

DECISION OF THE FINANCIAL SUPERVISORY AUTHORITY (FME)

**on an amendment to the FME decision on the disposal of assets and liabilities of
Sparisjóður Reykjavíkur og nágrennis hf., ID no. 540502-2770.**

By the authority of Art. 100a of Act No. 161/2002 on Financial Undertakings, cf. Art. 5 of Act No. 125/2008 on the Authority for Treasury Disbursements due to Unusual Financial Market Circumstances etc., the FME has taken the following decision on the disposal of assets and liabilities of Sparisjóður Reykjavíkur og nágrennis hf. (SPRON hf.).

PREMISES:

The decision of the FME of 21 March 2009 stated that the decision was based on available information and data. Should it prove to be based on insufficient or wrong information on merits, underlying premises of the decision turn out to be fundamentally inaccurate or the FME consider a different arrangement to be necessary, the FME could make any changes to the decision, including nullifying it in whole or in part, or suspending individual components of it. The FME deems it necessary to revisit the prior decision to the extent to which it pertains to the execution of the transfer of assets and issuance of promissory and collateral documents. It has not proved possible to complete the transfer of assets and issuance of promissory and collateral documents within the given timeframe of the prior decision due to technical difficulties. This is a complicated project, which is more time consuming than previously believed. The success of the project is critical and it is important to have reasonable consultations with concerned parties. For these reasons it is necessary to grant an extended deadline to complete the transfer of assets and issuance of promissory and collateral documents. Therefore, the following decision is made to amend the second sentence of point 7 of the FME decision of 21 March 2009.

DECISION:

The establishment of a subsidiary, transfer of assets and the issuance of promissory and collateral documents shall take place no later than Monday 25 May 2009 at 12:00 noon.

Other provisions of the former decision remain unchanged.

THE FINANCIAL SUPERVISORY AUTHORITY

5 April 2009

Gunnar Haraldsson
Chairman of the Board

Ragnar Hafliðason
Director General