

HSBC ETFs PLC

HSBC MSCI EUROPE CLIMATE PARIS ALIGNED UCITS ETF

Monthly report 30 June 2024 | HPAE LN | EUR


Investment objective

The Fund aims to track as closely as possible the returns of the MSCI Europe Climate Paris Aligned Index (the Index). The Fund will invest in, or gain exposure to shares of companies which make up the Index. The Fund qualifies under Article 8 of SFDR.


Investment strategy

The Index is designed to support investors seeking to reduce their exposure to transition and physical climate risks and who wish to pursue opportunities arising from the transition to a lower-carbon economy while aligning with the Paris Agreement requirements. It incorporates the task force on Climate-related Financial Disclosures recommendations and is designed to exceed the minimum standards of the EU Paris-Aligned Benchmark. The Fund is passively managed and aims to invest in the shares of the companies in the same proportion as in the Index. There may be circumstances when it is not possible for the Fund to invest in all constituents of the Index. If the Fund cannot invest directly in the companies that constitute the Index, it may gain exposure by using other investments such as depositary receipts, funds or derivatives. The Fund may invest up to 35% in securities from a single issuer during exceptional market conditions, up to 10% in total return swaps and contracts for difference, and up to 10% in other funds. See the Prospectus for a full description of the investment objectives and derivative usage.


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.
- 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.
- 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").

Fund facts

Fund manager	HSBC Global Asset Management (UK) Limited
Custodian	HSBC Continental Europe
Fund administrator	HSBC Securities Services (Ireland) DAC

Share class details
Key metrics

NAV per share	EUR 22.69
Performance 1 month	-0.46%

Fund facts

UCITS V compliant	Yes
UK reporting fund status (UKRS)	Yes
ISA eligible	Yes
Dividend treatment	Accumulating
Dividend currency	EUR
Fund base currency	EUR
Currency Hedged	Not Hedged
Share class base currency	EUR
Domicile	Ireland
Inception date	5 August 2021
Shares outstanding	940,000
Fund size	EUR 21,326,270
Reference benchmark	100% MSCI Europe Climate Paris Aligned Index
Replication method	Physical- Full
SIPP eligible	Yes
Issuer	HSBC ETFs PLC
Fiscal year end	Dec

Fees and expenses

Ongoing charge figure ¹	0.150%
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Codes

ISIN	IE00BP2C0316
SEDOL	BNVVHL2

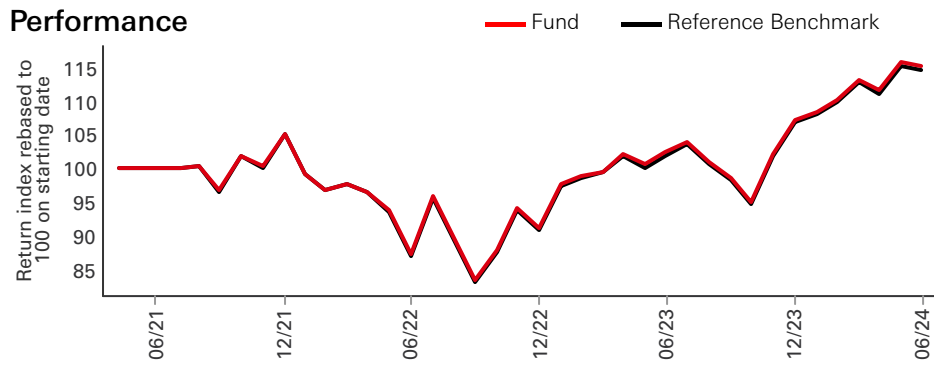
¹Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

Past performance does not predict future returns. The figures are calculated in the share class base currency, 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
Fund	7.42	-0.46	1.77	7.42	12.65	--	--	5.02
Reference Benchmark	7.23	-0.47	1.63	7.23	12.51	--	--	4.83
Tracking difference	0.19	0.02	0.15	0.19	0.15	--	--	0.19
Tracking error	--	--	--	--	0.07	--	--	0.10

