Glitnir hf.

Statement of Assets and Liabilities

Incorporating an estimate of the value of assets as at 30 September 2013 and a computation of liabilities

15 November 2013

Disclaimer

This document includes a Statement of Assets and Liabilities as at 30 September 2013 (the “Statement”). You should carefully review the financial information and read the Supplementary Notes and Valuation Methodologies included as appendices. The actual realisable value of Glitnir’s assets and the amount of its liabilities may differ materially from the estimated value of assets and computation of liabilities set forth in this presentation. Certain factors that might cause the actual value of Glitnir’s assets and amount of liabilities to differ are set forth in Appendix 2, Supplementary Note 2, Limitations.

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The Statement of Assets and Liabilities has been prepared by Glitnir hf. The assumptions and estimates incorporated in the Statement of Assets and Liabilities and Notes remain the sole responsibility of Glitnir hf.


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Introduction

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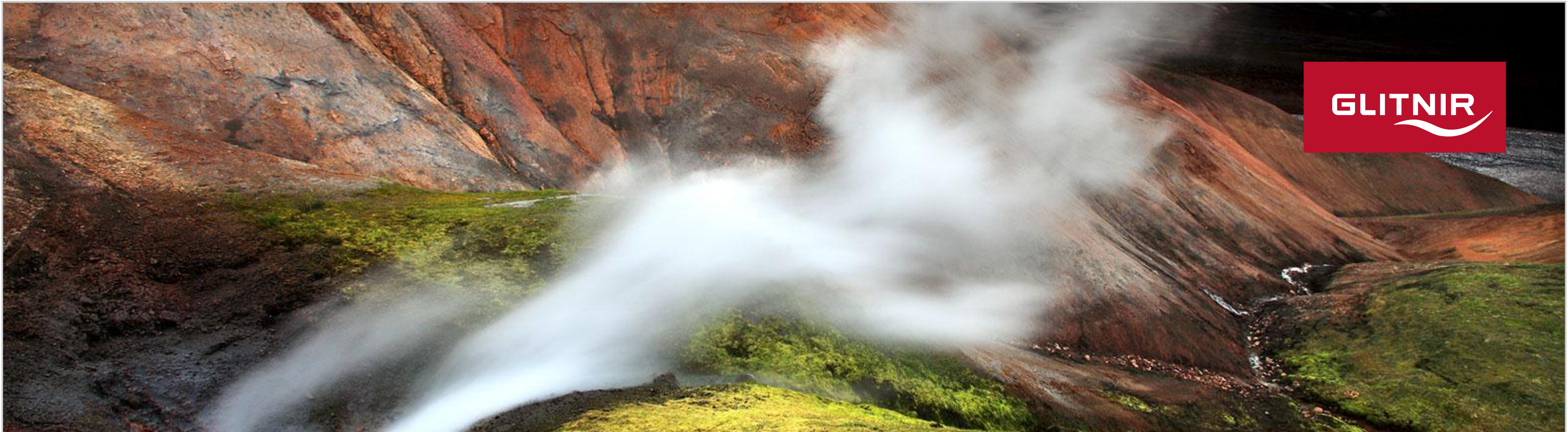
- The Statement is presented in ISK throughout (with certain supporting analyses also shown in EUR) and, unless otherwise stated, foreign currency values are translated at the mid rates published by the Icelandic Central Bank for 30 September 2013 (as detailed in Appendix 1). A significant proportion of the assets of Glitnir are denominated in foreign currencies. As a result, movements in foreign exchange rates may have a material impact on the estimated values presented herein. Comparative balances have not been retranslated from the foreign exchange rates used as at that date. Detail on Glitnir's FX strategy was published on its website on 22 September 2010.
- The Combined Balance Sheet includes the sum of the Assets and Liabilities of Glitnir and its subsidiaries, except for Íslandsbanki, Steinvirki ehf. and Reviva Capital SA.
- Glitnir's claim register is denominated in ISK based on foreign exchange rates on 22 April 2009. As a result, the eventual amount of ISK liabilities will be determined by the claims determination process and will not be subject to exchange rate movements. Where the liabilities presented in the Statement have been translated from ISK into EUR, this is for informational purposes only and the foreign exchange rate as at 30 September 2013 was used.
- The notes and appendices included in this presentation form an integral part of the Statement and should be reviewed in conjunction with it, along with the Statements of Assets and Liabilities as at 30 June 2013 and associated notes and appendices.
- The Winding-Up board and the management of Glitnir are solely responsible for the valuation of assets included in the Statement of Assets and Liabilities.



