HSBC Asset Management

HSBC Global Investment Funds

GLOBAL EQUITY VOLATILITY FOCUSED

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 shares worldwide.

Investment strategy

The Fund is actively managed.In normal market conditions, the Fund will invest at least 90% in shares of companies of any size that are based in, or carry out the larger part of their business activities in, both developed markets and emerging markets.The Fund seeks a portfolio volatility which is lower than that of the MSCI All Country World Index.The Fund uses a quantitative multi-factor investment process to identify stocks from a universe of investable shares, and ranks them from the least attractive to most attractive based upon certain factors, such as value, quality, momentum, low risk and size. The process makes use of proprietary systematic, defensive portfolio construction techniques aiming to maximize risk-adjusted return whilst reducing volatility and drawdowns during period of market turbulence.The Fund can invest up to 20% in China A and China B-shares. For China A-shares, up to 10% through the Shanghai-Hong Kong Stock Connect and/or the Shenzhen-Hong Kong Stock Connect, and up to 10% in CAAPs.The Fund may invest up to 10% in a combination of participation notes and convertible securities, and up to 10% each in securities issued or guaranteed by single sovereign issuers with a non-investment grade rating, REITs and other 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.

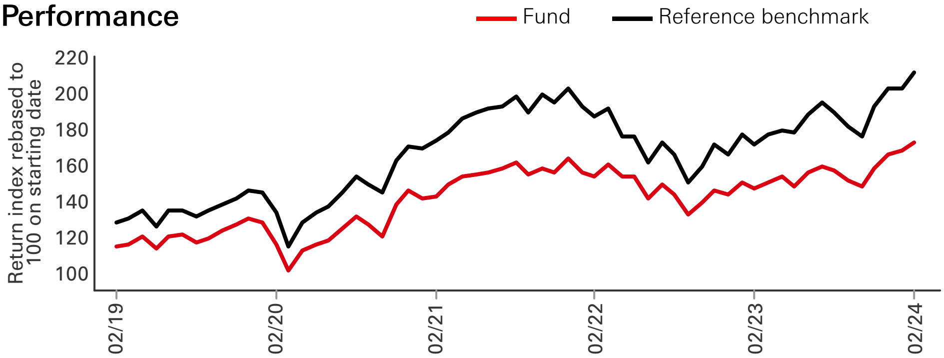
Share Class Details

Key metrics	
NAV per Share	**USD 17.33**
Performance 1 month	**2.13%**
Volatility 3 years	**13.22%**
Fund facts	
UCITS V compliant	**Yes**
Dividend treatment	**Accumulating**
Dealing frequency	**Daily**
Valuation Time	**17:00 Luxembourg**
Share Class Base Currency	**USD**
Domicile	**Luxembourg**
Inception date	**26 June 2014**
Fund Size	**USD 126,565,357**
Reference benchmark	**100% MSCI AC World Net**
Managers	**HSBC Index and Systematic Equity Portfolio Management Team**
Fees and expenses	
Minimum Initial Investment	**USD 5,000**
Ongoing Charge Figure[1]	**1.150%**
Management fee	**0.800%**
Codes	
ISIN	**LU1066051225**
Bloomberg ticker	**HSBGLUS LX**

[1]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.
Source: HSBC Asset Management, data as at 29 February 2024

