

August 23th 2010

Landsbanki Íslands hf.

Financial Information for Q2 2010

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- The estimated value of assets is subjected to great uncertainty i.e. due to the development of the economic environment in Iceland and abroad which could influence the future value of the underlying assets.
- The amount of the Instrument issued by NBI is subject to the agreement between NBI hf. and LBI being finalized in accordance with signed agreements.
- 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.
- The numbers for liabilities shown as of 22nd of April 2009 are not acquired from the WuB Register of claims.

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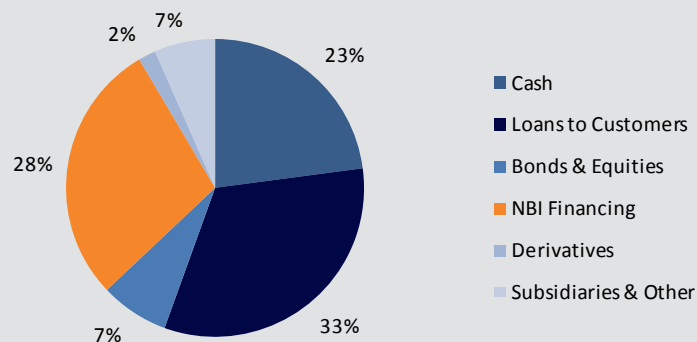
Estimated Global Recovery

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Estimated Recovery ISKbn	31.3.2010	30.6.2010	FX change	Actual Change in Quarter*	
Cash	223	269	(8)	54	24%
Loans to Customers	445	382	(16)	(47)	(11%)
Bonds & Equities	76	87	(1)	13	17%
NBI Financing	347	335	(15)	2	1%
Derivatives	29	22	0	(7)	(25%)
Subsidiaries & Other	39	83	(6)	50	128%
Total	1.159	1.177	(47)	64	6%

*Actual Change excluding FX variations.

Estimated Recovery as of 30.6.2010



Actual change (excluding FX variations)

- Estimated recovery has increased by ISK 64bn or 6%. FX change decreases the reported recovery by ISK 47bn, down to ISK 1.177bn.
- Due to recent agreements with Björgólfur Thor Björgólfsson, Actavis and Landsbanki Luxembourg asset portfolios are more stable and estimated recovery increases.
- Cash: Increase by 24% in the period and cash is now 23% of estimated total recovery. Cash inflow is faster than previously forecasted.
- Loans to Customers: Decrease by ISK 47bn mainly due to cash payments and reclassification.
- Bonds & Equities: Increase by ISK 13bn due to higher valuation.
- Subsidiaries & Other: Increase by ISK 50bn or 128% as a result of favorable agreements and reclassification.

Assets- Drivers of Change and Cash Balance Reconciliation

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ISKbn	Cash	Loans to Customers	Bonds & Equities	NBI Financing	Derivatives	Sub. and Other	Total
Estimated Recovery 31.3.2010	222,5	444,8	76,4	347,2	29,0	39,4	1.159,4
Estimated Recovery 30.6.2010	268,5	381,6	87,3	334,6	21,7	82,7	1.176,5
Total Change	46,0	(63,3)	10,9	(12,6)	(7,3)	43,3	17,1
Reclassification	0,0	(13,6)	0,0	0,0	(0,6)	14,2	0,0
FX change (realized and unrealized)	(8,1)	(16,4)	(1,3)	(14,7)	0,0	(6,1)	(46,6)
Valuation	0,0	11,8	16,7	0,0	(5,3)	35,4	58,6
Restructuring (non-cash)	0,0	0,0	0,0	0,0	0,0	0,0	0,0
Net nominal receipts	52,3	(45,7)	(4,5)	0,0	(1,4)	(0,8)	0,0
Income	4,8	0,5	0,0	2,2	0,0	0,6	8,0
Expenses	(3,1)	0,0	0,0	0,0	0,0	0,0	(3,1)
Total Change	46,0	(63,3)	10,9	(12,6)	(7,3)	43,3	17,1

- Cash increases mainly due to payments and FX changes.
- Loans to Customers decrease due to payments, FX change, change in valuation and reclassification.
- Bonds & Equities changes mainly due to higher valuation.
- NBI Financing decreases due to FX changes.
- Derivatives decrease mainly due to lower valuation.
- Subsidiaries and Other increase significantly due to higher estimated recovery as a result of recent agreements and reclassification.

Definitions

Reclassification: Change in recovery numbers due to revision between asset classes.

FX change: Change in recovery numbers due to changes in currency exchange rate.

Valuation: Changes in estimated recovery between periods.

Restructuring: Non cash payments following restructuring of assets.

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

Income: Received fees and interest on cash deposits (cash basis; not accrual except for NBI Financing).

Expenses: Paid expenses (cash basis; not accrual).

