

HSBC Global Investment Funds

GLOBAL EMERGING MARKETS MULTI- ASSET INCOME

Monthly report 31 March 2024 | Share class AM2HKD

Fund center



Risk Disclosure

- The Fund invests mainly in global emerging markets equities, bonds and other related investments.
- The Fund is subject to the risks of investing in emerging markets.
- The Fund may invest in onshore Chinese securities through various market access schemes and China A-shares Access Products. Such investments involve additional risks, including the risks associated with China's tax rules and practices.
- The Fund may invest in financial derivative instruments for investment purpose which may lead to higher volatility to its net asset value.
- The Fund may pay dividends out of capital or gross of expenses. Dividend is not guaranteed and may result in capital erosion and reduction in net asset value.
- The Fund's investments may involve substantial credit, currency, volatility, liquidity, interest rate, general equity market risk, general debt securities risks, non-investment grade and unrated debt securities risk, sovereign debt risk, asset allocation strategy risk, geographic concentration risk, risk associated with small/mid-capitalisation companies, risk of base currency hedged classes, risk of investment in other collective investment schemes, RMB denominated class risk, mainland China market risk, tax and political risks. Investors may suffer substantial loss of their investments in the Fund.
- Investors should not invest solely based on factsheet and should read the offering documents for details.



Investment objective

The Fund aims to provide income and moderate capital growth by investing in a range of assets, including bonds, shares, money-market securities, other assets and cash in emerging markets.



Investment strategy

The Fund is actively managed and is not constrained by a benchmark. In normal market conditions, at least 90% of the Fund's exposure is to assets that are based or issued in emerging markets. The Fund invests in investment grade, non-investment grade and unrated bonds issued or guaranteed by governments, government-related, supranational entities and companies based in or carry out the larger part of their business activities in emerging markets; and to shares issued by companies of any size. The Fund may invest up to 20% in Chinese bonds through the China Interbank Bond Market and up to 10% in non-investment grade bonds issued by any single sovereign issuer. The Fund may invest up to 90% in other funds. It can also invest up to 10% in convertible bonds and up to 10% in contingent convertible securities. The Fund may invest up to 30% in China A and China B-shares. For China A-shares, up to 15% through the Stock Connect exchanges, and up to 15% in CAAPs. The Fund's primary currency exposure is to emerging market currencies (exposure will not be less than 50%). See the Prospectus for a full description of the investment objectives and derivative usage.

Share Class Details

Key metrics

NAV per Share	HKD 6.95
Sharpe ratio 3 years	-0.52

Fund facts

UCITS V compliant	Yes
Dividend treatment	Distributing
Distribution Frequency	Monthly
Dividend ex-date	27 March 2024
Dividend annualised yield*	6.78%
Dividend Amount	0.038073
Dealing frequency	Daily
Share Class Base Currency	HKD
Domicile	Luxembourg
Inception date	19 January 2018
Fund Size	USD 47,481,092
Managers	Jaymeson Paul Kumm Nicholas McLoughlin Scott Davis

Fees and expenses

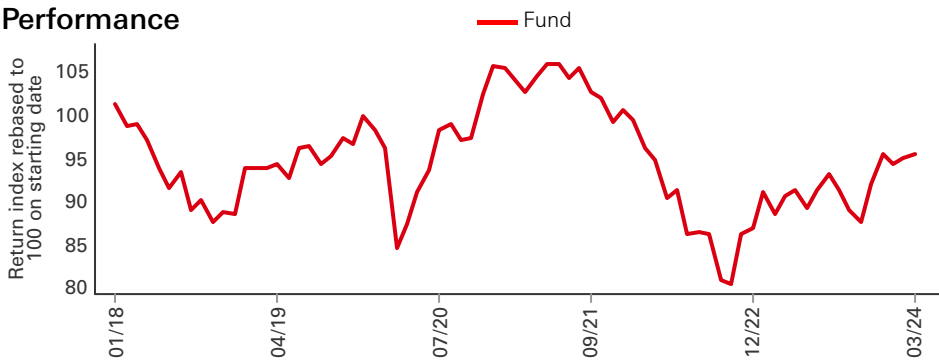
Minimum initial investment (HK) ¹	HKD 10,000
Maximum initial charge (HK)	3.000%
Management fee	1.350%

