

HSBC Portfolios

World Selection 5

Monthly report 30 June 2024 | Share class ADHEUR



Investment objective

The Fund aims to provide long-term capital growth and income by investing in a portfolio of bonds and shares. The Fund seeks to apply a high risk investment strategy.



Investment strategy

The Fund is actively managed and is not constrained by a benchmark. In normal market conditions, at least 90% of the Fund's exposure is to bonds, shares and alternative investment strategies. The Fund gains exposure to bonds that are investment grade, non-investment grade and unrated issued by the government, government-related entities, supranational entities and companies based in developed markets and emerging markets. The bonds can be denominated either in US dollar (USD), other developed markets currencies hedged into USD, or in emerging markets currencies. The Fund gains exposure to shares issued by companies of any size. The Fund may invest up to 100% in other funds although this investment will normally be between 50% and 100%. The Fund can have an exposure to bonds (or other similar securities) of up to 20% of its assets. The exposure to shares (or securities similar to shares) can be up to 100% of assets. The Fund may invest up to 20% in non-investment grade and unrated bonds, and up to 45% in alternative investment strategies. The Fund's primary currency exposure is to USD. 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 generally 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 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.

Share Class Details

Key metrics

| | |
|----------------------|------------------|
| NAV per Share | EUR 13.49 |
| Performance 1 month | 2.08% |
| Sharpe ratio 3 years | -0.10 |

Fund facts

| | |
|-----------------------------|----------------------------|
| UCITS V compliant | Yes |
| Dividend treatment | Distributing |
| Distribution Frequency | Annually |
| Dividend ex-date | 29 September 2023 |
| Dividend Yield ¹ | 0.06% |
| Last Paid Dividend | 0.007681 |
| Dealing frequency | Daily |
| Valuation Time | 10:00 Luxembourg |
| Share Class Base Currency | EUR |
| Domicile | Luxembourg |
| Inception date | 19 April 2017 |
| Fund Size | USD 357,166,133 |
| Managers | Nicholas McLoughlin |

Fees and expenses

| | |
|------------------------------------|---------------|
| Ongoing Charge Figure ² | 1.695% |
|------------------------------------|---------------|

Codes

| | |
|------------------|---------------------|
| ISIN | LU1121114687 |
| Bloomberg ticker | HWS5ADE LX |

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 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.

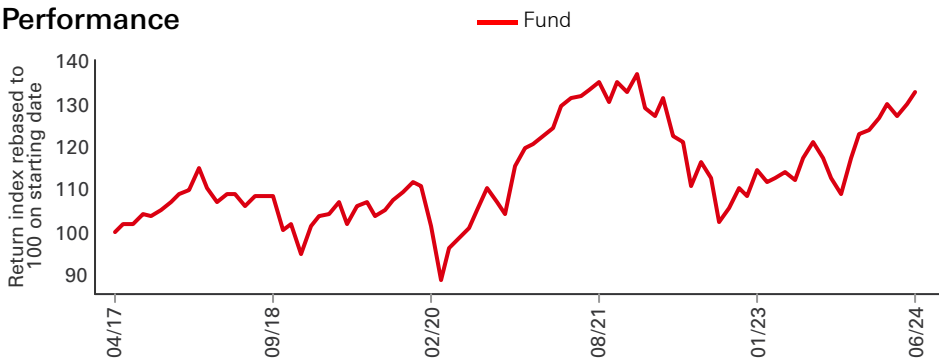
Past performance is not an indicator of future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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 30 June 2024

Performance



| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | 10 years ann | Since inception ann |
|-----------------|------|---------|----------|----------|--------|-------------|-------------|--------------|---------------------|
| ADHEUR | 7.77 | 2.08 | 1.91 | 7.77 | 13.29 | 0.18 | 4.55 | -- | 4.32 |

| Calendar year performance (%) | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|-------------------------------|------|------|------|------|--------|-------|------|-------|--------|-------|
| ADHEUR | -- | -- | -- | -- | -13.69 | 18.21 | 6.89 | 14.56 | -20.74 | 13.39 |

| Currency Allocation (%) | |
|-------------------------|-------|
| US Dollar | 65.94 |
| Japanese Yen | 5.36 |
| Euro | 4.31 |
| Mexican Peso | 4.15 |
| Australian Dollar | 3.38 |
| Pound Sterling | 3.35 |
| Indian rupee | 2.03 |
| Zloty | 1.90 |
| Norwegian Krone | 1.80 |
| Hong Kong Dollar | 1.71 |
| Other Currencies | 6.06 |

