

## HSBC Global Investment Funds

# GEM DEBT TOTAL RETURN

Marketing communication | Monthly report 30 June 2025 | Share class M1CEUR

This product is based overseas and is not subject to UK sustainable investment labelling and disclosure requirements.



### Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of emerging markets bonds and other similar securities or instruments.



### Investment strategy

The Fund is actively managed. The Fund employs a Total Return strategy which has a flexible allocation across the emerging market debt universe. Through seeking multiple sources of return the strategy aims, over an investment cycle, to achieve risk-adjusted returns above those of the investment universe. In normal market conditions, the Fund will mostly invest its assets in investment grade bonds and non-investment grade bonds issued by governments, government-related entities, supranational entities and companies that are based in or carry out the larger part of their business in emerging markets. Issuers considered for inclusion within the Fund's portfolio will be subject to excluded activities in accordance with HSBC Asset Management's Responsible Investment Policies. The Fund may invest up to 10% in onshore Chinese bonds. The Fund may invest up to 25% in convertible bonds, up to 10% in contingent convertible securities, up to 10% in other funds, and may invest up to 49% in cash, cash instruments and money market instruments issued by governments in developed markets. The Fund's primary currency exposure is to US dollars (USD). See the Prospectus for a full description of the investment objectives and derivative usage.



### Main risks

- The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested
- Investing in assets denominated in a currency other than that of the investor's own currency exposes the value of the investment to exchange rate fluctuations
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.

### Share class details

#### Key metrics

|                     |                  |
|---------------------|------------------|
| NAV per share       | <b>EUR 12.54</b> |
| Performance 1 month | <b>-1.47%</b>    |
| Yield to maturity   | <b>6.78%</b>     |

#### Fund facts

|                                 |   |
|---------------------------------|---|
| UCITS V compliant               | <b>Yes</b>  |
| UK reporting fund status (UKRS) | <b>Yes</b>  |
| ISA eligible                    | <b>Yes</b>  |
| Dividend treatment              | <b>Accumulating</b>                                 |
| Dealing frequency               | <b>Daily</b>  |
| Valuation time                  | <b>17:00 Luxembourg</b>                             |
| Share class base currency       | <b>EUR</b>  |
| Domicile                        | <b>Luxembourg</b>                                   |
| Inception date                  | <b>30 January 2014</b>                              |
| Fund size                       | <b>USD 42,956,028</b>                               |
| Reference benchmark             | <b>100% Secured Overnight Financing Rate (SOFR)</b> |
| Managers                        | <b>Bryan Carter<br/>Hugo Novaro<br/>Scott Davis</b> |

#### Fees and expenses

|   |                  |
|---|------------------|
| Minimum initial investment <sup>1</sup> | <b>USD 5,000</b> |
| Ongoing charge figure <sup>2</sup>      | <b>1.347%</b>    |

#### Codes

|                  |                     |
|------------------|---------------------|
| ISIN             | <b>LU0551372856</b> |
| Bloomberg ticker | <b>HGM1CEU LX</b>   |
| SEDOL            | <b>BF2CJ78</b>      |

<sup>1</sup>Please note that initial minimum subscription may vary across different distributors

<sup>2</sup>Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

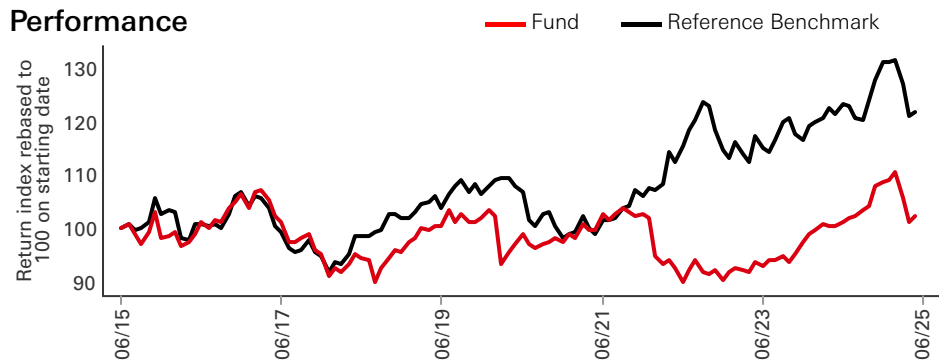
Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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

