

HSBC SFH (France) Investor Report

Collection Period End:

28/02/2018

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	6 409 972 915 €
Number of Loans	42 473
Number of Borrowers	33 366
Average Loan Balance	150 919
Weighted Average Seasoning of Loan parts (months)	36,08
Weighted Average Remaining Term of Loan Parts (months)	162,29
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	63,4%
Weighted Average Current Indexed LTV	61,7%
Loan Originator	Total Loan Balance
HBFRR	6 409 972 915 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	3 597 222 222 €
Weight Average Maturity	3,90
ACT Results	
Asset Cover Ratio	1,62
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%	327 071 670 €	4 206
>40% - ≤50%	727 414 990 €	5 346
>50% - ≤60%	1 427 067 675 €	9 213
>60% - ≤70%	1 659 130 534 €	10 247
>70% - ≤80%	1 652 480 486 €	9 607
>80% - ≤85%	335 848 876 €	2 012
>85% - ≤90%	189 727 550 €	1 220
>90% - ≤95%	55 854 779 €	355
>95% - ≤100%	31 843 707 €	244
>100% - ≤105%	3 253 006 €	18
>105%	279 643 €	5
Total	6 409 972 915 €	42 473

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	369 789 701 €	4 529
>40% - ≤50%	885 632 006 €	6 207
>50% - ≤60%	1 499 702 455 €	9 503
>60% - ≤70%	1 669 074 997 €	10 222
>70% - ≤80%	1 600 636 670 €	9 463
>80% - ≤85%	189 979 646 €	1 263
>85% - ≤90%	124 039 196 €	800
>90% - ≤95%	43 613 399 €	297
>95% - ≤100%	27 504 845 €	189
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	6 409 972 915 €	42 473

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	6 409 972 915 €	42 473
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	6 409 972 915 €	42 473

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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	1 373 865 349 €	28 281 504 €	133 066 804 €	290 878 694 €	360 672 001 €	409 656 993 €	55 966 200 €	61 684 302 €	21 976 695 €	11 150 637 €	531 517 €	0 €
≥12 - <24	1 401 070 688 €	37 728 886 €	140 984 900 €	304 683 045 €	368 077 096 €	404 032 277 €	95 314 112 €	37 674 243 €	10 216 686 €	1 709 653 €	649 789 €	0 €
≥24 - <36	1 294 027 654 €	54 387 894 €	135 710 242 €	295 417 665 €	334 918 262 €	333 092 032 €	88 972 676 €	38 254 546 €	9 421 169 €	2 837 913 €	1 015 255 €	0 €
≥36 - <60	1 386 437 081 €	76 469 406 €	176 492 533 €	308 096 724 €	361 273 178 €	339 124 139 €	62 136 810 €	38 739 578 €	9 803 394 €	13 355 138 €	835 198 €	110 984 €
≥60	954 572 143 €	130 203 980 €	141 160 511 €	227 991 546 €	234 189 997 €	166 575 044 €	33 459 078 €	13 374 881 €	4 436 835 €	2 790 366 €	221 248 €	168 658 €
Total	6 409 972 915 €	327 071 670 €	727 414 990 €	1 427 067 675 €	1 659 130 534 €	1 652 480 486 €	335 848 876 €	189 727 550 €	55 854 779 €	31 843 707 €	3 253 006 €	279 643 €

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	4 287 547 501 €	236 494 624 €	493 554 481 €	956 709 783 €	1 100 253 585 €	1 136 729 255 €	209 740 326 €	118 557 898 €	21 190 499 €	13 278 471 €	921 266 €	117 312 €
RE-MORTGAGE	1 926 687 630 €	75 517 005 €	213 929 936 €	426 869 823 €	508 588 470 €	465 547 507 €	116 108 223 €	67 442 647 €	32 415 651 €	18 242 087 €	1 863 949 €	162 333 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	78 501 955 €	7 406 969 €	7 006 228 €	14 548 322 €	20 150 188 €	23 365 493 €	3 835 600 €	1 365 835 €	739 521 €	83 800 €	0 €	0 €
Construction (New Building)	117 235 830 €	7 653 072 €	12 924 344 €	28 939 747 €	30 138 292 €	26 838 231 €	6 164 727 €	2 361 169 €	1 509 108 €	239 348 €	467 791 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 409 972 915 €	327 071 670 €	727 414 990 €	1 427 067 675 €	1 659 130 534 €	1 652 480 486 €	335 848 876 €	189 727 550 €	55 854 779 €	31 843 707 €	3 253 006 €	279 643 €

