

HSBC OpenFunds

Global Strategy Sustainable Dynamic Portfolio

Monthly report 30 June 2024 | Share class Acc C

Investment objective

The Fund aims to provide growth in line with its risk profile in the long term, which is a period of five years or more. The Fund's risk profile is rated as 4 where 1 is a lower level of risk and 5 is a higher level of risk. The Fund aims to invest in assets that form part of a sustainable investment strategy but may also invest in assets that do not form part of a sustainable investment strategy in order to meet the Fund's aim of providing growth in line with its risk profile. Please see the Prospectus for an explanation of the HSBC risk levels and sustainable investment strategies.

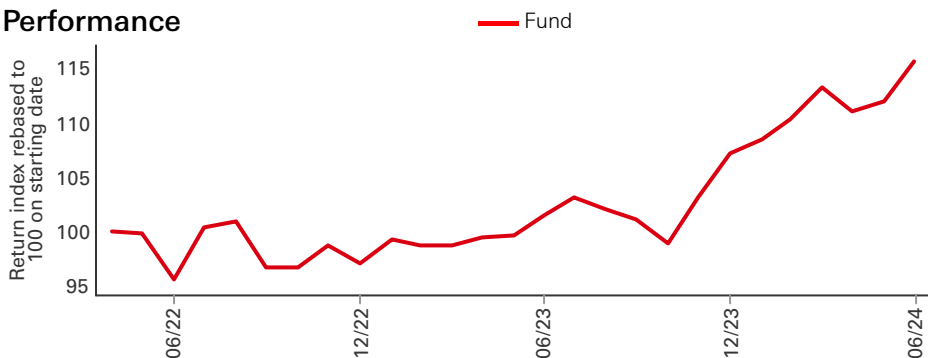
Investment strategy

This is one of a range of actively managed Global Strategy Sustainable Portfolios offered at different risk levels. The asset allocation of each fund in the range reflects the risk level. The Fund is managed with the aim of maximising returns in line with its agreed long term risk profile therefore any potential returns are likely to be limited by the risk profile of the Fund. The exposure to each asset class may be achieved by investing in collective investment schemes, investing directly in asset classes and investing in derivatives. The potential for the Fund to invest in assets that form part of a sustainable investment strategy, together with a focus on lower ongoing charges, is taken into consideration when deciding which asset classes the Fund will invest in and how the Fund achieves exposure to those asset classes. The Fund is not managed with reference to a benchmark.

Main risks

- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- 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.
- 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.

Performance



Share class details

Key metrics

NAV per share	GBP 1.16
Performance 1 month	3.28%

Fund facts

UCITS V compliant	No
UK reporting fund status (UKRS)	No
ISA eligible	Yes
Dividend treatment	Accumulating
Dealing frequency	Daily
Valuation time	12:00 United Kingdom

Share class base currency	GBP
Domicile	United Kingdom
Inception date	25 April 2022
Fund size	GBP 18,911,194
Managers	Nicholas McLoughlin

Fees and expenses

Minimum initial investment ¹	GBP 1,000,000
Ongoing charge figure ²	0.310%

Codes

ISIN	GB00BP95B301
Bloomberg ticker	GLSDPCA LN
SEDOL	BP95B30

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

²Ongoing Charges Figure is an estimate due to a change of fee structure.

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

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

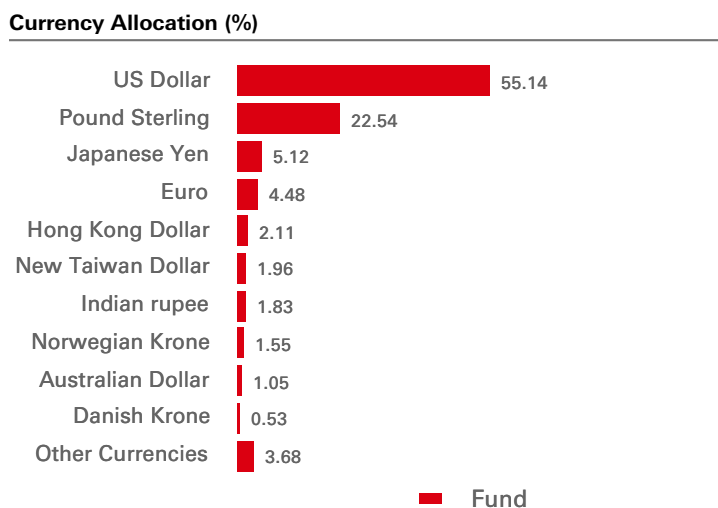
Source: HSBC Asset Management, data as at 30 June 2024

Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Acc C	7.95	3.28	2.11	7.95	13.96	--	--	6.86

Rolling performance (%)	30/06/23-30/06/24	30/06/22-30/06/23	30/06/21-30/06/22	30/06/20-30/06/21	30/06/19-30/06/20
Acc C	13.96	6.09	--	--	--

Carbon footprint	Fund	Broad market index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	107.68	150.82	Fund	7.2	6.7	5.7	6.0
			Broad market index	6.6	6.4	5.4	5.9

Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO₂e/USD million revenue)
 Source: S&P Global Trucost



Sustainable investment style (%)

Style	Fund
Equities - Positive Screening	75.30
Bonds - Positive Screening	14.59
Cash	1.90
Alternatives - Sustainable Thematic	8.21

Top 10 holdings

Holdings	Weight (%)
HSBC USA Sustainable Equity ETF	30.83
USA Sustainable Equity Index Instl Acc	16.92
HSBC GFI-GSGB UCS ETF-ZQHUSD	13.15
HSBC Emerging Market Sustainable Eq ETF	8.52
HSBC FTSE EPRA DEV CPA USD A	8.21
HSBC EUROPE EX UK SUS EQUITY	8.16
HSBC Japan Sustainable Equity ETF	7.53
HSBC UK Sustainable Equity ETF	1.67
ISHARES PACIFIC X-JP ESG UA	1.66
Amundi US Corp SRI - DR	1.05

The MSCI ESG Key Issue Score is the numerical, weighted average of MSCI's E, S, and G pillar scores. A higher number indicates a more favourable ESG profile in the view of MSCI.

The weighted averages of the Key Issue Scores are aggregated and companies' scores are normalized by their industries. After any overrides are factored in, each company's Final Industry-Adjusted Score corresponds to a rating.

For more information, see MSCI ESG Ratings Methodology @ <https://www.msci.com/esg-and-climate-methodologies>

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

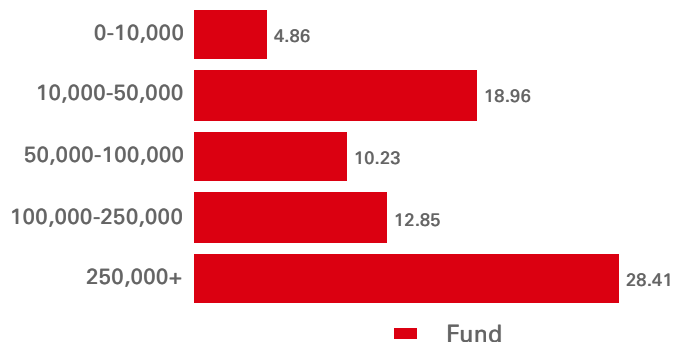
For details of the broad market index, please refer to the prospectus.