Fund

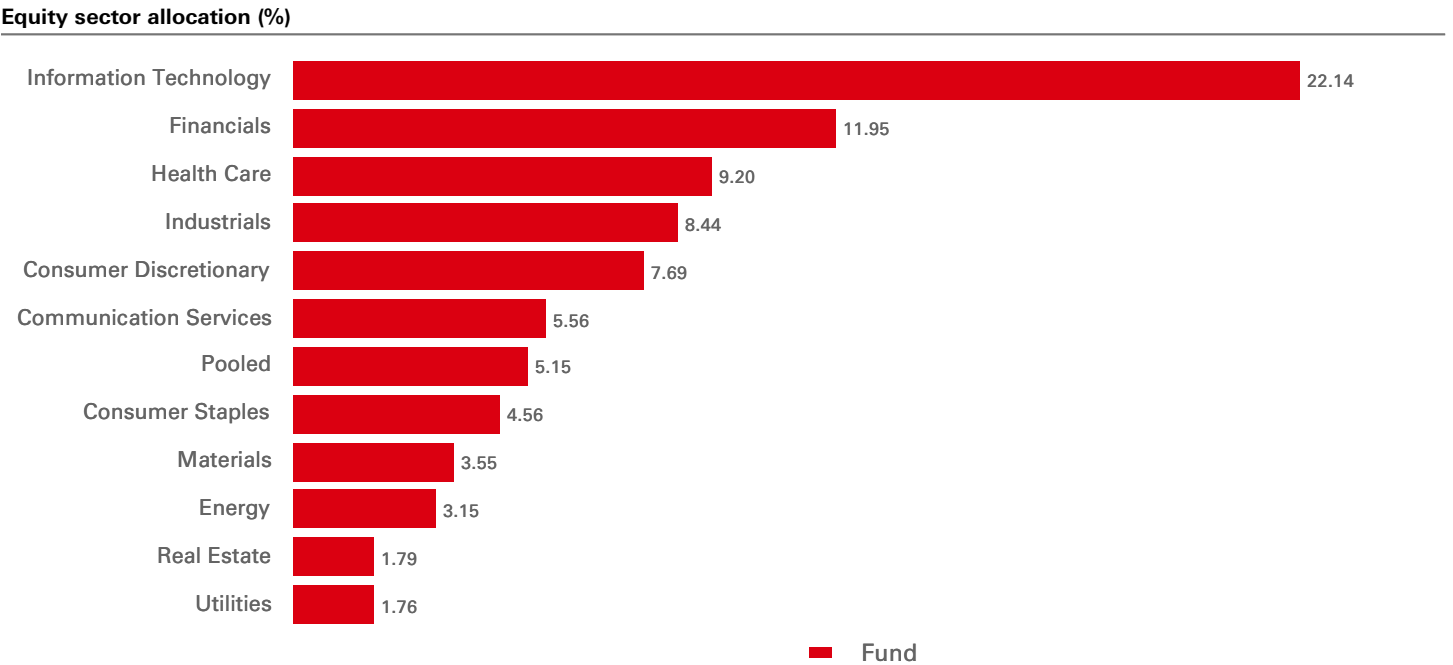
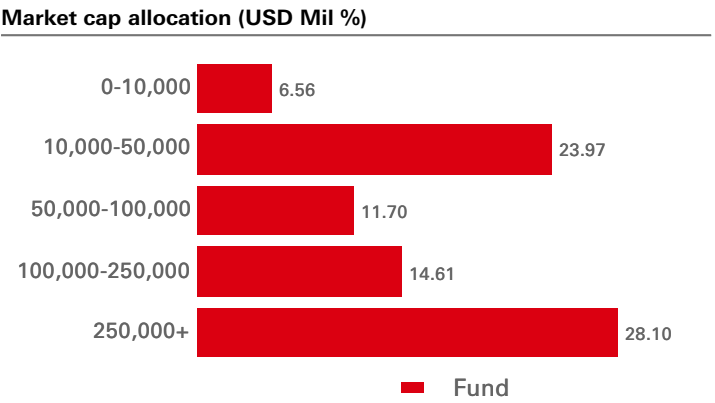
| Asset allocation (%) | Fund |
|---------------------------------------|--------------|
| Global Equity | 84.94 |
| Global Government Bond | 2.45 |
| Global Corporate Bond | 0.02 |
| Global High Yield Bonds | 0.15 |
| Emerging Market Debt - Hard Currency | 0.68 |
| Emerging Market Debt - Local Currency | 2.08 |
| Property | 4.48 |
| Trend Following | 1.46 |
| Commodities | 1.66 |
| Cash/Liquidity | -2.35 |
| Listed Infrastructure | 4.44 |

