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**Íslandsbanki hf. announces results of its Tender Offer for its  
€300,000,000 7.375 per cent. Senior Preferred Notes due 17 May 2026**

27 June 2024. Íslandsbanki hf. (the **Offeror**) announces today the results of its invitation to holders of its outstanding €300,000,000 7.375 per cent. Senior Preferred Notes due 17 May 2026 (ISIN: XS2553604690) (the **Notes**) to tender any and all of their Notes for purchase by the Offeror for cash (such invitation, the **Offer**).

The Offer was announced on 17 June 2024 and was made on the terms and subject to the conditions contained in the tender offer memorandum dated 17 June 2024 (as amended, the **Tender Offer Memorandum**) prepared by the Offeror, and subject to the amendments to the terms of the Offer as set out in an extension announcement published by the Offeror on 25 June 2024. Capitalised terms used in this announcement but not defined have the meanings given to them in the Tender Offer Memorandum.

The Expiration Deadline for the Offer was 5.00 p.m. (CEST) on 26 June 2024.

As at the Expiration Deadline, the Offeror had received valid tenders of €272,657,000 in aggregate principal amount of the Notes for purchase pursuant to the Offer. The Offeror announces that it has decided to accept for purchase all Notes validly tendered pursuant to the Offer.

The Purchase Price the Offeror will pay for those Notes purchased pursuant to the Offer is 105.931 per cent. of their principal amount, and the Offeror will also pay Accrued Interest in respect of such Notes.

A summary of the results of the Offer appears below:

<b>Aggregate principal amount tendered and accepted for purchase pursuant to the Offer</b>	<b>Interpolated Mid-Swap Rate</b>	<b>Purchase Spread</b>	<b>Purchase Yield</b>	<b>Purchase Price</b>
€272,657,000	3.236 per cent.	80 bps	4.036 per cent.	105.931 per cent.

Settlement of the purchase of the relevant Notes pursuant to the Offer is expected to take place on 28 June 2024, after which €27,343,000 in aggregate principal amount of the Notes will remain outstanding.

As the aggregate principal amount of Notes validly tendered in and accepted for purchase pursuant to the Offer exceeds the 75 per cent. threshold for the purposes of the clean-up redemption option (as further discussed in the Tender Offer Memorandum) then the Offeror, once it satisfies the requirements of the terms and conditions of the Notes (the **Conditions**), intends to exercise its clean-up redemption option in respect of the remaining Notes which were not validly tendered in and accepted for purchase pursuant to the Offer, notice in respect of which will be given pursuant to the Conditions.

**Deutsche Bank Aktiengesellschaft** (Telephone: +44 20 7545 8011; Attention: Liability Management Group) and **NatWest Markets N.V.** (Telephone: +33 173 249 880; Email: [NWMLiabilityManagement@natwestmarkets.com](mailto:NWMLiabilityManagement@natwestmarkets.com); Attention: Liability Management) are acting as Dealer Managers for the Offer.

**Kroll Issuer Services Limited** (Telephone: +44 20 7704 0880; Attention: Arlind Bytyqi; Email: [islandsbanki@is.kroll.com](mailto:islandsbanki@is.kroll.com); Offer Website: <https://deals.is.kroll.com/Islandsbanki>) is acting as Tender Agent for the Offer.

**This announcement is released by Íslandsbanki hf. and contains information that qualified or may have qualified as inside information for the purposes of Article 7 of the Market Abuse Regulation (EU) 596/2014 (MAR), encompassing information relating to the results of the Offer described above. For the purposes of MAR and Article 2 of Commission Implementing Regulation (EU) 2016/1055, this announcement is made by Ellert Hlöðversson, Chief Financial Officer at Íslandsbanki hf.**

**DISCLAIMER** This announcement must be read in conjunction with the Launch Announcement and the Tender Offer Memorandum. No offer or invitation to acquire any securities is being made pursuant to this announcement. The distribution of this announcement and the Tender Offer Memorandum in certain jurisdictions may be restricted by law. Persons into whose possession this announcement and/or the Tender Offer Memorandum comes are required by each of the Offeror, the Dealer Managers and the Tender Agent to inform themselves about, and to observe, any such restrictions.