



11 December 2013
Financial information at 30.9.2013

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- The estimated value of assets is subjected to great uncertainty i.a. due to the development of the economic environment in Iceland and abroad which could influence the future value of the underlying assets.
- In accordance with the Legislation for Financial Institutions number 161/2002, as amended by the Legislation number 44/2009 from April 22nd 2009, the later amendment defines a reference date for interest and cost. According to this, interest and cost from claims that fall due after April 22nd will be secondary claims. Claims in foreign currency should be converted to ISK in the Registry of claims based on the published selling rate from the Central Bank of Iceland on April 22nd.
- In accordance with the Supreme Court of Iceland judgment, in case no. 553/2013, calculation of the value of partial payments made in FX, into ISK, the WuB of LBI applies the official selling rate of the Central Bank of Iceland on the date of each payment respectively.

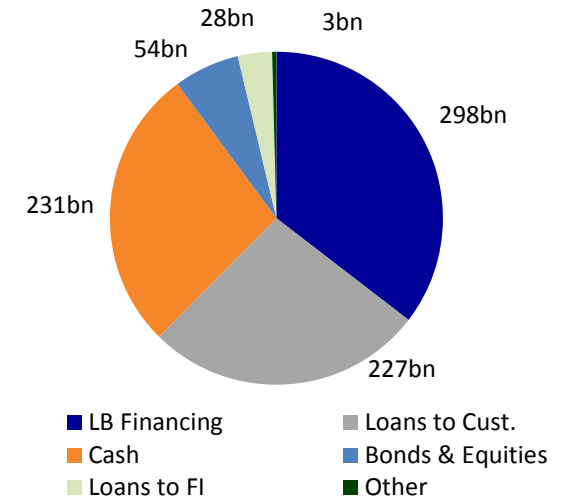
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1. Estimated Recovery / Liabilities – Summary
2. Statement of Assets
3. Operational Cost
4. Driver of change
5. Appendix

Estimated Remaining Recovery - end of Q3 2013

| ISKbn | Estimated recovery | | Changes in Quarter | | |
|--------------------------|--------------------|--------------|--------------------|---------------|-------------|
| | 30.6.2013 | 30.9.2013 | FX change | Actual | % change |
| Cash | 272,1 | 230,9 | 2,1 | (43,3) | (16%) |
| Loans to Financial Inst. | 29,3 | 27,9 | 0,5 | (1,9) | (6%) |
| Loans to Customers | 224,4 | 226,7 | 3,1 | (0,8) | (0%) |
| Bonds | 49,5 | 46,9 | 0,2 | (2,8) | (6%) |
| Equities | 7,2 | 6,6 | 0,0 | (0,5) | (7%) |
| LB Financing | 297,2 | 297,9 | 0,7 | (0,1) | (0%) |
| Derivatives | 1,1 | 1,1 | 0,0 | (0,0) | (0%) |
| Non current assets | 2,6 | 2,4 | (0,0) | (0,2) | (6%) |
| Total assets | 883,4 | 840,4 | 6,5 | (49,5) | (6%) |



Highlights in Q3 2013

- **If Partial payments are excluded Actual estimated recovery increased by ISK 17,7bn.**
 - There of net Income (Income-Cost) was ISK 3,9bn.
- **Partial payments to priority creditors in Q3 reduced Cash by ISK 67,2bn.**
 - Due to partial payments in Q3 Actual estimated recovery decreased in the quarter by net ISK 49,5bn.
- **FX changes increased total estimated recovery by net ISK 6,5bn.**
 - EUR 1%, GBP 3,4%, USD (2,9%), CAD (0,8%)
- **Remaining estimated recovery is concentrated.**
 - 84% of remaining estimated recovery for Loans to financial institutions is explained by claims on LI Lux and Heritable Bank.
 - 71% of remaining estimated recovery for Loans to customers is explained by loans to 15 customers.
 - 98,5% of remaining estimated recovery for Bonds is explained by two assets.
 - 86% of remaining estimated recovery for Equities is explained by three assets.
 - If Cash is excluded LB's Financing is 49% of LBI's total estimated recovery.
 - 71% of remaining estimated recovery for Non current assets is explained by one asset located in US.

Estimated Remaining Global Recovery - Estimated recovery and Partial payments

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Estimated recovery

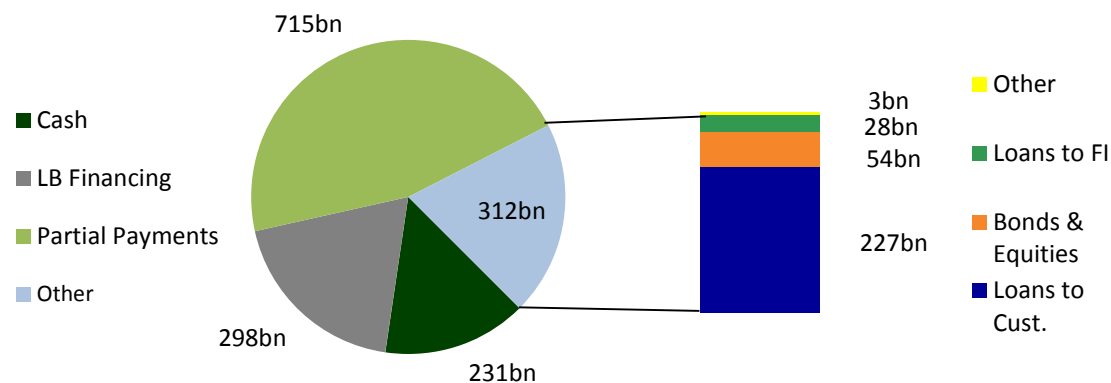
FX at each reporting date

| ISKbn | 30.9.2011 | 31.12.2011 | 31.3.2012 | 30.6.2012 | 30.9.2012 | 31.12.2012 | 31.3.2013 | 30.6.2013 | 30.9.2013 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Cash | 484,3 | 108,8 | 294,4 | 192,7 | 227,3 | 194,2 | 255,5 | 272,1 | 230,9 |
| Loans to Financial Inst. | 76,5 | 82,1 | 79,7 | 33,4 | 34,9 | 59,1 | 31,5 | 29,3 | 27,9 |
| Loans to Customers | 200,6 | 178,4 | 220,6 | 272,4 | 268,5 | 258,3 | 219,1 | 224,4 | 226,7 |
| Bonds | 28,4 | 28,0 | 27,0 | 53,7 | 54,0 | 54,3 | 48,5 | 49,5 | 46,9 |
| Equities | 144,8 | 147,6 | 22,7 | 40,3 | 27,7 | 19,6 | 7,4 | 7,2 | 6,6 |
| LB Financing | 342,8 | 358,8 | 376,8 | 303,7 | 305,8 | 315,5 | 293,6 | 297,2 | 297,9 |
| Derivatives | 2,7 | 2,4 | 1,9 | 1,8 | 1,6 | 1,6 | 1,2 | 1,1 | 1,1 |
| Investment in Subsidiaries | 1,3 | 1,0 | 1,0 | 0,9 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 |
| Non current assets | 3,5 | 3,6 | 3,8 | 3,8 | 3,6 | 3,1 | 2,7 | 2,6 | 2,4 |
| Total remaining assets | 1.284,8 | 910,7 | 1.027,9 | 902,8 | 923,6 | 905,9 | 859,4 | 883,4 | 840,4 |
| Part. payments incl. escrow repayments * | | 409,9 | 409,9 | 568,5 | 568,5 | 648,0 | 648,0 | 648,0 | 715,3 |
| Total assets including partial payments | 1.284,8 | 1.320,6 | 1.437,8 | 1.471,2 | 1.492,1 | 1.553,9 | 1.507,4 | 1.531,4 | 1.555,7 |

Partial payments to priority creditors

- At the end of Q3 2013 four Partial payments (ISK 715,3bn) have been made towards priority claims (Art.112).
- Fourth partial payments of ISK 67,2bn were made in September,
- If Cash is excluded LB's financing, Bonds and Loans to customers is 94% of remaining estimated recovery.

