

HSBC ISLAMIC FUNDS

**Unaudited Semi Annual Report for the
period from 1 January 2026 to
30 June 2026**

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

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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.

Disclaimer

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 Information Document and the current Prospectus accompanied by the latest annual and the most recent semi-annual report, if published thereafter.

The current Prospectus, the Articles of Incorporation, together with both the interim and audited annual reports are available free of charge upon request from the Management Company.

Board of Directors

- ▶ **Anthony Jeffs, Director, Fund Boards**
HSBC Global Asset Management Limited,
Resident in the United Kingdom of Great Britain and Northern Ireland
- ▶ **Benjamin Lam, Independent Director**
Resident in Luxembourg
- ▶ **Benoit Papillard, Global Head Shared Services, Chief Operating Officer France**
HSBC Global Asset Management (France),
Resident in the French Republic
- ▶ **Carine Feipel, Independent Director**
Resident in Luxembourg
- ▶ **Matteo Pardi, CEO Continental Europe,
Interim CEO UK and Americas,
Head of Wholesale Continental Europe, Partnerships**
HSBC Global Asset Management (France),
Resident in the Republic of Italy
- ▶ **Timothy Palmer, Independent Director**
Resident in the United Kingdom of Great Britain and Northern Ireland

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

Registered Office

4, rue Peternelchen,
L-2370 Howald,
Grand Duchy of Luxembourg

Management Company

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

Administration Agent, Depositary Bank, Central Paying Agent, Registrar and Transfer Agent

HSBC Continental Europe, Luxembourg
18, boulevard de Kockelscheuer,
L-1821 Luxembourg,
Grand Duchy of Luxembourg

Corporate and Domiciliary Agent

ONE Corporate
4, rue Peternelchen, Cubus C3,
L-2370 Howald,
Grand Duchy of Luxembourg

Paying Agent in Switzerland

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

Investment Adviser

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

Auditor

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

Distributors and Representatives

Global Distributor

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

Continental Europe Distributor

HSBC Global Asset Management (France)
Immeuble "coeur 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

Representative for Switzerland

HSBC Global Asset Management (Switzerland) Limited
Gartenstrasse 26,
CH-8002 Zurich,
Switzerland

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 section entitled "Privacy of Personal Information" of the Prospectus of the Company 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 does not satisfy the requirements under the CRS Law.

The foregoing is only a summary based on the current interpretation thereof and does not purport to be complete in all respects. It does not constitute investment or tax advice and Investors and prospective investors should therefore seek advice from their financial or tax adviser on the full implications for themselves.

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 among others 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.

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.

Name of the sub-fund	Tax status for redemptions	Tax status for distributions	Method used to determine the status	Period of validity of the status
HSBC Islamic Global Equity Index Fund	Out of Scope	Out of Scope	Investment Policy	1 January 2026 30 June 2026

Statement of Net Assets

As at 30 June 2026

HSBC Islamic Global Equity Index Fund		
	Notes	USD
Assets		
Investment in Securities at Cost		1,855,170,012
Unrealised Appreciation/(Depreciation)		1,087,769,546
Investments in Securities at Market Value	2.b	2,942,939,558
Cash at Bank		17,307,190
Receivable on Unsettled Spot Foreign Currency Transactions		6,435
Receivable from Shareholders		7,912,446
Dividend Receivable, Net		1,043,483
Other Assets		319,635
Total Assets		2,969,528,747
Liabilities		
Bank Overdraft		(135,233)
Payable on Investment Purchased		(17,898,834)
Payable to Shareholders		(3,927,234)
Other Liabilities	4	(2,149,697)
Total Liabilities		(24,110,998)
Total Net Assets		2,945,417,749
Two Years Asset Summary		
31 December 2025		2,818,284,798
31 December 2024		2,096,272,012

