

Financial Information for the Period from 1 January 2013 to 30 September 2013

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' report, and the detailed explanatory statement of results. These documents 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 interim financial statements for the period ended 30 September 2013 by the Board of Directors: 18 December 2013.

BANK OF CYPRUS GROUP
Extracts from the Interim Consolidated Income Statement
and Statement of Comprehensive Income

	Nine months ended 30 September		Three months ended 30 September	
	2013	2012 (re-presented)	2013	2012 (re-presented)
	€000	€000	€000	€000
Continuing operations				
Net interest income	725.863	555.115	295.674	167.627
Net fee and commission income	125.401	132.787	40.986	45.043
Net foreign exchange (losses)/gains	(1.588)	25.737	15.287	7.696
Net (losses)/profits on financial instrument transactions	(15.924)	(23.602)	(6.759)	2.127
Insurance income net of claims and commissions	50.785	47.573	11.921	16.051
Other (expenses)/income	(23.845)	5.103	3.709	2.645
	860.692	742.713	360.818	241.189
Staff costs	(376.789)	(217.367)	(181.027)	(76.929)
Other operating expenses	(187.660)	(135.876)	(63.034)	(28.517)
Profit before impairment of loans and advances	296.243	389.470	116.757	135.743
Provisions for impairment of loans and advances	(799.448)	(386.147)	(260.879)	(135.190)
(Loss)/profit before share of profit of associates	(503.205)	3.323	(144.122)	553
Share of profit/(loss) of associates	1.877	(35)	(491)	52
(Loss)/profit before tax	(501.328)	3.288	(144.613)	605
Tax	3.058	(7.646)	687	4.081
(Loss)/profit after tax from continuing operations	(498.270)	(4.358)	(143.926)	4.686
Discontinued operations				
Loss after tax from discontinued operations	(1.455.604)	(211.820)	-	(83.259)
Loss for the period	(1.953.874)	(216.178)	(143.926)	(78.573)
Attributable to:				
Owners of the Company (loss)/profit - continuing operations	(491.166)	864	(142.164)	6.099
Owners of the Company (loss) - discontinued operations	(1.455.604)	(211.820)	-	(83.259)
Total loss attributable to the owners of the Company	(1.946.770)	(210.956)	(142.164)	(77.160)
Non-controlling interests (loss) - continuing operations	(7.104)	(5.222)	(1.762)	(1.413)
Loss for the period	(1.953.874)	(216.178)	(143.926)	(78.573)
Basic and diluted losses per share (€)	(0,6139)	(14,2292)	(0,0302)	(4,9590)
Basic and diluted (losses)/earnings per share (€) – continuing operations	(0,1549)	0,0583	(0,0302)	0,3920
Loss for the period	(1.953.874)	(216.178)	(143.926)	(78.573)
Other comprehensive income after tax	1.517	63.482	14.177	62.461
Total comprehensive loss for the period	(1.952.357)	(152.696)	(129.749)	(16.112)
Attributable to:				
Owners of the Company (loss)	(1.942.483)	(149.198)	(127.340)	(16.028)
Non-controlling interests (loss)	(9.874)	(3.498)	(2.409)	(84)
Total comprehensive loss for the period	(1.952.357)	(152.696)	(129.749)	(16.112)

BANK OF CYPRUS GROUP
Extracts from the Interim Consolidated Balance Sheet

		30 September 2013	31 December 2012
	Notes	€000	€000
Assets			
Cash and balances with central banks		1.227.121	1.272.424
Placements with banks		1.350.718	1.768.836
Investments	3	2.787.548	1.135.333
Investments pledged as collateral	3	717.082	734.747
Derivative financial assets		49.859	26.794
Loans and advances to customers		22.575.164	24.374.531
Life insurance business assets attributable to policyholders		436.150	495.756
Property and equipment		476.715	483.193
Intangible assets		137.378	123.555
Other assets		1.536.407	613.760
Investments in associates		102.558	3.107
Total assets		31.396.700	31.032.036
Liabilities			
Amounts due to banks		423.877	341.044
Funding from central banks		11.157.050	-
Repurchase agreements		614.766	607.773
Derivative financial liabilities		134.887	183.826
Customer deposits		15.467.965	28.442.152
Insurance liabilities		546.436	604.170
Debt securities in issue		509	44.775
Other liabilities	4	254.813	339.303
Subordinated loan stock		6.869	133.294
Total liabilities		28.607.172	30.696.337
Equity			
Share capital		4.674.327	1.795.141
Shares subject to interim orders		60.182	-
Share premium		-	428.271
Convertible Enhanced Capital Securities		-	428.835
Revaluation and other reserves		40.826	106.336
Accumulated losses		(2.066.622)	(2.500.106)
Equity attributable to the owners of the Company		2.708.713	258.477
Non-controlling interests		80.815	77.222
Total equity		2.789.528	335.699
Total liabilities and equity		31.396.700	31.032.036

