

Asset Management

HSBC Investment Funds

Interim Report and Accounts

15 July 2024



HSBC

| Opening up a world of opportunity

Company Information

Company

HSBC Investment Funds
Registered in England
with Company Number IC000073

Registered Office

8 Canada Square
London E14 5HQ

Directors

The Authorised Corporate Director (the "ACD") is HSBC Asset Management (Fund Services UK) Limited ("HAMF"), which is the sole director.

With effect from 29 July 2024, the ACD changed from HSBC Global Asset Management UK Limited (AMEU) to HSBC Asset Management (Fund Services UK) Limited (HAMF). For more information, please refer to the shareholder notice, available on the HSBC Asset Management website.

HSBC Asset Management (Fund Services UK) Limited is authorised and regulated by the Financial Conduct Authority (FCA) and is a member of The Investment Association (IA).

HSBC Asset Management (Fund Services UK) Limited - Directors

S.T. Brown (appointed 1 June 2022)

P.G.P. Dew (appointed 1 June 2022)

C. Godfrey (appointed 1 September 2021)

M.J. Higginbotham (appointed 1 June 2022)

D.A. McMaster (appointed 1 September 2021)

P. Mittal (appointed 6 October 2023)

L.K. Williams (appointed 30 November 2021)

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Market Review

Welcome to the Interim Report for the HSBC Investment Funds Open-Ended Investment Company (OEIC). The report covers the period 16 January 2024 to 15 July 2024.

Please do take the time to look through the report and if you have any questions, contact our Customer Services on 0800 358 3011*.

To help us continually improve our service, and in the interests of security, we may monitor and/or record your communications with us.

***Lines are open 9am to 5pm Monday to Friday (excluding public holidays). If you also have shares in another HSBC OEIC, you will receive a separate statement and report when it is due.**

Economic Overview

The global economy remained relatively stable during the period, although overall growth was unremarkable. Some countries achieved decent growth rates, while others barely grew at all. The US economy slowed but seemed to be on track for a soft landing. Annualised GDP, which had expanded by 4.9% in the third quarter of 2023 and 3.4% in the final quarter of the year, rose by only 1.4% in the first quarter of 2024 as consumer spending slowed. Data from the labour market indicated slowing trends. Unemployment picked up to 4.0% in May, its highest level for approximately two-and-a-half years. While non-farm payrolls generally exceeded forecasts, job openings slowed noticeably over the months, culminating in a figure of just below eight million in April – the lowest for over three years.

The eurozone and UK economies rebounded in the first quarter of the year, following a weak second half of 2023. In the eurozone, first-quarter GDP grew by 0.3% quarter on quarter. Household spending across the eurozone was subdued as consumers remained concerned about inflation and the current weak economic prospects. In the UK, economic growth rebounded in the first quarter of the year, with GDP growing by 0.7% quarter on quarter. This followed a shallow and short-lived recession in the UK in the second half of 2023.

Mainland China's economy picked up in the first quarter, growing by 5.3% year on year, just over the government's annual 5% target rate; however, by the second quarter, growth had slowed to 4.7%. Domestic consumption remained subdued, and the country continued to be burdened by its financially fragile property sector. India was one of the strongest global economies, having grown at, or close to, 8% over the past four quarters. Japan's economy, however, remained fragile, and GDP contracted in the first quarter of 2024 after only meagre growth in the previous quarter.

Headline inflation continued to fall, although in many countries, it eased only slightly and remained above target levels. In the US, annual inflation eased modestly from 3.1% in January to 3.0% in June, while core inflation edged lower, falling from 3.9% January to 3.3% in June. In the UK, annual inflation halved from 4% in January to 2% in May, falling to the Bank of England's (BoE) target level for the first time in almost three years. In the eurozone, it fell to 2.4% in March and April; along with last November's figure, this was the lowest rate since July 2021. Core inflation remained higher, at 2.9% in May, and still a little above the European Central Bank (ECB)'s mid-term target of 2%.

Global Equities

Global equities continued to rally over the period, driven primarily by falling inflation and growing hopes that interest rates would ease during 2024. A gently improving economic outlook and strong corporate earnings also boosted investor sentiment and underpinned markets. Many markets – including the MSCI World, the S&P 500, the Stoxx Euro 600, the FTSE 100 and the Nikkei 225 indices – set new all-time highs. However, there was some disappointment at the caution shown by central banks towards rate cuts, which led to occasional market retracement.

The mid-term trend of developed world markets outperforming emerging markets persisted. Within developed markets, the US led the way, outperforming the MSCI and FTSE World indices. Strong performance from its technology sector and the so-called "Magnificent Seven" (including large-cap stocks such as Apple, Amazon and Microsoft) drove the US market higher. Companies exposed to the strong growth trend in artificial intelligence (AI), both in the US and Asia, performed very well. Continental Europe, the UK and Japan all produced positive returns but were behind the benchmark indices in sterling terms, although Japan outperformed in yen terms. In Asian and emerging markets, mainland China continued to lag, while India and Taiwan were strong. Latin American markets weakened as Brazil produced a negative return.

Much focus was on central banks' monetary policy and the prospect of interest-rate cuts.

Headline inflation rates in most countries continued to drop over the period, although core inflation (excluding more volatile energy and food prices) remained more persistent. The ECB cut its key interest rate by 25 basis points in June, although it warned markets that it was unlikely to cut again in the short term as it needed to monitor the impact of its first cut in rates since 2019. The US Federal Reserve (Fed) and the BoE left interest rates unchanged, although investors expected both central banks to be cutting rates by the autumn. In contrast, the Bank of Japan (BoJ) raised rates modestly for the first time in 17 years as it worried about the impact of the weak yen on imported inflation, as well as the effects of decades-high wage settlements in the spring.

While markets climbed over the period, there were occasional setbacks mainly to do with investor disappointment about delayed interest-rate hikes and subdued economic growth, but also as a result of geopolitical tensions. The developments in Gaza and the ongoing conflict in Ukraine, as well as tensions between mainland China and Taiwan, were never far from the headlines; while they did not ultimately prevent markets from moving higher, they remained significant risks.

UK Equities

UK equities produced positive returns but underperformed other global markets in aggregate. However, they performed in line with other European markets over the six-month period, having underperformed them for much of the past few years. The UK market was driven by improving inflation levels, hopes of interest-rate cuts and some improvement in economic growth. The valuation of the market remained relatively low compared with other global markets and this attracted some investors back into it. The FTSE 100 and FTSE All-Share indices hit new all-time highs during the period, belatedly following several other high-profile global market indices in the US, Europe, Japan and some emerging markets. The make-up of the UK index partly accounted for the tardiness of the FTSE major indices in establishing new all-time highs, given, for instance, the small size of its technology sector. However, the UK benefited somewhat from greater political clarity in the mid-summer, as the Labour Party won its first general election since 2005 with a resounding majority, bringing to an end a period of some political uncertainty over the past few years, which featured multiple changes of prime minister.

Headline inflation continued to ease. Annual inflation halved from 4.0% in January to 2.0% in May, falling towards the BoE's target level for the first time in almost three years. Core inflation also dropped from 5.1% in January to 3.5% in May, thereby remaining above the headline rate, which kept the BoE cautious and reluctant to lower rates too soon. While the BoE kept rates steady, there were growing signs that the central bank's Monetary Policy Committee (MPC) was coming round to considering a rate cut as soon as the autumn.

Economic growth rebounded in the first quarter of the year, with GDP growing by 0.7% quarter on quarter. This followed a shallow and short-lived recession in the UK in the second half of 2023. However, overall economic trends remained fragile. Unemployment began to pick up, rising from 4% in January to 4.4% in the three months to May; along with April's level, this was the highest rate since September 2021. The composite Purchasing Managers' Index (PMI) remained in expansionary territory through the first six months of the year (above 50.0), although June's level of 52.3 was the weakest of the series.

UK Bonds

The UK bond market fell over the period, with government bonds leading the downturn, while corporate bonds did relatively better as investors continued to favour them due to increasing risk appetite and the higher yields available.

The final two months of 2023 had seen a substantial rally in Gilts, along with other global bond markets, on the hopes of rate cuts from the major developed world central banks. At the beginning of 2024, bond market investors remained optimistic that interest-rate cuts were close as inflation continued to fall. However, not only the BoE, but the Fed and ECB stayed cautious about cutting rates too soon, voicing a common message that they needed to see more evidence of a sustainable decline in inflation. This disappointed investors somewhat and led to a back-up in yields during the period.

Over the period, the 10-year benchmark bond yield rose from 3.8% to just over 4.0%. Short-dated Gilt yields, however, declined mildly, falling notably towards the end of the period as investors and traders increasingly discounted a cut in interest rates. The two-year Gilt yield fell by approximately 15 basis points (bps), from about 4.15% to just below 4.0% by the end of the period. This meant the yield curve went from -35bps to approximately flat, marking the first time it had not been in negative territory since the spring of 2023.

Headline inflation continued to ease. Annual inflation halved from 4.0% in January to 2.0% in May, falling to the BoE's target level for the first time in almost three years. Core inflation also dropped from 5.1% in January to 3.5% in May, thereby remaining above the headline rate, which kept the BoE cautious and reluctant to lower rates too soon. While the BoE kept rates steady, there were growing signs that the central bank's MPC was coming round to considering a rate cut as soon as the autumn.

Economic growth rebounded in the first quarter of the year, with GDP growing by 0.7% quarter on quarter. This followed a shallow and short-lived recession in the UK in the second half of 2023. However, overall economic trends remained fragile. Unemployment began to pick up, rising from 4.0% in January to 4.4% in the three months to May; along with April's level, this was the highest rate since September 2021. The composite PMI remained in expansionary territory (above 50.0) through the first six months of the year, although June's level of 52.3 was the weakest of the series.

US Equities

US equities were strong over the period and outperformed other global equity markets in aggregate. The strength in the market was largely driven by the belief that the Fed had completed its monetary tightening and would begin to cut interest rates sometime in 2024, as well as by robust economic trends and largely better-than-expected corporate results.

The major local equity indices – the S&P 500, the Dow Jones and the Nasdaq Composite – all hit new all-time highs during the first six months of the year. Technology stocks soared on strong earnings and interest in AI. They were led by the so-called "Magnificent Seven" – large-cap stocks such as Microsoft, Nvidia and Apple. In January, Microsoft overtook Apple as the largest stock (by market capitalisation) in the world, as well as becoming the first stock with a market capitalisation of over \$3 trillion. By June, Nvidia and Apple had also become \$3 trillion market-cap stocks – in each case, they were worth more than the FTSE 100 Index as the US's dominance of global equity indices continued.

In the US, annual inflation eased modestly from 3.1% in January to 3.0% in June, while core inflation edged lower, falling from 3.9% January to 3.3% in June. The central bank kept its Fed funds rate unchanged at 5.25-5.50%, staying cautious about cutting rates too soon. At its June policy meeting, the Fed guided to at least one cut in 2024 and four cuts in 2025. By the end of the period, consensus forecasts were set on a rate cut in the autumn.

US economic growth slowed but remained relatively robust. Annualised GDP, which had expanded by 4.9% in the third quarter of 2023 and 3.4% in the final quarter of the year, rose by only 1.4% in the first quarter of 2024 as consumer spending slowed. Data from the labour market indicated slowing trends. Unemployment picked up to 4.0% in May, its highest level for approximately two-and-a-half years. While non-farm payrolls generally exceeded forecasts, job openings slowed noticeably over the months, culminating in a figure of just below eight million in April – the lowest for over three years.

Worries about growing tensions over Gaza and Ukraine, as well as US relations with mainland China, did not ultimately unsettle the positive sentiment that prevailed in US equities.

Japan Equities

Japanese equities performed strongly in local currency terms and outperformed other global markets in aggregate over the period, although returns in US dollars and sterling were more modest owing to the weakness of the yen. The bellwether Nikkei 225 Index hit a new all-time high in February for the first time in over 34 years and, in March, it rose above 40,000. This was largely driven by growing optimism that the Japanese economy was close to escaping its decades-long period of deflation, as well as impressive earnings growth – not least among Japan's large exporting sector, which has benefited from the weaker yen. The market also rallied, along with other world markets, on expectations that global interest rates would begin to fall, leading to a revival in the global economy. On the negative side, the deteriorating situation in the Middle East, gently rising oil prices, and some lacklustre economic data negatively affected investor sentiment at times during the period.

Investors' attention became increasingly focused on the BoJ's intentions regarding its monetary policy, notably a potential shift in its longstanding ultra-loose monetary policy. While the central bank appeared initially determined to resist a change to its overall loose policy approach, BoJ Governor Kazuo Ueda did suggest that growing wage pressures in the economy, if persistent, could force the central bank to alter its stance. Finally, in March, the BoJ raised interest rates for the first time in 17 years, increasing its short-term rate from -0.1% to a range of 0.0-0.1%.

Annual consumer inflation rose over the period, from 2.2% in January to 2.8% in May. The BoJ remained concerned that inflation would not sustainably fall to its 2% target level, particularly amid growing wage pressures that featured the largest wage settlements in decades across the economy.

The Japanese economy remained fragile despite some intermittent signs of recovery. The economy fell by 1.8% on an annualised basis in the first quarter of the year as consumer spending and business investment remained relatively weak. This followed growth of 0.4% in the final quarter of 2023.

The yen weakened substantially against the US dollar and ended the period at approximately 161 against the US dollar – the lowest rate for 38 years. This was despite the threat of, and some actual, intervention from the Japanese authorities.

Asia ex-Japan Equities

Asia Pacific equities produced positive returns, on falling inflation and hopes of lower interest rates, as well as a recovery in earnings and economic growth. However, although inflation rates fell throughout the region, investors were concerned about the impact of higher-for-longer interest rates in the US on global economic demand, as well as the strengthening US dollar and geopolitical tensions – especially relations between the US and mainland China.

Taiwan was the strongest major market in the region as it benefited from a positive technology cycle and product demand. Its local Taiex index rose to new all-time highs during the period. India performed well on resilient economic growth, with its local Sensex index also hitting a new all-time high. Mainland China rose but underperformed most other major markets in the region, owing to ongoing worries about the state of its property sector and the indebtedness of local governments. Hong Kong declined as its economy struggled, while both Thailand and Indonesia produced negative returns as well.

Headline inflation generally eased and, in mainland China, the annual consumer inflation rate dropped to -0.8% in January – the lowest level for nearly 15 years – before recovering into positive territory in February and the following four months. In India, annual inflation hit its lowest level for a year in May, at 4.75%.

Most central banks across the region (including China, India and South Korea) kept interest rates unchanged. Taiwan's central bank, however, raised rates modestly in March in an effort to counter persistent inflationary pressures.

Economic data was mixed. Mainland China achieved its 2023 target of growing by at least 5% for the whole of 2023 and produced 5.3% annual growth in the first quarter of 2024. However, by the second quarter, growth had slowed to 4.7%, which was lower than expected. Domestic consumption remained subdued, and the country continued to be burdened by its financially fragile property sector. India's economy was one of the strongest in the world, having grown by approximately 8% for four consecutive quarters including the first quarter of 2024, with both manufacturing and services strong. However, overall economic growth in the Asia ex-Japan region remained relatively subdued in aggregate.

Emerging Markets

Emerging markets produced positive returns but underperformed developed world markets in aggregate. Worries about economic growth, the delay in Fed rate cuts and the persistently strong US dollar were some of the main reasons behind the underperformance. Geopolitical tensions also kept investors nervous.

Turkey was the top-performing market, as there were signs that its tight monetary policy was bringing inflation under control and as the economy recovered. Taiwan was strong as it benefited from a positive technology cycle and product demand, while India performed well on resilient economic growth. Mainland China rose but underperformed most other major markets in the region, owing to ongoing worries about the state of its property sector and the indebtedness of local governments. Both Thailand and Indonesia produced negative returns as well. Latin American markets fell over the period, largely due to weakness in Brazil owing to widespread flooding and consequent economic disruption in the country. Mexico was also weak on the country's unexpected election results, which sparked fears of enhanced state control over the economy as the Morena party won a substantial majority in the Mexican Congress, and Claudia Sheinbaum became the new president.

Headline inflation generally eased and, in mainland China, the annual consumer inflation rate dropped to -0.8% in January – the lowest level for nearly 15 years – before recovering into positive territory in February and the following four months. In India, annual inflation hit its lowest level for a year in May, at 4.75%. In Brazil, headline inflation dropped below the central bank's upper threshold of 4.5%, although after falling to 3.69% in April, it rebounded to 4.23% in June.

While most central banks across the region (including China, India and South Korea) kept interest rates unchanged, those in Latin America – notably in Brazil, Chile and Peru – cut them. Brazil’s central bank reduced its benchmark Selic rate on three occasions from 11.75% to 10.5%; the Central Bank of Chile cut its rates from 8.25% to 5.75%; and Peru’s central bank cut its key rate by 100bps to 5.75%.

Economic data was mixed. Mainland China achieved its 2023 target of 5% growth, but by the second quarter, GDP had slowed to 4.7%. Domestic consumption remained subdued and the country continued to be burdened by its financially fragile property sector. India’s economy was one of the strongest in the world, having grown by approximately 8% for four consecutive quarters including the first quarter of 2024, with both manufacturing and services strong. In Brazil, GDP grew by 2.5% year on year in the first quarter of 2024, following 2.1% growth in the previous quarter.

*The above information refers to past performance and should not be seen as a reliable indication of future returns.
Information provided by HSBC Global Asset Management (UK) Limited, 15 July 2024.*

Balanced

Investment Objective

The Fund aims to provide growth in the long term, which is a period of five years or more, together with income.

Investment Policy

To achieve its objective the Fund will invest in a range of asset types such as shares (equities) of companies, bonds, property, hedge funds and cash. The portfolio will be invested across global markets.

The Fund will invest at least 70% and up to 100% of its value in other funds that in turn invest in a range of asset types, including funds which aim to track an index. The other funds in which the Fund may invest will, where possible, be those managed by the HSBC Group.

The Fund may invest up to 30% directly in shares of companies, bonds, as well as cash.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging, and for broader investment purposes to help the Fund meet its objective. In particular derivatives will be used to reduce or increase the Fund's exposure to different types of assets and to reduce the risk associated with movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The Fund does not intend to use derivatives extensively and their use will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is not managed with reference to a specific benchmark.

Under normal market conditions, the Fund will have the following asset allocation: Equities: 50% - 80%, Bonds: 15% - 50%, other asset types, including cash: 0% - 30%. These percentages will fluctuate based upon market movement and adjustments to the asset allocation to enable the Fund to meet its aim.

The performance of the Fund is shown against the performance of the Investment Association Mixed Investment 40 - 85% Shares sector for comparison purposes.

*The full strategy can be found in the prospectus.

Portfolio Activity

We started the period with a modestly cautious position and had reduced exposure to equities. As the near-term outlook improved and we saw pick-up in global economic activity, we allocated modestly into equities and reduced our allocation to global bonds. During the period, we also increased preference for duration as we maintained supportive view for the continued disinflation path and expected rate cuts.

Within emerging markets, we introduced preferences for Turkey and Taiwan equities in May. Within developed markets, we maintained a preference for Japan and introduced new position in Spanish and Swedish equities in January and April respectively. This was driven by strong economic activity and momentum in these markets, which can support companies' earnings.

Additionally, the portfolios maintained a preference towards higher quality, more defensive areas of the market, balanced with exposure to growth areas such as US Tech.

Major Net Purchase(s): HSBC American Index Fund, HSBC FTSE All-World Index, HSBC MSCI Emerging Markets ETF.

Major Net Sale(s): HSBC FTSE All-Share Index, HSBC GIF Global Government Bond Inc, Lyxor US Curve Steepening 2-10 ETF.

Investment Performance

During the period under review, the value of the shares in the Fund increased by 8.61% while the value of the IA Mixed Investment 40-85% Shares sector rose by 7.82%.

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

| Fund Particulars | | | | |
|--|------------------------|-------------------------------|-------------|-------------------|
| as at 16 July 2024 (unaudited) | | | | |
| | Retail Accumulation | Institutional Accumulation | Income C | Accumulation C |
| Price | 275.6p | 317.7p | 170.8p xd | 305.7p |
| Distribution payable (on 13 September 2024) per share net | 2.060000p | 4.710000p | 2.090000p | 3.700000p |
| Current net estimated yield | 1.32% | 2.75% | 2.27% | 2.23% |
| Annual ACD charge | 1.50% | 0.00% | 0.55% | 0.55% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| UNITED KINGDOM - 50.36% (47.88%) | | | |
| Antofagasta | 32,277 | 692 | 0.21 |
| AstraZeneca | 11,766 | 1,424 | 0.43 |
| BAE Systems | 87,840 | 1,123 | 0.34 |
| Barclays | 455,299 | 1,028 | 0.31 |
| Barratt Developments | 97,349 | 484 | 0.14 |
| Bodycote | 20,429 | 145 | 0.04 |
| BP | 340,934 | 1,532 | 0.46 |
| Britvic | 33,651 | 425 | 0.13 |
| Chemring Group | 108,610 | 426 | 0.13 |
| Coats Group | 389,020 | 339 | 0.10 |
| Compass Group | 44,929 | 976 | 0.29 |
| Diageo | 12,427 | 309 | 0.09 |
| Drax Group | 88,588 | 497 | 0.15 |
| FDM Group | 31,045 | 124 | 0.04 |
| GSK | 84,850 | 1,271 | 0.38 |
| Hays | 207,951 | 196 | 0.06 |
| Hikma Pharmaceuticals | 16,349 | 300 | 0.09 |
| +HSBC American Index Fund | 3,648,923 | 42,802 | 12.87 |
| +HSBC Corporate Bond Fund | 4,253,973 | 8,372 | 2.52 |
| +HSBC European Index Fund | 952,460 | 11,849 | 3.56 |
| +HSBC FTSE All-Share Index Fund | 4,468,197 | 17,435 | 5.24 |
| +HSBC FTSE All-World Index Fund | 5,927,528 | 14,937 | 4.49 |
| +HSBC Holdings (London listed) | 186,999 | 1,241 | 0.37 |
| +HSBC Japan Index Fund | 3,477,204 | 6,318 | 1.90 |
| +HSBC Pacific Index Fund | 843,352 | 3,276 | 0.98 |
| +HSBC UK Gilt Index Fund | 18,025,730 | 15,304 | 4.60 |
| +HSBC US Multi Factor Equity Fund | 2,721,224 | 19,040 | 5.73 |
| Ibstock | 195,947 | 379 | 0.11 |
| IG Group | 83,004 | 706 | 0.21 |
| Imperial Brands | 31,691 | 652 | 0.20 |
| Intertek Group | 13,802 | 656 | 0.20 |
| Mony Group | 128,786 | 307 | 0.09 |
| NatWest Group | 259,838 | 838 | 0.25 |
| Next | 8,500 | 767 | 0.23 |
| Phoenix Group Holdings | 116,708 | 626 | 0.19 |
| Prudential | 78,488 | 561 | 0.17 |
| QinetiQ | 134,276 | 626 | 0.19 |
| Rentokil Initial | 152,548 | 697 | 0.21 |
| Rightmove | 110,106 | 633 | 0.19 |
| Rio Tinto | 19,011 | 987 | 0.30 |
| Sage Group | 64,133 | 673 | 0.20 |
| Shell | 94,418 | 2,651 | 0.80 |
| SSE | 35,766 | 651 | 0.20 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| Tate & Lyle | 73,223 | 451 | 0.14 |
| Taylor Wimpey | 415,997 | 652 | 0.20 |
| Tesco | 268,595 | 848 | 0.25 |
| Unilever | 15,520 | 684 | 0.21 |
| Victrex | 15,356 | 171 | 0.05 |
| Volution Group | 78,313 | 393 | 0.12 |
| Total United Kingdom | | 167,474 | 50.36 |
| UNITED STATES - 0.00% (0.00%) | | | |
| #Marriott International | 96,061 | - | - |
| Total United States | | - | - |
| AUSTRALIA - 0.13% (0.15%) | | | |
| BHP Group | 19,135 | 430 | 0.13 |
| Total Australia | | 430 | 0.13 |
| CHANNEL ISLANDS - 0.17% (0.19%) | | | |
| Ferguson NewCo | 3,503 | 552 | 0.17 |
| Total Channel Islands | | 552 | 0.17 |
| IRELAND - 27.62% (23.64%) | | | |
| Cross Asset Trend Fund | 596,941 | 5,159 | 1.55 |
| DCC (London listed) | 6,861 | 379 | 0.11 |
| +HSBC Global Funds ICAV - Global Emerging Market Government Bond Index Fund | 524,621 | 3,376 | 1.01 |
| +HSBC Global Sterling Liquidity Fund | 10,457,739 | 10,458 | 3.14 |
| +HSBC MSCI Emerging Markets UCITS ETF | 550,192 | 4,780 | 1.44 |
| +HSBC MSCI UCITS ETF | 25,651 | 1,629 | 0.49 |
| +HSBC Multi Factor Worldwide Equity Fund | 1,989,898 | 25,063 | 7.54 |
| iShares Bloomberg Enhanced Roll Yield Commodity Swap UCITS ETF | 1,375,037 | 7,918 | 2.38 |
| iShares Digital Security UCITS ETF | 170,656 | 1,071 | 0.32 |
| iShares Edge MSCI EM Value Factor UCITS ETF | 108,966 | 4,321 | 1.30 |
| iShares Edge MSCI USA Quality Factor UCITS ETF | 6,157 | 9,963 | 3.00 |
| iShares Global Timber & Forestry ETF | 40,947 | 873 | 0.26 |
| iShares Global Water UCITS ETF | 27,127 | 1,424 | 0.43 |
| iShares OMX Stockholm Capped UCITS ETF | 357,415 | 2,302 | 0.69 |
| L&G India INR Government Bond UCITS ETF | 227,448 | 1,524 | 0.46 |
| Passim Structured Funds Cross Asset Trend Strategy B Acc | 50,957 | 5,006 | 1.51 |
| Smurfit Westrock | 12,064 | 453 | 0.14 |
| UBS Global Gende ETF | 52,263 | 788 | 0.24 |
| Xtrackers Artificial Intelligence ETF | 19,182 | 2,007 | 0.60 |
| Xtrackers MSCI USA Information Technology UCITS ETF | 38,919 | 3,361 | 1.01 |
| Total Ireland | | 91,855 | 27.62 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|------------------|--------------------------------|---------------------------------------|
| LUXEMBOURG - 18.91% (25.64%) | | | |
| Amundi MSCI Digital Economy ETF | 94,066 | 1,150 | 0.35 |
| Amundi MSCI Turkey UCITS ETF | 26,854 | 1,216 | 0.36 |
| +HGIF Equity Sustainable Healthcare ZC ACC | 196,547 | 1,920 | 0.58 |
| +HSBC GIF Frontier Markets Fund | 141,582 | 3,261 | 0.98 |
| +HSBC GIF Global Emerging Markets Bond Fund | 455,384 | 2,622 | 0.79 |
| +HSBC GIF Global Emerging Markets Local Debt Fund | 1,418,217 | 8,422 | 2.53 |
| +HSBC GIF Global High Yield Bond Fund | 478,906 | 3,321 | 1.00 |
| +HSBC GIF Global Inflation Linked Bond | 295,196 | 2,159 | 0.65 |
| +HSBC GIF Global Infrastructure Equity | 1,455,076 | 11,917 | 3.58 |
| +HSBC GIF Global Investment Grade Securitised Credit Bond Fund | 287,876 | 2,228 | 0.67 |
| +HSBC GIF Global Real Estate Equity Fund | 1,673,489 | 11,695 | 3.52 |
| +HSBC Global Corporate Bond Fund | 495,851 | 3,914 | 1.18 |
| +HSBC Global Equity Circular Economy ACC | 147,370 | 1,606 | 0.48 |
| +HSBC Global Investment Fund | 554,451 | 3,487 | 1.05 |
| +HSBC Multi-Asset Style Factors Fund | 326,642 | 3,364 | 1.01 |
| Lyxor MSCI Millennials ESG ETF | 50,590 | 605 | 0.18 |
| Total Luxembourg | | 62,887 | 18.91 |
| FORWARD FOREIGN EXCHANGE CONTRACTS - 0.19% (0.28%) | | | |
| #PLN Forward Currency Contract 18/7/2024 | PLN 21,555,940 | 79 | 0.02 |
| #GBP Forward Currency Contract 18/7/2024 | (GBP 4,183,479) | | |
| #NOK Forward Currency Contract 18/7/2024 | NOK 63,959,210 | (126) | (0.04) |
| #GBP Forward Currency Contract 18/7/2024 | (GBP 4,694,574) | | |
| #GBP Forward Currency Contract 18/7/2024 | GBP 14,150,054 | 62 | 0.02 |
| #EUR Forward Currency Contract 18/7/2024 | (EUR 16,752,823) | | |
| #JPY Forward Currency Contract 18/7/2024 | JPY 471,709,965 | (70) | (0.02) |
| #GBP Forward Currency Contract 18/7/2024 | (GBP 2,372,229) | | |
| #GBP Forward Currency Contract 18/7/2024 | GBP 34,481,085 | 702 | 0.21 |
| #USD Forward Currency Contract 18/7/2024 | (USD 43,858,423) | | |
| #USD Forward Currency Contract 18/7/2024 | USD 87,657 | (1) | - |
| #GBP Forward Currency Contract 18/7/2024 | (GBP 68,945) | | |
| Total Forward Foreign Exchange Contracts | | 646 | 0.19 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| FUTURES - 0.04% (0.11%) | | | |
| CBF CBOE Volatility Index Future November 2024 | 180 | (28) | (0.01) |
| CBT US Ultra Treasury Bond September 2024 | 74 | 111 | 0.04 |
| EUX Euro Stoxx 50 September 2024 | (74) | (90) | (0.03) |
| ICF FTSE 100 Index Future September 2024 | 6 | 1 | - |
| ICF Long Gilt Future September 2024 | 67 | 73 | 0.02 |
| MFM IBE 35 Index Future July 2024 | 34 | 79 | 0.02 |
| MFM IBE 35 Index Future August 2024 | 34 | (16) | - |
| Total Futures | | 130 | 0.04 |
| Portfolio of investments | | 323,974 | 97.42 |
| Net other assets | | 8,565 | 2.58 |
| Net assets | | 332,539 | 100.00 |

