

---

**Financial Information 30.06.2011**  
**- Supplementary Material -**  
**Creditors' Report**

---



- This presentation (including all subsequent amendments and additions) was prepared by the Resolution Committee for the creditors of Kaupthing hf. (“Kaupthing”, the “Estate”) for information purposes only and is not intended for third party publication, distribution or release, in any manner.
- Without prejudice to liability for fraud, Kaupthing accepts no responsibility for the accuracy or completeness of any information contained in this presentation and, without limitation to the foregoing, disclaims any liability which may be based on the accuracy or completeness of this presentation, modification of the presentation or any use or inability to use this presentation.
- Nothing in this presentation should be relied upon by any person for any purposes including, without limitation, in connection with trading decisions relating to Kaupthing.
- This presentation does not include an estimate of the likely level of recoveries for creditors. Material uncertainties continue to exist regarding the timing and realisable value of assets and the eventual level of creditors’ claims. The Resolution Committee wish to caution creditors against using the data in this presentation to estimate likely recovery as any such estimates are likely to be materially misleading. The actual realisable value of the Estate’s assets and liabilities may differ materially from the values set forth herein.
- The use of Kaupthing’s material, works or trademarks is forbidden without written consent except where otherwise expressly stated. Furthermore, it is prohibited to publish material made or gathered by Kaupthing without written consent.
- Any and all limitation and disclaimer of liability set out above in regard to Kaupthing shall apply as a limitation and disclaimer of liability in regard to Kaupthing’s management and employees.
- The disclaimers set out in the Creditors’ Report published on the Kaupthing’s website apply to this presentation as well. The creditors’ report published on the Kaupthing’s website forms part of this presentation.



# Contents

- 1** Overview of the Estate's Statement of Assets
- 2** Cash in Hand
- 3** Loans to and Claims against Credit Institutions
- 4** Loans to Customers
- 5** Bonds and Debt Instruments
- 6** Shares and Instruments with Variable Income
- 7** Derivatives and unpaid derivatives
- 8** Investments in Subsidiaries
- 9** Other Assets
- 10** Liabilities – The Claims Process
- 11** Operating Costs
- 12** Appendix



# Overview of the Estate's Statement of Assets



## ■ Results:

- Including FX fluctuations, the value of the total assets\* increased by ISK 97bn in H1 2011
- The value of the total assets\* increased in real terms by ISK 48bn in H1 2011
- Kaupthing's functional currency is the Icelandic krona (ISK). The ISK depreciated by 5,5% in H1 2011 which has significant positive impact on the reported asset values
- Primary contributors to the real value increase in H1 2011 are the termination of the compensation instrument and real value increase in the Loans to customers portfolio
- Cash in hand amounted to ISK 319bn at the end of H1 2011 and increased by ISK 88bn in H1 2011 primarily due to loan repayments
- Total annualized operating costs in H1 2011 were approx. 0,3% of the total carrying value as at the end of H1 2011

\* Total assets at fair value net of pledged positions, claims for the Estate's admin cost and claims relating to agreements entered into after the commencement of the ResCom.

# Development of the Estate's Asset Base\* at Fair Value H1 2011



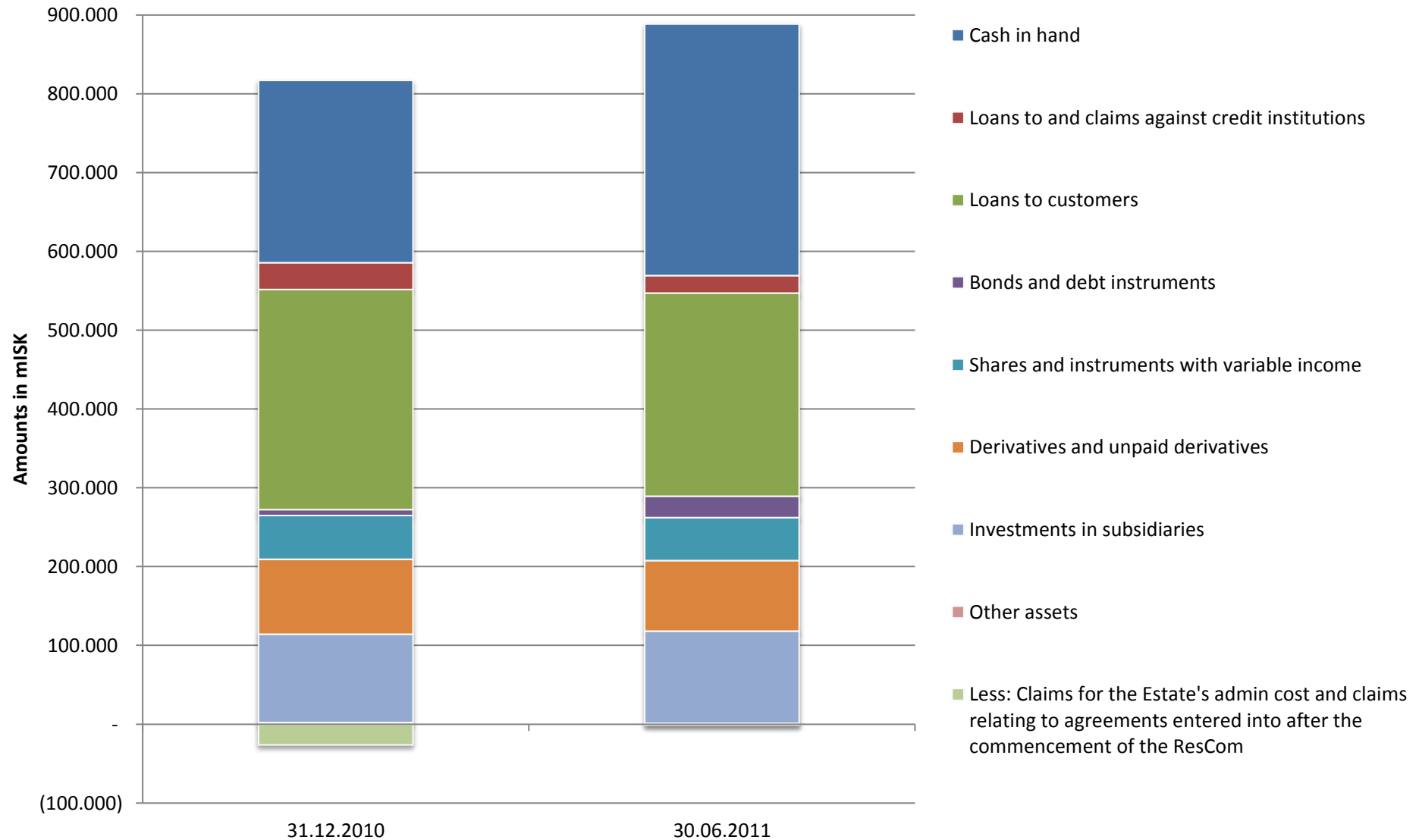
Assets	ISK million			EUR million		
	30.06.2011	31.12.2010	% change	30.06.2011	31.12.2010	% change
Cash in hand .....	319.349	231.128	38,2%	1.926	1.503	28,1%
Loans to and claims against credit institutions .....	22.097	34.136	-35,3%	133	222	-40,0%
Loans to customers .....	257.703	279.249	-7,7%	1.554	1.815	-14,4%
Bonds and debt instruments .....	27.177	7.456	264,5%	164	48	238,1%
Shares and instruments with variable income .....	54.446	55.470	-1,8%	328	361	-9,0%
Derivatives and unpaid derivatives .....	89.569	95.166	-5,9%	540	619	-12,7%
Investments in subsidiaries .....	116.764	111.939	4,3%	704	728	-3,3%
Other assets .....	1.495	2.438	-38,7%	9	16	-43,1%
<b>Total assets at fair value .....</b>	<b>888.600</b>	<b>816.982</b>	<b>8,8%</b>	<b>5.358</b>	<b>5.311</b>	<b>0,9%</b>
Less: Claims for the Estate's admin cost and claims relating to agreements entered into after the commencement of the ResCom.....	(910)	(26.038)	-96,5%	(5)	(169)	-96,8%
<b>Total assets .....</b>	<b>887.690</b>	<b>790.944</b>	<b>12,2%</b>	<b>5.353</b>	<b>5.142</b>	<b>4,1%</b>

- The value of the total assets\* increased in H1 2011 by ISK 97bn or 12,2% and by EUR 211m or 4,1% in EUR.

\* Total assets at fair value net of pledged positions, claims for the Estate's admin cost and claims relating to agreements entered into after the commencement of the ResCom.

All amounts in table in mISK and mEUR.

# Development of Total Assets at Fair Value – Net of Pledged Assets



All amounts in mISK.

