

HSBC SFH (France) Investor Report

Collection Period End:

31/10/2011

Date of Report:

15/11/2011

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	3 738 696 958 €
Number of Loans	30 821
Number of Borrowers	27 445
Average Loan Balance	121 304
Weighted Average Seasoning of Loan parts (months)	52.76
Weighted Average Remaining Term of Loan Parts (months)	165.41
Percentage of floating interest rate loans	4.78%
Weighted Average Current LTV	68.1%
Weighted Average Current Indexed LTV	58.8%
Loan Originator	Total Loan Balance
HBFH	3 738 696 958 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	1 924 970 273 €
Weight Average Maturity	5.39

ACT Results	
Asset Cover Ratio	1.71
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%	559 010 380 €	8 480
>40% - ≤50%	363 184 098 €	3 163
>50% - ≤60%	437 371 187 €	3 473
>60% - ≤70%	477 336 971 €	3 557
>70% - ≤80%	522 638 410 €	3 697
>80% - ≤85%	264 649 417 €	1 735
>85% - ≤90%	293 259 276 €	1 909
>90% - ≤95%	292 967 272 €	1 870
>95% - ≤100%	273 604 790 €	1 584
>100% - ≤105%	155 440 258 €	890
>105%	99 234 897 €	463
Total	3 738 696 958 €	30 821

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	934 483 092 €	12 102
>40% - ≤50%	453 148 806 €	3 517
>50% - ≤60%	493 426 575 €	3 449
>60% - ≤70%	509 502 655 €	3 369
>70% - ≤80%	506 066 574 €	3 236
>80% - ≤85%	225 685 218 €	1 376
>85% - ≤90%	199 231 664 €	1 291
>90% - ≤95%	205 393 623 €	1 293
>95% - ≤100%	211 758 752 €	1 188
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	3 738 696 958 €	30 821

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	3 738 696 958 €	30 821
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	3 738 696 958 €	30 821

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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	347 028 582 €	49 859 933 €	33 165 523 €	41 348 847 €	46 147 104 €	57 326 358 €	25 520 149 €	26676 389 €	29 780 988 €	32 103 849 €	4 886 721 €	212 721 €
≥12 - <24	452 934 240 €	55 037 882 €	33 899 812 €	41 087 798 €	43 809 997 €	50 771 995 €	31 037 871 €	29103 647 €	34 240 753 €	38 072 357 €	48 592 912 €	47 279216 €
≥24 - <36	258 231 564 €	29 663 557 €	21 355 940 €	22 738 708 €	24 238 611 €	30 569 861 €	16 397 551 €	16485 777 €	23 452 632 €	25 900 049 €	28 464 836 €	18 964042 €
≥36 - <60	791 311 278 €	104 009 139 €	60 045 353 €	77 736 328 €	92 697 568 €	100 647 051 €	53 819 216 €	2 076 990 €	73 910 860 €	78 635 323 €	60 141 562 €	17 91 888 €
≥60	1 889 191 293 €	320 439 869 €	214 717 470 €	254 459 506 €	270 443 691 €	283 323 145 €	137 874 629 €	148 916 473 €	131 582 039 €	98 893 212 €	13 354 227 €	15 187 031 €
Total	3 738 696 958 €	559 010 380 €	363 184 098 €	437 371 187 €	477 336 971 €	522 638 410 €	264 649 417 €	293 259 276 €	292 967 272 €	273 604 790 €	155 440 258 €	99 234 897 €

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	3 365 411 249 €	521 136 911 €	337 688 109 €	403 446 908 €	431 917 400 €	469 775 168 €	232 632 631 €	255 015 920 €	251 906 396 €	243 239 969 €	131 713 180 €	86 958 659 €
RE-MORTGAGE	203 377 099 €	12 591 753 €	10 453 908 €	15 864 738 €	22 714 937 €	32 755 941 €	20 673 901 €	23 510 283 €	25 385 872 €	14 584 954 €	15 158 777 €	9 682 036 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	109 763 181 €	15 212 616 €	7 379 015 €	10 289 013 €	14169 697 €	13 992 186 €	7 464 977 €	10 589 128 €	11 044409 €	10 753 392 €	6 747 109 €	2 124 637 €
Construction (New Building)	60 145 429 €	10 069 101 €	7 683 066 €	7 770 528 €	8 534 988 €	6 115 115 €	3 877 908 €	4 143 945 €	4 633 595 €	5 026 475 €	1 821 193 €	469 566 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 738 696 958 €	559 010 380 €	363 184 098 €	437 371 187 €	477 336 971 €	522 638 410 €	264 649 417 €	293 259 276 €	292 967 272 €	273 604 790 €	155 440 258 €	99 234 897 €

