

HSBC SFH (France) Investor Report

Collection Period End:

31/07/2016

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	6 553 579 822 €
Number of Loans	49 082
Number of Borrowers	39 850
Average Loan Balance	133 523
Weighted Average Seasoning of Loan parts (months)	41,83
Weighted Average Remaining Term of Loan Parts (months)	153,99
Percentage of floating interest rate loans	1,03%
Weighted Average Current LTV	60,5%
Weighted Average Current Indexed LTV	60,3%
Loan Originator	Total Loan Balance
HBFRR	6 553 579 822 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	5 119 583 295 €
Weight Average Maturity	4,00
ACT Results	
Asset Cover Ratio	1,12
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%	1 105 787 745 €	12 007
>40% - ≤50%	815 840 439 €	6 489
>50% - ≤60%	1 064 414 221 €	7 619
>60% - ≤70%	1 154 749 515 €	7 764
>70% - ≤80%	1 280 095 254 €	8 282
>80% - ≤85%	656 778 485 €	4 066
>85% - ≤90%	436 310 485 €	2 575
>90% - ≤95%	26 693 112 €	170
>95% - ≤100%	10 251 715 €	87
>100% - ≤105%	1 330 476 €	9
>105%	1 328 375 €	14
Total	6 553 579 822 €	49 082

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 207 505 515 €	12 899
>40% - ≤50%	812 353 632 €	6 314
>50% - ≤60%	995 033 398 €	7 011
>60% - ≤70%	1 075 536 417 €	7 161
>70% - ≤80%	1 175 816 781 €	7 639
>80% - ≤85%	636 751 945 €	4 037
>85% - ≤90%	650 582 133 €	4 021
>90% - ≤95%	0 €	-
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	6 553 579 822 €	49 082

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	6 553 579 822 €	49 082
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	6 553 579 822 €	49 082

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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	1 062 753 626 €	116 619 614 €	93 125 392 €	164 185 847 €	189 597 322 €	206 960 350 €	110 613 336 €	176 863 064 €	3 509 221 €	1 279 481 €	0 €	0 €
≥12 - <24	1 337 479 594 €	185 809 036 €	159 335 644 €	194 031 482 €	220 906 528 €	282 368 709 €	186 969 202 €	102 234 810 €	4 675 225 €	1 148 959 €	0 €	0 €
≥24 - <36	1 508 831 287 €	205 387 526 €	179 181 464 €	248 641 943 €	271 226 121 €	331 374 875 €	172 937 020 €	86 778 792 €	7 959 222 €	4 340 399 €	570 879 €	433 046 €
≥36 - <60	1 199 621 337 €	221 442 530 €	157 130 315 €	195 866 213 €	227 597 278 €	244 742 878 €	111 401 949 €	34 421 414 €	3 984 138 €	2 101 495 €	323 822 €	609 306 €
≥60	1 444 893 978 €	376 529 039 €	227 067 624 €	261 688 737 €	245 422 266 €	214 648 443 €	74 856 979 €	36 012 405 €	6 565 306 €	1 381 383 €	435 774 €	286 023 €
Total	6 553 579 822 €	1 105 787 745 €	815 840 439 €	1 064 414 221 €	1 154 749 515 €	1 280 095 254 €	656 778 485 €	436 310 485 €	26 693 112 €	10 251 715 €	1 330 476 €	1 328 373 €

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	5 094 561 282 €	866 225 690 €	636 578 476 €	833 018 181 €	905 010 419 €	1 002 070 024 €	506 055 468 €	333 117 115 €	9 244 924 €	2 954 962 €	0 €	286 023 €
RE-MORTGAGE	1 227 004 561 €	193 280 871 €	152 474 437 €	194 043 586 €	209 659 693 €	228 427 612 €	129 086 908 €	93 489 138 €	16 883 407 €	7 296 753 €	1 319 804 €	1 042 352 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	97 223 686 €	19 557 370 €	11 488 557 €	15 114 764 €	16 615 467 €	19 361 750 €	11 062 513 €	3 458 484 €	564 781 €	0 €	0 €	0 €
Construction (New Building)	134 790 292 €	26 723 814 €	15 298 968 €	22 237 689 €	23 463 936 €	30 235 868 €	10 573 597 €	6 245 748 €	0 €	0 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 553 579 822 €	1 105 787 745 €	815 840 439 €	1 064 414 221 €	1 154 749 515 €	1 280 095 254 €	656 778 485 €	436 310 485 €	26 693 112 €	10 251 715 €	1 330 476 €	1 328 373 €

