

HSBC Global Investment Funds

US HIGH YIELD BOND

Monthly report 31 January 2024 | Share class IC



Investment objective

The Fund aims to provide long-term capital growth and income by investing in a portfolio of high yield bonds (denominated in US dollars).



Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 90% of its assets in US dollar denominated non-investment grade rated and other high yield bonds. The bonds are issued by companies that are based in or carry out the larger part of their business in developed markets, or securities issued by governments, government agencies, local and regional governments, or supranational bodies in any country including emerging markets. At least 70% of the Fund's assets will be invested in securities issued by companies that are based in the US, issuers guaranteed by the US government or US government agencies. The Fund may invest in asset-backed securities and mortgage-backed securities through investment in other funds. The Fund may invest up to 10% in other funds, up to 20% in bonds issued in emerging markets, up to 15% in contingent convertible securities, and up to 10% in securities issued by or guaranteed by any single government issuer with a credit rating below investment grade. The Fund's primary currency exposure is to USD. See the Prospectus for a full description of the investment objectives and derivative usage.



Main risks

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- 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.
- 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.

Share Class Details

Key metrics

NAV per Share	USD 11.85
Performance 1 month	0.53%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Accumulating
Dealing frequency	Daily
Valuation Time	17:00 Luxembourg
Share Class Base Currency	USD
Domicile	Luxembourg
Inception date	29 October 2018
Fund Size	USD 40,066,852
Reference benchmark	100% ICE BofA US High Yield Constrained (net of transaction costs)
Managers	Mary Gottshall Bowers Ricky Liu

Fees and expenses

Minimum Initial Investment	USD 1,000,000
Ongoing Charge Figure ¹	0.691%

Codes

ISIN	LU1890106484
Valoren	44621022
Bloomberg ticker	HSUHYIC LX

¹Ongoing 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.

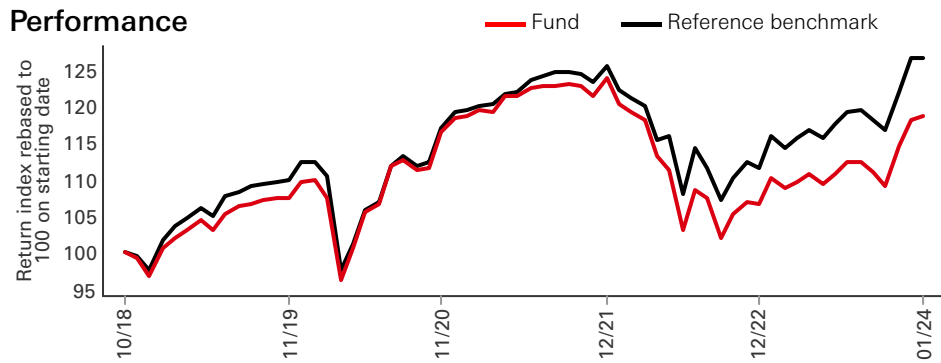
This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

For definition of terms, please refer to the Glossary QR code and Prospectus.

Reference Performance Benchmark: ICE BofA US High Yield Constrained Index since 1 Sep 2019. Prior to that, was ICE BofA Merrill Lynch US High Yield BB-B Constrained Index.

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	10 years ann	Since inception ann
IC	0.53	0.53	8.66	5.70	7.57	-0.03	3.34	--	3.28
Reference benchmark	0.04	0.04	8.44	6.15	9.23	1.89	4.42	--	4.58

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	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
IC	7.57	-8.34	1.34	8.01	9.22	--	--	--	--	--
Reference benchmark	9.23	-5.14	2.08	6.46	10.22	--	--	--	--	--

3-Year Risk Measures	IC	Reference benchmark	5-Year Risk Measures	IC	Reference benchmark
Volatility	8.52%	8.33%	Volatility	9.27%	9.37%
Sharpe ratio	-0.27	-0.04	Sharpe ratio	0.15	0.27
Tracking error	1.82%	--	Tracking error	1.68%	--
Information ratio	-1.05	--	Information ratio	-0.64	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	201	1,837	--
Average coupon rate	6.56	6.12	0.44
Yield to worst	7.10%	7.79%	-0.70%
Option Adjusted Duration	3.07	3.28	-0.21
Modified Duration to Worst	3.57	3.61	-0.04
Average maturity	4.35	4.41	-0.06
Rating average	BB-/B+	BB-/B+	--
Number of issuers	132	879	--

Credit rating (%)	Fund	Reference benchmark	Relative
AA	0.23	--	0.23
BBB	6.39	0.47	5.91
BB	40.97	46.36	-5.39
B	41.27	40.14	1.13
CCC	4.81	11.35	-6.54
CC	0.49	0.92	-0.43
C	--	0.09	-0.09
D	--	0.06	-0.06
NR	2.95	--	2.95
Cash	2.89	0.60	2.29

Maturity Breakdown (Option Adjusted Duration)	Fund	Reference benchmark	Relative
0-2 years	0.10	0.12	-0.03
2-5 years	1.59	1.40	0.19
5-10 years	1.29	1.56	-0.27
10+ years	0.09	0.20	-0.11
Total	3.07	3.28	-0.21

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 2024

Sector Allocation (%)	Fund	Reference benchmark	Relative
Consumer Cyclical	17.55	19.84	-2.29
Energy	15.18	12.11	3.07
Capital Goods	13.68	10.88	2.80
Communications	11.63	14.61	-2.97
Financial Institutions	11.09	10.28	0.81
Consumer Non cyclical	7.71	11.75	-4.04
Technology	5.98	7.45	-1.47
Basic Industry	5.79	5.11	0.69
Transportation	3.01	2.37	0.63
ETF	3.00	--	3.00
Other Sectors	2.48	4.99	-2.51
Cash	2.89	0.60	2.29

Top 10 Holdings	Weight (%)
AMERICAN AIRLINE 5.750 20/04/29	1.58
NAVIENT CORP 6.750 15/06/26	1.35
GRAHAM PKG CO IN 7.125 15/08/28	1.34
CARNIVAL HLD BM 10.375 01/05/28	1.33
TENET HEALTHCARE 6.125 01/10/28	1.33
CCO HOLDINGS LLC 4.750 01/03/30	1.28
PETSMART INC/PE 7.750 15/02/29	1.25
DAVE & BUSTER'S 7.625 01/11/25	1.02
ARDAGH PKG FIN 5.250 15/08/27	1.01
ROYAL CARIBBEAN 9.250 15/01/29	1.00

Risk Disclosure

- 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.

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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 2024

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Glossary



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The presented fund is authorised for distribution in Switzerland in the meaning of Art. 120 CISA.

The fund presented in this document is a sub-fund of HSBC Global Investment Funds, an investment company constituted as a société à capital variable domiciled in Luxemburg. The shares in HSBC Global Investment Funds have not been and will not be registered under the US Securities Act of 1933 and will not be sold or offered in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons.

Further Information can be found in the prospectus.