Estimated recovery 30.9.2013



* According to the Supreme court ruling no. 553/2013 the FX rates of Partial payments are the selling rates of the Central Bank of Iceland on each payment date.

Statement of Liabilities

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| Claim Priority - Liability type | Accepted Amounts | Final* | Settled by other means | Paid from recoveries | Escrow allocations | Liabilities 30/09/2013 |
|--------------------------------------|------------------|---------------|------------------------|----------------------|--------------------|------------------------|
| 109 - Proprietary Interest | 4,9 | 100% | 4,9 | - | - | - |
| 110 - Administrative Claims | 8,5 | 100% | 6,1 | 2,4 | - | - |
| 111 - Guarantee Claims | | | | | | |
| Deposit - Retail | 6,3 | 100% | 6,3 | - | - | - |
| Loans from Financial Institutions | 48,9 | 100% | 48,9 | - | - | - |
| Other borrowings | 2,8 | 100% | 2,8 | - | - | - |
| Total Guarantee Claims | 58,0 | 100% | 58,0 | - | - | - |
| 112 - Priority Claims | | | | | | |
| Deposit - Retail | 1.167,0 | 99,99% | - | 628,3 | 0,9 | 537,8 |
| Deposit - Wholesale | 145,4 | 99,94% | - | 77,9 | 0,2 | 67,4 |
| Loans from Financial Institutions | 11,7 | 34,16% | - | - | 6,3 | 5,4 |
| Loans from Financial.Inst- Rejected | - | | - | - | 0,7 | 0,7 |
| Other liabilities | 0,9 | 97,93% | - | 0,5 | 0,0 | 0,4 |
| (Claims settled by lump sum payment) | 0,7 | 100,00% | - | 0,7 | - | - |
| Total Priority Claims | 1.325,7 | 99,36% | - | 707,3 | 8,0 | 610,3 |
| 113 - General Claims | | | | | | |
| Deposit - Retail | 0,2 | 0,06% | - | - | - | 0,2 |
| Deposit - Wholesale | 10,4 | 57,75% | - | - | - | 10,4 |
| Derivatives | 201,2 | 49,61% | - | - | - | 201,2 |
| Loans from Financial Institutions | 46,7 | 100,00% | - | - | - | 46,7 |
| Other borrowings | 179,5 | 21,15% | - | - | - | 179,5 |
| Other liabilities | 9,5 | 83,41% | - | - | - | 9,5 |
| Securities Issued | 1.231,9 | 72,58% | - | - | - | 1.231,9 |
| Total General Claims | 1.679,5 | 65,05% | - | - | - | 1.679,5 |
| Grand Total | 3.076,6 | 80,66% | 69,0 | 709,7 | 8,0 | 2.289,9 |

In accordance with the Act on Financial Undertakings No. 161/2002, liabilities in foreign currencies are converted to ISK based on the published selling rate from the Central Bank of Iceland at 22nd of April 2009.

- 100% of claims accepted under Article 109., Article 110 and Article 111 are now finally accepted.
- 99,36% of accepted priority claims under Art. 112 are now finally accepted.
- 65,05% of accepted general unsecured claims under Art. 113 are now finally accepted.
- 80,66% of all accepted claims are now finally accepted.
- According to the Supreme court ruling no. 553/2013 the FX rates for Partial payments and escrow payments are the selling rates of the Central Bank of Iceland on each payment date.

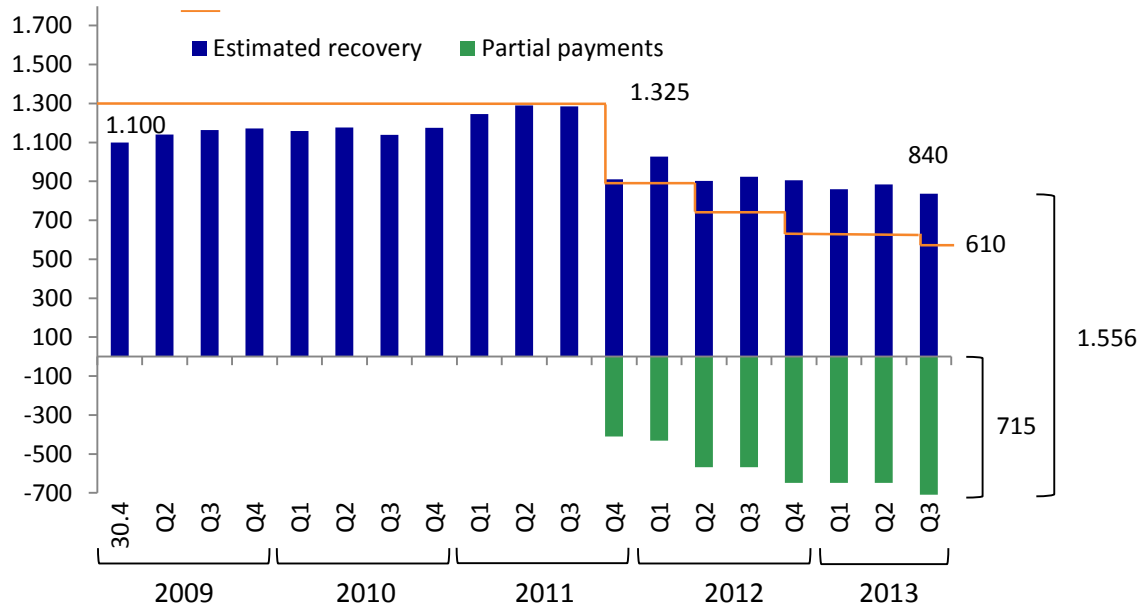
Historical development

Estimated recovery, Partial payments and Priority claims

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Development of the Estimated recovery - using FX rates at each reporting date (ISKbn)



Historical changes

- **Estimated recovery has increased since 30.4.2009 by ISK 456bn** (from ISK 1.100bn to ISK 1.556bn).
 - On 30.9.2013 the estimated recovery was ISK 230bn higher than finally accepted priority claims (Art. 112).
- **Priority claims of ISK 1.325bn** have reduced by four partial payments **down to ISK 610bn**.
- **Four partial payments of net ISK 715bn** have been made:
 - 1st made in December 2011 of ISK 410bn
 - 2nd made in May 2012 of ISK 172bn
 - 3rd made in October 2012 of ISK 80bn
 - 4th made in September 2013 of ISK 67bn
 - Escrow repayments to LBI of ISK 14bn

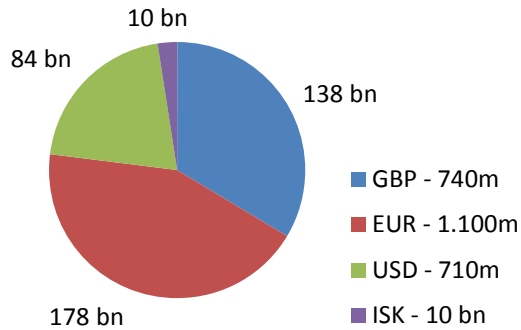
• Development of estimated recovery for general unsecured creditors.