# Development of the Estate's Asset Base at Fair Value in H1 2011



Assets	Unpledged fair value as at 30.06.2011	Net principal payments	Miscellaneous** (reclassification, etc)	Fx fluctuations	Real value changes	Unpledged fair value as at 30.12.2010	Interests, fees and dividend received in H1 2011
Cash in hand .....	319,3	74,9		13,3		231,1	1,4
Loans to and claims against credit institutions .....	22,1	-18,0	4,1	1,9		34,1	0,1
Loans to customers .....	257,7	-40,6	-5,1	11,7	12,5	279,2	5,7
Bonds and debt instruments .....	27,2	-0,1	19,7	-0,1	0,2	7,5	0,5
Shares and instruments with variable income .....	54,4	-2,8	-3,1	2,4	2,4	55,5	0,2
Derivatives and unpaid derivatives .....	89,6	-6,6	-5,0	2,7	3,3	95,2	0,1
Investments in subsidiaries .....	116,8			1,0	3,9	111,9	0,4
Other assets .....	1,5	-1,7		0,3	0,5	2,4	
<b>Total assets at fair value .....</b>	<b>888,6</b>	<b>5,1</b>	<b>10,6</b>	<b>33,2</b>	<b>22,8</b>	<b>816,9</b>	
Less: claims for the Estate's admin cost and claims relating to agreements entered into after commencement of the ResCom...	-1,0				25,0	-26,0	
<b>Total assets* .....</b>	<b>887,6</b>	<b>5,1</b>	<b>10,6</b>	<b>33,2</b>	<b>47,8</b>	<b>790,9</b>	<b>8,4</b>
Operating cost in the period .....		3,3					
Items in the Income statement that affect Cash in hand (interest, dividend and fees received in H1 2011 etc.).....		-8,4					

- The value of the total assets increased in real terms by ISK 48bn in H1 2011
  - ISK 25bn in reduced priority liabilities (compensation instrument with Arion Bank)
  - ISK 12,5bn from Loans to customers
  - ISK 3,9bn from Investments in subsidiaries
  - ISK 3,3bn from Derivatives and unpaid derivatives
  - ISK 2,4bn from Shares and instruments with variable income
  - ISK 0,7bn in total from Bonds and debt instruments and Other assets

■ Further explanations are provided in the respective chapters.

\* Total assets at fair value net of pledged positions, claims for the Estate's admin cost and claims relating to agreements entered into after the commencement of the ResCom.

\*\* Miscellaneous includes assets released or retrieved as part of settlements, reclassification between asset classes and other.

All amounts in table in bnISK.



# Statement of Assets on Carrying Value and Fair Value as at H1 2011



Assets	Carrying value 30.06.2011			Fair value 30.06.2011	
	Total	Unpledged	Provision	Unpledged	Weighted average
Cash in hand .....	319.349	319.349	-	319.349	100,0%
Loans to and claims against credit institutions .....	190.172	55.235	(33.138)	22.097	40,0%
Loans to customers* .....	1.200.019	1.200.019	(942.316)	257.703	21,5%
Bonds and debt instruments .....	27.177	27.177	-	27.177	100,0%
Shares and instruments with variable income .....	54.446	54.446	-	54.446	100,0%
Derivatives and unpaid derivatives .....	175.524	175.524	(85.955)	89.569	51,0%
Investments in subsidiaries .....	133.574	116.764	-	116.764	100,0%
Other assets .....	74.804	74.804	(73.309)	1.495	2,0%
<b>Total assets .....</b>	<b>2.175.065</b>	<b>2.023.318</b>	<b>(1.134.718)</b>	<b>888.600</b>	<b>43,9%</b>
Total assets (mEUR) .....	13.115	12.200	(6.842)	5.358	43,9%

- Unpledged total assets amounted to ISK 2.023bn at carrying value\* and ISK 889bn at fair value.

\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

All amounts in table in mISK and mEUR.

# Cash in Hand

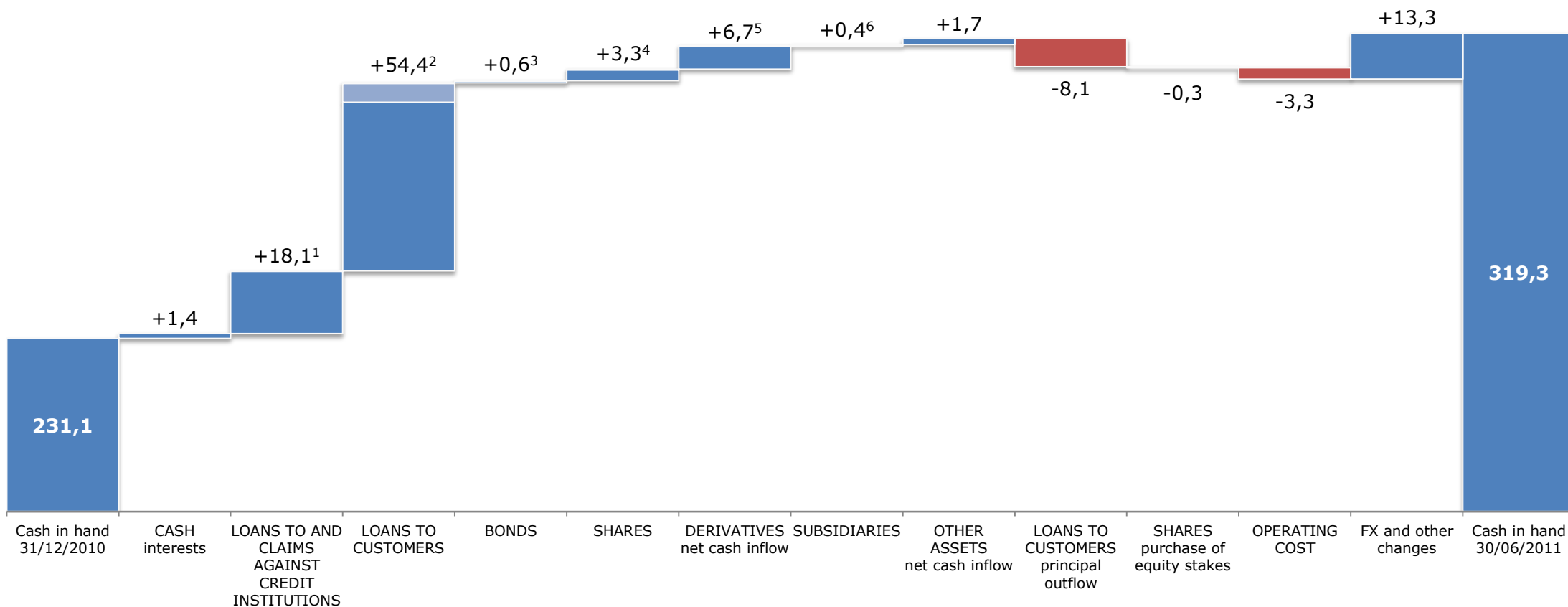


- Kaupthing's cash reserves amounted to ISK 319,3bn and increased by ISK 88bn in H1 2011.
  - Main factors contributing to increase in Cash in hand in H1 2011:
    - Inflow related to Loans to customers of ISK 54,4bn.
    - Inflow related to Loans to and claims against credit institutions of ISK 18,1bn.
    - Inflow related to Derivatives and unpaid derivatives of ISK 6,7bn
    - Inflow related to Bonds and debt instruments and Shares and instruments with variable income of ISK 3,9bn
  - Main factors contributing to decrease in Cash in hand in 2011:
    - Outflow of ISK 8,1bn to support assets in Loans to customers.
    - Operating costs in H1 2011 of ISK 3,3bn.
  - Further breakdown of the development of Cash in hand in 2011 is provided on the next slide.
- The cash reserve increased by approx. ISK 13bn due to ISK depreciation in H1 2011.
- In 2008 and 2009, Kaupthing repaid priority claims related to deposits amounting to ca. ISK 130bn.

# Cash Flow in H1 2011



Strictly private and confidential



- **1** Loans to and claims against credit institutions = ISK 18,1bn: Principal payments (18) and interest payments (0,1)
- **2** Loans to customers = ISK 54,4bn: Principal payments (48,7), interest payments (5,5) and fee income (0,2)
- **3** Bonds = ISK 0,6bn: Principal payments (0,1) and interest payments (0,5)
- **4** Shares = ISK 3,3bn: Realization of equity stakes (3,1) and dividend payments (0,2)
- **5** Derivatives = ISK 6,7bn: Principal payments (6,6) and interest payments (0,1)
- **6** Subsidiaries = ISK 0,4bn: Dividend payments (0,4)

All amounts in mISK unless otherwise specified.



- Cash in hand in respective currencies as at 30.06.2011 and 31.12.2010.

<b>Cash in hand</b>				<b>Change in</b>	<b>% change</b>
	<b>30.06.2011</b>	<b>31.12.2010</b>		<b>currency (H1)</b>	<b>(H1)</b>
AUD .....	1	0		1	-
CAD .....	3	3		0	1%
CHF .....	20	15		6	38%
DKK .....	158	131		27	20%
EUR .....	607	438		169	39%
GBP .....	315	271		43	16%
ISK .....	11.183	9.212		1.971	21%
JPY .....	329	326		3	1%
NOK .....	1.563	1.430		133	9%
SEK .....	4.091	2.752		1.339	49%
USD .....	307	221		86	39%

- The interests yielded on Cash in hand in H1 2011 amounted to ISK 1,4bn.

# Loans to and Claims against Credit Institutions



- Unpledged loans to and claims against credit institutions amounted to ISK 22,1bn at fair value and decreased by ISK 12,0bn in H1 2011.
  - The decrease is due to the repayment from FIH of the EUR 100m subordinated loan of ISK 16,2bn and retrieval of frozen bank accounts of ISK 1,8bn
  - Claims for set-off may significantly affect this asset class

Loans to and claims against credit institutions	Total 30.06.2011	Pledged 30.06.2011	Unpledged 30.06.2011	Unpledged 31.12.2010	% change
Bank accounts .....	24.430	7.750	16.680	17.355	-4%
Subordinated loans to subsidiaries .....	127.187	127.187	-	15.392	-100%
Other loans .....	5.417	-	5.417	1.389	290%
<b>Loans to and claims against credit institutions .....</b>	<b>157.034</b>	<b>134.937</b>	<b>22.097</b>	<b>34.136</b>	<b>-35%</b>
Loans to and claims against credit institutions (EUR) .....	947	814	133	222	-40%

All amounts in table in mISK and mEUR.



