

HSBC ETFs PLC - HSBC MSCI Saudi Arabia 20/35 Capped UCITS ETF

HMSP LN

30 Jun 2020

Fund Objective and Strategy

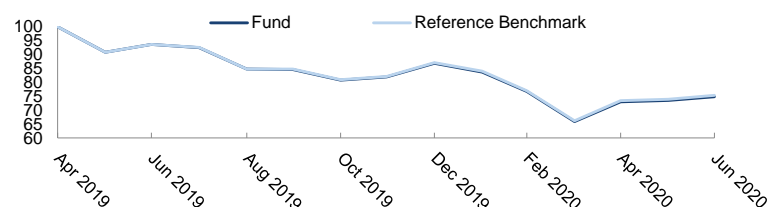
Investment Objective

The Fund aims to track as closely as possible the returns of the MSCI Saudi Arabia 20/35 Capped Index (the "Index"). The Fund will invest in or gain exposure to shares of companies which make up the Index.

Investment Policy

The Index is made up of large and mid-sized companies in Saudi Arabia, as defined by the Index provider. The Fund will be passively managed and will aim to invest in the shares of the companies in generally the same proportion as in the Index. However, there may be circumstances when it is not possible or practical 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, derivatives or funds. The Fund may invest up to 10% in other funds. See the Prospectus for a full description of the investment objectives and derivative usage.

Since Inception Performance (%)



Performance (%)	YTD	1M	3M	1Y	3Y ¹	5Y ¹	Since Inception ¹
Fund	-13.77	1.89	13.62	-20.04	-	-	-21.98
Reference Benchmark	-13.52	1.94	13.80	-19.59	-	-	-21.58
Tracking Difference	-0.25	-0.05	-0.18	-0.45	-	-	-0.40
Tracking Error	-	-	-	0.14	-	-	0.14

Rolling Performance (%)	30 Jun 2019-30 Jun 2020	30 Jun 2018-30 Jun 2019	30 Jun 2017-30 Jun 2018	30 Jun 2016-30 Jun 2017	30 Jun 2015-30 Jun 2016
Fund	-20.04	-	-	-	-
Reference Benchmark	-19.59	-	-	-	-

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

Source: HSBC Global Asset Management, data as at 30 June 2020

Risk Disclosure

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- Investing in assets denominated in a currency other than that of the investor's own currency exposes the value of the investment to exchange rate fluctuations.
- 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 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.
- 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.
- 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").
- 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.
- Further information on the Fund's potential risks can be found in the Key Investor Information Document and Prospectus.

Fund Details

UCITS V Compliant	Yes
UK Reporting Status	Yes
ISA Eligible	Yes
Distribution Type	Distributing
Distribution Frequency	Quarterly
Dividend ex-date	23 Apr 2020
Dividend Yield ²	2.62%
Last Paid Dividend	0.0912
Dividend Currency	USD
Ongoing Charge Figure ³	0.500%
Share Class Base Currency	USD
Domicile	Ireland
ISIN	IE00BGHHCV04
Share Class Inception Date	30 Apr 2019
NAV per Share	USD 13.44
Shares Outstanding	120,000
Fund Size	USD 1,612,967
SEDOL	BGHHCV0
Manager	HSBC Index and Systematic Equity Portfolio Management Team
Replication Method	Physical- Full
SIPP Eligible	Yes
Issuer	HSBC ETFs PLC
Custodian	HSBC France, Dublin Branch
Fund Administrator	HSBC Securities Services (Ireland) DAC
Listing Date	01 May 2019
Fiscal Year End	31 December

