

## HSBC Global Investment Funds

# EURO BOND

Monthly report 31 March 2024 | Share class AC



### Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of bonds (denominated in Euros), while promoting environmental, social and governance (ESG) characteristics. The Fund also aims to achieve a higher ESG rating than the weighted average of the constituents of its reference benchmark. The Fund qualifies under Article 8 of SFDR.



### Investment strategy

The Fund is actively managed. The Fund will invest normally at least 90% in high quality bonds or similar securities which are denominated in Euros and normally invest in bonds issued by governments, government related agencies or companies. The Fund may also invest in securities from any country including developed markets and emerging markets. The Fund will not invest in companies with involvement in specific excluded activities, such as: companies involved in the production controversial weapons and tobacco; companies with more than 10% revenue generated from thermal coal extraction; and companies with more than 10% revenue generated from coal-fired power generation. The Fund may invest up to 10% in bonds issued by issuers based in emerging markets, up to 10% in asset-backed securities and mortgage-backed securities, up to 10% in contingent convertible securities, and up to 10% in other funds. See the Prospectus for a full description of the investment objectives and derivative usage.



### Main risks

- Please remember that the value of investments, and any income received from them, can fall as well as rise, is not guaranteed and you may not get back the amount you invested.
- 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	<b>EUR 24.82</b>
Performance 1 month	<b>1.05%</b>
Yield to maturity	<b>3.50%</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>EUR</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>4 April 2003</b>
Fund Size	<b>EUR 55,388,592</b>
Reference benchmark	<b>100% Bloomberg Euro Aggregate Bond Index</b>
Managers	<b>Jean Philippe Munch Karen Benouaich Kadosch</b>

#### Fees and expenses

Minimum Initial Investment	<b>USD 5,000</b>
Ongoing Charge Figure <sup>1</sup>	<b>1.000%</b>

#### Codes

ISIN	<b>LU0165129312</b>
Bloomberg ticker	<b>HSBEIGA 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.

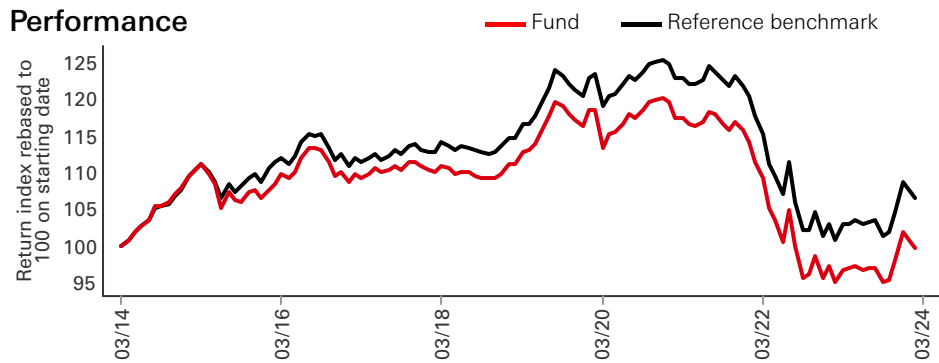
Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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	10 years ann
AC	-0.89	1.05	-0.89	6.18	4.23	-4.92	-2.19	0.08
Reference benchmark	-0.85	1.09	-0.85	6.21	4.65	-4.31	-1.55	0.74

Rolling Performance (%)	31/03/23-31/03/24	31/03/22-31/03/23	31/03/21-31/03/22	31/03/20-31/03/21	31/03/19-31/03/20	31/03/18-31/03/19	31/03/17-31/03/18	31/03/16-31/03/17	31/03/15-31/03/16	31/03/14-31/03/15
AC	4.23	-11.35	-6.97	3.60	0.50	1.59	1.45	-0.47	-1.04	10.96
Reference benchmark	4.65	-10.61	-6.33	3.24	2.23	2.18	2.37	-0.56	0.68	11.19

Carbon footprint	Fund	Reference benchmark
Carbon intensity emissions	139.00	140.12
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO <sub>2</sub> e/USD million) Source of analytics: Trucost		

MSCI ESG Score	ESG score	E	S	G
Fund	7.4	6.8	6.8	6.8
Reference benchmark	6.8	6.4	6.7	6.8

3-Year Risk Measures	AC	Reference benchmark
Volatility	7.07%	6.95%
Sharpe ratio	-0.87	-0.80
Tracking error	0.57%	--
Information ratio	-1.06	--

