

## Fitch Ratings on Icelandic banks from April - October 2008

### Glitnir Bank h.f

Date	LT IDR	ST IDR	Individual Rating	Support Rating	Support Rating Floor	Outlook/Rating Watch
01-Apr-08	A	F1	B/C		2 BBB	RW Negative
09-May-08	A minus	F2	B/C		2 BBB	Outlook Negative
30-Sep-08	BBB minus	F3	F		2 BBB minus	RWN
07-Oct-08	BBB minus	B	F		4 B	RW Evolving
08-Oct-08	D	D	F		5 No Floor	

### Kaupthing Bank h.f.

Date	LT IDR	ST IDR	Individual Rating	Support Rating	Support Rating Floor	Outlook/Rating Watch
01-Apr-08	A	F1	B/C		2 BBB	RWN
09-May-08	A minus	F2	B/C		2 BBB	Outlook Negative
30-Sep-08	BBB	F3	C		2 BBB minus	RWN
08-Oct-08	CCC	C	E		5 No Floor	RW Evolving
08-Oct-08	D	D	F		5 No Floor	

### Landsbanki Islands

Date	LT IDR	ST IDR	Individual Rating	Support Rating	Support Rating Floor	Outlook/Rating Watch
01-Apr-08	A	F1	B/C		2 BBB	RW Negative
09-May-08	A	F1	B/C		2 BBB	Outlook Negative
30-Sep-08	BBB	F3	C		2 BBB minus	RWN
07-Oct-08	B	B	E		4 B	RW Evolving
08-Oct-08	D	D	F		5 No Floor	

### Heritable Bank plc

Date	LT IDR	ST IDR	Individual Rating	Support Rating	Support Rating Floor	Outlook/Rating Watch
01-Apr-08	A	F1	C		1	RWN
09-May-08	A	F1	C		1	Outlook Negative
30-Sep-08	BBB	F3	C		2	RWN
07-Oct-08	BB	B	D		4	RW Evolving
08-Oct-08	D	D	F		5 No Floor	

LT IDR = Long-Term Issuer Default Rating, reflecting ability to meet financial commitments on a timely basis.

ST IDR = Short-Term Issuer Default Rating, reflecting ability to meet financial commitments with a relatively short time horizon (less than 13 months.)

Individual Rating is the rating of the bank as a "stand-alone" entity, ie not factoring in any possibility of external support.

Support Rating is the judgement of a potential supporters propensity and ability to support a bank.

The Jan-April 08 ratings were the same, but the banks were put on Rating Watch Negative in April.

The ratings scale for long-term credit ratings is as follows, with AAA the top rating:

AAA  
 AA+  
 AA  
 AA-  
 A+  
 A  
 A-  
 BBB+  
 BBB  
 BBB-

For a short-term credit rating, F1 denotes highest credit quality, the decreases as follows:  
F2 (good credit quality)  
F3 (fair - near term adverse changes could result in a reduction to non-investment grade)  
B (speculative)  
C (high default risk)  
D (defaulted)

For the individual ratings, B/C denotes a bank which falls between B and C. "B" denotes a strong bank, while "C" denotes an adequate bank, which however possesses one or more troublesome aspects, e.g. concerns regarding its profitability and balance sheet integrity, franchise, management, operating environment or prospects.

More information can be found on the "rating definitions" section of the website:  
[www.fitchratings.com](http://www.fitchratings.com).