

HSBC SFH (France) Investor Report

Collection Period End:

31/07/2014

Date of Report:

11/08/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	6 094 646 495 €
Number of Loans	43 524
Number of Borrowers	38 620
Average Loan Balance	140 030
Weighted Average Seasoning of Loan parts (months)	44.73
Weighted Average Remaining Term of Loan Parts (months)	168.83
Percentage of floating interest rate loans	1.56%
Weighted Average Current LTV	66.1%
Weighted Average Current Indexed LTV	63.8%
Loan Originator	Total Loan Balance
HBFR	6 094 646 495 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.48

ACT Results	
Asset Cover Ratio	1.27
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%	673 349 973 €	6 604
>40% - ≤50%	713 265 725 €	5 785
>50% - ≤60%	865 592 747 €	6 384
>60% - ≤70%	1 006 172 048 €	6 878
>70% - ≤80%	1 099 136 037 €	7 127
>80% - ≤85%	555 238 171 €	3 585
>85% - ≤90%	584 428 024 €	3 610
>90% - ≤95%	492 257 903 €	2 961
>95% - ≤100%	94 635 557 €	534
>100% - ≤105%	7 966 827 €	40
>105%	2 603 484 €	16
Total	6 094 646 495 €	43 524

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	948 070 679 €	8 913
>40% - ≤50%	755 356 013 €	5 783
>50% - ≤60%	856 292 748 €	6 053
>60% - ≤70%	927 405 916 €	6 231
>70% - ≤80%	986 891 393 €	6 378
>80% - ≤85%	494 136 123 €	3 166
>85% - ≤90%	527 157 778 €	3 305
>90% - ≤95%	545 481 593 €	3 351
>95% - ≤100%	53 854 253 €	344
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	6 094 646 495 €	43 524

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	6 094 646 495 €	43 524
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	6 094 646 495 €	43 524

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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	1 187 846 754 €	94 785 843 €	92 410 577 €	156 825 822 €	190 345 204 €	238 764 092 €	110 755 787 €	122 922 223 €	148 927 370 €	32 109 837 €	0 €	0 €
≥12 - <24	1 289 371 032 €	109 535 277 €	122 611 290 €	165 777 127 €	193 793 683 €	224 828 930 €	131 596 640 €	157 577 04 €	170 580 767 €	13 069 612 €	0 €	0 €
≥24 - <36	775 537 702 €	106 415 445 €	86 806 951 €	104 628 950 €	117 902 808 €	137 958 963 €	79 714 083 €	95 319 159 €	6 064 145 €	1 727 198 €	0 €	0 €
≥36 - <60	988 653 217 €	100 584 087 €	96 741 752 €	104 948 637 €	141 931 512 €	176 990 676 €	115 176 814 €	124 247 856 €	89 603 984 €	34 273 675 €	3 571 318 €	582 907 €
≥60	1 853 237 791 €	262 029 320 €	314 695 154 €	333 412 212 €	362 198 840 €	320 593 377 €	117 994 847 €	84 361 082 €	38 081 636 €	13 455 236 €	4 395 510 €	2 020 577 €
Total	6 094 646 495 €	673 349 973 €	713 265 725 €	865 592 747 €	1 006 172 048 €	1 099 136 037 €	555 238 171 €	584 428 024 €	492 257 903 €	94 635 557 €	7 966 827 €	2 603 484 €

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	5 466 766 073 €	622 929 446 €	660 662 660 €	800 952 574 €	921 517 271 €	988 675 849 €	488 387 069 €	499 530 177 €	394 640 214 €	80 009 741 €	7 479 841 €	1 981 230 €
RE-MORTGAGE	347 278 943 €	16 548 580 €	19 307 070 €	26 525 719 €	42 810 252 €	51 401 557 €	38 876 807 €	54 668 806 €	83 800 386 €	12 542 111 €	262 749 €	464 908 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	111 659 259 €	12 685 795 €	11 757 778 €	15 601 516 €	179 198 882 €	24 721 624 €	11 396 295 €	11 022 810 €	5 830 224 €	576 660 €	0 €	146 674 €
Construction (New Building)	168 942 220 €	21 186 153 €	21 538 217 €	22 512 938 €	23 924 643 €	34 337 007 €	16 578 000 €	19 206 231 €	7 917 078 €	1 507 04 €	224 238 €	10 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 094 646 495 €	673 349 973 €	713 265 725 €	865 592 747 €	1 006 172 048 €	1 099 136 037 €	555 238 171 €	584 428 024 €	492 257 903 €	94 635 557 €	7 966 827 €	2 603 484 €

