



Firstmac Mortgage Funding Trust Series 1A-2014

PRICING TERM SHEET

Australian Prime RMBS – New Issue

AUD750M (equivalent)

19 June 2014

Pricing Date 19 June 2014	Settlement Date 26 June 2014
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Note	Issue Size (\$m)	Currency	Type	Expected Ratings ³ (S&P /Fitch)	Initial Credit Support	Required CE S&P/Fitch	Benchmark + Coupon	Modelled WAL ¹ (Years)	Modelled Payment Window ¹
A-1	340.0	AUD	Pass through	AAA(sf)/AAAsf	15.00%	5.6%/6.7% ⁵	1M BBSW + 0.93%	2.26	Jul-14 to Jan-25
A-2A	270.0	USD	1-Year Hard bullet	A-1+(sf)/F1+sf	15.00%	5.6%/6.7% ⁵	1M USD LIBOR + 0.35%	1.01 ²	Jun-15
A-3	37.50	AUD	Pass through	AAA(sf)/AAAsf	10.00%	5.6%/6.7% ⁵	1M BBSW + 1.10%	3.03	Jul-14 to Jan-25
AB	45.75	AUD	Pass through	AAA(sf)	3.90%	2.5%	1M BBSW + 1.70%	5.97	Aug-16 to Jan-25
B-1	22.50	AUD	Pass through	AA-(sf)	0.90%	0.9%	1M BBSW + 2.80%	5.97	Aug-16 to Jan-25
B-2	3.75	AUD	Pass through	BBB(sf)	0.40%	0.4%	1M BBSW + 3.40%	5.97	Aug-16 to Jan-25
B-3	3.00	AUD	Pass through	NR	--	--	1M BBSW	10.51	Jan-25
Total	750.00								

¹ The modelled WAL and Payment Window assume a portfolio constant prepayment rate (“CPR”) of 18%, no defaults, no arrears, no principal draws, the Pro-Rata Tests are satisfied and that the Notes are repaid on the first possible Call Option.

² The USD Class A2-A Notes have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”) or the securities laws of any state or other jurisdiction of the United States and may not be offered or sold in the United States or to, or for the account or benefit of, U.S. Persons (as defined in Regulation S under the Securities Act (“Regulation S”)), except in transactions exempt from or not subject to the registration requirements of the Securities Act and in compliance with any applicable state securities laws. Accordingly, any USD A2-A Notes will be offered and sold only (i) to qualified institutional buyers (“QIBS”) (as defined in Rule 144A under the Securities Act (“Rule 144A”)) in the United States or (ii) to non-U.S. persons outside of the United States in offshore transactions within the meaning of Regulation S.

³ To facilitate redemption of the Class A-2A Notes at their Legal Final Maturity, [USD/AUD] denominated Class A-2B(U) Notes/A-2B(A) Notes with a Legal Final Maturity of one year may be issued. To facilitate redemption of the Class A-2B(U) or Class A-2B(A) Notes at their Legal Final Maturity, AUD denominated Class A-2R Notes may be issued (see “Notes & Structural Features – Class A-2A Notes and – Class A-2B Notes” in this term sheet). The Class A-2A AUD/USD exchange rate is assumed to be [0.907563025], with the Class A-2A AUD equivalent rounded to [A\$297,500,000].

⁴ AUD Equivalent Preliminary sizes and ratings subject to final confirmation from S&P and Fitch.

⁵ Expected to be LMI independent at issuance date.



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Disclaimer

This document contains an outline of some of the terms and conditions that may apply to the potential transaction, based on information provided by Firstmac Limited to National Australia Bank Limited (ABN 12 004 044 937) (“**NAB**”), nabSecurities, LLC (“**nabSecurities**”), Australia and New Zealand Banking Group Limited (ABN 11 005 357 522) (“**ANZ**”), J.P. Morgan Australia Limited (AFSL 238188) (“**JPM Australia**”), J.P. Morgan Securities LLC (“**JPMSLLC**”), J.P.Morgan Australia Limited (“**JPM Australia**”) and Westpac Institutional Bank, a division of Westpac Banking Corporation (ABN 33 007 457 141) (“**Westpac**”) to date. It does not describe all of the terms and conditions which will apply, for example documentation for the potential transaction would contain representations and warranties, general undertakings, events of default and reporting requirements in a form customary or appropriate for this type of transaction.