Statement of Assets and Liabilities

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ISKbn	Recorded balance sheet as of 31.3.2010	Estimated value of assets 31.3.2010	Recorded balance sheet as of 30.6.2010	Estimated value of assets 30.6.2010
Loans to Financial Institutions				
Cash	223	223	269	269
Loans to Financial	211	21	245	79
Loans to customers	1.182	445	1.097	382
Bonds & Equities	164	76	131	87
Derivatives	104	29	100	22
Investments in subsidiaries	103	16	89	2
Non-current assets	2	2	2	2
Other assets	9	0	7	0
Total assets without NBI	1.998	812	1.940	842
Financial instrument from NBI				
A Bond	309	309	297	297
Contingent Bond	10	10	10	10
Equity in NBI	28	28	28	28
Total assets	2.345	1.159	2.275	1.177

ISKbn	Book value as of 31.3.2010	Book value as of 22.4.2009	Book value as of 30.6.2010	Book value as of 22.4.2009
Loans from Financial	304	264	256	264
Deposits from customers				
Wholesale	167	158	147	158
Retail	1.249	1.161	1.146	1.161
Securities issued	1.439	1.178	1.091	1.178
Other borrowings	239	187	177	187
Subordinated bonds	234	217	215	217
Derivatives	229	173	185	173
Other liabilities	91	89	79	89
Total liabilities	3.952	3.427	3.296	3.427

Assets

- Recorded balance sheet is presented after set-off. Estimated and realized set-off amounts are subject to uncertainty.
- Recorded balance sheet amounts for Loans and derivatives are presented at nominal value outstanding plus accrued interest.
- For listed Equities & Bonds the amount is market value. For unlisted equity and bonds the amount is cost based or based on fundamental valuation.

Liabilities

- Liabilities are presented at nominal (par) value. Book value of liabilities is shown after set-off based on fx rates as of the reporting dates plus accrued interest up to those dates.
- The number for liabilities shown as of 22nd of April 2009 are not acquired from the WuB Register of claims.

FX rates

	22.4.2009	31.3.2010	30.6.2010
GBP:	191,1	193,0	190,8
CAD:	105,5	125,1	120,3
EUR:	169,2	172,0	156,7

Estimated Recovery by Locations as of 30.6.2010

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ISKbn	Reykjavik	London	Amsterdam	Labki/Halifax	Total
Loans to Financial Institutions					
Cash	99	132	28	10	269
Loans to Financial Institutions	75	4	0	0	79
Loans to Customers	141	149	64	28	382
Bonds & Equities	59	29	0	0	87
Derivatives	22	0	0	0	22
Investments in Subsidiaries	2	0	0	0	2
Non-current Assets	2	0	0	0	2
Total assets without Instrument from NBI	399	314	91	38	842
NBI A Bond	297				297
NBI Contingent Bond	10				10
NBI Equity	28				28
Total Assets	733	314	91	38	1.177
					Total Liabilities as of 22.4.2009
Loans from Financial Institutions	259	0	5	0	264
Deposits from Customers	8	979	332	0	1.319
Securities issued and other borrowings	1.365	0	0	0	1.365
Subordinated Bonds	217	0	0	0	217
Derivatives	173	0	0	0	173
Other Liabilities	72	16	1	0	89
Total Liabilities	2.094	995	338	0	3.427

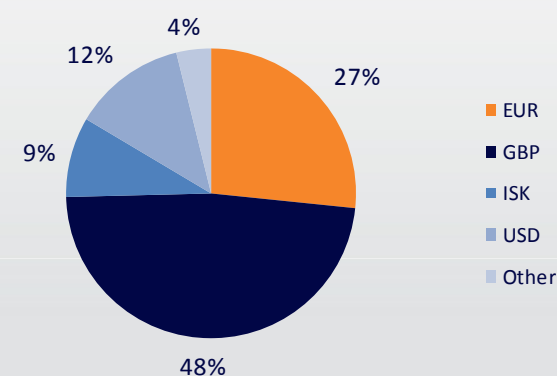
Treasury

Landsbanki Íslands hf.

Cash Balances - Using Currency Exchange Rates 30.6.2010

Currency	In currency m			ISKbn		
	31.3.2010	30.6.2010	Change in Quarter	31.3.2010	30.6.2010	Change in Quarter
AUD	11	12	1	1,2	1,3	0,1
CAD	51	49	(2)	6,1	5,9	(0,2)
DKK	85	82	(3)	1,8	1,7	(0,1)
EUR	388	456	68	60,7	71,5	10,8
GBP	523	675	152	99,8	128,8	29,0
ISK	15.552	24.046	8.494	15,6	24,0	8,4
USD	223	265	42	28,4	33,8	5,4
Other				1,5	1,5	0,0
Total ISKm				215,1	268,5	53,4

Currency Composition of Cash Balances 30.6.2010



Cash Positions by Location

Location	31.3.2010*	30.6.2010	Change in Quarter
Reykjavik	73,2	99,1	25,9
London	109,3	132,3	23,0
Amsterdam	22,2	27,5	5,3
Labki/Halifax	10,4	9,6	-0,8
Total ISKbn	215,1	268,5	53,4

*Using Exchange Rates 30.6.2010, using Exchange Rate 31.3.2010 the number is ISKbn 223

- Cash balances have increased by 24% in the period and amounts now to 23% of the total expected recovery. Excluding the NBI bond the recovery percentage is 32%.
- The most significant increase during the quarter is in GBP balances.
- Cash increase during Q2 is almost entirely due to cash income from loan book.

Treasury

Landsbanki Íslands hf.

