

# SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 26 October 2022

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**Bloomberg Screen:** SMHL <MTGE>



## Summary

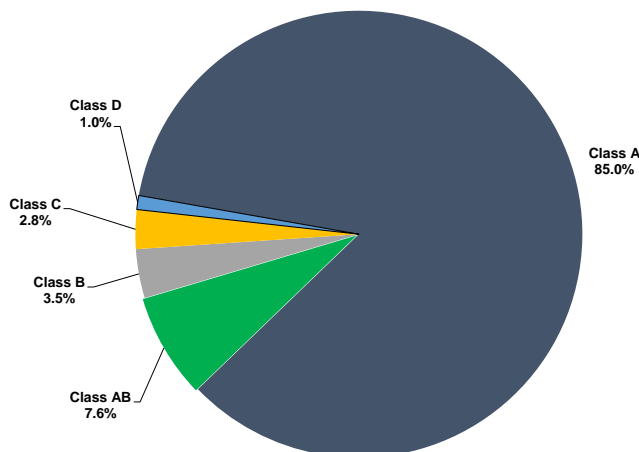
Fund: SMHL Series Securitisation Fund 2017-1  
 Cut-Off Date: 17 October 2022  
 Payment Date: 26 October 2022  
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1  
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)  
 Australia and New Zealand Banking 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 26 October 2022

Fund:	0.13342800
Class A	0.12182417
Class AB	0.26687205
Class B	0.26687205
Class C	0.26687205
Class D	0.26687205
Class E	0.26687205



## Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt		Coupon Rate
				26 September 2022	26 October 2022	26 September 2022
Class A	175,242,372	7,125,023	168,117,349	514,578.82		3.573%
Class AB	15,647,761	636,208	15,011,553	53,278.70		4.143%
Class B	7,302,289	296,897	7,005,391	28,464.52		4.743%
Class C	5,841,831	237,518	5,604,313	26,372.75		5.493%
Class D	2,086,368	84,828	2,001,540	10,962.18		6.393%
Class E	2,503,642	101,793	2,401,848	17,475.97		8.493%
<b>Total Portfolio</b>	<b>208,624,263</b>	<b>8,482,268</b>	<b>200,141,995</b>	<b>651,133</b>		

European CRR invested amount (as per Article 405) \$ 12,032,665

## Pool Details

Number of Loans	2,931
Average Loan Size	68,285
Maximum Loan Size	739,271
Weighted Average LVR	45.57%
Maximum LVR	187.32%
WA Seeding (months)	148
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	6.13%

## Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	13 September 2022 to 17 October 2022	17 August 2022 to 17 October 2022	21 September 2017 to 17 October 2022
<b>Repayment Analysis</b>			
Balance @ Determination Date	208,624,263	225,346,537	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(1,018,280)	(3,011,180)	(159,541,881)
Prepayments	(9,038,824)	(26,631,767)	(1,406,183,144)
Redraw Advances	1,574,836	4,438,406	265,867,021
Principal Draws / (Repayment of Principal Draws)	-	-	-
<b>Closing Balance</b>	<b>200,141,995</b>	<b>200,141,995</b>	<b>200,141,995</b>
CPR	35.56%	34.20%	28.66%
SMM	3.60%	3.43%	2.78%

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## Current Position

### Geographical Location

VIC	- Metro	42,972,828	21%
	- Non Metro	12,322,446	6%
NSW	- Metro	23,792,400	12%
	- Non Metro	14,353,971	7%
QLD	- Metro	14,650,828	7%
	- Non Metro	10,183,682	5%
SA	- Metro	8,247,429	4%
	- Non Metro	1,573,064	1%
WA	- Metro	35,422,026	18%
	- Non Metro	1,948,910	1%
TAS	- Metro	6,709,605	3%
	- Non Metro	4,671,781	2%
NT	- Metro	4,089,603	2%
	- Non Metro	344,583	0%
ACT	- Metro	18,858,840	9%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>200,141,995</b>	<b>100%</b>

