May 28, 2014

1Q2014 Financial Results

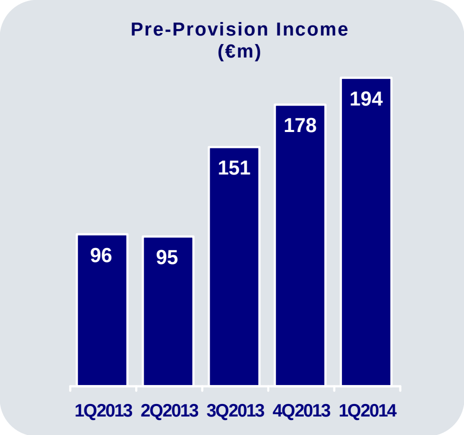
- **Pre-provision income ongoing recovery by 9.0% q-o-q to €194m.**
- **Operating expenses reduced by 12.7% q-o-q and 11.0% y-o-y on a comparable basis.**
- **90dpd formation in Greece down by 11% q-o-q to €599m.**
- **Accumulated credit loss provisions strengthened to €8.2bn and 90dpd loans coverage ratio increased by 40 basis points to 50.3%.**
- **Common Equity Tier I ratio (CET1) at 17.7% post the €2.864m share capital increase.**
- **Exit from ELA, further improvement in the cost of deposits, loans to deposits ratio steadily below 110%.**
- **Bottom-line result at -€207m versus -€913m in 4Q2013.**

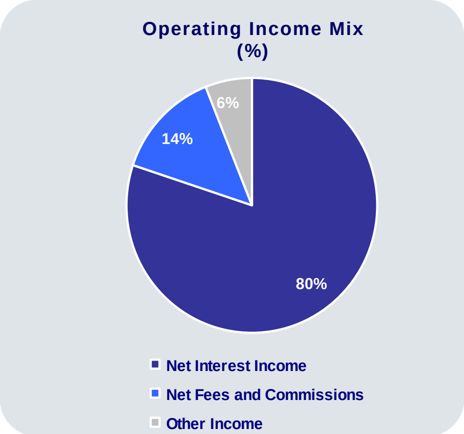
"The results for the first quarter 2014 confirm the positive trends in Eurobank's operating performance. The continuing increase in pre-provision income, the decline of new loans past due and the discontinued usage of ELA funding allow us to be optimistic for the implementation of our strategic plan and further improvement in the next quarters.

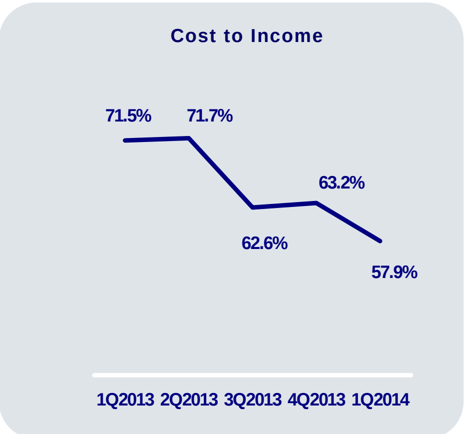
Following the successful completion of the share capital increase, our priorities are the effective management of non-performing loans, the increase in pre-provision income and the financing of the real economy in the context of the overall improved economic climate in Greece."

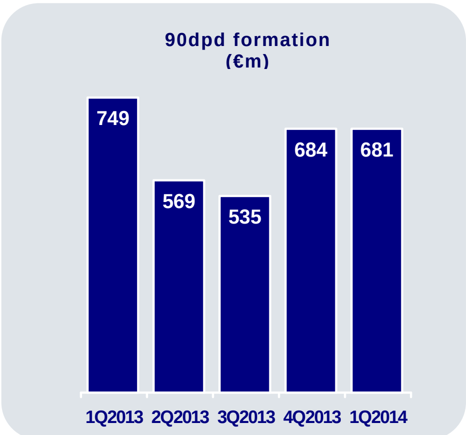
Christos Megalou – CEO

Financial Results Analysis









The recovery in operational performance of Eurobank was reflected for one more quarter in the expansion of **pre-provision income** to €194m, from €178m in 4Q2013 and €96m in 1Q2013. The decrease in the cost of deposits by 21basis points, the exit from ELA and the containment of operating costs were the main contributing factors to this positive development.

Net interest income reached €367m in 1Q2014, versus €386m in 4Q2013, as lending spreads reverted to 3Q2013 levels, international operations interest income was weaker and deleveraging continued, albeit at decelerating pace.

Total fees and commissions amounted to €65m in 1Q2014, versus €64m the respective quarter 2013 and €70m in 4Q2013. 43% of fees and commissions stemmed from lending activities, 14% from insurance business, 12% from mutual funds and asset management, 11% from capital markets, 5% from network activities, and 15% from rental and other income.

