

HSBC SFH (France) Investor Report

Collection Period End:

31/08/2011

Date of Report:

12/09/2011

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	3 748 722 753 €
Number of Loans	30 803
Number of Borrowers	27 400
Average Loan Balance	121 700
Weighted Average Seasoning of Loan parts (months)	51.90
Weighted Average Remaining Term of Loan Parts (months)	166.07
Percentage of floating interest rate loans	4.83%
Weighted Average Current LTV	68.4%
Weighted Average Current Indexed LTV	58.8%
Loan Originator	Total Loan Balance
HBFH	3 748 722 753 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	1 924 970 273 €
Weight Average Maturity	5.55

ACT Results	
Asset Cover Ratio	1.69
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%	555 338 537 €	8 384
>40% - ≤50%	357 545 446 €	3 107
>50% - ≤60%	439 177 860 €	3 468
>60% - ≤70%	475 164 930 €	3 552
>70% - ≤80%	517 130 608 €	3 649
>80% - ≤85%	271 781 859 €	1 785
>85% - ≤90%	285 176 521 €	1 893
>90% - ≤95%	297 056 509 €	1 890
>95% - ≤100%	286 083 552 €	1 662
>100% - ≤105%	163 179 049 €	919
>105%	101 087 881 €	494
Total	3 748 722 753 €	30 803

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	937 679 040 €	12 047
>40% - ≤50%	455 311 016 €	3 523
>50% - ≤60%	498 097 627 €	3 462
>60% - ≤70%	507 459 616 €	3 363
>70% - ≤80%	504 783 203 €	3 226
>80% - ≤85%	233 259 988 €	1 440
>85% - ≤90%	200 336 047 €	1 281
>90% - ≤95%	199 882 898 €	1 274
>95% - ≤100%	211 913 318 €	1 187
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	3 748 722 753 €	30 803

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 748 722 753 €	30 803
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	3 748 722 753 €	30 803

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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	368 428 772 €	56 718 607 €	33 284 906 €	46 480 323 €	43 952 647 €	52 554 150 €	32 634 358 €	25 841 379 €	27 956 430 €	34 915 999 €	9 981 082 €	4 108 892 €
≥12 - <24	481 511 439 €	51 557 255 €	34 453 276 €	41 743 490 €	43 355 782 €	56 752 575 €	31 003 273 €	31 381 365 €	38 242 462 €	43 346 348 €	55 378 802 €	54 296 810 €
≥24 - <36	194 648 458 €	28 714 572 €	17 768 730 €	19 746 309 €	19 716 556 €	21 275 501 €	13 882 402 €	14 172 762 €	15 274 289 €	18 972 553 €	17 829 838 €	7 294 945 €
≥36 - <60	918 358 644 €	113 039 990 €	71 248 851 €	89 497 147 €	111 953 929 €	120 892 532 €	62 955 685 €	77 872 433 €	92 909 648 €	89 838 290 €	66 477 961 €	21 662 178 €
≥60	1 785 775 441 €	305 308 113 €	200 789 683 €	241 710 591 €	255 186 016 €	265 655 850 €	131 296 141 €	135 908 583 €	122 673 680 €	99 010 361 €	13 511 365 €	13 725 057 €
Total	3 748 722 753 €	555 338 537 €	357 545 446 €	439 177 860 €	475 164 930 €	517 130 608 €	271 781 859 €	285 176 521 €	297 056 509 €	286 083 552 €	163 179 049 €	101 087 881 €

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	3 376 200 529 €	518 380 599 €	332 169 105 €	405 428 761 €	429 359 853 €	466 013 086 €	239 146 734 €	248 784 324 €	254 975 847 €	253 469 263 €	139 410 016 €	89 062 941 €
RE-MORTGAGE	202 563 310 €	11 692 425 €	10 338 275 €	15 756 480 €	22 439 515 €	31 498 658 €	22 272 450 €	22 557 557 €	27 638 053 €	14 628 136 €	14 587 558 €	9 154 204 €
EQUITY RELEASE	0 €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Construction (Surface Increase)	109 556 970 €	15 199 153 €	7 484 745 €	9 571 195 €	14 203 955 €	14 138 844 €	7 262 813 €	10 120 715 €	10 516 917 €	12 250 793 €	6 342 085 €	2 465 754 €
Construction (New Building)	60 401 944 €	10 066 360 €	7 533 322 €	8 421 423 €	9 161 608 €	5 480 021 €	3 099 862 €	3 713 925 €	3 925 691 €	5 735 360 €	2 839 389 €	404 982 €
Other/No data	0 €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 748 722 753 €	555 338 537 €	357 545 446 €	439 177 860 €	475 164 930 €	517 130 608 €	271 781 859 €	285 176 521 €	297 056 509 €	286 083 552 €	163 179 049 €	101 087 881 €

