

Product Note

HSBC Credit Risk Fund (HCRF)

(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.)

September 2026

Fund Category	Fund Manager	Benchmark ^{1, 2}	Inception Date	AUM ^{3&}
Credit Risk	Shriram Ramanathan	NIFTY Credit Risk Bond Index B-II	8 Oct 2009	Rs. 456.92 Cr

Quantitative Data		Minimum Investment		
Average Maturity	1.85 Years	Lumpsum ₹ 5,000	SIP ₹ 500	Additional Purchase ₹ 1,000
Modified Duration	1.41 Years			
Macaulay Duration	1.50 Years			
Yield to Maturity	8.14%			

Why HSBC Credit Risk Fund?

- Fund endeavours to follows an accrual-based, yield-enhancement strategy
- Robust credit selection process to spot mispriced credit opportunities
- Investors comfortable with adding credit risk to generate high accrual while keeping interest rate risk low, consider investing in this fund

Fund Approach

- The fund aims to offer yield pick up over traditional bond funds and seeks to generate risk adjusted returns over the medium term
- Rigorous credit monitoring conducted by in-house credit research team
- Aims to create a corpus through generating inflation-adjusted returns

Month End Base Expenses Ratios (Annualized)⁴

Plan	Base Expense Ratio (BER)
Regular ⁵	1.39%
Direct	0.70%

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, No entry load will be charged to the investor.

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. Furthermore, the same is effective from 01 December 2021. ² Fund's benchmark has changed with effect from May 01, 2024. ³ AUM is as on 31 July 2026

⁴ 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)

⁵ Continuing plans

⁶For 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).

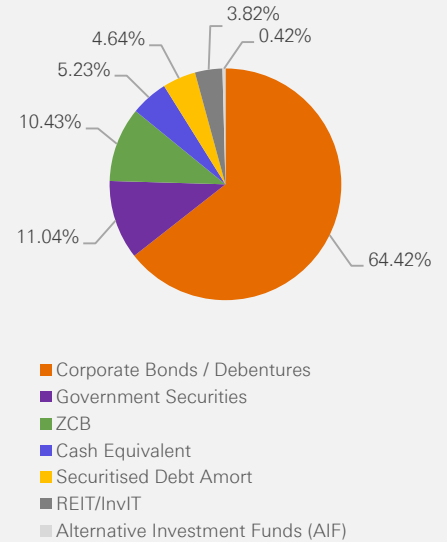
Source – HSBC Mutual Fund, Data as of 31 August 2026. **Past performance may or may not be sustained in future and is not a guarantee of any future returns.**

