

HSBC SFH (France) Investor Report

Collection Period End:

31/05/2012

Date of Report:

19/06/2012

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	3 810 153 843 €
Number of Loans	26 525
Number of Borrowers	25 154
Average Loan Balance	143 644
Weighted Average Seasoning of Loan parts (months)	47.38
Weighted Average Remaining Term of Loan Parts (months)	179.24
Percentage of floating interest rate loans	2.77%
Weighted Average Current LTV	77.1%
Weighted Average Current Indexed LTV	69.2%
Loan Originator	Total Loan Balance
HBFRR	3 810 153 843 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	1 924 970 271 €
Weight Average Maturity	4.84

ACT Results	
Asset Cover Ratio	1.74
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%	32 984 630 €	300
>40% - ≤50%	263 384 227 €	2 248
>50% - ≤60%	460 800 219 €	3 539
>60% - ≤70%	575 927 022 €	4 266
>70% - ≤80%	678 367 399 €	4 756
>80% - ≤85%	350 705 923 €	2 355
>85% - ≤90%	390 016 245 €	2 573
>90% - ≤95%	389 071 860 €	2 444
>95% - ≤100%	344 805 609 €	2 181
>100% - ≤105%	212 550 544 €	1 282
>105%	111 540 166 €	581
Total	3 810 153 843 €	26 525

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	144 207 711 €	1 232
>40% - ≤50%	546 229 617 €	4 389
>50% - ≤60%	616 843 913 €	4 414
>60% - ≤70%	628 780 275 €	4 302
>70% - ≤80%	664 412 183 €	4 444
>80% - ≤85%	307 504 865 €	1 991
>85% - ≤90%	293 319 022 €	1 896
>90% - ≤95%	297 662 024 €	1 912
>95% - ≤100%	311 194 234 €	1 945
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	3 810 153 843 €	26 525

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 810 153 843 €	26 525
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	3 810 153 843 €	26 525

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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	570 735 057 €	15 429 138 €	58 279 634 €	68 657 127 €	88 879 169 €	106 494 992 €	51 954 157 €	57 031 435 €	66 76 106 €	59 246 731 €	46 568 €	0 €
≥12 - <24	486 486 417 €	3 240 435 €	40 721 424 €	57 452 662 €	56 058 774 €	72 674 881 €	37 212 618 €	39 821 307 €	39 275 320 €	55 352 892 €	54 434 184 €	30 241 918 €
≥24 - <36	484 259 469 €	649 231 €	21 176 895 €	45 442 281 €	51 13 891 €	59 005 089 €	34 814 017 €	37 661 676 €	48 043 98 €	54 857 905 €	74 017 418 €	57 457 128 €
≥36 - <60	642 331 075 €	9 946 378 €	49 520 002 €	70 234 069 €	84 487 909 €	92 273 635 €	52 518 245 €	64 795 385 €	66 016 892 €	78 848 876 €	61 248 731 €	12 440 952 €
≥60	1 626 341 824 €	3 719 448 €	93 686 272 €	219 014 079 €	297 367 278 €	37 918 802 €	174 206 886 €	190 706 440 €	169 019 604 €	9 499 204 €	22 803 644 €	11 400 168 €
Total	3 810 153 843 €	32 984 630 €	263 384 227 €	460 800 219 €	575 927 022 €	678 367 399 €	350 705 923 €	390 016 245 €	389 071 860 €	344 805 609 €	212 550 544 €	111 540 66 €

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	3 424 165 457 €	31 963 131 €	241 854 259 €	426 144 524 €	531 025 393 €	617 166 168 €	313 744 719 €	342 563 717 €	349 451 499 €	300 194 893 €	177 832 496 €	92 224 658 €
RE-MORTGAGE	213 458 853 €	29 473 €	8 168 671 €	14 106 187 €	21 999 885 €	35 901 992 €	20 673 876 €	27 976 840 €	19 025 437 €	23 005 627 €	25 748 820 €	16 822 545 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	110 969 793 €	431 962 €	6 230 812 €	13 124 440 €	15 482 029 €	16 776 205 €	11 456 554 €	12 370 136 €	12 641 95 €	13 911 122 €	6 910 632 €	1 633 949 €
Construction (New Building)	61 559 741 €	560 065 €	7 130 485 €	7 425 067 €	7 420 215 €	8 523 034 €	4 830 774 €	7 105 552 €	7 952 972 €	7 693 967 €	2 058 596 €	859 013 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 810 153 843 €	32 984 630 €	263 384 227 €	460 800 219 €	575 927 022 €	678 367 399 €	350 705 923 €	390 016 245 €	389 071 860 €	344 805 609 €	212 550 544 €	111 540 166 €

