

# Arion Bank in brief

## 9M 2020



### 4.7%

Return on equity



### 49.5%

Cost-to-income



### 27.6%

Capital adequacy ratio



### Rating from S&P

Long term: BBB

Short term: A-2

Outlook: Stable



Equal Pay  
Certification

### THE ALLBRIGHT.

In 25th place out of  
333 listed in Sweden  
in gender equality

## Arion Bank

- Arion Bank is a leading universal relationship bank in Iceland which provides a full range of financial services.
- After a long period of strong economic growth the economy is trending into temporary negative recession due to Covid-19. Developments in Iceland and especially globally will heavily impact the Icelandic economy due to the importance of tourism. However, both fiscal and monetary policy have ammunition to support the economy.
- Arion Bank intends to maintain its leading position in digital banking, which has proven effective during the pandemic.
- The balance sheet is extraordinarily strong which is not efficient in the long term
- The Bank is very well positioned to meet the funding requirements of its customers in both ISK and FX and to provide customers with solutions through the challenging times that lie ahead.

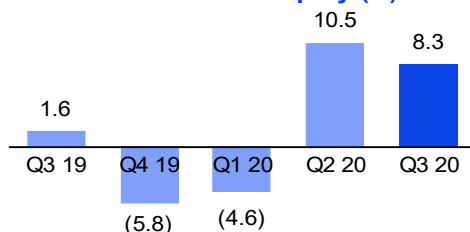
## Key figures

(ISK million)

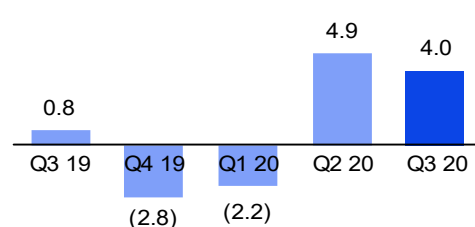
	9M 2020	9M 2019
Net earnings	6,708	3,875
ROE	4.7%	2.6%
ROE continuing operations	6.1%	6.0%
Net interest margin	2.9%	2.7%
Cost to income ratio	49.5%	56.3%
Operating income / REA	6.7%	6.3%

	30.9.2020	31.12.2019
Total assets	1,236,216	1,081,855
Loans to customers	807,866	773,955
Deposits	602,842	492,916
Borrowings	308,913	304,745
Stage 3 gross	3.2%	2.7%
Leverage ratio	14.4%	14.1%
Number of employees	783	801
EUR/ISK	162.20	135.83

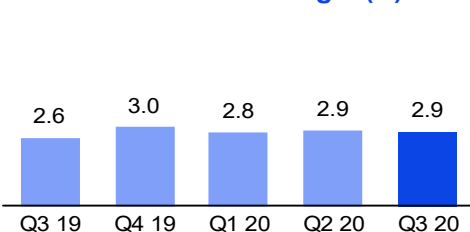
### Return on equity (%)



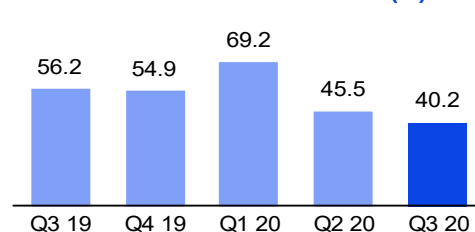
### Net earnings (ISK billion)



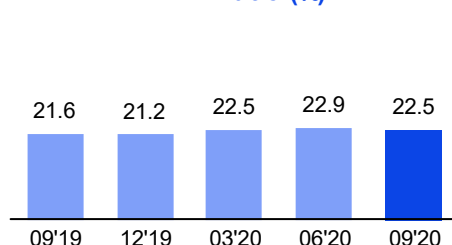
### Net interest margin (%)



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



### CET 1 ratio (%)



### LCR ratio (%)

