

SMHL SERIES SECURITISATION FUND 2016-1



SMHL[®]

Monthly Investment Report as at 26 April 2021

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Bloomberg Screen: SMHL <MTGE>

Summary

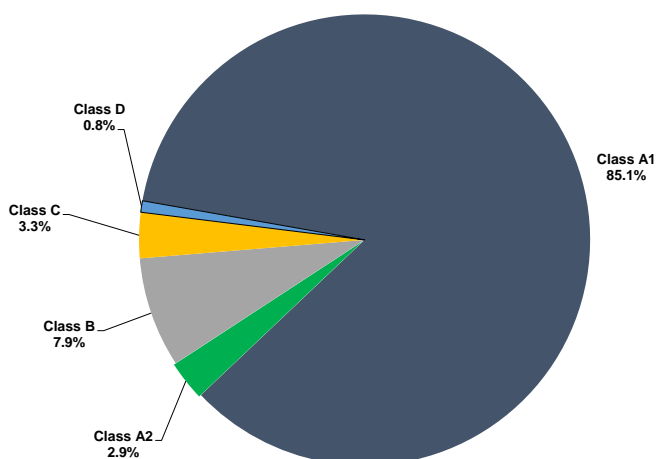
Fund: SMHL Series Securitisation Fund 2016-1
 Cut-Off Date: 19 April 2021
 Payment Date: 26 April 2021
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2016-1
 Joint Lead Managers: Westpac Banking Corporation (ABN 33 007 457 141)
 Macquarie Bank Limited (ABN 46 008 583 542)
 Commonwealth Bank of Australia (ABN 48 123 123 124)
 National Australia Bank Limited (ABN 12 004 044 937)
 National Australia Bank Limited (ABN 12 004 044 937)
 ME Portfolio Management Limited (ABN 79 005 964 134)
 Perpetual Trustee Company Limited (ABN 42 000 001 007)
 Members Equity Bank Limited
 Members Equity Bank Limited
 Members Equity Bank Limited
 Arranger: Australia and New Zealand Banking Group Limited
 Trust Manager: National Australia Bank Limited (ABN 12 004 044 937)
 Security Trustee: Perpetual Trustee Company Limited (ABN 42 000 001 007)
 Liquidity Facility Provider: Members Equity Bank Limited
 Payment Facility Provider: Members Equity Bank Limited
 Redraw Facility Provider: Members Equity Bank Limited
 Interest Rate Swap Provider: Australia and New Zealand Banking Group Limited
 National Australia Bank Limited (ABN 12 004 044 937)
 Issue Date: 24 October 2016
 Legal Final Maturity Date: April 2048

Security Classes

Class Name :	A1	A2	B	C	D	E
ISIN:	AU3FN0032785	AU3FN0032793	AU3FN0032801	AU3FN0032819	AU3FN0032827	AU3FN0032835
Rating Agency:	S&P / Moody's	S&P	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	46,500,000.00	43,500,000.00	18,000,000.00	4,500,000.00	7,500,000.00
Base Rate:	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW	1 month BBSW
Margin above base rate:	1.18%	1.75%	2.50%	3.15%	4.15%	6.15%
Expected Average Life to call:	2.7 years	2.7 years	5.6 years	5.6 years	5.6 years	5.6 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 April 2021

Fund:	0.19205552
Class A1	0.17535444
Class A2	0.17535444
Class B	0.51619288
Class C	0.51619288
Class D	0.51619288
Class E	0.51619288



Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt		Coupon Rate
				26 March 2021	26 April 2021	26 March 2021
						26 April 2021
Class A1	250,095,986.50	8,106,866	241,989,120.87	252,768.24		1.190%
Class A2	8,427,147.37	273,166	8,153,981.25	12,596.85		1.760%
Class B	23,206,633.62	752,243	22,454,390.20	49,471.46		2.510%
Class C	9,602,744.95	311,273	9,291,471.81	25,772.19		3.160%
Class D	2,400,686.24	77,818	2,322,867.95	8,481.99		4.160%
Class E	4,001,143.73	129,697	3,871,446.59	20,933.11		6.160%
Total Portfolio	297,734,342	9,651,064	288,083,279	370,024		