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	2 712 526 095 €	432 786 254 €	271 910 694 €	331 394 392 €	343 822 932 €	369 251 593 €	191 966 966 €	205 659 032 €	200 813 490 €	194 873 822 €	104 986 549 €	65 060 382 €
Buy-to let	719 244 098 €	65 280 738 €	51 786 354 €	68 095 637 €	84 645 465 €	99 266 899 €	59 291 206 €	61 680 843 €	75 050 050 €	74 602 079 €	48 080 657 €	31 464 170 €
Vacation / second home	316 952 559 €	57 271 545 €	33 848 399 €	39 687 831 €	46 696 534 €	48 612 116 €	20 523 697 €	17 836 647 €	21 192 969 €	16 607 651 €	10 111 843 €	4 563 330 €
Other/No data	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 748 722 753 €	555 338 537 €	357 545 446 €	439 177 860 €	475 164 930 €	517 130 608 €	271 781 859 €	285 176 521 €	297 056 509 €	286 083 552 €	163 179 049 €	101 087 881 €

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	2 490 538 280 €	347 090 144 €	239 114 734 €	298 209 966 €	316 129 552 €	339 491 048 €	182 539 006 €	187 440 651 €	207 153 771 €	192 703 322 €	110 647 473 €	70 018 613 €
Protected life-time employment	232 781 388 €	33 475 803 €	19 808 766 €	23 501 527 €	32 562 677 €	33 313 779 €	16 620 255 €	19 127 627 €	20 764 726 €	18 033 905 €	8 894 053 €	6 678 271 €
SELF-EMPLOYED	768 970 790 €	113 045 127 €	70 933 593 €	86 342 151 €	94 153 891 €	112 209 182 €	56 511 178 €	63 623 216 €	53 195 571 €	63 774 639 €	35 692 256 €	19 489 987 €
Unemployed	191 024 685 €	38 329 460 €	18 408 180 €	23 295 022 €	26 262 498 €	25 489 723 €	13 217 011 €	11 775 238 €	13 549 386 €	9 274 226 €	6 766 253 €	4 657 688 €
Other/No data	65 407 610 €	23 398 003 €	9 280 173 €	7 829 194 €	6 056 313 €	6 626 877 €	2 894 408 €	3 209 789 €	2 393 055 €	2 297 460 €	1 179 014 €	243 322 €
Total	3 748 722 753 €	555 338 537 €	357 545 446 €	439 177 860 €	475 164 930 €	517 130 608 €	271 781 859 €	285 176 521 €	297 056 509 €	286 083 552 €	163 179 049 €	101 087 881 €

