

# Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

## HSBC Global Investment Funds - GEM Debt Total Return

Class L1C LU0310511422

A sub-fund of **HSBC Global Investment Funds** (the "UCITS"), managed by HSBC Investment Funds (Luxembourg) S.A.

### Objectives and investment policy

- ▶ The aim is to provide a total return on your investment over time.
- ▶ "Total Return" does not imply there is protection of capital or guarantee of a positive return over time. The fund is subject to market risks at any time.
- ▶ The Fund is actively managed and is not constrained by a benchmark.
- ▶ The fund will invest primarily in high and lower quality fixed income securities (a type of debt securities) or similar securities. The fixed income securities or similar securities invested in will be issued or guaranteed by governments, government related agencies or companies of emerging market countries. These companies will have their registered office in emerging market countries.
- ▶ The fund may also invest up to 49% of its assets in securities that can be quickly and easily turned into cash. The fund will only do this if it cannot find emerging market investments that meet the fund's objective.
- ▶ The fund may also invest up to 25% of its assets in convertible bonds and options.
- ▶ The fund may invest up to 10% of its assets in contingent convertible securities (CoCos).
- ▶ The fund may invest in securities denominated in developed market currencies or emerging market currencies.
- ▶ The fund may use derivatives to meet its investment objectives.
- ▶ The fund may also use derivatives for hedging or efficient portfolio management purposes (such as to manage risks or costs or to generate additional capital or income).
- ▶ The reference currency of the fund is USD. The reference currency of this share class is USD.
- ▶ You may sell your investment on any working day by submitting an application to the Administrator before the dealing deadline.
- ▶ Income is rolled up into the value of your investment.
- ▶ Recommendation: this fund may not be appropriate for investors who plan to withdraw their money within a period of 5 years.

### Risk and reward profile

Lower risk Higher risk  
Typically lower rewards Typically higher rewards

1	2	3	4	5	6	7
---	---	---	---	---	---	---

#### More about this rating

The rating is based on price volatility over the last five years, and is an indicator of absolute risk. Historical data may not be a reliable indication for the future. The value of an investment, and any income from it, may fall as well as rise, and you may not get back the amount you originally invested. The rating is not guaranteed to remain unchanged and the categorisation may shift over time. The lowest rating does not mean a risk-free investment.

#### Why is this fund in category 3?

Fixed income securities are more risky than money market instruments given increased credit risk and interest rate risk. Emerging markets are at an early stage of development and typically experience higher levels of return fluctuation than well-established economies. However, debt securities are not exposed to equity risk and are therefore less risky than equity securities.

#### Risks materially relevant not adequately captured by the SRRI

- ▶ **Interest rate risk** As interest rates rise debt securities will fall in value. The value of debt securities is inversely proportional to interest rate movements.
- ▶ **Exchange rate risk** Investing in assets denominated in a currency other than that of the investor's own currency perspective exposes the value of the investment to exchange rate fluctuations.
- ▶ **Derivative risk** The value of derivative contracts is dependent upon the performance of an underlying asset. A small movement in the value of the underlying can cause a large movement in the value of the derivative. Unlike exchange traded derivatives, over-the-counter (OTC) derivatives have credit risk associated with the counterparty or institution facilitating the trade.
- ▶ **Emerging market fixed income risk** Emerging economies typically exhibit higher levels of investment risk. Markets are not always well regulated or efficient and investments can be affected by reduced liquidity, a measure of how easily an investment can be converted to cash without a loss of capital, and a higher risk of debt securities failing to meet their repayment obligations, known as default.
- ▶ **High yield risk** Higher yielding debt securities characteristically bear greater credit risk than investment grade and/or government securities.
- ▶ **Contingent Convertible Security (CoCo) Risk** Hybrid capital securities that absorb losses when the capital of the issuer falls below a certain level. Under certain circumstances CoCos can be converted into shares of the issuing company, potentially at a discounted price, or the principal amount invested may be lost.
- ▶ **Operational risk** The main risks are related to systems and process failures. Investment processes are overseen by independent risk functions which are subject to independent audit and supervised by regulators.

