

## HSBC Global Investment Funds

# GLOBAL INFLATION LINKED BOND

Monthly report 30 November 2023 | Share class ZQ1HJPY



### Investment objective

The Fund aims to provide long-term capital growth and income by investing in a portfolio of inflation-linked bonds, while promoting environmental, social and governance (ESG) characteristics. The Fund qualifies under Article 8 of SFDR.



### Investment strategy

The Fund is actively managed.

The Fund will normally invest at least 70% of its assets in bonds, the value of which is linked to inflation. The Fund invests in high quality bonds issued by companies, governments or government related entities of developed markets and emerging markets. Up to 15% of the Fund's assets may be invested in emerging markets.

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% of its assets in onshore Chinese bonds. The Fund will not invest in securities issued by issuers with a credit rating below investment grade at the time of purchase and may invest up to 10% in other funds.

The Fund's primary currency exposure is to US dollars.

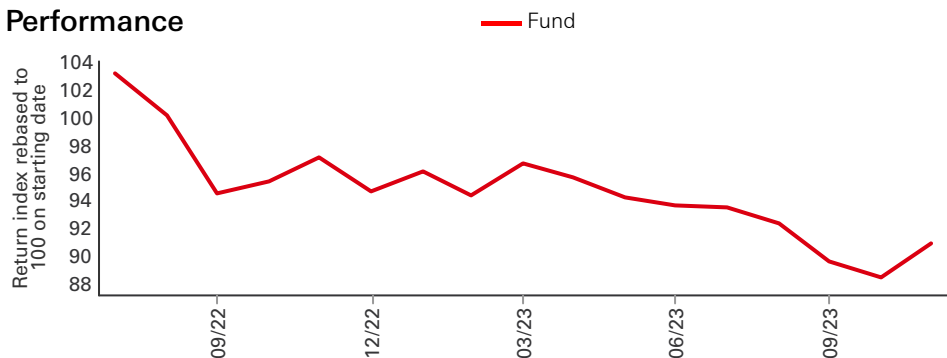
See the Prospectus for a full description of the investment objectives and derivative usage.



### Main risks

- 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.
- 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.

### Performance



### Share class details

#### Key metrics

NAV per share	<b>JPY 8,577.44</b>
Performance 1 month	<b>2.68%</b>
Yield to maturity	<b>4.51%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
UK reporting fund status (UKRS)	<b>Yes</b>
ISA eligible	<b>No</b>
Dividend treatment	<b>Distributing</b>
Distribution frequency	<b>Quarterly</b>
Dividend ex-date	<b>27 September 2023</b>
Dividend yield <sup>1</sup>	<b>4.84%</b>
Last paid dividend	<b>68.296755</b>
Dealing frequency	<b>Daily</b>
Valuation time	<b>17:00 Luxembourg</b>
Share class base currency	<b>JPY</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>21 July 2022</b>
Fund size	<b>USD 607,691,813</b>
Managers	<b>Julien Renoncourt Richard Balfour</b>

#### Fees and expenses

Minimum initial investment <sup>2</sup>	<b>USD 1,000,000</b>
Ongoing charge figure <sup>3</sup>	<b>0.175%</b>

#### Codes

ISIN	<b>LU2191345920</b>
Bloomberg ticker	<b>HSILBZI LX</b>
SEDOL	<b>BM9TM05</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 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 (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
ZQ1HJPY	-4.12	2.68	-1.57	-3.58	-6.43	--	--	-6.84

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
ZQ1HJPY	-6.43	--	--	--	--

3-Year Risk Measures	ZQ1HJPY	Reference Benchmark	5-Year Risk Measures	ZQ1HJPY	Reference Benchmark
Volatility	--	--	Volatility	--	--
Sharpe ratio	--	--	Sharpe ratio	--	--

