

# Interest Table | Deposits Individuals



Effective from 27 May 2026

	Monthly rate	Interest rate
<b>Current accounts</b>		
Payment Services account		0.25%
Debit accounts		
General account		0.25%
Fjall		0.25%
Drangi		0.25%
Jökull		0.25%
Tindur		0.25%
ISB Ung		0.25%
<b>Savings indexed</b>		
Future Plan <sup>1</sup>		2.30%
Indexed savings account <sup>2</sup>	1.49%	1.50%
Simple Save <sup>3</sup>	1.49%	1.50%
Pension account		1.70%
Holiday allowance		0.40%
<b>Savings non-indexed</b>		
↑ Loyalty savings outside loyalty services	6.70%	6.91%
↑ Loyalty savings Klettur	7.03%	7.26%
↑ Loyalty savings Fjall	7.23%	7.47%
↑ Loyalty savings Drangi	7.33%	7.58%
↑ Loyalty savings Jökull	7.43%	7.69%
↑ Loyalty savings Tindur	7.53%	7.80%
↑ Loyalty savings ISB Ung	7.03%	7.26%
↑ Digital savings account	6.70%	6.91%
↑ Instant Access		5.90%
↑ Home Saver account <sup>4</sup>		8.10%
↑ Sustainable Saving <sup>5</sup>		6.15%
↑ Pension account	7.35%	7.60%
↑ Sixty Plus <sup>6</sup>		
Initial step, below ISK 20,000,000	6.08%	6.25%
1st step, ISK 20,000,000 or more	6.13%	6.30%
↑ Interest Rise		
Initial step, below ISK 1,000,000	5.89%	6.05%
2nd step, balance ISK 1,000,000 - 4,999,999	5.94%	6.10%
3rd step, balance ISK 5,000,000 - 19,999,999	5.98%	6.15%
4th step, balance ISK 20,000,000 - 74,999,999	6.03%	6.20%
5th step, balance ISK 75,000,000 - 99,999,999	6.08%	6.25%
↑ Interest Rise 30 <sup>7</sup>		
Initial step, below ISK 5,000,000	6.50%	6.70%
1st step, balance ISK 5,000,000 - 19,999,999	6.60%	6.80%
2nd step, balance ISK 20,000,000 - 74,999,999	6.88%	7.10%
3rd step, balance ISK 75,000,000 - 1,000,000,000	7.07%	7.30%
Fixed Interest Account <sup>8</sup>		
3 months, balance ISK 100,000 - 1,000,000,000	7.34%	
6 months, balance ISK 100,000 - 1,000,000,000	7.30%	
12 months, balance ISK 100,000 - 1,000,000,000	7.15%	

Currency account rates are updated daily here.



### Mortgages

↑ Non-indexed mortgage	3 Year Fixed	5 Year Fixed
Base rate / Portion of loan with LTV below 50%	8.85%	8.75%
Interest margin for LTV above 50%*	1.10%	1.10%

\*The total loan is subject to a weighted margin, calculated as the weighted average of the portion of the loan with LTV below 50% at a 0% margin and the portion with LTV above 50% at a 1.10% margin.

See our mortgage calculator

*Example of a non-indexed loan with a first-priority mortgage, with the following loan-to-value ratio*

	3 Year Fixed	5 Year Fixed
50% LTV - 0.00% margin	8.85%	8.75%
60% LTV - 0.18% margin	9.03%	8.93%
70% LTV - 0.31% margin	9.16%	9.06%
80% LTV - 0.41% margin	9.26%	9.16%

*Example of a non-indexed loan with a second or subsequent-priority mortgage, with the following loan-to-value ratio*

	3 Year Fixed	5 Year Fixed
Up to 50% LTV	8.85%	8.75%
50%-80% LTV + 1.10% margin	9.95%	9.85%

↑ Tracker mortgages	Base rate*	Margin**	Interest rate
Portion of loan with LTV below 50%	7.75%	1.60%	9.35%
Portion of loan with LTV above 50%	7.75%	2.70%	10.45%

\*The base rate is equal to the Central Bank of Iceland's policy rate at any given time. Changes in interest rates come into effect five days after they are publicly announced.

