
Cover Pool Information

8.9.2015

Covered Bond



Landsbankinn Covered Bonds report



Report date: 08.09.2015

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	10.245	6.901	17.146
Average Loan Balance	17	16	17
No. Of Loans	593	442	1.035
No. Of Borrowers	590	439	1.029
No. Of Properties	590	438	1.028
WA LTV	54%	48%	51%
WA Seasoning (Years)	5,93	3,41	4,92
WA Remaining terms (Years)	30,10	29,94	30,03
WA Interest Rate	4,03%	6,87%	5,17%

*Indexed mortgage linked to the consumer price index in Iceland as published by statistic Iceland (Hagstofa Íslands: www.hagstofa.is). Non Indexed are fixed rate mortgages

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	333	2%	47	5%
20-30	993	6%	74	7%
30-40	2.304	13%	158	15%
40-50	3.314	19%	199	19%
50-60	4.411	26%	246	24%
60-70	5.226	30%	282	27%
70-80	564	3%	29	3%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	17.146	100%	1.035	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	7.763	45%	464	45%
Höfuðborgarsvæðið	6.322	37%	352	34%
Norðurland eystra	906	5%	63	6%
Suðurland	717	4%	52	5%
Suðurnes	601	4%	42	4%
Vesturland	428	2%	31	3%
Vestfirðir	71	0%	6	1%
Austurland	285	2%	21	2%
Norðurland vestra	53	0%	4	0%
Total	17.146	100%	1035	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	17.096	100%	1.018	98%
Other	50	0%	17	2%
Total	17.146	100%	1.035	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	16.715	97%	1015	98%
1-30	385	2%	18	2%
31-60	45	0%	2	0%
61-90	0	0%	0	0%
More than 90	0	0%	0	0%
Total	17.146	100%	1.035	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	7.076	41%	403	39%
3-6	4.051	24%	258	25%
6-9	1.563	9%	102	10%
9-12	4.456	26%	272	26%
more than 12	0	0%	0	0%
Total	17.146	100%	1035	100%

Remaing (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	14	0%	1	0%
5-10	83	0%	8	1%
10-20	2.680	16%	180	17%
20-30	3.041	18%	183	18%
more than 30	11.327	66%	663	64%
Total	17.146	100%	1.035	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	15.527	91%	990	96%
30-60	1.538	9%	44	4%
60-90	81	0%	1	0%
more than 90	0	0%	0	0%
Total	17.146	100%	1035	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	532	3%	34	3%
5Y interest reset	3.437	20%	215	21%
Fixed	6.033	35%	361	35%
Floating	7.143	42%	425	41%
Total	17.146	100%	1035	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	17.146
Cover Pool Eligible for Calculation - Number of Mortgages	1.035
Cash account linked to Cover Pool	0
Total Issuance	13.753
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20,0%
Over Collateralisation	24,7%

Comments from Risk Management
<p>The management of interest rate risk against interest rate gap limits is supplemented by monitoring the sensitivity of financial assets and liabilities to various interest rate scenarios. The following table shows the current results from the net present value test as well as the stress tests that are run weekly on the cover pool. The table shows both the net present value for assets and liabilities as well as the ratio of the net present value to the nominal value of assets and liabilities. All numbers are in ISK millions.</p> <p>"Nominal" is the original value. The net present value test is labelled „Base“ while the stress tests, on the interest rate level (100 bp) and consumer price index (50 bp) are labelled by the name of the risk factor that is being changed and the direction in which it is being moved. Risk factor adverse behavior is based on the "Base" net present value test and takes into account any netting possibilities.</p>

Stress Test: Interest Rate Sensitivity

Risk factor	NPV		NPV ratio		Diff
	Assets	Liabilities	Assets	Liabilities	
Nominal	16.875	13.320	100,00%	100,00%	3.555
Base	18.070	13.753	107,08%	103,25%	4.317
Risk free interest rate - downward shift	18.743	14.340	111,07%	107,66%	4.404
Risk free interest rate - upward shift	17.483	13.302	103,61%	99,86%	4.182
Adverse behavior	16.573	13.807	98,21%	103,65%	2.766
Consumer Price index - downward shift	18.015	13.776	106,75%	103,43%	4.238
Consumer Price index - upward shift	18.126	13.837	107,41%	103,88%	4.289

Planned frequency for updates of this summary: 4 times a year.
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