

HSBC Global Investment Funds

GLOBAL EMERGING MARKETS MULTI-ASSET INCOME

Monthly report 29 February 2024 | Share class AM3OSGD



Investment objective

The Fund aims to provide income and moderate capital growth by investing in a range of assets, including bonds, shares, money-market securities, other assets and cash in emerging markets.



Investment strategy

The Fund is actively managed and is not constrained by a benchmark. In normal market conditions, at least 90% of the Fund's exposure is to assets that are based or issued in emerging markets. The Fund invests in investment grade, non-investment grade and unrated bonds issued or guaranteed by governments, government-related, supranational entities and companies based in or carry out the larger part of their business activities in emerging markets; and to shares issued by companies of any size. The Fund may invest up to 20% in Chinese bonds through the China Interbank Bond Market and up to 10% in non-investment grade bonds issued by any single sovereign issuer. The Fund may invest up to 90% in other funds. It can also invest up to 10% in convertible bonds and up to 10% in contingent convertible securities. The Fund may invest up to 30% in China A and China B-shares. For China A-shares, up to 15% through the Stock Connect exchanges, and up to 15% in CAAPs. The Fund's primary currency exposure is to emerging market currencies (exposure will not be less than 50%). See the Prospectus for a full description of the investment objectives and derivative usage.



Main risks

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is generally greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless. The value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.
- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.

Share Class Details

Key metrics

NAV per Share	SGD 7.72
Performance 1 month	0.44%
Sharpe ratio 3 years	-0.66

Fund facts

UCITS V compliant	Yes
Subscription mode	Cash / SRS (Supplementary Retirement Scheme)
Dividend treatment	Distributing
Distribution Frequency	Monthly
Dividend ex-date	29 February 2024
Dividend annualised yield	4.72%
Last Paid Dividend	0.029762
Dealing frequency	Daily
Valuation Time	17:00 Luxembourg
Share Class Base Currency	SGD
Domicile	Luxembourg
Inception date	12 April 2019
Fund Size	USD 47,551,517
Managers	Jaymeson Paul Kumm Kate Morrissey Nicholas McLoughlin Scott Davis

Fees and expenses

Minimum initial investment (SG) ¹	SGD 1,000
Maximum initial charge (SG)	3.000%
Management fee	1.350%

Codes

ISIN	LU1877951415
Bloomberg ticker	HSAM3OS LX

¹Please note that initial minimum subscription may vary across different distributors

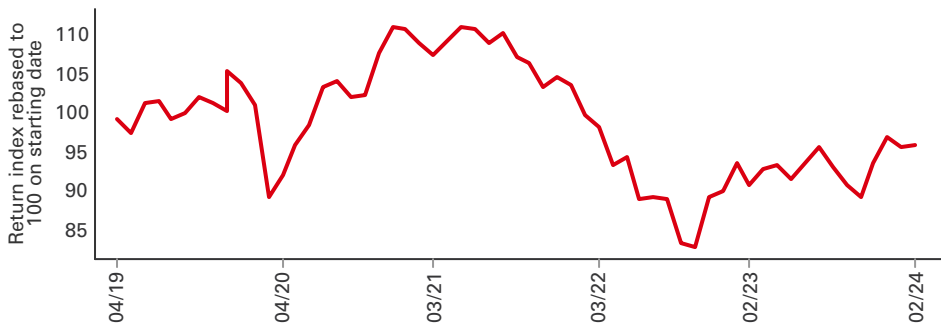
Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis. For comparison with benchmark.

