

# Arion Bank Covered Bonds

Investor Report: July 2018



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	87.325	34.614	121.939
Average Loan Balance	15	11	13
Average Customer Balance	20	12	19
No. of Loans	5.874	3.229	9.103
No. of Borrowers	4.440	2.806	6.340
No. of Properties	4.471	2.824	6.393
WA Legal Maturity (in months)	385	363	379
WA Seasoning (in months)	34	33	34
WA LTV	58,2%	42,9%	53,8%
WA Interest Rate	4,0%	6,6%	4,7%

\*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%	27.068	22,2%
40 - 50%	18.233	15,0%
50 - 60%	27.798	22,8%
60 - 70%	24.686	20,2%
70 - 80%	24.155	19,8%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	121.939	100,0%

Property Type	Balance	Percent
Residential	121.939	100,0%
Total	121.939	100,0%

Payment Frequency	Balance	Percent
Monthly	121.727	99,8%
Quarterly	82	0,1%
Other	13	0,0%
Annual	1	0,0%
Semi-Annual	117	0,1%
Total	121.939	100,0%

Valuation Type	Balance	Percent
FMR	104.284	85,5%
Contract	12.200	10,0%
External	4.789	3,9%
Internal	626	0,5%
Offer	40	0,0%
Total	121.939	100,0%

Ranking Order	Balance	Percent
1. Rank	93.204	76,4%
2. Rank	27.740	22,7%
3. Rank	986	0,8%
4. Rank	9	0,0%
Total	121.939	100,0%

Interest Rate Type	Balance	Percent
3.65% Indexed	27.252	22,3%
3.8% Indexed	23.138	19,0%
5.99% Non-Indexed	7.510	6,2%
Other	64.039	52,5%
Total	121.939	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	119.637	98,1%	8.941
0 - 30 days default	95	0,1%	9
30 - 90 days default	2.200	1,8%	135
90 - 180 days default	8	0,0%	14
more than 180 days default	0	0	10

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Area	Balance	Percent
Reykjavik	51.834	42,5%
Capital Area excl. Reykjavik	45.123	37,0%
Norðurland Eystra	8.462	6,9%
Suðurland	6.515	5,3%
Vesturland	4.064	3,3%
Suðurnes	2.087	1,7%
Austurland	1.845	1,5%
Norðurland Vestra	1.833	1,5%
Vestfirðir	177	0,1%
Total	121.939	100,0%

Maturity	Balance	Percent
Less than 15 years	4.903	4,0%
15 - 20 years	8.280	6,8%
20 - 25 years	20.044	16,4%
25 - 30 years	16.918	13,9%
30 - 35 years	13.993	11,5%
35 - 40 years	57.801	47,4%
Total	121.939	100,0%

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