

From: Richard Kahn <richardkahn12@gmail.com>

To: "jeffrey E." <jeevacation@gmail.com>

Subject: Fwd: New Issue: HSBC 5y Fixed to Floating Rate Note on 3mL

Date: Mon, 02 May 2016 20:41:38 +0000

Attachments: HSBC_Prospectus.pdf

3 month libor is currently 0.64

please advise
thank you

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Begin forwarded message:

From: "Atlas, Andrew S" <Andrew.Atlas@morganstanley.com>

Subject: New Issue: HSBC 5y Fixed to Floating Rate Note on 3mL

Date: May 2, 2016 at 11:41:10 AM EDT

To: "Richard Kahn (richardkahn12@gmail.com)" <richardkahn12@gmail.com>

Hi Rich,

Hope you had a nice weekend.

Wanted to show STC and GA a Morgan Stanley New Issue HSBC 5yr Fixed-to-Floating Rate Note that's closing on this Friday May 6th.

Details:

Product Type: Fixed-to-Floating Rate Notes Linked 3-month LIBOR (3mL)

Issuer: HSBC USA Inc.

S&P Issuer Credit Rating: A+

Maturity: 05/11/2021

Call feature: None, i.e. the securities are non-callable

Payment at Maturity: Par (\$1,000 per note) + any accrued and unpaid interest

Interest Payment Schedule: Quarterly interest payments; The 11th calendar day of each February, May, August and November during the term of the notes, commencing on August 11, 2016, up to and including the Maturity Date.

Interest Formula: Years 1 and 2: 2.25% fixed per annum Years 3 through Maturity: 3mL + 1.05% per annum, subject to a 4.0% per annum cap

I've attached the prospectus. Let me know if you have any questions.

Best,
Andrew

Andrew S. Atlas
First Vice President

Equity Sales/Middle Markets Group
Financial Advisor

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NMLS ID # 1326736

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