

HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund

Index Fund - An open-ended Target Maturity Index Fund tracking CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028. Relatively High interest rate risk and Low credit risk.

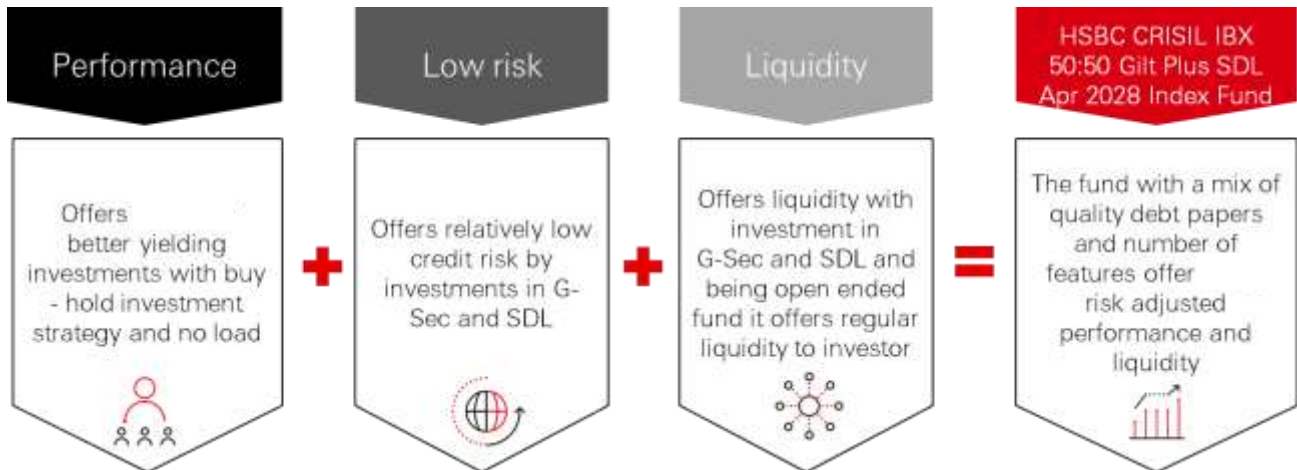
September 2023

Target Maturity Index Funds (TMIF)

The mandate of the target maturity fund is to invest in line with the index construction. At the 6 yr point of the curve, the carry remains attractive and roll-down presents an opportunity for the same over a 3 yr + time-frame. Further, the fund remains an attractive proposition for investors who intend to hold till maturity (April 2028), despite near term volatility.

HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund (HGSF)

The investment objective of the Scheme is to provide returns corresponding to the total returns of the securities as represented by the CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028 before expenses, subject to tracking errors. However, there is no assurance that the investment objective of the Scheme will be achieved.



Why invest now in HGSF - HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund (HGSF)

- HGSF invests in the constituents of CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028
- The fund aims to track the index performance and aims to offer liquidity
- Invests in 50:50 proportion of quality G-Sec and SDL papers
- Offers relatively low credit risk by investments in G-Sec and SDL
- A roll down fund strategy to seek benefits of better yields
- Regular liquidity with open ended nature of the fund and no exit load
- SDL have similar Credit Risk to that of G-Sec, Liquid instruments which trade above the G-Sec Curve and have potential to deliver Market linked Returns
- Gsecs issued by the government, safest investment option, G-sec yields are currently better than FDs, G-Sec segment offers better management of cash flows with better liquidity leading to lower impact cost

Fund Category	Fund Manager	Benchmark	Inception Date	AUM ¹
Index Fund	Kapil Punjabi and Mahesh Chhabria	CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index	31 March 2022	Rs. 2190.35 Cr
Quantitative Data		Minimum Investment		
Average Maturity	4.25 year	Lumpsum	SIP	Additional Purchase
Modified Duration	3.53 year	₹ 5,000	₹ 500	₹ 1,000
Macaulay Duration	3.66 year			
Yield to Maturity	7.42%			

