

HSBC UK Bank plc €25 billion Global Covered Bond Programme



Investor Report 10th March 2026

DISCLAIMER: The information and data contained herein is confidential and is intended solely for your personal and internal informational use and may not be reproduced, disseminated or distributed in whole or in part at any time, in any manner or for any purpose, without obtaining the prior written consent of HSBC UK Bank plc in each specific instance.

Nothing in this document shall constitute an offer to sell, or the solicitation of an offer to buy, covered bonds in any jurisdiction to the public as defined in any applicable laws or rules, nor to make or solicit such an offer.

There shall be no sale of any covered bonds or other financial instruments in any jurisdiction in which such offer, solicitation or offer would be unlawful prior to qualification under the securities laws of such jurisdiction. Nothing in this document constitutes an offer of securities for sale in the United States. Covered bonds may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons (as defined in Regulation S under the Securities Act of 1933, as amended (the "Securities Act")), absent registration or an exemption from registration under the Securities Act. It is not intended that the covered bonds will be registered under the Securities Act or any U.S. state securities laws. Prospective investors should consult their own financial and legal advisors about risks associated with investment in a particular issue of covered bonds and the availability of investment in such covered bonds in light of their particular circumstances.

This document is being distributed to, and directed only at, persons in the United Kingdom in circumstances where section 21(2) of the FSMA does not apply (such persons being referred to as "relevant persons"). Any person who is not a relevant person should not act or rely on this communication or any of its contents.

The material contained herein has no regard to the specific investment objectives, financial situation or particular needs of any recipient. The information is historical in nature and should not be relied on when making any investment decision. The information contained herein speaks only as of the date of such investor report - 10 Feb 2023. HSBC UK Bank plc and its affiliates (together, the "HSBC UK Group") have undertaken no obligation, and we assume no responsibility, to update the information contained herein, except as required under applicable securities legislation or the UK regulated covered bond regulations.

No representation or warranty, expressed or implied, is or will be made in relation to, the accuracy or completeness of the information on this website. No liability whatsoever is or will be accepted by the HSBC UK Group nor any person who controls it nor any affiliate, director, officer, employee nor agent of it or its affiliate of such person for any loss or damage whatsoever arising from any use of this website or its contents.

Administration	
Name of issuer	HSBC UK Bank plc
Name of PCB programme	HSBC UK Bank plc €25 billion Global Covered Bond Programme
Name, job title and contact details of person validating this form	Neelam Bahadur, Senior Manager, HSBC UK Secured Funding Email: neelam.bahadur@hsbc.com Phone: +44 121 4005505 Mobile: +44 7769176611
Date of form submission	25/03/2026
Start Date of reporting period	11/03/2026
End Date of reporting period	10/03/2026
Web links - prospectus, transaction documents, loan-level data	https://www.about.hsbc.co.uk/hsbc-ukregulated-covered-bond-programme

Counterparties, Ratings	Counterparties	Fitch		Moody's		S&P		DBRS	
		Rating	Current rating	Rating	Current rating	Rating	Current rating	Rating	Current rating
Covered bonds	N/A	AAA	N/A	N/A	Aaa	N/A	N/A	N/A	N/A
Issuer	HSBC UK Bank plc	N/A	F1+/AA-	N/A	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Seller(s)	HSBC UK Bank plc	BBB-	F1+/AA-	Baa3(G1)	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Cash manager	HSBC Bank plc	BBB-	F1+/AA-	Baa3(G1)	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Account bank	HSBC UK Bank plc	F1/A	F1+/AA-	P-1	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Stand-by account bank	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Service(s)	HSBC UK Bank plc	BBB-	F1+/AA-	Baa3(G1)	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Stand-by servicer(s)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Sweep provider(s) on cover pool	HSBC UK Bank plc	F1/A	F1+/AA-	-/A3(G1)	P-1(G1)/A3(G1)	N/A	A-1/AA+	N/A	N/A
Stand-by sweep provider(s) on cover pool	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Swaps (notional amounts) (GBP)	£ 3,929,494,657								
Sweep notional maturities	N/A								
LLP revenue rate/margin	4.61%								
Collateral (positive amounts) (GBP)	£ 3,11%								

