

SMHL SERIES SECURITISATION FUND 2017-1



SMHL[®]

Monthly Investment Report as at 26 July 2022

Contact: Investor Reporting
Phone: +61 3 9708 3113
Email: me.investorreporting@mebank.com.au
Website: mebank.com.au
Bloomberg Screen: SMHL <MTGE>

Summary

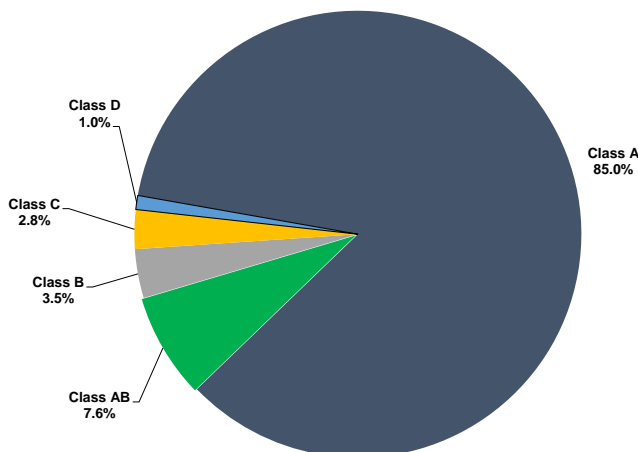
Fund: SMHL Series Securitisation Fund 2017-1
 Cut-Off Date: 15 July 2022
 Payment Date: 26 July 2022
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)
 Australia and New Zealand Banking Group Limited (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 26 July 2022

Fund:	0.15023102
Class A	0.13716589
Class AB	0.30048013
Class B	0.30048013
Class C	0.30048013
Class D	0.30048013
Class E	0.30048017



Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt	Coupon Rate
				27 June 2022 26 July 2022	27 June 2022 26 July 2022
Class A	200,816,451	11,527,530	189,288,921	331,869.82	2.080%
Class AB	17,931,325	1,029,317	16,902,007	37,754.04	2.650%
Class B	8,367,952	480,348	7,887,603	21,607.66	3.250%
Class C	6,694,361	384,279	6,310,083	21,275.23	4.000%
Class D	2,390,843	137,242	2,253,601	9,307.91	4.900%
Class E	2,869,012	164,690	2,704,321	15,956.42	7.000%
Total Portfolio	239,069,944	13,723,407	225,346,537	437,771	

European CRR invested amount (as per Article 405) \$ 13,326,248

Pool Details

Number of Loans	3,151
Average Loan Size	71,516
Maximum Loan Size	744,188
Weighted Average LVR	46.55%
Maximum LVR	184.11%
WA Seeding (months)	145
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	4.89%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	16 June 2022 to 15 July 2022	17 May 2022 to 15 July 2022	21 September 2017 to 15 July 2022
Repayment Analysis			
Balance @ Determination Date	239,069,944	258,500,261	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(987,887)	(3,409,105)	(156,530,701)
Prepayments	(14,505,622)	(34,624,055)	(1,379,551,377)
Redraw Advances	1,770,101	4,879,436	261,428,615
Principal Draws / (Repayment of Principal Draws)	-	-	-
Closing Balance	225,346,537	225,346,537	225,346,537
CPR	48.30%	38.99%	28.36%
SMM	5.35%	4.03%	2.74%

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Current Position

Geographical Location

VIC	- Metro	49,159,654	22%
	- Non Metro	14,025,177	6%
NSW	- Metro	26,747,652	12%
	- Non Metro	15,594,078	7%
QLD	- Metro	16,242,073	7%
	- Non Metro	11,042,126	5%
SA	- Metro	10,185,430	5%
	- Non Metro	1,562,144	1%
WA	- Metro	40,962,999	18%
	- Non Metro	2,021,369	1%
TAS	- Metro	7,277,359	3%
	- Non Metro	4,937,045	2%
NT	- Metro	4,362,564	2%
	- Non Metro	351,773	0%
ACT	- Metro	20,875,095	9%
	- Non Metro	-	0%
TOTAL		225,346,537	100%

