

SMHL SERIES SECURITISATION FUND 2014-1



Monthly Investment Report as at 23 July 2020

Amended and restated on 27 Oct 2020 (refer to page 4)

Contact: Investor Reporting
 Phone: +61 3 9708 3113
 Email: me.investorreporting@mebank.com.au
 Website: mebank.com.au
 Bloomberg Screen: SMHL <MTGE>

Summary

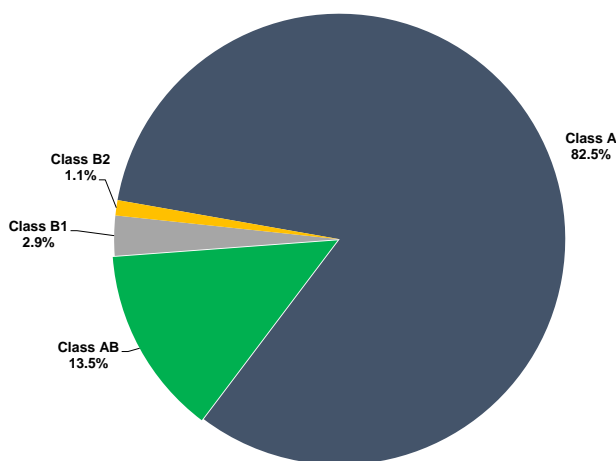
Fund: SMHL Series Securitisation Fund 2014-1
 Cut-Off Date: 16 July 2020
 Payment Date: 23 July 2020
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2014-1
 Joint Lead Managers: Deutsche Bank AG, Sydney Branch (ABN 13 064 165 162)
 Australia and New Zealand Banking Group Limited (ABN 11 005 357 522)
 Westpac Banking Corporation (ABN 33 007 457 141)
 Macquarie Bank Limited (ABN 46 008 583 542)
 Arranger: Macquarie Bank Limited (ABN 46 008 583 542)
 Trust Manager: ME Portfolio Management Limited (ABN 79 005 964 134)
 Security Trustee: Perpetual Trustee Company Limited (ABN 42 000 001 007)
 Liquidity Facility Provider: ME
 Payment Facility Provider: ME
 Redraw Facility Provider: ME
 Interest Rate Swap Provider: Australia and New Zealand Banking Group Limited
 Westpac Banking Corporation (ABN 33 007 457 141)
 Issue Date: 6 August 2014
 Legal Final Maturity Date: 23 February 2046

Security Classes

Class Name :	A	AB	B1	B2
ISIN:	AU3FN0024055	AU3FN0024063	AU3FN0024071	AU3FN0024089
Rating Agency:	S&P / Fitch	S&P	S&P	S&P
Rating:	AAA / AAA	AAA	AA-	AA-
Currency:	AUD	AUD	AUD	AUD
Original Balance at Issue:	1,334,000,000.00	89,750,000.00	19,000,000.00	7,250,000.00
Base Rate:	BBSW1 M	BBSW1 M	BBSW1 M	BBSW1 M
Margin above base rate:	0.75%	1.40%	2.05%	2.50%
Expected Average Life to call:	2.7yr	5.1yr	5.1yr	5.1yr
Distribution Frequency:	Monthly	Monthly	Monthly	Monthly
Coupon Type:	Floating	Floating	Floating	Floating
Principal payment type:	Pass Through	Pass Through	Pass Through	Pass Through

Bond Factors as at 23 July 2020

Fund:	0.11811878
Class A	0.10594274
Class AB	0.25814332
Class B1	0.25814332
Class B2	0.25814332



Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt		Coupon Rate	
				23 June 2020	23 July 2020	23 June 2020	23 July 2020
Class A	146,326,895.27	4,999,285.92	141,327,609.35	101,025.69		0.840%	
Class AB	23,987,915.02	819,551.63	23,168,363.39	29,376.98		1.490%	
Class B1	5,078,221.56	173,498.40	4,904,723.17	8,932.10		2.140%	
Class B2	1,937,742.44	66,203.34	1,871,539.10	4,125.00		2.590%	
Total Portfolio	177,330,774	6,058,539	171,272,235	143,460			

Amount retained as per European Union Risk Retention Requirement* \$ 9,260,223.63

