

## HSBC SFH (France) Investor Report

Collection Period End:

**31/01/2017**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	5 312 417 989 €
Number of Loans	34 783
Number of Borrowers	29 215
Average Loan Balance	152 730
Weighted Average Seasoning of Loan parts (months)	35,23
Weighted Average Remaining Term of Loan Parts (months)	158,26
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,6%
Weighted Average Current Indexed LTV	62,3%
Loan Originator	Total Loan Balance
HBFH	5 312 417 989 €
<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	3 624 953 131 €
Weight Average Maturity	4,95
<b>ACT Results</b>	
Asset Cover Ratio	1,28
Asset Cover Test Result	PASS

# HSBC SFH (France) Investor Report

1.a Unindexed LTV Ranges Distribution		
Unindexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	70 275 306 €	677
>40% - ≤50%	874 401 245 €	6 350
>50% - ≤60%	1 276 569 095 €	8 517
>60% - ≤70%	1 437 558 563 €	9 273
>70% - ≤80%	1 412 569 937 €	8 488
>80% - ≤85%	178 932 215 €	1 066
>85% - ≤90%	42 377 070 €	261
>90% - ≤95%	13 566 164 €	98
>95% - ≤100%	4 514 049 €	41
>100% - ≤105%	1 125 695 €	7
>105%	528 651 €	5
<b>Total</b>	<b>5 312 417 989 €</b>	<b>34 783</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	140 000 €	1
>40% - ≤50%	1 015 531 624 €	7 403
>50% - ≤60%	1 259 006 580 €	8 371
>60% - ≤70%	1 354 425 191 €	8 661
>70% - ≤80%	1 522 626 967 €	9 343
>80% - ≤85%	160 687 627 €	1 004
>85% - ≤90%	0 €	-
>90% - ≤95%	0 €	-
>95% - ≤100%	0 €	-
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>5 312 417 989 €</b>	<b>34 783</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 312 417 989 €	34 783
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>5 312 417 989 €</b>	<b>34 783</b>

