Bank of Cyprus Group

Group Financial Results
for the nine months ended 30 September 2014

- Capital Position
- 2014 ECB Comprehensive Assessment
- Income Statement Review
- Balance Sheet Review
- Loan Quality
- Key Performance Indicators
- Key Takeaways
- Additional Information

27 November 2014

Bank of Cyprus

9M2014 Financial Results – Key Highlights

Common Equity Tier 1 capital (CET1) ratio (transitional) increased to 15,4% following successful capital increase

Passed the 2014 ECB Comprehensive Assessment

Profit after tax excluding one-off items for 3Q2014 totalled €6 mn and Loss after tax for 3Q2014 totalled €5 mn

Profit after tax excluding one-off items and profit after tax for 9M2014 totalled €84 mn and €76 mn respectively

Reduced Eurosystem funding, with €3,9 bn of ELA repaid since peak; Rating upgrades enhance market access enabling further reduction

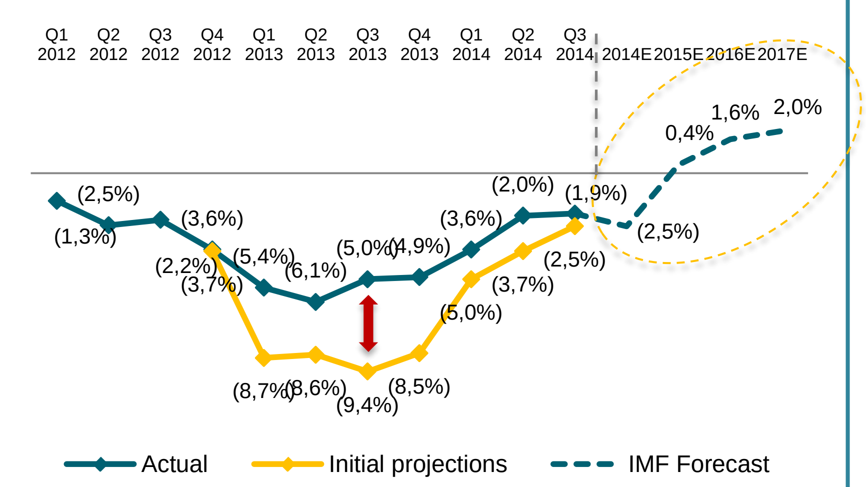
Overseas deleveraging progressing well; sale of Romanian assets and of ex-Laiki UK excess loan portfolio

Loan quality challenges still remain; imperative for the legislative environment to be clarified the soonest in order to enable the RRD to effectively engage with borrowers

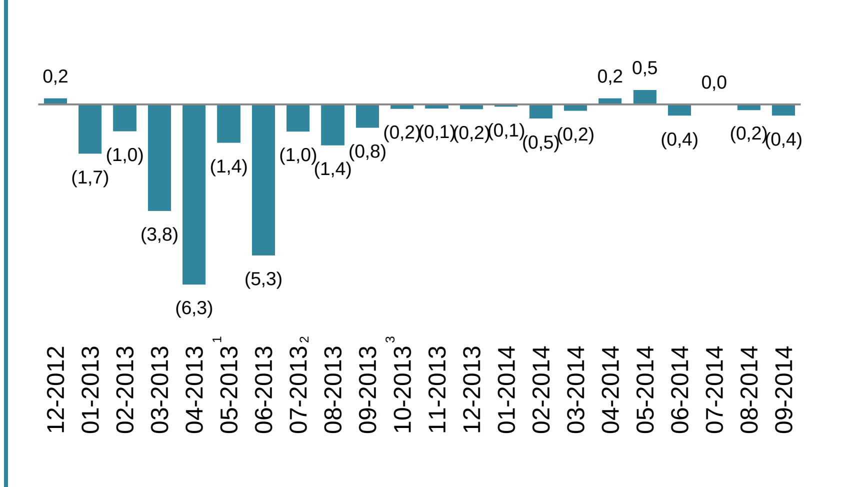
Strong capital position shields the Bank from further shocks

Cypriot Economy proving resilient & on recovery path

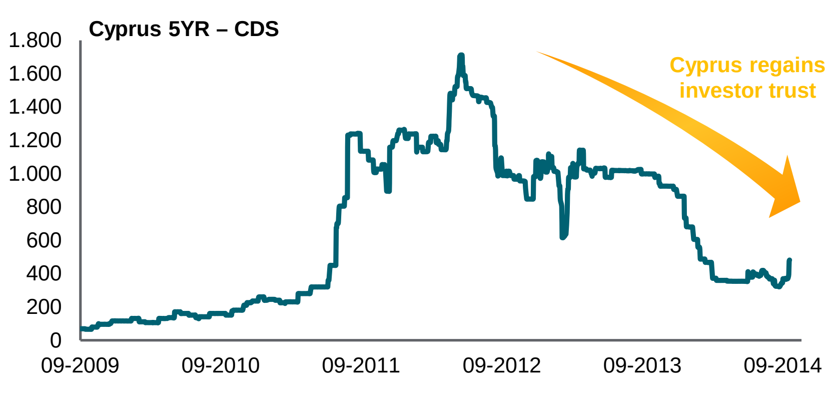
GDP growth expected to be positive from 2015E – faster recovery than other peripheral countries



Banking system deposits outflow arrested (€ bn)



Improved rating and credit outlook as demonstrated by benchmark bond issue



Agency	Rating	Last action	Outlook	Rating date	Previous rating
Moody's	B3	Upgrade	Stable	14-Nov-14	Caa3
S&P	B+	Upgrade	Stable	24-Oct-14	B
Fitch	B-	Affirmed	Positive	24-Oct-14	B-
DBRS	B (low)	Upgrade	Stable	27-Jun-14	CCC

- **Successful return to public debt markets**
  - €750m 5-year benchmark bond at a yield of 4,85%
  - Cyprus will tap the debt market again early next year
  - One of the fastest comeback to markets of any bailed-out euro zone country

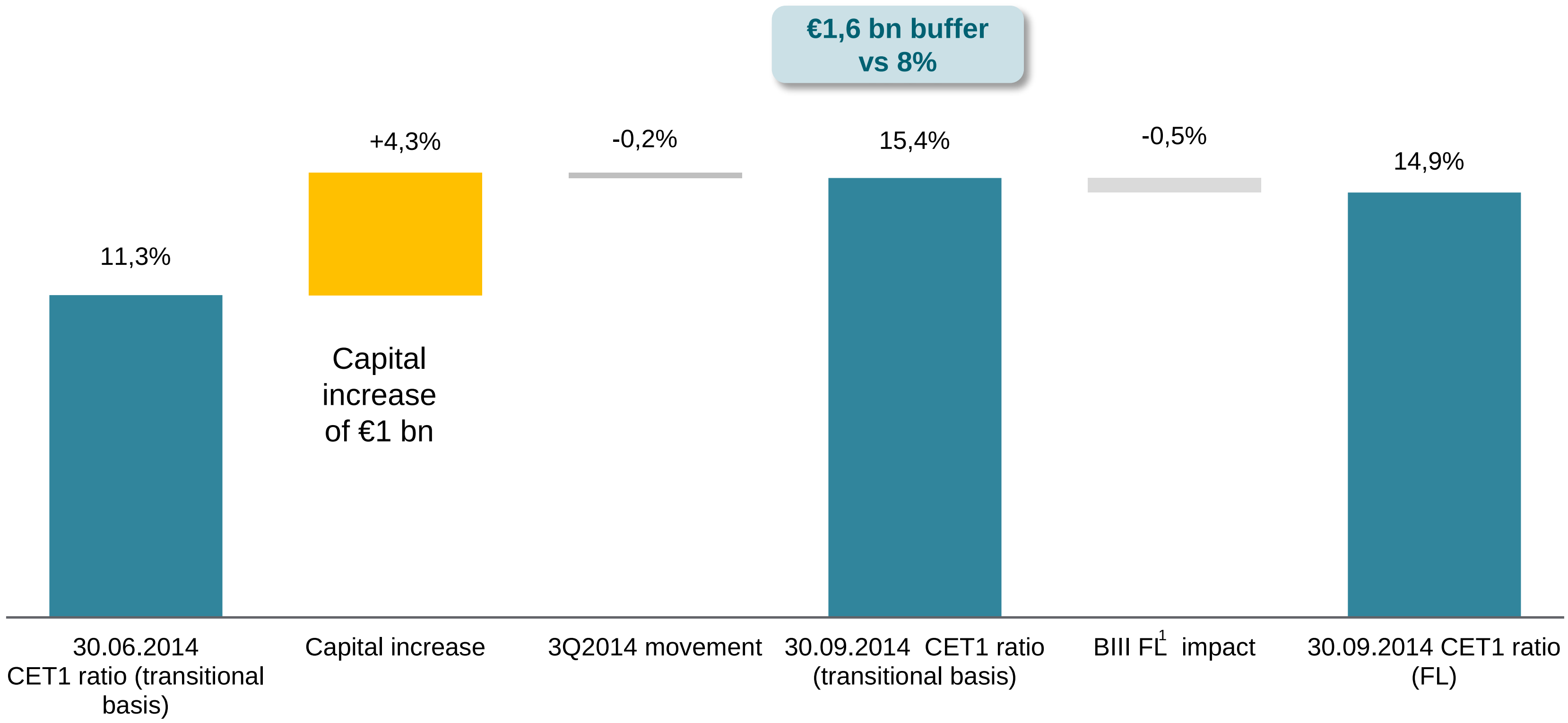
(1) Includes impact of bail-in of BoC – 37,5% of uninsured deposits (>€100k) converted to equity
(2) Includes impact of Laiki resolution - €3,9 bn
(3) Includes impact of bail-in of BoC – additional 10% of uninsured deposits converted to equity

SOURCE: Statistical Service of Republic of Cyprus, IMF and company reports, Bloomberg

Following the Eurogroup decisions to recapitalise the Bank via a bail-in of depositors, the Bank was placed under resolution from 25 March 2013 until 30 July 2013, a period during which it was recapitalised and restructured in accordance with the decrees issued by the Central Bank of Cyprus in its capacity as Resolution Authority. Due to the corporate actions that took place during this period, it is not possible to compare figures and results of the Group with past financial periods.

Capital Position – Impact of capital increase

Successful capital raising places the Bank at the upper end of the capital league table

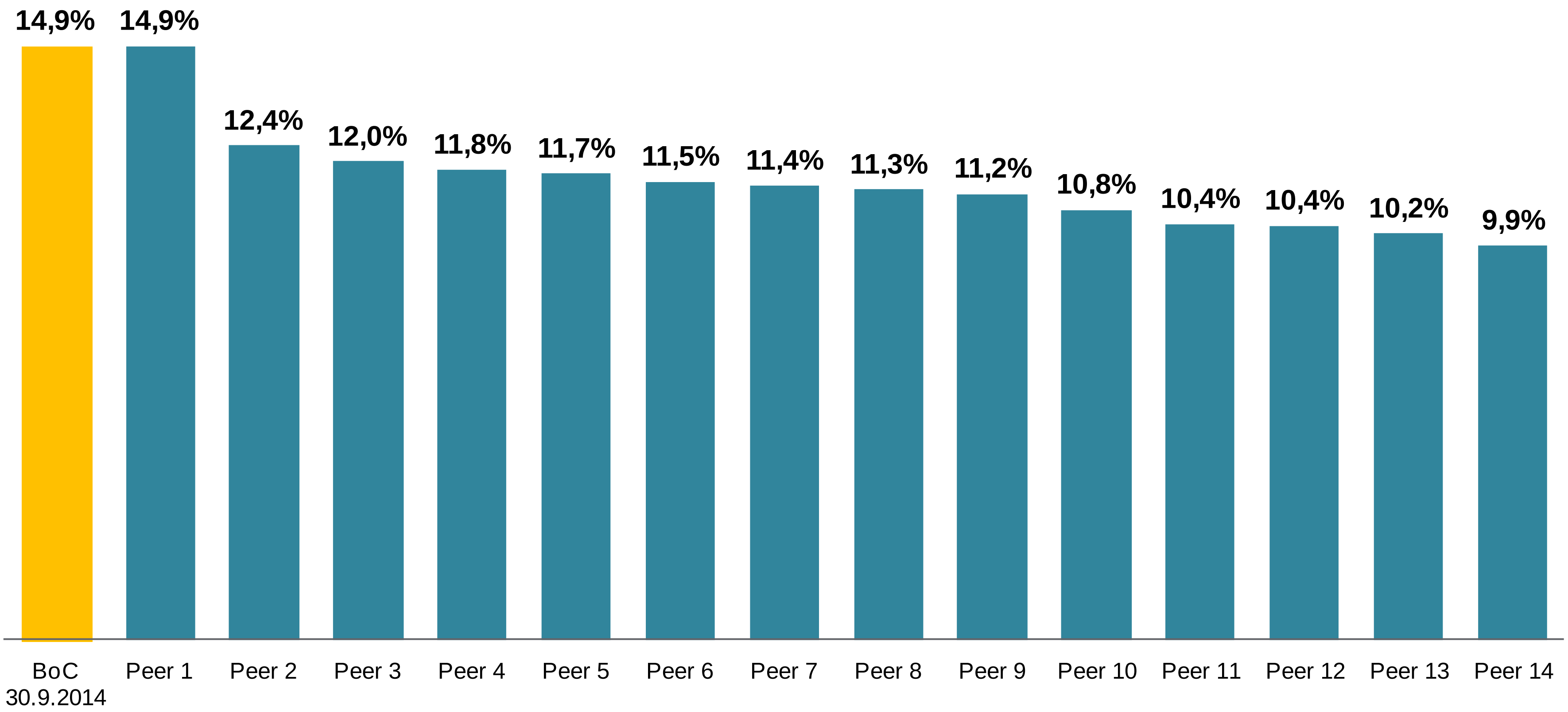


(1) Fully Loaded – main capital deduction from CRD IV transitional to fully loaded is in relation to Deferred Tax Assets (DTAs)

BoC appropriately capitalised

A solid Basel III capital position leading to successfully clearing the AQR and the stress test

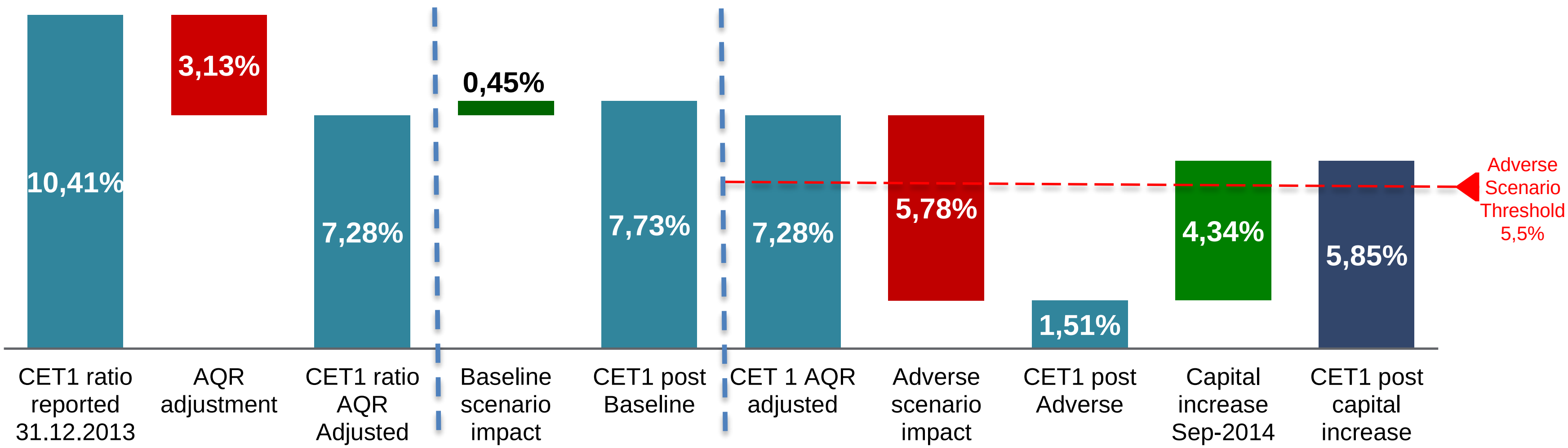
Basel III fully loaded CET1 ratio of Southern European banks*



*** Source: Company financials:**
Banks included: Alpha Bank, National Bank of Greece, Creval, BPS, Piraeus Bank, BPM, BPER, Sabadell, Popular, Carige, Liberbank, BCP, Eurobank

2014 ECB Comprehensive Assessment

The size and timing of the capital increase allowed the Bank to pass the ECB's Comprehensive Assessment



Main Results from AQR & Stress test		Adjusted for capital increase
CET1 Ratio at Dec-13 including retained earnings/losses of 2013	**10,41%**	
Aggregated adjustments due to AQR	-313 bps	
AQR adjusted CET1 Ratio	**7,28%**	**11,53%**
Aggregated adjustments based on Baseline scenario to lowest capital level of 3-year period	45 bps	
AQR adjusted CET1 Ratio after Baseline Scenario	**7,73%**	**11,62%**
Aggregated adjustments based on adverse scenario to lowest capital level of 3-year period	-578 bps	
AQR adjusted CET1 Ratio after Adverse Scenario	**1,51%**	**5,85%**
Aggregated capital (shortfall)/surplus of Comprehensive Assessment	**- €919 mn**	**€81 mn**

2014 ECB Comprehensive Assessment

Analysis of Aggregate Adjustments due to AQR

Portfolio	Adjustments to provisions on sampled files € mn	Adjustments to provisions due to extrapolation of findings € mn	Adjustments due to collective provisioning review € mn	Impact on CET 1 capital € mn
Retail	**-**	**-**	**240**	**240**
of which SME	-	-	*87*	*87*
Residential Real Estate	-	-	-	-
Other Retail	-	-	*153*	*153*
Corporates	**160**	**117**	**214**	**491**
Total	**160**	**117**	**454**	**731**

Mainly due to the assessment of lower recovery on defaulted assets. 90% of Corporates were assessed as "gone concern" meaning that no recovery could be obtained other than from the realisation of the collateral contrary to the Bank's methodology which assumes recovery from the Corporates' normal trading operations to a great extent

Mainly due to AQR conservative assumptions, due to methodology for recognition of provisions on performing assets and the fact that the AQR methodology assumed a rate of default based on the year 2013 which was an exceptionally bad year for the Bank

Following the Comprehensive Assessment, which was fundamentally a prudential exercise, the SSM has requested the Group to review certain of its accounting estimates relating to provisions in light of the higher degree of conservatism applied in the AQR. If required, any such changes in estimates would be reflected in the Group's financial statements for year 2014. Further, while the AQR and stress test did not show a capital shortfall for the Group after giving effect to the Capital Raising, in connection with the AQR, the SSM has requested the Bank to review certain of its accounting estimates, such those relating to provisions, on a prospective basis. This may adversely affect the Bank's capital position going forward.

