



Arion Bank Mortgages Institutional Investor Fund

Fund Monthly Asset Coverage Report For Period: January, 2012

Calculation Date: 1/30/2012

Principal Amount Outstanding of the Covered Bonds: ISK 127,481,927,424

Adjusted Aggregate Loan Amount: 90,183,019,466

$$aA+B+C+D-W = 131,214,254,572$$

where:

$$aA = 90,183,019,466$$

$$B = 33,738,026,527$$

$$C = 12,059,714,376$$

$$D = 0$$

$$W = -4,766,505,797$$

(where aA, B, C, D and W have the meaning given in clause 10.2 of the Fund Deed)

Asset Coverage Test: Passed