Codes

ISIN	LU1711226867
Bloomberg ticker	HSGAM2H LX

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

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years	5 years
AM2HKD	-0.07	0.49	-0.07	7.15	5.25	-7.11	1.58

Calendar year performance (%)	2019	2020	2021	2022	2023
AM2HKD	12.82	5.75	-4.92	-13.44	9.78

The calendar year return of the first year is calculated between share class inception date and calendar year end of first year if the share class has less than 5-year history. Results are cumulative

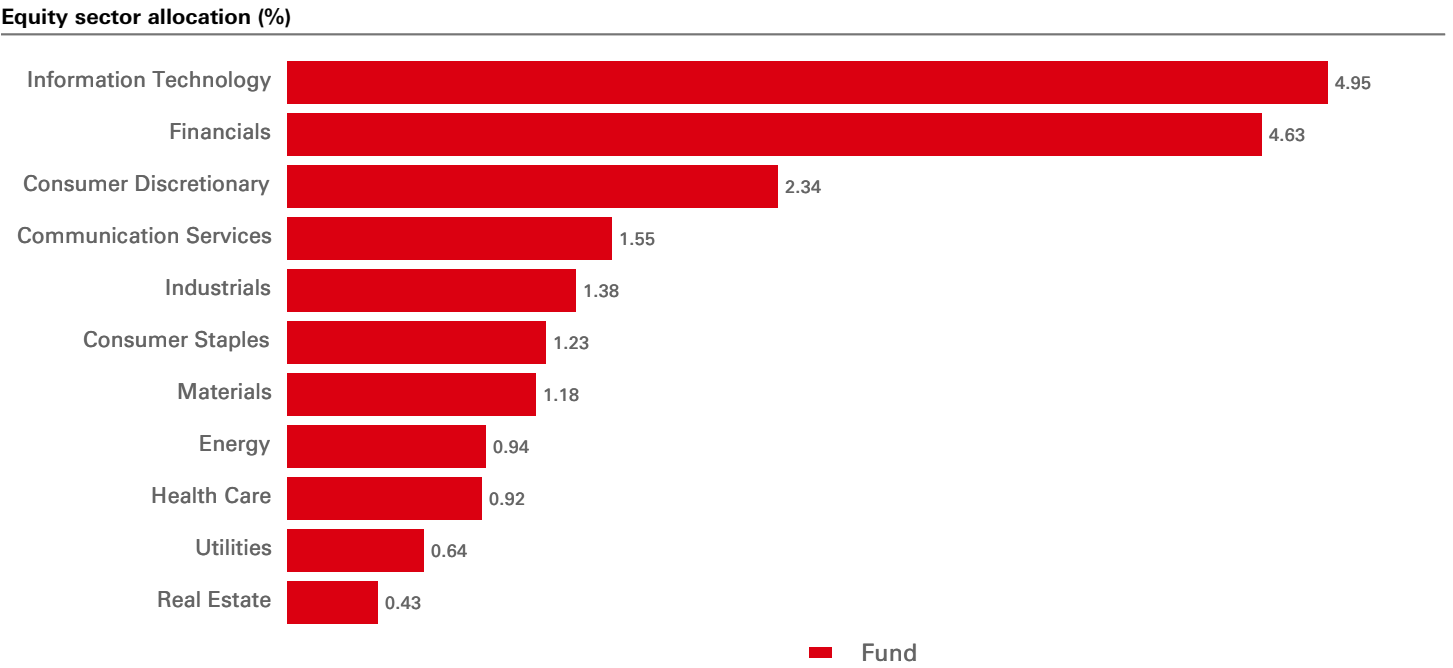
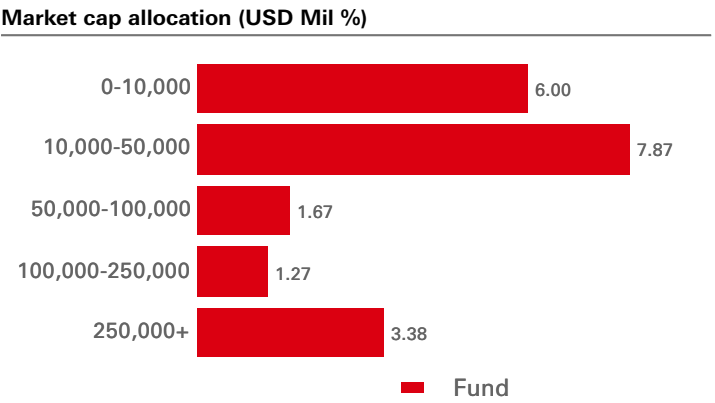
Currency Allocation (%)	Asset allocation (%)	Fund
US Dollar	Global Emerging Markets Equity	20.19
Indian rupee	Global Emerging Markets Debt - Hard Currency	29.76
New Taiwan Dollar	Global Emerging Markets Debt - Local Currency	43.37
Mexican Peso	Asia High Yield Bond	6.51
Korean Won	Cash	0.17
Chinese Yuan		
Indonesia Rupiah		
Brazilian real		
Thai Baht		
Malaysian ringgit		
Other Currencies		

