

Arion Bank Covered Bonds

Investor Report: November 2015



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	30.515	12.102	42.617
Average Loan Balance	13	12	13
Average Customer Balance	17	13	19
No. of Loans	2.383	982	3.365
No. of Borrowers	1.819	913	2.264
No. of Properties	1.837	923	2.290
WA Legal Maturity (in months)	400	382	395
WA Seasoning (in months)	21	19	20
WA LTV	65,8%	60,1%	64,1%
WA Interest Rate	4,0%	7,3%	4,9%

*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%	2.751	6,5%
40 - 50%	3.149	7,4%
50 - 60%	6.941	16,3%
60 - 70%	12.854	30,2%
70 - 80%	16.922	39,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	42.617	100,0%

Property Type	Balance	Percent
Residential	42.617	100,0%
Total	42.617	100,0%

Payment Frequency	Balance	Percent
Monthly	42.617	100,0%
Total	42.617	100,0%

Valuation Type	Balance	Percent
FMR	29.367	68,9%
Contract	10.975	25,8%
External	1.740	4,1%
Internal	479	1,1%
Offer	56	0,1%
Total	42.617	100,0%

Ranking Order	Balance	Percent
1. Rank	33.816	79,3%
2. Rank	8.794	20,6%
3. Rank	7	0,0%
Total	42.617	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	5.368	12,6%
3.65% Indexed	4.913	11,5%
3.6% Indexed	3.947	9,3%
7.45% Non-Indexed	3.688	8,7%
3.9% Indexed	3.107	7,3%
7.05% Non-Indexed	2.748	6,4%
4.3% Indexed	2.668	6,3%
Other	16.178	38,0%
Total	42.617	100,0%

Arrears	Balance	Percent
Not in Arrears	41.894	98,3%
0 - 30 days default	569	1,3%
30 - 90 days default	143	0,3%
90 - 180 days default	11	0,0%
more than 180 days default	0	0
Total	42.617	100,0%

Area	Balance	Percent
Reykjavik	18.475	43,4%
Capital Area excl. Reykjavik	15.972	37,5%
Norðurland Eystra	3.274	7,7%
Suðurland	1.830	4,3%
Vesturland	1.308	3,1%
Austurland	862	2,0%
Norðurland Vestra	465	1,1%
Suðurnes	342	0,8%
Vestfirðir	89	0,2%
Total	42.617	100,0%

Maturity	Balance	Percent
Less than 15 years	964	2,3%
15 - 20 years	1.845	4,3%
20 - 25 years	9.073	21,3%
25 - 30 years	3.317	7,8%
30 - 35 years	2.003	4,7%
35 - 40 years	25.396	59,6%
40 - 45 years	20	0,0%
Total	42.617	100,0%

Planned frequency for updates of this summary: 12 times per year.
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Contact:
Investor Relations: samskiptasvidj@arionbanki.is
Head of Funding: EirikurMagnusJensson@arionbanki.is