



PIRAEUS BANK S.A.

General commercial registry number 225501000
Companies registration number 6065/06/B/86/04
Head Office: 4, Amerikis st., 105 64, Athens, Greece

FINANCIAL STATEMENTS INFORMATION FOR THE PERIOD from 1st January 2013 to 30th June 2013

(according to the Rule 4/507/28.04.2009 of the Capital Market Commission)

The figures presented below, derive from the interim condensed financial information and aim to a general information about the financial position and results of Piraеus Bank S.A. and Piraеus Bank Group. We therefore recommend the reader, prior to making any investment decision or other transaction concerning the Bank, to visit the Bank's web site, where the set of interim condensed financial information is posted in accordance with International Financial Reporting Standards, as well as the auditor's report when necessary.

COMPANY'S PROFILE

Company's web site: www.piraeusbankgroup.com
Date of approval by the Board of Directors of the interim condensed financial information for the period ended as at 30th June 2013: August 28th, 2013
The certified auditor: Dimitrios A. Sourbas
Auditing company: PricewaterhouseCoopers S.A.
Type of review report: Non qualified

Notes:

1) The accounting policies, adopted by the Group according to the International Financial Reporting Standards (IFRS), have been applied in consistency with those in the annual financial statements of the year 2012. Relevant disclosure is note 2 of the Stand alone and the Consolidated Interim Condensed Financial Information.
2) Property, plant and equipment are free of any liens or encumbrances.
3) Tax authorities have audited Piraеus Bank's tax position for the years up to and including 2010. The unaudited tax years of Group subsidiaries are included in note 17 of the Consolidated Interim Condensed Financial Information. For the year 2012, the tax audit for the issuance of the Bank's Tax Compliance Report by "PricewaterhouseCoopers S.A." is in progress, with no material findings to be expected.
4) All disputes under litigation or arbitration, as well as the pending court decisions, are not expected to have a significant effect on the financial position of the Bank and the Group. Therefore the Bank has not raised a provision for outstanding litigations, whereas the Group's provision amounts to € 11.6 million from continuing operations and € 2.2 million from discontinued operations. The provision raised for the unaudited tax years of the Bank, which is included in the current tax liabilities, amounts to € 6.4 million and of the Group amounts to € 11.9 million. Other provisions raised for the Bank amount to € 1.3 million and for the Group to € 21.7 million from continuing operations and € 538.1 million from discontinued operations.
5) The companies which have been consolidated as at 30/6/2013, apart from the parent company Piraеus Bank S.A., are included in note 17 of the Consolidated Interim Condensed Financial Information. Note 17 includes information about the country of incorporation, the percentage of holding by the Group, as well as the applied consolidation method. The direct shareholding percentages by the Bank are included in note 16 of the Bank's Interim Condensed Financial Information.
6) The following companies that are consolidated under the full method of consolidation as at 30/6/2013, had not been included in the consolidation as at 30/6/2012: a) "Exus Software Ltd", b) "ATEbank Romania S.A.", c) "ATE Insurance S.A.", d) "ATE Insurance Romania S.A.", e) "Piraеus Jeremie Technology Catalyst Management S.A.", f) "Project Season Residence SRL", g) "KPM Energy S.A.", h) "Geniki Bank S.A.", i) "Geniki Leasing S.A.", j) "Geniki Finance S.A.", k) "Geniki Financial Consulting Services S.A.", l) "Geniki Insurance Agency S.A.", m) "Geniki Information S.A.", n) "Centre of Sustainable Entrepreneurship Excoliti S.A." (former Altaxcoils S.A.), o) "General Business Management Investiti S.R.L.", p) "Piraеus Bank (Cyprus) Nominees Limited", q) "Millennium Bank S.A.", r) "Mile Fin S.A.", s) "Millennium A.E.D.A.K.", t) "Kion Mortgage Finance Plc", u) "Kion Mortgage Finance No.3 Plc" and v) "Kion Global Finance No.1 Plc". From these companies, the companies numbered (a)-(c) were consolidated under the full method of consolidation as at 31/3/2013, as well: the company numbered (d) was established during the 1st quarter of 2012 and started operating during the 3rd quarter of 2012. The companies numbered (b)-(d) were acquired in July 2012 in the context of the acquisition of the former ATEbank S.A. assets and liabilities. The company numbered (e) was acquired in August 2012, while the company numbered (f) was established in September 2012. The company numbered (g) was acquired in October 2012, while the company numbered (h) was acquired in November 2012. The company numbered (i) and its subsidiary companies (j)-(m) were acquired in December 2012. Following the finalization of the acquired perimeter of the selected balance sheet items of under special liquidation Agricultural Bank of Greece S.A. dated 24/11/2013, 100% of the company numbered (n) was acquired, whereas the company numbered (o) was established in February 2013. The company numbered (p) was established with 2012 by the subsidiary company "Piraеus Leasing