IRF European Finance Investments Ltd

Consolidated Interim Financial Statements for three-month period ended 31 March 2011

In accordance with International Financial Reporting Standards

The accompanying consolidated interim financial statements of IRF European Finance Investments Ltd ("IRF") and its subsidiaries (together "the Group"), for the three-month period ended 31 March 2011 were approved by the Company's Board of Directors on 29 August 2011.

Contents

BOARD OF DIRECTORS

Name	Position
Angeliki Frangou	Chairman, Non – Executive Director
Sheldon Goldman	Deputy Chairman, Non – Executive Director
Loukas Valetopoulos	Chief Executive Officer, Director
Alexander Meraclis	Secretary of the Company and Non – Executive Director

Report On Review of Interim Financial Information

To the Shareholders of IRF European Finance Investments Ltd

Introduction

We have reviewed the accompanying consolidated condensed statement of financial position of IRF European Finance Investments Ltd (the "**Company**") and its subsidiaries (the "**Group**") as of 31 March 2011 and the related consolidated condensed statement of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the selected explanatory notes that comprise the interim financial information.

Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standards as adopted by the European Union and apply for interim financial reporting (International Accounting Standard "**IAS 34**"). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Athens, 29 August 2011

The Chartered Accountant

Panagiotis Christopoulos
SOEL Reg. No 28481

Grant Thornton

Chartered Accountants Management Consultants
56, Zefirou str., 175 64, Palaio Faliro, Greece
Registry Number SOEL 127

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amounts presented in € '000	Note	1/1 - 31/03/2011	1/1 - 31/03/2010
Income			
Interest and similar income	**6**	1,051	439
Exchange differences		-	6,205
Realised gain from disposal of financial assets held for trading		-	145
Unrealised gain from valuation of financial assets held for trading		1,164	2,243
Unrealised gain from valuation of derivative financial instruments		570	-
Total operating income		**2,786**	**9,031**
Expenses			
Interest and similar expenses	**6**	(2,540)	(2,248)
Exchange differences		(1,888)	-
Realised loss from derivative financial instruments		-	(4)
Impairment losses on available-for-sale financial assets	**5**	(3,342)	(25,981)
Management fees		(25)	(25)
Other operating expenses		(182)	(87)
Share of profits / (losses) of associates		(17)	(10)
Total operating expenses		**(7,994)**	**(28,355)**
(Loss)/Profit for the period		**(5,208)**	**(19,324)**
Less: Income tax		-	-
(Loss)/Profit after tax		**(5,208)**	**(19,324)**
Other comprehensive income			
Current year gains/(losses) from revaluation of available for sale portfolio		8,276	(1,704)
Exchange differences on translating foreign operations		(14)	(7)
Other comprehensive income for the period net of tax		**8,262**	**(1,711)**
Total comprehensive income for the period after tax		**3,054**	**(21,035)**
Profit after tax attributable to:			
Owners to the parent Company		(5,208)	(19,324)
Total comprehensive income attributable to:			
Owners to the parent Company		3,054	(21,035)
(Loss)/Earnings per share attributable to parent company's shareholders (€/share)			
- Basic and diluted	**12**	(0.04)	(0.15)

The notes on the following pages form an integral part of these consolidated interim financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts presented in € '000	Note	31 March 2011	31 December 2010
ASSETS			
Non-current assets			
Investments in associates		387	429
Derivative financial instruments	9	2,725	-
Debt securities	9	48,196	-
Investment portfolio	8	96,015	84,563
Total non-current assets		**147,324**	**84,992**
Current assets			
Trading portfolio and other financial assets at fair value through profit & loss	7	24,273	74,517
Loans and receivables		7,604	8,010
Other assets		121	138
Cash and cash equivalents		2,193	653
Total current assets		**34,191**	**83,318**
TOTAL ASSETS		**181,515**	**168,310**
EQUITY AND LIABILITIES			
Shareholders equity			
Share capital	11	162	162
Share premium	11	363,079	363,079
Revaluation reserve		8,276	-
Other reserves		(2)	12
Retained (losses) /earnings		(360,773)	(355,565)
Total equity attributable to shareholders' of the parent Company		**10,741**	**7,687**
TOTAL EQUITY		**10,741**	**7,687**
LIABILITIES			
Non-current			
Long term loans	10	170,281	160,154
Deferred tax liability		165	175
Total non-current liabilities		**170,446**	**160,330**
Current liabilities			
Other liabilities		327	293
Total current liabilities		**327**	**293**
TOTAL LIABILITIES		**170,773**	**160,623**
TOTAL LIABILITIES AND EQUITY		**181,515**	**168,310**

