

HSBC MULTI FACTOR WORLDWIDE EQUITY UCITS ETF[^]

Active systematic

March 2020

For UK retail clients

The HSBC MULTI FACTOR WORLDWIDE EQUITY UCITS ETF is an open ended UCITS V compliant exchange-traded fund incorporated in Ireland

Fund objective

The investment objective of the Fund is to achieve capital growth over the long term. The Fund invests mainly in equities of companies incorporated anywhere in the world including emerging markets. The Fund is an actively managed UCITS ETF. Specifically, in ordinary market conditions the Fund invests a minimum of 90% of net assets in equities (i.e., shares) or equity equivalent securities of companies incorporated anywhere in the world including emerging markets.

The Investment Manager identifies stocks from a universe of investable equities and uses a proprietary systematic investment process to create a portfolio which focus on risk premia offered by exposure to factors such as value, momentum, quality, size and low risk. The model may use factors such as, for example:

- Value: Value strategies seek to distinguish between undervalued and overvalued stocks.
- Quality: Quality strategies seek to distinguish between companies with high profitability, low leverage and high quality of earning, which are considered as quality companies, versus those companies with lower profitability, higher leverage and lower earnings quality.
- Momentum: Momentum strategies seek to distinguish between stocks and/or industries with higher recent performance and lower recent performance, with recent performance being within the previous 12 months.
- Low Risk: Low Risk strategies seeks to distinguish between more volatile and less volatile stocks.
- Size: Size strategies seek to distinguish between large and small companies by market capitalisation of each company as well as total assets and sales.

Key facts

- Actively managed
- Listed on London Stock Exchange
- Currency listing in GBP and USD
- Fund registered in several European countries: UK, France, Germany, Italy, Netherlands, Spain, Sweden. Switzerland

Risk of investing in the fund

Market risk: The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested.

Currency exchange risk: Where overseas investments are held the rate of currency exchange may also cause the value of such investments to fluctuate.

Emerging market risk: Investments in emerging markets are by their nature higher risk and potentially more volatile than those inherent in some established markets.

Derivative risk: A small movement in the value of the underlying asset can cause a large movement in the value of the derivative.

You should read and note the risk warnings in the prospectus, the relevant Key Investor Information Document (KIID) and the details in the Supplementary Information Document (SID).

[^] Until 25th October 2017 the name of the Fund was HSBC Worldwide Equity UCITS ETF

Fund details

UCITS V compliant	Yes
Fund domicile	Ireland
UK reporting fund status (UKRF)	Yes
ISA eligible	Yes
SIPP eligible	Yes
Issuer	HSBC ETFs Plc
Fund manager	HSBC Global Asset Management (UK) Ltd
Depository	HSBC Institutional Trust Services (Ireland) DAC
Fund administrator	HSBC Securities Services (Ireland) DAC
Benchmark	MSCI All-Country World Index***
Number of holdings	302
<i>Published daily on etf.hsbc.com website</i>	
Investment strategy method	Active systematic
Base currency	USD
Fund inception date	04/07/2014
Listing date	08/07/2014
Fiscal year end	31 December
Ongoing charge figure (OCF)*	0.25%
Entry/Exit/Performance fees	No
Net asset value (NAV) per share	\$15.93
Shares outstanding	19,838,343
Assets under management	\$316,018,955
Dividend treatment	Distribution
Dividend frequency	Quarterly
Dividend currency	USD
Dividend per share	\$0.0678
Dividend yield**	2.65%
Dividend ex date	16/01/2020

*The ongoing charges figure is based on expenses over a year. The figure excludes transaction costs

**Gross trailing 12 month yield.

***Until 25 October 2017 the Benchmark was HSBC Worldwide Index

ISIN	IE00BKZGB098
SEDOL GBP	BKZGB10
SEDOL USD	BKZGB09
Ticker GBP	HWWA LN
Ticker USD	HWWD LN

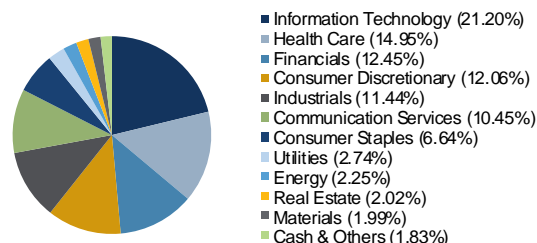
Index Information

Index name	MSCI All-Country World Index
Index currency	USD
Benchmark type	Total Return (Net)
Index rebalancing frequency	Quarterly
TR index Bloomberg ticker	NDUEACWF
TR index Reuters RIC	.dMIWD00000NUS

Source: HSBC Global Asset Management (UK) Limited.
All data as at 31/03/2020.

