



THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

14 April 2023

Dear Unitholder,

**HSBC Global Money Funds (the “Fund”)
- HSBC Global Money Funds- Renminbi (the “Sub-fund”)**

Terms otherwise not defined in this letter will have the same meaning as those defined in the Explanatory Memorandum of the Fund.

We would like to inform you that the unit prices of the Sub-fund from 15 March 2023 to 27 March 2023 (the “Period”) are incorrect due to incorrect use of exchange rate between the onshore Renminbi and offshore Renminbi for valuation of the underlying asset purchased by the Sub-fund on 15 March 2023. The Manager has performed an investigation and has observed that the incorrect valuation during the Period ranged from -0.0084% to 0.0034%. The Manager is not required to make compensation under the Code on Unit Trusts and Mutual Funds due to the small magnitude of the incorrect valuation; however, the Manager decided to make rectifications and compensations to the Sub-fund and impacted investors as summarised below on a voluntary basis.¹

Impact and compensation to the Sub-fund and impacted investors

Only investors who transacted in the Sub-fund during the Period (i.e. subscribed or redeemed units of the Sub-fund) and investors of Distribution Classes who received dividends during the Period were impacted. Investors of accumulation classes who did not transact in the Sub-fund during the Period were not impacted.

Accumulation classes:

There were understatement and overstatement of the unit prices of the accumulation classes during the Period. The impact to the Sub-fund and the impacted investors during the Period and the compensation made by the Manager are summarised below.

	<u>Subscription to the Sub-fund during the Period</u>	<u>Redemption from the Sub-fund during the Period</u>
<u>On the dealing days where the unit prices of accumulation classes are under-stated</u>	There were subscription applications processed at under-stated unit price. Impact: The Sub-fund received less subscription amount than it should	No redemption in respect of accumulation classes was made during the Period.

¹ Please note that the compensation is a one-off arrangement and should not be taken as precedent for future incidents, which will be handled on a case-by-case basis in accordance with the applicable regulations.

	<u>Subscription to the Sub-fund during the Period</u>	<u>Redemption from the Sub-fund during the Period</u>
	<p>which caused a shortfall to the Sub-fund's net asset value.</p> <p>Compensation: The shortfall has been compensated to the Sub-fund by the Manager on 28 March 2023.</p>	
On the dealing days where the unit prices of accumulation classes are <u>over-stated</u>	<p>There was a subscription application processed at over-stated unit price.</p> <p>Impact: The Sub-fund received more subscription monies than it should while the investors paid more subscription monies than they should have paid if the correct unit price had been used.</p> <p>Compensation: The Manager will make compensation to the impacted investor to restore its position as if the subscription had been processed at the correct unit price.</p>	

Distribution classes:

There was only understatement but no overstatement of the unit prices of the distribution classes during the Period. The impact to the Sub-fund and the impacted investors during the Period and the compensation made by the Manager are summarised below.

	<u>Subscription to the Sub-fund during the Period</u>	<u>Redemption from the Sub-fund during the Period</u>
On the dealing days where the unit prices of distribution classes are <u>under-stated</u>	<p>No subscription in respect of distribution classes was made during the Period.</p>	<p>There was a redemption application processed at under-stated unit price.</p> <p>Impact: Redemption processed at a lower unit price resulted in a fractional reduction in the investors' residual unitholding after the redemption.</p> <p>Compensation: A fractional unit adjustment was processed for the impacted investor on 6 April 2023 at the expense of the Manager, restoring the investor's residual unitholding as if the correct unit price had been used to process the redemption.</p>

In addition, due to the incorrect unit price of the distribution classes during the Period, the Sub-fund distributed more dividends to investors than it should have distributed if the correct unit prices

had been used. The Manager has compensated the Sub-fund in respect of the excess dividends paid to investors during the Period and will not seek any reimbursement of the excess dividend from the investors.

Rectification of unit prices

The Manager has caused the unit prices to be restated for each dealing day during the Period, and will republish such restated unit prices in the media which the Sub-fund's prices are normally published.

After implementation of the aforementioned arrangements, the Sub-fund's valuation has been fully rectified and the unit prices have been restated for the Period. The above event will not cause any issue to the Sub-fund's future normal operation including valuation. The rectification to the unit prices and the amount of compensation payable to impacted investors have been reviewed by the Trustee and the Manager.

All the costs and expenses arising from rectification of the unit prices are borne by the Manager.

Specific details of compensation to the impacted investors are provided to the relevant investors separately.

If you have any questions, please direct them to your financial adviser or usual HSBC contact or alternatively you should contact the Manager at Level 22, HSBC Main Building, 1 Queen's Road Central, Hong Kong (telephone number: (852) 2284 1229).

The directors of the Manager accept full responsibility for the accuracy of the information contained in this letter as at the date of the mailing.

The Manager
HSBC Investment Funds (Hong Kong) Limited