| Top 10 Holdings | Weight (%) |
|---|------------|
| HSBC S&P 500 UCITS ETF | 17.08 |
| HSBC FTSE All-World Index Instl Acc | 13.44 |
| HSBC Multi Factor Worldwide Eq ETF | 12.31 |
| HSBC European Index Institutional Acc | 5.04 |
| HSBC GIF Global Sust L/T Eq ZQ1 | 4.60 |
| HSBC GIF Global RE Eq ZQ1 | 4.48 |
| HSBC GIF Global Infrastructure Equity ZD | 4.44 |
| iShares Core S&P 500 ETF USD Acc | 3.84 |
| HSBC American Index Institutional Acc | 3.25 |
| iShares Edge MSCI USA Qual Fac ETF \$Dist | 2.83 |

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 data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds.
 Source: HSBC Asset Management, data as at 30 June 2024

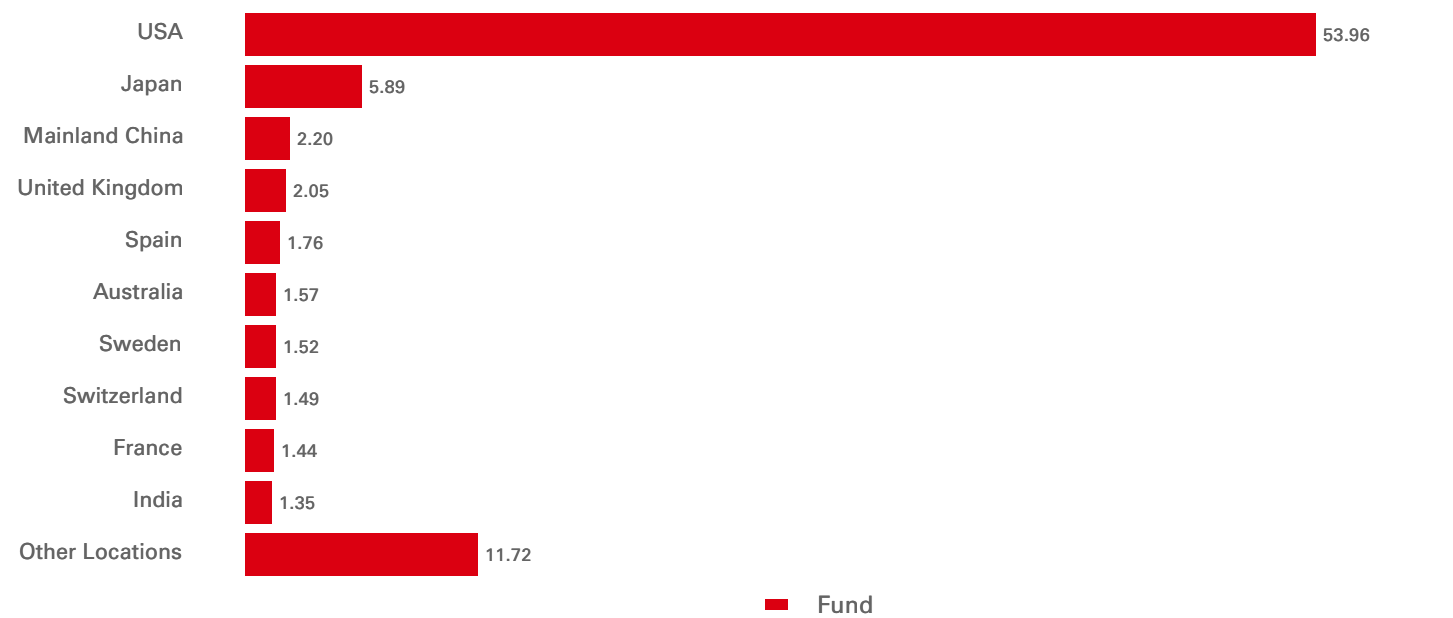
| Equity top 10 holdings | Location | Sector | Weight (%) |
|------------------------|---------------|------------------------|------------|
| Microsoft Corp | United States | Information Technology | 3.88 |
| Apple Inc | United States | Information Technology | 3.27 |
| NVIDIA Corp | United States | Information Technology | 3.24 |
| Alphabet Inc | United States | Communication Services | 2.00 |
| Amazon.com Inc | United States | Consumer Discretionary | 1.57 |
| Meta Platforms Inc | United States | Communication Services | 1.14 |
| Eli Lilly & Co | United States | Health Care | 0.78 |
| Visa Inc | United States | Financials | 0.68 |
| ASML Holding NV | Netherlands | Information Technology | 0.68 |
| Broadcom Inc | United States | Information Technology | 0.64 |

