

Pricing supplement dated as of November 10, 2006
(To offering circular dated October 25, 2006)



GLITNIR BANKI HF.

(incorporated in Iceland as a public limited company)

Issue of US\$500,000,000 Floating Rate Senior Notes, due 2011

The floating rate senior notes described in this pricing supplement, which are referred to as the Floating Rate Senior Notes, due 2011 (the “notes”), mature on January 21, 2011 (the “stated maturity”). Unless defined herein, terms included in this pricing supplement shall have the definitions ascribed to them in the offering circular dated October 25, 2006 (the “offering circular”).

Interest on the notes will be payable January 21, April 21, July 21 and October 21 each year, commencing January 22, 2007, subject to the Modified Following Business Day Convention, at a rate determined for each interest period by reference to Three Month USD-BBA LIBOR (the “interest rate basis”), plus 0.44% (the “spread”).

The notes will bear interest from the issuance date until the principal amount thereof is paid or made available for payment at a rate determined for each interest reset period by reference to the interest rate basis plus the spread for the applicable interest reset date. A description of how the interest rate basis is determined and calculated appears in the section entitled “Description of the Notes—Interest” in the accompanying offering circular, subject to and as modified by the provisions described below.

The notes will constitute our direct, unconditional, unsubordinated and unsecured obligations and will rank *pari passu* among themselves and (except for certain obligations required to be preferred by law) will rank equally with all of our other unsecured and unsubordinated obligations.

The notes will initially be limited to US\$500,000,000 in aggregate principal amount. We may create and issue additional floating rate notes with the same terms as the notes so that such additional floating rate notes will be combined with this series of notes.

The notes have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”), or any state securities laws, and are being offered only to qualified institutional buyers (within the meaning of Rule 144A under the Securities Act (“Rule 144A”) or in other transactions exempt from registration in accordance with Regulations S under the Securities Act, in each case, in compliance with applicable securities laws.

The notes will be issued in registered global form and will remain on deposit with The Depository Trust Company, the depository for the notes.

The settlement date for the issuance of the notes is expected to be November 21, 2006.

Joint Bookrunners

JPMorgan

Merrill Lynch & Co.

Wachovia Securities

NOTICE TO NEW HAMPSHIRE RESIDENTS

NEITHER THE FACT THAT A REGISTRATION STATEMENT OR AN APPLICATION FOR A LICENSE HAS BEEN FILED UNDER CHAPTER 421-B OF THE NEW HAMPSHIRE REVISED STATUTES WITH THE STATE OF NEW HAMPSHIRE NOR THE FACT THAT A SECURITY IS EFFECTIVELY REGISTERED OR A PERSON IS LICENSED IN THE STATE OF NEW HAMPSHIRE CONSTITUTES A FINDING BY THE SECRETARY OF STATE OF NEW HAMPSHIRE THAT ANY DOCUMENT FILED UNDER RSA 421-B IS TRUE, COMPLETE AND NOT MISLEADING. NEITHER ANY SUCH FACT NOR THE FACT THAT AN EXEMPTION OR EXCEPTION IS AVAILABLE FOR A SECURITY OR A TRANSACTION MEANS THAT THE SECRETARY OF STATE HAS PASSED IN ANY WAY UPON THE MERITS OR QUALIFICATIONS OF, OR RECOMMENDED OR GIVEN APPROVAL TO, ANY PERSON, SECURITY, OR TRANSACTION. IT IS UNLAWFUL TO MAKE, OR CAUSE TO BE MADE, TO ANY PROSPECTIVE PURCHASER, CUSTOMER, OR CLIENT ANY REPRESENTATION INCONSISTENT WITH THE PROVISIONS OF THIS PARAGRAPH.

DOCUMENTS INCORPORATED BY REFERENCE

The following documents, which have previously been published and have been approved by the FSA or filed with it shall be incorporated in, and form part of, this pricing supplement:

- (i) the press release of Glitnir dated October 31, 2006; and
- (ii) the unaudited interim consolidated financial statements of Glitnir for the nine months ended September 30, 2006;

save that any statement contained in a document which is incorporated by reference herein shall be deemed to be modified or superseded for the purpose of this pricing supplement to the extent that a statement contained in either (1) any document of a later date which is also incorporated by reference herein or (2) this pricing supplement modifies or supersedes such earlier statement (whether expressly, by implication or otherwise). Any statement so modified or superseded shall not, except as so modified or superseded, constitute a part of this pricing supplement.

Copies of documents incorporated by reference in this pricing supplement can be obtained from Glitnir banki hf. at Kirkjusandur 2, 155 Reykjavík, Iceland.

GLITNIR BANKI hf.

**Issue of US\$500,000,000 Floating Rate Senior Notes, due 2011
under the US\$5,000,000,000 Medium-Term Note Program of Glitnir banki hf. (the "Program")**

This document constitutes the pricing supplement relating to the issue of notes described herein. Terms used herein shall be deemed to be defined as such for the purposes of "Description of the Notes" set forth in the offering circular dated October 25, 2006. This pricing supplement must be read in conjunction with the offering circular. For purposes of the offering circular, references to the "pricing supplement" are intended to refer to the "final terms" that describe the terms of any series of notes.

