

HSBC Global Investment Funds

ECONOMIC SCALE US EQUITY

Monthly report 30 April 2023 | Share class PD

Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of United States of America (USA) shares.

Investment strategy

The Fund is actively managed and is not constrained by a benchmark. In normal market conditions, the Fund will invest at least 90% of its assets in shares (or securities similar to shares) of companies of any size that are based in, or carry out the larger part of their business activities in, the USA. The Fund's investment process identifies and invests in companies according to their economic scale, measured by their contribution to Gross National Product. This is also referred to as Value Added - the difference between a company's outputs and inputs. The Fund may invest up to 10% in Real Estate Investment Trusts, and may also invest up to 10% of its assets in other funds, including HSBC funds. 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.
- 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 **USD 67.33**

Performance 1 month **0.78%**

Volatility 3 years **17.72%**

Fund facts

UCITS V compliant **Yes**

Subscription mode **Cash / SRS
(Supplementary Retirement Scheme)**

Dividend treatment **Distributing**

Distribution Frequency **Annually**

Dividend ex-date **6 July 2022**

Dividend annualised yield **0.65%**

Last Paid Dividend **0.401640**

Dealing frequency **Daily**

Valuation Time **17:00 Luxembourg**

Share Class Base Currency **USD**

Domicile **Luxembourg**

Inception date **16 January 1987**

Fund Size **USD 252,680,194**

Managers **HSBC Index and Systematic Equity Portfolio Management Team**

Fees and expenses

Minimum initial investment (SG)¹ **USD 1,000**

Maximum initial charge (SG) **5.000%**

Management fee **0.400%**

Codes

ISIN **LU0011818662**

Bloomberg ticker **HSBNOAI LX**

¹Please note that initial minimum subscription may vary across different distributors

Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis. For comparison with benchmark

*Share class denoted with "(Net)" refers to fund return net of maximum initial charge (SG) on a single pricing (NAV) basis. No redemption charge is levied.

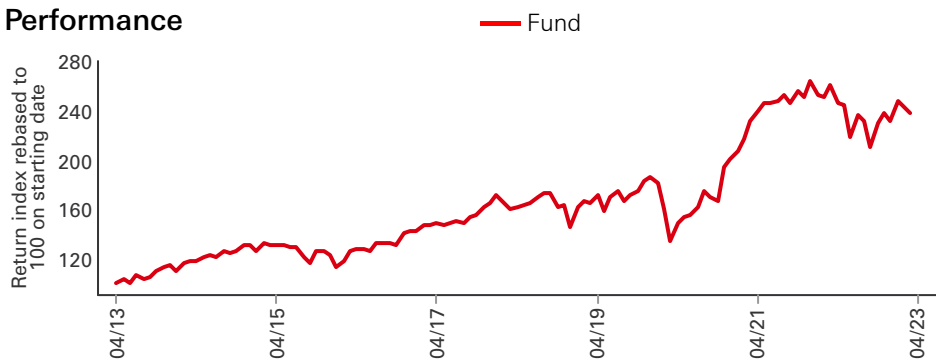
This is a marketing communication. Please refer to the prospectus and to the KIID before making any final investment decisions.

Historically the comparative investment benchmark has been: S&P 500 Composite Net from launch until 15/03/2015; HSBC Economic Scale US Index from 16/03/2015 until 25/10/2017.

Prior to 25/10/2017 the fund was named HSBC Global Investment Funds - Economic Scale Index US Equity; Prior to 25/11/2002 the fund was named North American Equity; Prior to 16/03/2015 the fund was named US Equity.

