

Alfesca hf.  
c/o Ólafur Ólafsson, Chairman of the Board of Directors  
Hús verslunarinnar  
Kringlunni 7  
103 Reykjavík

Reykjavík, 18 August 2009

**Subject: Request for a change in the Minutes of the Extraordinary General Meeting of Alfesca held on 12 August 2009**

An Extraordinary General Meeting in Alfesca hf. was held on 12 August 2009, as requested by our clients, i.e. Rekstrarfélag Kaupþings banka hf. (on behalf of Kaupthing ÍS-5, Kaupþing ÍS-15 and ICEQ verðbréfasjóður), Gildi Pension Fund, the United Pension Fund (Sameinaði lífeyrissjóðurinn) and Stafir Pension Fund. The Minutes of that Meeting were published on NASDAQ OMX Iceland and the website of Alfesca hf. later that evening.

Our clients are of the opinion that the Minutes do not reflect discussions and comments made by shareholders, and in particular those made by our clients, at the Meeting. Our clients wish to present their views and comments on the below mentioned items in the Minutes and request that the Minutes of the meeting will be changed so that discussions and comments made by our clients at the meeting are noted in the Minutes.

4.2. Saga Capital Investment Bank hf.'s presentation of the appraisal which was carried out on behalf of the board of directors of Alfesca hf. pursuant to paragraph 7 of Article 104 of the Act on Securities Transactions no.108/2007.

The Chair invited David Rudolfsson, representing Gildi Pension Fund, to present his views on the appraisal; i.e. remarks on Saga Capital's assumption to use an ISK based WACC in its valuation, ignoring the fact that Alfesca's cash flow is in Euros and Sterling, as well as expressing concerns on the fundamental soundness of Saga's approach using a Terminal Value Multiplier based on high ISK Required Rate of Return but a low EUR Future Growth. Furthermore, Mr. Rudolfsson noted that important information (scenario and sensitivity analysis on the assumptions made in relation to the future growth of the Company and the required rate of return), specifically requested for in the shareholders meeting agenda, was missing in Saga Capital's presentation. Mr. Rudolfsson is not even mentioned in the minutes of the meeting, let alone the comments he raised at the meeting.

4.4 That the shares of Alfesca hf. are not applied to be withdrawn from listing on the Nasdaq OMX Iceland stock exchange and/or will be applied to be admitted to trading on another regulated market and further that the Company enters into a contract with at least one market maker on the Nasdaq OMX Iceland stock exchange in respect of the Company's shares listed on the exchange.

The Chair invited Sigthor Jonsson, representing Rekstrarfélag Kaupþings banka hf., to present his views from the perspective of the shareholders who requested the EGM and collectively not forming the consortium of investors that submitted the takeover bid. Sigthor presented his view on the reason why the shares of the Company to be removed from trading on the OMX Nordic Iceland would both cause considerable financial damage to shareholders collectively not forming the consortium of investors that have submitted the takeover bid and also have a negative impact on the credibility for Nasdaq OMX Nordic Iceland. Sigthor then presented his view on that opinion that changes to the underlying operations cannot explain the drop in the price of the shares in the last 9 months prior to the submission of the take over bid, but it (i.e. the drop in Alfesca's share price) was simply due the fact that the company's management, which now forms part of the consortium with the offeror, decided not to renew the market making agreement for the shares, shortly after the existing agreement was automatically terminated as a consequence of the Financial Supervisory Authority of Iceland's decision to take over the business of Kaupthing Bank hf. and Glitnir Banki hf. This alone was enough to undermine the basis for the formation of a natural price of the shares. Mr. Jonsson then reminded the meeting that the proposal also suggested the meeting would approve shares of Alfesca hf. to be applied to be admitted to trading on another regulated market so it could be in the interest of the Company, as addressed by Xavier Govare earlier at the Meeting.

4.6. Proposal from shareholders that all contracts entered into by the consortium of investors that submitted the takeover bid on 25 June 2009 regarding the control and management of Alfesca hf., as set out in page 4 of the offer document published on the Nasdaq OMX Iceland stock exchange, are made available to the shareholders of the Company and accounted for, so that other shareholders not part of the consortium of investors that submitted the takeover bid on 25 June 2009 are able to form a better opinion regarding the future management of the Company.

Sigthor Jonsson, representing Rekstrarfélag Kaupþings banka hf., took to the podium again and said that the purpose of the proposal was that shareholders, which requested the EGM to be held (and which were not a part of the consortium of investors that submitted the takeover bid), wanted to get more information from the consortium regarding the future control and management of Alfesca hf., so that other shareholders not part of the consortium would be able to form a better opinion regarding the future management of the Company.

Sincerely,  
On behalf of Helgi Jóhannesson hrl.,

  
Guðmundur Thorlacius, hdl.

Copy:

Jonsson & Hall lawfirm, c/o Gunnar Jonsson Chairman of the EGM  
The Financial Supervisory Authority - Iceland  
NASDAQ OMX Exchange Iceland hf.