

HSBC SFH (France) Investor Report

Collection Period End:

31/05/2014

Date of Report:

10/06/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 894 299 667 €
Number of Loans	42 045
Number of Borrowers	37 674
Average Loan Balance	140 190
Weighted Average Seasoning of Loan parts (months)	45.21
Weighted Average Remaining Term of Loan Parts (months)	169.73
Percentage of floating interest rate loans	1.60%
Weighted Average Current LTV	66.0%
Weighted Average Current Indexed LTV	63.1%
Loan Originator	Total Loan Balance
HBFRR	5 894 299 667 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.65
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%	629 846 441 €	6 120
>40% - ≤50%	714 285 250 €	5 732
>50% - ≤60%	848 840 298 €	6 340
>60% - ≤70%	975 695 751 €	6 670
>70% - ≤80%	1 087 030 969 €	7 049
>80% - ≤85%	533 535 310 €	3 465
>85% - ≤90%	569 564 713 €	3 540
>90% - ≤95%	464 925 204 €	2 776
>95% - ≤100%	59 379 141 €	296
>100% - ≤105%	7 939 184 €	38
>105%	3 257 406 €	19
Total	5 894 299 667 €	42 045

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	924 112 773 €	8 608
>40% - ≤50%	768 884 283 €	5 822
>50% - ≤60%	850 622 653 €	6 044
>60% - ≤70%	916 019 487 €	6 156
>70% - ≤80%	956 456 121 €	6 169
>80% - ≤85%	482 004 842 €	3 071
>85% - ≤90%	510 065 388 €	3 217
>90% - ≤95%	486 134 120 €	2 958
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 894 299 667 €	42 045

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 894 299 667 €	42 045
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 894 299 667 €	42 045

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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	1 172 293 323 €	99 185 608 €	110 419 958 €	161 295 010 €	194 783 167 €	242 328 869 €	115 035 254 €	124 019 338 €	125 226 132 €	0 €	0 €	0 €
≥12 - <24	1 202 139 584 €	112 964 485 €	124 096 957 €	159 930 677 €	181 381 861 €	206 793 110 €	120 927 790 €	142 237 94 €	153 466 936 €	340 174 €	0 €	0 €
≥24 - <36	673 635 367 €	85 706 988 €	71 712 255 €	87 979 052 €	95 777 877 €	128 479 657 €	65 126 339 €	87 570 622 €	48 81 480 €	2 581 098 €	0 €	0 €
≥36 - <60	981 822 647 €	88 760 740 €	95 777 725 €	102 100 775 €	87 243 587 €	175 333 522 €	108 166 105 €	130 276 461 €	97 260 550 €	41 932 443 €	4 209 036 €	761 703 €
≥60	1 864 408 746 €	243 228 619 €	312 278 356 €	337 534 784 €	366 609 259 €	334 095 810 €	124 279 822 €	85 460 712 €	40 170 107 €	14 525 426 €	3 730 147 €	2 495 703 €
Total	5 894 299 667 €	629 846 441 €	714 285 250 €	848 840 298 €	975 695 751 €	1 087 030 969 €	533 535 310 €	569 564 713 €	464 925 204 €	59 379 141 €	7 939 184 €	3 257 406 €

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	5 269 853 488 €	578 619 396 €	658 426 112 €	781 935 691 €	888 653 427 €	970 035 045 €	470 309 689 €	487 272 592 €	374 651 934 €	50 175 832 €	7 095 764 €	2 678 007 €
RE-MORTGAGE	319 144 876 €	14 801 902 €	19 347 871 €	26 349 178 €	35 777 500 €	53 737 314 €	32 269 349 €	51 448 810 €	73 520 408 €	7 186 833 €	437 731 €	467 981 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	121 457 413 €	14 096 455 €	12 701 919 €	15 727 953 €	18 277 354 €	28 311 909 €	11 148 530 €	12 333 890 €	7 836 141 €	472 514 €	0 €	100 747 €
Construction (New Building)	183 843 890 €	22 328 689 €	23 809 349 €	24 827 476 €	28 737 470 €	34 946 701 €	19 807 743 €	18 509 420 €	8 916 721 €	1 543 82 €	405 688 €	10 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 299 667 €	629 846 441 €	714 285 250 €	848 840 298 €	975 695 751 €	1 087 030 969 €	533 535 310 €	569 564 713 €	464 925 204 €	59 379 141 €	7 939 184 €	3 257 406 €

