

# Arion Bank Covered Bonds

Investor Report: October 2019



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	111.146	61.331	172.477
Average Loan Balance	16	12	15
Average Customer Balance	21	14	21
No. of Loans	6.751	4.956	11.707
No. of Borrowers	5.229	4.288	8.193
No. of Properties	5.241	4.306	8.222
WA Legal Maturity (in months)	394	371	386
WA Seasoning (in months)	34	31	33
WA LTV	58,3%	45,3%	53,7%
WA Interest Rate	3,8%	6,1%	4,6%

\*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%	39.073	22,7%
40 - 50%	27.036	15,7%
50 - 60%	36.105	20,9%
60 - 70%	36.333	21,1%
70 - 80%	33.930	19,7%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	172.477	100,0%

Property Type	Balance	Percent
Residential	172.477	100,0%
Total	172.477	100,0%

Payment Frequency	Balance	Percent
Monthly	172.305	99,9%
Quarterly	61	0,0%
Annual	7	0,0%
Semi-Annual	104	0,1%
Total	172.477	100,0%

Valuation Type	Balance	Percent
FMR	148.666	86,2%
Contract	17.228	10,0%
Internal	4.459	2,6%
External	2.093	1,2%
Offer	31	0,0%
Total	172.477	100,0%

Ranking Order	Balance	Percent
1. Rank	139.636	81,0%
2. Rank	31.875	18,5%
3. Rank	967	0,6%
4. Rank	0	0
Total	172.477	100,0%

Interest Rate Type	Balance	Percent
3.49% Indexed	34.308	19,9%
3.8% Indexed	27.428	15,9%
5.95% Non-Indexed	14.786	8,6%
5.59% Non-Indexed	14.430	8,4%
Other	81.526	47,3%
Total	172.477	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	161.758	93,7%	11.065
0 - 30 days default	8.282	4,8%	446
30 - 90 days default	2.539	1,5%	133
90 - 180 days default	0	0	19

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Area	Balance	Percent
Reykjavik	70.478	40,9%
Capital Area excl. Reykjavik	61.219	35,5%
Norðurland Eystra	13.035	7,6%
Suðurland	11.365	6,6%
Vesturland	6.156	3,6%
Suðurnes	4.205	2,4%
Austurland	2.917	1,7%
Norðurland Vestra	2.785	1,6%
Vestfirðir	315	0,2%
Total	172.477	100,0%

Maturity	Balance	Percent
Less than 15 years	6.245	3,6%
15 - 20 years	11.305	6,6%
20 - 25 years	24.716	14,3%
25 - 30 years	20.411	11,8%
30 - 35 years	18.753	10,9%
35 - 40 years	91.048	52,8%
Total	172.477	100,0%

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