Top 10 Holdings	Weight (%)
HSBC GIF Asia High Yield Bond ZQ1	6.48
TREASURY BILL 0.000 11/07/2024 USD	4.35
L&G India INR Government Bd ETF USD Dis	2.99
TREASURY BILL 0.000 15/08/2024 USD	2.27
Taiwan Semiconductor Co Ltd	1.66
SANDS CHINA LTD 5.125 08/08/2025 USD	1.59
MEX BONOS DESARR FIX RT 7.500 03/06/2027 MXN	1.34
NOTA DO TESOURO NACIONAL 10.000 01/01/2029 BRL	1.18
LETRA TESOURO NACIONAL 0.000 01/10/2024 BRL	1.17
LETRA TESOURO NACIONAL 0.000 01/07/2024 BRL	1.07

Past performance does not predict future returns. The figures are calculated in the share class base currency, NAV to NAV basis with dividend reinvested, net of fees. If investment performance is not denominated in HKD or USD, HKD or USD based investors are exposed to exchange rate fluctuations. *The fund may pay dividends out of capital or gross of expenses. The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds. For definition of terms, please refer to the Glossary QR code. Source: HSBC Asset Management, data as at 31 March 2024

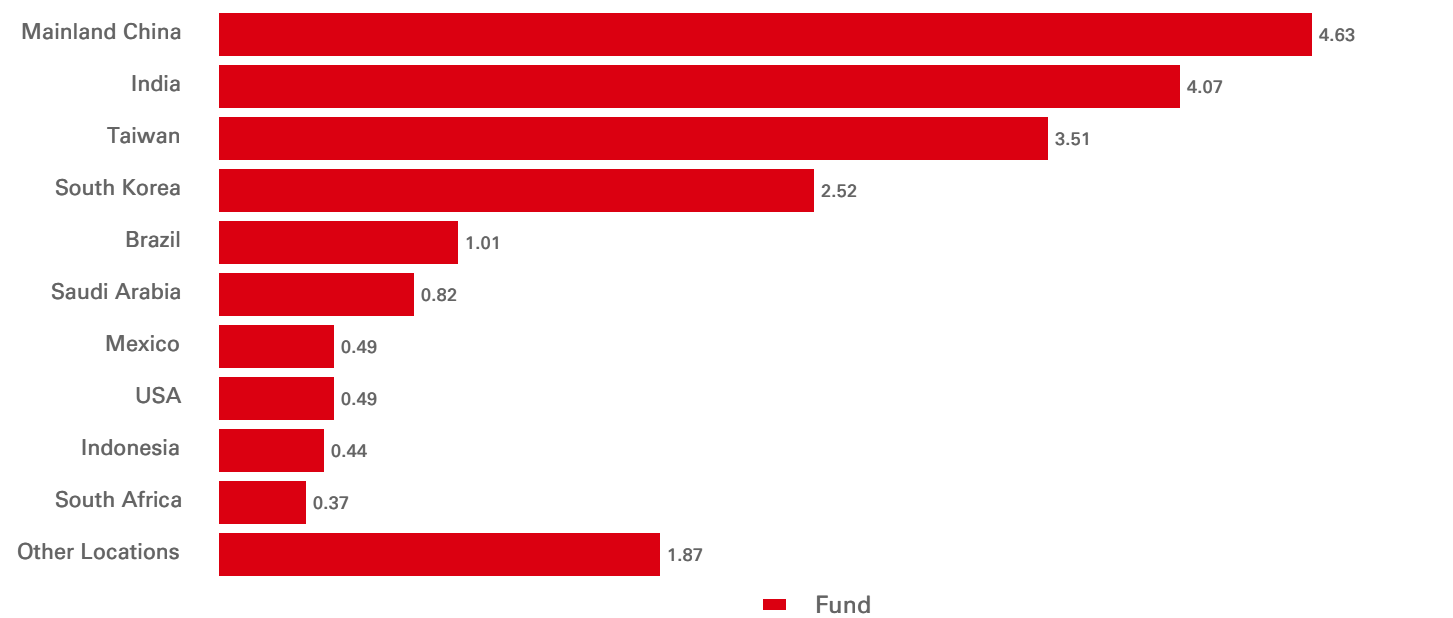
Equity top 10 holdings	Location	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	1.70
Samsung Electronics Co Ltd	South Korea	Information Technology	0.72
Tencent Holdings Ltd	Mainland China	Communication Services	0.52
Infosys Ltd	India	Information Technology	0.32
PDD Holdings Inc	Mainland China	Consumer Discretionary	0.29
Alibaba Group Holding Ltd	Mainland China	Consumer Discretionary	0.27
NetEase Inc	Mainland China	Communication Services	0.24
China Construction Bank Corp	Mainland China	Financials	0.23
Tata Steel Ltd	India	Materials	0.21
ASE Technology Holding Co Ltd	Taiwan	Information Technology	0.21

