



Leader's Report to Council 20th June 2012

Icelandic Update

I was able to report to Council in May the excellent news that the Council had received the first dividend payment of £930k in relation to the £3m Landsbanki investment. We have now received a second dividend payment of £367k; this together with an improved estimate of the overall return for this investment that could exceed the 95-98% previously reported means we are optimistic, that in time, the vast majority of our funds will be recovered.

Good progress continues to be made in relation to the recovery of the investments with the Heritable and Kaupthing Singer and Friedlander with regular dividend payments still being received.

To date the Council has received just over £5.6m in dividends from these investments, with further payments expected throughout the year.

It is likely that the Council will continue to receive further updates on the likely settlements from all of the three banks, however, given the excellent result achieved on Landsbanki and the increases in the settlements reported for KSF and the Heritable, the total return could well exceed 90% of the original investments.

John Champion
Leader of the Council