- Strategy of running down LBI's assets and opportunistic sales of listed securities was introduced in December 2008. Implementing LBI's assets management strategy prevented fire sales of assets and enhanced value.
- On 30 April 2009 estimated recovery was ISK 225bn lower than priority claims (Art 112).
- At end of Q4 2011, including 1st partial payment, remaining estimated recovery was ISK 1.325bn.
- At end of Q3 2013, including 4th partial payment, remaining estimated recovery is ISK 230bn higher than finally accepted priority claims (Art. 112).

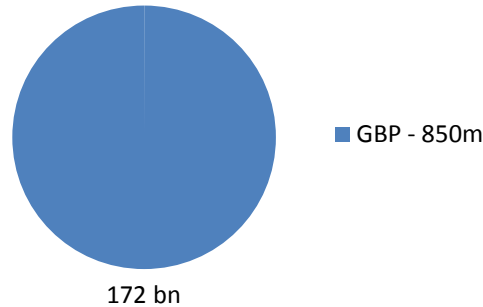
- **If partial payments are included total estimated recovery of ISK 1.556bn against finally accepted claims of ISK 3.077bn, or the total estimated recovery rate, is 51%.**

Partial payments

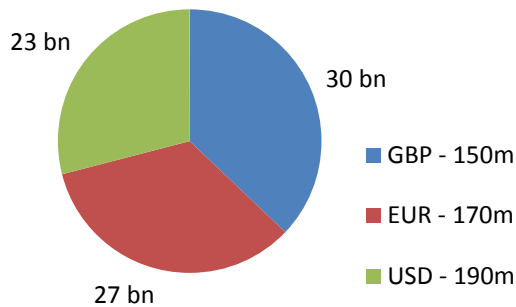
First Partial payment - ISK 409,9bn



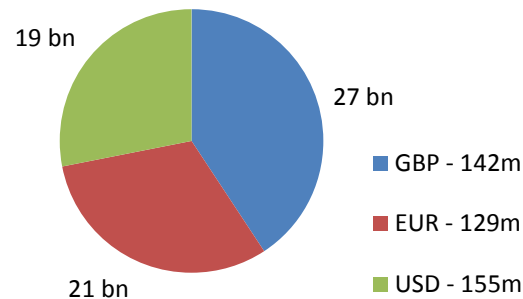
Second Partial payment - ISK 172,3bn



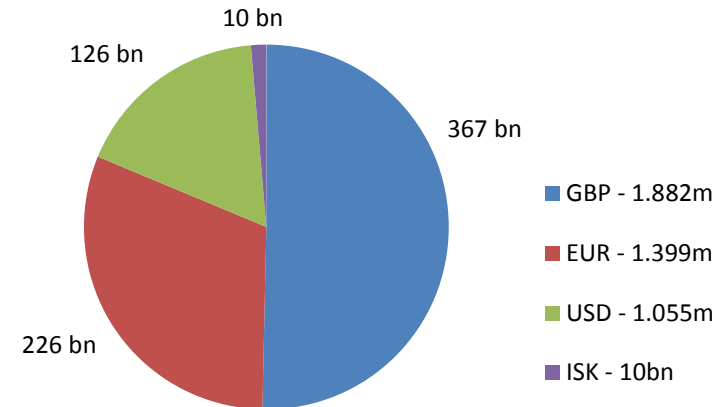
Third Partial payment - ISK 80,0bn



Fourth Partial payment - ISK 67,2bn



Total Partial payments - ISK 715,3bn



Partial payments

- Fourth partial payment of ISK 67,2bn was made in September 2013.
- Total partial payments of ISK 715,3bn have been made, thereof ISK 8bn are still on escrow accounts.
 - Total amount of Partial payments includes ISK 14,1bn of repayments to LBI from Escrow accounts.
- Of the four partial payments ISK 367bn has been made in GBP, ISK 226bn in EUR, ISK 126bn in USD and 10bn in ISK

Estimated remaining recovery by currency

| ISKbn | ISK | | USD | | EUR | | GBP | | Other | | Total | |
|----------------------------|-----------|-----------|------------|------------|------------|------------|------------|------------|-----------|-----------|------------|------------|
| | 30.6.13 | 30.9.13 | 30.6.13 | 30.9.13 | 30.6.13 | 30.9.13 | 30.6.13 | 30.9.13 | 30.6.13 | 30.9.13 | 30.6.13 | 30.9.13 |
| Cash | 32 | 33 | 46 | 33 | 88 | 78 | 84 | 65 | 22 | 22 | 272 | 231 |
| Loans to FI | 0 | 0 | 2 | 0 | 17 | 17 | 10 | 10 | 0 | 0 | 29 | 28 |
| Loans to Customers | 10 | 12 | 17 | 19 | 73 | 68 | 88 | 93 | 35 | 35 | 224 | 227 |
| Bonds | 0 | 0 | 8 | 8 | 41 | 39 | 0 | 0 | 0 | 0 | 50 | 47 |
| Equities | 5 | 4 | 0 | 0 | 2 | 2 | 0 | 0 | 0 | 0 | 7 | 7 |
| Derivatives | 1 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 1 |
| Other assets | 1 | 0 | 2 | 2 | 0 | 0 | 0 | 0 | 0 | 0 | 3 | 2 |
| Total excl. LB Fin. | 49 | 51 | 76 | 62 | 222 | 204 | 182 | 168 | 58 | 57 | 586 | 543 |
| LB A Bond | 0 | 0 | 68 | 66 | 104 | 105 | 38 | 40 | 0 | 0 | 210 | 210 |
| LB Contin. Bond | 0 | 0 | 27 | 26 | 44 | 44 | 17 | 17 | 0 | 0 | 87 | 87 |
| LB Equity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| LB Equity Claw Back | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total assets | 49 | 51 | 170 | 153 | 370 | 354 | 237 | 225 | 58 | 57 | 883 | 840 |

- **Main changes in estimated recovery by currency:**

- ISK increases by ISK 2bn, now 6% of total estimated recovery.
- USD decreases by ISK 17bn, thereof by ISK 19bn due to partial payments. USD is now 18% of total estimated recovery.
- EUR decreases by ISK 16bn. Partial payments of ISK 21bn was partly offset by increased value. EUR is now 42% of total estimated recovery.
- GBP decreases by ISK 12bn. Partial payments of ISK 27bn was partly offset by increased value. GBP is now 27% of total estimated recovery.

