

HSBC GIF Asia ex Japan Equity

Investing in resilience amidst uncertainty

Marketing communication related to HSBC GIF Asia ex Japan Equity, a sub-fund of HSBC Investment Funds, a Luxembourg domiciled SICAV.

This document is intended for Professional Clients as defined by MIFID only and should not be distributed to or relied upon by Non professional clients. The information contained in this document is not intended as investment advice or recommendation. UCITS Sicav managed by HSBC Investment Funds (Lux) SA

Non contractual document

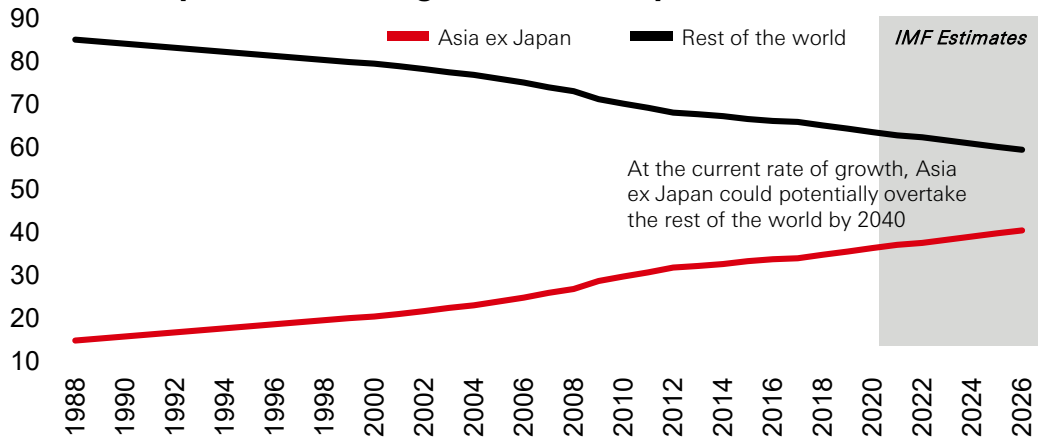


HSBC
Asset Management

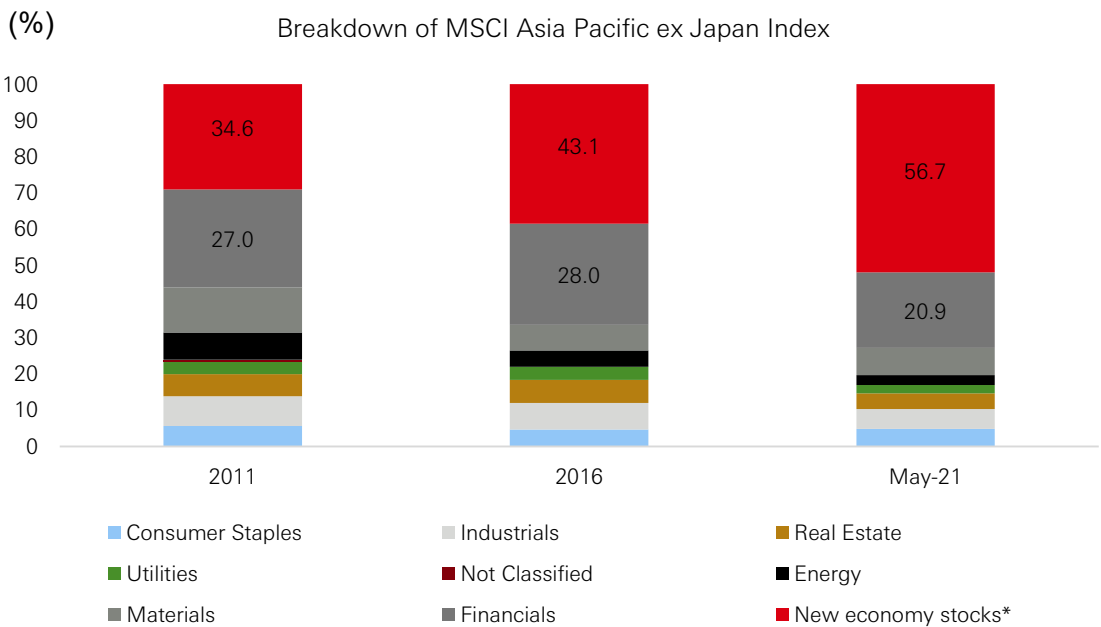
Why consider investing in Asia equities?



Asia ex-Japan's share of global GDP¹ is poised to rise...



