



# PIRAEUS BANK S.A.

ATHENS - Companies Register No.6065/06/B/86/04

## CONSOLIDATED INTERIM BALANCE SHEET AT JUNE 30, 2002 (IN EURO)

ASSETS	30/6/2002	30/6/2001	LIABILITIES	30/6/2002	30/6/2001
<b>1. CASH IN HAND AND BALANCES WITH THE CENTRAL BANK</b>	430.712.577,05	881.698.796,72	<b>I. LIABILITIES</b>		
<b>2. TREASURY BILLS AND SIMILAR SECURITIES ELIGIBLE FOR REDISCOUNTING WITH THE CENTRAL BANK</b>	186.797.002,86	66.402.604,10	<b>1. DEPOSITS FROM CREDIT INSTITUTIONS</b>	19.467.160,60	193.334.877,57
a. State issued bills			a. Sight deposits	2.302.136.168,10	2.321.603.328,70
<b>3. LOANS AND ADVANCES TO CREDIT INSTITUTIONS</b>	38.249.224,99	32.758.077,16	<b>2. CUSTOMER ACCOUNTS</b>	7.340.039.101,22	6.167.770.829,85
a. Sight deposits	327.555.331,08	681.416.790,30	a. Deposits		
b. Other loans and advances to Credit Institutions	17.468,45	9.242,67	b. Obligations other than deposits		
- Less: Provisions	365.787.087,62	714.165.624,79	ba) Sight	105.522.381,30	91.623.818,32
<b>4. LOANS AND ADVANCES TO CUSTOMERS</b>	8.009.274.967,39	5.424.855.464,04	bb) Upon maturity and on notice	10.974.375,93	40.974.436,86
a. Loans to customers	145.370.926,41	150.140.091,95	c. Repurchase agreements (Repos)	2.330.244.079,89	9.786.419.938,34
b. Other receivables from customers	313.466.030,76	102.779.176,62	<b>3. LONG TERM LIABILITIES</b>		
- Less: Provisions	7.841.179.863,04	5.472.216.379,37	b. Loan stock	156.711.527,69	0,00
<b>5. BONDS AND OTHER FIXED-INCOME SECURITIES</b>	3.370.223.015,84	2.662.769.381,20	<b>4. OTHER LIABILITIES</b>	110.087.981,29	192.705.759,20
a. State bonds	3.673.140.551,38	431.304.518,29	<b>5. DEFERRED INCOME AND ACCRUED EXPENSES</b>		
b. Other issuers	506.760.868,84	331.515.264,23	<b>6. PROVISIONS FOR LIABILITIES AND CHARGES</b>	2.851.755,47	2.025.406,60
<b>6. SHARES AND OTHER VARIABLE INCOME SECURITIES less THIRD PARTIES RIGHTS</b>	145.370.926,41	150.140.091,95	a. Provisions for staff retirement benefits	162.545,28	124.077,63
<b>7. INVESTMENT IN NON AFFILIATED COMPANIES</b>	313.466.030,76	102.779.176,62	b. Provisions for taxes	28.649.848,48	31.664.149,23
<b>8. INVESTMENT IN SUBSIDIARY AND ASSOCIATE COMPANIES</b>	199.225.886,08	76.478.782,53	c. Other provisions	5.012.531,33	4.458,07
		223.784.547,92	<b>7. SUBORDINATED DEBT</b>		0,00
			Total Liabilities	12.730.563.766,53	10.462.573.190,72
<b>9. INTANGIBLE FIXED ASSETS</b>	8.816.414,27	6.742.036,89	<b>II. SHAREHOLDERS FUNDS</b>		
