

HSBC Global Investment Funds

EUROLAND EQUITY SMALLER COMPANIES

Monthly report 30 June 2022 | Share class AC

Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of Eurozone shares, while promoting ESG characteristics.

Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 90% of its assets in shares (or securities similar to shares) of smaller and medium sized companies, that are based in any Eurozone member country. These companies are defined as having a market value of less than EUR 10 billion as well as being constituents of the MSCI EMU SMID Index. The Fund includes the identification and analysis of a company's ESG Credentials as an integral part of the investment decision making process to reduce risk and enhance returns. The Fund will not invest in shares issued by companies with exposure to specific Excluded Activities including but not limited, to weapons, thermal coal extraction, coal-fired power generation and tobacco. The Fund may also invest in derivatives. The Fund may use them for hedging and cashflow management purposes. 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.
- Different investment styles typically go in and out of favour depending on market conditions and investor sentiment.

Share Class Details

Key metrics

NAV per Share	EUR 68.31
Performance 1 month	-11.01%
Volatility 3 years	23.14%

Fund facts

UCITS V compliant	Yes
Subscription mode	Cash
Dividend treatment	Accumulating
Dealing frequency	Daily
Valuation Time	17:00 Luxembourg
Share Class Base Currency	EUR
Domicile	Luxembourg
Inception date	12 May 2003
Fund Size	EUR 128,749,747
Reference benchmark	100% MSCI EMU SMID
Managers	Eve Navarre

Fees and expenses

Minimum initial investment (SG) ¹	EUR 1,000
Maximum initial charge (SG)	5.000%
Management fee	1.500%

Codes

ISIN	LU0165073775
Bloomberg ticker	HSBPAEC LX

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

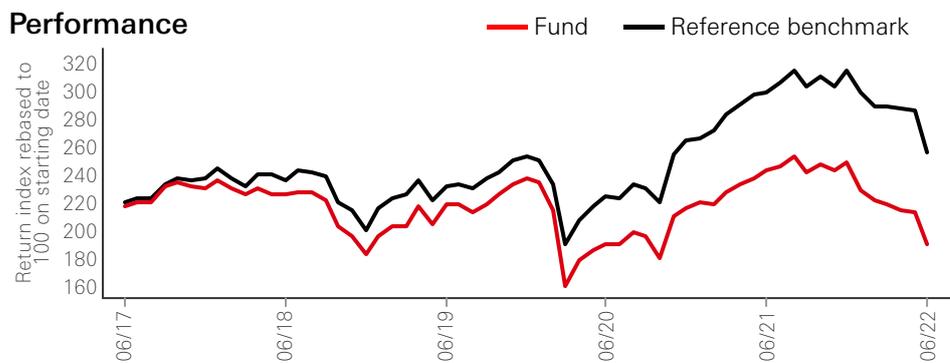
Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis or Bid-to-Bid basis. For comparison with benchmark

*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.

Source: HSBC Asset Management, data as at 30 June 2022

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AC	-24.05	-11.01	-13.55	-24.05	-22.01	-4.66	-2.65
AC (Net)*	-27.66	-15.25	-17.67	-27.66	-25.72	-6.20	-3.60
Reference benchmark	-18.77	-10.75	-11.62	-18.77	-14.57	3.48	3.06

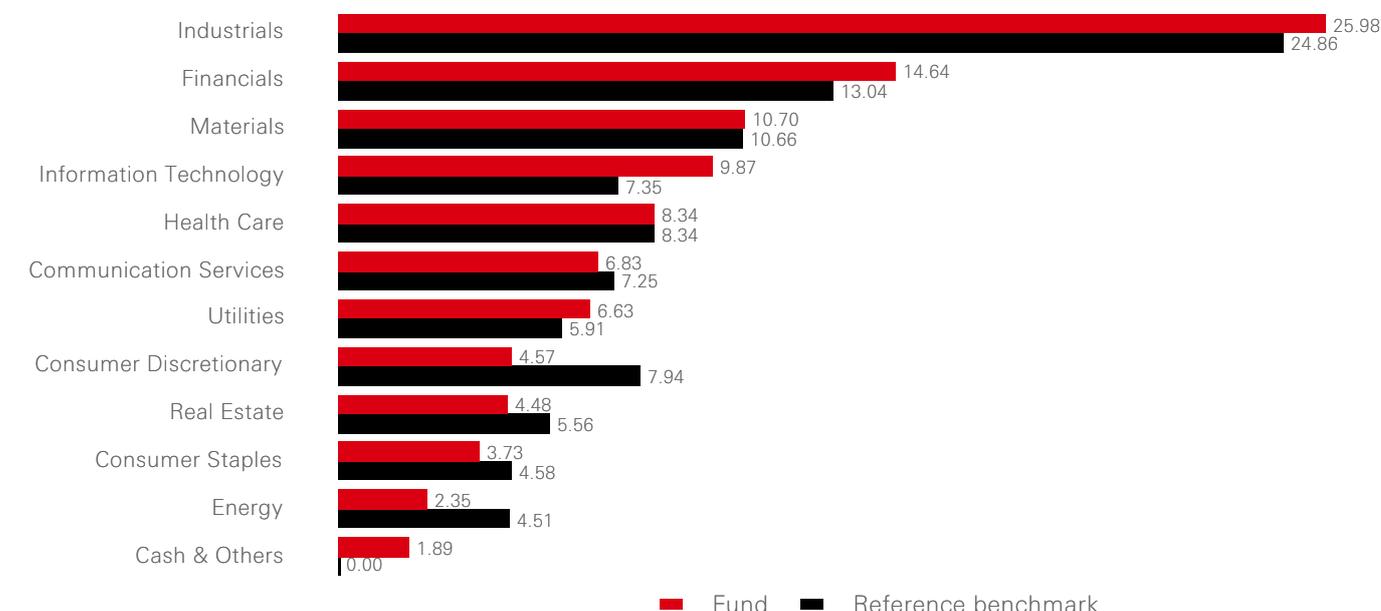
Calendar year performance (%)	2017	2018	2019	2020	2021
AC	23.88	-20.59	29.93	-9.05	15.26
AC (Net)*	17.98	-24.37	23.74	-13.38	9.77
Reference benchmark	21.13	-15.91	27.34	4.36	18.94

