HSBC Mutual Fund

Promising
when apart.

Powerful
when together.

HSBC Large and Mid Cap Fund

(An open ended equity scheme investing in both large cap and mid cap stocks)

July 2026

Why Large and Mid Cap Fund?

Disciplined allocation along with flexibility –	Optimum Mix	Leaders, Emerging Leaders and Challengers	All weather category
• These funds need to keep minimum allocation of 35% to Large Cap stocks (Top 100 stocks by market cap) and minimum 35% to Mid Cap stocks (100-250 stocks). • This fund category has flexibility to have additional large / mid or small cap stocks from 0-30%	• An optimum mix can provide the portfolio higher growth than Large Cap fund, with lower volatility than Mid Cap fund. • Large Caps keep equity volatility under check and provide stability, while Mid Cap stocks can provide growth engine to portfolio.	• The unique construction of the category enables investors to own the No 1 companies in the sector (typically Large cap), No 2 and 3 (Mid caps) as well as relatively young strong growth companies in Small caps.	• The category provides steady stream of cash flows and dividends through large caps, while also giving strong earnings growth and capital appreciation through Mid and Small caps.

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Note - Criteria for Large, Mid & Small companies - SEBI has demarcated the definitions of large cap, mid cap and small cap companies as given below. Large Cap: 1st -100th company in terms of full market capitalization, Mid Cap: 101st -250th company in terms of full market capitalization, Small Cap: 251st company onwards in terms of full market capitalization of large/mid/small cap companies. A list of stocks as per above criteria will be uploaded on AMFI website and updated every six months by AMFI. Source - HSBC Mutual Fund, Data as of 30 June 2026

Power meets great potential

HSBC Large and Mid Cap Fund

Stability of Large Cap stocks		Growth Potential of Mid Cap stocks		Flavour of Small Cap stocks		Stability meets growth potential
Volatility of equities can be kept under check with potential stability of Large Cap stocks	+	Mid Cap stocks can provide necessary growth potential engine to a portfolio	+	Small Cap stocks have potential for alpha generation. A smaller proportion provide decent balance for the fund	=	Right mix of various size of companies may deliver better growth & alpha with minimal volatility

Large Cap complement Mid Cap stocks to give strength to a growth portfolio

HSBC Large and Mid Cap Fund

(An open ended equity scheme investing in both large cap and mid cap stocks)

Fund snapshot

Fund Category	Fund Manager	Benchmark[1]	Inception Date	AUM[&]
Large & Mid Cap Fund	Cheenu Gupta and Mayank Chaturvedi[#]	NIFTY Large Midcap 250 TRI	28 Mar 2019	Rs. 5,343 Cr

Why HSBC Large and Mid Cap Fund?

- Focus on Large and Mid Caps with some small caps, across sectors
- Aim to achieve performance consistency with optimal allocation to large and mid caps
- A bottom-up approach will be used to invest in equity and equity related instruments

Fund approach

- The fund follows growth style with bottom-up approach
- Focus on large caps where scale will be an advantage (like banks), while midcaps will be sector leaders or niche players in their respective business
- For example, specialty chemicals, tiles etc. In some cases, like real estate (which is a regional market share consolidation play), we have a mix of large and mid-cap players
- The fund builds the portfolio around three themes Allocation to Leaders, Challengers and Turnaround companies

Investment Objective

- To seek long term capital growth through investments in both large cap and mid cap stocks. However, there is no assurance that the investment objective of the Scheme will be achieved.

[1]As per clause 7.22 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., on Benchmarks for Mutual Fund Schemes' has introduced two-tiered structure for benchmarking of certain categories of schemes. Accordingly, the benchmark has been classified as Tier 1 benchmark.

[&]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 30 June 2026. **Past performance may or may not be sustained in future and is not a guarantee of any future returns.**

Mayank Chaturvedi shall be the fund manager for investments in foreign securities (wherever applicable) for all the schemes of HSBC Mutual Fund. w.e.f. October 01, 2025.

