

# SMHL SERIES SECURITISATION FUND 2017-1



Monthly Investment Report as at 26 August 2022

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



## Summary

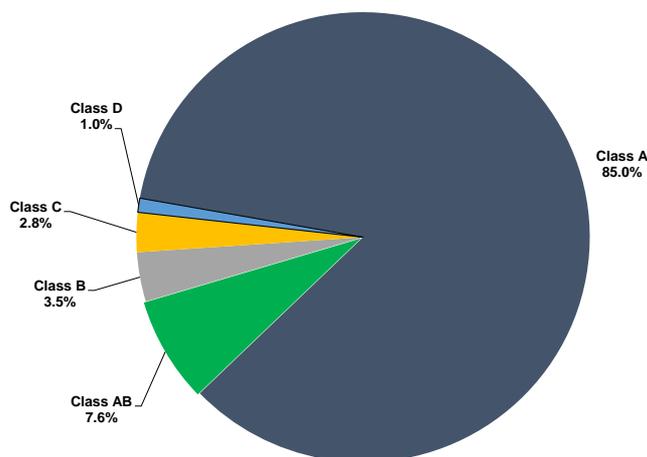
Fund: SMHL Series Securitisation Fund 2017-1  
 Cut-Off Date: 17 August 2022  
 Payment Date: 26 August 2022  
 Issuer: Perpetual Limited as trustee for SMHL Series Securitisation Fund 2017-1  
 Joint Lead Managers: National Australia Bank Limited (ABN 12 004 044 937)  
 Australia and New Zealand Banking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

<b>Fund:</b>	<b>0.14343921</b>
Class A	0.13096473
Class AB	0.28689568
Class B	0.28689568
Class C	0.28689568
Class D	0.28689568
Class E	0.28689568



## Portfolio Structure

	Opening Balance	Principal Pass-Through	Closing Balance	Current Interest Amt		Coupon Rate
				26 July 2022	26 August 2022	26 July 2022
Class A	189,288,921	8,557,589	180,731,332	427,219.39		2.657%
Class AB	16,902,007	764,125	16,137,882	46,329.75		3.227%
Class B	7,887,603	356,592	7,531,012	25,639.98		3.827%
Class C	6,310,083	285,273	6,024,809	24,531.42		4.577%
Class D	2,253,601	101,883	2,151,718	10,483.84		5.477%
Class E	2,704,321	122,260	2,582,061	17,403.93		7.577%
<b>Total Portfolio</b>	<b>225,346,537</b>	<b>10,187,723</b>	<b>215,158,814</b>	<b>551,608</b>		

European CRR invested amount (as per Article 405) \$ 12,444,603

## Pool Details

Number of Loans	3,074
Average Loan Size	69,993
Maximum Loan Size	741,834
Weighted Average LVR	46.34%
Maximum LVR	185.17%
WA Seeding (months)	146
WA Term to Maturity (years)	17
Full Documentation Loans	100.00%
WA Interest Rate	5.41%

## Principal Collections & Prepayment Analysis

	Monthly	Quarterly	Since inception
	15 July 2022 to 17 August 2022	16 June 2022 to 17 August 2022	21 September 2017 to 17 August 2022
<b>Repayment Analysis</b>			
Balance @ Determination Date	225,346,537	247,676,605	1,500,000,000
Substitution	-	-	-
Scheduled Repayments	(994,825)	(3,122,964)	(157,525,526)
Prepayments	(10,705,252)	(34,181,474)	(1,390,256,629)
Redraw Advances	1,512,353	4,786,647	262,940,969
Principal Draws / (Repayment of Principal Draws)	-	-	-
<b>Closing Balance</b>	<b>215,158,814</b>	<b>215,158,814</b>	<b>215,158,814</b>
CPR	39.47%	39.97%	28.57%
SMM	4.10%	4.16%	2.76%

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## Current Position

### Geographical Location

VIC	- Metro	45,984,111	21%
	- Non Metro	13,078,574	6%
NSW	- Metro	26,311,525	12%
	- Non Metro	15,328,730	7%
QLD	- Metro	15,436,648	7%
	- Non Metro	10,590,001	5%
SA	- Metro	9,017,080	4%
	- Non Metro	1,570,572	1%
WA	- Metro	39,407,491	18%
	- Non Metro	2,010,886	1%
TAS	- Metro	6,789,547	3%
	- Non Metro	4,788,998	2%
NT	- Metro	4,349,857	2%
	- Non Metro	348,904	0%
ACT	- Metro	20,145,889	9%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>215,158,814</b>	<b>100%</b>