a. Formation and establishment expenses	160.241.393,15	100.633.991,36	<b>8. SHARE CAPITAL</b>	520.862.717,52	548.276.547,52
c. Other intangible fixed assets	101.355.562,18	67.702.245,24	- Paid up	27.413.930,00	6,00
- Less: Accumulated amortization	67.702.245,24	59.961.699,37	<b>9. SHARE PREMIUM ACCOUNT</b>	280.640.449,15	378.265.854,66
<b>10. TANGIBLE FIXED ASSETS</b>	14.365.000,37	6.962.018,06	- Paid up	42.588.005,00	0,00
a. Land, building sites	127.380.747,32	93.930.220,92	- Due	323.098.454,15	378.265.854,66
b. Buildings and installations	44.818.081,31	31.301.300,84	<b>10. RESERVES</b>	25.333.874,14	21.455.551,35
- Less: Accumulated depreciation	112.082.407,70	91.957.049,30	- Ordinary reserve	23.919.375,00	5.477.026,86
c. Furniture, electronic and other equipment	77.293.300,04	55.071.340,32	- Extra-ordinary reserves	12.128.744,15	96.893.627,31
- Less: Accumulated depreciation	7.464.488,54	6.653.903,75	- Special reserve from portfolio valuation	(109.548.866,35)	(48.166.873,06)
d. Other tangible fixed assets	4.909.142,36	4.133.974,57	<b>11. REVALUATION RESERVE</b>	3.566.418,50	1.948.503,55
e. Assets under construction and prepayments	133.922.040,25	0,00	<b>11A. GRANTS FOR FIXED ASSET INVESTMENTS</b>	87.029,83	87.029,83
f. Land - Buildings (ready) of Industrial Estates	9.118.121,79	0,00	<b>OWN SHARES' RESERVE</b>	58.642.535,45	54.642.535,45
- Less: Provisions	124.803.918,46	0,00	Less: OWN SHARES (cost)	(39.528.599,09)	(168.335.863,06)
<b>11. DUE SHARE CAPITAL</b>	69.871.835,00	0,00	<b>12. RETAINED EARNINGS BROUGHT FORWARD</b>		
<b>13. OTHER ASSETS</b>	404.753.072,69	173.336.543,97	- Retained earnings brought forward and restatements	(32.976.001,55)	(14.004.890,69)
<b>14. PREPAID EXPENSES AND ACCRUED INCOME</b>	86.932.845,89	141.625.008,45	<b>PRIOR YEARS' TAXES</b>	(1.874.669,00)	(65.898,45)
			<b>GOODWILL - AMOUNTS WRITTEN OFF</b>	(121.539.904,47)	(210.299.208,41)
			Piraeus Bank Shareholders' Total equity	685.884.938,18	694.454.962,78
			<b>MINORITY INTERESTS IN EQUITY</b>	771.173.020,98	116.778.027,86
			Total equity	1.457.057.959,16	811.232.990,64
<b>TOTAL ASSETS</b>	14.263.343.081,35	11.336.632.799,48	<b>III. PROFIT (before tax)</b>	58.667.901,08	59.638.010,95
			- Profit of Piraeus Bank Shareholders	17.053.454,58	3.188.807,17
			- Share of Minority in profit		62.826.618,12
			<b>TOTAL LIABILITIES AND SHAREHOLDERS FUNDS</b>	14.263.343.081,35	11.336.632.799,48