Bulgaria EAD", while the company numbered (q) was absorbed in September 2012 by Piraеus Bank. The sale of company numbered (r), a subsidiary of the Bank, was realized in the 3rd quarter of 2012. The company numbered (s) was dissolved in December 2012, whereas the companies numbered (t)-(v) were dissolved in March 2013. In addition, the company "ABG Mutual Funds Management Company S.A." that was fully consolidated as at 31/3/2013, is not included in the consolidation as at 30/6/2013 since it was absorbed in June 2013 by the subsidiary company "Piraеus Asset Management S.A.". The companies "Estia Mortgage Finance PLC", "Estia Mortgage Finance II PLC", "Axia Finance PLC", "Axia Finance III PLC", "Axia II APC Limited", "Praxis Finance PLC", "Praxis II APC Limited" and "Praxis III APC Limited" are consolidated as special purpose entities. Note 29 of the Consolidated Interim Condensed Financial Information includes information about the changes in the subsidiaries' portfolio of the Group. During the 2nd quarter of 2012, Marathon Banking Corporation has been transferred from Investments in Subsidiaries to Assets held for sale as the classification criteria of IFRS 5 were met. During the 3rd quarter of 2012, "ATE Insurance S.A." and "ATE Insurance Romania S.A." have been included in the Assets held for sale as the acquisition date, as the classification criteria of IFRS 5 are met. Therefore, the financial figures and results of "ATE Insurance S.A." and "ATE Insurance Romania S.A." as well as the results of "Marathon Banking Corporation" until the date of its disposal during the 3rd quarter of 2012, are presented as "Discontinued operations". Relevant are the notes 9, 17 and 19 of the Consolidated Interim Condensed Financial Information. The subsidiaries that are excluded from the consolidation are as follows: a) "Abestos Mines S.A.", b) "Hellenic Industry of Aluminum", c) "Olivio Co. Ltd.", d) "EL SVSP S.A.", e) "Blue Wings Ltd", f) "Piraеus Bank's Congress Center Foundation", g) "Piraеus Bank Group Cultural Foundation", h) "Pharos Holding Ltd.", i) "Torborg Maritime Inc.", j) "Istam Marine Corp.", k) "Cybele Management Company", l) "Aegean Shipping Ltd.", m) "Maximus Chartering Co." and n) "Lantana Navigation Corp.". The companies numbered (a)-(d) are fully depreciated, under liquidation or dissolution status. The financial data of the companies (e)-(g) are included in the financial statements of the parent company Piraеus Bank S.A. and consequently, in the consolidated financial statements. The company numbered (h) has not started operating yet. The companies numbered (i)-(n) have been inactivated and they will be set under liquidation. The consolidation of the above mentioned companies does not affect the financial position and result of the Group.
7) The following companies that are consolidated under the equity method of accounting as at 30/6/2013, had not been included in the consolidation as at 30/6/2012: a) "AKR Bank", b) "Treasuries S.A.", c) "PI Tech Catalyst Fund", d) "Princhos S.A." and e) "Hellenic Seaways Maritime S.A.". From these companies, the companies numbered (a)-(c) were consolidated under the equity method of accounting as at 31/3/2013, as well. The company numbered (a) was acquired in July 2012 in the context of the acquisition of the former ATEbank S.A. assets and liabilities, while the company numbered (b) was transferred during the 3rd quarter of 2012 from the available for sale portfolio to the associates' portfolio as a result of the increase of the Bank's shareholding percentage in the company through the above mentioned acquisition. The company numbered (c) was established during the 3rd quarter of 2012 and started operating during the 4th quarter of 2012. The company numbered (d) was transferred during the 4th quarter of 2012 to the associates' portfolio as significant influence was achieved, whereas the company numbered (e) was transferred during the 2nd quarter of 2013 to the associates' portfolio as a result of the increase of the Bank's shareholding percentage in the company. The company numbered (f) was established in March 2013, as well as at 31/3/2013, as well as at 31/3/2013, the associate company "Ervytania S.A. Agricultural Development Company" has been excluded from the consolidation since it is under liquidation.
8) The Group's balances with related parties are as follows: assets € 382.3 million, liabilities € 58.8 million, letters of guarantee € 4.3 million, income € 7.1 million and expense € 11.0 million. The Bank's balances with related parties (subsidiaries included) are as follows: assets € 4,731.3 million, liabilities € 2,540.9 million, letters of guarantee € 457.5 million, income € 64.3 million and expense € 64.4 million. The Bank's balances with members of the Board of Directors and key management personnel and with management personnel amount to € 142.8 million and € 26.2 million respectively. The respective amounts to € 134.9 million and € 23.8 million. The transactions and remuneration of the Bank and its Group with the members of the Board of Directors and key management personnel amount to € 3.2 million. Finally, the Bank's and the Group's balances with HFSF relate to interest and commission due to the HFSF of € 142.8 million.
