

Fixed Income Process and Philosophy



HSBC Asset Management

Investment professionals working across key locations

Presence in
20+ locations

634 investment
professionals



77 Americas

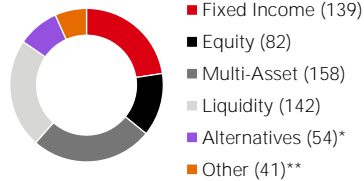
378 EMEA

179 Asia-Pacific¹

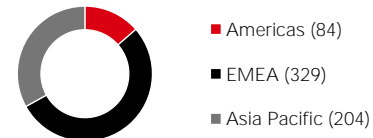
● HSBC Asset Management offices - Countries and territories where our investment teams sit are in bold

USD617bn under management

AuM by asset class (USD bn)



AuM by region (USD bn)



AuM by client type (USD bn)



1. Asia-Pacific includes employees and assets of Hang Seng Bank, in which HSBC has a majority holding.

2. HSBC Jintrust Fund Management company is a joint venture between HSBC Asset Management and Shanxi Trust Corporation Limited.

* Alternatives assets excludes USD 3.30bn from committed capital ("dry powder") as well as advisory and oversight assets.

** Other in asset class refers to the assets of Hang Seng Bank, in which HSBC has a majority holding, and of HSBC Jintrust Fund Management, a joint venture between HSBC Asset Management and Shanxi Trust Corporation Limited.

*** Other in client type refers to asset distributed by Hang Seng Bank

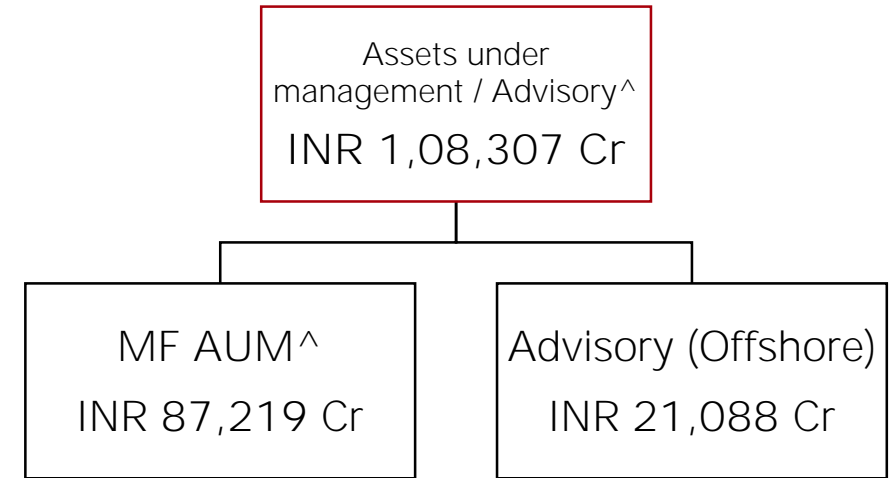
Source: HSBC Asset Management as at 31 December 2022. Assets under management are presented on a distributed (AUD) basis. Any differences are due to rounding.

Expertise and experience

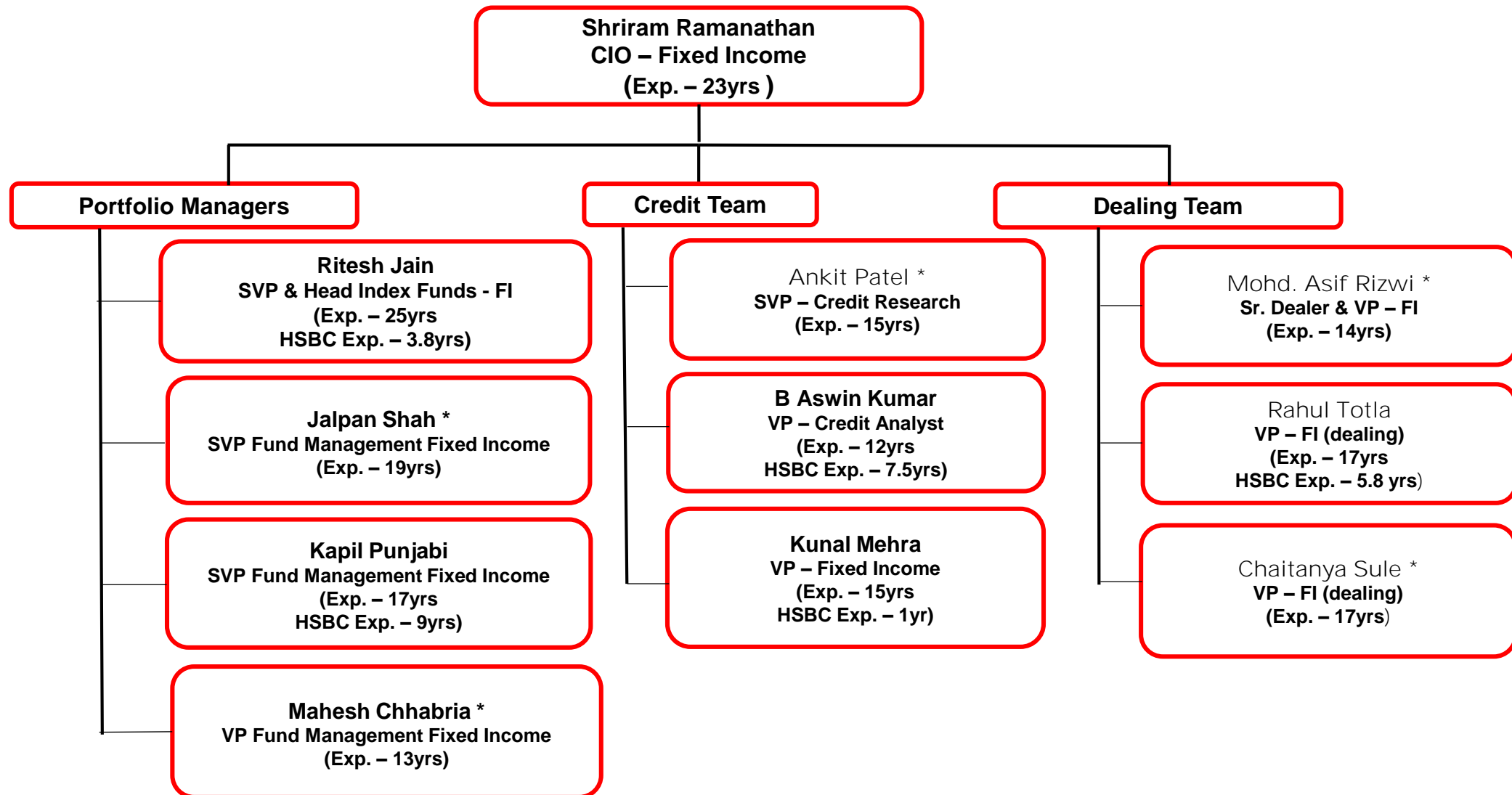


- HSBC Mutual Fund is a brand used by HSBC Asset Management India (part of Global HSBC Asset Management company)
- Launched first fund in 2002
- Managers/sub-advisors of Indian equity and debt assets from more than 20 years

Expertise in managing Indian equity and debt	On the ground presence combined with global oversight
International experience	Differentiated Product offerings



