

HSBC SFH (France) Investor Report

Collection Period End:

30/06/2017

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 268 417 770 €
Number of Loans	36 386
Number of Borrowers	28 720
Average Loan Balance	144 792
Weighted Average Seasoning of Loan parts (months)	37,50
Weighted Average Remaining Term of Loan Parts (months)	156,76
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,5%
Weighted Average Current Indexed LTV	61,8%
Loan Originator	Total Loan Balance
HBFH	5 268 417 770 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	3 615 965 233 €
Weight Average Maturity	4,55
ACT Results	
Asset Cover Ratio	1,28
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%	325 872 413 €	4 053
>40% - ≤50%	647 035 951 €	4 860
>50% - ≤60%	1 240 848 085 €	8 310
>60% - ≤70%	1 375 281 740 €	8 814
>70% - ≤80%	1 112 133 506 €	6 713
>80% - ≤85%	248 570 440 €	1 614
>85% - ≤90%	200 419 764 €	1 266
>90% - ≤95%	72 536 239 €	432
>95% - ≤100%	41 967 385 €	295
>100% - ≤105%	2 428 296 €	19
>105%	1 323 950 €	10
Total	5 268 417 770 €	36 386

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	356 101 199 €	4 246
>40% - ≤50%	690 131 319 €	5 021
>50% - ≤60%	1 259 876 032 €	8 388
>60% - ≤70%	1 352 595 603 €	8 647
>70% - ≤80%	1 104 848 731 €	6 814
>80% - ≤85%	195 835 298 €	1 263
>85% - ≤90%	164 798 985 €	1 079
>90% - ≤95%	84 112 868 €	538
>95% - ≤100%	60 117 733 €	390
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 268 417 770 €	36 386

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 268 417 770 €	36 386
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 268 417 770 €	36 386

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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	1 003 710 094 €	37 304 220 €	107 876 108 €	218 035 303 €	261 704 312 €	230 837 092 €	48 397 463 €	59 739 248 €	25 466 355 €	13 752 093 €	597 900 €	0 €
≥12 - <24	1 286 770 230 €	48 570 980 €	141 246 869 €	314 869 020 €	343 114 170 €	307 088 761 €	72 889 342 €	43 029 167 €	12 412 611 €	3 410 024 €	139 286 €	0 €
≥24 - <36	892 148 521 €	40 721 758 €	108 215 651 €	196 420 872 €	248 176 246 €	210 464 983 €	36 813 623 €	36 386 270 €	7092 294 €	7 676 901 €	0 €	179 925 €
≥36 - <60	1 222 088 293 €	80 388 857 €	167 551 431 €	288 726 970 €	308 392 473 €	233 972 637 €	56 151 088 €	47 320 366 €	21 299 932 €	15 765 328 €	1 666 038 €	853 174 €
≥60	863 700 632 €	118 886 598 €	122 145 893 €	222 795 921 €	213 894 539 €	129 770 033 €	34 318 924 €	13 944 714 €	6 265 047 €	1363 040 €	25 071 €	290 852 €
Total	5 268 417 770 €	325 872 413 €	647 035 951 €	1 240 848 085 €	1 375 281 740 €	1 112 133 506 €	248 570 440 €	200 419 764 €	72 536 239 €	41 967 385 €	2 428 296 €	1 323 950 €

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	3 514 853 038 €	239 704 113 €	437 969 151 €	834 681 735 €	918 799 957 €	758 647 072 €	154 440 899 €	120 917 049 €	29 981 323 €	19 318 873 €	102 012 €	290 852 €
RE-MORTGAGE	1 592 123 278 €	71 455 868 €	192 374 284 €	366 024 599 €	411 534 562 €	321 416 661 €	87 664 177 €	75 541 326 €	40 202 460 €	22 560 632 €	2 315 612 €	1 033 099 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	69 080 469 €	7 059 859 €	7 586 757 €	15 110 502 €	18 665 831 €	15 934 895 €	3 069 187 €	1 186 147 €	527 293 €	0 €	0 €	0 €
Construction (New Building)	92 360 985 €	7 652 574 €	9 105 760 €	25 031 250 €	26 341 390 €	16 134 878 €	3 396 177 €	2 775 243 €	1 825 163 €	87 880 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 268 417 770 €	325 872 413 €	647 035 951 €	1 240 848 085 €	1 375 281 740 €	1 112 133 506 €	248 570 440 €	200 419 764 €	72 536 239 €	41 967 385 €	2 428 296 €	1 323 950 €