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	2 747 494 322 €	22 991 962 €	199 259 766 €	347 496 366 €	426 464 449 €	497 352 652 €	261 932 317 €	277 954 492 €	273 922 866 €	233 934 353 €	137 404 126 €	68 780 973 €
Buy-to let	766 685 194 €	5 748 402 €	34 878 835 €	68 266 293 €	97 823 221 €	123 436 257 €	63 664 026 €	86 436 515 €	89 78 508 €	89 658 941 €	66 566 984 €	40 492 213 €
Vacation / second home	295 974 327 €	4 244 266 €	29 245 626 €	45 037 560 €	51 639 353 €	57 578 490 €	25 109 580 €	25 625 238 €	25 435 486 €	21 212 314 €	8 579 434 €	2 266 980 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 810 153 843 €	32 984 630 €	263 384 227 €	460 800 219 €	575 927 022 €	678 367 399 €	350 705 923 €	390 016 245 €	389 071 860 €	344 805 609 €	212 550 544 €	111 540 166 €

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	2 727 662 612 €	23 086 797 €	187 178 208 €	330 129 045 €	408 871 415 €	487 927 418 €	253 428 280 €	284 881 395 €	286 691 136 €	230 666 450 €	155 541 463 €	79 261 007 €
Protected life-time employment	285 011 096 €	1 793 088 €	17 949 228 €	32 635 395 €	43 048 886 €	48 95 016 €	27 065 738 €	31 348 489 €	28 952 658 €	30 637 930 €	14 990 904 €	7 693 764 €
SELF-EMPLOYED	594 720 854 €	5 024 462 €	38 894 021 €	64 978 287 €	91 300 172 €	108 006 300 €	53 280 686 €	57 659 880 €	56 399 763 €	66 582 300 €	32 334 023 €	19 460 960 €
Unemployed	140 018 635 €	1 745 963 €	10 845 333 €	22 197 304 €	23 430 799 €	21 02 225 €	11 414 112 €	12 160 958 €	12 910 188 €	12 113 222 €	7 726 006 €	4 404 428 €
Other/No data	62 740 646 €	1 334 321 €	8 517 437 €	10 860 188 €	9 275 751 €	11 666 440 €	5 517 107 €	3 965 522 €	4 118 115 €	4 807 608 €	958 149 €	720 008 €
Total	3 810 153 843 €	32 984 630 €	263 384 227 €	460 800 219 €	575 927 022 €	678 367 399 €	350 705 923 €	390 016 245 €	389 071 860 €	344 805 609 €	212 550 544 €	111 540 166 €

