# INTERIM FINANCIAL REPORT

**For the period from 1st January to 30th June 2012**

**(In accordance with the Law 3556/2007)**

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**STATEMENT OF THE MEMBERS OF THE BOARD OF DIRECTORS**
**(According to Article 5 par. 2 of the Law 3556/2007)**

To the best of our knowledge, the Interim Financial Statements were prepared in accordance with International Financial Reporting Standards, give a true and fair view of the assets, liabilities, equity and financial performance of Attica Bank S.A. and of the group of companies included in the consolidated financial statements taken as a whole, in accordance with Art. 5 par. 3-5 of Law 3556/2007 and the Board of Directors' interim report as of 30 June 2012 provides all information required by Art. 5 par. 6 of Law 3556/2007.

Athens, 20 December 2012

**For the Board of Directors**

| THE CHAIRMAN OF THE BOARD & CHIEF EXECUTIVE OFFICER | THE VICE-PRESIDENT OF THE BOARD | THE MEMBER OF THE BOARD |
|---|---|---|
| **IOANNIS P. GAMVRILIS** | **ARGYRIOS G. ZAFEIROPOULOS** | **ATHANASIOS E. PRESVELOS** |
| **I.D. No AZ 995770** | **I.D. No AZ 048313** | **I.D. No AH 554151** |

**BOARD OF DIRECTORS' INTERIM MANAGEMENT REPORT**
**(According to Law 3556/2007)**

## Introduction

The Attica Bank Group, despite the exceptional difficulties created by the recession continuing for 5th consecutive year of the Greek Economy that has resulted in a lack of liquidity of the economic system and at the same time an increase of the credit risks, has managed to maintain a positive balance of its equity position at a significant level.

Concentrated efforts towards financial crisis consequences made by Bank's Management ground on the assurance of the quality of its loan portfolio, the optimization of the NPLs management, as well as the optimal usage of the liquidity sources of the Bank.

Financial figures and results both for Group and Bank reflect, up to a great degree, the country's sovereign debt crisis through the impairment on the Greek Government Bonds included in Bank's portfolio, the recession of the Greek Economy, the increase of the cost of capital and the mitigation of the NPLs the crisis has produced.

The Group results for the first semester of 2012 have been affected by the additional impairment on the Greek Government Bonds portfolio under the PSI program, as this has been determined at the exchange date (12.03.2012) based on HDAT prices. The aforementioned charge amounted to € 11.7 million resulting in an accumulated impairment rate of approximately 79%.

The high provisioning for the impairment on loans resulting from the continuous recession had a significant effect on the Consolidated Income Statement. In particular, for the current period provisions amounts to € 77 million, increased by almost 200% compared to the respective period of prior year.

The restructuring program for all Group companies continues and the generation of economies of scale is establishing the basis for an operational profitability in the future. The further decrease in staff cost and in the operating expenses consist a primary component of the above program, along with the retention of the quality levels of the loans portfolio of the Bank and the optimization of the of the Bank's credit risks monitoring.

## Key Figures and Results of the Bank

In particular, for the first semester of 2012, the key figures and results of the Bank, as well as their changes, were as follows:

- Total Assets of the Bank amounted to € 3,957 million, compared to € 4,182 million as at 31.12.2011 and compared to € 4,616 million as at 30.06.2011.

- Total loans and advances to customers (loans and corporate bond loans), before impairment, amounted to € 3,665 million, a decrease of 1.89% compared to 31.12.2011. The table below presents an analysis of loans and advances to customers.

| **Loans and Advances to customers (before impairment)** | | | | | |
|---|---|---|---|---|---|
| *(In million €)* | **30.06.2012 (1)** | **31.12.2011 (2)** | **30.06.2011 (3)** | **Change % (1)/(2)** | **Change % (1)/(3)** |
| **LOANS** | **3,077.8** | **3,141.2** | **3,217.7** | **-2.02%** | **-4.35%** |
| - Consumer loans | 233.2 | 233.7 | 236.0 | -0.23% | **-1.22%** |
| - Credit cards | 55.3 | 55.7 | 60.1 | -0.64% | **-7.85%** |
| - Mortgages | 562.9 | 573.7 | 584.2 | -1.88% | **-3.66%** |
| - Leasing | 308.1 | 305.1 | 300.9 | 0.98% | **2.42%** |
| **CORPORATE BOND LOANS** | **577.6** | **584.5** | **565.5** | **-1.18%** | **2.14%** |
| **TOTAL LOANS** | **3,655.4** | **3,725.7** | **3,783.2** | **-1.89%** | **-3.38%** |

- The amount of deposits amounted to € 2,521.9 million decreased by 18.72% compared to 31.12.2011 and decreased by 15.8% compared to 30.06.2011.

- The "impairment amount over total NPLs overdue for more than 90 days" ratio is equal to 43% and is among the highest in the banking sector, reflecting the reorganization of the portfolio and the effective controls existing over the maintenance of the quality of the portfolio. Similarly, the same ratio to NPLs overdue for more than 180 days, was 48% and is also among the highest in the banking sector.

- Bank's total equity amounted to € 154.5 million as at 30.06.2012, compared to € 253.9 million as at 31.12.2011.

- Net interest income amounted to € 29.8 million showing a decrease of 41.73% compared to the first semester of 2011. This decrease is mainly attributable to the increase of the cost of capital of the Bank due to the increased interest rates of the term deposits and the participation of the Bank to the E.L.A.

- Net income from commissions amounted to € 8.6 million decreased by 9.72% compared to the first semester of the previous year.

- Results from financial activities present a loss of € 0.6 million, compared to a loss of € 0.3 million in the first semester of 2011.

- Total income from operating activities amounted to € 39.6 million, showing a decrease of approximately 35.54% compared to the first semester of 2011.

- Personnel expenses amounted to € 29.7 million, showing a decreasing trend compared to the first semester of 2011.

- Credit risk provisions amounted to € 88.7 million for the period ended 30.06.2012, out of which, € 11.8 million refer to provision for impairment on GGBs. The provision for impaired loans for the 1st semester of 2012 amounts to € 77 million compared to € 26.3 million for the comparative period of 2011. The cumulative allowances amount to € 333.2 million, increased by 29.8% compared to 31.12.2011.

- Losses before income tax, amounted to € 96.3 million, compared to loss of € 73.1 million for the first semester of 2011. Amount of € 11.7 million attributable to the additional impairment of GGBs under the PSI program have largely contributed to the significant losses. Respectively, the after tax results, amounted to a loss of € 80.5 million, compared to a loss of € 66.2 million for the respective period of 2011.

- Total comprehensive income net of tax for the period amounted to losses of € 99.5 million.

As regards to the second quarter of 2012 results:

- The Bank's losses before income tax for the second quarter of 2012 amounted to € 73.4 million, compared to € 68.8 million losses for the second quarter of 2011.

- Losses after income tax recorded for the same period amounted to € 76 million, compared to € 61 million losses for the same period in 2011.

- Bank's total comprehensive income, net of tax, for the second quarter of 2012 amounted to € 81.2 million losses.

- Allowances charged for impaired loans amounted to € 55 million for the period of the second quarter of 2012. Allowances charged for the comparative period of 2011 amounted to € 16 million.

## Key Indices and Results on a Consolidation Basis

Based on the Condensed Interim Consolidated Financial Statements of the Group, the key figures and results on a Group level are as follows:

- Total Assets of the Group amounted to € 3,950.8 million, compared to € 4,175.9 as at 31.12.2011, showing a decrease of 5.39% approximately.

- Group's total equity amounted to € 159 million as at 30.06.2012, compared to € 259.1 million as at 31.12.2011.

- Other operational expenses before impairment amounted to € 14.8 million, reduced by approximately 20% compared to the 1st semester of 2011. The control of operational expenses and staff costs comes as a result of the operational restructuring program of the Bank that continues and is expected that until the end of the year the reduction of operating costs will be at a higher degree.

- Credit risk provisions amounted to € 88.7 million for the period ended 30.06.2012, out of which, € 11.8 million refer to provision for impairment on GGBs. The provision for impaired loans for the 1st semester of 2012 amounts to € 77 million compared to € 26.3 million for the comparative period of 2011. The cumulative allowances amount to € 333.2 million, increased by 29.8% compared to 31.12.2011.

- The consolidated losses before income tax, amounted to € 96.5 million compared to € 71.7 million losses in the first semester of 2011, while consolidated losses after income tax attributable to owners of the Bank amounted to € 81.1 million, compared to € 64.9 million losses in the first semester of 2011.

| RESULTS ON A CONSOLIDATED BASIS | | | |
|---|---|---|---|
| *(In thousand €)* | **6M 2012** | **6M 2011** | **Change %** |
| Net Interest Income | 30,248.97 | 51,529.00 | -41.30% |
| Net Fee and Commission Income | 10,222.71 | 11,732.77 | -12.87% |
| Gain/(Loss) from Financial Activities | 191.77 | 201.52 | -4.84% |
| Other Income | 1,828.24 | 917.96 | 99.16% |
| **Operating Income** | **42,491.69** | **64,381.26** | **-34.00%** |
| Personnel Expenses | 30,550.24 | 32,159.76 | -5.00% |
| General Operating Expenses | 14,827.80 | 18,491.45 | -19.81% |
| Income from investments in associates | 1,250.34 | -171.37 | -829.63% |
| **Total Operating Expenses** | **46,628.38** | **50,479.85** | **-7.63%** |
| **Profit Before Impairment & Depreciation** | **-4,136.69** | **13,901.41** | **-129.76%** |
| Depreciation | 3,666.93 | 3,385.53 | 8.31% |
| Allowance for impairment losses | 88,668.15 | 79,083.77 | 12.12% |
| Other provisions | 0.17 | 3,100.30 | -99.99% |
| **Profit before Taxes** | **-96,471.94** | **-71,668.19** | **34.61%** |
| **Profit after Taxes** | **-81,090.67** | **-64,922.97** | **24.90%** |
| **Total Comprehensive Income for the period net of tax** | **-100,091.65** | **-31,943.69** | **213.34%** |

- Basic earnings/losses per share amounted to € (0.3475), compared to € (0.2815) for the first semester of 2011.

**As it concerns the second quarter of 2012 the figures and results are as follows:**

- Group's losses before income tax, for the second quarter of 2012, amounted to € 72.3 million, compared to € 69.4 million loss for the respective quarter of 2011.

- Losses after income tax for the same period amounted to € 75.5 million, compared to € 61.7 million losses for the comparative period of 2011.

- Group's total comprehensive income after tax, for the second quarter of 2012, amounted to € 80.7 million losses.

- Allowances charged for impaired loans amounted to € 55 million for the period of the second quarter of 2012. Allowances charged for the comparative period of 2011 amounted to € 16 million.

The results before and after income tax for the companies of the Group are presented in the following table:

| **Company** | **Profit/(loss) before income tax** *(in thousand €)* | | **Profit/(loss) after income tax** *(in thousand €)* | |
|---|---|---|---|---|
| | **6M 2012** | **6M 2011** | **6M 2012** | **6M 2011** |
| Attica Bank S.A. | -96,321.61 | -73,113.09 | -80,460.51 | -66,233.66 |
| Attica Wealth Management Mutual Funds Management S.A. | -81.04 | 146.16 | -59.01 | 115.27 |
| Attica Finance S.A. | -77.75 | -37.33 | -34.21 | -16.43 |
| Attica Ventures S.A. | 114.90 | 188.59 | 93.06 | 151.81 |
| Attica Funds Plc. | 46.28 | 36.58 | 37.86 | 28.84 |
| Attica Bancassurance Agency S.A. | 488.66 | -23.66 | 390.93 | -18.91 |
| Attica Bank Properties S.A. | -209.48 | 53.47 | -209.48 | 42.47 |
| Stegasis Mortgage Finance plc | 819.28 | 500.00 | 429.85 | 440.00 |
| Zaitech Innovation Venture Capital Fund | -1,250.34 | 171.37 | -1,250.34 | 171.37 |

"Stegasis Mortgage Finance plc", registered in the United Kingdom, is a special purpose company, in which the Bank has no direct interest, was ordered to dissolution and set under liquidation with the 27.06.2012 decision of the Board of Directors of the Bank, due to the cancelation of the securitization program of the Bank for which the maintaining was unprofitable. In particular, the purpose of the company's establishment was the securitization of part of mortgage portfolio to be used for low cost funding from the European Central Bank. This usage is no longer available due to the low credit rating of the securitized bonds. Holding the bonds until their next possible usage as collateral to the ECB or as a general funding instrument has been decided to be unprofitable due to the significant cost of maintaining the securitization program, i.e. cost related to the retention of the company, to the custodian fees, to the accounts administration Bank, to the vice-administrator and other contracted parties, to the swap contract and more, in conjunction with the high uncertainty due to the economic situation in Greece, as well as internationally for the eligibility of the Bonds as collaterals. The early termination of the securitization program requires Stegasis to assign and transfer all the securitized mortgages and their collaterals to the Bank.

## Key Indices of the Bank and the Group

The following table lists the key financial ratios of balance sheet, profitability and operational policy as derived from the financial statements for the period ended at 30.06.2012 along with their respective comparative ratios for the year 2011 and the comparative period 30.06.2011, both on a standalone and on a consolidated basis.

These ratios show the priority and importance given by the Management of the Bank to credit risk, cost control and the effective funds utilization.

| | BANK | | | GROUP | | |
|---|---|---|---|---|---|---|
| | **30.06.2012** | **31.12.2011** | **30.06.2011** | **30.06.2012** | **31.12.2011** | **30.06.2011** |
| **BALANCE-SHEET RATIOS** | | | | | | |
| Due to customers/ Loans and advances to customers (before impairment) | 68.99% | 83.28% | 79.17% | 68.60% | 82.93% | 78.83% |
| Due to customers/Total Assets | 63.74% | 74.19% | 64.89% | 63.47% | 73.99% | 64.71% |
| Loans and advances to customers (net of impairment)/Total Assets | 83.96% | 82.95% | 77.61% | 84.09% | 83.07% | 77.74% |
| Total Equity/Total Assets | 3.90% | 6.07% | 10.56% | 4.03% | 6.21% | 10.64% |
| Total Equity/ Due to customers | 6.12% | 8.18% | 16.28% | 6.34% | 8.39% | 16.44% |
| | | | | | | |
| **PROFITABILITY RATIOS** | | | | | | |
| Profit before taxes /Average Amount of Equity (RoE) | -49.39% | -60.91% | -14.52% | -48.39% | -59.37% | -14.48% |
| Profit before taxes /Average Amount of Total Assets (RoA) | -2.42% | -5.73% | -1.59% | -2.43% | -5.64% | -1.59% |
| | | | | | | |
| **MANAGEMENT POLICY RATIOS** | | | | | | |
| Total operating expenses less impairment and depreciation charges/Total Assets | 1.10% | 2.51% | 1.13% | 1.15% | 2.60% | 1.20% |
| Operating expenses before impairment and depreciation charges/Total operating income | 110.39% | 94.90% | 84.78% | 106.79% | 90.67% | 77.98% |
| Operating expenses before impairment and depreciation charges/Average amount of Total Assets | 1.10% | 2.37% | 1.13% | 1.14% | 2.45% | 1.20% |
| Gross operating profit excluding interest/Average amount of Total Assets | 0.25% | 0.32% | 0.22% | 0.31% | 0.51% | 28.00% |
| | | | | | | |
| Allowance for impairment losses /Doubtful and past due loans to customers | 65.91% | 66.39% | 63.71% | 65.91% | 66.39% | 63.71% |
| Doubtful and past due loans/ Loans and advances to customers (before impairment) | 13.83% | 10.38% | 8.32% | 13.83% | 10.38% | 8.32% |

## Important events occurred from 1st January to 30th June 2012 which had a significant effect on the interim financial reports

Exchange of Greek Government Bonds under the framework of PSI+ program

The Group participated in the exchange of Greek Government Bonds (GGB) that completed in March/April 2012 based on the following terms:

- Derecognition of the 53.3% of the nominal value of the current GGBs.
- New GGBs will carry a nominal value equal to the 31.5% of the old GGBs. The new bonds will be partially paid in a period of 11 to 30 years (until 2042) and will carry a coupon of 2.00% for years 2013-2015, 3.00% for years 2016-2020, 3.65% for 2021 and 4.3% thereafter (2022-2042).
- Immediate payment of the 15% of the nominal value of the current GGBs with short-term notes (maturing within 1-2 years) issued from the European Financial Stability Facility (EFSF) bearing a market interest rate.
- Payment of the accrued interest with EFSF 6-month securities bearing market interest rates.
- Detachable GDP-linked securities of nominal value equal to the new GGBs of each holder. The securities entitle the holder to an additional annual coupon of up to 1% beginning in 2015 in the event the GDP growth exceeds a defined threshold.

The value of the new Bonds was determined based on the fair value at exchange date and the new bonds were classified under the same portfolio with the old ones and have been measured at fair value based on IDAT prices as at 30.06.2012 for that part that has been included in the AFS portfolio and the trading portfolio. The Bonds that were classified as Held to Maturity were measured at cost as this was determined at the exchange date adjusted to the amortized cost.
The book value of the new GGBs is presented in the notes 10 and 11 above.
The detachable GDP-linked securities have been measured at fair value that at their initial recognition date and at 30 June 2012 was zero.

Dividend distribution of fiscal year 2011

According to the provisions of the recent Law (3723/2008 and 3756/2009) "On the enhancement of the liquidity of the economy", Banks participating in this plan are not allowed to distribute dividends in the form of common shares, but only in the form of shares, excluding treasury shares. Total dividends paid cannot exceed 35% of distributable profits.

The General Assembly of the Bank decided the non distribution of dividends for the common shares concerning the profits of 2011.

Under L. 3723/2008 for the "enhancement of the liquidity of the economy in order to face the consequences of the global financial crisis", as far as it concerns the preference shares of the Greek State, they grant a fixed rate return of 10% over the contributed capital. For the accrued period of 2011, the Ordinary General Assembly decided not to distribute any dividend for the fiscal year 2011 as the criteria of the Law 2190/1920 are not met.

Liquidity and deposits evolution

The outflow of deposits from the domestic banking system continued for the 1st semester of 2012 reaching a peak during the last two months of the semester as a result of the liquid political scene and the uncertainty resulted from the election challenge of May and June of 2012. For the Bank, the deposits outflow amounted to € 0.6 billion resulted in an increased dependence on the Emergency Liquidity Assistance (ELA) of Bank of Greece at the same time.