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

Refinance	63,388,501	29%
Renovation	-	0%
Purchase	84,492,391	40%
Construction	8,769,850	4%
Equity Release	58,508,072	27%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

### Loan Term

<=5 yrs	51,623	0%
>5 & <=10yrs	1,479,135	1%
>10 & <=15yrs	6,177,891	3%
>15 & <=20yrs	14,167,558	7%
>20 & <=25yrs	32,882,550	15%
>25yrs	160,400,056	74%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

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

Owner Occupied	175,529,121	82%
Investment	39,629,694	18%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

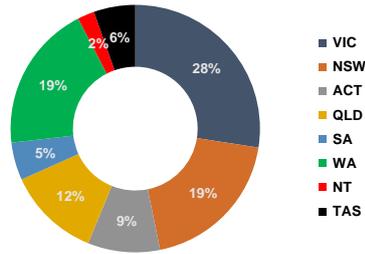
### Interest Rate Exposure

> 8.00%	-	0%
> 7.00% & <= 8.00%	1,501,629	1%
> 6.00% & <= 7.00%	81,217,125	39%
> 5.00% & <= 6.00%	60,458,466	28%
<= 5.00%	71,981,595	32%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

### Loan to Value Ratio

>95%	848,718	0%
>90% & <= 95%	541,031	0%
>85% & <= 90%	968,927	0%
>80% & <= 85%	2,664,736	1%
>75% & <= 80%	6,769,421	3%
>70% & <= 75%	9,941,341	5%
>65% & <= 70%	16,230,592	8%
>60% & <= 65%	17,978,668	8%
>55% & <= 60%	19,924,685	9%
>50% & <= 55%	17,219,963	8%
>45% & <= 50%	17,703,269	8%
>40% & <= 45%	17,876,330	8%
>35% & <= 40%	13,877,599	6%
>30% & <= 35%	14,927,162	7%
>25% & <= 30%	17,742,462	8%
<=25%	39,943,911	21%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

### Geographical Location



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

House	182,525,633	85%
Land	-	0%
Apartment	7,046,336	3%
Unit	20,241,892	9%
Townhouse	3,796,231	2%
Other	1,548,723	1%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

### Interest Option

Variable	211,387,622	98%
Fixed <3 years	3,771,192	2%
Fixed >3 years	-	0%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

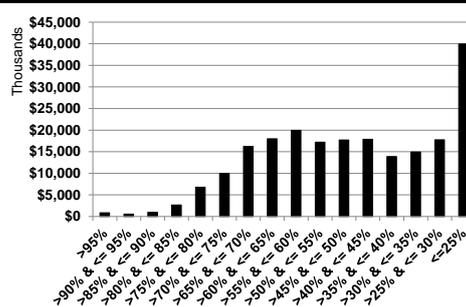
### Mortgage Insurance

Genworth Financial	108,371,691	50%
HLIC Govt	-	0%
Uninsured	106,619,706	50%
QBE	167,416	0%
<b>TOTAL</b>	<b>215,158,814</b>	<b>100%</b>

### Loan Size

>\$250,000	58,978,189	27%
>\$200,000 & <=\$250,000	30,794,433	14%
>\$150,000 & <=\$200,000	38,605,791	18%
>\$100,000 & <=\$150,000	34,647,010	16%
>\$50,000 & <=\$100,000	35,694,035	17%
<=\$50,000	16,439,355	8%
<b>TOTAL</b>	<b>215,158,814</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 is 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 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

	17 August 2022	15 July 2022	16 June 2022
<b>30-59 days</b>			
Number of loans	4	6	9
Outstanding Balance (\$)	316,676	849,006	1,855,976
% of Pool Outstanding Balance	0.15%	0.38%	0.78%
<b>60-89 days</b>			
Number of loans	6	4	4
Outstanding Balance (\$)	1,230,852	1,434,879	1,255,219
% of Pool Outstanding Balance	0.57%	0.64%	0.53%
<b>90+ days</b>			
Number of loans	22	24	24
Outstanding Balance (\$)	4,002,985	3,432,415	3,590,172
% of Pool Outstanding Balance	1.86%	1.52%	1.50%
<b>TOTAL Delinquencies</b>			
Number of loans	32	34	37
Outstanding Balance (\$)	5,550,513	5,716,300	6,701,367
% of Pool Outstanding Balance	2.58%	2.54%	2.80%
<b>Pool Information</b>			
Number of loans	3,074	3,151	3,251
Outstanding Balance (\$ m)	215	225	239

