

**HSBC Global Funds ICAV**

# China Government Local Bond UCITS ETF\*

Monthly report 30 November 2024 | Share class S6C



## Investment objective

The Fund aims to provide regular income and capital growth by tracking as closely as possible the performance of the Bloomberg China Treasury + Policy Bank Index (total return) (the Index).



## Investment strategy

The Index is comprised of Renminbi (CNY) denominated bonds that are listed on China Interbank Bond Market. The currency of the Index is US dollars (USD) and returns are unhedged. The Index includes fixed-rate government and policy bank bonds with a minimum outstanding amount of at least CNY 5 billion, and a maturity of at least one year. The Fund will be passively managed and will invest in CNY denominated bonds. The Fund will not necessarily invest in every Index constituent and may invest outside of the Index. The Fund may invest up to 10% in funds, up to 100% in non-investment grade bonds, up to 100% in government bonds issued by a single government issuer and up to 20% in securities issued by the same non-government issuer. The average credit ratings of the Fund's underlying investments are expected to be in-line with that of the Index. 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 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.
- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.

## Share Class Details

### Key metrics

NAV per Share	<b>USD 10.47</b>
Performance 1 month	<b>-0.74%</b>
Yield to maturity	<b>1.83%</b>

### Fund facts

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dealing frequency	<b>Daily</b>
Share Class Base Currency	<b>USD</b>
Domicile	<b>Ireland</b>
Inception date	<b>3 April 2023</b>
Fund Size	<b>USD 143,280,536</b>
Reference benchmark	<b>100% Bloomberg China Treasury + Policy Bank Index (total return)</b>
Managers	<b>HSBC Passive Fixed Income Team</b>

### Fees and expenses

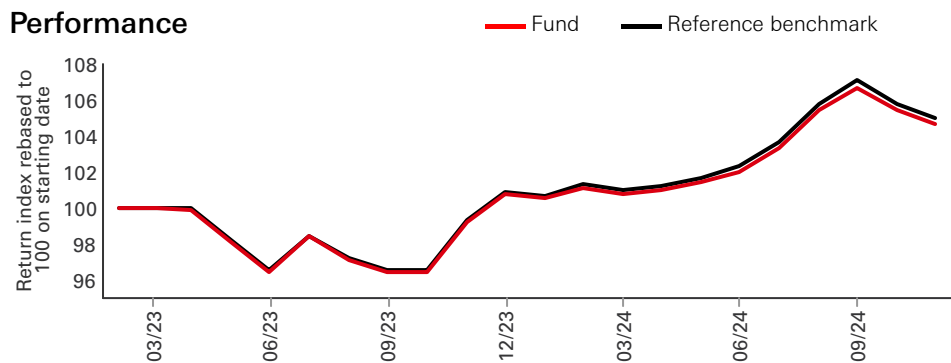
Minimum initial investment (HK)	<b>USD 100,000,000</b>
Ongoing Charge Figure <sup>1</sup>	<b>0.135%</b>
Maximum initial charge (HK)	<b>0.000%</b>

### Codes

ISIN	<b>IE0009DL9FLO</b>
Bloomberg ticker	<b>HSCGS6C ID</b>

<sup>1</sup>Ongoing Charges Figure is an estimate due to a change of fee structure.

## Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years	5 years	Since Inception
<b>S6C</b>	<b>3.90</b>	<b>-0.74</b>	<b>-0.71</b>	<b>3.19</b>	<b>5.54</b>	--	--	<b>4.74</b>
Reference benchmark	4.09	-0.73	-0.68	3.32	5.75	--	--	5.11

Calendar year performance (%)	2019	2020	2021	2022	2023
<b>S6C</b>	--	--	--	--	<b>0.80</b>
Reference benchmark	--	--	--	--	0.98

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

3-Year Risk Measures	S6C	Reference benchmark	5-Year Risk Measures	S6C	Reference benchmark
Volatility	--	--	Volatility	--	--
Sharpe ratio	--	--	Sharpe ratio	--	--
Tracking error	--	--	Tracking error	--	--
Information ratio	--	--	Information ratio	--	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	131	339	--
Average coupon rate	2.82	2.96	-0.14
Portfolio yield	1.83%	1.82%	0.01%
Yield to maturity	1.83%	1.82%	0.00%
Current yield	2.63%	2.74%	-0.11%
Effective duration	6.09	6.10	-0.01
Average maturity	7.55	7.63	-0.08
Number of issuers	4	4	--

