



PIREAUS BANK S.A.

General commercial registry number 225501000
(Former 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 2015 to 30th September 2015
(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 Pireaus Bank S.A. and Pireaus 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, as well as the auditor's report when necessary.

COMPANY'S PROFILE

Company's web site: www.pireausbankgroup.com
Date of approval by the Board of Directors of the interim condensed financial information for the period ended as at September 30th, 2015: October 31st, 2015

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 2014. Relevant disclosure is note 2 of the Stand alone and the Consolidated Interim Condensed Financial Information.
2) Property, plant and equipment are free of material liens or encumbrances.
3) Pireaus Bank has been audited by the tax authorities and all the unaudited fiscal years until 2010 have been finalized. The unaudited tax years of Group subsidiaries are included in note 15 of the Consolidated Interim Condensed Financial Information. In accordance with the article 82 par. 5 of Law 2239/94, the tax audit of the Bank conducted by PricewaterhouseCoopers S.A. for the fiscal years of 2011 and 2012 has been completed and a non qualified Tax Compliance Report has been issued. The tax audit for the fiscal year 2013 has been completed and a relevant "Tax Compliance Report" has been issued and submitted to the Ministry of Finance, with an emphasis of matters though. For the fiscal year of 2014, the tax audit of the Bank conducted by PricewaterhouseCoopers S.A. has been completed and a non qualified Tax Compliance Report has been issued. Further information is provided in notes 7 and 8 of the Bank and the consolidated Interim Condensed Financial Information respectively.
4) The Bank's provisions for outstanding litigations amount to € 13.1 million, whereas the Group's provision amounts to € 15.7 million from continuing operations and € 5.7 million from discontinued operations. The provision raised for the tax differences that may arise during the finalization of the tax audit, which is included in the current tax liabilities, amounts for the Group to € 10.1 million from continuing operations and € 2.9 million from discontinued operations. Other provisions amount for the Bank to € 16.0 million and for the Group to € 34.8 million for the continuing operations and € 462.2 million for the discontinued operations, relating mostly to insurance provisions.
5) The companies which have been consolidated as at 30/9/2015, apart from the parent company Pireaus Bank S.A., are included in note 15 of the Consolidated Interim Condensed Financial Information. Note 15 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 15 of the Bank's Interim Condensed Financial Information.
6) The following companies that are consolidated under the full method of consolidation as at 30/9/2015, had not been included in the consolidation as at 30/9/2014: a) "Marathon 1 Greenvale RD LLC", b) "Cielo Consultancy Sh.p.k.", c) "Edificio Enterprise Sh.p.k.", d) "Tierra Projects Sh.p.k.", e) "Holding Spectacles S.A.", f) "ETVA Fund Management S.A.", g) "ETVA Development S.A.", h) "Cyprus Leasing S.A.", i) "Pireaus ACT Services S.A.", j) "A.C.T. B.A.S. S.A. (former "P-Payroll S.A.)", k) "Trastor Real Estate Investment Company", l) "Rembo S.A.", m) "Alecsandri Estates SRL" and n) "Gamma Asset Management EOOD". From these companies, the companies numbered (a)-(m) were consolidated under the full method of consolidation as at 30/6/2015, as well. The company numbered (n) started operating during the 4th quarter of 2014. The companies numbered (b)-(d) were established in October 2014, whereas the company numbered (e) was acquired in November 2014. The companies numbered (f)-(g) were established in December 2014 and started operating during the 1st quarter of 2015. The company numbered (h) was fully acquired in February 2015 and as a result, it was included in the subsidiaries' portfolio. The financial figures and results of the company are included in the Financial Statements of the Bank for the period 1/1 - 31/12/2015. The company numbered (i) was transferred during the 1st quarter of 2015 from the associates' portfolio due to acquisition of control. Consequently, its 100% subsidiary company numbered (j) has