

## HSBC SFH (France) Investor Report

Collection Period End:

**28/02/2017**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	4 998 899 381 €
Number of Loans	33 289
Number of Borrowers	28 339
Average Loan Balance	150 167
Weighted Average Seasoning of Loan parts (months)	36,52
Weighted Average Remaining Term of Loan Parts (months)	157,83
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,5%
Weighted Average Current Indexed LTV	62,0%
Loan Originator	Total Loan Balance
HBFRR	4 998 899 381 €
<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	3 625 657 400 €
Weight Average Maturity	4,87
<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%	141 874 209 €	1 857
>40% - ≤50%	648 495 367 €	4 755
>50% - ≤60%	1 265 019 134 €	8 392
>60% - ≤70%	1 429 245 655 €	9 218
>70% - ≤80%	1 266 205 637 €	7 552
>80% - ≤85%	140 407 087 €	849
>85% - ≤90%	71 957 428 €	436
>90% - ≤95%	24 795 063 €	152
>95% - ≤100%	9 453 857 €	70
>100% - ≤105%	1 007 434 €	6
>105%	438 510 €	2
<b>Total</b>	<b>4 998 899 381 €</b>	<b>33 289</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	152 800 166 €	1 931
>40% - ≤50%	693 503 298 €	4 928
>50% - ≤60%	1 283 767 333 €	8 488
>60% - ≤70%	1 380 242 473 €	8 810
>70% - ≤80%	1 355 479 648 €	8 316
>80% - ≤85%	55 409 711 €	335
>85% - ≤90%	41 436 223 €	257
>90% - ≤95%	19 739 288 €	126
>95% - ≤100%	16 521 241 €	98
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>4 998 899 381 €</b>	<b>33 289</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	4 998 899 381 €	33 289
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>4 998 899 381 €</b>	<b>33 289</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	1 010 840 212 €	12 931 994 €	119 646 504 €	245 984 018 €	296 195 686 €	294 824 668 €	19 969 987 €	14 313 401 €	4 888 053 €	2 085 902 €	0 €	0 €
≥12 - <24	1 301 578 915 €	16 979 223 €	159 069 053 €	319 856 013 €	377 020 214 €	358 532 869 €	42 916 380 €	16 936 785 €	7 164 786 €	2 637 280 €	466 311 €	0 €
≥24 - <36	797 309 598 €	13 115 766 €	98 738 696 €	196 221 955 €	21 062 945 €	230 186 986 €	12 289 631 €	12 971 676 €	1 885 870 €	836 073 €	0 €	0 €
≥36 - <60	1 046 656 712 €	30 163 323 €	156 251 783 €	274 793 995 €	298 194 465 €	229 068 766 €	33 709 375 €	13 225 140 €	7 899 852 €	2 829 285 €	82 218 €	438 510 €
≥60	842 513 945 €	68 683 902 €	114 789 331 €	228 163 154 €	226 772 345 €	153 592 349 €	31 521 714 €	14 510 426 €	2 956 503 €	1 653 317 €	458 904 €	0 €
<b>Total</b>	<b>4 998 899 381 €</b>	<b>141 874 209 €</b>	<b>648 495 367 €</b>	<b>1 265 019 134 €</b>	<b>1 429 245 655 €</b>	<b>1 266 205 637 €</b>	<b>140 407 087 €</b>	<b>71 957 428 €</b>	<b>24 795 063 €</b>	<b>9 453 857 €</b>	<b>1 007 434 €</b>	<b>438 510 €</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	3 372 325 007 €	113 748 537 €	443 446 415 €	863 801 747 €	954 431 936 €	875 457 048 €	75 336 566 €	32 436 512 €	9 281 276 €	4 849 075 €	35 894 €	0 €
RE-MORTGAGE	1 459 171 567 €	19 715 896 €	184 230 171 €	360 346 186 €	427 397 862 €	346 820 343 €	61 617 557 €	37 888 421 €	15 045 061 €	4 710 692 €	960 868 €	438 510 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	70 937 421 €	5 236 013 €	8 276 812 €	15 419 900 €	18 798 826 €	20 561 684 €	1 804 431 €	847 756 €	0 €	0 €	0 €	0 €
