

Arion Bank Covered Bonds

Investor Report: April 2014



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	8.688	5.104	13.792
Average Loan Balance	12	11	12
Average Customer Balance	17	12	17
No. of Loans	699	462	1.161
No. of Borrowers	507	409	822
No. of Properties	511	412	828
WA Legal Maturity (in months)	418	376	402
WA Seasoning (in months)	18	22	20
WA LTV	69,1%	54,3%	63,7%
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). Non Indexed are fixed rate mortgages

LTV Ranges	Balance	Percent
Less than 40%	1.828	13,3%
40 - 50%	742	5,4%
50 - 60%	1.608	11,7%
60 - 70%	3.385	24,5%
70 - 80%	6.229	45,2%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	13.792	100,0%

Property Type	Balance	Percent
Residential	13.501	97,9%
Other	291	2,1%
Total	13.792	100,0%

Payment Frequency	Balance	Percent
Monthly	13.792	100,0%
Total	13.792	100,0%

Valuation Type	Balance	Percent
FMR	10.526	76,1%
Contract	2.990	21,6%
External	286	2,1%
Internal	31	0,2%
Total	13.832	100,0%

Ranking Order	Balance	Percent
1. Rank	11.550	83,7%
2. Rank	2.235	16,2%
3. Rank	7	0,1%
Total	13.792	100,0%

Interest Rate Type	Balance	Percent
6.45% Non-Indexed	2.397	17,4%
4.3% Indexed	2.228	16,2%
3.6% Indexed	2.051	14,9%
7.45% Non-Indexed	1.869	13,6%
4.2% Indexed	757	5,5%
3.7% Indexed	691	5,0%
3.85% Indexed	681	4,9%
Other	3.117	22,6%
Total	13.792	100,0%

Arrears	Balance	Percent
Not in Arrears	13.257	96,1%
0 - 30 days default	308	2,2%
30 - 90 days default	228	1,7%
90 - 180 days default	0	0
Total	13.792	100,0%

Area	Balance	Percent
Reykjavik	5.741	41,6%
Capital Area excl. Reykjavik	5.412	39,2%
Norðurland Eystra	1.026	7,4%
Suðurland	465	3,4%
Vesturland	462	3,4%
Austurland	318	2,3%
Norðurland Vestra	208	1,5%
Suðurnes	118	0,9%
Vestfirðir	41	0,3%
Total	13.792	100,0%

Maturity	Balance	Percent
Less than 15 years	162	1,2%
15 - 20 years	259	1,9%
20 - 25 years	3.609	26,2%
25 - 30 years	361	2,6%
30 - 35 years	59	0,4%
35 - 40 years	9.342	67,7%
Total	13.792	100,0%

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