



Et tu, Basel?

Revisions to the Basel Securitisation Framework
Consultative Document 18 December 2012



First....a debrief on the US ASF conference

- ~5,660 attended
- In 2012, there were 122 SEC registered (public) ABS transactions and only six RMBS transactions
- CMBS market is expected to increase from \$48 billion in 2012 to \$65 billion in 2013
- US regulators will be more “aggressive” in their supervision of mortgage underwriting, servicing and securitisation
- SEC has hired a privacy lawyer to consider privacy issues raised by the market submissions on loan level data

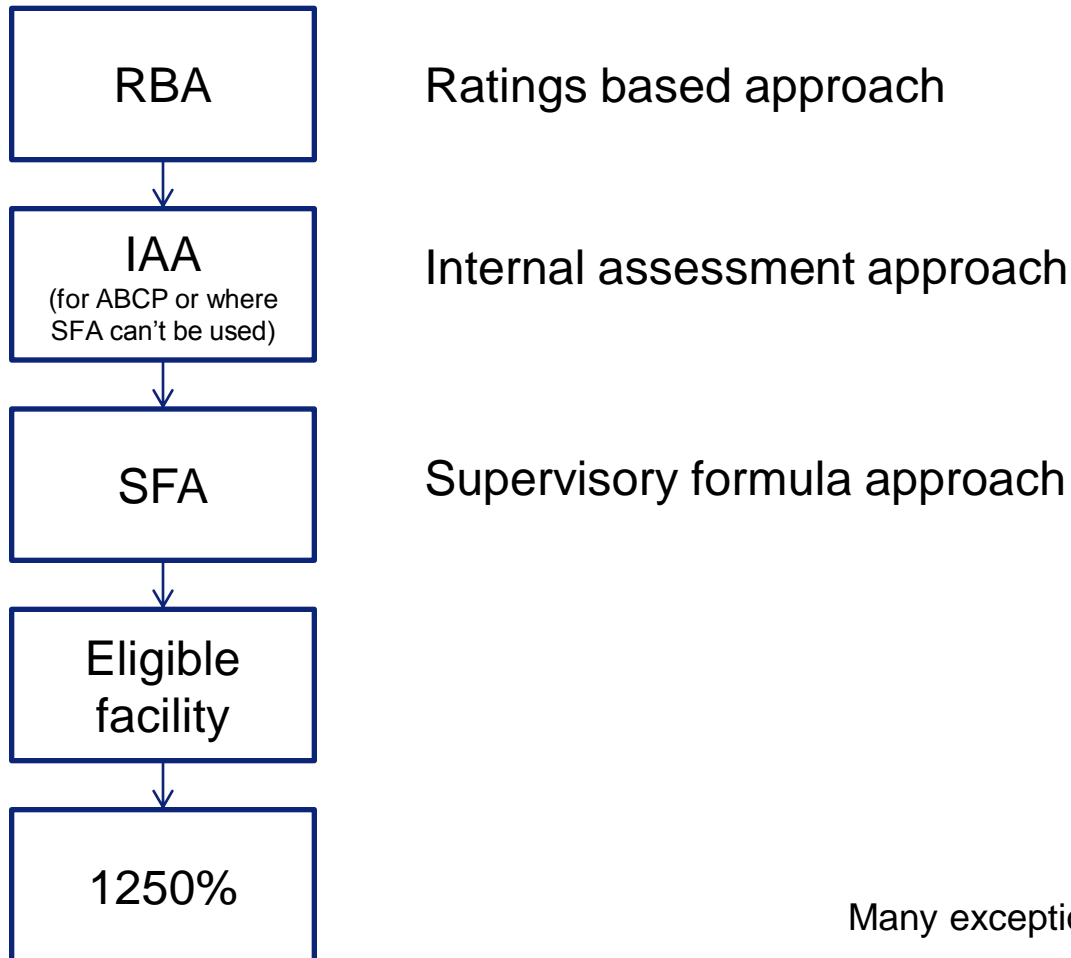


Your panel and moderator

- Laura Sheridan Mouton – moderator and host
 - Clifford Chance
- Dom Di Gori
 - Executive Director, Structured Capital Markets, ANZ
- Stephen Maher
 - Head of Debt Markets Research, Macquarie Bank
- David Addis
 - Managing Director, Cygnus Advisory

