article 2 paragraph 1 of Law 3401/2005. An amount of €1.2 billion was raised through the increase.
11. On 17.4.2014, the Bank fully redeemed to the Hellenic Republic the total amount of preference shares (200,000,000) of Euro 940 million, issued to the latter by the Bank and on 21.5.2014 was repaid the security issued by the Hellenic Republic and transferred to the Bank against the issuance of preference shares according to Law 3723/2008.
12. On 13.6.2014 the Bank signed agreement with Citibank International Plc and Citibank Overseas Investment Corporation ("Citi") to acquire the retail banking operations of Citi, including Diners Club in Greece. The acquisition is expected to be completed within the 3rd quarter of 2014 and is subject to obtaining the relevant approvals and the audit of the balance sheet transactions.
13. Certain figures of the comparative periods of the Interim Financial Statements of the Group were restated due to the completion of the fair value measurement of Emporiki's Group assets and liabilities. These restatements had an impact on profit/(loss) after income tax and non-controlling interests, on total comprehensive income after income tax, as well as on equity attributable to Equity owners of the Bank. Details are included in notes 25 and 22 of the Interim Financial Statements as at 30.6.2014 of the Group and the Bank respectively.
14. Profits and losses from discontinued operations of the Group are stated in detail in note 23 of the Interim Financial Statements of the Group as at 30.6.2014.
15. The accounting policies, applied by the Group and the Bank for the completion of the Interim Financial Statements as at 30.6.2014, are consistent with those stated in the Financial Statements as at 31.12.2013, which are available on the website of the Bank, after taking into consideration the amendments stated in note 1 of the Interim Financial Statements as at 30.6.2014 of the Group and the Bank respectively.

Athens, August 28, 2014

THE CHAIRMAN OF
THE BOARD OF DIRECTORS

VASILEIOS T. RAPANOS
I.D. No. AI 666242

THE MANAGING DIRECTOR
AND CHIEF EXECUTIVE OFFICER

DEMETRIOS P. MANTZOUNIS
I.D. No. I 166670

THE GENERAL MANAGER
AND CHIEF FINANCIAL OFFICER

VASSILIOS E. PSALTIS
I.D. No. AI 666591

THE ACCOUNTING
AND TAX MANAGER

MARIANNA D. ANTONIOU
I.D. No. X 694507

Report on the use of funds raised from the share capital increase of ALPHA BANK AE through cash payment with pre-emption and over subscription rights in favor of the existing common shareholders

In accordance with Bank's Board of Directors decision on 19.10.2009 which took after the assignment of power from the Second General Meeting of Shareholders of ALPHA BANK called to deliberate on postponed items from the ordinary General Meeting on 6.6.2006

It is confirmed that in accordance with article 4.1.2 of the Athens Stock Exchange (A.S.E.) regulation of the A.S.E. Board of Directors' 25/17.7.2008 decision and of the Hellenic Capital Market Commission Board of Directors' decision 7/448/11.10.2007, it is hereby notified that funds amounting to Euro 986,343,968.00 have been raised by the Bank. Specifically:

The Bank's share capital increased through cash payment of the amount of Euro 579,477,081.20 with the issuance and distribution of 123,292,996 new common, registered, voting, non-paper shares of nominal value and offer price of Euro 4.70 each and Euro 8.00 each, respectively. The difference between the nominal value and the offer price of the new shares amounting to Euro 406,866,886.80 was credited to the caption "Share premium".

The certification of the Share Capital Increase payment was granted by the Bank's Board of Directors Meeting held on 30.11.2009.

On 3.12.2009 the issuance of new shares for trading in the Large Cap category of the Securities Market of the ASE was approved by the Board of Directors of Athens Stock Exchange. The new shares were listed on 7.12.2009.

Issue costs before income tax amounted to Euro 43,698,566.65 and they were covered entirely by the funds raised from the share capital increase.

The fundraising intended to the fully redemption (lump sum or partial) and subsequently to the cancelation of 200,000,000 preference, registered, non-voting, paper, redeemable shares with nominal value of Euro 4.70 each, which were issued by the Bank on 21.5.2009 in accordance with article 1 of Law 3723/2008.

