

Athens, May 9, 2007

## FIRST QUARTER 2007 FINANCIAL RESULTS

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- **Net Profit rises by 30% to €204m.**
  - **Expansion of Group Loans by 30.3%**
  - **More-than-double Loans Portfolio and Profits in New Europe**
  - **Asset quality improvement**
  - **Completion of acquisitions in Ukraine and Turkey**
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The Eurobank EFG Group enhanced further its presence in Greece and New Europe, achieving strong business growth during the first quarter of 2007. Apart from the domestic market, where the Group continues to strengthen its leading position, Eurobank is expanding fast in selective countries of Central and Southeastern Europe, where the outlook for business growth and macroeconomic stability is positive. The beginning of 2007 finds the Eurobank EFG Group to be strategically positioned in a region of more than 200 million people, employing a network of more than 1,300 branches and points of sale, of which 480 have less than 1 year of operations.

The strong first quarter 2007 results confirm that Eurobank is well on track to achieve the 2007-2009 financial targets, which were announced at the beginning of the current year. More specifically, **consolidated net profit** increased by **29.6%** y-o-y to a record quarter of **€203.8m**. Net profit stemming from international activities, excluding new operations in Poland, Ukraine and Turkey, totalled €16.2m., recording an increase of 138%.

Summary Figures	1Q 2007	1Q 2006	Δ%
Total Assets (€ bn)	56.6	46.4	22.0%
Gross Loans (€ bn)	37.4	28.7	30.3%
Total Deposits (€ bn)	26.4	20.7	27.1%
Total Revenues (€ m.)	650	537	21.0%
Net Profit (€ m.)	204	157	29.6%
ROA (after tax)	1.50%	1.39%	11bp
ROE (after tax & minorities)	27.4%	22.8%	460bps
Cost to Income	46.4%	45.2%	120bps

**Total Assets** climbed by **22%** y-o-y and reached **€56.6bn** at the end of March 2007, driven by brisk credit demand. The **Loan Portfolio** continued growing strongly, with outstanding balances in Greece and New Europe advancing by 21% and 94%<sup>1</sup> respectively. Net loan additions amounted to €1.4bn in Greece and €669m.<sup>2</sup> in New Europe in the first three months of 2007. **Group Total Loans** stood at **€37.4bn**, recording a robust y-o-y increase of **30.3%**. Household Lending (consumer and mortgage loans) grew by 28.2% to €17.6bn and Business Lending advanced by 32.1% to €19.8bn.

The quality of the loan portfolio improved further, with the total **NPL ratio** declining to **2.65%** at the end of the first quarter 2007, from 3.02% the respective quarter of 2006. This development reflects the efficient risk management and improving business sentiment. P&L provisions accounted for 1.04% of avg. net loans, whereas accumulated reserves covered 91.7% of non-performing loans, a ratio which is among the highest in the Greek banking sector and exceeds the 90% minimum requirement set by the Bank of Greece.

Asset Gathering results were robust, as Group **Customer Funds under Management** grew by **16.4%** y-o-y and stood at **€46.6 bn** at the end of March 2007. Total Deposits (excluding repos) recorded a buoyant increase of 27.3% y-o-y and amounted to €26.1bn the first three months of the current year. FUM in Private Banking and Life Insurance were also on the rise, growing by 7.5% to €7.5bn and 29.5% to €992m. respectively.

**Group Total Revenues** increased by **21%**, from €537m. to **€650m.** at the end of the first quarter 2007, as a result of growing business in Retail and Wholesale Banking, Asset Management and Capital Markets. New Europe revenues rose by a strong 65% and climbed to €111m., contributing 17% to the Group total operating income, compared to 12.5% a year ago.

Robust loan growth in Greece and New Europe resulted in a **19.8%** y-o-y and **4.1%** q-o-q (1Q07 over 4Q06) increase in **Net Interest Income (NII)** to **€444.6m.** New Europe NII soared by 72% to €78.8m., contributing 18% to the Group net interest income. At the same time, the **net interest margin** (net interest income over avg. total assets) remained at healthy levels (**3.24%**).

Fees and Commissions grew also remarkably, fuelled by strong **fees from Banking Activities**, which surged by **19.7%** to **€126m.** in the first quarter of 2007. Including fees from insurance activities and other non-banking services, **Total Fees and Commissions** improved by **19.8%** to €144.7m. at the end of March 2007.

