

HSBC Global Investment Funds

ASIA ESG BOND

Monthly report 31 March 2025 | Share class AM2

Fund center



Risk Disclosure

- The Fund invests mainly in Asian bonds, while promoting ESG characteristics.
- The Fund invests based on sustainable criteria and/or certain exclusion themes as set out in the investment policy ("Sustainable Criteria"), which may affect Fund performance and result in a loss to the Fund.
- The lack of common or standardised definitions and labels regarding ESG and/or sustainable criteria may result in different approaches by managers in the market when integrating such criteria into investment decisions.
- The Fund may pay dividends out of capital or gross of expenses. Dividend is not guaranteed and may result in capital erosion and reduction in net asset value.
- The Fund may invest in financial derivative instruments for investment purpose which may lead to higher volatility to its net asset value.
- The Fund's investments may involve currency, volatility, liquidity, general debt securities, non-investment grade and unrated debt securities, geographic concentration, emerging markets, tax and political risks. Investors may suffer substantial loss of their investments in the Fund.
- Base Currency Hedged Share Classes and RMB denominated class are subject to higher currency and exchange rate risks.
- Investors should not invest solely based on factsheet and should read the offering documents for details.

Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of Asian bonds, while promoting environmental, social and governance (ESG) characteristics. The Fund also aims to achieve a higher ESG score than the weighted average of the constituents of its reference benchmark. The Fund qualifies under Article 8 of SFDR.

Investment strategy

The Fund is actively managed.

The Fund will invest at least 90% in investment grade and non-investment grade bonds and unrated bonds and other similar securities issued or guaranteed by governments, government-related entities and supranational entities and companies that are based in Asia and will invest at least 70% in bonds and similar securities issued by issuers meeting certain ESG scores and lower carbon intensity criteria.

ESG and Lower Carbon Criteria, together with fundamental qualitative issuer analysis, are used to determine the Fund's investible universe.

The Fund invests mostly in bonds which are denominated in US dollars; with less than 40% invested in bonds rated below investment grade.

The Fund may invest up to: 30% in onshore Chinese bonds; 10% in convertible bonds; 10% in contingent convertible securities; 10% in asset backed securities and mortgage-backed securities; and 10% in other funds.

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

Share Class Details

Key metrics

| | |
|-------------------|-----------------|
| NAV per Share | USD 7.83 |
| Yield to maturity | 5.76% |

Fund facts

| | |
|----------------------------|---------------------------------------|
| UCITS V compliant | Yes |
| Dividend treatment | Distributing |
| Distribution Frequency | Monthly |
| Dividend ex-date | 27 March 2025 |
| Dividend annualised yield* | 6.02% |
| Dividend Amount | 0.038070 |
| Dealing frequency | Daily |
| Share Class Base Currency | USD |
| Domicile | Luxembourg |
| Inception date | 19 January 2022 |
| Fund Size | USD 28,659,265 |
| Reference benchmark | 100% JP Morgan ESG Asia Credit |
| Managers | Alfred Mui Wilson Yip |

Fees and expenses

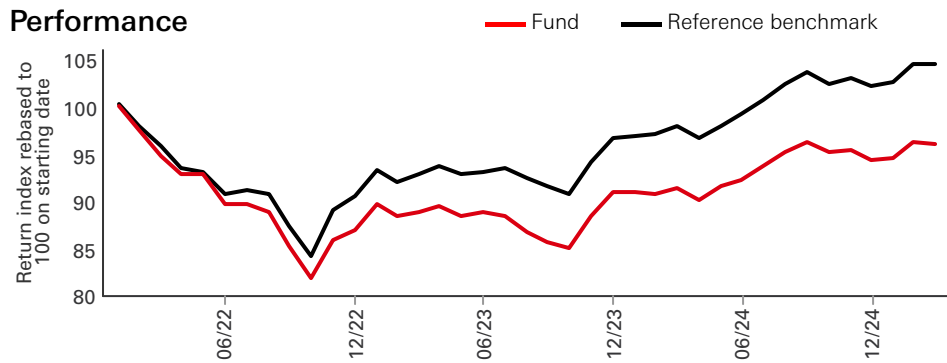
| | |
|--|------------------|
| Minimum initial investment (HK) ¹ | USD 5,000 |
| Maximum initial charge (HK) | 3.100% |
| Management fee | 1.100% |

Codes

| | |
|------------------|---------------------|
| ISIN | LU2423945182 |
| Bloomberg ticker | HSAEAM2 LX |

