

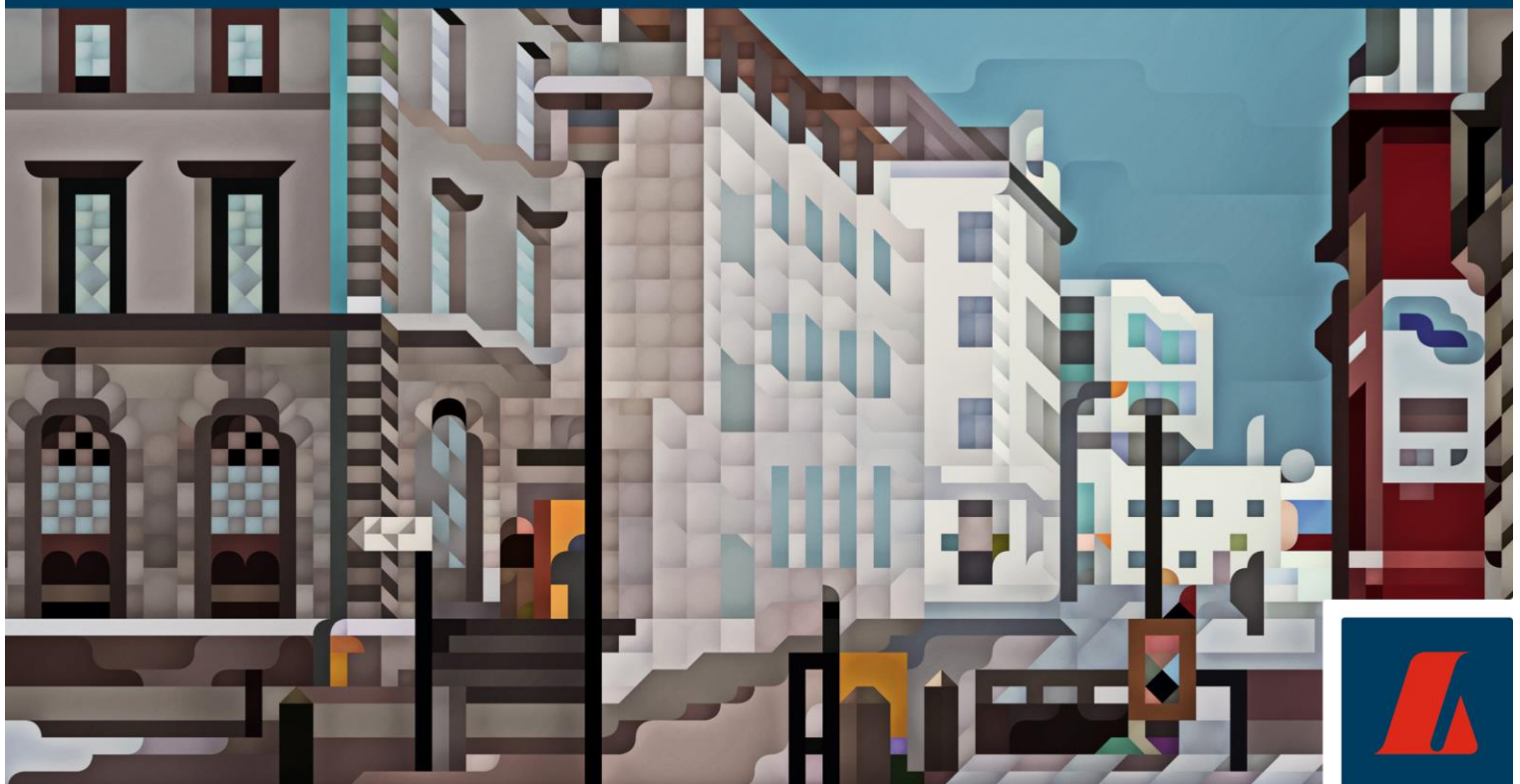
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# Cover Pool Information

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29.03.2019

Covered Bond



# Landsbankinn Covered Bonds report



Report date: 29/03/2019

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	115,746	38,312	154,058
Average Loan Balance	18	13	17
No. of Loans	6,319	2,839	9,158
No. of Borrowers	5,958	2,730	8,688
No. of Properties	5,932	2,729	8,661
WA LTV	52%	41%	49%
WA Seasoning (Years)	4.51	3.53	4.27
WA Remaining terms (Years)	32.23	28.53	31.31
WA Interest Rate	3.74%	6.17%	4.34%

\*Indexed mortgage linked to the consumer price index in Iceland as published by statistic Iceland (Hagstofa Íslands: [www.hagstofa.is](http://www.hagstofa.is)).

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	8,101	5%	1,193	13%
20-30	13,943	9%	1,176	13%
30-40	22,682	15%	1,483	16%
40-50	27,375	18%	1,562	17%
50-60	37,531	24%	1,885	21%
60-70	34,315	22%	1,489	16%
70-80	10,111	7%	370	4%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	61,824	40%	3,465	38%
Höfuðborgarsvæðið	50,984	33%	2,619	29%
Norðurland eystra	11,149	7%	786	9%
Suðurland	9,540	6%	712	8%
Suðurnes	10,677	7%	726	8%
Vesturland	5,170	3%	374	4%
Vestfirðir	1,031	1%	129	1%
Austurland	2,471	2%	246	3%
Norðurland vestra	1,212	1%	101	1%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	153,955	100%	9,149	100%
Other	103	0%	9	0%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	151,034	98%	9,021	99%
1-30	2,391	2%	113	1%
31-60	634	0%	24	0%
61-90	0	0%	0	0%
More than 90	0	0%	0	0%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	80,953	53%	4,174	46%
3-6	43,125	28%	2,847	31%
6-9	8,573	6%	703	8%
9-12	3,244	2%	227	2%
more than 12	18,163	12%	1,207	13%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	212	0%	60	1%
5-10	1,263	1%	194	2%
10-20	14,769	10%	1,398	15%
20-30	45,374	29%	2,759	30%
more than 30	92,440	60%	4,747	52%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	119,354	77%	8,254	90%
30-60	33,379	22%	884	10%
60-90	1,325	1%	20	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1,373	1%	103	1%
5Y interest reset	4,804	3%	370	4%
Fixed	48,095	31%	2,833	31%
Floating	99,786	65%	5,852	64%
<b>Total</b>	<b>154,058</b>	<b>100%</b>	<b>9,158</b>	<b>100%</b>

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	154,058
Cover Pool Eligible for Calculation - Number of Mortgages	9,158
Cash account linked to Cover Pool	1610
Total Issuance	125,111
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20%
Over Collateralisation	24%

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	153,580	117,060	100.00%	100.00%	36,520
Base	165,897	125,111	108.02%	106.88%	40,787
Risk free interest rate - downward shift	170,438	131,194	110.98%	112.07%	39,244
Risk free interest rate - upward shift	161,967	119,469	105.46%	102.06%	42,498
Adverse behavior	153,289	125,111	99.81%	106.88%	28,179
Consumer Price index - downward shift	165,265	124,638	107.61%	106.47%	40,627
Consumer Price index - upward shift	166,530	125,583	108.43%	107.28%	40,947

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