

HOME OBLIGORS MORTGAGE ENHANCED SECURITIES (RF) LTD

(Public company incorporated in the Republic of South Africa under number 2006/007171/06)

Notes Redeemed

Redemption date	19 Jul 2010
Interest payment dates	19th day of Jan, Apr, Jul and Oct

Class	Amount	Rating	ISIN number	JSE stock code	Issue margin	Issue date	Scheduled maturity	Legal maturity
B1	156 872 664	AAA(zaf), Aaa.za, zaAAA	ZAG000043266	HMS1B1	+45 bps	20-Aug-07	19-Jul-10	19-Jul-43
B4	72 912 646	AAA(zaf), Aaa.za, zaAAA	ZAG000043290	HMS1B4	10.61% Nacs	20-Aug-07	19-Jul-10	19-Jul-43

Redemption date	19 Aug 2010
Interest payment dates	19th day of Jan, Apr, Jul and Oct

Class	Amount	Rating	ISIN number	JSE stock code	Issue margin	Issue date	Scheduled maturity	Legal maturity
B1	695 127 336	AAA(zaf), Aaa.za, zaAAA	ZAG000043266	HMS1B1	+45 bps	20-Aug-07	19-Jul-10	19-Jul-43
B4	323 087 354	AAA(zaf), Aaa.za, zaAAA	ZAG000043290	HMS1B4	10.61% Nacs	20-Aug-07	19-Jul-10	19-Jul-43
C1	106 000 000	AA(zaf), Aa1.za	ZAG000043324	HMS1C1	+64 bps	20-Aug-07	19-Jul-10	19-Jul-43
D1	60 000 000	A(zaf), Aa2.za	ZAG000043340	HMS1D1	+100 bps	20-Aug-07	19-Jul-10	19-Jul-43
E1	34 000 000	BBB(zaf), A3.za	ZAG000043365	HMS1E1	+200 bps	20-Aug-07	19-Jul-10	19-Jul-43
F1	15 000 000	BB(zaf), Baa1.za	ZAG000043381	HMS1F1	+300 bps	20-Aug-07	19-Jul-10	19-Jul-43
G1	15 000 000	Baa3.za	ZAG000043407	HMS1G1	+500 bps	20-Aug-07	19-Jul-10	19-Jul-43

Collateral portfolio

Current loan balance	R 3 527 451 446
Current property market valuation	R 9 271 381 044
Weighted average seasoning (months)	80.45 months
Number of loans	10 163

Portfolio characteristics

Weighted average original LTV	70.02%
Weighted average current LTV (Excl potential redraws)	49.68%
Weighted average current LTV (Incl potential redraws)	52.39%
Weighted average PTI ratio	15.59%
Non owner occupied	3.47%
Self employed borrowers	10.69%
Weighted average interest rate (Prime - 0.73%)	8.53%
Highest single borrower balance	R 2 829 817
Large loans	0.00%
AVM %	0.00%

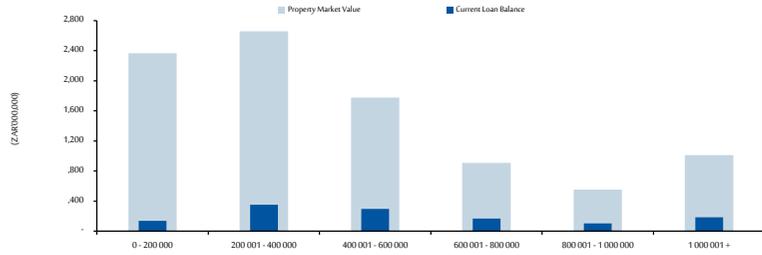
Portfolio covenants

Required Weighted average original LTV	72.61%				Breached
Required Weighted average current LTV (Excl potential redraws)	71.71%				No
Required Weighted average current LTV (Incl potential redraws)	74.67%				No
Required Weighted average PTI ratio	18.55%				No
Non owner occupied limit	5.40%				No
Self employed borrowers limit	25.40%				No
Required Weighted average interest rate (Prime- 0.90%)	8.10%				No
Highest Single borrower balance limit	R 3 000 000				No
Large loans limit	5.00%				No
AVM limit %	0.00%				No

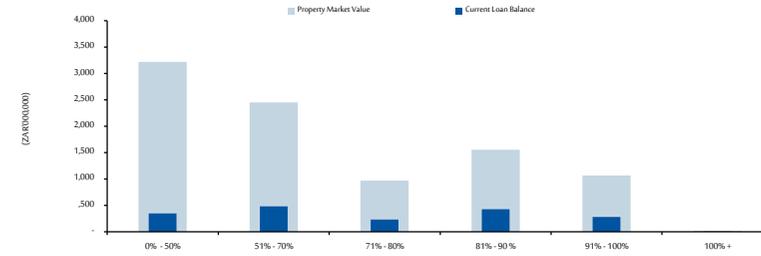
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Collateral portfolio distribution data