Capital Position

2014 ECB Comprehensive Assessment

Income Statement Review

Balance Sheet Review

Loan Quality

Key Performance Indicators

Key Takeaways

Additional Information

Income Statement Review

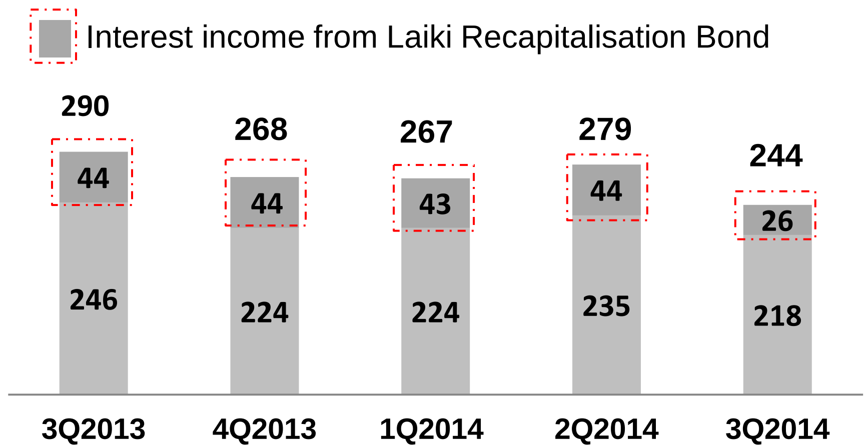
Selected lines from Income Statement (€ mn)	9M2014	3Q2014	2Q2014	qoq change %	1Q2014
Net interest income	790	244	279	-12%	267
Net fee and commission income	131	43	43	+1%	45
Insurance income net of insurance claims	35	10	12	-13%	13
Other (expenses)/income	(15)	(6)	(24)	-66%	15
Total income	**941**	**291**	**310**	**-7%**	**340**
Total expenses	**(367)**	**(122)**	**(121)**	**+0%**	**(124)**
Profit before provisions for impairment of customer loans, restructuring costs and discontinued operations	**574**	**169**	**189**	**-11%**	**216**
Provisions for impairment of customer loans	(492)	(163)	(183)	-11%	(146)
Share of profit /(loss) from associates	2	(2)	2	n/a	2
Profit before tax, restructuring costs and discontinued operations	**84**	**4**	**8**	**-68%**	**72**
Tax	(15)	(5)	(8)	-27%	(2)
Loss attributable to non-controlling interests	15	7	6		2
Profit after tax and before restructuring costs, discontinued operations and net profit from disposal of non-core assets	**84**	**6**	**6**	**-15%**	**72**
Restructuring costs	(32)	(11)	(16)	-	(5)
Loss from discontinued operations	(36)	-	-	-	(36)
Net profit from disposal of non-core assets*	60	-	60	-	-
Profit/(loss) after tax	**76**	**(5)**	**50**	**n/a**	**31**
Net interest margin	**4,03%**	**3,83%**	**4,26%**	**-43 b.p.**	**3,99%**
Cost-to-Income ratio	**39%**	**42%**	**39%**	**+3 p.p.**	**36%**

* This relates to the loss on disposal of the Ukrainian operations (€114 mn), the profit on disposal of the stake in Banca Tnansilvania (€47 mn) the profit on disposal of the loans in Serbia (€27 mn) and the profit from the early repayment of the Cyprus Government Bond (€100 mn)

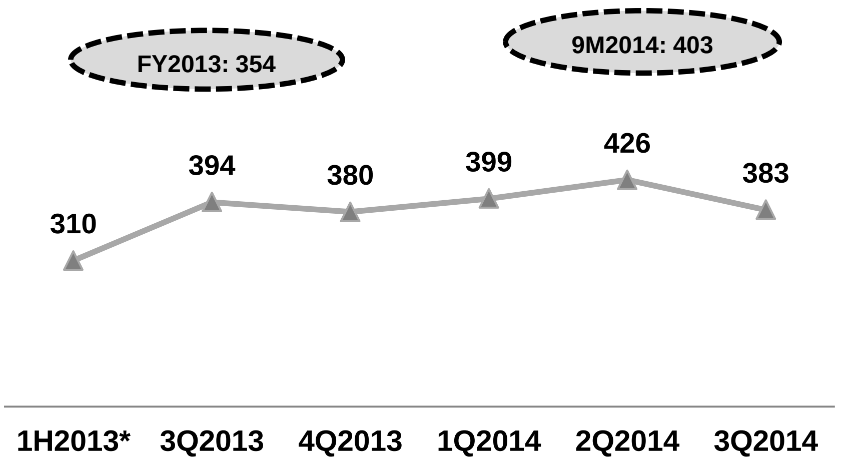
b.p. = basis points, p.p. = percentage points ; 100 b.p. = 1 p.p.

Net Interest Income and Net Interest Margin

Net Interest Income (€ mn)



Net Interest Margin (bp)

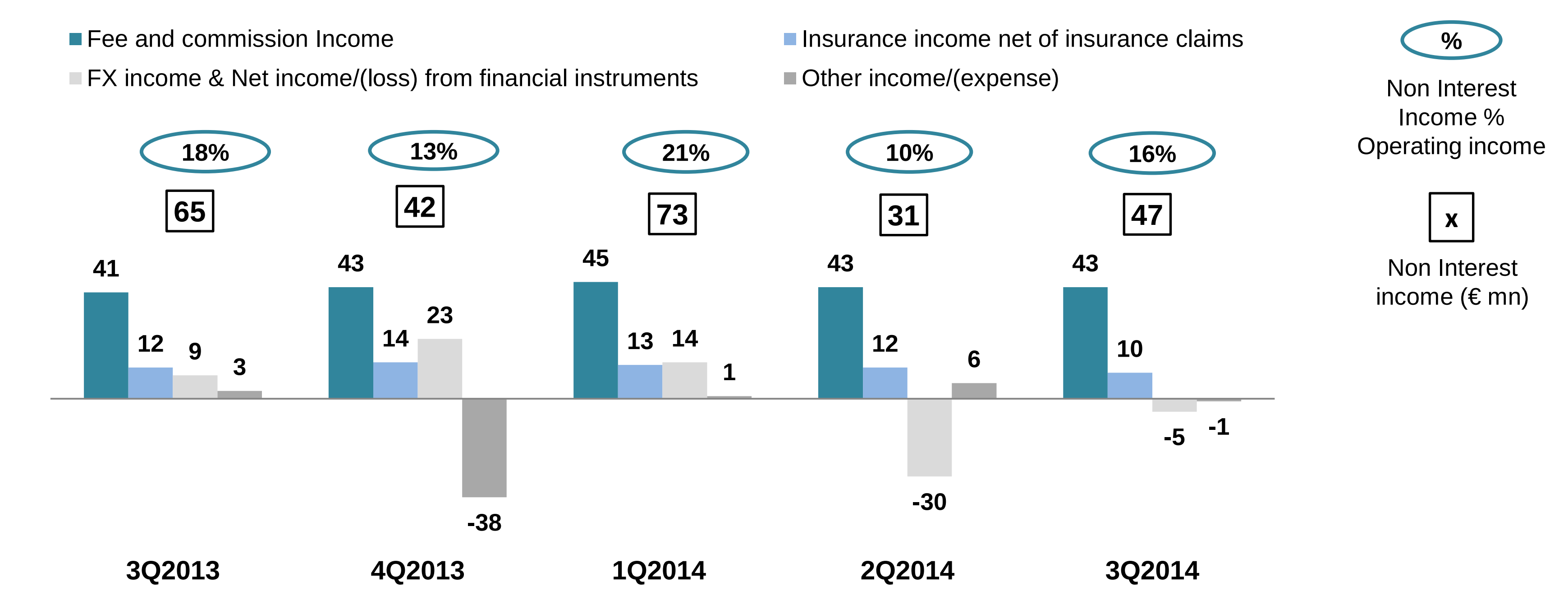


- 3Q2014 Net Interest Income (NII) at €244 mn (compared to €279 mn for 2Q2014) on the back of lower customer spread reflecting reduced lending rates and lower interest income following the repayment of €950 mn of a sovereign bond by the Republic of Cyprus (Laiki recapitalisation bond) in July 2014
- During 3Q2014 the Bank reduced its Base lending rates in order to help the rejuvenation of the domestic economy
- 3Q2014 Group Net Interest Margin (NIM) at 3,83% (compared to 4,26% for 2Q2014) due to reduction of net interest income
- NII and NIM continue to be affected by the competitive conditions in the domestic banking market and by the high-though-declining reliance on Eurosystem funding which is cheaper than the cost of customer deposits

* Information for 1Q2013 and 2Q2013 is not available as it has not been possible to publish the financial results for the three months ended 31 March 2013.

Analysis of Non-interest income

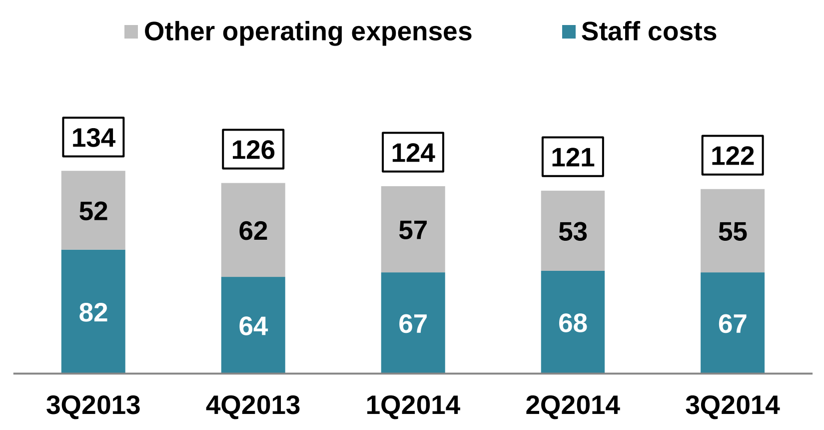
Analysis of Non Interest Income (€ mn)



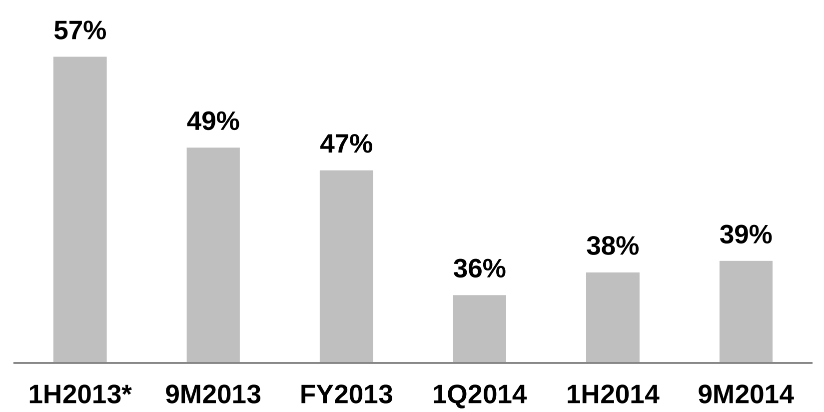
- The majority of non-interest income is recurring deriving from fees and commission income and income from the insurance business
- All businesses are focusing on increasing fee income; e.g. International Banking Services (IBS), a significant contributor of fee income in the past, is focused on reactivating volumes in incoming and outgoing payments to improve non-interest income
- Recurring income from insurance business reflecting the Group's leading position in the insurance business in Cyprus

Total Expenses

Quarterly Total expenses (€ mn)



Group Cost to Income Ratio

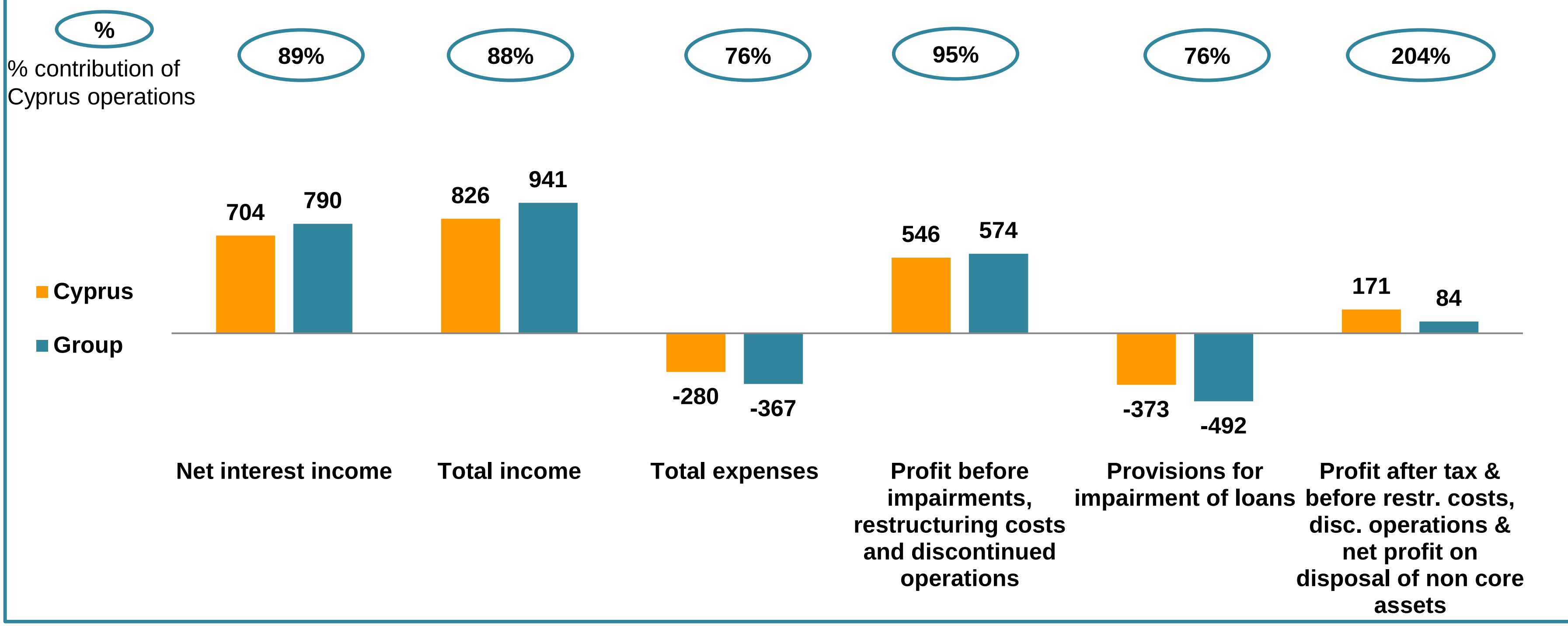


- 3Q2014 Total expenses of €122 mn compared to €121 mn for 2Q2014
- Staff costs for 3Q2014 at €67 mn broadly at the same level as in the previous quarters
- The cost-to-income ratio for 9M2014 has been broadly stable at 39%

* Information for 1Q2013 and 2Q2013 is not available as it has not been possible to publish the financial results for the three months ended 31 March 2013.