## Charges for this fund

The charges you pay are used to pay the running costs of the fund, including the marketing and distribution costs. These charges reduce the potential growth of the investment.

One-off charges taken before or after you invest	
Entry charge	5.54%
Exit charge	0.00%
Charges taken from the fund over a year	
Ongoing charge	0.75%
Charges taken from the fund under certain specific conditions	
Performance fee	20% a year of any returns the fund achieves in excess of 5% of the share price of the class. In the fund's last financial year the performance fee was 0.00%.

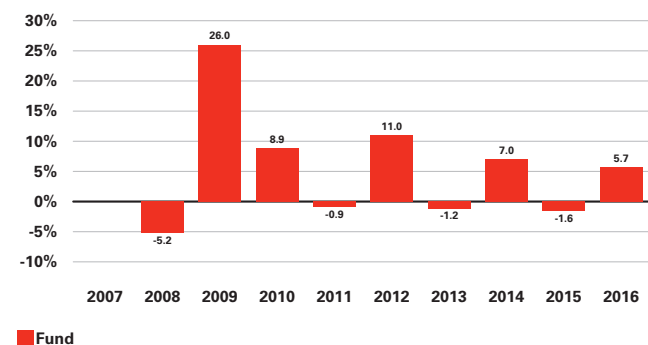
The Entry and Exit charges shown are the maximum that may be charged. In some cases you may pay less. You can obtain the actual charges from your financial adviser.

A conversion charge of up to 1% of the Net Asset Value of the Shares which are being converted may be payable to the relevant distributor.

The ongoing charges figure is based on last year's expenses for the year ending 31/03/2017. Charges may vary from year to year.

Further information on Charges can be found in Section 2.10, "Charges and Expenses" of the full Prospectus.

## Past performance



Past performance is not a guide to future performance; the value of your investment and any income from it can go down as well as up. The past performance of this share class is calculated in USD. Performance returns are based on the net asset value with distributable income reinvested. Past performance takes account of all ongoing charges, but not entry and exit charges.

The fund was launched on 18/06/2007.

Performance returns prior to the first share class price date of 26/08/2008 have been simulated using the track record of an older share class.

## Practical information

### Depository Bank

HSBC Bank plc, Luxembourg Branch, 16, boulevard d'Avranches, L - 1160 Luxembourg, Grand Duchy of Luxembourg.

### Further information

Further information about the UCITS including the latest Prospectus, latest published prices of shares, annual report and half yearly report may be obtained free of charge, in English, from the administrator, HSBC Bank plc, Luxembourg Branch, 16, boulevard d'Avranches, L - 1160 Luxembourg, Grand Duchy of Luxembourg or by visiting <http://www.assetmanagement.hsbc.com>. The most recent Prospectus is available in English and German. This document describes a single compartment of the UCITS. The Prospectus, annual and half yearly reports are prepared for the entire UCITS.

### Share classes

Other share classes are available, as detailed in Section 1.3 "Share Class Information" in the Prospectus. It is possible to switch your shares into shares of a different Share Class or fund within the Company. Details of how to do this are in Section 2.6 "How to convert between Sub-Funds / Classes" in the Prospectus (please note a sales charge may apply).

### Remuneration Policy

The up-to-date remuneration policy of the Management Company, including a description of how remuneration and benefits are determined, is available at [www.global.assetmanagement.hsbc.com/about-us/governance-structure](http://www.global.assetmanagement.hsbc.com/about-us/governance-structure). A paper copy is available free of charge from the Management Company.

### Tax

Luxembourg tax legislation may have an impact on your personal tax position.

### Management company

HSBC Investment Funds (Luxembourg) S.A. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.

### Segregated liability

The fund is an investment company ("Société d'Investissement à Capital Variable") with segregated liability between sub-funds under Luxembourg law. This means that the holdings of one sub-fund are kept separate from the holdings of the other sub-funds and your investment in the fund cannot be used to pay the liabilities of any other sub-fund.

### Authorisations

The fund is authorised in the Grand Duchy of Luxembourg and supervised by the Commission de Surveillance du Secteur Financier (CSSF).

### Publication date

This key investor information is accurate as at 25 September 2017.