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 2026

HSBC Islamic Global Equity Index Fund		
	Notes	USD
Net Assets at the Beginning of the Period		2,818,284,798
Income		
Investment Income, net	2.c	11,856,475
Other Income		352,938
Total Income		12,209,413
Expenses		
Management Fees	4	(6,124,509)
Operating, Administrative and Servicing Fees	4, 7.b	(2,344,383)
Total Expenses		(8,468,892)
Net Investment Income/(Loss)		3,740,521
Realised Gains/(Losses) on:		
- Investments in Securities	2.e	184,178,418
- Foreign Exchange Transactions		(376,101)
Realised Gains/(Losses) for the Period		183,802,317
Change in Unrealised Appreciation/(Depreciation) on:		
- Investments in Securities		92,818,415
Change in Total Net Assets as a Result of Operations		280,361,253
Proceeds on Issue of Shares		492,740,868
Payments on Redemption of Shares		(645,499,165)
Dividends Paid	7	(470,005)
Net Assets at the End of the Period		2,945,417,749

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

Key Figures

As at 30 June 2026

Sub-fund and Class	Class Currency	Launch Date	Effective rate Management fees (%)	Effective rate Operating fees (%)	Outstanding shares as of 30 June 2026	NAV per share as of 30 June 2026	NAV per share as of 31 December 2025	NAV per share as of 31 December 2024
HSBC Islamic Global Equity Index Fund								
AC (USD)	USD	05/09/2013	0.750	0.182	10,252,197.912	40.07	36.15	29.93
AC (EUR)	EUR	13/01/2022	0.750	0.202	2,300,058.637	17.05	14.96	14.07
AC (SGD)	SGD	16/06/2023	0.750	0.189	8,009,986.549	17.37	15.57	13.69
AD (USD)	USD	05/09/2013	0.750	0.177	2,644,793.479	37.17	33.54	27.77
BD (GBP)	GBP	24/04/2020	0.375	0.250	1,001,912.142	26.73	23.77	21.17
BD (USD)	USD	09/03/2021	0.375	0.179	1,036,802.600	21.41	19.33	16.00
BC (GBP)	GBP	23/10/2020	0.375	0.250	9,895,896.012	22.74	20.18	17.92
BC (USD)	USD	27/04/2021	0.375	0.164	6,198,298.044	19.74	17.78	14.66
IC (USD)	USD	31/03/2017	1.530	0.210	17,274,251.842	40.14	36.14	29.79
IC (EUR)	EUR	03/11/2022	0.375	0.200	13,368.109	20.48	17.93	16.80
EC (USD)	USD	09/04/2021	0.375	0.122	2,778,261.198	18.93	17.15	14.31
IC (GBP)	GBP	01/03/2021	0.375	0.118	27,754,638.291	22.64	20.08	17.81
ID (USD)	USD	29/02/2016	0.375	0.117	1,910,092.623	42.39	38.29	31.69
WD (USD)	USD	05/09/2013	-	-	45,163.651	40.49	36.63	30.32
YC (GBP)	GBP	17/09/2014	-	0.300	2,589,005.854	13.58	12.03	-
YD (USD)	USD	25/01/2018	-	0.300	766,648.187	23.42	21.17	17.52
ZC (USD)	USD	14/05/2014	-	0.119	1,529,920.109	49.35	44.35	36.42
ZD (USD)	USD	12/12/2025	-	0.200	447,775.715	11.15	10.02	-

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.

Y Shares incur no annual management charge.

Z Shares incur no annual management charge.

Portfolio of Investments and Other Net Assets

As at 30 June 2026

HSBC Islamic Global Equity Index Fund
Statement of investments as at 30 June 2026
(Expressed in USD)