Accounts, Ledgers	Value as of End Date of reporting period	Value as of Start Date of reporting period	Targeted Value
Revenue receipts (please disclose all parts of waterfall)	£ 15,273,963	£ -	-
Interest Collections	£ 10,215,321	£ -	-
Other net income including bank interest	£ 5,058,641	£ -	-
Expense amount released from Reserve Account	£ -	£ -	-
Available Revenue Receipts	£ 15,273,963	£ -	-
Senior fees (including Cash Manager, Service & Asset Monitor)	£ 186,278	£ -	-
Amounts due under Interest Rate Swap	£ -	£ -	-
Amounts due under Covered Bond Swap	£ 2,134,565	£ -	-
Amounts due under Intercompany Loan	£ -	£ -	-
Amounts added to Interest Accumulation Account	£ 3,293,797	£ -	-
Amounts added to Pre-Maturity Liquidity Account	£ -	£ -	-
Amounts added to Reserve Account	£ 9,677,936	£ -	-
Ordered Consideration	£ -	£ -	-
Members' profit	£ 3,000	£ -	-
Total distributed	£ 15,273,963	£ -	-
Principal receipts (please disclose all parts of waterfall)	£ 52,018,906	£ -	-
Principal Collections	£ 52,018,906	£ -	-
Any other amount standing to credit Principal Collections Ledger	£ -	£ -	-
Cash Capital Contributions not set against	£ -	£ -	-
Available Principal Receipts	£ 52,018,906	£ -	-
Amounts added to Pre-Maturity Liquidity Account	£ -	£ -	-
Amounts used to acquire New Mortgages and Additional Borrowings	£ -	£ -	-
Capital Distribution	£ 52,018,906	£ -	-
Total distributed	£ 52,018,906	£ -	-
Interest Collections Ledger	£ 15,273,963	£ 15,007,391	-
Principal Collections Ledger	£ 52,018,906	£ 45,514,802	-
Interest Accumulation Account	£ -	£ 7,059,516	-
Intercompany Loan Settlement	£ -	£ -	-
Pre-Maturity Liquidity Account	£ -	£ -	-
Reserve Account	£ -	£ -	-
		£ 3,293,797	

Asset Coverage Test	Value	Description
A	£ 3,763,721,229	The lower of (a) Adjusted True Balance and (b) Arrears Adjusted True Balance
B	£ -	Principal collections not yet applied
C	£ -	Cash Capital Contributions not set against
D	£ -	Substitution assets
X	£ -	For set-off risk
Y	£ 1,096,240	For additional borrowing capacity
Z	£ 45,128,704	For potential repactive carry
Total	£ 3,722,494,289	

Method used for calculating component 'X'	Value
Asset percentage (%)	62.50%
Maximum asset percentage from Fitch (%)	62.50%
Maximum asset percentage from Moody's (%)	62.50%
Maximum asset percentage from S&P (%)	N/A
Maximum asset percentage from DBRS (%)	N/A
Credit support as derived from ACT (%)	£ 2,093,084,296
Credit support as derived from ACT (%)	128.18%

Programme-Level Characteristics	Value
Programme currency	EUR
Programme size	25,000,000,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at swap FX rate)	£ 1,631,410,000
Covered bonds principal amount outstanding (GBP, non-GBP series converted at current spot rate)	£ 1,648,901,194
Cover pool balance (GBP)	£ 4,071,536,845
GC account balance (GBP)	£ 67,292,869
Any additional collateral (please specify)	None
Any additional collateral (GBP)	£ -
Aggregate balance of off-set mortgages (GBP)	£ -
Aggregate deposits attaching to the cover pool (GBP)	£ -
Aggregate deposits attaching specifically to the off-set mortgages (GBP)	£ 2,440,128,843
Normal level of overcollateralisation (GBP)	149.57%
Number of loans in cover pool	30,991
Average loan balance (GBP)	£ 131,378
Weighted average non-indexed LTV (%)	49.10%
Weighted average indexed LTV (%)	45.10%
Weighted average seasoning (months)	58.1
Weighted average remaining term (months)	241.2
Standard variable interest rate (%)	3.18%
Constant Pre-Payment Rate (%) current month	0.86%
Constant Pre-Payment Rate (%) quarterly average	1.27%
Principal Payment Rate (%) current month	3.85%
Principal Payment Rate (%) quarterly average	N/A
Constant Default Rate (%) current month	N/A
Constant Default Rate (%) quarterly average	N/A
Fitch Discontinuity Cap	0
Moody's Thrifty Payment Indicator	Probable - High
Moody's Collector Score (%)	4.00%