Transactions with related parties

All transactions with related parties were conducted in the Group's usual and ordinary course of business and at arm's length. The aforementioned transactions which are separated in transactions with associates and transactions with members of the management and for the period ended at 30.06.2012 are as follow:

## A. TRANSACTIONS WITH ASSOCIATES

Transactions with associates were conducted the Group's usual and ordinary course of business and at arm's length. These transactions consist of transactions with associate companies and transactions with members of the management and for the period ended at 30.06.2011 are as follows:

### A1. RECEIVABLES

| Company | Bank's Participation as at 30.06.2012 | Partici-pation % | Income Receivable | Rents |
|---|---|---|---|---|
| | | | | |
| Attica Wealth Management Mutual Funds Management S.A. | 2,326,059.00 | 100.00% | | |
| Attica Ventures S.A. | 599,960.00 | 99.99% | | |
| Attica Finance S.A. | 1,699,564.80 | 55.00% | | |
| Attica Funds Plc. | 21,690.32 | 99.99% | | |
| Attica Bancassurance Agency S.A | 100,000.00 | 100.00% | | 433.38 |
| Attica Bank Properties S.A. | 7,060,000.00 | 100.00% | 26,594.17 | |
| Zaitech I Innovation Venture Capital Fund | 16,078,992.90 | 50.00% | | |
| Zaitech II Innovation Venture Capital Fund | 4,294,100.00 | 92.00% | | |
| **Total** | **32,180,367.02** | | **26,594.17** | **433.38** |

**A2. LIABILITIES**

| Company | Bond Loan | Time Deposits | Sight Deposits | Expenses Payable |
|---|---|---|---|---|
| | | | | |
| Attica Wealth Management Mutual Funds Management S.A. | | 2,250,000.00 | 61,667.27 | 20,798.61 |
| Attica Ventures S.A. | | 900,000.00 | 167,586.20 | |
| Attica Finance S.A. | | 1,753,000.00 | 21,499.20 | |
| Attica Funds PLC | 94,462,722.22 | | | |
| Attica Bancassurance Agency S.A | | 1,400,000.00 | 673,890.70 | |
| Attica Bank Properties S.A. | | 6,870,000.00 | 78,895.00 | 45,547.94 |
| E.T.A.A. - T.S.M.E.D.E. | | 331,200,000.00 | 35,767,608.95 | |
| **Total** | **94,462,722.22** | **344,373,000.00** | **36,771,147.32** | **66,346.55** |

**A3. INCOME**

| Company | Rents | Commissions |
|---|---|---|
| | | |
| Attica Wealth Management Mutual Funds Management S.A. | 73.80 | |
| Attica Finance S.A. | | |
| Attica Bancassurance Agency S.A | 621.60 | |
| Attica Bank Properties S.A. | | 126.00 |
| **Total** | **695.40** | **126.00** |

**A4. EXPENSES**

| Company | Service provision | Derivative | Bond Loan Interests | Interest Payable on Deposits |
|---|---|---|---|---|
| | | | | |
| Attica Wealth Management Mutual Funds Management S.A. | 49,681.30 | | | 59,581.93 |
| Attica Ventures S.A. | | | | 13,516.05 |
| Attica Finance S.A. | | | | 52,821.84 |
| Attica Funds PLC | | | 1,763,215.94 | |
| Attica Bancassurance Agency S.A | | | | 19,169.43 |
| Attica Bank Properties S.A. | 28,296.77 | | | 180,766.33 |
| Stegasis Mortgage Finance plc | | 819,284.49 | | |
| E.T.A.A. T.S.M.E.D.E. | | | | 17,601,224.15 |
| **Total** | **77,978.07** | **819,284.49** | **1,763,215.94** | **17,927,079.73** |

**B. TRANSACTIONS WITH MEMBERS OF THE MANAGEMENT**

The transactions with members of the management (President and CEO, members of the Board of Directors, General Directors) at 30.06.2012 concerning the Bank and the Group, are presented in the following table.

| | BANK | GROUP |
|---|---|---|
| | | |
| Loans | 658,662.27 | 908,749.03 |
| Deposits | 246,337.84 | 265,265.10 |
| | | |
| Interest Received | 11,026.47 | 15,157.51 |
| Interest Paid | 73,530.51 | 73,622.48 |
| | | |
| Wages and salaries | 462,590.00 | 715,359.54 |
| Directors' fees | 82,861.84 | 150,160.24 |

**FUTURE OUTLOOK**

Based on the current economic environment, and the intense recession phase of the Greek economy, combined with the fiscal problems, the basic priorities of the Attica Bank Group for the following year are the following:

- Loan management portfolio

Ensuring the quality of loan portfolio by improving the management of overdue loans and collaterals. The policy followed by the Group during the recent years has been successful and the latest reorganization contributes in providing further protection to the Group regarding the current conditions.

- Operating cost control

The further control of the operational cost and the staff cost will set the basis for the future operating profitability of the Group.

- Liquidity

The effective management of Group's liquidity in lieu of the limited sources of funding as a result of the current situation.

- Capital adequacy

The total capital needs of the Bank (included the Blackrock test), as these were determined by the Bank of Greece, amount to € 396 million. Following the capital strengthening of the Bank with the aforementioned amount, for which the major shareholder has expressed the will to cover, the Core

Tier I will rise above the minimum level set by the Bank of Greece and will be 11.5% compared to 8.7% as disclosed in the financial statements of 2011.

- Synergies with members of the Engineers and Public Constructors Pension Fund (T.S.M.E.D.E.)

The Bank will emphasize on expanding its clientele basis by proceeding to alliances with The Engineers and Public Constructors Pension Fund members (E.T.A.A – T.S.M.E.D.E.), which represents its main shareholder and the development of the comparative advantage resulting from the ownership structure, beneficial for both parties. *Attica Bank has set as an objective to strengthen its presence in Banking sector as a specialized and flexible bank, in order to contribute effectively to the recovery of Greek economy through its expertise and the direct and friendly relations established with its customers.*

## Description of the most significant risks and uncertainties for the second semester of the year

Similar to other financial organizations, the Group and its subsidiaries are exposed to a variety of risks most important of which are credit risk, liquidity risk and market risk.

The financial difficulties that the Greek economy faces in combination with the restrictive fiscal policy and the reduction of employment resulting from the recession of the economy, has led to a significant increase of non-performing loans reflected in the results and the equity of the Banks. It is noted though, that the formation of the coalition government with the collaboration of the three parties after the second round of elections in June, has gradually restored the confidence towards the Greek economy and the intention of the country to remain in the Euro-zone. This evolution contributed to the gradual return of the deposits to the Banks that is still under progress. As regards to the Bank, the second half of the current year deposits have raised by € 0.3 billion.

In addition, the decision of the Eurogroup Summit held on 27.11.2012 and the successful completion of the buy-back program of the Greek Government Bonds that took place in early December of 2012, led to the finalization of the disbursement of the agreed financial aid from the three part supporting mechanism constituted by the European Committee, the European Central Bank and the International Monetary Fund that in turn attributed to the stabilization of the country in the Euro-zone area.

With respect to the fact that a significant part of the financial aid will be used for the recapitalization of Banks, while another smaller part will be used to settle past-dues of the Greek Government, it is estimated that the liquidity in the market will be strengthened as a necessary means for the reversal of the recession route of the Greek economy. Thus, the stabilization of the country in the Euro-zone and the elimination of the risk of exiting the Euro will enhance the return of the deposits to the domestic credit system.

The Attica Bank Group, attempting to confront with the aforementioned risks, elaborates a plan which sets directions such as the prevention in the risk management, the creditworthiness of credit options, the careful expansion of the clientele basis, the placement of strict credit policies, the compliance to credit limits through credit scoring systems and indices as tools for evaluating risks. Within this framework, Bank has proceeded into core organizational changes in structure which are constantly adapted to the current conditions.

attica bank

**CONDENSED INTERIM INDIVIDUAL & CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED**

**30 JUNE 2012**

**In accordance with International Accounting Standard 34**

The Condensed Interim Individual and Consolidated Financial Statements of the Bank for the first semester of 2012, as well as the notes attached, have been approved by the Board of Directors at the meeting held on 20th December 2012 and have been posted on the Bank's website.

Athens, 20th December 2012

| THE CHAIRMAN & CHIEF EXECUTIVE OFFICER | THE VICE-PRESIDENT OF THE BOARD | THE CHIEF FINANCIAL OFFICER (C.F.O.) |
|---|---|---|
| IOANNIS P. GAMVRILIS | ARGYRIOS G. ZAFIROPOULOS | CHRISTOS K. MARANTOS |
| I.D. No AZ 995770 | I.D. No AZ 048313 | I.D. No M 481653<br>E.C.G. LICENCE No 17216/A΄ CLASS |

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**Independent Auditors' Report on Review of Condensed Interim Financial Information**

**(Translated from the original in Greek)**

To the Shareholders of
ATTICA BANK S.A.

## Introduction

We have reviewed the accompanying condensed standalone and consolidated statement of financial position of ATTICA BANK S.A. (the "Bank") as of 30 June 2012 and the related condensed standalone and 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 in accordance 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".

## Emphasis of matters

Without qualifying our opinion we draw attention to the followings:

a) In the disclosures made in Note 23.4 to the condensed interim financial information, which refers to matters concerning the subsumption of the Bank employee's Complementary Pension Benefit Plan (L.A.K.) to the Unified Fund of Bank Employees Insurance (E.T.A.T.) as a result of the Bank's compliance with Law 3371/2005 on Pension Plans for Banks.

b) In the disclosures made in Note 2.5 to the condensed interim financial information, which refer to existing uncertainties that could adversely affect the forthcoming share capital increase of the Bank.

## 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, 20 December 2012

KPMG Certified Auditors A.E.
AM SOEL 114

| | |
|---|---|
| Nick Vouniseas<br>Certified Auditor Accountant<br>AM SOEL 18701 | Harry Sirounis<br>Certified Auditor Accountant<br>AM SOEL 19071 |

## INTERIM CONDENSED INCOME STATEMENT

| GROUP (Amounts in €) | Note | From 1 January to 30 June 2012 | 30 June 2011 | From 1 April to 30 June 2012 | 30 June 2011 |
|---|---|---|---|---|---|
| Interest and similar income | | 112,668,885.26 | 119,092,740.77 | 54,290,180.34 | 60,531,448.93 |
| **Less :** Interest expense and similar expenses | | (82,419,919.08) | (67,563,742.79) | (40,955,223.12) | (35,895,519.29) |
| **Net interest income** | | **30,248,966.18** | **51,528,997.98** | **13,334,957.22** | **24,635,929.64** |
| Fee and commission income | | 13,260,809.54 | 15,437,080.94 | 6,327,321.31 | 7,161,344.05 |
| **Less:** Fee and commission expenses | | (3,038,104.52) | (3,704,308.09) | (1,566,204.60) | (1,736,273.34) |
| **Net fee and commission income** | | **10,222,705.02** | **11,732,772.85** | **4,761,116.71** | **5,425,070.71** |
| Profit / (loss) from trading activities | | 199,134.95 | 133,091.62 | 132,974.81 | (36,939.97) |
| Profit / (loss) from investment portfolio | | (7,360.74) | 68,431.72 | (7,360.74) | 466.53 |
| Other income | | 1,828,243.24 | 917,964.84 | 1,556,793.15 | 638,026.77 |
| **Operating income** | | **42,491,688.65** | **64,381,259.01** | **19,778,481.15** | **30,662,553.68** |
| Impairment loss on financial assets | **7** | (88,668,148.09) | (79,083,766.17) | (66,221,844.83) | (68,405,415.11) |
| Personnel expenses | | (30,550,239.06) | (32,159,764.91) | (15,308,290.67) | (15,905,972.27) |
| General operating expenses | | (14,827,973.27) | (21,591,753.31) | (8,043,074.34) | (12,639,814.64) |
| Depreciation | | (3,666,932.89) | (3,385,531.70) | (1,831,763.12) | (1,720,070.73) |
| **Total operating expenses** | | **(137,713,293.31)** | **(136,220,816.09)** | **(91,404,972.96)** | **(98,671,272.75)** |
| Income from investments in associates | | (1,250,335.57) | 171,366.53 | (673,486.15) | (1,423,783.83) |
| **Profit/ (Loss) before income tax** | | **(96,471,940.23)** | **(71,668,190.55)** | **(72,299,977.96)** | **(69,432,502.90)** |
| **Less:** income tax | **8** | 15,381,265.88 | 6,745,221.13 | (3,198,361.77) | 7,747,100.16 |
| **Profit/(Loss) for the period** | | **(81,090,674.35)** | **(64,922,969.42)** | **(75,498,339.73)** | **(61,685,402.74)** |
| Attributable to: | | | | | |
| Owners of the Bank | | (81,062,689.52) | (64,909,521.08) | (75,488,147.85) | (61,662,883.20) |
| Non controlling interest | | (27,984.83) | (13,448.34) | (10,191.88) | (22,519.54) |
| **Basic earnings/(losses) per share (in €)** | **9** | **(0.3475)** | **(0.2815)** | **(0.3165)** | **(0.2600)** |

## INTERIM CONDENSED INCOME STATEMENT

| BANK | | | | | |
|---|---|---|---|---|---|
| **(Amounts in €)** | | | | | |
| | | **From 1 January to** | | **From 1 April to** | |
| | **Note** | **30 June 2012** | **30 June 2011** | **30 June 2012** | **30 June 2011** |
| Interest and similar income | | 112,614,746.81 | 119,049,608.61 | 54,247,529.87 | 60,497,021.90 |
| **Less :** Interest expense and similar expenses | | (82,802,471.83) | (67,883,589.63) | (41,150,851.58) | (35,962,658.74) |
| **Net interest income** | | **29,812,274.98** | **51,166,018.98** | **13,096,678.29** | **24,534,363.16** |
| Fee and commission income | | 11,687,442.71 | 13,635,171.22 | 5,537,045.08 | 6,289,787.00 |
| **Less:** Fee and commission expenses | | (3,113,237.59) | (4,137,798.97) | (1,594,400.48) | (1,917,616.34) |
| **Net fee and commission income** | | **8,574,205.12** | **9,497,372.25** | **3,942,644.60** | **4,372,170.66** |
| Profit / (loss) from trading activities | | (622,574.61) | (367,848.50) | (1,516,647.86) | (237,352.09) |
| Profit / (loss) from investment portfolio | | 0.00 | 68,431.72 | 0.00 | 466.53 |
| Other income | | 1,810,338.56 | 1,032,819.94 | 1,538,841.89 | 233,083.73 |
| **Operating income** | | **39,574,244.05** | **61,396,794.39** | **17,061,516.92** | **28,902,731.99** |
| Impairment loss on financial assets | **7** | (88,562,445.36) | (79,083,766.17) | (66,116,142.10) | (68,405,415.11) |
| Personnel expenses | | (29,683,690.85) | (31,337,479.24) | (14,885,614.20) | (15,414,966.51) |
| General operating expenses | | (14,002,729.66) | (20,714,354.29) | (7,638,940.02) | (12,142,101.11) |
| Depreciation | | (3,646,992.39) | (3,374,287.62) | (1,821,364.49) | (1,713,089.73) |
| **Total operating expenses** | | **(135,895,858.26)** | **(134,509,887.32)** | **(90,462,060.81)** | **(97,675,572.46)** |
| **Profit/ (Loss) before income tax** | | **(96,321,614.21)** | **(73,113,092.93)** | **(73,400,543.89)** | **(68,772,840.47)** |
| **Less :** income tax | **8** | 15,861,106.24 | 6,879,428.87 | (2,576,673.72) | 7,680,030.83 |
| **Profit/(Loss) for the period** | | **(80,460,507.97)** | **(66,233,664.06)** | **(75,977,217.61)** | **(61,092,809.64)** |
| **Basic earnings/(losses) per share (in €)** | **9** | **(0.3450)** | **(0.2869)** | **(0.3185)** | **(0.2577)** |

## INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

### GROUP

**(Amounts in €)**

| | From 1 January to | | From 1 April to | |
|---|---|---|---|---|
| | **30 June 2012** | **30 June 2011** | **30 June 2012** | **30 June 2011** |
| **Profit/ (loss) for the period** | **(81,090,674.35)** | **(64,922,969.42)** | **(75,498,339.73)** | **(61,685,402.74)** |
| Change in available-for-sale securities reserve, net of tax | (17,889,725.43) | 34,355,174.29 | (4,095,830.21) | 30,366,275.39 |
| Actuarial gains or losses net of tax | (1,111,255.10) | (1,375,894.23) | (1,111,255.10) | (1,375,894.23) |
| **Other comprehensive income, after income tax** | **(19,000,980.54)** | **32,979,280.06** | **(5,207,085.31)** | **28,990,381.16** |
| **Total comprehensive income, after income tax** | **(100,091,654.89)** | **(31,943,689.36)** | **(80,705,425.04)** | **(32,695,021.58)** |
| Attributable to: | | | | |
| Owners of the Parent | (100,063,670.06) | (31,930,241.02) | (80,695,233.16) | (32,672,502.04) |
| Non controlling interest | (27,984.83) | (13,448.34) | (10,191.88) | (22,519.54) |

### BANK

**(Amounts in €)**

| | From 1 January to | | From 1 April to | |
|---|---|---|---|---|
| | **30 June 2012** | **30 June 2011** | **30 June 2012** | **30 June 2011** |
| **Profit/ (loss) for the period** | **(80,460,507.97)** | **(66,233,664.06)** | **(75,977,217.61)** | **(61,092,809.64)** |
| Change in available-for-sale securities reserve, net of tax | (17,873,931.87) | 34,429,308.49 | (4,133,163.05) | 30,450,562.39 |
| Actuarial gains or losses net of tax | (1,111,255.10) | (1,375,894.23) | (1,111,255.10) | (1,375,894.23) |
| **Other comprehensive income, after income tax** | **(18,985,186.97)** | **33,053,414.26** | **(5,244,418.15)** | **29,074,668.16** |
| **Total comprehensive income,** | **(99,445,694.94)** | **(33,180,249.80)** | **(81,221,635.76)** | **(32,018,141.48)** |

