

## HSBC SFH (France) Investor Report

Collection Period End:

**31/03/2017**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	5 007 113 766 €
Number of Loans	33 513
Number of Borrowers	27 954
Average Loan Balance	149 408
Weighted Average Seasoning of Loan parts (months)	36,54
Weighted Average Remaining Term of Loan Parts (months)	158,59
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	63,0%
Weighted Average Current Indexed LTV	62,6%
Loan Originator	Total Loan Balance
HBFRR	5 007 113 766 €
<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	3 623 971 578 €
Weight Average Maturity	4,79
<b>ACT Results</b>	
Asset Cover Ratio	1,21
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%	190 515 922 €	2 375
>40% - ≤50%	550 722 237 €	4 078
>50% - ≤60%	1 244 485 344 €	8 245
>60% - ≤70%	1 409 299 814 €	9 072
>70% - ≤80%	1 259 057 251 €	7 546
>80% - ≤85%	195 076 209 €	1 227
>85% - ≤90%	101 158 836 €	608
>90% - ≤95%	36 986 819 €	222
>95% - ≤100%	17 932 635 €	127
>100% - ≤105%	1 527 225 €	12
>105%	351 472 €	1
<b>Total</b>	<b>5 007 113 766 €</b>	<b>33 513</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	206 476 096 €	2 495
>40% - ≤50%	567 704 900 €	4 038
>50% - ≤60%	1 277 791 374 €	8 470
>60% - ≤70%	1 368 034 571 €	8 724
>70% - ≤80%	1 313 603 711 €	8 064
>80% - ≤85%	137 238 965 €	901
>85% - ≤90%	71 133 024 €	428
>90% - ≤95%	38 407 851 €	231
>95% - ≤100%	26 723 274 €	162
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>5 007 113 766 €</b>	<b>33 513</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 007 113 766 €	33 513
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>5 007 113 766 €</b>	<b>33 513</b>

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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	1 012 286 104 €	19 357 125 €	96 668 661 €	241 036 723 €	288 434 375 €	288 940 976 €	36 601 684 €	25 033 536 €	10 720 086 €	5 039 022 €	453 918 €	0 €
≥12 - <24	1 283 337 206 €	28 182 642 €	126 717 224 €	313 689 551 €	364 549 022 €	347 763 051 €	65 406 685 €	24 063 097 €	9 579 137 €	3 144 425 €	242 372 €	0 €
≥24 - <36	823 902 219 €	22 215 494 €	87 391 823 €	196 972 186 €	238 812 372 €	235 745 452 €	21 645 712 €	16 109 266 €	3 239 959 €	1 969 955 €	0 €	0 €
≥36 - <60	1 060 514 359 €	40 950 826 €	137 788 248 €	269 375 168 €	295 531 975 €	239 002 094 €	39 536 499 €	20 868 164 €	9 980 790 €	6 344 438 €	784 685 €	351 472 €
≥60	827 073 879 €	79 809 835 €	102 156 282 €	223 411 716 €	222 172 069 €	147 605 678 €	31 885 629 €	15 084 774 €	3 466 848 €	1 434 795 €	46 253 €	0 €
<b>Total</b>	<b>5 007 113 766 €</b>	<b>190 515 922 €</b>	<b>550 722 237 €</b>	<b>1 244 485 344 €</b>	<b>1 409 299 814 €</b>	<b>1 259 057 251 €</b>	<b>195 076 209 €</b>	<b>101 158 836 €</b>	<b>36 986 819 €</b>	<b>17 932 635 €</b>	<b>1 527 225 €</b>	<b>351 472 €</b>

### 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	3 367 890 238 €	144 203 436 €	375 891 399 €	852 360 469 €	936 968 213 €	868 102 427 €	116 879 192 €	50 806 216 €	13 763 207 €	8 880 097 €	35 582 €	0 €
RE-MORTGAGE	1 474 787 753 €	35 013 542 €	159 272 005 €	352 525 569 €	424 892 873 €	350 400 059 €	71 617 360 €	48 253 206 €	22 320 241 €	8 660 451 €	1 480 972 €	351 472 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	68 919 296 €	5 972 077 €	6 550 091 €	14 455 508 €	18 344 799 €	20 124 288 €	2 491 542 €	698 527 €	282 464 €	0 €	0 €	0 €
Construction (New Building)	95 516 479 €	5 326 867 €	9 008 742 €	25 143 798 €	29 093 929 €	20 430 477 €	4 088 115 €	1 400 886 €	620 906 €	392 087 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 007 113 766 €</b>	<b>190 515 922 €</b>	<b>550 722 237 €</b>	<b>1 244 485 344 €</b>	<b>1 409 299 814 €</b>	<b>1 259 057 251 €</b>	<b>195 076 209 €</b>	<b>101 158 836 €</b>	<b>36 986 819 €</b>	<b>17 932 635 €</b>	<b>1 527 225 €</b>	<b>351 472 €</b>

