

**INVITATION TO LODGE A CLAIM
TIME LIMITS TO BE OBSERVED**

**THIS NOTICE RELATES ONLY TO THE FILING
OF CLAIMS RELATED TO KAUPTHING BONDS**

According to Icelandic law, Kaupthing Bank's Winding-up Committee has published time limits to the claims against Kaupthing Bank hf. Creditors have been invited to submit their claims in writing within six months of 30 June 2009, when the formal claims notice was published in the Icelandic Legal Gazette (*Lögbirtingablaðið*). Claims must be sent by mail or courier to the bank's Winding-up Committee at Borgartun 19, 105 Reykjavík, Iceland, and the deadline for submitting claims is **30 December 2009**,

Special updated notice regarding Kaupthing Bond Claims

The Winding-up Committee previously issued a notice relating to the claim process generally. This updated notice relates only to the filing of claims related to Kaupthing bonds. The process for all other claims remains as outlined in our prior notice. See also our website at www.kaupthing.com for complete information related to the claims process.

The Winding-up Committee requires additional procedures with respect to bond claims. Accordingly:

- *If you have already filed a claim related to any Kaupthing bonds, you are required to amend your claim in accordance with the procedures described in this notice.*
- *If you have not yet filed a claim related to Kaupthing bonds, you are required to do so in accordance with the procedures described in this notice.*

Your claim needs to arrive at the above-mentioned address on or before **30 December 2009**.

If a claim is not filed within the required time limit, the claim against Kaupthing Bank hf. is considered null and void according to Article 118 of the Act no. 21/1991 on Bankruptcy etc., unless the exceptions specified in sub-paragraphs 1-6 thereof are applicable.

When the period for stating claims is over, the Winding-up Committee will prepare a list of submitted claims, stating its independent standpoint as to how each claim shall be recognised.

In the event the Winding-up Committee does not recognise a claim in full, in the form it is stated, it will notify the claimant in question at least one week before a creditors' meeting is held to consider the list of claims. Please note, however, that if a large number of claims are filed, the Winding-up Committee may not be able to introduce a position on all of the filed claims within this time-frame.

Notice of Creditors' Meeting

Notice is hereby given that the first creditors' meeting to consider claims against Kaupthing Bank will be held on **Friday 29 January 2010 at 10:00 a.m.** at Hilton Hotel Nordica, Sudurlandsbraut 2, Reykjavík. Any party who has filed a claim against the bank is entitled to attend the meeting. The meeting will discuss the list of filed claims and the Winding-up Committee's position towards the recognition of claims insofar as it is available. A list of claims lodged will be accessible to those who have submitted claims against the bank at least one week prior to the above-mentioned meeting.

If an objection is raised at the first creditors' meeting against the Winding-up Committee's position, the Winding-up Committee shall endeavor to settle the dispute. Following the first creditors' meeting, the Winding-up Committee will attempt to resolve disputes in due course. If the dispute cannot be settled in this manner, the Winding-up Committee shall refer the matter to the District Court of Reykjavík

SPECIAL INFORMATION REGARDING KAUPTHING BOND CLAIMS

When and where to file a claim

As noted above, the last day to submit claims is **30 December 2009**, and claims must be **actually received** by the Winding-up Committee before midnight Reykjavik time on that date. Submission of claims shall be made by mail or courier to the bank's Winding-up Committee at Borgartun 19, 105 Reykjavik, Iceland.

All notices with respect to any filed claims related to Kaupthing bonds will be sent to the bondholder or authorized agent that filed the claim at the address provided by the bondholder or authorized agent in the claim form. Any bondholder or authorized agent that files a claim consents to receive all such notices at the address specified in the claim form and is responsible for responding to any objections raised by the Winding-up Committee related to the claim.

What to file

An updated version of the claim form for bondholders is available at www.kaupthing.com. The use of this form is recommended, although not required. All information provided in connection with your claim must be in accordance with the information required by the form.

If you previously filed a claim

You are required to AMEND your claim to include a Blocking Number by completing the updated claim form for bondholders. Check the box that indicates it is an amended claim, and complete all other information required by the updated form.

