

SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 28 December 2022

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Bloomberg Screen: SMHL <MTGE>



Summary

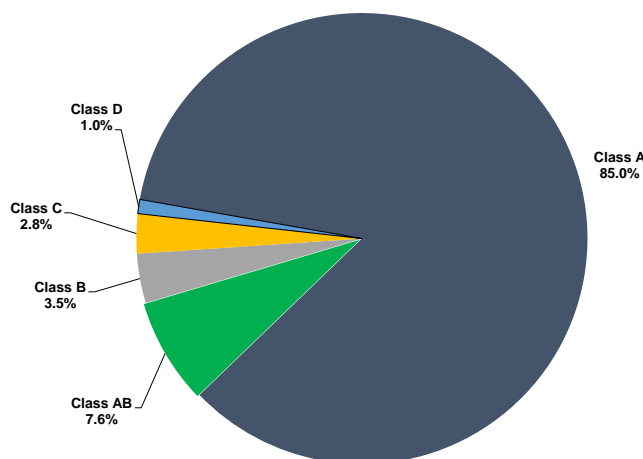
Fund: SMHL Series Securitisation Fund 2017-1
 Cut-Off Date: 15 December 2022
 Payment Date: 28 December 2022
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)
 Australia and New Zealand Banking Group Limited (ABN 11 005 357 522)
 Deutsche Bank AG, Sydney Branch (ABN 13 064 165 162)
 Westpac Banking Corporation (ABN 33 007 457 141)
 National Australia Bank Limited (ABN 12 004 044 937)
 Arranger: Members Equity Bank Limited (ABN 56 070 887 679) ("ME")
 Trust Manager: Perpetual Trustee Company Limited (ABN 42 000 001 007)
 Security Trustee: Members Equity Bank Limited (ABN 56 070 887 679) ("ME")
 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	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 December 2022

Fund:	0.12713159
Class A	0.11607534
Class AB	0.25427849
Class B	0.25427849
Class C	0.25427849
Class D	0.25427849
Class E	0.25427849



Portfolio Structure

	Opening Balance	Principal Pass- Through	Closing Balance	Current Interest Amt		Coupon Rate
				28 November 2022	28 November 2022	28 November 2022
				28 December 2022	28 December 2022	28 December 2022
Class A	164,349,412	4,165,440	160,183,973	528,844.89		3.915%
Class AB	14,675,106	371,941	14,303,165	54,096.86		4.485%
Class B	6,848,383	173,572	6,674,810	28,622.49		5.085%
Class C	5,478,706	138,858	5,339,848	26,275.27		5.835%
Class D	1,956,681	49,592	1,907,089	10,831.43		6.735%
Class E	2,348,017	59,511	2,288,506	17,050.46		8.835%
Total Portfolio	195,656,305	4,958,914	190,697,392	665,721		

European CRR invested amount (as per Article 405) \$ 11,720,177

Pool Details

Number of Loans	2,828
Average Loan Size	67,432
Maximum Loan Size	737,618
Weighted Average LVR	44.48%
Maximum LVR	198.44%
WA Seeding (months)	151
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	6.58%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	17 November 2022 to 15 December 2022	17 October 2022 to 15 December 2022	21 September 2017 to 15 December 2022
Repayment Analysis			
Balance @ Determination Date	195,656,305	208,624,263	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(963,055)	(2,958,700)	(161,482,301)
Prepayments	(5,417,882)	(19,451,759)	(1,416,596,080)
Redraw Advances	1,422,024	4,483,588	268,775,772
Principal Draws / (Repayment of Principal Draws)	-	-	-
Closing Balance	190,697,392	190,697,392	190,697,392
CPR	22.03%	25.96%	28.42%
SMM	2.05%	2.47%	2.75%

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Current Position

Geographical Location

VIC	- Metro	41,449,728	22%
	- Non Metro	11,518,047	6%
NSW	- Metro	23,497,376	12%
	- Non Metro	13,513,378	7%
QLD	- Metro	14,153,976	7%
	- Non Metro	9,856,053	5%
SA	- Metro	8,294,209	4%
	- Non Metro	1,607,034	1%
WA	- Metro	32,432,368	17%
	- Non Metro	1,883,437	1%
TAS	- Metro	6,460,147	3%
	- Non Metro	4,333,240	2%
NT	- Metro	4,081,438	2%
	- Non Metro	338,393	0%
ACT	- Metro	17,278,568	9%
	- Non Metro	-	0%
TOTAL		190,697,392	100%