Carbon footprint	Fund	Reference benchmark	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	119.73	174.66	Fund	7.3	6.7	5.0	6.6
			Reference benchmark	7.0	6.5	5.2	6.5

Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO₂e/USD million)
Source of analytics: Trucost

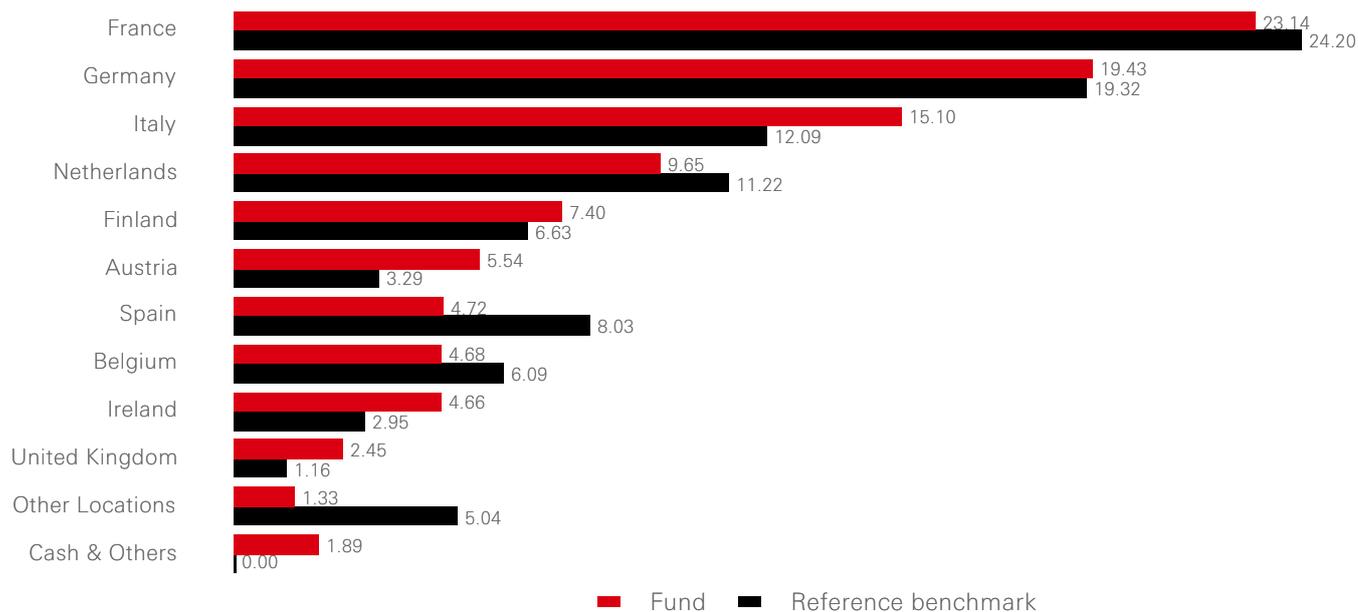
Equity characteristics	Fund	Reference benchmark	3-Year Risk Measures	AC	Reference benchmark
No. of holdings ex cash	55	584	Volatility	23.14%	19.23%
Average Market Cap (EUR Mil)	6,394	7,648	Information ratio	-1.44	--
			Beta	1.18	--

Sector Allocation (%)



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Geographical Allocation (%)



Top 10 Holdings	Location	Sector	Weight (%)
Symrise AG	Germany	Materials	4.29
Teleperformance	France	Industrials	3.70
Eurofins Scientific SE	France	Health Care	3.36
Euronext NV	Netherlands	Financials	3.25
Brenntag SE	Germany	Industrials	3.20
FinecoBank Banca Fineco SpA	Italy	Financials	3.13
Smurfit Kappa Group Plc	Ireland	Materials	3.04
RAI Way SpA	Italy	Communication Services	2.90
SPIE SA	France	Industrials	2.90
Metso Outotec Oyj	Finland	Industrials	2.63

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

Monthly performance commentary

Performance

The fund delivered a negative performance in June, underperforming its benchmark index. Stock selection made a negative contribution, while allocation contributed positively.