### OFF-BALANCE SHEET ITEMS (LIABILITIES)

	30/6/2002	30/6/2001
<b>1. CONTINGENT LIABILITIES</b>	2.012.346.309,39	1.150.640.049,55
<b>2. COMMITMENTS ARISING FROM TEMPORARY CONVEYANCE</b>	2.036.366.501,58	2.375.260.423,46
<b>3. OTHER MEMO ACCOUNTS</b>	14.413.074.672,00	16.141.232.910,00
<b>OFF-BALANCE SHEET TOTAL</b>	18.461.807.563,97	19.667.133.383,01

### CONSOLIDATED INCOME STATEMENT (1/1 - 30/6)

	30/6/2002	30/6/2001
<b>1. INTEREST INCOME</b>	107.807.751,70	89.756.198,90
- Interest on fixed income securities	287.538.625,46	395.346.377,16
- Other interest and equivalent income	212.064.432,98	220.747.611,12
<b>Less: 2. INTEREST EXPENSE</b>	183.281.944,18	128.608.255,82
<b>Plus: 3. INCOME FROM SECURITIES</b>	13.299.556,66	6.562.078,82
a. From shares and other variable income securities	1.362.682,22	827.605,31
b. From non affiliated companies	1.410.155,37	375.558,33
<b>4 - 5. NET COMMISSION INCOME</b>	16.072.394,25	7.765.242,47
4. Net commission income	44.256.530,54	45.320.829,43
5. Net commission income	243.610.868,97	181.694.327,72
- Less: Provisions	(2.007.416,42)	40.061.059,94
<b>6. NET PROFIT FROM FINANCIAL TRANSACTIONS</b>	7.743.631,51	0,00
<b>7. OTHER OPERATING INCOME</b>	5.845.755,82	2.594.682,48
a. Other operating income	4.108.308,61	0,00
- Less: Cost of operating Industrial Estates	251.084.531,27	224.530.070,14
<b>Less: 8. GENERAL ADMINISTRATIVE EXPENSES</b>	63.031.464,14	50.688.315,70
a. Staff expenses	13.272.834,13	10.134.972,09
- Wages and salaries	5.023.681,16	81.327.979,43
- Social insurance contributions	56.230.205,42	52.282.902,73
- Other expenses - charges	11.623.401,73	10.247.178,84
b. Other administrative expenses	1.902.944,69	817.588,64
<b>Less: 10. OTHER OPERATING EXPENSES</b>	27.508.197,14	20.276.866,59
<b>OPERATING RESULTS BEFORE DEPRECIATION AND PROVISIONS</b>	28.038.530,70	23.142.304,67
<b>9. DEPRECIATION AND AMORTIZATION OF FIXED ASSETS</b>	55.626.727,84	43.419.171,26
<b>11+12. PROVISIONS FOR BAD AND DOUBTFUL DEBTS AND CONTINGENCIES</b>	55.996.673,89	62.010.419,94
<b>TOTAL OPERATING RESULTS</b>	19.274.643,15	5.866.821,75
<b>Plus or Less: 15. EXCEPTIONAL INCOME</b>	(14.472.796,97)	(5.549.380,21)
<b>16. EXCEPTIONAL EXPENSES</b>	14.922.835,59	19.724.681,77
<b>17. EXCEPTIONAL PROFIT</b>	75.721.355,66	62.826.618,12
<b>18. PROFIT (before tax)</b>	17.053.454,58	3.188.807,17
Analysed into:	58.667.901,08	59.638.010,95
<b>SHARE OF MINORITY IN PROFIT BEFORE TAX</b>	17.053.454,58	3.188.807,17
<b>PROFIT OF PIRAEUS BANK SHAREHOLDERS BEFORE TAX</b>	19.518.371,85	22.840.136,87
<b>Less: TAX (provision)</b>	56.202.983,81	39.986.481,25
<b>PROFIT AFTER TAX</b>	13.609.129,54	2.120.955,57
Analysed into:	42.953.854,27	37.865.625,68
<b>SHARE OF MINORITY IN PROFIT AFTER TAX</b>		
<b>PROFIT OF PIRAEUS BANK SHAREHOLDERS AFTER TAX</b>		

Athens, August 8, 2002

CHAIRMAN OF THE BOARD OF DIRECTORS

VICE-CHAIRMAN OF THE BOARD OF DIRECTORS

DEPUTY MANAGING DIRECTOR

DIRECTOR OF FINANCIAL SERVICES

MICHALIS G. SALLAS  
ID T 164347

IAKOVOS G. GEORGANAS  
ID X 066165

MICHALIS H. COLAKIDES  
Passport No. C 261985

NIKOLAOS D. TSATSPOPOULOS  
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### AUDIT REPORT TO THE BOARD OF DIRECTORS OF PIRAEUS BANK S.A.