Portfolio

Issuer	Rating	% to Net Assets
Government Securities		99.33%
7.38% GOI 20JUN2027	SOVEREIGN	25.18%
7.06% GOI 10APR28	SOVEREIGN	13.56%
7.36% MAHARASHTRA 12APR28 SDL	SOVEREIGN	6.86%
8.05% GUJARAT SDL 31JAN2028	SOVEREIGN	5.41%
8.05% TAMILNADU SDL 18APR2028	SOVEREIGN	5.20%
7.17% GOI 08JAN28	SOVEREIGN	4.61%
7.88% MADHYA PRADESH 24JAN28 SDL	SOVEREIGN	3.98%
6.97% KARNATAKA 26FEB2028 SDL	SOVEREIGN	3.82%
6.97% MAHARASHTRA 18FEB2028 SDL	SOVEREIGN	2.48%
8.28% GOI 21SEP27	SOVEREIGN	2.45%
6.98% MAHARASHTRA 26FEB2028 SDL	SOVEREIGN	2.25%
6.79% GOI 15MAY2027	SOVEREIGN	1.70%
8.26% GOI 02AUG2027	SOVEREIGN	1.66%
8.43% TAMIL NADU SDL RED 07-MARCH-2028	SOVEREIGN	1.48%
8.28% TAMILNADU SDL 14MAR2028	SOVEREIGN	1.22%
8.00% SDL-KERALA M- 11-APR-2028	SOVEREIGN	1.20%
7.86% RAJASTHAN SDL 27DEC2027	SOVEREIGN	1.18%
8.20% HARYANA 31JAN28 SDL	SOVEREIGN	1.18%
7.69% KARNATAKA 20Dec27 SDL	SOVEREIGN	1.17%
7.82% KARNATAKA 27Dec2027 SDL	SOVEREIGN	1.17%
7.77% ANDHRA PRADESH SDL RED 10-JAN-2028	SOVEREIGN	1.17%
7.92% UTTAR PRADESH 24JAN2028 SDL	SOVEREIGN	1.17%
8.14% HARYANA 27MAR28 SDL	SOVEREIGN	1.04%
8.27% UTTARPRADESH SDL14MAR2028	SOVEREIGN	0.98%
7.79% KARNATAKA 03Jan2028 SDL	SOVEREIGN	0.94%
8.00% KARNATAKA SDL RED 17-JAN-2028	SOVEREIGN	0.94%
8.28% TAMILNADU SDL 21Feb28	SOVEREIGN	0.94%
8.14% SDL Uttarakhand 27Mar2028	SOVEREIGN	0.73%
7.76% Karnataka 13 DEC 2027 SDL	SOVEREIGN	0.70%
8.15% CHHATTISGARH 27MAR28 SDL	SOVEREIGN	0.48%
7.59% Uttarakhand 25 Oct 2027 SDL	SOVEREIGN	0.47%
7.50% TELANGANA SDL RED 15-APR-2028	SOVEREIGN	0.47%
8.03% KARNATAKA SDL 31JAN2028	SOVEREIGN	0.47%
7.64% GUJARAT 08NOV27 SDL	SOVEREIGN	0.35%
7.75% GUJARAT 13Dec2027 SDL	SOVEREIGN	0.23%
7.69% GUJARAT 20 Dec 2027 SDL	SOVEREIGN	0.23%
7.69% TAMILNADU 20 Dec 2027 SDL	SOVEREIGN	0.23%
7.64% KARNATAKA SDL RED 08-NOV-2027	SOVEREIGN	0.03%
Cash Equivalent		0.67%
TREPS*		0.69%
Net Current Assets:		-0.02%
Total Net Assets as on 31-August-2023		100.00%

*TREPS : Tri-Party Repo

Fund Strategy

- The mandate of the target maturity fund is to invest in line with the index constituent's
- The aim is to replicate underlying index minimizing the tracking error

*TREPS : Tri-Party Repo, Data as on 31 August 2023

An open-ended Target Maturity Index Fund tracking CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028. Relatively high interest rate risk and relatively low credit risk.

HSBC CRISIL IBX 50:50 Gilt Plus SDL Apr 2028 Index Fund		
<p>*Riskometer of the Scheme</p>  <p>Investors understand that their principal will be at Moderate risk</p>	<p>Index Fund - An open-ended Target Maturity Index Fund tracking CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028. Relatively High Interest rate risk and relatively Low credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> Income over target maturity period Investments in Government Securities and State Development Loans (SDLs)^{^^} <p>Benchmark Index: CRISIL IBX 50:50 Gilt Plus SDL Index – April 2028</p>	<p>Riskometer of the benchmark</p> 

^{^^} Returns and risk commensurate with CRISIL-IBX Gilt Index - June 2027, subject to tracking errors.

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

Note on Risk-o-meters: Riskometer is as on 31 August 2023. 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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Credit Risk →	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk ↓			
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)	AIII		
A Scheme with Relatively High interest rate risk and Low credit risk.			

Potential Risk Class ('PRC') matrix indicates the maximum interest rate risk (measured by Macaulay Duration of the scheme) and maximum credit risk (measured by Credit Risk Value of the scheme) the fund manager can take in the scheme. PRC matrix classification is done in accordance with and subject to the methodology/guidelines prescribed by SEBI to help investors take informed decision based on the maximum interest rate risk and maximum credit risk the fund manager can take in the scheme, as depicted in the PRC matrix.

Source: HSBC Mutual Fund, For illustration purpose only. Past performance may or may not sustained in the future

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