EUROBANK
Holdings

EUROBANK ERGASIAS
SERVICES AND HOLDINGS S.A.

INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED

30 JUNE 2023

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Interim Balance Sheet

	Note	30 June 2023 € million	31 December 2022 € million
ASSETS			
Due from credit institutions		**55**	57
Investment securities	8	**1,260**	1,275
Shares in subsidiaries	9,13	**4,099**	4,097
Other assets	10	**2**	5
Total assets		**5,416**	5,434
LIABILITIES			
Debt securities in issue	11	**1,260**	1,275
Other liabilities	12	**1**	3
Total liabilities		**1,261**	1,278
EQUITY			
Share capital	13	**816**	816
Share premium	13	**1,161**	1,161
Special reserves		**1,004**	1,004
Other reserves		**1,178**	1,178
Retained earnings/(losses)	13	**(4)**	(3)
Total equity		**4,155**	4,156
Total equity and liabilities		**5,416**	5,434

Notes on pages 5 to 13 form an integral part of these interim financial statements.

Interim Statement of Comprehensive Income

	Note	Six months ended 30 June 2023 € million	2022 € million
Interest income		**46**	30
Interest expense		**(46)**	(30)
Net interest income/(expense)	4	**(0)**	(0)
Other income	5	**2**	2
Operating income		**2**	2
Operating expenses	6	**(6)**	(6)
Loss from operations before impairments		**(4)**	(4)
Impairment losses	8	**0**	(0)
Profit/(Loss) before tax		**(4)**	(4)
Income tax	7	**-**	(0)
Total comprehensive income		**(4)**	(4)

Notes on pages 5 to 13 form an integral part of these interim financial statements.

Interim Statement of Changes in Equity

	Share capital € million	Share premium € million	Reserves and Retained earnings € million	Total € million
Balance at 1 January 2022	816	8,056	(4,712)	4,160
Net profit/(loss)	-	-	(4)	(4)
Total comprehensive income for the six months ended 30 June 2022	-	-	(4)	(4)
Share options plan	-	-	1	1
	-	-	1	1
Balance at 30 June 2022 [(1)]	816	8,056	(4,716)	4,156
Balance at 1 January 2023	**816**	**1,161**	**2,179**	**4,156**
Net profit/(loss)	-	-	(4)	**(4)**
Total comprehensive income for the six months ended 30 June 2023	-	-	**(4)**	**(4)**
Share options plan (note 13)	-	-	2	**2**
	-	**-**	**2**	**2**
Balance at 30 June 2023 [(1)]	**816**	**1,161**	**2,178**	**4,155**
	Note 13	Note 13		

[(1)] *The changes in equity for the periods ended 30 June 2022 and 30 June 2023 do not sum to the totals provided due to rounding.*

Notes on pages 5 to 13 form an integral part of these interim financial statements.

Interim Cash Flow Statement

	Note	Six months ended 30 June 2023 € million	2022 € million
Cash flows from operating activities			
Profit/(loss) before income tax		**(4)**	(4)
Adjustments for :			
Impairment losses	8	**(0)**	0
Depreciation and amortisation		**0**	0
(Income)/losses on debt securities in issue	14	**(15)**	-
(Income)/losses relating to investing activities	14	**15**	-
Other adjustments		**0**	-
		(4)	(4)
Changes in operating assets and liabilities			
Net (increase)/decrease in other assets		**3**	3
Net increase/(decrease) in other liabilities		**(1)**	1
		2	4
Net cash from/(used in) operating activities		**(2)**	(0)
Cash flows from investing activities			
Acquisition of fixed and intangible assets		**-**	(0)
Net cash from/(used in) investing activities		**-**	(0)
Net increase/(decrease) in cash and cash equivalents		**(2)**	(0)
Cash and cash equivalents at beginning of period		**57**	62
Cash and cash equivalents at end of period	14	**55**	62

Notes on pages 5 to 13 form an integral part of these interim financial statements.

1. General information

Eurobank Ergasias Services and Holdings S.A. (the Company or Eurobank Holdings) is the parent company of Eurobank S.A. (the Bank) which along with its subsidiaries (Eurobank S.A. Group) comprise the major part of Eurobank Holdings Group (the Group) (note 9). The Company operates mainly in Greece and through the Bank's subsidiaries in Central and Southeastern Europe. Its main activities relate to the strategic planning of the administration of non-performing loans and the provision of services to its subsidiaries and third parties, while the Eurobank S.A. Group is active in retail, corporate and private banking, asset management, treasury, capital markets and other services. The Company is incorporated in Greece, with its registered office at Othonos Street, Athens 105 57 and its shares are listed on the Athens Stock Exchange.

