

ARION – Arion banki hf.

Q2 2026 Result Preview

Analyst: Alexander Jensen Hjalmarsson
Price data as of market close 17/07/2026
Report completed 19/07/2026 at 21:00 GMT
First disseminated 20/07/2026 at 08:40 GMT



Preview date	Reporting date	Rating	Target price	Target price date	Last close	Difference
20/07/2026	29/07/2026	BUY	ISK 291	24/11/2025	ISK 184,5	+58%

AKKUR View — Into Q2 2026

- › Realized inflation print in Q2 roughly 1,5% (roughly unchanged YoY) compared to ~2,5% in Q1 resulting in lower NII QoQ but higher YoY. NIM estimate at 3,40%, down 10bps YoY and 40bps QoQ.
- › Vörður combined ratio assumed at 88,9%, +950bps YoY.
- › AKKUR expects impairments to increase QoQ and YoY.

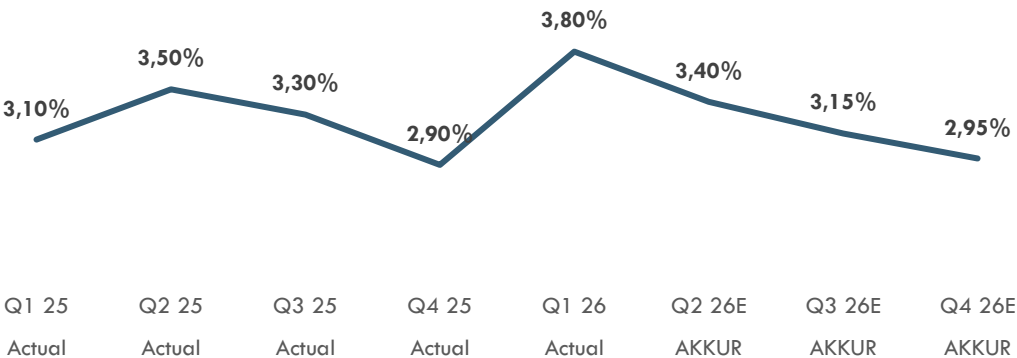
AKKUR Estimates – Q2 2026E

Key Figures	Actual	AKKUR		Consensus	Actual	AKKUR	
ISKm	Q2 25	Q2 26E	YoY %	Q2 26E	FY 2025	FY 2026E	YoY %
Net Interest Income (1)	14.200	14.625	+3,0%	15.016	52.542	57.726	+9,9%
NIM	3,50%	3,40%	-10 bps	3,49%	3,20%	3,35%	+15 bps
Net F&C Income (2)	4.553	3.992	-12,3%	4.127	17.147	16.019	-6,6%
Net Insurance Results (3)	1.066	554	-48,0%	763	2.111	1.570	-25,6%
Net Financial Income	179	394	+119,9%	316	1.075	1.770	+64,6%
Total Operating Income	21.322	19.665	-7,8%	20.381	78.391	77.499	-1,1%
Operating Expenses (4)	-6.697	-7.140	+6,6%	-7.199	-28.248	-30.291	+7,2%
Net Impairments	147	-1.190	n.m.	-946	-3.053	-3.997	+30,9%
Profit Before Tax	14.251	10.779	-24,4%	11.687	44.984	40.981	-8,9%
Net Income	10.267	7.605	-25,9%	8.285	32.526	29.593	-9,0%
Core PBT (1+2+3+4)	13.122	12.031	-8,3%	12.707	43.552	45.024	+3,4%
ROE	20,9%	14,9%	-600 bps	16,1%	15,3%	13,5%	-185 bps

Five Things to Watch

- NIM trajectory**3,40%E vs. 3,50% in Q2 2025; realized inflation plus CPI imbalance the key driver
- Net fees and commissions breakdown**Loan & guarantee, payments, investment banking, AM
- ROE**Last 6 quarters range from 11,7%-20,9%
- Vörður combined ratio**Claims trajectory and profitability
- CPI imbalance**Increased imbalance increases NIM volatility

NIM Trend



Consensus: mean of contributing analysts (Modular Finance, via Arion IR). AKKUR contributes and is the only individually published estimate.

All data from company annual/interim reports, Kodiak Excel and AKKUR estimates unless otherwise stated.

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