

## HSBC ETFs PLC

# HSBC MSCI EM FAR EAST UCITS ETF

Monthly report 30 June 2022 | HMFD LN



## Investment objective

The Fund aims to track as closely as possible the returns of the MSCI EM Far East Index (the "Index"). The Fund will invest in or gain exposure to shares of companies which make up the Index.



## Investment strategy

The Index is made up of large and mid-cap companies in emerging market countries in the Far East, as determined by the Index provider. The Fund will be passively managed and will utilise an investment technique called optimisation. This technique seeks to minimise the difference in return between the Fund and the Index by taking into account tracking error and trading costs when constructing a portfolio. The Fund will not necessarily invest in every company that comprises the Index, or invest proportionally to each company's weight in the Index. It can also invest in companies outside the Index but which are expected to provide similar performance and risk characteristics to certain Index constituents. The Fund may invest in China A-shares through the Shanghai-Hong Kong Stock Connect and/or Shenzhen-Hong Kong Stock Connect and in CAAPs or through funds. The Fund may invest up to 10% in other funds, including other HSBC funds. The Fund may invest up to 10% of its assets in total return swaps and contracts for difference. 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.
- 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.

### 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	<b>USD 45.81</b>
Performance 1 month	<b>-4.34%</b>
Tracking error 3 years	<b>0.45%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
UK reporting fund status (UKRS)	<b>Yes</b>
ISA eligible	<b>Yes</b>
Dividend treatment	<b>Distributing</b>
Distribution frequency	<b>Semi-Annually</b>
Dividend ex-date	<b>27 January 2022</b>
Dividend yield <sup>1</sup>	<b>1.60%</b>
Last paid dividend	<b>0.412700</b>
Dividend currency	<b>USD</b>
Share class base currency	<b>USD</b>
Domicile	<b>Ireland</b>
Inception date	<b>24 September 2010</b>
Shares outstanding	<b>480,000</b>
Fund size	<b>USD 21,988,272</b>
Reference benchmark	<b>100% MSCI Emerging Markets Far East Net</b>
Replication method	<b>Physical- Sample</b>
SIPP eligible	<b>Yes</b>
Issuer	<b>HSBC ETFs PLC</b>
Fiscal year end	<b>Dec</b>

#### Fees and expenses

Ongoing charge figure <sup>2</sup>	<b>0.600%</b>
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#### Codes

ISIN	<b>IE00B5LP3W10</b>
SEDOL	<b>BWFGF45</b>

<sup>1</sup>Dividend Yield: represents the ratio of distributed income over the last 12 months to the fund's current Net Asset Value.

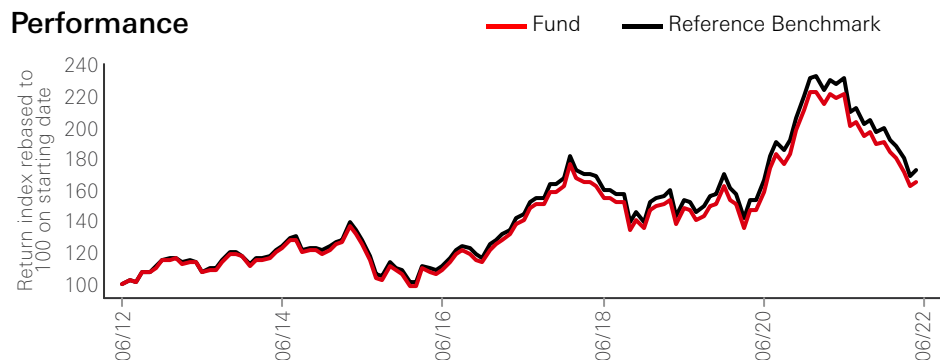
<sup>2</sup>Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

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 KIID before making any final investment decisions.

