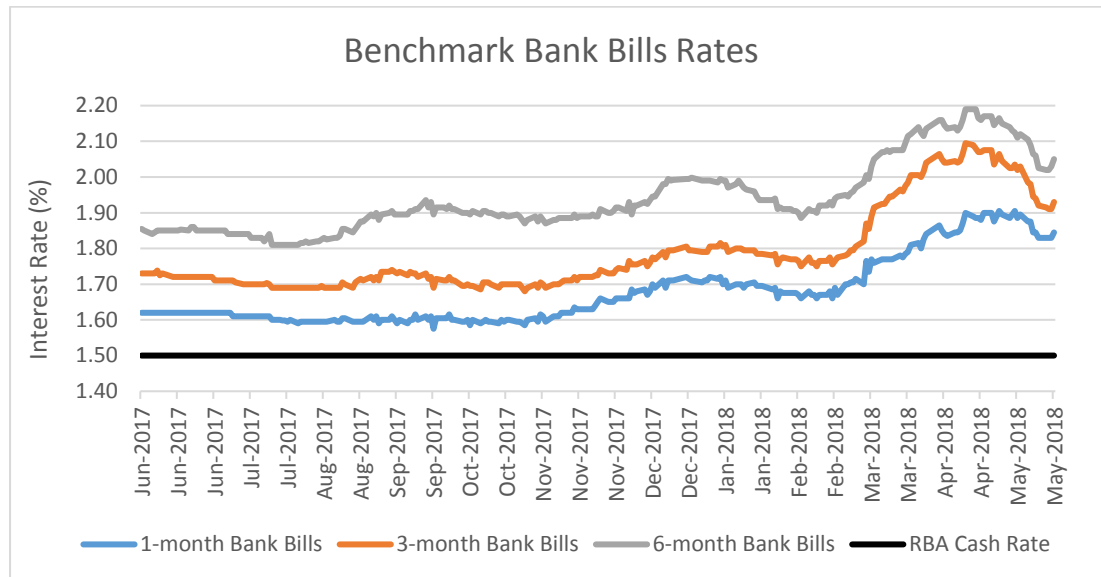


Rate changes Effective of 1st July 2018

Origin Mortgage Management Services has officially announced that interest rate increases will apply across its portfolio of settled loans from the 1st July 2018. Such a move has been made following the sharp increase in costs to procure funds from the international wholesale market. External political movements such as the US Government crowding out other borrowers to fund Trump's tax cut scheme have essentially driven up the cost of funding in the last few months.



As shown in the graph above, the Australian Bank Bill rate that reflects the cost of funding in Australia has steadily risen by approximately 30 basis points. Such market movements have caused a number of mortgage lenders to increase their rates and unfortunately Origin is also susceptible to make a similar decision. The company has attempted to absorb these costs internally however such a strategy is no longer sustainable and financially viable.

Therefore, during the next few weeks the interest rates will increase by 10 basis points for owner occupied loans and 20 basis points for investment home loan products.

Such a decision comes with extreme disinclination as we always strive to provide extremely competitive home loan interest rates to our customers. These changes will primarily affect a certain percentage of existing borrowers and despite rate increases we endeavour to continue providing extremely low interest rates in the Australian market.