



SPARISJÓÐABANKI  
ÍSLANDS HF.  
ICEBANK HF.

To:

Series 2005-1 Cell of Mare Baltic PCC Limited,  
P.O. Box 212,  
One Lefebvre Street,  
St. Peter Port, Guernsey GY1 4 JE,  
Channel Islands

Reykjavik, 6 March 2009

**Re: Financial restructuring of Icebank**

We are writing to you in your capacity as a Lender in connection with a Subordinated Term Loan Agreement dated 31 October 2005 in an amount of EUR 15,000,000.00 assigned to your good selves with a Notice of assignment on 1 November 2005 (The "Loan Agreement").

The purpose of this letter is to inform you about the financial restructuring of Icebank that has been taking place in the preceding months. Following the collapse of the three biggest Icelandic commercial banks (Kaupthing banki hf., Glitnir banki hf. and Landsbanki Islands hf.) in October 2008, Icebank received a letter from the Central Bank of Iceland dated 20 October 2008 stating that the Central Bank would be increasing hair-cut on all of Icebank's claims on the three commercial banks under Icebank's repo facilities with the Central bank. Since receiving this letter we have been in intensive discussions about Icebank's future with our biggest creditors, the Central Bank of Iceland on the one hand and the lenders in our international syndicated loan facilities on the other hand (The "Loan Facilities" and the "Lenders"). For further information a reference is made to the attached press release which was published on the NASDAQ OMX Iceland on 27 February 2009. Since the issuance of the press release all Lenders have accepted a further prolongation of a stand-still arrangement for Icebank for a period of at least four weeks.

Furthermore, we inform you that we intend to hold a formal meeting with the note-holders of the EUR 201,600,000 Class A Floating Rate Limited Recourse Secured Senior Notes due 2015 (the "Class A Notes") as the instructing creditors in relation to Scandinotes III, as soon as possible. In our attempt to expedite the process in advance, we hereby kindly ask you to publish this notice, as well as the attachment, on the homepage of Scandinotes, [www.scandinotes.com](http://www.scandinotes.com), with a short request to the aforementioned note holders to come forward and contact the undersigned as soon as possible.

Finally, we the undersigned, are pleased to make ourselves available to your good selves and any of the aforementioned note holders for more detailed information regarding the financial restructuring of Icebank.

Yours sincerely,

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