

HSBC SFH (France) Investor Report

Collection Period End:

30/09/2012

Date of Report:

15/10/2012

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	3 998 025 480 €
Number of Loans	29 798
Number of Borrowers	28 147
Average Loan Balance	134 171
Weighted Average Seasoning of Loan parts (months)	52.42
Weighted Average Remaining Term of Loan Parts (months)	168.29
Percentage of floating interest rate loans	3.09%
Weighted Average Current LTV	68.8%
Weighted Average Current Indexed LTV	60.6%
Loan Originator	Total Loan Balance
HBFRR	3 998 025 480 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	1 924 970 271 €
Weight Average Maturity	4.50

ACT Results	
Asset Cover Ratio	1.83
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%	335 872 560 €	3 445
>40% - ≤50%	451 970 520 €	3 927
>50% - ≤60%	555 626 915 €	4 449
>60% - ≤70%	624 274 358 €	4 609
>70% - ≤80%	697 953 717 €	4 849
>80% - ≤85%	372 802 936 €	2 517
>85% - ≤90%	378 715 306 €	2 486
>90% - ≤95%	314 942 840 €	1 970
>95% - ≤100%	157 172 562 €	965
>100% - ≤105%	76 341 661 €	420
>105%	32 352 107 €	161
Total	3 998 025 480 €	29 798

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	717 089 542 €	6 922
>40% - ≤50%	566 089 985 €	4 483
>50% - ≤60%	622 482 707 €	4 452
>60% - ≤70%	661 689 996 €	4 515
>70% - ≤80%	668 548 995 €	4 457
>80% - ≤85%	300 129 069 €	1 998
>85% - ≤90%	302 134 300 €	1 943
>90% - ≤95%	159 860 885 €	1 028
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	3 998 025 480 €	29 798

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 998 025 480 €	29 798
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	3 998 025 480 €	29 798

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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	600 647 535 €	73 221 568 €	65 547 486 €	80 170 330 €	18 908 547 €	121 634 112 €	54 977 050 €	61 641 522 €	37546 921 €	0 €	0 €	0 €
≥12 - <24	396 935 724 €	38 322 866 €	40 256 145 €	54 803 748 €	58951 501 €	68 457 815 €	40 945 755 €	39 343 757 €	34 54 224 €	12 608 043 €	5 232 058 €	3 472 812 €
≥24 - <36	454 893 115 €	36 642 050 €	38 053 597 €	47 386 420 €	52918 643 €	66 233 999 €	36 919 915 €	43 259 967 €	42 08 794 €	40 331 056 €	33 364 605 €	17 703 067 €
≥36 - <60	580 388 741 €	59 034 274 €	57 668 284 €	66 515 062 €	78045 544 €	90 096 503 €	49 809 722 €	59 049 743 €	45 07 292 €	43 253 823 €	26 673 758 €	5 194 737 €
≥60	1 965 160 366 €	128 651 801 €	250 445 008 €	306 751 355 €	328 450 122 €	351 531 288 €	190 150 493 €	175 420 318 €	155 727 610 €	60 979 639 €	11 071 240 €	5 981 491 €
Total	3 998 025 480 €	335 872 560 €	451 970 520 €	555 626 915 €	624 274 358 €	697 953 717 €	372 802 936 €	378 715 306 €	314 942 840 €	157 172 562 €	76 341 661 €	32 352 107 €

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	3 646 880 485 €	316 530 329 €	420 077 923 €	514 201 466 €	578 341 112 €	635 684 531 €	334 086 077 €	333 976 406 €	282 485 458 €	136 615 411 €	67 498 874 €	27 382 897 €
RE-MORTGAGE	188 103 826 €	6 480 503 €	13 316 876 €	19 435 844 €	22635 790 €	36 368 605 €	21 591 690 €	25 930 594 €	16 919704 €	14 044 984 €	7 141 624 €	4 037 611 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	103 912 634 €	7 463 825 €	8 698 935 €	13 584 767 €	15 85 939 €	17 192 958 €	12 135 142 €	13 326 118 €	8 984 37 €	5 297 476 €	1 317 230 €	325 928 €
Construction (New Building)	59 128 534 €	5 397 902 €	9 876 785 €	8 404 839 €	7 511 516 €	8 707 023 €	4 990 026 €	5 482 188 €	6 553 360 €	1 214 691 €	38333 €	605 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 998 025 480 €	335 872 560 €	451 970 520 €	555 626 915 €	624 274 358 €	697 953 717 €	372 802 936 €	378 715 306 €	314 942 840 €	157 172 562 €	76 341 661 €	32 352 107 €

