

Arion Bank Structured Covered Bonds
Covered Bond Fund Periodic Report for Period 31 December 2011 to 31 January 2012

	Current Period	
	Number	Value ISK 000's
Brought Forward	8160	124.244.451
Replenishment		
Repurchased	52	608.851
Redemptions		
Other Movements		
Carried Forward	8108	123.635.600

Cumulative	
Number	Value ISK 000's

Annualised one month CPR
 Annualised three month CPR
 Annualised 12 month CPR

7,96%
7,08%
6,05%

(including redemptions and repurchases)

Weighted Average Seasoning
 Weighted Average Loan size
 Weighted Average LTV
 Weighted Average Remaining Term

79,87
15,2
88,52%
30,18

*(see definition below)

Original LTV Bands

Range

0.00 - 25.00
 25.01 - 50.00
 50.01 - 75.00
 75.01 - 80.00
 80.01 - 85.00
 85.01 - 90.00
 90.01 - 95.00
 > 95.00
 Total

Number	Balance	Percentage
623	3.976.589.195 kr.	4,90%
1677	16.382.049.621 kr.	20,20%
2641	32.697.548.765 kr.	40,32%
893	11.918.660.893 kr.	14,70%
810	10.699.088.932 kr.	13,19%
180	1.683.584.901 kr.	2,08%
144	1.307.641.507 kr.	1,61%
264	2.423.712.381 kr.	2,99%
7232	81.088.876.196 kr.	100,00%

Current LTV Bands

Number	Balance	Percentage
260	1.461.444.933 kr.	1,20%
967	10.969.684.327 kr.	9,03%
1660	24.666.757.080 kr.	20,31%
464	7.267.249.415 kr.	5,98%
459	7.526.763.260 kr.	6,20%
461	7.691.475.378 kr.	6,33%
514	8.191.857.698 kr.	6,75%
3204	53.667.694.423 kr.	44,19%
7989	121.442.926.514 kr.	100,00%

Arrears

Band

Current
 1.00 - 1.99 months
 2.00 - 2.99 months
 3.00 - 3.99 months
 4.00 - 4.99 months
 5.00 - 5.99 months
 6.00 - 11.99 months
 12 months and over
 Properties in Possession
 Total

Number	Principal ISK 000's	Overdue ISK 000's	Percentage
7311	108.796.027	81	87,48%
151	2.540.531	11.537	2,04%
77	1.298.151	12.026	1,04%
68	1.231.675	17.091	0,99%
39	694.503	12.579	0,56%
16	329.756	7.445	0,27%
120	2.073.993	77.707	1,67%
326	6.670.964	734.007	5,36%
39	730.750		0,59%
8147	124.366.350	872.473	100%

Excess Spread

Current month

Rolling three month average

0,47%
0,47%

Properties in possession

Stock

Brought Forward
 Repossessed in Period
 Sold in Period
 Carried Forward

Current Period	
Number	Value ISK 000's
33	665570
11	150280
5	85100
39	730750

Cumulative	
Number	Value ISK 000's
73	1.472.250
34	741.500
39	730.750

Average time Possession to Sale

277
