



**BANK OF GREECE**  
EUROSYSTEM  
EIGHTY FOURTH YEAR  
**BALANCE SHEET AS AT 31 DECEMBER 2011**  
(in euro)

ASSETS		31.12.2011	31.12.2010	LIABILITIES		31.12.2011	31.12.2010
<b>1. Gold and gold receivables</b>		<b>5,770,281,682</b>	<b>5,005,114,533</b>	<b>1. Banknotes in circulation</b>		<b>22,957,704,380</b>	<b>21,748,281,800</b>
<b>2. Claims on non-euro area residents denominated in foreign currency</b>		<b>982,306,649</b>	<b>1,009,983,571</b>	<b>2. Liabilities to euro area credit institutions related to monetary policy operations denominated in euro</b>		<b>4,703,006,264</b>	<b>10,528,376,123</b>
2.1 Receivables from the International Monetary Fund (IMF)		942,163,589	908,925,790	2.1 Current accounts (covering the minimum reserve system)		2,506,356,264	3,303,376,123
2.2 Balances with banks and security investments, external loans and other external assets		40,143,060	101,057,781	2.2 Deposit facility		1,179,500,000	7,165,000,000
<b>3. Claims on euro area residents denominated in foreign currency</b>		<b>1,018,555,147</b>	<b>283,797,006</b>	2.3 Fixed-term deposits		0	60,000,000
3.1 General government		290,508,741	200,915,553	2.4 Fine-tuning reverse operations		0	0
3.2 Other claims		728,046,406	82,881,453	2.5 Deposits related to margin calls		1,017,150,000	0
<b>4. Claims on non-euro area residents denominated in euro</b>		<b>113,867</b>	<b>165,813</b>	<b>3. Other liabilities to euro area credit institutions denominated in euro</b>		<b>0</b>	<b>0</b>
4.1 Balances with banks, security investments and loans		113,867	165,813	<b>4. Liabilities to other euro area residents denominated in euro</b>		<b>5,553,155,243</b>	<b>2,339,465,608</b>
4.2 Claims arising from the credit facility under ERM II		0	0	4.1 General government		3,838,270,484	781,941,428
<b>5. Lending to euro area credit institutions related to monetary policy operations denominated in euro</b>		<b>76,159,500,000</b>	<b>97,668,800,000</b>	4.2 Other liabilities		1,714,884,759	1,557,524,180
5.1 Main refinancing operations		15,177,500,000	18,023,000,000	<b>5. Liabilities to non-euro area residents denominated in euro</b>		<b>1,041,850,236</b>	<b>766,281,837</b>
5.2 Longer-term refinancing operations		60,942,000,000	78,382,800,000	<b>6. Liabilities to euro area residents denominated in foreign currency</b>		<b>16,178,298</b>	<b>22,321,537</b>
5.3 Fine-tuning reverse operations		0	1,263,000,000	<b>7. Liabilities to non-euro area residents denominated in foreign currency</b>		<b>2,268</b>	<b>56,827</b>
5.4 Structural reverse operations		0	0	7.1 Deposits and other liabilities		2,268	56,827
5.5 Marginal lending facility		40,000,000	0	7.2 Liabilities arising from the credit facility under ERM II		0	0
5.6 Credits related to margin calls		0	0	<b>8. Counterpart of special drawing rights allocated by the IMF</b>		<b>928,426,952</b>	<b>905,349,233</b>
<b>6. Other claims on euro area credit institutions denominated in euro</b>		<b>71,745,340</b>	<b>71,609,150</b>	<b>9. Intra-Eurosystem liabilities</b>		<b>123,244,992,854</b>	<b>95,054,832,880</b>
<b>7. Securities of euro area residents denominated in euro</b>		<b>21,149,321,189</b>	<b>23,860,877,515</b>	9.1 Liabilities related to promissory notes backing the issuance of ECB debt certificates		0	0
7.1 Securities held for monetary policy purposes		7,766,490,399	4,898,275,295	9.2 Net liabilities related to the allocation of euro banknotes within the Eurosystem		18,437,110,570	7,921,552,125
7.2 Other securities of euro area residents denominated in euro		13,382,830,790	18,962,602,220	9.3 Net liabilities arising from balances of TARGET2 accounts		104,750,000,738	87,088,090,137
<b>8. General government long-term debt denominated in euro</b>		<b>6,659,874,462</b>	<b>6,867,002,312</b>	9.4 Other liabilities within the Eurosystem (net)		57,881,546	45,190,618
<b>9. Intra-Eurosystem claims</b>		<b>1,632,798,971</b>	<b>1,600,050,638</b>	<b>10. Items in course of settlement</b>		<b>15,074,984</b>	<b>23,305,724</b>
9.1 Participating interest in the ECB		500,888,380	468,140,047	<b>11. Other liabilities</b>		<b>1,159,632,924</b>	<b>787,477,099</b>
9.2 Claims equivalent to the transfer of foreign reserves to the ECB		1,131,910,591	1,131,910,591	11.1 Off-balance-sheet instruments revaluation differences		2,889	1,719
9.3 Net claims related to the allocation of euro banknotes within the Eurosystem		0	0	11.2 Accruals and income collected in advance		181,090,409	114,941,633
9.4 Net claims arising from balances of TARGET2 accounts		0	0	11.3 Sundry		978,539,626	672,533,747
9.5 Other claims within the Eurosystem (net)		0	0	<b>12. Provisions</b>		<b>3,951,100,114</b>	<b>2,385,419,686</b>
<b>10. Items in course of settlement</b>		<b>317,653</b>	<b>415,701</b>	<b>13. Revaluation accounts</b>		<b>4,049,716,285</b>	<b>3,263,692,564</b>
<b>11. Other assets</b>		<b>54,991,468,016</b>	<b>2,272,489,005</b>	<b>14. Capital and reserves</b>		<b>815,442,174</b>	<b>815,444,326</b>
11.1 Coins		72,132,824	69,322,438	14.1 Capital		111,243,362	111,243,362
11.2 Tangible and intangible fixed assets		827,039,091	755,550,905	14.2 Ordinary reserve		111,243,362	111,243,362
11.3 Other financial assets		29,104,193	29,172,193	14.3 Extraordinary reserve		84,500,000	84,500,000
11.4 Off-balance-sheet instruments revaluation differences		7,256,329	1,653,134	14.4 Special reserve from the revaluation of land and buildings		507,247,856	507,247,856
11.5 Accruals and prepaid expenses		1,203,167,522	988,458,366	14.5 Other special reserves		1,207,594	1,209,746
11.6 Sundry		52,852,768,057	428,331,969	<b>TOTAL LIABILITIES</b>		<b>168,436,282,976</b>	<b>138,640,305,244</b>
<b>TOTAL ASSETS</b>		<b>168,436,282,976</b>	<b>138,640,305,244</b>				