Income Statement Highlights – Group vs Cyprus

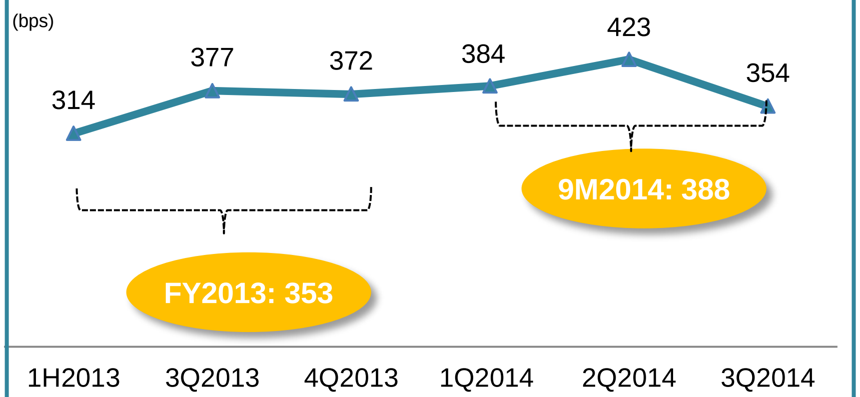
9M2014 Group Income Statement Highlights (€ mn)



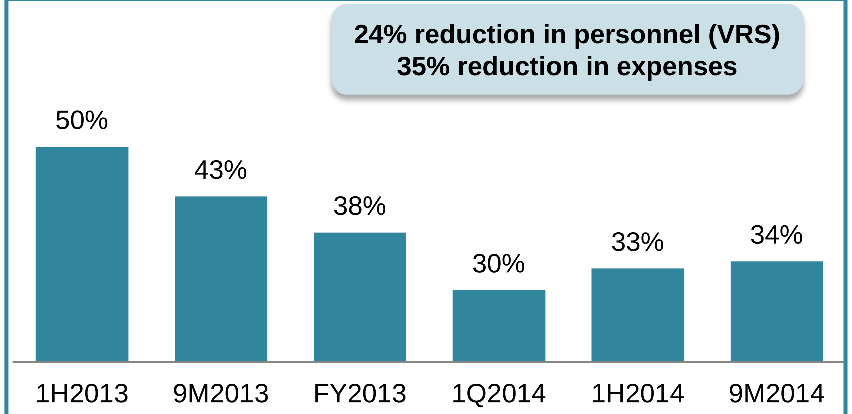
- Group profitability driven by core Cyprus operations
- Profit before provisions for impairments of customer loans, restructuring costs and discontinued operations for the Cyprus operations of €546 mn for 9M2014, compared to a Group total of €574 mn for the same period.
- Profit after tax and before one-off items for the Cyprus operations of €171 mn for 9M2014, compared to a Group total of €84 mn for the same period.

Core Cyprus operations key driver of Group performance

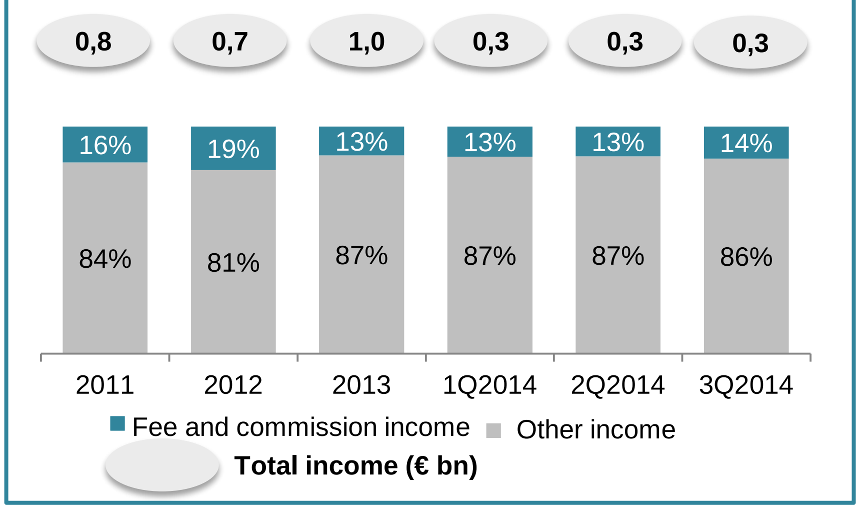
High net interest margins for Cyprus– supported by cheap Eurosystem funding



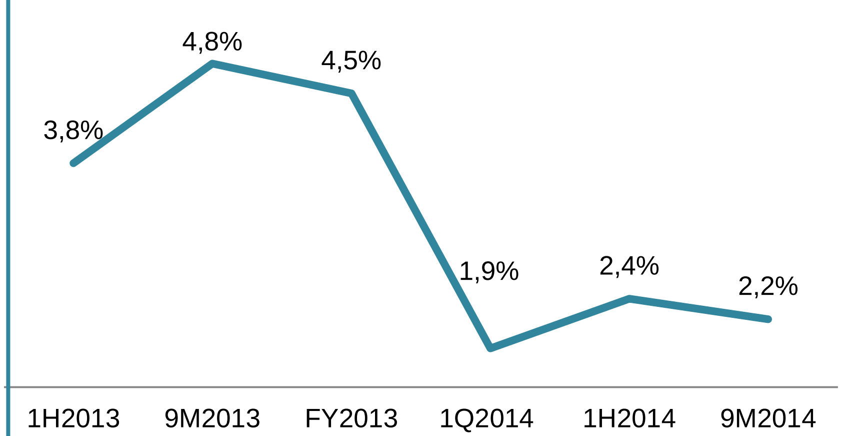
Lower CIR for Cyprus driven by Laiki integration / streamlining



Historical fee and commission income / total income for Cyprus



Improvement in cost of risk[1] for Cyprus



(1) Cost of risk for the Cyprus operations has been calculated as provisions for impairment of loans and advances / gross loans

Balance Sheet Deleverage - Shrinking to Strength

€ mn	Jun 2013	Sep 2013	Dec 2013	Mar 2014	Jun 2014	Sep 2014	Change Since Jun 2013
Cash & bank placements	3.012	2.578	2.530	2.105	1.973	2.417	-595
Investments	3.413	3.505	3.433	3.475	3.538	2.578	-835
Net Loans	23.769	22.575	21.764	21.234	20.063	19.794	-3.975
Other assets	2.762	2.739	2.622	2.564	2.984	2.694	-68
Total assets	***32.956***	***31.397***	***30.349***	***29.378***	***28.558***	***27.483***	***-5.473***
Customer deposits	16.970	15.468	14.971	14.066	13.803	13.330	-3.640
ECB funding	-	1.301	1.400	1.400	1.400	920	+920
ELA	11.107	9.856	9.556	9.506	8.785	7.684	-3.423
Interbank funding	983	1.038	790	753	802	707	-276
Other liabilities	976	944	895	894	954	1.057	+81
Total equity	2.920	2.790	2.737	2.759	2.814	3.785	+865
Total liab. & equity	***32.956***	***31.397***	***30.349***	***29.378***	***28.558***	***27.483***	***-5.473***

Balance sheet deleverage qoq		*-1.559*	*-1.048*	*-971*	*-820*	*-1.075*
CET1 ratio (transitional basis)	*n/a*	*n/a*	*10,4%*	*10,6%*	*11,3%*	*15,4%*
Leverage ratio (Assets/Equity)	*11,3x*	*11,2x*	*11,1x*	*10,6x*	*10,1x*	*7,3x*

Net loans reduction driven by disposal of non-core assets and the ongoing deleveraging

Deposit reduction less than reduction in gross loans

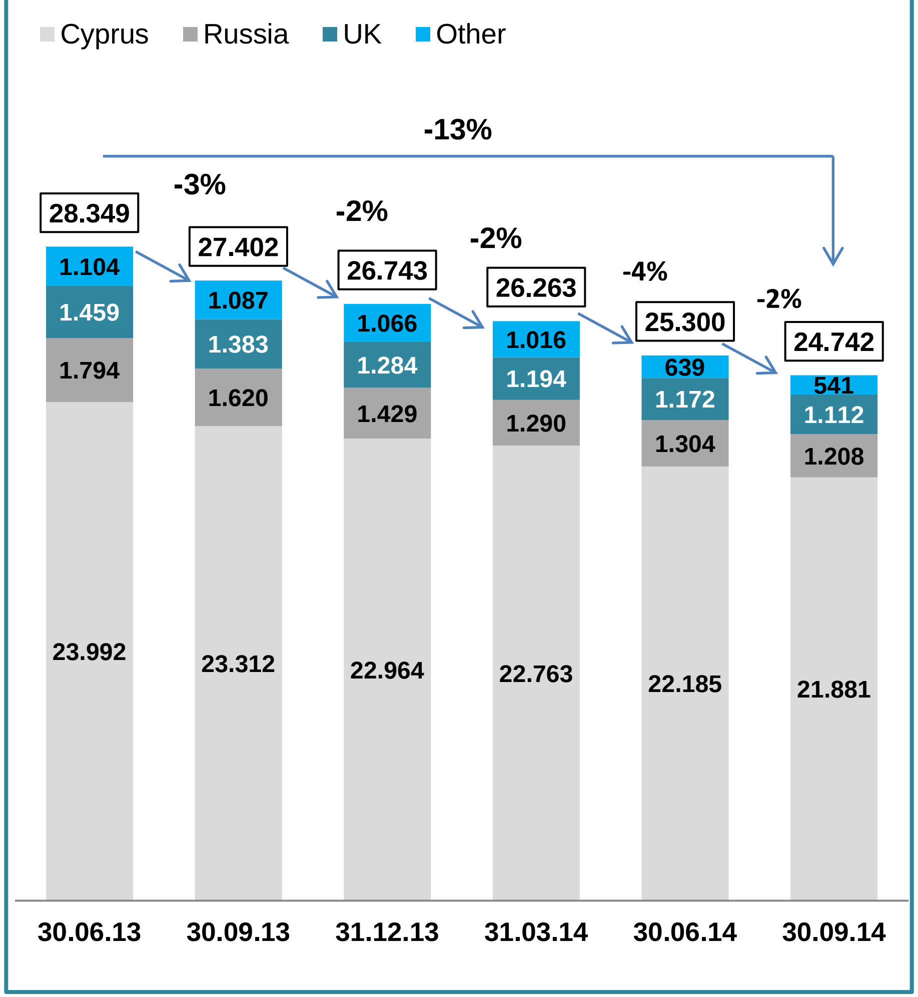
Overall ELA reduction from peak about €3,9 bn (including November repayment)

Steady reduction of total assets

CET1 ratio and Leverage ratio strengthened by Share Capital Increase

Gross Loans

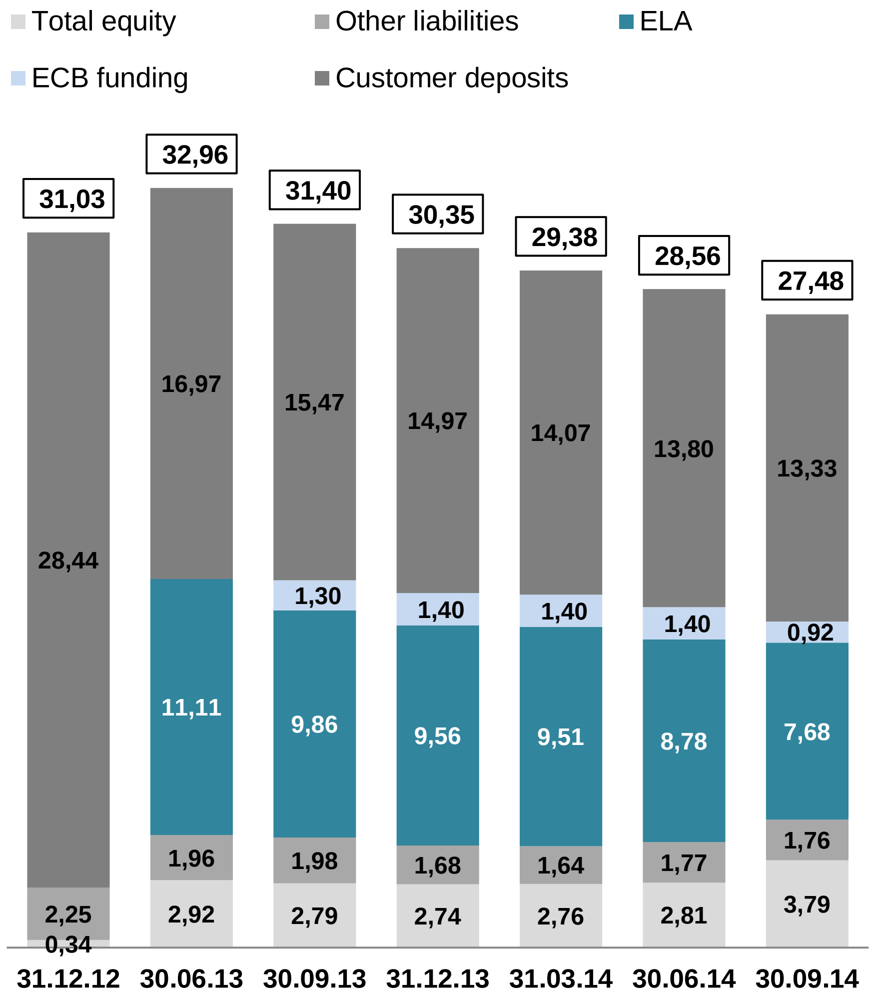
Gross Loans by Geography (€ mn)



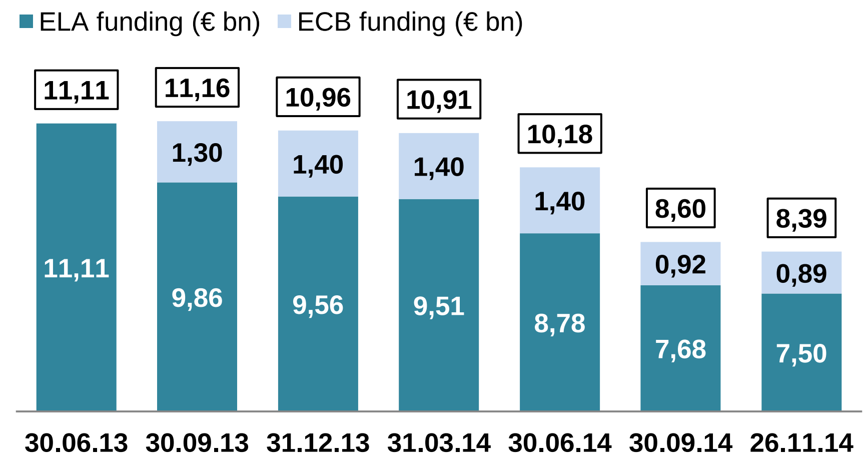
- Stable reduction of Gross Loans on a quarterly basis
- Overall, a 13% reduction in Group gross loans since June 2013
- Overseas loan book reduced by 34% since June 2013, reflecting the deliberate disposal of non-core operations and assets
- Domestic loan book reduced by 9% since June 2013, reflecting primarily customers' efforts to deleverage by using their deposits to pay down debt
- Domestic loan book accounted for 88% of Group loans at 30 September 2014, compared to 85% at 30 June 2013

Funding Structure

Analysis of Liabilities and Equity (€ bn)