There is no certainty that the parameters and assumptions used to prepare this document can be achieved in an actual transaction. In the event of any inconsistency between this document and the transaction documents for the potential transaction or any other transaction involving NAB, ANZ, Westpac or any other transaction party the transaction documents shall prevail.

This document does not constitute a recommendation, offer or invitation to purchase Notes by any person or to engage in or refrain from engaging in any transaction and is not intended to be a complete summary or statement of the Notes. Any participation by NAB, ANZ or Westpac in the potential transaction or any other transaction or provision of finance would be subject to, among other things, the obtaining of all required board, credit, legal, pricing and other internal approvals, due diligence being conducted on Firstmac Limited and the execution by all relevant parties of transaction documents satisfactory to NAB, ANZ and Westpac

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By accepting this material, you acknowledge and agree that each transaction party is acting, and will at all times act, as an independent contractor on an arm’s-length basis and is not acting, and will not act, in any other capacity, including in a fiduciary capacity, with respect to you.

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The information contained herein is preliminary as of the date hereof and will be superseded by the final offering document relating to the Notes. Any decision to invest in the Notes should be made after reviewing such definitive final offering document

Transaction Parties	
Trust	Firstmac Mortgage Funding Trust No.4. (the "Trust"). The Trust is a stand-alone trust established under the Firstmac Master Trust Programme ("the Programme").
Series	The assets of the Trust are allocated to the Series 1A-2014 and are accounted for separately from any other Series.
Issuer and Trustee	Firstmac Fiduciary Services Pty Ltd (ABN 60 105 052 515) as trustee for the Trust in respect of the Firstmac Mortgage Funding Trust Series 1A-2014 ("the Series"). Assets included in this Series will be ring-fenced from other series established under the Trust.
Manager	Firstmac Limited (ABN 59 094 145 963)
Security Trustee	P.T. Limited (ABN 67 004 454 666)
Servicer	Firstmac Limited ("STRONG" Residential Loan Servicer Ranking from S&P at Issue Date)
Standby Servicer	Perpetual Trustee Company Limited (ABN 42 000 001 007)
Standby Trustee	Perpetual Corporate Trust Limited (ABN 99 000 341 533)
Co-Arrangers	Australia and New Zealand Banking Group Limited (ABN 11 005 357 522) ("ANZ") National Australia Bank Limited (ABN 12 004 044 937) ("NAB")
Custodian	Perpetual Trustee Company (ABN 42 000 001 007)
Joint Lead Managers – USD (USD Notes to be issued on the Settlement Date)	nabSecurities, LLC ("nabSecurities"), a wholly owned subsidiary of NAB J.P. Morgan Securities LLC ("JPMSLLC")
Joint Lead Managers – AUD (AUD Notes to be issued on the Settlement Date)	Australia and New Zealand Banking Group Limited (ABN 11 005 357 522) ("ANZ") J.P. Morgan Australia Limited (ABN 52 002 888 011) ("JPM Australia"); National Australia Bank Limited (ABN 12 004 044 937) ("NAB") Westpac Institutional Bank, a division of Westpac Banking Corporation (ABN 33 007 457 141) ("Westpac")
Redemption Facility Provider	NAB
Cross Currency Swap Provider	NAB
Fixed Rate Swap Provider	NAB
Liquidity Facility Provider	NAB
Deposit Account Provider	NAB
Class A-2 Notes Note Trustee Calculation Agent Principal Paying Agent	Deutsche Bank Trust Company Americas ("DBTCA") DBTCA DBTCA
Lenders Mortgage Insurers (LMI)	Genworth Financial Mortgage Insurance Pty Limited (ABN 60 106 974 305) ("Genworth") QBE Lenders' Mortgage Insurance Limited (ABN 70 000 511 071) ("QBE")
Rating Agencies	Fitch Australia Pty Ltd ("Fitch") Standard and Poor's (Australia) Pty Ltd ("S&P")
Class B-3 Note Subscriber	Firstmac Limited

