

Arion Bank Covered Bonds

Investor Report: March 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	108.045	53.890	161.934
Average Loan Balance	16	12	15
Average Customer Balance	21	14	21
No. of Loans	6.706	4.419	11.125
No. of Borrowers	5.127	3.829	7.708
No. of Properties	5.169	3.855	7.779
WA Legal Maturity (in months)	392	369	384
WA Seasoning (in months)	31	28	30
WA LTV	56,8%	43,5%	52,4%
WA Interest Rate	4,1%	6,5%	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%	38.000	23,5%
40 - 50%	26.948	16,6%
50 - 60%	39.111	24,2%
60 - 70%	31.325	19,3%
70 - 80%	26.551	16,4%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	161.934	100,0%

Property Type	Balance	Percent
Residential	161.934	100,0%
Total	161.934	100,0%

Payment Frequency	Balance	Percent
Monthly	161.736	99,9%
Quarterly	91	0,1%
Annual	3	0,0%
Semi-Annual	105	0,1%
Total	161.934	100,0%

Valuation Type	Balance	Percent
FMR	131.594	81,3%
Contract	21.084	13,0%
Internal	6.328	3,9%
External	2.787	1,7%
Offer	141	0,1%
Total	161.934	100,0%

Ranking Order	Balance	Percent
1. Rank	124.799	77,1%
2. Rank	36.012	22,2%
3. Rank	1.114	0,7%
4. Rank	10	0,0%
Total	161.934	100,0%

Interest Rate Type	Balance	Percent
3.89% Indexed	34.310	21,2%
3.8% Indexed	31.692	19,6%
6.6% Non-Indexed	14.970	9,2%
5.95% Non-Indexed	12.485	7,7%
Other	68.478	42,3%
Total	161.934	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	157.505	97,3%	10.888
0 - 30 days default	225	0,1%	9
30 - 90 days default	4.205	2,6%	218
90 - 180 days default	0	0	10
more than 180 days default	0	0	8

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Area	Balance	Percent
Reykjavik	66.115	40,8%
Capital Area excl. Reykjavik	58.153	35,9%
Norðurland Eystra	12.525	7,7%
Suðurland	10.233	6,3%
Vesturland	5.857	3,6%
Suðurnes	3.405	2,1%
Norðurland Vestra	2.769	1,7%
Austurland	2.573	1,6%
Vestfirðir	304	0,2%
Total	161.934	100,0%

Maturity	Balance	Percent
Less than 15 years	6.290	3,9%
15 - 20 years	10.604	6,5%
20 - 25 years	24.863	15,4%
25 - 30 years	20.258	12,5%
30 - 35 years	16.507	10,2%
35 - 40 years	83.412	51,5%
Total	161.934	100,0%

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