

Glitnir hf.

Statement of Assets and Liabilities

Incorporating an estimate of the value of assets as at 31 March 2012 and a computation of liabilities

25 May 2012

Disclaimer



This document includes the Statement of Assets and Liabilities as at 31 March 2012 (the “Statement”).

The summary balance sheet as at 31 March 2012 is based on the valuation of assets as at 31 December 2011, adjusting for any cash receipts and FX movements in the three month period. For the loans to customers portfolio, the percentage recovery estimates of credit managers on each individual loan undertaken in December 2011 have been used to derive the estimated realisable value as at 31 March 2012. A new valuation exercise has not been performed as at 31 March 2012. This will be undertaken for the Statements of Assets and Liabilities as at 30 June 2012. 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

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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.

Further detail in respect of the factors that may affect future value, valuation methodologies applied and limitations can be found in the Statement of Assets and Liabilities as at 31 December 2011 published on Glitnir’s website.

1. Introduction

2. Statement of Assets and Liabilities as at 31 March 2012

3. Notes to the Statement of Assets and Liabilities as at 31 March 2012

Introduction

- 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 31 March 2012 (as detailed in the Appendix). A significant proportion of the assets and liabilities 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.
- 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 31 March 2012 was used.
- The notes 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 31 December 2011 and associated notes and appendices.
- 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 31 March 2012

3. Notes to the Statement of Assets and Liabilities as at 31 March 2012

Statement of Assets and Liabilities - consolidated

Consolidated Balance Sheet



Consolidated Balance Sheet

March 31, 2012

	Glitnir	GLB Holding	Haf / Holt	Glitnir Lux	Consolidated Adjustments	ISKm Consolidated 31 March 2012	ISKm Consolidated 31 December 2011	EURm Consolidated 31 March 2012	EURm Consolidated 31 December 2011
Assets									
Loans to customers	112,940	0	84,303	75,326	0	272,569	311,206	1,615	1,959
Loans to banks	2,490	0	0	0	0	2,490	2,490	15	16
Derivatives claims	26,034	0	0	0	0	26,034	20,313	154	128
Bonds and debt instruments	5,616	16,676	0	27,089	(18,458)	30,923	34,385	183	216
Shares and equity investments ..	20,739	1,909	2,421	4,965	92	30,127	58,094	179	366
Investments in subsidiaries	378,631	118,747	0	11	(386,012)	111,378	111,379	660	701
Cash and cash equivalents	281,828	4,621	7,841	60,751	0	355,041	346,358	2,104	2,181
Other assets	179	577	0	882	0	1,638	1,291	10	8
Total assets	828,457	142,531	94,566	169,024	(404,377)	830,199	885,517	4,920	5,575
Liabilities									
Claims	2,548,518	0	0	0	0	2,548,518	2,680,743	15,104	16,877
Other liabilities	2,662	244	94,566	1,498	(94,566)	4,405	3,192	26	20
Total liabilities	2,551,181	244	94,566	1,498	(94,566)	2,552,923	2,683,935	15,130	16,897
Equity	(1,722,724)	142,287	0	167,525	(309,812)	(1,722,724)	(1,798,418)	(10,210)	(11,322)
	828,457	142,531	94,566	169,024	(404,377)	830,199	885,517	4,920	5,575

1. There is considerable uncertainty regarding the ultimate realisable value of Glitnir's assets.
2. Payments to priority creditors was made on 16 March 2012. The payment amounted to ISK 105.6bn at the exchange rate of 22 April 2009, but ISK 108.4bn at the exchange rate of 16 March 2012 (EUR 650.1m)

Statement of Assets and Liabilities

Key trends summary

The logo for GLITNIR, featuring the company name in white capital letters on a red rectangular background with a white wave-like graphic element below the text.