We have carried out the audit required by the provisions of Article 6 of Presidential Decree 360/1985, as amended by article 90 of Law 2533/1997, applying, in accordance with the principles and auditing standards promulgated by the Institute of Certified Auditors Accountants, the audit procedures which we considered appropriate in order to concur that the above Financial Statements of PIRAEUS BANK S.A. and its group companies operating in the financial sector, for the period between 1 January 2002 and 30 June 2002 do not contain any inaccuracies or omissions that would substantially affect the consolidated assets, liabilities and financial position as well as the consolidated results of the period, of PIRAEUS BANK S.A. and its group companies which have been included in the consolidation. The audit of the financial statements of the subsidiary companies, that have been included in the consolidation and represent 7.0% and 7.7% of the total assets and turnover respectively, has been carried out by other Certified Auditors on whose audit reports we have relied, while, the Financial Statements of seven subsidiary companies which have been included in the consolidation and represent 4.5% and 6.5% of the total assets and turnover respectively, have not been audited by Certified Auditors. Based on the audit we have carried out, we concur that the above consolidated Financial Statements were prepared in accordance with the provisions of Codified Law 2190/1920 and after taking into consideration the Bank's Notes (3), (4), (5), (8) and (9), do not contain any inaccuracies or omissions that would substantially affect the consolidated assets, liabilities and financial position of 30 June 2002 of the companies included in the consolidation, as well as the consolidated results of the period then ended, in conformity with prevailing legislation and generally accepted accounting principles which do not differ from those applied by the Bank in the respective period of the preceding year.

Athens, August 9, 2002  
The Certified Auditors



George Moscofidis  
ICA Reg No 11381  
SOL SA Certified Auditors

Constantinos Michalatos  
ICA Reg No 17701  
PriceWaterhouseCoopers S.A.





**PIRAEUS BANK S.A.**  
ATHENS - Companies Register No.6065/06/B/86/04  
**INTERIM BALANCE SHEET AT JUNE 30, 2002 (IN EURO)**  
(P.D. 360/1985 & L. 2533/1997)