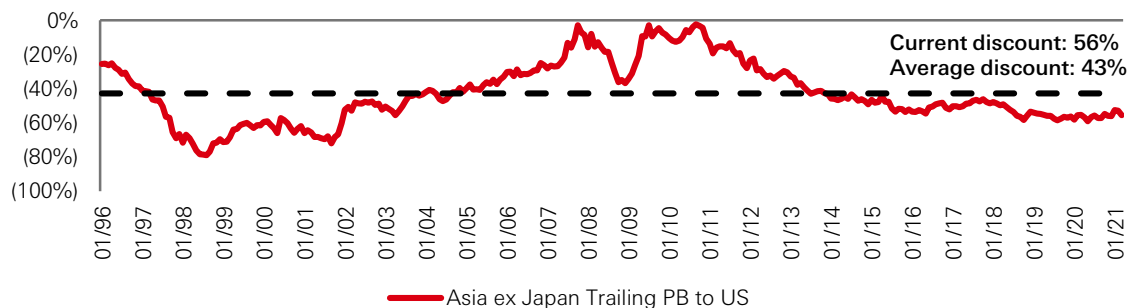
A structural shift towards new economy companies²



*New economy stocks include companies in communication services, consumer discretionary, consumer staples, healthcare and information technology



Attractive valuation³ compared with US equities



Source: Note 1: World Economic Outlook Database October 2020, IMF. GDP data is based on purchasing power parity (PPP) share of world total

Note 2: MSCI, Bloomberg, HSBC Asset Management, May 2021

Note 3: MSCI, data as of March 2021

The performance figures displayed in the document relate to the past and past performance should not be seen as an indication of future returns.

Representative overview of the investment process, which may differ by product, client mandate or market conditions. Allocation is as at the date indicated, may not represent current or future allocation and is subject to change without prior notice.

Any forecast, projection or target where provided is indicative only and is not guaranteed in any way.

Non contractual document

Why consider investing in this Fund?



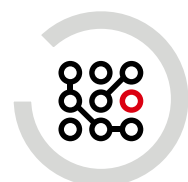
Superior fund performance to peers and consistently beating the benchmark over the long run

- ◆ HGIF Asia ex Japan Equity is ranked in the first quartile against its peers for most significant time periods, based on Morningstar ranking data
- ◆ As of March 2021, the fund has outperformed the benchmark for 6 out of the last 7 calendar years on a gross basis. The fund has delivered an annualized return of 17.8% over a five-year horizon, or 4.0% per annum over the benchmark
- ◆ On a net basis, the fund has an annualized return of 16.7% over a 5-year horizon, or 2.9% per annum over the benchmark using IC share class as of March 2021

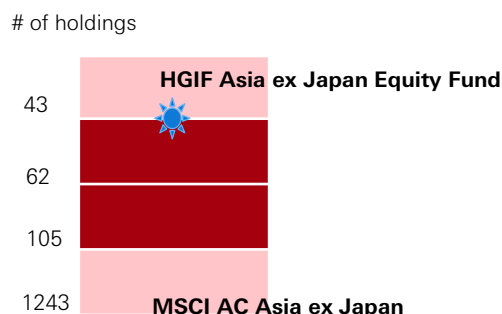
Morningstar quartile ranking against peers IC (USD) share class

Time period	3M	6M	1Y	3Y	5Y
Quartile ranking ⁽¹⁾	1	1	1	2	1

Contrarian, considered & conviction based portfolio



- ◆ The fund has a more concentrated portfolio vs Morningstar peers
- ◆ Incorporated with environmental, social and governance principles, we quantify the suitability risks and opportunities in the investment processes across the board



For illustration purposes only
Source: Morningstar, Style Analytics

Source: HSBC Asset Management, as of 31 March 2021

Notes: 1. The Morningstar quartile ranking ranks the fund's performance against its peers in the Morningstar category = Asia ex-Japan Equity, offshore territories; corresponding to the specified time horizon.

Past performance is no guarantee of future returns. Future returns will depend inter alia on market developments, the fund manager's skill, the fund's level risk and management costs and if applicable subscription and redemption costs. The return, the value of money invested in the fund may become negative as a result of price losses and currency fluctuations. There is no guarantee that all of your invested capital can be redeemed. Unless stated otherwise, inflation is not taken into account.

Representative overview of the investment process, which may differ by product, client mandate or market conditions. Allocation is as at the date indicated, may not represent current or future allocation and is subject to change without prior notice.

Any forecast, projection or target where provided is indicative only and is not guaranteed in any way.