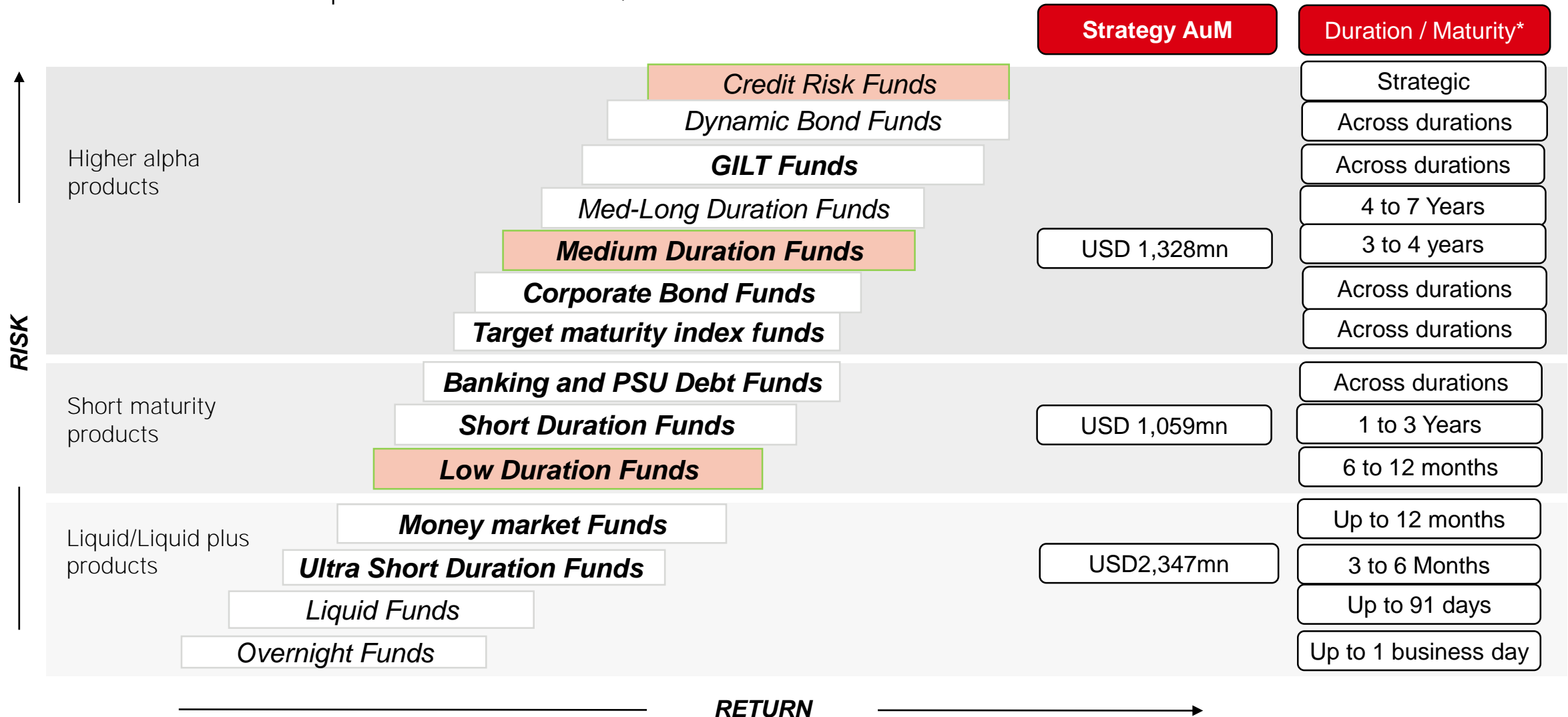
Fixed Income Investment team



* Joined HSBC Mutual Fund with effect from November 26, 2022 due to integration of HSBC Mutual Fund and L&T Mutual Fund

Fixed Income Fund Universe and AuM

Some of the diverse options based on risk, return and investment horizon



 Indicates Credit-Oriented products

RETURN →

FI portion of Hybrid funds

Various Hybrid funds with varying mix of equity and Fixed Income

Scheme Name	Category	AUM (INR Cr)	AUM (USD mn)
HSBC Aggressive Hybrid Fund	Hybrid	4,792	579
HSBC Balanced Advantage Fund	Hybrid	1447	175
HSBC Conservative Hybrid Fund	Hybrid	114	14
HSBC Equity Savings Fund	Hybrid	143	17
HSBC Arbitrage Fund	Hybrid	1857	225
Hybrid Total		9,298	1,010

Fund Managers

Debt Funds

Shriram Ramanathan

HSBC Low Duration Fund

HSBC Medium Duration Fund

HSBC Credit Risk Fund

HSBC Hybrid Equity Fund

Ritesh Jain

HSBC CRISIL IBX 50:50 GPS Apr 2028 Index Fund

HSBC Balanced Advantage Fund

HSBC Conservative Hybrid Fund

HSBC Equity Savings Fund

HSBC CRISIL IBX Gilt June 2027 Index Fund

Jalpan Shah

HSBC Dynamic Bond Fund

HSBC Short Duration Fund

HSBC Gilt Fund

HSBC Corporate Bond Fund

HSBC Medium to Long Duration Fund

Kapil Punjabi

HSBC Liquid Fund

HSBC Overnight Fund

HSBC Money Market Fund

Mahesh Chhabria

HSBC Ultra Short Duration Fund

HSBC Banking and PSU Fund

Fund Manager-Debt and Fund of Funds

No.	Debt Funds	Fund Manager	Co Fund Manager
1	HSBC Overnight Fund	Kapil Lal Punjabi	Mahesh Chhabria
2	HSBC Liquid Fund	Kapil Lal Punjabi	Shriram Ramanathan
3	HSBC Money Market Fund	Kapil Lal Punjabi	Shriram Ramanathan
4	HSBC Ultra Short Duration Fund	Mahesh Chhabria	Jalpan Shah
5	HSBC Banking and PSU Debt Fund	Mahesh Chhabria	Jalpan Shah
6	HSBC Low Duration Fund	Shriram Ramanathan	Mahesh Chhabria
7	HSBC Medium Duration Fund	Shriram Ramanathan	Kapil Lal Punjabi
8	HSBC Credit Risk Fund	Shriram Ramanathan	Kapil Lal Punjabi
9	HSBC Dynamic Bond Fund	Jalpan Shah	Shriram Ramanathan
10	HSBC Short Duration Fund	Jalpan Shah	Shriram Ramanathan
11	HSBC Gilt Fund	Jalpan Shah	Shriram Ramanathan
12	HSBC Corporate Bond Fund	Jalpan Shah	Shriram Ramanathan
13	HSBC Medium to Long Duration Fund	Jalpan Shah	Shriram Ramanathan

No.	Hybrid Funds	Fund Manager	Co Fund Manager
1	HSBC Balanced Advantage Fund	Ritesh Jain (Debt)	Neelotpal Sahai (Equity)
2	HSBC Conservative Hybrid Fund	Cheenu Gupta (Equity)	Ritesh Jain (Debt)
3	HSBC Equity Savings Fund	Cheenu Gupta (Equity)	Ritesh Jain (Debt)
4	HSBC Aggressive Hybrid Fund	Shriram Ramanathan (Debt)	Cheenu Gupta (Equity)
5	HSBC Arbitrage Fund	Ritesh Jain (Debt)	Praveen Ayathan

No.	Index Funds	Fund Manager	Co Fund Manager
1	HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund	Ritesh Jain	Kapil Lal Punjabi
2	HSBC CRISIL IBX Gilt June 2027 Index Fund	Ritesh Jain	Kapil Lal Punjabi

