

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	USD 45.81
Performance 1 month	-4.34%
Tracking error 3 years	0.45%

Fund facts

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

Fees and expenses

Ongoing charge figure ²	0.600%
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Codes

ISIN	IE00B5LP3W10
SEDOL	BWFGF45

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

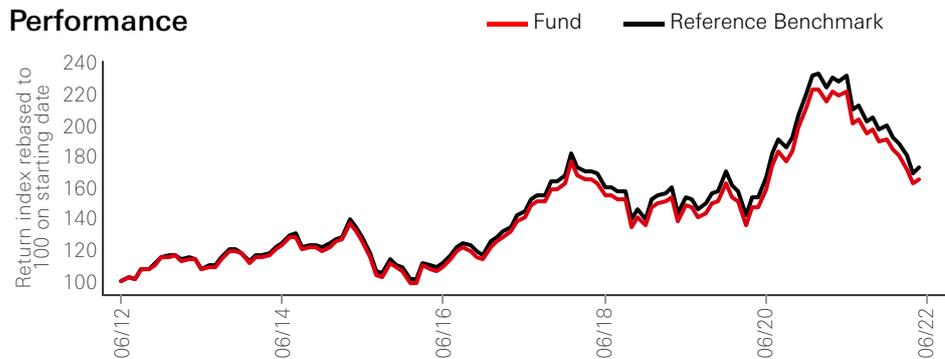
²Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

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



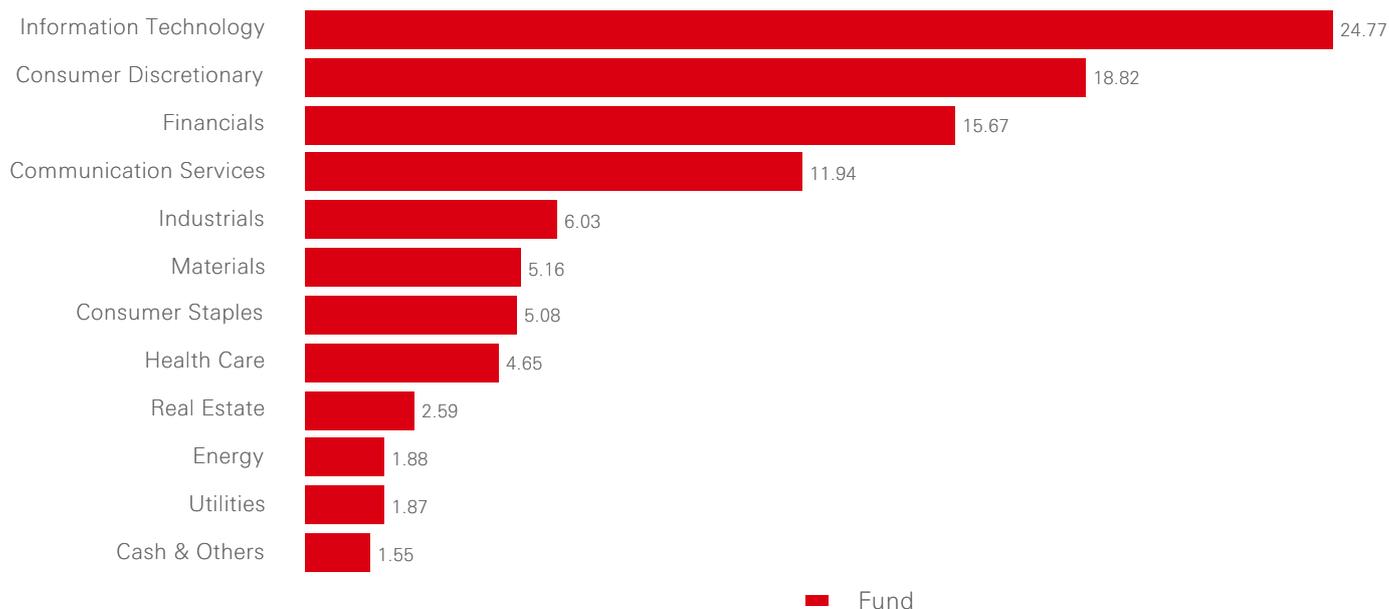
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann
Fund	-17.66	-4.34	-8.49	-17.66	-29.04	1.98	2.30	4.64
Reference Benchmark	-17.57	-4.48	-8.45	-17.57	-28.89	2.25	2.66	5.11
Tracking difference	-0.09	0.13	-0.04	-0.09	-0.15	-0.27	-0.36	-0.47
Tracking error	--	--	--	--	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
Fund	-29.04	39.58	7.07	-3.73	9.75	28.87	-13.39	2.57	14.80	6.90
Reference Benchmark	-28.89	39.13	8.06	-3.63	10.68	29.36	-12.92	3.08	15.47	7.63