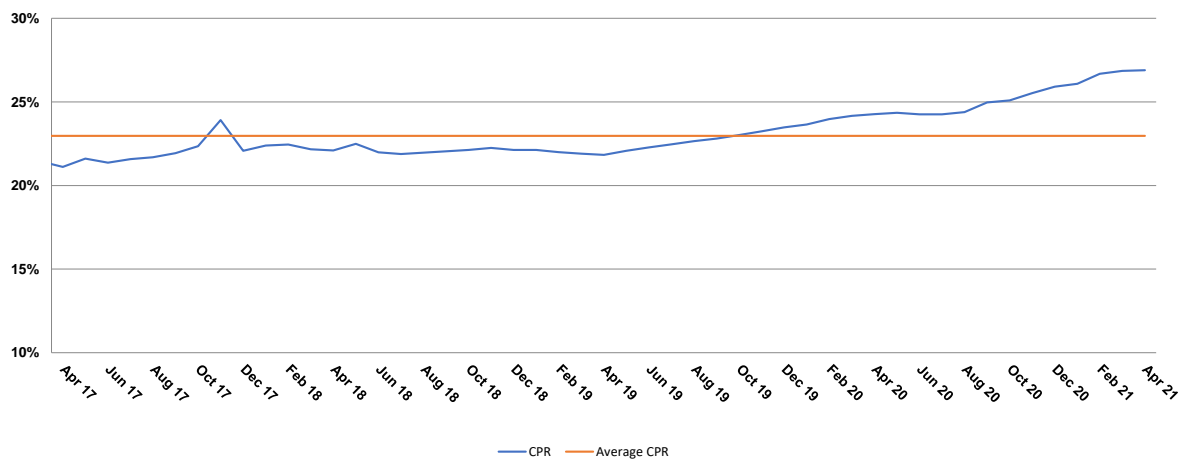
European CRR invested amount (as per Article 405) \$ 19,485,606.02

Pool Details

Number of Loans	3,397
Average Loan Size	84,805
Maximum Loan Size	798,601
Weighted Average LVR	51.71%
Maximum LVR	116.02%
WA Seeding (months)	126
WA Term to Maturity (years)	18
Full Documentation Loans	100.00%
WA Interest Rate	3.91%

Principal Collections & Prepayment Analysis

Repayment Analysis	Monthly	Quarterly	Since inception
	19 March 2021 to 19 April 2021	19 February 2021 to 19 April 2021	24 October 2016 to 19 April 2021
Balance @ Determination Date	297,734,342	330,579,348	1,500,000,000
Substitution	-	-	-
Bond uplift / Redemption	-	-	-
Scheduled Repayments	(1,218,293)	(3,760,823)	(144,217,382)
Prepayments	(12,572,238)	(50,401,418)	(1,295,334,774)
Redraw Advances	4,139,468	11,666,171	227,635,435
Closing Balance	288,083,279	288,083,279	288,083,279
CPR*	29.26%	39.48%	26.89%
SMM	2.84%	4.10%	2.58%



Current Position

Geographical Location

VIC	- Metro	60,863,543	21%
	- Non Metro	16,623,154	6%
NSW	- Metro	30,165,444	10%
	- Non Metro	20,849,499	7%
QLD	- Metro	29,328,690	10%
	- Non Metro	18,239,279	6%
SA	- Metro	13,093,447	5%
	- Non Metro	419,067	0%
WA	- Metro	50,323,269	17%
	- Non Metro	3,124,764	1%
TAS	- Metro	9,359,829	3%
	- Non Metro	6,016,676	2%
NT	- Metro	3,559,315	1%
	- Non Metro	-	0%
ACT	- Metro	26,117,305	9%
	- Non Metro	-	0%
TOTAL		288,083,279	100%

Loan Purpose¹

Refinance	84,716,405	29%
Renovation	5,507,071	2%
Purchase	112,261,761	39%
Construction	10,753,462	4%
Other	74,844,579	26%
TOTAL	288,083,279	100%

Loan Term

<=5 yrs	100,159	0%
>5 & <=10yrs	1,415,584	0%
>10 & <=15yrs	11,661,244	4%
>15 & <=20yrs	15,042,760	5%
>20 & <=25yrs	48,940,714	17%
>25yrs	210,922,817	74%
TOTAL	288,083,279	100%

Owner/Investment split¹

Owner Occupied	214,054,775	74%
Investment	74,028,503	26%
TOTAL	288,083,279	100%

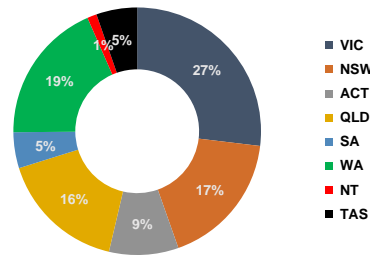
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	26,543,993	9%
<= 5.00%	261,539,286	91%
TOTAL	288,083,279	100%

