

HSBC SFH (France) Investor Report

Collection Period End:

30/06/2014

Date of Report:

11/07/2014

Summary

Cover Pool Overview Data	
Total Outstanding Current Balance:	5 994 038 961 €
Number of Loans	43 191
Number of Borrowers	38 371
Average Loan Balance	138 780
Weighted Average Seasoning of Loan parts (months)	45,46
Weighted Average Remaining Term of Loan Parts (months)	168,36
Percentage of floating interest rate loans	1,68%
Weighted Average Current LTV	65,6%
Weighted Average Current Indexed LTV	63,1%
Loan Originator	Total Loan Balance
HBFR	5 994 038 961 €

Covered Bonds Overview Data	
Total Covered Bonds Outstanding Balance:	4 174 970 271 €
Weight Average Maturity	5,57

ACT Results	
Asset Cover Ratio	1,25
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%	701 967 673 €	7 040
>40% - ≤50%	707 221 087 €	5 714
>50% - ≤60%	852 579 737 €	6 330
>60% - ≤70%	983 586 261 €	6 754
>70% - ≤80%	1 087 599 853 €	7 046
>80% - ≤85%	542 406 090 €	3 509
>85% - ≤90%	563 368 557 €	3 510
>90% - ≤95%	469 390 131 €	2 828
>95% - ≤100%	75 367 711 €	405
>100% - ≤105%	7 379 253 €	36
>105%	3 172 608 €	19
Total	5 994 038 961 €	43 191

1.b Indexed LTV Ranges Distribution		
Indexed LTV Range	Total Loan Balance	Number of Loans
0 - ≤40%	981 645 961 €	9 385
>40% - ≤50%	754 287 865 €	5 749
>50% - ≤60%	844 522 315 €	5 999
>60% - ≤70%	910 146 699 €	6 132
>70% - ≤80%	957 400 043 €	6 190
>80% - ≤85%	486 152 454 €	3 123
>85% - ≤90%	503 501 585 €	3 187
>90% - ≤95%	523 290 061 €	3 206
>95% - ≤100%	33 091 980 €	220
>100% - ≤105%	0 €	-
>105%	0 €	-
Total	5 994 038 961 €	43 191

2. Current Arrears Ranges Distribution		
Number of months in arrears	Total Loan Balance	Number of Loans
0	5 994 038 961 €	43 191
>1 - ≤2		
>2 - ≤3		
>3 - ≤4		
>4 - ≤5		
>5 - ≤6		
>6		
Total	5 994 038 961 €	43 191

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	1 180 912 512 €	108 697 018 €	100 890 658 €	153 908 624 €	193 468 881 €	234 124 302 €	107 775 354 €	119 710 307 €	144 608 467 €	17 728 901 €	0 €	0 €
≥12 - <24	1 227 131 555 €	116 035 703 €	119 883 846 €	164 632 325 €	184 384 178 €	214 572 376 €	127 964 755 €	146 601 234 €	150 071 787 €	2 985 352 €	0 €	0 €
≥24 - <36	708 467 428 €	95 854 078 €	77 307 833 €	91 863 715 €	104 378 528 €	132 391 522 €	72 461 024 €	87 533 381 €	44 885 108 €	1 792 238 €	0 €	0 €
≥36 - <60	991 852 317 €	100 819 864 €	97 788 276 €	102 522 827 €	140 924 746 €	176 852 961 €	112 430 098 €	125 594 917 €	91 891 338 €	38 636 598 €	3 803 540 €	587 152 €
≥60	1 885 675 150 €	280 561 009 €	311 350 474 €	339 652 246 €	360 429 928 €	329 658 692 €	121 774 859 €	83 928 718 €	37 933 432 €	14 224 622 €	3 575 712 €	2 585 456 €
Total	5 994 038 961 €	701 967 673 €	707 221 087 €	852 579 737 €	983 586 261 €	1 087 599 853 €	542 406 090 €	563 368 557 €	469 390 131 €	75 367 711 €	7 379 253 €	3 172 608 €

