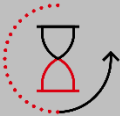
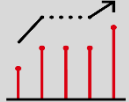




Fund Insight

HSBC Large Cap Fund

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

December 2024

Fund Category	Fund Manager	Benchmark ¹	Inception Date	AUM ^{&}
Large Cap	Neelotpal Sahai, Gautam Bhupal and Sonal Gupta [#]	Nifty 100 TRI	10 Dec 2002	Rs. 1,946.22 Cr
19.51% CAGR since inception* ²		50.3X since inception* ²		
	1,70,32,904 Value of SIP investment INR 10,000 p.m. since Inception* ³		INR 50,30,110 Value of Lump Sum Investment INR 100,000 since inception* ²	

Portfolio positioning

HSBC Large Cap Fund completed 22 years since its inception on December 10, 2002. The fund has achieved 19.51% returns outperforming the benchmark index by 270bps. Rs 1,00,000 invested in this fund would have delivered you Rs 50,30,110 today (30 Nov 2024). This implies 50.3x returns over these 22 years.

The current Fund Manager, 'Neelotpal Sahai', has been managing the 'HSBC Large Cap Fund' since May 27, 2013 (more than a decade). Neelotpal uses a mix of top-down and bottom-up approach to invest in large cap investments.

Within top-down investing, from a risk mitigation perspective, Neelotpal doesn't take outsized sector bets and has limits on sector overweights/ underweights. Some of the key aspects in determining the sector overweight/ underweight positions include:

1. Understanding whether the sector is in early, middle or late phase of the business cycle
2. Demand-led triggers for the sector due to demographic, aspirational, income level, climate changes.
3. Regulatory headwinds/ tailwinds
4. Competition within the sector – Heightened private equity/ VC deals
5. Global dynamics changing, especially with respect to supply chain realignment

From a bottoms-up perspective, Neelotpal tends to have a more concentrated portfolio of 25-50 stocks (vs 100 stocks in benchmark index). This reflects high conviction in stock picking and is also demonstrated in higher active share for the fund compared to scheme peers.

* Since inception - 10 Dec 02

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.

² As on 29 November 2024 of Growth option regular plan. During the same period, value of scheme benchmark (Nifty 100 TRI) is not available. Please refer page no. 3 for detailed performance of HSBC Large Cap Fund.

³ During the same period, value of scheme benchmark (Nifty 100 TRI) is not available.

[&]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>.

Source – HSBC Mutual Fund, Data as of 30 November 2024. **Past performance may or may not be sustained in the future and is not indicative of future results.**

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

Following are some of the key parameters he uses to select stocks in his portfolio:

1. Good corporate governance
2. Management quality
3. Leaders/ Challengers in their respective businesses
4. Relative earnings growth trend (both with respect to sector peers and overall benchmark Index)
5. Having edge either in products, distribution, execution, branding, technology, etc.
6. Good or increasing return profile – RoCE / RoE
7. Absolute and relative valuations

Current positioning

The fund is overweight Healthcare, Real Estate and Industrials. Within Healthcare, we like the CDMO opportunities, Hospitals and selective generic companies. As stated earlier, Neelotpal tends to prefer possible winners among the Top 3 players in the respective sub-sectors/ categories. Within Real Estate, we think that the sector is still in the mid-phase of its business cycle based on the inventory levels, affordability ratio, launches, etc. Within Industrials, we are overweight some of the defense plays. We are underweight Consumer Staples, Autos, Energy and Materials.

Why HSBC Large Cap Fund?

- To seek an exposure to true large cap companies which are relatively stable than mid and small cap companies
- A top down and bottom up approach will be used to invest in equity and equity related instruments
- True to label fund – The fund will stay true to its objective in keeping with the mandate reposed by the investor whilst investing in the fund
- Aim to create a corpus through generating inflation-adjusted returns to cater to long-term goals
- Prefer dominant and scalable businesses available at reasonable valuations.
- Profit pool consolidation with dominant players to continue and disruption to accelerate this shift.
- Stock selection focuses on earnings growth trajectory and within that, the emphasis lies on earnings surprises.

Investment Objective

To generate long-term capital growth from an actively managed portfolio of equity and equity related securities of predominantly large cap companies. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

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).

