

Bank of Ireland Group plc (together with its subsidiaries the “Group” or “BOI”)

Credit Risk Transfer Transaction

19 October 2021

The Governor and Company of the Bank of Ireland has executed a credit risk transfer transaction which will improve the Group’s regulatory and fully loaded CET1 capital ratios by c.30bps.

The transaction references a portfolio of c.€1.4 billion of Irish mortgages and involves the execution of credit protection agreements which reduce the Group’s credit risk exposure through a risk sharing structure, whereby the investors assume the credit risk for c.€265 million of potential credit losses on the reference portfolio of Irish mortgages for an initial annual coupon of c.€12m. The coupon is scheduled to reduce over the life of the transaction pro-rata with amortisation in the reference portfolio.

This transaction forms part of the range of balance sheet optimisation initiatives the Group previously indicated were being progressed during H2 2021; and results in a pro-forma reduction in the average risk weight of the Group’s Irish mortgage portfolio as at June 2021 from c.26% to c.22%.

There is no customer impact from the transaction. No assets will be derecognised from the Group balance sheet and the reference portfolio of loan assets and related customer relationships will continue to be managed by the Group.

Ends

For further information please contact:

Bank of Ireland

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Forward Looking Statement

This announcement contains forward-looking statements with respect to certain of Bank of Ireland Group plc (‘BOIG plc’) and its subsidiaries’ (collectively the ‘Group’) plans and its current goals and expectations relating to its future financial condition and performance, the markets in which it operates and its future capital requirements. These forward-looking statements often can be identified by the fact that they do not relate only to historical or current facts. Generally, but not always, words such as ‘may,’ ‘could,’ ‘should,’ ‘will,’ ‘expect,’ ‘intend,’ ‘estimate,’ ‘anticipate,’ ‘assume,’ ‘believe,’ ‘plan,’ ‘seek,’ ‘continue,’ ‘target,’ ‘goal,’ ‘would,’ or their negative variations or similar expressions identify forward-looking statements, but their absence does not mean that a statement is not forward-looking.

Examples of forward-looking statements include, among others: statements regarding the Group’s near term and longer term future capital requirements and ratios, level of ownership by the Irish Government, loan to deposit ratios, expected impairment losses, the level of the Group’s assets, the Group’s financial position, future income, business strategy, projected costs, margins, future payment of dividends, the implementation of changes in respect of certain of the Group’s pension schemes, estimates of capital expenditures, discussions with Irish, United Kingdom, European and other regulators and plans and objectives for future operations. Such forward-looking statements are

inherently subject to risks and uncertainties, and hence actual results may differ materially from those expressed or implied by such forward-looking statements.

Nothing in this announcement should be considered to be a forecast of future profitability, dividends or financial position of the Group and none of the information in this announcement is or is intended to be a profit forecast, dividend forecast or profit estimate. Any forward-looking statement speaks only as at the date it is made. The Group does not undertake to release publicly any revision to these forward-looking statements to reflect events, circumstances or unanticipated events occurring after the date hereof.