Fixed Income investment Philosophy

◆ 'True to Label' products

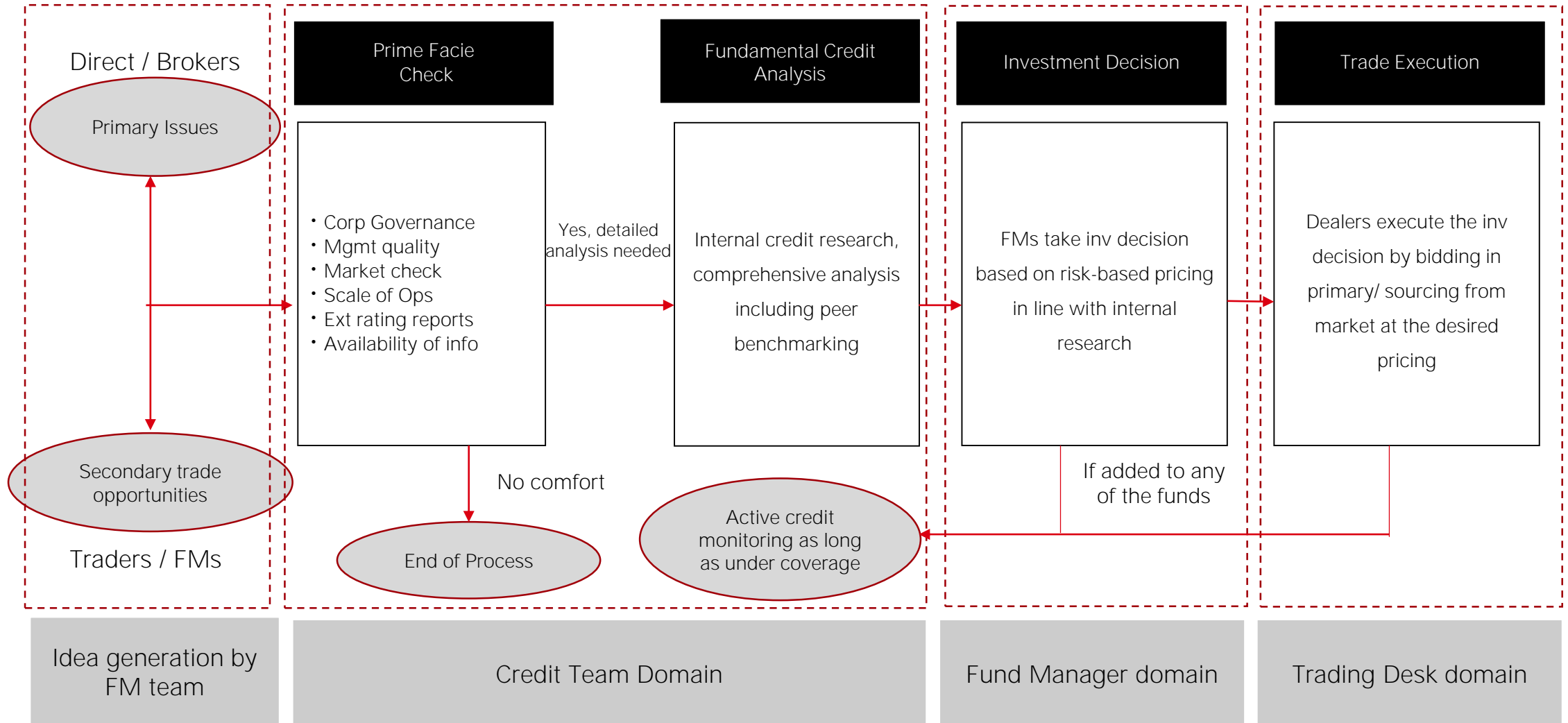
- Duration and credit strategies are 'true to label'
- We do not use 'proxy' for credit quality
- Our duration strategy is played out using a combination of instruments rather than concentrated securities

◆ Balanced approach to credit

- To achieve optimal risk adjusted returns
- Fundamental credit research based investing, based on internal ratings
- External rating is used only as a filter rather than an active criteria

◆ Preserve long term credibility of funds across categories that has been built over many years and through cycles

Overall Process Flow



Overview: An Internal Credit Rating Process

Long-established, structured and comprehensive credit process

One of the pioneers in undertaking credit assessment through internal ratings; been using the same since 2012

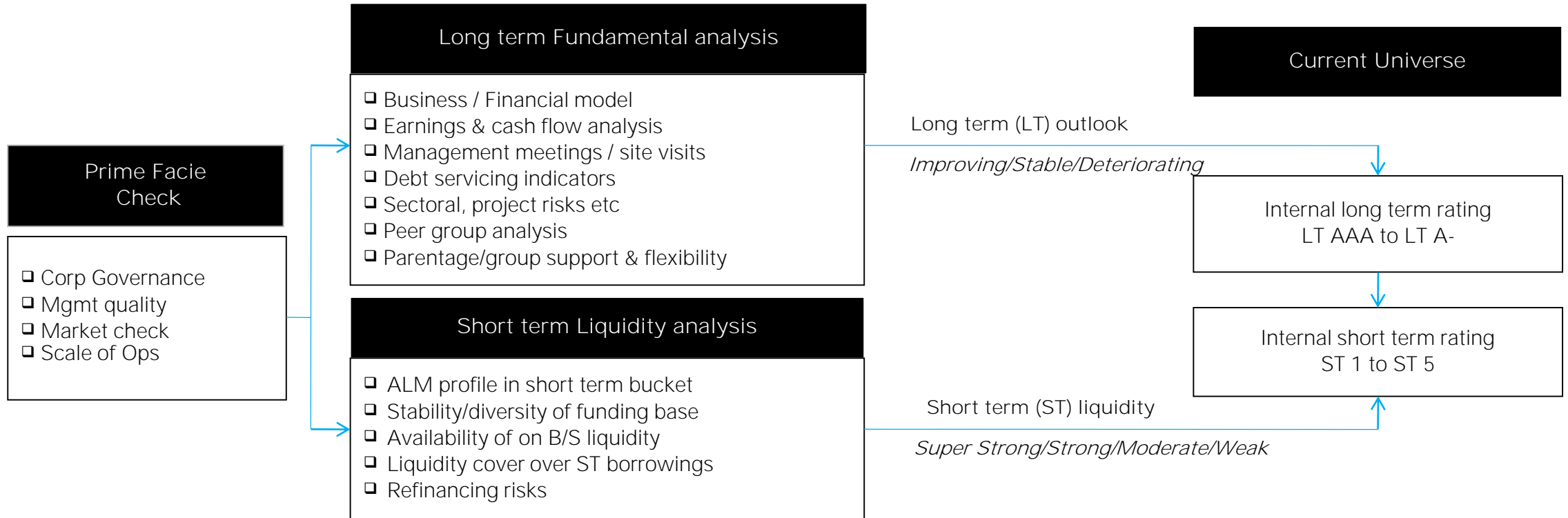
Focus is on a bottom-up analytical approach for credit evaluation

Granular ratings assigned on both LT and ST rating scales which in-turn are used to determine the internal limits

Amidst challenging credit environment, up-to-date internal ratings and limits aid in managing and correctly pricing credit risks

Credit Process: Rigorous Internal Assessment

Coverage initiation and assignment of internal ratings



- ❑ FMs can take exposure only in names added to the coverage as per defined LT and ST limits
- ❑ While all ratings/ limits are continuously monitored, detailed updates are periodically shared basis criticality
- ❑ Relative benchmarking based forced ranking is also undertaken for similar externally rated credits
- ❑ Rationale for notch difference with external ratings, if any, needs to be provided by the credit team

...to assign internal ratings as per framework

Internal Rating Framework								
Company's LT fundamental profile assessed to assign appropriate LT rating								
Internal Long-Term Rating	LT AAA	LT AA+	LT AA	LT AA-	LT A+	LT A	LT A-	
Company's ST liquidity profile assessed to assign appropriate ST rating	Internal Short-Term Rating*							
	Super Strong	ST 1	ST 1*	ST 2	ST 2	ST 3	ST 3	ST 4
	Strong	ST 1	ST 2	ST 2	ST 3	ST 3	ST 4	ST 5
	Moderate	ST 2	ST 2	ST 3	ST 3	ST 4	ST 5	ST 5
	Weak	ST 3	ST 3	ST 4	ST 4	ST 5	ST 5	ST 5

**Exceptions from this mapping can be taken based on individual credit assessment and adequate justification*

- Both LT and ST ratings are assigned irrespective of potential investment in only LT or only ST instruments
- In rare cases of extreme credit deterioration in the issuer's profile or default by the issuer on any of the instrument, the LT ratings below A- are used (such as LT BBB, LT D etc.)