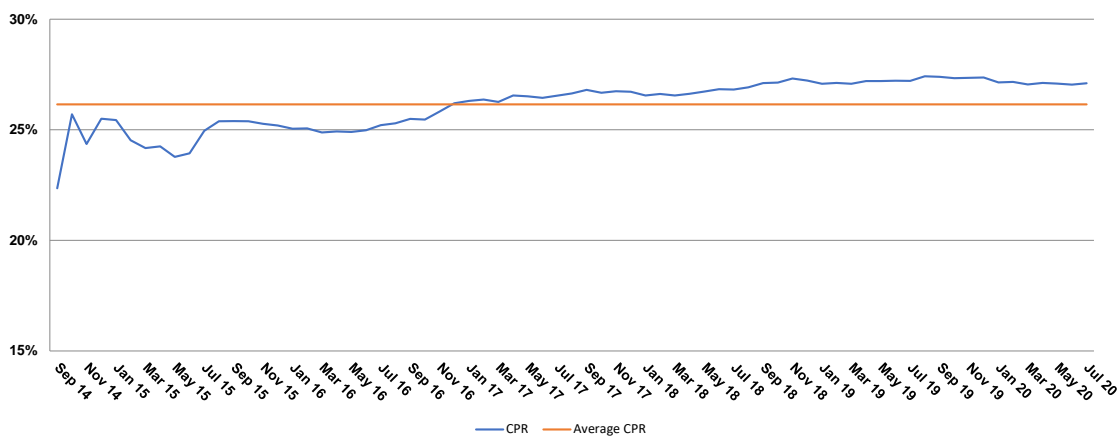
* ME Bank has retained a material net economic interest of at least 5% in SMHL Series SF2014-1, in accordance with Article 405 of Regulation (EU) No 575/2013 and Article 51 of Regulation (EU) NO 231/2013

Pool Details

Number of Loans	2,126
Average Loan Size	80,561
Maximum Loan Size	720,550
Weighted Average LVR	49.02%
Maximum LVR	118.97%
WA Seeding (months)	130
WA Term to Maturity (years)	18
Full Documentation Loans	100.00%
WA Interest Rate	4.18%

Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
Repayment Analysis	16 June 2020 to 16 July 2020	18 May 2020 to 16 July 2020	06 Aug 2014 to 16 July 2020
Balance @ Determination Date	177,330,774	187,259,757	1,450,000,000
Substitutions	-	-	-
Bond uplift / Redemption	-	-	-
Scheduled Repayments	(692,447)	(2,114,737)	(116,372,676)
Prepayments	(6,804,723)	(19,352,904)	(1,412,730,279)
Redraw Advances	1,438,631	5,480,120	250,375,190
Topup Advances	-	-	-
Closing Balance	171,272,235	171,272,235	171,272,235
CPR	30.94%	26.69%	27.10%
SMM	3.04%	2.55%	2.60%



Current Position

Geographical Location

VIC	- Metro	37,347,976	22%
	- Non Metro	10,992,394	6%
NSW	- Metro	18,155,903	11%
	- Non Metro	11,043,481	6%
QLD	- Metro	14,813,881	9%
	- Non Metro	12,799,162	7%
SA	- Metro	7,204,054	4%
	- Non Metro	331,601	0%
WA	- Metro	25,235,797	15%
	- Non Metro	800,888	0%
TAS	- Metro	6,936,071	4%
	- Non Metro	2,472,155	1%
NT	- Metro	2,462,358	1%
	- Non Metro	115,685	0%
ACT	- Metro	20,560,829	12%
	- Non Metro	-	0%

TOTAL 171,272,235 100%

Loan Purpose¹

Refinance	39,625,007	23%
Renovation	3,624,946	2%
Purchase	74,309,496	43%
Construction	6,476,062	4%
Other	47,236,724	28%

TOTAL 171,272,235 100%

Loan Term

<=5 yrs	-	0%
>5 & <=10yrs	260,420	0%
>10 & <=15yrs	3,418,932	2%
>15 & <=20yrs	7,741,983	5%
>20 & <=25yrs	33,323,893	19%
>25yrs	126,527,007	74%

TOTAL 171,272,235 100%

Owner/Investment split¹

Owner Occupied	141,466,829	83%
Investment	29,805,406	17%

TOTAL 171,272,235 100%

Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	-	0%
> 6.00% & <= 7.00%	-	0%
> 5.00% & <= 6.00%	12,747,799	8%
<= 5.00%	158,524,436	92%

