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# **MTF Securities Limited**

**Investor report**

**October 2007**

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## Programme summary

<b>Month</b>	October 2007
Beginning of reporting period:	01 October 2006
End of reporting period:	31 October 2007
<b>Programme inception</b>	31 October 1995
<b>Asset type</b>	Loans secured by underlying contracts and vehicles
<b>Programme type</b>	Partially supported, single seller ABCP programme
<b>Programme ratings</b>	
Standard & Poor's	A-1+
Moody's	P-1
<b>Authorised programme limit</b>	USD 500,000,000
<b>Programme administrator</b>	Commonwealth Bank of Australia
<b>Programme sponsor</b>	Commonwealth Bank of Australia
<b>Sponsor's ratings</b>	
Standard & Poor's	A-1+ / P-1
Moody's	A-1+ / P-1
<b>Programme liquidity provider</b>	Commonwealth Bank of Australia Westpac Banking Corporation
<b>Programme credit enhancement</b>	8.50%
<b>Current programme letter of credit</b>	2.83%
<b>Aggregate commitments</b>	
Commercial paper outstanding on last business day	USD 391,000,000
<b>Programme wind down event</b>	Any amount of credit enhancement is used Event of default of MTF securities, including bankruptcy The 5% delinquency trigger (based on a 3 month rolling average) is breached
<b>Programme contact</b>	Commonwealth Bank of Australia

**Date of most recent audited financials** 30 September 2006

**Top 5 largest transactions**

Aon New Zealand Limited	0.33%
Infinity Solutions Limited	0.13%
Wattyl N Z Limited	0.12%
Healthcare Of New Zealand Holdings Limited	0.11%
Raukura Hauora O Tainui Trust	0.10%

**Liability information (end of period)**

CP Outstanding USD 391,000,000

Weighted average USD maturity (days) 29

**Programme credit enhancement**

**Type** Combination of:  
(i) seller holdbacks (overcollateralization) and  
(ii) cash advances facility and short term advances facility in the form of an LOC agreement provided by Commonwealth Bank of Australia

**Support percentage** 8.50%

**Programme letter of credit (LOC)**

Current programme LOC	NZD 15,589,007
Current programme LOC as a % of total outstanding requiring support	2.83%