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	4 716 392 482 €	540 781 440 €	564 647 080 €	682 497 222 €	789 498 789 €	835 308 782 €	415 146 476 €	432 427 076 €	375 882 478 €	72 131 428 €	6 389 170 €	1 682 539 €
Buy-to let	462 678 309 €	33 309 651 €	43 793 242 €	55 864 554 €	76 437 540 €	95 999 194 €	53 334 759 €	55 417 494 €	37 080 048 €	10 527 603 €	842 212 €	98 013 €
Vacation / second home	915 575 704 €	99 258 883 €	104 825 402 €	127 230 971 €	140 235 718 €	167 828 060 €	86 756 937 €	96 583 454 €	0 321 377 €	11 976 526 €	735 444 €	822 932 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 094 646 495 €	673 349 973 €	713 265 725 €	865 592 747 €	1 006 172 048 €	1 099 136 037 €	555 238 171 €	584 428 024 €	492 257 903 €	94 635 557 €	7 966 827 €	2 603 484 €

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	4 496 931 120 €	484 136 609 €	525 330 717 €	634 317 739 €	750 036 414 €	811 632 527 €	408 624 067 €	431 954 760 €	373 633 815 €	69 604 001 €	6 325 360 €	1 335 111 €
Protected life-time employment	483 172 417 €	47 707 888 €	51 690 038 €	71 789 040 €	77 017 329 €	87 825 808 €	49 111 529 €	46 956 520 €	41 665 132 €	8 954 864 €	454 269 €	0 €
SELF-EMPLOYED	815 288 943 €	83 933 903 €	93 499 928 €	117 617 531 €	132 739 932 €	151 964 490 €	75 651 980 €	85 479 958 €	59 501 525 €	130 44 963 €	962 961 €	891 773 €
Unemployed	205 791 068 €	34 075 437 €	29 135 161 €	27 484 108 €	32 650 896 €	35 425 852 €	15 513 975 €	14 375 561 €	14 276 102 €	2 307 999 €	224 238 €	327 939 €
Other/No data	93 462 947 €	23 496 135 €	13 609 880 €	14 384 330 €	13 727 477 €	12 287 360 €	6 336 620 €	5 661 225 €	3 181 329 €	729 930 €	0 €	48 661 €
Total	6 094 646 495 €	673 349 973 €	713 265 725 €	865 592 747 €	1 006 172 048 €	1 099 136 037 €	555 238 171 €	584 428 024 €	492 257 903 €	94 635 557 €	7 966 827 €	2 603 484 €