Estimated remaining recovery

Expected cash flow by currency and asset categories

Estimated cash flow by currency

| Estimated Recovery (ISKbn) | Cash 30.9.2013 | Q4 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | Later | Total |
|----------------------------|----------------|-----------|-----------|------------|------------|-----------|-----------|-----------|------------|
| ISK | 33 | 5 | 4 | 2 | 0 | 0 | 5 | 1 | 51 |
| USD | 33 | 8 | 10 | 21 | 28 | 23 | 30 | 0 | 153 |
| EUR | 78 | 12 | 36 | 50 | 64 | 54 | 41 | 20 | 354 |
| GBP | 65 | 8 | 16 | 20 | 18 | 15 | 19 | 64 | 225 |
| CAD and other | 22 | 3 | 4 | 10 | 15 | 1 | 2 | 0 | 57 |
| Total assets | 231 | 37 | 70 | 103 | 125 | 93 | 97 | 84 | 840 |

Estimated cash flow by asset category

| Estimated Recovery (ISKbn) | Cash 30.9.2013 | Q4 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | Later | Total |
|----------------------------|----------------|-----------|-----------|------------|------------|-----------|-----------|-----------|------------|
| Cash | 231 | | | | | | | | 231 |
| Loans to Financial Inst. | | 0 | 16 | 5 | 3 | 3 | 0 | 0 | 28 |
| Loans to Customers | | 27 | 28 | 35 | 45 | 14 | 13 | 64 | 227 |
| Bonds | | 1 | 5 | 3 | 3 | 3 | 11 | 20 | 47 |
| Equities | | 6 | 0 | 0 | 0 | 0 | 0 | 0 | 7 |
| LB Financing | | 1 | 17 | 59 | 73 | 73 | 73 | 0 | 298 |
| Derivatives | | 0 | 1 | | | | | | 1 |
| Investment in Subsidiaries | | | | | | | | | 0 |
| Non current assets | | 0 | 2 | 0 | 0 | 0 | 0 | 0 | 2 |
| Total assets | 231 | 37 | 70 | 103 | 125 | 93 | 97 | 84 | 840 |

- Based on current estimated cash flow the remainder of priority claims (Art. 112) is expected to be fully covered by cash collected in 2017.
- Under current terms of the Bonds cash flow from LB Financing H2 2013-2018 is ISK 298bn, or 58% of estimated cash flow in this period. LB's request extending the maturity of the Bonds is currently being reviewed/discussed.
- Cash flow after 2018 is broadly from Loans to customers (mainly 2 customers) and Bonds.



1. Estimated Recovery / Liabilities – Summary
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Statement of Assets - Cash

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| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

Cash Balances

| Currency | In currency m | | | ISKbn | | |
|--------------------|---------------|-----------|---------|--------------|--------------|---------------|
| | 30.6.2013 | 30.9.2013 | Change | 30.6.2013 | 30.9.2013 | Change |
| AUD | 9,9 | 12,0 | 2,1 | 1,1 | 1,3 | 0,2 |
| CAD | 96,8 | 91,6 | (5,2) | 11,4 | 10,7 | (0,7) |
| DKK | 278,8 | 283,9 | 5,1 | 6,0 | 6,2 | 0,2 |
| EUR | 544,3 | 478,4 | (65,9) | 87,8 | 77,9 | (9,9) |
| GBP | 443,9 | 332,7 | (111,2) | 83,6 | 64,8 | (18,8) |
| ISK | 32.348,0 | 32.906,5 | 558,5 | 32,3 | 32,9 | 0,6 |
| USD | 372,6 | 275,8 | (96,8) | 46,2 | 33,2 | (13,0) |
| Other | | | | 3,6 | 3,8 | 0,2 |
| Total ISKbn | | | | 272,1 | 230,9 | (41,2) |

Balances in ISKbn Equivalent - 30.9.2013

| Type | Rating by S&P | Balance |
|---------------------|---------------|--------------|
| Foreign Bank 1 | S&P:A+ | 114,8 |
| Domestic Bank 1 | - | 50,2 |
| Foreign Bank 2 | S&P:AA- | 37,0 |
| Foreign Bank 3 | S&P:A+ | 13,3 |
| Foreign Bank 4 | S&P:A | 4,9 |
| Other | | 10,6 |
| Total ISK bn | | 230,9 |

Main changes in Q3 2013

- Payments of ISK 24,6bn, mainly from Loans to Customers (ISK 17,2bn) Loans to Financial Institutions (ISK 2,4bn) and Bonds (ISK 3,3bn).
- Increase in cash balances by ISK 2,1bn due to FX changes.
- Income on cash (interests) was ISK 0,2bn and paid expenses ISK 0,9bn.

Statement of Assets - Loans to FI

| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

| All amounts in ISKbn | Recorded Balance | | Estimated Recovery | | Recovery Rate % | |
|-------------------------|------------------|--------------|--------------------|-------------|-----------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Heritable bank | 16,2 | 16,7 | 9,7 | 10,0 | 60% | 60% |
| LI Lux | 60,1 | 60,7 | 13,2 | 13,4 | 22% | 22% |
| Project Global Exposure | 18,8 | 16,4 | 3,5 | 1,7 | 19% | 10% |
| Other | 44,0 | 44,0 | 2,9 | 2,9 | 7% | 6% |
| Total ISKbn | 139,1 | 137,9 | 29,3 | 27,9 | 21% | 20% |

Main changes in Q3 2013

- **Heritable Bank.** Estimated recovery increases by ISK 0,3bn due to FX changes. Settlement being explored and a rational conclusion of dispute could increase recovery.
- **LI Lux.** Estimated recovery increases by ISK 0,1bn due to FX changes.
- **Project Global exposure.** Payments decrease the estimated recovery by ISK 2,4bn, partly offset by increased valuation of ISK 0,5bn.
- **Other.** No material changes.

Statement of Assets - Loans to customers

All loans in the loan book with estimated recovery

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| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

| Portfolio | Sub portfolio | # of customers | Estimated recovery |
|----------------------|------------------|----------------|--------------------|
| Leverage lending | Participation | 34 | 81,8 |
| Vendor loan | Vendor loan | 1 | 45,5 |
| Senior secured | Collateral based | 27 | 28,9 |
| Asset backed lending | Collateral based | 5 | 20,5 |
| Leverage lending | Origination | 7 | 20,5 |
| Real estate lending | Collateral based | 17 | 16,2 |
| Senior unsecured | Cash flow | 20 | 8,2 |
| KS loans | KS loans | 31 | 4,0 |
| Commercial Finance | Collateral based | 2 | 1,2 |
| | | 144 | 226,7 |

Main changes in Q3 2013

- Payments of ISK 17,2bn were received in Q3 2013.
- Increase of ISK 3,1bn due to FX changes.
- Estimated recovery increased by ISK 13,8bn due to higher valuation.
- Income was ISK 2,6bn.
- Final write offs in the quarter lowered the recorded balance by ISK 1,2bn. This had no effect on the estimated recovery.

