

# **HSBC ISLAMIC FUNDS**

**Unaudited Semi Annual Report for the Period  
from 01 January 2024 to 30 June 2024**



R.C.S. Luxembourg B 74 964  
4, rue Peternelchen,  
L-2370 Howald,  
Grand Duchy of Luxembourg

**Unaudited Semi-Annual Report for the period from 01 January 2024 to 30 June 2024**

Société d'Investissement à Capital Variable (SICAV), Luxembourg

**Information concerning the distribution of shares of HSBC Islamic Funds in or from Switzerland.**

Legal Representative of the Company in Switzerland: HSBC Global Asset Management (Switzerland) Ltd., Gartenstrasse 26, P.O. Box, CH-8002 Zurich. The Prospectus, Key Investor Information Document (KID), Articles and annual and semi-annual reports of the Company may be obtained free of charge upon request from the Legal Representative in Switzerland. A breakdown of all transactions carried out on behalf of each sub-fund of the Company for the year under review can be obtained, free of charge, from the Legal Representative in Switzerland.

**Statement of changes in the investment portfolio**

A list, specifying for each sub-fund total purchases and sales transacted during the period under review, may be obtained, upon request, at the registered office of the Company.

The information provided in this section is correct as at the date of this Report.

No subscription can be received on the basis of financial reports only. Subscriptions are only valid if made on the basis of the current relevant Key Investor Information Document and the current Prospectus accompanied by the latest annual and the most recent semi-annual report, if published thereafter.

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# Board of Directors

- ▶ **Anthony Jeffs**, (Chairman), Global Head of Product  
HSBC Global Asset Management Limited,  
Resident in the United Kingdom of Great Britain and Northern Ireland.
- ▶ **Dr. Michael Boehm**, Chief Operating Officer  
Head of Global Fund Services, Alternatives  
HSBC Global Asset Management (Deutschland) GmbH,  
Resident in the Federal Republic of Germany.
- ▶ **Jean de Courrèges**, Independent Director (Resigned effective 31 March 2024)  
Resident in Luxembourg, Grand Duchy of Luxembourg.
- ▶ **Eimear Cowhey**, Independent Director  
Resident in Republic of Ireland.
- ▶ **Matteo Pardi**, Head of International Markets  
HSBC Global Asset Management (France) Italian Branch  
Resident in the Republic of Italy.
- ▶ **Timothy Palmer**, Non-Executive Director  
Resident in the United Kingdom of Great Britain and Northern Ireland.
- ▶ **Carine Feipel**, Independent Director (Appointed effective 2 April 2024)  
Resident in Luxembourg, Grand Duchy of Luxembourg.

# HSBC Global Shariah Supervisory Committee

The Management Company has entered into a Performance Level Agreement with HSBC Bank Middle East Limited under which the latter agrees to appoint the members of the HSBC Global Shariah Supervisory Committee ("the Shariah Committee"). The members of the Shariah Committee are:

- ▶ Dr. Nizam Yaquby - resident in Bahrain
- ▶ Dr. Mohamed Ali Elgari - resident in Saudi Arabia
- ▶ Dr. Aznan Hassan – resident in Malaysia

# Management and Administration

<b>Registered Office</b>	4, rue Peternelchen, L-2370 Howald, Grand Duchy of Luxembourg.
<b>Management Company</b>	HSBC Investment Funds (Luxembourg) S.A. 18, boulevard de Kockelscheuer, L-1821 Luxembourg, Grand Duchy of Luxembourg.
<b>Administration Agent, Depositary Bank, Central Paying Agent, Registrar and Transfer Agent</b>	HSBC Continental Europe, Luxembourg 18, boulevard de Kockelscheuer L-1821 Luxembourg, Grand Duchy of Luxembourg.
<b>Domiciliary and Corporate Agent</b>	ONE Corporate 4, rue Peternelchen, Cubus C3, L-2370 Howald, Grand Duchy of Luxembourg.
<b>Investment Adviser</b>	HSBC Global Asset Management (UK) Limited 8 Canada Square, London, E14 5HQ, United Kingdom.

# Management and Administration (continued)

## Share Distributors

### Global Distributor

HSBC Investment Funds (Luxembourg) S.A.  
18, Boulevard de Kockelscheuer,  
L-1821 Luxembourg,  
Grand Duchy of Luxembourg.

### Distributor for Continental Europe

HSBC Global Asset Management (France)  
Immeuble "cœur Défense" – Tour A,  
110 Esplanade du Général de Gaulle - La Défense 4,  
75419 Paris Cedex 08,  
France.

### Distributor and Representative for the United Kingdom

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

## Paying Agent in Switzerland

HSBC Private Bank (Suisse) S.A.  
Quai des Bergues 9-17, Case Postale 2888,  
CH-1211 Geneva 1, Switzerland.

## Auditor

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator, B.P. 1443,  
L-1014 Luxembourg,  
Grand Duchy of Luxembourg.



# Shareholder Information

## Automatic Exchange of Information

The OECD has developed a common reporting standard ("CRS") to achieve a comprehensive and multilateral automatic exchange of information AEOI on a global basis. On 9 December 2014, Council Directive 2014/107/EU amending Directive 2011/16/EU as regards mandatory automatic exchange of information in the field of taxation (the "Euro-CRS Directive") was adopted in order to implement the CRS among the Member States.

The Euro-CRS Directive was implemented into Luxembourg law by the law of 18 December 2015 on the automatic exchange of financial account information in the field of taxation ("CRS Law").

The CRS Law requires Luxembourg financial institutions to identify financial assets holders and establish if they are tax resident in countries with which Luxembourg has a tax information sharing agreement. Accordingly, the Company may require its investors to provide information in relation to the identity and tax residence of financial account holders (including certain entities and their controlling persons) in order to ascertain their CRS status. Responding to CRS-related questions is mandatory. The personal data obtained will be used for the purpose of the CRS Law or such other purposes indicated by the Company in the data protection section of the Prospectus in compliance with Luxembourg data protection law. Information regarding a shareholder and his/her/its account will be reported to the Luxembourg tax authorities (Administration des Contributions Directes), which will thereafter automatically transfer this information to the competent foreign tax authorities on a yearly basis, if such account is deemed a CRS reportable account under the CRS Law.

In addition, Luxembourg signed the OECD's multilateral competent authority agreement ("Multilateral Agreement") to exchange information automatically under the CRS. The Multilateral Agreement aims to implement the CRS among non-Member States; it requires agreements on a country-by-country basis.

The Company reserves the right to refuse any application for Shares if the information provided or not provided does not satisfy the requirements under the CRS Law.

On 25 May 2018, the EU Council adopted a directive (2018/822 amending Directive 2011/16/EU as regards mandatory automatic exchange of information in the field of taxation) that imposes a reporting obligation on parties involved in transactions that may be associated with aggressive tax planning ("DAC6"). DAC6 has been implemented in Luxembourg by the law of 25 March 2020 (the "DAC6 Law"). More specifically, the reporting obligation will apply to cross-border arrangements that, among others, meet one or more "hallmarks" provided for in the DAC6 Law that is coupled in certain cases, with the main benefit test (the "Reportable Arrangements"). In the case of a Reportable Arrangement, the information that must be reported includes inter-alia the name of all relevant taxpayers and intermediaries as well as an outline of the Reportable Arrangement, the value of the Reportable Arrangement and identification of any member states likely to be concerned by the Reportable Arrangement. The reporting obligation in principle rests with the persons that design, market or organize the Reportable Arrangement or provide assistance or advice in relation thereto (the so-called "intermediaries"). However, in certain cases, the taxpayer itself can be subject to the reporting obligation. Intermediaries (or the case maybe, the taxpayer) may be required to report a Reportable Arrangement from 30 January 2021. The information reported will be automatically exchanged between the tax authorities of all Member States. In light of the broad scope of the DAC6 Law, transactions carried out by the Company may fall within the scope of the DAC6 Law and thus be reportable.

