



Interim Results Announcement

For the half-year to 30 September 2006

16th November 2006

Forward Looking Statement

This document contains certain forward-looking statements as defined in the US Private Securities Litigation Reform Act of 1995 with respect to certain of the Group's plans and its current goals and expectations relating to its future financial condition and performance and the markets in which it operates. Because such statements are inherently subject to risks and uncertainties, actual results may differ materially from those expressed or implied by such forward-looking statements. Such risks and uncertainties include but are not limited to risks and uncertainties relating to profitability targets, prevailing interest rates, the performance of the Irish and the UK economies, the performance and volatility of international capital markets, the expected level of credit defaults, the Group's ability to expand certain of its activities, development and implementation of the Group's strategy, including the ability to achieve estimated cost reductions, competition, the Group's ability to address information technology issues and the availability of funding sources. Any forward-looking statements speak only as of the date they were made. The Bank of Ireland 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. The reader should however, consult any additional disclosures that the Group has made or may make in documents it has filed or submitted or may file or submit to the U.S. Securities and Exchange Commission.

Financial Reporting

▪ Definitions

– Abbreviations:

- RFSI: Retail Financial Services Ireland
(including Retail Republic of Ireland & Bank of Ireland Life - BIL)
- WFS: Wholesale Financial Services
- UKFS: UK Financial Services
- AMS: Asset Management Services
- POFS: UK Post Office Financial Services
- STP: Strategic Transformation Programme
- FRES: First Rate Exchange Services

– Underlying:

- The term underlying refers to the exclusion of non-core items
- See slide 15 for non-core items



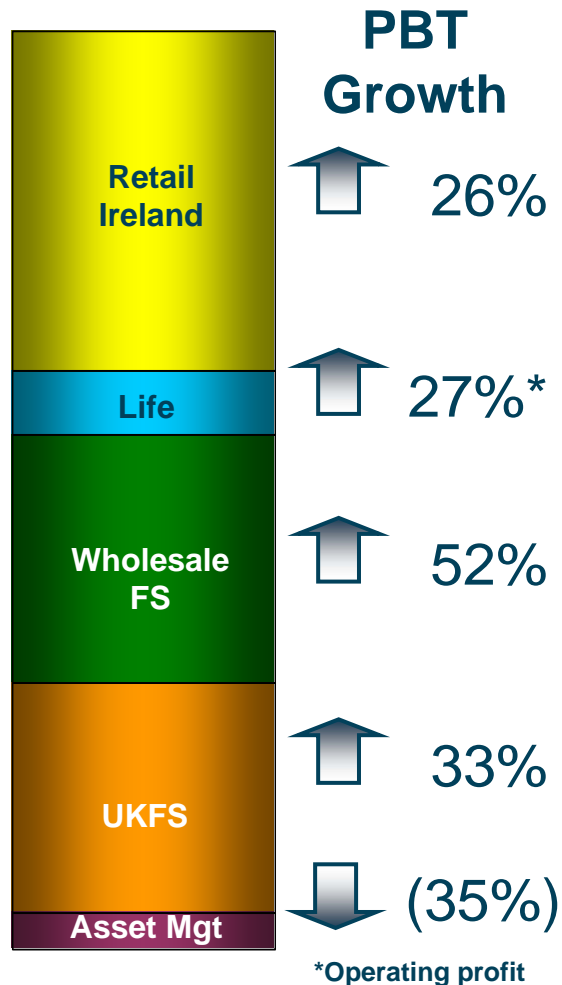
Brian Goggin
Group Chief Executive

Interim highlights

	Sept 2006	Sept 2005	Change
Underlying Profit Before Tax	€852m	€665m	↑ 28%
Underlying Earnings Per Share	73.0c	57.3c	↑ 27%
Profit Before Tax	€887m	€848m	↑ 5%
Earnings Per Share	76.7c	74.6c	↑ 3%
Annualised Impairment Losses	9bps	11bps	↓ 2bps
Dividend	21.0c	18.2c	↑ 15%
Return on Equity	25%	25%	
Cost Income Ratio	53%	57%	↓ 4%
Tier 1 Capital Ratio	7.7%	7.3%	↑ 0.4

Note: Underlying excludes the impact of non-core items: gain on disposal of business assets; gross-up for policyholder tax in the Life business; hedge ineffectiveness on transition to IFRS and restructuring programme.

Strong performance across the Group



- Group underlying PBT growth +28%
- Excellent performance in Retail and Wholesale
- Strong turnaround in UKFS
- Strong operating profit from Life - PBT impacted by negative investment variance & discount rate change in prior period
- Asset Management profit as expected

% PBT by Geography	Ireland	UK	Rest of World
	60%	25%	15%

Our vision remains

Our Vision:

“To be the number one bank in Ireland with dynamic businesses growing internationally”

Our Strategy:

- Maximise returns from our leading position in Ireland
- Substantially grow our businesses in the UK
- Grow our portfolio of niche, skill-based businesses internationally

Bank of Ireland Group

Retail Financial Services Ireland

Richie Boucher

- Mortgages
- Personal Banking
- Business Banking
- Wealth Management

UK Financial Services

Des Crowley

- Mortgages
- Business Banking
- Consumer Financial Services

Capital Markets

Denis Donovan

- Corporate Banking
- Global Markets
- Asset Management
- Corporate Finance
- Stockbroking*

