

HSBC SFH (France) Investor Report

Collection Period End:

30/04/2014

Date of Report:

12/05/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 894 743 120 €
Number of Loans	43 004
Number of Borrowers	39 060
Average Loan Balance	137 074
Weighted Average Seasoning of Loan parts (months)	46.74
Weighted Average Remaining Term of Loan Parts (months)	167.50
Percentage of floating interest rate loans	1.77%
Weighted Average Current LTV	65.5%
Weighted Average Current Indexed LTV	62.4%
Loan Originator	Total Loan Balance
HBFH	5 894 743 120 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.74
ACT Results	
Asset Cover Ratio	1.23
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%	771 984 110 €	7 914
>40% - ≤50%	683 201 591 €	5 559
>50% - ≤60%	806 223 345 €	6 030
>60% - ≤70%	923 293 346 €	6 365
>70% - ≤80%	1 024 716 533 €	6 647
>80% - ≤85%	491 397 196 €	3 208
>85% - ≤90%	529 904 184 €	3 376
>90% - ≤95%	510 053 842 €	3 072
>95% - ≤100%	112 886 849 €	642
>100% - ≤105%	33 839 528 €	154
>105%	7 242 596 €	37
Total	5 894 743 120 €	43 004

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 075 044 676 €	10 561
>40% - ≤50%	734 774 873 €	5 569
>50% - ≤60%	804 636 517 €	5 710
>60% - ≤70%	858 407 535 €	5 822
>70% - ≤80%	914 377 614 €	5 844
>80% - ≤85%	452 319 800 €	2 958
>85% - ≤90%	468 018 324 €	2 964
>90% - ≤95%	522 434 975 €	3 197
>95% - ≤100%	64 728 806 €	379
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 894 743 120 €	43 004

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 894 743 120 €	43 004
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 894 743 120 €	43 004

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	1 038 151 913 €	94 436 741 €	96 425 292 €	131 797 812 €	169 487 413 €	216 054 748 €	101 518 667 €	109 984 316 €	105 739 728 €	12 707 201 €	0 €	0 €
≥12 - <24	1 237 236 675 €	129 449 144 €	118 902 486 €	157 176 928 €	176 143 852 €	198 620 621 €	112 691 598 €	135 404 211 €	190 671 212 €	18 176 627 €	0 €	0 €
≥24 - <36	684 228 531 €	101 563 301 €	68 986 438 €	82 666 605 €	92 225 181 €	120 171 814 €	64 966 824 €	77 643 592 €	7 184 074 €	4 164 029 €	0 €	0 €
≥36 - <60	951 089 442 €	103 882 853 €	86 752 002 €	97 135 287 €	85 406 020 €	152 491 605 €	96 386 602 €	111 151 056 €	8 479 957 €	50 189 290 €	26 463 189 €	3 751 583 €
≥60	1 984 036 558 €	342 652 071 €	312 135 374 €	337 446 718 €	350 030 880 €	337 377 746 €	115 833 504 €	95 721 013 €	54 322 197 €	27 649 701 €	7 376 339 €	3 491 013 €
Total	5 894 743 120 €	771 984 110 €	683 201 591 €	806 223 346 €	923 293 346 €	1 024 716 533 €	491 397 196 €	529 904 184 €	510 053 842 €	112 886 849 €	33 839 528 €	7 242 96 €

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	5 271 857 467 €	710 935 644 €	631 829 093 €	746 646 016 €	841 932 717 €	916 179 899 €	430 066 779 €	458 382 034 €	406 648 803 €	92 134 748 €	30 704 810 €	6 396 924 €
RE-MORTGAGE	332 037 075 €	20 510 414 €	18 919 485 €	24 430 002 €	39930 820 €	48 960 949 €	31 350 340 €	42 401 453 €	85 79 266 €	16 887 283 €	2 123 175 €	732 889 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	126 136 272 €	16 114 488 €	12 154 875 €	16 240 150 €	18016 246 €	28 691 091 €	11 841 657 €	13 160 178 €	8 484 013 €	1 219 939 €	110 622 €	102 111 €
Construction (New Building)	164 712 306 €	24 423 565 €	20 298 138 €	18 907 177 €	23 413 564 €	30884 593 €	18 138 420 €	15 960 518 €	9 129 860 €	2 644 89 €	900 922 €	10 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 743 120 €	771 984 110 €	683 201 591 €	806 223 345 €	923 293 346 €	1 024 716 533 €	491 397 196 €	529 904 184 €	510 053 842 €	112 886 849 €	33 839 528 €	7 242 596 €