***Share class denoted with "(Net)" refers to fund return net of maximum initial charge (SG) on a single pricing (NAV) basis. No redemption charge is levied.**

This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

Source: HSBC Asset Management, data as at 29 February 2024

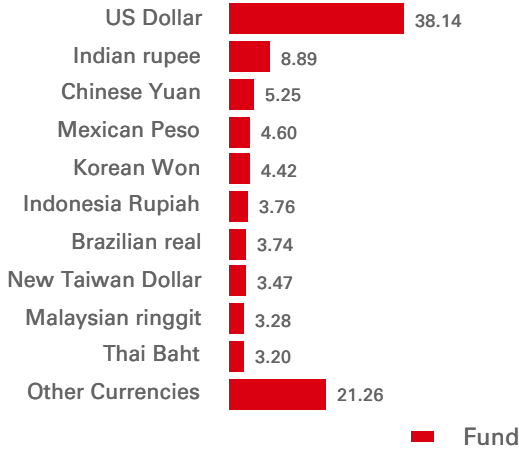
Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
AM3OSGD	-1.08	0.44	2.43	3.17	5.70	-4.18	--	-0.88
AM3OSGD (Net)*	-3.97	-2.49	-0.55	0.16	2.62	-5.12	--	-1.48

Calendar year performance (%)	2019	2020	2021	2022	2023
AM3OSGD	--	5.34	-5.76	-13.83	7.64
AM3OSGD (Net)*	--	2.27	-8.51	-16.34	4.51

Currency Allocation (%)



Asset allocation (%)

Asset allocation (%)	Fund