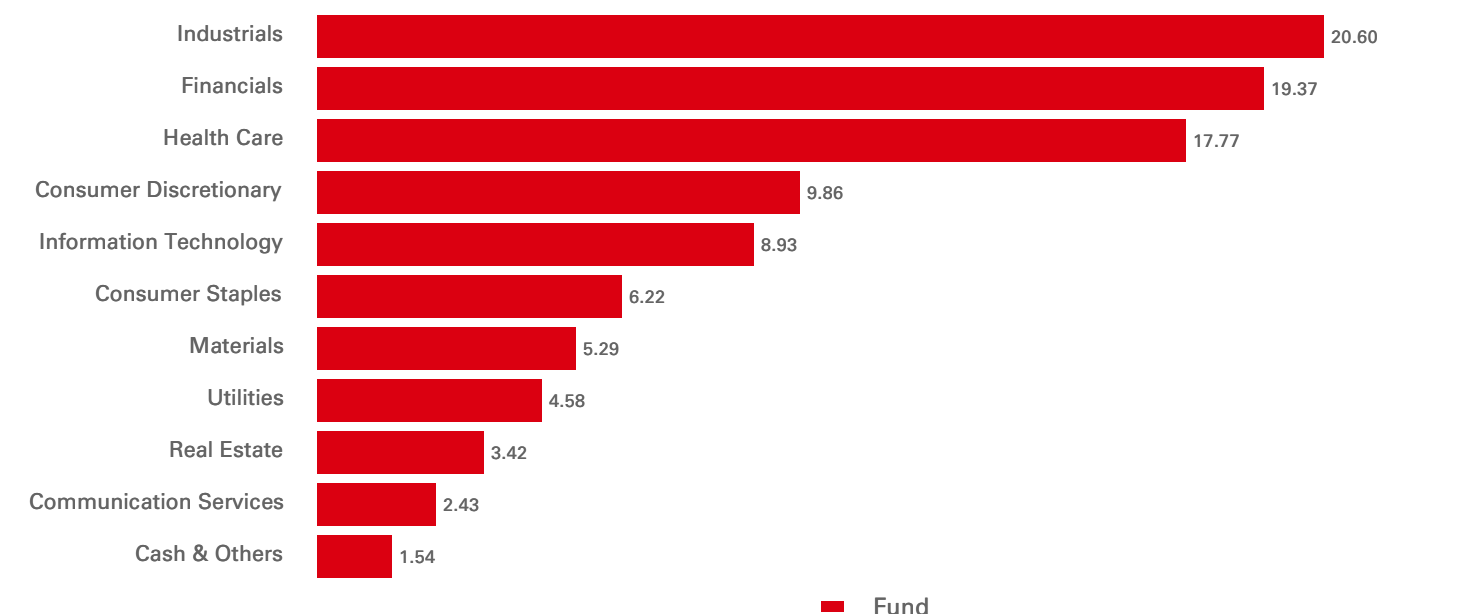
Rolling performance (%)	30/06/23-30/06/24	30/06/22-30/06/23	30/06/21-30/06/22	30/06/20-30/06/21	30/06/19-30/06/20
Fund	12.65	16.97	--	--	--
Reference Benchmark	12.51	16.90	--	--	--

Carbon footprint	Fund	Broad Market Index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	43.09	90.42	Fund	8.3	7.1	5.7	6.7
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ₂ e/USD million revenue) Source: S&P Global Trucost			Broad Market Index	7.9	6.7	5.4	6.5

Equity characteristics	Fund	Reference Benchmark
No. of holdings ex cash	255	259
Average market cap (EUR Mil)	110,028	110,068
Price/earning ratio	15.09	15.10

Benchmark information	
Index name	100% MSCI Europe Climate Paris Aligned Index
Index currency	EUR
Benchmark type	Net Return
TR Index Bloomberg Ticker	MXERCLNE
TR Index Reuters RIC	.MIEU0CPAONEU

Sector allocation (%)

