Eurobank EFG

Athens, March 4, 2009

FY 2008 Financial Results

- **Customer deposits up 26.3% to €45.7bn**
- **Total loans grow by 22.4% to €57.1bn – Loans to Greek companies increase by over €900m in 4Q'08**
- **Loans to deposits ratio improves further to 122%**
- **Strong capital position (RAR 10.4%) – Rises further to 12.4% following the issuance of €950m preference securities to the Greek State**
- **Additional pre-emptive provisions of €240m in 4Q'08 to protect the Group against potential future credit losses - Quarter profits down to €5.1m**
- **Net income at €652m (down 20% y-o-y) or €836m excluding pre-emptive provisions**
- **"New Europe" contributes positively by €137m to Group profits**
- **Total operating income up 16.4% - Costs under control (+3.1% in 4Q'08)**
- **Pre provision income rises by 6% to €1.6bn**

"In a truly exceptional financial environment, Eurobank EFG remains profitable and enjoys a strong capital position – CAD ratio at 12.4%* - and a solid liquidity position. At the same time, the Group uses its profitability to create a buffer of €240m of pre-emptive provisions against potential future credit losses, strengthening further its balance sheet. The priorities going forward are to improve the pre-provisioning earnings capacity, to further enhance the risk management process, to safeguard the quality of the loan book and to contain costs at all levels. With a sense of responsibility, the Group supports companies and households in the current demanding conditions and cultivates relationships of trust with its clients. Further, it continues to assist in the stabilization of the economies in Central and Southeastern Europe, which maintain healthy long-term growth and convergence prospects with the economies of Western Europe"

Nicholas Nanopoulos – CEO

* *including preference shares of the Greek government*

Group Summary Figures	2008	2007	% Change
Total Assets	€82.2bn	€68.4bn	20.2%
Total Loans	€57.1bn	€46.7bn	22.4%
Total Deposits	€45.7bn	€36.2bn	26.3%
Total Operating Income	€3.3bn	€2.8bn	16.4%
Total Operating Expenses	€1.6bn	€1.4bn	15.7%
Impairment losses	€886m	€401m	121.2%
Pre provision Income	€1.6bn	€1.5bn	6.0%
Net Profit after tax & minorities	€652m	€815m	(20.0%)
ROA (after tax)	0.9%	1.4%	
ROE (after tax & minorities)	15.7%	22.4%	
Cost to Income	47.8%	48.1%	

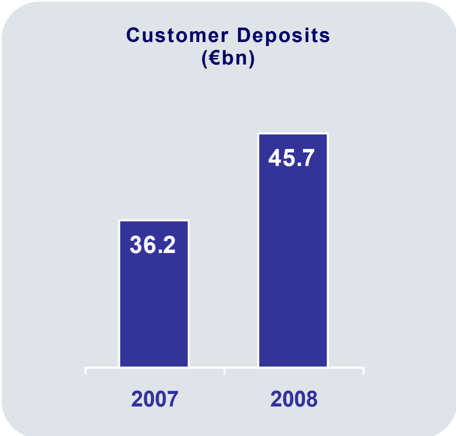
Results Analysis

The unprecedented financial crisis and the global economic recession had a direct impact on banking business in 2008. As expected, and similar to other banks internationally, Eurobank EFG Group results were negatively affected by a number of factors, such as the economic slowdown, deceleration of credit growth, rise in cost of deposits, dislocation of capital markets and prolonged fall of stock markets.

Eurobank EFG responded to the new adverse conditions with a number of initiatives that aim to strengthen the balance sheet of the Group, enhance the relationships with its clients and provide support to the Greek economy and the economies in "New Europe" countries where Eurobank EFG operates. Specifically, priority was given to the quality of the loan portfolio and to the creation of pre-emptive provisions to protect against potential future risks, the more efficient utilization of shareholders funds, liquidity management and deposit gathering in Greece and "New Europe", as well as cost control through the rationalization of the network expansion. Furthermore, Eurobank EFG stands by its clients and supports businesses and households with sense of responsibility, showing flexibility and adaptability to the clients' needs. At the same time, the Group makes use of new financing programs and facilities, such as the Greek government support scheme, the State-backed Credit Guarantee Fund for small and very small businesses, the European Investment Bank etc.