Global Emerging Markets Equity	18.81
Global Emerging Markets Debt - Hard Currency	29.44
Global Emerging Markets Debt - Local Currency	44.95
Asia High Yield Bond	6.57
Cash	0.22

Top 10 Holdings

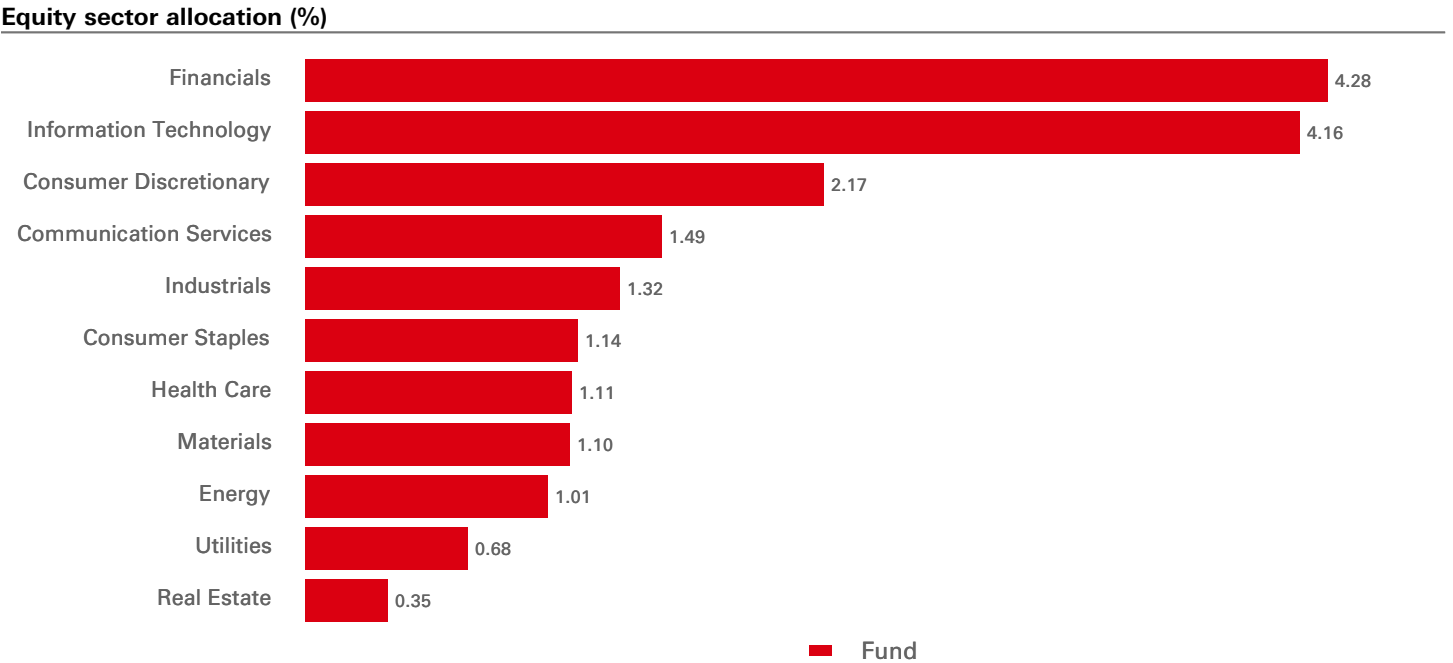
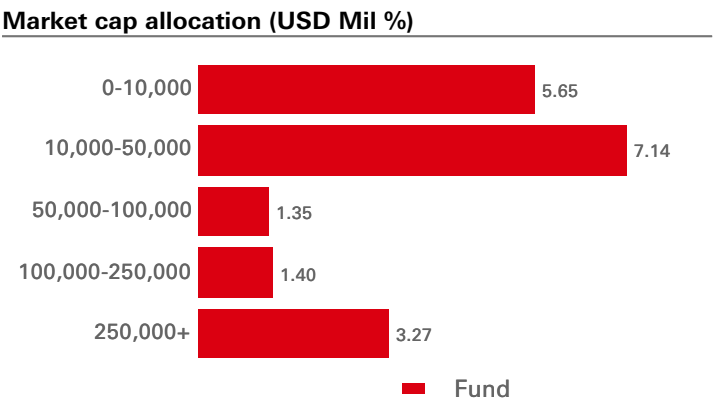
Top 10 Holdings	Weight (%)
HSBC GIF Asia High Yield Bond ZQ1	6.57
TREASURY BILL 0.000 11/07/2024 USD	4.31
TREASURY BILL 0.000 04/04/2024 USD	3.75
TREASURY BILL 0.000 16/05/2024 USD	3.72
L&G India INR Government Bd ETF USD Dis	3.16
TREASURY BILL 0.000 12/03/2024 USD	2.72
TREASURY BILL 0.000 13/06/2024 USD	1.65
SANDS CHINA LTD 5.125 08/08/2025 USD	1.57
Taiwan Semiconductor Co Ltd	1.36
NOTA DO TESOURO NACIONAL 10.000 01/01/2029 BRL	1.31