Loan Purpose¹

Refinance	53,807,421	28%
Renovation	-	0%
Purchase	75,835,191	40%
Construction	7,718,510	4%
Equity Release	53,336,269	28%
TOTAL	190,697,392	100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	1,154,816	1%
>10 & <=15yrs	5,424,368	3%
>15 & <=20yrs	12,910,906	7%
>20 & <=25yrs	30,203,243	16%
>25yrs	141,004,059	73%
TOTAL	190,697,392	100%

Owner/Investment split¹

Owner Occupied	157,271,733	82%
Investment	33,425,659	18%
TOTAL	190,697,392	100%

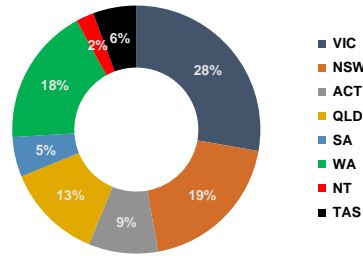
Interest Rate Exposure

> 8.00%	9,427,418	5%
> 7.00% & <= 8.00%	76,142,330	41%
> 6.00% & <= 7.00%	55,748,975	29%
> 5.00% & <= 6.00%	41,895,431	22%
<= 5.00%	7,483,237	3%
TOTAL	190,697,392	100%

Loan to Value Ratio

>95%	856,073	0%
>90% & <= 95%	538,654	0%
>85% & <= 90%	742,013	0%
>80% & <= 85%	2,061,879	1%
>75% & <= 80%	4,459,298	2%
>70% & <= 75%	9,617,266	5%
>65% & <= 70%	13,665,763	7%
>60% & <= 65%	13,517,164	7%
>55% & <= 60%	17,825,778	9%
>50% & <= 55%	15,987,430	8%
>45% & <= 50%	15,961,634	8%
>40% & <= 45%	15,229,545	8%
>35% & <= 40%	11,896,636	6%
>30% & <= 35%	15,075,405	8%
>25% & <= 30%	15,628,978	8%
<=25%	37,633,876	23%
TOTAL	190,697,392	100%

Geographical Location



Loan Security²

House	162,758,480	84%
Land	-	0%
Apartment	5,126,447	3%
Unit	18,366,967	10%
Townhouse	3,179,517	2%
Other	1,265,980	1%
TOTAL	190,697,392	100%

Interest Option

Variable	190,697,392	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
TOTAL	190,697,392	100%

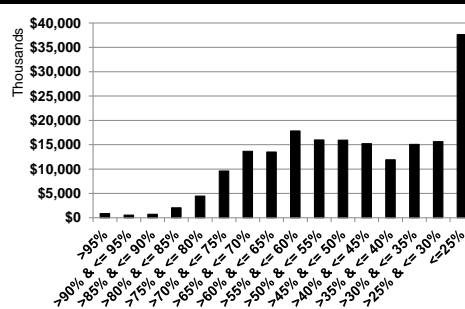
Mortgage Insurance

Genworth Financial	92,615,310	49%
HLIC Govt	-	0%
Uninsured	97,918,081	51%
QBE	164,000	0%
TOTAL	190,697,392	100%

Loan Size

>\$250,000	50,641,380	25%
>\$200,000 & <=\$250,000	26,028,831	14%
>\$150,000 & <=\$200,000	33,821,767	18%
>\$100,000 & <=\$150,000	32,403,819	17%
>\$50,000 & <=\$100,000	31,558,550	17%
<=\$50,000	16,243,045	9%
TOTAL	190,697,392	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 ma in 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 December 2022	17 November 2022	17 October 2022
30-59 days			
Number of loans	5	4	4
Outstanding Balance (\$)	564,876	931,173	742,381
% of Pool Outstanding Balance	0.30%	0.48%	0.37%
60-89 days			
Number of loans	3	2	3
Outstanding Balance (\$)	665,742	402,584	667,753
% of Pool Outstanding Balance	0.35%	0.21%	0.33%
90+ days			
Number of loans	15	18	20
Outstanding Balance (\$)	2,717,400	3,096,226	3,403,916
% of Pool Outstanding Balance	1.42%	1.58%	1.70%
TOTAL Delinquencies			
Number of loans	23	24	27
Outstanding Balance (\$)	3,948,018	4,429,983	4,814,050
% of Pool Outstanding Balance	2.07%	2.26%	2.41%
Pool Information			
Number of loans	2,828	2,876	2,931
Outstanding Balance (\$ m)	191	196	200

