

## Announcement

# Notice of Mandatory Coupon Cancellation on Convertible Enhanced Capital Securities

Nicosia, 15 June

This announcement is a notice of Bank of Cyprus Public Company Ltd (the “Bank” and/or “Company”) relating to the:

- Convertible Enhanced Capital Securities issued by the Bank in Euro which are traded in the Cyprus Stock Exchange (CSE) and in the Athens Stock Exchange (ASE) under the code BCOCO/TKMAE and the code BOCB3/ΚΥΠΡΟ3, respectively
- Convertible Enhanced Capital Securities issued by the Bank in US Dollars which are traded in the CSE and in the ASE under the code BCCOD/TKMEΔ and the code BOCB4/ΚΥΠΡΟ4, respectively,

(in aggregate “CECS”), in accordance with Term 5 of the Terms and Conditions of the CECS set out in the Prospectus of the Company dated 5 April 2011 (“Terms and Conditions”).

In accordance with Term 5, the Bank proceeds with a Mandatory Coupon Cancellation for the period 31 December 2011 – 29 June 2012. According to the Terms and Conditions, any coupon payment cancelled will be fully and irrevocable cancelled and forfeited and will no longer be payable by the Bank.

The Bank is proceeding with a number of actions that will enable it to resume the payment of interest the soonest.

Founded in 1899, the Bank of Cyprus Group is the leading Cypriot banking and financial services group. In addition to retail and commercial banking, the Group’s activities include finance, factoring, investment banking, brokerage, fund management, private banking, life and general insurance. The Group currently operates through a total of 573 branches, of which 194 operate in Russia, 187 in Greece, 135 in Cyprus, 42 in Ukraine, 10 in Romania, 4 in the United Kingdom and 1 in the Channel Islands. Bank of Cyprus also has 6 representative offices in Russia, Romania, Ukraine, Serbia and South Africa. The Bank of Cyprus Group employs 11.175 staff worldwide.

At 31 March 2012, the Group’s Total Assets amounted to €38,66 bn and the Shareholders’ Funds were €2,85 bn. The Bank of Cyprus shares are listed on the Cyprus and Athens Stock Exchanges. Additional information can be found on the Group’s website [www.bankofcyprus.com](http://www.bankofcyprus.com).

