

Arion Bank Covered Bonds

Investor Report: March 2013



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	3,588	4,515	8,104
Average Loan Balance	13	13	13
Average Customer Balance	18	16	17
No. of Loans	270	343	613
No. of Borrowers	200	286	479
No. of Properties	201	286	480
WA Legal Maturity (in months)	421	386	402
WA Seasoning (in months)	13	14	13
WA LTV	67,1%	55,8%	60,8%
WA Interest Rate	4,3%	6,7%	5,6%

*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%	904	11,2%
40 - 50%	935	11,5%
50 - 60%	1.672	20,6%
60 - 70%	1.918	23,7%
70 - 80%	2.673	33,0%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	8.104	100,0%

Property Type	Balance	Percent
Residential	7.926	97,8%
Other	178	2,2%
Total	8.104	100,0%

Payment Frequency	Balance	Percent
Monthly	8.104	100,0%
Total	8.104	100,0%

Valuation Type	Balance	Percent
FMR	5.620	69,4%
Contract	2.051	25,3%
External	351	4,3%
Internal	66	0,8%
Offer	16	0,2%
Total	8.104	100,0%

Ranking Order	Balance	Percent
1. Rank	7.535	93,0%
2. Rank	568	7,0%
Total	8.104	100,0%

Interest Rate Type	Balance	Percent
6.45% Non-Indexed	3.004	37,1%
4.3% Indexed	2.104	26,0%
7.45% Non-Indexed	871	10,8%
6.95% Non-Indexed	421	5,2%
3.85% Indexed	389	4,8%
4.2% Indexed	357	4,4%
7.55% Non-Indexed	203	2,5%
3.5% Indexed	178	2,2%
5.4% Indexed	116	1,4%
3.6% Indexed	115	1,4%
4.95% Indexed	70	0,9%
5.3% Indexed	59	0,7%
4.6% Indexed	50	0,6%
4.7% Indexed	47	0,6%
Other	121	1,5%
Total	8.104	100,0%

Arrears	Balance	Percent
Not in Arrears	7.918	97,7%
0 - 30 days default	12	0,1%
30 - 90 days default	173	2,1%
90 - 180 days default	0	0
Total	8.104	100,0%

Area	Balance	Percent
Capital Area excl. Reykjavik	3.329	41,1%
Reykjavik	3.312	40,9%
Norðurland Eystra	677	8,4%
Vesturland	255	3,1%
Suðurland	221	2,7%
Norðurland Vestra	126	1,6%
Austurland	117	1,4%
Suðurnes	67	0,8%
Total	8.104	100,0%

Maturity	Balance	Percent
Less than 15 years	43	0,5%
15 - 20 years	43	0,5%
20 - 25 years	2.719	33,6%
25 - 30 years	113	1,4%
30 - 35 years	21	0,3%
35 - 40 years	5.165	63,7%
Total	8.104	100,0%

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