

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Singapore Prospectus<sup>1</sup>.
- It is important to read the Singapore Prospectus before deciding whether to purchase the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Singapore Prospectus.

## HSBC Global Investment Funds (the “Fund”) - Global Securitised Credit Bond (the “Sub-Fund”)

Product Type	Investment Company	Launch Date	16 July 2018
Manager (termed as “Management Company”)	HSBC Investment Funds (Luxembourg) S.A.	Custodian / Depository Bank	HSBC Continental Europe, Luxembourg
Investment Adviser	HSBC Global Asset Management (UK) Limited	Dealing Frequency	Every Monday
Capital Guaranteed	No	Expense Ratio for FY2020 (31.03.2020)	N/A <sup>2</sup>

### PRODUCT SUITABILITY

#### WHO IS THIS PRODUCT SUITABLE FOR?

This Sub-Fund is only suitable for investors who:

- ▶ Seek total return over the long term
- ▶ Are comfortable with the risks related to investing in a portfolio focused on the intersection between Investment Grade and Non-Investment Grade rated Securitised Credit around the world
- ▶ Understand that the principal of the Sub-Fund will be at risk

*Refer to paragraph 3.1 “Investment Objectives, Focus and Approach” of the Singapore Prospectus and section 3.2 “Sub-Funds details” of the Luxembourg Prospectus for further information on product suitability.*

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- ▶ You are investing in a Sub-Fund of the HSBC Global Investment Funds (the “Fund”), an investment company (*Société d'Investissement à Capital Variable*) incorporated in the Grand Duchy of Luxembourg and qualifying as an Undertaking for Collective Investment in Transferable Securities (UCITS) complying with the provisions of Part I of the 2010 Law. The Fund is structured as an umbrella fund offering Shares in the Sub-Fund for investment.
- ▶ Investment Objective  
The Sub-Fund aims to provide long term total return by investing in a portfolio focused on the intersection (the “Crossover”) between Investment Grade and Non-Investment Grade rated Securitised Credit. The Sub-Fund may also invest in other fixed income instruments issued globally denominated in a range of currencies, including but not limited to, corporate bonds, securities issued or guaranteed by governments, government agencies and supranational bodies of these securities may be located in any country.
- ▶ For Distribution Share Classes of a Sub-Fund (if made available for subscription), distributions out of capital (if any) will reduce the Net Asset Value of the relevant Share Class of the Sub-Fund.

*Refer to paragraphs 1 and 3.1 “Investment Objectives, Focus and Approach” of the Singapore Prospectus and section 3.2 “Sub-Funds details” of the Luxembourg Prospectus for further information on features of the product.*

<sup>1</sup> The Singapore Prospectus is accessible at <http://www.assetmanagement.hsbc.com/sg>.

<sup>2</sup> The Share Classes were not incepted as of 31 March 2020.

## INVESTMENT STRATEGY

Securitised Credit comprises Asset Backed Securities (“ABS”) as well as Commercial Mortgage Backed Securities (“CMBS”), Collateralised Loan Obligations (“CLO”) and Residential Mortgage Backed Securities (“RMBS”).

*Refer to section 3.2 “Sub-Funds details” of the Luxembourg Prospectus for details on the structure of the Sub-Fund.*

The Sub-Fund invests in normal market conditions primarily in Securitised Credit with a focus on those rated between BBB+ and BB-, or equivalent, as assigned by independent rating agencies such as Fitch, Moody’s or Standard & Poor’s. The underlying exposures of Securitised Credit include, but are not limited to, mortgages (residential and commercial), auto loans, corporate loans, bonds, credit cards, student loans and other receivables.

Investment in onshore Chinese fixed income securities include, but are not limited to, onshore fixed income securities denominated in RMB, issued within the People’s Republic of China (“PRC”) and traded on the China Interbank Bond Market (“CIBM”). The Sub-Fund may invest in the CIBM either through Bond Connect and/or the CIBM Initiative.

In the event that the Sub-Fund receives a large subscription it may temporarily invest in cash, cash instruments, money market instruments and/or short-dated fixed income securities issued by governments in developed markets.

The Sub-Fund may achieve its investment policy and limits by investing up to 10% of its net assets in units or shares of UCITS and other open-ended funds (including other sub-funds of HSBC Global Investment Funds).