Construction (New Building)	96 465 387 €	3 173 763 €	12 541 969 €	25 451 301 €	28 625 032 €	23 865 562 €	1 648 534 €	784 739 €	468 726 €	394 090 €	10 677 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>4 998 899 381 €</b>	<b>141 874 209 €</b>	<b>648 495 367 €</b>	<b>1 265 019 134 €</b>	<b>1 429 245 655 €</b>	<b>1 266 205 637 €</b>	<b>140 407 087 €</b>	<b>71 957 428 €</b>	<b>24 795 063 €</b>	<b>9 453 857 €</b>	<b>1 007 434 €</b>	<b>438 510 €</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	3 833 370 356 €	71 302 226 €	509 592 750 €	1 002 197 822 €	1 126 685 86 €	979 394 982 €	82 771 368 €	42 098 090 €	13 323 031 €	5 312 127 €	254 314 €	438 510 €
Buy-to let	785 388 940 €	43 121 838 €	77 118 700 €	154 759 151 €	29 433 558 €	211 921 414 €	47 856 918 €	26 260 185 €	10 944 252 €	3 854 812 €	118 112 €	0 €
Vacation / second home	380 140 085 €	27 450 146 €	61 783 918 €	108 062 161 €	9 126 961 €	74 889 241 €	9 778 801 €	3 599 152 €	527 788 €	286 918 €	635 008 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>4 998 899 381 €</b>	<b>141 874 209 €</b>	<b>648 495 367 €</b>	<b>1 265 019 134 €</b>	<b>1 429 245 655 €</b>	<b>1 266 205 637 €</b>	<b>140 407 087 €</b>	<b>71 957 428 €</b>	<b>24 795 063 €</b>	<b>9 453 857 €</b>	<b>1 007 434 €</b>	<b>438 510 €</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	3 851 931 664 €	106 309 807 €	506 291 072 €	979 736 303 €	1 098 396 351 €	972 729 264 €	106 378 559 €	54 590 836 €	18 799 427 €	8 032 558 €	315 559 €	351 929 €
Protected life-time employment	350 252 056 €	6 287 231 €	39 845 331 €	91 918 816 €	104 169 770 €	92 440 316 €	9 299 941 €	4 446 340 €	1 579 135 €	265 176 €	0 €	0 €
SELF-EMPLOYED	593 549 397 €	15 478 360 €	72 692 000 €	145 170 970 €	170 771 100 €	56 114 477 €	18 934 590 €	9 534 361 €	3 324 893 €	750 911 €	691 875 €	86 581 €
Unemployed	42 156 214 €	4 228 032 €	6 861 363 €	9 896 111 €	11 233 513 €	8 229 699 €	1 054 332 €	618 537 €	0 €	38 357 €	0 €	0 €
Other/No data	161 010 050 €	9 570 779 €	22 805 602 €	38 296 934 €	44 674 922 €	36 956 612 €	4 739 665 €	2 767 354 €	1 091 608 €	367 574 €	0 €	0 €
<b>Total</b>	<b>4 998 899 381 €</b>	<b>141 874 209 €</b>	<b>648 495 367 €</b>	<b>1 265 019 134 €</b>	<b>1 429 245 655 €</b>	<b>1 266 205 637 €</b>	<b>140 407 087 €</b>	<b>71 957 428 €</b>	<b>24 795 063 €</b>	<b>9 453 857 €</b>	<b>1 007 434 €</b>	<b>438 510 €</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	40 680 830 €	853 825 €	6 233 596 €	10 778 690 €	11 491 869 €	9 918 700 €	729 416 €	674 733 €	0 €	0 €	0 €	0 €	0 €
Aquitaine	249 604 395 €	7 991 104 €	26 845 565 €	56 785 084 €	65 939 938 €	66 822 975 €	15 206 132 €	7 117 176 €	2 658 290 €	247 460 €	10 671 €	0 €	0 €
Auvergne	19 687 504 €	476 439 €	2 022 761 €	6 390 986 €	5 237 431 €	5 123 699 €	301 749 €	116 611 €	17 829 €	0 €	0 €	0 €	0 €
Basse-Normandie	34 534 772 €	1 335 023 €	4 679 520 €	10 068 980 €	9 821 618 €	7 406 271 €	958 604 €	0 €	264 757 €	0 €	0 €	0 €	0 €
Bourgogne	32 096 693 €	800 885 €	4 844 807 €	8 498 165 €	9 366 404 €	7 545 671 €	732 139 €	308 622 €	0 €	0 €	0 €	0 €	0 €
Bretagne	64 252 149 €	1 191 348 €	9 671 561 €	19 641 151 €	16 666 841 €	14 446 171 €	1 684 173 €	950 905 €	0 €	0 €	0 €	0 €	0 €
Centre	75 321 176 €	1 697 049 €	9 840 137 €	18 474 666 €	26 231 231 €	15 878 891 €	1 204 275 €	1 537 975 €	357 582 €	99 370 €	0 €	0 €	0 €
Champagne-Ardenne	11 978 691 €	427 092 €	1 992 636 €	4 052 669 €	2 624 525 €	2 547 235 €	334 535 €	0 €	0 €	0 €	0 €	0 €	0 €
Corse	11 160 726 €	469 918 €	2 592 416 €	2 304 512 €	2 785 206 €	3 008 675 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	14 263 419 €	140 372 €	1 901 804 €	2 541 772 €	4 474 716 €	4 480 206 €	0 €	724 550 €	0 €	0 €	0 €	0 €	0 €