These interim financial statements were approved by the Board of Directors on 4 August 2023. The Independent Auditor's Report on Review of Condensed Interim Financial Information is included in section B.I of the Financial Report for the period ended 30 June 2023.

2. Basis of preparation and principal accounting policies

These interim condensed financial statements have been prepared in accordance with the International Accounting Standard (IAS) 34 'Interim Financial Reporting' as endorsed by the European Union (EU). The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements for the year ended 31 December 2022. Where necessary, comparative figures have been adjusted to conform to changes in the presentation in the current period. Unless indicated otherwise, financial information presented in Euro has been rounded to the nearest million. The figures presented in the notes may not sum precisely to the totals provided due to rounding.

The accounting policies and methods of computation in these interim financial statements are consistent with those in the financial statements for the year ended 31 December 2022, except as described below (note 2.1).

Going concern considerations

The Company's business strategy and activities are linked to those of its banking subsidiary Eurobank S.A. In this context, the directors monitor closely the capital and liquidity position of the Bank as well as the associated risks, uncertainties and the mitigating factors affecting its operations. The interim financial statements have been prepared on a going concern basis, as the Board of the Directors considered as appropriate, taking into consideration the following:

In the first months of 2023, economic activity in Greece and the other countries in which the Group has a substantial presence, remained in expansionary territory on an annual basis, with the inflation easing and the international economic environment stabilising. More specifically, in Greece, amid strong negative base effects and easing fuel prices, the annual inflation rate based on the Harmonized Index of Consumer Prices (HICP) receded to 2.8% in June 2023, from 4.1% in May 2023 and 11.6% in June 2022, according to the Hellenic Statistical Authority (ELSTAT). The seasonally adjusted unemployment rate decreased to 10.8% in May 2023 from 11.3% in April 2023 and 12.7% in May 2022. In its spring economic forecast (May 2023), the European Commission (EC) forecasts GDP growth rates of 2.4% in 2023 and 1.9% in 2024 (2022: 5.9%). The HICP growth rate is expected to decelerate to 4.2% in 2023 and 2.4% in 2024 (2022: 9.3%), and the unemployment rate to drop to 12.2% and 11.8% respectively (2022: 12.5%). On the fiscal front, the general government primary balance posted a surplus of 0.1% of GDP in 2022 and is expected to post surpluses of 1.9% and 2.5% of GDP in 2023 and 2024 respectively. The gross public debt-to-GDP ratio is expected to decline further to 160.2% and 154.4% in 2023 and 2024 respectively, from 171.3% in 2022.

According to the EC's spring economic forecasts (May 2023), the real GDP in Bulgaria is expected to grow by 1.5% in 2023 and 2.4% in 2024 (2022: 3.4%), while the HICP is expected at 9.4% in 2023 and 4.2% in 2024 (2022: 13%). Respectively, in Cyprus the real GDP growth is forecasted at 2.3% in 2023 and 2.7% in 2024 (2022: 5.6%), while the average annual inflation rate is estimated at 3.8% in 2023 and 2.5% in 2024 (2022: 8.1%).

Growth in Greece and in other countries of presence is expected to receive a significant boost from investment projects and reforms funded by the European Union (EU). Greece shall receive € 30.5 billion (€ 17.8 billion in grants and € 12.7 billion in loans) up to 2026 through the Recovery and Resilience Facility (RRF), Next Generation EU (NGEU)'s largest instrument, out of which € 11.1 billion (€ 5.7 billion in grants and € 5.4 billion in loans) has already been disbursed by the EU and has applied for an additional € 5 billion of RRF loans through the REPowerEU plan. A further € 40 billion is due through EU's long-term budget (MFF), out of which € 20.9 billion are to fund the new National Strategic Reference Frameworks (ESPA 2021–2027).

