

# HSBC Specialist Investment Funds

Interim Short Report

**15 March 2014**

## Important Notes

**This Interim Report covers the period 16 September 2013 to 15 March 2014.**

**Investments in stocks and shares can go down as well as up and investors may not get back the amount they originally invested. This can affect the price of shares within open-ended investment companies and the income from them.**

**Past performance should not be seen as an indication of future returns.**

**Your holding in an open-ended investment company must be regarded as a medium to long-term investment; this means for at least five years.**

**Where overseas securities are held the prices and income may also be affected by changes in currency exchange rates. It is possible that the value of an investment may fall below its original level.**

**Markets in some countries are described as 'emerging markets'. Some of these may involve a higher risk than where investment is within a more established market. These risks include the possibility of failed or delayed settlement, registration and custody of securities and the level of investor protection offered. Emerging markets are generally, but not exclusively, those that are not within the United States, Canada, Switzerland and members of the European Economic Area, Japan, Australia and New Zealand.**

**Please note any reference to "Fund" or "Funds" means a sub fund of the Company.**

**This report is issued in the UK by HSBC Global Asset Management (UK) Limited, authorised and regulated by the Financial Conduct Authority.**

**There are risks involved in investing in HSBC Specialist Investment Funds. Please refer to the Prospectus, Key Investor Information Document (KIID) and Supplementary Information Document (SID) for further details.**

**The information in this report is based on our understanding of current law and HM Revenue and Customs practice as at 15 March 2014. Both law and practice may of course change.**

**The views expressed are those of HSBC Global Asset Management (UK) Limited and do not constitute investment advice. No liability can be accepted for recipients acting independently on its content.**

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# Contact Details

## The Company

HSBC Specialist Investment Funds - Registered in England with Company Number IC000074

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## Registered Office

8 Canada Square, London E14 5HQ

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## Authorised Corporate Director (ACD) and Head Office

HSBC Global Asset Management (UK) Limited, 78 St James's Street, London SW1A 1EJ

HSBC Global Asset Management (UK) Limited is authorised and regulated by the Financial Conduct Authority (FCA) and is a member of the Investment Management Association (IMA).

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## Registrar (delegated to HSBC Bank plc)

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\*Lines are open Monday to Friday from 8am to 6pm, excluding public holidays.

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## Administrator (delegated to HSBC Bank plc) - postal address

PO Box 6189, Coventry, CV3 9HS

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## Auditor

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## Depository

State Street Trustees Limited, 525 Ferry Road, Edinburgh EH5 2AW

Authorised and regulated by the Financial Conduct Authority.

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## Website

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

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## Changes to the Scheme

### **Fund Closure**

Several Prospectus changes have been made to reflect that each of the following Funds has come to the end of its Capital Protected Period and is in the process of being wound up.

Capital Protected Fund - Issue 4 expired on 21 November 2013.

Capital Protected Fund - Issue 5 expired on 3 February 2014.

Capital Protected Fund - Issue 6 expired on 4 April 2014.

In addition, the winding up of the Capital Protected Fund - Issue 1, Capital Protected Fund - Issue 2, Capital Protected Fund - Issue 3 and the UK Smaller Companies Fund has now been completed and as the FCA authorisation for these Funds has been revoked, they have been removed from the Financial Services Register and consequently, from the Company documents.

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### **Foreign Account Tax Compliance Act (FATCA)**

The 'Foreign Account Tax Compliance Act' comes into force from 1 July 2014, and the Taxation section of the Prospectus issued on 21 November 2013 has been updated to reflect this.

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# UK Freestyle Fund

## Investment Objective

To provide long-term capital growth and income by investing in a concentrated portfolio of predominantly UK equities.

## Investment Policy

To invest in a concentrated portfolio of predominantly UK equities, with target delivery of absolute performance regardless of the prevailing market conditions. Stocks are selected regardless of their inclusion in market indices so there are no benchmark constraints.

## Investment Strategy

The Fund invests primarily in UK equities. To achieve this it invests across a range of stocks diversified by sectors.

