

# Arion Bank Covered Bonds

Investor Report: December 2018



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	97.817	39.314	137.130
Average Loan Balance	16	11	14
Average Customer Balance	20	13	20
No. of Loans	6.283	3.496	9.779
No. of Borrowers	4.827	3.034	6.911
No. of Properties	4.860	3.051	6.969
WA Legal Maturity (in months)	388	364	382
WA Seasoning (in months)	32	31	32
WA LTV	55,5%	40,7%	51,3%
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](http://www.hagstofa.is)). Non Indexed are fixed rate mortgages

LTV Ranges	Balance	Percent
Less than 40%	33.772	24,6%
40 - 50%	24.703	18,0%
50 - 60%	35.119	25,6%
60 - 70%	23.797	17,4%
70 - 80%	19.739	14,4%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	137.130	100,0%

Property Type	Balance	Percent
Residential	137.130	100,0%
Total	137.130	100,0%

Payment Frequency	Balance	Percent
Monthly	136.923	99,8%
Quarterly	103	0,1%
Semi-Annual	104	0,1%
Total	137.130	100,0%

Valuation Type	Balance	Percent
FMR	112.298	81,9%
Contract	17.490	12,8%
Internal	4.580	3,3%
External	2.738	2,0%
Offer	24	0,0%
Total	137.130	100,0%

Ranking Order	Balance	Percent
1. Rank	103.418	75,4%
2. Rank	32.505	23,7%
3. Rank	1.198	0,9%
4. Rank	9	0,0%
Total	137.130	100,0%

Interest Rate Type	Balance	Percent
3.8% Indexed	56.577	41,3%
6.49% Non-Indexed	7.883	5,7%
4.9% Indexed	6.233	4,5%
Other	66.438	48,4%
Total	137.130	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	134.183	97,9%	9.602
0 - 30 days default	81	0,1%	7
30 - 90 days default	2.866	2,1%	152
90 - 180 days default	0	0	13
more than 180 days default	0	0	12

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Area	Balance	Percent
Reykjavik	57.027	41,6%
Capital Area excl. Reykjavik	49.664	36,2%
Norðurland Eystra	9.847	7,2%
Suðurland	8.137	5,9%
Vesturland	4.882	3,6%
Suðurnes	2.792	2,0%
Austurland	2.328	1,7%
Norðurland Vestra	2.219	1,6%
Vestfirðir	233	0,2%
Total	137.130	100,0%

Maturity	Balance	Percent
Less than 15 years	5.496	4,0%
15 - 20 years	9.298	6,8%
20 - 25 years	21.963	16,0%
25 - 30 years	17.344	12,6%
30 - 35 years	15.257	11,1%
35 - 40 years	67.773	49,4%
Total	137.130	100,0%

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