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FØROYABANKI

12 June 2008

Føroya Banki appoints a new management in Denmark

Føroya Banki and the management of the Danish branch, Carlo Chow and Kim Linnemann, have today agreed to terminate the cooperation.

The parties agree not to have any further comments on the subject.

The Bank has appointed Johnny í Grótinum, until now Head of Markets in Føroya Banki, as temporary manager of the Danish branch. Føroya Banki immediately initiates a recruitment process with the purpose to hire a new management in Denmark.

Føroya Banki's strategy for the Danish market is unchanged.

Further information

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This announcement does not provide all the information that can be of importance to potential investors. Prior to making a decision to make an investment in shares in Føroya Banki, potential investors should read carefully the entire prospectus including, but not limited to, the section "Risk Factors". The announcement contains forward-looking statements on the future development of Føroya Banki, its financial results and other statements, which are not historical facts and which can prove to be incorrect. The announcement does not constitute an offer or an invitation to make an investment in Føroya Banki. The release of the prospectus and/or the offering of shares may in some jurisdictions be subject to restrictions and may not be permitted. Persons subject to restrictions, including, inter alia, persons residing in the United States of America, Canada, Australia and Japan, are not authorized to receive the prospectus or to obtain information regarding the offering of shares in Føroya Banki. Potential investors are recommended to examine all relevant risks and legal aspects, including in relation to taxation and currency restrictions that may be of relevance regarding an investment in shares in Føroya Banki.

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