## **Unpledged positions – overview at fair value**

### ■ Unpledged bank accounts (ISK 16,7bn at fair value)

- These accounts have been emptied partially or fully by the counterparty without legitimate acceptable reasons being provided to the Estate
- These are related to ca. 20 different jurisdictions and the amounts range from c. ISK 2m to ISK 9,2bn – the 3 largest of the 25 accounts covering 81% of the class value
- A substantial amount of these bank accounts have been subject to set-off in relation to derivative cases and hence the validity and legality of the freezing/seizure of cash will be concluded as part of the settlement of the derivative portfolio
- The bank accounts which are not related to derivative set-off are being handled by the Estate's internal legal counsel and the Winding-up Committee, in co-operation with external legal counsel in the respective jurisdictions, who analyze the validity of the freezing/seizure with respect to Icelandic bankruptcy legislation in coalition with other relevant jurisdictional legislation

### ■ Subordinated loans to subsidiaries (ISK 0bn at fair value)

- The repayment of Kaupthing's EUR 100m subordinated loan granted to FIH in 2005 was completed on 22 March 2011

### ■ Other loans: (ISK 5,4bn at fair value)

- As part of the settlement with Arion Bank, a loan to a Nordic financial institution amounting to ISK 4,1bn was transferred to Kaupthing and added to this sub-class
- The remainder of this sub-class is mostly claims on domestic counterparties





## **Pledged positions – overview at fair value**

- Guarantees accounts (ISK 7,8bn at fair value)
  - Pledged bank accounts with 3 foreign banks
- Subordinated loans to subsidiaries (ISK 127,2bn at fair value)
  - The subordinated loan which is classified as pledged is to Kaupthing's subsidiary, Kaupthing Mortgages Institutional Investor Fund, and is related to the issuance and structure of Kaupthing's covered bonds

# Loans to Customers



- Loans to customers valued at ISK 257,7bn and decreased by ISK 21,5bn in H1 2011.
  - The decrease is primarily driven by inflow due to net principal repayments of ISK 40,6bn
- The value of Loans to customers increased in real terms by ISK 12,5bn in H1 2011.
  - Europe portfolio: ISK 130,9bn at fair value – real value decrease: ISK 1,7bn
  - Nordic portfolio: ISK 80,4bn at fair value – real value increase: ISK 8,1bn
  - NOA portfolio: ISK 46,4bn at fair value – real value increase: ISK 6,1bn

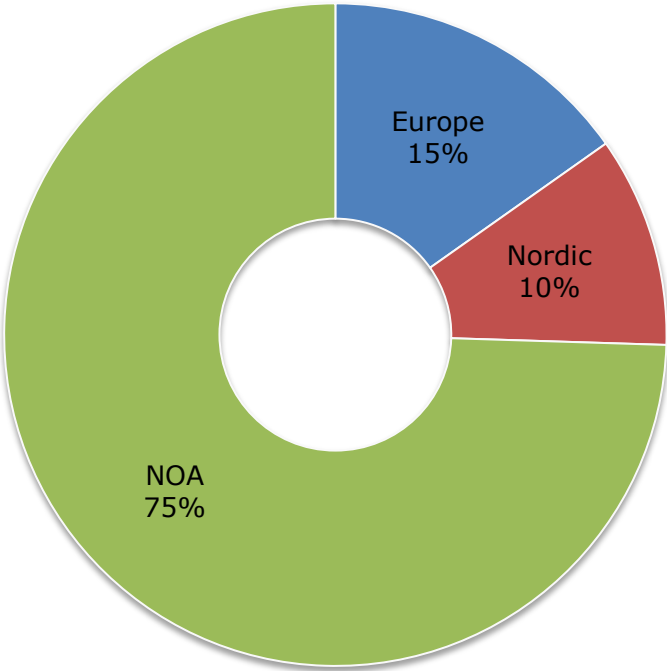
Loans to customers	Carrying value*	Fair value	Weighted average	Carrying value*	Fair value	Weighted average
		30.06.2011			31.12.2010	
Europe .....	182.597	130.935	71,7%	196.506	141.460	72,0%
Nordic .....	123.351	80.382	65,2%	157.169	98.688	62,8%
NOA .....	894.071	46.386	5,2%	795.236	39.101	4,9%
<b>Loans to customers .....</b>	<b>1.200.019</b>	<b>257.703</b>	<b>21,5%</b>	<b>1.148.911</b>	<b>279.249</b>	<b>24,3%</b>
Loans to customers (mEUR) .....	7.236	1.554	21,5%	7.469	1.815	24,3%

\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

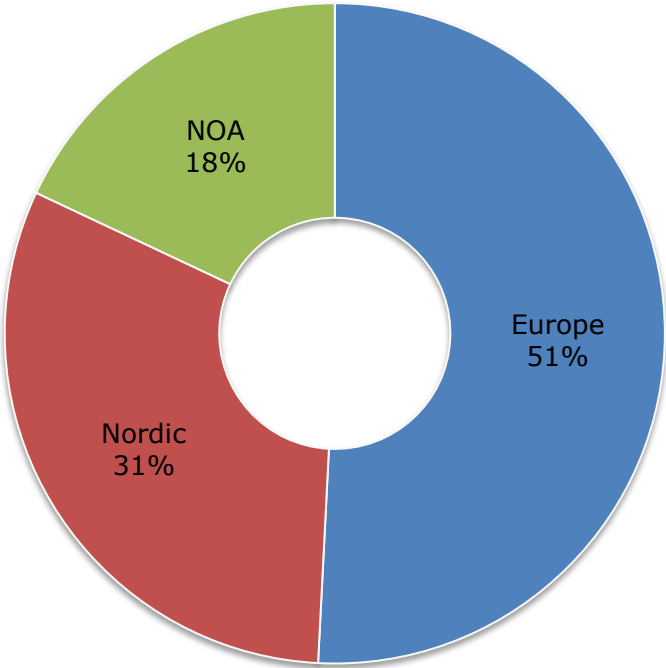
All amounts in table in mISK and mEUR.



### Carrying value



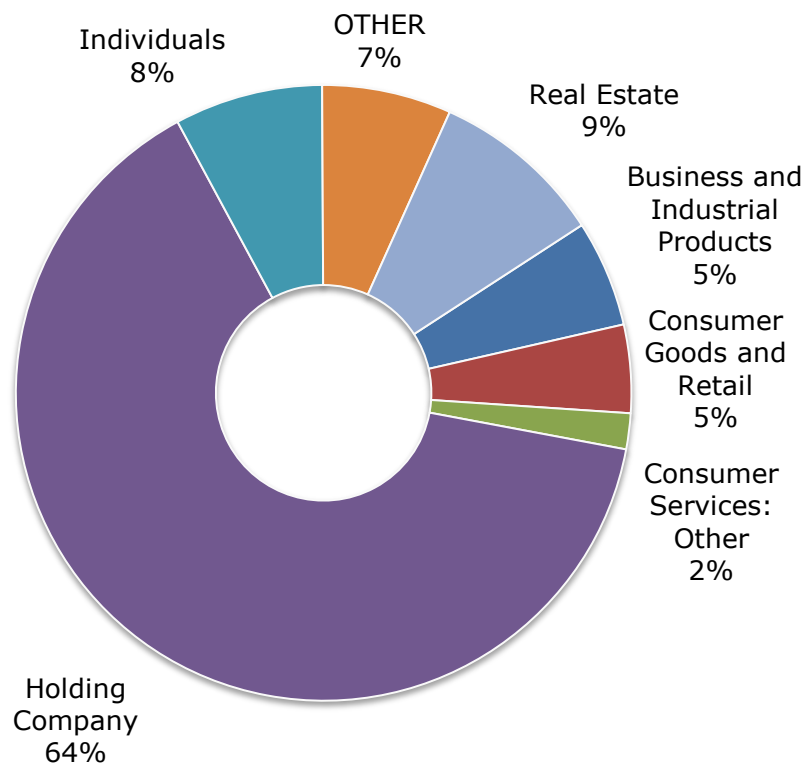
### Fair value



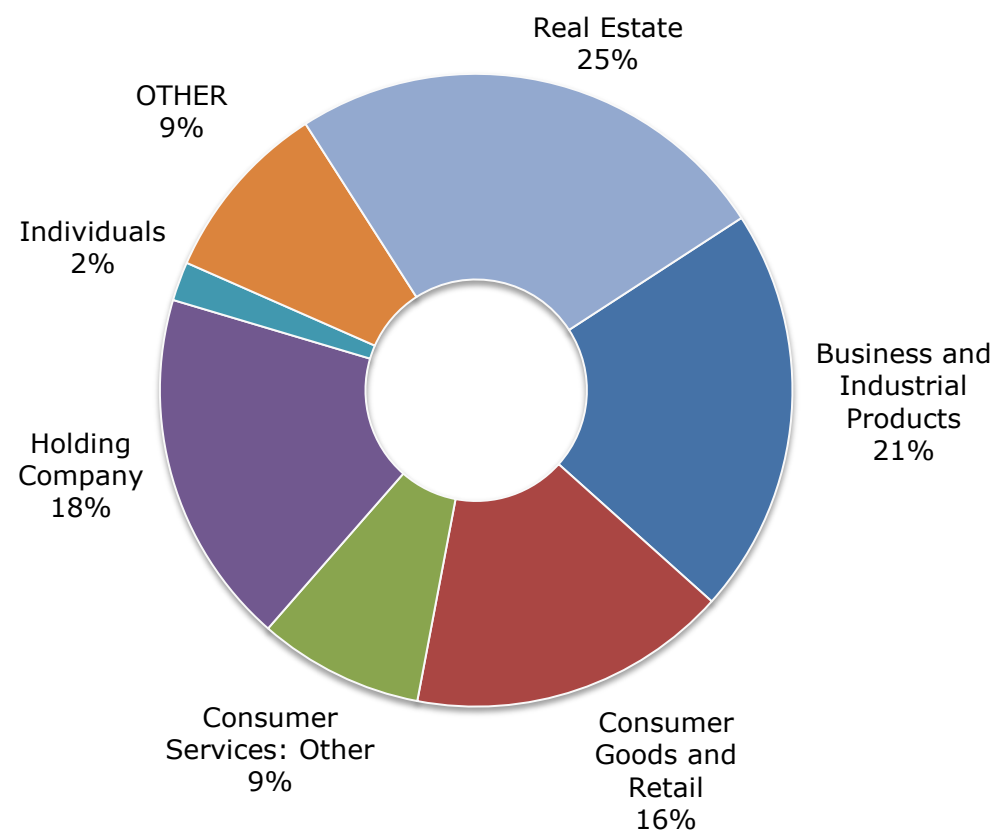
\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.