Repayment Holiday COVID-19

	15 December 2022	17 November 2022	17 October 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

	<u>Loan count</u>	<u>Amount</u>
Outstanding Balance of Defaulted Loans	8	1,572,705
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	1,925,601
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(45,801)
Closing Outstanding Balance	<u>1,879,800</u>

Notional Swaps

Notional Swaps Value	-
Notional Swap to Fixed Home Loans	0.00%

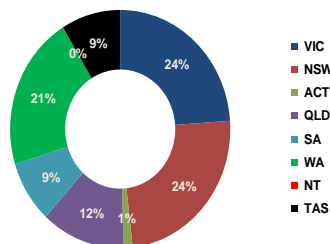
Neither Members Equity Bank Limited nor any associate of Members Equity Bank Limited (including ME Portfolio Management Limited) in any way stands behind the capital value and/or the performance of the Bonds or the assets of SMHL Securitisation Fund 2017-1. Members Equity Bank Limited does not stand 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	1,806,433	15%
	- Non Metro	993,735	8%
NSW	- Metro	2,002,577	17%
	- Non Metro	844,909	7%
QLD	- Metro	946,301	8%
	- Non Metro	501,320	4%
SA	- Metro	983,255	8%
	- Non Metro	-	0%
WA	- Metro	2,470,354	21%
	- Non Metro	-	0%
TAS	- Metro	252,059	2%
	- Non Metro	767,095	7%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	152,140	1%
	- Non Metro	-	0%
TOTAL		11,720,177	100%

Geographical Location



Loan Purpose ¹

Refinance	4,589,013	39%
Renovation	-	0%
Purchase	5,007,493	43%
Construction	698,680	6%
Equity Release	1,424,991	12%
TOTAL	11,720,177	100%

Loan Security ²

House	9,287,593	79%
Land	-	0%
Apartment	1,144,448	10%
Unit	1,244,417	11%
Townhouse	-	0%
Other	43,719	0%
TOTAL	11,720,177	100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	123,209	1%
>15 & <=20yrs	409,211	3%
>20 & <=25yrs	2,199,348	19%
>25yrs	8,988,410	77%
TOTAL	11,720,177	100%

Interest Option

Variable	6,082,285	52%
Fixed <3 years	5,479,417	47%
Fixed >3 years	158,475	1%
TOTAL	11,720,177	100%

Owner/Investment split ¹

Owner Occupied	9,049,875	77%
Investment	2,670,302	23%
TOTAL	11,720,177	100%

Mortgage Insurance

Genworth Financial	3,732,058	32%
HLIC Govt	-	0%
Uninsured	7,988,119	68%
QBE	-	0%
TOTAL	11,720,177	100%

Interest Rate Exposure

> 8.00%	353,006	3%
> 7.00% & <= 8.00%	1,177,620	10%
> 6.00% & <= 7.00%	2,838,288	24%
> 5.00% & <= 6.00%	1,557,989	13%
<= 5.00%	5,793,274	50%
TOTAL	11,720,177	100%

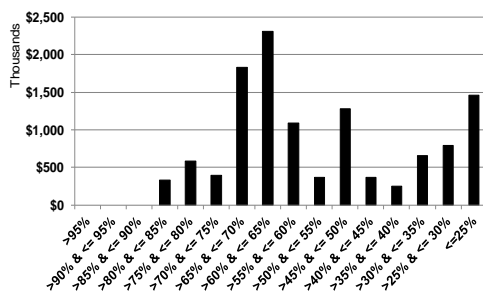
Loan Size

>\$250,000	5,219,795	45%
>\$200,000 & <=\$250,000	695,812	6%
>\$150,000 & <=\$200,000	2,151,690	18%
>\$100,000 & <=\$150,000	1,168,034	10%
>\$50,000 & <=\$100,000	1,978,350	17%
<= \$50,000	506,496	4%
TOTAL	11,720,177	100%

Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	335,457	3%
>75% & <= 80%	583,646	5%
>70% & <= 75%	392,983	3%
>65% & <= 70%	1,833,271	17%
>60% & <= 65%	2,305,097	19%
>55% & <= 60%	1,087,609	9%
>50% & <= 55%	369,643	3%
>45% & <= 50%	1,280,946	11%
>40% & <= 45%	369,093	3%
>35% & <= 40%	249,913	2%
>30% & <= 35%	653,149	6%
>25% & <= 30%	795,089	7%
<=25%	1,464,281	12%
TOTAL	11,720,177	100%

Loan to Value Ratio



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