The notes on the following pages form an integral part of these consolidated interim financial statements.

Angeliki Frangou	Loukas Valetopoulos
Chairman, Non – Executive Director	Chief Executive Officer, Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

		Attributable to shareholders of the Parent Company					
Consolidated Statement of Changes in Equity	**Note**	**Share Capital**	**Share Premium**	**Revaluation Reserve**	**Other Reserves**	**Retained Earnings / (losses)**	**Total**
Amounts presented in € '000							
Opening balance as at 1st January 2011	**11**	**162**	**363,079**	**-**	**12**	**(355,565)**	**7,687**
Loss for the period 01/01-31/03/2011		**-**	**-**	**-**	**-**	**(5,208)**	**(5,208)**
Other comprehensive income:							
- Gains/ losses directly recognized in other comprehensive income		-	-	8,276	-	-	**8,276**
Exchange differences on translating foreign operations		-	-	-	(14)	-	(14)
Total comprehensive income / (loss) recognised for the period		**-**	**-**	**8,276**	**(14)**	**(5,208)**	**3,054**
Balance as at 31 March 2011	**11**	**162**	**363,079**	**8,276**	**(2)**	**(360,773)**	**10,741**

The notes on the following pages form an integral part of these consolidated interim financial statements.

	Attributable to shareholders of the Parent Company					
	Share Capital	**Share Premium**	**Revaluation Reserve**	**Other Reserves**	**Retained Earnings / (losses)**	**Total**
Amounts presented in € '000						
Opening balance as at 1st January 2010	**147**	**382,491**	**4,975**	**3**	**(248,139)**	**139,478**
Loss for the period 01/01-31/03/2010	**-**	**-**	**-**	**-**	**(19,324)**	**(19,324)**
Other comprehensive income:						
Available for sale:						
- Gains/ (losses) directly recognized in other comprehensive income	-	-	(1,704)	-	-	(1,704)
Exchange differences on translating foreign operations	-	-	-	(7)	-	(7)
Total comprehensive income / (loss) recognised for the period	**-**	**-**	**(1,704)**	**(7)**	**(19,324)**	**(21,035)**
Balance as at 31 March 2010	**147**	**382,491**	**3,271**	**(4)**	**(267,463)**	**118,443**

The notes on the following pages form an integral part of these consolidated interim financial statements.

CONSOLIDATED CASH FLOW STATEMENT

Amounts presented in € '000	31 March 2011	31 March 2010
Cash flows from operating activities		
(Loss)/Profit before tax of continuing operations	**(5,208)**	**(19,324)**
Adjustments for:		
Add: Impairment losses on financial assets	3,342	25,981
(Profit) /loss from revaluation of financial assets at fair value through Profit & Loss	(1,735)	(2,243)
Share of (profit) /loss from associates	17	10
Interest and other non cash expenses	1,494	1,809
Exchange differences	1,885	(6,205)
Cash flows from operating activities before changes in working capital	*(206)*	*28*
Changes in working capital:		
Net (increase)/decrease in trading securities	-	(48,681)
Net (increase)/decrease in other assets	17	853
Net increase/(decrease) in other liabilities	35	(1,059)
Cash flows from operating activities before payment of income tax	*(154)*	*(48,858)*
Net cash flows from operating activities	**(154)**	**(48,858)**
Cash flows from investing activities		
Acquisition of available for sale financial assets	(6,518)	-
Interest received	630	439
Net cash flow from investing activities	**(5,888)**	**439**
Cash flows from financing activities		
Interest paid	(2,412)	(2,248)
Proceeds from borrowings	10,000	(483)
Net cash flow from financing activities	**7,588**	**(2,731)**
Net increase/(decrease) in cash and cash equivalents	**1,545**	**(51,150)**
Cash and cash equivalents at the beginning of the period	653	126,842
Effect of exchange rate fluctuations on cash and cash equivalents	(5)	547
Cash and cash equivalents at the end of the financial period	**2,193**	**76,239**

