

HSBC SFH (France) Investor Report

Collection Period End:

31/12/2017

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 309 160 699 €
Number of Loans	35 168
Number of Borrowers	29 671
Average Loan Balance	150 966
Weighted Average Seasoning of Loan parts (months)	36,17
Weighted Average Remaining Term of Loan Parts (months)	159,91
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,4%
Weighted Average Current Indexed LTV	61,1%
Loan Originator	Total Loan Balance
HBFH	5 309 160 699 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	3 591 821 911 €
Weight Average Maturity	4,06
ACT Results	
Asset Cover Ratio	1,34
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%	281 648 733 €	3 511
>40% - ≤50%	467 414 219 €	3 498
>50% - ≤60%	1 395 259 909 €	9 053
>60% - ≤70%	1 598 326 494 €	9 928
>70% - ≤80%	1 207 163 912 €	7 077
>80% - ≤85%	165 649 185 €	979
>85% - ≤90%	120 527 791 €	699
>90% - ≤95%	45 593 874 €	257
>95% - ≤100%	25 388 865 €	155
>100% - ≤105%	2 083 557 €	9
>105%	104 161 €	2
Total	5 309 160 699 €	35 168

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	318 767 574 €	3 763
>40% - ≤50%	542 936 341 €	3 835
>50% - ≤60%	1 477 583 858 €	9 455
>60% - ≤70%	1 612 724 496 €	10 044
>70% - ≤80%	1 073 209 924 €	6 405
>80% - ≤85%	111 115 737 €	650
>85% - ≤90%	98 810 302 €	582
>90% - ≤95%	44 545 204 €	252
>95% - ≤100%	29 467 264 €	182
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 309 160 699 €	35 168

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 309 160 699 €	35 168
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 309 160 699 €	35 168

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	1 184 719 491 €	28 412 918 €	84 591 044 €	297 009 328 €	367 050 977 €	275 915 670 €	37 230 904 €	58 151 074 €	21 222 466 €	14 783 100 €	352 010 €	0 €
≥12 - <24	1 084 791 872 €	33 083 896 €	82 078 707 €	290 345 214 €	332 323 130 €	280 082 954 €	35 584 288 €	20 684 686 €	8 412 753 €	1 907 385 €	288 860 €	0 €
≥24 - <36	1 096 730 065 €	46 130 268 €	89 591 594 €	290 315 510 €	340 946 777 €	269 873 605 €	37 208 184 €	13 594 223 €	6 329 268 €	1 938 211 €	802 426 €	0 €
≥36 - <60	1 119 872 850 €	56 505 956 €	102 106 440 €	299 164 038 €	343 606 939 €	257 891 511 €	30 607 148 €	17 683 917 €	6 244 007 €	5 633 513 €	429 381 €	0 €
≥60	823 046 421 €	117 515 695 €	109 046 433 €	218 425 819 €	214 398 671 €	123 400 171 €	25 018 661 €	10 413 892 €	3 385 379 €	1126 657 €	210 881 €	104 161 €
Total	5 309 160 699 €	281 648 733 €	467 414 219 €	1 395 259 909 €	1 598 326 494 €	1 207 163 912 €	165 649 185 €	120 527 791 €	45 593 874 €	25 388 865 €	2 083 557 €	104 161 €

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	3 520 799 587 €	208 267 354 €	313 551 956 €	940 746 177 €	1 058 821 99 €	807 091 624 €	90 620 638 €	68 329 935 €	18 150 822 €	14 283 879 €	831 048 €	104 161 €
RE-MORTGAGE	1 625 406 634 €	58 762 433 €	141 020 928 €	411 056 689 €	491 280 341 €	367 008 030 €	69 249 295 €	49 582 733 €	25 800 045 €	10 864 751 €	781 391 €	0 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	67 429 815 €	7 428 375 €	5 543 104 €	15 204 493 €	18 85 339 €	16 944 756 €	1 773 724 €	915 625 €	744 400 €	0 €	0 €	0 €
Construction (New Building)	95 524 663 €	7 190 571 €	7 298 231 €	28 252 551 €	29 348 823 €	16 19 503 €	4 005 528 €	1 699 498 €	898 608 €	240 235 €	471 118 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 309 160 699 €	281 648 733 €	467 414 219 €	1 395 259 909 €	1 598 326 494 €	1 207 163 912 €	165 649 185 €	120 527 791 €	45 593 874 €	25 388 865 €	2 083 557 €	104 161 €

