



# Fund Overview

## HSBC Overnight Fund

Overnight fund – An open ended debt scheme investing in overnight securities. Relatively low interest rate risk and relatively low credit risk.

June 2022

### Fund aim and investment policy

The Fund aims to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities. However, there can be no assurance that the Fund's objective can be realised.

### Fund Manager Kapil Punjabi



Vice President & Fund Manager – Indian Fixed Income

- ◆ 15 years of industry experience in fixed income
- ◆ Joined HSBC Asset Management India in 2014

<b>Fund Launch Date</b>	22 May 2019
<b>Fund manager</b>	Kapil Punjabi
<b>Investment Manager</b>	HSBC Asset Management (India) Pvt. Ltd
<b>Currency</b>	INR
<b>Fund Domicile</b>	India
<b>Benchmark</b>	CRISIL Overnight Fund A-I Index <sup>3</sup>
<b>Dealing</b>	Every Business Day
<b>Cut-off Time<sup>1</sup></b>	13:30 for Subscriptions and Switch Ins, 15:00 for Redemption and Switch Outs
<b>Settlement</b>	T+1

### Overview

- ◆ Provides institutional investors with an opportunity to invest in short-term INR denominated money market instruments.
- ◆ Main objectives/strategy includes:
  - Aim to preserve capital<sup>2</sup>
  - Daily liquidity <sup>^^</sup>
  - Active risk management
  - Extensive credit research

Notes:

(1) Subscription is subject to availability of funds for utilization before the cut-off time without availing any credit facility. (2) The Scheme is not a guaranteed or assured return Scheme. Investors may not get back the amount originally invested. There is no guarantee that the fund's investment objectives, including performance, will be achieved

(3) SEBI vide its circular no. SEBI/HO/IMD/IMD-II DF3/P/CIR/2021/652 dated October 27, 2021, on 'Guiding Principles for bringing uniformity in Benchmarks of Mutual Fund Schemes' has introduced two-tiered structure for benchmarking of certain categories of schemes. Accordingly, the benchmark has been classified as Tier 1 benchmark. Furthermore, the same is effective from 01 December 2021

<sup>^^</sup> Daily liquidity - As per the Regulations, the Fund shall dispatch the redemption proceeds within 10 Business Days from the date of acceptance of redemption request. Under normal circumstances, the Fund will endeavour to dispatch the redemption proceeds 1 Business Day from the date of receiving a valid redemption request before the cut off time.

## Portfolio characteristics

Yield to Maturity <sup>1</sup>	4.22%
Current AUM (~INR m)	6424.8
Current WAM <sup>2</sup>	1 day
Maximum Maturity	1 day
Maximum WAM <sup>3</sup>	1 day

## Fund Information

	Features
Current NAV	INR 1,114.0848
Settlement Date	T+1 <sup>4</sup>

Fund Name	Total Expense Ratio (TER) (as of 31 May 2022)	Minimum Application Amount (Rs)	Minimum Redemption/ Switch Account (Rs)
HOF	0.26% <sup>3</sup>	5,000	1,000
HOF Direct Plan	0.11% <sup>3</sup>	5,000	1,000

HSBC Mutual Fund/HSBC Asset Management (India) Private Limited would update the current expense ratios (TER) on its website at least three working days prior to the effective date of the change. Details of such changes can be referred on the following link under the Daily TER section: <https://www.assetmanagement.hsbc.co.in/en/mutual-funds>

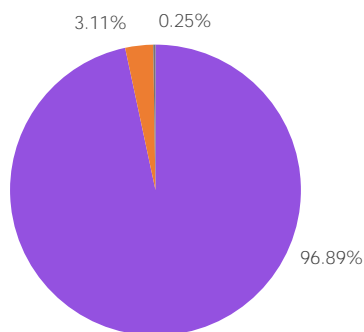
Source: HSBC Asset Management, data as of 31 May 2022

### Notes:

1. YTM Based on investment amount
2. The Weighted Average Maturity (WAM) of the fund
3. TER is annualized and Includes GST on Investment Management fees
4. As per the local regulations, the fund shall dispatch the redemption proceeds within 10 business days from the date of acceptance of redemption request. Under normal circumstances, the Fund will endeavour to dispatch the redemption proceeds within 1 business day from the date of receiving redemption request.