Large and Mid Category

Allocation

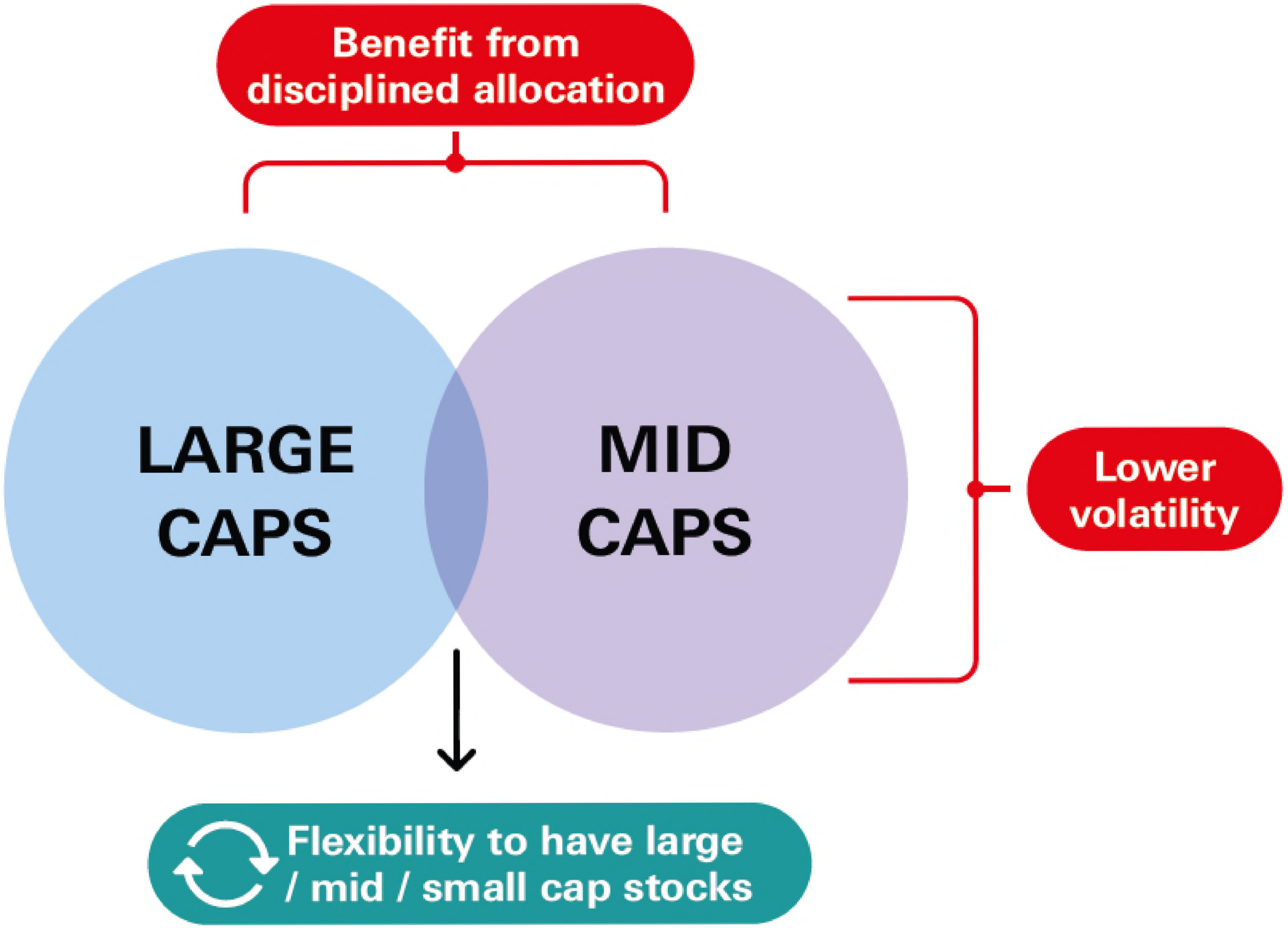
> 35%
Large Cap stocks

> 35%
Mid Cap stocks

0-30%
Flexibility to have large / mid / small cap stocks

Ability to pick winners across categories

Disciplined allocation + Flexibility



Source: - HSBC Mutual Fund, Data as of 31 March 2026

Framework for Portfolio Composition

Leaders / Consistent performers 25%

Challengers / Growth leaders 50%

Themes / Turnarounds 25%

Source: - HSBC Mutual Fund, Data as of 30 June 2026

Framework for Portfolio Composition

Leaders

25%

Category	Stable / Leaders
Range	20-30%
Characteristics	Good consistent track record, cash generating businesses, demonstrated better return ratios across various cycles
Role in portfolio	Lends stability to portfolio
Stock weights	Usually E/W to slight U/W
Risk	Low risk

Source: - HSBC Mutual Fund, Data as of 30 June 2026

Framework for Portfolio Composition

Challengers

50%

Category	High growth / challengers
Range	40-60%
Characteristics	Good execution, gaining mkt share, better products / operating metrics, agile managements
Role in portfolio	Key driver for portfolio
Stock weights	Prefer higher O/W
Risk	Moderate risk

Source: - HSBC Mutual Fund, Data as of 30 June 2026

Framework for Portfolio Composition

Themes / Turnarounds

25%

Category	Themes / turnarounds
Range	20-30%
Characteristics	Turnarounds – cyclical, change in management Themes – Manufacturing, Digitization, Import substitution, Travel, Renewables
Role in portfolio	Helps in looking out for new ideas
Stock weights	Limited weights
Risk	Relatively higher risk

Source: - HSBC Mutual Fund, Data as of 30 June 2026

Portfolio Construction Approach

HSBC Large and Mid Cap Fund

Fund Style:

- Fund manager uses a mix of top-down and bottom-up approach to investing.
- The fund follows blend style of investing with a growth bias. Hence, the fund tends to outperform during times when growth outperforms value.

Themes:

The fund builds the portfolio around three key themes –

- **Stable/ Leaders** - Good consistent track record, cash generating businesses, demonstrated better return ratios across various cycles
- **High growth / Challengers** - Good execution, gaining market share, better products / operating metrics, agile managements
- **Themes / turnarounds** - Cyclical, change in management.

Key differentiator

- Fund manager believes in taking high conviction calls which is well reflected in the high active share of the fund.
- While we do take bold calls, reduced concentration through greater number of stocks in a particular sector and focus on liquidity in the portfolio is quintessential.
- Risk management along with strong alpha focus remains extremely important for long-term sustainable performance.

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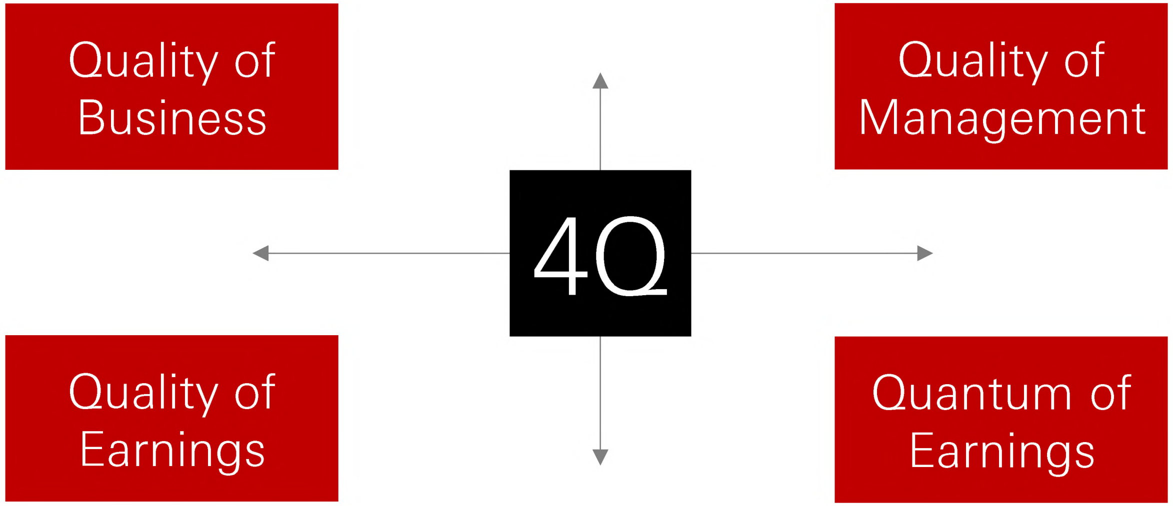
Bottom-up investment approach

HSBC Large and Mid Cap Fund



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 supports investment journey while identifying investment opportunities and avoiding mistakes