Total assets

- Total consolidated assets have decreased by ISK55.3bn from ISK885.5bn as at 31 December 2011 to ISK830.2bn as at 31 March 2012. The key drivers for this were:
 - payment in cash of ISK 108.4bn of priority claims
 - a positive net impact of ISK38.1bn due to movements in FX rates, principally the weakening of the ISK against various currencies (USD, EUR, NOK and GBP);
 - an increase in the value of the loan portfolio of ISK 8.7bn; and
 - an increase in the value of derivative claims of ISK7.6bn.
- Total consolidated assets in EUR have decreased by EUR655m from EUR 5,575m to EUR4,920m over the period.
- Glitnir's cash balance has increased by ISK8.6bn from ISK346bn as at 31 December 2011 to ISK355bn as at 31 March 2012. This increase was driven by principal and interest repayments received from the portfolio of loans to customers and reduced by ISK108.4bn. payment of priority claims

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 addition to payments of ISK108.4bn to priority creditors. In the period the adjustments resulted in a reduction to total claims of ISK132.2bn since 31 December 2011 to ISK2,548bn as at 31 March 2012. Further detail on these adjustments is provided in Note H of this document.
- As the Winding-up Board's work on the claims registration process is continuing, there are certain material claims included in the computation of liabilities in the previous page that the Winding-Up Board does not ultimately expect to be accepted. Accordingly, 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.

Statement of Assets and Liabilities

Reconciliation of Glitnir's Consolidated assets



Reconciliation of movement in assets					
ISKm	Balance as at 01.1.2012	Cash movements	FX movements	Changes in valuation	Balance as at 31.3.2012
Assets					
Loans to customers	311,206	(64,277)	16,921	8,719	272,569
Loans to banks	2,490	0	168	(168)	2,490
Derivatives claims	20,313	(1,884)	0	7,605	26,034
Bonds and debt instruments	34,385	(4,233)	615	156	30,923
Shares and equity investments	58,094	(30,818)	2,704	147	30,127
Investment in subsidiaries	111,379	0	0	(2)	111,378
Cash and cash equivalents	346,358	(8,955)	17,637	0	355,041
Other assets	1,291	6	57	283	1,638
Total assets	885,517	(110,161)	38,103	16,740	830,199

- 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 2011 and 31 March 2012.
- Further detail on each of the reconciling items shown in the table above are provided later in the relevant asset class note in the next section.

Statement of Assets and Liabilities

Foreign currency analysis of Consolidated assets



Foreign Currency Analysis as at 31 March 2012

ISKm	EUR	ISK	NOK	USD	GBP	CAD	DKK	Other	Total
Loans to customers	70,634	12,843	77,775	33,858	23,643	8,947	20,502	24,368	272,569
Loans to banks	0	0	1,601	888	0	0	0	0	2,490
Derivatives claims	0	25,543	0	490	0	0	0	0	26,034
Bonds and debt instruments	5,865	18,502	0	2,670	3,887	0	0	0	30,923
Shares and equity investments	2,095	9,200	4,794	4,695	6,450	2,843	51	0	30,127
Investments in subsidiaries	11	111,367	0	0	0	0	0	0	111,378
Cash and cash equivalents	147,132	29,996	34,906	73,062	45,913	17,144	4,675	2,214	355,041
Other assets	394	769	321	2	11	0	66	75	1,638
Total assets	226,130	208,219	119,397	115,665	79,904	28,934	25,295	26,657	830,199
<i>Percentage of total</i>	<i>27.2%</i>	<i>25.1%</i>	<i>14.4%</i>	<i>13.9%</i>	<i>9.6%</i>	<i>3.5%</i>	<i>3.0%</i>	<i>3.2%</i>	<i>100.0%</i>
<i>Percentage of total (ISK without ISB)</i>		<i>11.7%</i>							
Total assets as at 31 December 2011	246,287	222,648	121,829	124,409	86,497	30,933	24,173	28,741	885,517
<i>Percentage of total 31.12.2011</i>	<i>27.8%</i>	<i>25.1%</i>	<i>13.8%</i>	<i>14.0%</i>	<i>9.8%</i>	<i>3.5%</i>	<i>2.7%</i>	<i>3.2%</i>	<i>100.0%</i>
<i>Percentage of total (ISK without ISB)</i>		<i>12.6%</i>							

- The table above shows the estimated split of Glitnir's consolidated assets by currency as at 31 March 2012.
- The investment in Islandsbanki is assumed to be denominated solely in ISK (although the investment may not ultimately be monetised wholly in ISK).
- As previously disclosed, Glitnir's foreign currency strategy is to keep the proceeds of asset monetisation in the currency of the asset pre-monetisation.