In the current difficult conditions, the Eurobank EFG Group has the support of its major shareholder, who shows his confidence about the prospects of the Bank by increasing gradually his stake in the organization by c2.5% since early autumn.

Liquidity



The Group maintains ample liquidity via its strong deposit base in Greece and abroad, the wide network of over 1,600 branches and points of sale and its ability to get funding from the ECB and other organizations. Customer deposits increased by 26.3% y-o-y and reached €45.7bn in 2008, with new deposits standing at €9.5bn, from €8.4bn in 2007. New deposits funded almost fully new loans in 2008. The robust growth of deposits led to market share gains in all countries the Group operates. Specifically, in Greece, the market share in deposits increased by 70bps. Correspondingly, the loans-to-deposits ratio improved further to 122%, from 126% in 2007.

Lending

Group loans expanded by 22.4% and amounted to €57.1bn, from €46.7bn in 2007. Business Loans rose by 23.5% y-o-y to €30.6bn, whereas loans to households advanced by 21.2% to €26.5bn in 2008.

Asset Quality

The global crisis and the deterioration of the economic conditions led to an anticipated deterioration of the loan portfolio quality. At the end of 2008, the non performing loans ratio stood at 2.7% of the loan book, compared to 2.4% in 2007.

On the back of the tougher economic conditions, the Group increased substantially its provisions stock in 2008 in order to protect against potential future credit losses. In addition to normal provisions, the Group set aside €240m of pre-emptive provisions which burdened the profits of the last quarter. Group normal provisions of €646m represent 1.27% of the average net loans, versus 1.01% in 2007 and cover 74% of NPLs (or 90% including pre-emptive provisions). If collaterals are taken into account, the NPLs coverage ratio exceeds by far 100%.

Capital Adequacy

Eurobank EFG retains strong capital adequacy. At the end of 2008, the Risk Asset Ratio of the Group was 10.4% and the Core Tier 1 ratio was 8.0%. Accounting for the €950m issuance of preference securities to the Greek State, the Tier I ratio stands at 10% and the total risk asset ratio increases to 12.4%.

Interest Income

Group net interest income (NII) recorded a healthy increase of 19% to €2.4bn on the back of the robust credit expansion. NII in "New Europe" grew by 73% and accounted for 32% of the Group's NII. The net interest margin (NII over average assets) remains at 3.2%.

Fee and Commission Income

Total fee and commission income decreased slightly by 2.5% to €618m, as a result of lower fees from capital markets and asset management. The development of the Group's business in "New Europe" led fees from this region to increase by 36% to €243m and to represent 39% of the Group's total fee & commission income.

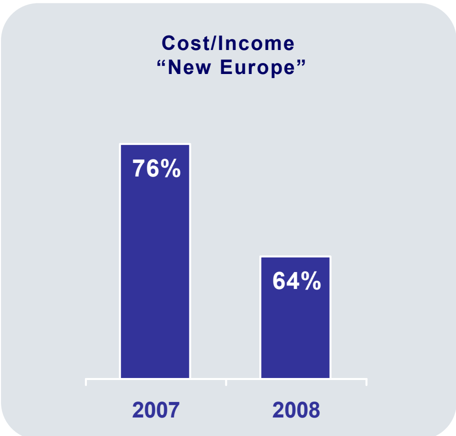
Trading and other income

The widening of the credit spreads for the Greek governments' long-term bonds in the international markets has also impacted bonds issued by the Group, leading to revaluation gains, the vast majority of which have not been accounted for. However, for a small part of the portfolio which is linked to derivative products (hedging) the mark to market gains under IFRS must be recognized and recorded in the P&L. This valuation gain was €160m in the last quarter and was mostly related to 30-year bonds. This amount together with the 4Q'08 profits was set aside to create the extra pre-emptive provisions of €240m.

