

## HSBC Global Investment Funds

# GEM DEBT TOTAL RETURN

Monthly report 29 February 2024 | Share class FC



### Investment objective

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



### Investment strategy

The Fund is actively managed. The Fund employs a Total Return strategy which has a flexible allocation across the emerging market debt universe. Through seeking multiple sources of return the strategy aims, over an investment cycle, to achieve risk-adjusted returns above those of the investment universe. However, your capital is still at risk and there is no guarantee of stable growth over time. In normal market conditions, the Fund will mostly invest its assets in investment grade bonds and non-investment grade bonds issued by governments, government-related entities, supranational entities and companies that are based in or carry out the larger part of their business in emerging markets. The Fund may invest up to 10% 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 25% 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% in other funds and up to 10% in total return swaps. The Fund's primary currency exposure is to US dollars (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 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>USD 14.96</b>
Performance 1 month	<b>0.61%</b>
Yield to maturity	<b>9.10%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dealing frequency	<b>Daily</b>
Valuation Time	<b>17:00 Luxembourg</b>
Share Class Base Currency	<b>USD</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>5 November 2021</b>
Fund Size	<b>USD 81,093,144</b>
Reference benchmark	<b>100% Secured Overnight Financing Rate (SOFR)</b>
Managers	<b>Bryan Carter Hugo Novaro</b>

#### Fees and expenses

Ongoing Charge Figure <sup>1</sup>	<b>0.613%</b>
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#### Codes

ISIN	<b>LU2359417321</b>
Bloomberg ticker	<b>HSDTRFU 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.

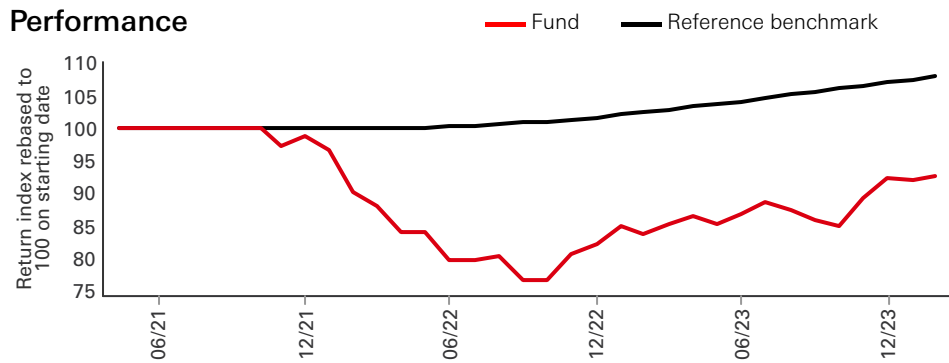
Past performance is not an indicator of future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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 29 February 2024

## Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
<b>FC</b>	<b>0.35</b>	<b>0.61</b>	<b>3.94</b>	<b>6.15</b>	<b>10.86</b>	--	--	<b>-3.24</b>
Reference benchmark	0.92	0.43	1.35	2.72	5.37	--	--	3.35

Calendar year performance (%)	2019	2020	2021	2022	2023
<b>FC</b>	--	--	--	<b>-16.86</b>	<b>12.36</b>
Reference benchmark	--	--	--	1.66	5.18

3-Year Risk Measures	FC	Reference benchmark	5-Year Risk Measures	FC	Reference benchmark
Volatility	--	--	Volatility	--	--
Sharpe ratio	--	--	Sharpe ratio	--	--
Tracking error	--	--	Tracking error	--	--
Information ratio	--	--	Information ratio	--	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	126	--	--
Yield to worst	9.06%	--	--
Option Adjusted Duration	4.91	--	--
Modified Duration to Worst	4.98	--	--
Option Adjusted Spread Duration	1.85	--	--
Average maturity	5.36	--	--
Rating average	BBB-/BB+	--	--