ASSETS	30/6/2002	30/6/2001	LIABILITIES	30/6/2002	30/6/2001
<b>1. CASH IN HAND AND BALANCES WITH THE CENTRAL BANK</b>		395.089.223,77	<b>I. LIABILITIES</b>		865.180.942,14
<b>2. TREASURY BILLS AND SIMILAR SECURITIES ELIGIBLE FOR REDISCOUNTING WITH THE CENTRAL BANK</b>			<b>1. DEPOSITS FROM CREDIT INSTITUTIONS</b>		
a. State issued bills	81.970.004,00		a. Sight deposits	22.875.983,33	182.442.365,67
<b>3. LOANS AND ADVANCES TO CREDIT INSTITUTIONS</b>			b. With agreed maturity dates or periods of notice	1.265.835.558,13	1.288.711.541,46
a. Sight deposits	25.089.219,24	15.799.845,45	<b>2. CUSTOMER ACCOUNTS</b>		
b. Other loans and advances to Credit Institutions	276.608.824,90	615.779.763,08	a. Deposits	6.891.002.713,81	5.880.189.280,98
- Less: Provisions	0,00	9.242,67	b. Obligations other than deposits		
<b>4. LOANS AND ADVANCES TO CUSTOMERS</b>			ba) Sight	76.575.637,86	87.685.016,62
a. Loans to customers	6.246.389.956,87	5.141.504.976,94	bb) Upon maturity and on notice	1.729.061,82	6.777.936,03
b. Other receivables from customers	20.773.499,17	69.375.186,60	c. Repurchase agreements (Repos)	2.171.676.838,32	9.140.984.251,81
- Less: Provisions	136.293.048,70	92.636.278,55	<b>4. OTHER LIABILITIES</b>		
<b>5. BONDS AND OTHER FIXED-INCOME SECURITIES</b>			<b>5. DEFERRED INCOME AND ACCRUED EXPENSES</b>		
a. State bonds	2.664.313.954,20	2.656.204.776,22	<b>6. PROVISIONS FOR LIABILITIES AND CHARGES</b>		
b. Other issuers	268.667.000,84	333.071.784,83	a. Provisions for staff retirement benefits	2.410.095,14	1.881.848,64
<b>6. SHARES AND OTHER VARIABLE INCOME SECURITIES less THIRD PARTIES RIGHTS</b>			b. Provisions for taxes	0,00	2.410.095,14
<b>7. INVESTMENT IN NON AFFILIATED COMPANIES</b>			Total Liabilities	10.698.744.976,48	10.034.531.454,39
<b>8. INVESTMENT IN SUBSIDIARY AND ASSOCIATE COMPANIES</b>			<b>II. SHAREHOLDERS FUNDS</b>		
<b>9. INTANGIBLE FIXED ASSETS</b>			<b>8. SHARE CAPITAL</b>		
a. Formation and establishment expenses	6.435.157,80	5.137.177,63	- Paid up (158.799.609 shares of nominal value 3,28 EUR)	520.862.717,52	548.276.547,52
c. Other intangible fixed assets	113.509.047,35	83.855.000,86	- Due ( 8.357.875 shares of nominal value 3,28 EUR)	27.413.830,00	0,00
- Less: Accumulated amortization	69.479.294,81	50.464.910,34	<b>9. SHARE PREMIUM ACCOUNT</b>		
<b>10. TANGIBLE FIXED ASSETS</b>			- Paid up	280.640.449,15	378.265.854,66
a. Land, building sites	2.307.485,67	3.283.105,49	- Due	42.458.005,00	378.265.854,66
b. Buildings and installations	87.933.938,57	78.027.682,91	<b>10. RESERVES</b>		
- Less: Accumulated depreciation	35.227.622,18	30.870.571,90	- Ordinary reserve	22.113.629,09	19.272.485,40
c. Furniture, electronic and other equipment	92.418.250,22	81.326.818,36	- Extraordinary reserves	23.323.429,46	4.444.106,51
- Less: Accumulated depreciation	63.533.365,41	49.934.437,39	- Tax free reserves	10.324.516,28	88.096.508,12
d. Other tangible fixed assets	5.832.519,11	6.148.529,64	- Special reserve from portfolio valuation	(71.854.139,04)	(16.092.564,21)
- Less: Accumulated depreciation	4.159.228,50	3.908.862,82	<b>11. REVALUATION RESERVE</b>		
e. Assets under construction and prepayments	1.511.822,64	2.239.666,82	11A. GRANTS FOR FIXED ASSET INVESTMENTS	1.888.691,50	1.888.691,61
<b>11. DUE SHARE CAPITAL</b>			OWN SHARES' RESERVE	54.842.535,45	54.842.535,45
<b>13. OTHER ASSETS</b>			Less: OWN SHARES (cost)	(25.185.387,34)	(94.670.077,97)
<b>14. PREPAID EXPENSES AND ACCRUED INCOME</b>			Total equity	886.915.306,90	945.661.145,68
<b>TOTAL ASSETS</b>	<b>11.642.430.024,77</b>	<b>11.051.053.434,75</b>	<b>III. PROFIT (before tax)</b>	<b>56.769.741,39</b>	<b>70.860.834,68</b>
			<b>TOTAL LIABILITIES AND SHAREHOLDERS FUNDS</b>	<b>11.642.430.024,77</b>	<b>11.051.053.434,75</b>

**OFF-BALANCE SHEET ITEMS (LIABILITIES)**

	30/6/2002	30/6/2001
<b>1. CONTINGENT LIABILITIES</b>	1.514.417.383,39	1.136.397.228,46
<b>2. COMMITMENTS ARISING FROM TEMPORARY CONVEYANCE</b>	2.032.597.620,75	2.375.260.423,46
<b>3. OTHER MEMO ACCOUNTS</b>	12.557.375.441,80	15.591.972.217,44
<b>OFF-BALANCE SHEET TOTAL</b>	<b>16.104.390.445,94</b>	<b>19.103.629.869,36</b>

