

HSBC SFH (France) Investor Report

Collection Period End:

31/08/2018

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 859 918 151 €
Number of Loans	39 028
Number of Borrowers	30 582
Average Loan Balance	150 147
Weighted Average Seasoning of Loan parts (months)	38,84
Weighted Average Remaining Term of Loan Parts (months)	161,62
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,6%
Weighted Average Current Indexed LTV	61,0%
Loan Originator	Total Loan Balance
HBFRR	5 859 918 151 €
Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 604 578 495 €
Weight Average Maturity	4,09
ACT Results	
Asset Cover Ratio	1,15
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%	271 148 592 €	3 672
>40% - ≤50%	627 569 356 €	4 653
>50% - ≤60%	1 447 723 708 €	9 369
>60% - ≤70%	1 706 344 739 €	10 497
>70% - ≤80%	1 401 784 659 €	8 183
>80% - ≤85%	216 574 592 €	1 360
>85% - ≤90%	129 322 202 €	864
>90% - ≤95%	33 797 186 €	235
>95% - ≤100%	23 947 487 €	179
>100% - ≤105%	1 431 046 €	11
>105%	274 582 €	5
Total	5 859 918 151 €	39 028

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	306 068 381 €	3 949
>40% - ≤50%	755 315 375 €	5 286
>50% - ≤60%	1 527 375 878 €	9 793
>60% - ≤70%	1 732 925 235 €	10 551
>70% - ≤80%	1 262 272 855 €	7 594
>80% - ≤85%	143 009 830 €	970
>85% - ≤90%	88 111 676 €	578
>90% - ≤95%	29 314 488 €	206
>95% - ≤100%	15 524 433 €	101
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 859 918 151 €	39 028

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 859 918 151 €	39 028
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 859 918 151 €	39 028

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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	744 413 737 €	17 652 281 €	71 755 953 €	171 384 665 €	22 791 563 €	196 594 730 €	20 017 060 €	29 678 898 €	7207 695 €	7 330 893 €	0 €	0 €
≥12 - <24	1 459 210 820 €	29 010 960 €	129 494 194 €	357 374 473 €	450 925 672 €	394 193 505 €	59 611 133 €	24 189 486 €	11 077 897 €	2 808 003 €	525 496 €	0 €
≥24 - <36	1 190 390 476 €	40 157 853 €	107 833 582 €	302 051 452 €	343 727 876 €	307 887 623 €	58 268 330 €	23 861 356 €	5 059 766 €	1 403 974 €	138 665 €	0 €
≥36 - <60	1 454 007 363 €	67 059 471 €	168 677 327 €	357 789 362 €	414 030 490 €	345 502 077 €	51 798 022 €	35 461 579 €	5 496 503 €	7 935 794 €	256 738 €	0 €
≥60	1 011 895 755 €	117 268 027 €	149 808 300 €	259 123 756 €	274 869 138 €	157 606 724 €	26 880 049 €	16 130 883 €	4 955 325 €	468 823 €	510 148 €	274 582 €
Total	5 859 918 151 €	271 148 592 €	627 569 356 €	1 447 723 708 €	1 706 344 739 €	1 401 784 659 €	216 574 592 €	129 322 202 €	33 797 186 €	23 947 487 €	1 431 046 €	274 582 €

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	4 003 037 205 €	199 143 211 €	428 255 192 €	992 980 981 €	1 164 561 885 €	974 493 038 €	130 086 169 €	88 466 697 €	13 377 438 €	11 484 218 €	74 873 €	113 492 €
RE-MORTGAGE	1 669 489 705 €	58 784 860 €	177 180 496 €	409 026 445 €	490 306 104 €	383 832 845 €	81 439 193 €	36 084 459 €	19 507 850 €	11 810 190 €	1 356 173 €	161 090 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	66 733 261 €	6 229 026 €	7 373 956 €	13 247 791 €	18 646 725 €	19 184 999 €	1 142 837 €	435 493 €	472 433 €	0 €	0 €	0 €
Construction (New Building)	120 657 980 €	6 991 495 €	14 759 712 €	32 468 491 €	32 830 014 €	24 23 778 €	3 906 392 €	4 335 553 €	439 465 €	653 079 €	0 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 859 918 151 €	271 148 592 €	627 569 356 €	1 447 723 708 €	1 706 344 739 €	1 401 784 659 €	216 574 592 €	129 322 202 €	33 797 186 €	23 947 487 €	1 431 046 €	274 582 €

