



## Mortgage Fund

Investor Report: July 2014

Overview	Amount
Total Cover Pool Balance	117.476
Average Loan Balance	15
No. of Loans	7.711
No. of Borrowers	6.329
No. of Properties	6.559
WA Legal Maturity (in months)	339
WA Seasoning (in months)	104
WA LTV	79,0%
WA Interest Rate	4,4%

\*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%	10.360	8,8%
40 - 50%	8.487	7,2%
50 - 60%	11.285	9,6%
60 - 70%	13.202	11,2%
70 - 80%	13.965	11,9%
80 - 90%	15.371	13,1%
90 - 100%	16.680	14,2%
100 - 110%	15.143	12,9%
more than 110%	12.984	11,1%
Total	117.476	100,0%

Property Type	Balance	Percent
Residential	114.111	97,1%
Realestate_other	828	0,7%
Industrial	153	0,1%
Holiday_cottage	123	0,1%
Agricultural	2.108	1,8%
Commercial	154	0,1%
Total	117.476	100,0%

Payment Frequency	Balance	Percent
Monthly	117.476	100,0%
Total	117.476	100,0%

Interest Rate Type	Balance	Percent
Indexed	111.218	94,7%
Non Indexed	6.259	5,3%
Total	117.476	100,0%

Arrears	Balance	Percent
Not in Arrears	110.199	93,8%
0 - 30 days default	32	0,0%
30 - 90 days default	5.679	4,8%
90 - 180 days default	1.425	1,2%
more than 180 days default	141	0,1%
Total	117.476	100,0%

Prior Ranks	Balance	Percent
No Prior Ranks	115.642	98,4%
Prior ranks	1.834	1,6%
Total	117.476	100,0%

Area	Balance	Percent
Reykjavik	41.842	35,6%
Capital Area excl. Reykjavik	41.230	35,1%
Suðurnes	1.006	0,9%
Vesturland	9.843	8,4%
Vestfirðir	357	0,3%
Norðurland Vestra	3.245	2,8%
Norðurland Eystra	6.364	5,4%
Austurland	2.560	2,2%
Suðurland	11.030	9,4%
Total	117.476	100,0%

Maturity	Balance	Percent
Less than 15 years	13.664	11,6%
15 - 20 years	11.146	9,5%
20 - 25 years	4.001	3,4%
25 - 30 years	40.170	34,2%
30 - 35 years	44.823	38,2%
35 - 40 years	3.673	3,1%
Total	117.476	100,0%

Planned frequency for updates of this summary: 12 times per year.  
Arion Bank is regulated by the Icelandic Financial Supervisory Authority ([www.fme.is](http://www.fme.is)).

This report has been automatically generated by Arion Bank's Risk Management. The information within are obtained from different sources, not all of which are controlled by Arion Bank, but which Arion Bank deems to be reliable. Whilst reasonable care has been taken to ensure that the contents of this publication are not untrue or misleading, no representation is made as to its accuracy or completeness and no liability is accepted for any loss arising from reliance on it. Arion Bank endeavours to ensure that the information is accurate and up-to-date, and reserves the right to make corrections to the content at any time, without prior notice. However, Arion Bank cannot guarantee that such information is complete or that it has not been modified by an outside party, by means of a virus or system intrusion, for example.

The report is prepared for general circulation and general information only, but it is not intended for any person in the United States. This publication may not be re-produced in whole or in part without permission.

The report shall under no circumstances be used or considered as an investment advice or investment research, or an offer to sell, or a solicitation of any offer to buy any securities. It does not have regard to the specific investment objectives, financial situation or the particular needs of any person who may receive the report. Arion Bank accepts no liability whatsoever for any direct or consequential loss arising from the use of this publication or its contents.

Contact:  
Investor Relations: [samskiptasvidj@arionbanki.is](mailto:samskiptasvidj@arionbanki.is)  
Head of Funding: Eirikur Magnus Jenson, [eirikur.jenson@arionbanki.is](mailto:eirikur.jenson@arionbanki.is)  
Risk Management: Otto S. Michelsen, [otto.michelsen@arionbanki.is](mailto:otto.michelsen@arionbanki.is)