% PBT by Division

RFSI

Retail Ireland	Life
37%	7%

UKFS

24%

Capital Markets

32%**

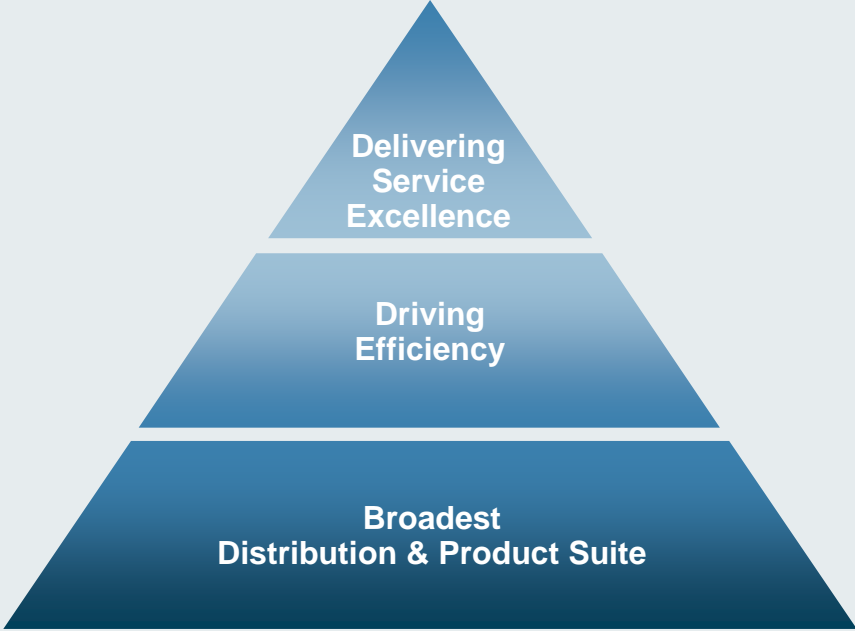
* Disposed of Davy on 31 October 2006

** Combines % underlying PBT of WFS (incl.Davy) & AMS at 30 September 2006

Maximising returns from leading position in Ireland

RFSI

Capitalising on broadest 'footprint' in the Irish market

Position of strength	Delivering Results	
 <p>Delivering Service Excellence</p> <p>Driving Efficiency</p> <p>Broadest Distribution & Product Suite</p>	PBT	Retail +26% Life +27%*
	Volumes	Mortgages +25% Business Banking +29% Personal Lending +19% Resources +16% APE Sales +26%
	Customer Acquisition	Increase of almost 50,000 customers
	Customer Service	Improved customer satisfaction ratings: <ul style="list-style-type: none"> ▪ Branch service satisfaction: 83% ▪ 3 minute queues: 81% ▪ Relationship manager satisfaction: 84%
	Market Position	Number 1 or 2 in all major products

* Operating Profit

Substantially grow our businesses in the UK



UKFS

Restructured, refocused and delivering



Business Banking

- PBT +30%
- Strong volumes
 - Loan book +47%
 - Resources +25%
- 11 focused business hubs
- Balanced growth

Mortgages

- PBT +14%
- Strong volumes
 - Mortgage book +15%
 - Specialist +25%
- Well positioned in competitive market
- Focus on service excellence in the broker channel

Consumer Financial Services

- POFS financial performance on track
 - 660,000 customers at September 2006
 - 50,000 new customers per month
- Strong product demand
- Building a sustainable insurance and savings business

Grow niche skill-based businesses internationally

Capital Markets

Building on experience & investing for growth

Corporate Banking

- PBT +76%
- Corporate loan book €22bn – balanced growth in all sectors
- Increasing international focus

- Global Project Finance
- Media & Maritime
- Acquisition Finance
- Property
- Investment Grade
- Irish Corporate Banking

Global Markets

- PBT +13%
- Customer business driving profit growth
- Focus on relationship management & product innovation
- Delivering tailored risk management solutions
- Broadening activities in the UK & the US

Asset Management

- PBT -35%
- Completing product diversification
- Integration of newly acquired businesses as planned
- Focus on accelerating turnaround in BIAM performance
 - New leadership
 - Restructured investment team

Consistent delivery

	6 mths to Sep 05 vs Sep 04	12 mths to Mar 06 vs Mar 05	6 mths to Sep 06 vs Sep 05
Underlying Profit Before Tax	+8%	+16%	+28%
Underlying Earnings Per Share	+10%	+16%	+27%
Annualised Impairment Losses	11bps	11bps	9bps
Dividend	+10%	+15%	+15%
Return on Equity	25%	24%	25%
Cost Income Ratio	57%	57%	53%

Note: Underlying excludes the impact of non-core items: gain on disposal of business assets; gross-up for policyholder tax in the Life business; hedge ineffectiveness on transition to IFRS and restructuring programme.

Clear strategy delivering results



Capitalising on broadest 'footprint' in the Irish market

Restructured, refocused and delivering in the UK

Building on experience & investing for international growth

- Effective strategy implementation
- Excellent financial performance
- Broadly based momentum
- Consistent delivery

John O'Donovan
Chief Financial Officer

Delivering strong results - Group income statement

Group Income Statement

(including non-core items)

	Sept 06 €m	Sept 05 €m	% Change
Total Income*	1935	1842	5
Operating Expenses	(1029)	(972)	6
Impairment Losses	(48)	(50)	(4)
Associates/JVs <i>post tax</i>	29	28	4
Profit Before Tax	887	848	5
Total Non-core Items	<u>35</u>	<u>183</u>	
Underlying PBT	852	665	28

Group Income Statement

(excluding non-core items)

	Sept 06 €m	Sept 05 €m	% Change
Total Income*	1881	1649	14
Operating Expenses	(1010)	(962)	5
Impairment Losses	(48)	(50)	(4)
Associates/JVs <i>post tax</i>	<u>29</u>	<u>28</u>	4
Underlying PBT	852	665	28

Non-core Items

	Sept 06 €m	Sept 05 €m
Total Income		
Gain on disposal of business assets	40	183
Hedge ineffectiveness on transition to IFRS	(1)	(21)
Gross-up for policyholder tax in the Life business	15	31
Non-core Items in Income	54	193

Operating Expenses

Restructuring programme	(19)	(10)
Non-core Items in Operating Expenses	(19)	(10)

Total Non-core Items	35	183
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* Net of increase in insurance contract liabilities and claims

