

HSBC SFH (France) Investor Report

Collection Period End:

31/08/2013

Date of Report:

11/09/2013

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 322 971 212 €
Number of Loans	44 737
Number of Borrowers	40 879
Average Loan Balance	118 984
Weighted Average Seasoning of Loan parts (months)	50.63
Weighted Average Remaining Term of Loan Parts (months)	164.39
Percentage of floating interest rate loans	2.54%
Weighted Average Current LTV	66.4%
Weighted Average Current Indexed LTV	61.4%
Loan Originator	Total Loan Balance
HBFRR	5 322 971 212 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	3 174 970 271 €
Weight Average Maturity	6.16
ACT Results	
Asset Cover Ratio	1.47
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%	817 281 598 €	12 663
>40% - ≤50%	542 965 980 €	4 786
>50% - ≤60%	631 291 092 €	4 952
>60% - ≤70%	738 667 347 €	5 394
>70% - ≤80%	802 442 154 €	5 532
>80% - ≤85%	418 378 244 €	2 808
>85% - ≤90%	409 026 116 €	2 668
>90% - ≤95%	418 246 457 €	2 674
>95% - ≤100%	380 291 966 €	2 349
>100% - ≤105%	135 660 013 €	750
>105%	28 720 243 €	161
Total	5 322 971 212 €	44 737

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 153 491 761 €	15 834
>40% - ≤50%	599 150 707 €	4 793
>50% - ≤60%	681 565 808 €	4 922
>60% - ≤70%	727 812 032 €	5 067
>70% - ≤80%	733 743 287 €	4 965
>80% - ≤85%	341 336 366 €	2 277
>85% - ≤90%	351 819 929 €	2 282
>90% - ≤95%	358 335 275 €	2 273
>95% - ≤100%	375 716 046 €	2 324
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 322 971 212 €	44 737

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 322 971 212 €	44 737
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 322 971 212 €	44 737

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	976 843 897 €	91 856 421 €	80 983 782 €	116 036 547 €	52 468 585 €	166 875 843 €	78 587 760 €	90 654 619 €	90 232 403 €	108 956 500 €	191 437 €	0 €
≥12 - <24	837 687 433 €	115 032 460 €	83 597 309 €	97 280 757 €	17 652 603 €	131 544 244 €	59 264 661 €	68 864 256 €	89 999 356 €	71 411 973 €	3 039 812 €	0 €
≥24 - <36	521 545 689 €	63 402 487 €	39 863 681 €	52 786 649 €	5 647 393 €	69 785 749 €	38 822 348 €	46 979 524 €	45 23 276 €	58 075 469 €	43 767 180 €	6 347 933 €
≥36 - <60	682 000 949 €	87 934 838 €	51 935 592 €	58 239 742 €	7 028 826 €	92 468 730 €	47 529 748 €	51 271 771 €	63 83 363 €	75 567 733 €	68 067 771 €	14 864 835 €
≥60	2 304 893 244 €	459 055 392 €	286 585 617 €	306 947 397 €	341 786 939 €	341 767 588 €	194 173 727 €	151 255 946 €	128 939 050 €	66 280 291 €	20 593 813 €	7 507 475 €
Total	5 322 971 212 €	817 281 598 €	542 965 980 €	631 291 092 €	738 667 347 €	802 442 154 €	418 378 244 €	409 026 116 €	418 246 457 €	380 291 966 €	135 660 013 €	28 720 243 €

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	4 868 944 669 €	762 698 466 €	506 278 877 €	589 813 941 €	685 602 673 €	737 934 679 €	374 321 856 €	366 649 030 €	375 085 071 €	336 611 994 €	109 152 239 €	24 795 844 €
RE-MORTGAGE	236 036 061 €	18 392 491 €	15 126 087 €	16 566 054 €	2 735 954 €	33 867 029 €	24 733 335 €	22 480 459 €	23 12 314 €	28 574 915 €	22 536 815 €	3 226 611 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	127 007 625 €	19 222 600 €	10 825 530 €	13 925 601 €	1 480 125 €	19 304 901 €	12 608 581 €	11 274 173 €	13 08 229 €	8 853 286 €	2 809 049 €	319 548 €
Construction (New Building)	90 982 858 €	16 968 041 €	10 735 487 €	10 985 496 €	10 904 595 €	11 335 546 €	6 714 473 €	8 622 454 €	6 924 844 €	6 251 772 €	1 161 910 €	378 240 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 322 971 212 €	817 281 598 €	542 965 980 €	631 291 092 €	738 667 347 €	802 442 154 €	418 378 244 €	409 026 116 €	418 246 457 €	380 291 966 €	135 660 013 €	28 720 243 €