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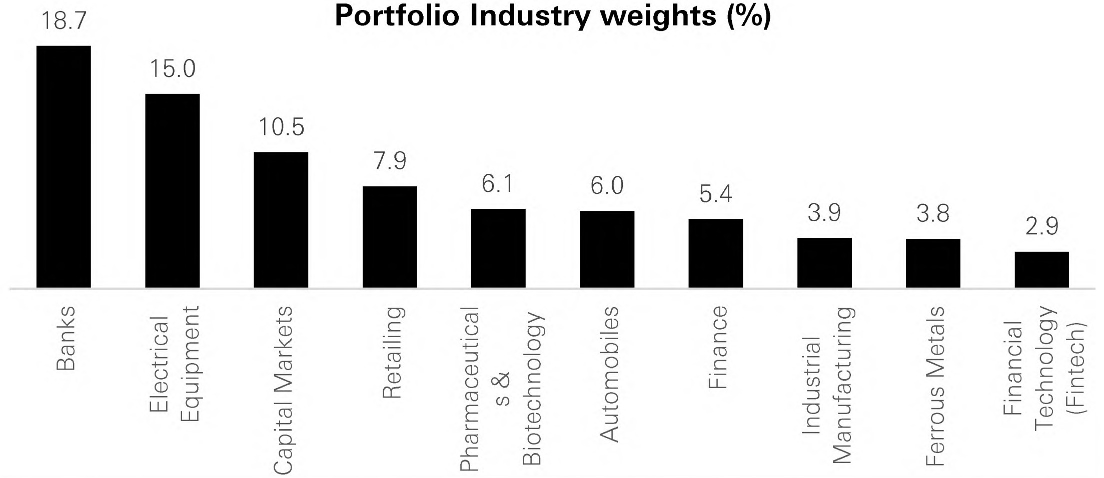
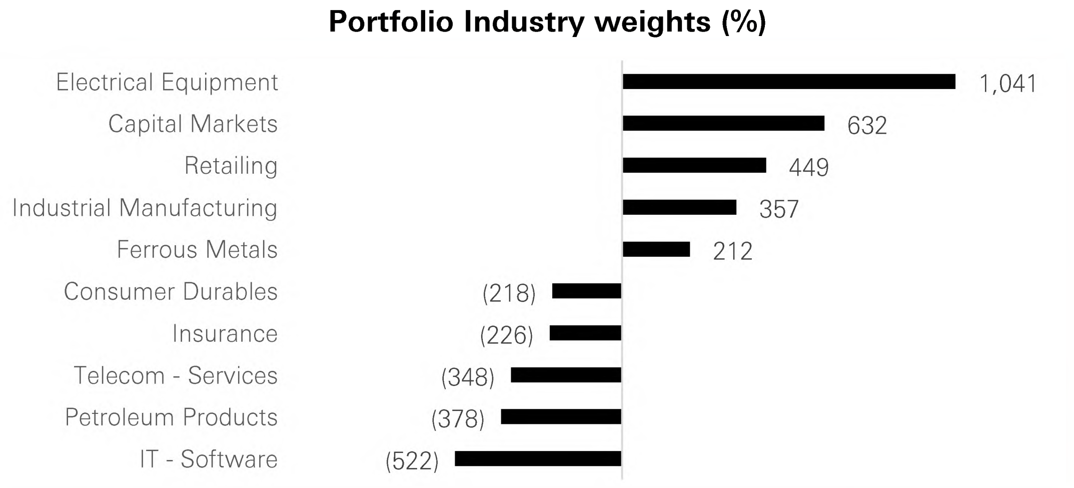
Sector allocation

HSBC Large and Mid Cap Fund





Overweight

- **Electrical Equipment:** Prefer companies in T&D segment, especially connecting power from generation sources onto the grid or related supply chain companies.
- **Retailing:** Prefer Platforms over brick-and-mortar companies targeting customers, who prefer convenience and multiple choices.
- **Capital Markets:** Financialization of savings and wealth effect. Exposure to Exchanges and Asset Management Companies.
- **Industrial Manufacturing**: Companies benefiting from 'Make in India' theme in niche segments

Underweight

- **IT-Software:** AI-related risks and terminal growth rate concerns
- **Insurance:** Within Financials, prefer exposure through Capital Markets, Banks and NBFCs, distributors in Insurance
- **Consumer Durables:** Rising commodity costs, higher inventory and possible slowdown in discretionary consumption

Source: Bloomberg, HSBC Mutual Fund, Data as on 30 June 2026

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HSBC Large and Mid Cap Fund

Fund portfolio and active allocation

Company name	Portfolio weights (%)	Benchmark weights (%)	Active weights (bps)
ICICI Bank Ltd	7.3	3.7	366
Billionbrains Garage Ventures	4.1	0.2	392
FSN E-Commerce Ventures Ltd	3.5	0.5	299
Lenskart Solutions Ltd	3.3	0.2	313
Federal Bank Ltd	3.2	1.0	223
GE Vernova T&D India Ltd	2.9	0.8	218
Aditya Infotech Ltd	2.9	0	292
PB Fintech Ltd	2.9	0.7	216
CG Power & Industrial Solution	2.8	0.2	254
HDFC Bank Ltd	2.6	4.6	(192)

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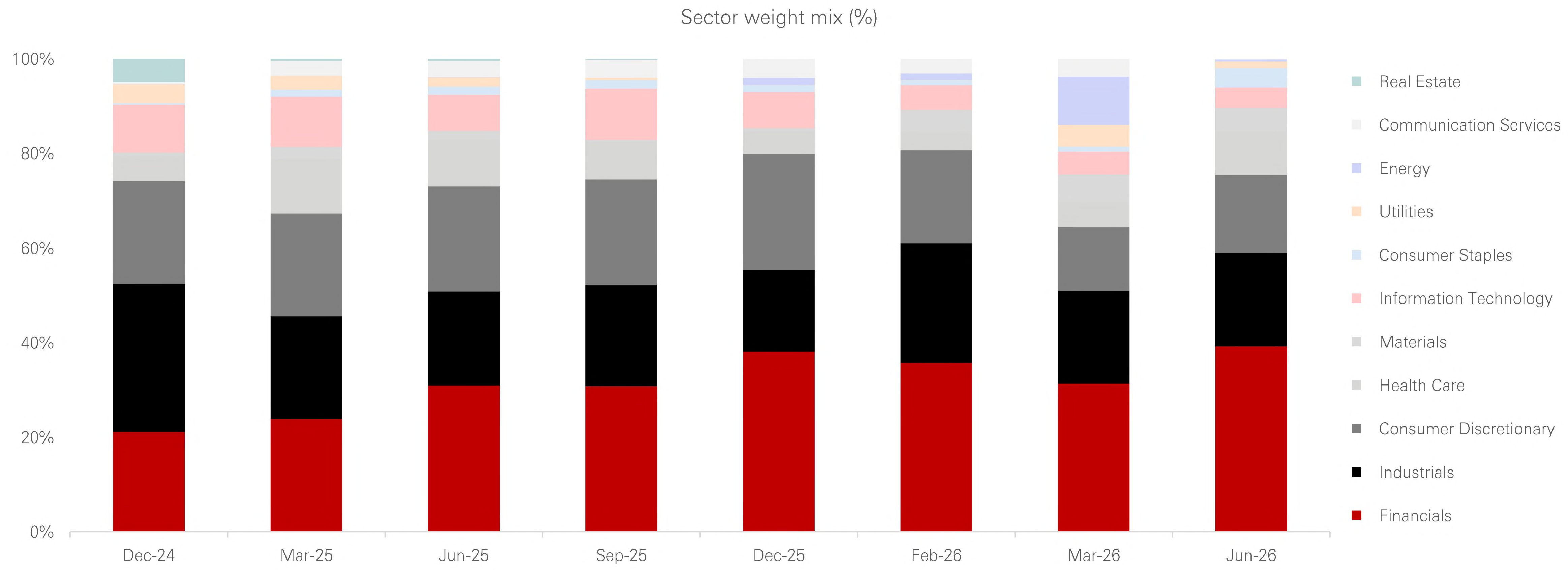
Sector allocation trend

