



PIRAEUS BANK S.A.

General commercial registry number 225501000
(Former Companies registration number 6065/06/B/86/04)
Head Office: 4, Amerikis st., 105 64, Athens, Greece

FINANCIAL STATEMENTS INFORMATION FOR THE YEAR ended as at December 31st, 2015

(Published according to Codified Law 2190/1920, art. 135 for companies preparing annual financial statements, consolidated or not, in accordance with IFRS)

The figures presented below, derive from the financial statements and aim to a general information about the financial position and results of Piraeus Bank S.A. and Piraeus Bank Group. We therefore recommend the reader, prior to making any investment decision or other transaction concerning the Bank, to visit the Bank's web site, where the set of financial statements is posted, as well as the auditor's report.

COMPANY'S PROFILE

Responsible Authority: Ministry of Economy, Development and Tourism
Company's web site: www.piraeusbankgroup.com
Date of Approval by the Board of Directors of Financial Statements: March, 30th 2016
The Certified Auditor: Dimitrios A. Sourbis
Auditing Company: PricewaterhouseCoopers S.A.
Type of Auditor's Report: Non qualified - Emphasis of matter
Emphasis of matter: Without qualifying our opinion, we draw attention to the disclosures made in note 2.1 to the consolidated financial statements, which refer to the material uncertainties associated with the current economic conditions in Greece and the ongoing developments that could adversely affect the going concern assumption.

BOARD OF DIRECTORS COMPOSITION
(at the date of approval of financial statements)

Michalis G. Sallas Chairman of the Board
Apostolos S. Tamvakakis Independent Non Executive Vice Chairman
Stavros M. Lekkakos Managing Director & C.E.O.
Charikleia A. Apalagaki Authorized Executive Director
Argyro A. Athanasiou Independent Non Executive Member
Chryso D. Kyriazi Independent Non Executive Member
Petros A. Pappas Independent Non Executive Member
David R. Haxel Independent Non Executive Member
Iakovos G. Georganas Non Executive Member
Valentinos S. Fofaris Non Executive Member
Erichos Th. Vassilekis Non Executive Member
Alexander Z. Blades Non Executive Member
Andreas W. Schulthies Non Executive Member
Akismin K. Bertis HFSF Representative (Law 3864/2010)
Gerassimos K. Tsiparapas Greek Government Representative (Law 3723/2000)

STATEMENT OF CHANGES IN EQUITY

Table with columns: Amounts in thousand euros, GROUP, BANK, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014. Rows include Opening balance, Total comprehensive income for the year net of tax, Increase of share capital, Share capital increases from expenses, Preferred shares repurchase, Prior year dividends of ordinary shares, (Purchases) Sales of treasury shares, Acquisitions, disposals, absorptions, liquidation and movement in participating interest, Closing balance.

CASH FLOW STATEMENT

Table with columns: Amounts in thousand euros, GROUP, BANK, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014. Rows include Net cash inflow/outflow from continuing operating activities, Net cash inflow/outflow from discontinued operating activities, Total inflows/outflows from operating activities, Net cash inflow/outflow from continuing investing activities, Total inflows/outflows from investing activities, Net cash inflow/outflow from continuing financing activities, Total inflows/outflows from financing activities, Net increase/decrease in cash and cash equivalents of the year, Total inflows/outflows for the year, Cash and cash equivalents at the beginning of the year, Cash and cash equivalents at the acquisition date of assets and liabilities of Panellina Bank, Cash and cash equivalents at the end of the year.

STATEMENT OF FINANCIAL POSITION

Table with columns: Amounts in thousand euros, GROUP, BANK, 31 December 2015, 31 December 2014, 31 December 2015, 31 December 2014. Rows include ASSETS: Cash and balances with Central Banks, Loans and advances to credit institutions, Financial instruments at fair value through profit or loss, Derivative financial instruments - assets, Reserve repos with customers, Loans and advances to customers (net of provisions), Available for sale securities, Debt securities - receivables, Held to maturity, Assets held for sale, Investments property, Investments in subsidiaries, Investments in associated undertakings, Property, plant and equipment, Intangible assets, Deferred tax assets, Other assets, Assets from discontinued operations, TOTAL ASSETS.