OFF-BALANCE-SHEET ITEMS		31.12.2011	31.12.2010
1. Greek government securities relating to the management of the "Common capital of legal entities in public law and social security funds" according to Law 2469/97		23,415,359,594	22,599,433,438
2. Greek government securities and other securities relating to the management and custody of funds of public entities, social security funds and private agents		6,745,993,739	9,408,108,799
3. Assets eligible as collateral for Eurosystem monetary policy operations and intraday credit		142,876,476,764	162,000,732,695
4. Other off-balance-sheet items		106,545,923,428	10,870,038,657
<b>TOTAL OFF-BALANCE-SHEET ITEMS</b>		<b>279,583,753,525</b>	<b>204,878,313,589</b>

**NOTES:**  
1. Under Article 54A of the Bank's Statute, the financial statements of the Bank of Greece are drawn up in accordance with the accounting principles and rules established by the European Central Bank (ECB) and applying to all members of the European System of Central Banks (ESCB).  
2. The Bank's key for subscription to the ECB's capital fully paid up by all 17 National Central Banks of the Eurosystem is 2.80818%.  
3. Claims/liabilities denominated in euro or foreign currency are broken down into claims on/liabilities to euro area residents and non-euro area residents.  
4. Account balances related to monetary policy operations are disclosed under distinct items.

