

ABF Hong Kong Bond Index Fund

Interim Report 2025



HSBC
Global Asset
Management

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Statement of Financial Position

ABF Hong Kong Bond Index Fund

	31 January 2025 HKD	31 July 2024 HKD
ASSETS		
Financial assets at fair value through profit or loss	2,390,494,047	2,260,440,818
Interest receivable	26,238,327	17,438,577
Amounts due from brokers	195,207,431	–
Amounts receivable on subscription of units	–	44,239,365
Cash and cash equivalents	6,202,834	29,013,678
	<hr/>	<hr/>
Total assets	2,618,142,639	2,351,132,438
LIABILITIES		
Amounts due to brokers	197,740,671	39,202,971
Distributions payable	–	20,336,501
Other payables	726,502	976,971
	<hr/>	<hr/>
Total liabilities	198,467,173	60,516,443
	<hr/>	<hr/>
Net assets attributable to unitholders (bid prices)	2,419,675,466	2,290,615,995
	<hr/>	<hr/>
Representing:		
Equity	2,419,675,466	2,290,615,995
	<hr/>	<hr/>
Total number of units in issue	24,545,001	23,300,001
	<hr/>	<hr/>
Net asset value per unit at bid prices	98.58	98.31
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Note: Interim reports have applied the same accounting policies and methods of computation as are applied in the annual reports of the Fund.

Statement of Comprehensive Income for the period ended 31 January 2025

ABF Hong Kong Bond Index Fund

	1 August 2024 to 31 January 2025 HKD	1 August 2023 to 31 January 2024 HKD
Net gains from financial assets at fair value through profit or loss	7,324,693	81,440,420
Net foreign exchange gains/(losses)	24	(215)
Sundry income	301,939	135,810
Interest income	189,152	31,409
Total income	7,815,808	81,607,424
Management fees ^{Note 2}	1,652,710	1,504,627
Transaction fees ^{Note 1}	32,482	23,146
Trustee's fees ^{Note 1}	592,154	528,675
Registrar fees ^{Note 1}	10,893	10,944
Bank charges	2,201	–
Legal and professional fees	5,330	5,231
Auditor's remuneration	75,359	76,750
Miscellaneous expenses ^{Note 1}	277,112	364,152
Total operating expenses	2,648,241	2,513,525
Increase in net assets attributable to unitholders and total comprehensive income for the period	5,167,567	79,093,899

^{Note 1} During the period ended 31 January 2025 and 2024, other than Transaction fees, Trustee's fees and Registrar fees, other respective amounts paid to the Trustee/connected person of Trustee were as follows:

	1 August 2024 to 31 January 2025 HKD	1 August 2023 to 31 January 2024 HKD
Miscellaneous expenses	68,775	70,261

^{Note 2} During the period ended 31 January 2025 and 2024, other than Management fee that paid to Manager, no other amounts paid to the Manager/connected person of Manager.

Statement of Changes in Equity for the period ended 31 January 2025

ABF Hong Kong Bond Index Fund

	1 August 2024 to 31 January 2025 HKD	1 August 2023 to 31 January 2024 HKD
Balance at the beginning of the period	2,290,615,995	2,045,912,796
Increase in net assets attributable to unitholders and total comprehensive income for the period	5,167,567	79,093,899
Subscriptions of units (excluding equalisation)	123,118,202	76,676,749
Redemptions of units (excluding equalisation)	–	–
Equalisation on subscriptions and redemptions	773,702	563,980
Distributions to unitholders during the period	–	(24,418,801)
	123,891,904	52,821,928
Balance at the end of the period	2,419,675,466	2,177,828,623
Number of units in issue	Units	Units
Number of units in issue brought forward	23,300,001	21,795,001
Units issued during the period	1,245,000	815,000
	24,545,001	22,610,001

