

Financial Results 2023**Eurobank Cyprus announces robust results for 2023 with €199,4m net profit**

The bank reported increased profitability, capital adequacy as well as significant improvement in operational costs

Eurobank Cyprus reported increased profitability, higher capital adequacy and maintenance of its good loan portfolio quality for 2023. The results reconfirm the Bank's sound performance and resilience, an effective management of challenges as well as a significantly positive contribution to the growth of Cyprus' economy and business landscape.

Specifically:

- **Net profit after tax** reached €199,4mn, recording an increase of €105,1m or 111% compared to 2022. Profit before tax amounted to €239,2mn.
- Effective management of operational costs combined with an improvement in operating income led the Bank's **Cost-to-Income ratio** to decrease further, from 29% in 2022 to 18% in 2023.
- The **Capital Adequacy Ratio and Common Equity Tier 1 (CET1) Ratio** remained robust reaching 34,1% in 2023, recording an increase of 680 basis points compared to the respective ratio of 31 December 2022. These ratios are significantly higher than the minimum regulatory requirements for 2023.
- The **Loans-to-Deposits ratio** (excluding loans secured by deposits) was 33,6%, with **total deposits** reaching €7.099mn. **Total loans** rose to €2.844mn compared with €2.730mn in 2022.
- Despite the inflationary pressures, high energy costs and geopolitical uncertainties over the previous months, the Bank's **net loan expansion** reached €114mn in 2023, along with a further improvement in the loan portfolio quality.
- The **Non-Performing Exposures ratio** (NPE ratio in line with EBA Guidelines) remained low, at 2,4%.

Mr. Michalis Louis, Eurobank Cyprus' Chief Executive Officer said:


"Our financial results for 2023 underline a strong performance. We have delivered a higher profitability and a stronger capital adequacy as well as a recurrently low Non-Performing Exposures (NPE) ratio maintaining an excellent quality loan portfolio. We have successfully managed to overcome the challenges we faced as a result of high inflation, market volatility and uncertainty caused by geopolitical developments as well as due to demands required for the transition to a digital and green economy. We expect that many of these challenges will continue throughout 2024, both on a local and international level.

Our 2023 results, once again, confirm our Bank's healthy, resilient and successful business model. Our primary objective is to maintain a strong presence in the country's financial and business community, as well as to respond to the changing needs of the economy and our customers while positively contributing to the growth of the Cyprus economy. Continuous development and improvements, as well as the provision of high-quality and personalised services are among our top priorities, creating added value for our customers.

In the current year, we place emphasis on completing the upgrading of the Bank's technology infrastructure and further digitising our services through an underway large-scale investment, in order to make the Bank more user-friendly, faster, and effective.

At the same time, we aim to further elevate the Bank's operations, grow its loan and deposit portfolio, as well as further develop Wealth Management, in which Eurobank Group has always been a regional leader, providing leading services to both Cypriot and foreign Private Banking clients.

High in our list of priorities for 2024 is improving our sustainable development culture by focusing on ESG targets and criteria. Environmental protection, contribution to the society and good governance through the adoption of practices that promote equality, transparency, and sustainability, are at the top of our agenda".

RESULTS	FINANCIAL  EUROBANK Cyprus	
	31.12.2023 12 months €mn	31.12.2022 12 months €mn
Total Loans	2.844	2.730
Total Deposits	7.099	7.203
Capital and other reserves	854	636
Profit before tax	239,2	115,7
Profit after tax	199,4	94,3
Invested assets managed by the Wealth Management Division	3.926	2.825