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	2 971 391 472 €	268 581 997 €	352 789 977 €	421 068 616 €	467 884 017 €	516 528 707 €	277 589 702 €	265 390 768 €	221 874 014 €	109 690 109 €	47 413 916 €	22 579 650 €
Buy-to let	720 965 272 €	34 379 626 €	58 858 392 €	86 864 543 €	10 129 762 €	125 719 638 €	70 253 872 €	88 279 598 €	75942 779 €	41 334 268 €	27 940 264 €	9 262 530 €
Vacation / second home	305 668 737 €	32 910 937 €	40 322 151 €	47 693 756 €	54260 578 €	55 705 372 €	24 959 362 €	25 044 940 €	17 18 048 €	6 148 185 €	987 481 €	509 927 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 998 025 480 €	335 872 560 €	451 970 520 €	555 626 915 €	624 274 358 €	697 953 717 €	372 802 936 €	378 715 306 €	314 942 840 €	157 172 562 €	76 341 661 €	32 352 107 €

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	2 872 450 470 €	234 295 640 €	324 206 617 €	399 738 455 €	446 085 003 €	501 363 954 €	269 687 362 €	277 310 436 €	228 015 619 €	109 988 193 €	58 657 815 €	23 101 376 €
Protected life-time employment	293 861 398 €	24 064 417 €	29 679 552 €	40 293 102 €	48 609 615 €	49329 922 €	28 930 515 €	30 114 121 €	23 949 986 €	12 349844 €	4 097 403 €	2 442 921 €
SELF-EMPLOYED	608 767 698 €	47 916 982 €	66 113 265 €	80 300 957 €	98 129 761 €	112579 207 €	56 393 953 €	56 520 409 €	48 081 545 €	27 59 686 €	9 737 952 €	5 403 980 €
Unemployed	147 010 469 €	16 077 457 €	18 028 859 €	23 328 367 €	21 672 784 €	24274 825 €	11 939 882 €	11 175 496 €	10 434 774 €	5 37950 €	3 641 390 €	1 058 683 €
Other/No data	75 935 446 €	13 518 063 €	13 942 226 €	11 966 034 €	9 777 195 €	10 45 809 €	5 851 224 €	3 594 843 €	4 460 916 €	1 866 889 €	207 100 €	345 147 €
Total	3 998 025 480 €	335 872 560 €	451 970 520 €	555 626 915 €	624 274 358 €	697 953 717 €	372 802 936 €	378 715 306 €	314 942 840 €	157 172 562 €	76 341 661 €	32 352 107 €