| Equity characteristics | Fund | Reference benchmark |
|------------------------------|---------|---------------------|
| Average Market Cap (USD Mil) | 615,324 | -- |
| Price/earning ratio | 18.10 | -- |
| Portfolio yield | 1.86% | -- |



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Equity geographical allocation (%)

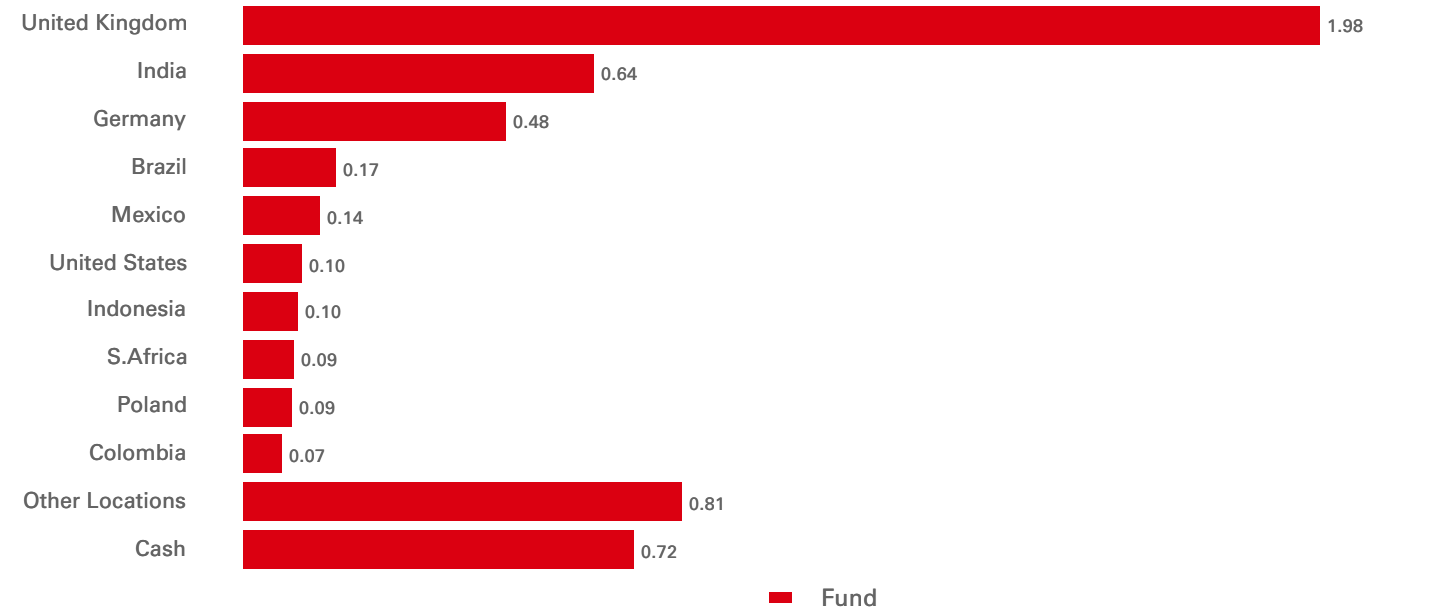


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Source: HSBC Asset Management, data as at 30 June 2024

| Fixed Income Characteristics | Fund | Reference benchmark | Relative | Credit rating (%) | Fund | Reference benchmark | Relative |
|------------------------------|-------|---------------------|----------|-------------------|------|---------------------|----------|
| Yield to worst | 5.78% | -- | -- | AAA | 2.48 | -- | -- |
| Yield to maturity | 5.79% | -- | -- | AA | 0.09 | -- | -- |
| Option Adjusted Duration | 6.45 | -- | -- | A | 0.21 | -- | -- |
| Rating average | A+/A | -- | -- | BBB | 1.14 | -- | -- |
| | | | | BB | 0.46 | -- | -- |
| | | | | B | 0.19 | -- | -- |
| | | | | CCC | 0.07 | -- | -- |