Portfolio	% to net assets	Industry - Allocation	% to net assets
HDFC Bank Limited	9.23%	Banks	18.42%
ICICI Bank Limited	8.02%	IT - Software	11.41%
Infosys Limited	5.73%	Finance	8.08%
Larsen & Toubro Limited	4.78%	Pharmaceuticals & Biotechnology	6.53%
Reliance Industries Limited	4.65%	Retailing	5.49%
Multi Commodity Exchange of India Limited	3.97%	Construction	4.78%
Bharti Airtel Limited	3.14%	Aerospace & Defense	4.67%
DLF Limited	2.96%	Petroleum Products	4.65%
Zomato Limited	2.87%	Capital Markets	3.97%
Shriram Finance Limited	2.72%	Reverse Repos/TREPS	3.58%

Risk Ratios ⁴		Risk Ratios ⁴	
Standard Deviation	13.07%	Sharpe Ratio ⁵	0.65
Beta	0.93	R2	0.92

Exit Load: If the units redeemed or switched out are upto 10% of the units purchased or switched in ("the limit") within 1 year from the date of allotment – Nil, If units redeemed or switched out are over and above the limit within 1 year from the date of allotment – 1%, If units are redeemed or switched out on or after 1 year from the date of allotment – Nil, A switch-out or a withdrawal under SWP may also attract an Exit Load like any Redemption. No Exit load will be chargeable in case of switches made between different options of the Scheme. No Exit load will be chargeable in case of Units allotted on account of IDCW reinvestments, if any. Exit load is not applicable for Segregated Portfolio.

Month End Total Expenses Ratios (Annualized)⁶ – Regular⁷: 2.13%, Direct: 1.20%

Fund Manager - Neelotpal Sahai Effective 27 May 2013. Total Schemes Managed – 3, Fund Manager - Gautam Bhupal Effective 01 Jun 2023. Total Schemes Managed – 13, Fund Manager - Sonal Gupta Effective 01 July 2024. Total Schemes Managed - 26

Lump Sum Investment Performance									Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	1 Year		3 Years		5 Years		Since Inception		
	Amount in Rs.	Returns %	Amount in Rs.	Returns %	Amount in Rs.	Returns %	Amount in Rs.	Returns %	
HSBC Large Cap Fund – Regular Plan ^{9~~}	12707	27.07	15404	15.49	21249	16.25	503011	19.51	10-Dec-02
Scheme Benchmark (Nifty 100 TRI)	12534	25.34	15001	14.47	21722	16.76	NA	NA	
Additional Benchmark (Nifty 50 TRI)	12127	21.27	14723	13.76	21208	16.21	304431	16.81	

Past performance may or may not be sustained in the future and is not indicative of future results. The performance details provided herein are of Regular 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 November 2024 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

⁹**HSBC Large Cap Fund:** The launch date of the Nifty 100 TRI is Jan 01, 2003 whereas the inception date of the scheme is Dec 10, 2002. The corresponding benchmark returns since inception of the scheme not available. (Methodology Document for Equity Indices (niftyindices.com))

SIP Performance - HSBC Large Cap Fund – Regular Plan					Inception Date: 10-Dec-02
Scheme Name & Benchmarks	1 Year	3 Years	5 Years	Since Inception	
Total amount invested (Rs.)	120000	360000	600000	2630000	
Market Value as on November 29, 2024 (Rs.)	1,29,927	4,86,428	9,72,728	1,70,32,904	
Scheme Returns (%)	15.79	20.59	19.43	14.75	
Nifty 100 TRI - Scheme Benchmark (Rs.)	1,27,157	4,70,206	9,63,209	NA	
Nifty 100 TRI - Scheme Benchmark Returns (%)	11.32	18.17	19.02	NA	
Nifty 50 TRI - Additional Benchmark (Rs.)	1,26,200	4,59,242	9,41,396	1,62,80,621	
Nifty 50 TRI - Additional Benchmark Returns (%)	9.78	16.50	18.08	14.42	

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

Source: HSBC Mutual Fund, data as on 30 November 2024

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

⁴ Quantitative Data disclosed are as per monthly returns (Annualized) for the last 3 years.



⁵ Risk free rate: 6.76% (FIMMDA-NSE Mibor) Refer to the Fund's website, www.assetmanagement.hsbc.co.in for monthly portfolio disclosures.

⁶ TER Annualized TER including GST on Investment Management Fees

⁷ Continuing plans

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Product Label

Scheme name and Type of scheme	Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
<p>HSBC Large Cap Fund</p> <p>(An open ended equity scheme predominantly investing in large 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 predominantly large cap equity and equity related securities.		<p>As per AMFI Tier I Benchmark i.e. Benchmark : NIFTY 100 TRI Index</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 30 November 2024, Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders of that particular scheme

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

Source: HSBC Mutual Fund, data as on 30 November 2024

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