

HSBC SFH (France) Investor Report

Collection Period End:

30/09/2014

Date of Report:

14/10/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	6 098 582 927 €
Number of Loans	42 931
Number of Borrowers	37 949
Average Loan Balance	142 055
Weighted Average Seasoning of Loan parts (months)	43.82
Weighted Average Remaining Term of Loan Parts (months)	169.47
Percentage of floating interest rate loans	1.38%
Weighted Average Current LTV	66.2%
Weighted Average Current Indexed LTV	64.3%
Loan Originator	Total Loan Balance
HBFH	6 098 582 927 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5.32

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%	598 902 158 €	5 679
>40% - ≤50%	728 236 532 €	5 853
>50% - ≤60%	899 750 813 €	6 562
>60% - ≤70%	1 055 676 463 €	7 145
>70% - ≤80%	1 147 701 648 €	7 386
>80% - ≤85%	572 828 593 €	3 656
>85% - ≤90%	595 242 920 €	3 667
>90% - ≤95%	455 492 870 €	2 755
>95% - ≤100%	35 772 580 €	181
>100% - ≤105%	7 899 263 €	37
>105%	1 079 087 €	10
Total	6 098 582 927 €	42 931

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	844 355 847 €	7 729
>40% - ≤50%	768 542 744 €	5 878
>50% - ≤60%	885 766 669 €	6 210
>60% - ≤70%	968 098 283 €	6 436
>70% - ≤80%	1 032 844 414 €	6 655
>80% - ≤85%	511 463 597 €	3 251
>85% - ≤90%	551 645 076 €	3 462
>90% - ≤95%	535 866 296 €	3 310
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	6 098 582 927 €	42 931

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	6 098 582 927 €	42 931
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	6 098 582 927 €	42 931

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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	1 262 569 575 €	89 137 948 €	105 435 507 €	178 676 602 €	213 492 887 €	263 622 278 €	120 870 249 €	141 312 146 €	150 021 959 €	0 €	0 €	0 €
≥12 - <24	1 253 392 003 €	98 866 811 €	124 108 269 €	163 276 075 €	193 843 545 €	231 836 032 €	135 138 752 €	152 959 32 €	153 363 197 €	0 €	0 €	0 €
≥24 - <36	863 694 869 €	105 436 713 €	100 384 581 €	122 618 716 €	140 898 950 €	164 170 823 €	91 607 512 €	101 789 045 €	35 786 908 €	1 001 619 €	0 €	0 €
≥36 - <60	935 986 897 €	90 696 520 €	91 828 150 €	108 349 767 €	103 370 302 €	172 410 655 €	109 640 943 €	116 223 487 €	82 238 492 €	21 789 564 €	2 332 746 €	106 273 €
≥60	1 782 939 583 €	214 764 165 €	306 480 025 €	326 829 654 €	367 070 779 €	315 661 860 €	115 571 137 €	82 958 919 €	34 082 314 €	12 981 397 €	5 566 518 €	972 815 €
Total	6 098 582 927 €	598 902 158 €	728 236 532 €	899 750 813 €	1 055 676 463 €	1 147 701 648 €	572 828 593 €	595 242 920 €	455 492 870 €	35 772 580 €	7 899 263 €	1 079 87 €

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	5 483 907 744 €	552 830 517 €	674 327 794 €	834 381 882 €	965 701 820 €	1 037 098 046 €	505 869 832 €	506 134 595 €	368 241 93 €	31 444 081 €	7 270 620 €	606 603 €
RE-MORTGAGE	338 329 886 €	16 183 062 €	19 299 518 €	27 571 087 €	45 292 213 €	51 017 687 €	40 610 342 €	59 388 854 €	75 58 629 €	2 659 356 €	262 325 €	461 813 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	106 697 441 €	11 185 921 €	11 647 528 €	14 773 933 €	183 73 906 €	24 000 396 €	10 644 164 €	10 698 500 €	4 869 543 €	360 982 €	142 568 €	0 €
Construction (New Building)	169 647 855 €	18 702 657 €	22 961 693 €	23 023 910 €	26 308 524 €	35 855 519 €	15 704 255 €	19 020 969 €	6 797 746 €	1 308 60 €	223 751 €	10 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 098 582 927 €	598 902 158 €	728 236 532 €	899 750 813 €	1 055 676 463 €	1 147 701 648 €	572 828 593 €	595 242 920 €	455 492 870 €	35 772 580 €	7 899 263 €	1 079 087 €