Top 10 holdings exclude holdings in cash and cash equivalents and money market funds.

Performance is annualised when calculation period is over one year. Past performance does not predict future returns.Fund return: NAV-to-NAV basis. For comparison with benchmark.
 *Share class denoted with "(Net)"refers to fund return net of maximum initial charge (SG) on a single pricing (NAV) basis. No redemption charge is levied.
 The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds.
 Source: HSBC Asset Management, data as at 29 February 2024

Equity top 10 holdings	Location	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	1.37
Samsung Electronics Co Ltd	South Korea	Information Technology	0.58
Tencent Holdings Ltd	Mainland China	Communication Services	0.43
Infosys Ltd	India	Information Technology	0.33
PDD Holdings Inc	Mainland China	Consumer Discretionary	0.28
Alibaba Group Holding Ltd	Mainland China	Consumer Discretionary	0.25
NetEase Inc	Mainland China	Communication Services	0.23
China Construction Bank Corp	Mainland China	Financials	0.21
Power Grid Corp of India Ltd	India	Utilities	0.20
Dr Reddy's Laboratories Ltd	India	Health Care	0.18

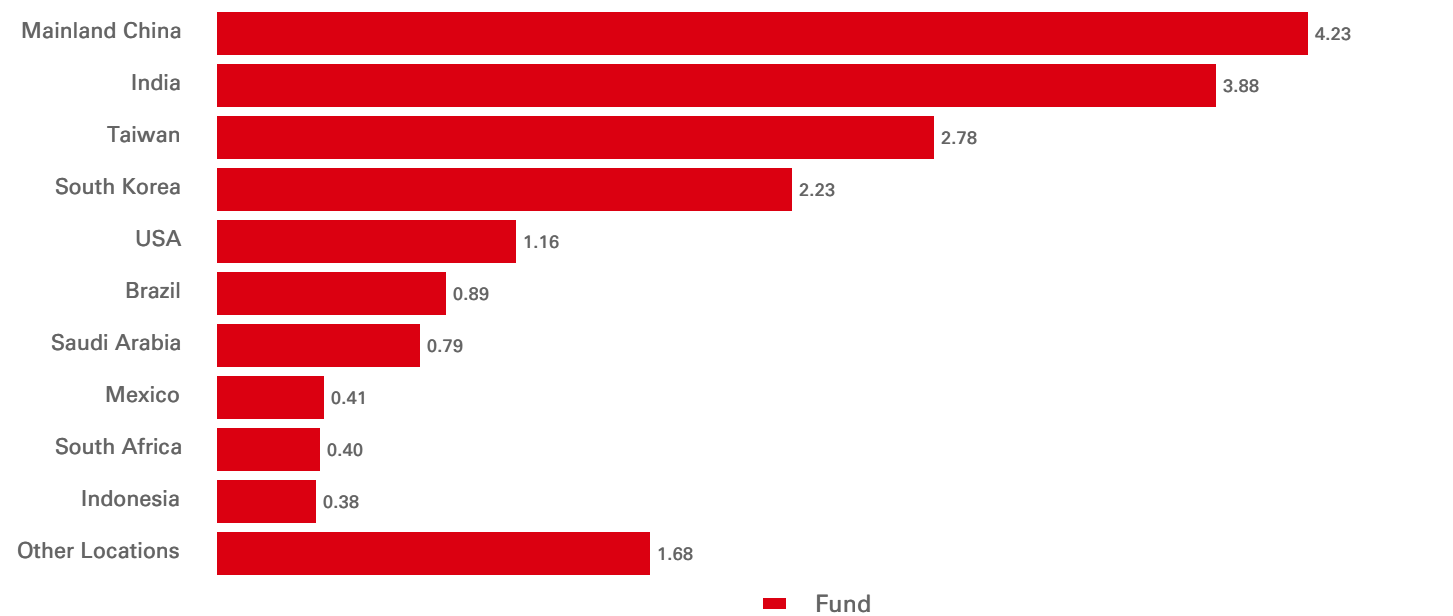
Equity characteristics	Fund	Reference benchmark
Average Market Cap (USD Mil)	144,292	--
Price/earning ratio	10.61	--
Portfolio yield	3.96%	--



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 Source: HSBC Asset Management, data as at 29 February 2024

Equity geographical allocation (%)

