



GOVERNMENT DEBT MANAGEMENT

Kalkofnsvegi 1 150 Reykjavík Iceland

phone: 569 9600 fax: 569 9604

email: lanamal@lanamal.is

internet: <http://www.lanamal.is>

To newspapers, media,
and financial institutions

Press Release
5 November, 2010

AUCTION RESULT OF NOMINAL AND INFLATION LINKED BONDS RIKB 16 1013 & RIKS 21 0414

Today at 11 am the Government Debt Management auctioned Treasury Bonds in the series RIKB 16 1013 and RIKS 21 0414. The auction was structured as a single-price auction which means that all accepted bids are offered to the bidders at the same price. The lowest accepted price (highest yield) determined the selling price.

The main results of the auction were:

RIKB 16 1013:

Number of bids in this series were 24, amounting to 12,022 m.kr. nominal value. 19 bids were accepted for 9,822m.kr. nominal value at the clean price of 102.15 (yield of 5.56%).

RIKS 21 0414:

Number of bids in this series were 19, amounting to 6,620 m.kr. nominal value. 17 bids were accepted for 6,370 m.kr. nominal value at the clean price of 104.76 (yield of 3.25%).

After the results of the auction are available, the GDM will offer primary dealers 10% of the nominal value sold in the auction at the price of accepted bids, until 14:00 on Tuesday, 9 November. Each primary dealer that has submitted an accepted bid in the auction has the right to purchase an amount proportional to its total purchase. The payment and settlement date for these transactions is Wednesday, 10 November, 2010.