

# Arion Bank Covered Bonds

Investor Report: September 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	117.994	58.351	176.344
Average Loan Balance	17	13	16
Average Customer Balance	22	15	22
No. of Loans	6.771	4.434	11.205
No. of Borrowers	5.308	3.837	7.935
No. of Properties	5.360	3.855	8.001
WA Legal Maturity (in months)	396	372	388
WA Seasoning (in months)	37	32	35
WA LTV	57,8%	46,8%	54,2%
WA Interest Rate	3,3%	4,9%	3,9%

\*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%	39.518	22,4%
40 - 50%	25.796	14,6%
50 - 60%	31.309	17,8%
60 - 70%	45.273	25,7%
70 - 80%	34.449	19,5%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	176.344	100,0%

Property Type	Balance	Percent
Residential	176.324	100,0%
Other	21	0,0%
Total	176.344	100,0%

Payment Frequency	Balance	Percent
Monthly	176.291	100,0%
Quarterly	8	0,0%
Annual	3	0,0%
Semi-Annual	42	0,0%
Total	176.344	100,0%

Valuation Type	Balance	Percent
FMR	145.514	82,5%
Contract	23.842	13,5%
Internal	5.550	3,1%
External	1.397	0,8%
Offer	42	0,0%
Total	176.344	100,0%

Ranking Order	Balance	Percent
1. Rank	146.639	83,2%
2. Rank	28.738	16,3%
3. Rank	916	0,5%
4. Rank	47	0,0%
5. Rank	3	0,0%
Total	176.344	100,0%

Interest Rate Type	Balance	Percent
2.74% Indexed	34.131	19,4%
3.54% Non-Indexed	24.426	13,9%
3.8% Indexed	18.791	10,7%
3.09% Indexed	13.324	7,6%
5.95% Non-Indexed	7.726	4,4%
Other	77.946	44,2%
Total	176.344	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	71.047	40,3%
Capital Area excl. Reykjavik	60.223	34,2%
Norðurland Eystra	13.079	7,4%
Suðurland	12.710	7,2%
Vesturland	7.702	4,4%
Suðurnes	5.653	3,2%
Norðurland Vestra	2.837	1,6%
Austurland	2.742	1,6%
Vestfirðir	353	0,2%
Total	176.344	100,0%

Maturity	Balance	Percent
Less than 15 years	6.124	3,5%
15 - 20 years	11.585	6,6%
20 - 25 years	23.797	13,5%
25 - 30 years	19.554	11,1%
30 - 35 years	22.043	12,5%
35 - 40 years	93.241	52,9%
Total	176.344	100,0%

Arion Bank is regulated by the Icelandic Financial Supervisory Authority ([www.fme.is](http://www.fme.is)).

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