

November 28th 2012

Landsbanki Íslands hf.

Financial information as of 30.9.2012

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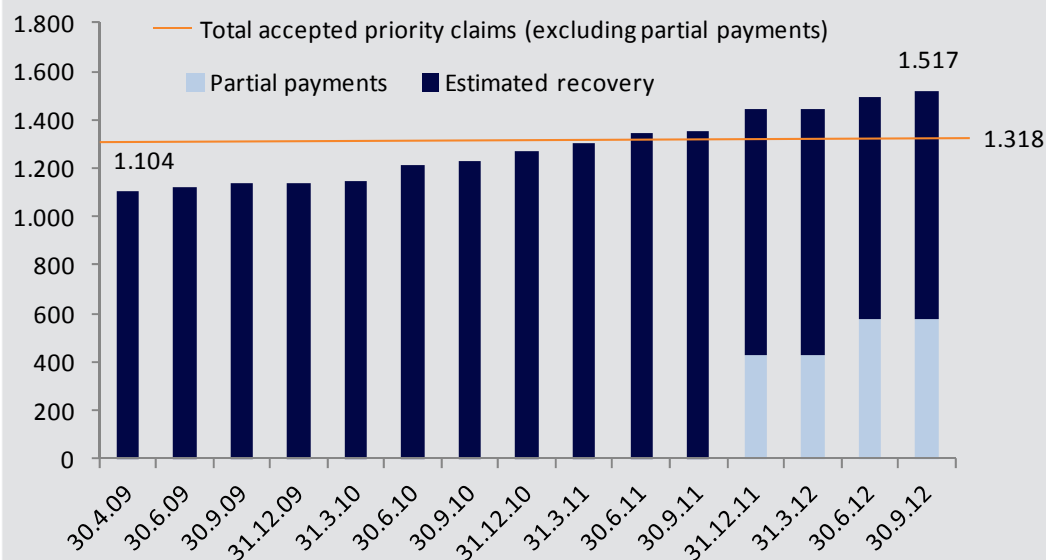
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Estimated Global Recovery

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Estimated Recovery ISKbn	30.6.2012	30.9.2012	Changes in Quarter			FX as of 22.4.2009	
			FX change	Actual	% change	30.6.2012	30.9.2012
Cash	192,7	227,3	1,6	33,1	17%	194,6	230,3
Loans to Financial Inst.	33,4	34,9	0,5	1,0	3%	34,6	35,7
Loans to Customers	272,4	268,5	3,1	(7,1)	(3%)	271,5	264,7
Bonds	53,7	54,0	3,7	(3,3)	(6%)	57,1	57,0
Equities	40,3	27,7	0,3	(12,9)	(32%)	40,2	27,5
LB Financing	303,7	305,8	1,3	0,8	0%	312,6	317,3
Derivatives	1,8	1,6	0,0	(0,2)	(11%)	1,8	1,6
Investment in Subsidiaries	0,9	0,0	0,0	(0,9)	(100%)	1,0	0,0
Non current assets	3,8	3,6	(0,3)	0,1	1%	3,9	3,7
Total assets	902,8	923,6	10,3	10,6	1%	917,3	937,9

Development of the Estimated Recovery - using FX rates as of 22.4.2009 (ISKbn)



Main changes in the period

- Estimated recovery increased in the period by ISK 20,9bn, thereof
 - Actual change ISK 10,6bn
 - FX changes ISK 10,3bn
- Cash increased by ISK 34,6bn.
- LB Financing is fully vested.

Historical development as of 30.9.2012, using FX rates as of 22.4.2009

- Since 30.4.2009 the estimated recovery has increased by ISK 413bn.
- As of 30.9.2012 two partial payments to priority creditors have been made of total ISK 594bn, thereof ISK 15,7bn have returned back to LBI from escrow. Please note that partial payment three, of ISK 82bn, was made in Q4.
- Estimated recovery is around ISK 200bn above accepted priority claims (see slide 7).