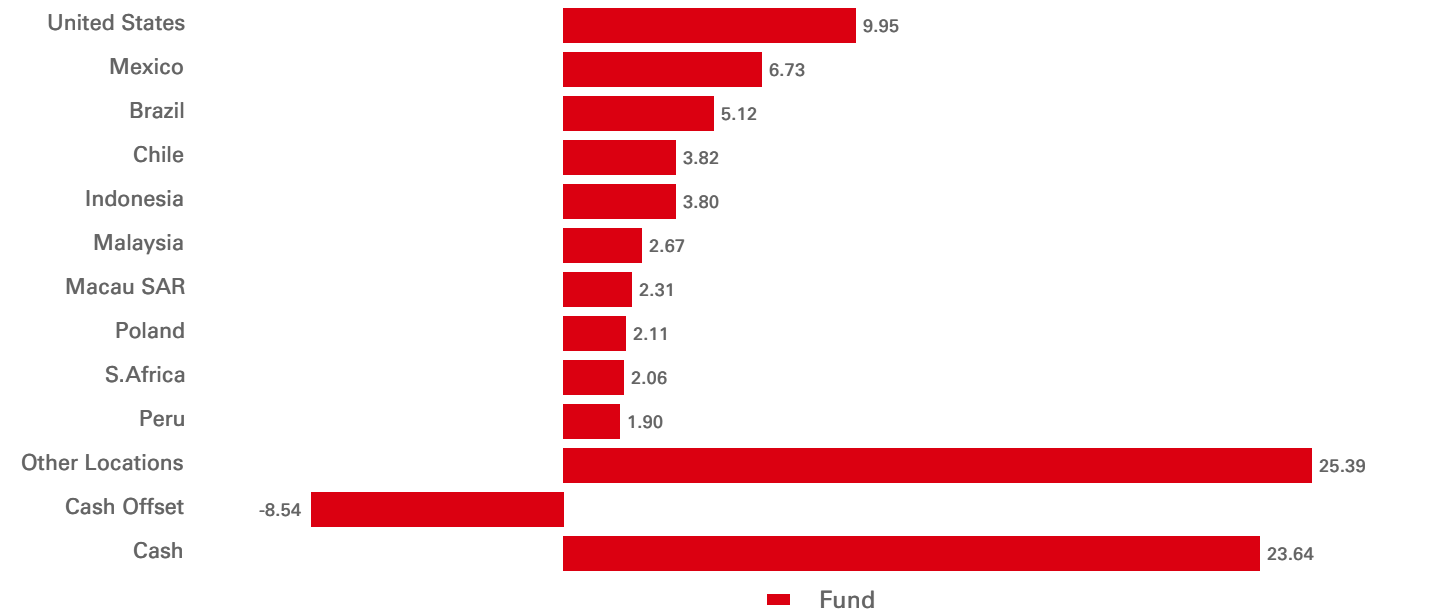


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 Source: HSBC Asset Management, data as at 29 February 2024

Fixed Income Characteristics	Fund	Reference benchmark	Relative	Credit rating (%)	Fund	Reference benchmark	Relative
Yield to worst	8.01%	--	--	AAA	9.72	--	--
Yield to maturity	8.03%	--	--	AA	3.73	--	--
OAD	4.46	--	--	A	8.02	--	--
Rating average	BBB+/BBB	--	--	BBB	22.56	--	--
				BB	14.42	--	--
				B	5.98	--	--
				CCC	0.64	--	--
				CC	0.20	--	--
				D	0.07	--	--
				NR	0.51	--	--
				Cash	23.67	--	--
				Cash Offset	-8.54	--	--

Fixed income top 10 holdings	Location	Instrument type	Weight (%)
TREASURY BILL 0.000 11/07/2024 USD	United States	Treasury Bill	4.31
TREASURY BILL 0.000 04/04/2024 USD	United States	Treasury Bill	3.75
TREASURY BILL 0.000 16/05/2024 USD	United States	Treasury Bill	3.74
TREASURY BILL 0.000 12/03/2024 USD	United States	Treasury Bill	2.72
TREASURY BILL 0.000 13/06/2024 USD	United States	Treasury Bill	1.65
SANDS CHINA LTD 5.125 08/08/2025 USD	Macau SAR	Corporate Bond	1.57
NOTA DO TESOIRO NACIONAL 10.000 01/01/2029 BRL	Brazil	Government Bond	1.31
LETRA TESOIRO NACIONAL 0.000 01/10/2024 BRL	Brazil	Treasury Bill	1.17
MEX BONOS DESARR FIX RT 7.500 03/06/2027 MXN	Mexico	Government Bond	1.15
LETRA TESOIRO NACIONAL 0.000 01/07/2024 BRL	Brazil	Government Bond	1.07

