

# Arion Bank in brief

## 2019



### 0.6%

Return on equity



### 56.0%

Cost-to-income



### 24.0%

Capital adequacy ratio



Rating from S&P

Long term: BBB+

Short term: A-2

Outlook: Negative



Equal Pay  
Certification

THE  
ALLBRIGHT.

In 25th place out of  
333 listed in Sweden  
in gender equality

## Arion Bank

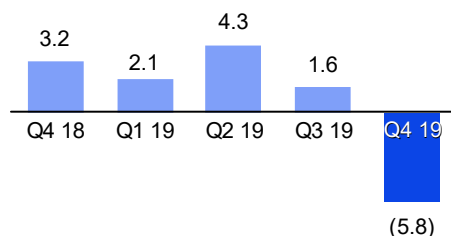
- Arion Bank is a leading universal relationship bank in Iceland which provides a full range of financial services.
- After a long period of strong economic growth the economy is slowing down. Despite the landing being softer than most expected outlook for this year has deteriorated due to slower growth in the export sectors.
- The balance sheet remains strong with an equal split between retail and corporate loans, high capital ratios and strong asset quality.
- Arion Bank is the leading bank in digital solutions on the Icelandic market. In 2019 the Bank launched seven customer facing digital solutions.
- Increased focus on profitability through capital optimization, improved credit quality, digital solutions and automation and organizational efficiencies.

## Key figures

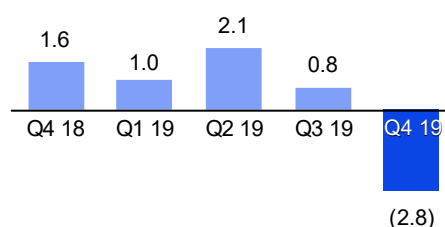
(ISK million)

	12M 2019	12M 2018
Net earnings	1,100	7,777
ROE	0.6%	3.7%
ROE continuing operations	7.2%	4.3%
Net interest margin	2.8%	2.8%
Cost to income ratio	56.0%	56.9%
	<b>31.12.2019</b>	<b>31.12.2018</b>
Total assets	1,081,855	1,164,327
Loans to customers	773,955	833,826
Deposits	492,916	466,067
Borrowings	304,745	417,782
Stage 3 gross	2.8%	2.6%
Leverage ratio	14.1%	14.2%
Number of employees	801	904
EUR/ISK	135.83	133.20

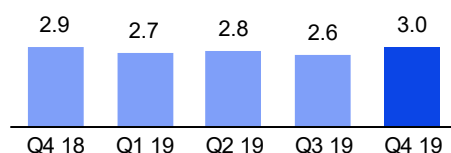
### Return on equity (%)



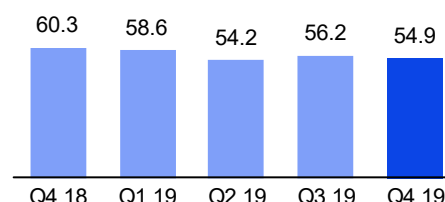
### Net earnings (ISK billion)



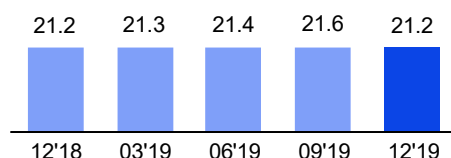
### Net interest margin (%)



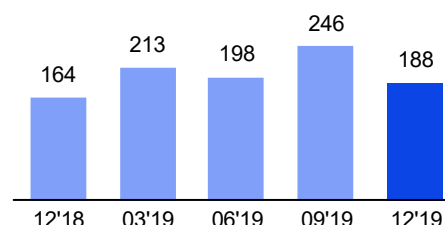
### Cost-to-income ratio (%)



### CET 1 ratio (%)



### LCR ratio (%)



## **Disclaimer**

This document has been prepared for information purposes only and should not be relied upon, or form the basis of any action or decision, by any person. Nothing in this document is, nor shall be relied on as, a promise or representation as to the future. In supplying this document, Arion Bank does not undertake any obligation to provide the recipient with access to any additional information or to update this document or to correct any inaccuracies herein which may become apparent.

The information relating to Arion Bank, its subsidiaries and associates and their respective businesses and assets contained in, or used in preparing, this document has not been verified or audited. Further, this document does not purport to provide a complete description of the matters to which it relates.

Some information may be based on assumptions or market conditions and may change without notice. Accordingly, no representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, forecasts, opinions and expectations contained in this document and no reliance should be placed on such information, forecasts, opinions and expectations. To the extent permitted by law, none of Arion Bank or any of their affiliates or advisers, any of their respective directors, officers or employees, or any other person, accepts any liability whatsoever for any loss howsoever arising from any use of this document or its contents or otherwise arising in connection with this document.

By accepting this document you agree to be bound by the foregoing instructions and limitations.