Overview of claims lodged and partial payments

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Claim Priority - Liability type	Accepted Amounts	Final*	Settled by other means	Paid from recoveries	Escrow allocations	Liabilities 30/09/2012**
109 - Proprietary Interest	4,9	100,00%	4,9	-	-	-
110 - Administrative Claims	7,1	100,00%	5,1	2,0	-	-
111 - Guarantee Claims						
Deposit - Retail	6,3	100,00%	6,3	-	-	-
Loans from Financial Institutions	48,9	0,00%	48,9	-	-	-
Other borrowings	2,7	0,00%	2,7	-	-	-
Total Guarantee Claims	57,9	15,76%	57,9	-	-	-
112 - Priority Claims						
Deposit - Retail	1.166,9	99,97%	-	508,5	1,1	657,3
Deposit - Wholesale	145,4	97,03%	-	61,3	1,8	82,2
Loans from Financial Institutions	4,3	0,00%	-	-	2,0	2,3
Loans from Financial.Inst.- Rejected	-	-	-	-	3,6	3,6
Other liabilities	0,9	95,00%	-	0,4	0,0	0,5
<i>(Claims settled by lump sum payment)</i>	0,7	100,00%	-	0,7	-	-
Total Priority Claims	1.318,2	99,31%	-	570,9	8,6	738,7
113 - General Claims						
Deposit - Retail	0,2	0,00%	-	-	-	0,2
Deposit - Wholesale	10,4	0,00%	-	-	-	10,4
Derivatives	166,9	19,31%	-	-	-	166,9
Loans from Financial Institutions	46,9	19,47%	-	-	-	46,9
Other borrowings	179,5	0,00%	-	-	-	179,5
Other liabilities	9,4	0,48%	-	-	-	9,4
Securities Issued	1.229,3	24,83%	-	-	-	1.229,3
Total General Claims	1.642,7	21,10%	-	-	-	1.642,7
Grand Total	3.030,8	55,10%	67,9	572,9	8,6	2.381,4

* Percentage of accepted amounts that has been finally accepted

** All numbers are using FX as of the 22nd of April 2009

- Accepted amounts consist of finally decided claims and for WuB decisions for claims which are not finally decided.
- Potential increases in claims accepted under priority 111 should not affect expected recoveries.
- The settlement of 5.1bn ISK done by set-off has been challenged and is subject to court proceedings (Landsvaki).
- 8.6bn ISK is in escrow accounts due to claims still subject to dispute, thereof ISK 3.6bn is for rejected claims under Loans from financial institutions.
- 99.31% of accepted Priority claims have been finally decided, loans from financial institutions still in dispute might increase up to 4.3bn, subject to court cases on Money Market loans.
- Around 20% of accepted General Claims have been finally decided so accepted amounts in this category might materially change.

Statement of Assets

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ISKbn	Recorded balance sheet as of 30.6.2012	Estimated value of assets 30.6.2012	Recorded balance sheet as of 30.9.12	Estimated value of assets 30.9.12	Est. value of assets 30.9.2012, Fx 22.4.2009
Loans to Financial Institutions					
Cash	193	193	227	227	230
Loans to Financial Institutions	162	33	162	35	36
Loans to customers	869	272	873	269	265
Bonds	70	54	70	54	57
Equities	41	40	28	28	28
Derivatives	48	2	48	2	2
Investments in subsidiaries	88	1	86	0	0
Non-current assets	5	4	5	4	4
Other assets	6	0	6	0	0
Total assets excl. LB Financing	1.481	599	1.504	618	621
LB Financing					
LB A Bond	212	212	214	214	222
LB Contingent Bond	92	92	92	92	95
LB Equity	28	28	28	28	28
LB Equity Claw Back	(28)	(28)	(28)	(28)	(28)
Total assets	1.785	903	1.810	924	938

Statement of assets

- Recorded balance sheet amounts for assets are presented after set-off. Estimated and realized set-off amounts are subject to uncertainty.