1. Introduction
2. Statement of Assets and Liabilities as at 30 September 2013
3. Notes to the Statement of Assets and Liabilities as at 30 September 2013

Statement of Assets and Liabilities - Combined

30 September 2013	ISKm Combined 30 Sept 2013	ISKm Combined 30 June 2013	ISKm Combined 31 Dec 2012	EURm Combined 30 Sept 2013	EURm Combined 30 June 2013	EURm Combined 31 Dec 2012
Assets						
Loans to customers	**159.136**	**185.507**	**243.930**	974	1.152	1.437
Derivatives claims	**23.766**	**23.944**	**32.387**	145	149	191
Bonds and debt instruments	**16.419**	**20.290**	**31.139**	100	126	183
Shares and equity investments	**38.895**	**42.872**	**39.142**	238	266	231
Investments in subsidiaries	**132.081**	**132.079**	**117.027**	808	820	689
Cash and cash equivalents	**547.831**	**511.095**	**462.079**	3.353	3.173	2.721
Other assets	**5.979**	**3.670**	**9.881**	37	23	58
Total assets	**924.107**	**919.459**	**935.585**	**5.656**	**5.707**	**5.510**
Liabilities						
Claims	**2.408.325**	**2.411.236**	**2.428.494**	14.740	14.967	14.302
Other liabilities	**3.956**	**3.910**	**4.303**	24	24	25
Total liabilities	**2.412.281**	**2.415.146**	**2.432.797**	14.764	14.992	14.327
Equity	**(1.488.173)**	**(1.495.687)**	**(1.497.212)**	(9.108)	(9.284)	(8.818)
	924.107	**919.459**	**935.585**	**5.656**	**5.707**	**5.510**

Statement of Assets and Liabilities

Key trends summary

Total assets

- Total combined assets have decreased by ISK11.4bn from ISK935.5bn as at 31 December 2012 to ISK924.1bn as at 30 September 2013. The key drivers for this were:
  - a negative net impact of ISK42.1bn due to movements in FX rates, principally the strengthening of the ISK against various currencies (USD, EUR, NOK and GBP);
  - an increase in the value of the bonds of ISK4.7bn
  - an increase in the value of equity of ISK2.8bn
  - an increase in the value of the loan portfolio and interest income of ISK7.0bn, and
  - An increase in the value of investments in subsidiaries of ISK18.3bn;
- Total combined assets in EUR have increased from EUR5,510m to EUR5,656m over the period.
- Glitnir's cash balance has increased by ISK85.7bn from ISK 462.1bn as at 31 December 2012 to ISK547.8bn as at 30 September 2013. This increase was driven by principal and interest repayments received from the portfolio of loans to customers, repayments of derivative claims and repayments and sale of bonds.

Total liabilities

- As a result of the Winding-up Board's continuing work on registered claims, certain adjustments have been made to the amount of registered claims recorded initially to arrive at the estimated computation of liabilities shown in page 6. In the current year, these adjustments resulted in a reduction to total claims of ISK20.1bn since 31 December 2012 to ISK2.408bn as at 30 September 2013. Further detail on these adjustments is provided in Note H of this document.

Statement of Assets and Liabilities

Reconciliation of Glitnir’s combined assets

ISKm	Balance as at 31.12.2012	Cash movements and other changes	FX movements	Changes in valuation and netting	Balance as at 30.9.2013
Assets					
Loans to customers	243.930	(79.390)	(12.464)	7.060	159.136
Derivatives claims	32.387	(8.539)	(828)	746	23.766
Bonds and debt instruments	31.139	(18.670)	(783)	4.733	16.419
Shares and equity investments	39.142	(549)	(2.472)	2.774	38.895
Investment in subsidiaries	117.027	(3.214)	(7)	18.275	132.081
Cash and cash equivalents	462.079	111.298	(25.546)	0	547.831
Other assets	9.881	(4.105)	(61)	263	5.979
Total assets	**935.585**	**(3.168)**	**(42.161)**	**33.852**	**924.107**

- The table above provides an analysis of the key factors which affect the movement in the estimated realisable value of Glitnir’s consolidated asset portfolio between 31 December 2012 and 30 September 2013.
- The changes in valuation and netting include interest income during the period.

Statement of Assets and Liabilities

Foreign currency analysis of combined assets

30 September 2013									
ISKm	**EUR**	**ISK**	**NOK**	**USD**	**GBP**	**CAD**	**DKK**	**Other**	**Total**
Loans to customers	30.466	39.675	47.867	8.355	18.218	322	6.649	7.583	159.136
Derivatives claims	954	11.942	0	10.870	0	0	0	0	23.766
Bonds and debt instruments	0	15.839	0	580	0	0	0	0	16.419
Shares and equity investments	1.488	15.387	7.876	1.146	2.618	3.781	0	6.600	38.895
Investments in subsidiaries	127	131.954	0	0	0	0	0	0	132.081
Cash and cash equivalents	200.391	54.985	55.854	127.557	69.767	30.314	769	8.193	547.831
Other assets	107	5.655	160	1	1	0	36	20	5.979
Total assets	**233.532**	**275.437**	**111.757**	**148.510**	**90.604**	**34.418**	**7.454**	**22.396**	**924.107**
Precentage of total	*25,3%*	*29,8%*	*12,1%*	*16,1%*	*9,8%*	*3,7%*	*0,8%*	*2,4%*	*100,0%*
Precentage of total (ISK without ISB)		*15,6%*							
Total assets as at 31 December 2012	**234.358**	**254.528**	**129.669**	**144.827**	**95.599**	**35.552**	**13.130**	**27.921**	**935.585**
Precentage of total 31.12.2012	*25,0%*	*27,2%*	*13,9%*	*15,5%*	*10,2%*	*3,8%*	*1,4%*	*3,0%*	*100,0%*
Precentage of total (ISK without ISB)		*14,8%*							

- The table above shows the estimated split of Glitnir's combined assets by currency as at 30 September 2013.
- The investment in Islandsbanki is assumed to be denominated solely in ISK (although the investment may not ultimately be monetised wholly in ISK).

