

HSBC Global Investment Funds

GLOBAL SHORT DURATION BOND

Monthly report 28 February 2022 | Share class XCHGBP



Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of short duration bonds.



Investment strategy

In normal market conditions, the Fund will invest at least 70% 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 developed or emerging markets. The Fund's average duration is expected to be between six months and three years. The Fund may invest up to 10% in bonds which have a maturity longer than five years. The Fund may invest in bonds issued in emerging markets to a level below 30% of its assets. The Fund may also invest up to 20% in non-investment grade bonds. The Fund may invest up to 10% in onshore Chinese bonds which are issued within the People's Republic of China and traded on the China Interbank Bond Market. The Fund may invest up to 20% in asset-backed securities and mortgage-backed securities; 10% in contingent convertible securities and up to 10% in other funds, including HSBC 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.
- 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	GBP 9.85
Yield to maturity	2.78%

Fund facts

UCITS V compliant	Yes
ISA eligible	No
Dividend treatment	Accumulating
Dealing frequency	Daily
Valuation time	17:00 Luxembourg
Share class base currency	GBP
Domicile	Luxembourg
Inception date	17 December 2021
Fund size	USD 377,543,182
Managers	Ernst Josef Osiander Oliver Boulind Shamil Pankhania

Fees and expenses

Minimum initial investment ¹	USD 10,000,000
Ongoing charge figure ²	0.335%

Codes

ISIN	LU2248435344
Bloomberg ticker	HSSDBXA LX
SEDOL	BN2CX94

¹Please note that initial minimum subscription may vary across different distributors

²Ongoing 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.

Performance figures will only be published once the share class has achieved a twelve months track record.

Source: HSBC Asset Management, data as at 28 February 2022

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception
XCHGBP	--	--	--	--	--	--	--	--

Rolling performance (%)	28/02/21- 28/02/22	29/02/20- 28/02/21	28/02/19- 29/02/20	28/02/18- 28/02/19	28/02/17- 28/02/18
XCHGBP	--	--	--	--	--

Carbon footprint	Fund	Reference benchmark	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	204.70	290.00	Fund	6.2	6.2	6.0	5.6
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ₂ e/USD million revenue) Source: S&P Global Trucost			Reference benchmark	5.9	5.2	6.9	6.0

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

Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	206	6,714	--
Average coupon rate	2.42	1.82	0.60
Yield to worst	2.58%	1.19%	1.39%
Option adjusted duration	1.87	1.83	0.04
Modified duration to worst	2.45	1.82	0.63
Option adjusted spread duration	2.78	1.84	0.94
Average maturity	3.43	1.87	1.57
Rating average	A/A-	AA/AA-	--

Credit rating (%)	Fund	Reference Benchmark	Relative
AAA	17.58	39.69	-22.11
AA	4.05	12.76	-8.72
A	23.84	33.85	-10.01
BBB	35.11	13.69	21.41
BB	14.00	--	14.00
B	1.26	--	1.26
NR	0.89	--	0.89
Cash	3.28	--	3.28

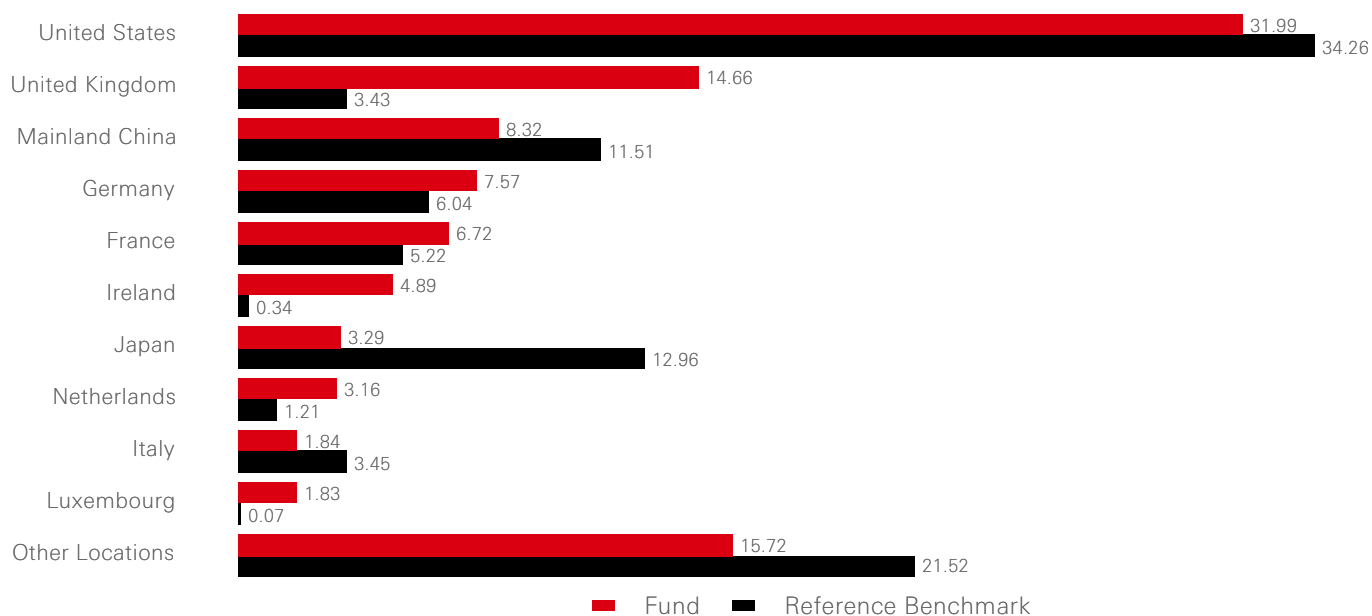
Maturity Breakdown (Option adjusted duration)	Fund	Reference Benchmark	Relative
0-1 year	0.02	0.01	0.01
1-3 years	0.78	1.82	-1.03
3-5 years	1.03	--	1.03
5+ years	0.03	--	0.03
Total	1.87	1.83	0.04