Assets - Driver of Change for Recorded Balance Sheet

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ISKm GLOBAL	Cash	Loans to FI	Loans to Cust.	Bonds	Equities	LB Financing	Derivatives	Other Assets	Total
Recorded 30.6.2012	196,2	281,7	868,6	69,7	40,6	303,7	48,1	98,8	1.907,5
Assets at risk 30.6.2012	(3,6)	(119,3)	0,0	0,0	0,0	0,0	0,0	0,0	(122,8)
Recorded after set-off 30.06.2012	192,7	162,4	868,6	69,7	40,6	303,7	48,1	98,8	1.784,6
Recorded 30.9.2012	232,8	281,4	873,0	70,1	28,1	305,8	48,2	98,5	1.938,0
Assets at risk 30.9.2012	(5,5)	(119,3)	0,0	0,0	0,0	0,0	0,0	(2,6)	(127,3)
Recorded after set-off 30.9.2012	227,3	162,1	873,0	70,1	28,1	305,8	48,2	95,9	1.810,6
Total Change	34,6	(0,3)	4,3	0,4	(12,5)	2,2	0,1	(2,9)	26,0
Payments	33,4	(1,6)	(14,8)	(3,5)	(12,7)	(0,3)	(0,2)	(0,1)	0,0
Partial payments	0,6	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,6
FX changes	1,7	1,5	7,6	2,8	0,3	1,3	0,0	(0,3)	14,8
Reclassification	0,0	0,0	0,9	0,0	(0,9)	0,0	0,0	0,0	0,0
Change in Exposure value	0,0	(0,1)	0,3	1,2	0,8	0,0	0,3	0,2	2,7
Income	2,4	0,0	10,3	0,0	0,0	1,2	0,0	0,0	13,9
Paid Expences	(1,4)	0,0	0,0	0,0	0,0	0,0	0,0	0,0	(1,4)
Set-off	(1,9)	0,0	0,0	0,0	0,0	0,0	0,0	(2,6)	(4,5)
Total Change	34,6	(0,2)	4,3	0,4	(12,5)	2,2	0,1	(2,9)	26,0

Definitions (we note that the numbers are shown in FX on the relevant dates, not the FX on 22 April 2009):

Assets at risk: Exposure where validity is uncertain.

Payments: Net payments from loans, derivatives and dividend payments as well as collected cash due to sale of assets (cash basis; not accrual).

Partial payments: Partial payments to creditors.

Transaction costs: Paid costs directly linked to assets disposals.

FX changes: Change in Recorded balance Sheet numbers due to changes in currency exchange rate.

Reclassification: Change in Recorded balances numbers due to revision between asset classes due to enforcement of security or restructuring.

Change in Exposure value: Change in Exposure value for financial assets with variable exposures, e.g. Bonds, Equities, Loans to FI, Derivatives and NBI Financing.

Income: Accrued interests on loans, cash/fees and dividend payments (RVK only).

Operational Expenses: Paid operational expenses.

Set-off: Assets subject to netting, set off or claw-back.

Assets – Driver of Change for Estimated Recovery

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ISKbn GLOBAL	Cash	Loans to FI	Loans to Cust.	Bonds	Equities	LB Financing	Derivatives	Other Assets	Total
Estimated recovery 30.6.2012	192,7	33,4	272,4	53,7	40,3	303,7	1,8	4,7	902,8
Estimated recovery 30.9.2012	227,3	34,9	268,5	54,0	27,7	305,8	1,6	3,6	923,6
Total Change	34,6	1,5	(3,9)	0,4	(12,6)	2,2	(0,2)	(1,1)	20,9
Payments	33,4	(1,6)	(14,8)	(3,5)	(12,7)	(0,3)	(0,2)	(0,1)	0,0
Partial payments	0,6	0,0	0,0	0,0	0,0	0,0	0,0	0,0	0,6
FX changes	1,6	0,5	3,1	3,7	0,3	1,3	0,0	(0,3)	10,3
Reclassification	0,0	0,0	0,9	0,0	(0,9)	0,0	0,0	0,0	0,0
Valuation	0,0	2,6	6,7	0,0	0,8	0,0	0,0	0,2	10,4
Income	2,4	0,0	0,1	0,2	0,0	1,2	0,0	0,0	3,9
Operational Expenses	(1,4)	0,0	0,0	0,0	0,0	0,0	0,0	0,0	(1,4)
Set-off	(1,9)	0,0	0,0	0,0	0,0	0,0	0,0	(0,9)	(2,9)
Total Change	34,6	1,5	(3,9)	0,4	(12,6)	2,2	(0,2)	(1,1)	20,9

Main changes

- Estimated recovery increased by ISK 20,8bn thereof
 - Valuation increased by ISK 10,4bn.
 - FX changes increase estimated recovery by ISK 10,4bn.
- Payments increase cash by ISK 33,4bn.

Definitions (we note that the numbers are shown in FX on the relevant dates, not the FX on 22 April 2009):

Payments: Net payments from loans, derivatives and dividend payments as well as collected cash due to sale of assets (cash basis; not accrual).

