

**HSBC ETFs PLC**

# HSBC MSCI AC ASIA PACIFIC EX JAPAN CLIMATE PARIS ALIGNED UCITS ETF

Monthly report 31 March 2024 | HPAX LN | USD



## Investment objective

The Fund aims to track as closely as possible the returns of the MSCI AC Asia Pacific ex Japan Climate Paris Aligned Index (the Index). The Fund will invest in or gain exposure to shares of companies which make up the Index. The Fund qualifies under Article 8 of SFDR.



## Investment strategy

The Index is a subset of the MSCI AC Asia Pacific ex-Japan Index (Parent Index) and made up of shares of large and mid-sized companies from certain developed and emerging market countries in the Asia Pacific region (excluding Japan). The Index is designed to support investors seeking to pursue opportunities arising from the transition to a lower-carbon economy while aligning with the Paris Agreement requirements. It excludes shares of companies with exposure to controversial weapons, ESG controversies, tobacco, environmental harm, thermal coal mining, oil and gas, and power generation. The Fund will be passively managed and will aim to invest in the shares of the companies in generally the same proportion as in the Index. The Fund may invest in China A-shares, up to up to 35% in securities from a single issuer during exceptional market conditions, up to 10% in other funds and up to 10% in total return swaps and contracts for difference. See the Prospectus for a full description of the investment objectives and derivative usage.



## 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 value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.
- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.

### Fund facts

Fund manager	HSBC Global Asset Management (UK) Limited
Custodian	HSBC Continental Europe
Fund administrator	HSBC Securities Services (Ireland) DAC

## Share Class Details

### Key metrics

NAV per Share	<b>USD 15.51</b>
Performance 1 month	<b>2.60%</b>

### Fund facts

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dividend currency	<b>USD</b>
Fund base currency	<b>USD</b>
Currency Hedged	<b>Not Hedged</b>
Share Class Base Currency	<b>USD</b>
Domicile	<b>Ireland</b>
Inception date	<b>11 April 2022</b>
Shares outstanding	<b>1,065,000</b>
Fund Size	<b>USD 16,515,454</b>
Reference benchmark	<b>100% MSCI AC Asia Pacific ex Japan Climate Paris Aligned Index</b>

Replication Method	<b>Physical- Full</b>
SIPP eligible	<b>Yes</b>
Issuer	<b>HSBC ETFs PLC</b>
Fiscal year end	<b>Dec</b>

### Fees and expenses

Ongoing Charge Figure <sup>1</sup>	<b>0.250%</b>
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### Codes

ISIN	<b>IE000XFORJ80</b>
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<sup>1</sup>Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

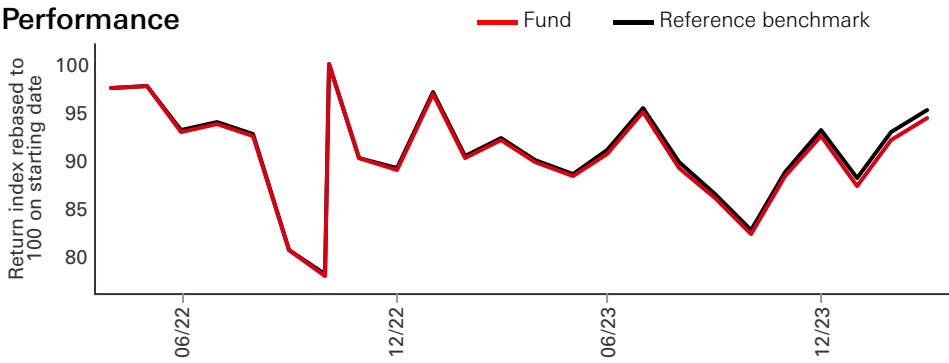
Past performance is not an indicator of future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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 31 March 2024

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Fund	2.11	2.60	2.11	9.67	2.45	--	--	-2.86
Reference benchmark	2.27	2.59	2.27	10.09	3.09	--	--	-2.43
Tracking difference	-0.16	0.01	-0.16	-0.42	-0.64	--	--	-0.43
Tracking error	--	--	--	--	0.24	--	--	0.24