Financial Highlights

Key Metrics

	Sept 06	Sept 05	% Change
Total PBT	€887m	€848m	5
Underlying PBT	€852m	€665m	28
Total EPS	76.7c	74.6c	3
Underlying EPS	73.0c	57.3c	27
Cost Income Ratio	53%	57%	(4)
Dividend Per Share	21.0c	18.2c	15
Return on Equity	25%	25%	-
Risk Weighted Assets	€109.3bn	€88.5bn	23
Tier 1 Capital	7.7%	7.3%	0.4

Group Income Statement *(excl. non-core items)*

	Sept 06 €m	Sept 05 €m	% Change
Net Interest Income	1287	1075	20
Other Income*	<u>594</u>	<u>574</u>	3
Total Income*	1881	1649	14
Operating Expenses	(1010)	(962)	5
Impairment Losses	(48)	(50)	(4)
Associates/JVs <i>post tax</i>	<u>29</u>	<u>28</u>	4
Underlying PBT	852	665	28

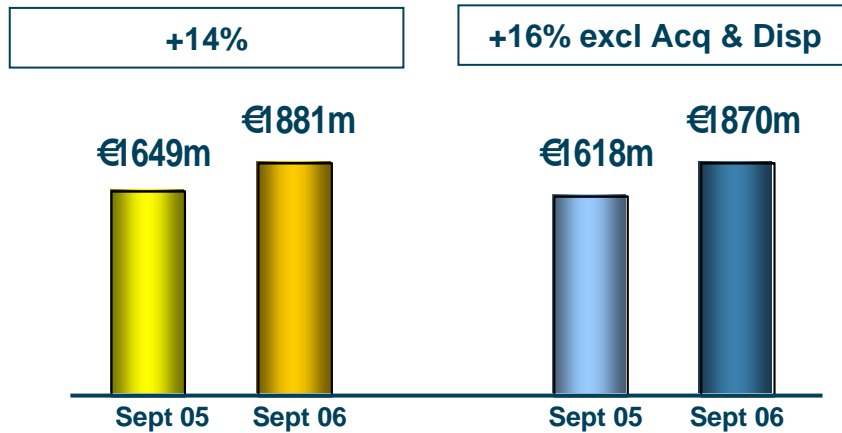
* Net of increase in insurance contract liabilities and claims

Highlights

- Robust half-year performance
- Strong income growth
- Cost growth effectively managed
- Significant efficiency improvement
- Continuing excellent asset quality
- Strong capital position & adequate capital to support business growth

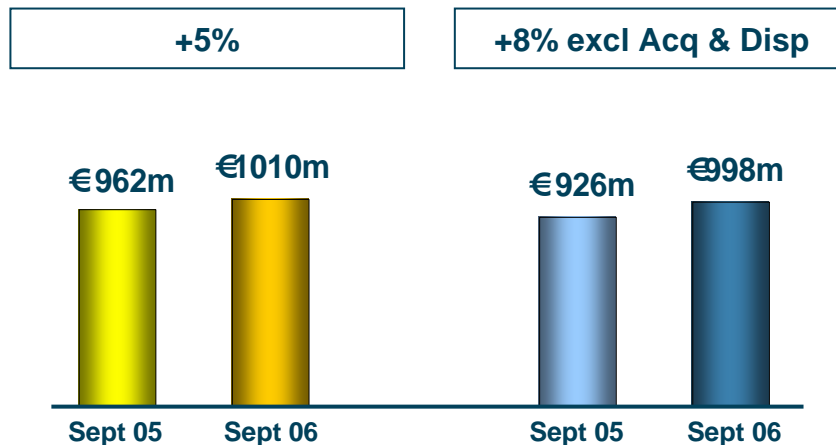
Total Income & Operating Expenses

Total Income (excluding non-core items)



- Strong income growth
- Impact of acquisition and disposal
- Income growth drivers:
 - Excellent performance in fee earning activities
 - Strong lending and resource growth

Operating Expenses (excluding non-core items)



- Cost growth firmly managed
- Cost growth drivers:

– Investment	3%
– Compliance	1%
– B.A.U.	
• Volume	3%
• Inflation	4%
– STP savings	(3%)
– Total	8%

Net Interest Margin

Net Interest Margin

<u>Annualised</u>	Sept 06 %	Sept 05 %
Group Net Interest Margin	1.73	1.79
IAS 32 & 39 impact	<u>0.05</u>	-
Adjusted Net Interest Margin	1.68	1.79

Drivers of Margin Attrition

Balance sheet structure	(5bps)
Lending margins	(4bps)
Sale of B&W branch network	<u>(2bps)</u>
Adjusted Net Interest Margin attrition	(11bps)
IAS 32 & 39 impact	<u>+5bps</u>
Group Net Interest Margin attrition	(6bps)

Full year guidance

Margin attrition full year guidance at c.10bps from a Group Net Interest Margin of 1.73% at 31 March 2006