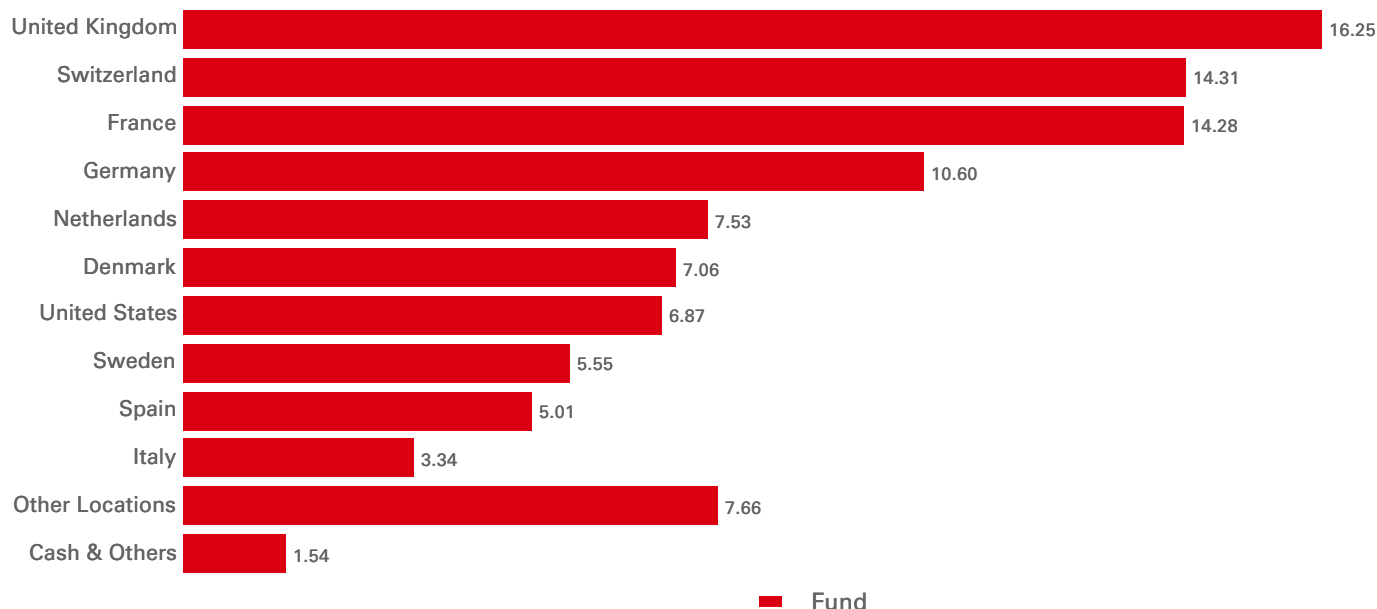


Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

Broad Market Index: MSCI Europe

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

Geographical allocation (%)



Top 10 holdings	Sector	Weight (%)
Novo Nordisk A/S	Health Care	4.82
ASML Holding NV	Information Technology	4.02
Schneider Electric SE	Industrials	2.47
AstraZeneca PLC	Health Care	2.46
ABB Ltd	Industrials	2.24
SAP SE	Information Technology	1.98
Novartis AG	Health Care	1.95
LVMH Moët Hennessy Louis Vuitton	Consumer Discretionary	1.94
Roche Holding AG	Health Care	1.90
Siemens AG	Industrials	1.63

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE		GBP	--	HPAE LN	HPAE.L	--	--
NYSE EURONEXT - EURONEXT PARIS	10 Aug 2021	EUR	09:00 - 17:30	HPAE FP	HPAE.PA	HPAEERIV	HPAEEURINAV=SOLA
LONDON STOCK EXCHANGE	06 Aug 2021	GBP	08:00 - 16:30	HPAE LN	HPAE.L	HPAGBPIV	HPAEGBPINAV=SOLA
BORSA ITALIANA SPA	11 Aug 2021	EUR	09:00 - 17:35	HPAE IM	HPAE.MI	HPAEERIV	HPAEEURINAV=SOLA
DEUTSCHE BOERSE AG-XETRA	10 Aug 2021	EUR	09:00 - 17:30	HPAE GY	HPAE.DE	HPAEERIV	HPAEEURINAV=SOLA
SIX SWISS EXCHANGE	27 Aug 2021	EUR	09:00 - 17:30	HPAE SW	HPAE.S	HPAEERIV	HPAEEURINAV=SOLA