1. Introduction

2. Statement of Assets and Liabilities as at 31 March 2012

3. Notes to the Statement of Assets and Liabilities as at 31 March 2012

Asset / liability class analysis

A: Loans to customers – reconciliation



March 31, 2012	Glitnir		Glitnir Lux		Haf / Holt		Total	
	Carrying value	Estimated realisable value	Carrying value	Estimated realisable value	Carrying value	Estimated realisable value	Carrying value	Estimated realisable value
Opening balance	405,035	108,803	110,782	73,144	194,443	129,260	710,259	311,206
Capital repayments	(8,675)	(8,675)	(2,215)	(2,215)	(49,042)	(49,042)	(59,932)	(59,932)
Interest repayments	(2,148)	(2,148)	(744)	(744)	(4,868)	(4,868)	(7,760)	(7,760)
Write off	(8,686)	0	(3,702)	(3,702)	0	0	(12,389)	(3,702)
New loans	6,830	3,415	0	0	0	0	6,830	3,415
Valuation changes	2,013	4,036	663	4,362	1,994	4,022	4,670	12,421
FX impact	17,471	7,508	7,213	4,481	7,696	4,932	32,380	16,921
Total Loans to Customers	411,839	112,940	111,996	75,326	150,223	84,303	674,059	272,569

- 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



March 31, 2012	Glitnir			Glitnir Lux			Haf / Holt			Total		
	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%
ISKm												
Holding Companies	234,263	4,609	2%	0	0	0%	55,907	11,264	20%	290,170	15,873	5%
Seafood	21,542	16,156	75%	0	0	0%	19,674	17,513	89%	41,216	33,669	82%
Offshore & Transport Service	58,380	54,232	93%	0	0	0%	0	0	0%	58,380	54,232	93%
Manufacturing	30,375	20,269	67%	0	0	0%	14,445	12,213	85%	44,819	32,482	72%
Property & Real Estate	30,616	3,547	12%	103,162	74,711	72%	35,771	27,760	78%	169,550	106,018	63%
Financial Institutions	6,640	807	12%	0	0	0%	2,374	2,372	100%	9,014	3,179	35%
Retail	15,021	5,782	38%	8,834	615	7%	14,563	5,817	40%	38,419	12,214	32%
Utilities	389	370	95%	0	0	0%	0	0	0%	389	370	95%
Other	14,614	7,169	49%	0	0	0%	7,489	7,364	98%	22,103	14,533	66%
Total Loans to Customers	411,839	112,940	27%	111,996	75,326	67%	150,223	84,303	56%	674,059	272,569	40%

- Whilst loans to holding companies represents the largest element of the portfolio by carrying value (43%), it has the lowest estimated realisable value when compared to carrying value (5%)
- Property & real estate loans represents the largest element of the portfolio by estimated realisable value (39%). The majority of property & real estate loans relate to the Luxembourg property portfolio.

Asset / liability class analysis

A: Loans to customers – geographical analysis



March 31, 2012	Glitnir			Glitnir Lux			Haf / Holt			Total		
	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%
ISKm												
Iceland	247,933	7,243	3%	5,597	446	8%	111,762	54,627	49%	365,291	62,316	17%
Norway	76,933	62,538	81%	30,832	26,392	86%	0	0	0%	107,765	88,930	83%
United States	11,529	4,602	40%	0	0	0%	5,320	4,224	79%	16,849	8,826	52%
UK	20,540	16,439	80%	10,662	7,967	75%	12,133	6,508	54%	43,336	30,915	71%
Germany	7,298	2,680	37%	36,747	25,108	68%	4,650	4,316	93%	48,695	32,104	66%
Canada	14,419	11,035	77%	0	0	0%	0	0	0%	14,419	11,035	77%
Luxembourg	5,114	5,114	100%	0	0	0%	94	94	100%	5,208	5,208	100%
Denmark	5,144	1,377	27%	11,995	4,413	37%	1,464	0	0%	18,603	5,790	31%
Sweden	239	194	81%	10,296	8,042	78%	0	0	0%	10,535	8,236	78%
Nederland	891	494	55%	0	0	0%	3,422	3,422	100%	4,313	3,917	91%
Other	21,799	1,223	6%	5,867	2,958	50%	11,378	11,112	98%	39,044	15,293	39%
Total Loans to Customers	411,839	112,940	27%	111,996	75,326	67%	150,223	84,303	56%	674,059	272,569	40%

- Norway represents the most significant element of the loans to customers portfolio by estimated realisable value (33%).

