

## **HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS**

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

#### **NAB88QW:**

What regulatory changes would be necessary to enable banks to lend to individuals with SMSFs, who are in the retirement phase, to allow them to seek credit for the purchase of assets (such as homes) or to address short-term cash flow issues?

#### **Answer**

If a customer's superannuation is in the pension mode it may be regarded as income to service lending in a credit assessment. This would depend on several factors including the type, length and amount of the lending contract, the nature of the superannuation payments and the customer's individual circumstances.