

20th May 2015

COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by Izola Bank p.l.c. pursuant to the Malta Financial Services Authority Listing Rules:

Issue of €12,000,000 4.5% Izola Bank p.l.c. Unsecured Bonds 2025

Following regulatory approval received on 18 May 2015, Izola Bank p.l.c. (the “**Issuer**”) announces the issue of €12,000,000 4.5% Unsecured Bonds redeemable in 2025 (the “**Bonds**”) with a nominal value of €100 per Bond, issued at par.

In this respect, the Issuer is granting preference to holders of the €9,000,000 5.35% Izola Bank p.l.c. Secured Notes due on 30 June 2015 (the “**Maturing Notes**”) to subscribe to the Bonds by surrendering their respective Maturing Notes.

Full details of the Bond Issue are included in the Prospectus dated 18 May 2015 which may be downloaded from the Issuer’s website www.izolabank.com. Application forms will be mailed to holders of Maturing Notes on 22 May 2015.

20 May 2015



Calvin Bartolo
Company Secretary