+Investment managed by the ACD/HSBC Group

#unlisted

Figures in brackets denote the comparative percentage holdings as at 15 January 2024.

Unless otherwise stated, all investments are listed securities.

The counterparty for futures is HSBC Bank.

The counterparties for the forward foreign exchange contracts are HSBC, Merrill Lynch and UBS.

Total purchases for the period, including transaction charges, were £75,783,834.

Total sales for the period, net of transaction charges, were £94,694,662.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 255.10p | 245.30p | 251.60p | 231.10p |
| Return before operating charges* | 22.56p | 13.68p | (2.46p) | 24.41p |
| Operating charges** | (2.06p) | (3.88p) | (3.84p) | (3.91p) |
| Return after operating charges* | 20.50p | 9.80p | (6.30p) | 20.50p |
| Distributions on accumulation shares | (2.06p) | (3.68p) | (2.25p) | (1.34p) |
| Retained distributions on accumulation shares | 2.06p | 3.68p | 2.25p | 1.34p |
| Closing net asset value per share | 275.60p | 255.10p | 245.30p | 251.60p |
| *after direct transaction costs of:*** | 0.01p | 0.03p | 0.04p | 0.03p |
| Performance | | | | |
| Return after charges | 8.04% | 4.00% | (2.50%) | 8.87% |
| Other information | | | | |
| Closing net asset value | £21,862 | £21,080 | £22,017 | £325,484 |
| Closing number of shares | 7,934 | 8,264 | 8,977 | 129,363 |
| Operating charges - OCF+ | 1.63%**** | 1.69% | 1.67% | 1.68% |
| Direct transaction costs | 0.00% | 0.01% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 275.80p | 256.30p | 254.17p | 257.50p |
| Lowest share price | 252.20p | 236.70p | 229.21p | 225.80p |

| Institutional Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 291.80p | 276.20p | 278.90p | 252.20p |
| Return before operating charges* | 25.83p | 15.67p | (2.64p) | 26.75p |
| Operating charges** | (0.03p) | (0.07p) | (0.06p) | (0.05p) |
| Return after operating charges* | 25.80p | 15.60p | (2.70p) | 26.70p |
| Distributions on accumulation shares | (4.71p) | (8.51p) | (6.80p) | (5.19p) |
| Retained distributions on accumulation shares | 4.71p | 8.51p | 6.80p | 5.19p |
| Closing net asset value per share | 317.60p | 291.80p | 276.20p | 278.90p |
| *after direct transaction costs of:*** | 0.01p | 0.04p | 0.04p | 0.03p |
| Performance | | | | |
| Return after charges | 8.84% | 5.65% | (0.97%) | 10.59% |
| Other information | | | | |
| Closing net asset value | £266,356,003 | £265,229,401 | £274,349,437 | £297,167,459 |
| Closing number of shares | 83,853,868 | 90,899,651 | 99,327,979 | 106,550,972 |
| Operating charges - OCF+ | 0.11% | 0.13% | 0.10% | 0.11% |
| Direct transaction costs | 0.00% | 0.01% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 317.90p | 293.00p | 283.00p | 285.00p |
| Lowest share price | 288.50p | 267.00p | 257.00p | 246.50p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

****With effect from 28 March 2024, the annual ACD charge for this Share Class decreased to 1.50% per annum.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 159.20p | 155.40p | 160.90p | 148.30p |
| Return before operating charges* | 14.18p | 8.59p | (1.58p) | 15.66p |
| Operating charges** | (0.49p) | (0.91p) | (0.94p) | (0.99p) |
| Return after operating charges* | 13.69p | 7.68p | (2.52p) | 14.67p |
| Distributions on income shares | (2.09p) | (3.88p) | (2.98p) | (2.07p) |
| Closing net asset value per share | 170.80p | 159.20p | 155.40p | 160.90p |
| *after direct transaction costs of:*** | 0.01p | 0.02p | 0.02p | 0.02p |
| Performance | | | | |
| Return after charges | 8.60% | 4.94% | (1.57%) | 9.89% |
| Other information | | | | |
| Closing net asset value | £13,793,081 | £13,583,843 | £14,843,075 | £17,432,024 |
| Closing number of shares | 8,077,414 | 8,531,270 | 9,552,354 | 10,832,704 |
| Operating charges - OCF+ | 0.68% | 0.69% | 0.67% | 0.73% |
| Direct transaction costs | 0.00% | 0.01% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 173.00p | 161.70p | 162.88p | 165.10p |
| Lowest share price | 157.50p | 149.80p | 146.07p | 145.00p |

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 281.50p | 268.00p | 272.20p | 247.60p |
| Return before operating charges* | 24.96p | 15.08p | (2.60p) | 26.26p |
| Operating charges** | (0.86p) | (1.58p) | (1.60p) | (1.66p) |
| Return after operating charges* | 24.10p | 13.50p | (4.20p) | 24.60p |
| Distributions on accumulation shares | (3.70p) | (6.73p) | (5.07p) | (3.47p) |
| Retained distributions on accumulation shares | 3.70p | 6.73p | 5.07p | 3.47p |
| Closing net asset value per share | 305.60p | 281.50p | 268.00p | 272.20p |
| *after direct transaction costs of:*** | 0.01p | 0.04p | 0.04p | 0.03p |
| Performance | | | | |
| Return after charges | 8.56% | 5.04% | (1.54%) | 9.94% |
| Other information | | | | |
| Closing net asset value | £52,368,025 | £48,864,751 | £49,207,090 | £52,666,831 |
| Closing number of shares | 17,137,058 | 17,358,452 | 18,362,321 | 19,350,140 |
| Operating charges - OCF+ | 0.68% | 0.69% | 0.67% | 0.73% |
| Direct transaction costs | 0.00% | 0.01% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 305.80p | 282.70p | 275.48p | 278.30p |
| Lowest share price | 278.30p | 259.10p | 249.79p | 242.00p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 23,084 | | (7,967) |
| Revenue | 5,324 | | 5,403 | |
| Expenses | (213) | | (215) | |
| Interest payable and similar charges | (10) | | (1) | |
| Net revenue before taxation | 5,101 | | 5,187 | |
| Taxation | - | | - | |
| Net revenue after taxation | | 5,101 | | 5,187 |
| Total return/(deficit) before distributions | | 28,185 | | (2,780) |
| Distributions | | (4,974) | | (5,174) |
| Change in net assets attributable to shareholders from investment activities | | 23,211 | | (7,954) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|-----------------|-----------------|----------|----------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 327,699 | | 338,422 |
| Amounts receivable on creation of shares | 1,678 | | 1,132 | |
| Amounts payable on cancellation of shares | (24,642) | | (15,490) | |
| | | (22,964) | | (14,358) |
| Dilution adjustment | | 9 | | - |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 23,211 | | (7,954) |
| Retained distribution on accumulation shares | | 4,584 | | 4,904 |
| Closing net assets attributable to shareholders | | 332,539 | | 321,014 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|--------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 324,305 | | 320,811 |
| Current assets | | | | |
| Debtors | 5,427 | | 3,107 | |
| Cash and bank balances | 3,741 | | 5,034 | |
| Total current assets | | 9,168 | | 8,141 |
| Total assets | | 333,473 | | 328,952 |
| Liabilities | | | | |
| Investment liabilities | | (331) | | (18) |
| Creditors | | | | |
| Distribution payable on income shares | (169) | | (152) | |
| Other creditors | (434) | | (1,083) | |
| Total creditors | | (603) | | (1,235) |
| Total liabilities | | (934) | | (1,253) |
| Net assets attributable to shareholders | | 332,539 | | 327,699 |

Distribution Table (pence per share)

for the six months ended 15 July 2024 (unaudited)

| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 13.9.24</i> | <i>Distribution paid 15.9.23</i> |
|--|-----------------------|---------------------|---|--|
| Group 1: Shares purchased prior to 16 January 2024 | | | | |
| Group 2: Shares purchased from 16 January 2024 to 15 July 2024 | | | | |
| Retail Accumulation | | | | |
| Group 1 | 2.060000 | - | 2.060000 | 2.090000 |
| Group 2 | 2.060000 | 0.000000 | 2.060000 | 2.090000 |
| Institutional Accumulation | | | | |
| Group 1 | 4.710000 | - | 4.710000 | 4.490000 |
| Group 2 | 4.710000 | 0.000000 | 4.710000 | 4.490000 |
| Income C | | | | |
| Group 1 | 2.090000 | - | 2.090000 | 2.090000 |
| Group 2 | 1.000000 | 1.090000 | 2.090000 | 2.090000 |
| Accumulation C | | | | |
| Group 1 | 3.700000 | - | 3.700000 | 3.600000 |
| Group 2 | 2.410000 | 1.290000 | 3.700000 | 3.600000 |

UK Growth & Income

Investment Objective

The Fund aims to provide growth and income in the long term, which is a period of five years or more.

Investment Policy

To achieve its objective, the Fund will invest at least of 80% of its value in the shares (equities) of UK companies, including preference shares. UK companies are those that are based in the UK or earn at least 80% of their revenue from the UK.

The Fund may invest up to 20% of its value in other assets, such as shares of non-UK companies and cash. The Fund may invest up to 10% of its value in other funds, which may be managed by the HSBC Group. Typically the Fund will invest in the shares of 40 to 70 companies.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging. The Fund does not currently use derivatives to reduce the risk of movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is managed with reference to the FTSE All-Share Index.

The level of risk the Fund may take is considered relative to the FTSE All-Share Index as part of the portfolio construction process, which means the Fund returns are more likely to be closer to the returns of the FTSE All-Share Index than if there were no limits on the level of risk the Fund may take.

The FTSE All-Share Index is also considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the UK equities market.

The performance of the Fund is therefore shown against the performance of the FTSE All-Share Index.

*The full strategy can be found in the prospectus.

Portfolio Activity

HSBC UK Growth & Income Fund outperformed the benchmark in the period.

Top contributors to relative performance in 1H24 were Qinetiq Group (Industrials) with total effect of 0.59%; Barclays and NatWest (Financials), with respective total effects of 0.55% and 0.54%.

Top detractors to relative performance in 1H24 were Barratt Developments (Consumer Discretionary) with total effect of -0.38%; Prudential (Financials), with total effect of -0.36%; and BHP (Basic Materials) with total effect of -0.32%.

During this period the Fund had Bodycote Plc bought into the strategy. No stocks were sold.

Sector allocation effects are residual to stock selection. At the sector level, effects were positive, with highlight to overweight in Industrials and underweight in Consumer Staples.

Investment Performance

During the period under review, the value of the shares in the Fund increased by 10.67% while the value of the FTSE All-Share Index rose by 10.90%.

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

| Fund Particulars as at 16 July 2024 (unaudited) | | | | |
|---|------------------|------------------------|--------------------|--------------------------|
| | Retail Income | Retail Accumulation | Retail B Income | Retail B Accumulation |
| Price | 67.66p xd | 163.00p | 78.11p xd | 188.40p |
| Distribution payable (on 13 September 2024) per share net | 1.390000p | 3.290000p | 1.610000p | 3.820000p |
| Current net estimated yield | 3.85% | 3.74% | 3.84% | 3.74% |
| Annual ACD charge | 1.50% | 1.50% | 0.60% | 0.60% |

| | Institutional Income | Institutional A Accumulation | Income C | Accumulation C |
|---|-------------------------|---------------------------------|-------------|-------------------|
| Price | 77.58p xd | 177.80p | 74.40p xd | 176.70p |
| Distribution payable (on 13 September 2024) per share net | 1.590000p | 3.580000p | 1.530000p | 3.560000p |
| Current net estimated yield | 3.82% | 3.71% | 3.84% | 3.72% |
| Annual ACD charge | 0.00% | 0.75% | 0.80% | 0.80% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| Oil & Gas - 13.88% (13.89%) | | | |
| BP | 2,885,198 | 12,966 | 5.09 |
| Shell | 797,852 | 22,400 | 8.79 |
| Total Oil & Gas | | 35,366 | 13.88 |
| Basic Materials - 7.42% (8.07%) | | | |
| Antofagasta | 279,871 | 6,000 | 2.35 |
| BHP Group | 134,561 | 3,026 | 1.19 |
| Rio Tinto | 162,305 | 8,427 | 3.31 |
| Victrex | 131,117 | 1,458 | 0.57 |
| Total Basic Materials | | 18,911 | 7.42 |
| Industrials - 21.06% (19.64%) | | | |
| BAE Systems | 730,382 | 9,338 | 3.67 |
| Bodycote | 172,517 | 1,227 | 0.48 |
| Chemring Group | 917,190 | 3,600 | 1.41 |
| Coats Group | 3,051,059 | 2,661 | 1.05 |
| DCC (London listed) | 57,828 | 3,192 | 1.25 |
| Ferguson NewCo | 29,684 | 4,681 | 1.84 |
| Hays | 1,749,316 | 1,650 | 0.65 |
| Ibstock | 1,632,879 | 3,158 | 1.24 |
| Intertek Group | 117,702 | 5,593 | 2.20 |
| QinetiQ | 1,138,340 | 5,307 | 2.08 |
| Rentokil Initial | 1,288,560 | 5,884 | 2.31 |
| Smurfit Westrock | 105,070 | 3,949 | 1.55 |
| Volution Group | 676,430 | 3,396 | 1.33 |
| Total Industrials | | 53,636 | 21.06 |
| Consumer Goods - 14.89% (15.41%) | | | |
| Barratt Developments | 819,255 | 4,069 | 1.60 |
| Britvic | 284,442 | 3,593 | 1.41 |
| Diageo | 105,285 | 2,620 | 1.03 |
| Imperial Brands | 264,514 | 5,441 | 2.13 |
| Tate & Lyle | 618,906 | 3,812 | 1.50 |
| Taylor Wimpey | 3,513,116 | 5,503 | 2.16 |
| Tesco | 2,253,979 | 7,114 | 2.79 |
| Unilever | 131,110 | 5,777 | 2.27 |
| Total Consumer Goods | | 37,929 | 14.89 |
| Healthcare - 9.99% (10.38%) | | | |
| AstraZeneca | 99,208 | 12,006 | 4.71 |
| GSK | 727,789 | 10,899 | 4.28 |
| Hikma Pharmaceuticals | 138,106 | 2,537 | 1.00 |
| Total Healthcare | | 25,442 | 9.99 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i> Holding</i> | <i> Bid value £'000</i> | <i> Total net assets %</i> |
|--|-----------------|---------------------------------|--|
| Consumer Services - 6.82% (7.63%) | | | |
| Compass Group | 379,401 | 8,244 | 3.24 |
| Mony Group | 1,125,505 | 2,679 | 1.05 |
| Next | 71,382 | 6,439 | 2.53 |
| Total Consumer Services | | 17,362 | 6.82 |
| Utilities - 3.84% (3.80%) | | | |
| Drax Group | 757,951 | 4,256 | 1.67 |
| SSE | 303,895 | 5,535 | 2.17 |
| Total Utilities | | 9,791 | 3.84 |
| Financials - 16.59% (14.92%) | | | |
| Barclays | 3,863,266 | 8,721 | 3.42 |
| +HSBC Holdings (London listed) | 1,579,461 | 10,484 | 4.12 |
| IG Group | 704,077 | 5,992 | 2.35 |
| NatWest Group | 2,184,986 | 7,051 | 2.77 |
| Phoenix Group Holdings | 977,264 | 5,238 | 2.06 |
| Prudential | 667,662 | 4,772 | 1.87 |
| Total Financials | | 42,258 | 16.59 |
| Technology - 4.83% (5.49%) | | | |
| FDM Group | 261,680 | 1,049 | 0.41 |
| Rightmove | 931,525 | 5,354 | 2.10 |
| Sage Group | 561,718 | 5,898 | 2.32 |
| Total Technology | | 12,301 | 4.83 |
| Futures - 0.00% (0.00%) | | | |
| ICF FTSE 100 Index Future September 2024 | 21 | 1 | - |
| Total Futures | | 1 | - |
| Portfolio of investments | | 252,997 | 99.32 |
| Net other assets | | 1,730 | 0.68 |
| Net assets | | 254,727 | 100.00 |

+Investment managed by the ACD/HSBC Group

Figures in brackets denote the comparative percentage holdings as at 15 January 2024.

Unless otherwise stated, all investments are listed equities.

The counterparty for futures is HSBC Bank.

The Fund does not hold investments in other funds available within the OEIC.

Total purchases for the period, including transaction charges, were £3,966,875.

Total sales for the period, net of transaction charges, were £17,301,461.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 62.98p | 65.46p | 65.27p | 59.51p |
| Return before operating charges* | 6.76p | 1.07p | 3.88p | 8.94p |
| Operating charges** | (0.51p) | (0.97p) | (0.96p) | (0.96p) |
| Return after operating charges* | 6.25p | 0.10p | 2.92p | 7.98p |
| Distributions on income shares | (1.39p) | (2.58p) | (2.73p) | (2.22p) |
| Closing net asset value per share | 67.84p | 62.98p | 65.46p | 65.27p |
| *after direct transaction costs of:*** | 0.01p | 0.04p | 0.07p | 0.06p |
| Performance | | | | |
| Return after charges | 9.92% | 0.15% | 4.47% | 13.41% |
| Other information | | | | |
| Closing net asset value | £3,314,058 | £3,194,058 | £3,600,154 | £3,816,308 |
| Closing number of shares | 4,885,270 | 5,071,300 | 5,499,436 | 5,846,696 |
| Operating charges - OCF+ | 1.54% | 1.53% | 1.53% | 1.53% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 70.76p | 67.14p | 66.67p | 66.80p |
| Lowest share price | 61.66p | 60.10p | 57.28p | 56.45p |

| Retail Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 148.70p | 148.30p | 141.60p | 124.70p |
| Return before operating charges* | 15.90p | 2.63p | 8.81p | 18.92p |
| Operating charges** | (1.20p) | (2.23p) | (2.11p) | (2.02p) |
| Return after operating charges* | 14.70p | 0.40p | 6.70p | 16.90p |
| Distributions on accumulation shares | (3.29p) | (5.91p) | (5.98p) | (4.69p) |
| Retained distributions on accumulation shares | 3.29p | 5.91p | 5.98p | 4.69p |
| Closing net asset value per share | 163.40p | 148.70p | 148.30p | 141.60p |
| *after direct transaction costs of:*** | 0.02p | 0.10p | 0.16p | 0.12p |
| Performance | | | | |
| Return after charges | 9.89% | 0.27% | 4.73% | 13.55% |
| Other information | | | | |
| Closing net asset value | £1,837,746 | £1,737,601 | £1,809,718 | £1,828,845 |
| Closing number of shares | 1,124,421 | 1,168,570 | 1,220,204 | 1,291,187 |
| Operating charges - OCF+ | 1.54% | 1.53% | 1.53% | 1.53% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 167.10p | 152.10p | 148.20p | 142.20p |
| Lowest share price | 145.60p | 137.80p | 127.30p | 118.30p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail B Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 72.38p | 74.55p | 73.66p | 66.55p |
| Return before operating charges* | 7.78p | 1.25p | 4.44p | 10.03p |
| Operating charges** | (0.23p) | (0.46p) | (0.45p) | (0.42p) |
| Return after operating charges* | 7.55p | 0.79p | 3.99p | 9.61p |
| Distributions on income shares | (1.61p) | (2.96p) | (3.10p) | (2.50p) |
| Closing net asset value per share | 78.32p | 72.38p | 74.55p | 73.66p |
| *after direct transaction costs of:*** | 0.01p | 0.05p | 0.08p | 0.07p |
| Performance | | | | |
| Return after charges | 10.43% | 1.06% | 5.42% | 14.44% |
| Other information | | | | |
| Closing net asset value | £58,775,649 | £57,392,597 | £65,469,455 | £71,193,163 |
| Closing number of shares | 75,046,472 | 79,289,825 | 87,816,676 | 96,650,371 |
| Operating charges - OCF+ | 0.60% | 0.60% | 0.60% | 0.60% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 81.58p | 76.52p | 75.92p | 75.38p |
| Lowest share price | 70.86p | 68.94p | 65.07p | 63.15p |

| Retail B Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 171.10p | 169.10p | 160.00p | 139.70p |
| Return before operating charges* | 18.34p | 3.05p | 10.09p | 21.19p |
| Operating charges** | (0.54p) | (1.05p) | (0.99p) | (0.89p) |
| Return after operating charges* | 17.80p | 2.00p | 9.10p | 20.30p |
| Distributions on accumulation shares | (3.82p) | (6.79p) | (6.81p) | (5.29p) |
| Retained distributions on accumulation shares | 3.82p | 6.79p | 6.81p | 5.29p |
| Closing net asset value per share | 188.90p | 171.10p | 169.10p | 160.00p |
| *after direct transaction costs of:*** | 0.02p | 0.11p | 0.18p | 0.14p |
| Performance | | | | |
| Return after charges | 10.40% | 1.18% | 5.69% | 14.53% |
| Other information | | | | |
| Closing net asset value | £3,026,916 | £2,900,078 | £3,073,879 | £3,096,322 |
| Closing number of shares | 1,602,265 | 1,695,087 | 1,817,839 | 1,935,019 |
| Operating charges - OCF+ | 0.60% | 0.60% | 0.60% | 0.60% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 192.80p | 173.70p | 168.90p | 160.60p |
| Lowest share price | 167.50p | 157.80p | 144.80p | 132.50p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Institutional Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 71.68p | 73.38p | 72.05p | 64.73p |
| Return before operating charges* | 7.71p | 1.23p | 4.37p | 9.77p |
| Operating charges** | (0.01p) | (0.01p) | (0.01p) | (0.01p) |
| Return after operating charges* | 7.70p | 1.22p | 4.36p | 9.76p |
| Distributions on income shares | (1.59p) | (2.92p) | (3.03p) | (2.44p) |
| Closing net asset value per share | 77.79p | 71.68p | 73.38p | 72.05p |
| *after direct transaction costs of:*** | 0.01p | 0.05p | 0.08p | 0.06p |
| Performance | | | | |
| Return after charges | 10.74% | 1.66% | 6.05% | 15.08% |
| Other information | | | | |
| Closing net asset value | £13,373,317 | £12,703,448 | £15,532,474 | £1,028,127 |
| Closing number of shares | 17,191,563 | 17,723,514 | 21,168,271 | 1,426,867 |
| Operating charges - OCF+ | 0.02% | 0.02% | 0.02% | 0.02% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 80.95p | 75.14p | 74.72p | 73.74p |
| Lowest share price | 70.17p | 68.18p | 63.94p | 61.42p |

| Institutional Accumulation# | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | N/A | 74.61p | 68.62p |
| Return before operating charges* | N/A | N/A | (0.48p) | 6.00p |
| Operating charges** | N/A | N/A | - | (0.01p) |
| Return after operating charges* | N/A | N/A | (0.48p) | 5.99p |
| Distributions on accumulation shares | N/A | N/A | - | (1.70p) |
| Retained distributions on accumulation shares | N/A | N/A | - | 1.70p |
| Cancellation price | N/A | N/A | (74.13p) | - |
| Closing net asset value per share | N/A | N/A | 0.00p | 74.61p |
| *after direct transaction costs of:*** | N/A | N/A | 0.08p | 0.07p |
| Performance | | | | |
| Return after charges | N/A | N/A | (0.64%) | 8.73% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | N/A | £64,111 |
| Closing number of shares | N/A | N/A | N/A | 85,931 |
| Operating charges - OCF | N/A | N/A | N/A | 0.02% |
| Direct transaction costs | N/A | N/A | N/A | 0.09% |
| Prices | | | | |
| Highest share price | N/A | N/A | 75.40p | 74.90p |
| Lowest share price | N/A | N/A | 68.49p | 66.05p |

#The Institutional Accumulation share class launched on 4 May 2021 and closed on 14 April 2022.

