

Grow with India growth story

Market & Product Deck | June 2025

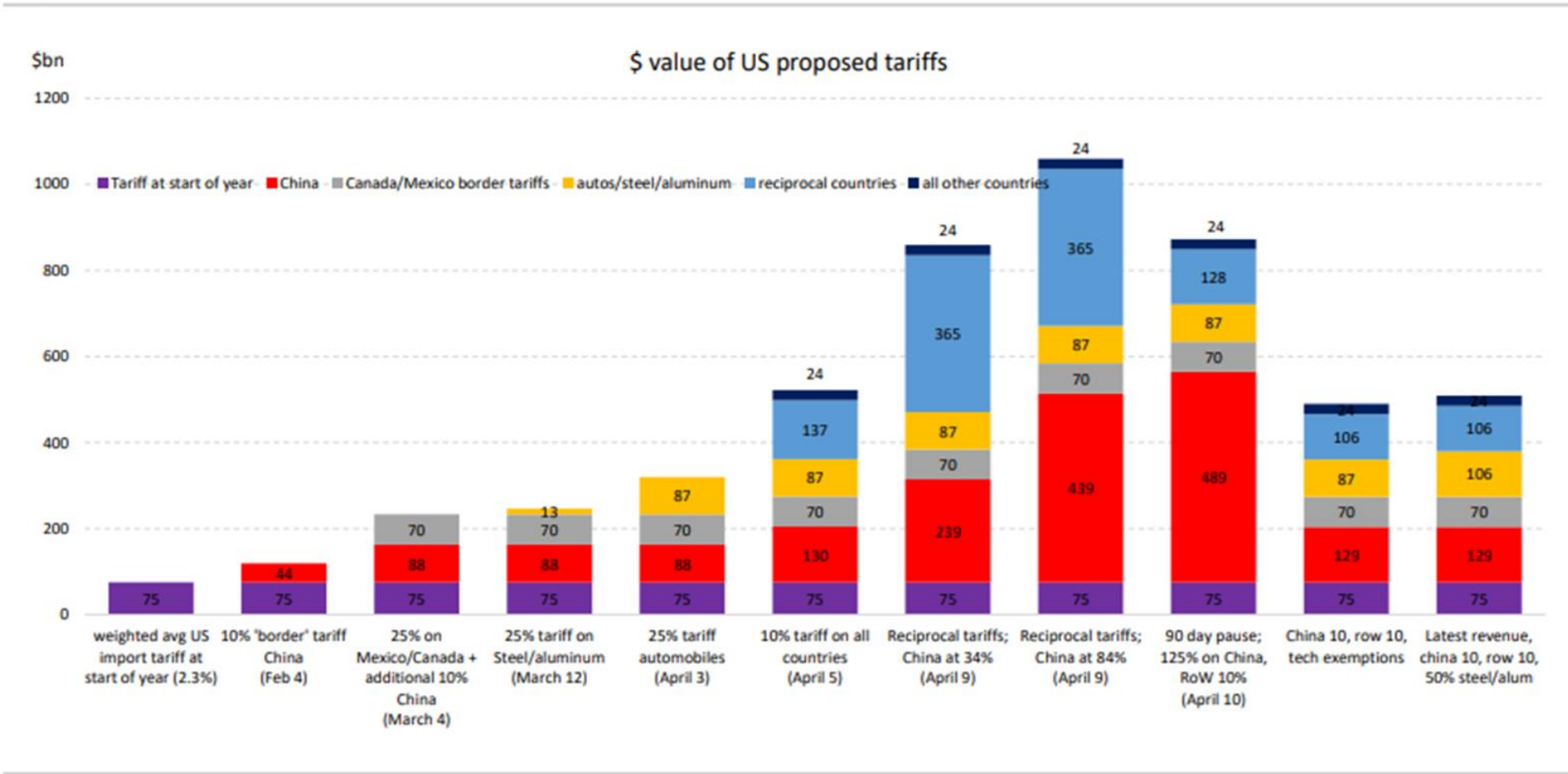
Key factors impacting Indian equity markets

2

Key factors	September 2024	May 2025	Outlook/ portfolio implications
Global outlook	Strong growth outlook driven by US exceptionalism and rate cuts globally	Cut to global growth outlook driven by US and concerns on trade war. Central Banks on wait and watch mode.	Global outlook remains uncertain on both growth and inflation. Volatility to remain high.
Government capex	Significant slowdown in both central and state capex driven by elections	Resumption of central government capex, especially in defence and power. State government capex remains slow	Central government capex should remain strong. State government capex may remain slow. Portfolio realigned accordingly
Monetary policy	Rate cuts are expected to start in FY25	Rate cuts are expected to start in FY25	Rate cuts are expected to start in FY25
Inflation	Food inflation remains sticky. Core inflation low	Food inflation showing fast deceleration on strong harvest, expectations of good monsoon and lower commodity costs	Inflation in FY26 likely to remain below/ around RBI expectations of 4% and likely 2-3 rate cuts
Flows	FII flows were strong driven by India's relative attractiveness. DII flows were also strong	FIIs saw high outflows in past 6 months. DII flows saw deceleration in growth driven by record cash levels	FII flows may remain volatile driven by global uncertainty. DII flows to remain strong
Valuations	Significantly above historical averages with hardly any margin of safety	Above historical averages, however, corrected from top	Specific pockets where valuation are attractive. We remain selective bottoms-up

Source – HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

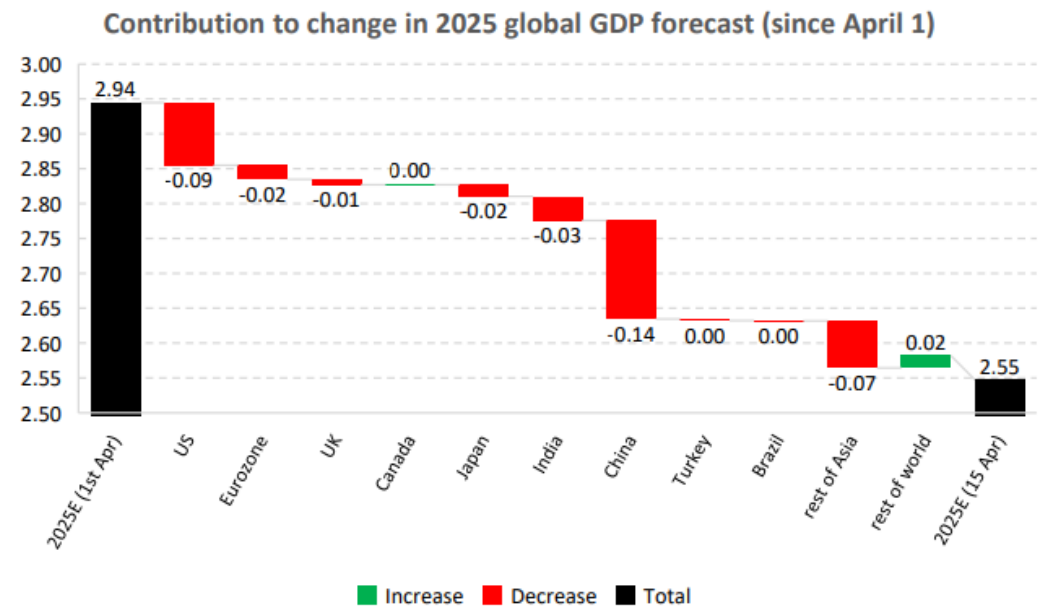
Tariff announcements have created significant volatility and uncertainty



Source – Census Bureau, Federal Register, Haver, UBS estimates, HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

Global growth forecasts have come down; India relatively better placed within Asia

- UBS global GDP growth forecasts had come down 40bps to 2.5% after the initial announcements. Following the 12 May announcement of a lower reciprocal tariff rate between US and China, the downside risk to growth has eased.
- UBS raised its 2025 GDP growth forecast for US from 1.4% to 1.6% and for China from 3.4% to 4.0%, and UBS's current global GDP growth forecast (2.7%) is about 20bps higher than April 2025
- India remains relatively better placed among the large economies, especially in Asia region which remains the most impacted due to tariffs



	2025E	
	Before US-China de-escalation (May 12)	After de-escalation (current)
India	6.0	6.4
China	3.4	4.0
Brazil	1.5	1.6
Taiwan	2.6	3.0
Thailand	1.5	1.9
Japan	0.3	0.6
US	1.4	1.6
EM	3.5	3.8
EM ex-China	3.6	3.7
Global	2.5	2.7

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USD strength to weakness in 6 months

5

October 19, 2024



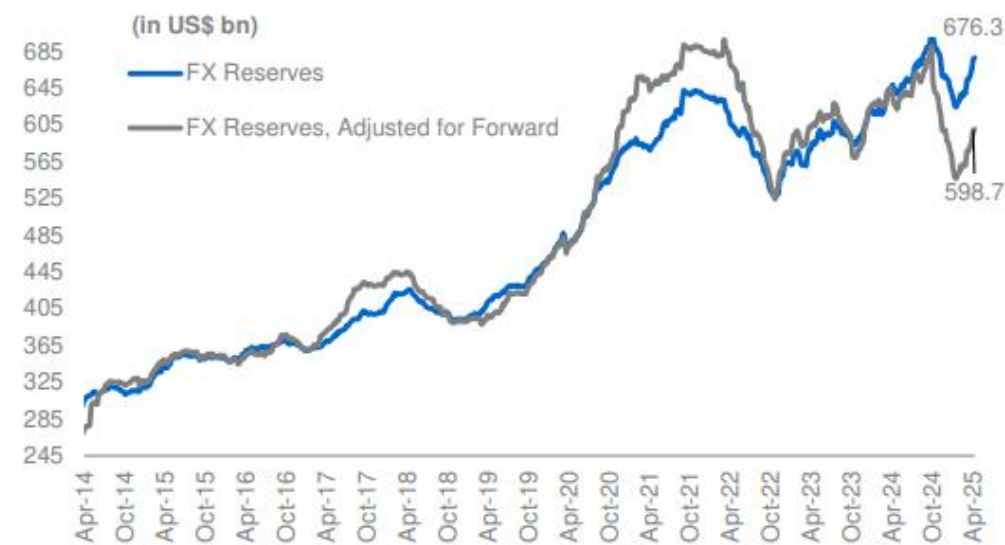
April 19, 2025



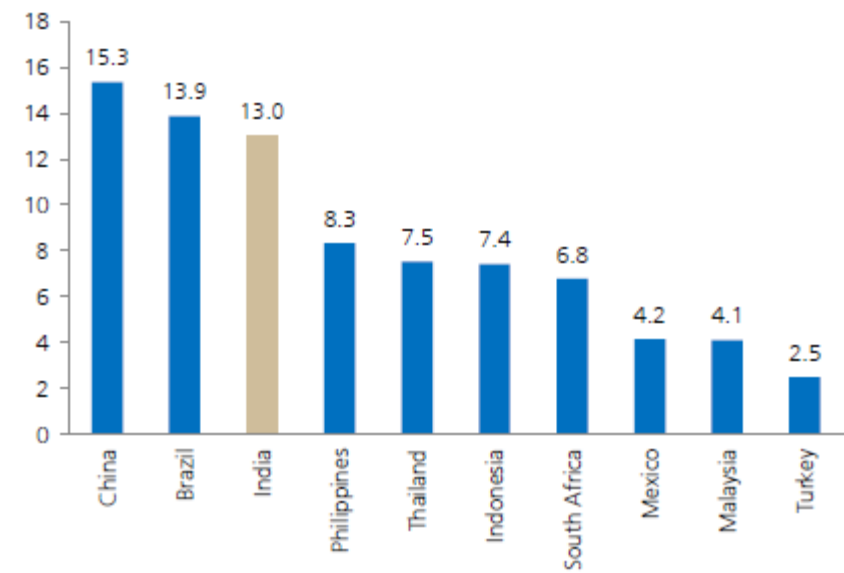
INR appreciation/
depreciation has good
correlation with DXY
movement

Source – The Economist, Bloomberg, HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

India has the fourth largest FX reserves



India’s import cover ratio remains comfortable



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Key factors impacting Indian equity markets

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Valuations	Significantly above historical averages with hardly any margin of safety	Above historical averages, however, corrected from top	Specific pockets where valuations are attractive. We remain selective bottom-up

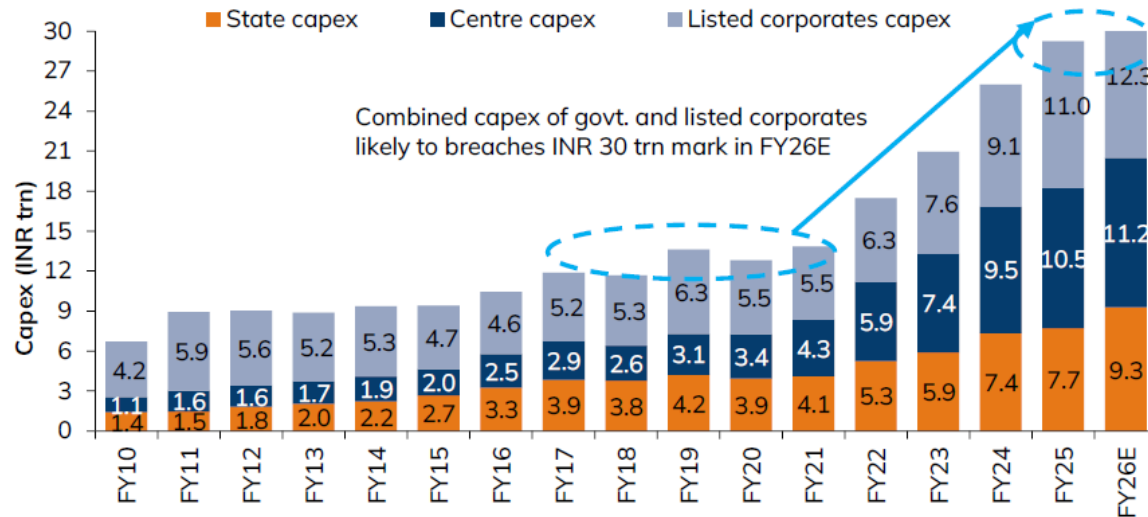
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Healthy double-digit growth in FY25 capex driven by corporate capex

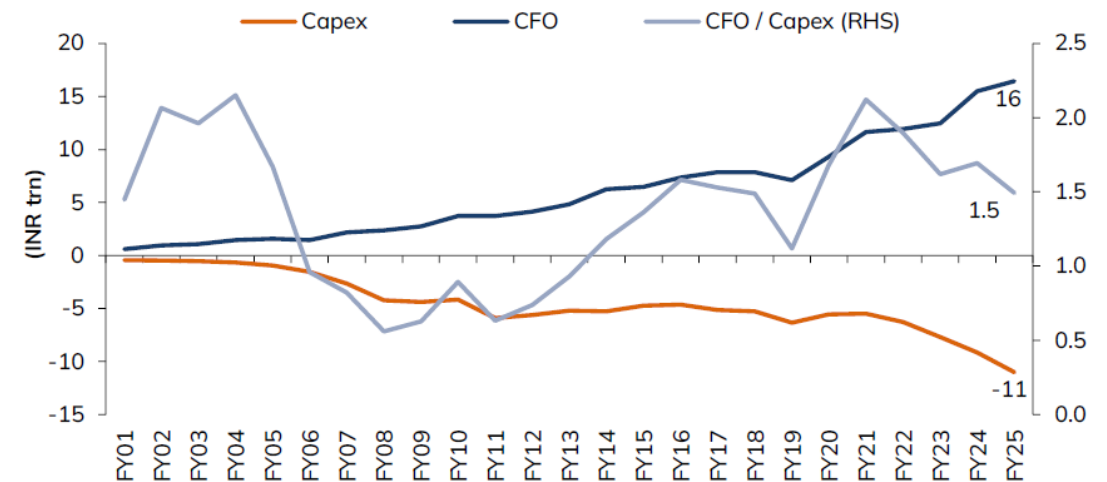
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- Overall capex grew by 12% YoY in FY25. Corporate capex of the listed non-financial space breached Rs 11tn in FY25 (20% YoY), thereby outpacing the central government capex at Rs 10.5tn
- CFO / capex ratio dipped further to 1.5x as capex growth outpaced CFO which could eventually result in corporate loan growth picking up

Listed corporate capex outpaces Centre's capex



CFO/capex at 1.5x is declining as capex growth is > CFO growth



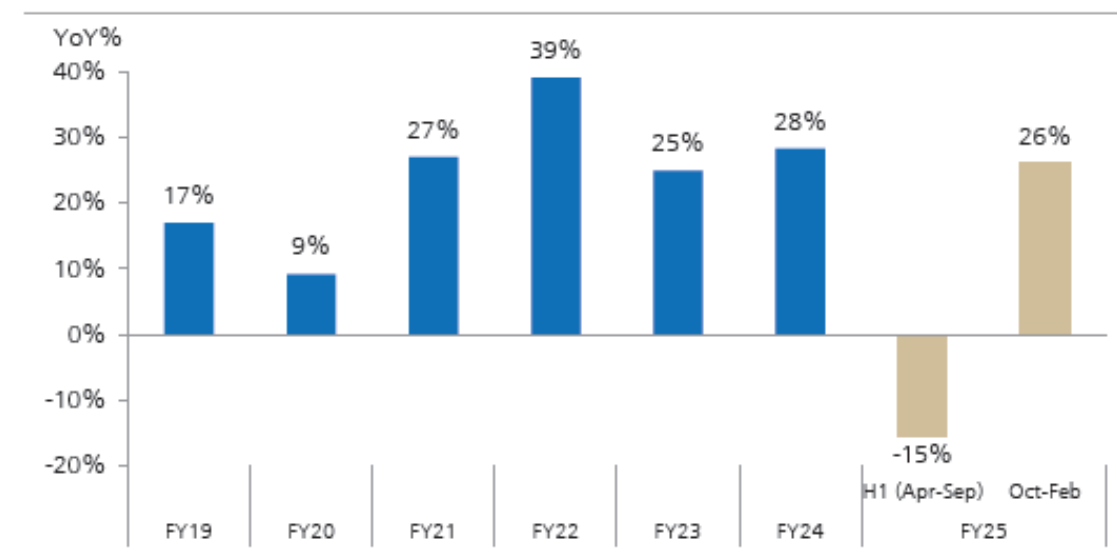
Source : CEIC, Capitaline, ICICI Securities Research, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note: Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

Central government capex recovers post slowdown in 1HFY25

9

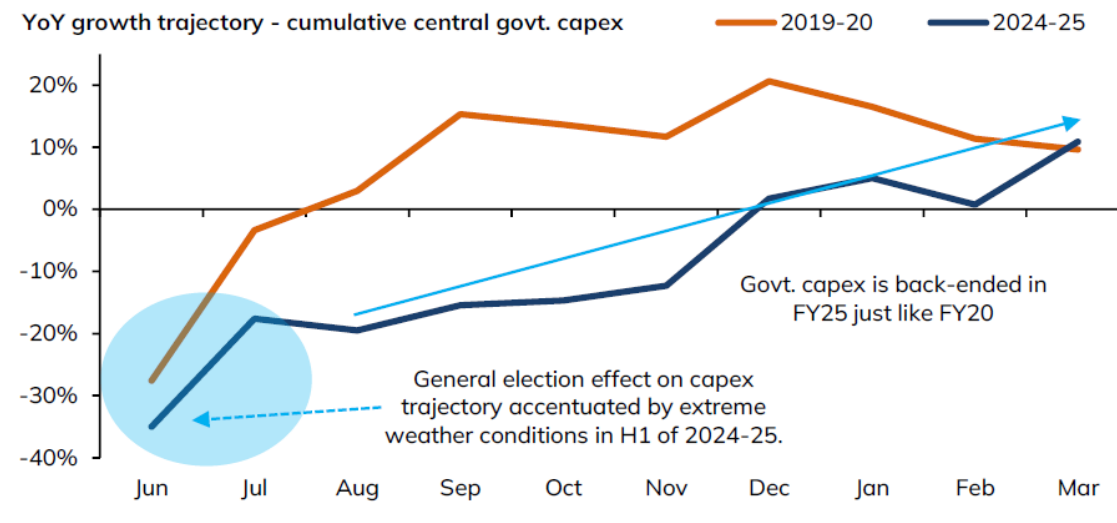
- During General Election years, the central government's capex spending tends to be back-ended and FY25 unfolded in a similar manner
- Overall, for FY25, the actual government capex spending at Rs 10.5tn exceeded the revised BE of Rs 10.2tn, largely led by core infra capex (especially road transportation) and capex loans to states