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	0.00000	1,498.18978

Ten lowest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Broad Market Index	Carbon intensity emissions (tonnes CO ² e/USD million)
INDUSTRIVARDEN AB-A SHS	0.01	INDUSTRIVARDEN AB-A SHS	0.01
3I GROUP PLC	0.05	3I GROUP PLC	0.05
SAGAX AB-B	0.18	SAGAX AB-B	0.18
SWISS RE AG	0.24	HANNOVER RUECK SE	0.18
DNB BANK ASA	0.26	SWISS RE AG	0.24
GJENSIDIGE FORSIKRING ASA	0.29	DNB BANK ASA	0.26
SAMPO OYJ-A SHS	0.32	GJENSIDIGE FORSIKRING ASA	0.29
TRYG A/S	0.35	SAMPO OYJ-A SHS	0.32
SWISS LIFE HOLDING AG-REG	0.47	TRYG A/S	0.35
ADYEN NV	0.49	PHOENIX GROUP HOLDINGS PLC	0.42

Ten highest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Broad Market Index	Carbon intensity emissions (tonnes CO ² e/USD million)
AIR LIQUIDE SA	1,216.94	HEIDELBERG MATERIALS AG	3,185.96
INTERCONTINENTAL HOTELS GROU	811.38	LAFARGEHOLCIM LTD-REG	2,715.53
TERNA-RETE ELETTRICA NAZIONALE	589.68	RWE AG	2,286.06
ROCKWOOL A/S-B SHS	512.90	FORTUM OYJ	1,843.43
EDP-ENERGIAS DE PORTUGAL SA	454.20	ARCELORMITTAL	1,522.86
UPM-KYMMENE OYJ	394.29	OCI NV	1,456.17
ENEL SPA	392.81	AIR LIQUIDE SA	1,216.94
ANTOFAGASTA PLC	353.65	VOESTALPINE AG	894.68
REDEIA CORP SA	342.98	INTERCONTINENTAL HOTELS GROU	811.38
LUNDBERGS AB-B SHS	319.88	VEOLIA ENVIRONNEMENT	754.62

Company carbon data, can often be “partially disclosed”, i.e. partial geographic coverage, or incomplete operational data. Trucost* undertakes analysis and research to assess company reported results. The proprietary Trucost model enables an estimate of total emissions which relies on more than just reported financial data. Where securities are not covered by Trucost, HSBC assigns a proxy value based on the average intensity score of comparable companies.*Trucost are a division of S&P Global; they assess risks relating to climate change, natural resource constraints, and broader environmental, social, and governance factors.

Source of analytics: Trucost / HSBC

Broad Market Index: MSCI Europe

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

ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
NOVO NORDISK A/S-B	4.823%	8.6	4.8	5.6	7.0	8.6
ASML HOLDING NV	4.019%	10.0	4.8	10.0	8.0	9.9
SCHNEIDER ELECTRIC SE	2.470%	10.0	8.6	5.0	7.2	12.9
ASTRAZENECA PLC	2.460%	7.3	5.5	5.1	5.9	9.9
ABB LTD-REG	2.239%	10.0	8.2	5.3	6.2	15.7
SAP SE	1.976%	10.0	7.2	7.3	6.0	7.2
NOVARTIS AG-REG	1.950%	7.5	6.3	4.7	6.8	14.4
LVMH MOET HENNESSY LOUIS VUI	1.944%	7.6	8.4	4.2	4.9	3.3
ROCHE HOLDING AG-GENUSSCHEIN	1.855%	5.8	6.3	3.6	5.6	15.9
SIEMENS AG-REG	1.632%	8.2	7.8	4.2	6.1	13.6

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
NOVO NORDISK A/S-B	4.337%	8.6	4.8	5.6	7.0	8.6
ASML HOLDING NV	3.798%	10.0	4.8	10.0	8.0	9.9
NESTLE SA-REG	2.506%	6.3	4.7	4.0	5.7	58.9
ASTRAZENECA PLC	2.227%	7.3	5.5	5.1	5.9	9.9
SHELL PLC	2.110%	7.6	5.8	5.8	7.0	184.4
SAP SE	1.951%	10.0	7.2	7.3	6.0	7.2
NOVARTIS AG-REG	1.940%	7.5	6.3	4.7	6.8	14.4
LVMH MOET HENNESSY LOUIS VUI	1.940%	7.6	8.4	4.2	4.9	3.3
ROCHE HOLDING AG-GENUSSCHEIN	1.794%	5.8	6.3	3.6	5.6	15.9
HSBC HOLDINGS PLC	1.501%	7.4	7.3	5.1	5.2	7.6

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Source of analytics: Trucost / HSBC