Performance



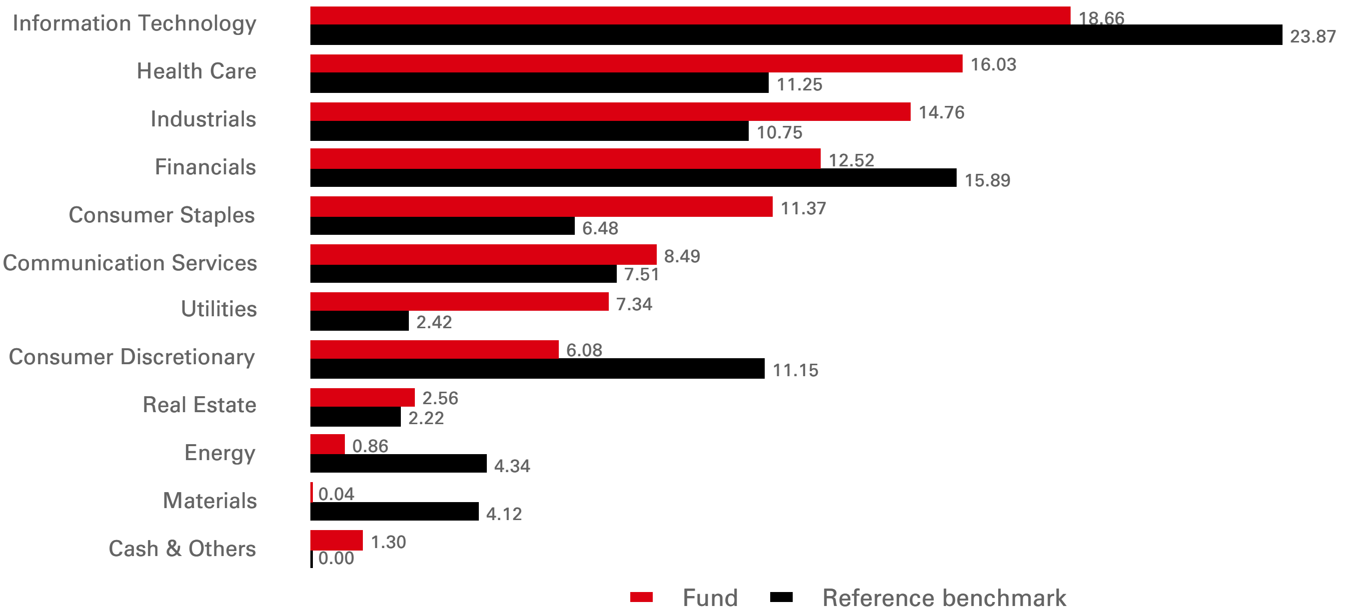
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AC	**3.88**	**2.13**	**8.67**	**9.89**	**17.28**	**6.59**	**8.41**
Reference benchmark	4.65	4.29	9.94	11.66	23.15	6.79	10.51

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	**17.28**	**-4.79**	**8.46**	**23.10**	**0.43**
Reference benchmark	23.15	-8.26	7.81	30.25	3.89

Equity characteristics	Fund	Reference benchmark
No. of holdings ex cash	368	2,943
Average Market Cap (USD Mil)	380,546	491,229

3-Year Risk Measures	AC	Reference benchmark
Volatility	13.22%	16.32%
Information ratio	-0.04	--
Beta	0.77	--

Sector Allocation (%)



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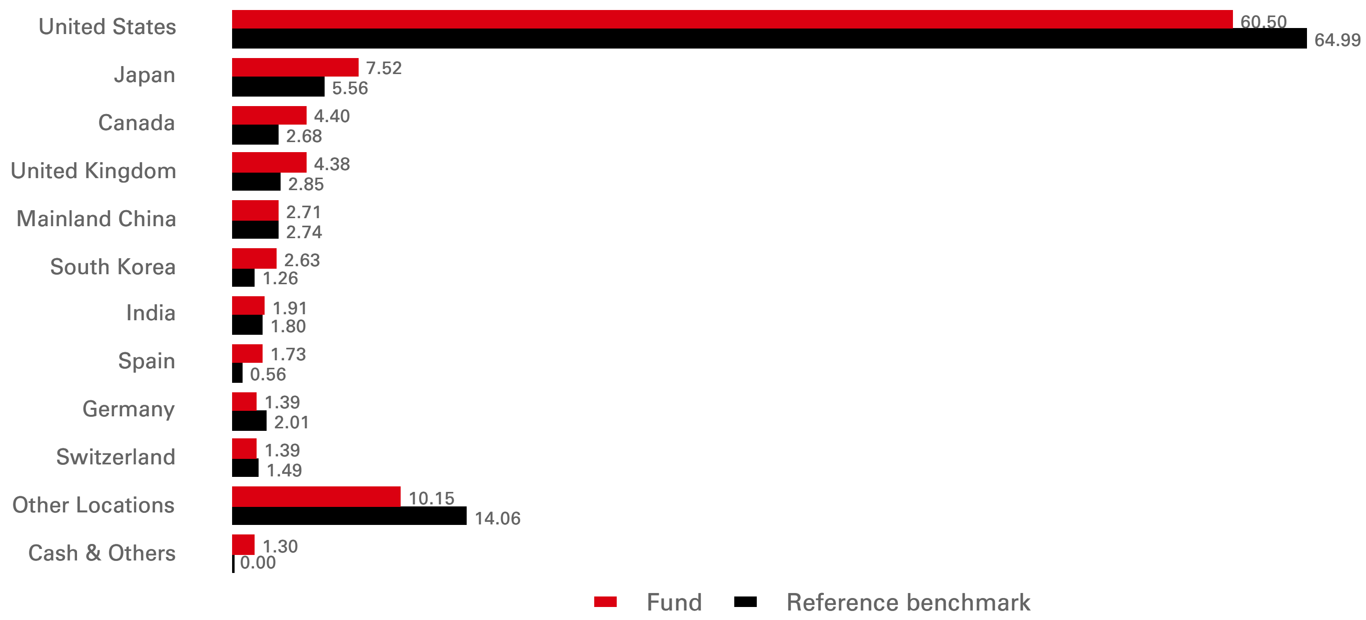
Geographical Allocation (%)