**Liquidity providers (net exposure)**

Commonwealth Bank of Australia	72%
Westpac	28%

	Nov-06	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07
Principal outstanding	\$ 512,186,812	\$ 519,100,327	\$ 523,524,544	\$ 528,980,510	\$ 528,864,503	\$ 530,551,555	\$ 534,560,091	\$ 537,570,098	\$ 540,182,226	\$ 539,596,922	\$ 546,865,273	\$ 550,200,236
Programme Credit Enhancement	\$ 43,535,879	\$ 44,123,528	\$ 44,499,586	\$ 44,963,343	\$ 44,953,483	\$ 45,096,882	\$ 45,437,608	\$ 45,693,458	\$ 45,915,489	\$ 45,865,738	\$ 46,483,548	\$ 46,822,398
LOC	\$ 14,511,960	\$ 14,707,843	\$ 14,833,195	\$ 14,987,781	\$ 14,984,494	\$ 15,032,294	\$ 15,145,869	\$ 15,231,153	\$ 15,305,163	\$ 15,288,579	\$ 15,494,516	\$ 15,589,007
Holdbacks (overcollateralization)	\$ 29,023,919	\$ 29,415,685	\$ 29,666,391	\$ 29,975,562	\$ 29,968,989	\$ 30,064,588	\$ 30,291,739	\$ 30,462,306	\$ 30,610,326	\$ 30,577,159	\$ 30,989,032	\$ 31,178,013
Total USD ECP outstanding (\$m)	322,500,000	338,000,000	344,000,000	344,000,000	346,500,000	366,000,000	369,500,000	381,500,000	401,000,000	370,500,000	366,000,000	391,000,000
Total pool gross loss	\$ 74,648	\$ 207,036	\$ 90,279	\$ 330,244	\$ 64,067	\$ 40,012	\$ 33,104	\$ 163,436	\$ 142,431	\$ 122,530	\$ 102,694	\$ 218,054
Total pool principal in arrears												
Current	98.48%	98.43%	98.38%	98.41%	98.47%	98.40%	98.64%	98.67%	98.68%	98.66%	98.59%	98.73%
30 - 60 days	1.08%	1.22%	1.21%	1.21%	1.25%	1.21%	1.05%	1.01%	0.97%	1.03%	1.07%	0.97%
61 - 90 days	0.29%	0.23%	0.30%	0.26%	0.19%	0.32%	0.20%	0.22%	0.26%	0.22%	0.22%	0.20%
91+ days	0.15%	0.11%	0.11%	0.12%	0.09%	0.07%	0.10%	0.11%	0.09%	0.10%	0.12%	0.10%
Current	\$ 505,890,921	\$ 512,482,040	\$ 512,572,336	\$ 514,320,761	\$ 516,164,015	\$ 518,801,279	\$ 523,766,614	\$ 525,712,796	\$ 525,813,916	\$ 529,804,503	\$ 535,752,451	\$ 543,293,346
30 - 60 days	\$ 5,528,172	\$ 6,376,666	\$ 6,321,439	\$ 6,341,412	\$ 6,535,097	\$ 6,400,414	\$ 5,588,732	\$ 5,371,202	\$ 5,150,700	\$ 5,521,137	\$ 5,826,583	\$ 5,344,707
61 - 90 days	\$ 1,491,548	\$ 1,203,978	\$ 1,582,571	\$ 1,333,435	\$ 994,280	\$ 1,670,940	\$ 1,075,500	\$ 1,168,006	\$ 1,409,966	\$ 1,160,626	\$ 1,212,283	\$ 1,082,637
91+ days	\$ 772,057	\$ 595,622	\$ 559,259	\$ 616,788	\$ 495,790	\$ 375,960	\$ 538,289	\$ 566,041	\$ 490,520	\$ 528,887	\$ 634,584	\$ 546,077
Total pool instalments in arrears												
Current	54.48%	72.57%	60.10%	66.38%	66.57%	63.83%	60.16%	70.53%	61.17%	62.62%	73.54%	58.95%
30 - 60 days	25.88%	17.31%	25.12%	23.07%	23.07%	22.34%	22.27%	21.45%	22.73%	24.27%	18.26%	24.23%
61 - 90 days	13.30%	6.59%	10.40%	7.81%	6.43%	9.93%	8.54%	6.63%	10.90%	7.91%	5.19%	8.78%
91+ days	6.35%	3.53%	4.39%	4.82%	3.92%	3.90%	7.03%	4.58%	6.48%	6.73%	4.77%	8.04%
Current	\$ 1,099,454	\$ 2,130,350	\$ 1,283,532	\$ 1,692,228	\$ 1,740,388	\$ 1,585,490	\$ 1,166,299	\$ 2,063,547	\$ 1,282,770	\$ 1,211,131	\$ 2,556,829	\$ 1,144,148
30 - 60 days	\$ 522,236	\$ 508,051	\$ 536,357	\$ 535,322	\$ 603,135	\$ 554,829	\$ 470,479	\$ 534,228	\$ 449,843	\$ 439,673	\$ 574,072	\$ 470,229
61 - 90 days	\$ 268,357	\$ 193,374	\$ 222,006	\$ 199,122	\$ 168,212	\$ 246,659	\$ 165,653	\$ 194,108	\$ 228,490	\$ 153,013	\$ 180,397	\$ 170,509
91+ days	\$ 128,187	\$ 103,695	\$ 93,644	\$ 122,779	\$ 102,466	\$ 96,832	\$ 136,315	\$ 133,883	\$ 135,836	\$ 130,215	\$ 165,708	\$ 156,045
Vehicle type distribution												
Passenger vehicles	71.87%	72.47%	72.81%	73.04%	73.38%	73.56%	73.60%	73.71%	73.67%	73.39%	73.25%	73.10%
Convertible	0.34%	0.31%	0.31%	0.31%	0.32%	0.29%	0.31%	0.31%	0.31%	0.32%	0.32%	0.35%
