Financial results of Alpha Bank Cyprus Ltd, for the period from January 1 to March 31, 2015

The financial results of Alpha Bank Cyprus Ltd ("the Bank") for the period from January 1 to March 31, 2015, showed an after tax loss of Euro 20.3 million, compared to losses of Euro 21.6 million during the same period of 2014.

Key Financial Data	%	From January 1 to	
In Euro million	Change	31.3.2015	31.03.2014
Total net income	-41.7%	17.5	30.0
Total administration expenses	-5.2%	11.7	12.3
Profit from operations before provisions	-67.1%	5.8	17.7
Provisions for impairments of doubtful debts	-34.3%	25.3	38.5
Loss after taxation	-6.0%	-20.3	-21.6
Loss per share		-12.71 cent	-13.56 cent
		31.03.2015	31.12.2014
Net Loans and advances to customers	12.0%	2,963.1	2,646.6
Deposits from Customers	-4.8%	1,995.2	2,095.5

Interest income amounted to Euro 36.1 million in the first three months of 2015, a decrease of 14.1% compared to Euro 42.0 million in the first three months of 2014, mainly due to the reduction in the interest margin.

Interest expense amounted to Euro 12.4 million in the first three months of 2015, a decrease of 12.2% compared to Euro 14.1 million in the first three months of 2014, mainly due to the reduction in the cost of deposits.

Net income from fees and commissions amounted to Euro 2.5 million in the first three months of 2015, remaining at the same level of the respective period in 2014.

Total income of the Bank for the first three months of 2015 amounted to Euro 17.5 million, a decrease of 41.7% compared to Euro 30.0 million for the same period of 2014, mainly due to the reduction of interest income and the impact from the exchange rate fluctuations of the Swiss Franc against the Euro.

Total administration expenses of the Bank for the three months period of 2015 amounted to Euro 11.7 million, a decrease of 5.2% compared to Euro 12,3 million for the same period of 2014. The cost to income ratio was 66.8%, compared to 41.1% for the three months of 2014.

Provisions for impairments of doubtful debts for the first three months of 2015, amounted to Euro 25.3 million, a decrease of 34.3% compared to Euro 38.5 million for the first three months of 2014. Accumulated provisions for impairments of doubtful debts amounted to Euro 796 million as at March 31, 2015, and represent 23.5% of total gross loans and advances to customers excluding the loan portfolio of Emporiki Bank Cyprus Ltd. Net Loans and advances to customers amounted to Euro 2,963.1 million as at March 31, 2015, an increase of 12% compared to December 31, 2014, due to the loan portfolio of Emporiki Bank Cyprus Ltd.

Deposits from customers amounted to Euro 1,995.2 million, a decrease of 4.8% from December 31, 2014. Total deposits from customers include an amount of Euro 117 million from Emporiki Bank Cyprus Ltd.

During the first quarter of 2015, the amount of available for sale investments was decreased mainly by the disposal of Greek Government Treasury Bills of Euro 250 million.

Acquisition of Emporiki Bank Cyprus Ltd

On March 1, 2015 the Bank acquired the shares comprising 100% of the issued share capital of Emporiki Bank Cyprus Ltd, thus becoming the sole shareholder.

On March 27, 2015, the merger between Alpha Bank Cyprus Ltd and Emporiki Bank Cyprus Ltd was completed through the absorption of the latter by the former.

On March 30, 2015, the Bank proceeded with a share capital increase of Euro 12.728 thousand, via the issue of 14.974.178 new ordinary shares of nominal value Euro 0.85 which were granted to former shareholders of Emporiki Bank Cyprus Ltd.

The valuation of net assets of Emporiki Bank Cyprus Ltd resulted in the recognition of negative goodwill of Euro 766 thousand which was recorded directly in equity reserves. The fair valuation process of the assets and liabilities of Emporiki Bank Cyprus Ltd is still in process and the final outcome may have a retrospective impact to the amounts recognized.

From the acquisition of Emporiki Bank Cyprus Ltd, net loans and deposits from customers have increased by Euro 364 million and Euro 117 million respectively.

For the preparation of the financial results of 31.3.2015, which have not been reviewed by the auditors, the same accounting policies were applied as those used in preparing the audited financial results of the year 2014 with the exception of the new standards applied as from January 1, 2015 as described in note 2 of the interim financial results for the first three months of 2015.

The interim financial results have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union, the requirements of the Cyprus Companies Law, Cap.113 and the Securities and Cyprus Stock Exchange Laws and Regulations.

The interim financial statements of Alpha Bank Cyprus Ltd as at 31.3.2015 were approved during the meeting of the Board of Directors held today, May 26, 2015.

The interim financial results of Alpha Bank Cyprus Ltd as at March 31, 2015, are available on the website of Alpha Bank Cyprus Ltd at www.alphabank.com.cy and the Cyprus Stock Exchange's website at www.cse.com.cy

Nicosia, May 26, 2015