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

Refinance	57,766,565	29%
Renovation	-	0%
Purchase	78,532,676	39%
Construction	8,262,482	4%
Equity Release	55,580,273	28%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

### Loan Term

<=5 yrs	49,390	0%
>5 & <=10yrs	1,324,660	1%
>10 & <=15yrs	5,508,879	3%
>15 & <=20yrs	13,395,369	7%
>20 & <=25yrs	30,700,121	15%
>25yrs	149,163,577	74%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

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

Owner Occupied	164,687,435	82%
Investment	35,454,560	18%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

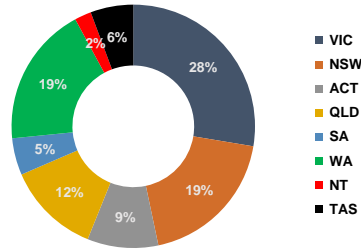
### Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	21,589,220	11%
> 6.00% & <= 7.00%	93,392,970	47%
> 5.00% & <= 6.00%	55,124,510	28%
<= 5.00%	30,035,295	14%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

### Loan to Value Ratio

>95%	851,129	0%
>90% & <= 95%	539,364	0%
>85% & <= 90%	959,440	0%
>80% & <= 85%	2,074,112	1%
>75% & <= 80%	4,950,139	2%
>70% & <= 75%	10,289,769	5%
>65% & <= 70%	13,599,199	7%
>60% & <= 65%	16,094,927	8%
>55% & <= 60%	19,146,150	10%
>50% & <= 55%	15,879,444	8%
>45% & <= 50%	16,557,358	8%
>40% & <= 45%	15,832,421	8%
>35% & <= 40%	14,334,559	7%
>30% & <= 35%	14,388,823	7%
>25% & <= 30%	16,022,471	8%
<=25%	38,622,692	21%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

### Geographical Location



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

House	170,878,052	84%
Land	-	0%
Apartment	5,442,136	3%
Unit	19,094,842	10%
Townhouse	3,234,645	2%
Other	1,492,320	1%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

### Interest Option

Variable	200,141,995	100%
Fixed <3 years	-	0%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

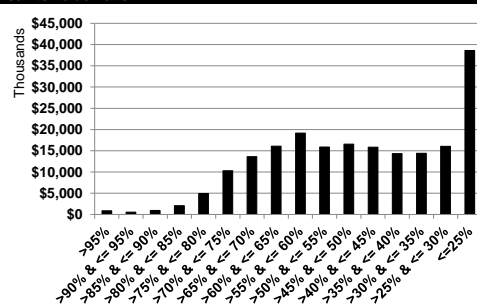
### Mortgage Insurance

Genworth Financial	98,418,536	49%
HLIC Govt	-	0%
Uninsured	101,557,570	51%
QBE	165,889	0%
<b>TOTAL</b>	<b>200,141,995</b>	<b>100%</b>

### Loan Size

>\$250,000	52,696,141	26%
>\$200,000 & <=\$250,000	27,169,187	14%
>\$150,000 & <=\$200,000	36,721,702	18%
>\$100,000 & <=\$150,000	33,342,258	17%
>\$50,000 & <=\$100,000	34,367,050	17%
<= \$50,000	15,845,657	8%
<b>TOTAL</b>	<b>200,141,995</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 loan 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 October 2022	13 September 2022	17 August 2022
<b>30-59 days</b>			
Number of loans	4	5	4
Outstanding Balance (\$)	742,381	492,078	316,676
% of Pool Outstanding Balance	0.37%	0.24%	0.15%
<b>60-89 days</b>			
Number of loans	3	6	6
Outstanding Balance (\$)	667,753	1,298,081	1,230,852
% of Pool Outstanding Balance	0.33%	0.62%	0.57%
<b>90+ days</b>			
Number of loans	20	20	22
Outstanding Balance (\$)	3,403,916	3,511,001	4,002,985
% of Pool Outstanding Balance	1.70%	1.68%	1.86%
<b>TOTAL Delinquencies</b>			
Number of loans	27	31	32
Outstanding Balance (\$)	4,814,050	5,301,159	5,550,513
% of Pool Outstanding Balance	2.41%	2.54%	2.58%
<b>Pool Information</b>			
Number of loans	2,931	2,994	3,074
Outstanding Balance (\$ m)	200	209	215

