

Fjeldsted & Blöndal
on behalf of:
Trinity Investment Designated Activity Company
TCA New Sidecar III s.a.r.l.
LuxCSD S.A.
Sculptor Investments s.a.r.l.

Reykjavík, 20 March 2017

Subject: Information request.

By a news release on 19 March it was announced that Kaupskil ehf. had agreed to sell 582,922,113 shares of Arion Bank in a Private Placement to the parties below:

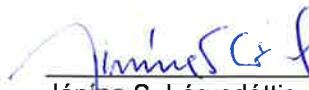
- Attestor Capital LLP through Trinity Investment Designated Activity Company
- Taconic Capital Advisors UK LLP through TCA New Sidecar III s.a.r.l.
- Sculptor Investments s.a.r.l., an affiliated entity of Och-Ziff Capital Management
- Group Goldman Sachs International through ELQ Investors II Ltd.

According to Article 19 of the Act on Financial Undertakings the Bank shall specify on its website the names and proportional holdings of all parties owning more than 1% of share capital in the Bank at any given time. If a legal entity owns more than 1% of share capital the person or persons who are beneficial owners of the legal entity in question must also be disclosed. It is further stated that a beneficial owner means a person or persons whose direct or indirect holding in the company amounts to 10% or more of its share capital, guarantee capital or voting rights, or other involvement which enables that person or those persons to have a significant impact on the management of the company in question. In a statement published today the Icelandic Supervisory Authority, FME, draws attention to this legal requirement. Violation of this obligation can result in an administrative fine being levied by the FME.

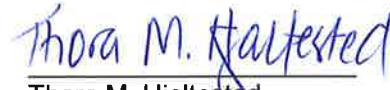
Financial undertakings have four days to update their website after ownership of holdings changes.

In light of the news release on the change of ownership in Arion Bank, the Bank requests that it will be provided with the information described above.

Yours sincerely,



Jónína S. Lárusdóttir
MD Legal



Thora M. Hjaltested
Head of Legal Services

Copy:
Kaupthing ehf
Kaupskil ehf.