

# Arion Bank Covered Bonds

Investor Report: July 2017



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	56.453	27.902	84.355
Average Loan Balance	13	10	12
Average Customer Balance	18	11	17
No. of Loans	4.254	2.818	7.072
No. of Borrowers	3.178	2.434	4.906
No. of Properties	3.215	2.447	4.954
WA Legal Maturity (in months)	376	361	371
WA Seasoning (in months)	42	34	40
WA LTV	62,6%	50,3%	58,6%
WA Interest Rate	4,1%	7,0%	5,0%

\*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%	13.717	16,3%
40 - 50%	9.635	11,4%
50 - 60%	13.553	16,1%
60 - 70%	21.301	25,3%
70 - 80%	26.148	31,0%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	84.355	100,0%

Property Type	Balance	Percent
Residential	84.355	100,0%
Total	84.355	100,0%

Payment Frequency	Balance	Percent
Monthly	84.255	99,9%
Quarterly	52	0,1%
Other	13	0,0%
Annual	1	0,0%
Semi-Annual	34	0,0%
Total	84.355	100,0%

Valuation Type	Balance	Percent
FMR	73.659	87,3%
Contract	6.733	8,0%
External	3.592	4,3%
Internal	371	0,4%
Total	84.355	100,0%

Ranking Order	Balance	Percent
1. Rank	66.271	78,6%
2. Rank	17.359	20,6%
3. Rank	714	0,8%
4. Rank	11	0,0%
Total	84.355	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	13.108	15,5%
3.65% Indexed	10.705	12,7%
7.45% Non-Indexed	6.381	7,6%
4.15% Indexed	4.178	5,0%
5.85% Non-Indexed	3.452	4,1%
3.6% Indexed	3.399	4,0%
Other	43.131	51,1%
Total	84.355	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	82.877	98,2%	7.009
0 - 30 days default	262	0,3%	15
30 - 90 days default	1.215	1,4%	79
90 - 180 days default	0	0	3
more than 180 days default	0	0	4

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Area	Balance	Percent
Reykjavik	36.013	42,7%
Capital Area excl. Reykjavik	32.042	38,0%
Norðurland Eystra	5.593	6,6%
Suðurland	3.706	4,4%
Vesturland	3.173	3,8%
Austurland	1.483	1,8%
Suðurnes	1.135	1,3%
Norðurland Vestra	1.107	1,3%
Vestfirðir	103	0,1%
Total	84.355	100,0%

Maturity	Balance	Percent
Less than 15 years	4.284	5,1%
15 - 20 years	5.961	7,1%
20 - 25 years	14.637	17,4%
25 - 30 years	12.260	14,5%
30 - 35 years	10.230	12,1%
35 - 40 years	36.972	43,8%
40 - 45 years	9	0,0%
Total	84.355	100,0%

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

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