## Risk Profile

The performance and value of shares is more volatile than other investments such as cash or bonds.

The Fund has little exposure to credit or cash flow risk. There are no borrowings or unlisted securities of a material nature and so there is little exposure to liquidity risk. The main risk it faces from its financial instruments is market price. The Authorised Corporate Director reviews policies for managing these risks in order to follow and achieve the Investment Objective and Policy as summarised above.

## Portfolio Activity

During the reporting period, the fund underperformed the FTSE All-Share index.

Over that period the best performing sectors in the index were Telecommunications, Health Care and Technology, while Utilities, Consumer Staples and Oil & Gas lagged the index.

In the portfolio, the stock selection in Consumer Discretionary, Financials and Industrials, as well as the overweight in Telecommunications contributed to a positive performance relative to the benchmark\*.

Offsetting some of those gains was the underweight and stock selection in Healthcare as well as the holdings in Energy and Utilities.

Some examples of stocks that contributed positively to the overall performance of the portfolio were Signet Jewelers, Howden Joinery Group and Resolution. Meanwhile stocks such as Wood Group (John) and Centrica detracted from performance.

Key purchases during the period included: Wolseley, Rexam and GKN.

Sales during the period comprised: Petrofac, Barclays and Inmarsat.

\*As the Fund has no official benchmark the indicative index is the FTSE All-Share index (for illustrative purposes only).

*Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.*

## Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Income	131.1p	133.4p
Retail Accumulation	172.7p	170.3p

## Fund Facts

*XD date:* 16 September

*Distribution payment date:* 15 November

## Ongoing Charges Figure (OCF)

As at 15.3.14 - 1.65%

As at 15.9.13 - 1.65%

The OCFs shown above are calculated on the Retail Accumulation share class.

## Performance Record

### Percentage Change

#### 6 months

1.41

#### 1 year

6.28

#### 3 years

27.83

#### 5 years

107.85

#### Since launch\*

72.70

\*The Fund was launched on 1.3.05.

Please note that the above figures refer to the past and that past performance is not a reliable indication of future returns.

Performance is cumulative over the period indicated to 15 March 2014.

(Source: Morningstar Direct, GBP, UK net of tax, for the Retail Accumulation share class. Returns based on the NAV, which is a single price.)

## Portfolio Information

### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14
+ HSBC Holdings (London listed)	5.38
Signet Jewelers	4.45
Resolution	4.26
British Telecom Group	4.18
GlaxoSmithKline	4.12
+ related party	

Holding	% of Fund value as at 15.9.13
+ HSBC Holdings (London listed)	6.02
Centrica	4.25
Kingfisher	4.24
Resolution	4.12
BG Group	4.03
+ related party	

### Investment Allocation

	15.3.14 %	15.9.13 %
Financials	19.42	20.12
Industrials	18.51	6.29
Consumer Services	14.88	17.49
Consumer Goods	13.82	11.25
Oil & Gas	10.05	14.12
Telecommunications	7.91	9.92
Basic Materials	5.60	8.83
Healthcare	4.12	3.92
Utilities	3.55	4.25
Net other assets	2.14	3.81

# European Growth Fund

## Investment Objective

To provide long-term capital growth by investing predominantly in continental Europe.

## Investment Policy

To invest predominantly in securities in continental European markets.

## Investment Strategy

The Fund invests mainly in Europe (excluding UK) equities. To achieve this it invests across a range of stocks diversified by country and sector.

## Risk Profile

The Fund invests mainly in European equities. The performance and value of shares is more volatile than other investments such as cash or bonds. Changes in currency rates may also affect performance and value.

The Fund has little exposure to credit or cash flow risk. There are no borrowings or unlisted securities of a material nature and so there is little exposure to liquidity risk. The main risks it faces from its financial instruments are market price and foreign currency. The Authorised Corporate Director reviews policies for managing these risks in order to follow and achieve the Investment Objective and Policy as summarised above.

## Portfolio Activity

The fund underperformed the FTSE World Europe (excluding UK) index during the reporting period.