HSBC 
Global Asset Management

Sector allocation of the Fund

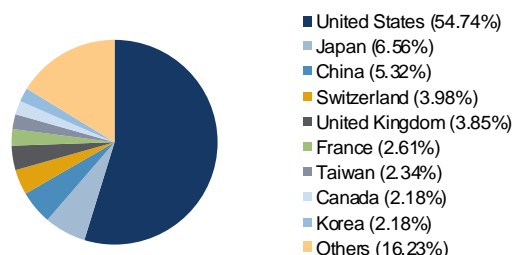


Those financial derivative instruments (such as futures or warrants) used to gain market access are reflected in the country and sector breakdowns as the underlying equities to which economic exposure is obtained.

Top 10 holdings of the Fund

Microsoft Corp	3.37%	Intel Corp	1.11%
Apple Inc	2.80%	Samsung Electronics Co Ltd	1.03%
Amazon.com Inc	2.03%	Facebook Inc	0.99%
Alphabet Inc	2.02%	AT&T Inc	0.98%
Roche Holding AG	1.15%	PepsiCo Inc	0.93%

Geographical Allocation of the Fund



Others: Australia (1.64%), Germany (1.61%), Denmark (1.47%), Netherlands (1.41%), Russia (1.26%), India (1.07%), Hong Kong (0.74%), Singapore (0.65%), Italy (0.49%), Spain (0.42%), Brazil (0.40%), Israel (0.39%), Thailand (0.38%), Norway (0.35%), New Zealand (0.31%), Turkey (0.30%), Austria (0.26%), Greece (0.26%), Malaysia (0.16%), Mexico (0.15%), Indonesia (0.14%), Belgium (0.11%), Colombia (0.10%), South Africa (0.10%), Ireland (0.08%), Poland (0.06%), Chile (0.06%), Portugal (0.03%), Finland (0.02%), Cash & Others (1.83%)

Source: HSBC Global Asset Management (UK) Limited.
All data as at 31/03/2020

Yearly fund performance (%)

	31/03/15- 31/03/16	31/03/16- 31/03/17	31/03/17- 31/03/18	31/03/18- 31/03/19	31/03/19- 31/03/20
HSBC MULTI FACTOR WORLDWIDE EQUITY UCITS ETF ¹	-4.60	14.66	14.81	0.38	-14.02
Benchmark ²	-4.65	15.22	15.17	2.68	-11.26

Fund and Index performance (%)

	1 month	3 months	1 year	3 years ann.	5 years ann.	Since inception ann.
HSBC MULTI FACTOR WORLDWIDE EQUITY UCITS ETF ¹	-14.09	-22.24	-14.02	-0.31	1.62	1.52
Benchmark ²	-13.50	-21.37	-11.26	1.62	2.89	2.58

¹ Until 25th October 2017 the name of the fund was HSBC Worldwide Equity Index UCITS ETF

² Until 25 October 2017 the Benchmark was HSBC Worldwide Index

Source: HSBC Global Asset Management (UK) Limited. All data as at 31/03/2020.

Past performance is not an indicator of future returns.

Performance is shown using the net asset value of the fund, calculated from the closing price of the underlying securities.

Performance is shown after fees including re-invested dividends in the base currency of the fund and does not take into account any currency exposure that may exist against the trading currency of the fund, where this is different.

Further information on HSBC ETFs Tel: +44 (0) 207 991 3296

E-mail: etf.sales@hsbc.com

Website: www.etf.hsbc.com

Fund information: The HSBC ETFs are sub-funds 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 HSBC ETFs plc. 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.

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Index risk: The index will be exposed to a number of risks and potential investors should be aware that the value of investments based on the index can go down as well as up and they may not get back the amount originally invested.

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Further information can be found in the prospectus.