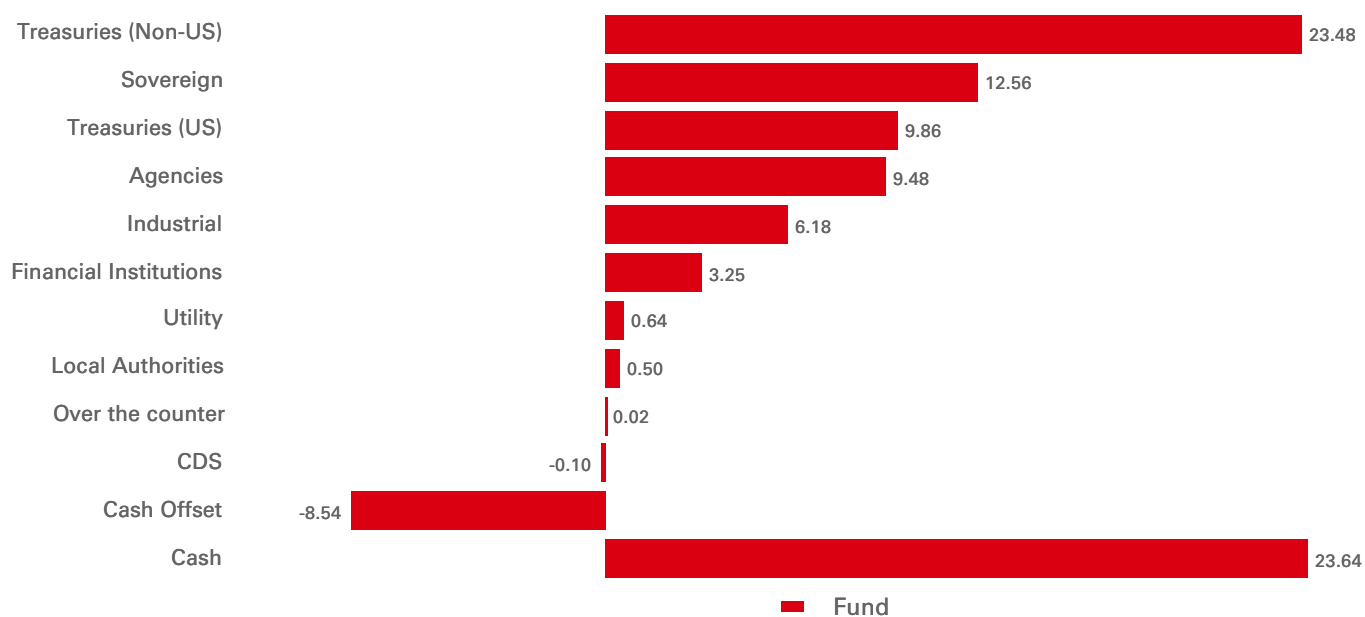
Fixed income geographical allocation (%)



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 Source: HSBC Asset Management, data as at 29 February 2024

Geographical Allocation (OAD)	Fund	Reference benchmark	Relative
United States	0.40	--	--
Indonesia	0.40	--	--
Mexico	0.38	--	--
Chile	0.29	--	--
Saudi Arabia	0.25	--	--
Colombia	0.22	--	--
Qatar	0.19	--	--
Peru	0.19	--	--
Malaysia	0.18	--	--
Hungary	0.18	--	--
Other Locations	1.78	--	--
Cash	0.02	--	--
Cash Offset	--	--	--

Fixed income sector allocation (%)



Monthly performance commentary

Market Review

Across equities, emerging markets outperformed developed markets. This was driven by strong returns from China, following a number of supportive steps taken by the CCP to maintain market stability and another cut to mortgage policy rates. Other Asian markets associated with the Technology sector such as Taiwan and South Korea also rallied. Spread compression supported emerging market debt in hard currency, and Asia High Yield bonds also rallied over the period. By contrast, the strength of the dollar acted as a headwind for emerging market debt in local currency. The US dollar gained modestly over the period, boosted by the higher yields and the broadly resilient economic data. In the commodity markets, Brent Oil pushed higher, on elevated geopolitical risk. Gold ended the month lower, facing downward pressure from hawkish economic data and the pushback on timing of policy rate cuts.

Portfolio performance

The portfolio delivered positive absolute returns in February, driven by the strong performance across both emerging markets equities and parts of the EMD market. The portfolio is actively positioned against a long term strategic asset allocation. Over the period, our tilt away from equity detracted, Conversely, our tilt towards Indian Government Bonds and Asia High Yield added value.

Investment Team Views and Portfolio Positioning

The outlook for global emerging markets is more mixed. Benign inflation trends have already prompted central banks to either pause hikes or engage in rate cuts, while growth remains relatively supportive. Pockets of strength exist across Latin America and Asia, despite China's slower economic recovery. Rollouts of targeted fiscal policy support in China continue, albeit more localized and very targeted for now.

As the global growth picture has improved we increased equity market exposure in February. We continue to have a preference for local over hard currency emerging market debt given the appealing carry and positive outlook on emerging market FX. We also hold an overweight to Asia High Yield, given the cheap valuations and attractive yield levels in this asset class.

We continue to hold our position in Brazil versus emerging market equity, given the country's positive momentum, strong macroeconomic backdrop and attractive fundamentals.

