

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS

Commonwealth Bank of Australia

CBA89QW: At the last round of hearings your bank stated that it could devise a product that utilises superannuation as a form of security to enable Australians to purchase a first home. To do so, please advise what legislative change would be required to enable you to do so?

Answer: The exact changes required would depend on how it was intended the scheme would operate. As outlined in response to question 88, there are current legislative restrictions in the *Superannuation Industry (Supervision) Act* on superannuants borrowing against their super to buy a home in which they will live.