Central government capex trends



Source: CEIC, UBS

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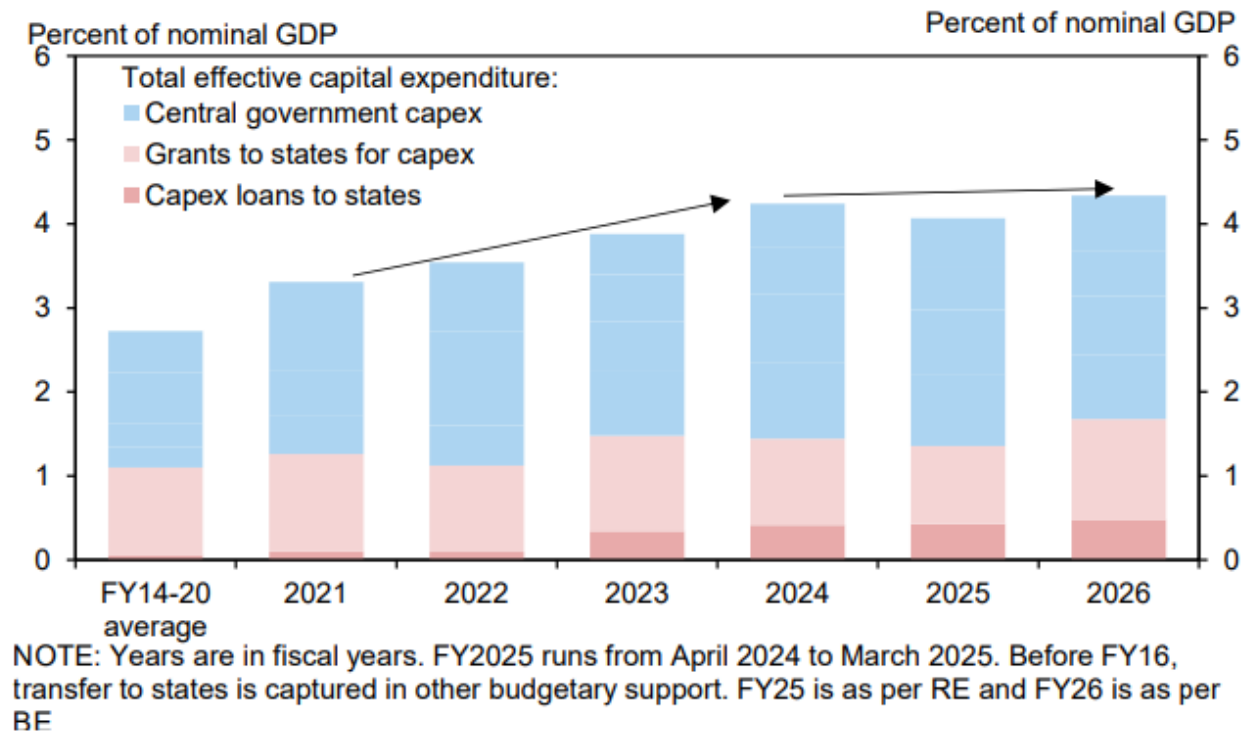


Source: CGA website, ICICI Securities Research

Centre passing the baton to States for capex

10

- Central Government capex appears to have been peaking out with capex/ GDP of around 3.1%
- Central government is passing the baton of spending on to states with higher inter-governmental loans and transfers to states



Source: CEIC, Goldman Sachs Global Investment Research

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Production-linked incentive scheme – Disbursements by government

11

Sr. No.	Date of announcement	Sectors	Proposed financial outlay, US\$ mn	Amount disbursed (till FY25RE), US\$ mn
Schemes continuing for the next 3-5 year				
1	Mar-20	Medical devices	500	14
2	Mar-20	Key starting material/ bulk drugs	1000	4
3	Nov-20	Pharmaceutical drugs	2100	430
4	Nov-20	Electronic/ technology products (IT hardware)	1000	--
	May-23	IT Hardware 2.0	2073	--
5	Mar-25	Electronic components	2500	--
Schemes maturing in FY27				
6	Nov-20	Food products	1500	215
7	Nov-20	Automobile & components	3600	44
Schemes maturing in FY26				
8	Mar-20	Mobile manufacturing	5600	1408
9	Nov-20	ACC battery	2500	3
10	Nov-20	Telecom & networking products	1700	219
11	Nov-20	Textile products: man-made fiber & technical textiles	1500	
12	Nov-20	White goods (ACs & LED)	900	35
13	Nov-20	High efficiency solar panel modules	600	3
14	Nov-20	Specialty steel	900	7
Schemes already matured				
15	Sep-21	Drones and drone Components	14	15
Total			27987	2397

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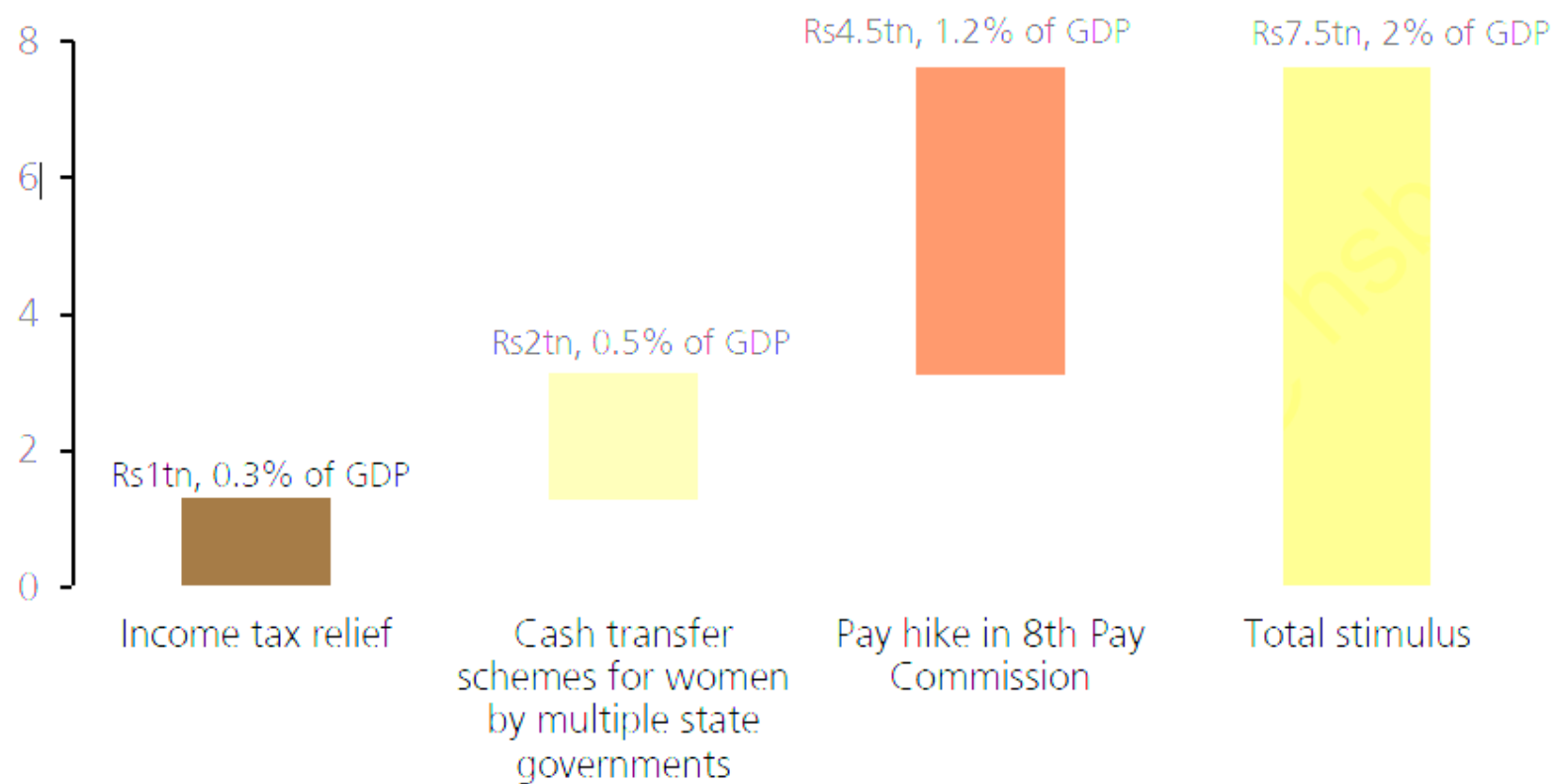
Key factors impacting Indian equity markets

12

Key factors	September 2024	May 2025	Outlook/ portfolio implications
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Consumption	Growth slowdown seen in urban consumption; income tax cuts announced. Rural consumption remained weak.	Social welfare schemes by state government and income tax cuts to drive consumption. 8 th Pay commission set up	Discretionary Consumption expected to see recovery
Inflation	Food inflation remains sticky. Core inflation low	Food inflation showing fast deceleration on strong harvest. Expectations of good monsoon and lower commodity costs	Inflation in FY26 likely to remain below/ around RBI expectations of 4% and likely 2-3 rate cuts
Corporate earnings	EPS growth strong	EPS growth strong	EPS growth strong
Flows	FII flows were strong driven by India's relative attractiveness. DII flows were also strong	FII saw high outflows in past 6 months. DII flows saw deceleration in growth driven by record cash levels	FII flows may remain volatile driven by global uncertainty. DII flows to remain strong
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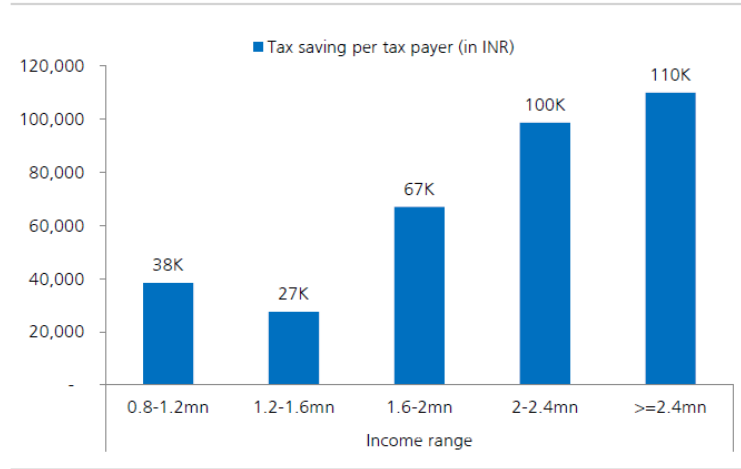
Cumulative consumption stimulus could be huge over coming years



Source: UBS estimates

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Income tax relief for households announced in July 2024 budget

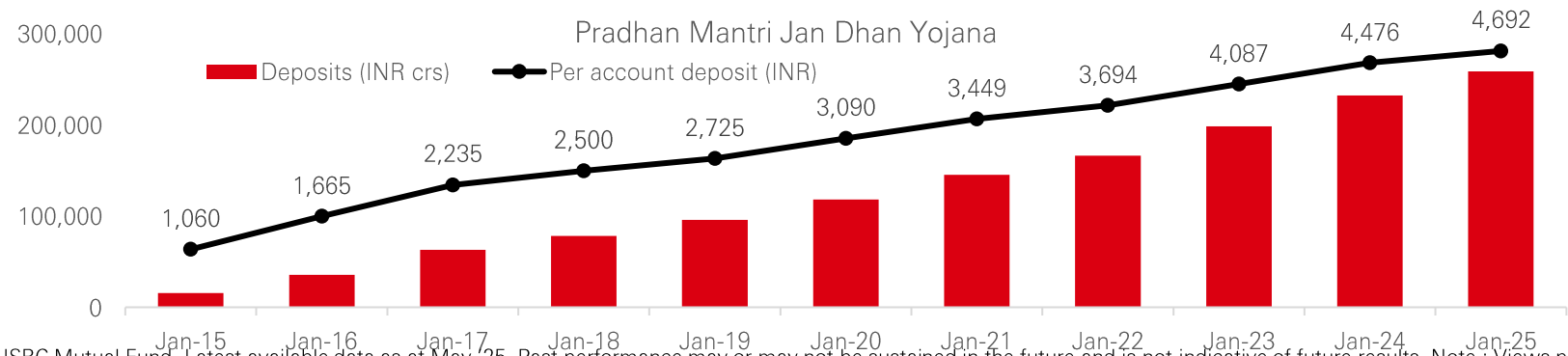


Source: Budget documents, UBS

Cash transfer schemes for women announced by various states and estimated cost

Scheme	State	Annual transfer	Fiscal implication	
		Rs	Rs bn	% of GSDP
Lado Lakshmi Yojana	Haryana	25,200	200	1.8
Mukhyamantri Maiya Samman Yojana	Jharkhand	30,000	150	3.3
Gruh Lakshmi Scheme	Karnataka	24,000	310	1.2
Ladli Behna Yojana	Madhya Pradesh	15,000	195	1.4
Majhi Ladki Bahin Yojana	Maharashtra	18,000	460	1.1
Subhadra Yojana Kalaighar	Odisha	10,000	100	1.2
Magalir Urimai Scheme	Tamil Nadu	12,000	135	0.5
Lakshmi Bhandar Scheme	West Bengal	13,200	290	1.7
Total			1840	0.6%*

Source: State government budgets, UBS. Note: * - as % of total India GDP for FY25



Source: Government of India, HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

Key factors impacting Indian equity markets

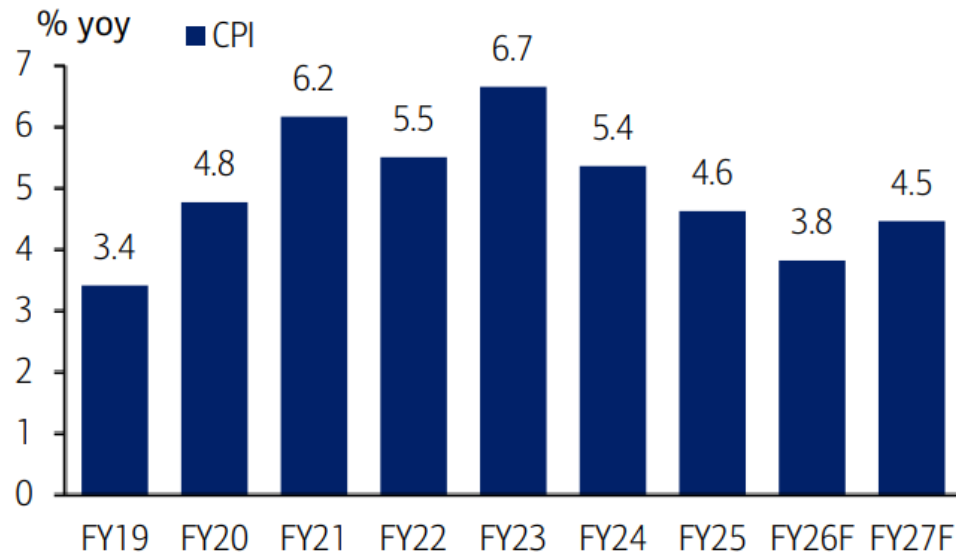
Key factors	September 2024	May 2025	Outlook/ portfolio implications
Inflation	Food inflation remains sticky. Core inflation low.	Food inflation showing fast deceleration on strong harvest, expectations of good monsoon and lower commodity costs	Inflation in FY26 likely to remain below/ around RBI expectations of 4% and likely 2-3 rate cuts
Domestic liquidity	Tight liquidity conditions	Slew of measures to boost liquidity, including rate cuts	Domestic liquidity conditions to remain positive in FY26

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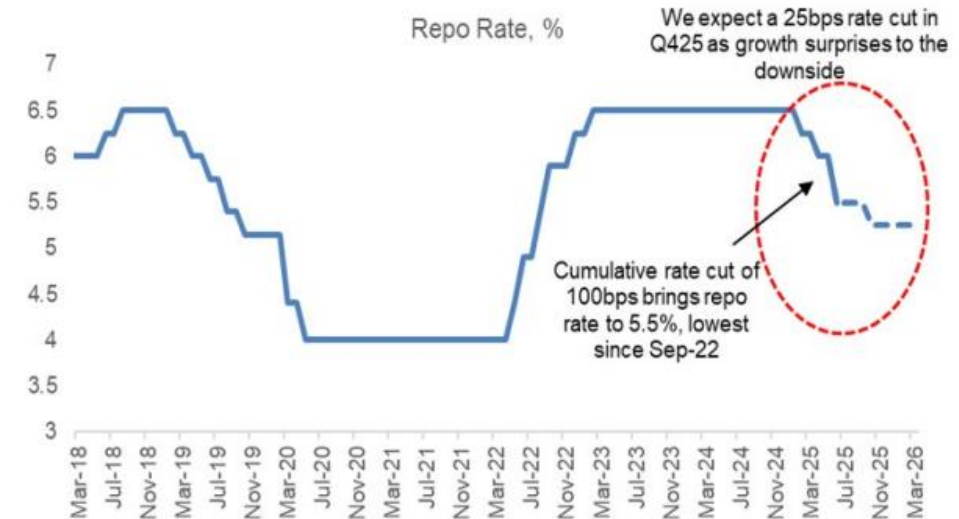
Inflation at 6-yr low; expected to decline further

- Improvement in inflation outlook has come from food prices, especially from downward inflation momentum in vegetable prices. Further, high base effect in food inflation may also keep inflation low.
- Falling energy prices and recent appreciation in INR is likely to keep fuel inflation lower and manageable.
- IMD has given its first estimate of rainfall season as “above normal”

Headline CPI inflation



Cumulative repo rate cut of 100bps in the current rate easing cycle



Source: Haver, RBI, BofA Global Research, Morgan Stanley Research, HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

Front-loaded rate cut and easing to boost liquidity

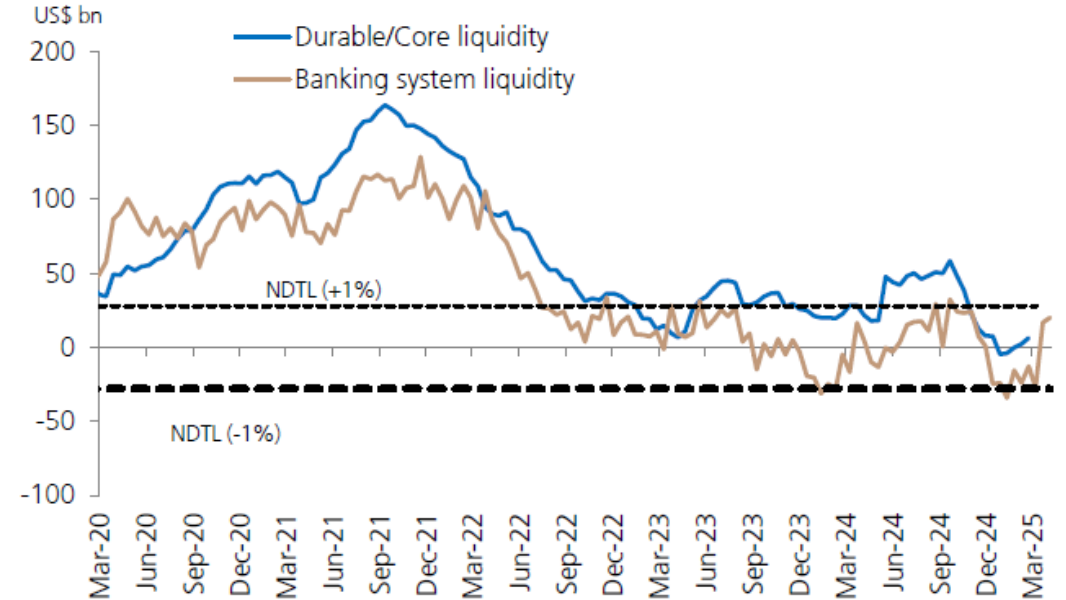
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- RBI has proactively started taking measures to improve interbank liquidity (OMO purchases, FX swaps and VRR auctions)
- RBI recently also eased some lending regulations for NBFCs, including reducing risk weights on microfinance loans and potentially encouraging banks to increase funding to NBFCs

RBI has undertaken liquidity enhancement measures



Banking system liquidity turned into surplus on RBI measures



Source: Source: RBI, CEIC, UBS, Morgan Stanley Research, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

Key factors impacting Indian equity markets

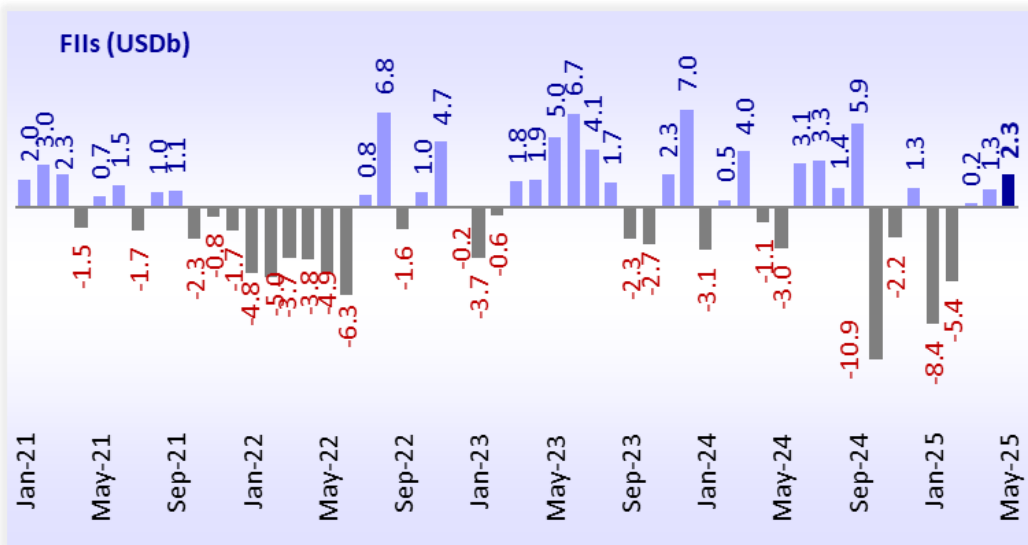
Key factors	September 2024	May 2025	Outlook/ portfolio implications
Flows	FII flows were strong driven by India's relative attractiveness. DII flows were also strong.	FIIs saw positive inflows over the past couple of months. DIIs flows saw strong recovery in May 2025 and record cash levels.	FII flows may remain volatile, but India may continue to be an outlier. DII flows to remain strong.

