

Arion Bank Mortgages Institutional Investor Fund



Asset Coverage Report: September 2012

Principal Amount Outstanding of the Covered Bonds: ISK 130,685,496,013

Adjusted Aggregate Loan Amount: 92,722,909,381

$$aA+B+C+D-W = 139,351,091,912$$

where:

$$aA = 92,722,909,381$$

$$B = 16,116,395,177$$

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

$$D = 0$$

$$W = -4,547,927,022$$

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

Asset Coverage Test: Passed