The Sub-Fund may also invest in financial derivative instruments such as futures, options, swaps (including, but not limited to, credit default swaps), forward currency contracts and in other currency and credit derivatives, as well as other structured products. The Sub-Fund intends to use such financial derivative instruments for, inter alia, the purposes of managing interest and credit risks and currency positioning and also to enhance return when the Investment Adviser believes the investment in financial derivative instruments will assist the Sub-Fund in achieving its investment objectives. Financial derivative instruments may also be used for efficient portfolio management purposes.

The Sub-Fund may enter into Securities Lending transactions for up to 29% of its net assets, however this is not expected to exceed 25%.

The Sub-Fund's primary currency exposure is to the US dollar. The Sub-Fund may also have exposure to other currencies but hedged into US dollars.

The Sub-Fund is actively managed and is not constrained by a benchmark.

## PARTIES INVOLVED

### WHO ARE YOU INVESTING WITH?

- ▶ Fund - HSBC Global Investment Funds
- ▶ Management Company - HSBC Investment Funds (Luxembourg) S.A.
- ▶ Investment Adviser - HSBC Global Asset Management (UK) Limited
- ▶ Custodian / Depository Bank - HSBC Continental Europe, Luxembourg
- ▶ Singapore Representative - HSBC Global Asset Management (Singapore) Limited

*Refer to paragraph 2 “Management & Administration of the Company” of the Singapore Prospectus for further information on the role and responsibilities of these entities and what happens if they become insolvent.*

## KEY RISKS

### WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

- ▶ The value of the Sub-Fund’s assets may rise or fall due to normal market fluctuations and investors may not get back all of their investment.

*Refer to paragraph 6 “Risks” of the Singapore Prospectus and sections 1.4 “General Risk Considerations” and 3.3 “Sub-fund specific risk considerations” of the Luxembourg Prospectus for further information on risks of the product.*

## MARKET AND CREDIT RISKS

- ▶ **You are exposed to Foreign Exchange Risk**  
Changes in currency exchange rates could reduce or increase investment gains or investment losses, in some cases significantly.
- ▶ **You are exposed to Interest Rate Risk**  
When interest rates rise, bond values generally fall. This risk is generally greater the longer the maturity of a bond investment and the higher its credit quality.
- ▶ **You are exposed to Credit Risk**  
A bond or money market security could lose value if the issuer's financial health deteriorates.

## LIQUIDITY RISKS

- ▶ The Sub-Fund is not listed in Singapore and there is no secondary market for its Shares. You can only redeem your investment on a Dealing Day through the Sub-Fund.
- ▶ Investment of the Sub-Fund's assets in relatively illiquid investments may restrict the ability of the Sub-Fund to dispose of its investments at a price and time that it wishes to do so. This may result in a loss to the Sub-Fund.

## PRODUCT-SPECIFIC RISKS

- ▶ **You are exposed to Asset-Backed Securities (ABS) and Mortgage-Backed Securities (MBS) Risk**  
Investment in ABS and MBS entails additional risks pertaining to the underlying pool of assets (e.g. receivables) such as credit risk, interest rate risk, prepayment risk, counterparty risk and liquidity risk.
- ▶ **You are exposed to Non-Investment Grade Debt Risk**  
Credit risk may be greater for Non-Investment Grade securities as they may be subject to a higher risk of default and greater price volatility.  
  
Investment grade bonds may be subject to the risk of being downgraded to non-investment grade bonds. In the event of downgrading, the Sub-Fund's investment value in the relevant security may be adversely affected.
- ▶ **You are exposed to China Interbank Bond Market Risk (CIBM)**  
Investments in the CIBM are subject to these risks: market and liquidity risks, Chinese local credit rating risks, counterparty and settlement risk, operational risk, quasi-Government/local Government bond risk, urban investment bonds risk and regulatory risk.
- ▶ **You are exposed to Derivative Risk**  
Financial derivative instruments may be leveraged and their prices can be very volatile. Investment in these instruments may result in losses in excess of the original amount invested. If the issuers of the derivative instruments default, or such securities or their underlying assets cannot be realized, or perform badly, investors may suffer substantial or, in certain cases, total loss of their investments. Governmental regulation and supervision of transactions on the OTC markets is generally lesser than of transactions on organized exchanges. Thus, investing in OTC derivatives involves higher counterparty risk and liquidity risk.

