

HSBC OpenFunds

Global Sustainable Multi-Asset Adventurous Portfolio

Monthly report 30 June 2024 | Share class Inc 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 5 where 1 is a lower level of risk and 5 is a higher level of risk. The Fund invests in a range of sustainable investment strategies. 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 Sustainable Multi-Asset 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 focus on sustainable investment strategies 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

- The value of investments and any income from them can go down as well as up and you may not get back the amount originally invested.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is generally 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 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.

Share class details

Key metrics

NAV per share	GBP 1.52
Performance 1 month	2.50%
Sharpe ratio 3 years	0.16

Fund facts

UCITS V compliant	No
UK reporting fund status (UKRS)	No
ISA eligible	Yes
Dividend treatment	Distributing
Distribution frequency	Semi-Annually
Dividend ex-date	16 April 2024
Dividend yield ¹	1.26%
Last paid dividend	0.003809
Dealing frequency	Daily
Valuation time	12:00 United Kingdom

Share class base currency	GBP
Domicile	United Kingdom
Inception date	20 April 2020
Fund size	GBP 33,315,027
Managers	Camilla Searle Justin Turner

Fees and expenses

Minimum initial investment ²	GBP 1,000,000
Ongoing charge figure ³	0.640%

Codes

ISIN	GB00BLKQCW05
Bloomberg ticker	HGSMACI LN
SEDOL	BLKQCW0

¹Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

²Please note that initial minimum subscription may vary across different distributors

³Ongoing Charges Figure is an estimate due to a change of fee structure.

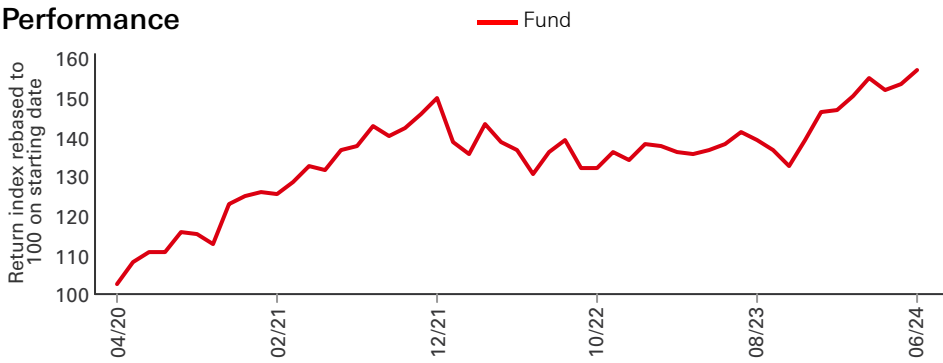
Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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



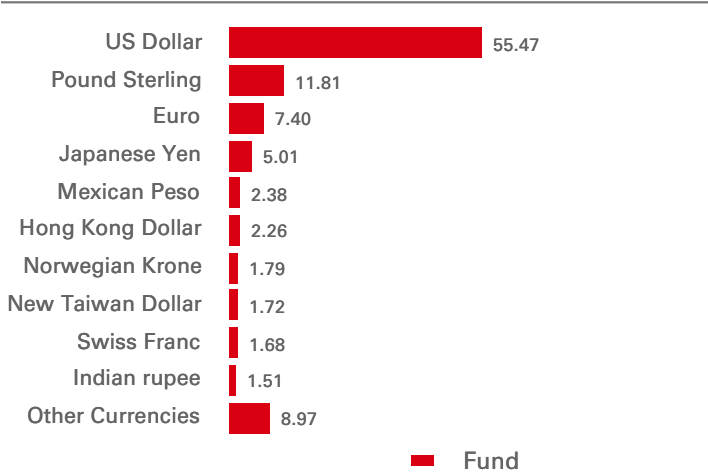
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Inc C	7.58	2.50	1.43	7.58	13.80	4.78	--	11.42

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
Inc C	13.80	5.93	-4.56	23.35	--