Description	Quantity	Currency	Market value	% net assets
Investments				
Transferable Securities Admitted to an Official Stock Exchange Listing				
Depository Receipts				
China				
ALIBABA GROUP HOLDING	12,087	USD	1,160,110	0.04
JD COM	34,856	USD	888,131	0.03
PDD HOLDINGS	90,574	USD	6,908,985	0.23
			8,957,226	0.30
India				
INFOSYS	128,839	USD	1,351,521	0.05
RELIANCE INDUSTRIES	58,752	USD	3,254,861	0.11
			4,606,382	0.16
Depository Receipts Total			13,563,608	0.46
Shares				
Australia				
BHP BILLITON	587,894	AUD	24,193,202	0.82
CSL	56,149	AUD	4,463,389	0.15
			28,656,591	0.97
China				
ALIBABA GROUP HOLDING	2,123,719	HKD	25,144,868	0.85
BYD "H"	488,309	HKD	4,511,319	0.15
JD.COM	242,737	HKD	3,072,111	0.10
MEITUAN DIANPING	647,289	HKD	5,654,044	0.19
XIAOMI	1,979,200	HKD	5,461,568	0.19
			43,843,910	1.48
Denmark				
NOVO NORDISK	226,706	DKK	10,908,796	0.37
			10,908,796	0.37
France				
AIR LIQUIDE	44,676	EUR	8,850,809	0.30
ESSILOR INTERNATIONAL	20,460	EUR	3,837,444	0.13
HERMES INTERNATIONAL	2,442	EUR	4,461,518	0.15
L'OREAL	16,090	EUR	7,057,510	0.24
SANOFI	74,779	EUR	6,418,952	0.22
SCHNEIDER ELTE	38,560	EUR	12,582,045	0.43
			43,208,278	1.47
Germany				
SAP	71,478	EUR	10,950,588	0.37
SIEMENS ENERGY	50,705	EUR	9,611,597	0.33
			20,562,185	0.70
India				
BHARTI AIRTEL	359,532	INR	7,034,249	0.24
INFOSYS	269,996	INR	2,853,450	0.10
RELIANCE INDUSTRIES	547,819	INR	7,488,193	0.25
			17,375,892	0.59
Ireland				
ACCENTURE CORP	43,192	USD	5,374,812	0.18
LINDE	32,895	USD	17,070,531	0.58
MEDTRONIC	90,735	USD	7,098,199	0.24
			29,543,542	1.00
Japan				
ADVANTEST CORP	84,647	JPY	16,843,464	0.57
HOYA	38,647	JPY	6,170,679	0.21
KEYENCE	23,069	JPY	11,505,757	0.39
			34,519,900	1.17
Netherlands				
ASML HOLDING	14,015	EUR	27,582,596	0.94
			27,582,596	0.94
South Korea				
SAMSUNG ELECTRONICS	179,231	KRW	38,638,839	1.31