9) As at 30/6/2013 subsidiary company of Piraеus Group owned a total number of 73,579 treasury shares of the parent company Piraеus Bank S.A., at a value of € 140 thousand. The Bank did not hold any treasury shares as at 30/6/2013. Relevant information is provided in note 25 of the Consolidated Interim Condensed Financial Information.
10) At the Statement of Total Comprehensive Income of the Consolidated Interim Condensed Financial Information, "Other comprehensive income, net of tax" includes amounts that can be reclassified in the Income Statement, the change in currency translation reserve of € 6.60 million from continuing operations and of € 0.03 million from discontinued operations for the Group and the change in available for sale reserve of € 20.46 million from continuing operations and of € 2.31 million from discontinued operations for the Group and € 21.62 million for the Bank.
11) Restatements of the figures of the period 1/1-30/6/2012 in the Stand alone as well as the Consolidated Interim Condensed Financial Information of 30 June 2013 were presented as a result of the retrospective implementation of IAS 19 (Amendment) "Employee Benefits". Further information concerning these restatements is provided in note 26 of the Bank's Interim Condensed Financial Information as well as note 30 of the Consolidated Interim Condensed Financial Information.
12) On January 31st, 2013, Piraеus Bank announced the Tender Offer to purchase existing securities for cash. This Tender Offer related to subordinated and hybrid securities totaling € 321 million. On 28 May 2013, Piraеus Bank announced that it accepted offers of € 26.2 million subordinated securities and € 39.5 million of hybrid securities totaling € 65.7 million. Pursuant to the resolutions of the 2nd Interim Extraordinary General Meeting of its common shareholders held on 23/4/2013, Piraеus Bank implemented the following:
a) Increase of each share's nominal value from € 0.30 to € 3.00 along with a reduction of the number of the Bank's common shares from 1,143,326,564 to 114,332,657 common shares (reverse split with 10 old shares for every new share) and share capital increase for the amount of € 1.80 for the purpose of achieving integer number of shares, affected through capitalisation of reserves as specified in article 4 of par. 4a of Codified Law 2190/1920.
b) The formation of a special reserve as per par. 4a of article 4 of Codified Law 2190/1920 amounting to € 438,099,999.80 have been raised, increasing the share capital by € 1,487,470,588.20 and the expenses related to the share capital increase and the respective deferred tax. It is noted that the expenses on share capital increase at 30/6/2013 amounted to € 263,309,514.37 before tax and € 194,849,040.63 after tax.
After the completion of the capital increase, and as at 30/6/2013, the share capital of the Bank amounts to € 2,271,770,384.28 divided to 5,072,567,951 ordinary registered shares, each with a nominal value of € 0.30 and (a) 77,568,134 preferred non voting shares, each with a nominal value of € 4.77 and (b) 1,266,666,666 preferred non voting shares, each with a nominal value of € 0.30.
c) Increase of the share capital of the Bank through the issuance of new ordinary shares in order to raise funds up to € 8,429.19 million by cash payment and by contribution in kind by the Hellenic Financial Stability Fund (HFSF). Specifically, funds of a total amount of € 8,428,999,999.80 have been raised, increasing the share capital by € 1,487,470,588.20 and 4,958,235,208 new ordinary registered shares of € 0.30 nominal value each, have been issued in total. The Share premium reserve increased by € 746,880,370.97 after the reduction of the expenses related to the share capital increase and the respective deferred tax. It is noted that the expenses on share capital increase at 30/6/2013 amounted to € 263,309,514.37 before tax and € 194,849,040.63 after tax.
After the completion of the capital increase, and as at 30/6/2013, the share capital of the Bank amounts to € 2,271,770,384.28 divided to 5,072,567,951 ordinary registered shares, each with a nominal value of € 0.30 and (a) 77,568,134 preferred non voting shares, each with a nominal value of € 4.77 and (b) 1,266,666,666 preferred non voting shares, each with a nominal value of € 0.30.
13) On March 1st, 2013, Piraеus Bank submitted a Mandatory Tender Offer to the shareholders of Geniki Bank of Greece S.A. The submitted Tender Offer encompasses the total number of the common shares of Geniki Bank which Piraеus Bank did not hold on the 17th of December 2012 (date of Tender Offer), which corresponds to the acquisition of 159,731 common shares of Geniki Bank or 9.2% of the total paid-up share capital along with its voting rights, for the price of € 6.86 per share, paid in cash.