Hatchback	7.50%	7.54%	7.62%	7.71%	7.69%	7.69%	7.65%	7.74%	7.74%	7.71%	7.57%	7.50%
Liftback	0.57%	0.54%	0.53%	0.50%	0.49%	0.47%	0.46%	0.46%	0.43%	0.43%	0.41%	0.43%
Recreational Vehicle	10.82%	11.09%	11.25%	11.23%	11.35%	11.40%	11.48%	11.56%	11.51%	11.37%	11.47%	11.47%
Saloon	40.43%	41.10%	41.37%	41.70%	42.08%	42.44%	42.61%	42.58%	42.65%	42.59%	42.46%	42.49%
Sports	1.68%	1.59%	1.58%	1.60%	1.65%	1.67%	1.56%	1.56%	1.57%	1.53%	1.47%	1.46%
Station Wagon	10.54%	10.28%	10.14%	9.99%	9.80%	9.59%	9.56%	9.51%	9.45%	9.46%	9.53%	9.40%
Commercial vehicles	16.94%	16.37%	16.04%	15.94%	15.70%	15.55%	15.50%	15.47%	15.47%	15.55%	15.62%	15.66%
Motorcycles	10.68%	10.67%	10.62%	10.51%	10.41%	10.35%	10.33%	10.28%	10.28%	10.48%	10.52%	10.54%
Caravans	0.51%	0.49%	0.53%	0.51%	0.52%	0.54%	0.57%	0.55%	0.58%	0.59%	0.62%	0.70%
Passenger vehicles	\$ 370,324,339	\$ 377,821,613	\$ 381,201,092	\$ 383,309,804	\$ 385,910,126	\$ 389,515,241	\$ 393,684,244	\$ 393,962,486	\$ 394,644,449	\$ 396,535,256	\$ 398,641,377	\$ 403,534,571
Convertible	\$ 1,738,771	\$ 1,678,952	\$ 1,642,640	\$ 1,642,922	\$ 1,697,158	\$ 1,546,248	\$ 1,533,219	\$ 1,660,526	\$ 1,655,150	\$ 1,725,259	\$ 1,749,254	\$ 1,919,562
Hatchback	\$ 38,628,703	\$ 39,309,257	\$ 39,876,594	\$ 40,438,446	\$ 40,429,013	\$ 40,705,663	\$ 40,934,657	\$ 41,365,470	\$ 41,474,181	\$ 41,652,331	\$ 41,198,790	\$ 41,417,921
Liftback	\$ 2,919,964	\$ 2,829,722	\$ 2,786,417	\$ 2,631,540	\$ 2,572,140	\$ 2,502,456	\$ 2,454,371	\$ 2,440,167	\$ 2,327,176	\$ 2,311,272	\$ 2,258,232	\$ 2,385,698
Recreational Vehicle	\$ 55,734,809	\$ 57,811,145	\$ 58,905,447	\$ 58,936,529	\$ 59,688,883	\$ 60,362,153	\$ 61,396,296	\$ 61,785,154	\$ 61,681,688	\$ 61,419,227	\$ 62,427,199	\$ 63,297,437
Saloon	\$ 208,320,156	\$ 214,277,328	\$ 216,597,928	\$ 218,858,452	\$ 221,309,329	\$ 224,728,616	\$ 227,904,101	\$ 227,567,364	\$ 228,485,498	\$ 230,086,224	\$ 231,103,224	\$ 234,566,410
Sports	\$ 8,656,476	\$ 8,299,235	\$ 8,285,760	\$ 8,387,634	\$ 8,674,597	\$ 8,869,903	\$ 8,350,235	\$ 8,336,726	\$ 8,386,579	\$ 8,244,809	\$ 8,019,056	\$ 8,048,482
Station Wagon	\$ 54,325,460	\$ 53,615,975	\$ 53,106,305	\$ 52,414,281	\$ 51,539,006	\$ 50,800,202	\$ 51,111,366	\$ 50,807,079	\$ 50,634,177	\$ 51,096,134	\$ 51,885,623	\$ 51,899,062
Commercial vehicles	\$ 87,278,855	\$ 85,322,493	\$ 83,980,838	\$ 83,649,726	\$ 82,546,200	\$ 82,363,861	\$ 82,932,419	\$ 82,686,144	\$ 82,860,389	\$ 83,937,559	\$ 85,002,347	\$ 86,453,903
Motorcycles	\$ 55,043,344	\$ 55,627,345	\$ 55,594,493	\$ 55,157,262	\$ 54,729,630	\$ 54,815,270	\$ 55,252,519	\$ 54,930,082	\$ 55,077,300	\$ 56,608,359	\$ 57,229,688	\$ 58,178,602
Caravans	\$ 2,637,243	\$ 2,565,815	\$ 2,761,689	\$ 2,664,796	\$ 2,736,088	\$ 2,856,983	\$ 3,044,507	\$ 2,917,619	\$ 3,101,268	\$ 3,198,902	\$ 3,364,778	\$ 3,864,761
Weighted Avg Interest Rate (loans)	13.23%	13.37%	13.35%	13.36%	13.36%	13.38%	13.38%	13.40%	13.43%	13.48%	13.53%	13.60%
Weighted Avg Term of Contracts (months)	38.96	38.94	38.97	39.06	39.16	39.25	39.28	39.28	39.31	39.30	39.33	39.30
Weighted Avg Term to Maturity (months)	27.51	27.53	27.43	27.48	27.68	27.78	27.83	27.83	27.85	27.96	28.03	28.09
Weighted Avg Seasoning (months)	11.45	11.41	11.54	11.58	11.48	11.47	11.24	11.45	11.46	11.34	11.31	11.21
Average Contract Size	\$ 9,232	\$ 9,317	\$ 9,338	\$ 9,369	\$ 9,449	\$ 9,520	\$ 9,630	\$ 9,680	\$ 9,744	\$ 9,831	\$ 9,893	\$ 9,970
Maximum Contract Balance	\$ 280,785	\$ 280,265	\$ 279,739	\$ 279,209	\$ 278,674	\$ 280,997	\$ 274,174	\$ 270,712	\$ 270,712	\$ 267,216	\$ 263,685	\$ 260,120