**after income tax**

## INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

| (Amounts in €) | Note | GROUP | | BANK | |
|---|---|---|---|---|---|
| **ASSETS** | | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| Cash and balances with Central Bank | | 72,845,549.98 | 69,776,533.70 | 72,284,306.14 | 69,255,584.41 |
| Due from other financial institutions | | 49,524,804.64 | 120,329,499.89 | 48,987,851.10 | 119,815,288.51 |
| Derivative financial instruments – assets | | 0.00 | 778,445.05 | 0.00 | 1,597,729.54 |
| Financial assets at fair value through profit or loss | | 424,696.94 | 48,812.40 | 424,696.94 | 48,812.40 |
| Loans and advances to customers (net of impairment) | | 3,322,171,359.44 | 3,468,910,242.87 | 3,322,171,359.44 | 3,468,910,242.87 |
| Available-for-sale financial assets | **10** | 101,362,163.73 | 128,267,993.56 | 101,177,386.50 | 127,985,932.44 |
| Investments held to maturity | **11** | 39,717,740.18 | 34,327,403.47 | 39,717,740.18 | 34,327,403.47 |
| Investments in subsidiaries | **13** | 0.00 | 0.00 | 11,807,274.12 | 11,806,434.06 |
| Investments in associates | **14** | 20,105,368.24 | 21,128,302.37 | 20,373,092.90 | 20,145,691.46 |
| Property, plant and equipment | **15** | 39,966,758.71 | 41,339,259.33 | 39,767,182.92 | 41,132,257.25 |
| Investment property | **16** | 47,861,364.58 | 47,106,775.92 | 47,861,364.58 | 47,106,775.92 |
| Intangible assets | **17** | 21,439,506.03 | 19,560,982.40 | 21,431,507.28 | 19,548,467.94 |
| Deferred tax assets | | 56,794,875.22 | 36,424,932.99 | 56,673,329.93 | 35,955,717.23 |
| Other assets | | 178,594,425.85 | 187,902,809.58 | 174,217,628.13 | 184,323,152.61 |
| **Total Assets** | | **3,950,808,613.54** | **4,175,901,993.53** | **3,956,894,720.16** | **4,181,959,490.11** |
| **LIABILITIES** | | | | | |
| Due to financial institutions | **18** | 1,131,459,000.77 | 670,636,535.96 | 1,131,459,000.77 | 670,636,535.96 |
| Due to customers | **19** | 2,507,760,260.05 | 3,089,848,870.56 | 2,521,936,798.42 | 3,102,662,842.34 |
| Derivative financial instruments – liabilities | | 199,830.13 | 131,703.29 | 199,830.13 | 131,703.29 |
| Issued bonds | **20** | 94,689,000.00 | 94,689,000.00 | 94,462,722.22 | 94,428,408.59 |
| Defined benefit obligations | | 7,916,722.08 | 7,153,999.19 | 7,746,179.10 | 6,989,089.21 |
| Other provisions | | 11,644,502.73 | 14,543,959.84 | 11,583,339.19 | 14,490,719.51 |
| Deferred tax liabilities | | 2,855,268.65 | 2,746,190.69 | 2,812,025.11 | 2,701,804.28 |
| Other liabilities | | 35,253,061.31 | 37,029,111.29 | 32,242,987.02 | 36,020,853.79 |
| **Total Liabilities** | | **3,791,777,645.72** | **3,916,779,370.82** | **3,802,442,881.96** | **3,928,061,956.97** |
| **EQUITY** | | | | | |
| Share capital (common shares) | **21** | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 |
| Share capital (preference shares) | **21** | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 |
| Share premium | **21** | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 |
| Reserves | **21** | (75,281,766.37) | (56,286,075.45) | (75,446,361.81) | (56,461,174.84) |
| Retained earnings | **21** | (315,077,476.94) | (234,009,497.80) | (318,124,528.62) | (237,664,020.65) |
| **Equity attributable to parent owners** | **21** | 157,663,485,32 | 257,727,155,38 | 154,451,838,20 | 253,897,533,14 |
| **Non controlling interest** | | 1,367,482,50 | 1,395,467,33 | 0,00 | 0,00 |
| **Total Equity** | | **159,030,967.82** | **259,122,622.71** | **154,451,838.20** | **253,897,533.14** |
| **Total liabilities and equity** | | **3,950,808,613.54** | **4,175,901,993.53** | **3,956,894,720.16** | **4,181,959,490.11** |

## INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

**(Amounts in €)**

| GROUP | Share capital (common shares) | Share capital (preference shares) | Share premium | Other reserves | Reserves | Retained earnings | Total | Non controlling interest | Total equity |
|---|---|---|---|---|---|---|---|---|---|
| **Balance as at 01.01.2011** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(56,926,696.67)** | **14,063,158.75** | **15,780,940.13** | **520,940,130.84** | **1,389,952.37** | **522,330,083.21** |
| Profit / (Loss) for the period | | | | | | (64,909,521.08) | **(64,909,521.08)** | (13,448.34) | **(64,922,969.42)** |
| **Other comprehensive income** | | | | | | | | | |
| Revaluation of available for sale securities reserve, net of tax | | | | 538,177.41 | | | **538,177.41** | | **538,177.41** |
| Impairment of available for sale securities, net of tax | | | | 33,816,996.88 | | | **33,816,996.88** | | **33,816,996.88** |
| Actuarial gains or losses net of tax | | | | (1,375,894.23) | | | **(1,375,894.23)** | | **(1,375,894.23)** |
| **Total comprehensive income net of tax** | **0.00** | **0.00** | **0.00** | **32,979,280.06** | **0.00** | **(64,909,521.08)** | **(31,930,241.02)** | **(13,448.34)** | **(31,943,689.36)** |
| Statutory reserve | | | | | 17,392.67 | (17,392.67) | **0.00** | | **0.00** |
| **Balance as at 30.06.2011** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(23,947,416.61)** | **14,080,551.42** | **(49,145,973.62)** | **489,009,889.82** | **1,376,504.03** | **490,386,393.85** |
| | | | | | | | | | |
| **Balance as at 01.01.2012** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(70,366,626.87)** | **14,080,551.42** | **(234,009,497.80)** | **257,727,155.38** | **1,395,467.33** | **259,122,622.71** |
| Profit / (Loss) for the period | | | | | | (81,062,689.52) | **(81,062,689.52)** | (27,984.83) | **(81,090,674.35)** |
| **Other comprehensive income** | | | | | | | | | |
| Revaluation of available for sale securities reserve, net of tax | | | | (24,976,527.62) | | | **(24,976,527.62)** | | **(24,976,527.62)** |
| Impairment of available for sale securities, net of tax | | | | 7,086,802.18 | | | **7,086,802.18** | | **7,086,802.18** |
| Actuarial gains or losses net of tax | | | | (1,111,255.10) | | | **(1,111,255.10)** | | **(1,111,255.10)** |
| **Total comprehensive income net of tax** | **0.00** | **0.00** | **0.00** | **(19,000,980.54)** | **0.00** | **(81,062,689.52)** | **(100,063,670.06)** | **(27,984.83)** | **(100,091,654.89)** |
| Statutory reserve | | | | | 5,289.62 | (5,289.62) | **0.00** | | **0.00** |
| **Balance as at 30.06.2012** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(89,367,607.41)** | **14,085,841.04** | **(315,077,476.94)** | **157,663,485.32** | **1,367,482.50** | **159,030,967.82** |

## INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

(Amounts in €)

| BANK | Share capital (common shares) | Share capital (preference shares) | Share premium | Other reserves | Reserves | Retained earnings | Total |
|---|---|---|---|---|---|---|---|
| **Balance as at 01.01.2011** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(56,909,499.08)** | **13,905,452.04** | **15,778,566.76** | **520,797,248.35** |
| Loss for the period | | | | | | (66,233,664.06) | **(66,233,664.06)** |
| **Other comprehensive income** | | | | | | | |
| Revaluation of available for sale securities reserve, net of tax | | | | 612,311.61 | | | **612,311.61** |
| Impairment of available for sale securities, net of tax | | | | 33,816,996.88 | | | **33,816,996.88** |
| Actuarial gains or losses net of tax | | | | (1,375,894.23) | | | **(1,375,894.23)** |
| **Total comprehensive income net of tax** | **0.00** | **0.00** | **0.00** | **33,053,414.26** | **0.00** | **(66,233,664.06)** | **(33,180,249.80)** |
| **Balance as at 30.06.2011** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(23,856,084.82)** | **13,905,452.04** | **(50,455,097.30)** | **487,616,998.55** |
| **Balance as at 01.01.2012** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(70,366,626.88)** | **13,905,452.04** | **(237,664,020.65)** | **253,897,533.14** |
| Loss for the period | | | | | | (80,460,507.97) | **(80,460,507.97)** |
| **Other comprehensive income** | | | | | | | |
| Revaluation of available for sale securities reserve, net of tax | | | | (24,876,171.87) | | | **(24,876,171.87)** |
| Impairment of available for sale securities, net of tax | | | | 7,002,240.00 | | | **7,002,240.00** |
| Actuarial gains or losses net of tax | | | | (1,111,255.10) | | | **(1,111,255.10)** |
| **Total comprehensive income net of tax** | **0.00** | **0.00** | **0.00** | **(18,985,186.97)** | **0.00** | **(80,460,507.97)** | **(99,445,694.94)** |
| **Balance as at 30.06.2012** | **85,709,950.55** | **100,199,999.90** | **362,112,778.18** | **(89,351,813.85)** | **13,905,452.04** | **(318,124,528.62)** | **154,451,838.20** |

## INTERIM CONDENSED STATEMENT OF CASH FLOWS

| | | GROUP | | BANK | |
|---|---|---|---|---|---|
| | | SIX MONTH PERIOD ENDED | | SIX MONTH PERIOD ENDED | |
| **(Amounts in €)** | **Note** | **30.06.2012** | **30.06.2011** | **30.06.2012** | **30.06.2011** |
| **Cash flows from operating activities** | | | | | |
| Interest and similar income | | 112,969,951.16 | 118,014,614.57 | 112,950,126.34 | 118,004,865.81 |
| Interest paid | | (86,233,517.08) | (60,922,462.65) | (86,616,069.83) | (61,242,309.49) |
| Dividends received | | 22,806.05 | 39,654.01 | 22,806.05 | 130,872.01 |
| Commission received | | 12,672,676.02 | 15,546,262.77 | 11,099,309.19 | 13,744,353.05 |
| Commission paid | | (3,038,104.52) | (3,704,308.09) | (3,113,237.59) | (4,137,798.97) |
| Profit /(loss) from financial trading | | 1,031,066.14 | 17,590.58 | 1,041,148.74 | 10,617.63 |
| Other income | | 1,684,368.01 | 612,176.61 | 1,666,463.35 | 635,813.71 |
| Cash payments to employees and suppliers | | (53,617,290.42) | (61,183,424.87) | (51,931,137.36) | (59,487,942.43) |
| Tax paid | | (293,111.18) | (1,365,527.61) | (168,646.52) | (1,159,361.93) |
| **Cash flows from operating activities before changes in operating assets and liabilities** | | **(14,801,155.81)** | **7,054,575.32** | **(15,049,237.64)** | **6,499,109.39** |
| **Changes in operating assets and liabilities** | | | | | |
| Net (increase) / decrease in trading securities | | (373,036.42) | 4,031,778.85 | (376,332.57) | 4,029,660.35 |
| Net (increase) / decrease in loans and advances to customers | | 69,848,588.63 | 100,749,220.07 | 69,848,588.63 | 100,749,220.07 |
| Net (increase) / decrease in other assets | | 12,113,005.60 | (4,354,659.38) | 12,910,146.34 | (2,803,118.70) |
| Net increase / (decrease) in due to financial institutions | | 460,822,464.81 | 205,010,949.84 | 460,822,464.81 | 205,010,949.84 |
| Net increase / (decrease) in deposits due to customers and similar liabilities | | (582,088,610.51) | (335,034,626.61) | (580,726,043.92) | (335,766,416.43) |
| Net increase / (decrease) in other liabilities | | 3,083,436.37 | (4,697,049.98) | 1,071,311.05 | (5,636,532.89) |
| **Total changes in operating assets and liabilities of the interim financial position** | | **(36,594,151.52)** | **(34,294,387.21)** | **(36,449,865.66)** | **(34,416,237.76)** |
| **Net cash flow from operating activities** | | **(51,395,307.33)** | **(27,239,811.89)** | **(51,499,103.29)** | **(27,917,128.37)** |
| **Cash flows from investing activities** | | | | | |
| Purchases of intangible assets | | (3,646,828.69) | (2,928,976.50) | (3,645,784.69) | (2,922,536.50) |
| Purchases of property, plant and equipment | | (520,343.96) | (1,063,136.16) | (513,389.45) | (927,278.80) |
| Purchases of available for sale securities | | (4,125,746.10) | (1,276,864.00) | (4,100,246.10) | (1,276,864.00) |
| Disposals of available for sale securities | | 60,026.99 | (24,976,449.72) | 60,026.99 | (24,976,449.72) |
| Gain on disposal of available for sale securities | | (7,360.74) | 0.00 | 0.00 | 0.00 |
| Purchases of held to maturity investment securities | | (7,872,717.70) | 9,482,124.56 | (7,872,717.70) | 9,482,124.56 |
| Investments in subsidiaries | | 0.00 | 0.00 | (100.00) | 0.00 |
| Investments in associates | | (227,401.44) | (4,918,042.79) | (227,401.44) | (4,918,042.79) |
| **Net cash flow from investing activities** | | **(16,340,371.64)** | **(25,681,344.61)** | **(16,299,612.39)** | **(25,539,047.25)** |
| **Net increase/ (decrease) in cash and cash equivalents** | | **(67,735,678.97)** | **(52,921,156.50)** | **(67,798,715.68)** | **(53,456,175.62)** |
| Cash and cash equivalents at the beginning of the period | | 190,106,033.59 | 391,741,850.42 | 189,070,872.92 | 391,277,449.38 |
| **Cash and cash equivalents at the end of the period** | | **122,370,354.62** | **338,820,693.92** | **121,272,157.24** | **337,821,273.76** |

## 1. GENERAL INFORMATION

"Attica Bank S.A." Group, ("the Group"), operates in the financial sector, providing a wide range of financial and banking services to individuals and companies.

The Group, besides the parent company, includes 7 subsidiaries, that operate in Greece and abroad (United Kingdom) and has 1,040 employees while the Bank has 1,014 employees. The number of branches of the Bank as at 30.06.2012 amounted to 80.

The parent company of the Group is "Attica Bank S.A.", (the "Bank"). "Attica Bank S.A." is a societé anonyme. The Registration Number of the Company is 6067/06/B/86/06. The Bank is listed in the Athens Stock Exchange (ASE). The address of the Bank's registered office is 23, Omirou Street in the prefecture of Athens (Postal Code 106-72).

The Bank's share is included in the following indices of Athens Stock Exchange: "FTSE/X.A.-X.A.K. Bank Index", "FTSE/X.A. Liquid Mid", "FTSE/X.A.-Banks", "FTSE/X.A. Mid Cap" and "FTSE/X.A.-Market".

## 2. BASIS OF PREPARATION

### (2.1) Statement of Compliance

These Interim Condensed Financial Statements of the Bank for the six months period ended 30 June 2012 have been prepared in accordance with the International Accounting Standard 34 "Interim Financial Reporting" and must be reviewed in conjunction with the published annual financial statements for the year ended 31 December 2011.

The Interim Condensed Financial Statements of "Attica Bank S.A." Group, are included in the consolidated financial statements of 30.06.2012 prepared by "TT Hellenic Postbank S.A." under the equity method. As at 30.06.2012, TT Hellenic Postbank S.A. participated in the share capital of Attica Bank S.A. with the participating interest of 22.432%.

The aforementioned financial statements have been approved for issue by the Board of Directors meeting held on 20 December 2012.

### (2.2) Accounting Estimates

The preparation of Interim Financial Statements requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimations.

The significant assumptions made by the Group for estimating certain balances, as well as the key sources of estimation uncertainty, are consistent with those used for the preparation of the annual Consolidated Financial Statements for the year ended 31 December 2011.

### (2.3) Change in accounting policies with respect to the provisions for the defined benefit obligations for employees.

Some items of the comparative period were adjusted due to a change in accounting policy with respect to the provisions for defined benefit obligations for employees. From year 2011 and for the years following, the gain or loss from adjustments based on previous experience or on a change in the actuarial assumptions used, is recognized immediately in other comprehensive income statement with direct record. Other actuarial costs are recognized directly through profit

or loss. Management believes that this change in accounting policy provides more reliable and relevant information and complies with the requirements of the amended IFRS 19, effective from 1.1.2013.
This change in accounting policy had no impact on revenue, total comprehensive income after tax or equity attributable to the shareholders of the parent for the comparative period ended 30.06.2011. In contrast, this change had a positive impact on accumulated profit / (loss) account of € 1,375,894.23 and a negative impact of equal amount on reserves account. The impact of the aforementioned change on the financial statements of the Group and the Bank are presented in note 24 of the Interim Condensed Financial Statements.

**(2.4) Adjustment of the Financial Statements of the period ended 31 March 2012**

The new Greek Government Bonds from the exchange taken place on 12th of March 2012 were recognized on the Interim Condensed Financial Statements of the quarter ended 31 March 2012 using the discounted cash flow model as the market was considered to be inactive. Subsequently to publication of the Interim Condensed Financial Statements for the semester ended 31 March 2012, the conditions were reassessed based on the new information available and the markets were considered to be active at the exchange date. As a result the value at which the new Government Bonds from the exchange were recognized was adjusted based on the acquisition price at the exchange date.

This change had an adverse effect on loss after tax and after non-controlling interest of € 1,648,857.89 for the period ended 31 March 2012 for the Group, as well as the Bank. Total Comprehensive income for the period was positively affected by € 72,539.68 resulting in an equal effect on the Equity of the owners of the Parent. The impact of the aforementioned change on the financial statements of the Group and the Bank are presented in note 25 of the Interim Condensed Financial Statements.

**(2.5) Going Concern**

The Interim Condensed Financial Statements for the period ended 30 June 2012 have been prepared on a going concern basis, despite the losses recognized in the Financial Statements for the year ended 31 December 2011, which continued for the 1st semester of 2012. These losses resulted from the Group's participation to the voluntary debt exchange program PSI+ and the significantly increased allowances for impaired loans resulting from the economic recession in the Greek economy. At the same time, the outflow of deposits from the domestic credit system that continued during the 1st semester of 2012, in conjunction with the downgrade of the Greek Government credit rating resulted in the loss of capability of raising capital from the market, fact which increased the dependency on the Central Banks for raising funds.

