



PIRAEUS BANK S.A.

ATHENS - Companies Register No.6065/06/B/86/04
CONSOLIDATED INTERIM BALANCE SHEET AT JUNE 30, 2003 (IN EURO)
(P.D. 360/1985 & L. 2533/1997)

ASSETS	30/6/2003	30/6/2002	LIABILITIES	30/6/2003	30/6/2002
1. CASH IN HAND AND BALANCES WITH THE CENTRAL BANK	693,404,731.20	430,712,577.05	I. LIABILITIES		
2. TREASURY BILLS AND SIMILAR SECURITIES ELIGIBLE FOR REDISCOUNTING WITH THE CENTRAL BANK			1. DEPOSITS FROM CREDIT INSTITUTIONS		
a. State issued bills	98,885,527.67	186,797,002.86	a. Sight deposits	67,665,986.81	19,467,160.60
3. LOANS AND ADVANCES TO CREDIT INSTITUTIONS			b. With agreed maturity dates or periods of notice	2,386,279,574.48	2,453,945,561.29
a. Sight deposits	75,049,898.17	91,575,009.79	2. CUSTOMER ACCOUNTS		
b. Other loans and advances to Credit Institutions	296,620,143.60	274,229,546.28	a. Deposits	8,141,975,739.63	7,340,039,101.22
- Less: Provisions	0.00	17,468.45	b. Obligations other than deposits		
4. LOANS AND ADVANCES TO CUSTOMERS			ba) Sight	109,908,483.19	105,522,381.30
a. Loans to customers	9,563,315,520.14	8,009,274,967.39	bb) Upon maturity and on notice	18,762,236.43	31,563,071.57
b. Other receivables from customers	148,693,481.74	153,582,916.12	c. Repurchase agreements (Repos)	1,988,994,829.94	10,259,641,289.19
- Less: Provisions	343,396,602.03	313,466,030.76	3. LONG TERM LIABILITIES		
5. BONDS AND OTHER FIXED-INCOME SECURITIES			b. Loan stock	429,372,421.59	156,711,527.69
a. State bonds	2,494,214,148.28	3,242,349,127.32	4. OTHER LIABILITIES		
b. Other issuers	306,013,990.45	430,791,424.06	5. DEFERRED INCOME AND ACCRUED EXPENSES		
6. SHARES AND OTHER VARIABLE INCOME SECURITIES less THIRD PARTIES RIGHTS	478,757,239.13	506,760,868.84	6. PROVISIONS FOR LIABILITIES AND CHARGES		
7. INVESTMENT IN NON AFFILIATED COMPANIES	87,132,694.96	96,031,204.99	a. Provisions for staff retirement benefits	1,260,045.40	2,851,755.47
8. INVESTMENT IN SUBSIDIARY AND ASSOCIATE COMPANIES	450,346,704.07	199,225,886.08	b. Provisions for taxes	0.00	162,545.28
9. INTANGIBLE FIXED ASSETS			c. Other provisions	46,180,382.86	28,648,848.48
a. Formation and establishment expenses	9,256,734.15	8,816,414.27	7. SUBORDINATED DEBT		
c. Other intangible fixed assets	165,923,740.79	169,057,807.42	Total Liabilities	4,375,601.65	5,012,531.33