Loan Purpose ¹

Refinance	65,613,881	29%
Renovation	-	0%
Purchase	89,700,974	40%
Construction	9,448,080	4%
Equity Release	60,583,602	27%
TOTAL	225,346,537	100%

Loan Term

<=5 yrs	52,611	0%
>5 & <=10yrs	1,514,984	1%
>10 & <=15yrs	6,564,135	3%
>15 & <=20yrs	14,656,270	7%
>20 & <=25yrs	34,424,305	15%
>25yrs	168,134,232	74%
TOTAL	225,346,537	100%

Owner/Investment split ¹

Owner Occupied	183,780,055	82%
Investment	41,566,482	18%
TOTAL	225,346,537	100%

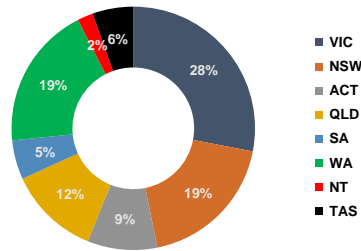
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	15,546,279	7%
> 5.00% & <= 6.00%	95,991,262	43%
<= 5.00%	113,808,996	50%
TOTAL	225,346,537	100%

Loan to Value Ratio

>95%	844,555	0%
>90% & <= 95%	542,404	0%
>85% & <= 90%	966,558	0%
>80% & <= 85%	2,674,833	1%
>75% & <= 80%	7,384,546	3%
>70% & <= 75%	10,747,128	5%
>65% & <= 70%	18,516,853	8%
>60% & <= 65%	19,010,506	8%
>55% & <= 60%	20,207,155	9%
>50% & <= 55%	18,679,044	8%
>45% & <= 50%	16,916,443	8%
>40% & <= 45%	18,744,785	8%
>35% & <= 40%	15,506,122	7%
>30% & <= 35%	15,439,765	7%
>25% & <= 30%	18,695,849	8%
<=25%	40,469,989	20%
TOTAL	225,346,537	100%

Geographical Location



Loan Security ²

House	190,679,705	84%
Land	-	0%
Apartment	7,279,993	3%
Unit	21,985,209	10%
Townhouse	3,848,634	2%
Other	1,552,995	1%
TOTAL	225,346,537	100%

Interest Option

Variable	214,912,716	95%
Fixed <3 years	10,433,821	5%
Fixed >3 years	-	0%
TOTAL	225,346,537	100%

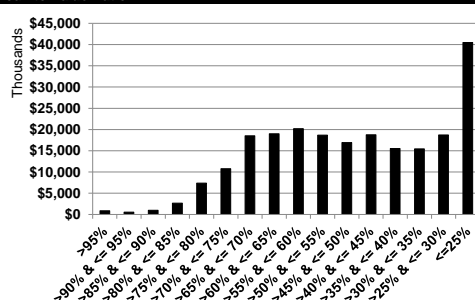
Mortgage Insurance

Genworth Financial	112,972,636	50%
HLIC Govt	-	0%
Uninsured	112,105,431	50%
QBE	268,470	0%
TOTAL	225,346,537	100%

Loan Size

>\$250,000	61,769,608	28%
>\$200,000 & <=\$250,000	31,490,487	14%
>\$150,000 & <=\$200,000	40,392,668	18%
>\$100,000 & <=\$150,000	37,092,238	16%
>\$50,000 & <=\$100,000	37,059,122	16%
<= \$50,000	17,542,413	8%
TOTAL	225,346,537	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

	15 July 2022	16 June 2022	17 May 2022
30-59 days			
Number of loans	6	9	6
Outstanding Balance (\$)	849,006	1,855,976	1,367,713
% of Pool Outstanding Balance	0.38%	0.78%	0.55%
60-89 days			
Number of loans	4	4	10
Outstanding Balance (\$)	1,434,879	1,255,219	2,356,732
% of Pool Outstanding Balance	0.64%	0.53%	0.95%
90+ days			
Number of loans	24	24	25
Outstanding Balance (\$)	3,432,415	3,590,172	3,753,490
% of Pool Outstanding Balance	1.52%	1.50%	1.52%
TOTAL Delinquencies			
Number of loans	34	37	41
Outstanding Balance (\$)	5,716,300	6,701,367	7,477,935
% of Pool Outstanding Balance	2.54%	2.80%	3.02%
Pool Information			
Number of loans	3,151	3,251	3,315
Outstanding Balance (\$ m)	225	239	248

