

HSBC SFH (France) Investor Report

Collection Period End:

31/08/2016

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	7 452 655 064 €
Number of Loans	53 318
Number of Borrowers	43 916
Average Loan Balance	139 777
Weighted Average Seasoning of Loan parts (months)	37,32
Weighted Average Remaining Term of Loan Parts (months)	155,68
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	67,5%
Weighted Average Current Indexed LTV	67,9%
Loan Originator	Total Loan Balance
HBFR	7 452 655 064 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	5 115 063 430 €
Weight Average Maturity	3,91
ACT Results	
Asset Cover Ratio	1,38
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%	932 869 869 €	10 117
>40% - ≤50%	685 130 941 €	5 417
>50% - ≤60%	923 629 803 €	6 558
>60% - ≤70%	1 043 847 212 €	7 048
>70% - ≤80%	1 279 355 427 €	8 514
>80% - ≤85%	804 038 716 €	5 119
>85% - ≤90%	798 874 224 €	5 073
>90% - ≤95%	650 468 793 €	3 718
>95% - ≤100%	333 537 707 €	1 742
>100% - ≤105%	643 501 €	4
>105%	258 871 €	8
Total	7 452 655 064 €	53 318

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	989 845 253 €	10 559
>40% - ≤50%	663 710 029 €	5 167
>50% - ≤60%	859 661 164 €	6 019
>60% - ≤70%	969 134 442 €	6 501
>70% - ≤80%	1 165 472 708 €	7 781
>80% - ≤85%	728 693 133 €	4 769
>85% - ≤90%	979 476 426 €	6 281
>90% - ≤95%	742 719 081 €	4 379
>95% - ≤100%	353 942 828 €	1 862
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	7 452 655 064 €	53 318

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	7 452 655 064 €	53 318
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	7 452 655 064 €	53 318

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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	1 658 181 209 €	113 106 391 €	90 148 570 €	153 447 316 €	189 164 778 €	203 828 168 €	122 896 677 €	252 546 706 €	259 440 118 €	273 602 486 €	0 €	0 €
≥12 - <24	1 723 575 669 €	134 572 653 €	115 810 466 €	155 962 158 €	181 653 550 €	250 345 175 €	213 877 038 €	274 859 595 €	345 564 589 €	50 930 444 €	0 €	0 €
≥24 - <36	1 445 330 013 €	146 513 068 €	130 175 598 €	189 281 015 €	225 073 114 €	339 147 558 €	225 115 398 €	165 671 175 €	20 401 990 €	3 951 097 €	0 €	0 €
≥36 - <60	1 263 952 977 €	195 387 756 €	138 322 317 €	177 529 653 €	211 578 728 €	281 340 770 €	169 242 135 €	69 577 012 €	18 284 325 €	2 690 281 €	0 €	0 €
≥60	1 361 615 196 €	343 290 000 €	210 673 991 €	247 409 661 €	236 377 042 €	204 693 757 €	72 907 467 €	36 219 736 €	6 777 771 €	2 363 398 €	643 501 €	258 871 €
Total	7 452 655 064 €	932 869 869 €	685 130 941 €	923 629 803 €	1 043 847 212 €	1 279 355 427 €	804 038 716 €	798 874 224 €	650 468 793 €	333 537 707 €	643 501 €	258 871 €

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	5 314 916 091 €	855 833 204 €	633 881 108 €	837 399 374 €	922 811 015 €	1 020 388 789 €	524 679 289 €	433 629 730 €	66 243 349 €	19 581 826 €	209 535 €	258 871 €
RE-MORTGAGE	1 882 194 781 €	31 774 085 €	22 947 657 €	47 083 162 €	76 634 988 €	206 318 320 €	253 988 444 €	347 084 820 €	581 984 127 €	313 955 881 €	423 295 €	0 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	108 366 116 €	18 834 750 €	11 634 776 €	14 595 292 €	18 548 315 €	21 291 321 €	14 101 979 €	8 035 880 €	1 323 804 €	0 €	0 €	0 €
Construction (New Building)	147 178 076 €	26 427 829 €	16 667 400 €	24 551 975 €	25 852 894 €	31 356 996 €	11 269 004 €	10 123 794 €	917 512 €	0 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	7 452 655 064 €	932 869 869 €	685 130 941 €	923 629 803 €	1 043 847 212 €	1 279 355 427 €	804 038 716 €	798 874 224 €	650 468 793 €	333 537 707 €	643 501 €	258 871 €

