

## HSBC Global Investment Funds

# US HIGH YIELD BOND

Marketing communication | Monthly report 30 June 2025 | Share class XQ1

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 US Dollar denominated high yield bonds, including non-investment grade rated bonds and other higher yielding securities.



## Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 90% of its assets in US dollar denominated non-investment grade rated and other high yield bonds. The bonds are issued by companies that are based in developed markets, or issued or guaranteed by governments, government agencies, local and regional governments, or supranational bodies in any country including emerging markets. At least 70% of the Fund's assets will be invested in securities issued by companies that are based in the US. 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 gain exposure to asset-backed securities and mortgage-backed securities. The Fund may invest up to 10% in other funds, up to 20% in bonds issued in emerging markets, up to 15% in contingent convertible securities, and up to 10% in securities issued by or guaranteed by any single government issuer with a credit rating below investment grade. 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 investors 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	<b>USD 8.76</b>
Performance 1 month	<b>1.86%</b>
Yield to maturity	<b>6.80%</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>Distributing</b>
Distribution frequency	<b>Quarterly</b>
Dividend ex-date	<b>26 June 2025</b>
Dividend yield <sup>1</sup>	<b>6.76%</b>
Last paid dividend	<b>0.152047</b>
Dealing frequency	<b>Daily</b>
Valuation time	<b>17:00 Luxembourg</b>
Share class base currency	<b>USD</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>29 October 2018</b>
Fund size	<b>USD 41,874,710</b>
Reference benchmark	<b>100% ICE BofA US High Yield Constrained (net of transaction costs)</b>

Managers **Ricky Liu**

### Fees and expenses

Minimum initial investment <sup>2</sup>	<b>USD 10,000,000</b>
Ongoing charge figure <sup>3</sup>	<b>0.650%</b>

### Codes

ISIN	<b>LU1890106724</b>
Bloomberg ticker	<b>HSUHXQ1 LX</b>
SEDOL	<b>BGV7DV3</b>

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

<sup>2</sup>Please note that initial minimum subscription may vary across different distributors

<sup>3</sup>Ongoing Charges Figure is an estimate as the share class has not been priced for a full financial year.

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

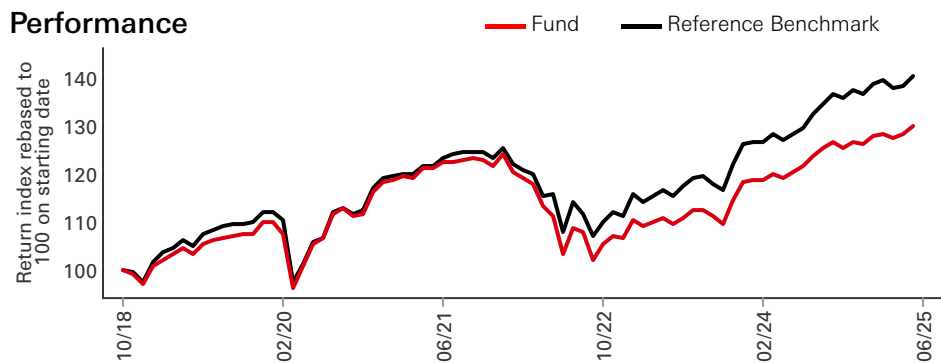
**This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.**

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

**Reference Performance Benchmark: ICE BofA US High Yield Constrained Index since 1 Sep 2019. Prior to that, was ICE BofA Merrill Lynch US High Yield BB-B Constrained Index.**

**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	Since inception ann
<b>XQ1</b>	<b>5.00</b>	<b>1.86</b>	<b>4.09</b>	<b>5.00</b>	<b>9.12</b>	<b>8.66</b>	<b>4.46</b>	<b>--</b>	<b>4.29</b>
Reference Benchmark	4.55	1.86	3.57	4.55	10.28	9.86	6.00	--	5.52

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>XQ1</b>	<b>9.12</b>	<b>9.48</b>	<b>7.40</b>	<b>-15.77</b>	<b>15.09</b>	<b>1.09</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
Reference Benchmark	10.28	10.42	8.87	-12.67	15.60	-0.73	--	--	--	--

3-Year Risk Measures	XQ1	Reference Benchmark	5-Year Risk Measures	XQ1	Reference Benchmark
Volatility	6.55%	6.68%	Volatility	7.46%	7.26%
Sharpe ratio	0.62	0.78	Sharpe ratio	0.22	0.44
Tracking error	1.47%	--	Tracking error	1.51%	--
Information ratio	-0.81	--	Information ratio	-1.02	--

Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	258	1,884	--
Average coupon rate	7.42	6.55	0.87
Yield to worst	6.25%	6.97%	-0.72%
Yield to maturity	6.80%	7.28%	-0.49%
Option adjusted duration	2.81	2.82	-0.01
Modified duration to worst	2.97	3.02	-0.05
Average maturity	3.64	3.62	0.02
Average Credit Quality	BB-/B+	BB-/B+	--
Number of issuers	195	867	--

Credit rating (%)	Fund	Reference Benchmark	Relative
AA	0.20	--	0.20
BBB	2.25	0.60	1.65
BB	44.44	49.97	-5.53
B	42.44	35.81	6.63
CCC	4.88	11.77	-6.89
CC	--	0.70	-0.70
C	--	0.11	-0.11
D	--	0.60	-0.60
NR	3.73	0.09	3.65
Cash	2.05	0.35	1.70

Maturity Breakdown (Option adjusted duration)	Fund	Reference Benchmark	Relative
0-2 years	0.19	0.21	-0.03
2-5 years	2.00	1.83	0.17
5-10 years	0.54	0.66	-0.12
10+ years	0.09	0.12	-0.03
<b>Total</b>	<b>2.81</b>	<b>2.82</b>	<b>-0.01</b>

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

<b>Sector allocation (%)</b>	<b>Fund</b>	<b>Reference Benchmark</b>	<b>Relative</b>
Consumer Cyclical	14.81	18.42	-3.62
Capital Goods	13.96	11.16	2.81
Financial Institutions	13.55	11.67	1.87
Energy	11.97	10.66	1.31
Communications	10.25	15.20	-4.95
Basic Industry	9.37	6.32	3.05
Consumer Non cyclical	8.38	11.77	-3.39
Technology	5.69	7.57	-1.88
ETF	3.63	--	3.63
Utility	3.17	3.11	0.06
Other Sectors	3.18	3.77	-0.58
Cash	2.05	0.35	1.70

<b>Top 10 holdings</b>	<b>Weight (%)</b>
CCO HOLDINGS LLC 4.750 01/03/30	1.32
VENTURE GLOBAL L 9.875 01/02/32	1.22
PERMIAN RESR OPR 7.000 15/01/32	1.15
CALPINE CORP 5.000 01/02/31	1.06
TRIVIUM PACK FIN 12.250 15/01/31	1.04
TRIVIUM PACK FIN 8.250 15/07/30	1.02
INTESA SANPAOLO 7.700	0.98
ALCOA NEDERLAND 7.125 15/03/31	0.91
CCO HOLDINGS LLC 4.500 15/08/30	0.91
OLYMPUS WTR HLDG 9.750 15/11/28	0.90

## 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.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- 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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## 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 relative to the benchmark is monitored, but not constrained, to a defined range.

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

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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.

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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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Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund. Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.