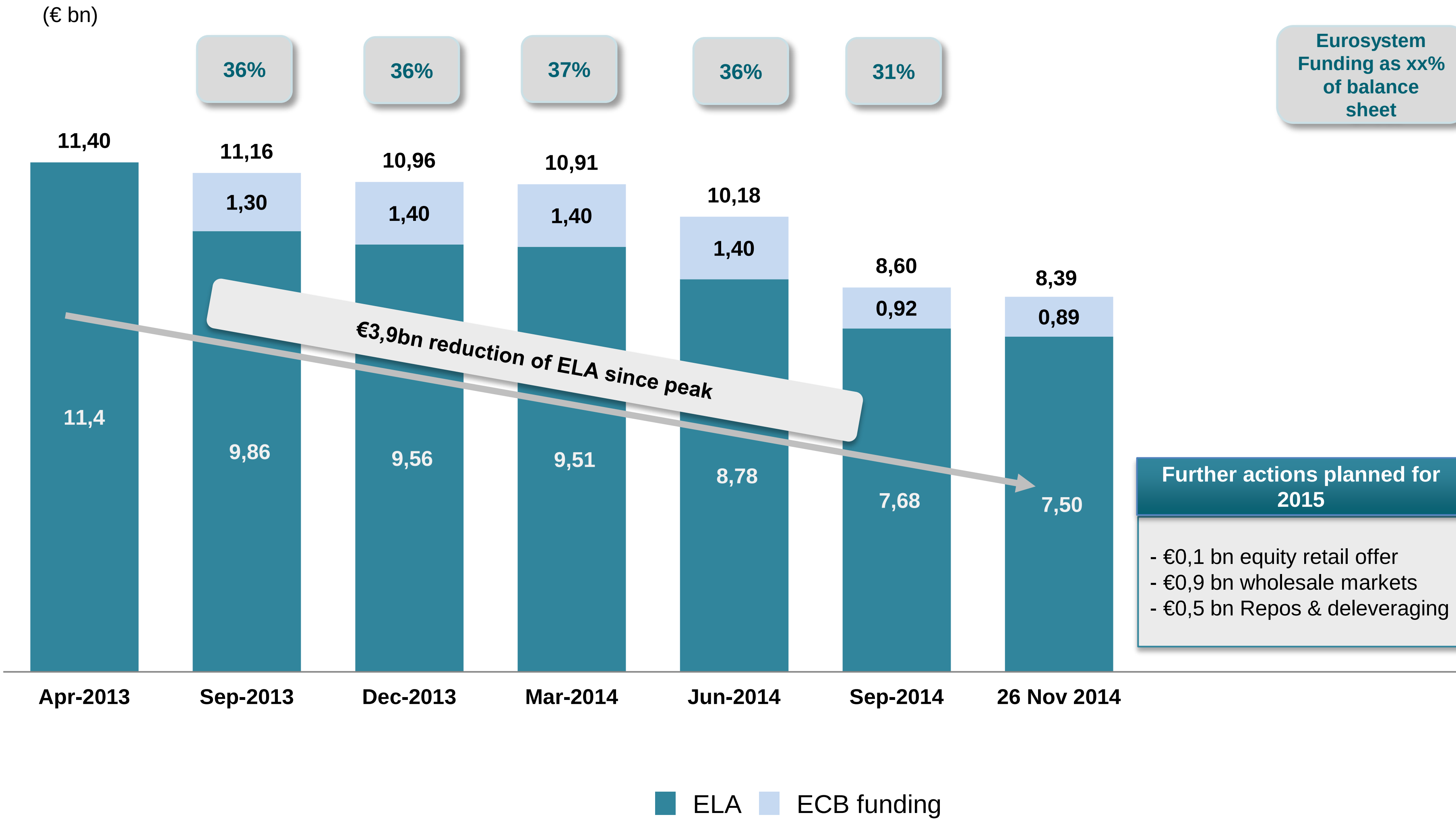
Funding from Central Banks



- Funding structure dented by the bail-in and the acquisition of Laiki
- At 30 September 2014 Eurosystem funding at €8,6 bn, comprising ELA of €7,68 bn and ECB funding of €920 mn
- Post 30 September 2014, ELA reduced by further €180 mn and ECB funding reduced by €30 mn
- The Group has reduced its total Eurosystem funding by €3 bn since peak and in tandem managed to absorb a significant reduction in its deposit base

Eurosystem Funding Reliance reducing fast

Continuous reduction of ELA and ECB funding with further potential going forward

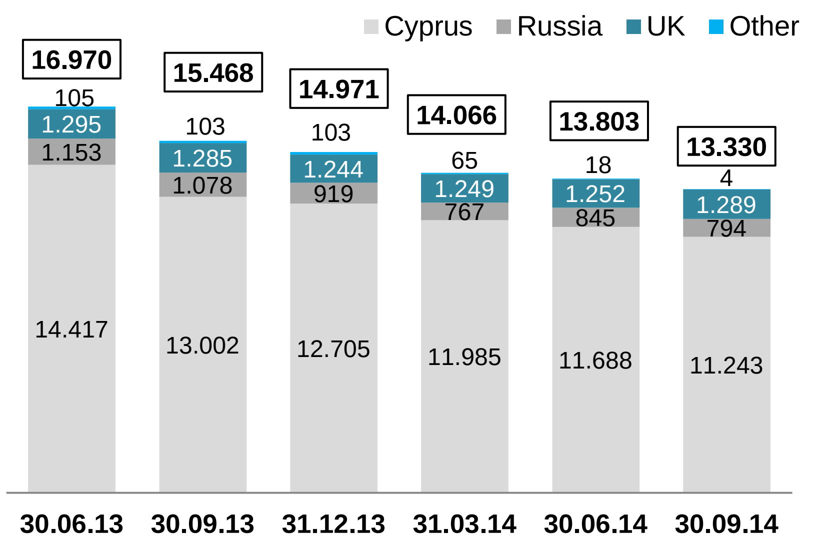


Further actions planned for 2015

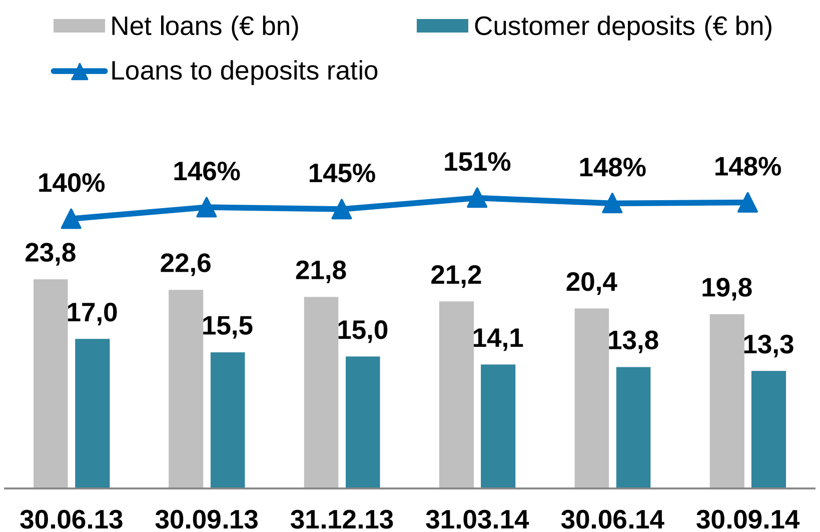
- €0,1 bn equity retail offer
- €0,9 bn wholesale markets
- €0,5 bn Repos & deleveraging

Customer Deposits

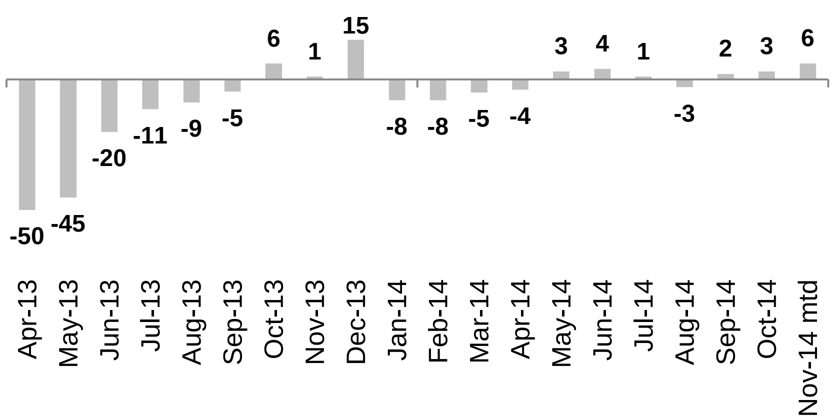
Customer Deposits by Geography (€ mn)



Loans to deposits ratio



Average daily customer flows per month (€ mn)



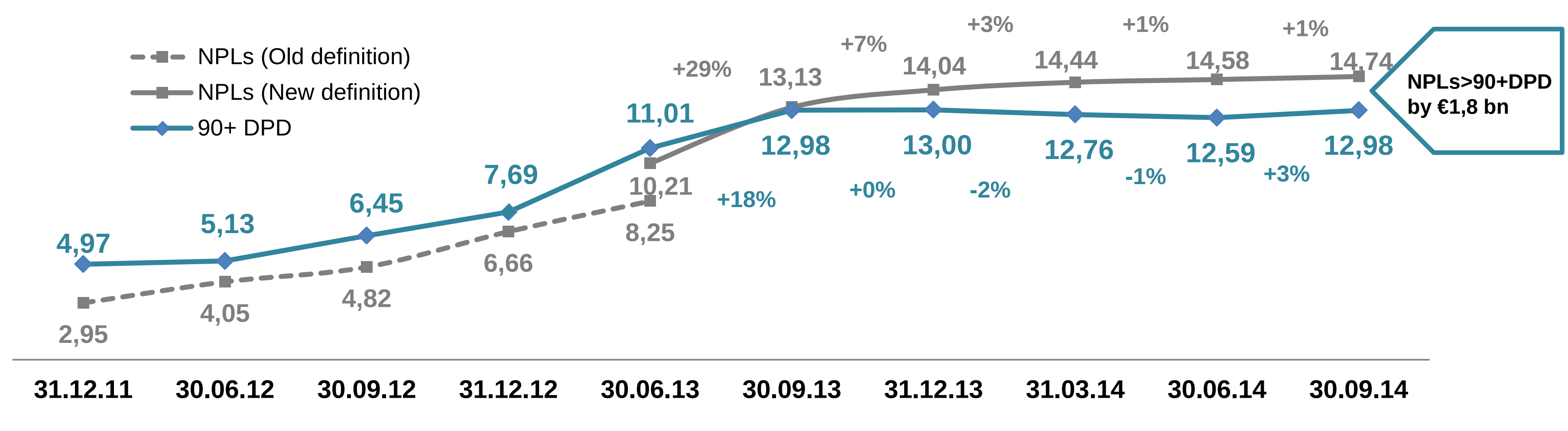
- Group customer deposits declined by 3% during 3Q2014, compared to a 2% reduction in 2Q2014. Customer deposits in Cyprus dropped by 4% in 3Q2014 compared to a drop of 2% in 2Q2014, driven primarily by customers using deposits to pay down debt.
- Since May 2014 the Bank experienced customer inflows every month (except August) despite the release €1,2 bn of blocked decree deposits in July and October and full abolition of internal controls since May 2014
- Group Loans to deposits ratio at 148%

Bank of Cyprus

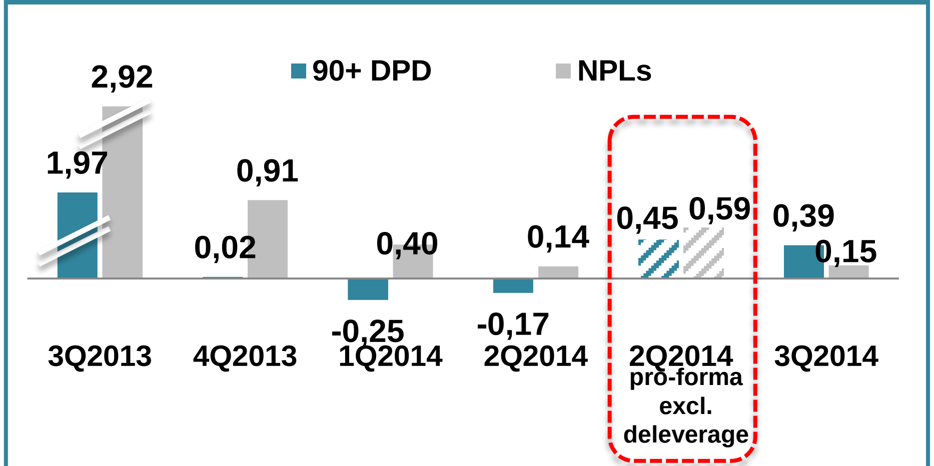
Bank of Cyprus

Credit Risk – Quality of Loan portfolio

Problem Loans (€ bn)



Quarterly change in problem loans (€ bn)



- In 3Q2014, 90+ DPD* increased by €387 mn reflecting the recessionary conditions and difficult legislative environment.
- NPLs** continue to rise as restructured loans remain classified as NPLs for longer
- NPLs growth rate maintained at 1% for 3Q2014
- Adjusting for the disposal of the Ukraine operations and Serbian loans, the 3Q2014 increase in 90+DPD and NPLs was lower than the 2Q2014 increase

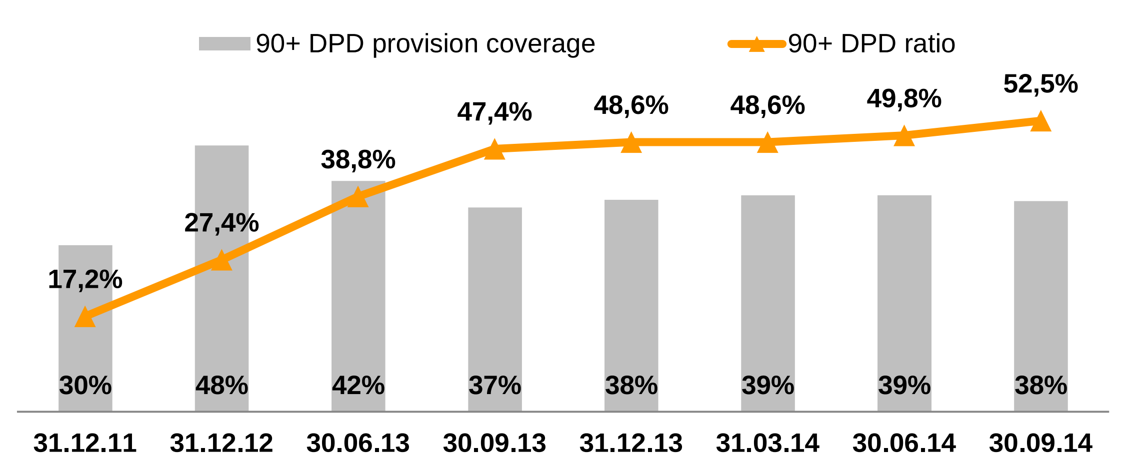
* 90+ DPD are loans with a specific provision (i.e. impaired loans) and loans past-due for more than 90 days but not impaired