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	5 793 004 085 €	736 830 713 €	538 471 256 €	697 790 417 €	789 237 006 €	968 025 374 €	613 917 985 €	626 514 325 €	542 974 770 €	279 153 151 €	10 671 €	78 417 €
Buy-to let	1 141 496 015 €	112 180 865 €	86 482 791 €	132 551 514 €	173 456 819 €	229 953 659 €	145 236 704 €	127 584 901 €	89 920 394 €	43 738 381 €	209 535 €	180 454 €
Vacation / second home	518 154 964 €	83 858 291 €	60 176 895 €	93 287 872 €	81 153 387 €	81 376 393 €	44 884 027 €	44 774 998 €	17 573 629 €	10 646 175 €	423 295 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	7 452 655 064 €	932 869 869 €	685 130 941 €	923 629 803 €	1 043 847 212 €	1 279 355 427 €	804 038 716 €	798 874 224 €	650 468 793 €	333 537 707 €	643 501 €	258 871 €

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	5 667 301 465 €	688 489 530 €	522 631 406 €	711 255 550 €	795 995 570 €	954 549 503 €	604 508 482 €	615 847 738 €	501 567 093 €	272 082 765 €	178 973 €	194 854 €
Protected life-time employment	529 755 567 €	59 355 292 €	43 842 750 €	59 251 804 €	70 375 504 €	94 841 573 €	61 807 064 €	62 802 802 €	54 486 628 €	22 992 150 €	0 €	0 €
SELF-EMPLOYED	960 675 641 €	131 832 386 €	91 889 577 €	119 450 661 €	139 945 582 €	185 917 943 €	108 137 852 €	93 869 772 €	64 804 574 €	24 339 983 €	423 295 €	64 017 €
Unemployed	60 786 501 €	12 562 911 €	7 893 901 €	7 446 193 €	9 678 244 €	8 418 995 €	6 973 844 €	3 401 500 €	3 504 501 €	865 179 €	41 233 €	0 €
Other/No data	234 135 889 €	40 629 749 €	18 873 307 €	26 225 595 €	27 852 314 €	35 627 413 €	22 611 474 €	22 952 411 €	26 105 997 €	13 257 630 €	0 €	0 €
Total	7 452 655 064 €	932 869 869 €	685 130 941 €	923 629 803 €	1 043 847 212 €	1 279 355 427 €	804 038 716 €	798 874 224 €	650 468 793 €	333 537 707 €	643 501 €	258 871 €