14) On 26/3/2013, Piraеus Bank Group acquired the Greek banking operations of Bank of Cyprus, Cyprus Popular Bank (CPB) and Hellenic Bank, for a total consideration of € 524 million. The Greek Banking operations include the staff, the branch network in Greece, the loans and the deposits of the aforementioned Cypriot banks, including the loans and the deposits of their subsidiaries in Greece (leasing, factoring and investment Bank of Greece - IBG). The "perimeter", i.e. the transferred balance sheet items and the consideration, was defined by the European Authorities. Negative goodwill of € 3,414 million resulted from this acquisition. Relevant is note 27 of the Bank's Interim Condensed Financial Information and note 28 of Consolidated Interim Condensed Financial Information. Excluding the negative goodwill, that equally affected the turnover, profit before and after tax as well as total equity, the relevant effect didn't result in a change above 25% of the turnover or the profit after tax, or the total equity attributable to the shareholders.
15) On the 10th April 2013, Piraеus Bank received ERSF bonds of €570 million nominal value from the Hellenic Financial Stability Fund, which are designated to cover capital needs relating to the acquisition of the selected assets and liabilities of ATEbank.
16) On the 18th April 2013, Piraеus Bank signed an agreement for the sale of its total shareholding (93.27%) in the share capital of ATEbank Romania S.A., for the consideration of €10.3 million. The aforementioned transfer will take place following the prior completion of the spin-off of the majority of the assets and liabilities of the subsidiary and contribution of the same to Piraеus Bank Romania S.A. The agreement is subject to regulatory approvals.
17) On the 13th May 2013, Piraеus Bank announced the Tender Offer to purchase existing securities for cash. This Tender Offer related to subordinated and hybrid securities totaling € 321 million. On 28 May 2013, Piraеus Bank announced that it accepted offers of € 26.2 million subordinated securities and € 39.5 million of hybrid securities totaling € 65.7 million. Pursuant to the resolutions of the 2nd Interim Extraordinary General Meeting of its common shareholders held on 23/4/2013, Piraеus Bank implemented the following:
a) Increase of each share's nominal value from € 0.30 to € 3.00 along with a reduction of the number of the Bank's common shares from 1,143,326,564 to 114,332,657 common shares (reverse split with 10 old shares for every new share) and share capital increase for the amount of € 1.80 for the purpose of achieving integer number of shares, affected through capitalisation of reserves as specified in article 4 of par. 4a of Codified Law 2190/1920.
b) The formation of a special reserve as per par. 4a of article 4 of Codified Law 2190/1920 amounting to € 438,099,999.80 have been raised, increasing the share capital by € 1,487,470,588.20 and the expenses related to the share capital increase and the respective deferred tax. It is noted that the expenses on share capital increase at 30/6/2013 amounted to € 263,309,514.37 before tax and € 194,849,040.63 after tax.
After the completion of the capital increase, and as at 30/6/2013, the share capital of the Bank amounts to € 2,271,770,384.28 divided to 5,072,567,951 ordinary registered shares, each with a nominal value of € 0.30 and (a) 77,568,134 preferred non voting shares, each with a nominal value of € 4.77 and (b) 1,266,666,666 preferred non voting shares, each with a nominal value of € 0.30.
18) Piraеus Bank Group completed within 12 months from the acquisition date the allocation of the acquisition cost of former ATEbank S.A. to the assets and liabilities acquired. Negative goodwill of € 84.4 million resulted from this acquisition. Relevant is note 27 of the Bank's Interim Condensed Financial Information and note 28 of Consolidated Interim Condensed Financial Information. The relevant effect didn't result in a change above 25% of the turnover or the profit after tax, or the total equity attributable to the shareholders.
19) Piraеus Bank Group completed the acquisition of the 100% of Millennium BCP's subsidiary in Greece Millennium Bank S.A., for a total consideration of € 1 million. Negative goodwill of € 308.4 million resulted from this acquisition. Relevant is note 28 of Consolidated Interim Condensed Financial Information. The relevant effect didn't result in a change above 25% of the turnover or the profit after tax, or the total equity attributable to the shareholders.
20) On 19/6/2013, Piraеus Bank Group completed the acquisition of the 100% of Millennium BCP's subsidiary in Greece Millennium Bank S.A., for a total consideration of € 1 million. Negative goodwill of € 308.4 million resulted from this acquisition. Relevant is note 28 of Consolidated Interim Condensed Financial Information. The relevant effect didn't result in a change above 25% of the turnover or the profit after tax, or the total equity attributable to the shareholders.
21) The First Interim Ordinary General Meeting of Shareholders, held on 15/7/2013, decided not to distribute dividend for the fiscal year 2012, according to the established provisions (article 1 of Law 3723/2008 as in force, combined with the article 4 of Law 4053/2012) for the credit institutions participating in the Economy reinforcement plan.
22) On June 30th, 2013, the number of staff employed by the Bank was 14,621 people and by the Group 25,017 people of which 274 people refer to discontinued operations (ATE Insurance S.A., ATE Insurance Romania S.A.). The number of staff employed by the Bank as at 30 June 2012 was 4,528 people and by the Group 12,280 people of which 153 people referred to discontinued operations (Marathon Banking Corporation).

