

# What's driving the opportunity in India's exports sector and how to benefit from it?

Invest in  
**HSBC India Export Opportunities Fund**

### NFO Dates

NFO Dates: 5 - 19 September 2024



India's export ambitions are driving economic growth with the potential to become a global superpower. The fund is poised to capture growth opportunity in exports by investing in sectors/industry having exports with revenue more than 20% from outside India. Now get on board this unique opportunity and aim to build wealth for your portfolio.

## Strong exports is important to become a global superpower

### GDP trend

Rank	2003	2013	2023	2029E
1	United States	United States	United States	United States
2	Japan	China	China	China
3	Germany	Japan	Germany	<b>India</b>
4	United Kingdom	Germany	Japan	Germany
5	France	France	<b>India</b>	Japan
6	China	United Kingdom	United Kingdom	United Kingdom
7	Italy	Brazil	France	France
8	Spain	Russia	Italy	Brazil
9	Canada	Italy	Brazil	Canada
10	Mexico	<b>India</b>	Canada	Italy
11	Korea	Canada	Russia	Mexico
12	<b>India</b>	Australia	Mexico	Russia

China continues to be "World's Export Factory since 2009"

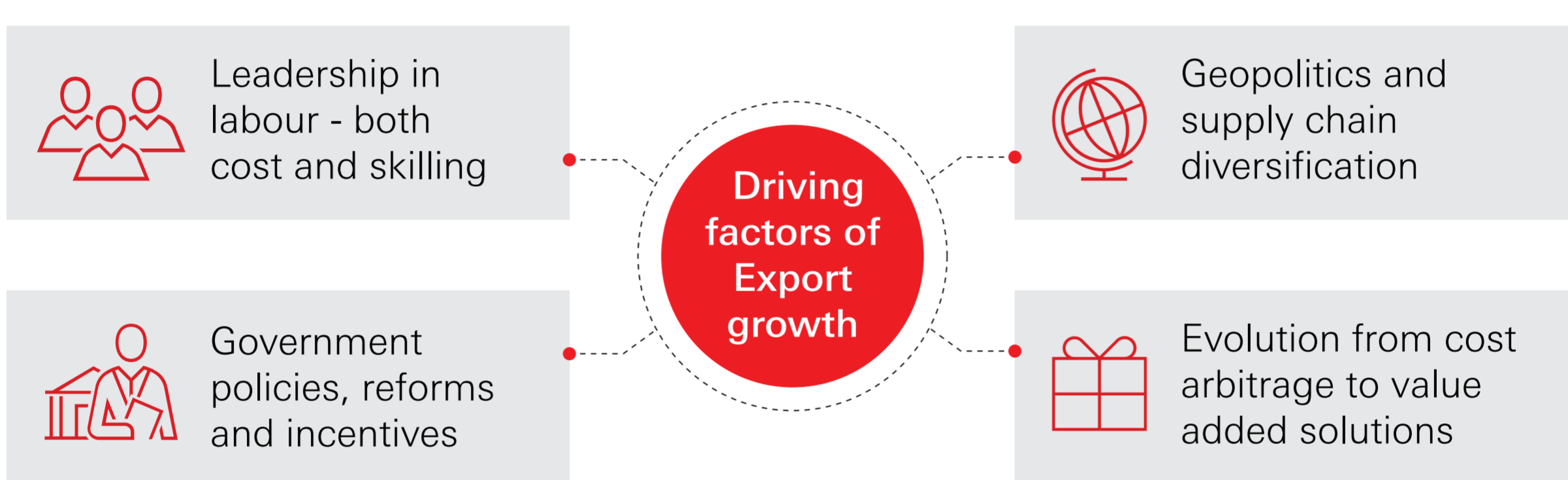
India's exports surged to 115 countries out of the total 238 destinations during 2023-24

**An economy that exports more may have potential to grow bigger over long run**

Source: World Bank, Latest available data as at December 2023.

## Why export theme in India now?

### Export - Driving factors



Source: RBI, Ministry of Commerce and Industry GOI, Latest available data as on 31 August 2024, HSBC Mutual Fund.

