HSBC Mutual Fund

Product Note

HSBC Ultra Short to Short Term Fund

(An open ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months to 12 months. A relatively low interest rate risk and moderate credit risk.)

September 2026

Fund Category	Fund Manager	Benchmark [1, 2]	Inception Date	AUM[3 &]
Ultra Short to Short Term Fund	Shriram Ramanathan and Mohd Asif Rizwi	NIFTY Low Duration Debt Index A-I	04 Dec 2010	Rs. 875.45 Cr

Quantitative Data	
Average Maturity	14.21 Months
Modified Duration	10.42 Months
Macaulay Duration	11.10 Months
Yield to Maturity	7.33%

Minimum Investment		
Lumpsum ₹ 5,000	SIP ₹ 500	Additional Purchase ₹ 1,000

Why HSBC Ultra Short to Short Term Fund?

- Appropriately positioned to provide a carry while maintaining liquidity
- Rigorous credit selection process to spot mispriced credit opportunities.
- Given the portfolio quality, liquidity and carry over other funds, the fund is well positioned in the current market environment.

Fund Approach

- Focus on generating returns through a yield-oriented and accrual-based strategy
- Reasonably good portfolio quality with a diversified mix of assets and liquidity
- Moderate portfolio duration, while providing yield pickup

Month End Base Expenses Ratios (Annualized)[4]

Plan	Base Expense Ratio (BER)
Regular[5]	0.81%
Direct	0.33%

Exit Load: NIL, * In terms of 10.4.1.a. of SEBI Master Circular on Mutual Funds dated June 27, 2024, no entry load will be charged to the investor.

[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. Furthermore, the same is effective from 01 December 2021.

[2] Fund's benchmark has changed with effect from May 01, 2024. [3] AUM is as on 31 August 2026. [4] BER excludes brokerage & transaction cost, and statutory levies(including GST). Refer to the notice cum addendum issued on March 27, 2026 with respect to change in "Base Expense Ratio (BER) limits" of all schemes of HSBC Mutual Fund effective April 01, 2026. For detailed TER Click Here (https://old.camsonline.com/COL_HSBCDownload.aspx)

[5] Continuing plans

[&]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).

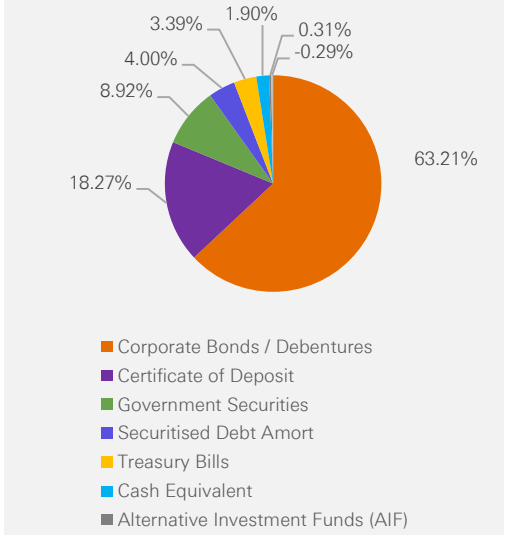
Source – HSBC Mutual Fund, Data as of 31 August 2026. **Past performance may or may not be sustained in future and is not a guarantee of any future returns.**

Portfolio

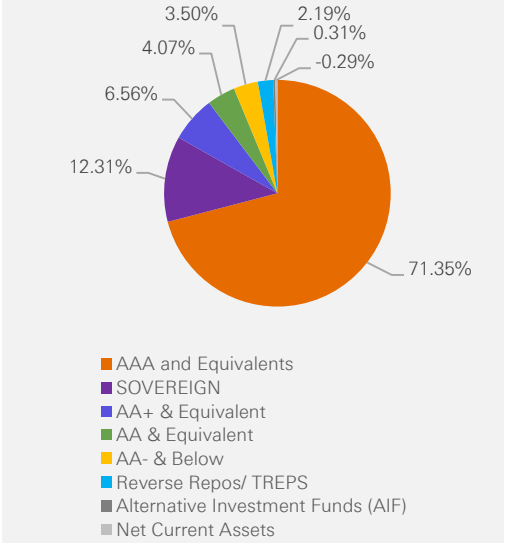
Issuer	Rating	% to Net Assets
Corporate Bonds / Debentures		63.21%
SIDBI	CRISIL AAA	8.94%
REC Limited	CRISIL AAA / ICRA AAA	9.40%
LIC Housing Finance Limited	CRISIL AAA	7.55%
Power Finance Corporation Limited	CRISIL AAA	5.80%
NABARD	ICRA AAA / CRISIL AAA	7.89%
Vedanta Limited	CRISIL AA+	2.95%
Bajaj Housing Finance Ltd	CRISIL AAA	2.95%
Larsen & Toubro Limited	CRISIL AAA	2.94%
360 ONE Prime Limited	ICRA AA	2.92%
Piramal Finance Ltd	ICRA AA+	1.82%
Indostar Capital Finance Limited	CARE AA-	1.76%
Mindspace Business Parks REIT	CRISIL AAA	1.74%
MAS Financial Services Limited	CARE AA-	1.74%
Hinduja Leyland Finance Ltd.	CRISIL AA+	1.17%
Aditya Birla Real Estate Limited	CRISIL AA	1.15%
Embassy Office Parks REIT	CRISIL AAA	0.69%
Motilal Oswal Finvest Ltd.	CRISIL AA+	0.62%
EXIM Bank	CRISIL AAA	0.60%
Indigrid Infrastructure Trust	ICRA AAA	0.58%
Money Market Instruments		
Certificate of Deposit		18.27%
Punjab National Bank	CARE A1+	5.55%
HDFC Bank Limited	CRISIL A1+	2.77%
ICICI Bank Limited	ICRA A1+	2.76%
Bank of Baroda	CARE A1+	2.76%
Union Bank of India	ICRA A1+	2.76%
IndusInd Bank Limited	CRISIL A1+	1.67%
Securitised Debt Amort		4.00%
Liquid Gold Series 18 (PTC of pools from IIFL Finance Ltd)	CRISIL AAA(SO)	1.97%
Liquid Gold Series 24 (PTC of pools from IIFL Finance Ltd)	CRISIL AAA(SO)	1.12%
Liquid Gold Series 14 (PTC of pools from IIFL Finance Ltd)	CRISIL AAA(SO)	0.91%
Government Securities		8.92%
7.38% GOI MAT 20-Jun-2027	SOVEREIGN	5.86%
GOI Floating Rate FRB 22-Sep-2033	SOVEREIGN	3.06%
Treasury Bills		3.39%
182 Days Treasury Bill 19-Nov-2026	SOVEREIGN	3.39%
Alternative Investment Funds (AIF)		0.31%
Corp Debt Mkt Devlop Fund (SBI AIF Fund)	AIF	0.31%
Cash Equivalent		1.90%
TREPS*		2.19%
Net Current Assets		-0.29%
Total Net Assets as on 31-August-2026		100.00%