Statement of Assets and Liabilities

Assets classified as Icelandic and non-Icelandic

GLITNIR

30 September 2013

ISKm	ISK assets	Fx from Icelandic counter-parties	Total Icelandic assets	Non Icelandic assets	Combined 30 September 2013	Icelandic assets 31 December 2012	Non Icelandic assets 31 December 2012	Combined 31 December 2012
Assets								
Loans to customers	39.675	6.225	45.900	113.236	**159.136**	77.771	166.159	**243.930**
Derivatives claims	11.942	0	11.942	11.824	**23.766**	12.435	19.951	**32.387**
Bonds and debt instruments	15.839	0	15.839	580	**16.419**	20.616	10.523	**31.139**
Shares and equity investments	15.387	0	15.387	23.508	**38.895**	14.958	24.184	**39.142**
Investments in subsidiaries	131.954	0	131.954	127	**132.081**	116.836	191	**117.027**
Cash and cash equivalents	54.985	28.827	83.812	464.019	**547.831**	41.814	420.265	**462.079**
Other assets	5.655	0	5.655	324	**5.979**	7.254	2.627	**9.881**
Total assets	**275.437**	**35.052**	**310.489**	**613.619**	**924.107**	**291.685**	**643.900**	**935.585**
Proportion - Icelandic- non Icelandic	30%	4%	34%	66%	100%	31%	69%	100%

- The table above shows the split of Glitnir’s combined assets by Icelandic and non-Icelandic counterparties as at 30 September 2013.
- The Icelandic assets are loan agreements, bonds, shares and cash generated from Icelandic counterparties.
- The Icelandic assets are split between assets in ISK and assets in foreign currency from Icelandic counterparties.


GLITNIR

Asset / liability class analysis

A: Loans to customers – reconciliation

30 September 2013	30.9.2013	30.9.2013		31.12.2012	31.12.2012	
ISKm	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%
Opening balance	424.684	243.930	57%	710.259	311.206	44%
Capital repayments	(62.483)	(62.483)		(116.871)	(116.871)	
Interest repayments	(6.142)	(6.142)		(19.928)	(19.928)	
Write off	(28.467)	(2.347)		(26.396)	(83)	
Reclass	(3.215)	(8.418)		(196.800)	(18.639)	
New loans	0	0		27.208	22.738	
Valuation changes	6.638	7.060		13.804	47.353	
Fx impact	(22.115)	(12.464)		33.407	18.154	
Total Loans to Customers	308.901	159.136	52%	424.684	243.930	57%

- The above table sets out the changes in the loan portfolio from 1 January 2013 to 30 September 2013 compared with changes in the portfolio during 2012
- The carrying values in the table above represents the values recorded in Glitnir's accounting records before any credit risk adjustments.

Asset / liability class analysis

A: Loans to customers – industry analysis

30 September 2013 ISKm	30.9.2013 Carrying value	30.9.2013 Estimated realisable value	Re-covery %	31.12.2012 Carrying value	31.12.2012 Estimated realisable value	Re-covery %
Holding Companies	**101.404**	**7.857**	8%	**121.792**	**12.635**	10%
Seafood	**11.909**	**9.898**	83%	**20.070**	**16.779**	84%
Offshore-& Transport service	**36.174**	**33.180**	92%	**55.092**	**51.243**	93%
Manufacturing	**14.787**	**11.448**	77%	**33.065**	**24.803**	75%
Property & Real Estate	**92.306**	**62.324**	68%	**124.421**	**91.929**	74%
Financial Institutions	**1.059**	**628**	59%	**5.840**	**3.203**	55%
Retail	**18.002**	**10.632**	59%	**25.137**	**14.289**	57%
Utilities	**0**	**0**		**251**	**238**	95%
Other	**33.260**	**23.168**	70%	**39.016**	**28.812**	74%
Total Loans to Customers	**308.901**	**159.136**	**52%**	**424.684**	**243.930**	**57%**

- Whilst loans to holding companies represents the largest element of the portfolio by carrying value (33%), it has the lowest estimated realisable value when compared to carrying value (8%).
- Property & real estate loans represents the largest element of the portfolio by estimated realisable value (39% of the total). The majority of property & real estate loans relate to the Luxembourg property portfolio.

Asset / liability class analysis

A: Loans to customers – geographical analysis

30 September 2013	30.9.2013	30.9.2013		31.12.2012	31.12.2012	
ISKm	Carrying value	Estimated realisable value	Re-covery %	Carrying value	Estimated realisable value	Re-covery %
Iceland	**148.017**	**45.900**	31%	**203.817**	**77.771**	38%
Norway	**71.655**	**62.190**	87%	**97.833**	**85.757**	88%
United States	**9.715**	**2.631**	27%	**15.347**	**6.546**	43%
UK	**27.566**	**22.680**	82%	**32.809**	**29.288**	89%
Germany	**28.645**	**19.200**	67%	**41.930**	**26.118**	62%
Canada	**0**	**0**		**1.831**	**1.827**	100%
Denmark	**12.973**	**1.631**	13%	**14.934**	**2.550**	17%
Sweden	**3.388**	**2.847**	84%	**8.051**	**8.051**	100%
Other	**6.942**	**2.057**	30%	**8.132**	**5.989**	66%
Total Loans to Customers	**308.901**	**159.136**	**52%**	**424.684**	**243.930**	**57%**

- Norway and Iceland represents the most significant element of the loans to customers portfolio by estimated realisable value, Norway 39% and Iceland 29% of the total.

