

HSBC SFH (France) Investor Report

Collection Period End:

31/01/2014

Date of Report:

12/02/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 894 514 524 €
Number of Loans	43 916
Number of Borrowers	39 875
Average Loan Balance	134 222
Weighted Average Seasoning of Loan parts (months)	46.98
Weighted Average Remaining Term of Loan Parts (months)	167.17
Percentage of floating interest rate loans	1.95%
Weighted Average Current LTV	65.6%
Weighted Average Current Indexed LTV	62.1%
Loan Originator	Total Loan Balance
HBFH	5 894 514 524 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.98
ACT Results	
Asset Cover Ratio	1.23
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%	812 691 586 €	8 725
>40% - ≤50%	681 130 452 €	5 568
>50% - ≤60%	782 282 846 €	5 969
>60% - ≤70%	887 162 852 €	6 250
>70% - ≤80%	1 000 531 253 €	6 551
>80% - ≤85%	475 823 661 €	3 120
>85% - ≤90%	514 116 793 €	3 330
>90% - ≤95%	495 323 824 €	3 047
>95% - ≤100%	190 062 676 €	1 079
>100% - ≤105%	45 574 019 €	220
>105%	9 814 562 €	57
Total	5 894 514 524 €	43 916

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 132 177 591 €	11 565
>40% - ≤50%	729 743 913 €	5 531
>50% - ≤60%	787 410 280 €	5 677
>60% - ≤70%	836 423 354 €	5 753
>70% - ≤80%	876 048 017 €	5 691
>80% - ≤85%	441 099 802 €	2 857
>85% - ≤90%	451 138 340 €	2 907
>90% - ≤95%	483 261 688 €	3 022
>95% - ≤100%	157 211 539 €	913
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 894 514 524 €	43 916

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 894 514 524 €	43 916
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 894 514 524 €	43 916

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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	1 128 518 460 €	100 660 838 €	103 151 973 €	135 410 83 €	172 183 004 €	206 390 245 €	101 926 590 €	115 112 07 €	140 254 206 €	53 428 735 €	0 €	0 €
≥12 - <24	1 095 822 240 €	138 498 006 €	111 872 050 €	142 195 65 €	161 758 437 €	178 110 632 €	96 653 911 €	112 960 13 €	129 011 375 €	24 762 043 €	0 €	0 €
≥24 - <36	677 911 156 €	95 122 067 €	66 302 031 €	70 001 364 €	80 62 515 €	115 892 364 €	68 173 289 €	76 286 842 €	81 80 796 €	20 568 022 €	2 761 867 €	0 €
≥36 - <60	884 695 046 €	102 244 022 €	75 301 040 €	87 598 603 €	18 802 278 €	137 232 508 €	80 912 154 €	103 332 307 €	8 408 602 €	59 435 991 €	33 790 673 €	4 636 867 €
≥60	2 107 567 621 €	376 166 653 €	324 503 359 €	347 076 392 €	353 456 618 €	362 905 503 €	128 157 717 €	106 425 477 €	62 808 845 €	31 867 884 €	9 021 478 €	5 177 695 €
Total	5 894 514 524 €	812 691 586 €	681 130 452 €	782 282 846 €	887 162 852 €	1 000 531 253 €	475 823 661 €	514 116 793 €	495 323 824 €	190 062 676 €	45 574 019 €	9 814 562 €

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	5 317 769 094 €	757 987 885 €	633 203 748 €	727 607 556 €	813 013 614 €	899 486 156 €	423 125 895 €	455 224 196 €	407 381 767 €	149 903 069 €	42 310 300 €	8 524 910 €
RE-MORTGAGE	328 637 306 €	20 318 621 €	20 380 174 €	25 126 781 €	39 980 386 €	51 072 287 €	25 851 147 €	36 320 409 €	70 48 721 €	35 465 607 €	2 561 387 €	1 096 787 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	136 193 552 €	17 477 127 €	13 767 243 €	17 041 880 €	20 005 738 €	28 399 145 €	13 345 435 €	13 453 165 €	9 810 25 €	2 652 638 €	115 631 €	118 626 €
Construction (New Building)	111 914 571 €	16 907 952 €	13 779 288 €	12 506 629 €	14 163 115 €	21 573 665 €	13 501 185 €	9 119 023 €	7 661 411 €	2 041 36 €	586 700 €	74 239 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 514 524 €	812 691 586 €	681 130 452 €	782 282 846 €	887 162 852 €	1 000 531 253 €	475 823 661 €	514 116 793 €	495 323 824 €	190 062 676 €	45 574 019 €	9 814 562 €

