

HSBC SFH (France) Investor Report

Collection Period End:

31/03/2014

Date of Report:

09/04/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 903 182 851 €
Number of Loans	43 405
Number of Borrowers	39 561
Average Loan Balance	136 002
Weighted Average Seasoning of Loan parts (months)	46.99
Weighted Average Remaining Term of Loan Parts (months)	167.26
Percentage of floating interest rate loans	1.87%
Weighted Average Current LTV	65.2%
Weighted Average Current Indexed LTV	61.9%
Loan Originator	Total Loan Balance
HBFRR	5 903 182 851 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.82
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%	810 800 327 €	8 528
>40% - ≤50%	683 055 226 €	5 535
>50% - ≤60%	804 612 569 €	6 022
>60% - ≤70%	915 280 345 €	6 327
>70% - ≤80%	1 020 938 985 €	6 602
>80% - ≤85%	486 125 179 €	3 171
>85% - ≤90%	530 839 046 €	3 394
>90% - ≤95%	490 130 560 €	2 941
>95% - ≤100%	118 414 847 €	683
>100% - ≤105%	35 048 588 €	161
>105%	7 937 178 €	41
Total	5 903 182 851 €	43 405

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 120 768 656 €	11 245
>40% - ≤50%	733 302 367 €	5 534
>50% - ≤60%	807 262 153 €	5 719
>60% - ≤70%	853 413 601 €	5 765
>70% - ≤80%	905 629 530 €	5 782
>80% - ≤85%	450 670 484 €	2 929
>85% - ≤90%	460 074 308 €	2 930
>90% - ≤95%	508 801 897 €	3 101
>95% - ≤100%	63 259 853 €	400
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 903 182 851 €	43 405

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 903 182 851 €	43 405
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 903 182 851 €	43 405

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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	1 073 018 325 €	99 416 832 €	99 851 238 €	136 372 928 €	168 879 341 €	212 854 725 €	102 763 028 €	115 922 804 €	117 419 219 €	19 538 212 €	0 €	0 €
≥12 - <24	1 171 929 563 €	131 629 118 €	117 373 338 €	151 013 067 €	171 447 632 €	193 948 432 €	108 046 503 €	125 394 55 €	160 227 049 €	12 849 869 €	0 €	0 €
≥24 - <36	681 171 749 €	99 900 898 €	68 370 521 €	80 977 275 €	91173 918 €	120 478 406 €	63 505 093 €	76 146 603 €	74 22 847 €	6 496 188 €	0 €	0 €
≥36 - <60	932 986 071 €	107 804 777 €	83 519 078 €	94 299 365 €	28 945 301 €	148 625 181 €	92 391 902 €	112 398 103 €	8 929 688 €	50 941 792 €	28 177 730 €	3 953 153 €
≥60	2 044 077 143 €	372 048 703 €	313 941 052 €	341 949 935 €	354 834 152 €	345 032 240 €	119 418 653 €	100 976 982 €	56 431 757 €	28 588 785 €	6 870 859 €	3 984 024 €
Total	5 903 182 851 €	810 800 327 €	683 055 226 €	804 612 569 €	915 280 345 €	1 020 938 985 €	486 125 179 €	530 839 046 €	490 130 560 €	118 414 847 €	35 048 588 €	7 937 78 €

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	5 288 436 912 €	748 497 575 €	632 052 733 €	744 105 414 €	833 970 721 €	912 860 619 €	427 236 959 €	459 153 808 €	396 019 701 €	95 476 406 €	32 026 775 €	7 036 199 €
RE-MORTGAGE	323 283 848 €	19 818 062 €	18 656 691 €	25 177 646 €	40173 969 €	49 563 310 €	29 586 692 €	42 887 001 €	75 48 871 €	19 214 178 €	2 007 809 €	734 621 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	127 157 265 €	16 786 463 €	12 367 994 €	16 574 766 €	18064 962 €	28 106 739 €	12 177 671 €	12 764 703 €	9 351299 €	748 197 €	110 998 €	103 473 €
Construction (New Building)	164 304 826 €	25 698 227 €	19 977 808 €	18 754 744 €	23 070 693 €	30408 317 €	17 123 857 €	16 033 534 €	9 295 689 €	2 976 66 €	903 006 €	62 884 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 903 182 851 €	810 800 327 €	683 055 226 €	804 612 569 €	915 280 345 €	1 020 938 985 €	486 125 179 €	530 839 046 €	490 130 560 €	118 414 847 €	35 048 588 €	7 937 178 €