Asset / liability class analysis

A: Loans to customers – currency analysis

30 September 2013	30.9.2013	30.9.2013		31.12.2012	31.12.2012	
ISKm	Carrying value	Estimated realisable value	Re-covery %	Carrying value	Estimated realisable value	%
ISK	**121.902**	**39.675**	33%	**133.530**	**54.397**	41%
EUR	**58.424**	**30.466**	52%	**91.551**	**41.516**	45%
NOK	**54.332**	**47.867**	88%	**75.941**	**69.381**	91%
USD	**14.175**	**8.355**	59%	**30.311**	**19.982**	66%
GBP	**23.661**	**18.218**	77%	**36.543**	**30.317**	83%
DKK	**18.356**	**6.649**	36%	**20.341**	**8.905**	44%
SEK	**4.214**	**3.466**	82%	**7.224**	**8.328**	100%
CHF	**7.374**	**1.534**	21%	**16.576**	**5.299**	32%
CAD	**405**	**322**	80%	**444**	**353**	80%
JPY	**5.355**	**1.879**	35%	**11.392**	**4.622**	41%
Other	**704**	**704**	100%	**830**	**830**	100%
Total Loans to Customers	**308.901**	**159.136**	**52%**	**424.684**	**243.930**	**57%**

- NOK, ISK, EUR and GBP represents the most significant element of the loans to customers portfolio by estimated realisable value, NOK 30%, ISK 25%, EUR 19% and GBP 11%.

Asset / liability class analysis

B: Derivative claims analysis

	2013	2012
ISKm	Derivative claims - estimated realasable value	Derivative claims - estimated realasable value
Opening balance	32.387	20.313
Cash payments	(8.070)	(6.058)
Valuation & netting changes	746	38.384
Claims paid with loans and equity	(468)	(20.671)
Fx impact	(828)	419
Total derivative claims	**23.766**	**32.387**
Domestic counterparties	**11.942**	**12.435**
International counterparties	**11.824**	**19.951**
Total derivative claims	**23.766**	**32.387**

- The table shows the changes in the derivative claims for the period from 1 January 2013 to 30 September 2013 compared to changes during 2012.
- Claims that have not been settled have been referred to courts.

Asset / liability class analysis

C: Bonds and debt instruments analysis

30 September 2013 ISKm	Estimated realisable value as at 30.9.2013	Estimated realisable value as at 31.12.2012
Opening balance	**31.139**	**29.771**
Repayments and sale of bonds	(18.055)	(52)
Valuation & netting changes	4.733	527
Reclass	(616)	0
Fx impact	(783)	893
Total value of bonds	**16.419**	**31.139**
Bond positions		
Icelandic sovereign	15.118	19.041
Other Icelandic	720	1.576
International	580	10.523
Total value of bonds	**16.419**	**31.139**

- The table shows the movements in the bond assets from 1 January 2013 to 30 September 2013 compared to the movements during 2012.
- The International bond portfolio was sold during the period.

Asset / liability class analysis

D: Shares and equity investments analysis

30 September 2013 **ISKm**	**Estimated realisable value 30.9.2013**	**Estimated realisable value 31.12.2012**
Opening balance	39.142	58.094
Dividend/Sale	(7.680)	(33.041)
Equity conversion	7.131	4.335
Valuation changes	2.774	6.403
Fx impact	(2.472)	3.351
	38.895	**39.142**
Listed equities	364	383
Investment funds	4.583	10.574
Other unlisted equities	33.947	28.185
	38.895	**39.142**
UK	5.251	11.329
Iceland	15.387	14.958
Norway	7.876	8.791
Sweden	6.600	0
Canada	3.781	3.648
Other	1	417
	38.895	**39.142**

- The table shows the movements in the equities from 1 January 2013 to 30 September 2013 compared to the movements during 2012.

Asset / liability class analysis

E: Investment in subsidiaries analysis (underlying assets not consolidated)

ISKm	Value 30.9.2013	Value 31.12.2012
Íslandsbanki (95%)	131.320	115.836
Steinvirki (100%)	634	1.000
Reviva Capital SA (51%)	127	191
Total investments in subsidiaries	**132.081**	**117.027**

- The estimated value of 95% share in Íslandsbanki is based on a high level analysis of ISB's forecast performance and median trading multiples for ISB's peer group in the Euro area.
- The estimated value of other subsidiaries is based on book value of equity.

F: Other assets

Other assets ISKm	30.9.2013	31.12.2012
Accounts receivable	1.087	1.295
Claims on bankruptcy companies	982	3.507
Escrow accounts	3.910	5.080
Total other assets	**5.979**	**9.881**

- The carrying value of the claims on bankruptcy companies is ISK 172.6bn.

