

# HSBC UAE Funds – HGIF (Lux) India Fixed Income Feeder Fund

September 2025

## Portfolio Structure

- HSBC UAE Funds – HGIF (Lux) India Fixed Income Feeder Fund is established in the UAE and aims to invest substantial assets, and in any case at least 85% of its total assets, in HSBC Global Investment Funds – India Fixed Income (the “Master Fund”), a fixed income fund established as a sub-fund of HSBC Global Investment Funds, an umbrella SICAV-UCITS established in Luxembourg.
- Up to 15% of its assets may be invested in (i) liquid assets (e.g., cash, money market instruments, etc.) and (ii) financial derivatives that can be only used for hedging purposes.

Please note: Information pertaining to the Master Fund has been provided for understanding and evaluating feeder fund only, there is no intention to promote Master Fund.

## Why HSBC GIF India Fixed Income Feeder Fund?

- 1 The Master Fund employs a flexible investment strategy, capturing opportunities in both INR local currency bonds and USD India bonds
- 2 The Master Fund has a focus on quality. The average credit rating of the Master Fund is investment grade, with a yield to maturity of 6.74%<sup>1</sup>



## Why invest now?



### Attractive yields

India offers a yield pick up against most emerging and developed markets.<sup>2</sup>



### Strong inflows

Following JPMorgan GBI EM index inclusion, FTSE Russell will start incorporating domestic Indian bonds into its indices.<sup>3</sup>



### Diversification benefits

India bonds are lowly correlated with other major markets and can serve as a diversifier for global portfolios.<sup>4</sup>



### Macro tailwinds

India bonds benefit from cooler inflation, interest rate cuts, and a positive outlook on the INR currency.

## What does the Fund invest in?

The Fund gains exposure to the Master Fund, that invests in:

- Investment grade, high yield and non-rated Indian domestic fixed income securities in Indian rupee
- Investment grade, high yield and non-rated Indian fixed income securities denominated in other currencies and hedged back into Indian rupee

## How does the Fund help investors?

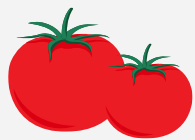
The Fund brings the India fixed income market to UAE investors, providing access to potentially higher yields and an undervalued currency. There are not many peer funds in the global market with a pure India fixed income strategy. The underlying Master Fund has one of the longest track records of any India fixed income UCITS fund<sup>5</sup>

Note 1: Average credit rating is a measure aggregating the credit ratings of a portfolio's securities into a single rating; each security in a portfolio is given an 'index rating' which is a conservative average of the vendors: S&P, Fitch, Moody's, and Sovereign ratings; if any vendor is missing a rating for a given security, the lowest of the available ratings is taken; the average rating does not include securities with non-rated or not-available ratings; the average fund and benchmark ratings do not include USD-rated cash securities or USD currency forwards; data is subject to change without notice;. Note 2: Based on 10-year government bond yields; source is Bloomberg as of 28 August 2025. Note 3: FTSE Russell announced in October 2024 that it would include India domestic bonds into its emerging market government bond index (EMGBI) from Note 4: Source is Bloomberg, FTSE, Markit, as of August 2025. Note 5: Source is Bloomberg, Morningstar, HSBC Asset Management as of August 2025.

**Past performance does not predict future returns.** September 2025; The fund is denominated in USD. Returns may vary with fluctuations in the exchange rate. The views and opinions expressed herein are those of HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch and are subject to change at any time. Any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch accepts no liability for any failure to meet such forecast, projection or target. The level of yield is not guaranteed and may rise or fall in the future.

PUBLIC

# Master Fund Highlights



Yield to maturity<sup>7</sup>  
6.93%



Duration<sup>7</sup>  
6.33 years



Average credit rating<sup>7</sup>  
A-/BBB+



Reference benchmark  
Crisil Composite  
Bond Dollar Index

Note 7: Yield to maturity is the total return anticipated on a bond if the bond is held until the end of its lifetime, excluding strategic currency hedges for Portfolio/Benchmark calculations. Duration is modified duration to maturity. Duration is a measure of how long it takes in years for an investor in a bond to recoup the price they paid for the bond from its interest payments; it provides an indication of how much bond prices are likely to change if and when interest rates change. Average credit rating uses "index rating" which is an average of the main vendors, presented in S&P format, the rating does not include securities NR or NA; the portfolio may hold securities which are unrated. Data is as of 30 November 2025. Data is subject to change without notice.

**Past performance does not predict future returns.** Source: HSBC Asset Management, 30 November 2025.

## Why HSBC Asset Management?



HSBC Asset Management has specialist expertise in India investment capabilities, with considerable fixed income investment resources domestically in India. The HSBC GIF India Fixed Income's (Master Fund) portfolio managers in Singapore and Hong Kong have significant experience both in India and Asia fixed income and are supported by HSBC Asset Management's global fixed income platform. The Master Fund's investment process is built on solid proprietary research and knowledge of Asian and India bond markets.

- ◆ **Long term track record.** The Master Fund, inceptioned in 2012, has one of the longest track records of any India fixed income UCITS fund.
- ◆ **Strong combination of domestic and global presence.** Investment process is built on solid proprietary research and knowledge of Asian and Indian bond markets.
- ◆ **Supported by a global fixed income platform.** Considerable fixed income investment resources domestically in India, which have been further strengthened by the acquisition of L&T Investment Management in 2022.
- ◆ **Rigorous credit selection and risk management.** The Master Fund avoided liquidity and default traps of some peers by maintaining strong risk management discipline throughout the life of the fund.