Mortgage Collections	Value
Mortgage collections (scheduled - interest)	£ 10,215,321
Mortgage collections (scheduled - principal)	£ 15,535,369
Mortgage collections (unscheduled - interest)	£ -
Mortgage collections (unscheduled - principal)	£ 35,483,556

Loan Redemptions & Replacements Since Previous Reporting Date	Number	% of total number	Amount (GBP)	% of total amount
Loan redemptions since previous reporting date	265	0.82%	£ 27,777,678	0.63%
Loans bought back by seller(s)	12	0.04%	£ 1,501,697	0.04%
of which are non-performing loans	3	0.01%	£ 134,985	0.00%
of which have breached covenants	0	0.00%	£ 1,366,712	0.03%
Loans sold into the cover pool	71	0.23%	£ 6,457,477	0.16%

Product Rate Taps and Reversibility Profiles	Number	% of total number	Amount (GBP)	% of total amount	% Current rate	Remaining teaser period (months)	% Current margin	% Reversibility margin	% Initial rate
Fixed at origination, reverting to SVR	28,956	93.96%	£ 3,876,873,996	95.21%	3.10%	18.14	3.10%	0.00%	3.10%
Fixed at origination, reverting to Libor	-	0.00%	£ -	0.00%	0.00%	0.00	0.00%	0.00%	0.00%
Fixed at origination, reverting to Tracker	-	0.00%	£ -	0.00%	0.00%	0.00	0.00%	0.00%	0.00%
Fixed for life	-	0.00%	£ -	0.00%	0.00%	0.00	0.00%	0.00%	0.00%
Tracker at origination, reverting to SVR	852	2.73%	£ 133,971,834	3.21%	4.13%	15.32	0.38%	0.00%	4.13%
Tracker at origination, reverting to Libor	-	0.00%	£ -	0.00%	0.00%	0.00	0.00%	0.00%	0.00%
Tracker for life	214	0.69%	£ 14,571,782	0.36%	2.84%	0.00	0.33%	0.00%	2.84%
SVR, including discount to SVR	829	2.67%	£ 49,819,333	1.22%	6.24%	0.00	0.00%	0.00%	6.24%
Libor	-	0.00%	£ -	0.00%	0.00%	0.00	0.00%	0.00%	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%	3.18%		2.97%		3.18%