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	4 024 925 916 €	662 800 197 €	429 027 841 €	483 127 763 €	571 250 471 €	604 360 344 €	305 626 247 €	294 888 473 €	301 397 220 €	274 745 493 €	81 445 738 €	16 256 131 €
Buy-to let	826 254 110 €	76 340 310 €	66 141 217 €	82 692 510 €	9 760 062 €	124 094 257 €	78 208 859 €	79 034 551 €	80 04 612 €	78 311 180 €	51 040 975 €	11 982 576 €
Vacation / second home	471 791 186 €	78 141 091 €	47 796 922 €	65 470 820 €	6 981 814 €	73 987 553 €	34 543 139 €	35 103 093 €	36 04 625 €	27 235 293 €	3 173 300 €	481 536 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 322 971 212 €	817 281 598 €	542 965 980 €	631 291 092 €	738 667 347 €	802 442 154 €	418 378 244 €	409 026 116 €	418 246 457 €	380 291 966 €	135 660 013 €	28 720 243 €

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	3 826 764 869 €	561 202 611 €	390 905 549 €	463 920 570 €	539 265 389 €	583 871 861 €	302 723 259 €	295 578 703 €	297 715 220 €	276 443 355 €	95 925 503 €	19 212 846 €
Protected life-time employment	414 299 318 €	57 737 388 €	39 468 839 €	45 341 259 €	58 332 829 €	61 418 843 €	32 485 834 €	36 358 558 €	36 226 095 €	34 05 805 €	10 894 848 €	1 979 020 €
SELF-EMPLOYED	784 702 958 €	119 899 505 €	76 015 731 €	87 468 600 €	103 627 371 €	21 697 645 €	63 614 476 €	59 005 301 €	65 901 296 €	56 137 102 €	24 359 066 €	6 976 864 €
Unemployed	190 670 053 €	42 216 242 €	23 355 937 €	22 551 308 €	24 332 036 €	2 487 154 €	13 826 032 €	13 185 454 €	12 831 311 €	9 594 997 €	3 656 979 €	247 202 €
Other/No data	106 534 016 €	36 225 852 €	13 219 925 €	12 009 355 €	13 109 721 €	10 580 651 €	5 728 643 €	4 898 101 €	5 572 532 €	4 061 308 €	823 617 €	304 311 €
Total	5 322 971 212 €	817 281 598 €	542 965 980 €	631 291 092 €	738 667 347 €	802 442 154 €	418 378 244 €	409 026 116 €	418 246 457 €	380 291 966 €	135 660 013 €	28 720 243 €