** NPLs as per the Central Bank of Cyprus definition

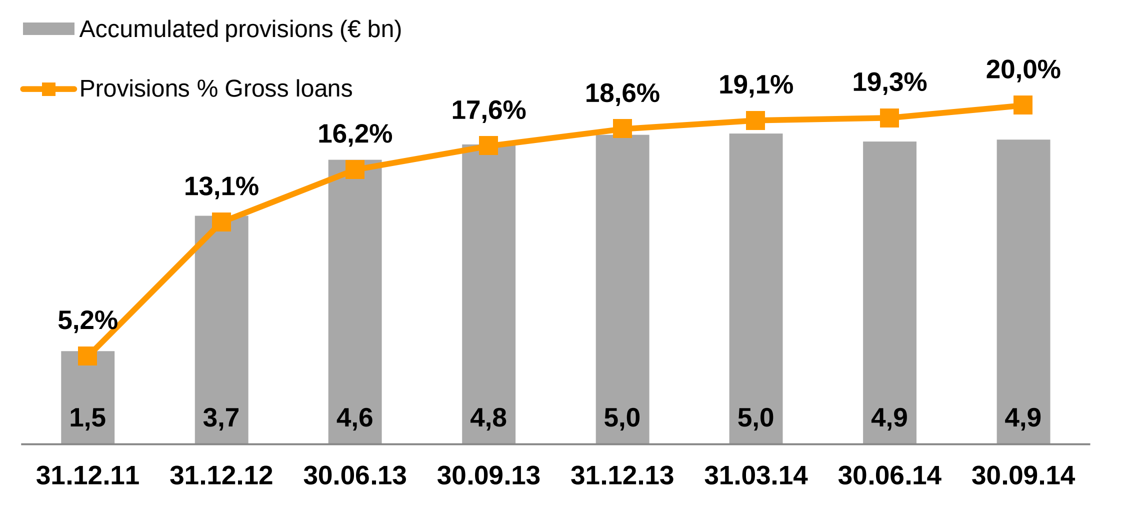
Credit Risk – Provisions

Trends in 90+DPD and provisions

Group loan quality indicators



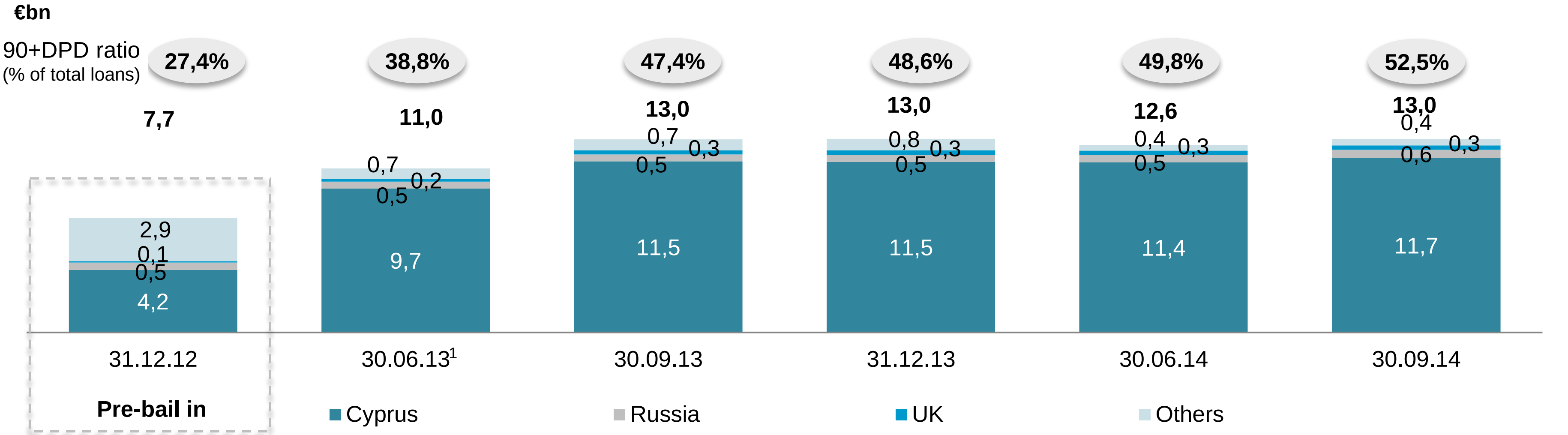
Accumulated provisions



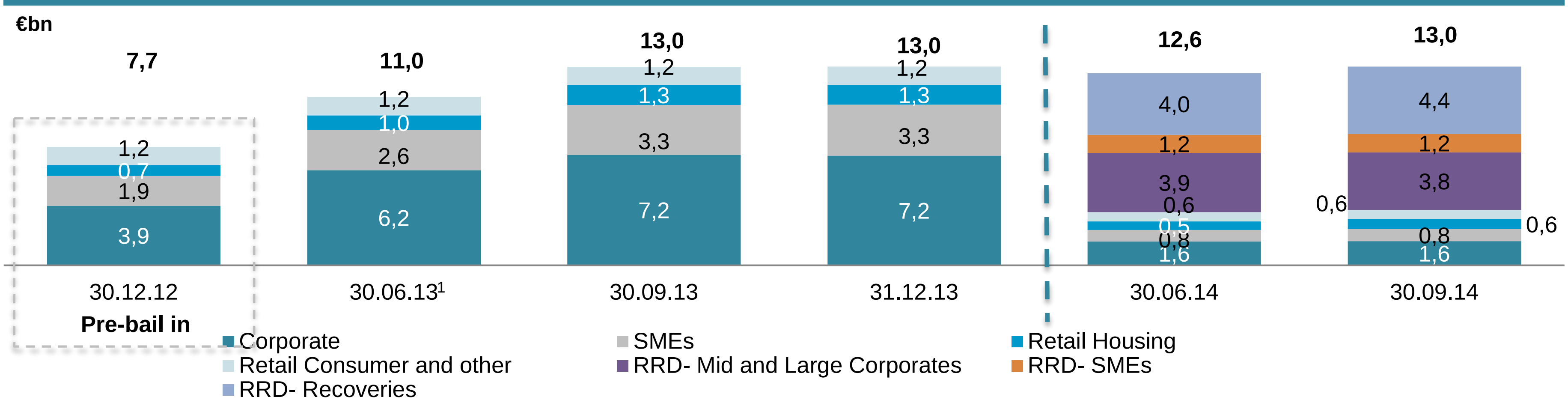
- 90+ DPD ratio at 52,5%
- 90+ DPD provision coverage stood at 38%; Taking into account tangible collateral, 90+ DPD are fully covered
- Accumulated provisions at €4,9 bn or 20% of gross loans
- Conservative provisioning assessment takes into account property value indexation, expected future evaluation of property prices and costs incurred during the recovery period

Credit Risk – 90+ DPD by Geography and Segment

Group 90+DPD loans by geography



Group 90+DPD loans by segment (new presentation adopted as of June 2014*)



(1) Information for Q1 2013 is not available as it has not been possible to publish the financial results for the three months ended 31 March 2013

*As part of the restructuring of the Group, management is currently monitoring the loan portfolio of the Group using new business line definitions. An important component of the Group's new operational structure is the establishment of the RRD for the purposes of centralising and streamlining the management of its delinquent loans. No comparative information is available.

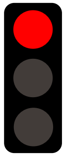
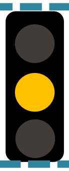
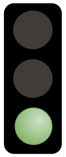
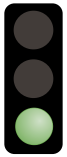
Credit Risk – 90+ DPD fully covered by provisions & tangible collateral

	Corporate	SMEs	Housing	Consumer	RRD	Cyprus
	14,8%	8,1%	17,5%	7,3%	52,3%	100,0%
Gross loans (€bn)	3,2	1,8	3,8	1,6	11,5	21,9
90+DPD loans by segment	22,7%	30,5%	16,2%	29,0%	81,9%	53,7%
Loan Loss Reserve (LLR) coverage	46,0%	29,3%	18,4%	48,6%	36,8%	36,5%
Tangible coverage	66,0%	81,6%	84,1%	45,7%	76,6%	75,4%
Total coverage	112,0%	110,9%	102,5%	94,3%	113,4%	111,9%

Significant provision and collateral coverage, with additional comfort from personal guarantees

xx % of total gross loans (Cyprus only)

KPIs and Targets based on Restructuring Plan

Key Performance Indicators	Actual	Actual	Medium-Term Target	
	Dec-13	**Sept.-14**	**Dec-17**	
Asset quality				
90+ DPD coverage ratio	38%	38%	>50%	
Provisioning charge	3,7%	2,6%	<1,5%	
90+ DPD (€ mn)	13.003	12.978	< 10.000	
Funding				
Loans to deposits ratio	145%	148%	<150%	
Capital				
CET1 ratio (transitional)	10,4%	15,4%	>10%	
Leverage ratio (Assets/Equity)	11,1x	7,3x	<12x	
Efficiency				
Cost to income ratio	47%	39%	<45%	
Net Interest Margin	3,54%	4,03%	>2,50%	
Number of branches in Cyprus	133	130	125	
Group employees in Cyprus	4.247	4.229	<4.100	

- The Group will publish on a quarterly basis selective features of its Restructuring Plan and the KPIs agreed with the Central Bank of Cyprus.
- Broadly remains on track
- 90+ DPD is the KPI most difficult to tackle

Key Takeaways

- **Leading financial institution** in an economy that is on the road to economic recovery
- MoU implementation on track with **5th Troika review mission being another positive one**
- **CET1 ratio improved to 15,4% (transitional basis)** driven the successful €1 bn share capital increase through a private placement with international institutional investors and existing investors
- **Deposit base showing signs of stabilization,** with 3Q2014 deposit outflows in Cyprus reduced to just 3%; early release of all blocked decree deposits
- **ELA reduced** through deleveraging actions and capital proceeds
- RRD up and running with **signs that measures are yielding results**, despite the lack of the appropriate legal infrastructure
- **Loan quality challenges remain; 90+ DPD remain stubbornly high;** imperative that the Bank is given the tools to engage effectively with borrowers
- Election of a **new Board** with members bringing a wealth of banking and broader corporate experience

Key Information and Contact Details

Credit Ratings:

Fitch Ratings:
Long-term Issuer Default Rating: upgraded to "CC" on 4 July 2014
Short-term Issuer Default Rating: upgraded to "C" on 4 July 2014
Viability Rating: affirmed at "cc" on 4 July 2014

Moody's Investors Service:
Long-term deposit ratings: Raised to Caa3 (stable outlook) from Ca on 17 November 2014
Senior unsecured debt ratings: Upgraded to (P)Caa3 (stable outlook) from (P)Ca on 17 November 2014
Short-term deposit and commercial paper ratings: Affirmed at Not Prime, no outlook
Standalone BFSR: Affirmed at E, stable outlook, equivalent to a BCA of caa3

Listing:

ATHEX – BOC, CSE – BOCY, ISIN CY0000100111
Since 19 March 2013, the shares of the Bank have been suspended from trading on ATHEX and CSE

Contacts

Investor Relations

Constantinos Pittalis, Investor Relations Manager, Tel: +35722122466, Email: constantinos.pittalis@bankofcyprus.com

Irene Constantinou, Investor Relations, Tel: +35722122121, Email: irene.constantinou@bankofcyprus.com

Elena Hadjikyriacou, Investor Relations, Tel: +35722122239, Email: elena.hadjikyriacou@bankofcyprus.com

Chief Financial Officer

Eliza Livadiotou, Tel: +35722122344, Email: eliza.livadiotou@bankofcyprus.com

Finance Director

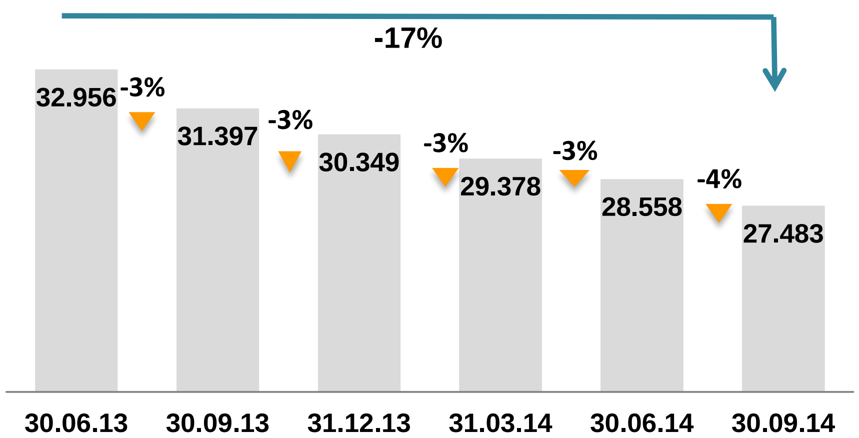
Dr. Chris Patsalides, Tel: +35722122456, Email: christakis.patsalides@bankofcyprus.com

Visit our website at: www.bankofcyprus.com

Consolidated Balance Sheet

€ mn	% change	30.09.14	31.12.13
Cash and balances with Central Banks	-32%	840	1.240
Placements with banks	+22%	1.577	1.290
Debt securities, treasury bills and equity investments	-25%	2.578	3.433
Net loans and advances to customers	-9%	19.794	21.764
Other assets	+3%	2.694	2.622
Total assets	**-9%**	**27.483**	**30.349**

Balance sheet (€ mn)



€ mn	% change	30.09.14	31.12.13
Amounts due to banks	-34%	130	196
Funding from Central Banks	-21%	8.604	10.956
Repurchase agreements	-3%	577	594
Customer deposits	-11%	13.330	14.971
Debt securities in issue	-	5	1
Other liabilities	+18%	1.047	889
Subordinated loan stock	-	5	5
Total liabilities	**-14%**	**23.698**	**27.612**
Share capital	-	893	4.684
Shares subject to interim orders	-	-	59
Capital reduction reserve and share premium	-	2.506	-
Revaluation and other reserves	-	95	72
Retained earnings/(Accumulated losses)	-	234	(2.152)
Shareholders' equity	**+40%**	**3.728**	**2.663**
Non controlling interests	-23%	57	74
Total equity	**+38%**	**3.785**	**2.737**
Total liabilities and equity	**-9%**	**27.483**	**30.349**

Income Statement Bridge for 9M2014

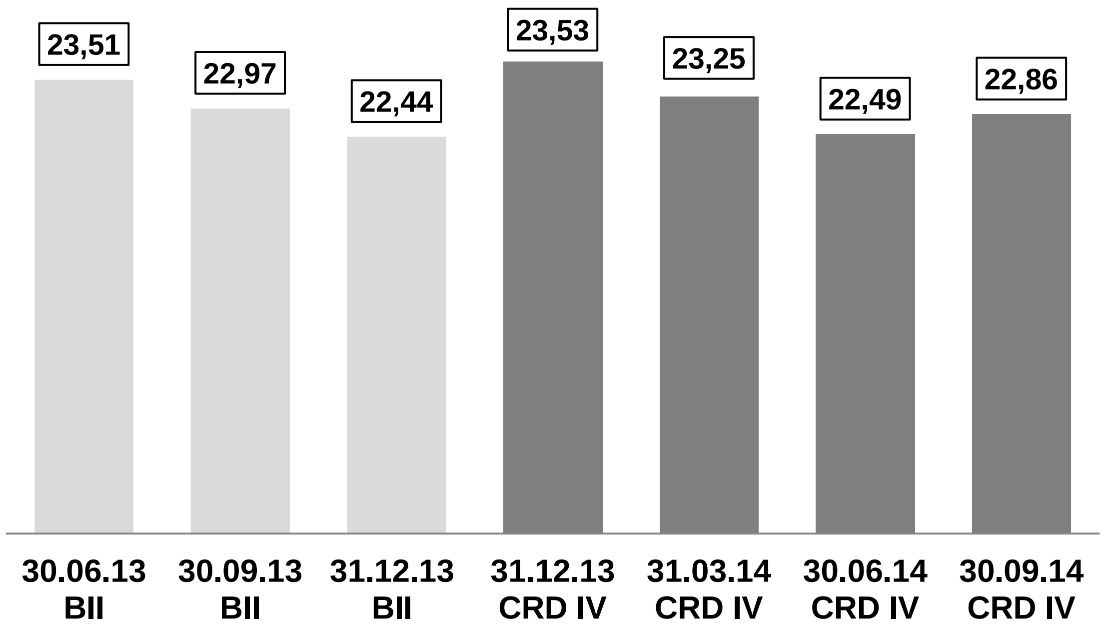
€ mn	Per financial statements	Reclassification	Per presentation
Net interest income	790	-	790
Net fee and commission income	131	-	131
Insurance income net of insurance claims	35	-	35
Other income/(expenses)	159	(174)*	(15)
Total income	**1.115**	**(174)**	**941**
Total expenses	**(399)**	**32**	**(367)**
Profit before provisions for impairment of customer loans, restructuring costs and discontinued operations	**716**		**574**
Provisions for impairment of customer loans	(492)		(492)
Share of profit /(loss) from associates	2		2
Profit before tax, restructuring costs and discontinued operations	**226**		**84**
Tax	**(15)**		**(15)**
Loss attributable to non-controlling interests	15		15
Profit after tax and before restructuring costs, discontinued operations and net profit from disposal of non-core assets	226		**84**
Restructuring costs	-	(32)	(32)
Loss from discontinued operations	(150)	114**	(36)
Net profit from disposal of non-core assets*	- -	174 (114)	60
Profit after tax attributable to owners of the Company	**76**	**0**	**76**

* This relates to the profit on disposal of the stake in Banca Tnansilvania (€47 mn), the profit on disposal of the loans in Serbia (€27 mn) and the profit from the early repayment of the Cyprus Government Bond (€100 mn)

** This relates to the loss on disposal of the Ukrainian operations

Risk Weighted Assets evolution

Risk weighted assets (RWA, € bn)



- RWA have increased in 3Q2014 following the capital increase and the resulting increase of the threshold exemptions on items that are risk weighted at 250%

Reconciliation of Group Equity to CET 1

(€ bn)	9M2014
Group Equity per financial statements	3,78
Less : Intangibles and other deductions	(0,03)
Less: In force value (Insurance companies)	(0,10)
Less: Non banking subsidiaries reserves, adjustments on Minority Interest and other items	(0,10)
Less: Revaluation reserves and other unrealised items transferred to Tier 2	(0,05)
CET 1 (transitional)	**3,51**
Less : Adjustments to fully loaded (mainly DTA)	**(0,10)**
CET 1 (fully loaded)	**3,41**
RWA	**22,86**
CET 1 ratio (fully loaded)	**14,9%**

Loans and Deposits by Geography

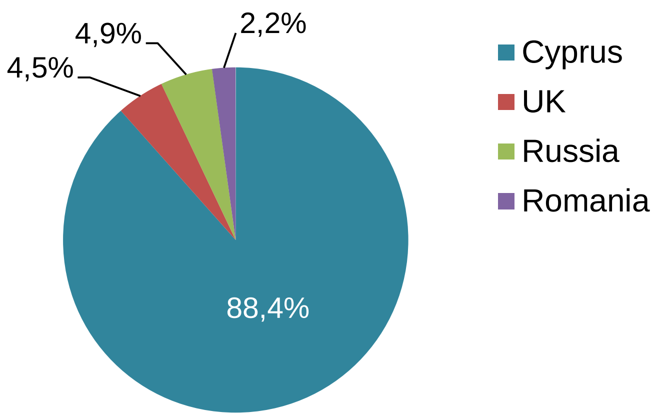
Gross Loans by Geography

€ mn	31.12.13	31.03.14	30.06.14	30.09.14
Cyprus	22.964	22.763	22.185	21.881
UK	1.284	1.194	1.172	1.112
Russia	1.429	1.290	1.304	1.208
Other countries*	1.066	1.016	639	541
Group	**26.743**	**26.263**	**25.300**	**24.742**

