

# Arion Bank Covered Bonds

Investor Report: January 2013



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	3.042	5.526	8.568
Average Loan Balance	14	12	13
Average Customer Balance	19	16	18
No. of Loans	211	445	656
No. of Borrowers	157	338	486
No. of Properties	158	338	487
WA Legal Maturity (in months)	426	389	402
WA Seasoning (in months)	14	12	13
WA LTV	67,0%	59,7%	62,3%
WA Interest Rate	4,3%	6,7%	5,9%

\*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%	788	9,2%
40 - 50%	1.005	11,7%
50 - 60%	1.737	20,3%
60 - 70%	1.822	21,3%
70 - 80%	3.215	37,5%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	8.568	100,0%

Property Type	Balance	Percent
Residential	8.414	98,2%
Other	154	1,8%
Total	8.568	100,0%

Payment Frequency	Balance	Percent
Monthly	8.568	100,0%
Total	8.568	100,0%

Valuation Type	Balance	Percent
FMR	5.944	69,2%
Contract	2.095	24,4%
External	476	5,5%
Internal	64	0,7%
Offer	16	0,2%
Total	8.595	100,0%

Ranking Order	Balance	Percent
1. Rank	7.905	92,3%
2. Rank	663	7,7%
Total	8.568	100,0%

Interest Rate Type	Balance	Percent
6.45% Non-Indexed	3,777	44,1%
4.3% Indexed	2,135	24,9%
7.45% Non-Indexed	848	9,9%
6.95% Non-Indexed	477	5,6%
7.55% Non-Indexed	381	4,4%
3.85% Indexed	331	3,9%
4.2% Indexed	253	3,0%
5.4% Indexed	117	1,4%
3.68% Indexed	58	0,7%
4.95% Indexed	56	0,7%
5.3% Indexed	51	0,6%
Other	83	1,0%
Total	8,568	100,0%

Arrears	Balance	Percent
Not in Arrears	8,425	98,3%
0 - 30 days default	28	0,3%
30 - 90 days default	114	1,3%
more than 180 days default	0	0
Total	8,568	100,0%

Area	Balance	Percent
Reykjavik	3,448	40,2%
Capital Area excl. Reykjavik	3,446	40,2%
Norðurland Eystra	731	8,5%
Vesturland	339	4,0%
Suðurland	267	3,1%
Norðurland Vestra	144	1,7%
Austurland	126	1,5%
Suðurnes	67	0,8%
Total	8,568	100,0%

Maturity	Balance	Percent
Less than 15 years	55	0,6%
15 - 20 years	18	0,2%
20 - 25 years	2,917	34,0%
25 - 30 years	113	1,3%
35 - 40 years	5,464	63,8%
Total	8,568	100,0%

Planned frequency for updates of this summary: 12 times per year.  
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