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Foreign flows gaining traction since past couple of months

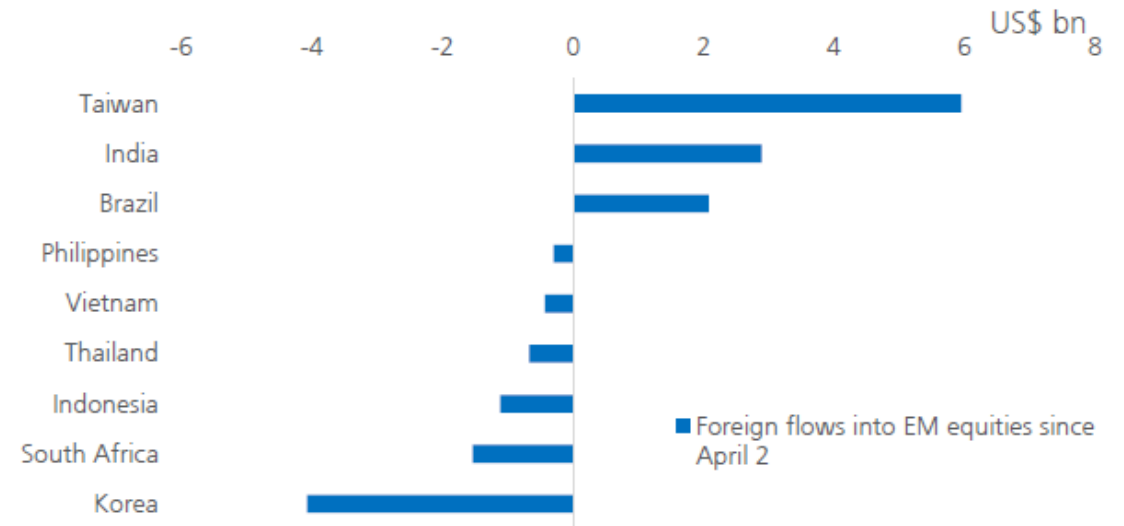
- Indian equity markets saw record FII outflows of \$25.3bn in 2HFY25 driven by concerns on growth, consensus earnings downgrades, USD strength and higher valuations.
- However, post reciprocal tariff announcements on April 2, India received \$3bn of FII inflows in past two months.

FII flows (USD bn)



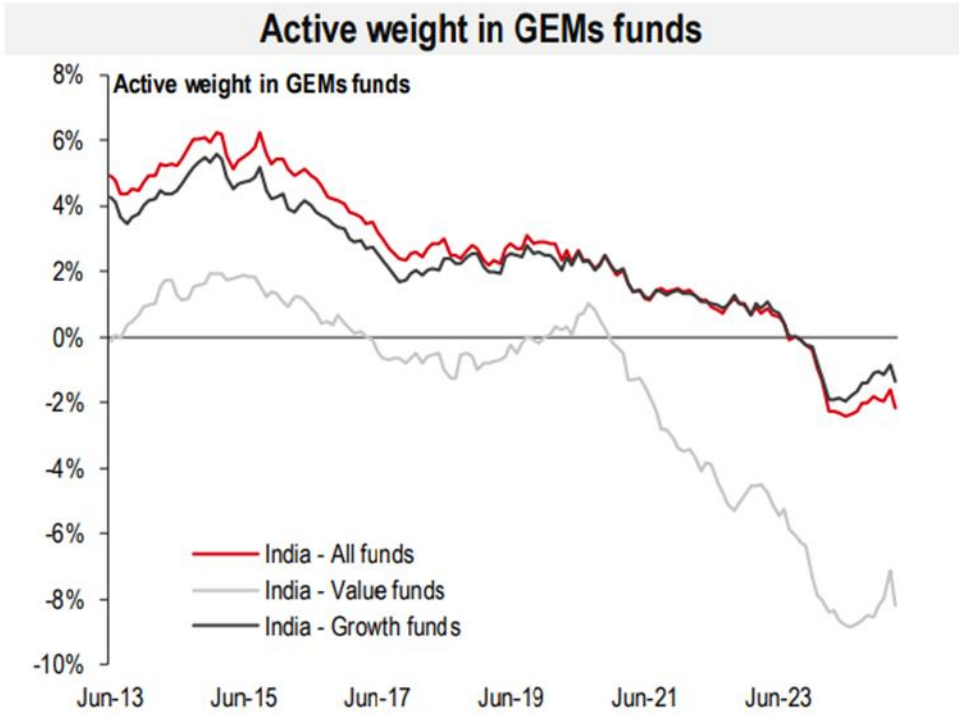
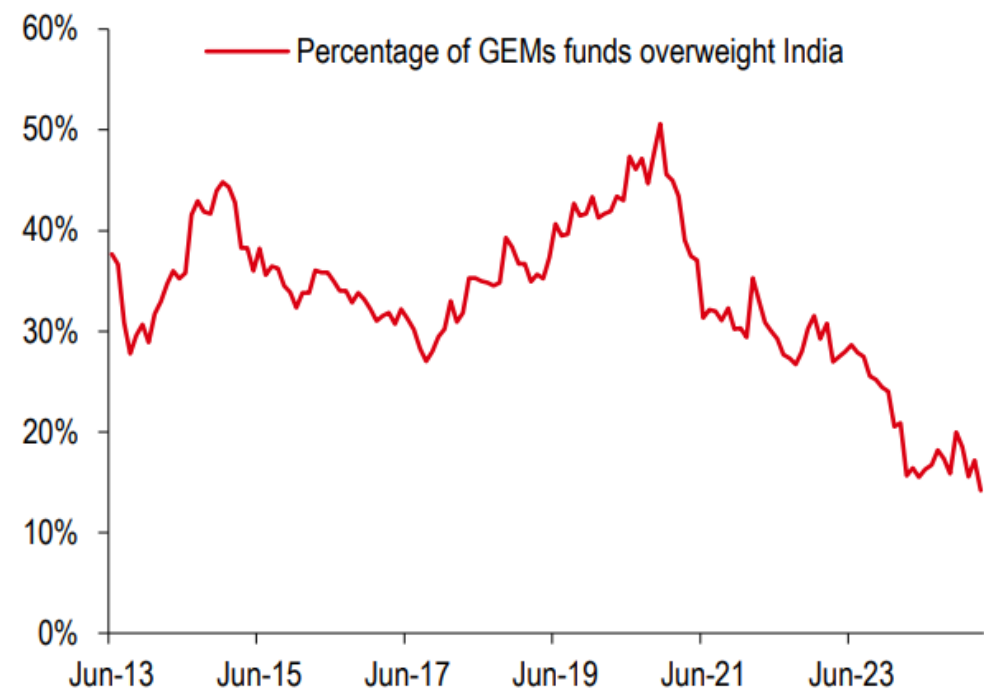
Source: Motilal Oswal Securities, HSBC Mutual Fund

Foreign flows in EM since tariff announcements



Source: HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

FII positioning in India is close to lowest in more than a decade

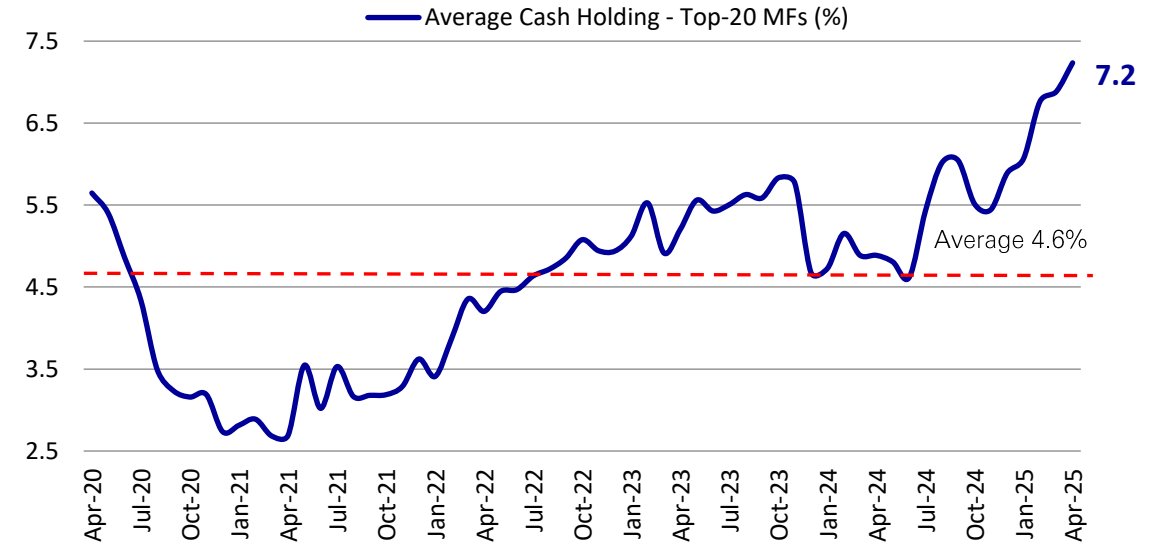
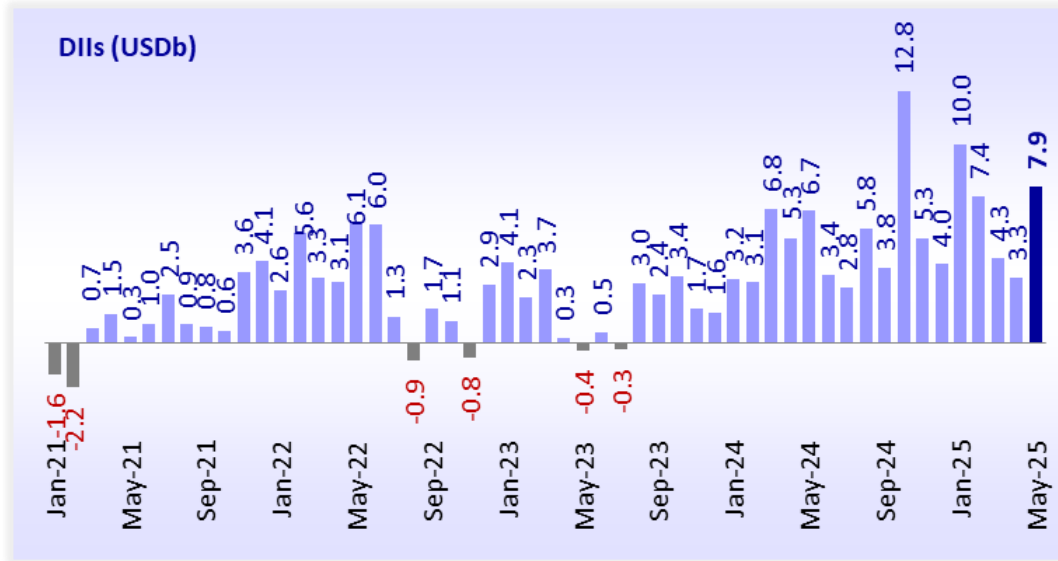


Source: HSBC Mutual Fund, FTSE Russell, Factset, HSBC, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

DII flows resume in May 2025; MF cash levels at all-time highs

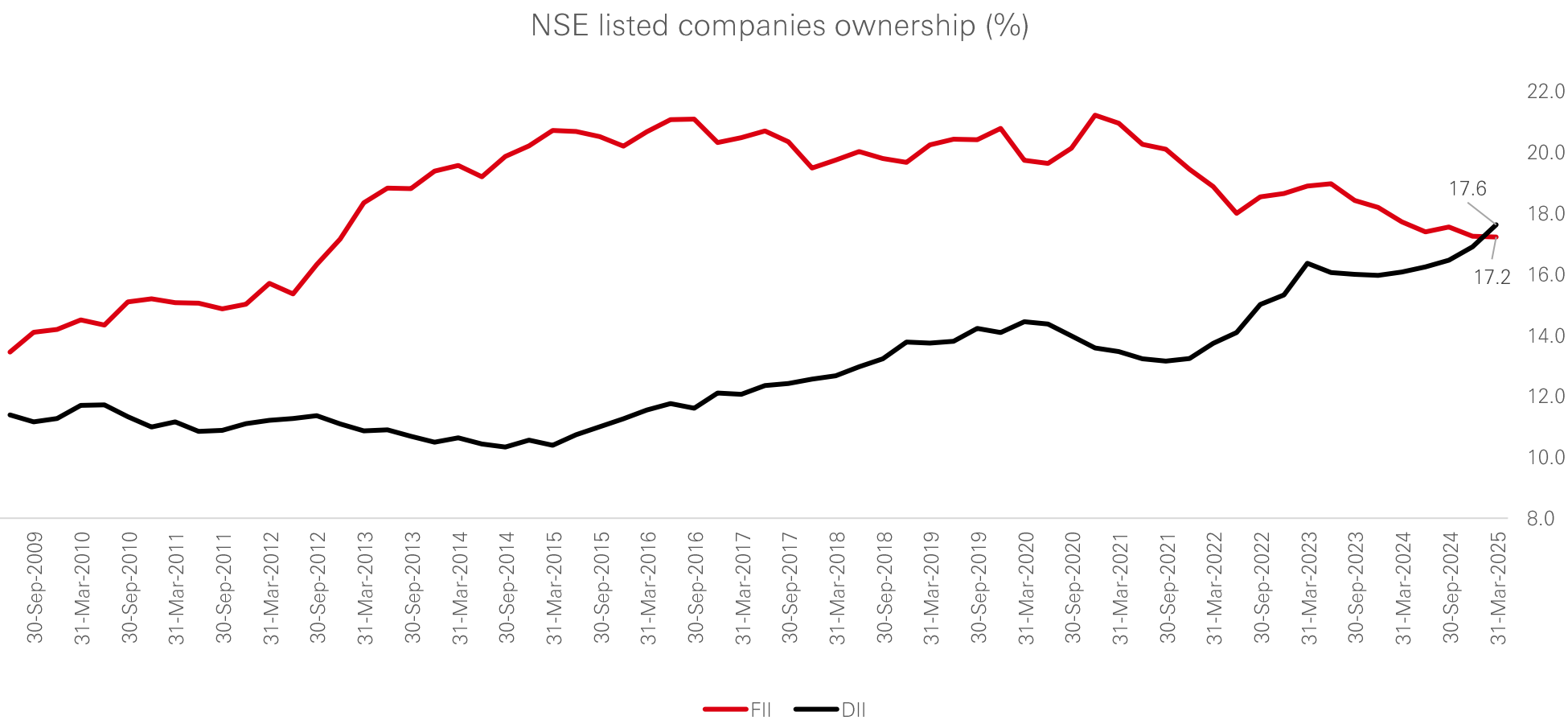
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- DII flows saw some moderation with the global uncertainty in the past couple of months, however, markets saw \$7.9bn of healthy inflows in May 2025
- Mutual fund cash holding is at post-Covid highs of 7.2% vs average long-term cash level of 4.6%



Source: HSBC Mutual Fund, Motilal Oswal Securities, AMFI, Jefferies, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

DII ownership higher than FII after multiple years



Source: HSBC Mutual Fund, NSE. Latest available data as on March 31, 2025, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

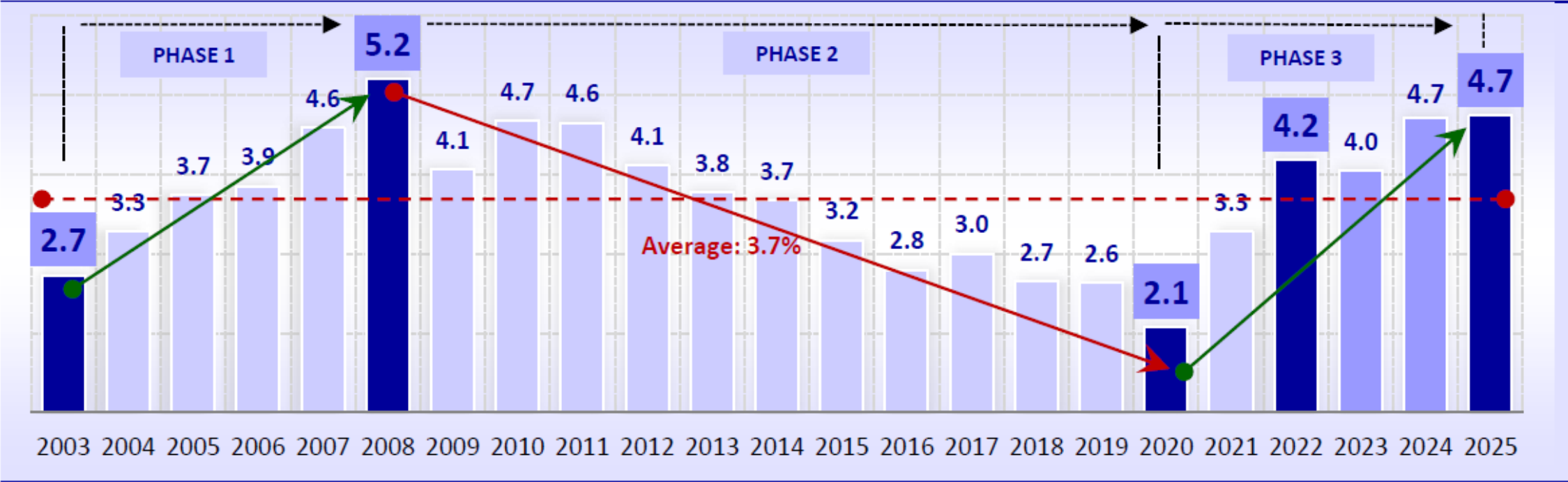
Key factors impacting Indian equity markets

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Consensus earnings revision	Sizeable downgrade in earnings revision for FY25	Intensity of earnings downgrade revision has come down	Earnings downgrade cycle look close to bottoming-out
Valuations	Significantly above historical averages with hardly any margin of safety	Above historical averages, however, corrected from top	Specific pockets where valuation are attractive. We remain selective bottoms-up.

Source: HSBC Mutual Fund, NSE. Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

Corporate profit to GDP at multi-year highs

Nifty-500 – the corporate profit-to-GDP ratio remains flat YoY at 4.7% in FY25

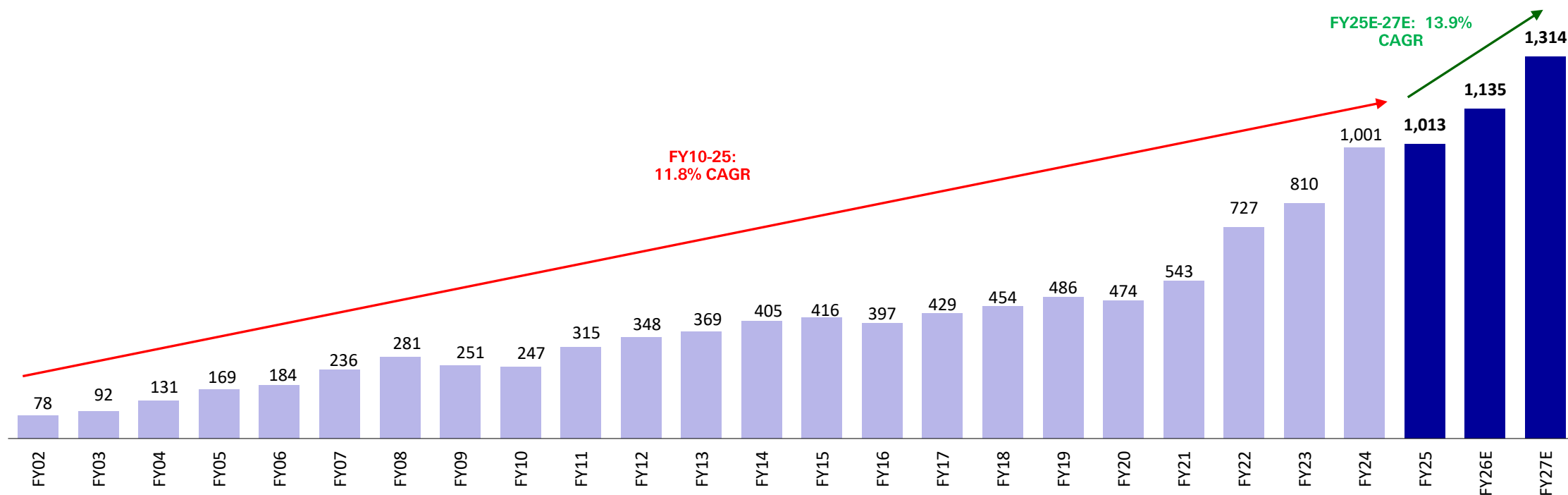


Source – Motilal Oswal Securities, HSBC Mutual Fund, Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision.