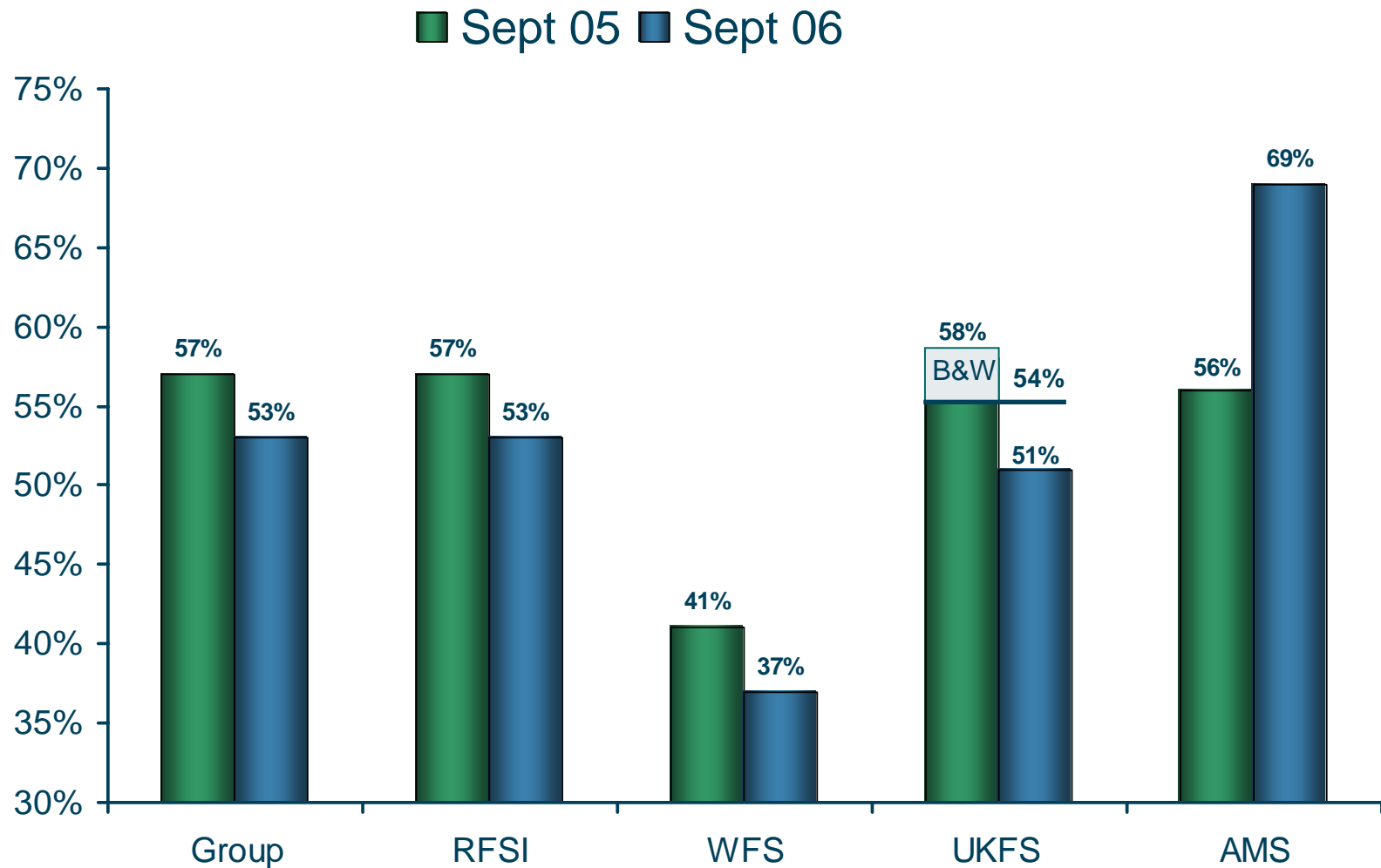
Strategic Transformation Programme



Programme Progress

- Confident of delivery ahead of €75 million target by March 2007
- Cost of programme in line with guidance