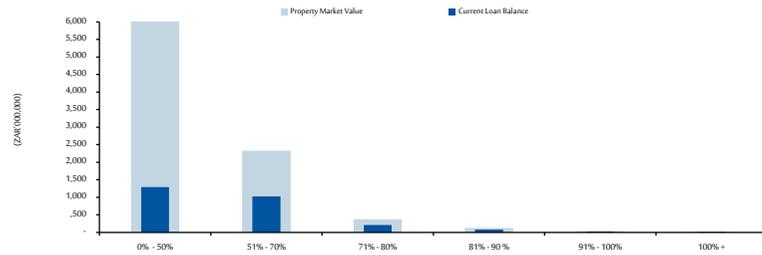
Loan Distribution



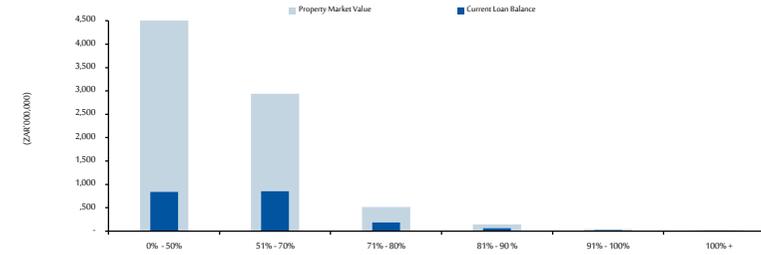
Original LTV Distribution



Current LTV Distribution (Excl. potential redraws)



Current LTV Distribution (Incl. potential redraws)

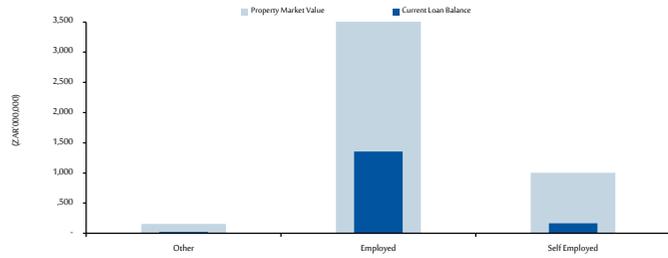


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Collateral portfolio distribution data (continued)

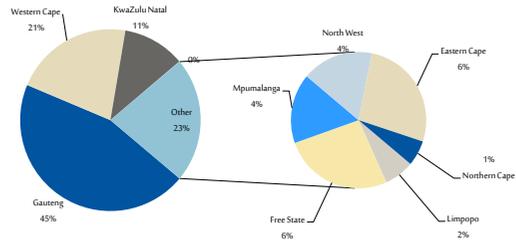
Occupational Status Distribution



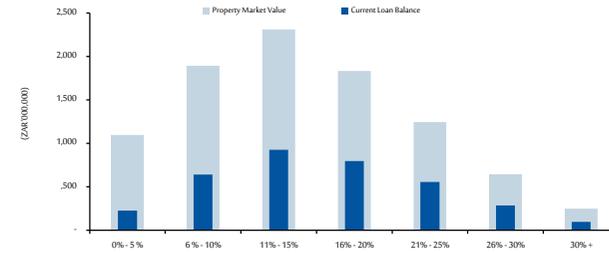
Interest Rate Distribution



Geographical Distribution



PTI Ratio Distribution



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Portfolio collateral performance

Arrears Distribution as at 31 December 2014

	Current Loan Balance	%
Performing Loans	3 266 405 443	92.60%
1 Month	190 905 465	5.41%
2 Months	29 063 787	0.82%
3 Months	16 071 165	0.46%
>= 4 Months	25 005 587	0.71%
	3 527 451 446	

Repurchases at Fair value as at 31 December 2014

Number of repurchases	467
Book value	288 165 630
Fair value	230 976 996
Impairment	57 188 634
Foreclosures	5 052 561
Total impairment	62 241 195

Arrears Trigger Event

Arrears reserve trigger event (>3 month arrears exceeds 1.75%) No

Early Amortisation Trigger Event

Principal deficiency for 3 consecutive payment date No

Arrears reserve not funded for a payment date No

3 Month rolling average arrears (>3 month arrears exceeds 1.75%) No

WA Original LTV (exceeds required WA original LTV + 10%) No

WA Interest rate falls below required WA interest rate No

Loss data as at 31 December 2014

Number of write-offs 348

Net loss amount / Write-offs 145 730 655

Commentary

Homes Series 1 is performing in line with expectations and no trigger has been breached to date.

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