

## Annual General Meeting of Flaga Group hf.

Held on 17 April 2008

The Annual General Meeting of Flaga Group hf. will be held on Thursday 17 April 2008 at 10:00am at Hilton Reykjavik Nordica, Sudurlandsbraut 2, Reykjavik.

### Agenda:

1. Presentation of the Report of the Board of Directors on activities of the Company in 2007.
2. Presentation of the Operation of business segments of the Company during 2007.
3. The Financial Statement of the Company during 2007, including an audit report submitted for confirmation.
4. Decision in respect of dividends for the year 2007.
5. Election of the Board of Directors.
6. Election of an Audit Firm.
7. Decision of remuneration to the members of the Board of Directors of the Company.
8. Proposal for amendment to the Company's Articles of Association:
  - a. Amendment to Article 4, Paragraph 3, of the Articles of Association regarding the authorization to increase the share capital by the amount resulting from the possible conversion of convertible subordinated bonds issued by the Company to Kaupthing Bank hf. on 21 November 2003, the maturity date of which can now be extended to 15 January 2009.
9. Other matters.
  - a. Presentation on the thoughts of the Board of Directors towards continued listing of the Company on the Nasdaq OMX Nordic Exchange.

The following individuals have submitted their candidacy for the Board of Directors for the fiscal year 2008:

Bogi Pálsson  
Eggert Dagbjartsson  
Erlendur Hjaltason  
Hákon Sigurhansson  
Sveinn Þór Stefánsson

Alternates:  
Helgi Jóhannesson  
Hildur Árnadóttir

Shareholders' proposals must be submitted to the Board at least seven days before the General Meeting.

The agenda, final submissions and financial statements will be available for examination by shareholders by request to the the group's Chief Financial Officer, Criss Sakala via email at [criss.sakala@embla.com](mailto:criss.sakala@embla.com). The documents will also be posted for examination at [www.flagagroup.com](http://www.flagagroup.com).

Ballots and other documents will be available at the Hilton Reykjavik Nordica from 09:30am on the day of the Annual General Meeting.

Reykjavik, April 2008

# FLAGA GROUP

Flaga Group hf. Board of Directors