

HSBC Global Investment Funds

GLOBAL CORPORATE BOND

Monthly report 30 November 2023 | Share class ZM1HJPY



Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of corporate bonds, while promoting environmental, social and governance (ESG) Characteristics. The Fund also aims to achieve a higher ESG rating than the weighted average of the constituents of its reference benchmark. The Fund qualifies under Article 8 of SFDR.



Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 70% of its assets in a combination of investment grade bonds issued by companies in both developed markets and emerging markets and may invest up to 20% in asset-backed securities and mortgage-backed securities. The Fund will not invest in bonds issued by companies with involvement in specific excluded activities, such as, companies involved in the production of controversial weapons and tobacco; companies with more than 10% revenue generated from thermal coal extraction and companies with more than 10% revenue generated from coal-fired power generation. The Fund may invest up to 10% in onshore Chinese bonds; up to 10% in non-investment grade rated bonds; up to 10% in convertible bonds; up to 10% in contingent convertible securities; and up to 10% in other funds. The Fund's primary currency exposure is to 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 you may not get back the amount originally invested.
- 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.
- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.

Share class details

Key metrics

| | |
|---------------------|---------------------|
| NAV per share | JPY 8,115.44 |
| Performance 1 month | 3.65% |
| Yield to maturity | 5.28% |

Fund facts

| | |
|---------------------------------|--------------------------|
| UCITS V compliant | Yes |
| UK reporting fund status (UKRS) | Yes |
| ISA eligible | No |
| Dividend treatment | Distributing |
| Distribution frequency | Monthly |
| Dividend ex-date | 30 November 2023 |
| Dividend yield ¹ | 3.61% |
| Last paid dividend | 29.262624 |
| Dealing frequency | Daily |
| Valuation time | 17:00 Luxembourg |
| Share class base currency | JPY |
| Domicile | Luxembourg |
| Inception date | 11 April 2018 |
| Fund size | USD 2,845,450,122 |
| Managers | Jerry Samet |

Fees and expenses

| | |
|-----------------------------------------|----------------------|
| Minimum initial investment ² | USD 1,000,000 |
| Ongoing charge figure ³ | 0.124% |

Codes

| | |
|------------------|---------------------|
| ISIN | LU1796207311 |
| Bloomberg ticker | HGZM1HJ LX |
| SEDOL | BFN6VD9 |

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

²Please note that initial minimum subscription may vary across different distributors

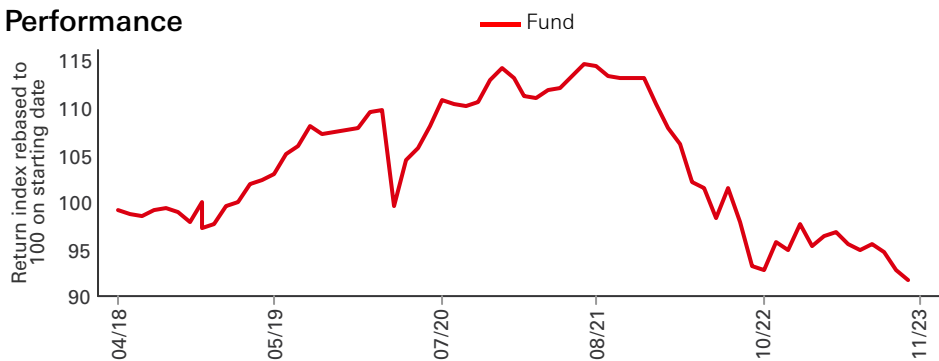
³Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

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

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

Source: HSBC Asset Management, data as at 30 November 2023

Performance



| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | 10 years ann | Since inception ann |
|-----------------|------|---------|----------|----------|--------|-------------|-------------|--------------|---------------------|
| ZM1HJPY | 0.22 | 3.65 | 0.32 | -0.63 | -0.67 | -5.58 | -0.45 | -- | -0.89 |

| Rolling performance (%) | 30/11/22-30/11/23 | 30/11/21-30/11/22 | 30/11/20-30/11/21 | 30/11/19-30/11/20 | 30/11/18-30/11/19 | 30/11/17-30/11/18 | 30/11/16-30/11/17 | 30/11/15-30/11/16 | 30/11/14-30/11/15 | 30/11/13-30/11/14 |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| ZM1HJPY | -0.67 | -15.37 | 0.13 | 5.01 | 10.63 | -- | -- | -- | -- | -- |

| Carbon footprint | Fund | Reference benchmark | MSCI ESG Score | ESG score | E | S | G |
|----------------------------|-------|---------------------|---------------------|-----------|-----|-----|-----|
| Carbon intensity emissions | 83.12 | 151.64 | Fund | 7.2 | 7.6 | 5.3 | 5.9 |
| | | | Reference benchmark | 6.9 | 7.3 | 5.0 | 5.8 |

Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO₂e/USD million revenue)
Source: S&P Global Trucost

| 3-Year Risk Measures | ZM1HJPY | Reference Benchmark | 5-Year Risk Measures | ZM1HJPY | Reference Benchmark |
|----------------------|---------|---------------------|----------------------|---------|---------------------|
| Volatility | 6.65% | -- | Volatility | 7.56% | -- |
| Sharpe ratio | -0.83 | -- | Sharpe ratio | -0.05 | -- |

| Fixed Income Characteristics | Fund | Reference Benchmark | Relative |
|---------------------------------|---------|---------------------|----------|
| No. of holdings ex cash | 572 | 14,323 | -- |
| Average coupon rate | 3.72 | 3.26 | 0.46 |
| Yield to worst | 5.21% | 4.99% | 0.22% |
| Option adjusted duration | 5.89 | 5.57 | 0.33 |
| Modified duration to worst | 5.97 | 5.54 | 0.43 |
| Option adjusted spread duration | 5.80 | 5.69 | 0.11 |
| Average maturity | 8.19 | 7.68 | 0.51 |
| Rating average | A-/BBB+ | A-/BBB+ | -- |
| Number of issuers | 268 | 1891 | -- |

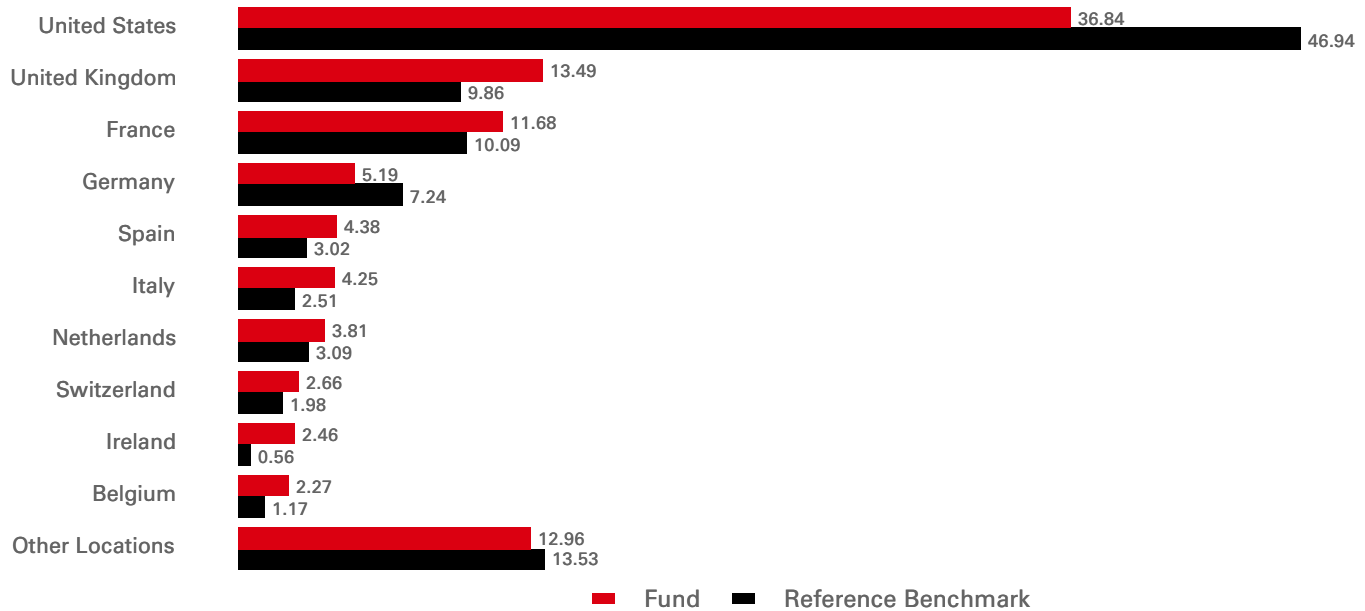
| Credit rating (%) | Fund | Reference Benchmark | Relative | Sleeve Maturity Breakdown (%) | Fund | Reference Benchmark | Relative |
|-------------------|-------|---------------------|----------|-------------------------------|-------|---------------------|----------|
| AAA | 0.02 | 0.76 | -0.74 | United States | 46.58 | 49.86 | -3.28 |
| AA | 14.01 | 7.69 | 6.31 | Europe | 41.47 | 42.72 | -1.24 |
| A | 34.67 | 42.05 | -7.37 | UK | 9.55 | 7.42 | 2.12 |
| BBB | 49.42 | 49.50 | -0.08 | Overlay | 2.40 | -- | 2.40 |
| BB | 0.97 | -- | 0.97 | | | | |
| B | 0.02 | -- | 0.02 | | | | |
| NR | -0.04 | -- | -0.04 | | | | |
| Cash | 0.92 | -- | 0.92 | | | | |