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	4 053 203 918 €	232 031 584 €	511 918 161 €	977 265 871 €	1 067 463 906 €	857 356 322 €	171 278 493 €	150 460 500 €	52 124 475 €	30 651 377 €	1 789 328 €	863 900 €
Buy-to let	810 752 692 €	55 157 642 €	76 913 134 €	156 614 878 €	20 151 812 €	187 585 918 €	59 882 745 €	37 870 162 €	18 016 630 €	7 598 586 €	638 967 €	237 217 €
Vacation / second home	404 461 160 €	38 683 187 €	58 204 657 €	106 967 336 €	9 666 022 €	67 191 266 €	17 409 202 €	12 089 102 €	2 301 133 €	3 717 422 €	0 €	222 833 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 268 417 770 €	325 872 413 €	647 035 951 €	1 240 848 085 €	1 375 281 740 €	1 112 133 506 €	248 570 440 €	200 419 764 €	72 536 239 €	41 967 385 €	2 428 296 €	1 323 950 €

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	4 067 321 715 €	246 815 623 €	502 735 338 €	959 199 397 €	1 062 829 266 €	849 281 458 €	197 210 099 €	157 778 796 €	55 429 171 €	33 530 913 €	1 649 705 €	861 949 €
Protected life-time employment	373 010 254 €	17 879 093 €	39 291 605 €	91 340 484 €	99 265 395 €	872 413 325 €	15 714 688 €	12 837 519 €	5 873 675 €	3 211 333 €	355 116 €	0 €
SELF-EMPLOYED	602 890 467 €	35 910 480 €	74 058 752 €	139 363 804 €	156 879 292 €	32 113 944 €	27 187 523 €	23 191 302 €	8 890 721 €	4 656 625 €	423 475 €	185 550 €
Unemployed	47 447 818 €	6 560 608 €	7 707 449 €	11 231 301 €	9 924 277 €	8 457 811 €	1 626 236 €	914 192 €	566 089 €	237 023 €	0 €	222 833 €
Other/No data	177 747 515 €	18 706 610 €	23 242 808 €	39 713 098 €	46 383 510 €	350 389 688 €	6 831 894 €	5 697 955 €	1 776 583 €	302 472 €	0 €	53 619 €
Total	5 268 417 770 €	325 872 413 €	647 035 951 €	1 240 848 085 €	1 375 281 740 €	1 112 133 506 €	248 570 440 €	200 419 764 €	72 536 239 €	41 967 385 €	2 428 296 €	1 323 950 €