Source: HSBC Asset Management, data as at 30 June 2022

## Performance



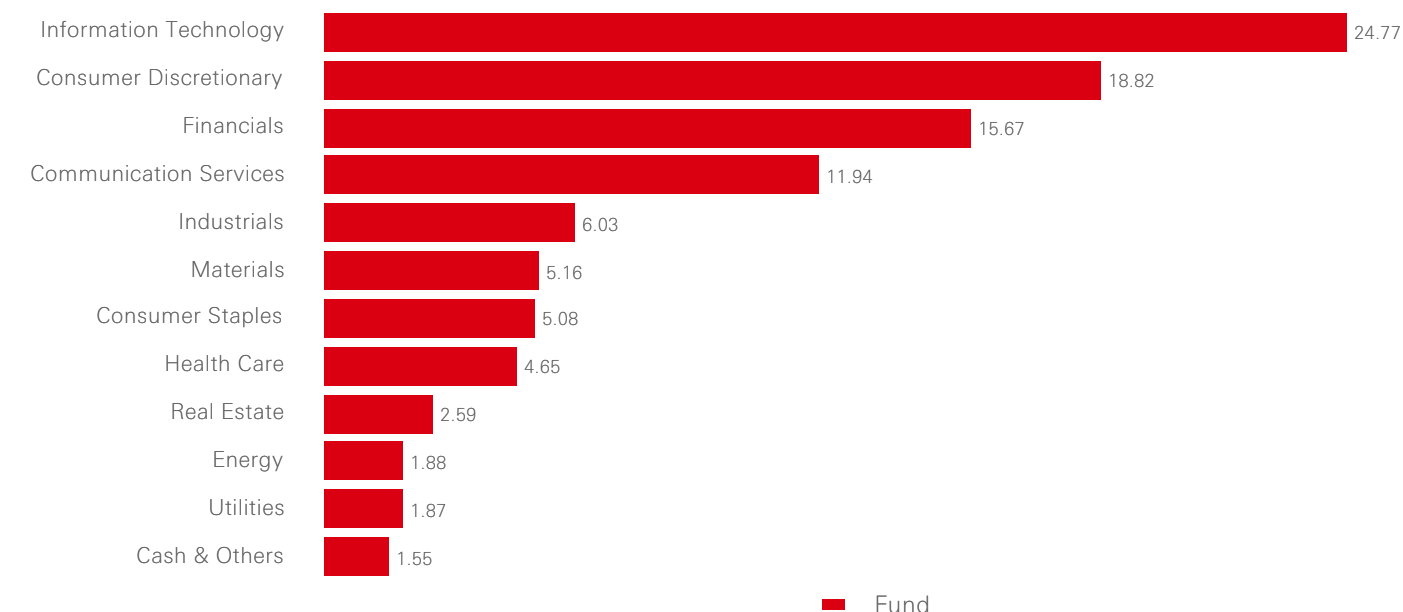
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann
<b>Fund</b>	<b>-17.66</b>	<b>-4.34</b>	<b>-8.49</b>	<b>-17.66</b>	<b>-29.04</b>	<b>1.98</b>	<b>2.30</b>	<b>4.64</b>
Reference Benchmark	-17.57	-4.48	-8.45	-17.57	-28.89	2.25	2.66	5.11
Tracking difference	-0.09	0.13	-0.04	-0.09	-0.15	-0.27	-0.36	-0.47
Tracking error	--	--	--	--	0.45	0.45	0.40	--

Rolling performance (%)	30/06/21-30/06/22	30/06/20-30/06/21	30/06/19-30/06/20	30/06/18-30/06/19	30/06/17-30/06/18	30/06/16-30/06/17	30/06/15-30/06/16	30/06/14-30/06/15	30/06/13-30/06/14	30/06/12-30/06/13
<b>Fund</b>	<b>-29.04</b>	<b>39.58</b>	<b>7.07</b>	<b>-3.73</b>	<b>9.75</b>	<b>28.87</b>	<b>-13.39</b>	<b>2.57</b>	<b>14.80</b>	<b>6.90</b>
Reference Benchmark	-28.89	39.13	8.06	-3.63	10.68	29.36	-12.92	3.08	15.47	7.63