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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	45 855 516 €	5 431 329 €	5 649 964 €	6 171 345 €	8 785 186 €	8 679 64 €	3 730 312 €	4 691 279 €	2 169 269 €	547 667 €	0 €	0 €
Aquitaine	267 756 525 €	29 731 421 €	29 028 458 €	35 602 197 €	44 737 772 €	47 916 703 €	21 065 028 €	27 314 319 €	25 980 962 €	6 379 666 €	0 €	0 €
Auvergne	26 633 110 €	2 773 854 €	2 507 258 €	2 235 770 €	5 030 663 €	6 506 26 €	3 008 897 €	2 953 309 €	1 263 097 €	353 735 €	0 €	0 €
Basse-Normandie	53 498 178 €	4 910 436 €	7 290 184 €	7 769 497 €	8 546 551 €	12 150 701 €	3 412 504 €	4 990 211 €	4 101 391 €	326 704 €	0 €	0 €
Bourgogne	38 210 194 €	3 094 333 €	3 602 837 €	5 809 677 €	6 881 496 €	7 676 03 €	4 079 656 €	4 290 085 €	2 626 486 €	149 610 €	0 €	0 €
Bretagne	90 867 542 €	11 859 701 €	10 786 045 €	13 023 614 €	17 042 046 €	14 896 840 €	7 525 332 €	8 636 034 €	5 647 259 €	1 397 978 €	52 694 €	0 €
Centre	115 561 000 €	9 545 064 €	14 416 657 €	12 505 581 €	17 318 771 €	22 002 221 €	11 457 339 €	16 728 691 €	10 217 771 €	1 280 96 €	0 €	0 €
Champagne-Ardenne	17 874 590 €	1 622 348 €	1 150 044 €	2 097 734 €	3 411 329 €	2 626 27 €	3 676 433 €	1 050 497 €	1 648 882 €	591 096 €	0 €	0 €
Corse	14 010 014 €	1 164 945 €	2 190 943 €	2 143 906 €	1 938 612 €	2 897 63 €	1 521 395 €	1 200 390 €	952 139 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 109 946 €	1 848 681 €	1 634 495 €	3 423 439 €	2 459 094 €	3 643 98 €	3 170 007 €	2 364 764 €	1 410 915 €	155 453 €	0 €	0 €
Haute-Normandie	128 334 256 €	11 568 632 €	12 708 933 €	19 152 596 €	23 094 918 €	23 998 261 €	12 971 673 €	13 419 041 €	10 088 861 €	1 631 341 €	0 €	0 €
Île-de-France	3 332 932 664 €	373 213 740 €	411 717 362 €	487 082 72 €	550 666 070 €	571 252 142 €	284 752 287 €	297 507 86 €	289 101 930 €	58 366 378 €	6 679 604 €	2 592 813 €
Languedoc-Roussillon	73 091 295 €	8 088 387 €	7 674 021 €	9 252 089 €	11 953 456 €	16 376 862 €	7 977 405 €	5 660 021 €	5 723 800 €	302 448 €	82 806 €	0 €
Limousin	14 534 316 €	1 628 070 €	1 721 157 €	2 111 829 €	2 143 387 €	2 636 400 €	2 039 780 €	2 107 352 €	146 341 €	0 €	0 €	0 €
Lorraine	63 052 665 €	4 617 162 €	6 060 868 €	7 918 515 €	11 583 284 €	12 101 222 €	5 344 943 €	7 854 257 €	6 425 285 €	1 071 880 €	75 248 €	0 €
Midi-Pyrénées	110 875 570 €	10 442 896 €	9 891 189 €	13 010 331 €	16 612 836 €	22 289 197 €	10 003 957 €	14 156 228 €	11 487 794 €	2 981 143 €	0 €	0 €
Nord-Pas-de-Calais	279 084 527 €	28 815 485 €	28 709 196 €	37 862 586 €	40 552 501 €	52 176 358 €	31 313 505 €	30 662 758 €	25 520 563 €	3 471 577 €	0 €	0 €
Pays-de-la-Loire	120 411 254 €	14 738 086 €	13 458 981 €	17 803 917 €	19 365 362 €	20 637 958 €	12 188 104 €	11 814 688 €	9 557 895 €	638 206 €	208 056 €	0 €
Picardie	129 016 892 €	9 029 446 €	9 995 524 €	13 308 202 €	21 011 692 €	29 608 370 €	13 706 190 €	17 648 748 €	11 377 179 €	2 525 485 €	116 055 €	0 €
Poitou-Charentes	94 236 778 €	11 588 426 €	10 046 822 €	12 131 867 €	16 775 849 €	17 975 963 €	9 501 886 €	10 168 367 €	4 941 89 €	1 106 399 €	0 €	0 €
Provence-Alpes-Côte d'Azur	622 116 568 €	79 550 598 €	67 916 494 €	89 935 775 €	107 251 091 €	119 249 603 €	61 076 941 €	57 954 424 €	33 788 931 €	5 030 215 €	362 495 €	0 €
Rhône-Alpes	436 583 094 €	48 086 932 €	55 108 293 €	65 239 557 €	68 320 083 €	82 050 525 €	41 714 597 €	41 254 943 €	28 079 954 €	6 327 669 €	389 869 €	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	6 094 646 495 €	673 349 973 €	713 265 725 €	865 592 747 €	1 006 172 046 €	1 099 136 037 €	555 238 171 €	584 428 024 €	492 257 903 €	94 635 557 €	7 966 827 €	2 603 484 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	963 136 475 €	15.80%	6 654
Guaranteed by Crédit Logement	5 131 510 021 €	84.20%	36 870
Total	6 094 646 495 €	100.00%	43 524

ASSET COVER TEST

Date of Asset Cover test:

11/08/2014

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

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

R	Asset Cover test Ratio	1.27
	Adjusted Aggregate Asset Amount (AAAA)	5 312 466 771.01 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 302 342 450.88 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 949 624 678.60 €
A2	= a * b	5 302 342 450.88 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	6 094 646 495.27 €
	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	124 608 950.74 €
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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%	114 484 631
	WAM (Weighted Average Maturity)	5.48
	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	2.4750
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	1.1034
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	4.1040
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	4.7283
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.2101
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.2450

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