

HSBC SFH (France) Investor Report

Collection Period End:

31/05/2016

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	6 443 559 643 €
Number of Loans	48 004
Number of Borrowers	39 673
Average Loan Balance	134 230
Weighted Average Seasoning of Loan parts (months)	42,71
Weighted Average Remaining Term of Loan Parts (months)	154,90
Percentage of floating interest rate loans	1,09%
Weighted Average Current LTV	64,3%
Weighted Average Current Indexed LTV	64,9%
Loan Originator	Total Loan Balance
HBFH	6 443 559 643 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	5 112 187 613 €
Weight Average Maturity	4,17
ACT Results	
Asset Cover Ratio	1,10
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%	915 212 724 €	10 058
>40% - ≤50%	673 001 195 €	5 435
>50% - ≤60%	886 068 946 €	6 386
>60% - ≤70%	992 126 418 €	6 788
>70% - ≤80%	1 218 685 928 €	8 224
>80% - ≤85%	745 530 007 €	4 824
>85% - ≤90%	823 632 883 €	5 123
>90% - ≤95%	179 591 105 €	1 076
>95% - ≤100%	8 975 419 €	81
>100% - ≤105%	439 375 €	2
>105%	295 643 €	7
Total	6 443 559 643 €	48 004

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	980 026 116 €	10 648
>40% - ≤50%	649 439 233 €	5 123
>50% - ≤60%	815 992 096 €	5 811
>60% - ≤70%	925 388 037 €	6 287
>70% - ≤80%	1 087 947 404 €	7 355
>80% - ≤85%	656 162 648 €	4 339
>85% - ≤90%	867 850 084 €	5 575
>90% - ≤95%	460 754 026 €	2 866
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	6 443 559 643 €	48 004

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	6 443 559 643 €	48 004
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	6 443 559 643 €	48 004

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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	924 718 270 €	98 069 755 €	78 331 059 €	129 944 830 €	156 402 318 €	177 936 859 €	101 219 878 €	162 438 932 €	20 374 638 €	0 €	0 €	0 €
≥12 - <24	1 431 807 003 €	137 559 092 €	125 591 969 €	169 574 650 €	195 158 605 €	270 007 100 €	189 134 317 €	228 860 691 €	115 920 579 €	0 €	0 €	0 €
≥24 - <36	1 541 695 381 €	137 793 852 €	118 443 197 €	170 849 657 €	211 255 268 €	340 074 574 €	235 085 797 €	297 917 174 €	26 176 830 €	4 099 032 €	0 €	0 €
≥36 - <60	1 057 307 973 €	175 875 324 €	123 724 529 €	154 456 756 €	175 353 219 €	208 978 177 €	131 721 269 €	78 632 235 €	6 179 440 €	2 387 024 €	0 €	0 €
≥60	1 488 031 017 €	365 914 701 €	226 910 442 €	261 243 052 €	253 957 007 €	221 689 218 €	88 368 746 €	55 783 852 €	10 939 618 €	2 489 363 €	439 375 €	295 643 €
Total	6 443 559 643 €	915 212 724 €	673 001 195 €	886 068 946 €	992 126 418 €	1 218 685 928 €	745 530 007 €	823 632 883 €	179 591 105 €	8 975 419 €	439 375 €	295 643 €

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	5 106 667 185 €	839 750 465 €	621 860 175 €	806 843 751 €	879 000 674 €	980 371 239 €	515 381 953 €	420 856 841 €	37 047 886 €	5 258 558 €	0 €	295 643 €
RE-MORTGAGE	1 090 523 296 €	30 358 161 €	22 213 124 €	42 097 078 €	71 515 602 €	187 825 598 €	206 802 626 €	385 734 889 €	140 070 737 €	3 476 778 €	428 703 €	0 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	102 240 970 €	18 934 695 €	12 017 514 €	15 361 627 €	15 929 126 €	20 780 647 €	11 258 794 €	6 393 025 €	1 325 459 €	240 083 €	0 €	0 €
Construction (New Building)	144 128 192 €	26 169 404 €	16 910 382 €	21 766 491 €	25 681 016 €	29 708 443 €	12 086 633 €	10 648 128 €	1 147 023 €	0 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 443 559 643 €	915 212 724 €	673 001 195 €	886 068 946 €	992 126 418 €	1 218 685 928 €	745 530 007 €	823 632 883 €	179 591 105 €	8 975 419 €	439 375 €	295 643 €