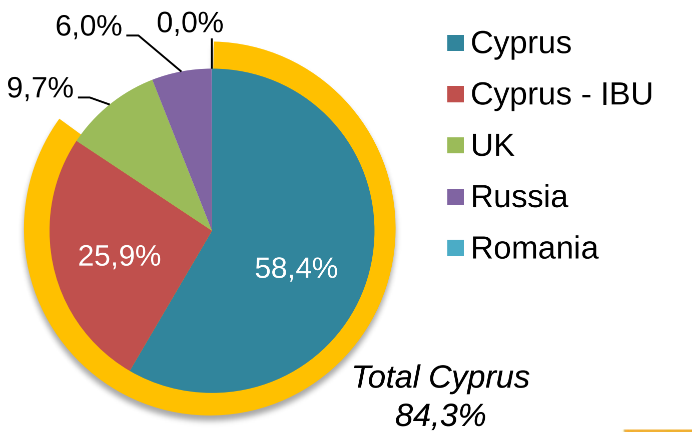
Deposits by Geography

€ mn	31.12.13	31.03.14	30.06.14	30.09.14
Cyprus non-IBU	8.658	8.196	8.094	7.785
Cyprus IBU	4.047	3.789	3.594	3.458
Cyprus – Total	**12.705**	**11.985**	**11.688**	**11.243**
UK	1.244	1.249	1.252	1.289
Russia	919	767	845	794
Other countries**	103	65	18	4
Group	**14.971**	**14.066**	**13.803**	**13.330**

Gross Loans by Geography



Deposits by Geography

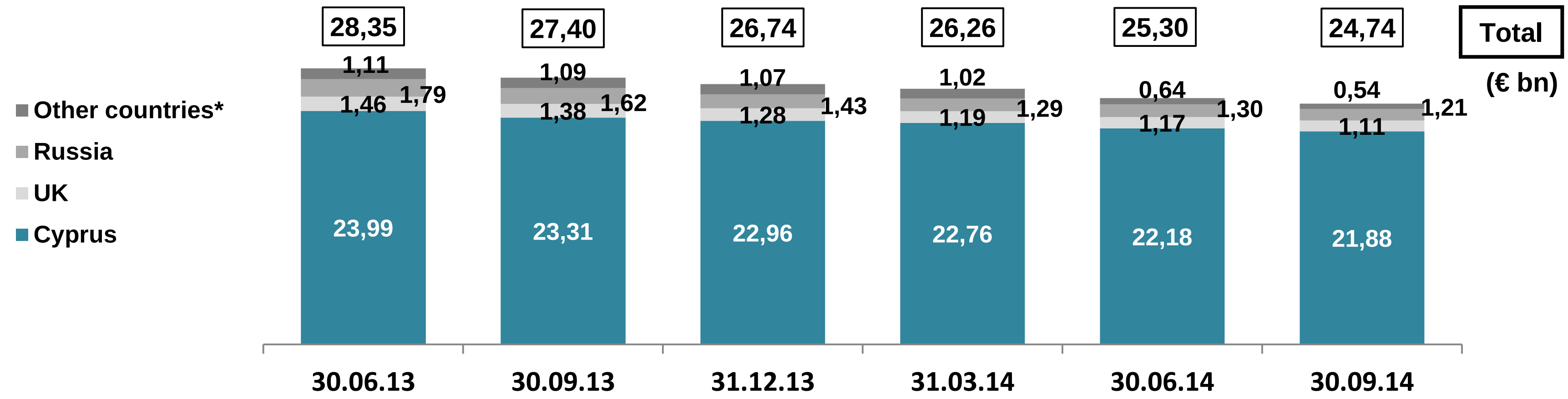


* Other countries: Romania, Ukraine (until March 2014) and Greece

** Other countries: Romania and Ukraine (until March 2014)

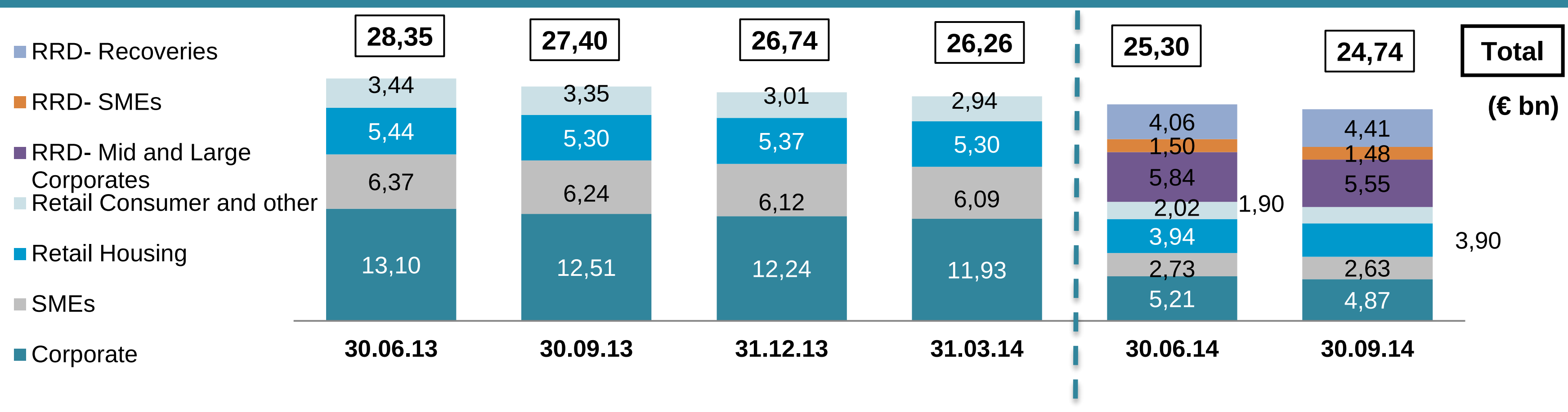
Gross loans by Geography and by Type

Gross loans by geography



*Other countries: Greece, Romania and Ukraine

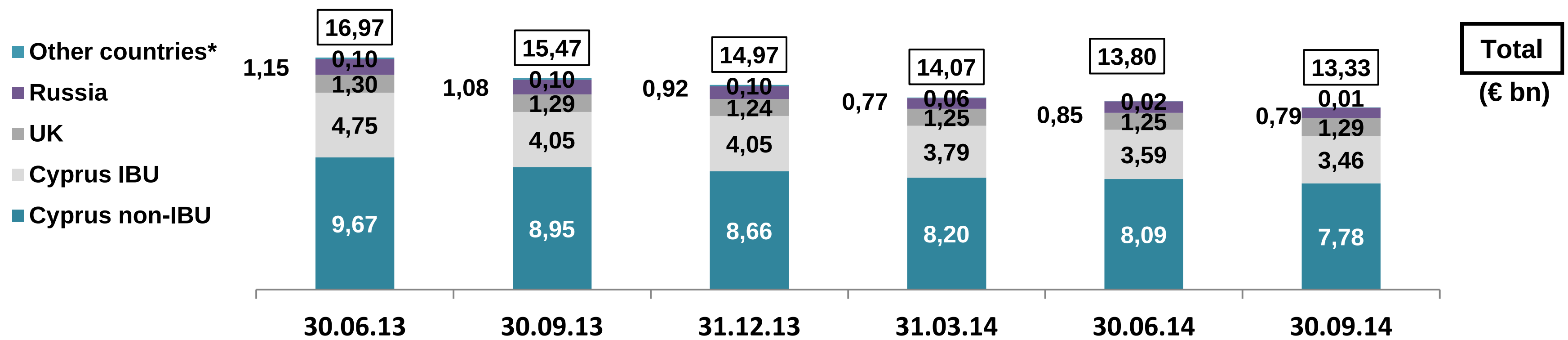
Gross loans by type/business line (new presentation adopted as from June 2014*)



*As part of the restructuring of the Group, management is currently monitoring the loan portfolio of the Group using new business line definitions. An important component of the Group's new operational structure is the establishment of the RRD for the purposes of centralising and streamlining the management of its delinquent loans. No comparative information is available.

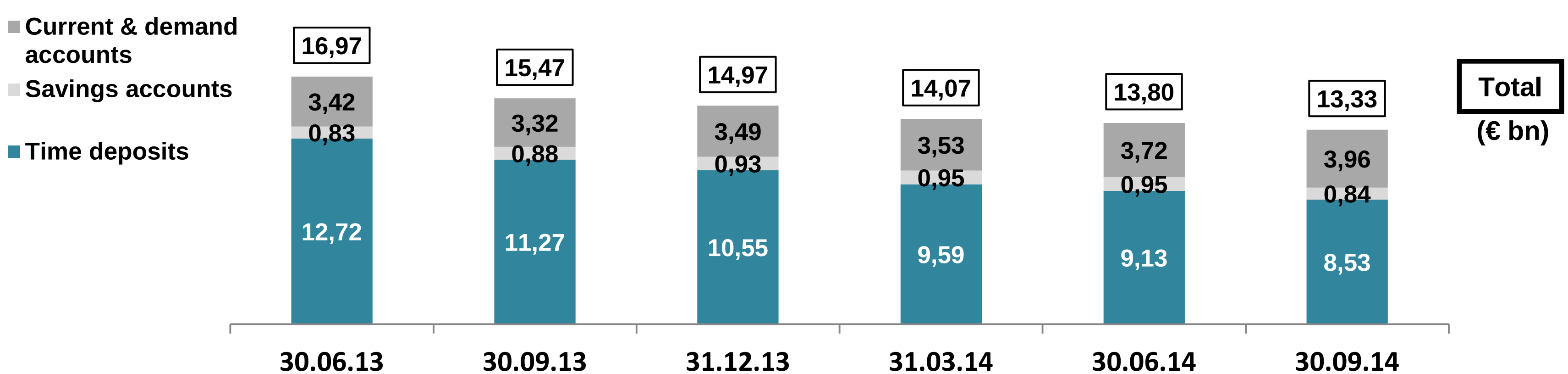
Analysis of Deposits by Geography and by Type

Deposits by geography



* Other countries: Romania and Ukraine

Deposits by type of deposit



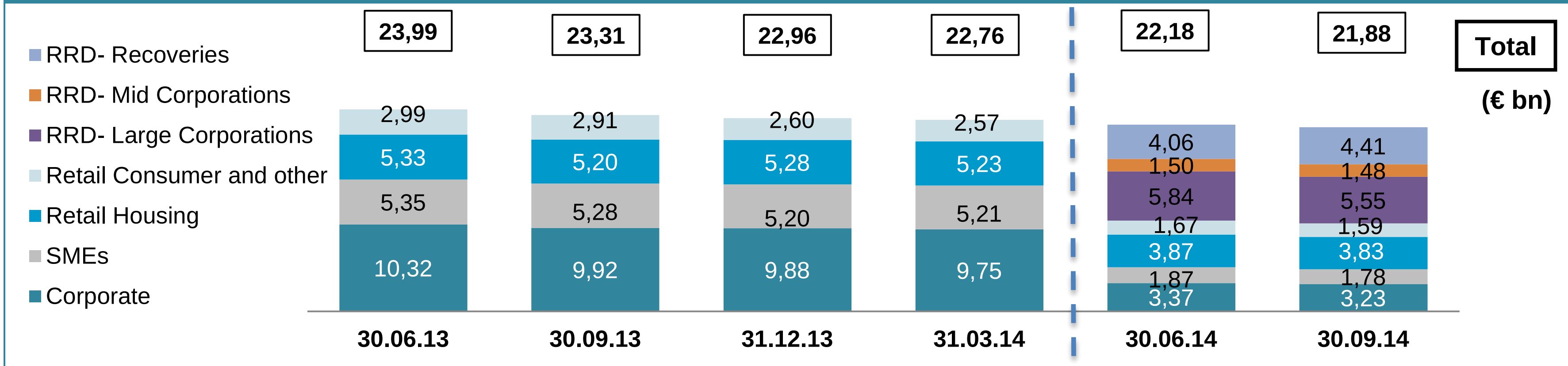
Cyprus: Summary Income Statement and Key Indicators

(€ mn)	9M2014	3Q2014	2Q2014	qoq (%)	1Q2014
Net interest income	704	217	251	-14%	236
Net fee & commission income	111	36	35	-	40
Net foreign exchange income/(losses) and net gains/(losses) from financial instruments	(22)	(4)	(31)	+86%	13
Insurance income net of insurance claims	33	10	11	-15%	12
Other income /(expenses)	(1)	(6)	6	n/a	(1)
Total income	**825**	**253**	**272**	**-7%**	**300**
Staff costs	(165)	(55)	(55)	-	(55)
Other operating expenses	(114)	(38)	(40)	-5%	(36)
Total expenses	**(279)**	**(93)**	**(95)**	**-2%**	**(91)**
Profit before provisions	546	160	177	-10%	209
Provisions for impairment of loans and advances	(373)	(101)	(163)	-39%	(109)
Share of profit/(loss) from associates	2	(2)	2	n/a	2
Profit before tax	**175**	**57**	**16**	**+263%**	**102**
Tax	(4)	(2)	(1)	-	(1)
Profit attributable to non-controlling interests	(0)	(0)	(0)	-	(0)
Profit after tax and before restructuring costs and discontinued operations	**171**	**55**	**15**	**+290%**	**101**
Cost to income ratio	**34%**	**37%**	**35%**	**+2 p.p.**	**30%**

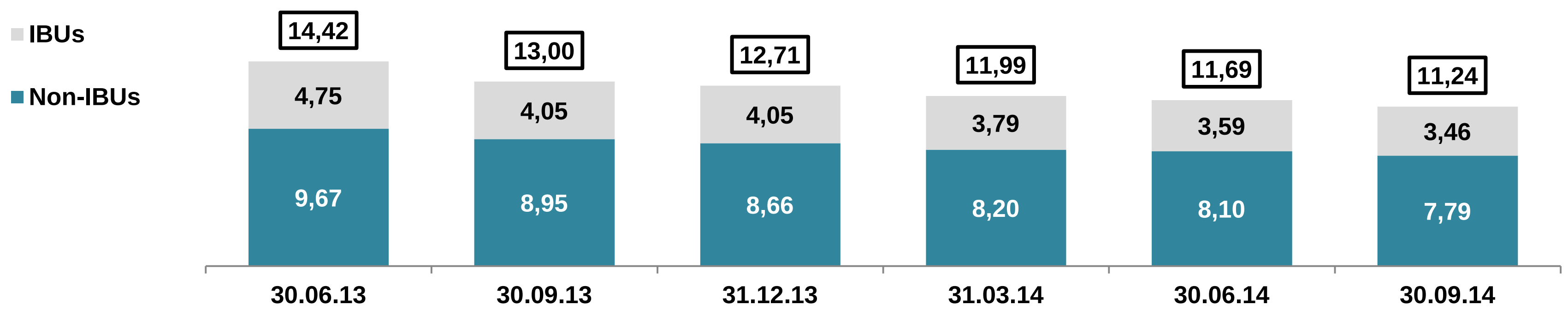
b.p. = basis points, p.p. = percentage points ; 100 b.p. = 1 p.p.

Loans and Deposits in Cyprus

Gross loans by type/business line (presentation adopted as from June 2014*)



Cyprus Deposits (€ bn)



*As part of the restructuring of the Group, management is currently monitoring the loan portfolio of the Group using new business line definitions. An important component of the Group's new operational structure is the establishment of the RRD for the purposes of centralising and streamlining the management of its delinquent loans.

Bank of Cyprus

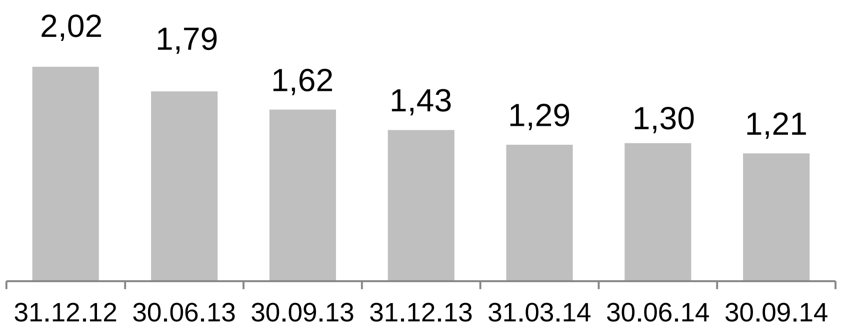
Russia: Summary Income Statement and Key Indicators

(€ mn)	9M2014	3Q2014	2Q2014	qoq (%)	1Q2014
Net interest income	48	14	15	-16%	19
Net fee & commission income	15	5	6	+2%	4
Net foreign exchange income and net gains from financial instruments	3	1	1	-16%	1
Other income/(expenses)	-	-	-	-	-
Total income	**66**	**20**	**22**	**-12%**	**24**
Staff costs	(26)	(8)	(9)	-6%	(9)
Other operating expenses	(29)	(10)	(9)	+13%	(10)
Total expenses	**(55)**	**(18)**	**(18)**	**+3%**	**(19)**
Profit before provisions	11	2	4	-72%	5
Provisions for impairment of loans and advances	(75)	(48)	(10)	+422%	(17)
Loss before tax	**(64)**	**(46)**	**(6)**	**+873%**	**(12)**
Tax	(5)	-	(5)	-103%	-
Loss attributable to non-controlling interest	15	7	6	+51%	2
Loss after tax and before restructuring costs and discontinued operations	**(54)**	**(39)**	**(5)**	**+773%**	**(10)**
Cost to income ratio	**84%**	**94%**	**80%**	**+6p.p.**	**80%**

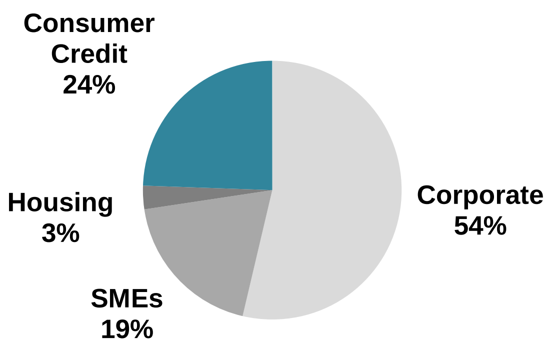
b.p. = basis points, p.p. = percentage points ; 100 b.p. = 1 p.p.

