

# SMHL SERIES SECURITISATION FUND 2016-1



Monthly Investment Report as at 28 March 2022

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**Bloomberg Screen:** SMHL <MTGE>



## Summary

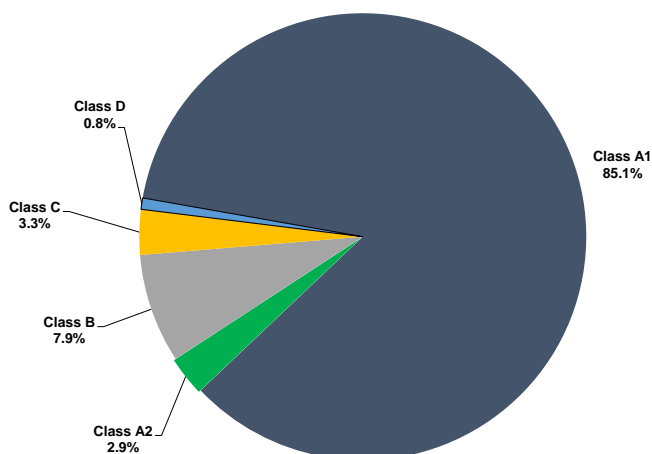
Fund: SMHL Series Securitisation Fund 2016-1  
 Cut-Off Date: 21 March 2022  
 Payment Date: 28 March 2022  
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2016-1  
 Joint Lead Managers: Westpac Banking Corporation (ABN 33 007 457 141)  
 Macquarie Bank Limited (ABN 46 008 583 542)  
 Commonwealth Bank of Australia (ABN 48 123 123 124)  
 National Australia Bank Limited (ABN 12 004 044 937)  
 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: 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 28 March 2022

Fund:	0.11495784
Class A1	0.10496114
Class A2	0.10496114
Class B	0.30897532
Class C	0.30897532
Class D	0.30897532
Class E	0.30897532



## Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt	Coupon Rate	
				28 February 2022	28 February 2022	
				28 March 2022	28 March 2022	
Class A1	149,795,077.86		4,948,704	144,846,374.24	137,502.85	1.197%
Class A2	5,047,442.84		166,750	4,880,693.04	6,840.29	1.767%
Class B	13,899,621.26		459,195	13,440,426.55	26,833.81	2.517%
Class C	5,751,567.42		190,012	5,561,555.82	13,971.55	3.167%
Class D	1,437,891.85		47,503	1,390,388.95	4,595.93	4.167%
Class E	2,396,486.42		79,172	2,317,314.92	11,336.68	6.167%
<b>Total Portfolio</b>	<b>178,328,088</b>		<b>5,891,334</b>	<b>172,436,754</b>	<b>201,081</b>	

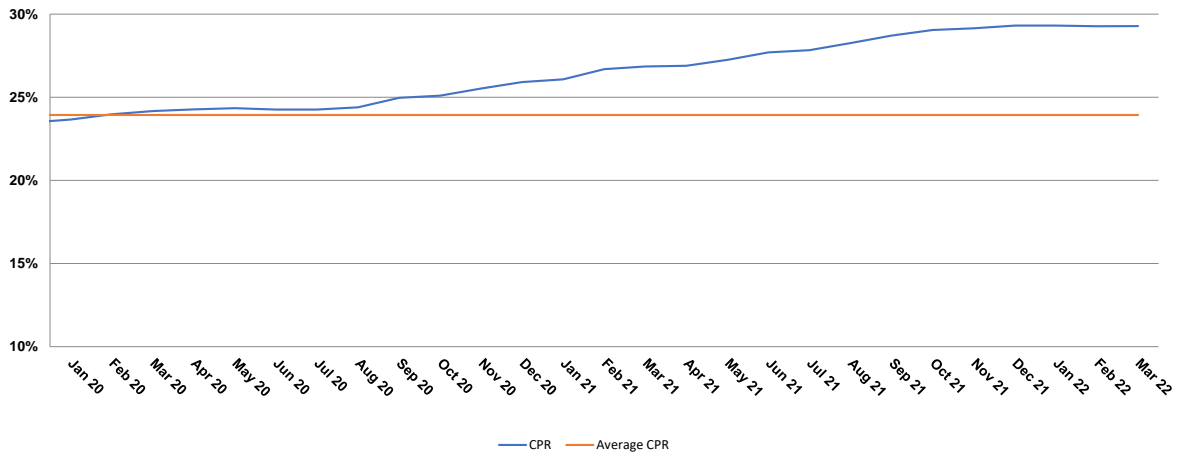
European CRR invested amount (as per Article 405) \$ 15,956,401.86

## Pool Details

Number of Loans	2,432
Average Loan Size	70,903
Maximum Loan Size	767,947
Weighted Average LVR	47.32%
Maximum LVR	112.38%
WA Seeding (months)	142
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	3.91%