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	2 702 469 148 €	436 853 969 €	275 565 501 €	327 969 525 €	345 030 201 €	376 451 104 €	184 282 443 €	211 299 031 €	195 501 693 €	189 907 204 €	97 270 343 €	62 338 134 €
Buy-to let	716 568 578 €	65 116 055 €	54 019 784 €	69 570 835 €	85 204 899 €	96 898 623 €	58 331 394 €	62 343 883 €	75 507678 €	69 302 079 €	47 172 462€	33 100 885 €
Vacation / second home	319 659 231 €	57 040 356 €	33 598 813 €	39 830 826 €	47 101 872 €	49 288 683 €	22 035 580 €	19 616 362 €	21 957901 €	14 395 507 €	10 997 453€	3 795 878 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	3 738 696 958 €	559 010 380 €	363 184 098 €	437 371 187 €	477 336 971 €	522 638 410 €	264 649 417 €	293 259 276 €	292 967 272 €	273 604 790 €	155 440 258 €	99 234 897 €

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	2 491 253 697 €	348 570 141 €	238 611 104 €	299 910 779 €	321 536 213 €	346 388 242 €	179 280 840 €	193 280 998 €	204 041 525 €	188 585 990 €	101 610 873 €	69 426 991 €
Protected life-time employment	228 270 656 €	32 764 074 €	20 271 372 €	24 657 098 €	30 683 531 €	33 285 792 €	17 480 119 €	19 619 709 €	17 249 370 €	18 051 157 €	8 212 008 €	5 996 426 €
SELF-EMPLOYED	765 964 243 €	114 750 572 €	73 298 424 €	84 484 437 €	93 152 716 €	111632 029 €	54 603 777 €	64 223827 €	57 501 382 €	55 991 810 €	37 044 836 €	19 280 434 €
Unemployed	191 653 709 €	39 404 871 €	22 614 527 €	20 968 228 €	25 945 276 €	25251 642 €	11 054 368 €	13 518 093 €	12 231 259 €	8 463337 €	8 016 165 €	4 185 945 €
Other/No data	61 554 653 €	23 520 723 €	8 388 672 €	7 350 645 €	6 019 236 €	6 070 706 €	2 230 313 €	2 616 650 €	1 943 736 €	2512 495 €	556 377 €	345 101 €
Total	3 738 696 958 €	559 010 380 €	363 184 098 €	437 371 187 €	477 336 971 €	522 638 410 €	264 649 417 €	293 259 276 €	292 967 272 €	273 604 790 €	155 440 258 €	99 234 897 €