Equity characteristics	Fund	Reference benchmark
Average Market Cap (USD Mil)	129,910	--
Price/earning ratio	11.10	--
Portfolio yield	4.15%	--



The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds. For definition of terms, please refer to the Glossary QR code.
 Source: HSBC Asset Management, data as at 31 March 2024

Equity geographical allocation (%)

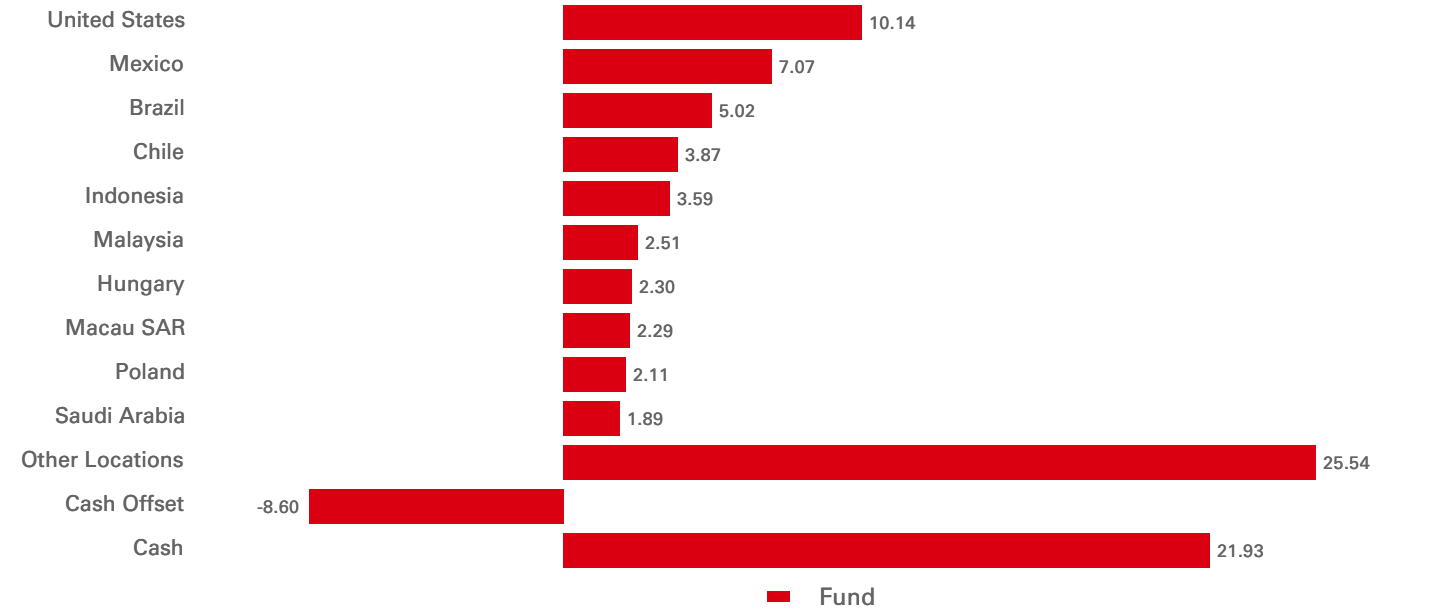


The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds. For definition of terms, please refer to the Glossary QR code. Source: HSBC Asset Management, data as at 31 March 2024

Fixed Income Characteristics	Fund	Reference benchmark	Relative	Credit rating (%)	Fund	Reference benchmark	Relative
Portfolio yield	7.16%	--	--	AAA	10.05	--	--
Yield to maturity	7.10%	--	--	AA	3.53	--	--
Effective duration	4.53	--	--	A	7.92	--	--
Average Credit Quality	BBB+/BBB	--	--	BBB	22.98	--	--
				BB	14.88	--	--
				B	4.71	--	--
				CCC	1.08	--	--