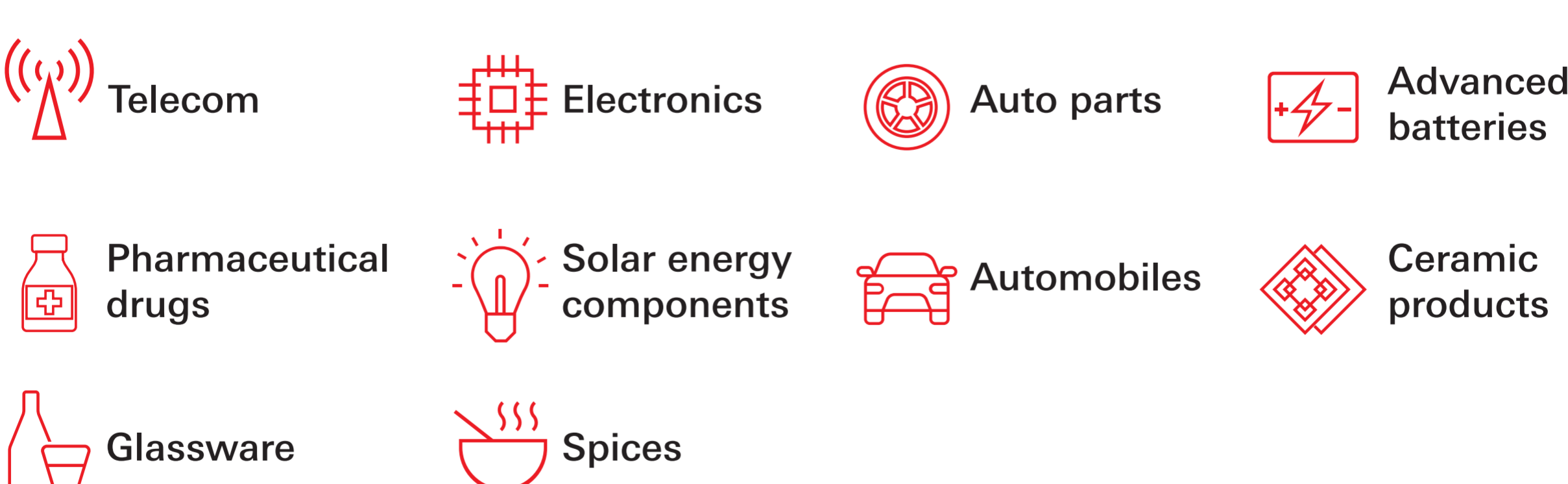
## Manufacturing Growth Drivers

Six sectors that will drive manufacturing export growth, enabling India to achieve \$1 trillion in export by FY28

<b>Chemical</b>	-\$110-\$130B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 19%-23%</li> <li>Hot segments: specialty chemicals, agrochemicals</li> </ul>
<b>Pharma</b>	~\$45-\$50B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 16%-18%</li> <li>Hot segments: active pharmaceutical ingredients and drug intermediaries</li> </ul>
<b>Industrial Machinery</b>	-\$70-\$75B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 18%-20%</li> <li>Hot segments: Food processing machines and textile machines</li> </ul>
<b>Electrical &amp; Electronics</b>	\$120-\$145B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 35%-40%</li> <li>Hot segments: Mobile phones &amp; Industrial electronics</li> </ul>
<b>Automotive</b>	\$45-\$55B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 15%-18%</li> <li>Hot segments: EV components</li> </ul>
<b>Textile &amp; Apparel</b>	-\$95-\$110B	<ul style="list-style-type: none"> <li>Projected exports CAGR: 13%-16%</li> <li>Hot segments: man-made fibers, technical textiles</li> </ul>

Source: Bain Analysis, Data as on August 2022, Note Projected exports and all the growth numbers are from FY22-28.

## Selected sectors are driving domestic manufacturing and emphasizing trade



### Moving from traditional sectors to sunrise sectors

Source: Ministry of Commerce and Industry, HSBC Mutual Fund, Data as on 31 July 2024.



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### PRODUCT LABELLING

**HSBC India Export Opportunities Fund** (An open ended equity scheme following export theme)

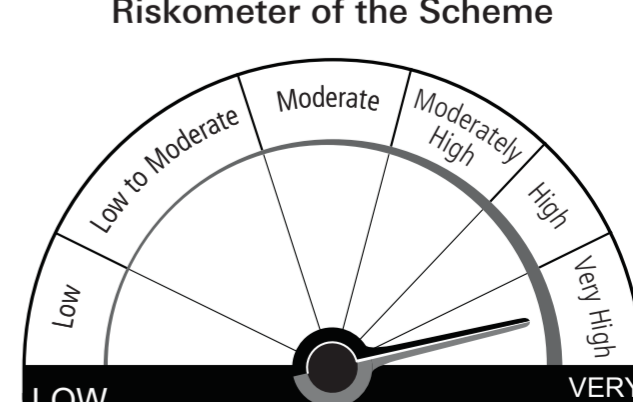
**This product is suitable for investors who are seeking\*:**

- To create wealth over long term
- Investment predominantly in equity and equity related securities of companies engaged in or expected to benefit from export of goods or Services

**\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.**

(As per AMFI Tier I Benchmark i.e. **Nifty 500 TRI**)

### Riskometer of the Scheme



Investors understand that their principal will be at Very High Risk

The product labeling assigned during the New Fund Offer (NFO) is based on internal assessment of the Scheme characteristics or model portfolio and the same may vary post NFO when the actual investments are made.

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**Mutual Fund investments are subject to market risks, read all scheme related documents carefully.**