Repayment Holiday COVID-19

	16 June 2022	16 June 2022	17 May 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

	Loan count	Amount
Outstanding Balance of Defaulted Loans	7	1,507,028
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	2,354,873
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(135,678)
Closing Outstanding Balance	<u>2,219,195</u>

Notional Swaps

Notional Swaps Value	17,500,000
Notional Swap to Fixed Home Loans	167.72%

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	1,912,387	14%
	- Non Metro	1,132,519	9%
NSW	- Metro	2,144,948	16%
	- Non Metro	1,427,121	11%
QLD	- Metro	1,019,803	8%
	- Non Metro	666,150	5%
SA	- Metro	1,201,311	9%
	- Non Metro	-	0%
WA	- Metro	2,602,685	20%
	- Non Metro	-	0%
TAS	- Metro	262,486	2%
	- Non Metro	696,466	5%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	260,371	2%
	- Non Metro	-	0%
TOTAL		13,326,248	100%

Loan Purpose ¹

Refinance	4,655,205	35%
Renovation	-	0%
Purchase	6,140,213	46%
Construction	665,904	5%
Equity Release	1,864,925	14%
TOTAL	13,326,248	100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	136,473	1%
>15 & <=20yrs	607,174	5%
>20 & <=25yrs	2,346,177	18%
>25yrs	10,236,423	76%
TOTAL	13,326,248	100%

Owner/Investment split ¹

Owner Occupied	10,004,993	75%
Investment	3,321,255	25%
TOTAL	13,326,248	100%

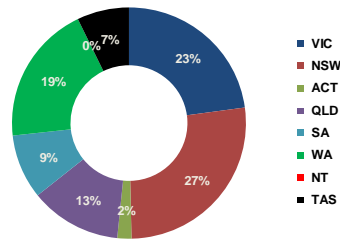
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	499,937	4%
> 5.00% & <= 6.00%	1,461,466	11%
<= 5.00%	11,364,845	85%
TOTAL	13,326,248	100%

Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	593,549	4%
>75% & <= 80%	322,967	2%
>70% & <= 75%	908,128	6%
>65% & <= 70%	2,721,580	20%
>60% & <= 65%	1,300,914	10%
>55% & <= 60%	1,974,260	15%
>50% & <= 55%	478,712	4%
>45% & <= 50%	1,407,484	11%
>40% & <= 45%	224,396	2%
>35% & <= 40%	127,857	1%
>30% & <= 35%	666,166	5%
>25% & <= 30%	477,860	4%
<=25%	2,122,374	16%
TOTAL	13,326,248	100%

Geographical Location



Loan Security ²

House	10,688,243	80%
Land	-	0%
Apartment	1,365,303	10%
Unit	1,271,947	10%
Townhouse	-	0%
Other	754	0%
TOTAL	13,326,248	100%

Interest Option

Variable	6,265,926	47%
Fixed <3 years	6,902,495	52%
Fixed >3 years	157,826	1%
TOTAL	13,326,248	100%

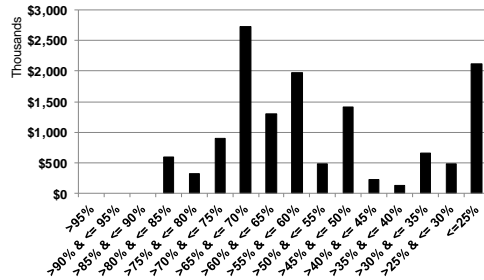
Mortgage Insurance

Genworth Financial	3,760,962	28%
HLIC Govt	-	0%
Uninsured	9,565,285	72%
QBE	-	0%
TOTAL	13,326,248	100%

Loan Size

>\$250,000	6,257,648	47%
>\$200,000 & <\$250,000	455,148	3%
>\$150,000 & <\$200,000	2,226,215	17%
>\$100,000 & <\$150,000	1,814,225	14%
>\$50,000 & <\$100,000	2,111,956	16%
<= \$50,000	461,054	3%
TOTAL	13,326,248	100%

Loan to Value Ratio



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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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