				CC	0.29	--	--
				D	0.09	--	--
				NR	0.80	--	--
				Cash	21.91	--	--
				Cash Offset	-8.60	--	--

Fixed income top 10 holdings	Location	Instrument type	Weight (%)
TREASURY BILL 0.000 11/07/2024 USD	United States	Treasury Bill	4.37
TREASURY BILL 0.000 16/05/2024 USD	United States	Treasury Bill	3.80
TREASURY BILL 0.000 04/04/2024 USD	United States	Treasury Bill	3.17
TREASURY BILL 0.000 15/08/2024 USD	United States	Treasury Bill	2.28
TREASURY BILL 0.000 13/06/2024 USD	United States	Treasury Bill	1.88
SANDS CHINA LTD 5.125 08/08/2025 USD	Macau SAR	Corporate Bond	1.60
MEX BONOS DESARR FIX RT 7.500 03/06/2027 MXN	Mexico	Government Bond	1.34
NOTA DO TESOURO NACIONAL 10.000 01/01/2029 BRL	Brazil	Government Bond	1.19
LETRA TESOURO NACIONAL 0.000 01/10/2024 BRL	Brazil	Treasury Bill	1.18
LETRA TESOURO NACIONAL 0.000 01/07/2024 BRL	Brazil	Government Bond	1.08

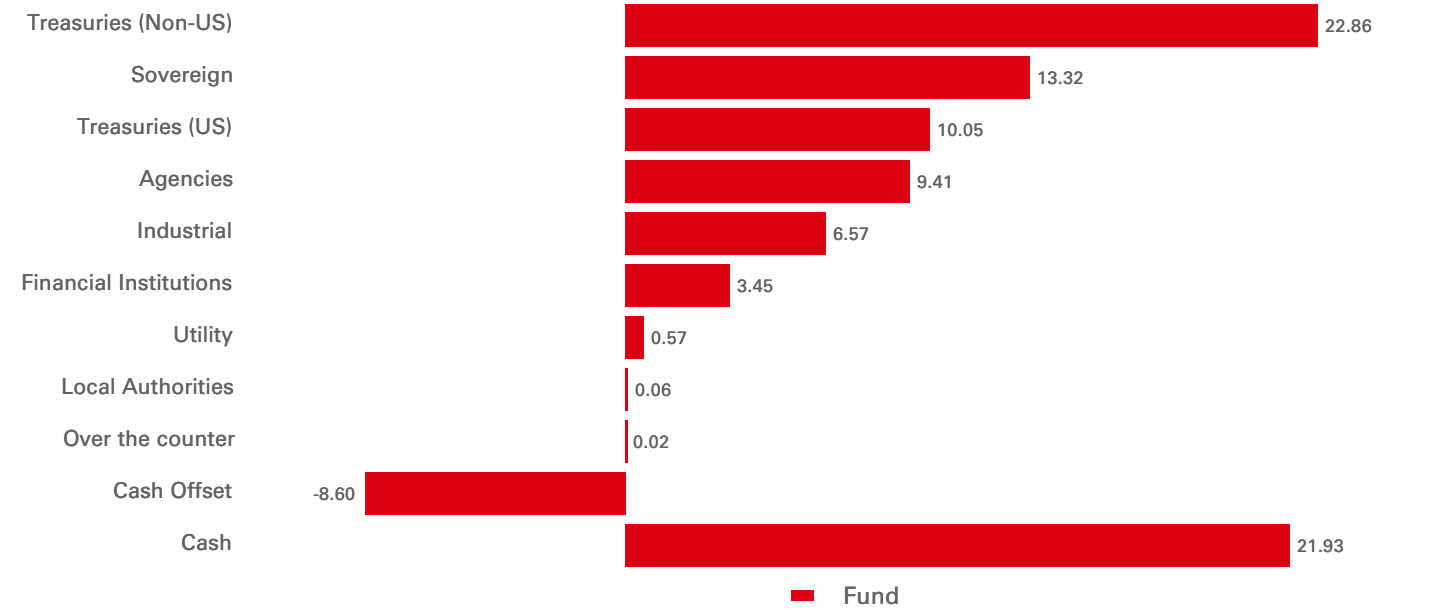
Fixed income geographical allocation (%)