<b>Name of the sub-fund</b>	<b>Tax status for redemptions</b>	<b>Tax status for distributions</b>	<b>Method used to determine the status</b>	<b>Period of validity of the status</b>
HSBC Islamic Global Equity Index Fund	Out of Scope	Out of Scope	Investment Policy	1 January 2024 30 June 2024

# Statement of Net Assets

as at 30 June 2024

	Notes	HSBC Islamic Global Equity Index Fund USD
<b>Assets</b>		
Portfolio at Market Value	3.b	1,747,200,436
Cash at Bank		4,200,766
Receivable from Brokers		1,665,027
Receivable from Shareholders		5,935,392
Dividend and Interest Receivable, Net		1,222,174
Other Assets		3,743
<b>Total Assets</b>		<b>1,760,227,538</b>
<b>Liabilities</b>		
Payable to Brokers		(1,665,176)
Payable to Shareholders		(2,425,370)
Other Liabilities	4	(963,673)
<b>Total Liabilities</b>		<b>(5,054,219)</b>
<b>Total Net Assets</b>		<b>1,755,173,319</b>

The accompanying notes form an integral part of these financial statements.

# Statement of Operations and Changes in Net Assets

for the period ended 30 June 2024

	Notes	HSBC Islamic Global Equity Index Fund USD
<b>Net Assets at the Beginning of the year</b>		<b>1,285,750,260</b>
<b>INCOME</b>		
Investment Income	3.c	8,435,711
Other Income		118,340
<b>Total Income</b>		<b>8,554,051</b>
<b>EXPENSES</b>		
Management Fees	4	(3,241,178)
Taxe d'abonnement	5	-
Operating, Administrative and Servicing Fees	4, 8	(1,215,211)
Other Fees		(4,575)
Other expenses		(53,706)
<b>Total Expenses</b>		<b>(4,514,670)</b>
<b>Net Investment Income</b>		<b>4,039,381</b>
Realised Gain on Sale on Investments	3.e	54,862,355
Loss on Foreign Currency		(56,289)
<b>Realised Gain for the year</b>		<b>58,845,447</b>
Change in Unrealised Appreciation of Investments		210,593,516
<b>Change in Total Net Assets as a Result of Operations</b>		<b>269,438,963</b>
Proceeds on Issue of Shares		318,315,543
Payments on Redemption of Shares		(117,953,503)
Dividends Paid	6	(377,944)
<b>Net Assets as at the End of the year</b>		<b>1,755,173,319</b>

The accompanying notes form an integral part of these financial statements.

# Changes in the Number of Shares

for the period ended 30 June 2024

HSBC Islamic Global Equity Index Fund								
	Share Class AC (USD)	Share Class AC (EUR)	Share Class AC (SGD)*	Share Class AD (USD)	Share Class BC (GBP)	Share Class BC (USD)	Share Class BD (GBP)	Share Class BD (USD)
Number of Shares in Issue at the Beginning of the period	5,500,253,681	634,589,795	440,160,581	3,185,091,982	2,685,751,346	1,810,582,154	512,376,365	1,095,242,833
Number of Shares Subscribed	1,952,796,333	271,093,905	1,375,200,450	248,979,568	2,570,002,393	903,787,119	296,766,175	11,123,537
Number of Shares Redeemed	(1,122,220,790)	(13,474,004)	(143,948,110)	(243,406,499)	(491,174,490)	(395,019,019)	(93,583,132)	(123,905,055)
Number of Shares Cancelled	-	-	-	-	-	-	-	-
<b>Number of Shares in Issue at the End of the period</b>	<b>6,330,829,224</b>	<b>892,209,696</b>	<b>1,671,412,921</b>	<b>3,190,665,051</b>	<b>4,764,579,249</b>	<b>2,319,350,254</b>	<b>715,559,408</b>	<b>982,461,315</b>

HSBC Islamic Global Equity Index Fund								
	Share Class EC (USD)	Share Class IC (EUR)	Share Class IC (GBP)	Share Class IC (USD)	Share Class ID (USD)	Share Class WD (USD)	Share Class ZC (USD)	Share Class YD (USD)
Number of Shares in Issue at the Beginning of the period	950,010,920	100,000	19,387,332,791	23,252,834,681	1,185,343,152	45,163,651	1,247,648,670	691,297,335
Number of Shares Subscribed	506,414,545	-	4,204,435,631	2,782,775,767	301,091,414	0,000	266,693,476	1,591,342
Number of Shares Redeemed	(181,614,960)	-	(620,425,740)	(1,415,499,769)	(232,600,000)	-	(214,328,522)	-
Number of Shares Cancelled	-	-	-	-	-	-	-	-
<b>Number of Shares in Issue at the End of the period</b>	<b>1,274,810,505</b>	<b>100,000</b>	<b>22,971,342,682</b>	<b>24,620,110,679</b>	<b>1,253,834,566</b>	<b>45,163,651</b>	<b>1,300,013,624</b>	<b>692,888,677</b>

The accompanying notes form an integral part of these financial statements.

# Statistics over the last three years

for the period ended 30 June 2024

Sub-Fund	Total Expense Ratio (TER) 30 June 2024	Shares Outstanding 30 June 2024	Net Asset Value per Share		
			31 December 2022	31 December 2023	30 June 2024
<b>HSBC Islamic Global Equity Index Fund</b>					
<b>USD</b>					
AC (USD)	0.97%	6,330,829.224	USD 17.85	USD 23.84	USD 28.48
AC (EUR)	1.00%	892,209.696	EUR 8.15	EUR 10.45	EUR 12.93
AC (SGD)*	0.94%	1,671,412.921	-	SGD 10.52	SGD 12.94
AD (USD)	0.94%	3,190,665.051	USD 16.62	USD 22.14	USD 26.42
BC (GBP)	0.63%	4,764,579.249	GBP 11.02	GBP 13.95	GBP 16.86
BC (USD)	0.62%	2,319,350.254	USD 8.68	USD 11.64	USD 13.92
BD (GBP)	0.63%	715,559.408	GBP 13.15	GBP 16.54	GBP 19.92
BD (USD)	0.57%	982,461.315	USD 9.56	USD 12.74	USD 15.19
EC (USD)	1.79%	1,274,810.505	USD 8.67	USD 11.49	USD 13.67
IC (GBP)	0.52%	22,971,342.682	GBP 10.93	GBP 13.85	GBP 16.75
IC (USD)	0.52%	24,620,110.679	USD 17.60	USD 23.62	USD 28.28
IC (EUR)	0.59%	100.000	EUR 9.65	EUR 12.43	EUR 15.42
ID (USD)	0.52%	1,253,834.566	USD 18.95	USD 25.24	USD 30.08
WD (USD)	0.00%	45,163.651	USD 18.11	USD 24.12	USD 28.70
YD (USD)**	0.30%	692,888.677	-	USD 13.89	USD 16.61
ZC (USD)	0.15%	1,300,013.624	USD 21.36	USD 28.77	USD 34.51
<b>Total Net Assets</b>			<b>USD 869,386,416</b>	<b>USD 1,285,750,260</b>	<b>USD 1,755,173,319</b>

\*Share Class AC (SGD) Launched on 16/06/2023.

\*\*Share Class dormant since 30/09/2022 and re-launched on 02/08/2023.

The accompanying notes form an integral part of these financial statements.