Overall, the country allocation was positive, while the sector allocation had a negative effect on performance over the reporting period. The overweight position in Technology along with a good stock selection contributed positively to performance. Meanwhile, the overweight allocation in Oil & Gas and the underweight exposure to Utilities detracted from performance.

Stock selection had a negative impact on performance over the reporting period. It did prove positive within Technology, Consumer Services and Healthcare. However, weak stock selection in Oil & Gas, Consumer Goods and Industrials proved detrimental.

Key purchases during the period included: Nutreco, Cap Gemini and Novo Nordisk B.

Sales during the period comprised: Neopost, Software AG bearer and Telecom Italia.

*Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.*

## Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Income	544.9p	559.9p
Retail Accumulation	613.6p	616.7p

## Fund Facts

*XD date:* 16 September

*Distribution payment date:* 15 November

## Ongoing Charges Figure (OCF)

As at 15.3.14 - 1.65%

As at 15.9.13 - 1.70%

The OCFs shown above are calculated on the Retail Accumulation share class.

## Performance Record

### Percentage Change

#### 6 months

(0.50)

#### 1 year

4.42

#### 3 years

4.64

#### 5 years

85.49

#### 10 years

101.31

Figures in brackets denote negative figures.

Please note that the above figures refer to the past and that past performance is not a reliable indication of future returns.

Performance is cumulative over the period indicated to 15 March 2014.

(Source: Morningstar Direct, GBP, UK net of tax, for the Retail Accumulation share class. Returns based on the NAV, which is a single price.)

## Portfolio Information

### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14
Societe Generale	4.23
Roche Holding	4.23
Credit Suisse (registered)	4.21
Brenntag	4.16
Legrand Promesses	4.15

Holding	% of Fund value as at 15.9.13
BNP Paribas	4.47
Societe Generale	4.38
Credit Suisse (registered)	4.35
Volkswagen	4.27
Software AG bearer	4.27

### Country Allocation

	15.3.14 %	15.9.13 %
France	37.40	41.20
Germany	15.04	18.24
Switzerland	14.95	15.95
Spain	8.29	5.02
Netherlands	7.76	3.66
Ireland	6.60	6.18
Denmark	3.48	0.04
Italy	2.26	3.13
Sweden	2.03	1.72
Finland	1.42	2.06
Norway	0.00	0.46
Net other assets	0.77	2.34

# Asian Growth Fund

## Investment Objective

To provide long-term capital growth by investing in the Far East (excluding Japan).

## Investment Policy

To invest in a diverse portfolio of securities quoted on Far Eastern stock markets (excluding Japan).

## Investment Strategy

The Fund invests mainly in Asia (excluding Japan) equities. To achieve this it invests across a range of stocks diversified by country and sector.

## Risk Profile

The Fund invests mainly in Asian equities. The performance and value of shares is more volatile than other investments such as cash or bonds. Changes in currency rates may also affect performance and value.

The Fund has little exposure to credit or cash flow risk. There are no borrowings or unlisted securities of a material nature and so there is little exposure to liquidity risk. The Authorised Corporate Director reviews policies for managing these risks in order to follow and achieve the Investment Objective and Policy as summarised above.

## Portfolio Activity

Country allocation weighed on performance over the reporting period. Our overweight in China detracted amid sprawling concerns on the slowing growth momentum of the world's second largest economy. Our underweight in Hong Kong and cash position also proved to be detrimental to performance.

Stock selection had a positive impact on performance, particularly selection within Hong Kong stocks, whilst weak selection in Chinese investments detracted from performance.

Key purchases during the period included: Samsung Electronics, CNOOC and Samsung Heavy Industries.

Sales during the period comprised: PTT, China Cinda Asset Management and Noble Group.

*Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.*

## Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Income	81.87p	89.00p
Retail Accumulation	89.97p	96.91p

## Fund Facts

*XD date:* 16 September

*Distribution payment date:* 15 November

## Ongoing Charges Figure (OCF)

As at 15.3.14 - 1.67%

As at 15.9.13 - 1.90%

The OCFs shown above are calculated on the Retail Accumulation share class.

