

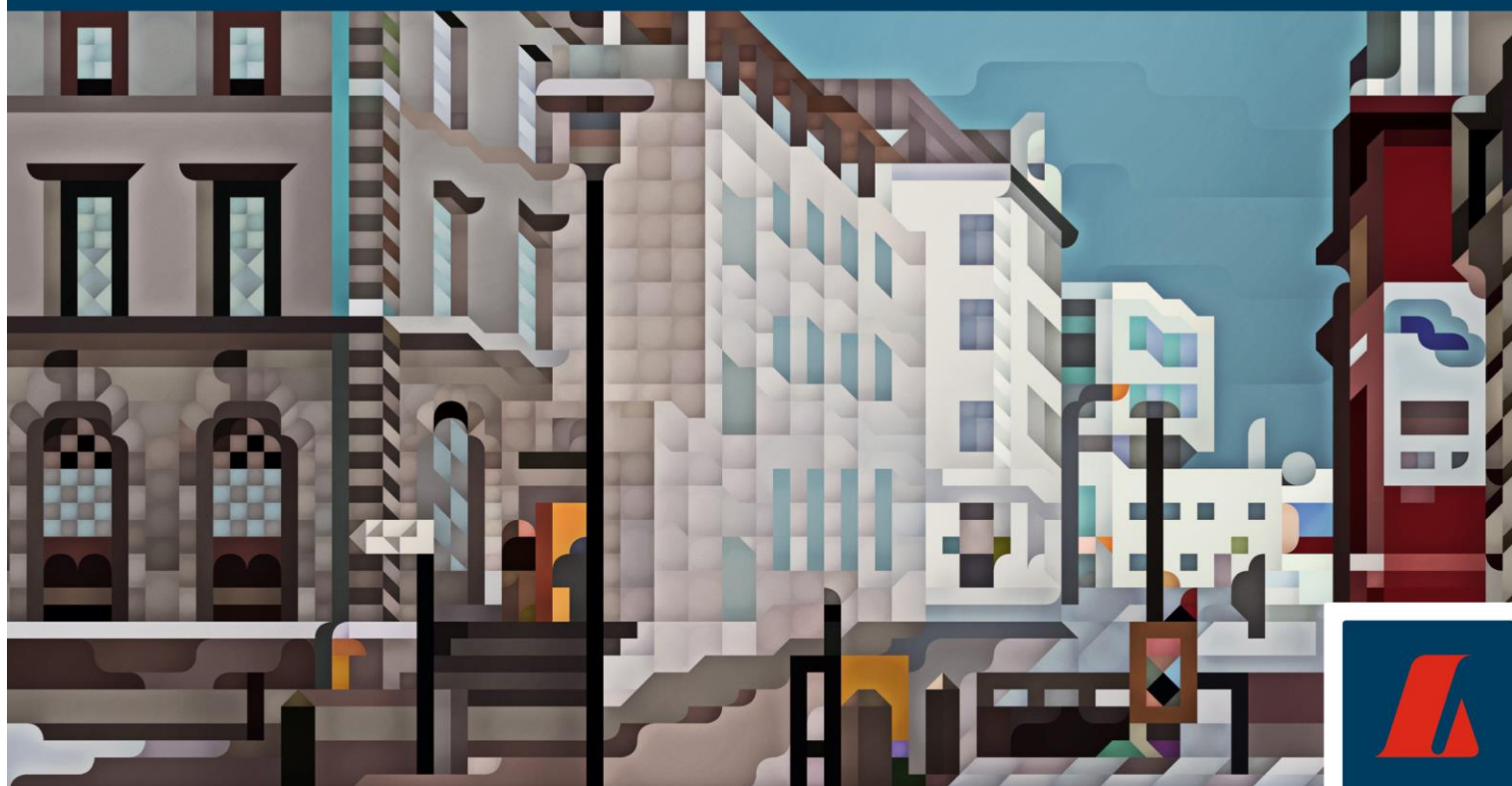
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# Cover Pool Information

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31.12.2019

Covered Bond



# Landsbankinn Covered Bonds report



Report date: 31.12.2019

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	125,268	52,974	178,241
Average Loan Balance	15	12	14
No. of Loans	8,142	4,397	12,539
No. of Borrowers	6,566	3,749	10,315
No. of Properties	6,494	3,709	10,203
WA LTV	51%	44%	49%
WA Seasoning (Years)	4.52	3.08	4.10
WA Remaining terms (Years)	31.61	28.81	30.77
WA Interest Rate	3.47%	5.62%	4.11%

\*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	9,404	5%	1,665	13%
20-30	16,267	9%	1,442	12%
30-40	24,968	14%	1,846	15%
40-50	32,694	18%	2,163	17%
50-60	41,120	23%	2,594	21%
60-70	46,804	26%	2,472	20%
70-80	6,985	4%	357	3%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	68,992	39%	4,407	35%
Höfuðborgarsvæðið	56,264	32%	3,340	27%
Norðurland eystra	13,801	8%	1,173	9%
Suðurland	11,867	7%	1,070	9%
Suðurnes	15,057	8%	1,199	10%
Vesturland	6,095	3%	548	4%
Vestfirðir	1,466	1%	240	2%
Austurland	3,122	2%	396	3%
Norðurland vestra	1,577	1%	166	1%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	178,128	100%	12,522	100%
Other	113	0%	17	0%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	175,337	98%	12,388	99%
1-30	997	1%	56	0%
31-60	1,513	1%	75	1%
61-90	395	0%	20	0%
More than 90	0	0%	0	0%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	95,126	53%	5,499	44%
3-6	53,770	30%	4,427	35%
6-9	10,380	6%	1,028	8%
9-12	789	0%	80	1%
more than 12	18,176	10%	1,505	12%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	551	0%	288	2%
5-10	2,572	1%	726	6%
10-20	19,634	11%	2,947	24%
20-30	47,267	27%	2,987	24%
more than 30	108,218	61%	5,591	45%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	135,045	76%	11,421	91%
30-60	41,638	23%	1,095	9%
60-90	1,559	1%	23	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	797	0%	65	1%
5Y interest reset	3,546	2%	324	3%
Fixed	54,358	30%	3,499	28%
Floating	119,541	67%	8,651	69%
<b>Total</b>	<b>178,241</b>	<b>100%</b>	<b>12,539</b>	<b>100%</b>

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	178,241
Cover Pool Eligible for Calculation - Number of Mortgages	12,539
Cash account linked to Cover Pool	2,152
Total Issuance	145,417
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	177,761	135,140	100.00%	100.00%	42,621
Base	185,106	144,906	104.13%	107.23%	40,200
Risk free interest rate - downward shift	188,904	152,375	106.27%	112.75%	36,529
Risk free interest rate - upward shift	181,755	137,958	102.25%	102.09%	43,796
Adverse behavior	167,277	144,906	94.10%	107.23%	22,371
Consumer Price index - downward shift	184,451	144,314	103.76%	106.79%	40,137
Consumer Price index - upward shift	185,761	145,498	104.50%	107.67%	40,263

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

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