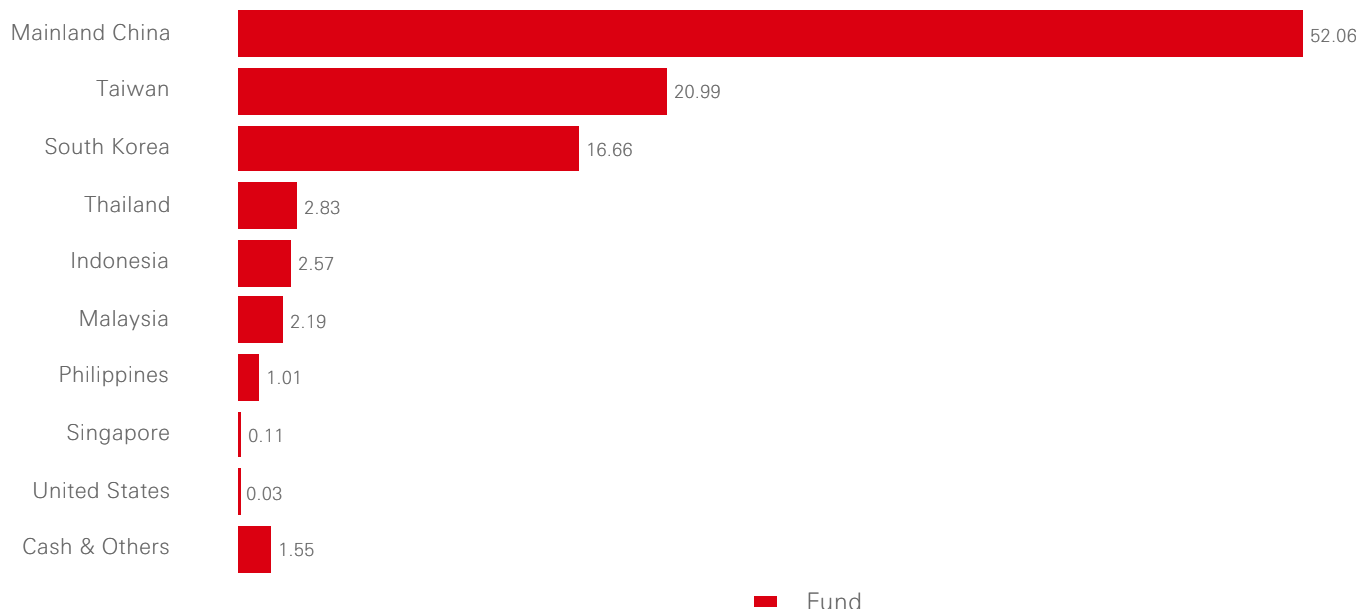
Equity characteristics	Fund	Reference Benchmark
No. of holdings ex cash	611	1,038
Average market cap (USD Mil)	115,801	117,353
Price/earning ratio	12.04	12.25

Benchmark information	
Index name	100% MSCI Emerging Markets Far East Net
Index currency	USD
Benchmark type	Total Return
Index Rebalancing Frequency	Quarterly
TR Index Bloomberg Ticker	NDUEEGFF
TR Index Reuters RIC	.dMIMF00000NUS

## Sector allocation (%)



## Geographical allocation (%)



Top 10 holdings	Location	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Taiwan	Information Technology	8.11
Tencent Holdings Ltd	Mainland China	Communication Services	6.29
Samsung Electronics Co Ltd	South Korea	Information Technology	5.60
Alibaba Group Holding Ltd	Mainland China	Consumer Discretionary	5.08
Meituan	Mainland China	Consumer Discretionary	2.33
JD.com Inc	Mainland China	Consumer Discretionary	1.56
China Construction Bank-H	Mainland China	Financials	1.48
Hon Hai Precision Industry Co	Taiwan	Information Technology	1.13
Ping An Insurance Group Co-H	Mainland China	Financials	1.02
Baidu Inc	Mainland China	Communication Services	1.02

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters	iNAV RIC	Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	28 Sep 2010	USD	08:00 - 16:30	HMFD LN	HMFD.L	HMFDUSIV		HMFDUSiv.P
LONDON STOCK EXCHANGE	28 Sep 2010	GBP	08:00 - 16:30	HMFE LN	HMFE.L	HMFDGBIV		HMFDGBiv.P
NYSE EURONEXT - EURONEXT PARIS	04 Nov 2010	EUR	09:00 - 17:30	MEM FP	HMFE.PA	HMFDEUIV		HMFDEUiv.P
DEUTSCHE BOERSE AG-XETRA	14 Oct 2010	EUR	09:00 - 17:30	H4ZI GY	H4ZI.DE	HMFDEUIV		HMFDEUiv.P
DEUTSCHE BOERSE AG- XFRA	14 Oct 2010	EUR	08:00 - 20:00	H4ZI GR	H4ZI.DE	HMFDEUIV		HMFDEUiv.P
SIX SWISS EXCHANGE	19 Apr 2011	USD	09:00 - 17:30	HMFE SW	HMFE.S	HMFDUSIV		HMFDUSiv.P
BORSA ITALIANA SPA	16 Jan 2019	EUR	09:00 - 17:35	HMFE IM	HMFE.MI	HMFDEUIV		HMFDEUiv.P

## Risk disclosures

- 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 potential risks can be found in the Key Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

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Source: HSBC Asset Management, data as at 30 June 2022

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Fund center



Glossary



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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.

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