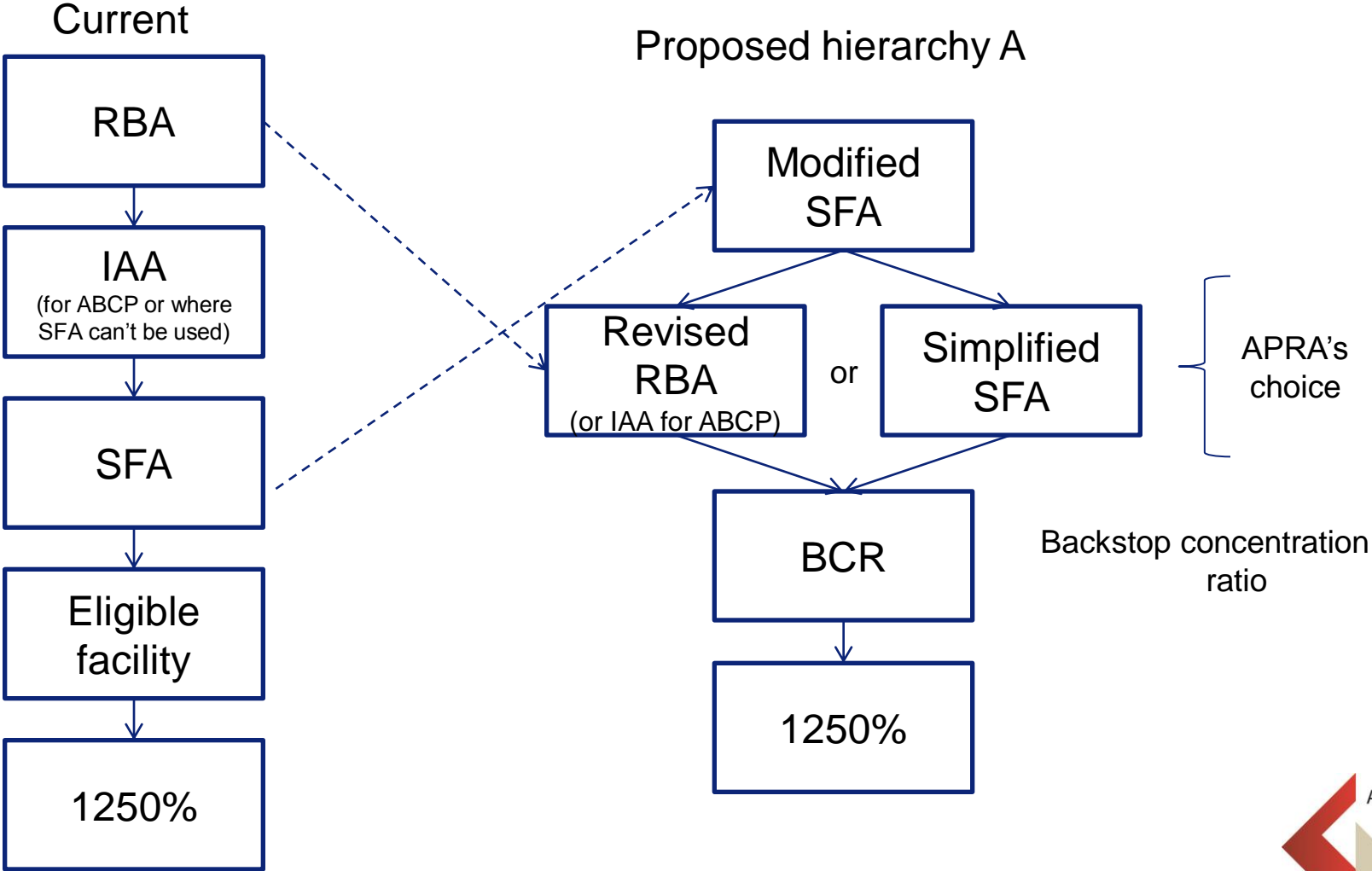


Current IRB hierarchy

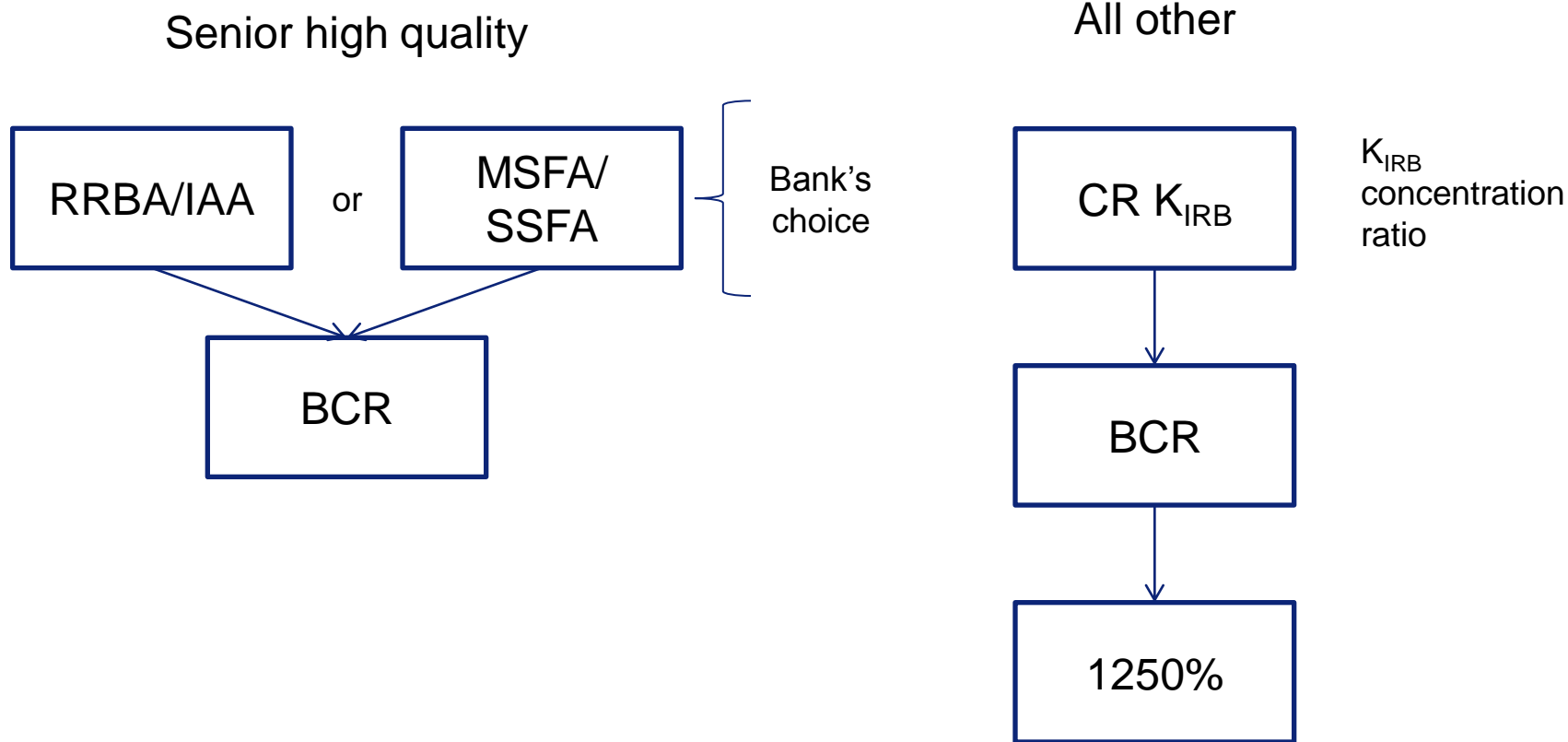


Many exceptions not noted