Top 10 Holdings	Location	Sector	Weight (%)
Apple Inc	United States	Information Technology	4.41
Microsoft Corp	United States	Information Technology	3.22
NVIDIA Corp	United States	Information Technology	1.87
Johnson & Johnson	United States	Health Care	1.44
Amazon.com Inc	United States	Consumer Discretionary	1.43
Alphabet Inc	United States	Communication Services	1.40
Merck & Co Inc	United States	Health Care	1.29
Walmart Inc	United States	Consumer Staples	1.24
Costco Wholesale Corp	United States	Consumer Staples	1.21
Samsung Electronics Co Ltd	South Korea	Information Technology	1.10

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

Monthly performance commentary

Market Review

Global stock markets rose for a fourth consecutive month in February, supported by resilient economic data and relatively strong corporate earnings. Signs that inflationary pressures have not entirely dissipated suggest that central banks may be on hold for a little while longer. US equities outperformed in February driven by strong Q4 2023 earnings and the high representation of Technology stocks in the wider index which continued to benefit from AI-related optimism. European equities underperformed despite a fall in inflation in February and an improvement in business sentiment in early 2024. UK equities also underperformed amidst news of a contraction in the UK economy of 0.3% in Q4 2023, confirming a technical recession. In Asia Pacific ex Japan and Emerging Markets, equities showed strong price performance driven by mainland China which benefitted from heightened tourism spending around the LNY holidays and an improvement in credit demand.

Factor Performance

In February, as of month end global alpha style performance was negative. Within alpha factors, the defensive Quality factor demonstrated resilience and finished as the best performing factor. This was followed by the cyclical Size and dynamic Industry Momentum factors which underperformed slightly this month. Meanwhile, the cyclical Value factor underperformed to a greater extent as growth measures were rewarded in February. Finally, the defensive Low Risk factor finished as the laggard factor as risk measures were favoured across most regions.

Fund Commentary

In February, as of month end the fund underperformed its market cap weighted index. Our exposure to Styles weighed on performance. On a portfolio level, our exposure to Quality contributed to performance, while our exposures to Low Risk, Value, Industry Momentum and Size weighed on performance.

Countries

On a country basis, our overweight allocation to Hong Kong coupled with our underweight exposures to France and United States contributed to performance. Conversely, our overweight allocations to United Kingdom, Spain and Canada weighed on performance.

Stock Level

On a stock level basis, our overweight allocations to Constellation Energy, Rolls Royce Holdings Plc and Ferguson Plc contributed to performance. Conversely, our underweight exposures to Nvidia Corp, Meta Platforms Inco and Eli Lilly Co weighed on performance.

Risk Disclosure

- Different investment styles typically go in and out of favour depending on market conditions and investor sentiment.
- 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 Investor 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 performance relative to the benchmark is monitored, but not constrained, to a defined range.

Important Information

HSBC Global Asset Management (Bermuda) Limited ("AMBM") of 37 Front Street, Hamilton, Bermuda, is a wholly owned subsidiary of HSBC Bank Bermuda Limited (the "Bank"). AMBM and the Bank are licensed to conduct investment business by the Bermuda Monetary Authority. Funds managed by AMBM are offered by Prospectus only in those jurisdictions where they are permitted by law. Persons are required to inform themselves and observe any relevant restrictions. AMBM makes no representation as to the suitability of the funds for investors. Investors should be aware that performance returns are affected by market fluctuations. Investing entails risks, including possible loss of principal. Past performance is no guarantee of future performance. Investors should note that the use of derivatives and investments involving a currency other than their own will create foreign exchange exposure, which involves special risks. It is the aim of the Company to preserve capital and, where applicable, to maintain a stable net asset value per share; these aims are not guaranteed. Additionally, investors should consider their investment objectives, whether or not they can assume these risks and should undertake their own appropriate professional advice. Expressions of opinion contained herein are subject to change without notice. For investors investing via a nominee service provider, the nominee service provider will process the transaction and route all settlement proceeds to you, which may extend the settlement period. Please contact your investment advisor/ introducing agent, or in the absence of those the nominee provider directly, to confirm the settlement period. Issued by HSBC Global Asset Management (Bermuda) Limited Licensed to conduct investment business by the Bermuda Monetary Authority Further information can be found in the prospectus.

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

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Glossary