HSBC Mutual Fund

See opportunities



Product Note

HSBC Small Cap Fund

(An open ended equity scheme predominantly Investing in small cap stocks)

October 2026

Where others don't.

18.70%
CAGR since inception* 2

8.3X
since inception* 2

Rs. 47,13,426
Value of SIP investment Rs. 10,000 p.m. since inception* 3

Rs. 8,37,240
Value of Lump Sum Investment Rs. 1,00,000 since inception* 2

Why HSBC Small Cap Fud?

- HSBC Small Cap Fund invests in smaller size businesses in their early stage of development
- Follows bottom-up stock selection using our proven investment approach
- Small cap stocks aim to have a potential for growth in the long run
- At least 65% exposure to small cap companies that comprises of companies from 251st onwards in terms of full market capitalization
- These businesses may have better revenue and profit growth potential as compared to broader market.
- Aims to invest in undervalued, under-owned, and under researched segments that may deliver in long run
- The fund seek an exposure in small cap segment stocks for alpha generating opportunities in long run
- The HSBC Small Cap fund focusses on buying smaller companies gaining market share within large industries, niche businesses or businesses which are currently small but have large opportunity to grow due to market factors.

NOTICE As per SEBI Master Circular on Mutual Funds dated March 20, 2026, on Categorization and Rationalization of Mutual Fund Scheme, modifications in certain features of the aforesaid schemes are applicable with effect from August 26, 2026 (Effective Date).Equity and Equity related securities - 65 to 100%, Equity and Equity related securities of other than small cap companies – 0 to 35%, Money market instruments and other liquid instruments) – 0 to 35%, Units issued by InvITs – 0 to 10%, Units of Gold and Silver ETFs – 0 to 35%.

Key Facts

Fund Manager	Venugopal Manghat and #Mayank Chaturvedi, *Dipan S. Parikh
Benchmark[1]	NIFTY Small Cap 250 TRI
Inception Date	12 May 2014
AUM[&]	Rs. 18,512.70 cr.

#Mayank Chaturvedi shall be the fund manager for investments in foreign securities (wherever applicable) for all the schemes of HSBC Mutual Fund. w.e.f. October 01, 2025. Data as on 30 September 2026.

[1] As per clause 7.22 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., on Benchmarks for Mutual Fund Schemes' has introduced two-tiered structure for benchmarking of certain categories of schemes. Accordingly, the benchmark has been classified as Tier 1 benchmark. *As per SEBI Master Circular on Mutual Funds dated March 20, 2026, on Categorization and Rationalization of Mutual Fund Scheme, modifications in certain features of the aforesaid schemes are applicable with effect from August 26, 2026 (Effective Date). [2] As on 30 September 2026 of Growth option regular plan. During the same period, scheme benchmark (NIFTY Small Cap 250 TRI) has moved by 7.0X to Rs. 6,81,470 from Rs 100,000 and delivered return of 16.75% Please refer detailed performance of HSBC Small Cap Fund. [3] During the same period, value of scheme benchmark (NIFTY Small Cap 250 TRI) has moved to Rs. 42,50,442.

The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s). Past performance may or may not sustain and doesn't guarantee the future performance. SEBI Registered Name/Number-HSBC Mutual Fund/MF/046/02/5

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Portfolio	% to net assets
Apar Industries Limited	2.66%
Sai Life Sciences Limited	2.21%
Engineers India Limited	2.18%
Karur Vysya Bank Ltd	2.04%
Welspun Living Limited	1.98%
PNB Housing Finance Limited	1.96%
Vijaya Diagnostic Centre Limited	1.94%
The Federal Bank Limited	1.94%
Navin Fluorine International Limited	1.88%
Neuland Laboratories Ltd	1.86%

