

## HSBC SFH (France) Investor Report

Collection Period End:

**30/09/2011**

Date of Report:

**14/10/2011**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	3 746 083 407 €
Number of Loans	30 805
Number of Borrowers	27 425
Average Loan Balance	121 606
Weighted Average Seasoning of Loan parts (months)	52.28
Weighted Average Remaining Term of Loan Parts (months)	165.78
Percentage of floating interest rate loans	4.84%
Weighted Average Current LTV	68.3%
Weighted Average Current Indexed LTV	58.8%
Loan Originator	Total Loan Balance
HBFH	3 746 083 407 €
<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	1 924 970 273 €
Weight Average Maturity	5.47
<b>ACT Results</b>	
Asset Cover Ratio	1.72
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%	558 505 986 €	8 428
>40% - ≤50%	361 065 680 €	3 131
>50% - ≤60%	438 340 121 €	3 472
>60% - ≤70%	478 811 818 €	3 549
>70% - ≤80%	519 305 666 €	3 668
>80% - ≤85%	269 115 599 €	1 775
>85% - ≤90%	285 686 434 €	1 908
>90% - ≤95%	298 537 067 €	1 855
>95% - ≤100%	275 545 962 €	1 629
>100% - ≤105%	159 195 971 €	899
>105%	101 973 103 €	491
<b>Total</b>	<b>3 746 083 407 €</b>	<b>30 805</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	937 367 266 €	12 060
>40% - ≤50%	455 839 930 €	3 498
>50% - ≤60%	497 148 626 €	3 478
>60% - ≤70%	509 264 013 €	3 360
>70% - ≤80%	505 529 200 €	3 253
>80% - ≤85%	226 292 222 €	1 388
>85% - ≤90%	203 111 283 €	1 307
>90% - ≤95%	197 461 242 €	1 275
>95% - ≤100%	214 069 624 €	1 186
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>3 746 083 407 €</b>	<b>30 805</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 746 083 407 €	30 805
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>3 746 083 407 €</b>	<b>30 805</b>

## 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	357 103 096 €	52 740 820 €	34 470 067 €	44 525 997 €	46 201 016 €	55 895 992 €	28 864 657 €	26 737 440 €	28 740 913 €	31 248 356 €	6 933 201 €	744 638 €
≥12 - <24	468 719 882 €	53 362 591 €	34 687 270 €	38 574 894 €	44 671 901 €	52 640 046 €	31 141 737 €	31 017 909 €	36 946 043 €	39 517 415 €	52 137 728 €	54 022 349 €
≥24 - <36	222 056 367 €	30 183 221 €	18 161 783 €	22 211 565 €	20 132 114 €	26 421 484 €	13 952 599 €	14 427 551 €	17 813 376 €	20 854 731 €	25 489 892 €	12 408 050 €
≥36 - <60	847 706 620 €	108 908 398 €	62 847 412 €	84 741 009 €	102 221 616 €	109 314 015 €	57 863 760 €	72 183 172 €	82 552 701 €	85 044 674 €	61 711 948 €	20 317 915 €
≥60	1 850 497 443 €	313 310 956 €	210 899 148 €	248 286 657 €	265 585 170 €	275 034 130 €	137 292 816 €	141 320 363 €	132 484 033 €	98 880 787 €	12 923 203 €	14 480 151 €
<b>Total</b>	<b>3 746 083 407 €</b>	<b>558 505 986 €</b>	<b>361 065 680 €</b>	<b>438 340 121 €</b>	<b>478 811 818 €</b>	<b>519 305 666 €</b>	<b>269 115 599 €</b>	<b>285 686 434 €</b>	<b>298 537 067 €</b>	<b>275 545 962 €</b>	<b>159 195 971 €</b>	<b>101 973 103 €</b>