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	4 746 524 928 €	482 821 578 €	580 775 894 €	714 195 894 €	828 936 789 €	878 294 373 €	432 712 402 €	446 580 797 €	350 172 872 €	25 004 639 €	6 768 320 €	261 370 €
Buy-to let	437 828 023 €	28 553 818 €	42 366 180 €	53 588 082 €	78 275 408 €	93 815 949 €	54 284 665 €	49 388 186 €	29 38 644 €	7 544 438 €	652 653 €	0 €
Vacation / second home	914 229 977 €	87 526 761 €	105 094 459 €	131 966 837 €	148 464 267 €	175 591 326 €	85 831 526 €	99 273 936 €	7 961 355 €	3 223 502 €	478 291 €	817 717 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 098 582 927 €	598 902 158 €	728 236 532 €	899 750 813 €	1 055 676 463 €	1 147 701 648 €	572 828 593 €	595 242 920 €	455 492 870 €	35 772 580 €	7 899 263 €	1 079 087 €

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	4 515 992 229 €	431 130 540 €	533 175 921 €	665 678 384 €	794 031 732 €	846 839 851 €	426 647 800 €	442 329 237 €	343 665 376 €	25 831 581 €	6 044 533 €	617 274 €
Protected life-time employment	497 763 962 €	46 933 779 €	52 175 394 €	71 678 282 €	81 183 699 €	106 687 137 €	49 779 642 €	51 665 020 €	40 533 158 €	3 095 735 €	132 115 €	0 €
SELF-EMPLOYED	793 006 226 €	71 888 555 €	97 749 023 €	119 230 040 €	133 330 517 €	51 619 536 €	74 425 200 €	79 713 764 €	58 002 907 €	5 48 849 €	1 126 022 €	461 813 €
Unemployed	201 169 028 €	28 060 132 €	31 542 249 €	27 938 121 €	33 509 218 €	35 210 363 €	15 896 266 €	16 254 795 €	11 116 940 €	1 09 658 €	549 296 €	0 €
Other/No data	90 651 482 €	20 889 152 €	13 593 945 €	15 225 985 €	13 621 298 €	13 444 761 €	6 079 686 €	5 280 113 €	2 174 489 €	294 756 €	47 297 €	0 €
Total	6 098 582 927 €	598 902 158 €	728 236 532 €	899 750 813 €	1 055 676 463 €	1 147 701 648 €	572 828 593 €	595 242 920 €	455 492 870 €	35 772 580 €	7 899 263 €	1 079 087 €