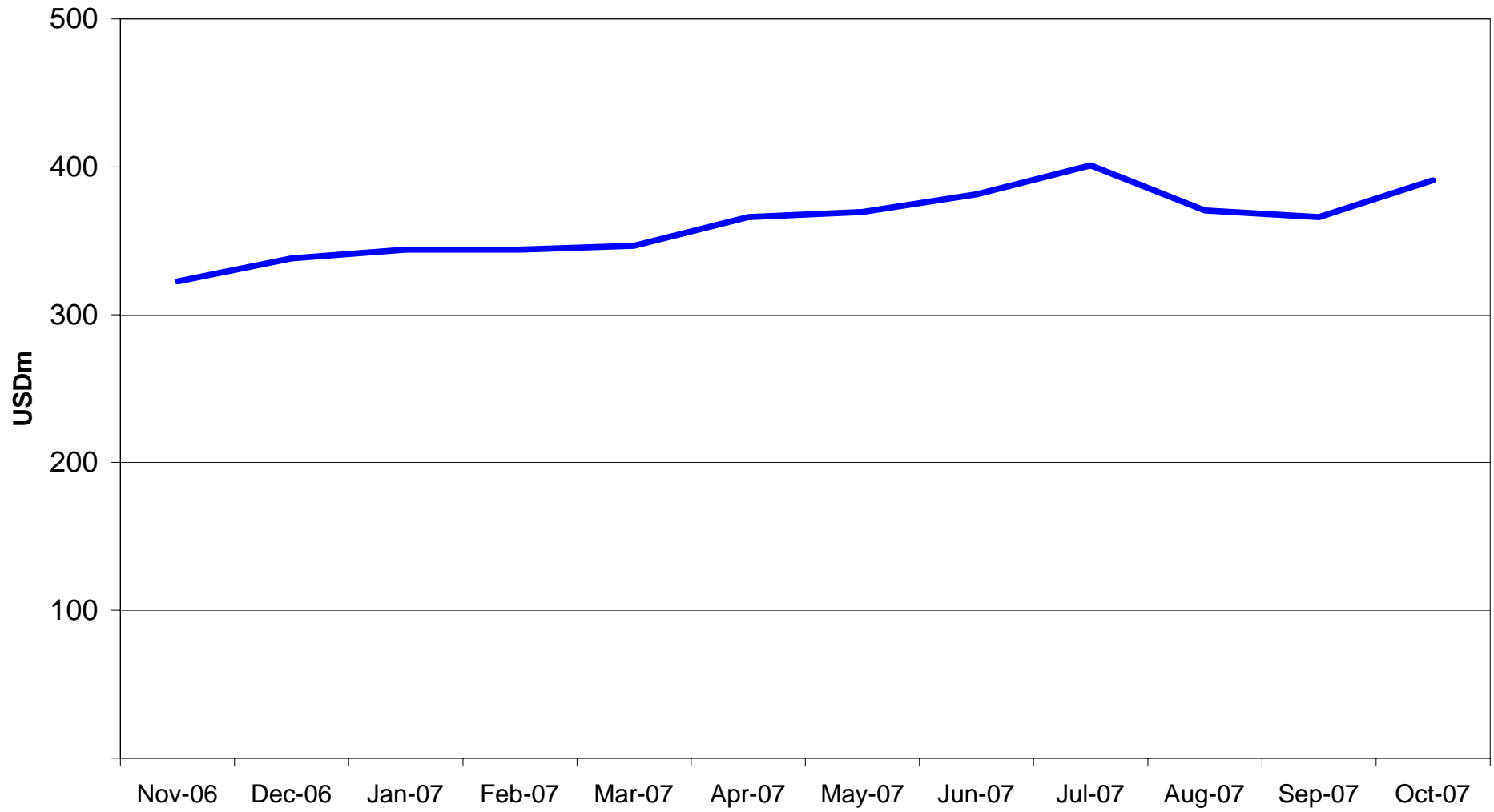
## Key requirements:

	Requirement	Nov-06	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07
<b>1 Programme termination</b>  Three month rolling average monthly principal balance of contracts in arrears 42 & 45 days or more as a % of the three months rolling average of all principal balances outstanding	< 5.00%	0.77%	0.77%	0.79%	0.78%	0.76%	0.77%	0.76%	0.82%	0.80%	0.84%	0.83%	0.78%
<b>2 Liquidity letters of credit top-up</b> Total principal balances in arrears as a % of all principal balances outstanding	< 27.00%	4.29%	4.28%	4.87%	4.46%	4.36%	4.70%	4.06%	3.70%	3.95%	3.96%	3.49%	4.03%
<b>3 Loss reserves</b> <b>Finance accounts</b> Reserve required is 2.2 times the % of principal balances of accounts in arrears 42 days or more as a ratio of total principal balances outstanding (Minimum 5%)	< 3.86%	0.89%	0.82%	0.97%	0.96%	0.75%	1.02%	0.89%	0.91%	0.86%	0.84%	0.87%	0.82%
<b>Lease accounts</b> Reserve required is 4.0 times the % of principal balances of accounts in arrears 45 days or more as a ratio of total principal balances outstanding (Minimum 2.75%)	< 2.13%	0.50%	0.22%	0.30%	0.08%	0.25%	0.39%	0.14%	0.63%	0.63%	0.94%	0.62%	0.14%
<b>4 Lease concentration</b>  Lease principal balances outstanding as a % of total principal balances outstanding (Finance & Lease accounts combined) Honda (operating lease only)	< 18.00%	12.41%	13.87%	14.85%	15.19%	15.76%	15.93%	16.37%	16.52%	16.66%	16.75%	16.75%	17.00%
Any one dealer excluding Honda (operating lease only)	< 3.00%	0.31%	0.30%	0.31%	0.31%	0.31%	0.32%	0.32%	0.34%	0.32%	0.33%	0.32%	0.27%
Any one lessee (Operating & Finance lease together)	< 3.00%	0.32%	0.33%	0.34%	0.36%	0.35%	0.33%	0.36%	0.36%	0.35%	0.34%	0.35%	0.35%
<b>5 Term greater than 48 months restriction</b> No more than 10% of any tranche can consist of accounts with a term of greater than 48 months	< 10.00%	8.27%	7.85%	7.91%	8.92%	9.77%	9.68%	8.73%	9.81%	9.55%	9.79%	9.96%	9.88%
<b>6 Level of car, commercial and motorcycle</b>  At least 90% of any tranche has related vehicles which are a passenger car, a commercial vehicle, or a motorcycle	> 90.00%	97.09%	98.81%	98.49%	98.55%	98.46%	97.77%	97.34%	97.53%	96.90%	96.94%	95.82%	94.46%
<b>7 Equalisation reserve</b> Interest income on securitised loans less cost of funds as % of principal for each tranche	> 5.00%	5.59%	5.61%	5.63%	6.11%	5.72%	5.71%	5.65%	6.03%	5.95%	6.18%	6.23%	6.44%