Considering the above the Bank has put on course the process for the enhancement of its capital position through a share capital increase by issue of a Convertible Bond Loan (CBL). The process is expected to be completed until the end of the 1st quarter of 2013. In particular, the major shareholder of the Bank, the Engineers and Public Constructors Pension Fund (E.T.A.A – T.S.M.E.D.E.) has formally expressed its intention to cover the capital enhancement required for the Bank which has been determined by the Bank of Greece and amounts to € 396 million. According to the above, the Core Tier I is higher than the minimum of 9% set by the Bank of Greece and amounts to 11.5% after the share capital increase.
It is noted that despite the formally expressed intention of the major shareholder for the capital enhancement of the Bank by the aforementioned amount, the forthcoming share capital increase it is possible to be affected by the current uncertainties of the Greek economy and the intense fiscal problems that the country faces, as well as the unfavorable conditions in the domestic banking system.

**(2.6) Application of new or amended standards and interpretations**

None of the new standards issued that are effective from 1 January 2012 is applicable to the financial statements of the Group and the Bank.

The Group has not assessed the effect on equity of the new standards approved by European Union that are not yet effective. As an early consideration the most significant effect will arise from:

(a) IFRS 9 "Financial Instruments"
(b) IFRS 10 "Consolidated Financial Statements"
(c) IFRS 11 "Joint Arrangements"
(d) IFRS 13 "Fair Value Measurement"

Additional disclosure will be required from IAS 1 "Presentation of Financial Statements" and from IFRS 12 "Disclosure of Interests in Other Entities"

## 3. PRINCIPAL ACCOUNTING POLICIES

The accounting policies applied by the Group in these condensed interim financial statements are those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2011.

## 4. FINANCIAL RISK MANAGEMENT

The Group is exposed to a variety of risks, the most important of which are credit risk, market risk that refers to the exchange rate risk and interest rate risk, operational risk and liquidity risk. The Group has established various control mechanisms in order to identify, assess and monitor these risks and avoid undue risk concentrations.

The Group operates an independent Risk Management Department, while its participation is institutionalized in all the committees related to risk analysis and management. Its main responsibility is to monitor all risks which the Group may be engaged to and the retention of the level of entrepreneurial risk taking within the prescribed limits.

The Board of Directors is responsible for approving and periodically reviewing the risk profile assumed by the group (risk-appetite). More specifically, the Board monitors the overall risk, it selects the individuals and the institutions that have responsibility for managing the risks that the Group is facing and assigns to committees and departments the responsibility to adopt policies and risk management practices.

**(4.1) Credit Risk**

The table below presents the Group's and Bank's credit risk exposure to Greek Government Bonds.

| (Amounts in €) | GROUP | | | | | |
|---|---|---|---|---|---|---|
| Description | Nominal Value | | Book Value | | Fair Value | |
| | 30.06.2012 | 31.12.2011 | 30.06.2012 | 31.12.2011 | 30.06.2012 | 31.12.2011 |
| **Greek Government Bonds** | | | | | | |
| Available for Sale financial assets | 147,683,100.00 | 250,940,000.00 | 41,465,002.60 | 93,469,502.73 | 41,465,002.60 | 93,469,502.73 |
| Investments held to maturity | 39,433,450.00 | 51,307,000.00 | 10,622,994.32 | 14,571,188.00 | 7,947,067.19 | 19,048,479.00 |
| Financial assets at fair value through profit or loss | 33,105.00 | 74,000.00 | 4,746.28 | 27,812.40 | 4,746.28 | 27,812.40 |
| **Total** | **187,149,655.00** | **302,321,000.00** | **52,092,743.20** | **108,068,503.13** | **49,416,816.07** | **112,545,794.13** |

| (Amounts in €) | BANK | | | | | |
|---|---|---|---|---|---|---|
| Description | Nominal Value | | Book Value | | Fair Value | |
| | 30.06.2012 | 31.12.2011 | 30.06.2012 | 31.12.2011 | 30.06.2012 | 31.12.2011 |
| **Greek Government Bonds** | | | | | | |
| Available for Sale financial assets | 147,450,000.00 | 250,200,000.00 | 41,435,970.00 | 93,201,000.00 | 41,435,970.00 | 93,201,000.00 |
| Investments held to maturity | 39,433,450.00 | 51,307,000.00 | 10,622,994.32 | 14,571,188.00 | 7,947,067.19 | 19,048,479.00 |
| Financial assets at fair value through profit or loss | 33,105.00 | 74,000.00 | 4,746.28 | 27,812.40 | 4,746.28 | 27,812.40 |
| **Total** | **186,916,555.00** | **301,581,000.00** | **52,063,710.60** | **107,800,000.40** | **49,387,783.47** | **112,277,291.40** |

Certain Bond issued by the Greek Government is included in the Available for Sale portfolio of the Bank and the Group, of nominal value € 100,200,000.00 and market value as at 30.06.2012 of € 35,070,000.00. This Bond has not been included in those chosen to be exchanged under the PSI program as it refers to a Bond issued for the issuance of the preference shares of the Greek Government through the share capital increase under the provisions of Law 3723/2008.

**Loans guaranteed by the Greek Government**

| (Amounts in €) | GROUP |
|---|---|
| | 30.06.2012 |
| Up to 1 year | 32,808,945.23 |
| From 1 to 5 years | 35,440,924.47 |
| More than 5 years | 55,825,556.32 |
| **Total** | **124,075,426.02** |

The above table refers to the loans granted by the Bank to individuals and corporations , to the extent that they are guaranteed by the Greek Government.

**(4.2) Market Risk**

The Group is exposed to market risk arising from adverse changes in the fair value of financial instruments due to changes in equity prices, interest rates, foreign exchange rates, commodity prices and other market factors.

The Group has established internal procedures for the negotiation margin pertaining to market risk control. Within the scope of market risk management special activities are adopted for market risk hedging. Furthermore the Bank monitors the effectiveness of hedging and the effectiveness of reducing market risk which refers to the policy and the management of the limits set that have been determined by the Assets Liabilities Committee (ALCO).

Transaction portfolio includes investments held for trading. The items in question include securities purchased for the purposes of direct profit arising from short term increases/decreases of prices. Bank's portfolio also includes the available for sale investments.

For the currency risk management a designated limits framework has been approved by the Assets Liabilities Committee (ALCO). This framework includes profit and loss limits, nominal limits (by currency, in total, daily, overnight etc).

As it concerns the interest rate risk, the measurement methods that have been used are associated with the repricing risk, the yield curve risk, the basis risk and the optionality.

In addition, the Bank periodically performs extreme scenario tests and sensitivity analysis in order to assess the change in the economic value of the portfolio that will occur in various scenarios of changes in yield curves.

**(4.3) Liquidity Risk**

Liquidity risk is the risk for the Group to be unable to fully meet payment obligations and potential payment obligations as and when they fall due because of lack of liquidity. This risk includes the possibility that the bank may have to raise funding at a higher cost or sell assets on a discount. The monitoring of liquidity risk is concentrated on the managing of the time lag between cash inflows and outflows, as well as to ensure the existence of adequate cash reserves for the day-to-day transactions. The regulatory authorities have defined liquidated indexes, on their own criteria, in order to control liquidated gap. For pumping extra liquidity the Bank commits financial assets as collateral to the Bank of Greece.

The liquidity analysis table below, presents the financial assets that contain Greek Government Bonds and is based on the remaining period from the Financial Statements date until their maturity date.

| LIQUIDITY RISK (Amounts in €) | GROUP 30.06.2012 | | | | | |
|---|---|---|---|---|---|---|
| **DESCRIPTION** | **Up to 1 month** | **From 1 to 3 months** | **From 3 months to 1 year** | **From 1 year to 5 years** | **More than 5 years** | **Total** |
| **Greek Government Bonds** | | | | | | |
| Available for Sale financial assets | 0.00 | 0.00 | 0.00 | 35,070,000.00 | 6,395,002.60 | **41,465,002.60** |
| Investments held to maturity | 0.00 | 0.00 | 0.00 | 6,752,403.51 | 3,870,590.81 | **10,622,994.32** |
| Financial assets at fair value through profit or loss | 0.00 | 0.00 | 0.00 | 0.00 | 4,746.28 | **4,746.28** |
| **Total** | **0.00** | **0.00** | **0.00** | **41,822,403.51** | **10,270,339.69** | **52,092,743.20** |

| LIQUIDITY RISK (Amounts in €) | BANK 30.06.2012 | | | | | |
|---|---|---|---|---|---|---|
| **DESCRIPTION** | **Up to 1 month** | **From 1 to 3 months** | **From 3 months to 1 year** | **From 1 year to 5 years** | **More than 5 years** | **Total** |
| **Greek Government Bonds** | | | | | | |
| Available for Sale financial assets | 0.00 | 0.00 | 0.00 | 35,070,000.00 | 6,365,970.00 | **41,435,970.00** |
| Investments held to maturity | 0.00 | 0.00 | 0.00 | 6,752,403.51 | 3,870,590.81 | **10,622,994.32** |
| Financial assets at fair value through profit or loss | 0.00 | 0.00 | 0.00 | 0.00 | 4,746.28 | **4,746.28** |
| **Total** | **0.00** | **0.00** | **0.00** | **41,822,403.51** | **10,241,307.09** | **52,063,710.60** |

Certain Bond issued by the Greek Government is included in the Available for Sale portfolio of the Bank and the Group, of nominal value € 100,200,000.00 and market value as at 30.06.2012 of € 35,070,000.00. This Bond has not been included in those chosen to be exchanged under the PSI program as it refers to a Bond issued for the issuance of the preference shares of the Greek Government through the share capital increase under the provisions of Law 3723/2008.

**(4.4) Fair value of financial assets and liabilities**

The fair values presented in the table below reflect the estimates as at financial statements preparation date. These estimates are subject, among others, to adjustments made in compliance with the market conditions that will be outstanding at the certain period of measurement. The below calculations represent the best possible estimates and are based on particular assumptions. Taking into account the fact that these calculations include the uncertainty element, it is probable that the fair values might not represent the price at which such financial instruments can be sold or settled in the future.

For the period ended 30.06.2012 there are no changes in the levels of fair value compared to 31.12.2011.

The table below analyzes the financial instruments according to their valuation method. The assigned levels are the following:

First level: market prices from stock markets
Second level: Identifiable inputs other than market prices of the first level.
Third level: values that do not derive from the market

| GROUP | | | | |
|---|---|---|---|---|
| **30.06.2012** | **First Level** | **Second Level** | **Third Level** | **Total** |
| Securities available for sale | 94,909,296.69 | 5,097,500.00 | 1,355,367.04 | **101,362,163.73** |
| Trading securities | 424,696.94 | 0.00 | 0.00 | **424,696.94** |
| Derivatives-assets | 0.00 | 0.00 | 0.00 | **0.00** |
| Derivatives-liabilities | 0.00 | 199,830.13 | 0.00 | **199,830.13** |

| **31.12.2011** | **First Level** | **Second Level** | **Third Level** | **Total** |
|---|---|---|---|---|
| Securities available for sale | 123,600,126.52 | 3,312,500.00 | 1,355,367.04 | **128,267,993.56** |
| Trading securities | 48,812.40 | 0.00 | 0.00 | **48,812.40** |
| Derivatives-assets | 0.00 | 778,445.05 | 0.00 | **778,445.05** |
| Derivatives-liabilities | 0.00 | 131,703.29 | 0.00 | **131,703.29** |

| BANK | | | | |
|---|---|---|---|---|
| **30.06.2012** | **First Level** | **Second Level** | **Third Level** | **Total** |
| Securities available for sale | 94,724,519.46 | 5,097,500.00 | 1,355,367.04 | **101,177,386.50** |
| Trading securities | 424,696.94 | 0.00 | 0.00 | **424,696.94** |
| Derivatives-assets | 0.00 | 0.00 | 0.00 | **0.00** |
| Derivatives-liabilities | 0.00 | 199,830.13 | 0.00 | **199,830.13** |

| **31.12.2011** | **First Level** | **Second Level** | **Third Level** | **Total** |
|---|---|---|---|---|
| Securities available for sale | 123,318,065.40 | 3,312,500.00 | 1,355,367.04 | **127,985,932.44** |
| Trading securities | 48,812.40 | 0.00 | 0.00 | **48,812.40** |
| Derivatives-assets | 0.00 | 1,597,729.54 | 0.00 | **1,597,729.54** |
| Derivatives-liabilities | 0.00 | 131,703.29 | 0.00 | **131,703.29** |

## 5. CAPITAL ADEQUACY

The Group has set up specialized services for the monitoring of the capital adequacy at regular time intervals, which present the results of their calculations every three months to the Bank of Greece that acts as a supervising body for Credit Institutions.

The Capital Adequacy Ratio is defined as the proportion between Supervisory Equity and the Assets as well as off Balance Sheet items weighted as against the risk involved.

The basic aim of Attica Bank is to maintain its capital receivables in compliance with the regulatory framework as it is set by the supervisory authorities of the country so that Attica Bank is capable of continuing the course of its normal operation and maintaining its capital basis at the level that does not prevent the realization of its business plan.

The total capital needs for the Bank (included the Blackrock results) as determined by the Bank of Greece amount to € 396 million. Following the capital enhancement of the Bank with the aforementioned amount, for which the major shareholder has expressed its intention to cover, the Core Tier I will be higher than the minimum level of 9%, as this is determined by the Bank of Greece and will reach 11.5% compared to 8.7% as disclosed in the financial statements of 2011.

## 6. OPERATING SEGMENTS

The operating segments are disclosed in a way that they cover all the activities of the Bank, while offering the appropriate information to the Management, which is essential for the decision making. The operating segments that serve the internal information of the Bank's Management are the following:

Retail Banking
The segment includes the total of private individuals as well as professionals. Via the network of the Bank's branches and the central services, the Bank provides its clients with the whole range of traditional services as well as the specialized investment services and products.

Corporate Banking
The segment includes all the credit services offered to enterprises and corporations. In addition to the lending, the Bank provides the clients that belong to the above category with a wide range of products and services related to consulting, financial and investment nature of business as well as currency transactions.

Capital management / Treasury
The segment includes the Bank's capital management, intermediary at mutual funds disposal, the Bank's securities management as well as treasury services and private individual securities management.

The other income that comprises real estate property management loans to employees, interest from reduced assurance loans etc, has been allocated proportionally to the three aforementioned segments.

| **GROUP** (Amounts in €) | **Retail Banking** | **Corporate Banking** | **Treasury** | **Total** |
|---|---|---|---|---|
| **From 1 January to 30 June 2012** | | | | |
| Net income | | | | |
| - interest | (20,915,409.98) | 54,232,651.50 | (3,068,275.34) | **30,248,966.18** |
| - commission | 1,411,032.67 | 8,994,344.35 | (182,672.00) | **10,222,705.02** |
| - trading results and other income | 796,600.56 | 1,003,900.96 | 219,515.93 | **2,020,017.45** |
| - intersegment results | 19,334,592.03 | (28,398,344.24) | 9,063,752.21 | **0.00** |
| **Net Total Income** | **626,815.28** | **35,832,552.57** | **6,032,320.80** | **42,491,688.65** |
| Income from investments in associates | 0.00 | 0.00 | (1,250,335.57) | **(1,250,335.57)** |
| **Profit / (loss) before income tax** | **(10,189,113.51)** | **(37,383,184.57)** | **(8,899,642.15)** | **(96,471,940.23)** |
| Income tax | | | | 15,381,265.88 |
| **Loss for the period** | | | | **(81,090,674.35)** |
| Other segment items | | | | |
| Allowance for impairment losses | (10,747,711.35) | (66,142,583.45) | 0.00 | **(76,890,294.80)** |
| Losses from impairment on GGBs | 0.00 | 0.00 | (11,777,853.29) | **(11,777,853.29)** |
| Depreciation | (828,282.49) | (2,690,272.23) | (148,378.17) | **(3,666,932.89)** |
| Total Assets as at 30.06.2012 | 860,579,500.21 | 2,794,560,673.83 | 295,668,439.51 | **3,950,808,613.54** |
| Total Liabilities as at 30.06.2012 | (2,293,370,561.07) | (1,403,518,254.50) | (94,888,830.13) | **(3,791,777,645.72)** |

| (Amounts in €) | **Retail Banking** | **Corporate Banking** | **Treasury** | **Total** |
|---|---|---|---|---|
| **From 1 January to 30 June 2011** | | | | |
| Net income | | | | |
| - interest | (17,046,744.29) | 65,442,253.39 | 3,133,488.88 | **51,528,997.98** |
| - commission | 1,009,172.78 | 11,163,211.26 | (439,611.19) | **11,732,772.85** |
| - trading results and other income | 532,660.67 | 255,372.28 | 331,455.23 | **1,119,488.18** |
| - intersegment results | 23,115,061.48 | (27,736,095.69) | 4,621,034.21 | **0.00** |
| **Net Total Income** | **7,610,150.64** | **49,124,741.24** | **7,646,367.13** | **64,381,259.01** |
| Income from investments in associates | 0.00 | 0.00 | 171,366.53 | **171,366.53** |
| **Profit / (loss) before income tax** | **(10,443,097.06)** | **(11,516,595.00)** | **(49,708,498.49)** | **(71,668,190.55)** |
| Income tax | | | | 6,745,221.13 |
| **Loss for the period** | | | | **(64,922,969.42)** |
| Other segment items | | | | |
| Allowance for impairment losses | (5,316,382.39) | (20,959,418.29) | 0.00 | **(26,275,800.68)** |
| Allowance for impairment losses on investment securities | 0.00 | 0.00 | (52,807,965.49) | **(52,807,965.49)** |
| Depreciation | (735,845.37) | (2,362,442.91) | (287,243.42) | **(3,385,531.70)** |
| Total Assets as at 30.06.2011 | 928,176,432.85 | 2,986,996,297.13 | 693,263,988.69 | **4,608,436,718.67** |
| Total Liabilities as at 30.06.2011 | (2,822,184,044.65) | (1,199,530,766.14) | (96,335,514.03) | **(4,118,050,324.82)** |

