

Product Note

HSBC Global Emerging Markets Fund

An open-ended fund of fund scheme investing in HSBC Global Investment Funds – Global Emerging Markets Equity Fund
June 2023

Fund Category	Fund Manager	Benchmark ¹	Inception Date	AUM
Fund of Funds (Domestic)	Sonal Gupta	MSCI Emerging Markets Index TRI	17 Mar 2008	Rs. 19.10 Cr
Risk Ratios ²		Load / Expenses		
Standard Deviation	17.78%	Entry Load	NA	
Beta	1.02	Exit Load - 1% if redeemed / switched out within 1 year from date of allotment, else nil		
Sharpe Ratio ³	0.02	Expense ratio (Other than Direct) ⁵	2.40%	
R2	0.92	Expense ratio (Direct)	1.71%	

Investment Objective

HSBC Global Emerging Markets Fund (Fund of Fund)

The primary investment objective of the Scheme is to provide long term capital appreciation by investing predominantly in units/shares of HSBC Global Investment Funds - Global Emerging Markets Equity Fund. The Scheme may also invest a certain proportion of its corpus in money market instruments and / or units of liquid mutual fund schemes, in order to meet liquidity requirements from time to time. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

HGIF Global Emerging Markets Fund (HGIF) Underlying fund strategy

At sector level, stock selection was positive for the month. Positive performance came from Financials and Information Technology, though this was offset by negative stock selection in Industrials and Materials.

At country level, stock selection was positive for the month. Positive performance came from Mainland China and Korea, though this was offset by negative stock selection in Mexico and Turkey.

Taiwan Information Technology security, CHROMA ATE INC with total effect 0.50% is the top contributor. Additionally, Korean Information Technology security, SK HYNIX INC was the second largest contributor with total effect 0.48%. Indian Financials security, BANDHAN BANK LTD also contributed with total effect 0.38%.

On the other side, detractors included South African Communication Services security MTN GROUP LTD with total effect -0.29%, South African Materials holding, ANGLO AMERICAN PLC with total effect -0.20%, and Mainland China Industrials holding, WEICHAI POWER CO LTD-H with total effect -0.16%.

During this period, positions were initiated in GLOBANT SA, CHINA CONSTRUCTION BANK-H, and UNIMICRON TECHNOLOGY CORP.

Positions were closed in XINJIANG GOLDWIND SCI&TEC-H.

Sector and Country allocation effects are residual to stock selection. At a country level, effects were negative, given an underweight exposure to South Africa . At sector level, effects were positive, given an overweight exposure to Information Technology.

Data as on 31 May 2023

¹ SEBI vide its circular no. SEBI/HO/IMD/IMD-II/DF3/P/CIR/2021/652 dated October 27, 2021, on 'Guiding Principles for bringing uniformity in Benchmarks of 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. Furthermore, the same is effective from 01 December 2021

² Statistical Ratios disclosed are as per monthly returns (Annualized) for the last 3 years.