Description	Quantity	Currency	Market value	% net assets
SK HYNIX	26,473	KRW	45,280,740	1.54
			83,919,579	2.85
Spain				
INDUSTRIA DE DISENO TEXTIL	78,651	EUR	4,956,484	0.17
			4,956,484	0.17
Switzerland				
ABB "R"	107,354	CHF	11,655,691	0.40
LONZA GROUP	4,923	CHF	3,331,028	0.11
NESTLE "R"	181,826	CHF	18,726,962	0.64
NOVARTIS	129,799	CHF	20,368,137	0.69
ROCHE HOLDING	49,789	CHF	20,541,473	0.70
			74,623,291	2.54
Taiwan				
MEDIATEK	185,052	TWD	24,658,884	0.84
TAIWAN SEMICONDUCTOR MANUFACTURING	499,001	TWD	37,750,299	1.28
			62,409,183	2.12
United Kingdom				
ASTRAZENECA	109,916	GBP	20,569,916	0.70
COMPASS GROUP	122,710	USD	3,963,533	0.13
GSK	284,242	GBP	7,473,520	0.25
RELX PLC	124,501	GBP	3,909,670	0.13
RIO TINTO (GB0007188757)	74,782	GBP	7,068,895	0.24
UNILEVER	152,778	GBP	9,180,615	0.31
			52,166,149	1.76
United States				
ABBOTT LABORATORIES	123,925	USD	11,244,955	0.38
ABBVIE	125,702	USD	31,631,651	1.07
ADOBE SYSTEMS	28,787	USD	5,901,911	0.20
ADVANCED MICRO DEVICES	116,012	USD	67,392,531	2.29
ALPHABET	285,011	USD	100,702,937	3.42
ALPHABET "A"	353,528	USD	126,340,301	4.29
AMAZON.COM	696,820	USD	166,080,079	5.65
APPLE	777,161	USD	224,879,307	7.65
APPLIED MATERIALS	56,581	USD	40,908,063	1.39
BOOKING HOLDINGS	54,762	USD	9,760,779	0.33
BOSTON SCIENTIFIC	106,352	USD	4,539,103	0.15
BROADCOM	336,858	USD	127,248,110	4.33
CHEVRON	133,195	USD	22,078,403	0.75
CISCO SYSTEMS	281,766	USD	33,096,234	1.12
COCA-COLA (US1912161007)	275,498	USD	22,389,722	0.76
CONOCOPHILLIPS	86,003	USD	8,940,872	0.30
DANAHER	44,817	USD	8,536,742	0.29
ELI LILLY	56,353	USD	67,591,479	2.30
EXXON MOBIL	294,901	USD	40,318,865	1.37
GE VERNOVA	19,119	USD	22,462,148	0.76
GILEAD SCIENCES	89,026	USD	11,247,545	0.38
HOME DEPOT	70,864	USD	24,992,316	0.85
INTEL	336,130	USD	46,933,832	1.59
INTUITIVE SURGICAL	25,198	USD	10,020,741	0.34
JOHNSON & JOHNSON	171,266	USD	43,496,426	1.48
LOWES	39,847	USD	8,785,865	0.30
MASTERCARD	57,407	USD	29,484,235	1.00
MERCK & CO	175,176	USD	22,510,116	0.76
META PLATFORMS	156,398	USD	88,097,429	2.99
MICRON TECHNOLOGY	80,235	USD	92,614,458	3.15
MICROSOFT	528,511	USD	197,145,173	6.71
NVIDIA	1,130,646	USD	226,230,958	7.70
ORACLE	120,727	USD	17,692,542	0.60
PEPSICO	97,242	USD	13,166,567	0.45
PROCTER AND GAMBLE	165,673	USD	24,294,289	0.83
QUALCOMM	74,989	USD	13,857,217	0.47
S&P GLOBAL	21,480	USD	8,747,945	0.30
SALESFORCE	57,814	USD	9,057,141	0.31
SERVICENOW	72,885	USD	7,236,023	0.25
TESLA	200,300	USD	84,246,180	2.86
TEXAS INSTRUMENTS	64,750	USD	19,300,033	0.66
THERMO FISHER SCIENTIFIC	26,440	USD	13,255,958	0.45
TJX	78,224	USD	11,850,936	0.40
UBER TECHNOLOGIES	143,821	USD	10,378,123	0.35
UNION PACIFIC	42,241	USD	11,489,552	0.39
UNITEDHEALTH GP	64,612	USD	26,854,686	0.91
VISA	118,083	USD	40,513,096	1.38

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

Portfolio of Investments and Other Net Assets (continued)

As at 30 June 2026

HSBC Islamic Global Equity Index Fund (continued)
Statement of investments as at 30 June 2026
(Expressed in USD)

