

# Arion Bank Covered Bonds

Investor Report: March 2014



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	8.786	5.150	13.936
Average Loan Balance	13	11	12
Average Customer Balance	17	13	17
No. of Loans	699	466	1.165
No. of Borrowers	507	411	824
No. of Properties	511	413	829
WA Legal Maturity (in months)	418	375	402
WA Seasoning (in months)	17	22	19
WA LTV	69,3%	54,5%	63,8%
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%	1.863	13,4%
40 - 50%	740	5,3%
50 - 60%	1.540	11,0%
60 - 70%	3.364	24,1%
70 - 80%	6.429	46,1%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	13.936	100,0%

Property Type	Balance	Percent
Residential	13.629	97,8%
Other	307	2,2%
Total	13.936	100,0%

Payment Frequency	Balance	Percent
Monthly	13.936	100,0%
Total	13.936	100,0%

Valuation Type	Balance	Percent
FMR	9.677	69,3%
Contract	3.834	27,5%
External	385	2,8%
Internal	50	0,4%
Offer	16	0,1%
Total	13.963	100,0%

Ranking Order	Balance	Percent
1. Rank	11.605	83,3%
2. Rank	2.331	16,7%
3. Rank	-365.340	0
Total	13.936	100,0%

Interest Rate Type	Balance	Percent
6.45% Non-Indexed	2.435	17,5%
4.3% Indexed	2.227	16,0%
3.6% Indexed	2.064	14,8%
7.45% Non-Indexed	1.883	13,5%
4.2% Indexed	755	5,4%
3.7% Indexed	692	5,0%
3.85% Indexed	681	4,9%
Other	3.199	23,0%
Total	13.936	100,0%

Arrears	Balance	Percent
Not in Arrears	13.410	96,2%
0 - 30 days default	31	0,2%
30 - 90 days default	495	3,6%
Total	13.936	100,0%

Area	Balance	Percent
Reykjavik	5.802	41,6%
Capital Area excl. Reykjavik	5.465	39,2%
Norðurland Eystra	1.026	7,4%
Suðurland	474	3,4%
Vesturland	473	3,4%
Austurland	320	2,3%
Norðurland Vestra	210	1,5%
Suðurnes	118	0,8%
Vestfirðir	48	0,3%
Total	13.936	100,0%

Maturity	Balance	Percent
Less than 15 years	163	1,2%
15 - 20 years	262	1,9%
20 - 25 years	3.737	26,8%
25 - 30 years	361	2,6%
30 - 35 years	59	0,4%
35 - 40 years	9.354	67,1%
Total	13.936	100,0%

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