*TREPS : Tri-Party Repo fully collateralized by G-Sec

Asset Allocation



Rating Portfolio



Source: HSBC Mutual Fund, data as on 31 August 2026
Note : Please refer to Scheme Information Document for more details on Asset Allocation of the scheme.

Investment Objective

The investment objective is to provide liquidity and reasonable returns by investing primarily in a mix of short term debt and money market instruments such that the Macaulay duration of the portfolio is between 6 months to 12 months. However, there can be no assurance or guarantee that the investment objective of the scheme would be achieved.

Fund Manager - Shriram Ramanathan Effective 26 Nov 2022. Total Schemes Managed - 9
Fund Manager - Mohd Asif Rizwi Effective 16 Jan 2024. Total Schemes Managed - 15

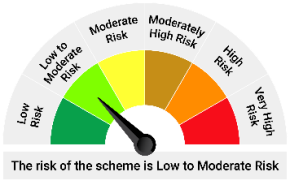
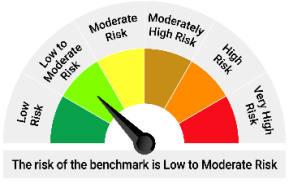
Lump Sum Investment Performance																					Inception Date
Fund / Benchmark (Value of Rs 10,000 invested)	7 Days		15 Days		30 Days		3 Months		6 Months		1 Year		3 Years		5 Years		10 Years		Since Inception		
	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	Amount in ₹	Returns %	
HSBC Ultra Short to Short Term Fund - Regular Plan~	10007	4.60	10008	2.14	10042	5.10	10193	7.69	10309	6.19	10597	5.94	12384	7.38	13613	6.36	18349	6.25	29979	7.22	04-Dec-10
Scheme Benchmark (NIFTY Low Duration Debt Index A-I)	10010	6.15	10019	4.95	10057	6.89	10213	8.53	10334	6.70	10631	6.28	12289	7.10	13562	6.28	18740	6.48	30838	7.41	
Additional Benchmark (CRISIL 1 Year T Bill Index)	10005	2.78	10012	3.10	10035	4.21	10140	5.53	10207	4.12	10432	4.30	12004	6.27	13177	5.67	17809	5.94	26821	6.46	
HSBC Ultra Short to Short Term Fund - Direct Plan~	10008	5.16	10010	2.71	10047	5.63	10205	8.21	10324	6.49	10639	6.36	12553	7.86	13948	6.88	19631	6.97	26900	7.51	01-Jan-13
Scheme Benchmark (NIFTY Low Duration Debt Index A-I)	10010	6.15	10019	4.95	10057	6.89	10213	8.53	10334	6.70	10631	6.28	12289	7.10	13562	6.28	18740	6.48	25601	7.12	
Additional Benchmark (CRISIL 1 Year T Bill Index)	10005	2.78	10012	3.10	10035	4.21	10140	5.53	10207	4.12	10432	4.30	12004	6.27	13177	5.67	17809	5.94	23230	6.36	

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 August 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

Returns for Debt schemes has been calculated as on last business day NAV provided as on 31 August 2026.
Source: HSBC Mutual Fund, data as on 31 August 2026
Click here to check other funds performance managed by the Fund Manager

Product Label

Scheme name and Type of scheme	*Scheme Risk-o-meter	Benchmark Risk-o-meter (as applicable)
HSBC Ultra Short to Short Term Fund (An open ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months to 12 months. A relatively low interest rate risk and moderate credit risk.) **This product is suitable for investors who are seeking*:** • Liquidity over short term • Investment in Debt / Money Market Instruments such that the Macaulay^ duration of the portfolio is between 6 months to 12 months.	 The risk of the scheme is Low to Moderate Risk	As per AMFI Tier 1. Benchmark Index: **NIFTY Low Duration Debt Index A-I**  The risk of the benchmark is Low to Moderate Risk

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

Note on Risk-o-meters: Riskometer is as on 31 August 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

Potential Risk Class (HSBC Ultra Short to Short Term 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)			

A Scheme with Relatively Low interest rate risk and Moderate 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.

Past performance may or may not be sustained in future and is not a guarantee of any future returns. Source: HSBC Mutual Fund, data as on 31 August 2026

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