Source: HSBC Asset Management. Past performance is no guarantee of future results. The performance data quoted represents past performance and current returns may be lower or higher. Returns include the reinvestment of dividends and income. Performance for other share classes will vary. Performance greater than one year is annualized. USD currency. Net of fee returns are based on the official NAV of the fund. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. The level of yield is not guaranteed and may rise or fall in the future.

To find out more, speak with your  
HSBC Relationship Manager.

# Key risks

Investment in the Fund carries with it a degree of risk, including, but not limited to the below:

**Counterparty Risk:** The possibility that the counterparty to a transaction may be unwilling or unable to meet its obligations. **Credit Risk:** A bond or money market security could lose value if the issuer's financial health deteriorates. **Default Risk:** The issuers of certain bonds could become unwilling or unable to make payments on their bonds. **Derivatives Risk:** Derivatives 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. **Emerging Markets Risk:** Emerging markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks. **Exchange Rate Risk:** Changes in currency exchange rates could reduce or increase investment gains or investment losses, in some cases significantly. **Interest Rate Risk:** When interest rates rise, bond values generally fall. This risk is generally greater the longer the maturity of a bond investment and the higher its credit quality. **Investment Leverage Risk:** 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. **Liquidity Risk:** is the risk that a Fund may encounter difficulties meeting its obligations in respect of financial liabilities that are settled by delivering cash or other financial assets, thereby compromising existing or remaining investors. **Operational Risk:** Operational risks may subject the Fund to errors affecting transactions, valuation, accounting, and financial reporting, among other things.

Investors should note that the Master Fund invests in a range of asset classes, markets and currencies. These are subject to different types and levels of risk. This means the Master Fund is exposed to a spread of risk but each to a lesser extent than if invested into a single asset class, market or currency. The main risks the Master Fund is exposed to can be seen in the Feeder Fund and Master Fund Prospectus documents on <https://mena.assetmanagement.hsbc.com>.

---

## Important information

HSBC UAE Funds – HGIF (Lux) India Fixed Income Feeder Fund is a UAE-domiciled investment fund authorized by the Securities and Commodities Authority (“SCA”) under the provision of the SCA Board of Director’s Chairman’s Resolution No. (01/Chairman) of 2023 concerning the Regulations on Investment Funds. The fund is managed by HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch (Level 20, HSBC Tower, PO Box 66, Downtown Dubai, United Arab Emirates); regulated by the Securities and Commodities Authority (SCA) in the UAE to conduct investment fund management, portfolios management, fund administration activities (SCA Category 2 license No.20200000336) and promotion activities (SCA Category 5 license No.20200000327).

The Feeder Fund invests substantially all of its assets into the HSBC GIF India Fixed Income Fund, a Luxembourg-domiciled fund. Investors are advised that while the Feeder Fund is regulated by the SCA, the underlying Master Fund is authorized and regulated in its home jurisdiction and not by the SCA. As a result, the regulatory protection applicable to the Master Fund may differ from those available under UAE law.

Investments in foreign markets involve risks such as currency rate fluctuations, potential differences in accounting and taxation policies, as well as possible political, economic, and market risks. These risks are heightened for investments in emerging markets which are also subject to greater illiquidity and volatility than developed foreign markets. Economies in Emerging Markets generally are heavily dependent upon international trade and, accordingly, have been and may continue to be affected adversely by trade barriers, exchange controls, managed adjustments in relative currency values and other protectionist measures imposed or negotiated by the countries with which they trade.

Investment in non-investment grade bonds may produce a higher level of income than investment grade bonds but carry increased risk of default on repayment. The value of the underlying assets is strongly affected by interest rate fluctuations and by changes in the credit ratings of the underlying issuer of the assets. The performance of bonds, gilts and other fixed interest securities tends to be less volatile than those of shares of companies (equities). However, there is a risk that both the relative yield and the capital value of these may be reduced if interest rates go up. Income offered by bonds often reflects, in part, the risk rating of the issuer.

The value of investments and the income from them can go down as well as up and investors may not get back the amount originally invested. You must not, therefore, rely on the content of this document when making any investment decisions. You should always consider seeking professional advice when thinking about undertaking any form of investment.

HSBC Asset Management is the brand name for the asset management business of HSBC Group. HIFL – Dubai Branch is a member of HSBC Group and HSBC Asset Management. This document is prepared, issued and distributed by HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch in the United Arab Emirates, with the entity marketing the relevant product in accordance with the applicable local laws and regulations for general information purposes only and does not have any regard to the specific investment objectives, financial situation and the needs of any specific person who may receive it. The views and opinions expressed herein are those of HIFL – Dubai Branch and are subject to change at any time. These views may not necessarily indicate current portfolios’ composition. The contents of this document may not be reproduced or further distributed to any person or entity, whether in whole or in part, for any purpose. All non-authorized reproduction or use of this document will be the responsibility of the user and may lead to legal proceedings.

This document does not constitute an offering document and should not be construed as a recommendation, an offer to sell or the solicitation of an offer to purchase or subscribe to any investment. Any forecast, projection or target where provided is indicative only and is not guaranteed in any way. HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch (“HIFL – Dubai Branch”) accepts no liability for any failure to meet such forecast, projection or target. HIFL – Dubai Branch has based this document on information obtained from sources it reasonably believes to be reliable. However, HIFL – Dubai Branch does not warrant, guarantee or represent, expressly or by implication, the accuracy, validity or completeness of such information. This does not override mandatory obligations under the law of the United Arab Emirates. Please refer to the [offering document](#) for further details including the risk factors. Copyright © HSBC Investment Funds (Luxembourg) S.A. – Dubai Branch 2026. All rights reserved.