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	5 385 859 799 €	650 335 678 €	655 484 573 €	787 714 159 €	900 910 280 €	974 349 590 €	476 170 239 €	481 847 077 €	386 004 073 €	63 605 548 €	6 891 813 €	2 546 769 €
RE-MORTGAGE	324 109 199 €	17 258 230 €	18 870 648 €	26 711 666 €	40 748 727 €	52 460 182 €	36 048 406 €	52 463 576 €	69 470 288 €	9 348 070 €	262 960 €	466 447 €
EQUITY RELEASE	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Construction (Surface Increase)	112 870 525 €	13 143 199 €	11 645 635 €	15 284 099 €	17 898 029 €	25 734 912 €	11 860 930 €	10 803 562 €	5 879 623 €	471 816 €	0 €	148 720 €
Construction (New Building)	171 199 439 €	21 230 566 €	21 220 231 €	22 869 813 €	24 029 225 €	35 055 168 €	18 326 515 €	18 254 343 €	8 036 147 €	1 942 278 €	224 480 €	10 671 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 994 038 961 €	701 967 673 €	707 221 087 €	852 579 737 €	983 586 261 €	1 087 599 853 €	542 406 090 €	563 368 557 €	469 390 131 €	75 367 711 €	7 379 253 €	3 172 608 €

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	4 612 410 178 €	560 740 388 €	558 025 666 €	671 770 681 €	770 758 181 €	818 184 582 €	402 738 336 €	413 453 224 €	352 777 112 €	55 921 789 €	5 933 194 €	2 107 027 €
Buy-to let	472 398 133 €	33 849 623 €	44 846 048 €	55 113 098 €	76 072 634 €	99 931 808 €	53 419 450 €	57 783 605 €	38 588 931 €	11 705 702 €	847 181 €	240 053 €
Vacation / second home	909 230 650 €	107 377 663 €	104 349 373 €	125 695 958 €	136 755 446 €	169 483 463 €	86 248 304 €	92 131 728 €	78 024 088 €	7 740 220 €	598 878 €	825 529 €
Other/No data	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Total	5 994 038 961 €	701 967 673 €	707 221 087 €	852 579 737 €	983 586 261 €	1 087 599 853 €	542 406 090 €	563 368 557 €	469 390 131 €	75 367 711 €	7 379 253 €	3 172 608 €

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	4 413 267 497 €	502 960 563 €	523 869 977 €	628 102 759 €	731 278 177 €	797 135 459 €	399 043 386 €	414 069 615 €	355 489 340 €	53 599 974 €	6 079 178 €	1 639 068 €
Protected life-time employment	471 965 332 €	50 835 264 €	50 159 316 €	68 972 819 €	73 168 267 €	87 055 092 €	50 240 059 €	44 971 852 €	39 984 023 €	6 468 880 €	109 760 €	0 €
SELF-EMPLOYED	816 725 566 €	90 515 042 €	92 859 056 €	116 060 849 €	135 501 278 €	153 832 818 €	71 598 482 €	83 700 793 €	57 711 683 €	12 954 658 €	965 835 €	1 025 072 €
Unemployed	197 989 156 €	32 487 073 €	26 623 418 €	25 772 765 €	30 310 145 €	36 123 685 €	14 755 100 €	15 920 574 €	13 478 999 €	1 963 798 €	224 480 €	329 129 €
Other/No data	94 091 411 €	25 169 732 €	13 709 321 €	13 670 545 €	13 328 393 €	13 452 798 €	6 769 063 €	4 705 723 €	2 726 086 €	380 410 €	0 €	179 339 €
Total	5 994 038 961 €	701 967 673 €	707 221 087 €	852 579 737 €	983 586 261 €	1 087 599 853 €	542 406 090 €	563 368 557 €	469 390 131 €	75 367 711 €	7 379 253 €	3 172 608 €