## Performance Record

### Percentage Change

#### 6 months

(7.16)

#### 1 year

(14.96)

#### 3 years

(12.65)

#### 5 years

54.08

#### 10 years

112.95

Figures in brackets denote negative figures.

Please note that the above figures refer to the past and that past performance is not a reliable indication of future returns.

Performance is cumulative over the period indicated to 15 March 2014.

(Source: Morningstar Direct, GBP, UK net of tax, for the Retail Accumulation share class. Returns based on the NAV, which is a single price.)

## Portfolio Information

### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14
Samsung Electronics	8.71
Taiwan Semiconductor Manufacturing	6.54
CNOOC	4.03
Hyundai Motor	3.74
China Mobile (Hong Kong)	3.31

Holding	% of Fund value as at 15.9.13
Samsung Electronics	6.86
Taiwan Semiconductor Manufacturing	5.38
China Mobile (Hong Kong)	3.96
Hyundai Motor	3.59
CNOOC	2.83

### Country Allocation

	15.3.14 %	15.9.13 %
Korea	25.90	24.26
Hong Kong	20.70	18.01
Taiwan	13.46	11.79
China	11.38	11.25
Cayman Islands	6.98	8.72
Thailand	4.45	7.91
Singapore	5.33	6.74
Indonesia	4.36	4.23
Malaysia	2.43	2.00
Bermuda	0.00	1.04
Net other assets	5.01	4.05

# Chinese Equity Fund

## Investment Objective

To provide long-term capital growth by investing at least two thirds of its total non-cash assets in a well-diversified portfolio of equities and equity-related securities of companies which have their registered office in, and with an official listing on a major stock exchange or other regulated market of the People's Republic of China, including Hong Kong SAR, as well as those companies which carry out a predominant part of their business activities in China.

## Investment Policy

To invest primarily in a diverse portfolio of equities and equity-related securities of companies which have their registered office in, and with an official listing on a major stock exchange or other regulated market of the People's Republic of China ('China'), including Hong Kong SAR, as well as those companies which carry out a predominant part of their business activities in China.

## Investment Strategy

The Fund invests in Chinese equities. To achieve this it invests across a range of stocks diversified by sector.

## Risk Profile

The Fund invests mainly in Chinese equities.

The performance and value of shares is more volatile than other investments such as cash or bonds. Changes in currency rates may also affect performance and value.

The Fund has little exposure to credit or cash flow risk. There are no borrowings or unlisted securities of a material nature and so there is little exposure to liquidity risk. The main risks it faces from its financial instruments are market price and foreign currency. The Authorised Corporate Director reviews policies for managing these risks in order to follow and achieve the Investment Objective and Policy as summarised above.

## Portfolio Activity

Asset allocation was positive to performance over the reporting period. Our underweight position in Telecommunications added significant value, while our overweight in Utilities also contributed positively to the Fund. On the other hand, our underweight in the Healthcare sector detracted.

Stock selection also gave a lift to performance over the reporting period. The positive effect was mainly driven by our selection within Consumer Services. Selection in energy was also positive.

Key purchases during the period included: China Life Insurance, PetroChina H and China Petroleum & Chemical H.

Sales during the period comprised: CNOOC, China Mobile (Hong Kong) and China Railway Group H.

*Please note that the above information refers to the past and that past performance is not a reliable indication of future returns.*

## Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Income	250.2p	286.6p
Retail Accumulation	287.2p	325.6p

## Fund Facts

*XD date:* 16 September

*Distribution payment date:* 15 November

## Ongoing Charges Figure (OCF)

As at 15.3.14 - 1.78%

As at 15.9.13 - 2.07%

The OCFs shown above are calculated on the Retail Accumulation share class.

## Performance Record

## Percentage Change

## 6 months

(11.79)

## 1 year

(12.57)

## 3 years

(13.29)

## 5 years

28.79

## Since launch\*

36.31

\*On 2 February 2009, the Fund ceased to use a Greater China Strategy, and changed to a new Investment Objective, Policy and name. Performance has been calculated from that date.

