
Cover Pool Information

1.3.2016

Covered Bond



Landsbankinn Covered Bonds report



Report date: 01.03.2016

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	23.637	13.191	36.829
Average Loan Balance	18	16	17
No. Of Loans	1.324	828	2.152
No. Of Borrowers	1.306	810	2.116
No. Of Properties	1.311	811	2.122
WA LTV	53%	47%	51%
WA Seasoning (Years)	5,31	3,25	4,57
WA Remaining terms (Years)	31,25	30,09	30,83
WA Interest Rate	3,96%	7,14%	5,10%

*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	884	2%	95	4%
20-30	2.286	6%	169	8%
30-40	5.424	15%	356	17%
40-50	7.453	20%	443	21%
50-60	10.054	27%	548	25%
60-70	9.185	25%	465	22%
70-80	1.543	4%	76	4%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	36.829	100%	2.152	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	16.426	45%	953	44%
Höfuðborgarsvæðið	13.740	37%	748	35%
Norðurland eystra	2.059	6%	132	6%
Suðurland	1.612	4%	114	5%
Suðurnes	1.529	4%	102	5%
Vesturland	803	2%	54	3%
Vestfirðir	84	0%	7	0%
Austurland	428	1%	32	1%
Norðurland vestra	147	0%	10	0%
Total	36.829	100%	2.152	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	36.783	100%	2.149	100%
Other	45	0%	3	0%
Total	36.829	100%	2.152	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	12.737	35%	776	36%
1-30	23.971	65%	1371	64%
31-60	70	0%	3	0%
61-90	50	0%	2	0%
More than 90	0	0%	0	0%
Total	36.829	100%	2.152	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	18.272	50%	1011	47%
3-6	7.778	21%	476	22%
6-9	1.790	5%	113	5%
9-12	8.989	24%	552	26%
more than 12	0	0%	0	0%
Total	36.829	100%	2.152	100%

Remaing (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	34	0%	2	0%
5-10	119	0%	11	1%
10-20	4.612	13%	314	15%
20-30	11.472	31%	683	32%
more than 30	20.591	56%	1142	53%
Total	36.829	100%	2.152	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	33.183	90%	2053	95%
30-60	3.435	9%	96	4%
60-90	210	1%	3	0%
more than 90	0	0%	0	0%
Total	36.829	100%	2.152	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1.095	3%	70	3%
5Y interest reset	4.940	13%	316	15%
Fixed	13.681	37%	802	37%
Floating	17.113	46%	964	45%
Total	36.829	100%	2.152	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	36.829
Cover Pool Eligible for Calculation - Number of Mortgages	2.152
Cash account linked to Cover Pool	27
Total Issuance	29.782
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20,0%
Over Collateralisation	23,8%

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	36.661	28.840	100,00%	100,00%	7.821
Base	38.522	29.782	105,08%	103,27%	8.741
Risk free interest rate - downward shift	39.690	30.901	108,26%	107,15%	8.788
Risk free interest rate - upward shift	37.499	28.725	102,29%	99,60%	8.774
Adverse behavior	36.056	29.782	98,35%	103,27%	6.274
Consumer Price index - downward shift	38.396	29.711	104,73%	103,02%	8.685
Consumer Price index - upward shift	38.648	29.852	105,42%	103,51%	8.796

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