

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS

SUPERANNUATION SECTOR

ME Bank

ME01QW: *Please provide the details of the governance structure of ME Bank, including:*

Answer:

a) *The Executive management and their committees.*

Please refer to the enclosed Organisational Chart for a detailed information on ME Bank's Executive Team and Executive Committees (**Attachment A**).

b) *The Board and their committees.*

Please refer to the enclosed Organisational Chart for a detailed information on ME Bank's Board and Board Committees (**Attachment A**).

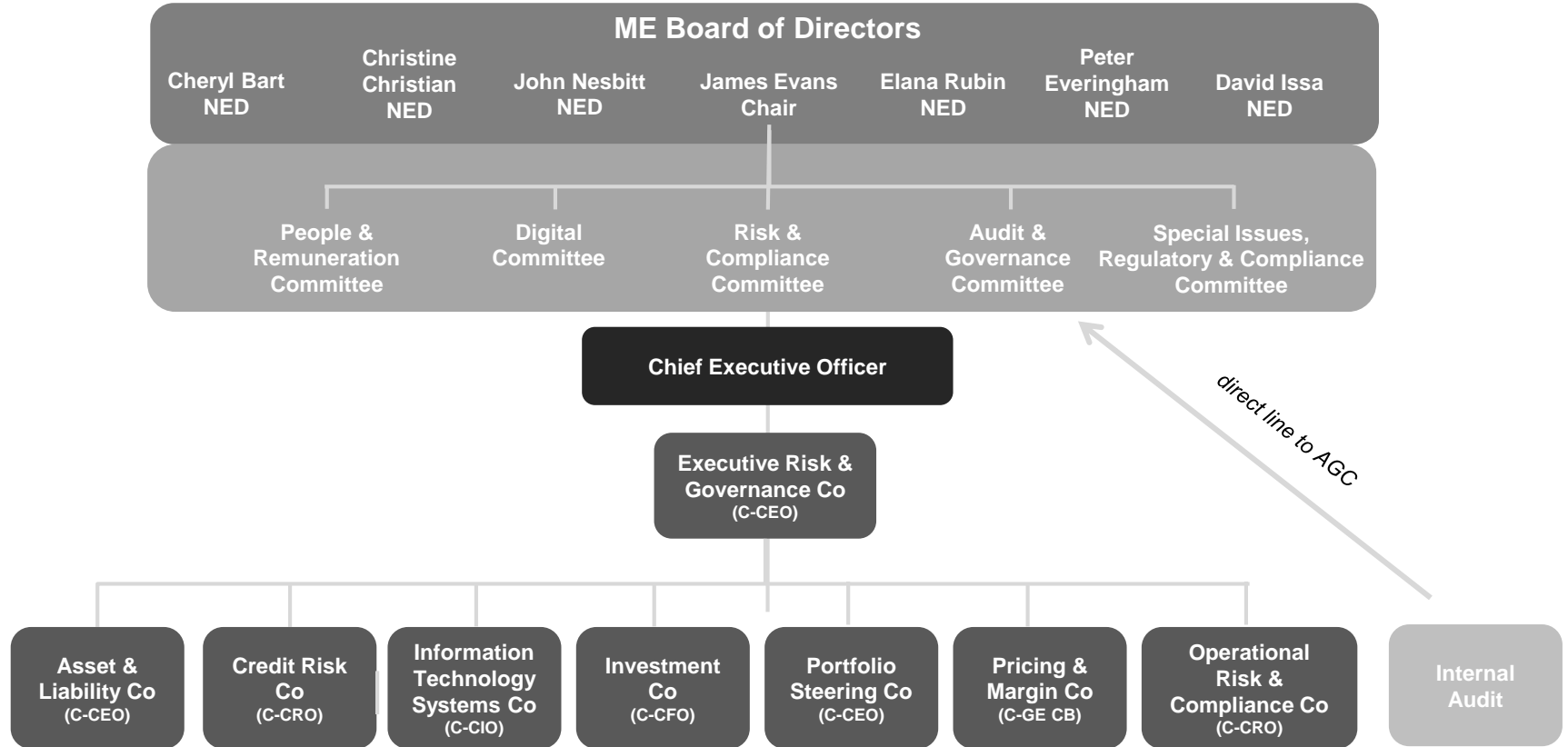
c) *The frequency of Board meetings.*

ME Board meets at least nine times per calendar year.