# Portfolio of Investments and Other Net Assets

## as at 30 June 2024

HSBC Islamic Global Equity Index Fund  
Statement of investments as at 30 June 2024  
(Expressed in USD)

Description	Quantity	Currency	Evaluation	% net assets	Description	Quantity	Currency	Evaluation	% net assets
<b>INVESTMENTS</b>					<b>JAPAN</b>				
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>									
<b>SHARES</b>									
<b>AUSTRALIA</b>									
BHP BILLITON	353,204	AUD	10,072,640	0.58	DAIICHI SANKYO	135,554	JPY	4,654,981	0.27
CSL	33,656	AUD	6,635,483	0.38	DAIKIN INDUSTRIES	20,398	JPY	2,836,648	0.16
WESTFARMERS	79,031	AUD	3,440,256	0.20	FAST RETAILING	14,225	JPY	3,586,759	0.20
WOODSIDE ENERGY GROUP LTD NPV	132,238	AUD	2,491,371	0.14	Hitachi JPY50	326,500	JPY	7,309,005	0.42
			<b>22,639,750</b>	<b>1.30</b>	HOYA	24,430	JPY	2,840,751	0.16
					KEYENCE	13,889	JPY	6,091,439	0.35
<b>CAYMAN ISLANDS</b>									
ALBABA GROUP HOLDING	366,900	HKD	3,313,068	0.19	MURATA MANUFACTURING	13,100	JPY	2,711,543	0.15
JD.COM INC A NPV	66,200	HKD	875,895	0.05	NIDEC	36,453	JPY	1,628,216	0.09
PINDUODUO INC ADR V40RD	50,295	USD	6,686,720	0.38	RERUIT HOLDINGS	15,493	JPY	6,179,586	0.35
			<b>10,875,683</b>	<b>0.62</b>	SHIN-ETSU CHEMICAL	139,400	JPY	5,405,801	0.31
					TOKYO ELECTRON	32,800	JPY	7,182,250	0.41
<b>CHINA</b>									
MEITUAN DIANPING	302,112	HKD	4,299,081	0.24				<b>50,360,979</b>	<b>2.87</b>
			<b>4,299,081</b>	<b>0.24</b>	<b>NETHERLANDS</b>				
<b>DENMARK</b>									
NOVO NORDISKA/S DKK0.1	137,331	DKK	19,847,095	1.13	ASML HOLDING	16,487	EUR	19,104,130	1.09
			<b>19,847,095</b>	<b>1.13</b>	PROSUS	86,756	EUR	3,092,541	0.18
								<b>22,196,671</b>	<b>1.27</b>
<b>FRANCE</b>									
ARIQIQUIDE	34,071	EUR	5,889,238	0.34	<b>SOUTH KOREA</b>				
ESSILOR INTERNATIONAL	16,744	EUR	3,610,612	0.21	SAMSUNG ELECTRONICS	267,124	KRW	15,815,914	0.90
HERMES INTERNATIONAL NPV	1,983	EUR	4,548,102	0.26				<b>15,815,914</b>	<b>0.90</b>
L'OREAL	13,578	EUR	5,967,141	0.34	<b>SWEDEN</b>				
SAFRAN	20,437	EUR	4,323,724	0.25	ATLAS COPCO "A"	245,949	SEK	4,381,143	0.25
SANOFI	65,808	EUR	6,343,446	0.36				<b>4,381,143</b>	<b>0.25</b>
SCHNEIDER ELTE	32,110	EUR	7,719,040	0.44	<b>SWITZERLAND</b>				
			<b>38,401,303</b>	<b>2.20</b>	ABB "R"	95,578	CHF	5,309,652	0.30
					CIE FINANCIERE RICHEMONT "A"	32,036	CHF	5,000,054	0.28
<b>GERMANY</b>									
SAP	60,503	EUR	12,289,257	0.70	LONZA GROUP	4,398	CHF	2,400,155	0.14
			<b>12,289,257</b>	<b>0.70</b>	NESTLE "R"	155,462	CHF	15,867,989	0.90
<b>INDIA</b>									
INFOSYS LTD INR5	69,475	INR	1,305,351	0.07	NOVARTIS "R"	18,248	CHF	12,655,142	0.72
RELANCE INDUSTRIES	87,314	USD	6,513,624	0.37	ROCHE HOLDING	41,688	CHF	11,574,845	0.66
RELANCE INDUSTRIES INR 10	66,837	INR	2,509,408	0.14	ROCHE HOLDING "B"	1,583	CHF	482,334	0.03
TATA CONSULTANCY SERVICES NPV	70,554	INR	3,303,294	0.19	SICA	9,419	CHF	2,695,935	0.15
			<b>13,631,677</b>	<b>0.77</b>				<b>55,986,106</b>	<b>3.18</b>
					<b>TAIWAN</b>				
<b>IRELAND</b>									
ACCENTURE CORP	39,357	USD	11,941,307	0.68	MEDIATEK INC TWD 10	111,386	TWD	4,806,818	0.27
EATON CORP PLC USD0.01	25,188	USD	7,897,697	0.45	TAIWAN SEMICON MANUFACTURING	528,337	TWD	15,732,120	0.90
LINDE PLC NPV	30,091	USD	13,204,233	0.75				<b>20,538,938</b>	<b>1.17</b>
MEDTRONIC	82,720	USD	6,510,891	0.37	<b>UNITED KINGDOM</b>				
			<b>39,554,128</b>	<b>2.25</b>	ASTRAZENECA	91,986	GBP	14,367,489	0.82
					GSK PLC Ord NPV	243,165	GBP	4,701,836	0.27
					RECKITT BENCKISER	43,494	GBP	2,354,275	0.13
					RELX	113,237	GBP	5,208,968	0.30
					RJTO INTO	65,604	GBP	4,313,188	0.25
					UNILEVER (GB00B 0RZP78)	149,617	GBP	8,217,732	0.47
								<b>39,163,488</b>	<b>2.24</b>

The accompanying notes form an integral part of these financial statements.

# Portfolio of Investments and Other Net Assets (continued)

as at 30 June 2024

HSBC Islamic Global Equity Index Fund  
Statement of investments as at 30 June 2024  
(expressed in USD)

