HSBC Asset Management

HSBC Global Investment Funds

ASIA BOND

Monthly report 31 January 2024 | Share class ACHEUR

Investment objective

The Fund aims is to provide long term capital growth and income by investing in a portfolio of Asian bonds.

Investment strategy

The Fund is actively managed.In normal market conditions, the Fund will invest at least 90% of its assets in investment grade, and non-investment grade rated bonds and unrated bonds issued by governments, government-related entities, supranational entities or companies that are based in or carry out the larger part of their business in Asia.The Fund may invest up to 10% of its assets in onshore Chinese bonds which are issued within the People's Republic of China (PRC) and traded on the China Interbank Bond Market. The Fund may invest up to 10% in convertible bonds and up to 10% in contingent convertible securities. The Fund may also invest up to 10% in asset-backed securities and mortgage-backed securities.The Fund may invest up to 10% of its assets in securities issued by any single government issuer with a non-investment grade rating and may invest up to 10% of its assets in other funds.The Fund will not invest more than 40% of its assets in non-investment grade bonds. The Fund's primary currency exposure is to US Dollar (USD).See the Prospectus for a full description of the investment objectives and derivative usage.

Main risks

- The value of investments and any income from them can go down as well as up and you may not get back the amount originally invested.
- Investing in assets denominated in a currency other than that of the investor's own currency exposes the value of the investment to exchange rate fluctuations
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.

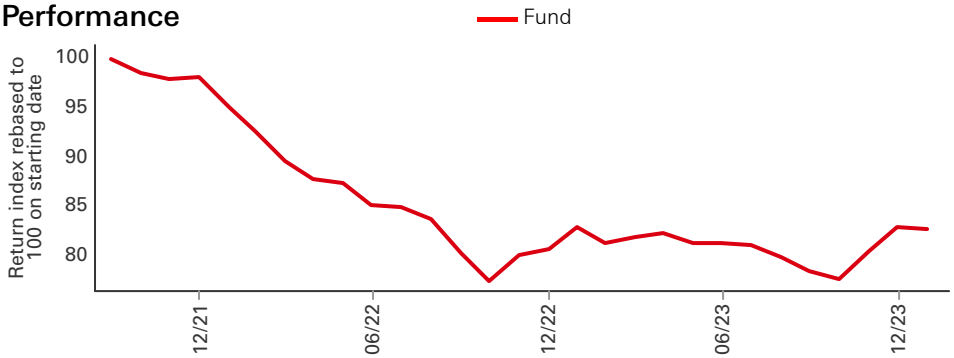
Share class details

Key metrics	
NAV per share	**EUR 8.24**
Performance 1 month	**-0.17%**
Yield to maturity	**5.92%**
Fund facts	
UCITS V compliant	**Yes**
UK reporting fund status (UKRS)	**Yes**
ISA eligible	**Yes**
Dividend treatment	**Accumulating**
Dealing frequency	**Daily**
Valuation time	**17:00 Luxembourg**
Share class base currency	**EUR**
Domicile	**Luxembourg**
Inception date	**28 September 2021**
Fund size	**USD 406,132,629**
Managers	**Ming Leap Alfred Mui**
Fees and expenses	
Minimum initial investment[1]	**USD 5,000**
Ongoing charge figure[2]	**1.400%**
Codes	
ISIN	**LU1436995879**
Bloomberg ticker	**HSBAACE LX**
SEDOL	**BDB4BF3**

[1]Please note that initial minimum subscription may vary across different distributors
[2]Ongoing Charges Figure is an estimate due to a change of fee structure.

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.
This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.
For definition of terms, please refer to the Glossary QR code and Prospectus.
Source: HSBC Asset Management, data as at 31 January 2024

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
ACHEUR	**-0.17**	**-0.17**	**6.71**	**1.98**	**-0.11**	**--**	**--**	**-7.92**

Rolling performance (%)	31/01/23-31/01/24	31/01/22-31/01/23	31/01/21-31/01/22	31/01/20-31/01/21	31/01/19-31/01/20
ACHEUR	**-0.11**	**-12.92**	**--**	**--**	**--**

3-Year Risk Measures	ACHEUR	Reference Benchmark
Volatility	--	--
Sharpe ratio	--	--

5-Year Risk Measures	ACHEUR	Reference Benchmark
Volatility	--	--
Sharpe ratio	--	--

Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	317	1,238	--
Yield to worst	5.82%	5.47%	0.35%
Yield to maturity	5.92%	5.47%	0.45%
Modified duration to worst	5.22	4.92	0.30
Option adjusted spread duration	4.90	4.90	0.00
Average maturity	7.58	6.86	0.72
Rating average	BBB+/BBB	A-/BBB+	--
Number of issuers	178	414	--