Asset / liability class analysis

A: Loans to customers – currency analysis



March 31, 2012	Glitnir			Glitnir Lux			Haf / Holt			Total		
	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%	Carrying value	Estimated realisable value	%
ISKm												
ISK	110,462	4,581	4%	0	0	0%	28,861	8,262	29%	139,323	12,843	9%
EUR	99,409	12,991	13%	43,647	22,596	52%	50,091	35,047	70%	193,147	70,634	37%
NOK	58,640	51,083	87%	28,568	26,392	92%	495	300	61%	87,702	77,775	89%
USD	24,327	13,418	55%	118	0	0%	29,017	20,439	70%	53,462	33,858	63%
GBP	34,679	16,827	49%	0	0	0%	18,273	6,816	37%	52,952	23,643	45%
DKK	31,152	2,788	9%	18,797	17,603	94%	1,581	112	7%	51,530	20,502	40%
SEK	2,128	27	1%	14,123	8,307	59%	569	285	50%	16,821	8,619	51%
CHF	26,206	1,456	6%	3,578	417	12%	13,759	7,343	53%	43,543	9,217	21%
CAD	11,645	8,732	75%	0	0	0%	430	215	50%	12,075	8,947	74%
JPY	12,297	141	1%	3,164	11	0%	7,146	5,485	77%	22,608	5,637	25%
Other	895	895	100%	0	0	0%	0	0	0%	895	895	100%
Total Loans to Customers	411,839	112,940	27%	111,996	75,326	67%	150,223	84,303	56%	674,059	272,569	40%

- NOK and EUR represents the most significant element of the loans to customers portfolio by estimated realisable value (NOK29%, EUR 26%).
- In terms of estimated realisable value, the loans to customers portfolio is concentrated in four main currencies, EUR, NOK, USD and GBP. In total, these currencies represent 76% of the loans to customers portfolio by estimated realisable value.

Asset / liability class analysis

B: Loans to banks analysis

ISKm	2012	2011
	Estimated realisable value	Estimated realisable value
Opening balance	2,490	3,905
Capital repayments	0	(320)
Interest repayments	0	(86)
Valuation changes	(168)	(924)
FX impact	168	(85)
Total Loans to Banks	2,490	2,490
Loans to Banks		
USD	888	888
NOK	1,601	1,601
EUR	0	0
Other	0	0
Total Loans to Banks	2,490	2,490

- The estimated realisable value of loans to banks is shown after eliminating balances included in derivative claims by international counterparties (representing collateral on derivative transactions under ISDA CSA contracts).

Asset / liability class analysis

C: Derivative claims analysis



	31.03.2012	31.12.2011
ISKm	Derivative claims - changes in value	Derivative claims - changes in value
Opening balance	20,313	23,405
Cash payments	(1,884)	(5,617)
Equity conversion	0	(854)
New loans	0	0
Valuation changes	8,146	10,003
FX impact	0	52
Changes in netting assumptions	(541)	(6,676)
Total derivative claims	26,034	20,313

ISKm	Estimated value of derivative claim as at 31.12.2011	Estimated value of derivative claim as at 31.12.2011
Domestic counterparties		
Total domestic counterparties	24,980	18,669
International counterparties		
Total international counterparties	1,054	1,644
Total derivative assets	26,034	20,313

- To date, Glitnir has focused on the maximisation of recovery value from domestic derivatives.
- As derivatives with domestic counterparties were not undertaken under the ISDA framework, there is no fixed settlement mechanism behind the settlement of the relevant derivative claims. As a result, the settlement process is relatively time consuming as it is considered on a counterparty by counterparty basis.
- In the majority of domestic derivative cases that remain to be settled, Glitnir is already in the process of negotiating with the counterparty or has reached a point where it is clear that the settlement will be disputed before the Icelandic courts.
- Glitnir and twelve Icelandic pension funds have reached an agreement on debt settlement, including derivatives. The framework agreement will provide comparable settlements between each individual fund and Glitnir hf. of their mutual claims.

