Economic Indicators
Overview of economic indicators

I  Inflation and inflation expectations¹

<table>
<thead>
<tr>
<th>Latest period</th>
<th>Value</th>
<th>Change (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>on prev. month</td>
</tr>
<tr>
<td>Consumer price index</td>
<td>February '08</td>
<td>286.2</td>
</tr>
<tr>
<td>Core index 1 (CPI excl. agricultural products and petrol)</td>
<td>February '08</td>
<td>161.7</td>
</tr>
<tr>
<td>Core index 2 (core index 1 excl. public services)</td>
<td>February '08</td>
<td>162.6</td>
</tr>
<tr>
<td>Domestic goods excl. agricultural products</td>
<td>February '08</td>
<td>138.9</td>
</tr>
<tr>
<td>Agricultural products</td>
<td>February '08</td>
<td>134.0</td>
</tr>
<tr>
<td>Imported goods excl. alcohol and tobacco</td>
<td>February '08</td>
<td>120.6</td>
</tr>
<tr>
<td>- food and beverages</td>
<td>February '08</td>
<td>125.9</td>
</tr>
<tr>
<td>- cars and spare parts</td>
<td>February '08</td>
<td>135.9</td>
</tr>
<tr>
<td>- petrol</td>
<td>February '08</td>
<td>184.9</td>
</tr>
<tr>
<td>Import of goods excl. food and beverages</td>
<td>February '08</td>
<td>95.4</td>
</tr>
<tr>
<td>Housing</td>
<td>February '08</td>
<td>290.2</td>
</tr>
<tr>
<td>Public services</td>
<td>February '08</td>
<td>157.7</td>
</tr>
<tr>
<td>Private services</td>
<td>February '08</td>
<td>165.1</td>
</tr>
<tr>
<td>Groceries (perishables)</td>
<td>February '08</td>
<td>131.4</td>
</tr>
<tr>
<td>Services imports (b.kr.)¹</td>
<td>December '07</td>
<td>3.6</td>
</tr>
<tr>
<td>National expenditure (b.kr.)</td>
<td>October '06</td>
<td>4.8</td>
</tr>
</tbody>
</table>

¹. Index base periods: Consumer price index: May 1988=100; other price indices: March 1997=100. 2. Annualised inflation.

II  Output and demand

<table>
<thead>
<tr>
<th>Latest period</th>
<th>Latest value</th>
<th>Change (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>GDP (b.kr.)</td>
<td>Q3/2007</td>
<td>326.8</td>
</tr>
<tr>
<td>National expenditure (b.kr.)</td>
<td>Q3/2007</td>
<td>366.5</td>
</tr>
<tr>
<td>Private consumption (b.kr.)</td>
<td>Q3/2007</td>
<td>188.1</td>
</tr>
<tr>
<td>Public consumption (b.kr.)</td>
<td>Q3/2007</td>
<td>78.5</td>
</tr>
<tr>
<td>Gross fixed investment (b.kr.)</td>
<td>Q3/2007</td>
<td>97.5</td>
</tr>
<tr>
<td>Exports of goods and services (b.kr.)</td>
<td>Q3/2007</td>
<td>107.8</td>
</tr>
<tr>
<td>Imports of goods and services (b.kr.)</td>
<td>Q3/2007</td>
<td>147.5</td>
</tr>
<tr>
<td>Domestic turnover according to VAT returns (b.kr.)</td>
<td>Sept.-Oct. '07</td>
<td>283.4</td>
</tr>
<tr>
<td>Turnover in grocery stores (b.kr.)</td>
<td>January '08</td>
<td>125.3</td>
</tr>
<tr>
<td>Credit and debit card turnover (b.kr.)²</td>
<td>January '08</td>
<td>60.3</td>
</tr>
<tr>
<td>Turnover of publicly listed companies on OMXI (b.kr.)</td>
<td>Q1 2007</td>
<td>474.0</td>
</tr>
<tr>
<td>Cement sales (thous. tons)</td>
<td>January '08</td>
<td>18.3</td>
</tr>
<tr>
<td>Automobile registrations (number)</td>
<td>January '08</td>
<td>1,402</td>
</tr>
</tbody>
</table>

¹. Change between periods is presented in real terms. 2. Change in seasonally adjusted values.