The accompanying notes constitute an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Country of incorporation

IRF was incorporated on 8 September 2005 under the Bermuda Companies Act 1981. The Company was initially listed on AIM on 14 November 2005 and on 19 January 2009 transferred to the Specialist Fund Market (the "**SFM**"), a regulated market operated by the London Stock Exchange plc. The Company's registered office is at Canon's Court 22 Victoria Street, Hamilton HM12, Bermuda.

Principal Activities

The Group was initially engaged in the provision of banking, financial and insurance services. IRF was formed as an investing company to serve as a vehicle for the acquisition of one or more businesses in the financial services industry in Europe, with a primary focus on credit institutions and insurance companies in Greece, Bulgaria, Romania and Turkey.

IRF currently focuses its major investments in the Greek market. IRF acquired and continues to hold approximately 17,91 % of the issued shares in Marfin Investment Group ('**MIG**') which, as at 31 March 2011, is the most significant investment in the company's portfolio. MIG invests in private equity, privatisations and infrastructure projects and principally operates in Greece, Cyprus and South East Europe.

All Greek equity holdings and debt securities are publicly listed on the Athens Stock Exchange.

2. BASIS OF INTERIM FINANCIAL STATEMENT PREPARATION

2.1 Statement of compliance

The condensed consolidated interim financial statements for the three month period ended 31 March 2011 have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' and should be read in conjunction with the audited financial statements for the year ended 31 December 2010.

The financial information set out in this interim report does not constitute statutory financial statements pursuant to Section 84 of Bermuda Companies Act 1981. The Group's statutory financial statements for the year ended 31 December 2010 were approved by the Board of Directors on 27 April 2011. The auditor's report on those financial statements was unqualified.

2.2 Functional and presentation currency

The current financial statements are presented in Euro, which is the functional currency of the Group. The functional currency is the currency of the primary economic environment in which an entity operates and is normally the one in which it primarily generates and expends cash. Management used its judgment to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

All amounts are presented in thousand Euros unless mentioned otherwise. Due to rounding, percentages and numbers presented throughout the condensed interim consolidated financial statements may not match the counterparts in the financial statements. All amounts expressed in dollars, are US dollars.

2.3 Comparative figures

For the preparation of the condensed consolidated statement of financial position, comprehensive income statement, and cash flow statement of the period ended 31 March 2011, comparatives as of 31 December and 31 March 2010 respectively, were used.

2.4 Use of estimates

The preparation of the financial statements in accordance with the IFRS requires management to make estimates, judgements and assumptions that affect the application of accounting policies and the reporting amounts of assets, liabilities, income and expenses.

Assumptions and estimates are reviewed on an ongoing basis and are revised based on experience and other factors. Revisions of the accounting estimates are recognised in the period in which estimates are revised and in any future periods affected. Assumptions and estimates include expectations on future event and outcomes that are considered as reasonable given the current conditions. Actual results may differ from these estimates.

3. SUMMARY OF IMPORTANT ACCOUNTING POLICIES

3.1 Change in accounting policies

These condensed consolidated interim financial statements have been prepared in accordance with the accounting policies adopted in the last annual financial statements for the year ended 31 December 2010.