Description	Quantity	Currency	Market value	% net assets
WALMART	311,912	USD	35,327,153	1.20
			2,290,870,727	77.86
Shares Total			2,825,147,103	95.99
Total Transferable Securities Admitted to an Official Stock Exchange Listing			2,838,710,711	96.45
Other Transferable Securities				
Shares				
Australia				
WESFARMERS	131,347	AUD	8,226,147	0.28
			8,226,147	0.28
Japan				
DAIICHI SANKYO	219,154	JPY	3,517,386	0.12
FAST RETAILING	24,255	JPY	12,358,447	0.42
HITACHI	524,700	JPY	14,434,294	0.49
RECRUIT HOLDINGS	170,352	JPY	11,875,639	0.40
SHIN-ETSU CHEMICAL	229,600	JPY	9,900,242	0.34
TOKYO ELECTRON	54,127	JPY	25,693,881	0.87
			77,779,889	2.64
Netherlands				
FERRARI N.V	8,564	EUR	3,175,783	0.11
			3,175,783	0.11
Sweden				
ATLAS COPCO	110,528	SEK	1,960,877	0.07
ATLAS COPCO "A"	176,524	SEK	3,577,665	0.12
			5,538,542	0.19
Switzerland				
CIE FINANCIERE RICHEMONT "A"	37,684	CHF	8,714,994	0.30
ROCHE HOLDING "B"	1,887	CHF	793,492	0.03
			9,508,486	0.33
Shares Total			104,228,847	3.55
Total Other Transferable Securities			104,228,847	3.55
Total Investments			2,942,939,558	100.00
Other Net Assets			2,478,191	-
Total Net Assets			2,945,417,749	100.00

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

Notes to the Financial Statements

As at 30 June 2026

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.

The share classes available to investors are listed and described in the current Prospectus of the Company.

The last official NAV released was on 30 June 2026.

2. 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 are prepared in accordance with Luxembourg legal and regulatory requirements relating to investment funds.

b. Assets and portfolio securities valuation

Investments are included in the Statement of Net Assets at their market value at 30 June 2026. 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.

Notes to the Financial Statements (continued)

As at 30 June 2026

2. Accounting policies (continued)

d. Foreign exchange

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

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 30 June 2026:

	30 June 2026	31 December 2025
AUD	1.4434	1.4924
CHF	0.8067	0.7910
DKK	6.5380	6.3512
EUR	0.8747	0.8504
GBP	0.7534	0.7422
HKD	7.8421	7.7819
INR	94.6588	89.7913
JPY	162.5250	156.3350
KRW	1,549.3000	1,440.5500
SEK	9.6782	9.1947
SGD	1.2935	1.2849
TWD	31.8565	31.3700

e. Realised profit/(loss) on sale of investments

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

f. Forward Foreign Exchange Contracts

The Company may use Shariah compliant Forward Foreign Exchange Contracts for hedging purposes. As at 30 June 2026, there were no open Forward Foreign Exchange contract entered into.

Notes to the Financial Statements (continued)

As at 30 June 2026

3. Share capital

The Company currently offers the following Classes of Shares:

Class	Description	Minimum Initial Investment Minimum Holding (in US Dollar or equivalent amount in a major currency)	
Class A	A Shares are available to all investors.	USD	5,000
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.	USD	5,000
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 selected distributors.	USD	5,000
Class I	I Shares are only available for investors qualifying as Institutional Investors.	USD	1,000,000
Class R	R Shares are available in certain countries, subject to the relevant regulatory approval, through distributors selected by the Global Distributor on application to the Company. 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.	USD	5,000
Class S	S Shares are available through certain distributors selected by the Global Distributor provided that the investors qualify as Institutional Investors. 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.	USD	500,000
Class W	W Shares are available through certain distributors selected by the Global Distributor provided that the investors qualify as Institutional Investors. 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.	USD	100,000
Class Y	Y Shares are available to certain distributors or investors selected by the Global Distributor provided that the investors qualify as Institutional Investors.	USD	Minimum Initial Investment 100,000,000* Minimum Holding 100,000*
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.	USD	1,000,000

*Class Y: the Minimum Initial Investment and Minimum Holding Amount can be waived or reduced at the discretion of the Board of Directors.

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.

Notes to the Financial Statements (continued)

As at 30 June 2026

3. Share capital (continued)

Details of which Share Classes have UK reporting fund status can be found on the HM Revenue & Customs' website at 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>.

