

HSBC SFH (France) Investor Report

Collection Period End:

31/10/2017

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 310 098 922 €
Number of Loans	35 071
Number of Borrowers	29 577
Average Loan Balance	151 410
Weighted Average Seasoning of Loan parts (months)	35,45
Weighted Average Remaining Term of Loan Parts (months)	160,15
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,6%
Weighted Average Current Indexed LTV	61,2%
Loan Originator	Total Loan Balance
HBFH	5 310 098 922 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	3 594 174 841 €
Weight Average Maturity	4,23
ACT Results	
Asset Cover Ratio	1,30
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%	278 627 457 €	3 456
>40% - ≤50%	467 669 524 €	3 470
>50% - ≤60%	1 364 602 520 €	8 876
>60% - ≤70%	1 582 697 611 €	9 807
>70% - ≤80%	1 244 401 370 €	7 275
>80% - ≤85%	171 835 017 €	1 022
>85% - ≤90%	131 264 826 €	754
>90% - ≤95%	44 895 719 €	254
>95% - ≤100%	21 951 258 €	145
>100% - ≤105%	1 833 330 €	9
>105%	320 289 €	3
Total	5 310 098 922 €	35 071

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	318 819 770 €	3 724
>40% - ≤50%	539 387 764 €	3 771
>50% - ≤60%	1 461 915 119 €	9 388
>60% - ≤70%	1 575 800 962 €	9 805
>70% - ≤80%	1 129 629 907 €	6 698
>80% - ≤85%	113 744 910 €	663
>85% - ≤90%	99 912 105 €	591
>90% - ≤95%	45 577 666 €	261
>95% - ≤100%	25 310 718 €	170
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 310 098 922 €	35 071

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 310 098 922 €	35 071
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 310 098 922 €	35 071

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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	1 223 247 877 €	30 848 979 €	86 065 091 €	305 881 413 €	372 641 730 €	300 967 584 €	36 598 635 €	59 274 498 €	21 110 300 €	9 138 709 €	720 939 €	0 €
≥12 - <24	1 131 989 380 €	38 356 726 €	86 281 348 €	286 693 286 €	340 482 963 €	301 914 263 €	42 079 684 €	24 157 838 €	8 233 986 €	3 287 552 €	501 734 €	0 €
≥24 - <36	1 031 052 291 €	40 303 813 €	85 485 475 €	263 163 079 €	322 599 502 €	260 568 539 €	36 020 618 €	16 138 507 €	4 933 957 €	1 838 801 €	0 €	0 €
≥36 - <60	1 109 499 982 €	53 454 942 €	106 745 190 €	293 421 898 €	333 253 270 €	256 177 687 €	32 665 462 €	20 279 080 €	6 380 132 €	6 511 664 €	610 658 €	0 €
≥60	814 309 391 €	115 662 997 €	103 092 421 €	215 442 845 €	213 720 145 €	124 773 297 €	24 470 619 €	11 414 903 €	4 237 344 €	1 174 532 €	0 €	320 289 €
Total	5 310 098 922 €	278 627 457 €	467 669 524 €	1 364 602 520 €	1 582 697 611 €	1 244 401 370 €	171 835 017 €	131 264 826 €	44 895 719 €	21 951 258 €	1 833 330 €	320 289 €

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	3 511 672 883 €	208 450 893 €	315 338 043 €	917 628 746 €	1 045 069 371 €	831 417 162 €	93 682 418 €	74 658 95 €	14 346 688 €	10 258 566 €	501 734 €	320 289 €
RE-MORTGAGE	1 636 269 129 €	55 938 125 €	140 450 811 €	403 107 433 €	490 321 707 €	379 036 413 €	72 238 009 €	53 585 086 €	28 738 643 €	11 521 305 €	1 331 596 €	0 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	69 192 510 €	7 203 535 €	5 581 103 €	15 397 085 €	19 183 246 €	17 416 487 €	2 448 410 €	1 130 029 €	749 070 €	83 545 €	0 €	0 €
Construction (New Building)	92 964 398 €	7 034 904 €	6 299 567 €	28 469 257 €	28 123 287 €	16 531 308 €	3 466 180 €	1 890 737 €	1 061 317 €	87 841 €	0 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 310 098 922 €	278 627 457 €	467 669 524 €	1 364 602 520 €	1 582 697 611 €	1 244 401 370 €	171 835 017 €	131 264 826 €	44 895 719 €	21 951 258 €	1 833 330 €	320 289 €