5. Gold has been valued at the price provided by the ECB as at 30 December 2011: €1,216.864 per fine oz. compared with €1,055.418 as at 31 December 2010.  
6. Claims/liabilities denominated in foreign currency have been converted into euro using the euro foreign exchange reference rates of the ECB as at 30 December 2011.  
7. Marketable securities (other than held-to-maturity) are valued at the mid-market prices of 30 December 2011. Marketable securities classified as held-to-maturity and non-marketable securities are valued at amortised cost subject to impairment. In financial year 2011 no impairment losses incurred.  
8. Fixed assets are valued at cost, with the exception of land and buildings which are valued at market prices determined by independent appraisers, less depreciation.  
9. From 2005 onwards, depreciation of buildings is calculated at a rate of 2.5%, over their expected life (40 years).  
10. "Other off-balance-sheet items" include a promissory note of €20.8 billion (SDR 17.5 billion) issued by the Greek government for the total amount of the loan received from the IMF until 31 December 2011.  
11. In 2011 the assets and liabilities of the former main and supplementary pension funds, were included in the Bank's financial statements (Law 3863/2010 Article 64).  
12. Certain items of the profit and loss account for the year 2010 have been reclassified to ensure comparability with the respective items of the year 2011.

PROFIT AND LOSS ACCOUNT FOR THE YEAR 2011		2 0 1 1	2 0 1 0
		(in euro)	
<b>1. Net interest income</b>		<b>1,468,721,829</b>	<b>825,890,005</b>
1.1 Interest income		2,930,940,084	1,741,334,930
1.2 Interest expense		-1,462,218,255	-915,444,925
<b>2. Net result of financial operations, write-downs and risk provisions</b>		<b>33,468,983</b>	<b>50,321,799</b>
2.1 Realised gains arising from financial operations		33,468,983	50,321,799
2.2 Write-downs on financial assets and positions		-299,303	-21,326,568
2.3 Transfer from provisions for foreign exchange rate, interest rate, credit and gold price risks		299,303	21,326,568
<b>3. Net income from fees and commissions</b>		<b>98,293,953</b>	<b>141,548,446</b>
3.1 Fees and commissions income		100,360,667	143,186,356
3.2 Fees and commissions expense		-2,066,714	-1,637,910
<b>4. Income from equity shares and participating interests</b>		<b>23,770,587</b>	<b>12,288,700</b>
<b>5. Net result of pooling of monetary income</b>		<b>-43,398,113</b>	<b>1,834,971</b>
<b>6. Other income</b>		<b>13,938,443</b>	<b>12,538,894</b>
<b>Total net income</b>		<b>1,594,795,682</b>	<b>1,044,422,815</b>
<b>7. Staff costs and pensions</b>		<b>-286,055,899</b>	<b>-319,516,458</b>
<b>8. Administrative and other expenses</b>		<b>-47,018,524</b>	<b>-48,106,674</b>
<b>9. Depreciation of tangible and intangible fixed assets</b>		<b>-13,642,905</b>	<b>-13,481,729</b>
<b>10. Provisions</b>		<b>-1,151,441,512</b>	<b>-472,865,662</b>
<b>Total expenses</b>		<b>-1,498,158,840</b>	<b>-853,970,523</b>
<b>Profit for the year</b>		<b>96,636,842</b>	<b>190,452,292</b>

**NOTE:**  
Item 5 "Net result of pooling of monetary income", includes amounts regarding the partial release of the provision of €149,522,606 against counterparty risks related to the monetary policy operations of the Eurosystem, first established in 2008 (2011: €32,792,789, 2010: €47,025,589).

