

HSBC Investment Funds

UK Growth & Income Fund

Monthly report 31 May 2022 | Share class Acc C

Investment objective

The Fund aims to provide growth and income in the long term, which is a period of five years or more.

Investment strategy

To achieve its objective, the Fund will invest at least 80% of its value in the shares (equities) of UK companies, including preference shares. UK companies are those that are based in the UK or earn at least 80% of their revenue from the UK. Typically the Fund will invest in the shares of 40 to 70 companies. The Fund is managed with reference to the FTSE All-Share Index (the "Index"). The level of risk the Fund may take is considered relative to the Index as part of the portfolio construction process. This means the Fund returns are more likely to be closer to the returns of the Index than if there were no limits on the level of risk the Fund may take. The Index is also considered as part of our investment risk monitoring process, to check that the overall level of risk taken by the Fund manager is not inconsistent with the UK equities market. The performance of the Fund is therefore shown against the performance of the FTSE All-Share Index.

Main risks

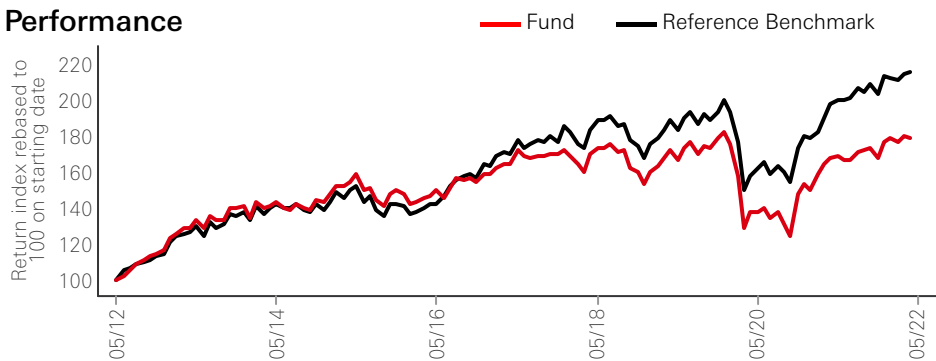
- The value of investments and any income from them can go down as well as up and you may not get back the amount originally invested.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Liquidity is a measure of how easily the Fund's holdings can be quickly converted to cash. The value of the Fund's holdings may be significantly impacted by liquidity risk during adverse market conditions.

Share class details

Key metrics	
NAV per share	GBP 1.52
Performance 1 month	1.96%
Volatility 3 years	19.26%
Fund facts	
UCITS V compliant	Yes
ISA eligible	Yes
Dividend treatment	Accumulating
Dividend ex-date	16 January 2020
Last paid dividend	0.027027
Dealing frequency	Daily
Valuation time	12:00 United Kingdom
Share class base currency	GBP
Domicile	United Kingdom
Inception date	3 December 2012
Fund size	GBP 275,542,887
Reference benchmark	100% FTSE All Share Index
Managers	Paul Denham Jonathan Dilley
Fees and expenses	
Minimum initial investment ¹	GBP 1,000,000
Ongoing charge figure ²	0.840%
Codes	
ISIN	GB00B715G377
Bloomberg ticker	HSUGICA LN
SEDOL	B715G37

¹Please note that initial minimum subscription may vary across different distributors
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.

