

Arion Bank Covered Bonds

Investor Report: May 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	110.589	57.297	167.886
Average Loan Balance	16	12	15
Average Customer Balance	21	14	21
No. of Loans	6.777	4.607	11.384
No. of Borrowers	5.196	3.987	7.908
No. of Properties	5.233	4.012	7.972
WA Legal Maturity (in months)	393	369	385
WA Seasoning (in months)	32	29	31
WA LTV	57,7%	44,4%	53,1%
WA Interest Rate	4,1%	6,4%	4,9%

*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%	38.361	22,8%
40 - 50%	26.713	15,9%
50 - 60%	38.606	23,0%
60 - 70%	33.758	20,1%
70 - 80%	30.449	18,1%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	167.886	100,0%

Property Type	Balance	Percent
Residential	167.886	100,0%
Total	167.886	100,0%

Payment Frequency	Balance	Percent
Monthly	167.708	99,9%
Quarterly	71	0,0%
Annual	3	0,0%
Semi-Annual	104	0,1%
Total	167.886	100,0%

Valuation Type	Balance	Percent
FMR	137.816	82,1%
Contract	20.825	12,4%
Internal	6.303	3,8%
External	2.841	1,7%
Offer	101	0,1%
Total	167.886	100,0%

Ranking Order	Balance	Percent
1. Rank	131.065	78,1%
2. Rank	35.734	21,3%
3. Rank	1.077	0,6%
4. Rank	10	0,0%
Total	167.886	100,0%

Interest Rate Type	Balance	Percent
3.89% Indexed	34.427	20,5%
3.8% Indexed	30.617	18,2%
5.95% Non-Indexed	14.901	8,9%
6.5% Non-Indexed	12.407	7,4%
Other	75.534	45,0%
Total	167.886	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	164.943	98,2%	11.192
0 - 30 days default	67	0,0%	7
30 - 90 days default	2.875	1,7%	157
90 - 180 days default	0	0	23
more than 180 days default	0	0	13

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Area	Balance	Percent
Reykjavik	68.558	40,8%
Capital Area excl. Reykjavik	60.116	35,8%
Norðurland Eystra	12.863	7,7%
Suðurland	10.702	6,4%
Vesturland	6.043	3,6%
Suðurnes	3.811	2,3%
Norðurland Vestra	2.820	1,7%
Austurland	2.666	1,6%
Vestfirðir	306	0,2%
Total	167.886	100,0%

Maturity	Balance	Percent
Less than 15 years	6.390	3,8%
15 - 20 years	11.037	6,6%
20 - 25 years	24.955	14,9%
25 - 30 years	20.816	12,4%
30 - 35 years	17.168	10,2%
35 - 40 years	87.519	52,1%
Total	167.886	100,0%

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