

## Product Note

# HSBC Asia Pacific (Ex Japan) Dividend Yield Fund

An Open Ended Fund of Funds Scheme investing in HSBC Global Investments Fund - Asia Pacific Ex Japan Equity High Dividend Fund.

May 2023

Fund Category	Fund Manager	Benchmark <sup>1</sup>	Inception Date	AUM
Fund of Funds (Overseas)	Sonal Gupta	MSCI AC Asia Pacific ex Japan TRI	24 Feb 2014	Rs. 8.47 Cr

### Investment Objective

HSBC Asia Pacific (Ex Japan) Dividend Yield Fund (Fund of Fund) To provide long term capital appreciation by investing predominantly in units of HSBC Global Investment Funds (HGIF) Asia Pacific Ex Japan Equity High Dividend Fund (HAHDF). 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.

Risk Ratios <sup>2</sup>	
Standard Deviation	16.64%
Beta	0.86
Sharpe Ratio <sup>3</sup>	0.11
R2	0.84

### HAHDF - Underlying fund strategy

- Dividends remain a key driver of long-term total return in Asia
- Investing in high dividend stocks is a good long term strategy
- Aims to invest in companies with quality management and strong cash flows
- Focus on quality businesses offering attractive dividend yields
- Follows environmental, social and governance principles
- Combination of defensive, cyclical and growth companies to generate income and total returns
- Structured investment process – seeking to identify mispriced stocks at attractive valuations.
- Key focus on stock selection, while managing sector exposures
- A focus on total return while managing portfolio risk

### Who can benefit from this fund?

- Investor who wish to have geographical and sectorial diversification leading to risk reduction

Load / Expenses	
Entry Load	NA
Exit Load - (i) In respect of each purchase / switch-in of units, an Exit Load of 1% is payable if Units are redeemed / switched-out within 1 year from the date of allotment. (ii) No Exit Load will be charged, if units are redeemed / switched-out after 1 year from the date of allotment. <sup>4</sup>	
Expense ratio (Other than Direct) <sup>5</sup>	2.04%
Expense ratio (Direct)	1.29%

Product Note

Data as on 30 April 2023

<sup>1</sup> 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

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

<sup>3</sup> Risk free rate 6.90% (FIMMDA-NSE MIBOR) as on April 28, 2023

<sup>4</sup> Continuing plans

Document date :17 May 2023

The fund has undergone merger/consolidation along with changes to its fundamental attributes as per the notice published on 14 Nov '22. For more details visit our website page - <https://www.assetmanagement.hsbc.co.in/en/mutual-funds/acquisition-public-fund>.