Performance

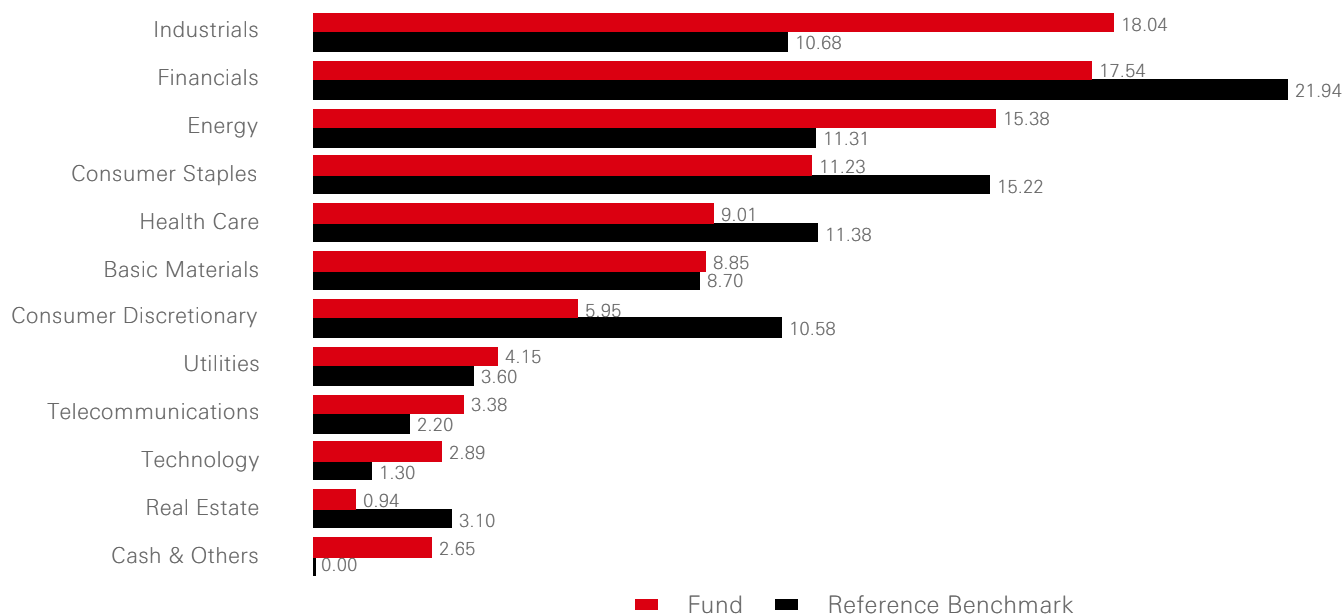


Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann
Acc C	3.72	1.96	3.75	8.75	7.95	3.21	1.19	6.23
Reference Benchmark	1.50	0.69	2.31	6.24	8.27	5.80	4.09	8.05

Rolling performance (%)	31/05/21-31/05/22	31/05/20-31/05/21	31/05/19-31/05/20	31/05/18-31/05/19	31/05/17-31/05/18	31/05/16-31/05/17	31/05/15-31/05/16	31/05/14-31/05/15	31/05/13-31/05/14	31/05/12-31/05/13
Acc C	7.95	22.80	-17.07	-4.33	0.88	15.38	-5.72	10.94	7.28	33.20
Reference Benchmark	8.27	23.13	-11.16	-3.17	6.53	24.52	-6.31	7.47	8.86	30.11

Equity characteristics	Fund	Reference Benchmark	3-Year Risk Measures	Acc C	Reference Benchmark
No. of holdings ex cash	44	600	Volatility	19.26%	15.22%
Average market cap (GBP Mil)	74,054	60,017	Information ratio	-0.41	--
			Beta	1.21	--

Sector allocation (%)



Top 10 holdings	Sector	Weight (%)
Shell Plc	Energy	9.17
BP PLC	Energy	6.06
AstraZeneca PLC	Health Care	4.41
GSK PLC	Health Care	3.81
Barclays PLC	Financials	3.78
HSBC Holdings PLC	Financials	3.52
Vodafone Group PLC	Telecommunications	3.38
Imperial Brands PLC	Consumer Staples	3.17
NatWest Group PLC	Financials	3.16
Prudential Plc	Financials	2.90

Monthly performance commentary

Contributors to relative performance included BARCLAYS PLC (Financials) with a total effect of 0.31%. Additionally, BP PLC (Energy) was in the top two contributors with a total effect of 0.27%.

Detractors included DRAX GROUP PLC (Utilities) with a total effect of -0.28% and IG GROUP HOLDINGS PLC (Financials) with a total effect of -0.26%.

During this period, positions were initiated in WOODSIDE ENERGY GROUP.

Sector allocation effects are residual to stock selection. At the sector level, effects were positive, given an overweight exposure to Energy.

Risk disclosures

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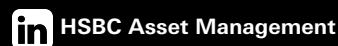
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Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at www.assetmanagement.hsbc.co.uk

Source: HSBC Asset Management, data as at 31 May 2022

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Glossary