- Less: Accumulated amortization	125,494,800.31	101,355,562.18	II. SHAREHOLDERS FUNDS		
10. TANGIBLE FIXED ASSETS			8. SHARE CAPITAL		
a. Land, building sites	10,875,281.38	14,365,000.37	- Paid up	548,276,547.52	520,862,717.52
b. Buildings and installations	128,873,605.85	127,380,747.32	- Due	0.00	27,413,830.00
- Less: Accumulated depreciation	53,290,844.99	44,818,081.31	9. SHARE PREMIUM ACCOUNT		
c. Furniture, electronic and other equipment	114,729,910.56	112,082,407.70	- Paid up	323,098,454.15	280,640,449.15
- Less: Accumulated depreciation	88,347,224.44	77,203,300.04	- Due	0.00	42,458,005.00
d. Other tangible fixed assets	7,292,577.50	7,464,488.54	10. RESERVES		
- Less: Accumulated depreciation	5,321,708.49	4,909,142.36	- Ordinary reserve	28,719,230.46	25,333,874.14
e. Assets under construction and prepayments	29,646,030.97	75,282,001.99	- Ordinary reserve (from portfolio valuation)	(173,141,958.19)	(109,548,866.35)
f. Land - Buildings of Industrial Estates	0.00	133,922,040.25	- Extra-ordinary reserves	35,808,514.31	23,919,375.00
- Less: Provisions	0.00	124,803,918.46	- Tax free reserves	11,869,610.36	12,128,744.15
11. DUE SHARE CAPITAL	0.00	69,871,835.00	- Own shares' reserve	49,771,493.96	(46,973,109.10)
12. OWN SHARES	86,314,277.63	39,528,599.09	11. REVALUATION RESERVE	2,740,957.24	0.00
13. OTHER ASSETS	261,531,463.33	389,480,141.01	11A. GRANTS FOR FIXED ASSET INVESTMENTS	0.00	87,029.83
14. PREPAID EXPENSES AND ACCRUED INCOME	101,661,776.98	86,932,845.89	12. RETAINED EARNINGS BROUGHT FORWARD		
TOTAL ASSETS	14,992,688,298.29	14,295,810,738.47	- Retained earnings brought forward and restatements	(51,796,501.02)	(32,976,001.55)
			PRIOR YEARS' TAXES	(903,697.47)	(1,674,669.00)
			GOODWILL - AMOUNTS WRITTEN OFF	(148,634,554.90)	(121,639,904.47)
			Piraeus Bank Shareholders' Total equity	625,808,096.42	725,413,537.27
			MINORITY INTERESTS IN EQUITY	702,010,103.81	771,173,020.98
			Total equity	1,327,818,200.23	1,496,586,558.25
			III. PROFIT (before tax)		
			- Profit of Piraeus Bank Shareholders	63,384,625.62	58,667,901.08
			- Share of Minority in profit	22,424,391.78	85,809,017.40
			TOTAL LIABILITIES AND SHAREHOLDERS FUNDS	14,992,688,298.29	14,295,810,738.47