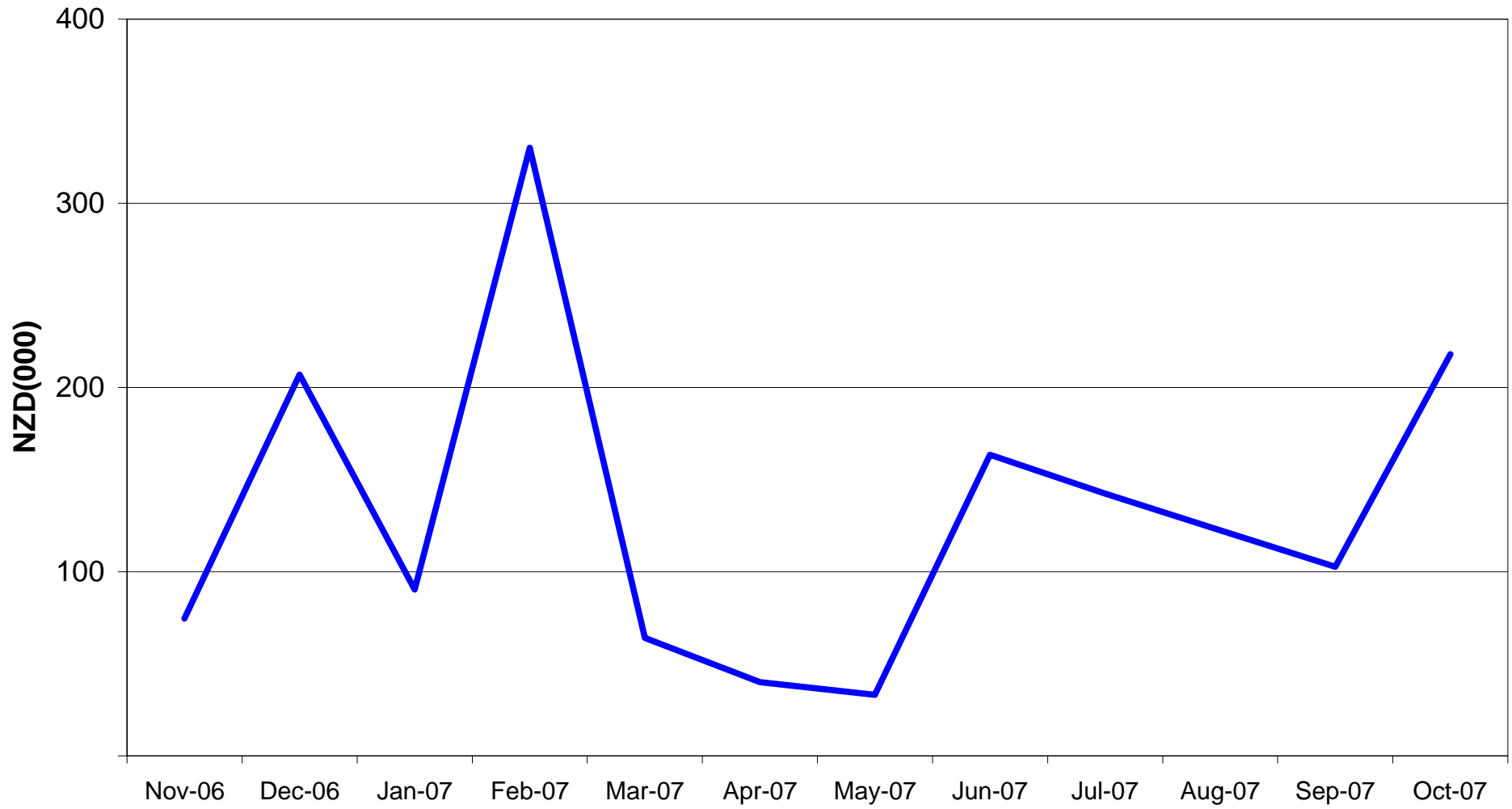
Requirements 2, 3 and 4 are not default or termination triggers. They are drivers for the quantum of letters of credit and loss reserve (credit enhancement) required.

Requirements 5 through 6 cannot be exceeded due to the origination system deselecting any excess of these loans.

### USD CP outstanding



### Total pool gross loss



**Total principal in arrears**

