

## HSBC SFH (France) Investor Report

Collection Period End:

**31/05/2018**

### Summary

<b>Cover Pool Overview Data</b>	
Total Outstanding Current Balance:	5 859 940 582 €
Number of Loans	39 199
Number of Borrowers	30 801
Average Loan Balance	149 492
Weighted Average Seasoning of Loan parts (months)	37,75
Weighted Average Remaining Term of Loan Parts (months)	161,49
Percentage of floating interest rate loans	0,00%
Weighted Average Current LTV	62,7%
Weighted Average Current Indexed LTV	61,1%
Loan Originator	Total Loan Balance
HBFRR	5 859 940 582 €
<b>Covered Bonds Overview Data</b>	
Total Covered Bonds Outstanding Balance:	4 597 041 471 €
Weight Average Maturity	4,35
<b>ACT Results</b>	
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%	323 737 064 €	4 222
>40% - ≤50%	579 974 619 €	4 372
>50% - ≤60%	1 415 551 276 €	9 123
>60% - ≤70%	1 676 455 875 €	10 307
>70% - ≤80%	1 382 589 846 €	8 096
>80% - ≤85%	243 339 081 €	1 530
>85% - ≤90%	159 503 666 €	1 024
>90% - ≤95%	44 362 099 €	289
>95% - ≤100%	32 140 414 €	218
>100% - ≤105%	2 009 516 €	13
>105%	277 127 €	5
<b>Total</b>	<b>5 859 940 582 €</b>	<b>39 199</b>

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	368 965 135 €	4 554
>40% - ≤50%	708 723 268 €	5 023
>50% - ≤60%	1 489 704 687 €	9 483
>60% - ≤70%	1 712 467 334 €	10 427
>70% - ≤80%	1 232 598 220 €	7 449
>80% - ≤85%	167 691 659 €	1 107
>85% - ≤90%	112 054 910 €	724
>90% - ≤95%	42 317 992 €	265
>95% - ≤100%	25 417 377 €	167
>100% - ≤105%	0 €	-
>105%	0 €	-
<b>Total</b>	<b>5 859 940 582 €</b>	<b>39 199</b>