Figures in brackets denote negative figures.

Please note that the above figures refer to the past and that past performance is not a reliable indication of future returns.

Performance is cumulative over the period indicated to 15 March 2014.

(Source: Morningstar Direct, GBP, UK net of tax, for the Retail Accumulation share class. Returns based on the NAV, which is a single price.)

## Portfolio Information

## Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14
Tencent Holdings	9.36
China Construction Bank	6.69
Industrial & Commercial Bank of China	6.30
China Petroleum & Chemical H	5.25
Bank of China	4.68

Holding	% of Fund value as at 15.9.13
China Construction Bank	9.22
Industrial & Commercial Bank of China	8.01
China Mobile (Hong Kong)	7.63
Tencent Holdings	7.59
CNOOC	6.92

## Investment Allocation

	15.3.14 %	15.9.13 %
Financials	34.23	42.35
Oil & Gas	20.40	17.98
Industrials	12.53	11.20
Technology	10.47	8.49
Consumer Goods	8.01	7.13
Utilities	4.70	3.37
Telecommunications	4.24	7.63
Healthcare	1.49	0.00
Consumer Services	1.19	0.00
Basic Materials	0.00	0.25
Net other assets	2.74	1.60

# Capital Protected Funds

## Investment Objective

To provide, at the end of each “Capital Protected Period”, a return being at least 100% of the value of each share held at the commencement of each Capital Protected Period plus the amount of any initial charge or “Capital Protection Charge”, as appropriate, levied in respect of the relevant Capital Protected Period. In addition, the value of each share shall be increased by, a percentage participation, the “Participation Rate”, in the capital rise, if any, during each Capital Protected Period, in the “Relevant Index”, after allowing for averaging.

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## Investment Policy

The Fund will hold the Scheme property, during any cash period, in cash, near cash, deposits and/or money market based collective investment schemes until the commencement of the initial Capital Protected Period.

Thereafter the Scheme property will be invested in collateralised derivative instruments (‘the Derivatives’), designed to provide the return, percentage participation and if applicable any Early Release Feature referred to in the Investment Objective of the Fund. After the expiry of the Derivatives, the Scheme property will revert to being held in cash, near cash, deposits, money market instruments and/or money market based collective investment schemes for the duration of any subsequent cash period. Thereafter the Scheme property will again be invested in the Derivatives during any subsequent Capital Protected Period, to meet the Investment Objective of the Fund, with revised parameters specified in the latest Prospectus.

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## Investment Strategy

The strategy of the Fund is to invest, during the Capital Protected Period, primarily in collateralised derivative instruments (‘the Derivatives’), designed to provide the return referred to in the Investment Objective of the Fund and in cash, near cash, deposits and/or money market based collective investment schemes before and after the Capital Protected Period and after the Early Release Feature is triggered (if applicable).

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## Risk Profile

The Fund has little exposure to credit or cash flow risk. There are no material borrowings or unlisted securities of a material nature and so there is little exposure to liquidity risk. The main risks it faces from its financial instruments are market price and foreign currency. The Authorised Corporate Director reviews policies for managing these risks in order to follow and achieve the Investment Objective and Policy as summarised above.

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## Fund Facts

*XD date:* 16 September

*Distribution payment date:* 15 November

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## Ongoing Charges Figure (OCF)

The Capital Protected Funds have incurred no expenses during the period and subsequently no OCF calculation has been performed.

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## Capital Protected Fund - Issue 6

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	116.9p	115.9p

The Fund was launched on 21 January 2008 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 4 April 2014	99.99	+ 6yr Autocallable Growth Structure 4 April 2014	99.99
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	99.99	Other investments	99.99
Net other assets	0.01	Net other assets	0.01

## Capital Protected Fund - Issue 7

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	121.9p	120.3p

The Fund was launched on 17 March 2008 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 13 June 2014	99.99	+ 6yr Autocallable Growth Structure 13 June 2014	99.99
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	99.99	Other investments	99.99
Net other assets	0.01	Net other assets	0.01

## Capital Protected Fund - Issue 8

<b>Fund Prices</b>		
Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	106.3p	105.9p
The Fund was launched on 14 April 2008 at 100p.		