Maturity Breakdown (Effective duration)	Fund	Reference benchmark	Relative
0-2 years	0.26	0.23	0.02
2-5 years	1.23	1.14	0.09
5-10 years	2.26	2.39	-0.13
10+ years	2.34	2.34	0.00
<b>Total</b>	<b>6.09</b>	<b>6.10</b>	<b>-0.01</b>

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.

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

Source: HSBC Asset Management, data as at 30 November 2024

For Professional investors only. Not for further distribution.

<b>Sector Allocation (%)</b>	<b>Fund</b>	<b>Reference benchmark</b>	<b>Relative</b>
Treasury Bill	53.51	53.57	-0.06
Government Owned, No guarantee	46.34	46.43	-0.09
Cash	0.15	--	0.15

<b>Top 10 Holdings</b>	<b>Weight (%)</b>
CHINA GOVT BOND 2.400 15/07/28	2.05
CHINA GOVT BOND 2.550 15/10/28	2.00
CHINA GOVT BOND 2.050 15/04/29	1.59
CHINA GOVT BOND 2.520 25/08/33	1.58
CHINA GOVT BOND 3.010 13/05/28	1.54
CHINA DEV BANK 3.020 06/03/33	1.47
CHINA DEV BANK 3.070 10/03/30	1.46
CHINA GOVT BOND 2.620 25/09/29	1.36
CHINA GOVT BOND 2.370 15/01/29	1.32
CHINA GOVT BOND 2.300 15/05/26	1.29

## Risk Disclosure

- 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 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.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Further information on the potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

## Index Disclaimer

Bloomberg® is a trademark and service mark of Bloomberg Finance L.P. (collectively with its affiliates, “Bloomberg”). Barclays® is a trademark and service mark of Barclays Bank Plc (collectively with its affiliates, “Barclays”), used under license. Bloomberg or Bloomberg’s licensors, including Barclays, own all proprietary rights in the Bloomberg Barclays Indices. Neither Bloomberg nor Barclays approve or endorse this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom and, to the maximum extent allowed by law, neither shall have any liability or responsibility for injury or damages arising in connection therewith.

## 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.

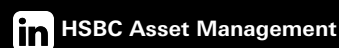
Investors should not invest in the Fund solely based on the information provided in this document and should read the offering document of the Fund for details.

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 30 November 2024**

**For Professional investors only. Not for further distribution.**

Follow us on:



Website:

[www.assetmanagement.hsbc.com/hk](http://www.assetmanagement.hsbc.com/hk)

### Glossary



[www.assetmanagement.hsbc.com/hk/api/v1/download/document/lu0164865239/hk/en/glossary](http://www.assetmanagement.hsbc.com/hk/api/v1/download/document/lu0164865239/hk/en/glossary)

# HSBC Global Funds ICAV - China Government Local Bond UCITS ETF

## Share Class S6C

As at 30/11/2024

Performance (%)	YTD	1 month	3 months	6 months	1 Year	Since 07/06/2023*
S6C	3.90	-0.74	-0.71	3.19	5.54	6.66
Reference benchmark	4.09	-0.73	-0.68	3.32	5.75	7.13

\*The initial investment date of the Provident Fund Scheme in the Fund was 07/06/2023.

The following performance was calculated by simulation with the total annual fee (0.135%) of the Share Class S6C.						Beginning of 2023 to the initial investment date	The initial investment date to end of 2023
Calendar year performance (%)	2019 <sup>#</sup>	2020	2021	2022			
S6C	3.09	9.26	8.34	-5.32	-0.26	2.65	
Reference benchmark	3.07	9.49	8.61	-5.25	-0.19	2.91	

<sup>#</sup>The return in 2019 only reflected the performance between 28/10/2019 (the inception date of the Fund) and 31/12/2019.

Remark : The above supplementary information is provided by HSBC and is for members of the Provident Fund Scheme only.