

Arion Bank Covered Bonds

Investor Report: September 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	112.996	61.525	174.521
Average Loan Balance	17	13	15
Average Customer Balance	22	15	21
No. of Loans	6.810	4.913	11.723
No. of Borrowers	5.249	4.241	8.157
No. of Properties	5.264	4.258	8.185
WA Legal Maturity (in months)	392	368	384
WA Seasoning (in months)	34	31	33
WA LTV	58,3%	45,2%	53,7%
WA Interest Rate	3,9%	6,2%	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%	39.489	22,6%
40 - 50%	27.323	15,7%
50 - 60%	37.223	21,3%
60 - 70%	36.862	21,1%
70 - 80%	33.623	19,3%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	174.521	100,0%

Property Type	Balance	Percent
Residential	174.521	100,0%
Total	174.521	100,0%

Payment Frequency	Balance	Percent
Monthly	174.347	99,9%
Quarterly	61	0,0%
Annual	7	0,0%
Semi-Annual	105	0,1%
Total	174.521	100,0%

Valuation Type	Balance	Percent
FMR	148.466	85,1%
Contract	17.874	10,2%
Internal	6.013	3,4%
External	2.139	1,2%
Offer	28	0,0%
Total	174.521	100,0%

Ranking Order	Balance	Percent
1. Rank	137.991	79,1%
2. Rank	35.183	20,2%
3. Rank	1.347	0,8%
4. Rank	0	0
Total	174.521	100,0%

Interest Rate Type	Balance	Percent
3.52% Indexed	33.080	19,0%
3.8% Indexed	28.830	16,5%
5.95% Non-Indexed	15.412	8,8%
5.85% Non-Indexed	14.372	8,2%
Other	82.827	47,5%
Total	174.521	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	169.808	97,3%	11.463
0 - 30 days default	3.510	2,0%	177
30 - 90 days default	1.203	0,7%	65
90 - 180 days default	0	0	30

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Area	Balance	Percent
Reykjavik	71.850	41,2%
Capital Area excl. Reykjavik	61.768	35,4%
Norðurland Eystra	13.240	7,6%
Suðurland	11.188	6,4%
Vesturland	6.302	3,6%
Suðurnes	4.006	2,3%
Austurland	2.920	1,7%
Norðurland Vestra	2.919	1,7%
Vestfirðir	329	0,2%
Total	174.521	100,0%

Maturity	Balance	Percent
Less than 15 years	6.741	3,9%
15 - 20 years	11.661	6,7%
20 - 25 years	25.709	14,7%
25 - 30 years	20.961	12,0%
30 - 35 years	18.863	10,8%
35 - 40 years	90.586	51,9%
Total	174.521	100,0%

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