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 1-3 Years Hedged USD
Source: HSBC Asset Management, data as at 28 February 2022

Duration by currency bloc (Option adjusted duration)	Fund	Reference Benchmark	Relative
Dollar	0.93	0.85	0.08
Euro	0.43	0.46	-0.03
EM Local Currency	0.27	0.24	0.03
Japan	0.22	0.22	-0.01
UK	0.03	0.05	-0.03
Total	1.87	1.83	0.04

Currency Allocation (%)	Fund	Reference Benchmark	Relative
USD	100.59	100.00	0.59
CNY	7.06	--	7.06
CAD	1.09	--	1.09
SGD	0.00	--	0.00
SEK	0.00	--	0.00
Other Currencies	-8.74	--	-8.74

Geographical allocation (%)



Sector allocation (%)	Fund	Reference Benchmark	Relative
Treasuries	27.23	58.48	-31.25
Corp Fin	26.83	8.78	18.05
Corp Non-fin	21.72	8.57	13.16
Collateralised	17.17	4.20	12.97
Supra/agencies	7.82	19.05	-11.23
US Agency Mbs	--	0.92	-0.92
credit default swap index	-0.77	--	-0.77

Top 10 holdings	Weight (%)
US TREASURY N/B 0.125 31/08/23	2.94
US TREASURY N/B 0.125 15/12/23	2.92
US TREASURY N/B 0.125 15/02/24	2.92
US TREASURY N/B 0.375 31/10/23	2.30
US TREASURY N/B 0.750 31/12/23	2.08
BUNDESUBL-180 0.000 18/10/24	1.82
BUNDESUBL-181 0.000 11/04/25	1.82
EXP-IMP BK CHINA 3.180 05/09/26	1.63
EXP-IMP BK CHINA 3.330 22/02/26	1.36
UK TSY GILT 0.125 31/01/24	1.31

Ten lowest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Reference benchmark	Carbon intensity emissions (tonnes CO ² e/USD million)
PHOENIX GRP HLD PLC	0.54	BASLER KANTNALBK	0.18
ZURICH FINANCE (UK) PLC	0.76	M&G PLC	0.25
ALLIANZ SE	1.59	CLOVERIE PLC	0.33
QBE INSURANCE GROUP LTD	1.65	ALD SA	0.36
ING GROEP NV	1.70	SPAREBANK 1 SMN	0.38
ATHENE GLOBAL FUNDING	2.43	SAMPO OYJ	0.45
ASSICURAZIONI GENERALI	2.60	LINCOLN NATL CRP	0.47
SYNCHRONY FINANCIAL	2.97	INDUSTRIAL ALL	0.49
ROYAL BANK OF CANADA	3.17	AMERISOURCEBERGE	0.58
IND & COMM BK CHN/LONDON	3.22	RICOH LEASING	0.59

Ten highest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Reference benchmark	Carbon intensity emissions (tonnes CO ² e/USD million)
ENERGEAN ISRAEL FINANCE	3,046.48	NTPC LTD	16,616.60
AUSNET SERVICES HOLDINGS	1,189.43	UHI CAPITAL	15,739.90
PETROBRAS GLOBAL FINANCE	1,185.94	TAQA ABU DHABI	15,173.21
DELTA AIR LINES/SKYMILES	1,053.01	SEMEN INDONESIA	11,445.36
VEOLIA ENVIRONNEMENT SA	1,017.12	SAUDI ELEC	9,936.55
SOLVAY FINANCE	929.00	VISTRA OPERATION	8,269.14
CARGO AIRCRAFT MANAGEMEN	817.45	OGE ENERGY CORP	5,917.15
ENERGIAS DE PORTUGAL SA	698.16	BUZZI UNICEM	5,832.82
ENGIE SA	643.99	EVERGY METRO	4,873.43
IBERDROLA INTL BV	394.24	HOLCIM	4,722.82

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 Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

Index disclaimer

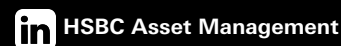
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Benchmark disclosure

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 28 February 2022

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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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