LIABILITIES

Table with columns: Amounts in thousand euros, GROUP, BANK, 31 December 2015, 31 December 2014, 31 December 2015, 31 December 2014. Rows include Due to credit institutions, Due to customers, Liabilities at fair value through profit or loss, Derivative financial instruments - liabilities, Debt securities in issue, Current income tax liabilities, Deferred tax liabilities, Retirement benefit obligations, Other provisions, Other liabilities, Hybrid capital and other borrowed funds, Hybrid capital (Tier I), Subordinated debt capital (Tier II), Liabilities from discontinued operations, Total Liabilities.

EQUITY

Table with columns: Amounts in thousand euros, GROUP, BANK, 31 December 2015, 31 December 2014, 31 December 2015, 31 December 2014. Rows include Share Capital, Share premium, Contingent Convertible bonds, Less: Treasury shares, Other reserves and retained earnings, Amounts recognized directly in equity relating to non-current assets from discontinued operations, Capital and reserves attributable to equity holders of the parent entity, Total equity, TOTAL LIABILITIES AND EQUITY.

STATEMENT OF TOTAL COMPREHENSIVE INCOME

Table with columns: Amounts in thousand euros, GROUP, BANK, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014, 1 Jan - 31 Dec 2015, 1 Jan - 31 Dec 2014. Rows include Continuing operations, Discontinued operations, Total, Continuing operations, Discontinued operations, Total, Interest and similar income, Interest expense and similar charges, Net interest income, Fee and commission income, Fee and commission expense, Net fee and commission income, Dividend income, Net income from financial instruments designated at fair value through profit or loss, Results from investment securities, Total equity income, Staff costs, Administrative expenses, Depreciation and amortisation, Total operating expenses before provisions, Profit before provisions, impairment and income tax, Provisions and impairment, Share of profit of associates, Profit/(Loss) before tax, Income tax, Profit/(Loss) after tax (A), Less: Non controlling interest, Profit/(Loss) after tax attributable to equity holders of the parent entity, Other comprehensive income, net of tax (B), Total comprehensive income for the period, net of tax (A+B), -Attributed to equity holders of the parent entity, Non-controlling interest, Profit/(Loss) after tax per share (in euros): - Basic and diluted.