## FEES AND CHARGES

### WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

#### Payable directly by you

Sales Charge	Up to 3.00% of the Net Asset Value per Share
Redemption Fee	Nil
Switching Fee	0.50%

#### Payable by the Sub-Fund from investment proceeds

Management Fee	Class A – 1.30%
(a) Retained by Management Company	- 33% to 75% of Management Fee

Refer to paragraph 5 "Fees and Charges" of the Singapore Prospectus for further information on fees and charges.

(b) Paid by Management Company to financial adviser (trailer fee) <sup>3</sup>	- 25% to 67% of Management Fee
Operating, Administrative and Servicing Expenses	Class A – 0.25%

The maximum rate for (i) the Operating, Administrative and Servicing Expenses and (ii) Operating Currency Hedged Share Class Fee is set at 1% of the net asset value of the relevant Share Class in the Sub-Fund.

Investors should note that subscriptions for Shares through any distribution agents appointed by the Singapore Representative may incur additional fees and charges.

The Singapore Representative may enter into fee sharing arrangements with the appointed distributors with respect to the Sales Charge and Management Fee.

In addition to the fees listed above, the Board of Directors of the Fund may impose a charge of up to 2.00% of the Net Asset Value per Share redeemed or exchanged where the Board of Directors reasonably believes that an investor has engaged in market timing or trading activity that is to the disadvantage of other Shareholders. This charge, if imposed, will be credited to the Sub-Fund and will not be retained for the benefit of the Fund or the Management Company.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

- ▶ Valuations are available on each Dealing Day.

The net asset value of the Shares of the Sub-Fund for each Dealing Day is published on the Singapore Representative's website at [www.assetmanagement.hsbc.com/sg](http://www.assetmanagement.hsbc.com/sg). It is also published in The Business Times and Lianhe Zaobao on a periodic basis.

*Refer to section 2.8 "Price of Shares, Publication of Prices And NAV" of the Luxembourg Prospectus for further details.*

### HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- ▶ You may request for the redemption of your Shares on any Dealing Day.
- ▶ Shares are redeemed on a forward pricing basis.
- ▶ Redemption of Shares in the Sub-Fund made to the Fund before 4.00 p.m. Singapore time at least 3 Business Day before its Dealing Day will be dealt with at the Redemption Price calculated at 5.00 p.m. Luxembourg time on such Dealing Day. Any request received after the Dealing Deadline will be dealt with on the next Dealing Day.
- ▶ Redemption proceeds will be paid within 7 Business Days following the relevant Dealing Day unless the redemption of Shares has been suspended in accordance with paragraph 12 of the Singapore Prospectus.
- ▶ The following is an illustration of the redemption proceeds that an investor will receive based on a redemption of 1,000 Shares:

*Refer to paragraphs 9 "Redemption of Shares" and 12 "Suspension of Dealings" of the Singapore Prospectus for further information on valuation and exiting from the product.*

e.g.	1,000 Shares	x	SGD20.519	=	SGD20,519.00
	Redemption request		Redemption Price <sup>^</sup> (Net Asset Value per Share)		Redemption Proceeds

<sup>^</sup> There is no redemption charge

The Sub-Fund does not offer a cancellation period. You may wish to check with the distribution agents appointed by the Singapore Representative whether they offer a cancellation period and if they do so without incurring the Sales Charge.

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

Please contact our distributors or  
HSBC Global Asset Management (Singapore) Ltd at: (+65) 6658 2900  
Website: <http://www.assetmanagement.hsbc.com/sg>

<sup>3</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Management Company.

#### APPENDIX: GLOSSARY OF TERMS

- ▶ “Business Day” – A day on which banks are open for normal banking business in Singapore and Luxembourg.
- ▶ “Dealing Day” – Weekly on every Monday if it is a Business Day. If the relevant Monday is not a Business Day or if stock exchanges and Regulated Markets in countries where the Sub-Fund is materially invested are not open for normal trading, the immediately following Business Day which is also a day where stock exchanges and Regulated Markets in countries where the Sub-Fund is materially invested are open for normal trading.
- ▶ “UCITS” – An Undertaking for Collective Investment in Transferable Securities authorised pursuant to directive 2009/65/EC, as amended.