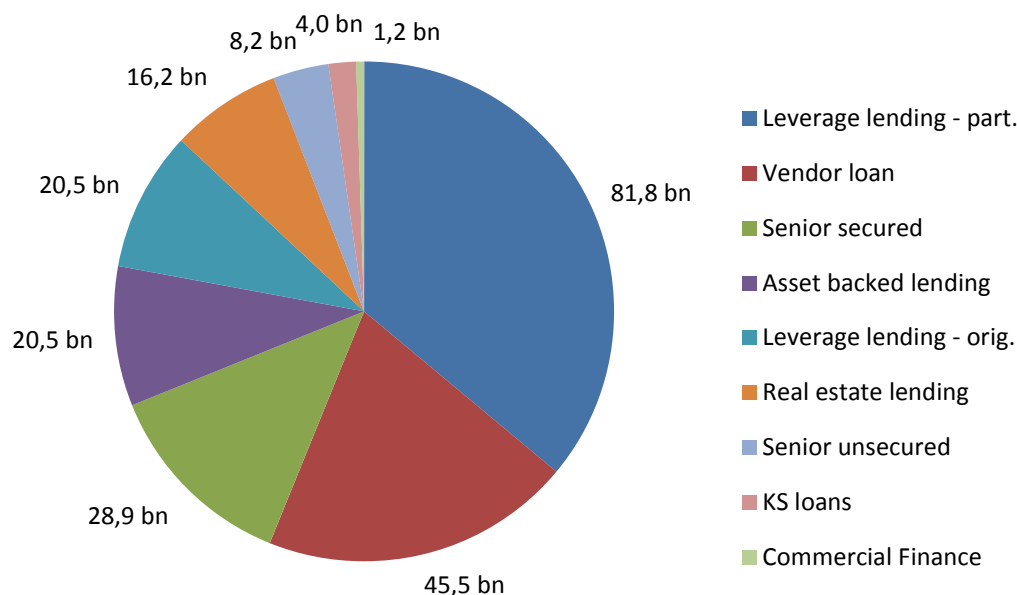
LBI's loan portfolio

- Loans to customers can be split into 9 main loan portfolios.
- Leverage lending and Commercial Finance is originated from London Branch and Amsterdam Branch.
- Senior secured/unsecured, Vendor loan and Real estate lending is originated from Reykjavik/LI LUX. K/S loans are originated from LI Lux.
- Asset Backed lending is originated from Labki (Canada).
- Slides showing exposures in Reykjavik, London, Amsterdam and Canada are in the Appendix for reconciling Loans to customers against LBI's operations.

Loans to customers

Estimated recovery rates by loan portfolios

| Portfolio | Sub portfolio | # of customers | 0% - 39% | 40%-59% | 60%-79% | 80%-89% | 90%-99% | 100% | Total |
|----------------------|------------------|----------------|------------|-------------|-------------|-------------|-------------|--------------|--------------|
| Leverage lending | Participation | 34 | 2,9 | 1,8 | 3,7 | 10,3 | 19,7 | 43,3 | 81,8 |
| Vendor loan | Vendor loan | 1 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 45,5 | 45,5 |
| Senior secured | Collateral based | 27 | 1,6 | 20,6 | 0,8 | 0,0 | 0,0 | 5,9 | 28,9 |
| Asset backed lending | Collateral based | 5 | 0,0 | 0,0 | 0,0 | 19,5 | 0,0 | 1,0 | 20,5 |
| Leverage lending | Origination | 7 | 0,0 | 3,4 | 0,0 | 0,0 | 0,0 | 17,1 | 20,5 |
| Real estate lending | Collateral based | 17 | 0,9 | 10,4 | 3,6 | 0,3 | 0,0 | 0,9 | 16,2 |
| Senior unsecured | Cash flow | 20 | 0,2 | 1,1 | 1,7 | 0,0 | 0,0 | 5,3 | 8,2 |
| KS loans | KS loans | 31 | 0,5 | 0,6 | 1,2 | 0,9 | 0,2 | 0,6 | 4,0 |
| Commercial Finance | Collateral based | 2 | 0,0 | 0,9 | 0,0 | 0,0 | 0,0 | 0,3 | 1,2 |
| | | 144 | 6,1 | 38,8 | 11,0 | 31,1 | 20,0 | 119,8 | 226,7 |



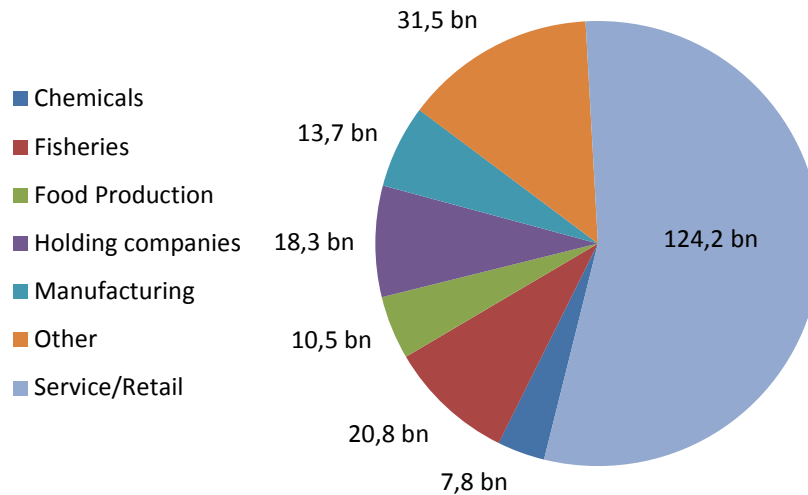
- Leverage lending of ISK 102bn to 41 customers is 45% of the loan book. Thereof ISK 60,4bn with 100% recovery rate.
- Estimated recovery from Senior secured lending mainly derives from underlying pledged assets.
- Asset backed lending is mainly loans to fisheries in Canada.
- Real estate lending is mainly secured by real estates in Iceland.
- K/S loans are Danish tax-structure lending transferred from LI Lux in June 2012.

Loans to Customers by Sectors

| Sector | Loan Exposure | | Estimated Recovery | | Recovery Rate % | |
|-------------------|---------------|--------------|--------------------|--------------|-----------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Chemicals | 12,7 | 7,8 | 12,7 | 7,8 | 100% | 100% |
| Fisheries | 28,9 | 28,5 | 21,3 | 20,8 | 74% | 73% |
| Food Production | 14,2 | 14,3 | 10,5 | 10,5 | 74% | 73% |
| Holding companies | 150,7 | 152,6 | 20,6 | 18,3 | 14% | 12% |
| Manufacturing | 18,0 | 15,4 | 15,8 | 13,7 | 88% | 89% |
| Other | 86,2 | 87,1 | 31,2 | 31,5 | 36% | 36% |
| Service/Retail | 299,1 | 304,9 | 112,3 | 124,2 | 38% | 41% |
| | 609,8 | 610,7 | 224,4 | 226,7 | 37% | 37% |

- Estimated recovery from Service/retail is ISK 124,2bn or 55% of Loans to customers .
- Estimated recovery of Other is ISK 31,5bn or 14% of Loans to customers . Other is mainly Senior secured/unsecured lending and Real estate lending.
- Estimated recovery of Fisheries is ISK 20,8bn or 9% of Loans to customers .