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Institutional A Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 161.60p | 160.00p | 151.60p | 132.50p |
| Return before operating charges* | 17.27p | 2.83p | 9.55p | 20.20p |
| Operating charges** | (0.67p) | (1.23p) | (1.15p) | (1.10p) |
| Return after operating charges* | 16.60p | 1.60p | 8.40p | 19.10p |
| Distributions on accumulation shares | (3.58p) | (6.39p) | (6.42p) | (5.01p) |
| Retained distributions on accumulation shares | 3.58p | 6.39p | 6.42p | 5.01p |
| Closing net asset value per share | 178.20p | 161.60p | 160.00p | 151.60p |
| *after direct transaction costs of:*** | 0.02p | 0.10p | 0.17p | 0.13p |
| Performance | | | | |
| Return after charges | 10.27% | 1.00% | 5.54% | 14.42% |
| Other information | | | | |
| Closing net asset value | £1,942,390 | £1,839,859 | £1,798,058 | £2,428,401 |
| Closing number of shares | 1,089,720 | 1,138,706 | 1,124,067 | 1,601,571 |
| Operating charges - OCF+ | 0.79% | 0.78% | 0.78% | 0.78% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 182.00p | 163.70p | 159.80p | 152.20p |
| Lowest share price | 158.20p | 149.10p | 137.00p | 125.70p |

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 69.01p | 71.22p | 70.51p | 63.84p |
| Return before operating charges* | 7.41p | 1.19p | 4.23p | 9.61p |
| Operating charges** | (0.31p) | (0.58p) | (0.57p) | (0.56p) |
| Return after operating charges* | 7.10p | 0.61p | 3.66p | 9.05p |
| Distributions on income shares | (1.53p) | (2.82p) | (2.95p) | (2.38p) |
| Closing net asset value per share | 74.58p | 69.01p | 71.22p | 70.51p |
| *after direct transaction costs of:*** | 0.01p | 0.05p | 0.08p | 0.06p |
| Performance | | | | |
| Return after charges | 10.29% | 0.86% | 5.19% | 14.18% |
| Other information | | | | |
| Closing net asset value | £120,291,554 | £118,264,565 | £134,065,882 | £145,470,165 |
| Closing number of shares | 161,285,155 | 171,382,199 | 188,242,643 | 206,306,269 |
| Operating charges - OCF+ | 0.84% | 0.83% | 0.83% | 0.83% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 77.74p | 73.10p | 72.54p | 72.17p |
| Lowest share price | 67.57p | 65.77p | 62.21p | 60.58p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 160.70p | 159.10p | 150.90p | 132.00p |
| Return before operating charges* | 17.21p | 2.90p | 9.42p | 20.07p |
| Operating charges** | (0.71p) | (1.30p) | (1.22p) | (1.17p) |
| Return after operating charges* | 16.50p | 1.60p | 8.20p | 18.90p |
| Distributions on accumulation shares | (3.56p) | (6.36p) | (6.39p) | (4.97p) |
| Retained distributions on accumulation shares | 3.56p | 6.36p | 6.39p | 4.97p |
| Closing net asset value per share | 177.20p | 160.70p | 159.10p | 150.90p |
| *after direct transaction costs of:*** | 0.02p | 0.10p | 0.17p | 0.13p |
| Performance | | | | |
| Return after charges | 10.27% | 1.01% | 5.43% | 14.32% |
| Other information | | | | |
| Closing net asset value | £52,165,583 | £50,120,094 | £54,363,445 | £55,575,456 |
| Closing number of shares | 29,438,737 | 31,196,649 | 34,162,457 | 36,825,950 |
| Operating charges - OCF+ | 0.84% | 0.83% | 0.83% | 0.83% |
| Direct transaction costs | 0.01% | 0.07% | 0.12% | 0.09% |
| Prices | | | | |
| Highest share price | 180.90p | 163.30p | 159.00p | 151.50p |
| Lowest share price | 157.30p | 148.30p | 136.30p | 125.20p |
| **The operating charges include all costs borne by the Fund, except for direct transaction costs. | | | | |
| ***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. | | | | |
| +With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class. | | | | |

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|----------------|---------|----------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 20,575 | | (16,189) |
| Revenue | 5,421 | | 5,832 | |
| Expenses | (958) | | (1,011) | |
| Net revenue before taxation | 4,463 | | 4,821 | |
| Taxation | - | | - | |
| Net revenue after taxation | | 4,463 | | 4,821 |
| Total return/(deficit) before distributions | | 25,038 | | (11,368) |
| Distributions | | (5,371) | | (5,765) |
| Change in net assets attributable to shareholders from investment activities | | 19,667 | | (17,133) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|-----------------|-----------------|----------|----------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 248,152 | | 279,713 |
| Amounts receivable on creation of shares | 1,329 | | 643 | |
| Amounts payable on cancellation of shares | (15,617) | | (12,443) | |
| | | (14,288) | | (11,800) |
| Dilution adjustment | | 11 | | 6 |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 19,667 | | (17,133) |
| Retained distribution on accumulation shares | | 1,185 | | 1,234 |
| Closing net assets attributable to shareholders | | 254,727 | | 252,020 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 252,997 | | 246,233 |
| Current assets | | | | |
| Debtors | 4,788 | | 5,783 | |
| Cash and bank balances | 1,652 | | 697 | |
| Total current assets | | 6,440 | | 6,480 |
| Total assets | | 259,437 | | 252,713 |
| Liabilities | | | | |
| Creditors | | | | |
| Distribution payable on income shares | (4,017) | | (3,684) | |
| Other creditors | (693) | | (877) | |
| Total liabilities | | (4,710) | | (4,561) |
| Net assets attributable to shareholders | | 254,727 | | 248,152 |

Distribution Table (pence per share)

for the six months ended 15 July 2024 (unaudited)

| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 13.9.24</i> | <i>Distribution paid 15.9.23</i> |
|--|-----------------------|---------------------|---|--|
| Group 1: Shares purchased prior to 16 January 2024 | | | | |
| Group 2: Shares purchased from 16 January 2023 to 15 July 2024 | | | | |
| Retail Income | | | | |
| Group 1 | 1.390000 | - | 1.390000 | 1.370000 |
| Group 2 | 0.700000 | 0.690000 | 1.390000 | 1.370000 |
| Retail Accumulation | | | | |
| Group 1 | 3.290000 | - | 3.290000 | 3.110000 |
| Group 2 | 0.370000 | 2.920000 | 3.290000 | 3.110000 |
| Retail B Income | | | | |
| Group 1 | 1.610000 | - | 1.610000 | 1.570000 |
| Group 2 | 0.430000 | 1.180000 | 1.610000 | 1.570000 |
| Retail B Accumulation | | | | |
| Group 1 | 3.820000 | - | 3.820000 | 3.570000 |
| Group 2 | 1.810000 | 2.010000 | 3.820000 | 3.570000 |
| Institutional Income | | | | |
| Group 1 | 1.590000 | - | 1.590000 | 1.540000 |
| Group 2 | 1.430000 | 0.160000 | 1.590000 | 1.540000 |
| Institutional A Accumulation | | | | |
| Group 1 | 3.580000 | - | 3.580000 | 3.360000 |
| Group 2 | 1.800000 | 1.780000 | 3.580000 | 3.360000 |
| Income C | | | | |
| Group 1 | 1.530000 | - | 1.530000 | 1.490000 |
| Group 2 | 0.490000 | 1.040000 | 1.530000 | 1.490000 |
| Accumulation C | | | | |
| Group 1 | 3.560000 | - | 3.560000 | 3.340000 |
| Group 2 | 1.560000 | 2.000000 | 3.560000 | 3.340000 |

Income

Investment Objective

The Fund aims to provide income together with growth in the long term, which is a period of five years or more. The Fund intends to provide a level of income consistent with the Investment Association UK Equity Income sector.

Investment Policy

To achieve its objective, the Fund will invest at least 80% of its value in shares (equities) of UK companies including preference shares. UK companies are those that are based in the UK or earn at least 80% of their revenue from the UK.

The Fund may invest up to 20% of its value in other assets, such as shares of non-UK companies and cash. The Fund may invest up to 10% of its value in other funds, which may be managed by the HSBC Group. The Fund will typically invest in the shares of 40 to 70 companies.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging. The Fund does not currently use derivatives to reduce the risk of movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is managed with reference to the FTSE All-Share Index.

The level of risk the Fund may take is considered relative to the FTSE All-Share Index as part of the portfolio construction process, which means the Fund returns are more likely to be closer to the returns of the FTSE All-Share Index than if there were no limits on the level of risk the Fund may take.

The FTSE All-Share Index is also considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the UK equities market.

To be consistent with the definition of the Investment Association UK Equity Income sector the Fund intends to provide income above 100% of the income level of the FTSE All-Share Index over three-year periods and above 90% over one-year periods.

The performance of the Fund is therefore shown against the performance of the FTSE All-Share Index.

*The full strategy can be found in the prospectus.

Portfolio Activity

HSBC Income Fund outperformed the benchmark in the period.

Top contributors to relative performance in 1H24 were Barclays and NatWest (Financials), with respective total effects of 0.59% and 0.57%; and BAE Systems (Industrials) with total effects of 0.38%.

Top detractors to relative performance in 1H24 were Barratt Developments (Consumer Discretionary) with total effect of -0.47%; BHP (Basic Materials) with total effect of -0.45%; and Rio Tinto (Basic Materials) with total effect of -0.30%.

During this period the Fund had Bodycote Plc bought into the strategy. No stocks were sold.

Sector allocation effects are residual to stock selection. At the sector level, effects were positive, with highlight to underweight in Consumer Staples and in Real Estate.

Investment Performance

During the period under review, the value of the shares in the Fund increased by 9.96% while the value of the FTSE All-Share Index rose by 10.90%. For information on comparative yields please refer to The Investment Association's website (<https://www.theia.org/industry-data/fund-sectors/equity-income-yields>).

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

Fund Particulars

as at 16 July 2024 (unaudited)

| | Retail Income | Retail Accumulation | Income C | Accumulation C |
|---|------------------|------------------------|-------------|-------------------|
| Price | 306.6p xd | 797.8p | 338.7p xd | 867.1p |
| Distribution payable (on 13 September 2024) per share net | 6.950000p | 17.700000p | 7.660000p | 19.200000p |
| Current net estimated yield | 4.17% | 4.05% | 4.15% | 4.03% |
| Annual ACD charge | 1.50% | 1.50% | 0.80% | 0.80% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| Oil & Gas - 14.38% (14.29%) | | | |
| BP | 1,338,713 | 6,016 | 5.44 |
| Shell | 351,657 | 9,873 | 8.94 |
| Total Oil & Gas | | 15,889 | 14.38 |
| Basic Materials - 8.23% (9.13%) | | | |
| Antofagasta | 93,075 | 1,996 | 1.81 |
| BHP Group | 83,514 | 1,878 | 1.70 |
| Rio Tinto | 85,551 | 4,442 | 4.02 |
| Victrex | 69,572 | 774 | 0.70 |
| Total Basic Materials | | 9,090 | 8.23 |
| Industrials - 17.81% (16.94%) | | | |
| BAE Systems | 406,706 | 5,200 | 4.71 |
| Bodycote | 75,350 | 536 | 0.49 |
| Chemring Group | 153,188 | 601 | 0.54 |
| Coats Group | 1,342,797 | 1,171 | 1.06 |
| DCC (London listed) | 25,653 | 1,416 | 1.28 |
| Ferguson NewCo | 12,159 | 1,917 | 1.73 |
| Hays | 751,954 | 709 | 0.64 |
| Ibstock | 712,833 | 1,379 | 1.25 |
| Intertek Group | 46,731 | 2,221 | 2.01 |
| Rentokil Initial | 520,764 | 2,378 | 2.15 |
| Smurfit Westrock | 43,924 | 1,651 | 1.49 |
| Volution Group | 101,388 | 509 | 0.46 |
| Total Industrials | | 19,688 | 17.81 |
| Consumer Goods - 14.46% (14.86%) | | | |
| Barratt Developments | 426,906 | 2,120 | 1.92 |
| Britvic | 123,509 | 1,560 | 1.41 |
| Diageo | 55,687 | 1,385 | 1.25 |
| Imperial Brands | 155,246 | 3,193 | 2.89 |
| Tate & Lyle | 268,808 | 1,656 | 1.50 |
| Taylor Wimpey | 2,102,439 | 3,294 | 2.98 |
| Unilever | 62,967 | 2,774 | 2.51 |
| Total Consumer Goods | | 15,982 | 14.46 |
| Healthcare - 10.71% (11.17%) | | | |
| AstraZeneca | 45,236 | 5,474 | 4.96 |
| GSK | 357,962 | 5,360 | 4.85 |
| Hikma Pharmaceuticals | 54,267 | 997 | 0.90 |
| Total Healthcare | | 11,831 | 10.71 |
| Consumer Services - 9.39% (10.13%) | | | |
| Compass Group | 171,428 | 3,725 | 3.37 |
| Mony Group | 324,818 | 773 | 0.70 |
| Next | 30,711 | 2,770 | 2.51 |
| Tesco | 983,986 | 3,105 | 2.81 |
| Total Consumer Services | | 10,373 | 9.39 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i> Holding</i> | <i> Bid value £'000</i> | <i> Total net assets %</i> |
|---|-----------------|---------------------------------|--|
| Telecommunications - 0.67% (0.70%) | | | |
| Vodafone Group | 1,068,962 | 745 | 0.67 |
| Total Telecommunications | | 745 | 0.67 |
| Utilities - 3.76% (3.69%) | | | |
| Drax Group | 324,205 | 1,820 | 1.65 |
| SSE | 128,405 | 2,339 | 2.11 |
| Total Utilities | | 4,159 | 3.76 |
| Financials - 17.61% (15.57%) | | | |
| Barclays | 1,754,567 | 3,961 | 3.58 |
| + HSBC Holdings (London listed) | 806,482 | 5,353 | 4.84 |
| IG Group | 297,054 | 2,528 | 2.29 |
| NatWest Group | 1,013,901 | 3,272 | 2.96 |
| Phoenix Group Holdings | 507,614 | 2,721 | 2.46 |
| Prudential | 228,031 | 1,630 | 1.48 |
| Total Financials | | 19,465 | 17.61 |
| Technology - 2.34% (2.77%) | | | |
| FDM Group | 113,874 | 457 | 0.41 |
| Sage Group | 202,926 | 2,131 | 1.93 |
| Total Technology | | 2,588 | 2.34 |
| Futures - 0.00% ((0.01%)) | | | |
| ICF FTSE 100 Index Future September 2024 | 5 | 1 | - |
| Total Futures | | 1 | - |
| Portfolio of investments | | 109,811 | 99.36 |
| Net other assets | | 703 | 0.64 |
| Net assets | | 110,514 | 100.00 |

+ Investment managed by the ACD/HSBC Group

Figures in brackets denote the comparative percentage holdings as at 15 January 2024.

Unless otherwise stated, all investments are listed securities.

The counterparty for futures is HSBC.

The Fund does not hold investments in other funds available within the OEIC.

Total purchases for the period, including transaction charges, were £1,389,678.

Total sales for the period, net of transaction charges, were £7,679,399.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 288.00p | 297.80p | 294.20p | 267.30p |
| Return before operating charges* | 28.89p | 7.04p | 20.65p | 41.69p |
| Operating charges** | (2.34p) | (4.46p) | (4.38p) | (4.30p) |
| Return after operating charges* | 26.55p | 2.58p | 16.27p | 37.39p |
| Distributions on income shares | (6.95p) | (12.38p) | (12.67p) | (10.49p) |
| Closing net asset value per share | 307.60p | 288.00p | 297.80p | 294.20p |
| *after direct transaction costs of:*** | 0.03p | 0.18p | 0.28p | 0.26p |
| Performance | | | | |
| Return after charges | 9.22% | 0.87% | 5.53% | 13.99% |
| Other information | | | | |
| Closing net asset value | £633,225 | £611,832 | £772,682 | £845,142 |
| Closing number of shares | 205,834 | 212,474 | 259,486 | 287,295 |
| Operating charges - OCF+ | 1.55% | 1.54% | 1.53% | 1.54% |
| Direct transaction costs | 0.01% | 0.06% | 0.10% | 0.09% |
| Prices | | | | |
| Highest share price | 324.00p | 305.90p | 303.60p | 300.90p |
| Lowest share price | 281.80p | 274.70p | 260.80p | 253.40p |

| Retail Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 732.90p | 725.80p | 686.00p | 600.90p |
| Return before operating charges* | 73.74p | 18.10p | 50.12p | 94.87p |
| Operating charges** | (5.94p) | (11.00p) | (10.32p) | (9.77p) |
| Return after operating charges* | 67.80p | 7.10p | 39.80p | 85.10p |
| Distributions on accumulation shares | (17.70p) | (30.50p) | (29.88p) | (23.80p) |
| Retained distributions on accumulation shares | 17.70p | 30.50p | 29.88p | 23.80p |
| Closing net asset value per share | 800.70p | 732.90p | 725.80p | 686.00p |
| *after direct transaction costs of:*** | 0.07p | 0.44p | 0.65p | 0.59p |
| Performance | | | | |
| Return after charges | 9.25% | 0.98% | 5.80% | 14.16% |
| Other information | | | | |
| Closing net asset value | £14,444 | £14,508 | £18,409 | £21,508 |
| Closing number of shares | 1,804 | 1,980 | 2,537 | 3,135 |
| Operating charges - OCF+ | 1.55% | 1.54% | 1.53% | 1.54% |
| Direct transaction costs | 0.01% | 0.06% | 0.10% | 0.09% |
| Prices | | | | |
| Highest share price | 824.80p | 745.50p | 725.90p | 687.90p |
| Lowest share price | 717.30p | 675.20p | 623.60p | 569.80p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 317.10p | 325.60p | 319.40p | 288.10p |
| Return before operating charges* | 31.97p | 7.74p | 22.58p | 45.18p |
| Operating charges** | (1.41p) | (2.67p) | (2.59p) | (2.54p) |
| Return after operating charges* | 30.56p | 5.07p | 19.99p | 42.64p |
| Distributions on income shares | (7.66p) | (13.57p) | (13.79p) | (11.34p) |
| Closing net asset value per share | 340.00p | 317.10p | 325.60p | 319.40p |
| *after direct transaction costs of:*** | 0.03p | 0.20p | 0.30p | 0.28p |
| Performance | | | | |
| Return after charges | 9.64% | 1.56% | 6.26% | 14.80% |
| Other information | | | | |
| Closing net asset value | £85,662,680 | £85,152,677 | £96,808,405 | £104,166,753 |
| Closing number of shares | 25,198,400 | 26,855,303 | 29,735,499 | 32,617,851 |
| Operating charges - OCF+ | 0.85% | 0.84% | 0.83% | 0.84% |
| Direct transaction costs | 0.01% | 0.06% | 0.10% | 0.09% |
| Prices | | | | |
| Highest share price | 357.70p | 334.60p | 331.90p | 326.60p |
| Lowest share price | 310.30p | 301.60p | 284.60p | 273.30p |

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 793.90p | 780.70p | 732.80p | 637.40p |
| Return before operating charges* | 80.04p | 19.68p | 53.91p | 101.07p |
| Operating charges** | (3.54p) | (6.48p) | (6.01p) | (5.67p) |
| Return after operating charges* | 76.50p | 13.20p | 47.90p | 95.40p |
| Distributions on accumulation shares | (19.20p) | (32.91p) | (32.01p) | (25.33p) |
| Retained distributions on accumulation shares | 19.20p | 32.91p | 32.01p | 25.33p |
| Closing net asset value per share | 870.40p | 793.90p | 780.70p | 732.80p |
| *after direct transaction costs of:*** | 0.07p | 0.48p | 0.70p | 0.63p |
| Performance | | | | |
| Return after charges | 9.64% | 1.69% | 6.54% | 14.97% |
| Other information | | | | |
| Closing net asset value | £24,203,698 | £23,246,004 | £24,674,362 | £30,025,768 |
| Closing number of shares | 2,780,863 | 2,927,934 | 3,160,511 | 4,097,527 |
| Operating charges - OCF+ | 0.85% | 0.84% | 0.83% | 0.84% |
| Direct transaction costs | 0.01% | 0.06% | 0.10% | 0.09% |
| Prices | | | | |
| Highest share price | 895.60p | 805.80p | 780.80p | 734.80p |
| Lowest share price | 777.00p | 728.70p | 669.60p | 604.50p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 8,095 | | (7,154) |
| Revenue | 2,591 | | 2,660 | |
| Expenses | (471) | | (497) | |
| Net revenue before taxation | 2,120 | | 2,163 | |
| Taxation | - | | - | |
| Net revenue after taxation | | 2,120 | | 2,163 |
| Total return/(deficit) before distributions | | 10,215 | | (4,991) |
| Distributions | | (2,564) | | (2,636) |
| Change in net assets attributable to shareholders from investment activities | | 7,651 | | (7,627) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 109,025 | | 122,274 |
| Amounts receivable on creation of shares | 187 | | 243 | |
| Amounts payable on cancellation of shares | (6,887) | | (5,565) | |
| | | (6,700) | | (5,322) |
| Dilution adjustment | | 4 | | 3 |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 7,651 | | (7,627) |
| Retained distribution on accumulation shares | | 534 | | 519 |
| Closing net assets attributable to shareholders | | 110,514 | | 109,847 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 109,811 | | 108,208 |
| Current assets | | | | |
| Debtors | 2,431 | | 2,413 | |
| Cash and bank balances | 449 | | 350 | |
| Total current assets | | 2,880 | | 2,763 |
| Total assets | | 112,691 | | 110,971 |
| Liabilities | | | | |
| Investment liabilities | | - | | (7) |
| Creditors | | | | |
| Distribution payable on income shares | (1,945) | | (1,735) | |
| Other creditors | (232) | | (204) | |
| Total creditors | | (2,177) | | (1,939) |
| Total liabilities | | (2,177) | | (1,946) |
| Net assets attributable to shareholders | | 110,514 | | 109,025 |

Distribution Table (pence per share)

for the six months ended 15 July 2024 (unaudited)

| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 13.9.24</i> | <i>Distribution paid 15.9.23</i> |
|--|-----------------------|---------------------|---|--|
| Group 1: Shares purchased prior to 16 January 2024 | | | | |
| Group 2: Shares purchased from 16 January 2024 to 15 July 2024 | | | | |
| Retail Income | | | | |
| Group 1 | 6.950000 | - | 6.950000 | 6.540000 |
| Group 2 | 3.820000 | 3.130000 | 6.950000 | 6.540000 |
| Retail Accumulation | | | | |
| Group 1 | 17.700000 | - | 17.700000 | 15.930000 |
| Group 2 | 17.700000 | 0.000000 | 17.700000 | 15.930000 |
| Income C | | | | |
| Group 1 | 7.660000 | - | 7.660000 | 7.160000 |
| Group 2 | 2.890000 | 4.770000 | 7.660000 | 7.160000 |
| Accumulation C | | | | |
| Group 1 | 19.200000 | - | 19.200000 | 17.170000 |
| Group 2 | 11.900000 | 7.300000 | 19.200000 | 17.170000 |

Monthly Income

Investment Objective

The Fund aims to provide a monthly income together with growth in the long term, which is a period of five years or more.

