

HSBC Global Investment Funds

TURKEY EQUITY

Monthly report 31 March 2022 | Share class AD

Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of Turkish shares.

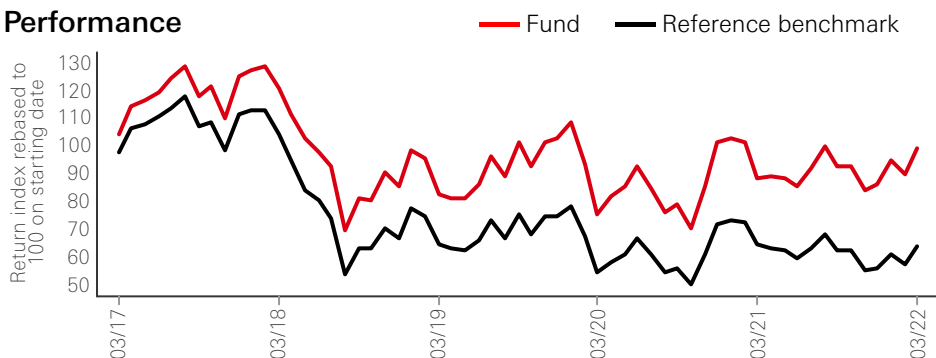
Investment strategy

In normal market conditions, the Fund will primarily invest in shares (or securities similar to shares) of companies of any size, that are based in, or carry out most of their business in Turkey. 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 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.

Performance



Share Class Details

Key metrics

NAV per Share **EUR 14.33**

Performance 1 month **10.57%**

Volatility 3 years **32.50%**

Fund facts

UCITS V compliant **Yes**

Subscription mode **Cash / SRS (Supplementary Retirement Scheme)**

Dividend treatment **Distributing**

Distribution Frequency **Annually**

Dividend ex-date **8 July 2021**

Dividend annualised yield **0.92%**

Last Paid Dividend **0.116496**

Dealing frequency **Daily**

Valuation Time **17:00 Luxembourg**

Share Class Base Currency **EUR**

Domicile **Luxembourg**

Inception date **19 April 2005**

Fund Size **EUR 45,345,681**

Reference benchmark **100% BIST 100**

Managers **Emin Yigit Onat**

Fees and expenses

Minimum initial investment (SG)¹ **EUR 1,000**

Maximum initial charge (SG) **5.000%**

Management fee **1.750%**

Codes

ISIN **LU0213961765**

Bloomberg ticker **HSSTRKD 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 or Bid-to-Bid 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 KIID before making any final investment decisions.

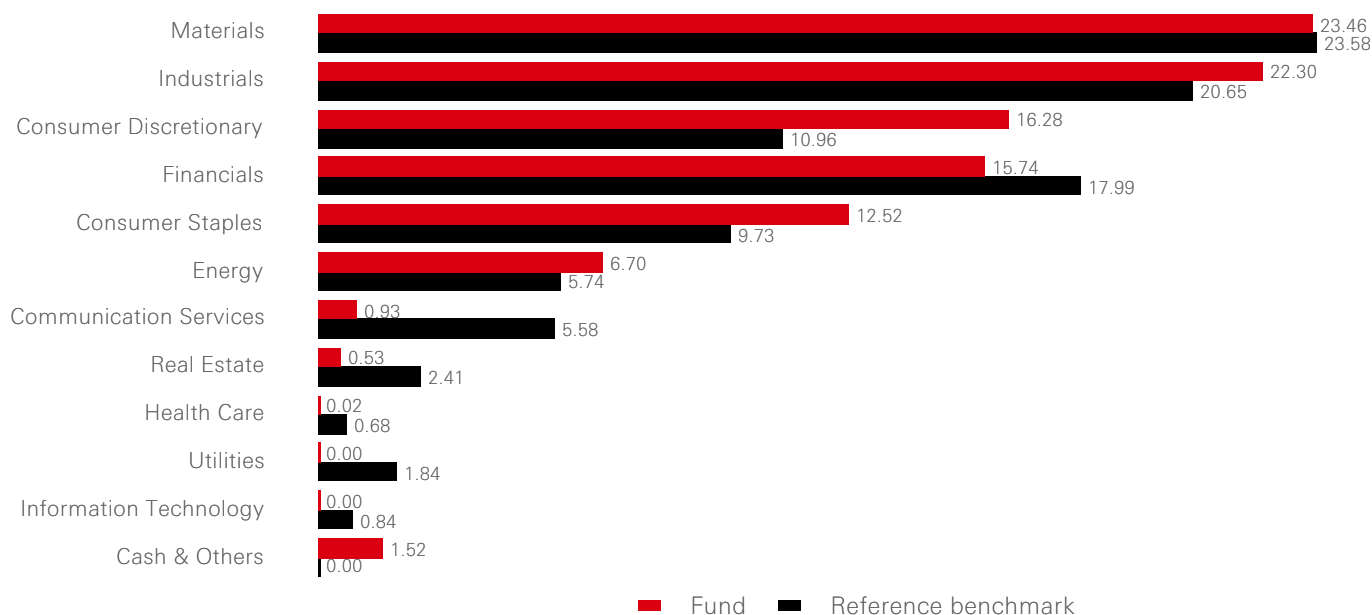
Reference Performance Benchmark: BIST100 since 1 Jan 2020. Prior to that the benchmark was MSCI Turkey 10/40 Net from 31 Dec 2014 to 31 Dec 2019. Prior to that the benchmark was MSCI Turkey Gross. Source: HSBC Asset Management, data as at 31 March 2022

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AD	15.21	10.57	15.21	6.58	11.84	6.26	-1.04
AD (Net)*	9.72	5.30	9.72	1.51	6.51	4.54	-2.00
Reference benchmark	13.38	11.53	13.38	2.55	-0.79	-0.53	-8.19