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Asset / liability class analysis

G: Cash flow analysis

ISKm	Q1	Q2	Q3	For the nine months ended 30 Sept 2013
Cash inflow:				
Principal loans to customers repayments	16.122	23.022	23.338	62.483
Interest on loans to customers reciepts	2.093	2.307	1.742	6.142
Derivatives claims repayments	7.078	993	0	8.070
Sale of bonds and maturities	6.870	6.780	4.405	18.055
Dividends and sale of shares	1.046	5.511	4.098	10.655
Interest income on cash balance	860	886	826	2.572
Other inflow	6.877	421	426	7.724
Total cash inflows	40.945	39.919	34.836	115.701
Cash outflow:				
Operational costs	(1.797)	(1.793)	(1.321)	(4.911)
Other	(48)	0	(1)	(49)
Payment of Claims	19	487	51	558
Total cash outflows	(1.826)	(1.306)	(1.270)	(4.403)
Total cash movement	39.119	38.613	33.566	111.298
Effect of exchange rate fluctuations	(26.226)	(2.490)	3.169	(25.546)
Opening cash balance	462.079	474.972	511.095	462.079
Closing cash balance	**474.972**	**511.095**	**547.831**	**547.831**

- The adjacent table summarises Glitnir's cash flow for Q1, Q2 and Q3 2013. The cash flow analysis is combined for Glitnir hf., GLB Holding ehf., Glitnir Luxembourg SA and for Haf and Holt.
- The most significant cash inflows is related to the repayment of principal and interest from loans to customers, sale of bonds and dividend payments.
- Included in the inflow of dividends in Q2 2013 is ISK2.9bn dividend payment from Íslandsbanki.
- The yield on the total cash balance for the period was 0.8%, on average, 1.2% on deposits and 0.6% on bonds.
- The total negative impact of foreign currency movements on the cash and cash equivalents balances was ISK25.5bn.

Asset / liability class analysis

G: Cash and cash equivalents analysis

ISKm	30 September 2013	%	31 December 2012	%
Cash balance held with:				
Icelandic banks	68.464	12%	34.250	7%
Skandinavian banks	52.335	10%	42.847	9%
European banks	30.932	6%	32.741	7%
Canadian bank	9.699	2%	1.670	0%
US- bank	0	0%	13.639	3%
Icelandic Gov bonds	20.985	4%	10.587	2%
International Gov bonds	365.416	67%	326.345	71%
Total	**547.831**	100%	**462.079**	100%
Liquid asset deposited in Iceland	89.449	16%	44.837	10%
Liquid asset deposited in other jurisdictions	458.382	84%	417.242	90%
	547.831	100%	**462.079**	100%
Total deposits	160.381	29%	125.147	27%
International bonds	365.416	67%	326.345	71%
Icelandic bonds	22.034	4%	10.587	2%
	547.831	100%	**462.079**	100%

ISKm	30 September 2013	%	31 December 2012	%
Liquid assets in currencies				
EUR	200.391	37%	179.938	39%
USD	127.557	23%	102.495	22%
GBP	69.767	13%	54.836	12%
NOK	55.854	10%	51.386	11%
ISK	54.985	10%	33.111	7%
CAD	30.314	6%	31.551	7%
DKK	769	0%	2.014	0%
Other	8.193	1%	6.749	1%
Total	**547.831**	100%	**462.079**	100%

- The aim of Glitnir's cash management strategy is to minimise risk within the portfolio.
- The current liquidity strategy is to hold 10-30% of total cash and cash equivalents deposited in Iceland and 70-90% in other jurisdictions.
- The investment policy is to hold 50-100% of liquid assets in government bonds and bills and 0-50% in cash and term deposits.

Asset / liability class analysis

G: Cash and cash equivalents analysed by maturity – bond portfolio analysis

Liquid assets - Maturity profile

ISKm	Deposits	Bonds	Total	
Maturity:				
0-3 months	117.078	239.889	356.967	65%
3-6 months	39.554	121.034	160.587	29%
6-9 months	1.873	25.370	27.244	5%
9-12 months		0	0	0%
+ 12 Months	1.876	1.157	3.033	1%
	160.381	**387.450**	**547.831**	**100%**

ISKm	30.9.2013		31.12.2012	
USA	107.970	28%	83.667	25%
Germany	43.459	11%	44.991	13%
Norway	55.099	14%	44.978	13%
UK	53.246	14%	38.817	12%
France	42.708	11%	51.280	15%
Netherland	31.207	8%	26.431	8%
Canada	28.580	7%	29.745	9%
Iceland	20.985	5%	10.619	3%
Denmark	3.148	1%	0	0%
Sweden	0	0%	3.218	1%
Other bonds	1.049	0%	3.185	1%
Total liquid Bonds	**387.450**	100%	**336.932**	100%

- The table on the left summarises the maturity profile of Glitnir´s liquid asset portfolio.
- The most significant element of Glitnir's combined cash and cash equivalents relates to bond portfolio (as analysed in the table on the right), this includes a portfolio managed by UBS on behalf of Glitnir.