## HSBC SFH (France) Investor Report

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	1 053 548 777 €	5 184 597 €	161 708 266 €	231 108 075 €	284 332 115 €	320 763 444 €	37 305 479 €	8 284 607 €	4 121 897 €	740 297 €	0 €	0 €
≥12 - <24	1 460 973 027 €	11 360 225 €	226 686 144 €	335 110 606 €	396 266 342 €	402 453 933 €	69 776 842 €	12 268 496 €	6 027 817 €	553 940 €	468 683 €	0 €
≥24 - <36	883 227 199 €	5 700 962 €	141 884 637 €	200 893 772 €	231 910 506 €	279 788 454 €	19 203 397 €	2 807 239 €	363 133 €	542 205 €	132 895 €	0 €
≥36 - <60	1 089 963 217 €	26 558 525 €	200 702 458 €	274 997 958 €	292 329 044 €	253 349 973 €	26 932 189 €	9 882 933 €	2 625 535 €	2 145 636 €	0 €	438 966 €
≥60	824 705 768 €	21 470 997 €	143 419 740 €	234 458 684 €	232 720 556 €	156 214 133 €	25 714 308 €	9 133 795 €	427 782 €	531 971 €	524 117 €	89 685 €
<b>Total</b>	<b>5 312 417 989 €</b>	<b>70 275 306 €</b>	<b>874 401 245 €</b>	<b>1 276 569 095 €</b>	<b>1 437 558 563 €</b>	<b>1 412 569 937 €</b>	<b>178 932 215 €</b>	<b>42 377 070 €</b>	<b>13 566 164 €</b>	<b>4 514 049 €</b>	<b>1 125 695 €</b>	<b>528 651 €</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	3 542 094 064 €	42 828 394 €	595 437 794 €	865 403 213 €	954 188 751 €	969 990 045 €	101 173 036 €	10 590 523 €	832 287 €	1 461 069 €	99 268 €	89 685 €
RE-MORTGAGE	1 595 541 364 €	24 367 508 €	250 071 380 €	371 155 387 €	435 098 093 €	393 298 015 €	72 598 347 €	31 786 547 €	12 658 388 €	3 052 980 €	1 015 756 €	438 966 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	70 245 818 €	1 179 203 €	10 797 318 €	14 749 715 €	19 079 548 €	21 706 290 €	2 658 253 €	0 €	75 490 €	0 €	0 €	0 €
Construction (New Building)	104 536 744 €	1 900 202 €	18 094 754 €	25 260 780 €	29 192 170 €	27 575 587 €	2 502 579 €	0 €	0 €	0 €	10 671 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 312 417 989 €</b>	<b>70 275 306 €</b>	<b>874 401 245 €</b>	<b>1 276 569 095 €</b>	<b>1 437 558 563 €</b>	<b>1 412 569 937 €</b>	<b>178 932 215 €</b>	<b>42 377 070 €</b>	<b>13 566 164 €</b>	<b>4 514 049 €</b>	<b>1 125 695 €</b>	<b>528 651 €</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	4 202 026 258 €	52 879 471 €	716 276 553 €	1 014 210 390 €	1 139 552 982 €	1 106 869 782 €	131 668 758 €	27 587 962 €	8 957 031 €	3 111 918 €	445 203 €	466 207 €
Buy-to let	747 319 631 €	9 904 242 €	88 430 096 €	155 911 965 €	207 820 101 €	225 916 780 €	39 639 138 €	13 810 073 €	4 380 119 €	1 402 131 €	42 542 €	62 443 €
Vacation / second home	363 072 100 €	7 491 593 €	69 694 596 €	106 446 739 €	90 185 479 €	79 783 375 €	7 624 319 €	979 035 €	229 014 €	0 €	637 950 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 312 417 989 €</b>	<b>70 275 306 €</b>	<b>874 401 245 €</b>	<b>1 276 569 095 €</b>	<b>1 437 558 563 €</b>	<b>1 412 569 937 €</b>	<b>178 932 215 €</b>	<b>42 377 070 €</b>	<b>13 566 164 €</b>	<b>4 514 049 €</b>	<b>1 125 695 €</b>	<b>528 651 €</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	4 088 679 481 €	54 202 854 €	680 935 485 €	992 940 705 €	1 100 700 941 €	1 079 331 835 €	134 149 902 €	32 098 613 €	9 791 869 €	3 675 327 €	409 881 €	442 070 €
Protected life-time employment	382 636 710 €	4 176 360 €	57 335 910 €	92 028 427 €	105 062 182 €	106 804 067 €	12 633 935 €	2 836 593 €	1 645 641 €	113 596 €	0 €	0 €
SELF-EMPLOYED	640 975 367 €	7 795 685 €	99 245 428 €	143 361 643 €	179 357 278 €	179 139 045 €	24 002 704 €	5 545 742 €	1 156 259 €	569 187 €	715 815 €	86 581 €
Unemployed	40 255 910 €	1 344 916 €	8 733 983 €	9 980 290 €	11 203 655 €	7 552 560 €	1 124 668 €	315 838 €	0 €	0 €	0 €	0 €
Other/No data	159 870 521 €	2 755 491 €	28 150 440 €	38 258 030 €	41 234 507 €	39 742 431 €	7 021 006 €	1 580 283 €	972 395 €	155 939 €	0 €	0 €
<b>Total</b>	<b>5 312 417 989 €</b>	<b>70 275 306 €</b>	<b>874 401 245 €</b>	<b>1 276 569 095 €</b>	<b>1 437 558 563 €</b>	<b>1 412 569 937 €</b>	<b>178 932 215 €</b>	<b>42 377 070 €</b>	<b>13 566 164 €</b>	<b>4 514 049 €</b>	<b>1 125 695 €</b>	<b>528 651 €</b>