## Repayment Holiday COVID-19

	16 June 2022	16 June 2022	16 June 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	2,219,195
Liquidity facility drawn during the current month	
Repayment of Liquidity Draw for the previous periods	
Outstanding liquidity draws	
Reduction in Facility	(107,536)
Closing Outstanding Balance	2,111,658

## 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	1,992,120	16%
	- Non Metro	1,110,387	9%
NSW	- Metro	2,018,544	16%
	- Non Metro	837,899	7%
QLD	- Metro	955,102	8%
	- Non Metro	661,215	5%
SA	- Metro	997,569	8%
	- Non Metro	-	0%
WA	- Metro	2,579,786	21%
	- Non Metro	-	0%
TAS	- Metro	260,000	2%
	- Non Metro	772,409	6%
NT	- Metro	-	0%
	- Non Metro	-	0%
ACT	- Metro	259,572	2%
	- Non Metro	-	0%
<b>TOTAL</b>		<b>12,444,603</b>	<b>100%</b>

**Loan Purpose <sup>1</sup>**

Refinance	4,635,477	37%
Renovation	-	0%
Purchase	5,449,377	44%
Construction	690,442	6%
Equity Release	1,669,307	13%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Loan Term**

<=5 yrs	-	0%
>5 & <=10yrs	-	0%
>10 & <=15yrs	132,365	1%
>15 & <=20yrs	494,199	4%
>20 & <=25yrs	2,333,415	19%
>25yrs	9,484,625	76%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

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

Owner Occupied	9,202,119	74%
Investment	3,242,484	26%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

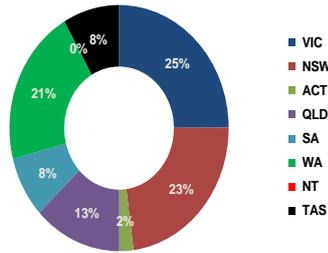
**Interest Rate Exposure**

> 8.00%	-	0%
> 7.00% & <= 8.00%	1,443	0%
> 6.00% & <= 7.00%	1,125,480	9%
> 5.00% & <= 6.00%	1,877,885	15%
<= 5.00%	9,442,682	76%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Loan to Value Ratio**

>95%	-	0%
>90% & <= 95%	-	0%
>85% & <= 90%	-	0%
>80% & <= 85%	594,508	5%
>75% & <= 80%	330,640	3%
>70% & <= 75%	905,128	7%
>65% & <= 70%	2,244,320	18%
>60% & <= 65%	1,443,727	12%
>55% & <= 60%	1,332,615	11%
>50% & <= 55%	365,745	3%
>45% & <= 50%	1,295,002	10%
>40% & <= 45%	369,869	3%
>35% & <= 40%	384,252	3%
>30% & <= 35%	663,440	5%
>25% & <= 30%	680,277	5%
<=25%	1,835,081	15%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Geographical Location**



**Loan Security <sup>2</sup>**

House	9,833,877	79%
Land	-	0%
Apartment	1,344,566	11%
Unit	1,265,407	10%
Townhouse	-	0%
Other	753	0%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Interest Option**

Variable	5,924,513	48%
Fixed <3 years	6,362,670	51%
Fixed >3 years	157,420	1%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

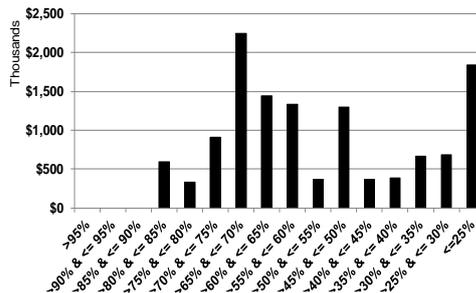
**Mortgage Insurance**

Genworth Financial	3,768,990	30%
HLIC Govt	-	0%
Uninsured	8,675,613	70%
QBE	-	0%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Loan Size**

>\$250,000	5,472,829	44%
>\$200,000 & <=\$250,000	452,964	4%
>\$150,000 & <=\$200,000	2,217,342	18%
>\$100,000 & <=\$150,000	1,787,485	14%
>\$50,000 & <=\$100,000	1,993,539	16%
<= \$50,000	520,445	4%
<b>TOTAL</b>	<b>12,444,603</b>	<b>100%</b>

**Loan to Value Ratio**



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