Partial payments: Partial payments to creditors.

Transaction costs: Paid costs directly linked to assets disposals.

FX changes: Change in Recorded balance Sheet numbers due to changes in currency exchange rate.

Reclassification: Change in Recorded balances numbers due to revision between asset classes due to enforcement of security or restructuring.

Valuation: Changes in valuation between periods.

Income: Accrued interests on loans, cash/fees and dividend payments.

Operational Expenses: Paid operational expenses.

Set-off: Assets subject to netting, set off or claw-back.

LBI Estimated Recovery by Currency

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ISKbn	ISK		USD		EUR		GBP		Other		Total		Total with Fx as of 22.4.2009	
	30.6.12	30.9.12	30.6.12	30.9.12	30.6.12	30.9.12	30.6.12	30.9.12	30.6.12	30.9.12	30.6.12	30.9.12	30.6.12	30.9.12
Cash	15	18	50	52	52	71	57	66	19	21	193	227	195	230
Loans to FI	0	0	0	0	22	23	11	12	0	0	33	35	35	36
Loans to Customers	11	12	29	31	83	81	104	103	45	42	272	269	271	265
Bonds	0	0	8	8	45	46	0	0	0	0	54	54	57	57
Equities	16	13	9	5	0	0	16	10	0	0	40	28	40	28
Derivatives	2	2	0	0	0	0	0	0	0	0	2	2	2	2
Other assets	1	1	2	2	1	0	0	0	0	0	5	4	5	4
Total excl. LB Fin.	45	46	99	98	203	222	188	190	64	62	599	618	605	621
LB A Bond	0	0	69	68	103	104	40	41	0	0	212	214	221	222
LB Contin. Bond	0	0	28	28	46	46	18	18	0	0	92	92	92	95
LB Equity	28	28	0	0	0	0	0	0	0	0	28	28	28	28
LB Equity Claw Back	(28)	(28)	0	0	0	0	0	0	0	0	(28)	(28)	(28)	(28)
Total assets	45	46	195	194	352	372	247	249	64	62	903	924	917	938

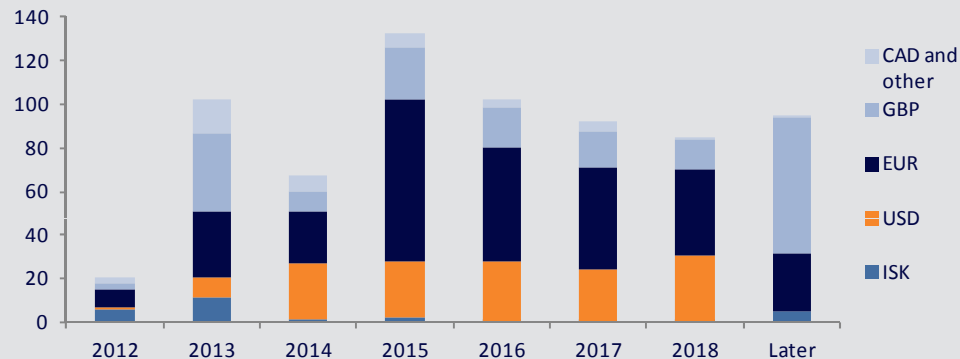
- Main changes in estimated recovery by currency:
 - ISK increased by ISK 1bn, now 5% of total assets.
 - USD decreased by ISK 1bn mainly due to FX changes.
 - EUR increased by ISK 20bn mainly due to higher valuation of loans to customers.
 - GBP increased by ISK 2bn mainly due to FX changes.

Estimated Recovery Cash-Flow by Currency

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ISKbn	Cash 30.9.2012	Q4 2012	2013	2014	2015	2016	2017	2018	Later	Total	Total 30.9.2012 FX as of 22.4.2009
ISK	18	6	12	1	2	0	1	0	5	46	46
USD	52	1	9	25	26	27	24	30	0	194	205
EUR	71	9	30	25	74	52	46	39	26	372	394
GBP	66	2	36	9	25	19	17	14	63	249	238
CAD and other	21	3	16	7	6	4	4	1	0	62	55
Total assets	227	21	102	67	133	102	92	85	94	924	938

30.9.2012 - Estimated Cash-Flow by Currency in ISKbn



- By year end 2013 only ISK 9bn is still to be collected in ISK.
- Due to LB's prepayment in June 2012 principal payments of the A-bond will start in April 2015 instead of January 2014.