OFF-BALANCE SHEET ITEMS (LIABILITIES)

	30/6/2003	30/6/2002
1. CONTINGENT LIABILITIES	1,890,207,520.78	2,012,346,390.39
2. COMMITMENTS ARISING FROM TEMPORARY CONVEYANCE	1,725,557,945.24	2,036,386,501.58
3. OTHER MEMO ACCOUNTS	17,106,986,459.32	14,413,074,670.99
OFF-BALANCE SHEET TOTAL	20,722,751,925.34	18,461,807,562.96

NOTES: 1. In addition to PIRAEUS BANK S.A., the following financial sector companies have been fully consolidated: 1) ETBANK S.A. [58%], 2) TIRANA BANK I.B.C. [83.9%], 3) MARATHON NATIONAL BANK OF NEW YORK [63.4%], 4) PIRAEUS BANK ROMANIA S.A. [100%], 5) PIRAEUS MUTUAL FUNDS S.A. [100%], 6) ETBA P&K MUTUAL FUNDS MANAGEMENT COMPANY [29%], 7) PIRAEUS INVESTMENT S.A. [55.1%], 8) HELLENIC INVESTMENT COMPANY S.A. [18.1%], 9) PIRAEUS FINANCE S.A. [100%], 10) PIRAEUS LEASING S.A. [59%], 11) ETBA LEASING S.A. [25.2%], 12) SIGMA SECURITIES S.A. [99.8%], 13) PIRAEUS INSURANCE AGENCY S.A. [99.8%], 14) ETBA INSURANCE AGENCY S.A. [45.7%], 15) PIRAEUS ASSET MANAGEMENT EUROPE S.A. [99.9%], 16) PIRAEUS EQUITIES HOLDING S.A. [100%], 17) PIRAEUS INVESTMENT CONSULTING S.A. [100%], 18) MULTIFACTORING S.A. [72.4%], 19) MULTICOLLECTION S.A. [25.5%], 20) MULTIFIN S.A. [57.5%] and 21) PIRAEUS LEASING ROMANIA SRL [100%]. PIRAEUS LEASING ROMANIA SRL was consolidated for the first time. Of the companies consolidated on 30/6/2002, the following have been excluded from consolidation on 30/6/2003: (a) P LEASING S.A. due to its merger with PIRAEUS LEASING S.A., (b) MACEDONIA-THRACE INSURANCE AGENCY S.A. due to its merger with PIRAEUS INSURANCE AGENCY S.A., (c) ING PIRAEUS ASSET MANAGEMENT COMPANY S.A. and (d) EUROINVESTMENT & FINANCE LTD. 2. Following the decisions of the Boards of Directors, the merger between PIRAEUS BANK S.A. and ETBANK S.A. will take place based on the approved financial statements as at 31/12/2002. 3. "Income from Securities" for the six-month period to 30/6/2003 and 30/6/2002, represents the total receivable dividend income, for dividends that have been approved by the General Meetings of the company until the 30th of June. 4. The Bank and certain consolidated Subsidiaries following the requirements of Law 2992/2002, that were also applied for the year ended 31/12/2002, recorded the negative difference of EUR 20.5 million, resulting from their securities portfolio valuation as at 30/6/2003, directly to Reserves. Other shares and investments, which mainly relate to companies consolidated under the equity method, were valued at cost. The corresponding market value, according to the relevant requirements of Law 2190/1920, is lower by EUR 209.5 million. 5. The Bank and certain significant subsidiaries have created a retirement benefit provision, based on the 205/1988 Interpretation of the Legal Advisory Committee to the Government, and article 10 of Law 2065/1992. Had the Bank and these subsidiaries created a retirement benefit provision for all serving employees, the total amount required as at the 30th of June 2003 would amount to EUR 21.2 million, of which EUR 1.4 million relates to the first semester of 2003. 6. Fixed assets employed for leasing activities are presented as receivables from customers, according to International Financial Reporting Standards, for the consolidated companies PIRAEUS LEASING S.A. and ETBA LEASING S.A. The relevant balances have been reclassified, with no effect on the Group Profit before tax. 7. All disputes under litigation or arbitration as well as the pending court decisions have no significant effect on the financial position of the Group. 8. The fixed assets of the consolidated companies are free of any liens or encumbrances. 9. The general accounting principles applied in the preparation of the Consolidated Financial Statements do not differ from those stated in the Consolidated Annex to the Balance Sheet of 31/12/2002. 10. Certain amounts of the Consolidated Financial Statements of 30/6/2002 have been reclassified, so as to be comparable with the respective amounts reported in the current period. 11. The figures for 30/6/2003 and 30/6/2002 have been obtained from provisional Trial Balances and out of book adjustments. 12. The Piraeus Bank Group companies have not been audited by the tax authorities for the years up to and including 2002. 13. The number of staff employed by the Group's companies on 30/6/2003 was 4,803.