Notes & Structural Features	
Notes	<p>Secured, limited recourse, hard bullet and pass through, floating rate debt instruments in registered form (the “Notes”).</p> <p>The Notes are divided into 4 Note classes; the Class A Notes, Class A-3 Notes, Class AB Notes, and Class B Notes.</p>
Class A Notes	<p>The Class A Notes consist of Class A-1 Notes and Class A-2 Notes.</p> <p>At the Class A-2A Legal Final Maturity Date, Class A-2B(U) Notes or Class A-2B(A) Notes will be issued and will be denominated in USD or AUD respectively and will refinance the Class A-2A-Notes in their entirety.</p> <p>At the Class A-2B(U)/Class A-2B(A) Legal Final Maturity the Class A-2R Notes will be issued and will be denominated in AUD and will refinance each of the Class A-2B(U)/Class A-2B(A) Notes in their entirety.</p>
Class B Notes	The Class B Notes consist of Class B-1 Notes, Class B-2 and Class B-3 Notes
Underlying Assets	Fully amortising Australian dollar floating rate and fixed rate loans to prime borrowers secured by mortgages over Australian residential properties. The loans are originated by Firstmac Limited, First Mortgage Company Pty Limited.
Class A-2A Notes	<p>At settlement, the Class A-2A Notes will be issued as floating rate, one-year hard bullet securities denominated in USD (the “Class A-2A Notes”). They will have a Legal Final Maturity on the Payment Date in June 2015 (“Class A2-A Notes Legal Final Maturity”).</p> <p>Immediately prior to the Class A2-A Notes Legal Final Maturity new one-year hard bullet securities denominated in either USD or AUD, with a Legal Maturity on the Payment Date in June 2016 (respectively “Class A2-B(U) Notes or Class A2-B(A) Notes”) will be offered to refinance the Class A-2A Notes in full.</p> <p>Immediately prior to the Class A-2B(U) Notes/Class A-2B(A) Legal Final Maturity a new floating rate, pass through securities denominated in AUD, with a Legal Maturity on the Payment Date in September 2045 (“Class A-2R Notes”) will be offered to refinance the Class A-2B(U)/Class A-2B(A) Notes in full.</p> <p>If either the Class A-2B(U) Notes/Class A-2B(A) or Class A2-R Notes are successfully offered, the proceeds raised from the offering, together with amounts available in the Redemption Fund for such purposes (refer Redemption Fund and Redemption Facility below) will be applied towards redeeming the Class A2-A Notes or Class A-2B(U)/Class A-2B(A) Notes outstanding at their respective Legal Final Maturity Dates in full.</p>
Redemption Fund	<p>Principal collections will be retained in the Redemption Fund in accordance with the Principal Distribution (pre-enforcement).</p> <p>On the Class A-2A Notes Legal Final Maturity, amounts standing to the balance of the Redemption Fund will be applied to repay the Class A-2A Notes along with the proceeds from the issue of Class A2-B Notes.</p> <p>On the Class A-2B Notes Legal Final Maturity, amounts standing to the balance of the Redemption Fund will be applied to repay the Class A-2B Notes along with the proceeds from the issue of Class A-2R Notes.</p> <p>The Redemption Fund Provider will enter into a Deposit Deed with the Trustee under which the Redemption Fund Provider subject to the terms and conditions of the Deposit will guarantee a minimum interest rate payable on the balance of the Redemption Fund. S&P and Fitch standard rating agency downgrade provisions will apply.</p>
Redemption Facility	Subject to the terms and conditions of the Redemption Facility Agreement, the Redemption Facility will be available to fund the difference between the stated amount of the Class A-2A Notes or Class A-2B(U) Notes/Class A-2B(A) Notes (as applicable) and the balance of the Redemption Fund on their respective Legal Final Maturities.

FastPay Notes	<p>Borrowers are permitted to redraw a portion of principal up to the scheduled balance of their loan.</p> <p>The funding of redraws will first be met from available principal collections. To the extent there are insufficient principal collections the Trustee may issue FastPay Notes to fund the redraws.</p>
Loss Coverage	<ul style="list-style-type: none"> • Lenders Mortgage Insurance All Classes of Notes will benefit from in the first instance, credit support from the lenders mortgage insurance policies provided by the LMI for loans that have an original LVR greater than 80% being 18.0% by current balance. 44.0% of loans by current balance with an original LVR equal to or less than 80% in the pool benefit from lenders mortgage insurance. • Excess Spread All classes of Notes will benefit from excess spread to be utilised to cover any principal losses on defaulted loans and/or restore charge-offs on the Notes over the term of the transaction. • Spread Reserve In respect of the Class A, Class A-3, Class AB, Class B-1, Class B-2 and Class B-3 Notes, the Spread Reserve. • Note Subordination <ul style="list-style-type: none"> (i). The Class A Notes will benefit from subordination of the Class A-3, Class AB and Class B Notes. (ii). The Class A-3 Notes will benefit from the subordination of the Class AB and Class B Notes. (iii). The Class AB Notes will benefit from the subordination of the Class B Notes. (iv). The Class B-1 Notes will benefit from the subordination of the Class B-2 and Class B-3 Notes. (v). The Class B-2 Notes will benefit from the subordination of the Class B-3 Notes.
Credit Support	<p>Credit support will be sized to achieve the indicated ratings based on the Class of Note.</p> <p>Class A Notes: 'AAA(sf)/AAAf' by S&P and Fitch respectively assuming no credit is given to the lenders mortgage insurance covering each loan.</p> <p>Class A-3 Notes: 'AAA(sf)/AAAsf' by S&P and Fitch respectively assuming no credit is given to the lenders mortgage insurance covering each loan.</p> <p>Class AB Notes: 'AAA(sf)' by S&P assuming credit is given to the lenders mortgage insurance covering each insured loan.</p> <p>Class B-1 Notes: 'AA-(sf)' by S&P assuming credit is given to the lenders mortgage insurance covering each insured loan.</p> <p>Class B-2 Notes: 'BBB(sf)' by S&P assuming credit is given to the lenders mortgage insurance covering each insured loan.</p>