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	4 500 980 734 €	657 717 179 €	535 597 087 €	629 599 629 €	709 750 452 €	761 667 950 €	362 503 200 €	382 566 150 €	352 502 240 €	80 498 080 €	22 897 718 €	5 681 043 €
Buy-to let	573 516 904 €	48 911 495 €	52 301 938 €	62 608 108 €	82723 099 €	109 187 594 €	57 702 907 €	70 882 449 €	59 40 875 €	20 252 872 €	8 690 731 €	804 835 €
Vacation / second home	828 685 214 €	104 171 654 €	95 156 201 €	112 404 833 €	122 806 795 €	150 083 441 €	65 919 071 €	77 390 447 €	8 177 439 €	17 663 895 €	3 460 139 €	1 451 300 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 903 182 851 €	810 800 327 €	683 055 226 €	804 612 569 €	915 280 345 €	1 020 938 985 €	486 125 179 €	530 839 046 €	490 130 560 €	118 414 847 €	35 048 588 €	7 937 178 €

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	4 326 715 256 €	574 063 568 €	511 859 264 €	585 774 470 €	681 412 892 €	754 535 358 €	349 643 227 €	395 275 017 €	359 022 312 €	83 067 039 €	26 679 714 €	5 382 395 €
Protected life-time employment	461 404 473 €	59 979 767 €	46 682 675 €	67 727 889 €	68 475 397 €	78781 766 €	44 145 279 €	44 750 257 €	40 612 338 €	8 038506 €	1 917 936 €	292 664 €
SELF-EMPLOYED	814 887 081 €	110 591 749 €	83 620 145 €	107 741 740 €	121 343 562 €	142 299 450 €	73 382 855 €	74 274 152 €	71 709 776 €	23045 596 €	5 243 609 €	1 634 448 €
Unemployed	197 311 456 €	36 511 493 €	25 191 712 €	28 236 076 €	30 420 817 €	32022 462 €	13 120 545 €	12 394 777 €	15 174 329 €	3 100912 €	805 661 €	332 672 €
Other/No data	102 864 586 €	29 653 750 €	15 701 430 €	15 132 394 €	13 627 677 €	13299 949 €	5 833 274 €	4 144 844 €	3 611 806 €	1 162 794 €	401 668 €	295 000 €
Total	5 903 182 851 €	810 800 327 €	683 055 226 €	804 612 569 €	915 280 345 €	1 020 938 985 €	486 125 179 €	530 839 046 €	490 130 560 €	118 414 847 €	35 048 588 €	7 937 178 €