Broad Market Index: MSCI Europe

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

ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
AMPLIFON SPA-RTS	0.000%	8.3	9.0	6.9	6.4	38.9
TELEPERFORMANCE	0.009%	6.3	10.0	5.0	7.0	16.5
LUNDBERGS AB-B SHS	0.010%	2.9	10.0	4.3	3.3	319.9
KONGSBERG GRUPPEN ASA	0.010%	9.4	3.6	7.3	6.8	3.9
LA FRANCAISE DES JEUX SAEM	0.010%	8.2	10.0	7.1	5.3	0.6
GRIFOLS SA	0.012%	4.6	7.7	4.3	4.5	31.4
HOLMEN AB-B SHARES	0.013%	7.6	5.9	8.0	4.1	34.5
SWATCH GROUP AG/THE-REG	0.018%	3.0	4.2	3.5	3.6	6.3
TEMENOS AG - REG	0.020%	10.0	5.6	6.7	8.0	6.0
AEGON LTD	0.020%	7.4	7.3	4.4	8.2	0.9

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
REMY COINTREAU	0.018%	8.0	6.7	4.7	7.2	5.1
SWATCH GROUP AG/THE-REG	0.020%	3.0	4.2	3.5	3.6	6.3
DIASORIN SPA	0.021%	4.4	9.6	4.4	5.9	13.9
VOLVO CAR AB-B	0.021%	6.6	7.6	3.6	5.0	9.0
TELECOM ITALIA SPA	0.022%	4.3	10.0	4.4	6.0	29.0
COVIVIO	0.022%	10.0	7.7	6.8	8.1	9.4
JDE PEET'S NV	0.022%	5.7	3.5	5.2	7.0	59.1
GRIFOLS SA	0.023%	4.6	7.7	4.3	4.5	31.4
SEB SA	0.023%	5.2	5.1	4.1	5.1	24.2
OCI NV	0.024%	7.1	5.2	4.4	6.1	1,456.2

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Source of analytics: Trucost / HSBC

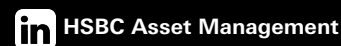
Broad Market Index: MSCI Europe

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

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.
- 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.

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Website: www.etf.hsbc.com
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To help improve our service and in the interests of security we may record and/or monitor your communication with us.

Glossary



Index disclaimer

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

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This fund is a sub-fund of HSBC ETFs plc ("the Company"), an investment company with variable capital and segregated liability between sub-funds, incorporated in Ireland as a public limited company, and is authorised by the Central Bank of Ireland. The company is constituted as an umbrella fund, with segregated liability between sub-funds. Shares purchased on the secondary market cannot usually be sold directly back to the Company.

Investors must buy and sell shares on the secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current Net Asset Value per share when buying shares and may receive less than the current Net Asset Value per Share when selling them. UK based investors in HSBC ETFs plc are advised that they may not be afforded some of the protections conveyed by the Financial Services and Markets Act (2000), ("the Act"). The Company is recognised in the United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC ETFs plc have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. Affiliated companies of HSBC Global Asset Management (UK) Limited may make markets in HSBC ETFs plc. All applications are made on the basis of the current HSBC ETFs plc Prospectus, relevant Key Investor Information Document ("KIID"), Supplementary Information Document (SID) and Fund supplement, 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 from a stockbroker or financial adviser. The indicative intra-day net asset value of the sub-fund[s] is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including www.reuters.com.

Investors and potential investors should read and note the risk warnings in the prospectus, relevant KIID and Fund supplement (where available) and additionally, in the case of retail clients, the information contained in the supporting SID.

Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Administrator by emailing ifsinvestorqueries@hsbc.com, or by visiting www.etf.hsbc.com. Details of the underlying investments of the fund are available on www.etf.hsbc.com. The indicative intra-day net asset value of the fund is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including www.reuters.com.

The most recent Prospectus is available in English, German and French. Key Investor Information Document (KID) are available in the local language where they are registered.

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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

Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund. Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.

Detailed information for article 8 and 9 sustainable investment products, as categorised under the Sustainable Finance Disclosure Regulation (SFDR), including; description of the environmental or social characteristics or the sustainable investment objective; methodologies used to assess, measure and monitor the environmental or social characteristics and the impact of the selected sustainable investments and; objectives and benchmark information, can be found at: <https://www.assetmanagement.hsbc.co.uk/en/intermediary/investment-expertise/sustainable-investments/sustainable-investment-product-offering>