Carbon footprint	Fund	Broad market index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	91.37	168.69	Fund	7.6	6.8	5.7	6.1
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ₂ e/USD million revenue)			Broad market index	6.6	6.5	5.2	5.7

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

Currency Allocation (%)



Sustainable investment style (%)

Sustainable investment style (%)	Fund
Equities - Positive Screening	59.82
Equities - Sustainable Thematic	25.57
Bonds - Positive Screening	4.66
Alternatives - ESG Integration	3.49
Cash	0.69
Alternatives - Sustainable Thematic	5.78

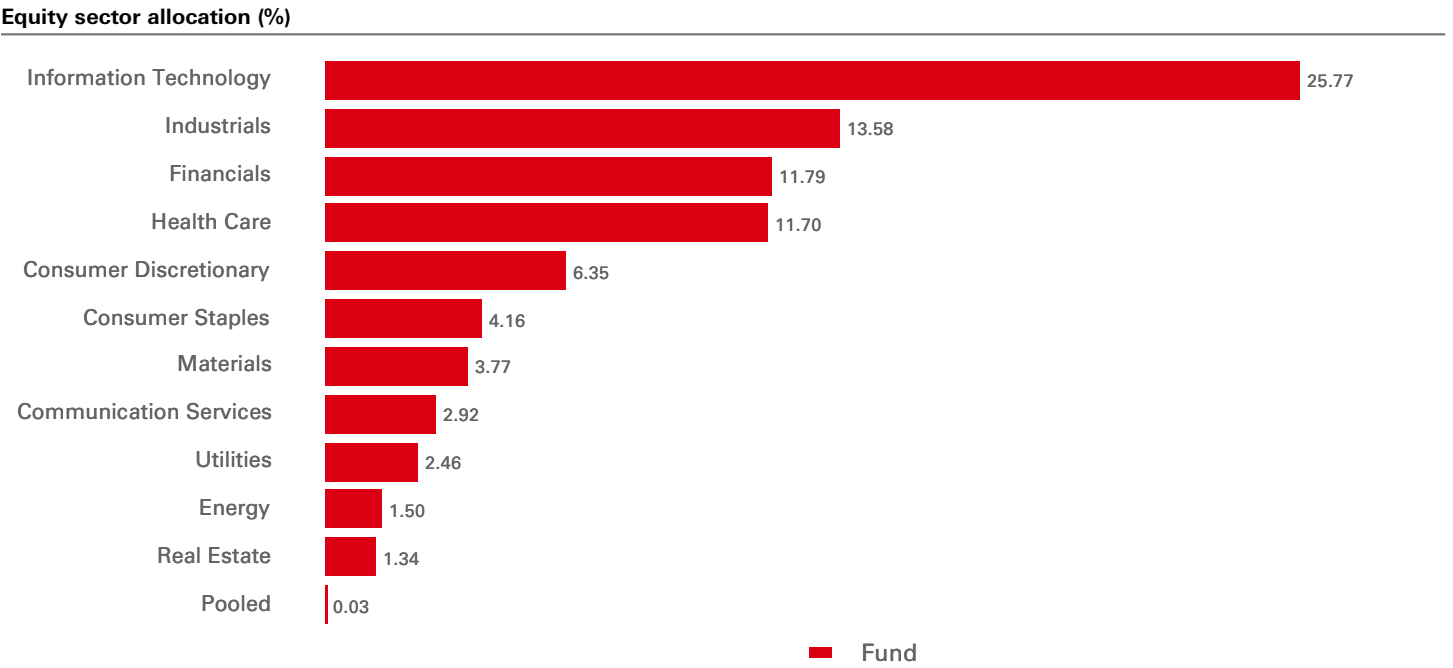
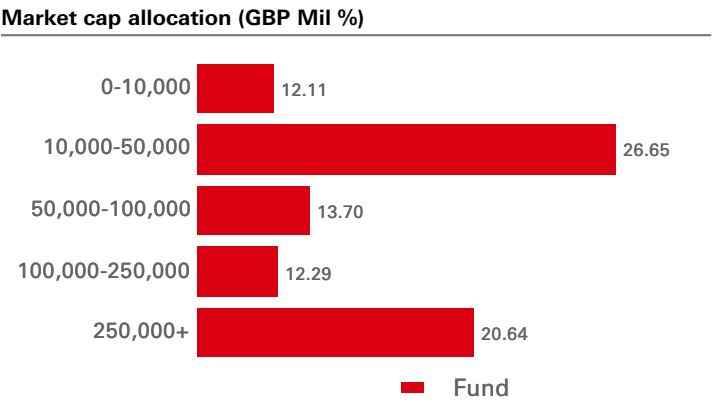
Top 10 holdings

