

# SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 26 June 2023

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**Bloomberg Screen:** SMHL <MTGE>



## Summary

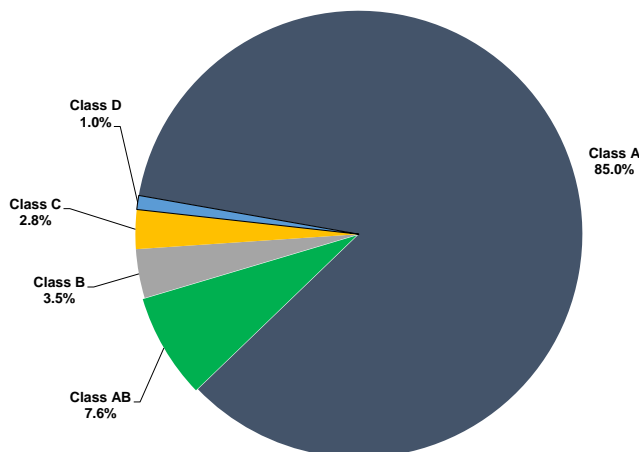
Fund: SMHL Series Securitisation Fund 2017-1  
 Cut-Off Date: 15 June 2023  
 Payment Date: 26 June 2023  
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1  
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)  
 Australia and New Zealand Banking 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 26 June 2023

Fund:	0.11026165
Class A	0.10067253
Class AB	0.22053657
Class B	0.22053657
Class C	0.22053657
Class D	0.22053657
Class E	0.22053657



## Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt		Coupon Rate	
				26 May 2023	26 June 2023	26 May 2023	26 June 2023
Class A	142,638,738	3,710,652	138,928,085	582,272.43		4.806%	
Class AB	12,736,514	331,332	12,405,182	58,158.20		5.376%	
Class B	5,943,707	154,622	5,789,085	30,169.34		5.976%	
Class C	4,754,965	123,697	4,631,268	27,164.32		6.726%	
Class D	1,698,202	44,178	1,654,024	10,999.62		7.626%	
Class E	2,037,842	53,013	1,984,829	16,834.16		9.726%	
<b>Total Portfolio</b>	<b>169,809,968</b>	<b>4,417,494</b>	<b>165,392,474</b>	<b>725,598</b>			
European CRR invested amount (as per Article 405)			\$ 10,882,261			6.58%	

## Pool Details

Number of Loans	2,601
Average Loan Size	63,588
Maximum Loan Size	603,965
Weighted Average LVR	42.76%
Maximum LVR	90.93%
WA Seeding (months)	157
WA Term to Maturity (years)	16
Full Documentation Loans	100.00%
WA Interest Rate	7.16%

## Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	17 May 2023 to 15 June 2023	14 April 2023 to 15 June 2023	21 September 2017 to 15 June 2023
<b>Repayment Analysis</b>			
Balance @ Determination Date	169,809,968	178,135,554	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(902,567)	(2,747,728)	(167,176,158)
Prepayments	(5,115,239)	(14,541,220)	(1,444,994,067)
Redraw Advances	1,600,312	4,545,868	277,562,699
Principal Draws / (Repayment of Principal Draws)	-	-	-
<b>Closing Balance</b>	<b>165,392,474</b>	<b>165,392,474</b>	<b>165,392,474</b>
CPR	22.30%	20.83%	27.71%
SMM	2.08%	1.93%	2.67%

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## Current Position

### Geographical Location

VIC	- Metro	37,626,889	23%
	- Non Metro	10,396,696	6%
NSW	- Metro	20,305,804	12%
	- Non Metro	12,077,888	7%
QLD	- Metro	11,370,556	7%
	- Non Metro	8,256,693	5%
SA	- Metro	6,350,813	4%
	- Non Metro	1,456,950	1%
WA	- Metro	28,461,499	17%
	- Non Metro	1,570,747	1%
TAS	- Metro	5,520,289	3%
	- Non Metro	3,781,225	2%
NT	- Metro	3,740,213	2%
	- Non Metro	332,479	0%
ACT	- Metro	14,143,732	9%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>165,392,474</b>	<b>100%</b>