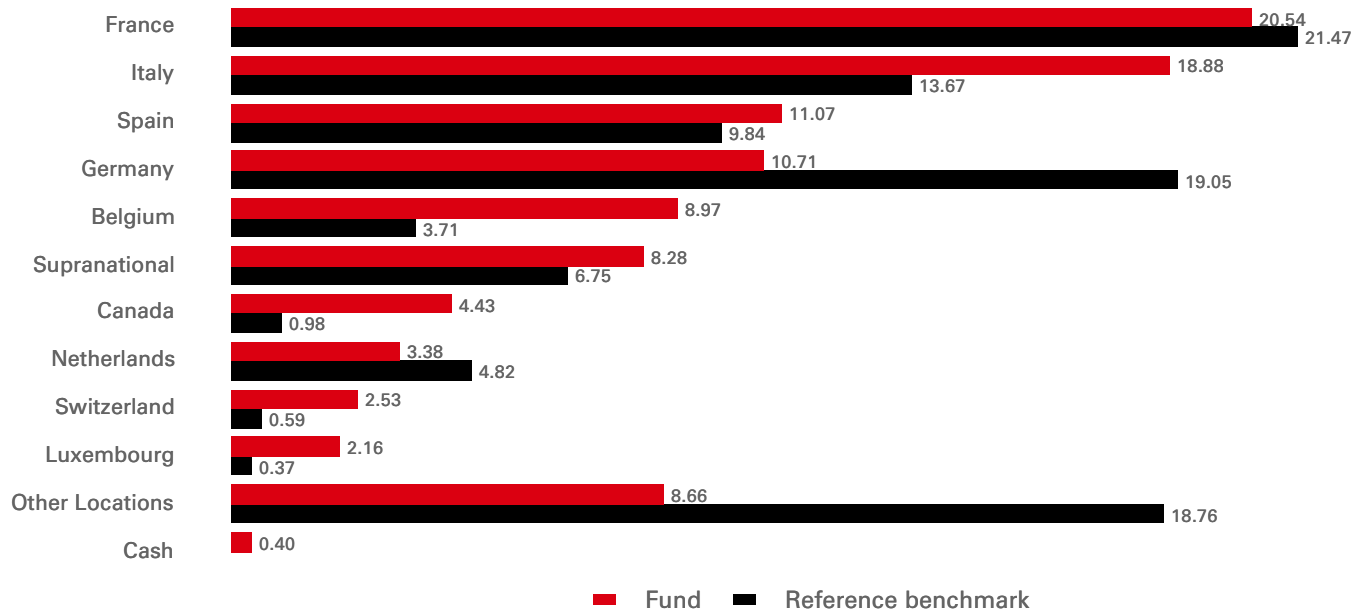
5-Year Risk Measures	AC	Reference benchmark
Volatility	6.32%	6.07%
Sharpe ratio	-0.44	-0.35
Tracking error	0.75%	--
Information ratio	-0.85	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	86	7,197	--
Yield to worst	3.34%	3.10%	0.24%
Yield to maturity	3.50%	3.10%	0.40%
Option Adjusted Duration	6.45	6.41	0.04
Modified Duration to Worst	6.35	6.32	0.02
Option Adjusted Spread Duration	6.51	6.44	0.06
Average maturity	7.56	7.67	-0.10
Rating average	A+/A	AA-/A+	--
Minimum rating	A+/A	AA-/A+	--
Number of issuers	58	1051	--

Credit rating (%)	Fund	Reference benchmark	Relative
AAA	22.86	24.56	-1.71
AA	19.91	30.57	-10.67
A	15.77	14.39	1.38
BBB	41.07	29.55	11.52
BB	--	0.77	-0.77
NR	--	0.16	-0.16
Cash	0.40	--	0.40

Maturity Breakdown (Option Adjusted Duration)	Fund	Reference benchmark	Relative
0-2 years	0.18	0.17	0.01
2-5 years	0.90	1.11	-0.20
5-10 years	1.32	2.04	-0.72
10+ years	4.05	3.09	0.96
<b>Total</b>	<b>6.45</b>	<b>6.41</b>	<b>0.04</b>

## Geographical Allocation (%)



Sector Allocation (%)	Fund	Reference benchmark	Relative
Treasuries	45.41	55.57	-10.17
Financial Institutions	14.66	8.39	6.27
Industrial	9.68	9.37	0.30
Agencies	9.67	6.63	3.04
Supranational	8.28	6.75	1.53
Utility	6.47	1.56	4.91
Covered	4.33	6.66	-2.33
Local Authorities	1.10	3.89	-2.79
ABS	--	0.01	-0.01
Sovereign	--	1.17	-1.17
Cash	0.40	--	0.40

Top 10 Holdings	Weight (%)
BTPS 2.800 01/12/28	5.41
FRANCE O.A.T. 4.750 25/04/35	4.87
BELGIAN GOVT 1.900 22/06/38	3.83
BELGIAN GOVT 2.600 22/06/24	2.76
AXA HOME LOAN 0.010 16/10/29	2.31
DUCHY OF LUX 0.000 28/04/30	2.16
EUROPEAN INVT BK 0.125 15/04/25	1.93
BTPS 5.000 01/09/40	1.93
BTPS 6.000 01/05/31	1.84
DEUTSCHLAND REP 1.500 15/05/24	1.83

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.
- You should be aware of the potential risk of investing in a currency which is not your base currency and the effect any change in exchange rates may have, be it up or down, when converting your returns back to your base currency. The underlying investments may be made in local currencies which are subject to exchange rate fluctuations if converting returns back to the base currency.
- 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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Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund’s investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark. The deviation of the Fund’s performance and underlying investments’ weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 31 March 2024

## Important Information

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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](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 Investor Document (KID) are available in the local language where they are registered.

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>