become a subsidiary of the Group. The company numbered (k) was transferred in March 2015 from the associates' portfolio due to acquisition of control. Consequently, its 100% subsidiary company numbered (l) has become a subsidiary of the Group. The company numbered (m) was acquired in June 2015, whereas the company numbered (n) was established in September 2015. The companies: a) Pireaus Real Estate Consultants Doo, b) Pireaus Insurance Brokerage Egypt, c) Geniki Bank S.A., d) Pireaus Egypt for Securities Brokerage Co., e) Topuni Investments Ltd, f) Albalete Company Ltd, g) Akimora Enterprises Ltd, h) Exus Software Ltd, i) Integrated Services Systems Co., j) Pireaus Bank (Cyprus) Nominees Ltd and k) Parking Kosmopolis S.A. that were fully consolidated as at 30/9/2014, are not included in the consolidation as at 30/9/2015, as well as at 30/6/2015. The company numbered (l) has been liquidated and removed from the relevant Register in October 2014. In October 2014, 97% of the share capital of the company numbered (l) was disposed and as a result, the company was transferred to the Available for sale portfolio. The company numbered (m) was merged through absorption with Pireaus Bank S.A. in November 2014, whereas the companies numbered (d)-(g) were liquidated and removed from the relevant Register in December 2014. The company numbered (h) was transferred in December 2014 to the associates' portfolio due to loss of control. In April 2015, 98% of the share capital of the company numbered (i) was disposed and as a result, the company was transferred to the Available for sale portfolio. The company numbered (j) has been liquidated and removed from the relevant Register in April 2015, whereas the company numbered (k) was merged through absorption with Kosmopolis A Shopping Centers S.A. in June 2015. The companies "Estia Mortgage Finance PLC", "Estia Mortgage Finance II PLC", "Axia Finance PLC", "Axia Finance III PLC", "Axia III APC Limited", "Praxis I Finance PLC", "Praxis II Finance PLC", "Praxis II APC Limited", "Kion Mortgage Finance PLC", "Kion Mortgage Finance No.3 PLC" and "Kion CLO Finance No.1 PLC" are consolidated as special purpose entities. Note 25 of the Consolidated Interim Condensed Financial Information includes information about the changes in the subsidiaries' portfolio of the Group. The companies "ATE Insurance S.A." and "ATE Insurance Romania S.A." have been classified in the Assets held for sale, as the classification criteria of IFRS 5 are met. In addition, within the 2nd quarter of 2015, "Pireaus Bank Egypt S.A.E." was transferred from the subsidiaries' portfolio to the Assets held for sale, as the classification criteria of IFRS 5 are met. Therefore, the financial figures and results of "ATE Insurance S.A.", "ATE Insurance Romania S.A.", "Pireaus Bank Egypt", its subsidiaries and associate companies are presented as "Discontinued operations". Relevant are the notes 7, 15 and 27 of the Consolidated Interim Condensed Financial Information. The subsidiaries that are excluded from the consolidation are as follows: a) "Asbestos Mines S.A.", b) "Hellenic Industry of Aluminum S.A.", c) "ELSYF S.A.", d) "Blue Wings Ltd", e) "Pireaus Bank's Congress Centre" and its subsidiary "The Museum Ltd", f) "Pireaus Bank Group Cultural Foundation", g) "Torborg Maritime Inc.", h) "Isham Marine Corp.", i) "Cybele Management Company", j) "Alegre Shipping Ltd", k) "Maximus Chartering Co.", l) "Lantana Navigation Corp.", m) "Pallas Shipping S.A.", n) "Zephyros Marine INC.", o) "Bayamo Shipping Co.", p) "Sybil Navigation Co.", q) "Procas Holding Ltd", r) "Phoebe Investments SRL", s) "Core Investments Project SRL", t) "Amariyis Investments Consultancy SRL", u) "Axia III Holdings Ltd", v) "Praxis II Holdings Ltd" and w) "Kion Holdings Ltd". The companies numbered (a)-(c) are fully depreciated, under liquidation status. The company numbered (d) is under idle status. The companies numbered (g)-(h) have been liquidated and they will be set under liquidation. The companies numbered (i)-(j) have been dissolved and set under liquidation. The companies numbered (k)-(t) have not started operating yet. The figures of the companies numbered (u)-(w) have been consolidated through the companies in which they participate. 