Largest Bank Balances in ISK Equivalent - 30.6.2010

Bank of England [1]	94,3
Central Bank of Iceland [2]	67,6
Domestic Bank 1 [3]	30,7
Foreign Bank 1 (S&P: A)	15,3
Foreign Bank 2 (S&P: A+)	10,8
Foreign Bank 3 (S&P: A-)	10,6
Foreign Bank 4 (S&P: AA-)	9,6
Foreign Bank 5 (S&P: A-)	5,2
Foreign Bank 6 (S&P: AA-)	4,4
Foreign Bank 7 (S&P: A)	4,3
Foreign Bank 8 (S&P: A+)	4,1
Dutch Central Bank	3,2
Foreign Bank 9 (S&P: A)	2,6
Foreign Bank 10 (S&P: A+)	1,7
Foreign Bank 11 (S&P: A+)	1,6
Foreign Bank 12 (S&P: AA)	1,1
Domestic Bank 2	0,7
Foreign Bank 13	0,6
Foreign Bank 14	0,1
Total ISK bn	268,5

Development post Q2 and further clarification:

- [1] Balance of the Bank of England account as of 20th of August is 9,5bn ISK equivalent. In August funds were deposited on interest bearing accounts in the UK and on mainland Europe.
- [2] Funds held on accounts at the Central Bank of Iceland are on maturity early September. The aim is to reduce the balance. The increase from last figures is solely due to domestic recoveries, no funds have been transferred to Iceland with the aim to invest there.
- [3] Domestic Bank 1: Thereof 23,3bn in ISK.
- In April the bank gained full control over the branch in the Netherlands and in July the bank was no longer subjected to constraints regarding transferring cash from Landsbanki London branch. As a result, the cash management is now carried out on a more global level, thus increasing interest revenues.
 - The bank has established deposit accounts with five new foreign banks and aims at opening more accounts in the weeks to come.

Total Cost First Half 2010

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All values in ISKm	H1 2010
Payroll and benefits	1.605
Administration cost	189
Legal and other expert cost	2.953
<i>Domestic</i>	470
<i>Foreign</i>	2.483
Dutch Administration cost	217
Housing Cost	119
IT cost	71
Other Operational costs	265
SLA cost	525
Total ISKm	5.944

Cost by locations and SLA	H1 2010
SLA	525
Reykjavík	2.959
London	1.840
Amsterdam	465
Labki/Halifax	156
Total ISKm	5.944

Total Payroll in ISKm for H1 and number of staff as per 30.6.2010					
	Reykjavík	London *	Amsterdam	Labki/Halifax	Total
Total Payroll	294	762	94	86	1.236
No. staff	53	53	3	6	115

*Total salary and related expense for London was 1.131m for the year to date, with 762m of regular payroll and 369m relates to specific contracts.

Legal and other expert cost - Break down	H1 2010
All values in ISKm	
Freezing order UK	44
Creditors relations and NBI negotiations	405
Forensic auditing	1.334
Recovery projects (breakdown below)	698
<i>Corporate</i>	556
<i>Financial Institution</i>	142
Other	473
Total ISKm	2.953

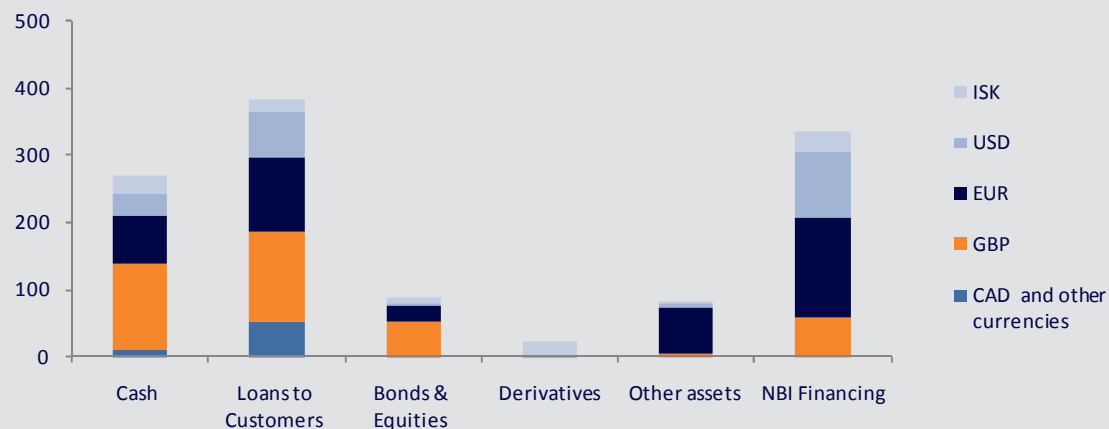
- Legal and other expert cost is 50% of total cost (foreign 42%, domestic 8%). Expert cost (Forensic Audit and Legal cost) is mainly booked in Reykjavík.
- Number of employees in London Branch has been gradually reduced and is now 53 (the number was 65 at end of Q1)

LBI Estimated Recovery by Currency

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ISKbn	ISK	USD	EUR	GBP	CAD	Other currencies	Total
Cash	24	34	72	129	6	5	269
Loans to Customers	17	69	111	134	28	23	382
Bonds & Equities	9	4	23	52	0	0	87
Derivatives	22	0	0	0	0	0	22
Other assets	3	6	68	5	0	0	83
Total assets without NBI Instrument	74	112	274	320	34	28	842
Financial instrument from NBI	28	98	144	55	0	0	325
NBI Contingent Bond	0	3	5	2	0	0	10
Total assets	102	213	422	377	34	28	1.177

Estimated Recovery by Currency in ISKbn



- Estimated recovery in EUR is higher mainly due to increased estimated recovery and restructuring of ISK assets into EUR both following recent agreements.
- 36% off expected recovery is in EUR, 32% in GBP and 18% in USD. 9% of expected recovery is in ISK.