Description	Quantity	Currency	Evaluation	%net assets	Description	Quantity	Currency	Evaluation	%net assets
<b>UNITED STATES</b>					<b>DEPOSITARY RECEIPTS</b>				
ABBOTT LABORATORIES	108,896	USD	113,953,383	0.64	<b>CAYMAN ISLANDS</b>				
ABBVE	110,538	USD	18,959,478	1.08	ALIBABA GROUP HOLDING	84,571	USD	6,089,112	0.35
ADOBE SYSTEMS	28,043	USD	15,579,008	0.89	JD.COM	54,534	USD	1,409,159	0.08
ADVANCED MICRO DEVICES	101,176	USD	16,411,759	0.94				<b>7,498,271</b>	<b>0.43</b>
ALPHABET "A"	367,895	USD	66,975,644	3.82	<b>INDIA</b>				
ALPHABET "C"	305,898	USD	56,107,811	3.20	INFOSYS	179,178	USD	3,338,294	0.19
AMAZON.COM	573,223	USD	110,775,346	6.31				<b>3,338,294</b>	<b>0.19</b>
APPLE	652,399	USD	137,408,277	7.83	<b>TOTAL DEPOSITARY RECEIPTS</b>			<b>10,834,565</b>	<b>0.62</b>
APPLIED MATS	52,012	USD	12,274,312	0.70	<b>TOTAL TRANSFERABLE SECURITIES</b>				
BROADCOM CORP COM	27,268	USD	43,779,592	2.49	<b>ADMITTED TO AN OFFICIAL STOCK</b>				
CHEVRON	107,289	USD	16,782,145	0.96	<b>EXCHANGE LISTING</b>			<b>1,747,200,436</b>	<b>99.56</b>
CISCO SYSTEMS	253,467	USD	12,042,217	0.69	<b>TOTAL INVESTMENTS</b>			<b>3,338,294</b>	<b>0.19</b>
COCA-COLA	242,698	USD	15,447,728	0.88	<b>OTHER NET ASSETS LESS LIABILITIES</b>			<b>7,972,883</b>	<b>0.44</b>
CONOCOPHILLIPS.COM USD0.01	72,859	USD	8,333,612	0.47	<b>TOTAL NET ASSETS</b>			<b>1,755,173,319</b>	<b>100.00</b>
DANAHER	41,265	USD	10,310,060	0.59					
EQUI LULLY	49,974	USD	45,245,460	2.58					
EXXON MOBIL	280,805	USD	32,326,272	1.84					
FACEBOOK	137,178	USD	69,167,891	3.94					
HOME DEPOT	62,036	USD	21,355,273	1.22					
INTUITIVE SURGICAL	22,325	USD	9,931,276	0.57					
JOHNSON & JOHNSON	150,851	USD	22,019,151	1.25					
LOWES	35,646	USD	7,858,517	0.45					
MASTERCARD	51,992	USD	22,672,095	1.29					
MERCK & CO	158,546	USD	19,627,995	1.12					
MICRON TECH COM USD0.10	68,986	USD	9,073,729	0.52					
MICROSOFT	315,221	USD	110,888,026	6.33					
MONDELEZ INTERNATIONAL "A"	83,563	USD	5,468,363	0.31					
NIKE "B"	75,471	USD	5,688,249	0.32					
NVIDIA	110,517	USD	137,193,270	7.82					
PEPSICO	86,057	USD	14,193,381	0.81					
PFEZER	353,019	USD	9,877,304	0.56					
PROCTER AND GAMBLE	147,737	USD	24,364,786	1.39					
PROLOGS INC USD 0.01	57,677	USD	6,477,704	0.37					
QUALCOMM	89,983	USD	13,939,214	0.79					
S&P GLOBAL	20,037	USD	8,936,502	0.51					
SALESFORCE.COM	60,797	USD	15,630,909	0.89					
SERVICENOW	12,832	USD	10,094,549	0.58					
STARBUCKS	70,564	USD	5,493,407	0.31					
TESLA MOTORS	173,682	USD	34,368,194	1.96					
TEXAS INSTRUMENTS	56,993	USD	11,086,848	0.63					
THERMO FISHER SCIENTIFIC	23,923	USD	3,229,419	0.19					
UBER TECHNOLOGIES INC COM USD0.00001	130,798	USD	9,506,399	0.54					
UNION PACIFIC	38,192	USD	8,641,322	0.49					
UNITED PARCEL SERVICES	45,440	USD	6,218,464	0.35					
UNITEDHEALTH GP COM USD0.01	57,613	USD	29,339,996	1.67					
VISA "A"	98,537	USD	25,863,006	1.47					
WALMART STORES	267,395	USD	18,105,315	1.03					
			<b>1,366,384,658</b>	<b>77.85</b>					
<b>TOTAL SHARES</b>			<b>1,736,365,871</b>	<b>98.94</b>					

The accompanying notes form an integral part of these financial statements.

# Portfolio of Investments and Other Net Assets (continued)

as at 30 June 2024

HSBC Islamic Global Equity Index Fund

## Economic Division of Investment

(expressed as a percentage of net assets)

	%
Technology	49.04
Healthcare	15.57
Consumer Services	10.37
Consumer Goods	8.06
Industrials	6.40
Financials	3.82
Oil & Gas	3.93
Basic Materials	2.37
Other net assets less liabilities	0.44
<b>Total Net Assets</b>	<b>100.00</b>

The accompanying notes form an integral part of these financial statements.



# Notes to the Financial Statements

## for the period ended 30 June 2024

### 1. Basis of presentation

HSBC ISLAMIC FUNDS (the "Company") is incorporated under the laws of the Grand Duchy of Luxembourg as an investment company with variable capital (Société d'Investissement à Capital Variable). The capital comprises various Shares of different classes (the "Share Classes" or "Classes of Shares") within different compartments each relating to a separate portfolio (a "sub-fund") consisting of securities, cash and other sundry assets and liabilities.

The accompanying financial statements present the assets and liabilities of the only sub-fund of the Company which therefore represents the Company as a whole. The financial statements of the Company are expressed in the currency designated in the Company's prospectus for the sub-fund and the financial statements of the Company are expressed in United States dollars (USD). The Company's financial statements have been prepared in accordance with the format prescribed by the Luxembourg law for Luxembourg investment companies.

The Company qualifies as an undertaking for collective investment in transferable securities under Part I of the Luxembourg law of 17 December 2010 on undertakings for collective investment, as amended (the "2010 Law") and is authorised by the Commission de Surveillance du Secteur Financier.

In the Company's prospectus and in the reports, the short name of the sub-fund is used. The complete name of the sub-fund is "HSBC Islamic Funds" plus the short name of the sub-fund.

### 2. Share Capital

The Company currently offers the following Classes of Shares:

Class	Description
Class A	A Shares are available to all investors. The minimum initial investment amount and the minimum holding for A Shares are USD 5,000 or the equivalent in the relevant currency of denomination of the sub-fund.
Class B	B Shares are available to sub-distributors who are prohibited from accepting and retaining inducements from third parties under applicable laws and regulations or court rulings or sub-distributors who have a separate fee arrangement with their clients in relation to the provision of investment services and activities (for example, in the European Union, services and activities performed under MiFID II) and who have opted not to accept and retain inducements from third parties. The minimum initial investment amount and the minimum holding for B Shares are USD 5,000 or the equivalent in the relevant currency of denomination of the sub-fund.
Class E	E Shares are available in certain countries, subject to the relevant regulatory approval, through certain distributors selected by the global distributor. E Shares will incur annual management fees of 0.30% plus 1.23% of the net asset value of Class E Shares, which will be paid to the selected distributors. The minimum initial investment amount and the minimum holding for E shares are USD 5,000 or the equivalent in the relevant currency of denomination of the sub-fund.
Class I	I Shares are only available for investors qualifying as institutional investors within the meaning of article 174 of the 2010 Law. The minimum initial investment amount and the minimum holding for I Shares are USD 1,000,000 or the equivalent.
Class R	R Shares are available in certain countries, subject to the relevant regulatory approval, through distributors selected by the global distributor. R Shares will incur annual management fees of 0.375% plus 1% of the net asset value of Class R Shares, which will be paid to the selected distributors. The minimum initial investment amount and the minimum holding for E Shares are USD 5,000 or the equivalent in the relevant currency of denomination of the sub-fund.
Class S	S Shares are available through specific distributors selected by the Global Distributor provided that the investors qualify as institutional investors within the meaning of article 174 of the 2010 Law. The minimum initial investment amount and the minimum holding for S Shares are USD 500,000 or the equivalent. S Shares will incur no charges. All the fees and charges allocated to such class of Shares will be paid directly by members or affiliated entities of the HSBC Group. No S Shares were issued as at 30 June 2024.
Class W	W Shares are available through certain distributors selected by the Global Distributor provided that the investors qualify as institutional investors within the meaning of article 174 of the 2010 Law. The minimum initial investment amount and the minimum holding for W Shares are USD 100,000 or the equivalent. W Shares will incur no charges. All the fees and charges allocated to such class of Shares will be paid directly by members or affiliated entities of the HSBC Group.
Class Y	Y Shares are available to certain distributors selected by the Global Distributor provided that the investors qualify as institutional investors within the meaning of article 174 of the 2010 Law. The minimum initial investment amount and the minimum holding for Y Shares are USD 100,000 or the equivalent.
Class Z	Z Shares are available to investors having entered into a discretionary management agreement with an HSBC Group entity and to investors subscribing via distributors selected by the Global Distributor provided that such investors qualify as institutional investors within the meaning of article 174 of the 2010 Law. The minimum initial investment amount and the minimum holding for Z Shares are USD 1,000,000 or the equivalent.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 2. Share Capital (continued)