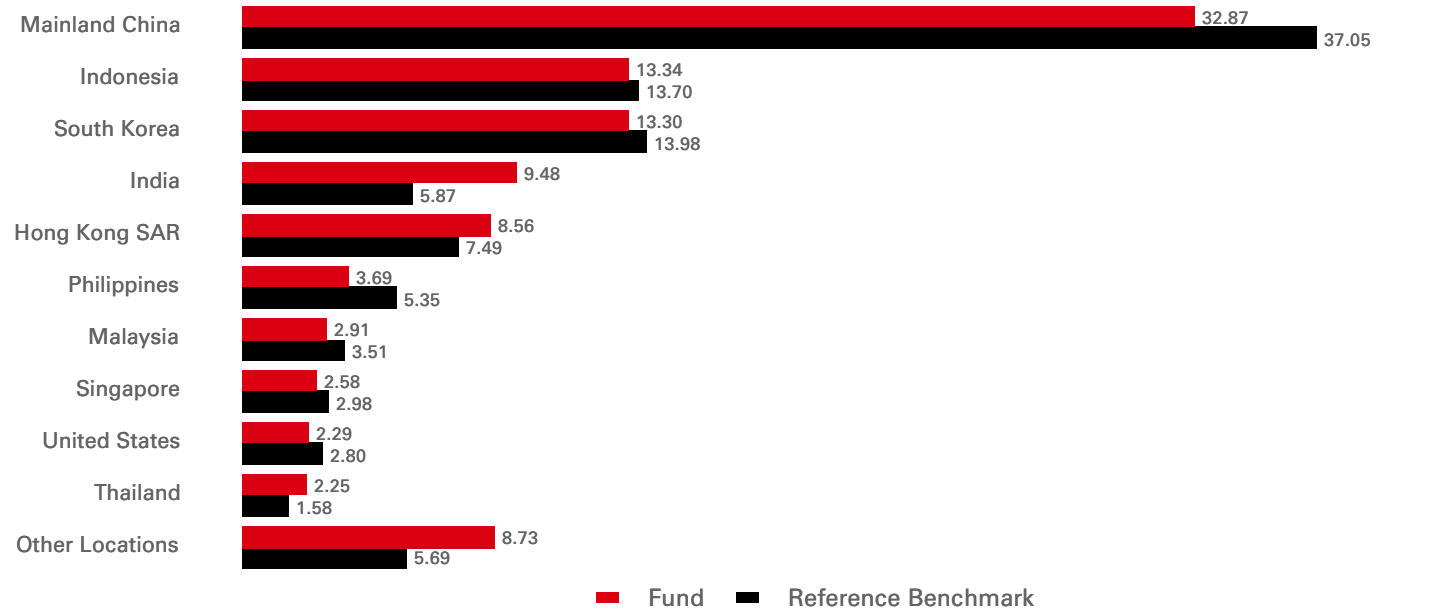
Credit rating (%)	Fund	Reference Benchmark	Relative
AAA	1.08	1.18	-0.10
AA	7.94	14.55	-6.61
A	27.50	32.71	-5.21
BBB	49.76	45.21	4.55
BB	9.82	2.08	7.74
B	2.25	0.47	1.78
CCC	1.17	0.87	0.29
CC	--	0.08	-0.08
C	0.00	--	0.00
NR	0.53	2.84	-2.31
Cash	-0.05	--	-0.05

Maturity Breakdown (Option adjusted duration)	Fund	Reference Benchmark	Relative
0-2 years	0.32	0.32	0.00
2-5 years	1.19	1.08	0.11
5-10 years	1.17	1.34	-0.17
10+ years	2.52	2.19	0.33
Total	**5.20**	**4.92**	**0.28**

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.
The benchmark data is that of the reference benchmark of the fund, as this data is calculated at fund level rather than share class level.
The reference benchmark of the fund is 100% Markit iBoxx USD Asia Bond
Source: HSBC Asset Management, data as at 31 January 2024

Currency Allocation (%)	Fund	Reference Benchmark	Relative
USD	97.13	100.00	-2.87
IDR	0.91	--	0.91
KRW	0.77	--	0.77
THB	0.39	--	0.39
CNH	0.28	--	0.28
INR	0.26	--	0.26
JPY	0.26	--	0.26
EUR	0.02	--	0.02
SGD	0.02	--	0.02
AUD	0.00	--	0.00
Other Currencies	-0.05	--	-0.05

Geographical allocation (%)



