

Final Terms dated 18 June 2008

HSBC France
Issue of EUR 58,000,000 Index-Linked Interest Notes due June 2018
under the €20,000,000,000
Euro Medium Term Note Programme

HSBC Bank Plc

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Base Prospectus dated 13 November 2007 and the supplement to the Base Prospectus dated 29 April 2008 which together constitute a prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the "**Prospectus Directive**"). This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus as so supplemented. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus and the supplement to the Base Prospectus are available for viewing at, and copies may be obtained from, the registered office of the Issuer and at the specified office of the Paying Agent(s) or on the websites of (a) the Luxembourg Stock Exchange (www.bourse.lu) and (b) the Issuer (www.hsbc.fr).

1.	Issuer:	HSBC France
2.	(i) Series Number:	1237
	(ii) Tranche Number:	1
3.	Specified Currency or Currencies:	Euro ("EUR")
4.	Aggregate Nominal Amount of Notes:	
	(i) Series:	EUR 58,000,000
	(ii) Tranche:	EUR 58,000,000
5.	Issue Price:	100 per cent. of the Aggregate Nominal Amount
6.	Specified Denominations:	EUR 50,000
7.	(i) Issue Date and Interest Commencement Date:	20 June 2008
	(ii) Interest Commencement Date (if different from the Issue Date):	Not Applicable
8.	Maturity Date:	21 June 2018
9.	Interest Basis:	Index-Linked Interest Note (further particulars specified below)

10.	Redemption/Payment Basis: (<i>Condition 7</i>)	Redemption at par
11.	Change of Interest or Redemption/Payment Basis:	Not Applicable
12.	Put/Call Options:	Not Applicable
13.	(i) Status of the Notes:	Senior
	(ii) Date of Board approval for issuance of Notes obtained:	Authorisation of the <i>Conseil d'Administration</i> of the Issuer dated 25 July 2007
14.	Method of distribution:	Non-syndicated

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

15.	Fixed Rate Note Provisions:	Not Applicable
16.	Floating Rate Note Provisions:	Not Applicable
17.	Zero Coupon Note Provisions	Not Applicable
18.	Index-Linked Interest Note/other variable-linked interest Note Provisions:	Applicable
	(i) Index/Formula/other variable:	The Index specified in paragraph 18(iii) below
	(ii) Party responsible for calculating the interest due (if not the Calculation Agent):	Not Applicable
	(iii) Provisions for determining Coupon where calculated by reference to Index and/or Formula and/or other variable:	<p>The Rate of Interest applicable to each relevant Interest Accrual Period will be the rate determined by the Calculation Agent in accordance with the following formula:</p> $[(1 + 10Y \text{ EUR CMS} + 0.68\%) ^{(0.25)} - 1]$ <p>Where:</p> <p>“10Y EUR CMS” means in respect of the relevant Interest Accrual Period, (a) the annual swap rate for euro swap transactions, expressed as a percentage, with a Designated Maturity of 10 years, which appears on the Reuters Screen ISDAFIX2 Page under the heading “EURIBOR BASIS-EUR” and above the caption “11:AM FRANKFURT” as of 11:00 a.m., Frankfurt time, on the relevant Determination Date (as defined below) or if no such rate appears on Reuters</p>

Screen ISDAFIX2 Page (b) the rate determined in accordance with “EUR-Annual Swap Rate-Reference Banks” (as defined in the 2006 ISDA Definitions) on the basis that the Designated Maturity is a period of 10 years and with the modifications that “Reset Date” will be replaced by “Determination Date”, “on the day that is two TARGET Settlement Days preceding the Reset Date” will be replaced by “on that day” and that the expression “Calculation Agent” shall mean HSBC Bank plc.

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| (iv) | Determination Date(s): | Two TARGET Business Days prior to the first day in each relevant Interest Accrual Period |
| (v) | Provisions for determining Coupon where calculation by reference to Index and/or Formula and/or other variable is impossible or impracticable or otherwise disrupted: | See paragraph (iii) above |
| (vi) | Interest or Calculation Period(s): | The period beginning on (and including) the Issue Date and ending on (but excluding) 21 September 2008 and each successive period beginning on (and including) an Interest Payment Date and ending on (but excluding) the next succeeding Interest Payment Date. |
| (vii) | Specified Interest Payment Dates: | 21 September, 21 December 21 March and 21 June in each year, from and including 21 September 2008, to and including the Maturity Date, all subject to adjustment in accordance with the Business Day Convention specified below (there shall not be any resulting adjustment to the accrual) |
| (viii) | Business Day Convention: | Modified Following Business Day Convention |
| (ix) | Business Centre(s): | TARGET |
| (x) | Minimum Rate of Interest: | Not Applicable |
| (xi) | Maximum Rate of Interest: | Not Applicable |
| (xii) | Day Count Fraction: | 30/360 unadjusted |
| 19. | Dual Currency Note Provisions: | Not Applicable |
| 20. | Provisions relating to Physical Delivery Notes: | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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| 21. | Issuer's optional redemption (Call):
(Condition 7(c)) | Not Applicable |
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22.	Noteholder's optional redemption (Put): (<i>Condition 7(d)</i>)	Not Applicable
23.	Final Redemption Amount of each Note:	EUR 50,000 per Note of EUR 50,000 Specified Denomination
24.	Early Redemption Amount: Early Redemption Amount(s) of each Note payable on redemption for taxation reasons or on event of default or other early redemption and/or the method of calculating the same (if required or if different from that set out in <i>Condition 7(e)</i>):	Condition 7(e) applies

