

# GREEK DAILY BRIEF

Monday Jan. 31, 2011

## Statistics

### Athens Stock Exchange

<b>MCap(€bn)</b>	60.1	<b>Shares</b>	▲ 120
<b>Turnover (€mn / mn shares)</b>	114.0 / 46.98		— 127
<b>Blocks (€mn / mn shares)</b>	2.6 / .81		▼ 42

Indices	28.01.11	(%) 1day	(%) 30day	(%) Ytd
ASE General	1,591.23	1.35	12.54	12.54
FTSE 20	738.71	1.34	11.40	11.40
FTSE 40	1,619.28	1.84	8.06	8.06
FTSE 80	281.20	3.00	10.53	10.53
FTSE International	1,946.95	1.38	11.10	11.10
Banks	1,373.09	2.50	9.76	9.76
Telecoms	2,036.90	-0.40	20.72	20.72
Travel & Leisure	2,569.44	-2.30	13.83	13.83
Construction	2,444.67	1.22	2.68	2.68
ETF Alpha FTSE 20 Idx	7.37	0.82	9.51	9.51
DAX 30	7,102.80	-0.74	2.73	2.73
CAC 40	4,002.32	-1.41	5.19	5.19
FTSE 100	5,881.37	-1.40	-0.31	-0.31
Dow Jones	11,823.70	-1.39	2.13	2.13
Nasdaq	2,686.89	-2.48	1.28	1.28
S&P 500	1,276.34	-1.79	1.49	1.49
Nikkei 225	10,237.92	-1.18	0.09	0.09
Hong Kong (HSI)	23,381.76	-1.00	1.50	1.50
Russia (RTS)	1,875.97	-0.51	5.97	5.97
Turkey (ISE 100)	63,211.27	-2.81	-4.23	-4.23
Romania (Bucharest)	5,742.44	-0.14	8.99	8.99
Bulgaria (Sofia)	403.35	0.85	11.32	11.32
Cyprus	1,177.02	1.09	11.54	11.54
<b>Commodities</b>				
Brent ICE (\$/bbl)	99.50	0.08	5.10	5.10
WTI NYM (\$/bbl)	89.24	-0.11	-3.23	-3.23
Gold CMX (\$/troy oab.)	1,337.20	-0.34	-6.07	-6.07
Aluminum LME (\$/mt)	2,472.00	1.85	2.49	0.08
Copper LME (\$/mt)	9,530.00	1.78	1.97	-0.73
Carbon Fut. (€/mt)	14.77	0.00	4.23	4.23
<b>Currencies</b>				
EUR/USD	1.3605	-0.05	1.64	1.64
USD/JPY	82.05	0.09	-1.13	-1.13
EUR/GBP	0.858	-0.07	-0.07	-0.07
<b>Rates</b>				
Euribor 3m (%)	-	1.06		
10Yr Bond (GR)	69.34	11.94		
10Yr Bond (GE)	105.51	2.96		
10Yr Bond (US)	101.25	2.96		

ASE Ind. Fut.	28.01.11	(%) day	Prem/Disc % / bps	Volume	Open Interest	Days to Expiry
FT20 March	734.41	2.06	-0.58 / -4	9,560	35,657	46
FT20 June	735.95	2.06	-0.37 / -3	0	0	137

Greek Banks	28.01.11	(%) 1 day	(%) 1 month	(%) Ytd
National Bank	6.97	4.8	15.2	15.2
EFG Eurobank	4.20	0.0	12.0	12.0
Alpha Bank	4.20	1.7	10.5	10.5
Piraeus Bank	1.64	0.6	-15.2	-15.2
Bank of Cyprus	3.15	2.9	22.1	22.1
Marfin Popular Bank	1.07	-1.8	-2.8	-2.8
ATEbank	0.76	2.7	2.7	2.7
Emporiki Bank	1.60	1.3	2.6	2.6
Hellenic PostBank	3.16	3.9	7.8	7.8
Bank of Greece	35.67	5.0	23.3	23.3
Egnaia Bank	0.66	-4.3	4.8	4.8
Geniki Bank	2.00	2.0	-5.7	-5.7
Bank of Attica	0.97	3.2	3.2	3.2
Proton Bank	0.71	0.0	2.9	2.9

