

Arion Bank in brief



30.09.2023



13.9%

Return on equity



41.4%

Cost-to-core income



19.4%

CET1 ratio



Rating from S&P

Long term: BBB

Short term: A-2

Outlook: Negative

Rating from Moody's

Long term: A3

Deposit rating: A2

Outlook: Stable



PRINCIPLES FOR RESPONSIBLE BANKING

- Arion Bank provides services to households, corporates, institutions and investors. The Bank has three business segments: Retail Banking, Corporate & Investment Banking (CIB), and Markets. The service offering is further augmented by the subsidiaries Stefnir and Vördur. Stefnir is an Icelandic fund management company, and Vördur is an insurance company providing non-life and life insurance
- Arion Bank plays an important role in the community through the financing of progressive and sustainable initiatives. Sustainability is a part of the Bank's day-to-day activities, its decision-making and processes
- The diverse service offering at Arion Bank means that the revenue base is broad and the loan portfolio is well diversified between retail and corporate customers
- The Bank is a market leader in digital solutions and innovation supported by the Bank's app, which has been awarded the best banking app in Iceland seven years in a row. Numerous new digital solutions have been launched in the past few years, enhancing service to customers and making the Bank's operations more efficient, which in the long term reduces operating expenses
- The Bank places a strong emphasis on customer experience, both in digital and face-to-face services, and meeting the financial needs of its customers via a customized product offering and quality financial services which contribute to the success of customers and society as a whole

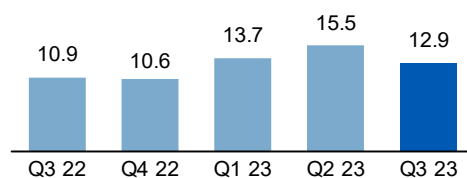
Key figures

(ISK m)

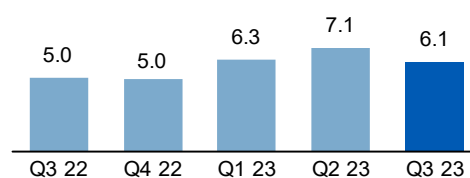
	9M 2023	9M 2022
Net earnings	19,513	20,993
ROE	13.9%	15.2%
Net interest margin	3.1%	3.1%
Cost to Core income ratio	41.4%	42.0%
Core operating income / REA	7.2%	6.9%

	30.09.2023	31.12.2022
Total assets	1,540,669	1,465,609
Loans to customers	1,143,473	1,084,757
Deposits	806,331	755,361
Borrowings	407,895	392,563
Total equity	192,560	187,956
Stage 3 gross	1.6%	1.2%
Leverage ratio	11.8%	11.8%
Number of employees	800	781
EUR/ISK	145.7	151.5

Return on equity (%)



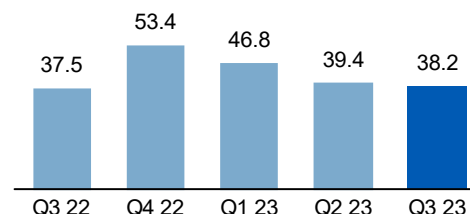
Net earnings (ISK billion)



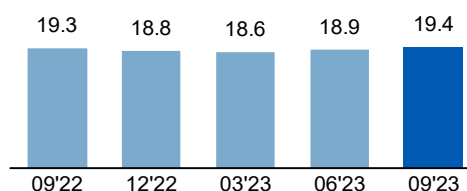
Net interest margin (%)



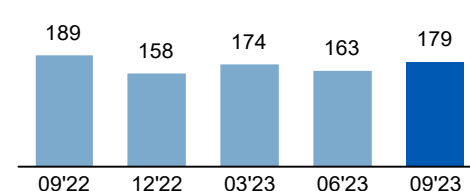
Cost-to-core income (%)



CET 1 ratio (%)



LCR ratio (%)



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