

HSBC SFH (France) Investor Report

Collection Period End:

28/02/2014

Date of Report:

13/03/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 895 138 635 €
Number of Loans	43 778
Number of Borrowers	39 784
Average Loan Balance	134 660
Weighted Average Seasoning of Loan parts (months)	46.97
Weighted Average Remaining Term of Loan Parts (months)	167.09
Percentage of floating interest rate loans	1.93%
Weighted Average Current LTV	65.5%
Weighted Average Current Indexed LTV	62.1%
Loan Originator	Total Loan Balance
HBFH	5 895 138 635 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.90
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%	818 212 090 €	8 735
>40% - ≤50%	675 587 474 €	5 510
>50% - ≤60%	782 320 785 €	5 955
>60% - ≤70%	894 439 468 €	6 270
>70% - ≤80%	1 002 200 239 €	6 529
>80% - ≤85%	474 887 140 €	3 113
>85% - ≤90%	517 852 058 €	3 361
>90% - ≤95%	504 862 891 €	3 086
>95% - ≤100%	174 389 872 €	985
>100% - ≤105%	42 172 459 €	190
>105%	8 214 159 €	44
Total	5 895 138 635 €	43 778

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 124 097 561 €	11 461
>40% - ≤50%	732 004 874 €	5 519
>50% - ≤60%	785 364 918 €	5 668
>60% - ≤70%	839 728 128 €	5 746
>70% - ≤80%	880 717 460 €	5 697
>80% - ≤85%	442 629 918 €	2 882
>85% - ≤90%	455 336 599 €	2 919
>90% - ≤95%	498 247 233 €	3 072
>95% - ≤100%	137 011 944 €	814
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 895 138 635 €	43 778

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 895 138 635 €	43 778
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 895 138 635 €	43 778

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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	1 076 978 234 €	96 474 625 €	100 398 571 €	130 446 333 €	162 207 163 €	202 837 374 €	96 539 306 €	111 439 543 €	130 817 380 €	45 817 940 €	0 €	0 €
≥12 - <24	1 146 669 196 €	136 405 571 €	113 289 746 €	147 247 84 €	168 414 463 €	189 077 512 €	101 627 360 €	116 946 38 €	148 606 167 €	25 054 218 €	0 €	0 €
≥24 - <36	694 294 596 €	100 618 803 €	68 595 635 €	73 660 833 €	8 377 516 €	121 677 177 €	66 582 919 €	78 199 153 €	82920 175 €	16 569 509 €	1 092 876 €	0 €
≥36 - <60	914 234 497 €	104 437 225 €	81 612 207 €	88 429 954 €	25 003 426 €	141 317 513 €	86 897 734 €	107 548 988 €	8 087 162 €	56 540 715 €	33 004 053 €	4 355 520 €
≥60	2 062 962 112 €	380 275 866 €	311 691 315 €	342 535 824 €	354 436 900 €	347 290 664 €	123 239 821 €	103 718 057 €	57 432 007 €	30 407 491 €	8 075 530 €	3 858 639 €
Total	5 895 138 635 €	818 212 090 €	675 587 474 €	782 320 785 €	894 439 468 €	1 002 200 239 €	474 887 140 €	517 852 058 €	504 862 891 €	174 389 872 €	42 172 459 €	8 214 59 €

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	5 309 708 676 €	761 800 068 €	628 192 072 €	725 664 946 €	821 272 280 €	903 719 412 €	420 924 975 €	454 456 422 €	411 843 418 €	135 389 267 €	39 136 064 €	7 309 753 €
RE-MORTGAGE	339 350 574 €	20 990 662 €	19 617 965 €	26 179 630 €	4 182 326 €	49 463 611 €	27 577 402 €	40 057 587 €	76 56 162 €	33 876 056 €	2 462 890 €	736 346 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	134 169 484 €	17 812 494 €	13 357 731 €	17 739 147 €	16575 176 €	28 367 866 €	13 544 044 €	13 073 764 €	9 246 42 €	2 236 514 €	111 373 €	104 834 €
Construction (New Building)	111 909 901 €	17 608 866 €	14 419 705 €	12 737 062 €	12 768 750 €	20649 350 €	12 840 719 €	10 264 285 €	7 207 769 €	2 888 06 €	462 131 €	63 227 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 895 138 635 €	818 212 090 €	675 587 474 €	782 320 785 €	894 439 468 €	1 002 200 239 €	474 887 140 €	517 852 058 €	504 862 891 €	174 389 872 €	42 172 459 €	8 214 159 €