Asset / liability class analysis

D: Bonds and debt instruments analysis



March 31, 2012	Glitnir	Glitnir Lux	GLB Holding	Total
ISKm	Estimated realisable value as at 31.3.2012	Estimated realisable value as at 31.3.2012	Estimated realisable value as at 31.3.2012	Estimated realisable value as at 31.3.2012
Opening balance	5,735	31,508	20,263	57,506
Repayments	(338)	(24,753)	(3,625)	(28,716)
Valuation changes	107	19,101	38	19,246
Changes in netting assumptions	0		0	0
FX impact	113	1,233	0	1,345
Consolidated Adjustments	0	(18,458)	0	(18,458)
Net bond position	5,616	8,631	16,676	30,923
Bond positions				
Icelandic sovereign	3,063	0	13,048	16,111
Other Icelandic	237	0	2,153	2,391
International	2,315	8,631	1,475	12,421
Net bond position	5,616	8,631	16,676	30,923

- The international bonds in Glitnir Luxembourg SA relates to the bonds that were transferred from the Holm Capital SPV to Glitnir Luxembourg SA.

Asset / liability class analysis

E: Shares and equity investments analysis

	Glitnir	GLB Holding	Haf / Holt	Glitnir Lux	Total
	Estimated realisable value 31.3.2012	Estimated realisable value 31.3.2012	Estimated realisable value 31.3.2012	Estimated realisable value 31.3.2012	Estimated realisable value 31.3.2012
ISKm					
Opening balance	49,020	1,909	2,421	4,652	58,003
Dividend/Buy/Sale	(30,840)	0	0	22	(30,818)
Equity conversion	0	0	0	0	0
Valuation changes	147	0	0	0	147
FX impact	2,412	0	0	291	2,704
Consolidated adjustments		92			92
	20,739	2,001	2,421	4,965	30,127
Equities					
Listed equities	289	0	0	0	289
Unlisted equities	20,450	2,001	2,421	4,965	29,838
	20,739	2,001	2,421	4,965	30,127
UK	12,408	0	0	97	12,505
Iceland	5,307	2,001	1,933	0	9,241
Norway	155	0	0	4,868	5,024
USA	0	0	489	0	489
Denmark	0	0	0	0	0
Canada	26	0	0	0	26
Other	0	0	0	0	0
	20,739	2,001	2,421	4,965	30,127

Asset / liability class analysis

F: Investment in subsidiaries analysis



ISKm	Estimated value as at 31.3.2012	Consolidated Adjustments	Consolidated
Glitnir hf.			
Haf/Holt	94,566	(94,566)	0
Glitnir Luxembourg S.A.	149,068	(149,068)	0
GLB Holding	134,998	(134,998)	0
	378,631	(378,631)	0
GLB Holding ehf.			
Íslandsbanki (95%)	117,518	(6,843)	110,675
Steinvirki (100%)	1,229	(538)	692
	118,747	(7,380)	111,367
Glitnir Luxembourg SA			
Reviva Capital SA (51%)	11	0	11
	11	0	11
Total investmetns in subsidiaries	497,389	(386,012)	111,378

- The estimated value of ISB 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 (principally Price to Book Value and Price to Net Income).

Asset / liability class analysis

G: Cash flow analysis



	Q1 2012	Q1 2012	Q1 2012	Q1 2012	1.1.2012- 31.12.2012
ISKm	Glitnir	Glitnir Lux	GLB Holding	Haf / Holt	
Cash inflow:					
Loans to customers - principal repayments	8,675	2,215	0	49,042	59,932
Loans to customers - interest receipts	2,148	744	0	4,868	7,760
Derivatives claims - repayments	1,645		0	0	1,645
Sale of shares, dividends and bond maturities	27,642	479	3,687	0	31,808
Interest income on cash balance	816	3	25	3	847
Other inflow	542	52,973	(466)	(52,504)	545
Total cash inflows	41,468	56,414	3,246	1,410	102,537
Cash outflow:					
Operational costs	(1,370)	(445)	(1)	(30)	(1,846)
Other	0	(20)	(1,202)	0	(1,222)
Payment of Claims	(108,423)		0	0	(108,423)
Total cash outflows	(109,794)	(465)	(1,203)	(30)	(111,491)
Total cash movement	(68,326)	55,949	2,042	1,380	(8,955)
Effect of exchange rate fluctuations	16,732	(196)	7	1,095	17,638
Opening cash balance	333,422	4,998	2,572	5,367	346,358
Closing cash balance	281,828	60,751	4,621	7,841	355,041

