

## HSBC Investment Funds

# Global Equity Income Fund

Monthly report 28 February 2023 | Share class Inc C



## 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.



## Investment strategy

To achieve its objective, the Fund will invest at least 80% of its value in shares (equities) of companies based in any country, including preference shares. Companies may be from developed markets and emerging markets and have a large or medium market value. The Fund 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. Separately, the 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 global equities market. The performance of the Fund is therefore shown against the performance of the MSCI All Countries World Index.



## Main risks

- The value of investments and any income from them can go down as well as up and you may not get back the amount originally invested.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.

## Share class details

### Key metrics

NAV per share	<b>GBP 1.33</b>
Performance 1 month	<b>0.66%</b>
Volatility 3 years	<b>13.27%</b>

### Fund facts

UCITS V compliant	<b>Yes</b>
ISA eligible	<b>Yes</b>
Dividend treatment	<b>Distributing</b>
Distribution frequency	<b>Quarterly</b>
Dividend ex-date	<b>16 January 2023</b>
Dividend yield <sup>1</sup>	<b>10.80%</b>
Last paid dividend	<b>0.005414</b>
Dealing frequency	<b>Daily</b>
Valuation time	<b>12:00 United Kingdom</b>

Share class base currency	<b>GBP</b>
Domicile	<b>United Kingdom</b>
Inception date	<b>25 May 2017</b>
Fund size	<b>GBP 4,258,862</b>
Reference benchmark	<b>100% MSCI AC World Net</b>
Managers	<b>Paul Denham JONATHAN DILLEY</b>

### Fees and expenses

Minimum initial investment <sup>2</sup>	<b>GBP 1,000,000</b>
Ongoing charge figure <sup>3</sup>	<b>1.100%</b>

### Codes

ISIN	<b>GB00BYQ2S920</b>
Bloomberg ticker	<b>HSGEIIC LN</b>
SEDOL	<b>BYQ2S92</b>

<sup>1</sup>Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

<sup>2</sup>Please note that initial minimum subscription may vary across different distributors

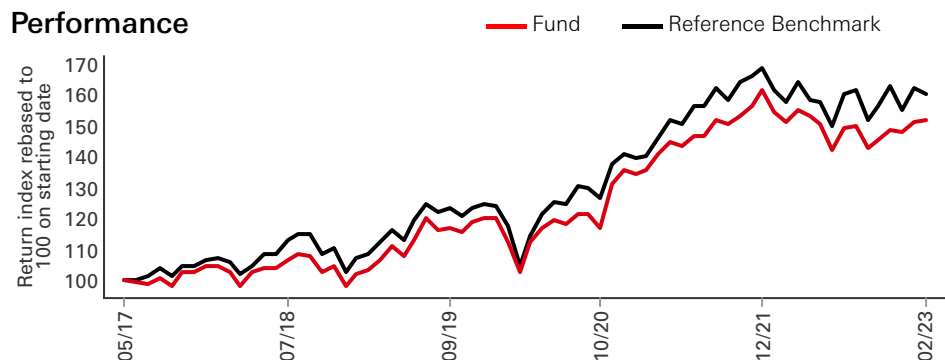
<sup>3</sup>Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