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	3 374 490 803 €	521 490 897 €	335 858 088 €	404 430 528 €	432 602 923 €	468 426 604 €	237 321 837 €	248 169 417 €	256 811 174 €	244 013 665 €	135 911 195 €	89 454 601 €
RE-MORTGAGE	202 365 119 €	12 089 162 €	10 170 206 €	15 591 130 €	23 022 661 €	31 693 886 €	21 358 175 €	23 598 580 €	26 08 255 €	15 576 283 €	13 674 618 €	9 506 162 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	110 234 498 €	15 275 984 €	7 149 435 €	9 947 676 €	14 07 971 €	14 222 270 €	7 084 143 €	10 528 929 €	10 990 62 €	11 145 872 €	7 173 385 €	2 608 181 €
Construction (New Building)	58 992 986 €	9 649 944 €	7 887 950 €	8 370 790 €	9 078 263 €	4 962 906 €	3 351 444 €	3 389 779 €	4 650 986 €	4 810 142 €	2 436 773 €	404 011 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>3 746 083 407 €</b>	<b>558 505 986 €</b>	<b>361 065 680 €</b>	<b>438 340 121 €</b>	<b>478 811 818 €</b>	<b>519 305 666 €</b>	<b>269 115 599 €</b>	<b>285 686 434 €</b>	<b>298 537 067 €</b>	<b>275 545 962 €</b>	<b>159 195 971 €</b>	<b>101 973 103 €</b>

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	2 707 623 128 €	435 713 050 €	274 373 287 €	330 446 921 €	345 769 510 €	369 596 898 €	190 471 576 €	204 697 745 €	199 261 644 €	190 884 636 €	100 937 055 €	65 470 806 €
Buy-to let	718 278 109 €	65 690 945 €	53 145 209 €	67 303 598 €	86 518 581 €	99 623 479 €	57 467 301 €	62 533 813 €	75 576 586 €	70 713 782 €	47 490 444 €	32 214 371 €
Vacation / second home	320 182 170 €	57 101 991 €	33 547 183 €	40 589 603 €	46 523 727 €	50 085 289 €	21 176 721 €	18 454 876 €	23 698 837 €	13 947 545 €	10 768 472 €	4 287 926 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>3 746 083 407 €</b>	<b>558 505 986 €</b>	<b>361 065 680 €</b>	<b>438 340 121 €</b>	<b>478 811 818 €</b>	<b>519 305 666 €</b>	<b>269 115 599 €</b>	<b>285 686 434 €</b>	<b>298 537 067 €</b>	<b>275 545 962 €</b>	<b>159 195 971 €</b>	<b>101 973 103 €</b>

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	2 485 007 024 €	346 268 977 €	240 870 977 €	294 506 708 €	319 953 431 €	343 678 265 €	180 285 493 €	187 725 402 €	206 696 161 €	185 470 491 €	106 176 177 €	73 374 940 €
Protected life-time employment	232 881 326 €	33 601 003 €	21 313 985 €	23 806 876 €	32 624 808 €	32 893 600 €	17 708 785 €	19 175 203 €	18 746 959 €	18 594 613 €	9 662 760 €	4 752 734 €
SELF-EMPLOYED	767 900 074 €	115 542 373 €	72 099 230 €	85 852 575 €	94 603 440 €	112 663 574 €	54 542 035 €	63 889 084 €	55 483 441 €	59 541 923 €	34 950 161 €	18 732 239 €
Unemployed	194 986 956 €	39 923 949 €	18 000 843 €	25 831 189 €	26 252 132 €	22 186 992 €	14 055 628 €	11 717 978 €	15 484 511 €	9 446 756 €	7 423 998 €	4 662 979 €
Other/No data	65 308 027 €	23 169 684 €	8 780 645 €	8 342 772 €	5 378 007 €	7 883 234 €	2 523 657 €	3 178 767 €	2 125 995 €	2 492 180 €	982 875 €	450 210 €
<b>Total</b>	<b>3 746 083 407 €</b>	<b>558 505 986 €</b>	<b>361 065 680 €</b>	<b>438 340 121 €</b>	<b>478 811 818 €</b>	<b>519 305 666 €</b>	<b>269 115 599 €</b>	<b>285 686 434 €</b>	<b>298 537 067 €</b>	<b>275 545 962 €</b>	<b>159 195 971 €</b>	<b>101 973 103 €</b>