Notes: 1) The accounting policies, adopted by the Bank and the Group according to the International Financial Reporting Standards (IFRS), have been applied in consistency with those of the previous financial year. Relevant disclosure is 2.2 of the Bank's and the Group's Annual Financial Statements. 2) Property, plant and equipment are free of material liens or encumbrances. 3) The unaudited tax years of the Bank and the Group subsidiaries are presented in note 14 of the Bank's Financial Statements and in notes 15 and 20 of the Consolidated Financial Statements as at 31.12.2015 respectively. 4) The Bank's provisions for outstanding litigations amount to € 13.5 million, whereas the Group's provision amounts to € 19.3 million from continuing operations and € 8.2 million from discontinued operations. The provision raised for the tax differences that may arise during the finalization of the tax audit, which is included in the current tax liabilities, amounts for the Group to € 1.0 million from continuing operations and € 2.8 million from discontinued operations. Other provisions amount for the Bank to € 2.0 million from continuing operations and for the Group to € 16.3 million from continuing operations and € 483.5 million for the discontinued operations, relating mostly to insurance provisions. Relevant reference to other provisions is provided in notes 37 and 38 of the Stand alone and the Consolidated Financial Statements respectively. 5) The companies which have been consolidated as at 31/12/2015, apart from the parent company Piraeus Bank S.A., are included in note 26 of the Consolidated Financial Statements. Note 26 includes information about the country of incorporation, the percentage of holding by the Group, as well as the applied consolidation method. The direct shareholding percentages by the Bank are included in note 25 of the Bank's Financial Statements. 6) The following companies that are consolidated under the full method of consolidation as at 31/12/2015, had not been included in the consolidation as at 31/12/2014: a) 'ETVA Financial Management S.A.', b) 'ETVA Development S.A.', c) 'Cyprus Leasing S.A.', d) 'Piraeus ACT Services S.A.', e) 'A.C.T. B.A.S. S.A.', f) 'Trastor Real Estate Investment Company', g) 'Rembo S.A.', h) 'Alexandros Estilias SRL', i) 'Gamma Asset Management EOOD', j) 'Delta Asset Management EOOD', k) 'Bestcor Limited', l) 'Bestcor Bugaria EOOD' and m) 'Societate Comercial pentru Serviciile Financiare' numbered (a)-(m) were consolidated under the full method of consolidation as at 30/9/2015, as well. The companies numbered (a)-(b) were established in December 2014 and started operating during the 1st quarter of 2015. The company numbered (c) was fully acquired in February 2015 and as a result, it was included in the subsidiaries' portfolio. The financial results of the company are included in the Financial Statements of the Bank for the period 1/1 - 31/12/2015, whereas for the period 1/1 - 31/12/2014 the company was consolidated as a subsidiary. The company numbered (d) was transferred during the 1st quarter of 2015 from the associated portfolio due to the company numbered (e) which was disposed of as a result, the company was transferred to the Available for sale portfolio. The company numbered (f) has been liquidated and removed from the subsidiaries' portfolio due to acquisition of control. Consequently, its 100% subsidiary company numbered (g) has become a subsidiary of the Group. The company numbered (h) was acquired in June 2015, whereas the company numbered (i) was established in September 2015. The company numbered (j) was established in November 2015, whereas the company numbered (k) was acquired in December 2015. Consequently, its 100% indirect subsidiary numbered (l), as well as its 100% indirect subsidiary numbered (m), were classified in the subsidiaries' portfolio of the Group. The companies: a) Integrated Services Systems Co., b) Piraeus Bank (Cyprus) Nominees Ltd, c) Parking Kosmopolis S.A., d) Piraeus Insurance - Reinsurance Broker Roma S.R.L., e) Piraeus Bank Egypt S.A.E., f) Piraeus Bank Egypt Leasing Co., g) Piraeus Bank Egypt Investment Company, h) Holding Spectacles S.A. and i) Visa Rent A Car S.A. that were fully consolidated as at 31/12/2014, are not included in the consolidation as at 31/12/2015. In April 2015, 98% of the share capital of the company numbered (n) was acquired by the parent company and the company was transferred to the Available for sale portfolio. The company numbered (o) has been liquidated and removed from the relevant Registry in April 2015, whereas the company numbered (p) was merged through absorption with Kosmopolis A Shopping Centers S.A. in June 2015. The company numbered (q) was disposed in October 