

Arion Bank Structured Covered Bonds
Covered Bond Fund Periodic Report for Period 31 October 2012 to 30 November 2012

Current Period	
Number	Value ISK 000's
Brought Forward	8.000
Replenishment	
Repurchased	
Redemptions	-31
Other Movements	
Carried Forward	7969
	121.453.295

Cumulative	
Number	Value ISK 000's

Annualised one month CPR	3,5%
Annualised three month CPR	3,3%
Annualised 12 month CPR	4,5%

(including redemptions and repurchases)

Weighted Average Seasoning	85,56
Weighted Average Loan size	15,2
Weighted Average LTV	86,8%
Weighted Average Remaining Term	30,30

* (see definition below)

Original LTV Bands

Range	Number	Balance	Percentage
0.00 - 25.00	623	3.976.589	4,90%
25.01 - 50.00	1677	16.382.050	20,20%
50.01 - 75.00	2641	32.697.549	40,32%
75.01 - 80.00	893	11.918.661	14,70%
80.01 - 85.00	810	10.699.089	13,19%
85.01 - 90.00	180	1.683.585	2,08%
90.01 - 95.00	144	1.307.642	1,61%
> 95.00	264	2.423.712 kr.	2,99%
Total	7232	81.088.876	100%

Current LTV Bands

Number	Balance 000's	Percentage
310	1.770.509.290 kr.	1,47%
1012	11.900.821.676 kr.	9,88%
1756	27.050.437.937 kr.	22,45%
469	6.803.353.867 kr.	5,65%
444	7.003.021.838 kr.	5,81%
408	6.898.686.669 kr.	5,72%
476	7.863.580.650 kr.	6,53%
3031	51.217.524.817 kr.	42,50%
7906	120.507.936.744	100%

Arrears

Band	Number	Principal ISK 000's	Overdue ISK 000's	Percentage
Current	7.718	116.603.605	18.835	96,01%
1.00 - 1.99 months	1	13.165	176	0,01%
2.00 - 2.99 months	119	2.289.871	21.251	1,89%
3.00 - 3.99 months	64	1.207.935	16.928	0,99%
4.00 - 4.99 months	13	261.472	4.324	0,22%
5.00 - 5.99 months	13	228.980	5.331	0,19%
6.00 - 11.99 months	34	696.297	23.759	0,57%
12 months and over	7	151.970	16.947	0,13%
Properties in Possession				
Total	7.969	121.453.295	107.551	100%

Excess Spread

Current month	0,59%
Rolling three month average	0,59%

Properties in possession

Stock

Current Period	
Number	Value ISK 000's
Brought Forward	39
Repossessed in Period	2
Sold in Period	0
Carried Forward	41
	785.150

Cumulative	
Number	Value ISK 000's
	89
	1784450
	48
	999300
	41
	785.150

Average time Possession to Sale

265