On the monetary policy front, the Governing Council of the European Central Bank (ECB), in line with its strong commitment to its price stability mandate, has proceeded with nine rounds of interest rate hikes in 2022, and in 2023 (the most recent one in July 2023), raising the three key ECB interest rates by 425 basis points in aggregate. Furthermore, although net bond purchases under the temporary Pandemic Emergency Purchase Programme (PEPP) ended in March 2022, as scheduled, the ECB will continue to reinvest principal from maturing securities at least until the end of 2024, including purchases of Greek Government Bonds (GGBs) over and above rollovers of redemptions. This year, the Greek state, through the Public Debt Management Agency (PDMA), has issued eight bonds of various maturities (5-year, 10-year, 15-year and 20-year, including reopening of past issues), raising a total of € 10.65 billion from international financial markets. As of end March 2023, the cash reserves of the Greek State stood close to € 33 billion, and as of mid-July, its sovereign rating was one notch below investment grade by three of the four External Credit Assessment Institutions (ECAIs) accepted by the Eurosystem (S&P Ratings: BB+, positive outlook; Fitch Ratings: BB+, stable outlook; DBRS Morningstar: BB (high), stable outlook).

Regarding the outlook for the next 12 months the major macroeconomic risks and uncertainties in Greece and our region are as follows: (a) the escalation of the ongoing Russia - Ukraine war and its ramifications on regional and global stability and security, as well as the European and Greek economy, (b) a potential prolongation of the ongoing inflationary wave and its impact on economic growth, employment, public finances, household budgets, firms' production costs, external trade and banks' asset quality, as well as any potential social and/or political ramifications these may entail, (c) the ongoing and potential upcoming central bank interest rate hikes worldwide, and in the euro area in particular, that may exert upwards pressures on sovereign and private borrowing costs, especially those of highly indebted borrowers, deter investments, increase volatility in the financial markets and lead economies to slow down or even a temporary recession, (d) the persistently large current account deficit and the prospect of it becoming once again a structural feature of the country's growth model, (e) the absorption capacity of the NGEU and MFF funds and the attraction of new investments in the country, (f) the effective and timely implementation of the reform agenda required to meet the RRF milestones and targets and to boost productivity, competitiveness, and resilience, (g) the geopolitical developments in the near region and worldwide, and (h) the exacerbation of natural disasters due to the climate change and their effect on GDP, employment, fiscal balance and sustainable development in the long run.

Materialization of the above risks, would have potentially adverse effects on the fiscal planning of the Greek government, as it could decelerate the pace of expected growth and on the liquidity, asset quality, solvency and profitability of the Greek banking sector. In this context, the Group Management and Board, also mindful of the recent banking turmoil across some markets, are continuously monitoring the developments on the macroeconomic, financial and geopolitical fronts as well as the evolution of the Group's asset quality and liquidity KPIs and have increased their level of readiness, so as to accommodate decisions, initiatives and policies to protect the Group's capital and liquidity standing as well as the fulfilment, to the maximum possible degree, of its strategic and business goals in accordance with the business plan for 2023 - 2025.

In the first half of 2023, at the Group level, the net profit attributable to shareholders amounted to € 684 million (first half of 2022: € 941 million). The adjusted net profit, excluding the € 111 million gain arising from the acquisition of the 29.2% shareholding of Hellenic Bank, accounted for as an associate (note 18 of the interim consolidated financial statements of Eurobank Holdings), € 16 million net loss from discontinued operations (note 13 of the interim consolidated financial statements of Eurobank Holdings) and € 9 million restructuring costs (after tax) amounted to € 599 million (first half of 2022: € 755 million), of which € 205 million profit was related to the international operations (first half of 2022: € 97 million profit). The net loss for the company amounted to € 4 million (first half of 2022: € 4 million loss). As at 30 June 2023, the Group's Total Adequacy Ratio (total CAD) and Common Equity Tier 1 (CET1) ratios stood at 18.2% (31 December 2022: 19.2%) and 15.6% (31 December 2022: 16%) respectively and carried the effect of the ending of the 5-year transition period for the recognition of the IFRS 9 impact on the regulatory capital and the reversion to the standardized approach as of 1 March 2023. Pro-forma with the completion of project "Solar" and the sale of Eurobank Direktna a.d. disposal group, the total CAD and CET1 ratios would be 18.8% and 16.1% respectively (note 4 of the interim consolidated financial statements of Eurobank Holdings). The Group completed successfully the 2023 EU-wide stress test (ST), which was coordinated by the European Banking Authority (EBA) in cooperation with the European Central Bank (ECB) and the European Systemic Risk Board (ESRB). Under the severe assumptions of the adverse scenario, at the end of 2025 (third year of ST horizon) the Fully Loaded CET1 ratio with a capital depletion of 220 bps stands at 12.2% (note 4 of the interim consolidated financial statements of Eurobank Holdings).