3.2 Operating segments

IFRS 8 "Operating Segments" (issued in 2006 and applied by companies for periods starting on or after 01/01/2009), requires a "management approach" to the Group's presentation of financial information under segment reporting. Information disclosed is basically information that the management uses for internal reporting so as to assess the productivity of segments, as well as the manner in which resources are allocated. Such reporting might differ from information used during the preparation of the statement of financial position and profit or loss.

The directors determined that IRF's continuing business, as an investment company, would be managed by the directors as a whole and no segmental information would be reported to the CEO. Therefore, IRF does not present segmental financial information.

3.3 New standards, amendments and interpretations with effective date as of 1 January 2011

During 2010, IASB issued the annual improvements to IFRS for 2010, a series of adjustments in 7 Standards, as a part of the annual improvement program. The annual improvement program of IASB aims to make necessary but not urgent adjustments to IFRS's and will not be a part of bigger revision program.

The following standards are applicable for the annual periods beginning on or after 1 January 2011:

(a) IFRS 1 (Amendment) "First time adoption – Limited Scope Exemption for IFRS 7 Disclosures"; (effective for annual periods beginning on or after 1 July 2010). This amendment provides exemptions for first time adopters relating to presentation of comparative financial information that is required from IFRS 7. This amendment does not apply to the Group.

(b) IFRS 2 (Amendment) – "Group Cash-settled Share-based Payment Arrangements"; The amendment clarifies how an individual subsidiary in a group, in its own financial statements, should account for some share-based payment arrangements that are settled in cash on group level. This amendment is not applicable for the Group.

(c) IAS 24 (Amendment) "Related Party Disclosures"; The aforementioned amendment clarifies the definition of related parties and reduces disclosures regarding related parties of the State. In particular, it rescinds the obligation of State entities to disclose details of all transactions with other State parties, it clarifies and simplifies the definition of a related party and endorses the disclosure not only of transactions and balances between related parties, but also undertakings, both in separate and consolidated statements. The aforementioned amendment has obligatory adoption from January 1st 2011. This amendment does not have significant impact on the financial statements.

(d) IFRIC 14 (Amendment) – "Prepayments of a Minimum Funding Requirement" (effective date for mandatory adoption 1st January 2011); The amendment applies in the limited circumstances when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendment permits such an entity to treat the benefit of such an early payment as an asset. This amendment does not apply to the Group.

(e) IFRIC 19 "Extinguishing Financial Liabilities with Equity Instruments"; IFRIC 19 considers the accounting treatment when an entity renegotiates the terms of a financial liability with its creditor and the creditor agrees to accept the entity's shares or other equity instruments to settle the financial liability fully or partially. Before the issuance of IFRIC 19, there were multiple choices in accounting treatment of these transactions.

The interpretation is effective for annual periods beginning on or after 1 July 2010 with earlier application permitted. IFRIC 19 is relevant only for the debtor's accounting treatment for these transactions. It does not apply when the creditor is also an immediate or intermediate stock holder and acts upon his status, or the debtor and the entity are controlled by the same party after the transaction, and the substance of the transaction relates to a capital return from or to the entity. Financial liabilities that are extinguished with equity instruments in accordance with the initial terms of the financial liability are also outside the scope of this IFRIC.

(f) IAS 32 (Amendment) – "Financial instruments: Presentation - Classifications on rights issues"; This amendment relates to the rights issues offered for a fixed amount of foreign currency which were treated as derivative liabilities by the existing standard. The amendment states that if certain criteria are met, these should be classified as equity regardless of the currency in which the exercise price is denominated. The amendment is to be applied retrospectively. This interpretation did not have any impact on the financial position or performance of the Group.

(g) IFRS 3 "Business combinations"; The amendments provide additional guidance with respect to : (i) contingent consideration arrangements arising from business combinations with acquisition dates preceding the application of IFRS 3 (2008) , (ii) measuring non- controlling interests and (iii) accounting for share-based payment transactions that are part of a business combination , including un –replaced and voluntarily replaced share-based payment awards.

(h) IFRIC 13 "Customer Loyalty Programmes": The amendment clarifies the meaning of the term fair value in the context of measuring award credits under customer loyalty programmes.

