

Announcement

**NOTICE OF DEFERRAL OF COUPON PAYMENT ON
BANK OF CYPRUS PUBLIC COMPANY LTD
CAPITAL SECURITIES 12/2007**

Nicosia, 11 March 2013

This announcement is a notice of Bank of Cyprus Public Company Ltd (the “Bank” and/or “Company”) relating to the Capital Securities 12/2007 (the “Securities”) of the Bank which are traded in the Cyprus Stock Exchange under the code BCSC/TPKAΓ in accordance with Term 4 of the Terms of Issue of the Capital Securities set out in the Issuer’s Registration Document of the Company dated 21 May 2008 (“Terms of Issue”).

In accordance with Term 4 the Bank has decided to defer the coupon payment for the period 20 December 2012 – 19 March 2013. The interest rate for the period 20 December 2012 – 19 March 2013 for which the coupon payment was deferred is 1,434%. Under the Terms of Issue, the Bank will satisfy the Deferred Coupon Payment for the period 20 December 2012 – 19 March 2013, only on the redemption of the Securities and no interest will accrue on the Deferred Coupon Payment.

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 556 branches, of which 190 operate in Russia, 181 in Greece, 126 in Cyprus, 44 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, Ukraine, Serbia and South Africa. The Bank of Cyprus Group employs 11.101 staff worldwide.

At 30 September 2012, the Group’s Total Assets amounted to €36,23 bn and the Shareholders’ Funds were €2,31 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.

