

IMPORTANT: This document is important and requires your immediate attention. If you are in any doubt as to the action you should take, you should immediately consult your stockbroker, bank manager, solicitor, accountant, tax adviser or financial adviser.

HSBC ETFs PLC 25/28 North Wall Quay I.F.S.C. Dublin 1 (the "Company")

The following notification applies to investors holding their shares in a French Plan d'Epargne en Actions.

Dear Shareholder,

We are writing to inform you that, pursuant to the regulation currently in force, HSBC ETFs PLC – HSBC MSCI Europe UCITS ETF (IE00B5BD5K76), a sub-fund in which you own shares (the "Sub-Fund"), will no longer be eligible to the Plan d'Epargne en Actions ("PEA") from 1 October 2021.

In order to claim eligibility to the PEA, the total amount invested by the Sub-Fund in equity or equity-equivalent securities of companies (as defined by art. L221-31 of the French Monetary and Financial Code) which have their registered office in a country member of the European Union or the European Economic Area (provided that the said country has concluded with France an agreement with a clause of administrative assistance aiming at fighting against tax fraud or evasion), and which are liable to corporate income tax, must not be less than 75% at any point in time (the "75% Minimum Investment").

According to its investment objective described in the Supplement, since the end of the Brexit transition period which was agreed between the United Kingdom and the European Union, i.e. on 31 December 2020 11.00 PM GMT, the Sub-Fund no longer complies with the 75% Minimum Investment.

However, the French tax authorities have granted a grace period, in respect of shares of the Sub-Fund recorded into PEA wrappers, which allows the Sub-Fund to be eligible to the PEA until 30 September 2021.

Impact of the Change / Action to be taken

If you hold Shares of the Sub-Fund within a PEA, the Shares will stop being eligible to the PEA starting from 1 October 2021. You should therefore act in order to avoid closure of your PEA and all related tax consequences.

We encourage you to liaise with your usual financial or tax adviser to decide what you should do with your investment.

The Supplement will be updated accordingly to reflect the foregoing changes and will be available on the Company's website: www.etf.hsbc.com.

For and on behalf of the Board of HSBC ETFs PLC.