

## Product Note

### HSBC Liquid Fund (HLIF)

(An open-ended Liquid Scheme. Relatively Low interest rate risk and moderate credit risk.)

November 2024

Fund Category	Fund Manager	Benchmark <sup>1, 2</sup>	Inception Date	AUM <sup>3&amp;</sup>
Liquid Fund	Kapil Lal Punjabi and Shriram Ramanathan	NIFTY Liquid Index A-I	04 Dec 2002	Rs. 18,017.65 Cr

Minimum Investment			Exit Load <sup>4</sup>	
Lumpsum ₹ 5,000	SIP ₹ 500	Additional Purchase ₹ 1,000	Investor exit upon subscription	Exit Load as a % of redemption proceeds
			Day 1	0.0070%
			Day 2	0.0065%
			Day 3	0.0060%
			Day 4	0.0055%
			Day 5	0.0050%
			Day 6	0.0045%
			Day 7 Onwards	0.0000%

Quantitative Data	
Average Maturity	44.41 Days
Modified Duration	41.67 Days
Macaulay Duration	44.41 Days
Yield to Maturity	7.05%

### Why HSBC Liquid Fund?

- To offer optimal liquidity and 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.

### Fund Approach

- Investment predominantly in highly liquid money market instruments, government securities and corporate debt with residual maturity of up to 91 days
- Aims to focus on maintaining a high credit quality and highly liquid portfolio - investing only in issuers which are covered by internal credit research team
- Measured exposure to high quality Commercial Papers
- The focus continues to be on the accrual returns in the portfolio.

**Exit Load<sup>4</sup>:** NIL, No entry load will be charged to the investor.

**Month End Total Expenses Ratios (Annualized)<sup>5</sup> – Regular<sup>6</sup>:** 0.22%, Direct: 0.12%.

<sup>1</sup> As per clause 1.9 of the SEBI Master Circular dated June 27, 2024, 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 effective from 01 December 2021. <sup>2</sup> Fund's benchmark has changed with effect from May 01, 2024.

<sup>3</sup> AUM is as on 31 October 2024, <sup>4</sup> Exit load shall be applicable for investors who exit (by way of redemption / switch-out / transfer) within 7 calendar days from the date of investment.

<sup>5</sup> TER Annualized TER including GST on Investment Management Fees, <sup>6</sup> Continuing plans

<sup>8</sup> For disclosure of quarterly AUM/AAUM and AUM by geography, please visit our website: <https://www.assetmanagement.hsbc.co.in/en/mutual-funds/investor-resources/information-library#&accordion1446811090=4>

**Note:** 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).

Source – HSBC Mutual Fund, Data as of 31 October 2024. **Past performance may or may not be sustained in the future and is not indicative of future results.**

## Portfolio

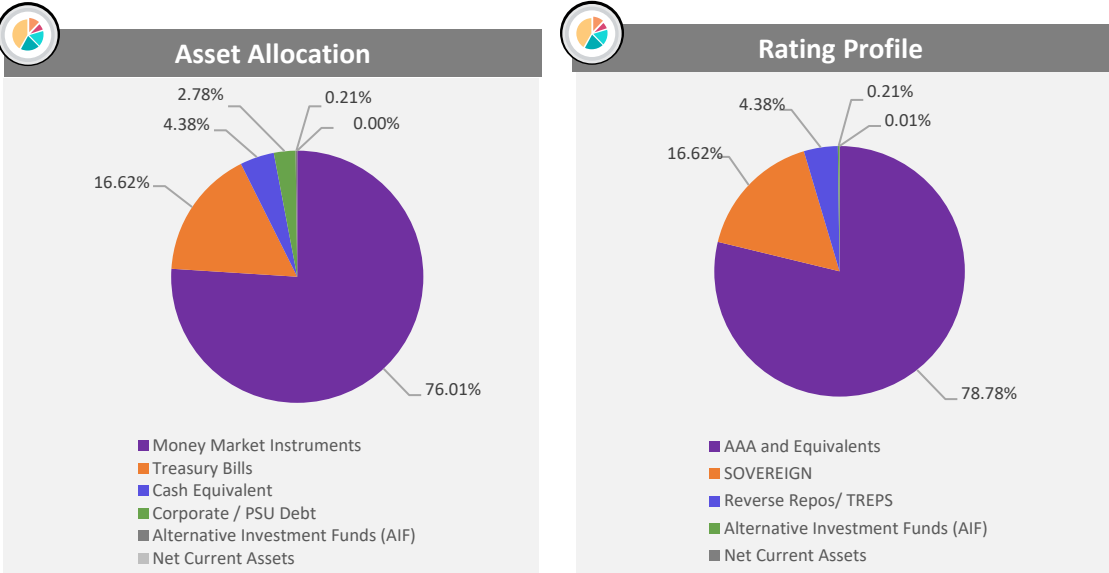
Issuer	Rating	% to Net Assets
<b>Corporate Bonds / Debentures</b>		<b>2.78%</b>
Power Finance Corporation Limited	CRISIL AAA	1.46%
LIC Housing Finance Limited	CRISIL AAA	0.73%
Rec Limited	CRISIL AAA	0.59%
<b>Money Market Instruments</b>		
<b>Certificate of Deposit</b>		<b>31.87%</b>
State Bank of India	CRISIL A1+ / CARE A1+	7.69%
Canara Bank	CRISIL A1+	3.85%
Bank of Baroda	IND A1+	2.75%
Axis Bank Limited	CRISIL A1+	2.61%
Small Industries Development Bank of India	CARE A1+ / CRISIL A1+	3.16%
Bank of India	CRISIL A1+	2.20%
Punjab National Bank Limited	CARE A1+ / ICRA A1+	2.74%
HDFC Bank Limited	IND A1+ / CARE A1+	2.34%
Indian Bank	CRISIL A1+	1.65%
Union Bank of India	CRISIL A1+	1.23%
National Bank for Agriculture & Rural Development	CRISIL A1+	1.09%
Bank of Maharashtra	CRISIL A1+	0.55%
<b>Commercial Paper</b>		<b>44.14%</b>
ICICI Securities Limited	CRISIL A1+	3.85%
Reliance Retail Ventures Limited	CRISIL A1+	3.59%
National Bank for Agriculture & Rural Development	ICRA A1+	2.76%
Aditya Birla Housing Finance Limited	ICRA A1+	2.75%
ICICI Home Finance Company Limited	ICRA A1+	2.74%
PNB Housing Finance Limited	CRISIL A1+	2.73%
HDFC Securities Limited	CARE A1+ / ICRA A1+	3.31%
SBICAP Securities Limited	ICRA A1+	2.19%
Export Import Bank of India	CRISIL A1+	1.66%
Kotak Securities Limited	CRISIL A1+	1.66%
Network 18 Media & Investments Limited	IND A1+	1.65%
Reliance Jio Infocomm Limited	CRISIL A1+	1.65%
Bajaj Financial Securities Limited	IND A1+	1.64%
ICICI Securities Primary Dealership Limited	CRISIL A1+	1.38%
Birla Group Holdings Private Limited	ICRA A1+	1.38%
Tata Communications Limited	CRISIL A1+	1.37%
Sikka Ports & Terminals Limited (Mukesh Ambani Group)	CRISIL A1+	1.11%
ONGC Petro Additions Limited (Letter of comfort from Oil & Natural Gas Corporation Limited)	CRISIL A1+	1.09%
Ultratech Cement Limited	CRISIL A1+	1.09%
Pilani Investment and Industries Corporation Ltd	CARE A1+	0.83%
Godrej Housing Finance Limited	ICRA A1+	0.55%
Mahindra & Mahindra Financial Services Limited	CRISIL A1+	0.55%
TV18 Broadcast Limited	IND A1+	0.55%
Tata Power Renewable Energy Limited	CRISIL A1+	0.55%
Axis Securities Limited	ICRA A1+	0.55%
Panatone Finvest Limited	CRISIL A1+	0.55%
Hero Fincorp Limited	CRISIL A1+	0.41%
<b>Treasury Bills</b>		<b>16.62%</b>
91 DAYS T-BILL 05DEC24	SOVEREIGN	4.97%
91 DAYS T-BILL 21NOV24	SOVEREIGN	4.15%
91 DAYS T-BILL - 12DEC2024	SOVEREIGN	3.31%