Loan to Value Ratio

>95%	2,057,344	1%
>90% & <= 95%	2,401,624	1%
>85% & <= 90%	5,822,513	2%
>80% & <= 85%	9,704,377	3%
>75% & <= 80%	19,338,697	7%
>70% & <= 75%	27,350,357	9%
>65% & <= 70%	26,077,187	9%
>60% & <= 65%	23,351,139	8%
>55% & <= 60%	20,552,406	7%
>50% & <= 55%	23,559,336	8%
>45% & <= 50%	16,946,263	6%
>40% & <= 45%	22,846,621	8%
>35% & <= 40%	16,490,416	6%
>30% & <= 35%	17,942,196	6%
>25% & <= 30%	14,582,073	5%
<=25%	39,060,731	14%
TOTAL	288,083,279	100%

Geographical Location



Loan Security²

House	237,960,409	83%
Land	26,789	0%
Apartment	10,869,292	4%
Unit	32,540,250	11%
Townhouse	6,525,378	2%
Other	161,160	0%
TOTAL	288,083,279	100%

Interest Option

Variable	247,191,427	86%
Fixed <3 years	40,891,851	14%
Fixed >3 years	-	0%
TOTAL	288,083,279	100%

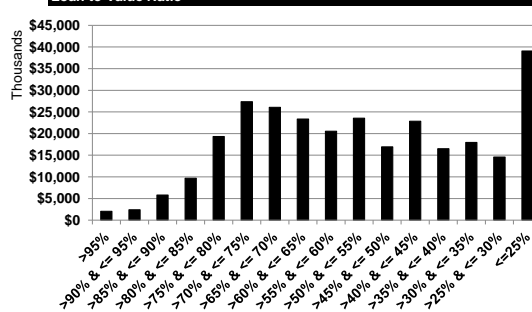
Mortgage Insurance

Genworth Financial	172,271,456	60%
HLIC Govt	38,060	0%
Uninsured	115,773,762	40%
QBE	-	0%
TOTAL	288,083,279	100%

Loan Size

>\$250,000	104,158,691	37%
>\$200,000 & <=\$250,000	39,650,017	14%
>\$150,000 & <=\$200,000	41,704,113	14%
>\$100,000 & <=\$150,000	43,528,761	15%
>\$50,000 & <=\$100,000	38,726,765	13%
<= \$50,000	20,314,933	7%
TOTAL	288,083,279	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 is 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 main 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

	19 April 2021	19 March 2021	19 February 2021
30-59 days			
Number of loans	20	11	14
Outstanding Balance (\$)	3,342,445	2,111,879	2,478,242
% of Pool Outstanding Balance	1.16%	0.71%	0.80%
60-89 days			
Number of loans	8	7	8
Outstanding Balance (\$)	1,515,979	1,414,976	2,164,538
% of Pool Outstanding Balance	0.53%	0.48%	0.70%
90+ days			
Number of loans	34	24	22
Outstanding Balance (\$)	7,758,189	5,713,644	4,830,173
% of Pool Outstanding Balance	2.69%	1.92%	1.56%
TOTAL Delinquencies			
Number of loans	62	42	44
Outstanding Balance (\$)	12,616,613	9,240,499	9,472,953
% of Pool Outstanding Balance	4.38%	3.10%	3.06%
Pool Information			
Number of loans	3,397	3,459	3,547
Outstanding Balance (\$ m)	288	298	310

Repayment Holiday COVID-19

	19 April 2021	19 March 2021	19 February 2021
Number of loans	0	24	22
Outstanding Balance (\$)	0	3,924,730	3,762,171
% of Pool Outstanding Balance	0.00%	1.32%	1.21%

Please note that a reconciliation process is undertaken for COVID impacted home loans for which the repayment deferral period has ended. This process may be ongoing on the date of publication of this report.

Customers will be classified as current or in arrears depending on their pre-deferral position and the treatment available to that customer at the end of the deferral period. To ensure the home loan is not in an incorrect arrears position, the repayment deferral and days in arrears status of those loans is retained pending reconciliation. This means that post-reconciliation, the reported Arrears number could vary.

If there are material changes to the reported Arrears or Repayment Holiday COVID-19 information post re-classification, ME will amend and restate this report.