Investment objective & philosophy

Focus on capital growth potential in Asia

The Fund aims to provide investors with superior capital growth by running a differentiated Asia-ex Japan focused portfolio with a contrarian tilt



Asian economies are undergoing transformational changes, creating opportunities to generate alpha.



We leverage on own proprietary and differentiated fundamental research to identify opportunities.



We focus on identifying long-term structural opportunities and also use industry cycles to identify medium term opportunities. We are willing to be early and contrarian when such opportunities have favorable risk reward.



ESG is fully integrated into our investment process as these issues can impact the long-term performance of companies, as well as on our planet and society.

Fund manager



Sanjiv Duggal

Experienced lead manager

Sanjiv has been working in the financial services industry for over 30 years. He joined HSBC in 1996 and has been the lead portfolio manager of the Fund since 2013.

Supported by over 60 portfolio managers and analysts in Asia, the investment teams are equipped with deep experience and draw on local market resources, knowledge and insights.

Source: HSBC Asset Management, as of 31 March 2021

HSBC GIF Asia ex Japan Equity

Fund performance and other details

Fund performance* (March 2021)

	2016	2017	2018	2019	2020
Fund	10.09	42.81	-15.10	25.21	29.14
Benchmark	5.44	41.72	-14.37	18.17	25.02
Difference	4.65	1.09	-0.73	7.05	4.12

	YTD	3M	1Y	3Y	5Y
Fund	5.88	5.88	79.64	45.48	126.55
Benchmark	2.70	2.70	57.31	29.06	90.75
Difference	3.18	3.18	22.33	16.42	35.81

*The returns are gross of all fees and should not be used for indicative of future results.

Top 5 regions by exposure

Geography	Weight
Mainland China	32%
Korea	21%
Taiwan	19%
India	13%
Hong Kong (Sar)	9%

Top 5 sectors by exposure

Sector	Weight
Communication Services	29%
Information Technology	26%
Financials	16%
Consumer Discretionary	10%
Health Care	5%

Fund details

Inception date:	21 November 1986
Fund size:	USD 847.29 million
Base currency:	USD
Minimum investment:	USD1,000
Dealing Frequency:	Daily
Management fee:	1.50%/0.75% per annum (Retail/Institutional)
Fund manager:	Sanjiv Duggal
Benchmark:	MSCI AC Asia ex Japan
Fund domicile:	Luxembourg

Past performance is no guarantee of future returns. Future returns will depend inter alia on market developments, the fund manager's skill, the fund's level risk and management costs and if applicable subscription and redemption costs. The return, the value of money invested in the fund may become negative as a result of price losses and currency fluctuations. There is no guarantee that all of your invested capital can be redeemed. Unless stated otherwise, inflation is not taken into account.

Source: HSBC Asset Management, as at 31 March 2021.

Notes: 1. The Morningstar quartile ranking ranks the fund's performance against its peers in the Morningstar category = Asia ex-Japan Equity, offshore territories; corresponding to the specified time horizon.

Past performance should not be seen as an indication of future returns. Fund performance is net of fees in USD. Benchmark is the MSCI AC Asia ex Japan. This benchmark is indicative only and is not guaranteed in any way. HSBC Asset Management accepts no liability for any failure to meet this benchmark. Characteristics and weightings are for information only, are not guaranteed and are subject to change over time, and without prior notice, taking into account any changes in markets. Allocation is as at the date indicated, may not represent current or future allocation and is subject to change without prior notice.

Important information

Key risks

The value of an investment in the portfolios and any income from them can go down as well as up and as with any investment you may not receive back the amount originally invested.

- ◆ **Concentration Risk:** The Fund may be concentrated in a limited number of securities, economic sectors and/or countries. As a result, it may be more volatile and have a greater risk of loss than more broadly diversified funds.
- ◆ **Counterparty Risk:** The possibility that the counterparty to a transaction may be unwilling or unable to meet its obligations.
- ◆ **Derivatives Risk:** Derivatives 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.
- ◆ **Emerging Markets Risk:** Emerging markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.
- ◆ **Exchange Rate Risk:** Changes in currency exchange rates could reduce or increase investment gains or investment losses, in some cases significantly.
- ◆ **Index Tracking Risk:** To the extent that the Fund seeks to replicate index performance by holding individual securities, there is no guarantee that its composition or performance will exactly match that of the target index at any given time ("tracking error").
- ◆ **Investment Fund Risk:** Investing in other funds involves certain risks an investor would not face if investing in markets directly. Governance of underlying assets can be the responsibility of third-party managers.
- ◆ **Investment Leverage Risk:** 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.
- ◆ **Liquidity Risk:** Liquidity Risk is the risk that a Fund may encounter difficulties meeting its obligations in respect of financial liabilities that are settled by delivering cash or other financial assets, thereby compromising existing or remaining investors.
- ◆ **Operational Risk:** Operational risks may subject the Fund to errors affecting transactions, valuation, accounting, and financial reporting, among other things.
- ◆ **Real Estate Investments Risk:** Real estate and related investments can be negatively impacted by any factor that makes an area or individual property less valuable.

