



FINANCIAL INFORMATION
FOR THE PERIOD FROM 1 JANUARY 2009 TO
30 SEPTEMBER 2009
as stipulated by Decision 4/507/28.04.2009 of
the Board of Directors of the
Greek Capital Markets Commission

The financial information presented below is aiming to provide a general awareness about the financial position and results of the Bank of Cyprus Group (the 'Group') and the holding company Bank of Cyprus Public Company Ltd (the 'Company'). We recommend to the reader, before any investment decision or transaction is performed with the Group, to visit the Group's website where the financial statements prepared in accordance with International Financial Reporting Standards are available, together with the independent auditors' review report, when required. These are also available at the Registered Office of the Company (51 Stassinou Street, Ayia Paraskevi, Strovolos, P.O. Box 24884, CY-1398 Nicosia, Cyprus, Telephone: +357 22 122128, Fax: +357 22 378422).

Website: www.bankofcyprus.com - Investor Relations/Financial Information.

Date of approval of the nine months Interim Condensed Financial Statements by the Board of Directors: 4 November 2009.

Bank of Cyprus Group

Extracts from the Interim Consolidated Income Statement and Statement of Comprehensive Income

for the nine months ended 30 September 2009

	Nine months ended 30 September	
	2009	2008
	€000	€000
Net interest income	616.476	577.594
Net fee and commission income	172.049	154.659
Foreign exchange income	38.237	51.306
Net gains/(losses) on sale, change in fair value and impairment of investments and derivative financial instruments	66.390	(15.812)
Insurance income net of insurance claims	46.071	47.851
Other income	9.878	25.631
	949.101	841.229
Staff costs	(307.199)	(234.401)
Other operating expenses	(188.194)	(142.165)
Profit before provisions	453.708	464.663
Provisions for impairment of loans and advances	(156.046)	(40.305)
Profit before share of profit of associate	297.662	424.358
Share of profit/(loss) of associate	1.953	(7.582)
Profit before tax	299.615	416.776
Taxation	(26.641)	(58.514)
Profit after tax	272.974	358.262
Attributable to:		
Non-controlling interests (profit/(loss))	8.444	(16.403)
Owners of the Company	264.530	374.665
Basic earnings per share (€)	0,4489	0,6541
Profit after tax	272.974	358.262
Other comprehensive income/(expense) after tax	102.352	(130.484)
Total comprehensive income for the period	375.326	227.778
Attributable to:		
Non-controlling interests (income/(expenses))	8.395	(16.404)
Owners of the Company	366.931	244.182

Bank of Cyprus Group

Extracts from the Interim Consolidated Income Statement and Statement of Comprehensive Income

for the three months from 1 July to 30 September 2009

	Three months ended 30 September	
	2009	2008
	€000	€000
Net interest income	228.572	194.410
Net fee and commission income	60.697	52.241
Foreign exchange income	10.422	35.446
Net gains/(losses) on sale, change in fair value and impairment of investments and derivative financial instruments	45.497	(12.687)
Insurance income net of insurance claims	15.107	18.479
Other income	5.949	2.463
	366.244	290.352
Staff costs	(105.999)	(81.605)
Other operating expenses	(65.550)	(49.301)
Profit before provisions	194.695	159.446
Provisions for impairment of loans and advances	(60.383)	(14.070)
Profit before share of profit of associate	134.312	145.376
Share of profit/(loss) of associate	1.194	(1.671)
Profit before tax	135.506	143.705
Taxation	(13.404)	(17.043)
Profit after tax	122.102	126.662

Attributable to:		
Non-controlling interests (profit/(loss))	5.157	(4.362)
Owners of the Company	116.945	131.024

Basic earnings per share (€)	0,1970	0,2270
-------------------------------------	---------------	--------

Profit after tax	122.102	126.662
Other comprehensive income/(expense) after tax	55.834	(34.178)
Total comprehensive income for the period	177.936	92.484

Attributable to:		
Non-controlling interests (income/(expenses))	5.101	(4.363)
Owners of the Company	172.835	96.847

