

Supplement dated 3 September 2020
to the Base Prospectus dated 17 April 2020

Landsbankinn hf.
(incorporated in Iceland as a limited liability company)
ISK 250,000,000,000
Covered Bond Programme

This supplement (the “**Supplement**”) to the base prospectus dated 17 April 2020 (the “**Base Prospectus**”) constitutes a supplement for the purposes of Article 23 of Prospectus Regulation EU 2017/1129 (the “**Prospectus Regulation**”), which has been implemented into Icelandic law with Act. No. 14/2020 (the “**Act on Prospectus for Public Offering or Admission to Trading on a Regulated Market**”) and the Supplement is prepared in accordance with Article 23 of the Prospectus Regulation. This Supplement is supplemental to, forms part of and must be read and construed in conjunction with, the Base Prospectus dated 17 April 2020 and supplements to the Base Prospectus dated 11 May 2020 and 11 August 2020.

The Base Prospectus has been issued by Landsbankinn hf. (the “**Issuer**”) in respect of an ISK 250,000,000,000 Covered Bond Programme (the “**Programme**”) and is dated 17 April 2020.

The Supplement and the Base Prospectus are available on the Issuer’s website, www.landsbankinn.is (<http://www.landsbankinn.is/sertryggd-skuldabref>). Investors can request printed copies of the Base Prospectus and any supplements free of charge at the Issuer’s registered office at Austurstræti 11, 155 Reykjavík, Iceland.

Terms given a defined meaning in the Base Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Supplement. To the extent that there is any inconsistency between a) any statement in this Supplement or any statement incorporated by reference into the Base Prospectus by this Supplement and b) any other statement in or incorporated by reference into the Base Prospectus, the statements referred to in a) above shall prevail.

The Financial Supervisory Authority of the Central Bank of Iceland (the “**FSA**”) in its capacity as competent authority under the Act on Prospectus for Public Offering or Admission to Trading on a Regulated Market has scrutinised and approved this Supplement, which is published in English only.



Landsbankinn hf.
This Supplement is dated 3 September 2020

1. ISSUER'S STATEMENT

Chief Executive Officer and Chief Financial Officer Landsbankinn hf., Reg. No. 471008-0280, registered office at Austurstræti 11, 155 Reykjavík, Iceland, on behalf of the Issuer, hereby declare, that having taken all reasonable care to ensure that such is the case, the information contained in this Supplement is, to the best of their knowledge, in accordance with the facts and contains no omission likely to affect its import.

Reykjavík, 3 September 2020

On behalf of Landsbankinn hf.,



Lilja Björk Einarsdóttir

Chief Executive Officer



Hreiðar Bjarnason

Chief Financial Officer

1. ISSUER'S LICENCE TO ISSUE COVERED BONDS

On 29 April 2013 the FSA granted the Issuer a licence to issue Covered Bonds under the Act on Covered Bonds. Pursuant to the terms of such a licence, the Issuer is able, from time to time, to issue Covered Bonds that entitle the holder to the benefit of a statutory preferred creditor status in respect of the assets contained in the Issuer's Cover Pool in the event of the insolvency of the Issuer.

On 1 September 2020 FSA authorised the Issuer to exceed the size limit of the Covered Bonds programme from ISK 170,000,000,000 to ISK 200,000,000,000. The result of the increased authorisation from FSA requires an update on the following sections and pages in the Issuer's Base Prospectus dated 17 April 2020: Cover page on page 1, "Overview of the Programme" on page 3 and 5, "Definitions" on page 72, and "The Issuer's Licence to Issue Covered Bonds" on page 110.

The following wording shall replace the wording in the second paragraph of the Cover page on page 1 in the Base Prospectus dated 17 April 2020;

The Covered Bonds may be issued in bearer form ("**Bearer Covered Bonds**"), registered form ("**Registered Covered Bonds**"), uncertificated book entry form cleared through the Nasdaq Central Securities Depository Iceland hf. (the "**NCSD**") or any other clearing system as decided by the Issuer ("**VS System Covered Bonds**"). The maximum aggregate nominal amount of all Covered Bonds from time to time outstanding under the Programme will not exceed ISK 200,000,000,000 (or its equivalence in other currencies calculated as described herein). The Covered Bonds may be issued on a continuing basis. The Financial Supervisory Authority of the Central Bank of Iceland (the "**FSA**") granted the Issuer a licence dated 29 April 2013 to issue Covered Bonds. Any increase of the Programme is subject to the FSA approval. On 1 September 2020, the FSA authorised the Issuer to increase the size limit to ISK 200,000,000,000.

The following wording shall replace the wording in the paragraph "Description" under the section "Overview of the Programme" on page 3, in the Base Prospectus dated 17 April 2020;

Description:

ISK 250,000,000,000 Covered Bond Programme (or its equivalence in other currencies calculated as described herein) established by the Issuer which shall not exceed a limit of ISK 200,000,000,000. Any increases of the Programme shall be subject to the FSA approval.

The following wording shall replace the wording in the paragraph “FSA Licensing” under the section “*Overview of the Programme*” on page 5, in the Base Prospectus dated 17 April 2020;

FSA Licensing:

FSA granted the Issuer a licence dated 29 April 2013 to issue Covered Bonds. Any increases of the Programme shall be subject to the FSA approval. On 1 September 2020, the FSA authorised the Issuer to increase the size limit to ISK 200,000,000,000.

The following wording shall replace the wording in the paragraph “Programme” under the section “*Definitions*” on page 72, in the Base Prospectus dated 17 April 2020;

Programme

ISK 250,000,000,000 (or its equivalence in other currencies calculated as described herein) covered bond programme established by the Issuer on the Issue Date which shall in the beginning not exceed a limit of ISK 170,000,000,000. Any increases of the Programme shall be subject to the FSA approval. On 1 September 2020 the FSA granted the Issuer a licence to increase the size limit to ISK 200,000,000,000.

The following paragraph shall replace the wording under the section “*The Issuer’s Licence to Issue Covered Bonds*” on page 110, in the Base Prospectus dated 17 April 2020;

Paragraph (a)

The Programme shall not exceed a limit of ISK 200,000,000,000. Any further increase of the Programme is subject to the approval of the FSA.