

SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 27 January 2023

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Bloomberg Screen: SMHL <MTGE>



Summary

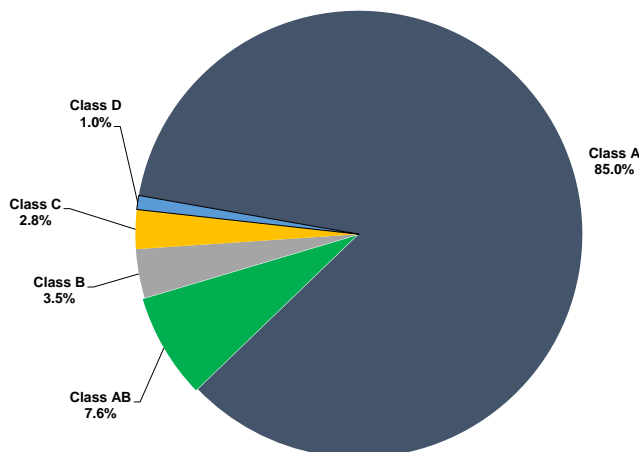
Fund: SMHL Series Securitisation Fund 2017-1
 Cut-Off Date: 17 January 2023
 Payment Date: 27 January 2023
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)
 Australia and New Zealand Banking Group Limited (ABN 11 005 357 522)
 Deutsche Bank AG, Sydney Branch (ABN 13 064 165 162)
 Westpac Banking Corporation (ABN 33 007 457 141)
 Arranger: National Australia Bank Limited (ABN 12 004 044 937)
 Trust Manager: Members Equity Bank Limited (ABN 56 070 887 679) ("ME")
 Security Trustee: Perpetual Trustee Company Limited (ABN 42 000 001 007)
 Liquidity Facility Provider: Members Equity Bank Limited (ABN 56 070 887 679) ("ME")
 Redraw Facility Provider: Members Equity Bank Limited (ABN 56 070 887 679) ("ME")
 Interest Rate Swap Provider: National Australia Bank Limited (ABN 12 004 044 937)
 Australia and New Zealand Banking Group Limited (ABN 11 005 357 522)
 Issue Date: 21 September 2017
 Legal Final Maturity Date: April 2049

Security Classes

Class Name :	A	AB	B	C	D	E
ISIN:	AU3FN0037677	AU3FN0037693	AU3FN0037719	AU3FN0037743	AU3FN0037768	AU3FN0037784
Rating Agency:	S&P / Moody's	S&P	S&P	S&P	S&P	
Rating:	AAA(sf) / Aaa(sf)	AAA(sf)	AA(sf)	A(sf)	BBB(sf)	NR
Currency:	AUD	AUD	AUD	AUD	AUD	AUD
Original Balance at Issue:	1,380,000,000.00	56,250,000.00	26,250,000.00	21,000,000.00	7,500,000.00	9,000,000.00
Base Rate:	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW
Margin above base rate:	0.98%	1.55%	2.15%	2.90%	3.80%	5.90%
Expected Average Life to call:	2.6 years	4.7 years	4.7 years	4.7 years	4.7 years	4.7 years
Distribution Frequency:	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
Coupon Type:	Floating	Floating	Floating	Floating	Floating	Floating
Principal payment type:	Pass Through	Pass Through	Pass Through	Pass Through	Pass Through	Pass Through

Bond Factors as at 27 January 2023

Fund:	0.12314252
Class A	0.11243319
Class AB	0.24629987
Class B	0.24629987
Class C	0.24629987
Class D	0.24629987
Class E	0.24629987



Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt	Coupon Rate	
				28 December 2022 27 January 2023	28 December 2022 27 January 2023	
Class A	160,183,973		5,026,171	155,157,801	525,973.95	3.995%
Class AB	14,303,165		448,797	13,854,368	53,666.26	4.565%
Class B	6,674,810		209,439	6,465,372	28,335.94	5.165%
Class C	5,339,848		167,551	5,172,297	25,960.44	5.915%
Class D	1,907,089		59,840	1,847,249	10,682.31	6.815%
Class E	2,288,506		71,808	2,216,699	16,768.80	8.915%
Total Portfolio	190,697,392		5,983,606	184,713,786	661,388	

