

I the undersigned Spencer David Wall

Date of birth 06th June 1969

Employee Kaupthing Bank Luxembourg SA Dec 2005 – Oct 2008

Senior Financial Advisor

On 20th August 2008 I received a statement from the credit department of Kaupthing Bank Luxembourg for the account of Karen Millen and was very surprised to see that the account had decreased in value by approximately GBP 4 million.

After checking through her account I noticed a purchase of USD 7 million nominal of Kaupthing 2010 bonds.

Having first thought it was a mistake as the client of Kaupthing Luxembourg was already in negative equity I checked with the managing director Mr Magnus Gudmundsson who informed me that the purchase was correct and that he would take care of it.

Details of transactions

Balances as of 20/08/2008

ISK -24,084,000

GBP -2,314,000

20/08/2008 Purchase of 7 Million USD Kaupthing 2010 bonds value 6,004,306

14/11/2008 Foreign Exchange trade from USD to GBP resulting in a negative balance of GBP 3,860,539.

The client never gave any instructions for this transaction. The client also did not have a credit facility that I was aware of.

The account of Mrs Millen was advisory which means that Kaupthing Luxembourg needed the instructions from the client for each investment made

During this period the client was debited interest on the unauthorized debit balance.

USD - 76,235

GBP - 102,927



Spencer David Wall

LUXEMBOURG 18/8/2015

Place and date.