Investment Policy

To achieve its objective the Fund will invest a minimum of 80% in a combination of shares (equities) of UK companies and bonds issued by UK companies. UK companies are those that are based in the UK or earn at least 80% of their revenue from the UK.

The Fund may invest up to 20% of its value in other assets, such as shares and bonds of non-UK companies and cash. The Fund may invest up to 10% of its value in other funds, which may be managed by the HSBC Group.

Under normal market conditions, the asset allocation of the Fund is 70% in shares of companies and 30% in bonds. These percentages will fluctuate based upon market movement.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging. On giving 60 days' notice to Shareholders the Fund may also use derivatives for broader investment purposes to help the Fund meet its objective. The Fund does not currently use derivatives to reduce the risk of movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is managed with reference to the FTSE All-Share Index and Markit iBoxx GBP Corporates Index.

The FTSE All-Share Index and Markit iBoxx GBP Corporates Index are considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the UK equities market and sterling corporate bond market.

The performance of the Fund is therefore shown against the performance of a combined benchmark consisting of a weighting of 70% FTSE All-Share Index and 30% Markit iBoxx GBP Corporates Index. The income of the Fund is compared to the income of the FTSE All-Share Index over three-year periods.

*The full strategy can be found in the prospectus.

Portfolio Activity

The Fund increased by 2.12% over the period, but relative performance was negative by 36bps. Rates and Yield curve positioning was negative. The Fund was overweight duration and rates rose. The bond curve also steepened and the Fund due to no reinvestment meaning the Fund is underweight short end bonds which rallied. Security Selection in Financials and Utilities were noteworthy positives. However, the allocation to Cash detracted from relative performance.

Current spread levels continue to look more expensive on recent history, but all-in yields remain attractive on a historical basis. Corporate fundamentals may be expected to deteriorate going into slowdown/recession, and we expect more defensive sectors to outperform relative to cyclical sectors in this scenario.

Equity Section

HSBC Income Fund outperformed the benchmark in the period.

Top contributors to relative performance in 1H24 were Barclays and NatWest (Financials), with respective total effects of 0.59% and 0.57%; and BAE Systems (Industrials) with total effects of 0.38%.

Top detractors to relative performance in 1H24 were Barratt Developments (Consumer Discretionary) with total effect of -0.47%; BHP (Basic Materials) with total effect of -0.45%; and Rio Tinto (Basic Materials) with total effect of -0.30%.

During this period the fund had Bodycote bought into the strategy. No stocks were sold.

Sector allocation effects are residual to stock selection. At the sector level, effects were positive, with highlight to underweight in Consumer Staples and in Real Estate.

Investment Performance

During the period under review, the value of the shares in the Fund increased by 7.63% while the value of the FTSE All-Share Index 30% / iBoxx GBP Corporates Index rose by 8.38%. For information on comparative yields please refer to The Investment Association's website (<https://www.theia.org/industry-data/fund-sectors/equity-income-yields>).

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

Fund Particulars

as at 16 July 2024 (unaudited)

| | Retail Income | Income C | Accumulation C |
|---|------------------|-------------|-------------------|
| Price | 133.9p xd | 143.9p xd | 369.2p |
| Distribution payable (on 15 August 2024) per share net | 0.390000p | 0.420000p | 1.050000p |
| Current net estimated yield | 4.28% | 4.29% | 4.27% |
| Annual ACD charge | 1.25% | 0.55% | 0.55% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| UNITED KINGDOM - 77.91% (72.93%) | | | |
| Government Bonds - 2.14% (3.26%) | | | |
| Treasury 0.5% 31/1/2029 | £310,000 | 266 | 0.34 |
| Treasury 1.25% 31/7/2051 | £281,000 | 138 | 0.17 |
| Treasury 1.5% 31/7/2053 | £797,000 | 407 | 0.52 |
| Treasury 3.25% 31/1/2033 | £495,000 | 467 | 0.60 |
| Treasury 3.75% 22/7/2052 | £460,000 | 400 | 0.51 |
| Total Government Bonds | | 1,678 | 2.14 |
| Corporate Bonds - 8.68% (7.13%) | | | |
| Anglian Water 6% 20/6/2039 | £119,000 | 120 | 0.15 |
| Barclays 5.851% 21/3/2035 | £154,000 | 155 | 0.20 |
| Barclays 6.369% variable rate 31/1/2031 | £257,000 | 268 | 0.34 |
| Barclays 7.09% variable rate 6/11/2029 | £150,000 | 159 | 0.20 |
| BP Capital Markets 5.773% 25/5/2038 | £100,000 | 105 | 0.13 |
| British Telecommunications 5.75% 13/2/2041 | £221,000 | 221 | 0.28 |
| Cadent Finance 5.625% 11/1/2036 | £100,000 | 99 | 0.13 |
| Centrica 4.375% 13/3/2029 | £281,000 | 274 | 0.35 |
| Clarion Funding 5.375% 30/5/2057 | £100,000 | 99 | 0.13 |
| Diageo Finance 2.75% 8/6/2038 | £150,000 | 117 | 0.15 |
| Eastern Power Networks 5.375% 26/2/2042 | £103,000 | 102 | 0.13 |
| Haleon UK Capital 3.375% 29/3/2038 | £100,000 | 83 | 0.11 |
| Heathrow Finance 6.625% 1/3/2031 | £100,000 | 99 | 0.13 |
| +HSBC Holdings 6.8% variable rate 14/9/2031 | £154,000 | 167 | 0.21 |
| Imperial Tobacco Finance 4.875% 7/6/2032 | £112,000 | 106 | 0.13 |
| International Distributions 7.375% 14/9/2030 | £100,000 | 103 | 0.13 |
| Legal and General Group 5.5% variable rate 27/6/2064 | £121,000 | 116 | 0.15 |
| M&G 5.7% variable rate 19/12/2063 | £300,000 | 287 | 0.36 |
| Manchester Airport Group Funding 4.75% 31/3/2034 | £317,000 | 307 | 0.39 |
| Motability Operations Group 1.5% 20/1/2041 | £182,000 | 108 | 0.14 |
| Motability Operations Group 4.875% 17/1/2043 | £412,000 | 387 | 0.49 |
| Motability Operations Group 5.75% 17/6/2051 | £103,000 | 108 | 0.14 |
| National Grid Electricity Distribution 5.35% 10/7/2039 | £101,000 | 99 | 0.13 |
| NatWest Group 3.619% variable rate 29/3/2029 | £326,000 | 309 | 0.39 |
| Northern Powergrid Northeast 3.25% 1/4/2052 | £100,000 | 69 | 0.09 |
| Northumbrian Water Finance 4.5% 14/2/2031 | £333,000 | 312 | 0.40 |
| Peabody Capital No.2 2.75% 2/3/2034 | £200,000 | 162 | 0.21 |
| Pension Insurance 6.875% 15/11/2034 | £175,000 | 175 | 0.22 |
| Places For People Treasury 6.25% 6/12/2041 | £120,000 | 127 | 0.16 |
| Principality Building Society 8.625% 12/7/2028 | £211,000 | 229 | 0.29 |
| Reckitt Benckiser Treasury Services 5.625% 14/12/2038 | £100,000 | 103 | 0.13 |
| Rothsay Life 7.019% 10/12/2034 | £128,000 | 130 | 0.17 |
| Royal Bank of Scotland 3.622% variable rate 14/8/2030 | £300,000 | 295 | 0.37 |
| Scottish Hydro-Electric Transmission 5.5% 15/1/2044 | £100,000 | 98 | 0.12 |
| Southern Gas Networks 6.625% 14/3/2035 | £131,000 | 142 | 0.18 |
| SW Finance 7% 16/4/2040 | £166,000 | 153 | 0.19 |
| SW Finance 7.375% 12/12/2041 | £100,000 | 94 | 0.12 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| Telereal Securitisation 5.634% 10/12/2031 | £140,000 | 140 | 0.18 |
| Tesco Corporate Treasury Service 5.125% 22/5/2034 | £103,000 | 101 | 0.13 |
| Thames Water Utilities Finance 7.75% 30/4/2044 | £150,000 | 130 | 0.16 |
| The Unite Group 5.625% 25/6/2032 | £100,000 | 101 | 0.13 |
| Yorkshire Building Society 3.511% variable rate 11/10/2030 | £100,000 | 92 | 0.12 |
| Yorkshire Water Finance 2.75% 18/4/2041 | £259,000 | 171 | 0.22 |
| Total Corporate Bonds | | 6,822 | 8.68 |
| Oil & Gas - 10.33% (9.61%) | | | |
| BP | 681,538 | 3,063 | 3.90 |
| Shell | 179,897 | 5,051 | 6.43 |
| Total Oil & Gas | | 8,114 | 10.33 |
| Basic Materials - 4.58% (4.65%) | | | |
| Antofagasta | 45,441 | 974 | 1.24 |
| Rio Tinto | 42,902 | 2,227 | 2.84 |
| Victrex | 35,588 | 396 | 0.50 |
| Total Basic Materials | | 3,597 | 4.58 |
| Industrials - 9.71% (8.41%) | | | |
| BAE Systems | 207,836 | 2,657 | 3.38 |
| Bodycote | 38,552 | 274 | 0.35 |
| Chemring Group | 78,415 | 308 | 0.39 |
| Coats Group | 787,754 | 687 | 0.88 |
| Hays | 395,666 | 373 | 0.48 |
| Ibstock | 370,269 | 716 | 0.91 |
| Intertek Group | 23,868 | 1,134 | 1.44 |
| Rentokil Initial | 266,427 | 1,217 | 1.55 |
| Volution Group | 52,139 | 262 | 0.33 |
| Total Industrials | | 7,628 | 9.71 |
| Consumer Goods - 12.42% (11.96%) | | | |
| Barratt Developments | 222,925 | 1,107 | 1.41 |
| Britvic | 63,171 | 798 | 1.01 |
| Diageo | 28,060 | 698 | 0.89 |
| Imperial Brands | 77,405 | 1,592 | 2.03 |
| Tate & Lyle | 138,620 | 854 | 1.09 |
| Taylor Wimpey | 1,075,569 | 1,685 | 2.14 |
| Tesco | 511,155 | 1,613 | 2.05 |
| Unilever | 32,151 | 1,417 | 1.80 |
| Total Consumer Goods | | 9,764 | 12.42 |
| Healthcare - 7.71% (7.53%) | | | |
| AstraZeneca | 23,149 | 2,801 | 3.57 |
| GSK | 182,898 | 2,739 | 3.48 |
| Hikma Pharmaceuticals | 28,159 | 517 | 0.66 |
| Total Healthcare | | 6,057 | 7.71 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| Consumer Services - 4.79% (4.99%) | | | |
| Compass Group | 87,541 | 1,902 | 2.42 |
| Mony Group | 187,529 | 446 | 0.57 |
| Next | 15,701 | 1,416 | 1.80 |
| Total Consumer Services | | 3,764 | 4.79 |
| Telecommunications - 0.48% (0.47%) | | | |
| Vodafone Group | 544,444 | 379 | 0.48 |
| Total Telecommunications | | 379 | 0.48 |
| Utilities - 2.70% (2.48%) | | | |
| Drax Group | 165,708 | 930 | 1.18 |
| SSE | 65,419 | 1,192 | 1.52 |
| Total Utilities | | 2,122 | 2.70 |
| Financials - 12.61% (10.48%) | | | |
| Barclays | 892,181 | 2,014 | 2.56 |
| +HSBC Holdings (London listed) | 417,098 | 2,769 | 3.52 |
| IG Group | 153,478 | 1,306 | 1.66 |
| NatWest Group | 505,721 | 1,632 | 2.08 |
| Phoenix Group Holdings | 259,305 | 1,390 | 1.77 |
| Prudential | 111,775 | 799 | 1.02 |
| Total Financials | | 9,910 | 12.61 |
| Technology - 1.76% (1.96%) | | | |
| FDM Group | 58,255 | 234 | 0.30 |
| Sage Group | 109,431 | 1,149 | 1.46 |
| Total Technology | | 1,383 | 1.76 |
| Total United Kingdom | | 61,218 | 77.91 |
| UNITED STATES - 2.90% (4.10%) | | | |
| Corporate Bonds - 2.90% (4.10%) | | | |
| American Honda Finance 5.6% 6/9/2030 | £142,000 | 148 | 0.19 |
| AT&T 4.25% 1/6/2043 | £400,000 | 333 | 0.42 |
| AT&T 5.2% 18/11/2033 | £100,000 | 99 | 0.13 |
| Bank of America 3.584% variable rate 27/4/2031 | £286,000 | 267 | 0.34 |
| Metropolitan Life Global Funding 5% 10/1/2030 | £138,000 | 140 | 0.18 |
| Morgan Stanley 5.789% variable rate 18/11/2033 | £327,000 | 341 | 0.43 |
| Nestle Holdings 2.5% 4/4/2032 | £240,000 | 209 | 0.27 |
| Prologis 5.625% 4/5/2040 | £122,000 | 124 | 0.16 |
| Realty Income 6% 5/12/2039 | £110,000 | 116 | 0.15 |
| Time Warner Cable 5.25% 15/7/2042 | £150,000 | 125 | 0.16 |
| Wells Fargo & Co 4.875% 29/11/2035 | £400,000 | 374 | 0.47 |
| Total Corporate Bonds | | 2,276 | 2.90 |
| Total United States | | 2,276 | 2.90 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i> Holding</i> | <i> Bid</i> <i> value</i> <i> £'000</i> | <i> Total</i> <i> net</i> <i> assets</i> <i> %</i> |
|--|-----------------|---|---|
| AUSTRALIA - 1.19% (1.55%) | | | |
| Corporate Bonds - 0.00% (0.24%) | | | |
| Basic Materials - 1.19% (1.31%) | | | |
| BHP Group | 41,741 | 939 | 1.19 |
| Total Basic Materials | | 939 | 1.19 |
| Total Australia | | 939 | 1.19 |
| BELGIUM - 0.13% (0.00%) | | | |
| Corporate Bonds - 0.13% (0.00%) | | | |
| KBC Group 6.151 % 19/3/2034 | £100,000 | 101 | 0.13 |
| Total Corporate Bonds | | 101 | 0.13 |
| Total Belgium | | 101 | 0.13 |
| CANADA - 0.00% (0.69%) | | | |
| Corporate Bonds - 0.00% (0.69%) | | | |
| CAYMAN ISLANDS - 1.65% (1.26%) | | | |
| Corporate Bonds - 1.65% (1.26%) | | | |
| Gaci First Investment Company 5.125% 11/6/2029 | £100,000 | 100 | 0.13 |
| Gaci First Investment Company 5.625% 11/6/2039 | £209,000 | 208 | 0.26 |
| Phoenix 7.75% variable rate 6/12/2053 | £132,000 | 139 | 0.18 |
| Yorkshire Power 7.25% 4/8/2028 | £800,000 | 851 | 1.08 |
| Total Corporate Bonds | | 1,298 | 1.65 |
| Total Cayman Islands | | 1,298 | 1.65 |
| CHANNEL ISLANDS - 1.84% (2.16%) | | | |
| Corporate Bonds - 0.59% (0.84%) | | | |
| Gatwick Funding 5.5% 4/4/2042 | £100,000 | 98 | 0.12 |
| Gatwick Funding 6.5% 2/3/2043 | £100,000 | 108 | 0.14 |
| Heathrow Funding 4.625% 31/10/2046 | £300,000 | 259 | 0.33 |
| Total Corporate Bonds | | 465 | 0.59 |
| Industrials - 1.25% (1.32%) | | | |
| Ferguson NewCo | 6,215 | 980 | 1.25 |
| Total Industrials | | 980 | 1.25 |
| Total Channel Islands | | 1,445 | 1.84 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| FRANCE - 2.97% (3.74%) | | | |
| Corporate Bonds - 2.97% (3.74%) | | | |
| BNP Paribas 2.875% 24/2/2029 | £300,000 | 273 | 0.35 |
| BPCE 5.25% 16/4/2029 | £300,000 | 295 | 0.38 |
| BPCE 5.375% 22/10/2031 | £200,000 | 200 | 0.25 |
| Credit Agricole 4.875% 23/10/2029 | £200,000 | 200 | 0.25 |
| Électricité de France 5.875% variable rate perpetual | £200,000 | 191 | 0.24 |
| Électricité de France 6% 23/1/2114 | £200,000 | 185 | 0.23 |
| Électricité de France 6% variable rate perpetual | £500,000 | 491 | 0.62 |
| Engie 5.625% 3/4/2053 | £200,000 | 195 | 0.25 |
| Société Générale 5.75% variable rate 22/1/2032 | £200,000 | 201 | 0.26 |
| Societe Generale 6.25% 22/6/2033 | £100,000 | 107 | 0.14 |
| Total Corporate Bonds | | 2,338 | 2.97 |
| Total France | | 2,338 | 2.97 |
| GERMANY - 0.52% (0.50%) | | | |
| Corporate Bonds - 0.52% (0.50%) | | | |
| Deutsche Bank 6.125% variable rate 12/12/2030 | £400,000 | 409 | 0.52 |
| Total Corporate Bonds | | 409 | 0.52 |
| Total Germany | | 409 | 0.52 |
| IRELAND - 1.98% (1.79%) | | | |
| Industrials - 1.98% (1.79%) | | | |
| DCC (London listed) | 12,648 | 698 | 0.89 |
| Smurfit Westrock | 22,772 | 856 | 1.09 |
| Total Industrials | | 1,554 | 1.98 |
| Total Ireland | | 1,554 | 1.98 |
| LUXEMBOURG - 0.35% (0.33%) | | | |
| Corporate Bonds - 0.35% (0.33%) | | | |
| Blackstone Property Partners Europe 4.875% 29/4/2032 | £182,000 | 166 | 0.21 |
| Prologis International Funding 2.75% 22/2/2032 | £127,000 | 108 | 0.14 |
| Total Corporate Bonds | | 274 | 0.35 |
| Total Luxembourg | | 274 | 0.35 |
| MEXICO - 0.36% (0.34%) | | | |
| Corporate Bonds - 0.36% (0.34%) | | | |
| Petroleos Mexicanos 3.75% 16/11/2025 | £300,000 | 283 | 0.36 |
| Total Corporate Bonds | | 283 | 0.36 |
| Total Mexico | | 283 | 0.36 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| NETHERLANDS - 0.82% (1.15%) | | | |
| Corporate Bonds - 0.82% (1.15%) | | | |
| ING Groep 6.25% variable rate 20/5/2033 | £300,000 | 304 | 0.39 |
| Toyota Motor Finance Netherlands 4.75% 22/10/2029 | £136,000 | 136 | 0.17 |
| Volkswagen Financial Services 5.875% 23/5/2029 | £200,000 | 205 | 0.26 |
| Total Corporate Bonds | | 645 | 0.82 |
| Total Netherlands | | 645 | 0.82 |
| SPAIN - 0.26% (0.49%) | | | |
| Corporate Bonds - 0.26% (0.49%) | | | |
| Banco Santander 5.375% 17/1/2031 | £200,000 | 203 | 0.26 |
| Total Corporate Bonds | | 203 | 0.26 |
| Total Spain | | 203 | 0.26 |
| SWITZERLAND - 0.00% (0.45%) | | | |
| Corporate Bonds - 0.00% (0.45%) | | | |
| FUTURES - 0.00% (0.00%) | | | |
| ICF FTSE 100 Index Future September 2024 | 9 | 1 | - |
| Total Futures | | 1 | - |
| Portfolio of investments | | 72,984 | 92.88 |
| Net other assets | | 5,595 | 7.12 |
| Net assets | | 78,579 | 100.00 |
| +Investment managed by the ACD/HSBC Group | | | |
| Figures in brackets denote the comparative percentage holdings as at 15 January 2024. | | | |
| Unless otherwise stated, all investments are listed securities. | | | |
| The counterparty for futures is HSBC Bank. | | | |
| Total purchases for the period, including transaction charges, were £7,777,794. | | | |
| Total sales for the period, including transaction charges, were £11,627,586. | | | |
| The bond ratings for the portfolio at 15 July 2024 were: | | | |
| | | <i>Bid value £'000</i> | <i>Total net assets %</i> |
| Bond credit ratings | | | |
| Investment grade | | 15,697 | 19.98 |
| Below Investment grade | | 781 | 0.99 |
| Unrated bonds | | 314 | 0.40 |
| Total bonds | | 16,792 | 21.37 |

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 127.80p | 130.70p | 136.90p | 130.00p |
| Return before operating charges* | 9.72p | 3.85p | 0.60p | 13.34p |
| Operating charges** | (0.87p) | (1.71p) | (1.73p) | (1.78p) |
| Return after operating charges* | 8.85p | 2.14p | (1.13p) | 11.56p |
| Distributions on income shares | (2.65p) | (5.04p) | (5.07p) | (4.66p) |
| Closing net asset value per share | 134.00p | 127.80p | 130.70p | 136.90p |
| *after direct transaction costs of:*** | 0.06p | 0.08p | 0.09p | 0.08p |
| Performance | | | | |
| Return after charges | 6.92% | 1.64% | (0.83%) | 8.89% |
| Other information | | | | |
| Closing net asset value | £34,868 | £34,883 | £39,448 | £49,776 |
| Closing number of shares | 26,016 | 27,290 | 30,174 | 36,365 |
| Operating charges - OCF | 1.31%**** | 1.35% | 1.34% | 1.34% |
| Direct transaction costs | 0.04% | 0.06% | 0.07% | 0.06% |
| Prices | | | | |
| Highest share price | 138.00p | 133.00p | 137.60p | 137.90p |
| Lowest share price | 126.00p | 120.90p | 116.00p | 125.10p |

| Retail Accumulation# | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | N/A | N/A | 294.20p |
| Return before operating charges* | N/A | N/A | N/A | 22.98p |
| Operating charges** | N/A | N/A | N/A | (3.78p) |
| Return after operating charges* | N/A | N/A | N/A | 19.20p |
| Distributions on accumulation shares | N/A | N/A | N/A | (9.44p) |
| Retained distributions on accumulation shares | N/A | N/A | N/A | 9.44p |
| Cancellation price | N/A | N/A | N/A | (313.40p) |
| Closing net asset value per share | N/A | N/A | N/A | - |
| *after direct transaction costs of:*** | N/A | N/A | N/A | 0.17p |
| Performance | | | | |
| Return after charges | N/A | N/A | N/A | 6.53% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | N/A | N/A |
| Closing number of shares | N/A | N/A | N/A | N/A |
| Operating charges - OCF | N/A | N/A | N/A | N/A |
| Direct transaction costs | N/A | N/A | N/A | N/A |
| Prices | | | | |
| Highest share price | N/A | N/A | N/A | 316.20p |
| Lowest share price | N/A | N/A | N/A | 283.10p |

#The Retail Accumulation share class closed on 17 December 2021.

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

****With effect from 28 March 2024, the annual ACD charge for this Share Class decreased to 1.25% per annum. Administrator and Electronic Service Fees have also been charged to this Share Class from this date.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 137.00p | 139.00p | 144.70p | 136.50p |
| Return before operating charges* | 10.38p | 4.26p | 0.54p | 14.00p |
| Operating charges** | (0.44p) | (0.88p) | (0.87p) | (0.89p) |
| Return after operating charges* | 9.94p | 3.38p | (0.33p) | 13.11p |
| Distributions on income shares | (2.84p) | (5.38p) | (5.37p) | (4.91p) |
| Closing net asset value per share | 144.10p | 137.00p | 139.00p | 144.70p |
| *after direct transaction costs of:*** | 0.06p | 0.08p | 0.09p | 0.08p |
| Performance | | | | |
| Return after charges | 7.26% | 2.43% | (0.23%) | 9.60% |
| Other information | | | | |
| Closing net asset value | £64,873,097 | £66,139,548 | £75,088,774 | £86,431,913 |
| Closing number of shares | 45,022,421 | 48,264,400 | 54,012,407 | 59,737,694 |
| Operating charges - OCF | 0.61%**** | 0.65% | 0.64% | 0.64% |
| Direct transaction costs | 0.04% | 0.06% | 0.07% | 0.06% |
| Prices | | | | |
| Highest share price | 148.20p | 141.60p | 145.50p | 145.80p |
| Lowest share price | 134.90p | 129.00p | 123.20p | 131.40p |

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 344.60p | 336.00p | 336.10p | 306.30p |
| Return before operating charges* | 26.22p | 10.75p | 1.96p | 31.84p |
| Operating charges** | (1.12p) | (2.15p) | (2.06p) | (2.04p) |
| Return after operating charges* | 25.10p | 8.60p | (0.10p) | 29.80p |
| Distributions on accumulation shares | (7.18p) | (13.20p) | (12.65p) | (11.17p) |
| Retained distributions on accumulation shares | 7.18p | 13.20p | 12.65p | 11.17p |
| Closing net asset value per share | 369.70p | 344.60p | 336.00p | 336.10p |
| *after direct transaction costs of:*** | 0.16p | 0.20p | 0.22p | 0.18p |
| Performance | | | | |
| Return after charges | 7.28% | 2.56% | (0.03%) | 9.73% |
| Other information | | | | |
| Closing net asset value | £13,670,902 | £13,460,967 | £14,074,482 | £15,231,669 |
| Closing number of shares | 3,698,075 | 3,906,239 | 4,188,995 | 4,531,988 |
| Operating charges - OCF | 0.61%**** | 0.65% | 0.64% | 0.64% |
| Direct transaction costs | 0.04% | 0.06% | 0.07% | 0.06% |
| Prices | | | | |
| Highest share price | 377.10p | 350.10p | 337.90p | 337.30p |
| Lowest share price | 339.20p | 316.30p | 293.00p | 294.80p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

****With effect from 28 March 2024, the annual ACD charge for this Share Class decreased to 0.55% per annum. Administrator and Electronic Service Fees have also been charged to this Share Class from this date.