| **BANK** (Amounts in €) | **Retail Banking** | **Corporate Banking** | **Treasury** | **Total** |
|---|---|---|---|---|
| **From 1 January to 30 June 2012** | | | | |
| Net income | | | | |
| - interest | (20,934,579.41) | 53,815,129.73 | (3,068,275.34) | **29,812,274.98** |
| - commission | 880,896.64 | 7,875,980.48 | (182,672.00) | **8,574,205.12** |
| - trading results and other income | 796,600.56 | 990,931.95 | (599,768.56) | **1,187,763.95** |
| - intersegment results | 19,334,592.03 | (28,398,344.24) | 9,063,752.21 | **0.00** |
| **Net Total Income** | **77,509.82** | **34,283,697.92** | **5,213,036.31** | **39,574,244.05** |
| | | | | |
| **Profit / (loss) before income tax** | **(10,677,769.83)** | **(37,280,956.04)** | **(8,362,888.34)** | **(96,321,614.21)** |
| Income tax | | | | 15,861,106.24 |
| **Loss for the period** | | | | **(80,460,507.97)** |
| | | | | |
| Other segment items | | | | |
| Allowance for impairment losses | (10,747,711.35) | (66,142,583.45) | 0.00 | **(76,890,294.80)** |
| Losses from impairment on GGBs | 0.00 | 0.00 | (11,672,150.56) | **(11,672,150.56)** |
| Depreciation | (828,282.49) | (2,670,331.73) | (148,378.17) | **(3,646,992.39)** |
| | | | | |
| Total Assets as at 30.06.2012 | 859,261,305.31 | 2,802,385,893.44 | 295,247,521.41 | **3,956,894,720.16** |
| Total Liabilities as at 30.06.2012 | (2,300,127,128.26) | (1,407,653,201.35) | (94,662,552.35) | **(3,802,442,881.96)** |

| (Amounts in €) | **Retail Banking** | **Corporate Banking** | **Treasury** | **Total** |
|---|---|---|---|---|
| **From 1 January to 30 June 2011** | | | | |
| Net income | | | | |
| - interest | (17,048,578.46) | 65,081,108.56 | 3,133,488.88 | **51,166,018.98** |
| - commission | 384,811.10 | 9,552,172.34 | (439,611.19) | **9,497,372.25** |
| - trading results and other income | 532,660.67 | 369,287.26 | (168,544.77) | **733,403.16** |
| - intersegment results | 23,115,061.48 | (27,736,095.69) | 4,621,034.21 | **0.00** |
| **Net Total Income** | **6,983,954.79** | **47,266,472.47** | **7,146,367.13** | **61,396,794.39** |
| | | | | |
| **Profit / (loss) before income tax** | **(10,419,439.58)** | **(12,313,788.33)** | **(50,379,865.02)** | **(73,113,092.93)** |
| Income tax | | | | 6,879,428.87 |
| **Loss for the period** | | | | **(66,233,664.06)** |
| | | | | |
| Other segment items | | | | |
| | | | | |
| Allowance for impairment losses | (5,316,382.39) | (20,959,418.29) | 0.00 | **(26,275,800.68)** |
| Allowance for impairment losses on investment securities | 0.00 | 0.00 | (52,807,965.49) | **(52,807,965.49)** |
| Depreciation | (735,845.37) | (2,351,198.83) | (287,243.42) | **(3,374,287.62)** |
| | | | | |
| Total Assets as at 30.06.2011 | 926,897,462.30 | 2,993,025,033.27 | 696,241,413.39 | **4,616,163,908.96** |
| Total Liabilities as at 30.06.2011 | (2,829,755,662.41) | (1,202,748,978.81) | (96,042,269.19) | **(4,128,546,910.41)** |

## 7. IMPAIRMENT LOSS ON FINANCIAL ASSETS

| | GROUP | | BANK | |
|---|---|---|---|---|
| | **30.06.2012** | **30.06.2011** | **30.06.2012** | **30.06.2011** |
| Impairment on loans | (76,890,294.80) | (26,275,800.68) | (76,890,294.80) | (26,275,800.68) |
| Impairment on investments available for sale | (8,858,502.73) | (42,271,246.11) | (8,752,800.00) | (42,271,246.11) |
| Impairment on securities held to maturity | (2,919,350.56) | (10,536,719.38) | (2,919,350.56) | (10,536,719.38) |
| **Total** | **(88,668,148.09)** | **(79,083,766.17)** | **(88,562,445.36)** | **(79,083,766.17)** |

Furthermore, the Group, under the frameworks of the voluntary exchange of Greek Government Bonds program (PSI), proceeded to a provision for impairment amounted to € 154 million, out of which € 142 million charged the results of the previous year and the remaining € 12 million, approximately, charged the results of the current period. The total impairment rate has risen at 79%. The net charge after tax amounted to € 123 million.

The Group, considering the increased credit risk of its loan portfolio, proceeded into a significant provisioning for loans impairment during the period amounting to € 77 million, increasing the cumulative allowances to € 333 million as at 30 June 2012.

## 8. INCOME TAX

Income tax for the first semester of 2012 was calculated taking into account actual figures, as well as the nature of income and expense with relation to the tax law. According to IAS 12, deferred tax was calculated for temporary differences between accounting and tax basis. The current tax rate for 2012 is set at 20%.

During the current period, the remaining balance of tax of € 16.3 million loss attributable to the impairment of Greek Government bonds under the PSI program, has been recognized on deferred tax assets.

During the current period an amount of € 16.3 million that refers to the remaining income tax amounting to € 31 million in total from the loss from the impairment of the Greek Government Bonds under the PSI program and from the revaluation of the old bonds as at 31.12.2011 as well as the new bonds after the exchange, was recognized as deferred tax asset. The deferred tax asset amounting approximately to € 21 million that refers to the impairment of Bonds participated in the PSI program may be offset in the next 30 years according to law 4046/2012.

## 9. EARNINGS PER SHARE – BASIC (IN €)

**BANK (amounts in €)**

| DESCRIPTION | 01.01-30.06.2012 | 01.01-30.06.2011 | 01.04 - 30.06.2012 | 01.04-30.06.2011 |
|---|---|---|---|---|
| Profit / (Loss) for the period | (81,062,689.52) | (64,909,521.08) | (75,488,147.85) | (61,662,883.20) |
| Minus: accrued dividend of preference shares net of tax | (4,008,000.00) | (4,008,000.00) | (2,004,000.00) | (2,004,000.00) |
| **Profit /(Loss) attributable to ordinary equity owners of the Bank** | **(85,070,689.52)** | **(68,917,521.08)** | **(77,492,147.85)** | **(63,666,883.20)** |
| Weighted average number of shares for the period | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 |
| **Adjusted weighted average number of shares for the period** | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 |
| **Earnings / (Loss) per share – Basic (in €)** | **(0.3475)** | **(0.2815)** | **(0.3165)** | **(0.2600)** |

**GROUP (amounts in €)**

| DESCRIPTION | 01.01-30.06.2012 | 01.01-30.06.2011 | 01.04 - 30.06.2012 | 1.4-30.06.2011 |
|---|---|---|---|---|
| Profit / (Loss) for the period | (80,460,507.97) | (66,233,664.06) | (75,977,217.61) | (61,092,809.64) |
| Minus: accrued dividend of preference shares net of tax | (4,008,000.00) | (4,008,000.00) | (2,004,000.00) | (2,004,000.00) |
| **Profit /(Loss) attributable to ordinary equity owners of the Bank** | **(84,468,507.97)** | **(70,241,664.06)** | **(77,981,217.61)** | **(63,096,809.64)** |
| Weighted average number of shares for the period | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 |
| **Adjusted weighted average number of shares for the period** | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 | 244,833,091.00 |
| **Earnings / (Loss) per share – Basic (in €)** | **(0.3450)** | **(0.2869)** | **(0.3185)** | **(0.2577)** |

Basic earnings per share were calculated in accordance with the weighted average number of common shares in circulation at the beginning of the year plus the addition of common shares that were issued during the period, weighted on a timely basis, less the weighted average number of common treasury shares which were held by the Bank during the period. Profit for the period has been adjusted with the accrued dividend for the closing period, net of tax that corresponds to the preference shares of L. 3723/2008, regardless of whether it has been approved for distribution or not, in accordance with IAS 33, paragraph 14.

It is noted that as at 30.06.2012, as well as at the comparative period, there are no potential dilutive shares to adjust the weighted average number of common shares of the period and therefore there is no difference between basic and diluted earnings per share.

### 10. FINANCIAL ASSETS AVAILABLE FOR SALE

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| **CLASSIFICATION BY TYPE AND MARKET** | **30.06.2012 Fair Value** | **31.12.2011 Fair Value** | **30.06.2012 Fair Value** | **31.12.2011 Fair Value** |
| Greek Government Bonds-Domestic | 35,070,000.00 | 50,601,000.00 | 35,070,000.00 | 50,601,000.00 |
| Greek Government Bonds-Domestic received from PSI | 6,395,002.60 | 42,868,502.73 | 6,365,970.00 | 42,600,000.00 |
| **Greek Government Bonds** | **41,465,002.60** | **93,469,502.73** | **41,435,970.00** | **93,201,000.00** |
| Corporate Listed –Domestic | 1,450,000.00 | 3,509,005.00 | 1,450,000.00 | 3,509,005.00 |
| Corporate Listed –Foreign | 8,080,074.92 | 5,537,500.20 | 8,080,074.92 | 5,537,500.20 |
| Corporate Listed –Foreign received from exchange (EFSF) | 26,162,259.19 | 0.00 | 26,023,338.08 | 0.00 |
| **Corporate Listed Bonds** | **35,692,334.11** | **9,046,505.20** | **35,553,413.00** | **9,046,505.20** |
| Corporate Non Listed – Domestic | 803,612.67 | 803,612.67 | 803,612.67 | 803,612.67 |
| Corporate Non Listed – Foreign | 514,824.76 | 574,851.48 | 514,824.76 | 574,851.48 |
| **Corporate Non Listed Bonds** | **1,318,437.43** | **1,378,464.15** | **1,318,437.43** | **1,378,464.15** |
| **Bonds** | **78,475,774.14** | **103,894,472.08** | **78,307,820.43** | **103,625,969.35** |
| Listed shares-Domestic | 1,720,107.01 | 1,825,682.21 | 1,703,283.49 | 1,812,123.82 |
| Listed shares- Foreign | 6,727.46 | 6,090.24 | 6,727.46 | 6,090.24 |
| Non Listed shares-Domestic | 551,754.37 | 551,754.37 | 551,754.37 | 551,754.37 |
| **Shares** | **2,278,588.84** | **2,383,526.82** | **2,261,765.32** | **2,369,968.43** |
| Mutual fund units - Domestic | 3,332,590.45 | 4,997,958.60 | 3,332,590.45 | 4,997,958.60 |
| Mutual fund units - Foreign | 17,275,210.30 | 16,992,036.06 | 17,275,210.30 | 16,992,036.06 |
| **Mutual fund units** | **20,607,800.75** | **21,989,994.66** | **20,607,800.75** | **21,989,994.66** |
| **Financial assets available for sale** | **101,362,163.73** | **128,267,993.56** | **101,177,386.50** | **127,985,932.44** |

In compliance with the amendments to IAS 39, the Group for the 2nd semester of 2008 has determined investments in bonds and shares for which has the intention to hold and not to proceed to their disposal in the nearest future. These investments include shares owned by the Bank, listed on the Athens Stock Exchange, which at 01.07.2008 were transferred from "Trading Portfolio Securities" to "Available for Sale Securities", with a fair and book value of € 1,445,187.46 as at 30.06.2012.

The revaluation of these shares for the year 2011, resulted in a loss of € 1,955,423.16 , that recorded in the reserves "Available for sale portfolio" and not the profit and loss of that year, according to the aforementioned decision. As at 30.06.2012, the loss amounted to € 277,644.30.

**Instruments included in the Available for Sale portfolio acquired through the Greek Government Bonds exchange**

| GROUP | | | | |
|---|---|---|---|---|
| **(Amounts in €)** | | | **30.06.2012** | |
| | **Nominal Value** | **Acquisition Cost** | **Fair Value** | **Revaluation Reserve** |
| Greek Government Bonds received from PSI | 47,472,940.00 | 11,653,249.51 | 6,395,002.60 | 5,258,246.91 |
| International Organizations Bonds received from PSI | 26,153,690.70 | 26,099,724.70 | 26,162,259.19 | (62,534.49) |
| **Total** | **73,626,630.70** | **37,752,974.21** | **32,557,261.79** | **5,195,712.42** |

| BANK | | | | |
|---|---|---|---|---|
| **(Amounts in €)** | | | **30.06.2012** | |
| | **Nominal Value** | **Acquisition Cost** | **Fair Value** | **Revaluation Reserve** |
| Greek Government Bonds received from PSI | 47,250,000.00 | 11,604,809.51 | 6,365,970.00 | 5,238,839.51 |
| International Organizations Bonds received from PSI | 26,014,900.00 | 25,960,934.00 | 26,023,338.08 | (62,404.08) |
| **Total** | **73,264,900.00** | **37,565,743.51** | **32,389,308.08** | **5,176,435.43** |

## 11. INVESTMENTS HELD TO MATURITY

| **(Amounts in €)** | **GROUP** | | **BANK** | |
|---|---|---|---|---|
| **CLASSIFICATION BY TYPE AND MARKET** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| Greek Government Bonds - Domestic | 6,752,403.51 | 362,668.00 | 6,752,403.51 | 362,668.00 |
| Greek Government Bonds - Domestic received from PSI | 3,870,590.81 | 14,208,520.00 | 3,870,590.81 | 14,208,520.00 |
| **Greek Government bonds** | **10,622,994.32** | **14,571,188.00** | **10,622,994.32** | **14,571,188.00** |
| Corporate Listed – Foreign | 19,926,864.64 | 19,756,215.47 | 19,926,864.64 | 19,756,215.47 |
| Corporate Listed – Foreign from exchange (EFSF) | 9,167,881.22 | 0.00 | 9,167,881.22 | 0.00 |
| **Corporate Listed Bonds-Foreign** | **29,094,745.86** | **19,756,215.47** | **29,094,745.86** | **19,756,215.47** |
| **Investments held to maturity** | **39,717,740.18** | **34,327,403.47** | **39,717,740.18** | **34,327,403.47** |

**Instruments included in the Held to Maturity portfolio acquired through the Greek Government Bonds exchange**

| GROUP | | |
|---|---|---|
| **(Amount in €)** | **30.06.2012** | |
| | **Nominal Value** | **Amortized Cost** |
| Greek Government Bonds received from PSI | 15,759,450.00 | 3,870,590.82 |
| International Organizations Bonds received from PSI | 9,185,880.70 | 9,167,881.22 |
| **Total** | **24,945,330.70** | **13,038,472.04** |

| BANK | | |
|---|---|---|
| **(Amount in €)** | **30.06.2012** | |
| | **Nominal Value** | **Amortized Cost** |
| Greek Government Bonds received from PSI | 15,759,450.00 | 3,870,590.82 |
| International Organizations Bonds received from PSI | 9,185,880.70 | 9,167,881.22 |
| **Total** | **24,945,330.70** | **13,038,472.04** |

## 12. GREEK GOVERNMENT BONDS

The Group participated in the exchange of Greek Government Bonds (GGB) that completed in March/April 2012 based on the following terms:

- Derecognition of the 53.5% of the nominal value of the current GGBs.
- New GGBs will carry a nominal value equal to the 31.5% of the old GGBs. The new bonds will be partially paid in a period of 11 to 30 years (until 2042) and will carry a coupon of 2.00% for years 2013-2015, 3.00% for years 2016-2020, 3.65% for 2021 and 4.30% thereafter (2022-2042).
- Immediate payment of the 15% of the nominal value of the current GGBs with short-term notes (maturing within 1-2 years) issued from the European Financial Stability Facility (EFSF) bearing a market interest rate.
- Payment of the accrued interest with EFSF 6-month securities bearing market interest rates.
- Detachable GDP-linked securities of nominal value equal to the new GGBs of each holder. The securities entitle the holder to an additional annual coupon of up to 1% beginning in 2015 in the event the GDP growth exceeds a defined threshold.

The value of the new Bonds was determined based on the fair value at exchange date and the new bonds were classified under the same portfolio with the old ones and have been measured at fair value based on IDAT prices as at 30.06.2012 for that part that has been included in the AFS portfolio and the trading portfolio. The Bonds that were classified as Held to Maturity were measured at cost as this was determined at the exchange date adjusted to the amortized cost.
The book value of the new GGBs is presented in notes 10 and 11 above.
The detachable GDP-linked securities have been measured at fair value that at their initial recognition date and at 30 June 2012 was zero.

## 13. INVESTMENTS IN SUBSIDIARIES

**(Amounts in €)**

**30.06.2012**

| Company | Country of Incorporation | Number of shares | Shareholding % | Equity (% shareholding of the owner) | Acquisition cost | Carrying amount |
|---|---|---|---|---|---|---|
| 1. Attica Wealth Management Mutual Funds Management S.A. | Greece | 198,300 | 100.00% | 2.929.890,17 | 2,326,059.00 | 2,326,059.00 |
| 2. Attica Ventures S.A. | Greece | 15,000 | 99.99% | 1.146.492,82 | 599,960.00 | 599,960.00 |
| 3. Attica Finance S.A. | Greece | 382,166 | 55.00% | 1.671.568,96 | 1,699,564.80 | 1,699,564.80 |
| 4. Attica Funds PLC | United Kingdom | 17,500 | 99.99% | 521.780,00 | 21,690.32 | 21,690.32 |
| 5. Attica Bancassurance Agency S.A. | Greece | 10,000 | 100.00% | 2.042.447,57 | 100,000.0 | 100,000.00 |
| 6. AtticaBank Properties S.A. | Greece | 70,600 | 100.00% | 6.977.310,34 | 7,060,000.00 | 7,060,000.00 |
| 7. Stegasis Mortgage Finance plc | United Kingdom | 0.00 | 0.00% | 0.00 | 0.00 | 0.00 |
| **Investments in subsidiaries** | | | | | **11,807,274.12** | **11,807,274.12** |

**31.12.2011**

| Company | Country of Incorporation | Number of shares | Shareholding % | Equity (% shareholding of the owner) | Acquisition cost | Carrying amount |
|---|---|---|---|---|---|---|
| 1. Attica Wealth Management Mutual Funds Management S.A. | Greece | 198,300 | 100.00% | 3,004,691.96 | 2,326,059.00 | 2.326.059,00 |
| 2. Attica Ventures S.A. | Greece | 15,000 | 99.99% | 1,053,435.73 | 599,960.00 | 599.960,00 |
| 3. Attica Finance S.A. | Greece | 382,166 | 55.00% | 1,705,780.23 | 1,699,564.80 | 1.699.564,80 |
| 4. Attica Funds PLC | United Kingdom | 17,500 | 99.99% | 483,921.00 | 20,950.26 | 20.950,26 |
| 5. Attica Bancassurance Agency S.A. | Greece | 10,000 | 99.90% | 1,649,222.34 | 99,900.00 | 99.900,00 |
| 6. AtticaBank Properties S.A. | Greece | 70,600 | 100.00% | 7,186,785.82 | 7,060,000.00 | 7.060.000,00 |
| 7. Stegasis Mortgage Finance plc | United Kingdom | 0.00 | 0.00% | 0,00 | 0,00 | 0.00 |
| **Investments in subsidiaries** | | | | | **11,806,434.06** | **11,806,434.06** |

“Stegasis Mortgage Finance plc”, registered in the United Kingdom, is a special purpose company, in which the Bank has no direct interest, was ordered to dissolution and set under liquidation with the 27.06.2012 decision of the Board of Directors of the Bank, due to the cancelation of the securitization program of the Bank for which the maintaining was unprofitable. In particular, the purpose of the company’s establishment was the securitization of part of mortgage portfolio to be used for low cost funding from the European Central Bank. This usage is no longer available due to the low credit rating of the securitized bonds. Holding the bonds until their next possible usage as collateral to the ECB or as a general funding instrument has been decided to be unprofitable due to the significant cost of maintaining the securitization program, i.e. cost related to the retention of the company, to the custodian fees, to the accounts administration Bank, to the vice-administrator and other contracted parties, to the swap contract and more, in conjunction with the high uncertainty due to the economic situation in Greece, as well as internationally for the eligibility of the Bonds as collaterals. The early termination of the securitization program requires Stegasis to assign and transfer all the securitized mortgages and their collaterals to the Bank.

