

Arion Bank Covered Bonds

Investor Report: August 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	117.019	62.301	179.320
Average Loan Balance	17	13	16
Average Customer Balance	22	15	22
No. of Loans	6.861	4.695	11.556
No. of Borrowers	5.316	4.062	8.079
No. of Properties	5.363	4.076	8.136
WA Legal Maturity (in months)	397	372	388
WA Seasoning (in months)	35	32	34
WA LTV	57,5%	46,9%	53,9%
WA Interest Rate	3,4%	5,0%	3,9%

*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%	40.340	22,5%
40 - 50%	26.978	15,0%
50 - 60%	32.445	18,1%
60 - 70%	46.116	25,7%
70 - 80%	33.440	18,6%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	179.320	100,0%

Property Type	Balance	Percent
Residential	179.299	100,0%
Other	21	0,0%
Total	179.320	100,0%

Payment Frequency	Balance	Percent
Monthly	179.267	100,0%
Quarterly	8	0,0%
Annual	3	0,0%
Semi-Annual	42	0,0%
Total	179.320	100,0%

Valuation Type	Balance	Percent
FMR	146.468	81,7%
Contract	24.428	13,6%
Internal	6.994	3,9%
External	1.388	0,8%
Offer	41	0,0%
Total	179.320	100,0%

Ranking Order	Balance	Percent
1. Rank	147.453	82,2%
2. Rank	30.881	17,2%
3. Rank	932	0,5%
4. Rank	49	0,0%
5. Rank	3	0,0%
6. Rank	2	0,0%
Total	179.320	100,0%

Interest Rate Type	Balance	Percent
2.74% Indexed	34.816	19,4%
3.54% Non-Indexed	24.853	13,9%
3.8% Indexed	19.727	11,0%
3.09% Indexed	12.066	6,7%
5.95% Non-Indexed	8.777	4,9%
Other	79.082	44,1%
Total	179.320	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	71.831	40,1%
Capital Area excl. Reykjavik	61.855	34,5%
Norðurland Eystra	13.624	7,6%
Suðurland	12.927	7,2%
Vesturland	7.362	4,1%
Suðurnes	5.673	3,2%
Norðurland Vestra	2.991	1,7%
Austurland	2.678	1,5%
Vestfirðir	378	0,2%
Total	179.320	100,0%

Maturity	Balance	Percent
Less than 15 years	6.121	3,4%
15 - 20 years	12.005	6,7%
20 - 25 years	24.235	13,5%
25 - 30 years	18.817	10,5%
30 - 35 years	22.458	12,5%
35 - 40 years	95.684	53,4%
Total	179.320	100,0%

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Contact:
Investor Relations: samskiptasvidj@arionbanki.is
Head of Funding: EirikurMagnusJensson@arionbanki.is