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Foreclosure & Mortgage Insurance claims since Inception

	<u>Loan count</u>	<u>Amount</u>
Outstanding Balance of Defaulted Loans	1	306,054
Proceeds of sale	1	268,309
Loss on sale of property	1	39,091
Claims submitted to Insurer	1	39,091
Claims paid by Insurer	1	38,080
Unclaimed	0	0
Pending claim	0	0
Loss covered by Excess spread	0	0
Claims Denied by Insurers	0	0

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 & ReserveLiquidity Facility

Opening Balance	2,977,343
Liquidity facility drawn during the current month	-
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(96,511)
Closing Outstanding Balance	<u>2,880,833</u>

Payment Funding Facility

150,000

Notional Swaps

<u>Notional Swaps Value</u>	\$	44,000,000.00
<u>% of fixed rate home loans</u>		107.60%

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 2016-1. 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 2016-1 (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 2016-1 CRD

Geographical Location			
VIC	- Metro	3,388,710	17%
	- Non Metro	746,517	4%
NSW	- Metro	1,050,774	5%
	- Non Metro	885,409	5%
QLD	- Metro	2,187,821	11%
	- Non Metro	2,229,774	11%
SA	- Metro	992,097	5%
	- Non Metro	-	0%
WA	- Metro	2,939,389	15%
	- Non Metro	469,178	2%
TAS	- Metro	837,464	4%
	- Non Metro	264,547	1%
NT	- Metro	540,147	3%
	- Non Metro	-	0%
ACT	- Metro	2,953,777	15%
	- Non Metro	-	0%
TOTAL		19,485,606	100%

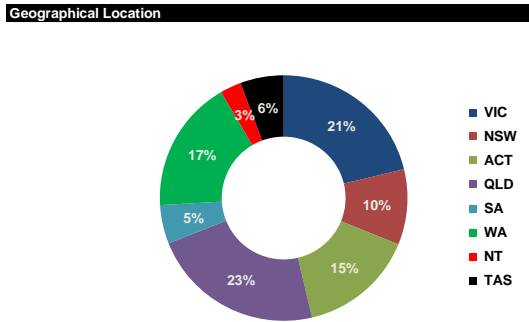
Loan Purpose ¹		
Refinance	7,245,489	37%
Renovation	17,676	0%
Purchase	9,238,543	48%
Construction	832,284	4%
Other	2,151,614	11%
TOTAL	19,485,606	100%

Loan Term		
<=5 yrs	-	0%
>5 & <=10yrs	45,120	0%
>10 & <=15yrs	408,875	2%
>15 & <=20yrs	652,726	3%
>20 & <=25yrs	2,455,456	13%
>25yrs	15,923,429	82%
TOTAL	19,485,606	100%

Owner/Investment split ¹		
Owner Occupied	14,267,337	73%
Investment	5,218,269	27%
TOTAL	19,485,606	100%

Interest Rate Exposure		
> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	366,606	2%
<= 5.00%	19,119,000	98%
TOTAL	19,485,606	100%

Loan to Value Ratio		
>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	1,068,658	5%
>80% & <= 85%	1,929,862	10%
>75% & <= 80%	1,031,134	5%
>70% & <= 75%	1,403,864	7%
>65% & <= 70%	2,143,629	11%
>60% & <= 65%	1,894,668	10%
>55% & <= 60%	2,466,717	12%
>50% & <= 55%	1,030,801	5%
>45% & <= 50%	1,987,038	10%
>40% & <= 45%	682,933	4%
>35% & <= 40%	512,277	3%
>30% & <= 35%	932,838	5%
>25% & <= 30%	729,557	4%
<=25%	1,671,629	9%
TOTAL	19,485,606	100%

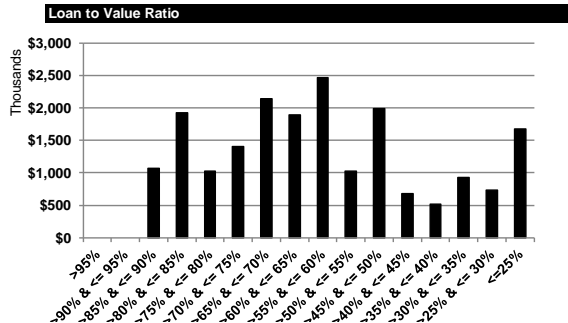


Loan Security ²		
House	17,325,052	89%
Land	-	0%
Apartment	367,139	2%
Unit	1,531,937	8%
Townhouse	261,478	1%
Other	-	0%
TOTAL	19,485,606	100%

Interest Option		
Variable	8,720,389	45%
Fixed <3 years	10,257,300	52%
Fixed >3 years	507,917	3%
TOTAL	19,485,606	100%

Mortgage Insurance		
Genworth Financial	8,150,925	42%
HLIC Govt	-	0%
Uninsured	11,334,681	58%
QBE	-	0%
TOTAL	19,485,606	100%

Loan Size		
>\$250,000	9,682,065	50%
>\$200,000 & <=\$250,000	2,214,838	11%
>\$150,000 & <=\$200,000	2,727,419	14%
>\$100,000 & <=\$150,000	1,823,381	9%
>\$50,000 & <=\$100,000	2,067,475	11%
<= \$50,000	970,429	5%
TOTAL	19,485,606	100%



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