III  Foreign trade and external economic conditions

<table>
<thead>
<tr>
<th>Latest period</th>
<th>Latest value</th>
<th>Change (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Price of marine products in foreign currency (Jan.1999=100)</td>
<td>December '07</td>
<td>121.1</td>
</tr>
<tr>
<td>Price of aluminium, LME cash price USD/t</td>
<td>February '08</td>
<td>2,865</td>
</tr>
<tr>
<td>Price of crude oil (Brent) USD/b</td>
<td>February '08</td>
<td>97.3</td>
</tr>
<tr>
<td>Demersal (1,000 tonnes)</td>
<td>January '08</td>
<td>27.1</td>
</tr>
<tr>
<td>Pelagic (1,000 tonnes)</td>
<td>January '08</td>
<td>46.3</td>
</tr>
<tr>
<td>Merchandise exports (excl. ships &amp; aircraft, b.kr.)³</td>
<td>December '07</td>
<td>18.5</td>
</tr>
<tr>
<td>- marine products (b.kr.)³</td>
<td>December '07</td>
<td>9.5</td>
</tr>
<tr>
<td>- aluminium (b.kr.)³</td>
<td>December '07</td>
<td>4.9</td>
</tr>
<tr>
<td>- other industrial products (b.kr.)³</td>
<td>December '07</td>
<td>3.1</td>
</tr>
<tr>
<td>Merchandise imports (excl. ships &amp; aircraft, b.kr.)³</td>
<td>December '07</td>
<td>33.9</td>
</tr>
<tr>
<td>Merchandise trade balance (excl. ships &amp; aircraft, b.kr.)</td>
<td>December '07</td>
<td>-15.3</td>
</tr>
<tr>
<td>Services exports (b.kr.)³</td>
<td>Q3/2007</td>
<td>45.2</td>
</tr>
<tr>
<td>Services imports (b.kr.)³</td>
<td>Q3/2007</td>
<td>50.9</td>
</tr>
<tr>
<td>Real effective exchange rate (relative CPI) (2000=100)</td>
<td>Q4/2007</td>
<td>109.8</td>
</tr>
</tbody>
</table>

¹. Changes are calculated at constant exchange rates.

Note: In the case of volumes and values, ‘year-to-date’ refers to cumulated figures, but in the case of prices or indices it refers to the average price or index. 2. Index base periods: Consumer price index: May 1988=100; other price indices: March 1997=100. 2. Annualised inflation.
IV  Labour market and wages

<table>
<thead>
<tr>
<th></th>
<th>Latest period</th>
<th>Latest value</th>
<th>Value 1 year ago</th>
<th>Change from previous year</th>
<th>Year-to-date Change on prev year (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of unemployed listed at employment agencies</td>
<td>January '08</td>
<td>1,545</td>
<td>1,977</td>
<td>188</td>
<td>-432</td>
</tr>
<tr>
<td>Registered unemployment, s.a. (% of total est. labour force)</td>
<td>January '08</td>
<td>0.8</td>
<td>1.1</td>
<td>0.0</td>
<td>-0.3</td>
</tr>
<tr>
<td>Unemployment rate, labour force survey</td>
<td>Q4/2007</td>
<td>2.1</td>
<td>2.6</td>
<td>-1.1</td>
<td>-0.5</td>
</tr>
<tr>
<td>Listed vacancies at employment agencies</td>
<td>January '08</td>
<td>184</td>
<td>255</td>
<td>-21.7</td>
<td>-27.8</td>
</tr>
<tr>
<td>Work permits issued, total</td>
<td>January '08</td>
<td>171</td>
<td>254</td>
<td>-20</td>
<td>-32.7</td>
</tr>
<tr>
<td>New permits for new jobs and permit extensions</td>
<td>January '08</td>
<td>387</td>
<td>377</td>
<td>-7</td>
<td>2.7</td>
</tr>
<tr>
<td>Wage index (December 1988=100)</td>
<td>January '08</td>
<td>330.9</td>
<td>311.5</td>
<td>1.3</td>
<td>6.2</td>
</tr>
<tr>
<td>Real wages (index deflated by CPI)</td>
<td>January '08</td>
<td>146.4</td>
<td>145.8</td>
<td>1.1</td>
<td>0.4</td>
</tr>
</tbody>
</table>

1. Change from previous year refers to change in the number of unemployed and change in the rate of unemployment; otherwise, it refers to percentage change. 2. Average from beginning of year except for work permits where the cumulated number of permits is shown. Change on previous year refers to change in the average number of unemployed and change in the unemployment rate; it refers to percentage change.

