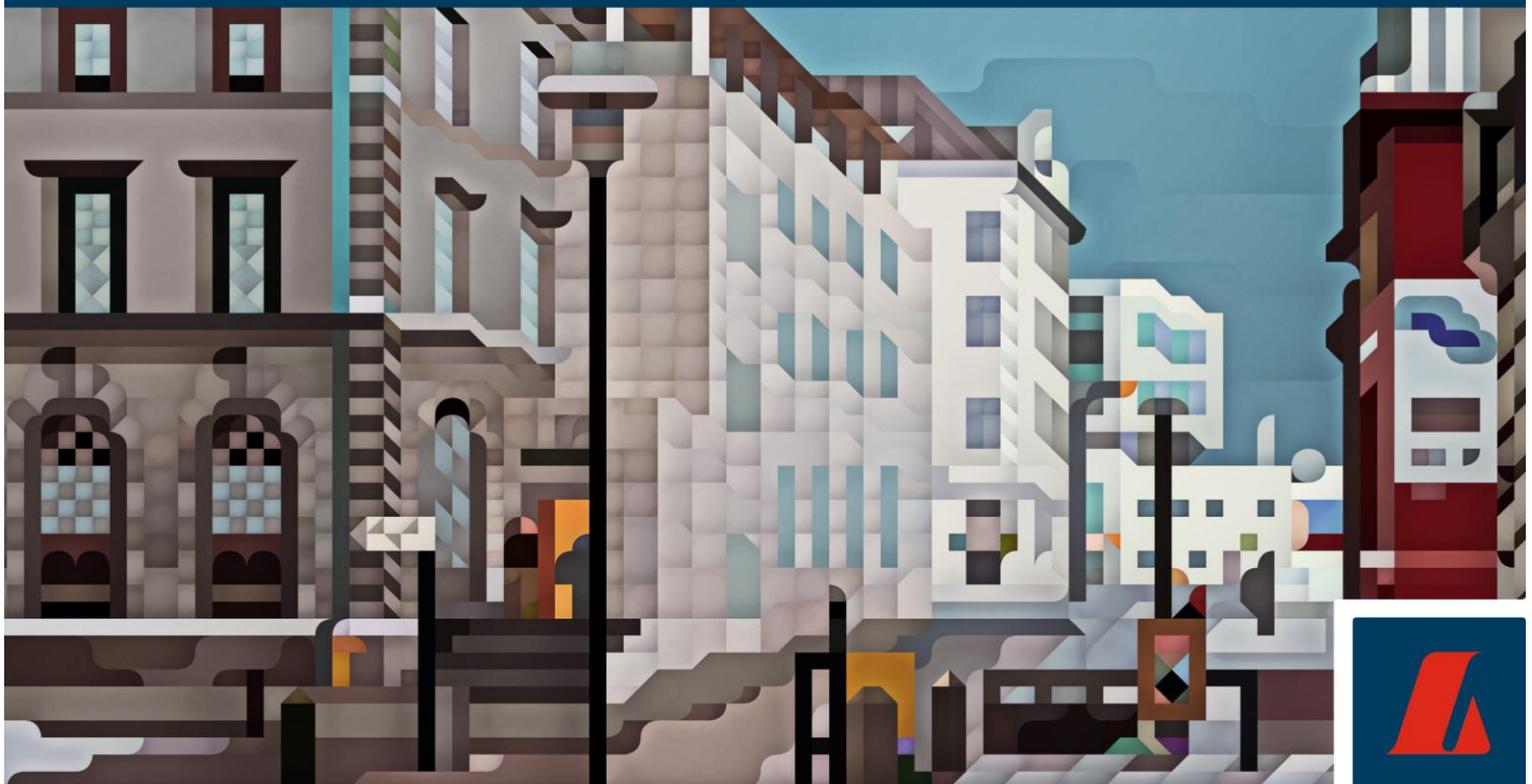

Cover Pool Information

30.04.2019

Covered Bond



Landsbankinn Covered Bonds report



Report date: 30/04/2019

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	114,908	41,517	156,424
Average Loan Balance	18	13	16
No. of Loans	6,439	3,116	9,555
No. of Borrowers	5,948	2,962	8,910
No. of Properties	5,916	2,954	8,870
WA LTV	52%	42%	49%
WA Seasoning (Years)	4.59	3.41	4.28
WA Remaining terms (Years)	32.11	28.59	31.17
WA Interest Rate	3.74%	6.16%	4.38%

*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	8,321	5%	1,286	13%
20-30	13,984	9%	1,196	13%
30-40	22,541	14%	1,493	16%
40-50	27,172	17%	1,603	17%
50-60	37,707	24%	1,979	21%
60-70	34,881	22%	1,562	16%
70-80	11,817	8%	436	5%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	156,424	100%	9,555	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	62,422	40%	3,593	38%
Höfuðborgarsvæðið	51,731	33%	2,720	28%
Norðurland eystra	11,367	7%	826	9%
Suðurland	9,688	6%	744	8%
Suðurnes	11,013	7%	762	8%
Vesturland	5,205	3%	393	4%
Vestfirðir	1,098	1%	142	1%
Austurland	2,634	2%	265	3%
Norðurland vestra	1,266	1%	110	1%
Total	156,424	100%	9,555	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	156,322	100%	9,546	100%
Other	103	0%	9	0%
Total	156,424	100%	9,555	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	153,040	98%	9,399	98%
1-30	2,818	2%	131	1%
31-60	136	0%	6	0%
61-90	431	0%	19	0%
More than 90	0	0%	0	0%
Total	156,424	100%	9,555	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	81,349	52%	4,257	45%
3-6	44,969	29%	3,095	32%
6-9	8,984	6%	747	8%
9-12	2,950	2%	210	2%
more than 12	18,173	12%	1,246	13%
Total	156,424	100%	9,555	100%

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	263	0%	73	1%
5-10	1,434	1%	251	3%
10-20	15,549	10%	1,613	17%
20-30	45,761	29%	2,800	29%
more than 30	93,417	60%	4,818	50%
Total	156,424	100%	9,555	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	121,091	77%	8,636	90%
30-60	34,053	22%	900	9%
60-90	1,280	1%	19	0%
more than 90	0	0%	0	0%
Total	156,424	100%	9,555	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	1,515	1%	115	1%
5Y interest reset	4,845	3%	378	4%
Fixed	49,168	31%	2,930	31%
Floating	100,896	65%	6,132	64%
Total	156,424	100%	9,555	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	156,424
Cover Pool Eligible for Calculation - Number of Mortgages	9,555
Cash account linked to Cover Pool	2515
Total Issuance	127,017
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20%
Over Collateralisation	25%

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	155,963	118,820	100.00%	100.00%	37,143
Base	167,469	126,379	107.38%	106.36%	41,090
Risk free interest rate - downward shift	172,004	132,499	110.29%	111.51%	39,505
Risk free interest rate - upward shift	163,542	120,703	104.86%	101.59%	42,839
Adverse behavior	154,607	126,379	99.13%	106.36%	28,228
Consumer Price index - downward shift	166,846	125,898	106.98%	105.96%	40,948
Consumer Price index - upward shift	168,092	126,860	107.78%	106.77%	41,232

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