

SMHL SERIES SECURITISATION FUND 2017-1



SMHL[®]

Monthly Investment Report as at 27 June 2022

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Bloomberg Screen: SMHL <MTGE>

Summary

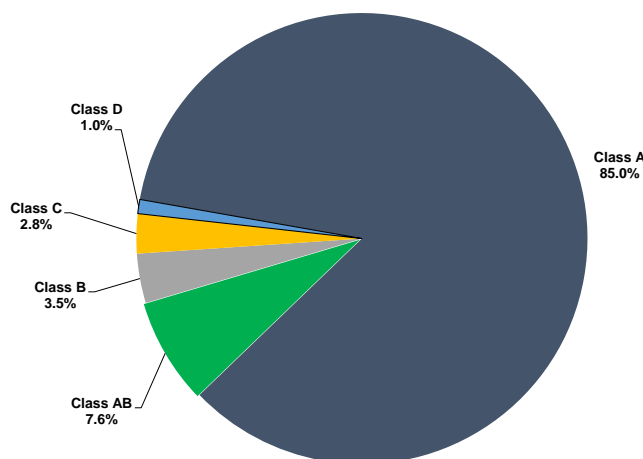
Fund: SMHL Series Securitisation Fund 2017-1
 Cut-Off Date: 16 June 2022
 Payment Date: 27 June 2022
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)
 Australia and New Zealand Banking Group Limited (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 27 June 2022

Fund:	0.15937996
Class A	0.14551917
Class AB	0.31877911
Class B	0.31877911
Class C	0.31877911
Class D	0.31877911
Class E	0.31877911



Portfolio Structure

	Opening Balance	Principal Pass- Through	Closing Balance	Current Interest Amt	Coupon Rate
				26 May 2022	26 May 2022
				27 June 2022	27 June 2022
Class A	208,045,963	7,229,512	200,816,451	267,210.82	1.465%
Class AB	18,576,863	645,538	17,931,325	33,143.16	2.035%
Class B	8,669,203	301,251	8,367,952	20,027.05	2.635%
Class C	6,935,362	241,001	6,694,361	20,581.88	3.385%
Class D	2,476,915	86,072	2,390,843	9,305.06	4.285%
Class E	2,972,298	103,286	2,869,012	16,638.35	6.385%
Total Portfolio	247,676,605	8,606,661	239,069,944	366,906	

European CRR invested amount (as per Article 405) \$ 13,621,323

Pool Details

Number of Loans	3,251
Average Loan Size	73,537
Maximum Loan Size	744,188
Weighted Average LVR	46.95%
Maximum LVR	181.50%
WA Seeding (months)	144
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	3.95%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	17 May 2022 to 16 June 2022	12 April 2022 to 16 June 2022	21 September 2017 to 16 June 2022
Repayment Analysis			
Balance @ Determination Date	247,676,605	268,227,079	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(1,140,252)	(3,595,895)	(155,542,814)
Prepayments	(8,970,600)	(30,155,765)	(1,365,045,756)
Redraw Advances	1,504,192	4,594,526	259,658,514
Principal Draws / (Repayment of Principal Draws)	-	-	-
Closing Balance	239,069,944	239,069,944	239,069,944
CPR	30.86%	33.26%	27.95%
SMM	3.03%	3.31%	2.69%

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Current Position

Geographical Location

VIC	- Metro	52,142,698	22%
	- Non Metro	14,942,390	6%
NSW	- Metro	28,865,471	12%
	- Non Metro	16,500,662	7%
QLD	- Metro	16,908,695	7%
	- Non Metro	11,731,290	5%
SA	- Metro	10,586,400	4%
	- Non Metro	1,603,670	1%
WA	- Metro	43,606,772	18%
	- Non Metro	2,022,180	1%
TAS	- Metro	7,786,109	3%
	- Non Metro	5,279,007	2%
NT	- Metro	4,531,698	2%
	- Non Metro	355,461	0%
ACT	- Metro	22,207,441	9%
	- Non Metro	-	0%
TOTAL		239,069,944	100%

Loan Purpose¹

Refinance	69,566,235	29%
Renovation	-	0%
Purchase	95,867,373	40%
Construction	9,981,407	4%
Equity Release	63,654,930	27%
TOTAL	239,069,944	100%