V  Public finances

<table>
<thead>
<tr>
<th></th>
<th>Latest period</th>
<th>Latest value</th>
<th>Value 1 year ago</th>
<th>% change on previous year</th>
<th>Year-to-date % change on prev year (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Treasury revenue balance (b. kr.)</td>
<td>December '07</td>
<td>9.1</td>
<td>7.6</td>
<td>.</td>
<td>.</td>
</tr>
<tr>
<td>- as percentage of revenue</td>
<td>December '07</td>
<td>21.8</td>
<td>22.4</td>
<td>.</td>
<td>.</td>
</tr>
<tr>
<td>Net borrowing requirement (b. kr.)</td>
<td>December '07</td>
<td>-5.4</td>
<td>-14.6</td>
<td>.</td>
<td>.</td>
</tr>
<tr>
<td>Treasury revenue (b. kr.)</td>
<td>December '07</td>
<td>-12.9</td>
<td>43.2</td>
<td>21.5</td>
<td>17.9</td>
</tr>
<tr>
<td>- excl. asset sales and irregular items (b. kr.)</td>
<td>December '07</td>
<td>38.6</td>
<td>33.7</td>
<td>12.1</td>
<td>9.1</td>
</tr>
<tr>
<td>- from VAT (b. kr.)</td>
<td>December '07</td>
<td>12.3</td>
<td>10.4</td>
<td>-1.3</td>
<td>12.8</td>
</tr>
<tr>
<td>- from payroll &amp; personal income tax withheld (b. kr.)</td>
<td>December '07</td>
<td>11.0</td>
<td>10.7</td>
<td>12.2</td>
<td>-2.7</td>
</tr>
<tr>
<td>- from imports (b. kr.)</td>
<td>December '07</td>
<td>2.6</td>
<td>2.2</td>
<td>-2.9</td>
<td>13.3</td>
</tr>
<tr>
<td>Treasury expenditures (b. kr.)</td>
<td>December '07</td>
<td>32.8</td>
<td>26.2</td>
<td>5.3</td>
<td>18.9</td>
</tr>
<tr>
<td>- excl. irregular items (b. kr.)</td>
<td>December '07</td>
<td>32.8</td>
<td>26.2</td>
<td>5.3</td>
<td>18.9</td>
</tr>
</tbody>
</table>

Note: First four columns show 4-month moving averages of monthly values, last two show current year to date.

VI  Asset markets

<table>
<thead>
<tr>
<th></th>
<th>Latest period</th>
<th>Latest value</th>
<th>Value 1 year ago</th>
<th>% change on previous year</th>
<th>Year-to-date % change on prev year (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>OMXI-15 equity price index (Dec. 1997=1,000)</td>
<td>January '08</td>
<td>5,513.4</td>
<td>6,839.9</td>
<td>-14.3</td>
<td>-19.4</td>
</tr>
<tr>
<td>Equity turnover on OMXI-2 monthly total</td>
<td>January '08</td>
<td>199.1</td>
<td>319.4</td>
<td>9.1</td>
<td>-37.7</td>
</tr>
<tr>
<td>Residential housing prices, narrow index (Jan. 1994=100)</td>
<td>January '08</td>
<td>345.0</td>
<td>305.0</td>
<td>0.5</td>
<td>13.1</td>
</tr>
<tr>
<td>Real residential housing prices, broad index (Jan. 1994=100)</td>
<td>January '08</td>
<td>214.4</td>
<td>198.8</td>
<td>1.3</td>
<td>7.8</td>
</tr>
<tr>
<td>Price of long-term cod stock (kr/kg.)</td>
<td>February '08</td>
<td>3,800</td>
<td>2,350</td>
<td>1.3</td>
<td>61.7</td>
</tr>
</tbody>
</table>

1. Except for turnover, which is cumulative to date. 2. OMXI = Iceland Stock Exchange (OMX Iceland). Prices are monthly averages. 3. In Greater Reykjavík.

