

March 15, 2012

Director,
Cyprus Stock Exchange,
71 – 73 Vryonos Avenue,
109 Nicosia

Dear Sir,

ANNOUNCEMENT

Conversion of Convertible Bonds 2010 – 2020 (USBCB) into shares

Further to our announcement dated 14/2/2012 we would like to remind the holders of Convertible Bonds 2010 – 2020 (USBCB) of USB BANK PLC (the “Bank”) which are traded on the Cyprus Stock Exchange, that on March 15, 2012 until March 30, 2012 they may exercise the conversion right of Convertible Bonds into shares of the Bank.

In accordance with the terms of the issue of the Convertible Bonds (USBCB), for the conversion period of 15 – 30 March, 2012 the conversion price was set at the weighted average closing share price of the Bank traded during the previous 30 trading days before the start of the conversion period, while the conversion price cannot be reduced below the nominal value of the shares.

It is noted that during the previous 30 trading days before the start of the conversion period only a single transaction was performed, at the price of €0,55 for 2100 shares of the Bank.

The conversion price is set at €0,57 per share, which equals to the nominal value of the share of the Bank.

Yours sincerely,



Andreas Theodorides
Secretary

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