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	4 476 601 971 €	660 422 384 €	527 427 608 €	611 714 165 €	686 509 763 €	748 326 735 €	350 923 371 €	372 115 235 €	361 303 445 €	123 804 385 €	27 994 289 €	6 060 591 €
Buy-to let	825 500 426 €	74 370 190 €	80 310 477 €	89 752 161 €	18 280 457 €	150 708 754 €	78 311 682 €	95 881 648 €	87425 232 €	36 052 949 €	13 093 508 €	1 313 370 €
Vacation / second home	593 036 238 €	83 419 517 €	67 849 389 €	80 854 459 €	89649 247 €	103 164 750 €	45 652 087 €	49 855 175 €	56 84 215 €	14 532 539 €	1 084 662 €	840 198 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 895 138 635 €	818 212 090 €	675 587 474 €	782 320 785 €	894 439 468 €	1 002 200 239 €	474 887 140 €	517 852 058 €	504 862 891 €	174 389 872 €	42 172 459 €	8 214 159 €

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	4 290 044 414 €	575 878 608 €	501 840 624 €	568 351 650 €	658 857 006 €	736 961 738 €	337 040 781 €	380 581 374 €	366 969 945 €	125 745 774 €	32 120 642 €	5 696 273 €
Protected life-time employment	462 284 397 €	59 762 451 €	43 840 511 €	63 871 985 €	69 854 245 €	7066 274 €	44 190 741 €	42 700 612 €	43 666 506 €	14 642 132 €	2 400 707 €	288 234 €
SELF-EMPLOYED	832 871 303 €	114 380 773 €	86 624 574 €	106 903 093 €	123 376 390 €	142 419 398 €	77 238 455 €	73 335 525 €	27915 515 €	6 295 891 €	1 600 808 €	1 600 808 €
Unemployed	205 208 928 €	37 921 558 €	26 796 770 €	27 999 555 €	29 822 570 €	32423 004 €	14 556 803 €	12 242 587 €	17 409 629 €	4 886 27 €	813 981 €	333 844 €
Other/No data	104 729 593 €	30 268 701 €	16 484 995 €	15 194 503 €	12 529 257 €	13329 825 €	6 317 934 €	5 089 031 €	3 481 285 €	1 197 824 €	541 237 €	295 000 €
Total	5 895 138 635 €	818 212 090 €	675 587 474 €	782 320 785 €	894 439 468 €	1 002 200 239 €	474 887 140 €	517 852 058 €	504 862 891 €	174 389 872 €	42 172 459 €	8 214 159 €