### 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	3 848 519 202 €	115 364 002 €	432 661 719 €	983 595 938 €	1 108 030 448 €	975 523 923 €	130 809 745 €	67 030 141 €	23 551 570 €	10 644 717 €	955 527 €	351 472 €
Buy-to let	780 193 352 €	44 639 802 €	67 593 323 €	153 680 112 €	206 965 169 €	208 937 029 €	51 220 910 €	27 764 196 €	12 862 451 €	5 958 660 €	571 699 €	0 €
Vacation / second home	378 401 213 €	30 512 118 €	50 467 194 €	107 209 295 €	94 304 197 €	74 596 299 €	13 045 555 €	6 364 498 €	572 798 €	1 329 258 €	0 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 007 113 766 €</b>	<b>190 515 922 €</b>	<b>550 722 237 €</b>	<b>1 244 485 344 €</b>	<b>1 409 299 814 €</b>	<b>1 259 057 251 €</b>	<b>195 076 209 €</b>	<b>101 158 836 €</b>	<b>36 986 819 €</b>	<b>17 932 635 €</b>	<b>1 527 225 €</b>	<b>351 472 €</b>

### 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	3 866 577 188 €	143 687 651 €	429 981 218 €	966 423 502 €	1 082 226 825 €	968 618 336 €	153 583 066 €	77 762 927 €	28 662 914 €	14 030 006 €	1 249 272 €	351 472 €
Protected life-time employment	346 791 650 €	9 642 398 €	31 672 798 €	86 870 329 €	103 169 536 €	92 026 225 €	12 389 342 €	6 548 305 €	3 406 653 €	1 066 065 €	0 €	0 €
SELF-EMPLOYED	588 796 264 €	20 906 257 €	63 252 412 €	143 281 572 €	168 078 522 €	152 458 394 €	22 066 343 €	13 407 059 €	2 739 711 €	2 328 040 €	277 954 €	0 €
Unemployed	41 917 104 €	4 062 298 €	6 198 976 €	10 074 019 €	10 893 484 €	8 733 602 €	1 234 810 €	616 524 €	37 872 €	65 518 €	0 €	0 €
Other/No data	163 031 560 €	12 217 318 €	19 616 832 €	37 835 922 €	44 931 448 €	37 220 695 €	5 802 648 €	2 824 021 €	2 139 670 €	443 007 €	0 €	0 €
<b>Total</b>	<b>5 007 113 766 €</b>	<b>190 515 922 €</b>	<b>550 722 237 €</b>	<b>1 244 485 344 €</b>	<b>1 409 299 814 €</b>	<b>1 259 057 251 €</b>	<b>195 076 209 €</b>	<b>101 158 836 €</b>	<b>36 986 819 €</b>	<b>17 932 635 €</b>	<b>1 527 225 €</b>	<b>351 472 €</b>