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	4 496 039 276 €	627 612 661 €	533 116 009 €	633 681 473 €	716 364 983 €	762 659 812 €	368 680 559 €	382 161 739 €	366 947 520 €	75 995 375 €	23 638 050 €	5 181 096 €
Buy-to let	563 658 261 €	44 931 551 €	51 880 461 €	61 723 003 €	82047 627 €	110 683 110 €	56 519 981 €	68 316 757 €	59 22 661 €	19 708 059 €	7 511 377 €	613 674 €
Vacation / second home	835 045 583 €	99 439 898 €	98 205 122 €	110 818 869 €	24 880 736 €	151 373 611 €	66 196 656 €	79 425 687 €	83883 661 €	17 183 414 €	2 690 101 €	1 447 826 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 743 120 €	771 984 110 €	683 201 591 €	806 223 345 €	923 293 346 €	1 024 716 533 €	491 397 196 €	529 904 184 €	510 053 842 €	112 886 849 €	33 839 528 €	7 242 596 €

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	4 310 568 105 €	547 110 884 €	508 554 449 €	583 794 574 €	683 419 328 €	752 861 502 €	357 220 082 €	390 448 410 €	376 735 817 €	80 184 482 €	25 361 911 €	4 876 666 €
Protected life-time employment	464 580 413 €	57 320 138 €	47 315 438 €	68 719 542 €	69 600 363 €	81345 825 €	42 833 552 €	44 849 066 €	42 926 175 €	7 281278 €	2 279 020 €	110 016 €
SELF-EMPLOYED	814 954 910 €	104 135 235 €	85 085 904 €	109 972 065 €	125 708 793 €	141 924 729 €	72 828 227 €	76 720 011 €	70 387 316 €	20867 343 €	5 695 871 €	1 629 418 €
Unemployed	206 600 038 €	36 497 950 €	26 870 912 €	29 701 876 €	32 116 536 €	34305 332 €	13 725 338 €	13 699 000 €	15 976 971 €	2 925277 €	449 352 €	331 495 €
Other/No data	98 039 654 €	26 919 903 €	15 374 888 €	14 035 288 €	12 448 327 €	14279 146 €	4 789 997 €	4 187 697 €	4 027 564 €	1 628 469 €	53 374 €	295 000 €
Total	5 894 743 120 €	771 984 110 €	683 201 591 €	806 223 345 €	923 293 346 €	1 024 716 533 €	491 397 196 €	529 904 184 €	510 053 842 €	112 886 849 €	33 839 528 €	7 242 596 €

