



FINANCIAL INFORMATION FOR THE PERIOD FROM 1 JANUARY 2008 TO 30 SEPTEMBER 2008  
as stipulated by Decision 6/448/11.10.2007 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 financial 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 is made or transaction is performed with the Group, to visit the Group's website where the financial statements are presented together with the auditor's review report when required. Website: www.bankofcyprus.com - Investor Relations/Financial Information. Date of approval of the nine month Interim Condensed Financial Statements by the Board of Directors: 6 November 2008.

BANK OF CYPRUS GROUP

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT  
for the nine months and the three months ended 30 September 2008

	Nine months ended 30 September		Three months ended 30 September	
	2008 €000	2007 €000	2008 €000	2007 €000
Net interest income	577.594	554.964	194.410	192.583
Net fee and commission income	154.659	144.568	52.241	52.125
Foreign exchange income	51.306	33.410	35.446	13.211
Net (losses)/gains on sale, change in fair value and impairment of financial instruments	(15.812)	33.429	(12.687)	14.223
Insurance income net of insurance claims	47.851	40.506	18.479	14.043
Other income	25.631	22.637	2.463	10.993
	841.229	829.514	290.352	297.178
Staff costs	(234.401)	(213.676)	(81.605)	(71.797)
Other operating expenses	(142.165)	(137.628)	(49.301)	(50.457)
Profit before provisions	464.663	478.210	159.446	174.924
Provisions for impairment of loans and advances	(40.305)	(50.764)	(14.070)	(18.184)
Share of (loss)/profit of associates	(7.582)	9.512	(1.671)	2.476
Profit before tax	416.776	436.958	143.705	159.216
Taxation	(58.514)	(62.108)	(17.043)	(17.500)
Profit after tax	358.262	374.850	126.662	141.716
Profit/(loss) after tax attributable to:				
Shareholders of the Company	374.665	369.389	131.024	139.992
Minority interest	(16.403)	5.461	(4.362)	1.724
	358.262	374.850	126.662	141.716
Basic earnings per share (cent)	65.9	66.2	22.9	24.9

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED CONSOLIDATED BALANCE SHEET  
as at 30 September 2008

	30 September 2008 €000	31 Dec. 2007 €000
<b>Assets</b>		
Cash and balances with central banks	729.877	1.325.191
Placements with banks	5.260.368	6.158.367
Reverse repurchase agreements	120.801	-
Investments at fair value through profit or loss	342.932	521.118
Life assurance business assets attributable to policyholders	469.643	530.610
Loans and advances to customers	22.829.230	18.920.921
Investments available-for-sale and held-to-maturity	3.377.812	3.548.646
Property and equipment	339.221	319.662
Intangible assets	134.240	82.127
Other assets	421.348	339.230
Investment in associate	8.821	17.318
Total assets	34.034.293	31.763.190
<b>Liabilities</b>		
Amounts due to banks	1.015.413	1.233.337
Repurchase agreements	305.866	435.140
Customer deposits	27.129.418	25.178.966
Insurance liabilities	508.816	608.566
Debt securities in issue	1.311.164	1.253.690
Other liabilities	460.953	379.553
Subordinated loan stock	1.146.179	668.748
Total liabilities	31.877.809	29.758.000
<b>Equity</b>		
Share capital	573.410	483.726
Reserves	1.560.185	1.482.342
Equity attributable to the shareholders of the Company	2.133.595	1.966.068
Minority interest	22.889	39.122
Total equity	2.156.484	2.005.190
Total liabilities and equity	34.034.293	31.763.190

Th. Aristodemou Chairman  
A. Artemis Vice-Chairman  
A. Eliades Group Chief Executive Officer  
Y. Kyprí Group Chief General Manager  
Chr. Hadjimitsis Group General Manager Finance and Strategy

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
for the nine months ended 30 September 2008