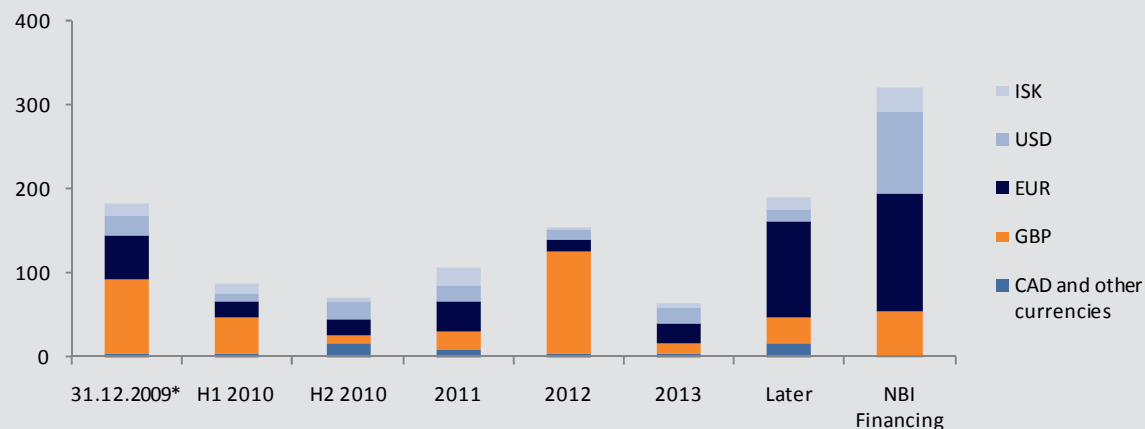
Estimated cash-flow by currency

Landsbanki Íslands hf.

ISKbn	Cash 31.12.2009*	Cash H1 2010	H2 2010	2011	2012	2013	Later	NBI A - Bond	Contingent Bond	Total
ISK	14	10	6	21	3	5	15	28	0	102
USD	23	11	20	20	10	19	14	94	3	213
EUR	53	18	20	37	16	22	114	136	5	422
GBP	86	43	9	21	120	12	31	52	2	377
CAD and other currencies	5	5	16	9	5	5	17	0	0	62
Total assets	182	86	72	108	154	64	190	311	10	1.177

*Using Exchange Rate 30.6.2010

Estimated Cash-Flow by Currency in ISKbn



- Despite of FX fluctuations the cash forecast for FY 2010 has been revised upwards due to greater than forecasted receipts for H1 2010.
- ISK 269bn has already been collected in cash. By this year end it is estimated that cash collected will reach ISK 341bn.
- As a result of the debt completion not being finalized no interest payments on the A bond have been received from NBI.

Global Exposures Status Review

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- Exposures where there are possible recovery are reported as Loans to Financial Institutions.
- Objective of the project is to maximise reclaims of LBI's assets held by external financial institutions.
- The project is governed by a committee with members from Winding up Board and Resolution Committee and is executed by LBI staff in London and Reykjavik with assistance from outside experts as required.
- First phase was primarily focused on custodial accounts for securities and cash and on derivative contracts where LBI had clear surpluses of assets.
- The second phase of the project is currently ongoing and includes verification of relevant counterparty closeout calculations for derivatives and securities finance plus legal validation of set-offs where applicable.
- Counterparties under review are around 650. The number of contracts under review is in excess of 8,000 which involve 900 underlying instruments.
- Work is ongoing on reviewing all cases.
- General challenges in recovery include that master agreements are generally drafted for the benefit of non-defaulting parties regarding determination of closeout or loss amounts.
- One case in dispute revolves around what constitutes a reasonable loss calculation under ISDA for a large derivative portfolio of credit obligations. The counterparty bases its loss calculations on one unaccepted bid although the actual loss was much less as the portfolio was sold to the bidding party a few days later for a considerably higher price.
- There are a handful of cases where counterparties have attempted to apply tri-party set-off from ISDA or GMSLA obligations from subsidiaries. All of these cases are actively being pursued for recovery.
- In the period estimated recovery has increased by ISK 8bn.

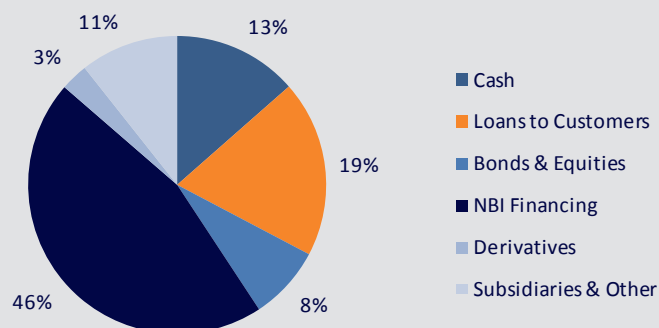
Estimated Recovery

Reykjavik

Estimated Recovery ISKbn	31.3.2010	30.6.2010	FX change	Actual Change in Quarter*	
Cash	76,5	99,1	(3,7)	26,3	34%
Loans to Customers	158,8	140,8	(5,0)	(13,1)	(8%)
Bonds & Equities	63,6	58,8	(0,7)	(4,1)	(6%)
NBI Financing	347,2	334,6	(14,7)	2,1	1%
Derivatives	29,4	21,7	0,0	(7,7)	(26%)
Subsidiaries & Other	35,1	78,3	(6,1)	49,3	141%
Total	710,6	733,3	(30,2)	52,9	7%

*Actual Change excluding FX variations.