CONSOLIDATED INCOME STATEMENT

	1/1 - 30/6/2003	1/1 - 30/6/2002
1. INTEREST INCOME		
- Interest on fixed income securities	65,482,715.00	96,042,751.70
- Other interest and equivalent income	301,288,467.39	288,786,513.93
Less: 2. INTEREST EXPENSE	183,957,292.71	212,064,432.98
	182,813,889.68	172,764,832.65
Plus: 3. INCOME FROM SECURITIES		
a. From shares and other variable income securities	13,322,557.74	13,299,556.66
b. From non affiliated companies	0.00	1,362,682.22
c. From associate companies	2,205,744.00	1,410,155.37
4 - 5. NET COMMISSION INCOME	50,522,217.87	43,975,689.42
	248,864,409.29	232,812,916.32
6. NET PROFIT FROM FINANCIAL TRANSACTIONS	33,577,935.34	9,757,583.58
7. OTHER OPERATING INCOME		
a. Other operating income	5,373,525.18	5,005,244.50
b. Income from the operation of Industrial Estates	0.00	7,743,631.51
- Less: Cost of operating Industrial Estates	0.00	4,108,308.61
Less: 8. GENERAL ADMINISTRATIVE EXPENSES	287,595,869.81	251,211,067.30
a. Staff expenses		
- Wages and salaries	62,124,667.90	63,031,464.14
- Social insurance contributions	13,605,843.01	13,272,834.13
- Other expenses - charges	5,792,536.29	5,023,681.16
b. Other administrative expenses	81,522,847.20	81,327,979.43
	63,825,475.71	56,551,587.81
Less: 10. OTHER OPERATING EXPENSES	142,247,546.90	113,331,500.90
	2,910,929.49	1,581,562.30
OPERATING RESULTS BEFORE DEPRECIATION AND PROVISIONS	139,336,617.41	111,749,937.76
Less: 9. DEPRECIATION AND AMORTIZATION OF FIXED ASSETS	25,571,282.65	27,588,197.14
11+12. PROVISIONS FOR BAD AND DOUBTFUL DEBTS AND CONTINGENCIES	36,930,109.54	28,968,530.70
TOTAL OPERATING RESULTS	76,835,225.22	55,193,209.92
Plus: 15. EXCEPTIONAL INCOME	15,862,279.39	19,274,643.15
16. EXCEPTIONAL EXPENSES	(7,809,294.86)	(13,542,796.97)
17. EXCEPTIONAL PROFIT	920,807.65	14,796,299.56
18. PROFIT (before tax)	85,809,017.40	75,721,355.66
Less: SHARE OF MINORITY IN PROFIT BEFORE TAX	22,424,391.78	17,053,454.58
PROFIT OF PIRAEUS BANK SHAREHOLDERS BEFORE TAX	63,384,625.62	58,667,901.08
Less: TAX (provision)	22,469,291.02	22,723,966.48
PROFIT AFTER TAX	63,339,726.38	52,997,389.18
Less: SHARE OF MINORITY IN PROFIT AFTER TAX	17,197,921.16	12,261,565.20
PROFIT OF PIRAEUS BANK SHAREHOLDERS AFTER TAX	46,141,805.22	40,735,823.98

Athens, August 8, 2003

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

CONSTANTINOS I. LIAPIS
ID F 364378

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 2003 and 30 June 2003 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 6.9% and 8% of 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 10 subsidiary companies which have been included in the consolidation and represent 5.8% and 7.4% of the total assets and turnover respectively, have not been audited by Certified Auditors. Based on our audit, we concluded on the following findings: 1. Other Intangible Fixed Assets include an amount of EUR 15.7 million (net book value) relating to indemnity paid by the Bank to personnel, within the voluntary redundancy program carried out during 2002 and the first semester of 2003. Of the total amount, EUR 13.3 million relates to fiscal year 2002, while EUR 2.4 million relates to the current period. The amounts mentioned above were not expensed in the periods to which they relate, but are instead capitalised and amortised over a 5-year period as a restructuring expense. 2. Ordinary reserves (arising from portfolio devaluation) include an amount of EUR 51.3 million that relates to securities sold during the year, the devaluation of which has been debited directly to reserves, in accordance with the provisions of Law 2992/2002, which is followed consistently by the Bank. 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 our above mentioned comments and the Bank's Notes (3), (4), (5) and (12), do not contain any inaccuracies or omissions that would substantially affect the consolidated assets, liabilities and financial position of 30 June 2003 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 11, 2003
The Certified Auditors



Constantinos L. Karanasis
ICA Reg No 13411
SOL SA Certified Auditors

Constantinos I. 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, 2003 (IN EURO)
(P.D. 360/1985 & L. 2533/1997)