A BLOCKING NUMBER is required as part of any bond claim

Each bond claim is required to include a Euroclear Electronic Instruction Reference Number, a Clearstream Reference Number, a DTC VOI number, or other depository-accountholder confirmation of blocking, as appropriate (each referred to as a "Blocking Number").

When bonds are blocked, they are "frozen" by the relevant depository to ensure that they are prevented from being traded. The depositories will provide information to the Winding-up Committee about blocked positions, and the Blocking Number will provide a link from a particular bond position to a particular claim. This will help the Winding-up Committee confirm the ownership of a bond position that is included in a claim form. In the case of bonds held through Euroclear, Clearstream, and DTC, any payment in connection with the claim will be made to the blocked position. In the case of bonds held through another depository, any payment in connection with the claim will be made in accordance with the account information provided in the claim form.

If desired, a single bond account may be locked through multiple blocking numbers.

Beneficial holders (which includes most individuals) are required to direct their accountholder (the bank, broker or other entity that holds the bonds on behalf of the beneficial holder) to contact the relevant depository to obtain a Blocking Number.

Accountholders with Euroclear, Clearstream, DTC or other relevant depository are to obtain a Blocking Number by following the directions provided by the relevant depository. Accountholders must obtain a separate blocking reference number for each beneficial owner for each ISIN.

DTC - All requests for DTC VOI numbers must be processed in time for the claim to be received by the Winding-up Committee by 30 December 2009.

Euroclear and Clearstream - All requests for a Blocking Number must be sent to Euroclear or Clearstream. Please refer to Euroclear and Clearstream for their deadline to request a Blocking Number, and be aware that their deadlines might be before the claim filing deadline.

Other depositories - the Accountholder must follow the directions of their depository.

Please note that after a Blocking Number has been obtained, the underlying Kaupthing bonds will not be permitted to trade in the normal fashion.

Claimants that wish to transfer their bond claims must follow the procedures outlined at www.kaupthing.com in the FAQ section and submit the required payment. In general, the transfer process will require that (1) the Winding-up Committee be notified of the transfer by the submission of the bond claim transfer form completed by both the original holder of the claim and the proposed new holder of the claim, and (2) the transfer is perfected in accordance with the procedures to be set out in the FAQs. After a claim transfer is perfected, the bonds may be unblocked from the account of the original holder and then re-blocked into the account of the new holder of the claim. Each depository has its own procedures for blocking, unblocking, and re-blocking. Additional information, including an overview of the procedures required by each depository for blocking, unblocking, and re-blocking will be included in the FAQs.

Any entity that files a claim based on any Kaupthing bond, by filing the claim, consents to and is deemed to have authorized Euroclear, Clearstream, DTC, or other depository, as appropriate, to disclose their identity and holders of Kaupthing bonds to Kaupthing for the purpose of reconciling claims.

Kaupthing Bond ISIN codes

The relevant ISIN codes for the Kaupthing bonds are on the Kaupthing website at www.kaupthing.com.

Questions regarding claims and the claiming process should be sent to: winding-up@kaupthing.com, or Kaupthing's claims agent Epiq Bankruptcy Solutions, LLC at +1 646.282.2400.

HOLDERS OF KAUPTHING BONDS MAY WISH TO CONSULT AN ATTORNEY OR OTHER ADVISER. THIS NOTICE IS FOR GENERAL INFORMATIONAL PURPOSES ONLY AND IS NOT INTENDED TO PROVIDE ANY LEGAL OR OTHER ADVICE.

Additional information on submission of claims and handling of claims will be made accessible on the bank's website: www.kaupthing.com.

Reykjavík, 17 November 2009,

The Winding-up Committee of Kaupthing Bank hf.
Borgartun 19,
105 Reykjavik,
Iceland

Olafur Gardarsson, attorney to the Supreme Court, Bank's Moratorium Supervisor
David B. Gislason, attorney to the District Court
Feldis L. Oskarsdottir, attorney to the District Court