Asset / liability class analysis

H: Analysis of liabilities

- The tables in this section set out an analysis of Glitnir's liabilities presented in the Statement (page 6).
- The first table summaries the claims made against Glitnir and includes the following amounts:
  - Claimed amounts – representing the amounts claimed by Glitnir's creditors and as presented at the first claims registration creditors' meeting on 17 December 2009;
  - Changes to the claims register – since 17 December 2009, certain amendments have been made to the claims register, principally in relation to correction of errors and where claims have been withdrawn;
  - Adjustments – this column includes (1) where claims have been rejected, withdrawn or closed with set-off or settlement; (2) where accepted priority claims have been paid; (3) where there were errors or duplications in the claims registration list; and
  - Estimated set-off – a high level estimate of the set-off of Glitnir, based upon a review of the claims register.
- The adjustments made above are preliminary estimates only and may be subject to material change in the future. The Winding-up Board's work is continuing on the claims position of Glitnir.
- The Winding-up Board's work regarding the claims registration process is continuing. As a result, there are certain material claims included in the liabilities included in the Statement that the Winding-up Board does not expect to be ultimately settled. As a result, the ultimate liabilities of Glitnir are likely to be lower than, and creditor ranking may be materially different to, that set-out in the Statement.

Asset / liability class analysis

H: Analysis of liabilities

ISKm	Article no.	Claims registration	Adjustments	Adjusted claimed amounts	Estimated set-off	Estimated liabilites after set-off as at 30.9.2013	Estimated liabilites after set-off as at 31.12.2012
Third party assets	109	33.660	(22.523)	11.137	(4.710)	6.428	6.513
Approval Costs	110	25.313	(25.313)	0	0	0	0
Secured	111	37.327	(25.772)	11.555	0	11.555	11.542
Priority	112	156.245	(156.241)	4	0	4	101
Unsecured	113	2.880.832	(477.728)	2.403.103	(23.479)	2.379.625	2.397.384
Defered	114	106.012	(95.299)	10.713	0	10.713	12.953
Total		3.239.388	(802.876)	2.436.513	(28.188)	2.408.325	2.428.494

Changes in net claims

ISKm	
Net claims as at 31.12.2012	**2.428.494**
Payments of 112 and 109 claims ..	(601)
Repaid disputed 112 claims	1.022
Changes in set-off	1.063
Decisions	(21.654)
Net claims as at 30.9.2013	**2.408.325**

- The table above provides an analysis of claims recorded in the Statement (see page 6)
- The table below shows the changes of the claim register since 31 December 2012 to 30 September 2013.

Asset / liability class analysis

H: Analysis of liabilities - Disputed priority claims

Priority claims in dispute	
Disputed claims - 16 March 2012 ..	52.979
Accepted as 113 claim	(569)
Rejected / withdrawn	(13.759)
Disputed 112 claims 31.12.2012 ..	**38.650**
Accepted as 112 claim	(598)
Accepted as 113 claim	(12)
Rejected / withdrawn	(412)
Disputed 112 claims 30.9. 2013	**37.627**

	Priority claims in dispute in escrow accounts 30.9.2013	Balance 30.9.2013 with accrued interest
	ISKm	ISKm
EUR	13.418	13.020
GBP	4.391	4.542
ISK	7.179	7.653
NOK	6.096	6.617
USD	6.543	6.105
	37.627	**37.936**

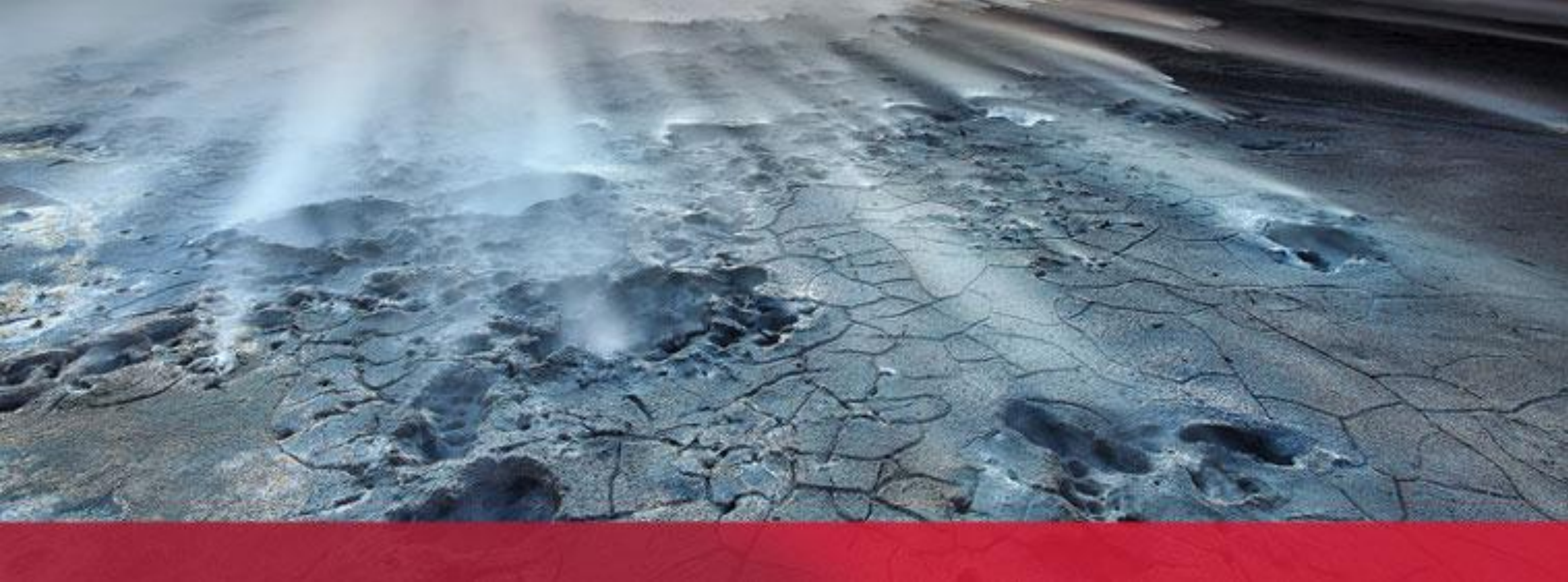
- On 16 March 2012 payments were made to priority claimholder that had undisputed claims. On that date sufficient cash was placed into escrow accounts to fully pay disputed priority claims. The claims in dispute on 16 March 2012 were ISK 52.9bn. These escrow accounts are not included in the Balance Sheet of Glitnir. Amounts that are not paid to priority claimholders when the disputes are resolved are paid back to Glitnir. The table above shows changes in the escrow accounts from 16 March 2012 to end of September 2013.
- The tables provides an analysis of the amounts in the escrow accounts broken down by currencies. The amounts are based on foreign exchange rates on 22 April 2009.
- The balance which includes accrued interests is based on foreign exchange rate on 30 September 2013
- In October 2013 disputed priority claims of ISK 25.3bn were accepted as priority claims. Payments from the escrow accounts to the creditors will be made in November 2013.