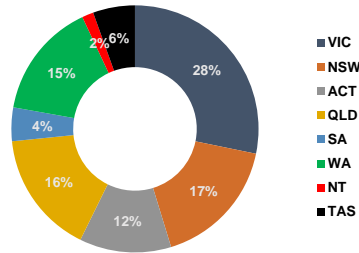
TOTAL 171,272,235 100%

Loan to Value Ratio

>95%	711,685	0%
>90% & <= 95%	-	0%
>85% & <= 90%	1,492,066	1%
>80% & <= 85%	4,413,599	3%
>75% & <= 80%	10,649,918	6%
>70% & <= 75%	10,134,162	6%
>65% & <= 70%	15,724,556	9%
>60% & <= 65%	15,899,373	9%
>55% & <= 60%	13,626,740	8%
>50% & <= 55%	12,890,085	8%
>45% & <= 50%	14,207,374	8%
>40% & <= 45%	12,549,300	7%
>35% & <= 40%	12,198,841	7%
>30% & <= 35%	11,163,465	7%
>25% & <= 30%	9,675,252	6%
<=25%	25,935,820	15%

TOTAL 171,272,235 100%

Geographical Location



Loan Security²

House	145,452,455	86%
Land	680,508	0%
Apartment	4,181,725	2%
Unit	17,534,454	10%
Townhouse	3,285,118	2%
Other	137,975	0%

TOTAL 171,272,235 100%

Interest Option

Variable	170,946,708	100%
Fixed <3 years	325,527	0%
Fixed >3 years	-	0%

TOTAL 171,272,235 100%

Mortgage Insurance

Genworth Financial	128,242,467	75%
HLIC Govt	280,614	0%
Uninsured	-	0%
QBE	42,749,153	25%

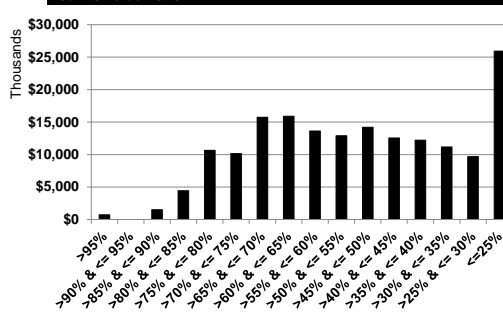
TOTAL 171,272,235 100%

Loan Size

>\$250,000	52,979,035	31%
>\$200,000 & <=\$250,000	23,734,219	14%
>\$150,000 & <=\$200,000	27,853,494	16%
>\$100,000 & <=\$150,000	29,847,987	17%
>\$50,000 & <=\$100,000	25,427,506	15%
<=\$50,000	11,429,994	7%

TOTAL 171,272,235 100%

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

	16 July 2020	16 June 2020	18 May 2020
30-59 days			
Number of loans	6	6	7
Outstanding Balance (\$)	1,016,184	914,288	1,281,893
% of Pool Outstanding Balance	0.59%	0.52%	0.70%
60-89 days			
Number of loans	1	3	5
Outstanding Balance (\$)	1,187	395,286	624,248
% of Pool Outstanding Balance	0.00%	0.22%	0.34%
90+ days			
Number of loans	17	14	12
Outstanding Balance (\$)	3,079,410	2,447,775	2,117,063
% of Pool Outstanding Balance	1.80%	1.38%	1.16%
TOTAL Delinquencies			
Number of loans	24	23	24
Outstanding Balance (\$)	4,096,780	3,757,349	4,023,203
% of Pool Outstanding Balance	2.39%	2.12%	2.21%
Pool Information			
Number of loans	2,126	2,166	2,192
Outstanding Balance (\$ m)	171	177	182

Repayment Holiday COVID-19

	16 July 2020	16 June 2020	18 May 2020
Number of loans	60	60	60
Outstanding Balance (\$)	10,825,054	10,553,526	10,371,535
% of Pool Outstanding Balance	6.32%	5.95%	5.70%

Note : Arrears and Repayment Holiday COVID-19 information on this page has been restated following reconciliation by ME.

(i) A reclassification has occurred for certain home loans:

- (a) From an arrears category; and
 (b) To Repayment Holiday COVID-19; and

(ii) A separate reclassification has occurred for certain other home loans:

- (a) From Repayment Holiday COVID-19; and

- (b) To either current or in arrears, depending on the arrears position of the relevant home loan.

Please contact the investor reporting team at me.investorreporting@mebank.com.au if you require any further information.

Foreclosure & Mortgage Insurance claims since inception

	<u>Loan count</u>	<u>Amount</u>
Outstanding Balance of Defaulted Loans	7	2,417,401
Proceeds of sale	4	835,792
Loss on sale of property	4	537,895
Claims submitted to Insurer	4	537,895
Claims paid by Insurer	4	531,873
Unclaimed	0	0
Pending claim	0	0
Loss covered by Excess spread	1	5,677
Claims Denied by Insurers	1	4,608

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	2,127,969
Liquidity facility drawn during the current month	-
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(72,702.47)
Closing Outstanding Balance	<u>2,055,267</u>

Payment Funding Facility

150,000

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 2014-1. 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 2014-1 (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.