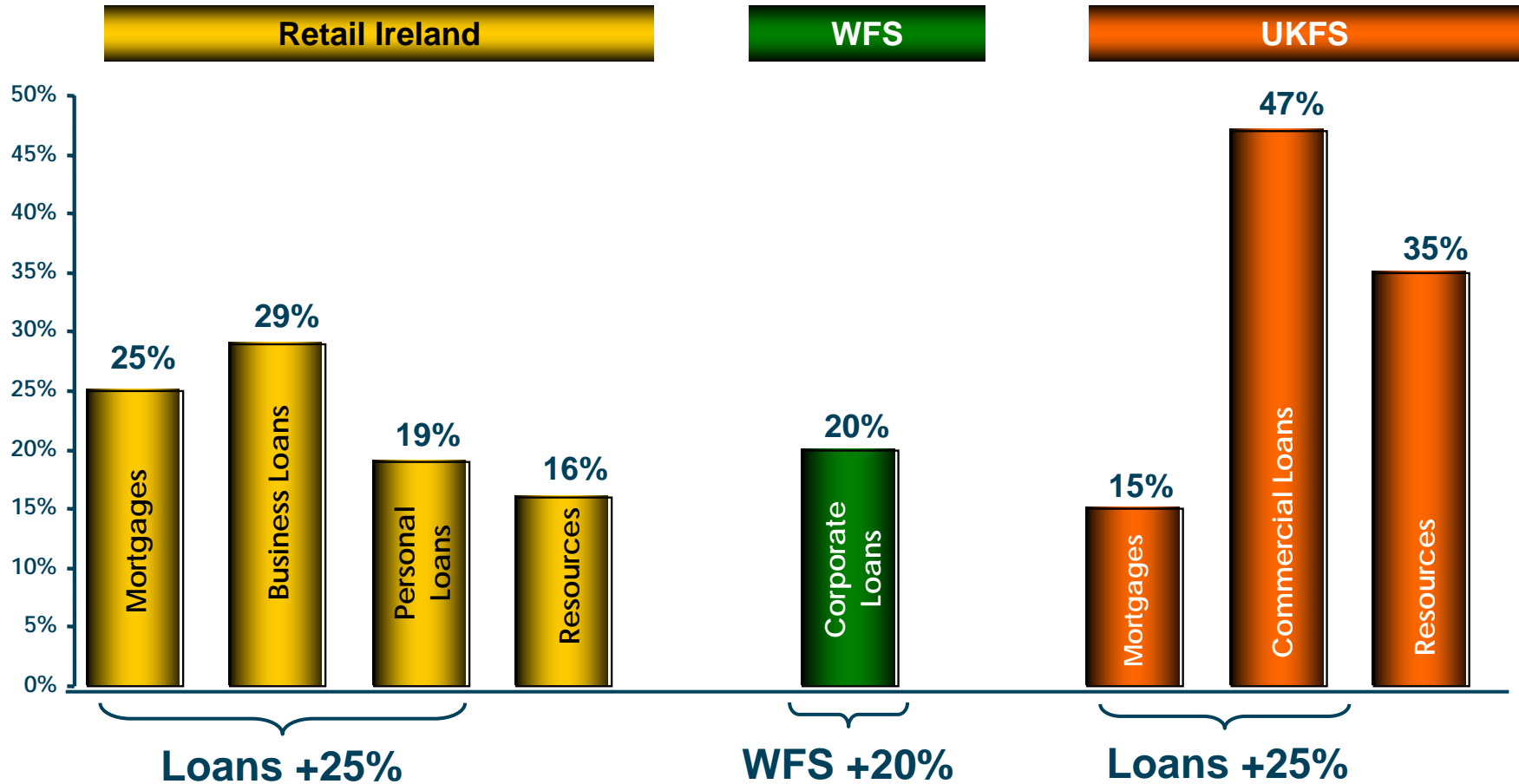
Cost Income Ratios*



*Excluding non-core items

Strong Loan & Resources Volume Growth

Divisional volume growth September 06 vs September 05

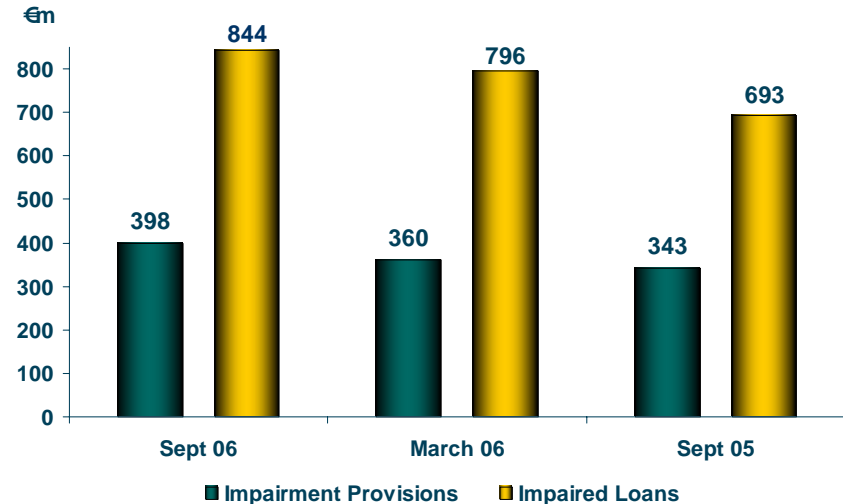


Asset Quality

Impairment Losses on Loans

	Sept 06 €m	Sept 05 €m
Specific	48	42
IBNR	9	20
Recoveries	<u>(9)</u>	<u>(12)</u>
Total	<u>48</u>	<u>50</u>
Annualised loan loss charge	9bps	11bps

Asset Quality



- Benign credit environment
- Asset quality remains excellent across the Group
- Annualised loan loss charge 9bps – below trend
- Some exceptional provision write-backs – €16m in Corporate Banking

Strong Capital Base

Capital Ratios

	Sept 06	Mar 06	Sept 05
	%	%	%
Tier 1 Capital	7.7	7.5	7.3
Total Capital	10.9	11.4	10.6