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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	45 925 460 €	6 356 052 €	5 514 040 €	7 166 707 €	7 835 839 €	7 606 79 €	4 534 643 €	4 032 675 €	2 740 321 €	138 405 €	0 €	0 €
Aquitaine	265 260 725 €	35 970 345 €	28 709 849 €	31 332 918 €	45 193 834 €	47 419 887 €	18 159 344 €	24 299 035 €	25 908 792 €	5 361 026 €	2 521 853 €	383 843 €
Auvergne	26 495 408 €	3 252 277 €	2 365 088 €	2 057 893 €	4 012 123 €	7 281 29 €	2 353 363 €	2 459 934 €	2 079 394 €	633 807 €	0 €	0 €
Basse-Normandie	53 409 530 €	6 525 867 €	6 165 627 €	7 314 311 €	9 356 751 €	9 394 78 €	5 193 911 €	5 221 818 €	3 824 332 €	412 117 €	0 €	0 €
Bourgogne	36 878 431 €	3 396 562 €	3 485 291 €	5 794 621 €	5 442 620 €	7 406 63 €	4 879 647 €	2 528 803 €	3 772 617 €	171 598 €	0 €	0 €
Bretagne	93 333 153 €	14 942 101 €	9 715 527 €	13 542 654 €	15 059 092 €	17 23 237 €	6 355 927 €	6 781 449 €	8 038 851 €	1 017 495 €	666 821 €	0 €
Centre	115 487 193 €	12 937 115 €	12 057 435 €	13 688 766 €	17 569 628 €	21 981 081 €	10 079 074 €	13 680 624 €	11 454 837 €	1 648 456 €	337 963 €	52 213 €
Champagne-Ardenne	16 432 053 €	2 000 329 €	1 245 828 €	1 556 990 €	3 420 778 €	2 955 22 €	2 066 585 €	2 296 814 €	889 107 €	0 €	0 €	0 €
Corse	16 622 259 €	2 768 324 €	1 555 084 €	2 885 823 €	2 009 241 €	2 838 30 €	1 553 166 €	1 580 780 €	1 013 153 €	418 298 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	21 040 549 €	2 171 255 €	1 564 702 €	3 595 023 €	2 637 559 €	2 781 73 €	3 497 438 €	2 388 022 €	2 078 015 €	327 463 €	0 €	0 €
Haute-Normandie	127 127 556 €	13 625 659 €	10 985 007 €	19 652 657 €	18 562 328 €	25 860 739 €	11 419 152 €	13 407 077 €	12 231 934 €	1 383 004 €	0 €	0 €
Île-de-France	3 171 927 424 €	448 438 855 €	400 262 125 €	442 167 85 €	487 509 213 €	526 484 402 €	244 813 871 €	262 463 97 €	264 867 049 €	63 839 915 €	24 420 389 €	6 659 733 €
Languedoc-Roussillon	69 841 550 €	9 164 233 €	7 689 170 €	8 869 034 €	12 542 722 €	13 920 419 €	6 525 069 €	6 586 115 €	2 938 541 €	1 606 247 €	0 €	0 €
Limousin	15 255 289 €	2 026 151 €	1 776 826 €	2 371 688 €	2 455 008 €	2 715 423 €	864 744 €	2 310 757 €	415 202 €	319 49 €	0 €	0 €
Lorraine	63 439 378 €	5 139 621 €	5 290 926 €	8 531 814 €	10 747 679 €	12 955 612 €	5 885 846 €	6 538 466 €	7 173 006 €	1 054 500 €	0 €	121 907 €
Midi-Pyrénées	106 374 738 €	12 545 478 €	9 269 479 €	11 566 680 €	16 446 076 €	18 507 147 €	10 696 186 €	12 274 520 €	11 519 006 €	2 342 500 €	1 206 866 €	0 €
Nord-Pas-de-Calais	280 233 400 €	35 558 326 €	28 262 008 €	35 501 175 €	39 536 098 €	47 540 744 €	26 929 797 €	29 076 788 €	25 846 988 €	9 786 167 €	2 170 946 €	24 365 €
Pays-de-la-Loire	118 160 124 €	17 681 461 €	13 061 329 €	16 000 006 €	19 175 114 €	17 268 435 €	9 367 189 €	11 274 675 €	10 853 612 €	3 207 209 €	271 095 €	0 €
Picardie	122 596 178 €	10 476 410 €	7 581 776 €	13 264 100 €	18 807 800 €	29 130 302 €	13 619 677 €	14 754 306 €	12 688 102 €	1 889 567 €	635 816 €	248 322 €
Poitou-Charentes	96 124 237 €	13 971 016 €	9 320 648 €	12 231 335 €	14 24 645 €	18 062 458 €	8 496 758 €	9 191 190 €	8 287 179 €	1 524 198 €	114 811 €	0 €
Provence-Alpes-Côte d'Azur	607 430 235 €	95 443 342 €	64 261 202 €	83 491 683 €	99 257 518 €	107 446 548 €	56 314 904 €	55 749 656 €	36 24 424 €	8 429 825 €	211 135 €	0 €
Rhône-Alpes	433 787 979 €	56 409 549 €	52 916 261 €	62 028 817 €	63 278 683 €	74 167 688 €	32 518 886 €	41 941 549 €	34 65 298 €	12 903 560 €	2 490 892 €	446 795 €
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	5 903 182 851 €	810 800 327 €	683 055 226 €	804 612 569 €	915 280 345 €	1 020 938 985 €	486 125 179 €	530 839 046 €	490 130 50 €	118 414 847 €	35 048 588 €	7 937 178 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	991 039 419 €	16.79%	7 101
Guaranteed by Crédit Logement	4 912 143 432 €	83.21%	36 304
Total	5 903 182 851 €	100.00%	43 405

ASSET COVER TEST

Date of Asset Cover test:

09/04/2014

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

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

R	Asset Cover test Ratio	1.23
	Adjusted Aggregate Asset Amount (AAAA)	5 138 503 298.92 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 135 769 080.32 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 766 894 544.93 €
A2	= a * b	5 135 769 080.32 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 903 182 850.94 €
	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	124 191 421.07
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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%	121 457 202
	WAM (Weighted Average Maturity)	5.82
	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	2.8090
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.4374
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.4381
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	5.0623
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.5441
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.5791

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