## Portfolio Compositions<sup>1</sup>

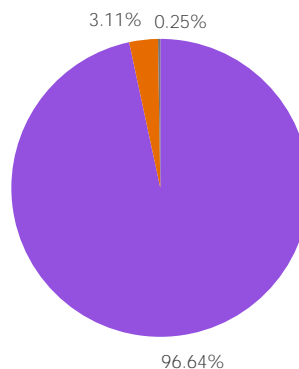
### Instrument Mix



■ Cash Equivalents ■ Treasury Bill ■ Net Current Assets

## Credit Quality Mix – local\*

### credit rating agencies' short-term ratings



■ Reverse Repos/ TREPS ■ Sovereign ■ Net Current Assets

Top 10 issuers/counterparties	% NAV
364 DAYS TBILL RED 09-06-2022	3.110%
Cash Equivalent	96.890%
TREPS	27.629%
Reverse Repos	69.012%
Net Current Assets	0.250%
<b>Total Net Assets as on 31-May-2022</b>	<b>100.000%</b>

## Investment process and team

Our investment process is active, fundamental and value driven. It combines qualitative top-down analysis of macroeconomic and market dynamics, with structured bottom-up research into individual bond issuers and fixed income securities. While investment decisions are taken locally to ensure focus and accountability, our portfolio managers in India are able to access the expertise and experience of our investment professionals worldwide in order to gain a truly global perspective.

The Fund is managed in India by Kapil Punjabi, who has over 15 years of investment experience. The team in India benefits from the broader HSBC Asset Management Liquidity team which manages money market assets across multiple currencies globally.

Notes:  
\* The rating mentioned above refers to the local credit rating in India. The rating criteria and methodology used by Indian local rating agencies may be different from those adopted by most of the established international credit rating agencies. Therefore, the Indian local credit rating system may not provide an equivalent standard for comparison with securities rated by international credit rating agencies.

1. Subject to change without notice.

Source: HSBC Asset Management, All data as on 31 May 2022 except otherwise mentioned

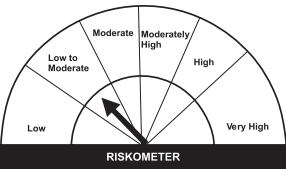
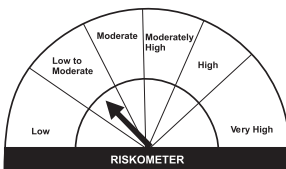
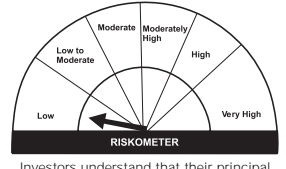
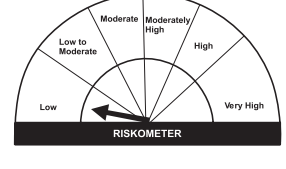

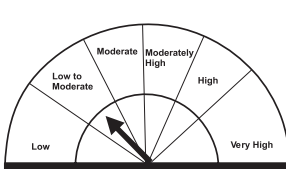


## Key risks

The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested.

- ◆ **Credit Risk:** Credit risk or default risk refers to the risk that an issuer of a fixed income security may default (i.e. will be unable to make timely principal and interest payments on the security).
- ◆ **Price-Risk or Interest Rate Risk:** As with all debt securities, changes in interest rates may affect the NAV of the Scheme(s) as the prices of securities increase as interest rates decline and decrease as interest rates rise.
- ◆ **Liquidity or Marketability Risk:** This refers to the ease with which a security can be sold at or near to its valuation yield-to-maturity (YTM). The primary measure of liquidity risk is the spread between the bid price and the offer price quoted by a dealer.
- ◆ **Reinvestment Risk:** This risk refers to the interest rate levels at which cash flows received from the securities in the Scheme(s) are reinvested. The additional income from reinvestment is the "interest on interest" component