ASSETS	30/6/2003	30/6/2002	LIABILITIES	30/6/2003	30/6/2002
1. CASH IN HAND AND BALANCES WITH THE CENTRAL BANK		647,475,033.69	I. LIABILITIES		
2. TREASURY BILLS AND SIMILAR SECURITIES ELIGIBLE FOR REDISCOUNTING WITH THE CENTRAL BANK			1. DEPOSITS FROM CREDIT INSTITUTIONS		
a. State issued bills		383,894.36	a. Sight deposits	69,378,357.90	22,875,983.33
3. LOANS AND ADVANCES TO CREDIT INSTITUTIONS			b. With agreed maturity dates or periods of notice	1,916,905,444.27	1,986,283,802.17
a. Sight deposits	52,609,660.29	78,415,004.04	2. CUSTOMER ACCOUNTS		
b. Other loans and advances to Credit Institutions	487,323,243.72	223,283,040.10	a. Deposits	7,726,352,146.19	6,891,002,713.81
4. LOANS AND ADVANCES TO CUSTOMERS			b. Obligations other than deposits		
a. Loans to customers	7,814,845,396.34	6,246,389,956.87	ba) Sight	75,624,438.03	76,575,637.86
b. Other receivables from customers	16,340,863.58	20,773,499.17	bb) Upon maturity and on notice	0.00	1,729,061.82
- Less: Provisions	178,528,184.21	136,293,048.70	c. Repurchase agreements (Repos)	1,799,159,818.71	9,601,136,402.93
5. BONDS AND OTHER FIXED-INCOME SECURITIES			4. OTHER LIABILITIES		
a. State bonds	1,970,533,282.57	2,664,313,954.20	5. DEFERRED INCOME AND ACCRUED EXPENSES		
b. Other issuers	96,370,141.89	268,667,000.84	6. PROVISIONS FOR LIABILITIES AND CHARGES		
6. SHARES AND OTHER VARIABLE INCOME SECURITIES less THIRD PARTIES RIGHTS			a. Provisions for staff retirement benefits	725,811.00	2,410,095.14
7. INVESTMENT IN NON AFFILIATED COMPANIES			c. Other provisions	5,020,000.00	0.00
8. INVESTMENT IN SUBSIDIARY AND ASSOCIATE COMPANIES			Total Liabilities	11,848,159,307.12	10,698,744,976.48
9. INTANGIBLE FIXED ASSETS			II. SHAREHOLDERS FUNDS		
a. Formation and establishment expenses	7,227,952.24	6,435,157.80	8. SHARE CAPITAL		
c. Other intangible fixed assets	124,200,735.39	113,509,047.35	- Paid up (167,157,484 shares of nominal value 3,28 EUR)	548,276,547.52	520,862,717.52
- Less: Accumulated amortization	90,789,147.13	69,479,294.81	- Due	0.00	27,413,830.00
10. TANGIBLE FIXED ASSETS			9. SHARE PREMIUM ACCOUNT		
a. Land, building sites	2,103,717.40	2,307,485.67	- Paid up	323,098,454.15	280,640,449.15
b. Buildings and installations	89,840,007.98	87,933,938.57	- Due	0.00	42,458,005.00
- Less: Accumulated depreciation	40,185,769.17	35,227,622.18	10. RESERVES		
c. Furniture, electronic and other equipment	98,163,007.68	92,418,250.22	- Ordinary reserve	24,274,974.58	22,113,629.09
- Less: Accumulated depreciation	76,095,476.57	63,533,365.41	- Ordinary reserve (from portfolio valuation)	(109,218,786.74)	(71,854,139.04)
d. Other tangible fixed assets	5,649,979.10	5,832,519.11	- Extraordinary reserves	28,394,470.95	23,323,429.46
- Less: Accumulated depreciation	4,415,047.56	4,159,228.50	- Tax free reserves	10,324,516.28	10,324,516.28
e. Assets under construction and prepayments	1,013,387.31	1,511,822.64	- Own Shares' reserves	49,771,493.96	3,546,669.03
11. DUE SHARE CAPITAL			11. REVALUATION RESERVE	1,898,931.47	1,888,691.50
12. OWN SHARES			11A. GRANTS FOR FIXED ASSET INVESTMENTS	0.00	87,029.83
13. OTHER ASSETS			12. RETAINED EARNINGS CARRIED FORWARD	1,299.85	0.00
14. PREPAID EXPENSES AND ACCRUED INCOME			PRIOR YEARS' TAXES	(180,061.57)	0.00
			Total equity	876,641,840.45	912,100,694.24
TOTAL ASSETS	12,780,366,002.13	11,667,615,412.11	III. PROFIT (before tax)	55,564,854.56	56,769,741.39
			TOTAL LIABILITIES AND SHAREHOLDERS FUNDS	12,780,366,002.13	11,667,615,412.11

