

Arion Bank Covered Bonds

Investor Report: July 2015



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	22.182	878	23.060
Average Loan Balance	13	12	13
Average Customer Balance	17	12	18
No. of Loans	1.726	73	1.799
No. of Borrowers	1.280	73	1.281
No. of Properties	1.292	74	1.292
WA Legal Maturity (in months)	404	423	405
WA Seasoning (in months)	22	25	22
WA LTV	65,3%	77,4%	65,8%
WA Interest Rate	4,0%	7,4%	4,2%

*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%	1.113	4,8%
40 - 50%	1.359	5,9%
50 - 60%	3.203	13,9%
60 - 70%	7.406	32,1%
70 - 80%	9.978	43,3%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	23.060	100,0%

Property Type	Balance	Percent
Residential	23.060	100,0%
Total	23.060	100,0%

Payment Frequency	Balance	Percent
Monthly	23.060	100,0%
Total	23.060	100,0%

Valuation Type	Balance	Percent
FMR	19.313	83,8%
Contract	3.213	13,9%
External	444	1,9%
Internal	90	0,4%
Total	23.060	100,0%

Ranking Order	Balance	Percent
1. Rank	18.062	78,3%
2. Rank	4.998	21,7%
Total	23.060	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	4.863	21,1%
3.85% Indexed	4.016	17,4%
3.6% Indexed	3.871	16,8%
4.3% Indexed	2.257	9,8%
4.25% Indexed	1.060	4,6%
Other	6.992	30,3%
Total	23.060	100,0%

Arrears	Balance	Percent
Not in Arrears	22.463	97,4%
0 - 30 days default	48	0,2%
30 - 90 days default	549	2,4%
90 - 180 days default	0	0
more than 180 days default	0	0
Total	23.060	100,0%

Area	Balance	Percent
Reykjavik	9.788	42,4%
Capital Area excl. Reykjavik	8.990	39,0%
Norðurland Eystra	1.676	7,3%
Suðurland	1.055	4,6%
Vesturland	684	3,0%
Austurland	532	2,3%
Norðurland Vestra	178	0,8%
Suðurnes	122	0,5%
Vestfirðir	35	0,2%
Total	23.060	100,0%

Maturity	Balance	Percent
Less than 15 years	232	1,0%
15 - 20 years	696	3,0%
20 - 25 years	4.684	20,3%
25 - 30 years	1.315	5,7%
30 - 35 years	681	3,0%
35 - 40 years	15.443	67,0%
40 - 45 years	8	0,0%
Total	23.060	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