

## HSBC Global Investment Funds

# EURO CONVERTIBLE BOND

Monthly report 31 January 2023 | Share class AC



### Investment objective

The Fund aims to provide long-term capital growth and income by investing in a portfolio of Euro denominated and Euro-hedged convertible bonds.



### Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 75% of its assets in investment grade, non-investment grade and unrated convertible bonds (and other similar securities) issued by companies of any size that are based in or carry out most of their business in Europe. The Fund may invest up to 10% in investment grade bonds, non-investment grade bonds and unrated convertible bonds issued by non-European companies, including emerging market companies. The Fund may invest up to 15% in contingent convertible securities. The Fund may invest up to 25% in non-convertible bonds and up to 10% in shares of companies. The Fund may also invest up to 10% in other funds, including HSBC funds. 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.
- 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.
- 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.

### Share class details

#### Key metrics

NAV per share	<b>EUR 8.92</b>
Performance 1 month	<b>3.21%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
UK reporting fund status (UKRS)	<b>Yes</b>
ISA eligible	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dealing frequency	<b>Daily</b>
Valuation time	<b>17:00 Luxembourg</b>
Share class base currency	<b>EUR</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>3 January 1999</b>
Fund size	<b>EUR 9,566,523</b>
Managers	<b>Aline Thiel Sophie Sentilhes</b>

#### Fees and expenses

Minimum initial investment <sup>1</sup>	<b>USD 5,000</b>
Ongoing charge figure <sup>2</sup>	<b>1.450%</b>

#### Codes

ISIN	<b>LU1460729418</b>
Bloomberg ticker	<b>HSBECAC LX</b>
SEDOL	<b>BDB4D80</b>

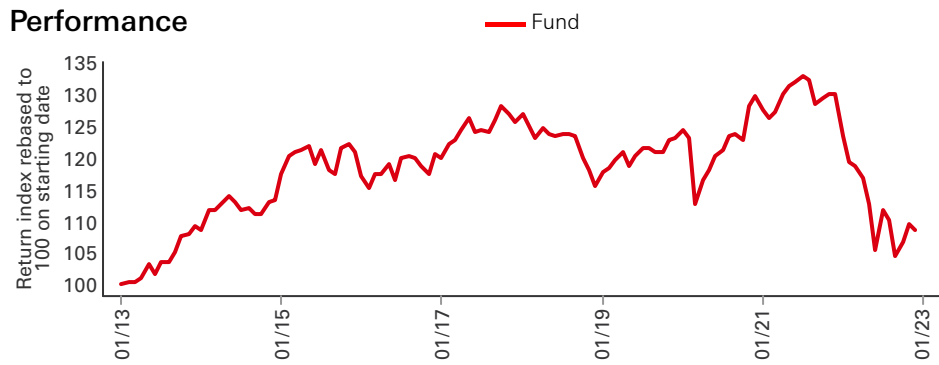
<sup>1</sup>Please note that initial minimum subscription may vary across different distributors

<sup>2</sup>Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

**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 KIID before making any final investment decisions. The Sub-fund was created on 12/05/2017 following the merger by absorption of the French FCP HSBC Europe Convertibles (the "Merging Fund"). The Sub-fund and the Merging Fund have similar characteristics, in particular as regards the identity of their investment adviser, their investment objective and their charges and fees structure and their investment strategy. Performance returns represent the Z class of the Merging Fund until 12/05/2017. Prior to the Z class first price date on 09/12/2016, returns have been simulated using the track record of an older share class. Simulation of past performance is not necessarily a guide to future performance and does not consider any issue surcharge and other asset-based fees. The French FCP HSBC Europe Convertibles was similarly created on 16/12/2008 following the merger by absorption of the SICAV L Convertibles (the "Merging Fund 2"). Performance returns represent the A class of the Merging Fund 2 from inception until 16/12/2008. Source: HSBC Asset Management, data as at 31 January 2023

## Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann
AC	3.21	3.21	5.20	0.48	-9.19	-3.39	-2.44	1.16

Rolling performance (%)	31/01/22-31/01/23	31/01/21-31/01/22	31/01/20-31/01/21	31/01/19-31/01/20	31/01/18-31/01/19	31/01/17-31/01/18	31/01/16-31/01/17	31/01/15-31/01/16	31/01/14-31/01/15	31/01/13-31/01/14
AC	-9.19	-3.03	2.39	5.63	-7.18	5.74	2.39	-0.11	8.15	8.51

3-Year Risk Measures	AC	Reference Benchmark	5-Year Risk Measures	AC	Reference Benchmark
Volatility	10.23%	--	Volatility	8.37%	--
Sharpe ratio	-0.30	--	Sharpe ratio	-0.25	--