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

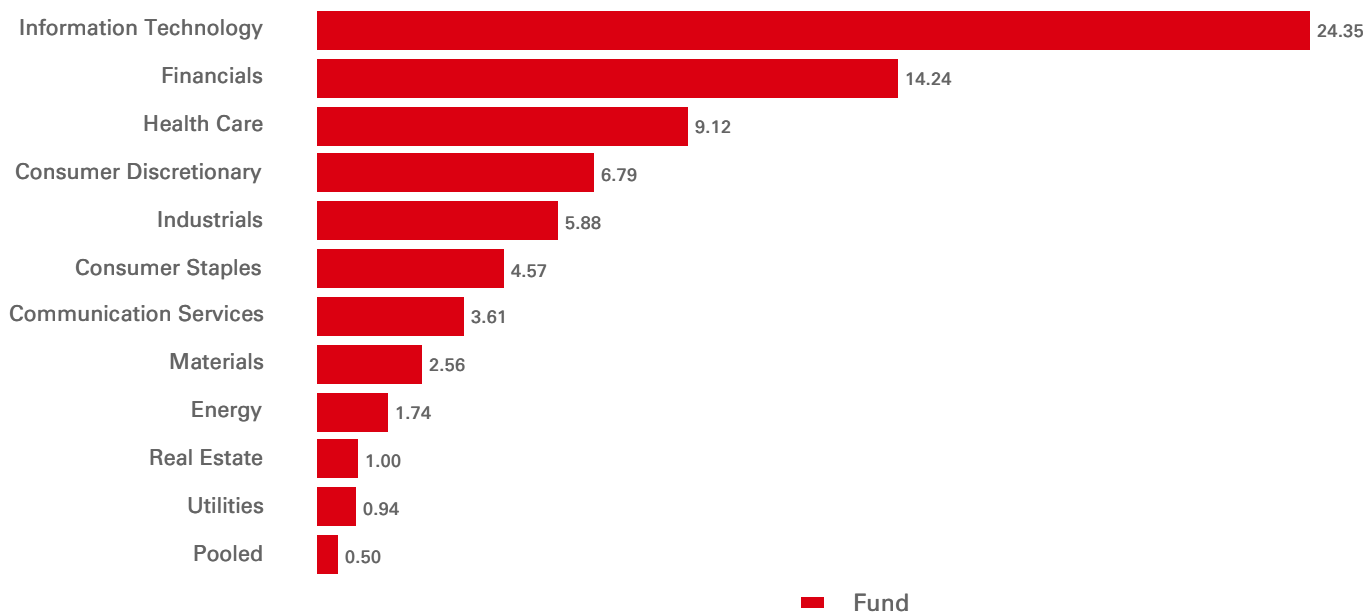
Equity top 10 holdings	Location	Sector	Weight (%)
Microsoft Corp	United States	Information Technology	5.51
Apple Inc	United States	Information Technology	4.58
Johnson & Johnson	United States	Health Care	3.62
Visa Inc	United States	Financials	3.48
NVIDIA Corp	United States	Information Technology	2.84
Cisco Systems Inc	United States	Information Technology	1.76
Amazon.com Inc	United States	Consumer Discretionary	1.33
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	1.31
Schneider Electric SE	United States	Industrials	0.89
Toyota Motor Corp	Japan	Consumer Discretionary	0.74

Equity characteristics	Fund	Reference Benchmark
Average market cap (GBP Mil)	594,840	--
Price/earning ratio	16.60	--
Portfolio yield	2.00%	--

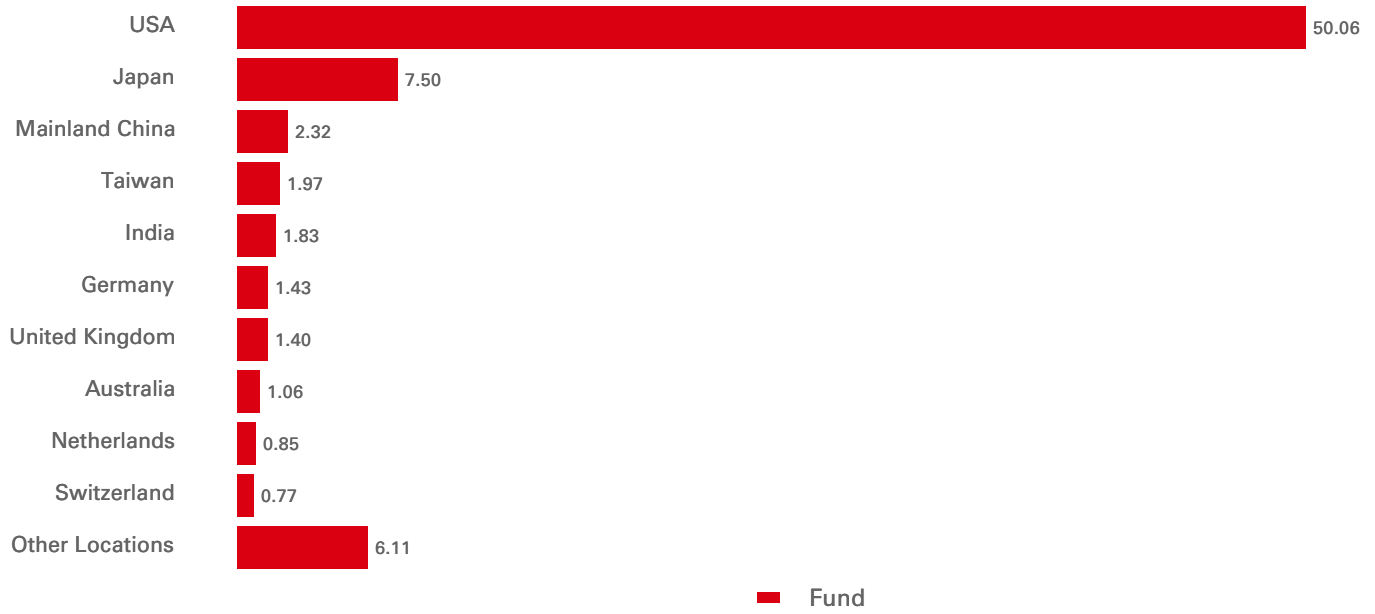
Market cap allocation (GBP Mil %)