This interpretation clarifies the requirements of IFRSs for agreements in which an entity receives from a customer an item of property, plant and equipment that the entity must then use to provide the customer with an ongoing supply of goods or services. In some cases, the entity receives cash from a customer which must be used only to acquire or construct the item of property, plant and equipment. This interpretation is not relevant to the Group.

3.4 New standards, amendments and interpretations have been issued from IASB but are not effective for the current period and have not yet adopted by the EU.

(a) I.F.R.S 9 – Financial Instruments; In the primary issuance of IFRS 9 from IASB at November 12, 2009, the standard replaces IAS 39 only in the stipulations regarding classification and measurement of financial assets. In its final form, which is expected to be completed by the end of 2010, the new standard will lead to complete replacement of IAS 39. The new standard negates the four classification categories of IAS 39 and imposes the classification of all financial assets in two categories (amortized cost and fair value), according to the business model of each corporate entity and the characteristics of the financial asset. IFRS 9 eliminates the requirement of IAS 39, for the separation of embedded derivates in financial assets. The standard imposes the overall evaluation of both derivative and financial asset for the determination of cash flows being capital and capital on interest. IFRS permits reclassifications between fair value and amortized cost categories only if there is a change in the business management model of the financial assets.

IFRS 9 obligatory adoption is for periods beginning at or after January 1st 2013 and has a retrospective effect. Early adoption is permitted, but it has not been adopted by the European Union. The effect from the application of IFRS 9 is being evaluated by the Group because it is expected these changes affect its Equity and results.

(b) IAS 12 (Amendment) "Income Taxes" (effective for annual periods beginning on or after 1 January 2012): The amendment to IAS 12 provides a practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model in IAS 40 "Investment Property". Under IAS 12, the measurement of deferred tax depends on whether an entity expects to recover an asset through use or through sale. However, it is often difficult and subjective to determine the expected manner of recovery with respect to investment property measured at fair value in terms of IAS 40. To provide a practical approach in such cases, the amendments introduce a presumption that an investment property is recovered entirely through sale. The present amendment has not been adopted by the European Union.

(c) IFRS 7 (Amendment) "Financial Instruments": Disclosures for transfers of financial assets (effective for annual periods beginning on or after 1 July 2011)". This amendment sets out disclosure requirements for transferred financial assets not derecognised in their entirety as well as on transferred financial assets derecognised in their entirety but in which the reporting entity has continuing involvement. It also provides guidance on applying the disclosure requirements.

(d)IFRS 1 (Amendment)"First time adoption" - Hyperinflationary economies: The amendment provides guidance on re-implementation of IFRS following to a time set operation period, due to the fact that the operation currency of the entity constituted currency of a hyperinflationary economy. The interpretation is effective for annual periods beginning on or after 1 July 2011. Early adoption is permitted, but it has not been adopted by the European Union.

(e) IFRS 1 (Amendment) "First time adoption" – Elimination of the derecognition of financial assets and liabilities: The Amendment eliminates the use of fixed transition date (01 January 2004) and replaces it with the actual date of transition to IFRS. At the same time, eliminates the requirements for derecognition transactions had taken place before the scheduled transition date. The amendment is effective for annual periods beginning on or after 01/07/2011. Early adoption is permitted, but it has not been adopted by the European Union. This amendment does not apply to the Group.

4. STRUCTURE OF THE GROUP

The structure of the Group as at 31 March 2011 and 31 December 2010:

Name	Country	Direct and indirect holding	Relation that dictated the consolidation	Note
IRF EUROPEAN FINANCE INVESTMENTS LIMITED	**BERMUDA**	**Parent**		
MIMOSA TRADING SA	MARSHALL ISLANDS	100%	Percentage Ownership	Direct Stake
MYRTLE TRADING COMPANY	MARSHALL ISLANDS	100%	Percentage Ownership	Direct Stake
IRF US	USA	100%	Percentage Ownership	Direct Stake
ASSOCIATES				
S.GOLDMAN ASSET MANAGEMENT LLC	USA	49%		Indirect stake through "IRF US"

Information on consolidation

MIMOSA TRADING SA: This company is duly incorporated and filed articles of incorporation under the provisions of the Marshall Islands Business Corporation Act on 6 July 2007. IRF is the owner of five hundred (500) fully paid and non-assessable shares of the capital stock of the corporation. The aggregate number of shares of stock that this company is authorized to issue is five hundred (500) registered and/or bearer shares without par value.