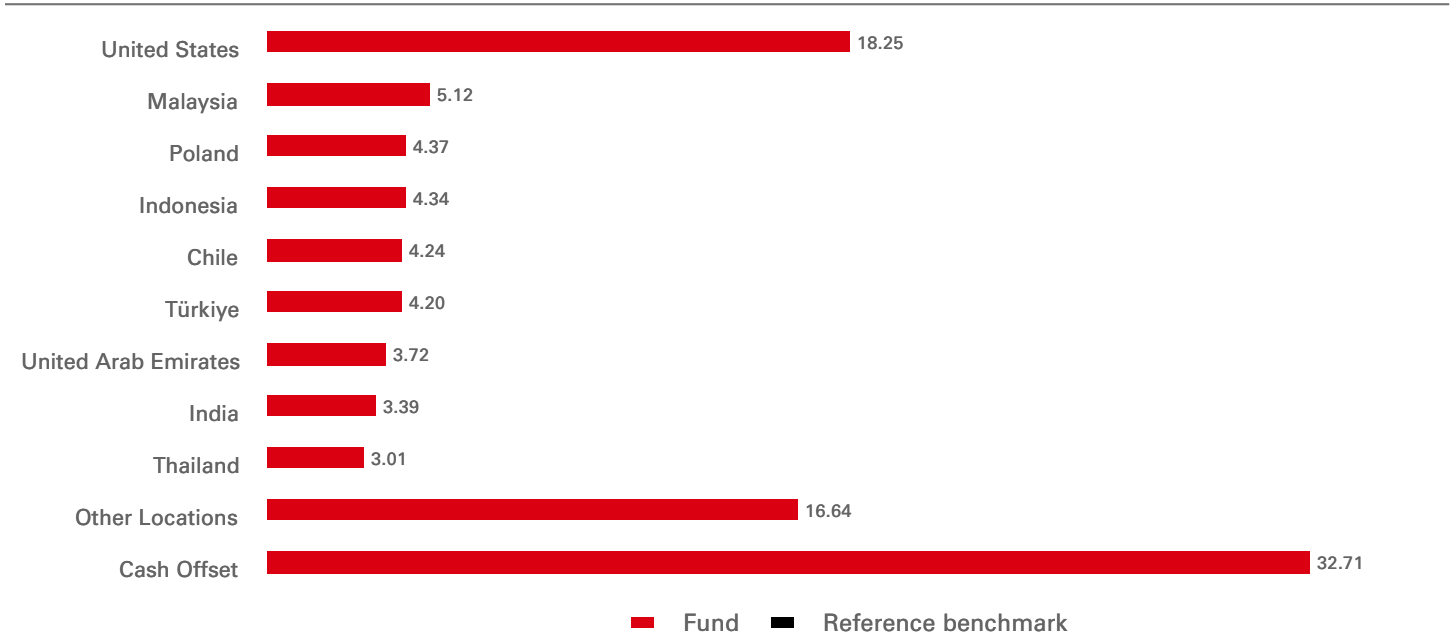
Credit rating (%)	Fund	Reference benchmark	Relative	Maturity Breakdown (%)	Fund	Reference benchmark	Relative
AAA	18.07	--	--	0-2 years	50.31	--	--
AA	6.75	--	--	2-5 years	5.53	--	--
A	-14.17	--	--	5-10 years	17.46	--	--
BBB	22.52	--	--	10+ years	26.70	--	--
BB	10.03	--	--				
B	11.76	--	--				
CCC	1.02	--	--				
C	1.06	--	--				
D	1.30	--	--				
NR	-0.91	--	--				
Cash	9.85	--	--				
Cash Offset	32.71	--	--				

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

Source: HSBC Asset Management, data as at 29 February 2024

Currency Allocation (%)	Fund	Reference benchmark	Relative
USD	70.78	--	--
MYR	4.11	--	--
MXN	3.43	--	--
IDR	3.36	--	--
PLN	3.33	--	--
ZAR	3.31	--	--
BRL	3.23	--	--
THB	3.01	--	--
CZK	2.85	--	--
HUF	2.08	--	--
Other Currencies	0.52	--	--

Geographical Allocation (%)



Sector Allocation (%)	Fund	Reference benchmark	Relative
Financial	19.57	--	--
Government	15.13	--	--
Energy	9.58	--	--
Basic Materials	5.20	--	--
Utilities	4.03	--	--
Consumer Cyclical	1.91	--	--
Consumer Non cyclical	1.41	--	--
Industrial	1.41	--	--
Communications	1.36	--	--
Other Sectors	-2.17	--	--
Cash	9.85	--	--
Cash Offset	32.71	--	--

Top 10 Holdings	Weight (%)
MEXICAN BONOS 8.500 18/11/38	4.51
INDONESIA GOV'T 8.250 15/05/29	4.33
EMPRESA NACIONAL 3.750 05/08/26	2.58
US TREASURY N/B 4.000 15/11/42	2.56
SAUDI INT BOND 4.750 16/01/30	2.44
TBC BANK JSC 5.750 19/06/24	2.08
CODELCO INC 5.125 02/02/33	2.03
FIRST ABU DHABI 5.000 28/02/29	1.79
DOMINICAN REPUB 5.500 22/02/29	1.79
BRAZIL NTN-F 10.000 01/01/29	1.49

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 potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

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Glossary
 

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Shares of the Company may not be offered or sold for sale or sold to any "U.S. Person within the meaning of the Articles of Incorporation, i.e. a citizen or resident of the United States of America (the "United States"), a partnership organised or existing under the laws of any state, territory or possession of the United States, or a corporation organised or existing under the laws of the United States or of any state, territory or possession thereof, or any estate or trust, other than an estate or trust the income of which from sources outside the United States is not includible in gross income for purposes of computing United States income tax payable by it.

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](mailto:amgtransferagency@lu.hsbc.com), or by visiting [www.global.assetmanagement.hsbc.com](http://www.global.assetmanagement.hsbc.com).

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

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