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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	41 317 629 €	2 944 593 €	4 181 833 €	5 740 427 €	7 426 281 €	8 631 94 €	4 329 842 €	4 524 087 €	2 678 448 €	860 523 €	0 €	0 €
Aquitaine	183 433 100 €	16 613 039 €	20 829 208 €	22 797 623 €	28 331 514 €	36 037 844 €	20 017 727 €	16 319 936 €	12 981 569 €	6 240 663 €	2 820 766 €	437 810 €
Auvergne	18 294 457 €	1 679 978 €	1 511 413 €	2 016 924 €	2 755 798 €	3 294 60 €	1 809 282 €	2 101 468 €	2 284 352 €	840 592 €	0 €	0 €
Basse-Normandie	43 219 570 €	2 635 639 €	4 189 911 €	7 470 274 €	6 881 306 €	7 452 43 €	5 724 606 €	3 732 782 €	3 655 866 €	1 476 704 €	0 €	0 €
Bourgogne	29 475 694 €	1 974 491 €	2 733 011 €	2 454 680 €	6 152 293 €	6 005 26 €	3 119 696 €	4 028 440 €	2 832 855 €	174 801 €	0 €	0 €
Bretagne	68 116 109 €	7 248 300 €	7 978 463 €	9 191 268 €	10 740 949 €	14 151 272 €	5 301 081 €	7 005 347 €	4 971 719 €	1 464 968 €	8 742 €	0 €
Centre	85 637 329 €	7 156 022 €	8 316 921 €	11 240 423 €	12 073 981 €	15 59 379 €	10 455 064 €	10 832 729 €	6 958 860 €	1 913 876 €	1 096 074 €	0 €
Champagne-Ardenne	12 245 760 €	913 116 €	1 024 810 €	804 672 €	1 506 037 €	3 316 506 €	1 140 581 €	1 976 689 €	1 201 607 €	361 744 €	0 €	0 €
Corse	11 546 192 €	851 386 €	636 473 €	1 493 889 €	2 840 315 €	1 531 810 €	688 432 €	1 463 764 €	1 050 234 €	636 442 €	353 448 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	14 495 951 €	1 405 803 €	1 113 587 €	2 293 483 €	1 767 960 €	3 805 29 €	333 751 €	1 455 591 €	1 602 149 €	718 348 €	0 €	0 €
Haute-Normandie	98 565 963 €	5 167 350 €	8 861 880 €	10 778 465 €	16 165 650 €	19 57 719 €	9 899 477 €	10 555 845 €	12 590 991 €	4 971 585 €	0 €	0 €
Île-de-France	1 983 581 148 €	162 730 558 €	236 501 783 €	286 224 87 €	310 899 556 €	321 226 247 €	171 155 238 €	172 906 42 €	149 767 357 €	87 174 982 €	55 954 231 €	29 039 884 €
Languedoc-Roussillon	50 244 551 €	4 462 226 €	6 098 475 €	7 269 895 €	8 444 621 €	10 639 920 €	3 734 079 €	5 895 414 €	2 795 286 €	94 636 €	0 €	0 €
Limousin	12 075 591 €	1 396 103 €	778 919 €	2 517 466 €	1 287 88 €	2 261 569 €	1 936 371 €	1 108 790 €	577 446 €	211 00 €	0 €	0 €
Lorraine	51 401 464 €	3 125 909 €	3 403 702 €	6 297 803 €	8 360 440 €	11 587 215 €	6 682 118 €	5 817 434 €	5 521 117 €	85 726 €	0 €	0 €
Midi-Pyrénées	72 778 485 €	6 562 471 €	5 516 217 €	10 050 360 €	10 84 897 €	12 613 800 €	8 400 335 €	8 339 005 €	5 184 628 €	4 018 915 €	1 101 723 €	147 134 €
Nord-Pas-de-Calais	210 893 183 €	19 364 696 €	20 369 602 €	27 392 401 €	32 059 570 €	35 342 007 €	22 009 498 €	21 190 693 €	18 78 975 €	10 574 325 €	3 740 182 €	60 234 €
Pays-de-la-Loire	88 451 675 €	8 285 170 €	11 069 859 €	12 921 209 €	14 73 606 €	15 523 606 €	9 156 783 €	6 764 569 €	4 625 024 €	3 538 620 €	1 647 803 €	245 425 €
Picardie	85 329 628 €	4 922 396 €	6 716 001 €	8 747 147 €	9 134 624 €	17 004 151 €	10 991 927 €	12 775 063 €	11 985 692 €	2 722 742 €	199 886 €	130 000 €
Poitou-Charentes	77 490 787 €	6 212 094 €	8 052 295 €	10 962 804 €	11 62 532 €	12 762 529 €	7 611 077 €	8 992 535 €	6 238 360 €	4 176 379 €	790 182 €	0 €
Provence-Alpes-Côte d'Azur	455 180 336 €	45 579 559 €	50 897 093 €	60 775 390 €	69 888 042 €	86 362 924 €	43 067 123 €	47 417 843 €	34 92 307 €	12 748 931 €	2 667 671 €	743 452 €
Rhône-Alpes	304 250 880 €	24 641 660 €	41 189 065 €	46 185 441 €	50 247 488 €	53 234 788 €	25 238 846 €	23 510 842 €	21 76 998 €	10 830 631 €	5 906 953 €	1 548 167 €
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	3 998 025 480 €	335 872 560 €	451 970 520 €	555 626 915 €	624 274 358 €	697 953 717 €	372 802 936 €	378 715 306 €	314 942 840 €	157 172 562 €	76 341 661 €	32 352 107 €

ASSET COVER TEST

Date of Asset Cover test:

15/10/2012

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

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

R	Asset Cover test Ratio	1.83
	Adjusted Aggregate Asset Amount (AAAA)	3 514 657 461.18 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	3 478 282 167.97 €
A1	Adjusted Home Loan Outstanding Principal Amount	3 934 746 149.69 €
A2	= a * b	3 478 282 167.97 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 998 025 480.42 €
	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	79 700 514.00 €
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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%	43 325 221
	WAM (Weighted Average Maturity)	4.50
	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	4.3066
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	2.9350
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	5.9357
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	6.5599

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