Top 10 holdings	Weight (%)
HSBC RIF SRI Global Equity JC	19.90
HSBC USA Sustainable Equity ETF	13.95
HSBC Developed World Sustainable Eq ETF	8.71
HSBC GIF-GL LW CAR EQ-ZQ1	8.44
HSBC GIF Global Eq Climate Change ZQ1	8.27
HSBC FTSE EPRA DEV CPA USD A	5.78
HSBC Emerging Market Sustainable Eq ETF	4.33
UBS ETF Fact MSCI USA Qual ESG USD A dis	4.19
HSBC GIF Global RE Eq ZD	3.49
L&G Clean Water UCITS ETF	3.40

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.
 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 details of the broad market index, please refer to the prospectus.
 Source: HSBC Asset Management, data as at 30 June 2024

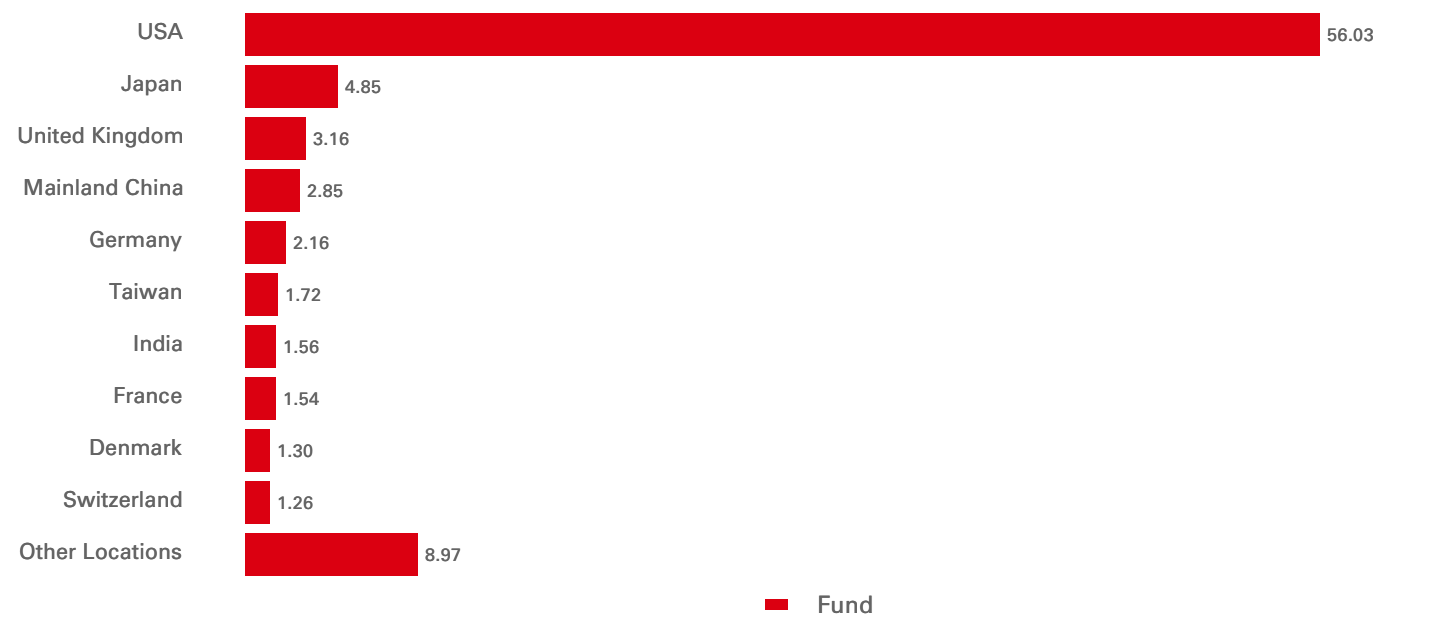
Equity top 10 holdings	Location	Sector	Weight (%)
Microsoft Corp	United States	Information Technology	5.35
NVIDIA Corp	United States	Information Technology	3.33
Apple Inc	United States	Information Technology	2.59
Johnson & Johnson	United States	Health Care	1.66
Visa Inc	United States	Financials	1.65
Cisco Systems Inc	United States	Information Technology	1.20
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	1.15
Trane Technologies PLC	United States	Industrials	1.04
Novo Nordisk A/S	Denmark	Health Care	0.87
Ecolab Inc	United States	Materials	0.82