## Carrying value



## Fair value



\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

# Loans to Customers – Breakdown by Sector



Operating Assets - (Europe & Nordic)	Carrying value*	30.06.2011		Weighted average	31.12.2010	
		Fair value	Weighted average		Carrying value*	Fair value
Business and Industrial Products	67.223	53.593	79,7%	69.211	53.015	76,6%
Consumer Goods and Retail .....	55.533	42.142	75,9%	71.104	52.509	73,8%
Consumer Services: Other .....	22.599	21.775	96,4%	32.772	24.776	75,6%
Holding Company .....	44.942	15.848	35,3%	38.941	13.365	34,3%
Individuals .....	14.045	5.130	36,5%	22.446	11.385	50,7%
Real Estate .....	87.705	64.177	73,2%	83.325	61.390	73,7%
Other .....	13.901	8.652	62,2%	35.876	23.708	66,1%
<b>Loans to customers .....</b>	<b>305.948</b>	<b>211.317</b>	<b>69,1%</b>	<b>353.675</b>	<b>240.148</b>	<b>67,9%</b>
Loans to customers (mEUR) .....	1.845	1.274	69,1%	2.299	1.561	67,9%

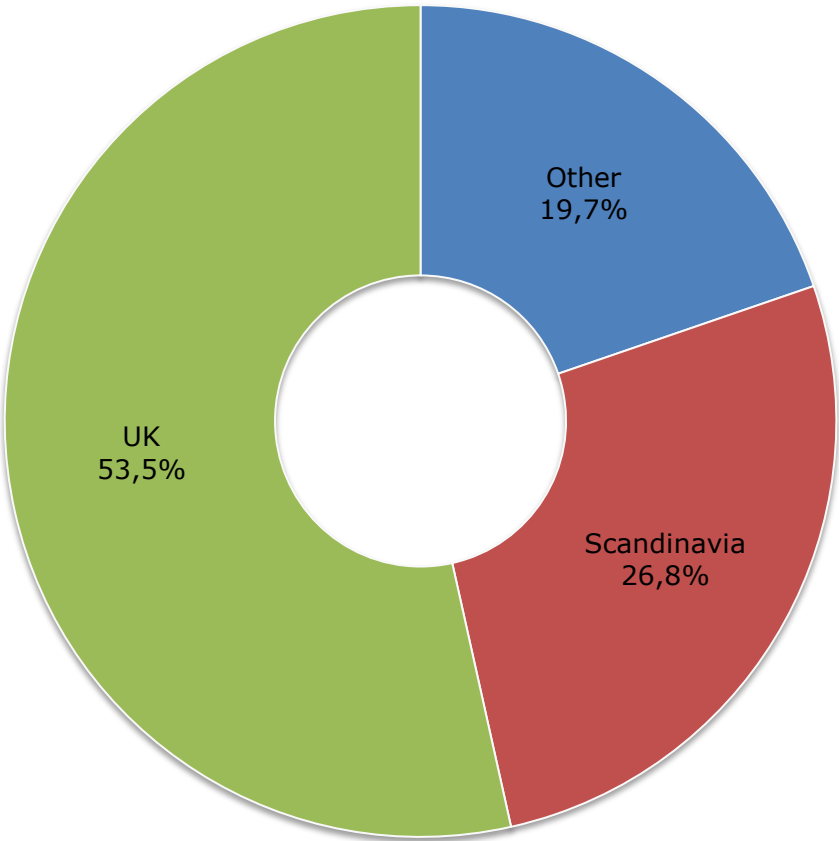
NOA portfolio	Carrying value	31.12.2010		Carrying value	31.12.2010	
		Fair value	Weighted average		Fair value	Weighted average
Holding Company .....	725.249	30.987	4,3%	639.686	30.060	4,7%
Individuals .....	79.497	-	0,0%	72.274	-	0,0%
Real Estate .....	21.638	-	0,0%	20.787	-	0,0%
Other .....	67.687	15.399	22,8%	62.489	9.041	14,5%
<b>Loans to customers .....</b>	<b>894.071</b>	<b>46.386</b>	<b>5,2%</b>	<b>795.236</b>	<b>39.101</b>	<b>4,9%</b>
Loans to customers (mEUR) .....	5.391	280	5,2%	5.170	254	4,9%

\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

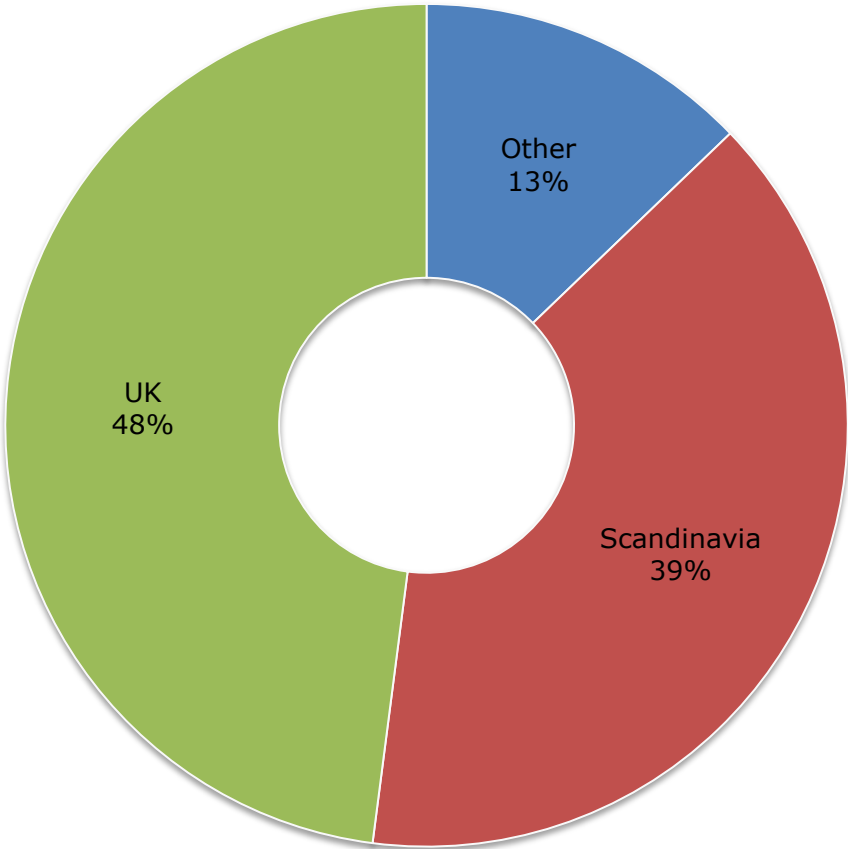
All amounts in table in mISK and mEUR.



**Carrying value**



**Fair value**



\* Scandinavia includes all the Nordic countries  
\*\*UK includes UK overseas territories and Crown dependencies

# Loans to Customers – Breakdown by Geography



Operating assets (Europe & Nordic) - breakdown by geography	Carrying value*	Fair value	Weighted average	Carrying value*	Fair value	Weighted average
	30.06.2011			31.12.2010		
Scandinavia** .....	168.714	101.095	59,9%	200.661	118.566	59,1%
UK*** .....	110.140	90.643	82,3%	123.665	99.704	80,6%
Other .....	27.094	19.579	72,3%	29.349	21.879	74,5%
<b>Loans to customers .....</b>	<b>305.948</b>	<b>211.317</b>	<b>69,1%</b>	<b>353.675</b>	<b>240.149</b>	<b>67,9%</b>
Loans to customers (mEUR) .....	1.845	1.274	69,1%	2.299	1.561	67,9%

NOA portfolio - breakdown by geography	Carrying value	Fair value	Weighted average	Carrying value	Fair value	Weighted average
	30.06.2011			31.12.2010		
Scandinavia** .....	152.471	-	0,0%	91.095	-	0,0%
UK*** .....	531.813	32.931	6,2%	506.027	31.717	6,3%
Other .....	209.787	13.455	6,4%	198.114	7.383	3,7%
<b>Loans to customers .....</b>	<b>894.071</b>	<b>46.386</b>	<b>5,2%</b>	<b>795.236</b>	<b>39.100</b>	<b>4,9%</b>
Loans to customers (mEUR) .....	5.391	280	5,2%	5.170	254	4,9%

\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

\*\*Scandinavia includes all the Nordic countries

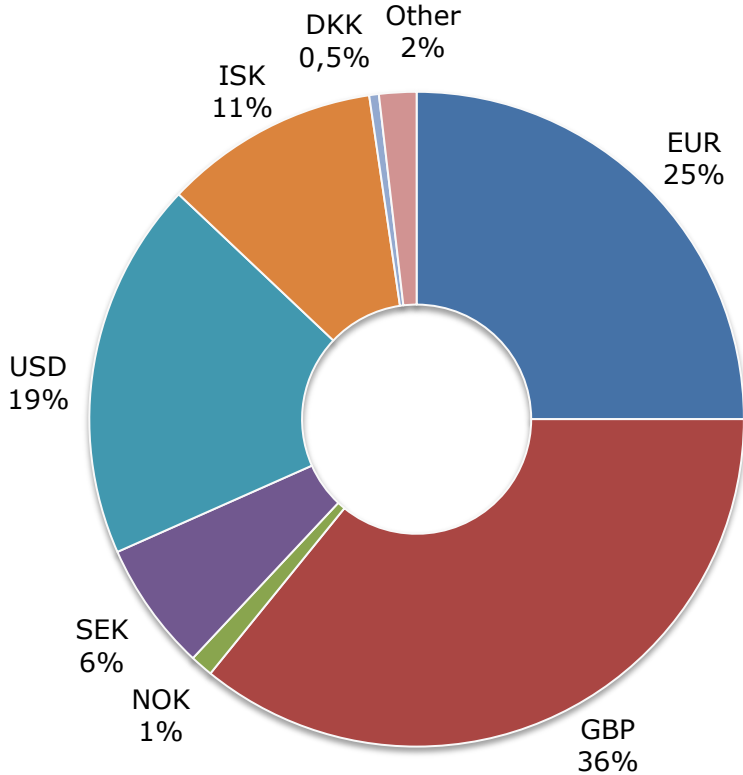
\*\*\* UK includes UK overseas territories and Crown dependencies

All amounts in table in mISK and mEUR.

