

OFFER TO THE SHAREHOLDERS OF FL GROUP HF. SUMMARY OF TERMS AND CONDITIONS

GENERAL

This is a summary of the terms and conditions and is not to be considered complete. The offer is solely made to the shareholders in FL Group hf. holding shares according to the company's register of shareholders (settled trades) at the end of business on 8 May 2008. They are offered to sell their shares in accordance with these terms and conditions. A recipient of the offer ("Recipient") may transfer and assign the rights under the offer, if shares are sold within the offering period.

PERIOD OF THE OFFER

The offer takes effect on 9 May 2008 at 10:00 and ends at 21 May 2008 at 16:00.

PRICE

Price per share in FL Group:	ISK 6,68 per each share having a nominal value of ISK 1
Price per share in Glitnir:	ISK 17,05 per each share having a nominal value of ISK 1

A Recipient is offered to sell its holding in FL Group hf. at the price mentioned above. As payment shares in Glitnir banki hf. are delivered at the price mentioned above. The price is not subject to change during the period of the offer.

ACCEPTING THE OFFER

The offer may only be accepted electronically by using an Acceptance Form available at www.glitnir.is. A recipient shall accept the offer based on the instructions provided in the Acceptance Form and by using his relevant identification number and password provided in a letter to shareholders. Such letter will be mailed on 9 May 2008 and will be received by shareholders during the course of the next 2-3 working days (for shareholders located in Iceland, longer for others). After accepting the terms of the offer a confirmation of the transaction may be printed. Recipients that do not have internet access shall contact the service center of Glitnir banki hf. between 8:00 and 19:00 on business days by telephone +354-440-3725. Recipients shall account for themselves by providing the relevant identification number and password provided in the letter to shareholders.

The Acceptance Form creates a binding and irrevocable obligation by the shareholder to sell his shares in FL Group on the terms contained in the offer. By accepting the offer the relevant Recipient agrees to the terms and conditions of the offer.

PAYMENT

Payment is offered with shares in Glitnir banki hf., which is a financial undertaking incorporated in Iceland and listed on the OMX Nordic Exchange in Iceland. Financial results, ratings and information concerning the business and operations of Glitnir banki hf. relevant to investors are available at www.glitnir.is and on the news page of OMX, <http://www.omxnordicexchange.com/newsandstatistics/companynotices/>. The Recipient shall not accept the offer if he has not examined the business and operations of Glitnir banki hf., its financial results, financial standing and observed the risk factors related to the the company's business, available on these websites. Owning shares entails various risks and FL Group hf. does not make any representation or warranty relating to the business and/or operations of Glitnir banki hf. and cannot guarantee a rise or protection against decline in the value of the shares delivered. The Recipient confirms that after settlement he bears the entire risk of share ownership in Glitnir banki hf.

FURTHER INFORMATION

The service center of Glitnir banki hf. will provide further information on the offer during business days by telephone +354-440-3725 between 8:00 and 19:00 while the offer is in effect.

SETTLEMENT

Settlement will be carried out no later than 29 May 2008.