For more risk factors check the KIM or visit <https://www.assetmanagement.hsbc.co.in/en/mutual-funds/investor-resources#>

HSBC Cash Fund Riskometer		
<p><b>HSBC Cash Fund</b></p>  <p>Investors understand that their principal will be from Low to Moderate risk</p>	<p><b>Liquid Fund</b> - An Open Ended Liquid Scheme. Relatively low interest rate risk and relatively low credit risk.</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>• Overnight Liquidity over short term.</li> <li>• Invests in Money Market Instruments.</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</p>	<p><b>Benchmark: CRISIL Liquid Fund A-I Index</b></p> 
HSBC Overnight Fund Riskometer		
<p><b>HSBC Overnight Fund</b></p>  <p>Investors understand that their principal will be at Low risk</p>	<p><b>Overnight Fund</b>- An open ended debt scheme investing in overnight securities. Relatively low interest rate risk and relatively low credit risk.</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>• Income over short term and high liquidity</li> <li>• Investment in debt &amp; money market instruments with overnight maturity.</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</p>	<p><b>Benchmark: CRISIL Overnight Fund A-I Index</b></p> 
HSBC Ultra Short Duration Fund Riskometer		
<p><b>HSBC Ultra Short Duration Fund</b></p>  <p>Investors understand that their principal will be from Low to Moderate risk</p>	<p><b>Ultra Short Duration Fund</b> - An Open ended Ultra-Short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months to 6 months. Relatively low interest rate risk and relatively low credit risk. Please refer page no. 9 Scheme Information Document on Macaulay duration.</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>• Income over short term with Low volatility.</li> <li>• Investment in debt &amp; money market instruments such that the Macaulay Duration of the portfolio is between 3 months - 6 months.</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</p>	<p><b>Benchmark: CRISIL Ultra Short Duration Fund A-I Index</b></p> 

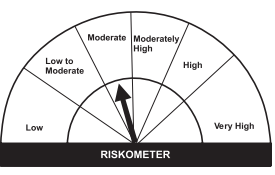
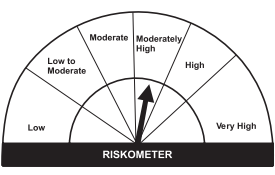
### Potential Risk Class (HSBC Cash Fund, HSBC Overnight Fund & HSBC Ultra Short Duration Fund)

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)	A-I		
Moderate (Class II)			
Relatively High (Class III)			

"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."

Please refer page no. 9 Scheme Information Document for explanation on Macaulay duration

**HSBC Debt Fund Riskometer**

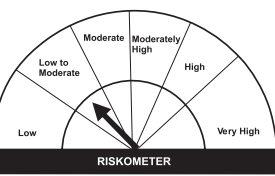
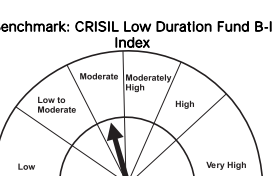
<p><b>HSBC Debt Fund</b></p>  <p>Investors understand that their principal will be at Moderate risk</p>	<p><b>Medium to Long Duration Fund</b> - An open ended Medium to Long Term Debt Scheme investing in instruments such that the Macaulay ^duration of the portfolio is between 4 years to 7 years. Relatively high interest rate risk and moderate credit risk. Please refer page no. 9 Scheme Information Document on Macaulay duration.</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>Regular Income over long term</li> <li>Investment in diversified portfolio of fixed income securities such that the Macaulay^ duration of the portfolio is between 4 years to 7 years.</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p><small>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</small></p>	<p><b>Benchmark:</b> CRISIL Medium to Long Duration Fund B-III</p> 
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**Potential Risk Class (HSBC Debt Fund)**

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)			
Moderate (Class II)			
Relatively High (Class III)		B-III	

"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."

