

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS

Bank of Queensland

BAQ2QW: Regarding interest only mortgages:

- (a) How many do you currently provide, and what is their total dollar value?

Answer: As at 31 August 2019, BOQ had 26,000 interest only mortgages, with a total value of \$6.6 billion.

- (b) What is their percentage of your total mortgage products provided?

Answer: As at 31 August 2019, interest only mortgages represented 22 per cent of all mortgages by value.

- (c) For the last two rate cuts, what was the aggregate dollar value reduction in interest repayments compared to each previous month?

Answer: Net monthly interest repayments (after adjusting for offset accounts) fell by \$3.0 million between May (the last full month before the first cut) and August (the first full month after the second cut).