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	47 933 160 €	7 219 226 €	4 289 860 €	5 191 831 €	7 574 828 €	7 872 07 €	5 362 638 €	3 970 055 €	3 496 709 €	2 505 620 €	449 775 €	0 €
Aquitaine	236 159 863 €	35 815 448 €	21 131 059 €	26 947 679 €	32 068 208 €	38 330 618 €	16 718 126 €	20 484 043 €	18 905 888 €	16 277 791 €	7 631 587 €	1 849 417 €
Auvergne	24 252 650 €	2 874 143 €	1 972 303 €	2 322 134 €	2 795 184 €	4 240 94 €	1 556 459 €	2 607 532 €	3 048 804 €	2 277 827 €	55 070 €	0 €
Basse-Normandie	47 749 353 €	5 327 614 €	4 847 072 €	8 092 653 €	6 279 151 €	8 441 54 €	3 084 286 €	4 743 070 €	3 681 128 €	2 095 712 €	1 57 612 €	0 €
Bourgogne	33 208 095 €	4 075 629 €	2 793 591 €	3 628 828 €	5 806 791 €	5 737 89 €	3 856 040 €	1 857 969 €	3 077 992 €	2 280 326 €	9 340 €	0 €
Bretagne	84 619 672 €	13 980 857 €	6 915 784 €	10 815 184 €	12 298 771 €	13 33 145 €	6 152 086 €	7 235 420 €	7 050 508 €	5 107 703 €	1 378 851 €	371 361 €
Centre	104 505 963 €	12 788 987 €	9 799 149 €	12 279 008 €	9 936 929 €	17 92 724 €	12 123 698 €	7 823 303 €	9 869 359 €	8 548 942 €	3 347 120 €	67 745 €
Champagne-Ardenne	16 968 337 €	2 211 866 €	1 367 015 €	797 907 €	2 082 334 €	3 113 327 €	1 594 534 €	928 298 €	1 378 872 €	2 737 284 €	756 900 €	0 €
Corse	14 125 468 €	1 791 997 €	849 174 €	2 361 886 €	1 727 474 €	2 019 563 €	1 968 663 €	968 315 €	1 036 010 €	1 244 109 €	158 278 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	18 398 681 €	2 259 864 €	1 165 811 €	2 051 265 €	4 242 276 €	2 117 27 €	1 155 483 €	2 100 929 €	1 866 352 €	1 333 169 €	10 004 €	0 €
Haute-Normandie	114 758 193 €	13 150 530 €	9 146 808 €	12 364 230 €	17 968 107 €	18 52 242 €	9 755 974 €	13 441 373 €	10 848 557 €	7 933 25 €	1 608 322 €	8 800 €
Île-de-France	2 783 458 273 €	454 423 414 €	299 681 639 €	349 108 230 €	389 385 328 €	404 486 356 €	208 298 864 €	197 182 99 €	197 791 349 €	188 288 298 €	73 009 675 €	21 802 20 €
Languedoc-Roussillon	59 578 990 €	9 798 687 €	5 697 384 €	6 491 607 €	10 19 007 €	10 002 634 €	5 081 256 €	4 478 324 €	3 346 778 €	2 706 385 €	1 250 281 €	528 746 €
Limousin	12 842 582 €	1 631 416 €	1 498 751 €	2 200 187 €	1 607 491 €	2 135 896 €	1 119 615 €	660 026 €	600 497 €	1 31 081 €	70 621 €	0 €
Lorraine	60 250 828 €	5 098 147 €	4 015 446 €	6 513 848 €	8 445 472 €	12 056 723 €	6 044 048 €	5 980 679 €	5 450 373 €	5 779 257 €	791 091 €	75 743 €
Midi-Pyrénées	93 737 286 €	11 539 713 €	7 775 578 €	11 029 965 €	10 89 718 €	16 546 622 €	7 298 552 €	8 020 244 €	8 380 156 €	7 129 726 €	4 103 896 €	943 116 €
Nord-Pas-de-Calais	272 394 850 €	37 839 230 €	25 294 935 €	27 062 067 €	34 652 800 €	40 683 182 €	22 292 329 €	22 986 722 €	25 22 958 €	25 312 437 €	10 347 477 €	640 713 €
Pays-de-la-Loire	107 808 550 €	16 993 377 €	11 363 804 €	12 007 783 €	15 289 799 €	16 543 834 €	7 340 208 €	6 959 064 €	8 824 77 €	10 133 174 €	2 268 438 €	84 595 €
Picardie	117 294 485 €	9 601 825 €	7 468 030 €	10 741 774 €	14 77 245 €	20 858 312 €	13 545 131 €	11 459 269 €	14 32 307 €	10 792 570 €	4 094 522 €	232 000 €
Poitou-Charentes	98 832 643 €	14 271 297 €	8 996 706 €	10 515 190 €	11 22 984 €	13 535 358 €	9 879 882 €	8 206 819 €	11 161 57 €	8 532 027 €	2 490 807 €	0 €
Provence-Alpes-Côte d'Azur	579 928 451 €	98 575 412 €	58 726 031 €	61 243 729 €	85 329 880 €	85 785 184 €	50 136 531 €	47 725 963 €	45 40 767 €	39 660 910 €	7 211 008 €	126 036 €
Rhône-Alpes	394 164 838 €	56 012 919 €	48 170 047 €	47 524 109 €	54 589 670 €	58 168 951 €	24 013 844 €	29 205 779 €	33 46 541 €	28 297 367 €	12 775 838 €	1 989 772 €
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	5 322 971 212 €	817 281 598 €	542 965 980 €	631 291 092 €	738 667 347 €	802 442 154 €	418 378 244 €	409 026 116 €	418 246 457 €	380 291 966 €	135 660 013 €	28 720 243 €

ASSET COVER TEST

Date of Asset Cover test:

11/09/2013

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

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

R	Asset Cover test Ratio	1.47
	Adjusted Aggregate Asset Amount (AAAA)	4 652 513 548.26 €
	Aggregate Covered Bond Outstanding Principal Amount	3 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	4 630 984 954.46 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 159 936 666.98 €
A2	= a * b	4 630 984 954.46 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 322 971 212.02 €
	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	119 304 669.61 €
----------	-----------------------	-------------------------

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%	97 776 076
	WAM (Weighted Average Maturity)	6.16
	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	3.3895
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	2.0178
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	5.0185
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	5.6427
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	10.1246

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.