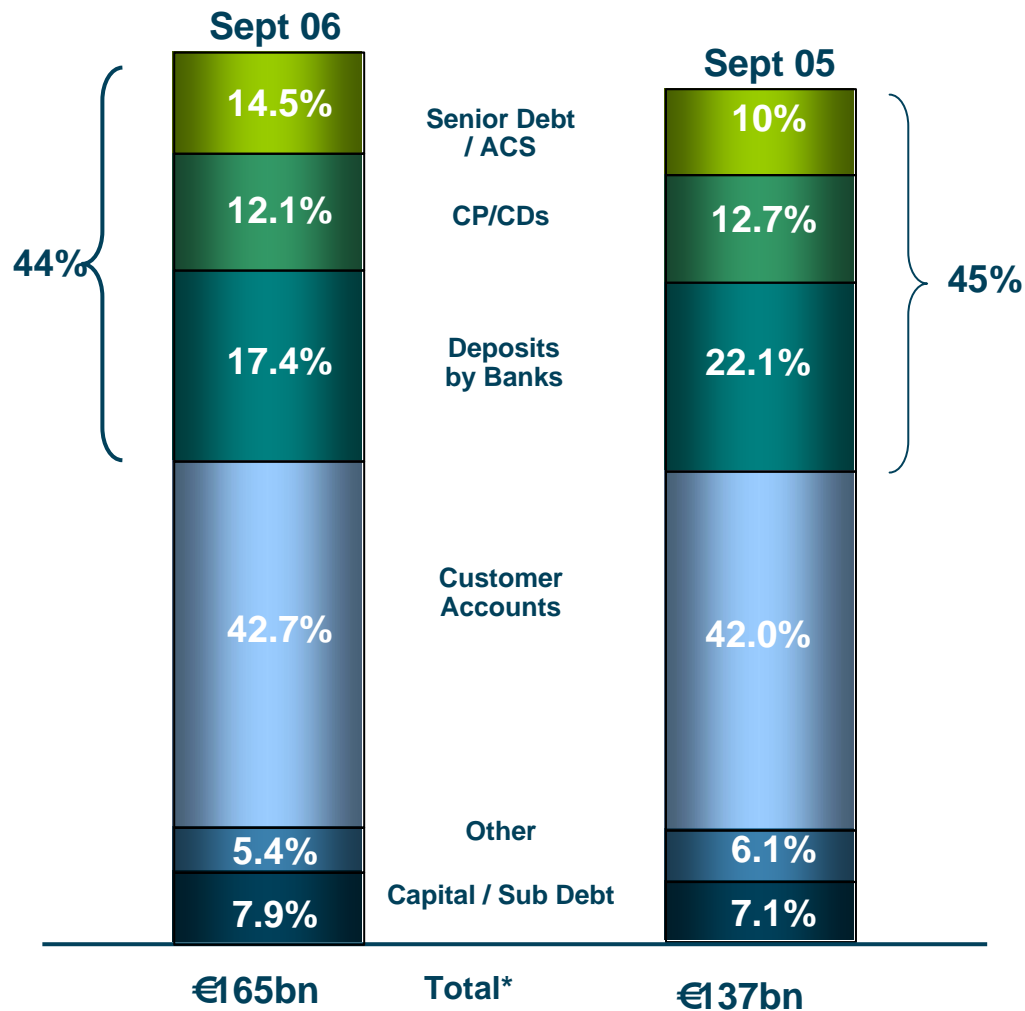
Asset Growth

	Sept 06	Sept 05	%
	€bn	€bn	Change
Retail FS RWAs	32.9	26.0	27
Wholesale FS RWAs	37.6	32.2	17
UKFS RWAs	37.0	29.1	27
Other RWAs	<u>1.8</u>	<u>1.2</u>	50
Risk Weighted Assets	109.3	88.5	23
Total Assets	178	146	22

Strengthening Capital Base

- Strong capital ratios
- Benefits of Davy disposal and sale & leaseback of branches in H2 06/07
- Capital management strategy continues to support growth in our businesses through:
 - Internally generated capital
 - Implementation of capital management initiatives
 - Branch sale & leaseback
 - Stock schemes
 - Other initiatives progressing well
- No recourse to shareholders

Balance Sheet Funding



* Excludes Life funds held on behalf of policyholders

Continued Diversification

- Reduction in wholesale funding – now at 44% driven by improved loan and resource growth alignment
- Funding maturity profile lengthened
- Continued funding diversification:
 - €2bn ACS issue – 7 yr duration
 - Second US\$ extendible notes issue
 - Issuance of €1.5bn 5yr public EMTN
 - Interbank deposits as % of wholesale funding reduced



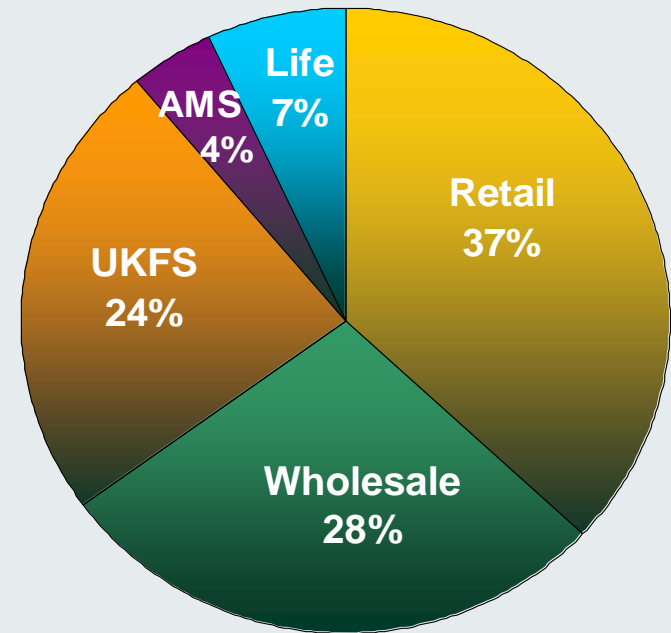
Business Review

Profit Before Tax by Division

PBT by Division

	Sept 06 €m	Sept 05 €m	% Change
Retail Republic of Ireland	339	268	26
Bank of Ireland Life	67	68	(1)
Wholesale FS	253	166	52
UKFS	222	167	33
Asset Mgmt Services	33	51	(35)
Group Centre	<u>(62)</u>	<u>(55)</u>	13
Underlying PBT	852	665	28
Non-core Items*	<u>35</u>	<u>183</u>	
Profit Before Tax	887	848	5

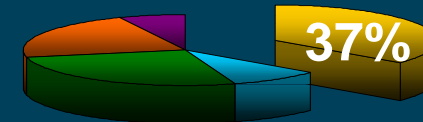
Group Divisional Profitability**



* See slide 15 for analysis of non-core items

** Excludes Group Centre

Retail Republic of Ireland



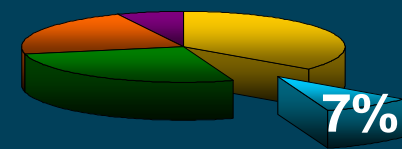
Income Statement

PBT +26%

	Sept 06 €m	Sept 05 €m	% Change
Net Interest Income	632	546	16
Other Income*	<u>189</u>	<u>168</u>	13
Total Income	821	714	15
Operating Expenses	(449)	(423)	6
Impairment Losses	<u>(33)</u>	<u>(23)</u>	43
Profit Before Tax	339	268	26

- Strong business momentum
 - Lending +25%
 - Resources +16%
- Excellent efficiency improvement
 - 9% cost-income jaws
 - Reduced cost/income ratio 59% to 55%

* Includes income from associates and joint ventures Sept 05 €0.8m and Sept 06 €0.9m



Income Statement (IFRS)

	Sept 06 €m	Sept 05 €m	% Change
Income*	121	104	16
Operating Expenses	<u>(50)</u>	<u>(48)</u>	4
Operating Profit	71	56	27
Investment Variance	(4)	8	
Discount Rate Change	-	<u>4</u>	
Profit Before Tax**	67	68	(1)

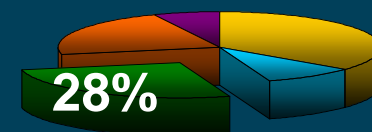
PBT -1%

- Excellent operating profit +27%
- Drivers of performance:
 - Strong APE sales growth 26%
 - Effective cost control
 - Strong margins
- PBT growth impacted by:
 - Negative investment variance
 - Discount rate reduction in prior period
- Positive outlook