Corporate earnings to grow mid-teens on low base

25

- ◆ Nifty 50 earnings delivered 11.8% CAGR over the period FY 2002-25
- ◆ Earnings growth to reaccelerate on a low base of FY25 with 13.9% growth over FY25-FY27 as per recent projections



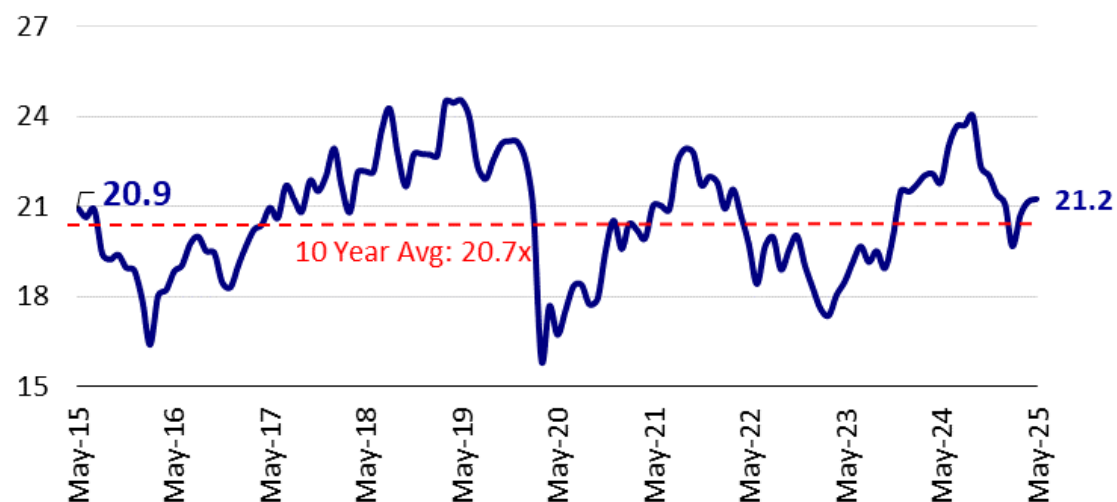
Source – MOSL, Bloomberg, Latest available data as at May '25, Note: Above data is based on Nifty EPS (in INR), Nifty50 Earnings and returns, EPS – Earnings Per Share, The above information is for illustrative purposes only. The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute 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. Past performance may or may not sustain and doesn't guarantee the future performance.

Large cap valuations slightly above average

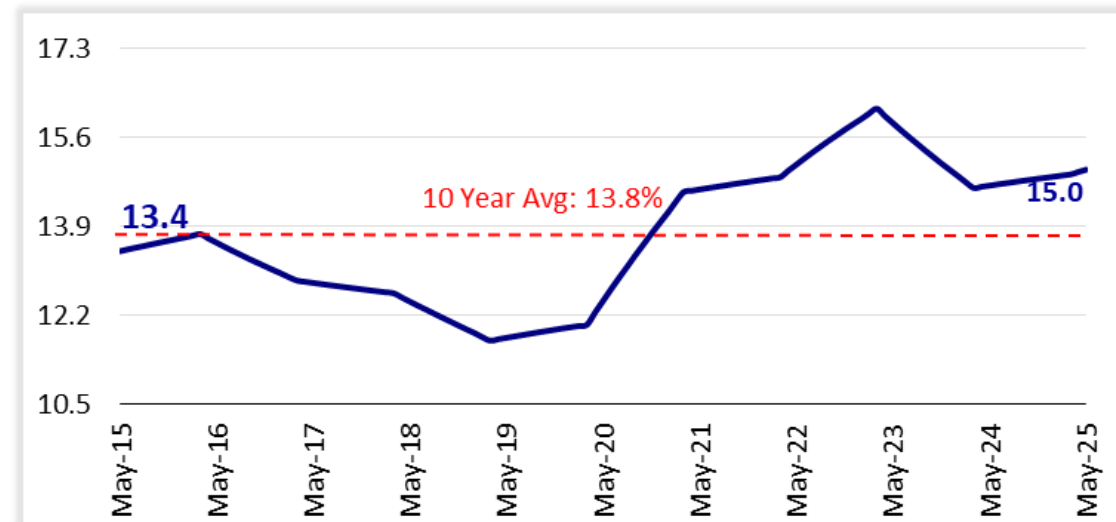
26

- ◆ With the recent market recovery, **Large Caps** are currently trading **slightly above its long-term average**
- ◆ ROEs not far from decadal highs of 16%, though marginally lower now on account of moderate FY25 earnings

NIFTY 50 Forward P/E valuations



NIFTY 50 ROE (%)



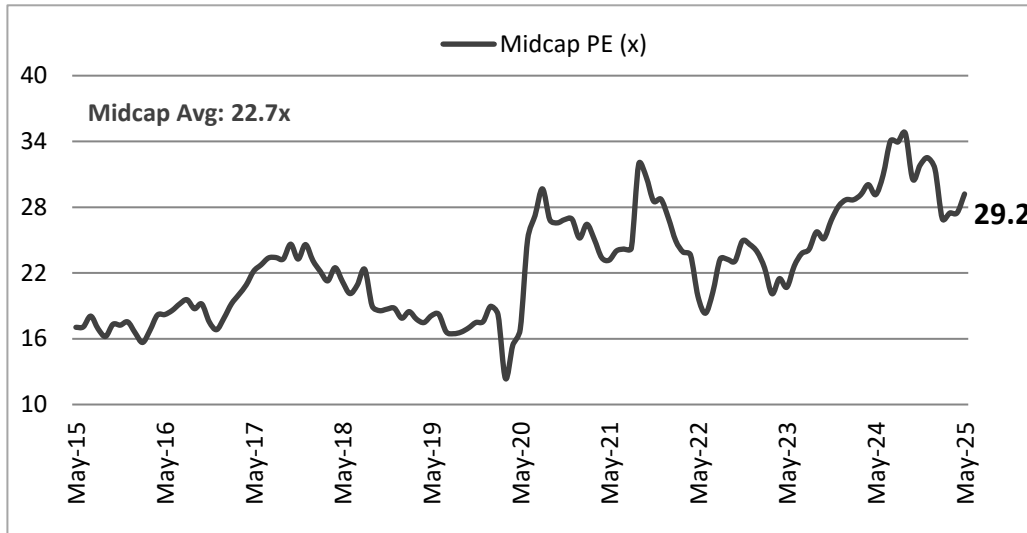
Source: MOSL, Bloomberg, Nifty50 PE/ROE. Latest available data as at May '25,. Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

SMID valuations continue to remain above averages

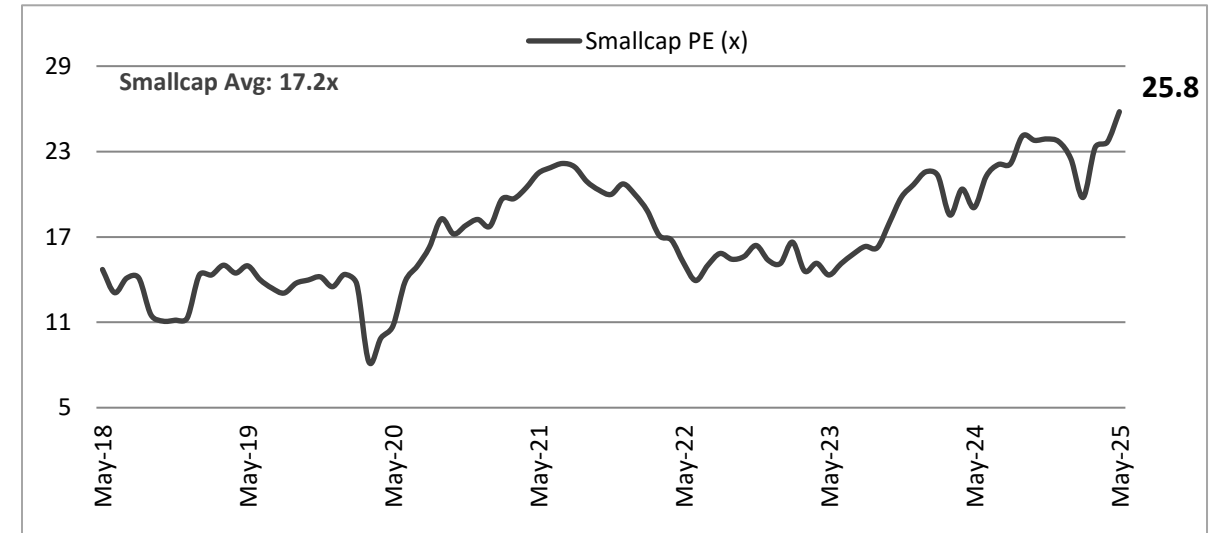
27

- ◆ Mid cap valuations have corrected from peak, however, remain above average. The high valuations are backed by strong double-digit YoY earnings growth for the Index
- ◆ Small caps valuations also stay above averages

NIFTY MIDCAP 100 INDEX Forward P/E valuations



NIFTY SMALLCAP 100 INDEX Forward P/E valuations

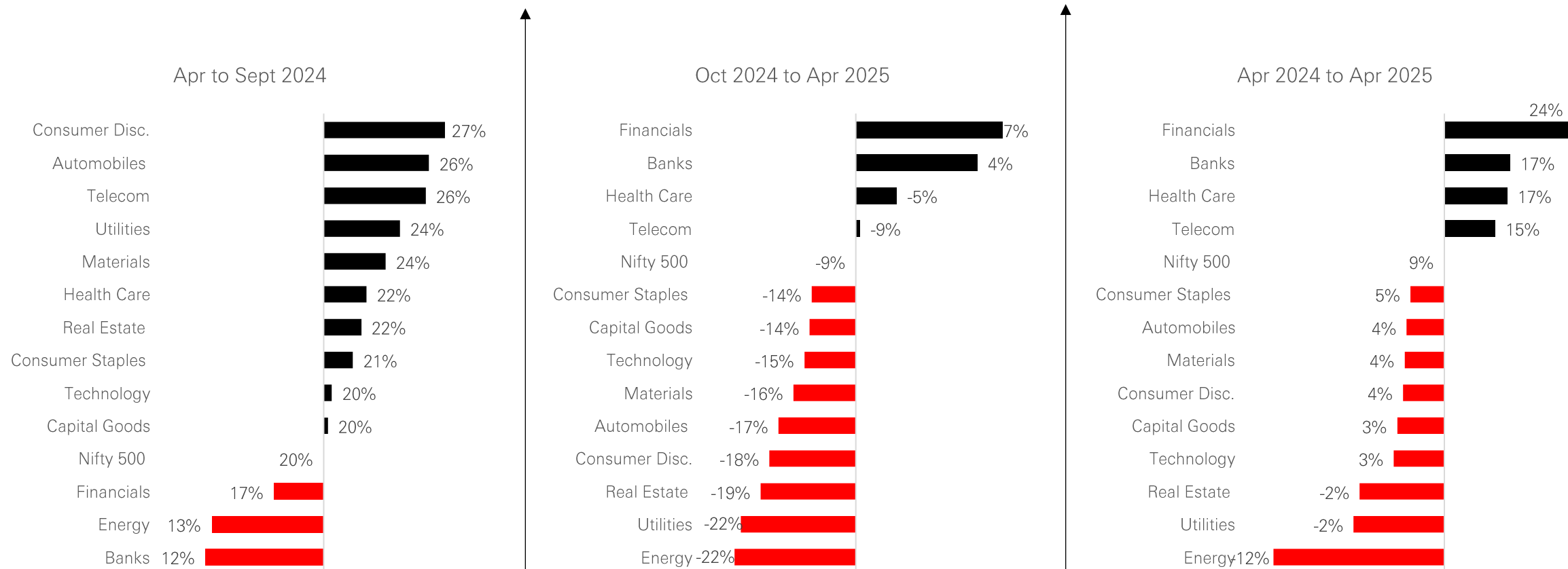


Source: MOSL, Bloomberg. Latest available data as at May '25, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

A tale of 2 halves – Sector rotation in play

28

- Telecom, Healthcare and Energy the possible outlier sectors in the past year or so
- The former two sectors outperformed in both halves, while Energy underperformed across time periods



Source: Bloomberg. Latest available data as at May '25,, Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

Moderation in growth (Earnings revision) + risk aversion played out. Factors that led to this could be reversing

29



Source: Bloomberg. Latest available data as at May '25,. Past performance may or may not be sustained in the future and is not indicative of future results. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

See
opportunity

HSBC Small Cap Fund

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

where
others don't.

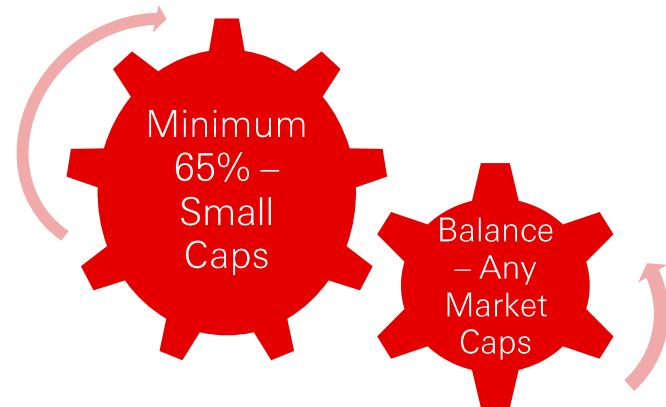


Small Cap Universe

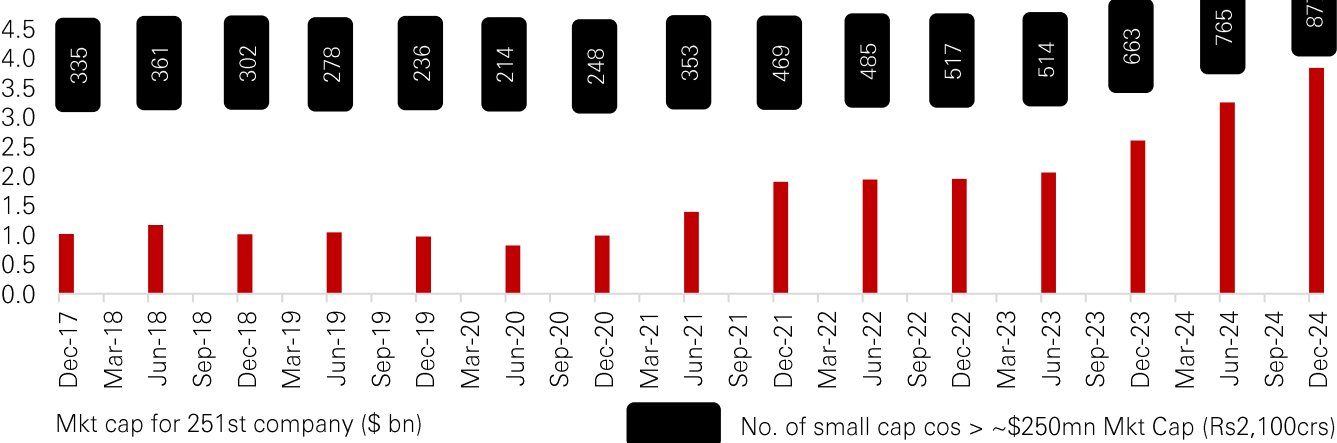
Higher breadth of opportunities – Potential for alpha generation

Market Cap Segment	Number of Companies	Market Cap Range (\$)#	Market Cap Range (Rs)	% of total market cap
◆ Large Caps	1st 100 companies	\$11.7bn & above	Rs. 100,119 Cr & above	61%
◆ Mid Caps	Next 150 companies	\$3.9bn to \$11.6bn	Rs. 33,221 Cr to Rs. 99,489 Cr	19%
◆ Small Caps	251st onwards 4850 companies approx.	Below \$3.8bn	Below Rs. 32,799 Cr	20%

What is Small Cap Fund?



Small cap Market cap universe – The journey



Source: Large-caps are represented by the top 100 stocks on full market capitalisation basis & Mid caps are represented by the next 150 stocks based on full market capitalisation and Small Cap stocks beyond 250th stock based on full market capitalisation basis as per AMFI list. *AMFI – Data ending December 2024. # Conversion used at INR / Rs 85.5 for \$1

Why Small Cap stocks?

Key features of Small Cap stocks



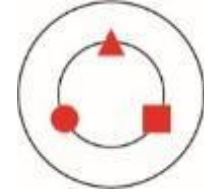
**Can be
Multi-baggers
Of tomorrow**



**Potential
access to
growth
opportunity**



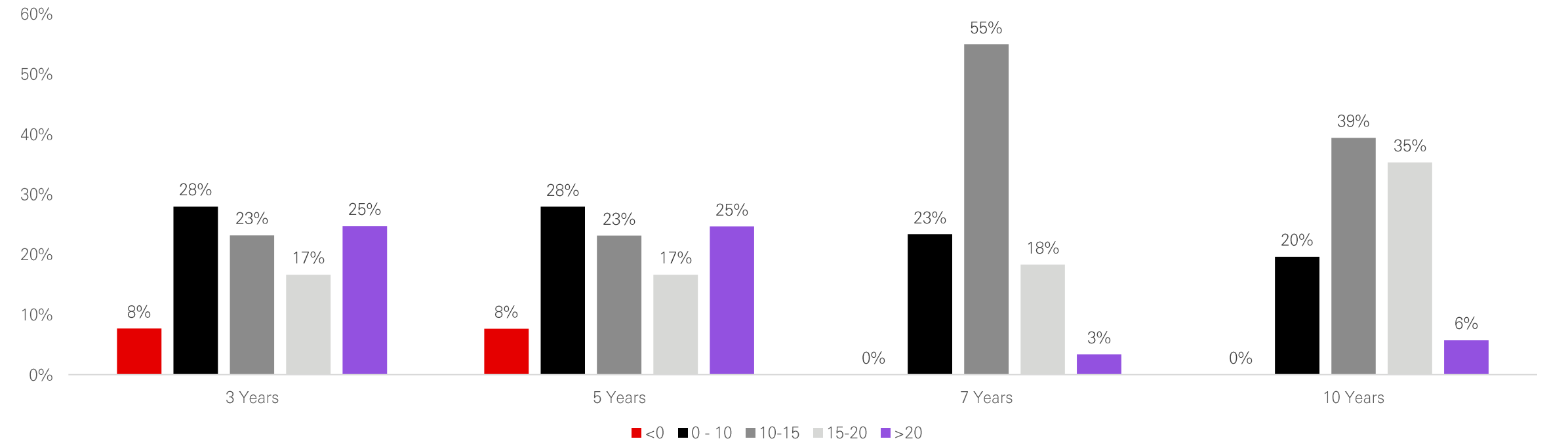
**Under-
researched
and under-
owned**



**Diversity
and alpha
potential**

Past performance may or may not be sustained in the future and is not indicative of future results.