	Nine months ended 30 September	
	2008 €000	2007 €000
Total equity, at 1 January	2.005.190	1.545.637
Net (losses)/gains from change in fair value of available-for-sale investments	(125.429)	5.227
Gains from change in fair value of financial instruments designated as cash flow hedges	986	830
Property revaluation	-	48.292
Deferred tax	985	(6.658)
Exchange adjustments	(1.093)	666
Reversal of revaluation of investment in associates	-	(850)
Transfer to the income statement on impairment of debt securities	3.661	-
Transfer to the income statement on redemption/sale of available-for-sale investments and financial instruments designated as cash flow hedges	(9.594)	(7.291)
Net (losses)/gains recognised directly in equity	(130.484)	40.216
Profit after tax	358.262	374.850
Dividend paid less dividend reinvested	(85.932)	(52.664)
Exercise of share options	-	29.515
Shares of the Company held by subsidiaries and associates		
- Acquisitions	(700)	(17.609)
- Disposals	2.117	-
Equity component of convertible bonds	5.173	-
Cost of share-based payments	2.687	3.729
Dividend paid by the subsidiaries following reinvestment	(368)	-
Change in minority interest and acquisition of subsidiary	539	34.582
Total equity, at 30 September	2.156.484	1.958.256

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
for the nine months ended 30 September 2008

	Nine months ended 30 September	
	2008 €000	2007 €000
Net cash flow (used in)/from operating activities	(2.019.349)	1.477.307
Net cash flow from/(used in) investing activities	195.748	(15.349)
Net cash flow from/(used in) financing activities	364.833	(40.318)
Net (decrease)/increase in cash and cash equivalents	(1.458.768)	1.421.640
<b>Cash and cash equivalents</b>		
At 1 January	6.793.635	4.812.201
Exchange adjustments	(1.093)	666
Net (decrease)/increase in cash and cash equivalents	(1.458.768)	1.421.640
At 30 September	5.333.774	6.234.507

BANK OF CYPRUS PUBLIC COMPANY LTD

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED INCOME STATEMENT  
for the nine months and the three months ended 30 September 2008

	Nine months ended 30 September		Three months ended 30 September	
	2008 €000	2007 €000	2008 €000	2007 €000
Net interest income	542.391	530.540	180.619	184.104
Net fee and commission income	142.449	128.805	47.926	46.653
Foreign exchange income	50.508	32.954	34.942	13.211
Dividends from subsidiaries and associates	2.249	4.893	915	-
Net gains/(losses) on sale, change in fair value and impairment of financial instruments	11.548	19.172	(3.903)	8.986
Other income	4.743	4.309	435	2.564
	753.888	720.673	260.934	255.518
Staff costs	(211.114)	(195.133)	(72.997)	(66.020)
Other operating expenses	(126.448)	(126.563)	(43.357)	(48.784)
Profit before provisions	416.326	398.977	144.580	140.714
Provisions for impairment of loans and advances	(34.652)	(50.284)	(11.164)	(17.920)
Profit before tax	381.674	348.693	133.416	122.794
Taxation	(47.257)	(52.362)	(13.319)	(14.426)
Profit after tax	334.417	296.331	120.097	108.368
Basic earnings per share (cent)	58.7	53.1	20.9	19.3

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED BALANCE SHEET  
as at 30 September 2008

	30 September 2008 €000	31 Dec. 2007 €000
<b>Assets</b>		
Cash and balances with central banks	713.321	1.320.130
Placements with banks	4.938.495	6.004.318
Reverse repurchase agreements	120.801	-
Investments at fair value through profit or loss	303.317	454.539
Loans and advances to customers	20.730.128	17.104.049
Bank accounts of Group companies	945.583	1.632.109
Investments available-for-sale and held-to-maturity	4.627.384	3.498.235
Investments in Group companies	648.555	418.814
Investment in associate	13.908	22.405
Property and equipment	269.069	265.414
Intangible assets	15.601	15.694
Other assets	295.404	221.592
Total assets	33.621.566	30.957.299
<b>Liabilities</b>		
Amounts due to banks	1.018.944	1.211.154
Repurchase agreements	305.866	435.140
Customer deposits	26.575.605	24.711.887
Bank accounts of Group companies	805.873	416.774
Debt securities in issue	1.310.672	1.253.198
Other liabilities	311.263	276.600
Subordinated loan stock	1.143.436	668.748
Total liabilities	31.471.659	28.973.501
<b>Equity</b>		
Share capital	573.410	483.726
Reserves	1.576.497	1.500.072
Total equity	2.149.907	1.983.798
Total liabilities and equity	33.621.566	30.957.299

