



### Leader's Report to Council 21<sup>st</sup> November 2012

#### Icelandic Update

I have previously reported to Council the excellent news that the Council had received two dividend payments totalling over £1.2m in relation to the £3m Landsbanki investment. I am pleased to report we received a further dividend repayment in early October of £174.8k taking the total recovery to over £1.4m. We remain optimistic, that in time the vast majority of these 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, including a ninth Kaupthing dividend of £150k on the 31<sup>st</sup> October 2012.

To date the Council has received over £5.9m 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 in maintaining "priority status" for Landsbanki and the increases in the settlements reported for KSF and the Heritable, the total return could well exceed 90% of the original investments.

As always I will continue to update Council on the progress of the recovery of these investments, however it is good to know that we have now received over 66% of the total outstanding and dividends repayments continue to be received to count down this balance.

John Champion  
Leader of the Council.