



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, newsrooms,
and financial institutions

Press release
October 26, 2009

SALE OF HOUSING FINANCING FUND BONDS AND TREASURY NOTES

Tuesday, **October 27, 2009**, Housing Financing Fund bonds and Treasury Notes that were submitted as collateral for securities loans taken over by the Treasury will be auctioned. The auction will be structured as a single-price auction, which means that all accepted bids will be sold to primary dealers at the same price. The lowest accepted price (highest yield) will determine the selling price.

Series	Nominal value
HFF150224	4.3 b.kr.
HFF150434	3.2 b.kr.
RIKB 13 0517	3,8 b.kr.
RIKB 19 0226	3,1 b.kr.

The Central Bank reserves the right, on behalf of the Treasury, to accept some or all of the bids placed, or to reject all of them. Only primary dealers in Government securities are authorised to submit bids in this auction; however, they also submit bids on behalf of investors. Bids shall be sent to the Central Bank via the Bloomberg auction system, between **09:30** and **10:00**. Bids shall be presented as prices, with three decimal places. The minimum amount of each bid is 1 m.kr. nominal value. The results will be published at **11:00**.

The date of payment and settlement is Thursday, October 29, 2009.

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

Sincerely,