

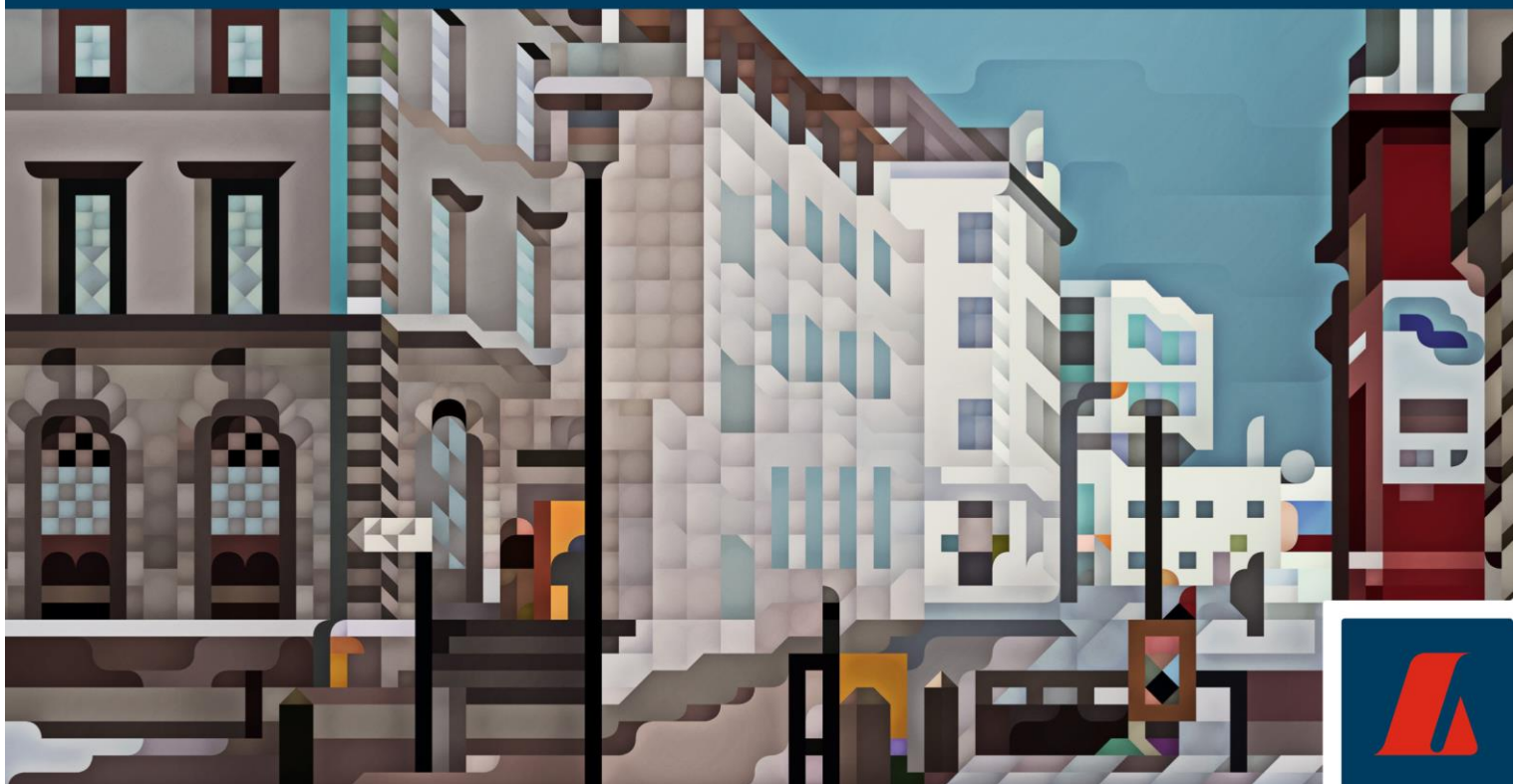
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# Cover Pool Information

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31.08.2020

Covered Bond



# Landsbankinn Covered Bonds report



Report date: 31.08.2020

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	134.324	82.268	216.591
Average Loan Balance	17	15	16
No. of Loans	7.812	5.632	13.444
No. of Borrowers	6.475	4.917	11.392
No. of Properties	6.395	4.866	11.261
WA LTV	55%	52%	54%
WA Seasoning (Years)	3,95	2,30	3,33
WA Remaining terms (Years)	32,08	30,89	31,63
WA Interest Rate	2,40%	4,10%	3,04%

\*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	8.932	4%	1.579	12%
20-30	14.113	7%	1.232	9%
30-40	24.637	11%	1.725	13%
40-50	28.960	13%	1.807	13%
50-60	36.719	17%	2.125	16%
60-70	63.012	29%	3.097	23%
70-80	40.219	19%	1.879	14%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	79.601	37%	4.511	34%
Höfuðborgarsvæðið	68.692	32%	3.509	26%
Norðurland eystra	16.104	7%	1.242	9%
Suðurland	16.006	7%	1.254	9%
Suðurnes	20.418	9%	1.449	11%
Vesturland	8.163	4%	591	4%
Vestfirðir	1.769	1%	261	2%
Austurland	3.730	2%	424	3%
Norðurland vestra	2.108	1%	203	2%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	216.512	100%	13.431	100%
Other	79	0%	13	0%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	214.741	99%	13.338	99%
1-30	552	0%	33	0%
31-60	1.111	1%	63	0%
61-90	187	0%	10	0%
More than 90	0	0%	0	0%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	133.772	62%	6.947	52%
3-6	56.320	26%	4.133	31%
6-9	13.051	6%	1.269	9%
9-12	729	0%	65	0%
more than 12	12.719	6%	1.030	8%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	496	0%	240	2%
5-10	2.806	1%	751	6%
10-20	21.077	10%	2.837	21%
20-30	45.620	21%	2.672	20%
more than 30	146.591	68%	6.944	52%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	151.295	70%	11.772	88%
30-60	61.707	28%	1.618	12%
60-90	3.590	2%	54	0%
more than 90	0	0%	0	0%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	201	0%	14	0%
5Y interest reset	1.805	1%	177	1%
Fixed	42.722	20%	2.601	19%
Floating	171.863	79%	10.652	79%
<b>Total</b>	<b>216.591</b>	<b>100%</b>	<b>13.444</b>	<b>100%</b>

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	216.591
Cover Pool Eligible for Calculation - Number of Mortgages	13.444
Cash account linked to Cover Pool	11.196
Total Issuance	183.315
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	216.187	166.980	100,00%	100,00%	49.207
Base	217.338	182.649	100,53%	109,38%	34.689
Risk free interest rate - downward shift	219.060	190.919	101,33%	114,34%	28.141
Risk free interest rate - upward shift	215.756	174.912	99,80%	104,75%	40.844
Adverse behavior	197.777	182.649	91,48%	109,38%	15.128
Consumer Price index - downward shift	216.665	181.985	100,22%	108,99%	34.680
Consumer Price index - upward shift	218.011	183.315	100,84%	109,78%	34.697

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

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