

Arion Bank Covered Bonds

Investor Report: April 2018



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	76.147	31.550	107.698
Average Loan Balance	14	10	13
Average Customer Balance	19	12	19
No. of Loans	5.361	3.099	8.460
No. of Borrowers	4.001	2.679	5.817
No. of Properties	4.031	2.693	5.864
WA Legal Maturity (in months)	380	362	375
WA Seasoning (in months)	37	34	36
WA LTV	56,3%	40,8%	51,8%
WA Interest Rate	4,0%	6,6%	4,8%

*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%	26.579	24,7%
40 - 50%	18.473	17,2%
50 - 60%	27.209	25,3%
60 - 70%	18.271	17,0%
70 - 80%	17.165	15,9%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	107.698	100,0%

Property Type	Balance	Percent
Residential	107.698	100,0%
Total	107.698	100,0%

Payment Frequency	Balance	Percent
Monthly	107.549	99,9%
Quarterly	85	0,1%
Other	13	0,0%
Annual	1	0,0%
Semi-Annual	49	0,0%
Total	107.698	100,0%

Valuation Type	Balance	Percent
FMR	92.899	86,3%
Contract	9.792	9,1%
External	4.577	4,2%
Internal	399	0,4%
Offer	31	0,0%
Total	107.698	100,0%

Ranking Order	Balance	Percent
1. Rank	82.107	76,2%
2. Rank	24.599	22,8%
3. Rank	982	0,9%
4. Rank	9	0,0%
Total	107.698	100,0%

Interest Rate Type	Balance	Percent
3.65% Indexed	20.728	19,2%
3.8% Indexed	19.533	18,1%
5.63% Non-Indexed	6.046	5,6%
Other	61.390	57,0%
Total	107.698	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	104.810	97,3%	8.278
0 - 30 days default	2.151	2,0%	128
30 - 90 days default	737	0,7%	49
90 - 180 days default	0	0	4
more than 180 days default	0	0	8

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Area	Balance	Percent
Reykjavik	45.602	42,3%
Capital Area excl. Reykjavik	39.747	36,9%
Norðurland Eystra	7.637	7,1%
Suðurland	5.651	5,2%
Vesturland	3.686	3,4%
Suðurnes	1.825	1,7%
Austurland	1.795	1,7%
Norðurland Vestra	1.610	1,5%
Vestfirðir	145	0,1%
Total	107.698	100,0%

Maturity	Balance	Percent
Less than 15 years	4.771	4,4%
15 - 20 years	7.306	6,8%
20 - 25 years	18.988	17,6%
25 - 30 years	14.755	13,7%
30 - 35 years	12.839	11,9%
35 - 40 years	49.039	45,5%
Total	107.698	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