

# SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 28 March 2022

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**Bloomberg Screen:** SMHL <MTGE>



## Summary

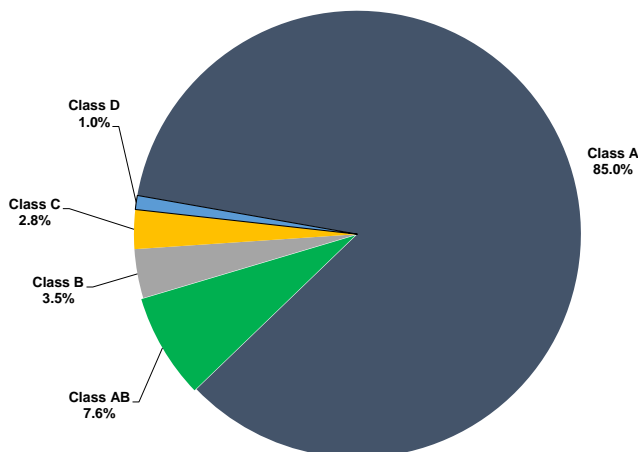
Fund: SMHL Series Securitisation Fund 2017-1  
 Cut-Off Date: 17 March 2022  
 Payment Date: 28 March 2022  
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1  
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)  
 Australia and New Zealand Banking 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 28 March 2022

Fund:	0.17881805
Class A	0.16326679
Class AB	0.35765763
Class B	0.35765763
Class C	0.35765763
Class D	0.35765763
Class E	0.35765763



## 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 A	233,924,879.19	8,616,715.59	225,308,163.60	178,839.10		0.997%
Class AB	20,887,646.32	769,404.73	20,118,241.59	25,102.26		1.567%
Class B	9,747,568.28	359,055.53	9,388,512.74	16,200.94		2.167%
Class C	7,798,054.63	287,244.43	7,510,810.20	17,447.30		2.917%
Class D	2,785,019.51	102,587.30	2,682,432.21	8,153.99		3.817%
Class E	3,342,023.41	123,104.74	3,218,918.66	15,168.65		5.917%
<b>Total Portfolio</b>	<b>278,485,191</b>	<b>10,258,112</b>	<b>268,227,079</b>	<b>260,912</b>		

European CRR invested amount (as per Article 405) \$ 17,754,169

## Pool Details

Number of Loans	3,482
Average Loan Size	77,032
Maximum Loan Size	749,240
Weighted Average LVR	47.41%
Maximum LVR	111.89%
WA Seeding (months)	141
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	3.77%

## Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	17 February 2022 to 17 March 2022	17 January 2022 to 17 March 2022	21 September 2017 to 17 March 2022
<b>Repayment Analysis</b>			
Balance @ Determination Date	278,485,191	307,649,091	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(1,217,377)	(3,688,376)	(151,946,919)
Prepayments	(10,765,159)	(40,532,206)	(1,334,889,991)
Redraw Advances	1,724,423	4,798,570	255,063,988
Principal Draws / (Repayment of Principal Draws)	-	-	-
<b>Closing Balance</b>	<b>268,227,079</b>	<b>268,227,079</b>	<b>268,227,079</b>
CPR	32.82%	39.23%	28.08%
SMM	3.26%	4.07%	2.71%

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## Current Position

### Geographical Location

VIC	- Metro	58,302,103	22%
	- Non Metro	16,884,473	6%
NSW	- Metro	31,955,246	12%
	- Non Metro	18,313,973	7%
QLD	- Metro	20,652,120	8%
	- Non Metro	14,103,198	5%
SA	- Metro	12,197,498	5%
	- Non Metro	1,828,645	1%
WA	- Metro	47,207,940	18%
	- Non Metro	2,465,928	1%
TAS	- Metro	8,996,363	3%
	- Non Metro	5,797,187	2%
NT	- Metro	4,600,673	2%
	- Non Metro	358,469	0%
ACT	- Metro	24,563,262	9%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>268,227,079</b>	<b>100%</b>

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

Refinance	79,002,784	29%
Renovation	-	0%
Purchase	106,134,081	40%
Construction	10,960,129	4%
Equity Release	72,130,086	27%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