Bank of Cyprus Group

Extracts from the Interim Consolidated Balance Sheet

as at 30 September 2009

		30 September 2009	<i>31 December 2008</i>
	Notes	€000	€000
Assets			
Cash and balances with central banks		952.778	1.017.073
Placements with banks		4.192.135	4.582.076
Reverse repurchase agreements		120.135	120.000
Investments	3	5.459.011	4.240.719
Life insurance business assets attributable to policyholders		538.506	447.679
Loans and advances to customers		24.815.810	24.449.316
Property and equipment		405.660	419.395
Intangible assets		389.413	442.445
Other assets		313.354	382.850
Investment in associate		7.302	5.663
Total assets		37.194.104	36.107.216
Liabilities			
Amounts due to banks		3.328.066	2.832.298
Repurchase agreements		305.861	305.000
Customer deposits		28.576.085	27.935.747
Insurance liabilities		594.531	506.447
Debt securities in issue		529.889	959.169
Other liabilities	4	478.718	578.103
Subordinated loan stock		966.522	934.085
Total liabilities		34.779.672	34.050.849
Equity			
Share capital		593.745	586.662
Reserves		1.764.811	1.454.415
Equity attributable to the owners of the Company		2.358.556	2.041.077
Non-controlling interests		55.876	15.290
Total equity		2.414.432	2.056.367
Total liabilities and equity		37.194.104	36.107.216

Bank of Cyprus Group
Extracts from the Interim Consolidated Statement of Changes in Equity

for the nine months ended 30 September 2009

	<i>Nine months ended 30 September</i>	
	<i>2009</i>	<i>2008</i>
	<i>€000</i>	<i>€000</i>
Total equity at 1 January	2.056.367	2.005.190
Total comprehensive income for the period	375.326	227.778
Dividend paid and reinvested	(42.563)	(85.932)
Purchase of shares of the Company by subsidiaries and associates	(667)	(700)
Disposal of shares of the Company by subsidiaries and associates	911	2.117
Dividend paid by subsidiaries net of reinvestment	-	(368)
Change in non-controlling interests and acquisition of subsidiary	32.191	539
Cost of share-based payments	8.914	2.687
Exchange of Convertible Bonds 2013/2018 with Convertible Capital Securities	(9.805)	-
Issue of Convertible Capital Securities	12.003	-
Equity component of convertible bond	-	5.173
Loss on disposal of non-controlling interests	(18.245)	-
Total equity at 30 September	2.414.432	2.156.484

Bank of Cyprus Group
Extracts from the Interim Consolidated Statement of Comprehensive Income

for the nine months ended 30 September 2009

	<i>Nine months ended 30 September</i>	
	<i>2009</i>	<i>2008</i>
	<i>€000</i>	<i>€000</i>
Profit after tax	272.974	358.262
Foreign currency translation reserve	(41.615)	(1.093)
Available-for-sale investments	153.796	(129.061)
Cash flow hedges	(6.652)	(376)
Property revaluation	(3.177)	46
Total comprehensive income for the period	375.326	227.778

Bank of Cyprus Group

Extracts from the Interim Consolidated Statement of Comprehensive Income

for the three months from 1 July to 30 September 2009

	Three months ended 30 September	
	2009	2008
	€000	€000
Profit after tax	122.102	126.662
Foreign currency translation reserve	(10.668)	330
Available-for-sale investments	66.305	(36.017)
Cash flow hedges	190	1.506
Property revaluation	7	3
Total comprehensive income for the period	177.936	92.484

Bank of Cyprus Group

Extracts from the Interim Consolidated Cash Flow Statement

for the nine months ended 30 September 2009

	Nine months ended 30 September	
	2009	2008
	€000	€000
Net cash flow from/(used in) operating activities	377.509	(2.026.774)
Net cash flow (used in)/from investing activities	(790.808)	203.173
Net cash flow (used in) /from financing activities	(11.721)	364.833
Net decrease in cash and cash equivalents for the period	(425.020)	(1.458.768)
Exchange adjustments	(2.730)	(1.093)
Total cash outflow for the period	(427.750)	(1.459.861)
Cash and cash equivalents at 1 January	4.787.848	6.793.635
Cash and cash equivalents at 30 September	4.360.098	5.333.774