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

Refinance	46,040,504	28%
Renovation	-	0%
Purchase	64,993,010	39%
Construction	6,622,872	4%
Equity Release	47,736,087	29%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	963,586	1%
>10 & <=15yrs	4,587,863	3%
>15 & <=20yrs	10,476,050	6%
>20 & <=25yrs	26,335,323	16%
>25yrs	123,029,653	74%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

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

Owner Occupied	136,904,582	83%
Investment	28,487,891	17%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

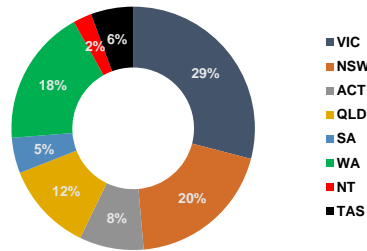
### Interest Rate Exposure

> 8.00%	55,965,439	34%
> 7.00% & <= 8.00%	35,399,352	21%
> 6.00% & <= 7.00%	41,379,271	25%
> 5.00% & <= 6.00%	33,079,350	20%
<= 5.00%	430,939	0%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	531,949	0%
>85% & <= 90%	416,471	0%
>80% & <= 85%	1,530,832	1%
>75% & <= 80%	3,538,028	2%
>70% & <= 75%	7,633,515	5%
>65% & <= 70%	11,572,438	7%
>60% & <= 65%	10,602,175	6%
>55% & <= 60%	13,109,001	8%
>50% & <= 55%	12,303,268	7%
>45% & <= 50%	15,360,472	9%
>40% & <= 45%	11,086,079	7%
>35% & <= 40%	13,354,404	8%
>30% & <= 35%	14,037,600	8%
>25% & <= 30%	14,787,042	9%
<=25%	35,529,198	23%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Geographical Location



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

House	142,415,761	86%
Land	-	0%
Apartment	5,007,098	3%
Unit	14,757,678	9%
Townhouse	1,916,352	1%
Other	1,295,585	1%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Interest Option

Variable	165,392,474	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

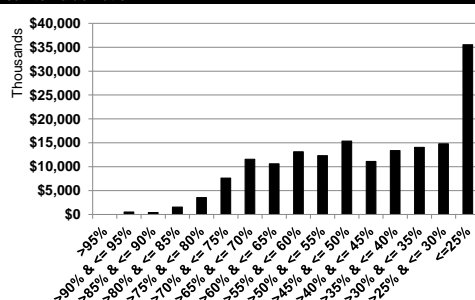
### Mortgage Insurance

Genworth Financial	79,752,953	48%
HLIC Govt	-	0%
Uninsured	85,472,557	52%
QBE	166,963	0%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Loan Size

>\$250,000	42,243,790	26%
>\$200,000 & <=\$250,000	21,546,719	13%
>\$150,000 & <=\$200,000	30,267,767	18%
>\$100,000 & <=\$150,000	29,281,043	18%
>\$50,000 & <=\$100,000	26,894,297	16%
<= \$50,000	15,158,857	9%
<b>TOTAL</b>	<b>165,392,474</b>	<b>100%</b>

### Loan to Value Ratio



<sup>1</sup> - 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.

<sup>2</sup> - 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

	15 June 2023	17 May 2023	14 April 2023
<b>30-59 days</b>			
Number of loans	6	4	6
Outstanding Balance (\$)	987,508	567,058	833,063
% of Pool Outstanding Balance	0.60%	0.33%	0.48%
<b>60-89 days</b>			
Number of loans	2	7	7
Outstanding Balance (\$)	469,417	1,475,488	1,113,727
% of Pool Outstanding Balance	0.28%	0.87%	0.64%
<b>90+ days</b>			
Number of loans	18	16	15
Outstanding Balance (\$)	3,224,990	2,660,164	2,689,251
% of Pool Outstanding Balance	1.95%	1.57%	1.55%
<b>TOTAL Delinquencies</b>			
Number of loans	26	27	28
Outstanding Balance (\$)	4,681,915	4,702,710	4,636,041
% of Pool Outstanding Balance	2.83%	2.77%	2.67%
<b>Pool Information</b>			
Number of loans	2,601	2,640	2,680
Outstanding Balance (\$ m)	165	170	174

