

HSBC Investment Funds

Corporate Bond Fund

Marketing communication | Monthly report 30 June 2025 | Share class Inst Inc



Investment objective

The Fund aims to provide higher returns (before charges and tax are deducted from the Fund) than the Markit iBoxx GBP Corporates Index plus 1% per year, over three-year periods.



Investment strategy

To achieve its objective the Fund will invest at least 80% of its value in bonds that have a credit rating of investment grade and are issued in sterling or are hedged back to sterling. The bonds may be issued by companies and supranational or government-backed organisations which may be located anywhere in the world. The types of bond the Fund may invest in include covered bonds and asset backed securities. The Fund is managed with reference to the Markit iBoxx GBP Corporates Index. The fund manager is not limited to investing in bonds that are part of the Markit iBoxx GBP Corporates Index. The fund manager aims to generate returns in excess of the Markit iBoxx GBP Corporates Index plus 1% per year, over three-year periods, before charges and tax are deducted from the Fund. This is based on our current view of returns the Fund may potentially achieve, which may change. The Markit iBoxx GBP Corporates Index is also considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the fund manager is not inconsistent with the sterling corporate bond market. The performance of the Fund is shown against the performance of the Markit iBoxx GBP Corporates Index plus 1% per year.



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 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.

Share Class Details

Key metrics

NAV per Share	GBP 1.97
Performance 1 month	1.93%
Yield to maturity	5.82%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Distributing
Distribution Frequency	Quarterly
Dividend ex-date	16 April 2025
Dividend Yield ¹	5.20%
Last Paid Dividend	0.025400
Dealing frequency	Daily
Valuation Time	12:00 GB
Share Class Base Currency	GBP
Domicile	GB
Inception date	19 December 2008
Fund Size	GBP 157,624,116
Reference benchmark	100% Markit iBoxx GBP Corporates Index plus 1% per year
Managers	Mohamed Imtiaz Siddeeq Oliver Boulind

Fees and expenses

Ongoing Charge Figure ²	0.050%
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Codes

ISIN	GB00B3K7SR40
Bloomberg ticker	HSCPBI LN

¹Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

²Ongoing Charges Figure is an estimate due to a change of fee structure.

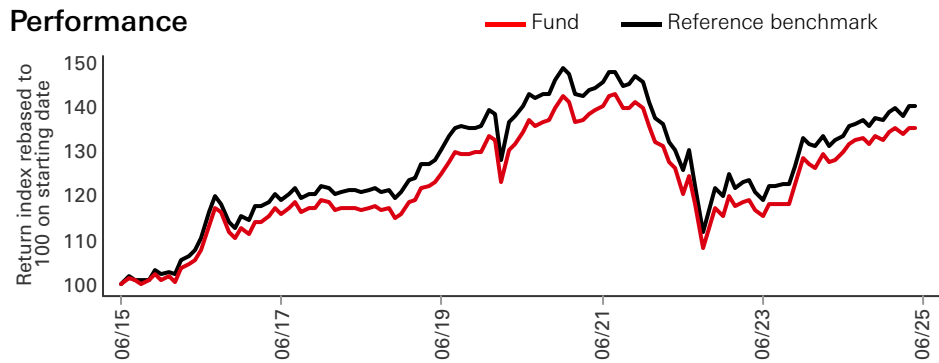
Past performance is not an indicator of future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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 30 June 2025

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann
Inst Inc	3.84	1.93	2.97	3.84	6.27	4.67	0.54	3.25
Reference benchmark	2.14	0.00	1.43	2.14	4.90	3.65	-0.02	3.41

Calendar year performance (%)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Inst Inc	0.13	11.34	5.61	-2.41	11.81	9.80	-1.89	-17.56	11.39	3.47
Reference benchmark	1.57	12.94	6.05	-1.22	12.14	9.71	-2.22	-17.56	10.79	3.21

3-Year Risk Measures	Inst Inc	Reference benchmark	5-Year Risk Measures	Inst Inc	Reference benchmark
Volatility	8.86%	9.27%	Volatility	8.04%	8.20%
Sharpe ratio	0.01	-0.10	Sharpe ratio	-0.29	-0.35
Tracking error	1.48%	--	Tracking error	1.39%	--
Information ratio	0.69	--	Information ratio	0.40	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	174	842	--
Average coupon rate	5.05	4.56	0.49
Yield to worst	5.46%	5.16%	0.30%
Current yield	4.97%	4.69%	0.29%
Option Adjusted Duration	5.73	5.54	0.19
Option Adjusted Spread Duration	5.35	5.48	-0.14
Average maturity	8.49	7.92	0.57
Average Credit Quality	A-/BBB+	A-/BBB+	--

Credit rating (%)	Fund	Reference benchmark	Relative
AAA	--	0.41	-0.41
AA	2.29	7.58	-5.30
A	26.83	37.12	-10.30
BBB	63.91	54.46	9.44
BB	3.39	0.42	2.97
B	0.38	--	0.38
NR	0.00	--	0.00
Cash	3.21	--	3.21

Geographical Allocation (Option Adjusted Duration)	Fund	Reference benchmark	Relative
UK	3.92	2.87	1.05
Europe-ex UK	1.07	1.36	-0.29
North America	0.66	1.14	-0.49
Asia	0.08	0.14	-0.07
Middle East	0.01	--	0.01
Latam	0.00	0.03	-0.03
Cash	0.00	--	0.00
Total	5.73	5.54	0.19

Maturity Breakdown (Option Adjusted Duration)	Fund	Reference benchmark	Relative
0-2 years	0.13	0.20	-0.07
2-5 years	0.88	1.05	-0.17
5-10 years	1.51	1.54	-0.03
10+ years	3.21	2.76	0.45
Total	5.73	5.54	0.19

Sector Allocation (%)	Fund	Reference benchmark	Relative
Financials	49.94	45.23	4.71
Utilities	17.71	17.45	0.26
Telecommunications	6.39	5.87	0.51
Consumer Services	5.11	7.93	-2.82
Oil & gas	4.37	4.87	-0.51
Mbs	3.83	--	3.83
Consumer Goods	2.55	8.61	-6.06
Gilts	1.98	--	1.98
Agencies	1.51	0.07	1.44
Public Banks	1.10	2.67	-1.57
Other Sectors	2.30	7.28	-4.98
Cash	3.21	--	3.21

Top 10 Holdings	Weight (%)
NATWEST GROUP 3.125 28/03/27	2.38
BARCLAYS PLC 3.750 22/11/30	2.25
BARCLAYS PLC 8.407 14/11/32	1.60
CAIXABANK 1.500 03/12/26	1.50
UK TSY GILT 1.250 31/07/51	1.40
MORGAN STANLEY 5.213 24/10/35	1.37
DNB BANK ASA 4.000 17/08/27	1.24
BAA FUNDING LTD 6.750 03/12/26	1.15
BAYERISCHE LND BK 5.250 28/11/29	1.11
HSBC HOLDINGS 6.800 14/09/31	1.08

Risk Disclosure


- 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.
- Liquidity is a measure of how easily the Fund’s holdings can be quickly converted to cash. The value of the Fund’s holdings may be significantly impacted by liquidity risk during adverse market conditions.
- 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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Source: HSBC Asset Management, data as at 30 June 2025

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Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.

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.

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