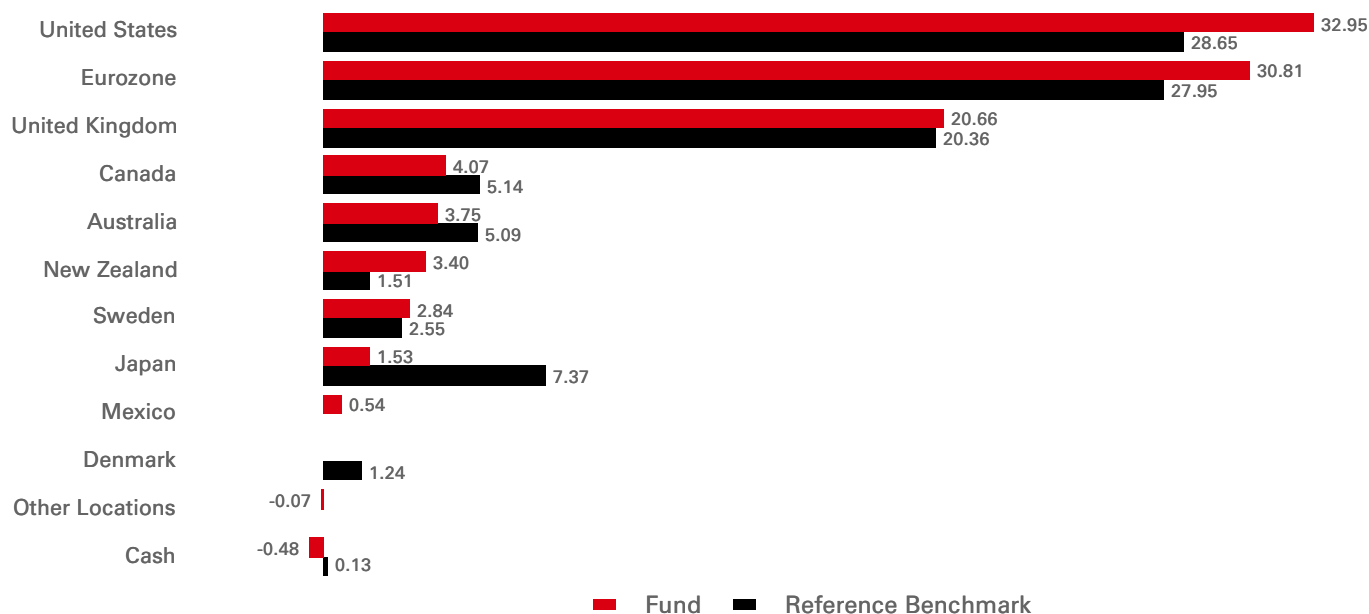
Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	101	146	--
Average coupon rate	0.69	0.97	-0.28
Option adjusted duration	9.19	8.56	0.63
Modified duration to worst	9.06	8.59	0.47
Average maturity	9.29	9.29	0.00
Rating average	AA+/AA	AA/AA-	--

Credit rating (%)	Fund	Reference Benchmark	Relative
AAA	27.06	23.05	4.00
AA	61.75	57.43	4.32
A	5.18	12.38	-7.20
BBB	6.50	7.00	-0.50
Cash	-0.48	0.13	-0.62

Maturity Breakdown (Option adjusted duration)	Fund	Reference Benchmark	Relative
0-3 years	0.96	0.38	0.58
3-5 years	0.42	0.64	-0.22
5-10 years	2.76	2.29	0.47
10-15 years	0.92	0.95	-0.03
15-20 years	1.06	1.37	-0.31
20-30 years	2.97	2.93	0.04
30+ years	0.10	--	0.10
<b>Total</b>	<b>9.19</b>	<b>8.56</b>	<b>0.63</b>

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% ICE BofA Global Inflation-Linked Government Alternative Weighting Scheme Custom (USD hedged; net of transaction costs)  
Source: HSBC Asset Management, data as at 30 November 2023