* Net of increase in insurance contract liabilities and claims

**Excludes policyholders' tax gross-up (Sept 05 €31m and Sept 06 €15m)

Wholesale Financial Services



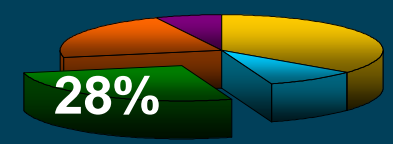
Income Statement

	Sept 06 €m	Sept 05 €m	% Change
Net Interest Income	282	181	56
Other Income	<u>126</u>	<u>130</u>	(3)
Total Income	408	311	31
Operating Expenses	(151)	(128)	18
Impairment Losses	<u>(4)</u>	<u>(17)</u>	(76)
Profit Before Tax	253	166	52

PBT +52%

- Excellent profit performance
- Driven by:
 - Strong lending volumes
 - Changing lending mix
 - Increased arrangement fees
- IAS 32 & 39 impact on income classification – net interest income vs other income
- Cost factors
 - Investment, performance pay, inflation & compliance
- Asset quality remains strong
 - Provision write-back in Corporate €16m

Wholesale Financial Services



PBT – Business Analysis

PBT +52%

	Sept 06 €m	Sept 05 €m	% Change
Corporate Banking	158	90	76
Global Markets	71	63	13
Other	<u>24</u>	<u>13</u>	85
WFS PBT	253	166	52

- Strong performance across all businesses
- Corporate Banking
 - Strong momentum
 - Investment delivering results
 - Building a diversified loan portfolio: growth +20%
 - Benefit of provision write-backs
- Global markets
 - Strong customer business performance
 - Challenging trading environment
- Davy* & IBI Corporate Finance performed well

* Disposed of 31 October 2006

UK Financial Services (Sterling)



Income Statement

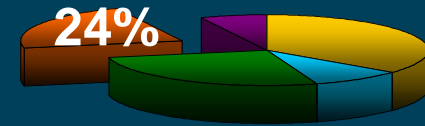
	Sept 06 £m	Sept 05 £m	% Change
Net Interest Income	255	230	11
Other Income*	<u>70</u>	<u>60</u>	17
Total Income	325	290	12
Operating Expenses	(165)	(169)	(2)
Impairment Losses	<u>(8)</u>	<u>(7)</u>	14
Profit Before Tax	152	114	33

PBT +33%

- Excellent profit growth
- Excluding impact of disposal of Bristol & West branch network
 - Total income +21%
 - Operating expenses +14%
 - PBT +30%
- Strong income growth driving improvement in cost/income ratio
- Asset quality remains strong

* Excludes gain on disposal of Bristol & West branch network in Sept 05 £124m

UK Financial Services (Sterling)



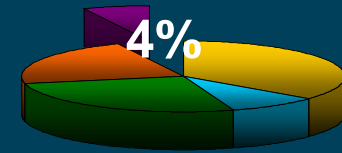
PBT – Business Analysis

	Sept 06 £m	Sept 05 £m	% Change
Mortgage Business	74	65	14
Business Banking	70	54	30
Consumer Fin. Services	11	7	57
▪ <i>POFS</i>	<i>(8)</i>	<i>(12)</i>	
▪ <i>FRES (Post-tax)</i>	<i>19</i>	<i>19</i>	
BWFS	-	(4)	
Other – Centre	<u>(3)</u>	<u>(8)</u>	(63)
UKFS PBT	152	114	33

PBT +33%

- Mortgage business
 - Leveraging strength of our position as specialist lender
- Business Banking
 - Reaping benefits of recent investments
 - Strong loan growth across all portfolios
- POFS
 - Trading progressing well

Asset Management Services



Income Statement

	Sept 06 €m	Sept 05 €m	% Change
Net Interest Income	3	5	(40)
Other Income	<u>103</u>	<u>110</u>	(6)
Total Income	106	115	(8)
Operating Expenses	<u>(73)</u>	<u>(64)</u>	14
Profit Before Tax	33	51	(35)

PBT -35%

- Result as expected
- Integration of newly acquired businesses as planned
- Product diversification on track
- Focus on accelerating turnaround in BIAM performance
 - Restructured investment team
 - New leadership

Assets Under Management

	Sept 06 bn	Sept 05 bn	% Change
BIAM AUM	€43.0	€44.0	(2)
Other AUM*	\$13.1	\$10.4	26

* Includes Iridian and Guggenheim Advisors (the latter was acquired January 2006)

Summary

- Excellent underlying Group profit growth
- Delivering successfully on our growth & investment strategies
- Exceeding the objectives of our Strategic Transformation Programme
- Slowing rate of margin attrition
- Significant improvement in our efficiency ratios
- Asset quality remains excellent
- Strong capital position
- Strong business momentum

In Conclusion

Brian Goggin

Group Chief Executive

Looking forward

- Positive economic outlook
- Robust & broadly based momentum
- Continue to deliver on strategy
- Sustainable profit growth
- Guiding underlying EPS growth to March 2007 circa 20% from a base of 118.5c in March 2006



Questions & Answers



Supplementary

Supplementary

- Underlying EPS calculation
- Bank of Ireland Life - Embedded Value Basis
- Asset Quality
- Republic of Ireland Residential Mortgages - Analysis
- UK Residential Mortgages - Analysis
- Post Office Financial Services (POFS)
- Geographic Analysis:
 - PBT
 - Shareholder Base
- Economic Outlook – Ireland
- Economic Outlook – UK

Underlying EPS calculation

	Sept 06	Sept 05	%
	€m	€m	Change
PBT	887	848	5
Tax	(154)	(139)	
Minority interests & pref. dividend	<u>(5.3)</u>	<u>(3)</u>	
A Profit attributable to shareholders	727.7	706	3
After tax impact of non-core items	<u>(16.2)</u>	<u>(150)</u>	
B Profit attributable to shareholders excluding non-core items	711.5	556	28
C Total number of shares	974.1m	970.3m	
Shares held for the benefit of life assurance policyholders	<u>25.9m</u>	<u>24.2m</u>	
D Number of shares (excluding BOI own shares)	948.2m	946.1m	
Basic EPS (A/D)	76.7c	74.6c	3
Underlying EPS (B/C)	73.0c	57.3c	27