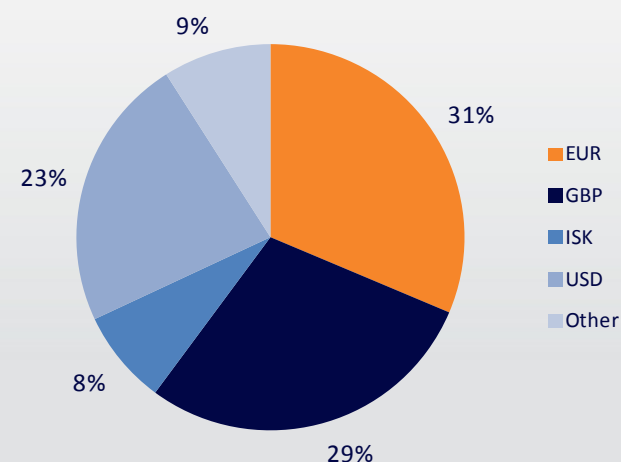
Loans to Financial Institutions - Cash and Cash Equivalents

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Cash Balances - Using Currency Exchange Rates 30.9.2012

Currency	In currency m			ISKbn		
	30.6.2012	30.9.2012	Change in Quarter	30.6.2012	30.9.2012	Change in Quarter
AUD	18,6	19,1	0,5	2,4	2,5	0,1
CAD	70,4	89,8	19,5	8,9	11,3	2,5
DKK	157,3	110,7	(46,6)	3,4	2,3	(1,0)
EUR	325,6	448,5	122,9	52,0	71,2	19,2
GBP	288,3	334,0	45,7	57,7	65,5	7,8
ISK	0,0	0,0	0,0	14,8	18,0	3,1
USD	0,0	0,0	(0,0)	49,9	52,0	2,1
Other				5,3	4,5	(0,8)
Total ISKbn				194,4	227,3	32,9

Currency Composition of Cash Balances 30.9.2012



Balances in ISKbn Equivalent - 30.9.2012		
Type	Rating by S&P	Balance
Foreign bank 1	S&P:A+	119,1
Domestic bank 1	-	31,0
Foreign bank 2	S&P:AA-	21,4
Foreign bank 3	S&P:A	17,9
Foreign bank 4	S&P:A+	13,7
Other		24,3
Total ISK bn		227,3

- At end of Q3 2012 Cash balances amounted to 24,6% of total estimated recovery.
- Domestic Banks: Thereof 31,0bn in ISK.
- The Treasury Department is additionally in charge of escrow accounts that are operated in relation to the Partial Payments. At the end of Q3 2012 the balances amounted to ISK 8,6bn equivalent, using exchange rates 22.4.2009.

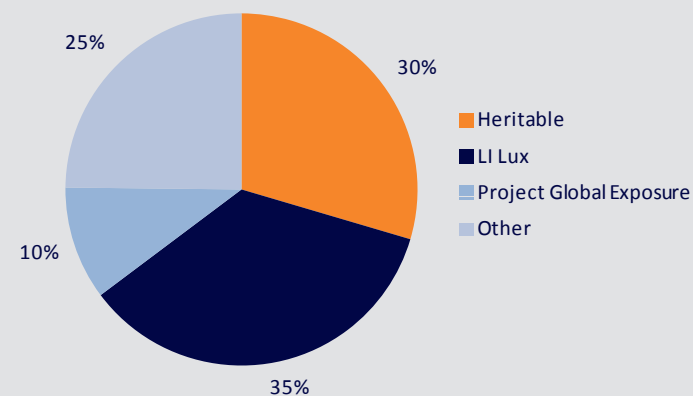
Loans to Financial Institutions

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All amounts in ISKbn	Recorded Balance		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Heritable bank	16,9	17,2	10,1	10,3	60%	60%
LI Lux	64,5	63,5	12,2	12,3	19%	19%
Project Global Exposure	21,4	21,9	3,5	3,6	16%	17%
Other	59,7	59,7	7,7	8,7	13%	15%
Total ISKbn	162,4	162,3	33,4	34,9	21%	22%

- Estimated recovery of Heritable increases due to FX changes
- Estimated recovery of LI Lux increases slightly due to FX changes.
- Estimated recovery of Project Global Exposure increases due to FX changes.
- Estimated recovery in Other increased due to higher valuation.