HSBC Large and Mid Cap Fund



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Source - HSBC Mutual Fund, Data as of 30 June 2026

Fund Snapshot

HSBC Large and Mid Cap Fund

(An open ended equity scheme investing in both large cap and mid cap stocks)

Investment Objective - To seek long term capital growth through investments in both large cap and mid cap stocks. However, there is no assurance that the investment objective of the Scheme will be achieved.

15.79%
CAGR since inception* 2

2.9X
since inception* 2

Rs. 16,28,546
Value of SIP investment Rs. 10,000 p.m. since inception*3

Rs. 2,89,970
Value of Lump Sum Investment Rs. 1,00,000 since inception* 2

Source: HSBC Mutual Fund, Data as on 30 June 2026. [2] As on 29 Mar 2019 of Growth option regular plan. During the same period, scheme benchmark (Nifty Large Midcap 250 TRI) has moved by 2.9X to Rs. 2,95,970 from Rs.100,000 and delivered returns of 16.11%. Please refer detailed performance HSBC Large and Mid Cap Fund. [3] During the same period, value of scheme benchmark (Nifty Large Midcap 250 TRI) has moved to Rs. 16,14,951. 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).

Lump Sum performance

HSBC Large and Mid Cap Fund

Fund Manager - Cheenu Gupta Effective 26 Nov 2022. Total Schemes Managed – 5, Fund Manager - Mayank Chaturvedi Effective 01 Oct 2025. Total Schemes Managed - 19

Lump Sum Investment Performance											Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		10 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Large and Mid Cap Fund-Regular Plan~~	10950	9.50	16797	18.85	21182	16.19	NA	NA	28997	15.79	28–Mar–19
Scheme Benchmark (NIFTY Large Midcap 250 TRI)	10027	0.27	15328	15.29	19658	14.47	NA	NA	29597	16.11	
Additional Benchmark (Nifty 50 TRI)	9458	-5.42	12882	8.80	16097	9.98	NA	NA	22491	11.81	
HSBC Large and Mid Cap Fund-Direct Plan~~	11069	10.69	17334	20.11	22457	17.55	NA	NA	30834	16.77	28–Mar–19
Scheme Benchmark (NIFTY Large Midcap 250 TRI)	10027	0.27	15328	15.29	19658	14.47	NA	NA	29597	16.11	
Additional Benchmark (Nifty 50 TRI)	9458	-5.42	12882	8.80	16097	9.98	NA	NA	22491	11.81	

Past performance may or may not be sustained in future and is not a guarantee of any future returns. The performance details provided herein are of Regular as well as Direct Plan - Growth Option. Returns on ₹10,000 are point-to-point returns for the specific time period, invested at the start of the period. The returns for the respective periods are provided as on last available NAV of June 2026 for the respective schemes. Returns for 1 year and above are Compounded Annualized. Returns for less than 1 year is Simple Annualized. Load is not taken into consideration for computation of performance. Different plans shall have a different expense structure. The expenses of the Direct Plan under the Scheme will be lower to the extent of the distribution expenses / commission charged to the Regular Plan.
As per clause 6.9.1 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., the scheme returns vis-à-vis the benchmark return (Total Return Index) shall be disclosed are provided from the date of allotment of units.
Post merger performance of the surviving scheme, arising out of merger of schemes with similar features, is computed as per the provisions of clause 14.3 of the SEBI Master Circular for Mutual Funds dated March 20, 2026., on Disclosure of Performance of Schemes post-merger using the weighted average performance of both transferor and transferee schemes. In other cases, performance is computed using the Applicable NAV of the surviving/continuing schemes. ~~ Face value Rs 10

Source: HSBC Mutual Fund, data as on 30 June 2026
Click here **to check other funds performance managed by the Fund Manager**

SIP Performance

HSBC Large and Mid Cap Fund

SIP Performance - HSBC Large and Mid Cap Fund – Regular Plan&					Inception Date: 28-Mar-19
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	860000	
Market Value as on June 30, 2026 (₹)	1,29,139	4,39,920	8,96,488	16,28,546	
Scheme Returns (%)	14.66	13.54	16.11	17.50	
NIFTY Large Midcap 250 TRI - Scheme Benchmark (₹)	1,21,201	4,09,771	8,31,549	15,85,220	
NIFTY Large Midcap 250 TRI - Scheme Benchmark Returns (%)	1.89	8.64	13.05	16.77	
Nifty 50 TRI - Additional Benchmark (₹)	1,14,003	3,75,774	7,20,151	12,84,712	
Nifty 50 TRI - Additional Benchmark Returns (%)	-9.27	2.82	7.26	11.02	

SIP Performance - HSBC Large and Mid Cap Fund – Direct Plan&					Inception Date: 28-Mar-19
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (₹)	120000	360000	600000	860000	
Market Value as on June 30, 2026 (₹)	1,29,892	4,47,699	9,26,034	16,98,565	
Scheme Returns (%)	15.90	14.76	17.44	18.66	
NIFTY Large Midcap 250 TRI - Scheme Benchmark (₹)	1,21,201	4,09,771	8,31,549	15,85,220	
NIFTY Large Midcap 250 TRI - Scheme Benchmark Returns (%)	1.89	8.64	13.05	16.77	
Nifty 50 TRI - Additional Benchmark (₹)	1,14,003	3,75,774	7,20,151	12,84,712	
Nifty 50 TRI - Additional Benchmark Returns (%)	-9.27	2.82	7.26	11.02	