Industry - Allocation	% to net assets
Industrial Products	13.37
Pharmaceuticals & Biotechnology	9.51
Banks	7.56
Capital Markets	6.44
Electrical Equipment	6.37
Auto Components	6.23
Finance	5.99
Textiles & Apparels	5.34
Healthcare Services	4.91
Consumer Durables	4.70

Risk Ratios[4]	
Standard Deviation	21.95%
Beta	0.95

Risk Ratios[4]	
Sharpe Ratio[5]	0.43
R2	0.95%

Month End Base Expenses Ratios (Annualized)[6]

Plan	Base Expense Ratio (BER)
Regular[7]	1.42%
Direct	0.56%

Portfolio Turnover Ratio (Annualized) – 0.37

Market Capitalisation

Small Cap	75.37%
Mid Cap	22.56%
Large Cap	1.28%
Debt	0.79%

[4] Quantitative Data disclosed are as per monthly returns (Annualized) for the last 3 years. [5] Risk free rate: 5.07% (FIMMDA-NSE Mibor) Refer to the Fund's website, ww.assetmanagement.hsbc.co.in for monthly portfolio disclosures. [6] BER excludes brokerage & transaction cost, and statutory levies(including GST). Refer to the notice cum addendum issued on March 27, 2026 with respect to change in "Base Expense Ratio (BER) limits" of all schemes of HSBC Mutual Fund effective April 01, 2026. For detailed TER Click Here (https://old.camsonline.com/COL_HSBCDownload.aspx)
[7] Continuing plans

Investment Objective

To generate long term capital growth from an actively managed portfolio of equity and equity related securities of predominantly small cap companies. However, it could move a portion of its assets towards fixed income securities if the fund manager becomes negative on the Indian equity markets. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

Fund Manager - Venugopal Manghat Effective 17 Dec 2019. Total Schemes Managed – 4; Fund Manager - Mayank Chaturvedi Effective 01 Oct 2025. Total Schemes Managed – 19; Fund Manager - Dipan S. Parikh Effective 26 Aug 2026. Total Schemes Managed - 22

Lump Sum Investment Performance											Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		10 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Small Cap Fund-Regular Plan~~	11300	13.00	14388	12.87	20690	15.64	46119	16.51	83724	18.70	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10723	7.23	14812	13.96	19685	14.50	39209	14.63	68147	16.75	
Additional Benchmark (Nifty 50 TRI)	9291	-7.09	11931	6.05	13621	6.37	29635	11.47	37588	11.27	
HSBC Small Cap Fund-Direct Plan~~	11415	14.15	14836	14.02	21856	16.92	50170	17.49	93060	19.72	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10723	7.23	14812	13.96	19685	14.50	39209	14.63	68147	16.75	
Additional Benchmark (Nifty 50 TRI)	9291	-7.09	11931	6.05	13621	6.37	29635	11.47	37588	11.27	

Past performance may or may not be sustained in future and is not a guarantee of any future returns. The performance details provided herein are of Regular as well as Direct Plan - Growth Option. Returns on ₹10,000 are point-to-point returns for the specific time period, invested at the start of the period. The returns for the respective periods are provided as on last available NAV of September 2026 for the respective schemes. Returns for 1 year and above are Compounded Annualized. Returns for less than 1 year is Simple Annualized. Load is not taken into consideration for computation of performance. Different plans shall have a different expense structure. The expenses of the Direct Plan under the Scheme will be lower to the extent of the distribution expenses / commission charged to the Regular Plan.
As per clause 6.9.1 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., the scheme returns vis-à-vis the benchmark return (Total Return Index) shall be disclosed are provided from the date of allotment of units.
Post merger performance of the surviving scheme, arising out of merger of schemes with similar features, is computed as per the provisions of clause 14.3 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., on Disclosure of Performance of Schemes post-merger using the weighted average performance of both transferor and transferee schemes. In other cases, performance is computed using the Applicable NAV of the surviving/continuing schemes. ~~ Face value Rs 10

