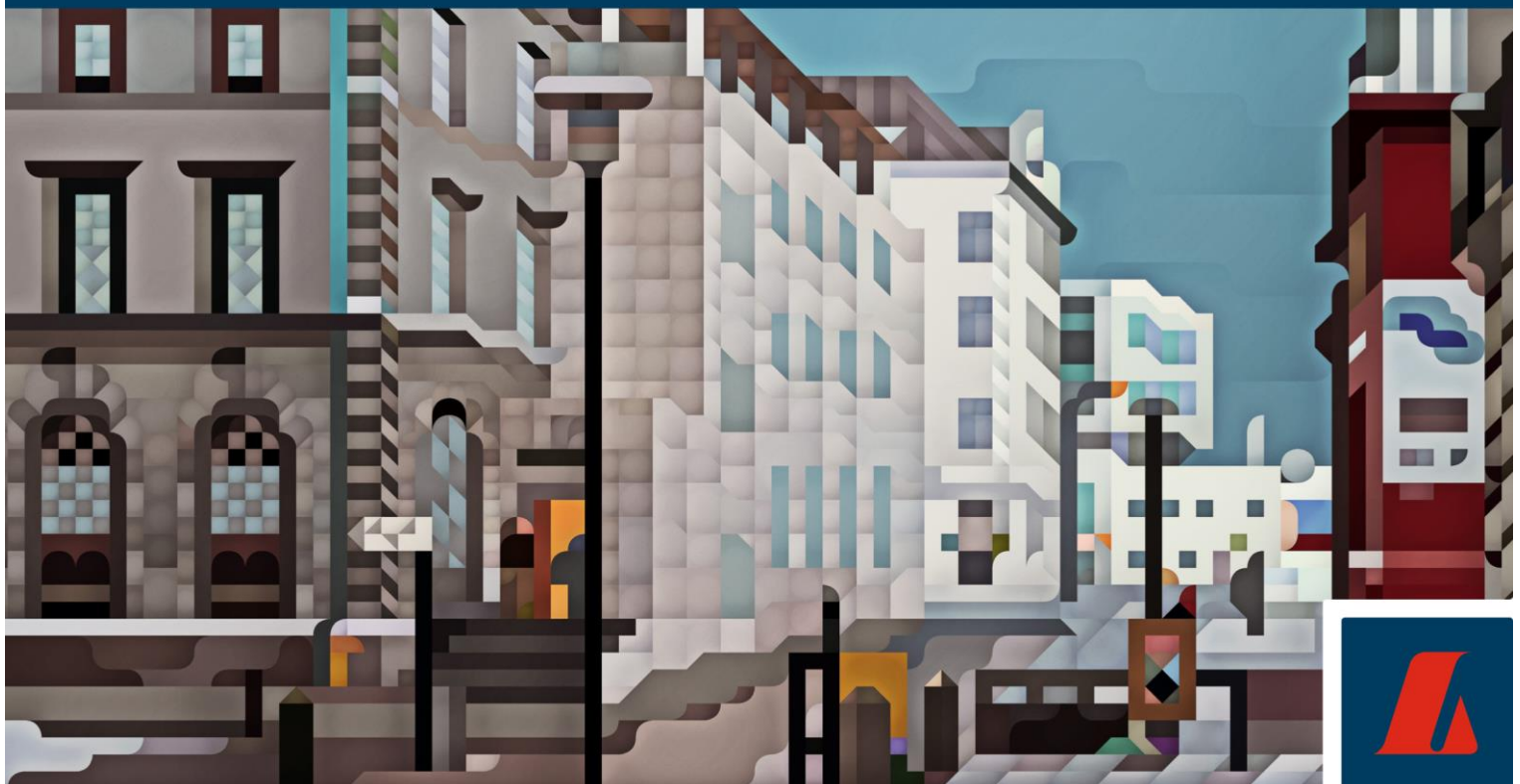

Cover Pool Information

28.2.2018

Covered Bond



Landsbankinn Covered Bonds report



Report date: 28.02.2018

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	75.162	26.030	101.192
Average Loan Balance	17	13	16
No. of Loans	4.416	1.931	6.347
No. of Borrowers	4.316	1.888	6.204
No. of Properties	4.322	1.903	6.225
WA LTV	49%	39%	46%
WA Seasoning (Years)	5,11	4,24	4,89
WA Remaining terms (Years)	31,47	28,67	30,75
WA Interest Rate	3,86%	6,23%	4,47%

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

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	5.272	5%	711	11%
20-30	10.982	11%	938	15%
30-40	16.029	16%	1.086	17%
40-50	21.392	21%	1.239	20%
50-60	30.741	30%	1.573	25%
60-70	16.359	16%	779	12%
70-80	417	0%	21	0%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	101.192	100%	6.347	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	43.869	43%	2.607	41%
Höfuðborgarsvæðið	35.062	35%	1.927	30%
Norðurland eystra	5.651	6%	434	7%
Suðurland	5.762	6%	469	7%
Suðurnes	5.582	6%	437	7%
Vesturland	2.739	3%	219	3%
Vestfirðir	557	1%	63	1%
Austurland	1.505	1%	146	2%
Norðurland vestra	465	0%	45	1%
Total	101.192	100%	6.347	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	101.010	100%	6.336	100%
Other	183	0%	11	0%
Total	101.192	100%	6.347	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	99.667	98%	6.269	99%
1-30	1.281	1%	66	1%
31-60	244	0%	12	0%
61-90	0	0%	0	0%
More than 90	0	0%	0	0%
Total	101.192	100%	6.347	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	45.043	45%	2.652	42%
3-6	32.654	32%	2.088	33%
6-9	2.847	3%	221	3%
9-12	5.524	5%	389	6%
more than 12	15.126	15%	997	16%
Total	101.192	100%	6.347	100%

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	120	0%	28	0%
5-10	670	1%	102	2%
10-20	10.928	11%	972	15%
20-30	33.974	34%	2.126	33%
more than 30	55.501	55%	3.119	49%
Total	101.192	100%	6.347	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	86.764	86%	5.952	94%
30-60	14.151	14%	391	6%
60-90	277	0%	4	0%
more than 90	0	0%	0	0%
Total	101.192	100%	6.347	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1.385	1%	104	2%
5Y interest reset	3.682	4%	291	5%
Fixed	37.733	37%	2.323	37%
Floating	58.393	58%	3.629	57%
Total	101.192	100%	6.347	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	101.192
Cover Pool Eligible for Calculation - Number of Mortgages	6.347
Cash account linked to Cover Pool	956
Total Issuance	82.172
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20%
Over Collateralisation	24%

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	100.893	78.900	100,00%	100,00%	21.993
Base	109.133	82.172	108,17%	104,15%	26.961
Risk free interest rate - downward shift	113.102	86.429	112,10%	109,54%	26.673
Risk free interest rate - upward shift	105.736	78.241	104,80%	99,16%	27.495
Adverse behavior	103.492	82.172	102,58%	104,15%	21.320
Consumer Price index - downward shift	108.721	81.880	107,76%	103,78%	26.841
Consumer Price index - upward shift	109.545	82.464	108,58%	104,52%	27.081

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

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