From the net proceeds of the funds raised, the Bank disposed on 17.4.2014 and before the expiration of five years from the issuance of shares, a total amount of Euro 940,000,000.00 for the fully redemption and subsequently for the cancelation of 200,000,000 preference shares issued by the Bank and owned by the Hellenic Republic.

TABLE FOR THE USE OF PROCEEDS FROM THE SHARE CAPITAL INCREASE

Amounts in Euro

Description of the use of raised funds	Amount of funds raised	Funds utilized until 30.6.2014	Balance of funds as at 30.6.2014
Fully redemption of preference shares owned by the Hellenic Republic	940,000,000.00	(940,000,000.00)	-
Issue cost of new shares	43,698,566.65	(43,698,566.65)	-
Enhance capital adequacy	2,645,401.35	(2,645,401.35)	-
Total	**986,343,968.00**	**(986,343,968.00)**	

Athens, August 28, 2014

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR AND CHIEF EXECUTIVE OFFICER	THE GENERAL MANAGER AND CHIEF FINANCIAL OFFICER	THE ACCOUNTING AND TAX MANAGER
VASILEIOS T. RAPANOS	**DEMETRIOS P. MANTZOUNIS**	**VASSILIOS E. PSALTIS**	**MARIANNA D. ANTONIOU**
I.D. No AI 666242	**I.D. No I 166670**	**I.D. No AI 666591**	**I.D. No X 694507**

Report of factual findings

(Translation from the original in Greek)

To the Board of Directors of
Alpha Bank A.E.

According the instruction received from the Board of Directors of Alpha Bank A.E. (the "Bank") we have performed the agreed upon procedures enumerated below with respect to the data of the "Table for the use of proceeds from the share capital increase" (the "Table"). Our engagement was undertaken in accordance with the International Standard on Related Services 4400 applicable to agreed-upon procedures engagements. We have agreed to perform the following procedures and report to you the factual findings resulting from our work.

Procedures performed

Our procedures are summarized as follows:

1) We compared the amounts reported as allocated funds in the attached "Table for the use of proceeds from the share capital increase" with the respective amounts recorded in the Bank's books and records during the related period.

2) We examined and verified consistency of Table's data with the Prospectus issued by the Bank on 4 November 2009 for this purpose as well as with the relative announcements and decisions from the responsible bodies of the Bank.

We report our findings below:

a) With respect to item 1 we found that the allocated funds per year as shown in the attached "Table for the use of proceeds from the share capital increase" are in agreement with the Bank's books and records for the respective periods.

b) With respect to item 2 we confirmed that the amounts in the column "Use of raised funds" are derived from the prospectus of Alpha Bank A.E. issued on 4 November 2009.

Since the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements we do not express any assurance in addition to those mentioned above.

Had we performed additional procedures or had we performed an audit or review in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report in compliance with the obligations to the Supervisory Authorities, and is not be used for any other purpose.

This report relates only to the data specified above and does not extend to any financial statements of the Bank, taken as a whole.

Athens, 28 August 2014

KPMG Certified Auditors AE
AM SOEL 114

Harry Sirounis, Certified Auditor Accountant
AM SOEL 19071

Report on the Use of Funds raised from the Share Capital Increase of ALPHA BANK AE through Cash Payment with cancelation of the pre-emption rights of existing shareholders and their issuance/distribution through Private Placement to Qualified Investors.

In accordance with the Extraordinary General Shareholders Meeting of the Bank on 28.3.2014 approved by the Special Meeting of preferred shareholder on 28.3.2014 and by the Bank's Board of Directors Meeting held on 28.3.2014.

It is confirmed that in accordance with article 4.1.2 of the Athens Stock Exchange (A.S.E.) regulation of the A.S.E. Board of Directors' 25/17.7.2008 decision and of the Hellenic Capital Market Commission Board of Directors' decision 7/448/11.10.2007, it is hereby notified that funds amounting to Euro 1,199,999,999.90 have been raised by the Bank. Specifically:

The Bank's share capital increased through cash payment of the amount of Euro 553,846,153.80 with the issuance and distribution of 1,846,153,846 new common, registered, voting, non-paper shares of nominal value and offer price of Euro 0.30 each and Euro 0.65 each, respectively. The difference between the nominal value and the offer price of the new shares amounting to Euro 646,153,846.10 was credited to the caption "Share premium".