**The Board of Directors has resolved to issue Distribution and Capital-Accumulation Shares as different classes of the sub-funds. Capital-Accumulation Shares of the Company are identifiable by a "C" following the sub-fund and Share Class names and do not pay any dividends. Distribution Shares of the Company are identifiable by a "D" following the sub-fund and Share Class names.**

The Company has applied for UK reporting fund status for certain distributing Share Classes from the accounting period commencing on 1 April 2010. Prior to this, the Company had applied UK distributor status for such distributing Share Classes.

Details of which Share Classes have UK reporting fund status can be found on the HM Revenue & Customs' website at [www.hmrc.gov.uk](http://www.hmrc.gov.uk). At the date of this report the exact location of this report is:

<https://www.gov.uk/government/publications/offshore-funds-list-of-reporting-funds>

As at 30 June 2024, the following share classes were open,

Class	
Class	Launch date
AC (USD)	Thursday, November 12, 2009
AC (EUR)	Thursday, January 13, 2022
AC (SGD) *	Friday, June 16, 2023
AD (USD)	Tuesday, January 9, 2001
BC (GBP)	23 October 2020
BC (USD)	Tuesday, April 27, 2021
BD (GBP)	Friday, April 24, 2020
BD (USD)	Tuesday, March 9, 2021
EC (USD)	Friday, April 9, 2021
IC (EUR)	Wednesday, November 2, 2022
IC (GBP)	Monday, March 1, 2021
IC (USD)	Friday, March 31, 2017
ID (USD)	25 February 2016
WD (USD)	Wednesday, March 31, 2004
YD (USD)**	Wednesday, August 2, 2023
ZC (USD)	Wednesday, May 14, 2014

\* Share class AC (SGD) launched on the 16/06/2023

\*\* Share class dormant since 30/09/2022 and re-launched on 02/08/2023

### 3. Accounting Policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's financial statements.

#### a) Accounting convention

The financial statements have been prepared under the historical cost convention modified by the revaluation of investments.

#### b) Assets and portfolio securities valuation

Investments are included in the Statement of Net Assets at their market value at 28 June 2024. The market values are based on closing mid-market prices on leading markets.

#### c) Income and Expenses

Dividends are accounted for on an ex-dividend basis.

#### d) Foreign Exchange

The cost of investments, income and expenses in currencies other than the Company's relevant reporting currency have been recorded at the rate of exchange ruling at the time of the transaction. The market value of the investments and other assets and liabilities in currencies other than the relevant reporting currency has been converted at the rates of exchange ruling at 28 June 2024.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 3. Accounting Policies (continued)

#### e) Realised Gain/(Loss) on Sale of Investments

Realised gain/(loss) on sale of investments is the difference between the historical average cost of the investment and the sale proceeds.

### 4. Charges and Expenses

#### Management Fees

The Company pays to the Management Company a management fee per annum on the basis of the net asset value of the sub-funds, calculated daily and payable monthly in arrears at the rate disclosed in the Company's prospectus. The fee covers all management, advisory and distribution services provided to the sub-fund by the Management Company, the Investment Adviser and the distributors. The Management Company is responsible for discharging, out of such fee, the fees of the Investment Adviser and the distributors and other recognised intermediaries or such other person as the Management Company may determine at its discretion.

The management fee payable to the Management Company out of the net asset value of the relevant category of shares issued in the sub-fund is as follows:

<b>HSBC Islamic Global Equity Index Fund</b>	
A	0.750%
B	0.375%
E	1.530%
I	0.375%
R	1.375%
S	0.000%
W	0.000%
Y	0.000%
Z	0.000%

S and W Shares incur no charges. All the fees and charges allocated to such Share Classes will be paid directly by members or affiliated entities of the HSBC Group.

Z Shares incur no annual management charge.

#### Operating, Administrative and Servicing Fees

##### Specific provisions for Y Shares - Operating, Administrative and Servicing Expenses

Y Shares incur operating, administrative and servicing expenses fixed at 0.30% of the net asset value per annum. This fee is paid quarterly in arrears. The excess of such expenses above such annual rate will be borne directly by the Management Company or its affiliates, and equally the Management Company or its affiliates may retain any surplus.

The Company pays to the Management Company a fee of 0.01% p.a. on the net asset value of the sub-funds payable monthly.

The Company pays to HSBC Bank Middle East Limited a fee for its services rendered with respect to the appointment of the Shariah Committee. The fee is payable at the end of each calendar quarter. It currently amounts to USD 2,500 and is subject to annual review. The Company also pays reasonable related out-of-pocket expenses of the Shariah Committee.

The Company pays to the Depository Bank a fee which is payable quarterly in arrears. In addition the Depository Bank is entitled to be reimbursed by the Company for its reasonable out-of-pocket expenses and disbursements and the fees and expenses of its correspondent banks.

The Company pays to the Administration Agent and the Registrar and Transfer Agent a fee which has been agreed between the parties based on different services and transactions provided. This fee is payable quarterly.

The Company also pays other expenses incurred in its operation including the fees of its auditors and legal advisers, the cost of printing and distributing the annual and half-yearly reports, the prospectus, the Key Investor Information Documents, the costs and expenses incurred in connection with the formation and registration of the Company in various jurisdictions, and fees and expenses involved in registering and maintaining the registration of the Shares of the Company (the "Shares"), with any governmental agency or stock exchange, the cost of publication of prices, fees of the Board of Directors and reasonable out-of-pocket expenses incurred by them and its other operating expenses such as accounting and pricing costs and other recurring or non-recurring expenses.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 4. Charges and Expenses (continued)

#### Allocation of Charges and Expenses

The sub-fund or each Class of Shares is charged with all costs or expenses attributable to it. Costs and expenses not attributable to the sub-fund or Class of Shares are allocated between the Class of Shares on an equitable basis. Charges and expenses shall be charged first against investment income. The costs and expenses incurred in connection with the formation and registration of the Company as a UCITS in Luxembourg and elsewhere and the offer of Shares, all legal and printing costs and other preliminary expenses were borne by the sub-funds out of their assets on a pro rata accrual basis and amortised against capital over five years when incurred. As at 30 June 2024 all such formation expenses have been fully amortized.

#### Directors' Fees, Expenses and Interests

A Director may be a party to, or otherwise interested in, any transaction or arrangement with the Company or in which the Company is interested, provided that they have disclosed to the other Directors, prior to the conclusion of any such transaction or arrangement, the nature and extent of any interest therein. Subject to approval of the Board, a Director may vote in respect of any contract or arrangement or any proposal whatsoever in which they have an interest, having first disclosed such interest. A Director shall not be disqualified by their office from contracting with the Company. If a Director declares an interest in any contract which the Company is considering entering into, they may be counted in the quorum of any meeting to consider the contract and may vote on any resolution to enter into such contract.