Loan Term

<=5 yrs	55,052	0%
>5 & <=10yrs	1,524,467	1%
>10 & <=15yrs	6,894,807	3%
>15 & <=20yrs	15,673,006	7%
>20 & <=25yrs	35,950,711	15%
>25yrs	178,971,902	74%
TOTAL	239,069,944	100%

Owner/Investment split¹

Owner Occupied	194,849,502	82%
Investment	44,220,443	18%
TOTAL	239,069,944	100%

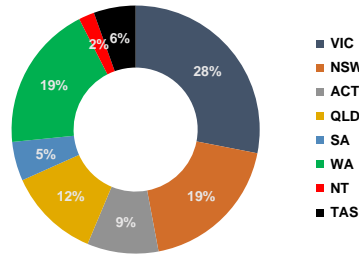
Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	17,423,390	7%
<= 5.00%	221,646,555	93%
TOTAL	239,069,944	100%

Loan to Value Ratio

>95%	844,553	0%
>90% & <= 95%	969,687	0%
>85% & <= 90%	542,523	0%
>80% & <= 85%	3,459,202	1%
>75% & <= 80%	7,645,630	3%
>70% & <= 75%	11,873,438	5%
>65% & <= 70%	21,113,917	9%
>60% & <= 65%	22,412,522	9%
>55% & <= 60%	20,316,136	8%
>50% & <= 55%	19,117,008	8%
>45% & <= 50%	18,399,697	8%
>40% & <= 45%	18,109,222	8%
>35% & <= 40%	16,957,901	7%
>30% & <= 35%	16,913,700	7%
>25% & <= 30%	18,889,861	8%
<=25%	41,504,946	19%
TOTAL	239,069,944	100%

Geographical Location



Loan Security²

House	202,819,307	84%
Land	-	0%
Apartment	7,605,445	3%
Unit	23,269,198	10%
Townhouse	3,815,461	2%
Other	1,560,534	1%
TOTAL	239,069,944	100%

Interest Option

Variable	224,251,759	94%
Fixed <3 years	14,818,185	6%
Fixed >3 years	-	0%
TOTAL	239,069,944	100%

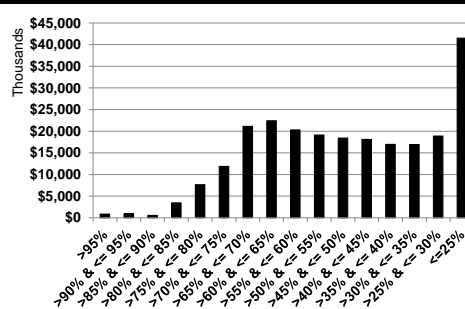
Mortgage Insurance

Genworth Financial	119,731,426	50%
HLIC Govt	-	0%
Uninsured	118,925,450	50%
QBE	413,069	0%
TOTAL	239,069,944	100%

Loan Size

>\$250,000	66,602,257	28%
>\$200,000 & <=\$250,000	34,067,821	14%
>\$150,000 & <=\$200,000	42,653,919	18%
>\$100,000 & <=\$150,000	38,570,274	16%
>\$50,000 & <=\$100,000	38,851,818	16%
<=\$50,000	18,323,857	8%
TOTAL	239,069,944	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

	16 June 2022	17 May 2022	12 April 2022
30-59 days			
Number of loans	9	6	11
Outstanding Balance (\$)	1,855,976	1,367,713	2,386,743
% of Pool Outstanding Balance	0.78%	0.55%	0.92%
60-89 days			
Number of loans	4	10	7
Outstanding Balance (\$)	1,255,219	2,356,732	1,412,747
% of Pool Outstanding Balance	0.53%	0.95%	0.55%
90+ days			
Number of loans	24	25	28
Outstanding Balance (\$)	3,590,172	3,753,490	4,136,569
% of Pool Outstanding Balance	1.50%	1.52%	1.60%
TOTAL Delinquencies			
Number of loans	37	41	46
Outstanding Balance (\$)	6,701,367	7,477,935	7,936,059
% of Pool Outstanding Balance	2.80%	3.02%	3.07%
Pool Information			
Number of loans	3,251	3,315	3,398
Outstanding Balance (\$ m)	239	248	259