Source: HSBC Mutual Fund, data as on 31 October 2024

Note : Please refer to Scheme Information Document for more details on Asset Allocation of the scheme.

Issuer	Rating	% to Net Assets
91 DAYS T-BILL 23JAN25	SOVEREIGN	3.28%
91 DAYS T-BILL 15NOV24	SOVEREIGN	0.80%
364 DAYS T-BILL 21NOV24	SOVEREIGN	0.11%
Alternative Investment Funds (AIF)		0.21%
CDMDF CLASS A2	AIF	0.21%
Cash Equivalent		4.38%
TREPS*		4.38%
Net Current Assets		0.00%
Total Net Assets as on 31-October-2024		100.00%

\*TREPS : Tri-Party Repo



Fund Manager - Kapil Lal Punjabi Effective 14 Mar 2014. Total Schemes Managed - 17  
Fund Manager - Shriram Ramanathan Effective 26 Nov 2022. Total Schemes Managed - 11

Lump Sum Investment Performance														Inception Date	
Fund / Benchmark (Value of Rs 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 - Regular Plan <sup>7</sup> ~	10011	6.79	10025	6.68	10053	6.84	10735	7.35	11974	6.19	12909	5.24	25042	7.06	04-Dec-02
Scheme Benchmark (NIFTY Liquid Index A-I)	10011	6.86	10025	6.74	10053	6.91	10743	7.43	12011	6.30	12950	5.31	25203	7.11	
Additional Benchmark (CRISIL 1 Year T Bill Index)	10009	5.63	10020	5.33	10045	5.76	10754	7.54	11900	5.97	13083	5.52	23764	6.64	

**Past performance may or may not be sustained in the future and is not indicative of future results.** 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 available NAV of October 2024 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 5.9.1 of the SEBI Master Circular dated June 27, 2024, 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 13.4 of the SEBI Master Circular dated June 27, 2024, 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 1000

Returns for Debt schemes has been calculated as on last business day NAV provided as on 31 October 2024.

**7HSBC 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 04, 2002.

Source: HSBC Mutual Fund, data as on 31 October 2024



[Click here](#) to check other funds performance managed by the Fund Manager

Note : Please refer to Scheme Information Document for more details on Asset Allocation of the scheme.

Investment Objective

To provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities. However, there can be no assurance that the Scheme objective can be realised.

Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
<div>HSBC Liquid Fund</div> <div>(An open-ended Liquid Scheme. Relatively Low interest rate risk and moderate credit risk.)</div> <div>This product is suitable for investors who are seeking*:</div> <div><div>• Overnight liquidity over short term</div><div>• Investment in Money Market Instruments</div></div>	 <div>Investors understand that their principal will be at Low to Moderate risk</div>	<div>As per AMFI Tier 1</div> <div>Benchmark : NIFTY Liquid Index A-1</div> 

\* 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 October 2024, 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

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.			

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.

Past performance may or may not be sustained in the future and is not indicative of future results. Source: HSBC Mutual Fund, data as on 31 October 2024

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