

HSBC Global Funds ICAV

Global Aggregate Bond Index Fund

Monthly report 31 March 2024 | Share class HCHKD (HUSD)

Fund center



Risk Disclosure

- The Fund is a passively managed index fund that aims to track the Bloomberg Barclays Global Aggregate Bond Index (total return hedged to USD). There is no guarantee or assurance of exact replication of the Index. The manager will not have the discretion to adapt to market changes due to the inherent investment nature of the Fund. A fall in the index will result in a similar fall in the net asset value of the Fund.
- The Fund is subject to the risk of investing in emerging markets.
- Mortgage backed securities, asset backed securities and Commercial Mortgage Backed Securities may subject to additional risks and volatility.
- The credit rating and/or credit quality of a debt instrument or its issuer may decline. In the event of such decline, the value of the Fund may be adversely affected.
- The Fund may invest in financial derivative instruments for investment purpose which may lead to higher volatility to its net asset value.
- The Fund's investments may involve substantial credit, currency, volatility, liquidity, general debt securities, interest rate, sovereign debt, tax, Eurozone and political risks. Investors may suffer substantial loss of their investments in the Fund.
- 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.



Investment objective

The Fund aims to provide regular income and capital growth by tracking as closely as possible the performance of the Bloomberg Global Aggregate Bond Index (total return hedged to US dollars) (the Index).



Investment strategy

The Index is comprised of investment grade bonds (and other similar securities). The Index is multi-currency but is hedged to US dollars (USD). The Index includes treasury, government-related, corporate and securitised fixed-rate bonds from developed and emerging markets issuers. The Fund will be passively managed and will invest in bonds issued by governments, government-related, supranational bodies and companies based in developed and emerging markets; ABS and MBS; and covered bonds, all of which are Index constituents. It uses an investment technique called optimisation, which seeks to minimise the difference in return between the Fund and the Index by considering tracking error (the risk that the Fund return varies from the Index return) and trading costs when constructing a portfolio. The Fund will not necessarily invest in every Index constituent or invest proportionally to each constituents' Index weight and may invest in assets outside of the Index, such as: bonds with a credit rating of Ba1, BB+ and below; as well as cash, money market instruments and funds. The Fund may invest up to 30% in China Interbank Bond market, up to 10% of its assets in funds. The Fund may also invest up to 30% in total return swaps. However, this exposure is not expected to exceed 0%. The credit ratings of the Fund's underlying investments is expected to be at least investment grade. The Fund's primary currency exposure is to USD. See the Prospectus for a full description of the investment objectives and derivative usage.

Share Class Details

Key metrics

NAV per Share	HKD 10.11
Yield to maturity	3.67%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Accumulating
Dealing frequency	Daily
Share Class Base Currency	HKD
Domicile	Ireland
Inception date	29 May 2019
Fund Size	USD 11,678,982,565
Reference benchmark	100% Bloomberg Global Aggregate Bond Index (total return hedged to USD)

Managers	HSBC Passive Fixed Income Team
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Fees and expenses

Minimum initial investment (HK) ¹	HKD 10,000
Ongoing Charge Figure ²	0.280%
Maximum initial charge (HK)	0.000%

Codes

ISIN	IE00BJXS6M75
Bloomberg ticker	HSAS5KD ID

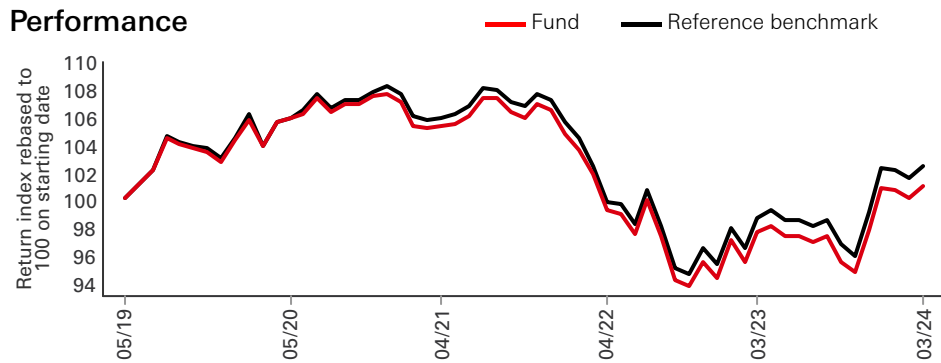
¹Please note that initial minimum subscription may vary across different distributors

²Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

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 31 March 2024

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years	5 years	Since Inception
HCHKD (HUSD)	0.18	0.90	0.18	5.87	3.45	-4.01	--	1.10
Reference benchmark	0.25	0.88	0.25	5.93	3.83	-3.16	--	2.55

Calendar year performance (%)	2019	2020	2021	2022	2023
HCHKD (HUSD)	2.79	4.89	-1.19	-11.41	6.92
Reference benchmark	3.07	5.07	-0.85	-11.12	7.20

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	HCHKD (HUSD)	Reference benchmark	5-Year Risk Measures	HCHKD (HUSD)	Reference benchmark
Volatility	5.52%	5.49%	Volatility	--	--
Sharpe ratio	-0.74	-0.69	Sharpe ratio	--	--
Tracking error	0.24%	--	Tracking error	--	--
Information ratio	-1.19	--	Information ratio	--	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	4,868	30,085	--
Average coupon rate	2.78	2.78	0.00
Portfolio yield	3.70%	3.74%	-0.04%
Effective duration	6.66	6.66	0.00
Average maturity	8.53	8.50	0.03
Average Credit Quality	AA-/A+	AA-/A+	--