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 10 July 2014	99.99	+ 6yr Autocallable Growth Structure 10 July 2014	99.99
+ related party			
<b>Investment Allocation</b>	<b>15.3.14</b>		<b>15.9.13</b>
	%		%
Other investments	99.99	Other investments	99.99
Net other assets	0.01	Net other assets	0.01

## Capital Protected Fund - Issue 9

<b>Fund Prices</b>		
Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	135.1p	131.5p
The Fund was launched on 27 May 2008 at 100p.		

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 29 August 2014	99.99	+ 6yr Autocallable Growth Structure 29 August 2014	99.99
+ related party			
<b>Investment Allocation</b>	<b>15.3.14</b>		<b>15.9.13</b>
	%		%
Other investments	99.99	Other investments	99.99
Net other assets	0.01	Net other assets	0.01

## Capital Protected Fund - Issue 10

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	133.0p	135.9p

The Fund was launched on 30 June 2008 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 3 October 2014	100.00	+ 6yr Autocallable Growth Structure 3 October 2014	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 11

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	167.5p	164.9p

The Fund was launched on 26 August 2008 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 21 November 2014	100.00	+ 6yr Autocallable Growth Structure 21 November 2014	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 12

<b>Fund Prices</b>		
Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	162.7p	160.3p
The Fund was launched on 29 September 2008 at 100p.		

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 30 January 2015	100.00	+ 6yr Autocallable Growth Structure 30 January 2015	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 13

<b>Fund Prices</b>		
Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	144.4p	144.0p
The Fund was launched on 22 October 2008 at 100p.		

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 6 February 2015	100.00	+ 6yr Autocallable Growth Structure 6 February 2015	99.99
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	99.99
Net other assets	0.00	Net other assets	0.01

## Capital Protected Fund - Issue 14

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	142.6p	141.1p

The Fund was launched on 1 December 2008 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 27 February 2015	100.00	+ 6yr Autocallable Growth Structure 27 February 2015	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 15

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	128.3p	125.8p

The Fund was launched on 16 March 2009 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 19 June 2015	100.00	+ 6yr Autocallable Growth Structure 19 June 2015	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 16

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	122.7p	120.6p

The Fund was launched on 8 June 2009 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 11 September 2015	100.00	+ 6yr Autocallable Growth Structure 11 September 2015	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 17

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	121.1p	119.3p

The Fund was launched on 24 August 2009 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 6yr Autocallable Growth Structure 20 November 2015	99.98	+ 6yr Autocallable Growth Structure 20 November 2015	99.98
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	99.98	Other investments	99.98
Net other assets	0.02	Net other assets	0.02

## Capital Protected Fund - Issue 18

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	118.8p	118.2p

The Fund was launched on 8 February 2010 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 5.5yr Autocallable Growth Structure 9 November 2015	100.00	+ 5.5yr Autocallable Growth Structure 9 November 2015	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Capital Protected Fund - Issue 19

### Fund Prices

Share class	Net asset value per share as at 14.3.14	Net asset value per share as at 13.9.13
Retail Accumulation	119.7p	119.1p

The Fund was launched on 26 April 2010 at 100p.

### Portfolio Information

#### Major Holdings

The Fund's five largest holdings, or holdings above 5%, at the end of this period and the previous period are shown below.