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	4 515 555 586 €	176 590 750 €	481 452 368 €	1 139 440 633 €	1 352 133 487 €	1 076 967 067 €	157 235 434 €	91 155 719 €	23 054 964 €	16 483 677 €	818 008 €	223 479 €
Buy-to let	888 977 224 €	53 131 311 €	77 791 677 €	186 142 134 €	25 757 859 €	233 618 452 €	46 299 185 €	31 905 416 €	7839 629 €	5 887 893 €	552 565 €	51 103 €
Vacation / second home	455 385 341 €	41 426 531 €	68 325 312 €	122 140 941 €	108 453 393 €	91 199 141 €	13 039 974 €	6 261 067 €	2 902 593 €	1 575 916 €	60 473 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 859 918 151 €	271 148 592 €	627 569 356 €	1 447 723 708 €	1 706 344 739 €	1 401 784 659 €	216 574 592 €	129 322 202 €	33 797 186 €	23 947 487 €	1 431 046 €	274 582 €

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	4 560 907 803 €	200 140 459 €	487 374 504 €	1 145 988 701 €	1 323 808 796 €	1 083 462 585 €	173 003 013 €	102 928 897 €	24 146 405 €	18 810 686 €	1 068 267 €	175 490 €
Protected life-time employment	426 609 672 €	14 938 229 €	46 211 402 €	104 267 597 €	130 156 022 €	103 572 178 €	13 237 003 €	9 582 649 €	2 774 489 €	1 809 629 €	60 473 €	0 €
SELF-EMPLOYED	590 161 356 €	28 796 239 €	63 995 347 €	132 246 501 €	175 736 132 €	149 670 326 €	21 203 453 €	11 100 767 €	5 044 235 €	2 229 691 €	138 665 €	0 €
Unemployed	56 235 562 €	6 287 648 €	5 594 833 €	13 120 644 €	15 383 622 €	11 706 799 €	2 486 218 €	1 226 325 €	82 062 €	347 410 €	0 €	0 €
Other/No data	226 003 758 €	20 986 017 €	24 393 270 €	52 100 264 €	61 260 168 €	53 772 771 €	6 644 906 €	4 483 563 €	1 749 995 €	750 070 €	163 641 €	99 092 €
Total	5 859 918 151 €	271 148 592 €	627 569 356 €	1 447 723 708 €	1 706 344 739 €	1 401 784 659 €	216 574 592 €	129 322 202 €	33 797 186 €	23 947 487 €	1 431 046 €	274 582 €