Bank of Cyprus Public Company Ltd
 Extracts from the Interim Income Statement and
 Statement of Comprehensive Income

for the nine months ended 30 September 2009

	<i>Nine months ended 30 September</i>	
	<i>2009</i>	<i>2008</i>
	<i>€000</i>	<i>€000</i>
Net interest income	540.958	542.391
Net fee and commission income	122.081	142.449
Foreign exchange income	27.786	50.508
Dividends from subsidiaries and associates	1.403	2.249
Net gains on sale, change in fair value and impairment of investments and derivative financial instruments	8.208	11.548
Other income	2.561	4.743
	702.997	753.888
Staff costs	(243.386)	(211.114)
Other operating expenses	(131.240)	(126.448)
Profit before provisions	328.371	416.326
Provisions for impairment of loans and advances	(116.865)	(34.652)
Profit before tax	211.506	381.674
Taxation	(17.655)	(47.257)
Profit after tax	193.851	334.417
Basic earnings per share (€)	0,3281	0,5839
Profit after tax	193.851	334.417
Other comprehensive income/(expense) after tax	111.213	(90.236)
Total comprehensive income for the period	305.064	244.181

Bank of Cyprus Public Company Ltd
Extracts from the Interim Income Statement and
Statement of Comprehensive Income

for the three months from 1 July to 30 September 2009

	Three months ended 30 September	
	2009	2008
	€000	€000
Net interest income	203.482	180.619
Net fee and commission income	39.629	47.926
Foreign exchange income	7.171	34.943
Dividends from subsidiaries and associates	-	915
Net losses on sale, change in fair value and impairment of investments and derivative financial instruments	(5.563)	(3.903)
Other income	1.043	435
	245.762	260.935
Staff costs	(86.009)	(72.996)
Other operating expenses	(47.055)	(43.357)
Profit before provisions	112.698	144.582
Provisions for impairment of loans and advances	(53.779)	(11.165)
Profit before tax	58.919	133.417
Taxation	(10.726)	(13.320)
Profit after tax	48.193	120.097
Basic earnings per share (€)	0,0807	0,2083
Profit after tax	48.193	120.097
Other comprehensive income/(expense) after tax	42.613	(23.250)
Total comprehensive income for the period	90.806	96.847

Bank of Cyprus Public Company Ltd

Extracts from the Interim Balance Sheet

as at 30 September 2009

		30 September 2009	<i>31 December 2008</i>
	Notes	€000	€000
Assets			
Cash and balances with central banks		776.296	846.368
Placements with banks		3.859.188	4.225.995
Reverse repurchase agreements		120.135	120.000
Investments	3	5.364.891	4.142.969
Loans and advances to customers		21.752.837	21.511.673
Investments in Group companies		986.933	1.167.441
Bank accounts of Group companies		3.491.308	1.861.372
Property and equipment		274.379	271.520
Intangible assets		16.151	16.327
Other assets		153.589	260.377
Investment in associate		12.895	10.942
Total assets		36.808.602	34.434.984
Liabilities			
Amounts due to banks		3.308.993	2.705.915
Repurchase agreements		305.861	305.000
Customer deposits		27.011.059	26.544.856
Bank accounts of Group companies		1.929.064	417.947
Debt securities in issue		523.309	928.129
Other liabilities	4	362.088	472.166
Subordinated loan stock		960.619	926.221
Total liabilities		34.400.993	32.300.234
Equity			
Share capital		593.745	586.662
Reserves		1.813.864	1.548.088
Total equity		2.407.609	2.134.750
Total liabilities and equity		36.808.602	34.434.984

Bank of Cyprus Public Company Ltd
Extracts from the Interim Statement of Changes in Equity

for the nine months ended 30 September 2009

	<i>Nine months ended 30 September</i>	
	2009	2008
	€000	€000
Total equity at 1 January	2.134.750	1.983.798
Total comprehensive income for the period	305.064	244.181
Dividend paid and reinvested	(42.563)	(85.932)
Cost of share-based payments	8.160	2.687
Exchange of Convertible Bonds 2013/2018 with Convertible Capital Securities	(9.805)	-
Issue of Convertible Capital Securities	12.003	-
Equity component of convertible bond	-	5.173
Total equity at 30 September	2.407.609	2.149.907

Bank of Cyprus Public Company Ltd
Extracts from the Interim Statement of Comprehensive Income

for the nine months ended 30 September 2009

	<i>Nine months ended 30 September</i>	
	2009	2008
	€000	€000
Profit after tax	193.851	334.417
Foreign currency translation reserve	2.100	(116)
Available-for-sale investments	115.765	(89.780)
Cash flow hedges	(6.652)	(377)
Property revaluation	-	37
Total comprehensive income for the period	305.064	244.181

