

Risk Report: 30. April 2025

Asset Coverage Test	Amount
Loan Pool (A)	369,655
Collateral Reserve Account (B)	0
Liquidity Reserve Account (C)	5,912
Customer Deposits (W)	0
Total (A + B + C - W)	375,567
Outstanding Covered Bonds	299,791
Over Collateralization	75,776
Over Collateralization [%]	25.3%

As is outlined in the prospectus, the Asset Coverage Test (ACT) must be passed.

Interest Rate Sensitivity	Nominal	Base Case	Up100bp	Down100bp
Outstanding Covered Bonds	299,791	296,841	288,922	305,275
Loan Pool	369,655	491,607	437,041	558,349
Bank Account	5,912	5,912	5,912	5,912
Over Collateralization	75,776	200,678	154,031	258,986
Over Collateralization [%]	25.3%	67.6%	53.3%	84.8%

The Mark-To-Market (MTM) value of the underlying loan pool must exceed the MTM value of the Covered Bonds issuance. Furthermore, the program must withstand a parallel shift in the risk free interest curve.

Foreign Exchange Sensitivity	Nominal	Base Case	10% ISK Depreciation	10 % ISK Appreciation
Outstanding Covered Bonds	299,791	296,841	307,614	286,069
Loan Pool	369,655	491,607	491,607	491,607
Bank Account	5,912	5,912	5,986	5,839
Over Collateralization	75,776	200,678	189,979	211,377
Over Collateralization [%]	25.3%	67.6%	61.8%	73.9%

The Mark-To-Market (MTM) value of the underlying loan pool must exceed the MTM value of the Covered Bonds issuance. Furthermore, the program must withstand a 10% foreign exchange depreciation/appreciation with respect to net MTM value.

# Arion Banki Covered Bonds



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Cashflow Projection	Apr 2025	May 2025	Jun 2025	Jul 2025	Aug 2025	Sep 2025	Oct 2025	Nov 2025	Dec 2025	Jan 2026	Feb 2026	Mar 2026	Apr 2026
Bank Account:	5,912												
Covered Bonds:	478	726	955		546	1,625	478	726	401		546	1,588	
Loans in Default:	10	10	10	10	10	11	11	11	11	11	11	11	11
Performing Loans:	1,827	2,332	2,340	2,355	2,369	2,374	2,379	2,383	2,387	2,389	2,391	2,393	
Cumulative Balance:	5,912	7,261	8,868	10,252	12,607	14,430	15,179	17,080	18,737	20,723	23,112	24,957	25,762

The cashflow coverage measures the ability of the underlying loan pool to service the programs debt obligation on its own. Ignoring both infusion of cash and new loans it is a snapshot view of the debt servicing capability of the pool.

Indexation Balance	Indexed	Other	Total
Covered Assets	211,617	163,950	375,567
Covered Bonds Issuance	-140,903	-158,888	-299,791
Net	70,714	5,062	75,776