

HSBC Global Investment Funds

EURO HIGH YIELD BOND

Monthly report 31 May 2024 | Share class ZQ1



Investment objective

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



Investment strategy

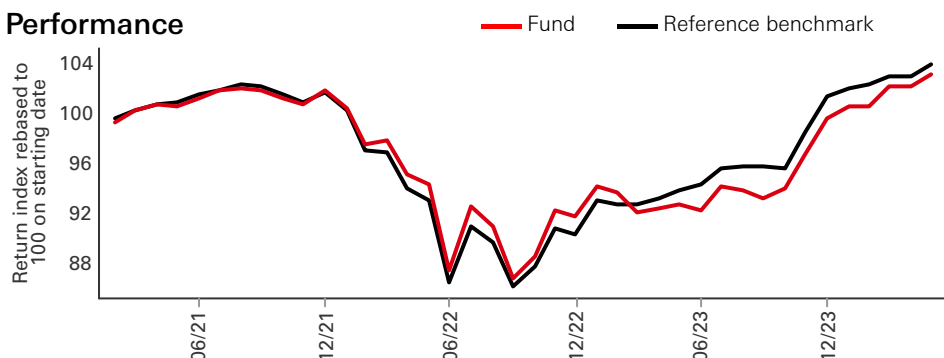
The Fund is actively managed and is not constrained by a benchmark. In normal market conditions, the Fund will invest at least 90% of its assets in non-investment grade bonds and other higher yielding securities (including unrated bonds), issued by companies or by governments, government-related entities or supranational entities that are based in developed markets and emerging markets. The Fund includes the identification and analysis of an issuer's ESG credentials as an integral part of the investment decision making process. Companies and/or issuers considered for inclusion within the Fund's portfolio will be subject to excluded activities in accordance with HSBC Asset Management's Responsible Investment Policies, which may change from time to time. The Fund may invest up to 15% in contingent convertible securities, may also invest in bank deposits and money market instruments for treasury purposes and up to 10% in other funds. The Fund's primary currency exposure is to Euro. 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 Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.
- 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	EUR 9.16
Performance 1 month	0.99%
Yield to maturity	5.32%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Distributing
Distribution Frequency	Quarterly
Dividend ex-date	27 March 2024
Dividend Yield ¹	3.78%
Last Paid Dividend	0.090823
Dealing frequency	Daily
Valuation Time	17:00 Luxembourg
Share Class Base Currency	EUR
Domicile	Luxembourg
Inception date	24 February 2021
Fund Size	EUR 699,939,697
Reference benchmark	100% ICE BofA Euro High Yield BB-B Constrained (net of transaction costs)

Managers	Philippe Igigabel Sophie Sentilhes
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Fees and expenses

Minimum Initial Investment	USD 1,000,000
Ongoing Charge Figure ²	0.110%

Codes

ISIN	LU2103225152
Valoren	55261982
Bloomberg ticker	HSEHZQ1 LX

¹Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

²Ongoing 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.

This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

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

Source: HSBC Asset Management, data as at 31 May 2024

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
ZQ1	3.57	0.99	2.51	6.70	11.19	0.83	--	0.92
Reference benchmark	2.50	0.88	1.48	5.47	10.70	0.97	--	1.13

Rolling Performance (%)	31/05/23-31/05/24	31/05/22-31/05/23	31/05/21-31/05/22	31/05/20-31/05/21	31/05/19-31/05/20
ZQ1	11.19	-1.66	-6.24	--	--
Reference benchmark	10.70	0.93	-7.85	--	--

Carbon footprint	Fund	Reference benchmark	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	94.85	140.33	Fund	7.4	7.7	5.6	6.2
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ₂ e/USD million) Source of analytics: Trucost			Reference benchmark	6.2	6.7	5.0	5.4

3-Year Risk Measures	ZQ1	Reference benchmark	5-Year Risk Measures	ZQ1	Reference benchmark
Volatility	7.99%	7.39%	Volatility	--	--
Sharpe ratio	-0.09	-0.07	Sharpe ratio	--	--
Tracking error	1.86%	--	Tracking error	--	--
Information ratio	-0.08	--	Information ratio	--	--