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	4 512 967 562 €	507 847 407 €	562 671 096 €	665 880 997 €	761 838 451 €	816 781 129 €	396 256 536 €	409 806 954 €	344 784 375 €	38 624 517 €	6 364 353 €	2 111 747 €
Buy-to let	477 405 589 €	29 741 983 €	45 477 948 €	55 144 998 €	76 699 479 €	100 086 487 €	51 771 823 €	62 991 568 €	40 90 753 €	13 638 742 €	1 050 391 €	241 419 €
Vacation / second home	903 926 515 €	92 257 051 €	106 136 205 €	127 814 303 €	137 487 821 €	170 163 354 €	85 506 952 €	96 766 190 €	250 077 €	7 115 883 €	524 439 €	904 241 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 894 299 667 €	629 846 441 €	714 285 250 €	848 840 298 €	975 695 751 €	1 087 030 969 €	533 535 310 €	569 564 713 €	464 925 204 €	59 379 141 €	7 939 184 €	3 257 406 €

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	4 321 479 479 €	448 697 963 €	531 902 334 €	621 193 726 €	723 033 076 €	797 011 812 €	390 809 056 €	418 271 207 €	342 572 947 €	39 850 383 €	6 437 621 €	1 699 354 €
Protected life-time employment	465 389 594 €	45 666 372 €	49 055 438 €	69 548 678 €	73 134 089 €	86 683 009 €	47 607 121 €	46 944 771 €	41 582 455 €	4 808 642 €	176 522 €	182 497 €
SELF-EMPLOYED	811 218 848 €	82 416 784 €	91 328 701 €	114 174 525 €	135 115 575 €	151 305 298 €	74 276 341 €	83 960 591 €	64 315 985 €	1 232 888 €	1 100 320 €	900 841 €
Unemployed	202 332 458 €	30 341 802 €	28 490 751 €	28 281 955 €	31 300 566 €	37 816 424 €	14 530 201 €	15 628 116 €	13 341 952 €	2 045 556 €	224 722 €	330 314 €
Other/No data	93 879 287 €	22 723 520 €	13 508 027 €	15 641 413 €	13 112 444 €	14 214 425 €	6 312 591 €	4 760 029 €	3 111 866 €	350 572 €	0 €	144 400 €
Total	5 894 299 667 €	629 846 441 €	714 285 250 €	848 840 298 €	975 695 751 €	1 087 030 969 €	533 535 310 €	569 564 713 €	464 925 204 €	59 379 141 €	7 939 184 €	3 257 406 €

