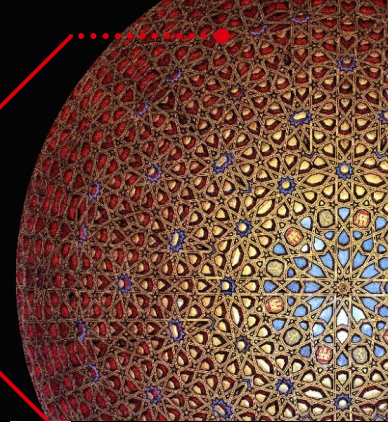


Fund overview

For Professional Clients only

HSBC UCITS Common Contractual Fund Islamic Global Equity Index Fund

January 2024



Investment objective

- ◆ The sub-fund aims to replicate the performance of the Dow Jones Islamic Market 100 Titans Net total return, while minimising the tracking error between the fund's performance and that of the index
- ◆ The fund is prohibited from investing in financial derivatives, or other non Shariah-compliant instruments

Why consider the HSBC Islamic Global Equity Index Fund?

- ◆ Designed for Shariah-compliance: the fund aims to replicate a Shariah-compliant index; overseen by an independent Global Shariah Supervisory Committee
- ◆ Global Shariah Supervisory Committee : the independent Global Shariah Supervisory Committee consists of two internationally renowned Islamic scholars who oversee investment in the fund to ensure compliance with Islamic principles
- ◆ Provides exposure to global equities: the index holds the largest 100 stocks traded globally that pass rules-based screens for compliance with Islamic investment guidelines
- ◆ Full physical replication: the fund aims to invest in all the constituents of the index in the same proportion as the index
- ◆ Consistent growth in the fund: the fund has received inflows consistently for the last five years

Dow Jones Islamic Market Titans 100 Index methodology

- ◆ Dow Jones uses a rules-based screen for inclusion in their Shariah compliant index; publicly available on their website
- ◆ Dow Jones contracts with Ratings Intelligence Partners, a London/Kuwait based consulting company specialising in global Islamic investments, to provide the Shariah screens and filter the stocks based on those screens
- ◆ The Shariah Supervisory board, which is a board of 4 Islamic scholars, oversees Dow Jones Islamic Market indices

What is a Shariah-compliant fund?

An investment fund which meets all of the requirement of Shariah law and the principles articulated for Islamic Finance.

A Shariah fund will only invest in Shariah-compliant companies and approved financial instruments.

A Shariah board is appointed to carry out an annual Shariah audit and to purify certain prohibited types of income such as interest or dividend, by donating them to charity.

The Fund tracks the Dow Jones Islamic Market Titans 100 Index which is Shariah compliant. The Fund follows an investment process that has been approved by an independent Shariah committee.

The Global Shariah Supervisory Committee monitors the Fund throughout the year and issues an annual Shariah certificate on the Fund's compliance with Shariah principles. This certificate is included in the annual financial report of the Fund as a confirmation of the Shariah compliance for that year. Before investing, please do check that this Fund meets your Shariah requirements, and if in any doubt please consult an adviser.

ETF & Indexing Portfolio Management Team

- ◆ Joseph Molloy, Head of Index and Systematic Equity portfolio management
- ◆ Team of 9 investment professionals
- ◆ HSBC has been managing passive funds for more 30 years, with the launch of our first Index tracker in 1988

1 Dow Jones: Exclusion Screens – Sectors¹

| | |
|---------------------------------|-----------------------|
| Conventional Financial Services | Weapons and Defence |
| Entertainment | Pork related products |
| Alcohol | Tobacco |

2 Dow Jones: Exclusion Screens – Financial ratios

Cash + Interest bearing securities/24 month average market capitalisation exceeds 33%

Total Debt/24 month average market capitalisation ratio exceeds 33%

1. And any other sectors that the Global Shariah Supervisory Committee may determine to exclude
For illustrative purposes only. Dow Jones index methodology can be found at <https://us.spindices.com/documents/methodologies/methodology-dj-islamic-market-indices.pdf>

Fund characteristics

| | |
|------------------------------------|--|
| Fund domicile | Ireland, UCITS V compliant |
| Indicative Index | Dow Jones Islamic Market Titans 100 Net total return Index |
| Fund Inception date | 06 October 2022 |
| Ongoing charges¹ | A2CGBP share class: 0.30% A3CGBP share class: 0.30% |
| Minimum initial Investment | A2CGBP share class: USD 25,000,000 A3CGBP share class: USD 25,000,000 |
| ISIN | A2CGBP share class: IE000G1X4XT2 A3CGBP share class: IE0004IBS1Z9 |
| Share class base currency | GBP |
| Dividend treatment | Accumulating |
| Valuation | Daily 17:00 Ireland |
| Management Company | Carne Global Fund Managers (Ireland) Limited |
| Investment Advisor | HSBC Global Asset Management (UK) Ltd |
| AUM* | USD 5,654 million |
| SFDR² | Article 6 |
| SRRI³ | 5 |
| Investment Horizon | > 5 years |

Global Shariah Supervisory Committee

The Global Shariah Supervisory Committee is responsible for the following activities:

- ◆ Study of the prospectus, investment objectives and policies
- ◆ Use of investment techniques and instruments
- ◆ Advising the Board of Directors regarding compliance with Shariah principles
- ◆ Establishing principles for calculating an appropriate percentage of impure income
- ◆ Approving proposals for the nomination of suitable charities to which the impure income will be donated
- ◆ Preparing an annual certificate of the fund's compliance with Shariah principles for inclusion in the financial reports

Purification costs

- ◆ The fund receives company dividends generated as part of a company's normal business operations. However, a small part (must be less than 5%) of their revenue may come from non-compliant activities hence the need for a purification cost
- ◆ An impure income ratio is created for each company included in the portfolio on annual basis, using the dividend purification cost ratio (calculated as non-permissible revenue / total revenue). The methodology for calculations is reviewed and approved by the Global Shariah Supervisory Committee
- ◆ The ratio of impure income varies from company to company and portfolio to portfolio (depending on the composition of the portfolio). It can typically range from 1.0% to 5.0% of the dividend income of a fund's holdings
- ◆ Impure income is donated to charity, approved by the Global Shariah Supervisory Committee

Past performance should not be seen as an indication of future returns.