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Past performance may or may not be sustained in future and is not a guarantee of any future returns. For SIP returns, monthly investment of Rs. 10,000/- invested on the 1st day of every month has been considered. SIP Return are calculated on XIRR basis. IDCW are assumed to be reinvested and bonus is adjusted. Load is not taken into consideration.
Mayank Chaturvedi shall be the fund manager for investments in foreign securities (wherever applicable) for all the schemes of HSBC Mutual Fund. w.e.f. October 01, 2025.
Source: HSBC Mutual Fund, data As on 30 June 2026
Click here **to check other funds performance managed by the Fund Manager**

Portfolio

HSBC Large and Mid Cap Fund

Portfolio	% to net assets
ICICI Bank Limited	7.34%
Billionbrains Garage Ventures Ltd.	4.12%
FSN E-Commerce Ventures Limited	3.52%
Lenskart Solutions Limited	3.34%
The Federal Bank Limited	3.23%
GE Vernova T&D India Limited	2.93%
Aditya Infotech Limited	2.92%
PB Fintech Limited	2.85%
CG Power And Industrial Solutions Ltd	2.78%
HDFC Bank Limited	2.64%

Industry - Allocation	% to net assets
Banks	18.72%
Electrical Equipment	15.00%
Capital Markets	10.51%
Retailing	7.90%
Pharmaceuticals & Biotechnology	6.15%
Automobiles	5.98%
Finance	5.37%
Industrial Manufacturing	3.91%
Ferrous Metals	3.84%
Financial Technology (Fintech)	2.85%

Source: HSBC Mutual Fund, data as on 30 June 2026

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Fund Manager Profile

Cheenu Gupta

Senior Vice President & Fund Manager – Equity, HSBC Mutual Fund

Investment Experience – 20 years

Cheenu Gupta is Equity Fund Manager at HSBC Asset Management India and brings with her around 20 years of rich experience. She joined HSBC as part of the L&T Investment Management team. Prior to that Cheenu, worked with Canara Robeco AMC, where she worked as Equity Fund Manager. She was also associated with Tata AIA Life Insurance as Equity Fund Manager, ING Investment Management as Senior Research Analyst and UTI Mutual Fund as Analyst.

Cheenu is a CFA charter holder (USA) and has completed her PGDBM from S.P. Jain, Mumbai, where she was a gold medallist in her Finance specialization. She is also a B.E. (Information Technology) from VESIT, Mumbai University.

Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
HSBC Large and Mid Cap Fund (An open ended equity scheme investing in both large cap and mid cap stocks) **This product is suitable for investors who are seeking*:** • Long term wealth creation and income • Investment predominantly in equity and equity related securities of Large and Mid cap companies	 The risk of the scheme is Very High Risk	As per AMFI Tier I. Benchmark : NIFTY Large Midcap 250 TRI  The risk of the benchmark is Very High Risk

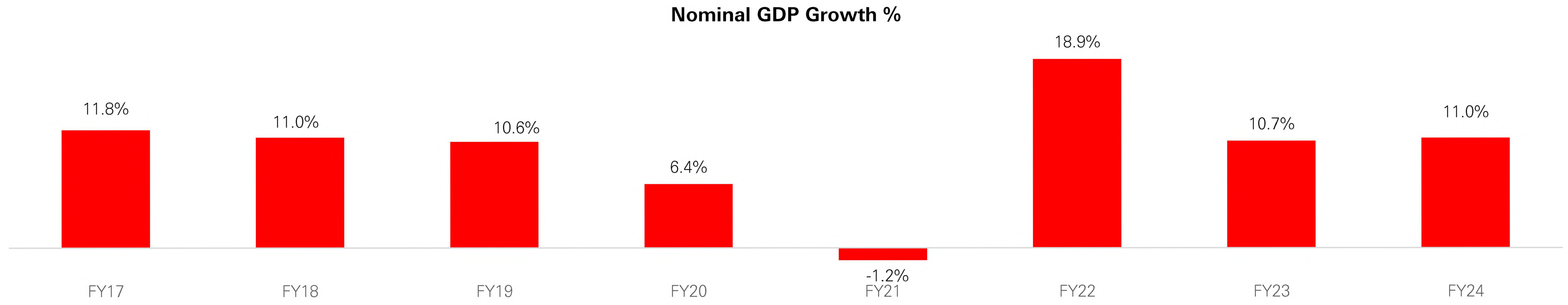
* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

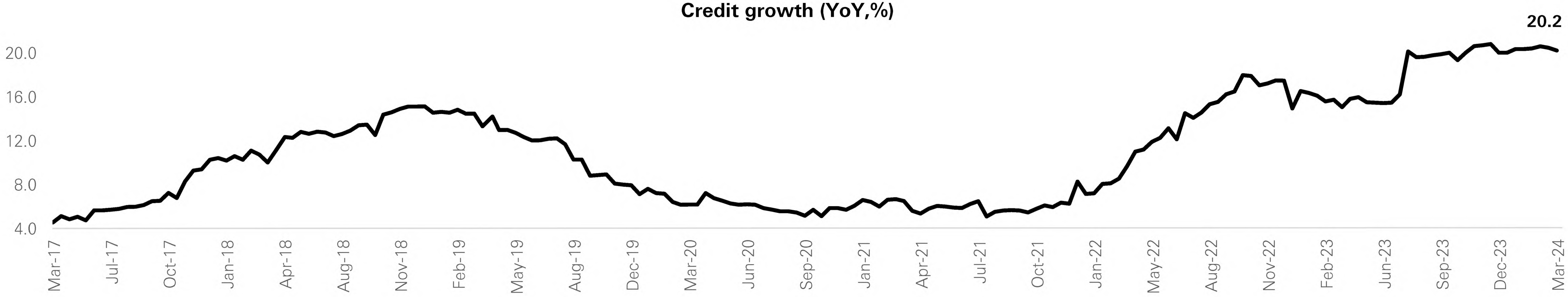
Note on Risk-o-meters: Riskometer is as on 30 June 2026, Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders of that particular scheme