Annexure A

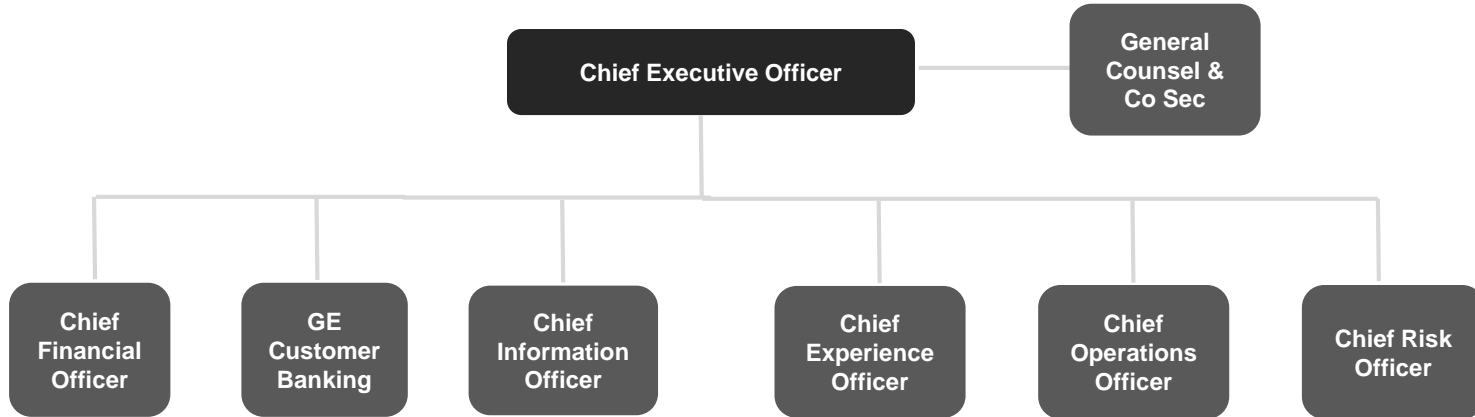


ME Board & Management Committees





ME Executive Management Team



ME02QW: *Please provide details of:*

Answer:

- a) *the shareholdings of ME Bank, including shareholders and percentage shareholdings on 1 January 2020.***

Please refer to the enclosed ME Bank's shareholders structure (**Attachment B**).

- b) *any change to industry funds shareholdings of ME Bank, including shareholders and percentage shareholdings since 1 January 2020.***

None.

Annexure B

ME Bank Shareholding

AustralianSuper	20.39%	2,252,679
CBUS Super	18.88%	2,085,878
HESTA Super	18.73%	2,068,538
HOSTPLUS Super	14.81%	1,635,748
First Super	3.98%	440,078
MTAA Super	3.83%	423,258
CARE Super	3.59%	396,031
Media Super	3.14%	346,672
Vision Super	1.92%	211,838
LUCRF Super	1.52%	168,379
TWU Super	1.51%	166,875
Maritime Super	1.18%	130,747
Sunsuper	1.10%	121,874
UniSuper	1.01%	111,637
Energy Super	0.89%	98,821
Statewide Super	0.75%	82,588
Unclaimed Super	0.58%	64,419
Auscoal Super	0.53%	58,406
Catholic Super	0.51%	56,062
Tasplan Super	0.39%	42,740
WA Local govt Super	0.21%	23,048
REI Super	0.20%	21,694
Non-govt school Super	0.19%	20,623
Australian Catholic Super	0.07%	7,575
Intrust Super	0.05%	5,363
Mercy Super	0.04%	4,295
	100.00%	

ME03QW: *Please provide details of any capital provided by ME Bank to CBUS since 12 March 2020 through:*

Answer:

- a) loans.**
None.
- b) debt facilities.**
None.
- c) the temporary or permanent reallocation of shares.**
None.
- d) the temporary or permanent sale of shares.**
None.

ME04QW: *Please provide details of any capital provided by ME Bank to REST since 12 March 2020 through:*

Answer:

- a) loans.**
None.
- b) debt facilities.**
None.
- c) the temporary or permanent reallocation of shares.**
None. REST is not a shareholder.
- d) the temporary or permanent sale of shares.**
None. REST is not a shareholder.

ME05QW: *Please provide details of any capital provided by ME Bank to Hostplus since 12 March 2020 through:*

Answer:

- a) loans.**
None.
- b) debt facilities.**
None.
- c) the temporary or permanent reallocation of shares.**
None.
- d) the temporary or permanent sale of shares.**
None.