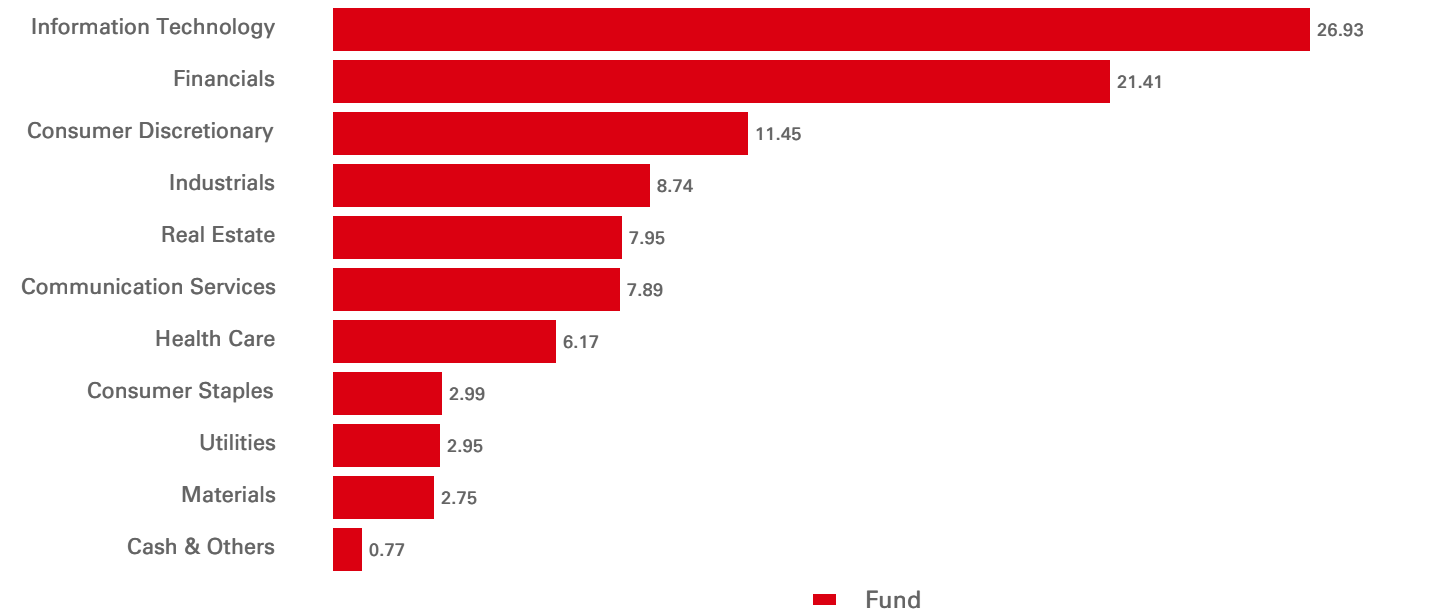
Calendar year performance (%)	2019	2020	2021	2022	2023
Fund	--	--	--	--	3.94
Reference benchmark	--	--	--	--	4.53

Carbon footprint	Fund	Reference benchmark	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	72.54	288.69	Fund	6.6	6.4	5.2	5.5
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO <sup>2</sup> e/USD million) Source of analytics: Trucost			Reference benchmark	6.2	5.9	5.1	5.3

