# 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 Asset Management

## HSBC Global Investment Funds - GEM Inflation Linked Bond

Class IC LU0630379070

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 capital growth and income on your investment over time.
- The fund will invest primarily in bonds (types of debt securities), the value of which is linked to inflation rates in one or more emerging market countries. The fund will also invest in currencies of emerging market countries.
- The fund will invest in high and lower quality bonds and unrated bonds. The fund will invest in bonds issued or guaranteed by governments, government related agencies or companies.
- The fund will invest in bonds linked to emerging market countries and which are denominated in emerging market currencies. The fund may also invest in non-inflation linked bonds which are denominated in developed market or emerging market currencies.
- The fund may invest up to 10% of its assets in other open-ended funds, including other funds of HSBC.
- 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 fund is actively managed and does not track a benchmark. Consideration may be given to a reference benchmark when selecting investments. The reference benchmark for the fund is Bloomberg Barclays Emerging Markets Tradable Inflation-linked.
- 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 5?

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.
- **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** | None |

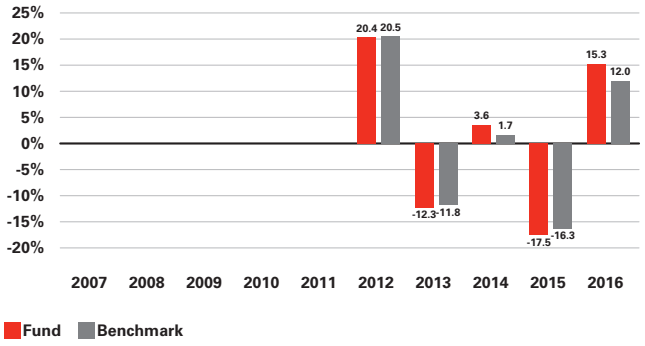
The Entry and Exit charges shown are the maximum that may be charged. In some cases you may pay less. You can obtain the actual charges from your financial adviser.

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 30/06/2011.

The investment benchmark for the fund, for comparison purposes only, is the Bloomberg Barclays Emerging Markets Tradable Inflation-linked.

## Practical information

### Depositary 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 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.