The Company pays an annual fee to each of the Independent Directors and non-executive Directors amounting to EUR 15,000. This amount is paid by the Management Company through the operating, administrative and servicing expenses paid by the Company. The amount of Operating, Administrative and Servicing Expenses is accrued with every net asset value calculation and paid quarterly in arrears. For the period-end as at 30 June 2024, a total of EUR 22,500 has been charged as Independent Directors and non-executive Directors fees.

### 5. Taxation of the Company

The Company is not subject to taxation in Luxembourg on its income, profits or gains.

The Company is not subject to net wealth tax in Luxembourg.

No stamp duty, capital duty or other tax will be payable in Luxembourg upon the issue of the Shares of the Company.

The sub-fund is, nevertheless, in principle, subject to a subscription tax (taxe d'abonnement) levied at the rate of 0.05% per annum based on their net asset value at the end of the relevant quarter, calculated and paid quarterly.

A reduced subscription tax rate of 0.01% per annum is however applicable to any sub-fund whose exclusive object is the collective investment in money market instruments, the placing of deposits with credit institutions, or both. A reduced subscription tax rate of 0.01% per annum is also applicable to any sub-fund or Share Classes provided that their shares are only held by one or more institutional investors within the meaning of article 174 of the 2010 Law (an "Institutional Investor").

A subscription tax exemption applies to:

- The portion of any sub-fund's assets (prorata) invested in a Luxembourg investment fund or any of its sub-funds to the extent it is subject to the subscription tax;
- Any sub-fund (i) whose securities are only held by Institutional Investor(s), and (ii) whose sole object is the collective investment in money market instruments and the placing of deposits with credit institutions, and (iii) whose weighted residual portfolio maturity does not exceed 90 days, and (iv) that have obtained the highest possible rating from a recognised rating agency. If several Share Classes are in issue in the relevant sub-fund meeting (ii) to (iv) above, only those Share Classes meeting (i) above will benefit from this exemption;
- Any sub-fund, whose main objective is the investment in microfinance institutions;
- Any sub-fund, (i) whose securities are listed or traded on a stock exchange and (ii) whose exclusive object is to replicate the performance of one or more indices. If several Share Classes are in issue in the relevant sub-fund meeting (ii) above, only those Share Classes meeting (i) above will benefit from this exemption; and
- Any sub-fund only held by pension funds and assimilated vehicles.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 5. Taxation of the Company (continued)

#### Withholding tax

Investment income on bonds and dividend income received by the Company may be subject to non-recoverable withholding tax in the source countries. The Company may further be subject to tax on the realised or unrealised capital appreciation of its assets in the countries of origin. The Company may benefit from double tax treaties entered into by Luxembourg, which may provide for exemption from withholding tax or reduction of withholding tax rate.

Distributions made by the Company as well as liquidation proceeds and capital gains derived therefrom are not subject to withholding tax in Luxembourg.

### 6. Dividends

The following dividends were declared, out of the profits of the Company for the period ended 30 June 2024, for the Classes of Shares listed below:

Sub-Fund	Dividend per share
HSBC Islamic Global Equity Index Fund	
-Class AD (USD)	0.027832
HSBC Islamic Global Equity Index Fund	
-Class BD (GBP)	0.084230
HSBC Islamic Global Equity Index Fund	
-Class BD (USD)*	0.057440
HSBC Islamic Global Equity Index Fund	
-Class ID (USD)	0.123866
HSBC Islamic Global Equity Index Fund	
-Class WD (USD)	0.228371
HSBC Islamic Global Equity Index Fund	
-Class YD (USD)	0.034785

\*The dividend rates disclosed in the note are reported in sub-fund currency by using the exchange rate as at record dates of the distributions.

### 7. Transactions Expenses

The transaction expenses linked to security dealing have been written off against the realised gain/(loss) on the sale of investments.

The sub-fund bears the costs and expenses of buying and selling portfolio securities and financial instruments, brokerage fees and commissions, taxes payable, and other transaction related expenses. These transaction fees are accounted for on a cash basis and are paid when incurred or invoiced from the net assets of the sub-fund to which they are attributable. Transaction fees are allocated across each sub-fund's Share Classes.

The Company bears any extraordinary expenses including, without limitation, litigation expenses and the full amount of any tax, levy, duty or similar charge and any unforeseen charges imposed on the Company or its assets.

The Company incurred transaction costs relating to purchase or sale of transferable securities, money market instruments, or other eligible assets:

HSBC Islamic Global Equity Index Fund	USD 144,854
---------------------------------------	-------------

### 8. Dividend Purification

The Shariah Committee has issued guidelines to quantify the annual amount of income of the Company that should be donated to charity, being derived from companies eligible for investment pursuant to the investment objective, policy and restrictions set out in the Prospectus for each sub-fund, but that are engaged in an activity or activities of a marginal nature which is or are proscribed by the Shariah Committee and which is not or are not screened out by the investment restrictions. Such amount will be calculated on an annual basis, based on the purification ratios, expressed as a percentage of each company's dividend. The purification ratios will be provided by the relevant index provider for each sub fund, for all companies in which the sub-funds have invested. For companies, whose purification ratios are not provided by the index provider, purification ratios will be calculated based on the financial information of these companies received from the Investment Advisers. Such income will be disbursed as a charitable donation to one or more worthy causes approved by the Shariah Committee.

An invoice for a total amount of USD 119,709 for purification fees was charged to HSBC Islamic Global Equity Index Fund for the year 2023.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 9. Forward Foreign Exchange Contracts

The Company may use Shariah compliant Forward Foreign Exchange Contracts for hedging purposes. As at 30 June 2024, there were no open Forward Foreign Exchange contract entered into.

### 10. Commitment Approach

There are currently no derivative positions in the sub-fund, however, if approved by the Shariah Committee, the sub-funds may, to a limited extent, enter into simple positions in financial derivative instruments transactions for investment purposes other than hedging techniques and efficient portfolio management, in particular to gain exposure on financial markets when the relevant sub-fund Investment Adviser believes that it is more efficient to purchase financial derivative instruments than the corresponding physical securities. The sub-fund will use the commitment approach.

The commitment approach is generally calculated by converting the derivative contract into the equivalent position in the underlying asset embedded in that derivative, based on the market value of the underlying. Purchased and sold financial derivative instruments may be netted in accordance to the CESR's guidelines 10/788 in order to reduce global exposure. Beyond these netting rules and after application of hedging rules, it is not allowed to have a negative commitment on a financial derivative instrument to reduce overall exposure and as such, risk-exposure numbers will always be positive or zero.

### 11. Disclosure requirements for Index-tracking UCITS: HSBC Islamic Global Equity Index Fund

The HSBC Islamic Global Equity Index Fund is the sole index tracking sub-fund existing at the date of this report.

The annualised tracking error for the period ended 30 June 2024 is 0.1057%.

The annualised tracking errors are internally calculated by HSBC Global Asset Management (UK) Limited, based upon investment accounting performance returns using close of market prices, gross of fees, based on monthly data points. For example, 12 monthly points for 1 year, 36 monthly points for 3 years and 60 monthly points for 5 years.

The anticipated level of tracking error between the HSBC Islamic Global Equity Index Fund and the index "Dow Jones Islamic Market Titans 100 index", in normal market conditions is 0.20%. The HSBC Islamic Global Equity Index Fund is in line with anticipated tracking error.

### 12. Total Expense Ratio

The Total Expense Ratio ("TER") has been computed by the Administrator as required per the Swiss Funds & Asset Management Association "AMAS" guidelines on the calculation and disclosure of the TER of collective investment schemes. The actual expenses incurred during the year are annualised and calculated as a percentage of the average Assets Under Management of the share class for the year.

