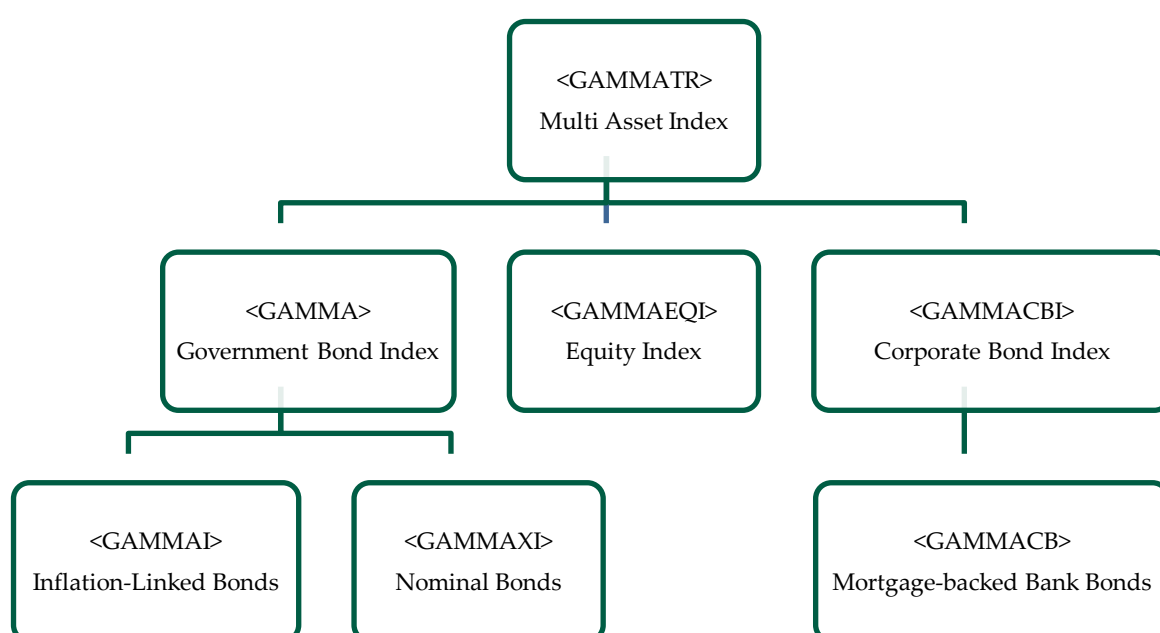


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Please contact us for fact sheets or any further information.

GAMMA Indices



GAMMA Multi Asset Index

GAMMA Multi Asset Index displays the weighted total return of all major assets on the Icelandic market. The index combines GAMMA Equity Index, GAMMA Government Bond Index and GAMMA Corporate Bond Index and each sub-index is weighted according to its market capitalization.

GAMMA Multi Asset Index is a novelty in the Icelandic market, as the total return of the market as a whole has not been compiled and made public in such a way before.

Methodology

The index is updated daily based on its sub-indices' closing data. The weights of each sub-index is recalculated daily based on its closing price of the previous business day and market value.

GAMMA Equity Index

GAMMA Equity Index displays the weighted total return of the main Icelandic equity market. The weights are based on outstanding float-adjusted market value. The index measures total return, therefore including dividends.

Methodology

On a quarterly basis the index combination is reviewed and published, five business days prior to the first business day of January, April, July and October each year. Equities eligible for inclusion must

- be listed on the NASDAQ OMX Iceland Main Market,
- be denominated in Icelandic kronas and
- have at least 10% of its market value in free float.

On each review date, eligible companies are sorted according to market turnover during the preceding 6-month period. The selection process starts with the highest turnover until at least 90% of the total eligible stock's free float-adjusted market capitalization is reached. The number of outstanding shares is fixed between review dates.

GAMMA Government Bond Index

GAMMA Government Bond Index displays the weighted total return of government issued bonds in Iceland as well as the implicitly government-backed bonds of the Housing Financing Fund. The weights are based on outstanding market value. The index measures total return, therefore including coupons and repayments.

The index has two sub-indices

GAMMAXi contains nominal treasury bonds

GAMMAi contains inflation linked treasury bonds and government-backed bonds of the Housing Financing Fund

Methodology

GAMMA Government Bond Index calculates the total return of government bonds on the market. Coupons and repayments are therefore reinvested in the index. The criteria for bond selection is a market making agreement with the Primary Dealers, and more than six months maturity. The weights are rebalanced on the first business day of each month, based on closing data on the last business day of the prior month, in order to take into account changes in market value, reopenings and new bonds (bonds shorter than six months maturity fall out).

GAMMA Corporate Bond Index

GAMMA Corporate Bond Index shows the weighted total return of non-government issued or government-backed bonds in the Icelandic market. The weights are based on outstanding market value. The index measures total return, therefore including coupons and repayments.

The index has a subindex, **GAMMAcb**, which contains mortgage-backed bonds issued by the three largest banks in Iceland – Arion banki, Íslandsbanki and Landsbankinn.

Methodology

GAMMA Corporate Bond Index calculates the total return of corporate bonds on the market. Coupons and repayments are therefore reinvested in the index. The criteria for bond selection is a market making agreement with the Primary Dealers, and more than six months maturity. Bond weights are rebalanced each day in order to take into account changes in market value. The index combination is revised on a monthly basis, taking into account reopenings and new bonds as well as removing bonds with shorter than six months maturity, from the index.