Breakdown of Service / Retail



Loans to customers

Geographical origin of estimated recovery

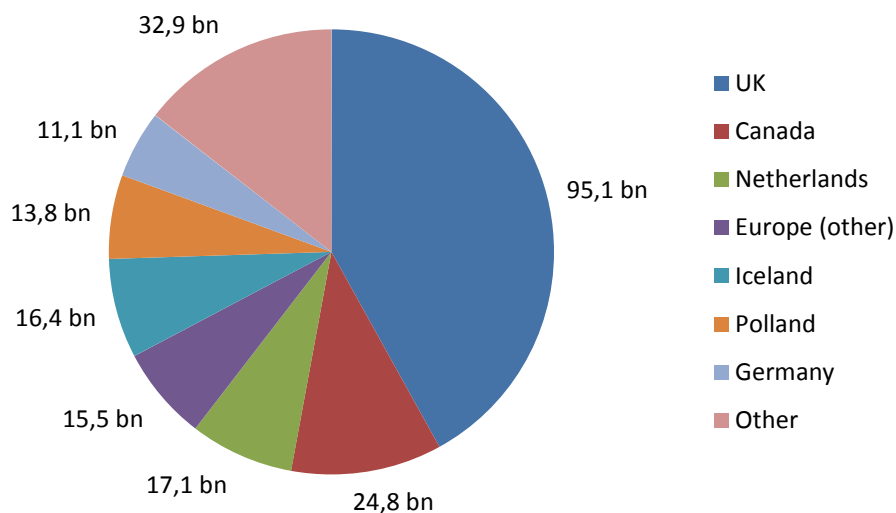
| Origin of recovery | # of customers | ISK | USD | EUR | GBP | CAD | Other | Total |
|--------------------|----------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|
| UK | 21 | 0,1 | 0,1 | 3,2 | 91,7 | | 0,0 | 95,1 |
| Canada | 6 | | 3,5 | 0,1 | | 20,9 | 0,3 | 24,8 |
| Netherlands | 7 | 0,0 | 1,9 | 15,2 | 0,0 | | | 17,1 |
| Europe | 8 | | 1,3 | 8,5 | 0,3 | | 5,4 | 15,5 |
| Iceland | 41 | 11,6 | 0,2 | 4,3 | 0,1 | | 0,1 | 16,4 |
| Polland | 1 | 0,0 | 0,0 | 13,8 | 0,0 | | | 13,8 |
| Germany | 5 | | 1,7 | 9,2 | 0,2 | | | 11,1 |
| France | 10 | 0,0 | 1,2 | 7,2 | 0,4 | | | 8,8 |
| Spain | 2 | 0,0 | 2,9 | 5,5 | 0,0 | | | 8,4 |
| Latvia | 3 | 0,0 | 0,0 | 5,7 | 0,0 | | | 5,7 |
| Other | 4 | 0,0 | 0,9 | 0,0 | 0,0 | | 4,1 | 4,9 |
| Scandinavia | 35 | 0,0 | 0,0 | 0,3 | 0,0 | | 4,3 | 4,7 |
| USA | 1 | 0,0 | 0,4 | 0,0 | 0,0 | | 0,0 | 0,4 |
| Total | 144 | 11,7 | 14,1 | 73,0 | 92,7 | 20,9 | 14,2 | 226,7 |

Origin of recovery

- For performing customers origin of recovery is the location of their main operation.
- For non-performing customers origin of recovery is based on the location of the main underlying collateral.

Currencies

- For performing customers currency is the contractual currency/currencies.
- For non-performing customers currency is based on expected collateral realization.



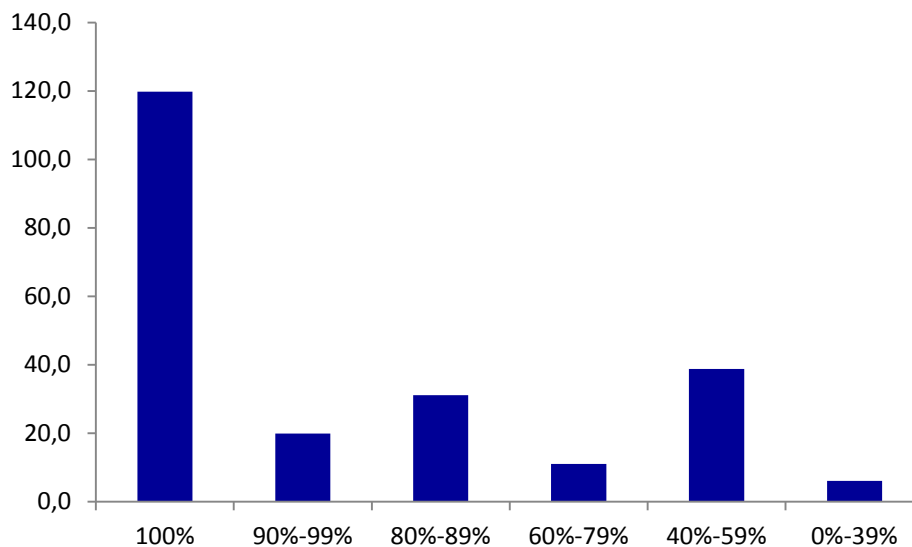
Loans to customers

Cash flow by estimated recovery rates

| Recovery rates | Q4 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | Later | Total |
|----------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|
| 100% | 19,6 | 8,5 | 18,4 | 14,0 | 7,5 | 4,5 | 47,5 | 119,8 |
| 90%-99% | 0,0 | 0,6 | 0,6 | 0,6 | 0,5 | 1,3 | 16,3 | 20,0 |
| 80%-89% | 0,9 | 2,0 | 8,7 | 15,7 | 3,7 | 0,3 | 0,0 | 31,1 |
| 60%-79% | 1,1 | 2,1 | 2,2 | 5,1 | 0,1 | 0,4 | 0,0 | 11,0 |
| 40%-59% | 5,4 | 13,7 | 2,3 | 9,6 | 1,4 | 6,3 | 0,0 | 38,8 |
| 0%-39% | 0,5 | 1,3 | 2,4 | 0,5 | 0,4 | 0,2 | 0,6 | 6,1 |
| Total | 27,5 | 28,2 | 34,6 | 45,4 | 13,6 | 13,0 | 64,4 | 226,7 |

- Loans with 90%-100% estimated recovery rates are ISK 139,8bn or 62% of the loan book total estimated recovery.
- Loans with 0%-59% estimated recovery rates are ISK 44,9bn or 20% of the loan book total estimated recovery.

Estimated recovery by recovery rates



Statement of Assets – Bonds and Equities

| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

Bonds & Equities

| All amounts in ISKbn | Recorded Balance | | Estimated Recovery | | Recovery Rate % | |
|----------------------|------------------|-------------|--------------------|-------------|-----------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Bonds | 65,6 | 63,0 | 49,5 | 46,9 | 75% | 74% |
| Equities | 8,1 | 7,6 | 7,2 | 6,6 | 88% | 87% |
| Total ISKbn | 73,7 | 70,7 | 56,7 | 53,6 | 77% | 76% |

Highlights in Q3 2013

Bonds

- Two exposures explain the estimated recovery.
- For now LBI considers both these assets illiquid. The Assets management strategy in Q4 is therefore to hold.
- Income was ISK 0,5bn.

Equities

- Valuation of Equities reduced estimated recovery by ISK 0,5bn.
- Three exposures explain ISK 5,4bn of the total estimated recovery of ISK 6,6bn, or 82%. Two of those are expected to be sold in Q4 2013.