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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	40 771 565 €	4 562 140 €	3 321 497 €	2 946 564 €	5 853 691 €	7 015 546 €	3 475 601 €	3 632 750 €	4 184 350 €	4 355 624 €	1 132 341 €	291 460 €
Aquitaine	181 662 938 €	24 132 550 €	17 147 805 €	19 918 448 €	21 528 447 €	28 487 779 €	15 479 584 €	15 729 905 €	13 042 560 €	15 127 269 €	7 734 574 €	3 334 017 €
Auvergne	18 379 162 €	1 956 705 €	1 000 714 €	1 788 331 €	2 379 020 €	2 641 894 €	1 281 274 €	1 100 684 €	2 570 762 €	1 747 913 €	1 074 900 €	836 965 €
Basse-Normandie	39 024 988 €	4 657 804 €	3 236 923 €	4 816 209 €	6 527 178 €	4 936 796 €	4 337 102 €	3 463 450 €	3 599 970 €	2 238 608 €	1 210 948 €	- €
Bourgogne	29 517 983 €	2 059 704 €	2 407 988 €	2 395 303 €	3 766 207 €	6 040 205 €	1 991 937 €	3 255 354 €	3 890 338 €	1 160 722 €	2 438 955 €	111 270 €
Bretagne	63 483 405 €	8 336 065 €	5 607 555 €	8 633 716 €	8 101 676 €	10 470 436 €	5 444 001 €	3 799 322 €	6 482 945 €	4 192 624 €	1 855 660 €	559 405 €
Centre	61 094 612 €	7 022 044 €	5 656 748 €	5 427 238 €	6 980 165 €	8 394 327 €	5 385 129 €	5 472 491 €	4 287 892 €	7 201 634 €	4 399 412 €	867 533 €
Champagne-Ardenne	11 332 913 €	1 306 795 €	676 322 €	688 437 €	1 455 302 €	2 456 596 €	977 888 €	1 185 865 €	746 878 €	904 328 €	749 022 €	185 480 €
Corse	10 944 953 €	1 437 051 €	1 090 579 €	826 555 €	1 422 894 €	1 089 416 €	170 326 €	689 521 €	1 035 721 €	730 506 €	941 698 €	1 510 686 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	13 603 009 €	1 545 642 €	1 205 182 €	1 017 831 €	2 125 411 €	2 552 853 €	1 131 137 €	580 263 €	1 181 588 €	1 693 935 €	569 168 €	- €
Haute-Normandie	101 809 134 €	8 643 497 €	6 805 209 €	10 461 870 €	12 929 030 €	16 043 491 €	7 123 947 €	8 129 310 €	11 338 721 €	13 815 299 €	5 839 867 €	678 894 €
Île-de-France	1 731 800 521 €	295 278 492 €	181 338 236 €	209 845 782 €	224 780 275 €	229 713 131 €	112 499 777 €	125 281 482 €	121 525 591 €	111 419 194 €	62 379 207 €	57 739 354 €
Languedoc-Roussillon	54 460 846 €	7 026 355 €	5 020 460 €	4 768 259 €	5 940 070 €	10 534 091 €	5 208 090 €	3 599 709 €	5 507 067 €	3 538 147 €	2 298 786 €	1 019 813 €
Limousin	11 679 461 €	1 409 788 €	758 025 €	1 373 205 €	2 364 189 €	1 326 017 €	1 304 270 €	1 483 063 €	958 456 €	288 213 €	414 235 €	- €
Lorraine	50 581 762 €	3 955 407 €	2 836 185 €	3 910 190 €	7 045 610 €	8 055 692 €	5 141 449 €	6 427 526 €	6 440 293 €	4 300 628 €	2 273 610 €	195 172 €
Midi-Pyrénées	71 658 791 €	8 768 953 €	6 822 214 €	7 140 411 €	10 500 003 €	7 364 549 €	6 960 003 €	8 558 063 €	7 712 947 €	4 330 677 €	2 811 742 €	689 227 €
Nord-Pas-de-Calais	234 020 112 €	28 504 140 €	20 896 223 €	24 195 595 €	27 166 124 €	33 406 321 €	16 217 926 €	20 880 270 €	19 848 130 €	20 202 742 €	14 680 341 €	8 022 301 €
Pays-de-la-Loire	89 712 260 €	12 325 738 €	8 472 670 €	11 524 328 €	13 734 644 €	13 167 691 €	8 314 680 €	5 383 589 €	6 400 935 €	4 694 320 €	3 776 509 €	1 917 156 €
Picardie	22 679 563 €	3 066 186 €	1 073 466 €	1 677 168 €	1 392 554 €	2 151 018 €	2 189 418 €	1 869 280 €	3 982 967 €	2 729 763 €	1 950 427 €	597 316 €
Poitou-Charentes	86 721 991 €	11 777 955 €	6 753 003 €	9 734 594 €	10 523 847 €	11 058 962 €	5 425 636 €	7 824 072 €	7 467 047 €	8 189 202 €	6 037 541 €	1 930 131 €
Provence-Alpes-Côte d'Azur	496 343 274 €	78 970 733 €	42 775 865 €	57 021 989 €	61 405 537 €	69 349 582 €	34 701 054 €	43 218 267 €	41 320 302 €	41 109 573 €	18 803 943 €	7 666 428 €
Rhône-Alpes	317 413 716 €	42 266 638 €	38 281 227 €	47 259 166 €	39 415 100 €	46 382 017 €	19 889 187 €	21 695 037 €	19 441 813 €	19 633 869 €	12 067 373 €	11 082 289 €
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	3 738 696 958 €	559 010 380 €	363 184 098 €	437 371 187 €	477 336 971 €	522 638 410 €	264 649 417 €	293 259 276 €	292 967 272 €	273 604 790 €	155 440 258 €	99 234 897 €

ASSET COVER TEST

Date of Asset Cover test:

15/11/2011

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

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

R	Asset Cover test Ratio	1.71
	Adjusted Aggregate Asset Amount (AAAA)	3 299 429 648.09 €
	Aggregate Covered Bond Outstanding Principal Amount	1 924 970 272.80 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	3 252 666 353.43 €
A1	Adjusted Home Loan Outstanding Principal Amount	3 638 053 756.47 €
A2	= a * b	3 252 666 353.43 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	3 738 696 957.97 €
	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	69 171 345.00 €
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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%	51 839 979
	WAM (Weighted Average Maturity)	5.39
	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	5.1726 Years
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000.00	07/09/2015	3.8 Years
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000.00	07/09/2018	6.8027 Years
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000.00	23/04/2019	7.4274 Years

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