Proposed hierarchy A



Proposed hierarchy B





Current vs proposed RBA – cliff effect

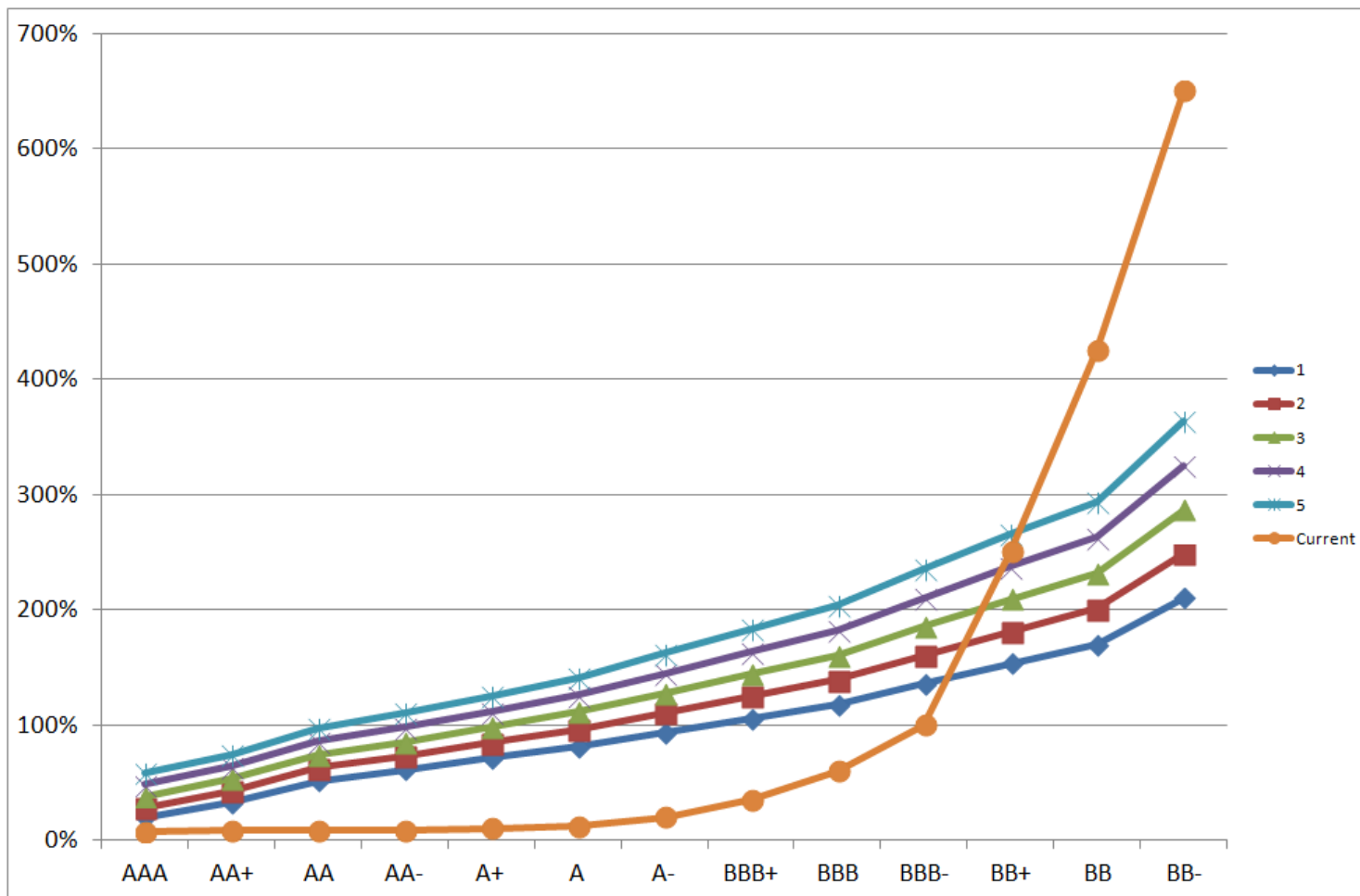


Chart: Cygnus Advisory



Current vs proposed RBA – closer look



Chart: Cygnus Advisory



Any questions?