

Arion Bank Covered Bonds

Investor Report: June 2018



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	82.835	35.283	118.118
Average Loan Balance	15	11	13
Average Customer Balance	19	12	19
No. of Loans	5.661	3.285	8.946
No. of Borrowers	4.260	2.855	6.201
No. of Properties	4.293	2.872	6.255
WA Legal Maturity (in months)	384	364	378
WA Seasoning (in months)	35	32	34
WA LTV	57,2%	42,7%	52,9%
WA Interest Rate	4,0%	6,5%	4,7%

*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%	27.468	23,3%
40 - 50%	18.881	16,0%
50 - 60%	28.786	24,4%
60 - 70%	22.083	18,7%
70 - 80%	20.900	17,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	118.118	100,0%

Property Type	Balance	Percent
Residential	118.118	100,0%
Total	118.118	100,0%

Payment Frequency	Balance	Percent
Monthly	117.906	99,8%
Quarterly	81	0,1%
Other	13	0,0%
Annual	1	0,0%
Semi-Annual	117	0,1%
Total	118.118	100,0%

Valuation Type	Balance	Percent
FMR	101.290	85,8%
Contract	11.394	9,6%
External	4.837	4,1%
Internal	581	0,5%
Offer	17	0,0%
Total	118.118	100,0%

Ranking Order	Balance	Percent
1. Rank	90.756	76,8%
2. Rank	26.456	22,4%
3. Rank	897	0,8%
4. Rank	9	0,0%
Total	118.118	100,0%

Interest Rate Type	Balance	Percent
3.65% Indexed	24.626	20,8%
3.8% Indexed	21.862	18,5%
5.75% Non-Indexed	8.365	7,1%
Other	63.266	53,6%
Total	118.118	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	115.948	98,2%	8.801
0 - 30 days default	1.546	1,3%	96
30 - 90 days default	587	0,5%	36
90 - 180 days default	37	0,0%	10
more than 180 days default	0	0	9

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Area	Balance	Percent
Reykjavik	50.142	42,5%
Capital Area excl. Reykjavik	43.689	37,0%
Norðurland Eystra	8.304	7,0%
Suðurland	6.171	5,2%
Vesturland	3.969	3,4%
Suðurnes	2.066	1,7%
Austurland	1.820	1,5%
Norðurland Vestra	1.800	1,5%
Vestfirðir	158	0,1%
Total	118.118	100,0%

Maturity	Balance	Percent
Less than 15 years	4.811	4,1%
15 - 20 years	8.265	7,0%
20 - 25 years	19.442	16,5%
25 - 30 years	16.066	13,6%
30 - 35 years	13.774	11,7%
35 - 40 years	55.760	47,2%
Total	118.118	100,0%

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