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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	41 522 292 €	4 515 292 €	3 078 173 €	3 236 477 €	5 411 034 €	7 653 444 €	3 423 753 €	4 185 595 €	3 559 058 €	4 407 578 €	1 759 997 €	291 890 €
Aquitaine	181 150 525 €	24 546 122 €	16 505 287 €	19 739 626 €	22 522 458 €	27 661 063 €	14 763 258 €	14 468 284 €	13 202 723 €	16 103 446 €	8 533 761 €	3 104 496 €
Auvergne	17 369 452 €	1 903 899 €	886 865 €	1 892 764 €	2 169 429 €	2 220 400 €	911 685 €	1 479 854 €	2 127 374 €	2 016 336 €	1 171 738 €	589 108 €
Basse-Normandie	38 596 468 €	4 756 165 €	2 766 878 €	4 983 143 €	6 106 809 €	5 268 873 €	3 752 877 €	3 869 764 €	3 163 744 €	2 484 043 €	1 363 339 €	80 834 €
Bourgogne	29 261 226 €	2 092 322 €	1 824 765 €	2 885 567 €	3 704 930 €	5 817 505 €	1 957 421 €	3 026 816 €	3 721 549 €	1 997 985 €	1 970 384 €	261 983 €
Bretagne	64 461 010 €	8 218 689 €	5 676 913 €	8 641 473 €	8 640 539 €	10 115 611 €	5 777 498 €	3 828 312 €	5 776 254 €	5 754 728 €	1 225 573 €	805 421 €
Centre	61 789 722 €	6 937 069 €	5 854 632 €	5 644 871 €	6 842 153 €	8 442 786 €	5 446 500 €	5 563 576 €	3 962 011 €	7 366 386 €	4 621 766 €	1 107 972 €
Champagne-Ardenne	10 601 000 €	1 275 013 €	841 221 €	763 973 €	1 198 430 €	1 639 272 €	817 198 €	1 345 250 €	1 069 282 €	627 663 €	744 424 €	279 273 €
Corse	10 856 187 €	1 480 860 €	1 266 302 €	591 357 €	1 393 886 €	1 132 510 €	178 308 €	697 998 €	1 169 805 €	491 957 €	851 131 €	1 602 073 €
Départements d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Franche-Comté	13 446 140 €	1 566 355 €	1 131 563 €	1 084 100 €	2 198 125 €	2 220 178 €	1 434 665 €	373 331 €	1 176 021 €	1 749 756 €	512 045 €	- €
Haute-Normandie	102 558 611 €	8 649 436 €	6 693 585 €	10 943 532 €	11 807 894 €	16 171 530 €	7 247 712 €	8 311 081 €	11 650 317 €	13 040 992 €	6 888 563 €	1 153 968 €
Île-de-France	1 746 457 016 €	293 316 751 €	179 976 956 €	211 682 137 €	222 615 716 €	230 562 400 €	116 000 397 €	122 620 476 €	124 467 489 €	117 648 039 €	67 777 958 €	59 788 698 €
Languedoc-Roussillon	54 562 462 €	7 123 695 €	5 216 075 €	4 668 127 €	5 626 446 €	10 228 024 €	5 753 255 €	3 395 185 €	5 733 019 €	3 307 078 €	2 579 669 €	931 889 €
Limousin	11 277 436 €	1 206 786 €	1 156 153 €	816 619 €	2 332 024 €	1 373 331 €	1 117 702 €	1 607 729 €	1 112 061 €	357 302 €	197 730 €	- €
Lorraine	49 658 753 €	3 551 913 €	2 708 339 €	3 905 159 €	7 193 376 €	8 353 938 €	5 828 842 €	4 719 759 €	6 791 032 €	4 429 926 €	1 979 917 €	196 552 €
Midi-Pyrénées	71 296 934 €	9 487 589 €	6 971 229 €	6 940 223 €	10 347 466 €	7 529 459 €	5 621 633 €	6 699 500 €	9 402 850 €	4 520 867 €	2 891 190 €	884 928 €
Nord-Pas-de-Calais	230 328 236 €	28 083 388 €	18 031 938 €	24 082 076 €	27 443 253 €	31 596 731 €	17 776 109 €	19 941 806 €	18 724 723 €	20 522 667 €	16 147 848 €	7 977 695 €
Pays-de-la-Loire	89 131 264 €	11 892 389 €	8 264 746 €	11 322 918 €	14 030 047 €	13 165 243 €	8 049 999 €	5 923 533 €	6 772 244 €	4 822 590 €	3 414 081 €	1 473 474 €
Picardie	22 229 966 €	3 124 102 €	1 072 854 €	1 797 409 €	1 439 358 €	2 068 803 €	2 081 440 €	1 819 616 €	3 876 293 €	3 199 266 €	1 404 374 €	346 451 €
Poitou-Charentes	82 606 418 €	11 452 743 €	6 343 927 €	9 948 060 €	9 917 169 €	9 346 435 €	5 862 899 €	6 826 476 €	6 963 689 €	8 266 646 €	6 019 542 €	1 658 834 €
Provence-Alpes-Côte d'Azur	498 785 066 €	78 757 204 €	43 180 003 €	55 613 716 €	62 982 950 €	68 558 149 €	35 924 006 €	42 350 293 €	44 487 359 €	40 645 795 €	19 103 261 €	7 182 331 €
Rhône-Alpes	320 776 567 €	41 400 758 €	38 097 043 €	47 994 531 €	39 241 436 €	46 004 922 €	22 054 701 €	22 122 286 €	18 147 613 €	22 322 507 €	12 020 759 €	11 370 011 €
Territoires d'Outre-Mer	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
No data	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €	- €
Total	3 748 722 753 €	555 338 537 €	357 545 446 €	439 177 860 €	475 164 930 €	517 130 608 €	271 781 859 €	285 176 521 €	297 056 509 €	286 083 552 €	163 179 049 €	101 087 881 €

ASSET COVER TEST

Date of Asset Cover test:

12/09/2011

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

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

R	Asset Cover test Ratio	1.69
	Adjusted Aggregate Asset Amount (AAAA)	3 251 511 498.30 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 272.80 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	3 261 388 794.80 €
A1	Adjusted Home Loan Outstanding Principal Amount	3 648 079 690.42 €
A2	= a * b	3 261 388 794.80 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 748 722 752.64 €
	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	43 389 927.00 €
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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%	53 453 450
	WAM (Weighted Average Maturity)	5.55
	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	5.3397 Years
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.9671 Years
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.9699 Years
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	7.5945 Years

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