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GREEK BANKS

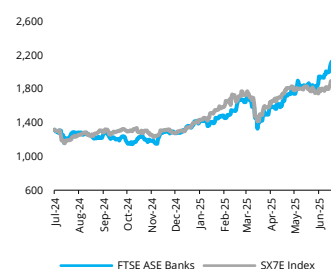
Financials

Corporate lending drives 2Q25 strength

The 2Q25 reporting season kicks off next week for Greek banks. We expect a solid quarter with an NII decline in line with guidance, high corporate credit growth, a marginal qoq drop in pre-provision profitability and a low cost of risk. In our view, results should confirm management targets and our forecasts. Despite the YTD re-rating (+66% vs. +45% for the European Banking Index) we remain constructive on sector, which trades on average on a P/E of c8.6x on 2025E, a discount of c.10% to regional peers but with higher growth and a strong local macro environment. Eurobank and Piraeus are our top picks ahead of the results.

Reporting season next week: Piraeus Bank kicks off the reporting on Wednesday, 30 July (before the market opens) with a conference call on the same day at 13:00 CET. NBG will report 2Q25 on Thursday morning with Eurobank on the same day after the close. NBG will host a conference call also on Thursday (July 31) at 9:30 CET and Eurobank at 17:00 CET. Alpha Bank will report on Friday, August 1, before the market opens (with a conference call at 11:00 CET).

Solid second quarter, absorbing rate cuts: We expect NII to be negatively impacted by lower rates (3M Euribor in 2Q25 stood on average at 2.11% vs. 2.56% in 1Q25 and 3.81% in 2Q25). On aggregate, we forecast NII to decline by c.2.0% qoq with only Alpha Bank bucking the trend. Still, NII evolution should be broadly in line with the full year guidance provided by banks and our estimates, supported by solid credit expansion (corporate credit at +17.5% yoy in the 5M25 period), stable spreads and a better deposit mix. Strong fee growth and a competitive C/I ratio should lead to only a marginal decline in core pre-provision profits, on our numbers. In view of the limited new NPE flow we expect COR to remain within guidance level and do not anticipate any uplift due to the CHF loans or step up in mortgages.



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Ratings & Valuation of Greek banks

	Rating	Last Close	Mkt Cap (EUR m)	YTD (%)	2025E	P/E (x) 2026E	2027E	2025E	P/TBV (x) 2026E	2027E	2025E	RoTE (%) 2026E	2027E
Eurobank	OW	3.17	11,670	42%	8.0	7.5	7.1	1.23	1.12	1.02	16.1%	15.6%	15.1%
National Bank	OW	12.18	11,141	59%	9.4	9.0	8.2	1.34	1.28	1.21	14.1%	13.6%	13.9%
Alpha Bank	OW	3.19	7,508	97%	9.2	8.4	7.5	0.96	0.92	0.89	10.7%	11.1%	12.0%
Piraeus Bank	OW	6.79	8,487	76%	8.1	7.7	7.1	1.09	1.04	0.98	14.0%	13.8%	14.3%
Greek Sector			38,807	66%	8.6	8.1	7.3	1.16	1.08	1.00	14.1%	13.7%	14.1%

Source: Euroxx Research

Piraeus Bank quarterly results

(in EUR m)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25 Euroxx	2Q25 Consensus
NII	518	528	530	514	481	472	472
Fees	145	179	156	167	160	165	165
Other income	-71	19	23	28	9	20	15
<i>o/w non recurring</i>	-43	0	0	0	0	0	0
Total revenues	592	726	709	709	649	657	652
Personel expenses	101	101	102	152	99	100	101
General expenses	73	73	75	82	94	88	81
Depreciation	29	29	31	31	31	31	31
Operating expenses	202	203	208	264	224	219	213
<i>o/w non recurring</i>	10	4	2	39	0	0	0
Pre-provision profits	390	523	501	445	425	438	438
Pre-provision profits (core)	471	508	480	456	416	418	423
Provisions	58	43	52	127	35	52	56
<i>o/w non-recurring</i>	12	0	0	86	0	0	0
Other impairments & associates income	6	27	16	113	7	5	10
Pre-tax profits	325	452	434	226	382	381	370
Income tax	92	121	114	43	100	110	97
Minority interests	-1	-1	0	2	-2	0	0
Net profits from continued ops	233	330	320	184	284	270	272

Source: Piraeus Bank, Euroxx Research

Eurobank quarterly results

(in EUR m)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25 Euroxx
NII	571	561	698	677	638	623
Fees & Commission	136	147	168	215	169	175
Other income	48	-2	26	-2	20	20
Total revenues	754	706	892	890	827	818
Staff costs	129	123	163	173	167	168
Administation expenses	71	75	98	106	99	100
Depreciation expenses	29	31	37	38	38	38
Operating expenses	229	228	297	317	304	306
Pre-provision profits	526	478	594	573	523	512
Core pre-provision profits	478	480	568	575	503	492
Provisions	71	73	85	91	76	75
Operating profits after provisions	455	405	509	483	446	437
Other impairments	8	18	5	29	6	5
Income from participations	48	39	71	3	9	6
Pre-tax profits	495	426	575	456	449	438
Income tax	112	78	127	96	101	92
Minorities	0	0	35	21	0	0
Net profits (before one offs)	383	349	413	340	349	346

Source: Eurobank, Euroxx Research

NBG Quarterly Results

(in EUR m)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25 Euroxx
NII	606	587	589	575	548	535
Fees	100	106	108	115	106	115
Revenues excl. trading	706	693	697	689	654	650
Trading	55	4	12	22	89	40
Other income	5	0	6	1	6	0
Total revenues	765	697	715	711	748	690
Personnel expenses	113	112	119	133	121	122
G&As	52	53	52	64	56	57
Depreciation	46	46	46	49	49	51
Operating expenses	211	210	217	246	227	229
Pre-provision profits	554	486	498	466	521	460
Core pre-provision profits	495	482	480	444	427	420
Provisions	46	47	44	43	41	40
Core operating profits	449	434	436	400	386	379
Other impairments	9	6	7	21	1	5
Pre-tax profit	499	434	446	402	479	416
Income tax	119	104	91	42	97	104
Net profit	380	330	355	360	381	312
Other	22	18	40	186	81	10
Net profit (reported)	358	312	315	174	301	302

Source: NBG, Euroxx Research

Alpha Bank: quarterly results

(in EUR m)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25 Euroxx	2Q25 Consensus
NII	422	411	408	406	395	403	403
Fees	97	100	109	114	108	110	110
Other income	6	17	10	14	9	18	19
Trading	31	13	18	44	47	15	14
Total revenues	555	542	544	578	559	546	546
Staff costs	87	93	92	97	88	99	95
G&A	72	78	73	92	80	83	83
D&A	41	41	45	45	35	37	39
Extraordinary costs	3	1	0	5	0	0	2
Operating expenses	204	213	211	239	204	219	218
Pre-provision profits	352	329	334	339	355	327	328
Core pre-provision profits	324	317	316	300	308	312	309
Provisions	68	52	53	63	52	52	50
Other items	4	4	-3	5	-4	-9	-5
Pre-tax profit	279	273	283	270	307	284	285
Income tax	78	85	84	69	72	74	77
Net profit (continued ops)	201	188	199	201	236	210	208

Source: Company Data, Euroxx Research

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