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.
The benchmark data is that of the reference benchmark of the fund, as this data is calculated at fund level rather than share class level.
The reference benchmark of the fund is 100% Bloomberg Global Aggregate Corporates AWS Hedged USD
Source: HSBC Asset Management, data as at 30 November 2023

| Maturity Breakdown (Option adjusted duration) | Fund | Reference Benchmark | Relative |
|-----------------------------------------------------|-------------|------------------------|-------------|
| 0-2 years | 0.21 | 0.18 | 0.03 |
| 2-5 years | 1.10 | 1.15 | -0.05 |
| 5-10 years | 2.32 | 1.80 | 0.52 |
| 10+ years | 2.27 | 2.43 | -0.17 |
| Total | 5.89 | 5.57 | 0.33 |

| Currency Allocation (%) | Fund | Reference Benchmark | Relative |
|----------------------------|-------|------------------------|----------|
| USD | 99.84 | 100.00 | -0.16 |
| EUR | 0.17 | -- | 0.17 |
| JPY | 0.00 | -- | 0.00 |
| AUD | 0.00 | -- | 0.00 |
| GBP | -0.01 | -- | -0.01 |

Geographical allocation (%)



| Sector allocation (%) | Fund | Reference Benchmark | Relative |
|------------------------|-------|------------------------|----------|
| Financial Institutions | 44.13 | 39.96 | 4.17 |
| Consumer Non cyclical | 8.37 | 13.49 | -5.11 |
| Utility | 7.36 | 8.73 | -1.37 |
| Treasuries | 7.20 | -- | 7.20 |
| Communications | 6.26 | 7.26 | -1.00 |
| Consumer Cyclical | 5.71 | 8.35 | -2.64 |
| Technology | 4.50 | 5.70 | -1.21 |
| Capital Goods | 4.29 | 4.92 | -0.63 |
| Energy | 4.04 | 5.08 | -1.04 |
| Agencies | 2.76 | -- | 2.76 |
| Other Sectors | 4.47 | 6.51 | -2.04 |
| Cash | 0.92 | -- | 0.92 |

| Top 10 holdings | Weight (%) |
|---------------------------------|------------|
| CRED SUIS NY 6.606 21/02/25 | 0.94 |
| US TREASURY N/B 4.000 15/11/52 | 0.89 |
| BANK OF AMER CRP 2.972 04/02/33 | 0.87 |
| BANK OF MONTREAL 5.300 05/06/26 | 0.80 |
| STANDARD CHART 7.088 30/03/26 | 0.77 |
| AIRCASTLE LTD 5.250 11/08/25 | 0.77 |
| US TREASURY N/B 3.625 31/03/30 | 0.68 |
| US TREASURY N/B 4.000 30/06/28 | 0.67 |
| GEN MOTORS FIN 6.647 07/04/25 | 0.67 |
| US TREASURY N/B 3.625 15/02/53 | 0.61 |

Risk disclosures

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

Follow us on:



UK Investor/Adviser E-mail:
wholesale.clientservices@hsbc.com
Lines are open 9am to 5pm Monday to Friday (excluding public holidays). To help the ACD and the Administrator continually improve their services and in the interests of security, they may monitor and/or record your communications with them.

Glossary



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Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark. The deviation of the Fund's performance and underlying investments' weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 30 November 2023

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