

Arion Banki Covered Bonds



Risk Report: 30. November 2025

| Asset Coverage Test | Amount |
|--------------------------------|---------|
| Loan Pool (A) | 357,355 |
| Collateral Reserve Account (B) | 0 |
| Liquidity Reserve Account (C) | 5,591 |
| Customer Deposits (W) | 0 |
| Total (A + B + C - W) | 362,946 |
| Outstanding Covered Bonds | 315,562 |
| Over Collateralization | 47,384 |
| Over Collateralization [%] | 15.0% |

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 | 315,562 | 313,028 | 304,979 | 321,573 |
| Loan Pool | 357,355 | 445,480 | 435,834 | 456,915 |
| Bank Account | 5,591 | 5,591 | 5,591 | 5,591 |
| Over Collateralization | 47,384 | 138,043 | 136,446 | 140,933 |
| Over Collateralization [%] | 15.0% | 44.1% | 44.7% | 43.8% |

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 | 315,562 | 313,028 | 324,099 | 301,957 |
| Loan Pool | 357,355 | 445,480 | 445,480 | 445,480 |
| Bank Account | 5,591 | 5,591 | 5,667 | 5,514 |
| Over Collateralization | 47,384 | 138,043 | 127,048 | 149,037 |
| Over Collateralization [%] | 15.0% | 44.1% | 39.2% | 49.4% |

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



Risk Report: 30. November 2025

| Cashflow Projection | Nov 2025 | Dec 2025 | Jan 2026 | Feb 2026 | Mar 2026 | Apr 2026 | May 2026 | Jun 2026 | Jul 2026 | Aug 2026 | Sep 2026 | Oct 2026 | Nov 2026 |
|---------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Bank Account: | 5,591 | | | | | | | | | | | | |
| Covered Bonds: | | 1,492 | 1,759 | 141 | 608 | 1,595 | 491 | 1,492 | 1,780 | 141 | 608 | 1,706 | 491 |
| Loans in Default: | | 5 | 6 | 6 | 7 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 |
| Performing Loans: | | 1,844 | 2,651 | 2,701 | 2,689 | 2,671 | 2,654 | 2,635 | 2,622 | 2,585 | 2,558 | 2,530 | 2,499 |
| Cumulative Balance: | 5,591 | 5,943 | 6,836 | 9,396 | 11,476 | 12,553 | 14,716 | 15,859 | 16,701 | 19,145 | 21,095 | 21,919 | 23,927 |

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 | 195,570 | 167,376 | 362,946 |
| Covered Bonds Issuance | -154,427 | -161,134 | -315,562 |
| Net | 41,143 | 6,242 | 47,384 |