



Change to Assessment of Existing Home Loan Commitments

Effective immediately as at 12 September 2023, there has been a change to how we assess existing home loan commitments where the current interest rate is below 5.00%pa.

In these instances, we'll be applying an 8.91%pa (5.91%pa proxy rate + 3%pa buffer) assessment rate on all OFI debts that will not be refinanced as part of the transaction, this will be regardless of the loan purpose or loan type.

Our policy document and servicing calculator will be updated shortly, but in the interim all debts below 5.00%pa should be input at 5.91%pa (proxy rate) or the actual loan rate (whichever is the greater) in your serviceability calculation and notes added in the submission to this effect.

If you have any questions, please contact Select Assist on 1300 738 336 or your Partner Relationship Manager.

Regards,

Natalie Sheehan
Head of Broker Distribution