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

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

**Source: HSBC Asset Management, data as at 28 February 2023**

## Performance

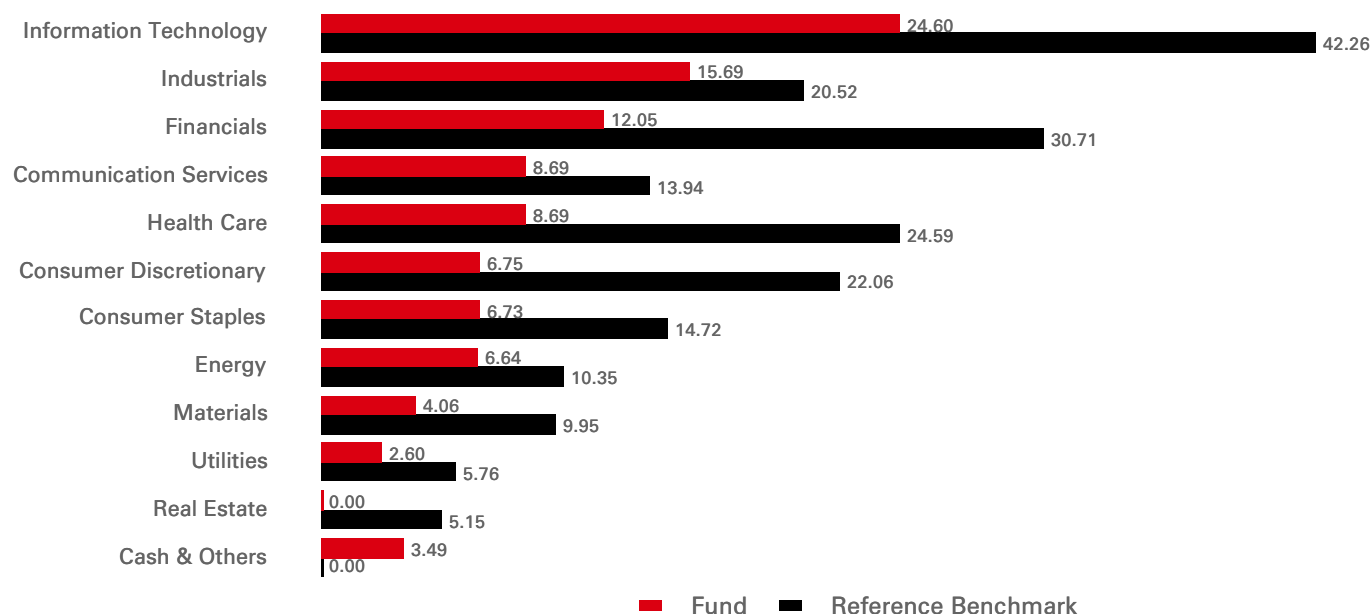


Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann	Since inception ann
Inc C	2.67	0.66	2.49	1.44	0.66	10.49	8.16	--	7.74
Reference Benchmark	3.43	-1.23	-1.63	-0.69	1.67	10.77	8.60	--	8.50