European CRR invested amount (as per Article 405) \$ 11,569,652

Pool Details

Number of Loans	2,792
Average Loan Size	66,158
Maximum Loan Size	609,506
Weighted Average LVR	46.90%
Maximum LVR	199.64%
WA Seeding (months)	152
WA Term to Maturity (years)	16
Full Documentation Loans	100.00%
WA Interest Rate	6.55%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	15 December 2022 to 17 January 2023	17 November 2022 to 17 January 2023	21 September 2017 to 17 January 2023
Repayment Analysis			
Balance @ Determination Date	190,697,392	200,141,995	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(1,020,845)	(2,961,265)	(162,503,146)
Prepayments	(6,409,912)	(16,822,847)	(1,423,005,991)
Redraw Advances	1,447,151	4,355,902	270,222,923
Principal Draws / (Repayment of Principal Draws)	-	-	-
Closing Balance	184,713,786	184,713,786	184,713,786
CPR	27.25%	22.90%	28.40%
SMM	2.62%	2.14%	2.75%

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Current Position

Geographical Location

VIC	- Metro	39,644,649	21%
	- Non Metro	11,545,891	6%
NSW	- Metro	23,478,644	13%
	- Non Metro	13,449,534	7%
QLD	- Metro	12,800,852	7%
	- Non Metro	9,828,524	5%
SA	- Metro	7,634,229	4%
	- Non Metro	1,550,029	1%
WA	- Metro	31,444,228	17%
	- Non Metro	1,895,167	1%
TAS	- Metro	6,190,901	3%
	- Non Metro	4,257,881	2%
NT	- Metro	3,748,965	2%
	- Non Metro	336,641	0%
ACT	- Metro	16,907,650	9%
	- Non Metro	-	0%
TOTAL		184,713,786	100%

Loan Purpose ¹

Refinance	52,724,244	29%
Renovation	-	0%
Purchase	72,369,271	39%
Construction	7,397,938	4%
Equity Release	52,222,334	28%
TOTAL	184,713,786	100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	1,134,810	1%
>10 & <=15yrs	5,437,571	3%
>15 & <=20yrs	12,658,846	7%
>20 & <=25yrs	27,789,571	15%
>25yrs	137,692,988	74%
TOTAL	184,713,786	100%

Owner/Investment split ¹

Owner Occupied	153,148,430	83%
Investment	31,565,355	17%
TOTAL	184,713,786	100%

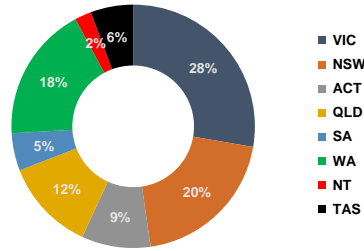
Interest Rate Exposure

> 8.00%	8,633,990	5%
> 7.00% & <= 8.00%	72,646,230	39%
> 6.00% & <= 7.00%	52,972,026	29%
> 5.00% & <= 6.00%	41,856,613	23%
<= 5.00%	8,604,928	4%
TOTAL	184,713,786	100%

Loan to Value Ratio

>95%	125,649	0%
>90% & <= 95%	536,460	0%
>85% & <= 90%	745,991	0%
>80% & <= 85%	1,999,410	1%
>75% & <= 80%	4,358,696	2%
>70% & <= 75%	9,221,583	5%
>65% & <= 70%	12,471,414	7%
>60% & <= 65%	13,183,471	7%
>55% & <= 60%	17,723,352	10%
>50% & <= 55%	14,833,357	8%
>45% & <= 50%	14,986,216	8%
>40% & <= 45%	14,889,984	8%
>35% & <= 40%	12,484,203	7%
>30% & <= 35%	13,462,419	7%
>25% & <= 30%	17,041,116	9%
<=25%	36,650,466	21%
TOTAL	184,713,786	100%

Geographical Location



Loan Security ²

House	159,393,272	86%
Land	-	0%
Apartment	5,112,797	3%
Unit	16,283,768	9%
Townhouse	2,655,472	1%
Other	1,268,477	1%
TOTAL	184,713,786	100%

Interest Option

Variable	184,713,786	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
TOTAL	184,713,786	100%

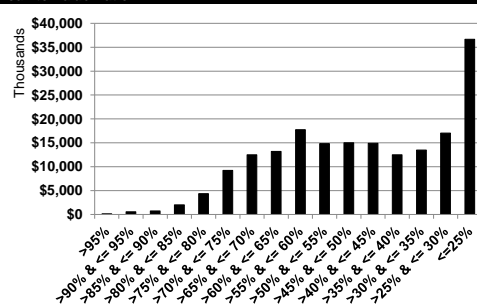
Mortgage Insurance

Genworth Financial	88,961,800	48%
HLIC Govt	-	0%
Uninsured	95,588,730	52%
QBE	163,256	0%
TOTAL	184,713,786	100%