STATEMENT OF FINANCIAL POSITION

Amounts in thousand euros

Table with columns for GROUP and BANK, and rows for ASSETS, LIABILITIES, and EQUITY. It shows financial data for 30 June 2013 and 31 December 2012 for both entities.

STATEMENT OF CHANGES IN EQUITY

Amounts in thousand euros

Table showing changes in equity for GROUP and BANK from 1 Jan - 30 Jun 2013 and 1 Jul - 31 Dec 2012. It includes opening balance, net income, and closing balance.

CASH FLOW STATEMENT

Amounts in thousand euros

Table showing cash flow for GROUP and BANK from 1 Jan - 30 Jun 2013 and 1 Jan - 30 Jun 2012. It details cash inflows and outflows from operating, investing, and financing activities.

STATEMENT OF TOTAL COMPREHENSIVE INCOME

Amounts in thousand euros

Large table showing total comprehensive income for GROUP and BANK from 1 Jan - 30 Jun 2013 and 1 Apr - 30 Jun 2013. It includes interest income, fees, dividends, and other comprehensive income.

Athens, August 28th, 2013

CHAIRMAN OF THE BOARD OF DIRECTORS

MANAGING DIRECTOR & C.E.O.

CHIEF FINANCIAL OFFICER

DEPUTY CHIEF FINANCIAL OFFICER

MICHALIS G. SALLAS

STAVROS M. LEKKAKOS

GEORGE I. POULOPOULOS

KONSTANTINOS S. PASCHALIS