With regards to asset quality, the Group's NPE formation was positive by € 140 million during the period (second quarter 2023: € 133 million positive, out of which € 119 million referring to a single corporate customer), (first half of 2022: € 10 million, negative excluding Serbia operations). In total, the Group's NPE stock slightly decreased to € 2.2 billion following the classification of

Eurobank Direktna a.d. disposal group as held for sale and other initiatives (31 December 2022: € 2.3 billion), with the NPE ratio remaining stable at 5.2% compared to 31 December 2022. The NPE coverage ratio stood at 73.2% (31 December 2022: 74.6%).

In terms of liquidity, as at 30 June 2023, following the classification of Eurobank Direktna a.d. disposal group as held for sale, the Group deposits stood at € 55.9 billion (31 December 2022: € 57.2 billion), leading the Group's (net) loans to deposits (L/D) ratio to 72.6% (31 December 2022: 73.1%), while the funding from the European Central Bank (ECB) refinancing operations amounted to € 7.4 billion (31 December 2022: € 8.8 billion) (note 21 of the interim consolidated financial statements of Eurobank Holdings). Furthermore, during the period, the Bank proceeded with the issuance of a preferred senior note of € 500 million (note 24 of the interim consolidated financial statements of Eurobank Holdings). As at 30 June 2023, the Bank's MREL ratio at consolidated level stands at 23.17% of RWAs, higher than the interim non-binding MREL targets of 20.53% and 22.93%, which are applicable from January 2023 and January 2024, respectively. The Group Liquidity Coverage ratio (LCR) has been maintained at high level reaching 174.2% (31 December 2022: 173%). In the context of the 2023 ILAAP (Internal Liquidity Adequacy Assessment Process), the liquidity stress tests results indicated that the Bank has adequate liquidity buffer to cover the potential outflows that could occur in all scenarios both in the short term (1 month horizon) and in the medium term (1 year horizon).

Going concern assessment

The Board of Directors, acknowledging the geopolitical, macroeconomic and financial risks to the economy and the banking system and taking into account the above factors relating to (a) the idiosyncratic growth opportunities in Greece and the region for this and the next years, also underpinned by the mobilisation of the already approved EU funding mainly through the RRF, and (b) the Group's pre-provision income generating capacity, asset quality, capital adequacy and liquidity position, has been satisfied that the financial statements of the Company can be prepared on a going concern basis.

2.1 New and amended standards and interpretations adopted by the Company

The following amendments to standards as issued by the International Accounting Standards Board (IASB) and endorsed by the EU that are relevant to the Company's activities apply from 1 January 2023:

IAS 8, Amendments, Definition of Accounting Estimates

The amendments in IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors" introduced the definition of accounting estimates and include other amendments to IAS 8 which are intended to help entities distinguish changes in accounting estimates from changes in accounting policies.

The amendments clarify how accounting policies and accounting estimates relate to each other by (i) explaining that accounting estimates are developed if the application of accounting policies requires items in the financial statements to be measured in a way that involves a measurement uncertainty and (ii) replacing the definition of a change in accounting estimates with the definition of accounting estimates, where accounting estimates are defined as "monetary amounts in financial statements that are subject to measurement uncertainty". In addition, the amendments clarify that selecting an estimation or valuation technique and choosing the inputs to be used constitutes development of an accounting estimate and that the effects of a change in an input or technique used to develop an accounting estimate are changes in accounting estimates, if they do not result from the correction of prior period errors.

The adoption of the amendments had no impact on the interim financial statements.

Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies

IASB issued amendments to IAS 1 "Presentation of Financial Statements" that require entities to disclose their material accounting policies rather than their significant accounting policies.

According to IASB, accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

Furthermore, the amendments explain how an entity can identify material accounting policy information and provide examples of when accounting policy information is likely to be material. The amendments to IAS 1 also clarify that immaterial accounting policy information does not need be disclosed. However, if it is disclosed, it should not obscure material accounting policy information. To support these amendments the Board has also developed guidance and examples to explain and demonstrate the application of the 'four-step materiality process' described in IFRS Practice Statement 2 Making Materiality Judgements to accounting policy disclosures, in order to support the amendments to IAS 1.