# HGIF Global Asia Pacific ex Japan Equity High Dividend Underlying Fund

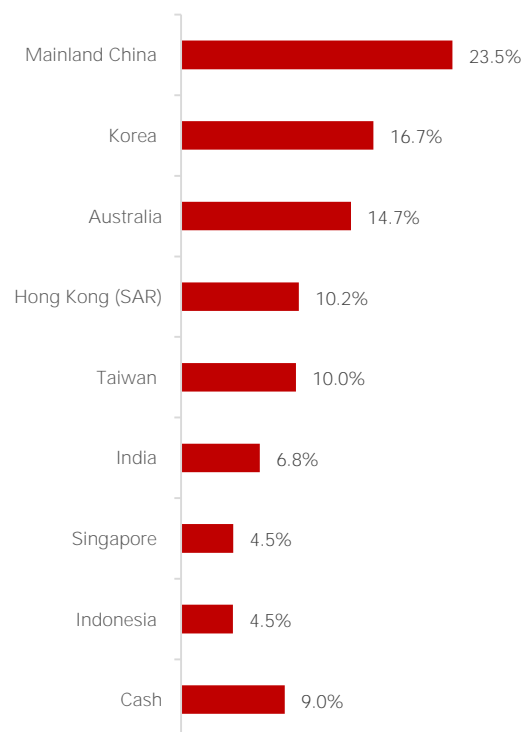
## Portfolio

Instrument	Weight (%)
TAIWAN SEMICONDUCTOR CO LTD	6.8%
SAMSUNG ELECTRONICS CO LTD	5.4%
AIA GROUP LTD	4.8%
KB FINANCIAL GROUP INC	4.6%
DBS GROUP HOLDINGS LTD	4.5%
TELKOM INDONESIA PERSERO TBK	4.5%
PING AN INSURANCE GROUP CO-H	4.2%
SK TELECOM	4.1%
CHINA CONSTRUCTION BANK-H	4.0%
TINGYI (CAYMAN ISLN) HLDG CO	3.5%
BAIDU INC-CLASS A	3.5%
SANTOS LTD	3.4%
TELSTRA CORP LTD	3.1%
HONG KONG EXCHANGES & CLEAR	3.1%
CHINA STATE CONSTRUCTION INT	3.0%
NATIONAL AUSTRALIA BANK LTD	3.0%
BHP GROUP LTD	2.8%
SK SQUARE CO LTD	2.6%
SOUTH32 LTD	2.5%
MEDIATEK INC	2.4%
L'OCCITANE INTERNATIONAL SA	2.3%
ALIBABA GROUP HOLDING LTD	2.3%
POWER GRID CORP OF INDIA LTD	2.3%
INFOSYS LTD	1.7%
IND & COMM BK OF CHINA-H	1.5%
MINDSPACE BUSINESS PARKS REI	1.3%
INDIA GRID TRUST	1.0%
UNIMICRON TECHNOLOGY CORP	0.7%
SHIMAO GROUP HOLDINGS LTD	0.5%
CHINA RESOURCES CEMENT	0.4%
PROSUS NV	0.4%
INDUS TOWERS LTD	0.3%
HCL TECHNOLOGIES LTD	0.2%
TENCENT HOLDINGS LTD	0.2%
TAIWAN SEMICONDUCTOR CO LTD	6.8%
Cash	3.9%
<b>Total</b>	<b>100.00%</b>

## Sector Allocation (%)

Name	End Weight
Financials	29.6%
Information Technology	19.9%
Communication Services	15.8%
Consumer Staples	5.9%
Materials	5.6%
Energy	3.4%
Utilities	3.3%
Industrials	3.0%
Consumer Discretionary	2.7%
Real Estate	1.8%
Cash	9.0%

## Weighting - Country



# HSBC Asia Pacific (Ex Japan) Dividend Fund of Fund

An Open Ended Fund of Funds Scheme investing in HSBC Global Investments Fund - Asia Pacific Ex Japan Equity High Dividend Fund.

## Portfolio

Issuer	Industries	% to Net Assets
Mutual Fund Units		96.64%
HSBC GIFAsia Pacific Fund	Overseas Mutual Fund	96.64%
Cash Equivalent		3.36%
TREPS*		3.90%
Net Current Assets:		-0.54%
Total Net Assets as on 30-April-2023		100.00%

## Asset Allocation

Overseas Mutual Fund	96.64%
Reverse Repos/TREPS	3.90%
Net Current Assets	-0.54%
Total Net Assets as on 30-April-2023	100.00%

\*TREPS : Tri-Party Repo Data as on 30 April '23

HSBC Asia Pacific (Ex Japan) Dividend Yield Fund		
<p>Investors understand that their principal will be at Very High risk</p>	<p><b>Fund of Funds (Overseas)</b> – An Open Ended Fund of Funds Scheme investing in HSBC Global Investments Fund - (HGIF) Asia Pacific Ex Japan Equity High Dividend Fund</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> <li>To create wealth over long-term</li> <li>Investment in equity and equity related securities of Asia Pacific countries (excluding Japan) through fund of funds route</li> </ul>	<p>Benchmark Index: MSCI AC Asia Pacific ex Japan TRI</p>

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

**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 30 April 2023

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