BANK OF CYPRUS GROUP

Extracts from the Interim Consolidated Statement of Changes in Equity

	Nine months ended 30 September	
	2013	2012
	€000	€000
Total equity at 1 January	335.699	2.342.705
Loss for the period	(1.953.874)	(216.178)
Other comprehensive income for the period	1.517	63.482
Purchase of shares of the Company	-	(38.847)
Disposal of shares of the Company	-	931
Bail-in of deposits and structured products	3.786.624	-
Bail-in of Convertible Bonds 2013/2018, Capital Securities 12/2007 and Convertible Capital Securities	122.535	-
Shares subject to interim orders	60.182	-
Acquisitions	436.845	-
Issue of shares	-	159.683
Issue costs	-	(2.449)
Total equity at 30 September	2.789.528	2.309.327

BANK OF CYPRUS GROUP
 Extracts from the Interim Consolidated Statement of
 Comprehensive Income

	Nine months ended 30 September		Three months ended 30 September	
	2013	2012	2013	2012
	€000	€000	€000	€000
Loss for the period	(1.953.874)	(216.178)	(143.926)	(78.573)
Foreign currency translation reserve	4.014	12.389	2.147	7.618
Available-for-sale investments	11.160	51.094	12.105	54.846
Property revaluation	(13.657)	(1)	(75)	(3)
Total comprehensive loss for the period	(1.952.357)	(152.696)	(129.749)	(16.112)

BANK OF CYPRUS GROUP
 Extracts from the Interim Consolidated Statement of Cash Flows

	Nine months ended 30 September	
	2013	2012
	€000	€000
Net cash flow (used in)/from operating activities	(2.654.003)	700.620
Net cash flow from investing activities	1.160.805	499.456
Net cash flow from financing activities	1.911.225	103.871
Net increase in cash and cash equivalents for the period	418.027	1.303.947
Exchange adjustments	33.714	(10.504)
Total cash inflow for the period	451.741	1.293.443
Cash and cash equivalents at 1 January	1.337.956	2.725.508
Cash and cash equivalents at 30 September	1.789.697	4.018.951

BANK OF CYPRUS PUBLIC COMPANY LTD
Extracts from the Interim Income Statement
and Statement of Comprehensive Income

	Nine months ended 30 September		Three months ended 30 September	
	2013	2012 (re-presented)	2013	2012 (re-presented)
	€000	€000	€000	€000
Continuing operations				
Net interest income	640.966	463.559	265.534	135.204
Net fee and commission income	89.485	102.443	28.008	34.406
Net foreign exchange (losses)/gains	(6.301)	19.364	17.612	4.670
Dividend from subsidiaries and joint ventures	-	21.400	-	-
Net losses on financial instrument transactions	(14.846)	(21.285)	(6.142)	2.545
Other (expenses)/income	(6.869)	1.399	811	259
	702.435	586.880	305.823	177.084
Staff costs	(301.228)	(147.046)	(156.197)	(52.335)
Other operating expenses	(124.510)	(91.611)	(41.395)	(33.058)
Profit before impairment of loans and advances	276.697	348.223	108.231	91.691
Provisions for impairment of loans and advances	(721.006)	(335.815)	(233.695)	(114.953)
(Loss)/profit before tax	(444.309)	12.408	(125.464)	(23.262)
Tax	5.076	12.374	4	31.446
(Loss)/profit after tax from continuing operations	(439.233)	24.782	(125.460)	8.184
Discontinued operations				
Loss after tax from discontinued operations	(1.325.514)	(98.147)	(2.000)	(82.960)
Loss for the period	(1.764.747)	(73.365)	(127.460)	(74.776)
Basic and diluted (losses) per share (€)	(0,5640)	(493,9782)	(0,02714)	(480,5771)
Basic and diluted (losses)/earnings per share – continuing operations (€)	(0,1404)	166,8612	(0,0267)	0,5260
Loss for the period	(1.764.747)	(73.365)	(127.460)	(74.776)
Other comprehensive (loss)/profit for the period	(200.049)	(76.634)	(556)	59.278
Total comprehensive loss for the period	(1.964.796)	(149.999)	(128.016)	(15.498)

