

**Pricing supplement dated September 20, 2007
(To offering circular dated October 25, 2006)**

GLITNIR BANKI hf.

**Issue of US\$1,000,000,000 6.375% Senior Notes, due 2012
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.

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| 1. | (i) Series Number: | 4 |
| | (ii) Tranche Number: | 1 |
| 2. | Specified Currency (or currencies in the case of dual currency notes): | US\$ |
| 3. | Aggregate Nominal Amount: | US\$ 1,000,000,000 |
| 4. | (i) Issue Price of Series | 99.776 percent of the Aggregate Nominal Amount |
| | (ii) Net Proceeds: | US\$993,760,000 |
| 5. | Specified Denominations: | US\$100,000 and integral multiples of US\$1,000 in excess thereof |
| 6. | (i) Issue Date: | September 25, 2007 |
| | (ii) Interest Commencement Date: | Issue Date |
| 7. | Maturity Date: | September 25, 2012 |
| 8. | Form of notes: | Registered |
| 9. | Type of notes: | Fixed rate notes |
| 10. | Interest Basis: | 6.375 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\$4,000,000
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	Applicable
	(i) Fixed Rate(s) of Interest:	6.375 percent per annum payable semiannually in arrear
	(ii) Fixed Interest Payment Date(s):	March 25 and September 25 in each year
	(iii) Fixed Coupon Amount(s):	US\$63.75 per 1,000 in nominal amount
	(iv) Initial or Broken Amount(s):	Not Applicable
	(v) Day Count Fraction:	30/360
	(vi) Determination Date(s):	Not Applicable
	(vii) Other terms relating to the method of calculating interest for Fixed Rate Notes:	None
20.	Floating Rate Note Provisions	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):	Citigroup Global Markets Inc.	\$333,333,000
		Credit Suisse Securities (USA) LLC	\$333,333,000
		Wachovia Capital Markets, LLC	\$333,334,000
	(ii) Arranger:	Not Applicable	
	(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.: 37930JAE5 (144A) / 37930KAE2 (Reg S)

Euroclear and Clearstream, Luxembourg:

ISIN: US37930JAE55 (144A) / US37930KAE29 (Reg S)

45. Other/Additional Provisions

Not Applicable