Stratification				
Criteria breakdown	Number	% of total number	Amount (GBP)	% of total amount
Current	30,944	99.80%	£ 4,063,337,763	99.80%
0-1 month in arrears	30	0.10%	£ 5,394,301	0.13%
1-2 months in arrears	8	0.03%	£ 1,735,310	0.04%
2-3 months in arrears	8	0.03%	£ 741,903	0.02%
3-6 months in arrears	1	0.00%	£ 328,118	0.01%
6-12 months in arrears	-	0.00%	£ -	0.00%
12+ months in arrears	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Current non-indexed LTV				
0-50%	19,000	61.31%	£ 1,933,586,910	47.49%
50-55%	3,281	9.23%	£ 566,124,601	13.92%
55-60%	3,177	10.25%	£ 635,913,914	15.60%
60-65%	2,838	9.48%	£ 566,314,320	13.89%
65-70%	2,293	7.15%	£ 446,840,691	10.97%
70-75%	457	1.47%	£ 90,615,364	2.23%
75-80%	7	0.02%	£ 881,611	0.02%
80-85%	-	0.00%	£ -	0.00%
85-90%	10	0.03%	£ 1,249,202	0.03%
90-95%	-	0.00%	£ -	0.00%
95-100%	-	0.00%	£ -	0.00%
100-105%	-	0.00%	£ -	0.00%
105-110%	-	0.00%	£ -	0.00%
110-125%	-	0.00%	£ -	0.00%
125%+	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Current indexed LTV				
0-50%	22,493	72.58%	£ 2,423,529,938	59.52%
50-55%	2,861	9.23%	£ 490,878,082	12.06%
55-60%	2,384	7.69%	£ 460,721,830	11.32%
60-65%	1,828	5.90%	£ 379,380,088	9.32%
65-70%	1,167	3.77%	£ 265,084,088	6.53%
70-75%	206	0.66%	£ 48,281,648	1.19%
75-80%	12	0.04%	£ 1,803,908	0.04%
80-85%	7	0.02%	£ 681,530	0.02%
85-90%	3	0.01%	£ 467,332	0.01%
90-95%	-	0.00%	£ -	0.00%
95-100%	-	0.00%	£ -	0.00%
100-105%	-	0.00%	£ -	0.00%
105-110%	-	0.00%	£ -	0.00%
110-125%	-	0.00%	£ -	0.00%
125%+	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Current outstanding balance of loan				
0-5,000	743	2.40%	£ 2,008,773	0.50%
5,000-10,000	1,301	4.20%	£ 10,157,137	0.25%
10,000-25,000	3,035	9.79%	£ 52,292,628	1.28%
25,000-50,000	3,920	12.65%	£ 145,988,504	3.59%
50,000-75,000	3,499	11.29%	£ 218,412,927	5.36%
75,000-100,000	3,292	10.62%	£ 287,458,102	7.08%
100,000-150,000	3,176	10.25%	£ 640,784,988	15.74%
150,000-200,000	3,820	12.34%	£ 611,170,170	15.01%
200,000-250,000	2,224	7.18%	£ 495,991,272	12.17%
250,000-300,000	1,461	4.71%	£ 399,529,640	9.81%
300,000-350,000	924	2.98%	£ 291,282,730	7.16%
350,000-400,000	589	1.90%	£ 220,369,407	5.41%
400,000-450,000	327	1.06%	£ 177,088,069	4.35%
450,000-500,000	174	0.56%	£ 110,569,319	2.72%
500,000-550,000	84	0.27%	£ 75,917,132	1.87%
550,000-600,000	39	0.12%	£ 32,980,965	0.79%
600,000-650,000	3	0.01%	£ 2,756,140	0.07%
1,000,000+	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Regional distribution				
East Angles	3,748	12.09%	£ 510,104,849	12.53%
East Midlands	3,598	8.36%	£ 241,869,338	5.94%
London	4,537	14.64%	£ 1,003,975,419	24.66%
North	908	2.93%	£ 74,737,591	1.84%
North West	3,411	11.01%	£ 314,081,066	7.71%
Northern Ireland	-	0.00%	£ -	0.00%
Outer Metro	-	0.00%	£ -	0.00%
South East	6,073	19.60%	£ 866,730,360	21.30%
South West	3,001	9.68%	£ 345,231,497	8.50%
Scotland	-	0.00%	£ -	0.00%
Wales	1,322	4.27%	£ 107,021,869	2.63%
West Midlands	2,897	9.35%	£ 285,543,619	7.02%
Yorkshire	2,728	8.80%	£ 251,240,438	6.17%
Other	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Repayment type				
Cash/repayment	30,951	99.87%	£ 4,063,008,372	99.79%
Part and part	40	0.00%	£ -	0.00%
Interest only	40	0.13%	£ 8,528,472	0.21%
Offset	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Reasoning				
0-12 months	861	2.78%	£ 67,996,853	1.67%
12-24 months	929	3.00%	£ 41,718,762	1.02%
24-36 months	3,787	12.16%	£ 575,295,867	14.13%
36-48 months	6,798	21.94%	£ 1,052,044,788	25.83%
48-60 months	9,027	29.15%	£ 877,235,294	21.54%
60-72 months	2,823	9.11%	£ 374,784,679	9.20%
72-84 months	2,452	7.91%	£ 270,732,174	6.65%
84-96 months	3,920	12.65%	£ 370,840,981	9.11%
96-108 months	2,345	7.57%	£ 261,308,912	6.42%
108-120 months	1,726	5.57%	£ 175,330,031	4.31%
120-180 months	31	0.10%	£ 3,887,676	0.10%
180+ months	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Interest payment type				
Fixed	28,990	93.56%	£ 3,876,573,896	95.21%
SUR	829	2.67%	£ 49,819,333	1.22%
Tracker	1,166	3.76%	£ 145,143,616	3.56%
Other (please specify)	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Loan purpose type				
Owner-occupied	30,991	100.00%	£ 4,071,536,845	100.00%
Buy-to-let	-	0.00%	£ -	0.00%
Second home	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Income verification type				
Fully verified	30,991	100.00%	£ 4,071,536,845	100.00%
Fast-track	-	0.00%	£ -	0.00%
Self-certified	-	0.00%	£ -	0.00%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Remaining term of loan				
0-30 months	489	1.58%	£ 5,757,691	0.14%
30-60 months	1,136	3.67%	£ 94,058,187	2.31%
60-120 months	3,848	12.43%	£ 234,854,699	5.77%
120-180 months	5,889	19.02%	£ 562,487,176	13.82%
180-240 months	7,995	25.80%	£ 1,020,600,980	25.06%
240-300 months	17,771	57.17%	£ 1,153,119,290	28.33%
300-360 months	3,447	11.12%	£ 671,068,294	16.50%
360+ months	1,028	3.32%	£ 399,205,447	9.81%
Total	30,991	100.00%	£ 4,071,536,845	100.00%
Employment status				
Employed	28,168	90.89%	£ 3,692,987,623	90.69%
Self-employed	1,531	4.94%	£ 246,666,231	6.06%
Unemployed	83	0.27%	£ 2,178,543	0.05%
Retired	148	0.48%	£ 7,281,841	0.18%
Guarantor	-	0.00%	£ -	0.00%
Other	1,288	3.94%	£ 123,813,107	3.04%
Total	30,991	100.00%	£ 4,071,536,845	100.00%

