House of Representatives Standing Committee on Economics

Review of the Australian Securities and Investments Commission Annual Report 2016

6QW: From Mr Adam Bandt MP

Topic Benefits of offering/not offering tracker mortgages

Question:

Have you done any analysis of the benefits accruing to banks by them not offering such a product, and conversely of the benefits consumers may receive were banks required to offer such a product?

Answer:

We have not undertaken any detailed analysis of the benefits to either the Banks or consumers.

Tracker rates may provide consumers with more transparency and certainty about how future changes to their home loan interest rate will be calculated (see answer to 5QW: from Mr Adam Bandt MP).