

# Arion Bank in brief

## 2020



### 6.5%

Return on equity



### 48.1%

Cost-to-income



### 27.0%

Capital adequacy ratio



### Rating from S&P

Long term: BBB

Short term: A-2

Outlook: Stable



Equal Pay  
Certification



## Arion Bank

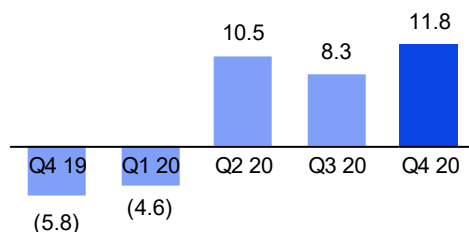
- Arion Bank and subsidiaries form a group which focuses on developing long-term relationships with its clients and is a market leader as a provider of cutting-edge and modern banking services
- The Bank's strategy is to excel by offering smart and reliable financial solutions which create future value for our customers, shareholders and society as a whole
- The diverse service offering at Arion Bank means that the revenue base is broad and the loan portfolio is well diversified between retail and corporate customers. The high percentage of mortgages and the healthy distribution of loans across different sectors reduces credit risk
- The Bank is a market leader in digital solutions and innovation. Numerous new digital solutions have been launched in the past few years, enhancing service to customers and making the Bank's operations more efficient, which in the long term reduces operating expenses across the Bank
- The Bank's structure has been simplified and the branch network and business premises have been streamlined
- Arion Bank has significant excess capital and aims to pay approximately ISK 50 billion in dividends and/or share buy-backs over the next few years

## Key figures

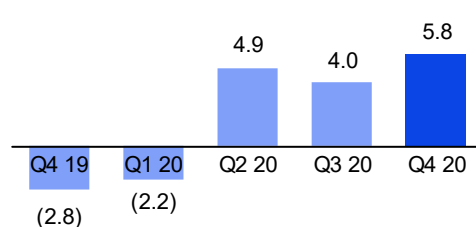
(ISK million)

	2020	2019
Net earnings	12,469	1,100
ROE	6.5%	0.6%
ROE continuing operations	8.8%	7.2%
Net interest margin	2.9%	2.8%
Cost to income ratio	48.1%	56.0%
Operating income / REA	7.0%	6.4%
	<b>31.12.2020</b>	<b>31.12.2019</b>
Total assets	1,172,706	1,081,855
Loans to customers	822,941	773,955
Deposits	568,424	492,916
Borrowings	298,947	304,745
Stage 3 gross	2.6%	2.7%
Leverage ratio	15.1%	14.1%
Number of employees	776	801
EUR/ISK	156.09	135.83

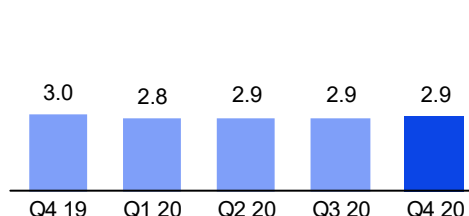
### Return on equity (%)



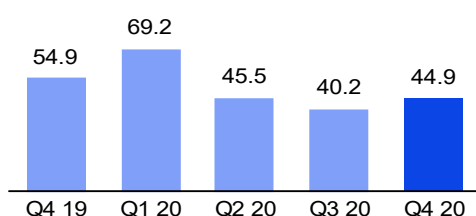
### Net earnings (ISK billion)



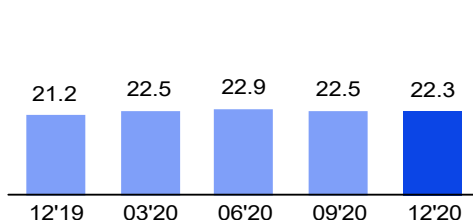
### Net interest margin (%)



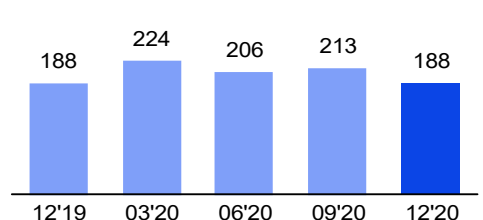
### Cost-to-income ratio (%)



### CET 1 ratio (%)



### LCR ratio (%)



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