

To All Known Creditors

27 April 2010

Ref: ML7E/KPR/RPB/MEM/LO3466/43

Kaupthing Singer & Friedlander
Helpdesk - 020 3205 6800
Direct Fax: 020 7951 1345Email: eyadmin@singers.co.uk

Dear Sirs

Kaupthing Singer & Friedlander Limited (In Administration) ("KSF")***Joint Administrators' Progress Report***

We write in accordance with Rule 2.47(3)(a) of the Insolvency Rules 1986, to provide creditors with a report on the progress of the Administration. This report covers the period from 8 October 2009 to 7 April 2010 and should be read in conjunction with the Administrators' previous reports and updates and certain other formal announcements. Copies of these documents and other announcements are available on the KSF website, www.kaupthingsingers.co.uk.

Notice of Intended Dividend (Pursuant to Rule 2.95 of the Insolvency Rules 1986)

Formal notice that the Administrators intend to declare a fourth interim dividend in the Administration is attached.

If you have registered an Insolvency Claim Form with the Administrators previously, there is no need to take any action in relation to the attached notice. For the avoidance of doubt, creditors who have been notified that their claims have been admitted for distribution purposes will automatically participate in all unsecured creditor distributions declared by the Administrators.

If you have not previously registered an Insolvency Claim Form with the Administrators but consider that you have a claim against KSF, you should complete and return the same to the above address by 31 May 2010 ("the last date for proving") quoting the name of KSF and the reference above. The Insolvency Claim Form that you need to complete to submit your claim was forwarded to you under cover of the Administrators' letter of 17 April 2009. Copies of the form are also available from KSF's website, www.kaupthingsingers.co.uk.

Creditors who have not proved their debt by the last date for proving may be excluded from the dividend, which we intend to declare within a period of two months from that date.

I am aware that if you are a retail depositor of KSF, you may have submitted a claim to the Financial Services Compensation Scheme ("FSCS"). Please note that if you have received compensation in respect of your deposits with KSF from the FSCS then you will not be entitled to claim for these amounts in the Administration. However, if you have submitted a claim to the



FSCS and it has not yet been processed, or if you have not yet submitted a claim to the FSCS or do not intend to do so, you are entitled to make a claim in the Administration.

Submission of a claim in the Administration will not affect your eligibility to make a claim to the FSCS, but any distributions you receive from the Administration will need to be taken into account when the FSCS calculates the amount of compensation payable to you. For further information, please visit the FSCS website at www.fscs.org.uk. If you have any questions about your claim to FSCS, please contact them directly on 020 7892 7300.

If you have any queries regarding this letter or the enclosure, please contact the Joint Administrators at Ernst & Young LLP, 1 More London Place, London, SE1 2AF or on 020 3205 6800 or by fax on 020 7951 1345.

Yours faithfully
for Kaupthing Singer & Friedlander Limited



M E Mills
Joint Administrator

Enc. Form 2.24B
Administrators' Progress Report
Notice of Intended Dividend

The affairs, business and property of Kaupthing Singer & Friedlander Limited are being managed by the Joint Administrators A R Bloom, M E Mills, T M Burton and P J Brazzill. The Joint Administrators act as agents of the Company only and without personal liability.

Alan Robert Bloom and Margaret Elizabeth Mills are licensed in the United Kingdom to act as Insolvency Practitioners by The Institute of Chartered Accountants in England and Wales under section 390(2)(a) of the Insolvency Act 1986. Patrick Joseph Brazzill is licensed in the United Kingdom to act as an Insolvency Practitioner by The Insolvency Practitioners Association under section 390(2)(a) of the Insolvency Act 1986. Thomas Merchant Burton is licensed in the United Kingdom to act as an Insolvency Practitioner by The Institute of Chartered Accountants of Scotland under section 390(2)(a) of the Insolvency Act 1986.

Notice of Intended Distribution
In the Matter of the Insolvency Rules 1986
and

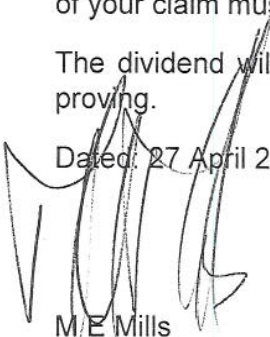
Kaupthing Singer & Friedlander Limited (In Administration)

NOTICE IS HEREBY GIVEN pursuant to Rule 2.95 of the Insolvency Rules 1986 that the Joint Administrators in this matter intend declaring a fourth interim dividend to unsecured creditors who are required on or before 31 May 2010, being the last date for proving, to submit their proofs of debt to the undersigned and if so requested to provide such further details or produce such documentation or other evidence as may appear to the Joint Administrators to be necessary. A creditor who has not proved his debt before the last date for proving is not entitled to disturb, by reason that he had not participated in it, any dividend subsequently declared.

Should you wish to submit a claim, a Proof of Debt form and documentation in support of your claim must be sent to the Joint Administrators.

The dividend will be declared within the period of two months from the last date for proving.

Dated: 27 April 2010



M/E Mills
Joint Administrator