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

Source: HSBC Asset Management, data as at 30 June 2025

## Performance



| Performance (%)     | YTD          | 1 month      | 3 months     | 6 months     | 1 year       | 3 years ann | 5 years ann | 10 years ann |
|---------------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|--------------|
| <b>M1CEUR</b>       | <b>-7.26</b> | <b>-1.47</b> | <b>-4.88</b> | <b>-7.26</b> | <b>-0.31</b> | <b>3.92</b> | <b>0.36</b> | <b>0.06</b>  |
| Reference Benchmark | -9.85        | -2.93        | -6.97        | -9.85        | -4.26        | 0.79        | 2.02        | 1.68         |

| Rolling performance (%) | 30/06/24-30/06/25 | 30/06/23-30/06/24 | 30/06/22-30/06/23 | 30/06/21-30/06/22 | 30/06/20-30/06/21 | 30/06/19-30/06/20 | 30/06/18-30/06/19 | 30/06/17-30/06/18 | 30/06/16-30/06/17 | 30/06/15-30/06/16 |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>M1CEUR</b>           | <b>-0.31</b>      | <b>8.58</b>       | <b>3.69</b>       | <b>-12.60</b>     | <b>3.80</b>       | <b>-1.56</b>      | <b>6.42</b>       | <b>-6.65</b>      | <b>0.01</b>       | <b>1.04</b>       |
| Reference Benchmark     | -4.26             | 7.40              | -0.43             | 13.74             | -5.09             | 3.04              | 5.19              | -0.56             | -1.61             | 0.80              |

| 3-Year Risk Measures | M1CEUR | Reference Benchmark | 5-Year Risk Measures | M1CEUR | Reference Benchmark |
|----------------------|--------|---------------------|----------------------|--------|---------------------|
| Volatility           | 5.79%  | 7.79%               | Volatility           | 6.28%  | 7.78%               |
| Sharpe ratio         | 0.18   | -0.27               | Sharpe ratio         | -0.18  | 0.07                |
| Tracking error       | 6.83%  | --                  | Tracking error       | 7.70%  | --                  |
| Information ratio    | 0.46   | --                  | Information ratio    | -0.22  | --                  |

| Fixed Income Characteristics    | Fund     | Reference Benchmark | Relative |
|---------------------------------|----------|---------------------|----------|
| No. of holdings ex cash         | 123      | --                  | --       |
| Yield to worst                  | 6.76%    | --                  | --       |
| Option adjusted duration        | 5.56     | --                  | --       |
| Modified duration to worst      | 5.47     | --                  | --       |
| Option adjusted spread duration | 2.51     | --                  | --       |
| Average maturity                | 7.64     | --                  | --       |
| Average Credit Quality          | BBB+/BBB | --                  | --       |

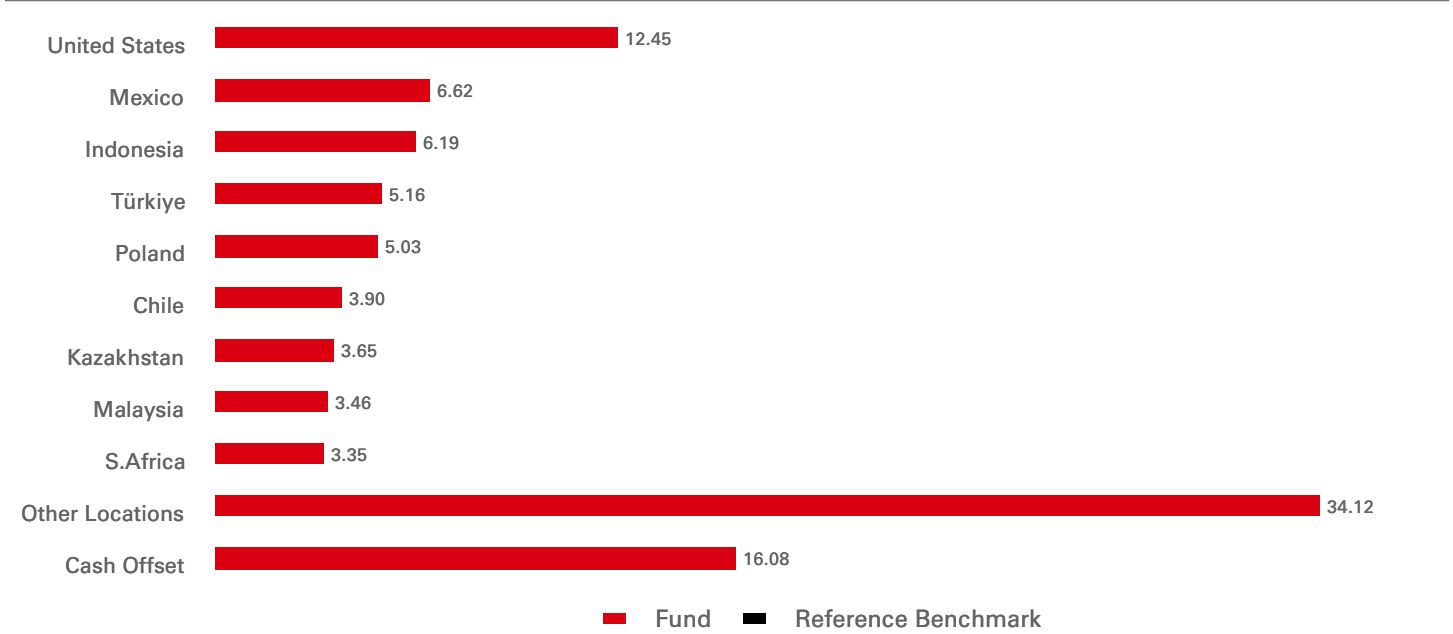
| Credit rating (%) | Fund  | Reference Benchmark | Relative | Maturity Breakdown (%) | Fund  | Reference Benchmark | Relative |
|-------------------|-------|---------------------|----------|------------------------|-------|---------------------|----------|
| AAA               | 1.92  | --                  | --       | 0-2 years              | 32.83 | --                  | --       |
| AA                | 6.00  | --                  | --       | 2-5 years              | 5.16  | --                  | --       |
| A                 | 8.49  | --                  | --       | 5-10 years             | 29.09 | --                  | --       |
| BBB               | 21.78 | --                  | --       | 10+ years              | 32.92 | --                  | --       |
| BB                | 20.79 | --                  | --       |                        |       |                     |          |
| B                 | 8.23  | --                  | --       |                        |       |                     |          |
| CCC               | 2.83  | --                  | --       |                        |       |                     |          |
| NR                | 0.32  | --                  | --       |                        |       |                     |          |
| Cash              | 13.57 | --                  | --       |                        |       |                     |          |
| Cash Offset       | 16.08 | --                  | --       |                        |       |                     |          |