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	4 867 033 470 €	698 479 923 €	521 197 278 €	663 050 419 €	738 007 941 €	915 409 370 €	554 666 774 €	627 603 911 €	142 565 245 €	5 909 895 €	10 671 €	132 043 €
Buy-to let	1 084 221 616 €	123 899 178 €	92 434 278 €	134 910 673 €	170 817 177 €	224 350 999 €	148 438 381 €	153 561 862 €	32 697 454 €	2 948 013 €	0 €	163 601 €
Vacation / second home	492 304 557 €	92 833 623 €	59 369 639 €	88 107 853 €	83 301 300 €	78 925 559 €	42 424 852 €	42 467 110 €	4 328 406 €	117 511 €	428 703 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	6 443 559 643 €	915 212 724 €	673 001 195 €	886 068 946 €	992 126 418 €	1 218 685 928 €	745 530 007 €	823 632 883 €	179 591 105 €	8 975 419 €	439 375 €	295 643 €

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	4 857 784 958 €	675 017 662 €	513 028 859 €	677 881 302 €	754 294 388 €	907 653 928 €	554 893 358 €	632 918 349 €	135 918 036 €	6 004 803 €	10 671 €	163 601 €
Protected life-time employment	446 372 995 €	56 357 254 €	40 862 651 €	54 782 498 €	63 702 111 €	92 664 406 €	56 711 519 €	65 208 703 €	15 249 046 €	834 808 €	0 €	0 €
SELF-EMPLOYED	907 184 262 €	131 809 659 €	94 306 907 €	121 746 088 €	137 935 516 €	179 324 230 €	109 090 099 €	106 022 279 €	24 423 983 €	1 964 755 €	428 703 €	132 043 €
Unemployed	55 679 567 €	11 639 117 €	6 616 860 €	7 275 851 €	9 865 629 €	8 992 453 €	5 974 463 €	4 452 681 €	691 460 €	171 053 €	0 €	0 €
Other/No data	176 537 861 €	40 389 032 €	18 185 918 €	24 383 208 €	26 328 774 €	30 050 911 €	18 860 567 €	15 030 871 €	3 308 580 €	0 €	0 €	0 €
Total	6 443 559 643 €	915 212 724 €	673 001 195 €	886 068 946 €	992 126 418 €	1 218 685 928 €	745 530 007 €	823 632 883 €	179 591 105 €	8 975 419 €	439 375 €	295 643 €