Issue costs before income tax amounted to Euro 48,328,573.28 and they were covered entirely by the funds raised from the share capital increase.

The certification of the Share Capital Increase payment was granted by the Bank's Board of Directors Meeting held on 28.3.2014.

On 4.4.2014 the issuance of new shares for trading in the Large Cap category of the Securities Market of the ASE was approved by the Board of Directors of Athens Stock Exchange. The new shares were listed on 4.4.2014.

The purpose of the fund raising was the improvement of the Bank's regulatory capital with funds of high quality in order to fulfill the terms for the redemption of the preference shares, amounting to Euro 940 million, issued by the Bank and owned by the Hellenic Republic, subject to receiving the required approvals by the regulatory supervisory authorities and in order to cover the capital needs arose from the stress test conducted by the Bank of Greece.

TABLE FOR THE USE OF PROCEEDS FROM THE SHARE CAPITAL INCREASE

Amounts in Euro

Description of the use of raised funds	Amount of funds raised	Funds utilized until 30.6.2014	Balance of funds as at 30.6.2014
Enhance regulatory capital for the fulfiment of the terms for the redemption of preference shares and to cover the results of the diagnostic study of Bank of Greece	1,199,999,999.90	1,199,999,999.90	-
Issue cost of new shares	(48,328,573.28)	(48,328,573.28)	-
Total	**1,151,671,426.62**	**1,151,671,426.62**	**-**

Athens, August 28, 2014

THE CHAIRMAN OF THE BOARD OF DIRECTORS	THE MANAGING DIRECTOR AND CHIEF EXECUTIVE OFFICER	THE GENERAL MANAGER AND CHIEF FINANCIAL OFFICER	THE ACCOUNTING AND TAX MANAGER
VASILEIOS T. RAPANOS **I.D. No AI 666242**	**DEMETRIOS P. MANTZOUNIS** **I.D. No I 166670**	**VASSILIOS E. PSALTIS** **I.D. No AI 666591**	**MARIANNA D. ANTONIOU** **I.D. No X 694507**

Report of factual findings

(Translation from the original in Greek)

To the Board of Directors of
Alpha Bank A.E.

According the instruction received from the Board of Directors of Alpha Bank A.E. (the "Bank") we have performed the agreed upon procedures enumerated below with respect to the data of the "Table for the use of proceeds from the share capital increase" (the "Table"). Our engagement was undertaken in accordance with the International Standard on Related Services 4400 applicable to agreed-upon procedures engagements. We have agreed to perform the following procedures and report to you the factual findings resulting from our work.

Procedures performed

Our procedures are summarized as follows:

1) We compared the amounts reported as allocated funds in the attached "Table for the use of proceeds from the share capital increase" with the respective amounts recorded in the Bank's books and records during the related period.

2) We examined and verified consistency of Table's data with the Prospectus issued by the Bank on 25 March 2014 for this purpose as well as with the relative announcements and decisions from the responsible bodies of the Bank.

We report our findings below:

a) With respect to item 1 we found that the allocated funds per year as shown in the attached "Table for the use of proceeds from the share capital increase" are in agreement with the Bank's books and records for the respective periods.

b) With respect to item 2 we confirmed that the amounts in the column "Use of raised funds" are derived from the prospectus of Alpha Bank A.E. issued on 25 March 2014.

Since the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements we do not express any assurance in addition to those mentioned above.

Had we performed additional procedures or had we performed an audit or review in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report in compliance with the obligations to the Supervisory Authorities, and is not be used for any other purpose.

This report relates only to the data specified above and does not extend to any financial statements of the Bank, taken as a whole.

Athens, 28 August 2014

KPMG Certified Auditors AE
AM SOEL 114

Harry Sirounis, Certified Auditor Accountant
AM SOEL 19071