GENERAL PROVISIONS APPLICABLE TO THE NOTES

25.	Form of Notes:	Dematerialised Notes
	(i) Form of Dematerialised Notes:	Applicable - bearer form (<i>au porteur</i>)
	(ii) Registration Agent:	Not Applicable
	(iii) Temporary Global Certificate:	Not Applicable
26.	Financial Centre(s) or other special provisions relating to Payment Dates for the purposes of <i>Condition 8(g)</i> :	Condition 8(g) applies
27.	Talons for future Coupons or Receipts to be attached to Definitive Materialised Notes (and dates on which such Talons mature):	Not Applicable
28.	Details relating to Partly Paid Notes: amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Notes and interest due on late payment:	Not Applicable
29.	Details relating to Instalment Notes: amount of each instalment, date on which each payment is to be made:	Not Applicable
30.	Redenomination, renominatisation and reconventioning provisions:	Not Applicable
31.	Consolidation provisions:	Not Applicable
32.	<i>Masse</i> (<i>Condition 13</i>):	Applicable
		The initial Representative will be:
		Claire Lhenry

77, rue de la République
92190 Meudon
France

The alternative Representative will be:

Maryline Batiard
29, rue Tronchet
75008 Paris
France

The Representative will not receive any remuneration.

33. Other final terms: Not Applicable

**DISTRIBUTION
PROVISIONS APPLICABLE TO INDEX LINKED NOTES, CASH EQUITY NOTES, AMERICAN
DEPOSITARY RECEIPT LINKED NOTES AND EQUITY LINKED NOTES**

34. Security Delivery (Equity Linked Notes only): Transfer Notice: Not Applicable

35. Provisions for Cash Equity Notes and Equity Linked Notes (excluding American Depositary Receipt Linked Notes): Not Applicable

36. Additional provisions for Equity Linked Notes: Not Applicable

37. Provisions for American Depositary Receipt Linked Notes: Not Applicable

38. Provisions for Index Linked Notes: Not Applicable

39. Valuation Date(s): Not Applicable

40. Valuation Time: Not Applicable

41. Averaging Dates: Not Applicable

42. Other terms or special conditions relating to Index Linked Notes, Cash Equity Notes or Equity Linked Notes: See Annex

43. If syndicated, names of Managers: Not Applicable

44. If non-syndicated, name and address of Dealer: **HSBC Bank plc**
8 Canada Square
London E14 5HQ
United Kingdom

45. Total commission and concession: Not Applicable

46. Additional selling restrictions: Not Applicable
47. U.S. Selling Restrictions: TEFRA not applicable
48. Non-exempt Offer: Not Applicable
49. GENERAL
- The aggregate principal amount of Notes issued has been translated into Euro at the rate of EUR 1 = USD [●] producing a sum of: Not Applicable

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for issue and admission to trading on the Luxembourg Stock Exchange Regulated Market (Bourse de Luxembourg) of the Notes described herein pursuant to the Euro 20,000,000,000 Euro Medium Term Note Programme of HSBC France

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in these Final Terms.

Signed on behalf of the Issuer:

By:

Duly authorised



PART B – OTHER INFORMATION

1. RISK FACTORS

Not Applicable

2. LISTING AND ADMISSION TO TRADING

(i) Listing(s): Official List of the Luxembourg Stock Exchange (Bourse de Luxembourg)

(ii) (a) Admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the Luxembourg Stock Exchange Regulated Market (Bourse de Luxembourg) with effect from 20 June 2008

(b) Regulated Markets or equivalent markets on which, to the knowledge of the Issuer, securities of the same class of the Notes to be offered or admitted to trading are already admitted to trading: Not Applicable

(iii) Estimate of total expenses related to admission to trading: EUR 4,900

(iv) Additional publication of Base Prospectus and Final Terms: Not Applicable

4. RATINGS

Ratings: The Notes to be issued have not been rated

5. NOTIFICATION

Not Applicable

6. THIRD PARTY INFORMATION AND STATEMENT BY EXPERTS AND DECLARATIONS OF ANY INTEREST

Not Applicable

7. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE [ISSUE/OFFER]

Save as discussed in "Subscription and Sale", so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.

8. REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES

Not Applicable

9. *Fixed Rate Notes only* – YIELD

Indication of yield: Not Applicable

10. *Floating Rate Notes only* - HISTORIC INTEREST RATES

Not Applicable

11. *Index-Linked or other variable-linked Notes only* – PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING

Not Applicable

12. *Dual Currency Notes only* – PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT

Not Applicable

13. *Derivatives only* – EXPLANATION OF EFFECT ON VALUE OF INVESTMENT, RETURN ON DERIVATIVES SECURITIES AND INFORMATION CONCERNING THE UNDERLYING

Not Applicable

14. SETTLEMENT PROCEDURES FOR DERIVATIVE SECURITIES

Not Applicable

15. RETURN ON DERIVATIVES SECURITIES

Not Applicable

16. INFORMATION CONCERNING THE UNDERLYING

Not Applicable

17. *Derivatives only* – POST ISSUANCE INFORMATION CONCERNING THE UNDERLYING

Not Applicable

18. OPERATIONAL INFORMATION

ISIN Code: FR0010631234

Common Code: 037084182

Depositories:

(i) Euroclear France to act as Central Depository Yes

(ii) Common Depository for Euroclear Bank S.A./N.V. and Clearstream Banking, société anonyme No

Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, société anonyme and the relevant identification number(s): Not Applicable

Delivery: Delivery against payment

Names and addresses of initial Paying Agent(s): **Principal Paying Agent:**

HSBC Bank plc

8 Canada Square

London E14 5HQ

United Kingdom

Paris Paying Agent:

HSBC France

103, avenue des Champs Elysées

75008 Paris

France

Luxembourg Paying Agent

KBL European Private Bankers S.A.

43, Boulevard Royal

L-2955 Luxembourg

Names and addresses of additional Paying Agent(s) (if any): Not Applicable