
Cover Pool Information

3.5.2016

Covered Bond



Landsbankinn Covered Bonds report



Report date: 03.05.2016

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	22.951	15.681	38.632
Average Loan Balance	18	16	17
No. Of Loans	1.285	981	2.266
No. Of Borrowers	1.269	957	2.226
No. Of Properties	1.273	964	2.237
WA LTV	53%	47%	51%
WA Seasoning (Years)	5,45	3,17	4,52
WA Remaining terms (Years)	31,17	30,07	30,73
WA Interest Rate	3,95%	7,15%	5,25%

*Indexed mortgage linked to the consumer price index in iceland as published by statistic iceland (Hagstofa Íslands: www.hagstofa.is).

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	940	2%	100	4%
20-30	2.505	6%	189	8%
30-40	5.733	15%	380	17%
40-50	7.710	20%	460	20%
50-60	10.208	26%	556	25%
60-70	9.561	25%	483	21%
70-80	1.977	5%	98	4%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	38.632	100%	2.266	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	17.271	45%	1008	44%
Höfuðborgarsvæðið	14.424	37%	786	35%
Norðurland eystra	2.056	5%	133	6%
Suðurland	1.692	4%	120	5%
Suðurnes	1.727	4%	115	5%
Vesturland	844	2%	57	3%
Vestfirðir	72	0%	6	0%
Austurland	423	1%	32	1%
Norðurland vestra	124	0%	9	0%
Total	38.632	100%	2.266	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	38.587	100%	2.263	100%
Other	45	0%	3	0%
Total	38.632	100%	2.266	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	35.199	91%	2093	92%
1-30	3.118	8%	160	7%
31-60	280	1%	11	0%
61-90	35	0%	2	0%
More than 90	0	0%	0	0%
Total	38.632	100%	2.266	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	19.353	50%	1073	47%
3-6	8.864	23%	549	24%
6-9	1.344	3%	86	4%
9-12	9.072	23%	558	25%
more than 12	0	0%	0	0%
Total	38.632	100%	2.266	100%

Remaing (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	48	0%	4	0%
5-10	161	0%	14	1%
10-20	4.676	12%	322	14%
20-30	12.259	32%	733	32%
more than 30	21.489	56%	1193	53%
Total	38.632	100%	2.266	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	34.640	90%	2157	95%
30-60	3.782	10%	106	5%
60-90	211	1%	3	0%
more than 90	0	0%	0	0%
Total	38.632	100%	2.266	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1.336	3%	82	4%
5Y interest reset	5.550	14%	355	16%
Fixed	13.940	36%	824	36%
Floating	17.806	46%	1005	44%
Total	38.632	100%	2.266	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	38.632
Cover Pool Eligible for Calculation - Number of Mortgages	2.266
Cash account linked to Cover Pool	16
Total Issuance	30.805
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20,0%
Over Collateralisation	25,5%

Comments from Risk Management

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.

"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.

Stress Test: Interest Rate Sensitivity

Risk factor	NPV		NPV ratio		Diff
	Assets	Liabilities	Assets	Liabilities	
Nominal	38.577	29.880	100,00%	100,00%	8.697
Base	40.425	30.805	104,79%	103,10%	9.620
Risk free interest rate - downward shift	41.588	31.942	107,80%	106,90%	9.646
Risk free interest rate - upward shift	39.401	29.731	102,13%	99,50%	9.670
Adverse behavior	38.002	30.805	98,51%	103,10%	7.197
Consumer Price index - downward shift	40.303	30.731	104,47%	102,85%	9.571
Consumer Price index - upward shift	40.547	30.879	105,11%	103,34%	9.668

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

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