4. Charges and expenses

a. 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 subfunds out of their assets on a pro rata accrual basis and amortised against capital over five years when incurred. As at 30 June 2026, all such formation expenses have been fully amortized.

b. Management fee

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 effective 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 presented in the Key Figures section of the report. The maximum management fees payable to the Management Company are presented in the latest prospectus of the Company.

c. 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 he has disclosed to the other Directors, prior to the conclusion of any such transaction or arrangement, the nature and extent of any interest of his therein. Subject to approval of the Board, a Director may vote in respect of any contract or arrangement or any proposal whatsoever in which he has an interest, having first disclosed such interest. He shall not be disqualified by his office from contracting with the Company. If a Director declares his interest in any contract which the Company is considering entering into, he may be counted in the quorum of any meeting to consider the contract and may vote on any resolution to enter into such contract, provided that the decision to be taken by the Board of Directors relates to the current operations entered into under normal conditions.

The Company pays an annual fee to each of the Independent 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 2026, a total of EUR 22,500 has been charged as Independent Directors' fees.

Notes to the Financial Statements (continued)

As at 30 June 2026

4. Charges and expenses (continued)

d. Operating, Administrative and Servicing Expenses / Operating Currency Hedged Share Class 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 Depositary Bank a fee which is payable quarterly in arrears. In addition the Depositary 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 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.

5. Transaction expenses and extraordinary 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 118,673.

6. 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.

Notes to the Financial Statements (continued)

As at 30 June 2026

6. Taxation of the Company (continued)

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

The sub-funds are, 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 authorised as money market funds in accordance with Regulation (EU) 2017/1131 of the European Parliament and of the Council of 14 June 2017 on money market funds, hereinafter "Regulation (EU) 2017/1131", without prejudice to Article 175, letter b) of the 2010 Law. 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.

The subscription tax are disclosed within the Statement of Operations and Changes in Net Assets under the Operating, Administration and Servicing Fees.

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), (ii) that are authorised as short-term money market funds in accordance with Regulation (EU) 2017/1131 and (iii) 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) and (iii) above, only those Share classes meeting (i) above will benefit from this exemption;
- Any sub-fund, whose securities are reserved for (i) institutions for occupational retirement pension or similar investment vehicles, set up on one or more employers' initiative for the benefit of their employees and (ii) companies of one or more employers investing funds they hold, to provide retirement benefits to their employees and (iii) savers in the context of a pan-European personal pension product established under Regulation (EU) 2019/1238 of the European Parliament and of the Council of 20 June 2019 on a pan-European personal pension product (PEPP);
- Any sub-fund, whose main objective is the investment in microfinance institutions; and
- Any sub-fund, (i) whose securities are listed or traded on a stock exchange or another regulated market operating regularly, recognised and open to the public 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.

The Company is considered as a taxable person for value added tax ("VAT") purposes without any input VAT deduction right. A VAT exemption applies in Luxembourg for services qualifying as fund management services. Other services supplied to the Company from abroad could require it to self-assess for VAT.

Withholding tax

Dividend income received by the Company may be subject to non-recoverable withholding tax or assessed tax in the countries in which the Company's assets are invested. 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 or VAT in Luxembourg.

Notes to the Financial Statements (continued)

As at 30 June 2026

7. Dividends and dividend purification

a. Dividends

The following dividends were declared, out of the profits of the Company for the period ended 30 June 2026, for the Classes of Shares listed below:

Sub-Fund	Dividend per share (in class currency)
HSBC Islamic Global Equity Index Fund	
-Class AD (USD)	-
HSBC Islamic Global Equity Index Fund	
-Class BD (GBP)	0.046134
HSBC Islamic Global Equity Index Fund	
-Class BD (USD)	0.052164
HSBC Islamic Global Equity Index Fund	
-Class ID (USD)	0.120042
HSBC Islamic Global Equity Index Fund	
-Class WD (USD)	0.269761
HSBC Islamic Global Equity Index Fund	
-Class YD (USD)	0.100220
HSBC Islamic Global Equity Index Fund	
-Class ZD (USD)	0.001190

b. 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 424,215 for purification fees was charged to HSBC Islamic Global Equity Index Fund for the year 2025.

8. Other Income

Other income mainly consists of dilution levy (refer to Note 10).