Cash Flow Statement

for the period ended 31 January 2025

ABF Hong Kong Bond Index Fund

	1 August 2024 to 31 January 2025 HKD	1 August 2023 to 31 January 2024 HKD
Operating activities		
Interest income received	204,406	31,409
Management fees paid	(1,679,859)	(1,473,794)
Trustee's fees paid	(600,843)	(516,848)
Transaction fees paid	(30,926)	(21,201)
Payments on purchase of investments	(668,894,540)	(515,679,421)
Proceeds from sale of investments (including coupon interest received from investments)	500,681,270	452,588,428
Other operating expenses paid	(587,059)	(359,698)
Sundry income received	301,939	135,810
	<hr/>	<hr/>
Net cash used in operating activities	(170,605,612)	(65,295,315)
Financing activities		
Proceeds from issue of units including equalisation	168,131,269	77,240,729
Distributions paid	(20,336,501)	(7,846,200)
	<hr/>	<hr/>
Net cash generated from financing activities	147,794,768	69,394,529
Net (decrease)/increase in cash and cash equivalents	(22,810,844)	4,099,214
Cash and cash equivalents at the beginning of the period	29,013,678	8,177,302
	<hr/>	<hr/>
Cash and cash equivalents at the end of the period	6,202,834	12,276,516
	<hr/>	<hr/>

Portfolio Statement

ABF Hong Kong Bond Index Fund

as at 31 January 2025

	Holdings	Market value HKD	% of net asset value		Holdings	Market value HKD	% of net asset value
Debt securities							
				MTR CORPORATION LTD 01 MARCH 2034	15,000,000	15,237,150	0.63
Listed investments				THE GOVERNMENT OF THE HKSAR OF THE PRC 0.8% 27 AUGUST 2027	13,000,000	12,214,522	0.51
China				THE GOVERNMENT OF THE HKSAR OF THE PRC 1.25% 29 JUNE 2027	280,850,000	267,706,970	11.06
ASIAN DEVELOPMENT BANK 4% 28 FEBRUARY 2027	65,000,000	65,264,760	2.70	THE GOVERNMENT OF THE HKSAR OF THE PRC 1.49% 22 FEBRUARY 2028	20,000,000	18,978,797	0.78
INTL BK RECON & DEVELOP 3.24% 18 OCTOBER 2029	40,000,000	39,103,795	1.62	THE GOVERNMENT OF THE HKSAR OF THE PRC 1.59% 4 MARCH 2036	56,100,000	45,393,374	1.88
INTL BK RECON & DEVELOP 3.73% 07 FEBRUARY 2026	10,000,000	9,980,544	0.41	THE GOVERNMENT OF THE HKSAR OF THE PRC 1.68% 21 JANUARY 2026	151,000,000	148,518,313	6.14
INTL BK RECON & DEVELOP 3.965% 28 MARCH 2026	10,000,000	10,017,300	0.41	THE GOVERNMENT OF THE HKSAR OF THE PRC 1.89% 2 MARCH 2032	99,000,000	89,170,874	3.69
		<u>124,366,399</u>	<u>5.14</u>	THE GOVERNMENT OF THE HKSAR OF THE PRC 1.97% 17 JANUARY 2029	65,000,000	61,714,518	2.55
Hong Kong				THE GOVERNMENT OF THE HKSAR OF THE PRC 2.02% 7 MARCH 2034	98,200,000	85,768,433	3.54
AIRPORT AUTHORITY HK 3.83% 9 JULY 2027	70,000,000	70,175,520	2.90	THE GOVERNMENT OF THE HKSAR OF THE PRC 2.07% 26 AUGUST 2026	50,500,000	49,519,908	2.05
AIRPORT AUTHORITY HK 4.05% 14 JANUARY 2028	30,000,000	30,176,100	1.25	THE GOVERNMENT OF THE HKSAR OF THE PRC 2.13% 16 JULY 2030	100,000,000	93,475,385	3.86
AIRPORT AUTHORITY HK 4.1% 14 JANUARY 2030	26,000,000	26,198,380	1.08	THE GOVERNMENT OF THE HKSAR OF THE PRC 2.24% 27 AUGUST 2029	11,000,000	10,520,511	0.44
AIRPORT AUTHORITY HK 4.25% 14 JANUARY 2035	24,000,000	24,452,880	1.01	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.19% 25 NOVEMBER 2026	1,000,000	997,592	0.04
AIRPORT AUTHORITY HK 4.5% 14 JANUARY 2055	13,000,000	13,395,070	0.55	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.23% 5 DECEMBER 2029	50,000,000	49,573,949	2.05
HONG KONG MONETARY AUTHORITY 1.51% EXCHANGE FUND NOTES 24 FEBRUARY 2027	31,800,000	30,680,575	1.27	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.3% 26 MAY 2042	52,500,000	47,445,462	1.96
HONG KONG MONETARY AUTHORITY 2.48% EXCHANGE FUND NOTES 28 FEBRUARY 2029	8,000,000	7,762,761	0.32	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.32% 25 FEBRUARY 2026	25,000,000	24,972,418	1.03
HONG KONG MONETARY AUTHORITY 2.49% EXCHANGE FUND NOTES 22 AUGUST 2028	10,000,000	9,742,667	0.40	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.74% 12 JANUARY 2038	47,000,000	46,417,482	1.92
HONG KONG MORTGAGE CORP LTD 3.55% 17 OCTOBER 2036	30,000,000	29,824,562	1.23	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.8% 7 FEBRUARY 2026	1,000,000	1,000,144	0.04
HONG KONG MORTGAGE CORP LTD 4.1% 28 FEBRUARY 2029	30,000,000	30,267,600	1.25	THE GOVERNMENT OF THE HKSAR OF THE PRC 3.84% 16 JANUARY 2035	3,450,000	3,445,963	0.14
HONG KONG MORTGAGE CORP LTD 4.2% 28 FEBRUARY 2034	15,000,000	15,317,012	0.63	URBAN RENEWAL AUTHORITY 3.35% 27AUG2027	75,000,000	73,013,164	3.02
HONG KONG MORTGAGE CORP LTD 4.25% 28 FEBRUARY 2026	57,000,000	57,217,828	2.36	URBAN RENEWAL AUTHORITY 3.45% 27AUG2029	80,500,000	79,309,148	3.28
HONG KONG MORTGAGE CORP LTD 4.68% 12 SEPTEMBER 2025	70,000,000	70,296,100	2.91	URBAN RENEWAL AUTHORITY 3.55% 27AUG2034	56,000,000	54,267,834	2.24
						<u>1,694,168,966</u>	<u>70.01</u>