Return distribution of Small cap funds



Small Cap stocks may offer more probability of delivering long term alpha

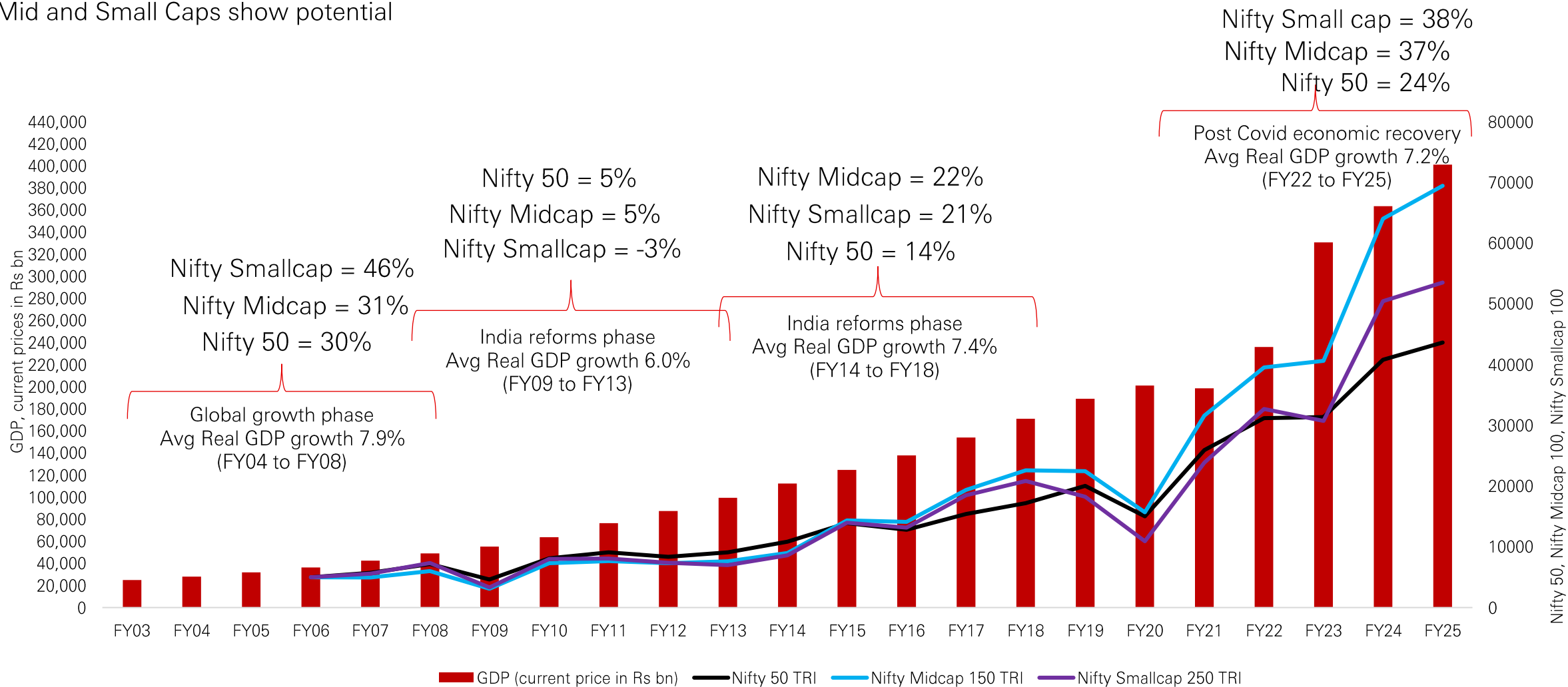
Source: NSE, CRISIL, Data as on 31 May 2025, Small Cap Funds are represented by Nifty Smallcap 250 TRI index, Return distribution is based on a daily rolling returns of period between: 31 Mar 2005 – 31 May 2025. Percentage indicates number of observations for the respective rolling periods. Past performance may or may not be sustained in the future and is not indicative of future results.

When economic cycle gathers pace

Potential access to growth opportunity



Mid and Small Caps show potential

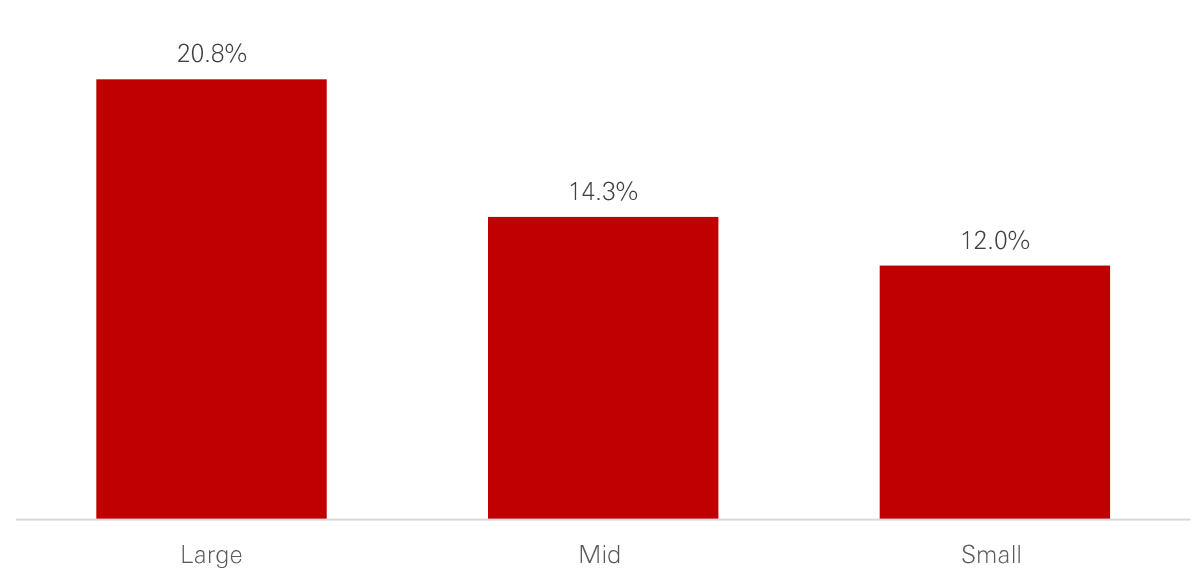


Source – Economic Survey of India, UBS, Data as at May 2025, All TRI Indices value rebased to 5000, Nifty Midcap 100, Nifty Smallcap 100, Nifty50 index

CAGR for (1) 31 Mar '04 to 31 Mar '08, (2) 31 Mar '08 to 31 Mar '13, (3) 31 Mar '13 to 31 Mar '18 and (4) 31 Mar '20 to 31 May '25 Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Capture businesses at their early stage

FII holding (%)



Small Caps – Under researched

Index	Average Analyst Research Coverage
Nifty 100 Index	30
Nifty Midcap 150 Index	18
Nifty Smallcap 250 Index	9

Aim to invest in undervalued, under-owned, & under researched segments having potential to deliver performance in the long run

FII holding data as on March 31 2025, Analyst coverage data as on 31 May 2025, Source – Bloomberg, Prowess CMIE, IIFL Research, HSBC Mutual Fund
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SMID space offers opportunities across diverse sectors

Diversity and alpha potential



Invest across market caps and segments to explore breadth of businesses

Industry	Large Cap	Mid Cap	Small Cap
Financial Services	8%	16%	17%
Banks	27%	7%	3%
Information Technology	10%	7%	7%
Energy	9%	3%	1%
Automobile and Auto Components	7%	6%	3%
Fast Moving Consumer Goods	8%	4%	5%
Telecommunication	4%	3%	1%
Healthcare	4%	11%	13%
Materials	7%	13%	15%
Power	4%	3%	3%
Consumer Durables & Apparels	1%	3%	4%
Real Estate	1%	3%	2%
Capital Goods	6%	16%	17%

Diverse and niche set of companies have come with IPOs recently indicating breadth of market, especially in mid and small caps

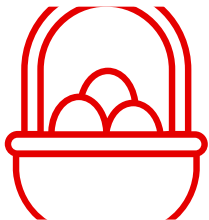
Courier services Premium watch retail player Pediatric hospital chain
 Distributor of healthcare products **Airport management services** Auto dealers
 Air drone manufacturer School & office stationery brand Insurance third-party administrator
 Luxury furniture manufacturer and retailer **Citizen-centric and population scale e-governance solutions** Online travel agency
 Business expense management platform ODM of room air-conditioners

Percentage weights represent the weights of the Industry in the specific Index. Large Caps is represented by Nifty 100 Index; Mid Caps by Nifty Midcap 150 Index and Small Caps by Nifty Small Cap 250 Index, 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. Past performance may or may not be sustained in future and is not a guarantee of any future returns. Latest available data as on 31 May 2025. Source: Bloomberg, Ace Equities, HSBC Mutual Fund. IPOs from Jan 2022 to March 2024 have been screened for above analysis.

Fund snapshot and portfolio construct

HSBC Small Cap Fund

Fund Category	Fund Manager	Benchmark ¹	Inception Date	AUM ^{&}
Small Cap Fund	Venugopal Manghat, Cheenu Gupta and Sonal Gupta [#]	NIFTY Small Cap 250 TRI	12 May 2014	Rs. 17,237.34 Cr



Well diversified
portfolio with wide
representation of
sectors



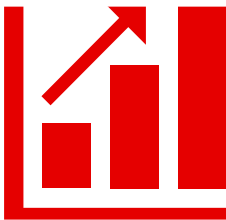
Follows bottom-up
stock selection



Benchmark aware
but an active
portfolio



Pre-dominantly
growth oriented but
focus is on buying at
reasonable price



Sizing of bets is based
on conviction and
opportunity



Exposure to other stocks than
small cap stocks in the portfolio to
aim to maintain stability

¹ 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. [#] Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual, Fund. Source - HSBC Mutual Fund, Data as on 31 Oct 2024. AUM in USD - # Conversion used at INR / Rs 84.5 for \$1

[&]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>.

Stock selection is extremely critical in this segment

Though smaller companies have the potential to grow at a higher rate, not all smaller companies would grow to become mid or large cap over time.

The key is to identify companies with

Scalable
opportunities

Competent
management /
promoters

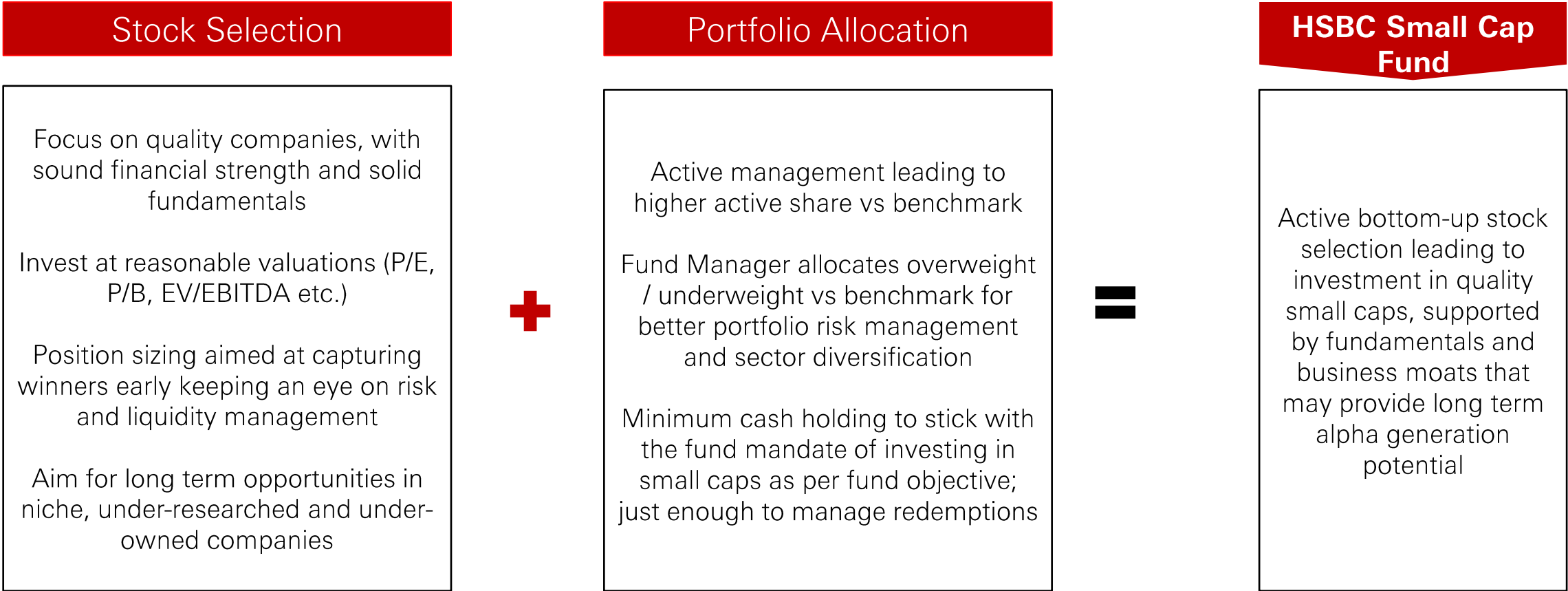
Strong corporate
governance
practices

Balance sheet
strength

Moats

**Such businesses when bought at reasonable valuations could offer
upside potential over the medium to long term**

HSBC Small Cap Fund



Quality Small Cap stocks may provide long term alpha generation opportunities

Source – HSBC Mutual Fund. Note - Large-caps are represented by the top 100 stocks on full market capitalisation basis & Mid caps are represented by the next 150 stocks based on full market capitalisation and Small Cap are represented by 251st company onwards based on full market capitalisation basis. Past performance may or may not be sustained in future and is not a guarantee of any future returns. Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

HSBC Small Cap Fund

Bottom up

- Our investing approach for HSBC Small Cap Fund is largely bottom-up in nature, given that each stock or business needs to be evaluated and could have individual strengths. Hence, at a broad level, sector weights are a result of the opportunities available on a bottom-up basis.

Aim to take advantage from focused trends

- The increased focus on domestic manufacturing is an important trend for the small cap universe as many sectors and stocks within this theme are yet small. Further, as the country grows, formalization of economy increases and income levels rise, sectors like Consumer Discretionary, Real Estate and Capital Markets will see strong growth and returns. Our fund is positioned to take advantage of these trends with overweight positions in Consumer Discretionary, Industrials and Real Estate.

Equalweight and Underweight

- On the other hand, sectors like Banks & Utilities are more mature in nature with large companies dominating with high market share. We are underweight these sectors. Our approach in Healthcare is more bottom-up and comprise of companies that fit the domestic manufacturing theme. We are equal weight in Consumer Staples.

Style

- On a style basis, the portfolio is tilted towards growth with the Indian economy expected to deliver strong growth over the coming years.

Performance

- HSBC Small Cap Fund continues to outperform with a 20% CAGR vs benchmark at 18.3% returns since inception*.

Fund approach

- 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.
- HSBC Small Cap Fund needs to have more than two-third allocation to small caps as a regulatory requirement.
- Smaller companies have been found to do well in expanding economic cycles or when economic growth rates are rising, leading to higher earnings growth rates.
- As India is a fast-growing economy, growth would be one of the key styles while investing in the HSBC Small Cap Fund.
- HSBC Small Cap Fund portfolio is broadly aligned to the four key India growth themes (Infrastructure & Real Estate, Manufacturing, Consumption and Financialization of savings).

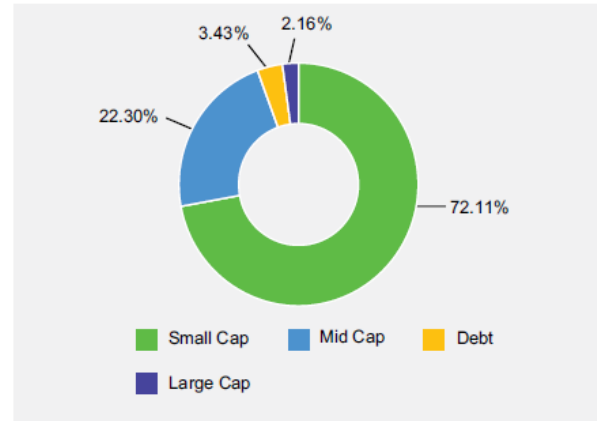
Data as on 31 May 2025, Source - HSBC Mutual Fund, Scheme Benchmark-Nifty Smallcap 250 TRI; *Fund inception date- 12 May 2014, Note : Views provided above are based on information available in public domain at this moment and subject to change. Investors should not consider the same as investment advice. Please consult your financial advisor for any investment decision. 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).

HSBC Small Cap Fund

Portfolio	% to net assets
Aditya Birla Real Estate Limited	2.16%
Techno Electric & Engineering Company Limited	2.12%
KPR Mill Limited	2.08%
Nippon Life India Asset Management Limited	2.05%
Multi Commodity Exchange of India Limited	1.97%
Federal Bank Limited	1.96%
Jyoti CNC Automation Limited	1.87%
PNB Housing Finance Limited	1.67%
Neuland Laboratories Limited	1.66%
Karur Vysya Bank Limited	1.64%

Industry - Allocation	% to net assets
Industrial Products	13.77%
Capital Markets	8.63%
Consumer Durables	7.61%
Construction	6.66%
Pharmaceuticals & Biotechnology	5.94%
Finance	5.58%
Textiles & Apparels	5.02%
Auto Components	4.47%
Industrial Manufacturing	4.11%
Realty	3.78%

Market Cap Split



Quantitative Parameters*

Standard Deviation	18.41%
Beta	0.86
Sharpe Ratio	0.93
No. of stocks	100

Why HSBC Small Cap Fund?

- HSBC Small Cap Fund invests in smaller size businesses in their early stage of development
- Small cap stocks aim to have a potential for growth in the long run
- These businesses may have better revenue and profit growth potential as compared to broader market.
- The fund seek an exposure in small cap segment stocks for alpha generating opportunities in long run
- Follows bottom-up stock selection using our proven investment approach
- At least 65% exposure to small cap companies that comprises of companies from 251st onwards in terms of full market capitalization
- Aims to invest in undervalued, under-owned, and under researched segments that may deliver in long run

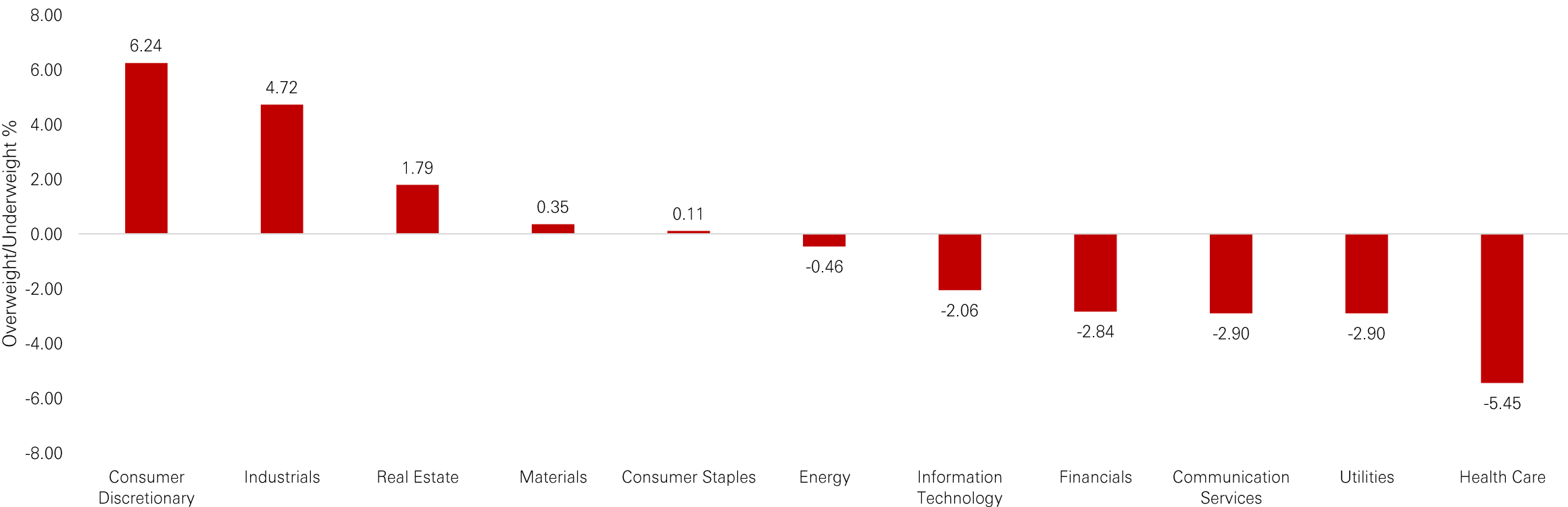
Source: Bloomberg (Sectors as per GICS). HSBC Mutual Fund, Data as of 31 May 2025. Past performance may or may not be sustained in the future and is not indicative of future results.

