

SMHL SERIES SECURITISATION FUND 2016-1

Monthly Investment Report as at 26 July 2022



SMHL[®]

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Bloomberg Screen: SMHL <MTGE>

Summary

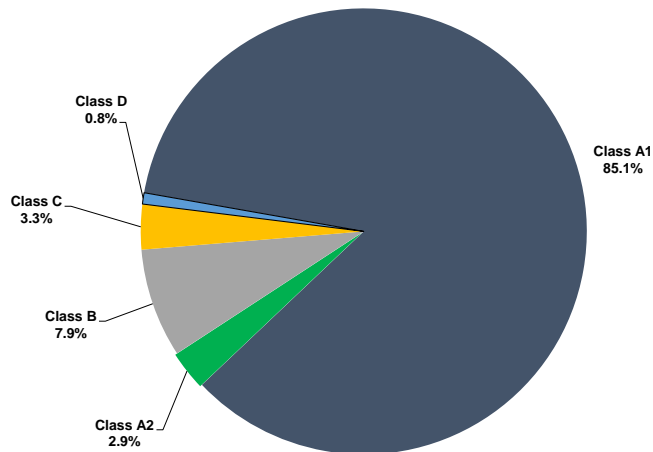
Fund: SMHL Series Securitisation Fund 2016-1
 Cut-Off Date: 19 July 2022
 Payment Date: 26 July 2022
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2016-1
 Joint Lead Managers: Westpac Banking Corporation (ABN 33 007 457 141)
 Macquarie Bank Limited (ABN 46 008 583 542)
 Commonwealth Bank of Australia (ABN 48 123 123 124)
 National Australia Bank Limited (ABN 12 004 044 937)
 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: 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 July 2022

Fund:	0.10159185
Class A1	0.09275746
Class A2	0.09275746
Class B	0.27305120
Class C	0.27305120
Class D	0.27305120
Class E	0.27305120



Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt	Coupon Rate	
				27 June 2022 26 July 2022	27 June 2022 26 July 2022	
Class A1	132,459,874.08		4,454,582	128,005,291.74	239,951.97	2.280%
Class A2	4,463,321.84		150,100	4,313,221.79	10,106.67	2.850%
Class B	12,291,071.96		413,345	11,877,727.22	35,155.83	3.600%
Class C	5,085,960.81		171,039	4,914,921.61	17,173.83	4.250%
Class D	1,271,490.20		42,760	1,228,730.40	5,303.68	5.250%
Class E	2,119,150.34		71,266	2,047,884.00	12,206.89	7.250%
Total Portfolio	157,690,869		5,303,092	152,387,777	319,899	

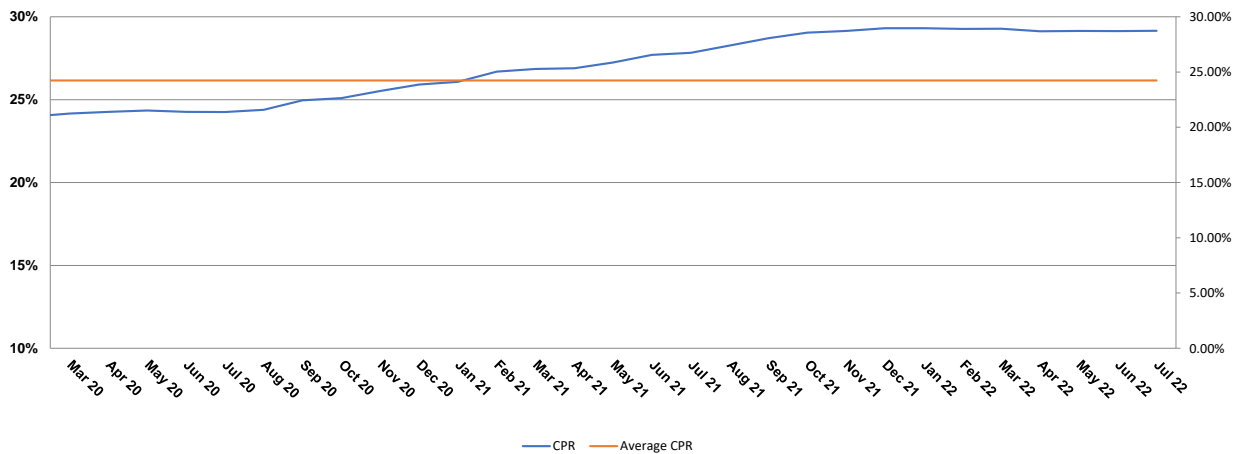
European CRR invested amount (as per Article 405) \$ 14,764,645.46