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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	46 065 490 €	6 428 688 €	6 050 087 €	6 229 193 €	8 193 517 €	7 351 30 €	4 447 961 €	4 178 137 €	2 722 092 €	464 433 €	0 €	0 €
Aquitaine	263 657 784 €	36 005 922 €	26 634 510 €	31 479 322 €	44 329 976 €	45 240 812 €	17 553 192 €	24 289 169 €	26 713 182 €	8 266 888 €	2 760 051 €	384 761 €
Auvergne	26 444 466 €	3 441 748 €	2 362 469 €	2 037 389 €	3 776 177 €	6 857 20 €	2 496 184 €	2 823 803 €	2 066 686 €	582 491 €	0 €	0 €
Basse-Normandie	53 282 050 €	6 231 885 €	6 240 587 €	6 917 341 €	9 727 629 €	9 559 45 €	4 973 282 €	4 845 408 €	4 140 766 €	645 717 €	0 €	0 €
Bourgogne	37 009 570 €	3 849 330 €	3 366 331 €	5 889 852 €	5 109 305 €	7 553 99 €	4 362 971 €	2 609 683 €	3 918 390 €	349 749 €	0 €	0 €
Bretagne	94 768 893 €	14 686 657 €	9 380 667 €	14 228 725 €	14 099 004 €	17 31 898 €	6 475 888 €	7 294 625 €	8 337 132 €	2 133 819 €	780 478 €	0 €
Centre	116 519 582 €	12 722 664 €	12 114 128 €	12 497 648 €	18 382 013 €	21 974 456 €	9 741 107 €	12 560 057 €	12 657 009 €	3 420 38 €	397 677 €	52 555 €
Champagne-Ardenne	16 388 958 €	1 847 677 €	1 121 325 €	1 505 507 €	3 376 857 €	2 629 29 €	2 355 728 €	2 304 888 €	1 042 685 €	205 080 €	0 €	0 €
Corse	16 322 836 €	2 136 677 €	1 574 239 €	3 027 327 €	1 904 008 €	2 861 47 €	1 528 586 €	1 685 145 €	1 081 010 €	524 416 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 558 931 €	2 009 621 €	1 580 883 €	3 436 258 €	2 895 612 €	2 749 95 €	3 058 817 €	2 345 722 €	2 153 504 €	328 998 €	0 €	0 €
Haute-Normandie	125 550 500 €	13 320 565 €	11 407 765 €	19 734 681 €	17 793 982 €	24 953 163 €	10 940 688 €	13 416 530 €	11 521 386 €	2 461 741 €	0 €	0 €
Île-de-France	3 160 089 999 €	454 930 129 €	394 766 988 €	427 536 78 €	470 279 343 €	515 536 116 €	240 369 568 €	253 110 25 €	269 420 200 €	98 728 541 €	28 372 122 €	7 039 973 €
Languedoc-Roussillon	69 550 056 €	9 900 612 €	7 174 577 €	8 264 722 €	12 734 783 €	13 331 749 €	6 537 741 €	6 114 447 €	3 919 659 €	1 571 767 €	0 €	0 €
Limousin	15 623 210 €	2 300 418 €	1 839 394 €	2 340 673 €	2 370 581 €	2 417 584 €	1 351 718 €	2 264 687 €	416 930 €	32 1225 €	0 €	0 €
Lorraine	65 354 071 €	5 736 562 €	5 160 589 €	9 278 197 €	10 404 040 €	13 085 923 €	6 011 121 €	6 690 697 €	6 488 038 €	2 498 904 €	0 €	0 €
Midi-Pyrénées	107 679 737 €	12 221 011 €	9 657 023 €	11 032 192 €	16 495 916 €	18 193 577 €	11 071 772 €	11 550 137 €	12 140 231 €	3 918 009 €	1 399 868 €	0 €
Nord-Pas-de-Calais	282 234 901 €	36 360 207 €	28 007 350 €	36 477 298 €	39 499 136 €	46 181 878 €	26 099 586 €	29 270 559 €	25 28 382 €	12 607 985 €	2 420 340 €	26 182 €
Pays-de-la-Loire	120 806 837 €	17 838 980 €	13 379 989 €	16 006 099 €	19 339 994 €	17 231 570 €	9 721 643 €	9 983 842 €	12 345 997 €	4 527 439 €	431 285 €	0 €
Picardie	122 403 504 €	10 060 488 €	7 397 013 €	13 586 939 €	18 113 441 €	29 166 011 €	12 335 543 €	15 029 997 €	13 724 449 €	1 803 191 €	637 348 €	248 885 €
Poitou-Charentes	97 992 527 €	13 941 674 €	9 043 100 €	11 659 122 €	14 35 467 €	19 322 605 €	8 715 514 €	9 491 771 €	8 130 297 €	2 677 748 €	115 228 €	0 €
Provence-Alpes-Côte d'Azur	608 233 242 €	95 986 064 €	65 220 296 €	81 023 540 €	97 523 405 €	107 889 024 €	54 269 454 €	54 481 396 €	40 82 260 €	10 731 659 €	211 743 €	14 400 €
Rhône-Alpes	428 601 494 €	56 254 512 €	52 108 163 €	58 132 005 €	62 895 279 €	70 761 429 €	30 469 077 €	41 511 097 €	35 75 405 €	15 619 804 €	4 646 321 €	447 403 €
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	5 895 138 635 €	818 212 090 €	675 587 474 €	782 320 785 €	894 439 468 €	1 002 200 239 €	474 887 140 €	517 852 058 €	504 862 91 €	174 389 872 €	42 172 459 €	8 214 159 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	994 410 157 €	16.87%	7 192
Guaranteed by Crédit Logement	4 900 728 478 €	83.13%	36 586
Total	5 895 138 635 €	100.00%	43 778

ASSET COVER TEST

Date of Asset Cover test:

13/03/2014

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

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

R	Asset Cover test Ratio	1.23
	Adjusted Aggregate Asset Amount (AAAA)	5 129 180 486.31 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 128 770 612.61 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 748 309 823.95 €
A2	= a * b	5 128 770 612.61 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 895 138 635.18 €
	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	123 638 795.24 €
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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%	123 228 922
	WAM (Weighted Average Maturity)	5.90
	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	2.8939
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.5222
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.5229
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	5.1472
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.6290
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.6639

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