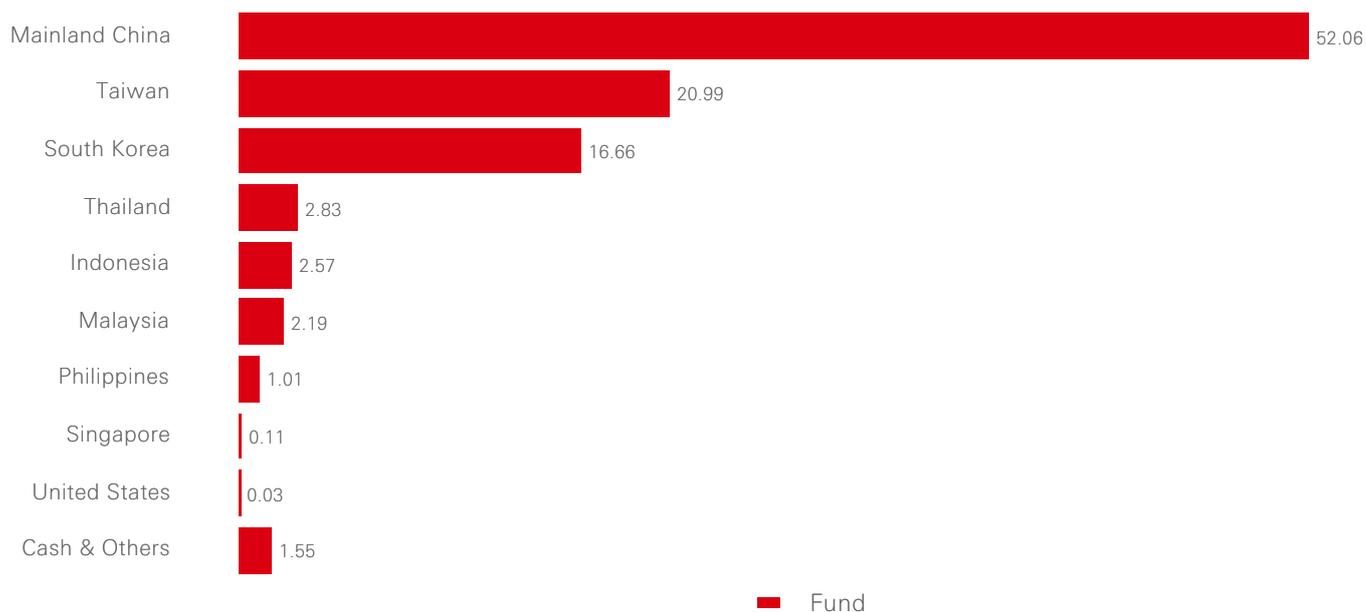
Equity characteristics	Fund	Reference Benchmark
No. of holdings ex cash	611	1,038
Average market cap (USD Mil)	115,801	117,353
Price/earning ratio	12.04	12.25

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	.dMIMF0000NUS

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 RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	28 Sep 2010	USD	08:00 - 16:30	HMFN LN	HMFN.L	HMFNUSIV	HMFNUSiv.P
LONDON STOCK EXCHANGE	28 Sep 2010	GBP	08:00 - 16:30	HMFE LN	HMFE.L	HMFNGBIV	HMFNGBiv.P
NYSE EURONEXT - EURONEXT PARIS	04 Nov 2010	EUR	09:00 - 17:30	MEM FP	HMFE.PA	HMFNEUIV	HMFNEUiv.P
DEUTSCHE BOERSE AG-XETRA	14 Oct 2010	EUR	09:00 - 17:30	H4ZI GY	H4ZI.DE	HMFNEUIV	HMFNEUiv.P
DEUTSCHE BOERSE AG- XFRA	14 Oct 2010	EUR	08:00 - 20:00	H4ZI GR	H4ZI.DE	HMFNEUIV	HMFNEUiv.P
SIX SWISS EXCHANGE	19 Apr 2011	USD	09:00 - 17:30	HMFE SW	HMFE.S	HMFNUSIV	HMFNUSiv.P
BORSA ITALIANA SPA	16 Jan 2019	EUR	09:00 - 17:35	HMFE IM	HMFE.MI	HMFNEUIV	HMFNEUiv.P

Risk disclosures

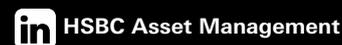
- The value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.
- The Fund may invest in Emerging Markets, 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.

Index disclaimer

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

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Website: www.etf.hsbc.com
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To help improve our service and in the interests of security we may record and/or monitor your communication with us.

Fund center



Glossary



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This fund is a sub-fund 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 the Company.

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. UK based investors in HSBC ETFs plc are advised that they may not be afforded some of the protections conveyed by the Financial Services and Markets Act (2000), ("the Act"). The Company is recognised in the United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC ETFs plc have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. Affiliated companies of HSBC Global Asset Management (UK) Limited may make markets in HSBC ETFs plc. All applications are made on the basis of the current HSBC ETFs plc Prospectus, relevant Key Investor Information Document ("KIID"), Supplementary Information Document (SID) and Fund supplement, and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ. UK, or from a stockbroker or financial adviser. The indicative intra-day net asset value of the sub-fund[s] is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including www.reuters.com.

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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Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at www.assetmanagement.hsbc.co.uk