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	4 463 651 468 €	654 916 981 €	533 500 691 €	606 726 286 €	686 278 436 €	741 712 239 €	349 301 536 €	367 048 632 €	353 651 457 €	133 956 920 €	29 304 086 €	7 254 204 €
Buy-to let	840 844 665 €	75 346 444 €	80 091 773 €	92 348 495 €	15 328 385 €	154 648 431 €	81 587 354 €	98 045 441 €	86 621 433 €	40 210 312 €	14 899 040 €	1 717 557 €
Vacation / second home	590 018 390 €	82 428 161 €	67 537 988 €	83 208 064 €	85 556 032 €	104 170 582 €	44 934 771 €	49 022 720 €	55 50 933 €	15 895 444 €	1 370 893 €	842 802 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 514 524 €	812 691 586 €	681 130 452 €	782 282 846 €	887 162 852 €	1 000 531 253 €	475 823 661 €	514 116 793 €	495 323 824 €	190 062 676 €	45 574 019 €	9 814 562 €

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	4 285 091 698 €	569 932 827 €	507 750 992 €	567 019 294 €	653 817 832 €	734 746 084 €	339 908 361 €	375 566 248 €	357 999 348 €	137 270 269 €	33 973 485 €	7 106 957 €
Protected life-time employment	461 656 897 €	60 571 054 €	43 846 627 €	62 725 674 €	69 584 162 €	76 644 747 €	44 234 933 €	43 371 942 €	40 671 518 €	16 955 377 €	2 679 527 €	471 335 €
SELF-EMPLOYED	833 794 217 €	112 430 295 €	88 547 431 €	107 960 308 €	121 954 693 €	142 511 770 €	70 667 113 €	74 788 599 €	77 168 692 €	291 88 344 €	7 243 050 €	1 333 921 €
Unemployed	207 063 740 €	39 764 480 €	25 995 289 €	28 284 689 €	28 106 341 €	34 172 348 €	14 258 366 €	14 606 175 €	15 036 251 €	5 097 498 €	1 134 956 €	607 349 €
Other/No data	106 907 972 €	29 992 929 €	14 990 114 €	16 292 881 €	13 699 825 €	12 556 303 €	6 754 888 €	5 783 829 €	4 448 014 €	1 551 187 €	543 001 €	295 000 €
Total	5 894 514 524 €	812 691 586 €	681 130 452 €	782 282 846 €	887 162 852 €	1 000 531 253 €	475 823 661 €	514 116 793 €	495 323 824 €	190 062 676 €	45 574 019 €	9 814 562 €