Covered Bonds Outstanding, Associated Derivatives (please disclose for all bonds outstanding)			
Series	2020-1	2020-1	2020-1
Issue date	14/09/2020	19/09/2020	11/06/2020
Original rating (Moody's/S&P/Fitch/DBRS)	Aaa/AAA	Aaa/AAA	Aaa/AAA
Current rating (Moody's/S&P/Fitch/DBRS)	Aaa/AAA	Aaa/AAA	Aaa/AAA
Denomination	GBP	GBP	EUR
Amount at issuance	500,000,000	500,000,000	750,000,000
Amount outstanding	500,000,000	500,000,000	750,000,000
FX swap rate (rate %)	1.000	1.000	1.188
Maturity type (hard/soft/bullet/pass-through)	Soft Bullet	Soft Bullet	Soft Bullet
Scheduled final maturity date	25/09/2027	25/09/2028	25/05/2030
Legal final maturity date	25/09/2029	25/09/2029	25/05/2031
ISIN	XS2032181362	XS2062200030	XS2020847268
Stock exchange listing	London	London	London
Coupon payment frequency	Quarterly	Quarterly	Annual
Coupon payment date	29th Feb, May, Aug, Nov	29th Feb, May, Aug, Nov	29th May each year
Coupon rate (if fixed, margin and reference rate if floating)	Compounded Daily SONIA + 0.62%	Compounded Daily SONIA + 0.50%	2.625%
Margin payable under extended maturity period (%)	0.62%	0.50%	1m Euribor + 0.43%
Swap counterparty/ies	N/A	N/A	HSBC UK Bank plc
Swap notional denomination	N/A	N/A	GBP
Swap notional amount	N/A	N/A	631,410,000
Swap notional maturity	N/A	N/A	25/05/2030
LLP interest rate margin	N/A	N/A	2.625%
LLP pay rate/margin	N/A	N/A	Compounded Daily SONIA + 0.475%
Collateral asset/ies amount	N/A	N/A	0

Programme Triggers				
Event (please list all triggers)	Summary of event	Trigger (S&P, Moody's, Fitch, DBRS, etc) (short-term, long-term)	Trigger breached (yes/no)	Consequence of a trigger breach
Account Bank rating trigger	Loss of required rating by the Account Bank	Short-term: - / P-1 / F1 / - / Long-term: - / A / -	no	Within 60 days, replace with a counterparty which has such required ratings, or guarantee the obligations of the Account Bank.
Swap Collateral Account Bank rating trigger	Loss of required rating by the Account Bank	Short-term: - / P-1 / F1 / - / Long-term: - / A / -	no	Replace or guarantee the obligations of the Swap Collateral Account Bank within 60 days, or move to the Account Bank Remedial Ratings.
Service rating trigger	Loss of required rating by the Servicer	Long-term: - / Baa3(or) / BBB / -	no	The Servicer shall make all reasonable efforts to enter into a back-up master servicing agreement with a third party as required by LLP and the LLP Security Trustee within 60 days. All Servicer calculations will be subject to the relevant tests by the Asset Monitor following each Calculation Date for a period of six months.
Cash Manager rating trigger	Loss of required rating by the Cash Manager	Long-term: - / Baa3(or) / BBB / -	no	The Servicer shall make all reasonable endeavours to enter into a back-up cash management agreement with a suitably experienced third party acceptable to the LLP and the Security Trustee within 60 days.
Perfection	Loss of required rating by the Servicer	Long-term: - / Baa3(or) / BBB / -	no	Transfer of legal title of LLP Mortgages to the LLP within 20 London business days.
Swap Counterparty Trigger	Loss of required rating by the Swap Provider	Short-term: - / F1 / - / Long-term: - / A3(or) / A / -	no	Take measures under Relevant Swap Agreement or any other actions agreed with the Rating Agency including transfer of collateral, replacement of swap counterparty or finding suitably rated co-obligor.
Asset Coverage Test Set-Off Risk Protection	Loss of required rating by the Seller	Short-term: - / F1 / - / Long-term: - / A3(or) / A / -	no	The set-off risk protection in the Asset Coverage Test shall be sized as per the Programme documentation.
Reserve Fund	Loss of required rating by the Issuer	Short-term: - / P-1(or) / F1+ / -	no	Reserve Fund will be credited with the required amount calculated as per the Programme documentation.
Pre-Maturity Test (Hard Bullet Covered Bonds only)	Loss of required rating by the Issuer if the Final Maturity Date of any Series of Hard Bullet Covered Bonds occurs within 6 (Moody's) or 12 (Fitch) months	at 6 months: Short-term: - / P-1(or) / F1 / - / at 12 months: Short-term: - / F1+ / -	no	Requirement to fund the Pre-Maturity Liquidity Account to the Required Redemption Amount and, if necessary, the sale of Selected Mortgages.