## Principal Collections & Prepayment Analysis

Repayment Analysis	Monthly	Quarterly	Since inception
	21 February 2022 to 21 March 2022	19 January 2022 to 21 March 2022	24 October 2016 to 21 March 2022
Balance @ Determination Date	178,328,088	190,064,949	1,500,000,000
Substitution	-	-	-
Bond uplift / Redemption	-	-	-
Scheduled Repayments	(796,073)	(2,453,335)	(154,688,678)
Prepayments	(5,955,770)	(18,437,682)	(1,423,221,377)
Redraw Advances	860,509	3,262,821	250,346,808
<b>Closing Balance</b>	<b>172,436,754</b>	<b>172,436,754</b>	<b>172,436,754</b>
CPR*	29.49%	28.53%	29.27%
SMM	2.87%	2.76%	2.85%



## Current Position

### Geographical Location

VIC	- Metro	31,966,246	19%
	- Non Metro	10,951,772	6%
NSW	- Metro	17,865,814	10%
	- Non Metro	14,111,536	8%
QLD	- Metro	15,420,227	9%
	- Non Metro	12,313,951	7%
SA	- Metro	7,545,039	4%
	- Non Metro	177,178	0%
WA	- Metro	32,058,024	19%
	- Non Metro	1,747,989	1%
TAS	- Metro	6,198,893	4%
	- Non Metro	4,017,080	2%
NT	- Metro	2,112,549	1%
	- Non Metro	-	0%
ACT	- Metro	15,950,456	9%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>172,436,754</b>	<b>100%</b>

### Loan Purpose<sup>1</sup>

Refinance	45,912,658	27%
Renovation	-	0%
Purchase	65,255,174	38%
Construction	6,999,750	4%
Equity Release	54,269,171	31%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Loan Term

<=5 yrs	46	0%
>5 & <=10yrs	815,346	0%
>10 & <=15yrs	7,813,676	5%
>15 & <=20yrs	8,537,894	5%
>20 & <=25yrs	30,319,197	18%
>25yrs	124,950,595	72%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Owner/Investment split<sup>1</sup>

Owner Occupied	132,615,087	77%
Investment	39,821,666	23%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

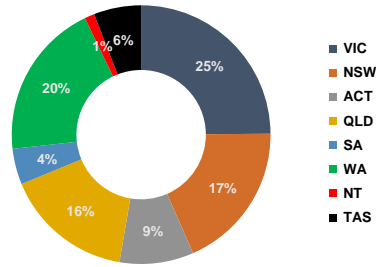
### Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	15,062,748	9%
<= 5.00%	157,374,006	91%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Loan to Value Ratio

>95%	888,638	1%
>90% & <= 95%	904,386	1%
>85% & <= 90%	1,858,270	1%
>80% & <= 85%	5,839,974	3%
>75% & <= 80%	6,059,802	4%
>70% & <= 75%	11,509,948	7%
>65% & <= 70%	15,117,472	9%
>60% & <= 65%	11,459,663	7%
>55% & <= 60%	11,994,208	7%
>50% & <= 55%	14,808,550	9%
>45% & <= 50%	12,761,764	7%
>40% & <= 45%	14,410,626	8%
>35% & <= 40%	13,373,226	8%
>30% & <= 35%	8,684,639	5%
>25% & <= 30%	10,566,420	6%
<=25%	32,199,167	17%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Geographical Location



### Loan Security<sup>2</sup>

House	145,294,097	84%
Land	24,914	0%
Apartment	3,772,924	2%
Unit	19,948,586	12%
Townhouse	3,396,233	2%
Other	-	0%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Interest Option

Variable	172,436,754	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

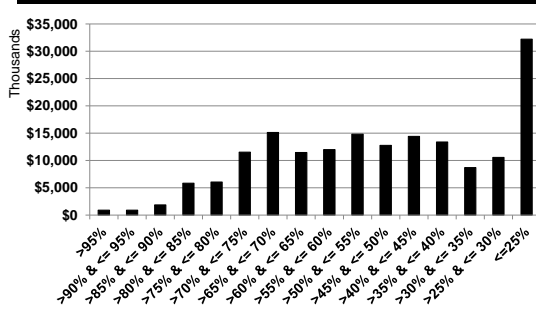
### Mortgage Insurance

Genworth Financial	105,143,102	61%
HLIC Govt	-	0%
Uninsured	67,293,651	39%
QBE	-	0%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### Loan Size

>\$250,000	50,345,462	29%
>\$200,000 & <\$250,000	25,882,091	15%
>\$150,000 & <\$200,000	24,706,099	14%
>\$100,000 & <\$150,000	29,670,579	17%
>\$50,000 & <\$100,000	26,862,428	16%
<= \$50,000	14,970,095	9%
<b>TOTAL</b>	<b>172,436,754</b>	<b>100%</b>

