

HSBC SFH (France) Investor Report

Collection Period End:

31/10/2016

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	7 003 385 759 €
Number of Loans	50 847
Number of Borrowers	41 610
Average Loan Balance	137 734
Weighted Average Seasoning of Loan parts (months)	38,25
Weighted Average Remaining Term of Loan Parts (months)	151,96
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	58,9%
Weighted Average Current Indexed LTV	58,5%
Loan Originator	Total Loan Balance
HBFR	7 003 385 759 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	5 119 685 767 €
Weight Average Maturity	3,75
ACT Results	
Asset Cover Ratio	1,31
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%	1 209 311 710 €	12 376
>40% - ≤50%	946 706 742 €	7 188
>50% - ≤60%	1 233 532 450 €	8 474
>60% - ≤70%	1 341 202 661 €	8 816
>70% - ≤80%	1 454 298 229 €	9 107
>80% - ≤85%	630 065 183 €	3 777
>85% - ≤90%	152 638 149 €	863
>90% - ≤95%	24 356 495 €	151
>95% - ≤100%	8 845 860 €	76
>100% - ≤105%	1 658 952 €	11
>105%	769 329 €	8
Total	7 003 385 759 €	50 847

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	1 330 086 348 €	13 315
>40% - ≤50%	934 283 710 €	6 967
>50% - ≤60%	1 164 543 477 €	7 940
>60% - ≤70%	1 252 905 665 €	8 163
>70% - ≤80%	1 367 114 971 €	8 586
>80% - ≤85%	778 934 133 €	4 827
>85% - ≤90%	175 517 455 €	1 049
>90% - ≤95%	0 €	-
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	7 003 385 759 €	50 847

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	7 003 385 759 €	50 847
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	7 003 385 759 €	50 847

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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	1 271 725 537 €	161 752 468 €	144 616 740 €	217 366 378 €	255 825 559 €	286 177 769 €	146 826 260 €	51 427 300 €	5 776 405 €	1 264 556 €	692 101 €	0 €
≥12 - <24	1 871 588 784 €	272 996 732 €	242 350 948 €	316 555 814 €	355 067 705 €	399 014 700 €	220 877 925 €	53 432 255 €	9 247 626 €	1 818 015 €	227 069 €	0 €
≥24 - <36	1 212 781 070 €	169 727 487 €	153 750 694 €	209 984 354 €	229 124 659 €	300 794 116 €	131 993 219 €	13 012 605 €	2 011 803 €	2 160 282 €	61 429 €	160 421 €
≥36 - <60	1 356 748 703 €	260 152 621 €	194 808 450 €	242 571 926 €	273 501 379 €	280 981 451 €	80 951 094 €	15 812 986 €	4 530 087 €	2 796 622 €	201 757 €	440 330 €
≥60	1 290 541 666 €	344 682 403 €	211 179 910 €	247 053 978 €	227 683 359 €	187 330 193 €	49 416 685 €	18 953 002 €	2 790 575 €	806 385 €	476 599 €	168 578 €
Total	7 003 385 759 €	1 209 311 710 €	946 706 742 €	1 233 532 450 €	1 341 202 661 €	1 454 298 229 €	630 065 183 €	152 638 149 €	24 356 495 €	8 845 860 €	1 658 952 €	769 329 €

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	4 844 305 601 €	866 197 745 €	644 237 409 €	853 640 488 €	919 827 926 €	1 013 666 827 €	445 930 405 €	94 765 904 €	3 670 882 €	2 153 174 €	46 263 €	168 578 €
RE-MORTGAGE	1 930 046 593 €	297 836 541 €	274 584 356 €	340 739 454 €	377 216 629 €	391 382 072 €	165 954 287 €	53 063 939 €	20 373 862 €	6 692 686 €	1 602 017 €	600 775 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	95 355 509 €	18 108 007 €	11 804 454 €	13 989 540 €	17 867 275 €	20 480 534 €	10 472 896 €	2 321 051 €	311 751 €	0 €	0 €	0 €
Construction (New Building)	133 678 056 €	27 169 417 €	16 080 523 €	25 162 968 €	26 290 830 €	28 768 796 €	7 707 595 €	2 487 255 €	0 €	0 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	7 003 385 759 €	1 209 311 710 €	946 706 742 €	1 233 532 450 €	1 341 202 661 €	1 454 298 229 €	630 065 183 €	152 638 149 €	24 356 495 €	8 845 860 €	1 658 952 €	769 329 €