**INCOME STATEMENT (1/1 - 30/6)**

	30/6/2002	30/6/2001
<b>1. INTEREST INCOME</b>	75.913.721,99	85.188.294,28
- Interest on fixed income securities	220.873.512,58	296.787.234,57
- Other interest and equivalent income	163.198.453,58	236.709.386,33
<b>Less : 2. INTEREST EXPENSE</b>	133.588.780,99	211.755.134,32
<b>Plus : 3. INCOME FROM SECURITIES</b>		
a. From shares and other variable income securities	4.681.998,52	4.235.328,54
b. From non affiliated companies	0,00	752.914,65
c. From associate companies	19.087.875,47	23.844.700,72
<b>4 - 5. NET COMMISSION INCOME</b>	30.177.457,68	28.832.943,91
<b>Plus : 6. NET PROFIT FROM FINANCIAL TRANSACTIONS</b>	187.536.112,66	167.331.648,83
<b>7. OTHER OPERATING INCOME</b>	5.495.659,52	41.159.981,70
<b>Less : 8. GENERAL ADMINISTRATIVE EXPENSES</b>	4.674.004,21	2.362.244,62
a. Staff expenses	197.705.776,39	210.853.875,15
- Wages and salaries	44.629.189,36	41.068.110,41
- Social insurance contributions	9.200.656,71	8.738.233,19
- Other expenses - charges	4.154.180,41	4.239.204,33
b. Other administrative expenses	57.984.026,48	54.045.547,93
<b>Less : 10. OTHER OPERATING EXPENSES</b>	45.166.334,95	47.490.895,69
<b>OPERATING RESULTS BEFORE DEPRECIATION AND PROVISIONS</b>	94.555.414,96	109.317.431,53
<b>DEPRECIATION AND AMORTIZATION OF FIXED ASSETS</b>	890.465,66	815.854,45
<b>11+12. PROVISIONS FOR BAD AND DOUBTFUL DEBTS AND CONTINGENCIES</b>	93.664.949,30	108.501.577,08
<b>TOTAL OPERATING RESULTS</b>	21.224.361,57	17.283.716,53
<b>Plus or Less : 15. EXCEPTIONAL INCOME</b>	23.483.394,46	21.985.406,00
<b>16. EXCEPTIONAL EXPENSES</b>	44.707.756,03	39.269.122,53
<b>17. EXCEPTIONAL PROFIT</b>	48.957.193,27	69.232.454,55
<b>18. PROFIT (before tax)</b>	6.216.441,08	5.771.670,61
Less: TAX (provision)	(4.438.347,64)	(4.700.801,23)
<b>PROFIT AFTER TAX</b>	7.812.548,12	1.628.380,13
	56.769.741,39	70.860.834,68
	11.881.139,99	16.602.693,53
	44.888.601,40	54.258.141,15