Pool Details

Number of Loans	2,235
Average Loan Size	68,182
Maximum Loan Size	780,788
Weighted Average LVR	45.83%
Maximum LVR	111.92%
WA Seeding (months)	146
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	5.11%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	20 June 2022 to 19 July 2022	19 May 2022 to 19 July 2022	24 October 2016 to 19 July 2022
Repayment Analysis			
Balance @ Determination Date	157,690,869	168,744,353	1,500,000,000
Substitution	-	-	-
Bond uplift / Redemption	-	-	-
Scheduled Repayments	(696,359)	(2,180,685)	(157,652,147)
Prepayments	(5,606,749)	(17,706,549)	(1,445,098,541)
Redraw Advances	1,000,015	3,530,657	255,138,465
Closing Balance	152,387,777	152,387,777	152,387,777
CPR*	30.05%	29.83%	29.15%
SMM	2.93%	2.91%	2.83%



Current Position

Geographical Location

VIC	- Metro	28,760,701	19%
	- Non Metro	9,917,953	7%
NSW	- Metro	16,438,957	11%
	- Non Metro	12,817,803	8%
QLD	- Metro	12,633,711	8%
	- Non Metro	10,567,175	7%
SA	- Metro	6,217,348	4%
	- Non Metro	76,515	0%
WA	- Metro	27,734,504	18%
	- Non Metro	1,696,129	1%
TAS	- Metro	5,612,550	4%
	- Non Metro	3,860,049	3%
NT	- Metro	2,041,004	1%
	- Non Metro	-	0%
ACT	- Metro	14,013,378	9%
	- Non Metro	-	0%
TOTAL		152,387,777	100%

Loan Purpose ¹

Refinance	39,704,109	26%
Renovation	-	0%
Purchase	57,700,395	38%
Construction	6,741,573	4%
Equity Release	48,241,700	32%
TOTAL	152,387,777	100%

Loan Term

<=5 yrs	44	0%
>5 & <=10yrs	703,547	0%
>10 & <=15yrs	6,685,337	4%
>15 & <=20yrs	7,079,212	5%
>20 & <=25yrs	27,204,865	18%
>25yrs	110,714,772	73%
TOTAL	152,387,777	100%

Owner/Investment split ¹

Owner Occupied	118,807,690	78%
Investment	33,580,087	22%
TOTAL	152,387,777	100%

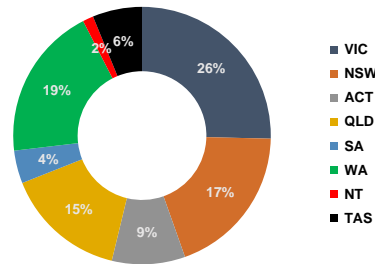
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	15,666,876	10%
> 5.00% & <= 6.00%	73,852,431	48%
<= 5.00%	62,868,470	42%
TOTAL	152,387,777	100%

Loan to Value Ratio

>95%	1,408,003	1%
>90% & <= 95%	400,842	0%
>85% & <= 90%	1,457,884	1%
>80% & <= 85%	3,827,819	3%
>75% & <= 80%	4,614,584	3%
>70% & <= 75%	6,978,505	5%
>65% & <= 70%	11,526,945	8%
>60% & <= 65%	10,929,531	7%
>55% & <= 60%	12,137,082	8%
>50% & <= 55%	12,296,914	8%
>45% & <= 50%	12,279,540	8%
>40% & <= 45%	13,230,293	9%
>35% & <= 40%	12,257,284	8%
>30% & <= 35%	9,367,545	6%
>25% & <= 30%	9,626,886	6%
<=25%	30,048,122	19%
TOTAL	152,387,777	100%

Geographical Location



Loan Security ²

House	128,719,095	85%
Land	24,416	0%
Apartment	3,228,859	2%
Unit	18,270,821	12%
Townhouse	2,144,585	1%
Other	-	0%
TOTAL	152,387,777	100%

Interest Option

Variable	152,387,777	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
TOTAL	152,387,777	100%

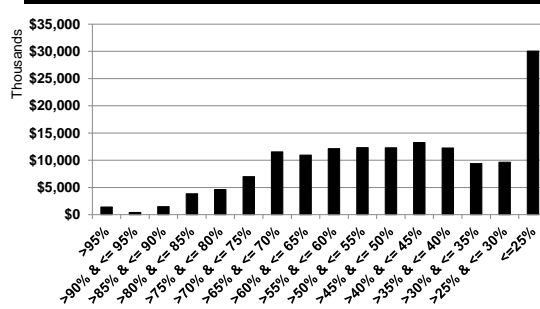
Mortgage Insurance

Genworth Financial	97,681,426	64%
HLIC Govt	-	0%
Uninsured	54,706,351	36%
QBE	-	0%
TOTAL	152,387,777	100%