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	5 516 611 004 €	990 088 347 €	774 728 480 €	973 650 692 €	1 048 389 288 €	1 115 515 259 €	480 857 385 €	107 838 133 €	18 580 989 €	5 614 279 €	713 325 €	634 827 €
Buy-to let	1 007 123 379 €	129 890 063 €	106 186 266 €	158 413 212 €	201 715 959 €	255 352 463 €	110 333 213 €	36 172 170 €	5 615 290 €	3 011 343 €	298 895 €	134 502 €
Vacation / second home	479 651 376 €	89 333 300 €	65 791 996 €	101 468 546 €	91 097 413 €	83 430 507 €	38 874 585 €	8 627 847 €	160 216 €	220 237 €	646 729 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	7 003 385 759 €	1 209 311 710 €	946 706 742 €	1 233 532 450 €	1 341 202 661 €	1 454 298 229 €	630 065 183 €	152 638 149 €	24 356 495 €	8 845 860 €	1 658 952 €	769 329 €

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	5 358 490 948 €	911 494 790 €	732 054 953 €	963 529 801 €	1 036 186 954 €	1 094 861 963 €	478 312 191 €	115 090 541 €	18 734 929 €	6 926 669 €	676 521 €	621 637 €
Protected life-time employment	497 558 399 €	83 131 761 €	64 224 652 €	87 976 886 €	95 522 634 €	109 394 380 €	43 954 089 €	11 077 751 €	1 957 729 €	318 517 €	0 €	0 €
SELF-EMPLOYED	872 536 958 €	151 194 190 €	114 154 303 €	138 057 383 €	161 914 992 €	198 735 486 €	83 335 231 €	20 148 466 €	2 639 067 €	1 340 716 €	869 431 €	147 692 €
Unemployed	61 057 005 €	16 507 670 €	8 748 325 €	8 867 346 €	11 026 393 €	9 766 216 €	4 929 179 €	942 014 €	204 214 €	65 648 €	0 €	0 €
Other/No data	213 742 449 €	46 983 300 €	27 524 509 €	35 101 034 €	36 551 687 €	41 540 183 €	19 534 493 €	5 379 377 €	820 557 €	194 310 €	113 000 €	0 €
Total	7 003 385 759 €	1 209 311 710 €	946 706 742 €	1 233 532 450 €	1 341 202 661 €	1 454 298 229 €	630 065 183 €	152 638 149 €	24 356 495 €	8 845 860 €	1 658 952 €	769 329 €

