

HSBC SFH (France) Investor Report

Collection Period End:

31/12/2011

Date of Report:

13/01/2012

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	3 754 234 858 €
Number of Loans	31 051
Number of Borrowers	27 614
Average Loan Balance	120 905
Weighted Average Seasoning of Loan parts (months)	53.64
Weighted Average Remaining Term of Loan Parts (months)	164.80
Percentage of floating interest rate loans	4.71%
Weighted Average Current LTV	67.8%
Weighted Average Current Indexed LTV	58.8%
Loan Originator	Total Loan Balance
HBFH	3 754 234 858 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	1 924 970 273 €
Weight Average Maturity	5.22

ACT Results	
Asset Cover Ratio	1.72
Asset Cover Test Result	PASS

HSBC SFH (France) Investor Report

1.a Unindexed LTV Ranges Distribution		
Unindexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	574 413 603 €	8 725
>40% - ≤50%	370 101 297 €	3 187
>50% - ≤60%	438 779 817 €	3 496
>60% - ≤70%	475 105 325 €	3 535
>70% - ≤80%	533 778 328 €	3 715
>80% - ≤85%	266 267 786 €	1 751
>85% - ≤90%	291 230 072 €	1 935
>90% - ≤95%	300 066 099 €	1 902
>95% - ≤100%	263 556 851 €	1 521
>100% - ≤105%	151 449 249 €	865
>105%	89 486 431 €	419
Total	3 754 234 858 €	31 051

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	942 294 756 €	12 246
>40% - ≤50%	457 754 346 €	3 540
>50% - ≤60%	487 254 324 €	3 407
>60% - ≤70%	508 072 594 €	3 375
>70% - ≤80%	512 367 623 €	3 258
>80% - ≤85%	224 791 669 €	1 393
>85% - ≤90%	203 180 100 €	1 320
>90% - ≤95%	208 068 988 €	1 327
>95% - ≤100%	210 450 457 €	1 185
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	3 754 234 858 €	31 051

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 754 234 858 €	31 051
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	3 754 234 858 €	31 051

HSBC SFH (France) Investor Report

3. Seasoning												
Seasoning in months	Total Loan Balance	By Unindexed LTV ranges										
		0 - ≤40%	>40% - ≤50%	>50% - ≤60%	>60% - ≤70%	>70% - ≤80%	>80% - ≤85%	>85% - ≤90%	>90% - ≤95%	>95% - ≤100%	>100% - ≤105%	>105%
< 12	314 964 043 €	50 510 400 €	32 767 685 €	37 366 870 €	40 590 737 €	53 308 310 €	22 025 640 €	24 488 946 €	27 561 324 €	24 961 606 €	1 382 526 €	- €
≥12 - <24	453 404 885 €	61 419 391 €	32 751 757 €	43 031 854 €	42 844 055 €	60 368 121 €	38 818 810 €	27 757 773 €	36 725 401 €	41 185 943 €	43 404 423 €	30 097 358 €
≥24 - <36	308 666 447 €	31 495 747 €	24 304 900 €	25 804 548 €	31 786 050 €	33 950 902 €	16 815 176 €	20 158 319 €	26 658 564 €	30 414 875 €	35 871 287 €	31 406 080 €
≥36 - <60	748 715 355 €	102 365 971 €	59 163 519 €	72 574 364 €	82 263 823 €	95 039 063 €	53 323 758 €	68 349 457 €	74 064 021 €	74 310 498 €	53 629 765 €	13 631 117 €
≥60	1 928 484 128 €	328 622 095 €	221 113 437 €	260 002 182 €	277 620 659 €	291 111 933 €	140 284 403 €	150 475 577 €	135 056 789 €	92 683 928 €	17 161 248 €	14 351 877 €
Total	3 754 234 858 €	574 413 603 €	370 101 297 €	438 779 817 €	475 105 325 €	533 778 328 €	266 267 786 €	291 230 072 €	300 066 099 €	263 556 851 €	151 449 249 €	89 486 431 €