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 30/9/2015, as well as at 30/6/2015, had not been included in the consolidation as at 30/9/2014: a) "Ejus Software Ltd", b) "Pireaus ACT Services S.A.", c) "Trastor Real Estate Investment Company" and d) "AIK BANKA". The company numbered (a), which has not been included in the consolidation as at 30/6/2015 as well since on 4/12/2014 the proceeds from the liquidation of the company were distributed to its shareholders, was removed from the Tax Office of Commercial Companies' Registry in June 2015. The companies numbered (b) and (c) were transferred during the 1st quarter of 2015 to the subsidiaries' portfolio due to acquisition of control. The company numbered (d) was disposed in March 2015. The associate company "Evrylania S.A. Agricultural Development Company" has been excluded from the consolidation under the equity method of accounting since it is under idle status. Note 25 of the Consolidated Interim Condensed Financial Information includes information about the changes in the associates' portfolio of the Group.
8) The Group's balances with related parties are as follows: assets € 1,116.5 million, letters of guarantee € 21.0 million, income € 43.9 million and expense € 16.6 million. The Bank's balances with related parties (subsidiaries included) are as follows: assets € 5,078.8 million, liabilities € 1,603.8 million, letters of guarantee € 176.4 million, income € 97.9 million and expense € 103.5 million. The balances of assets and liabilities of the Group with members of the Board of Directors and key management personnel amount to € 60.5 million and € 14.9 million respectively. The fair values of the acquired assets and liabilities are provisional and as a result, the initial acquisition of the acquisition is incomplete. Relevant information is provided in notes 25 and 24 of the Stand alone and Consolidated Interim Condensed Financial Information respectively.
9) As at 30/9/2015, subsidiary company of Pireaus Group owned a total number of 3,573,873 treasury shares of the parent company Pireaus Bank S.A., at a value of € 595 thousand. The Bank did not hold any treasury shares as at 30/9/2015. Relevant information is provided in note 21 of the Consolidated Interim Condensed Financial Information.
10) At the Statement of Total Comprehensive Income of the Consolidated and Stand alone 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 € - 3.32 million from continuing operations and € 8.83 million from discontinued operations for the Group and the change in available for sale reserve of € 1.66 million from continuing operations and € - 0.12 million from discontinued operations for the Group and € 16.24 million for the Bank. In addition, "Other comprehensive income, net of tax" includes amounts that can not be reclassified in the Income Statement, the change in reserve of defined benefit obligations of € 8.46 million from continuing operations and € - 0.28 million from discontinued operations for the Group and € 8.35 million for the Bank.
11) Following the 3rd exercise of warrants on 2 January 2015 when 3,568 warrants in total were exercised on shares issued by the Bank and owned by HFSF, as well as the 4th exercise on 2 July 2015 when no warrants were exercised, the HFSF percentage of Bank's total share capital stood at 66.93%. Further information is provided in note 21 of the Stand alone and Consolidated Interim Condensed Financial Information.
12) On April 17, 2015, Pireaus Bank announced the acquisition of the "good" part of Panellinia Bank S.A. ("Panellinia"), following a tender offer launched by the Bank of Greece ("BoG") for a consideration of € 17.1 million. The fair values of the acquired assets and liabilities are provisional and as a result, the initial acquisition of the acquisition is incomplete. Relevant information is provided in notes 25 and 24 of the Stand alone and Consolidated Interim Condensed Financial Information respectively.
