

Arion Bank Covered Bonds

Investor Report: February 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	108.474	59.918	168.391
Average Loan Balance	17	12	15
Average Customer Balance	21	14	21
No. of Loans	6.484	4.877	11.361
No. of Borrowers	5.062	4.192	8.019
No. of Properties	5.068	4.207	8.038
WA Legal Maturity (in months)	394	367	384
WA Seasoning (in months)	36	36	36
WA LTV	55,2%	41,4%	50,3%
WA Interest Rate	3,8%	5,9%	4,5%

*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%	46.181	27,4%
40 - 50%	30.140	17,9%
50 - 60%	37.763	22,4%
60 - 70%	36.916	21,9%
70 - 80%	17.392	10,3%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	168.391	100,0%

Property Type	Balance	Percent
Residential	168.391	100,0%
Total	168.391	100,0%

Payment Frequency	Balance	Percent
Monthly	168.319	100,0%
Quarterly	26	0,0%
Annual	5	0,0%
Semi-Annual	42	0,0%
Total	168.391	100,0%

Valuation Type	Balance	Percent
FMR	147.812	87,8%
Contract	15.066	8,9%
Internal	4.104	2,4%
External	1.369	0,8%
Offer	41	0,0%
Total	168.391	100,0%

Ranking Order	Balance	Percent
1. Rank	137.556	81,7%
2. Rank	29.922	17,8%
3. Rank	914	0,5%
4. Rank	0	0
Total	168.391	100,0%

Interest Rate Type	Balance	Percent
3.49% Indexed	33.590	19,9%
3.8% Indexed	24.522	14,6%
5.95% Non-Indexed	13.836	8,2%
5.06% Non-Indexed	12.787	7,6%
Other	83.656	49,7%
Total	168.391	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	68.751	40,8%
Capital Area excl. Reykjavik	59.432	35,3%
Norðurland Eystra	12.518	7,4%
Suðurland	11.285	6,7%
Vesturland	6.228	3,7%
Suðurnes	4.311	2,6%
Austurland	2.808	1,7%
Norðurland Vestra	2.755	1,6%
Vestfirðir	302	0,2%
Total	168.391	100,0%

Maturity	Balance	Percent
Less than 15 years	6.113	3,6%
15 - 20 years	11.664	6,9%
20 - 25 years	23.658	14,0%
25 - 30 years	18.521	11,0%
30 - 35 years	21.241	12,6%
35 - 40 years	87.194	51,8%
Total	168.391	100,0%

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