1.	(i)	Series Number:	1
	(ii)	Tranche Number:	1
2.		Specified Currency (or currencies in the case of dual currency notes):	US\$
3.		Aggregate Nominal Amount:	US\$500,000,000
4.	(i)	Issue Price of Series	100.00 percent of the Aggregate Nominal Amount
	(ii)	Net Proceeds:	US\$498,600,000
5.		Specified Denominations:	US\$100,000 and integral multiples of US\$1,000 in excess thereof
6.	(i)	Issue Date:	November 21, 2006
	(ii)	Interest Commencement Date:	Issue Date
7.		Maturity Date:	January 21, 2011
8.		Form of notes:	Registered
9.		Type of notes:	Floating rate notes
10.		Interest Basis:	Three Month USD-BBA LIBOR + 0.44 percent
11.		Redemption/Payment Basis:	Redemption at maturity, except as provided below in Item 27, "Early Redemption Amount"
12.		Change of Interest Basis or Redemption/Payment Basis:	Not Applicable
13.		Call Options:	Not Applicable
14.		Ranking:	Senior
15.		Listing:	None
16.		Method of distribution:	Syndicated
17.		Dealers Discount or Commission:	US\$1,400,000

18. Original Issue Discount:
- (i) Total Amount of OID: Not Applicable
 - (ii) Yield to Maturity: Not Applicable
 - (iii) Interest Accrual Period: Not Applicable

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

19. **Fixed Rate Note Provisions** Not Applicable
20. **Floating Rate Note Provisions** Applicable
- (i) Interest Period(s)/ Interest Payment Dates: January 21, April 21, July 21 and October 21 each year, commencing January 22, 2007, to and including the Maturity Date
 - (ii) Business Day Convention: Modified Following Business Day Convention
 - (iii) Additional Business Center(s): Not Applicable
 - (iv) Manner in which the Rate of Interest and Interest Amount is to be determined: Screen Rate Determination
 - (v) Party responsible for calculating the Rate of Interest and Interest Amount (if not the fiscal and paying agent): Deutsche Bank Trust Company Americas, as calculation agent
 - (vi) Screen Rate Determination:
 - Reference Rate: 3 Month USD-BBA LIBOR
 - Interest Determination Date(s): Second London business day prior to the start of each Interest Period
 - Relevant Screen Page: Telerate 3750
 - (vii) ISDA Determination Not Applicable
 - Floating Rate Option: Not Applicable
 - Designated Maturity: Not Applicable
 - Reset Date: Not Applicable
 - (viii) Margin(s): + 0.44 percent 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, day count fraction, rounding provisions and any other terms relating to the method of calculating interest on floating rate notes, if different from those set out in “Description of the Notes” in the offering circular:	Not Applicable
21.	Zero Coupon Note Provisions	Not Applicable
22.	Index Linked Note Provisions	Not Applicable
23.	Dual Currency Note Provisions	Not Applicable
24.	Physical Delivery Note Provisions	Not Applicable
PROVISIONS RELATING TO REDEMPTION		
25.	Issuer Call Option	Not Applicable
26.	Final Redemption Amount	Par
27.	Early Redemption Amount Early Redemption Amount(s) payable on redemption for taxation reasons or on an Event of Default and/or the method of calculating the same (if required or if different from that set out in “Description of the Notes” in the offering circular):	100.00 percent of the principal amount plus accrued interest to the date of redemption as set forth in “Description of the Notes” in the offering circular
GENERAL PROVISIONS APPLICABLE TO THE NOTES		
28.	Form of notes:	Registered notes
29.	Additional Financial Center(s) or other special provisions relating to Payment Dates:	Not Applicable
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:	Not Applicable
31.	Details relating to notes redeemable in installments: amount of each installment, date on which each payment is to be made:	Not Applicable
32.	Redenomination applicable:	Redenomination not applicable
33.	Details of Exchange Agent (if any) and manner in which conversion of the Specified Currency into U.S. dollars is to take place:	Not Applicable
34.	Registered Holder (registered notes):	Cede & Co.
35.	Registered Address (registered notes):	55 Water Street, New York, New York 10041
36.	ERISA Restrictions:	See “ERISA Matters” in the offering circular

37. Other terms or special conditions: Not Applicable

DISTRIBUTION

38. (i) If syndicated, names of Managers (specifying Lead Manager):
J.P. Morgan Securities Inc. US\$237,500,000
Merrill Lynch, Pierce, Fenner & Smith
Incorporated US\$237,500,000
Wachovia Capital Markets, LLC US\$25,000,000

(ii) Arranger: J.P. Morgan Securities Inc.

(iii) Stabilizing Manager (if any): Not Applicable

39. If non-syndicated, name of relevant dealer: Not Applicable

40. Additional selling restrictions: Not Applicable

OPERATIONAL INFORMATION

41. Any clearing system(s) other than DTC, Euroclear and Clearstream, Luxembourg approved by the Issuer and the fiscal and paying agent and the relevant identification number(s): Not Applicable

42. Delivery: Delivery free of payment

43. Additional Paying Dealer(s) (if any): Not Applicable

44. DTC: CUSIP No.: 37930JAA3 (144A) / 37930KAA0 (Reg S)

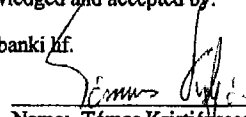
Euroclear and Clearstream, Luxembourg: ISIN: US37930JAA34 (144A) / US37930KAA07 (Reg S)

45. Other/Additional Provisions: Not Applicable

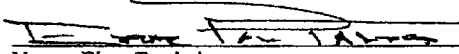
Acknowledged and accepted by:

Glitnir banki hf.

By:


Name: Tómas Kristjánsson
Title: Managing Director

By:


Name: Einar Tamimi
Title: General Counsel