

# Arion Bank Covered Bonds

Investor Report: July 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	114.168	58.444	172.612
Average Loan Balance	17	13	15
Average Customer Balance	22	14	21
No. of Loans	6.903	4.650	11.553
No. of Borrowers	5.307	4.052	8.074
No. of Properties	5.339	4.075	8.130
WA Legal Maturity (in months)	392	369	384
WA Seasoning (in months)	34	30	32
WA LTV	58,0%	44,8%	53,5%
WA Interest Rate	3,9%	6,2%	4,7%

\*Indexed mortgages linked to the consumer price index in Iceland as published by Statistics Iceland (Hagstofa Islands: [www.hagstofa.is](http://www.hagstofa.is)). Non Indexed are fixed rate mortgages

LTV Ranges	Balance	Percent
Less than 40%	38.791	22,5%
40 - 50%	26.979	15,6%
50 - 60%	37.586	21,8%
60 - 70%	36.968	21,4%
70 - 80%	32.288	18,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	172.612	100,0%

Property Type	Balance	Percent
Residential	172.612	100,0%
Total	172.612	100,0%

Payment Frequency	Balance	Percent
Monthly	172.435	99,9%
Quarterly	71	0,0%
Annual	3	0,0%
Semi-Annual	104	0,1%
Total	172.612	100,0%

Valuation Type	Balance	Percent
FMR	144.357	83,6%
Contract	19.258	11,2%
Internal	6.407	3,7%
External	2.530	1,5%
Offer	60	0,0%
Total	172.612	100,0%

Ranking Order	Balance	Percent
1. Rank	136.193	78,9%
2. Rank	35.404	20,5%
3. Rank	1.006	0,6%
4. Rank	10	0,0%
Total	172.612	100,0%

Interest Rate Type	Balance	Percent
3.59% Indexed	40.048	23,2%
3.8% Indexed	30.132	17,5%
5.95% Non-Indexed	15.568	9,0%
6.02% Non-Indexed	13.425	7,8%
Other	73.440	42,5%
Total	172.612	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	168.261	97,5%	11.298
0 - 30 days default	141	0,1%	9
30 - 90 days default	4.210	2,4%	212
90 - 180 days default	0	0	31
more than 180 days default	0	0	14

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Area	Balance	Percent
Reykjavik	71.097	41,2%
Capital Area excl. Reykjavik	61.225	35,5%
Norðurland Eystra	12.994	7,5%
Suðurland	11.027	6,4%
Vesturland	6.318	3,7%
Suðurnes	3.958	2,3%
Norðurland Vestra	2.850	1,7%
Austurland	2.822	1,6%
Vestfirðir	321	0,2%
Total	172.612	100,0%

Maturity	Balance	Percent
Less than 15 years	6.604	3,8%
15 - 20 years	11.296	6,5%
20 - 25 years	25.878	15,0%
25 - 30 years	21.296	12,3%
30 - 35 years	17.893	10,4%
35 - 40 years	89.645	51,9%
Total	172.612	100,0%

Planned frequency for updates of this summary: 12 times per year.  
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