The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds.
 For definition of terms, please refer to the Glossary QR code.
 Source: HSBC Asset Management, data as at 31 March 2024

Geographical Allocation (Effective duration)	Fund	Reference benchmark	Relative
United States	0.41	--	--
Indonesia	0.40	--	--
Mexico	0.40	--	--
Chile	0.30	--	--
Saudi Arabia	0.26	--	--
Hungary	0.21	--	--
Colombia	0.20	--	--
Qatar	0.20	--	--
Peru	0.19	--	--
Malaysia	0.18	--	--
Other Locations	1.78	--	--
Cash	0.02	--	--
Cash Offset	--	--	--

Fixed income sector allocation (%)



The data displayed in above sections is shown on a look-through basis. This means that the fund may not directly hold these securities and the investment in these securities may be via other funds. For definition of terms, please refer to the Glossary QR code. Source: HSBC Asset Management, data as at 31 March 2024

Monthly performance commentary

Market Review

Across equities, emerging markets underperformed developed markets in March. This was driven by weak investor confidence in a full rebound of the Chinese economy. Despite signs of recovery in exports and industrial production, retail sales are still weak, while in property market sales activity remains low. Within Asia, the equity markets with most exposure to the Technology sector, such as Taiwan and South Korea, continued to rally, benefitting from semiconductor chip stocks linked to Artificial Intelligence driven demand.

Within fixed income, emerging markets debt in local currency was flat over the month, driven by a stronger US Dollar, while emerging market debt in hard currency posted positive returns. Asia High Yield bonds also rallied over the period.

The US dollar rallied over the month, driven by upward revision of US growth rate in the last quarter of 2023 and some increase in support for interest rate cuts from major central banks. Gold rallied to all-time highs, driven by the prospect for rate cuts. Oil pushed higher, on elevated geopolitical tensions.

Portfolio performance

The portfolio delivered positive absolute returns in March, driven by the performance across both emerging markets equities and parts of the EMD market.

The portfolio is actively positioned against a long term asset allocation. Over the period, our tilt away from emerging market debt in hard currency and the preference for Brazil and Indian equity detracted. Conversely, our tilt towards Asia High Yield added value.


Investment Team Views and Portfolio Positioning

The outlook for global emerging markets is mixed. Benign inflation trends have already prompted central banks to either pause hikes or engage in rate cuts, while growth remains relatively supportive. Pockets of strength exist across Latin America and Asia, despite China's slower economic recovery. Rollouts of targeted fiscal policy support in China continue, albeit more localized and very targeted for now.

As the global growth picture has improved, we are now neutrally positioned in equity. We continue to prefer local over hard currency emerging market debt given the appealing carry and positive outlook on emerging market FX. We also maintain a tilt to Asia High Yield, given the cheap valuations and attractive yield levels in this asset class.

We continue to hold our position in Brazil versus emerging market equity, given the country's positive momentum, strong macroeconomic backdrop and attractive fundamentals.

We also hold a preference for Indian equity and government bonds. India remains one of the fastest growing economies globally, is making steady productivity improvements, has high foreign direct investments, and favourable demographics.