Reference Benchmark Information

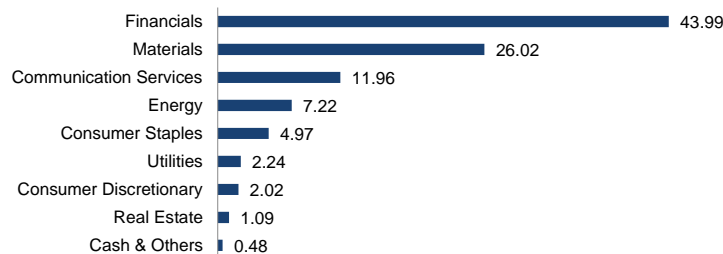
Index Name	MSCI Saudi Arabia 20/35 Capped Net Total Return Index
Index Currency	USD
Benchmark Type	Total Return Net
Index Rebalancing Frequency	Quarterly
TR Index Bloomberg ticker	NU720236
TR Index Reuters RIC	.MISA00003NUS

¹Result is annualised when calculation period is over one year.

²Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

³Ongoing 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.

Sector Allocation (%)



Top 10 Holdings (%)	Characteristics	Fund	Reference Benchmark
SAUDI BASIC INDUSTRIES CORP 10217865	13.64	Number of Holdings ex Cash	34
AL RAJHI BANK 10226943	11.94	Avg Market Cap (USD mil)	143,382
SAUDI TELECOM CO 10222467	10.23	P/E Ratio ⁴	16.64
NATIONAL COMMERCIAL BANK 10224786	9.42		
SAUDI ARABIAN OIL CO 10537452	6.71		
SAMBA FINANCIAL GROUP 10224505	4.53		
RIYAD BANK 10226926	3.92		
BANQUE SAUDI FRANSI 10219067	2.90		
SAUDI BRITISH BANK 10223913	2.82		
SAUDI ARABIAN FERTILIZER CO 10219494	2.62		

⁴Price Earnings (P/E) Ratio: the price paid for a share divided by the annual profit earned by the firm per share.
Source: HSBC Global Asset Management, data as at 30 June 2020

Exchange Name	Listing Date	Trading Currency	Trading Hours	Bloomberg Ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
BORSA ITALIANA SPA	16 September 2019	EUR	09:00 - 17:35	HMSA IM	HMSA.MI	HMSAEUIV	HMSAEUiv.P
DEUTSCHE BOERSE AG-XETRA	7 August 2019	EUR	09:00 - 17:30	H41N GY	H41N.DE	HMSAEUIV	HMSAEUiv.P
SIX SWISS EXCHANGE	17 June 2019	USD	09:00 - 17:30	HMSA SW	HMSA.S	HMSAUSIV	HMSAUSiv.P
LONDON STOCK EXCHANGE	1 May 2019	GBP	08:00 - 16:30	HMSP LN	HSHMSP.L	HMSPGBIV	HMSPGBiv.P
LONDON STOCK EXCHANGE	5 January 2019	USD	08:00 - 16:30	HMSA LN	HMSA.L	HMSAUSIV	HMSAUSiv.P

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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.com/uk

Contact Information

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Terms of Glossary

Accumulation Share: a type of share where the income earned by the Fund is retained in the Fund

ACD: HSBC Global Asset Management (UK) Limited, the Authorised Corporate Director of the Company

Developed Markets: countries with relatively high levels of personal income and established economies

Emerging Markets (EM): countries that are progressing toward becoming advanced, usually shown by some development in financial markets, the existence of some form of stock exchange and a regulatory body

Equities: shares issued by a company

Growth: the increase in the value of investments

Income: money generated by a fund, such as interest from a bond or a dividend from a share, which can be paid out to its investors or paid back into the fund and reinvested

Income Share: the type of Share where the income earned by the Fund is paid out to you

Net Asset Value (NAV): the value of the scheme property of a fund less the liabilities of the fund

Ongoing Charges Figure: a measure of what it costs to invest in a fund. It includes the fee paid to the ACD and other operating costs

Return(s): the money made or lost on an investment

Share(s): an equally valued holding in a fund of a company, representing part ownership of that fund, (including larger denomination shares and smaller denomination shares)

Tracking Difference: the difference between the return of the fund and that of the tracking index

Tracking Error: the volatility of the difference between the return of a fund and the return of the index or indices it tracks. In general, the lower the tracking error, the more consistent a fund's performance is relative to the index, and vice-versa