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 4,057 | | (4,672) |
| Revenue | 1,833 | | 1,875 | |
| Expenses | (244) | | (276) | |
| Net revenue before taxation | 1,589 | | 1,599 | |
| Taxation | (66) | | (72) | |
| Net revenue after taxation | | 1,523 | | 1,527 |
| Total return/(deficit) before distributions | | 5,580 | | (3,145) |
| Distributions | | (1,603) | | (1,513) |
| Change in net assets attributable to shareholders from investment activities | | 3,977 | | (4,658) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 79,635 | | 89,203 |
| Amounts receivable on creation of shares | 463 | | 179 | |
| Amounts payable on cancellation of shares | (5,767) | | (5,097) | |
| | | (5,304) | | (4,918) |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 3,977 | | (4,658) |
| Retained distribution on accumulation shares | | 271 | | 239 |
| Closing net assets attributable to shareholders | | 78,579 | | 79,866 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|--------------|---------------|---------|--------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 72,984 | | 72,850 |
| Current assets | | | | |
| Debtors | 483 | | 965 | |
| Cash and bank balances | 5,826 | | 6,671 | |
| Total current assets | | 6,309 | | 7,636 |
| Total assets | | 79,293 | | 80,486 |
| Liabilities | | | | |
| Creditors | | | | |
| Distribution payable on income shares | (440) | | (286) | |
| Other creditors | (274) | | (565) | |
| Total liabilities | | (714) | | (851) |
| Net assets attributable to shareholders | | 78,579 | | 79,635 |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| Group 1: Shares purchased prior to 16 June 2024 Group 2: Shares purchased from 16 June 2024 to 15 July 2024 | | | | |
|--|-----------------------|---------------------|---|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 15.8.24</i> | <i>Distribution paid 15.8.23</i> |
| Retail Income | | | | |
| Group 1 | 0.390000 | - | 0.390000 | 0.430000 |
| Group 2 | 0.000000 | 0.390000 | 0.390000 | 0.430000 |
| Income C | | | | |
| Group 1 | 0.420000 | - | 0.420000 | 0.460000 |
| Group 2 | 0.000000 | 0.420000 | 0.420000 | 0.460000 |
| Accumulation C | | | | |
| Group 1 | 1.050000 | - | 1.050000 | 1.110000 |
| Group 2 | 0.000000 | 1.050000 | 1.050000 | 1.110000 |

| Group 1: Shares purchased prior to 16 May 2024 Group 2: Shares purchased from 16 May 2024 to 15 June 2024 | | | | |
|--|-----------------------|---------------------|--|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 15.7.24</i> | <i>Distribution paid 15.7.23</i> |
| Retail Income | | | | |
| Group 1 | 0.520000 | - | 0.520000 | 0.430000 |
| Group 2 | 0.000000 | 0.520000 | 0.520000 | 0.430000 |
| Income C | | | | |
| Group 1 | 0.550000 | - | 0.550000 | 0.460000 |
| Group 2 | 0.000000 | 0.550000 | 0.550000 | 0.460000 |
| Accumulation C | | | | |
| Group 1 | 1.410000 | - | 1.410000 | 1.120000 |
| Group 2 | 0.000000 | 1.410000 | 1.410000 | 1.120000 |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| Group 1: Shares purchased prior to 16 April 2024 Group 2: Shares purchased from 16 April 2024 to 15 May 2024 | | | | |
|---|-----------------------|---------------------|--|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 14.6.24</i> | <i>Distribution paid 15.6.23</i> |
| Retail Income | | | | |
| Group 1 | 0.450000 | - | 0.450000 | 0.430000 |
| Group 2 | 0.010000 | 0.440000 | 0.450000 | 0.430000 |
| Income C | | | | |
| Group 1 | 0.480000 | - | 0.480000 | 0.460000 |
| Group 2 | 0.000000 | 0.480000 | 0.480000 | 0.460000 |
| Accumulation C | | | | |
| Group 1 | 1.230000 | - | 1.230000 | 1.120000 |
| Group 2 | 0.000000 | 1.230000 | 1.230000 | 1.120000 |

| Group 1: Shares purchased prior to 16 March 2024 Group 2: Shares purchased from 16 March 2024 to 15 April 2024 | | | | |
|---|-----------------------|---------------------|--|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 15.5.24</i> | <i>Distribution paid 15.5.23</i> |
| Retail Income | | | | |
| Group 1 | 0.450000 | - | 0.450000 | 0.410000 |
| Group 2 | 0.010000 | 0.440000 | 0.450000 | 0.410000 |
| Income C | | | | |
| Group 1 | 0.490000 | - | 0.490000 | 0.440000 |
| Group 2 | 0.000000 | 0.490000 | 0.490000 | 0.440000 |
| Accumulation C | | | | |
| Group 1 | 1.230000 | - | 1.230000 | 1.060000 |
| Group 2 | 0.000000 | 1.230000 | 1.230000 | 1.060000 |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| Group 1: Shares purchased prior to 16 February 2024 Group 2: Shares purchased from 16 February 2024 to 15 March 2024 | | | | |
|---|-----------------------|---------------------|--|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 15.4.24</i> | <i>Distribution paid 14.4.23</i> |
| Retail Income | | | | |
| Group 1 | 0.450000 | - | 0.450000 | 0.370000 |
| Group 2 | 0.350000 | 0.100000 | 0.450000 | 0.370000 |
| Income C | | | | |
| Group 1 | 0.490000 | - | 0.490000 | 0.390000 |
| Group 2 | 0.000000 | 0.490000 | 0.490000 | 0.390000 |
| Accumulation C | | | | |
| Group 1 | 1.220000 | - | 1.220000 | 0.950000 |
| Group 2 | 0.850000 | 0.370000 | 1.220000 | 0.950000 |

| Group 1: Shares purchased prior to 16 January 2024 Group 2: Shares purchased from 16 January 2024 to 15 February 2024 | | | | |
|--|-----------------------|---------------------|--|--|
| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 15.3.24</i> | <i>Distribution paid 15.3.23</i> |
| Retail Income | | | | |
| Group 1 | 0.390000 | - | 0.390000 | 0.190000 |
| Group 2 | 0.360000 | 0.030000 | 0.390000 | 0.190000 |
| Income C | | | | |
| Group 1 | 0.410000 | - | 0.410000 | 0.200000 |
| Group 2 | 0.270000 | 0.140000 | 0.410000 | 0.200000 |
| Accumulation C | | | | |
| Group 1 | 1.040000 | - | 1.040000 | 0.490000 |
| Group 2 | 0.960000 | 0.080000 | 1.040000 | 0.490000 |

Corporate Bond

Investment Objective

The Fund aims to provide higher returns, before charges and tax are deducted from the Fund, than the Markit iBoxx GBP Corporates Index plus 1% per year over three-year periods.

Investment Policy

To achieve its objective the Fund will invest at least 80% of its value in various types of bonds that have a credit rating of investment grade and are issued in sterling or are hedged back to sterling. The bonds may be issued by companies (corporates) or other large organisations which may be located in any country.

The Fund may also invest up to 20% of its value in other types of bonds and assets, such as bonds with a credit rating lower than investment grade and cash. The Fund may invest up to 10% of its value in other funds, which may be managed by the HSBC Group.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging, and for broader investment purposes to help the Fund meet its objective. In particular derivatives will be used to reduce or increase the Fund's exposure to different types of assets and to reduce the risk associated with movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is managed with reference to the Markit iBoxx GBP Corporates Index.

The fund manager aims to generate returns in excess of the Markit iBoxx GBP Corporates Index plus 1% per year over three-year periods before charges and tax are deducted from the Fund, based on our current view of returns the Fund may potentially achieve, which may change. The Markit iBoxx GBP Corporates Index is also considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the sterling corporate bonds market.

To enable investors to assess the performance of the Fund, it is shown against performance of the Markit iBoxx GBP Corporates Index plus 1% per year.

*The full strategy can be found in the prospectus.

Portfolio Activity

The Fund NAV increased over the period by 3.19%, outperforming the benchmark by a significant 71bps. Security Selection in Financials and Securitised Credit were key drivers of outperformance. Our overweight to duration marginally from performance as a result of bond yields rising.

During the first half of the year, the Fund was active in the new issue market taking advantage of issuance from new and rare issuers in the sterling market as well as some tactical transactions based on attractive new issue premia. Overall credit beta was marginally lower at 1.07, a small overweight. We took profit on some of our overweight to duration during the period as yields fell. Overall, we still expect yields to fall over the medium term and so retained a duration overweight. We continued to take profit notably in our EUR holdings which had performed strongly, rotating into new sterling issuance. At sector level, there were minor changes, with increases in Utilities and Financials, whilst Technology was further reduced. Financials (particularly in Bank and Insurance subordinated) remain our largest overweight as despite spread contraction, their valuations remain cheap relative to Non-Financials.

Purchases

PIFKSA 5.625% 6/39

BPCEGP 5.375% 10/31

UKT 4.625% 1/34

Sales

UBS 2.125% 9/25

UBS 2.875% 4/32

BAC 3.584% 4/31

Investment Performance

During the period under review, the value of the shares in the Fund increased by 3.16% while the value of the Markit iBoxx GBP Corporates Index +1% rose by 2.59%.

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

Fund Particulars

as at 16 July 2024 (unaudited)

| | Retail Income | Retail Accumulation | Institutional Income |
|--|------------------|------------------------|-------------------------|
| Price | 106.1p xd | 290.4p | 194.7p xd |
| Distribution payable (on 13 September 2024) per share net | 1.080000p | 2.940000p | 2.480000p |
| Current net estimated yield | 3.60% | 3.60% | 4.70% |
| Annual ACD charge | 1.00% | 1.00% | 0.00% |

| | Institutional Accumulation | Income C | Accumulation C |
|--|-------------------------------|-------------|-------------------|
| Price | 362.8p | 106.4p xd | 313.2p |
| Distribution payable (on 13 September 2024) per share net | 4.570000p | 1.270000p | 3.700000p |
| Current net estimated yield | 4.70% | 4.30% | 4.30% |
| Annual ACD charge | 0.00% | 0.30% | 0.30% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| UNITED KINGDOM - 55.77% (50.21%) | | | |
| Government Bonds - 2.72% (3.44%) | | | |
| Treasury 1.25% 31/7/2051 | £5,582,000 | 2,733 | 1.58 |
| Treasury 4.625% 31/1/2034 | £1,900,000 | 1,978 | 1.14 |
| Total Government Bonds | | 4,711 | 2.72 |
| Corporate Bonds - 53.05% (46.77%) | | | |
| Anglian Water 2.75% 26/10/2029 | £735,000 | 653 | 0.38 |
| Anglian Water 5.75% 7/6/2043 | £319,000 | 310 | 0.18 |
| Anglian Water 6% 20/6/2039 | £709,000 | 714 | 0.41 |
| Annington Funding 3.184% 12/7/2029 | £2,220,000 | 1,978 | 1.14 |
| Aviva 4% variable rate 3/6/2055 | £1,600,000 | 1,320 | 0.76 |
| Aviva 4.375% variable rate 12/9/2049 | £900,000 | 840 | 0.48 |
| Barclays Bank 3.75% variable rate 22/11/2030 | £3,490,000 | 3,382 | 1.95 |
| Barclays Bank 5.851% variable rate 21/3/2035 | £1,207,000 | 1,218 | 0.70 |
| Barclays Bank 7.09% variable rate 6/11/2029 | £1,007,000 | 1,070 | 0.62 |
| Barclays Bank 8.407% variable rate 14/11/2032 | £2,448,000 | 2,600 | 1.50 |
| Barclays Bank 8.5% variable rate perpetual | £414,000 | 416 | 0.24 |
| Berkeley Group 2.50% 11/8/2031 | £953,000 | 746 | 0.43 |
| BP Capital Markets 4.25% variable rate perpetual | £801,000 | 763 | 0.44 |
| BP Capital Markets 5.773% 25/5/2038 | £942,000 | 994 | 0.57 |
| Broadgate 4.999% 5/10/2033 | £550,000 | 518 | 0.30 |
| BUPA Finance 4% variable rate perpetual | £600,000 | 439 | 0.25 |
| BUPA Finance 5% 8/12/2026 | £312,000 | 308 | 0.18 |
| Cadent Finance 2.75% 22/9/2046 | £1,099,000 | 675 | 0.39 |
| Cadent Finance 5.625% 11/1/2036 | £661,000 | 657 | 0.38 |
| Centrica 7% 19/9/2033 | £574,000 | 647 | 0.37 |
| Clarion Funding 5.375% 30/5/2057 | £432,000 | 428 | 0.25 |
| Coventry Building Society 8.75% variable rate perpetual | £827,000 | 843 | 0.49 |
| Eastern Power Networks 5.375% 26/2/2042 | £437,000 | 431 | 0.25 |
| GlaxoSmithKline 1.625% 12/5/2035 | £600,000 | 439 | 0.25 |
| GlaxoSmithKline 5.25% 19/12/2033 | £1,010,000 | 1,059 | 0.61 |
| Hammerson 3.5% 27/10/2025 | £1,674,000 | 1,624 | 0.94 |
| Heathrow Finance 6.25% 3/3/2025 | £1,100,000 | 1,094 | 0.63 |
| Heathrow Finance 6.625% 1/3/2031 | £589,000 | 585 | 0.34 |
| + HSBC Holdings 5.875% variable rate perpetual | £1,000,000 | 966 | 0.56 |
| + HSBC Holdings 7% 7/4/2038 | £1,500,000 | 1,632 | 0.94 |
| + HSBC Holdings 8.201% variable rate 16/11/2034 | £2,000,000 | 2,194 | 1.27 |
| International Distributions Services 7.375% 14/9/2030 | £900,000 | 930 | 0.54 |
| Legal & General Group 5.375% variable rate 27/10/2045 | £1,000,000 | 992 | 0.57 |
| Lloyds Banking Group 2.707% variable rate 3/12/2035 | £1,774,000 | 1,466 | 0.85 |
| Lloyds Banking Group 6.625% variable rate 2/6/2033 | £1,091,000 | 1,114 | 0.64 |
| Lloyds Banking Group 8.5% variable rate perpetual | £375,000 | 388 | 0.22 |
| London Power Networks 5.875% 15/11/2040 | £492,000 | 515 | 0.30 |
| M&G 3.875% variable rate 20/7/2049 | £2,900,000 | 2,900 | 1.67 |
| M&G 5.7% variable rate 19/12/2063 | £1,000,000 | 956 | 0.55 |
| Motability Operations Group 5.625% 24/1/2054 | £436,000 | 443 | 0.26 |
| Motability Operations Group 5.75% 17/6/2051 | £637,000 | 667 | 0.39 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|----------------|--------------------------------|---------------------------------------|
| National Grid Electricity Distribution 5.35% 10/7/2039 | £1,009,000 | 987 | 0.57 |
| National Grid Electricity Transmission 1.375% 16/9/2026 | £1,000,000 | 923 | 0.53 |
| National Grid Electricity Transmission 2.75% 6/2/2035 | £1,500,000 | 1,186 | 0.68 |
| National Grid Electricity Transmission 4% 8/6/2027 | £1,590,000 | 1,539 | 0.89 |
| Nationwide Building Society 5.875% variable rate perpetual | £600,000 | 597 | 0.34 |
| NatWest Group 3.619% variable rate 29/3/2029 | £2,609,000 | 2,474 | 1.43 |
| NatWest Group 5.125% variable rate perpetual | £1,125,000 | 1,053 | 0.61 |
| NatWest Group 7.416% variable rate 6/6/2033 | £1,282,000 | 1,342 | 0.77 |
| NGG Finance 5.625% variable rate 18/6/2073 | £500,000 | 497 | 0.29 |
| NIE Finance 5.875% 1/12/2032 | £1,000,000 | 1,052 | 0.61 |
| NIE Finance 6.375% 2/6/2026 | £1,500,000 | 1,536 | 0.89 |
| Northern Powergrid Northeast 3.25% 1/4/2052 | £1,163,000 | 801 | 0.46 |
| Northern Powergrid Yorkshire 2.25% 9/10/2059 | £643,000 | 328 | 0.19 |
| Pension Insurance 6.875% 15/11/2034 | £793,000 | 795 | 0.46 |
| Pension Insurance 8% 13/11/2033 | £900,000 | 971 | 0.56 |
| Places for People Treasury 2.875% 17/8/2026 | £367,000 | 349 | 0.20 |
| Places for People Treasury 6.25% 6/12/2041 | £1,056,000 | 1,117 | 0.64 |
| Principality Building Society 8.625% 12/7/2028 | £1,180,000 | 1,283 | 0.74 |
| Rentokil Initial 5% 27/6/2032 | £500,000 | 493 | 0.28 |
| RL Finance Bonds 4.875% variable rate 7/10/2049 | £750,000 | 615 | 0.35 |
| Rothsay Life 5% variable rate perpetual | £750,000 | 582 | 0.34 |
| Rothsay Life 5.5% variable rate 17/9/2029 | £2,590,000 | 2,586 | 1.49 |
| Rothsay Life 7.019% 10/12/2034 | £870,000 | 883 | 0.51 |
| Royal Bank of Scotland 3.125% variable rate 28/3/2027 | £3,761,000 | 3,635 | 2.10 |
| Royal Bank of Scotland 3.622% variable rate 14/8/2030 | £900,000 | 884 | 0.51 |
| Santander UK Group Holdings 2.92% variable rate 8/5/2026 | £2,700,000 | 2,650 | 1.53 |
| Santander UK Group Holdings 7.098% variable rate 16/11/2027 | £1,000,000 | 1,035 | 0.60 |
| Scottish & Southern 8.375% 20/11/2028 | £2,300,000 | 2,604 | 1.50 |
| Scottish Hydro-Electric Transmission 5.5% 15/1/2044 | £754,000 | 741 | 0.43 |
| Southern Gas Networks 6.625% 14/3/2035 | £1,180,000 | 1,276 | 0.74 |
| SW Finance 7% 16/4/2040 | £1,226,000 | 1,129 | 0.65 |
| SW Finance 7.375% 12/12/2041 | £763,000 | 720 | 0.42 |
| Telereal Securitisation 5.634% 10/12/2031 | £1,258,000 | 1,257 | 0.73 |
| Tesco Corporate Treasury Services 5.125% 22/5/2034 | £699,000 | 682 | 0.39 |
| Thames Water Utilities Finance 7.738% 9/4/2058 | £950,000 | 828 | 0.48 |
| Thames Water Utilities Finance 7.75% 30/4/2044 | £650,000 | 561 | 0.32 |
| Thames Water Utilities Finance 8.25% 25/4/2040 | £155,000 | 137 | 0.08 |
| The Unite Group 5.625% 25/6/2032 | £497,000 | 504 | 0.29 |
| Virgin Money 4% variable rate 25/9/2026 | £1,500,000 | 1,472 | 0.85 |
| Virgin Money 5.125% variable rate 11/12/2030 | £560,000 | 553 | 0.32 |
| Virgin Money 11% variable rate perpetual | £330,000 | 374 | 0.22 |
| Vodafone Group 3% 12/8/2056 | £952,000 | 577 | 0.33 |
| Vodafone Group 3.375% 8/8/2049 | £1,200,000 | 835 | 0.48 |
| Western Power Distribution 3.5% 16/10/2026 | £1,000,000 | 964 | 0.56 |
| Yorkshire Water Finance 1.75% 26/11/2026 | £1,200,000 | 1,089 | 0.63 |
| Yorkshire Water Finance 1.75% 27/10/2032 | £1,000,000 | 733 | 0.42 |
| Yorkshire Water Finance 2.75% 18/4/2041 | £1,185,000 | 781 | 0.45 |
| Total Corporate Bonds | | 91,924 | 53.05 |
| Total United Kingdom | | 96,635 | 55.77 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| UNITED STATES - 6.18% (7.37%) | | | |
| Corporate Bonds - 6.18% (7.37%) | | | |
| American Honda Finance 5.6% 6/9/2030 | £711,000 | 741 | 0.43 |
| AT&T 2.9% 4/12/2026 | £2,000,000 | 1,906 | 1.10 |
| AT&T 4.25% 1/6/2043 | £2,000,000 | 1,663 | 0.96 |
| AT&T 7% 30/4/2040 | £1,000,000 | 1,141 | 0.66 |
| Ford Motor 4.445% 14/2/2030 | €733,000 | 622 | 0.36 |
| Goldman Sachs 3.625% variable rate 29/10/2029 | £1,500,000 | 1,419 | 0.82 |
| McDonalds 4.125% 28/11/2035 | €300,000 | 259 | 0.15 |
| Prologis 5.625% 4/5/2040 | £829,000 | 840 | 0.48 |
| Realty Income 6% 5/12/2039 | £685,000 | 722 | 0.42 |
| Time Warner Cable 5.25% 15/7/2042 | £500,000 | 415 | 0.24 |
| Warnermedia Holdings 4.693% 17/5/2033 | €1,151,000 | 975 | 0.56 |
| Total Corporate Bonds | | 10,703 | 6.18 |
| Total United States | | 10,703 | 6.18 |
| AUSTRALIA - 1.41% (1.57%) | | | |
| Corporate Bonds - 1.41% (1.57%) | | | |
| QBE Insurance Group 2.5% variable rate 13/9/2038 | £1,800,000 | 1,566 | 0.90 |
| Westfield America Manage 2.625% 30/3/2029 | £1,000,000 | 875 | 0.51 |
| Total Corporate Bonds | | 2,441 | 1.41 |
| Total Australia | | 2,441 | 1.41 |
| BELGIUM - 0.64% (0.00%) | | | |
| Corporate Bonds - 0.64% (0.00%) | | | |
| AnheuserBusch InBev 3.95% 22/3/2044 | €494,000 | 412 | 0.23 |
| KBC Group 6.151% variable rate 19/3/2034 | £700,000 | 707 | 0.41 |
| Total Corporate Bonds | | 1,119 | 0.64 |
| Total Belgium | | 1,119 | 0.64 |
| BERMUDA - 1.00% (0.90%) | | | |
| Corporate Bonds - 1.00% (0.90%) | | | |
| Hiscox 6% 22/9/2027 | £727,000 | 740 | 0.43 |
| Hiscox 6.125% variable rate 24/11/2045 | £1,000,000 | 996 | 0.57 |
| Total Corporate Bonds | | 1,736 | 1.00 |
| Total Bermuda | | 1,736 | 1.00 |
| CANADA - 0.64% (0.58%) | | | |
| Corporate Bonds - 0.64% (0.58%) | | | |
| Royal Bank of Canada 5% 24/1/2028 | £1,100,000 | 1,103 | 0.64 |
| Total Corporate Bonds | | 1,103 | 0.64 |
| Total Canada | | 1,103 | 0.64 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| CAYMAN ISLANDS - 2.10% (0.64%) | | | |
| Corporate Bonds - 2.10% (0.64%) | | | |
| Gaci First Investment 5.125% 11/6/2029 | £630,000 | 627 | 0.36 |
| Gaci First Investment 5.625% 11/6/2039 | £1,771,000 | 1,764 | 1.02 |
| Phoenix 7.75% variable rate 6/12/2053 | £1,186,000 | 1,250 | 0.72 |
| Total Corporate Bonds | | 3,641 | 2.10 |
| Total Cayman Islands | | 3,641 | 2.10 |
| CHANNEL ISLANDS - 2.30% (3.61%) | | | |
| Corporate Bonds - 2.30% (3.61%) | | | |
| Heathrow Funding 4.625% 31/10/2046 | £1,800,000 | 1,551 | 0.90 |
| Heathrow Funding 6% 5/3/2032 | £682,000 | 682 | 0.39 |
| Heathrow Funding 6.75% 3/12/2028 | £1,700,000 | 1,759 | 1.01 |
| Total Corporate Bonds | | 3,992 | 2.30 |
| Total Channel Islands | | 3,992 | 2.30 |
| DENMARK - 1.42% (1.27%) | | | |
| Corporate Bonds - 1.42% (1.27%) | | | |
| Orsted AS 4.875% 12/1/2032 | £1,000,000 | 985 | 0.57 |
| Orsted AS 5.125% 13/9/2034 | £1,500,000 | 1,480 | 0.85 |
| Total Corporate Bonds | | 2,465 | 1.42 |
| Total Denmark | | 2,465 | 1.42 |
| FRANCE - 7.52% (8.76%) | | | |
| Corporate Bonds - 7.52% (8.76%) | | | |
| Banque Fédérative du Crédit Mutuel 4.375% 11/1/2034 | €800,000 | 666 | 0.38 |
| BPCE 5.375% 22/10/2031 | £1,300,000 | 1,299 | 0.75 |
| Électricité de France 4.75% 17/6/2044 | €700,000 | 604 | 0.35 |
| Électricité de France 5.875% variable rate perpetual | £1,000,000 | 956 | 0.55 |
| Électricité de France 6% 23/1/2114 | £1,000,000 | 926 | 0.53 |
| Électricité de France 6% variable rate perpetual | £1,400,000 | 1,374 | 0.79 |
| Électricité de France 6.125% 2/6/2034 | £1,000,000 | 1,029 | 0.59 |
| Engie 5.625% 3/4/2053 | £1,100,000 | 1,072 | 0.62 |
| Kering 5% 23/11/2032 | £1,400,000 | 1,402 | 0.81 |
| La Banque Postale 5.625% variable rate 21/9/2028 | £1,500,000 | 1,503 | 0.87 |
| Orange 5.375% 22/11/2050 | £1,000,000 | 1,004 | 0.58 |
| Société Générale 5.75% variable rate 22/1/2032 | £1,200,000 | 1,206 | 0.70 |
| Total Corporate Bonds | | 13,041 | 7.52 |
| Total France | | 13,041 | 7.52 |
| GERMANY - 1.10% (1.24%) | | | |
| Corporate Bonds - 1.10% (1.24%) | | | |
| Deutsche Bank 6.125% variable rate 12/12/2030 | £1,000,000 | 1,024 | 0.59 |
| Volkswagen Financial Services 3.875% 10/9/2030 | €696,000 | 585 | 0.34 |
| Vonovia 5.5% 18/1/2036 | £300,000 | 291 | 0.17 |
| Total Corporate Bonds | | 1,900 | 1.10 |
| Total Germany | | 1,900 | 1.10 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|----------------|--------------------------------|---------------------------------------|
| IRELAND - 2.02% (3.09%) | | | |
| Corporate Bonds - 0.83% (1.22%) | | | |
| Zurich Finance Ireland 5.125% variable rate 23/11/2052 | £1,500,000 | 1,447 | 0.83 |
| Total Corporate Bonds | | 1,447 | 0.83 |
| Financials - 1.19% (1.87%) | | | |
| + HSBC Sterling ESG Liquidity Fund | £2,057,987 | 2,058 | 1.19 |
| Total Financials | | 2,058 | 1.19 |
| Total Ireland | | 3,505 | 2.02 |
| ITALY - 0.00% (0.33%) | | | |
| Corporate Bonds - 0.00% (0.33%) | | | |
| JAPAN - 0.61% (0.56%) | | | |
| Corporate Bonds - 0.61% (0.56%) | | | |
| Mizuho Financial Group 5.628% 13/6/2028 | £1,037,000 | 1,060 | 0.61 |
| Total Corporate Bonds | | 1,060 | 0.61 |
| Total Japan | | 1,060 | 0.61 |
| JERSEY - 1.54% (1.68%) | | | |
| Corporate Bonds - 1.54% (1.68%) | | | |
| Gatwick Funding 5.5% 4/4/2042 | £625,000 | 609 | 0.35 |
| Heathrow Funding 5.875% 13/5/2041 | £1,000,000 | 1,022 | 0.59 |
| + HSBC Bank Fund 5.844% variable rate perpetual | £1,000,000 | 1,038 | 0.60 |
| Total Corporate Bonds | | 2,669 | 1.54 |
| Total Jersey | | 2,669 | 1.54 |
| LUXEMBOURG - 4.85% (4.40%) | | | |
| Corporate Bonds - 2.42% (2.33%) | | | |
| Aroundtown Finance 8.625% variable rate perpetual | £700,000 | 542 | 0.31 |
| Blackstone Property Partners 2.625% 20/10/2028 | £903,000 | 794 | 0.46 |
| CK Hutchison Holdings 2% 17/10/2027 | £1,000,000 | 904 | 0.52 |
| John Deere Bank 5.125% 18/10/2028 | £1,200,000 | 1,224 | 0.71 |
| Logicor Financing 2.75% 15/1/2030 | £856,000 | 724 | 0.42 |
| #~ Virgolino De Oliveira Fi 6.75% 29/1/2018 | \$243,000 | - | - |
| Total Corporate Bonds | | 4,188 | 2.42 |
| Financials - 2.43% (2.07%) | | | |
| + HSBC Global Securitised Credit Bond Fund | £433,557 | 4,213 | 2.43 |
| Total Financials | | 4,213 | 2.43 |
| Total Luxembourg | | 8,401 | 4.85 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---|-----------------|--------------------------------|---------------------------------------|
| NETHERLANDS - 2.42% (4.71%) | | | |
| Corporate Bonds - 2.42% (4.71%) | | | |
| E.ON International Finance 6.125% 6/7/2039 | £1,000,000 | 1,056 | 0.61 |
| Enel Finance 5.75% 14/9/2040 | £1,000,000 | 1,005 | 0.58 |
| ING Groep 6.25% variable rate 20/5/2033 | £1,200,000 | 1,218 | 0.70 |
| Toyota Motor Finance 4.75% 22/10/2029 | £906,000 | 909 | 0.53 |
| Total Corporate Bonds | | 4,188 | 2.42 |
| Total Netherlands | | 4,188 | 2.42 |
| NORWAY - 1.13% (1.02%) | | | |
| Corporate Bonds - 1.13% (1.02%) | | | |
| DNB Bank ASA 4% variable rate 17/8/2027 | £2,000,000 | 1,953 | 1.13 |
| Total Corporate Bonds | | 1,953 | 1.13 |
| Total Norway | | 1,953 | 1.13 |
| SPAIN - 1.95% (2.68%) | | | |
| Corporate Bonds - 1.95% (2.68%) | | | |
| Banco Santander 5.375% 17/1/2031 | £1,100,000 | 1,118 | 0.64 |
| CaixaBank 1.5% variable rate 3/12/2026 | £2,400,000 | 2,271 | 1.31 |
| Total Corporate Bonds | | 3,389 | 1.95 |
| Total Spain | | 3,389 | 1.95 |
| SWEDEN - 0.91% (0.81%) | | | |
| Corporate Bonds - 0.91% (0.81%) | | | |
| Svenska Handelsbanken AB 4.625% variable rate 23/8/2032 | £1,268,000 | 1,226 | 0.71 |
| Vattenfall 2.5% variable rate 29/6/2083 | £400,000 | 346 | 0.20 |
| Total Corporate Bonds | | 1,572 | 0.91 |
| Total Sweden | | 1,572 | 0.91 |
| SWITZERLAND - 0.81% (4.24%) | | | |
| Corporate Bonds - 0.81% (4.24%) | | | |
| Credit Suisse Group 2.25% variable rate 9/6/2028 | £1,000,000 | 918 | 0.53 |
| UBS Group 7.75% variable rate perpetual | \$604,000 | 480 | 0.28 |
| Total Corporate Bonds | | 1,398 | 0.81 |
| Total Switzerland | | 1,398 | 0.81 |
| FORWARD FOREIGN EXCHANGE CONTRACTS - 0.02% (0.00%) | | | |
| #USD Forward Currency Contract 9/8/2024 | USD 405,000 | (7) | - |
| #GBP Forward Currency Contract 9/8/2024 | (GBP 318,489) | | |
| #GBP Forward Currency Contract 8/8/2024 | GBP 1,793,409 | 26 | 0.02 |
| #EUR Forward Currency Contract 8/8/2024 | (EUR 2,100,000) | | |
| #GBP Forward Currency Contract 8/8/2024 | GBP 588,758 | 8 | - |
| #EUR Forward Currency Contract 8/8/2024 | (EUR 690,000) | | |
| #GBP Forward Currency Contract 8/8/2024 | GBP 592,521 | 4 | - |
| #EUR Forward Currency Contract 8/8/2024 | (EUR 700,000) | | |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--|-----------------|--------------------------------|---------------------------------------|
| #GBP Forward Currency Contract 8/8/2024 | GBP 50,816 | - | - |
| #EUR Forward Currency Contract 8/8/2024 | (EUR 60,000) | - | - |
| #GBP Forward Currency Contract 8/8/2024 | GBP 21,214 | - | - |
| #EUR Forward Currency Contract 8/8/2024 | (EUR 25,000) | - | - |
| #EUR Forward Currency Contract 8/8/2024 | EUR 1,560,000 | (3) | - |
| #GBP Forward Currency Contract 8/8/2024 | (GBP 1,315,885) | (3) | - |
| #EUR Forward Currency Contract 8/8/2024 | EUR 840,000 | (2) | - |
| #GBP Forward Currency Contract 8/8/2024 | (GBP 709,031) | (2) | - |
| Total Forward Foreign Exchange Contracts | | 26 | 0.02 |
| FUTURES - 0.06% (0.24%) | | | |
| EUX Euro Bobl Future September 2024 | (24) | (22) | (0.01) |
| EUX Euro Bund Future September 2024 | 5 | 2 | - |
| EUX Euro Buxl 30Y Bond Future September 2024 | (4) | (11) | (0.01) |
| ICF ICE Long Gilt Future September 2024 | 118 | 142 | 0.08 |
| Total Futures | | 111 | 0.06 |
| CREDIT DEFAULT SWAPS - (0.19%) ((0.16%)) | | | |
| Goldman Sachs 5% 20/12/2028 | (EUR 5,000,000) | (324) | (0.19) |
| Total Credit Default Swaps | | (324) | (0.19) |
| Portfolio of investments | | 166,724 | 96.21 |
| Net other assets | | 6,559 | 3.79 |
| Net assets | | 173,283 | 100.00 |
| +Investment managed by the ACD/HSBC Group | | | |
| #unlisted | | | |
| ~Value less than £1,000 | | | |
| Figures in brackets denote the comparative percentage holdings as at 15 January 2024. | | | |
| Unless otherwise stated, all investments are listed securities. | | | |
| The counterparty for futures is HSBC Bank. | | | |
| The counterparties for the forward foreign exchange contracts are Credit Agricole London, NatWest and UBS. | | | |
| The counterparty for the credit default swap is Goldman Sachs. | | | |
| The Fund does not hold investments in other funds available within the OEIC. | | | |
| Total purchases for the period, including transaction charges, were £44,600,610. | | | |
| Total sales for the period, net of transaction charges, were £69,345,073. | | | |
| The bond ratings for the portfolio at 15 July 2024 were: | | | |
| | | <i>Bid value £'000</i> | <i>Total net assets %</i> |
| Bond credit ratings | | | |
| Investment grade | | 148,632 | 85.77 |
| Below Investment grade | | 7,663 | 4.42 |
| Unrated bonds | | 4,345 | 2.51 |
| Total bonds | | 160,640 | 92.70 |