Non-Rating Triggers				
Event (please list all triggers)	Description of Trigger	Trigger breached (yes/no)	Consequence of a trigger breach	
Asset Coverage Test	The Aggregate Adjusted Cover Amount is less than the Sterling equivalent of the aggregate Principal Amount Outstanding of all Covered Bonds as calculated on the relevant Calculation Date, and remains below the aggregate Principal Amount Outstanding of all Covered Bonds at the next Calculation Date.	no	If breach of Asset Coverage Test not remedied on the next Calculation Date will result in the issuance of an Asset Coverage Test Breach Notice and if not remedied by the 3rd calculation date after the issuance of the breach notice an Issuer Event of Default will occur. If not cured, an Issuer Acceleration Notice may be served, which means that each Series of Covered Bonds shall become due and repayable as against the Issuer and following which, a Notice to Pay will be served on the LLP, meaning that the LLP shall be required to make payments of Guaranteed Amounts on the Covered Bonds in accordance with the Guarantee Priority of Payments. Whilst an Asset Coverage Test Breach Notice remains outstanding, no Cash Capital Contributions may be distributed to HSBC UK Bank plc as a Capital Distribution.	
Interest Rate Shortfall Test	The amount of income that the LLP expects to receive in the next LLP Payment Period together with other funds available to it is insufficient to cover the sums to be amount due under each Term Advance and to the Covered Bond Swap Provider(s) and other senior expenses ranking in priority thereto.	no	Servicer to notify the LLP and if required by LLP, Servicer to make all reasonable endeavours to offer to sell new mortgages to the LLP on or before the next Calculation Date. New mortgages will have HSBC Variable Rates and/or other discretionary rates or margins, and be sufficient to ensure there would not be an Interest Rate Shortfall on future Calculation Dates.	
Issuer Event of Default	Any of the conditions, events or acts provided in Condition 8(a) (Issuer Events of Default) of the Programme Conditions occur.	no	If not cured, an Issuer Acceleration Notice may be served, which means that each Series of Covered Bonds shall become due and repayable as against the Issuer and following which, a Notice to Pay will be served on the LLP, meaning that the LLP shall be required to make payments of Guaranteed Amounts on the Covered Bonds in accordance with the Guarantee Priority of Payments.	
Amortisation Test	Following a Notice to Pay (but prior to the service of an LLP Acceleration Notice and/or wind-up proceedings), the Amortisation Test Aggregate Asset Amount is less than the Sterling Equivalent of the aggregate Principal Amount Outstanding of the Covered Bonds as calculated on the relevant Calculation Date.	no	Constitutes an LLP Event of Default which if not cured, means that a LLP Acceleration Notice may be served, which means that each Series of Covered Bonds shall become due and repayable as against the Issuer (if not already due and repayable as against the Issuer) and as against the LLP, and the Security shall become enforceable.	
Yield Shortfall Test	Following an Issuer Event of Default which remains outstanding, the mortgages (once accounting for the Interest Rate Swap) must give an annual yield of less than SONIA + 0.40%.	no	LLP variable rate and other discretionary rates and/or margins may be increased.	
LLP Event of Default	Any of the conditions, events or acts provided in Condition 8(b) (LLP Events of Default) of the Programme Conditions occur.	no	If not cured, an LLP Acceleration Notice may be served, which means that each Series of Covered Bonds shall become due and repayable as against the Issuer (if not already due and repayable against it following an Issuer Event of Default) and as against the LLP, and the Security shall become enforceable.	
Perfection	Any of the conditions, events or acts provided in Clause 7 (Perfection of the Assignment) of the Mortgage Sale Agreement occur.	no	Triggers the requirement to prepare perfection of title documents but not the steps necessary to perfect legal title.	