9. List of movements in the investment portfolio

The detailed list of movements in the investment portfolio can be obtained free of charge upon request at the registered office of the Company.

10. 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.

Notes to the Financial Statements (continued)

As at 30 June 2026

10. Anti-Dilution Mechanisms (continued)

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.

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.

Details of each Mechanism are specified in the latest Fund's Prospectus.

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.

The described Anti-Dilution Mechanisms have been applied during the period under review, swing was applied as of 30 June 2026 as reported in the below table:

HSBC Islamic Global Equity Index Fund		Un-swung NAV	Swung NAV
Price per share		price per Share	
AC (USD)	AA	40.03	40.07
AC (EUR)	EA	17.04	17.05
AC (SGD)	RA	17.36	17.37
AD (USD)	AB	37.14	37.17
BD (GBP)	IH	26.70	26.73
BD (USD)	DD	21.38	21.41
BC (GBP)	IG	22.72	22.74
BC (USD)	DC	19.72	19.74
IC (USD)	AY	40.10	40.14
IC (EUR)	EQ	20.46	20.48
EC (USD)	AQ	18.91	18.93
IC (GBP)	HQ	22.62	22.64
ID (USD)	AZ	42.35	42.39
WD (USD)	BZ	40.45	40.49
YC (GBP)	JM	13.57	13.58
YD (USD)	CN	23.40	23.42
ZC (USD)	CO	49.30	49.35
ZD (USD)	CX	11.14	11.15

Notes to the Financial Statements (continued)

As at 30 June 2026

11. Sustainable Finance Disclosure Regulation ("SFDR")

Information on environmental and/or social characteristics and/or sustainable investments are available under the section Appendix VI - Sustainable Finance Disclosure Regulation ("SFDR") of the annual report.

12. Significant Events

The recent announcements of tariffs by the US government has caused significant market disruptions across financial markets and the economy. The Company and its Investment Adviser continue to monitor these developments.

13. Subsequent Events

There is no subsequent event affecting the Company after the financial period.

14. 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 tracking error for the 12 month period ended 30 June 2026 is 0.0967%.

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.

Additional Disclosure (Unaudited Information)

Appendix I - Information for Swiss Investors

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.

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 period.

		Calendar Year Performance		
Sub-fund and Class	Total Expense Ratio (in %)	2026 (in %)	2025 (in %)	2024 (in %)
HSBC Islamic Global Equity Index Fund				
AC (USD)	0.95	10.82	20.78	25.55
AC (EUR)	0.95	13.97	6.37	34.63
AC (SGD)	0.96	11.56	13.72	30.11
AD (USD)	0.95	10.82	20.79	25.56
BD (GBP)	0.64	12.68	12.61	28.45
BD (USD)	0.55	11.04	21.25	26.07
BC (GBP)	0.63	12.68	12.61	28.45
BC (USD)	0.57	11.03	21.24	26.01
IC (USD)	0.51	11.07	21.31	26.13
IC (EUR)	0.59	14.19	6.73	35.12
EC (USD)	1.75	10.38	19.82	24.52
IC (GBP)	0.52	12.75	12.75	28.60
ID (USD)	0.51	11.07	21.31	26.12
WD (USD)	0.01	11.34	21.90	26.76
YC (GBP)	0.31	12.86	20.31	-
YD (USD)	0.31	11.18	21.54	26.38
ZC (USD)	0.13	11.27	21.77	26.60
ZD (USD)	0.20	11.24	0.23	-

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) Limited, Gartenstrasse 26, P.O. Box, CH-8002 Zurich. The Prospectus, Key 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.

Additional Disclosure (Unaudited Information) (continued)

Appendix II - Taxation of the Company

The following summary is based on the Company's understanding of the law and practice currently in various 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.

It is the intention of the Company that the assets held by the sub-funds will generally be held for investment purposes and not for the purposes of trading.