Sector allocation (%)	Fund	Reference Benchmark	Relative
Government	13.43	24.28	-10.85
Banks	13.39	9.66	3.73
Energy	12.60	10.42	2.18
Diversified Finan serv	10.48	8.39	2.08
Consumer Cyclical	9.87	6.81	3.06
Communications	9.10	6.99	2.11
Basic Materials	5.77	3.95	1.83
Utilities	4.92	7.70	-2.78
Industrial	4.58	5.14	-0.55
Consumer Non cyclical	4.02	2.81	1.21
Other Sectors	11.88	13.86	-1.98
Cash	-0.05	--	-0.05

The benchmark data is that of the reference benchmark of the fund, as this data is calculated at fund level rather than share class level.
The reference benchmark of the fund is 100% Markit iBoxx USD Asia Bond
Source: HSBC Asset Management, data as at 31 January 2024

Top 10 holdings	Weight (%)
TSMC GLOBAL LTD 1.250 23/04/26	2.20
ZHONGSHENG 3.000 13/01/26	2.04
KODIT GLOBAL 3.619 27/05/25	1.79
BANK OF CHINA 5.000 13/11/24	1.61
HONG KONG 4.000 07/06/33	1.50
PHILIPPINES(REP) 4.200 29/03/47	1.43
GS CALTEX CORP 5.375 07/08/28	1.31
PHILIPPINES(REP) 2.950 05/05/45	1.21
INDONESIA (REP) 4.200 15/10/50	1.19
AIRPORT AUTH HK 2.100	1.11

The benchmark data is that of the reference benchmark of the fund, as this data is calculated at fund level rather than share class level.
The reference benchmark of the fund is 100% Markit iBoxx USD Asia Bond
Source: HSBC Asset Management, data as at 31 January 2024

Risk disclosures

- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.
- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Further information on the potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

Follow us on:

HSBC Asset Management

UK Investor/Adviser E-mail:
wholesale.clientservices@hsbc.com
Lines are open 9am to 5pm Monday to Friday (excluding public holidays). To help the ACD and the Administrator continually improve their services and in the interests of security, they may monitor and/or record your communications with them.

Glossary

Index disclaimer

Neither Markit, its Affiliates or any third party data provider makes any warranty, express or implied, as to the accuracy, completeness or timeliness of the data contained herewith nor as to the results to be obtained by recipients of the data. Neither Markit, its Affiliates nor any data provider shall in any way be liable to any recipient of the data for any inaccuracies, errors or omissions in the Markit data, regardless of cause, or for any damages (whether direct or indirect) resulting therefrom. Markit has no obligation to update, modify or amend the data or to otherwise notify a recipient thereof in the event that any matter stated herein changes or subsequently becomes inaccurate. Without limiting the foregoing, Markit, its Affiliates, or any third party data provider shall have no liability whatsoever to you, whether in contract (including under an indemnity), in tort (including negligence), under a warranty, under statute or otherwise, in respect of any loss or damage suffered by you as a result of or in connection with any opinions, recommendations, forecasts, judgments, or any other conclusions, or any course of action determined, by you or any third party, whether or not based on the content, information or materials contained herein. Copyright © 2023, Markit Indices Limited.

Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark. The deviation of the Fund's underlying investments' weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 31 January 2024

Important information

The material contained herein is for marketing purposes and is for your information only. This document is not contractually binding nor are we required to provide this to you by any legislative provision. It does not constitute legal, tax or investment advice or a recommendation to any reader of this material to buy or sell investments. You must not, therefore, rely on the content of this document when making any investment decisions.
This material is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. This material is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe to any investment.
Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Global Asset Management (UK) Limited accepts no liability for any failure to meet such forecast, projection or target.
This fund is a sub-fund of the HSBC Global Investment Funds, a Luxembourg domiciled Société d'investissement à Capital Variable (SICAV). UK based investors in HSBC Global Investment Funds are advised that they may not be afforded some of the protections conveyed by the provisions of the Financial Services and Markets Act 2000. HSBC Global Investment Funds is recognised in the United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC Global Investment Funds have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. All applications are made on the basis of the current HSBC Global Investment Funds Prospectus, Key Investor Information Document (KIID), Supplementary Information Document (SID) and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ. UK, or the local distributors. Investors and potential investors should read and note the risk warnings in the prospectus and relevant KIID and additionally, in the case of retail clients, the information contained in the supporting SID.
Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Registrar and Transfer Agent by emailing amgtransferagency@lu.hsbc.com , or by visiting www.global.assetmanagement.hsbc.com.
The most recent Prospectus is available in English and German. Key Investor Information Document (KIID) are available in the local language where they are registered.
To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Global Asset Management (UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group.
Approved for issue in the UK by HSBC Global Asset Management (UK) Limited, who are authorised and regulated by the Financial Conduct Authority.
www.assetmanagement.hsbc.co.uk
Copyright © HSBC Global Asset Management (UK) Limited 2024. All rights reserved.
Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at www.assetmanagement.hsbc.co.uk
Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund.Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.