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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	41 568 688 €	2 147 394 €	5 294 633 €	11 320 421 €	10 462 317 €	8 960 680 €	1 398 103 €	1 186 246 €	584 707 €	214 186 €	0 €	0 €
Aquitaine	251 404 815 €	13 570 766 €	23 461 644 €	55 736 798 €	61 391 581 €	62 005 371 €	15 950 934 €	9 978 678 €	5 519 785 €	3 020 721 €	365 788 €	402 758 €
Auvergne	20 475 581 €	665 307 €	2 257 468 €	6 582 102 €	5 896 197 €	3 881 547 €	490 886 €	132 152 €	415 118 €	154 804 €	0 €	0 €
Basse-Normandie	31 885 474 €	1 936 739 €	4 105 899 €	9 655 757 €	8 549 231 €	5 613 85 €	975 878 €	138 166 €	696 843 €	213 478 €	0 €	0 €
Bourgogne	36 017 878 €	1 997 488 €	4 984 215 €	8 440 403 €	10 712 868 €	6 449 118 €	1 597 259 €	923 309 €	661 312 €	251 906 €	0 €	0 €
Bretagne	65 746 863 €	3 976 945 €	9 636 875 €	17 389 122 €	17 139 492 €	11 64 501 €	2 619 234 €	2 836 056 €	480 837 €	26 800 €	0 €	0 €
Centre	77 327 950 €	4 189 683 €	11 399 254 €	17 095 317 €	23 863 312 €	12 65 874 €	3 264 797 €	3 527 932 €	1 336 250 €	45 532 €	0 €	0 €
Champagne-Ardenne	11 501 972 €	769 800 €	1 040 310 €	3 549 058 €	2 895 307 €	1 834 601 €	287 015 €	382 346 €	618 343 €	125 193 €	0 €	0 €
Corse	11 034 804 €	689 709 €	2 158 569 €	2 403 910 €	2 676 599 €	2 160 315 €	656 694 €	289 008 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	14 081 617 €	647 911 €	1 418 533 €	2 702 729 €	4 408 940 €	3 502 749 €	685 252 €	715 503 €	0 €	0 €	0 €	0 €
Haute-Normandie	75 525 177 €	3 307 039 €	10 498 873 €	17 980 371 €	23 578 049 €	11 86 137 €	4 951 610 €	2 126 868 €	739 926 €	706 304 €	0 €	0 €
Île-de-France	2 818 729 826 €	188 085 399 €	352 349 842 €	653 063 134 €	717 087 653 €	600 062 887 €	130 769 524 €	118 066 14 €	35 955 927 €	20 911 620 €	1 676 157 €	701 570 €
Languedoc-Roussillon	76 626 547 €	3 391 299 €	8 539 638 €	19 709 256 €	22 78 693 €	14 304 981 €	3 541 442 €	2 727 691 €	1 403 048 €	229 500 €	0 €	0 €
Limousin	7 820 740 €	218 152 €	1 085 532 €	1 978 008 €	2 413 289 €	1 502 101 €	473 683 €	149 975 €	0 €	0 €	0 €	0 €
Lorraine	47 357 201 €	2 237 047 €	6 166 694 €	10 517 272 €	11 28 939 €	11 162 353 €	2 116 759 €	1 201 824 €	2 247 372 €	476 940 €	0 €	0 €
Midi-Pyrénées	113 423 882 €	5 115 594 €	12 342 979 €	27 596 128 €	31 086 183 €	26 492 930 €	5 338 911 €	2 710 122 €	1 854 65 €	886 381 €	0 €	0 €
Nord-Pas-de-Calais	219 887 763 €	7 712 557 €	23 953 831 €	52 974 937 €	66 581 576 €	49 464 068 €	9 781 476 €	7 474 271 €	1 115 76 €	829 279 €	0 €	0 €
Pays-de-la-Loire	104 479 141 €	6 181 322 €	10 691 263 €	21 421 717 €	32 217 547 €	21 894 090 €	4 495 703 €	4 711 248 €	1 142 95 €	1 723 293 €	0 €	0 €
Picardie	74 323 534 €	2 144 591 €	12 492 935 €	17 516 712 €	21 88 909 €	15 009 216 €	2 274 819 €	2 084 337 €	1 212 015 €	0 €	0 €	0 €
Poitou-Charentes	69 459 141 €	5 756 869 €	9 944 008 €	18 524 243 €	13 74 093 €	13 432 535 €	3 082 950 €	2 956 556 €	1 258 098 €	760 788 €	0 €	0 €
Provence-Alpes-Côte d'Azur	644 800 923 €	45 373 156 €	88 015 501 €	163 970 378 €	73 689 386 €	118 080 460 €	27 749 634 €	18 347 860 €	6817 688 €	2 728 060 €	14 400 €	14 400 €
Rhône-Alpes	454 938 253 €	25 757 647 €	45 197 456 €	100 720 313 €	11 289 578 €	110 436 505 €	26 067 876 €	17 753 500 €	8 475 594 €	8 662 611 €	371 951 €	205 222 €
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	5 268 417 770 €	325 872 413 €	647 035 951 €	1 240 848 085 €	1 375 281 740 €	1 112 133 506 €	248 570 440 €	200 419 764 €	72 58 239 €	41 967 385 €	2 428 296 €	1 323 950 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	869 258 224 €	16,50%	5 947
Guaranteed by Crédit Logement	4 399 159 546 €	83,50%	30 439
Total	5 268 417 770 €	100,00%	36 386

ASSET COVER TEST

Date of Asset Cover test:

30/06/2017

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

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

R	Asset Cover test Ratio	1,28
	Adjusted Aggregate Asset Amount (AAAA)	4 624 527 611,58 €
	Aggregate Covered Bond Outstanding Principal Amount	3 615 965 233,30 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	4 583 523 459,68 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 226 138 300,52 €
A2	= a * b	4 583 523 459,68 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 268 417 769,75 €
	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	123 212 214,15 €
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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%	82 208 062
	WAM (Weighted Average Maturity)	4,55
	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	1,1882
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	1,8125
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	6,2943
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	3,3292
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	4,6954

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