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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	43 868 012 €	569 109 €	3 425 449 €	5 484 156 €	6 341 559 €	9 149 209 €	3 637 908 €	5 087 185 €	4 797 514 €	4 391 973 €	684 37 €	299 213 €
Aquitaine	182 532 836 €	2 351 223 €	15 759 945 €	19 441 730 €	26 221 865 €	36 42 331 €	18 662 520 €	17 172 332 €	17 685 244 €	17 437 245 €	8 510 534 €	2 867 866 €
Auvergne	19 532 875 €	264 308 €	1 333 834 €	1 832 952 €	2 430 855 €	3 011 436 €	1 608 126 €	2 498 828 €	2 892 455 €	1 860 809 €	1 378 67 €	422 406 €
Basse-Normandie	42 252 447 €	277 721 €	2 884 560 €	5 839 078 €	6 750 990 €	7 831 400 €	5 103 025 €	3 510 179 €	5 274 035 €	3 118 767 €	801 51 €	861 121 €
Bourgogne	33 940 068 €	217 486 €	2 498 284 €	2 426 657 €	6 124 845 €	5 590 171 €	2 913 703 €	3 627 837 €	4 741 924 €	3 635 114 €	1 896 47 €	267 499 €
Bretagne	70 073 426 €	1 272 228 €	6 449 890 €	9 201 837 €	10 394 543 €	14 394 622 €	5 330 728 €	7 049 397 €	7 452 651 €	5 511 276 €	216 217 €	700 036 €
Centre	87 531 850 €	1 024 856 €	5 871 090 €	9 479 667 €	11 146 430 €	14 550 329 €	8 506 418 €	10 812 017 €	8 910 687 €	9 617 286 €	5 773 760 €	1 839 310 €
Champagne-Ardenne	11 972 759 €	122 976 €	383 092 €	956 250 €	1 065 091 €	3 169 403 €	1 446 979 €	1 149 418 €	1 789 818 €	833 369 €	1 056 362 €	0 €
Corse	11 736 604 €	0 €	34 805 €	1 015 486 €	2 371 857 €	2 343 442 €	449 729 €	1 665 699 €	652 469 €	739 665 €	1 403 366 €	1 060 084 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	15 074 755 €	198 673 €	1 142 579 €	1 993 532 €	1 565 135 €	3 713 485 €	855 242 €	1 576 071 €	1 956 462 €	1 396 234 €	566 224 €	111 119 €
Haute-Normandie	102 216 711 €	587 599 €	5 374 911 €	10 340 780 €	15 071 689 €	19 485 022 €	9 160 653 €	9 431 520 €	15 502 448 €	11 612 558 €	5 068 645 €	580 886 €
Île-de-France	1 746 255 592 €	11 009 695 €	109 523 438 €	215 097 266 €	283 238 284 €	307 729 376 €	163 069 213 €	175 546 63 €	172 982 354 €	136 594 608 €	100 745 361 €	70 719 38 €
Languedoc-Roussillon	52 744 112 €	877 264 €	4 912 109 €	7 260 650 €	6 512 49 €	12 196 389 €	4 096 629 €	5 715 751 €	4 788 862 €	3 06 776 €	2 740 232 €	436 958 €
Limousin	11 525 449 €	107 303 €	420 500 €	1 881 815 €	1 766 879 €	2 255 238 €	1 776 520 €	1 134 481 €	1 328 135 €	444 50 €	410 048 €	0 €
Lorraine	53 972 219 €	77 593 €	2 835 395 €	5 070 827 €	7 956 345 €	10 282 399 €	6 136 144 €	7 063 452 €	6 958 277 €	5 42 933 €	1 827 948 €	290 905 €
Midi-Pyrénées	75 303 657 €	685 167 €	4 674 312 €	7 816 971 €	12 141 67 €	10 243 359 €	7 888 411 €	7 231 331 €	8 453 938 €	834 621 €	4 322 278 €	3 711 601 €
Nord-Pas-de-Calais	220 040 163 €	2 585 731 €	12 647 787 €	24 580 993 €	30 858 349 €	35 801 543 €	18 763 059 €	23 163 526 €	22 483 611 €	26 223 386 €	16 721 566 €	6 210 613 €
Pays-de-la-Loire	91 156 984 €	975 619 €	6 518 453 €	14 449 574 €	13 901 336 €	16 711 140 €	8 461 808 €	6 980 371 €	6 233 873 €	582 463 €	6 253 618 €	2 088 729 €
Picardie	92 755 946 €	951 120 €	4 995 435 €	8 212 570 €	8 252 10 €	13 514 848 €	11 085 317 €	13 797 961 €	14 520 824 €	12 702 150 €	3 329 946 €	1 393 673 €
Poitou-Charentes	87 380 453 €	1 210 307 €	6 366 877 €	9 558 444 €	10 955 170 €	12 812 788 €	7 890 539 €	9 908 502 €	8 684 345 €	11 519 058 €	6 898 512 €	1 575 910 €
Provence-Alpes-Côte d'Azur	462 601 749 €	4 490 801 €	40 379 034 €	56 383 191 €	66 131 078 €	83 272 907 €	38 917 239 €	53 445 355 €	45 10 9884 €	43 870 417 €	23 017 697 €	7 584 146 €
Rhône-Alpes	295 685 176 €	3 127 851 €	24 952 446 €	42 475 792 €	44 728 463 €	53 886 562 €	24 946 013 €	22 448 395 €	25 872 050 €	27 900 369 €	16 828 507 €	8 518 727 €
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	3 810 153 843 €	32 984 630 €	263 384 227 €	460 800 219 €	575 927 022 €	678 367 399 €	350 705 923 €	390 016 245 €	389 071 860 €	344 805 609 €	212 550 544 €	111 540 166 €

ASSET COVER TEST

Date of Asset Cover test:

19/06/2012

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

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

R	Asset Cover test Ratio	1.74
	Adjusted Aggregate Asset Amount (AAAA)	3 348 229 934.46 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	3 314 833 843.44 €
A1	Adjusted Home Loan Outstanding Principal Amount	3 667 501 295.07 €
A2	= a * b	3 314 833 843.44 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 810 153 843.03 €
	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	79 936 183.45 €
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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%	46 540 092
	WAM (Weighted Average Maturity)	4.84
	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	4.6407
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.2690
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.2697
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	6.8939

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