Repayment Holiday COVID-19

	16 June 2022	17 May 2022	12 April 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	7	1,507,028
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	2,439,310
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(84,437)
Closing Outstanding Balance	<u>2,354,873</u>

Notional Swaps

Notional Swaps Value	17,500,000
Notional Swap to Fixed Home Loans	118.10%

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	1,928,553	14%
	- Non Metro	1,144,741	8%
NSW	- Metro	2,057,908	15%
	- Non Metro	1,427,372	10%
QLD	- Metro	1,028,780	8%
	- Non Metro	666,690	5%
SA	- Metro	1,204,397	9%
	- Non Metro	-	0%
WA	- Metro	2,609,734	19%
	- Non Metro	-	0%
TAS	- Metro	439,165	3%
	- Non Metro	789,364	6%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	324,619	2%
	- Non Metro	-	0%

TOTAL 13,621,323 100%

Loan Purpose ¹

Refinance	4,840,556	36%
Renovation	-	0%
Purchase	6,237,599	45%
Construction	665,599	5%
Equity Release	1,877,569	14%

TOTAL 13,621,323 100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	140,321	1%
>15 & <=20yrs	609,380	4%
>20 & <=25yrs	2,416,448	18%
>25yrs	10,455,175	77%

TOTAL 13,621,323 100%

Owner/Investment split ⁴

Owner Occupied	10,219,465	75%
Investment	3,401,858	25%

TOTAL 13,621,323 100%

Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	582,164	4%
<= 5.00%	13,039,159	96%

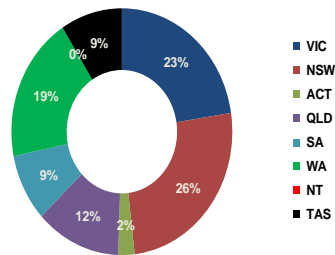
TOTAL 13,621,323 100%

Loan to Value Ratio

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	594,849	4%
>75% & <= 80%	324,041	2%
>70% & <= 75%	1,574,617	11%
>65% & <= 70%	2,065,578	15%
>60% & <= 65%	1,304,453	10%
>55% & <= 60%	1,978,306	15%
>50% & <= 55%	-	0%
>45% & <= 50%	2,039,009	15%
>40% & <= 45%	225,011	2%
>35% & <= 40%	230,471	2%
>30% & <= 35%	668,667	5%
>25% & <= 30%	483,225	4%
<=25%	2,133,096	15%

TOTAL 13,621,323 100%

Geographical Location



Loan Security ²

House	10,975,533	81%
Land	-	0%
Apartment	1,370,133	10%
Unit	1,274,901	9%
Townhouse	-	0%
Other	756	0%

TOTAL 13,621,323 100%

Interest Option

Variable	6,534,612	48%
Fixed <3 years	6,928,379	51%
Fixed >3 years	158,333	1%

TOTAL 13,621,323 100%

Mortgage Insurance

Genworth Financial	3,956,925	29%
HLIC Govt	-	0%
Uninsured	9,664,398	71%
QBE	-	0%

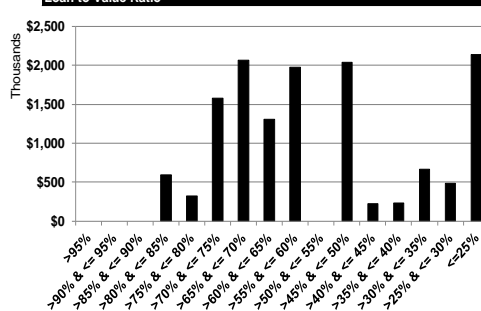
TOTAL 13,621,323 100%

Loan Size

>\$250,000	6,272,598	47%
>\$200,000 & <\$250,000	455,837	3%
>\$150,000 & <\$200,000	2,427,900	18%
>\$100,000 & <\$150,000	1,694,271	12%
>\$50,000 & <\$100,000	2,206,615	16%
<= \$50,000	564,102	4%

TOTAL 13,621,323 100%

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.

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