# 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	40 534 103 €	4 444 609 €	3 360 804 €	3 242 236 €	5 255 773 €	6 917 379 €	3 498 724 €	3 988 251 €	3 958 833 €	4 305 830 €	1 269 989 €	291 675 €
Aquitaine	181 082 851 €	23 976 464 €	17 156 791 €	19 142 946 €	22 458 849 €	27 236 598 €	14 827 148 €	16 381 929 €	13 154 645 €	14 872 577 €	8 645 544 €	3 229 360 €
Auvergne	17 301 464 €	1 895 817 €	966 481 €	1 869 580 €	2 108 103 €	2 443 774 €	1 281 635 €	1 105 446 €	2 189 159 €	1 633 367 €	1 220 730 €	587 371 €
Basse-Normandie	39 448 888 €	4 730 962 €	2 996 321 €	5 097 017 €	6 123 000 €	5 592 982 €	4 098 960 €	3 545 359 €	3 605 800 €	2 337 717 €	1 320 770 €	- €
Bourgogne	29 280 016 €	2 017 633 €	2 064 527 €	2 629 228 €	4 020 902 €	5 874 529 €	1 790 988 €	2 973 311 €	3 677 261 €	1 674 596 €	2 445 753 €	111 288 €
Bretagne	63 861 657 €	8 186 938 €	5 423 101 €	9 024 637 €	8 331 173 €	10 546 929 €	5 155 655 €	4 081 369 €	6 277 796 €	4 774 633 €	1 498 198 €	561 229 €
Centre	61 197 237 €	7 001 116 €	5 531 210 €	5 854 464 €	6 971 976 €	8 400 167 €	5 346 076 €	5 797 591 €	3 723 890 €	7 329 942 €	4 136 555 €	1 104 251 €
Champagne-Ardenne	11 301 991 €	1 258 940 €	745 750 €	831 273 €	1 281 208 €	2 148 987 €	1 175 397 €	1 226 170 €	788 603 €	824 722 €	742 448 €	278 493 €
Corse	10 490 359 €	1 512 077 €	1 001 558 €	532 560 €	1 434 575 €	1 031 847 €	171 879 €	693 767 €	1 164 575 €	372 776 €	1 060 180 €	1 514 564 €
Départements d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Franche-Comté	13 352 554 €	1 554 627 €	1 215 320 €	1 027 859 €	2 137 981 €	2 401 401 €	1 240 082 €	632 963 €	931 761 €	1 700 461 €	510 098 €	- €
Haute-Normandie	102 367 612 €	8 572 856 €	6 810 259 €	10 812 210 €	12 446 600 €	16 249 207 €	7 247 378 €	7 957 147 €	11 732 398 €	13 091 746 €	6 307 942 €	1 139 870 €
Île-de-France	1 741 785 287 €	294 912 918 €	181 263 185 €	211 018 247 €	225 212 073 €	230 161 630 €	115 130 027 €	120 016 894 €	123 535 356 €	114 574 949 €	65 911 316 €	60 048 691 €
Languedoc-Roussillon	54 985 855 €	7 054 283 €	5 255 781 €	5 064 745 €	5 718 000 €	10 356 824 €	5 291 925 €	3 381 048 €	6 092 792 €	3 407 812 €	2 339 342 €	1 023 302 €
Limousin	11 753 318 €	1 191 302 €	970 778 €	1 286 404 €	2 296 830 €	1 365 234 €	1 313 257 €	1 457 228 €	1 148 059 €	307 901 €	416 326 €	- €
Lorraine	49 253 981 €	3 565 624 €	2 801 942 €	3 762 317 €	7 461 276 €	8 260 169 €	4 897 682 €	5 004 270 €	6 930 746 €	4 284 477 €	2 089 616 €	195 863 €
Midi-Pyrénées	72 044 411 €	9 197 140 €	6 932 009 €	7 391 112 €	10 178 820 €	7 186 339 €	5 974 492 €	7 646 504 €	9 200 530 €	4 822 424 €	2 823 631 €	691 412 €
Nord-Pas-de-Calais	232 960 405 €	28 264 038 €	19 423 990 €	23 894 647 €	27 744 955 €	32 931 979 €	17 249 228 €	20 034 053 €	19 650 150 €	19 615 192 €	15 581 362 €	8 570 810 €