Bank of Cyprus Public Company Ltd
Extracts from the Interim Statement of Comprehensive Income

for the three months from 1 July to 30 September 2009

	Three months ended 30 September	
	2009	2008
	€000	€000
Profit after tax	48.193	120.097
Foreign currency translation reserve	1.236	64
Available-for-sale investments	41.187	(24.813)
Cash flow hedges	190	1.505
Property revaluation	-	(6)
Total comprehensive income for the period	90.806	96.847

Bank of Cyprus Public Company Ltd
Extracts from the Interim Cash Flow Statement

for the nine months ended 30 September 2009

	Nine months ended 30 September	
	2009	2008
	€000	€000
Net cash flow from/(used in) operating activities	419.698	(707.141)
Net cash flow used in investing activities	(788.547)	(1.269.872)
Net cash flow (used in)/from financing activities	(6.695)	358.855
Net decrease in cash and cash equivalents for the period	(375.544)	(1.618.158)
Exchange adjustments	(13.806)	(116)
Total cash outflow for the period	(389.350)	(1.618.274)
Cash and cash equivalents at 1 January	4.295.310	6.689.616
Cash and cash equivalents at 30 September	3.905.960	5.071.342

Bank of Cyprus Group

Notes

1. The Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2009 have been prepared in accordance with the International Financial Reporting Standard IAS 34 'Interim Financial Reporting' as adopted by the European Union.
2. The accounting policies adopted for the preparation of the Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2009 are consistent with those followed for the preparation of the annual financial statements for the year 2008, except for the adoption by the Group of the following standards, amendments and interpretations (IFRS 8, IAS 1, IFRS 7, Improvements to IFRSs, IFRIC 13, IFRIC 16, IFRS 2, IAS 23, IFRIC 9, IAS 39 and IAS 32) and the adoption of an accounting policy for the treatment of disposals of non-controlling interests without loss of control as detailed in Note 4 of the Interim Condensed Consolidated Financial Statements.
3. Investments of the Group and the Company are analysed as follows:

	30 September	31 December
	2009	2008
Group	€000	€000
Investments of fair value through profit or loss	347.201	334.371
Investments available-for-sale	4.189.263	3.053.729
Investments held-to-maturity	94.151	309.851
Investments classified as loans and receivables	828.396	542.768
	5.459.011	4.240.719
Company		
Investments of fair value through profit or loss	310.127	307.797
Investments available-for-sale	4.134.718	3.002.434
Investments held-to-maturity	828.396	289.970
Investments classified as loans and receivables	91.650	542.768
	5.364.891	4.142.969

4. Other liabilities at 30 September 2009 include provisions for pending litigation or claims of €3.244 thousand for the Group and the Company and other provisions of €17.290 thousand for the Group and €16.397 thousand for the Company. There are no other significant pending litigation, claims or assessments against the Group or the Company, the outcome of which would have a material effect on the Group's or Company's financial position or operations.
5. The number of persons employed by the Group at 30 September 2009 was 12.137 (30 September 2008: 7.792) and by the Company was 6.629 (30 September 2008: 6.611).
6. The number of shares of the Company held by its subsidiaries and associates (including shares that are held by life insurance subsidiaries which hold the shares as part of financial assets that are invested for the benefit of insurance policyholders) at 30 September 2009 was €6.063 thousand and their cost of acquisition was €35.224 thousand.

Bank of Cyprus Group

Notes

7. On 26 May 2008, the Company completed the acquisition of the Ukrainian bank JSC AvtoZAZbank which was renamed on 1 January 2009 to OJSB Bank of Cyprus. The Company initially acquired 97,2% of the share capital of OJSB Bank of Cyprus. OJSB Bank of Cyprus is accounted for as a subsidiary since the date of the acquisition. In December 2008, the Group's shareholding in OJSB Bank of Cyprus increased to 99,7% following the injection of additional capital by the Company.