## 14. INVESTMENTS IN ASSOCIATES

| **30.06.2012** | | |
|---|---|---|
| **Company name** | **Country of incorporation** | **Participation %** |
| Zaitech Innovation Venture Capital Fund I | Greece | 50,00% |
| Zaitech Innovation Venture Capital Fund II | Greece | 92,00% |

| **31.12.2011** | | |
|---|---|---|
| **Company name** | **Country of incorporation** | **Participation %** |
| Zaitech Innovation Venture Capital Fund I | Greece | 50,00% |
| Zaitech Innovation Venture Capital Fund II | Greece | 92,00% |

Zaitech Innovation Venture Capital Fund has been recognized as an associate according to IAS 28 "Investments in Associates and Joint Ventures" and it has been consolidated under the equity method of accounting for both periods ended as at 30.06.2012 and 31.12.2011.

The Bank as the major shareholder of Zaitech Innovation Venture Capital Fund exercises significant influence on the investing committee of the Venture Capital that has the exclusive responsibility for the investments made, as well as for their liquidation.

This significant influence is the result of an agreement between the Bank that is the trustee and its subsidiary "Attica Ventures S.A." that has the management of the Capital Fund and the main unit holders of the Fund, "Attica Bank S.A." and the "New Economy Development Fund" (TANEO).

The participating interest of the Bank as at 30.06.2012 in Zaitech Innovation Venture Capital Fund I amounted to € 16,078,992.90, while for Zaitech Innovation Venture Capital Fund II, established during September 2010, the respective participating interest amounts to € 4,294,100.00. The proportionate share of losses charged to the consolidated results for the above investment first semester of 2012 amounted to €1,250,335.57.

## 15. PROPERTY, PLANT AND EQUIPMENT

The Group's property, plant and equipment are used either by the Bank or by the Group's companies for operational purposes or for managerial purposes. The net book value of these amounts as at 30.06.2012 amounted to € 39,966,758.71 compared to the € 41,339,259.33 as at 31.12.2011 for the Group and € 39,767,182.92 as at 30.06.2012 compared to € 41,132,257.25 as at 31.12.2011 for the Bank.

During the first semester of 2012 additions amounted to € 520,343.96 for the Group and € 513,389.45 for the Bank. From that amount, € 41,393.43 concerns building improvements, € 262,682.78 concerns to purchases of furniture and equipment and € 216,267.75 concerns leaseholds improvements. The additions of the first semester of 2012 come exclusively from the Bank, except from the new purchases of furniture, for which out of the total amount of € 262,682.78, an amount of € 6,954.51 concerns the subsidiaries of the Group.

Within the first semester of 2012 property, plant and equipment of € 1,303,058.51 cost value and € 6,729.07 carrying value were retired. Within that period there were no sale of property, plant and equipment.

It should be noted that as at 30.06.2012 there were no significant contractual commitments that legally bound the Bank and its subsidiaries to purchase any property, plant and equipment and which have not been disclosed in their books.

For the comparative period ended 30.06.2011 the total amount of additions of property, plant and equipment amounted to € 1,063,136.16 for the Group and € 927,278.80 for the Bank. From that amount € 319,198.46 concerns acquisitions of buildings and amount € 397,390.40 concerns furniture and other equipment acquisitions and amount € 346,547.30 concerns leasehold improvements. The additions of the 1st semester of 2011 come exclusively from the Bank, except from the acquisitions of furniture and other equipment, for which out of the total amount of € 397,390.40 an amount of € 75,177.97 concerns the subsidiaries of the Group and the leasehold improvements for which out of the total amount of € 346,547.30 an amount of € 60,679.40 concerns the subsidiaries of the Group.

## 16. INVESTMENT PROPERTY

The net book value of investment property as at 30.06.2012 amounted to € 47,861,364.58 (31.12.2011: € 47,106,775.92).

During the first semester of 2012 additions amounted to € 651,564.88 include amount of € 1,319.66 concerning improvements made to property acquired by the Bank through auction procedures for the settlement of claims not collected.

The adjustments in the fair value of the new buildings that became property of the Bank during the first semester of 2012 are represented in "Other Income" line of the income statement of the period.

For the comparative period ended 30.06.2011, investment property additions amounted to € 961,846.62, while the fair value adjustment resulted to a gain of € 44,702.83 that is charged to "Other Income" account of the income statement.

## 17. INTANGIBLE ASSETS

Intangible assets of the Group consist mainly of software programs, which as at 30.06.2012 amounted to € 21,439,506.03 for the Group, (31.12.2011: € 19,560,982.40) and € 21,431,507.28 for the Bank (31.12.2011: € 19.548.467,94).

Additions of intangible assets within the first semester of 2012 amounted to € 3,646,828.69 that refer to purchase of new software programs, out of which an amount of € 1,044.00 concerns purchases for the companies of the Group and an amount of € 3,645,784.69 concerns purchases for the Bank.

Within the first semester of 2012 there were no sales of intangible assets of the Group and there was no impairment either. Intangible assets of cost value € 93,229.29 and carrying value € 550.64 have been retired. For the comparative period ended 30.06.2011, there are no sales of intangible assets, and there was no impairment either.

As at 30.06.2012, development of software programs, for which the Bank is legally bound, were still in progress and amounted at that date to € 1,141,412.10.

As it concerns the subsidiaries, at 30.06.2012, there were no significant contractual commitments that legally bound them, to purchase any intangible assets and that have not been disclosed in their books.

For the comparative period ended 30.06.2011, intangible assets additions amounted to € 2,928,976.50 concerning purchase of software, out of which € 2,922,536.50 concerns the Bank and € 6,440.00 concerns the Group's subsidiaries.

## 18. DUE TO OTHER FINANCIAL INSTITUTIONS

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| **DESCRIPTION** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| Sight Deposits | 7,033,420.85 | 10,108,807.24 | 7,033,420.85 | 10,108,807.24 |
| Interbank term deposits | 1,120,885,623.51 | 645,000,000.00 | 1,120,885,623.51 | 645,000,000.00 |
| Term deposits other than interbank | 3,539,956.41 | 15,527,728.72 | 3,539,956.41 | 15,527,728.72 |
| **Due to other financial institutions** | **1,131,459,000.77** | **670,636,535.96** | **1,131,459,000.77** | **670,636,535.96** |

## 19. DUE TO CUSTOMERS

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| **DESCRIPTION** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| Current accounts | 14,293,328.32 | 20,021,670.45 | 14,293,328.32 | 20,021,670.45 |
| Saving accounts | 336,148,052.43 | 368,853,401.52 | 336,148,052.43 | 368,853,401.52 |
| Term deposits | 1,205,020,694.13 | 1,508,068,533.43 | 1,205,020,694.13 | 1,508,068,533.43 |
| Blocked | 809.27 | 809.27 | 809.27 | 809.27 |
| **Deposits from individuals** | **1,555,462,884.15** | **1,896,944,414.67** | **1,555,462,884.15** | **1,896,944,414.67** |
| Sight accounts | 97,339,720.05 | 157,586,485.16 | 98,343,258.42 | 159,440,456.94 |
| Term deposits | 217,047,562.89 | 345,216,454.73 | 230,220,562.89 | 356,176,454.73 |
| Blocked | 117,525,795.29 | 145,048,339.94 | 117,525,795.29 | 145,048,339.94 |
| **Deposits from corporates** | **431,913,078.23** | **647,851,279.83** | **446,089,616.60** | **660,665,251.61** |
| Sight accounts | 91,121,855.31 | 69,453,744.48 | 91,121,855.31 | 69,453,744.48 |
| Term deposits | 409,505,876.52 | 448,797,587.02 | 409,505,876.52 | 448,797,587.02 |
| Blocked | 493.00 | 172,554.10 | 493.00 | 172,554.10 |
| **Public sector deposits** | **500,628,224.83** | **518,423,885.60** | **500,628,224.83** | **518,423,885.60** |
| Sight accounts | 8,420,160.75 | 4,339,261.63 | 8,420,160.75 | 4,339,261.63 |
| Saving accounts | 2,311,493.83 | 2,206,155.27 | 2,311,493.83 | 2,206,155.27 |
| **Other Deposits** | **10,731,654.58** | **6,545,416.90** | **10,731,654.58** | **6,545,416.90** |
| **Other due to customers** | **9,024,418.26** | **20,083,873.56** | **9,024,418.26** | **20,083,873.56** |
| **Due to customers** | **2,507,760,260.05** | **3,089,848,870.56** | **2,521,936,798.42** | **3,102,662,842.34** |

| (Amounts in €) | GROUP | | | | | |
|---|---|---|---|---|---|---|
| | Due to customers – Liquidity risk | | | | | |
| Date | Up to 1 month | From 1 to 3 months | From 3 months to 1 year | From 1 year to 5 years | More than 5 years | Total |
| **30.06.2012** | 1,407,008,475.69 | 718,891,889.33 | 381,859,895.03 | 0.00 | 0.00 | **2,507,760,260.05** |
| **31.12.2011** | 1,923,435,073.72 | 785,390,805.51 | 381,007,744.22 | 15,247.11 | 0.00 | **3,089,848,870.56** |

| (Amounts in €) | BANK | | | | | |
|---|---|---|---|---|---|---|
| | Due to Due to customers – Liquidity risk | | | | | |
| Date | Up to 1 month | From 1 to 3 months | From 3 months to 1 year | From 1 year to 5 years | More than 5 years | Total |
| **30.06.2012** | 1,421,185,014.06 | 718,891,889.33 | 381,859,895.03 | 0.00 | 0.00 | **2,521,936,798.42** |
| **31.12.2011** | 1,936,249,045.50 | 785,390,805.51 | 381,007,744.22 | 15,247.11 | 0.00 | **3,102,662,842.34** |

## 20. ISSUED BONDS

| (Amounts in €) | GROUP | | | |
|---|---|---|---|---|
| | 30.06.2012 | | 31.12.2011 | |
| DESCRIPTION | Average interest | Carrying amount | Average interest | Carrying amount |
| 1. SUBORDINATED LOAN (LOWER TIER II) | 3.73% | 94,689,000.00 | 3.94% | 94,689,000.00 |
| **Issued bonds** | | **94,689,000.00** | | **94,689,000.00** |

| (Amounts in €) | BANK | | | |
|---|---|---|---|---|
| | 30.06.2012 | | 31.12.2011 | |
| DESCRIPTION | Average interest | Carrying amount | Average interest | Carrying amount |
| 1. SUBORDINATED LOAN (LOWER TIER II) | 3.73% | 94,462,722.22 | 3.94% | 94,428,408.59 |
| **Issued bonds** | | **94,462,722.22** | | **94,428,408.59** |

The interest expense charged the current period's results for the service of the above bonds amounted to € 1,806,891.71 for the Bank. As regards to the Group's results the charge amounted to € 1,750,078.71.

Under the article 2 of L.3723/2008 and relatively to the 2nd Pillar of measures for the enhancement of liquidity of the economy, the Bank at 30.06.2010 issued under the Greek State's guarantee, through the EMTN program (Medium Term Note) a bond loan of a total face value of € 215,000,000, 3 years duration, carrying a floating rate based on 3 month Euribor plus 5% spread, which is separated in 2,150 bonds with a face value of € 100,000 per bond. Furthermore, though the same program, the Bank issued in 30.12.2010, another bond loan of a total face value of € 285,000,000, carrying a floating rate based on Euribor plus 4.75% spread, which is separated in 2,850 bonds with a face value of € 100,000 per bond. The Bank acquired bonds at their issuance cost and can proceed to the sale or cancellation of the bonds at any time but not after their maturity date. Because of its nature and purpose the specific bond loan does not appear in the category "Issued Bonds". Until the aforementioned sale or cancellation, the bonds could be used as guarantee for the direct raise of funds from European system, in accordance with the current Greek and European Banking legislation or to be used for other purposes. The commission that the Bank was charged from its participation in the program and that should be paid to the Greek State has been determined to 75 b.p. for the first bond loan and 140 b.p. for the second.

## 21. SHARE CAPITAL, SHARE PREMIUM, TREASURY SHARES, RESERVES, ACCUMULATED PROFIT (LOSS) AND NON CONTROLLING INTEREST

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| DESCRIPTION | 30.06.2012 | 31.12.2011 | 30.06.2012 | 31.12.2011 |
| Paid up (common shares) | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 |
| Paid up (preference shares) | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 |
| **Share Capital** | **185,909,950.45** | **185,909,950.45** | **185,909,950.45** | **185,909,950.45** |
| **Share premium** | **362,112,778.18** | **362,112,778.18** | **362,112,778.18** | **362,112,778.18** |
| **Reserves** | **(75,281,766.37)** | **(56,286,075.45)** | **(75,446,361.81)** | **(56,461,174.84)** |
| **Accumulated profit (loss)** | **(315,077,476.94)** | **(234,009,497.80)** | **(318,124,528.62)** | **(237,664,020.65)** |
| **Non controlling interest** | **1,367,482.50** | **1,395,467.33** | **-** | **-** |
| **Total Equity** | **159,030,967.82** | **259,122,622.71** | **154,451,838.20** | **253,897,533.14** |

The share capital of the Group amounts to € 185,909,950.45 and is divided into a) 244,885,573 common, registered shares of nominal value € 0.35 each and b) 286,285,714 preference shares of nominal value of € 0.35 each.

Treasury shares

Following the resolution of the Extraordinary General Assembly of the Shareholders on 20 November 2008, the Bank had decided that for purposes of distribution of shares to those entitled from the stock option plan in the second year in effect or for other purposes of potential distribution of shares or options to personnel, the Bank would acquire until 31 August 2009 up to one million (1,000,000) own shares, which corresponded to 0.73% of the Bank's share capital at that time, at a maximum and minimum price of € 4.50 and € 1.30 respectively.

In case the aforementioned shares acquired remained undistributed, the Board of Directors would present to a future General Assembly of the Bank's Shareholders the issue of using these shares, within the framework of a future stock option plan or distribution of shares to personnel of the Bank or its related companies, in compliance with the requirements of Article 16, par, 3 b of the CL 2190/1920.

Following this decision, which approved the establishment of the share buyback program, the Bank acquired up to 31 December 2008, 5,700 treasury shares at a cost of € 10,516 that represented 0.0042% of the total number of shares as at 31.12.2008.

For the period from 1 January 2009 to 18 February 2009 the Bank acquired 46,782 treasury shares at a cost of € 101,736.55. As a result, the Bank at 31 December 2009 held 52,482 treasury shares, including those acquired until December of 2008, at a total cost of € 112,252.55, which represented 0.0214% of its total number of common shares as at 30.06.2012. After the sale of the rights corresponding to these shares resulted from the share capital increase via a rights issue in favor of existing shareholders according to the Extraordinary General Assembly of the Shareholders held on 08.07.2009, which was completed during the last month of the closing period, the acquisition cost of the treasury shares of the Bank amounted to € 97,332.30 for which the Bank has created an equal reserve.

According to Article 28 of Law 3756/2009 "Intangible Securities System, concerning capital markets, tax and other provisions", all banks participating under the terms of the liquidity plan of the Ministry of Economy and Finance of Law 3723/2008, are not allowed to buy treasury shares during the period of their participation in the program. For this reason, the last purchase of treasury shares within the nine-month period of 2009, took place on 18.02.2009.

According to decision 1/503/13.3.2009 of the Board of Directors of the Capital Market Commission, which was published in the first quarter of 2009, the purchase of own shares and any future share acquisition of other company is considered as an acceptable market practice.

