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**Íslandsbanki hf. announces results of its Tender Offer for its  
€300,000,000 0.500 per cent. Notes due 20 November 2023**

17 May 2023. Íslandsbanki hf. (the **Offeror**) announces today the results of its invitation to holders of its outstanding €300,000,000 0.500 per cent. Notes due 20 November 2023 (the **Notes**) to tender their Notes for purchase by the Offeror for cash (such invitation the **Offer**).

The Offer was announced on 9 May 2023 and was made on the terms and subject to the conditions contained in the tender offer memorandum dated 9 May 2023 (the **Tender Offer Memorandum**) prepared by the Offeror. Capitalised terms used in this announcement but not defined have the meaning given to them in the Tender Offer Memorandum.

The Expiration Deadline for the Offer was 5.00 p.m. (CEST) on 16 May 2023.

As at the Expiration Deadline, the Offeror had received valid tenders of €220,417,000 in aggregate nominal 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 Offeror will pay a Purchase Price for those Notes accepted for purchase pursuant to the Offer equal to 98.75 per cent. of their nominal amount, and the Offeror will also pay an Accrued Interest Payment in respect of such Notes.

A summary of the final results of the Offer appears below:

<b>Description of Notes</b>	<b>ISIN / Common Code</b>	<b>Aggregate nominal amount validly tendered pursuant to the Offer</b>	<b>Purchase Price</b>
€300,000,000 0.500 per cent. Notes due 20 November 2023	XS2259867039 / 225986703	€220,417,000	98.75 per cent.

Settlement of the purchase of the relevant Notes pursuant to the Offer is expected to take place on 22 May 2023, after which €79,583,000 in aggregate nominal amount of the Notes will remain outstanding.

**Barclays Bank Ireland PLC** (Telephone: +44 20 3134 8515; Attention: Liability Management Group; Email: [eu.lm@barclays.com](mailto:eu.lm@barclays.com)), **Citigroup Global Markets Europe AG** (Telephone: +44 20 7986 8969; Attention: Liability Management Group; Email: [liabilitymanagement.europe@citi.com](mailto:liabilitymanagement.europe@citi.com)), **Goldman Sachs Bank Europe SE** (Telephone: +44 20 7774 4836; Attention: Liability Management Group; Email: [liabilitymanagement.eu@gs.com](mailto:liabilitymanagement.eu@gs.com)) and **J.P. Morgan SE** (Telephone: +44 20 7134 2468; Attention: Liability Management; Email: [liability\\_management\\_EMEA@jpmorgan.com](mailto:liability_management_EMEA@jpmorgan.com)) are acting as Dealer Managers for the Offer.

**Kroll Issuer Services Limited** (Telephone: +44 20 7704 0880; Attention: Jacek Kusion; 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 Jón Guðni Ómarsson, Chief Financial Officer at Íslandsbanki hf.**

**DISCLAIMER** This announcement must be read in conjunction with 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.