Total Trading Income from equities, bonds and FX amounted to €219m in 2008, from €138m in 2007. Group total income from trading activities, dividends and other income totaled €274m, against €179m in 2007.

Total Income

Group total revenues were up 16.4%, reaching €3.3bn in 2008. Revenues in "New Europe" increased by 64% y-o-y and stood at €1bn and contributed by 32% to the Group's total revenues.

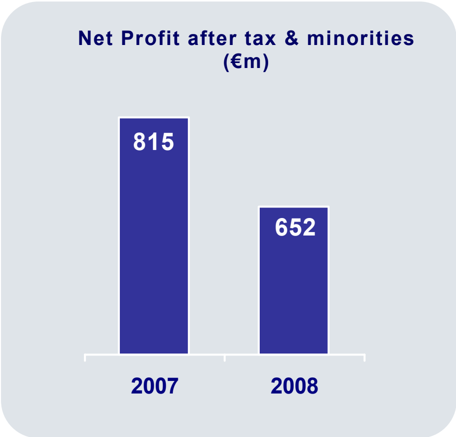


Operating expenses and efficiency

Operating Expenses increased at a decelerating rate of 3.1% in Greece and 10.9% for the Group on a like for like basis[1]. Efforts to contain costs will continue in 2009, where a decrease in Group expenses is anticipated against 2008.

The cost-to-income ratio in Greece remained at low levels (40.2%), while it improved materially in "New Europe" to 64%, from 76% in 2007. The Group's efficiency ratio was 47.8% in 2008.

[1] Excluding Eurobank Tekfen and Ukraine expenses



Profits & Returns

Despite the international crisis and the increased pre-emptive provisions that were taken, the Group generated robust profits in 2008, which amounted to €652m, compared to €815m in 2007. It is noted that net profit stood at €836m in 2008 excluding pre-emptive provisions. Performance in "New Europe" was particularly strong, as net profit from this region reached €137m, from €73m in 2007, contributing by 21% to the total group profitability, versus 8.9% in 2007.

Robust profits led the Returns on Average Assets and Average Equity to reach 0.9% and 15.7% respectively at the end of 2008.

Dividend Policy

According to the draft law submitted by the Ministry of Finance to the Greek Parliament, banks participating in the Government's liquidity support program are not allowed to pay cash dividends to their shareholders. As a result, the Bank will not distribute cash dividends from FY08 profits.

FY 2008 Financial Data

Group's Financial Data	2008	2007	Δ%	New Europe
Net Interest Income	€2.4bn	€2.0bn	19.0%	€769m
Net Banking Fees & Commissions	€543m	€558m	(2.6%)	€238m
Net non-Banking Fees & Commissions	€75m	€76m	(1.9%)	€5m
Total Operating Revenues	€3.3bn	€2.8bn	16.4%	€1.0bn
Total Operating Expenses	€1.6bn	€1.4bn	15.6%	€669m
Impairment losses	€886m	€401m	121.2%	€220m
Income before provisions	€1.6bn	€1.5bn	6.0%	€375m
Profit before tax after minorities	€790m	€1,053m	(25.0%)	€141m
Profit after tax & minorities	€652m	€815m[1]	(20.0%)	€137m

Group Gross Loans	2008	2007	Δ%
Consumer Credit	€11.7bn	€10.6bn	10.5%
Mortgages	€14.8bn	€11.3bn	31.3%
Loans to Households	€26.5bn	€21.9bn	21.2%
Small Business Loans	€9.1bn	€7.6bn	19.4%
SMEs	€11.3bn	€9.5bn	18.7%
Large Corporates	€10.3bn	€7.7bn	33.3%
Total Business Loans	€30.6bn	€24.8bn	23.5%
Total Gross Loans	€57.1bn	€46.7bn	22.4%

