

Important information about the deregistration of share classes from the UK Temporary Marketing Permissions Regime (TMPR). This document contains important information about the share class(es) in which you are invested. If you have any questions, please contact your local agent or HSBC Asset Management office. Alternatively, you might wish to consult your stockbroker, bank manager, solicitor, accountant or financial adviser.

HSBC Islamic Funds

4, rue Peternelchen
L-2370 Howald
Grand Duchy of Luxembourg
R.C.S Luxembourg B74964
(the “Company”)

17 September 2025

Dear Shareholder

We, the board of directors of the Company (the “**Board**”), are writing to let you know that your investment in **HSBC Islamic Funds – HSBC Islamic Global Equity Index Fund** (the “**Fund**”) may be impacted as a result of the Fund’s transition to the Overseas Funds Regime (the “**OFR**”) in the UK. This letter is intended to explain the possible impact of the Fund’s transition into the OFR on your investment.

Background

The share classes listed below were previously registered under the Temporary Marketing Permissions Regime (the “**TMPR**”) in the UK. The TMPR was introduced as an integral part of Brexit where its purpose was to allow investment firms located in the European Economic Area (“**EEA**”) to continue to market certain of their investment funds in the UK following the UK’s departure from the European Union. The TMPR is being replaced by the OFR and all EEA UCITS that are currently operating under the TMPR, excluding EEA UCITS that have been authorised as money market funds, are required to transition to the OFR by 31 December 2026 to remain authorised for distribution to the public in the UK.

Application for OFR Recognition

On 7 July 2025 the Management Company, HSBC Investment Funds (Luxembourg) S.A. (as the “**Operator**” of the Company), applied for OFR recognition for certain share classes of the Fund that were in the TMPR. The Fund’s application was approved by the Financial Conduct Authority (the “**FCA**”), the UK’s financial regulator, on 29 July 2025.

However, due to the limited number of UK shareholders in the share classes listed below, these share classes were excluded in the Fund’s application under the OFR (each a “**deregistered share class**”):

Deregistered share class of the Fund	ISIN	UK Fund Reporting Status
AC	LU0466842654	NO
AD	LU0110459103	NO
ACEUR	LU0806931092	NO
ACSGD	LU2602419157	NO
EC	LU2288915254	NO
WD	LU0187035489	NO
ZD	LU3048126307	NO

Options Available to you

Our records show that you hold shares in one or more of the deregistered share classes listed in the table above. You are not required to take any action and may continue to hold your shares in the Fund. However, please note that the Operator will no longer be actively marketing the deregistered share classes in the UK and will also request that its platform providers cease to distribute the deregistered share classes in the UK.

If your shares are held in an Individual Savings Account (“ISA”) or Child Trust Fund, (together a “wrapper”), they remain qualifying investments for these wrappers as the Fund itself is recognised under the OFR.

However, if you are a UK investor, you should be aware that with effect from 31 December 2025 the deregistered share classes will no longer have UK reporting fund status. This may impact the amount of tax you are liable to pay in the UK. If you are in any doubt about your potential tax liability, you should seek professional advice regarding the tax implications of this change.

Should you decide that the deregistered share class(es) in which you hold your investment in the Fund no longer meet your needs, you may wish to (i) apply for redemption of your shares or (ii) consider switching your existing shares to a share class of the Fund that is recognised under the OFR, subject to meeting the eligibility criteria of such share class.

If you wish to ensure your switch or redemption is completed before the change of UK reporting fund status of the deregistered share classes in which you are invested, instructions must be received before 3.00 p.m. Luxembourg time on the Dealing Day prior to 31 December 2025.

The Fund’s reportable income for the period ending 31 December 2025 will be made available at <https://www.assetmanagement.hsbc.co.uk/en/>.

You can view the list of share classes at <https://www.assetmanagement.hsbc.co.uk/en/> which currently lists all share classes of the Fund currently registered in the UK. This list will be updated to exclude the share classes listed above at the appropriate time.

The latest prospectus of the Company, the Key Information Document and/or Key Investor Information Document as well as the annual and semi-annual reports of the Company are also available at <https://www.assetmanagement.hsbc.co.uk/en/>.

Regardless of which option you choose, you will not be charged any switching or redemption fees by HSBC. However, please note that some distributors, paying agents, correspondent banks or intermediaries might charge switching and/or transaction fees or expenses at their own discretion.

Please take a moment to review the above information. If you still have questions, please contact your local agent or HSBC Asset Management office.

For and on behalf of the Board of HSBC Islamic Funds

Terms not defined in this letter will have the same meaning as those defined in the current prospectus of HSBC Islamic Funds.

The Board accepts responsibility for the accuracy of the information contained in this letter as at the date of the mailing.