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	4 076 997 976 €	187 072 319 €	361 557 786 €	1 079 575 981 €	1 250 279 261 €	960 926 386 €	107 840 624 €	86 722 586 €	28 396 768 €	13 169 664 €	1 351 201 €	105 400 €
Buy-to let	823 372 185 €	54 284 532 €	58 869 209 €	170 050 809 €	23 586 862 €	208 735 566 €	49 617 895 €	35 169 669 €	15 641 462 €	6 934 051 €	482 129 €	0 €
Vacation / second home	409 728 761 €	37 270 606 €	47 242 529 €	114 975 730 €	108 831 488 €	74 739 418 €	14 376 498 €	9 372 571 €	857 488 €	1 847 543 €	0 €	214 889 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 310 098 922 €	278 627 457 €	467 669 524 €	1 364 602 520 €	1 582 697 611 €	1 244 401 370 €	171 835 017 €	131 264 826 €	44 895 719 €	21 951 258 €	1 833 330 €	320 289 €

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	4 118 941 624 €	205 668 137 €	363 726 487 €	1 073 179 047 €	1 232 419 503 €	959 747 805 €	130 321 060 €	102 85 447 €	33 054 379 €	16 467 288 €	1 542 470 €	0 €
Protected life-time employment	380 876 811 €	14 003 614 €	30 109 177 €	98 290 443 €	113 662 817 €	94 230 043 €	12 752 092 €	10 635 740 €	4 426 267 €	2 766 619 €	0 €	0 €
SELF-EMPLOYED	574 468 474 €	33 212 512 €	51 539 833 €	109 281 001 €	166 637 823 €	142 143 361 €	21 998 876 €	2 070 942 €	5 570 232 €	1 723 033 €	290 861 €	0 €
Unemployed	47 704 904 €	6 501 597 €	5 242 393 €	10 813 527 €	12 281 159 €	10 687 135 €	1 214 536 €	571 587 €	83 240 €	87 81 €	0 €	214 889 €
Other/No data	188 107 108 €	19 241 596 €	17 051 635 €	4 038 502 €	57 689 308 €	37 593 026 €	5 548 453 €	5 171 110 €	1 761 601 €	906 477 €	0 €	105 400 €
Total	5 310 098 922 €	278 627 457 €	467 669 524 €	1 364 602 520 €	1 582 697 611 €	1 244 401 370 €	171 835 017 €	131 264 826 €	44 895 719 €	21 951 258 €	1 833 330 €	320 289 €

