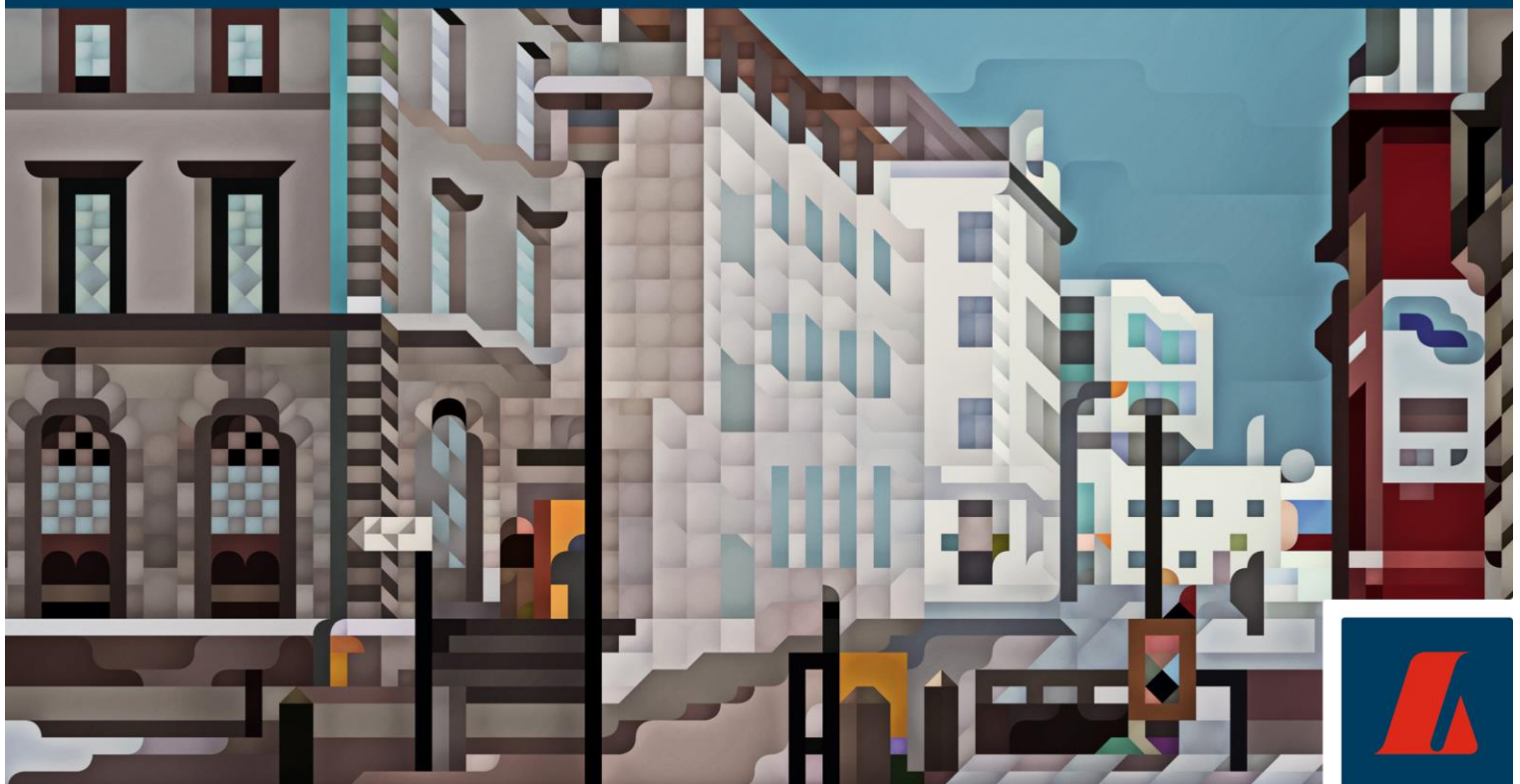

Cover Pool Information

28.2.2019

Covered Bond



Landsbankinn Covered Bonds report



Report date: 28/02/2019

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	110,676	37,459	148,136
Average Loan Balance	18	13	17
No. of Loans	6,160	2,809	8,969
No. of Borrowers	5,789	2,701	8,490
No. of Properties	5,766	2,699	8,465
WA LTV	50%	40%	48%
WA Seasoning (Years)	4.59	3.56	4.33
WA Remaining terms (Years)	32.09	28.34	31.14
WA Interest Rate	3.75%	6.18%	4.36%

*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	8,079	5%	1,190	13%
20-30	14,098	10%	1,185	13%
30-40	22,752	15%	1,484	17%
40-50	27,759	19%	1,584	18%
50-60	38,290	26%	1,929	22%
60-70	32,073	22%	1,404	16%
70-80	5,085	3%	193	2%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	148,136	100%	8,969	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	60,595	41%	3,431	38%
Höfuðborgarsvæðið	49,186	33%	2,584	29%
Norðurland eystra	10,150	7%	746	8%
Suðurland	9,113	6%	694	8%
Suðurnes	9,781	7%	692	8%
Vesturland	4,907	3%	364	4%
Vestfirðir	949	1%	122	1%
Austurland	2,255	2%	235	3%
Norðurland vestra	1,199	1%	101	1%
Total	148,136	100%	8,969	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	148,032	100%	8,960	100%
Other	104	0%	9	0%
Total	148,136	100%	8,969	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	145,077	98%	8,829	98%
1-30	2,322	2%	114	1%
31-60	737	0%	26	0%
61-90	0	0%	0	0%
More than 90	0	0%	0	0%
Total	148,136	100%	8,969	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	75,320	51%	4,003	45%
3-6	43,221	29%	2,847	32%
6-9	8,356	6%	681	8%
9-12	3,522	2%	262	3%
more than 12	17,718	12%	1,176	13%
Total	148,136	100%	8,969	100%

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	222	0%	63	1%
5-10	1,265	1%	194	2%
10-20	14,673	10%	1,393	16%
20-30	44,433	30%	2,740	31%
more than 30	87,543	59%	4,579	51%
Total	148,136	100%	8,969	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	116,802	79%	8,147	91%
30-60	30,449	21%	809	9%
60-90	884	1%	13	0%
more than 90	0	0%	0	0%
Total	148,136	100%	8,969	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1,437	1%	108	1%
5Y interest reset	4,783	3%	370	4%
Fixed	46,817	32%	2,792	31%
Floating	95,099	64%	5,699	64%
Total	148,136	100%	8,969	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	148,136
Cover Pool Eligible for Calculation - Number of Mortgages	8,969
Cash account linked to Cover Pool	1623
Total Issuance	120,334
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	147,692	113,160	100.00%	100.00%	34,532
Base	158,053	120,334	107.02%	106.34%	37,719
Risk free interest rate - downward shift	162,267	126,182	109.87%	111.51%	36,085
Risk free interest rate - upward shift	154,379	114,909	104.53%	101.55%	39,469
Adverse behavior	149,439	120,334	101.18%	106.34%	29,105
Consumer Price index - downward shift	157,454	119,875	106.61%	105.93%	37,578
Consumer Price index - upward shift	158,652	120,793	107.42%	106.75%	37,859

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

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