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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	42 803 849 €	1 345 461 €	5 018 593 €	11 426 324 €	12 639 185 €	9 816 808 €	1 595 294 €	471 293 €	148 243 €	342 649 €	0 €	0 €
Aquitaine	290 928 119 €	12 432 302 €	21 546 893 €	63 949 084 €	78 269 225 €	80 702 502 €	18 729 928 €	9 624 372 €	3 733 801 €	1 706 320 €	233 692 €	0 €
Auvergne	20 607 153 €	582 883 €	3 024 947 €	4 680 521 €	7 705 858 €	3 511 772 €	316 929 €	204 952 €	579 292 €	0 €	0 €	0 €
Basse-Normandie	38 184 377 €	2 204 360 €	4 399 739 €	10 615 781 €	10 973 071 €	8 572 534 €	908 115 €	372 232 €	78 184 €	60 360 €	0 €	0 €
Bourgogne	34 189 419 €	1 713 656 €	5 820 538 €	9 926 578 €	8 798 279 €	6 887 31 €	254 778 €	591 222 €	197 237 €	0 €	0 €	0 €
Bretagne	72 306 528 €	4 360 044 €	10 052 954 €	16 089 172 €	21 576 440 €	17 31 418 €	2 557 552 €	333 921 €	85 029 €	0 €	0 €	0 €
Centre	81 857 545 €	3 517 842 €	11 654 452 €	19 390 253 €	23 842 470 €	18 709 822 €	2 604 091 €	1 432 606 €	149 120 €	556 888 €	0 €	0 €
Champagne-Ardenne	11 173 849 €	561 523 €	1 174 677 €	3 907 068 €	2 320 636 €	2 709 205 €	275 782 €	115 989 €	53 476 €	55 494 €	0 €	0 €
Corse	11 545 254 €	1 017 674 €	1 500 242 €	2 933 549 €	3 476 284 €	2 312 23 €	305 283 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	19 013 949 €	464 965 €	1 135 428 €	3 826 123 €	7 734 828 €	4 886 166 €	581 450 €	101 488 €	0 €	283 500 €	0 €	0 €
Haute-Normandie	75 219 396 €	2 026 042 €	11 316 044 €	18 263 312 €	24 012 859 €	16 32 178 €	1 562 442 €	1 691 238 €	95 282 €	0 €	0 €	0 €
Île-de-France	3 078 809 173 €	149 599 484 €	317 043 672 €	769 239 540 €	889 410 913 €	723 705 207 €	124 017 739 €	73 710 97 €	16 770 349 €	14 352 266 €	749 945 €	209 079 €
Languedoc-Roussillon	101 697 603 €	3 930 868 €	10 423 018 €	27 377 375 €	30 837 894 €	23 990 339 €	2 807 581 €	1 838 176 €	328 712 €	0 €	163 641 €	0 €
Limousin	9 005 504 €	345 442 €	1 310 388 €	2 752 708 €	3 229 737 €	1 367 229 €	0 €	0 €	0 €	0 €	0 €	0 €
Lorraine	45 935 237 €	1 666 936 €	4 885 053 €	9 076 588 €	14 319 629 €	14 422 963 €	868 636 €	467 150 €	170 703 €	57 579 €	0 €	0 €
Midi-Pyrénées	128 095 292 €	4 795 622 €	13 556 055 €	30 226 992 €	37 660 152 €	34 004 298 €	4 195 603 €	2 980 522 €	548 188 €	127 859 €	0 €	0 €
Nord-Pas-de-Calais	249 409 193 €	6 188 760 €	21 875 879 €	65 000 193 €	79 880 084 €	68 994 094 €	5 048 665 €	1 903 624 €	780 730 €	237 165 €	0 €	0 €
Pays-de-la-Loire	122 245 978 €	3 762 525 €	11 367 929 €	29 277 401 €	37 470 758 €	30 677 551 €	4 350 973 €	3 329 945 €	1 614 47 €	394 422 €	0 €	0 €
Picardie	81 434 100 €	2 585 152 €	9 526 894 €	22 165 835 €	25 12 620 €	18 687 971 €	2 211 197 €	854 105 €	210 325 €	0 €	0 €	0 €
Poitou-Charentes	73 121 634 €	5 530 542 €	10 907 536 €	17 230 442 €	17 07 677 €	18 606 386 €	1 923 071 €	1 565 647 €	243 291 €	107 043 €	0 €	0 €
Provence-Alpes-Côte d'Azur	761 189 455 €	41 142 730 €	101 569 430 €	195 686 592 €	224 698 874 €	161 503 935 €	18 573 157 €	11 480 111 €	4102 147 €	2 343 205 €	74 873 €	14 400 €
Rhône-Alpes	511 145 544 €	21 373 781 €	48 458 997 €	114 682 275 €	145 787 266 €	134 212 927 €	22 886 327 €	16 252 634 €	3908 603 €	3 322 736 €	208 895 €	51 103 €
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	5 859 918 151 €	271 148 592 €	627 569 356 €	1 447 723 708 €	1 706 344 739 €	1 401 784 659 €	216 574 592 €	129 322 202 €	33 79 186 €	23 947 487 €	1 431 046 €	274 582 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	911 913 042 €	15,56%	6 080
Guaranteed by Crédit Logement	4 948 005 109 €	84,44%	32 948
Total	5 859 918 151 €	100,00%	39 028

ASSET COVER TEST

Date of Asset Cover test:

31/08/2018

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

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

R	Asset Cover test Ratio	1,15
A1	Adjusted Aggregate Asset Amount (AAAA)	5 298 460 631,68 €
A2	Aggregate Covered Bond Outstanding Principal Amount	4 604 578 494,81 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 273 926 335,86 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 841 100 047,80 €
A2	= a * b	5 273 926 335,86 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 859 918 150,95 €
	Asset Percentage (b)	90,0%

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	118 728 737,96 €
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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%	94 194 442
	WAM (Weighted Average Maturity)	4,09
	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	0,0192
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	0,6434
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	5,1253
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	2,1602
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	3,5264
Serie n°8 ISINFR0013329638 Devise : EUR	1 000 000 000,00	17/04/2025	6,6283

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