

Arion Bank Covered Bonds

Investor Report: October 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	132.270	54.472	186.741
Average Loan Balance	18	13	16
Average Customer Balance	23	15	23
No. of Loans	7.214	4.164	11.378
No. of Borrowers	5.811	3.609	8.279
No. of Properties	5.859	3.628	8.342
WA Legal Maturity (in months)	399	371	391
WA Seasoning (in months)	36	33	35
WA LTV	57,9%	46,8%	54,7%
WA Interest Rate	3,3%	4,9%	3,7%

*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%	40.403	21,6%
40 - 50%	27.026	14,5%
50 - 60%	32.006	17,1%
60 - 70%	47.677	25,5%
70 - 80%	39.629	21,2%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	186.741	100,0%

Property Type	Balance	Percent
Residential	186.721	100,0%
Other	21	0,0%
Total	186.741	100,0%

Payment Frequency	Balance	Percent
Monthly	186.688	100,0%
Quarterly	8	0,0%
Annual	3	0,0%
Semi-Annual	42	0,0%
Total	186.741	100,0%

Valuation Type	Balance	Percent
FMR	147.981	79,2%
Contract	31.757	17,0%
Internal	5.442	2,9%
External	1.561	0,8%
Total	186.741	100,0%

Ranking Order	Balance	Percent
1. Rank	158.480	84,9%
2. Rank	27.375	14,7%
3. Rank	842	0,5%
4. Rank	42	0,0%
5. Rank	3	0,0%
Total	186.741	100,0%

Interest Rate Type	Balance	Percent
2.74% Indexed	37.408	20,0%
3.54% Non-Indexed	23.861	12,8%
3.8% Indexed	17.602	9,4%
3.09% Indexed	16.616	8,9%
2.54% Indexed	9.298	5,0%
Other	81.956	43,9%
Total	186.741	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	74.631	40,0%
Capital Area excl. Reykjavik	63.726	34,1%
Suðurland	14.478	7,8%
Norðurland Eystra	13.414	7,2%
Vesturland	8.196	4,4%
Suðurnes	6.149	3,3%
Austurland	2.984	1,6%
Norðurland Vestra	2.817	1,5%
Vestfirðir	346	0,2%
Total	186.741	100,0%

Maturity	Balance	Percent
Less than 15 years	6.025	3,2%
15 - 20 years	11.478	6,1%
20 - 25 years	25.048	13,4%
25 - 30 years	21.097	11,3%
30 - 35 years	21.868	11,7%
35 - 40 years	101.225	54,2%
Total	186.741	100,0%

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