Holding	% of Fund value as at 15.3.14	Holding	% of Fund value as at 15.9.13
+ 5.5yr Autocallable Growth Structure 18 January 2016	100.00	+ 5.5yr Autocallable Growth Structure 18 January 2016	100.00
+ related party			
Investment Allocation	15.3.14		15.9.13
	%		%
Other investments	100.00	Other investments	100.00
Net other assets	0.00	Net other assets	0.00

## Risk and Reward Profile

Fund	Rating*
UK Freestyle Fund	6
European Growth Fund	6
Asian Growth Fund	6
Chinese Equity Fund	6 <sup>†</sup>
Capital Protected Fund - Issue 6	1
Capital Protected Fund - Issue 7	1
Capital Protected Fund - Issue 8	1
Capital Protected Fund - Issue 9	1
Capital Protected Fund - Issue 10	1
Capital Protected Fund - Issue 11	1
Capital Protected Fund - Issue 12	1
Capital Protected Fund - Issue 13	1
Capital Protected Fund - Issue 14	1
Capital Protected Fund - Issue 15	1
Capital Protected Fund - Issue 16	1
Capital Protected Fund - Issue 17	1
Capital Protected Fund - Issue 18	1
Capital Protected Fund - Issue 19	1

**Lower risk** **Higher risk**

← →

Typically lower rewards Typically higher rewards

1	2	3	4	5	6	7
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<sup>†</sup> The previous risk rating for this Fund was 7, up until February 2014.

### \*More About this Rating

The rating is based on price volatility over the last five years, and is an indicator of absolute risk. Historical data may not be a reliable indication for the future. The rating is not guaranteed to remain unchanged and the categorisation may shift over time. The lowest rating does not mean a risk-free investment.

For further information on the specific risks applicable to each Fund please visit [www.assetmanagement.hsbc.com/uk](http://www.assetmanagement.hsbc.com/uk)

## General Information

### Published Prices

The prices of shares are updated daily on the following websites:

[www.assetmanagement.hsbc.com/uk](http://www.assetmanagement.hsbc.com/uk) and [www.investinginfunds.org/ways-to-buy-and-sell-funds.html](http://www.investinginfunds.org/ways-to-buy-and-sell-funds.html)

Alternatively you can call our Investments Helpline on 0845 745 6123\* (Textphone 0845 766 0391).

\*To help us continually improve our service, and in the interests of security, we may monitor and/or record your communications with us. Lines are open Monday to Friday from 8am to 6pm, excluding public holidays.

### Report and Accounts

Copies of the Annual and Interim Long Form and Short Report and Accounts are available free of charge on request to the Administrator. You can also view them online on the following website: [www.assetmanagement.hsbc.com/uk](http://www.assetmanagement.hsbc.com/uk)

### Directors

The Authorised Corporate Director (ACD) is HSBC Global Asset Management (UK) Limited which is the sole director. HSBC Global Asset Management (UK) Limited is authorised and regulated by the Financial Conduct Authority.

### HSBC Global Asset Management (UK) Limited - Directors

S. Chandrasekharan	A.C. Corfield
C.S. Cheetham	J. Ellerby
A. Clark	E.R. Stokes

## Quick Reference Guide to HSBC Specialist Investment Funds

Name of OEIC Fund	UK Freestyle	European Growth	Asian Growth	Chinese Equity	Capital Protected Issues 6-19#
Number of distributions per year	1	1	1	1	1
Distribution dates	15 Nov	15 Nov	15 Nov	15 Nov	15 Nov
Lump sum minimum investment level	£1,000	£1,000	£1,000	£1,000	£1,000#
Regular Saver minimum investment level	£50	£50	£50	£50	N/A
Authorised Corporate Director charge % †	1.50	1.50	1.50	1.50	0.00
Available as an ISA	Yes	Yes	Yes	Yes	Yes
In ISA can income be paid	No	No	No	No	No
Income shares available	Yes	Yes	Yes	Yes	No
Accumulation shares available	Yes	Yes	Yes	Yes	Yes
Historic research of files*	£25 per hour including VAT - all Funds				
Duplicate tax voucher*	£5 per voucher including VAT - all Funds				
Duplicate tax vouchers* (more than one)	£25 per voucher including VAT - all Funds				
European Savings Directive in scope for distributions/redemptions	No/No	No/No	No/No	No/No	No/No

\* Charges for additional services. The ACD reserves the right to apply these charges and amend them subject to the annual rate of the Retail Price Index.

† This information relates to the retail share class.

# Funds closed to new investment.

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

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