Ref	Glossary
Reporting period	Reporting period runs from and including, the eleventh day of a calendar month to, and including, the tenth day of the following calendar month.
True Balance	Current Balance Amount (GBP) represents True Balance, which means for any Mortgage on any relevant date of determination, the aggregate (but avoiding double counting) of the following: (a) the aggregate of all principal amounts advanced to the relevant Borrower; and (b) Capitalised Expenses; and (c) Capitalised Interest; and (d) (to the extent not covered by paragraphs (b) and (c) above) Capitalised Arrears; and (e) any other amount (including, for the avoidance of doubt, Accrued Interest and Arrears of interest) which is due or accrued (whether or not due) and which has not been paid by the relevant Borrower and has not been capitalised in accordance with the relevant Mortgage Conditions or with the relevant Borrower's consent but which is accrued or intended to be accrued by that Mortgage, less any repayment or payment of any of the foregoing made on or before the end of the Business Day immediately preceding the date of determination and excluding any retentions made but not released and any Additional Borrowings committed to be made but not made by the end of the Business Day immediately preceding the date of determination.
LLP receive rate/margin	Compounded Daily SONIA rate plus margin of 0.8756%.
Current non-indexed LTV	Current non-indexed LTV is the aggregate true balance of all loans within a mortgage account, divided by the value of the property securing the loans in that mortgage account at the date of the latest lending.
Current indexed LTV	Current indexed LTV is reported as zero where a customer borrower paid more than the outstanding balance of a mortgage. Current indexed LTV is the aggregate true balance of all loans within a mortgage account, divided by the indexed value of the property securing the loans in that mortgage account at the reporting date. Indexation is applied on a regional basis to property valuations on a quarterly basis in January, April, July and October of each year using the Halifax House Price Index published by Markit Group Limited.
Monthly Constant Pre-Payment Rate (CPR)	Indexed LTV is reported as zero where a customer borrower paid more than the outstanding balance of a mortgage. Monthly Constant Pre-Payment Rate (CPR) is calculated as the total unscheduled principal receipts received over the last Calculation Period, divided by the total principal amount outstanding of the loans comprised in the portfolio at the beginning of the last Calculation Period. Unscheduled principal receipts does not comprise payments from HSBC UK Bank plc for the repurchase of loans from the portfolio. These are annualised using the formula: $1 - ((1 - M)^{12})$ where M is the monthly CPR expressed as a percentage.
Monthly Principal Payment Rate (PPR)	Monthly Principal Payment Rate (PPR) is defined as the total scheduled and unscheduled principal receipts received over the last Calculation Period, divided by the total principal amount outstanding of the loans comprised in the portfolio at the beginning of the last Calculation Period. These are annualised using the formula: $1 - ((1 - M)^{12})$ where M is the monthly PPR expressed as a percentage.
Quarterly Average CPR/PPR	Quarterly Average CPR/PPR is the average of the three most recent monthly CPR / PPR expressed as a percentage. These are annualised using the formula: $1 - ((1 - M)^{12})$ where M is the Quarterly Average CPR/PPR expressed as a percentage.
Arrears	Number of Months in Arrears means, as at the date of determination in respect of a Mortgage, the result of the calculation (A-B) / C, where: (a) 'A' equals the sum of all Monthly Payments in respect of advances under that Mortgage that were due and payable by the relevant Borrower on any due date up to that date of determination; (b) 'B' equals the sum of all payments actually made by that Borrower in respect of that Mortgage up to that date of determination (the difference between 'A' and 'B' being the 'arrears balance'); and (c) 'C' equals the then Monthly Payment in respect of all advances under that Mortgage.
Mortgage collections	Mortgage Collections include all cash receipts on a mortgage within the portfolio excluding monies paid by HSBC UK Bank plc in respect of mortgages repurchased from the portfolio.
Seasoning	Seasoning refers to the number of months since the date of origination of the loan.
Remaining Term	Remaining Term refers to the number of remaining months to maturity of each loan.
Weighted Average (WA)	All Weighted Average (WA) calculations are weighted by True Balance.