Geographical Location			
VIC	- Metro	945,347	10%
	- Non Metro	645,305	7%
NSW	- Metro	916,520	10%
	- Non Metro	210,348	2%
QLD	- Metro	1,053,820	11%
	- Non Metro	123,152	1%
SA	- Metro	755,996	8%
	- Non Metro	-	0%
WA	- Metro	2,626,827	28%
	- Non Metro	255,148	3%
TAS	- Metro	-	0%
	- Non Metro	122,076	1%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	1,605,684	17%
	- Non Metro	-	0%
TOTAL		9,260,224	100%

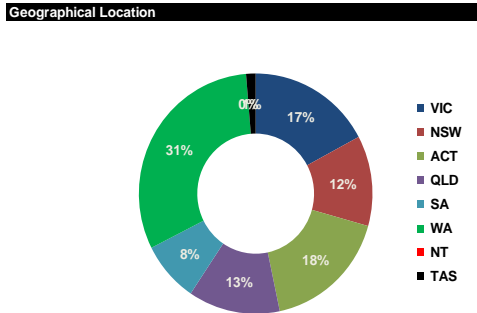
Loan Purpose ¹			
Refinance	3,078,363	33%	
Renovation	-	0%	
Purchase	4,231,694	46%	
Construction	-	0%	
Other	1,950,167	21%	
TOTAL	9,260,224	100%	

Loan Term			
<=5 yrs	-	0%	
>5 & <=10yrs	3	0%	
>10 & <=15yrs	481,094	5%	
>15 & <=20yrs	628,436	7%	
>20 & <=25yrs	1,820,097	20%	
>25yrs	6,330,593	68%	
TOTAL	9,260,224	100%	

Owner/Investment split ¹			
Owner Occupied	8,051,398	87%	
Investment	1,208,826	13%	
TOTAL	9,260,224	100%	

Interest Rate Exposure			
> 8.00%	-	0%	
> 7.00% & <= 8.00%	-	0%	
> 6.00% & <= 7.00%	-	0%	
> 5.00% & <= 6.00%	364,642	4%	
<= 5.00%	8,895,582	96%	
TOTAL	9,260,224	100%	

Loan to Value Ratio			
>95%	325,379	4%	
>90% & <= 95%	404,252	4%	
>85% & <= 90%	-	0%	
>80% & <= 85%	997,070	11%	
>75% & <= 80%	358,350	4%	
>70% & <= 75%	925,159	10%	
>65% & <= 70%	98,957	1%	
>60% & <= 65%	2,212,087	23%	
>55% & <= 60%	353,657	4%	
>50% & <= 55%	241,492	3%	
>45% & <= 50%	206,064	2%	
>40% & <= 45%	360,501	4%	
>35% & <= 40%	855,241	9%	
>30% & <= 35%	697,661	8%	
>25% & <= 30%	758,969	8%	
<=25%	465,386	5%	
TOTAL	9,260,224	100%	

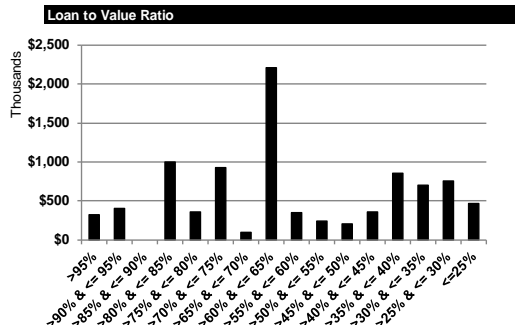


Loan Security ²			
House	8,110,707	88%	
Land	-	0%	
Apartment	230,507	2%	
Unit	919,009	10%	
Townhouse	-	0%	
Other	-	0%	
TOTAL	9,260,224	100%	

Interest Option			
Variable	6,855,845	74%	
Fixed <3 years	2,047,125	22%	
Fixed >3 years	357,253	4%	
TOTAL	9,260,224	100%	

Mortgage Insurance			
Genworth Financial	1,366,708	15%	
HLIC Govt	-	0%	
Uninsured	7,893,515	85%	
QBE	-	0%	
TOTAL	9,260,224	100%	

Loan Size			
>\$250,000	5,398,674	58%	
>\$200,000 & <=\$250,000	1,130,509	12%	
>\$150,000 & <=\$200,000	694,602	8%	
>\$100,000 & <=\$150,000	936,937	10%	
>\$50,000 & <=\$100,000	755,971	8%	
<= \$50,000	343,532	4%	
TOTAL	9,260,224	100%	



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.