Our rating approach to be more standardized, granular...

External Rating Agencies Approach

External ratings are all over the places with 5 rating agencies operating in a highly competitive space. Different approach across rating agencies.

External ratings are very broad based in nature.

Most of the times, external ratings lag the credit curve. Issuers re-pricing happens much in advance.

External short-term ratings do not differentiate among issuers' liquidity risks but are rather formulaic in the way they are assigned based on long term ratings mappings.

HSBC MF Internal Rating Approach

Internal ratings are more focused with standard process followed for all the credits.

Internal ratings are based on relative benchmarking of relevant credits under current universe.

Active monitoring of internal rating helps in identifying early indicators of any change in credit metrics, which helps the FMs in acting accordingly.

Our ratings are more granular – the same A1- A1+ ratings can have a range of ST ratings (ST 1 to ST 5), and amount guideline.

...and conservative relative to external ratings

Difference in Internal LT and External LT Ratings								
Notch difference	Corp	HFC	NBFC	PFI	PSB	Pvt Bank	Total	% Sep 22
0	19	1	6	5	1	3	35	22%
-1	24	4	14	3	3	3	51	31%
-2	31	7	23			2	63	38%
-3	4	2	3		3		12	7%
-4	2	1					3	2%
-5							0	0%
Total	80	15	46	8	7	8	164	100%

External vs Internal Rating Distribution							
Internal Rating	AAA/AAA (SO)	AA+	AA/AA(SO)	AA-	A+	A & below	Total
LT AAA	29						29
LT AA+	22	1					23
LT AA	30	7	2				39
LT AA-	6	15	16	2			39
LT A+	2	3	19	5	2		31
LT A		1	1	1			3
LT A- & below							0
Total	89	27	38	8	2	0	164

- Internal ratings continue to be conservative than external ratings (even if some ext rating revisions reduced the diff)
- Differences in internal vs external ratings due to internal approach being more focused on standalone metrics
- Higher number of differences in NBFCs' ratings capture their current stressed operating environment and relatively higher sensitivity to market volatility

Tools used and process followed

Activity	Tools used/ Data sources
Company credit assessment	<ul style="list-style-type: none"> • Company presentations/ financial reports • Rating agency research reports • Bloomberg • Ace Equity • CRISIL Quantix • Sell side research reports • Management/ CRA/ Arranger interactions
Industry exposure check, IM terms and spread analysis	<ul style="list-style-type: none"> • MFI Explorer; Internal excel tool for exposure analysis (updated monthly) • Issuer IM/Term sheet/DTD and other IMs for comparison • Internal excel tool for spread analysis (updated daily)

Process followed
<ul style="list-style-type: none"> • Any addition/ deletion of credit to current universe is done with approval of Head- Fixed Income
<ul style="list-style-type: none"> • Details are circulated to all relevant teams (IO, Risk, Compliance; includes IC members)
<ul style="list-style-type: none"> • Limits are setup on Quantis system and only post this, FM team will be able to take any exposure
<ul style="list-style-type: none"> • All additions/ deletions to current universe along with any rating/ limit changes are presented to IC on a quarterly basis

Continuous Credit Monitoring through EWS alerts

- Subscribed to SaveRisk database and alerts to assist in EWS alert generation
- Credit team subjectively evaluates potential early warning signals (listed below) from various sources and those deemed material are communicated to the FM team immediately
 - ❑ Corporate governance/ litigations (such as auditor/board member resignations, legal cases)
 - ❑ News/ credit events/ market rumors
 - ❑ Sharp share price movements
 - ❑ Sharp yield/ spread movements
 - ❑ External rating actions
- Credit team may present a detailed update based on the materiality of the above alerts and accordingly, take a timely and appropriate rating action. The issuer limit may also be placed on hold for incremental exposure.
- On a weekly basis, a summary update of the alerts during the previous week are shared with the FM team.
- This monitoring is in addition to the regular issuer updates carried out based on ABC classification of issuers
- Such continuous and active monitoring approach is effective in right pricing of the security.

Fund Performance

HSBC Liquid Fund - Regular Plan ⁷		Inception Date: 04-Dec-02													
Fund / Benchmark (Value of ₹10,000 invested)		7 Days		15 Days		30 Days		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Liquid Fund		10010	6.44	10025	6.84	10054	6.97	10623	6.23	11343	4.29	12894	5.21	22679	7.04
Scheme Benchmark (Nifty Liquid Index B-I)		10011	6.71	10027	7.32	10056	7.33	10650	6.50	11413	4.50	12976	5.35	22945	7.14
Additional Benchmark (CRISIL 1 Year T Bill Index)		10010	6.10	10030	8.12	10058	7.58	10626	6.26	11313	4.20	13180	5.68	21508	6.57

HSBC Overnight Fund - Regular Plan		Inception Date: 22-May-19							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Overnight Fund		10582	5.82	11256	4.02	NA	NA	11736	4.05
Scheme Benchmark (NIFTY 1D Rate Index)		10600	6.00	11314	4.19	NA	NA	11865	4.34
Additional Benchmark (CRISIL 1 Year T Bill Index)		10626	6.26	11313	4.20	NA	NA	12259	5.19

HSBC Ultra Short Duration Fund - Regular Plan		Inception Date: 30-Jan-20							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Ultra Short Duration Fund		10624	6.24	11393	4.43	NA	NA	11685	4.78
Scheme Benchmark (NIFTY Ultra Short Duration Debt Index B-I)		10693	6.93	11614	5.11	NA	NA	11907	5.37
Additional Benchmark (NIFTY Ultra Short Duration Debt Index)		10696	6.96	11585	5.02	NA	NA	11862	5.25
Additional Benchmark (CRISIL 1 Year T Bill Index)		10626	6.26	11315	4.20	NA	NA	11688	4.78

HSBC Medium Duration Fund - Regular Plan		Inception Date: 02-Feb-15							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Medium Duration Fund		10722	7.22	12105	6.56	13558	6.27	17449	6.91
Scheme Benchmark (NIFTY Medium Duration Debt Index B-III)		10895	8.95	12378	7.36	14589	7.84	18586	7.73
Additional Benchmark (CRISIL 10 year Gilt Index)		11004	10.04	10979	3.16	13922	6.84	16594	6.27

Fund Performance

HSBC Low Duration Fund - Regular Plan		Inception Date: 04-Dec-10							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Low Duration Fund	10602	6.02	11772	5.58	12863	5.16	23774	7.18	
Scheme Benchmark (NIFTY Low Duration Debt Index B-I)	10698	6.98	11699	5.36	13675	6.46	25418	7.75	
Additional Benchmark (CRISIL 1 Year T Bill Index)	10626	6.26	11315	4.20	13182	5.68	21995	6.51	

HSBC Conservative Hybrid Fund - Regular Plan		Inception Date: 24-Feb-04							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Conservative Hybrid Fund	10848	8.48	12747	8.41	13938	6.86	46957	8.35	
Scheme Benchmark (NIFTY 50 Hybrid Composite Debt 15:85 Index)	10947	9.47	12806	8.58	15396	9.01	47133	8.38	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	28647	5.61	