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Sectoral allocation vs benchmark

- Fund’s Active Share vs Benchmark at 75%
- Shows the active nature of the fund and not a benchmark hugging strategy

Relative Weight (%)



Source: Bloomberg (Sectors as per GICS). HSBC Mutual Fund internal calculations; Data as on 31 May 2025, Benchmark – Nifty Small Cap 250 TRI; Fund has invested 3.43% of AUM in cash including TREPS.
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Small cap rolling returns analysis

43

5 Year Rolling Returns (Daily rolling)

CAGR Returns%	HSBC Small Cap Fund	NSE Small Cap 250 TRI
<0	0.13%	4.36%
0 to 10	14.08%	39.87%
10 to 20	55.09%	28.66%
20 to 30	19.57%	16.11%
>30	11.13%	11.01%
% times more than 10% CAGR	85.79%	55.78%

7 Year Rolling Returns (Daily rolling)

CAGR Returns%	HSBC Small Cap Fund	NSE Small Cap 250 TRI
<10	0.00%	0.00%
10 to 15	4.80%	69.54%
15 to 20	84.28%	30.46%
>20	10.91%	0.00%
% times more than 15% CAGR	95.19%	30.46%

- HSBC Small Cap Fund has generated higher Average performance on 5 and 7 year rolling returns versus the benchmark (Nifty Small Cap 250 TRI).
- In the 5 year rolling period, the fund has generated more than 20% returns substantially greater number of times than the comparable benchmark and generated better outcome for the investors than benchmark.
- During 7 year rolling period, the fund's outperformance has been magnificent with it beating the benchmark by generating returns greater than 15% around 95% of the times vs 30% of the times of that of the benchmark.

Data as on 30 May 2025, Source – ACE MF. Return period for 5 year rolling returns and 7 year rolling period is from May 2014 – May 2025

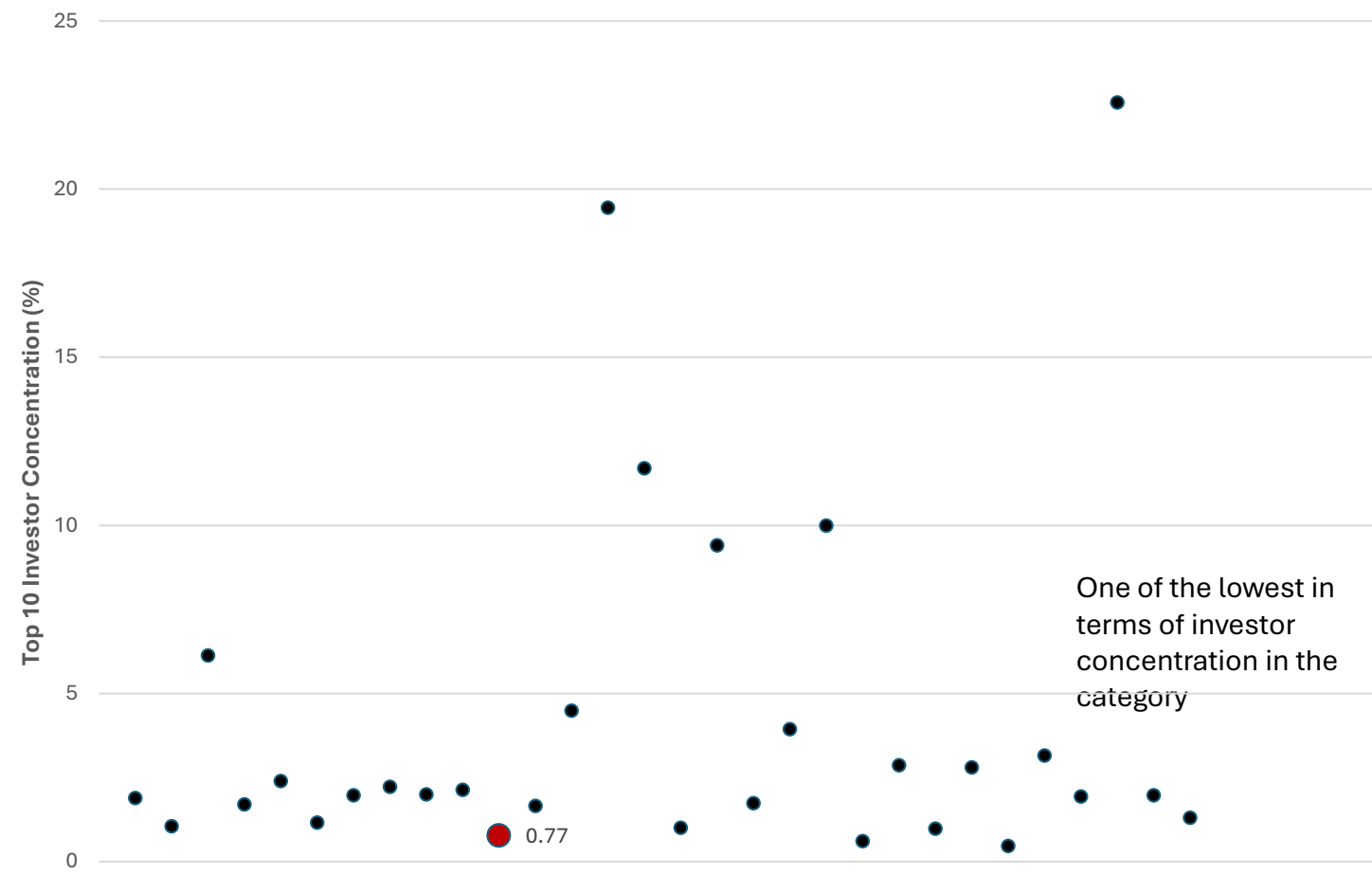
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Liquidity Management – HSBC Small Cap Fund

Stress test as per SEBI methodology

- Maintaining portfolio’s liquidity to withstand market volatility and redemption pressures.
- Top 10 investors hold only 0.77% of the assets reflecting very low concentration.
- Impact of Top 10 investors redeeming at once will be negligible indicating better liability side risk management.

Scheme Name	Liquidation in days	
	50% portfolio	25% portfolio
HSBC Small Cap Fund	10	5
Category Average	16	8



Data as on May 2025; *Pro-rata liquidation after removing bottom 20% of portfolio based on scrip liquidity (considering 10% PV with 3x volumes)

Performance

Fund Manager - Venugopal Manghat Effective 17 Dec 2019. Total Schemes Managed – 4; Fund Manager - Fund Manager - Sonal Gupta Effective 05 Jul 2021. Total Schemes Managed - 24

Lump Sum Investment Performance									Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
ISBC Small Cap Fund-Regular Plan~~	10401	4.03	18795	23.41	48016	36.81	75085	20.00	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10836	8.39	19836	25.65	49420	37.60	63863	18.26	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	15432	15.56	27380	22.29	40432	13.47	
ISBC Small Cap Fund-Direct Plan~~	10508	5.09	19401	24.72	50803	38.36	82328	21.00	12-May-14
Scheme Benchmark (NIFTY Small Cap 250 TRI)	10836	8.39	19836	25.65	49420	37.60	63863	18.26	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	15432	15.56	27380	22.29	40432	13.47	

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 May 2025 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 10

Source: HSBC Mutual Fund

Performance

SIP Performance - HSBC Small Cap Fund – Regular Plan					Inception Date: 12-May-14
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	1320000	
Market Value as on May 30, 2025 (₹)	1,18,188	4,75,132	11,08,265	40,67,652	
Scheme Returns (%)	-2.82	18.93	24.85	19.23	
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,21,847	5,06,942	11,29,104	38,23,821	
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	2.90	23.61	25.63	18.20	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	4,47,334	8,83,839	29,95,819	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.67	15.51	14.15	
SIP Performance - HSBC Small Cap Fund – Direct Plan					Inception Date: 12-May-14
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	1320000	
Market Value as on May 30, 2025 (₹)	1,18,815	4,83,662	11,47,695	43,11,791	
Scheme Returns (%)	-1.85	20.21	26.31	20.19	
NIFTY Small Cap 250 TRI - Scheme Benchmark (₹)	1,21,847	5,06,942	11,29,104	38,23,821	
NIFTY Small Cap 250 TRI - Scheme Benchmark Returns (%)	2.90	23.61	25.63	18.20	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	4,47,334	8,83,839	29,95,819	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.67	15.51	14.15	

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.

Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.

Source: HSBC Mutual Fund, data as on 31 May 2025

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

Source: HSBC Mutual Fund

Invest in the early signs

HSBC Midcap Fund

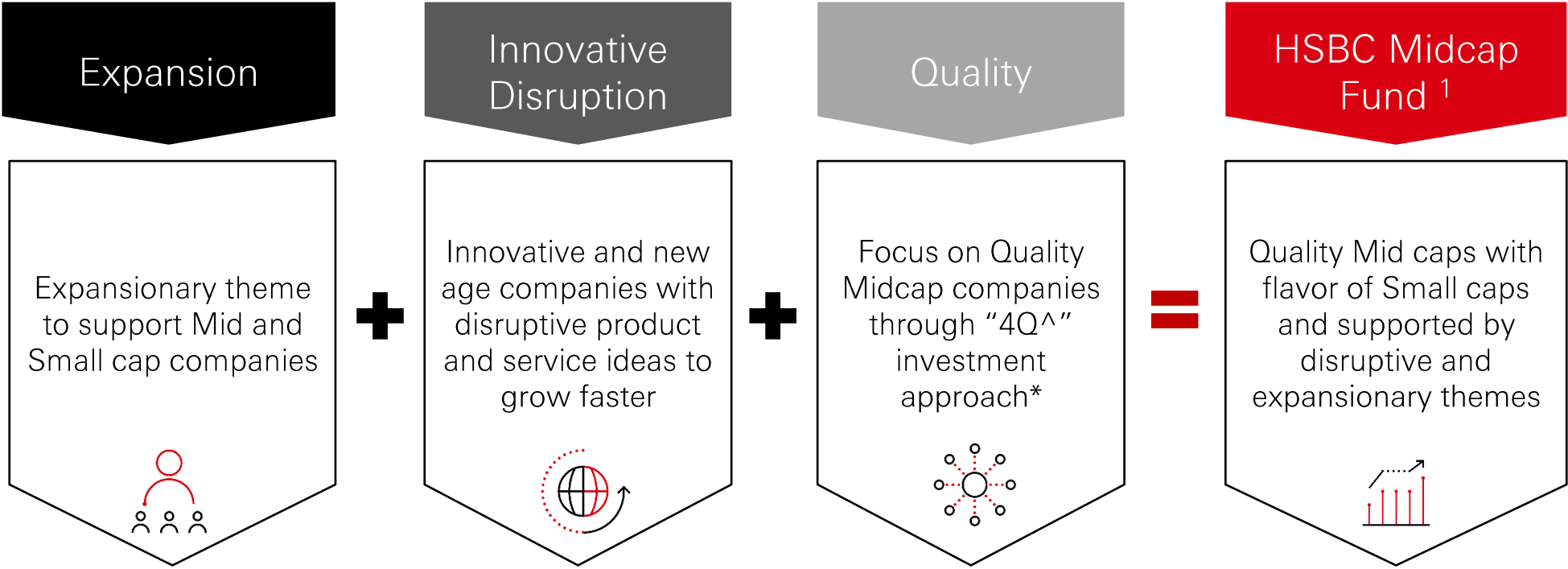
(An open ended equity scheme predominantly investing in mid cap stocks)

Product Deck | Apr 2025



Quality Mid caps with flavor of Small caps^

Focus on Quality Mid caps with flavor of Small caps^



Focus on Quality can lead HSBC Midcap Fund (HMIF) to generate alpha over long run

Source – HSBC Mutual Fund, For illustration purpose only., ^4Q approach – refer to 4Q approach slide for details

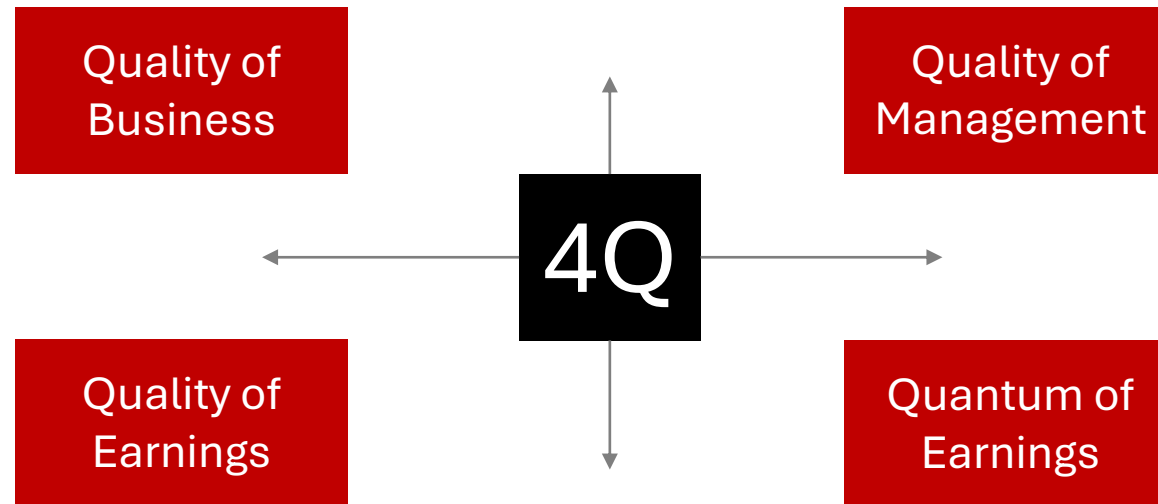
1. An open ended equity scheme predominantly investing in mid cap stocks

* The scheme has a flexibility to invest anywhere between 65% to 100% in mid cap stocks and upto 35% in stocks other than mid cap stocks i.e. small and large cap stocks and debt & money market instruments. Also, the scheme has a provision to invest upto 10% in Units issued by REITs and InvITs. The above view/strategy is as per current view of the investment team and this is subject to change without any notice. Refer to SID for more details. The above information is for illustrative purposes only. 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). Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Investment approach: Focus on Quality and Quantum

49

Midcaps are good but Midcaps with Quality & Quantum are better



4Q Investment approach

1. **Quality of Business:** Scalability of business, Competitive Advantage, Market Share, Longevity, Pricing power, Brand strength
2. **Quality of Management:** Track record, Corporate governance, Promoter background, Capital allocation
3. **Quality of Earnings:** Consistency in earnings, Capital intensity, Cashflow
4. **Quantum of Earning:** Strong growth in earnings

4Q to support HMIF's investment journey while identifying investment opportunities and avoiding mistakes

Source – HSBC Mutual Fund, The above information is for illustrative purposes only. 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). Past performance may or may not be sustained in future and is not a guarantee of any future returns.

Why HSBC Midcap Fund?

- To seek an exposure in mid cap segment stocks which may have alpha generating opportunities in long run
- A bottom up approach with top down view to identify investment opportunities across Mid and Small Caps
- The fund manager actively looks out to identify opportunities in the midcap space arising out of macroeconomic dynamics, new reforms and policies, etc.
- The fund follows robust risk management practice to manage and mitigate risks, especially the ones specific to midcap segment of the market

Portfolio and sectoral positioning

Portfolio	% to net assets	Industry - Allocation	% to net assets
BSE Limited	4.65%	Capital Markets	10.78%
Max Healthcare Institute Limited	4.27%	Consumer Durables	10.48%
Dixon Technologies (India) Limited	3.90%	Electrical Equipment	9.95%
ETERNAL Limited	3.66%	Retailing	8.94%
Jubilant Foodworks Limited	3.57%	Pharmaceuticals & Biotechnology	7.65%
GE Vernova T&D India Limited	3.50%	IT - Software	5.40%
Trent Limited	3.35%	Leisure Services	4.95%
Nippon Life India Asset Management Limited	3.35%	Healthcare Services	4.78%
Godfrey Phillips India Limited	2.84%	Finance	4.70%
Persistent Systems Limited	2.82%	Industrial Manufacturing	3.55%

Quantitative Parameters*

Standard Deviation	17.34%
Beta	0.91
Sharpe Ratio	1.03
No. of stocks	81

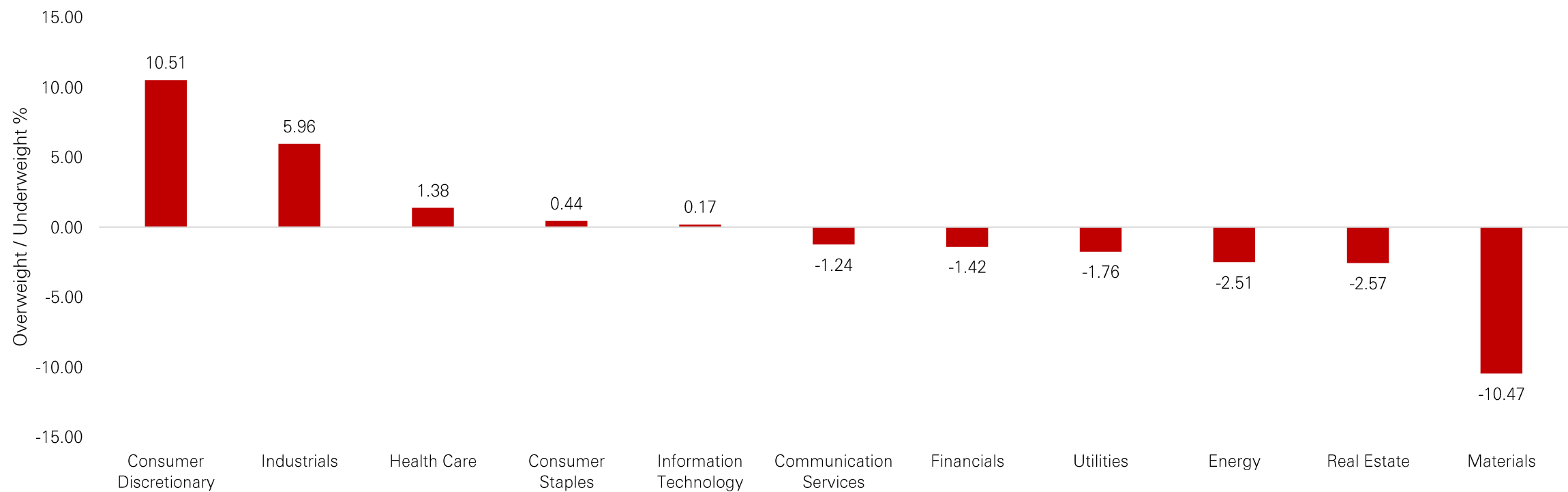
Source – HSBC Mutual Fund, Data as on 31 May '25, The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s). Past performance may or may not be sustained in future and is not a guarantee of any future returns. * Quantitative Data disclosed are as per monthly returns (Annualized) for the last 3 years. Risk free rate: 5.86% (FIMMDA-NSE Mibor) Refer to the Fund's website, www.assetmanagement.hsbc.co.in for monthly portfolio disclosures.

Fund Approach

- The fund manager actively looks out to identify opportunities in the midcap space arising out of macroeconomic dynamics, new reforms and policies, etc.
- No benchmark hugging with high active weights
- Blend style with bias towards growth
- Follows bottom-up stock selection with top-down view
- It follows robust risk management practice to manage and mitigate risks, especially the ones specific to midcap segment of the market for e.g. Liquidity
- Sizing of bets is based on conviction and opportunity
- Exposure to other stocks than mid cap stocks in the portfolio to aim to maintain stability

- **Fund’s Active Share vs Benchmark at 71%**
- **Shows the active nature of the fund and not a benchmark hugging strategy**

Relative Weight (%)



Source: Bloomberg (Sectors as per GICS). HSBC Mutual Fund internal calculations; Data as on 31 May 2025, Benchmark – Nifty Mid Cap 150 TRI; Fund has invested 1.48% of AUM in cash including TREPS.
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).