Statement of Assets – LB Financing

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| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

| | In Currency m | | ISKbn | | Estimated cash flow in ISKbn | | | | | | |
|--------------------|---------------|-----------|--------------|--------------|------------------------------|-------------|-------------|-------------|-------------|-------------|--------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | Q4 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | Total |
| Bond A | | | | | | | | | | | |
| EUR | 645,8 | 645,8 | 104,1 | 105,2 | 0,5 | | 20,9 | 27,9 | 27,9 | 27,9 | 105,2 |
| USD | 544,6 | 544,6 | 67,5 | 65,5 | 0,2 | | 13,1 | 17,4 | 17,4 | 17,4 | 65,5 |
| GBP | 204,1 | 204,1 | 38,4 | 39,7 | 0,3 | | 7,9 | 10,5 | 10,5 | 10,5 | 39,7 |
| Contingent bond A | | | | | | | | | | | |
| EUR | 271,7 | 271,8 | 43,8 | 44,3 | 0,2 | 8,8 | 8,8 | 8,8 | 8,8 | 8,8 | 44,3 |
| USD | 215,1 | 215,1 | 26,7 | 25,9 | 0,1 | 5,2 | 5,2 | 5,2 | 5,2 | 5,2 | 25,9 |
| GBP | 88,7 | 88,7 | 16,7 | 17,3 | 0,1 | 3,4 | 3,4 | 3,4 | 3,4 | 3,4 | 17,3 |
| Total ISKbn | | | 297,2 | 297,9 | 1,4 | 17,4 | 59,3 | 73,3 | 73,3 | 73,3 | 297,9 |

LB Financing totalled ISK 297,9bn at 30.9.2013, up by ISK 0,7bn.

- Income was ISK 1,4bn.
- Payment in the period of ISK 1,5bn.
- Fx changes increases LB Financing by ISK 0,7bn.

Statement of Assets – Other Assets

| ISKbn | Recorded balance | | Estimated recovery | |
|---------------------------------|------------------|--------------|--------------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Cash | 272 | 231 | 272 | 231 |
| Loans to Financial Institutions | 139 | 138 | 29 | 28 |
| Loans to customers | 610 | 611 | 224 | 227 |
| Bonds and Equities | 74 | 71 | 57 | 54 |
| LB Financing | 297 | 298 | 297 | 298 |
| Other assets | 114 | 113 | 4 | 3 |
| Total | 1.506 | 1.461 | 883 | 840 |

Other assets

| All amounts in ISKbn | Recorded Balance sheet | | Estimated Recovery | | Recovery Rate % | |
|----------------------|------------------------|--------------|--------------------|------------|-----------------|-----------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Derivatives | 24,1 | 24,0 | 1,1 | 1,1 | 5% | 5% |
| Investment in Subs. | 85,7 | 85,7 | 0,0 | 0,0 | 0% | 0% |
| Non-current assets | 3,8 | 3,6 | 2,6 | 2,4 | 68% | 66% |
| Total ISKbn | 113,6 | 113,3 | 3,7 | 3,5 | 3% | 3% |

Highlights in Q3 2013

- Payments of ISK 0,2bn.
- FX changes decreases the estimated recovery by ISK 50m.
- Increased valuation by ISK 50m.



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Total Operational Cost

| ISKm | 2011 | | | | 2012 | | | | 2013 | | | Change Q/Q |
|------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|------------|---------------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | |
| Housing and logistics | 50 | 58 | 60 | 42 | 60 | 33 | 78 | 42 | 37 | 57 | 32 | (43%) |
| Payroll and benefits | 524 | 554 | 522 | 466 | 493 | 426 | 417 | 442 | 440 | 473 | 362 | (24%) |
| Icelandic legal cost | 199 | 199 | 160 | 267 | 300 | 205 | 158 | 215 | 208 | 194 | 157 | (19%) |
| Icelandic expert cost | 89 | 56 | 90 | 46 | 67 | 61 | 84 | 67 | 60 | 70 | 41 | (42%) |
| Non-Icelandic legal cost | 200 | 84 | 382 | 249 | 71 | 175 | 165 | 422 | 290 | 241 | 133 | (45%) |
| Non-Icelandic expert cost | 269 | 263 | 162 | 134 | 107 | 362 | 219 | 251 | 247 | 149 | 47 | (68%) |
| Other Operational costs | 198 | 147 | 117 | 112 | 109 | 51 | 95 | 106 | 132 | 85 | 58 | (32%) |
| SLA cost | 88 | 88 | 88 | 88 | 68 | 68 | 68 | 62 | 71 | 61 | 61 | 0% |
| Breakdown by location | | | | | | | | | | | | |
| Iceland | 1.016 | 902 | 1.061 | 1.038 | 837 | 1.076 | 956 | 1.254 | 1.147 | 962 | 672 | (30%) |
| London | 469 | 434 | 439 | 261 | 304 | 231 | 263 | 282 | 259 | 299 | 157 | (48%) |
| Canada | 67 | 65 | 59 | 52 | 39 | 16 | 13 | 14 | 4 | 4 | 3 | (10%) |
| Amsterdam | 66 | 48 | 22 | 53 | 95 | 58 | 52 | 57 | 76 | 65 | 59 | (9%) |
| Total ISKm | 1.618 | 1.449 | 1.581 | 1.404 | 1.275 | 1.382 | 1.284 | 1.608 | 1.486 | 1.330 | 891 | (33%) |

Cost by Location per Quarter in ISKm



- Total operational cost decreases by 33% between quarters.
- Icelandic expert cost decreases by 42% between quarters .
- Non Icelandic expert cost decreases by 45% between quarters.
- Other operational costs decreases by 32% between quarters.



1. Estimated Recovery / Liabilities – Summary
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Driver of change for recorded balance sheet

| ISKm GLOBAL | Cash | Loans to FI | Loans to Cust. | Bonds | Equities | LB Financing | Derivatives | Other Assets | Total |
|---|---------------|--------------|----------------|--------------|--------------|--------------|--------------|--------------|----------------|
| Recorded 30.6.2013 | 275,6 | 169,3 | 609,8 | 65,6 | 8,1 | 297,2 | 24,1 | 89,5 | 1.539,3 |
| Assets at risk 30.6.2013 | (3,5) | (30,2) | | | | | | | (33,7) |
| Recorded after set-off 30.6.2013 | 272,1 | 139,1 | 609,8 | 65,6 | 8,1 | 297,2 | 24,1 | 89,5 | 1.505,5 |
| Recorded 30.9.2013 | 234,4 | 167,3 | 610,7 | 63,0 | 7,6 | 297,9 | 24,0 | 89,3 | 1.494,2 |
| Assets at risk 30.9.2013 | (3,5) | (29,5) | | | | | | | (33,0) |
| Recorded after set-off 30.9.2013 | 230,9 | 137,9 | 610,7 | 63,0 | 7,6 | 297,9 | 24,0 | 89,3 | 1.461,3 |
| Total Change | (41,2) | (1,2) | 0,9 | (2,5) | (0,5) | 0,6 | (0,0) | (0,2) | (44,3) |
| Payments | 24,6 | (2,4) | (17,2) | (3,3) | (0,0) | (1,5) | (0,0) | (0,2) | 0,0 |
| Partial payments | (67,2) | | | | | | | | (67,2) |
| FX changes | 2,1 | 1,1 | 5,5 | 0,2 | (0,0) | 0,7 | | (0,0) | 9,6 |
| Reclassification | | | 0,0 | | 0,0 | | (0,0) | | 0,0 |
| Change in Exposure value | | | 2,3 | (0,0) | (0,5) | | 0,0 | 0,1 | 1,8 |
| Income | 0,2 | | 11,5 | 0,5 | | 1,4 | | | 13,6 |
| Paid Expenses | (0,9) | | | | | | | | (0,9) |
| Set-off | | | | | | | | | |
| Write-off | | | (1,2) | | | | | | (1,2) |
| Total Change | (41,2) | (1,2) | 0,9 | (2,5) | (0,5) | 0,6 | (0,0) | (0,2) | (44,3) |

Definitions :

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.