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 104.90p | 103.70p | 125.70p | 132.80p |
| Return before operating charges* | 3.46p | 6.42p | (17.51p) | (2.46p) |
| Operating charges** | (0.54p) | (1.12p) | (1.19p) | (1.40p) |
| Return after operating charges* | 2.92p | 5.30p | (18.70p) | (3.86p) |
| Distributions on income shares | (2.12p) | (4.10p) | (3.30p) | (3.24p) |
| Closing net asset value per share | 105.70p | 104.90p | 103.70p | 125.70p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.00p | 0.00p |
| Performance | | | | |
| Return after charges | 2.78% | 5.11% | (14.88%) | (2.91%) |
| Other information | | | | |
| Closing net asset value | £9,925,078 | £9,687,296 | £9,916,481 | £6,656,838 |
| Closing number of shares | 9,391,250 | 9,237,552 | 9,566,738 | 5,297,797 |
| Operating charges - OCF | 1.04%**** | 1.11% | 1.09% | 1.07% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 107.20p | 108.20p | 125.70p | 133.60p |
| Lowest share price | 104.00p | 97.64p | 92.30p | 126.20p |

| Retail Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 281.50p | 267.20p | 313.90p | 323.40p |
| Return before operating charges* | 9.32p | 17.23p | (43.66p) | (6.06p) |
| Operating charges** | (1.42p) | (2.93p) | (3.04p) | (3.44p) |
| Return after operating charges* | 7.90p | 14.30p | (46.70p) | (9.50p) |
| Distributions on accumulation shares | (5.70p) | (10.77p) | (8.32p) | (7.96p) |
| Retained distributions on accumulation shares | 5.70p | 10.77p | 8.32p | 7.96p |
| Closing net asset value per share | 289.40p | 281.50p | 267.20p | 313.90p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.01p | 0.00p |
| Performance | | | | |
| Return after charges | 2.81% | 5.35% | (14.88%) | (2.94%) |
| Other information | | | | |
| Closing net asset value | £514,089 | £5,040,983 | £6,477,607 | £27,931,027 |
| Closing number of shares | 177,649 | 1,791,048 | 2,424,559 | 8,899,347 |
| Operating charges - OCF | 1.04%**** | 1.11% | 1.09% | 1.08% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 289.90p | 287.10p | 313.90p | 326.90p |
| Lowest share price | 279.00p | 254.90p | 233.90p | 311.90p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

****With effect from 28 March 2024, the annual ACD charge for this Share Class decreased to 1.00% per annum. Administrator and Electronic Service Fees have also been charged to this Share Class from this date.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Institutional Income | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 192.60p | 190.60p | 231.10p | 244.30p |
| Return before operating charges* | 6.31p | 11.79p | (32.24p) | (4.66p) |
| Operating charges** | (0.01p) | (0.07p) | (0.05p) | (0.01p) |
| Return after operating charges* | 6.30p | 11.72p | (32.29p) | (4.67p) |
| Distributions on income shares | (4.90p) | (9.72p) | (8.21p) | (8.53p) |
| Closing net asset value per share | 194.00p | 192.60p | 190.60p | 231.10p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.01p | 0.00p |
| Performance | | | | |
| Return after charges | 3.27% | 6.15% | (13.97%) | (1.91%) |
| Other information | | | | |
| Closing net asset value | £9,435,877 | £23,822,547 | £171,316,755 | £27,599,460 |
| Closing number of shares | 4,864,124 | 12,371,221 | 89,879,448 | 11,940,907 |
| Operating charges - OCF+ | 0.03% | 0.04% | 0.03% | 0.00% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 197.10p | 199.30p | 231.20p | 245.90p |
| Lowest share price | 190.90p | 179.60p | 170.20p | 232.60p |

| Institutional Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 349.90p | 328.90p | 382.30p | 389.80p |
| Return before operating charges* | 11.60p | 21.13p | (53.31p) | (7.44p) |
| Operating charges** | 0.00p | (0.13p) | (0.09p) | (0.06p) |
| Return after operating charges* | 11.60p | 21.00p | (53.40p) | (7.50p) |
| Distributions on accumulation shares | (8.97p) | (16.70p) | (13.80p) | (13.79p) |
| Retained distributions on accumulation shares | 8.97p | 16.70p | 13.80p | 13.79p |
| Closing net asset value per share | 361.50p | 349.90p | 328.90p | 382.30p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.01p | 0.01p |
| Performance | | | | |
| Return after charges | 3.32% | 6.38% | (13.97%) | (1.92%) |
| Other information | | | | |
| Closing net asset value | £39,735,210 | £38,676,078 | £30,382,948 | £25,154,870 |
| Closing number of shares | 10,991,142 | 11,054,790 | 9,236,710 | 6,579,155 |
| Operating charges - OCF+ | 0.03% | 0.04% | 0.03% | 0.02% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 362.20p | 356.70p | 382.40p | 396.30p |
| Lowest share price | 346.80p | 315.40p | 287.20p | 376.50p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+ With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 105.30p | 104.10p | 126.20p | 133.40p |
| Return before operating charges* | 3.47p | 6.45p | (17.59p) | (2.52p) |
| Operating charges** | (0.17p) | (0.41p) | (0.43p) | (0.50p) |
| Return after operating charges* | 3.30p | 6.04p | (18.02p) | (3.02p) |
| Distributions on income shares | (2.50p) | (4.84p) | (4.08p) | (4.18p) |
| Closing net asset value per share | 106.10p | 105.30p | 104.10p | 126.20p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.00p | 0.00p |
| Performance | | | | |
| Return after charges | 3.13% | 5.80% | (14.28%) | (2.26%) |
| Other information | | | | |
| Closing net asset value | £73,158,518 | £76,025,215 | £81,425,976 | £110,053,050 |
| Closing number of shares | 68,972,029 | 72,227,360 | 78,209,557 | 87,190,625 |
| Operating charges - OCF | 0.34%**** | 0.41% | 0.39% | 0.38% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 107.70p | 108.80p | 126.30p | 134.30p |
| Lowest share price | 104.40p | 98.08p | 92.88p | 127.00p |

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 302.50p | 285.60p | 333.20p | 341.00p |
| Return before operating charges* | 10.10p | 18.05p | (46.45p) | (6.52p) |
| Operating charges** | (0.50p) | (1.15p) | (1.15p) | (1.28p) |
| Return after operating charges* | 9.60p | 16.90p | (47.60p) | (7.80p) |
| Distributions on accumulation shares | (7.24p) | (13.54p) | (10.93p) | (10.81p) |
| Retained distributions on accumulation shares | 7.24p | 13.54p | 10.93p | 10.81p |
| Closing net asset value per share | 312.10p | 302.50p | 285.60p | 333.20p |
| *after direct transaction costs of:*** | 0.00p | 0.00p | 0.01p | 0.00p |
| Performance | | | | |
| Return after charges | 3.17% | 5.92% | (14.29%) | (2.29%) |
| Other information | | | | |
| Closing net asset value | £40,513,911 | £37,599,419 | £46,959,419 | £58,528,681 |
| Closing number of shares | 12,980,945 | 12,428,883 | 16,441,338 | 17,565,659 |
| Operating charges - OCF | 0.34%**** | 0.41% | 0.39% | 0.38% |
| Direct transaction costs | 0.00% | 0.00% | 0.00% | 0.00% |
| Prices | | | | |
| Highest share price | 312.70p | 308.50p | 333.30p | 345.90p |
| Lowest share price | 299.90p | 273.40p | 249.60p | 329.20p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

****With effect from 28 March 2024, the annual ACD charge for this Share Class decreased to 0.30% per annum. Administrator and Electronic Service Fees have also been charged to this Share Class from this date.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Institutional Gross Accumulation# | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | N/A | 383.50p | 391.00p |
| Return before operating charges* | N/A | N/A | (2.40p) | (7.45p) |
| Operating charges** | N/A | N/A | 0.00p | (0.05p) |
| Return after operating charges* | N/A | N/A | (2.40p) | (7.50p) |
| Distributions on accumulation shares | N/A | N/A | - | (13.84p) |
| Retained distributions on accumulation shares | N/A | N/A | - | 13.84p |
| Cancellation Price | | | (381.10p) | - |
| Closing net asset value per share | N/A | N/A | 0.00p | 383.50p |
| *after direct transaction costs of:*** | N/A | N/A | 0.00p | 0.01p |
| Performance | | | | |
| Return after charges | N/A | N/A | (0.63%) | (1.92%) |
| Other information | | | | |
| Closing net asset value | N/A | N/A | N/A | £7,978,048 |
| Closing number of shares | N/A | N/A | N/A | 2,080,270 |
| Operating charges - OCF | N/A | N/A | N/A | 0.01% |
| Direct transaction costs | N/A | N/A | N/A | 0.00% |
| Prices | | | | |
| Highest share price | N/A | N/A | 383.60p | 397.50p |
| Lowest share price | N/A | N/A | 381.10p | 377.70p |
| #The Institutional Gross Accumulation share class closed on 18 January 2022. | | | | |
| **The operating charges include all costs borne by the Fund, except for direct transaction costs. | | | | |
| ***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. | | | | |

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 1,251 | | (7,550) |
| Revenue | 4,549 | | 5,310 | |
| Expenses | (246) | | (335) | |
| Interest payable and similar charges | (2) | | (85) | |
| Net revenue before taxation | 4,301 | | 4,890 | |
| Taxation | - | | - | |
| Net revenue after taxation | | 4,301 | | 4,890 |
| Total return/(deficit) before distributions | | 5,552 | | (2,660) |
| Distributions | | (4,253) | | (4,640) |
| Change in net assets attributable to shareholders from investment activities | | 1,299 | | (7,300) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|-----------------|-----------------|-----------|-----------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 190,852 | | 346,479 |
| Amounts receivable on creation of shares | 12,011 | | 15,651 | |
| Amounts payable on cancellation of shares | (32,906) | | (171,746) | |
| | | (20,895) | | (156,095) |
| Dilution adjustment | | 52 | | 544 |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 1,299 | | (7,300) |
| Retained distribution on accumulation shares | | 1,975 | | 1,760 |
| Closing net assets attributable to shareholders | | 173,283 | | 185,388 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 167,093 | | 190,725 |
| Current assets | | | | |
| Debtors | 4,734 | | 4,784 | |
| Cash and bank balances | 3,187 | | 2,963 | |
| Total current assets | | 7,921 | | 7,747 |
| Total assets | | 175,014 | | 198,472 |
| Liabilities | | | | |
| Investment liabilities | | (369) | | (362) |
| Creditors | | | | |
| Distribution payable on income shares | (1,098) | | (1,500) | |
| Other creditors | (264) | | (5,758) | |
| Total creditors | | (1,362) | | (7,258) |
| Total liabilities | | (1,731) | | (7,620) |
| Net assets attributable to shareholders | | 173,283 | | 190,852 |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 13.9.24</i> | <i>Distribution paid 15.9.23</i> |
|--|-----------------------|---------------------|---|--|
| Group 1: Shares purchased prior to 16 April 2024 | | | | |
| Group 2: Shares purchased from 16 April 2024 to 15 July 2024 | | | | |
| Retail Income | | | | |
| Group 1 | 1.080000 | - | 1.080000 | 0.940000 |
| Group 2 | 1.060000 | 0.020000 | 1.080000 | 0.940000 |
| Retail Accumulation | | | | |
| Group 1 | 2.940000 | - | 2.940000 | 2.440000 |
| Group 2 | 2.080000 | 0.860000 | 2.940000 | 2.440000 |
| Institutional Income | | | | |
| Group 1 | 2.480000 | - | 2.480000 | 2.220000 |
| Group 2 | 1.750000 | 0.730000 | 2.480000 | 2.220000 |
| Institutional Accumulation | | | | |
| Group 1 | 4.570000 | - | 4.570000 | 3.870000 |
| Group 2 | 1.170000 | 3.400000 | 4.570000 | 3.870000 |
| Income C | | | | |
| Group 1 | 1.270000 | - | 1.270000 | 1.120000 |
| Group 2 | 0.600000 | 0.670000 | 1.270000 | 1.120000 |
| Accumulation C | | | | |
| Group 1 | 3.700000 | - | 3.700000 | 3.100000 |
| Group 2 | 2.230000 | 1.470000 | 3.700000 | 3.100000 |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 14.6.24</i> | <i>Distribution paid 15.6.23</i> |
|---|-----------------------|---------------------|--|--|
| Group 1: Shares purchased prior to 16 January 2024 | | | | |
| Group 2: Shares purchased from 16 January 2024 to 15 April 2024 | | | | |
| Retail Income | | | | |
| Group 1 | 1.040000 | - | 1.040000 | 0.940000 |
| Group 2 | 1.040000 | 0.000000 | 1.040000 | 0.940000 |
| Retail Accumulation | | | | |
| Group 1 | 2.760000 | - | 2.760000 | 2.440000 |
| Group 2 | 0.990000 | 1.770000 | 2.760000 | 2.440000 |
| Institutional Income | | | | |
| Group 1 | 2.420000 | - | 2.420000 | 2.240000 |
| Group 2 | 1.290000 | 1.130000 | 2.420000 | 2.240000 |
| Institutional Accumulation | | | | |
| Group 1 | 4.400000 | - | 4.400000 | 3.880000 |
| Group 2 | 3.620000 | 0.780000 | 4.400000 | 3.880000 |
| Income C | | | | |
| Group 1 | 1.230000 | - | 1.230000 | 1.130000 |
| Group 2 | 0.580000 | 0.650000 | 1.230000 | 1.130000 |
| Accumulation C | | | | |
| Group 1 | 3.540000 | - | 3.540000 | 3.110000 |
| Group 2 | 1.480000 | 2.060000 | 3.540000 | 3.110000 |

Global Equity Income (Closed 17 March 2023)

Investment Objective

The Fund aims to provide income together with growth in the long term, which is a period of five years or more. The Fund intends to provide a level of income consistent with the Investment Association Global Equity Income sector definition.

Investment Policy

To achieve its objective, the Fund will invest at least 80% of its value in shares (equities) of companies, including preference shares, located in any country. The Fund may invest up to 20% of its value in other assets, such as assets equivalent to shares of companies, real estate investment trusts and cash. The Fund may invest up to 10% of its value in other funds, which may be managed by the HSBC Group.

The Fund will typically invest in the shares of 50 to 80 companies.

The Fund may invest in different types of derivatives for efficient portfolio management purposes, including hedging. The Fund does not currently use derivatives to reduce the risk of movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is actively managed and is managed with reference to the MSCI All Countries World Index.

The level of risk the Fund may take is considered relative to the MSCI All Countries World Index as part of the portfolio construction process, this means the Fund returns are more likely to be closer to the returns of the MSCI All Countries World Index than if there were no limits on the level of risk the Fund may take.

