



**THE REPUBLIC OF CYPRUS
MINISTRY OF FINANCE | PUBLIC DEBT MANAGEMENT OFFICE
EUR 1 billion 3.875% new 7-year benchmark due 6 May 2022**

THESE MATERIALS ARE NOT AN OFFER FOR SALE OF THE SECURITIES IN THE UNITED STATES. SECURITIES MAY NOT BE SOLD IN THE UNITED STATES ABSENT REGISTRATION OR AN EXEMPTION FROM REGISTRATION UNDER THE U.S. SECURITIES ACT OF 1933, AS AMENDED. THE REPUBLIC OF CYPRUS DOES NOT INTEND TO REGISTER ANY PORTION OF THE OFFERING IN THE UNITED STATES OR TO CONDUCT A PUBLIC OFFERING OF SECURITIES IN THE UNITED STATES.

PRESS RELEASE – 30th April 2015

The Republic of Cyprus rated B3/B+/B-/BL (stable/positive/positive/stable) by Moody's/S&P/Fitch/DBRS priced on the 28th of April 2015, a EUR1bn RegS registered only fixed rate notes issue due 6 May 2022. The deal pays a coupon of 3.875% and has a reoffer price of 99.250 / reoffer yield is 4% to give a spread of +367bp over mid-swaps, equivalent to +404.2bp over the 2% Jan-2022 DBR. Joint lead managers are BARCLAYS, HSBC, MORGAN STANLEY and SG CIB. Listing is in London under English law and launched off the issuer's EMTN programme. (ISIN XS1227247191).

Execution Highlights

- The Republic of Cyprus has been considering over the past few months a return to the international capital markets to diversify its funding sources and develop the benchmark sovereign bond credit curve.
- On the back of constructive feedback received during the non-deal roadshow meetings organised towards the end of 2014 the Public Debt Management Office has been monitoring both the international market conditions as well as the internal developments and was authorized by the Minister of Finance to approach the market on Monday the 27th of April.
- A global investor call was arranged on Monday 27th April enabling Cyprus to update investors on (i) the recent developments with regards to the implementation of the ESM/IMF programme, (ii) the general economic situation and fiscal performance over the recent months (iii) the financial situation and reform of the banking sector and (iv) the expected funding programme and financing actions for 2015 and 2016.
- Given very constructive feedback received from investors during the call initial pricing thoughts ("IPTs") were released at 14:22 LDN on Monday 27th April for a 7-year Euro benchmark at very low 4% area (yield). For reference, the secondary trading level of the Republic's existing note maturing respectively in June 2019 and February 2020 was 3.40% and 3.465% in yield terms.
- The IPTs process developed EUR 1.1 billion of interest, the orderbook officially opened on Tuesday 28th at 08:24 LDN with guidance at 4.125% area (yield).
- The orderbook grew steadily and closed at 12:00 LDN with more than 140 investors taking part to the transaction and a total amount requested close to EUR 1.9 billion enabling to launch a EUR 1.0 billion transaction. The transaction priced at a reoffer yield for investors of 4.00% implying a spread of 367bps over the mid-swap reference of 0.33%.
- With this transaction, the Republic of Cyprus demonstrates market access at an attractive coupon level, reflecting the recent performance of outstanding debt instruments and the country's outlook.



SOCIETE GENERALE
Corporate & Investment Banking



Summary of distribution

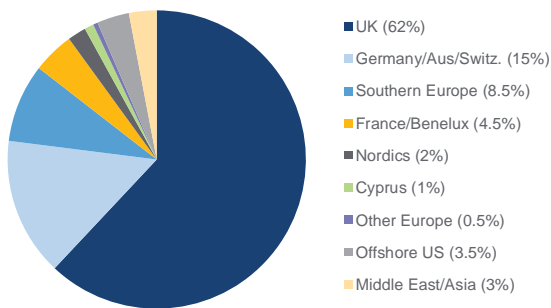
- By geography, the Republic of Cyprus has achieved a broad distribution dominated by international investors, across Europe, the UK, and other international investors.

Statistics: UK 62%, Europe ex. UK 30.5%, Rest of World 6.5%, Cyprus 1%

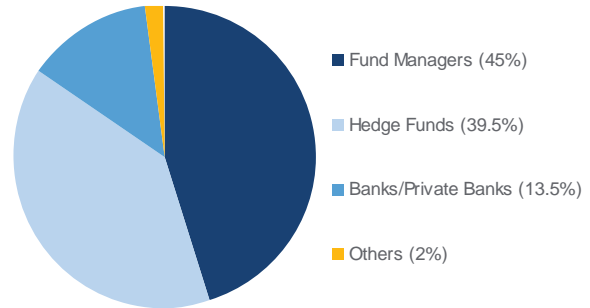
- By investor type, the quality of the orderbook was very high with very strong granularity. Real-money demand dominated the orderbook, at over 60%, with Fund Managers the largest investor class at 45%, and well supported by Hedge Funds and Private Bank interest.