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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	43 749 916 €	4 084 760 €	5 480 661 €	7 253 644 €	8 447 797 €	7 801 89 €	4 086 552 €	4 533 457 €	2 061 857 €	0 €	0 €	0 €
Aquitaine	264 015 256 €	26 358 110 €	29 980 936 €	36 966 167 €	44 976 854 €	50 999 522 €	21 674 885 €	24 575 670 €	26 318 974 €	3 064 139 €	0 €	0 €
Auvergne	27 097 470 €	3 012 065 €	2 482 663 €	2 265 034 €	5 495 644 €	6 242 48 €	3 834 832 €	2 223 236 €	1 541 508 €	0 €	0 €	0 €
Basse-Normandie	51 884 281 €	4 072 772 €	6 981 254 €	7 899 522 €	8 348 564 €	11 520 84 €	4 442 518 €	5 106 171 €	3 512 496 €	0 €	0 €	0 €
Bourgogne	36 706 386 €	2 894 079 €	3 503 259 €	5 627 088 €	6 231 800 €	8 792 51 €	3 356 717 €	4 364 583 €	1 936 330 €	0 €	0 €	0 €
Bretagne	88 082 955 €	10 574 319 €	10 455 177 €	14 252 387 €	15 906 089 €	15 331 570 €	8 137 720 €	8 494 896 €	4 348 140 €	582 656 €	0 €	0 €
Centre	114 849 344 €	9 666 803 €	13 723 258 €	13 080 808 €	18 331 614 €	22 47 191 €	13 468 455 €	15 228 160 €	8 453 684 €	439 371 €	0 €	0 €
Champagne-Ardenne	17 112 078 €	1 497 531 €	1 155 748 €	1 862 370 €	3 578 388 €	2 741 81 €	3 344 670 €	1 005 043 €	1 715 614 €	211 203 €	0 €	0 €
Corse	14 604 600 €	985 509 €	2 455 067 €	1 972 379 €	2 594 177 €	2 871 689 €	1 181 612 €	1 713 031 €	831 138 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 259 131 €	1 495 264 €	1 502 170 €	3 398 963 €	2 887 198 €	4 299 46 €	2 903 198 €	2 256 533 €	1 516 339 €	0 €	0 €	0 €
Haute-Normandie	120 851 047 €	9 053 984 €	14 114 158 €	19 227 115 €	22 481 914 €	24 80 978 €	12 286 256 €	13 289 670 €	5 336 215 €	170 757 €	0 €	0 €
Île-de-France	3 366 331 475 €	329 159 490 €	423 731 100 €	511 450 873 €	585 038 295 €	604 776 594 €	295 473 402 €	312 433 82 €	272 304 137 €	24 121 006 €	6 788 920 €	1 054 016 €
Languedoc-Roussillon	73 984 514 €	7 747 499 €	8 492 442 €	9 415 452 €	13 692 618 €	16 115 938 €	7 643 362 €	5 333 403 €	5 161 429 €	300 321 €	82 050 €	0 €
Limousin	14 941 556 €	1 724 941 €	1 670 595 €	2 259 101 €	2 158 706 €	2 530 687 €	2 560 617 €	1 898 522 €	138 385 €	0 €	0 €	0 €
Lorraine	61 866 705 €	4 040 245 €	6 310 666 €	8 601 438 €	11 570 279 €	12 254 406 €	5 653 684 €	7 940 835 €	5 351 222 €	69 564 €	74 367 €	0 €
Midi-Pyrénées	110 305 155 €	8 626 328 €	9 387 829 €	14 341 571 €	17 81 229 €	22 173 634 €	10 895 551 €	14 212 828 €	11 314 128 €	1 572 056 €	0 €	0 €
Nord-Pas-de-Calais	277 460 558 €	25 869 334 €	28 246 413 €	38 358 552 €	43 19 194 €	53 620 872 €	31 292 144 €	31 334 242 €	23 53 098 €	1 383 709 €	0 €	0 €
Pays-de-la-Loire	121 902 566 €	13 343 694 €	13 779 039 €	16 563 546 €	20 110 324 €	23 174 623 €	12 240 256 €	12 659 621 €	9 571 878 €	253 979 €	205 606 €	0 €
Picardie	125 038 500 €	8 142 966 €	9 656 465 €	13 979 742 €	22 30 280 €	27 579 866 €	16 364 286 €	17 612 408 €	8 688 86 €	643 641 €	0 €	0 €
Poitou-Charentes	93 172 958 €	10 256 708 €	10 388 960 €	12 237 196 €	17 984 480 €	18 045 100 €	9 623 075 €	10 261 249 €	3 696 405 €	679 786 €	0 €	0 €
Provence-Alpes-Côte d'Azur	613 252 827 €	71 596 182 €	68 523 164 €	93 196 360 €	10 337 639 €	122 763 042 €	60 608 602 €	57 209 017 €	27 889 329 €	754 839 €	360 253 €	14 400 €
Rhône-Alpes	441 113 650 €	44 699 576 €	56 215 508 €	65 541 507 €	71 533 381 €	87 617 767 €	41 756 200 €	41 556 703 €	30 26 716 €	1 525 554 €	388 067 €	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	6 098 582 927 €	598 902 158 €	728 236 532 €	899 750 813 €	1 055 676 468 €	1 147 701 648 €	572 828 593 €	595 242 920 €	455 492 870 €	35 772 580 €	7 899 263 €	1 079 087 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	956 877 231 €	15.69%	6 491
Guaranteed by Crédit Logement	5 141 705 696 €	84.31%	36 440
Total	6 098 582 927 €	100.00%	42 931

ASSET COVER TEST

Date of Asset Cover test:

14/10/2014

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

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

R	Asset Cover test Ratio	1.27
	Adjusted Aggregate Asset Amount (AAAA)	5 319 054 110.94 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271.46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 305 767 146.47 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 962 297 398.25 €
A2	= a * b	5 305 767 146.47 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	6 098 582 926.98 €
	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	124 285 309.17 €
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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%	110 998 345
	WAM (Weighted Average Maturity)	5.32
	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	2.3080
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	0.9363
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	3.9370
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	4.5613
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000.00	16/10/2023	9.0431
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000.00	28/10/2020	6.0780

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