Estimated Recovery as of 30.6.2010



- Actual estimated recovery has increased by ISK 53bn or 7%. FX change decreases the reported recovery by ISK 30bn, down to ISK 733bn.
- Increased recovery is mainly explained by recent agreements and increased valuation.
- Cash balance has increased by 34% in the period and 14% of the estimated recovery has been collected in cash.
- Derivatives decrease due to revaluations.
- NBI Financing; Court rulings on FX loans will not affect the A Bond issued by NBI but the impact on the Equity in NBI and the Contingent Bond A is uncertain.

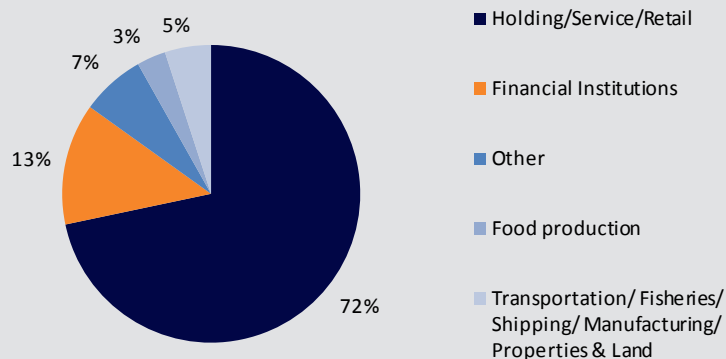
Loans to Customers by Sector

Reykjavik

ISKbn Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Holding/Service/Retail	648,5	627,5	114,1	105,7	18%	17%
Fisheries	14,6	14,3	1,4	1,4	10%	10%
Transportation	16,1	16,5	3,3	4,4	20%	27%
Food production	37,1	34,8	5,1	4,6	14%	13%
Properties & Land	12,0	10,9	0,0	0,0	0%	0%
Manufacturing	3,0	2,8	0,8	0,6	27%	21%
Shipping	2,4	2,2	2,4	2,2	100%	100%
Financial Institutions	27,5	15,1	20,6	10,4	75%	69%
Other	27,9	27,9	11,0	11,5	39%	41%
Total ISKbn	789,1	752,0	158,8	140,8	20%	19%

- **Holding/Service/Retail**
Exposure goes down due to payments, estimated recovery changes due to recent agreements and increase in valuation.
- **Fisheries**
No material changes.
- **Transportation**
Higher valuation for one asset.
- **Food production**
No material changes.
- **Properties & land**
No material changes.
- **Manufacturing**
No material changes.
- **Shipping**
No material changes.
- **Financial Institutions**
Reclassification of one loan to Loans to Financial Institutions explains lower exposure and estimated recovery.
- **Other**
No material changes.

Estimated Recovery as of 30.6.2010



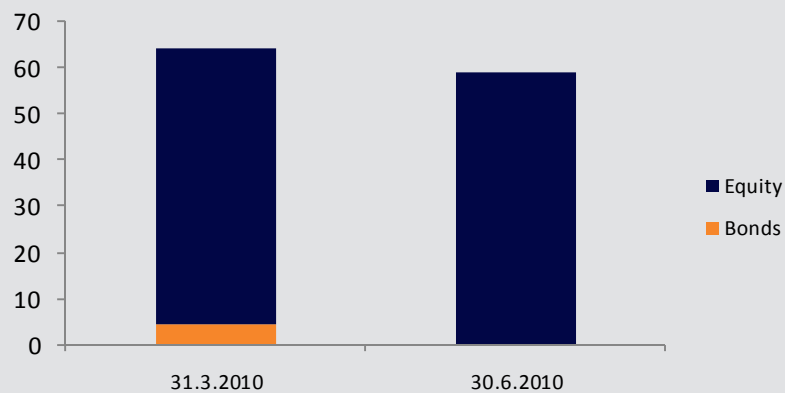
Bonds & Equities

Reykjavik

Estimated Recovery ISKbn	31.3.2010	30.6.2010	Change in Quarter
Bonds	4,4	0,2	(95%)
Equity	59,7	58,6	(2%)
Total	64,1	58,8	(8%)

- **Bonds**
Payment in line of expected recovery was collected in the period.
- **Equities**
No material changes.