4. Loan Purpose												
Loan Purpose	Total Loan Balance	By Unindexed LTV ranges										
		0 - ≤40%	>40% - ≤50%	>50% - ≤60%	>60% - ≤70%	>70% - ≤80%	>80% - ≤85%	>85% - ≤90%	>90% - ≤95%	>95% - ≤100%	>100% - ≤105%	>105%
Purchase	3 382 985 379 €	535 870 931 €	345 287 358 €	404 340 422 €	432 629 857 €	478 511 259 €	233 689 378 €	253 086 696 €	261 090 023 €	232 723 491 €	128 094 518 €	77 661 446 €
RE-MORTGAGE	201 414 981 €	12 800 494 €	9 859 900 €	16 753 971 €	20 819 878 €	34 591 314 €	21 088 114 €	23 409 162 €	21 945 854 €	16 071 194 €	14 199 341 €	9 875 760 €
EQUITY RELEASE	0 €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Construction (Surface Increase)	110 198 889 €	15 433 140 €	7 776 678 €	10 028 221 €	14 111 002 €	13 683 362 €	8 273 100 €	10 969 956 €	11 780 731 €	9 415 485 €	7 061 020 €	1 666 193 €
Construction (New Building)	59 635 609 €	10 309 037 €	7 177 361 €	7 657 203 €	7 544 588 €	6 992 393 €	3 217 194 €	3 764 258 €	5 249 490 €	5 346 682 €	2 094 370 €	283 032 €
Other/No data	0 €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 754 234 858 €	574 413 603 €	370 101 297 €	438 779 817 €	475 105 325 €	533 778 328 €	266 267 786 €	291 230 072 €	300 066 099 €	263 556 851 €	151 449 249 €	89 486 431 €

5. Occupancy type												
Occupancy type	Total Loan Balance	By Unindexed LTV ranges										
		0 - ≤40%	>40% - ≤50%	>50% - ≤60%	>60% - ≤70%	>70% - ≤80%	>80% - ≤85%	>85% - ≤90%	>90% - ≤95%	>95% - ≤100%	>100% - ≤105%	>105%
Owner-occupied	2 707 544 962 €	449 584 363 €	278 519 855 €	328 609 127 €	341 542 951 €	383 276 851 €	183 198 916 €	210 742 414 €	198 485 633 €	181 120 891 €	94 459 890 €	58 004 041 €
Buy-to let	721 989 157 €	66 746 074 €	55 230 583 €	70 356 823 €	85 408 648 €	101 791 295 €	59 227 397 €	62 420 743 €	77 665 180 €	67 442 759 €	47 662 895 €	28 036 760 €
Vacation / second home	324 700 740 €	58 083 166 €	36 350 858 €	39 813 867 €	48 153 726 €	48 710 183 €	23 841 443 €	18 066 915 €	23 915 286 €	14 993 201 €	9 326 463 €	3 445 631 €
Other/No data	0 €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 754 234 858 €	574 413 603 €	370 101 297 €	438 779 817 €	475 105 325 €	533 778 328 €	266 267 786 €	291 230 072 €	300 066 099 €	263 556 851 €	151 449 249 €	89 486 431 €

6. Borrower Employment type												
Employment type	Total Loan Balance	By Unindexed LTV ranges										
		0 - ≤40%	>40% - ≤50%	>50% - ≤60%	>60% - ≤70%	>70% - ≤80%	>80% - ≤85%	>85% - ≤90%	>90% - ≤95%	>95% - ≤100%	>100% - ≤105%	>105%
Employed	2 490 834 035 €	354 140 212 €	244 564 212 €	303 983 049 €	318 569 733 €	352 527 127 €	175 508 277 €	192 873 980 €	208 040 458 €	177 888 349 €	97 859 590 €	64 879 048 €
Protected life-time employment	228 064 404 €	34 094 873 €	20 754 092 €	24 122 684 €	30 595 596 €	34 734 493 €	16 789 602 €	19 251 566 €	17 701 779 €	16 268 128 €	9 491 237 €	4 260 353 €
SELF-EMPLOYED	769 861 513 €	119 178 607 €	73 584 493 €	80 615 650 €	93 232 092 €	114 026 305 €	58 793 612 €	62 147 101 €	59 757 713 €	56 056 575 €	35 528 754 €	16 940 611 €
Unemployed	201 471 506 €	42 560 933 €	23 159 302 €	22 529 541 €	25 967 041 €	26 199 849 €	13 344 453 €	14 275 283 €	12 523 378 €	9 891 783 €	7 829 992 €	3 189 980 €
Other/No data	64 003 401 €	24 438 977 €	8 039 198 €	7 528 892 €	6 740 863 €	6 290 554 €	1 831 843 €	2 682 143 €	2 042 771 €	3 452 045 €	739 676 €	216 439 €
Total	3 754 234 858 €	574 413 603 €	370 101 297 €	438 779 817 €	475 105 325 €	533 778 328 €	266 267 786 €	291 230 072 €	300 066 099 €	263 556 851 €	151 449 249 €	89 486 431 €