Calendar year performance (%)	2017	2018	2019	2020	2021
AD	31.41	-31.83	20.30	-1.32	-15.37
AD (Net)*	25.15	-35.08	14.57	-6.02	-19.40
Reference benchmark	24.81	-40.50	12.23	-3.88	-21.69

Equity characteristics	Fund	Reference benchmark	3-Year Risk Measures	AD	Reference benchmark
No. of holdings ex cash	40	100	Volatility	32.50%	32.41%
Average Market Cap (EUR Mil)	3,056	90,594	Information ratio	1.95	--
			Beta	1.00	--

Sector Allocation (%)



Top 10 Holdings	Sector	Weight (%)
KARDEMIR KARABUK DEMIR-CL D	Materials	8.73
EREGLI DEMIR VE CELIK FABRIK	Materials	8.27
TOFAS TURK OTOMOBIL FABRIKA	Consumer Discretionary	7.01
TURKIYE GARANTI BANKASI	Financials	6.29
TURK SISE VE CAM FABRIKALARI	Industrials	6.14
FORD OTOMOTIV SANAYI AS	Consumer Discretionary	5.61
BIM BIRLESIK MAGAZALAR AS	Consumer Staples	4.56
TURK HAVA YOLLARI AO	Industrials	4.49
KOC HOLDING AS	Industrials	4.39
TUPRAS-TURKIYE PETROL RAFINE	Energy	4.15

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

Monthly performance commentary

MSCI Turkey Index was up 6.6% in EUR terms, outperforming MSCI EM Index which was down 2.5%. The Lira lost 4.9% against the basket (0.5 EUR + 0.5 USD). We saw short end bond yields rise by 1.8pp to 25.0%, while long-end rose by 1.0pp to 24.3%.

Real Estate and Materials outperformed while Utilities and Telecoms lagged

Among Overweight positions; Kardemir & Isdemir contributed, whilst Tofas & GalataWind dragged.

Among Underweight positions; Turkcell & Gubretas contributed, whilst Sasa & Hektas dragged.


Outlook

Turkish equities performed a significant reversal from lows at the end of February and rallied sharply in March with the market focusing on positive earnings expectations. Despite macro headwinds, there remain strong companies which are poised to increase earnings on a 12m horizon. We remain invested in companies with strong earnings outlook, cash generation ability and financial visibility.

Risk Disclosure

- The Fund may be concentrated in a limited number of securities, economic sectors and/or countries and as a result, may be more volatile and have a greater risk of loss than more broadly diversified funds.
- 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.
- 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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Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark. The reference benchmark has a high level of concentration. This means that a small number of securities make up a significant proportion of the benchmark.

Source: HSBC Asset Management, data as at 31 March 2022

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Performance is annualised when calculation period is over one year. Net of relevant prevailing sales charge on a single pricing (NAV) basis, calculated on the basis that dividends are reinvested.

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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
AC EUR	15.21	10.57	15.21	6.58	11.83	6.26	-1.07
AC EUR (Net)*	9.72	5.31	9.72	1.51	6.50	4.54	-2.03
AC SGD	13.16	9.20	13.16	2.00	6.63	5.91	-0.92
AC SGD (Net)*	7.77	4.00	7.77	-2.85	1.56	4.20	-1.88
AC USD	12.72	9.53	12.72	2.32	5.87	5.94	-0.29
AC USD (Net)*	7.35	4.32	7.35	-2.55	0.83	4.23	-1.25
AD EUR	15.21	10.57	15.21	6.58	11.84	6.26	-1.04
AD EUR (Net)*	9.72	5.30	9.72	1.51	6.51	4.54	-2.00
AD SGD	13.16	9.20	13.16	2.00	6.64	5.91	-0.89
AD SGD (Net)*	7.77	4.00	7.77	-2.85	1.56	4.20	-1.86
AD USD	12.72	9.53	12.72	2.32	5.87	5.94	-0.26
AD USD (Net)*	7.36	4.32	7.36	-2.55	0.83	4.23	-1.23

Calendar year performance (%)	2017	2018	2019	2020	2021
AC EUR	31.40	-31.92	20.31	-1.31	-15.38
AC EUR (Net)*	25.15	-35.16	14.58	-6.01	-19.41
AC SGD	38.38	-33.90	16.55	5.73	-19.78
AC SGD (Net)*	31.80	-37.05	11.00	0.69	-23.60
AC USD	49.60	-35.19	18.14	7.57	-21.35
AC USD (Net)*	42.48	-38.28	12.51	2.45	-25.10
AD EUR	31.41	-31.83	20.30	-1.32	-15.37
AD EUR (Net)*	25.15	-35.08	14.57	-6.02	-19.40
AD SGD	38.39	-33.81	16.54	5.72	-19.76
AD SGD (Net)*	31.80	-36.96	10.99	0.69	-23.59
AD USD	49.60	-35.10	18.13	7.56	-21.34
AD USD (Net)*	42.48	-38.19	12.50	2.44	-25.09

Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis or Bid-to-Bid 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.
 Source: HSBC Asset Management, data as at 31 March 2022

Supplemental information sheet

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Last Paid Dividend	Annualised Yield based on ex-dividend date
AC	EUR	--	--	--	--
AD	EUR	Annually	8 July 2021	0.116496	0.92%

Share class	Inception date	ISIN	Share Class Base Currency	Minimum Initial Investment	NAV per Share	Management fee	Distribution type
AC	29 March 2005	LU0213961682	EUR	USD 5,000	20.27	1.750%	Accumulating
AD	19 April 2005	LU0213961765	EUR	USD 5,000	14.33	1.750%	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.

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 31 March 2022