ME06QW: *In the context of the decision by ME Bank to confiscate customers savings from accounts to pay down the principal of a mortgage, please provide the following details:*

Answer: At no point did ME 'confiscate customers savings from accounts to pay down the principal of a mortgage'. ME Bank implemented the readjustment of the available redraw amount within a number of legacy home loan accounts.

- a) ***The legal terms and conditions that ME Bank can make such a decision.***
N/A
- b) ***The date that it was proposed to the Executive.***
N/A
- c) ***The date that the decision was made by the Executive.***
N/A
- d) ***The committee that proposed the decision to the Board.***
N/A
- e) ***A copy of their submission proposing it to the Board.***
N/A
- f) ***The date that it was proposed to the Board.***
N/A
- g) ***The date that the decision was approved by the Board.***
N/A
- h) ***The date that the decision was communicated to staff within ME Bank.***
N/A
- i) ***A copy of their notification to staff within ME Bank.***
N/A
- j) ***The decision making process made by ME Bank to justify such a decision at a bank level.***
N/A
- k) ***The decision making process made by ME Bank to justify such a decision at an individual mortgage level.***
N/A
- l) ***Whether any assessment was made across ME Bank of the volume of savings that would be confiscated, customers affected and the reduction in the debt held by ME Bank.***
N/A
- m) ***The decision making process of calculating the dollar value for each customer.***
N/A
- n) ***The assessment made of the financial capacity of the customer prior to the confiscation of their savings.***
N/A
- o) ***The assessment of the employment status and income of the customer prior to the confiscation of their savings.***
N/A
- p) ***A copy of the notification provided to mortgage holders of the confiscation of their savings.***
N/A
- q) ***The timeframe for notification provided to mortgage holders of the confiscation of their savings.***
N/A
- r) ***The flexibility for redraw confiscated savings to affected mortgage holders.***
N/A

ME07QW: *In the context of the decision by ME Bank to confiscate customers savings from offset accounts to pay down the principal of a mortgage, please provide the following details:*

Answer: At no point did ME 'confiscate customers savings from offset accounts to pay down the principal of a mortgage'. ME Bank implemented the readjustment of the available redraw amount within a number of legacy home loan accounts.

- a. ***The legal terms and conditions that ME Bank can make such a decision.***
N/A
- b. ***The date that it was proposed to the Executive.***
N/A
- c. ***The date that the decision was made by the Executive.***
N/A
- d. ***The committee that proposed the decision to the Board.***
N/A
- e. ***A copy of their submission proposing it to the Board.***
N/A
- f. ***The date that it was proposed to the Board.***
N/A
- g. ***The date that the decision was approved by the Board.***
N/A
- h. ***The date that the decision was communicated to staff within ME Bank.***
N/A
- i. ***A copy of their notification to staff within ME Bank.***
N/A
- j. ***The decision making process made by ME Bank to justify such a decision at a bank level.***
N/A
- k. ***The decision making process made by ME Bank to justify such a decision at an individual mortgage level.***
N/A
- l. ***Whether any assessment was made across ME Bank of the volume of savings that would be confiscated, customers affected and the reduction in the debt held by ME Bank.***
N/A
- m. ***The decision making process of calculating the dollar value for each customer.***
N/A
- n. ***The assessment made of the financial capacity of the customer prior to the confiscation of their savings.***
N/A
- o. ***The assessment of the employment status and income of the customer prior to the confiscation of their savings.***
N/A
- p. ***A copy of the notification provided to mortgage holders of the confiscation of their savings.***
N/A
- q. ***The timeframe for notification provided to mortgage holders of the confiscation of their savings.***
N/A
- r. ***The flexibility for redraw confiscated savings to affected mortgage holders.***
N/A

ME08QW: ***Since 1 January 2020, how many mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products?***

Answer: Since 1 January 2020, no ME mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products.

a. *Individuals and mortgage products?*

N/A

b. *In dollar value?*

N/A

ME09QW: ***Since 1 February 2020, how many mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products?***

Answer: Since 1 February 2020, no ME mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products.

a. *Individuals and mortgage products?*

N/A

b. *In dollar value?*

N/A

ME10QW: *Since 1 March 2020, how many mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products?*

Answer: Since 1 March 2020, no ME mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products.

a. *Individuals and mortgage products?*

N/A

b. *In dollar value?*

N/A

ME11QW: *Since 1 April 2020, how many mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products?*

Answer: Since 1 April 2020, no ME mortgage holders have had savings from their accounts taken and paid against the principal of their mortgage products.

a. *Individuals and mortgage products?*

N/A

b. *In dollar value?*

N/A