

Arion Bank Covered Bonds

Investor Report: February 2015



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	14.859	15.636	30.494
Average Loan Balance	13	14	13
Average Customer Balance	16	14	17
No. of Loans	1.127	1.139	2.266
No. of Borrowers	903	1.093	1.837
No. of Properties	909	1.094	1.843
WA Legal Maturity (in months)	412	385	398
WA Seasoning (in months)	21	25	23
WA LTV	62,3%	50,8%	56,4%
WA Interest Rate	4,1%	7,1%	5,6%

*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%	4.439	14,6%
40 - 50%	4.011	13,2%
50 - 60%	8.644	28,3%
60 - 70%	7.979	26,2%
70 - 80%	5.421	17,8%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	30.494	100,0%

Property Type	Balance	Percent
Residential	30.494	100,0%
Total	30.494	100,0%

Payment Frequency	Balance	Percent
Monthly	30.456	99,9%
Quarterly	38	0,1%
Total	30.494	100,0%

Valuation Type	Balance	Percent
FMR	25.423	83,4%
Contract	4.526	14,8%
External	415	1,4%
Internal	92	0,3%
Offer	40	0,1%
Total	30.494	100,0%

Ranking Order	Balance	Percent
1. Rank	27.229	89,3%
2. Rank	3.258	10,7%
3. Rank	7	0,0%
Total	30.494	100,0%

Interest Rate Type	Balance	Percent
7.45% Non-Indexed	7.620	25,0%
6.45% Non-Indexed	3.928	12,9%
3.6% Indexed	3.204	10,5%
4.2% Indexed	2.711	8,9%
3.8% Indexed	2.647	8,7%
4.3% Indexed	2.137	7,0%
Other	8.248	27,0%
Total	30.494	100,0%

Arrears	Balance	Percent
Not in Arrears	29.840	97,9%
0 - 30 days default	449	1,5%
30 - 90 days default	206	0,7%
90 - 180 days default	0	0
Total	30.494	100,0%

Area	Balance	Percent
Reykjavik	13.346	43,8%
Capital Area excl. Reykjavik	11.981	39,3%
Norðurland Eystra	2.169	7,1%
Suðurland	978	3,2%
Vesturland	880	2,9%
Austurland	580	1,9%
Norðurland Vestra	316	1,0%
Suðurnes	206	0,7%
Vestfirðir	39	0,1%
Total	30.494	100,0%

Maturity	Balance	Percent
Less than 15 years	434	1,4%
15 - 20 years	794	2,6%
20 - 25 years	6.932	22,7%
25 - 30 years	1.854	6,1%
30 - 35 years	279	0,9%
35 - 40 years	20.202	66,2%
Total	30.494	100,0%

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