

Further information regarding the motion by the Board of Directors on allocation of profit and payment of dividend.

The Board of Directors of Glitnir banki hf. has resolved to propose to the Annual General Meeting of the company on February the 20th 2008 that a dividend be paid totalling ISK 5,506 billion to shareholders in proportion to their shareholdings, or the equivalent of 19.9% of the profit for the year 2007 and 37% of the nominal value of share capital (or ISK 0.37 per share) from the after-tax profit of the operating year 2007, which amounted to ISK 27.651 billion. The remainder of the profit for the year, ISK 22.1 billion, shall be allocated to increase the equity of Glitnir banki hf. Simultaneously, the Board of Directors proposes that shareholders shall have the option to receive up to one half of their dividend in shares in Glitnir banki hf. at the price of 17.10 per share.

Reference date for dividend payment shall be the 20th of February 2008. Payment of the dividend by the Company shall be made without interest on 13 March 2008.

Ex-Dividend Date is 21 February 2008.

Date of Record is the 25th of February 2008.

(Dividend will be paid to those parties registered in the shareholders' registry after the settlement by the Icelandic Securities Depository before 9.00 a.m. on the 25th of February 2008).