

## HSBC SFH (France) Investor Report

Collection Period End:

**31/01/2012**

Date of Report:

**21/02/2012**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	3 752 796 970 €
Number of Loans	31 600
Number of Borrowers	29 772
Average Loan Balance	118 759
Weighted Average Seasoning of Loan parts (months)	50.91
Weighted Average Remaining Term of Loan Parts (months)	167.57
Percentage of floating interest rate loans	3.20%
Weighted Average Current LTV	68.9%
Weighted Average Current Indexed LTV	60.6%
Loan Originator	Total Loan Balance
HBFH	3 752 796 970 €

<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	1 924 970 271 €
Weight Average Maturity	5.17

<b>ACT Results</b>	
Asset Cover Ratio	1.71
Asset Cover Test Result	PASS

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1.a Unindexed LTV Ranges Distribution		
Unindexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	521 037 170 €	8 247
>40% - ≤50%	355 002 846 €	3 195
>50% - ≤60%	426 719 089 €	3 540
>60% - ≤70%	478 647 779 €	3 632
>70% - ≤80%	533 929 652 €	3 772
>80% - ≤85%	272 848 605 €	1 862
>85% - ≤90%	309 447 817 €	2 012
>90% - ≤95%	313 309 470 €	2 030
>95% - ≤100%	276 803 114 €	1 711
>100% - ≤105%	163 090 033 €	1 051
>105%	101 961 396 €	548
<b>Total</b>	<b>3 752 796 970 €</b>	<b>31 600</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	854 771 897 €	11 480
>40% - ≤50%	425 429 575 €	3 435
>50% - ≤60%	492 217 884 €	3 578
>60% - ≤70%	495 730 658 €	3 399
>70% - ≤80%	522 065 040 €	3 456
>80% - ≤85%	257 604 103 €	1 673
>85% - ≤90%	234 765 422 €	1 544
>90% - ≤95%	227 968 004 €	1 490
>95% - ≤100%	242 244 388 €	1 545
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>3 752 796 970 €</b>	<b>31 600</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 752 796 970 €	31 600
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>3 752 796 970 €</b>	<b>31 600</b>

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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	416 904 910 €	59 029 184 €	42 215 879 €	48 365 463 €	55 416 748 €	67 820 499 €	29 627 281 €	31 107 899 €	43 78 626 €	37 999 095 €	1 534 237 €	0 €
≥12 - <24	500 628 542 €	59 160 660 €	33 729 175 €	48 546 538 €	51 517 525 €	69 838 504 €	39 291 146 €	37 666 982 €	39 37 160 €	44 628 539 €	45 240 737 €	31 634 577 €
≥24 - <36	369 893 007 €	31 344 348 €	27 117 082 €	28 325 641 €	34 389 329 €	39 656 181 €	19 021 720 €	24 709 322 €	31 98 124 €	35 834 288 €	49 907 399 €	47 604 573 €
≥36 - <60	673 754 755 €	91 960 881 €	52 720 067 €	65 458 181 €	75 173 254 €	81 963 642 €	46 667 632 €	61 224 524 €	64 36 363 €	68 732 970 €	51 686 675 €	13 799 566 €
≥60	1 791 615 756 €	279 542 097 €	199 220 643 €	236 023 266 €	262 150 924 €	274 650 826 €	138 240 825 €	154 739 089 €	133 796 198 €	89 608 222 €	14 720 985 €	8 922 681 €
<b>Total</b>	<b>3 752 796 970 €</b>	<b>521 037 170 €</b>	<b>355 002 846 €</b>	<b>426 719 089 €</b>	<b>478 647 779 €</b>	<b>533 929 652 €</b>	<b>272 848 605 €</b>	<b>309 447 817 €</b>	<b>313 309 470 €</b>	<b>276 803 114 €</b>	<b>163 090 033 €</b>	<b>101 961 396 €</b>

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	3 377 408 204 €	486 993 213 €	330 539 643 €	390 242 020 €	438 683 899 €	478 765 635 €	239 997 393 €	268 555 144 €	273 919 286 €	242 062 379 €	139 098 429 €	88 551 163 €
RE-MORTGAGE	204 079 193 €	11 693 131 €	9 908 081 €	16 601 563 €	20 476 404 €	35 460 529 €	19 837 573 €	23 092 805 €	21 057 924 €	19 797 161 €	14 860 251 €	11 293 770 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	110 827 151 €	13 098 051 €	7 624 755 €	11 025 595 €	13 601 347 €	13 932 616 €	7 613 392 €	12 795 053 €	12 628 556 €	10 023 413 €	7 712 354 €	774 719 €
Construction (New Building)	60 482 421 €	9 252 774 €	6 930 367 €	8 849 911 €	5 886 129 €	5 770 873 €	5 400 246 €	5 004 815 €	5 706 403 €	4 920 161 €	1 48 998 €	1 341 744 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>3 752 796 970 €</b>	<b>521 037 170 €</b>	<b>355 002 846 €</b>	<b>426 719 089 €</b>	<b>478 647 779 €</b>	<b>533 929 652 €</b>	<b>272 848 605 €</b>	<b>309 447 817 €</b>	<b>313 309 470 €</b>	<b>276 803 114 €</b>	<b>163 090 033 €</b>	<b>101 961 396 €</b>