³ Risk free rate: 6.40% (FIMMDA-NSE MIBOR) as on May 31, 2023

⁴ Continuing plans

HGIF Global Emerging Markets- HEMF – Underlying Fund

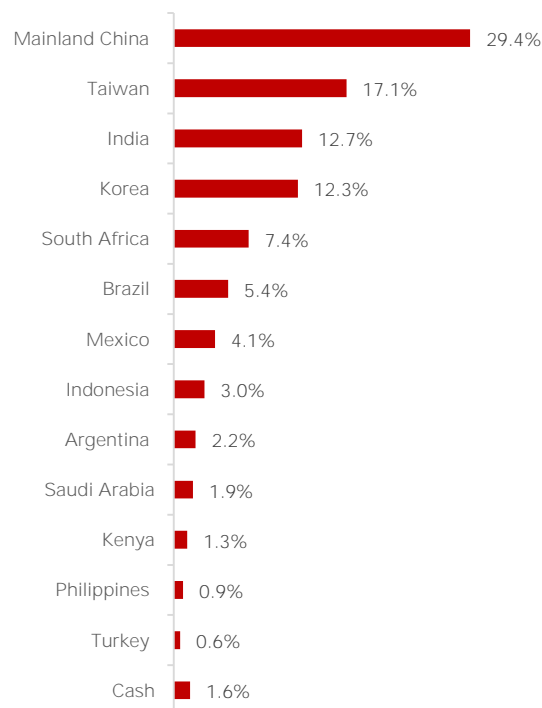
Portfolio

Instrument	Weight (%)
TAIWAN SEMICONDUCTOR CO LTD	8.4%
SAMSUNG ELECTRONICS CO LTD	6.9%
RELIANCE INDUSTRIES LTD	4.7%
TENCENT HOLDINGS LTD	4.5%
ALIBABA GROUP HOLDING LTD	4.0%
HINDUSTAN UNILEVER LTD	3.1%
BANK RAKYAT INDONESIA PERSER	3.0%
SK HYNIX INC	3.0%
CHINA LONGYUAN POWER GROUP-H	2.9%
BANCO BRADESCO S.A.	2.9%
MTN GROUP LTD	2.8%
GENTERA SAB DE CV	2.7%
BANDHAN BANK LTD	2.7%
CHROMA ATE INC	2.5%
AIRTEL AFRICA PLC	2.5%
HYUNDAI MOTOR CO	2.5%
WIWYNN CORP	2.4%
BAIDU INC-CLASS A	2.3%
SHRIRAM FINANCE LTD	2.3%
GLOBANT SA	2.2%
XINYI SOLAR HOLDINGS LTD	2.1%
ANGLO AMERICAN PLC	2.1%
HON HAI PRECISION INDUSTRY	2.1%
SAUDI TADAWUL GROUP HOLDING	1.9%
CONTEMPORARY AMPEREX TECHN-A	1.9%
SHENZHEN MINDRAY BIO-MEDIC-A	1.8%
CENTRAIS ELETRICAS BRASILIER	1.7%
CIMC ENRIC HOLDINGS LTD	1.6%
CHINA CONSTRUCTION BANK-H	1.6%
NARI TECHNOLOGY CO LTD-A	1.5%
WEICHAJ POWER CO LTD-H	1.4%
GRUPO FINANCIERO BANORTE-O	1.4%
MEITUAN-CLASS B	1.3%
SAFARICOM PLC	1.3%
ESTUN AUTOMATION CO LTD-A	1.3%
UNIMICRON TECHNOLOGY CORP	1.0%
PLDT INC	0.9%
B3 SA-BRASIL BOLSA BALCAO	0.8%
MEDIATEK INC	0.7%
PING AN INSURANCE GROUP CO-H	0.7%
TURKCELL ILETISIM HIZMET AS	0.6%
WUXI BIOLOGICS CAYMAN INC	0.4%
[Cash]	1.6%
Total	100.00%

Sector Allocation (%)

Name	Weight
Information Technology	31.3%
Financials	19.8%
Communication Services	15.0%
Consumer Discretionary	7.8%
Industrials	7.7%
Energy	4.7%
Utilities	4.6%
Consumer Staples	3.1%
Health Care	2.2%
Materials	2.1%
[Cash]	1.6%

Country allocation



Data as on 31 May 2023, Source – HSBC Asset Management. The above information are for illustrative purpose only and it should not be considered as investment research, investment recommendation or advice to any reader of this content to buy or sell investments. The Fund may or may not have any future position in these stocks.

HSBC Global Emerging Markets Fund

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Portfolio

Issuer	Industries	% to Net Assets
Mutual Fund Units		
HSBC GIF GLOB EMERG MKTS EQ S1 DIS	Overseas Mutual Fund	97.99%
Cash Equivalent		
TREPS*		
Net Current Assets:		
Total Net Assets as on 31-May 2023		

Portfolio

Overseas Mutual Fund	97.99%
Reverse Repos/TREPS	1.35%
Net Current Assets	0.66%
Total Net Assets as on 31-May-2023	100.00%

*TREPS : Tri-Party Repo, Data as on 31 May 2023

Who Can Benefit From This Fund?

- Investor who wish to have geographical and sectorial diversification leading to risk reduction
- Investors may access potential currency adjusted performance benefit through global investments

HSBC Global Emerging Markets Fund		
 <p>Investors understand that their principal will be at Very High risk</p>	<p>Fund of Funds (Overseas) - An Open-Ended Fund of Funds Scheme investing in HSBC Global Investments Fund - (HGIF) Brazil Equity Fund.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> To create wealth over long term Investment predominantly in units of HSBC Global Investment Funds - Global Emerging Markets Equity Fund 	<p>Benchmark: MSCI Emerging Markets Index TRI</p> 
<p>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>		

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Note on Risk-o-meters: Please note that the above risk-o-meter is as per the product labelling of the scheme available as on the date of this communication/ disclosure. 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 is not an indicator of future returns. Source: HSBC Asset Management India, data as at 31 May 2023

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