



Announcement

REDEMPTION OF CAPITAL SECURITIES SERIES B

Nicosia, 9 April 2009

Bank of Cyprus has decided to exercise its option to redeem in whole the Capital Securities Series B at par. The Capital Securities Series B are perpetual without a maturity date, amount to €51 mn and are listed on the Cyprus Stock Exchange.

The redemption date is 20th May 2009. The last date of trading of the Capital Securities Series B on the Cyprus Stock Exchange will be May 6th 2009.

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, life and general insurance. The Group currently operates through a total of 575 branches, of which 214 operate in Russia, 160 in Greece, 143 in Cyprus, 33 in Ukraine, 5 in the United Kingdom, 10 in Australia, 9 in Romania, and 1 in the Channel Islands. Bank of Cyprus also has representative offices in Russia, Canada, South Africa and Ukraine. The Bank of Cyprus Group employs 12.127 staff worldwide.

At 31 December 2008, the Group's Total Assets reached €36,11 bn and the Shareholders' Funds were €2,04 bn. The Bank of Cyprus shares are listed on the Cyprus and Athens Stock Exchanges. Additional information can be found at the Group's website www.bankofcyprus.com