<p>Liquidity Support</p>	<p>Liquidity support in order of application.</p> <ul style="list-style-type: none"> • Timely Payment Cover 62.0% of loans have LMI policies, of which 45.0% have 24 months timely payment cover. • Spread Reserve If the Trust Manager determines that there is insufficient income in the Trust to meet required payments on the Payment Date, then the balance standing to the Spread Reserve can be used to fund the payment shortfall. • Principal Draw If the Trust Manager determines that there is insufficient income in the Trust to meet required payments on the Payment Date after application of the Spread Reserve Balance, principal collections for that period can be used to fund the payment shortfall (“Principal Draw”). • Liquidity Facility The Liquidity Facility will have a required limit equal to 1.20% of the aggregate Invested Amount of all Notes and subject to a floor of \$900,000. The Liquidity Facility is available to cover liquidity shortfalls after the application of the Spread Reserve and Principal Draw to meet any timing mismatches between the receipt of income and the payment of required payments on each Payment. • Extraordinary Expense Reserve A\$250,000, will be deposited by Firstmac Mortgage Company Pty Limited at settlement to cover out-of-pocket expenses properly and reasonably incurred by the Trustee that are not incurred in the ordinary course of business of the Trust. • Threshold Rate Represents the minimum mortgage rates required to be set on the receivables (excluding any Defaulted Receivables) which will ensure that Firstmac has sufficient funds available to meet the aggregate of the Required Payments in respect of that Payment Date, the Residual Class B-1 Interest payable on that Payment Period and any Unpaid Residual Class B-1 Interest, the Residual Class B-2 Interest payable on that Payment Period and any Unpaid Residual Class B-2 Interest. <p>The Threshold Margin is set at 0.25% per annum.</p>
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Spread Reserve subject to Excess Spread Trap Conditions	<p>The Spread Reserve will have a nil balance on the Issue Date.</p> <p>From the Issue Date to the Payment Date that is prior to the Call Option the Spread Reserve will have a maximum cap of \$2,250,000 with Excess Spread being deposited into the Spread Reserve while the following conditions are subsisting:</p> <ol style="list-style-type: none">1) there are carryover charge-offs subsisting; or2) there is a Servicer Termination Event; or3) the Servicer Fee is equal to or greater than 0.20% per annum; or4) average Arrears as calculated over the prior 4 months > 90 days exceeds 2.0% of the portfolio; or5) where the monthly available amount after Income Distribution (pre-enforcement) item 25 is less than \$90,000 and there is a non-LMI loan which is > 90 days in arrears on the previous Payment Date. <p>From the Payment Date that is on or after the Call Option all Excess Spread will be deposited into the Spread Reserve and there will be no maximum cap.</p> <p>The Spread Reserve can be drawn to:</p> <ol style="list-style-type: none">1) cover shortfalls of the Trust's Required Payments on that Payment Date;2) cover Charge-Offs; or3) be applied as Collections following the occurrence of an Event of Default.
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Terms		
USD Notes	Class A-2A Notes and Class A-2B Notes if issued.	
AUD Notes	Class A-1 Notes, Class A-2B Notes(if issued), Class A-2R Notes, Class A-3 Notes, Class AB Notes and Class B Notes.	
	<u>USD Notes</u>	<u>AUD Notes</u>
Interest Payment Dates	Monthly	Monthly
Benchmark	1-month USD LIBOR	1-month BBSW
Interest Rate	Benchmark plus the relevant Margin	Benchmark plus the relevant Margin
Day Count Basis	Actual/360	Actual/365
Issue Price	Par	Par
Margin	<ul style="list-style-type: none"> • In respect of the Class A-2A Notes: <ul style="list-style-type: none"> - the Class A-2A Notes the relevant margin as determined on the Pricing Date. • In respect of the Class A-2B(U) Notes (if issued): <ul style="list-style-type: none"> - the Class A-2B(U) Notes the relevant margin as determined on the Pricing Date. 	<ul style="list-style-type: none"> • In respect of Class A-1 Notes: <ul style="list-style-type: none"> - until the first occurring Call Option - the relevant margin as determined on the Pricing Date; and - from the first occurring Call Option - the relevant margin as determined on the Pricing Date, plus 0.25% per annum. • In respect of the Class A-2B(A) Notes (if issued): <ul style="list-style-type: none"> - the Class A-2B(A) Notes the relevant margin as determined on the Pricing Date. • In respect of the Class A-2R Notes: <ul style="list-style-type: none"> - until the first occurring Call Option - the relevant margin as determined on the Class A-2R Notes Pricing Date; and - from the first occurring Call Option - the relevant margin as determined on the Class A-2R Pricing Date plus 0.25% per annum. • In respect of Class A-3 Notes: <ul style="list-style-type: none"> - until the first occurring Call Option - the relevant margin as determined on the Pricing Date; and from the first occurring Call Option - the relevant margin as determined on the Pricing Date, plus 0.25% per annum • In respect of Class AB Notes: <ul style="list-style-type: none"> - until the first occurring Call Option - the relevant margin as determined on the Pricing Date; and - from the first occurring Call Option - the relevant margin as determined on the Pricing Date, plus 0.25% per annum. • In respect of Class B Notes, at all times the Margin for the Class B Notes as determined on the Pricing Date.
Minimum Denominations	Denominations of USD\$10,000, subject to a minimum subscription of USD\$500,000.	Denominations of AUD\$10,000, subject to a minimum subscription of AUD\$500,000.