Equity characteristics	Fund	Reference Benchmark
Average market cap (GBP Mil)	412,379	--
Price/earning ratio	18.40	--
Portfolio yield	2.09%	--



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

Equity geographical allocation (%)

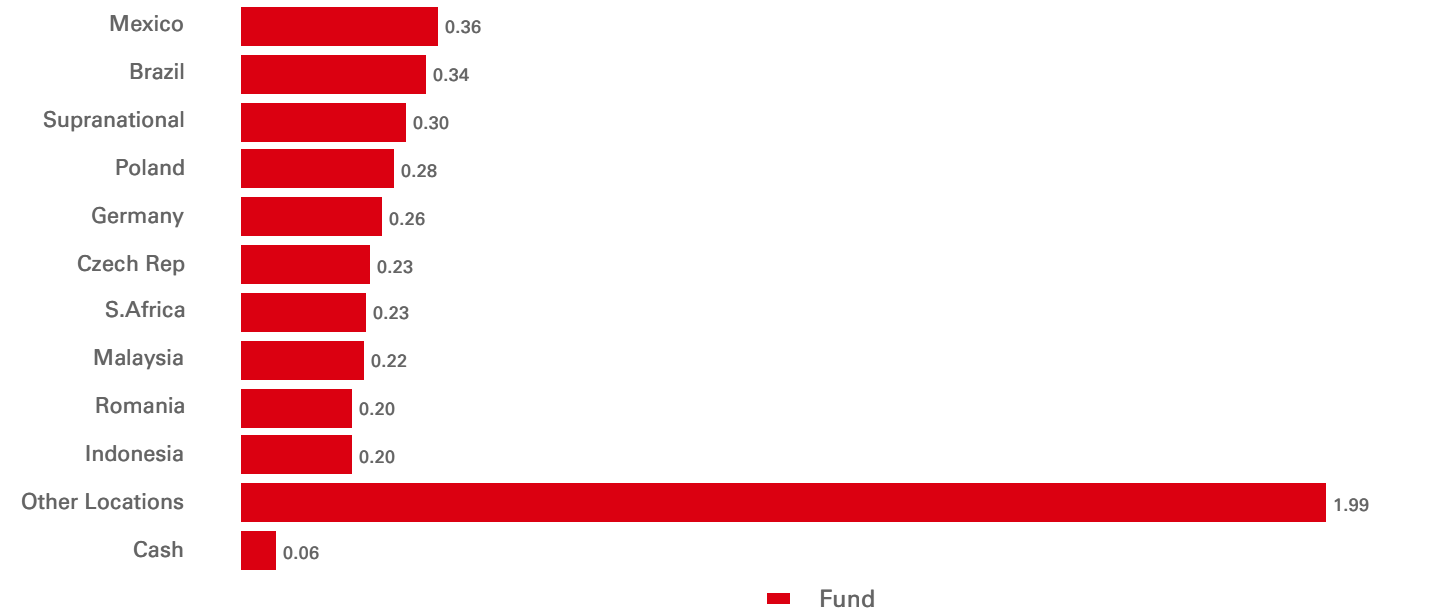


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 Source: HSBC Asset Management, data as at 30 June 2024

