

## HSBC Global Investment Funds

# GLOBAL EMERGING MARKETS BOND

Monthly report 30 September 2021 | Share class XCHEUR



### Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of emerging market bonds.



### Investment strategy

In normal market conditions, the Fund will mostly invest its assets in investment grade and non-investment grade bonds issued by governments, government-related entities, supranational entities and companies based in emerging markets. The Fund may invest up to 30% of its assets in securities issued by a single government issuer with a non-investment grade credit rating. The Fund may invest up to 10% of its assets in onshore Chinese bonds which are issued within the People's Republic of China and traded on the China Interbank Bond Market. The Fund may invest up to 10% in convertible bonds. The Fund may also invest up to 10% of its assets in contingent convertible securities. The Fund may invest up to 10% of its assets in total return swaps. The Fund's primary currency exposure is to US dollars. 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 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.
- 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.

### Share Class Details

#### Key metrics

NAV per Share	<b>EUR 11.72</b>
Performance 1 month	<b>-2.28%</b>
Yield to maturity	<b>5.82%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Acc</b>
Dealing frequency	<b>Daily</b>
Valuation Time	<b>17:00 Luxembourg</b>
Share Class Base Currency	<b>EUR</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>16 December 2013</b>
Fund Size	<b>USD 1,757,004,875</b>
Managers	<b>Jaymeson Paul Kumm Scott Davis</b>

#### Fees and expenses

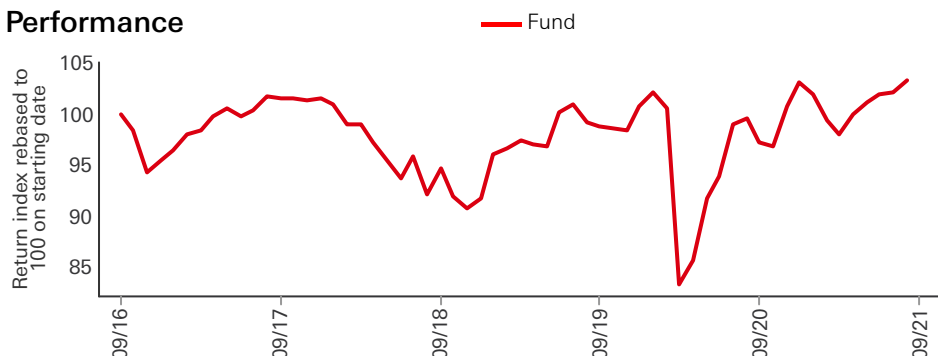
Ongoing Charge Figure <sup>1</sup>	<b>0.647%</b>
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#### Codes

ISIN	<b>LU0473929692</b>
Bloomberg ticker	<b>HGXCHEU LX</b>

<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.

### Performance



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

Reference Performance Benchmark: JP Morgan EMBI Global Diversified since 8 Dec 2020. Previously JP Morgan EMBI Global from 1 Jan 2000 to 7 Dec 2020. Prior to that, the benchmark was JP Morgan EMBI.

Source: HSBC Asset Management, data as at 30 September 2021

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
XCHEUR	-2.06	-2.28	-0.99	2.98	3.75	2.15	0.19
Calendar year performance (%)			2016	2017	2018	2019	2020
XCHEUR			6.85	6.44	-9.68	9.97	2.22

3-Year Risk Measures	XCHEUR	Reference benchmark	5-Year Risk Measures	XCHEUR	Reference benchmark
Volatility	12.86%	--	Volatility	10.69%	--
Sharpe ratio	0.20	--	Sharpe ratio	0.06	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	270	941	--
Average coupon rate	4.95	5.21	-0.25
Yield to worst	5.57%	4.37%	1.20%
Option Adjusted Duration	7.85	7.80	0.05
Modified Duration to Worst	7.87	7.76	0.11
Option Adjusted Spread Duration	7.77	7.60	0.17
Average maturity	13.56	12.26	1.31
Rating average	BBB-/BB+	BBB-/BB+	--

Credit rating (%)	Fund	Reference benchmark	Relative	Maturity Breakdown (%)	Fund	Reference benchmark	Relative
AAA	-3.80	--	-3.80	0-2 years	23.06	9.14	13.92
AA	5.79	6.50	-0.71	2-5 years	9.93	21.63	-11.69
A	7.25	14.47	-7.22	5-10 years	21.37	29.59	-8.22
BBB	20.18	29.37	-9.19	10+ years	45.64	39.64	6.00
BB	21.52	20.52	1.01				
B	28.54	24.21	4.33				
CCC	3.80	3.62	0.18				
CC	--	0.02	-0.02				
D	0.37	0.69	-0.32				
NR	-2.48	0.60	-3.08				
Cash	7.26	--	7.26				
Cash Offset	11.57	--	11.57				

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

The benchmark data is that of the reference benchmark of the fund, as this data is calculated at fund level rather than share class level. The reference benchmark of the fund is 100% JP Morgan EMBI Global Diversified

Source: HSBC Asset Management, data as at 30 September 2021

Currency Allocation (%)	Fund	Reference benchmark	Relative
USD	96.53	100.00	-3.47
EUR	1.36	--	1.36
EGP	1.31	--	1.31
KZT	0.56	--	0.56
UAH	0.24	--	0.24
SGD	0.01	--	0.01
JPY	0.01	--	0.01
CHF	0.01	--	0.01
BRL	0.00	--	0.00
ZAR	0.00	--	0.00
Other Currencies	-0.02	--	-0.02

#### Geographical Allocation (%)



■ Fund ■ Reference benchmark

Sector Allocation (%)	Fund	Reference benchmark	Relative
Government	49.06	81.10	-32.04
Energy	18.82	9.36	9.46
Financial	6.01	3.03	2.98
Utilities	2.54	2.39	0.15
Industrial	2.31	1.44	0.87
Communications	1.95	--	1.95
Basic Materials	1.79	2.00	-0.22
Consumer Non cyclical	1.23	0.59	0.63
Consumer Cyclical	--	0.08	-0.08
Other Sectors	-2.53	--	-2.53
Cash	7.26	--	7.26
Cash Offset	11.57	--	11.57

Top 10 Holdings	Weight (%)
PANAMA 3.870 23/07/60	1.61
COLOMBIA REP OF 5.200 15/05/49	1.54
UKRAINE GOVT 7.375 25/09/32	1.41
GHANA REP OF 10.750 14/10/30	1.35
ARGENTINA 0.500 09/07/30	1.08
ABU DHABI GOVT 4.125 11/10/47	1.03
PETROLEOS MEXICA 5.350 12/02/28	1.01
GAZPROM 4.950 23/03/27	1.00
QATAR STATE OF 4.400 16/04/50	0.97
BAHRAIN 7.500 20/09/47	0.96

## Risk Disclosure

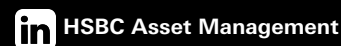
- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater 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.
- Further information on the Fund's potential risks can be found in the Key Investor Information Document and Prospectus.

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**Source: HSBC Asset Management, data as at 30 September 2021**

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### Glossary



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