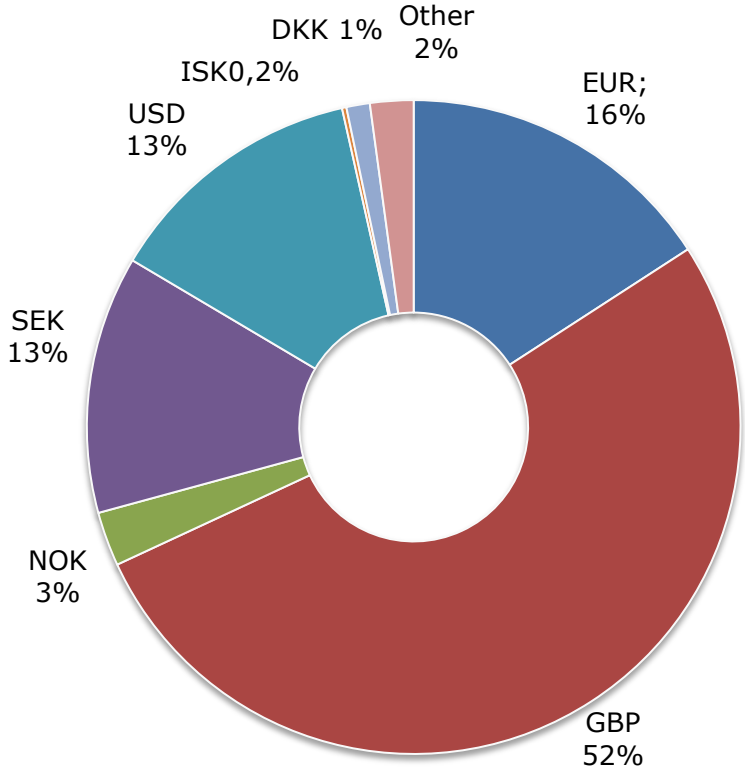




**Carrying value**

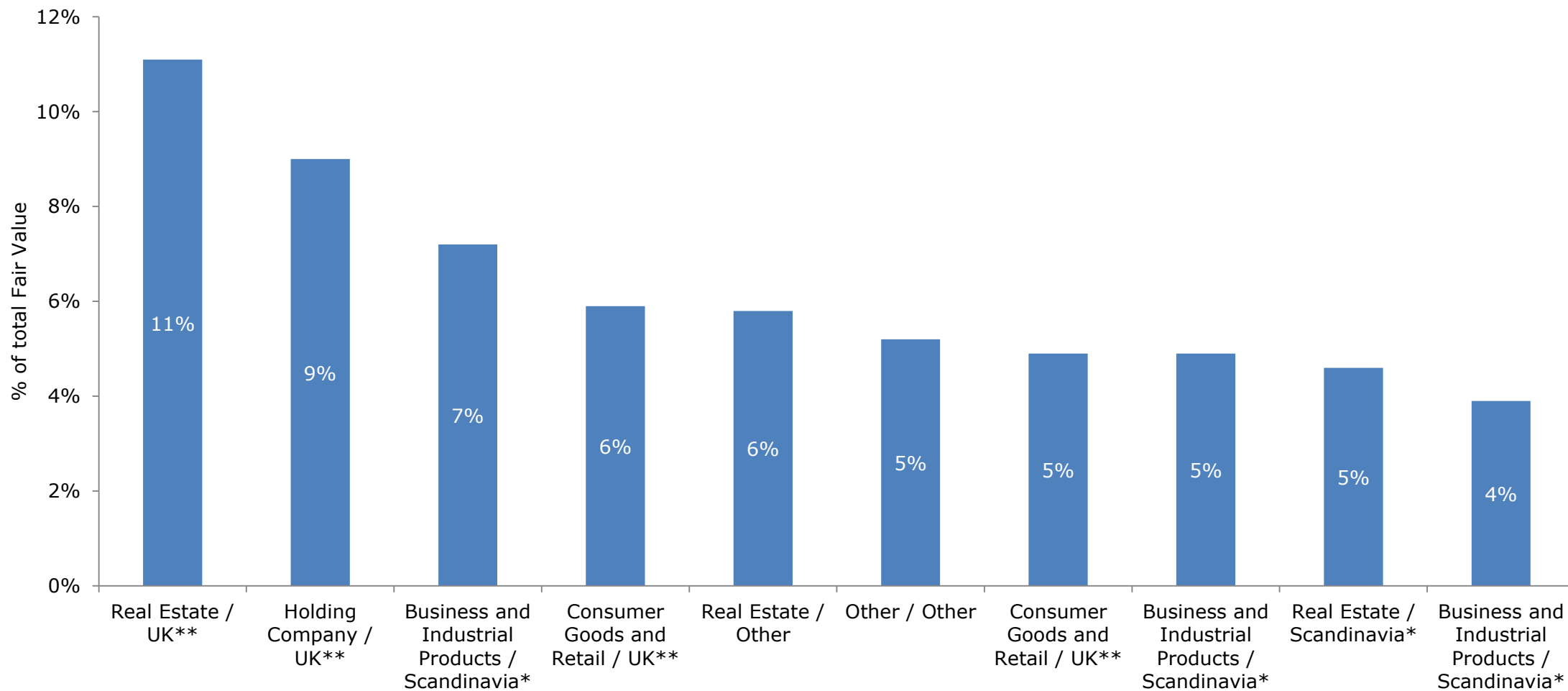


**Fair value**





## Ten Largest Loans to Customers

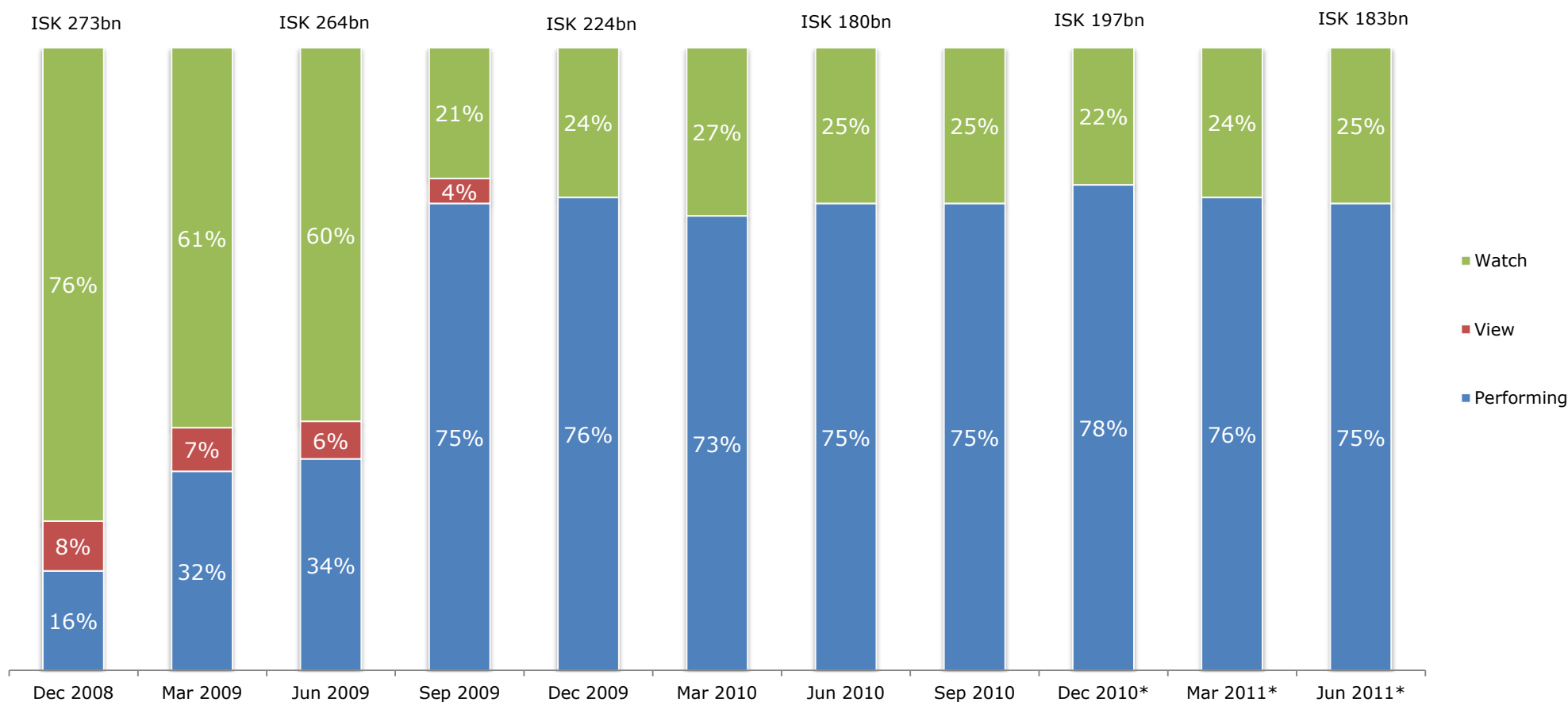


■ The ten largest Loans to customers by Sector and Country at Fair Value as a % of total Loans to customers at fair value as at the end of H1 2011