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

Performance



| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years | 5 years | Since Inception |
|---------------------|------|---------|----------|----------|--------|---------|---------|-----------------|
| AM2 | 1.67 | -0.19 | 1.67 | -0.22 | 4.97 | 1.34 | -- | -3.87 |
| Reference benchmark | 2.24 | 0.04 | 2.24 | 0.88 | 6.65 | 8.89 | -- | 4.59 |

| Calendar year performance (%) | 2020 | 2021 | 2022 | 2023 | 2024 |
|-------------------------------|------|------|--------|------|------|
| AM2 | -- | -- | -12.82 | 4.49 | 3.79 |
| Reference benchmark | -- | -- | -9.30 | 6.83 | 5.57 |

The calendar year return of the first year is calculated between share class inception date and calendar year end of first year if the share class has less than 5-year history.
Results are cumulative

| 3-Year Risk Measures | AM2 | Reference benchmark | 5-Year Risk Measures | AM2 | Reference benchmark |
|----------------------|-------|---------------------|----------------------|-----|---------------------|
| Volatility | 6.71% | 6.60% | Volatility | -- | -- |
| Sharpe ratio | -0.57 | -0.21 | Sharpe ratio | -- | -- |
| Tracking error | 1.15% | -- | Tracking error | -- | -- |
| Information ratio | -2.11 | -- | Information ratio | -- | -- |

| Fixed Income Characteristics | Fund | Reference benchmark | Relative |
|------------------------------|----------|---------------------|----------|
| No. of holdings ex cash | 134 | 1,056 | -- |
| Portfolio yield | 5.64% | 5.35% | 0.28% |
| Yield to maturity | 5.76% | 5.43% | 0.33% |
| Average maturity | 6.71 | 6.13 | 0.58 |
| Average Credit Quality | BBB+/BBB | A-/BBB+ | -- |
| Number of issuers | 87 | 361 | -- |

| Credit rating (%) | Fund | Reference benchmark | Relative | Maturity Breakdown (Effective duration) | Fund | Reference benchmark | Relative |
|-------------------|-------|---------------------|----------|---|-------------|---------------------|-------------|
| AAA | 1.50 | 1.75 | -0.25 | 0-2 years | 0.26 | 0.34 | -0.08 |
| AA | 9.37 | 19.27 | -9.91 | 2-5 years | 0.95 | 1.06 | -0.11 |
| A | 22.88 | 24.29 | -1.41 | 5-10 years | 1.34 | 1.25 | 0.09 |
| BBB | 43.90 | 40.46 | 3.43 | 10+ years | 1.99 | 1.76 | 0.23 |
| BB | 15.22 | 7.99 | 7.22 | Total | 4.53 | 4.40 | 0.13 |
| B | 2.15 | 2.14 | 0.01 | | | | |
| CCC | -- | 1.47 | -1.47 | | | | |
| C | -- | 0.03 | -0.03 | | | | |
| NR | 2.02 | 2.59 | -0.57 | | | | |
| Cash | 2.96 | -- | 2.96 | | | | |

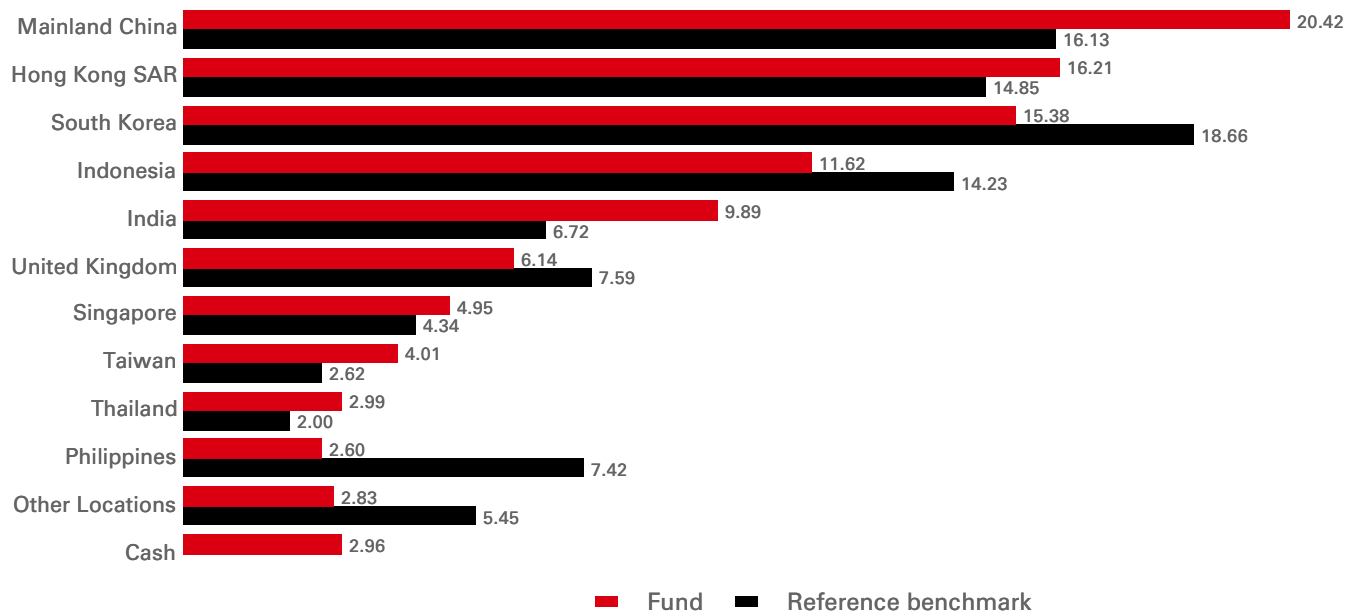
Past performance does not predict future returns. The figures are calculated in the share class base currency, NAV to NAV basis with dividend reinvested, net of fees. If investment performance is not denominated in HKD or USD, HKD or USD based investors are exposed to exchange rate fluctuations. *The fund may pay dividends out of capital or gross of expenses.