FTASE 20				
National Bank	6.97	4.8	15.2	15.2
OTE	7.40	-0.4	20.7	20.7
Coca Cola HBC	21.95	1.2	13.4	13.4
EFG Eurobank	4.20	0.0	12.0	12.0
Alpha Bank	4.20	1.7	10.5	10.5
OPAP	14.91	-2.5	15.2	15.2
Piraeus Bank	1.64	0.6	-15.2	-15.2
PPC	11.92	0.3	11.0	11.0
Bank of Cyprus	3.15	2.9	22.1	22.1
Marfin Pop. Bank	1.07	-1.8	-2.8	-2.8
MIG	0.70	2.9	0.0	0.0
ATEbank	0.76	2.7	2.7	2.7
Hellenic Petroleum	6.95	1.6	18.6	18.6
Titan Cement	16.12	-0.5	-1.8	-1.8
Jumbo	5.19	-0.6	5.1	5.1
Hellenic Technodomiki	3.85	3.5	14.9	14.9
Hellenic PostBank	3.16	3.9	7.8	7.8
Motor Oil	9.30	0.0	24.0	24.0
Viohalco	4.18	6.1	3.2	3.2
Mytilineos	5.02	3.3	13.6	13.6

\* ranked by Market Cap.

Note: Commodities, currencies and rates as at 08:30 today

Source: Bloomberg

## Market Comment

The Greek market rose 1.35% on Friday on turnover of €114mn with banks and most large caps on a ride in positive territory.

European markets close under pressure on Friday, with tension in Egypt playing a part on investor's sentiment. While corporate earnings reports acted as the primary drivers of equities in the US last week, sharp selling on Friday forced equities to close into losses. Economic data continued to support a picture of recovery as annualized real GDP in the 4th quarter rose 3.2%. European futures opened lower today. Given the latest development in the wider Mediterranean area (Egypt), we anticipate enhanced volatility in our domestic session. Greek turnover Index in Retail Trade for Nov 2010 out today. Flash Estimate Euro area inflation for Jan 2011 also to be released.

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## Highlights

### Economic News

- **HellStat Greek PPI** increased by 7.6% yoy in Dec 2010 (the index in Dec 2009 had recorded an increase of 5.0% yoy). The PPI in Dec2010 compared with Nov2010 recorded a rise of 1.8%. The twelve-month average index, from January 2010 to December 2010, compared with the same index of the period from January 2009 to December 2009, increased by 6.7%.
- **US GDP** rose by 3.2% in Q4 2010; nevertheless a lower figure than what was expected (3.5%).
- **EU Commissioner for Economic Affairs spokesman** Mr. Amadeu Altafaj, reportedly said on Friday that the issue of repurchasing Greek debt is one of the many ideas under discussion in the Eurozone. The discussion is open and member states should find the ways for a more efficient solution through a permanent support mechanism, which will be examined by the European Council on February 4.

### Corporate News

- **National Bank** According to Finansbank chairman's statements cited in Reuters, the bank's secondary public offering (SPO) for the minority stake sale might be delayed 3-4 weeks, though taking place within Q1 2011.
- **Piraeus Bank** Rights issue ends today
- **Marfin Popular Bank** sold a majority stake (85%) of Laiki Bank (Australia) Ltd to Bank of Beirut for a cash consideration of AUS 142.9mn (€104.3mn). More below.
- **Hellenic Postbank** The EGM held on Friday, January 28th, decided that the bank repurchase the preferred shares held by the Hellenic Republic of €24.96mn in full or in part.

See Important Disclosures and Analyst Certification at the end

## Economic News

## Corporate News

**Marfin Popular Bank** sold a majority stake (85%) of Laiki Bank (Australia) Ltd to Bank of Beirut for a cash consideration of AUS 142.9mn (€104.3mn). MPB will remain minority shareholder until at least February 2013. From then on, the Bank has an option to sell its remaining stake to Bank of Beirut. The total consideration is approximately a multiple of 1.67 times the Net Book Value of its subsidiary at Q3 2010. The transaction will result in a €52.7mn profit to be recognized in 2011. Laiki Bank (Australia) with €680mn in assets, €543mn loans and €565mn deposits, represented 1.6% of the Groups total assets, 2% of total loans and 2.3% of total deposits at Q3 2010. MPB expects the transaction to strengthen its capital adequacy and Tier 1 ratios by approximately 27bps. A strategic cooperation with Bank of Beirut regarding operations in Australia, Cyprus and Lebanon has been agreed. As the process for its €488mn capital increase is under way, MPB through this sale manages to further strengthen its capital position with a quick move.