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

Source: HSBC Asset Management, data as at 30 June 2025

| Currency Allocation (%) | Fund  | Reference Benchmark | Relative |
|-------------------------|-------|---------------------|----------|
| USD                     | 65.23 | --                  | --       |
| IDR                     | 4.70  | --                  | --       |
| MXN                     | 3.37  | --                  | --       |
| PLN                     | 3.32  | --                  | --       |
| CNY                     | 3.22  | --                  | --       |
| MYR                     | 3.19  | --                  | --       |
| THB                     | 2.85  | --                  | --       |
| CZK                     | 2.29  | --                  | --       |
| BRL                     | 2.18  | --                  | --       |
| ZAR                     | 2.14  | --                  | --       |
| Other Currencies        | 7.53  | --                  | --       |

Geographical allocation (%)



| Sector allocation (%) | Fund  | Reference Benchmark | Relative |
|-----------------------|-------|---------------------|----------|
| Government            | 43.76 | --                  | --       |
| Financial             | 10.15 | --                  | --       |
| Utilities             | 5.99  | --                  | --       |
| Energy                | 4.88  | --                  | --       |
| Basic Materials       | 4.08  | --                  | --       |
| Consumer Non cyclical | 1.95  | --                  | --       |
| Industrial            | 1.80  | --                  | --       |
| Consumer Cyclical     | 1.38  | --                  | --       |
| Communications        | 0.55  | --                  | --       |
| Other Sectors         | -4.19 | --                  | --       |
| Cash                  | 13.57 | --                  | --       |
| Cash Offset           | 16.08 | --                  | --       |

| Top 10 holdings                 | Weight (%) |
|---------------------------------|------------|
| REP SOUTH AFRICA 8.750 31/01/44 | 3.67       |
| CZECH REPUBLIC 1.500 24/04/40   | 3.17       |
| INDONESIA GOV'T 7.500 15/05/38  | 3.15       |
| BRAZIL NTN-F 10.000 01/01/31    | 2.81       |
| MEXICAN BONOS 7.750 13/11/42    | 2.61       |
| POLAND GOVT BOND 1.250 25/10/30 | 2.24       |
| US TREASURY N/B 4.250 15/05/35  | 2.11       |
| KAZAKHSTAN 5.500 01/07/37       | 1.58       |
| SUCI SECOND INVE 6.000 25/10/28 | 1.54       |
| REP OF POLAND 3.875 07/07/37    | 1.47       |

## Risk disclosures

- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.
- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- Further information on the potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

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### Glossary



[www.assetmanagement.hsbc.co.uk/en/api/v1/download/document/gb00b80qg615/gb/en/glossary](http://www.assetmanagement.hsbc.co.uk/en/api/v1/download/document/gb00b80qg615/gb/en/glossary)

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Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Registrar and Transfer Agent by emailing [amgtransferagency@lu.hsbc.com](mailto:amgtransferagency@lu.hsbc.com) , or by visiting [www.global.assetmanagement.hsbc.com](http://www.global.assetmanagement.hsbc.com).

The most recent Prospectus is available in English and German. Key Investor Information Document (KID) are available in the local language where they are registered.

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