

Senate Economics Legislation Committee

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Additional Estimates

2014 - 2015

Department/Agency: Treasury

Question: AET 52

Topic: Securitisation market figures

Reference: Hansard page no. 22-23 - 26 February 2015

Senator: Bushby, David

Question:

52. Ms Quinn: We have had a shift. In terms of access to funding, banks have reported that they have not had any issues with access to funding. The markets have continued to—

Senator BUSHBY: What about smaller operators?

Ms Quinn: Smaller operators have also found, for example, the securitisation market has been very healthy in recent times. That particularly helps smaller entities that have mortgages to be able to recycle their funding. We have seen the securitisation market be very positive for the small end of the system.

Senator BUSHBY: Do you have any figures on how much has gone through the securitisation market?

Ms Quinn: I do have figures on that. I am happy to provide it on notice, in the interests of time.

Senator BUSHBY: Okay. Take it on notice. That is fine.

Answer:

52. Around \$29 billion of Australian Residential Mortgage Backed Securities (RMBS) was issued in 2014, the highest in any calendar year since 2007. The trend has continued into 2015, with more than \$9 billion of RMBS issuance so far in the year.

There was more than \$10 billion of primary RMBS issuance by non-major lenders over the past six months (see table below for details).

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Table: Primary RMBS issuance by non-major lenders (Oct-2014 to current)

Originator	Pricing date	Deal size (AUD, \$m)
Pepper Australia Pty Ltd	3-Oct-14	400
Blustone Group	28-Oct-14	209
Wide bay Australia	31-Oct-14	300
Citigroup Australia	6-Nov-14	1,130
Resimac Ltd	10-Nov-14	500
Liberty Financial	14-Nov-14	500
Beyond Bank	21-Nov-14	300
AMP Bank	24-Nov-14	1,000
Bendigo and Adelaide Bank	9-Dec-14	600
My State and the Rock	11-Dec-14	300
Macquarie Bank	6-Feb-15	2,000
Credit Union Australia	13-Feb-15	750
Suncorp Group	26-Feb-15	1,250
Bank of Queensland	12-Mar-15	900
Resimac	13-Mar-15	375

Source: Thomson Reuters and Westpac.