

**Arion Bank Structured Covered Bonds**  
**Covered Bond Fund Periodic Report for Period 31 January 2013 to 28 February 2013**

Current Period	
Number	Value ISK 000's
Brought Forward	7.948
Replenishment	
Repurchased	
Redemptions	-21
Other Movements	
Carried Forward	7927
	121.014.299

Cumulative	
Number	Value ISK 000's

Annualised one month CPR	3,4%
Annualised three month CPR	4,1%
Annualised 12 month CPR	3,8%

(including redemptions and repurchases)

Weighted Average Seasoning	88,46
Weighted Average Loan size	15,3
Weighted Average LTV	81,4%
Weighted Average Remaining Term	29,35

\* (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	2,99%
Total	7232	81.088.876	100%

**Current LTV Bands**

Number	Balance 000's	Percentage
2.338.243.815	373 kr.	4,72%
13.633.927.147	1.110 kr.	14,04%
31.814.631.272	2.053 kr.	25,97%
8.009.731.763	491 kr.	6,21%
7.909.218.184	483 kr.	6,11%
7.599.737.518	462 kr.	5,85%
8.802.776.863	523 kr.	6,62%
40.632.774.241	2.409 kr.	30,48%
#####	7.904	100%

**Arrears**

Band	Number	Principal ISK 000's	Overdue ISK 000's	Percentage
Current	7.607	114.859.313	16.335	94,91%
1.00 - 1.99 months	156	2.994.815	28.268	2,47%
2.00 - 2.99 months	87	1.645.414	22.214	1,36%
3.00 - 3.99 months	9	211.033	4.219	0,17%
4.00 - 4.99 months	0	0	0	0,00%
5.00 - 5.99 months	12	199.672	4.627	0,16%
6.00 - 11.99 months	42	830.874	29.817	0,69%
12 months and over	14	273.178	23.160	0,23%
Properties in Possession				
Total	7.927	121.014.299	128.639	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
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