

# HSBC Global Investment Funds

## TURKEY EQUITY

Monthly report 29 February 2024 | Share class AC



### Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of Turkish shares.



### Investment strategy

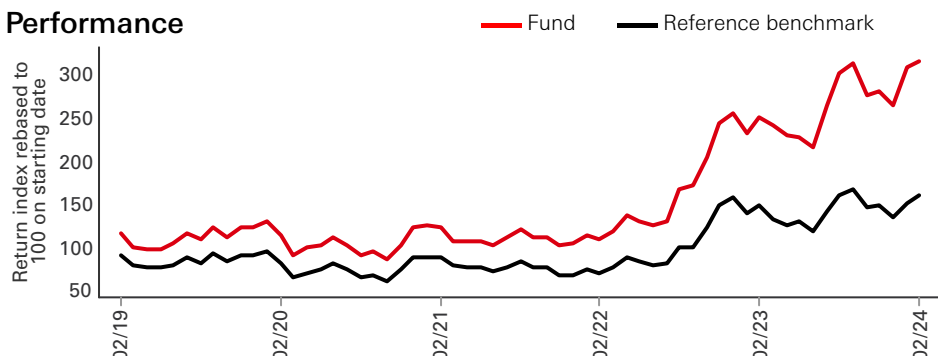
The Fund is actively managed. In normal market conditions, the Fund will primarily invest in shares (or securities similar to shares) of companies of any size, that are based in, or carry out most of their business in Turkey. The Fund may invest up to 10% of its assets in other funds, including HSBC funds. See the Prospectus for a full description of the investment objectives and derivative usage.



### Main risks

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- The value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.
- 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	<b>EUR 53.80</b>
Performance 1 month	<b>2.41%</b>
Volatility 3 years	<b>34.97%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dealing frequency	<b>Daily</b>
Valuation Time	<b>17:00 Luxembourg</b>
Share Class Base Currency	<b>EUR</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>29 March 2005</b>
Fund Size	<b>EUR 112,892,416</b>
Reference benchmark	<b>100% BIST 100</b>
Managers	<b>Murat Ignebekcili</b>

#### Fees and expenses

Minimum Initial Investment	<b>USD 5,000</b>
Ongoing Charge Figure <sup>1</sup>	<b>2.150%</b>
Management fee	<b>1.750%</b>

#### Codes

ISIN	<b>LU0213961682</b>
Bloomberg ticker	<b>HSHTRKC LX</b>

<sup>1</sup>Ongoing 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.

Reference Performance Benchmark: BIST100 since 1 Jan 2020. Prior to that the benchmark was MSCI Turkey 10/40 Net from 31 Dec 2014 to 31 Dec 2019. Prior to that the benchmark was MSCI Turkey Gross.

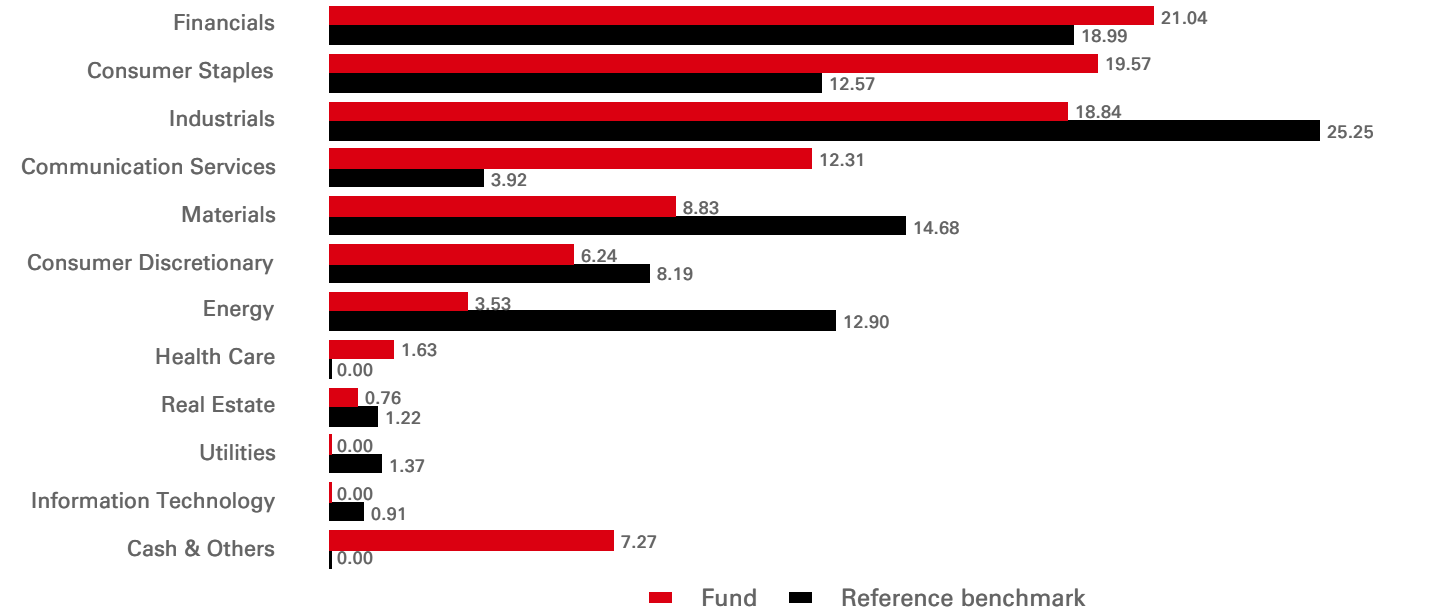
Source: HSBC Asset Management, data as at 29 February 2024