**NOTES:**

1. The 2<sup>nd</sup> General Meeting of Piraeus Bank's Shareholders on the 10<sup>th</sup> of June 2002 decided: (a) the cancellation of 8.357.875 'Own Shares' with face value of EUR 27.413.830, by way of an equal decrease of Share Capital as well as a decrease in the 'Share Premium Account' of EUR 97.625.405,51 which relates to the shares to be cancelled. The 'Own Shares' account has been reduced by EUR 125.039.235,51 and (b) the increase of the Bank's share capital by EUR 27.413.830 through cash receipt and the waiver of the rights of existing shareholders to participate in the share capital increase in favour of ING Group companies. For this purpose, 8.357.875 new common shares will be issued with face value EUR 3,28 per share and an exercise price of EUR 8,36 per share. The capital to be raised from the share capital increase (EUR 69.871.835) will be allocated as follows: (1) EUR 27.413.830 to Share Capital and (2) EUR 42.458.005 to Share Premium. Both amounts are disclosed as receivable in the Financial Statements of 30 June 2002. The Athens Stock Exchange Board of Directors has approved the above on 18 June 2002, while the approval by the Minister of Development is still pending. 2. The "Income from Securities" for the six-month periods to 30/6/2002 and 30/6/2001, represents the total receivable dividend income, for dividends that have been approved by the General Meetings of the companies until the 30<sup>th</sup> of June. 3. "Investment in Subsidiary and Associate Companies" amounted to EUR 1.114 million, also including investments in consolidated companies, were valued at the adjusted cost of 31/12/2001. The value of these investments, as determined according to Law 2190/1920, is EUR 897,1 million. 4. Following the same accounting treatment applied in 31/12/2001 Financial Statements, the Bank recorded the write down in securities portfolio valuation directly to Reserves. The reduction in Total Equity was EUR 34,8 million. The unlisted shares held by the Bank were valued at cost, which is EUR 73,6 million higher than their relevant value as determined according to Law 2190/1920. 5. The cost of the Own Shares at 30/6/2002, amounting to EUR 25,2 million, is recorded as a reduction in 'Own Shares' Reserve, according to the interpretation No16 of the Standards Interpretation Committee. 6. The Bank has created a retirement benefit provision, based on the interpretation ref 205/1988 of the legal advisory committee to the Government, and article 10 of Law 2065/1992. Had the Bank created a retirement benefit provision for all serving employees, the total amount required as at the 30<sup>th</sup> of June 2002 would amount to EUR 19,7 million, of which an amount of EUR 1,5 million would relate to the first semester of 2002. 7. All disputes under litigation or arbitration, as well as the pending court decisions have no significant effect on the financial position of the Bank. 8. The fixed assets are free of any liens or encumbrances. 9. The amounts invested in Fixed Assets during the first semester of 2002 were EUR 14,8 million. 10. The figures for 30/6/2002 and 30/6/2001 have been obtained from draft Trial Balances and out of book adjustments. 11. Certain amounts of the Comparative Balance Sheet and Income Statement have been restated, so as to be comparable with the respective amounts reported in the current period. 12. The general accounting principles applied in the preparation of the Interim Financial Statements do not differ from those stated in the Annex to the Balance Sheet of 31/12/2001. 13. The Bank's tax position for years 1998 to 2001 has not been audited by tax authorities. 14. The number of staff employed by the Bank on 30/6/2002 was 3.467. 14. In accordance to the 4-digit statistical grouping of the financial sector's activity (ΣΤΑΚΟΑ 91), the total of the Bank's revenue falls under the code 651.9 «Activities of other Intermediary Monetary Organisations».

Athens, August 8, 2002

CHAIRMAN OF THE BOARD OF DIRECTORS

VICE-CHAIRMAN OF THE BOARD OF DIRECTORS

DEPUTY MANAGING DIRECTOR

DIRECTOR OF FINANCIAL SERVICES

MICHALIS G. SALLAS  
ID T 164347

IAKOVOS G. GEORGANAS  
ID X 066165

MICHALIS H. COLAKIDES  
Passport No. C 261985

NIKOLAOS D. TSATSPOULOS  
ID M 031925

**AUDIT REPORT  
TO THE BOARD OF DIRECTORS OF PIRAEUS BANK S.A.**

We have carried out the audit required by the provisions of Article 6 of Presidential Decree 360/1985, as amended by article 90 of Law 2533/1997, applying, in accordance with the principles and auditing standards promulgated by the Institute of Certified Auditors Accountants, the audit procedures which we considered appropriate in order to concur that the above Interim Financial Statements of PIRAEUS BANK S.A. for the period between 1 January 2002 and 30 June 2002 do not contain any inaccuracies or omissions that would substantially affect the assets, liabilities and financial position as well as the results of the period of the Bank. During our audit, the accounting books and records for the Bank's branches were also made available to us, mentioning that the foreign branches have not been audited by auditors. The books and records kept by the Bank have been made available to us and we have been provided with all the information and explanations requested. The Bank has properly applied the Banking Sector Chart of Accounts, except for the cases mentioned in Bank's Notes (3), (4) and (5). The accounting policies applied are consistent with the previous period. Based on the audit we have carried out, we concur that the above Interim Financial Statements are in agreement with the Bank's books and records and certain out of book adjustments, and after taking into consideration the Bank's Notes (2), (3), (4), (6) and (13), do not contain any inaccuracies or omissions that would substantially affect the assets, liabilities and financial position of 30 June 2002 of the Bank, as well as the results of the period then ended, in conformity with prevailing legislation and generally accepted accounting principles which do not differ from those applied by the Bank in the respective period of the preceding year.

Athens, August 9, 2002  
The Certified Auditors



George Moscofides  
ICA Reg No 11381  
SOL SA Certified Auditors

Constantinos Michalatos  
ICA Reg No 17701  
PriceWaterhouseCoopers S.A.

