

Arion Bank Covered Bonds

Investor Report: April 2016



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	35.824	20.246	56.069
Average Loan Balance	13	11	12
Average Customer Balance	17	13	19
No. of Loans	2.764	1.817	4.581
No. of Borrowers	2.091	1.529	3.028
No. of Properties	2.108	1.543	3.062
WA Legal Maturity (in months)	397	370	387
WA Seasoning (in months)	22	25	23
WA LTV	63,6%	55,7%	60,8%
WA Interest Rate	4,0%	7,3%	5,2%

*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%	5.780	10,3%
40 - 50%	5.421	9,7%
50 - 60%	10.105	18,0%
60 - 70%	18.015	32,1%
70 - 80%	16.749	29,9%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	56.069	100,0%

Property Type	Balance	Percent
Residential	56.069	100,0%
Total	56.069	100,0%

Payment Frequency	Balance	Percent
Monthly	56.069	100,0%
Total	56.069	100,0%

Valuation Type	Balance	Percent
FMR	42.816	76,4%
Contract	10.677	19,0%
External	1.913	3,4%
Internal	559	1,0%
Offer	105	0,2%
Total	56.069	100,0%

Ranking Order	Balance	Percent
1. Rank	44.524	79,4%
2. Rank	11.533	20,6%
3. Rank	12	0,0%
Total	56.069	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	7.697	13,7%
3.65% Indexed	6.598	11,8%
7.45% Non-Indexed	6.239	11,1%
3.6% Indexed	3.843	6,9%
7.05% Non-Indexed	3.585	6,4%
3.9% Indexed	3.342	6,0%
4.3% Indexed	2.750	4,9%
Other	22.015	39,3%
Total	56.069	100,0%

Arrears	Balance	Percent
Not in Arrears	54.881	97,9%
0 - 30 days default	736	1,3%
30 - 90 days default	453	0,8%
90 - 180 days default	0	0
more than 180 days default	0	0
Total	56.069	100,0%

Area	Balance	Percent
Reykjavik	23.904	42,6%
Capital Area excl. Reykjavik	21.851	39,0%
Norðurland Eystra	4.148	7,4%
Suðurland	2.321	4,1%
Vesturland	1.596	2,8%
Austurland	962	1,7%
Norðurland Vestra	696	1,2%
Suðurnes	505	0,9%
Vestfirðir	86	0,2%
Total	56.069	100,0%

Maturity	Balance	Percent
Less than 15 years	1.625	2,9%
15 - 20 years	3.327	5,9%
20 - 25 years	11.403	20,3%
25 - 30 years	4.578	8,2%
30 - 35 years	3.672	6,5%
35 - 40 years	31.456	56,1%
40 - 45 years	9	0,0%
Total	56.069	100,0%

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