\*\*The margin is fixed for one year at a time, as specified in the loan agreement. The initial margin is calculated based on the loan's LTV as of the loan date. Every year, a new margin is applied based on the LTV as of the rate review date. The total loan is subject to a weighted margin, calculated as the weighted average of the portion with LTV below 50% (currently 1.60%) and the portion with LTV above 50% (currently 2.70%).

See our mortgage calculator

*Example of a non-indexed loan with first-priority mortgage, with the following loan-to-value ratio (variable rates)*

	Interest rate
50% LTV - 1.60% margin	9.35%
60% LTV - 1.78% margin	9.53%
70% LTV - 1.91% margin	9.66%
80% LTV - 2.01% margin	9.76%

*Example of a non-indexed loan with a second or subsequent-priority mortgage, with the following loan-to-value ratio (variable rates)*

	Interest rate
Up to 50% LTV	9.35%
50% -80% LTV + 2.85% margin	10.45%



## Mortgages

↑ First-time buyer mortgages	Base rate*	Fixed margin	Interest rate
Non-indexed first-time buyer mortgage with LTV 80%-90%	7.75%	3.35%	11.10%

\*The base rate is equal to the Central Bank of Iceland's policy rate at any given time. Changes in interest rates come into effect five days after they are publicly announced.

[See our mortgage calculator](#)

Loans granted before 30.10.2025; new loans not issued	Interest rate
↑ Non-indexed mortgage variable rate	9.50%
↑ Non-indexed mortgage variable rate - additional loan	10.50%
↑ Non-indexed first-time buyer mortgage variable rate	11.10%

Indexed mortgage	5 Year Fixed
Base rate/portion of loan with LTV below 50%	4.55%
Interest margin for LTV above 50%*	1.25%

\*The total loan is subject to a weighted margin, calculated as the weighted average of the portion with LTV below 50% at a 0% margin and the portion with LTV above 50% at a 1.25% margin.

[See our mortgage calculator](#)

*Example of an indexed loan with a first-priority mortgage,*

*with the following loan-to-value ratio*

	5 Year Fixed
50% LTV - 0.00% margin	4.55%
60% LTV - 0.21% margin	4.76%
70% LTV - 0.36% margin	4.91%
80% LTV - 0.47% margin	5.02%

*Example of a non-indexed loan with a second or subsequent-priority mortgage,*

*with the following loan-to-value ratio*

	5 Year Fixed
Up to 50% LTV	4.55%
50%-80% LTV - 1.10% margin	5.80%

Loans granted before 30.10.2025; new loans not issued	Interest rate
Indexed mortgage variable rate	4.50%
Indexed mortgage variable rate - additional loan	5.60%
Indexed mortgage 5-year fixed rate, subject to rate review	4.55%
Indexed mortgage 5-year fixed rate, subject to rate review - additional loan	5.80%




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**Bond loans**


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↑ Non-indexed prime lending rate	10.65%
↑ Personal loan	
Personal loan - 1.15% margin	11.80%
Personal loan - 1.95% margin	12.60%
Personal loan - 3.90% margin	14.55%
Personal loan - 5.85% margin	16.50%
Indexed prime lending rate	6.25%

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**Arranged overdrafts**


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↑ Overdrafts	
General account	15.50%
Fjall	15.50%
Drangi	15.50%
Jökull	12.50%
Tindur	12.50%
ISB Ung	13.40%
Student account	11.60%
Payment Services account	15.50%

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**Payment cards**


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↑ Credit card Instalment Plans and revolving credit	15.50%
↑ Credit cards	15.50%

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**Definitions**


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*The interest table is presented subject to typographical errors.*

1. The account can be opened and deposits made at any time until the account holder turns 18.  
The total balance of the account is available for withdrawal on the account holders 18th birthday.  
The account will be closed after the first withdrawal following the lock-in period.
2. Withdrawals are subject to 90 days' notice.
3. Locked in for 36 months.
4. A fixed-term account for individuals aged 13-35 planning to buy property.  
The account will be closed after the first withdrawal.
5. An account for those who want to support sustainability and make a positive impact on society.
6. A savings account for individuals aged 60 or over.
7. Withdrawals are subject to 31 days' notice.
8. An account with fixed interest rates where you choose the lock-in period.

This is the English translation. The authoritative Icelandic text is available at [www.islandsbanki.is](http://www.islandsbanki.is).  
Should there be any discrepancies, the Icelandic version shall prevail.

Changes from the last interest rate table: ↑ increase ↓ decrease