Russian Operations

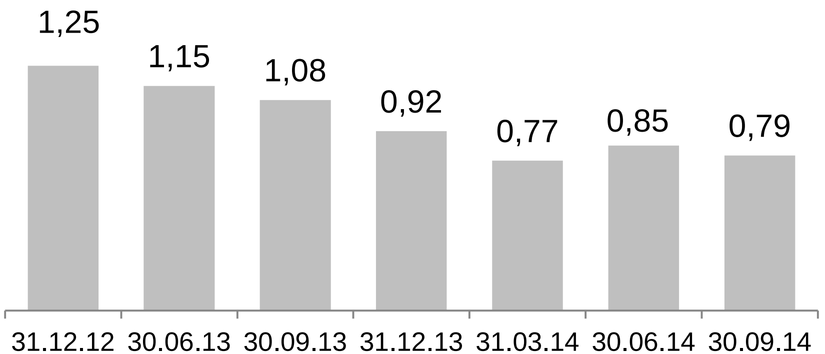
Russian Loans (€ bn)



Loans by sector



Russian Deposits (€ bn)



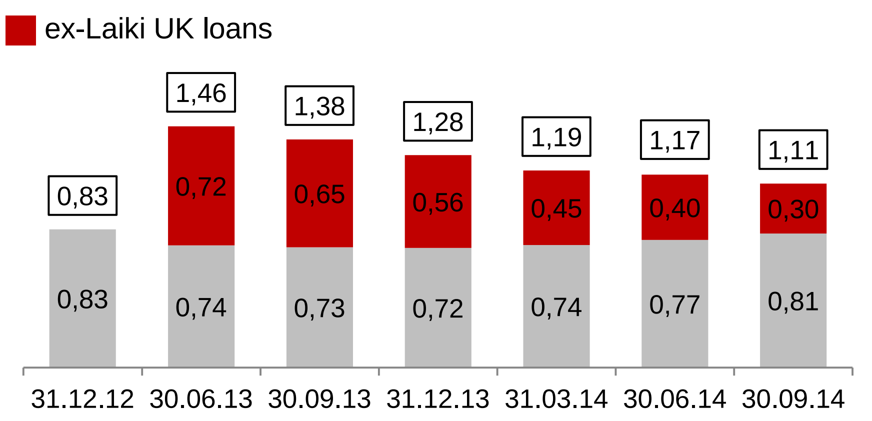
UK: Summary Income Statement and Key Indicators

(€ mn)	9M2014	3Q2014	2Q2014	qoq (%)	1Q2014
Net interest income	26	10	9	+31%	7
Net fee & commission income	3	1	1	+6%	1
Net foreign exchange income and (losses)/gains from financial instruments	1	-	1	-	-
Other (expenses)/income	-	1	(1)	-	-
Total income	**30**	**12**	**10**	**+34%**	**8**
Staff costs	(9)	(3)	(3)	-2%	(3)
Other operating expenses	(9)	(3)	(3)	+3%	(3)
Total expenses	**(18)**	**(6)**	**(6)**	**-**	**(6)**
Profit before provisions	12	6	4	+107%	2
Provisions for impairment of loans and advances	(28)	2	(9)	n/a	(21)
Loss before tax	**(16)**	**8**	**(5)**	**n/a**	**(19)**
Tax	(1)	-	(1)	-	-
Loss after tax and before restructuring costs and discontinued operations	**(17)**	**8**	**(6)**	**n/a**	**(19)**
Cost to income ratio	**62%**	**52%**	**69%**	**-17 p.p.**	**70%**

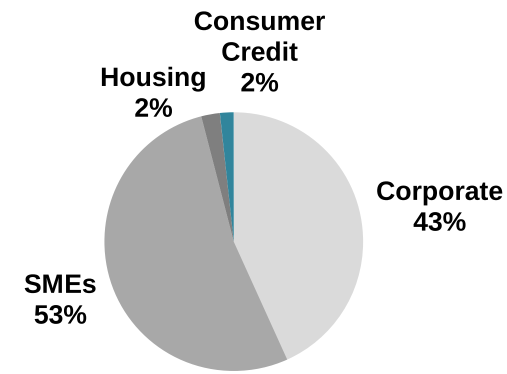
b.p. = basis points, p.p. = percentage points ; 100 b.p. = 1 p.p.

UK Operations

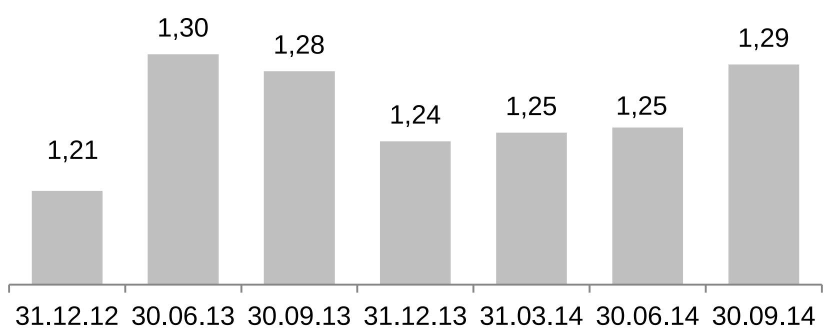
UK Loans (€ bn)



Loans by sector



UK Deposits (€ bn)



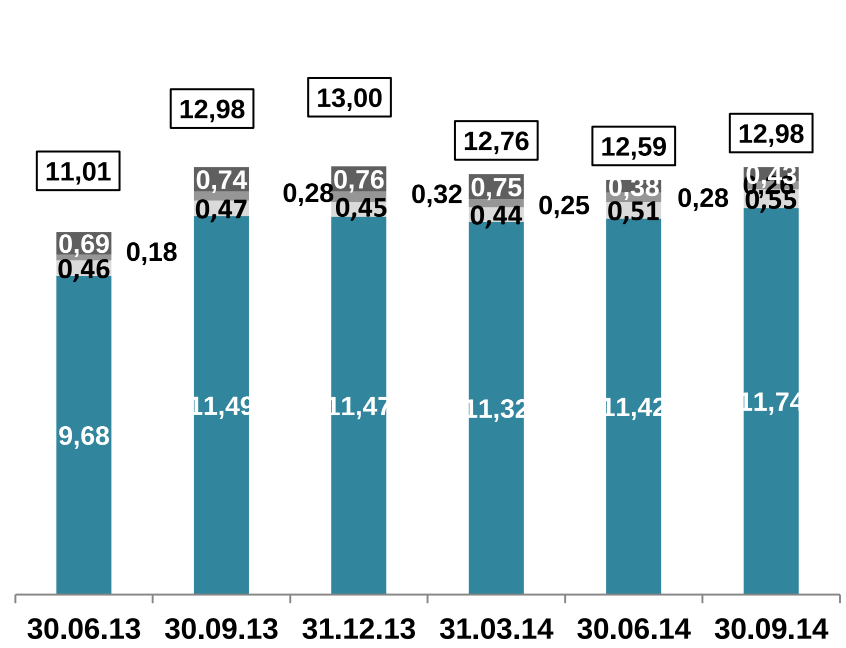
Other Countries*: Summary Income Statement

(€ mn)	9M2014	3Q2014	2Q2014	qoq (%)	1Q2014
Net interest income	13	3	4	+7%	5
Net fee & commission income	2	1	1	+49%	-
Net foreign exchange losses and losses from financial instruments	(3)	(2)	(1)	-311%	-
Insurance income net of insurance claims	2	-	1	+47%	1
Other income/(expenses)	6	3	1	-	2
Total income	**19**	**5**	**6**	**-16%**	**8**
Staff costs	(2)	(1)	(1)	-23%	-
Other operating expenses	(13)	(4)	(1)	+102%	(8)
Total expenses	**(15)**	**(5)**	**(2)**	**+56%**	**(8)**
Profit/(loss) before provisions	4	-	4		-
Provisions for impairment of loans and advances	(16)	(16)	(1)		1
Share of profit from associates	-	-	-		-
Profit/(loss) before tax	**(12)**	**(16)**	**3**		**1**
Tax	(5)	(3)	(1)		(1)
Profit attributable to non-controlling interest	-	-	-		-
Profit/(loss) after tax and before restructuring costs and discontinued operations	**(17)**	**(19)**	**2**		**-**

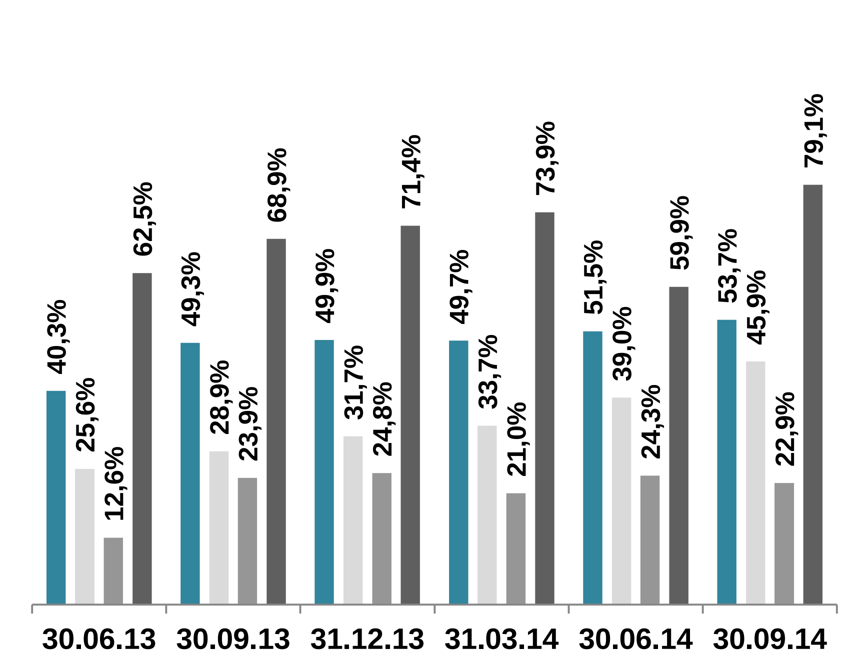
* Other countries: Romania and Greece

90+ DPD by Geography

90+ DPD by Geography (€ bn)



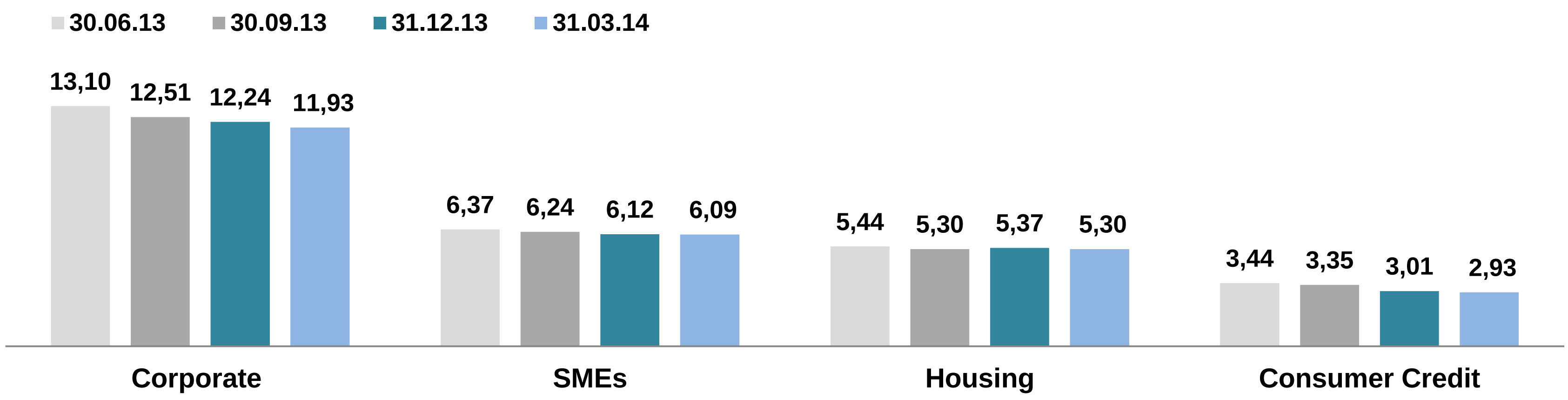
90+ DPD ratios by Geography



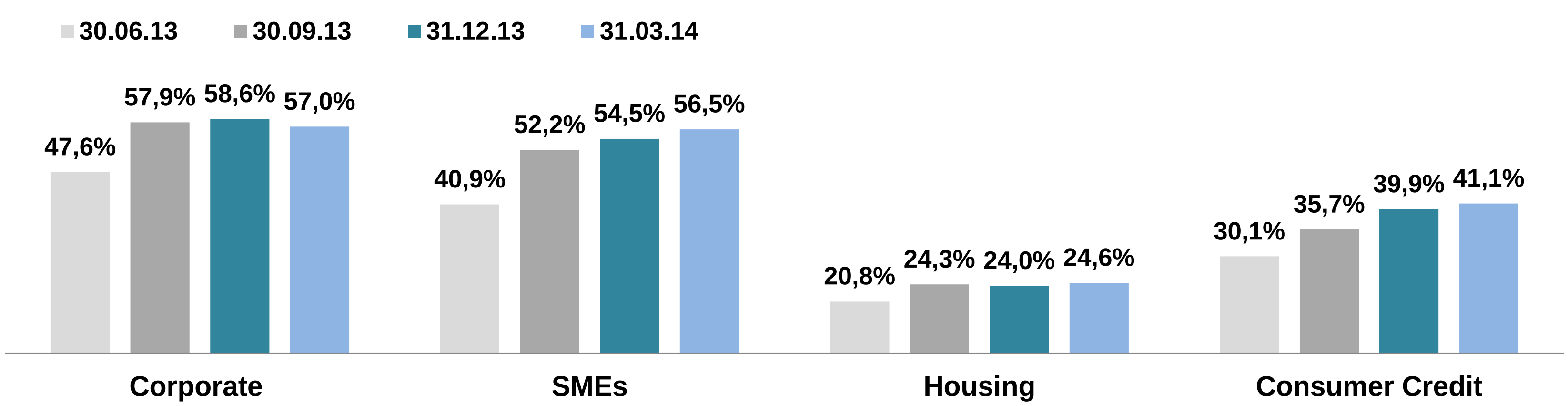
* Other countries: Romania, Ukraine (until March 2014) and Greece

Analysis of Loans and 90+ DPD ratios by Type*

Gross loans by customer type (€ bn)



