ALPHA BANK

First Half 2014 financial results of Alpha Bank Cyprus Ltd

The first half 2014 financial results of Alpha Bank Cyprus Ltd showed an after tax loss of Euro 31.7 million, compared to losses of Euro 37.2 million in H1 2013.

Key Financial Data					
		From 1st January to		From 1st April to	
In Euro million	Change	30.6.2014	30.6.2013	30.6.2014	30.6.2013
Profit from operations	-0.2%	64.1	64.2	34.1	27.8
Totaladministration expenses	-6.6%	25.6	27.4	13.3	15.0
Profit from operations before provisions	4.6%	38.5	36.8	20.8	12.8
Provision for impairments of doubtful debts	-0.6%	72.1	72.5	33.6	34.8
Loss after taxation	-14.8%	-31.7	-37.2	-10.1	-22.7
Loss per share		-19.87 cent	-26.63 cent	-6.30 cent	-16.30 cent
		30.6.2014	31.12.2013		
Net loans and advances to Customers	-2.1%	3,393.8	3,467.1		
Deposits from Customers	1.8%	2,068.6	2,031.9		

Interest income amounted to Euro 86.0 million in H1 2014, a decrease of 8.0% compared to Euro 93.5 million in H1 2013, mainly due to the reduction in the interest margin and the loan balances.

Interest expense amounted to Euro 28.5 million in H1 2014, a decrease of 32.8% compared to Euro 42.4 million in H1 2013, mainly due to the reduction in the cost of deposits.

Net income from fees and commissions amounted to Euro 4.9 million in H1 2014, a decrease of 31.9 % compared to Euro 7.2 million in H1 2013, mainly due to the reduction in the economic activity.

Profit from operations of the Bank in H1 2014 amounted to Euro 64.1 million, a decrease of 0.2%, compared to Euro 64.2 million in H1 2013.

Total administration expenses of the Bank amounted to Euro 25.6 million in H1 2014, a decrease of 6.6%, compared to Euro 27.4 million in H1 2013. The cost to income ratio was 39.9%, compared to 42.7% at the end of H1 2013.

Provisions for impairments of doubtful debts in H1 2014 amounted to Euro 72.1 million a decrease of 0.6%, compared to Euro 72.5 in H1 2013. Accumulated provisions for impairments of doubtful debts amounted to Euro 784.6 million as at June 30, 2014, and represent 18.8% of total gross loans and advances to Customers.

Net loans and advances to customers amounted to Euro 3,393.8 million as at June 30, 2014, a decrease of 2.1% from December 31, 2013. Total deposits from customers amounted to Euro 2,068.6 million, an increase of 1.8% from December 31, 2013.

For the preparation of the interim financial results H1 2014, 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 2013 with the exception of the new standards applied as from January 1, 2014 as described in note 2 of the interim financial results H1 2014.

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 results of Alpha Bank Cyprus Ltd were approved during the meeting of the Board of Directors held today August 29, 2014.

The interim financial results of Alpha Bank Cyprus Ltd and the Semi Annual management report are available on the Bank's website at www.alphabank.com.cy and the Cyprus Stock Exchange's website at www.cse.com.cy

Nicosia, 29 August 2014