Please contact us for more details on share classes
Source: HSBC Asset Management, as at 31 December 2023.
*Collective AUM for CCF & SICAV

1. 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.
2. SFDR Art. 6 Product: A financial product which does not integrate sustainability into the investment process.
3. The rating is based on price volatility over the last five years, and is an indicator of absolute risk. Historical data may not be a reliable indication for the future. The scale varies from 1 (least risky) to 7 (most risky). The rating is not guaranteed to remain unchanged and the categorisation may shift over time. The lowest rating does not mean a risk-free investment. Do not run any unnecessary risk. Read the Key Investor Information Document.

Key risks

The value of an investment in the portfolios and any income from them can go down as well as up and as with any investment you may not receive back the amount originally invested.

- ◆ **Counterparty Risk** The possibility that the counterparty to a transaction may be unwilling or unable to meet its obligations
- ◆ **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
- ◆ **Exchange Rate Risk** Changes in currency exchange rates could reduce or increase investment gains or investment losses, in some cases significantly
- ◆ **Index Tracking Risk** 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")
- ◆ **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** 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

Further information on the potential risks can be found in the Key Investor Information Document (KIID) and/or the Prospectus or Offering Memorandum

Important information

This document is intended for Professional Clients only and should not be distributed to or relied upon by retail clients.

The material contained herein is for marketing purposes and is for your information only. This document is not contractually binding nor are we required to provide this to you by any legislative provision. It does not constitute legal, tax or investment advice or a recommendation to any reader of this material to buy or sell investments. You must not, therefore, rely on the content of this document when making any investment decisions.

This document is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. This document is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe to any investment.

The contents are confidential and may not be reproduced or further distributed to any person or entity, whether in whole or in part, for any purpose. This presentation is intended for discussion only and shall not be capable of creating any contractual or other legal obligations on the part of HSBC Global Asset Management (UK) Limited or any other HSBC Group company.

The presentation is based on information obtained from sources believed to be reliable but which have not been independently verified. HSBC Global Asset Management (UK) Limited and HSBC Group accept no responsibility as to its accuracy or completeness. Care has been taken to ensure the accuracy of this presentation but HSBC Global Asset Management (UK) Limited accepts no responsibility for any errors or omissions contained therein.

This presentation and any issues or disputes arising out of or in connection with it (whether such disputes are contractual or non-contractual in nature, such as claims in tort, for breach of statute or regulation or otherwise) shall be governed by and construed in accordance with English law.

Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Global Asset Management (UK) Limited accepts no liability for any failure to meet such forecast, projection or target.

The HSBC UCITS Common Contractual Fund is an Open-Ended Umbrella Common Contractual Fund established under the laws of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended). There can be no guarantee that the CCF or any of its Funds investment objectives will be achieved and investment results may vary substantially over time. Prospective Unit holders should carefully consider whether an investment in Units is suitable for them in light of their circumstances and financial resources and should carefully review the Prospectus and the relevant Supplement, including the sections entitled "Risk Factors" and "Portfolio Transaction and Conflicts of Interest", before investing in the CCF. NATURAL PERSONS MAY NOT BE UNITHOLDERS IN THE CCF OR ANY OF ITS FUNDS.

Investors and potential investors should read and note the risk warnings in the prospectus and relevant KIID. and additionally, in the case of retail clients, the information contained in the supporting SID.

The Dow Jones - Islamic Titans 100 Index is a product of S&P Dow Jones Indices LLC ("SPDJI"), and has been licensed for use by HSBC Asset Management. Standard & Poor's® and S&P® are registered trademarks of Standard & Poor's Financial Services LLC ("S&P"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"); and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by HSBC Asset Management. HSBC Asset Management's Islamic Global Equity Index Fund is not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates, and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the Dow Jones - Islamic Titans 100 Index.

The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested. Where overseas investments are held the rate of currency exchange may also cause the value of such investments to fluctuate. Investments in emerging markets are by their nature higher risk and potentially more volatile than those inherent in some established markets. Stock market investments should be viewed as a medium to long term investment and should be held for at least five years. Any performance information shown refers to the past and should not be seen as an indication of future returns.

Important information

Shariah investment restrictions may result in the funds performing less well than funds with similar objectives which are not subject to these restrictions.

To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Global Asset Management (UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group. Approved for issue in the UK by HSBC Global Asset Management (UK) Limited, who are authorised and regulated by the Financial Conduct Authority. HSBC Asset Management is the brand name for the asset management business of HSBC Group, which includes the investment activities provided through our local regulated entity, HSBC Global Asset Management (UK) Limited.

www.assetmanagement.hsbc.com/uk

Copyright © HSBC Global Asset Management (UK) Limited 2024. All rights reserved.

0374-24 EXP: 31.12.2024