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	45 699 728 €	6 163 898 €	5 584 813 €	7 405 439 €	7 775 768 €	7 895 23 €	3 737 558 €	4 073 167 €	2 994 018 €	69 744 €	0 €	0 €
Aquitaine	265 168 390 €	35 159 767 €	28 339 429 €	31 318 849 €	45 033 916 €	46 329 258 €	18 954 587 €	24 444 133 €	27 348 347 €	5 250 765 €	2 606 417 €	382 922 €
Auvergne	26 433 916 €	3 304 037 €	2 131 365 €	2 403 487 €	3 792 650 €	7 405 94 €	2 000 447 €	3 071 957 €	1 832 967 €	491 063 €	0 €	0 €
Basse-Normandie	52 788 696 €	6 199 285 €	6 176 754 €	7 476 013 €	9 436 346 €	9 087 34 €	5 002 551 €	5 155 667 €	4 165 667 €	89 039 €	0 €	0 €
Bourgogne	36 820 029 €	2 946 654 €	3 421 640 €	6 135 292 €	5 471 230 €	7 169 51 €	4 693 440 €	2 535 519 €	4 270 367 €	176 316 €	0 €	0 €
Bretagne	92 163 451 €	13 499 165 €	10 197 113 €	13 532 088 €	15 372 687 €	16 225 838 €	6 701 744 €	7 250 787 €	8 028 814 €	690 103 €	665 111 €	0 €
Centre	114 910 276 €	11 951 571 €	12 408 669 €	13 123 149 €	18 364 317 €	21 382 283 €	10 340 640 €	13 112 291 €	11 933 502 €	1 754 719 €	539 134 €	0 €
Champagne-Ardenne	16 552 736 €	1 923 137 €	1 251 405 €	1 643 910 €	3 331 334 €	3 041 52 €	1 912 769 €	2 524 404 €	796 518 €	128 207 €	0 €	0 €
Corse	15 968 665 €	2 334 495 €	1 717 101 €	2 801 223 €	1 893 615 €	3 200 75 €	905 474 €	1 637 079 €	1 093 788 €	385 115 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	21 130 568 €	1 975 425 €	1 656 031 €	3 677 395 €	2 528 363 €	2 733 90 €	3 574 156 €	2 832 394 €	1 912 125 €	240 790 €	0 €	0 €
Haute-Normandie	125 609 434 €	12 924 614 €	11 206 144 €	19 995 050 €	18 982 336 €	24 729 848 €	12 204 990 €	11 948 876 €	12 012 610 €	1 604 966 €	0 €	0 €
Île-de-France	3 170 883 141 €	427 995 644 €	398 016 428 €	443 821 506 €	494 386 323 €	528 613 398 €	251 510 218 €	259 755 82 €	276 426 341 €	61 444 842 €	22 891 651 €	6 021 658 €
Languedoc-Roussillon	70 760 897 €	8 778 789 €	7 571 913 €	8 714 374 €	12 602 215 €	14 101 002 €	6 692 428 €	7 260 210 €	3 815 861 €	1 224 106 €	0 €	0 €
Limousin	14 852 316 €	1 929 904 €	1 725 515 €	2 052 980 €	2 597 983 €	2 546 410 €	826 971 €	2 242 347 €	930 206 €	0 €	0 €	0 €
Lorraine	63 665 875 €	5 196 085 €	5 269 395 €	8 593 392 €	10 230 922 €	12 523 326 €	6 914 373 €	5 959 177 €	7 175 284 €	1 682 388 €	0 €	121 534 €
Midi-Pyrénées	106 021 373 €	11 884 150 €	8 756 903 €	12 121 748 €	15 923 763 €	19 189 182 €	10 555 116 €	11 715 743 €	11 929 255 €	2 747 285 €	1 198 229 €	0 €
Nord-Pas-de-Calais	280 350 002 €	33 375 970 €	28 182 972 €	36 300 924 €	39 643 380 €	48 229 315 €	25 931 820 €	30 438 343 €	27 087 647 €	9 021 610 €	2 115 482 €	22 540 €
Pays-de-la-Loire	119 354 688 €	17 130 366 €	12 956 673 €	16 326 888 €	18 818 188 €	18 498 246 €	8 160 111 €	11 991 337 €	11 917 525 €	2 956 710 €	598 645 €	0 €
Picardie	121 554 785 €	10 126 552 €	8 165 075 €	12 673 067 €	19 120 629 €	28 028 718 €	13 914 519 €	14 070 660 €	13 542 486 €	1 031 042 €	634 279 €	247 758 €
Poitou-Charentes	95 778 261 €	13 475 138 €	9 428 200 €	11 915 450 €	14 85 297 €	18 557 938 €	8 160 866 €	10 050 289 €	8 023 988 €	1 531 096 €	0 €	0 €
Provence-Alpes-Côte d'Azur	603 337 544 €	90 643 937 €	65 857 069 €	81 945 828 €	98 953 204 €	108 459 321 €	56 401 121 €	54 975 946 €	37 705 158 €	8 185 435 €	210 525 €	0 €
Rhône-Alpes	434 938 349 €	53 065 527 €	53 180 985 €	62 245 294 €	64 998 882 €	76 074 921 €	32 994 899 €	42 765 126 €	35 294 968 €	12 181 508 €	2 380 056 €	446 184 €
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	5 894 743 120 €	681 340 173 €	617 344 523 €	724 277 517 €	824 340 142 €	915 563 612 €	435 689 675 €	474 834 638 €	472 442 284 €	104 701 413 €	33 629 004 €	7 242 596 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	979 725 426 €	16.62%	6 948
Guaranteed by Crédit Logement	4 915 017 694 €	83.38%	36 056
Total	5 894 743 120 €	100.00%	43 004

ASSET COVER TEST

Date of Asset Cover test:

12/05/2014

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

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

R	Asset Cover test Ratio	1.23
	Adjusted Aggregate Asset Amount (AAAA)	5 132 809 240.59 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 128 426 514.18 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 756 001 741.60 €
A2	= a * b	5 128 426 514.18 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 894 743 119.75 €
	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	124 125 362.03 €
----------	-----------------------	-------------------------

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%	119 742 636
	WAM (Weighted Average Maturity)	5.74
	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	2.7269
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.3552
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.3559
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	4.9802
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.4620
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.4969

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.