VII  Financial markets

<table>
<thead>
<tr>
<th></th>
<th>Latest period</th>
<th>Latest value</th>
<th>Value 1 year ago</th>
<th>% change on previous year</th>
<th>Year-to-date % change on prev year (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank lending to domestic sector (b. kr.)</td>
<td>January '08</td>
<td>3,425.1</td>
<td>2,374.4</td>
<td>8.9</td>
<td>44.2</td>
</tr>
<tr>
<td>adjusted for estimated indexation effects on inflation and exchange rate-linked loans (index)</td>
<td>January '08</td>
<td>544.4</td>
<td>527.8</td>
<td>6.3</td>
<td>42.9</td>
</tr>
<tr>
<td>in real terms (January 2000=100)</td>
<td>January '08</td>
<td>358.1</td>
<td>290.0</td>
<td>4.0</td>
<td>23.5</td>
</tr>
<tr>
<td>Credit system total lending (b. kr.)</td>
<td>September '07</td>
<td>5,386.4</td>
<td>4,197.6</td>
<td>12.3</td>
<td>28.3</td>
</tr>
<tr>
<td>M3 (b. kr.)</td>
<td>January '08</td>
<td>1,181.4</td>
<td>753.9</td>
<td>-3.9</td>
<td>56.7</td>
</tr>
<tr>
<td>Central Bank policy interest rate (%)</td>
<td>February '08</td>
<td>13.75</td>
<td>13.30</td>
<td>0.0</td>
<td>0.4</td>
</tr>
<tr>
<td>Money market yield, 3-mo. (%)</td>
<td>February '08</td>
<td>13.8</td>
<td>15.2</td>
<td>13.8</td>
<td>-1.4</td>
</tr>
<tr>
<td>Money market yield, 12-mo. (%)</td>
<td>February '08</td>
<td>13.4</td>
<td>14.2</td>
<td>-0.8</td>
<td>-0.8</td>
</tr>
<tr>
<td>Yield on Treasury notes (RIKB 10 0317) (%)</td>
<td>February '08</td>
<td>11.3</td>
<td>9.6</td>
<td>-0.8</td>
<td>1.7</td>
</tr>
<tr>
<td>Yield on Treasury notes (RIKB 13 0517) (%)</td>
<td>February '08</td>
<td>9.6</td>
<td>8.6</td>
<td>-0.5</td>
<td>1.0</td>
</tr>
<tr>
<td>Real yield on HFF bonds (HFF 150224) (%)</td>
<td>February '08</td>
<td>5.3</td>
<td>5.5</td>
<td>-0.6</td>
<td>-0.2</td>
</tr>
<tr>
<td>Real yield on HFF bonds (HFF 150434) (%)</td>
<td>February '08</td>
<td>4.8</td>
<td>4.7</td>
<td>0.3</td>
<td>0.0</td>
</tr>
<tr>
<td>Real yield on HFF bonds (HFF 150644) (%)</td>
<td>February '08</td>
<td>4.6</td>
<td>4.4</td>
<td>-0.2</td>
<td>0.2</td>
</tr>
<tr>
<td>Real yield on Treasury bonds (RIKS 15 1001) (%)</td>
<td>February '08</td>
<td>2.0</td>
<td>5.0</td>
<td>-5.0</td>
<td>0.0</td>
</tr>
<tr>
<td>Average bank lending rate, non-indexed loans (%)</td>
<td>February '08</td>
<td>19.5</td>
<td>19.2</td>
<td>0.0</td>
<td>0.3</td>
</tr>
<tr>
<td>Average bank lending rate, indexed loans (%)</td>
<td>February '08</td>
<td>10.0</td>
<td>8.5</td>
<td>0.1</td>
<td>1.5</td>
</tr>
<tr>
<td>Exchange rate index of króna (Dec. 31, 1991=100)</td>
<td>February '08</td>
<td>128.0</td>
<td>121.3</td>
<td>5.6</td>
<td>6.8</td>
</tr>
</tbody>
</table>