13) On May 15, 2015, Pireaus Bank announced the approval, by the Hellenic Capital Market Commission dated from May 14, 2015, of the International Offering Memorandum of Mandatory Tender Offer that Pireaus Bank had sent on October 9, 2014, to shareholders of the company "TRASTOR REAL ESTATE INVESTMENT COMPANY SA". The acceptance period of the Tender Offer commenced on May 19, 2015 and ended on June 16, 2015, while the offer price paid by the Bank for the purchase of each share amounted to € 1.40. During the period of acceptance of the Tender Offer and until 26/6/2015, Pireaus Bank acquired by shareholders who accepted the Tender Offer as well as through the stock exchange an additional 20.25% of the share capital of Trastor REIC. As a result, Pireaus Bank owned 91.13% of the company as at 30/9/2015. During the 3rd quarter of 2015, Pireaus Bank acquired through the stock exchange an additional 0.58% of the share capital of Trastor REIC. As a result, Pireaus Bank owns 91.71% of the company as at 30/9/2015.
14) On May 21, 2015, Pireaus Bank announced that it has entered into a definitive agreement with Al Ahli Bank of Kuwait K.S.C.P. to dispose its stake (98.5%) in Pireaus Bank Egypt S.A.E., its Egyptian subsidiary, to a consideration of \$ 150 million. The finalization of the agreement is subject to the approval of the Egyptian Organization GAFI (General Authority for Investment) and is expected within November 2015.
15) The Annual Ordinary General Meeting of Shareholders, held on 29/6/2015, decided not to distribute dividend for the fiscal year 2014. Further information is provided in note 21 of the Stand alone and Consolidated Interim Condensed Financial Information.
16) The enactment of Law 4335/2015 as at 23rd of July 2015, brought about changes in the operation of the Hellenic Deposit and Investment Guarantee Fund (HDIGF). Further information is provided in note 20 of the Stand alone and Consolidated Interim Condensed Financial Information.
17) On the 23rd of July 2015, the "Bank Recovery and Resolution Directive" (BRRD) of the European Union (2014/59/EU) was incorporated in the Greek Law (Law 4335/2015). This law was enacted in light of the negotiations for a new financial support program with the participation of the European Stability Mechanism. The BRRD constitutes part of the Single Rulebook applied in the market of financial services of the European Union and establishes a uniform framework for the recovery of financial institutions through bail-in. The articles of Law 4335/2015 regarding the bail-in exercise of depositors will become enforceable on the 1st of January 2016.
18) On September 30, 2015, the Bank returned Pillar III special bonds (L3273/2008) to the Greek State of a total nominal value of € 2.24 billion maturing on April 22, 2015. These special bonds were given to the Bank against the concession to the State of credit claims as a collateral, under a lending agreement between the two counterparties. As a result, the pledge of loans with nominal value of approximately € 3 billion was lifted, thus becoming available collaterals for raising liquidity through the ELA mechanism.
19) On October 15, 2015, the Bank invited the holders of securities of Pireaus Group Capital Limited and Pireaus Group Finance PLC to offer to exchange any or all of such existing securities for non-transferable receipts issued by the Bank. Further information is provided in notes 26 and 28 of the Stand alone and Consolidated Interim Condensed Financial Information respectively.
20) On October 30th 2015 the draft legislation setting the rules for recapitalization of the financial institutions in Greece and updating or introducing new regulations regarding the role of the Financial Stability Fund was submitted to the Greek Parliament. Further information is provided in notes 26 and 28 of the Stand alone and Consolidated Interim Condensed Financial Information respectively.
21) Pireaus Bank took notice of the announcement of European Central Bank on October 31, 2015 regarding the results of the Comprehensive Assessment exercise conducted for the four Greek systemic banks. Further information is provided in notes 25 and 28 of the Stand alone and Consolidated Interim Condensed Financial Information respectively.
22) On September 30th 2015, the number of staff employed by the Bank was 14,371 people and by the Group 21,784 people out of which 1,099 people refer to discontinued operations (ATE Insurance S.A., ATE Insurance Romania S.A., Pireaus Bank Egypt S.A.E., Pireaus Egypt Leasing Co. and Pireaus Bank Egypt Investment Company). The number of staff employed by the Bank as at 30 September 2014 was 14,072 people and by the Group 22,465 people out of which 206 people referred to discontinued operations (ATE Insurance S.A., ATE Insurance Romania S.A.).

