

Arion Bank Covered Bonds

Investor Report: November 2014



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	8,344	16,324	24,668
Average Loan Balance	12	14	13
Average Customer Balance	17	15	17
No. of Loans	681	1,152	1,833
No. of Borrowers	497	1,104	1,486
No. of Properties	500	1,105	1,489
WA Legal Maturity (in months)	412	387	395
WA Seasoning (in months)	26	23	24
WA LTV	68,4%	54,2%	59,0%
WA Interest Rate	4,1%	7,1%	6,1%

*Indexed mortgages linked to the consumer price index in Iceland as published by Statistics Iceland (Hagstofa Islands: www.hagstofa.is). Non Indexed are fixed rate mortgages

LTV Ranges	Balance	Percent
Less than 40%	3.821	15,5%
40 - 50%	2.482	10,1%
50 - 60%	5.030	20,4%
60 - 70%	6.622	26,8%
70 - 80%	6.712	27,2%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	24.668	100,0%

Property Type	Balance	Percent
Residential	24.380	98,8%
Other	288	1,2%
Total	24.668	100,0%

Payment Frequency	Balance	Percent
Monthly	24.630	99,8%
Quarterly	38	0,2%
Total	24.668	100,0%

Valuation Type	Balance	Percent
FMR	21.714	87,9%
Contract	2.482	10,0%
External	380	1,5%
Internal	68	0,3%
Offer	51	0,2%
Total	24.694	100,0%

Ranking Order	Balance	Percent
1. Rank	22.621	91,7%
2. Rank	2.040	8,3%
3. Rank	7	0,0%
Total	24.668	100,0%

Interest Rate Type	Balance	Percent
7.45% Non-Indexed	7.902	32,0%
6.45% Non-Indexed	4.158	16,9%
4.3% Indexed	2.213	9,0%
3.6% Indexed	2.030	8,2%
6.95% Non-Indexed	1.129	4,6%
Other	7.236	29,3%
Total	24.668	100,0%

Arrears	Balance	Percent
Not in Arrears	24.251	98,3%
0 - 30 days default	300	1,2%
30 - 90 days default	73	0,3%
90 - 180 days default	44	0,2%
Total	24.668	100,0%

Area	Balance	Percent
Reykjavik	10.792	43,8%
Capital Area excl. Reykjavik	9.592	38,9%
Norðurland Eystra	1.833	7,4%
Suðurland	763	3,1%
Vesturland	688	2,8%
Austurland	466	1,9%
Norðurland Vestra	285	1,2%
Suðurnes	201	0,8%
Vestfirðir	48	0,2%
Total	24.668	100,0%

Maturity	Balance	Percent
Less than 15 years	399	1,6%
15 - 20 years	728	3,0%
20 - 25 years	5.851	23,7%
25 - 30 years	1.317	5,3%
30 - 35 years	175	0,7%
35 - 40 years	16.198	65,7%
Total	24.668	100,0%

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