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 859 940 582 €	39 199
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
<b>Total</b>	<b>5 859 940 582 €</b>	<b>39 199</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	1 000 835 953 €	24 587 058 €	85 850 454 €	231 579 726 €	291 562 980 €	256 292 980 €	35 539 341 €	49 954 747 €	13 869 683 €	11 070 471 €	528 512 €	0 €
≥12 - <24	1 424 966 286 €	36 178 562 €	119 247 572 €	343 097 141 €	432 924 934 €	373 250 885 €	65 785 797 €	36 428 593 €	12 771 695 €	5 281 107 €	0 €	0 €
≥24 - <36	1 155 092 150 €	52 679 481 €	98 054 284 €	290 536 619 €	315 349 283 €	302 096 772 €	63 716 364 €	25 203 974 €	4 998 853 €	2 197 286 €	259 234 €	0 €
≥36 - <60	1 345 934 087 €	79 148 984 €	149 212 214 €	317 087 565 €	391 602 845 €	303 847 837 €	52 710 404 €	34 205 804 €	7 276 639 €	9 979 438 €	862 358 €	0 €
≥60	933 112 105 €	131 142 980 €	127 610 095 €	233 250 225 €	245 015 834 €	147 101 372 €	25 587 175 €	13 710 547 €	5 445 228 €	362 112 €	359 411 €	277 127 €
<b>Total</b>	<b>5 859 940 582 €</b>	<b>323 737 064 €</b>	<b>579 974 619 €</b>	<b>1 415 551 276 €</b>	<b>1 676 455 875 €</b>	<b>1 382 589 846 €</b>	<b>243 339 081 €</b>	<b>159 503 666 €</b>	<b>44 362 099 €</b>	<b>32 140 414 €</b>	<b>2 009 516 €</b>	<b>277 127 €</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	3 961 068 568 €	234 662 467 €	396 126 654 €	960 545 693 €	1 127 338 430 €	954 710 914 €	149 261 629 €	102 807 301 €	19 263 59 €	16 051 219 €	185 327 €	115 415 €
RE-MORTGAGE	1 719 602 093 €	75 191 215 €	166 708 275 €	411 777 588 €	498 773 831 €	386 145 372 €	88 629 815 €	51 117 090 €	23 925 768 €	15 810 013 €	1 361 414 €	161 712 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	69 084 721 €	7 269 062 €	5 432 737 €	14 471 286 €	19 04 104 €	19 184 016 €	1 849 113 €	1 058 715 €	731 888 €	8 800 €	0 €	0 €
Construction (New Building)	110 185 200 €	6 614 320 €	11 706 953 €	28 756 709 €	31 339 510 €	22 99 544 €	3 598 524 €	4 520 559 €	440 924 €	195 382 €	46 275 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 859 940 582 €</b>	<b>323 737 064 €</b>	<b>579 974 619 €</b>	<b>1 415 551 276 €</b>	<b>1 676 455 875 €</b>	<b>1 382 589 846 €</b>	<b>243 339 081 €</b>	<b>159 503 666 €</b>	<b>44 362 099 €</b>	<b>32 140 414 €</b>	<b>2 009 516 €</b>	<b>277 127 €</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	4 517 168 687 €	223 014 706 €	447 510 260 €	1 112 557 345 €	1 329 281 593 €	1 058 975 091 €	176 218 124 €	115 865 485 €	29 08 409 €	22 984 278 €	1 453 495 €	225 902 €
Buy-to let	887 669 388 €	57 625 817 €	72 569 300 €	181 713 893 €	29 251 732 €	230 960 069 €	50 597 892 €	35 585 778 €	11 876 244 €	6 881 416 €	556 021 €	51 225 €
Vacation / second home	455 102 507 €	43 096 541 €	59 895 059 €	121 280 038 €	07 922 551 €	92 654 686 €	16 523 065 €	8 052 402 €	3 40 446 €	2 274 720 €	0 €	0 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
<b>Total</b>	<b>5 859 940 582 €</b>	<b>323 737 064 €</b>	<b>579 974 619 €</b>	<b>1 415 551 276 €</b>	<b>1 676 455 875 €</b>	<b>1 382 589 846 €</b>	<b>243 339 081 €</b>	<b>159 503 666 €</b>	<b>44 362 099 €</b>	<b>32 140 414 €</b>	<b>2 009 516 €</b>	<b>277 127 €</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	4 559 403 157 €	242 240 591 €	450 017 674 €	1 115 369 535 €	1 300 532 054 €	1 072 571 712 €	191 074 422 €	126 578 470 €	33 16 404 €	26 030 108 €	1 707 076 €	176 112 €
Protected life-time employment	425 410 264 €	17 810 482 €	42 903 374 €	100 864 914 €	126 222 866 €	03 830 209 €	16 174 552 €	12 265 563 €	2 687 150 €	2 63 154 €	0 €	0 €
SELF-EMPLOYED	603 592 852 €	34 820 182 €	59 382 259 €	135 960 324 €	176 451 565 €	48 409 682 €	25 964 180 €	13 956 065 €	5 877 422 €	2 62 373 €	138 799 €	0 €
Unemployed	52 208 925 €	7 275 512 €	4 964 338 €	11 902 371 €	14 079 712 €	10 18 766 €	2 362 768 €	1 006 368 €	82 418 €	353 672 €	0 €	0 €
Other/No data	219 325 383 €	21 590 297 €	22 706 974 €	51 454 131 €	59 169 679 €	47 596 476 €	7 763 160 €	5 697 200 €	2 609 705 €	473 106 €	163 641 €	101 015 €
<b>Total</b>	<b>5 859 940 582 €</b>	<b>323 737 064 €</b>	<b>579 974 619 €</b>	<b>1 415 551 276 €</b>	<b>1 676 455 875 €</b>	<b>1 382 589 846 €</b>	<b>243 339 081 €</b>	<b>159 503 666 €</b>	<b>44 362 099 €</b>	<b>32 140 414 €</b>	<b>2 009 516 €</b>	<b>277 127 €</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	43 641 411 €	1 770 882 €	3 932 967 €	12 343 361 €	11 890 177 €	10 988 651 €	1 591 129 €	565 580 €	424 132 €	134 533 €	0 €	0 €
Aquitaine	288 200 362 €	14 207 832 €	20 277 783 €	61 244 807 €	73 025 634 €	78110 461 €	21 674 631 €	13 457 368 €	3 854 444 €	2 060 22 €	287 201 €	0 €
Auvergne	20 674 613 €	654 463 €	2 996 288 €	5 305 536 €	6 686 909 €	4 384 985 €	170 733 €	60 789 €	414 911 €	0 €	0 €	0 €
Basse-Normandie	39 619 583 €	2 471 023 €	4 231 696 €	10 608 173 €	10 423 882 €	9 893 67 €	1 077 122 €	773 501 €	79 860 €	60 360 €	0 €	0 €
Bourgogne	36 116 628 €	1 792 263 €	6 543 690 €	9 959 533 €	8 633 756 €	6 833 81 €	1 187 316 €	896 048 €	270 892 €	0 €	0 €	0 €
Bretagne	73 004 431 €	4 023 878 €	9 690 778 €	16 205 207 €	20 214 070 €	18 12 625 €	3 674 179 €	931 711 €	54 820 €	87 164 €	0 €	0 €
Centre	84 852 383 €	4 523 061 €	10 568 650 €	21 571 101 €	23 186 219 €	17 76 637 €	3 454 327 €	2 341 570 €	694 191 €	776 627 €	0 €	0 €
Champagne-Ardenne	12 164 479 €	731 417 €	994 324 €	3 450 378 €	2 720 096 €	3 597 295 €	0 €	614 635 €	0 €	56 334 €	0 €	0 €
Corse	11 332 465 €	647 786 €	1 362 973 €	2 275 706 €	3 516 629 €	3 134 570 €	394 794 €	0 €	0 €	0 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	18 812 388 €	486 912 €	1 051 754 €	3 561 567 €	7 958 182 €	4 468 904 €	1 098 909 €	186 160 €	0 €	0 €	0 €	0 €
Haute-Normandie	73 370 418 €	2 526 560 €	10 408 974 €	17 877 275 €	23 887 984 €	13 53 058 €	2 113 607 €	2 112 636 €	355 325 €	495 000 €	0 €	0 €
Île-de-France	3 089 655 369 €	182 026 476 €	294 666 732 €	749 225 77 €	889 838 714 €	716 472 426 €	134 918 239 €	81 712 28 €	21 321 866 €	18 509 678 €	751 676 €	211 502 €
Languedoc-Roussillon	96 215 436 €	4 175 988 €	9 209 269 €	25 414 892 €	28 47 048 €	21 787 594 €	3 316 260 €	2 574 799 €	682 733 €	23 212 €	163 641 €	0 €
Limousin	8 982 174 €	324 917 €	1 382 437 €	2 280 873 €	3 432 946 €	1 561 002 €	0 €	0 €	0 €	0 €	0 €	0 €
Lorraine	49 085 908 €	1 739 127 €	4 926 664 €	10 787 601 €	14 38 283 €	13 197 730 €	2 228 428 €	716 822 €	555 411 €	573 40 €	0 €	0 €
Midi-Pyrénées	129 822 280 €	6 144 205 €	12 088 004 €	28 678 329 €	38 259 212 €	34 547 111 €	5 719 621 €	2 437 336 €	1 524 62 €	423 799 €	0 €	0 €
Nord-Pas-de-Calais	246 286 924 €	8 396 120 €	20 214 894 €	62 221 829 €	73 005 466 €	69 677 373 €	7 205 954 €	3 020 600 €	940 747 €	703 942 €	0 €	0 €
Pays-de-la-Loire	124 790 149 €	5 666 404 €	7 887 167 €	29 677 173 €	36 71 225 €	32 070 214 €	6 759 283 €	4 639 767 €	1 192 324 €	826 592 €	0 €	0 €
Picardie	78 568 713 €	3 234 884 €	8 041 128 €	20 727 863 €	25 52 565 €	16 464 037 €	2 262 313 €	1 309 735 €	453 436 €	52 755 €	0 €	0 €
Poitou-Charentes	73 194 953 €	6 620 736 €	8 989 737 €	19 052 188 €	15 48 946 €	18 091 206 €	2 466 569 €	1 229 929 €	1 020 670 €	228 968 €	0 €	0 €
Provence-Alpes-Côte d'Azur	756 753 246 €	46 203 216 €	96 630 512 €	190 803 674 €	28 164 307 €	157 877 447 €	20 018 793 €	18 531 156 €	5520 350 €	2 512 217 €	477 175 €	14 400 €
Rhône-Alpes	504 796 267 €	25 368 917 €	43 878 197 €	112 278 433 €	40 761 627 €	129 979 417 €	22 006 876 €	21 391 241 €	5001 320 €	3 749 192 €	329 823 €	51 225 €
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>5 859 940 582 €</b>	<b>323 737 064 €</b>	<b>579 974 619 €</b>	<b>1 415 551 276 €</b>	<b>1 676 455 875 €</b>	<b>1 382 589 846 €</b>	<b>243 339 081 €</b>	<b>159 503 666 €</b>	<b>44 32 099 €</b>	<b>32 140 414 €</b>	<b>2 009 516 €</b>	<b>277 127 €</b>