STATEMENT OF FINANCIAL POSITION

Amounts in thousand euros

	GROUP		BANK	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
ASSETS				
Cash and balances with Central Banks	3,359,222	3,837,541	2,147,583	2,864,234
Loans and advances to credit institutions	175,587	297,109	815,425	832,793
Financial instruments at fair value through profit or loss	296,283	299,562	91,116	110,173
Derivative financial instruments - assets	458,465	508,928	454,971	506,941
Reverse repos with customers	1,410	64,299	769	63,632
Loans and advances to customers (net of provisions)	51,935,284	57,143,022	50,008,414	53,987,068
Available for sale securities	2,822,403	2,533,587	2,453,916	2,959,917
Debt securities - receivables	14,310,574	14,400,421	14,279,142	14,273,935
Held to maturity	23,338	27,180	0	0
Assets held for sale	39,750	38,022	118,850	10,307
Inventories property	895,216	844,994	510,108	523,883
Investment property	1,010,155	989,504	313,247	321,636
Investments in subsidiaries	0	0	1,803,633	1,691,120
Investments in associated undertakings	285,707	298,672	286,537	279,154
Property, plant and equipment	1,534,674	1,435,942	877,135	838,804
Intangible assets	324,522	313,072	255,505	238,448
Deferred tax assets	4,819,537	4,018,745	4,750,821	3,950,983
Other assets	2,074,575	1,934,171	2,184,626	1,950,071
Assets from discontinued operations	1,542,336	304,925	-	-
TOTAL ASSETS	85,910,038	89,289,696	81,331,600	84,603,099
LIABILITIES				
Due to credit institutions	36,494,639	23,690,331	36,301,739	24,566,067
Due to customers	38,074,991	54,732,834	35,355,999	50,240,344
Liabilities at fair value through profit or loss	0	1,853	0	1,853
Derivative financial instruments - liabilities	452,002	544,026	450,816	538,260
Debt securities in issue	478,597	661,350	478,090	661,341
Current income tax liabilities	43,121	32,566	817	9,007
Deferred tax liabilities	34,379	37,772	0	0
Retirement benefit obligations	211,545	211,944	198,395	192,198
Other provisions	58,498	42,733	28,165	27,665
Other liabilities	1,618,836	1,275,911	1,273,784	747,116
Hybrid capital and other borrowed funds				
Hybrid capital (Tier I)	16,249	16,373	16,249	16,373
Subordinated debt capital (Tier II)	211,139	227,388	211,139	227,388
Liabilities from discontinued operations	1,500,361	503,753	-	-
Total Liabilities	79,186,347	81,967,454	74,316,994	77,216,232
EQUITY				
Share Capital	1,830,594	1,830,594	1,830,594	1,830,594
Share premium	11,393,315	11,393,315	11,393,315	11,393,315
Less: Treasury shares	(955)	0	0	0
Other reserves and retained earnings	(6,648,974)	(6,032,535)	(6,209,303)	(5,873,042)
Amounts recognized directly in equity relating to non-current assets from discontinued operations	32,815	18,787	-	-
Capital and reserves attributable to equity holders of the parent entity	6,607,155	7,210,161	7,014,606	7,386,867
Non controlling interest	116,536	112,081	-	-
Total Equity	6,723,691	7,322,242	7,014,606	7,386,867
TOTAL LIABILITIES AND EQUITY	85,910,038	89,289,696	81,331,600	84,603,099

STATEMENT OF CHANGES IN EQUITY

Amounts in thousand euros

	GROUP			BANK		
	1 Jan - 30 Sept 2015	1 Oct - 31 Dec 2014	1 Jan - 30 Sept 2014	1 Jan - 30 Sept 2015	1 Oct - 31 Dec 2014	1 Jan - 30 Sept 2014
Opening balance	7,322,242	7,768,876	8,542,899	7,386,867	7,296,821	8,289,089
Total comprehensive income for the period, net of tax increase of share capital	(602,037)	(445,815)	(1,177,453)	(372,261)	(344,312)	(1,512,089)
Preferred shares repurchase	-	-	(750,000)	-	-	(750,000)
Prior year dividends of ordinary shares	-	(162)	-	-	-	-
(Purchases) sales of treasury shares	535	6	55	-	-	-
Acquisitions, disposals, absorptions, liquidation and movement in participating interest	2,951	(663)	-	-	434,358	(3,604)
Closing balance	6,723,691	7,322,242	7,368,876	7,014,606	7,386,867	7,296,821