## 22. RELATED PARTY TRANSACTIONS

| DESCRIPTION | GROUP | | BANK | |
|---|---|---|---|---|
| **A. RELATED COMPANIES TRANSACTIONS** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| A1.Receivables | 0.00 | 0.00 | 32,207,394.57 | 46,082,611.32 |
| Liabilities | 366,967,608.95 | 374,003,700.90 | 475,673,216.09 | 481,646,850.03 |
| | **30.06.2012** | **30.06.2011** | **30.06.2012** | **30.06.2011** |
| A2. Income | 0.00 | 0.00 | 821.40 | 25,111.85 |
| Expenses | 17,601,224.15 | 83,767.50 | 20,587,558.23 | 3,074,334.16 |
| **B. TRANSACTIONS WITH MEMBERS OF THE MANAGEMENT** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| B1. Receivables (Loans) | 908,749.03 | 703,482.68 | 658,662.27 | 641,498.62 |
| Liabilities (Deposits) | 265,265.10 | 2,671,030.96 | 246,337.84 | 2,648,433.97 |
| | **30.06.2012** | **30.06.2011** | **30.06.2012** | **30.06.2011** |
| B2. Interest Income | 15,157.51 | 16,897.28 | 11,026.47 | 12,022.92 |
| Interest Expense | 73,622.48 | 4,937.68 | 73,530.51 | 4,927.14 |
| | **30.06.2012** | **30.06.2011** | **30.06.2012** | **30.06.2011** |
| B3. Salaries and wages | 715,359.54 | 672,128.21 | 462,590.00 | 440,383.02 |
| Directors' fees | 150,160.24 | 151,326.78 | 82,861.84 | 83,558.16 |
| **Total fees of members of the Bank's management** | **865,519.78** | **823,454.99** | **545,451.84** | **523,941.18** |

## 23. CONTINGENT LIABILITIES AND COMMITMENTS

### 23.1 OFF-BALANCE SHEET LIABILITIES AND PLEDGED ASSETS

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| **DESCRIPTION** | **30.06.2012** | **31.12.2011** | **30.06.2012** | **31.12.2011** |
| **Contingent liabilities** | | | | |
| Letters of guarantee | 351,224,766.38 | 400,664,282.91 | 351,224,766.38 | 400,664,282.91 |
| Letters of credit | 3,443,093.43 | 3,996,382.40 | 3,443,093.43 | 3,996,382.40 |
| Contingent liabilities from forward contracts | 433,838,828.30 | 491,880,495.17 | 433,838,828.30 | 491,880,495.17 |
| **Total contingent liabilities** | **788,506,688.11** | **896,541,160.48** | **788,506,688.11** | **896,541,160.48** |
| **Unused credit limits** | | | | |
| - Up to 1 year maturity | 478,486,353.76 | 475,903,518.76 | 478,486,353.76 | 475,903,518.76 |
| - Over 1 year maturity | 17,252,815.01 | 17,252,815.01 | 17,252,815.01 | 17,252,815.01 |
| **Total unused credit limits** | **495,739,168.77** | **493,156,333.77** | **495,739,168.77** | **493,156,333.77** |
| **Pledged assets** | | | | |
| European Central Bank | | | | |
| - Trading securities | 409,555.37 | 0.00 | 409,555.37 | 0.00 |
| - Available for sale securities | 73,264,900.00 | 240,433,000.00 | 73,264,900.00 | 240,433,000.00 |
| - Held to maturity securities | 48,619,330.70 | 51,047,000.00 | 48,619,330.70 | 51,047,000.00 |
| - Securities of "Loans & advances to customers" portfolio | 30,000,000.00 | 194,415,948.00 | 30,000,000.00 | 194,415,948.00 |
| - Overdrafts | 70,500,000.00 | 133,905,000.00 | 70,500,000.00 | 133,905,000.00 |
| - Bond issued by Attica Bank (EMTN) | 500,000,000.00 | 500,000,000.00 | 500,000,000.00 | 500,000,000.00 |
| - Special Greek Government Bond | 100,200,000.00 | 0.00 | 100,200,000.00 | 0.00 |
| -Cash Collateral | 7,500,000.00 | 0.00 | 7,500,000.00 | 0.00 |
| **Total commitments to ECB** | **830,493,786.07** | **1,119,800,948.00** | **830,493,786.07** | **1,119,800,948.00** |
| Emergency Liquidity Assistance (ELA) | | | | |
| - Other loans | 1,020,757,468.00 | 0.00 | 1,020,757,468.00 | 0.00 |
| **Total commitments to E.L.A.** | **1,020,757,468.00** | **0.00** | **1,020,757,468.00** | **0.00** |
| Athens Derivatives Exchange Clearing House (ADECH) | | | | |
| - Trading securities | 0.00 | 9,617,000.00 | 0.00 | 9,617,000.00 |
| - Held to maturity securities | 0.00 | 230,000.00 | 0.00 | 230,000.00 |
| **Total commitments to ADECH** | **0.00** | **9,847,000.00** | **0.00** | **9,847,000.00** |
| **Total off-balance sheet liabilities and pledged assets** | **3,135,497,110.95** | **2,519,345,442.25** | **3,135,497,110.95** | **2,519,345,442.25** |

As at 30.06.2012, pledged assets with nominal value of € 830,493,786.07 out of the total pledged assets are given as security to ECB to raise funds of € 580,000,000.00 for liquidity purposes. In addition, loans with a total nominal value of € 1,020,757,468.00 are pledged to the Bank of Greece for raising € 515,000,000.00 from the Emergency Liquidity Assistance (ELA) for liquidity purposes.

### 23.2 TAX LIABILITIES

Attica Bank S.A. has not been audited by the tax authorities for the years 2009 and 2010. The other companies of the Group have not been audited by the tax authorities for the year 2010. For the year 2011, all the companies of the Group under the Greek tax authorities jurisdiction, made use of the provisions introduced by the Article 21 of L. 3943/2011 and by the issue of the respective tax certificates the tax year is considered as completed as contemplated in the Article 6 of POL. 1159/22.7.2011

For the tax unaudited years 2009 and 2010 the Group has posted a provision amounted to € 4,256,521.30, out of which € 4,203,280.97 concern the Bank, while the rest concerns the other companies of the Group. The aforementioned amount includes a provision for unrecovered tax assets.

It is noted that under the provisions of the L. 4046/2012 article 3, par.6, irrespectively of the legal form of the institution operating in Greece, the credit balance resulting from the income tax return for fiscal year 2011 and onwards that is attributable to withheld tax on interest on Greek Government bonds, treasury bills or other corporate bonds guaranteed by the Greek Government may be offset with the income tax in the 5 year period following the generation of the credit balance, by the remaining balance left each year end.

### 23.3 LEGAL CASES

The amount expected to arise from litigious cases against the Group, according to the Legal Department of the Bank, amounted to € 1,308,431.45, for which a relevant provision has been recorded. Amount of € 1,300,508.24 from the aforementioned amount concerns the Bank.

### 23.4 LAW 3554/16 APRIL 2007 "INCOME POLICY PERIOD 2007, TAX AND OTHER STATUTES"

The Extraordinary General Meeting of the shareholders of the Bank, held on 16th September 2005, as it arises from its minutes decided the rescission of the Group insurance contract between the Bank, the Employees' Association and ETHNIKI GENERAL INSURANCE CO. S.A., concerning the section Capital Management of Additional Insurance and Complementary Pension Benefits (L.A.K.), and its subjection to the regulations of L. 3371/2005. In the frame of this decision the Bank recognized in the Financial Statements of 1 January 2004 (making use of the relevant option of IFRS 1), a liability of € 26,958 thousand, which was directly charged to Equity. During the period from 1.1 to 31.12.2004 the additional charge of the Bank through the Income Statement amounted to € 644 thousand. For the six month period of 2005, the plan existing at the Bank as for defined benefits, the amount charged to the results amounted to € 220 thousand.

The above amounts arose from a special financial study realized by a group of independent actuaries. The accounting treatment followed is in accordance with L. 3371/2005, which enabled the credit institutions to present in the financial statements of 2005 the financial result of the subject to these provisions of law.

Upon resolution of the aforementioned Extraordinary General Meeting, the BoD of the Bank at its session held on 14.12.2005, proceeded in an appeal against the relative contract. Afterwards, in accordance with its appeal of 28.04.2006, the Bank required the incorporation of the account for Insurance Cover of the employees of the Bank to the Unified Fund of Bank Employees Insurance (E.T.A.T.) as well as to Law 3371/2005, as it is applied following the amendment of the Law 3455/2006.

The Law 3554/2007 as taking into account the content of Article 9, publicized on April 16, 2007, regulated in a particular way the regime concerning the insured and retired employees of Attica Bank. In compliance with the aforementioned Article, those insured until 31.12.1992, as well as those retired who are subject to the same category belonging to Capital Management of Additional Insurance and Complementary Pension Benefits (L.A.K.), are introduced as from 1.1.2007 to the Unified Fund of Bank Employees Insurance (E.T.A.T.). The relevant decision of E.T.A.T. N. 67 of the 61st session as at 8.5.2007 was publicized.

In accordance with the aforementioned, the Bank has deposited to E.T.A.T. up to 31.12.2011 the amount of its five first installments, i.e. € 7,625,000.00 for each year. There was further deposited by the Bank to E.T.A.T. the lump sum amounting to € 770 thousand that pertains to the return of tax contributions of 01.01.1993 insured in L.A.K. In the first quarter of 2012 the Bank deposited to E.T.A.T the sixth installment. The aforementioned amounts arose from the special financial research carried out by the Ministry of Economy and Finance.

Concerning the introduction of Complementary Pension Benefits (L.A.K.) into ETAT, there was made a reversal claim Num. 4686/2006 by the Association of Attica Bank Employees as against the Num. 22/23/17.5.2006 decision of ETAT.

Furthermore, there were made reversal claims Num 4635/2007 by the Greek Association of Attica Bank Pensioners as against the decision of E.T.A.T. 61/8-5-2007 and 4693/2007 reversal claim by the Capital Management of Additional Insurance and Complementary Pension Benefits as against the decision of E.T.A.T. 61/8-5-2007. The aforementioned reversal claims were heard in the Supreme Court of the Council of State on 26.9.2008 and the decision is pending.

Furthermore, there are pending reversal claims made by the associations of employees of third party banks as against the PD 209/2006 making provisions for the E.T.A.T. operation. The Bank has exercised the claim in favor of the PD on E.T.A.T. The aforementioned claims were also heard in the Supreme Court of the Council of State on 26.9.2008 and the decision is pending.

For the aforementioned legal cases, the Supreme Court of the Council of State publicized the 2197- 2202/2010 decision. According to the provisions of the decision, the introduction of Complementary Pension Funds (including LAK I) in E.T.A.T has been finalized as legally sound and constitutional, provided that it is a temporary measure for the management of insurance and pension cases until the civil courts decide upon the decomposition of Complementary Pension Funds and release the Banks from their relative obligations. Consequently, the decision of the Council of State is considered as temporary and the permanent decision will be heard by the civil courts.

Concerning the introduction of Complementary Pension Benefits (L.A.K.) into ETAT claim made by the Association of Attica Bank Employees etc, it was overruled following Num. 2970/2008 decision of the First Instance Court of Athens. An appeal (no. 10508/2010 in the First Instance Court registers and act no. 2954/2010 in the Athens Court of Appeal register) against the decision 2970/2008 has been made after the decision heard by the Supreme Court of the Council of State and will be heard in the court on 18.09.2012. Due to the work-stoppage of the court officials, the appeal has been postponed and will be heard on 16.04.2013.

In addition, reference is made to the related legal case of the Commercial Bank of Greece concerning the submission of its Pension Benefit Plan to ETAT Fund in which under the No. 4009/2009 decision of the Athens Court of Appeal the formation of ETAT and the submission of Pension Plans of Banks to ETAT was decided as unconstitutional. The Commercial Bank of Greece made an appeal to be discussed in Hellenic Supreme Court of Civil and Penal Law, of which the decision of 9/2012 has reversed the above decision of the Athens Court of Appeal and has committed the case back to the Court of Appeal for discussion. Among others, the Supreme Court has adjudged that the provisions for the submission of the fund of Insurance Cover of the employees of the Commercial Bank of Greece to ETAT are not unconstitutional and that the denouncement made from the Bank was based on significant reasoning and in accordance with the law. The significant reasoning refers to the provisions of IFRSs for the accounting presentation of the deficit of the related Pension Fund to the Financial Statements of the Bank. The decision upon that case will have an impact on the case of Attica Bank.

Consequently, the legal issues of the introduction of L.A.K I into E.T.A.T. will be finalized by the Court of Appeal of Athens. However, the arising legal issues are novel and particularly complicated, therefore it is not possible to reliably estimate the final outcome of the proceedings.

The amount charged to the income statement amounted to € 1 million for the current period and € 2.4 million for the comparative period, refers to the financial cost that has arisen for the integration of the Account for Insurance Cover of the employees of the Bank to ETAT according to L.3371/2005.

## 24. RESTATEMENT OF THE FINANCIAL STATEMENTS AS AT 30 JUNE 2011

### 24.1 STATEMENT OF FINANCIAL POSITION

| | GROUP | | BANK | |
|---|---|---|---|---|
| **(Amounts in €)** | **30.06.2011** | **30.06.2011** | **30.06.2011** | **30.06.2011** |
| **ASSETS** | **RESTATED** | **PUBLISHED** | **RESTATED** | **PUBLISHED** |
| Cash and balances with Central Bank | 108,943,836.78 | 108,943,836.78 | 108,453,899.58 | 108,453,899.58 |
| Due from other financial institutions | 229,876,857.14 | 229,876,857.14 | 229,367,374.18 | 229,367,374.18 |
| Derivative financial instruments – assets | 14,974.16 | 14,974.16 | 3,893,677.15 | 3,893,677.15 |
| Financial assets at fair value through profit or loss | 1,057,979.35 | 1,057,979.35 | 1,057,979.35 | 1,057,979.35 |
| Loans and advances to customers (net of impairment) | 3,582,678,484.84 | 3,582,678,484.84 | 3,582,678,484.84 | 3,582,678,484.84 |
| Available-for-sale financial assets | 269,748,861.00 | 269,748,861.00 | 269,346,839.61 | 269,346,839.61 |
| Investments held to maturity | 60,120,707.12 | 60,120,707.12 | 60,120,707.12 | 60,120,707.12 |
| Investments in subsidiaries | 0.00 | 0.00 | 11,804,873.03 | 11,804,873.03 |
| Investments in associates | 21,254,566.62 | 21,254,566.62 | 19,565,041.07 | 19,565,041.07 |
| Property, plant and equipment | 44,980,296.06 | 44,980,296.06 | 44,836,553.37 | 44,836,553.37 |
| Investment property | 44,691,697.62 | 44,691,697.62 | 44,691,697.62 | 44,691,697.62 |
| Intangible assets | 15,903,481.66 | 15,903,481.66 | 15,888,524.96 | 15,888,524.96 |
| Deferred tax assets | 31,942,940.20 | 31,942,940.20 | 30,813,171.32 | 30,813,171.32 |
| Other assets | 197,222,036.12 | 197,222,036.12 | 193,645,085.76 | 193,645,085.76 |
| **Total Assets** | **4,608,436,718.67** | **4,608,436,718.67** | **4,616,163,908.96** | **4,616,163,908.96** |
| **LIABILITIES** | **RESTATED** | **PUBLISHED** | **RESTATED** | **PUBLISHED** |
| Due to financial institutions | 983,064,362.66 | 983,064,362.66 | 983,064,362.66 | 983,064,362.66 |
| Due to customers | 2,982,243,819.25 | 2,982,243,819.25 | 2,995,262,762.37 | 2,995,262,762.37 |
| Derivative financial instruments – liabilities | 711,783.32 | 711,783.32 | 711,783.32 | 711,783.32 |
| Issued bonds | 94,689,000.00 | 94,689,000.00 | 94,393,247.38 | 94,393,247.38 |
| Defined benefit obligations | 2,101,029.78 | 2,101,029.78 | 1,948,712.06 | 1,948,712.06 |
| Other provisions | 12,918,391.56 | 12,918,391.56 | 12,869,941.56 | 12,869,941.56 |
| Deferred tax liabilities | 3,240,769.62 | 3,240,769.62 | 3,197,188.28 | 3,197,188.28 |
| Other liabilities | 39,081,168.63 | 39,081,168.63 | 37,098,912.78 | 37,098,912.78 |
| **Total Liabilities** | **4,118,050,324.82** | **4,118,050,324.82** | **4,128,546,910.41** | **4,128,546,910.41** |
| **EQUITY** | | | | |
| Share capital (common shares) | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 |
| Share capital (preference shares) | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 |
| Share premium | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 |
| Reserves | (9,866,865.19) | (10,756,440.43) | (9,950,632.78) | (10,840,208.02) |
| Retained earnings | (49,145,973.63) | (48,256,398.39) | (50,455,097.30) | (49,565,522.06) |
| **Equity attributable to parent owners** | 489,009,889.81 | 489,009,889.81 | 487,616,998.55 | 487,616,998.55 |
| **Non controlling interest** | 1,376,504.03 | 1,376,504.03 | 0.00 | 0.00 |
| **Total Equity** | **490,386,393.85** | **490,386,393.85** | **487,616,998.55** | **487,616,998.55** |
| **Total liabilities and equity** | **4,608,436,718.67** | **4,608,436,718.67** | **4,616,163,908.96** | **4,616,163,908.96** |

