



GOVERNMENT DEBT MANAGEMENT

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To newspapers, newsrooms,
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Press release
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Government Debt Management measures concurrent with the Central Bank of Iceland foreign currency auction on 29 August 2012

According to the announcement from Government Debt Management, dated 28 March 2011, purchasers of foreign currency in upcoming Central Bank of Iceland auctions may sell their Treasury bills and bonds maturing before year-end 2013 in order to finance the purchases.

The foreign exchange transactions will take place through the intermediation of market makers in the foreign exchange market: Arion Bank, Íslandsbanki, and Landsbankinn. The Central Bank of Iceland has announced that the next foreign currency auction will be held on 29 August.

Parties that have submitted accepted offers in the Central Bank's foreign currency auction have the option of selling their Treasury securities to Government Debt Management on the following terms, with settlement taking place on 31 August 2012. The asking price for the Treasury securities will be announced after 16:00 hrs. on 23 August 2012.

Series
RIKV 12 0917
RIKV 12 1015
RIKV 12 1115
RIKV 12 1217
RIKV 13 0115
RIKV 13 0215
RIKB 13 0517

Market makers intending to act as intermediaries for foreign exchange transactions involving the above-specified Treasury bonds must so inform Government Debt Management no later than 09:00 hrs. on 30 August. The Treasury bonds must be delivered to Government Debt Management no later than 11:00 hrs. on 31 August. Payments will take place following delivery of the bonds, and no later than at 16:00 hrs. that same day.

Further information can be obtained from Björgvin Sighvatsson, Government Debt Management, at tel. +354 569 9633.