

Foreign Exchange Strategy

31 October 2008

Investment Committee

Since our last investment committee meeting we been witness to an unusual high volatility in FX markety. An historic event did also take place, when the Icelandic market closed for all trading October 6th. The Icelandic market is still closed and we don't know when it will reopen.

October 27th EUR/USD was rejected near the 1.25 level and is today trading at 1.3040. Jyske Bank and Nordea expect it to test the 1.35 to 1.38 level before a new downside move aginst 1.1640 (low 2005) will start.

We decide to continue with current loan mix, see below. If/when EUR/USD hit the 135 -138 level, we will consider to change the loan mix to 50% CHF and 50% EURO.

70 % CHF



30 % EUR