BANK OF CYPRUS PUBLIC COMPANY LTD
Extracts from the Interim Balance Sheet

		30 September 2013	31 December 2012
	Notes	€000	€000
Assets			
Cash and balances with central banks		470.326	655.254
Placements with banks		1.081.846	1.553.587
Investments	3	2.749.595	1.093.961
Investments pledged as collateral	3	717.082	734.747
Derivative financial assets		49.819	26.785
Loans and advances to customers		20.422.551	20.873.053
Bank accounts of Group Companies		1.030.673	2.033.776
Investments in Group Companies and joint ventures		733.274	864.930
Investments in associates		107.421	8.009
Property and equipment		274.337	287.169
Intangible assets		22.312	16.339
Other assets		1.065.207	185.606
Total assets		28.724.443	28.333.216
Liabilities			
Amounts due to banks		350.773	256.831
Funding from central banks		11.157.050	-
Repurchase agreements		614.766	607.773
Derivative financial liabilities		134.924	183.802
Customer deposits		13.042.218	25.880.056
Bank accounts of Group Companies		572.960	759.467
Debt securities in issue		-	15.389
Other liabilities	4	144.467	244.081
Subordinated loan stock		-	126.372
Total liabilities		26.017.158	28.073.771
Equity			
Share capital		4.674.327	1.795.141
Shares subject to interim orders		60.182	-
Share premium		-	428.271
Convertible Enhanced Capital Securities		-	428.835
Revaluation and other reserves		(102.674)	147.719
Accumulated losses		(1.924.550)	(2.540.521)
Total equity		2.707.285	259.445
Total liabilities and equity		28.724.443	28.333.216

BANK OF CYPRUS PUBLIC COMPANY LTD
 Extracts from the Interim Statement of Changes in Equity

	Nine months ended 30 September	
	2013	2012
	€000	€000
Total equity at 1 January	259.445	2.257.304
Loss for the period	(1.764.747)	(73.365)
Other comprehensive loss for the period	(200.049)	(76.634)
Purchase of shares of the Company	-	(37.123)
Bail-in of deposits and structured products	3.806.541	-
Bail-in of Convertible Bonds 2013/2018, Capital Securities 12/2007 and Convertible Capital Securities	122.535	-
Shares subject to interim orders	60.182	-
Acquisitions	423.378	-
Issue of shares	-	159.683
Issue costs	-	(2.449)
Total equity at 30 September	2.707.285	2.227.416

BANK OF CYPRUS PUBLIC COMPANY LTD
 Extracts from the Interim Statement of Comprehensive Income

	Nine months ended 30 September		Three months ended 30 September	
	2013	2012	2013	2012
	€000	€000	€000	€000
Loss for the period	(1.764.747)	(73.365)	(127.460)	(74.776)
Foreign currency translation reserve	2.038	(1.431)	804	(4.836)
Available-for-sale investments	10.508	51.136	10.876	54.204
Investments in Group Companies	(201.824)	(126.339)	(12.236)	9.910
Property revaluation	(10.771)	-	-	-
Total comprehensive loss for the period	(1.964.796)	(149.999)	(128.016)	(15.498)

BANK OF CYPRUS PUBLIC COMPANY LTD
 Extracts from the Interim Statement of Cash Flows

	Nine months ended 30 September	
	2013	2012
	€000	€000
Net cash flow (used in)/from operating activities	(2.190.492)	789.399
Net cash flow from investing activities	11.089	491.978
Net cash flow from financing activities	2.007.071	24.037
Net (decrease)/increase in cash and cash equivalents for the period	(172.332)	1.305.414
Exchange adjustments	12.322	2.613
Total cash (outflow)/inflow for the period	(160.010)	1.308.027
Cash and cash equivalents at 1 January	993.410	2.435.409
Cash and cash equivalents at 30 September	833.400	3.743.436

1. The Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2013 have been prepared in accordance with the International Financial Reporting Standard applicable to interim financial reporting as adopted by the European Union ("IAS 34").
2. The accounting policies adopted for the preparation of the Interim Condensed Consolidated Financial Statements for the nine months ended 30 September 2013 are consistent with those followed for the preparation of the Consolidated Financial Statements for the year ended 31 December 2012. In addition, the Group has adopted the following new standards, amendments and interpretations, which did not have a material impact on the Group's Interim Condensed Consolidated Financial Statements:
 - IAS 19 'Employee Benefits' (Amended)
 - IAS 1 'Financial Statement Presentation' (Amended) - Presentation of Items of Other Comprehensive Income
 - IFRS 7 'Financial Instruments: Disclosures' (Amended) - Offsetting Financial Assets and Financial Liabilities
 - IFRS 13 'Fair Value Measurement'
 - IAS 34 'Interim Financial Reporting and segment information for total assets and liabilities' (Amendment)

Comparatives have been re-presented to reflect the reclassification of the Greek operations disposed during the period, from continuing to discontinued operations. In addition reclassifications to comparative information were made to conform to changes in the presentation in the current period. These reclassifications had no impact on the total loss after tax or equity of the Group.