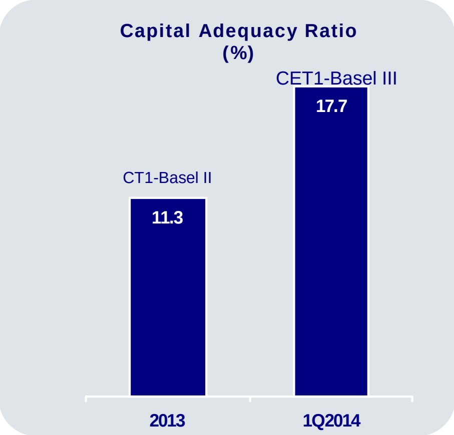
Non-core income remained almost flat q-o-q at €29m in 1Q2014.

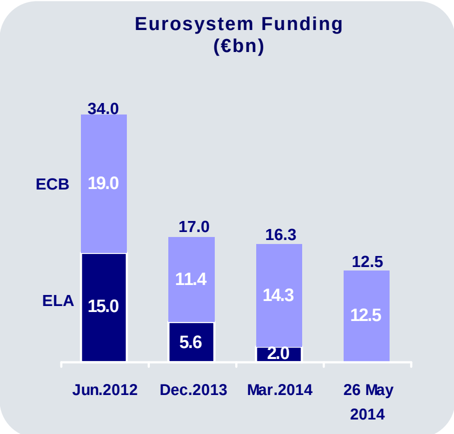
Total operating income reached €461m during the same period, versus €484m in 4Q2013, recording a decline of 4.7%. In Greece total revenues rose to €327m, from €339m in 4Q2013, contributing 71% to total income, while revenues from international operations receded to €134m, from €145m, accounting for 29% of total income.

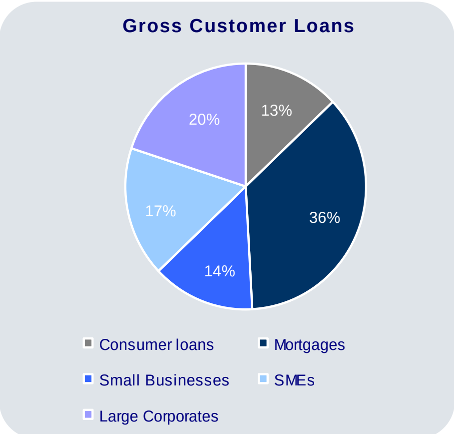
Cost containment continued successfully in 1Q2014, as operating expenses decreased by 12.7% against 4Q2013 to €267m and 11.0% on a comparable basis versus 1Q2013. In terms of region, costs were cut by 14.2% q-o-q in Greece to €196m and 8.3% q-o-q in international operations to €70m. Also, the cost to income ratio improved materially and declined to 57.9% at the end of March 2014, from 71.6% a year ago.

Credit provisions reached €479m in 1Q2014, from €647m the previous quarter, strengthening the accumulated balance sheet provisions to €8.2bn. Therefore, the 90 days past due loans (90dpd) coverage ratio increased by 40 basis points q-o-q to 50.3% at the end of 1Q2014.

The **90dpd ratio** reached 30.9% at the end of March 2014, from 29.4% in December 2013. 90dpd formation decreased by 11.4% in Greece to €599m, from €675m in 4Q2013, while total 90dpd formation (including international formation) amounted to €681m, compared to €684m in 4Q2013.







The bottom-line result totaled -€207m, compared to -€913m in 4Q2013, due to the provisions, which remained at elevated levels.

Balance Sheet Analysis

Total equity reached €4.5bn as at March 31st 2014 and €7.4bn following the €2,864 **share capital increase**, which was successfully completed in early May. The total private sector participation now reaches 64.6% of common shares. At the same time, the capital position of the Bank improved, as pro-forma for the capital increase, **common equity Tier I capital** (CET1- Basel III) reached €6.7bn or 17.7% of risk weighted assets in 1Q2014, compared to 11.3% (CT1 – Basel II) in FY2013.

Eurosystem funding decreased by €0.7bn in 1Q2014 and €4.5bn year-to-date, while Bank of Greece's ELA funding was eliminated post the share capital increase.

Total assets reached €76.0bn at the end of 1Q2014, with **gross customer loans** receding, but at a decelerating pace compared to 4Q2013, to €52.4bn, of which €44.6bn in Greece and €7.9bn in international operations. Business loans amounted to €26.6bn and accounted for 51% of total Eurobank loans, while loans to households stood at €25.8bn, with mortgages constituting 36% and consumer loans 13% of the total portfolio.

Deposits in Greece declined by €762m in 1Q2014, as a result of the reduction evidenced in the domestic banking system during the same period. At the end of March 2014, Eurobank **total customer deposits** reached €40.5bn, €32.2bn in Greece and €8.3bn in international operations. Despite the 1.8% drop in deposits compared to December 2013 levels, the (net) **loans to deposits ratio** remained below 110% to 109.3%, with the respective ratio for the international operations improving further to 84.1%, from 85.9% at 2013 year-end.