OFF-BALANCE SHEET ITEMS (LIABILITIES)

	30/6/2003	30/6/2002
1. CONTINGENT LIABILITIES	1,508,356,476.95	1,514,417,383.39
2. COMMITMENTS ARISING FROM TEMPORARY CONVEYANCE	1,719,672,622.41	2,032,597,620.75
3. OTHER MEMO ACCOUNTS	14,261,840,021.29	12,557,375,441.80
OFF-BALANCE SHEET TOTAL	17,489,869,120.65	16,104,390,445.94

NOTES:

1. Following the decisions of the Boards of Directors, the merger between PIRAEUS BANK S.A. and ETBAbank S.A. will take place based on the approved financial statements as at 31/12/2002. 2. The "Income from Securities" for the six-month periods to 30/6/2003 and 30/6/2002, represents the total receivable dividend income, for dividends that have been approved by the General Meetings of the companies until the 30th of June. 3. The Bank has created a retirement benefit provision, based on the 205/1988 Interpretation 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 30th of June 2003 would amount to EUR 20.9 million, of which an amount of EUR 1.4 million would relate to the first semester of 2003. 4. All disputes under litigation or arbitration as well as the pending court decisions have no significant effect on the financial position of the Bank. 5. Investments in subsidiary and associate companies, investments in non-affiliated companies, as well as shares of non listed companies amounting to EUR 1,404 million, were valued at cost. The corresponding market value as at 30/6/2003, according to the requirements of Law 2190/1920, amounts to EUR 679 million approximately, amount which would have been EUR 968 million approximately had the valuation of the listed shares at the Stock Exchange been based on their net asset values. The above stated amounts mainly relate to consolidated subsidiaries, the effect of which on the valuation will be eliminated upon consolidation. Other securities amounting to EUR 2,154 million were valued according to the requirements of Law 2992/2002 and the resulting negative difference of EUR 19.1 million was recorded directly to Reserves as a reduction. 6. The fixed assets are free of any liens or encumbrances. 7. The amounts invested in Fixed Assets during the first semester of 2003, were EUR 7 million approximately. 8. Certain amounts of the Financial Statements of 30/6/2002 have been reclassified, so as to be comparable with the respective amounts reported in the current period. 9. 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 31/12/2002. 10. Tax authorities have audited the Bank's tax position for the years up to and including 1997. 11. The number of staff employed by the Bank on 30/6/2003 was 3,484. 12. In accordance with the 4-digit statistical grouping of the financial sector's activity, the Bank's total revenues are classified under the code 651.9 «Activities of other Intermediary Monetary Organisations». 13. During the first quarter of 2003, the utilisation of capital raised from share capital increases until the end of 2002 was completed.