3. Investments of the Group and the Company are analysed as follows:

	30 September 2013	31 December 2012
Group	€000	€000
Investments		
Investments at fair value through profit or loss	23.877	21.818
Investments available-for-sale	267.659	402.547
Investments classified as loans and receivables	2.496.012	710.968
	2.787.548	1.135.333
Investments pledged as collateral		
Investments available-for-sale	677.341	694.287
Investments classified as loans and receivables	39.741	40.460
	717.082	734.747
	3.504.630	1.870.080

	30 September 2013	31 December 2012
Company	€000	€000
Investments		
Investments at fair value through profit or loss	15.107	14.423
Investments available-for-sale	238.661	368.742
Investments classified as loans and receivables	2.495.827	710.796
	2.749.595	1.093.961
Investments pledged as collateral		
Investments available-for-sale	677.341	694.287
Investments classified as loans and receivables	39.741	40.460
	717.082	734.747
	3.466.677	1.828.708

4. Other liabilities at 30 September 2013 include provisions for pending litigation and claims of €50.284 thousand for the Group and €43.728 thousand for the Company and other provisions of €16.542 thousand for the Group and €14.874 thousand for the Company. The Group's provision for pending litigation or claims at 30 September 2013 is set out in Note 19 of the Interim Consolidated Financial Statements.
5. The number of persons employed by the Group at 30 September 2013 was 8.323 (30 September 2012: 11.101) and by the Company was 4.109 (30 September 2012: 6.213).
6. Shares of the Company held by entities controlled by the Group and by associates (including shares that are held by life insurance subsidiary which holds the shares as part of financial assets that are invested for the benefit of insurance policyholders) at 30 September 2013 were 23.780 thousand and their cost of acquisition was €94.213 thousand.
7. The Group subsidiaries, branches, associates and joint venture as at 30 September 2013 and the method of consolidation used are set out in Note 31 of the Interim Consolidated Financial Statements.

8. Related party transactions:

- (a) Loans and other advances to members of the Board of Directors and key management personnel: €153 thousand for the Group and the Company.
- (b) Loans and other advances to other connected persons: €427 thousand for the Group and €1.031.100 thousand for the Company.
- (c) Contingent liabilities and commitments (mainly documentary credits, guarantees and commitments to lend): €234 thousand for the Group and the Company.
- (d) Deposits by members of the Board of Directors and key management personnel: €798 thousand for the Group and the Company.
- (e) Deposits by other connected persons: €16.908 thousand for the Group and €589.868 thousand for the Company.
- (f) Interest income: €324 thousand for the Group and €37.144 thousand for the Company.
- (g) Interest expense: €443 thousand for the Group and €6.150 thousand for the Company.
- (h) Remuneration and other transactions of members of the Board of Directors, key management personnel and connected persons: €1.848 thousand for the Group and €1.745 thousand for the Company.

9. Other information

Other liabilities at 30 September 2013 include provisions for pending litigation and claims of €50.284 thousand (31 December 2012: €10.042 thousand).

Other liabilities at 30 September 2013 include deferred tax liabilities of €48.108 thousand (31 December 2012: €45.232 thousand) and retirement benefit plan liabilities of €32.908 thousand (31 December 2012: €38.270 thousand).

In addition, a negative amount of €60.182 thousand representing shares subject to interim orders is included within other liabilities.

Pending litigation and claims

A number of customers have filed actions against the Company alleging that they were misled into purchasing bonds and capital securities and claim various remedies including the return of the money they have paid. The Company is contesting the said claims, which are pending before the Court. In another development, the Central Bank of Cyprus has conducted an investigation and found that the Company breached certain regulatory requirements concerning the 2009 issue of Convertible Capital Securities, but not any regulatory requirements concerning the 2011 issue of CECS. The Central Bank imposed upon the Company a fine of €4 thousand. The Company has filed a recourse before the Supreme Court against the ruling and the imposition of a fine by the Central Bank.