HSBC Mutual Fund

Market View

Growth remained fairly strong till FY24

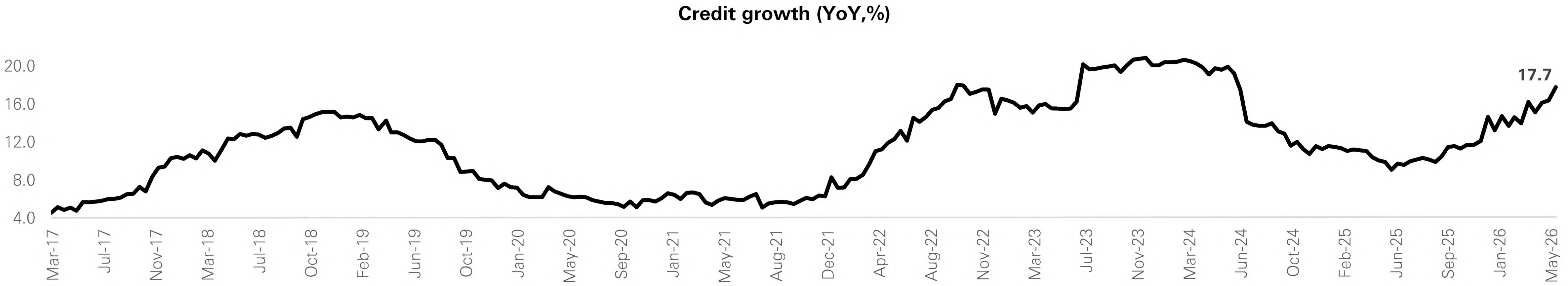




Source: Controller General of Accounts (CGA), RBI, Government of India, HSBC Mutual Fund, Data as at March 2024
Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Asset Management India accepts no liability for any failure to meet such forecast, projection or target. **Past performance may or may not be sustained in future and is not a guarantee of any future returns.**

HSBC Mutual Fund

Liquidity tightening led to moderation, stronger credit growth to drive overall GDP growth,



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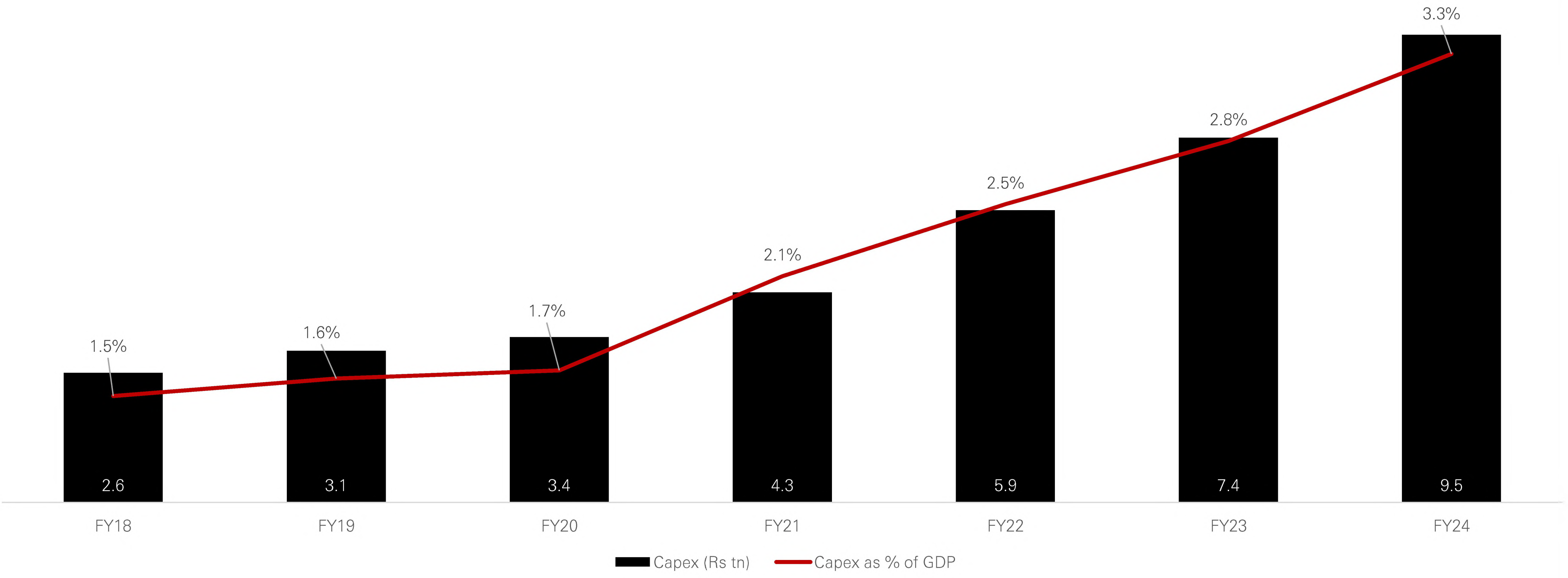
HSBC Mutual Fund

