

FINAL TERMS

14 August 2006

Glitnir banki hf.
Issue of €100,000,000 Floating Rate Notes due August 2016
under the €15,000,000,000
Global Medium Term Note Programme

PART 1

CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the conditions set forth in the Offering Circular dated 26th June, 2006 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Offering Circular. The Offering Circular is available for viewing at the office of the Issuer at Kirkjusandur 2, 155 Reykjavík, Iceland and copies may be obtained from the Principal Paying Agent at Trinity Tower, 9 Thomas More Street, London E1W 1YT.

1.	Issuer:	Glitnir banki hf.
2.	(a) Series Number:	303
	(b) Tranche Number:	1
3.	Specified Currency or Currencies:	Euro ("EUR")
4.	Aggregate Nominal Amount:	
5.	Series:	EUR 100,000,000
6.	Tranche:	EUR 100,000,000
7.	Issue Price of Tranche:	99.211 per cent. of the Aggregate Nominal Amount
8.	Specified Denominations:	EUR 50,000
9.	(a) Issue Date:	16 August 2006
	(b) Interest Commencement Date:	16 August 2006
10.	Maturity Date:	16 August 2016 subject to adjustment in accordance with the Modified Following Business Day Convention
11.	Interest Basis	3 month EURIBOR plus 0.70 per cent. per annum Floating Rate (further particulars specified below)
12.	Redemption/Payment Basis:	Redemption at par
13.	Change of Interest Basis or Redemption/Payment Basis:	Not Applicable

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| 14. | Put/Call Options: | Not Applicable |
| 15. | (a) Status of Notes: | Senior |
| | (b) Date Board approval for issuance of Notes obtained: | Not Applicable |
| 16. | Method of distribution: | Non-syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 17. | Fixed Rate Note Provisions | Not Applicable |
| 18. | Floating Rate Note Provisions | Applicable |
| | (a) Specified Period(s)/Specified Interest Payment Dates: | 16 February, 16 May, 16 August and 16 November in each year from and including 16 November 2006 to and including the Maturity Date subject to adjustment in accordance with Business Day Convention set out below |
| | (b) Business Day Convention: | Modified Following Business Day Convention |
| | (c) Additional Business Centre(s): | Not Applicable |
| | (d) Manner in which the Rate of Interest and Interest Amount is to be determined: | Screen Rate Determination |
| | (e) Party responsible for calculating the Rate of Interest and Interest Amount (if not the Principal Paying Agent): | Not Applicable |
| | (f) Screen Rate Determination: | Yes |
| | – Reference Rate: | 3 month EURIBOR |
| | – Interest Determination Date(s): | The second day on which the TARGET System is open prior to the start of each Interest Period |
| | – Relevant Screen Page: | Telerate page 248 |
| | (g) ISDA Determination: | No |
| | (h) Margin(s): | Plus 0.70 per cent. per annum |
| | (i) Minimum Rate of Interest: | Not Applicable |
| | (j) Maximum Rate of Interest: | Not Applicable |
| | (k) Day Count Fraction: | Actual/360, adjusted |
| | (l) Fall back provisions, rounding provisions and any other terms relating to the method of calculating | Not Applicable |

interest on Floating Rate Notes, if different from those set out in the Conditions:

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| 19. | Zero Coupon Note Provisions | Not Applicable |
| 20. | Index Linked Interest Note Provisions | Not Applicable |
| 21. | Dual Currency Interest Note Provisions | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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| 22. | Issuer Call | Not Applicable |
| 23. | Investor Put | Not Applicable |
| 24. | Final Redemption Amount of each Note: | EUR 50,000 per Note of EUR 50,000 Specified Denomination |
| 25. | Early Redemption Amount(s) of each Note payable on redemption for taxation reasons or on event of default and/or the method of calculating the same (if required or if different from that set out in Condition 7(e)): | As set out in the Conditions |

GENERAL PROVISIONS APPLICABLE TO THE NOTES

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| 26. | Form of Notes: | |
| | – Bearer Notes: | Applicable

Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes only upon an Exchange Event. The expense of producing any such Definitive Notes shall be for the account of the Issuer. |
| | – Registered Notes: | Not Applicable |
| 27. | New Global Note: | No |
| 28. | Additional Financial Centre(s) or other special provisions relating to Payment Dates: | Not Applicable |
| 29. | Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature): | No |
| 30. | Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment: | Not Applicable |

31. Details relating to Instalment Notes, including the amount of each instalment (each an **Instalment Amount**) and the date on which each payment is to be made (each an **Instalment Date**): Not Applicable
32. Redenomination applicable: Redenomination not applicable
33. Other final terms: Not Applicable

DISTRIBUTION

34. (a) If syndicated, names [and addresses] underwriting commitments]: Not Applicable
- (b) Date of Subscription Agreement: Not Applicable
- (c) Stabilising Manager (if any): Not Applicable
35. If non-syndicated, name of relevant Dealer: J.P. Morgan Securities Ltd.
36. Total commission and concession: Not Applicable
37. Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable: TEFRA D
38. Additional selling restrictions: Not Applicable
39. ERISA restrictions: Not Applicable

LISTING AND ADMISSION TO TRADING APPLICATION

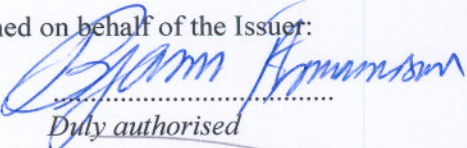
These Final Terms comprise the final terms required to list the issue of Notes described herein pursuant to the €15,000,000,000 Global Medium Term Note Programme of Glitnir banki hf.

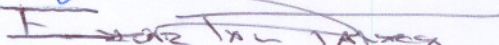
RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

By:



Duly authorised


PART 2
OTHER INFORMATION

1. LISTING

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| (a) | Listing: | London |
| (b) | Admission to trading: | Application has been made for the Notes to be admitted to trading on the Gilt-Edged and Fixed Interest Market of the London Stock Exchange with effect from 16 August 2006. |

2. RATINGS

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| Ratings: | The Notes to be issued have been rated: |
| | Moody's: A1 |

3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save for any fees payable to the Dealer, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer.

4. OPERATIONAL INFORMATION

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| (a) | Intended to be held in a manner which would allow Eurosystem eligibility: | No |
| (b) | ISIN Code: | XS0264740944 |
| (c) | Common Code: | 026474094 |
| (d) | CUSIP: | Not Applicable |
| (e) | Any clearing system(s) other than DTC, Euroclear Bank S.A. / N.V. and Clearstream Banking, société anonyme and the relevant identification number(s): | Not Applicable |
| (f) | Delivery: | Delivery against payment |
| (g) | Names and addresses of additional Paying Agent(s) and Transfer Agent(s) (if any): | Not Applicable |