Estimated Recovery as of 30.9.2012



Loans to Customers

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All amounts in ISKbn	Recorded Balance		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Reykjavík	623,3	629,3	104,4	105,8	17%	17%
London Branch	181,8	178,4	124,6	119,2	69%	67%
Amsterdam	34,1	34,4	20,3	20,2	60%	59%
Labki	29,5	29,9	23,2	23,4	78%	78%
Total ISKbn	868,6	871,9	272,4	268,5	31%	31%

Reykjavík

- Estimated value increases by ISK 1,4bn due to higher valuation partly offset by payments.

London Branch

- Estimated value decreases by ISK 5,4bn mainly due to payments of ISK 6bn partly offset by FX changes.

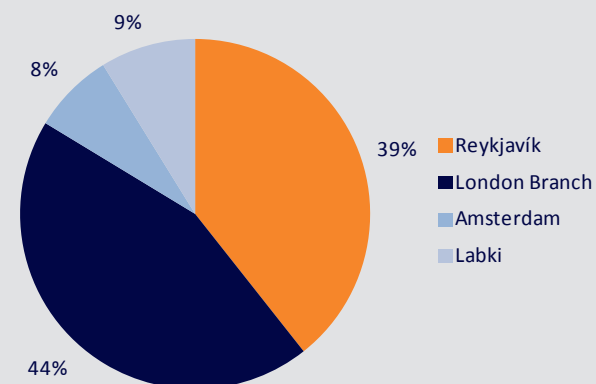
Amsterdam

- Estimated value decreases by ISK 0,1bn due to payments partly offset by FX changes.

Labki

- Estimated value increases by ISK 0,2bn due to FX changes.

Estimated Recovery as of 30.9.2012



Loans to Customers by Sector

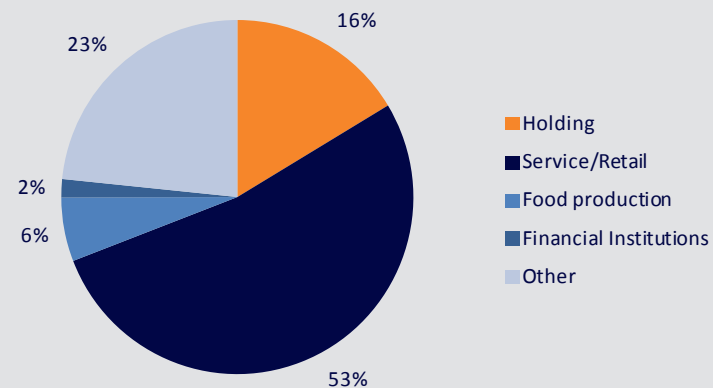
Reykjavik

Sector	Loan Exposure		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Holding	232,2	250,4	13,1	17,2	6%	7%
Service/Retail	201,2	211,9	53,5	55,8	27%	26%
Food Production	31,0	24,4	7,0	6,2	23%	25%
Financial Institutions	5,4	7,3	0,3	1,8	6%	25%
Other	153,4	136,3	30,5	24,7	20%	18%
Total ISKbn	623,3	630,3	104,4	105,8	17%	17%

Main changes in estimated recovery:

- Holding companies increases due to increased valuation and reclassification from equities to loans.
- Service/Retail increases due to FX changes and transfer from Other.
- Food Production decreases due to payments offset by higher valuation.
- Financial Institutions increases due to transfer from Other.
- Other decreases due to transfer to Financial Institutions and Service/Retail.

Estimated Recovery as of 30.9.2012



Loans to Customers by sector, cont.

