

Arion Bank Covered Bonds

Investor Report: January 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	111.551	61.291	172.842
Average Loan Balance	17	12	15
Average Customer Balance	22	14	21
No. of Loans	6.634	4.977	11.611
No. of Borrowers	5.177	4.278	8.183
No. of Properties	5.183	4.293	8.201
WA Legal Maturity (in months)	395	368	385
WA Seasoning (in months)	35	35	35
WA LTV	55,7%	41,5%	50,6%
WA Interest Rate	3,8%	6,0%	4,6%

*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%	46.356	26,8%
40 - 50%	30.425	17,6%
50 - 60%	38.617	22,3%
60 - 70%	35.821	20,7%
70 - 80%	21.622	12,5%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	172.842	100,0%

Property Type	Balance	Percent
Residential	172.842	100,0%
Total	172.842	100,0%

Payment Frequency	Balance	Percent
Monthly	172.769	100,0%
Quarterly	26	0,0%
Annual	5	0,0%
Semi-Annual	42	0,0%
Total	172.842	100,0%

Valuation Type	Balance	Percent
FMR	150.225	86,9%
Contract	16.727	9,7%
Internal	4.245	2,5%
External	1.603	0,9%
Offer	41	0,0%
Total	172.842	100,0%

Ranking Order	Balance	Percent
1. Rank	140.999	81,6%
2. Rank	30.886	17,9%
3. Rank	957	0,6%
4. Rank	0	0
Total	172.842	100,0%

Interest Rate Type	Balance	Percent
3.49% Indexed	34.372	19,9%
3.8% Indexed	25.362	14,7%
5.19% Non-Indexed	16.565	9,6%
5.95% Non-Indexed	14.206	8,2%
Other	82.337	47,6%
Total	172.842	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	70.750	40,9%
Capital Area excl. Reykjavik	60.812	35,2%
Norðurland Eystra	12.923	7,5%
Suðurland	11.591	6,7%
Vesturland	6.340	3,7%
Suðurnes	4.421	2,6%
Austurland	2.870	1,7%
Norðurland Vestra	2.824	1,6%
Vestfirðir	311	0,2%
Total	172.842	100,0%

Maturity	Balance	Percent
Less than 15 years	6.231	3,6%
15 - 20 years	11.733	6,8%
20 - 25 years	24.229	14,0%
25 - 30 years	19.116	11,1%
30 - 35 years	21.395	12,4%
35 - 40 years	90.138	52,2%
Total	172.842	100,0%

Planned frequency for updates of this summary: 12 times per year.
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Contact:
Investor Relations: samskiptasvidj@arionbanki.is
Head of Funding: EirikurMagnusJensson@arionbanki.is