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	2 728 416 734 €	419 910 878 €	278 872 609 €	329 340 188 €	351 128 296 €	391 579 740 €	189 271 598 €	215 423 553 €	207 534 726 €	187 164 811 €	97 948 331 €	60 242 005 €
Buy-to let	712 190 177 €	52 012 439 €	41 697 922 €	59 392 380 €	79 536 993 €	96 865 665 €	59 604 607 €	72 129 294 €	80 59 669 €	73 677 783 €	56 985 320 €	39 737 104 €
Vacation / second home	312 190 059 €	49 113 853 €	34 432 314 €	37 986 521 €	47 982 490 €	45 484 247 €	23 972 399 €	21 894 970 €	25 24 075 €	15 960 520 €	8 156 381 €	1 982 287 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>3 752 796 970 €</b>	<b>521 037 170 €</b>	<b>355 002 846 €</b>	<b>426 719 089 €</b>	<b>478 647 779 €</b>	<b>533 929 652 €</b>	<b>272 848 605 €</b>	<b>309 447 817 €</b>	<b>313 309 470 €</b>	<b>276 803 114 €</b>	<b>163 090 033 €</b>	<b>101 961 396 €</b>

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	2 635 285 104 €	343 055 418 €	250 416 073 €	302 749 614 €	341 466 285 €	377 154 983 €	196 063 362 €	219 967 444 €	224 673 350 €	194 842 130 €	112 160 137 €	72 736 310 €
Protected life-time employment	268 957 002 €	36 670 642 €	23 856 693 €	26 654 774 €	34 886 699 €	38 518 401 €	21 432 048 €	23 275 926 €	22 222 248 €	21 490 975 €	12 266 199 €	7 682 396 €
SELF-EMPLOYED	612 083 296 €	82 418 399 €	54 390 013 €	68 710 740 €	74 424 979 €	89 174 139 €	42 495 390 €	52 297 055 €	53 565 180 €	48 527 408 €	30 988 684 €	15 091 310 €
Unemployed	153 229 233 €	31 428 505 €	16 694 343 €	17 941 513 €	19 196 686 €	19 081 204 €	9 349 724 €	9 946 159 €	9 453 582 €	8 273 979 €	5 846 710 €	6 016 828 €
Other/No data	83 242 334 €	27 464 206 €	9 645 724 €	10 662 447 €	8 673 130 €	10 00 925 €	3 508 081 €	3 961 233 €	3 395 110 €	3 668 623 €	1 828 304 €	434 551 €
<b>Total</b>	<b>3 752 796 970 €</b>	<b>521 037 170 €</b>	<b>355 002 846 €</b>	<b>426 719 089 €</b>	<b>478 647 779 €</b>	<b>533 929 652 €</b>	<b>272 848 605 €</b>	<b>309 447 817 €</b>	<b>313 309 470 €</b>	<b>276 803 114 €</b>	<b>163 090 033 €</b>	<b>101 961 396 €</b>

