

FINAL TERMS

3. Oct., 2006

Glitnir banki hf.
Issue of CZK 500,000,000 Floating Rate Notes 2006-2011
under the €15,000,000,000
Global Medium Term Note Programme

PART A – 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 Reykjavik, 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. (i) Series Number:	312
(ii) Tranche Number:	1
3. Specified Currency or Currencies:	CZK
4. Aggregate Nominal Amount:	
– Series:	CZK 500,000,000
– Tranche:	CZK 500,000,000
5. Issue Price of Tranche:	99,75 per cent. of the Aggregate Nominal Amount
6. Specified Denominations:	CZK 10,000,000
7. (i) Issue Date:	5. October, 2006
(ii) Interest Commencement Date:	5. October, 2006
8. Maturity Date:	Interest Payment Date falling in or nearest to October 2011
9. Interest Basis:	PRIBOR + 0,43 per cent. Floating Rate (further particulars specified below)
10. Redemption/Payment Basis:	Redemption at par
11. Change of Interest Basis or Redemption/Payment	Not Applicable
12. Put/Call Options:	Not Applicable
13. (i) Status of Notes:	Senior
(ii) Date Board approval for issuance of Notes obtained:	Not Applicable
14. Method of distribution:	Non-syndicated
PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE	
15. Fixed Rate Note Provisions:	Not Applicable
16. Floating Rate Note Provisions	Applicable

(i) Specified Period(s)/Specified Interest Payment Dates:	5. October, 5. January, 5. April and 5. July in each year, commencing on the 5. January 2007 up to and including the Maturity Date
(ii) Business Day Convention:	Modified Following Business Day Convention
(iii) Additional Business Centre(s):	Not Applicable
(iv) Manner in which the Rate of Interest and Interest Amount is to be determined:	ISDA Determination
(v) Party responsible for calculating the Rate of Interest and Interest Amount (if not the Principal Paying Agent):	Not Applicable
(vi) Screen Rate Determination:	No
– Reference Rate:	
– Interest Determination Date(s):	
– Relevant Screen Page:	
(vii) ISDA Determination:	Yes
– Floating Rate Option:	CZK-PRIBOR-PRBO
– Designated Maturity:	3 Months
– Reset Date:	First Day in each Interest Period
(viii) Margin(s):	+ 0,43 per cent. per annum
(ix) Minimum Rate of Interest:	Not Applicable
(x) Maximum Rate of Interest:	Not Applicable
(xi) Day Count Fraction:	Actual/360
(xii) Fall back provisions, rounding provisions and any other terms relating to the method of calculating interest on Floating Rate Notes, if different from those set out in the Conditions:	Not Applicable
17. Zero Coupon Note Provisions	Not Applicable
18. Index Linked Interest Note Provisions	Not Applicable
19. Dual Currency Interest Note Provisions	Not Applicable
PROVISIONS RELATING TO REDEMPTION	
20. Issuer Call	Not Applicable
21. Investor Put	Not Applicable
22. Final Redemption Amount of each Note:	CZK 10,000,000 per Note of CZK 10,000,000 Specified Denomination
23. 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)):	Not Applicable
GENERAL PROVISIONS APPLICABLE TO THE NOTES	
24. Form of Notes:	
Bearer Notes:	Applicable

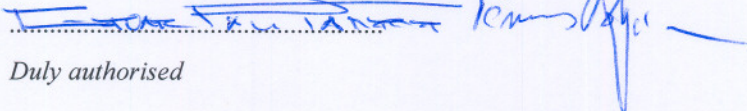
	Registered Notes:	Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes
		Not Applicable
25.	New Global Note:	No
26.	Additional Financial Centre(s) or other special provisions relating to Payment Dates:	Not Applicable
27.	Talons for future Coupons or Receipts to be attached to Definitive Notes (and dates on which such Talons mature):	No.
28.	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
29.	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
30.	Redenomination applicable:	Redenomination not Applicable
31.	Other final terms:	Not Applicable
DISTRIBUTION		
32.	(i) If syndicated, names of Managers	Not Applicable
	(ii) Date of Subscription Agreement:	Not Applicable
	(iii) Stabilising Manager (if any):	Not Applicable
33.	If non-syndicated, name and address of relevant Dealer:	Erste Bank der oesterreichischen Sparkassen AG, Börsegasse 14, A-1010 Vienna
34.	Total commission and concession:	Not Applicable
35.	Whether TEFRA D or TEFRA C rules applicable or TEFRA rules not applicable:	TEFRA D
36.	Additional selling restrictions:	Not Applicable
37.	ERISA Restrictions:	Not Applicable

RESPONSIBILITY

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

Signed on behalf of the Issuer:

By:


Duly authorised

PART B – OTHER INFORMATION

1. LISTING

- | | |
|---|----------------|
| (i) Listing: | None |
| (ii) Admission to trading: | Not Applicable |
| (iii) Estimate of total expenses related to admission to trading: | Not Applicable |

2. RATINGS

Ratings: The Notes to be issued have been rated:

S & P:	A-
Moody's:	A1
Fitch:	A

3. NOTIFICATION

Not Applicable

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

Not Applicable

5. REASONS FOR THE OFFER; ESTIMATED NET PROCEEDS AND TOTAL EXPENSES**

- | | |
|---------------------------------|--|
| (i) Reasons for the Offer: | See "Use of Proceeds" wording in Offering Circular |
| (ii) Estimated net proceeds: | CZK 498,750,000 |
| (iii) Estimated total expenses: | Not Applicable |

6. YIELD

Indication of yield: Not Applicable

7. HISTORIC INTEREST RATES

Details of historic PRIBOR rates can be obtained from Reuters.

8. PERFORMANCE OF INDEX/FORMULA, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING

Not Applicable

9. PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT

Not Applicable

10. OPERATIONAL INFORMATION

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|-------|---|---------------------------|
| (i) | Intended to be held in a manner which would allow Eurosystem eligibility: | No |
| (ii) | ISIN Code: | XS0269358064 |
| (iii) | Common Code: | 026935806 |
| (iv) | CUSIP: | Not Applicable |
| (v) | 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 |
| (vi) | Delivery: | Delivery against payment |
| (vii) | Names and addresses of additional Paying Agent(s) and Transfer Agent(s) (if any): | JPMorgan Chase Bank, N.A. |