1. For comparability, financial companies that were reclassified as deposit money banks or moved into that category through mergers are included retrospectively for the entire period. This adjustment is made only for percentage changes and not applied to the original stock figures. 2. All figures except for two last columns are based on 4-week averages.
I Inflation and inflation expectations

I-1 Consumer price inflation and core inflation

12-month % change

Core inflation 1
Index excluding effects of lower indirect taxes
CPI
Inflation Target

1. Core inflation 1: CPI excl. agricultural products and petrol. Core inflation 2: Core inflation 1 excl. public services

I-2 Inflation Various measurements

12-month % change

Core inflation 2 excl. tax effects
Core inflation 3 excl. tax effects
CPI excluding housing

I-3 Components of CPI inflation

Contribution to inflation in past 12 months

I-4 Consumer prices Goods

12-month % change

Domestic goods excl. agricultural products
Imported goods excl. alcohol and tobacco
CPI

I-5 Consumer prices Housing and services

12-month % change

Housing
Private services
Public services
CPI

I-6 Consumer prices Housing

12-month % change

Market price of housing
Imputed house rent
Paid house rent

I-7 Consumer prices Selected components

12-month % change

New cars and spare parts
Petrol
Groceries

I-8 Inflation expectations

Breakeven inflation rate at month-end and inflation expectations according to surveys

Breakeven inflation rate
Breakeven inflation rate
Breakeven inflation rate
Breakeven inflation rate
Breakeven inflation rate
Breakeven inflation rate
Inflation expectations: consumer
Inflation expectations: business

1. Spread between RIKB 03 1010 and RIKS 03 0210.
2. Spread between RIKB 13 0517 and RIKS 15 1001.
3. Spread between RIKB 13 0517 and HFF150914.
I  Inflation and inflation expectations

I-9  Wage and inflation development

Wages, inflation and services

I-10  Prices of imported goods and exch. rate development

Import-weighted exchange rate of the króna
and prices of imported goods in the CPI

Period average (from March 1997) = 100

I-11  Consumer prices

Goods, housing and services

March 1997 = 100

I-12  Inflation in Iceland and in Europe

HICP inflation for all countries except national
CPI inflation for USA, Switzerland and Japan

II  Output and demand

II-1  Economic growth and national expenditure

Quarterly data

II-2  Contributions to GDP growth

Quarterly data

II-3  Consumption and gross fixed capital formation

Quarterly data

II-4  Contribution to gross fixed capital formation

Quarterly data
## II Output and demand

### II-13 Car imports and registrations
**Monthly data**

- **12-month change (%)**
- **Number**
- **Car imports (left)**
- **Car registrations (left)**
- **Number of car registrations (right)**

### II-14 Consumer sentiment (Gallup)
**Index, current situation and expectations six months ahead**

- **Consumer sentiment index**
- **Expectations 6 months ahead**
- **Current economic situation**

### II-15 Private consumption and consumer confidence
**Quarterly data**

- **Gallup confidence index expectations six months ahead (left)**
- **Private consumption growth (right)**

### II-16 OMXI-listed company turnover and profits
**January-September 2005 - 2007**

- **% of turnover**
- **Increase in turnover**
- **EBITDA**
- **After-tax profit**
- **Financial expenses/turnover**
- **Cash flow/turnover**
- **Equity ratio**

## III Foreign trade and external economic conditions

### III-1 Current account balance
**Quarterly data**

- **% of GDP**
- **% of exports**

### III-2 Components of current account
**Net current transfer is included in factor income**

### III-3 Merchandise trade balance
**12-month moving averages**

### III-4 Merchandise imports and exports
**12- and 3-month moving averages, at fixed exchange rates**

- **12-month % change**
- **Imports, 12-month change**
- **Exports, 12-month change**
- **Imports, 3-month change**
- **Exports, 3-month change**
III Foreign trade and external economic conditions

III-5 Components of merchandise exports
Export value at fixed prices

III-6 Components of merchandise imports
Import value at fixed prices

III-7 Volume changes on main export products
Quarterly data

III-8 Volume changes on main import products
Quarterly data

III-9 Merchandise exports
3-month moving averages, at fixed exchange rates

III-10 Merchandise exports by category
3-month moving averages, export value at fixed exchange rates

III-11 Seasonally adjusted merchandise imports
3-month moving averages, at fixed prices and exchange rates

III Foreign trade and external economic conditions

III-13
Services account
Quarterly data at fixed exchange rate

Percentage change on a year earlier

III-14
Fish catch volume
At fixed price levels

2004=100


Catch value (left)

12-month % change (right)

III-15
Fish catch
January

Marine export value
January-December

0 50 100 150 200 250 300 350 400

2006 2007 2008

Kr.