**HSBC Low Duration Fund Riskometer**

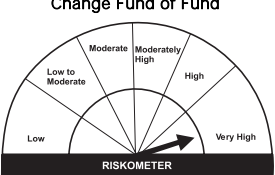
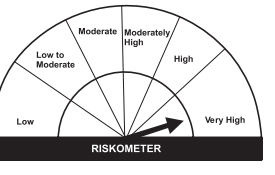
<p><b>HSBC Low Duration Fund</b></p>  <p>Investors understand that their principal will be from Low to Moderate risk</p>	<p><b>Low Duration Fund</b> - An open ended Low Duration Debt Scheme investing in instruments such that the Macaulay ^duration of the portfolio is between 6 months to 12 months. Relatively low interest rate risk and moderate credit risk. Please refer page no. 9 Scheme Information Document on Macaulay duration.</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>Liquidity over short term.</li> <li>Investment in debt and money market instruments such that the Macaulay^ duration of the portfolio is between 6 months to 12 months.</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p><small>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</small></p>	<p><b>Benchmark: CRISIL Low Duration Fund B-I Index</b></p> 
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**Potential Risk Class (HSBC Low Duration Fund)**

Credit Risk →			
Interest Rate Risk ↓	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Relatively Low (Class I)		B-I	
Moderate (Class II)			
Relatively High (Class III)			

"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."

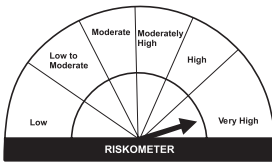
**HSBC Global Equity Climate Change Fund of Fund Riskometer**

<p><b>HSBC Global Equity Climate Change Fund of Fund</b></p>  <p>Investors understand that their principal will be at Very High risk</p>	<p><b>Fund of Funds (Overseas)</b> - An open ended fund of fund scheme investing in HSBC Global Investment Funds – Global Equity Climate Change</p> <p><b>This product is suitable for investors who are seeking**:</b></p> <ul style="list-style-type: none"> <li>To create wealth over long term</li> <li>Investment predominantly in companies positioned to benefit from climate change through fund of funds route</li> </ul> <p><b>**Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</b></p> <p><small>Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.</small></p>	<p><b>Benchmark: MSCI AC World TRI</b></p> 
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Please refer page no. 9 Scheme Information Document for explanation on Macaulay duration

## HSBC Equity Hybrid Fund Riskometer

### HSBC Equity Hybrid Fund



Investors understand that their principal will be at Very High risk

**Aggressive Hybrid fund** - An open ended Hybrid scheme investing predominantly in equity and equity related instruments

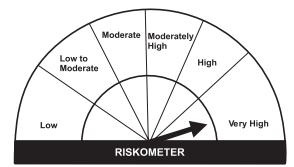
**This product is suitable for investors who are seeking\*\*:**

- Long term wealth creation and income.
- Invests in equity and equity related securities and fixed Income instruments.

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

Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.

**Benchmark: CRISIL Hybrid 35+65 - Aggressive Fund Index**



## HSBC Regular Savings Fund Riskometer

### HSBC Regular Savings Fund



Investors understand that their principal will be at Moderately High risk

**Conservative Hybrid Fund**- An open ended Hybrid Scheme investing predominantly in debt instruments.

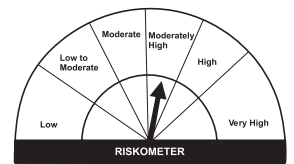
**This product is suitable for investors who are seeking\*\*:**

- Capital appreciation over medium to long term.
- Investment in fixed income (debt and money market instruments) as well as equity and equity related securities.

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

Please note that the above risk-o-meter is as per the product labelling of the Scheme available as on the date of this communication/ disclosure. As per SEBI circular dated October 5, 2020 on product labelling (as amended from time to time), risk-o-meter will be calculated on a monthly basis based on the risk value of the scheme portfolio based on the methodology specified by SEBI in the above stated circular. The AMC shall disclose the risk-o-meter along with portfolio disclosure for all their schemes on their respective website and on AMFI website within 10 days from the close of each month. 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.

**Benchmark: CRISIL Hybrid 85+15 - Conservative Index**



^^The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price. Please refer page no. 9 Scheme Information Document for explanation on Macaulay duration

Source: HSBC Asset Management, India

## Disclaimer:

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