Loan Size

>\$250,000	42,210,157	28%
>\$200,000 & <\$250,000	23,261,880	15%
>\$150,000 & <\$200,000	23,257,061	15%
>\$100,000 & <\$150,000	26,079,495	17%
>\$50,000 & <\$100,000	24,340,820	16%
<= \$50,000	13,238,363	9%
TOTAL	152,387,777	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 July 2022	20 June 2022	19 May 2022
30-59 days			
Number of loans	5	6	3
Outstanding Balance (\$)	632,150	776,986	550,628
% of Pool Outstanding Balance	0.41%	0.49%	0.34%
60-89 days			
Number of loans	1	0	0
Outstanding Balance (\$)	147,674	0	0
% of Pool Outstanding Balance	0.10%	0.00%	0.00%
90+ days			
Number of loans	22	23	24
Outstanding Balance (\$)	4,414,113	4,560,333	5,031,839
% of Pool Outstanding Balance	2.90%	2.89%	3.09%
TOTAL Delinquencies			
Number of loans	28	29	27
Outstanding Balance (\$)	5,193,937	5,337,319	5,582,468
% of Pool Outstanding Balance	3.41%	3.38%	3.43%
Pool Information			
Number of loans	2,235	2,296	2,344
Outstanding Balance (\$ m)	152	158	163

Repayment Holiday COVID-19

	19 July 2022	20 June 2022	19 May 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* for a limited period.

Facilities & Reserve

Liquidity Facility

Opening Balance	1,531,681
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(51,569)
Closing Outstanding Balance	<u>1,480,113</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.

Current Position - SMHL SERIES SECURITISATION FUND 2016-1 CRD

Geographical Location

VIC	- Metro	2,359,038	16%
	- Non Metro	719,047	5%
NSW	- Metro	903,502	6%
	- Non Metro	637,927	4%
QLD	- Metro	1,455,129	10%
	- Non Metro	1,687,828	11%
SA	- Metro	892,260	6%
	- Non Metro	-	0%
WA	- Metro	2,726,855	18%
	- Non Metro	513,464	3%
TAS	- Metro	491,747	3%
	- Non Metro	252,129	2%
NT	- Metro	190,192	1%
	- Non Metro	-	0%
ACT	- Metro	1,935,526	13%
	- Non Metro	-	0%
TOTAL		14,764,645	100%

Loan Purpose ¹

Refinance	6,150,270	42%
Renovation	364,036	0%
Purchase	6,743,894	45%
Construction	600,016	4%
Equity Release	1,270,465	9%
TOTAL	14,764,645	100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	62,211	0%
>10 & <=15yrs	364,036	2%
>15 & <=20yrs	600,219	4%
>20 & <=25yrs	1,565,627	11%
>25yrs	12,172,553	83%
TOTAL	14,764,645	100%

Owner/Investment split ¹

Owner Occupied	9,997,015	68%
Investment	4,767,630	32%
TOTAL	14,764,645	100%

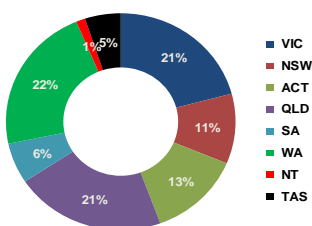
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	709,305	5%
> 5.00% & <= 6.00%	2,728,736	18%
<= 5.00%	11,326,604	77%
TOTAL	14,764,645	100%

Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	362,792	2%
>80% & <= 85%	665,072	5%
>75% & <= 80%	1,560,052	11%
>70% & <= 75%	642,572	4%
>65% & <= 70%	851,794	6%
>60% & <= 65%	2,025,264	14%
>55% & <= 60%	2,259,152	15%
>50% & <= 55%	448,841	3%
>45% & <= 50%	1,679,534	11%
>40% & <= 45%	1,181,902	8%
>35% & <= 40%	1,040,113	7%
>30% & <= 35%	-	0%
>25% & <= 30%	433,852	3%
<=25%	1,613,706	11%
TOTAL	14,764,645	100%

Geographical Location



Loan Security ²

House	13,317,124	90%
Land	-	0%
Apartment	310,868	2%
Unit	1,136,654	8%
Townhouse	-	0%
Other	-	0%
TOTAL	14,764,645	100%

Interest Option

Variable	6,448,635	44%
Fixed <3 years	8,091,780	54%
Fixed >3 years	224,230	2%
TOTAL	14,764,645	100%

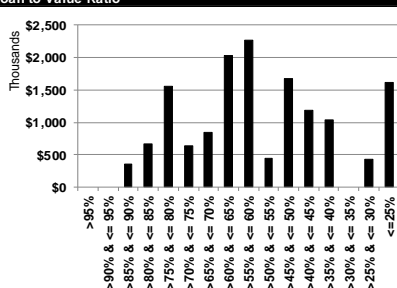
Mortgage Insurance

Genworth Financial	7,377,722	50%
HLIC Govt	-	0%
Uninsured	7,010,108	47%
QBE	376,816	3%
TOTAL	14,764,645	100%

Loan Size

>\$250,000	7,702,416	52%
>\$200,000 & <=\$250,000	1,762,966	12%
>\$150,000 & <=\$200,000	1,517,936	10%
>\$100,000 & <=\$150,000	1,619,366	11%
>\$50,000 & <=\$100,000	1,329,545	9%
<=\$50,000	832,416	6%
TOTAL	14,764,645	100%

Loan to Value Ratio



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