**Trading gains** recorded strong growth, as a result of the effective management of Treasury positions by the Asset Management Team of the Bank and the favourable capital market conditions. Gains from Bonds, Equities and FX grew by 118.3% to €55m. the first quarter of 2007, from €25.2m. the respective quarter of 2006. Overall, trading gains together with dividend income and other operating income amounted to €60.7m. at the end of March 2007, compared to €45.4 m. a year ago.

**Total Operating Expenses** were up 11.7% in Greece and 24% at a Group level, whereas on a like for like basis<sup>3</sup> Group costs increased by 17.5%. Cost growth was affected by the branch network expansion and investments to upgrade infrastructure in New Europe, which are part of the Group's extensive plan to expand its footprint and strengthen its presence in this region.

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<sup>1</sup> On a comparable basis excluding acquisitions

<sup>2</sup> On a comparable basis excluding acquisitions

<sup>3</sup> Excluding acquisitions

Nevertheless, the **Cost-to-Income ratio** for the Group was 46.4% at the end of the first quarter, while for the Greek operations it receded further to 38.3%, from 39.4% a year ago.

The strengthening of Group profitability led to a **Return on average Assets** (after tax) of **1.5%** and to a **Return on average Equity** (after tax and minorities) of **27.4%** in the first quarter of the current year. At 31 March 2007, the **Total BIS Ratio** under Basle II regulations stood at 9.6% and the **Core Tier I Ratio** reached 7.4%.

Business Expansion in **New Europe** continued at a fast pace, with **Total Profits** from the region increasing to **€7m.** at the end of the first quarter 2007, from €2.8m a year ago. Excluding new operations in Poland, Ukraine and Turkey, Net profit totalled €16.2m., recording an increase of 138%. In Bulgaria, the operational merger of Post Bank and DZI Bank is expected to be completed within the third quarter of 2007. In Serbia, the operational merger of EFG Eurobank Beograd with NSB was completed, and the bank was renamed Eurobank EFG štedionica a.d. Beograd. The Group also reached an agreement to buy 74.2% of Prospera Securities AD Beograd.

In Poland, the opening of new branches and points of sale continued at a fast pace, with the total network numbering 151 units at the end of March 2007, compared to 130 at the end of 2006. Polbank EFG loan book reached €430m., with the estimated market share in the net growth of retail lending reaching 5.1%.

In Turkey, the sale of 70% of Tekfenbank to Eurobank EFG Group was concluded. Strategic priority of Tekfenbank is to enhance its network presence to ensure growth in the areas of Corporate Banking, SMEs, Small Business Banking as well as in Capital Markets. In addition, the Bank will leverage corporate client relationships for targeted sales campaigns to affluent individuals.

In Ukraine, the acquisition of 99.34% of Universal Bank was concluded. Eurobank also plans to proceed with a capital increase. The bank intends to expand its products and services, along with its branch network in order to achieve dynamic coverage of the entire country.

Summary Figures (€ m.)	1Q 2007	1Q 2006	Δ%	New Europe
Net Interest Income	444.6	371.0	19.8%	78.8
Net fees & Commissions	126.0	105.2	19.7%	27.1
Insurance and Non banking fees	18.7	15.5	20.7%	0.2
<b>Total Operating Income</b>	<b>649.9</b>	<b>537.1</b>	<b>21.0%</b>	<b>110.9</b>
Operating Expenses	301.3	243.0	24.0%	94.7
Impairment losses on loans	91.0	86.6	5.1%	11.4
Profit before tax after minorities	256.3	208.9	22.7%	4.8
<b>Net Profit</b>	<b>203.8</b>	<b>157.3</b>	<b>29.6%</b>	<b>7.0</b>
Gross Loans	37,362	28,685	30.3%	4,907
Deposits	26,360	20,739	27.1%	3,563
Total Assets	56,637	46,432	22.0%	7,580
Ordinary Shareholders' Equity	2,992	2,633	13.7%	856

Portfolio of Loans (Gross, € m)	1Q 2007	1Q 2006	Δ%
Consumer Loans	8,624	7,033	22.6%
Mortgages	8,987	6,700	34.1%
<b>Loans to Households</b>	<b>17,611</b>	<b>13,733</b>	<b>28.2%</b>
Small Business Loans	5,934	4,267	39.1%
Loans to Medium enterprises	7,698	6,242	23.3%
Loans to Large Corporates	6,118	4,442	37.7%
<b>Business Loans</b>	<b>19,750</b>	<b>14,952</b>	<b>32.1%</b>
<b>Total Gross Loans</b>	<b>37,362</b>	<b>28,685</b>	<b>30.3%</b>