Asset / liability class analysis

I: Operating expenses analysis

ISKm	Q1 2013	Q2 2013	Q3 2013	Total 2013	Budget	Variance to budget	
Salaries and Salary- related costs	149	146	123	**418**	487	(70)	-14%
Islandsbanki Service Agreement	77	123	67	**268**	260	8	3%
Winding-Up Board fee	59	52	58	**169**	176	(7)	-4%
External Legal Services	304	191	169	**665**	1.372	(707)	-52%
Domestic	*110*	*142*	*84*	***335***	*449*	*(113)*	-25%
International	*195*	*50*	*86*	***330***	*923*	*(593)*	-64%
Other External Advisors	577	531	502	**1.611**	1.430	181	13%
Domestic	*108*	*77*	*79*	***264***	*191*	*72*	38%
International	*469*	*454*	*424*	***1.347***	*1.238*	*109*	9%
Other Expenses	176	179	171	**526**	521	5	1%
Total Expenses	**1.343**	**1.223**	**1.091**	**3.657**	**4.246**	(589)	-14%

- The table above sets out the operating costs of Glitnir hf. (subsidiaries not included) for the 9 months ended 30 September 2013.



Appendices

Appendix 1: Foreign exchange rates

Appendix 2: Supplementary notes to financial information

Appendix 3: Valuation methodology

Appendix 4: Income statement

Appendix 1

Foreign exchange rates

Currency	22 April 2009	31 December 2011	31 December 2012	30 Sept 2013	Changes from 31 December 2012 to 30 Sept 2013
EUR	168,76	158,84	169,80	163,39	-4,0%
USD	130,40	122,71	128,74	121,07	-6,3%
GBP	190,62	189,43	208,15	195,56	-6,6%
CAD	105,16	120,21	129,36	117,41	-9,9%
DKK	22,66	21,37	22,83	21,91	-4,3%
NOK	19,26	20,40	23,04	20,14	-14,2%
SEK	15,28	17,79	19,76	18,88	-4,9%
CHF	111,68	130,66	140,64	133,72	-5,3%
JPY	1,33	1,59	1,50	1,24	-16,3%

- All rates quoted above are the Central Bank of Iceland mid rates at the given dates.

Appendix 2

Supplementary notes to financial information

1. Basis of preparation

- The financial information has been prepared on the basis that Glitnir is able to manage the realisation of its assets and transact its ongoing business having appropriate regard to the interests of all its creditors. Accordingly, the estimate of value attributed to each asset is dependent on the realisation strategy presently adopted for assets, which varies between available for sale, manage to sale, or hold to maturity. As such, the estimated values for certain asset classes represented in the financial information are not necessarily intended to represent prices at which an orderly transaction could take place between market participants as at 30 September 2013. Rather, such values are intended to represent the value of assets based on a longer term estimate of recoverable values.
- The reported liabilities as at 30 September 2013 have been based upon the claims received by Glitnir as part of the claims registration process. The process for agreeing claims is ongoing and so the liabilities included in the financial information may not be complete or accurate as a number of the existing and potential liabilities are subject to legal uncertainty. As a result, the liabilities included in the financial information will be subject to change and clarification when the claims registration process is complete. It is likely that the ultimate liabilities determined by the Winding-Up Board or Courts will be less than those reported in the financial information presented here.