Important information

This presentation is distributed by HSBC Global Asset Management and is only intended for professional investors as defined by MIFID. The information contained herein is subject to change without notice. All non-authorised reproduction or use of this commentary and analysis will be the responsibility of the user and will be likely to lead to legal proceedings. This document has no contractual value and is not by any means intended as a solicitation, nor a recommendation for the purchase or sale of any financial instrument in any jurisdiction in which such an offer is not lawful.

The commentary and analysis presented in this document reflect the opinion of HSBC Global Asset Management on the markets, according to the information available to date. They do not constitute any kind of commitment from HSBC Global Asset Management.

The material contained herein is for information purposes only and does not constitute investment advice or a recommendation to any reader of this material to buy or sell investments. Care has been taken to ensure the accuracy of this document, but HSBC Global Asset Management accepts no responsibility for any errors or omissions contained herein. The information contained herein is subject to change without notice. All non-authorised reproduction or use of this commentary and analysis will be the responsibility of the user and will be likely to lead to legal proceedings. This document has no contractual value and is not by any means intended as a solicitation, nor a recommendation for the purchase or sale of any financial instrument in any jurisdiction in which such an offer is not lawful. The commentary and analysis presented in this document reflect the opinion of HSBC Global Asset Management on the markets, according to the information available to date. They do not constitute any kind of commitment from HSBC Global Asset Management. Consequently, HSBC Global Asset Management will not be held responsible for any investment or disinvestment decision taken on the basis of the commentary and/or analysis in this document. All data from HSBC Global Asset Management unless otherwise specified. Any third party information has been obtained from sources we believe to be reliable, but which we have not independently verified.

This fund is a sub fund of HSBC Global Investment Funds, a Luxembourg domiciled SICAV. Before subscription, investors should refer to Key Investor Document (KIID) of the fund as well as its complete prospectus. For more detailed information on the risks associated with this fund, investors should refer to the complete prospectus of the fund. The shares of HSBC Global Investment Funds have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. 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.

Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided as an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively "the MSCI Parties") expressly disclaims all warranties (including, without limitation, all warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msicbarra.com). If you have any doubts about the suitability of this investment, you should contact an independent financial adviser.

© Copyright 2021 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information

Important information for Luxembourg investors: HSBC entities in Luxembourg are regulated and authorised by the Commission de Surveillance du Secteur Financier (CSSF).

Important information for Swiss investors: This document may be distributed in Switzerland only to qualified investors according to Art. 10 para 3, 3bis and 3ter of the Federal Collective Investment Schemes Act (CISA). The presented funds are authorised for distribution in Switzerland in the meaning of Art. 120 of the Federal Collective Investment Schemes Act. (Potential) investors are kindly asked to consult the latest issued Key Investor Information Document (KIID), prospectus, articles of incorporation and the (semi-)annual report of the fund which may be obtained free of charge at the head office of the representative: HSBC Global Asset Management (Switzerland) AG, Gartenstrasse 26, P.O. Box, CH-8002 Zurich. Paying agent in Switzerland: HSBC Private Bank (Suisse) SA, Quai des Bergues 9-17, P.O Box 2888, CH-1211 Genève 1.

HSBC Global Asset Management (France) - 421 345 489 RCS Nanterre.

Portfolio management company authorised in France by the French regulatory authority AMF (no. GP99026), in Italy, Spain and Sweden through the Milan, Madrid and Stockholm branches of HSBC Global Asset Management (France), regulated respectively by Banca d'Italia and Commissione Nazionale per le Società e la Borsa (Consob) in Italy, the Comisión Nacional del Mercado de Valores (CNMV) in Spain and the Swedish Financial Supervisory Authority (Finansinspektionen) in Sweden. Postal address : 38 avenue Kléber 75116 PARIS Offices: Immeuble Coeur Défense - 110 esplanade du Général de Gaulle - La Défense 4 - 92400 Courbevoie - France www.assetmanagement.hsbc.com/fr

Copyright © 2021. HSBC Global Asset Management (France). All rights reserved.

Updated in June 2021. AMFR_2021_EXT_BR_0413. Expires: 06/2022