### Fixed Income Characteristics

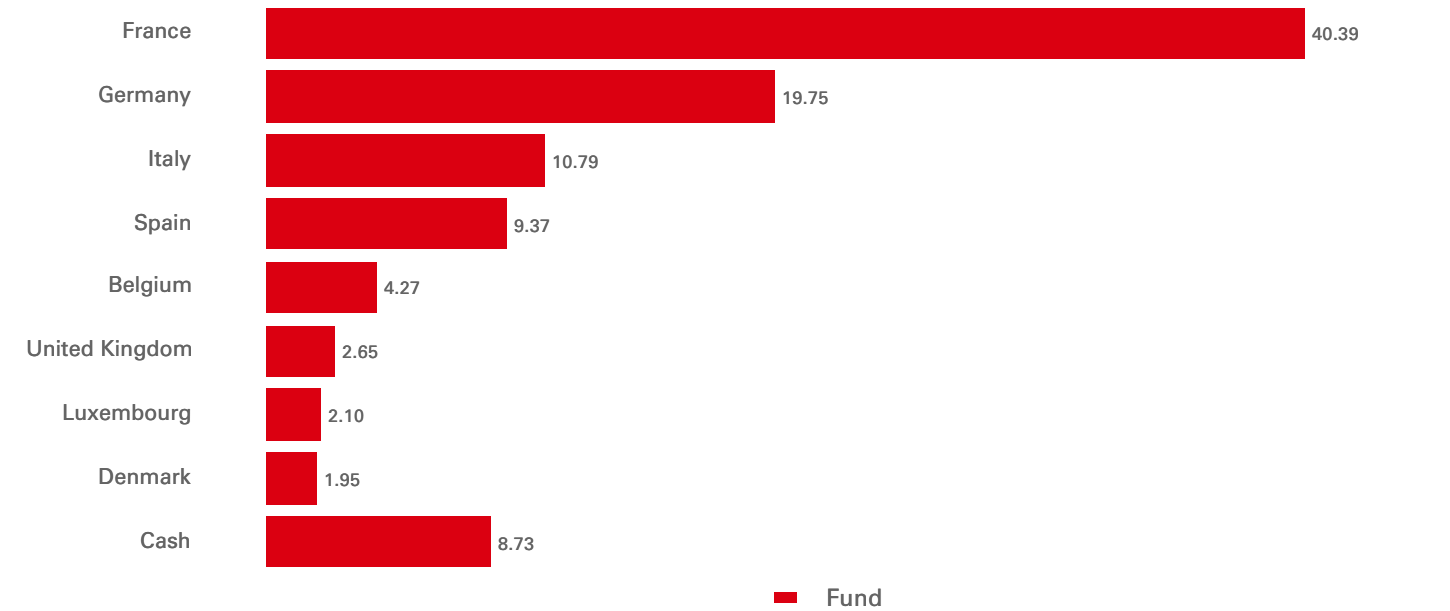
	Fund	Reference Benchmark	Relative
No. of holdings ex cash	32	--	--
Option adjusted duration	1.69	--	--
Option adjusted spread duration	2.76	--	--
Minimum rating	BBB+/BBB	--	--
Number of issuers	29	--	--

Credit rating (%)	Fund	Reference Benchmark	Relative
A	8.09	--	--
BBB	30.95	--	--
BB	26.05	--	--
NR	26.18	--	--
Cash	8.73	--	--

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

Source: HSBC Asset Management, data as at 31 January 2023

## Geographical allocation (%)



Sector allocation (%)	Fund	Reference Benchmark	Relative
Technology	16.09	--	--
Consumer Cyclical	15.67	--	--
Consumer Non cyclical	10.89	--	--
Banking	10.14	--	--
Capital Goods	8.56	--	--
Communications	7.05	--	--
Financial Other	6.73	--	--
Utility Other	5.03	--	--
Transportation	4.06	--	--
Basic Industry	3.96	--	--
Other Sectors	3.07	--	--
Cash	8.73	--	--

Top 10 holdings	Weight (%)
ELIS SA 0.000 06/10/23	4.94
FRESENIUS SE & C 0.000 31/01/24	4.07
DEUTSCHE POST AG 0.050 30/06/25	4.06
RAG STIFTUNG 0.000 02/10/24	3.96
ZALANDO SE 0.050 06/08/25	2.86
MTU AERO ENGINES 0.050 18/03/27	1.99
LEG IMMOBILIEN 0.875 01/09/25	1.99
NEXITY 0.250 02/03/25	1.89
REMY COINTREAU 0.125 07/09/26	1.48
TAG IMMO AG 0.625 27/08/26	0.82

## Risk disclosures

- 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.
- Further information on the potential risks can be found in the Key Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

Follow us on:



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.

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## Glossary



## Index disclaimer

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## 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 performance relative to the benchmark is monitored, but not constrained, to a defined range.

**Source: HSBC Asset Management, data as at 31 January 2023**

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