### Loan Term

<=5 yrs	60,163	0%
>5 & <=10yrs	1,768,758	1%
>10 & <=15yrs	8,084,831	3%
>15 & <=20yrs	17,739,903	7%
>20 & <=25yrs	41,883,866	16%
>25yrs	198,689,559	73%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

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

Owner Occupied	217,771,691	81%
Investment	50,455,388	19%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

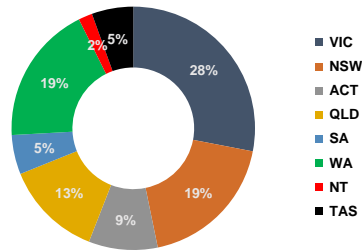
### Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	14,954,583	6%
<= 5.00%	253,272,497	94%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

### Loan to Value Ratio

>95%	928,085	0%
>90% & <= 95%	974,003	0%
>85% & <= 90%	1,682,564	1%
>80% & <= 85%	3,300,728	1%
>75% & <= 80%	10,287,575	4%
>70% & <= 75%	15,036,540	6%
>65% & <= 70%	25,783,704	10%
>60% & <= 65%	23,790,737	9%
>55% & <= 60%	21,528,840	8%
>50% & <= 55%	22,252,472	8%
>45% & <= 50%	23,974,533	9%
>40% & <= 45%	16,679,746	6%
>35% & <= 40%	20,661,600	8%
>30% & <= 35%	16,740,392	6%
>25% & <= 30%	19,219,441	7%
<=25%	45,386,118	17%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

### Geographical Location



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

House	227,101,368	84%
Land	-	0%
Apartment	9,219,783	3%
Unit	26,064,778	10%
Townhouse	4,177,440	2%
Other	1,663,711	1%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

### Interest Option

Variable	237,917,099	89%
Fixed <3 years	30,309,980	11%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

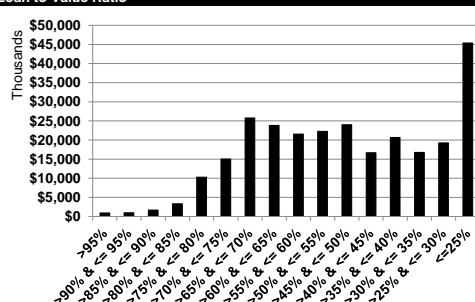
### Mortgage Insurance

Genworth Financial	133,221,282	50%
HLIC Govt	-	0%
Uninsured	134,596,597	50%
QBE	409,200	0%
<b>TOTAL</b>	<b>268,227,079</b>	<b>100%</b>

### Loan Size

>\$250,000	74,825,769	28%
>\$200,000 & <=\$250,000	40,587,603	15%
>\$150,000 & <=\$200,000	47,439,409	18%
>\$100,000 & <=\$150,000	43,096,346	16%
>\$50,000 & <=\$100,000	41,428,388	15%
<= \$50,000	20,849,565	8%
<b>TOTAL</b>	<b>268,227,079</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

	17 March 2022	17 February 2022	17 January 2022
<b>30-59 days</b>			
Number of loans	8	6	13
Outstanding Balance (\$)	1,285,940	810,293	2,565,116
% of Pool Outstanding Balance	0.48%	0.29%	0.87%
<b>60-89 days</b>			
Number of loans	12	8	4
Outstanding Balance (\$)	2,320,877	1,879,410	971,315
% of Pool Outstanding Balance	0.87%	0.67%	0.33%
<b>90+ days</b>			
Number of loans	25	26	28
Outstanding Balance (\$)	3,975,277	4,183,681	4,956,481
% of Pool Outstanding Balance	1.48%	1.50%	1.68%
<b>TOTAL Delinquencies</b>			
Number of loans	45	40	45
Outstanding Balance (\$)	7,582,095	6,873,384	8,492,913
% of Pool Outstanding Balance	2.83%	2.47%	2.87%
<b>Pool Information</b>			
Number of loans	3,482	3,560	3,672
Outstanding Balance (\$ m)	268	278	296

## Repayment Holiday COVID-19

	17 March 2022	17 February 2022	17 January 2022
Number of loans	0	0	2
Outstanding Balance (\$)	0	0	183,025
% of Pool Outstanding Balance	0.00%	0.00%	0.06%

## Foreclosure & Mortgage Insurance claims since Inception

	<u>Loan count</u>	<u>Amount</u>
Outstanding Balance of Defaulted Loans	6	1,461,895
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	2,743,096
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(100,506)
Closing Outstanding Balance	<u>2,642,590</u>