Estimated Recovery as of 30.6.2010



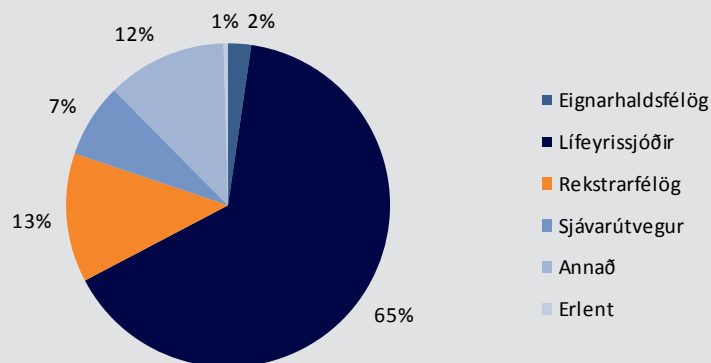
Derivatives Book by Industry

Reykjavik

ISKbn Sector	Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Holding companies	23,5	23,6	0,6	0,5	3%	2%
Pension Funds	31,9	31,9	19,1	14,1	60%	44%
Industrials	26,4	24,4	3,4	2,8	13%	11%
Fisheries	12,5	11,8	2,1	1,6	17%	14%
Other	7,6	6,4	3,7	2,6	49%	41%
Total Domestic	101,9	98,1	28,9	21,6	28%	22%
Foreign	2,2	2,0	0,5	0,1	23%	5%
Total	104,1	100,1	29,4	21,7	28%	22%

- Estimated recovery decreases due to devaluation and payments.
- Estimated recovery in Pension Funds decreases due to lower valuation.
- Payments and lower valuation explain decreased exposure and estimated recovery in Industrials.
- Exposure and estimated recovery decreases in Fisheries due to payments.
- Lower exposure and estimated recovery in Other is due to payments and lower valuation.
- Payments of Foreign derivatives with high recovery and decrease in valuation explain lower exposure and lower recovery rate.

Áætlað verðmæti m.v. 30.6.2010

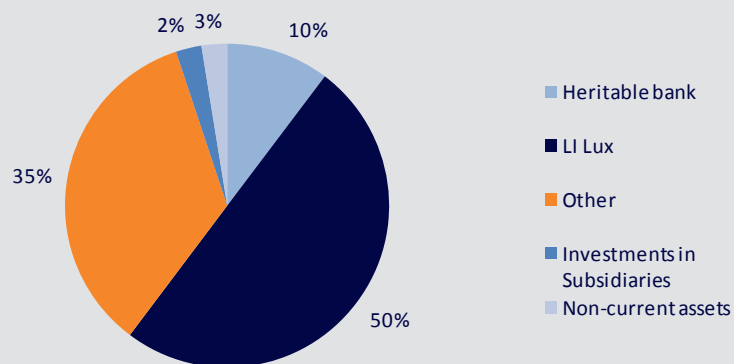


Subsidiaries & Other

Reykjavík

All amounts in ISKbn	Recorded Balance		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Loans to Financial Institutions	207	240	17	75	8%	31%
Heritable bank	15	13	9	8	60%	62%
LI Lux	157	141	8	39	5%	28%
Other	35	86	0	27	0%	32%
Investments in Subsidiaries	103	89	16	2	16%	2%
Non-current assets	2	2	2	2	100%	100%
Other assets	9	7	0	0	0%	0%
Total ISKbn	321	339	35	79	11%	23%

Estimated Recovery as of 30.6.2010



- **Loans to financial institutions:** Increase in valuation as a result of agreement with LI Lux, reclassification from Loan book and increase in Global Exposure recovery.
- **Subsidiaries:** Decrease in Exposure and Recovery due to reclassification to Loans to Financial Institutions following recent agreements.
- **Non-current assets:** No material changes.
- **Other assets:** No material changes.

Estimated Recovery

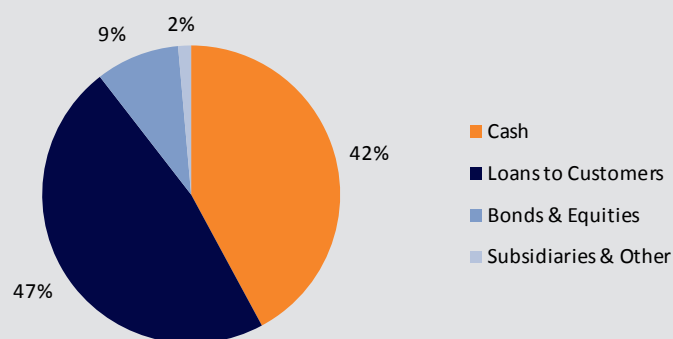
London

Estimated Recovery ISKbn	31.3.2010	30.6.2010	FX change	Actual Change in Quarter*	
Cash	111,1	132,3	(2,0)	23,2	21%
Loans to Customers	182,7	148,9	(4,9)	(29,0)	(16%)
Bonds & Equities	12,4	28,6	(0,6)	16,8	136%
Subsidiaries & Other	4,4	4,4	0,0	0,0	0%
Total	310,6	314,2	(7,5)	11,1	4%

*Actual Change excluding FX variations.

- 42% of assets have now been recovered and are held on cash accounts.
- Higher estimated recovery is mainly due to increase in value of the bond position as a result of the recent agreements but is offset due to FX impact.
- Loans to customers actual changes is a decrease due to repayments and valuation changes.