| | | | | CC | 0.01 | -- | -- |
| | | | | C | 0.00 | -- | -- |
| | | | | D | 0.02 | -- | -- |
| | | | | NR | 0.01 | -- | -- |
| | | | | Cash | 0.72 | -- | -- |

| Fixed income top 10 holdings | Location | Instrument type | Weight (%) |
|--|---------------|-----------------|------------|
| TREASURY BILL 0.000 11/07/2024 USD | United States | Treasury Bill | 0.13 |
| TREASURY BILL 0.000 15/08/2024 USD | United States | Treasury Bill | 0.13 |
| TREASURY BILL 0.000 12/09/2024 USD | United States | Treasury Bill | 0.13 |
| TREASURY BILL 0.000 14/11/2024 USD | United States | Treasury Bill | 0.11 |
| TREASURY BILL 0.000 17/10/2024 USD | United States | Treasury Bill | 0.06 |
| LETRA TESOIRO NACIONAL 0.000 01/10/2024 BRL | Brazil | Treasury Bill | 0.05 |
| REPUBLIC OF SOUTH AFRICA 9.000 31/01/2040 ZAR | South Africa | Government Bond | 0.04 |
| INDIA GOVERNMENT BOND 7.180 24/07/2037 INR | India | Government Bond | 0.04 |
| INDIA GOVERNMENT BOND 7.300 19/06/2053 INR | India | Government Bond | 0.03 |
| NOTA DO TESOIRO NACIONAL 10.000 01/01/2029 BRL | Brazil | Government Bond | 0.03 |