Equity sector allocation (%)



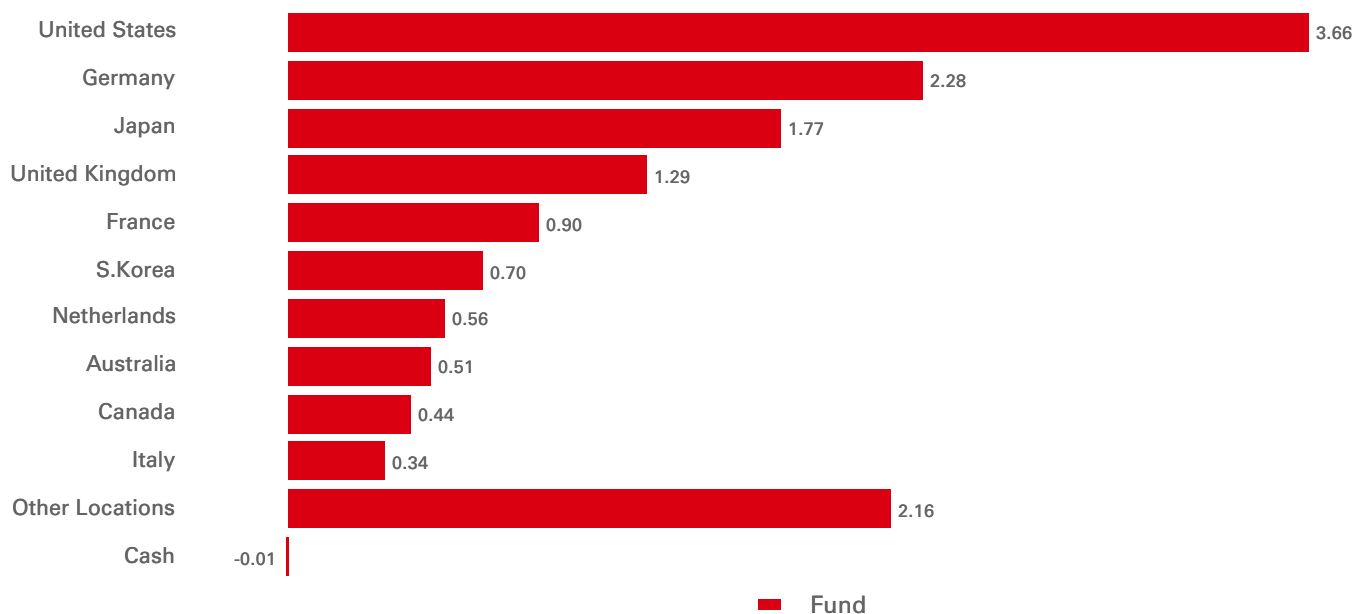
Equity geographical allocation (%)



Fixed Income Characteristics	Reference Benchmark			Credit rating (%)	Reference Benchmark		
	Fund	Benchmark	Relative		Fund	Benchmark	Relative
Yield to worst	4.88%	--	--	AAA	4.36	--	--
Yield to maturity	4.88%	--	--	AA	6.26	--	--
Option adjusted duration	7.43	--	--	A	2.95	--	--
Rating average	AA/AA-	--	--	BBB	1.02	--	--
				BB	0.00	--	--
				NR	0.00	--	--
				Cash	-0.01	--	--

