

HSBC Global Investment Funds

ASIA HIGH YIELD BOND

Monthly report 31 March 2024 | Share class ZCHEUR



Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of Asian high yield bonds.



Investment strategy

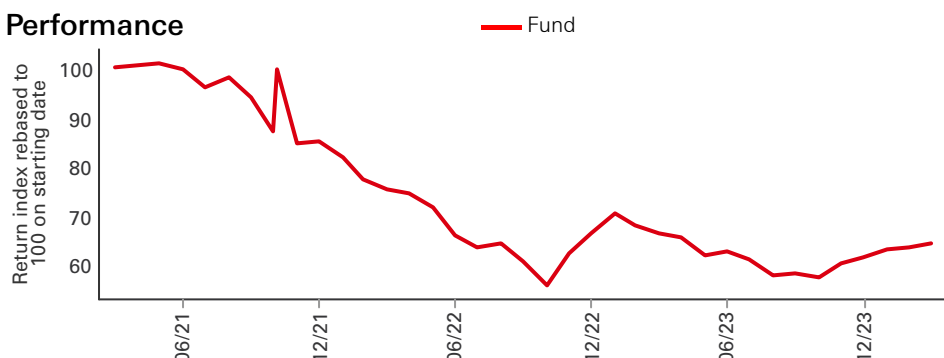
The Fund is actively managed. In normal market conditions, the Fund will invest at least 70% of its assets in non-investment grade bonds and unrated bonds issued either by companies based in or carry out the larger part of their business in Asia, or by governments, government-related entities and supranational entities based in Asia. The Fund may invest up to 30% of its assets in onshore Chinese bonds which are issued within the People's Republic of China (PRC) and traded on the China Interbank Bond Market. The Fund may invest up to 10% in convertible bonds. The Fund may also invest up to 15% of its assets in contingent convertible securities. The Fund may invest up to 10% of its assets in other funds, including HSBC funds. The Fund's primary currency exposure is to US dollars (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.

Performance



Share class details

Key metrics

| | |
|---------------------|----------|
| NAV per share | EUR 6.45 |
| Performance 1 month | 1.11% |
| Yield to maturity | 12.69% |

Fund facts

| | |
|---------------------------------|--------------------------------------|
| UCITS V compliant | Yes |
| UK reporting fund status (UKRS) | Yes |
| ISA eligible | No |
| Dividend treatment | Accumulating |
| Dealing frequency | Daily |
| Valuation time | 17:00 Luxembourg |
| Share class base currency | EUR |
| Domicile | Luxembourg |
| Inception date | 11 March 2021 |
| Fund size | USD 667,135,244 |
| Managers | Alfred Mui Alex CHOI Ming Leap |

Fees and expenses

| | |
|---|---------------|
| Minimum initial investment ¹ | USD 1,000,000 |
| Ongoing charge figure ² | 0.142% |

Codes

| | |
|------------------|--------------|
| ISIN | LU2279003003 |
| Bloomberg ticker | HSHYBZH LX |
| SEDOL | BM9TL64 |

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 KID before making any final investment decisions.

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

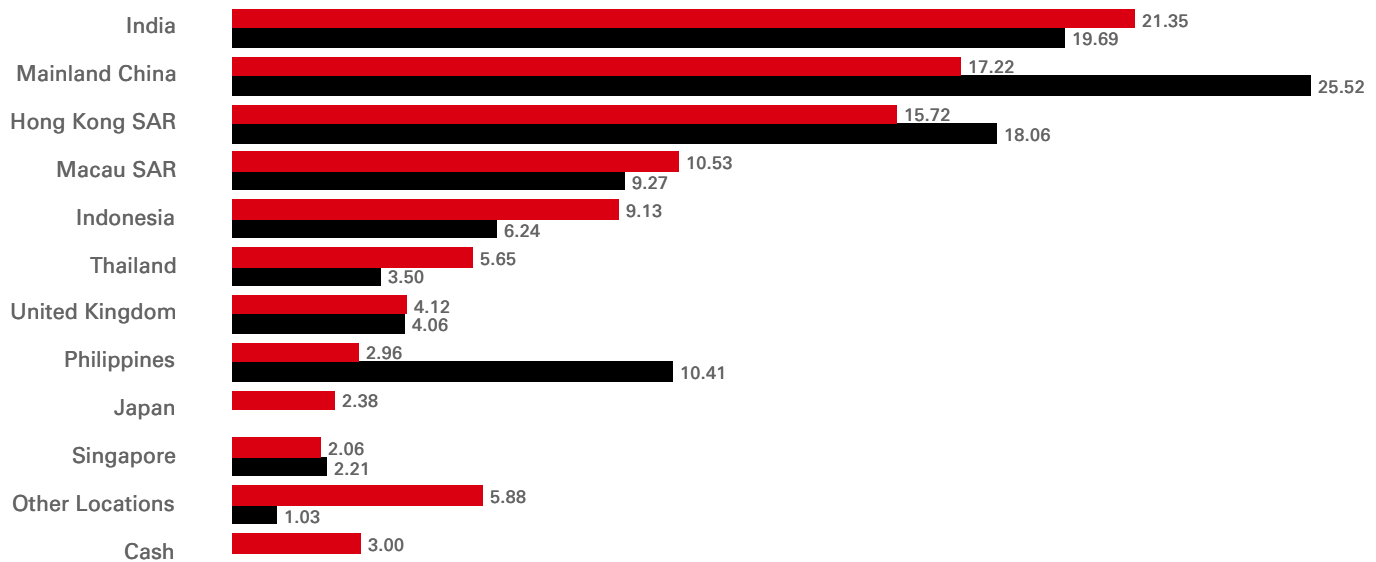
Source: HSBC Asset Management, data as at 31 March 2024

| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | Since inception ann | |
|---------------------------------|--------|---------------------|-------------------|----------------------|---|---------------------|-------------------|---------------------|----------|
| ZCHEUR | 4.35 | 1.11 | 4.35 | 10.43 | -3.21 | -13.73 | -- | -13.38 | |
| | | | 31/03/23-31/03/24 | 31/03/22-31/03/23 | 31/03/21-31/03/22 | 31/03/20-31/03/21 | 31/03/19-31/03/20 | | |
| Rolling performance (%) | | | -3.21 | -11.88 | -24.72 | -- | -- | | |
| ZCHEUR | | | | | | | | | |
| 3-Year Risk Measures | ZCHEUR | Reference Benchmark | | 5-Year Risk Measures | ZCHEUR | Reference Benchmark | | | |
| Volatility | 14.76% | -- | | Volatility | -- | -- | | | |
| Sharpe ratio | -1.02 | -- | | Sharpe ratio | -- | -- | | | |
| | | | | | | | | | |
| Fixed Income Characteristics | | | | | Fund | Reference Benchmark | | Relative | |
| No. of holdings ex cash | | | | | 178 | 230 | | -- | |
| Yield to worst | | | | | 12.43% | 11.20% | | 1.23% | |
| Yield to maturity | | | | | 12.69% | 11.52% | | 1.17% | |
| Modified duration to worst | | | | | 3.18 | 2.57 | | 0.62 | |
| Option adjusted spread duration | | | | | 2.75 | 2.66 | | 0.09 | |
| Average maturity | | | | | 5.21 | 3.58 | | 1.63 | |
| Rating average | | | | | BB/BB- | BB/BB- | | -- | |
| Number of issuers | | | | | 98 | 123 | | -- | |
| | | | | | | | | | |
| Credit rating (%) | Fund | Reference Benchmark | | Relative | Maturity Breakdown (Option adjusted duration) | | Fund | Reference Benchmark | Relative |
| A | 1.57 | 0.42 | | 1.15 | 0-2 years | | 0.38 | 0.50 | -0.13 |
| BBB | 3.30 | 0.88 | | 2.42 | 2-5 years | | 1.05 | 1.12 | -0.07 |
| BB | 56.22 | 59.08 | | -2.86 | 5-10 years | | 0.55 | 0.48 | 0.08 |
| B | 17.58 | 12.21 | | 5.37 | 10+ years | | 1.04 | 0.24 | 0.79 |
| CCC | 3.90 | 2.06 | | 1.84 | Total | | 3.02 | 2.34 | 0.67 |
| CC | 0.85 | 1.40 | | -0.55 | | | | | |
| D | 1.44 | -- | | 1.44 | | | | | |
| NR | 12.15 | 23.95 | | -11.80 | | | | | |
| Cash | 3.00 | -- | | 3.00 | | | | | |

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% JACI Non-Investment Grade Corporate Index
 Source: HSBC Asset Management, data as at 31 March 2024

| Currency Allocation (%) | Fund | Reference Benchmark | Relative |
|-------------------------|-------|---------------------|----------|
| USD | 96.58 | 100.00 | -3.42 |
| JPY | 2.22 | -- | 2.22 |
| IDR | 1.71 | -- | 1.71 |
| KRW | 0.74 | -- | 0.74 |
| INR | 0.51 | -- | 0.51 |
| CNH | 0.25 | -- | 0.25 |
| SGD | 0.10 | -- | 0.10 |
| AUD | 0.01 | -- | 0.01 |
| HKD | 0.00 | -- | 0.00 |
| Other Currencies | -2.11 | -- | -2.11 |

Geographical allocation (%)



■ Fund ■ Reference Benchmark

| Sector allocation (%) | Fund | Reference Benchmark | Relative |
|-----------------------|-------|---------------------|----------|
| Consumer Cyclical | 19.89 | 17.83 | 2.05 |
| Real Estate | 18.45 | 16.63 | 1.82 |
| Banks | 16.21 | 23.27 | -7.05 |
| Energy | 9.25 | 8.82 | 0.44 |
| Basic Materials | 7.36 | 6.18 | 1.17 |
| Utilities | 6.23 | 8.52 | -2.29 |
| Communications | 3.96 | 3.30 | 0.65 |
| Industrial | 3.52 | 3.45 | 0.06 |
| Consumer Non cyclical | 2.83 | 2.63 | 0.20 |
| Investment Companies | 2.72 | 3.80 | -1.09 |
| Other Sectors | 6.59 | 5.56 | 1.02 |
| Cash | 3.00 | -- | 3.00 |

| Top 10 holdings | Weight (%) |
|---------------------------------|------------|
| KASIKORNBANK PCL 5.275 | 2.13 |
| GLP PTE LTD 3.875 04/06/25 | 2.06 |
| MGM CHINA HOLDIN 4.750 01/02/27 | 2.00 |
| STANDARD CHART 7.875 | 1.88 |
| WYNN MACAU LTD 5.625 26/08/28 | 1.67 |
| NWD FINANCE(BVI) 6.150 | 1.64 |
| BANGKOK BANK/HK 5.000 | 1.55 |
| CAS CAPITAL NO1 4.000 | 1.40 |
| CA MAGNUM HLDING 5.375 31/10/26 | 1.38 |
| STUDIO CITY FIN 5.000 15/01/29 | 1.29 |

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 underlying investments' weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 31 March 2024

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HSBC Asset Management

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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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, or by visiting www.global.assetmanagement.hsbc.com.

The most recent Prospectus is available in English and German. Key Investor Information Document (KIID) are available in the local language where they are registered.

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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

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.