

HSBC MSCI JAPAN UCITS ETF

Physical replication

March 2020

For UK retail clients

The HSBC MSCI JAPAN 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 replicate the performance of the MSCI Japan Index (the "Index"), while minimising as far as possible the tracking error between the Fund's performance and that of the Index. The Index is a free float adjusted market-capitalisation index designed to measure large and mid cap Japanese equity market performance the securities of which are currently listed on Japanese exchanges. It is feasible, however, that additional stocks may be added to the Index in the future which are listed on other Recognised Markets.

Key facts

- Physical replication approach
- Listed on London Stock Exchange, Euronext Paris, SIX Swiss Exchange and Xetra Deutsche Börse
- Multi currency listing in GBP, EUR and USD
- Fund registered in several European countries: UK, France, Germany, Italy, Ireland, Netherlands, Spain, Sweden, Switzerland
- Fund registered in Hong Kong

Risk of investing in the fund

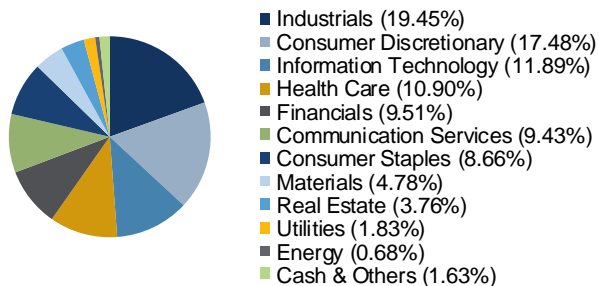
Market risk: The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested.

Geographic risk: This sub-fund invests predominantly in one geographic area; therefore any decline in the economy of this area may affect the prices and value of the underlying assets.

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

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).

Sector allocation of the Fund



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 Japan Index
Number of holdings	324
Published daily on etf.hsbc.com website	
Replication method	Physical replication
Base currency	USD
Fund inception date	23/03/2010
Listing date	24/03/2010
Fiscal year end	31 December
Ongoing charge figure (OCF)*	0.19%
Entry/Exit/Performance fees	No
Net asset value (NAV) per share	\$28.71
Shares outstanding	4,751,273
Assets under management	\$136,410,236
Dividend treatment	Distribution
Dividend frequency	Semi-annual
Dividend currency	USD
Dividend per share	\$0.2987
Dividend yield**	2.19%
Dividend ex date	06/02/2020

*The ongoing charges figure is based on expenses over a year. The figure excludes transaction costs **Gross trailing 12 month yield.

ISIN	IE00B5VX7566
SEDOL GBP	B5VX756
SEDOL USD	B4V1TC4
Ticker GBP	HMJP
Ticker USD	HMJD

Index Information

Index name	MSCI Japan Index
Index currency	USD
Benchmark type	Total Return (Net)
Index rebalancing frequency	Quarterly
TR index Bloomberg ticker	NDDUJN
TR index Reuters RIC	.dMJP0000NUS

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

About the Index

The benchmark of the Fund is the MSCI Japan Index as calculated by MSCI Inc.

The Index is a free float adjusted market capitalization index designed to measure large and mid cap Japanese equity market performance the securities of which are currently listed on Japanese exchanges. It is feasible, however, that additional stocks may be added to the Index in the future which are listed on other Recognised Markets.

The Index is a member of the MSCI International Equity Index Series and represents the Japanese equity portion of the global benchmark MSCI All Country World Index ("MSCI ACWI"). The Index is calculated in Japanese Yen at the end of each trading day. The composition of the Index is reviewed on a quarterly basis and carried out according to the published rules governing the management of the Index as set out by MSCI Inc.

Top 10 holdings of the Fund

Toyota Motor Corp	4.51%	Mitsubishi UFJ Financial Group Inc	1.51%
Sony Corp	2.49%	Takeda Pharmaceutical Co Ltd	1.51%
Keyence Corp	1.93%	Nintendo Co Ltd	1.42%
SoftBank Group Corp	1.81%	NTT DOCOMO Inc	1.37%
KDDI Corp	1.72%	Kao Corp	1.29%

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 MSCI JAPAN UCITS ETF	-7.45	14.23	18.60	-7.37	-6.89
MSCI Japan Net	-7.06	14.44	18.81	-7.19	-6.69

Fund and Index performance (%)

	1 month	3 months	1 year	3 years ann.	5 years ann.	Since inception ann.
HSBC MSCI JAPAN UCITS ETF	-7.15	-16.61	-6.89	0.76	1.58	3.54
MSCI Japan Net	-7.15	-16.55	-6.69	0.95	1.82	3.87
Tracking difference ¹	0.00	-0.06	-0.21	-0.20	-0.24	-0.33
Tracking error ²	N/A	N/A	0.07	0.06	0.06	0.08

¹ The difference between the return of the fund after fees and that of the index being replicated. It provides an indication of how well the fund has replicated the index.

² The volatility in the difference of performance between the fund and its index over time. Technically this is the standard deviation of the tracking difference. The optimal tracking error would be close to zero.

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

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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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