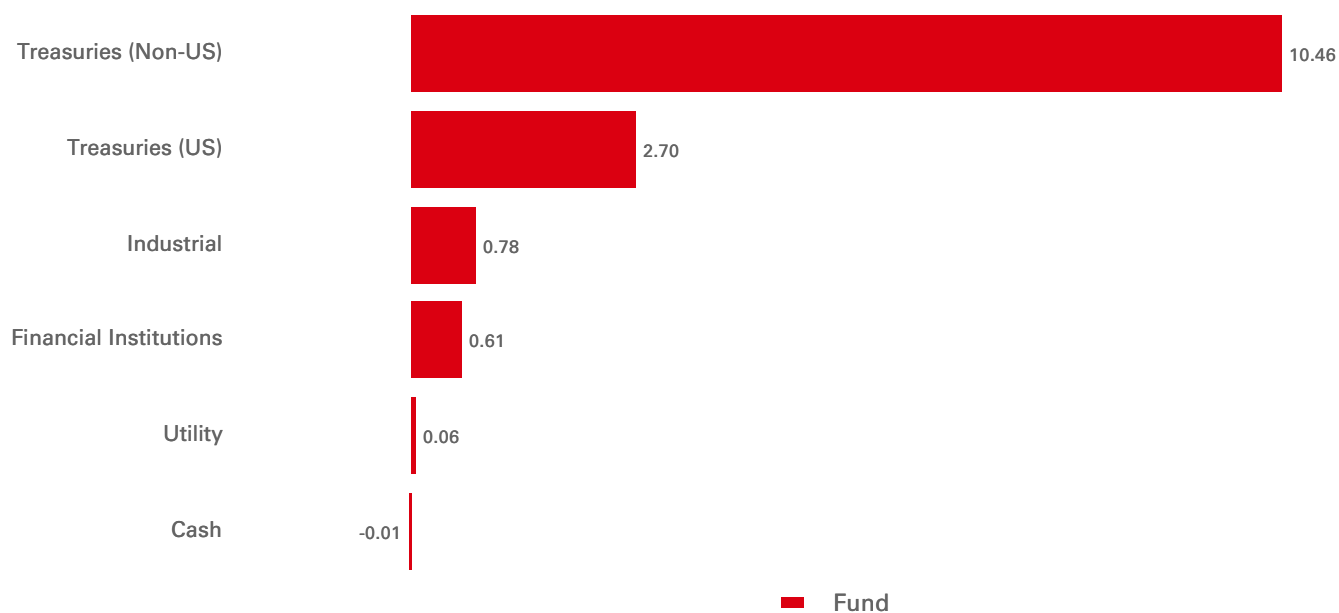
Fixed income top 10 holdings	Location	Instrument type	Weight (%)
UNITED KINGDOM GILT 0.375 22/10/2026 GBP	United Kingdom	Government Bond	0.12
US TREASURY N/B 4.250 31/01/2026 USD	United States	Treasury Note	0.12
UNITED KINGDOM GILT 4.625 31/01/2034 GBP	United Kingdom	Government Bond	0.10
United Kingdom Gilt 0.875% 22/10/2029 GBP 0.01	United Kingdom	Government Bond	0.09
BUNDESSCHATZANWEISUNGEN 2.500 19/03/2026 EUR	Germany	Government Bond	0.08
BUNDESREPUB. DEUTSCHLAND 0.250 15/02/2027 EUR	Germany	Government Bond	0.08
BUNDESREPUB. DEUTSCHLAND 2.600 15/08/2033 EUR	Germany	Government Bond	0.08
BUNDESREPUB. DEUTSCHLAND 0.000 15/08/2026 EUR	Germany	Government Bond	0.08
UK Treasury 0.125 1/30/2026 GBP 0.01	United Kingdom	Government Bond	0.07
BUNDESREPUB. DEUTSCHLAND 0.250 15/08/2028 EUR	Germany	Government Bond	0.07

Fixed income geographical allocation (%)

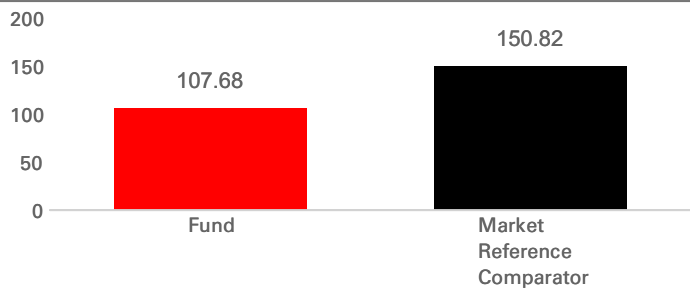


Geographical allocation (Option adjusted duration)	Fund	Reference Benchmark	Relative
United States	1.55	--	--
Germany	1.13	--	--
Japan	1.12	--	--
United Kingdom	0.79	--	--
S.Korea	0.48	--	--
France	0.44	--	--
Netherlands	0.30	--	--
Australia	0.20	--	--
Canada	0.19	--	--
Austria	0.18	--	--
Other Locations	1.09	--	--
Cash	0.00	--	--