Estimated Recovery as of 30.6.2010

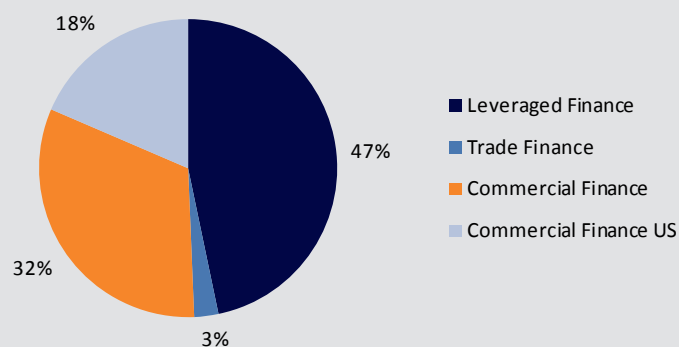


Loans to Customers

London

All amounts in ISKbn	Loan Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Leveraged Finance	171,0	150,3	88,0	69,6	51%	46%
Trade Finance	4,0	4,0	3,9	3,9	98%	97%
Commercial Finance	65,9	51,1	62,2	47,8	94%	94%
Commercial Finance US	29,4	28,4	28,6	27,6	98%	97%
Balance Sheet total	270,3	233,8	182,7	148,9	68%	64%

Estimated Recovery as of 30.6.2010



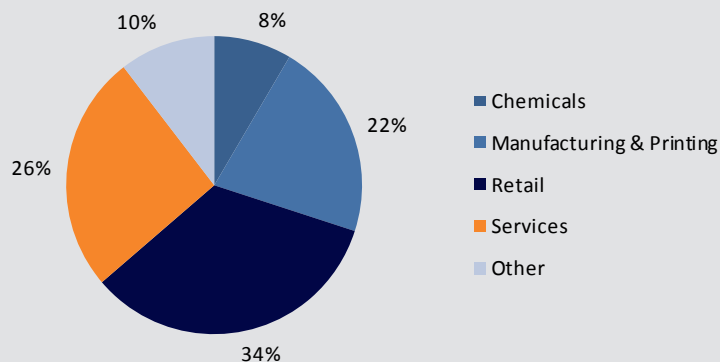
- Net reduction in exposure for Leverage Finance was GBP 98m, thereof GBP 36.4m due to FX changes.
- One loan and a part of another one were sold at par and another one with a discount to prevent more loss.
- Leverage Finance: two loans were repaid in full.
- The Trade Finance loan book is steady but had a GBP 1m repayment during this period.
- Commercial Finance: net reduction was around GBP 76m, 7 assets have matured at full value (GBP 66.5m). Reduction in exposure attributable to FX during this period was GBP 6.8m.
- The loan books continue to perform as expected except for one large exposure that has been decreased in value due to restructuring.

Loans to Customers by Sector

London

Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Chemicals	72,8	70,4	17,3	12,6	24%	18%
Manufacturing & Printing	52,2	40,6	42,6	32,1	81%	79%
Retail	66,3	59,1	57,0	50,1	86%	85%
Services	57,4	44,2	48,1	38,6	84%	87%
Other	21,6	19,5	17,7	15,5	83%	80%
Total ISKbn	270,3	233,8	182,7	148,9	68%	64%

Estimated Recovery as of 30.6.2010



- Chemicals – Repayments and decreased valuation explains lower recovery.
- Manufacturing & Printing – Decrease in exposure and recovery due to repayments and restructuring.
- Retail – The main changes in this category are due to less draw downs in Commercial Finance where most of the retail deals are located and one full repayment.
- Services – Reduction in exposure and recovery mainly due to payments.
- Other – Decrease in exposure and recovery due to repayments and restructuring.

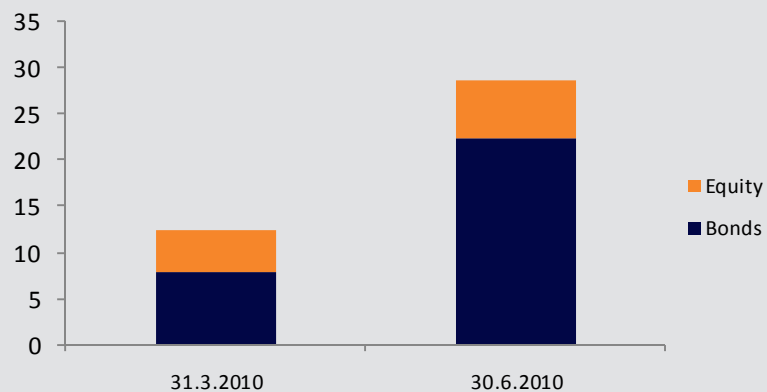
Bonds & Equities

London

Estimated Recovery ISKbn	31.3.2010	30.6.2010	Change in Quarter
Bonds	7,8	22,3	186%
Equity	4,6	6,3	37%
Total	12,4	28,6	131%

- The Betula subordinated bond (the "B bond") was increased in value as agreement has been reached in Luxembourg which secures longer term funding and stability for the Betula structure.
- Retail UK position was transferred from Iceland in Q2 which explains increase in Equity.

Estimated Recovery as of 30.6.2010



Estimated Recovery

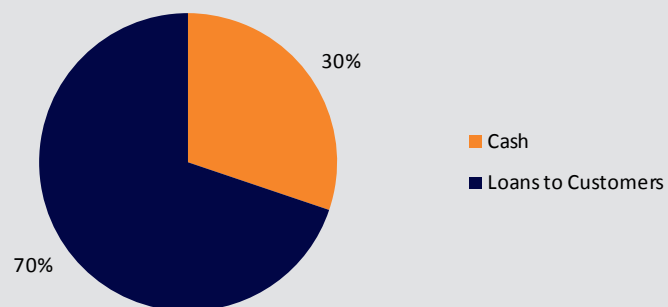
Amsterdam

Estimated Recovery ISKbn	31.3.2010	30.6.2010	FX change	Actual Change in Quarter*	
Cash	23,3	27,5	(2,2)	6,4	27%
Loans to Customers	72,8	63,6	(5,5)	(3,7)	(5%)
Total	96,1	91,1	(7,7)	2,7	3%

*Actual Change excluding FX variations.