HSBC SFH (France) Investor Report

7. Geographical distribution												
Region	Total Loan Balance	By Unindexed LTV ranges										
		0 - ≤40%	>40% - ≤50%	>50% - ≤60%	>60% - ≤70%	>70% - ≤80%	>80% - ≤85%	>85% - ≤90%	>90% - ≤95%	>95% - ≤100%	>100% - ≤105%	>105%
Alsace	42 480 952 €	4 725 782 €	3 031 186 €	3 068 492 €	6 027 589 €	7 839 448 €	3 294 805 €	3 736 102 €	5 389 142 €	3 587 225 €	1 413 125 €	368 058 €
Aquitaine	182 368 543 €	26 114 364 €	17 352 435 €	18 703 209 €	21 437 559 €	27 923 643 €	16 577 937 €	15 656 024 €	13 381 643 €	15 072 562 €	7 390 594 €	2 758 574 €
Auvergne	18 680 405 €	2 144 083 €	1 169 625 €	1 311 923 €	2 258 026 €	2 733 004 €	1 255 775 €	1 877 991 €	2 279 466 €	1 396 889 €	1 210 194 €	1 043 427 €
Basse-Normandie	37 931 733 €	4 547 397 €	3 567 291 €	4 789 966 €	5 743 193 €	5 583 909 €	4 912 684 €	1 969 213 €	3 757 481 €	2 399 136 €	534 881 €	126 582 €
Bourgogne	29 908 940 €	2 154 415 €	2 243 270 €	2 053 291 €	3 955 983 €	6 070 804 €	2 067 542 €	3 305 265 €	3 917 585 €	1 540 299 €	2 489 253 €	111 233 €
Bretagne	65 514 937 €	8 195 537 €	6 388 055 €	8 644 125 €	7 874 996 €	10 354 959 €	5 989 900 €	4 166 309 €	6 615 462 €	5 067 123 €	1 832 142 €	386 329 €
Centre	60 811 458 €	7 022 793 €	6 093 084 €	6 016 385 €	6 441 081 €	8 874 695 €	5 435 144 €	4 982 133 €	4 096 962 €	7 141 196 €	3 724 806 €	983 179 €
Champagne-Ardenne	11 417 110 €	1 342 096 €	594 647 €	787 858 €	1 346 564 €	2 382 015 €	1 437 841 €	959 920 €	1 137 195 €	498 990 €	745 264 €	184 719 €
Corse	11 502 559 €	1 503 596 €	810 126 €	991 116 €	1 545 034 €	1 080 021 €	342 357 €	903 110 €	1 313 534 €	576 348 €	934 434 €	1 502 884 €
Départements d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Franche-Comté	13 597 556 €	1 563 594 €	1 184 801 €	1 114 737 €	2 040 794 €	2 982 664 €	568 519 €	582 427 €	1 913 823 €	1 322 604 €	323 593 €	- €
Haute-Normandie	103 240 657 €	8 629 318 €	6 792 967 €	10 838 247 €	12 700 704 €	16 408 364 €	7 535 885 €	7 753 861 €	13 127 534 €	12 878 597 €	5 625 922 €	949 257 €
Île-de-France	1 731 952 715 €	305 273 134 €	184 245 291 €	213 061 049 €	222 914 504 €	233 346 562 €	110 080 237 €	125 930 412 €	121 477 426 €	104 812 518 €	59 576 931 €	51 234 651 €
Languedoc-Roussillon	53 937 027 €	6 927 477 €	4 938 487 €	5 224 072 €	5 529 325 €	10 015 037 €	5 118 841 €	3 339 855 €	5 108 222 €	4 105 834 €	3 012 296 €	617 581 €
Limousin	11 814 317 €	1 330 112 €	907 143 €	1 423 901 €	2 169 803 €	1 707 835 €	1 410 735 €	1 069 173 €	990 384 €	329 612 €	475 618 €	- €
Lorraine	51 194 129 €	4 092 200 €	2 659 866 €	4 094 418 €	6 787 764 €	8 918 891 €	5 251 565 €	5 643 373 €	7 974 321 €	3 864 115 €	1 758 252 €	149 363 €
Midi-Pyrénées	72 841 115 €	8 995 648 €	6 609 278 €	7 383 132 €	10 629 472 €	8 415 965 €	6 922 699 €	7 810 509 €	7 468 685 €	4 645 100 €	3 304 568 €	656 059 €
Nord-Pas-de-Calais	236 695 871 €	29 479 622 €	20 432 758 €	23 691 291 €	26 825 680 €	33 604 653 €	16 843 408 €	20 904 303 €	21 416 587 €	20 233 695 €	15 999 503 €	7 264 370 €
Pays-de-la-Loire	89 679 811 €	12 613 114 €	9 152 733 €	11 636 159 €	12 528 688 €	14 097 645 €	7 756 205 €	5 432 416 €	6 014 998 €	5 452 560 €	3 399 473 €	1 595 819 €
Picardie	21 628 388 €	3 212 138 €	786 414 €	1 537 284 €	1 378 070 €	2 587 463 €	1 935 529 €	1 882 230 €	3 809 511 €	2 716 092 €	1 610 271 €	173 387 €
Poitou-Charentes	86 253 625 €	11 277 867 €	7 119 855 €	10 832 934 €	10 072 414 €	9 930 267 €	6 045 704 €	8 078 319 €	7 128 345 €	7 679 209 €	6 402 472 €	1 686 238 €
Provence-Alpes-Côte d'Azur	501 766 381 €	79 572 920 €	45 145 322 €	57 909 486 €	61 590 419 €	71 753 052 €	33 736 386 €	44 743 433 €	40 497 129 €	40 335 657 €	18 625 174 €	7 857 404 €
Rhône-Alpes	319 016 630 €	43 696 393 €	38 876 660 €	43 666 742 €	43 307 665 €	47 167 432 €	21 748 089 €	20 503 696 €	21 250 665 €	17 901 491 €	11 060 481 €	9 837 317 €
Territoires d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
No data	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 754 234 858 €	574 413 603 €	370 101 297 €	438 779 817 €	475 105 325 €	533 778 328 €	266 267 786 €	291 230 072 €	300 066 099 €	263 556 851 €	151 449 249 €	89 486 431 €