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	4 074 341 476 €	189 097 177 €	355 309 213 €	1 102 501 349 €	1 268 543 089 €	927 305 760 €	104 930 034 €	78 413 799 €	29 784 80 €	16 888 920 €	1 463 133 €	104 161 €
Buy-to let	818 472 709 €	54 460 680 €	61 990 723 €	172 371 021 €	20 405 849 €	207 086 032 €	47 673 371 €	33 502 902 €	13 670 564 €	6 902 022 €	409 543 €	0 €
Vacation / second home	416 346 514 €	38 090 876 €	50 114 283 €	120 387 538 €	09 377 555 €	72 772 120 €	13 045 779 €	8 611 089 €	2 13 469 €	1 597 923 €	210 881 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 309 160 699 €	281 648 733 €	467 414 219 €	1 395 259 909 €	1 598 326 494 €	1 207 163 912 €	165 649 185 €	120 527 791 €	45 593 874 €	25 388 865 €	2 083 557 €	104 161 €

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	4 124 554 191 €	210 199 055 €	362 168 124 €	1 099 628 660 €	1 241 875 441 €	934 628 632 €	123 237 074 €	95 578 288 €	35 878 712 €	19 776 390 €	1 583 816 €	0 €
Protected life-time employment	380 690 306 €	12 989 667 €	32 497 726 €	99 828 162 €	116 190 745 €	900 45 920 €	12 440 425 €	10 090 881 €	4 020 053 €	2 586 726 €	0 €	0 €
SELF-EMPLOYED	568 054 558 €	33 354 870 €	50 397 037 €	141 092 475 €	170 268 378 €	83 025 261 €	23 592 510 €	9 888 975 €	4 053 572 €	2 092 621 €	288 860 €	0 €
Unemployed	47 492 027 €	6 442 172 €	4 633 080 €	11 128 445 €	12 464 389 €	10 78 806 €	1 398 286 €	270 139 €	83 006 €	87 822 €	210 881 €	0 €
Other/No data	188 369 616 €	18 662 969 €	17 718 252 €	43 582 166 €	57 527 540 €	38690 293 €	4 980 890 €	4 699 508 €	1 558 531 €	845 306 €	0 €	104 161 €
Total	5 309 160 699 €	281 648 733 €	467 414 219 €	1 395 259 909 €	1 598 326 494 €	1 207 163 912 €	165 649 185 €	120 527 791 €	45 593 874 €	25 388 865 €	2 083 557 €	104 161 €