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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	42 662 862 €	1 493 102 €	4 543 182 €	11 328 626 €	11 478 326 €	11 52 999 €	1 334 004 €	616 601 €	341 022 €	0 €	0 €	0 €
Aquitaine	259 880 460 €	13 302 503 €	15 814 227 €	57 151 921 €	70 290 091 €	66 787 676 €	15 198 066 €	13 384 899 €	5 620 890 €	2 115 297 €	0 €	214 889 €
Auvergne	21 856 851 €	527 138 €	1 100 435 €	6 593 467 €	7 442 417 €	5 429 693 €	52 682 €	205 945 €	151 964 €	353 110 €	0 €	0 €
Basse-Normandie	34 123 406 €	1 840 442 €	3 261 044 €	9 776 551 €	11 333 369 €	6 726 453 €	753 423 €	348 380 €	0 €	83 745 €	0 €	0 €
Bourgogne	33 866 153 €	1 460 640 €	5 270 076 €	9 504 752 €	9 648 350 €	6 578 578 €	467 007 €	656 274 €	72 591 €	207 884 €	0 €	0 €
Bretagne	66 665 951 €	3 302 148 €	7 112 571 €	18 182 948 €	18 000 507 €	15 605 984 €	2 520 918 €	1 759 311 €	181 564 €	0 €	0 €	0 €
Centre	76 858 643 €	3 367 972 €	10 381 960 €	19 848 293 €	22 842 940 €	12 540 440 €	3 877 878 €	2 658 405 €	1 005 755 €	335 000 €	0 €	0 €
Champagne-Ardenne	12 036 760 €	704 838 €	1 071 393 €	3 346 724 €	3 092 669 €	2 981 869 €	206 003 €	510 688 €	122 576 €	0 €	0 €	0 €
Corse	9 745 843 €	621 545 €	1 169 636 €	1 697 683 €	3 610 269 €	2 084 772 €	561 937 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	16 157 971 €	581 861 €	949 701 €	3 321 901 €	5 312 198 €	4 448 723 €	761 078 €	672 548 €	109 961 €	0 €	0 €	0 €
Haute-Normandie	70 365 157 €	2 530 932 €	8 457 788 €	18 516 710 €	24 904 523 €	11 286 677 €	1 969 639 €	1 776 455 €	729 605 €	192 829 €	0 €	0 €
Île-de-France	2 826 395 688 €	152 783 284 €	236 681 982 €	731 433 279 €	838 927 065 €	689 839 907 €	82 170 222 €	63 200 051 €	19 461 367 €	10 264 361 €	1 528 770 €	105 400 €
Languedoc-Roussillon	82 952 039 €	3 095 591 €	8 070 021 €	23 622 164 €	25 17 346 €	17 777 661 €	1 763 094 €	3 003 988 €	342 451 €	05 723 €	0 €	0 €
Limousin	8 117 763 €	424 181 €	838 801 €	2 628 557 €	2 843 996 €	889 588 €	492 640 €	0 €	0 €	0 €	0 €	0 €
Lorraine	44 728 098 €	1 663 966 €	5 060 495 €	9 929 323 €	12 840 241 €	11 139 579 €	1 431 978 €	1 628 785 €	157 976 €	85 755 €	0 €	0 €
Midi-Pyrénées	116 769 822 €	4 715 649 €	9 744 419 €	29 202 077 €	34 49 574 €	29 316 368 €	5 235 361 €	2 240 146 €	1 042 333 €	1 054 375 €	69 521 €	0 €
Nord-Pas-de-Calais	219 179 287 €	6 950 894 €	16 714 972 €	56 009 597 €	73356 814 €	52 687 658 €	6 677 941 €	6 218 410 €	312 570 €	250 431 €	0 €	0 €
Pays-de-la-Loire	108 584 475 €	5 913 872 €	5 618 853 €	27 243 179 €	33 08 885 €	24 879 008 €	5 453 333 €	4 160 414 €	511 581 €	1 095 351 €	0 €	0 €
Picardie	72 691 259 €	2 032 763 €	8 931 875 €	18 992 798 €	23 88 525 €	14 887 116 €	2 281 685 €	995 678 €	341 518 €	33300 €	0 €	0 €
Poitou-Charentes	66 998 585 €	6 276 038 €	7 050 473 €	18 851 311 €	15 44 518 €	13 943 874 €	1 785 785 €	2 377 784 €	866 052 €	77 711 €	235 039 €	0 €
Provence-Alpes-Côte d'Azur	670 980 034 €	42 349 601 €	77 766 402 €	181 656 553 €	27 181 689 €	121 429 771 €	19 261 107 €	11 710 209 €	7090 960 €	2 533 741 €	0 €	0 €
Rhône-Alpes	448 481 812 €	22 688 496 €	32 059 219 €	105 764 104 €	27 231 298 €	121 611 978 €	17 579 235 €	13 139 854 €	6432 984 €	1 974 645 €	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	5 310 098 922 €	278 627 457 €	467 669 524 €	1 364 602 520 €	1 582 697 611 €	1 244 401 370 €	171 835 017 €	131 264 826 €	44 895 719 €	21 951 258 €	1 833 330 €	320 289 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	859 726 405 €	16,19%	5 736
Guaranteed by Crédit Logement	4 450 372 517 €	83,81%	29 335
Total	5 310 098 922 €	100,00%	35 071

ASSET COVER TEST

Date of Asset Cover test:

31/10/2017

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

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

R	Asset Cover test Ratio	1,30
	Adjusted Aggregate Asset Amount (AAAA)	4 666 094 121,11 €
	Aggregate Covered Bond Outstanding Principal Amount	3 594 174 840,82 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	4 619 786 061,77 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 287 152 264,78 €
A2	= a * b	4 619 786 061,77 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 310 098 921,58 €
	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	122 300 863,00 €
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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%	75 992 804
	WAM (Weighted Average Maturity)	4,23
	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	0,8515
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	1,4757
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	5,9576
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	2,9925
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	4,3587

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