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Clearing Systems	The Depository Trust Company / Euroclear/Clearstream	Austraclear/Euroclear/Clearstream
CUSIP ISIN / Common Code	Class A-2A Notes REG S ISIN USQ3873CAA10 CUSIP Q3873C AA1 Common Code 107167277 144A ISIN US33766RAA32 CUSIP 33766R AA3 Common Code 107167366	ISIN / Common Code Class A-1 Notes AU3FN0023453 / 107809937 Class A-3 Notes AU3FN0023461 / 107810021 Class AB Notes AU3FN0023479 / 107809961 Class B-1 Notes AU3FN0023487 / 107810161 Class B-2 Notes AU3FN0023495 / 107810188 Class B-3 Notes AU3FN0023503 / 107810242
Selling Restrictions	To be offered and sold only (i) to QIBs (as defined in Rule 144A under the Securities Act) in the United States or (ii) to non-U.S. persons outside of the United States in offshore transaction within the meaning of and in reliance on Regulation S.	In respect of Class A-1 Notes, Class A-2B(A) Notes (if issued), Class A-2R Notes, Class A-3 Notes, Class AB Notes and Class B Notes, offered and sold only to non-U.S. persons outside the United States in offshore transactions within the meaning of and in reliance upon Regulations S.
Determination Date	4 Business Days before each Payment Date	
Payment Date	means the 26 th day of each month, with the first Payment Date being 28 July 2014	
Collection Period	For the first period, the period commencing on (but excluding) the cut-off date and ending on (but including) the last day of the next calendar month; and with respect to every other period, each calendar month.	
Call Option	Firstmac will be entitled to redeem all the Notes in full on a Call Date. The Call Date will be the Payment Date following the Determination Date on which the aggregate A\$ Equivalent of the Invested Amount of the Notes of the Series is equal to or less than 10% of the aggregate A\$ Equivalent of the Invested Amount of all Notes issued on the initial Issue Date for the Series, and each Payment Date thereafter.	
Legal Final Maturity	<ul style="list-style-type: none"> in respect of Class A-2A Notes – the Payment Date in June 2015; in respect of Class A-2B(U) Notes/Class A-2B(A) – the Payment Date in June 2016; In respect of all other Notes – the Payment Date in September 2045. 	
Business Day	A day on which banks are open for business in, Melbourne, Sydney, Brisbane, Hong Kong London, Los Angeles and New York (not being a Saturday, Sunday or public holiday in that place).	
Business Day Convention	Modified Following Business Day Convention	
Prefunding/Substitution Period	None, closed pool	
Withholding Tax	The Notes (excluding FastPay Notes) will be issued to comply with the public offer test provision under 128F of the Income Tax Assessment Act 1936 (as amended).	
Repo Eligibility	Application will be made to the Reserve Bank of Australia for the Class A-1 Notes, Class A-2B(A) (if issued in AUD), Class A-2R Notes, Class A-3 and Class AB Notes to be repo-eligible securities after the Settlement Date.	