Follow us on:
 
 HSBC Asset Management

For more information please contact us at Tel: 852 2284 1111.
 Website:
 www.assetmanagement.hsbc.com/hk

Glossary



https://
 www.assetmanagement.hsbc.com.hk/
 api/v1/download/document/
 lu0164865239/hk/en/glossary

Important Information

The material contained herein is for marketing purposes and is for your information only. This document is not contractually binding nor are we required to provide this to you by any legislative provision. It does not constitute legal, tax or investment advice or a recommendation to any reader of this material to buy or sell investments. You must not, therefore, rely on the content of this document when making any investment decisions.
 Investors should not invest in the Fund solely based on the information provided in this document and should read the offering document of the Fund for details.
 This document is prepared for general information purposes only and does not have any regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive it. Any views and opinions expressed are subject to change without notice. This document does not constitute an offering document and should not be construed as a recommendation, an offer to sell or the solicitation of an offer to purchase or subscribe to any investment. Any forecast, projection or target where provided is indicative only and is not guaranteed in any way. HSBC Asset Management accepts no liability for any failure to meet such forecast, projection or target. HSBC Asset Management has based this document on information obtained from sources it reasonably believes to be reliable. However, HSBC Asset Management does not warrant, guarantee or represent, expressly or by implication, the accuracy, validity or completeness of such information. Investment involves risk. Past performance is not indicative of future performance. Please refer to the offering document for further details including the risk factors. This document has not been reviewed by the Securities and Futures Commission. Copyright © HSBC Global Asset Management (Hong Kong) Limited 2024. All rights reserved. This document is issued by HSBC Global Asset Management (Hong Kong) Limited.

For definition of terms, please refer to the Glossary QR code.
 Source: HSBC Asset Management, data as at 31 March 2024

Supplemental information sheet

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Dividend Amount	Annualised Yield based on ex-dividend date
AC	USD	--	--	--	--
AM2	USD	Monthly	27 March 2024	0.038057	6.78%
AM2	USD	Monthly	29 February 2024	0.038095	6.78%
AM2	USD	Monthly	31 January 2024	0.037866	6.75%
AM2	USD	Monthly	28 December 2023	0.038067	6.65%
AM2	USD	Monthly	30 November 2023	0.037273	6.72%
AM2	USD	Monthly	31 October 2023	0.035629	6.72%
AM2	USD	Monthly	27 September 2023	0.036505	6.78%
AM2	USD	Monthly	30 August 2023	0.037170	6.65%
AM2	USD	Monthly	27 July 2023	0.038370	6.71%
AM2	USD	Monthly	27 June 2023	0.039714	7.02%
AM2	USD	Monthly	31 May 2023	0.038885	7.02%
AM2	USD	Monthly	28 April 2023	0.039669	6.99%
AM2HKD	HKD	Monthly	27 March 2024	0.038073	6.78%
AM2HKD	HKD	Monthly	29 February 2024	0.038128	6.78%
AM2HKD	HKD	Monthly	31 January 2024	0.037850	6.74%
AM2HKD	HKD	Monthly	28 December 2023	0.038030	6.65%
AM2HKD	HKD	Monthly	30 November 2023	0.037175	6.71%
AM2HKD	HKD	Monthly	31 October 2023	0.035651	6.72%
AM2HKD	HKD	Monthly	27 September 2023	0.036500	6.78%
AM2HKD	HKD	Monthly	30 August 2023	0.037300	6.65%
AM2HKD	HKD	Monthly	27 July 2023	0.038338	6.72%
AM2HKD	HKD	Monthly	27 June 2023	0.039759	7.01%
AM2HKD	HKD	Monthly	31 May 2023	0.038969	7.03%
AM2HKD	HKD	Monthly	28 April 2023	0.039832	6.99%
AM3AUD	AUD	Monthly	27 March 2024	0.029720	5.46%
AM3AUD	AUD	Monthly	29 February 2024	0.029615	5.44%
AM3AUD	AUD	Monthly	31 January 2024	0.029882	5.49%
AM3AUD	AUD	Monthly	28 December 2023	0.030011	5.40%
AM3AUD	AUD	Monthly	30 November 2023	0.028740	5.34%
AM3AUD	AUD	Monthly	31 October 2023	0.027146	5.27%
AM3AUD	AUD	Monthly	27 September 2023	0.027413	5.23%
AM3AUD	AUD	Monthly	30 August 2023	0.028890	5.32%
AM3AUD	AUD	Monthly	27 July 2023	0.030982	5.57%
AM3AUD	AUD	Monthly	27 June 2023	0.030055	5.45%
AM3AUD	AUD	Monthly	31 May 2023	0.028675	5.31%
AM3AUD	AUD	Monthly	28 April 2023	0.029768	5.38%
AM3EUR	EUR	Monthly	27 March 2024	0.028096	5.09%
AM3EUR	EUR	Monthly	29 February 2024	0.028065	5.08%
AM3EUR	EUR	Monthly	31 January 2024	0.026884	4.87%
AM3EUR	EUR	Monthly	28 December 2023	0.026962	4.79%
AM3EUR	EUR	Monthly	30 November 2023	0.027532	5.05%
AM3EUR	EUR	Monthly	31 October 2023	0.025998	4.98%
AM3EUR	EUR	Monthly	27 September 2023	0.025488	4.80%
AM3EUR	EUR	Monthly	30 August 2023	0.025839	4.69%
AM3EUR	EUR	Monthly	27 July 2023	0.026112	4.63%
AM3EUR	EUR	Monthly	27 June 2023	0.026470	4.73%

