**STANDARD FORM – NOTIFICATION OF THE ACQUISITION OR DISPOSAL OF MAJOR PROPORTIONS OF VOTING RIGHTS**

**VOTING RIGHTS ATTACHED TO SHARES– ARTICLE 85 OF THE ACT ON SECURITIES TRANSACTIONS NO. 108/2007**

1. Identity of the issuer or the underlying issuer of existing shares to which voting rights are attached i: **Icelandair Group hf. (ICEAIR)**

2. Reason for the notification (please tick the appropriate box or boxes):

[**X**] an acquisition or disposal of voting rights

[ ] an acquisition or disposal of financial instruments which may result in the acquisition of shares already issued to which voting rights are attached

[ ] an event changing the breakdown of voting rights

3. Full name of person(s) subject to the notification obligation ii:

 **Naust ehf kt: 460906-0320**

4. Full name of shareholder(s) (if different from the person mentioned in point 3.) iii:

5. Date of the transaction and date on which the threshold is crossed or reached iv:

 **18. May 2009**

6. Threshold(s) that is/are crossed or reached: **10%**

7. Notified details:

|  |  |
| --- | --- |
| **A) Voting rights attached to shares**  |  |
| Class/type of shares (if possible using the ISIN CODE)  | Situation previous to the Triggering transaction | Resulting situation after the triggering transaction vi |
| Number of Shares | Number of Voting rights vii | Number of shares | Number of voting rights viii | % of voting rights  |
| Direct  | Direct ix | Indirect x  | Direct  | Indirect  |
| **IS0000013464** | **148.148.148** | **148.148.148** | **0** | **0** |  | **0** |  |
|  |  |  |  |  |  |  |  |
| **SUBTOTAL A** (based on aggregate voting rights)  | **148.148.148** | **148.148.148** | **0** | **0** | **0** |

|  |  |  |
| --- | --- | --- |
| **B) Financial Instruments**  |  |  |
| Resulting situation after the triggering transactionxi |  |  |
| Type of financial instrument  | Expiration Date xii | Exercise/Conversion Period/ Date xiii  | Number of voting rights that may be acquired if the instrument is exercised/converted  | % of voting rights  |
|  |  |  |  |  |
|  |  |  |  |  |
|  | **SUBTOTAL B** (in relation to all expiration dates)  |  |  |

|  |  |  |
| --- | --- | --- |
| **Total (A+B) [*if applicable*]** | **number of voting rights**  | **% of voting rights** |
|  |  |  |

8. Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held, if applicable xiv:

9. In case of proxy voting: [*name of the proxy holder*] will cease to hold [*number*] voting rights as of [*date*].

10. Additional information:

Reykjavík on 18. May 2009