Portfolio Statement

ABF Hong Kong Bond Index Fund

as at 31 January 2025

	Holdings	Market value HKD	% of net asset value		Holdings	Market value HKD	% of net asset value
South Korea							
KOREA EXPRESSWAY CORP 4.06% 12 MAY 2027	16,000,000	15,912,800	0.66				
		15,912,800	0.66				
Listed investments total		1,834,448,165	75.81				
Unlisted but quoted investments							
Cayman Islands							
MTR CORPORATION CI LTD 2.46% 20 SEPTEMBER 2032	60,000,000	54,517,576	2.25	HONG KONG MORTGAGE CORP LTD 4.63% 14 JULY 2026	22,000,000	22,218,667	0.92
		54,517,576	2.25	MTR CORPORATION LTD 3.95% 29 MAY 2025	10,000,000	10,005,866	0.41
				MTR CORPORATION LTD 4% 04 MARCH 2029	8,000,000	8,058,240	0.33
				MTR CORPORATION LTD 4.05% 16 FEBRUARY 2026	10,000,000	10,014,389	0.41
				MTR CORPORATION LTD 4.1% 31 MAY 2029	17,000,000	17,198,900	0.71
				MTR CORPORATION LTD 4.2% 30 APRIL 2031	35,000,000	35,480,200	1.47
				MTR CORPORATION LTD 4.7% 9 MARCH 2025	20,000,000	20,015,323	0.83
						337,222,272	13.94
China							
ASIAN DEVELOPMENT BANK 3.81% 23 JANUARY 2030	80,000,000	79,963,200	3.30	South Korea			
CORP ANDINA DE FOMENTO 3.925% 26 FEBRUARY 2029	2,500,000	2,453,178	0.10	EXPORT-IMPORT BANK OF KOREA 0.9% 13 AUGUST 2026	25,000,000	23,828,500	0.99
INTER-AMERICAN DEVEL BK 3.25% 25 OCTOBER 2029	40,000,000	39,196,699	1.62	KOREA EXPRESSWAY CORP 3.93% 22 MAY 2030	5,000,000	4,896,182	0.20
NEW DEVELOPM BANK BRICS 4.1% 22 MAY 2026	14,000,000	13,968,275	0.58			28,724,682	1.19
		135,581,352	5.60	Unlisted but quoted investments total		556,045,882	22.98
Hong Kong							
AIRPORT AUTHORITY HK 1.55% 30 OCTOBER 2027	45,000,000	42,475,186	1.76	Total investments	2,390,494,047		98.79
AIRPORT AUTHORITY HK 1.95% 16 JUNE 2027	20,000,000	19,218,636	0.79	Other Net Assets		29,181,419	1.21
AIRPORT AUTHORITY HK 2.3% 24 APRIL 2030	63,000,000	58,797,760	2.43	Total Net Assets	2,419,675,466		100.00
AIRPORT AUTHORITY HK 3.2% 16 AUGUST 2027	20,000,000	19,743,121	0.82	Total Cost of Investment	2,450,548,768		
AIRPORT AUTHORITY HK 3.3% 8 AUGUST 2027	10,000,000	9,897,187	0.41				
HONG KONG MORTGAGE CORP LTD 3.15% 19 MARCH 2049	30,000,000	24,018,063	0.99				
HONG KONG MORTGAGE CORP LTD 4.39% 10 JUNE 2026	10,000,000	10,063,034	0.42				
HONG KONG MORTGAGE CORP LTD 4.6% 10 MARCH 2025	30,000,000	30,017,700	1.24				