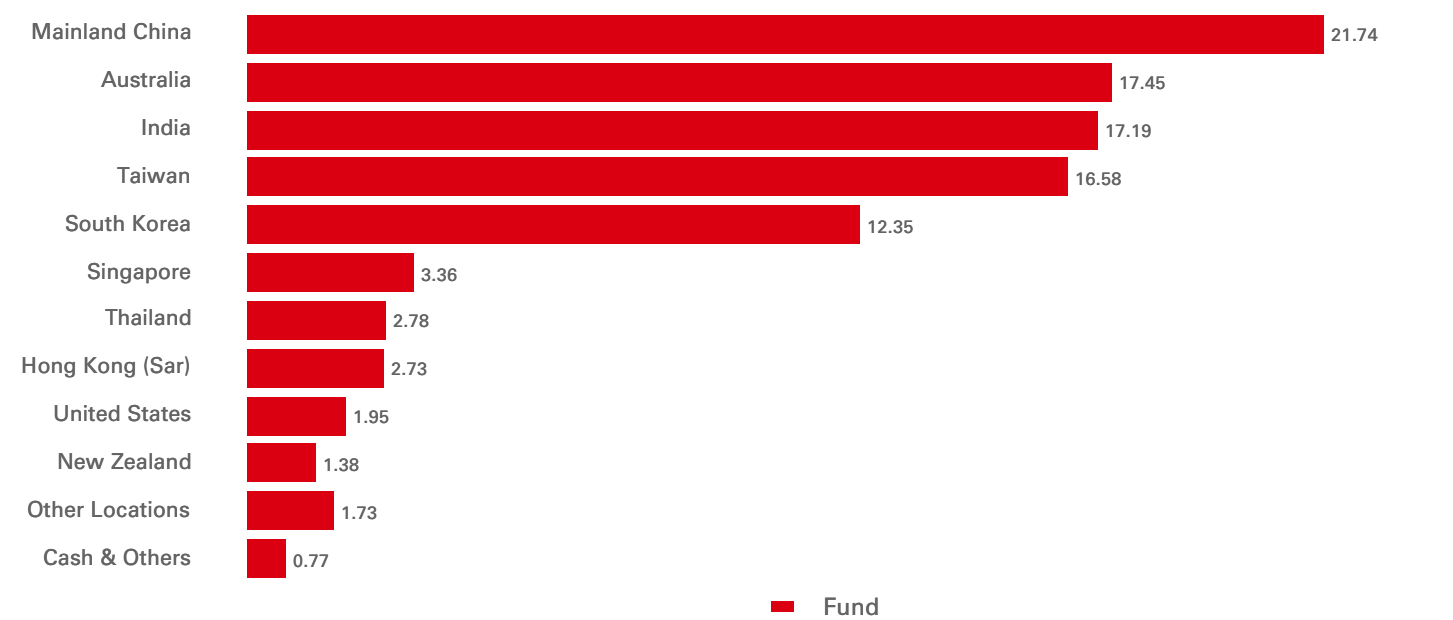
Equity characteristics	Fund	Reference benchmark
No. of holdings ex cash	363	--
Average Market Cap (USD Mil)	123,121	123,029
Price/earning ratio	22.12	22.13

Benchmark Information	
Index name	100% MSCI AC Asia Pacific ex Japan Climate Paris Aligned Index
Index currency	USD
Benchmark type	Net Return
TR Index Bloomberg Ticker	NU739400
TR Index Reuters RIC	.MISX0OES5NUS

Sector Allocation (%)



Geographical Allocation (%)



Top 10 Holdings	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Information Technology	9.79
Samsung Electronics Co Ltd	Information Technology	4.23
Tencent Holdings Ltd	Communication Services	3.68
Goodman Group	Real Estate	3.08
Commonwealth Bank of Australia	Financials	2.48
Alibaba Group Holding Ltd	Consumer Discretionary	2.23
Delta Electronics Inc	Information Technology	2.00
CSL Ltd	Health Care	1.41
AIA Group Ltd	Financials	1.34
Samsung Electro-Mechanics Co L	Information Technology	1.33

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	12 Apr 2022	USD	08:00 - 16:30	HPAJ LN	HPAJ.L	HPAPUSIV	HPAJUSDINAV =SOLA
LONDON STOCK EXCHANGE	12 Apr 2022	GBP	08:00 - 16:30	HPAX LN	HPAX.L	HPAXGBIV	HPAXGBPINAV =SOLA
NYSE EURONEXT - EURONEXT PARIS	14 Apr 2022	EUR	09:00 - 17:30	HPAJ FP	HPAJ.PA	HPAJUEIV	HPAJEURINAV =SOLA
DEUTSCHE BOERSE AG-XETRA	14 Apr 2022	EUR	09:00 - 17:30	HP2A GY	HP2A.DE	HPAJUEIV	HPAJEURINAV =SOLA
BORSA ITALIANA SPA	28 Apr 2022	EUR	09:00 - 17:35	HPAJ IM	HPAJ.MI	HPAJUEIV	HPAJEURINAV =SOLA
SIX SWISS EXCHANGE		USD	--	HPAJ SW	--	HPAPUSIV	HPAJUSDINAV =SOLA