- Increase in cash due to repayments.
- Loan book stable but FX fluctuation decreases the value by ISK 5,5bn.

Estimated Recovery as of 30.6.2010

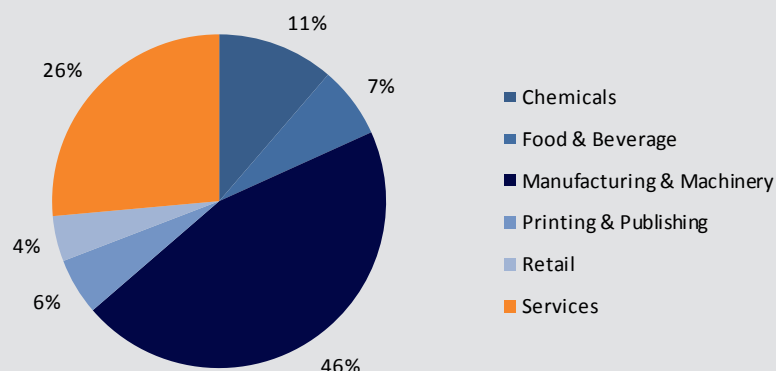


Loans to Customers by Sector

Amsterdam

Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Chemicals	7,9	7,4	7,7	7,2	98%	98%
Food & Beverage	5,2	4,5	5,1	4,4	98%	98%
Manufacturing & Machinery	34,7	30,2	33,2	28,9	96%	96%
Printing & Publishing	5,5	5,0	5,3	3,5	98%	70%
Retail	7,9	5,4	5,1	2,8	65%	52%
Services	26,8	24,9	16,4	16,8	61%	67%
Total ISKbn	88,0	77,4	72,8	63,6	83%	82%

Estimated Recovery as of 30.6.2010



- Recovery is steady between periods with only 1% change in recovery. One of our exposures was fully repaid within this period and a part of a loan was sold.
- The reason behind the decreased recovery rate within the Printing and Publishing sector is a lower estimated recovery for one of our exposures in that sector.
- The decrease in recovery for the retail sector is due to repayment of one of our exposure.
- Increased recovery in the Services sector is due to higher valuation.

Estimated Recovery

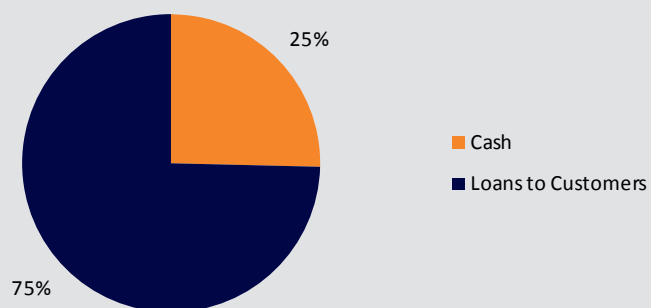
Labki/Halifax

Estimated Recovery ISKbn	31.3.2010	30.6.2010	FX change	Actual Change in Quarter*	
Cash	10,6	9,6	(0,2)	(0,8)	(8%)
Loans to Customers	30,3	28,2	(1,1)	(1,0)	(3%)
Total	40,9	37,9	(1,2)	(1,8)	(4%)

*Actual Change excluding FX variations.

- Change in cash during this period is due to draw downs in June.
- Estimated recovery is lower as a result of lower valuation of one large exposure.

Estimated Recovery as of 30.6.2010

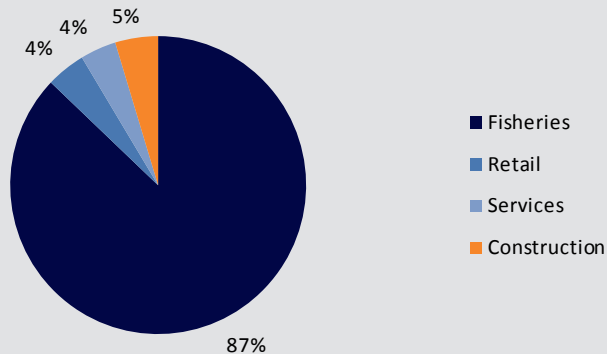


Loans to Customers by Sector

Labki/Halifax

Sector	Loan Exposure		Estimated Recovery		Recovery Rate%	
	31.3.2010	30.6.2010	31.3.2010	30.6.2010	31.3.2010	30.6.2010
Chemicals	1,1	0,6	0,5	0,2	42%	39%
Fisheries	29,4	30,1	26,0	24,4	88%	81%
Retail	1,1	1,2	1,1	1,2	98%	98%
Services	1,2	1,2	1,2	1,1	98%	98%
Construction	1,5	1,3	1,5	1,3	98%	98%
Total ISKbn	34,3	34,4	30,3	28,2	88%	82%

Estimated Recovery as of 30.6.2010



- Overall decrease by 6% due to lower valuation in Fisheries.
- Other exposures are stable.