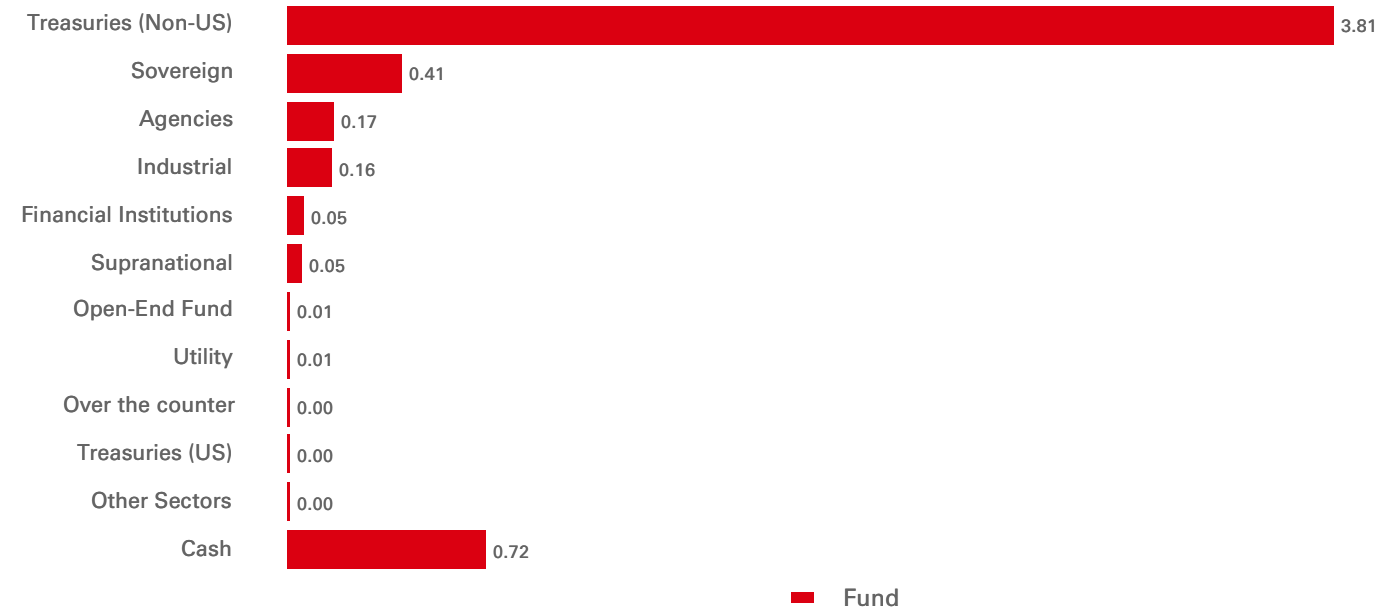
Fixed income geographical allocation (%)



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| Geographical Allocation (Option Adjusted Duration) | Fund | Reference benchmark | Relative |
|--|------|---------------------|----------|
| United Kingdom | 3.38 | -- | -- |
| India | 0.79 | -- | -- |
| Germany | 0.72 | -- | -- |
| Indonesia | 0.15 | -- | -- |
| United States | 0.15 | -- | -- |
| Mexico | 0.14 | -- | -- |
| S.Africa | 0.10 | -- | -- |
| Brazil | 0.10 | -- | -- |
| Colombia | 0.07 | -- | -- |
| Peru | 0.06 | -- | -- |
| Other Locations | 0.85 | -- | -- |
| Cash | 0.01 | -- | -- |

Fixed income sector allocation (%)



| | 3 year total return (%) | Amount based on EUR 1000 invested | 3 Year Volatility (%) |
|--|-------------------------|--------------------------------------|-----------------------|
| HSBC Portfolios - World Selection 5 ADHEUR | 0.18 | 1,005.50 | 14.00 |
| Peer Group Average - EAA Fund EUR Aggressive Allocation - Global | 2.51 | 1,077.22 | 10.91 |
| Lowest Returning Fund in Peer Group | -8.10 | 776.13 | 4.27 |
| Highest Returning Fund in Peer Group | 28.48 | 2,120.86 | 27.15 |
| Cash | -- | -- | -- |


HSBC Portfolios offer a choice of five different risk levels, to be selected by investors depending on factors like their financial goals, time horizon and capacity for loss. Typically, the more risk investors take, the more return they would expect to see. At HSBC Asset Management, we measure risk by volatility – how sharply a Portfolio’s share price moves in any given time period (up or down). The higher the volatility, the higher the risk. The table above shows the Portfolio’s return (for the primary share class or hedged currency share class) per year over the last three years (known as annualised) and the level of volatility over the same period. This can be compared against other funds in the peer group, as defined by an independent research company*. An example of a good outcome would be that the HSBC Portfolio return is higher than the peer group’s average return and the volatility (risk taken) is lower. However investors should consider their own priorities when it comes to returns and the risk taken to achieve them.

*Morningstar Categories are used to define the peer group comprising funds they deem similar based on fund objectives and holdings. The average is a median.

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.
- 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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HSBC Asset Management

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 Registrar and Transfer Agent by emailing amgtransferagency@lu.hsbc.com, or by visiting www.global.assetmanagement.hsbc.com.

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

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