Emissions from reserves (mn tonnes/USDmn)	Fund	Reference benchmark
Emissions from reserves/market cap	0.00000	3,440.48967

Ten lowest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)	Reference benchmark	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)
MEDIBANK PRIVATE LTD	0.74	GUANGZHOU YUEXIU CAPITAL H-A	0.39
CHINA RUYI HOLDINGS LTD	0.96	QIFU TECHNOLOGY INC	0.52
MERIDIAN ENERGY LTD	1.15	37 INTERACTIVE ENTERTAINME-A	0.56
MACQUARIE GROUP LTD	1.27	MEDIBANK PRIVATE LTD	0.74
QBE INSURANCE GROUP LTD	1.29	SAMSUNG FIRE & MARINE INS	0.85
SUNCORP GROUP LTD	1.53	CHINA RUYI HOLDINGS LTD	0.96
SEEK LTD	1.58	MERIDIAN ENERGY LTD	1.15
CHINA LITERATURE LTD	1.78	ASUSTEK COMPUTER INC	1.24
ICICI PRUDENTIAL LIFE INSURA	1.87	CHINA PACIFIC INSURANCE GR-A	1.24
HDFC LIFE INSURANCE CO LTD	1.88	MACQUARIE GROUP LTD	1.27

Ten highest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)	Reference benchmark	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)
ZHEJIANG WEIMING ENVIRONME-A	2,115.38	HANJIN KAL CORP	56,078.54
MERDEKA COPPER GOLD TBK PT	903.11	NTPC LTD	17,616.66
DIVI'S LABORATORIES LTD	735.40	GD POWER DEVELOPMENT CO -A	14,350.49
SK IE TECHNOLOGY CO LTD	641.56	ADANI POWER LTD	12,873.20
ZHAOJIN MINING INDUSTRY - H	608.62	ZHEJIANG ZHENENG ELECTRIC-A	12,645.03
ASIA-POTASH INTERNATIONAL-A	536.78	CHINA RESOURCES POWER HOLDIN	11,853.81
L&F CO LTD	536.78	DATANG INTL POWER GEN CO-A	11,242.76
TONGWEI CO LTD-A	518.35	HUADIAN POWER INTL CORP-A	10,920.18
AIRPORTS OF THAILAND PCL-FOR	494.58	ANHUI CONCH CEMENT CO LTD-A	10,384.13
NORTHERN STAR RESOURCES LTD	439.05	HUANENG POWER INTL INC-A	10,250.80

ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	9.789%	10.0	5.9	7.9	7.1	169.7
SAMSUNG ELECTRONICS CO LTD	3.727%	8.3	6.4	6.0	4.4	84.8
TENCENT HOLDINGS LTD	3.679%	4.2	9.8	3.8	3.7	36.6
GOODMAN GROUP	3.079%	8.1	5.3	7.3	7.9	9.4
COMMONWEALTH BANK OF AUSTRAL	2.478%	8.3	7.8	3.8	7.8	4.9
ALIBABA GROUP HOLDING LTD	2.234%	5.1	5.9	4.5	4.1	40.4
DELTA ELECTRONICS INC	1.999%	7.4	7.4	5.7	4.9	33.6
CSL LTD	1.409%	8.2	5.3	4.6	6.9	31.8
AIA GROUP LTD	1.339%	8.0	5.2	5.7	6.4	2.4
SAMSUNG ELECTRO-MECHANICS CO	1.325%	7.1	3.6	5.5	5.5	184.0