Synthetic TER is applicable for a sub-fund that invests at least 10% of its net assets as a fund of funds in other collective investment schemes (target funds) which publish a TER within the meaning of the present guidelines. A composite (synthetic) TER of the fund of funds is to be calculated by the administrator, as of the closing date of the financial year or the end of the first half of the financial year.

### 13. Anti-Dilution Mechanisms

There are two Anti-Dilution Mechanisms available to each sub-fund, a Swing Pricing Adjustment and an Anti-Dilution Levy, both mechanisms aim to protect shareholders in a sub-fund.

When investors buy or sell Shares in a sub-fund, the Investment Adviser may need to buy or sell the underlying investments within the sub-fund. Without an Anti-Dilution Mechanism to take account of these transactions, all Shareholders in the sub-fund would pay the associated costs of buying and selling these underlying investments. These transaction costs can include, but are not limited to, bid-offer spreads, brokerage and taxes on transactions.

Until Anti-Dilution Mechanism's threshold rate is triggered, no Anti-Dilution Levy or Pricing Adjustment is applied and the transaction costs will be borne by the sub-fund. This will result in a dilution (reduction in the Net Asset Value per Share) to existing Shareholders. Investors should note that sub-distributors may levy the sales charge (if any) on an investor's full subscription and may not take into account the application of an Anti-Dilution Levy. For the avoidance of doubt, it is clarified that fees other than the sales charge will continue to be calculated on the basis of the unadjusted Net Asset Value for Pricing Adjustment.

There is an adjustment of the Net Asset Value per Share only when a Pricing Adjustment is applied. When Anti-Dilution Levy is applied, in the case of net capital inflows, the Anti-Dilution Levy will be deducted from each subscription amount and accordingly reduce the number of Shares received by an investor or, in the case of net capital outflows, will be deducted from each redemption amount and accordingly reduce the redemption proceeds received by an investor.

# Notes to the Financial Statements

## for the period ended 30 June 2024 (continued)

### 13. Anti-Dilution Mechanisms (continued)

The amount of the Anti-Dilution Levy be up to a maximum of 2% and may be reduced or waived at the discretion of the Board of Directors. In the case of Pricing Adjustment, the adjustment will not exceed 2%. However, it may be significantly higher during exceptional market conditions such as periods of high volatility, reduced asset liquidity and market stress.

Detail of each Mechanism are specified in the latest Fund's Prospectus from page 23 to 24.

Details of which Anti-Dilution Mechanism is applicable on the sub-fund can be obtained from the Management Company. Should the Company decide to change the Anti-Dilution Mechanism in operation for the sub-fund (i.e. from a Pricing Adjustment to Anti-Dilution Levy or vice versa), prior approval will be sought from relevant regulators (where required) and affected investors will receive at least one month's prior written notification.

### 14. Significant Events

Mr. Jean de Courrèges resigned from the Board of Directors effective 31 March 2024 and Carine Feipel was appointed effective 2 April 2024.

#### **Russia's invasion of Ukraine**

Russia's invasion of Ukraine has had, and could continue to have, severe adverse effects on regional and global economic markets for securities and commodities. Following Russia's actions, various governments have issued broad-ranging economic sanctions against Russia including, among other actions:

- a prohibition on doing business with certain Russian companies, large financial institutions, officials and oligarchs;
- the removal by certain countries and the European Union of selected Russian banks from the Society for Worldwide Interbank Financial Telecommunications ("SWIFT"), the electronic banking network that connects banks globally; and
- restrictive measures to prevent the Russian Central Bank from undermining the impact of the sanctions.

The current events, including sanctions and the potential for future sanctions, which include (but not limited to) those impacting Russia's energy sector, and other actions, and Russia's retaliatory responses to those sanctions and actions, could continue to have, an adverse effect on global markets performance and liquidity, thereby negatively affecting the value of the portfolios' investments beyond any direct exposure to Russian issuers. They also give rise to material uncertainty and risk with respect to markets globally and the performance of the Portfolios and their investments or operations could be negatively impacted. Investors should be aware that the duration of the ongoing hostilities and the vast array of sanctions and related events cannot be predicted. The Company does not have any exposure to Russian securities.

### 15. Subsequent Events

There were no events subsequent to the annual report date which would require adjustments to or disclosures in these financial statements.

# Other Information (unaudited)

Publication of performance for sub-funds distributed in Switzerland – Information concerning the Swiss Investors

Publication of Performance for sub-funds distributed in Switzerland is required as per the AMAS (Asset Management Association Switzerland) # guidelines on the calculation and publication of performance data of collective investment schemes.

Sub-fund	ISIN	Share Class	Share Class Currency	Calendar Year Performance		
				2022	2023	2024
HSBC Islamic Global Equity Index Fund	LU0466842654	AC	USD	(25.28)%	33.61%	19.46%
HSBC Islamic Global Equity Index Fund	LU0110459103	AD	USD	(25.25)%	33.66%	19.45%
HSBC Islamic Global Equity Index Fund	LU2288915254	EC	USD	(25.91)%	32.52%	18.98%
HSBC Islamic Global Equity Index Fund	LU1569385302	IC	USD	(24.94)%	34.20%	19.73%
HSBC Islamic Global Equity Index Fund	LU1313573898	ID	USD	(24.93)%	34.20%	19.67%
HSBC Islamic Global Equity Index Fund	LU0187035489	WD	USD	(24.56)%	34.90%	19.93%
HSBC Islamic Global Equity Index Fund	LU1063824095	YD	USD	-	38.94%	19.83%
HSBC Islamic Global Equity Index Fund	LU0466843462	ZC	USD	(24.66)%	34.71%	19.95%
HSBC Islamic Global Equity Index Fund	LU2233258073	BC	USD	(25.04)%	34.06%	19.66%
HSBC Islamic Global Equity Index Fund	LU2233257695	BD	USD	(25.02)%	34.14%	19.65%
HSBC Islamic Global Equity Index Fund	LU0806931092	AC	EUR	(18.55)%	28.28%	23.77%
HSBC Islamic Global Equity Index Fund	LU2373168785	IC	EUR	(3.47)%	28.81%	24.00%
HSBC Islamic Global Equity Index Fund	LU2092164776	IC	GBP	(16.04)%	26.66%	20.95%
HSBC Islamic Global Equity Index Fund	LU2092165666	BC	GBP	(16.07)%	26.53%	20.88%
HSBC Islamic Global Equity Index Fund	LU2092166128	BD	GBP	(16.06)%	26.54%	20.84%
HSBC Islamic Global Equity Index Fund	LU2602419157	AC	SGD	-	5.24%	23.00%

Past performance is not an indication of current or future performance. The performance data do not take the commissions on the issue and redemption of shares into account.



# Currency Conversion Table

To help shareholders in the Company calculate the performance of their individual investment in the reference currency, the following table has been produced.

The table shows the value of one US dollar against various currencies (as at the given dates).

The market value of investments as well as other assets and liabilities expressed in currencies other than the reporting currency are translated at the exchange rate prevailing as at 30 June 2024.