The adoption of the amendments had no impact on the interim financial statements, but it may affect the level of information provided in the disclosure of the Company's accounting policies in the annual financial statements.

IAS 12, Amendments, Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The amendments clarify that the exemption on initial recognition set out in IAS 12 'Income Taxes' does not apply for transactions such as leases and decommissioning obligations that, on initial recognition, give rise to equal amounts of taxable and deductible temporary differences. Accordingly, for such transactions an entity is required to recognise the related deferred tax asset and liability, with the recognition of any deferred tax asset being subject to the recoverability criteria in IAS 12. The amendments apply to transactions that occur on or after the beginning of the earliest comparative period presented.

The adoption of the amendments had no impact on the interim financial statements.

3. Significant accounting estimates and judgments in applying accounting policies

In preparing these interim financial statements, the significant estimates, judgments and assumptions made by Management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those applied in the financial statements for the year ended 31 December 2022.

Further information about the key assumptions and sources of estimation uncertainty are set out in notes 7, 8 and 11.

4. Net interest income

	30 June 2023 € million	30 June 2022 € million
Interest income		
Securities	**46**	30
	46	30
Interest expense		
Debt securities in issue	**(46)**	(30)
	(46)	(30)
Total	**(0)**	(0)

The interest expense relates to the subordinated Tier II instruments issued by the Company, while the interest income of a similar amount relates to the subordinated Tier II notes issued by Eurobank S.A. and held by the Company.

5. Other income

In the period ended 30 June 2023, other income, amounting to € 2 million (30 June 2022: € 2 million), consist of € 0.8 million income from IT services (30 June 2022: € 0.9 million) and € 0.7 million income regarding loan portfolio's related services provided to the Bank (30 June 2022: € 0.8 million).

6. Operating expenses

In the period ended 30 June 2023, the operating expenses of € 6 million (30 June 2022: 6 million) mainly consist of: (a) € 2.2 million staff cost (30 June 2022: € 2.1 million) and (b) € 3.3 million other administrative expenses (30 June 2022: € 3.2 million). Administrative expenses include € 2.2 million (30 June 2022: € 2.3 million) insurance premiums relating to the Group's financial lines insurance, including protection for professional liability.

7. Income tax

According to Law 4172/2013 currently in force, the Greek corporate tax rate for legal entities other than credit institutions (i.e. credit institutions that fall under the requirements of article 27A of Law 4172/2013 regarding eligible DTAs/deferred tax credits) is 22%. In addition, the withholding tax rate for dividends distributed, other than intragroup dividends, is 5%. In particular, the intragroup dividends under certain preconditions are relieved from both income and withholding tax.

Based on the management's assessment the Company is not expected to have sufficient future taxable profits against which the unused tax losses can be utilized and accordingly, in the period ended 30 June 2023, no deferred tax has been recognized in the statement of comprehensive income.

Tax certificate and open tax years

For fiscal years starting from 1 January 2016 onwards, pursuant to the Tax Procedure Code, an 'Annual Tax Certificate' on an optional basis, is provided for the Greek entities, with annual financial statements audited compulsorily, which is issued after a tax audit is performed by the same statutory auditor or audit firm that audits the annual financial statements. The Company has opted to obtain such certificate.

The Company's open tax years are 2017-2022. In the second quarter of 2023, the Company received a tax audit mandate by the tax authorities for the tax year 2019 and the relevant tax audit is in progress. The tax certificates, which have been obtained by the Company are unqualified for the open tax years until 2021, while for the year ended 31 December 2022, the tax audit from external auditor is in progress.

In accordance with the Greek tax legislation and the respective Ministerial Decisions issued, additional taxes and penalties may be imposed by the Greek tax authorities following a tax audit within the applicable statute of limitations (i.e. five years as from the end of the fiscal year within which the relevant tax return should have been submitted), irrespective of whether an unqualified tax certificate has been obtained from the tax paying company.

In reference to its total uncertain tax positions, the Company assesses all relevant developments (e.g. legislative changes, case law, ad hoc tax/legal opinions, administrative practices) and raises adequate provisions.