Series Distributions	
Principal Distributions (pre Enforcement Event)	<p>On each Payment Date where the <u>Pro Rata Tests</u> are <u>not satisfied</u> the principal distribution to the Notes will be paid in the following order:</p> <ol style="list-style-type: none"> 1) to the Class A Noteholders and Class A-3 Noteholders in accordance with the Senior Notes Principal Allocation until repaid in full; then 2) to Class AB Noteholders until repaid in full; then 3) to Class B-1 Noteholders until repaid in full; then 4) to Class B-2 Noteholders until repaid in full; then 5) to Class B-3 Noteholders until repaid in full. <p>On each Payment Date where the <u>Pro Rata Tests</u> are <u>satisfied</u> the principal distribution to the Notes will be paid pari-passu on the following basis:</p> <ol style="list-style-type: none"> 1) to the Class A Noteholders; and 2) to the Class A-3 Noteholders; and 3) to Class AB Noteholders; and 4) to Class B-1 Noteholders; and 5) to Class B-2 Noteholders. <p>The Class B-3 Note receive no principal allocation whilst any other Notes are outstanding.</p> <p><u>Currency Swap Payments</u></p> <p>On each monthly Payment Date unpaid A\$ Class A-2A Note A\$ principal amounts are to be retained in Authorised Investments and paid to the Cross Currency Swap Provider on Class A-2A Final Maturity Payment Date. The Cross Currency Swap Provider will in turn pay the USD equivalent (based on a pre-determined exchange rate) of such amounts to the Principal Paying Agent for payment to the USD Noteholders.</p>

<p>Senior Note Principal Allocation (pre-Enforcement Event)</p>	<p><u>Prior to the Class A-2A Legal Final Maturity Date</u> Principal Distributions will be paid to Class A Noteholders as follows:</p> <ul style="list-style-type: none"> i. to Class A-1 Noteholders 92% of Senior Note Principal Allocation until repaid in full; next <ul style="list-style-type: none"> 1) if the Class A-1 Noteholders have been repaid in full, then to the Class A-2 Deposit Account up to an amount equal to the Principal Balance of the Class A-2A Notes outstanding; ii. to A-3 Noteholders 8% of Senior Note Principal Allocation until repaid in full. <p><u>Prior to the Class A-2B(U)/Class A-2B(A) Legal Final Maturity Date</u> Principal Distributions will be paid to Class A Noteholders as follows:</p> <ul style="list-style-type: none"> i. to Class A-1 Noteholders 92% of Senior Note Principal Allocation until repaid in full; next; <ul style="list-style-type: none"> 1) if the Class A-1 Noteholders have been repaid in full, then (after any balance in the Class A-2 Deposit Account has been applied in reducing the Principal Balance on the Class A2-A Notes) to the Class A-2 Deposit Account up to an amount equal to the Principal Balance of the Class A-2B(U)/Class A-2B(A) Notes outstanding; ii. to A-3 Noteholders 8% of Senior Note Principal Allocation until repaid in full. <p><u>From the Class A-2B(U)/Class A-2B(A) Legal Final Maturity Date</u> Principal Distributions will be paid pari-passu and rateably to:</p> <ul style="list-style-type: none"> i. the Class A-1 Notes; ii. Class A-2R Notes (after any balance in the Class A-2 Deposit Account has been applied in reducing the Principal Balance of the Class A-2B(U)/Class A-2B(A) Notes); and iii. the Class A-3 Notes. <p>until repaid in full.</p>
<p>Required Payments</p>	<p>means:</p> <ul style="list-style-type: none"> (a) on any Determination Date where the Stated Amount of the Class B-2 Notes is equal to or less than 95% of their Invested Amount, the aggregate of priority payments in Income Distribution (pre-enforcement) (1) to (8) (inclusive); (b) on any Determination Date where the Stated Amount of the Class B-1 Notes is equal to or less than 95% of their Invested Amount, the aggregate of priority payments in Income Distribution (pre-enforcement) (1) to (7) (inclusive); (c) in all other cases, the aggregate of priority payments in income Distribution (pre-enforcement) paragraphs (1) to (9) (inclusive).
<p>Pro-Rata Tests</p>	<p>The Pro Rata Tests will be satisfied on any Payment Date after the second anniversary of the Issue Date if, as at the immediately preceding Determination Date:</p> <ul style="list-style-type: none"> 1) there are no carryover charge-offs at that time; 2) average Arrears as calculated over the prior 4 months > 90 days do not exceed 2.0% of the portfolio; 3) the Payment Date is not on or after the Call Option; 4) the Class A note subordination is at least 19.0%; and 5) the Class AB note subordination is at least 5.8%.

