

Responsible Investment Review

HSBC Asset Management's key achievements in 2022



Mobilising capital to support a more sustainable future

US\$55 billion+

assets managed under Sustainable Investment strategies



Launched investment strategies under the sustainable investment themes **circular economy, climate technology venture capital, sustainable infrastructure** and more

Using engagement as a tool for driving change

We voted at more than **7,000 meetings** with over **75,000 resolutions**

ESG and other issues were raised in engagements with **2,150** companies and other issuers



We joined **10 new industry commitments** including the PRI Advance Human Rights Initiative and the Breakthrough Energy Catalyst to support the scaling up of climate critical technologies for hard-to-abate sectors.

A zoom on advancements in alternatives

US\$650 million

raised by **Climate Asset Management**, our joint venture with Pollination, across two **Natural Capital strategies**

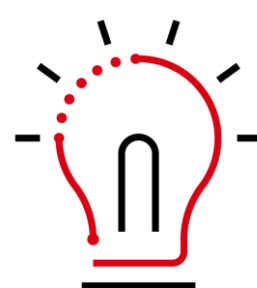
We created an Alternatives-specific Responsible Investment policy and established our Alternatives Sustainability Oversight Committee to guide further ESG integration in this asset class.

Awards and Recognitions

Awarded **"ESG Advanced"** by Morningstar³ "Among the industry's strongest ESG proponents" **for a second year running**

#5 ranking

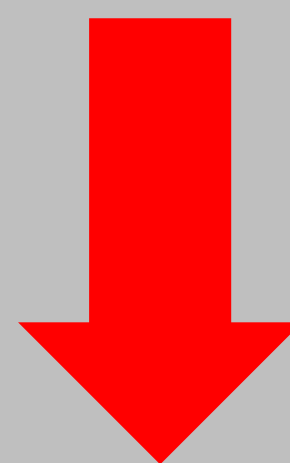
out of 42 asset managers assessed in an ESG integration study conducted by Scope⁴



Our efforts in building a diversified and inclusive work environment have won us two recognitions at the **Citywire Gender Diversity Awards 2022⁵**

Net Zero Transition

As part of the Net Zero Asset Managers Initiative, we announced the ambition of reducing



Scope 1 and 2 carbon emissions intensity by **58% by 2030**

for 38 % of our total assets under management¹ as of end of 2019.

We published our **thermal coal policy²**, which sets out the target timeframe for the active funds we manage to exclude thermal coal companies by 2030 in the EU and OECD, and globally by 2040.

Climate Investment Strategy team, Climate Investment Committee and Climate Implementation Framework have been created to support the development of climate solutions and the integration of climate considerations into our investment processes.

1. The AUM in scope for the interim target consists of listed equity and corporate fixed income, where data and methodologies in decarbonisation are the most mature. Investments in both developed and emerging markets are covered. 2. Please click [here](#) to see the full policy document. 3. Out of 94 asset managers assessed by Morningstar only 17 asset managers earned a Morningstar ESG Commitment Level of Advanced. © Copyright 2023 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. 4. Scope's ESG integration study: notable differences between asset managers (July 2022), 'Exemplary multi-level ESG research on companies, sectors but also selected topics with the aim of both supporting investment teams in their ESG due diligence and providing ongoing training' 5. The two awards won by HSBC AM are 'Most Improved Retention Rates' (female portfolio managers retention in the last 10 years and 'Best AUM Split' (funds managed by male/female portfolio managers). More information can be found on [Citywire's website](#). Source: HSBC Asset Management and Morningstar, data as of 31 December 2022. The information contained in this publication is not intended as investment advice or recommendation.

Today, we and many of our customers contribute to greenhouse gas emissions. This is why HSBC Asset Management, together with other asset managers, have an important role to play in supporting the transition to a net zero economy. Step by step, we are developing strategies to reduce our own emissions and to help our customers reduce theirs.

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