Source: HSBC Asset Management, data as at 30 April 2023

Performance

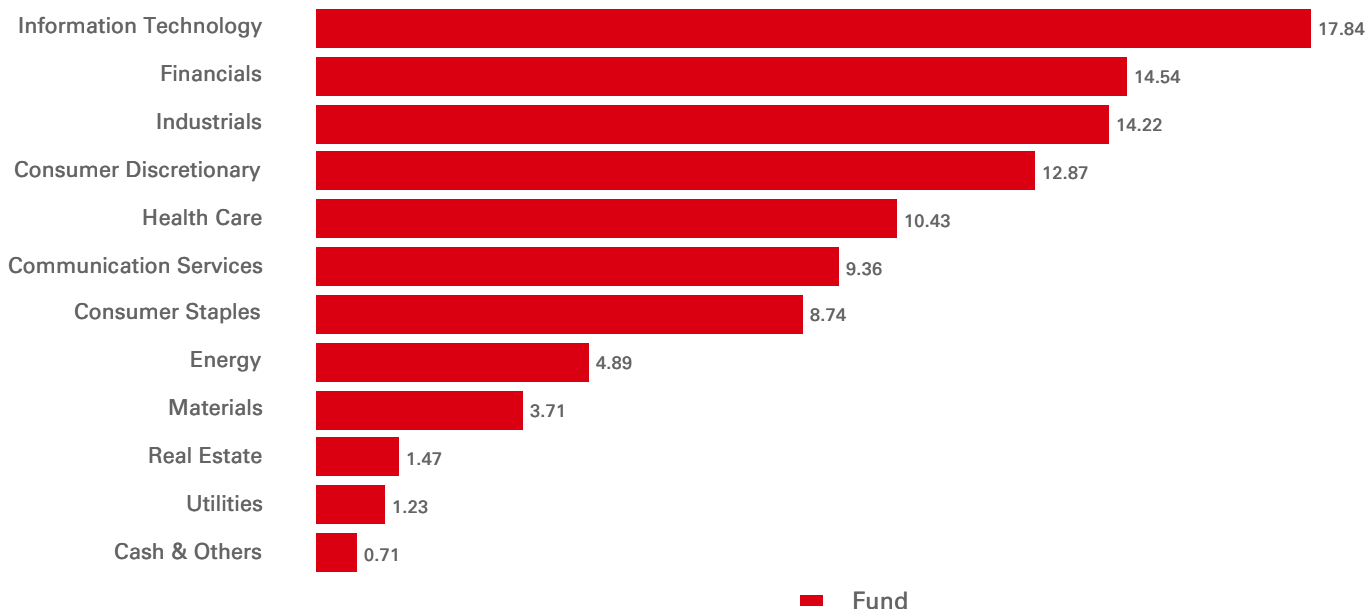


Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
PD	3.73	0.78	-2.97	3.96	-2.45	16.98	8.17
PD (Net)*	-1.21	-4.01	-7.59	-0.99	-7.09	15.10	7.12

Calendar year performance (%)	2018	2019	2020	2021	2022
PD	-11.78	28.06	8.22	30.94	-12.46
PD (Net)*	-15.98	21.96	3.07	24.70	-16.63

Equity characteristics	Fund	Reference benchmark	3-Year Risk Measures	PD	Reference benchmark
No. of holdings ex cash	1,124	--	Volatility	17.72%	--
Average Market Cap (USD Mil)	235,911	538,644	Beta	--	--

Sector Allocation (%)



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Source: HSBC Asset Management, data as at 30 April 2023

Top 10 Holdings	Sector	Weight (%)
Apple Inc	Information Technology	2.59
Walmart Inc	Consumer Staples	2.47
Microsoft Corp	Information Technology	1.55
JPMorgan Chase & Co	Financials	1.49
Amazon.com Inc	Consumer Discretionary	1.42
Berkshire Hathaway Inc	Financials	1.31
AT&T Inc	Communication Services	1.27
Meta Platforms Inc	Communication Services	1.27
Alphabet Inc	Communication Services	1.20
Wells Fargo & Co	Financials	1.14

Top 10 holdings exclude holdings in cash and cash equivalents and money market funds.

Monthly performance commentary

Market Review

Global equities edged higher in April, despite noisy economic data. Better-than-feared Q1 earnings numbers helped support risk appetite, particularly in developed markets, with many sectors seeing positive earnings surprises. At a regional level, US equities made minor gains as signs of slowing economic growth appeared in the economic data. The key event was the collapse of First Republic bank at the end of April which marked the fourth regional bank in the US that collapsed since March. On the back of increasing consumer confidence and an improvement in the April services PMI, value-inclined European equities rose this month. UK equities also had positive price performance, led by Financials which rebounded after being beaten down in March. In the UK, we saw a similar divergence between the services and manufacturing sectors as in the rest of Europe with services PMI notching up higher and manufacturing PMI falling. Meanwhile, equities in Asia Pacific ex Japan and Emerging Markets declined as renewed geopolitical tensions with the West weighed on investment sentiment towards Mainland China.

Fund Commentary

The HGIF Economic Scale US Equity fund delivered positive returns in April and underperformed the S&P 500 Net Total Return Index in the month. Although the fund does not have a benchmark, when comparing to the S&P 500 Index which serves as a proxy for the US equity market, both our asset allocation and stock selection weighed on performance.


In comparison with the S&P 500 Index, our underweight exposure to Information Technology coupled with our overweight allocations to Financials and Consumer Staples contributed to performance. Conversely, our overweight allocations to Industrials and Consumer Discretionary coupled with our underweight exposure to Health Care weighed on performance.

In terms of stock positions, our underweight exposure to Tesla Inc (Consumer Discretionary) coupled with our overweight allocations to Tenet Healthcare Corp (Health Care) and Community Health Systems Inc (Health Care) contributed to performance. Conversely, our underweight exposures to Microsoft Corp (Information Technology) and Eli Lilly & Co (Health Care) coupled with our overweight allocation to Concentrix Corp (Information Technology) weighed on performance.