ASSET COVER TEST

Date of Asset Cover test:

13/01/2012

$$R = \frac{\text{Adjusted Aggregate Asset Amount (AAAA)}}{\text{Aggregate Covered Bond Outstanding Principal Amount}} \geq 1$$

Adjusted Aggregate Asset Amount (AAAA) = A + B + C + D - (Y + Z)

R	Asset Cover test Ratio	1.72
	Adjusted Aggregate Asset Amount (AAAA)	3 314 509 026.13 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 272.80 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	3 266 184 326.72 €
A1	Adjusted Home Loan Outstanding Principal Amount	3 653 326 408.69 €
A2	= a * b	3 266 184 326.72 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 754 234 858.30 €
	Asset Percentage (b)	87.0%

B	Cash Collateral Account	-
----------	-------------------------	---

C	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

D	Permitted Investments	69 000 000.00 €
----------	-----------------------	------------------------

Y	Payments under Issuer Hedging Agreement	-
	Equal to:	

i) Zero before Issuer hedging Agreement is entered into by Issuer subject to, and in accordance with, the Hedging Strategy

ii) Otherwise, an amount equal to payments due under the Issuer hedging Agreements (plus interest thereon) within the period of α plus 2 months, where alpha means the period between 2 interest payment dates (1st day of such period included and last day of

Z	WAM * Covered Bond Outstanding Principal Amount * 0.50%	50 226 509
	WAM (Weighted Average Maturity)	5.22
	Negative Carry Adjustment	0.50%

Name of Series	Outstanding Principal Amount	Scheduled Maturity Date	Remaining Maturity
Serie n°1 ISINFR0010849174 Devise : EUR	1 500 000 000.00	20/01/2017	5.0055 Years
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.6329 Years
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.6356 Years
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	7.2603 Years

Disclaimer :

This data fact sheet and its notes can only be a summary of certain features of the bonds and their structure. This Investor report contains information regarding HSBC SFH (France) Programme's Cover Pool as of the indicated Calculation Date.

No representation can be made that the information herein is accurate or complete and no liability is accepted therefore reference should be made to the issue documentation for a full description of the bonds and their structure.

This data fact sheet and its notes are for information purposes only and are not intended as an offer or invitation with respect to the purchase or sale of any security. Reliance should not be placed on the information herein when making any decision whether to buy, hold or sell bonds (or other securities) or for any other purpose. Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance.

You are solely responsible for making your own independent appraisal of and investigations into the bonds referred to in this document and you should not rely on any information in this document as constituting investment advice.

This document is intended for the use of clients who are professional clients or eligible counterparties under the rules of the FSA only and is not intended for retail clients.

This document is issued by HSBC SFH (France) SA ("HSBC SFH (France)"). HSBC SFH (France) is authorised and regulated by the Autorité du Contrôle Prudentiel ("ACP") and is a member of the HSBC Group of companies. Registered Office: 15 rue Vernet, 75008 Paris, France.