2015. The company numbered (r) was disposed in November 2015 and as a result, its subsidiaries numbered (s)-(g) are no longer included in Piraeus Bank Group. The relevant event didn't result in a change above 25% of the turnover or the profit after tax or the total equity attributable to the shareholders. The company numbered (h) was deleted from the General Commercial Registry in December 2015, whereas the company numbered (i) was merged through absorption with Olycom Commercial & Tourist Enterprises S.A. in December 2015. The companies: Estia Mortgage Finance PLC, 'Estia Mortgage Finance II PLC', 'Axis Finance PLC', 'Axis Finance III PLC', 'Axis IV APC Limited', 'Praxis I Finance PLC', 'Praxis II Finance PLC', 'Praxis III APC Limited', 'Kion Mortgage Finance PLC', 'Kion Mortgage Finance No.3 Pte' and 'Kion Collo Finance No. 1 Pte' are consolidated as special purpose entities. Note 47 of the Consolidated Financial Statements includes information about the changes in the subsidiaries' portfolio of the Group. In addition, when the 4th quarter of 2015, 'Praxis Bank Cyprus LTD' was transferred from the subsidiaries' portfolio to the assets held for sale, as the classification criteria of IFRS 5 are met. Therefore, the disposal of 'ATE Insurance S.A.', 'ATE Insurance Romania S.A.', 'Piraeus Bank Cyprus' group of companies and all 'Piraeus Bank Egypt' group company until the date of their disposal (10/11/2015), are presented as 'Discontinued operations'. Relevant are the notes 14, 26 and 50 of the Consolidated Financial Statements. The subsidiaries that are excluded from the consolidation are as follows: a) 'Adelmos Mines S.A.', b) 'Heleneic Industry of Aluminium S.A.', c) 'SELVPS S.A.', d) 'Blue Group Ltd', e) 'Piraeus Bank Congress Centre' and f) 'The Museum Ltd'. 'Piraeus Bank Group Cultural Foundation' is a subsidiary of the Bank. The companies numbered (g)-(h) have been liquidated and removed from the subsidiaries' portfolio. The company numbered (i)-(j) have been dissolved and set under liquidation. The companies numbered (k)-(l) have not started operating yet. The companies numbered (m)-(v) have an exclusive scope (the participation in special purpose vehicles for the securitization of loans and the issuance of debt securities, which are consolidated within the Group through the special purpose vehicles). The consolidation of the above mentioned companies does not have significant effect on the financial position and result of the Group. 7) The following companies that are consolidated under the equity method of accounting as at 31/12/2015, had not been included in the consolidation as at 31/12/2014: a) 'Lithus Aquaculture S.A.', b) 'Selonda Aquaculture S.A.' and c) 'Nireus Aquaculture S.A.'. From these companies, the companies numbered (a)-(b) were consolidated under the equity method of accounting as at 30/9/2015, as well. The company numbered (a) was established in January 2015, whereas the company numbered (b) was acquired in March 2015. The company numbered (c) was transferred in October 2015 from the available for sale portfolio due to acquisition of significant influence. The following companies that were consolidated under the equity method of accounting as at 31/12/2014, have not been included in the consolidation as at 31/12/2015: a) 'Piraeus ACT Services S.A.', b) 'Trastor Real Estate Investment Company', c) 'AIK BANK', d) 'Alexandria for Development & Investment' and e) 'Nile Shores Company'. The companies numbered (a) and (b) were transferred during the 1st quarter of 2015 to the subsidiaries' portfolio due to acquisition of control, whereas the company numbered (c) was disposed in March 2015. The companies numbered (d) - (e) were included in the group of Piraeus Bank Egypt, which was disposed in November 2015. The associate company 'Erythraia S.A. Agricultural Development Company' has been excluded from the consolidation under the equity method of accounting since it is under its status. Note 47 of the Consolidated Financial Statements includes information about the changes in the associates' portfolio of the Group. 