

# Arion Bank Covered Bonds

Investor Report: October 2013



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	8.965	5.269	14.234
Average Loan Balance	13	11	12
Average Customer Balance	17	13	17
No. of Loans	711	470	1.181
No. of Borrowers	518	416	839
No. of Properties	522	419	845
WA Legal Maturity (in months)	422	380	406
WA Seasoning (in months)	12	17	14
WA LTV	70,3%	56,0%	65,1%
WA Interest Rate	4,1%	6,9%	5,1%

\*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%	1.890	13,3%
40 - 50%	714	5,0%
50 - 60%	922	6,5%
60 - 70%	3.400	23,9%
70 - 80%	7.308	51,3%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	14.234	100,0%

Property Type	Balance	Percent
Residential	13.925	97,8%
Other	309	2,2%
Total	14.234	100,0%

Payment Frequency	Balance	Percent
Monthly	14.234	100,0%
Total	14.234	100,0%

Valuation Type	Balance	Percent
FMR	7.570	53,0%
Contract	5.947	41,7%
External	576	4,0%
Internal	155	1,1%
Offer	29	0,2%
Total	14.277	100,0%

Ranking Order	Balance	Percent
1. Rank	11.748	82,5%
2. Rank	2.462	17,3%
4. Rank	24	0,2%
Total	14.234	100,0%

Interest Rate Type	Balance	Percent
6.45% Non-Indexed	2.500	17,6%
4.3% Indexed	2.247	15,8%
3.6% Indexed	2.078	14,6%
7.45% Non-Indexed	1.927	13,5%
4.2% Indexed	752	5,3%
3.5% Indexed	710	5,0%
3.85% Indexed	680	4,8%
Other	3.339	23,5%
Total	14.234	100,0%

Arrears	Balance	Percent
Not in Arrears	13.987	98,3%
0 - 30 days default	225	1,6%
30 - 90 days default	21	0,2%
Total	14.234	100,0%

Area	Balance	Percent
Reykjavik	5.934	41,7%
Capital Area excl. Reykjavik	5.558	39,1%
Norðurland Eystra	1.072	7,5%
Vesturland	490	3,4%
Suðurland	480	3,4%
Austurland	320	2,2%
Norðurland Vestra	211	1,5%
Suðurnes	119	0,8%
Vestfirðir	48	0,3%
Total	14.234	100,0%

Maturity	Balance	Percent
Less than 15 years	170	1,2%
15 - 20 years	275	1,9%
20 - 25 years	3.879	27,3%
25 - 30 years	351	2,5%
30 - 35 years	59	0,4%
35 - 40 years	9.497	66,7%
40 - 45 years	3	0,0%
Total	14.234	100,0%

Planned frequency for updates of this summary: 12 times per year.  
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