Mid cap rolling returns analysis

52

5 Year Rolling Returns (Daily rolling)

CAGR Returns%	HSBC Mid Cap Fund	NSE Mid Cap 150 TRI
<0	0.43%	0.96%
0-10	26.63%	20.76%
10-15	14.95%	25.10%
15-20	28.26%	20.52%
20-25	12.38%	23.41%
25+	17.36%	9.24%
% times more than 15% CAGR	58.00%	53.17%

7 Year Rolling Returns (Daily rolling)

CAGR Returns%	HSBC Mid Cap Fund	NSE Mid Cap 150 TRI
<0	0.00%	0.00%
0-10	8.93%	13.91%
10-15	33.14%	24.12%
15-20	40.70%	51.61%
20-25	13.47%	9.46%
25+	3.77%	0.90%
% times more than 20% CAGR	17.24%	10.36%

Key Insights

- HSBC Mid Cap Fund has outperformed the benchmark by yielding greater number of returns in the 15-20% and above 25% range in the 5 year rolling period
- Fund has yielded 7 year rolling returns of more than 20% about 17% of the time in comparison to the benchmark

Source – Data as on 30 May 2025, ACE MF. Return period for 7 year rolling period is as of April 2005 to May 2025, and for 5 year rolling period is as of August 2004 to May 2025

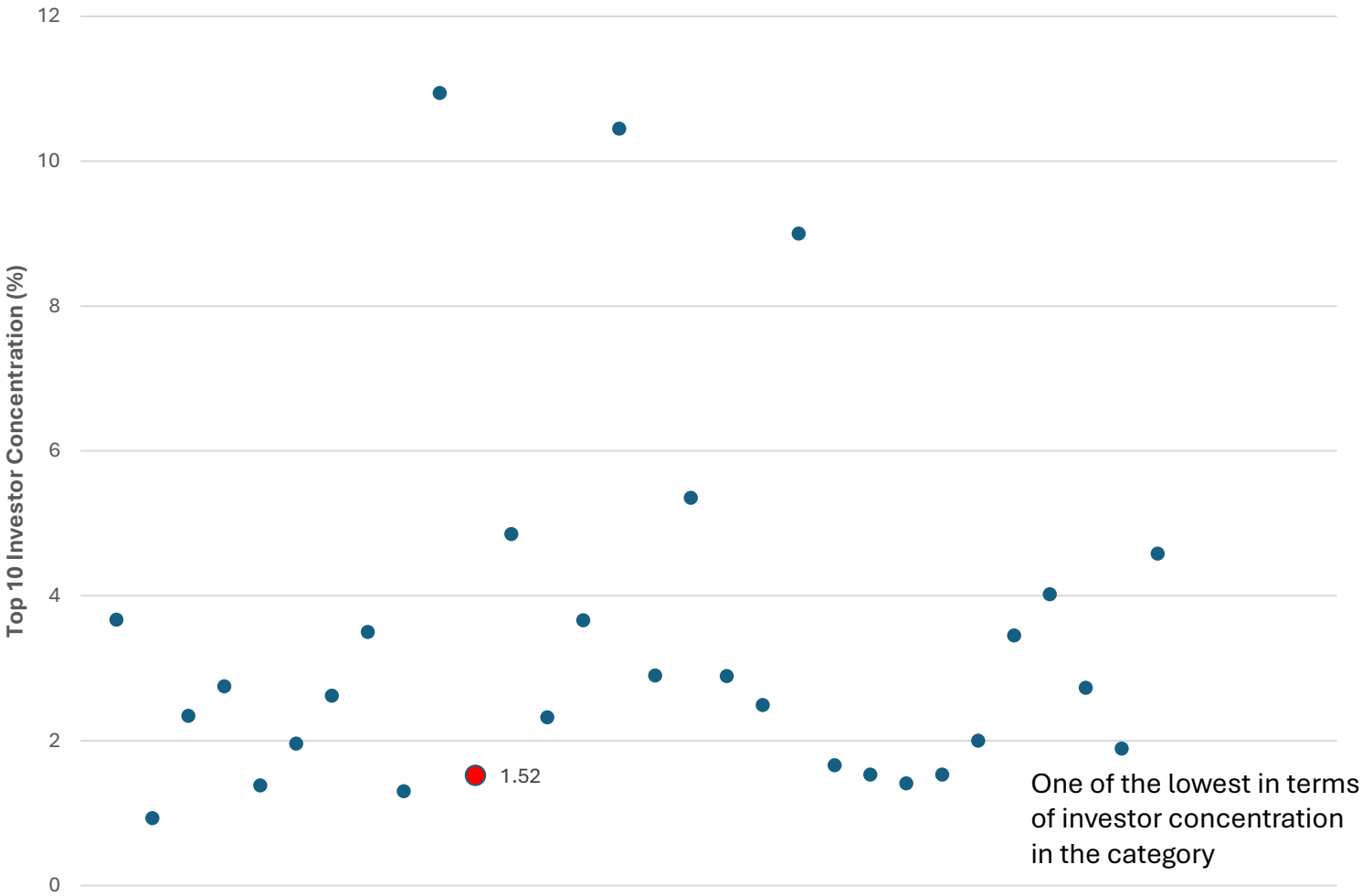
Note: The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s). Note - Please refer scheme performance in SEBI prescribed format on page number 54 - 55 for more details in on performance.

Liquidity Management – HSBC Mid Cap Fund

Stress test as per SEBI methodology

- Maintaining portfolio’s liquidity to withstand market volatility and redemption pressures.
- Top 10 investors hold only 1.52% of the assets reflecting very low concentration.
- Impact of Top 10 investors redeeming at once will be negligible indicating better liability side risk management.

Scheme Name	Liquidation in days	
	50% portfolio	25% portfolio
HSBC Mid Cap Fund	5	3
Category Average	7	4



Data as on May 2025; *Pro-rata liquidation after removing bottom 20% of portfolio based on scrip liquidity (considering 10% PV with 3x volumes)

Performance

Fund Manager - Cheenu Gupta Effective 26 Nov 2022. Total Schemes Managed - 5; Fund Manager - Sonal Gupta Effective 26 Nov 2022. Total Schemes Managed - 24

Lump Sum Investment Performance									Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Midcap Fund-Regular ^{8~~}	10890	8.93	19395	24.71	33564	27.37	371554	18.96	09-Aug-04
Scheme Benchmark (NIFTY Midcap 150 TRI)	11001	10.04	20298	26.62	43393	34.07	NA	NA	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	15432	15.56	27380	22.29	195567	15.35	
HSBC Midcap Fund-Direct ^{8~~}	11005	10.08	20113	26.23	35684	28.94	98427	20.22	01-Jan-13
Scheme Benchmark (NIFTY Midcap 150 TRI)	11001	10.04	20298	26.62	43393	34.07	88458	19.19	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	15432	15.56	27380	22.29	48325	13.53	

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 May 2025 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 10 ⁸**HSBC Midcap Fund:** The launch date of the Nifty Midcap 150 TRI is Apr 01, 2005 whereas the inception date of the scheme is Aug 09, 2004. The corresponding benchmark returns since inception of the scheme not available. (Methodology Document for Equity Indices (niftyindices.com))

Source: HSBC Mutual Fund



Performance

SIP Performance - HSBC Midcap Fund - Regular					Inception Date: 09-Aug-04
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	2490000	
Market Value as on May 30, 2025 (₹)	1,21,773	5,08,375	10,40,164	1,99,09,911	
Scheme Returns (%)	2.79	23.82	22.21	17.26	
NIFTY Midcap 150 TRI - Scheme Benchmark (₹)	1,24,459	5,11,838	11,23,598	1,91,58,702	
NIFTY Midcap 150 TRI - Scheme Benchmark Returns (%)	7.05	24.32	25.42	17.72	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	4,47,334	8,83,839	1,19,54,233	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.67	15.51	13.32	
SIP Performance - HSBC Midcap Fund - Direct					Inception Date: 01-Jan-13
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	1480000	
Market Value as on May 30, 2025 (₹)	1,22,441	5,17,996	10,78,241	55,14,870	
Scheme Returns (%)	3.84	25.19	23.70	19.73	
NIFTY Midcap 150 TRI - Scheme Benchmark (₹)	1,24,459	5,11,838	11,23,598	58,34,006	
NIFTY Midcap 150 TRI - Scheme Benchmark Returns (%)	7.05	24.32	25.42	20.54	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	4,47,334	8,83,839	37,52,398	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.67	15.51	14.15	

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.
Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.
Source: HSBC Mutual Fund, data as on 31 May 2025
[Click here](#) to check other funds performance managed by the Fund Manager

Source: HSBC Mutual Fund



Play
any symphony.

HSBC Flexi Cap Fund



Your way,
or all at once.

Equity scheme offers flexibility

EQUITY FUNDS – MINIMUM 65% INVESTMENT IN EQUITIES

MULTI CAP

ATLEAST
25% EACH IN
LARGE, MID
AND SMALL
CAPS

LARGE CAP

ATLEAST
80% IN
LARGE CAPS

LARGE & MID CAP

ATLEAST
35% IN
LARGE CAPS
AND 35% IN
MID CAPS

MID CAP

ATLEAST 65%
IN MID CAPS

SMALL CAP

ATLEAST 65%
IN SMALL
CAPS

FLEXI CAP

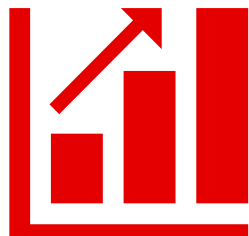
NO
CONSTRAINT

ACROSS
MARKET CAPS,
SECTORS,
STYLES

Why HSBC Flexi Cap Fund?



Large Caps - Well-researched Large Caps have visibility on earnings growth with proven business and track records.



Mid Caps - Subject to mis-pricing and relatively under-owned and may provide growth opportunities



Small Caps - Opportunities through unexplored and under-owned Small Cap businesses



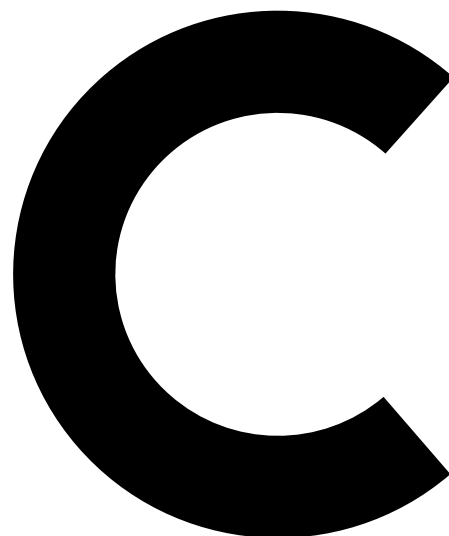
Flexi allocation strategy - Fund can go overweight on equity and within equity on certain market caps in a relatively favorable market cycle or invest in Debt Securities & Money Market instruments

Opportunity across sizes - LEAP

	Large Cap – Leader Top 100 companies	<ul style="list-style-type: none">•Well established businesses•Mature players with long track record•Higher liquidity•Stable earnings growth and less volatile
	Mid Cap – Emerging Aspirants 101st to 250th companies	<ul style="list-style-type: none">•Potential Large Caps•Proven track record with higher growth prospects•Comparatively higher volatility versus Large Caps•Potential valuation multiple re-rating candidates
	Small Cap - Pearls 251st company and beyond	<ul style="list-style-type: none">•Niche and emerging businesses•High potential for growth•Relatively more volatile and less liquidity•Higher research arbitrage

Source: HSBC Mutual Fund, 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).

Our 4C approach for HSBC Flexi Cap Fund



Company MOAT

- What factors makes this business model excel over its peers ?
- Is it Technical/innovation , Financial, lowest cost of production ?
- What is brand perception in the eyes of end user & CSAT.

Corporate Governance

- Good capital allocation practices judiciously evaluated
- Independence of Management/professional executives.
- Strong checks and balances to avoid conflict of interest.

Cash Flows

- Healthy operating & equity free cash flows
- Capital allocation decision based on ROCE & project-based IRR
- Healthy balance sheet & strong return ratios. (ROCE/ROIC>COC)

Comparative Valuations

- Using absolute & relative valuations on sectoral basis
- Different valuation matrix depending on sector, company life cycle.
- Understand nuances b/w static & dynamic value buildup.

HSBC Flexi Cap Fund (HFCF)

60

Fund snapshot

Fund Category	Fund Manager	Benchmark ¹	Inception Date	AUM ^{&}
Flexi Cap Fund	Abhishek Gupta, Sonal Gupta [#]	NIFTY 500 TRI	24 Feb 2004	Rs. 4,940.27 Cr

Why HSBC Flexi Cap Fund?

- To seek an exposure to any one or all across market capitalisations in the portfolio to get a value from opportunities in small, mid and or large cap segments
- Our philosophy of a Flexi Cap Fund is to run it like an all-weather portfolio, i.e., irrespective of market cycles, these investments aim to offer you risk-adjusted performance over long run.
- Aim to create a corpus by generating inflation-adjusted returns to cater to long-term goals

Fund approach

- Primarily has a bottom-up approach towards portfolio construction and relies on superior stock selection as a source for potential alpha generation.
- The fund follows aims to identify good quality and sustainable businesses, backed by strong and competent management, with tailwinds for potential earnings growth driven by demand-led volume growth in products, market share gains, margin accretion, financial deleveraging, etc.
- No major sector position and focus on stock selection for alpha
- Stock diversification brings risk mitigation

Investment Objective

- To seek long term capital growth through investments made dynamically across market capitalization (i.e., Large, Mid, and Small Caps). The investment could be in any one, two or all three types of market capitalization. The Scheme aims to predominantly invest in equity and equity related securities. However, in line with the asset allocation pattern of the Scheme, it could move its assets between equity and fixed income securities depending on its view on these markets. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

¹ 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. [&]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 on 31 May 2024.

Sector outlook

HSBC Flexi Cap Fund

Industry - Allocation	% to net assets
Banks	14.77%
IT - Software	10.24%
Finance	7.36%
Electrical Equipment	5.21%
Capital Markets	4.47%
Pharmaceuticals & Biotechnology	4.16%
Automobiles	3.84%
Retailing	3.58%
Auto Components	3.29%
Petroleum Products	3.22%

- A balance between cyclical & compounders is advisable rather than a heavy tilt towards either. The need to have a barbell structure of portfolio of stocks is felt even more.
- Stocks with time-tested high-quality managements.
- Fund also aims to benefit from multidecadal opportunity of financialisation of savings trend.

Source: HSBC Mutual Fund, Bloomberg, GICS sector classification, Data as on 31 May '25, 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).

Sector classification

HSBC Flexi Cap Fund

Sector	Port	Bench	+/-
Consumer Discretionary	14.07	10.84	3.23
Industrials	12.68	10.35	2.33
Information Technology	10.50	8.81	1.70
Real Estate	2.00	1.24	0.75
Health Care	6.17	6.45	-0.28
Materials	8.03	8.64	-0.60
Communication Services	3.27	3.91	-0.64
Consumer Staples	5.75	7.14	-1.39
Utilities	2.31	3.92	-1.60
Energy	4.72	7.42	-2.70
Financials	27.70	31.30	-3.59
Not Classified	2.80		2.80

Source: HSBC Mutual Fund, Bloomberg, GICS Sector and Industry classification, Data as on 31 May '25

The scheme may or may not have future positions in this sector. The above graphs/ analysis should not be construed as an investment advice or research report or recommendation to buy or sell in any sector mentioned above.

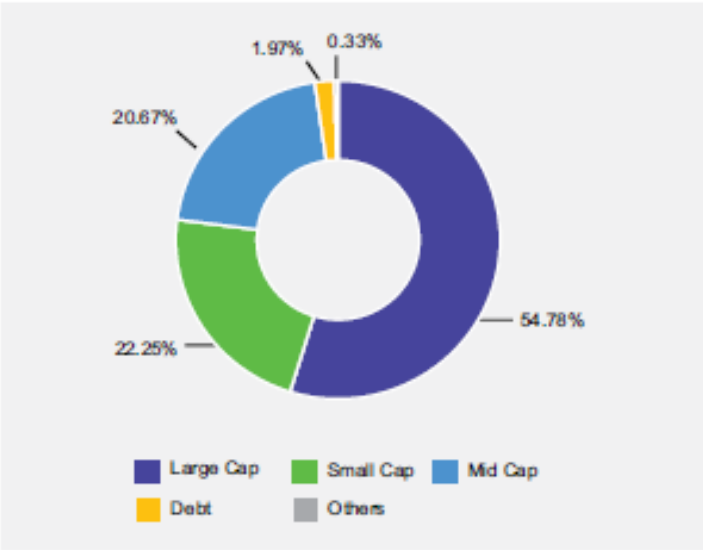
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Portfolio and Market cap allocation

HSBC Flexi Cap Fund

Portfolio	% to net assets
HDFC Bank Limited	5.26%
ICICI Bank Limited	4.74%
Reliance Industries Limited	3.22%
Bharti Airtel Limited	3.09%
Infosys Limited	2.93%
Coforge Limited	2.02%
PNB Housing Finance Limited	1.95%
Shriram Finance Limited	1.86%
Polycab India Limited	1.72%
State Bank of India	1.71%

Portfolio Classification By Market Segment Class (%)



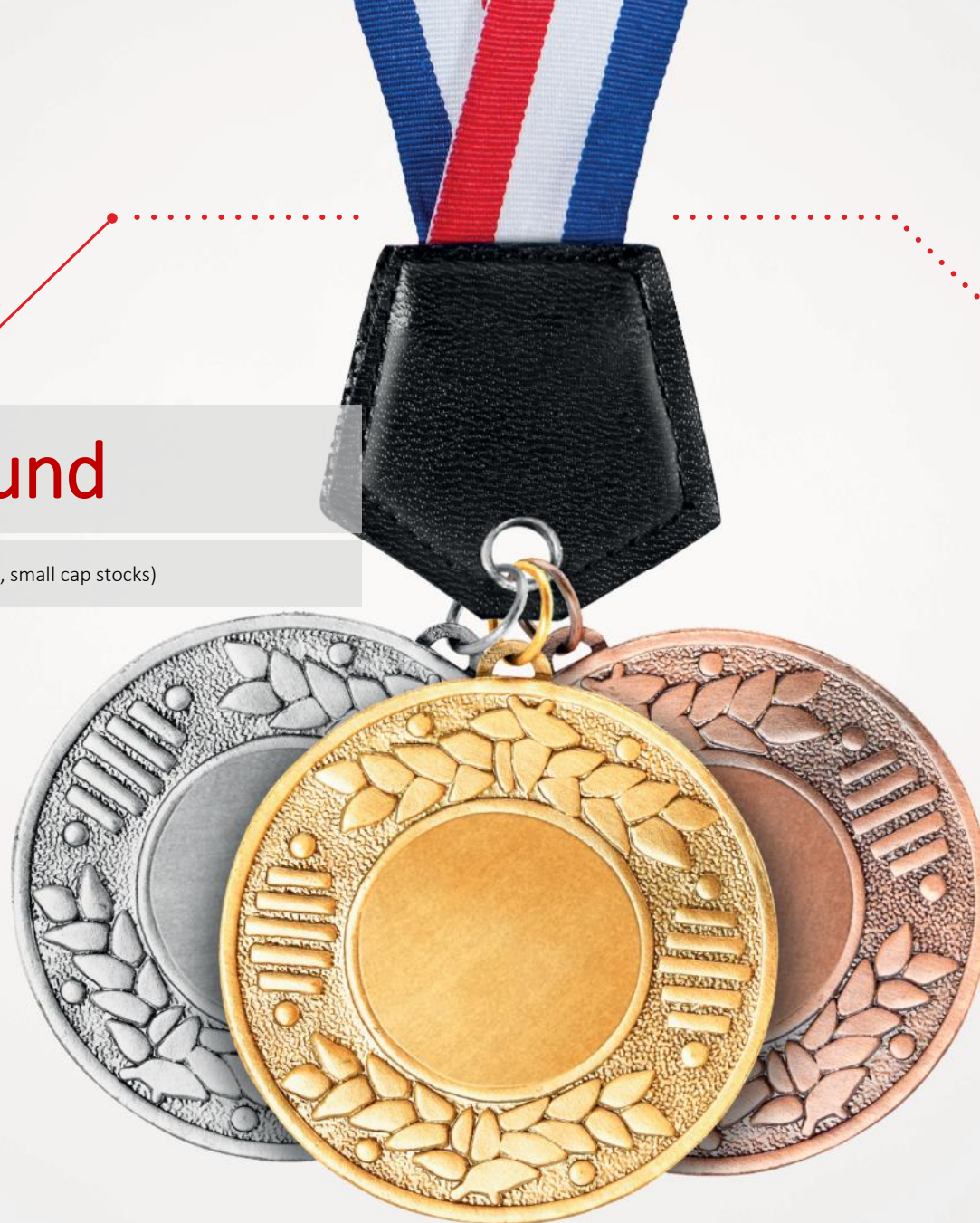
Source: HSBC Mutual Fund, Bloomberg, Data as on 31 May '25, **Note:** The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s).