HSBC Aggressive Hybrid Fund* - Regular Plan		Inception Date: 07-Feb-11							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Aggressive Hybrid Fund	11196	11.96	16647	18.48	14752	8.08	38930	11.67	
Scheme Benchmark (NIFTY 50 Hybrid Composite Debt 65:35 Index)	11166	11.66	16759	18.74	17407	11.72	35894	10.93	
Additional Benchmark (Nifty 50 TRI)	11294	12.94	20037	26.02	18344	12.89	39943	11.90	

Fund Performance

HSBC Global Equity Climate Change Fund of Fund - Regular Plan		Inception Date: 22-Mar-21							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Global Equity Climate Change Fund of Fund		10333	3.33	NA	NA	NA	NA	8985	-4.77
Scheme Benchmark (MSCI AC World TRI)		10744	7.44	NA	NA	NA	NA	11383	6.09
Additional Benchmark (Nifty 50 TRI)		11294	12.94	NA	NA	NA	NA	12917	12.39

HSBC Dynamic Bond Fund - Regular Plan		Inception Date: 27-Sep-10							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Dynamic Bond Fund		10627	6.27	11234	3.95	13757	6.58	25472	7.65
Scheme Benchmark (NIFTY Composite Debt Index A-III)		10820	8.20	11646	5.20	14531	7.76	25604	7.70
Additional Benchmark (CRISIL 10 year Gilt Index)		11004	10.04	10979	3.16	13922	6.84	22002	6.42

HSBC Corporate Bond Fund - Regular Plan ⁴		Inception Date: 31-Mar-97							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Corporate Bond Fund		10792	7.92	11544	4.89	14653	7.94	62907	7.28
Scheme Benchmark (NIFTY Corporate Bond Index B-III)		10770	7.70	12167	6.74	14518	7.74	NA	NA
Additional Benchmark (CRISIL 10 year Gilt Index)		11004	10.04	10979	3.16	13922	6.84	NA	NA

HSBC Short Duration Fund - Regular Plan		Inception Date: 27-Dec-11							
Fund / Benchmark (Value of ₹10,000 invested)		1 Year		3 Years		5 Years		Since Inception	
		Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Short Duration Fund		10616	6.16	11420	4.52	13120	5.58	21452	6.90
Scheme Benchmark (NIFTY Short Duration Debt Index B-II)		10742	7.42	11913	6.00	14109	7.12	23935	7.93
Additional Benchmark (CRISIL 10 year Gilt Index)		11004	10.04	10979	3.16	13922	6.84	21133	6.76

Fund Performance

HSBC CRISIL IBX 50-50 Gilt Plus Apr 2028 Index Fund - Regular Plan		Inception Date: 31-Mar-22							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC CRISIL IBX 50-50 Gilt Plus Apr 2028 Index Fund	10818	8.18	NA	NA	NA	NA	10623	5.31	
Scheme Benchmark (CRISIL IBX 50:50 Gilt Plus SDL Index - April 2028)	10887	8.87	NA	NA	NA	NA	10643	5.49	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	NA	NA	NA	NA	10681	5.81	

HSBC Money Market Fund - Regular Plan		Inception Date: 10-Aug-05							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Money Market Fund	10602	6.02	11264	4.04	13128	5.59	34125	7.13	
Scheme Benchmark (Nifty Money Market Index B-I)	10660	6.60	11444	4.59	13157	5.64	35826	7.43	
Additional Benchmark (CRISIL 1 Year T Bill Index)	10626	6.26	11315	4.20	13182	5.68	28382	6.03	

HSBC Banking and PSU Debt Fund - Regular Plan		Inception Date: 12-Sep-12							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Banking and PSU Debt Fund	10653	6.53	11346	4.29	13621	6.37	20965	7.15	
Scheme Benchmark (NIFTY Banking & PSU Debt Index)	10694	6.94	11639	5.18	14054	7.04	21939	7.60	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	19847	6.60	

HSBC Credit Risk Fund - Regular Plan		Inception Date: 08-Oct-09							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Credit Risk Fund	10622	6.22	12129	6.63	12505	4.57	24889	6.91	
Scheme Benchmark (NIFTY Credit Risk Bond Index C-III)	11008	10.08	12793	8.54	15328	8.91	32982	9.13	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	22842	6.24	

Fund Performance

HSBC Gilt Fund - Regular Plan ⁶		Inception Date: 29-Mar-00							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Gilt Fund	10651	6.51	11034	3.33	13508	6.19	57696	7.85	
Scheme Benchmark (NIFTY All Duration G-Sec Index)	11038	10.38	11494	4.74	14856	8.23	NA	NA	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	NA	NA	

HSBC Medium to Long Duration Fund - Regular Plan		Inception Date: 10-Dec-02							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Medium to Long Duration Fund	10661	6.61	10933	3.01	13446	6.10	36802	6.57	
Scheme Benchmark (NIFTY Medium to Long Duration Debt Index B-III)	11050	10.50	12635	8.09	14818	8.18	43701	7.46	
Additional Benchmark (CRISIL 10 year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	32915	5.99	

HSBC Equity Savings Fund ⁶ - Regular Plan		Inception Date: 18-Oct-11							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Equity Savings Fund	10931	9.31	15526	15.76	14343	7.48	24840	8.14	
Scheme Benchmark (NIFTY Equity Savings Index)	10866	8.66	14072	12.04	15228	8.77	28731	9.50	
Additional Benchmark (CRISIL 10 Year Gilt Index)	11004	10.04	10979	3.16	13922	6.84	21614	6.86	

HSBC Balanced Advantage Fund ⁶ - Regular Plan		Inception Date: 07-Feb-11							
Fund / Benchmark (Value of ₹10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	
HSBC Balanced Advantage Fund	10859	8.59	13483	10.46	13954	6.89	32785	10.12	
Scheme Benchmark (Nifty 50 Hybrid composite debt 50:50 Index)	11104	11.04	15486	15.66	16874	11.02	33786	10.39	
Additional Benchmark (S&P BSE Sensex TRI)	11405	14.05	20037	26.02	18827	13.48	41058	12.15	

Fund Performance

HSBC Arbitrage Fund - Regular Plan	Inception Date: 30-Jun-14							
Fund / Benchmark (Value of ₹ 10,000 invested)	1 Year		3 Years		5 Years		Since Inception	
	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)	Amount in ₹	Returns (%)
HSBC Arbitrage Fund	10532	5.32	11237	3.96	12730	4.94	16435	5.73
Scheme Benchmark (Nifty 50 Arbitrage Index)	10554	5.54	11261	4.03	12541	4.63	15881	5.32
Additional Benchmark (Nifty 50 TRI)	11294	12.94	20037	26.02	18344	12.89	27149	11.84

5 HSBC Corporate Bond Fund: The launch date of the NIFTY Corporate Bond Index B-III is Sep 03, 2001 whereas the inception date of the scheme is Mar 31, 1997. The corresponding benchmark returns since inception of the scheme not available. (NSE_Indices_Riskometer_2022-11.pdf (niftyindices.com))

HSBC Liquid Fund: Since there was no continuous NAV history available for the surviving Plan of HSBC Liquid Fund prior to May 19, 2011, returns since the said date have been considered for calculating Since Inception performance. The inception date of HSBC Liquid Fund however is December 4, 2002.

Since inception returns are to be provided since the date of allotment of units.

Additional benchmark as per SEBI circular no. SEBI/HO/IMD/DF2/CIR/P/2021/024 dated March 04, 2021.

