HSBC

HSBC BANK CANADA
7 YEAR FIXED RATE DEPOSIT NOTES
FINAL TERM SHEET

Issuer:	HSBC Bank Canada (the "Issuer")
Issue:	Fixed Rate Deposit Notes (the “Notes”)
Credit Rating:	AA (negative watch) / AA- (DBRS / S&P)
Principal Amount:	CDN $1,250,000,000.00
Nominal Term:	7 year
Pricing Date:	January 9, 2013
Settlement Date:	January 14, 2013
Maturity Date:	January 14, 2020
Fixed Coupon:	2.938%
Yield:	2.938%
Issue Price:	CDN $100.00 (par)
Issue Spread:	+122.0 bps vs. GoC Curve, +128.6 bps vs. GoC Benchmark
GoC Curve:	Interpolation between Government of Canada 3.75% due June 1, 2019 and Government of Canada 3.5% due June 1, 2020
GoC Benchmark:	Government of Canada 3.75% June 1, 2019
Benchmark Price & Yield:	$112.65 / 1.652%
Interest Payment Dates:	Interest will be paid semi-annually in arrears on the 14th day of July and January so long as the Notes remain outstanding. If the Interest Payment Date is not a Toronto Business Day, interest shall be paid on the next Toronto Business Day (actual/actual). The first Interest Payment Date will be July 14th, 2013.
Interest Payment Calculation:	Interest shall be calculated and accrued using the Bank of Canada (even coupon) convention, with 182.5 days of accrued interest paid on each Interest Payment Date.
Toronto Business Day:	Any day, other than a Saturday or a Sunday or a day on which commercial banks in Toronto are required or authorized by law to remain closed.
Use of Proceeds:	The net proceeds to be received by the Issuer from the sale of the Notes will be used for general corporate purposes.
Rank:	The Notes will constitute direct, unconditional and unsecured obligations of the Issuer without any preference among themselves; they will rank at least equally with all other present and future unsecured and unsubordinated obligations of the Issuer outstanding from time to time, including its deposit liabilities.
Redemption:	The Notes will not be redeemable prior to maturity
Form and Denomination:	Book entry only through participants in CDS
ISIN:	CA40427HSQ79
Agent:	HSBC Securities (Canada) Inc.