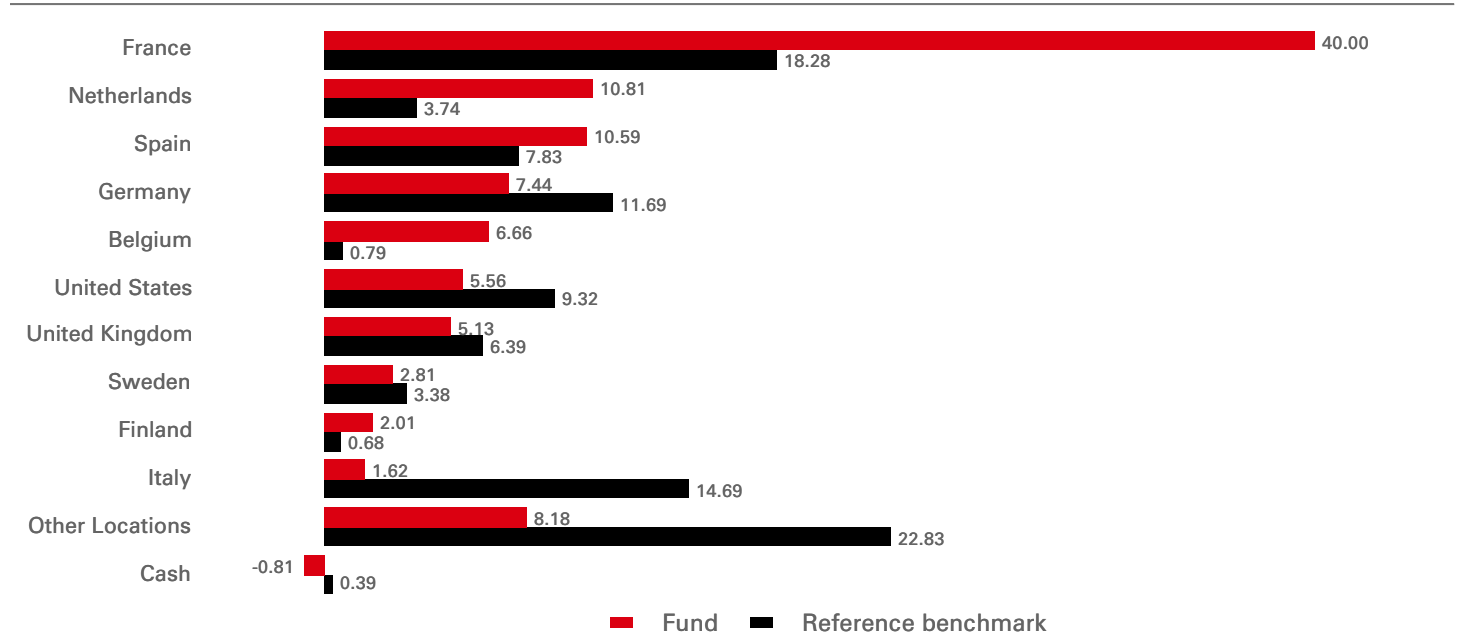
Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	121	620	--
Yield to worst	4.87%	5.51%	-0.64%
Yield to maturity	5.32%	5.82%	-0.49%
Option Adjusted Duration	2.71	2.78	-0.07
Modified Duration to Worst	2.72	2.94	-0.21
Option Adjusted Spread Duration	3.16	3.01	0.15
Average maturity	3.76	3.54	0.22
Rating average	BBB-	BB/BB-	--
Minimum rating	BBB-/BB+	BB/BB-	--
Number of issuers	87	320	--

Credit rating (%)	Fund	Reference benchmark	Relative	Maturity Breakdown (Option Adjusted Duration)	Fund	Reference benchmark	Relative
AA	6.40	--	6.40	0-2 years	0.34	0.28	0.06
A	6.73	--	6.73	2-5 years	1.20	1.88	-0.68
BBB	33.43	0.74	32.68	5-10 years	0.99	0.56	0.42
BB	50.37	65.34	-14.97	10+ years	0.18	0.06	0.12
B	3.14	31.65	-28.50	Total	2.71	2.78	-0.07
CCC	--	1.88	-1.88				
C	0.34	--	0.34				
NR	0.39	--	0.39				
Cash	-0.81	0.39	-1.20				

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 31 May 2024

Geographical Allocation (%)



Sector Allocation (%)	Fund	Reference benchmark	Relative
Banking	22.71	12.49	10.22
Telecommunications	11.16	13.71	-2.55
Insurance	9.84	0.41	9.43
Utility	9.58	5.97	3.61
Automotive	6.71	11.05	-4.34
Sovereign	6.40	--	6.40
Basic Industry	5.88	9.14	-3.26
Transportation	4.49	3.55	0.94
Real Estate	4.26	3.07	1.18
Technology & electronics	3.64	1.82	1.82
Other Sectors	16.15	38.39	-22.24
Cash	-0.81	0.39	-1.20

Top 10 Holdings	Weight (%)
FRANCE O.A.T. 1.750 25/11/24	6.40
VEOLIA ENVRNMT 2.500	3.47
RCI BANQUE 2.625 18/02/30	3.36
ARKEMA 2.750	3.17
LA POSTE SA 3.125	2.23
KBC GROUP NV 4.250	2.18
ING GROEP NV 1.625 26/09/29	2.08
AXA SA 3.941	2.03
VODAFONE GROUP 2.625 27/08/80	1.93
ORANGE 5.000	1.61

Risk Disclosure

- 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.
- Further information on the potential risks can be found in the Key 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 and underlying investments' weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 31 May 2024

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HSBC Asset Management

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 www.assetmanagement.hsbc.com/ch

Glossary
 

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The presented fund is authorised for distribution in Switzerland in the meaning of Art. 120 CISA.

The fund presented in this document is a sub-fund of HSBC Global Investment Funds, an investment company constituted as a société à capital variable domiciled in Luxemburg. The shares in HSBC Global Investment Funds have not been and will not be registered under the US Securities Act of 1933 and will not be sold or offered in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons.

Further Information can be found in the prospectus.