\*Scandinavia includes all the Nordic countries

\*\*UK includes UK overseas territories and Crown dependencies

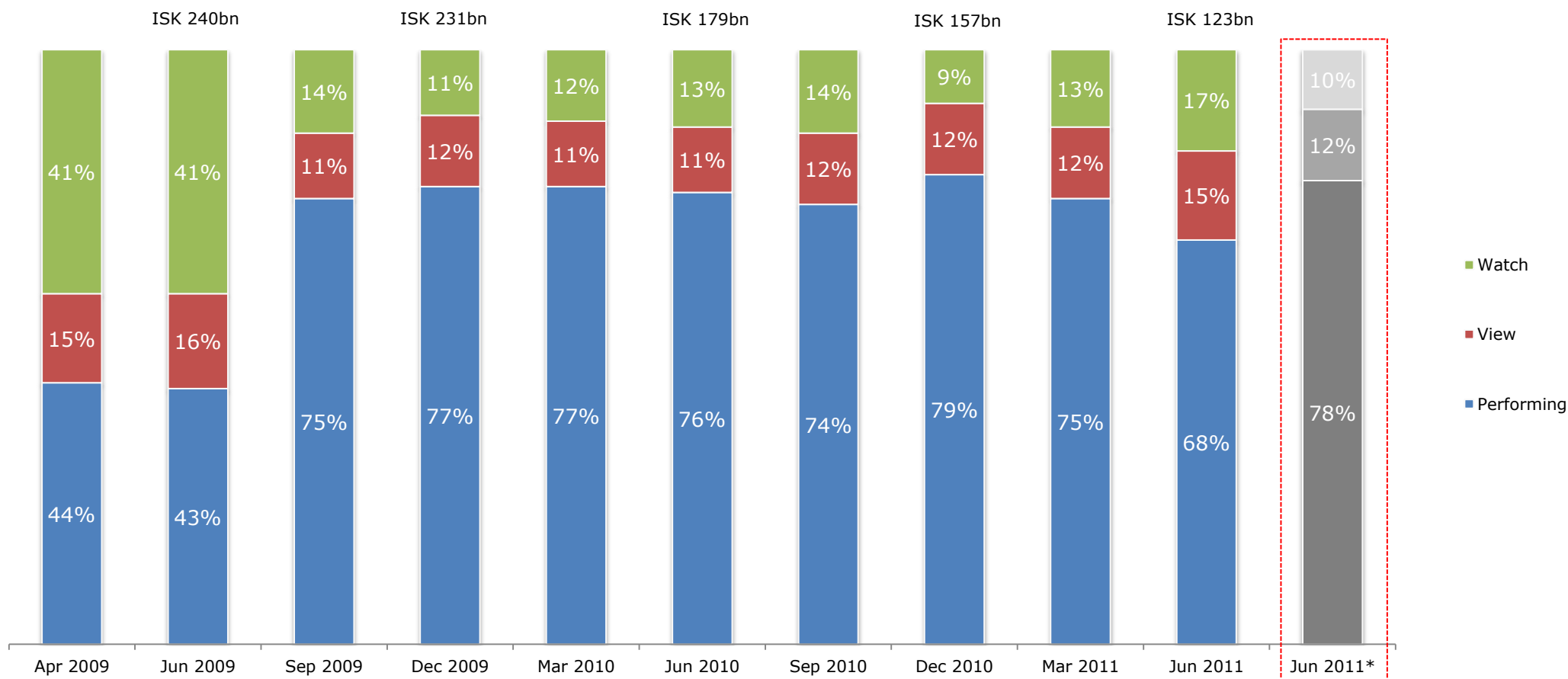
# Europe Portfolio at Carrying Value – Performance



\* Late in 2010, the Estate's financing of the Middlesex Hospital site (real-estate development in Fitzrovia, London) was sold for a 50% interest in a joint venture partnership ("JV"). The compensation has lower carrying value than the carrying value of the initial financing which Kaupthing provided in 2006. Subsequently, the carrying value as at 30 June 2011 has been adjusted downwards by the difference, i.e. ISK 14.333 million, above. For the same reasons, the carrying value as at 31 December 2010 was adjusted downwards by ISK 13.760 million.

For definition of watch, view and performing, see Appendix.

# Nordic Portfolio at Carrying Value – Performance



\*The gray June 2011 column displays the 30.06.2011 Nordic portfolio on a Like-for-Like YE 2010 basis, showing performance as if no major prepayments and asset transfers had occurred.

For definition of watch, view and performing, see Appendix.

# Bonds and Debt Instruments



- Bonds and debt instruments valued at ISK 27,2bn and increased by ISK 19,7bn in H1 2011.
  - The increase is primarily due to:
    - further progress made in winding down and settling the Estate's secured funding agreements and derivatives book
    - new subordinated debt instrument due to conversion from preferred shares
- In addition, interest payments received amounted to ISK 0,5bn, principal payments amounted to ISK 0,1bn and real value increase amounted to ISK 0,2bn.
  - The bonds are mainly denominated in EUR, ISK and GBP. Approximately 41% of the value is in the Financial Services sector, or ISK 11,2bn out of ISK 27,2bn.
- This asset class has been shown with both pledged and unpledged positions in previous statement of assets. The Estate has now netted all pledged positions against the respective collateral and therefore the total amount, consisting of only unpledged positions, is presented.
  - Claims for set-off may materially affect this asset class.

Bonds and debt instruments			Change in ISK	
	30.06.2011	31.12.2010	(H1)	% change (H1)
Listed .....	6.588	6.480	108	2%
Unlisted .....	20.589	976	19.613	2010%
<b>Bonds and debt instruments .....</b>	<b>27.177</b>	<b>7.456</b>	<b>19.721</b>	<b>264%</b>
Bonds and debt instruments (mEUR) .....	164	48	115	238%

Bonds and debt instruments			Change in ISK	
	30.06.2011	31.12.2010	(H1)	% change (H1)
Financial Services .....	11.189	373	10.816	2900%
Consumer Goods and Retail .....	5.539	0	5.539	-
Government Agencies .....	4.996	4.851	145	3%
Holding Companies .....	2.522	451	2.071	459%
Governments .....	1.747	1.781	-34	-2%
Energy and Environment .....	1.184	0	1.184	-
<b>Bonds and debt instruments .....</b>	<b>27.177</b>	<b>7.456</b>	<b>19.721</b>	<b>264%</b>
Bonds and debt instruments (mEUR) .....	164	48	115	238%

All amounts in table in mISK and mEUR.

# Shares and Instruments with Variable Income



- Shares and instruments with variable income valued at ISK 54,4bn and decreased by ISK 1bn in H1 2011.
  - Increased in real terms by ISK 2,4bn
  - Increased by ISK 2,4bn due to FX fluctuations
  - Realization of equity stakes amounted to ISK 3,1bn
  - Dividend payments amounted to ISK 0,2bn
- This asset class has been shown with both pledged and unpledged positions in previous reports. The Estate has now netted all pledged positions against the respective collateral and therefore the total amount, consisting of only unpledged positions, is presented.

Shares and instruments with variable income			Change in ISK	
	30.06.2011	31.12.2010	(H1)	% change (H1)
Listed .....	6.342	6.123	219	4%
Unlisted .....	48.104	49.347	-1.243	-3%
<b>Shares and instruments with variable income .....</b>	<b>54.446</b>	<b>55.470</b>	<b>-1.024</b>	<b>-2%</b>
Shares and instruments with variable income (mEUR) .....	328	361	-32	-9%

Shares and instruments with variable income			Change in ISK	
	30.06.2011	31.12.2010	(H1)	% change (H1)
Consumer Goods and Retail .....	32.397	37.510	-5.113	-14%
Financial Services .....	7.764	7.354	410	6%
Real Estate .....	5.458	2.402	3.056	127%
Consumer Services: Other .....	3.928	3.332	596	18%
Energy and Environment .....	3.253	3.487	-234	-7%
Life Sciences .....	1.411	1.210	201	17%
Other .....	235	175	60	34%
<b>Shares and instruments with variable income .....</b>	<b>54.446</b>	<b>55.470</b>	<b>-1.024</b>	<b>-2%</b>
Shares and instruments with variable income (mEUR) .....	328	361	-32	-9%

All amounts in table in mISK and mEUR.



# Derivatives and Unpaid Derivatives



- Derivatives and unpaid derivatives amounted to ISK 89,6bn at fair value and decreased by ISK 5,6bn in H1 2011.
  - Increased in real terms by ISK 3,3bn
  - Decreased by ISK 6,6bn due to net cash inflow from counterparties in partial or complete settlements
  - Increased by ISK 2,7bn due to FX fluctuations
- There are 120 counterparties remaining on the asset side, decreasing from 152 since YE 2010.
- Collateral comprises cash collateral associated with derivative assets posted by ISDA counterparties with Kaupthing. This collateral was part of Kaupthing's own funds and had been re-used or re-invested prior to the bank's collapse. Derivatives and unpaid derivatives carrying value after collateral includes collateral amounting to ISK 3.010 million held in excess by ISDA counterparties. In addition, ISK 1.880 million has been posted as collateral by non-ISDA counterparties. This non-ISDA collateral is a part of off-balance sheet items which are currently being held in the name of the counterparty but have been pledged Kaupthing.
- Claims for set-off may significantly affect this asset class.

