

# Arion Bank Covered Bonds

Investor Report: February 2021



Details	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	131.568	112.942	244.510
Average Loan Balance	19	17	18
Average Customer Balance	23	19	24
No. of Loans	6.983	6.832	13.815
No. of Borrowers	5.762	5.852	10.220
No. of Properties	5.793	5.868	10.268
WA Legal Maturity (in months)	401	381	392
WA Seasoning (in months)	36	20	29
WA LTV	56,7%	53,7%	55,3%
WA Interest Rate	3,1%	4,4%	3,7%

\*Indexed mortgages linked to the consumer price index in Iceland as published by Statistics Iceland (Hagstofa Islands: [www.hagstofa.is](http://www.hagstofa.is)). Non Indexed are fixed rate mortgages

LTV Ranges	Balance	Percent
Less than 40%	48.111	19,7%
40 - 50%	34.627	14,2%
50 - 60%	41.390	16,9%
60 - 70%	78.560	32,1%
70 - 80%	41.822	17,1%
80 - 90%	0	0,0%
90 - 100%	0	0,0%
100 - 110%	0	0,0%
more than 110%	0	0,0%
Total	244.510	100,0%

Property Type	Balance	Percent
Residential	244.490	100,0%
Other	21	0,0%
Total	244.510	100,0%

Payment Frequency	Balance	Percent
Monthly	244.453	100,0%
Other	13	0,0%
Annual	3	0,0%
Semi-Annual	41	0,0%
Total	244.510	100,0%

Valuation Type	Balance	Percent
FMR	158.345	64,8%
Contract	68.645	28,1%
Internal	15.427	6,3%
External	1.973	0,8%
Offer	119	0,0%
Total	244.510	100,0%

Ranking Order	Balance	Percent
1. Rank	210.148	85,9%
2. Rank	33.244	13,6%
3. Rank	1.066	0,4%
4. Rank	38	0,0%
5. Rank	8	0,0%
6. Rank	5	0,0%
Total	244.510	100,0%

Interest Rate Type	Balance	Percent
2.54% Indexed	54.232	22,2%
3.44% Non-Indexed	53.019	21,7%
4.49% Non-Indexed	20.801	8,5%
3.09% Indexed	16.610	6,8%
3.8% Indexed	14.262	5,8%
Other	85.586	35,0%
Total	244.510	100,0%

Arrears	Balance	Percent	Count
Not in Arrears	241.196	98,6%	13.692
0 - 30 days default	2.400	1,0%	112
30 - 90 days default	915	0,4%	48

\*Indexed mortgages linked to the consumer price index in Iceland as published by Statistics Iceland (Hagstofa Islands: [www.hagstofa.is](http://www.hagstofa.is)). Non Indexed are fixed rate mortgages

Area	Balance	Percent
Reykjavik	95.618	39,1%
Capital Area excl. Reykjavik	82.580	33,8%
Suðurland	19.678	8,0%
Norðurland Eystra	18.180	7,4%
Vesturland	10.932	4,5%
Suðurnes	8.218	3,4%
Austurland	4.849	2,0%
Norðurland Vestra	3.965	1,6%
Vestfirðir	490	0,2%
Total	244.510	100,0%

Maturity	Balance	Percent
Less than 15 years	9.937	4,1%
15 - 20 years	15.722	6,4%
20 - 25 years	30.262	12,4%
25 - 30 years	29.354	12,0%
30 - 35 years	24.776	10,1%
35 - 40 years	134.459	55,0%
Total	244.510	100,0%

Arion Bank is regulated by the Icelandic Financial Supervisory Authority ([www.fme.is](http://www.fme.is)).

This report has been automatically generated by Arion Bank's Risk Management. The information within are obtained from different sources, not all of which are controlled by Arion Bank, but which Arion Bank deems to be reliable. Whilst reasonable care has been taken to ensure that the contents of this publication are not untrue or misleading, no representation is made as to its accuracy or completeness and no liability is accepted for any loss arising from reliance on it. Arion Bank endeavours to ensure that the information is accurate and up-to-date, and reserves the right to make corrections to the content at any time, without prior notice. However, Arion Bank cannot guarantee that such information is complete or that it has not been modified by an outside party, by means of a virus or system intrusion, for example.

The report is prepared for general circulation and general information only, but it is not intended for any person in the United States. This publication may not be re-produced in whole or in part without permission.

The report shall under no circumstances be used or considered as an investment advice or investment research, or an offer to sell, or a solicitation of any offer to buy any securities. It does not have regard to the specific investment objectives, financial situation or the particular needs of any person who may receive the report. Arion Bank accepts no liability whatsoever for any direct or consequential loss arising from the use of this publication or its contents.

Contact:  
Investor Relations: [samskiptasvidj@arionbanki.is](mailto:samskiptasvidj@arionbanki.is)  
Head of Funding: [EirikurMagnusJensson@arionbanki.is](mailto:EirikurMagnusJensson@arionbanki.is)