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.
- Investment involves risk. Past performance figures shown are not indicative of future performance. Investors should read the prospectus (including the risk warnings) and the product highlights sheets, before investing. Daily price change percentage is based on bid-bid price.

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Glossary



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Source: HSBC Asset Management, data as at 30 April 2023

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Performance is annualised when calculation period is over one year. Net of relevant prevailing sales charge on a single pricing (NAV) basis, calculated on the basis that dividends are reinvested.

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Company Registration No. 198602036R

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Supplemental information sheet

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AD USD	3.66	0.77	-3.01	3.85	-2.64	16.75	7.96
AD USD (Net)*	-1.27	-4.03	-7.63	-1.09	-7.27	14.87	6.91
PD EUR	0.22	-0.82	-4.54	-6.93	-6.78	16.68	10.14
PD EUR (Net)*	-4.55	-5.54	-9.09	-11.36	-11.22	14.79	9.07
PD SGD	2.84	1.13	-1.50	-1.99	-5.75	14.91	8.34
PD SGD (Net)*	-2.06	-3.68	-6.19	-6.66	-10.24	13.06	7.29
PD USD	3.73	0.78	-2.97	3.96	-2.45	16.98	8.17
PD USD (Net)*	-1.21	-4.01	-7.59	-0.99	-7.09	15.10	7.12
YD USD	3.85	0.81	-2.89	4.13	-2.11	17.39	8.55
YD USD (Net)*	-1.10	-3.99	-7.51	-0.82	-6.77	15.50	7.50

Calendar year performance (%)	2018	2019	2020	2021	2022
AD USD	-11.96	27.80	8.01	30.68	-12.63
AD USD (Net)*	-16.15	21.72	2.86	24.45	-16.79
PD EUR	-7.35	30.70	-1.43	42.14	-7.00
PD EUR (Net)*	-11.76	24.48	-6.12	35.37	-11.43
PD SGD	-9.82	26.41	6.16	33.86	-12.88
PD SGD (Net)*	-14.12	20.39	1.11	27.48	-17.03
PD USD	-11.78	28.06	8.22	30.94	-12.46
PD USD (Net)*	-15.98	21.96	3.07	24.70	-16.63
YD USD	-11.47	28.51	8.61	31.40	-12.15
YD USD (Net)*	-15.68	22.39	3.43	25.14	-16.34

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Source: HSBC Asset Management, data as at 30 April 2023

Supplemental information sheet

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Last Paid Dividend	Annualised Yield based on ex-dividend date
AD	USD	Annually	6 July 2022	0.238143	0.40%
PD	USD	Annually	6 July 2022	0.401640	0.65%
YD	USD	Annually	6 July 2022	0.227918	1.04%

Share class	Inception date	ISIN	Share Class Base Currency	Minimum Initial Investment	NAV per Share	Management fee	Distribution type
AD	17 December 2002	LU0149725797	USD	USD 5,000	64.40	0.600%	Distributing
PD	16 January 1987	LU0011818662	USD	USD 50,000	67.33	0.400%	Distributing
YD	14 December 2009	LU0449516656	USD	USD 1,000	24.03	0.150%	Distributing

Different classes may have different performances, dividend yields and expense ratios. For hedged classes, the effects of hedging will be reflected in the net asset values of such classes. Expenses arising from hedging transactions may be significant and will be borne by the relevant hedged classes. Hedged class performs the required hedging on a best efforts basis.

The above table cites the last dividend paid within the last 12 months only. Dividend is not guaranteed and may be paid out of capital, which will result in capital erosion and reduction in net asset value. A positive distribution yield does not imply a positive return. Past distribution yields and payments do not represent future distribution yields and payments. Historical payments may comprise of distributed income, capital, or both.

The calculation method of annualised yield prior to August 2019 is the simple yield calculation: (dividend amount / NAV per share or units as of ex-dividend date) x n; The calculation method of annualised yield from August 2019 is the compound yield calculation: $((1 + (\text{dividend amount} / \text{ex-dividend NAV}))^n) - 1$, n depends on the distributing frequency. Annually distribution is 1; semi-annually distribution is 2; quarterly distribution is 4; monthly distribution is 12. The annualised dividend yield is calculated based on the dividend distribution on the relevant date with dividend reinvested, and may be higher or lower than the actual annual dividend yield.

Investors and potential investors should refer to the details on dividend distributions of the Fund, which are available on HSBC Asset Management (Singapore) Limited website.

Source: HSBC Asset Management, data as at 30 April 2023