The Cyprus Securities and Exchange Commission has conducted an investigation against the Company concerning alleged non-disclosure of important information, specifically the information provided on the amount of the capital shortfall as determined by the European Banking Authority and the amount of requested state aid in June 2012. It was held that the Company was in breach of the law and the Commission has imposed an administrative fine upon the Company of €70 thousand. It has also imposed fines upon certain of the then members of the Board of Directors. The Company intends to file a recourse before the Supreme Court against the Commission's decision and the fine imposed upon it.

Following the issue of the Decrees in respect of the bailed-in depositors, a number of the affected depositors filed claims against the Company and other parties (Central Bank of Cyprus, Ministry of Finance, etc) on the ground, inter alia, that the 'Resolution of Credit and Other Institutions Law of 2013' and the various Decrees issued by virtue of the Law to implement the bail-in, were in conflict with the Constitution of the Republic and the European Convention of Human Rights. Actions on the part of affected depositors are filed before the District Courts and their objective is to obtain damages for the loss allegedly sustained by the depositors as a result of the Law and the Decrees issued thereafter. In some of the actions interim orders were issued prohibiting the Company from treating the deposits of the applicants in question as bailed-in, i.e. converted into shares. The Company is taking active steps to obtain the discharge and cancellation of the said interim orders

9. Other information (continued)

Pending litigation and claims (continued)

and is defending the actions of depositors vigorously. The said actions are being contested by the Company and are pending before the District Courts.

The position of the Company is that the Resolution Law and the Decrees take precedence over all other Laws and management assesses that it is probable that the interim orders issued will be lifted and the said deposits will be eventually converted into equity.

There are also numerous claims filed by shareholders and holders of debt securities as of 29 March 2013 whose shares were applied for the absorption of losses of the Company. Such proceedings have been filed before the Supreme Court of Cyprus. The objective of these proceedings before the Supreme Court is to obtain the annulment (i.e. cancellation and setting aside) of the Decrees of the Resolution Authority as unconstitutional and/or unlawful and/or irregular. These proceedings are still at an early stage. The Company is appearing in these proceedings as an interested party. Both the Government of the Republic and the Resolution Authority are taking the view that the relevant Law and Decrees are lawful and constitutional. As matters now stand, both the Resolution Law and the Decrees issued thereunder are constitutional and lawful, in that they were properly enacted and have not so far been annulled by a Court of Law.

In May 2013, a bailed-in depositor of the Company had assigned his rights arising from the deposit he held with the Company to a third party, who filed a claim in the Commercial Court of Kiev against the Company and its subsidiary in Ukraine. A judgement was issued against the Company and its subsidiary in Ukraine by the Court of first instance for the amount of €11 million. The Group filed an Appeal against this judgement. The Supreme Commercial Court of Ukraine has cancelled the judgement and terminated the proceedings entirely on the grounds of lack of jurisdiction of the Ukrainian Courts. The injunctive relief measures have been lifted in full.

A second case of a bailed-in depositor of the Company had assigned his rights under the deposit he held with the Company to a third party, who filed a claim for the amount of \$7 million against the Company and a Ukrainian legal entity (under a guarantee agreement with the Claimant). On 10 July 2013 the Kiev District Court issued injunctive relief measures and arrested all movable property of the Company in Ukraine as well as all corporate rights of the Company in its subsidiaries, Omix Finance LLC, Leasing Finance LLC and Corner LLC. The shares of the Group in PJSB Bank of Cyprus were also arrested by a respective court ruling. The Company appealed against the rulings. The case is currently pending at the Kyiv Appellate Court, whose potential decision would not be final, and the losing party would have a possibility to challenge it further to the Specialised Higher Court of Ukraine for Civil and Criminal Cases. Given the finding of lack of jurisdiction in the case mentioned previously, the Group expects that this case will have the same outcome.

The Cyprus Securities and Exchange Commission is carrying out investigations in respect of:

- The Group's exposure to GGBs. In this respect, the Commission has issued its decision for part of its investigation where it held that the Company was in breach of the law and it has imposed an administrative fine upon the Company of €160 thousand. It has also imposed fines upon certain of the then members of the Board of Directors. The Company has filed a recourse before the Supreme Court against the fine imposed upon it.
- The fact that the Group has not published its Annual Financial Statements for the year 2012 within the legally prescribed time limits.

The above investigations are in progress and therefore their final outcome cannot currently be assessed.

10. Events after the balance sheet date

On 18 July 2013, the Group agreed the sale of its subsidiary Kyprou Asset Management AEDAK to Alpha Trust Mutual Fund Management S.A., subject to the approval of the relevant regulatory authorities. The transaction was completed on 7 October 2013 and the loss on the transaction will not have any significant impact on the Group results.