Fixed Income Characteristics	Fund	Reference Benchmark	Relative	Credit rating (%)	Fund	Reference Benchmark	Relative
Yield to worst	7.10%	--	--	AAA	0.66	--	--
Yield to maturity	7.10%	--	--	AA	0.67	--	--
Option adjusted duration	5.94	--	--	A	0.73	--	--
Rating average	BBB+/BBB	--	--	BBB	1.45	--	--
				BB	0.82	--	--
				B	0.16	--	--
				CCC	0.08	--	--
				CC	0.01	--	--
				D	0.02	--	--
				NR	0.00	--	--
				Cash	0.06	--	--

Fixed income top 10 holdings	Location	Instrument type	Weight (%)
TITULOS DE TESORERIA 7.000 26/03/2031 COP	Colombia	Government Bond	0.12
THAILAND GOVERNMENT BOND 1.585 17/12/2035 THB	Thailand	Government Bond	0.10
REPUBLIC OF SOUTH AFRICA 9.000 31/01/2040 ZAR	South Africa	Government Bond	0.10
MEX BONOS DESARR FIX RT 7.500 03/06/2027 MXN	Mexico	Government Bond	0.09
NOTA DO TESOURO NACIONAL 10.000 01/01/2033 BRL	Brazil	Government Bond	0.09
KFW 0.625 25/07/2025 PLN	Germany	Euro Medium Term Note	0.09
ROMANIA GOVERNMENT BOND 5.800 26/07/2027 RON	Romania	Government Bond	0.09
NOTA DO TESOURO NACIONAL 10.000 01/01/2029 BRL	Brazil	Government Bond	0.08
MEX BONOS DESARR FIX RT 8.500 18/11/2038 MXN	Mexico	Government Bond	0.08
POLAND GOVERNMENT BOND 1.750 25/04/2032 PLN	Poland	Government Bond	0.07

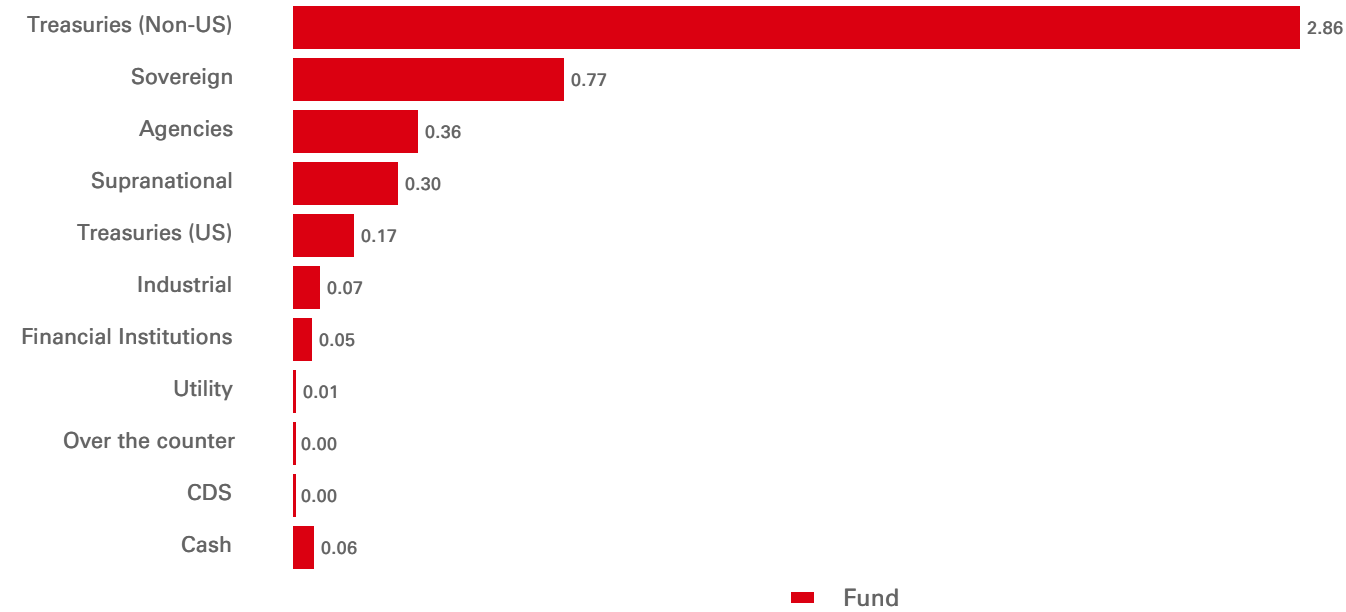
Fixed income geographical allocation (%)