MYRTLE TRADING COMPANY: This company is duly incorporated and filed articles of incorporation under the provisions of the Marshall Islands Business Corporation Act on 6 July 2007. IRF is the owner of five hundred (500) fully paid and non-assessable shares of the capital stock of the corporation. The aggregate number of shares of stock that this company is authorized to issue is five hundred (500) registered and/or bearer shares without par value.

IRF US INVESTMENTS INC: During 2009, IRF US Investments inc. **(IRF US)** was organized as a wholly owned subsidiary under the laws of the State of Delaware. IRF US's only activity is to hold the 49% interest in S.Goldman Asset Management LLC **(SGAM)**. IRF US is fully consolidated in IRF's Group financial statements.

S.Goldman Asset Management LLC (SGAM) is a limited liability company formed in 2009, under the law of the State of Delaware. IRF US holds a 49% interest in SGAM. SGAM is an investment manager on a "managed account" and fund basis. SGAM is classified as an associate company and it is consolidated under the equity method.

One of IRF's non – executive directors controls the aforementioned company, which provides investment advisory services to IRF and receives a management fee under an investment advisory agreement.

5. IMPAIRMENT LOSSES

Amounts presented in € '000	1/1/- 31/03/2011	1/1/- 31/03/2010
Equities securities	(3,342)	(25,981)
Total	**(3,342)**	**(25,981)**

Under IAS 39, the amount of any decline in the fair value of an "available for sale" financial asset is recognized in the profit and loss. The amount of such profit or loss is determined based on the difference between the new fair value and the previous evaluation of fair value.

During the first quarter of 2011, the Company recognized an impairment loss of € 3,341,534. This impairment reflects the deterioration in value of investments in securities available for sale from the prior valuation date as of 31 December 2010.

6. INTEREST INCOME / EXPENSE

Amounts presented in € '000	1/1/- 31/03/2011	1/1/- 31/03/2010
Interest and similar income		
From deposits in financial institutions	5	193
From loans and receivables	70	-
From securities	976	245
Total	**1,051**	**439**
Interest and similar expenses		
Loan interest	(2,539)	(2,234)
Other interest related expenses	(1)	(14)
Total	**(2,540)**	**(2,248)**

7. TRADING PORTFOLIO AND OTHER FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT & LOSS

Amounts presented in € '000

Trading Portfolio	31/03/2011	31/12/2010
Corporate entities bonds	-	50,000
Investment fund units	23,464	23,680
Equity securities	809	837
Total	**24,273**	**74,517**

As of 1st January 2011 the company reclassified the convertible bond from "Held for trading" category to "Debt securities". Further details are provided in note 9.

8. INVESTMENT PORTFOLIO

Amounts presented in € '000	31/03/2011	31/12/2010
Available for sale portfolio (at fair value)		
Equity securities	96,015	84,563
Total	**96,015**	**84,563**

Investment in MIG constitutes the major investment in IRF's portfolio as at 31 March 2011.

9. DEBT SECURITIES

Amounts presented in € '000		
Debt securities	**31/03/2011**	**31/12/2010**
Corporate entities bonds	48,196	-
Total	**48,196**	**-**

As of 1 January 2011 the company reclassified the convertible bond from "Held for trading" category to "Debt securities". The Company has no intention to trade or sell it in the foreseeable future.
The reclassification was carried out at 1st January 2011, in compliance with the requirements of IAS 39, at the fair value of the investments at that date. The bond contained an embedded derivative, which was separated from the host contract. The embedded derivative was classified in Non Current Assets as "Derivative financial instrument". Any change in its fair value will be recognized in profit and loss accounts.
As at the reclassification date, the effective interest rates of the convertible bond was 8.16% and their recoverable amount came to € 65,770 thousand.