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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	57 968 595 €	5 054 889 €	6 364 670 €	10 074 992 €	7 249 213 €	9 311 135 €	5 752 523 €	6 579 316 €	4 151 363 €	3 430 494 €	0 €	0 €
Aquitaine	367 583 159 €	41 210 992 €	30 477 229 €	43 943 560 €	53 285 330 €	58 556 986 €	41 710 031 €	46 387 596 €	34 981 751 €	17 019 013 €	10 671 €	0 €
Auvergne	30 354 922 €	3 195 170 €	1 978 765 €	5 471 945 €	4 527 943 €	5 752 099 €	3 479 768 €	3 698 940 €	1 746 569 €	503 724 €	0 €	0 €
Basse-Normandie	55 653 581 €	7 142 405 €	6 607 772 €	8 394 968 €	7 790 286 €	10 927 026 €	7 533 809 €	3 702 819 €	2 059 410 €	1 495 088 €	0 €	0 €
Bourgogne	45 876 416 €	4 178 050 €	4 406 048 €	5 209 359 €	8 339 042 €	9 208 270 €	4 764 316 €	4 607 317 €	3 652 009 €	1 512 004 €	0 €	0 €
Bretagne	101 912 115 €	14 280 583 €	11 168 002 €	14 733 747 €	12 888 817 €	16 425 057 €	11 355 671 €	11 453 871 €	7 052 495 €	2 553 871 €	0 €	0 €
Centre	126 140 484 €	13 875 106 €	9 480 265 €	14 928 832 €	18 035 361 €	25 668 659 €	14 085 283 €	13 753 047 €	11 543 181 €	4 770 750 €	0 €	0 €
Champagne-Ardenne	18 738 378 €	1 456 743 €	1 309 214 €	2 554 229 €	1 910 804 €	4 365 704 €	2 604 750 €	1 715 333 €	2 287 488 €	534 113 €	0 €	0 €
Corse	17 147 741 €	2 998 442 €	2 635 304 €	2 392 364 €	2 899 504 €	3 351 231 €	1 059 682 €	830 971 €	364 338 €	615 905 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	22 904 865 €	2 370 282 €	2 070 585 €	1 496 713 €	4 143 202 €	4 926 362 €	3 130 084 €	3 072 777 €	1 166 744 €	528 115 €	0 €	0 €
Haute-Normandie	126 551 729 €	14 441 125 €	13 813 200 €	14 410 023 €	20 725 510 €	25 597 507 €	13 762 354 €	12 437 613 €	7 347 856 €	4 016 542 €	0 €	0 €
Île-de-France	3 937 896 305 €	524 207 356 €	383 097 713 €	494 739 914 €	543 337 906 €	644 559 745 €	415 146 028 €	417 189 148 €	340 536 409 €	174 437 076 €	423 295 €	221 716 €
Languedoc-Roussillon	100 740 551 €	11 120 577 €	7 527 049 €	12 870 100 €	15 986 701 €	19 132 036 €	7 031 620 €	10 838 098 €	10 091 955 €	5 974 113 €	168 302 €	0 €
Limousin	13 468 732 €	2 046 762 €	684 543 €	1 712 722 €	2 184 670 €	2 858 180 €	1 208 549 €	586 466 €	1 966 008 €	220 831 €	0 €	0 €
Lorraine	75 828 840 €	7 391 802 €	7 114 723 €	8 030 171 €	7 650 600 €	17 020 921 €	9 997 289 €	8 430 868 €	7 808 875 €	2 383 591 €	0 €	0 €
Midi-Pyrénées	165 219 926 €	14 488 316 €	10 601 463 €	20 142 253 €	22 510 033 €	30 932 824 €	20 857 699 €	19 228 207 €	15 270 386 €	11 188 743 €	0 €	0 €
Nord-Pas-de-Calais	338 495 256 €	37 682 638 €	26 536 947 €	38 098 490 €	45 882 184 €	62 756 010 €	44 685 335 €	32 223 643 €	34 330 093 €	16 299 915 €	0 €	0 €
Pays-de-la-Loire	150 349 006 €	20 719 266 €	15 108 135 €	16 997 609 €	22 529 764 €	25 687 564 €	14 322 254 €	17 733 719 €	12 167 120 €	5 083 575 €	0 €	0 €
Picardie	115 822 590 €	9 262 455 €	9 967 383 €	12 275 623 €	16 107 423 €	22 063 934 €	14 735 675 €	13 272 323 €	11 224 879 €	6 912 895 €	0 €	0 €
Poitou-Charentes	103 742 629 €	15 199 577 €	8 831 551 €	14 345 855 €	15 321 972 €	17 498 901 €	10 718 692 €	9 964 025 €	8 922 886 €	2 939 171 €	0 €	0 €
Provence-Alpes-Côte d'Azur	863 220 791 €	112 005 666 €	73 523 768 €	113 477 147 €	124 445 770 €	154 457 009 €	86 477 190 €	85 376 450 €	73 727 441 €	39 693 195 €	0 €	37 154 €
Rhône-Alpes	617 038 454 €	68 541 668 €	51 826 613 €	67 329 185 €	86 095 177 €	108 298 267 €	69 620 115 €	75 791 678 €	58 069 536 €	31 424 982 €	41 233 €	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	7 452 655 064 €	932 869 869 €	685 130 941 €	923 629 803 €	1 043 847 212 €	1 279 355 427 €	804 038 716 €	798 874 224 €	650 468 793 €	333 537 707 €	643 501 €	258 871 €

8. Guaranty Type

Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	1 125 036 683 €	15,10%	7 961
Guaranteed by Crédit Logement	6 327 618 381 €	84,90%	45 357
Total	7 452 655 064 €	100,00%	53 318

ASSET COVER TEST

Date of Asset Cover test:

31/08/2016

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

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

R	Asset Cover test Ratio	1,38
	Adjusted Aggregate Asset Amount (AAAA)	7 078 192 683,77 €
	Aggregate Covered Bond Outstanding Principal Amount	5 115 063 429,77 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	6 483 809 905,73 €
A1	Adjusted Home Loan Outstanding Principal Amount	7 184 420 841,65 €
A2	= a * b	6 483 809 905,73 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	7 452 655 064,06 €
	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	124 184 605,26 €
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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%	100 111 827
	WAM (Weighted Average Maturity)	3,91
	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	0,3888
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	2,0178
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,6420
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	7,1239
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	4,1588
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,5250

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