SIP Performance - HSBC Small Cap Fund – Regular Plan					Inception Date: 12-May-14
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	1480000	
Market Value as on 30 September, 2026 (₹)	1,33,801	4,13,643	8,66,447	47,13,426	
Scheme Returns (%)	22.10	9.25	14.69	17.46	
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,28,090	4,03,992	8,66,147	42,50,442	
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	12.79	7.64	14.68	15.96	
Nifty 50 TRI - Additional Benchmark (₹)	1,11,045	3,52,165	6,73,946	29,33,027	
Nifty 50 TRI - Additional Benchmark Returns (%)	-13.59	-1.43	4.60	10.52	

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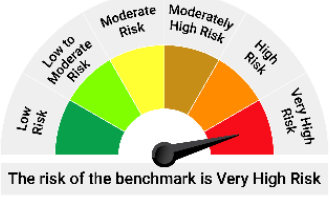
SIP Performance - HSBC Small Cap Fund – Direct Plan					
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	Inception Date: 12-May-14
Total amount invested (₹)	120000	360000	600000	1480000	
Market Value as on 30 September, 2026 (₹)	1,34,547	4,20,373	8,92,952	50,52,926	
Scheme Returns (%)	23.33	10.35	15.92	18.46	
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,28,090	4,03,992	8,66,147	42,50,442	
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	12.79	7.64	14.68	15.96	
Nifty 50 TRI - Additional Benchmark (₹)	1,11,045	3,52,165	6,73,946	29,33,027	
Nifty 50 TRI - Additional Benchmark Returns (%)	-13.59	-1.43	4.60	10.52	

Past performance may or may not be sustained in future and is not a guarantee of any future returns. For SIP returns, monthly investment of Rs. 10,000/- invested on the 1st day of every month has been considered. SIP Return are calculated on XIRR basis. IDCW are assumed to be reinvested and bonus is adjusted. Load is not taken into consideration. Mayank Chaturvedi shall be the fund manager for investments in foreign securities (wherever applicable) for all the schemes of HSBC Mutual Fund. w.e.f. October 01, 2025.

Click here to check other funds performance managed by the Fund Manager

Exit Load: If the units redeemed or switched out are upto 10% of the units purchased or switched in ("the limit") within 1 year from the date of allotment – Nil, If units redeemed or switched out are over and above the limit within 1 year from the date of allotment – 1%, If units are redeemed or switched out on or after 1 year from the date of allotment – Nil. A switch-out or a withdrawal under SWP may also attract an Exit Load like any Redemption. No Exit load will be chargeable in case of switches made between different options of the Scheme.No Exit load will be chargeable in case of Units allotted on account of IDCW reinvestments, if any. Exit load is not applicable for Segregated Portfolio.

Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
HSBC Small Cap Fund (An open ended equity scheme predominantly investing in small cap stocks) **This product is suitable for investors who are seeking*:** • Long term capital appreciation • Investment predominantly in equity and equity-related securities, including equity derivatives in Indian markets with key theme focus being emerging companies (small cap stocks); and foreign securities	 The risk of the scheme is Very High Risk	As per AMFI Tier I. **Benchmark : NIFTY Small Cap 250 TRI**  The risk of the benchmark is Very High Risk

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

Note on Risk-o-meters: Riskometer is as on 30 September 2026, Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders of that particular scheme

Past performance may or may not be sustained in future and is not a guarantee of any future returns. Source: HSBC Mutual Fund, data as on 30 September 2026

Investors are requested to note that as per SEBI (Mutual Funds) Regulations, 2026 and guidelines issued thereunder, HSBC AMC, its employees and/or empaneled distributors/agents are forbidden from guaranteeing/promising/assuring/predicting any returns or future performances of the schemes of HSBC Mutual Fund. Hence please do not rely upon any such statements/commitments. If you come across any such practices, please register a complaint via email at investor.line@mutualfunds.hsbc.co.in.

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

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