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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	39 692 902 €	1 162 590 €	5 130 981 €	10 995 698 €	10 775 228 €	9 958 744 €	1 175 521 €	494 141 €	0 €	0 €	0 €	0 €
Aquitaine	248 933 522 €	9 242 662 €	23 119 719 €	55 028 463 €	64 849 514 €	67 289 418 €	17 139 133 €	7 473 281 €	2 822 661 €	1 749 718 €	218 952 €	0 €
Auvergne	19 681 272 €	499 402 €	2 112 411 €	5 852 361 €	6 108 947 €	4 751 286 €	222 996 €	116 107 €	17 762 €	0 €	0 €	0 €
Basse-Normandie	33 305 348 €	1 381 048 €	3 495 258 €	10 370 064 €	9 560 436 €	7 250 705 €	883 566 €	100 000 €	264 271 €	0 €	0 €	0 €
Bourgogne	31 893 942 €	919 432 €	4 783 172 €	7 948 579 €	9 044 398 €	8 110 648 €	761 717 €	325 997 €	0 €	0 €	0 €	0 €
Bretagne	65 591 880 €	2 433 291 €	8 190 215 €	20 036 222 €	16 725 113 €	13 956 542 €	2 672 680 €	1 424 339 €	153 478 €	0 €	0 €	0 €
Centre	76 946 285 €	2 943 780 €	9 222 660 €	17 823 902 €	26 259 854 €	16 818 581 €	1 411 142 €	1 838 148 €	529 479 €	98 738 €	0 €	0 €
Champagne-Ardenne	11 299 213 €	447 415 €	1 386 013 €	3 675 549 €	2 743 920 €	2 521 753 €	0 €	0 €	524 562 €	0 €	0 €	0 €
Corse	10 555 602 €	464 042 €	1 781 358 €	2 407 260 €	2 611 627 €	3 033 611 €	0 €	257 704 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	14 152 877 €	355 481 €	1 391 929 €	2 658 835 €	4 654 865 €	4 242 958 €	0 €	848 809 €	0 €	0 €	0 €	0 €
Haute-Normandie	75 020 033 €	2 041 064 €	10 367 235 €	18 335 538 €	25 042 251 €	13 895 648 €	2 768 150 €	1 711 187 €	370 042 €	488 919 €	0 €	0 €
Île-de-France	2 642 243 350 €	100 005 583 €	287 665 067 €	652 705 208 €	742 923 030 €	671 895 456 €	104 623 879 €	52 353 559 €	19 869 423 €	8 577 982 €	1 272 691 €	351 472 €
Languedoc-Roussillon	71 475 535 €	1 990 540 €	7 575 711 €	19 439 955 €	22 148 721 €	16 295 234 €	1 848 100 €	1 171 301 €	1 005 972 €	0 €	0 €	0 €
Limousin	7 970 515 €	33 285 €	896 529 €	2 279 263 €	2 458 751 €	1 761 237 €	100 378 €	441 072 €	0 €	0 €	0 €	0 €
Lorraine	45 827 091 €	1 315 650 €	5 779 998 €	10 501 498 €	12 061 663 €	12 399 543 €	2 646 545 €	901 643 €	220 551 €	0 €	0 €	0 €
Midi-Pyrénées	107 855 012 €	4 055 510 €	9 534 756 €	27 688 545 €	30 450 817 €	28 903 576 €	4 391 200 €	1 601 802 €	748 344 €	480 462 €	0 €	0 €
Nord-Pas-de-Calais	216 772 123 €	4 627 954 €	20 560 062 €	54 023 960 €	64 195 316 €	59 043 458 €	7 167 485 €	6 641 263 €	229 127 €	283 500 €	0 €	0 €
Pays-de-la-Loire	99 719 343 €	4 177 038 €	9 019 681 €	23 377 563 €	28 657 154 €	26 743 124 €	3 464 665 €	2 706 538 €	1 460 502 €	113 078 €	0 €	0 €
Picardie	72 509 942 €	577 784 €	12 346 658 €	17 365 932 €	21 757 955 €	17 335 893 €	893 934 €	1 775 094 €	456 691 €	0 €	0 €	0 €
Poitou-Charentes	63 615 125 €	3 841 887 €	7 313 263 €	18 536 833 €	14 118 045 €	16 216 337 €	1 677 334 €	974 845 €	607 840 €	328 741 €	0 €	0 €
Provence-Alpes-Côte d'Azur	611 645 715 €	31 447 839 €	78 699 794 €	162 237 425 €	176 792 085 €	132 287 596 €	17 318 969 €	8 809 502 €	2 804 305 €	1 212 618 €	35 582 €	0 €
Rhône-Alpes	440 407 138 €	16 552 645 €	40 349 767 €	101 196 689 €	115 360 124 €	124 345 904 €	23 908 814 €	9 192 505 €	4 901 809 €	4 598 879 €	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 €
<b>Total</b>	<b>5 007 113 766 €</b>	<b>190 515 922 €</b>	<b>550 722 237 €</b>	<b>1 244 485 344 €</b>	<b>1 409 299 814 €</b>	<b>1 259 057 251 €</b>	<b>195 076 209 €</b>	<b>101 158 836 €</b>	<b>36 986 819 €</b>	<b>17 932 635 €</b>	<b>1 527 225 €</b>	<b>351 472 €</b>

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	862 638 602 €	17,23%	5 758
Guaranteed by Crédit Logement	4 144 475 164 €	82,77%	27 755
<b>Total</b>	<b>5 007 113 766 €</b>	<b>100,00%</b>	<b>33 513</b>

**ASSET COVER TEST**

Date of Asset Cover test:

31/03/2017

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

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

<b>R</b>	<b>Asset Cover test Ratio</b>	<b>1,21</b>
	Adjusted Aggregate Asset Amount (AAAA)	4 392 543 353,32 €
	Aggregate Covered Bond Outstanding Principal Amount	3 623 971 578,16 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

<b>A</b>	<b>=min(A1 ; A2)</b>	<b>4 356 188 976,45 €</b>
<b>A1</b>	Adjusted Home Loan Outstanding Principal Amount	4 987 403 401,45 €
<b>A2</b>	= a * b	4 356 188 976,45 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 007 113 766,03 €
	Asset Percentage (b)	87,0%

<b>B</b>	Cash Collateral Account	-
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<b>C</b>	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

<b>D</b>	Permitted Investments	<b>123 136 961,93 €</b>
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<b>Y</b>	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  $\alpha$  plus 2 months, where alpha means the period between 2 interest payment dates (1st day of such period included and last day of

<b>Z</b>	WAM * Covered Bond Outstanding Principal Amount * 0.50%	<b>86 782 585</b>
	WAM (Weighted Average Maturity)	4,79
	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	1,4374
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,0616
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	6,5435
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	3,5784
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	4,9446

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