

# Key Information Document

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

### HSBC GH Fund

a sub-fund of HSBC Portfolio Selection Fund, (the "AIF"). The Fund is managed by HSBC Management (Guernsey) Limited, authorised in Guernsey and supervised by Guernsey Financial Services Commission. HSBC Asset Management is the brand name for the asset management business of HSBC Group.

PRIP Manufacturer: HSBC Management (Guernsey) Limited

Telephone: + 44 207 860 5036

Production Date: 31 December 2024

Share Class: GBP Hedged R Class

ISIN: GG00B90TVW87

Website: <http://www.assetmanagement.hsbc.com>

**You are about to purchase a product that is not simple and may be difficult to understand.**

## What is this product?

### Type

This product is a Fund with the HSBC Portfolio Selection Fund, a Guernsey unit trust scheme, established as an umbrella fund. The HSBC Portfolio Selection Fund, the Manager and the Trustee are subject to the GFSC Class 'B' Rules.

## Objectives and Investment Policy

### Objectives

The Fund aims to provide a total return from selective investments in a number of hedge funds which have been subject to due diligence and manager selection by HSBC. The Fund will provide exposure to a diverse, multi-strategy range of hedge fund managers that will each employ broad investment strategy remits. Hedge funds may take both long and short positions either directly, using leverage or via derivatives.

### Investment Policy

- ◆ The Fund will provide exposure to a globally diversified portfolio of hedge funds, whose managers use different alternative investment strategies including long/short equity, global macro, arbitrage and event driven.
- ◆ Hedge funds within the Fund ("Portfolio Funds") will have considerable flexibility in terms of both the instruments and strategies that they employ.
- ◆ The Portfolio Funds will generally make use of a wide range of investment instruments and techniques including derivative products and leverage. They may take both long and short positions either directly, using leverage or via derivatives.
- ◆ Portfolio Funds are generally based offshore and are often subject to less regulatory oversight.
- ◆ Portfolio Funds will have different dealing frequencies. A minimum of 20% of the Fund will be held in Portfolio Funds which have at least a monthly dealing frequency. At least 60% of the Fund will be held in Portfolio Funds with a quarterly dealing frequency or less. 20% of the Fund may be held in Portfolio Funds with a dealing frequency in excess of quarterly or in closed-ended funds, for which no established market for their sale exists.
- ◆ The Fund may borrow up to 25% of its Net Asset Value for a range of purposes including up to 10% for investment purposes.
- ◆ The Fund may use derivative transactions for the purpose of hedging. Assets and liabilities expressed in currencies other than the reference currency of the Fund may be hedged back to the relevant reference currency.
- ◆ Each Portfolio Fund has its own cost structure, meaning that investors will be subject to the costs incurred by Portfolio Funds as well the costs incurred by the Fund directly.

- ◆ Currency hedging is carried out in respect of the share class. The aim is to protect against exchange rate fluctuations between the share class currency GBP and the base currency of the Fund USD.
- ◆ Income is reinvested.
- ◆ The Fund is actively managed and is not constrained by a benchmark.

### Intended retail investor

The Fund aims to meet the needs of investors who are looking for growth with an investment time horizon of at least five years. The Fund is designed for use as part of a diversified portfolio. Investors buying the Fund need to have a high level of knowledge and experience in relation to Alternative Investment Funds ("AIFs"). Investors should be aware that the Fund is not guaranteed and they could see significant changes to the value of their investment.

### Terms of PRIIPS

Subscriptions are accepted monthly, with 5 business days' notice. Redemptions are accepted monthly, with 1 month plus 5 business days' notice.

The Manager has the right to suspend or limit monthly dealing. The Fund is valued monthly.

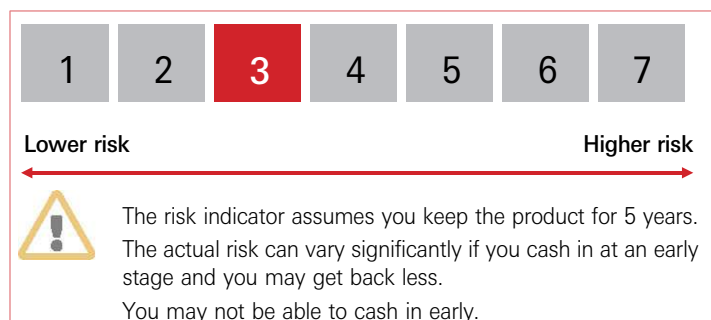
See Prospectus for full dealing details.