CASH FLOW STATEMENT

Amounts in thousand euros

	GROUP		BANK	
	1 Jan - 30 Sept 2015	1 Jan - 30 Sept 2014	1 Jan - 30 Sept 2015	1 Jan - 30 Sept 2014
Net cash inflow/(outflow) from continuing operating activities	40,366	(1,035,503)	(245,426)	(917,222)
Net cash inflow/(outflow) from discontinued operating activities	176,025	(44,755)	-	-
Total inflows/(outflows) from operating activities	216,391	(1,080,258)	(245,426)	(917,222)
Net cash inflow/(outflow) from continuing investing activities	(587,364)	(119,780)	(569,979)	(163,216)
Net cash inflow/(outflow) from discontinued investing activities	(94,222)	(12,281)	-	-
Total inflows/(outflows) from investing activities	(681,586)	(132,061)	(569,979)	(163,216)
Net cash inflow/(outflow) from continuing financing activities	(174,012)	1,343,628	(190,981)	1,328,358
Net cash inflow/(outflow) from discontinued financing activities	-	-	-	-
Total inflows/(outflows) from financing activities	(174,012)	1,343,628	(190,981)	1,328,358
Net increase/(decrease) in cash and cash equivalents of the period	(639,208)	131,309	(1,006,386)	247,920
Effect of exchange rate changes on cash and cash equivalents	8,906	80,325	22,018	33,360
Total inflows/(outflows) for the period	(630,302)	211,634	(984,368)	281,280
Cash and cash equivalents at the beginning of the period	2,864,133	1,888,467	1,926,139	1,040,989
Cash and cash equivalents from absorption of company	-	-	-	43
Cash and cash equivalents at the acquisition date of assets and liabilities of Panellinia Bank	3,291	-	3,291	-
Cash and cash equivalents at the end of the period	2,037,022	2,080,101	945,062	1,322,312

STATEMENT OF TOTAL COMPREHENSIVE INCOME

Amounts in thousand euros

	GROUP								BANK							
	1 Jan - 30 Sept 2015		1 Jan - 30 Sept 2014		1 Jul - 30 Sept 2015		1 Jul - 30 Sept 2014		1 Jan - 30 Sept 2015		1 Jan - 30 Sept 2014		1 Jul - 30 Sept 2015		1 Jul - 30 Sept 2014	
	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations	Continuing operations	Discontinued operations
Interest and similar income	2,292,007	72,481	2,364,488	2,578,877	48,113	2,627,990	843,965	25,156	776,120	843,951	18,020	861,971	2,104,445	2,246,211	689,891	737,513
Interest expenses and similar charges	(657,108)	(43,479)	(900,587)	(1,106,855)	(31,885)	(1,138,740)	(280,474)	(15,366)	(295,840)	(341,742)	(11,183)	(352,525)	(820,529)	(1,054,910)	(270,582)	(333,983)
Net interest income	1,434,899	29,002	1,463,901	1,472,022	17,228	1,489,250	470,490	9,790	480,280	502,209	6,837	509,446	1,283,916	1,191,301	419,309	403,530
Fee and commission income	264,027	10,370	274,397	267,622	8,359	276,036	84,763	3,002	87,765	93,703	2,691	96,394	188,845	179,509	60,716	67,453
Fee and commission expense	(30,825)	(3,214)	(34,039)	(27,499)	(1,978)	(29,477)	(11,540)	(1,107)	(12,647)	(9,387)	(433)	(9,820)	(31,827)	(17,692)	(10,743)	(6,340)
Net fee and commission income	233,202	7,156	240,358	240,178	6,381	246,559	73,223	1,895	75,118	84,316	2,258	86,574	157,018	161,817	49,973	61,113
Dividend income	7,332	308	7,640	14,626	177	14,803	720	62	782	270	28	298	99,048	15,480	646	26
Net income from financial instruments designated																