

Arion Bank Covered Bonds

Investor Report: July 2020



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	111.083	65.584	176.667
Average Loan Balance	17	13	16
Average Customer Balance	22	15	22
No. of Loans	6.410	4.931	11.341
No. of Borrowers	5.089	4.252	8.123
No. of Properties	5.101	4.269	8.150
WA Legal Maturity (in months)	397	373	388
WA Seasoning (in months)	34	31	33
WA LTV	57,0%	46,8%	53,2%
WA Interest Rate	3,4%	5,0%	4,0%

*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%	41.335	23,4%
40 - 50%	27.189	15,4%
50 - 60%	32.942	18,6%
60 - 70%	45.030	25,5%
70 - 80%	30.173	17,1%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	176.667	100,0%

Property Type	Balance	Percent
Residential	176.667	100,0%
Total	176.667	100,0%

Payment Frequency	Balance	Percent
Monthly	176.614	100,0%
Quarterly	8	0,0%
Annual	3	0,0%
Semi-Annual	42	0,0%
Total	176.667	100,0%

Interest Rate Type	Balance	Percent
2.74% Indexed	33.274	18,8%
3.54% Non-Indexed	25.205	14,3%
3.8% Indexed	19.978	11,3%
3.09% Indexed	10.681	6,0%
5.95% Non-Indexed	9.543	5,4%
Other	77.986	44,1%
Total	176.667	100,0%

Valuation Type	Balance	Percent
FMR	141.231	79,9%
Contract	26.485	15,0%
Internal	7.646	4,3%
External	1.264	0,7%
Offer	42	0,0%
Total	176.667	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
Total	172.579	100,0%	11.663

Ranking Order	Balance	Percent
1. Rank	147.296	83,4%
2. Rank	28.575	16,2%
3. Rank	797	0,5%
4. Rank	0	0
Total	176.667	100,0%

Area	Balance	Percent
Reykjavik	71.692	40,6%
Capital Area excl. Reykjavik	61.172	34,6%
Norðurland Eystra	13.076	7,4%
Suðurland	12.513	7,1%
Vesturland	6.854	3,9%
Suðurnes	5.388	3,0%
Norðurland Vestra	3.008	1,7%
Austurland	2.577	1,5%
Vestfirðir	387	0,2%
Total	176.667	100,0%

Maturity	Balance	Percent
Less than 15 years	6.275	3,6%
15 - 20 years	11.855	6,7%
20 - 25 years	23.834	13,5%
25 - 30 years	18.877	10,7%
30 - 35 years	21.939	12,4%
35 - 40 years	93.887	53,1%
Total	176.667	100,0%