- The adjacent table summarises Glitnir's consolidated cash flow for the year to 31 March 2012.
- The most significant cash inflows related to the repayment of principal and interest from loans to customers and sale of shares.
- In March 2012 priority claims of ISK 108.4bn were paid to priority creditors. Thereof ISK 52.8bn. was paid into escrow accounts because of disputed claims.
- The yield on the total cash balance for Q1 2012 was 1.0%, analysed as 1.4% on deposits and 0.7% on bonds.
- The total positive impact of foreign currency movements on the cash and cash equivalents balances was ISK 17.6bn.

Asset / liability class analysis

G: Cash and cash equivalents analysis



March 31, 2012

ISKm	Glitnir		Glitnir Lux		GLB Holding		Haf / Holt		Total	
		%		%		%		%		%
Cash balance held with:										
Icelandic bank	23,169	8%	903	1%	4,621	100%	6,425	82%	35,118	10%
Scandinavian bank	4,580	2%	-	0%	-	0%	-	0%	4,580	1%
Scandinavian bank	12	0%	-	0%	-	0%	-	0%	12	0%
European banks	79	0%	36,326	31%	-	0%	-	0%	36,404	10%
Canadian bank	3,453	1%	-	0%	-	0%	-	0%	3,453	1%
US-based bank	51,416	18%	-	0%	-	0%	-	0%	51,416	14%
Icelandic Gov bonds	5,656	2%	-	0%	-	0%	-	0%	5,656	2%
International Gov bonds	118,644	42%	23,523	39%	-	0%	-	0%	142,166	40%
International Gov bonds - UBS	73,630	26%	-	0%	-	0%	-	0%	73,630	21%
Other	1,189	0%	-	28%	-	0%	1,416	18%	2,604	1%
Total	281,828	100%	60,751	100%	4,621	100%	7,841	100%	355,041	100%
Liquid asset deposited in Iceland	28,826	10%	903	1%	4,621	100%	6,425	82%	40,775	11%
Liquid asset deposited in other jurisdictions	253,003	90%	59,848	99%	-	0%	1,416	18%	314,267	89%
Total	281,828	100%	60,751	100%	4,621	100%	7,841	100%	355,041	100%
Total deposits	83,899	30%	37,228	61%	4,621	100%	7,841	100%	133,589	38%
International bonds	192,274	68%	23,523	39%	-	0%	-	0%	215,796	61%
Icelandic Gov bonds	5,656	2%	-	0%	-	0%	-	0%	5,656	2%
Total	281,828	100%	60,751	100%	4,621	100%	7,841	100%	355,041	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 currencies and maturity



March 31, 2012

ISKm	Glitnir	%	Glitnir Lux	%	GLB Holding	%	Haf / Holt	%	Total	%
Liquid assets in currencies										
ISK	23,981	9%	902	1%	4,397	95%	715	9%	29,996	8%
USD	66,662	24%	4,864	8%	1	0%	1,535	20%	73,062	21%
GBP	45,573	16%	301	0%	-	0%	40	1%	45,913	13%
CAD	10,012	4%	6,239	10%	-	0%	893	11%	17,144	5%
DKK	3,724	1%	951	2%	-	0%	0	0%	4,675	1%
NOK	33,431	12%	1,475	2%	-	0%	0	0%	34,906	10%
EUR	97,594	35%	44,732	74%	223	5%	4,584	58%	147,132	41%
Other	853	0%	1,287	2%	-	0%	74	1%	2,214	1%
Total	281,828	100%	60,751	100%	4,621	100%	7,841	100%	355,041	100%

Liquid assets - Maturity profile

ISKm

	Deposits	Bonds	Total	
Maturity:				
0-3 months	116,666	42,502	159,168	45%
3-6 months	1,164	81,786	82,950	23%
6-9 months	10,632	94,727	105,359	30%
9-12 months	4,317	0	4,317	1%
> 12 Months	809	2,437	3,246	1%
	133,589	221,452	355,041	100%

- The above table sets out the currency analysis of Glitnir's cash and cash equivalents portfolio as at 31 March 2012.
- Glitnir's cash and cash equivalents portfolio is maintained in the same currencies as assets are redeemed.