Why stop at one

HSBC Multi Cap Fund

(An open ended equity scheme investing across large cap, mid cap, small cap stocks)

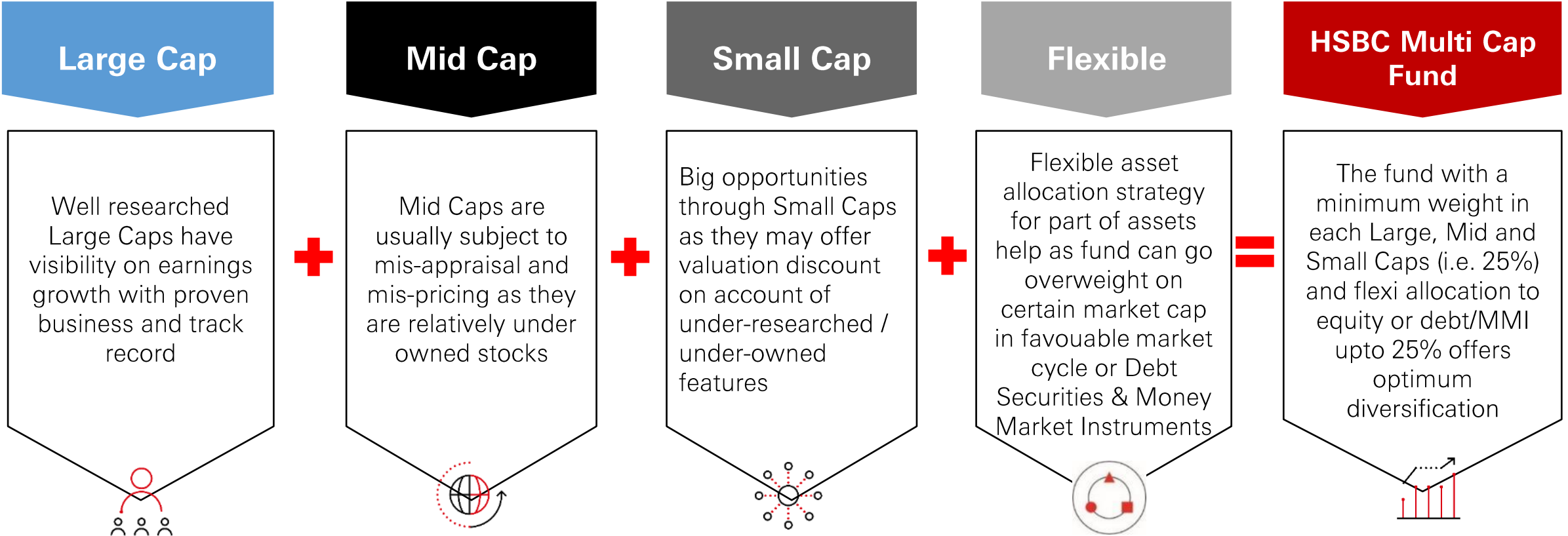
Product Deck



when you can
aim to win them
all?

One fund four benefits

HSBC Multi Cap Fund

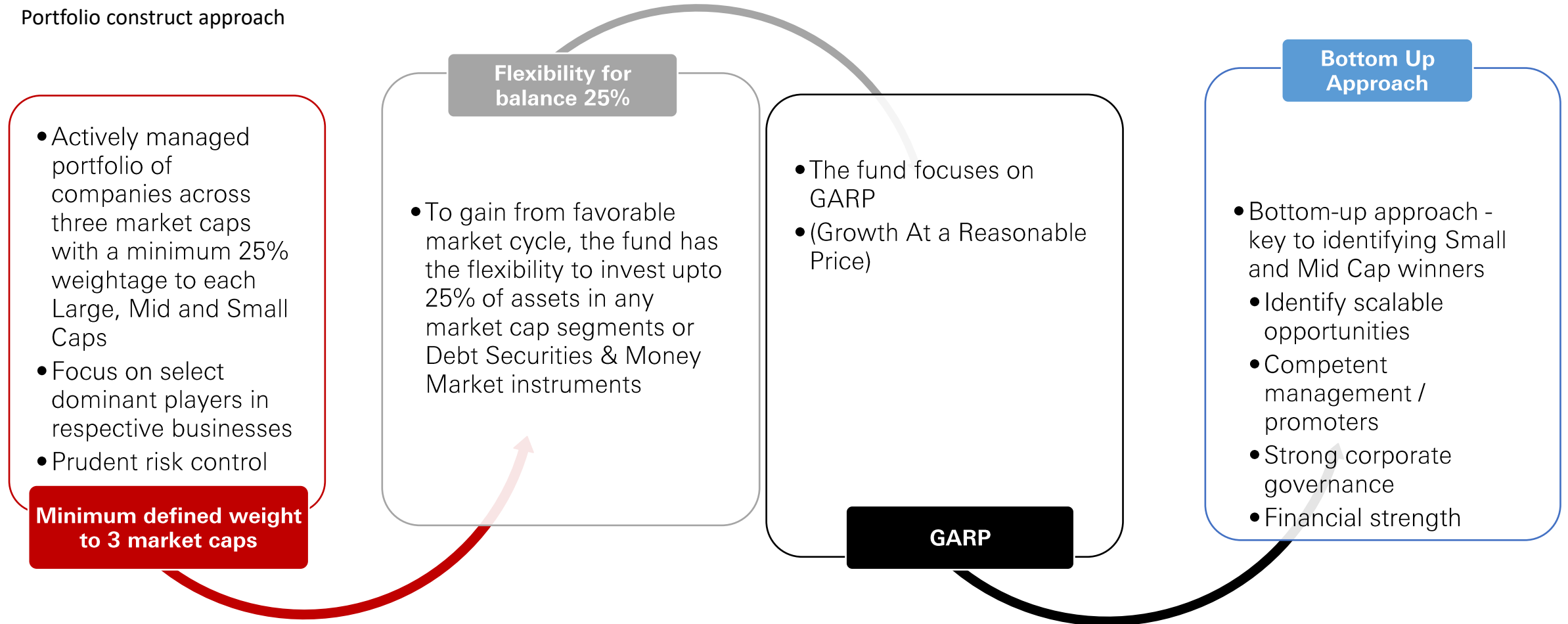


Access benefits in multiple market cycles through one fund

Source – HSBC Mutual Fund, For illustration purpose only.
Note - Large-caps are represented by the top 100 stocks on full market capitalisation basis & Mid caps are represented by the next 150 stocks based on full market capitalisation and Small Cap stocks beyond 250th stock based on full market capitalisation basis .

HSBC Multi Cap Fund

Portfolio construct approach



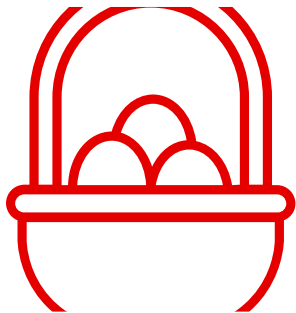
Focus on strong businesses with sustainable profitability, higher earnings potential and reasonable valuations

Source: HSBC Mutual Fund. Note - Large-caps are represented by the top 100 stocks on full market capitalisation basis & Mid caps are represented by the next 150 stocks based on full market capitalisation and Small Cap stocks beyond 250th stock based on full market capitalisation basis.

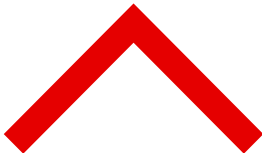
Fund snapshot and portfolio construct

HSBC Multi Cap Fund

Fund Category	Fund Manager	Benchmark ¹	Inception Date	AUM ^{&}
Multi Cap Fund	Venugopal Manghat, Mahesh Chhabria and Sonal Gupta [#]	NIFTY 500 Multicap 50:25:25 TRI	30 Jan 2023	Rs. 4,757.28 Cr



Effective diversification with a portfolio having minimum weight to Large, Mid and Small Caps (25% each)



Follows bottom-up stock selection



Flexi allocation upto 25% to equity or Debt Securities & Money Market instruments.

Access many benefits through HSBC Multi Cap Fund

¹ 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.

Source - HSBC Mutual Fund, Data as on 31 May 2025. Note : Please refer Scheme Information Document (SID) for more details on Asset Allocation of the Scheme

[&]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>.

HSBC Multi Cap Fund

Fund philosophy

- Diversification with Large, Mid & Small Caps, across sectors
- Focus on smaller size businesses in their early stage of development having potential for growth in the long run
- The fund endeavours to identify growth potential in revenue and profit opportunities as compared to broader market

The fund's Investment approach

- Aim to provide long-term capital growth through a dynamically managed portfolio across Small, Mid and Large Cap stocks
- Follows bottom-up stock selection using proprietary investment approach
- The market capitalisation allocation of assets will be a minimum 25% each in Small, Mid and Large Cap stocks to ensure consistent diversification
- The fund focuses on GARP (Growth At a Reasonable Price)

Bottom-up stock picking is rewarding across cycles

- Various phases of the economic cycle throw up diverse stock picking opportunities
- In a growing economy, some companies may exhibit growth and earnings visibility irrespective of the business cycle
- Business cycles and macros driving them can be directional indicators but ultimately stock selection offer the potential long-term performance

Strong franchises thrive in bad macros

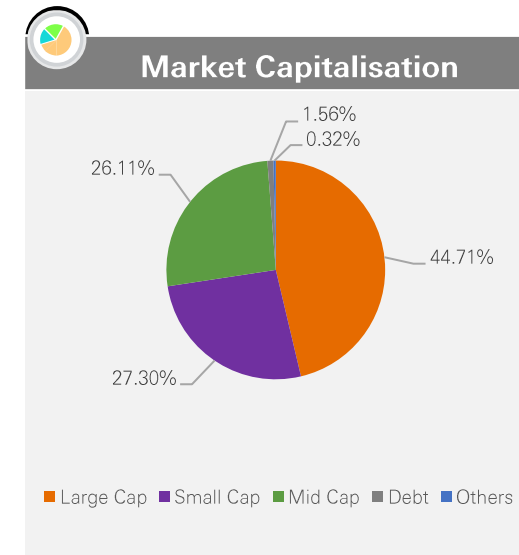
- Bad macro-economic conditions are a blessing for good franchises
- For e.g. rising cost of inputs forces weaker players in an industry to close capacity. This helps stronger / organized players to gain market share and dominate the industry
- Consumer staples companies do well generally in a high inflation environment. Similarly, rising crude prices have helped Paint companies even as their input prices have risen multifold
- Adverse NPA cycle has hurt weak PSU banks, curtailing their ability to lend, thereby enabling NBFCs and private banks to garner market share and strengthen their franchise further

Source – HSBC Mutual Fund, 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).

HSBC Multi Cap Fund

Portfolio	% to net assets
HDFC Bank Limited	4.37%
ICICI Bank Limited	2.81%
Reliance Industries Limited	2.75%
Bajaj Finance Limited	2.52%
Nippon Life India Asset Management Limited	2.17%
Multi Commodity Exchange of India Limited	1.98%
Larsen & Toubro Limited	1.89%
GE Vernova T&D India Limited	1.86%
Federal Bank Limited	1.83%
Axis Bank Limited	1.79%

Industry - Allocation	% to net assets
Banks	15.09%
Finance	7.68%
Pharmaceuticals & Biotechnology	6.92%
IT - Software	6.90%
Electrical Equipment	6.68%
Construction	5.74%
Capital Markets	5.56%
Automobiles	4.71%
Leisure Services	3.01%
Retailing	2.75%



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Source – HSBC Mutual Fund, Data as of 31 May 2025. Past performance may or may not be sustained in the future and is not indicative of future results.

Sectoral allocation vs benchmark

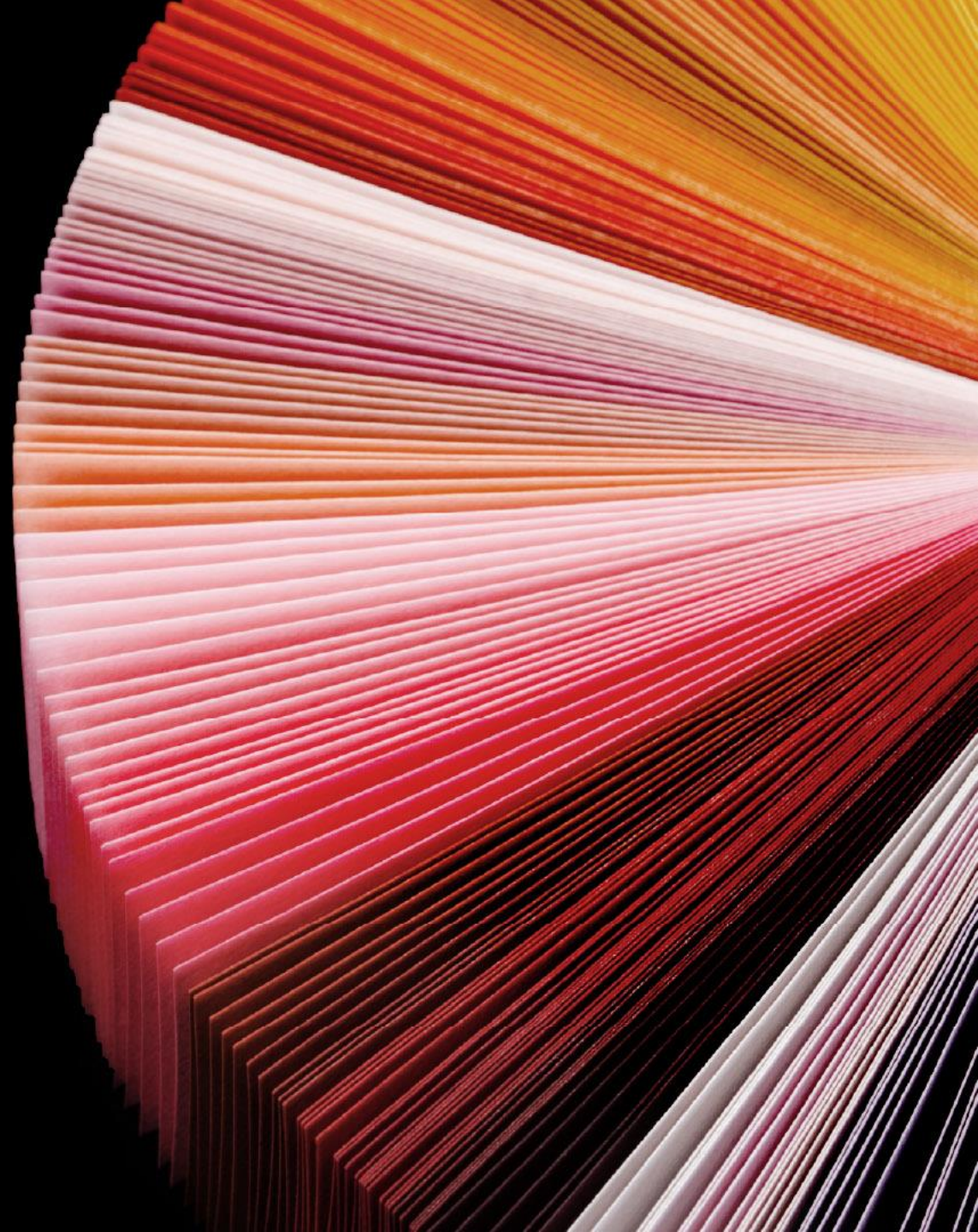
HSBC Multi Cap Fund

Sector	Portfolio (%)	Benchmark (%)	Overweight / Underweight (%)
Consumer Discretionary	16.09	10.82	5.27
Industrials	14.99	13.00	1.99
Financials	29.92	28.26	1.67
Not Classified	0.80		0.80
Information Technology	8.85	8.19	0.67
Real Estate	1.68	1.69	-0.01
Consumer Staples	6.12	6.24	-0.12
Health Care	7.93	8.38	-0.45
Utilities	1.97	3.66	-1.69
Communication Services	1.79	3.64	-1.85
Energy	2.90	5.70	-2.80
Materials	6.96	10.43	-3.48

Source: Bloomberg, HSBC Mutual Fund internal calculations; Data as on 31 May 2025, Benchmark – Nifty Small Cap 250 TRI
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).

HSBC Mutual Fund

Risk Management



Governance Forums

Central to product design & Investment process

Investment Management Committee (IMC)

- Provides 'front line' governance of investment and trading activities
- Responsible for overseeing people, process and performance of the Investment Team
- Meets on a quarterly basis

Risk Management Meeting

- Risk governance forum established to review material risks
- Stress testing for all funds, as required by Regulations, is carried out on a monthly basis
- Responsible for the oversight of risk and internal control environment
- Chaired by the Chief Risk Officer
- Meets on a bi-monthly basis

Source: HSBC Mutual Fund

Monitoring key risk drivers

Effective monitoring of portfolio volatility and risk exposures

Investment Risk

- Monitoring & management through ex-ante tracking error on a monthly basis
- Assessed against the ranges identified according to the underlying portfolio
- Ex-ante tracking error ranges are reviewed and approved on an annual basis in Risk Committee
- Measurement and monitoring of ex-ante portfolio volatility

Liquidity Risk

- Monitored using internal liquidity models and liquidity is assessed in normal and stressed market conditions.
- Metric is monitored on a monthly basis
- Monitoring by Risk team and results are reviewed in Risk Committee

Source: HSBC Mutual Fund

Portfolio Construction

- **Portfolio Construction**

- In line with stated investment objective / asset allocation
- Diversification across sectors and themes to the extent possible
- Strict adherence to regulatory limits

- **Position sizing**

- Due consideration of market segment weight in the benchmark
- Evaluation of market characteristics viz. Liquidity, market impact

Source: HSBC Mutual Fund

Detailed Performance

Fund Manager - Venugopal Manghat Effective 30 Jan 2023. Total Schemes Managed – 4; Fund Manager - Mahesh Chhabria Effective 01 Feb 2025. Total Schemes Managed – 16;
Fund Manager - Sonal Gupta Effective 30 Jan 2023. Total Schemes Managed – 24

Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Multi Cap Fund-Regular Plan~~	10822	8.24	18137	29.09	30-Jan-23
Scheme Benchmark (NIFTY 500 Multicap 50:25:25 TRI)	10930	9.32	16772	24.83	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	14405	16.95	
HSBC Multi Cap Fund-Direct Plan~~	10961	9.63	18707	30.82	30-Jan-23
Scheme Benchmark (NIFTY 500 Multicap 50:25:25 TRI)	10930	9.32	16772	24.83	
Additional Benchmark (Nifty 50 TRI)	11108	11.11	14405	16.95	

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 May 2025 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 10

Detailed Performance

SIP Performance - HSBC Multi Cap Fund– Regular Plan ^{&}			Inception Date: 30-Jan-23
Scheme Name & Benchmarks	1 Year	Since Inception	
Total amount invested (₹)	120000	280000	
Market Value as on May 30, 2025 (₹)	1,21,745	3,55,263	
Scheme Returns (%)	2.74	21.08	
NIFTY 500 Multicap 50:25:25 TRI - Scheme Benchmark (₹)	1,23,319	3,45,995	
Nifty 500 TRI - Scheme Benchmark Returns (%)	5.23	18.61	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	3,29,614	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.17	
SIP Performance - HSBC Multi Cap Fund– Regular Plan ^{&}			Inception Date: 30-Jan-23
Scheme Name & Benchmarks	1 Year	Since Inception	
Total amount invested (₹)	120000	280000	
Market Value as on May 30, 2025 (₹)	1,22,556	3,61,561	
Scheme Returns (%)	4.02	22.74	
NIFTY 500 Multicap 50:25:25 TRI - Scheme Benchmark (₹)	1,23,319	3,45,995	
Nifty 500 TRI - Scheme Benchmark Returns (%)	5.23	18.61	
Nifty 50 TRI - Additional Benchmark (₹)	1,24,412	3,29,614	
Nifty 50 TRI - Additional Benchmark Returns (%)	6.98	14.17	



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.

Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.

Source: HSBC Mutual Fund, data as on 31 May 2025

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

Riskometer



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*: <ul style="list-style-type: none">Long term capital appreciationInvestment 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	 <p>The risk of the scheme is Very High Risk</p>	As per AMFI Tier I. Benchmark : NIFTY Small Cap 250 TRI  <p>The risk of the benchmark is Very High Risk</p>

* 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 May 2025 , 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

* Since inception - 12 May 14
1 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.
Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund. # Sonal Gupta manage this fund since July 05, 2021.
&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>.
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Source – HSBC Mutual Fund, Data as of 31 May 2025.

Riskometer

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
HSBC Midcap Fund (An open ended equity scheme predominantly investing in mid cap stocks) This product is suitable for investors who are seeking*: <ul style="list-style-type: none">• Long term wealth creation• Investment in equity and equity related securities of mid cap companies.	 <p>The risk of the scheme is Very High Risk</p>	<p>As per AMFI Tier I Benchmark i.e. Benchmark Index: Nifty Midcap 150 TRI</p>  <p>The risk of the benchmark is Very High Risk</p>

* 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 May 2025 , 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

* Since inception - 09 Aug 04

1. 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.



Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.

&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>.

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Source – HSBC Mutual Fund, Data as of 31 May 2025.



Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
<p>HSBC Flexi Cap Fund (An open ended dynamic equity scheme investing across large cap, mid cap, small cap stocks.)</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 in equity and equity related securities across market capitalizations.	 <p>The risk of the scheme is Very High Risk</p>	<p>As per AMFI Tier I. Benchmark Index: NIFTY 500 TRI</p>  <p>The risk of the benchmark is Very High Risk</p>

* 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 May 2025, 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

Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
<p>HSBC Multi Cap Fund</p> <p>(An open ended equity scheme investing across large cap, mid cap, small cap stocks)</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 equity and equity related securities across market capitalization	 <p>The risk of the scheme is Very High Risk</p>	<p>As per AMFI Tier I.</p> <p>Benchmark Index: NIFTY 500 Multi-cap</p> <p>50.75 TRI</p>  <p>The risk of the benchmark is Very High Risk</p>

* 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 May 2025 , 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

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