Group Financial Ratios	2008	2007
Net Interest Margin	3.2%	3.3%
Cost to Income Ratio	47.8%	48.1%[1]
NPLs	2.7%	2.4%
NPLs Coverage Ratio	74.4%[2]	92.1%
Provisions to net loans	1.3%[2]	1.0%
Core Tier I Ratio	8.0%	9.2%
Total Risk Asset Ratio	10.4%[3]	12.2%
ROA after tax	0.9%	1.4%
ROE after tax & minorities	15.7%	22.4%
EPS	€1.20	€1.59

(1) Including one-off donation to fire victims (€20m)
(2) Excluding the pre-emptive provisions (€240m)
(3) Excluding the issuance of €950m preference securities to the Greek State

EFG EUROBANK ERGASIAS S.A.
Reg. No. 6068/06/B/86/07

CONSOLIDATED BALANCE SHEET

	In € million	
	31 Dec 2008	31 Dec 2007
ASSETS		
Cash and balances with central banks	**4,041**	2,732
Loans and advances to banks	**4,613**	4,577
Financial instruments at fair value through profit or loss	**1,012**	960
Derivative financial instruments	**1,518**	738
Loans and advances to customers	**55,878**	45,638
Investment securities	**12,200**	11,095
Property, plant and equipment	**1,231**	1,120
Intangible assets	**731**	735
Other assets	**978**	794
TOTAL ASSETS	**82,202**	68,389
LIABILITIES		
Due to other banks	**2,792**	2,012
Repurchase agreements with banks	**15,925**	10,754
Derivative financial instruments	**3,077**	1,050
Due to customers	**45,656**	36,151
Debt issued and other borrowed funds	**8,565**	11,238
Other liabilities	**1,564**	1,825
TOTAL LIABILITIES	**77,579**	63,030
EQUITY		
Share capital	**1,378**	1,432
Share premium and other reserves	**2,209**	2,820
Ordinary shareholders' equity	**3,587**	4,252
Preferred securities	**705**	777
Ordinary and preferred shareholders' equity	**4,292**	5,029
Minority interest	**331**	330
Total	**4,623**	5,359
TOTAL EQUITY AND LIABILITIES	**82,202**	68,389

CONSOLIDATED INCOME STATEMENT

	In € million	
	1 Jan - 31 Dec 2008	1 Jan - 31 Dec 2007
Net interest income	**2,385**	2,004
Net banking fee and commission income	**543**	558
Net insurance income	**46**	53
Income from non banking services	**29**	23
Dividend income	**20**	13
Net trading income/(loss)	**172**	33
Gains less losses from investment securities	**47**	105
Other operating income	**35**	28
OPERATING INCOME	**3,277**	2,817
Operating expenses	**(1,566)**	(1,374)
Impairment losses on loans and advances	**(886)**	(401)
PROFIT FROM OPERATIONS	**825**	1,042
Share of results of associates	**(7)**	8
PROFIT BEFORE TAX	**818**	1,050
Income tax expense	**(141)**	(219)
PROFIT FOR THE YEAR	**677**	831
Minority Interest	**25**	16
NET PROFIT FOR THE YEAR ATTRIBUTABLE TO SHAREHOLDERS	**652**	815
Earnings per share - basic and diluted in euros	**1.20**	1.59

Athens, 4 March 2009

Notes: 1.The above information is unaudited.
2.The audited financial statements for the year ended 31 December 2008, as stipulated by the L.2190/1920 a. 135, will be posted to the Bank's website on 24 March 2009. The condensed financial statements, as stipulated by the Ministerial Decree K2-11365/16-12-2008, will be published in the press and will be posted to the Bank's website on the same date.