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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	46 070 100 €	6 446 951 €	5 549 923 €	6 286 368 €	8 340 684 €	7 330 69 €	4 550 513 €	4 054 368 €	2 835 410 €	675 184 €	0 €	0 €
Aquitaine	264 837 193 €	36 793 229 €	26 467 479 €	31 402 548 €	45 102 860 €	44 890 984 €	18 783 765 €	23 667 399 €	24 762 295 €	9 807 666 €	2 675 047 €	483 623 €
Auvergne	25 959 650 €	3 245 615 €	2 400 531 €	2 031 555 €	4 009 081 €	6 489 21 €	2 254 192 €	2 222 337 €	2 231 066 €	1 050 434 €	231 19 €	0 €
Basse-Normandie	54 291 342 €	6 122 293 €	6 129 131 €	7 277 748 €	9 620 070 €	10 029 271 €	5 053 798 €	4 772 125 €	4 075 105 €	1 211 801 €	0 €	0 €
Bourgogne	36 450 976 €	3 757 073 €	3 249 664 €	6 207 461 €	4 881 529 €	7 302 38 €	3 939 904 €	2 813 206 €	3 454 155 €	845 657 €	0 €	0 €
Bretagne	94 208 662 €	14 483 037 €	9 608 392 €	14 165 433 €	14 005 428 €	16 92 624 €	6 398 487 €	7 109 574 €	8 775 736 €	1 957 380 €	782 570 €	0 €
Centre	116 740 667 €	12 832 670 €	12 234 912 €	12 470 115 €	18 174 546 €	22 400 656 €	9 954 430 €	11 846 226 €	12 572 549 €	3 682 35 €	508 620 €	63 568 €
Champagne-Ardenne	17 055 662 €	1 794 979 €	1 206 391 €	1 391 059 €	3 599 046 €	2 747 91 €	2 229 483 €	2 814 043 €	743 249 €	530 321 €	0 €	0 €
Corse	16 032 021 €	2 220 476 €	1 451 898 €	3 210 421 €	1 846 458 €	2 579 29 €	1 742 949 €	1 735 257 €	718 927 €	526 106 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 764 204 €	1 963 150 €	1 450 492 €	3 600 267 €	2 988 451 €	2 780 40 €	2 757 639 €	2 860 969 €	1 924 684 €	438 072 €	0 €	0 €
Haute-Normandie	126 042 774 €	13 159 476 €	11 473 367 €	19 773 936 €	18 438 300 €	24 890 494 €	11 160 480 €	12 418 388 €	12 280 915 €	2 447 418 €	0 €	0 €
Île-de-France	3 150 824 852 €	452 165 369 €	395 668 856 €	426 576 811 €	467 238 096 €	511 350 036 €	239 925 137 €	248 949 06 €	262 244 595 €	108 113 117 €	30 290 004 €	8 303 795 €
Languedoc-Roussillon	68 363 812 €	10 095 885 €	7 071 354 €	8 431 369 €	12 08 619 €	13 030 578 €	6 605 570 €	6 225 428 €	3 629 622 €	1 265 386 €	0 €	0 €
Limousin	15 445 205 €	2 338 094 €	1 733 979 €	2 455 952 €	2 377 657 €	2 252 899 €	1 305 335 €	2 356 914 €	301 929 €	322 446 €	0 €	0 €
Lorraine	64 459 689 €	5 418 620 €	5 222 321 €	9 686 983 €	9 354 601 €	13 971 930 €	6 148 914 €	6 291 187 €	6 463 015 €	1 779 469 €	0 €	122 649 €
Midi-Pyrénées	107 688 366 €	12 055 446 €	9 815 819 €	11 035 693 €	16 955 182 €	19 003 252 €	11 363 433 €	10 176 980 €	11 815 002 €	4 063 705 €	1 403 853 €	0 €
Nord-Pas-de-Calais	285 274 960 €	36 307 316 €	28 892 419 €	36 280 700 €	39 316 789 €	46 166 041 €	24 516 610 €	31 746 767 €	25 12 731 €	13 462 201 €	3 385 395 €	27 992 €
Pays-de-la-Loire	119 885 157 €	17 581 081 €	13 878 079 €	16 378 347 €	17 484 128 €	18 794 016 €	8 556 508 €	11 247 589 €	11 19 2509 €	4 671 819 €	0 €	101 082 €
Picardie	122 679 269 €	10 285 807 €	7 924 118 €	13 437 869 €	18 441 188 €	28 043 857 €	13 866 388 €	13 521 741 €	14 10 3163 €	2 166 821 €	638 872 €	249 446 €
Poitou-Charentes	99 132 575 €	13 765 837 €	9 840 417 €	11 486 873 €	14 94 726 €	18 643 463 €	9 008 617 €	9 975 380 €	8 361 232 €	3 020 383 €	115 645 €	0 €
Provence-Alpes-Côte d'Azur	609 145 598 €	94 604 237 €	66 731 333 €	80 335 743 €	94 748 829 €	110 227 783 €	54 194 609 €	55 039 892 €	41 36 160 €	11 635 018 €	227 593 €	14 400 €
Rhône-Alpes	433 161 790 €	55 254 942 €	53 129 577 €	58 359 596 €	63 316 585 €	70 683 520 €	31 506 899 €	42 271 986 €	36 27 776 €	16 389 598 €	5 521 300 €	448 009 €
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 €
Total	5 894 514 524 €	812 691 586 €	681 130 452 €	782 282 846 €	887 162 852 €	1 000 531 253 €	475 823 661 €	514 116 793 €	495 323 24 €	190 062 676 €	45 574 019 €	9 814 562 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	1 000 320 981 €	16.97%	7 231
Guaranteed by Crédit Logement	4 894 193 543 €	83.03%	36 685
Total	5 894 514 524 €	100.00%	43 916

ASSET COVER TEST

Date of Asset Cover test:

12/02/2014

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

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

R	Asset Cover test Ratio	1.23
	Adjusted Aggregate Asset Amount (AAAA)	5 127 224 168.40 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 128 227 635.54 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 746 553 573.54 €
A2	= a * b	5 128 227 635.54 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 894 514 523.61 €
	Asset Percentage (b)	87.0%

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

D	Permitted Investments	123 825 716.79 €
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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%	124 829 184
	WAM (Weighted Average Maturity)	5.98
	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	2.9706
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.5989
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.5996
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	5.2238
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.7057
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.7406

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