### 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

	21 March 2022	21 February 2022	19 January 2022
<b>30-59 days</b>			
Number of loans	6	9	8
Outstanding Balance (\$)	1,209,840	1,671,692	1,328,258
% of Pool Outstanding Balance	0.70%	0.94%	0.72%
<b>60-89 days</b>			
Number of loans	1	3	4
Outstanding Balance (\$)	262,785	528,179	692,782
% of Pool Outstanding Balance	0.15%	0.30%	0.38%
<b>90+ days</b>			
Number of loans	25	24	23
Outstanding Balance (\$)	5,322,512	5,455,894	5,422,750
% of Pool Outstanding Balance	3.09%	3.06%	2.95%
<b>TOTAL Delinquencies</b>			
Number of loans	32	36	35
Outstanding Balance (\$)	6,795,137	7,655,765	7,443,789
% of Pool Outstanding Balance	3.94%	4.29%	4.05%
<b>Pool Information</b>			
Number of loans	2,432	2,481	2,529
Outstanding Balance (\$ m)	172	178	184

## Repayment Holiday COVID-19

	21 March 2022	21 February 2022	19 January 2022
Number of loans	0	0	0
Outstanding Balance (\$)	0	0	0
% of Pool Outstanding Balance	0.00%	0.00%	0.00%

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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<sup>1</sup> for a limited period.

## Facilities & Reserve

### Liquidity Facility

Opening Balance	1,729,098
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(57,580)
Closing Outstanding Balance	<u>1,671,518</u>

### Redraw Funding Facility

Opening Balance	-
Drawn amount	-
Closing balance	-

## Notional Swaps

### Notional Swaps Value

#### % of fixed rate home loans

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.

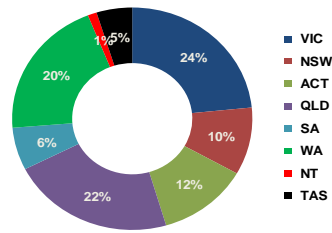
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**Current Position - SMHL SERIES SECURITISATION FUND 2016-1 CRD**

**Geographical Location**

VIC	- Metro	3,005,272	19%
	- Non Metro	726,876	5%
NSW	- Metro	918,978	6%
	- Non Metro	643,540	4%
QLD	- Metro	1,628,158	10%
	- Non Metro	1,894,783	12%
SA	- Metro	986,386	6%
	- Non Metro	-	0%
WA	- Metro	2,759,613	17%
	- Non Metro	476,688	3%
TAS	- Metro	511,025	3%
	- Non Metro	255,400	2%
NT	- Metro	193,498	1%
	- Non Metro	-	0%
ACT	- Metro	1,956,185	12%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>15,956,402</b>	<b>100%</b>

**Geographical Location**



**Loan Purpose <sup>1</sup>**

Refinance	6,560,793	41%
Renovation	-	0%
Purchase	7,488,997	47%
Construction	570,994	4%
Equity Release	1,335,618	8%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Loan Security <sup>2</sup>**

House	14,299,998	90%
Land	-	0%
Apartment	307,385	2%
Unit	1,349,019	8%
Townhouse	-	0%
Other	-	0%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Loan Term**

<=5 yrs	-	0%
>5 & <=10yrs	72,902	0%
>10 & <=15yrs	319,393	2%
>15 & <=20yrs	632,577	4%
>20 & <=25yrs	1,789,443	11%
>25yrs	13,142,088	83%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Interest Option**

Variable	7,316,998	46%
Fixed <3 years	8,639,404	54%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Owner/Investment split <sup>1</sup>**

Owner Occupied	10,994,727	69%
Investment	4,961,675	31%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Mortgage Insurance**

Genworth Financial	7,475,560	47%
HLIC Govt	-	0%
Uninsured	8,100,470	51%
QBE	380,371	2%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Interest Rate Exposure**

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	893,899	6%
<= 5.00%	15,062,503	94%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

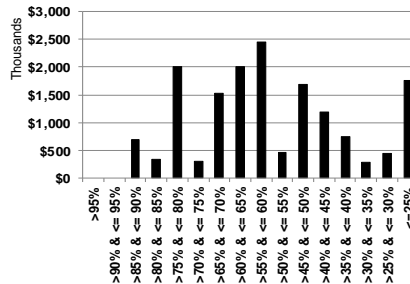
**Loan Size**

>\$250,000	8,416,256	53%
>\$200,000 & <=\$250,000	1,786,902	11%
>\$150,000 & <=\$200,000	1,724,274	11%
>\$100,000 & <=\$150,000	1,642,454	10%
>\$50,000 & <=\$100,000	1,472,554	9%
<= \$50,000	913,960	6%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Loan to Value Ratio**

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	692,032	4%
>80% & <= 85%	347,198	2%
>75% & <= 80%	2,011,351	11%
>70% & <= 75%	306,380	2%
>65% & <= 70%	1,529,012	10%
>60% & <= 65%	2,012,879	13%
>55% & <= 60%	2,456,507	15%
>50% & <= 55%	464,998	3%
>45% & <= 50%	1,693,425	11%
>40% & <= 45%	1,201,556	8%
>35% & <= 40%	744,196	5%
>30% & <= 35%	296,284	2%
>25% & <= 30%	441,532	3%
<=25%	1,759,050	11%
<b>TOTAL</b>	<b>15,956,402</b>	<b>100%</b>

**Loan to Value Ratio**



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