**DISTRIBUTION OF PROFIT**  
(Article 71 of the Statute)

	2 0 1 1	2 0 1 0**
		(in euro)
Dividend €0.67 per share (number of shares 19,864,886)*	13,309,473	13,309,473
Extraordinary reserve	0	12,000,000
Additional dividend	0	25,943,542
Tax payment on dividends (tax rate 20%, article 14, paragraphs 9 and 10, Law 3943/2011)	3,327,369	12,395,689
To the Government	80,000,000	126,803,588
	<b>96,636,842</b>	<b>190,452,292</b>

\* The total gross dividend for financial year 2011 amounts to €0.8375 per share compared to €2.60 in the previous year. Dividends are subject to withholding tax of 25% in accordance with article 14 of Law 3943/2011 (paragraphs 1 and 2).  
\*\* The distribution of profit for 2010 is disclosed as conducted according to Law 3943, which was published in 31.3.2011, after the publication of the relevant financial statements (14.3.2011).

Athens, 19 March 2012

THE GOVERNOR

THE DIRECTOR OF THE ACCOUNTS DEPARTMENT

GEORGE A. PROVOPOU LOS

CHRISTOS K. PAKONSTANTINO

This is a translation from the original "INDEPENDENT AUDITOR'S REPORT" issued in the Greek Language

**INDEPENDENT AUDITOR'S REPORT**

To the Shareholders of the BANK OF GREECE S.A.

**Report on the Financial Statements**

We have audited the accompanying financial statements of the BANK OF GREECE S.A. ("the Bank"), which comprise the Balance Sheet as at December 31, 2011, and the income statement, and the statement of profit distribution for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements:** Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting principles prescribed by the European Central Bank (ECB) as adopted by the Bank in article 54A of its Statute, and note 12 in the financial statements concerning the method used to provide for interest rate, foreign exchange rate, credit, gold price and operating risk, and the Accounting Standards prescribed by Greek legislation, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility:** Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements, and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Basis for Qualified Opinion:** From our audit it results that the balance sheet item "Provisions" amounting to €1,939 million includes provisions for pensions and other personnel benefits amounting to €1,465 million (31 December 2010: €1,465 million) and provisions treated as reserves amounting to €474 million arising from the incorporation in the Bank, in the current year, of the former pension funds in relation to the main and auxiliary pensions, for its personnel, for which we were unable to obtain audit evidence concerning their calculation and consequently we are unable to evaluate the adequacy of such provision.

**Qualified Opinion:** In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the BANK OF GREECE S.A. as at December 31, 2011, and of its financial performance for the year then ended in accordance with the accounting principles prescribed by the European Central Bank as adopted by the Bank in article 54A of its Statute and note 12 in the financial statements concerning the method used to provide for interest rate, foreign exchange rate, credit, gold price and operating risk, and the Accounting Standards prescribed by Greek legislation.

**Emphasis of Matter:** Without any further prejudice to our opinion, we refer to Note 7 of the financial statements of the Bank and we note the fact that for all of the Greek Government Bonds held by the Bank in its securities portfolio that have been classified as held to maturity, from the yearly impairment test carried out by the ECB and the Bank it showed that there is no need for the provision of impairment losses.

**Report on Other Legal and Regulatory Requirements:** We confirm the reconciliation and correspondence of the information given in the Report of the Governor with regard to the income statement for the year ended 2011 with the attached financial statements, according to articles 43a and 37 of the Law 2190/1920.

Athens, 19/03/2012

THE CERTIFIED AUDITORS ACCOUNTANTS

Christodoulos Seferis  
(Registration Number of the Greek Body of Chartered Accountants 23 431)

Sofia Kalomenides  
(Registration Number of the Greek Body of Chartered Accountants 13 301)

Ernst & Young (Hellas) S.A.  
Certified Auditors Accountants  
(Registration Number of the Greek Body of Accountants 107)  
11th km National Road Athens-Lamia  
144 51 Metamorfofi Attiki