8) The Group's balances with related parties for the financial year 1/1 - 31/12/2015 are as follows: a) with Members of the BoD and key management personnel: assets € 22.1 million, liabilities € 7.5 million, income € 0.4 million and expense € 0.1 million and remuneration € 8.6 million b) with other related parties: assets € 41.9 million, liabilities € 13.4 million, letters of guarantee € 3 million, income € 1.7 million and expense € 1.5 million, c) with associates: assets € 1,118.5 million with aggregate provisions of € 65.6 million, liabilities € 78.5 million, letters of guarantee € 17.3 million, income € 6.0 million and expense € 2.1 million. The Bank's balances with related parties are as follows: a) with Members of the BoD and key management personnel: assets € 22.1 million, liabilities € 6.0 million, income € 0.4 million and remuneration € 8.6 million, b) with other related parties: assets € 41.9 million, liabilities € 4.6 million, letters of guarantee € 4.6 million, income € 1.7 million and expense € 1.2 million, c) with associates: assets € 3,546.2 million, liabilities € 80.8 million, letters of guarantee € 165.5 million, income € 83.2 million and expense € 12.4 million, d) with associates: assets € 1,094.1 million with aggregate provisions of € 65.6 million, liabilities € 78.3 million, letters of guarantee € 17.3 million, income € 5.18 million and expense € 8.3 million. It is noted that there were no transactions with the HFSF in year 2015. 9) As at 31/12/2015, subsidiary company of Piraeus Group owned a total number of 1,878,633 treasury shares of the parent company Piraeus Bank S.A., at a value of € 460 thousand. The Bank did not hold any treasury shares as at 31/12/2015. Relevant information is provided in note 42 of the Consolidated Financial Statements. 10) At the Statement of Total Comprehensive Income of the Consolidated and Stand alone Financial Statements, 'Other comprehensive income, net of tax' includes amounts that can be reclassified in the Income Statement, the change in currency translation reserve of € - 11.8 million from continuing operations and € - 10.8 million from discontinued operations for the Group and the change in available for sale portfolio of € 78.7 million from continuing operations and € 3.5 million from discontinued operations for the Group and € 7.5 million for the Bank. In addition, 'Other comprehensive income, net of tax' includes amounts that can not be reclassified in the Income Statement, the change in reserve of defined benefit obligations of € 25.3 million from continuing operations and € 2.1 million from discontinued operations for the Group and € 24.4 million for the Bank. 11) For fiscal years 2014 and 2015 there is no distributable profit or relevant amounts related to distributable reserves, according to the requirements of the Article of Association and the Law. Therefore, article 44 of Law 2190/1920 applies and consequently, payment of dividends by cash or shares is not allowed. Therefore, the Annual Ordinary General Meeting of Shareholders, held on 28/6/2015, decided not to distribute dividend for the fiscal year 2014. For the same reasons, the Board of Directors of Piraeus Bank will propose the non-distribution of dividends for the fiscal year 2015 in the Annual Ordinary General Meeting of Shareholders of 2016. 12) On 17/4/2015, Piraeus Bank acquired the 'healthy' segments of the assets and liabilities of former Panellina Bank S.A. for a consideration of € 17.1 million. Piraeus Bank applied the rules of IFRS 3 'Business Combinations' and completed within 12 months from the acquisition date the allocation of the acquired net cost of former Panellina Bank S.A. to the assets and liabilities acquired. Relevant information is provided in notes 47 and 49 of the Stand alone and Consolidated Financial Statements respectively. 13) In accordance to the decision of the Bank's Extraordinary General Meeting of Shareholders held on 15/11/2015, which was further specified by its Board of Directors' decisions of 20/11/2015 and 22/12/2015, the Bank proceeded to share capital increase that was covered as follows: a) amount of € 1,340,000,000 through private placement, was payment in cash, b) amount of € 581,649,044.40 by capitalization of liabilities, equivalent to payment in cash, and c) amount of € 680,000,000 through the contribution in kind of ESM bonds. Following the completion of the share capital increase, the share capital of the Bank amounts on 31/12/2015 to € 2,619,954,984.00, divided into 8,733,183,280 ordinary registered shares with a nominal value of € 0.30 each. 14) The figures of comparative periods in the Financial Statements of the Group and the Bank were restated as presented in the notes 48 and 50 of the Stand alone and the Consolidated Financial Statements respectively. 15) The Events subsequent to the end of year are presented in notes 50 and 53 of the Stand alone and the Consolidated Financial Statements respectively. 16) On December 31st 2015, the number of staff employed by the Bank was 14,326 people (31/12/2014: 14,418 people) and by the Group 20,719 people (31/12/2014: 22,372 people) out of which 529 people relate to discontinued operations (31/12/2014: 199 people).

CHAIRMAN OF THE BOARD OF DIRECTORS

MANAGING DIRECTOR & C.E.O.

CHIEF FINANCIAL OFFICER

DEPUTY CHIEF FINANCIAL OFFICER

MICHALIS G. SALLAS

STAVROS M. LEKKAKOS

GEORGE I. POULOPOULOS

KONSTANTINOS S. PASCHALIS