

## HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

### REVIEW OF THE FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS

#### NAB86QW

For each financial year over the past decade, please outline the number and percentage of first home owner mortgages that:

- a) have a guarantor?
- b) have lenders mortgage insurance?

#### Answer

Please find the requested information in the table below. Note, NAB's financial year runs from 1 October to 30 September.

Uplifts to bank policy around guarantors were first made in late 2015, based on APRA Prudential Guide 223. Further policy changes were made in August 2018, which restricted the circumstances in which guarantees would be accepted. Since May 2020, guarantees are not currently accepted for mortgages provided through NAB's consumer banking channels. They remain available for home lending provided through our Business & Private Bank and Commercial Broker channels.

Financial Year	# with guarantor	With guarantor %	With LMI #	With LMI %
FY11	1,111	7.2%	5,585	33.8%
FY12	1,194	8.2%	6,460	40.8%
FY13	1,128	8.1%	6,025	39.6%
FY14	1,156	8.8%	5,178	37.5%
FY15	1,063	9.2%	4,279	35.6%
FY16	811	9.3%	3,387	36.9%
FY17	734	6.2%	4,275	34.2%
FY18	739	3.5%	7,951	36.4%
FY19	272	1.5%	7,580	40.0%
FY20	168	0.8%	8,377	38.5%
FY21*	114	0.7%	7,153	38.7%

\*as at 14 May 2021