

## HSBC Global Investment Funds

# CORPORATE EURO BOND FIXED TERM 2027

Monthly report 31 January 2024 | Share class AD



## Investment objective

The Fund aims to provide income by investing in a portfolio of Euro-denominated corporate bonds for a limited term, while promoting environmental, social and governance (ESG) characteristics. The Fund qualifies under Article 8 of SFDR.



## Investment strategy

The Fund is actively managed and is not constrained by a benchmark. The Fund invests a minimum of 70% in Euro-denominated investment grade and non-investment bonds and other similar securities issued by companies in developed markets. Certain ESG rating criteria (ESG Criteria), which together with fundamental qualitative company analysis, are used to determine the Fund's investible universe and excludes: issuers involved in the production of controversial weapons and tobacco, and considered to be non-compliant with the UN Global Compact Principles. The Fund is intended to be in operation until end of 30 September 2027 (the "Term Date"). On the Term Date, the Fund will be liquidated, and shares of the Fund will be compulsorily redeemed at the prevailing net asset valuation per share. The exact Term Date will be confirmed on or before the launch of the Fund. The Fund will invest up to 20% in non-investment grade bonds, may also invest in bank deposits, money market instruments for treasury purposes and up to 10% in other funds. The Fund have primary currency exposure is to the Euro. See the Prospectus for a full description of the investment objectives and derivative usage.



## Main risks

- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.
- 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.

## Share class details

### Key metrics

NAV per share **EUR 10.55**

### Fund facts

UCITS V compliant **Yes**

Dividend treatment **Distributing**

Distribution frequency **Annually**

Dealing frequency **Daily**

Valuation time **17:00 LU**

Share class base currency **EUR**

Domicile **LU**

Inception date **3 July 2023**

Fund size **EUR 160,678,346**

Reference benchmark **20% 20% ICE BofA 0-5 year Euro Developed Markets High Yield (HEDC) 80% 80% ICE BofA 1-5 year Euro Corporate Index (ER0V)**

Managers **Aline Thiel**

### Fees and expenses

Minimum initial investment **EUR 5,000**

Ongoing charge figure<sup>1</sup> **0.800%**

Maximum initial charge **3.100%**

### Codes

ISIN **LU2604671318**

Bloomberg ticker **HSBCEAD LX**

<sup>1</sup>Ongoing Charges Figure is an estimate as the share class has not been priced for a full financial year.

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

For definition of terms, please refer to the Glossary QR code and Prospectus.

Source: HSBC Asset Management, data as at 31 January 2024

Performance (%)	YTD	1m	3m	6m	1y	3y ann	5y ann	Since inception
AD	--	--	--	--	--	--	--	--
Reference Benchmark	--	--	--	--	--	--	--	--

Rolling performance (%)	31/01/23-31/01/24	31/01/22-31/01/23	31/01/21-31/01/22	31/01/20-31/01/21	31/01/19-31/01/20
AD	--	--	--	--	--
Reference Benchmark	--	--	--	--	--

3-Year Risk Measures	AD	Reference Benchmark	5-Year Risk Measures	AD	Reference Benchmark
Volatility	--	--	Volatility	--	--
Sharpe ratio	--	--	Sharpe ratio	--	--
Tracking error	--	--	Tracking error	--	--
Information ratio	--	--	Information ratio	--	--

Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	114	3,110	--
Average coupon rate	2.76	2.43	0.33
Yield to worst (incl IRS)	3.67%	4.20%	-0.53%
Yield to maturity (incl IRS)	3.71%	4.23%	-0.53%
Yield to maturity (excl IRS)	3.71%	4.23%	-0.53%
Option adjusted duration	2.82	2.54	0.28
Modified duration to worst	2.83	2.55	0.28
Option adjusted spread duration	2.85	2.71	0.14
Average maturity	3.06	2.74	0.32
Rating average	BBB/BBB-	BBB+/BBB	--
Issuers number	100	1005	--