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	4 998 987 729 €	868 480 955 €	649 504 143 €	810 651 121 €	878 307 342 €	957 327 364 €	487 289 599 €	321 200 787 €	18 080 462 €	6 510 273 €	731 368 €	904 316 €
Buy-to let	1 053 575 658 €	138 839 545 €	103 018 711 €	154 354 670 €	189 684 677 €	240 217 063 €	129 765 840 €	85 367 278 €	8 211 543 €	3 518 267 €	174 005 €	424 059 €
Vacation / second home	501 016 435 €	98 467 245 €	63 317 585 €	99 408 431 €	86 757 496 €	82 550 828 €	39 723 046 €	29 742 420 €	401 107 €	223 175 €	425 103 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 553 579 822 €	1 105 787 745 €	815 840 439 €	1 064 414 221 €	1 154 749 515 €	1 280 095 254 €	656 778 485 €	436 310 485 €	26 693 112 €	10 251 715 €	1 330 476 €	1 328 373 €

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	4 966 207 190 €	826 832 461 €	628 290 373 €	821 543 829 €	882 001 433 €	958 904 208 €	487 595 795 €	333 567 466 €	18 436 975 €	7 569 443 €	535 312 €	929 898 €
Protected life-time employment	456 653 621 €	73 276 088 €	54 024 905 €	72 426 606 €	81 120 257 €	93 151 933 €	46 915 796 €	33 563 166 €	1 410 087 €	673 116 €	91 668 €	0 €
SELF-EMPLOYED	885 506 371 €	147 160 943 €	104 657 623 €	134 755 796 €	151 077 429 €	186 926 249 €	97 527 663 €	55 755 744 €	4 990 053 €	1 552 896 €	703 495 €	398 480 €
Unemployed	58 087 282 €	13 683 280 €	8 215 796 €	7 834 094 €	11 049 895 €	9 405 948 €	5 152 835 €	2 351 207 €	135 213 €	259 013 €	0 €	0 €
Other/No data	187 125 358 €	44 834 973 €	20 651 742 €	27 853 897 €	29 500 500 €	31 706 917 €	19 586 396 €	11 072 902 €	1 720 784 €	197 248 €	0 €	0 €
Total	6 553 579 822 €	1 105 787 745 €	815 840 439 €	1 064 414 221 €	1 154 749 515 €	1 280 095 254 €	656 778 485 €	436 310 485 €	26 693 112 €	10 251 715 €	1 330 476 €	1 328 373 €