Loan Size

>\$250,000	47,627,549	26%
>\$200,000 & <=\$250,000	26,390,604	14%
>\$150,000 & <=\$200,000	31,830,906	17%
>\$100,000 & <=\$150,000	32,681,732	18%
>\$50,000 & <=\$100,000	31,132,556	17%
<= \$50,000	15,050,439	8%
TOTAL	184,713,786	100%

Loan to Value Ratio



¹ - Due to a recent review of the classification of investor lending, the Bank has now agreed a definition of investor lending which will be applied across all areas of the Bank to undertake reporting, monitoring and analysis. The Bank has decided to move away from the historic "loan security" classification to a "loan purpose" classification. This classification is based upon each customer's advice to the Bank as to the purpose of the loan, and takes account that customers are unlikely to choose "investment" as an option when it's not the case, given the higher pricing attached to investment loans.

² - The Bank has also decided to move away from the "Primary Security" classification to a new methodology of determining the loan security by using the highest valued security property. This change will drive alignment across the investor reported data and RBA reporting requirements.

This change is effective from 1 March 2016. Feel free to contact Investor Reporting team to discuss the matter.

Arrears

	17 January 2023	15 December 2022	17 November 2022
30-59 days			
Number of loans	5	5	4
Outstanding Balance (\$)	904,002	564,876	931,173
% of Pool Outstanding Balance	0.49%	0.30%	0.48%
60-89 days			
Number of loans	4	3	2
Outstanding Balance (\$)	826,018	665,742	402,584
% of Pool Outstanding Balance	0.45%	0.35%	0.21%
90+ days			
Number of loans	13	15	18
Outstanding Balance (\$)	2,171,603	2,717,400	3,096,226
% of Pool Outstanding Balance	1.18%	1.42%	1.58%
TOTAL Delinquencies			
Number of loans	22	23	24
Outstanding Balance (\$)	3,901,623	3,948,018	4,429,983
% of Pool Outstanding Balance	2.11%	2.07%	2.26%
Pool Information			
Number of loans	2,792	2,828	2,876
Outstanding Balance (\$ m)	185	191	196

Repayment Holiday COVID-19

	17 January 2023	15 December 2022	17 November 2022
Number of loans	0	0	0
Outstanding Balance (\$)	0	0	0
% of Pool Outstanding Balance	0.00%	0.00%	0.00%

Foreclosure & Mortgage Insurance claims since Inception

	<u>Loan count</u>	<u>Amount</u>
Outstanding Balance of Defaulted Loans	8	1,572,705
Proceeds of sale	4	817,249
Loss on sale of property	2	28,273
Claims submitted to Insurer	1	102,273
Claims paid by Insurer	1	94,520
Unclaimed	0	0
Pending claim	0	0
Loss covered by Excess spread	1	7,883
Claims Reduced/Denied by Insurers	1	7,883

Any insured housing loan held by the fund is insured under one of the following:

- * master policy with the Commonwealth of Australia dated July 4th, 1994;
- * master policy with GE Mortgage Insurance Pty Limited (formerly Housing Loans Insurance Corporation Pty Limited (ACN 071 466 334) dated 12 Dec,1997;
- * master policy with GE Capital Mortgage Insurance Corporation (Australia) Pty Limited (ACN 081 488 440) and GE Mortgage Insurance Pty Limited (ACN 071 466 334) which is effective from October 25,1999.

For further details on the above mortgage insurance policies reference should be made to the Offering circular and the Transaction Documents. Please note that limitations and exclusions apply with the mortgage insurance policies, including timely payment cover' for a limited period.

Facilities & Reserve

Liquidity Facility

Opening Balance	1,879,800
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(54,378)
Closing Outstanding Balance	<u>1,825,422</u>

Notional Swaps

Notional Swaps Value	-
Notional Swap to Fixed Home Loans	0.00%

Neither Members Equity Bank Limited nor any associate of Members Equity Bank Limited (including ME Portfolio Management Limited) in any way stands behind the capital value and/or the performance of the Bonds or the assets of SMHL Securitisation Fund 2017-1. Members Equity Bank Limited does not stand behind the obligations of ME Portfolio Management Limited. The Bonds do not represent deposits or other liabilities of Members Equity Bank Limited or associates of Members Equity Bank Limited including ME Portfolio Management Limited. Members Equity Bank Limited does not guarantee the payment of interest or the repayment of principal due on the Bonds or the performance of the assets of SMHL Securitisation Fund 2017-1 (except to the limited extent provided in the transaction documents). The holding of the Bonds is subject to investment risk, including possible delays in repayment and loss of income and principal invested.