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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	53 302 147 €	6 296 656 €	9 134 644 €	11 268 741 €	9 260 424 €	11 569 786 €	4 254 329 €	1 376 692 €	140 875 €	0 €	0 €	0 €
Aquitaine	339 909 266 €	50 327 816 €	39 921 375 €	56 941 011 €	65 068 268 €	72 528 226 €	32 691 405 €	16 995 308 €	3 949 357 €	1 448 794 €	10 671 €	27 034 €
Auvergne	27 708 593 €	3 962 337 €	2 692 791 €	5 908 810 €	5 445 048 €	6 603 903 €	2 856 866 €	101 254 €	137 585 €	0 €	0 €	0 €
Basse-Normandie	48 143 263 €	8 094 523 €	5 485 986 €	8 617 489 €	10 290 684 €	9 591 024 €	5 669 364 €	394 193 €	0 €	0 €	0 €	0 €
Bourgogne	40 662 204 €	4 688 654 €	5 422 591 €	7 060 233 €	10 314 051 €	9 549 643 €	3 141 970 €	485 063 €	0 €	0 €	0 €	0 €
Bretagne	89 397 362 €	16 444 560 €	12 526 269 €	16 855 707 €	14 969 523 €	18 516 792 €	8 956 940 €	1 127 571 €	0 €	0 €	0 €	0 €
Centre	109 280 889 €	16 733 053 €	12 408 047 €	16 790 479 €	24 543 922 €	26 518 901 €	9 705 445 €	2 380 889 €	200 154 €	0 €	0 €	0 €
Champagne-Ardenne	16 567 858 €	2 530 250 €	2 033 888 €	3 215 439 €	3 248 040 €	3 875 660 €	1 313 354 €	351 226 €	0 €	0 €	0 €	0 €
Corse	15 132 757 €	2 944 924 €	2 669 710 €	2 562 660 €	2 846 257 €	3 359 254 €	749 952 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 538 707 €	2 906 875 €	2 143 781 €	2 720 954 €	4 399 215 €	5 563 001 €	2 240 997 €	563 884 €	0 €	0 €	0 €	0 €
Haute-Normandie	107 364 225 €	16 718 061 €	14 762 966 €	17 268 491 €	24 022 751 €	25 337 912 €	8 096 010 €	1 158 034 €	0 €	0 €	0 €	0 €
Île-de-France	3 785 069 259 €	707 849 050 €	547 145 980 €	677 797 028 €	705 859 959 €	732 662 254 €	320 761 320 €	72 271 738 €	14 832 514 €	3 751 476 €	1 395 646 €	742 295 €
Languedoc-Roussillon	90 594 297 €	13 474 286 €	9 461 104 €	17 224 426 €	21 489 175 €	21 383 907 €	6 101 128 €	1 460 271 €	0 €	0 €	0 €	0 €
Limousin	10 689 995 €	2 051 825 €	808 148 €	2 445 399 €	2 444 217 €	2 488 518 €	451 890 €	0 €	0 €	0 €	0 €	0 €
Lorraine	66 336 405 €	9 323 181 €	8 670 229 €	11 161 361 €	11 002 293 €	18 389 501 €	6 968 573 €	821 267 €	0 €	0 €	0 €	0 €
Midi-Pyrénées	151 418 162 €	20 134 152 €	16 083 479 €	25 526 659 €	31 576 777 €	34 056 596 €	16 575 378 €	7 465 121 €	0 €	0 €	0 €	0 €
Nord-Pas-de-Calais	309 235 661 €	46 399 710 €	36 469 966 €	49 103 260 €	60 641 246 €	72 182 876 €	37 354 416 €	6 583 293 €	500 894 €	0 €	0 €	0 €
Pays-de-la-Loire	138 600 791 €	23 916 051 €	18 240 299 €	21 470 146 €	26 011 872 €	30 161 553 €	13 231 711 €	5 569 159 €	0 €	0 €	0 €	0 €
Picardie	102 131 565 €	12 105 390 €	15 324 801 €	18 862 018 €	20 090 474 €	25 229 942 €	8 082 431 €	2 337 885 €	98 625 €	0 €	0 €	0 €
Poitou-Charentes	92 625 591 €	16 820 053 €	11 097 487 €	16 290 340 €	16 230 715 €	20 511 209 €	9 232 117 €	2 443 670 €	0 €	0 €	0 €	0 €
Provence-Alpes-Côte d'Azur	793 690 445 €	141 082 306 €	100 920 750 €	146 428 642 €	157 330 793 €	173 802 296 €	62 033 762 €	11 056 493 €	1 035 404 €	0 €	0 €	0 €
Rhône-Alpes	594 986 315 €	84 507 998 €	73 282 451 €	98 013 158 €	114 116 957 €	130 415 476 €	69 595 825 €	17 695 140 €	3 461 086 €	3 645 590 €	252 635 €	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	7 003 385 759 €	1 209 311 710 €	946 706 742 €	1 233 532 450 €	1 341 202 661 €	1 454 298 229 €	630 065 183 €	152 638 149 €	24 356 495 €	8 845 860 €	1 658 952 €	769 329 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	1 065 178 486 €	15,21%	7 540
Guaranteed by Crédit Logem	5 938 207 273 €	84,79%	43 307
Total	7 003 385 759 €	100,00%	50 847

ASSET COVER TEST

Date of Asset Cover test:

31/10/2016

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

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

R	Asset Cover test Ratio	1,31
	Adjusted Aggregate Asset Amount (AAAA)	6 691 311 204,38 €
	Aggregate Covered Bond Outstanding Principal Amount	5 119 685 767,10 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	6 092 945 610,46 €
A1	Adjusted Home Loan Outstanding Principal Amount	6 966 962 062,97 €
A2	= a * b	6 092 945 610,46 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	7 003 385 759,15 €
	Asset Percentage (b)	87,0%

B	Cash Collateral Account	570 310 000,00
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C	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

D	Permitted Investments	123 946 103,93 €
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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%	95 890 510
	WAM (Weighted Average Maturity)	3,75
	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	0,2218
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	1,8508
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,4750
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	6,9569
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	3,9918
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,3580

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