Central govt capex show strong upsurge post FY18



Source: Budget documents, Capitaline, Jefferies, I-Sec Research, HSBC Mutual Fund, Data as at May 2026,
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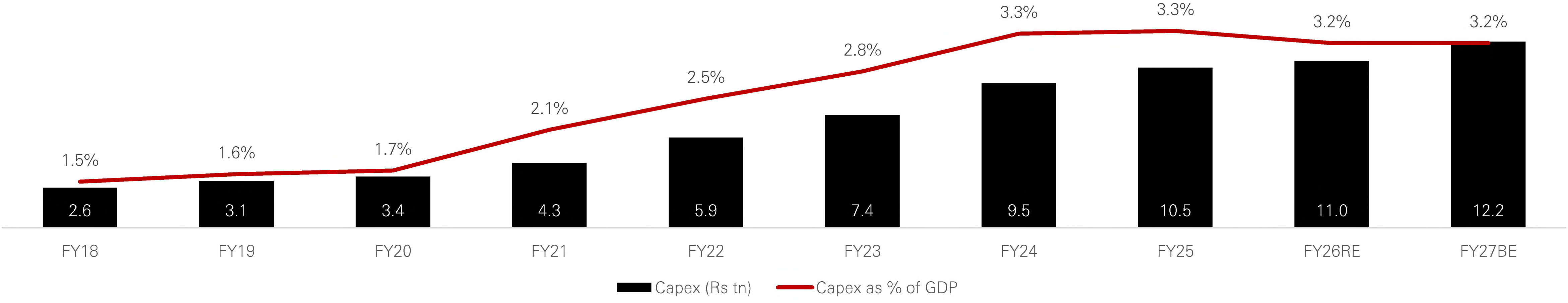
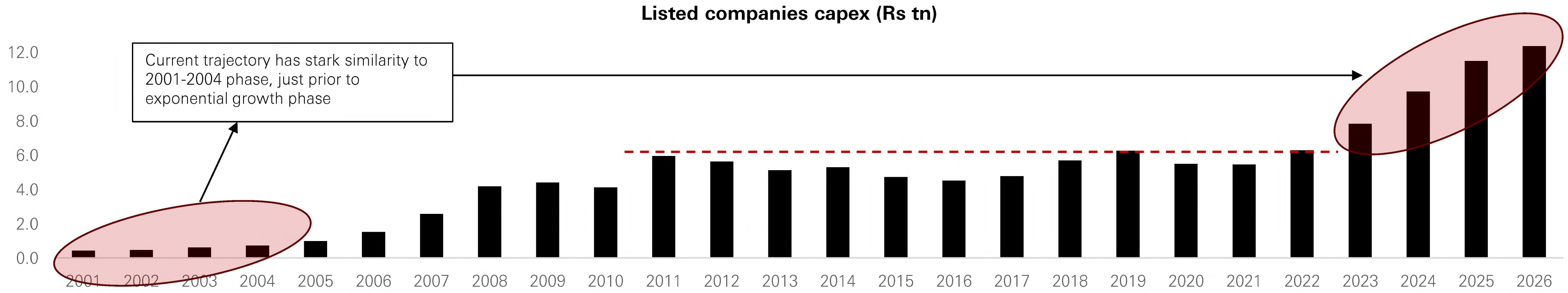
Central govt capex growth in line with GDP with strong private capex investments





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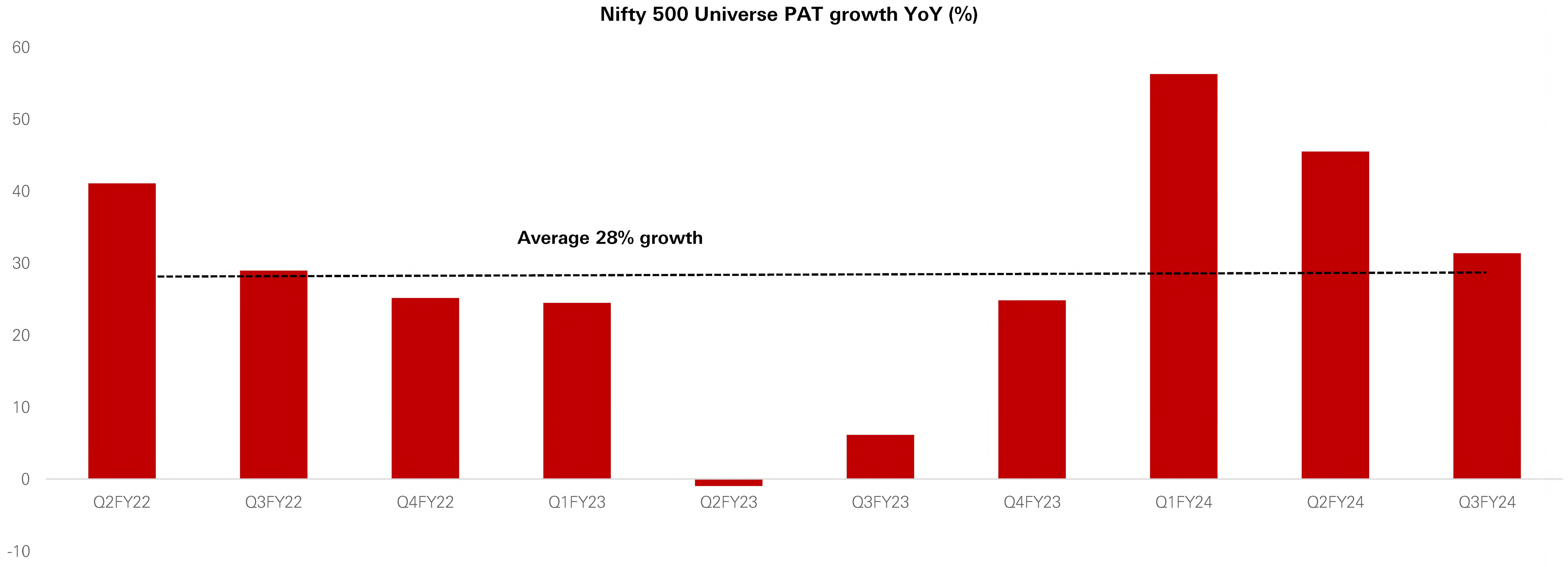
HSBC Mutual Fund

Corporate earnings growth was strong post Covid



Source: Amsec Securities, HSBC Mutual Fund, Data as at May 2026. PAT growth is Adjusted Profit after tax after extra-ordinary items
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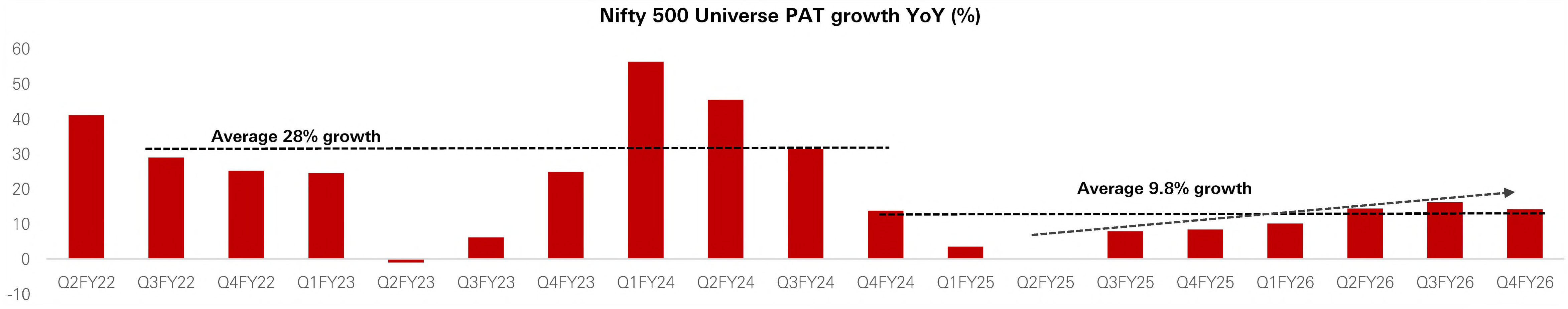
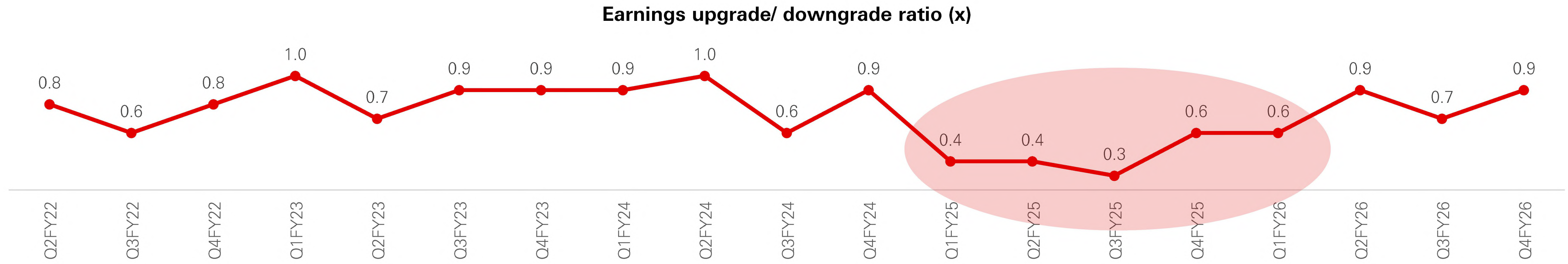
HSBC Mutual Fund