## Geographical allocation (%)



Top 10 holdings	Weight (%)
DEUTSCHLAND I/L 0.100 15/04/26	6.93
TSY INFL IX N/B 1.125 15/01/33	5.69
TSY INFL IX N/B 0.500 15/01/28	4.59
TSY INFL IX N/B 0.375 15/01/27	3.91
UK TSY I/L GILT 0.750 22/03/34	3.51
UK TSY I/L GILT 0.250 22/03/52	3.41
TSY INFL IX N/B 0.125 15/01/32	3.01
DEUTSCHLAND I/L 0.500 15/04/30	2.98
BTPS 0.100 15/05/33	2.87
TSY INFL IX N/B 2.500 15/01/29	2.87

## 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



## Index disclaimer

Source ICE Data Indices, LLC ("ICE DATA"), is used with permission. ICE DATA, ITS AFFILIATES AND THEIR RESPECTIVE THIRD PARTY SUPPLIERS DISCLAIM ANY AND ALL WARRANTIES AND REPRESENTATIONS, EXPRESS AND/OR IMPLIED, INCLUDING ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE, INCLUDING THE INDICES, INDEX DATA AND ANY DATA INCLUDED IN, RELATED TO, OR DERIVED THEREFROM. NEITHER ICE DATA, ITS AFFILIATES NOR THEIR RESPECTIVE THIRD PARTY SUPPLIERS SHALL BE SUBJECT TO ANY DAMAGES OR LIABILITY WITH RESPECT TO THE ADEQUACY, ACCURACY, TIMELINESS OR COMPLETENESS OF THE INDICES OR THE INDEX DATA OR ANY COMPONENT THEREOF, AND THE INDICES AND INDEX DATA AND ALL COMPONENTS THEREOF ARE PROVIDED ON AN "AS IS" BASIS AND YOUR USE IS AT YOUR OWN RISK. ICE DATA, ITS AFFILIATES AND THEIR RESPECTIVE THIRD PARTY SUPPLIERS DO NOT SPONSOR, ENDORSE, OR RECOMMEND HSBC Asset Management, OR ANY OF ITS PRODUCTS OR SERVICES.

## 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. Any deviations with respect to the benchmark are monitored within a comprehensive risk framework, which includes monitoring at country level. 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**

## Important information

The material contained herein is for marketing purposes and is for your information only. This document is not contractually binding nor are we required to provide this to you by any legislative provision. It does not constitute legal, tax or investment advice or a recommendation to any reader of this material to buy or sell investments. You must not, therefore, rely on the content of this document when making any investment decisions.

This material is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. This material is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe to any investment.

Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Global Asset Management (UK) Limited accepts no liability for any failure to meet such forecast, projection or target.

This fund is a sub-fund of the HSBC Global Investment Funds, a Luxembourg domiciled Société d'investissement à Capital Variable (SICAV). UK based investors in HSBC Global Investment Funds are advised that they may not be afforded some of the protections conveyed by the provisions of the Financial Services and Markets Act 2000. HSBC Global Investment Funds is recognised in the United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC Global Investment Funds have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. All applications are made on the basis of the current HSBC Global Investment Funds Prospectus, Key Investor Information Document (KIID), Supplementary Information Document (SID) and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ. UK, or the local distributors. Investors and potential investors should read and note the risk warnings in the prospectus and relevant KIID and additionally, in the case of retail clients, the information contained in the supporting SID.

To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Global Asset Management (UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group.

Approved for issue in the UK by HSBC Global Asset Management (UK) Limited, who are authorised and regulated by the Financial Conduct Authority. [www.assetmanagement.hsbc.co.uk](http://www.assetmanagement.hsbc.co.uk)

Copyright © HSBC Global Asset Management (UK) Limited 2023. All rights reserved.

Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at [www.assetmanagement.hsbc.co.uk](http://www.assetmanagement.hsbc.co.uk)