# HSBC SFH (France) Investor Report

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	43 323 219 €	565 511 €	9 019 259 €	10 612 053 €	11 004 795 €	11 090 478 €	1 031 123 €	0 €	0 €	0 €	0 €	0 €
Aquitaine	261 002 474 €	3 082 530 €	35 310 367 €	58 017 545 €	68 802 853 €	71 915 142 €	14 665 413 €	6 508 535 €	2 689 418 €	0 €	10 671 €	0 €
Auvergne	21 873 360 €	197 042 €	2 622 495 €	6 305 485 €	5 054 088 €	7 106 170 €	588 081 €	0 €	0 €	0 €	0 €	0 €
Basse-Normandie	35 488 835 €	1 287 206 €	5 667 191 €	8 993 794 €	9 969 061 €	8 566 711 €	1 004 871 €	0 €	0 €	0 €	0 €	0 €
Bourgogne	34 015 650 €	1 090 858 €	5 604 424 €	8 198 230 €	9 989 903 €	8 834 518 €	269 056 €	28 660 €	0 €	0 €	0 €	0 €
Bretagne	67 399 740 €	1 185 847 €	12 753 295 €	19 295 190 €	15 051 211 €	17 415 672 €	1 519 292 €	179 233 €	0 €	0 €	0 €	0 €
Centre	81 818 980 €	2 743 233 €	12 267 179 €	18 446 586 €	25 607 748 €	20 493 133 €	1 715 917 €	445 185 €	100 000 €	0 €	0 €	0 €
Champagne-Ardenne	12 744 882 €	605 188 €	2 100 157 €	3 400 263 €	3 285 265 €	3 277 800 €	76 208 €	0 €	0 €	0 €	0 €	0 €
Corse	11 521 704 €	38 678 €	3 340 897 €	2 316 016 €	2 495 599 €	3 190 150 €	140 365 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	15 435 332 €	478 107 €	2 234 059 €	2 486 991 €	4 847 751 €	5 246 252 €	142 173 €	0 €	0 €	0 €	0 €	0 €
Haute-Normandie	78 561 907 €	2 033 104 €	13 237 608 €	18 116 163 €	26 070 999 €	18 263 496 €	731 191 €	109 347 €	0 €	0 €	0 €	0 €
Île-de-France	2 830 382 813 €	24 945 785 €	482 130 457 €	686 515 189 €	762 366 130 €	750 887 867 €	89 321 674 €	22 977 667 €	7 847 445 €	1 746 924 €	1 115 024 €	528 651 €
Languedoc-Roussillon	72 934 530 €	1 632 668 €	9 779 675 €	18 081 008 €	23 007 420 €	19 153 906 €	1 279 854 €	0 €	0 €	0 €	0 €	0 €
Limousin	8 387 168 €	106 447 €	1 226 446 €	2 202 629 €	2 933 051 €	1 918 595 €	0 €	0 €	0 €	0 €	0 €	0 €
Lorraine	47 285 672 €	674 518 €	9 124 324 €	10 029 804 €	12 013 590 €	14 018 944 €	1 240 919 €	183 574 €	0 €	0 €	0 €	0 €
Midi-Pyrénées	115 198 822 €	838 675 €	14 277 558 €	27 888 873 €	32 865 654 €	31 965 016 €	6 038 085 €	1 324 961 €	0 €	0 €	0 €	0 €
Nord-Pas-de-Calais	236 677 407 €	2 560 209 €	36 961 154 €	52 780 316 €	63 535 466 €	66 049 355 €	13 335 460 €	1 361 710 €	93 737 €	0 €	0 €	0 €
Pays-de-la-Loire	104 980 222 €	1 399 482 €	17 953 043 €	22 424 777 €	29 019 304 €	28 524 266 €	5 124 804 €	277 835 €	256 712 €	0 €	0 €	0 €
Picardie	79 641 115 €	1 501 903 €	15 796 202 €	18 673 955 €	21 801 571 €	20 434 923 €	1 394 363 €	38 198 €	0 €	0 €	0 €	0 €
Poitou-Charentes	63 494 800 €	865 369 €	11 134 498 €	16 975 343 €	15 041 350 €	17 773 648 €	1 600 959 €	103 633 €	0 €	0 €	0 €	0 €
Provence-Alpes-Côte d'Azur	618 554 285 €	18 183 826 €	104 224 754 €	158 777 310 €	173 965 519 €	151 340 976 €	10 329 169 €	1 416 872 €	315 860 €	0 €	0 €	0 €
Rhône-Alpes	471 695 071 €	4 259 120 €	67 636 204 €	106 031 577 €	118 830 237 €	135 102 918 €	27 383 238 €	7 421 660 €	2 362 993 €	2 667 124 €	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>5 312 417 989 €</b>	<b>70 275 306 €</b>	<b>874 401 245 €</b>	<b>1 276 569 095 €</b>	<b>1 437 558 563 €</b>	<b>1 412 569 937 €</b>	<b>178 932 215 €</b>	<b>42 377 070 €</b>	<b>13 566 164 €</b>	<b>4 514 049 €</b>	<b>1 125 695 €</b>	<b>528 651 €</b>

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	821 104 479 €	15,46%	5 077
Guaranteed by Crédit Logement	4 491 313 510 €	84,54%	29 706
<b>Total</b>	<b>5 312 417 989 €</b>	<b>100,00%</b>	<b>34 783</b>

**ASSET COVER TEST**

Date of Asset Cover test:

31/01/2017

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

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

<b>R</b>	<b>Asset Cover test Ratio</b>	<b>1,28</b>
	Adjusted Aggregate Asset Amount (AAAA)	4 655 641 981,50 €
	Aggregate Covered Bond Outstanding Principal Amount	3 624 953 130,86 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

<b>A</b>	<b>=min(A1 ; A2)</b>	<b>4 621 803 650,47 €</b>
<b>A1</b>	Adjusted Home Loan Outstanding Principal Amount	5 310 953 137,10 €
<b>A2</b>	= a * b	4 621 803 650,47 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 312 417 989,05 €
	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>123 557 253,48 €</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>89 718 922</b>
	WAM (Weighted Average Maturity)	4,95
	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	1,5989
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,2231
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	6,7050
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	3,7399
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,1061

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