Ref	Supplementary notes
Counterparties, Ratings table	The swap provider(s) rating trigger disclosed is the next trigger point. There may be subsequent triggers, as detailed in the relevant swap agreement. There are no minimum ratings for the issuer, although its ratings are linked to certain programme triggers - see the Programme Triggers section.
Accounts, Ledgers table	Swap details relate to interest rate swap and include covered bond swaps. HSBC UK Bank plc entered into a fixed interest rate swap to hedge against some or all possible variances between interest payable on cover pool and compounded daily SONIA rate. The waterfall reported (including Intercompany Loan Settlement) is that which will be made in the next reporting period. Members' profits is paid once a year, on the LLP payment date, which the anniversary of the programme establishment falls into. Ledgers and Accounts balances are reported as at the reporting period end, before the distribution of revenue and principal receipts.
Asset Coverage Test ("ACT") table	For full description of the ACT requirements, please refer to the Prospectus. Method A(i) is calculated as the lower of (i) the actual True Balance of the Mortgage and (ii) the Partially Indexed Valuation relating to that Mortgage multiplied by M (where for all Mortgages that are less than three months in arrears or not in arrears, M = 0.75; for all Mortgages that are three months or more in arrears and have a True Balance to Partially Indexed Valuation ratio of less than or equal to 75 per cent, M = 0.25). Method A(ii) is calculated as the Asset Percentage multiplied by the lower of (i) the True Balance of the Mortgage and (ii) the Partially Indexed Valuation relating to that Mortgage multiplied by N (where for all Mortgages that are less than three months in arrears or not in arrears, N = 1; for all Mortgages that are three months or more in arrears and have a True Balance to Partially Indexed Valuation ratio of less than or equal to 75 per cent, N = 0.40 and for all Mortgages that are three months or more in arrears and have a True Balance to Partially Indexed Valuation ratio of more than 75 per cent, N = 0.25). Item B of the Asset Coverage Test includes principal balances distributed back to the Seller in the next reporting period.
Programme-Level Characteristics table	Balance disclosed as GIC account is made up of the following LLP bank accounts at the reporting period end: Covered Bond Account (includes cash collected from mortgages on the last day of the reporting period, passed to the LLP on the first day of the following reporting period), Interest Accumulation Account, Reserve Account and Pre-Maturity Liquidity Account. Balance disclosed as Aggregate deposits attaching to the cover pool (GBP) is the amount required under item X (set-off risk) of the ACT. The nominal level of over collateralisation includes cash held on the principal ledger, excluding any waterfall distributions back to the seller in the next calendar month. The Constant Default Rate is not applicable to revolving pools. Moody's Timely Payment Indicator and Moody's Collateral Score (%) are sourced from "Moody's Investor Service". Fitch Payment Continuity Uplift (PCU) is reported as Fitch Discontinuity Cap.
Mortgage collections table	Mortgage collections (unscheduled - interest) is not reported as all unscheduled collections are treated as principal. Mortgage collections (unscheduled - principal) does not comprise payments from HSBC UK Bank plc for the repurchase of loans from the portfolio, and comprise capital repayments and redemptions other than those received at the expected term end date of the loan.
Loan Redemptions & Replenishments Since Previous Reporting Date table	Loan redemptions and Loans bought back by seller are reported as of the immediately preceding reporting period end. Loans sold into the cover pool are reported as of the reporting period end.
Product Rate Type and Reversionary Profiles table	Standard Variable Rate (SVR) refers to HSBC Standard Variable rate applicable to residential mortgages. Margins are based on the index rate, therefore fixed loans are reported at the fixed rate, tracker are reported over BBR (3.75%) and variable over SVR (6.24%). The initial rate is considered to be the same as the current rate.
Regional distribution table	Regions are defined in line with Level 1 of the International Territorial Levels (ITL) codes of the United Kingdom.
Repayment type table	The analysis is performed at loan level and therefore there are no balances shown as part-and-part.
Employment status table	Employment status reported is the latest information held on borrower's record. First borrower's employment status is reported. Where the first borrower is unemployed, then second borrower's employment status is reported.