

## Results of foreign currency auctions

On 15 July 2014, the Central Bank of Iceland offered to purchase euros in exchange for Icelandic krónur for long-term investment in the Icelandic economy, or in exchange for payment in Treasury bond series RIKS 33 0321. The Bank also advertised for bids on the sale of Icelandic krónur for cash payment in foreign currency. The two euro purchase auctions took place between 9:30 hrs. and 10:30 hrs. today and the króna purchase auction took place between 10:45 hrs. and 11:30 hrs. The auctions were an element in the removal of restrictions on movement of capital as set forth in the Central Bank's capital account liberalisation strategy, published on 25 March 2011. Further information can be found in the Central Bank of Iceland Terms of foreign exchange transactions according to the Investment Programme for capital account liberalisation, with subsequent amendments, dated 18 November 2011.

### Results of EUR purchase auction

In all, 86 bids totalling 32.3 million euros were submitted, and bids in the amount of 28.4 million euros were accepted. The auction was structured with a single-price format, so that all accepted offers were made available to primary dealers at the same price, which was set at 181 kr. per euro.

Highlights	Total	Treasury bonds	Investment Programme
Number of bids	86	13	73
Total amount in EUR	32.3 m	1.2 m	31.1 m
Accepted bids in EUR	28.4 m	0.5 m	27.9 m

Investors selling foreign currency according to the Treasury bond option will receive indexed RIKS 33 0321 bonds as payment. Bonds sold in the series totalled 82 m.kr. nominal value. As payment for foreign currency sold, investors participating in the Investment Programme will receive Icelandic krónur for long-term investment in the Icelandic economy. Euros purchased in the two auctions totalled the equivalent of 5.1 b.kr.

### Results of ISK purchase auction

The auction was structured with a single-price format, so that all accepted offers were made available to primary dealers at the same price, which was set at 181 kr. per euro. In all, 20 bids were submitted in the amount of 11.2 b.kr., and bids totalling 5.1 b.kr. were accepted. Bids submitted at 181 kr. per euro were reduced pro rata by 55.25%.

Highlights	Total
Number of bids	20
Total amount in b.kr.	11.2
Accepted bids in b.kr.	5.1

Further information can be obtained from Már Guðmundsson, Governor of the Central Bank of Iceland, at tel: +354 569-9600.