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Press Release
June 23, 2008

SPECIAL AUCTION OF TREASURY NOTES RIKB 08 1212 & RIKB 09 0612

On June 19, the Icelandic Government announced a supplementary issue of short-term Treasury notes for a total of up to 75 billion krónur. Regarding the announcement the Central Bank of Iceland will conduct auction on two series of Treasury notes for a total of up to 25 billion krónur.

On Thursday, 26 June, 2008, at 14:00, the Central Bank of Iceland will conduct the auction on the series **RIKB 08 1212** and **RIKB 09 0612**.

The maximum total amount offered in this auction will be 15,000 m.kr. nominal value in the series RIKB 08 1212 and 10,000 m.kr. nominal value in the series RIKB 09 0612. Only primary dealers in Government securities are authorised to submit bids in this auction. They also submit bids on behalf of investors. The minimum amount of each bid is 1 m.kr. nominal value.

The payment and settlement date is Monday, 30. June, 2008.

For this auction, the Central Bank requests bids for the following series:

Series	Maturity date	Outstanding amount*	Time to maturity
RIKB 08 1212	Dec 12, 2008	37,350 m.kr.	6.0 month
RIKB 09 0612	June 12, 2009	15,505 m.kr.	12 month

*Nominal value

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Sincerely,