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

Source: HSBC Asset Management, data as at 31 March 2025

| Currency Allocation (%) | Fund | Reference benchmark | Relative |
|-------------------------|--------|---------------------|----------|
| USD | 100.00 | 100.00 | 0.00 |
| EUR | 0.01 | -- | 0.01 |
| SGD | 0.00 | -- | 0.00 |
| CNY | 0.00 | -- | 0.00 |
| AUD | 0.00 | -- | 0.00 |
| GBP | 0.00 | -- | 0.00 |
| HKD | -0.01 | -- | -0.01 |

Geographical Allocation (%)



| Sector Allocation (%) | Fund | Reference benchmark | Relative |
|------------------------|-------|---------------------|----------|
| Banks | 23.29 | 17.12 | 6.17 |
| Government | 13.51 | 30.66 | -17.15 |
| Diversified Finan serv | 11.99 | 7.49 | 4.50 |
| Insurance | 8.41 | 4.30 | 4.11 |
| Communications | 7.67 | 2.33 | 5.33 |
| Real Estate | 7.12 | 5.73 | 1.39 |
| Technology | 6.07 | 3.80 | 2.27 |
| Consumer Cyclical | 5.23 | 7.26 | -2.03 |
| Energy | 4.95 | 4.60 | 0.34 |
| Utilities | 3.32 | 4.78 | -1.47 |
| Other Sectors | 5.50 | 11.93 | -6.43 |
| Cash | 2.96 | -- | 2.96 |

| Top 10 Holdings | Weight (%) |
|---------------------------------|------------|
| SHINHAN FINL GRP 2.875 | 1.71 |
| BANGKOK BANK/HK 9.025 15/03/29 | 1.60 |
| FEC FINANCE LTD 7.375 | 1.37 |
| PRU FUNDING ASIA 2.950 03/11/33 | 1.31 |
| STANDARD CHART 2.678 29/06/32 | 1.22 |
| ZHONGSHENG 3.000 13/01/26 | 1.03 |
| CHINA RES LAND 4.125 26/02/29 | 1.02 |
| NAVER CORP 1.500 29/03/26 | 1.01 |
| RENEW POWER 5.875 05/03/27 | 1.01 |
| INDONESIA (REP) 4.625 15/04/43 | 0.95 |

| MSCI ESG Score | ESG score | E | S | G |
|---------------------|-----------|-----|-----|-----|
| Fund | 6.4 | 6.3 | 5.5 | 5.5 |
| Reference benchmark | 5.3 | 5.6 | 5.4 | 5.4 |

The MSCI ESG Key Issue Score is the numerical, weighted average of MSCI's E, S, and G pillar scores. A higher number indicates a more favourable ESG profile in the view of MSCI.

The weighted averages of the Key Issue Scores are aggregated and companies' scores are normalized by their industries. After any overrides are factored in, each company's Final Industry-Adjusted Score corresponds to a rating.

For more information, see MSCI ESG Ratings Methodology @ <https://www.msci.com/esg-and-climate-methodologies>

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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.

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