8. Investment securities

As at 30 June 2023, the total carrying amount of the subordinated debt instruments, issued by the Bank, held by the Company and categorised as at amortised cost, amounted to € 1,260 million (31 December 2022: € 1,275 million), including accrued interest of € 17.2 million (31 December 2022: € 32.8 million), € 4.7 unamortized issuance costs (31 December 2022: € 5.2 million) and impairment allowance of € 2.4 million (31 December 2022: € 2.7 million) (12-month ECL). In particular, in the period ended 30 June 2023, the Company recognised in the statement of comprehensive income € 0.3 million gain, in relation to impairment allowance (30 June 2022: € 0.6 million loss). The fair value of the said debt instruments held by the Company was determined based on quotes for the related subordinated Tier II debt instruments issued by the Company (note 11) and amounted to € 1,186 million (31 December 2022: € 1,188 million).

In addition, in the second quarter of 2023, the Company acquired from third parties € 4.6 million debt securities, issued by the Bank, which were classified as financial assets measured at Fair Value through Other Comprehensive Income ('FVOCI'). The abovementioned debt securities were sold to the Bank at the end of June 2023, with an immaterial effect on the Company's operating income (note 16).

9. Shares in subsidiaries

The following is a listing of the Company's subsidiaries held directly as at 30 June 2023:

Name	Percentage holding	Country of incorporation	Line of business
Eurobank S.A.	100.00	Greece	Banking
Be Business Exchanges S.A. of Business Exchanges Networks and Accounting and Tax Services	98.01	Greece	Business-to-business e-commerce, accounting, tax and sundry services

10. Other assets

As at 30 June 2023, other assets amounting to € 2 million (31 December 2022: € 5 million) primarily consist of (a) € 0.1 million (31 December 2022: € 2 million) prepaid expenses mainly for insurance premiums, (b) € 0.5 million (31 December 2022: € 1.7 million) receivables for IT services provided to the Group companies and third parties, (c) € 0.3 million (31 December 2022: € 0.4 million) receivable regarding loan portfolio's related services provided to the Bank and (d) € 0.3 million in relation to property and equipment and intangible assets (31 December 2022: € 0.3 million).

11. Debt securities in issue

In November 2022, the Company announced that it had successfully completed the issuance of €300 million subordinated Tier II debt instruments. The said instruments, mature in December 2032, are callable in December 2027 offering a coupon of 10% per annum and are listed on the Luxembourg Stock Exchange's Euro MTF market. Their carrying amount, as at 30 June 2023, was € 312 million (31 December 2022: € 297 million), including € 4.9 million unamortized issuance costs (31 December 2022: € 5.2 million) and € 17 million accrued interest (31 December 2022: € 2.1 million). Their fair value, at the same date, which was determined by using quotes for identical financial instruments in non-active markets, amounted to € 331 million (31 December 2022: € 302 million).

In January 2018, Eurobank Ergasias S.A. issued subordinated Tier II debt instruments of face value of € 950 million, in replacement of the preference shares, which had been issued in the context of the first stream of Hellenic Republic's plan to support liquidity in the Greek economy under Law 3723/2008. The said instruments, mature in January 2028 and pay fixed nominal interest rate of 6.41%, that shall be payable semi-annually. Their carrying amount, as at 30 June 2023, was € 948 million (31 December 2022: € 978 million), including € 2 million unamortized issuance costs (31 December 2022: € 2.2 million) and € 0.2 million accrued interest (31 December 2022: € 30.6 million). Their fair value, at the same date, which was determined by using quotes for identical financial instruments in non-active markets, amounted to € 855 million (31 December 2022: € 886 million).

12. Other liabilities

As at 30 June 2023, other liabilities amounting to € 1 million (31 December 2022: € 3 million) primarily consist of (a) € 0.5 million (31 December 2022: € 0.8 million) accrued expenses, (b) € 0.6 million (31 December 2022: € 1 million) current payables to suppliers and (c) € 0.2 million (31 December 2022: € 0.2 million) Standard legal staff retirement indemnity obligations.

13. Share capital and share premium

As at 30 June 2023, the par value of the Company's shares is € 0.22 per share (2022: € 0.22). All shares are fully paid. Share capital, share premium and number of shares are as follows:

	Share capital € million	Share premium € million	Number of issued shares
Balance at 30 June 2023	**816**	**1,161**	**3,710,677,508**

Treasury shares

According to paragraph 1 of Article 16c of Law 3864/2010, during the period of the participation of the Hellenic Financial Stability Fund (HFSF) in the share capital of the Company, the Company is not permitted to purchase treasury shares without the approval of the HFSF.

