

PRICING SUPPLEMENT DATED June 11, 2008

(To Offering Circular dated December 7, 2006)

**HSBC BANK USA, NATIONAL ASSOCIATION
(a national banking association)**

**Issue of USD 700,000,000 7.0% Subordinated Notes due 2039
under the U.S.\$40,000,000,000 Global Bank Note Program**

This Pricing Supplement should be read in conjunction with the accompanying Offering Circular, dated December 7, 2006 (the "Offering Circular"), relating to the U.S.\$40,000,000,000 Global Bank Note Program of HSBC Bank USA, National Association. Unless otherwise defined herein, terms used herein shall have the meanings ascribed to them in the Offering Circular.

The Notes offered under this pricing supplement have not been registered under the Securities Act of 1933, as amended (the "Securities Act"). Accordingly, the Notes are being offered pursuant to the abbreviated securities registration procedure of the Office of the Comptroller of the Currency (the "OCC") set forth in Part 16 of the OCC's regulations to institutional investors that are "accredited investors" within the meaning of Rule 501 under the Securities Act, and each owner of a beneficial interest in a Note will be required to hold such beneficial interest in a minimum principal amount of U.S.\$250,000 (or its equivalent in other currencies calculated as described in the Offering Circular).

DESCRIPTION OF THE NOTES

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|---|---|
| 1. Issuing Office: | Buffalo, New York |
| 2. Specified Currency and Principal Amount: | USD700,000,000 |
| 3. Senior or Subordinated: | Subordinated |
| 4. Original Issue Date: | June 18, 2008 |
| 5. Stated Maturity Date: | January 15, 2039 |
| 6. (a) Issue Price: | 98.797% |
| (b) Dealer's Discount or Commission: | 0.875% |
| 7. Authorized Denomination(s): | USD250,000 and integral multiples of USD1,000 in excess thereof |
| 8. Form of Note (Registered or Bearer): | Registered. The Notes will be represented by one or more DTC Global Notes deposited with the corporate trust department of HSBC Bank USA, National Association as custodian for, and registered in the name of a nominee of, DTC. |

9. (a) Series Number: BN16
- (b) If forming part of an existing Series (Yes/No): No
10. Interest Payment Period: Six months
11. Interest Payment Date(s): January 15 and July 15 of each year, commencing January 15, 2009
12. Regular Record Date(s): The 15th calendar day, whether or not a Business Day, preceding each Interest Payment Date.
13. Exchange Agent: HSBC Bank USA, National Association
16. Ratings: Aa3/AA-/AA-

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

FIXED RATE NOTES

17. Interest Rate: 7.0% per annum
18. Day Count Convention: 30/360

GENERAL PROVISIONS

55. "Business Day" definition: New York
56. Talons for future Coupons or Receipts to be attached to Definitive Bearer Notes: No
58. CUSIP: 4042Q1AD9
- ISIN: US4042Q1AD94
- Common Code: 037161306
59. Details of additional/ alternative clearance system approved by the Bank: Not Applicable
60. Syndicated Issue (Yes/No): Yes
- Managers: *Lead Manager*
- HSBC Securities (USA) Inc.
- Senior Co-Managers*
- ABN AMRO Incorporated
BMO Capital Markets Corp.

BNP Paribas Securities Corp.
CIBC World Markets Corp.
Credit Suisse Securities (USA) LLC
Mizuho Securities USA Inc.
nabCapital Securities LLC
RBC Capital Markets Corporation
Scotia Capital (USA) Inc.

Co-Lead Managers

Comerica Securities, Inc.
Fifth Third Securities, Inc.

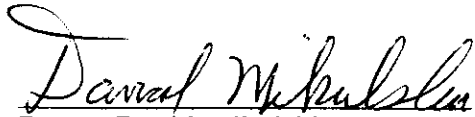
61. Clearance System(s): DTC; and Euroclear and Clearstream, Luxembourg through DTC
62. Name(s) of relevant Dealer(s) Not Applicable
65. Tax considerations: See "Certain United States Federal Income Tax Considerations" in the Offering Circular.

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RESPONSIBILITY

The Bank accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of HSBC Bank USA, National Association:

A handwritten signature in black ink, appearing to read "David Mikulski". The signature is written in a cursive style with a large initial "D".

By: David Mikulski
Title: Senior Vice President
Duly authorized