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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	45 645 586 €	5 274 626 €	5 903 774 €	7 094 291 €	8 638 036 €	8 448 310 €	3 263 747 €	5 054 538 €	1 968 264 €	0 €	0 €	0 €
Aquitaine	266 576 796 €	29 060 794 €	29 797 429 €	34 624 907 €	44 628 682 €	49 140 054 €	20 630 251 €	28 310 715 €	23 387 218 €	5 851 419 €	371 326 €	0 €
Auvergne	26 656 262 €	2 788 266 €	2 585 876 €	2 314 952 €	4 684 060 €	6 860 95 €	2 920 842 €	3 181 374 €	1 033 558 €	286 640 €	0 €	0 €
Basse-Normandie	53 429 974 €	5 023 067 €	6 933 937 €	8 287 470 €	7 683 096 €	11 850 193 €	4 312 992 €	4 862 999 €	4 476 219 €	0 €	0 €	0 €
Bourgogne	37 748 343 €	2 444 430 €	3 599 375 €	6 546 422 €	6 226 617 €	7 773 81 €	3 933 502 €	3 871 486 €	3 352 710 €	0 €	0 €	0 €
Bretagne	92 623 208 €	11 125 370 €	11 536 446 €	13 238 411 €	17 136 527 €	15 611 066 €	5 807 849 €	10 284 161 €	6 608 623 €	1 221 47 €	53 318 €	0 €
Centre	116 218 433 €	9 521 118 €	14 563 203 €	12 401 677 €	18 648 192 €	22 98 461 €	10 759 590 €	16 416 623 €	10 734 504 €	475 064 €	0 €	0 €
Champagne-Ardenne	17 480 123 €	1 580 066 €	1 081 465 €	2 228 722 €	3 132 118 €	3 095 91 €	3 422 302 €	1 612 519 €	1 113 558 €	213 383 €	0 €	0 €
Corse	14 550 278 €	1 265 692 €	1 784 484 €	2 932 496 €	1 778 451 €	3 147 54 €	1 547 580 €	1 647 846 €	445 775 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 681 094 €	1 471 825 €	2 120 869 €	3 638 034 €	2 102 097 €	3 833 34 €	3 769 117 €	2 214 043 €	1 401 973 €	129 772 €	0 €	0 €
Haute-Normandie	128 931 319 €	11 805 049 €	11 959 251 €	19 600 864 €	23 377 270 €	23 895 038 €	13 662 698 €	12 828 413 €	10 711 736 €	1 091 001 €	0 €	0 €
Île-de-France	3 161 357 488 €	340 783 427 €	410 767 189 €	467 046 340 €	528 291 221 €	562 307 709 €	268 726 186 €	282 693 78 €	255 770 346 €	35 510 429 €	6 420 290 €	3 040 612 €
Languedoc-Roussillon	72 035 803 €	8 119 677 €	7 295 410 €	9 657 194 €	12 290 392 €	16 029 685 €	7 554 039 €	6 432 141 €	4 269 148 €	304 561 €	83 556 €	0 €
Limousin	15 681 001 €	1 732 686 €	1 481 960 €	2 342 595 €	2 367 856 €	2 695 084 €	1 863 533 €	2 144 580 €	1 052 707 €	0 €	0 €	0 €
Lorraine	64 439 266 €	4 890 907 €	5 200 412 €	9 264 243 €	10 695 119 €	13 029 340 €	6 194 935 €	7 154 692 €	7 543 864 €	389 630 €	0 €	76 123 €
Midi-Pyrénées	107 293 494 €	10 021 602 €	9 550 040 €	13 124 997 €	16 122 010 €	22 916 607 €	9 600 134 €	12 219 812 €	11 106 354 €	2 631 939 €	0 €	0 €
Nord-Pas-de-Calais	277 138 927 €	27 934 853 €	28 146 719 €	39 026 443 €	40 037 920 €	52 214 788 €	30 283 839 €	30 890 730 €	25 36 058 €	3 297 580 €	0 €	0 €
Pays-de-la-Loire	118 423 793 €	14 415 565 €	14 519 388 €	17 034 738 €	19 393 071 €	20 614 469 €	10 555 039 €	10 845 162 €	10 29 068 €	543 803 €	210 491 €	0 €
Picardie	127 798 152 €	8 707 181 €	9 865 673 €	12 704 447 €	20 85 733 €	30 958 095 €	13 802 353 €	16 760 239 €	12 308 786 €	1 578 452 €	117 192 €	130 000 €
Poitou-Charentes	94 566 557 €	11 366 814 €	9 997 577 €	12 450 870 €	15 83 037 €	18 450 785 €	9 879 593 €	10 267 849 €	5 633 47 €	986 559 €	0 €	0 €
Provence-Alpes-Côte d'Azur	601 645 284 €	76 767 542 €	68 854 213 €	88 023 669 €	15 101 312 €	113 042 332 €	61 440 061 €	55 914 409 €	310 18 777 €	1 258 248 €	224 722 €	0 €
Rhône-Alpes	433 378 487 €	43 745 884 €	56 740 563 €	65 256 516 €	66 62 937 €	77 643 148 €	39 605 129 €	43 956 643 €	35 39 484 €	3 609 223 €	458 289 €	10 671 €
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	5 894 299 667 €	629 846 441 €	714 285 250 €	848 840 298 €	975 695 751 €	1 087 030 969 €	533 535 310 €	569 564 713 €	464 925 24 €	59 379 141 €	7 939 184 €	3 257 406 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	962 385 566 €	16.33%	6 606
Guaranteed by Crédit Logement	4 931 914 101 €	83.67%	35 439
Total	5 894 299 667 €	100.00%	42 045

ASSET COVER TEST

Date of Asset Cover test:

10/06/2014

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

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

R	Asset Cover test Ratio	1.23
	Adjusted Aggregate Asset Amount (AAAA)	5 134 223 743.11 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 128 040 710.12 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 768 788 688.27 €
A2	= a * b	5 128 040 710.12 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 894 299 666.81 €
	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	124 153 949.53 €
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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%	117 970 917
	WAM (Weighted Average Maturity)	5.65
	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	2.6420
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.2704
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.2710
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	4.8953
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.3771
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.4120

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