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AC	19.99	2.41	12.27	4.52	26.23	37.39	22.31
Reference benchmark	18.87	5.57	7.91	-0.02	6.85	22.18	11.97

Rolling Performance (%)	28/02/23-29/02/24	28/02/22-28/02/23	28/02/21-28/02/22	29/02/20-28/02/21	28/02/19-29/02/20
AC	26.23	132.47	-11.62	8.44	-2.65
Reference benchmark	6.85	116.19	-21.05	7.53	-10.25

Equity characteristics	Fund	Reference benchmark	3-Year Risk Measures	AC	Reference benchmark
No. of holdings ex cash	35	100	Volatility	34.97%	35.35%
Average Market Cap (EUR Mil)	4,634	134,038	Information ratio	1.84	--
			Beta	0.96	--

Sector Allocation (%)



Top 10 Holdings	Sector	Weight (%)
TURKCELL ILETISIM HIZMET AS	Communication Services	8.65
MIGROS TICARET A.S	Consumer Staples	8.34
TURK HAVA YOLLARI AO	Industrials	7.41
BIM BIRLESIK MAGAZALAR AS	Consumer Staples	4.87
ASELSAN ELEKTRONIK SANAYI	Industrials	4.56
TURKIYE SIGORTA AS	Financials	4.23
YAPI VE KREDI BANKASI	Financials	3.73
TURK TELEKOMUNIKASYON AS	Communication Services	3.66
AKBANK T.A.S.	Financials	3.61
ANADOLU EFES BIRACILIK VE	Consumer Staples	3.48

## Monthly performance commentary

In February, HSBC GIF Turkey Equity was up in TRL terms (net), underperforming its benchmark (BIST-100 Net Total Return).

MSCI Turkey Index was up 3.6% in EUR terms, underperforming MSCI EM Index which was up 4.6%. The Lira lost 2.8% against the basket (0.5 EUR + 0.5 USD). We saw short end bond yields flat at 43%, while long-end came rose by 1pp to 27%.

Industrials and consumer staples outperformed while Materials and Telcos lagged.

Among Overweight positions; Migros (+82bps) and Aselsan (+21bps) contributed, Turkcell (-57bps) Akcansa (-43bps) dragged.

Among Underweight positions; Sisecam (+12bps) Sasa (+10bps) contributed, Mia Tech (-32bps) Ege Endustri (-26bps) dragged.

### Outlook

In February, Turkish equities maintained the uptrend as local appetite remained strong along with easing TL time deposit rates. Foreign inflow remained intact, also supporting the positive mood in the market. Meanwhile, orthodox policy of the Central Bank is closely watched by the market and increasing foreign interest could be a positive catalyst in first months of 2024. Application of inflation accounting in financial reports beginning with 4Q23 financials could be a source of volatility as reported figures will substantially change for some companies. We remain invested in companies with strong earnings outlook, cash generation ability and financial visibility.

## Risk Disclosure

- The Fund may be concentrated in a limited number of securities, economic sectors and/or countries and as a result, may be more volatile and have a greater risk of loss than more broadly diversified funds.
- 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 Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

## Index Disclaimer

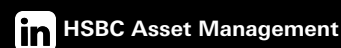
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## Important Information

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**Source: HSBC Asset Management, data as at 29 February 2024**

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### Glossary