London

All amounts in ISKbn	Loan Exposure		Estimated Recovery		Recovery Rate%	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Leveraged Finance	72,2	70,5	54,5	52,1	75%	74%
Trade Finance	0,2	0,1	0,2	0,1	100%	100%
Commercial Finance	15,3	15,3	5,6	4,9	37%	32%
Commercial Finance US	11,8	11,7	11,8	11,7	100%	100%
Betula leverage	82,3	80,8	52,5	50,4	64%	62%
Balance Sheet total	181,8	178,4	124,6	119,2	69%	67%

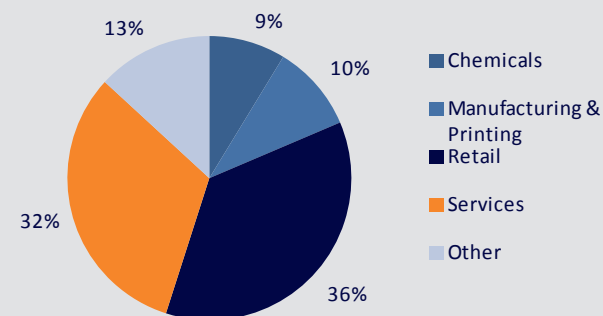
Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Chemicals	10,6	10,6	10,4	10,4	98%	98%
Manufacturing & Printing	18,7	18,6	11,9	11,8	70%	63%
Retail	64,8	64,6	43,6	43,3	67%	67%
Services	59,5	56,1	42,8	38,0	72%	68%
Other	28,2	28,5	15,9	15,7	56%	74%
Total ISKbn	181,8	178,4	124,6	119,2	69%	67%

Main changes in estimated recovery:

Estimated recovery: Decrease in estimated recovery mainly due to payments

- Leverage & Trade: ISK 3,0bn repaid slightly offset by FX changes.
- Commercial Finance: ISK 0,3bn in repayments and lower valuation on remaining loans.
- Commercial Finance: ISK 0,3bn in repayments and lower valuation on remaining loans.

Estimated Recovery as of 30.9.2012



Loans to Customers by sector, cont.

Amsterdam, Labki/RVK

Amsterdam Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Chemicals	6,5	6,5	6,5	6,5	100%	100%
Manufacturing & Machinery	7,3	7,2	7,3	7,2	100%	100%
Printing & Publishing	5,1	5,2	2,8	2,9	56%	56%
Retail	1,5	1,5	0,7	0,6	45%	38%
Services	13,6	14,0	2,9	3,0	22%	21%
Total ISKbn	34,1	34,4	20,3	20,2	60%	59%

Amsterdam

- No material changes in estimated recovery.

Labki/RVK Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Chemicals	0,6	0,6	0,0	0,0	36%	36%
Fisheries	27,4	27,7	21,6	21,9	81%	78%
Construction	1,5	1,5	1,5	1,5	100%	100%
Total ISKbn	29,5	29,9	23,2	23,4	81%	79%

Labki/RVK

- No material changes in estimated recovery.

Other assets

Landsbanki Íslands hf.

Bonds & Equities

All amounts in ISKbn	Recorded Balance		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Bonds	69,7	70,1	53,7	54,0	77%	77%
Equities	40,6	27,7	40,3	27,7	99%	100%
Total ISKbn	110,4	97,8	94,0	81,7	85%	84%

Derivatives

Sector	Exposure		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Holding Companies	17,7	17,6	0,0	0,0	0%	0%
Pension Funds	6,6	6,6	0,6	0,6	9%	9%
Industrials	18,3	18,1	0,7	0,5	4%	3%
Fisheries	3,1	3,1	0,4	0,4	14%	14%
Other	2,5	2,8	0,1	0,1	4%	3%
Total	48,1	48,2	1,8	1,6	4%	3%

Other assets

All amounts in ISKbn	Recorded Balance sheet		Estimated Recovery		Recovery Rate %	
	30.6.2012	30.9.2012	30.6.2012	30.9.2012	30.6.2012	30.9.2012
Investment in Subs.	88,3	85,7	0,9	0,0	1%	0%
Non-current assets	5,0	4,9	3,8	3,6	76%	74%
Other assets	5,5	5,5	0,0	0,0	0%	0%
Total ISKbn	98,8	96,0	4,7	3,6	5%	4%

Bonds & Equities

- Lower estimated recovery of Equities is mainly due to sale of LBI's stake in Hamleys, part of LBI's stake in Eimskip and reclassification to Loans to customers.

Derivatives

- Slightly reduced estimated recovery due to lower valuation and payments.

Other assets

- Lower estimated recovery in investments in subsidiaries is due to a district court ruling on the Vingþór case (VBS against LBI).

Total Operational Cost

Landsbanki Íslands hf.