## Notional Swaps

Notional Swaps Value	40,500,000
Notional Swap to Fixed Home Loans	133.62%

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	2,546,504	14%
	- Non Metro	1,195,873	7%
NSW	- Metro	2,087,239	12%
	- Non Metro	1,435,489	8%
QLD	- Metro	1,999,062	11%
	- Non Metro	671,506	4%
SA	- Metro	1,422,619	8%
	- Non Metro	-	0%
WA	- Metro	3,968,190	22%
	- Non Metro	234,292	1%
TAS	- Metro	446,613	3%
	- Non Metro	791,343	4%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	955,438	5%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

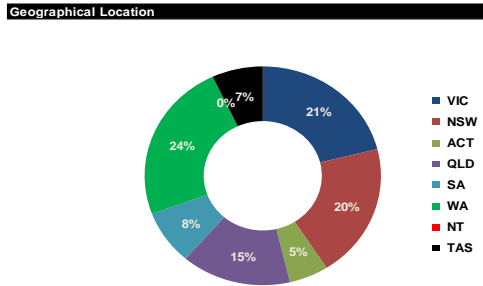
Loan Purpose <sup>1</sup>			
Refinance		6,014,961	34%
Renovation		-	0%
Purchase		7,966,816	45%
Construction		1,444,298	8%
Equity Release		2,328,094	13%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Loan Term			
<=5 yrs		-	0%
>5 & <=10yrs		-	0%
>10 & <=15yrs		140,903	1%
>15 & <=20yrs		620,225	3%
>20 & <=25yrs		2,782,755	16%
>25yrs		14,210,286	80%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Owner/Investment split <sup>1</sup>			
Owner Occupied		12,445,651	70%
Investment		5,308,519	30%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Interest Rate Exposure			
> 8.00%		-	0%
> 7.00% & <= 8.00%		-	0%
> 6.00% & <= 7.00%		-	0%
> 5.00% & <= 6.00%		522,916	3%
<= 5.00%		17,231,253	97%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Loan to Value Ratio			
>95%		-	0%
>90% & <= 95%		-	0%
>85% & <= 90%		-	0%
>80% & <= 85%		596,937	3%
>75% & <= 80%		1,841,461	10%
>70% & <= 75%		1,491,297	8%
>65% & <= 70%		2,589,207	15%
>60% & <= 65%		2,367,982	13%
>55% & <= 60%		959,156	5%
>50% & <= 55%		291,938	2%
>45% & <= 50%		1,767,461	10%
>40% & <= 45%		696,835	4%
>35% & <= 40%		95,415	1%
>30% & <= 35%		1,551,719	9%
>25% & <= 30%		629,825	4%
<=25%		2,874,937	16%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

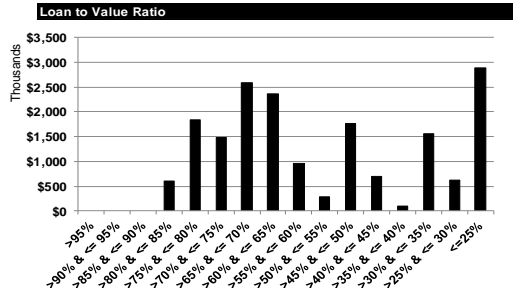


Loan Security <sup>2</sup>			
House		14,316,714	81%
Land		-	0%
Apartment		1,862,787	10%
Unit		1,573,906	9%
Townhouse		-	0%
Other		763	0%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Interest Option			
Variable		8,462,824	48%
Fixed <-3 years		9,131,703	51%
Fixed >-3 years		159,643	1%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Mortgage Insurance			
Genworth Financial		5,747,534	32%
HLIC Govt		-	0%
Uninsured		12,006,635	68%
QBE		-	0%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>

Loan Size			
>\$250,000		8,449,012	48%
>\$200,000 & <=\$250,000		1,559,392	9%
>\$150,000 & <=\$200,000		2,458,126	14%
>\$100,000 & <=\$150,000		2,372,877	13%
>\$50,000 & <=\$100,000		2,333,852	13%
<=\$50,000		580,911	3%
<b>TOTAL</b>		<b>17,754,169</b>	<b>100%</b>



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