<p>Income Distribution (pre Enforcement Event)</p>	<p>Income received by the Trust in each collection period will be distributed in</p> <ol style="list-style-type: none"> 1) Taxes; 2) Security Trustee, each Custodian, A\$ Note Registrar, A\$ Note Calculation Agent, Standby Trustee, Class A-2 Note Registrar, Standby Servicer, Class A-2 Note Trustee and Class A-2 Note Agent fees and expenses; 3) pari passu to the Liquidity Facility provider and each Currency Swap and Interest Rate Swap provider interest and fees and Liquidity Principal Outstanding (provided the counterparty is not the defaulting party) 4) Fees and expenses due to Firstmac, the Manager and Servicer; 5) pari passu to: <ol style="list-style-type: none"> (i.) FastPay Notes current and prior period interest due; (ii.) Class A-1 Noteholders current and prior period interest due (iii.) Class A-2A or Class A2-B(U) (if issued) Noteholders current and prior period interest due that would have been applied under the Currency Swap (other than where a Currency Swap Failure is subsisting, any such US\$ interest shortfalls are to be met by item by the then 26); (iv.) Class A-2(B)(if issued) current and prior period interest due; (v.) Class A-2R (if issued) current and prior period interest due; 6) to the Class A-3 Noteholders current and prior period interest due; 7) to the Class AB Noteholders current and prior period interest due; 8) to the Class B-1 Noteholders current period interest (other than Class B-1 Residual Interest); 9) to the Class B-2 Noteholders current period interest (other than Class B-2 Residual Interest); 10) to the Class B-3 Noteholders current period interest; 11) to reimburse Principal Draws; 12) prior period Interest on Class B-1 Notes (other than Class B-1 Residual Interest) 13) prior period Interest on Class B-2 Notes; (other than Class B-2 Residual Interest) 14) prior period Interest on Class B-3 Notes; 15) Excess Spread Reserve subject to Excess Spread Trap Conditions; 16) reimbursement of Class A and FastPay current and prior period Charge-Offs; 17) reimbursement of Class A-3 current and prior period Charge-Offs; 18) reimbursement of Class AB current and prior period Charge-Offs; 19) reimbursement of Class B-1 current and prior period Charge-Offs; 20) reimbursement of Class B-2 current and prior period Charge-Offs; 21) reimbursement of Class B-3 current and prior period Charge-Offs; 22) reimbursement of Extraordinary Expense Reserve Draws; 23) subordinated payments to each Currency Swap and Interest Rate swap provider; 24) to the Class B-1 Noteholders Class B-1 current and prior period Residual Interest; 25) to the Class B-2 Noteholders Class B-2 current and prior period Residual Interest; 26) if Class A-2A or Class A-2B(U) Notes are outstanding and there is a Currency Swap Failure subsisting on that Payment Date: <ol style="list-style-type: none"> (i.) Class A-2A or Class A-2B(U) current and prior period Interest not met under item 5).; and (ii.) Class A-2A or Class A-2B(U) shortfalls in US\$ where the A\$/US\$ Spot Exchange Rate was less than the Currency Swap exchange rate had it not been terminated. 27) any Tax Shortfall;
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	<p>28) any Tax Amount; and 29) to the Residual Income Unitholder.</p> <p><u>Currency Swap Payments:</u></p> <p>The AUD equivalent (based on a pre-determined exchange rate) of interest amounts due to the USD Noteholders will be paid to the Cross Currency Swap Provider on each Payment Date who, in turn, will pay the USD equivalent (based on a pre-determined exchange rate) of such amounts to the Principal Paying Agent for payment to the USD Noteholders.</p>
<p>Step-Down Margin</p>	<p>From the date when the Aggregate Invested Amount of the Notes falls below 10% of the aggregate of the Initial Invested Amount of the Notes, the Margin on the Class B-1 Notes and Class B-2 Notes will decrease by each of the Class B-1 Notes and Class B-2 Notes Step-Down Margin respectively and be calculated on the Stated Amount of that Class of Notes.</p> <p>The Residual Interest for each of the Class B-1 Notes and Class B-2 Notes will be calculated by reference to the Stated Amount of each Note and will be subordinated in priority to reimbursement of Principal Draws (i.e. Residual Interest'.)</p>
<p>Payments (post Enforcement Event)</p>	<p>If the charge is enforced, the proceeds of enforcement will be allocated in the following order:</p> <ol style="list-style-type: none"> 1) prior ranking security in relation to the assets of the trust; 2) to prior ranking Trust Expenses; 3) pari passu and rateably: <ol style="list-style-type: none"> (i). to the Liquidity Facility Provider; and (ii). payments to the Currency Swap Provider and Interest Rate Swap Provider other than break costs where the counterparty is the defaulting party or sole affected; 4) pari-passu and rateably to Class A-1 Noteholders, Class A-2A Noteholders, Class A-2B(U)/Class A-2B(A) Noteholders (excluding shortfalls due to termination of the Currency Swap where applicable), Class A-2R Noteholders and Fast Pay Noteholders (if any); 5) Class A-3 Noteholders; 6) Class AB Noteholders; 7) Class B-1 Noteholders; 8) Class B-2 Noteholders; 9) any amounts owing to the Class A-2A or Class A-2B(U) Noteholders following an Enforcement Event resulting in the US\$ amount at the A\$/US\$ Spot Exchange Rate being less than the amount under the Currency Swap agreement had the Currency Swap failure not occurred; 10) payment of any other amounts owing to the counterparty under the Derivatives contract under item (3); 11) Class B-3 Noteholders; 12) payment of all amounts owing by Firstmac to the Manger and each Servicer; and 13) to pay any surplus to Firstmac to be distributed in accordance with the Transaction Documents.

