

Arion Bank Covered Bonds

Investor Report: September 2015



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	27.732	7.796	35.528
Average Loan Balance	13	12	13
Average Customer Balance	17	12	19
No. of Loans	2.170	669	2.839
No. of Borrowers	1.641	660	1.843
No. of Properties	1.660	670	1.868
WA Legal Maturity (in months)	401	375	396
WA Seasoning (in months)	20	22	21
WA LTV	66,1%	59,2%	64,6%
WA Interest Rate	4,1%	7,2%	4,7%

*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%	2.400	6,8%
40 - 50%	2.671	7,5%
50 - 60%	5.233	14,7%
60 - 70%	10.050	28,3%
70 - 80%	15.173	42,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	35.528	100,0%

Property Type	Balance	Percent
Residential	35.528	100,0%
Total	35.528	100,0%

Payment Frequency	Balance	Percent
Monthly	35.528	100,0%
Total	35.528	100,0%

Valuation Type	Balance	Percent
FMR	27.484	77,4%
Contract	6.762	19,0%
External	1.032	2,9%
Internal	201	0,6%
Offer	49	0,1%
Total	35.528	100,0%

Ranking Order	Balance	Percent
1. Rank	27.814	78,3%
2. Rank	7.714	21,7%
Total	35.528	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	5.259	14,8%
3.85% Indexed	5.038	14,2%
3.6% Indexed	3.971	11,2%
7.45% Non-Indexed	3.112	8,8%
4.3% Indexed	2.358	6,6%
3.9% Indexed	1.857	5,2%
Other	13.932	39,2%
Total	35.528	100,0%

Arrears	Balance	Percent
Not in Arrears	34.911	98,3%
0 - 30 days default	465	1,3%
30 - 90 days default	152	0,4%
90 - 180 days default	0	0
more than 180 days default	0	0
Total	35.528	100,0%

Area	Balance	Percent
Reykjavik	15.503	43,6%
Capital Area excl. Reykjavik	13.311	37,5%
Norðurland Eystra	2.832	8,0%
Suðurland	1.474	4,1%
Vesturland	1.011	2,8%
Austurland	706	2,0%
Norðurland Vestra	362	1,0%
Suðurnes	256	0,7%
Vestfirðir	73	0,2%
Total	35.528	100,0%

Maturity	Balance	Percent
Less than 15 years	629	1,8%
15 - 20 years	1.386	3,9%
20 - 25 years	7.788	21,9%
25 - 30 years	2.608	7,3%
30 - 35 years	1.312	3,7%
35 - 40 years	21.784	61,3%
40 - 45 years	20	0,1%
Total	35.528	100,0%

Planned frequency for updates of this summary: 12 times per year.
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Contact:
Investor Relations: samskiptasvidj@arionbanki.is
Head of Funding: EirikurMagnusJensson@arionbanki.is