The MSCI All Countries World Index is also considered as part of our investment risk monitoring process, to check that overall level of risk taken by the fund manager is not inconsistent with the global equities market.

To be consistent with the definition of the Investment Association Global Equity Income sector the Fund intends to provide income above 100% of the income level of the MSCI All Countries World Index over three-year periods and above 90% over one-year periods. The performance of the Fund is therefore shown against the performance of the MSCI All Countries World Index.

*The full strategy can be found in the prospectus.

Portfolio Activity

The Fund closed on 17 March 2023.

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i> Holding</i> | <i> Bid value £'000</i> | <i> Total net assets %</i> |
|---------------------------------|-----------------|---------------------------------|--|
| Basic Materials - 0.00% (0.00%) | | | |
| #Severstal PJSC GDR | 62,394 | - | - |
| Total Basic Materials | | - | - |
| Portfolio of investments | | - | - |
| Net other assets | | - | - |
| Net assets | | - | - |

#unlisted

Figures in brackets denote the comparative percentage holdings as at 15 January 2024.

Unless otherwise stated, all investments are listed equities.

Total purchases for the period, including transaction charges, were £nil.

Total sales for the period, net of transaction charges, were £nil.

The Fund has been terminated on 17 March 2023.

The Fund does not hold investments in other funds available within the OEIC.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Institutional Income | 15.7.24# | 15.1.24# | 15.1.23 | 15.1.22 |
|--|-----------------|-----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | 141.00p | 148.90p | 132.00p |
| Return before operating charges* | N/A | (4.00p) | (4.29p) | 20.10p |
| Operating charges** | N/A | (0.30p) | (0.11p) | (0.06p) |
| Return after operating charges* | N/A | (4.30p) | (4.40p) | 20.04p |
| Distributions on income shares | N/A | - | (3.50p) | (3.14p) |
| Cancellation price | N/A | (136.70p) | - | - |
| Closing net asset value per share | N/A | - | 141.00p | 148.90p |
| *after direct transaction costs of:*** | N/A | 0.05p | 0.21p | 0.03p |
| Performance | | | | |
| Return after charges | N/A | (3.05%) | (2.96%) | 15.18% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | £4,070,671 | £81,269,673 |
| Closing number of shares | N/A | N/A | 2,888,008 | 54,562,625 |
| Operating charges - OCF | N/A | N/A | 0.07% | 0.04% |
| Direct transaction costs | N/A | N/A | 0.14% | 0.02% |
| Prices | | | | |
| Highest share price | N/A | 146.00p | 149.60p | 153.70p |
| Lowest share price | N/A | 136.50p | 129.90p | 127.40p |

| Institutional Accumulation | 15.7.24# | 15.1.24# | 15.1.23 | 15.1.22 |
|---|-----------------|-----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | 163.40p | 168.30p | 145.90p |
| Return before operating charges* | N/A | (4.55p) | (4.34p) | 22.47p |
| Operating charges** | N/A | (0.35p) | (0.56p) | (0.07p) |
| Return after operating charges* | N/A | (4.90p) | (4.90p) | 22.40p |
| Distributions on accumulation shares | N/A | - | (4.00p) | (3.50p) |
| Retained distributions on accumulation shares | N/A | - | 4.00p | 3.50p |
| Cancellation price | N/A | (158.50p) | - | - |
| Closing net asset value per share | N/A | - | 163.40p | 168.30p |
| *after direct transaction costs of:*** | N/A | 0.06p | 0.23p | 0.04p |
| Performance | | | | |
| Return after charges | N/A | (3.00%) | (2.91%) | 15.35% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | £81,685 | £84,129 |
| Closing number of shares | N/A | N/A | 50,000 | 50,000 |
| Operating charges - OCF | N/A | N/A | 0.36% | 0.04% |
| Direct transaction costs | N/A | N/A | 0.14% | 0.02% |
| Prices | | | | |
| Highest share price | N/A | 169.10p | 169.00p | 172.90p |
| Lowest share price | N/A | 158.30p | 148.20p | 140.80p |

#The Fund has been terminated on 17 March 2023.

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24# | 15.1.24# | 15.1.23 | 15.1.22 |
|--|-----------------|-----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | 133.50p | 142.20p | 127.10p |
| Return before operating charges* | N/A | (3.74p) | (3.84p) | 19.21p |
| Operating charges** | N/A | (0.46p) | (1.54p) | (1.12p) |
| Return after operating charges* | N/A | (4.20p) | (5.38p) | 18.09p |
| Distributions on income shares | N/A | - | (3.32p) | (2.99p) |
| Cancellation price | N/A | (129.30p) | - | - |
| Closing net asset value per share | N/A | - | 133.50p | 142.20p |
| *after direct transaction costs of:*** | N/A | 0.05p | 0.19p | 0.03p |
| Performance | | | | |
| Return after charges | N/A | (3.15%) | (3.78%) | 14.23% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | £73,407 | £78,193 |
| Closing number of shares | N/A | N/A | 55,000 | 55,000 |
| Operating charges - OCF | N/A | N/A | 1.15% | 0.84% |
| Direct transaction costs | N/A | N/A | 0.14% | 0.02% |
| Prices | | | | |
| Highest share price | N/A | 138.20p | 142.70p | 146.70p |
| Lowest share price | N/A | 129.10p | 123.20p | 122.60p |

| Accumulation C | 15.7.24# | 15.1.24# | 15.1.23 | 15.1.22 |
|---|-----------------|-----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | N/A | 155.10p | 161.00p | 140.80p |
| Return before operating charges* | N/A | (4.36p) | (4.13p) | 21.50p |
| Operating charges** | N/A | (0.54p) | (1.77p) | (1.30p) |
| Return after operating charges* | N/A | (4.90p) | (5.90p) | 20.20p |
| Distributions on accumulation shares | N/A | - | (3.79p) | (3.34p) |
| Retained distributions on accumulation shares | N/A | - | 3.79p | 3.34p |
| Cancellation price | N/A | (150.20p) | - | - |
| Closing net asset value per share | N/A | - | 155.10p | 161.00p |
| *after direct transaction costs of:*** | N/A | 0.06p | 0.22p | 0.03p |
| Performance | | | | |
| Return after charges | N/A | (3.16%) | (3.66%) | 14.35% |
| Other information | | | | |
| Closing net asset value | N/A | N/A | £77,539 | £80,511 |
| Closing number of shares | N/A | N/A | 50,000 | 50,000 |
| Operating charges - OCF | N/A | N/A | 1.15% | 0.84% |
| Direct transaction costs | N/A | N/A | 0.14% | 0.02% |
| Prices | | | | |
| Highest share price | N/A | 160.40p | 161.60p | 165.50p |
| Lowest share price | N/A | 150.00p | 141.30p | 135.80p |

#The Fund has been terminated on 17 March 2023.

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24# | | 15.7.23# | |
|--|----------|-------|----------|-------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital losses | | - | | (127) |
| Revenue | - | | 5 | |
| Expenses | - | | (8) | |
| Net expense before taxation | - | | (3) | |
| Taxation | - | | 4 | |
| Net revenue after taxation | | - | | 1 |
| Total deficit before distributions | | - | | (126) |
| Distributions | | - | | (1) |
| Change in net assets attributable to shareholders from investment activities | | - | | (127) |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24# | | 15.7.23# | |
|--|----------|-------|----------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | - | | 4,303 |
| Amounts payable on cancellation of shares | - | | (4,176) | |
| | | - | | (4,176) |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | - | | (127) |
| Closing net assets attributable to shareholders | | - | | - |
| #The Fund has been terminated on 17 March 2023. | | | | |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24# | | 15.1.24# | |
|---|----------|-------|----------|-------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | - | | - |
| Current assets | | | | |
| Cash and bank balances | 4 | | 10 | |
| Total current assets | | 4 | | 10 |
| Total assets | | 4 | | 10 |
| Liabilities | | | | |
| Creditors | | | | |
| Other creditors | (4) | | (10) | |
| Total creditors | | (4) | | (10) |
| Total liabilities | | (4) | | (10) |
| Net assets attributable to shareholders | | - | | - |
| #The Fund has been terminated on 17 March 2023. | | | | |

Distribution Tables (pence per share)

for the six months ended 15 July 2024 (unaudited)

| Group 1: Shares purchased prior to 16 April 2024 Group 2: Shares purchased from 16 April 2024 to 15 July 2024 | | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution payable 13.9.24#</i> | <i>Distribution paid 15.9.23#</i> |
|--|--|-----------------------|---------------------|--|---|
| Institutional Income | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Institutional Accumulation | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Income C | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Accumulation C | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |

| Group 1: Shares purchased prior to 16 January 2024 Group 2: Shares purchased from 16 January 2024 to 15 April 2024 | | <i>Net income</i> | <i>Equalisation</i> | <i>Distribution paid 14.6.24#</i> | <i>Distribution paid 15.6.23#</i> |
|---|--|-----------------------|---------------------|---|---|
| Institutional Income | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Institutional Accumulation | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Income C | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |
| Accumulation C | | | | | |
| Group 1 | | 0.000000 | - | 0.000000 | 0.000000 |
| Group 2 | | 0.000000 | 0.000000 | 0.000000 | 0.000000 |

#The Fund has been terminated on 17 March 2023.

Europe Ex-UK Equity Fund

Investment Objective

The Fund aims to provide growth over the long term, which is a period of five years or more.

Investment Policy

To achieve its objective, the Fund will invest at least 80% of its value in the shares (equities) of European companies, including preference shares. European companies are deemed to be those that are domiciled or incorporated in Europe excluding the UK, or earn at least 80% of their revenue from Europe.

The Fund may invest up to 20% of its value in other assets, such as shares of non-European companies and cash. This means that up to 20% of the value of the Fund may be invested in the shares of companies that are not European companies (as de-fined above), which therefore may include UK companies. The Fund may invest up to 10% of its value in other funds, which may be managed or operated by the HSBC Group. Typically the Fund will invest in the shares of 40 to 60 companies.

The Fund may invest in different types of derivatives for efficient portfolio management, including hedging. The Fund does not currently use derivatives to reduce the risk of movements in the rate of exchange between sterling and other currencies in which the Fund's assets may be held. The use of derivatives will be consistent with the risk profile of the Fund.

Investment Strategy*

The Fund is managed with reference to the MSCI Europe Ex-UK Index (Net).

The fund manager is not limited to investing in shares of companies that are part of MSCI Europe Ex-UK Index (Net).

The MSCI Europe Ex-UK Index (Net) is considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the European equities market (excluding the UK equity market).

To enable investors to assess the performance of the Fund it is shown against the performance of the MSCI Europe Ex-UK Index (Net).

* The full strategy can be found in the prospectus.

Portfolio Activity

Over the period, HSBC Europe ex-UK outperformed the MSCI Europe ex-UK.

The sector allocation was positive.

Indeed, the Fund, which has a growth bias, was overexposed on semiconductors and software. The Fund also benefited from underweights on utilities and energy.

These positive contributions were partially offset by the Fund's underweight banks and overweight commercial & professional services.

Stock selection had a negative impact on the Fund's relative performance.

ASML outperformed as the artificial intelligence market takes off, driving demand for semiconductors. ASML makes lithography systems, the machines that imprint chip designs onto silicon wafers to be cut up into semiconductor chips. It also provides software and services to chip companies like Intel and Nvidia.

SAP outperformed. SAP's shift to a subscription model from on-premise licenses is advancing steadily, potentially leading to 10%-plus revenue growth in 2025. Unless the company engages in a large acquisition, which we think is unlikely, margins could gradually improve over the next few years, driven by greater scale in its cloud products and a recently announced restructuring. SAP could be a key beneficiary of generative-AI investment by corporations as it sits on a trove of enterprise transactional data, though revenue contribution might take a few years to materialize.

Schneider Electric outperformed. Datacentre power consumption may grow at a 15% CAGR through 2030, with some product lines like medium voltage growing at up 2x this rate as the power intensity increases in AI applications. Schneider generated ~21% of 2023 orders in datacentre and distributed IT markets, making it one of the most exposed stocks in the sector to this theme.

Major purchases during the period included Saint Gobain and ASM International. Major sales during the period included Nestle.

The macroeconomic environment and the disinflation cycle that is structuring monetary policies will continue to determine which way markets will go. As a result, the next inflation and employment statistics in the United States will be monitored closely in order to confirm the soft-landing scenario and the gradual return of inflation towards the 2% target.

The end of the monetary tightening policy - introduced in the US two years ago to fight against soaring prices - is now in sight.

Over the past few weeks, investors rotated out of large tech stocks into smaller caps, particularly in the US. The next corporate earnings publications will be under scrutiny, notably to determine whether investments in artificial intelligence will deliver short-term results.

Finally, in the Middle East, the risk of a regional spillover has re-emerged, and the situation seems more uncertain than ever.

Investment Performance

During the period under review, the value of the shares in the Fund increased by 9.34% while the value of the MSCI Europe ex-UK NR increased by 9.02%.

(Source: Morningstar Direct, GBP, UK net of tax, for the Accumulation C share class. Returns based on the NAV, which is a single price.)

Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.

Fund Particulars

as at 16 July 2024 (unaudited)

| | Retail Accumulation | Institutional A Accumulation | Income C | Accumulation C |
|-----------------------------|---------------------|------------------------------|-----------|----------------|
| Price | 994.3p | 967.6p | 814.1p xd | 1,082p |
| Current net estimated yield | 0.20% | 0.89% | 0.84% | 0.83% |
| Annual ACD charge | 1.50% | 0.75% | 0.80% | 0.80% |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|--------------------------------------|----------------|--------------------------------|---------------------------------------|
| DENMARK - 7.52% (6.17%) | | | |
| Novo Nordisk | 55,489 | 6,079 | 6.22 |
| Novonosis | 26,374 | 1,273 | 1.30 |
| Total Denmark | | 7,352 | 7.52 |
| FINLAND - 0.00% (2.31%) | | | |
| FRANCE - 29.22% (30.14%) | | | |
| Air Liquide | 27,789 | 3,812 | 3.90 |
| Amundi | 16,764 | 940 | 0.96 |
| Capgemini | 15,983 | 2,566 | 2.62 |
| Dassault Systèmes | 79,489 | 2,309 | 2.36 |
| Hermes International | 2,080 | 3,697 | 3.78 |
| L'Oreal | 9,009 | 3,077 | 3.15 |
| Legrand Promesses | 21,539 | 1,730 | 1.77 |
| LVMH | 7,057 | 4,186 | 4.28 |
| Saint Gobain Nederland | 16,431 | 1,085 | 1.11 |
| Schneider Electric | 22,481 | 4,382 | 4.48 |
| Teleperformance | 8,342 | 787 | 0.81 |
| Total France | | 28,571 | 29.22 |
| GERMANY - 15.36% (16.04%) | | | |
| Allianz (registered) | 12,267 | 2,740 | 2.80 |
| Carl Zeiss Meditec | 10,841 | 590 | 0.60 |
| Deutsche Boerse | 11,460 | 1,840 | 1.88 |
| Infineon Technologies | 77,669 | 2,334 | 2.39 |
| SAP | 34,375 | 5,426 | 5.55 |
| Siemens | 13,717 | 2,089 | 2.14 |
| Total Germany | | 15,019 | 15.36 |
| IRELAND - 2.65% (2.56%) | | | |
| Kerry Group 'A' | 13,320 | 875 | 0.89 |
| Kingspan Group | 23,770 | 1,716 | 1.76 |
| Total Ireland | | 2,591 | 2.65 |
| ITALY - 2.00% (2.07%) | | | |
| Amplifon | 30,518 | 787 | 0.81 |
| FinecoBank Banca Fineco | 92,253 | 1,166 | 1.19 |
| Total Italy | | 1,953 | 2.00 |
| NETHERLANDS - 19.46% (15.18%) | | | |
| Adyen | 2,093 | 2,005 | 2.05 |
| ASM International | 2,528 | 1,573 | 1.61 |
| ASML Holdings | 9,979 | 8,300 | 8.49 |
| Heineken | 22,065 | 1,647 | 1.68 |
| STMicroelectronics | 54,811 | 1,795 | 1.84 |
| Wolters Kluwer certificates | 28,782 | 3,709 | 3.79 |
| Total Netherlands | | 19,029 | 19.46 |

Portfolio Statement

as at 15 July 2024 (unaudited)

| <i>Security</i> | <i>Holding</i> | <i>Bid value £'000</i> | <i>Total net assets %</i> |
|---------------------------------------|----------------|--------------------------------|---------------------------------------|
| SPAIN - 3.54% (3.67%) | | | |
| Amadeus IT | 17,860 | 944 | 0.96 |
| Industria de Diseño Textil | 64,575 | 2,520 | 2.58 |
| Total Spain | | 3,464 | 3.54 |
| SWEDEN - 1.39% (1.45%) | | | |
| Securitas 'B' | 176,597 | 1,362 | 1.39 |
| Total Sweden | | 1,362 | 1.39 |
| SWITZERLAND - 12.61% (13.57%) | | | |
| Lonza Group | 3,733 | 1,657 | 1.70 |
| Nestlé | 51,887 | 4,158 | 4.25 |
| Novartis (registered) | 28,201 | 2,405 | 2.46 |
| Roche Holdings | 9,807 | 2,182 | 2.23 |
| Sonova | 8,156 | 1,923 | 1.97 |
| Total Switzerland | | 12,325 | 12.61 |
| UNITED KINGDOM - 2.39% (2.26%) | | | |
| RELX | 65,828 | 2,337 | 2.39 |
| Total United Kingdom | | 2,337 | 2.39 |
| FUTURES - 0.05% ((0.09%)) | | | |
| EUX Euro Stoxx 50 September 2024 | 71 | 51 | 0.05 |
| Total Futures | | 51 | 0.05 |
| Portfolio of investments | | 94,054 | 96.19 |
| Net other assets | | 3,726 | 3.81 |
| Net assets | | 97,780 | 100.00 |

Figures in bracket denote the comparative percentage holding as at 15 January 2024.

Unless otherwise stated, all investments are listed securities.

The counterparty for futures is HSBC Bank.

The Fund does not hold investments in other funds available within the OEIC.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Retail Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 926.70p | 900.00p | 927.50p | 974.00p |
| Return before operating charges* | 80.13p | 40.71p | (14.33p) | (41.33p) |
| Operating charges** | (7.63p) | (14.01p) | (13.17p) | (5.17p) |
| Return after operating charges* | 72.50p | 26.70p | (27.50p) | (46.50p) |
| Distributions on accumulation shares | (0.00p) | (1.97p) | (2.36p) | (0.00p) |
| Retained distributions on accumulation shares | 0.00p | 1.97p | 2.36p | 0.00p |
| Closing net asset value per share | 999.20p | 926.70p | 900.00p | 927.50p |
| *after direct transaction costs of:*** | 0.06p | 0.22p | 0.21p | 0.11p |
| Performance | | | | |
| Return after charges | 7.82% | 2.97% | (2.96%) | (4.77%) |
| Other information | | | | |
| Closing net asset value | £3,106,907 | £3,050,953 | £3,256,552 | £18,978,701 |
| Closing number of shares | 310,945 | 329,237 | 361,852 | 2,046,307 |
| Operating charges - OCF+ | 1.55% | 1.55% | 1.54% | 1.56% |
| Direct transaction costs | 0.01% | 0.02% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 1,029.00p | 956.80p | 934.60p | 1,003.00p |
| Lowest share price | 915.80p | 819.50p | 760.10p | 897.00p |

| Institutional A Accumulation | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 898.40p | 866.00p | 885.10p | 927.10p |
| Return before operating charges* | 77.72p | 39.34p | (12.64p) | (39.42p) |
| Operating charges** | (3.82p) | (6.94p) | (6.46p) | (2.58p) |
| Return after operating charges* | 73.90p | 32.40p | (19.10p) | (42.00p) |
| Distributions on accumulation shares | (0.00p) | (8.63p) | (8.94p) | (0.00p) |
| Retained distributions on accumulation shares | 0.00p | 8.63p | 8.94p | 0.00p |
| Closing net asset value per share | 972.30p | 898.40p | 866.00p | 885.10p |
| *after direct transaction costs of:*** | 0.06p | 0.21p | 0.20p | 0.10p |
| Performance | | | | |
| Return after charges | 8.23% | 3.74% | (2.16%) | (4.53%) |
| Other information | | | | |
| Closing net asset value | £4,148,818 | £3,712,610 | £899,148 | £853,661 |
| Closing number of shares | 426,707 | 413,248 | 103,827 | 96,445 |
| Operating charges - OCF+ | 0.80% | 0.80% | 0.81% | 0.81% |
| Direct transaction costs | 0.01% | 0.02% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 1,000.00p | 922.50p | 891.90p | 956.00p |
| Lowest share price | 887.80p | 793.10p | 730.00p | 854.00p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+ With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Comparative Tables

for the six months ended 15 July 2024 (unaudited)

| Income C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|--|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 756.00p | 735.80p | 759.90p | 796.10p |
| Return before operating charges* | 65.51p | 33.32p | (10.88p) | (33.85p) |
| Operating charges** | (3.41p) | (6.31p) | (5.89p) | (2.35p) |
| Return after operating charges* | 62.10p | 27.01p | (16.77p) | (36.20p) |
| Distributions on income shares | 0.00p | (6.81p) | (7.33p) | 0.00p |
| Closing net asset value per share | 818.10p | 756.00p | 735.80p | 759.90p |
| *after direct transaction costs of:*** | 0.05p | 0.18p | 0.17p | 0.09p |
| Performance | | | | |
| Return after charges | 8.21% | 3.67% | (2.21%) | (4.55%) |
| Other information | | | | |
| Closing net asset value | £48,679,196 | £47,474,245 | £49,723,115 | £55,884,095 |
| Closing number of shares | 5,950,519 | 6,279,445 | 6,757,685 | 7,353,924 |
| Operating charges - OCF+ | 0.85% | 0.85% | 0.86% | 0.86% |
| Direct transaction costs | 0.01% | 0.02% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 841.60p | 783.70p | 765.80p | 821.00p |
| Lowest share price | 747.60p | 673.60p | 626.50p | 733.00p |

| Accumulation C | 15.7.24 | 15.1.24 | 15.1.23 | 15.1.22 |
|---|----------------|----------------|----------------|----------------|
| Change in net assets per share | | | | |
| Opening net asset value per share | 1,005.00p | 969.40p | 991.30p | 1,039.00p |
| Return before operating charges* | 86.54p | 43.92p | (14.22p) | (44.64p) |
| Operating charges** | (4.54p) | (8.32p) | (7.68p) | (3.06p) |
| Return after operating charges* | 82.00p | 35.60p | (21.90p) | (47.70p) |
| Distributions on accumulation shares | (0.00p) | (8.95p) | (9.56p) | (0.00p) |
| Retained distributions on accumulation shares | 0.00p | 8.95p | 9.56p | 0.00p |
| Closing net asset value per share | 1,087.00p | 1,005.00p | 969.40p | 991.30p |
| *after direct transaction costs of:*** | 0.06p | 0.24p | 0.22p | 0.11p |
| Performance | | | | |
| Return after charges | 8.16% | 3.67% | (2.21%) | (4.59%) |
| Other information | | | | |
| Closing net asset value | £41,845,025 | £40,530,283 | £44,747,480 | £49,181,701 |
| Closing number of shares | 3,847,885 | 4,032,569 | 4,615,780 | 4,961,095 |
| Operating charges - OCF+ | 0.85% | 0.85% | 0.86% | 0.86% |
| Direct transaction costs | 0.01% | 0.02% | 0.02% | 0.01% |
| Prices | | | | |
| Highest share price | 1,119.00p | 1,033.00p | 999.00p | 1,071.00p |
| Lowest share price | 993.30p | 887.50p | 817.30p | 957.00p |

**The operating charges include all costs borne by the Fund, except for direct transaction costs.

***The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

+ With effect from 28 March 2024, Administrator and Electronic Service Fees have been charged to this Share Class.