Statement of Movements in Portfolio Holdings

ABF Hong Kong Bond Index Fund

as at 31 January 2025

	% of net asset value 31 January 2025	% of net asset value 31 July 2024
Debt securities		
Listed investments	75.81	67.33
Unlisted but quoted investments	22.98	31.35
Debt securities (Total)	<hr/> 98.79	<hr/> 98.68
Total investments	98.79	98.68
Other net assets	<hr/> 1.21	<hr/> 1.32
Total net assets	<hr/> 100.00	<hr/> 100.00

Performance Record

ABF Hong Kong Bond Index Fund

	Net asset value per unit		
	Lowest HKD		Highest HKD
1 August 2024 to 31 January 2025	97.76		100.80
2024	94.77		98.31
2023	90.13		96.46
2022	93.03		102.83
2021	101.31		104.24
2020	98.42		104.63
2019	95.25		99.98
2018	95.89		100.02
2017	97.28		101.52
2016	98.44		102.30
2015	98.64		101.48
	31 January 2025	31 July 2024	31 July 2023
	HKD	HKD	HKD
Total net asset value	2,419,675,466	2,290,615,995	2,045,912,796
Net asset value per unit	98.58	98.31	93.87

In accordance with chapter 8.6(l) of the Code on Unit Trusts and Mutual Funds, the Trustee is required to provide a comparison of the Trust's performance and the actual index performance over the relevant period.

	6 months ended 31 January 2025	12 months ended 31 July 2024
ABF Hong Kong Bond Index Fund	5.63% ^(a)	11.96% ^(a)
Markit iBoxx ABF Hong Kong Index	0.51% ^(b)	7.16% ^(b)

(a) Performance is calculated in base currency with Unit-price to Unit price, dividend (if any) reinvested.

(b) The benchmark returns are stated on a total return basis. Unlike the Trust, the benchmark returns do not include the impact of trust expenses or trust transaction costs.

Investors should note that investment involves risk and past performance may not be indicative of future performance. Investors should refer to the Trust's Prospectus before making any investment decision.

Distribution Disclosure

ABF Hong Kong Bond Index Fund

	Date of Ex-distribution	Date of Payment	Distribution Per Unit HKD	Total Distribution HKD
2024 Final Distribution	30 July 2024	13 August 2024	0.89	20,336,501
2024 Interim Distribution	30 January 2024	8 February 2024	1.08	24,418,801

Underlying Index Constituent Stocks Disclosure

As at 31 January 2025

The Trust is an index fund which seeks investment results that correspond closely to the total return of the Markit iBoxx ABF Hong Kong Index ("the Index"). Following are the list of constituent securities of the Index that accounted for more than 10% of the Index.

As at 31 January 2025

Weighting

THE GOVERNMENT OF THE HKSAR OF THE PRC 1.25% 29 JUNE 2027

11.06%

During the period from 1 August 2024 to 31 January 2025, the Markit iBoxx ABF Hong Kong Index increased by 0.51% while the net asset value per unit of the ABF Hong Kong Bond Index (dividends reinvested) increased by 5.63%.

Administration

Manager and listing agent

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