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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	50 667 794 €	5 012 031 €	5 775 176 €	8 285 335 €	8 194 748 €	10 144 528 €	5 351 886 €	6 080 809 €	1 823 282 €	0 €	0 €	0 €
Aquitaine	320 018 586 €	42 299 291 €	29 978 749 €	39 123 476 €	49 360 691 €	53 759 167 €	40 866 334 €	44 903 724 €	17 958 856 €	1 757 626 €	10 671 €	0 €
Auvergne	29 150 403 €	3 277 450 €	1 589 831 €	4 945 414 €	4 655 955 €	6 480 146 €	3 302 721 €	3 744 055 €	1 154 831 €	0 €	0 €	0 €
Basse-Normandie	52 455 342 €	6 168 928 €	7 130 993 €	8 611 169 €	7 908 349 €	10 317 590 €	7 569 781 €	4 412 143 €	336 390 €	0 €	0 €	0 €
Bourgogne	40 098 312 €	4 530 304 €	3 763 394 €	5 078 777 €	7 264 751 €	9 383 037 €	4 726 819 €	4 946 652 €	404 577 €	0 €	0 €	0 €
Bretagne	97 061 982 €	14 299 229 €	10 800 341 €	14 604 870 €	13 646 792 €	16 656 638 €	12 403 489 €	10 631 776 €	4 018 846 €	0 €	0 €	0 €
Centre	112 765 123 €	13 232 628 €	9 753 910 €	14 620 698 €	17 089 700 €	26 375 006 €	13 959 736 €	15 990 069 €	1 743 375 €	0 €	0 €	0 €
Champagne-Ardenne	16 599 940 €	1 393 553 €	1 235 559 €	2 347 009 €	2 093 001 €	3 940 675 €	3 891 518 €	1 698 624 €	0 €	0 €	0 €	0 €
Corse	17 088 039 €	2 865 198 €	2 224 283 €	3 161 656 €	3 001 664 €	3 524 617 €	881 350 €	1 164 254 €	265 016 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	23 681 834 €	2 511 426 €	2 152 665 €	1 700 826 €	3 335 934 €	5 842 399 €	3 474 507 €	3 972 585 €	691 492 €	0 €	0 €	0 €
Haute-Normandie	119 554 946 €	14 215 607 €	13 917 860 €	15 802 016 €	20 467 989 €	25 501 703 €	15 992 230 €	11 129 234 €	2 528 306 €	0 €	0 €	0 €
Île-de-France	3 352 867 583 €	493 942 271 €	369 278 314 €	474 022 414 €	510 254 220 €	611 933 041 €	363 689 664 €	442 211 389 €	84 974 480 €	1 837 444 €	428 703 €	295 643 €
Languedoc-Roussillon	83 946 589 €	12 008 833 €	7 601 961 €	12 411 094 €	15 806 440 €	18 114 309 €	8 319 447 €	7 481 125 €	2 203 379 €	0 €	0 €	0 €
Limousin	12 390 441 €	2 137 034 €	1 397 782 €	1 623 851 €	2 261 728 €	1 693 699 €	2 222 479 €	939 070 €	114 799 €	0 €	0 €	0 €
Lorraine	68 173 036 €	6 554 861 €	7 481 430 €	8 127 752 €	8 128 259 €	15 349 217 €	10 152 656 €	9 658 512 €	2 720 349 €	0 €	0 €	0 €
Midi-Pyrénées	142 305 033 €	15 313 149 €	10 815 953 €	18 575 669 €	22 177 452 €	29 369 696 €	17 139 001 €	23 452 592 €	5 222 496 €	239 024 €	0 €	0 €
Nord-Pas-de-Calais	288 471 194 €	37 673 750 €	26 927 008 €	34 405 021 €	45 605 433 €	60 327 832 €	41 426 059 €	34 724 181 €	7 381 910 €	0 €	0 €	0 €
Pays-de-la-Loire	129 239 048 €	20 414 068 €	14 086 340 €	18 496 040 €	19 864 250 €	25 049 760 €	12 743 694 €	15 742 984 €	2 841 912 €	0 €	0 €	0 €
Picardie	103 254 828 €	8 705 452 €	10 115 212 €	9 643 034 €	15 560 635 €	19 628 425 €	17 550 477 €	16 703 308 €	5 348 284 €	0 €	0 €	0 €
Poitou-Charentes	95 759 933 €	14 618 704 €	8 947 385 €	13 302 355 €	17 375 324 €	17 855 909 €	12 769 147 €	9 451 039 €	1 440 069 €	0 €	0 €	0 €
Provence-Alpes-Côte d'Azur	739 920 667 €	116 493 694 €	76 936 267 €	108 153 410 €	116 493 262 €	146 688 695 €	81 393 451 €	79 264 451 €	14 392 109 €	105 327 €	0 €	0 €
Rhône-Alpes	548 088 992 €	77 545 262 €	51 090 781 €	69 027 061 €	81 579 839 €	100 749 837 €	65 703 560 €	75 330 306 €	22 026 347 €	5 035 997 €	0 €	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	6 443 559 643 €	915 212 724 €	673 001 195 €	886 068 946 €	992 126 418 €	1 218 685 928 €	745 530 007 €	823 632 883 €	179 591 105 €	8 975 419 €	439 375 €	295 643 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	1 152 316 909 €	17,88%	8 432
Guaranteed by Crédit Logement	5 291 242 734 €	82,12%	39 572
Total	6 443 559 643 €	100,00%	48 004

ASSET COVER TEST

Date of Asset Cover test:

31/05/2016

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

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

R	Asset Cover test Ratio	1,10
	Adjusted Aggregate Asset Amount (AAAA)	5 627 781 649,30 €
	Aggregate Covered Bond Outstanding Principal Amount	5 112 187 613,18 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 605 896 889,79 €
A1	Adjusted Home Loan Outstanding Principal Amount	6 289 820 135,50 €
A2	= a * b	5 605 896 889,79 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	6 443 559 643,44 €
	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	128 401 431,91 €
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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%	106 516 672
	WAM (Weighted Average Maturity)	4,17
	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	0,6407
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	2,2697
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,8939
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	7,3758
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	4,4107
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,7769

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