Crusta-

Pelagic

Demersal

Other

Shell

Meal &

Salted

Frozen

Fresh

III-16
Export prices
Currency-weighted for marine exports and in USD for aluminium

January 1999 = 100

USD/tonne USD/barrel

Crude oil Europe (DTD Brent) (right)

Forecast based on futures prices

Gasoline NW Europe 95 (left)

III-17
Crude oil and gasoline prices
Forecast based on futures prices

USD/tonne USD/barrel

2003 2004 2005 2006 2007 2008

2000 2001 2002 2003 2004 2005 2006 2007

22/2

III-18
Commodity prices in international markets
Weekly data

2000 = 100

Non-fuel commodities (in USD)

Food (in USD)

Non-fuel commodities (in EUR)

Food (in EUR)

III-19
Real effective exchange rate of the króna
Quarterly data

2000 = 100

Relative unit labour cost


95 96 97 98 99 00 01 02 03 04 05 06 07 08

III-20
Real effective exchange rate of the króna
Monthly data

2000 = 100

Relative consumer prices

IV  Labour market and wages

IV-1  Unemployment
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OMXI equity market
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Residential housing prices in Greater Reykjavík
Price per m², 3-month moving averages

Residential housing in Greater Reykjavík
Monthly turnover and prices

Residential housing prices in Greater Reykjavík
Condominiums and detached housing

Commercial property prices in Greater Reykjavík
Weighted average of industrial, retail and office premises

Market price of residential housing
Entire country and regional Iceland
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Credit system lending growth
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Percentage change on a year earlier
Due to reclassification of lending, after Sept. 2003 data by sector are not comparable with earlier data.

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Growth of M3 and DMB credit to domestic sector
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1. Spread between RIKB 13 0517 and RIKS 15 1001.
2. Spread between RIKB 13 0517 and HFF150914.
### VII  Financial markets

#### VII-17  Average nominal interest rates
Bank lending rates, T-note yields and policy interest rate

<table>
<thead>
<tr>
<th></th>
<th>2001</th>
<th>2002</th>
<th>2003</th>
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<th>2005</th>
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<th>2007</th>
<th>2008</th>
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</thead>
<tbody>
<tr>
<td>Policy rate</td>
<td>1.5%</td>
<td>1.7%</td>
<td>2.0%</td>
<td>2.2%</td>
<td>2.5%</td>
<td>2.8%</td>
<td>3.2%</td>
<td>3.6%</td>
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<tr>
<td>Prime rate</td>
<td>3.0%</td>
<td>3.2%</td>
<td>3.5%</td>
<td>3.8%</td>
<td>4.2%</td>
<td>4.5%</td>
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<td>5.2%</td>
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<tr>
<td>T-note yield</td>
<td>4.0%</td>
<td>4.2%</td>
<td>4.5%</td>
<td>4.8%</td>
<td>5.2%</td>
<td>5.5%</td>
<td>5.8%</td>
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#### VII-18  Average indexed interest rates
Bank lending rates and real yield on housing bonds and T-bonds

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<th>2002</th>
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<th>2005</th>
<th>2006</th>
<th>2007</th>
<th>2008</th>
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</thead>
<tbody>
<tr>
<td>Prime rate</td>
<td>1.0%</td>
<td>1.2%</td>
<td>1.4%</td>
<td>1.6%</td>
<td>1.8%</td>
<td>2.0%</td>
<td>2.2%</td>
<td>2.4%</td>
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<tr>
<td>T-bond yield</td>
<td>2.0%</td>
<td>2.2%</td>
<td>2.4%</td>
<td>2.6%</td>
<td>2.8%</td>
<td>3.0%</td>
<td>3.2%</td>
<td>3.4%</td>
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#### VII-19  Interest rate spreads
Between nominal bank prime rates and the policy rate; between indexed bank lending rates and T-bond yield