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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	29 315 944 €	3 283 016 €	2 241 404 €	2 432 723 €	3 769 601 €	5 434 84 €	2 679 530 €	2 498 506 €	3 651 412 €	1 914 654 €	1 066 204 €	334 110 €
Aquitaine	192 062 936 €	26 716 758 €	18 071 112 €	19 787 883 €	22 819 775 €	27 257 371 €	17 947 634 €	15 509 139 €	14 626 493 €	17 450 514 €	7 830 191 €	4 046 066 €
Auvergne	18 279 984 €	2 193 740 €	1 357 842 €	1 513 441 €	1 897 359 €	2 832 67 €	1 723 844 €	1 653 735 €	2 524 462 €	1 753 617 €	377 49 €	452 728 €
Basse-Normandie	43 259 794 €	4 262 469 €	3 900 823 €	5 563 006 €	6 836 600 €	5 769 24 €	4 018 365 €	3 246 252 €	4 823 808 €	3 237 960 €	668 32 €	932 396 €
Bourgogne	29 642 466 €	2 482 764 €	1 991 530 €	2 463 996 €	4 799 427 €	5 098 64 €	2 406 103 €	3 025 723 €	3 908 865 €	2 067 001 €	1 98 894 €	0 €
Bretagne	66 491 607 €	7 785 386 €	6 904 724 €	8 647 445 €	8 522 294 €	10 929 150 €	5 612 581 €	5 572 714 €	6 741 564 €	4 401 970 €	11 14 887 €	258 891 €
Centre	46 304 587 €	4 660 983 €	5 001 373 €	4 050 628 €	5 295 811 €	6 027 94 €	3 676 248 €	5 979 353 €	4 007 532 €	3 816 389 €	2 76 866 €	1 311 710 €
Champagne-Ardenne	13 400 062 €	1 491 283 €	590 744 €	888 064 €	994 069 €	2 927 260 €	1 762 672 €	1 200 395 €	1 363 644 €	1 124 469 €	1 057 461 €	0 €
Corse	11 725 322 €	1 413 258 €	800 950 €	1 070 714 €	1 822 925 €	1 557 432 €	304 008 €	899 152 €	1 333 764 €	574 297 €	930 782 €	018 040 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	14 372 661 €	1 677 506 €	1 436 225 €	1 809 058 €	1 861 203 €	2 230 34 €	615 659 €	506 011 €	2 175 346 €	1 738 121 €	154 533 €	168 166 €
Haute-Normandie	108 435 298 €	9 459 590 €	7 228 058 €	11 727 388 €	13 655 903 €	17 39 593 €	8 583 720 €	7 998 906 €	15 068 146 €	11 221 515 €	5 330 663 €	801 815 €
Île-de-France	1 816 222 215 €	285 407 202 €	184 347 620 €	218 218 112 €	237 338 641 €	246 062 581 €	120 089 133 €	137 440 95 €	134 016 626 €	114 814 559 €	74 708 748 €	63 778 57 €
Languedoc-Roussillon	53 349 223 €	6 720 305 €	5 236 367 €	6 779 590 €	5 403 169 €	10 307 202 €	4 901 765 €	4 008 057 €	4 992 809 €	2 73 953 €	1 652 773 €	373 233 €
Limousin	11 881 605 €	1 115 840 €	838 628 €	1 271 287 €	2 139 47 €	1 709 988 €	1 481 759 €	1 562 148 €	776 082 €	329 96 €	656 454 €	0 €
Lorraine	53 658 758 €	3 974 050 €	2 423 631 €	5 160 426 €	6 832 751 €	9 411 674 €	5 723 468 €	6 442 430 €	5 943 835 €	5 886 927 €	1 931 047 €	428 518 €
Midi-Pyrénées	77 237 629 €	8 590 251 €	6 062 785 €	7 376 950 €	11 135 760 €	8 249 484 €	7 115 952 €	7 585 358 €	8 053 358 €	6 03 369 €	4 235 043 €	2 229 319 €
Nord-Pas-de-Calais	240 945 357 €	28 647 023 €	20 710 247 €	23 612 839 €	28 996 465 €	33 725 108 €	18 353 867 €	20 902 274 €	22 87 129 €	21 691 018 €	16 100 483 €	5 934 904 €
Pays-de-la-Loire	94 343 838 €	12 394 676 €	8 959 259 €	12 191 645 €	13 96 641 €	15 762 069 €	7 820 801 €	5 810 656 €	4 915 922 €	6 177 979 €	4 535 281 €	2 078 909 €
Picardie	39 843 427 €	4 050 541 €	1 778 397 €	4 233 222 €	2 341 996 €	4 872 693 €	3 005 715 €	4 107 523 €	5 732 322 €	5 944 100 €	2 490 311 €	1 286 606 €
Poitou-Charentes	74 838 778 €	8 342 723 €	5 704 174 €	7 172 047 €	8 497 743 €	9 785 842 €	4 965 656 €	8 718 059 €	6 962 948 €	6 817 593 €	6 433 711 €	1 938 282 €
Provence-Alpes-Côte d'Azur	458 310 256 €	67 509 513 €	44 300 575 €	50 961 355 €	55 278 334 €	65 794 404 €	32 875 882 €	44 239 197 €	38 640 005 €	38 503 278 €	14 901 360 €	5 306 355 €
Rhône-Alpes	258 875 222 €	28 858 291 €	25 116 377 €	29 787 272 €	35 311 839 €	40 824 975 €	17 184 243 €	20 541 833 €	20 17 397 €	18 759 884 €	13 028 361 €	9 282 750 €
Territoires d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>3 752 796 970 €</b>	<b>521 037 170 €</b>	<b>355 002 846 €</b>	<b>426 719 089 €</b>	<b>478 647 779 €</b>	<b>533 929 652 €</b>	<b>272 848 605 €</b>	<b>309 447 817 €</b>	<b>313 309 470 €</b>	<b>276 803 114 €</b>	<b>163 090 033 €</b>	<b>101 961 396 €</b>

**ASSET COVER TEST**

Date of Asset Cover test:

21/02/2012

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

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

<b>R</b>	<b>Asset Cover test Ratio</b>	<b>1.71</b>
	Adjusted Aggregate Asset Amount (AAAA)	3 284 304 751.19 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 271.46 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

<b>A</b>	<b>=min(A1 ; A2)</b>	<b>3 264 933 363.85 €</b>
<b>A1</b>	Adjusted Home Loan Outstanding Principal Amount	3 640 509 803.49 €
<b>A2</b>	= a * b	3 264 933 363.85 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 752 796 969.94 €
	Asset Percentage (b)	87.0%

<b>B</b>	Cash Collateral Account	-
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<b>C</b>	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

<b>D</b>	Permitted Investments	<b>69 100 000.00 €</b>
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<b>Y</b>	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  $\alpha$  plus 2 months, where alpha means the period between 2 interest payment dates (1st day of such period included and last day of

<b>Z</b>	WAM * Covered Bond Outstanding Principal Amount * 0.50%	<b>49 728 613</b>
	WAM (Weighted Average Maturity)	5.17
	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	4.9719
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.6003
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.6010
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	7.2252

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