Haute-Normandie	74 404 767 €	1 461 963 €	11 289 637 €	18 989 789 €	25 422 103 €	13 545 536 €	1 644 947 €	987 638 €	602 515 €	491 639 €	0 €	0 €	0 €
Île-de-France	2 649 653 248 €	71 141 188 €	344 614 180 €	670 435 508 €	755 052 291 €	678 362 591 €	70 756 835 €	39 293 319 €	13 622 074 €	4 975 884 €	960 868 €	438 510 €	0 €
Languedoc-Roussillon	70 114 796 €	1 781 124 €	8 690 529 €	19 017 130 €	22 522 965 €	16 022 407 €	1 238 846 €	418 126 €	413 669 €	0 €	0 €	0 €	0 €
Limousin	8 249 099 €	14 950 €	1 037 141 €	2 035 739 €	2 866 949 €	1 771 820 €	78 835 €	443 666 €	0 €	0 €	0 €	0 €	0 €
Lorraine	44 112 299 €	696 237 €	6 526 773 €	10 585 027 €	11 660 975 €	12 176 940 €	1 791 096 €	453 825 €	221 426 €	0 €	0 €	0 €	0 €
Midi-Pyrénées	109 379 863 €	3 725 515 €	10 352 850 €	27 660 713 €	31 379 789 €	30 104 961 €	3 949 875 €	1 706 352 €	0 €	499 89 €	0 €	0 €	0 €
Nord-Pas-de-Calais	214 322 898 €	3 147 793 €	25 691 727 €	54 332 112 €	62 065 564 €	60 785 573 €	4 992 404 €	3 165 604 €	142 121 €	0 €	0 €	0 €	0 €
Pays-de-la-Loire	100 014 766 €	2 860 354 €	11 928 955 €	23 253 156 €	30 251 684 €	26 502 301 €	3 831 109 €	619 523 €	767 685 €	0 €	0 €	0 €	0 €
Picardie	72 603 175 €	419 315 €	13 829 320 €	18 052 948 €	21 006 635 €	17 261 785 €	688 732 €	1 131 501 €	212 940 €	0 €	0 €	0 €	0 €
Poitou-Charentes	63 942 495 €	3 284 002 €	9 220 543 €	18 393 284 €	14 195 553 €	16 404 963 €	1 383 239 €	409 864 €	326 795 €	329 52 €	0 €	0 €	0 €
Provence-Alpes-Côte d'Azur	604 854 823 €	25 512 303 €	88 388 826 €	160 220 944 €	78 918 610 €	134 367 853 €	10 795 528 €	4 097 810 €	1 063 344 €	820 712 €	35 894 €	0 €	0 €
Rhône-Alpes	433 666 797 €	12 446 411 €	46 300 087 €	102 506 109 €	19 257 760 €	121 771 415 €	18 104 620 €	7 799 628 €	3 010 037 €	1 989 730 €	0 €	0 €	0 €
Territoires d'Outre-Mer	0 €	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 €	0 €
<b>Total</b>	<b>4 998 899 381 €</b>	<b>141 874 209 €</b>	<b>648 495 367 €</b>	<b>1 265 019 134 €</b>	<b>1 429 245 655 €</b>	<b>1 266 205 637 €</b>	<b>140 407 087 €</b>	<b>71 957 428 €</b>	<b>24 795 063 €</b>	<b>9 453 857 €</b>	<b>1 007 434 €</b>	<b>438 510 €</b>	<b>0 €</b>

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	870 858 393 €	17,42%	5 787
Guaranteed by Crédit Logement	4 128 040 989 €	82,58%	27 502
<b>Total</b>	<b>4 998 899 381 €</b>	<b>100,00%</b>	<b>33 289</b>

**ASSET COVER TEST**

Date of Asset Cover test:

28/02/2017

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

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)	4 384 006 493,84 €
	Aggregate Covered Bond Outstanding Principal Amount	3 625 657 400,45 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

<b>A</b>	<b>=min(A1 ; A2)</b>	<b>4 349 042 461,57 €</b>
<b>A1</b>	Adjusted Home Loan Outstanding Principal Amount	4 987 886 148,45 €
<b>A2</b>	= a * b	4 349 042 461,57 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	4 998 899 381,12 €
	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>123 299 972,83 €</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>88 335 941</b>
	WAM (Weighted Average Maturity)	4,87
	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	1,5222
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	2,1465
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	6,6283
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	3,6632
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	5,0294

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