	Sept 06 €m	Sept 05 €m	% Change
New Business	45	29	55
Existing Business			
– Expected Return	39	35	
– Experience Variances	8	12	
– Operating Ass'n Changes	4	5	
Inter-company Payments	<u>(15)</u>	<u>(13)</u>	
Operating Profit	81	68	19
Investment Variance	(15)	25	
Discount Rate Change	=	<u>8</u>	
Profit Before Tax	66	101	(35)

Asset Quality

	Sept 06	Mar 06	Sept 05
Impaired Loans (€m)			
Ireland	492	461	420
UK	245	230	197
International	<u>107</u>	<u>105</u>	<u>76</u>
Group	844	796	693
Impairment Provisions (IP) (€m)			
Ireland	246	215	207
UK	78	69	61
International	<u>74</u>	<u>76</u>	<u>75</u>
Group	398	360	343
IP as % of Impaired Loans (%)	47	45	50
IP as % of Actual Loans (bps)	35	35	37
P&L Annualised Charge / Average Loans (bps)	9	11	11

Republic of Ireland Residential Mortgages - Analysis

New Business LTVs	<75%	75-90%	90-92%	92-100%	>100%
Sep 06 (%)	48	32	7	13	0
Sep 05 (%)	48	32	13	7	0
Arrears Profile	1-6mths	6-12mths	12+ mths	Total	
Sep 06 (%)	0.5	0.1	0.2	0.8	
Sep 05 (%)	0.6	0.2	0.2	1.0	

Loan to Value – New Business				
Average Loan to Value	Sept 06	Mar 06	Sep 05	Mar 05
<i>Owner Occupied</i>	73%	75%	71%	73%
<i>Investors</i>	62%	64%	62%	64%

UK Residential Mortgages - Analysis

New Business LTVs	<75%	75-90%	90-95%	95-100%
Sep 06 (%)	49	38	7	6
Sep 05 (%)	44	40	8	8
Arrears Profile	1-6mths	6-12mths	12+ mths	Total
Sep 06 (%)	0.8	0.1	0.1	1.0
Sep 05 (%)	0.7	0.1	0.1	0.9

Loan to Value – New Business				
Average Loan to Value	Sept 06	Mar 06	Sept 05	Mar 05
<i>Standard</i>	61%	61%	61%	58%
<i>Specialised:</i>				
<i>Self-Certified</i>	75%	77%	76%	73%
<i>Buy To Let</i>	71%	71%	69%	67%

Post Office Financial Services (POFS)

Post Office Financial Services

Operating Loss
£m

6 months to March 2005	(21)
6 months to Sept 2005	(12)
6 months to March 2006	(10)
6 months to Sept 2006	(8)

Products Launched

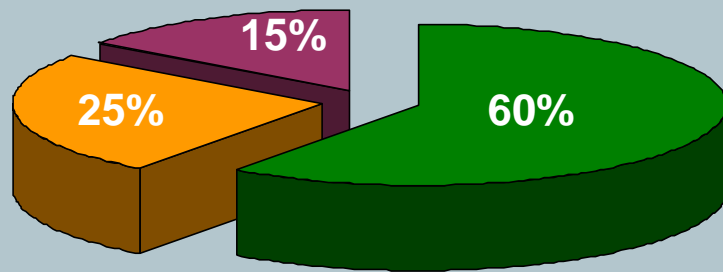
Personal Loans	Guaranteed Equity Bonds
Car Insurance	Home Insurance
Growth Bonds	Child Trust Funds
Instant Saver Account	Credit Cards
ATM	

Key Milestones Achieved

- Customer acquisition on target
 - 475,000 (end May 2006)
 - 660,000 (end September 2006)
- Building business momentum
 - Car and Home Insurance
 - Instant Saver Accounts
 - £1bn since launch in April 2006
- Losses reducing as business grows

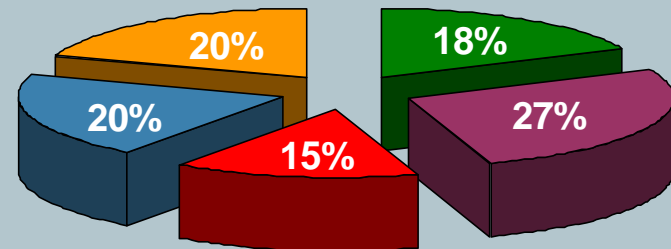
Geographic Analysis

PBT by Geography - Sept 06



- Ireland 60%
- UK 25%
- Rest of World 15%

Geographic Split of Shareholder Base - Sept 06



- Ireland 18%
- Retail 27%
- UK 15%
- US 20%
- Europe/Rest of World 20%

Economic Outlook - Ireland

	Actual	Forecast		
	2005	2006 (e)	2007 (F)	2008 (F)
GDP Growth	5.5	6.0	5.8	4.9
GNP Growth	5.3	6.6	6.0	4.8
Consumer Spending Growth	6.6	6.6	6.5	6.0
Exports Growth	3.9	6.0	5.5	4.5
Inflation	2.5	3.9	3.4	2.5
Unemployment	4.4	4.4	4.2	4.3

Source: Bank of Ireland Global Markets

	Actual		Forecast	
	2005	2006 (e)	2007 (F)	2008 (F)
GDP Growth	1.9	2.7	2.6	2.5
Consumer Spending Growth	1.3	2.2	2.7	2.5
Exports Growth	7.0	17.0	7.0	5.0
Inflation	2.0	2.3	2.0	2.0
Unemployment	2.7	3.0	3.0	3.0

Source: Bank of Ireland Global Markets