HSBC RIF - SRI Moderate

Socially Responsible Investment (SRI) “Best in class” approach

Label ISR

This document is intended for non professional investors

Fund overview

HSBC RIF-SRI* Moderate is a subfund of the SICAV HSBC Responsible Investment Funds, created on 12 July 2019 to bring together all of HSBC's sustainable finance funds (subfunds) with official French state SRI certification.

Investment objective

- To maximise the subfund's performance, based on an investment with moderate exposure to equity market risk over a recommended investment timeframe of at least three years.
- To invest in corporate or government bonds chosen for their good environmental, social and governance practices and for their financial quality.
- The long-term strategic allocation consists of 30% equities and 70% international bonds, with a euro bias.

Who is the target investor for HSBC RIF-SRI Moderate?

- The subfund is aimed at investors seeking a **turnkey socially responsible investment**: portfolio managers are responsible for combining potential sources of performance (asset classes, geographic areas).
- It has **moderate exposure** to **equity** market risk. Your investment is not guaranteed

Why choose HSBC RIF-SRI Moderate?

- **SRI "Best in Class" screening:** the investment approach is to select the companies with the best environmental, social and governance practice in each business sector. Companies doing business in the tobacco and arms sectors and those in breach of one or more of the UN Global Compact principles are excluded.
- **SRI label:** The fund was awarded the SRI label on launch.
- **Equities:** Investment universe of international caps.
- **Fixed income:** Bonds and other international debt securities.
- **Geographic diversification and asset classes:** To multiply sources of performance and mitigate risks from movements in any one market.

Risk and Return Profile

Lower risk — Higher risk

Generally lower yield — Generally higher yield

1	2	3	**4**	5	6	7

- Past data, such as those used to calculate the synthetic indicator, may not provide an accurate indication of the fund's future risk profile.
- The risk category associated with this fund is not guaranteed and may change over time.
- The lowest risk category does not mean "risk free".
- **The subfund is classed in category 4**. This classification corresponds to a variable combination of the portfolio’s exposure to euro zone equity and bond markets, with a long-term strategic allocation mainly exposed to fixed-income markets.

Key risks

- Capital loss
- Discretionary management
- Equity
- Interest-rate
- Credit
- Financial derivatives instruments

Label ISR

*SRI is an investment approach that aims to combine economic performance with social and environmental impact by financing companies that contribute to sustainable development in all business sectors.

The French SRI label is awarded following a strict certification process led by independent bodies and forms a single indicator for savers looking to participate in a more sustainable economy. By influencing corporate governance and behaviour, SRI promotes responsible business practices.

HSBC
Global Asset Management

More on HSBC's expertise

- Proven stock-picking investment strategy and SRI expertise grounded in the quality of our research and dedicated global platform.
- More than 15 years' experience in SRI fund management.

Key risks

- **Capital loss**: Capital is not guaranteed. It is important to remember that the value of investments and any income from them can go down as well as up and is not guaranteed.
- **Discretionary Management**: Discretionary management is based on anticipating the evolution of different markets and securities. There is a risk that the fund will not be invested at any time in the most efficient markets and securities.
- **Equity**: Funds that invest in securities listed on a stock exchange or market could be affected by general changes in the stock market. The value of investments can go down as well as up due to equity markets movements.
- **Interest rate**: As interest rates rise debt securities will fall in value. The value of debt securities is inversely proportional to interest rate movements. Issuers of debt securities may fail to meet their regular interest and/or capital repayment obligations. All credit instruments therefore have potential for default.
- **Credit:** Issuers of debt securities may fail to meet their regular interest and/or capital repayment obligations. All credit instruments therefore have potential for default. Higher yielding securities are more likely to default.
- **Financial derivative instruments:** 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.

Sub-fund details

Product domicile	UCITS French SICAV
Base currency	EUR
Management style	Multi-asset
Benchmark index*	No Benchmark index*
Inception date	30 September, 2019
Recommended investment period	3 years (min.)
Fees (max.)	**Management fees** AC shares : 1,00% **Administration fees** AC shares : 0,10%
Dealing	Daily at 12:00am (CET)
Valuation	Daily
Management company	HSBC Global Asset Management (France)
Custodian	CACEIS Bank
Minimum initial investment	AC share: Thousandths of share
ISIN code	AC : FR0013443132

* Index provided for comparative and illustrative purposes only. The fund does not track this index. The fund is actively managed and performance may differ materially from that of its benchmark.