Th. Aristodemou Chairman  
A. Artemis Vice-Chairman  
A. Eliades Group Chief Executive Officer  
Y. Kyprí Group Chief General Manager  
Chr. Hadjimitsis Group General Manager Finance and Strategy

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY  
for the nine months ended 30 September 2008

	Nine months ended 30 September	
	2008 €000	2007 €000
Total equity, at 1 January	1.983.798	1.546.036
Net (losses)/gains from change in fair value of available-for-sale investments	(86.686)	84.716
Gains from change in fair value of financial instruments designated as cash flow hedges	986	830
Property revaluation	-	38.690
Deferred tax	980	(5.829)
Exchange adjustments	(116)	837
Transfer to the income statement on impairment of debt securities	3.661	-
Transfer to the income statement on redemption/sale of available-for-sale investments and financial instruments designated as cash flow hedges	(9.061)	(5.709)
Net (losses)/gains recognised directly in equity	(90.236)	113.535
Profit after tax	334.417	296.331
Dividend paid less dividend reinvested	(85.932)	(52.664)
Exercise of share options	-	29.515
Equity component of convertible bonds	5.173	-
Cost of share-based payments	2.687	3.465
Total equity, at 30 September	2.149.907	1.936.218

INFORMATION EXTRACTED FROM THE INTERIM CONDENSED CASH FLOW STATEMENT  
for the nine months ended 30 September 2008

	Nine months ended 30 September	
	2008 €000	2007 €000
Net cash flow (used in)/from operating activities	(707.141)	1.503.797
Net cash flow used in investing activities	(1.269.872)	(36.644)
Net cash flow from/(used in) financing activities	358.855	(39.882)
Net (decrease)/increase in cash and cash equivalents	(1.618.158)	1.427.271
<b>Cash and cash equivalents</b>		
At 1 January	6.689.615	4.737.752
Exchange adjustments	(116)	837
Net (decrease)/increase in cash and cash equivalents	(1.618.158)	1.427.271
At 30 September	5.071.341	6.165.860

NOTES:

- The Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2008 have been prepared in accordance with the International Financial Reporting Standard IAS 34 'Interim Financial Reporting', as adopted by the European Union. Additionally, these financial statements comply with the International Financial Reporting Standard IAS 34 'Interim Financial Reporting' as issued by the International Accounting Standards Board. On 1 January 2008, date of the introduction of the Euro as the new official currency of the Republic of Cyprus, the functional currency of the Company and its subsidiaries in Cyprus as well as the presentation currency of the Group financial statements (including comparative amounts) changed from Cyprus pounds to the Euro. As a result of this change, as from 1 January 2008 all assets and liabilities of the Company and its subsidiaries in Cyprus have been converted using the fixed conversion rate of €1=£C0,585274. The comparative amounts presented in this announcement have been converted into Euro using the above rate.
- The accounting policies that have been followed for the preparation of the Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2008 are consistent with those followed for the preparation of the annual financial statements for 2007, except for the adoption by the Group of the amendments to IAS 39 and IFRS 7 titled 'Reclassification of financial assets' issued in October 2008, with retrospective effect from 1 July 2008 and the adoption of an accounting policy for recording convertible bonds, as the Group had no such instruments in issue in previous periods. Details on the above are set out in Notes 4 and 10 of the financial statements.
- Other income for the nine months ended 30 September 2008 includes dividend income of €3.666 thousand (corresponding period of 2007: €4.377 thousand) for the Group and €1.675 thousand (corresponding period of 2007: €2.677 thousand) for the Company. The dividend income for the three months ended 30 September 2008 amounted to €540 thousand (corresponding period of 2007: €1.886 thousand) for the Group and €221 thousand (corresponding period of 2007: €1.582 thousand) for the Company.
- Investments available-for-sale and held-to-maturity at 30 September 2008 include investments available-for-sale amounting to €3.342.559 thousand (31 December 2007: €3.423.199 thousand) for the Group and €3.284.777 thousand (31 December 2007: €3.363.184 thousand) for the Company and investments held-to-maturity amounting to €35.253 thousand (31 December 2007: €125.447 thousand) for the Group and €1.342.607 thousand (31 December 2007: €135.051 thousand) for the Company.
- Other liabilities at 30 September 2008 include provisions for pending litigation or claims of €3.330 thousand (31 December 2007: €3.330 thousand) for the Group and the Company and other provisions of €26.660 thousand (31 December 2007: €23.311 thousand) for the Group and €25.738 thousand (31 December 2007: €22.199 thousand) for the Company.
- The number of persons employed by the Group at 30 September 2008 was 7.792 (31 December 2007: 6.909) and by the Company was 6.611 (31 December 2007: 6.257).
- The number of shares of the Company that are held by subsidiaries and associates of the Company (including shares that are held by life insurance subsidiaries which hold the shares as part of the financial assets that are invested for the benefit of insurance policyholders) at 30 September 2008 was 4.700 thousand (31 December 2007: 4.602 thousand) and their cost of acquisition was €32.263 thousand (31 December 2007: €32.656 thousand).
- The companies that are included in the Interim Condensed Consolidated Financial Statements of the Group at 30 September 2008 and the method of consolidation used, is set out in Note 20 of the financial statements. The subsidiary company Cyprus Leasing LLC was incorporated in Russia on 16 October 2007 in Russia and is included in the financial statements as from that date. On 26 May 2008 the Company completed the acquisition of the Ukrainian Bank AvtoZABank. The Company acquired 97,18% of the share capital of JSB AvtoZABank, for the sum of €57,9 million paid in cash. JSB AvtoZABank is accounted for as a subsidiary since the date of acquisition.
- The Board of Directors of the Company has decided to proceed with the payment of an interim dividend for year 2008 of €0,15 per share, amounting to €86.011 thousand which will be paid to shareholders on 9 December 2008. The ex-interim dividend date has been set at 24 November 2008.
- The provision for pending litigation or claims at 30 September 2008 is set out in Note 5. There are no other significant pending litigation, claims or assessments against the Group, the outcome of which would have a material effect on the Group's financial position or operations.
- Related party transactions: (a) Loans and other advances to members of the Board of Directors and key management personnel of €15.605 thousand for the Group and the Company. (b) Loans and other advances to other connected persons of €204.236 thousand for the Group and €1.149.819 thousand for the Company. (c) Contingent liabilities and commitments (mainly documentary credits, guarantees and commitments to lend) of €58.487 thousand for the Group and the Company. (d) Tangible security of €277.016 thousand for the Group and the Company. (e) Deposits by members of the Board of Directors and key management personnel of €113.864 thousand for the Group and the Company. (f) Deposits by other connected persons of €42.624 thousand for the Group and €848.497 thousand for the Company. (g) Sales (interest income) of €8.828 thousand for the Group and €94.316 thousand for the Company. (h) Purchases (interest expense) of €4.874 thousand for the Group and €18.314 thousand for the Company. (i) Remuneration and other transactions of members of the Board of Directors, key management personnel and connected persons of €6.468 thousand for the Group and €5.543 thousand for the Company.
- In July 2008 the Company issued Convertible Bonds 2013/2018 in Euro, with a nominal value of €573.410 thousand, maturing in June 2018. The Convertible Bonds bear a fixed interest rate of 7,5% until 30 June 2009 and floating interest rate thereafter, set at the six-month Euribor plus 1,0% until June 2013 and plus 3,0% thereafter. The bonds can be converted to one share at the price of €10,50 per share. The conversion periods are between 15 and 31 March for years 2011-2013 and between 15 and 30 September for years 2010-2012. The Convertible Bonds 2013/2018 may be redeemed at the option of the Company on or after September 2013, subject to the prior consent of the Central Bank of Cyprus.
- On 31 October 2008 the Company completed the acquisition of 80% of the share capital of Uniastrium Bank in Russia for total consideration of United States \$576 million (€447 million), as per the acquisition agreement signed on 26 June 2008. Uniastrium Bank has the ninth largest branch network in Russia. As of 30 September 2008 Uniastrium's total assets stood at €1,4 billion, net customer loans at €1,1 billion and customer deposits at €1,1 billion. The two founding shareholders currently leading the management of Uniastrium Bank will maintain a 10% interest each. This residual shareholding is subject to a put/call option arrangement over a three year period, payable in cash, depending on the financial performance of Uniastrium Bank during the three year period.