On 31 October 2008, the Company acquired (through BOC Russia (Holdings) Ltd) 80% of the share capital of CB Uniastrum Bank LLC and Uniastrum Leasing LLC in Russia. These companies are accounted for as subsidiaries since the date of their acquisition. The two founding shareholders who lead the management of CB Uniastrum Bank LLC and Uniastrum Leasing LLC maintain, through BOC Russia (Holdings) Ltd, a 10% interest each.

Until 27 July 2009 this residual shareholding was subject to a put/call option arrangement over a three year period, payable in cash, depending on the financial performance of the two companies during this period. This arrangement was accounted for in the consolidated financial statements as a liability. This resulted in accounting as if the Group had already acquired the shares subject to this arrangement. Therefore, no non-controlling interest was recognised for reporting purposes in relation to the shares that were subject to this arrangement.

On 27 July 2009 the Company signed a new five year shareholder agreement with the two founding shareholders of CB Uniastrum Bank LLC who will maintain their management roles and will each continue to hold a residual 10% interest in Uniastrum.

The signing of the above agreement resulted in a change in the accounting treatment of CB Uniastrum Bank LLC in the financial statements of the Group. Pursuant to the signing of the agreement and the cancellation of the call/put option arrangement, CB Uniastrum Bank LLC is included in the financial statements of the Group as an 80% subsidiary with the corresponding recognition of a 20% non-controlling interest.

On 4 March 2009, Katoikia 1 Mortgage Finance Plc, a special purpose entity, was incorporated in the United Kingdom. On 20 May 2009, Katoikia 1 Mortgage Finance Plc issued €1 billion of Residential Mortgage Backed Securities. These securities are listed on the Luxemburg Stock Exchange and are held by the Group. On 15 April 2009, Misthosis Funding Plc, a special purpose entity, was incorporated in the United Kingdom. On 21 September 2009, Misthosis Funding Plc issued €689 million notes. These notes are listed on the Irish Stock Exchange and are held by the Group. The securitisations aim at further enhancing the Group's prudential liquidity ratios. Katoikia 1 Mortgage Finance Plc and Misthosis Funding Plc are included in the financial statements as subsidiaries.

On 1 September 2009 Cyprus Leasing LLC and Uniastrum Leasing LLC merged into Leasing Company Uniastrum Leasing.

Bank of Cyprus Group

Notes

8. The Board of Directors of the Company has decided to proceed with the payment of an interim dividend for year 2009 of €0,08 per share, amounting to €47.500 thousand, which will be paid to shareholders on 8 December 2009. The ex-dividend date is 23 November 2009. Buy transactions that take place before market close of the Cyprus Stock Exchange and the Athens Exchange on 20 November 2009 will be eligible to the dividend. The interim dividend is not recognised as a liability in the financial statements until its payment to shareholders.

In December 2008, the interim dividend paid to shareholders for the year 2007 was €0,15 per share amounting to €86,011 thousand.

The payment of the final dividend for 2008 amounting to €0,12 per share and totalling €70.399 thousand was approved at the Annual General Meeting of the shareholders on 13 May 2009 and was paid to the shareholders on 10 June 2009.

In June 2008, the final dividend paid to the shareholders for the year 2007 was €0,25 per share, amounting to €141.556 thousand

9. Related party transactions:

- (a) Loans and other advances to members of the Board of Directors and key management personnel: €8.231 thousand for the Group and the Company.
- (b) Loans and other advances to other connected persons: €206.624 thousand for the Group and €3.697.932 thousand for the Company.
- (c) Contingent liabilities and commitments (mainly documentary credits, guarantees and commitments to lend): €57.043 thousand for the Group and the Company.
- (d) Deposits by members of the Board of Directors and key management personnel: €84.221 thousand for the Group and the Company.
- (e) Deposits by other connected persons: €49.606 thousand for the Group and €1.978.670 thousand for the Company.
- (f) Interest income: €7.055 thousand for the Group and €89.388 thousand for the Company.
- (g) Interest expense: €5.635 thousand for the Group and €26.188 thousand for the Company.
- (h) Remuneration and other transactions of members of the Board of Directors, key management personnel and connected persons: €5.886 thousand for the Group and €5.564 thousand for the Company.
- (i) Debt securities in issue and subordinated loan stock to members of the Board of Directors and key management personnel: €17.508 thousand for the Group and the Company.
- (j) Debt securities in issue and subordinated loan stock to other connected persons: €4.238 thousand for the Group and the Company.