Important Information

Document can be intended for non professional investors as defined by MIFID

The material contained herein is for information only and does not constitute investment advice or a recommendation to any reader of this material to buy or sell investments. There are risks involved with this type of investment. Investors and potential investors should read and note the risk warnings in the prospectus and relevant Key Investor Information Document (KIID). Past performance of investments is not necessarily a guide to future performance and the value of investments and any income from them can go down as well as up and you may not get back the amount you originally invested. The rate of currency exchange, where applicable, 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 established markets. You should view this investment as medium to long-term, and should plan to keep it for at least three years.

HSBC Responsible Investment Funds (the Funds) are marketed in Malta in terms of the Directive on Undertakings for Collective Investment Schemes in Transferable Securities (UCITS). All applications are made on the basis of the relevant and current Fund prospectus, the KIID of the related Fund and the most recent annual and semi-annual reports (when available), which can be obtained upon request free of charge from HSBC Bank Malta p.l.c which is licensed to conduct Investment Services business by the Malta Financial Services Authority.
The Funds are manufactured by HSBC Global Asset Management (France) (the Portfolio Management Company) - RCS n° 421 345 489 (Nanterre). The Portfolio Management Company is authorised by the French regulatory body AMF (n° GP-99026). Postal address: 75419 Paris cedex 08. Offices: Immeuble coeur Défense - 110, esplanade du Général de Gaulle - La Défense 4 - France. The Portfolio Management Company has appointed HSBC Global Asset Management (Malta) Ltd, 80 Mill Street, Qormi, QRM 3101 as the Distributor of the Fund with the right to appoint sub-distributors. In Malta, the Funds are distributed to Investors through HSBC Bank Malta p.l.c. (a sub-distributor of HSBC Global Asset Management (Malta) Ltd).

Approved and issued by HSBC Global Asset Management (Malta) Ltd, Business Banking Centre, 80, Mill Street, Qormi QRM 3101. Company Reg No: C26053 which is licensed to provide investment services in Malta by the Malta Financial Services Authority under the Investment Services Act.

The information contained herein is subject to change without notice. All non-authorised reproduction or use of this commentary and analysis will be the responsibility of the user and will be likely to lead to legal proceedings. This document has no contractual value and is not by any means intended as a solicitation, nor an investment advice for the purchase or sale of any financial instrument in any jurisdiction in which such an offer is not lawful. The commentary and analysis presented in this document reflect the opinion of HSBC Global Asset Management (France) on the markets, according to the information available to date. They do not constitute any kind of commitment from HSBC Global Asset Management (France). For illustrative purpose only, the Fund manager commentary and analysis are a global view of the recent evolution of the economic conditions. This is a support which does not constitute neither an investment advice nor a recommendation to buy or sell investment. This commentary is not the result of investment research. It has not been prepared in accordance with legal requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing ahead of its dissemination. Any forecast, projection or target where provided is indicative only and is not guaranteed in any way. HSBC Global Asset Management (France) accepts no liability for any failure to meet such forecast, projection or target. Consequently, HSBC Global Asset Management (France) will not be held responsible for any investment or disinvestment decision taken on the basis of the commentary and/or analysis produced in this document. All data come from HSBC Global Asset Management (France) unless otherwise specified. Any third party information has been obtained from sources we believe to be reliable, but which we have not independently verified.

Capital is not guaranteed. It is important to remember that the value of investments and any income from them can go down as well as up and is not guaranteed. The performance figures relate to the past performance which should not be seen as an indication of future returns. The capital invested in the Funds can increase or decrease and is not guaranteed. Future returns will depend, inter alia, on market conditions, Fund manager's skill, Funds risk level and fees. Any subscription to any Fund described in this document must be made on the basis of the information available in the Prospectus, KIID and Factsheet, which may be obtained from all branches of HSBC Bank Malta p.l.c. or by visiting the Distributor's website at www.assetmanagement.hsbc.com.mt

Document updated on 09/11/20