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	42 286 338 €	1 607 111 €	4 615 532 €	11 456 506 €	12 436 340 €	9 829 013 €	1 700 079 €	488 233 €	153 525 €	0 €	0 €	0 €
Aquitaine	261 772 096 €	13 205 284 €	15 809 090 €	59 007 152 €	72 213 008 €	6 467 922 €	16 003 126 €	12 477 254 €	6 022 355 €	2 156 066 €	210 881 €	0 €
Auvergne	20 478 860 €	587 361 €	1 588 779 €	5 948 847 €	6 857 974 €	5 083 876 €	52 111 €	59 431 €	150 539 €	149 942 €	0 €	0 €
Basse-Normandie	35 357 733 €	2 668 411 €	2 821 046 €	9 906 856 €	11 570 356 €	7 187 492 €	617 175 €	344 828 €	0 €	241 568 €	0 €	0 €
Bourgogne	33 877 358 €	1 320 506 €	5 875 466 €	9 718 570 €	9 521 290 €	6 187 31 €	559 715 €	416 734 €	277 747 €	0 €	0 €	0 €
Bretagne	65 008 520 €	3 366 345 €	7 362 653 €	17 302 058 €	18 083 820 €	14 83 132 €	2 548 011 €	1 305 676 €	208 826 €	0 €	0 €	0 €
Centre	78 554 800 €	3 746 705 €	10 597 181 €	19 583 459 €	23 682 130 €	12 71 637 €	4 992 720 €	2 276 748 €	641 606 €	332 615 €	0 €	0 €
Champagne-Ardenne	11 847 831 €	707 032 €	1 245 318 €	2 909 076 €	2 820 058 €	3 417 916 €	120 471 €	506 697 €	121 263 €	0 €	0 €	0 €
Corse	9 454 592 €	568 214 €	1 278 543 €	1 964 807 €	3 451 511 €	1 788 760 €	402 757 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	15 965 064 €	543 512 €	805 013 €	3 758 040 €	4 761 549 €	4 750 944 €	700 967 €	536 765 €	108 273 €	0 €	0 €	0 €
Haute-Normandie	70 961 436 €	2 536 236 €	9 089 045 €	18 611 302 €	24 701 809 €	11 13 840 €	1 977 482 €	2 036 146 €	681 612 €	188 963 €	0 €	0 €
Île-de-France	2 822 880 416 €	154 871 676 €	234 243 662 €	744 284 185 €	854 101 859 €	665 967 304 €	77 890 305 €	59 154 518 €	18 554 534 €	12 662 475 €	1 045 737 €	104 161 €
Languedoc-Roussillon	82 733 809 €	3 178 966 €	7 674 711 €	24 498 016 €	25 65 816 €	16 585 171 €	1 194 605 €	3 056 817 €	342 352 €	97 355 €	0 €	0 €
Limousin	8 043 277 €	494 604 €	898 601 €	2 638 707 €	2 919 850 €	675 640 €	299 989 €	115 887 €	0 €	0 €	0 €	0 €
Lorraine	44 540 793 €	1 751 717 €	5 037 120 €	10 075 836 €	13 44 881 €	10 334 738 €	1 508 324 €	1 297 292 €	216 510 €	89 376 €	0 €	0 €
Midi-Pyrénées	114 374 859 €	4 172 034 €	8 858 436 €	29 739 868 €	34 80 243 €	28 273 125 €	4 808 648 €	1 897 424 €	1 092 879 €	732 203 €	0 €	0 €
Nord-Pas-de-Calais	216 399 338 €	7 757 030 €	15 633 228 €	57 750 314 €	71 050 972 €	51 407 948 €	6 868 473 €	5 082 804 €	600 713 €	247 857 €	0 €	0 €
Pays-de-la-Loire	109 456 871 €	5 808 959 €	5 697 555 €	27 207 321 €	33 24 514 €	26 652 541 €	4 617 391 €	4 159 571 €	505 175 €	1 533 843 €	0 €	0 €
Picardie	73 367 379 €	2 026 586 €	8 311 904 €	20 812 988 €	23 57 828 €	13 914 552 €	2 438 344 €	938 891 €	564 130 €	762 56 €	0 €	0 €
Poitou-Charentes	67 401 087 €	6 227 559 €	7 671 598 €	18 338 310 €	16 33 420 €	13 357 764 €	2 612 669 €	1 446 853 €	1 037 191 €	152 412 €	233 313 €	0 €
Provence-Alpes-Côte d'Azur	670 680 805 €	41 453 307 €	79 816 792 €	188 918 392 €	203 486 490 €	118 327 317 €	17 158 223 €	10 651 568 €	7734 860 €	2 662 738 €	471 118 €	0 €
Rhône-Alpes	453 717 441 €	23 049 580 €	32 482 947 €	110 829 299 €	29 615 779 €	120 082 950 €	16 577 601 €	12 277 656 €	6579 784 €	2 099 335 €	122 509 €	0 €
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	5 309 160 699 €	281 648 733 €	467 414 219 €	1 395 259 909 €	1 598 326 494 €	1 207 163 912 €	165 649 185 €	120 527 791 €	45 53 874 €	25 388 865 €	2 083 557 €	104 161 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	853 014 071 €	16,07%	5 709
Guaranteed by Cr�dit Logement	4 456 146 628 €	83,93%	29 459
Total	5 309 160 699 €	100,00%	35 168

ASSET COVER TEST

Date of Asset Cover test:

31/12/2017

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

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

R	Asset Cover test Ratio	1,34
	Adjusted Aggregate Asset Amount (AAAA)	4 827 944 873,52 €
	Aggregate Covered Bond Outstanding Principal Amount	3 591 821 910,78 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	4 778 244 629,45 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 286 083 108,91 €
A2	= a * b	4 778 244 629,45 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 309 160 699,39 €
	Asset Percentage (b)	90,0%

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	122 680 027,44 €
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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%	72 979 783
	WAM (Weighted Average Maturity)	4,06
	Negative Carry Adjustment	0,50%

Name of Series	Outstanding Principal Amount	Scheduled Maturity Date	Remaining Maturity
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	0,6845
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	1,3087
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	5,7906
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	2,8255
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	4,1916

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