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	44 565 318 €	5 450 673 €	5 832 952 €	6 049 773 €	8 745 043 €	8 318 883 €	3 317 598 €	4 403 203 €	2 297 193 €	150 000 €	0 €	0 €
Aquitaine	265 329 478 €	30 756 709 €	29 170 993 €	33 525 271 €	44 095 342 €	49 717 539 €	20 274 748 €	27 218 564 €	24 434 557 €	6 135 755 €	0 €	0 €
Auvergne	26 418 908 €	2 810 911 €	2 478 938 €	2 297 129 €	5 017 840 €	6 532 114 €	3 004 393 €	3 205 350 €	1 041 923 €	30 310 €	0 €	0 €
Basse-Normandie	52 811 873 €	5 110 962 €	7 110 255 €	7 760 627 €	7 712 062 €	12 220 462 €	3 747 478 €	5 007 050 €	4 142 977 €	0 €	0 €	0 €
Bourgogne	37 722 478 €	2 922 425 €	3 493 588 €	6 295 824 €	6 413 462 €	7 897 438 €	4 068 085 €	3 940 320 €	2 691 336 €	0 €	0 €	0 €
Bretagne	91 497 189 €	12 718 983 €	11 020 215 €	12 956 586 €	17 283 690 €	15 461 352 €	6 138 072 €	9 449 971 €	5 119 096 €	1 296 217 €	53 006 €	0 €
Centre	114 567 802 €	10 187 165 €	14 312 555 €	12 331 068 €	17 810 629 €	21 957 851 €	10 392 951 €	16 491 611 €	10 642 219 €	441 754 €	0 €	0 €
Champagne-Ardenne	17 794 051 €	1 569 263 €	1 231 770 €	2 115 473 €	3 318 436 €	2 987 620 €	3 689 335 €	1 266 602 €	1 402 712 €	212 841 €	0 €	0 €
Corse	14 382 798 €	1 850 308 €	2 049 200 €	2 307 985 €	1 834 757 €	2 786 444 €	1 701 901 €	1 209 480 €	444 484 €	198 238 €	0 €	0 €
Départements d'Outre-Mer	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €	0 €
Franche-Comté	20 496 200 €	1 654 984 €	2 018 709 €	3 430 393 €	2 197 729 €	3 900 150 €	3 524 512 €	2 430 580 €	1 133 001 €	206 143 €	0 €	0 €
Haute-Normandie	127 916 655 €	12 386 125 €	11 749 568 €	19 277 053 €	23 143 691 €	24 214 460 €	13 373 731 €	12 434 978 €	10 178 724 €	1 158 324 €	0 €	0 €
Île-de-France	3 262 813 289 €	389 358 370 €	408 370 368 €	475 375 023 €	535 265 609 €	564 367 532 €	274 628 032 €	285 039 221 €	273 401 057 €	47 749 905 €	6 226 234 €	3 031 937 €
Languedoc-Roussillon	73 605 644 €	8 623 403 €	7 451 288 €	9 682 160 €	11 914 197 €	16 149 237 €	7 859 066 €	6 106 222 €	5 266 866 €	470 021 €	83 182 €	0 €
Limousin	14 873 240 €	1 782 183 €	1 712 380 €	2 095 994 €	2 319 642 €	2 649 801 €	1 980 077 €	2 185 934 €	147 228 €	0 €	0 €	0 €
Lorraine	63 618 968 €	4 703 162 €	5 216 857 €	9 040 200 €	10 857 623 €	12 683 489 €	6 537 512 €	7 048 592 €	7 283 791 €	172 054 €	75 686 €	0 €
Midi-Pyrénées	109 554 443 €	10 761 979 €	9 910 730 €	12 659 439 €	16 808 907 €	21 827 229 €	10 275 980 €	13 492 375 €	11 233 710 €	2 584 093 €	0 €	0 €
Nord-Pas-de-Calais	276 820 785 €	28 573 582 €	27 551 192 €	38 955 174 €	39 983 429 €	52 388 391 €	30 833 204 €	30 450 683 €	24 199 888 €	3 885 242 €	0 €	0 €
Pays-de-la-Loire	117 618 606 €	15 333 283 €	13 364 875 €	16 726 714 €	18 984 912 €	20 080 331 €	10 914 097 €	11 547 114 €	9 606 896 €	851 108 €	209 275 €	0 €
Picardie	128 582 197 €	9 331 299 €	10 207 420 €	13 104 467 €	21 323 462 €	29 954 509 €	13 857 485 €	17 004 807 €	11 586 644 €	1 965 480 €	116 625 €	130 000 €
Poitou-Charentes	93 332 285 €	11 859 673 €	9 935 284 €	12 061 909 €	16 326 704 €	17 747 730 €	9 821 749 €	9 426 585 €	5 168 554 €	984 097 €	0 €	0 €
Provence-Alpes-Côte d'Azur	613 007 226 €	83 565 301 €	67 967 074 €	89 586 424 €	105 033 344 €	115 677 238 €	61 698 273 €	55 174 830 €	31 301 282 €	2 778 980 €	224 480 €	0 €
Rhône-Alpes	426 709 530 €	50 656 928 €	55 064 873 €	64 945 051 €	67 195 752 €	78 080 052 €	40 767 811 €	38 834 487 €	26 665 991 €	4 097 149 €	390 764 €	10 671 €
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	5 994 038 961 €	701 967 673 €	707 221 087 €	852 579 737 €	983 586 261 €	1 087 599 853 €	542 406 090 €	563 368 557 €	469 390 131 €	75 367 711 €	7 379 253 €	3 172 608 €