## Repayment Holiday COVID-19

	17 October 2022	13 September 2022	17 August 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	2,051,166
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(83,685)
Closing Outstanding Balance	<u>1,967,481</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	1,846,199	15%
	- Non Metro	1,082,377	9%
NSW	- Metro	2,019,258	17%
	- Non Metro	838,092	7%
QLD	- Metro	947,644	8%
	- Non Metro	510,505	4%
SA	- Metro	989,709	8%
	- Non Metro	-	0%
WA	- Metro	2,566,092	21%
	- Non Metro	-	0%
TAS	- Metro	255,961	2%
	- Non Metro	771,285	6%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	205,543	2%
	- Non Metro	-	0%

**TOTAL** 12,032,665 100%

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

Refinance	4,683,561	39%
Renovation	-	0%
Purchase	5,242,809	43%
Construction	722,123	6%
Equity Release	1,384,172	12%

**TOTAL** 12,032,665 100%

### Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	126,271	1%
>15 & <=20yrs	487,409	4%
>20 & <=25yrs	2,268,425	19%
>25yrs	9,150,561	76%

**TOTAL** 12,032,665 100%

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

Owner Occupied	8,956,035	74%
Investment	3,076,630	26%

**TOTAL** 12,032,665 100%

### Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	558,121	5%
> 6.00% & <= 7.00%	1,616,966	13%
> 5.00% & <= 6.00%	2,922,444	24%
<= 5.00%	6,935,134	58%

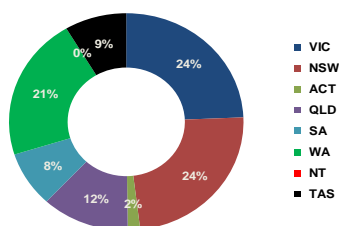
**TOTAL** 12,032,665 100%

### Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	592,630	5%
>75% & <= 80%	329,095	3%
>70% & <= 75%	700,063	6%
>65% & <= 70%	2,352,397	19%
>60% & <= 65%	1,438,197	12%
>55% & <= 60%	1,325,855	11%
>50% & <= 55%	368,014	3%
>45% & <= 50%	1,287,220	11%
>40% & <= 45%	369,329	3%
>35% & <= 40%	252,724	2%
>30% & <= 35%	658,524	5%
>25% & <= 30%	670,359	6%
<=25%	1,688,259	14%

**TOTAL** 12,032,665 100%

### Geographical Location



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

House	9,552,994	80%
Land	-	0%
Apartment	1,182,077	10%
Unit	1,253,343	10%
Townhouse	-	0%
Other	44,251	0%

**TOTAL** 12,032,665 100%

### Interest Option

Variable	5,892,135	49%
Fixed <3 years	5,981,493	50%
Fixed >3 years	159,037	1%

**TOTAL** 12,032,665 100%

### Mortgage Insurance

Genworth Financial	3,762,894	31%
HLIC Govt	-	0%
Uninsured	8,269,771	69%
QBE	-	0%

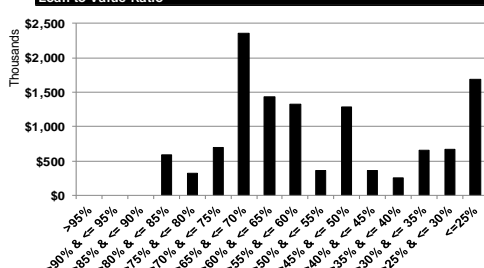
**TOTAL** 12,032,665 100%

### Loan Size

>\$250,000	5,239,476	43%
>\$200,000 & <=\$250,000	699,699	6%
>\$150,000 & <=\$200,000	2,357,940	20%
>\$100,000 & <=\$150,000	1,279,554	11%
>\$50,000 & <=\$100,000	1,980,946	16%
<=\$50,000	475,050	4%

**TOTAL** 12,032,665 100%

### Loan to Value Ratio



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