We also hold an overweight to Indian equity and government bonds. India remains one of the fastest growing economies globally, is making steady productivity improvements, has high foreign direct investments, and favourable demographics

Risk Disclosure

- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Investment involves risk. Past performance figures shown are not indicative of future performance. Investors should read the prospectus (including the risk warnings) and the product highlights sheets, before investing. Daily price change percentage is based on bid-bid price.

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Glossary
 

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Company Registration No. 198602036R

Should there be any discrepancy, the English version shall prevail. This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.

Supplemental information sheet

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
AM2 USD	-0.76	0.61	2.93	4.21	7.65	-3.30	0.31	-0.89
AM2 USD (Net)*	-3.65	-2.32	-0.07	1.18	4.52	-4.25	-0.29	-1.37
AM3OAUD AUD	-1.02	0.49	2.53	3.31	5.77	-4.61	-1.08	-2.17
AM3OAUD AUD (Net)*	-3.90	-2.44	-0.46	0.30	2.69	-5.55	-1.67	-2.64
AM3OSGD SGD	-1.08	0.44	2.43	3.17	5.70	-4.18	--	-0.88
AM3OSGD SGD (Net)*	-3.97	-2.49	-0.55	0.16	2.62	-5.12	--	-1.48

Calendar year performance (%)	2019	2020	2021	2022	2023
AM2 USD	13.45	6.21	-5.51	-13.37	9.51
AM2 USD (Net)*	10.15	3.12	-8.26	-15.90	6.32
AM3OAUD AUD	12.00	4.50	-6.14	-14.63	7.49
AM3OAUD AUD (Net)*	8.73	1.46	-8.88	-17.12	4.36
AM3OSGD SGD	--	5.34	-5.76	-13.83	7.64
AM3OSGD SGD (Net)*	--	2.27	-8.51	-16.34	4.51

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Last Paid Dividend	Annualised Yield based on ex-dividend date
AM2	USD	Monthly	29 February 2024	0.038095	6.78%
AM3OAUD	AUD	Monthly	29 February 2024	0.029615	5.44%
AM3OSGD	SGD	Monthly	29 February 2024	0.029762	4.72%

Share class	Inception date	ISIN	Share Class Base Currency	Minimum Initial Investment	NAV per Share	Management fee	Distribution type
AM2	19 January 2018	LU1711226354	USD	USD 5,000	6.95	1.350%	Distributing
AM3OAUD	19 January 2018	LU1711227162	AUD	USD 5,000	6.70	1.350%	Distributing
AM3OSGD	12 April 2019	LU1877951415	SGD	USD 5,000	7.72	1.350%	Distributing

Different classes may have different performances, dividend yields and expense ratios. For hedged classes, the effects of hedging will be reflected in the net asset values of such classes. Expenses arising from hedging transactions may be significant and will be borne by the relevant hedged classes. Hedged class performs the required hedging on a best efforts basis.

Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis. For comparison with benchmark.

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The above table cites the last dividend paid within the last 12 months only.

Dividend is not guaranteed and may be paid out of capital, which will result in capital erosion and reduction in net asset value. A positive distribution yield does not imply a positive return. Past distribution yields and payments do not represent future distribution yields and payments. Historical payments may comprise of distributed income, capital, or both.

The calculation method of annualised yield prior to August 2019 is the simple yield calculation: (dividend amount / NAV per share or units as of ex-dividend date) x n; The calculation method of annualised yield from August 2019 is the compound yield calculation: $((1 + (\text{dividend amount} / \text{ex-dividend NAV}))^n) - 1$, n depends on the distributing frequency. Annually distribution is 1; semi-annually distribution is 2; quarterly distribution is 4; monthly distribution is 12.

The annualised dividend yield is calculated based on the dividend distribution on the relevant date with dividend reinvested, and may be higher or lower than the actual annual dividend yield.

Investors and potential investors should refer to the details on dividend distributions of the Fund, which are available on HSBC Asset Management (Singapore) Limited website.

Source: HSBC Asset Management, data as at 29 February 2024