Driver of change for estimated recovery

| ISKbn GLOBAL | Cash | Loans to FI | Loans to Cust. | Bonds | Equities | LB Financing | Derivatives | Other Assets | Total |
|------------------------------|---------------|--------------|----------------|--------------|--------------|--------------|--------------|--------------|---------------|
| Estimated recovery 30.6.2013 | 272,1 | 29,3 | 224,4 | 49,5 | 7,2 | 297,2 | 1,1 | 2,6 | 883,4 |
| Estimated recovery 30.9.2013 | 230,9 | 27,9 | 226,7 | 46,9 | 6,6 | 297,9 | 1,1 | 2,4 | 840,4 |
| Total Change | (41,2) | (1,4) | 2,3 | (2,6) | (0,5) | 0,6 | (0,0) | (0,2) | (42,9) |
| Payments | 24,6 | (2,4) | (17,2) | (3,3) | (0,0) | (1,5) | (0,0) | (0,2) | 0,0 |
| Partial payments | (67,2) | | | | | | | | (67,2) |
| FX changes | 2,1 | 0,5 | 3,1 | 0,2 | (0,0) | 0,7 | | (0,0) | 6,5 |
| Reclassification | | | (0,0) | | 0,0 | | | | |
| Valuation | | 0,5 | 13,8 | 0,0 | (0,5) | | 0,0 | 0,1 | 13,9 |
| Income | 0,2 | | 2,6 | 0,5 | | 1,4 | | | 4,8 |
| Operational Expenses | (0,9) | | | | | | | | (0,9) |
| Set-off | | | | | | | | | |
| Total Change | (41,2) | (1,4) | 2,3 | (2,6) | (0,5) | 0,6 | (0,0) | (0,2) | (42,9) |

Main changes

- Estimated recovery decreases by ISK 42,9bn, thereof
 - Partial payments in Q3 were ISK 67,5bn.
 - FX changes increases estimated recovery by ISK 6,8bn.
 - Valuation increased by ISK 13,9bn.
- Payments increased cash by ISK 24,6bn.

Definitions :

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.



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Loans to customers by sectors

Breakdown of the loan book by LBI's operations

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| Sector | Loan Exposure | | Estimated Recovery | | Recovery Rate % | |
|---------------------------|---------------|--------------|--------------------|--------------|-----------------|------------|
| | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 | 30.6.2013 | 30.9.2013 |
| Reykjavík | | | | | | |
| Holding companies | 150,7 | 152,6 | 20,6 | 18,3 | 14% | 12% |
| Service/Retail | 196,5 | 204,2 | 53,2 | 56,4 | 27% | 28% |
| Food Production | 14,2 | 14,3 | 10,5 | 10,5 | 74% | 73% |
| Financial Institutions | 4,8 | 4,9 | 1,5 | 1,5 | 31% | 31% |
| Other | 59,4 | 60,5 | 14,9 | 15,3 | 25% | 25% |
| Total ISKbn | 425,7 | 436,5 | 100,6 | 102,0 | 24% | 23% |
| London | | | | | | |
| Chemicals | 6,5 | 5,8 | 6,5 | 5,8 | 100% | 100% |
| Manufacturing & Printing | 11,1 | 8,7 | 8,8 | 6,9 | 80% | 80% |
| Retail | 39,6 | 40,1 | 21,4 | 26,6 | 54% | 66% |
| Services | 48,4 | 45,7 | 34,2 | 37,5 | 71% | 82% |
| Other | 21,5 | 21,1 | 13,0 | 12,6 | 60% | 59% |
| Total ISKbn | 127,1 | 121,4 | 83,9 | 89,4 | 66% | 74% |
| Amsterdam | | | | | | |
| Chemicals | 6,2 | 2,1 | 6,2 | 2,1 | 100% | 100% |
| Manufacturing & Machinery | 6,9 | 7,0 | 6,9 | 7,0 | 100% | 100% |
| Printing & Publishing | 4,0 | 4,0 | 2,2 | 2,3 | 56% | 56% |
| Retail | 1,7 | 1,7 | 0,6 | 0,6 | 38% | 37% |
| Services | 12,8 | 13,2 | 2,9 | 3,0 | 23% | 23% |
| Total ISKbn | 31,7 | 27,9 | 18,9 | 14,9 | 60% | 53% |
| Canada | | | | | | |
| Chemicals | 0,0 | | 0,0 | | 0% | 0% |
| Fisheries | 25,3 | 24,8 | 20,9 | 20,4 | 82% | 82% |
| Construction | 0,0 | 0,0 | 0,0 | 0,0 | 100% | 100% |
| Total ISKbn | 25,4 | 24,9 | 20,9 | 20,5 | 82% | 82% |

Driver of change for recorded balance sheet

Historical overview

LBI

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| 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 | | (227,2) | (82,2) | 8,2 | | (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 30.9.2013 | 234,4 | 167,3 | 610,7 | 63,0 | 7,6 | 297,9 | 24,0 | 89,3 | 1.494,2 |
| Assets at risk 30.9.2013 | (3,5) | (29,5) | | | | | | | (33,0) |
| Recorded after set-off 30.9.2013 | 230,9 | 137,9 | 610,7 | 63,0 | 7,6 | 297,9 | 24,0 | 89,3 | 1.461,3 |
| Total Change | 200,3 | (493,6) | (420,8) | (298,5) | (78,2) | 14,0 | (131,1) | (27,2) | (1.235,2) |
| Payments | 930,5 | (107,2) | (392,6) | (11,3) | (242,1) | (108,5) | (60,4) | (8,5) | 0,0 |
| Partial payments | (725,0) | | | | | | | | (725,0) |
| Transaction cost | (3,4) | | | | | | | | (3,4) |
| FX changes | 10,3 | 55,5 | 91,3 | (4,8) | (5,2) | 20,2 | (3,2) | 0,1 | 164,2 |
| Reclassification | (0,1) | (241,3) | 109,4 | 89,8 | 40,0 | | (8,8) | 11,0 | 0,0 |
| Change in Exposure value | | (4,5) | 2,4 | 2,2 | 130,0 | 64,9 | (5,3) | 0,4 | 190,0 |
| Income | 32,4 | 0,0 | 297,6 | 1,4 | 0,1 | 37,4 | | 0,2 | 369,1 |
| Paid Expenses | (45,3) | | | | | | | | (45,3) |
| Set-off | 0,8 | (168,7) | | (375,7) | | | | (16,1) | (559,8) |
| Write-off | | (27,3) | (528,9) | | (1,1) | | (53,5) | (14,3) | (625,1) |
| Total Change | 200,2 | (493,6) | (420,8) | (298,5) | (78,2) | 14,0 | (131,1) | (27,2) | (1.235,2) |

Definitions:

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.

| | 30.6.2013 | 30.9.2013 | Change |
|-----|-----------|-----------|--------|
| EUR | 161,25 | 162,85 | 1,0% |
| GBP | 188,35 | 194,75 | 3,4% |
| USD | 123,95 | 120,32 | (2,9%) |
| CAD | 117,88 | 116,9 | (0,8%) |