

HSBC Global Investment Funds - GEM Debt Total Return

Share Class L1D

As at 31 May 2018



Investment Aim

The Fund aims to provide long-term total return (meaning capital growth and income) by investing in a portfolio of emerging market bonds. These include investment-grade, non-investment grade and other similar securities. The Fund is concentrated (small number of holdings). The securities are issued or guaranteed by governments, government agencies or supranational bodies in emerging markets or companies with a registered office in emerging markets. The Total Return strategy aims to capture most of the upside in emerging-market bonds whilst seeking to limit losses. The Fund seeks to generate returns not only through the selection of individual securities but also through currency positioning, as well as duration and yield curve positioning. If emerging markets offer insufficient opportunities at any time, the Fund may invest up to 49% of its assets in liquid assets. The Fund can invest up to 10% of its assets in contingent convertible securities. The Fund can invest up to 10% of its assets in shares issued by companies in emerging markets and can also hold 25% of its assets in convertible securities. See the Prospectus for a full description of the investment objectives and derivative usage.

Risk Disclosure

It is important to remember that the value of investments can go down as well as up and you may not get back the amount originally invested. Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up. Investments in emerging markets are by their nature higher risk and potentially more volatile than those inherent in some established markets. The value of the underlying assets is strongly affected by interest rate fluctuations and by changes in the credit ratings of the underlying issuer of the assets. The fund can invest in sub investment grade bonds, which may produce a higher level of income than investment grade bonds, but carry increased risk of default on repayment. Stock market investments should be viewed as a medium to long term investment and should be held for at least three years. For a full list of risks, please refer to the Prospectus and KIID.

Performance in USD

	Net returns %				
	31/05/2013 - 31/05/2014	31/05/2014 - 31/05/2015	31/05/2015 - 31/05/2016	31/05/2016 - 31/05/2017	31/05/2017 - 31/05/2018
Fund	3.12	4.84	-0.63	5.24	-3.16

	Net returns % for periods ended 31 May											
	Months				Years (Annualised)			Calendar Years				
	1	3	6	YTD	1	3	5	2017	2016	2015	2014	
Fund	-1.66	-1.58	-2.54	-2.61	-3.16	0.42	1.83	2.48	5.72	-1.59	7.01	

Past performance is not a reliable indicator of future returns.

The figures are calculated in USD, and changes in the rate of currency exchange may affect the value of your investment.

Returns are cumulative for all periods of 12 months or less.

Source: HSBC Global Asset Management, performance returns are based on a NAV per share basis, net of fees, with gross income reinvested.

Fund Share Class Details

First price date

08 November 2007

Fund launch date

18 June 2007

Minimum initial investment

1,000,000 USD (or equivalent)

Share class currency

USD

Dividends

Annually (July) - Distributed

Dealing time

Daily by 10am CET

Valuation time

Daily at 5pm CET

Ongoing charge

0.75%

Where the share class has been priced for at least a full financial year, the ongoing charge figure is based on the actual expenses in the UCITS' annual report for that year. Charges may vary from year to year. Otherwise, the ongoing charge figure displayed would be an estimate.

Management fees

0.50%

Maximum initial charge

3.10%

Financial year end

31 March

Regular savings scheme

Not Available

Lead portfolio manager

Vinayak G Potti
Nishant Upadhyay

Management company

HSBC Investment Funds
(Luxembourg) S.A.

Investment adviser

HSBC Global Asset Management
(USA) Inc.

Code

ISIN: LU0310511695

Add to the Annual Charge
annual performance fees: 20% of
the positive performance above
a hurdle rate of 5% per annum in
the Net Asset Value per Share of
the Share Class.

Top Holdings

Security Name		Fund (%)
1	REPUBLIC OF COLOMBIA 4.3750 12-JUL-21	5.77
2	US TREASURY BILL 12/07/ 2018	5.08
3	REPUBLIC OF ARGENTINA 4.6250 11-JAN-23	4.61
4	TURKEY GOVERNMENT BOND 9.5000 12-JAN-22	4.36
5	REPUBLIC OF SOUTH AFRICA 5.5000 09-MAR-20	3.92
6	REPUBLIC OF INDONESIA 5.8750 13-MAR-20	3.60
7	REPUBLIC OF ARGENTINA 6.2500 22-APR-19	3.57
8	REPUBLIC OF INDONESIA 4.8750 05-MAY-21	3.07
9	REPUBLIC OF SOUTH AFRICA 6.8750 27-MAY-19	2.56
10	REPUBLIC OF TURKEY 7.5000 07-NOV-19	2.34
Total		38.88

The Top Holdings may include short term instruments that are held as cash equivalents.

Fund Characteristics

Fund size (in millions) (USD)	2,276.64
Current price (USD)	12.74
Tracking error (3 year) %	N/A
High share price last 12 months (USD)	13.52
Low share price last 12 months (USD)	12.61

Glossary of terms

Tracking Error is a measure of relative risk. It is the standard deviation of the relative returns. Low tracking error indicates correlation to benchmark.

Contact Details

Please speak to your Relationship Manager for further details.

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