IDCW are assumed to be reinvested and Bonus is adjusted.

The performance details provided herein are of Regular 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 business day NAV of May 2023 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.

HSBC Asset Management, India The information above is provided by and represents the opinions of HSBC Global Asset Management and is subject to change without notice, Data as on 31 May 2023

Fund update

HSBC Liquid Fund (HLIF) (Erstwhile HSBC Cash Fund)

Liquid Fund - An open-ended Liquid Scheme. A relatively low interest rate risk and moderate credit risk.
(L&T Liquid Fund has merged into HSBC Cash Fund and the surviving scheme has been renamed)

Fund Strategy

- Investment predominantly in highly liquid money market instruments, government securities and corporate debt with residual maturity of up to 91 days
- Focus on maintaining a high credit quality and highly liquid portfolio - investing only in names which are covered by internal credit research team
- Yield enhancement possible through measured exposure to high quality Commercial Papers
- System liquidity has moderated significantly and overnight rates are now around 6.00%-6.25%
- The focus continues to be on the accrual returns in the portfolio.

Why HSBC Liquid Fund?

- To ensure optimal liquidity and better risk adjusted performance to suit the investor's requirements in various situations, our fund managers follow stringent liquidity, credit risk and interest rate risk norms
- The portfolio comprises of high credit quality papers evaluated through a rigorous credit evaluation process and generally aims to restrict investments to the highest possible short term rating.
- In the current fiscal year, we have seen a sharp move in yields in the shorter segment, making the portfolio yield attractive

Fund update

HSBC Overnight Fund (HOVF)

Overnight fund – An open ended debt scheme investing in overnight securities. Relatively low interest rate risk and relatively low credit risk. (L&T Overnight Fund has merged into HSBC Overnight Fund)

Fund Strategy

- Primary objective of these funds is to seek to generate returns commensurate with low risk and providing high level of liquidity, through investments made primarily in overnight securities having maturity of up to 1 business day.
- Can invest in Tri party Repos (TREPS), reverse repos, CROMS and other eligible 1 day assets
- System liquidity has moderated significantly and overnight rates are now around 6.00%-6.25%, making the yield attractive

Why HSBC Overnight Fund?

- Overnight funds offer relatively lower volatility compared to other fixed income funds
- Overnight funds carry low interest rate risk and lowest credit risk vs other fixed income funds
- Overnight funds are one of the most liquid investments available in the market with redemption availability on any working day
- Overnight funds can deliver consistent and reasonable risk adjusted performance vs. traditional saving products

Fund update

HSBC Money Market Fund (HMMF) (Erstwhile L&T Money Market Fund)

Money Market Fund - An open ended debt scheme investing in money market instruments. Relatively Low interest rate risk and Moderate credit risk.

Fund Strategy

- Aims to selectively invest in higher yielding-good quality credits, while also maintaining adequate portfolio liquidity.
- Current investment mix of T-Bills, CDs and CPs
- To create a corpus through generating inflation-adjusted returns

Why HSBC Money Market Fund?

- The scheme looks to position into maturity buckets to extract maximum value along the money market yield curve
- Low interest rate risk, given that maturity of instruments are below 1 year

Fund update

HSBC Ultra Short Duration Fund (HUDF)

Ultra Short Duration Fund - An open ended ultra-short term debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 3 months to 6 months (for details on Macaulay's Duration please refer to SID under the section "Asset Allocation Pattern"). A relatively Low interest rate risk and Moderate credit risk.

(L&T Ultra Short Term Fund has merged into HSBC Ultra Short Duration Fund)

Fund Strategy

- Investment predominantly in highly liquid money market instruments, government securities and corporate debt
- The fund typically has a relatively higher portfolio average maturity as compared to liquid/cash fund
- The scheme continues to focus on high credit quality securities (100% AAA portfolio) and a liquid portfolio
- System liquidity has moderated significantly and overnight rates are now around 6.00%-6.25%
- Overall, we remain neutral on duration across HSBC Ultra-Short as markets re-price yield curve given RBI's rate hiking cycle.
- The focus continues to be on the accrual returns in the portfolio.

Why HSBC Ultra Short Duration Fund?

- The Fund would largely maintain high credit quality portfolio of securities with investment predominantly in securities that have high short term credit quality rating
- The security selection would be driven by investment team's view on credit spreads, liquidity and the risk reward assessment of each security
- The scheme would largely maintain high credit quality portfolio basis in-depth credit evaluation which includes financial position of the issuer, external credit ratings opinions, operational metrics, past track record as well as future prospects of the issuer

Product Label

HSBC Liquid Fund (Erstwhile HSBC Cash Fund)



Investors understand that their principal will be at Low to Moderate risk

Liquid Fund - An open-ended Liquid Scheme. A relatively low interest rate risk and moderate credit risk

This product is suitable for investors who are seeking*:

- Overnight liquidity over short term
- Investment in Money Market Instruments

* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.
 ^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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

Benchmark Index: Nifty Liquid Index B-I



Potential Risk Class (HSBC Liquid Fund)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			

A Scheme with Relatively Low interest rate risk and Moderate credit risk.

Product Label

HSBC Overnight Fund		
	<p>Overnight fund – An open ended debt scheme investing in overnight securities. Relatively Low interest rate risk and relatively Low credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Income over short term and high liquidity • Investment in debt & money market instruments with overnight maturity 	<p>Benchmark Index: NIFTY 1D Rate Index</p>
<p>Investors understand that their principal will be at Low risk</p>	<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. ^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	

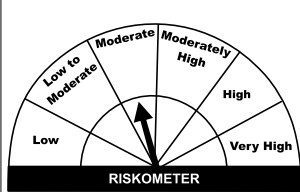
Potential Risk Class (HSBC Overnight Fund)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)	A-I		
Moderate (Class II)			
Relatively High (Class III)			
A Scheme with Relatively Low interest rate risk and Low credit risk.			

All data as of 31 May 2023

Product Label

HSBC Dynamic Bond Fund (Erstwhile L&T Flexi Bond Fund)



Investors understand that their principal will be at Moderate risk

Dynamic Bond Fund - An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and relatively low credit risk.

This product is suitable for investors who are seeking[^]:

- Generation of reasonable returns over medium to long term
- Investment in fixed income securities

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

[^] The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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

Benchmark Index: NIFTY Composite Debt Index A-III



Potential Risk Class (HSBC Dynamic Bond Fund)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		
A Scheme with Relatively High interest rate risk and Low credit risk.			

All data as of 31 May 2023

Product Label

HSBC Short Duration Fund (Erstwhile L&T Short Term Bond Fund)



Investors understand that their principal will be at Low to Moderate risk

Short Duration Fund - An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 year to 3 years for details on Macaulay's Duration please refer to SID under the section "Asset Allocation Pattern"). A moderate interest rate risk and moderate credit risk.

This product is suitable for investors who are seeking*:

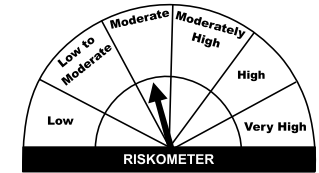
- Generation of regular returns over short term
- Investment in fixed income securities of shorter term maturity.