Statistics: Fund Managers 45%, Hedge Funds 39.5%, Banks / Private Banks 13.5% and Others 2%

Distribution by Region



Distribution by Type



Summary of Terms and Conditions

Issuer	The Republic of Cyprus
Issuer Ratings	B3 (stab)/B+ (pos)/B- (pos)/BL (stab) (Moody's/S&P/Fitch/DBRS)
Format	Reg S Registered only, CACs
Size	EUR 1bn
Maturity Date	6 May 2022
Settlement Date	6 May 2015 (T+5)
Coupon	3.875%, Annual, ACT/ACT
Reoffer	99.250 / 4.000% p.a.
Spread vs B	404.2bps vs DBR 2% Jan 2022s spot @ 113.67 / -0.042%
Spread vs MS	367bps vs 7y MS spot @ 0.33%
Denominations	1k+1k
Law/Listing	English Law / London Stock Exchange
Docs	EMTN Programme
ISIN	XS1227247191
Lead Managers	BARC/HSBC(B&D)/MS/SG CIB



DISCLAIMER

This document has been prepared by the Joint Lead Managers for information purposes only. This document is an indicative summary of the terms and conditions of the transaction described herein and may be amended, superseded or replaced by subsequent summaries. The final terms and conditions of the transaction and any related security will be set out in full in the applicable offering document(s), pricing supplement or binding transaction document(s).

This document shall not constitute an underwriting commitment, an offer of financing, an offer to sell, or the solicitation of an offer to buy any securities described herein, which shall be subject to the Joint Lead Managers' internal approvals and satisfaction of all appropriate conditions precedent. No transaction or service related thereto is contemplated without the Joint Lead Managers' subsequent formal agreement.

The Joint Lead Managers are not responsible for providing or arranging for the provision of any general financial, strategic or specialist advice, including legal, regulatory, accounting, model auditing or taxation advice or services or any other services in relation to the transaction and/or any related securities described herein. The Joint Lead Managers are acting solely in the capacity of arms' length contractual counterparty and not as adviser, agent or fiduciary to any person. The Joint Lead Managers accept no liability whatsoever to the fullest extent permitted by law for any consequential losses arising from the use of this document or reliance on the information contained herein.

The Joint Lead Managers do not guarantee the accuracy or completeness of information which is contained in this document and which is stated to have been obtained from or is based upon trade and statistical services or other third party sources. Any data on past performance, modelling, scenario analysis or back-testing contained herein is no indication as to future performance. No representation is made as to the reasonableness of the assumptions made within or the accuracy or completeness of any modelling, scenario analysis or back-testing. All opinions and estimates are given as of the date hereof and are subject to change. The value of any investment may fluctuate as a result of market changes. The information in this document is not intended to predict actual results and no assurances are given with respect thereto.

The securities described herein have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "Securities Act") and may not be offered or sold within the United States or to or for the account or benefit of U.S. persons, as defined in Regulation S under the Securities Act. This document is not intended for distribution to and must not be passed on to any retail client.

NO ACTION HAS BEEN MADE OR WILL BE TAKEN THAT WOULD PERMIT A PUBLIC OFFERING OF ANY SECURITIES DESCRIBED HEREIN IN ANY JURISDICTION IN WHICH ACTION FOR THAT PURPOSE IS REQUIRED. NO OFFERS, SALES, REALES OR DELIVERY OF ANY SECURITIES DESCRIBED HEREIN OR DISTRIBUTION OF ANY OFFERING MATERIAL RELATING TO ANY SUCH SECURITIES MAY BE MADE IN OR FROM ANY JURISDICTION EXCEPT IN CIRCUMSTANCES WHICH WILL RESULT IN COMPLIANCE WITH ANY APPLICABLE LAWS AND REGULATIONS AND WHICH WILL NOT IMPOSE ANY OBLIGATION ON THE JOINT LEAD MANAGERS OR ANY OF THEIR AFFILIATES.

The Joint Lead Managers, their affiliates and the individuals associated therewith may (in various capacities) have positions or deal in transactions or securities (or related derivatives) identical or similar to those described herein.

This document is confidential, and no part of it may be reproduced, distributed or transmitted without the prior written permission of the Joint Lead Managers.

Société Générale is a French credit institution (bank) authorised by the Autorité de Contrôle Prudentiel et de Résolution (the French Prudential Supervisory and Resolution Authority) and the Prudential Regulation Authority and subject to limited regulation by the Financial Conduct Authority and Prudential Regulation Authority. Details about the extent of our authorisation and regulation by the Prudential Regulation Authority, and regulation by the Financial Conduct Authority are available from us on request.

The other Joint Lead Managers are authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority and are members of the London Stock Exchange.