Fixed income sector allocation (%)

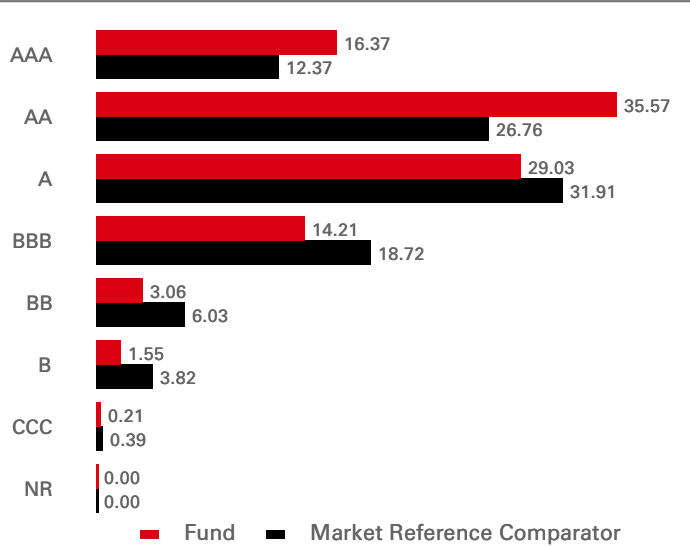


Carbon intensity emissions (%)



Over the month, the average carbon intensity of the market benchmark was measured at 150.6 tCO₂e. Our investment approach resulted in a reduction of 29%, meaning the carbon intensity of the portfolio was measured at 107.6 tCO₂e.

ESG score distribution (%)



81% of the underlying issuers held by the fund are rated AAA-A, compared to 71% of those in the reference benchmark. The average ESG score for the underlying issuers held by the fund is 7.15, while that of the reference benchmark securities was 6.62.

Stewardship

Stewardship in Action – Escalating our concerns at an Asian auto company.

Background and Engagement Process - The company’s policy positions have raised some doubts on its commitment to developing electric vehicles (EVs) compared to hybrids. Over the last 2 years, we engaged with the company on numerous occasions including escalating concerns about board diversity to an independent director - only one of its ten directors is female.

Desired Action from the company

Environmental - To better align business strategy and to assess and report lobbying activities with the goals of the Paris Agreement.

Social - To have at least two female directors or 20% women on the board of directors.

Governance - To reduce cross-shareholdings by at least 30%

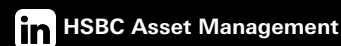
Voting process - In 2023, we voted: Against two directors relating to concerns about the company’s cross-shareholdings. Against two directors relating to our concerns about board diversity, independence of the board and a further one director relating to our concerns about independence of the board.

To support a shareholder proposal requesting greater disclosure of the company’s climate-related lobbying activities

Risk disclosures

- 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.
- Liquidity is a measure of how easily the Fund's holdings can be quickly converted to cash. The value of the Fund's holdings may be significantly impacted by liquidity risk during adverse market conditions.
- Risk that the financial situation of the issuer of a bond or debt security deteriorates, with extreme risk that the issuer will default.

Follow us on:



For more information please contact us at E-mail:
Wholesale.clientservices@hsbc.com.
www.assetmanagement.hsbc.com/uk
To help improve our service and in the interests of security we may record and/or monitor your communication with us.

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.

This material is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. This material is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe to any investment.

Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Global Asset Management (UK) Limited accepts no liability for any failure to meet such forecast, projection or target.

To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Global Asset Management (UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group.

Approved for issue in the UK by HSBC Global Asset Management (UK) Limited, who are authorised and regulated by the Financial Conduct Authority.

www.assetmanagement.hsbc.co.uk

Copyright © HSBC Global Asset Management (UK) Limited 2024. All rights reserved.

Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at www.assetmanagement.hsbc.co.uk"

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