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 be comprised of both distributed income and capital.

The calculation method of annualised yield from August 2019 is the compound yield calculation: $((1 + (\text{dividend amount} / \text{ex-dividend NAV}))^n)^{1/n} - 1$, 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.

For definition of terms, please refer to the Glossary QR code.

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

Supplemental information sheet

Share class	Share Class Base Currency	Distribution Frequency	Dividend ex-date	Dividend Amount	Annualised Yield based on ex-dividend date
AM3OEUR	EUR	Monthly	31 May 2023	0.025894	4.73%
AM3OEUR	EUR	Monthly	28 April 2023	0.025134	4.48%
AM3OGBP	GBP	Monthly	27 March 2024	0.035249	6.45%
AM3OGBP	GBP	Monthly	29 February 2024	0.035341	6.46%
AM3OGBP	GBP	Monthly	31 January 2024	0.034784	6.36%
AM3OGBP	GBP	Monthly	28 December 2023	0.034966	6.27%
AM3OGBP	GBP	Monthly	30 November 2023	0.034615	6.40%
AM3OGBP	GBP	Monthly	31 October 2023	0.033350	6.46%
AM3OGBP	GBP	Monthly	27 September 2023	0.034194	6.51%
AM3OGBP	GBP	Monthly	30 August 2023	0.034721	6.37%
AM3OGBP	GBP	Monthly	27 July 2023	0.035128	6.30%
AM3OGBP	GBP	Monthly	27 June 2023	0.033895	6.12%
AM3OGBP	GBP	Monthly	31 May 2023	0.033226	6.13%
AM3OGBP	GBP	Monthly	28 April 2023	0.032942	5.93%
AM3ORMB	CNH	Monthly	27 March 2024	0.022730	3.93%
AM3ORMB	CNH	Monthly	29 February 2024	0.023147	4.00%
AM3ORMB	CNH	Monthly	31 January 2024	0.020875	3.60%
AM3ORMB	CNH	Monthly	28 December 2023	0.020861	3.53%
AM3ORMB	CNH	Monthly	30 November 2023	0.027831	4.89%
AM3ORMB	CNH	Monthly	31 October 2023	0.029339	5.40%
AM3ORMB	CNH	Monthly	27 September 2023	0.022844	4.12%
AM3ORMB	CNH	Monthly	30 August 2023	0.018578	3.21%
AM3ORMB	CNH	Monthly	27 July 2023	0.020742	3.51%
AM3ORMB	CNH	Monthly	27 June 2023	0.023962	4.10%
AM3ORMB	CNH	Monthly	31 May 2023	0.022311	3.90%
AM3ORMB	CNH	Monthly	28 April 2023	0.021490	3.66%

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 be comprised of both distributed income and capital.
 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.
 For definition of terms, please refer to the Glossary QR code.
 Source: HSBC Asset Management, data as at 31 March 2024