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

^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023. 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

Benchmark Index: Nifty Short Duration Debt Index B-II

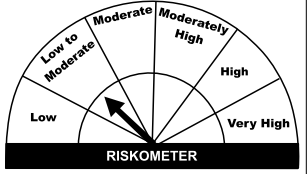



Potential Risk Class (HSBC Short Duration Fund)

No.	Hybrid Funds	Fund Manager	Co Fund Manager
1	HSBC Balanced Advantage Fund	Ritesh Jain (Debt)	Neelotpal Sahai (Equity)
2	HSBC Conservative Hybrid Fund	Cheenu Gupta (Equity)	Ritesh Jain (Debt)
3	HSBC Equity Savings Fund	Cheenu Gupta (Equity)	Ritesh Jain (Debt)
4	HSBC Aggressive Hybrid Fund	Shriram Ramanathan (Debt)	Cheenu Gupta (Equity)
5	HSBC Arbitrage Fund	Ritesh Jain (Debt)	Praveen Ayathan
No.	Index Funds	Fund Manager	Co Fund Manager
1	HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund	Ritesh Jain	Kapil Lal Punjabi
2	HSBC CRISIL IBX Gilt June 2027 Index Fund	Ritesh Jain	Kapil Lal Punjabi

All data as of 31 May 2023

Product Label

HSBC Ultra Short Duration Fund		
 <p>Investors understand that their principal will be at Low to Moderate risk</p>	<p>Ultra Short Duration Fund - An open ended ultra-short term debt scheme investing in instruments such that the Macaulay Duration of the portfolio is between 3 months to 6 months. Please refer Page No. 10 of the SID for explanation on Macaulay's duration. A relatively Low interest rate risk and Moderate credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> Income over short term with low volatility. Investment in debt & money market instruments such that the Macaulay Duration of the portfolio is between 3 months- 6 months.^ <p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. ^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	<p>Benchmark Index: NIFTY Ultra Short Duration Debt Index B-I</p> 

Potential Risk Class (HSBC Ultra Short Duration Fund)


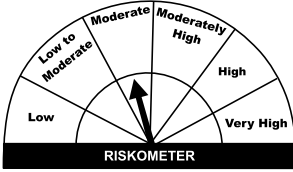
Credit Risk →	Relatively Low (Class A)		Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓	Relatively Low (Class I)		Moderate (Class II)	Relatively High (Class III)
Relatively Low (Class I)			B-I	
Moderate (Class II)				
Relatively High (Class III)				

A Scheme with Relatively Low interest rate risk and Moderate credit risk.

All data as of 31 May 2023

Product Label

HSBC Low Duration Fund (Erstwhile L&T Low Duration Fund)

	<p>Low Duration Fund - An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months to 12 months (for details on Macaulay's Duration please refer to SID under the section "Asset Allocation Pattern"). A relatively low interest rate risk and moderate credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Liquidity over short term • Investment in Debt / Money Market Instruments such that the Macaulay[^] duration of the portfolio is between 6 months to 12 months 	<p>Benchmark Index: NIFTY Low Duration Debt Index B-I</p> 
<p>Investors understand that their principal will be at Low to Moderate risk</p>	<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. [^] The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	

Potential Risk Class (HSBC Low Duration Fund)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			
A Scheme with Relatively Low interest rate risk and Moderate credit risk.			

All data as of 31 May 2023

Product Label

HSBC Corporate Bond Fund (Erstwhile L&T Triple Ace Bond Fund)		
	<p>Corporate Bond Fund - An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and relatively low credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Generation of regular and stable income over medium to long term • Investment predominantly in AA+ and above rated corporate bonds and money market instruments 	<p>Benchmark Index: NIFTY Corporate Bond Index B-III</p>
<p>Investors understand that their principal will be at Moderate risk</p>	<ul style="list-style-type: none"> • Investors should consult their financial advisers if in doubt about whether the product is suitable for them. <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	

Potential Risk Class (HSBC Corporate Bond Fund)

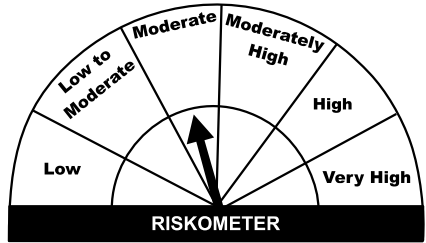
Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		
A Scheme with Relatively High interest rate risk and Low credit risk.			

The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

All data as of 31 May 2023

Product Label

HSBC Medium Duration Fund (Erstwhile L&T Resurgent India Bond Fund)



Investors understand that their principal will be at Moderate risk

Medium Duration Fund - An open ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 years to 4 years (for details on Macaulay's Duration please refer to the SID under the section "Asset Allocation Pattern"). A relatively high interest rate risk and moderate credit risk.

This product is suitable for investors who are seeking*:

- Generation of income over medium term
- Investment primarily in debt and money market securities

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

^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023. 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

Benchmark Index: NIFTY Medium Duration Debt Index B-III



Potential Risk Class (HSBC Medium Duration Fund)

Credit Risk →	Potential Risk Class (HSBC Medium Duration Fund)		
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	

A Scheme with Relatively High interest rate risk and Moderate credit risk.

All data as of 31 May 2023

Product Label

HSBC Banking & PSU Debt Fund (Erstwhile L&T Banking and PSU Debt Fund)



Investors understand that their principal will be at Moderate risk

Banking and PSU Fund - An open-ended debt scheme primarily investing in debt instruments of banks, public sector undertakings, public financial institutions and municipal bonds. A relatively high interest rate risk and relatively low credit.

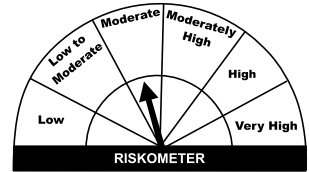
This product is suitable for investors who are seeking*:

- Generation of reasonable returns and liquidity over short term
- Investment predominantly in securities issued by Banks, Public Sector Undertakings and Public Financial Institutions and municipal corporations in India

* 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 31 May 2023. 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

Benchmark Index: NIFTY Banking & PSU Debt Index



Potential Risk Class (HSBC Banking and PSU Debt Fund)

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		
A Scheme with Relatively High interest rate risk and Low credit risk.			

All data as of 31 May 2023

Product Label

HSBC Credit Risk Fund (Erstwhile L&T Credit Risk Fund)		
	<p>Credit Risk Fund - An open ended debt scheme predominantly investing in AA and below rated corporate bonds (excluding AA+rated corporate bonds). A relatively high interest rate risk and relatively high credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Generation of regular returns and capital appreciation over medium to long term • Investment in debt instruments (including securitized debt), government and money market securities 	<p>Benchmark Index: NIFTY Credit Risk Bond Index C-III</p>
<p>Investors understand that their principal will be at Moderately High risk</p>	<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. ^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	

Potential Risk Class (HSBC Credit Risk Fund)			
Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)			C-III
A Scheme with Relatively High interest rate risk and High credit risk.			

All data as of 31 May 2023

Product Label

HSBC Money Market Fund (Erstwhile L&T Money Market Fund)



Investors understand that their principal will be at Low to Moderate risk

An open ended debt scheme investing in money market instruments. Relatively Low interest rate risk and Moderate credit risk.

This product is suitable for investors who are seeking*:

- Generation of regular income over short to medium term
- Investment in money market instruments

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

^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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

Benchmark Index: Nifty Money Market Index B-I



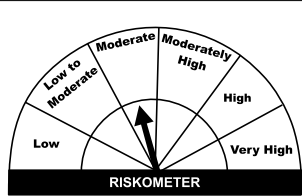
Potential Risk Class (HSBC Money Market Fund)

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			

A Scheme with Relatively Low interest rate risk and Moderate credit risk.

Product Label

HSBC Gilt Fund (Erstwhile L&T Gilt Fund)



Investors understand that their principal will be at Low to Moderate risk

Gilt Fund - An open ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit risk.

This product is suitable for investors who are seeking*:

- Generation of returns over medium to long term
- Investment in Government Securities

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

^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.

Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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

Benchmark Index: NIFTY All Duration G-Sec Index

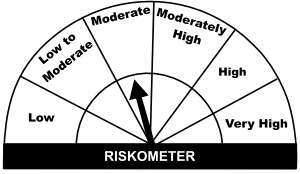



Potential Risk Class (HSBC Gilt Fund)

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	A-III		
A Scheme with Relatively High interest rate risk and Low credit risk.			

All data as of December 31, 2022.

Product Label

HSBC Medium to Long Duration Fund (Erstwhile HSBC Debt Fund)		
	<p>Medium to Long Duration Fund - An open ended medium to long term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 years to 7 years (for details on Macaulay's Duration please refer to SID under the section "Asset Allocation Pattern"). Relatively high interest rate risk and moderate credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Regular income over medium term • Investment in diversified portfolio of fixed income securities such that the Macaulay[^] duration of the portfolio is between 4 year to 7 years 	<p>Benchmark Index: NIFTY Medium to Long Duration Debt Index B-III</p> 
<p>Investors understand that their principal will be at Moderate risk</p>	<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. [^] The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	

Potential Risk Class (HSBC Medium to Long Duration Fund)			
Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	
A Scheme with Relatively High interest rate risk and Moderate credit risk.			

All data as of 31 May 2023

Product Label

HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund



Investors understand that their principal will be at Moderate risk

Index Fund - An open-ended Target Maturity Index Fund tracking CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028. Relatively High interest rate risk and Low credit risk.

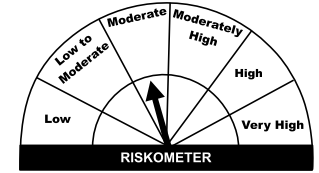
This product is suitable for investors who are seeking*:

- Income over target maturity period
- Investment in constituents similar to the composition of CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028

* 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 31 May 2023, 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

Benchmark Index: CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028



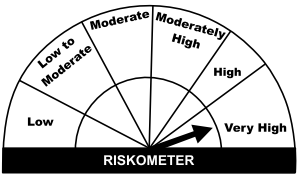


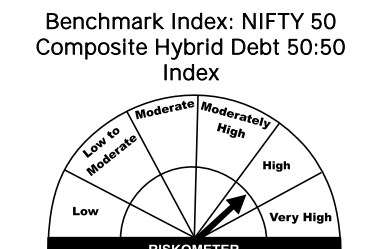
HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	AIII		
A Scheme with Relatively High interest rate risk and Low credit risk.			

Potential Risk Class ('PRC') matrix indicates the maximum interest rate risk (measured by Macaulay Duration of the scheme) and maximum credit risk (measured by Credit Risk Value of the scheme) the fund manager can take in the scheme. PRC matrix classification is done in accordance with and subject to the methodology/guidelines prescribed by SEBI to help investors take informed decision based on the maximum interest rate risk and maximum credit risk the fund manager can take in the scheme, as depicted in the PRC matrix.
Source: HSBC Asset Management India, Bloomberg, For illustration purpose only. For complete details on the index refer to SID. Past performance may or may not sustained in the future



All data as of 31 May 2023


Product Label

HSBC Aggressive Hybrid Fund (Erstwhile L&T Hybrid Equity Fund)		
 <p>Investors understand that their principal will be at Very High risk</p>	<p>Aggressive Hybrid Fund - An open ended hybrid scheme investing predominantly in equity and equity related instruments..</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Long term wealth creation and income • Investment in equity and equity related securities and fixed income instruments. (Benchmark : : Nifty 50 Hybrid composite debt 65:35 Index) <p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	
HSBC Balanced Advantage Fund (Erstwhile L&T Balanced Advantage Fund)		
 <p>Investors understand that their principal will be at Moderately High risk</p>	<p>HSBC Balanced Advantage Fund – An open ended dynamic asset allocation fund.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Long term capital appreciation and generation of reasonable returns • Investment in equity and equity related instruments, derivatives and debt and money market instruments <p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	<p>Benchmark Index: NIFTY 50 Composite Hybrid Debt 50:50 Index</p> 

All data as of 31 May 2023

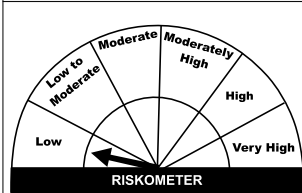
Product Label

HSBC Equity Savings Fund (Erstwhile L&T Equity Savings Fund)		
 <p>Investors understand that their principal will be at Moderate risk</p>	<p>Equity Savings Fund – An open ended scheme investing in equity, arbitrage and debt.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Investment in fixed income (debt and money market instruments) as well as equity and equity related securities • Capital appreciation over medium to long term <p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	<p>Benchmark Index: NIFTY Equity Savings Index</p> 

HSBC Conservative Hybrid Fund (Erstwhile HSBC Regular Savings Fund)		
 <p>Investors understand that their principal will be at Moderately High risk</p>	<p>Conservative Hybrid Fund— An open ended hybrid scheme investing predominantly in debt instruments.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> • Investment in fixed income (debt and money market instruments) as well as equity and equity related securities • Capital appreciation over medium to long term <p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p> <p>Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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</p>	<p>Benchmark Index: NIFTY 50 Hybrid Composite Debt 15:85 Index</p> 

Product Label

HSBC Arbitrage Fund (Erstwhile L&T Arbitrage Opportunities Fund)



Investors understand that their principal will be at Low risk

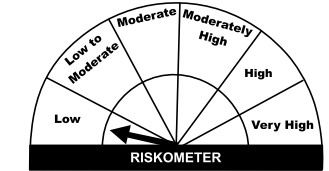
Arbitrage Fund – An open ended scheme investing in arbitrage opportunities.

This product is suitable for investors who are seeking*:

- Generation of reasonable returns over short to medium term
- Investment predominantly in arbitrage opportunities in the cash and derivatives segments of the equity markets; and debt and money market instrument.

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

Benchmark Index: Nifty 50 Arbitrage Index



Note on Risk-o-meters: Riskometer is as on 31 May 2023, 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

HSBC CRISIL IBX Gilt June 2027 Index Fund



Investors understand that their principal will be at Moderate risk

HSBC CRISIL IBX Gilt June 2027 Index Fund An open-ended Target Maturity Index Fund tracking CRISIL-IBX Gilt Index - June 2027. Relatively high interest rate risk and relatively low credit risk.

This product is suitable for investors who are seeking*:

- Income over target maturity period
- Investments in Government Securities and Tbills[^]

* 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 31 May 2023, 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

Benchmark CRISIL-IBX Gilt Index - June 2027



[^] Returns and risk commensurate with CRISIL-IBX Gilt Index - June 2027, subject to tracking errors.

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

HSBC CRISIL IBX Gilt Jun 2027 Index Fund

Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	AIII		

A Scheme with Relatively High interest rate risk and Low credit risk.

Product Label

AUM REPORT FOR THE QUARTER ENDED May 31, 2023

Asset class wise disclosure of AUM & AAUM Rs. in Lakhs		
Category	AUM as on the last day of the Quarter	Average AUM for the Quarter
Income	2,205,241	2,226,700
Equity (other than ELSS)	4,526,545	4,483,419
Liquid	1,596,692	1,666,873
Gilt	23,001	22,953
Equity ELSS	336,779	329,959
Fund of Funds investing overseas	33,708	34,793
Total	8,721,965	8,764,697
Fund of Funds investing Domestic	12,969	12,921

Disclosure of percentage of AUM by geography	
GEOGRAPHICAL SPREAD	% of Total AUM as on the last day of the Quarter
Top 5 Cities	81%
Next 10 Cities	11%
Next 20 Cities	5%
Next 75 Cities	3%
Others	0%
Total	100%

All data as of 31 May 2023

Disclaimer

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

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