Derivatives and unpaid derivatives - Assets	Carrying value	Provision 30.06.2011	Fair value	Fair value 31.12.2010
Derivatives .....	1.509	-302	1.207	1.292
Unpaid derivatives* .....	174.015	-85.653	88.362	93.874
<b>Derivatives and unpaid derivatives .....</b>	<b>175.524</b>	<b>-85.955</b>	<b>89.569</b>	<b>95.166</b>
<b>Derivatives and unpaid derivatives (mEUR) .....</b>	<b>1.058</b>	<b>-518</b>	<b>540</b>	<b>619</b>

\* Matured and terminated trades, and unpaid cash flow from open trades.

All amounts in table in mISK and mEUR.



Derivatives and unpaid derivatives - Assets	Carrying value	Provision 30.06.2011	Fair value	Fair value 31.12.2010
ISDA counterparties .....	56.292	-11.242	45.050	50.059
Non-ISDA counterparties .....	119.232	-74.713	44.519	45.107
<b>Derivatives and unpaid derivatives .....</b>	<b>175.524</b>	<b>-85.955</b>	<b>89.569</b>	<b>95.166</b>
<b>Derivatives and unpaid derivatives (mEUR) .....</b>	<b>1.058</b>	<b>-518</b>	<b>540</b>	<b>619</b>

- A derivative contract is accounted for as an asset if the carrying value net of collateral of all derivative contracts of the counterparty is in the Estate's favour.
- Provisions primarily reflect estimated creditworthiness of each counterparty. The provision level is decided on a counterparty level, not a product level, and is reviewed on a regular basis.

All amounts in table in mISK and mEUR.

# Investments in Subsidiaries

# Investments in Subsidiaries – Development in H1 2011



- Unpledged Investments in subsidiaries amounted to ISK 116,8bn and increased by almost ISK 5bn in H1 2011.
  - Increased by ISK 3,9bn in real terms
  - Increased by ISK 1bn due to FX fluctuations
  - Dividend payments amounted to ISK 0,4bn, primarily coming from Norvestia
- Pledged positions amounted to ISK 16,8bn but only one entity, Kaupthing Mortgage Institutional Investors Fund, is categorized as a pledged asset.

Investments in subsidiaries	Total 30.06.2011	Pledged 30.06.2011	Unpledged 30.06.2011	Unpledged 31.12.2010	% change
Kaupskil ehf. (Arion Bank), Iceland .....	95.524	-	95.524	92.191	3,6%
Kaupthing Mortgage Inst. Investor Fund, Iceland .....	16.810	16.810	-	-	-
Norvestia Oyj, Finland .....	7.814	-	7.814	7.816	0,0%
Kaupthing Sverige AB, Sweden .....	5.089	-	5.089	4.792	6,2%
Kirna ehf., Iceland .....	4.954	-	4.954	4.122	20,2%
Other .....	3.383	-	3.383	3.018	12,1%
<b>Investments in subsidiaries .....</b>	<b>133.574</b>	<b>16.810</b>	<b>116.764</b>	<b>111.939</b>	<b>4,3%</b>
Investments in subsidiaries (mEUR) .....	805	101	704	728	-3,3%

All amounts in table in mISK and mEUR.

# Other Assets



- Other assets valued at ISK 1,5bn and decreased by ISK 0,9bn in H1 2011.
  - Increased in real terms by ISK 0,5bn, primarily due to cash retrieval from positions which the estate had previously provisioned for
  - Net cash inflow of ISK 1,7bn is driving the decrease of this asset class

Other Assets	Unpledged 30.06.2011	Unpledged 31.12.2010	% change
Accounts receivables .....	38.433	37.494	2,5%
Accepted claims on bankrupt entities .....	28.838	28.843	0,0%
Sundry assets .....	7.533	4.772	57,9%
<b>Other assets at carrying value .....</b>	<b>74.804</b>	<b>71.109</b>	<b>5,2%</b>
Provisions .....	(73.309)	(68.671)	
<b>Other assets at fair value .....</b>	<b>1.495</b>	<b>2.438</b>	<b>-38,7%</b>
Other assets (EUR) .....	9	16	-43,1%

All amounts in table in mISK and mEUR.



# Liabilities - The Claims Process





- The liabilities of the Estate are currently being determined through a formal process administered by the Winding-up Committee.
- A total of 28.167 claims were lodged before the deadline at 30 December 2009, amounting to ISK 7.316bn. However, as at 18 September 2011, the total amount of claims registered in the list of claims, amounted to ISK 5.570bn. The list of claims however incorporates all claims lodged against the Estate except those claims which have been filed and later withdrawn by creditors and therefore includes claims which have been finally rejected by the Winding-up Committee.
  - As at 18 September 2011, adjusted outstanding claims amounted to ISK 4.710 billion, thereof ISK 4.493 billion under Art. 113. The Winding-up Committee completed its decision on all claims by the Creditors' Meeting on 3 December 2010. However, as many objections were filed, the decisions in question are not final.
- Until all disputes have been settled, the real and accurate amount of liabilities is uncertain.
- According to Act No. 44/2009, claims should generally have been filed as at 22 April 2009 in the relevant currency and converted into ISK at the exchange rate published by the ICB on 22 April 2009. Hence, the liability side has been fixed in ISK as at that date for all relevant claims.
- In the event there are discrepancies between the liabilities estimate presented by the Resolution Committee and the accepted claims finally determined by the Winding-up Committee, the determination of the latter prevails.
- **All amounts on the following slides are based on the claim registry as at 18 September 2011.**



## Adjusted outstanding claims

- In several cases the WuC accepts a claim with different priority than lodged. **Adjusted amounts** in the table below are based on the Winding-up Committee's decisions and represent the total amounts of all claims that decisions have been made under respective article, i.e. accepted or rejected. **Adjusted outstanding claims** represent the Adjusted amounts under each article excluding finally rejected claims.

Article	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
<b>Total Lodged</b>	<b>58.488</b>	<b>959</b>	<b>97.076</b>	<b>272.738</b>	<b>4.654.408</b>	<b>486.633</b>	<b>5.570.302</b>
Total Adjusted	38.516	12.126	24.397	61.438	4.947.192	486.633	5.570.302
<b>Accepted</b>	<b>1</b>	<b>11.478</b>	<b>0</b>	<b>16</b>	<b>2.924.219</b>	<b>0</b>	<b>2.935.714</b>
Thereof, finally*	1	11.478	0	16	2.000.886	0	2.012.381
Thereof, in dispute	0	0	0	0	923.333	0	923.333
<b>Rejected**</b>	<b>38.516</b>	<b>648</b>	<b>24.396</b>	<b>61.422</b>	<b>2.022.973</b>	<b>486.633</b>	<b>2.634.588</b>
Thereof, finally	10.295	422	18.137	48.592	453.807	328.766	860.019
Thereof, in dispute	28.221	226	6.259	12.830	1.569.166	157.867	1.774.569
<b>Adjusted outstanding claims</b>	<b>28.222</b>	<b>11.704</b>	<b>6.259</b>	<b>12.846</b>	<b>4.493.385</b>	<b>157.867</b>	<b>4.710.283</b>
Thereof, rejected duplicates/triplicates in dispute	1.307	0	1.096	2.622	696.610	27.197	
<b>Adjusted outstanding claims - excluding rejected duplicated/triplicated claims in dispute, and claims lodged under Art. 114</b>	<b>26.915</b>	<b>11.704</b>	<b>5.163</b>	<b>10.224</b>	<b>3.796.775</b>		<b>3.850.781</b>

\* Claims which have been accepted but are still in dispute and objected only by the respective claimant but not other creditors are included as finally accepted claims as the accepted amount in these cases will never be lower than what has been accepted by the Winding-up Committee. In these cases, there can still be a dispute between the Winding-up Committee and individual creditors regarding priority status of claims. The priority of a finally accepted claim can therefore change, from Art. 113 to Art. 109-112, in accordance with final outcome of that claim. Claims lodged under Art. 109-112 but have been categorized as finally accepted under Art. 113 (only disputed by the claimant itself) amounted to ISK 207bn.

\*\* Claims that have been rejected, moved under Art. 114 or where no decision will be taken. With reference to the final sentence of the first paragraph of Article 119 of the Act on Bankruptcy, etc., No. 21/1991, no decisions will be made on subordinate claims.

All amounts in table in mISK.

# Total Adjusted Outstanding Claims



- Total adjusted outstanding claims as at 18 September 2011 shown by article and type.

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	962	0	0	4.464	229.131	75	234.632
Derivatives	8.214	170	5.157	136	311.483	1.336	326.497
Miscellaneous	1.861	11.450	0	0	150.924	1	164.236
Deposit Agreements	0	0	0	4.837	297.037	4.684	306.558
Deposits	0	0	0	150	131	1	282
Reimbursements	0	0	0	159	701	0	859
Loan Agreements	0	0	0	0	431.451	1.379	432.830
Invoices	58	21	0	0	1.733	0	1.812
Contracts	0	0	0	0	47.692	0	47.692
Damages	14.088	62	0	923	156.846	16.760	188.679
Bonds	3.037	0	1.101	469	2.864.936	133.625	3.003.169
Interests	1	0	1	1.708	1.321	5	3.036
<b>Total</b>	<b>28.222</b>	<b>11.704</b>	<b>6.259</b>	<b>12.846</b>	<b>4.493.385</b>	<b>157.867</b>	<b>4.710.283</b>

**Adjusted outstanding amounts** in the table below are based on the WuC's decisions and represent the outstanding amounts of all claims that decisions have been made under respective article, i.e. accepted or rejected dispute claims, finally rejected claims are excluded.