8. Guaranty Type			
Guaranty	Total Loan Balance	Total Loan Balance in %	Number of Loans
Mortgage	973 984 709 €	16,25%	6 833
Guaranteed by Crédit Logement	5 020 054 252 €	83,75%	36 358
Total	5 994 038 961 €	100,00%	43 191

ASSET COVER TEST

Date of Asset Cover test:

11/07/2014

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

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

R	Asset Cover test Ratio	1,25
	Adjusted Aggregate Asset Amount (AAAA)	5 223 159 082,00 €
	Aggregate Covered Bond Outstanding Principal Amount	4 174 970 271,46 €
	Asset Cover Test Result	PASS

A	=min(A1 ; A2)	5 214 813 896,46 €
A1	Adjusted Home Loan Outstanding Principal Amount	5 858 049 259,70 €
A2	= a * b	5 214 813 896,46 €
	Unadjusted Home Loan Outstanding Principal Amount (a)	5 994 038 961,45 €
	Asset Percentage (b)	87,0%

B	Cash Collateral Account	-
---	-------------------------	---

C	Aggregate Substitution Asset Amount (ASAA)	-
	ASAA level limit	20%
	ASAA level is acceptable	TRUE

D	Permitted Investments	124 601 535,24 €
---	-----------------------	-------------------------

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%	116 256 350
	WAM (Weighted Average Maturity)	5,57
	Negative Carry Adjustment	0,50%

Name of Series	Outstanding Principal Amount	Scheduled Maturity Date	Remaining Maturity
Serie n°1 ISINFR0010849174 Devise : EUR	1 500 000 000,00	20/01/2017	2,5599
Serie n°2 ISINCH0111297393 Devise : CHF	200 000 000,00	07/09/2015	1,1882
Serie n°3 ISINCH0111297443 Devise : CHF	200 000 000,00	07/09/2018	4,1889
Serie n°4 ISINCH0120743346 Devise : CHF	200 000 000,00	23/04/2019	4,8131
Serie n°5 ISINFR0011470764 Devise : EUR	1 250 000 000,00	16/10/2023	9,2950
Serie n°6 ISINFR0011600923 Devise : EUR	1 000 000 000,00	28/10/2020	6,3299

Disclaimer :

This data fact sheet and its notes can only be a summary of certain features of the bonds and their structure. This Investor report contains information regarding HSBC SFH (France) Programme's Cover Pool as of the indicated Calculation Date.

No representation can be made that the information herein is accurate or complete and no liability is accepted therefore reference should be made to the issue documentation for a full description of the bonds and their structure.

This data fact sheet and its notes are for information purposes only and are not intended as an offer or invitation with respect to the purchase or sale of any security. Reliance should not be placed on the information herein when making any decision whether to buy, hold or sell bonds (or other securities) or for any other purpose. Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance.

You are solely responsible for making your own independent appraisal of and investigations into the bonds referred to in this document and you should not rely on any information in this document as constituting investment advice.

This document is intended for the use of clients who are professional clients or eligible counterparties under the rules of the FSA only and is not intended for retail clients.

This document is issued by HSBC SFH (France) SA ("HSBC SFH (France)"). HSBC SFH (France) is authorised and regulated by the Autorité du Contrôle Prudentiel ("ACP") and is a member of the HSBC Group of companies. Registered Office: 15 rue Vernet, 75008 Paris, France.