Assets Under Management (€ m)	1Q 2007	1Q 2006	Δ%
Deposits & Other liquid funds	28,980	21,987	31.8%
Mutual Funds	6,342	7,517	-15.6%
Other investment products	11,301	10,537	7.2%
<b>Total Funds under Management</b>	<b>46,623</b>	<b>40,041</b>	<b>16.4%</b>

Financial Ratios	1Q 2007	1Q 2006
Net Interest Margin	3.24%	3.27%
Cost-Income	46.4%	45.2%
NPLs (% of loans)	2.65%	3.02%
NPLs coverage	91.7%	91.2%
Provision Charge (% of loans)	1.04%	1.27%
Tier I Ratio (*)	7.7%	10.4%
Total Capital Adequacy (*)	9.6%	12.9%
ROA after tax	1.50%	1.39%
ROE after tax and minorities	27.4%	22.8%
EPS annualized (€)	2.04	1.54

(\*) 1Q 07 Capital Ratios under Basle II regulations

**Eurobank EFG**

EFG EUROBANK ERGASIAS S.A.

Reg. No. 6068/06/B/86/07

**CONSOLIDATED BALANCE SHEET**

	In €million	
	31 Mar 2007	31 Dec 2006
<b>ASSETS</b>		
Cash and balances with central banks	1,969	2,654
Loans and advances to banks	3,792	2,938
Financial instruments at fair-value-through-profit-or-loss	678	807
Derivative financial instruments	467	518
Loans and advances to customers	36,453	34,046
Available-for-sale investment securities	10,900	10,936
Held-to-maturity investment securities	20	-
Investments in associated undertakings	50	48
Intangible assets	660	354
Property, plant and equipment	1,008	974
Other assets	640	545
<b>TOTAL ASSETS</b>	<b>56,637</b>	<b>53,820</b>
<b>LIABILITIES</b>		
Due to other banks	10,113	10,923
Derivative financial instruments	737	709
Due to customers	26,360	23,914
Liabilities evidenced by paper	13,903	13,160
Other liabilities	1,568	1,490
<b>TOTAL LIABILITIES</b>	<b>52,681</b>	<b>50,196</b>
<b>EQUITY</b>		
Share capital	1,262	1,242
Share premium and other reserves	1,730	1,415
<b>Ordinary shareholders' equity</b>	<b>2,992</b>	<b>2,657</b>
Preferred securities	785	786
<b>Ordinary and Preferred shareholders' equity</b>	<b>3,777</b>	<b>3,443</b>
Minority interest	179	181
<b>Total</b>	<b>3,956</b>	<b>3,624</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>56,637</b>	<b>53,820</b>

**CONSOLIDATED INCOME STATEMENT**

	In €million	
	1 Jan - 31 Mar 2007	1 Jan - 31 Mar 2006
Net interest income	445	371
Net banking fee and commission income	126	105
Net insurance income	14	11
Income from non banking services	5	5
Dividend income	2	0
Net trading income/(loss)	17	11
Gains less losses from investment securities	38	14
Other operating income	3	20
<b>OPERATING INCOME</b>	<b>650</b>	<b>537</b>
Operating expenses	(301)	(243)
Impairment losses on loans and advances	(91)	(87)
<b>PROFIT FROM OPERATIONS</b>	<b>258</b>	<b>207</b>
Share of results of associates	1	3
<b>PROFIT BEFORE TAX</b>	<b>259</b>	<b>210</b>
Income tax expense	(52)	(52)
<b>PROFIT AFTER TAX</b>	<b>207</b>	<b>158</b>
Minority interest	(3)	(1)
<b>NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS</b>	<b>204</b>	<b>157</b>
<b>Earnings per share - basic and diluted in euros</b>	<b>0.51</b>	<b>0.39</b>

Athens, 8 May 2007

Notes: 1. The above information is unaudited.

2. The condensed consolidated financial statements, as stipulated by the Decision 2/396/31.08.2006 of the Board of Directors of the Capital Market Commission, will be published in the press and will be posted to the Bank's website on 11 May 2007.