

Arion Bank Mortgages Institutional Investor Fund



Asset Coverage Report: June 2012

Principal Amount Outstanding of the Covered Bonds: ISK 131,762,104,118

Adjusted Aggregate Loan Amount: 94,301,912,669

$$aA+B+C+D-W = 139,653,604,542$$

where:

$$aA = 94,301,912,669$$

$$B = 15,121,369,759$$

$$C = 35,059,714,376$$

$$D = 0$$

$$W = -4,829,392,262$$

(where aA, B, C, D and W have the meaning given in clause 10.2 of the Fund Deed)

Asset Coverage Test: Passed