Current Position - SMHL SERIES SECURITISATION FUND 2017-1 CRD

Geographical Location		
VIC	- Metro	1,811,932 16%
	- Non Metro	990,381 9%
NSW	- Metro	2,003,098 17%
	- Non Metro	761,250 7%
QLD	- Metro	946,935 8%
	- Non Metro	499,251 4%
SA	- Metro	980,259 8%
	- Non Metro	- 0%
WA	- Metro	2,433,432 21%
	- Non Metro	- 0%
TAS	- Metro	249,743 2%
	- Non Metro	752,098 7%
NT	- Metro	- 0%
	- Non Metro	- 0%
ACT	- Metro	141,273 1%
	- Non Metro	- 0%
TOTAL		11,569,652 100%

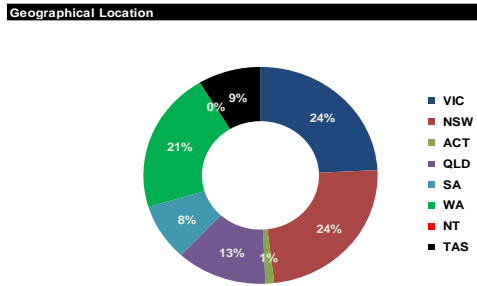
Loan Purpose ¹		
Refinance	4,480,596	39%
Renovation	-	0%
Purchase	4,982,105	43%
Construction	702,620	6%
Equity Release	1,404,331	12%
TOTAL	11,569,652	100%

Loan Term		
<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	124,650	1%
>15 & <=20yrs	391,082	3%
>20 & <=25yrs	2,092,245	18%
>25yrs	8,961,675	78%
TOTAL	11,569,652	100%

Owner/Investment split ¹		
Owner Occupied	8,912,350	77%
Investment	2,657,302	23%
TOTAL	11,569,652	100%

Interest Rate Exposure		
> 8.00%	350,342	3%
> 7.00% & <= 8.00%	1,020,473	9%
> 6.00% & <= 7.00%	2,807,610	24%
> 5.00% & <= 6.00%	2,016,381	17%
<= 5.00%	5,374,846	47%
TOTAL	11,569,652	100%

Loan to Value Ratio		
>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	334,670	3%
>75% & <= 80%	581,840	5%
>70% & <= 75%	391,390	3%
>65% & <= 70%	1,828,268	17%
>60% & <= 65%	2,480,997	21%
>55% & <= 60%	903,484	8%
>50% & <= 55%	156,821	1%
>45% & <= 50%	1,483,064	13%
>40% & <= 45%	356,135	3%
>35% & <= 40%	249,355	2%
>30% & <= 35%	650,619	6%
>25% & <= 30%	745,057	6%
<=25%	1,407,953	12%
TOTAL	11,569,652	100%

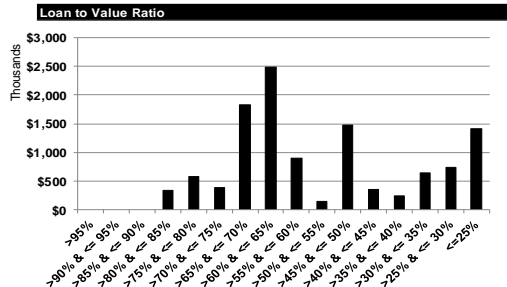


Loan Security ²		
House	9,165,093	79%
Land	-	0%
Apartment	1,127,120	10%
Unit	1,234,595	11%
Townhouse	-	0%
Other	42,843	0%
TOTAL	11,569,652	100%

Interest Option		
Variable	5,902,631	51%
Fixed <3 years	5,508,901	48%
Fixed >3 years	158,121	1%
TOTAL	11,569,652	100%

Mortgage Insurance		
Genworth Financial	3,734,510	32%
HLIC Govt	-	0%
Uninsured	7,835,142	68%
QBE	-	0%
TOTAL	11,569,652	100%

Loan Size		
>\$250,000	5,205,665	45%
>\$200,000 & <\$250,000	692,654	6%
>\$150,000 & <\$200,000	2,143,254	19%
>\$100,000 & <\$150,000	1,162,681	10%
>\$50,000 & <\$100,000	1,846,843	16%
<= \$50,000	518,554	4%
TOTAL	11,569,652	100%



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2 - The Bank has also decided to move away from the "Primary Security" classification to a new methodology of determining the main security by using the highest valued security property. This change will drive alignment across the investor reported data and RBA reporting requirements.

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