The table below shows reporting income for the previous financial year ended 31 December 2025, 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 period	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 period	Date of distribution*
HSBC Islamic Global Equity Index Fund	Class AC (USD)	LU0466842654	USD	0.0000	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class AC (EUR)	LU0806931092	EUR	0.0000	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class AD (USD)	LU0110459103	USD	0.0000	30 June 2026	Yes	0.0000	27 February 2026
HSBC Islamic Global Equity Index Fund	Class IC (USD)	LU1569385302	USD	0.1062	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class ID (USD)	LU1313573898	USD	0.0000	30 June 2026	Yes	0.1200	27 February 2026
HSBC Islamic Global Equity Index Fund	Class WD (USD)	LU0187035489	USD	0.0000	30 June 2026	Yes	0.2698	27 February 2026
HSBC Islamic Global Equity Index Fund	Class YD (USD)	LU1063824095	USD	0.0000	30 June 2026	Yes	0.1002	27 February 2026
HSBC Islamic Global Equity Index Fund	Class ZC (USD)	LU0466843462	USD	0.2745	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class BC (GBP)	LU2092165666	GBP	0.0315	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class BD (GBP)	LU2092166128	GBP	0.0000	30 June 2026	Yes	0.0461	27 February 2026
HSBC Islamic Global Equity Index Fund	Class EC (USD)	LU2288915254	USD	0.0000	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class BD (USD)	LU2233257695	USD	0.0000	30 June 2026	Yes	0.0522	27 February 2026
HSBC Islamic Global Equity Index Fund	Class BC (USD)	LU2233258073	USD	0.0386	30 June 2026	Yes	0.0000	N/A

Additional Disclosure (Unaudited Information) (continued)

Appendix II - Taxation of the Company (continued)

Sub-Fund	Share Class / Series	ISIN Code	Currency of the following amounts	Per class excess reportable income over distributions in respect of the reporting period	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 period	Date of distribution*
HSBC Islamic Global Equity Index Fund	Class IC (GBP)	LU2092164776	GBP	0.0596	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class IC (EUR)	LU2373168785	EUR	0.0434	30 June 2026	Yes	0.0000	N/A
HSBC Islamic Global Equity Index Fund	Class YC (GBP)	LU3038506781	GBP	0.0193	30 June 2026	Yes	0.0000	N/A

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

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

Additional Disclosure (Unaudited Information) (continued)

Appendix III - 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.

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.

Sub-fund	Currency	Net currency exposure in sub-fund currency
HSBC Islamic Global Equity Index Fund	Other	604,577,094

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.

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 and cash are held by parties with a credit rating of AA-/Aa or higher.

Additional Disclosure (Unaudited Information) (continued)

Appendix III - UK SORP Disclosure (continued)

Market risk (continued)

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		USD
Direct		
Shares		2,929,375,950
Depositary Receipts		13,563,608

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" and "Transferable Securities admitted to another official stock exchange Listing", hence are classified under category (a).

Additional Disclosure (Unaudited Information) (continued)

Appendix IV - Fund Holiday Calendar

HSBC Islamic Global Equity Index Fund had 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 had no NAV calculated on the following days:

Holiday	Closed Market
01/01/2026	Luxembourg, UK, US
19/01/2026	US
16/02/2026	US
03/04/2026	Luxembourg, UK, US
06/04/2026	Luxembourg, UK
01/05/2026	Luxembourg
04/05/2026	UK
09/05/2026	Luxembourg
14/05/2026	Luxembourg
25/05/2026	Luxembourg, UK, US
19/06/2026	US
23/06/2026	Luxembourg
03/07/2026	US
15/08/2026	Luxembourg
31/08/2026	UK
07/09/2026	US
26/11/2026	US
24/12/2026	UK
25/12/2026	Luxembourg, UK, US
28/12/2026	UK
31/12/2026	UK

Additional Disclosure (Unaudited Information) (continued)

Appendix V - Risk Management

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.

Additional Disclosure (Unaudited Information) (continued)

Appendix VI - Sustainable Finance Disclosure Regulation ("SFDR")

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