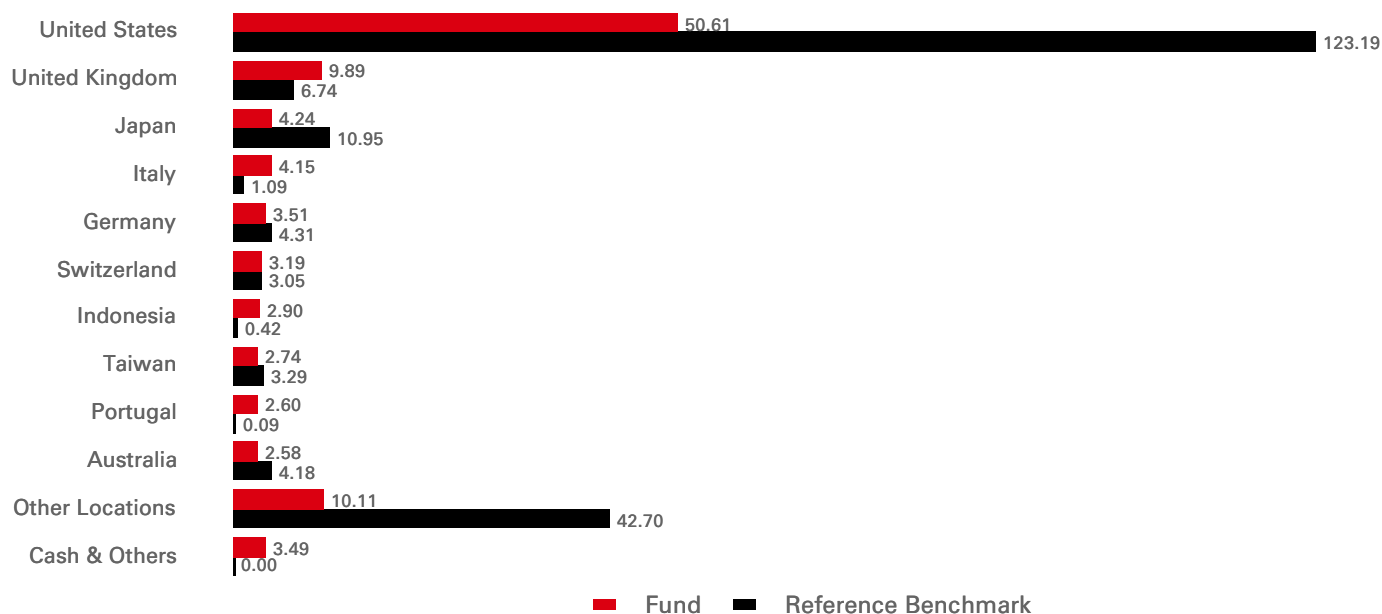
Rolling performance (%)	28/02/22-28/02/23	28/02/21-28/02/22	29/02/20-28/02/21	28/02/19-29/02/20	28/02/18-28/02/19	28/02/17-28/02/18	29/02/16-28/02/17	28/02/15-29/02/16	28/02/14-28/02/15	28/02/13-28/02/14
Inc C	0.66	11.08	20.65	8.69	0.96	--	--	--	--	--
Reference Benchmark	1.67	12.34	19.00	8.18	2.72	--	--	--	--	--

Equity characteristics	Fund	Reference Benchmark	3-Year Risk Measures	Inc C	Reference Benchmark
No. of holdings ex cash	51	5,830	Volatility	13.27%	14.61%
Average market cap (GBP Mil)	205,565	234,646	Information ratio	-0.05	--
			Beta	0.84	--

## Sector allocation (%)



## Geographical allocation (%)



Top 10 holdings	Location	Sector	Weight (%)
Microsoft Corp	United States	Information Technology	6.08
Broadcom Inc	United States	Information Technology	3.31
UnitedHealth Group Inc	United States	Health Care	3.23
Ferguson PLC	United Kingdom	Industrials	3.17
PepsiCo Inc	United States	Consumer Staples	3.11
Home Depot Inc/The	United States	Consumer Discretionary	3.02
Prysmian SpA	Italy	Industrials	2.94
Telkom Indonesia Persero Tbk P	INDONESIA	Communication Services	2.90
Phillips 66	United States	Energy	2.78
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	2.74

## Monthly performance commentary

Stock selection was positive for the month. Positive performance came from Energy and Industrials, though this was offset by negative stock selection in Information Technology and Materials.

United Kingdom Energy security, BP PLC with total effect 0.27% was the top contributor. Additionally, United Kingdom Industrials security, FERGUSON PLC was the second largest contributor with total effect 0.19%. Netherlands Industrials security, WOLTERS KLUWER also contributed with total effect 0.17%.

On the other side, detractors included Australian Materials security BHP GROUP with total effect -0.27%, USA Information Technology holding APPLE with total effect -0.2%, and USA Information Technology holding NVIDIA with total effect -0.18%

No positions were closed during the period.

Sector and country allocation effects are residual to stock selection. At the country level, effects were positive, given an overweight exposure to United Kingdom. At the sector level, effects were positive, given an overweight exposure to Industrials.

## Risk disclosures

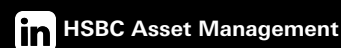
- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- Liquidity is a measure of how easily the Fund's holdings can be quickly converted to cash. The value of the Fund's holdings may be significantly impacted by liquidity risk during adverse market conditions.
- Further information on the potential risks can be found in the Key Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

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Source: HSBC Asset Management, data as at 28 February 2023

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