Post balance sheet event

On 20 July 2023, the General Meeting of the Company's Shareholders approved the acquisition of 52,080,673 Company's shares in accordance with article 49 of Law 4548/2018, and in particular the acquisition of all of the Company's shares presently owned by the HFSF and authorized the Board of Directors (BoD) to determine the specific conditions and relevant details for the acquisition, taking into account the supervisory approvals (note 16). The duration for which the approval was granted was set at six months from the day of the General Meeting, while the maximum purchase price was set at € 1.90 per share and the minimum purchase price was set at € 1.10 per share. According to article 49 of Law 4548/2018, the maximum number of shares that the Company may acquire, added together with the shares belonging to the Company from time to time, cannot exceed 10% of its share capital.

Share options

Under the five-year shares award plan approved in 2020 and started in 2021, the executives and personnel of Eurobank Holdings and its affiliated companies are granted share options rights, which are exercised in portions annually during the term of the plan by issuing new shares with a corresponding share capital increase. Each portion may be exercised wholly or partly and converted into shares at the employees' option, provided that they remain employed by the Group until the first available exercise date. The maximum number of rights that can be approved was set at 55,637,000 rights, each of which would correspond to one new share and the exercise price of each new share would be equal to € 0.23.

The share options granted by the Company to executives of Group entities are treated as a contribution by the Company to the Bank, being their parent entity, thus increasing the investment cost of the Company in the latter. Accordingly, in the period ended 30 June 2023, the investment cost of the Company in the Bank increased by € 2.4 million, with a corresponding increase in the Company's equity.

The movement of share options during the period is analysed as follows:

Share options granted	2023
Balance at 1 January 2023	**22,268,322**
Options awarded during the period	-
Options cancelled during the period	(167,844)
Options exercised during the period	-
Balance at 30 June 2023	**22,100,478**

The share options outstanding at the end of the period have the following expiry dates:

Expiry date [1]	Share options 30 June 2023
2023	5,457,932
2024	7,074,513
2025	3,104,194
2026	2,595,139
2027	2,595,139
2028	1,273,561
Weighted average remaining contractual life of share options outstanding at the end of the period	21 months

[1] *Based on the earliest contractual exercise date.*

The terms of the share options granted to the employees of the Group, along with the valuation method and the inputs used to measure the share options, are presented in note 39 of the Group's consolidated financial statements for the year ended 31 December 2022.

14. Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents with original maturities of three months or less, as at 30 June 2023, amount to € 55 million (31 December 2022: € 57 million):

For the period ended 30 June 2023, changes in debt securities in issue arising from accrued interest and amortization of debt issuance costs amount to € 15 million. In addition, changes in income/(losses) on investment securities arising from amortization of discounts and accrued interest amount to € 15 million.

15. Post balance sheet events

Details of post balance sheet events are provided in the following notes:

Note 2 - Basis of preparation and principal accounting policies
Note 13- Share capital and share premium
Note 16- Related parties
Note 17- Board of Directors

16. Related parties

Eurobank Ergasias Services and Holdings S.A. (the Company or Eurobank Holdings) is the parent company of Eurobank S.A. (the Bank).

The Board of Directors (BoD) of Eurobank Holdings is the same as the BoD of the Bank and part of the key management personnel (KMP) of the Bank provides services to Eurobank Holdings according to the terms of the relevant agreement between the two entities. As at 30 June 2023, the percentage of the Company's ordinary shares with voting rights held by the Hellenic Financial Stability Fund (HFSF) stands at 1.40%. The HFSF is considered to have significant influence over the Company pursuant to the provisions of the Law 3864/2010, as in force, including the amendments under law 4941/2022, and the Tripartite Relationship Framework Agreement (TRFA) between the Bank, the Company and the HFSF signed on 23 March 2020 and amended on 3 February 2022. Further information in respect of the HFSF rights based on the aforementioned framework is provided in the section "Report of the Directors and Corporate Governance Statement" of the Annual Financial Report for the year ended 31 December 2022.

In 2023, Eurobank Holdings announced its intention to submit an offer for the buyback of its 52,080,673 shares (corresponding to a participation of 1.4%), presently owned by the HFSF. Following the receipt of the required approval from the regulator in May 2023, the General Meeting of the Company's Shareholders, which was held on 20 July 2023, approved the buyback and authorized the Board of Directors to determine the specific conditions and details of the above transaction (note 13).

