

# Arion Bank Covered Bonds

Investor Report: August 2017



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	60.123	31.573	91.696
Average Loan Balance	13	10	12
Average Customer Balance	18	12	17
No. of Loans	4.455	3.120	7.575
No. of Borrowers	3.365	2.722	5.311
No. of Properties	3.403	2.734	5.359
WA Legal Maturity (in months)	378	362	372
WA Seasoning (in months)	40	32	37
WA LTV	62,5%	51,2%	58,6%
WA Interest Rate	4,0%	6,9%	5,0%

\*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%	14.400	15,7%
40 - 50%	11.068	12,1%
50 - 60%	15.040	16,4%
60 - 70%	23.260	25,4%
70 - 80%	27.930	30,5%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	91.696	100,0%

Property Type	Balance	Percent
Residential	91.696	100,0%
Total	91.696	100,0%

Payment Frequency	Balance	Percent
Monthly	91.561	99,9%
Quarterly	67	0,1%
Other	13	0,0%
Annual	1	0,0%
Semi-Annual	54	0,1%
Total	91.696	100,0%

Valuation Type	Balance	Percent
FMR	76.886	83,8%
Contract	10.364	11,3%
External	3.821	4,2%
Internal	615	0,7%
Offer	10	0,0%
Total	91.696	100,0%

Ranking Order	Balance	Percent
1. Rank	72.736	79,3%
2. Rank	18.119	19,8%
3. Rank	832	0,9%
4. Rank	9	0,0%
Total	91.696	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	14.927	16,3%
3.65% Indexed	12.853	14,0%
7.45% Non-Indexed	5.971	6,5%
5.85% Non-Indexed	4.520	4,9%
4.15% Indexed	4.127	4,5%
7.25% Non-Indexed	4.024	4,4%
Other	45.275	49,4%
Total	91.696	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	89.996	98,1%	7.484
0 - 30 days default	107	0,1%	9
30 - 90 days default	1.593	1,7%	110
90 - 180 days default	0	0	6
more than 180 days default	0	0	5

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Area	Balance	Percent
Reykjavik	39.380	42,9%
Capital Area excl. Reykjavik	34.207	37,3%
Norðurland Eystra	6.327	6,9%
Suðurland	4.335	4,7%
Vesturland	3.281	3,6%
Austurland	1.634	1,8%
Norðurland Vestra	1.220	1,3%
Suðurnes	1.200	1,3%
Vestfirðir	112	0,1%
Total	91.696	100,0%

Maturity	Balance	Percent
Less than 15 years	4.610	5,0%
15 - 20 years	6.379	7,0%
20 - 25 years	16.060	17,5%
25 - 30 years	13.268	14,5%
30 - 35 years	10.540	11,5%
35 - 40 years	40.830	44,5%
40 - 45 years	9	0,0%
Total	91.696	100,0%

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