Reference benchmark	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	8.053%	10.0	5.9	7.9	7.1	169.7
SAMSUNG ELECTRONICS CO LTD	3.925%	8.3	6.4	6.0	4.4	84.8
TENCENT HOLDINGS LTD	3.449%	4.2	9.8	3.8	3.7	36.6
BHP GROUP LTD	1.966%	6.7	2.4	3.6	8.8	214.0
ALIBABA GROUP HOLDING LTD	1.962%	5.1	5.9	4.5	4.1	40.4
COMMONWEALTH BANK OF AUSTRAL	1.766%	8.3	7.8	3.8	7.8	4.9
RELIANCE INDUSTRIES LTD	1.457%	6.8	5.7	5.6	5.9	480.6
CSL LTD	1.219%	8.2	5.3	4.6	6.9	31.8
AIA GROUP LTD	1.024%	8.0	5.2	5.7	6.4	2.4
SK HYNIX INC	0.997%	6.9	4.6	7.3	5.8	207.2

ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
XPENG INC - ADR	0.001%	10.0	8.6	4.7	6.3	25.6
BEIGENE LTD-ADR	0.003%	2.9	3.5	3.1	6.1	40.4
AIER EYE HOSPITAL GROUP CO-A	0.006%	3.6	7.5	4.4	4.2	37.0
TIANJIN712 COMMUNICATION &-A	0.006%	0.0	2.5	2.5	3.6	55.6
ZHEJIANG HUAHAI PHARMACEUT-A	0.006%	4.1	2.9	3.8	3.7	238.2
LEPU MEDICAL TECHNOLOGY-A	0.007%	4.1	7.4	5.2	3.8	24.7
FANGDA CARBON NEW MATERIAL-A	0.007%	0.0	3.5	2.7	2.0	138.9
SANY HEAVY INDUSTRY CO LTD-A	0.007%	2.6	4.9	5.6	3.5	30.5
JIANGSU PACIFIC QUARTZ CO -A	0.008%	0.0	2.1	1.2	3.4	62.2
CHANGJIANG SECURITIES CO L-A	0.008%	2.0	3.2	2.1	4.4	5.6

Reference benchmark	Weight	ESG score	E	S	G	Carbon intensity emissions
HONGFA TECHNOLOGY CO LTD-A	0.001%	2.7	6.6	4.9	3.1	36.5
JIANGXI SPECIAL ELECTRIC -A	0.002%	2.4	4.7	6.2	3.3	241.1
CANMAX TECHNOLOGIES CO LTD-A	0.002%	1.6	3.0	2.5	3.5	503.5
RISEN ENERGY CO LTD-A	0.002%	5.3	6.4	4.0	4.7	91.5
SKSHU PAINT CO LTD-A	0.002%	6.3	6.9	0.0	3.0	33.4
ASR MICROELECTRONICS CO LT-A	0.002%	2.2	3.1	3.7	5.1	91.4
GOODWE TECHNOLOGIES CO LTD-A	0.002%	5.0	5.8	7.0	4.1	12.6
VERISILICON MICROELECTRONI-A	0.002%	2.5	3.2	5.0	4.0	71.7
CHENGXIN LITHIUM GROUP CO-A	0.002%	2.6	3.2	3.2	2.5	536.7
HOYMILES POWER ELECTRONICS-A	0.002%	3.5	6.0	6.0	3.3	41.0

Risk Disclosure

- To the extent that the Fund seeks to replicate index performance by holding individual securities, there is no guarantee that its composition or performance will exactly match that of the target index at any given time (“tracking error”).
- 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.
- 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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Source: HSBC Asset Management, data as at 31 March 2024

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www.assetmanagement.hsbc.com/uk  
amgtransferagency@lu.hsbc.com  
To help improve our service and in the interests of security we may record and/or monitor your communication with us.

Glossary



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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 Administrator by emailing [ifsinvestorqueries@hsbc.com](mailto:ifsinvestorqueries@hsbc.com), or by visiting [www.etf.hsbc.com](http://www.etf.hsbc.com). Details of the underlying investments of the fund are available on [www.etf.hsbc.com](http://www.etf.hsbc.com). The indicative intra-day net asset value of the fund is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including [www.reuters.com](http://www.reuters.com).

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

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Further Information can be found in 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. 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>