ISKm	2011				2012			Change YTD
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	
Housing and logistics	50	58	60	42	60	33	78	2%
Payroll and benefits	524	554	522	466	493	426	417	(17%)
Icelandic legal cost	199	199	160	267	300	205	158	19%
Icelandic expert cost	121	56	121	46	102	61	84	(17%)
Non-Icelandic legal cost	200	84	382	249	71	175	165	(38%)
Non-Icelandic expert cost	269	263	162	134	107	362	219	(1%)
Other Operational costs	167	147	85	112	74	51	95	(45%)
SLA cost	88	88	88	88	68	68	68	(23%)
Breakdown by location								
Iceland	1.016	902	1.061	1.038	837	1.076	956	(4%)
London	469	434	439	261	304	231	263	(41%)
Canada	67	65	59	52	39	16	13	(64%)
Amsterdam	66	48	22	53	95	58	52	51%
Total ISKm	1.618	1.449	1.581	1.404	1.275	1.382	1.284	(15%)

- Housing and logistics increases from Q2 due to relocation of the Reykjavík Branch office, one-time-only cost.
- Payroll and benefits decreases by 17% from 2011.
- Icelandic legal cost decreases by 23% from Q2 2012.
- Non Icelandic legal cost decreases by 38% from 2011.
- Other operational costs decreases by 45% from 2011.
- SLA cost is a quarterly fixed cost of 68m according to the SLA with LB.

Assets - Driver of Change for Recorded Balance Sheet

Landsbanki Íslands hf.

ISKbn GLOBAL	Cash	Loans to FI	Loans to Cust.	Bonds	Equities	LB Financing	Derivatives	Other Assets	Total
Opening Balance Sheet 8.10.08	4,6	631,4	1.258,6	443,8	77,6	283,8	228,4	160,1	3.088,4
Correction of OBS	26,0	0,0	(227,2)	(82,2)	8,2	0,0	(73,2)	(43,6)	(391,9)
Recorded value 8.10.08	30,6	631,4	1.031,5	361,6	85,9	283,8	155,2	116,5	2.696,4
Recorded 30.9.2012	232,8	281,4	873,0	70,1	28,1	305,8	48,2	98,5	1.938,0
Assets at risk 30.9.2012	(5,5)	(119,3)	0,0	0,0	0,0	0,0	0,0	(2,6)	(127,3)
Recorded after set-off 30.9.2012	227,3	162,1	873,0	70,1	28,1	305,8	48,2	95,9	1.810,6
Total Change	196,7	(469,3)	(158,5)	(291,5)	(57,7)	22,0	(107,0)	(20,6)	(885,8)
Payments	772,0	(69,6)	(310,0)	(4,9)	(219,0)	(100,8)	(60,3)	(7,4)	0,1
Partial payments	(572,8)	0,0	0,0	0,0	0,0	0,0	0,0	0,0	(572,8)
Transaction cost	(3,4)	0,0	0,0	0,0	0,0	0,0	0,0	0,0	(3,4)
FX changes	8,8	54,7	100,8	(5,4)	(4,4)	25,9	(3,2)	(0,0)	177,2
Reclassification	(0,1)	(250,7)	115,3	89,8	43,5	0,0	(8,7)	10,9	0,0
Change in Exposure value	0,0	75,6	0,7	4,8	123,1	64,9	(2,4)	0,6	267,3
Income	30,8	0,0	277,9	0,0	0,1	32,0	0,0	0,2	341,0
Paid Expenses	(39,4)	0,0	0,0	0,0	0,0	0,0	0,0	0,0	(39,4)
Set-off	0,8	(252,0)	0,0	(375,7)	0,0	0,0	0,0	(16,1)	(643,0)
Write-off	0,0	(27,3)	(343,2)	0,0	(1,1)	0,0	(32,4)	(8,8)	(412,8)
Total Change	196,7	(469,3)	(158,5)	(291,5)	(57,7)	22,0	(107,0)	(20,6)	(885,8)

- Historical overview of the driver of change.

FX rates

Landsbanki Íslands hf.

Currency	22.4.2009	30.6.2012	30.9.2012	% Change
CAD	105,5	122,7	126,0	2,7%
EUR	169,2	158,2	159,7	0,9%
GBP	191,1	196,0	200,2	2,1%
USD	130,7	125,1	124,0	(0,9%)