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

Geographical allocation (Option adjusted duration)	Fund	Reference Benchmark	Relative
Mexico	0.42	--	--
Indonesia	0.36	--	--
S.Africa	0.36	--	--
Malaysia	0.34	--	--
Thailand	0.30	--	--
United States	0.29	--	--
Poland	0.29	--	--
Brazil	0.28	--	--
Czech Rep	0.27	--	--
Germany	0.21	--	--
Other Locations	2.85	--	--
Cash	0.00	--	--

Fixed income sector allocation (%)

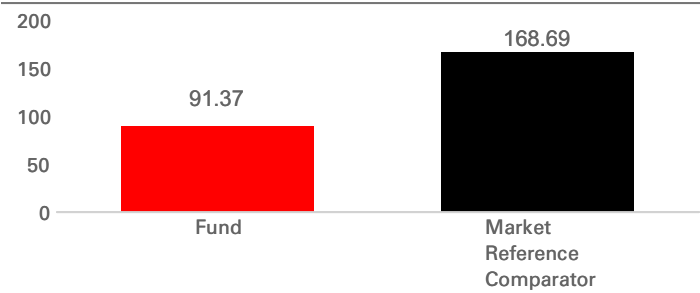


	3 year total return (%)	Amount based on GBP 1000 invested	3 Year Volatility (%)
Global Sustainable Multi-Asset Adventurous Portfolio Accumulation C	4.81	1,151.43	10.32
Peer Group Average - EAA Fund GBP Adventurous Allocation	3.74	1,116.56	9.18
Lowest Returning Fund in Peer Group	-3.54	897.49	6.58
Highest Returning Fund in Peer Group	9.50	1,312.79	15.28
Cash	2.96	1,091.50	0.61

HSBC OpenFunds offer a choice of five different risk levels, to be selected by investors depending on factors like their financial goals, time horizon and capacity for loss. Typically, the more risk investors take, the more return they would expect to see. At HSBC Asset Management, we measure risk by volatility – how sharply a Portfolio’s share price moves in any given time period (up or down). The higher the volatility, the higher the risk. The table above shows the Portfolio’s return (for the primary share class or hedged currency share class) per year over the last three years (known as annualised) and the level of volatility over the same period. This can be compared against other funds in the peer group, as defined by an independent research company*. An example of a good outcome would be that the HSBC Portfolio return is higher than the peer group’s average return and the volatility (risk taken) is lower. However investors should consider their own priorities when it comes to returns and the risk taken to achieve them.