Fairfax Group, which holds 32.99% of Eurobank Holdings voting rights as of 30 June 2023 (31 December 2022: 32.99%), is considered to have significant influence over the Company.

In January 2022, an occupational insurance fund ("Institution for occupational retirement provision-occupational insurance fund Eurobank's Group personnel" henceforth "the Fund") was established as a not-for-profit legal entity under Law 4680/2020, for the benefit of the employees of the Company, the Bank and certain other Greek entities of the Group, which constitute the sponsoring employers of the Fund. Accordingly, in line with IAS 24 Related Parties, the Fund is considered to be related party to the Company. For the period ended 30 June 2023, the Company had no material related party transactions with the Fund (for the year ended 31 December 2022, the Company had no related party transactions with the Fund).

A number of transactions are entered into with related parties in the normal course of business and are conducted on an arm's length basis. The outstanding balances of the transactions with the Company's subsidiaries are as follows:

	30 June 2023	31 December 2022
	Subsidiaries [(1)]	Subsidiaries [(1)]
	€ million	€ million
Due from credit institutions	**55.27**	56.67
Investment securities	**1,260.01**	1,274.92
Other assets	**0.49**	1.87
Other liabilities	**0.60**	0.63
	Six months ended 30 June 2023	Six months ended 30 June 2022
Net interest income [(2)]	**45.90**	30.45
Other operating income/(expense)	**0.88**	1.03
Impairment losses	**0.30**	(0.56)

[(1)] The expenses in relation to KMP services provided by the Company's subsidiary Eurobank S.A. are included in Key management compensation disclosed below.
[(2)] For the period ended 30 June 2023, it includes interest income of € 0.06 million on investment securities issued by the Bank, which were purchased from third parties and sold to the Bank during the period (note 8).

As at 30 June 2023, the Company has no outstanding balances nor relating income/expenses associated with transactions with Fairfax Group (31 December 2022: € 0.35 million receivables and operating income related to financial consulting services). In addition, for the period ended 30 June 2023 the Company has recognized operating expenses of € 0.06 million (30 June 2022: € 0.07 million) related to the Group's associate Eurolife FFH Insurance Group Holdings S.A., which is also a member of Fairfax Group.

Key management compensation

In the period ended 30 June 2023, the Company recognized Key management compensation amounting to € 0.1 million that is referring mainly to KMP services provided by Eurobank S.A. in accordance with the relevant agreement (30 June 2022: € 0.1 million).

17. Board of Directors

The Board of Directors (BoD) was elected by the Annual General Meeting (AGM) of the Shareholders held on 23 July 2021 for a three -year term of office that will expire on 23 July 2024, prolonged until the end of the period the AGM for the year 2024 will take place.

Further to that, the AGM of the Shareholders held on 20 July 2023 approved the appointment of Mr. Burkhard Eckes and Mr. John Arthur Hollows as new independent non-executive members of Eurobank Holdings BoD, whose term of office will expire concurrently with the term of office of the other members of the BoD. On the same day (20 July 2023), the BoD decided its constitution as a body, as follows:

G. Zanias	Chairman, Non-Executive Member
G. Chryssikos	Vice Chairman, Non-Executive Member
F. Karavias	Chief Executive Officer
S. Ioannou	Deputy Chief Executive Officer
K. Vassiliou	Deputy Chief Executive Officer
A. Athanasopoulos	Deputy Chief Executive Officer
B.P. Martin	Non-Executive Member
A. Gregoriadi	Non-Executive Independent Member
I. Rouvitha Panou	Non-Executive Independent Member
R. Kakar	Non-Executive Independent Member
J. Mirza	Non-Executive Independent Member
C. Basile	Non-Executive Independent Member
B. Eckes	Non-Executive Independent Member
J. A. Hollows	Non-Executive Independent Member
E. Deli	Non-Executive Member (HFSF representative under Law 3864/2010)

Athens, 4 August 2023

Georgios P. Zanias	**Fokion C. Karavias**	**Harris V. Kokologiannis**
I.D. No AI - 414343	I.D. No AI - 677962	I.D. No AN - 582334
CHAIRMAN OF THE BOARD OF DIRECTORS	CHIEF EXECUTIVE OFFICER	GENERAL MANAGER OF GROUP FINANCE CHIEF FINANCIAL OFFICER