10. LONG TERM LOANS

Amounts presented in € '000	31/03/2011	31/12/2010
Long-term loans due to banks	170,281	160,154
Total	**170,281**	**160,154**

The aforementioned amount relates to the long term loan facility of IRF. On 20 July 2010 the Company signed an agreement to refinance the loan for a 5-year period. The first reduction instalment will have to be paid on March 2013. The Company has an authorized credit line amounting to €200 million.

The loan bears a total interest of 5.819% as at 31 March 2011.

11. SHARE CAPITAL & SHARE PREMIUM

Amounts in €' 000	Number of shares	Nominal value $	Share capital in $	Share capital	Share premium	Total
Opening balance at 1 January 2011	**137,315,634**	**-**	**206**	**162**	**363,079**	**363,240**
Closing balance at 31 March 2011	**137,315,634**	**-**	**206**	**162**	**363,079**	**363,240**

12. LOSS PER SHARE

Basic earnings per share are calculated by dividing the net loss attributable to shareholders by the weighted average number of shares in issue during the year.

Amounts presented in €		
Basic Loss per share	**31/3/2011**	**31/3/2010**
Loss attributable to the parent company's shareholders	(5,208,070.24)	(19,324,097.05)
Weighted average number of shares in issue	137,315,634	124,832,395
Basic loss per share (€/Share)	**(0.04)**	**(0.15)**

13. RELATED PARTIES TRANSACTIONS

13.1 Transactions between companies included in consolidation

Transactions of the parent company with Subsidiaries		
Amounts presented in € '000	**31/03/2011**	**31/12/2010**
Liability accounts		
Other liabilities	2,187	2,187
Total	**2,187**	**2,187**

Amounts presented in € '000	**31/03/2011**	**31/12/2010**
Assets accounts		
Other assets	15	8
Total	**15**	**8**

The aforementioned balances of the Company have been eliminated from the consolidated financial statements.

13.2 Transactions with Associates

Amounts presented in € '000	**31/03/2011**	**31/12/2010**
Liability accounts		
Capital contribution	7	7
Total	**7**	**7**

	31/03/2011	**31/03/2010**
Other operating expenses	-	(49)
Total	**-**	**(49)**

13.3 Transactions with Management and Members of the Board of Directors

No salaries or loans were paid to the Directors of the Company for the period, apart from salaries paid to the CEO of the Company.

Transactions with Management and Members of the Board of Directors

Amounts presented in € '000	31/03/2011	31/12/2010
Liability accounts		
Other Liabilities	25	58
Total	**25**	**58**

	31/03/2011	31/03/2010
Expenses		
Remuneration	(25)	(25)
Total	**(25)**	**(25)**

14. COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES

14.1 Contingent legal liabilities

As at 31 March 2011, there was no litigation pending against the Group in connection with its activities.

14.2 Assets given as collateral

All investment portfolio and cash accounts of IRF are assigned as collateral to IRF's long term loan.

15. POST FINANCIAL POSITION DATE EVENTS

On 19th July 2011 the Board resolved to issue 49,833.858 preference shares of the Company in exchange for 31,074,302 shares in Marfin Investment Group owned by shareholders of the Company. The MIG shares transferred were valued based on the closing price of such shares on the Athens Stock Exchange as of 19 July 2011.This transaction increased the Company's equity by €15,847,894.

After the transaction, the Company owned 17.91% of the shares in MIG.

Also, due to the adverse conditions in capital markets (mainly in Greece), the company is exploring various alternatives for raising additional capital to strengthen its capital position.

16. APPROVAL OF INTERIM FINANCIAL STATEMENTS

Athens, 29 August 2011

Angeliki Frangou	Loukas Valetopoulos
Chairman, Non – Executive Director	Chief Executive Officer, Director