The consolidated figures are expressed in USD and include the total of the financial statements of the sub-fund. For the Statement of Net Assets and the Statement of Operations and Changes in Net Assets, the exchange rate prevailing at the sub-fund's valuation point in Luxembourg as at 30 June 2024 is:

	30 June 2024	31 December 2023
	<b>USD</b>	<b>USD</b>
AUD	1.4973	1.4576
CHF	0.8986	0.8364
DKK	6.9582	6.7118
EUR	0.9331	0.9005
GBP	0.7911	0.7831
HKD	7.8074	7.8136
INR	83.3875	83.1738
JPY	160.8600	140.8950
KRW	1,376.5000	1,287.9000
SEK	10.5902	9.9501
SGD	1.3553	1.3166
TWD	32.4415	30.6695

# Fund Holiday Calendar for 2024

## HSBC ISLAMIC FUNDS

HSBC Islamic Global Equity Index Fund will have no net asset value (the “NAV”) calculated on the following days. Any requests for subscriptions or redemptions of shares received on these dates will be held over to the next Dealing Day:

▶ all Saturdays and Sundays

In addition, the sub-fund will have no NAV calculated on the following days:

01-Jan	Luxembourg, UK, US
15-Jan	US
19-Feb	US
29-Mar	Luxembourg, UK, US
01-Apr	Luxembourg, UK
01-May	Luxembourg
06-May	UK
09-May	Luxembourg
20-May	Luxembourg
27-May	UK, US
19-Jun	US
04-Jul	US
15-Aug	Luxembourg
26-Aug	UK
02-Sep	US
01-Nov	Luxembourg
28-Nov	US
25-Dec	Luxembourg, UK, US
26-Dec	Luxembourg, UK

# Appendix I (Unaudited Additional Disclosures) – Taxation of the Company (foreign countries)

The following summary is based on the Company's understanding of the law and practice currently in force in the in other jurisdictions and is subject to changes therein.

## United Kingdom

It is the intention of the Board of Directors to conduct the affairs of the Company so that it does not become resident in the United Kingdom. On the basis that the Company is not resident in the United Kingdom for tax purposes it should not be subject to United Kingdom corporation tax on its income and capital gains.

The table below shows reporting income for the previous financial year ended 31 December 2023, as per Chapter 7 of the UK Offshore Funds (Tax) regulations 2009. The information should be used by UK tax payers for the purposes of completing their UK tax returns.

Sub-Fund	Share Class / Series	ISIN Code	Currency of the following amounts	Per class excess reportable income over distributions in respect of the reporting year	Fund distribution date	Does the fund remain a reporting fund at the date this report is made available?	Distribution per class in respect of the reporting year	Date of distribution*
HSBC Islamic Global Equity Index Fund	Class AC (USD)	LU0466842654	USD	0,0246	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class AC (EUR)	LU0806931092	EUR	0,0033	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class AD (USD)	LU0110459103	USD	0,0038	30 June 2024	Yes	0,0278	29 February 2024
HSBC Islamic Global Equity Index Fund	Class IC (USD)	LU1569385302	USD	0,1177	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class ID (USD)	LU1313573898	USD	0,0085	30 June 2024	Yes	0,1239	29 February 2024
HSBC Islamic Global Equity Index Fund	Class WD (USD)	LU0187035489	USD	0	30 June 2024	Yes	0,2284	29 February 2024
HSBC Islamic Global Equity Index Fund	Class YD (USD)	LU1063824095	USD	0,0003	30 June 2024	No	0,0348	29 February 2024
HSBC Islamic Global Equity Index Fund	Class ZC (USD)	LU0466843462	USD	0,2384	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class BC (GBP)	LU2092165666	GBP	0,0583	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class BD (GBP)	LU2092166128	GBP	0	30 June 2024	Yes	0,0666	29 February 2024
HSBC Islamic Global Equity Index Fund	Class EC (USD)	LU2288915254	USD	0	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class BD (USD)	LU2233257695	USD	0,0032	30 June 2024	Yes	0,0574	29 February 2024
HSBC Islamic Global Equity Index Fund	Class BC (USD)	LU2233258073	USD	0,0472	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class IC (GBP)	LU2092164776	GBP	0,0704	30 June 2024	Yes	0,0000	N/A
HSBC Islamic Global Equity Index Fund	Class IC (EUR)	LU2373168785	EUR	0,0561	30 June 2024	Yes	0,0000	N/A

As at the date of this report, the above-mentioned sub-fund remains reporting fund.

\* The date upon which a declared dividend was scheduled to be paid.

# Appendix II (Unaudited Additional Disclosures) – UK SORP Disclosure

## Investment Risk

Information in relation to certain investment risks are disclosed for selected sub-fund as follows:

### Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as market prices, foreign exchange rates and investment income rates. It comprises of three major types of risks i.e. currency risk, investment income rate risk and other price risk.

As it is invested in equities, the Fund is exposed to the risk that the equity markets decline. This risk is monitored in absolute terms by the equity exposure and relative to the benchmark by the calculation of the ex-ante tracking-error.

The Sharia committee has expressly declared the use of financial derivatives instruments as inappropriate for the sub-fund, unless otherwise approved by the committee.

#### (i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in foreign exchange rates.

Investing in assets denominated in a currency other than that of the investor's own currency perspective exposes the value of the investment to exchange rate fluctuations. The Fund does not enter into any FX hedging transactions in order to manage its exposure to foreign exchange movements.

The table below summarises the sub-fund's exposure to currency risks.

<b>Sub-fund</b>	<b>Currency</b>	<b>Net currency exposure in Sub-fund currency</b>
HSBC Islamic Global Equity Index Fund	Other	319,397,796

#### (ii) Interest rate risk

Investment income rate risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market investment income rates.

HSBC Islamic Global Equity Index Fund aims to track the performance of the Dow Jones Islamic Market Titans 100 Index, through investment in a diversified portfolio of securities as defined by the relevant index. The sub-fund does not invest in fixed income securities; hence the Fund's portfolio is not exposed to interest rate risk.

#### (iii) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

HSBC Islamic Global Equity Index Fund aims to track the performance of a world index, i.e. Dow Jones Islamic Market Titans 100 Index, through investment in a diversified portfolio of securities as defined by the relevant index, which meets Islamic investment principles as interpreted and laid down by the Shariah Committee and provided to the Board of Directors. The sub-fund does not invest in fixed income securities, thus the Fund is not exposed to credit risk.

#### Credit ratings

All amounts due from brokers, cash and short-term deposits are held by parties with a credit rating of AA-/Aa or higher.

# Appendix II (Unaudited Additional Disclosures) – UK SORP Disclosure (continued)

Investment Risk (continued)

Market risk (continued)

(iv) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Other price risk arises principally in relation to the sub-fund's return seeking portfolio which includes shares and depositary receipts.

The sub-fund manages this exposure to other price risk by constructing a diverse portfolio of investments across various markets.

At the period end, the sub-fund's exposure to investments subject to other price risk was:

HSBC Islamic Global Equity Index Fund		USD
<b>Direct</b>		
Shares	1,736,365,869	
Depositary Receipts	10,834,565	

Fair Value Hierarchy

Fair value is the amount for which an asset could be exchanged, a liability settled, or an equity instrument granted could be exchanged, between knowledgeable, willing parties in an arm's length transaction.

The fair value of financial instruments has been determined using the following fair value hierarchy:

Category (a) The quoted price for an identical asset in an active market.

Category (b) When quoted prices are unavailable, the price of a recent transaction for an identical asset adjusted if necessary.

Category (c) Where a quoted price is not available and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is determined by using a valuation technique which uses:

C (i) observable market data; or

C (ii) non-observable data.

All the investments of HSBC ISLAMIC FUNDS detailed in the "Portfolio of Investments and Other Net Assets" are classified as "Transferable Securities admitted to an official stock exchange listing", hence are classified under category (a).

HSBC Global Asset Management, the initiator to the HSBC ISLAMIC FUNDS, is the asset management specialist of the HSBC Group and operates through HSBC Bank plc and its subsidiaries.

HSBC Global Asset Management is the trading name of HSBC Global Asset Management Limited. HSBC Global Asset Management (UK) Limited is established at 8 Canada Square, London E14 5HQ, United Kingdom, which is its registered office.

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