



Announcement

NOTICE OF MANDATORY COUPON CANCELLATION ON BANK OF CYPRUS PUBLIC COMPANY LTD CONVERTIBLE ENHANCED CAPITAL SECURITIES

Nicosia, 18 December 2012

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/ΚΥΠΠΟ3, 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/ΚΥΠΠΟ4, 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 30 June 2012 – 30 December 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.

As previously announced, the Bank is considering a scheme which will be addressed to the holders of CECS. More information about the proposed scheme will be announced in the coming days.

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.

