HSBC Mutual Fund

See opportunities

Product Note
HSBC Small Cap Fund

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

July 2026

Where others don't.

18.85% **CAGR since inception*** [2]	**8.1X** **since inception*** [2]
Rs. 45,53,892 **Value of SIP investment Rs. 10,000 p.m. since inception*** [3]	**Rs. 8,14,110** **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.

Key Facts

Fund Manager	Venugopal Manghat and Mayank Chaturvedi#
Benchmark[1]	NIFTY Small Cap 250 TRI
Inception Date	12 May 2014
AUM&	Rs. 17,830.20 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 June 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

[2] As on 30 June 2026 of Growth option regular plan. During the same period, scheme benchmark (NIFTY Small Cap 250 TRI) has moved by 6.7X to Rs. 6,76,520 from Rs 100,000 and delivered return of 17.05% 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. 41,90,283.

Portfolio	% to net assets
Mtar Technologies Limited	2.81%
Apar Industries Ltd	2.17%
The Federal Bank Limited	2.09%
Karur Vysya Bank Limited	1.93%
GE Vernova T&D India Limited	1.89%
Kirloskar Pneumatic Co.Ltd.	1.86%
Sai Life Sciences Ltd.	1.86%
PNB Housing Finance Limited	1.74%
Radico Khaitan Limited	1.74%
Vijaya Diagnostic Centre Limited	1.69%

Industry - Allocation	% to net assets
Industrial Products	14.08%
Pharmaceuticals & Biotechnology	8.90%
Capital Markets	8.23%
Banks	7.52%
Electrical Equipment	7.37%
Finance	6.35%
Consumer Durables	5.40%
Textiles & Apparels	5.19%
Auto Components	4.54%
Healthcare Services	4.11%

Risk Ratios[4]	
Standard Deviation	21.89%
Beta	0.94

Risk Ratios[4]	
Sharpe Ratio[5]	0.56
R2	0.96%

Month End Base Expenses Ratios (Annualized)[6]

Plan	Base Expense Ratio (BER)
Regular[7]	1.43%
Direct	0.56%

Market Capitalisation

Small Cap	71.44%
Mid Cap	24.87%
Large Cap	2.09%
Debt	1.60%

[4] Quantitative Data disclosed are as per monthly returns (Annualized) for the last 3 years. [5] Risk free rate: 5.50% (FIMMDA-NSE Mibor) Refer to the Fund's website, www.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

Lump Sum Investment Performance

Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		10 Years		Since Inception		Inception Date
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Small Cap Fund-Regular Plan~~	10319	3.19	15814	16.49	23045	18.16	49206	17.26	81411	18.85	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10015	0.15	17116	19.60	21749	16.80	41989	15.42	67652	17.05	
Additional Benchmark (Nifty 50 TRI)	9458	-5.42	12882	8.80	16097	9.98	32501	12.50	39528	11.98	
HSBC Small Cap Fund-Direct Plan~~	10424	4.24	16304	17.68	24346	19.47	52753	18.08	90257	19.86	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10015	0.15	17116	19.60	21749	16.80	41989	15.42	67652	17.05	
Additional Benchmark (Nifty 50 TRI)	9458	-5.42	12882	8.80	16097	9.98	32501	12.50	39528	11.98	

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 June 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

Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	Inception Date: 12-May-14
Total amount invested (₹)	120000	360000	600000	1450000	
Market Value as on 30 June, 2026 (₹)	1,32,756	4,17,685	8,78,528	45,53,892	
Scheme Returns (%)	20.44	9.92	15.26	17.65	
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,29,047	4,19,519	8,92,759	41,90,283	
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	14.38	10.22	15.92	16.41	
Nifty 50 TRI - Additional Benchmark (₹)	1,16,357	3,78,892	7,26,120	30,54,985	
Nifty 50 TRI - Additional Benchmark Returns (%)	-5.62	3.36	7.57	11.68	

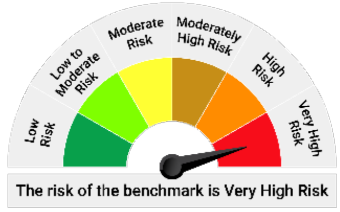
SIP Performance - HSBC Small Cap Fund – Direct Plan				
Scheme Name & Benchmarks	**1 Year**	**3 Years**	**5 Years**	**Since Inception**
Total amount invested (₹)	120000	360000	600000	1450000
Market Value as on 30 June, 2026 (₹)	1,33,469	4,24,554	9,05,724	48,71,415
Scheme Returns (%)	21.62	11.04	16.51	18.65
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,29,047	4,19,519	8,92,759	41,90,283
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	14.38	10.22	15.92	16.41
Nifty 50 TRI - Additional Benchmark (₹)	1,16,357	3,78,892	7,26,120	30,54,985
Nifty 50 TRI - Additional Benchmark Returns (%)	-5.62	3.36	7.57	11.68

Inception Date: 12-May-14

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		As per AMFI Tier I. **Benchmark : NIFTY Small Cap 250 TRI** 

* 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 June 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 June 2026

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

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