

Arion Bank Covered Bonds

Investor Report: December 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	114.302	63.400	177.702
Average Loan Balance	17	12	15
Average Customer Balance	22	14	21
No. of Loans	6.804	5.134	11.938
No. of Borrowers	5.305	4.407	8.395
No. of Properties	5.310	4.422	8.412
WA Legal Maturity (in months)	395	369	386
WA Seasoning (in months)	34	34	34
WA LTV	55,8%	41,5%	50,7%
WA Interest Rate	3,8%	6,0%	4,6%

*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%	47.686	26,8%
40 - 50%	31.175	17,5%
50 - 60%	39.698	22,3%
60 - 70%	36.561	20,6%
70 - 80%	22.581	12,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	177.702	100,0%

Property Type	Balance	Percent
Residential	177.702	100,0%
Total	177.702	100,0%

Payment Frequency	Balance	Percent
Monthly	177.542	99,9%
Quarterly	51	0,0%
Annual	5	0,0%
Semi-Annual	105	0,1%
Total	177.702	100,0%

Valuation Type	Balance	Percent
FMR	153.241	86,2%
Contract	17.937	10,1%
Internal	4.553	2,6%
External	1.925	1,1%
Offer	45	0,0%
Total	177.702	100,0%

Ranking Order	Balance	Percent
1. Rank	144.777	81,5%
2. Rank	31.920	18,0%
3. Rank	1.005	0,6%
4. Rank	0	0
Total	177.702	100,0%

Interest Rate Type	Balance	Percent
3.49% Indexed	34.886	19,6%
3.8% Indexed	26.312	14,8%
5.19% Non-Indexed	16.936	9,5%
5.95% Non-Indexed	14.623	8,2%
Other	84.943	47,8%
Total	177.702	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	161.758	93,7%	11.065
0 - 30 days default	8.282	4,8%	446
30 - 90 days default	2.539	1,5%	133
90 - 180 days default	0	0	19

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Area	Balance	Percent
Reykjavik	72.680	40,9%
Capital Area excl. Reykjavik	62.521	35,2%
Norðurland Eystra	13.417	7,6%
Suðurland	11.875	6,7%
Vesturland	6.477	3,6%
Suðurnes	4.604	2,6%
Austurland	2.945	1,7%
Norðurland Vestra	2.863	1,6%
Vestfirðir	320	0,2%
Total	177.702	100,0%

Maturity	Balance	Percent
Less than 15 years	6.317	3,6%
15 - 20 years	12.040	6,8%
20 - 25 years	25.066	14,1%
25 - 30 years	19.890	11,2%
30 - 35 years	21.063	11,9%
35 - 40 years	93.326	52,5%
Total	177.702	100,0%

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