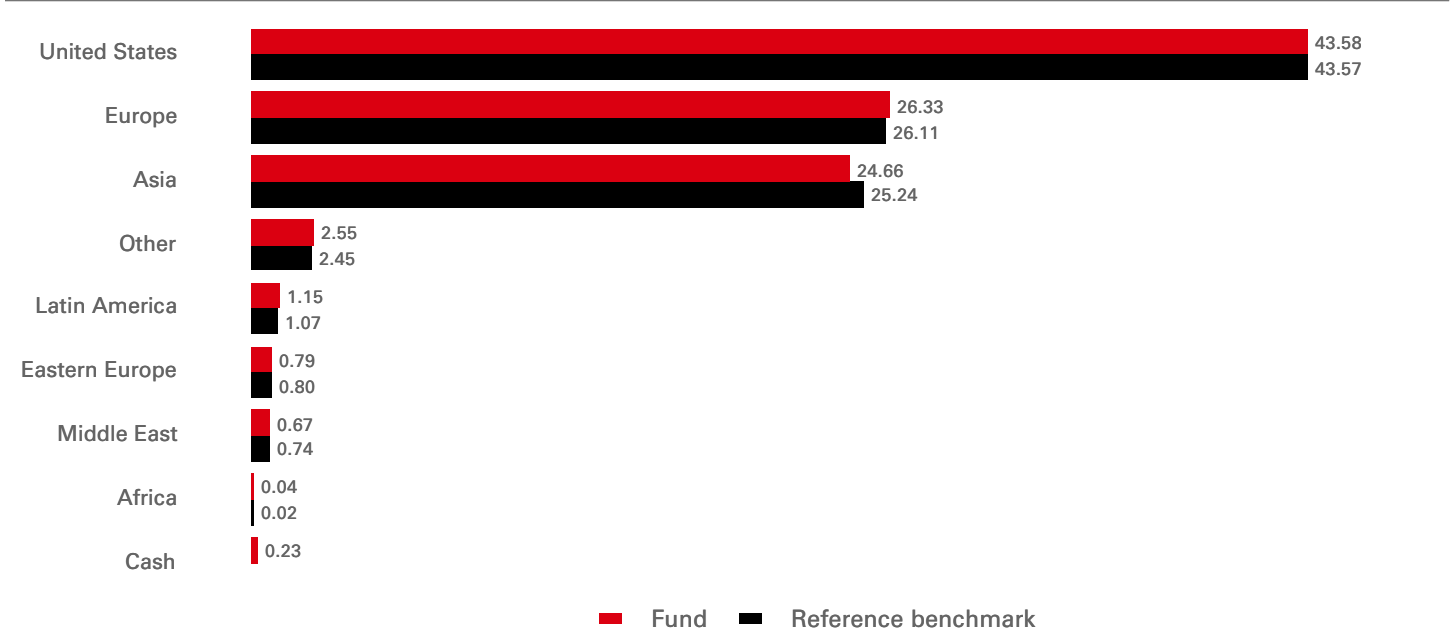
Credit rating (%)	Fund	Reference benchmark	Relative	Maturity Breakdown (Effective duration)	Fund	Reference benchmark	Relative
AAA	15.54	12.13	3.42	0-2 years	0.18	0.19	-0.01
AA	38.57	41.99	-3.42	2-5 years	1.01	1.00	0.01
A	31.65	31.50	0.15	5-10 years	2.19	2.22	-0.03
BBB	13.97	14.38	-0.41	10+ years	3.28	3.25	0.03
BB	0.02	--	0.02	Total	6.66	6.66	0.00
C	0.00	--	0.00				
NR	0.01	--	0.01				
Cash	0.23	--	0.23				

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Currency bloc allocation (Effective duration)	Fund	Reference benchmark	Relative
Dollar	3.10	3.04	0.06
Euro	1.53	1.55	-0.03
Japan	0.93	0.94	-0.01
EM Local Currency	0.77	0.79	-0.02
UK	0.33	0.33	0.00
Total	6.66	6.66	0.00

Currency Allocation (%)	Fund	Reference benchmark	Relative
USD	99.36	100.00	-0.64
CNY	9.22	--	9.22
EUR	0.25	--	0.25
JPY	0.12	--	0.12
CAD	0.03	--	0.03
GBP	0.02	--	0.02
AUD	0.02	--	0.02
IDR	0.01	--	0.01
MXN	0.01	--	0.01
CHF	0.01	--	0.01
Other Currencies	-9.03	--	-9.03

Geographical Allocation (%)



Sector Allocation (%)	Fund	Reference benchmark	Relative
Treasuries	52.70	52.65	0.05
Supra/agencies	14.86	14.93	-0.07
Corp Non-fin	11.34	11.34	0.00
US Agency Mbs	10.61	10.70	-0.09
Corp Fin	7.27	7.26	0.01
Collateralised	2.98	3.10	-0.12
Cash	0.23	--	0.23

Top 10 Holdings	Weight (%)
FNCL 2 4/24 2.000	0.28
CHINA DEV BANK 2.520 25/05/28	0.26
CHINA GOVT BOND 3.250 06/06/26	0.26
FNCL 2.5 4/24 2.500	0.26
CHINA GOVT BOND 2.550 15/10/28	0.24
CHINA DEV BANK 2.730 11/01/28	0.20
FNCI 2 4/24 2.000	0.19
CHINA GOVT BOND 2.800 25/03/30	0.18
CHINA DEV BANK 3.300 03/03/26	0.18
FNCL 3 4/24 3.000	0.17

Glossary



[https://
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api/v1/download/document/
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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
HCHKD (HUSD)	HKD	--	--	--	--

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.
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