## Repayment Holiday COVID-19

	15 June 2023	17 May 2023	14 April 2023
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	5	817,900
Loss on sale of property	3	29,558
Claims submitted to Insurer	2	166,305
Claims paid by Insurer	2	157,521
Unclaimed	0	0
Pending claim	0	0
Loss covered by Excess spread	2	9,167
Claims Reduced/Denied by Insurers	2	9,167

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	1,671,520
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(49,823)
Closing Outstanding Balance	<u>1,621,696</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	1,705,400	16%
	- Non Metro	946,264	9%
NSW	- Metro	1,948,425	18%
	- Non Metro	767,319	7%
QLD	- Metro	938,147	9%
	- Non Metro	501,159	5%
SA	- Metro	965,387	9%
	- Non Metro	-	0%
WA	- Metro	2,318,710	21%
	- Non Metro	-	0%
TAS	- Metro	238,132	2%
	- Non Metro	436,429	4%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	116,889	1%
	- Non Metro	-	0%

**TOTAL 10,882,261 100%**

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

Refinance	4,384,301	40%
Renovation	-	0%
Purchase	4,651,082	43%
Construction	320,933	3%
Equity Release	1,525,946	14%

**TOTAL 10,882,261 100%**

**Loan Term**

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	90,142	1%
>15 & <=20yrs	380,137	3%
>20 & <=25yrs	2,042,716	19%
>25yrs	8,369,266	77%

**TOTAL 10,882,261 100%**

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

Owner Occupied	8,249,012	76%
Investment	2,633,250	24%

**TOTAL 10,882,261 100%**

**Interest Rate Exposure**

> 8.00%	1,344,827	12%
> 7.00% & <= 8.00%	1,074,170	10%
> 6.00% & <= 7.00%	2,054,440	19%
> 5.00% & <= 6.00%	2,690,859	25%
<= 5.00%	3,717,966	34%

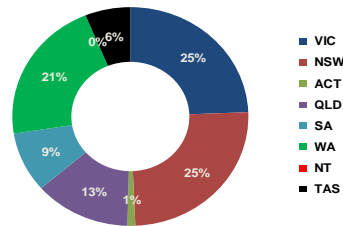
**TOTAL 10,882,261 100%**

**Loan to Value Ratio**

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	341,769	3%
>80% & <= 85%	-	0%
>75% & <= 80%	251,141	2%
>70% & <= 75%	386,051	4%
>65% & <= 70%	1,068,920	10%
>60% & <= 65%	2,438,054	23%
>55% & <= 60%	1,431,151	13%
>50% & <= 55%	370,202	3%
>45% & <= 50%	925,652	9%
>40% & <= 45%	361,459	3%
>35% & <= 40%	455,819	4%
>30% & <= 35%	840,212	8%
>25% & <= 30%	669,525	6%
<=25%	1,342,304	12%

**TOTAL 10,882,261 100%**

**Geographical Location**



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

House	8,605,978	79%
Land	-	0%
Apartment	1,074,226	10%
Unit	1,188,653	11%
Townhouse	-	0%
Other	13,404	0%

**TOTAL 10,882,261 100%**

**Interest Option**

Variable	6,196,225	57%
Fixed <3 years	4,529,426	42%
Fixed >3 years	156,610	1%

**TOTAL 10,882,261 100%**

**Mortgage Insurance**

Genworth Financial	3,303,423	30%
HLIC Govt	-	0%
Uninsured	7,578,838	70%
QBE	-	0%

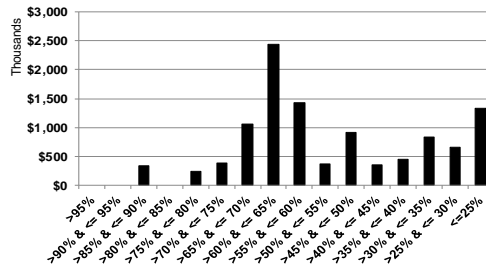
**TOTAL 10,882,261 100%**

**Loan Size**

>\$250,000	5,091,387	47%
>\$200,000 & <=\$250,000	683,013	6%
>\$150,000 & <=\$200,000	1,924,322	18%
>\$100,000 & <=\$150,000	1,044,819	10%
>\$50,000 & <=\$100,000	1,653,129	15%
<=\$50,000	485,591	4%

**TOTAL 10,882,261 100%**

**Loan to Value Ratio**



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