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<th>2005</th>
<th>2006</th>
<th>2007</th>
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</thead>
<tbody>
<tr>
<td>Prime rate</td>
<td>2.0%</td>
<td>2.2%</td>
<td>2.4%</td>
<td>2.6%</td>
<td>2.8%</td>
<td>3.0%</td>
<td>3.2%</td>
<td>3.4%</td>
</tr>
<tr>
<td>T-bond yield</td>
<td>3.5%</td>
<td>3.7%</td>
<td>3.9%</td>
<td>4.1%</td>
<td>4.3%</td>
<td>4.5%</td>
<td>4.7%</td>
<td>4.9%</td>
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#### VII-20  Bank lending and deposit rates
Indexed terms

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<th>2002</th>
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<th>2004</th>
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<th>2007</th>
<th>2008</th>
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</thead>
<tbody>
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<td>Deposit</td>
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<td>1.2%</td>
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<td>2.4%</td>
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<td>2.8%</td>
<td>3.0%</td>
<td>3.2%</td>
<td>3.4%</td>
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#### VII-21  Interest rates on indexed housing loans
Housing loans' lowest interest rates

<table>
<thead>
<tr>
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<th>2004</th>
<th>2005</th>
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<th>2008</th>
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<tbody>
<tr>
<td>Kaupthing</td>
<td>4.0%</td>
<td>4.2%</td>
<td>4.4%</td>
<td>4.6%</td>
<td>4.8%</td>
</tr>
<tr>
<td>Landsbanki</td>
<td>4.5%</td>
<td>4.7%</td>
<td>4.9%</td>
<td>5.1%</td>
<td>5.3%</td>
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<tr>
<td>HFF</td>
<td>5.0%</td>
<td>5.2%</td>
<td>5.4%</td>
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<td>5.8%</td>
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<tr>
<td>Glitnir</td>
<td>5.5%</td>
<td>5.7%</td>
<td>5.9%</td>
<td>6.1%</td>
<td>6.3%</td>
</tr>
<tr>
<td></td>
<td>5.0%</td>
<td>5.2%</td>
<td>5.4%</td>
<td>5.6%</td>
<td>5.8%</td>
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#### VII-22  CDSs of Icelandic banks and Itraxx Financial Index

<table>
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<th>2006</th>
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<tbody>
<tr>
<td>Kaupthing</td>
<td>1.0%</td>
<td>0.8%</td>
<td>0.6%</td>
</tr>
<tr>
<td>Landsbanki</td>
<td>1.5%</td>
<td>1.2%</td>
<td>0.9%</td>
</tr>
<tr>
<td>HFF</td>
<td>2.0%</td>
<td>1.8%</td>
<td>1.6%</td>
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<tr>
<td>Glitnir</td>
<td>2.5%</td>
<td>2.3%</td>
<td>2.1%</td>
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<tr>
<td>Itraxx</td>
<td>3.0%</td>
<td>2.8%</td>
<td>2.6%</td>
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#### VII-23  Nominal and real effective exchange rate of the króna
Monthly averages

<table>
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<th>2008</th>
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</thead>
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<td>Real rate</td>
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<td>800</td>
<td>700</td>
<td>600</td>
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<tr>
<td>Forward</td>
<td>100</td>
<td>200</td>
<td>300</td>
<td>400</td>
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<tr>
<td>Position</td>
<td>500</td>
<td>600</td>
<td>700</td>
<td>800</td>
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#### VII-24  Carry-to-risk ratio and forward currency position of the commercial banks
Monthly data

<table>
<thead>
<tr>
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<th>2006</th>
<th>2007</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ratio</td>
<td>0.5%</td>
<td>0.9%</td>
<td>1.0%</td>
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<tr>
<td>Position</td>
<td>200</td>
<td>300</td>
<td>400</td>
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</tbody>
</table>

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VII Financial markets

Exchange rate of the króna
Daily data

Exchange rate of high-yielding currencies against the Eu
Daily data

Nominal and real effective exchange rate of the króna
Monthly averages

Króna Eurobond issuance
Monthly data

1. Data until February 22, 2008 inclusive.