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	4 967 892 321 €	226 034 458 €	581 966 484 €	1 123 259 556 €	1 313 146 796 €	1 275 854 782 €	247 273 213 €	138 269 222 €	36 564 102 €	23 239 219 €	2 056 192 €	228 296 €
Buy-to let	957 839 397 €	58 544 540 €	79 721 970 €	182 074 864 €	236 692 454 €	267 352 556 €	67 604 143 €	41 456 290 €	16 356 823 €	7 285 933 €	698 476 €	51 347 €
Vacation / second home	484 241 197 €	42 492 672 €	65 726 536 €	121 733 254 €	109 291 285 €	109 273 147 €	20 971 520 €	10 002 038 €	2 933 854 €	1 318 555 €	498 336 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 409 972 915 €	327 071 670 €	727 414 990 €	1 427 067 675 €	1 659 130 534 €	1 652 480 486 €	335 848 876 €	189 727 550 €	55 854 779 €	31 843 707 €	3 253 006 €	279 643 €

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	4 986 300 956 €	246 846 463 €	570 009 204 €	1 119 276 156 €	1 290 047 755 €	1 278 097 308 €	260 535 580 €	150 593 721 €	43 227 580 €	25 033 723 €	2 456 736 €	176 731 €
Protected life-time employment	459 781 839 €	17 506 112 €	48 912 324 €	104 159 251 €	123 527 476 €	122 489 157 €	22 105 082 €	14 098 943 €	4 057 437 €	2 926 058 €	0 €	0 €
SELF-EMPLOYED	669 366 387 €	36 130 693 €	72 754 715 €	142 763 768 €	172 338 176 €	179 346 427 €	41 289 690 €	15 175 240 €	6 158 030 €	2 983 866 €	425 782 €	0 €
Unemployed	56 429 856 €	6 366 980 €	8 013 290 €	12 040 085 €	12 476 185 €	13 211 870 €	2 761 599 €	1 117 197 €	82 772 €	153 030 €	206 848 €	0 €
Other/No data	238 093 876 €	20 221 422 €	27 725 456 €	48 828 415 €	60 740 943 €	59 335 725 €	9 156 924 €	8 742 448 €	2 328 960 €	747 030 €	163 641 €	102 912 €
Total	6 409 972 915 €	327 071 670 €	727 414 990 €	1 427 067 675 €	1 659 130 534 €	1 652 480 486 €	335 848 876 €	189 727 550 €	55 854 779 €	31 843 707 €	3 253 006 €	279 643 €