Statement of Total Return

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|--------------|--------------|---------|-------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains | | 6,889 | | 2,488 |
| Revenue | 1,425 | | 1,410 | |
| Expenses | (431) | | (426) | |
| Interest payable and similar charges | (3) | | - | |
| Net revenue before taxation | 991 | | 984 | |
| Taxation | (186) | | (188) | |
| Net revenue after taxation | | 805 | | 796 |
| Total return before distributions | | 7,694 | | 3,284 |
| Distributions | | (12) | | (9) |
| Change in net assets attributable to shareholders from investment activities | | 7,682 | | 3,275 |

Statement of Change in Net Assets Attributable to Shareholders

for the six months ended 15 July 2024 (unaudited)

| | 15.7.24 | | 15.7.23 | |
|--|----------------|----------------|---------|---------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 94,768 | | 98,626 |
| Amounts receivable on creation of shares | 780 | | 1,095 | |
| Amounts payable on cancellation of shares | (5,450) | | (4,237) | |
| | | (4,670) | | (3,142) |
| Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above) | | 7,682 | | 3,275 |
| Closing net assets attributable to shareholders | | 97,780 | | 98,759 |

Balance Sheet

as at 15 July 2024 (unaudited)

| | 15.7.24 | | 15.1.24 | |
|---|--------------|---------------|---------|--------|
| | £'000 | £'000 | £'000 | £'000 |
| Assets | | | | |
| Investments | | 94,054 | | 90,425 |
| Current assets | | | | |
| Debtors | 2,004 | | 2,095 | |
| Cash and bank balances | 2,051 | | 2,953 | |
| Total current assets | | 4,055 | | 5,048 |
| Total assets | | 98,109 | | 95,473 |
| Liabilities | | | | |
| Investment liabilities | | - | | (84) |
| Creditors | | | | |
| Distribution payable on income shares | - | | (428) | |
| Other creditors | (329) | | (193) | |
| Total creditors | | (329) | | (621) |
| Total liabilities | | (329) | | (705) |
| Net assets attributable to shareholders | | 97,780 | | 94,768 |

Securities Financing Transactions (SFTs) (unaudited)

Balanced

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in the Statement of Total Return.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 0.62% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £2,007,709 | 0.60% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

All collateral issuers (across all SFT)

| Issuer | <i>Holding</i> | <i>Collateral Fair value £'000</i> |
|--------------------------------------|----------------|--|
| UK Treasury 0.125% 22/3/2024 | 258,942 | 327 |
| Government of Japan 2% 20/12/2024 | 66,300,000 | 327 |
| Government of Japan 2.2% 20/6/2026 | 64,500,000 | 326 |
| Government of Japan 0.7% 20/12/2048 | 90,200,000 | 326 |
| Government of Japan 0.4% 20/6/2041 | 82,300,000 | 326 |
| Government of Japan 2.5% 20/9/2035 | 33,050,000 | 185 |
| Government of Canada 4% 1/5/2026 | 291,000 | 166 |
| Government of Japan 0.005% 20/6/2027 | 33,350,000 | 161 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions Fair value £'000</i> |
|-----------------------------|--|
| Goldman Sachs International | 2,008 |
| | 2,008 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|------------------|-----------------------------------|
| Bonds | Investment grade | 2,144 |
| | | 2,144 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 2,144 |
| | 2,144 |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 327 |
| Canadian dollar | 166 |
| Japanese yen | 1,651 |
| | 2,144 |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 2,008 |
| | 2,008 |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 2,008 |

Return and cost

| | <i>£'000</i> | <i>% of overall returns</i> |
|------------------------|--------------|-----------------------------|
| Fund gross return | 5 | |
| Payment to ACD | - | 10.00% |
| Agents fee | (1) | 15.00% |
| Fund net return | 4 | 75.00% |

UK Growth & Income

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in note 3.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 4.18% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £10,569,525 | 4.15% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

All collateral issuers (across all SFT)

| Issuer | <i>Holding</i> | <i>Collateral Fair value £'000</i> |
|-------------------------------------|----------------|--|
| UK Treasury 0.625% 22/3/2040 | 1,032,825 | 1,725 |
| UK Treasury 0.125% 22/3/2044 | 1,366,500 | 1,725 |
| Government of Japan 0.4% 20/3/2039 | 413,150,000 | 1,724 |
| Government of Japan 0.6% 20/9/2050 | 505,550,000 | 1,724 |
| Government of Japan 2.5% 20/9/2037 | 309,100,000 | 1,724 |
| Government of Japan 1.6% 20/12/2052 | 400,150,000 | 1,724 |
| Government of Japan 2.2% 20/3/2049 | 192,200,000 | 970 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions Fair value £'000</i> |
|---------------|--|
| Goldman Sachs | 10,570 |
| | 10,570 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|------------------|-----------------------------------|
| Bonds | Investment grade | 11,315 |
| | | 11,315 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 11,315 |
| 11,315 | |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 3,449 |
| Japanese yen | 7,866 |
| 11,315 | |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 10,570 |
| 10,570 | |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 10,570 |

Return and cost

| | £'000 | <i>% of overall</i> <i>returns</i> |
|------------------------|--------------|---------------------------------------|
| Fund gross return | 5 | |
| Payment to ACD | - | 10.00% |
| Agents fee | (1) | 15.00% |
| Fund net return | 4 | 75.00% |

Income

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in the Statement of Total Return.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 0.72% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £788,500 | 0.71% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

All collateral issuers (across all SFT)

| Issuer | <i>Holding</i> | <i>Collateral Fair value £'000</i> |
|-------------------------------------|----------------|--|
| Government of Denmark 0% 15/11/2031 | 1,314,304 | 125 |
| Government of Japan 2.5% 20/9/2037 | 22,300,000 | 124 |
| Government of Japan 0.3% 20/9/2039 | 30,600,000 | 124 |
| Government of Japan 2.2% 20/3/2064 | 26,500,000 | 124 |
| Government of Japan 2% 20/12/2024 | 25,200,000 | 124 |
| Government of Japan 1% 20/3/2062 | 37,900,000 | 124 |
| UK Treasury 0.125% 22/3/2068 | 73,293 | 72 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions Fair value £'000</i> |
|-----------------------------|--|
| Goldman Sachs International | 789 |
| | 789 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|------------------|-----------------------------------|
| Bonds | Investment grade | 817 |
| | | 817 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 817 |
| 817 | |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 72 |
| Danish krone | 125 |
| Japanese yen | 620 |
| 817 | |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 789 |
| 789 | |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 789 |

Return and cost

| | £'000 | <i>% of overall returns</i> |
|------------------------|--------------|-----------------------------|
| Fund gross return | 2 | |
| Payment to ACD | - | 10.00% |
| Agents fee | - | 15.00% |
| Fund net return | 2 | 75.00% |

Monthly Income

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in the Statement of Total Return.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 0.90% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £653,987 | 0.83% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

All collateral issuers (across all SFT)

| Issuer | <i> Holding</i> | <i>Collateral</i> |
|-------------------|-----------------|----------------------------|
| | | <i>Fair value</i> £'000 |
| Accor | 3,189 | 106 |
| CME Group | 711 | 106 |
| Nvidia | 1,064 | 106 |
| Ulta Beauty | 333 | 106 |
| Dexcom | 1,205 | 106 |
| Reckitt Benckiser | 2,377 | 103 |
| RELX | 1,959 | 70 |
| Verisk Analytics | 14 | 3 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions</i> |
|---------------------|---|
| | <i>Fair value</i> £'000 |
| HSBC Bank | 654 |
| | 654 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|-----------------|-----------------------------------|
| Equities | N/A | 706 |
| | | 706 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 706 |
| | 706 |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 174 |
| Euro | 106 |
| US dollar | 426 |
| | 706 |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 654 |
| | 654 |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 654 |

Return and cost

| | £'000 | <i>% of overall returns</i> |
|------------------------|--------------|-----------------------------|
| Fund gross return | 1 | |
| Payment to ACD | - | 10.00% |
| Agents fee | - | 15.00% |
| Fund net return | 1 | 75.00% |

Corporate Bond

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in the Statement of Total Return.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 4.80% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £8,006,299 | 4.62% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

Top ten collateral issuers (across all SFT)

| Issuer | <i>Holding</i> | <i>Collateral Fair value £'000</i> |
|-------------------------------------|----------------|--|
| US Treasury 4.375% 15/12/2026 | 1,564,000 | 1,210 |
| UK Treasury 0.125% 22/3/2068 | 1,240,344 | 1,209 |
| Government of Japan 2% 20/3/2025 | 243,000,000 | 1,209 |
| Government of Japan 0.7% 20/9/2051 | 350,550,000 | 1,209 |
| Government of Japan 2.1% 20/9/2028 | 230,800,000 | 1,209 |
| Government of Japan 2% 20/12/2030 | 228,250,000 | 1,209 |
| Government of Japan 0.005% 1/7/2025 | 139,850,000 | 681 |
| Government of Belgium 0% 22/10/2031 | 98,360 | 67 |
| Government of Canada 4% 1/3/2029 | 115,000 | 66 |
| US Treasury 1.375% 31/10/2028 | 95,500 | 66 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions Fair value £'000</i> |
|-----------------------------------|--|
| Goldman Sachs International | 7,318 |
| JPMorgan Securities | 392 |
| Morgan Stanley & Co International | 296 |
| | 8,006 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|------------------|-----------------------------------|
| Bonds | Investment grade | 8,679 |
| | | 8,679 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 8,679 |
| 8,679 | |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 1,357 |
| Canadian dollar | 84 |
| Euro | 221 |
| Japanese yen | 5,722 |
| US dollar | 1,295 |
| 8,679 | |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 8,006 |
| 8,006 | |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 8,006 |

Return and cost

| | £'000 | <i>% of overall</i> <i>returns</i> |
|------------------------|--------------|---------------------------------------|
| Fund gross return | 8 | |
| Payment to ACD | (1) | 10.00% |
| Agents fees | (1) | 15.00% |
| Fund net return | 6 | 75.00% |

Europe Ex-UK Equity Fund

The Fund carried out stock lending activities for the purpose of efficient portfolio management and in order to generate income. Revenue earned from these activities is shown in the Statement of Total Return.

Global Data

Amount of securities and commodities on loan

| | <i>% of total lendable assets*</i> |
|------------|--|
| Securities | 2.02% |

Amount of assets engaged in each type of SFT

| Amount of assets | <i>% of AUM</i> |
|------------------|-----------------|
| £1,902,759 | 1.95% |

*Total lendable assets excludes cash and cash equivalents. It also excludes other monetary amounts such as net debtors and creditors which are not deemed 'lendable assets'.

Concentration Data

All collateral issuers (across all SFT)

| Issuer | <i>Holding</i> | <i>Collateral Fair value £'000</i> |
|------------------|----------------|--|
| Nvidia | 3,071 | 306 |
| DS Smith | 72,623 | 306 |
| Taylor Wimpey | 194,586 | 306 |
| BP | 67,383 | 305 |
| Zurich Insurance | 736 | 305 |
| Toronto Dominion | 6,989 | 305 |
| Weir | 10,183 | 204 |

All counterparties

| Counterparty | <i>Gross volume of outstanding transactions Fair value £'000</i> |
|---------------------|--|
| Bank of Nova Scotia | 1,903 |
| | 1,903 |

Aggregate Data**Type and quality of collateral**

| Type | Quality* | <i>Fair Value</i> £'000 |
|-------------|-----------------|-----------------------------------|
| Equities | N/A | 2,037 |
| | | 2,037 |

*Quality of collateral has been interpreted as pertaining to bond instruments, which have been assessed and reported in accordance with whether they are considered investment grade, below investment grade or not-rated.

Maturity tenor of collateral

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 2,037 |
| | 2,037 |

Currency of collateral

| Currency | <i>Fair Value</i> £'000 |
|-----------------|-----------------------------------|
| Sterling | 1,121 |
| Canadian dollar | 305 |
| Swiss franc | 305 |
| US dollar | 306 |
| | 2,037 |

Maturity tenor of SFTs

| Maturity | <i>Fair Value</i> £'000 |
|------------------|-----------------------------------|
| Rolling Maturity | 1,903 |
| | 1,903 |

Country in which counterparties are established

| Counterparty | <i>Fair Value</i> £'000 |
|---------------------------------|-----------------------------------|
| All counterparties are UK based | 1,903 |

Return and cost

| | £'000 | <i>% of overall</i> returns |
|------------------------|--------------|---------------------------------------|
| Fund gross return | 1 | |
| Payment to ACD | - | 10.00% |
| Agents fee | - | 15.00% |
| Fund net return | 1 | 75.00% |

General Information

How to Buy, Sell or Switch Your Investment

- Call our Dealers on 0800 358 3011*
 - or
 - Write to our Administration Office at: HSBC Asset Management (Fund Services UK) Ltd, Sunderland, SR43 4BF.
-

Switching your Investment

- Some discounts are available for switching between our OEIC Funds.
- Switching from one OEIC Fund to another may create a capital gains tax liability.

No subscription can be received on the basis of financial reports. Subscriptions are only valid if made on the basis of the current KIID (in conjunction with the Supplementary Information Document (SID)) and Prospectus accompanied by the latest Annual Report and the most recent Interim Report, if published thereafter. Further details of our switching discounts may be obtained by:

- Telephoning our Customer Services, on 0800 358 3011*
-

When we will Buy or Sell your Investment

Share prices are calculated at 12 noon each business day. The price at which shares are bought or sold depends on when we receive your instructions.

- Before 12 noon. That day's share prices will be used.
- After 12 noon. The following business day's prices will be used.

We will send you a contract note within 24 hours of the transaction. This confirms the transaction was made.

Cancellation Rights

- In certain circumstances we will send you a cancellation notice. If so, this will be sent within 7 days of making your investment.
 - Return this notice to us within 30 days if you do not wish to proceed with your investment.
 - It is possible to receive back less than your original investment, if the value of your shares has fallen.
-

Publication of Prices

The prices of shares are updated daily on the following website: www.assetmanagement.hsbc.com/uk

Alternatively you can call our Investments Helpline on 0800 358 3011*.

Prospectus

The Prospectus provides further details on our OEICs, including information on fund charges, minimum investment amounts and taxation. For a copy of the latest Prospectus (available free of charge):

- Telephone our Customer Services on 0800 358 3011*
 - Write to our Administration Office
-

Income

Income is distributed or accumulated in the following way:-

- You will receive income payments net of tax.
- If you hold accumulation shares, income will be retained within the Fund. No additional shares will be bought. The price of shares will reflect the net income received.

We must disclose details of such distributions to HM Revenue and Customs (HMRC). The distribution also needs to be disclosed on your tax return.

Assessment of Value

The Authorised Fund Manager is required to perform a detailed assessment on whether funds are 'providing value to investors'.

The resulting findings are published in a consolidated report on the HSBC Asset Management website.

The Task Force on Climate-related Financial Disclosures (TCFD)

The ACD publishes a TCFD report for each fund of the Company. The report provides information about the climate impact and risks of the assets held by each fund. The content of the report is based on the guidance of the TCFD. The reports for the funds are available on the HSBC Asset Management website, www.assetmanagement.hsbc.co.uk/en/individual-investor/funds (Documents tab within each fund), or by contacting us.

Ongoing charges figure

Where the Ongoing Charges Figure (OCF) for a sub-fund includes underlying fund charges, this includes the charges for underlying open-ended investment company funds. Underlying fund charges for closed-ended investment company funds are excluded from May 2024 as stated in the comparative tables for relevant funds.

*To help us continually improve our service, and in the interests of security, we may monitor and/or record your communications with us.

Lines are open Monday to Friday from 9am to 5pm (excluding public holidays).

Important Notes

The Interim Report covers the period 16 January 2024 to 15 July 2024.

Investments in stocks and shares can go down as well as up and investors may not get back the amount they originally invested. This can affect the price of shares within open-ended investment companies and the income from them.

Past performance should not be seen as an indication of future returns.

Your holding in an open-ended investment company must be regarded as a medium to long-term investment; this means for at least five years.

Where overseas securities are held the prices and income may also be affected by changes in currency exchange rates. It is possible that the value of an investment may fall below its original level.

Investments in emerging markets are by their nature higher risk and potentially more volatile than those inherent in some established markets. These risks include the possibility of failed or delayed settlement, registration and custody of securities and the level of investor protection offered.

Where a Fund holds gilts or other fixed interest securities, the value of the underlying assets is strongly affected by interest rate fluctuations and by changes in the credit ratings of the underlying issuer of the assets. There is a risk that both the relative yield and the capital value of these may be reduced if interest rates go up.

Please note any reference to "Fund" or "Funds" means a sub fund of the Company.

This report is issued in the UK by HSBC Asset Management (Fund Services UK) Limited, authorised and regulated by the Financial Conduct Authority.

The Authorised Corporate Director is HSBC Asset Management (Fund Services UK) Limited and the Investment Manager is HSBC Global Asset Management (UK) Limited.

There are risks involved in investing in HSBC Investment Funds. Please refer to the Prospectus, Key Investor Information Document (KIID) and Supplementary Information Document (SID) and most recent annual and semi annual report, which can be obtained upon request free of charge from HSBC Asset Management (Fund Services 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.

The information in this report is based on our understanding of current law and HM Revenue and Customs practice as at 15 July 2024 (unaudited). Both law and practice may of course change.

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 Asset Management (Fund Services UK) Limited accepts no liability for any failure to meet such forecast, projection or target.

The Company is authorised and regulated by the Financial Conduct Authority and is structured as an umbrella company, in that the Company proposes to issue shares linked to different Funds which have been established. The Company is a UCITS scheme.

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after the purchase price of the shares has been paid for.

To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Asset Management (Fund Services UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group.

HSBC Asset Management is the brand name for the asset management business of HSBC Group, which includes the investment activities provided through our local regulated entity, HSBC Asset Management (Fund Services UK) Limited.

www.assetmanagement.hsbc.com/uk

Accounting Policies

The interim financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments, in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds (SORP) issued by The Investment Association in May 2014.

M. J. Higginbotham
Director



C. Godfrey
Director



For and on behalf of HSBC Asset Management (Fund Services UK) Limited Authorised Corporate Director
10 September 2024

Important Changes to the Company and/or Fund Documentation

The following changes to the Company have resulted in the ACD (Authorised Corporate Director) making changes to the Company's Prospectus.

Amendments to the Company Prospectus

The Company Prospectus was updated on 28 March 2024 to reflect the following:

- In definitions, the "stewardship" definition has been updated;
- In Management and Administration, the Director's table has been updated to reflect the resignation of Viswanath Nayar. The significant activities of each Director have been updated where required;
- In Fees and Expenses, the Table of Charges have been updated to remove the previous AMC and OCF prior to the changes made on 28 March 2024. The estimated dilution adjustment rates have been updated;
- In General Information, the 'Stewardship' section has been updated;
- In Appendix 1, the SRRI has been updated for the Balanced Fund from 4 to 5. The 'Impact of Brexit on the rolling out of BMR in the UK' section has been updated to reflect the current position;
- In Appendix 2, the Historical Fund Performance has been updated;
- In Appendix 3, Part E (Leverage) has been updated;

The Company Prospectus was updated on 26 April 2024 to reflect the following:

- In Dealing in Shares, in the Share Dealing Restrictions section, we have amended the section regarding the distribution of Shares in Canada. In the Buying Shares section, we have clarified the ACD's position that email instructions for the buying of Shares are not currently accepted and that instructions to buy Shares, in respect of unrestricted Share Classes, from Electronic Instruction Routing service providers that the ACD has contracted with are accepted. In the Selling Shares section, we have clarified the ACD's position that email instructions for the sale of Shares are not currently accepted and that instructions to sell Shares, in respect of unrestricted Share Classes, from Electronic Instruction Routing service providers that the ACD has contracted with are accepted. In the Treatment of Client Money when Buying or Selling Shares section, we have clarified the treatment of Client Money if the ACD is terminated and a replacement ACD is appointed;
- In Management and Administration, we have updated the table of directors' information where necessary to reflect changes to the significant activities undertaken;
- The Taxation section has been updated for the 2024/2025 tax year.

The Company Prospectus was updated on 31 May 2024 to reflect the following:

- In Introduction, we have advised that a mailing has been issued to Shareholders to provide notice that HSBC Global Asset Management (UK) Limited is transferring its ACD business to HSBC Asset Management (Fund Services UK) Limited with effect from 29 July 2024;
- In Definitions, for the definition of 'ACD' we have advised that a mailing has been issued to Shareholders to provide notice that HSBC Global Asset Management (UK) Limited is transferring its ACD business to HSBC Asset Management (Fund Services UK) Limited with effect from 29 July 2024. The definition for 'Stewardship' has been amended;
- In Directory, we have advised that a mailing has been issued to Shareholders to provide notice that HSBC Global Asset Management (UK) Limited is transferring its ACD business to HSBC Asset Management (Fund Services UK) Limited with effect from 29 July 2024. HSBC Asset Management (Fund Services UK) Limited will also be appointed as Administrator and Registrar;
- In Risks, the 'Sustainable Funds and Environment, Social and Governance (ESG) data' risk wording has been updated;
- In Integration of Sustainability Risks into Investment Decisions, the Integration of Sustainability Risks into Investment Decisions section has been updated;
- In Management and Administration, we have advised that a mailing has been issued to Shareholders to provide notice that HSBC Global Asset Management (UK) Limited is transferring its ACD business to HSBC Asset Management (Fund Services UK) Limited with effect from 29 July 2024. The Director's table has been updated to reflect the resignation of Joanna Munro and the appointment of Jonathan Curry and Michelle Hilliman-Hopkinson. The significant activities of each Director have been updated where required;
- In Fees and expenses, the estimated dilution adjustment rates have been updated;
- In General Information, we have advised that a mailing has been issued to Shareholders to provide notice that HSBC Global Asset Management (UK) Limited is transferring its ACD business to HSBC Asset Management (Fund Services UK) Limited with effect from 29 July 2024;
- In Appendix 1, the Investment Strategy for the Europe ex-UK Equity Fund has been amended;
- In Appendix 2, the Historical Fund Performance has been updated.

Other Information

Equalisation

Revenue received by the Fund during the distribution period is reflected in the price of shares until the revenue is distributed. The cost of Group 2 shares bought during a distribution period will therefore include an element of revenue.

Equalisation represents the average amount of accrued revenue included in the purchase price of all Group 2 shares sold in the year, which is refunded as part of a shareholder's first distribution. This amount is treated as a capital repayment for tax purposes. It is not liable to income or corporation tax and is deducted from the original cost of the shares for capital gains tax purposes.

Corporate Shareholders

A corporate shareholder will receive the distribution shown below on their tax voucher as follows:

| Fund | Date payable/paid | Share class | Investment income | |
|-------------------------|-------------------|------------------------------|-------------------|-----------|
| | | | Franked | Unfranked |
| Balanced Fund | 13.9.24 | Retail Accumulation | 100.00% | 0.00% |
| | 13.9.24 | Income C | 100.00% | 0.00% |
| | 13.9.24 | Institutional Accumulation | 100.00% | 0.00% |
| | 13.9.24 | Accumulation C | 100.00% | 0.00% |
| Corporate Bond Fund | 13.9.24 | Retail Income | 0.00% | 100.00% |
| | 13.9.24 | Retail Accumulation | 0.00% | 100.00% |
| | 13.9.24 | Institutional Income | 0.00% | 100.00% |
| | 13.9.24 | Institutional Accumulation | 0.00% | 100.00% |
| | 13.9.24 | Income C | 0.00% | 100.00% |
| | 13.9.24 | Accumulation C | 0.00% | 100.00% |
| UK Growth & Income Fund | 13.9.24 | Retail Income | 100.00% | 0.00% |
| | 13.9.24 | Retail Accumulation | 100.00% | 0.00% |
| | 13.9.24 | Institutional Income | 100.00% | 0.00% |
| | 13.9.24 | Institutional A Accumulation | 100.00% | 0.00% |
| | 13.9.24 | Income C | 100.00% | 0.00% |
| | 13.9.24 | Accumulation C | 100.00% | 0.00% |
| | 13.9.24 | Retail B Income | 100.00% | 0.00% |
| | 13.9.24 | Retail B Accumulation | 100.00% | 0.00% |
| Income Fund | 13.9.24 | Retail Income | 100.00% | 0.00% |
| | 13.9.24 | Retail Accumulation | 100.00% | 0.00% |
| | 13.9.24 | Income C | 100.00% | 0.00% |
| | 13.9.24 | Accumulation C | 100.00% | 0.00% |

All other Funds in this OEIC have a 100% franked distribution shown on their tax voucher.

Risk and Reward Profile

| Fund | Rating* |
|------------------------|---------|
| Balanced | 4*** |
| UK Growth & Income | 6 |
| Income | 6 |
| Monthly Income | 5 |
| Corporate Bond | 4 |
| Global Equity Income** | 5 |
| Europe ex-UK Equity | 6 |

**Fund closed on 17 March 2023

*** Rating changed from 5 to 4 on 13 June 2024

The diagram shows a horizontal scale from 1 to 7. Above the scale, 'Lower risk' is positioned above '1' and 'Higher risk' is positioned above '7'. A red double-headed arrow spans the entire scale. Below the scale, 'Typically lower rewards' is positioned under '1' and 'Typically higher rewards' is positioned under '7'.

*More About this Rating

The rating is based on price volatility over the last five years, and is an indicator of absolute risk. Historical data may not be a reliable indication for the future. The rating is not guaranteed to remain unchanged and the categorisation may shift over time. The lowest rating does not mean a risk-free investment.

For further information on the specific risks applicable to each Fund please visit www.assetmanagement.hsbc.com/uk.

Directory

The Company

HSBC Investment Funds, 8 Canada Square, London, E14 5HQ

ACD and Head Office

HSBC Asset Management (Fund Services UK) Limited, 8 Canada Square, London, E14 5HQ

Investment Manager

HSBC Global Asset Management (UK) Limited, 8 Canada Square, London, E14 5HQ

Depository

State Street Trustees Limited, Quatermile 3, 10 Nightingale Way, Edinburgh, EH3 9EG

Regulator

Financial Conduct Authority (FCA), 12 Endeavour Square, London, E20 1JN

Auditor

KPMG LLP, 15 Canada Square, London, E14 5GL

Registrar

HSBC Asset Management (Fund Services UK) Limited (delegated to Northern Trust Global Services SE)

50 Bank Street, Canary Wharf, London, E14 5NT

Telephone: 0800 358 3011*

+44 800 358 3011 (Overseas)*

*Lines are open 9am to 5pm Monday to Friday (excluding public holidays).

Administrator (delegated to Northern Trust Global Services SE) - postal address

HSBC Asset Management (Fund Services UK) Ltd, Sunderland, SR43 4BF

Website

www.assetmanagement.hsbc.com/uk

To help us continually improve our services, and in the interests of security, we may monitor and/or record your communications with us.

Issued by HSBC Asset Management (Fund Services UK) Limited.
Authorised and regulated by the Financial Conduct Authority.

www.assetmanagement.hsbc.com/uk

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