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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	48 953 668 €	5 609 761 €	7 657 710 €	9 454 070 €	7 633 260 €	10 524 877 €	4 541 300 €	3 532 689 €	0 €	0 €	0 €	0 €
Aquitaine	319 973 926 €	47 386 291 €	34 550 734 €	46 826 167 €	58 806 400 €	59 022 240 €	37 598 367 €	29 333 716 €	4 602 337 €	1 809 914 €	10 671 €	27 088 €
Auvergne	28 568 153 €	3 803 744 €	2 135 894 €	5 914 112 €	5 311 877 €	6 379 764 €	3 035 268 €	1 987 495 €	0 €	0 €	0 €	0 €
Basse-Normandie	53 255 322 €	7 538 483 €	6 944 191 €	9 555 350 €	9 297 422 €	10 272 959 €	6 756 765 €	2 890 152 €	0 €	0 €	0 €	0 €
Bourgogne	40 263 898 €	4 922 485 €	4 756 743 €	6 024 690 €	8 652 154 €	9 173 667 €	4 015 587 €	2 718 572 €	0 €	0 €	0 €	0 €
Bretagne	92 410 289 €	15 725 424 €	11 893 421 €	14 795 507 €	14 708 200 €	17 182 783 €	11 039 353 €	6 883 256 €	182 346 €	0 €	0 €	0 €
Centre	110 287 239 €	15 044 657 €	11 148 991 €	17 612 177 €	19 469 241 €	27 837 508 €	10 795 678 €	7 854 758 €	524 229 €	0 €	0 €	0 €
Champagne-Ardenne	15 872 346 €	1 968 729 €	1 891 739 €	3 396 009 €	2 458 782 €	3 771 002 €	1 710 050 €	676 035 €	0 €	0 €	0 €	0 €
Corse	16 082 941 €	2 934 706 €	2 671 495 €	2 562 046 €	2 873 130 €	3 369 686 €	746 889 €	924 989 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	21 209 846 €	2 835 080 €	2 228 337 €	2 184 664 €	3 472 946 €	5 475 680 €	2 665 394 €	2 347 744 €	0 €	0 €	0 €	0 €
Haute-Normandie	116 182 906 €	16 029 333 €	15 747 655 €	16 466 118 €	22 421 369 €	27 040 786 €	11 398 359 €	7 079 286 €	0 €	0 €	0 €	0 €
Île-de-France	3 464 709 843 €	621 916 313 €	462 178 941 €	579 017 673 €	601 559 110 €	634 324 736 €	332 598 861 €	213 539 568 €	12 837 872 €	4 475 914 €	1 011 314 €	1 249 539 €
Languedoc-Roussillon	84 655 944 €	13 630 920 €	8 872 178 €	14 577 747 €	17 480 184 €	18 375 180 €	7 035 564 €	4 684 170 €	0 €	0 €	0 €	0 €
Limousin	11 568 049 €	2 214 072 €	1 147 546 €	2 023 882 €	2 161 829 €	2 657 082 €	1 282 870 €	80 767 €	0 €	0 €	0 €	0 €
Lorraine	64 993 939 €	7 801 720 €	7 742 987 €	9 710 956 €	10 147 248 €	16 387 253 €	8 346 343 €	4 857 432 €	0 €	0 €	0 €	0 €
Midi-Pyrénées	146 066 977 €	18 651 334 €	14 020 214 €	22 868 933 €	27 383 827 €	31 600 927 €	16 517 160 €	14 045 318 €	581 096 €	398 168 €	0 €	0 €
Nord-Pas-de-Calais	284 747 322 €	42 002 864 €	32 120 616 €	42 476 083 €	49 802 452 €	61 042 023 €	38 047 434 €	17 992 323 €	1 029 135 €	234 391 €	0 €	0 €
Pays-de-la-Loire	131 095 715 €	22 661 064 €	16 399 084 €	20 574 568 €	22 920 361 €	27 152 766 €	11 529 953 €	9 575 732 €	282 185 €	0 €	0 €	0 €
Picardie	101 239 036 €	11 237 399 €	12 788 948 €	15 954 545 €	19 174 482 €	21 201 659 €	12 209 051 €	7 660 892 €	1 012 060 €	0 €	0 €	0 €
Poitou-Charentes	92 927 891 €	16 158 530 €	9 854 631 €	13 976 880 €	17 303 288 €	19 541 694 €	9 283 361 €	6 809 507 €	0 €	0 €	0 €	0 €
Provence-Alpes-Côte d'Azur	757 205 523 €	137 586 176 €	88 089 196 €	126 358 880 €	133 999 707 €	154 535 186 €	69 103 680 €	46 844 650 €	688 049 €	0 €	0 €	0 €
Rhône-Alpes	551 309 050 €	88 128 659 €	60 999 185 €	82 083 164 €	97 712 245 €	113 225 797 €	56 521 198 €	43 991 433 €	4 953 804 €	3 333 328 €	308 490 €	51 747 €
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	6 553 579 822 €	1 105 787 745 €	815 840 439 €	1 064 414 221 €	1 154 749 515 €	1 280 095 254 €	656 778 485 €	436 310 485 €	26 693 112 €	10 251 715 €	1 330 476 €	1 328 375 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	1 137 739 742 €	17,36%	8 343
Guaranteed by Crédit Logement	5 415 840 080 €	82,64%	40 739
Total	6 553 579 822 €	100,00%	49 082

ASSET COVER TEST

Date of Asset Cover test:

31/07/2016

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

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

R	Asset Cover test Ratio	1,12
	Adjusted Aggregate Asset Amount (AAAA)	5 727 016 379,24 €
	Aggregate Covered Bond Outstanding Principal Amount	5 119 583 294,84 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 701 614 445,06 €
A1	Adjusted Home Loan Outstanding Principal Amount	6 478 598 999,36 €
A2	= a * b	5 701 614 445,06 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	6 553 579 821,91 €
	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	127 738 997,37 €
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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%	102 337 063
	WAM (Weighted Average Maturity)	4,00
	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	0,4736
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	2,1027
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,7269
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	7,2088
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	4,2437
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,6099

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