Portfolio

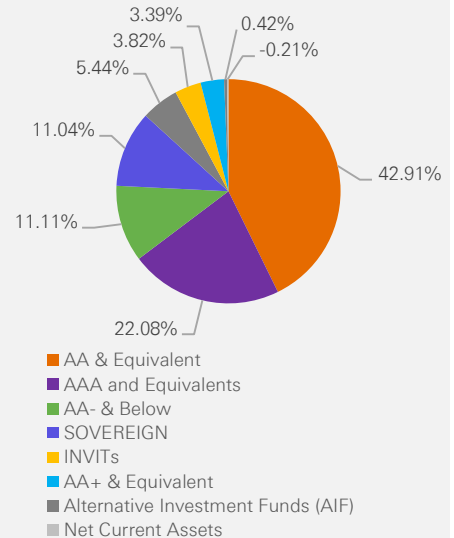
Issuer	Rating	% to Net Assets
Corporate Bonds / Debentures		64.42%
Nuvoco Vistas Corporation Limited	CRISIL AA	8.12%
Aditya Birla Renewables Limited	CRISIL AA	5.92%
Nirma Limited	CRISIL AA	5.73%
Power Finance Corporation Limited	CRISIL AAA	5.61%
Power Grid Corporation of India Limited	CRISIL AAA	5.49%
Godrej Seeds & Genetics Limited	CRISIL AA	5.45%
Indostar Capital Finance Limited	CARE AA-	4.50%
GMR Airports Limited	CRISIL A+	3.54%
Delhi International Airport Limited	ICRA AA	3.39%
Vedanta Limited	CRISIL AA+	3.39%
MAS Financial Services Limited	CARE AA-	3.33%
Aditya Birla Digital Fashion Venture Ltd	CRISIL AA-	3.28%
NABARD	ICRA AAA	2.28%
Aditya Birla Real Estate Limited	CRISIL AA	2.20%
Krazybee Services Limited	CARE A+	2.19%
Securitised Debt Amort		4.64%
Dhruva XXIV (PTC of pools from Five-Star Business Finance Limited)	ICRA AAA(SO)	2.13%
Indigo 053	CARE AA(SO)	1.67%
Vajra 011 Trust (PTC of pools from Veritas Finance Private Limited)	ICRA AAA(SO)	0.84%
ZCB		10.43%
JTPM Metal Traders ZCB30Apr30 P/C29Sep28	CRISIL AA	5.90%
JSW Kalinga Steel ZCB23Mar31 P/C23Mar29	CRISIL AA	4.53%
Government Securities		11.04%
6.01% GOI 21Jul2030	SOVEREIGN	6.51%
GOI Floating Rate FRB 22-Sep-2033	SOVEREIGN	2.35%
6.48% GOI 06Oct2035	SOVEREIGN	1.09%
6.36% GOI 16-Feb-2031	SOVEREIGN	1.09%
Alternative Investment Funds (AIF)		0.42%
Corp Debt Mkt Develop Fund (SBI AIF Fund)	AIF	0.42%
REIT/InvIT		3.82%
National Highways Infra Trust	InVITs	1.50%
Raajmarg Infra Investment Trust	InVITs	1.20%
Cube Highway Trust	InVITs	1.12%
Cash Equivalent		5.23%
TREPS*		5.44%
Net Current Assets		-0.21%
Total Net Assets as on 31-August-2026		100.00%



Asset Allocation



Rating Portfolio



*TREPS : Tri-Party Repo fully collateralized by G-Sec

Investment Objective

To generate regular returns and capital appreciation by investing predominantly in AA and below rated corporate bonds, debt, government securities and money market instruments. There is no assurance that the objective of the Scheme will be realised and the Scheme does not assure or guarantee any returns.

Fund Manager - Shriram Ramanathan Effective 24 Nov 2012. Total Schemes Managed - 9

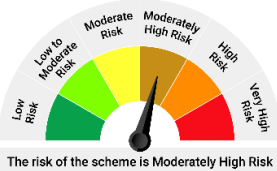
Lump Sum Investment Performance											Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		10 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Credit Risk Fund - Regular Plan~~	10602	5.98	13643	10.90	15112	8.60	19473	6.89	34498	7.60	08-Oct-09
Scheme Benchmark (NIFTY Credit Risk Bond Index B-II)	10440	4.37	12149	6.70	13888	6.79	20932	7.66	38676	8.33	
Additional Benchmark (CRISIL 10 year Gilt Index)	10302	3.00	12079	6.49	12866	5.17	17564	5.79	27720	6.22	
HSBC Credit Risk Fund - Direct Plan~~	10675	6.71	13957	11.74	15711	9.45	20983	7.69	29306	8.18	01-Jan-13
Scheme Benchmark (NIFTY Credit Risk Bond Index B-II)	10440	4.37	12149	6.70	13888	6.79	20932	7.66	29505	8.24	
Additional Benchmark (CRISIL 10 year Gilt Index)	10302	3.00	12079	6.49	12866	5.17	17564	5.79	23195	6.35	

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 August 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

Source: HSBC Mutual Fund, data as on 31 August 2026
[Click here](#) to check other funds performance managed by the Fund Manager

Product Label

Scheme name and Type of scheme	*Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
HSBC 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.) This product is suitable for investors who are seeking*: <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	 The risk of the scheme is Moderately High Risk	As per AMFI Tier 1. Benchmark Index: NIFTY Credit Risk Bond Index B-II  The risk of the benchmark is Moderately 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 31 August 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

Potential Risk Class (HSBC Credit Risk 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)			C-III
A Scheme with Relatively High interest rate risk and High 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 future and is not a guarantee of any future returns. Source: HSBC Mutual Fund, data as on 31 August 2026

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