Pays-de-la-Loire	90 117 865 €	12 510 070 €	8 334 318 €	11 624 890 €	13 987 383 €	12 426 594 €	8 470 921 €	5 572 451 €	6 380 272 €	5 171 035 €	3 585 261 €	2 054 668 €
Picardie	22 359 316 €	3 150 305 €	1 022 214 €	1 620 648 €	1 430 704 €	2 387 394 €	2 141 244 €	1 671 419 €	4 222 492 €	2 712 989 €	1 401 105 €	598 802 €
Poitou-Charentes	84 018 484 €	11 746 846 €	6 455 711 €	10 141 366 €	9 852 534 €	10 238 576 €	6 188 747 €	7 079 461 €	7 924 782 €	7 219 873 €	5 632 876 €	1 537 712 €
Provence-Alpes-Côte d'Azur	498 271 060 €	79 842 229 €	42 841 000 €	55 478 198 €	63 319 948 €	68 683 855 €	35 753 459 €	43 025 678 €	42 889 364 €	40 154 199 €	18 730 191 €	7 552 938 €
Rhône-Alpes	318 314 695 €	41 919 194 €	38 492 632 €	46 993 537 €	39 039 154 €	46 463 269 €	20 870 692 €	22 414 127 €	19 357 803 €	20 356 745 €	11 526 740 €	10 880 803 €
Territoires d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
No data	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
<b>Total</b>	<b>3 746 083 407 €</b>	<b>558 505 986 €</b>	<b>361 065 680 €</b>	<b>438 340 121 €</b>	<b>478 811 818 €</b>	<b>519 305 666 €</b>	<b>269 115 599 €</b>	<b>285 686 434 €</b>	<b>298 537 067 €</b>	<b>275 545 962 €</b>	<b>159 195 971 €</b>	<b>101 973 103 €</b>

**ASSET COVER TEST**

Date of Asset Cover test:

14/10/2011

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

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

<b>R</b>	<b>Asset Cover test Ratio</b>	<b>1.72</b>
	Adjusted Aggregate Asset Amount (AAAA)	3 301 888 616.98 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 272.80 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

<b>A</b>	<b>=min(A1 ; A2)</b>	<b>3 259 092 563.91 €</b>
<b>A1</b>	Adjusted Home Loan Outstanding Principal Amount	3 645 521 214.20 €
<b>A2</b>	= a * b	3 259 092 563.91 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 746 083 406.79 €
	Asset Percentage (b)	87.0%

<b>B</b>	Cash Collateral Account	-
----------	-------------------------	---

<b>C</b>	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

<b>D</b>	Permitted Investments	<b>95 455 990.08 €</b>
----------	-----------------------	------------------------

<b>Y</b>	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  $\alpha$  plus 2 months, where alpha means the period between 2 interest payment dates (1st day of such period included and last day of

<b>Z</b>	WAM * Covered Bond Outstanding Principal Amount * 0.50%	<b>52 659 937</b>
	WAM (Weighted Average Maturity)	5.47
	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	5.2575 Years
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.8849 Years
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.8877 Years
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	7.5123 Years

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.