Asset / liability class analysis

G: Cash and cash equivalents - bond portfolio analysis

Liquid assets - International bonds portfolio				
	31.03.2012		31.12.2011	
ISKm				
USA	59,071	27%	50,056	23%
Germany	47,683	22%	28,488	13%
Norway	32,948	15%	29,300	14%
France	17,077	8%	20,486	9%
Finland	3,867	2%	4,866	2%
Government guaranteed	7,006	3%	13,055	6%
Supranational	0	0%	1,570	1%
Gov guaranteed Germany	7,006	3%	9,916	5%
Gov guaranteed Baden WUrftenberg	0	0%	1,569	1%
Netherland	26,688	12%	32,180	15%
UK	6,367	3%	10,872	5%
Canada	6,522	3%	7,912	4%
Denmark	6,651	3%	6,322	3%
Sweden	0	0%	3,154	1%
Austria	730	0%	1,905	1%
Other	1,186	1%	1,845	1%
Total international Bonds	215,796	100%	210,442	100%

- The most significant element of Glitnir's consolidated cash and cash equivalents relates to its international government bond portfolio (as analysed in the adjacent table). This includes a portfolio managed by UBS on behalf of Glitnir.
- The international bond portfolio is held within Glitnir hf. and Glitnir Luxembourg SA.
- Glitnir, in conjunction with its investment advisers, carefully monitors the risk within its cash and cash equivalents portfolio, particularly in light of the current sovereign debt concerns.

Asset / liability class analysis

H: Analysis of liabilities

The logo for Glitnir, featuring the word "GLITNIR" in white capital letters on a red rectangular background. A white curved line is positioned below the text.

- 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 and further details will be disclosed at the creditors' meeting on 30 May 2012.
- 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.	Claimed amounts	Changes to		Adjusted claimed amounts	Estimated set-off	Estimated liabilities after set-off as at 31.3.2012	Estimated liabilities after set-off as at 31.12.2011	
			claims registration	Claims registration					
Third party assets	109	33,146	514	33,660	(8,101)	25,558	(5,243)	20,315	23,954
Approval Costs	110	25,316	(3)	25,313	(25,250)	63	0	63	392
Secured	111	40,725	(3,398)	37,327	(13,788)	23,539	(10,956)	12,583	12,583
Priority	112	258,129	(101,888)	156,241	(156,132)	109	0	109	102,106
Unsecured	113	2,973,195	(92,530)	2,880,665	(340,366)	2,540,300	(58,280)	2,482,020	2,505,790
Defered	114	105,722	290	106,012	(72,269)	33,743	(313)	33,430	35,917
Total		3,436,233	(197,015)	3,239,218	(615,907)	2,623,311	(74,793)	2,548,518	2,680,743

- The table above provides an analysis of claims recorded in the Statement (see page 6).

Asset / liability class analysis

I: Operating expenses analysis



ISKm	Q1 2012	Budget Q1 2012	Variance to budget	
Salaries and Salary- related costs	153	147	6	4%
Islandsbanki Service Agreement	83	86	(3)	-3%
External Legal Services	585	592	(7)	-1%
<i>Domestic</i>	171	256	(85)	-33%
<i>International</i>	352	336	16	5%
Other External Advisors	979	903	76	8%
<i>Domestic</i>	154	69	86	125%
<i>International</i>	825	834	(9)	-1%
Other Expenses	209	195	13	7%
Total Expenses	2,008	1,923	86	4%

- The table above sets out the operating costs of for the 3 months ended 31 March 2012.



Appendix

Foreign exchange rates

Appendix

Foreign exchange rates

Currency	22 April 2009	31 December 2011	31 March 2012	Changes from 31 December 2011 to 31 March 2012
EUR	168.76	158.84	168.73	6.2%
USD	130.4	122.71	126.47	3.1%
GBP	190.62	189.43	202.46	6.9%
CAD	105.16	120.21	126.9	5.6%
DKK	22.656	21.367	22.681	6.1%
NOK	19.258	20.403	22.198	8.8%
SEK	15.284	17.791	19.097	7.3%
CHF	111.68	130.66	140.05	7.2%
JPY	1.3319	1.5853	1.5408	-2.8%

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