Eurobank Financial Results

Major Financial Figures[1]	1Q2014	4Q2013[2]	Change	3Q2013[3]	2Q2013	1Q2013
Net Interest Income	€367m	€386m	-4.9%	€320m	€294m	€270m
Net Fee & Commission Income	€65m	€70m	-7.8%	€69m	€66m	€64m
Total Operating Income	€461m	€484m	-4.7%	€404m	€335m	€336m
Total Operating Expenses	€267m	€306m	-12.7%	€253m	€240m	€240m
Pre-Provision Income	€194m	€178m	9.0%	€151m	€95m	€96m
Credit Loss Provisions	€479m	€647m	-25.9%	€417m	€419m	€417m
Net Income before non-recurring charges	-€189m	-€338m		-€205m	-€243m	-€242m
Net Result after non-recurring charges	-€207m	-€913m		-€285m	-€331m	€375m

Balance Sheet Items	1Q2014	4Q2013
Consumer Loans	€7,132m	€7,285m
Mortgages	€18,682m	€18,786m
Small Business Loans	€7,309m	€7,320m
Large Corporates & SMEs	€19,260m	€19,458m
Total Gross Loans	€52,442m	€52,910m
Total Customer Deposits	€40,525m	€41,250m
Total Assets	€75,995m	€77,586m

Financial Ratios	1Q2014	4Q2013
Net Interest Margin	1.93%	1.98%
Cost to Income	57.9%	63.2%
90 Days Past Due Loans (90dpd)	30.9%	29.4%
90dpd Coverage	50.3%	49.9%
Provisions to average Net Loans	4.29%	5.64%
Common Equity Tier I (CET1)	17.7%[4]	11.3%[5]

[1] Ukraine reclassified as held for sale. Previous quarters restated accordingly for comparability purposes.
[2] Includes New Hellenic Post Bank and New Proton Bank for 3 months.
[3] Includes New Hellenic Post Bank and New Proton Bank for 1 month.
[4] CET1 - Basel III. Pro-forma for the share capital increase.
[5] CT1- Basel II. Pro-forma for the adoption of I.R.B. methodology for the New Hellenic Post Bank.

EUROBANK ERGASIAS S.A.
Company Registration No: 000223001000

CONSOLIDATED BALANCE SHEET

	In € million	
	31 Mar 2014	**31 Dec 2013**
ASSETS		
Cash and balances with central banks	**1,361**	1,986
Loans and advances to banks	**2,444**	2,567
Financial instruments at fair value through profit or loss	**391**	375
Derivative financial instruments	**1,392**	1,264
Loans and advances to customers	**44,292**	45,610
Investment securities	**18,422**	18,716
Property, plant and equipment	**747**	770
Investment property	**712**	728
Intangible assets	**257**	266
Deferred tax asset	**3,207**	3,063
Other assets	**2,273**	2,241
Assets of disposal group classified as held for sale	**497**	-
Total assets	**75,995**	77,586
LIABILITIES		
Due to central banks	**16,290**	16,907
Due to other banks	**10,296**	10,192
Derivative financial instruments	**1,706**	1,558
Due to customers	**40,526**	41,535
Debt issued and other borrowed funds	**517**	789
Other liabilities	**1,866**	2,082
Liabilities of disposal group classified as held for sale	**251**	-
Total liabilities	**71,452**	73,063
EQUITY		
Ordinary share capital	**1,641**	1,641
Share premium and other reserves	**1,323**	1,574
Preference shares	**950**	950
Total equity attributable to shareholders of the Bank	**3,914**	4,165
Preferred securities	**77**	77
Non controlling interest	**552**	281
Total equity	**4,543**	4,523
Total equity and liabilities	**75,995**	77,586

CONSOLIDATED INCOME STATEMENT

	In € million	
	1 Jan - 31 Mar 2014	**1 Jan - 31 Mar 2013**
Net interest income	**367**	270
Net banking fee and commission income	**46**	45
Net insurance income	**9**	11
Income from non banking services	**10**	8
Net trading income	**6**	(4)
Gains less losses from investment securities	**22**	5
Net other operating income	**1**	(0)
Operating income	**461**	335
Operating expenses	**(267)**	(240)
Profit from operations before impairments and non recurring income/(expenses)	**194**	95
Impairment losses on loans and advances	**(479)**	(417)
Other impairment losses	**(40)**	67
Other non recuring income/(expenses)	**100**	(17)
Profit/(loss) before tax	**(225)**	(272)
Income tax	**77**	70
Non recurring tax adjustments	**77**	583
Net profit/(loss) for the period from continuing operations	**(71)**	381
Net profit/(loss) for the period from discontinued operations	**(132)**	(3)
Net profit/(loss) for the period	**(203)**	378
Net profit/(loss) for the period attributable to non controlling interest	**4**	3
Net profit/(loss) for the period attributable to shareholders	**(207)**	375

Note:
The consolidated income statement for the first quarter of 2014 includes the results of New TT Hellenic Postbank group and New Proton Bank, which were incorporated in the Eurobank group's financial statements, from 1 September 2013 prospectively.

Athens, 28 May 2014