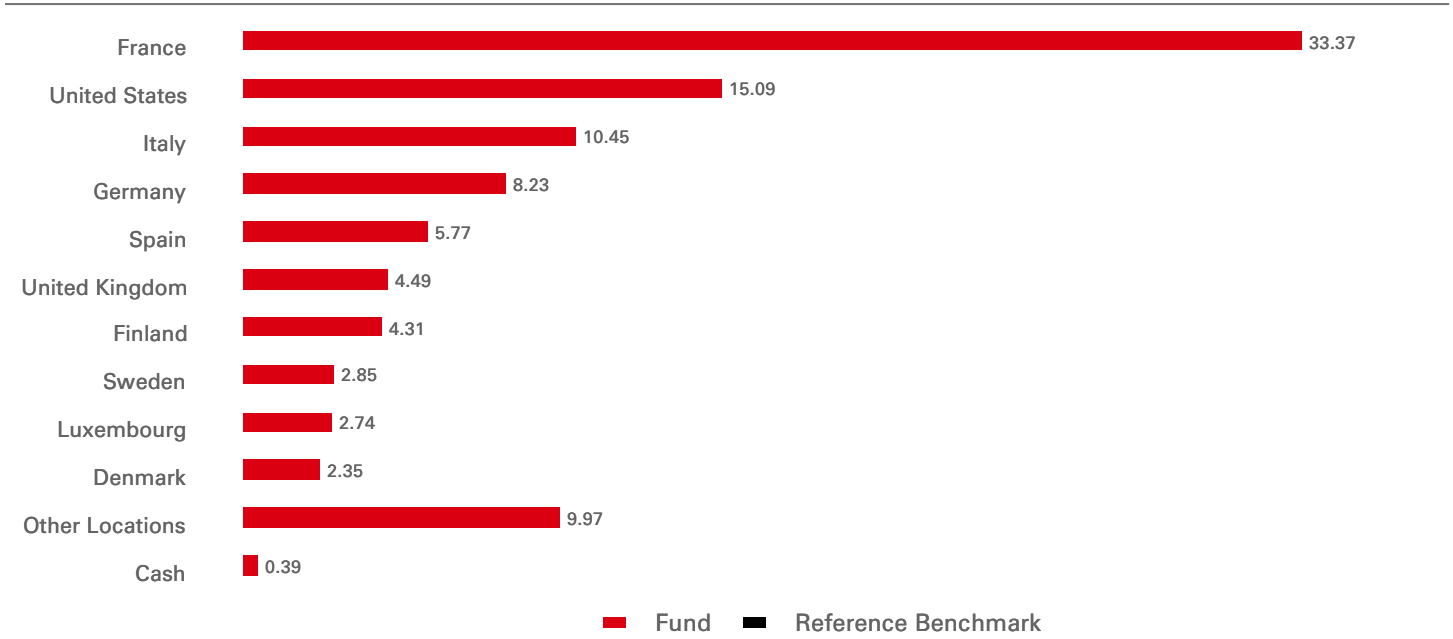
  

Credit rating (%)	Fund	Reference Benchmark	Relative
AA	2.97	--	--
A	26.53	--	--
BBB	56.74	--	--
BB	12.66	--	--
B	0.70	--	--
Cash	0.39	--	--

Currency Allocation (%)	Fund	Reference Benchmark	Relative
EUR	100.00	--	--
USD	0.00	--	--

Geographical allocation (%)



Sector allocation (%)	Fund	Reference Benchmark	Relative
Financial	44.10	--	--
Consumer Non cyclical	17.00	--	--
Consumer Cyclical	16.70	--	--
Industrial	9.71	--	--
Utilities	4.52	--	--
Communications	3.45	--	--
Basic Materials	3.22	--	--
Energy	0.92	--	--
Cash	0.39	--	--

Top 10 holdings	Weight (%)
VALEO SE 5.375 28/05/27	2.53
CELLNEX FINANCE 1.000 15/09/27	2.29
CRED AGRICOLE SA 2.625 17/03/27	2.28
ATLANTIA SPA 1.875 13/07/27	2.25
FORD MOTOR CRED 4.867 03/08/27	2.22
DEUTSCHE BANK AG 1.625 20/01/27	2.17
BANQ FED CRD MUT 2.625 31/03/27	2.16
ORANO SA 5.375 15/05/27	2.16
MUTUELLE ASSUR 0.625 21/06/27	1.88
AUTOSTRAD PER L 1.750 01/02/27	1.63

Risk disclosures

- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Further information on the potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

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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 the reference benchmark will not be used as a universe from which to select securities.

Source: HSBC Asset Management, data as at 31 January 2024

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Glossary



## Important information

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The fund presented in this document is a sub-fund of HSBC Global Investment Funds, an investment company constituted as a société à capital variable domiciled in Luxembourg. HSBC Global Investment Funds is marketed in Malta in terms of the Directive on Undertakings for Collective Investment Schemes in Transferable Securities (UCITS).

The shares in HSBC Global Investment Funds have not been and will not be registered under the US Securities Act of 1933 and will not be sold or offered in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons.

All applications are made on the basis of the relevant and current HSBC Global Investment Funds prospectus, the Key Investor Information Document of the related Fund (KID) 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.

Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Registrar and Transfer Agent by emailing [amgtransferagency@lu.hsbc.com](mailto:amgtransferagency@lu.hsbc.com), or by visiting [www.global.assetmanagement.hsbc.com](http://www.global.assetmanagement.hsbc.com).

The most recent Prospectus is available in English and German. Key Information Document (PRIIPs KID) are available in the local language where they are registered.

The Fund is manufactured by HSBC Investment Funds (Luxembourg) S.A. 16, boulevard d' Avranches, L-1160 Luxembourg ('the Management Company'). The Management Company has appointed HSBC Global Asset Management (Malta) Limited, 80 Mill Street, Qormi, as Distributor of the Fund with the right to appoint sub-distributors. In Malta, the Fund is distributed to Investors through HSBC Bank Malta p.l.c. (a sub-distributor of HSBC Global Asset Management (Malta) Limited).

Approved by HSBC Global Asset Management (Malta) Limited, 80 Mill Street, Qormi, which is regulated by the Malta Financial Services Authority under the Investment Services Act.

Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund. Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.

Detailed information for article 8 and 9 sustainable investment products, as categorised under the Sustainable Finance Disclosure Regulation (SFDR), including; description of the environmental or social characteristics or the sustainable investment objective; methodologies used to assess, measure and monitor the environmental or social characteristics and the impact of the selected sustainable investments and; objectives and benchmark information, can be found at: <https://www.assetmanagement.hsbc.co.uk/en/intermediary/investment-expertise/sustainable-investments/sustainable-investment-product-offering>