



The Directors and Authorised Officers  
Commonwealth Bank of Australia (Issuer)  
Ground Floor  
Tower 1  
201 Sussex Street  
Sydney NSW 2000

cc: The Directors and Authorised Officers  
Deutsche Trustee Company Limited  
Winchester House  
1 Great Winchester Street  
London EC2N 2DB  
United Kingdom

The Directors and Authorised Officers  
Securitisation Advisory Services Pty. Limited  
(Trust Manager)  
Ground Floor  
Tower 1  
201 Sussex Street  
Sydney NSW 2000  
Australia

The Directors and Authorised Officers  
Perpetual Corporate Trust Limited  
Level 12  
123 Pitt Street  
Sydney NSW 2000  
Australia

The Directors and Authorised Officers  
P.T. Limited  
Level 12  
123 Pitt Street  
Sydney NSW 2000  
Australia

7 February 2017

Dear Directors

## ***Cover pool monitor's independent review report for the period from 1 May 2016 to 31 October 2016***

### ***Scope***

We have reviewed the compliance of Securitisation Advisory Services Pty Limited ("Trust Manager") with the keeping of an accurate register of the assets in the cover pool as required under section 30(4)(a) of the Banking Act 1959 ("the Act") and, under section 30(4)(b) of the Act, we have also reviewed compliance by Commonwealth Bank of Australia ("CBA") with the requirements of sections 31 and 31A for the period from 1 May 2016 to 31 October 2016 ("the period").

### ***Respective responsibilities***

The Trust Manager is responsible for the compliance with the requirements of keeping an accurate register of the assets in the cover pool as required under section 30(4)(a) of the Act.

CBA is responsible for its compliance with the requirements of sections 31 and 31A of the Act.

### ***Our Independence and Quality control***

We have complied with relevant ethical requirements related to assurance engagements, which include independence and other requirements founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

---

**PricewaterhouseCoopers, ABN 52 780 433 757**  
Darling Park Tower 2, 201 Sussex Street, GPO BOX 2650, SYDNEY NSW 1171  
T: +61 2 8266 0000, F: +61 2 8266 9999, [www.pwc.com.au](http://www.pwc.com.au)

Liability limited by a scheme approved under Professional Standards Legislation.



**Cover pool monitor's independent assurance report for the period from 1 May 2016 to 31 October 2016 (continued).**

In accordance with Auditing Standard ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, Other Assurance Engagements and Related Services Engagements* the firm maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

***Our responsibilities***

Our responsibility is to conduct reviews as described in Part A and Part B below, and to express conclusions based on our reviews.

**Part A – Review of compliance with the requirement to keep an accurate register of the assets in the cover pool**

Our review has been conducted in accordance with the Australian Standard on Assurance Engagements (ASAE) 3100 *Compliance Engagements* to provide limited assurance that the Trust Manager has complied with the requirement to keep an accurate register of assets in the cover pool as required under section 30(4)(a) of the Act. The register of assets in the cover pool for this purpose is the register maintained by the Trust Manager containing the following data fields in the Helios Securitisation System (Helios):

- i. Loan Identification Number
- ii. Security Value (as determined by CBA's policy for the valuation of a security interest in a residential mortgage)
- iii. Principal Balance Outstanding (excluding any adjustments for collective provisioning or other provision made by CBA)
- iv. Post Code of the residential mortgage
- v. Loan origination date
- vi. Deposit remaining in GIC Account (Principal ledger)
- vii. Demand Loan Advance (unallocated)
- viii. Substitution Assets Balance

Our procedures included enquiries of the Trust Manager and examining, on a sample basis, evidence supporting the compliance of the Trust Manager's requirement to maintain an accurate register of assets in the cover pool as required under section 30(4)(a) of the Act. These procedures have been undertaken to form a conclusion that nothing has come to our attention that causes us to believe that the Trust Manager did not maintain, in all material respects, an accurate register of the assets in the cover pool as required under section 30(4)(a) of the Act for the period from 1 May 2016 to 31 October 2016.

**Part B – Review of compliance with the requirements of sections 31 and 31A of the Act**

Our review has been conducted in accordance with applicable Standards on Assurance Engagements (ASAE 3100 *Compliance Engagements*) to provide limited assurance on whether CBA has complied with the requirements of sections 31 and 31A of the Act. Our



**Cover pool monitor's independent assurance report for the period from 1 May 2016 to 31 October 2016 (continued).**

procedures included enquiries of CBA and examining, on a sample basis, information to provide evidence supporting compliance with the requirements of sections 31 and 31A of the Act. These procedures have been undertaken to form a conclusion that nothing has come to our attention that causes us to believe that CBA does not comply in all material respects, with the requirements of sections 31 and 31A of the Act for the period from 1 May 2016 to 31 October 2016.

Applicable to Part A and B above, the procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement and consequently the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed. Accordingly, we do not express a reasonable assurance opinion.

We believe that the evidence we have obtained in Part A and Part B is sufficient and appropriate to provide a basis for our conclusion.

***Use of report***

In carrying out the function of cover pool monitor under section 30(4)(c) of the Act, we make this report available to CBA for distribution to the holders of covered bonds or their representatives. In accordance with section 30(5) of the Act, we have also agreed in writing with certain other parties under the CBA Covered Bond Trust Cover Pool Monitor Agreement dated 15 November 2011 ("Cover Pool Monitor Agreement") to provide them with this report or a copy of it.

We disclaim all responsibility and liability for the consequences of any use or reliance on this report by any person (including without limitation a person who accesses this report from a website) who is not referred to in the preceding paragraph and we disclaim all responsibility and liability for the consequences of any use or reliance on this report by any person (including those referred to in the preceding paragraph) for any purpose other than that for which it was prepared under section 30(4)(c) of the Act or in accordance with the Cover Pool Monitor Agreement.

***Inherent Limitations***

Because of the inherent limitations of any compliance framework, it is possible that fraud, error or non-compliance may occur and may not be detected. As the systems, procedures and controls to ensure compliance with applicable requirements of the Act are part of the operations of CBA or the Trust Manager, it is possible that either the inherent limitations of the general controls structure, or weaknesses in it, can impact on the effective operation of the specific controls of CBA or the Trust Manager. Further, the compliance framework, within which the control procedures that we have reviewed operate, has not been reviewed and no view is expressed as to its effectiveness.

A review is not designed to detect all instances of non-compliance with the requirements of the Act, as procedures are not performed continuously throughout the period and procedures performed are undertaken on a test basis.

Consequently, there are inherent limitations on the level of assurance that can be provided.



**Cover pool monitor's independent assurance report for the period from 1 May 2016 to 31 October 2016 (continued).**

***Conclusions***

**Part A - Review of compliance with the requirement to keep an accurate register of the assets in the cover pool**

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the Trust Manager has not complied, in all material respects, with the requirement to keep an accurate register of the assets in the cover pool as required under section 30(4)(a) of the Act for the period from 1 May 2016 to 31 October 2016.

**Part B - Review of compliance with the requirements of sections 31 and 31A of the Act**

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that CBA has not complied, in all material respects, with the requirements of sections 31 and 31A of the Act for the period from 1 May 2016 to 31 October 2016.

A handwritten signature in black ink, appearing to read 'R. M. Cooper'.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read 'Marcus Laithwaite'.

Marcus Laithwaite  
Partner

Sydney