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	909 703 994 €	15,52%	6 093
Guaranteed by Crédit Logement	4 950 236 588 €	84,48%	33 106
<b>Total</b>	<b>5 859 940 582 €</b>	<b>100,00%</b>	<b>39 199</b>

**ASSET COVER TEST**

Date of Asset Cover test:

31/05/2018

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

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

<b>R</b>	<b>Asset Cover test Ratio</b>	<b>1,15</b>
	Adjusted Aggregate Asset Amount (AAAA)	5 294 674 188,02 €
	Aggregate Covered Bond Outstanding Principal Amount	4 597 041 471,46 €
	<b>Asset Cover Test Result</b>	<b>PASS</b>

A	=min(A1 ; A2)	<b>5 273 946 523,88 €</b>
A1	Adjusted Home Loan Outstanding Principal Amount	5 834 545 329,98 €
A2	= a * b	5 273 946 523,88 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 859 940 582,09 €
	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	<b>120 699 188,21 €</b>
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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  $\alpha$  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%	<b>99 971 524</b>
	WAM (Weighted Average Maturity)	4,35
	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	0,2710
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	0,8953
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	5,3771
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	2,4120
Serie n°7 ISINFR0012602522 Devise : EUR	1 000 000 000,00	11/03/2022	3,7782
Serie n°8 ISINFR0013329638 Devise : EUR	1 000 000 000,00	17/04/2025	6,8802

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