In terms of allocation, against the backdrop of significant correction, liquid investments – representing 3.4% of the portfolio – contributed mainly to performance.

In terms of stock selection, TAG (real estate, Germany), which lost over 35% in June, was the biggest detractor from the fund's performance. The company's level of debt is cause for concern with rising interest rates, and expansion opportunities in Poland seem more uncertain against the backdrop of sharp inflation.

Atos (IT services, France), down more than 47% over the period, continued to disappoint with the prospect of a further change of management at the same time as a new roadmap is announced.

Over the month, only a few stocks in the portfolio generated slightly positive performance: Symrise (materials, Germany) up 1%, DiaSorin (healthcare, Italy) up 2%, and Acciona Energia (utilities, Spain) up 1%.

Their quality profiles constitute safe havens during periods of great uncertainty, with share prices having returned to more attractive levels following falls at the start of the year.

Investment policy

In June, we strengthened our holdings in Kingspan, ASM International, CNH International and Commerzbank, on which our medium-term convictions remain intact. We also reduced our holding in Telekom Austria.

We have also added Ipsos (media, France), which following the investor day looks to have a stronger quality profile: the company's growth targets and potential for improvement in profitability are clear, and the new management team seems capable of achieving these ambitious objectives.

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.
- 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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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 the reference benchmark will not be used as a universe from which to select securities. The deviation of the Fund's performance relative to the benchmark is monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 30 June 2022

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Glossary



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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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HSBC Global Asset Management (Singapore) Limited
10 Marina Boulevard, Marina Bay Financial Centre, Tower 2, #48-01, Singapore 018983

Telephone: (65) 6658 2900 Facsimile: (65) 6225 4324

Website: www.assetmanagement.hsbc.com/sg

Company Registration No. 198602036R

Should there be any discrepancy, the English version shall prevail. This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.

Supplemental information sheet

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
AC EUR	-24.05	-11.01	-13.55	-24.05	-22.01	-4.66	-2.65
AC EUR (Net)*	-27.66	-15.25	-17.67	-27.66	-25.72	-6.20	-3.60
AC USD	-30.17	-13.16	-18.77	-30.17	-31.25	-7.34	-4.33
AC USD (Net)*	-33.50	-17.29	-22.64	-33.50	-34.52	-8.84	-5.26
ACHUSD USD	-23.13	-10.79	-13.03	-23.13	-20.68	-3.04	-0.68
ACHUSD USD (Net)*	-26.79	-15.03	-17.17	-26.79	-24.46	-4.60	-1.64
AD SGD	-27.92	-11.84	-16.47	-27.92	-28.82	-6.47	-4.13
AD SGD (Net)*	-31.35	-16.04	-20.45	-31.35	-32.21	-7.98	-5.06
AD USD	-30.17	-13.16	-18.77	-30.17	-31.25	-7.34	-4.33
AD USD (Net)*	-33.50	-17.29	-22.64	-33.50	-34.52	-8.84	-5.26

Calendar year performance (%)	2017	2018	2019	2020	2021
AC EUR	23.88	-20.59	29.93	-9.05	15.26
AC EUR (Net)*	17.98	-24.37	23.74	-13.38	9.77
AC USD	41.04	-24.40	27.58	-0.86	7.13
AC USD (Net)*	34.32	-28.00	21.51	-5.58	2.02
ACHUSD USD	25.94	-18.55	33.60	-7.49	16.29
ACHUSD USD (Net)*	19.95	-22.43	27.23	-11.89	10.76
AD SGD	30.47	-22.89	25.87	-2.55	9.27
AD SGD (Net)*	24.25	-26.57	19.87	-7.19	4.07
AD USD	41.04	-24.40	27.58	-0.86	7.13
AD USD (Net)*	34.32	-28.00	21.51	-5.58	2.03

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*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.

Source: HSBC Asset Management, data as at 30 June 2022

Supplemental information sheet

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Last Paid Dividend	Annualised Yield based on ex-dividend date
AC	EUR	--	--	--	--
ACHUSD	USD	--	--	--	--
AD	EUR	Annually	8 July 2020	0.322607	0.49%

Share class	Inception date	ISIN	Share Class Base Currency	Minimum Initial Investment	NAV per Share	Management fee	Distribution type
AC	12 May 2003	LU0165073775	EUR	USD 5,000	68.31	1.500%	Accumulating
ACHUSD	31 March 2016	LU1050473120	USD	USD 5,000	11.96	1.500%	Accumulating
AD	7 April 2003	LU0165073858	EUR	USD 5,000	64.64	1.500%	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 June 2022