Early signs of earnings recovery post slowdown since 4Q24



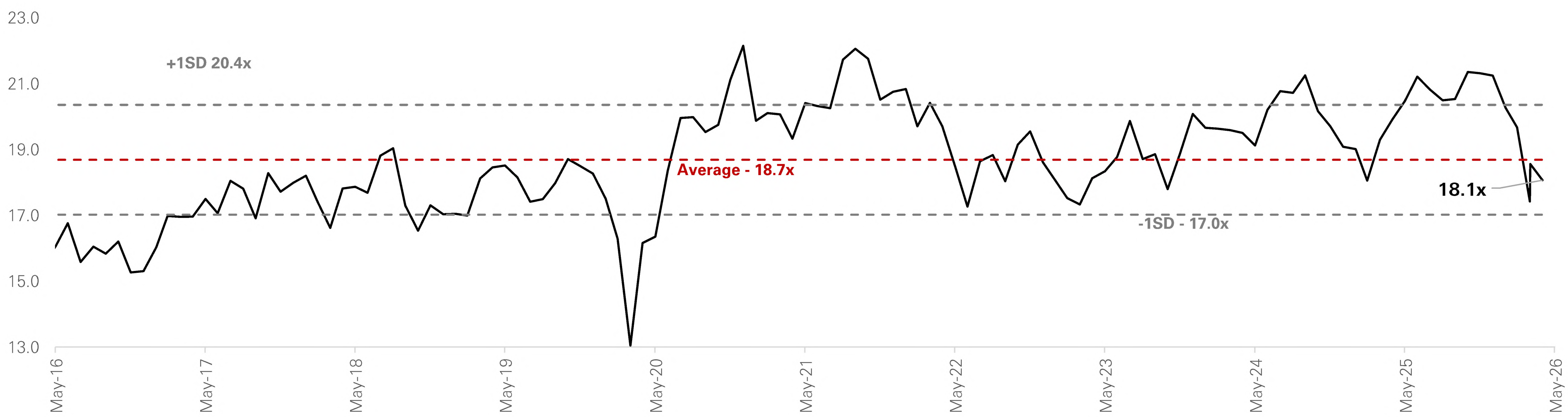


Source: Amsec Securities, Motilal Oswal Securities, HSBC Mutual Fund, Data as at May 2026. PAT growth is Adjusted Profit after tax after extra-ordinary items, Upgrade/ downgrade ratio is for Motilal Oswal Securities coverage companies
Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Asset Management India accepts no liability for any failure to meet such forecast, projection or target. **Past performance may or may not be sustained in future and is not a guarantee of any future returns.**

Nifty valuations below average

- Nifty 50 valuations trade at 18.1x P/E below the long-term average valuations
- The valuations have seen significant correction from September 2024 highs of 21.2x driven by trade wars and West Asia conflict

12M blended forward P/E - Nifty 50 Index (x)



Source: Bloomberg, HSBC Mutual Fund, Data as at May 2026,
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HSBC Mutual Fund

Crucial reforms paving the path for a structural recovery

Bankruptcy Law

- **Financial sector balance sheets are strong with impaired loans at a 12-year low to fund the capex cycle**
- Corporate sector has repaired their balance sheets to bring down debt levels to a 15-year low

Push for Manufacturing

- **Production Linked Incentive Schemes (PLI) - $34bn (around 1% of GDP) boost**
- Capex push by the Government as public capex increases continuously
- Reduction of Corporate Income Tax to make them more competitive

Startup Ecosystem

- **India - the third largest start-up ecosystem in the world**
- US, China and India are the countries with the maximum number of unicorns, Growing PE and VC investments in India

Improving liquidity conditions

- **Slew of measures by RBI to boost liquidity, including rate cuts**
- Transmission of front-loaded rate cut undergoing to boost credit growth

One nation one tax (GST) simplified

- **Rationalization of GST rates and simplification of the rate structure**
- To support consumption and improve purchasing power, Formalization of economy

Labour code

- **India implemented 4 comprehensive Labour Codes for Wages, Industrial Relations, Social Security, and Occupational Safety** consolidating 29 central labor laws to modernize, simplify, and enhance worker protection.
- Universal minimum wages, gig worker recognition, digital compliance, & 8 - 12 hour workdays, aiming to balance employer flexibility with worker safety & social security.

Real Estate Reforms

- **Transparency and accountability to protect home buyers**
- Guarantees timely delivery of projects, else penalties for builders
- Separate project-wise escrow accounts reduces fund diversion and project delays

India Ratings Upgrade

S&P raised India's long-term sovereign credit rating to 'BBB' in August 2025 (from 'BBB-') after 18 years. Morningstar DBRS' and Rating and Investment Information, Inc. (R&I), Japan has also upgraded India to 'BBB' in May 2025 and 'BBB+' in September 2025 respectively.

Source: GoI, Bloomberg, HSBC Mutual Fund, Data as at Dec 2025 or latest available. 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 Strategy/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s).

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