INCOME STATEMENT

	1/1 - 30/6/2003	1/1 - 30/6/2002
1. INTEREST INCOME		
- Interest on fixed income securities	41,680,289.47	64,148,721.99
- Other interest and equivalent income	242,096,248.28	283,776,537.75
Less : 2. INTEREST EXPENSE		
	151,229,161.69	163,198,453.58
	132,547,376.06	121,823,780.99
Plus : 3. INCOME FROM SECURITIES		
a. From shares and other variable income securities	7,773,496.64	4,681,998.52
c. From associate companies	18,427,832.58	19,087,875.47
4 - 5. NET COMMISSION INCOME		
	33,486,584.78	30,177,457.68
	192,235,290.06	175,771,112.66
Plus : 6. NET PROFIT FROM FINANCIAL TRANSACTIONS		
7. OTHER OPERATING INCOME		
	16,722,924.81	17,260,659.52
	6,178,711.42	4,674,004.21
	215,136,926.29	197,705,776.39
Less : 8. GENERAL ADMINISTRATIVE EXPENSES		
a. Staff expenses		
- Wages and salaries	45,202,645.57	44,629,189.36
- Social insurance contributions	9,484,694.03	9,200,656.71
- Other expenses - charges	4,483,537.49	4,154,180.41
b. Other administrative expenses		
	59,170,877.09	57,984,026.48
	52,277,551.95	45,166,334.95
Less : 10. OTHER OPERATING EXPENSES		
	103,688,497.25	94,555,414.96
	1,854,781.82	890,465.66
Less : 9. DEPRECIATION AND AMORTIZATION OF FIXED ASSETS		
11+12. PROVISIONS FOR BAD AND DOUBTFUL DEBTS AND CONTINGENCIES		
	19,589,972.57	21,224,361.57
	29,064,472.90	48,654,445.47
	48,654,445.47	23,483,394.46
	53,179,269.96	44,707,756.03
		48,957,193.27
Plus or Less : 15. EXCEPTIONAL INCOME		
16. EXCEPTIONAL EXPENSES		
	2,101,885.95	6,216,441.08
	(1,259,362.62)	(4,438,347.64)
17. EXCEPTIONAL PROFIT		
	1,543,061.27	2,385,584.60
18. PROFIT (before tax)		
	55,564,854.56	56,769,741.39
Less: TAX (provision)		
	9,634,945.78	11,881,139.99
PROFIT AFTER TAX		
	45,929,908.78	44,888,601.40

Athens, August 8, 2003

CHAIRMAN OF THE BOARD OF DIRECTORS

MICHALIS G. SALLAS
ID T 164347

VICE-CHAIRMAN OF THE BOARD OF DIRECTORS

IAKOVOS G. GEORGANAS
ID X 066165

DEPUTY MANAGING DIRECTOR

MICHALIS H. COLAKIDES
Passport No. C 261985

DIRECTOR OF FINANCIAL SERVICES

CONSTANTINOS I. LIAPIS
ID F 364378

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 2003 and 30 June 2003 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, we took into consideration the accounting books and records of the Bank's branches from which 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. The accounting policies applied are consistent with the previous period. Based on our audit, we concluded on the following findings: 1. Other Intangible Fixed Assets include an amount of EUR 14.2 million (net book value) relating to indemnity paid by the Bank to personnel, within the voluntary redundancy program carried out during 2002 and the first semester of 2003. Of the total amount, EUR 13.3 million relates to fiscal year 2002, while EUR 0.9 million relates to the current period. The amounts mentioned above were not expensed in the periods to which they relate, but are instead capitalized and amortized over a 5-year period as a restructuring expense. 2. Ordinary reserves (arising from portfolio devaluation) include an amount of EUR 51.3 million that relates to securities sold during the year, the devaluation of which has been debited directly to reserves, in accordance with the provisions of Law 2992/2002, which is followed consistently by the Bank. 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 after taking into consideration our above mentioned comments and the Bank's Notes (2), (3), (5) and (10), do not contain any inaccuracies or omissions that would substantially affect the assets, liabilities and the financial position of the Bank as at 30 June 2003, 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 11, 2003
The Certified Auditors



Constantinos L. Karanasios
ICA Reg No 13411
SOL SA Certified Auditors

Constantinos I. Michalatos
ICA Reg No 17701
PriceWaterhouseCoopers S.A.