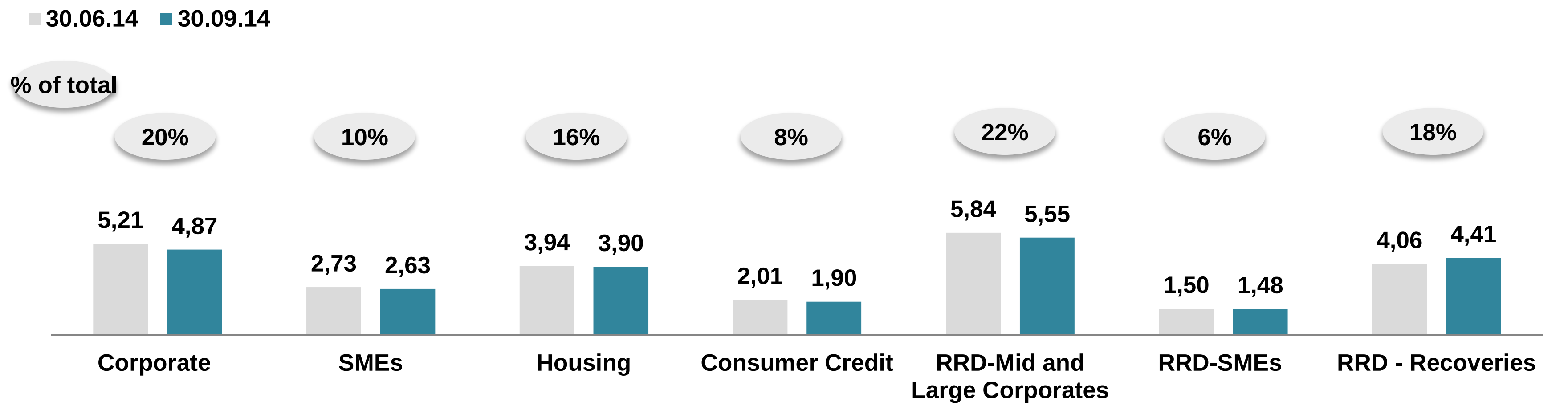
90+ DPD ratios by customer type



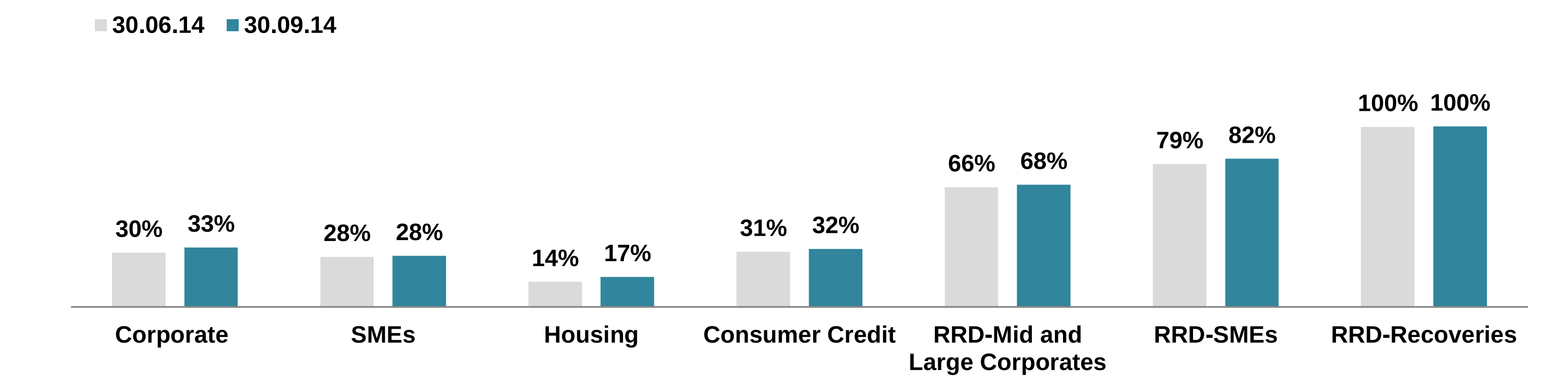
*As part of the restructuring of the Group, management is currently monitoring the loan portfolio of the Group using new business line definitions. An important component of the Group's new operational structure is the establishment of the RRD for the purposes of centralising and streamlining the management of its delinquent loans. No comparative information is available.

Analysis of Loans and 90+ DPD ratios by Business Line*

Gross loans by business line (€ bn)



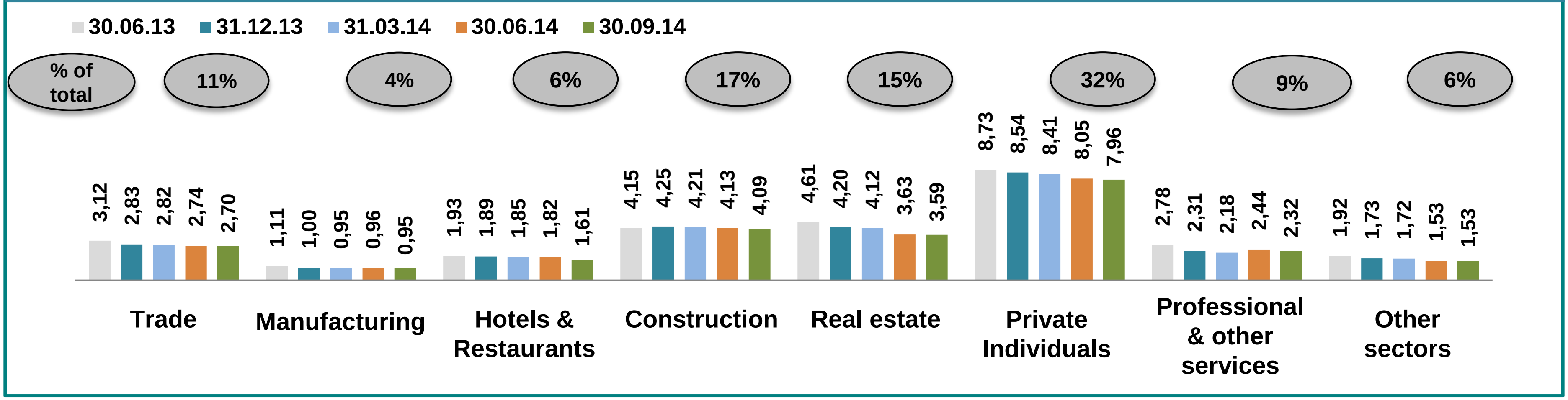
90+ DPD ratios by business line



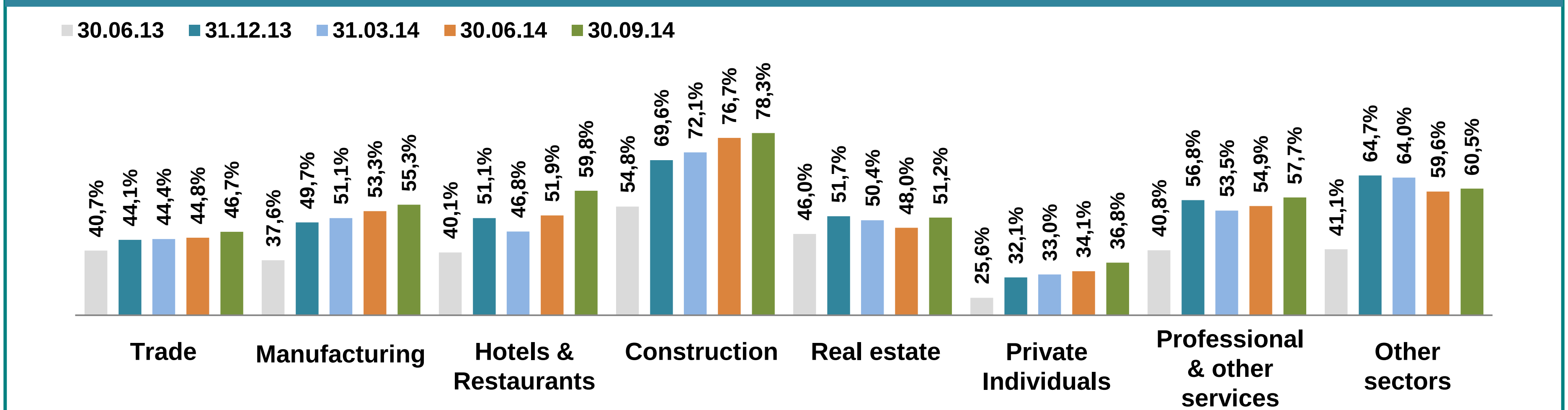
*As part of the restructuring of the Group, management is currently monitoring the loan portfolio of the Group using new business line definitions. An important component of the Group's new operational structure is the establishment of the RRD for the purposes of centralising and streamlining the management of its delinquent loans. No comparative information is available.

Analysis of Loans and 90+ DPD ratios by Economic Activity

Gross loans by economic activity (€ bn)

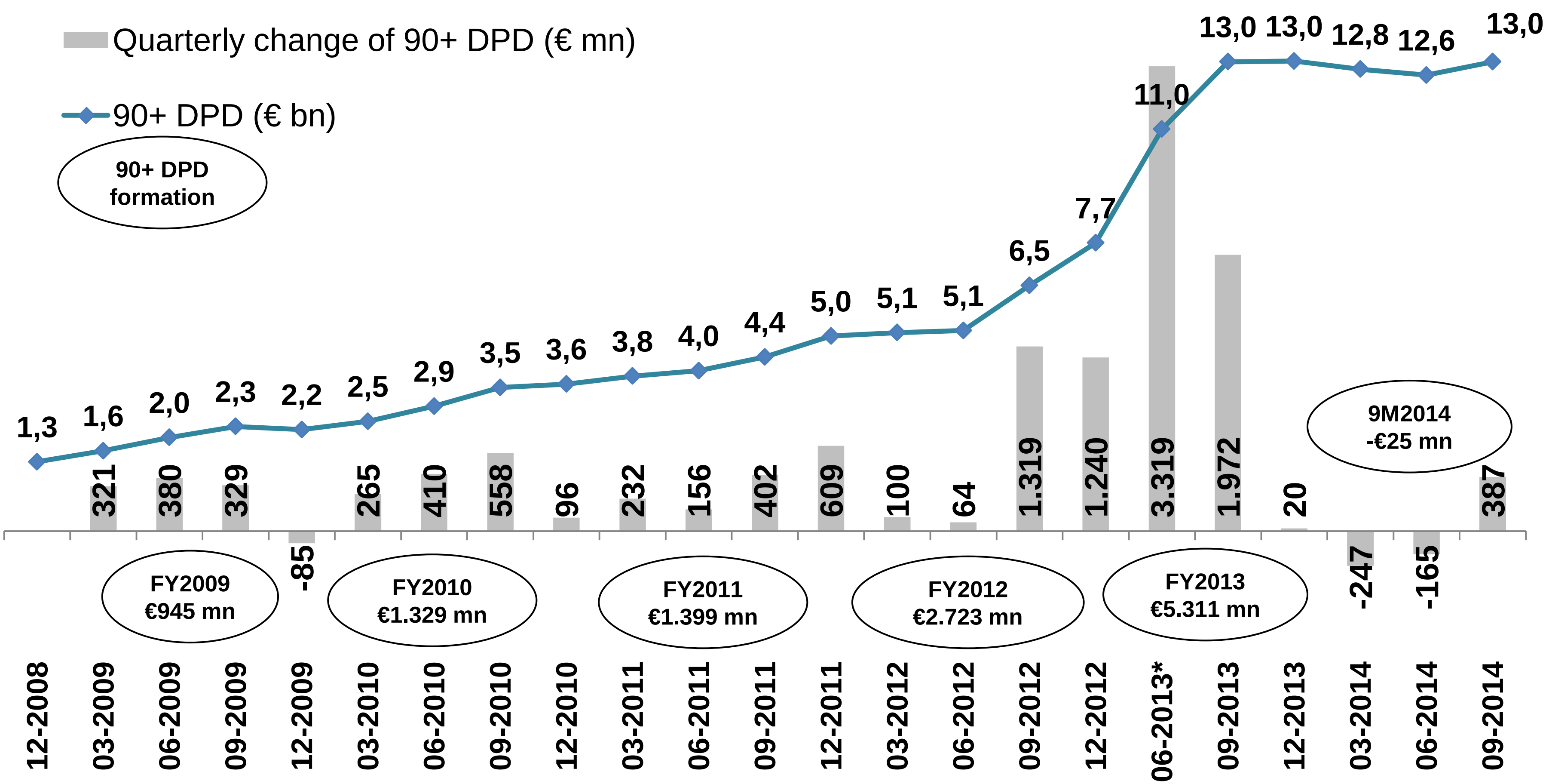


90+ DPD ratios by economic activity



90+ DPD and Quarterly Change of 90+ DPD

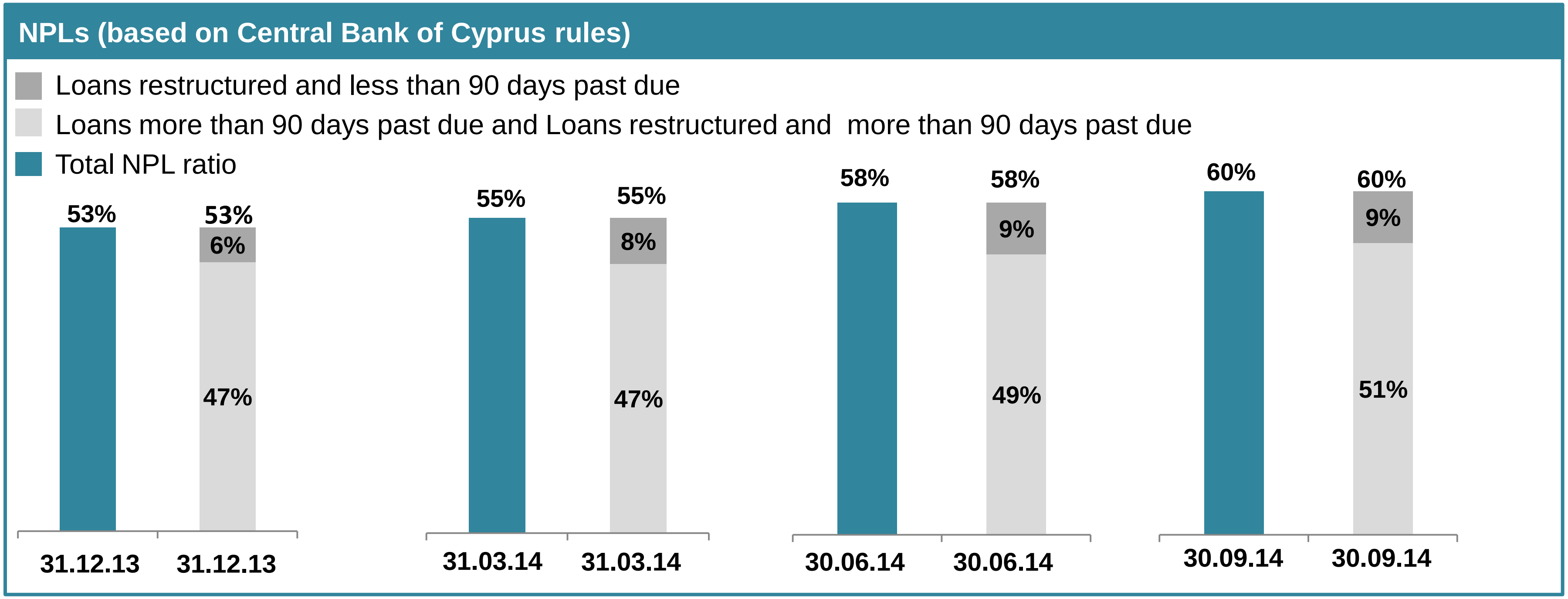
90+ DPD (€ bn) and Quarterly change of 90+ DPD (€ mn)



* Information for 1Q2013 and 2Q2013 is not available as it has not been possible to publish the financial results for the three months ended 31 March 2013.

Credit Risk – Non-performing Loans

Trends in Non-performing loans



- NPL ratio (based on Central Bank of Cyprus rules) at 60% at 30 September 2014. New EBA definition to be adopted as from December 2014.
- NPLs provisioning coverage ratio at 34% at 30 September 2014; taking into account tangible collateral, NPLs are fully covered
- At 30 September 2014, the NPLs ratio comprises **Loans restructured and less than 90 days past due** (9% of gross loans) and **Loans more than 90 days past due and Loans restructured and more than 90 days past due** (51% of gross loans)

Disclaimer

Certain statements, beliefs and opinions in this presentation are forward-looking. Such statements can be generally identified by the use of terms such as “believes”, “expects”, “may”, “will”, “should”, “would”, “could”, “plans”, “anticipates” and comparable terms and the negatives of such terms. By their nature, forward-looking statements involve risks and uncertainties and assumptions about the Group that could cause actual results and developments to differ materially from those expressed in or implied by such forward-looking statements. These risks, uncertainties and assumptions could adversely affect the outcome and financial effects of the plans and events described herein. We have based these forward-looking statements on our current expectations and projections about future events. Any statements regarding past trends or activities should not be taken as a representation that such trends or activities will continue in the future. Readers are cautioned not to place undue reliance on forward-looking statements, which are based on facts known to and/ or assumptions made by the Group only as of the date of this presentation. We assume no obligation to update such forward -looking statements or to update the reasons that actual results could differ materially from those anticipated in such forward-looking statements. This presentation does not constitute an offer to sell, or a solicitation of an offer to buy, any security in any jurisdiction in the United States, to United States Domiciles or otherwise. The delivery of this presentation shall under no circumstances imply that there has been no change in the affairs of the Group or that the information set forth herein is complete or correct as of any date. This presentation shall not be used in connection with any investment decision regarding any of our securities, which should only be made based on expressly authorised materials from us identified as such, nor in connection with any decision whether or how to vote on any matter submitted to our stockholders. The securities issued by Bank of Cyprus Public Company Ltd have not been, and will not be, registered under the US Securities Act of 1933 (“the Securities Act”), or under the applicable securities laws of Canada, Australia or Japan.