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#### Share Price

All financial data calculated, are based on the closing price of the previous day, unless otherwise stated.

#### Frequency of Disclosures

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#### Companies Mentioned in the Report

Company	BBG-RIC Code	Price	Date	View	Disclosures
Marfin Popular Bank	MARFB GA / MRBr.AT	€ 1.07	28.01.2011	N	-
National Bank	ETE GA / NBGr.AT	€ 6.97	28.01.2011	O	-
Piraeus Bank	TPEIR GA / BOPr.AT	€ 1.64	28.01.2011	NR	-

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- 11 i ATE Securities SA has sent this report to the company prior to publication for factual verification
- ii ATE Securities SA has altered the contents of the report sent initially, on the following issues: **NO ALTERATION**

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### ATE Securities SA - Universe

ATE Securities SA Universe has a universe focused mainly on large capitalisation stocks that represents approx. 76% of ATHEX Market Cap.

### Guide to Investment Research Rating System

Under the new Investment Research Rating System, in effect as of Aug.1 2006, **Investment Outlook** refers to the overall view of the analyst covering the company and is not a recommendation. The overall assessment of the company includes a *three factor rating system*: **Investment Rating (O, N, U, NR, UR, R, RS, CS) - Risk Rating (1, 2, 3) - Income Rating (1, 2, 3, 4)**.

Quantitative factors are updated at least quarterly or when deemed necessary.

### Investment Rating

The five different categories are indicative of expectations of stock return. Stock return includes price appreciation over the next 6-12 months. In specific:

VIEW	Prefix	Definition
Overweight	<b>O</b>	Stock Return > +9%
Neutral	<b>N</b>	Stock Return in the range [-9%, +9%]
Underweight	<b>U</b>	Stock Return < -9%
Not Rated	<b>NR</b>	The company is not covered by ATE Securities SA Research & Analysis Department
Under Review	<b>UR</b>	Rating not currently available
Restricted	<b>R</b>	ATE Securities SA policy and/or law prohibits investment recommendation
Rating Suspended	<b>RS</b>	There is no sufficient fundamental basis for determining an investment rating or target.
Coverage Suspended	<b>CS</b>	We have suspended coverage on this company

### Risk Rating

Risk is measured by a 2-factor equally-weighted model, which takes into account (i) Stock Volatility and (ii) Liquidity

Risk Factor	Definition	Quantification <sup>(1)</sup>
Stock Volatility	The stocks' standard deviation annualized (log scale)	Bottom 25% percentile
		Medium 25% percentile
		Top 50% percentile
Liquidity	Net Shares traded as % of total shares over a 12-month period	Top 20% percentile
		Medium 40% percentile
		Bottom 40% percentile

(1) percentiles of ATE Securities SA Universe

Source: Athens Stock Exchange, Bloomberg, Effect Finance Database

We use a scale of 1 to 3 to describe Low, Medium, High risk respectively, also taking into account qualitative factors.

When a rating is applied on an IPO, the scale 3 - "High Risk" is applied for a 12-month period.

### Income Rating

An Income Rating is produced, based on the forecasted dividend yield for a 12-month period. This is then compared with the YtM of the 10-yr Greek Government bond, as shown below:

Income Measure	Definition	Quantification
Equity Div. Yield	Relative performance w.r.t. the 10-yr Greek Government bond	More than 50bps
		Within the range [-50bps, +50bps]
		Less than 50bps
		No dividend
		<i>High Div. Yelder</i> <i>Medium Div. Yelder</i> <i>Low Div. Yelder</i> <i>No Cash div. Yelder</i>

We use a scale of 1 to 4 to describe Low, Medium, High and No Div. income rating respectively.

### ATE Securities SA Ratings Distribution

Ratings Distribution	Total	Overweight	Neutral	Underweight	Not Rated	Under Review	Restricted	Rating Suspended	Coverage Suspended
Equity Universe	25	5 (20%)	1 (4%)	0 (0%)	14 (56%)	4 (16%)	1 (4%)	-	-
Inv est. Banking Services (per category)	0	-	-	-	-	-	-	-	-

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