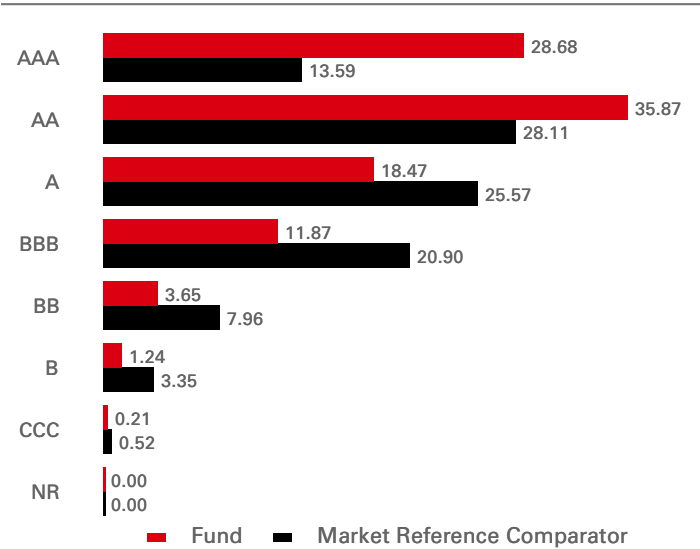
*Morningstar Categories are used to define the peer group comprising funds they deem similar based on fund objectives and holdings. The average is a median.

Carbon intensity emissions (%)



Over the month, the average carbon intensity of the market benchmark was measured at 168.5 tCO2e. Our investment approach resulted in a reduction of 45%, meaning the carbon intensity of the portfolio was measured at 92.6 tCO2e.

ESG score distribution (%)



83% of the underlying issuers held by the fund are rated AAA-A, compared to 67% of those in the reference benchmark. The average ESG score for the underlying issuers held by the fund is 7.61, while that of the reference benchmark securities was 6.63.

Fund vs reference comparator (%)

Fund	Weight	ESG score	Carbon intensity emissions	Index	Weight	ESG score	Carbon intensity emissions
Developed Equity	62.41%	5.06	27.27	FTSE World	42.40%	2.97	46.00
Global Equity	17.13%	1.32	12.46	MSCI ACWI	36.95%	2.56	49.13
Emerging Market Equity	5.85%	0.38	19.99	FTSE EPRA NAREIT	9.24%	0.57	8.82
GEM Debt - Local Currency	2.76%	0.15	14.63	FTSE Emerging Markets	5.83%	0.32	31.70
GEM Debt - Hard Currency	1.24%	0.05	6.79	JPM GBI-EM Global Diversified	2.75%	0.12	21.82
Global Corporate Bond	0.00%	0.00	0.00	JPM EMBI Global Diversified	1.23%	0.05	8.95

To demonstrate the performance of the fund against its sustainable investment aim the ESG and carbon intensity scores of the fund are shown compared to the scores of a reference comparator. The reference comparator represents the ESG and carbon intensity scores the fund might have achieved if it did not have a sustainable investment aim. The reference comparator is a combination of market indices that represent the asset classes held by the fund and in the same proportions (weighting) as the fund, as shown in the table above. The composition of the reference comparator varies over time in line with the asset classes and proportions held by the fund. The table above shows the top 8 asset classes contribute differently to the ESG and carbon intensity scores although it is important to consider the weighted average scores of the overall fund and those of the reference comparator.

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

- 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.
- 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.

Important information

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The fund is a sub-fund of HSBC OpenFunds, an Open Ended Investment Company that is authorised in the UK by the Financial Conduct Authority. The Authorised Corporate Director and Investment Manager is HSBC Global Asset Management (UK) Limited. All applications are made on the basis of the Prospectus, Key Investor Information Document (KID), Supplementary Information Document (SID) and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ, UK or the local distributors. Investors and potential investors should read and note the risk warnings in the Prospectus, KID and additionally, in the case of retail clients, the information contained in the supporting SID.

This fund is Sustainably Invested in line with one or more of the Global Sustainable Investment Alliance (GSIA) sustainable investment styles (positive/best-in-class screening, norms-based screening, sustainability themed investing, impact/community investing). It does not invest in companies involved in the manufacture of cluster munitions or anti-personnel mines. The fund is not guaranteed to outperform those which do not meet sustainability criteria.

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.

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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

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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