### 24.2 INTERIM CONDENSED INCOME STATEMENT

| (Amounts in €) | GROUP | | | |
|---|---|---|---|---|
| | 01.01 – 30.06.2011 | | 01.04 – 30.06.2011 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| Interest and similar income | 119,092,740.77 | 119,092,740.77 | 60,531,448.93 | 60,531,448.93 |
| **Less :** Interest expense and similar expenses | (67,563,742.79) | (67,563,742.79) | (35,895,519.29) | (35,895,519.29) |
| **Net interest income** | **51,528,997.98** | **51,528,997.98** | **24,635,929.64** | **24,635,929.64** |
| Fee and commission income | 15,437,080.94 | 15,437,080.94 | 7,161,344.05 | 7,161,344.05 |
| **Less:** Fee and commission expenses | (3,704,308.09) | (3,704,308.09) | (1,736,273.34) | (1,736,273.34) |
| **Net fee and commission income** | **11,732,772.85** | **11,732,772.85** | **5,425,070.71** | **5,425,070.71** |
| Profit / (loss) from trading activities | 133,091.62 | 133,091.62 | (36,939.97) | (36,939.97) |
| Profit / (loss) from investment portfolio | 68,431.72 | 68,431.72 | 466.53 | 466.53 |
| Other income | 917,964.84 | 873,604.48 | 638,026.77 | 593,666.41 |
| **Operating income** | **64,381,259.01** | **64,336,898.65** | **30,662,553.68** | **30,618,193.32** |
| Impairment loss on financial assets | (79,083,766.17) | (79,083,766.17) | (68,405,415.11) | (68,405,415.11) |
| Personnel expenses | (32,159,764.91) | (33,835,272.34) | (15,905,972.27) | (17,581,479.70) |
| General operating expenses | (21,591,753.31) | (21,591,753.31) | (12,639,814.64) | (12,639,814.64) |
| Depreciation | (3,385,531.70) | (3,385,531.70) | (1,720,070.73) | (1,720,070.73) |
| **Total operating expenses** | **(136,220,816.09)** | **(137,896,323.52)** | **(98,671,272.75)** | **(100,346,780.18)** |
| Income from investments in associates | 171,366.53 | 171,366.53 | (1,423,783.83) | (1,423,783.83) |
| **Profit/ (Loss) before income tax** | **(71,668,190.55)** | **(73,388,058.34)** | **(69,432,502.90)** | **(71,152,370.69)** |
| **Less:** income tax | 6,745,221.13 | 7,089,194.69 | 7,747,100.16 | 8,091,073.72 |
| **Profit/(Loss) for the period** | **(64,922,969.42)** | **(66,298,863.65)** | **(61,685,402.74)** | **(63,061,296.97)** |
| Attributable to: | | | | |
| Owners of the Bank | (64,909,521.08) | (66,285,415.31) | (61,662,883.20) | (63,038,777.43) |
| Non controlling interest | (13,448.34) | (13,448.34) | (22,519.54) | (22,519.54) |
| **Basic earnings/(losses) per share (in €)** | **(0.2815)** | **(0.2871)** | **(0.2600)** | **(0.2657)** |

| ( Amounts in €) | BANK | | | |
|---|---|---|---|---|
| | 01.01 – 30.06.2011 | | 01.04 – 30.06.2011 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| Interest and similar income | 119,049,608.61 | 119,049,608.61 | 60,497,021.90 | 60,497,021.90 |
| **Less :** Interest expense and similar expenses | (67,883,589.63) | (67,883,589.63) | (35,962,658.74) | (35,962,658.74) |
| **Net interest income** | **51,166,018.98** | **51,166,018.98** | **24,534,363.16** | **24,534,363.16** |
| Fee and commission income | 13,635,171.22 | 13,635,171.22 | 6,289,787.00 | 6,289,787.00 |
| **Less:** Fee and commission expenses | (4,137,798.97) | (4,137,798.97) | (1,917,616.34) | (1,917,616.34) |
| **Net fee and commission income** | **9,497,372.25** | **9,497,372.25** | **4,372,170.66** | **4,372,170.66** |
| Profit / (loss) from trading activities | (367,848.50) | (367,848.50) | (237,352.09) | (237,352.09) |
| Profit / (loss) from investment portfolio | 68,431.72 | 68,431.72 | 466.53 | 466.53 |
| Other income | 1,032,819.94 | 988,459.58 | 233,083.73 | 188,723.37 |
| | **61,396,794.39** | **61,352,434.03** | **28,902,731.99** | **28,858,371.63** |
| **Operating income** | | | | |
| | (79,083,766.17) | (79,083,766.17) | (68,405,415.11) | (68,405,415.11) |
| Impairment loss on financial assets | (31,337,479.24) | (33,012,986.67) | (15,414,966.51) | (17,090,473.94) |
| Personnel expenses | (20,714,354.29) | (20,714,354.29) | (12,142,101.11) | (12,142,101.11) |
| General operating expenses | (3,374,287.62) | (3,374,287.62) | (1,713,089.73) | (1,713,089.73) |
| Depreciation | **(134,509,887.32)** | **(136,185,394.75)** | **(97,675,572.46)** | **(99,351,079.89)** |
| **Total operating expenses** | | | | |
| | **(73,113,092.93)** | **(74,832,960.72)** | **(68,772,840.47)** | **(70,492,708.26)** |
| **Profit/ (Loss) before income tax** | 6,879,428.87 | 7,223,402.43 | 7,680,030.83 | 8,024,004.39 |
| **Less :** income tax | | | | |
| **Profit/(Loss) for the period** | **(66,233,664.06)** | **(67,609,558.29)** | **(61,092,809.64)** | **(62,468,703.87)** |
| **Basic earnings/(losses) per share (in €)** | **(0.2869)** | **(0.2925)** | **(0.2577)** | **(0.2633)** |

### 24.3 INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

| (Amounts in €) | GROUP | | | |
|---|---|---|---|---|
| | 01.01 – 30.06.2011 | | 01.04 – 30.06.2011 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| **Profit/ (loss) for the period** | **(64,922,969.42)** | **(66,298,863.65)** | **(61,685,402.74)** | **(63,061,296.97)** |
| Change in available-for-sale securities reserve, net of tax | 34,355,174.29 | 34,355,174.29 | 30,366,275.39 | 30,366,275.39 |
| Actuarial gain or loss net of tax | (1,375,894.23) | 0.00 | (1,375,894.23) | 0.00 |
| **Other comprehensive income, after income tax** | **32,979,280.06** | **34,355,174.29** | **28,990,381.16** | **30,366,275.39** |
| **Total comprehensive income, after income tax** | **(31,943,689.36)** | **(31,943,689.36)** | **(32,695,021.58)** | **(32,695,021.58)** |
| Attributable to: | | | | |
| Owners of the Parent | (31,930,241.02) | (31,930,241.02) | (32,672,502.04) | (32,672,502.04) |
| Non controlling interest | (13,448.34) | (13,448.34) | (22,519.54) | (22,519.54) |

| (Amounts in €) | BANK | | | |
|---|---|---|---|---|
| | 01.01 – 30.06.2011 | | 01.04 – 30.06.2011 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| **Profit/ (loss) for the period** | **(66,233,664.06)** | **(67,609,558.29)** | **(61,092,809.64)** | **(62,468,703.87)** |
| Change in available-for-sale securities reserve, net of tax | 34,429,308.49 | 34,429,308.49 | 30,450,562.39 | 30,450,562.39 |
| Actuarial gain or loss net of tax | (1,375,894.23) | 0.00 | (1,375,894.23) | 0.00 |
| **Other comprehensive income, after income tax** | **33,053,414.26** | **34,429,308.49** | **29,074,668.16** | **30,450,562.39** |
| **Total comprehensive income, after income tax** | **(33,180,249.80)** | **(33,180,249.80)** | **(32,018,141.48)** | **(32,018,141.48)** |

## 24.4 INTERIM STATEMENT OF CHANGES IN EQUITY

| | GROUP | | |
|---|---|---|---|
| **(Amounts in €)** | **RESTATED** | **VARIATION** | **PUBLISHED** |
| **Balance as at 01.01.2011** | **522,330,083.21** | **0.00** | **522,330,083.21** |
| Loss for the period | (64,922,969.43) | 1,375,894.23 | (66,298,863.65) |
| **Other comprehensive income** | | | |
| Revaluation of available for sale securities reserve, net of tax | 538,177.41 | 0.00 | 538,177.41 |
| Impairment of available for sale securities, net of tax | 33,816,996.88 | 0.00 | 33,816,996.88 |
| Actuarial gain or loss net of tax | (1,375,894.23) | (1,375,894.23) | 0.00 |
| **Total comprehensive income net of tax** | **(31,943,689.37)** | **0.00** | **(31,943,689.36)** |
| **Balance as at 30.06.2011** | **490,386,393.85** | **0.00** | **490,386,393.85** |

| | BANK | | |
|---|---|---|---|
| **(Amounts in €)** | **RESTATED** | **VARIATION** | **PUBLISHED** |
| **Balance as at 01.01.2012** | **520.797.248,35** | **0,00** | **520.797.248,35** |
| Loss for the period | (66,233,664.07) | 1,375,894.23 | (67,609,558.29) |
| **Other comprehensive income** | | | |
| Revaluation of available for sale securities reserve, net of tax | 612,311.61 | 0.00 | 612,311.61 |
| Impairment of available for sale securities, net of tax | 33,816,996.88 | 0.00 | 33,816,996.88 |
| Actuarial gain or loss net of tax | (1,375,894.23) | (1,375,894.23) | 0.00 |
| **Total comprehensive income net of tax** | **(33,180,249.81)** | **0.00** | **(33,180,249.80)** |
| **Balance as at 30.06.2012** | **487,616,998.55** | **0.00** | **487,616,998.55** |

## 25. RESTATEMENT OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2012

### 25.1 STATEMENT OF FINANCIAL POSITION

| | GROUP | | BANK | |
|---|---|---|---|---|
| **(Amounts in €)** | **31.03.2012** | **31.03.2012** | **31.03.2012** | **31.03.2012** |
| **ASSETS** | **RESTATED** | **PUBLISHED** | **RESTATED** | **PUBLISHED** |
| Cash and balances with Central Bank | 55,610,994.17 | 55,610,994.17 | 55,077,240.91 | 55,077,240.91 |
| Due from other financial institutions | 23,480,066.82 | 23,480,066.82 | 22,956,337.61 | 22,956,337.61 |
| Derivative financial instruments – assets | 0.00 | 0.00 | 1,647,162.43 | 1,647,162.43 |
| Financial assets at fair value through profit or loss | 160,712.19 | 160,712.19 | 160,712.19 | 160,712.19 |
| Loans and advances to customers (net of impairment) | 3,402,102,323.58 | 3,402,102,323.58 | 3,402,102,323.58 | 3,402,102,323.58 |
| Available-for-sale financial assets | 106,435,035.46 | 106,435,135.47 | 106,239,330.43 | 106,239,430.44 |
| Investments held to maturity | 33,293,531.04 | 33,203,074.14 | 33,293,531.04 | 33,203,074.14 |
| Investments in subsidiaries | 0.00 | 0.00 | 11,806,469.23 | 11,806,469.23 |
| Investments in associates | 20,630,642.48 | 20,630,642.48 | 20,224,880.99 | 20,224,880.99 |
| Property, plant and equipment | 40,488,924.39 | 40,488,924.39 | 40,286,712.76 | 40,286,712.76 |
| Investment property | 47,108,095.58 | 47,108,095.58 | 47,108,095.58 | 47,108,095.58 |
| Intangible assets | 19,771,348.80 | 19,771,348.80 | 19,761,507.25 | 19,761,507.25 |
| Deferred tax assets | 59,330,950.28 | 59,348,767.49 | 58,647,930.70 | 58,665,747.91 |
| Other assets | 194,357,744.58 | 194,357,744.58 | 190,284,478.58 | 190,284,478.59 |
| **Total Assets** | **4,002,770,369.37** | **4,002,697,829.69** | **4,009,596,713.29** | **4,009,524,173.61** |
| **LIABILITIES** | **RESTATED** | **PUBLISHED** | **RESTATED** | **PUBLISHED** |
| Due to financial institutions | 829,977,079.05 | 829,977,079.05 | 829,977,079.05 | 829,977,079.05 |
| Due to customers | 2,780,646,069.44 | 2,780,646,069.44 | 2,793,814,951.12 | 2,793,814,951.12 |
| Derivative financial instruments – liabilities | 473,164.67 | 473,164.67 | 473,164.67 | 473,164.67 |
| Issued bonds | 94,689,000.00 | 94,689,000.00 | 94,445,382.82 | 94,445,382.82 |
| Defined benefit obligations | 6,842,138.79 | 6,842,138.79 | 6,675,004.81 | 6,675,004.81 |
| Other provisions | 11,803,959.84 | 11,803,959.84 | 11,750,719.51 | 11,750,719.51 |
| Deferred tax liabilities | 3,427,948.57 | 3,427,948.57 | 3,385,383.60 | 3,385,383.60 |
| Other liabilities | 35,174,616.14 | 35,174,616.14 | 33,401,553.75 | 33,401,553.75 |
| **Total Liabilities** | **3,763,033,976.50** | **3,763,033,976.50** | **3,773,923,239.33** | **3,773,923,239.33** |
| **EQUITY** | | | | |
| Share capital (common shares) | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 | 85,709,950.55 |
| Share capital (preference shares) | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 | 100,199,999.90 |
| Share premium | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 | 362,112,778.18 |
| Reserves | (70,074,870.67) | (71,796,268.24) | (70,201,943.66) | (71,923,341.23) |
| Retained earnings | (239,589,139.47) | (237,940,281.58) | (242,147,311.01) | (240,498,453.12) |
| **Equity attributable to parent owners** | **238,358,718.49** | **238,286,178.81** | **235,673,473.96** | **235,600,934.28** |
| **Non controlling interest** | 1,377,674.38 | 1,377,674.38 | 0.00 | 0.00 |
| **Total Equity** | **239,736,392.87** | **239,663,853.19** | **235,673,473.96** | **235,600,934.28** |
| **Total liabilities and equity** | **4,002,770,369.37** | **4,002,697,829.69** | **4,009,596,713.29** | **4,009,524,173.61** |

### 25.2 INTERIM CONDENSED INCOME STATEMENT

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| | 01.01-31.03.2012 | | 01.01-31.03.2012 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| Interest and similar income | 58,378,704.92 | 58,377,434.05 | 58,367,216.94 | 58,365,946.07 |
| **Less :** Interest expense and similar expenses | (41,464,695.96) | (41,464,695.96) | (41,651,620.25) | (41,651,620.25) |
| **Net interest income** | **16,914,008.96** | **16,912,738.09** | **16,715,596.69** | **16,714,325.82** |
| Fee and commission income | 6,933,488.23 | 6,933,488.23 | 6,150,397.63 | 6,150,397.63 |
| **Less:** Fee and commission expenses | (1,471,899.92) | (1,471,899.92) | (1,518,837.11) | (1,518,837.11) |
| **Net fee and commission income** | **5,461,588.31** | **5,461,588.31** | **4,631,560.52** | **4,631,560.52** |
| Profit / (loss) from trading activities | 66,160.14 | 66,160.14 | 894,073.25 | 894,073.25 |
| Profit / (loss) from investment portfolio | 0.00 | 0.00 | 0.00 | 0.00 |
| Other income | 271,450.09 | 271,450.09 | 271,496.67 | 271,496.67 |
| **Operating income** | **22,713,207.50** | **22,711,936.63** | **22,512,727.13** | **22,511,456.26** |
| Impairment loss on financial assets | (22,446,303.26) | (20,383,642.31) | (22,446,303.26) | (20,383,642.31) |
| Personnel expenses | (15,241,948.39) | (15,241,948.39) | (14,798,076.65) | (14,798,076.65) |
| General operating expenses | (6,784,898.93) | (6,784,898.93) | (6,363,789.64) | (6,363,789.64) |
| Depreciation | (1,835,169.77) | (1,835,169.77) | (1,825,627.90) | (1,825,627.90) |
| **Total operating expenses** | **(46,308,320.35)** | **(44,245,659.40)** | **(45,433,797.45)** | **(43,371,136.50)** |
| Income from investments in associates | (576,849.42) | (576,849.42) | - | - |
| **Profit/ (Loss) before income tax** | **(24,171,962.27)** | **(22,110,572.19)** | **(22,921,070.32)** | **(20,859,680.24)** |
| **Less:** income tax | 18,579,627.65 | 18,167,095.46 | 18,437,779.96 | 18,025,247.77 |
| **Profit/(Loss) for the period** | **(5,592,334.62)** | **(3,943,476.73)** | **(4,483,290.36)** | **(2,834,432.47)** |
| Attributable to: | | | | |
| Owners of the Bank | (5,574,541.67) | (3,925,683.78) | | |
| Non controlling interest | (17,792.95) | (17,792.95) | | |
| **Basic earnings/(losses) per share (in €)** | **(0.0310)** | **(0.0242)** | **(0.0265)** | **(0.0198)** |

### 25.3 INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

| (Amounts in €) | GROUP | | BANK | |
|---|---|---|---|---|
| | 01.01 – 31.03.2012 | | 01.01 – 31.03.2012 | |
| | RESTATED | PUBLISHED | RESTATED | PUBLISHED |
| **Profit/ (loss) for the period** | **(5,592,334.62)** | **(3,943,476.73)** | **(4,483,290.36)** | **(2,834,432.47)** |
| Change in available-for-sale securities reserve, net of tax | (13,793,895.22) | (15,515,292.79) | (13,740,768.82) | (15,462,166.39) |
| Defined benefit plan net of tax | 0.00 | 0.00 | 0.00 | 0.00 |
| **Other comprehensive income, after income tax** | **(13,793,895.22)** | **(15,515,292.79)** | **(13,740,768.82)** | **(15,462,166.39)** |
| **Total comprehensive income, after income tax** | **(19,386,229.84)** | **(19,458,769.52)** | **(18,224,059.18)** | **(18,296,598.86)** |
| Attributable to: | | | | |
| Owners of the Parent | (19,368,436.89) | (19,440,976.57) | | |
| Non controlling interest | (17,792.95) | (17,792.95) | | |

## 26. EVENTS AFTER 30th JUNE 2012

I. According to the provisions of L. 4093/2012 "Approval of the Mid-term Framework for Financial Strategy 2013-2016 – Urgent application measures of the L.4046/2012 and of the Mid-term Framework for Financial Strategy 2013-2016", the age limit for retirement is adjusted upwards and the calculation of the compensation for termination of work changes. Despite the fact that the Staff Regulation is still valid for those who leave the Bank, the aforementioned legal development may have an effect on the financial statements of the Bank as at 31.12.2012 and onwards.

II. In addition, according to the L. 4093/2012 "Approval of the Mid-term Framework for Financial Strategy 2013-2016 – Urgent application measures of the L.4046/2012 and of the Mid-term Framework for Financial Strategy 2013-2016" as stated in Article 1, par. 3 of L.3723/2008, a new passage is added after the first passage with which it is determined that the fixed rate of 10% on the preference shares of the aforementioned law is due in any case, deviated from the CL.2190/1920, except from article 44A, except from the event that such a payment would reduce the equity of the credit institution below the defined minimum limits.

III. The Group on the 7th December 2012 announced its participation in the Reduction of Greek Debt Program through the buy-back from individuals Greek Government Bonds under the provisions of the decisions of the Eurogroup Summit held on 27.11.2012. The buy-back took place on the 18th December 2012 by short-term 6-month notes of zero coupon, which have been issued by the European Financial Stability Facility under UK law.
The Group participated to the aforementioned invitation of the Greek Government with bonds of nominal value € 58.7 million and fair value € 17.5 million as at 7.12.2012. The above bonds represent the 31.38% of the total portfolio of Greek Government Bonds. As regards to their classification, out of the total € 58.7 million, bonds amounting to € 42.9 million are classified as available for sale represented the 29.10% of the portfolio. The remaining bonds amounting to € 15.7 million are classified as held to maturity and represented 39.96% of the total portfolio. In addition, the bonds that participated in the buyback program represent approximately the 93% of the total eligible for their participation of Bonds.
Based on the buy-back prices a profit of € 5.3 million accrued that represents the difference between the value the bonds were recorded in the books and the value with which the Group participated in the buy-back program.
The estimated profit of € 5.3 million will improve the results and the equity for the year ending as at 31.12.2012. The results and the equity of the Group for the same period will be charged with the expenses arising from the deferred tax attributable to the impairment on bonds portfolio, that refers to the loss on impairment and not on the reduction of the nominal value of the eligible GGBs under the PSI+ program. The deferred tax asset amounts to € 9.3 million.
As at 18.12.2012, when the buy-back was completed, the Bank possessed GGBs from the exchange under PSI+ Program of nominal value € 4.5 million and fair value € 1.9 million as at the same date. These bonds held by the Bank expire on 23.02.2023 and 23.02.2024.

IV. According to the new tax law awaiting approval, among others the increase of the tax rate currently being at 20% to 26% for S.A. companies starting from the year ending 2013 and the decrease of the tax on dividends of these companies currently being at 25% to 10% is determined.