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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	48 769 895 €	1 757 283 €	6 527 358 €	11 608 743 €	12 245 989 €	13 119 979 €	2 548 155 €	625 331 €	298 122 €	38 936 €	0 €	0 €
Aquitaine	317 823 263 €	14 140 253 €	26 279 005 €	62 000 283 €	74 009 859 €	88 603 623 €	28 313 740 €	15 080 880 €	6 320 834 €	2 628 225 €	446 561 €	0 €
Auvergne	22 358 678 €	656 088 €	2 956 958 €	5 463 583 €	6 656 543 €	5 566 522 €	514 914 €	120 417 €	149 112 €	274 542 €	0 €	0 €
Basse-Normandie	42 641 930 €	2 978 685 €	3 573 232 €	10 498 983 €	10 514 000 €	12 652 336 €	1 599 237 €	683 568 €	81 529 €	60 360 €	0 €	0 €
Bourgogne	38 860 157 €	1 690 232 €	6 784 253 €	10 128 597 €	9 245 457 €	8 544 536 €	905 736 €	1 218 233 €	275 010 €	68 102 €	0 €	0 €
Bretagne	79 746 900 €	3 574 634 €	11 540 220 €	16 745 294 €	19 276 015 €	22 386 056 €	4 368 351 €	1 712 218 €	54 820 €	89 292 €	0 €	0 €
Centre	95 716 733 €	4 642 749 €	14 596 474 €	20 183 578 €	25 156 801 €	23 036 839 €	5 115 173 €	2 285 605 €	369 291 €	330 225 €	0 €	0 €
Champagne-Ardenne	12 837 931 €	648 936 €	1 400 770 €	2 879 109 €	3 313 561 €	3 972 913 €	0 €	502 693 €	119 948 €	0 €	0 €	0 €
Corse	11 947 945 €	671 847 €	1 711 496 €	1 989 657 €	3 915 507 €	2 805 990 €	691 166 €	162 283 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	19 989 034 €	512 143 €	1 277 101 €	3 712 630 €	6 190 455 €	6 559 608 €	1 098 043 €	532 472 €	106 583 €	0 €	0 €	0 €
Haute-Normandie	81 303 170 €	3 022 622 €	11 512 751 €	18 625 221 €	24 894 210 €	17 193 752 €	2 594 772 €	2 242 262 €	1 131 183 €	86 396 €	0 €	0 €
Île-de-France	3 395 001 388 €	183 860 433 €	387 171 243 €	759 666 933 €	878 802 050 €	854 421 287 €	179 820 642 €	105 995 801 €	25 391 379 €	18 195 436 €	1 462 289 €	213 896 €
Languedoc-Roussillon	102 142 991 €	3 872 085 €	8 914 356 €	25 221 280 €	28 270 501 €	27 169 302 €	4 208 859 €	3 142 948 €	510 132 €	669 888 €	163 641 €	0 €
Limousin	9 289 369 €	458 018 €	1 154 078 €	3 024 924 €	2 893 654 €	1 602 983 €	155 711 €	0 €	0 €	0 €	0 €	0 €
Lorraine	54 029 329 €	2 173 940 €	6 397 606 €	10 274 503 €	13 822 454 €	16 449 742 €	2 600 024 €	1 160 873 €	279 582 €	870 605 €	0 €	0 €
Midi-Pyrénées	140 661 056 €	6 119 489 €	13 932 938 €	28 751 490 €	37 174 994 €	41 625 891 €	8 304 219 €	2 444 129 €	1 991 662 €	316 244 €	0 €	0 €
Nord-Pas-de-Calais	272 716 653 €	8 154 674 €	26 890 070 €	62 389 798 €	75 114 342 €	82 373 941 €	12 844 081 €	4 347 079 €	305 389 €	297 280 €	0 €	0 €
Pays-de-la-Loire	131 935 875 €	5 693 385 €	9 027 951 €	29 958 566 €	32 242 344 €	36 127 111 €	10 379 474 €	6 129 785 €	1 203 109 €	1 174 150 €	0 €	0 €
Picardie	89 003 517 €	3 106 887 €	10 500 580 €	21 050 548 €	24 549 967 €	23 206 965 €	3 826 786 €	1 696 356 €	615 896 €	449 533 €	0 €	0 €
Poitou-Charentes	80 884 098 €	6 456 015 €	10 225 801 €	18 681 808 €	16 740 079 €	21 606 934 €	4 157 743 €	1 601 993 €	1 030 600 €	383 126 €	0 €	0 €
Provence-Alpes-Côte d'Azur	817 162 420 €	47 661 773 €	111 885 519 €	191 545 019 €	217 192 324 €	194 570 466 €	28 424 176 €	16 158 852 €	7 243 184 €	1 693 028 €	773 679 €	14 400 €
Rhône-Alpes	545 150 582 €	25 219 498 €	53 155 230 €	112 667 128 €	136 909 429 €	148 883 709 €	33 377 875 €	21 883 774 €	8 377 416 €	4 218 339 €	406 837 €	51 347 €
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	6 409 972 915 €	327 071 670 €	727 414 990 €	1 427 067 675 €	1 659 130 534 €	1 652 480 486 €	335 848 876 €	189 727 550 €	55 854 779 €	31 843 707 €	3 253 006 €	279 643 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	970 670 093 €	15,14%	6 442
Guaranteed by Crédit Logement	5 439 302 822 €	84,86%	36 031
Total	6 409 972 915 €	100,00%	42 473

ASSET COVER TEST

Date of Asset Cover test:

28/02/2018

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

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

R	Asset Cover test Ratio	1,62
	Adjusted Aggregate Asset Amount (AAAA)	5 821 352 573,01 €
	Aggregate Covered Bond Outstanding Principal Amount	3 597 222 222,22 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 768 975 623,30 €
A1	Adjusted Home Loan Outstanding Principal Amount	6 381 952 161,83 €
A2	= a * b	5 768 975 623,30 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	6 409 972 914,78 €
	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	122 478 288,21 €
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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%	70 101 339
	WAM (Weighted Average Maturity)	3,90
	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	0,5229
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	1,1472
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	5,6290
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	2,6639
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	4,0301

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