Summary Pool Statistics as at 30 April 2014

Collateral	Fully amortising Australian dollar floating rate and fixed rate loans to prime borrowers secured by mortgages over Australian residential properties originated by Firstmac Limited.
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Pool Summary	
No. of Loans:	2,537
Aggregate Pool Current Balance:	744,132,461
Maximum Loan Balance:	1,000,000
Average Loan Balance:	293,312
Maximum Current LVR:	94.9%
WAVG Current LVR:	67.0%
>80% Current LVR:	15.9%
WAVG Seasoning (months):	26.5
Full Documentation loans	100%

Current LVR Distribution (Consolidated)	
0 to 50%	17.7%
> 50% ≤ 60%	11.3%
> 60% ≤ 70%	16.9%
> 70% ≤ 80%	38.2%
> 80% ≤ 85%	4.4%
> 85% ≤ 90%	9.3%
> 90% ≤ 95%	2.2%

Current Loan Size Distribution	
0 to \$100K	1.7%
> \$100K ≤ \$200K	10.1%
> \$200K ≤ \$300K	26.6%
> \$300K ≤ \$400K	27.3%
> \$400K ≤ \$500K	15.1%
> \$500K ≤ \$600k	7.1%
> \$600K ≤ \$750k	6.5%
>\$750K ≤ \$1,000k	5.5%
> \$1,000k	0.1%

Geographic Distribution	
NSW	30.6%
QLD	29.6%
VIC	20.8%
SA	7.4%
WA	6.9%
ACT	3.6%
NT	0.6%
TAS	0.5%
Inner City	1.1%
Metropolitan	80.9%
Non-metropolitan	18.0%

Repayment Type	
Principal & Interest	55.6%
Interest Only	44.4%

Rate Type	
Variable Rate	97.1%
Fixed Rate	2.9%

Occupancy	
Owner Occupied	62.1%
Investment	37.9%

Mortgage Insurance	
Insured	62.0%
Uninsured	38.0%

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- (b) will or may receive fees, brokerage and commissions or other benefits, and act as principal with respect to any dealing with respect to any Notes (the “**Note Interests**”).

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