There might still be outstanding disputes concerning priority of claims as in several cases the WuC accepts a claim with different priority than lodged. Thus, the priority of claims in the table above might change as courts might rule against WuC's decision on priority of claims.

All amounts in table in mISK.



## ■ Finally\* accepted claims by article and type

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	0	0	0	0	6.539	0	6.539
Derivatives	0	0	0	0	30.760	0	30.760
Miscellaneous	1	11.450	0	0	9.711	0	21.162
Deposit Agreements	0	0	0	0	256.715	0	256.715
Deposits	0	0	0	0	0	0	0
Reimbursements	0	0	0	16	564	0	580
Loan Agreements	0	0	0	0	393.253	0	393.253
Invoices	0	21	0	0	1.622	0	1.643
Contracts	0	0	0	0	10	0	10
Damages	0	7	0	0	215	0	222
Bonds	0	0	0	0	1.300.234	0	1.300.234
Interests	0	0	0	0	1.263	0	1.263
<b>Total</b>	<b>1</b>	<b>11.478</b>	<b>0</b>	<b>16</b>	<b>2.000.886</b>	<b>0</b>	<b>2.012.381</b>

## ■ Accepted claims in dispute by article and type

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	0	0	0	0	12.993	0	12.993
Derivatives	0	0	0	0	0	0	0
Miscellaneous	0	0	0	0	54.825	0	54.825
Deposit Agreements	0	0	0	0	1.776	0	1.776
Deposits	0	0	0	0	0	0	0
Reimbursements	0	0	0	0	0	0	0
Loan Agreements	0	0	0	0	25.126	0	25.126
Invoices	0	0	0	0	0	0	0
Contracts	0	0	0	0	0	0	0
Damages	0	0	0	0	0	0	0
Bonds	0	0	0	0	828.587	0	828.587
Interests	0	0	0	0	26	0	26
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>923.333</b>	<b>0</b>	<b>923.333</b>

\* Clarification on finally accepted claims is shown below table on slide 42.  
All amounts in tables in mISK.

# Rejected Claims – Final and in Dispute



## ■ Finally rejected claims by article and type

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	325	0	3	36.006	4.812	1.276	<b>42.423</b>
Derivatives	1.408	0	3.669	19	5.762	1.002	<b>11.861</b>
Miscellaneous	1.580	27	0	12	224	0	<b>1.844</b>
Deposit Agreements	0	0	0	2	0	0	<b>2</b>
Deposits	1.611	0	0	7.641	35.704	25	<b>44.981</b>
Reimbursements	0	0	0	667	69	9	<b>746</b>
Loan Agreements	0	0	7.056	18	7.460	4.260	<b>18.793</b>
Invoices	0	311	0	12	838	247	<b>1.407</b>
Contracts	0	1	0	0	56	0	<b>57</b>
Damages	80	82	0	52	2.159	27	<b>2.400</b>
Bonds	5.214	0	7.363	2.140	396.288	321.833	<b>732.838</b>
Interests	75	0	46	2.025	435	87	<b>2.667</b>
<b>Total</b>	<b>10.295</b>	<b>422</b>	<b>18.137</b>	<b>48.592</b>	<b>453.807</b>	<b>328.766</b>	<b>860.019</b>

## ■ Rejected claims in dispute by article and type

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	962	0	0	4.464	209.600	75	<b>215.101</b>
Derivatives	8.214	170	5.157	136	280.723	1.336	<b>295.737</b>
Miscellaneous	1.860	0	0	0	86.388	1	<b>88.248</b>
Deposit Agreements	0	0	0	4.837	38.546	4.684	<b>48.068</b>
Deposits	0	0	0	150	131	1	<b>282</b>
Reimbursements	0	0	0	143	136	0	<b>279</b>
Loan Agreements	0	0	0	0	13.071	1.379	<b>14.451</b>
Invoices	58	0	0	0	111	0	<b>169</b>
Contracts	0	0	0	0	47.682	0	<b>47.682</b>
Damages	14.088	55	0	923	156.631	16.760	<b>188.458</b>
Bonds	3.037	0	1.101	469	736.115	133.625	<b>874.348</b>
Interests	1	0	1	1.708	31	5	<b>1.746</b>
<b>Total</b>	<b>28.221</b>	<b>226</b>	<b>6.259</b>	<b>12.830</b>	<b>1.569.166</b>	<b>157.867</b>	<b>1.774.569</b>

All amounts in tables in mISK.

## Rejected Claims in Dispute – Excluding Rejected Duplicated/Triplicated claims



### ■ Breakdown of rejected claims in dispute under each article and type (excluding rejected duplicated/triplicated claims)

Type	Art. 109	Art. 110	Art. 111	Art. 112	Art. 113	Art. 114	Total
Guarantees	962	0	0	1.992	93.826	75	<b>96.855</b>
Derivatives	8.214	170	5.157	136	280.723	1.336	<b>295.737</b>
Miscellaneous	1.860	0	0	0	86.388	1	<b>88.248</b>
Deposit Agreements	0	0	0	4.837	38.546	4.684	<b>48.068</b>
Deposits	0	0	0	0	0	0	<b>0</b>
Reimbursements	0	0	0	143	136	0	<b>279</b>
Loan Agreements	0	0	0	0	13.071	1.379	<b>14.451</b>
Invoices	58	0	0	0	111	0	<b>169</b>
Contracts	0	0	0	0	47.682	0	<b>47.682</b>
Damages	14.088	55	0	923	156.631	16.760	<b>188.458</b>
Bonds	1.730	0	6	469	155.409	106.430	<b>264.044</b>
Interests	1	0	1	1.708	31	5	<b>1.746</b>
<b>Total</b>	<b>26.914</b>	<b>226</b>	<b>5.163</b>	<b>10.208</b>	<b>872.556</b>	<b>130.670</b>	<b>1.045.737</b>

All amounts in tables in mISK.



- As at 18 September 2011, maximum amount of potential disputed priority claims against unpledged assets\* amounted to ISK 223bn. This number is adjusted for lodged priority claims that have been finally rejected (not disputed) or finally accepted as general claims with reference to Art. 113. Also, the number is adjusted for priority claims against pledged assets or third party assets which would not be repaid prior to general claims from the pool of unpledged assets, in case recognized.

\* Total assets at fair value net of pledged positions, claims for the Estate's admin cost and claims relating to agreements entered into after the commencement of the ResCom.



# Operating Costs





- The table below sets out the operating costs of the Estate in H1 2011.
  - Operating costs of the Estate's operations, i.e. for the activities of both the Resolution Committee and the Winding-up Committee:

(ISKm)	H1 2011
Salaries and salary related cost	536
Thereof, salary related taxes	178
Administrators' cost	111
External advisors	1.892
Domestic	353
Foreign	1.539
Other expenses	553
VAT	188
<b>Total</b>	<b>3.280</b>

- Total annualized operating costs in H1 2011 were approx. 0,30% of the total carrying value as at H1 2011.
- ISK 366 million or 11% of the Estate's operating costs in the period (H1 2011), is in the form of VAT and other taxes.
- The largest items in external advisory costs are related to the activities of the Estate's financial advisor, forensic work conducted by the Inspection Committee and the settlement of the derivatives book.
- Other expenses include expenses related to IT services, housing, offices, custody services, travelling and other staff and administration items.

All amounts in table in mISK.



# Appendix



# Currency Table



- The ISK against major currencies as at 30.06.2011 and 31.12.2010.

	30.06.2011	31.12.2010
AUD	122,49	117,39
CAD	118,46	115,32
CHF	135,77	122,79
DKK	22,24	20,64
EUR	165,85	153,82
GBP	187,78	179,11
JPY	1,42	1,41
NOK	21,25	19,72
SEK	18,11	17,07
USD	114,19	114,71



- *Performing loans:* Loans to entities where cash flow is sufficient to service debt, i.e. interest and principal repayments and no breaches in agreements are foreseeable in the future.
- *Loans on view list:* Loans to entities where cash flow is sufficient to service debt, i.e. interest and principal repayments, but agreements have been breached or are likely to be breached in the foreseeable future. Some banks include this category within performing loans.
- *Loans on watch list:* Loans to entities where cash flow is insufficient to service debt, i.e. interest and principal repayments and agreements have been breached repeatedly.



- This presentation (including all subsequent amendments and additions) was prepared by the Resolution Committee for the creditors of Kaupthing hf. (“Kaupthing”, the “Estate”) for information purposes only and is not intended for third party publication, distribution or release, in any manner.
- Without prejudice to liability for fraud, Kaupthing accepts no responsibility for the accuracy or completeness of any information contained in this presentation and, without limitation to the foregoing, disclaims any liability which may be based on the accuracy or completeness of this presentation, modification of the presentation or any use or inability to use this presentation.
- Nothing in this presentation should be relied upon by any person for any purposes including, without limitation, in connection with trading decisions relating to Kaupthing.
- This presentation does not include an estimate of the likely level of recoveries for creditors. Material uncertainties continue to exist regarding the timing and realisable value of assets and the eventual level of creditors’ claims. The Resolution Committee wish to caution creditors against using the data in this presentation to estimate likely recovery as any such estimates are likely to be materially misleading. The actual realisable value of the Estate’s assets and liabilities may differ materially from the values set forth herein.
- The use of Kaupthing’s material, works or trademarks is forbidden without written consent except where otherwise expressly stated. Furthermore, it is prohibited to publish material made or gathered by Kaupthing without written consent.
- Any and all limitation and disclaimer of liability set out above in regard to Kaupthing shall apply as a limitation and disclaimer of liability in regard to Kaupthing’s management and employees.
- The disclaimers set out in the Creditors’ Report published on the Kaupthing’s website apply to this presentation as well. The creditors’ report published on the Kaupthing’s website forms part of this presentation.