### Additional Information:

The depositary is HSBC Bank plc Guernsey Branch. A number of additional documents are available to assist you before and after you invest, including the Prospectus, Trust Instrument, Fund Deed, the Application Form and the latest version of the audited reports and accounts, and are available from HSBC Management (Guernsey) Ltd, Arnold House, St Julian's Avenue, St Peter Port, Guernsey GY1 1WA, United Kingdom or HSBC Alternative Investments Ltd, 8 Canada Square, Canary Wharf, London, E14 5HQ, United Kingdom. This document describes a single unit class of a sub-fund of the HSBC Portfolio Selection Fund. The Prospectus, annual and semi-annual reports are prepared for the entire Fund. The Fund's assets are kept safe by the Trustee who may delegate safekeeping to a Custodian. Assets are segregated from the assets of other sub-funds. It is possible to exchange units for units of a different share class. Details of how to do this are set out in section 15.23 (m) of the Prospectus. The Fund invests substantially all of its assets into non-EU AIFs that are to be selected by the Investment Advisor on the basis of a detailed due diligence and ongoing monitoring process. Copies of the underlying AIF documentation such as offering documentation, Key Information Documents will not generally be available to investors in the Fund.

## What are the risks and what could I get in return?

### Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

### Performance Scenarios

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. Markets could develop very differently in the future.

Recommended Holding Period: 5 Years Investment of GBP 10,000		If you exit after 1 year	If you exit after 5 years
Minimum	The Fund is not covered by an investor compensation or guarantee scheme, you may lose some or all of the amount invested.		
Stress Scenario	What you might get back after costs	GBP8,810	GBP8,480
	Average return each year	-11.93 %	-3.24 %
Unfavourable Scenario	What you might get back after costs	GBP9,820	GBP11,060
	Average return each year	-1.77 %	2.04 %
Moderate Scenario	What you might get back after costs	GBP10,430	GBP12,640
	Average return each year	4.27 %	4.80 %
Favourable Scenario	What you might get back after costs	GBP11,640	GBP14,030
	Average return each year	16.38 %	7.01 %

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. The stress scenario shows what you might get back in extreme market circumstances. The unfavourable scenario occurred for an investment between March 2015 and March 2020. The moderate scenario occurred for an investment between June 2017 and June 2022. The favourable scenario occurred for an investment between November 2019 and November 2024.

## What happens if HSBC Management (Guernsey) Limited is unable to pay out?

In the event of insolvency or in the event the Manufacturer or its delegates default on their obligations to the Fund, investors may lose all of their investments in the Fund.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Cost over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- ◆ In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- ◆ GBP 10,000 is invested.

Recommended Holding Period: 5 Years Investment of GBP 10,000		If you exit after 1 year	If you exit after 5 years
Total Costs		838 GBP	6,264 GBP
Annual cost impact % *		8.4%	8.8% each year

\* This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 13.59% before costs and 4.80% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

### Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee.	Up to 0 GBP
Exit costs	We do not charge an exit fee for this product, but the person selling you the product may do so.	0 GBP
Ongoing costs taken each year		
Management fees and other administrative or operating costs	2.42% of the value of your investment per year. This figure is based on the last year's expenses for the year ending 31 December 2024. Charges may vary from year to year. This is a combination of HSBC Management fees and the weighted average management fees of hedge funds within the portfolio.	242 GBP
Transaction costs	2.87% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	287 GBP
Incidental costs taken under specific conditions		
Performance Fees	Estimated performance fee, including both those that may be applied by HSBC and the hedge funds within the portfolio based on the last 5 years. The actual amount will vary depending on how well your investment performs.	245 GBP

A conversion charge may be payable.

## How long should I hold it and can I take money out early?

Recommended holding period: 5 years

Unit dealing can be instructed via the Fund Transfer Agent at any time. Unit dealing will take place at the next valuation point, bearing in mind any notice period that is described in the Fund documentation.

## How can I complain?

Complaints may be referred to the Compliance Officer of HSBC Management (Guernsey) Limited, Arnold House, St Julian's Avenue, St Peter Port, GY1 3NF.

## Other relevant information

The previous performance scenarios and past performance of the Fund for the previous ten years can be found in the Fund Centre section of our website by visiting <https://www.global.assetmanagement.hsbc.com>.

Information for investors in Switzerland: This is a foreign fund for alternative investments with special risks, which is set up as a "unit trust" and is domiciled in Guernsey. The current Prospectus, the Key Information Documents (KIDs), the articles of the association, the most recent annual report and semi-annual reports of the Company are available at the registered office of the representative HSBC Global Asset Management (Switzerland) AG, Gartenstrasse 26, P.O. Box, CH-8002 Zurich, Switzerland, and will be sent to investors on request at no charge. Paying agent: HSBC Private Bank (Suisse) S.A., Quai des Bergues 9-17, P.O. Box 2888, CH-1211 Geneva 1, Switzerland.