Appendix 2

Supplementary notes to financial information

2. Limitations

Estimated value

- The methodology used to estimate the values of assets within each asset class has been based on the application of Glitnir's present asset realisation strategy. The methodology does not represent an exhaustive attempt to take into account all factors that Glitnir or other market participants would consider when performing an in-depth valuation exercise.
- The asset realisation strategy and valuation methodology are likely to change over time as Glitnir continues its systematic assessment and categorisation of each asset class and refines its approach to realisation having appropriate regard to the interests of all its creditors.
- The assumptions used to estimate the value of assets are sensitive to changes in market conditions (including interest rates, foreign exchange rates, equity prices, market indices and counterparty credit worthiness) and, as such, the values presented are estimates based on the application of a high-level asset realisation strategy at a point in time.
- The financial information is presented in ISK throughout (with certain supporting analyses in EUR), with asset values translated at the mid rates published by the Icelandic Central Bank for 30 September 2013 (see Appendix 1). A significant proportion of the assets and liabilities of Glitnir are denominated in foreign currencies. As a result, the estimated asset values and the computation of liabilities presented here in ISK may be materially impacted by future movements in foreign exchange rates. Where comparative balances are presented, these have not been retranslated from the foreign exchange rates used as at that date.
- Given the current economic climate, particularly the financial and liquidity crisis, there are limited active markets for many of the financial instruments held by Glitnir. To the extent that the estimated asset values and computation of liabilities are based on inputs that are less observable or unobservable in the market, the estimation of value requires more judgment. Accordingly, the Winding-up Board has applied considerable judgement in determining the estimate of values for certain assets and liabilities, notably those relating to loans to customers, unlisted equity instruments and complex derivative products.

Appendix 2

Supplementary notes to financial information

2. Limitations (continued)

Estimated value (continued)

- An agreement between Glitnir and the Icelandic government was reached regarding the recapitalisation of Islandsbanki. As part of this agreement, Glitnir took 95 percent shareholding of Islandsbanki. In line with values presented in previous Statements of Assets and Liabilities, Glitnir has estimated the value of its shareholding in Islandsbanki based upon the projected performance of Islandsbanki and trading multiples for Islandsbanki´s peer group in the Euro area. The ultimate value realised through the shareholding in Islandsbanki could be materially higher or lower than the estimate provided. The value of, timing of and mechanism for realising value from the shareholding remains subject to considerable uncertainty.

Information included in the financial information

- Financial information provided in this document was prepared using Glitnir's records, based on current available data and assumptions, which is subject to confirmation and change. Glitnir may amend, supplement or otherwise change the financial information it has previously provided. Due to the related uncertainties, the actual realisable value of Glitnir's assets and the amount of its liabilities may differ materially from the values set forth in this document.

3. Valuation principles

- A detailed description of the methodology for each asset category is shown in Appendix 3.

Appendix 3

Valuation methodology

1. Loans to customers

- The estimated values have been derived after consideration of Glitnir's present asset realisation strategy. The measurement methodology is designed on the assumption that the loan portfolio will not be subject to forced market sales in the near-term and loans will be held to maturity or worked out over the relevant timeframe. As such, the estimated values represented in the Statement of Assets and Liabilities are not necessarily intended to represent prices at which an orderly transaction could take place between market participants as at 30 September 2013. Rather, such values are intended to represent the value of assets based on a longer term estimate of recoverable values.
- Within the risk categories the portfolio was subject to a high level review of borrower performance, collateral quality and subordination levels as well as a review of more general information about the economic outlook of each underlying sector. In the absence of specific indicators of a deterioration of value at a borrower level, default and recovery assumptions have been applied consistently.

2. Derivatives

- Derivative assets and liabilities amounts in the Statement of Assets and Liabilities represent net positions after consideration of the effects of set-off and valuation adjustments.
- Given the volume of business undertaken by Glitnir and the complexities involved in reviewing the population of transactions, a number of assumptions have been made regarding the legal status of derivative positions in the Statement of Assets and Liabilities.

Appendix 3

Valuation methodology

3. Bonds

- The estimated value of the bond portfolio assumed to be unencumbered is based primarily on observable market inputs. The values represent an estimate of prices at which an orderly transaction could have been expected to take place between market participants on 30 September 2013 and accordingly has been based on quoted prices or indicative broker quotes.

4. Equities

- The estimated value for the listed equities portfolio assumed to be unencumbered is based primarily on observable market inputs. The value represents an estimate of prices at which an orderly transaction could have been expected to take place between market participants on 30 September 2013 and accordingly has been based on quoted prices or indicative broker quotes.
- The estimated value for the unlisted equities portfolio assumed to be unencumbered is based primarily on unobservable market inputs. Glitnir has estimated values based on the fundamentals of each holding, including the initial transaction price and an underlying analysis of the performance of each issuer. The values also include assumptions as to the liquidity of positions.

5. Investment in subsidiaries

- The estimated value for investment in subsidiaries is based on the estimated value of the underlying net assets held in the subsidiaries. The methodologies employed to estimate the value of the underlying assets and liabilities are the same as those employed for assets and liabilities held directly by Glitnir.

6. Cash and cash equivalents

- The estimated value for cash and cash equivalents is book value.

Appendix 4

Consolidated Income Statement

January - September 2013	**ISKm Consolidated**
Net interest income	**8.866**
Valuation adjustments and provisions	**31.167**
Claims rejected and other changes in the claims	**22.571**
Net financial income and expenses *	**(45.441)**
Net interest income less impairment losses and write-offs	**17.163**
Net fee and commission expenses	**(456)**
Administrative expenses	**(3.923)**
Profit for the period	**12.785**
	-

Net financial income and expenses:	
Dividend income	2.185
Net trading income	3.477
Net foreign exchange losses	(51.104)
	(45.441)