

HSBC Global Funds ICAV

Global Sukuk UCITS ETF

Marketing communication | Monthly report 30 November 2024 | Share class AQ

Investment objective

The Fund aims to provide regular income and capital growth by tracking as closely as possible the performance of the FTSE IdealRatings Sukuk Index (total return) (the Index), while maintaining adherence to Shariah principles.

Investment strategy

The Index is comprised of global Islamic fixed income securities, also known as Sukuk. The Fund invests in, or gain exposure to US Dollar denominated, Investment Grade Sukuk that are Shariah-compliant, and issued in the global markets, all of which are Index constituents. The currency of the Index is USD and returns are unhedged.

The Fund is passively managed and utilises an investment technique called optimisation, which 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 only invest in Sukuk that meet Shariah compliance principles as interpreted or approved by the Shariah Committee. The Fund may invest up to 10% of its assets in cash and money market instruments up to 10% of its assets in Shariah-compliant funds for efficient portfolio management purposes.

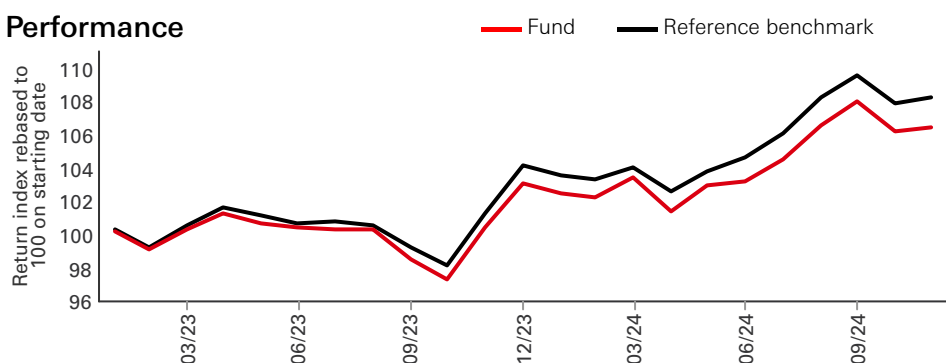
Credit Ratings of the investments may vary from time to time but will be at least Investment Grade.

See the Prospectus for a full description of the investment objectives and derivative usage.

Main risks

- The Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.
- 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.

Performance



Share Class Details

Key metrics

| | |
|---------------------|-----------------|
| NAV per Share | USD 9.95 |
| Performance 1 month | 0.26% |
| Yield to maturity | 5.04% |

Fund facts

| | |
|-----------------------------|--|
| UCITS V compliant | Yes |
| Dividend treatment | Distributing |
| Distribution Frequency | Quarterly |
| Dividend ex-date | 24 October 2024 |
| Dividend Yield ¹ | 4.14% |
| Last Paid Dividend | 0.105627 |
| Dealing frequency | Daily |
| Valuation Time | 23:00 Ireland |
| Share Class Base Currency | USD |
| Domicile | Ireland |
| Inception date | 18 January 2023 |
| Fund Size | USD 276,713,439 |
| Reference benchmark | 100% FTSE IdealRatings Sukuk Index (total return) |
| Managers | Sebastien Faucher Amrita Chauhan Sanyal |

Fees and expenses

| | |
|------------------------------------|------------------|
| Minimum Initial Investment | USD 5,000 |
| Ongoing Charge Figure ² | 0.700% |

Codes

| | |
|------------------|---------------------|
| ISIN | IE00018650W2 |
| Bloomberg ticker | HBGBSAQ ID |

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 an estimate as the share class has not been priced for a full financial year.

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 KID before making any final investment decisions.

Source: HSBC Asset Management, data as at 30 November 2024

| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | Since inception ann |
|---------------------|-------------|-------------|--------------|-------------|-------------|-------------|-------------|---------------------|
| AQ | 3.23 | 0.26 | -0.18 | 3.36 | 6.02 | -- | -- | 3.42 |
| Reference benchmark | 3.98 | 0.37 | 0.06 | 4.27 | 6.86 | -- | -- | 4.37 |

| Rolling Performance (%) | 30/11/23-30/11/24 | 30/11/22-30/11/23 | 30/11/21-30/11/22 | 30/11/20-30/11/21 | 30/11/19-30/11/20 |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| AQ | 6.02 | -- | -- | -- | -- |
| Reference benchmark | 6.86 | -- | -- | -- | -- |

| 3-Year Risk Measures | AQ | Reference benchmark | 5-Year Risk Measures | AQ | Reference benchmark |
|----------------------|----|---------------------|----------------------|----|---------------------|
| Volatility | -- | -- | Volatility | -- | -- |
| Sharpe ratio | -- | -- | Sharpe ratio | -- | -- |
| Tracking error | -- | -- | Tracking error | -- | -- |
| Information ratio | -- | -- | Information ratio | -- | -- |

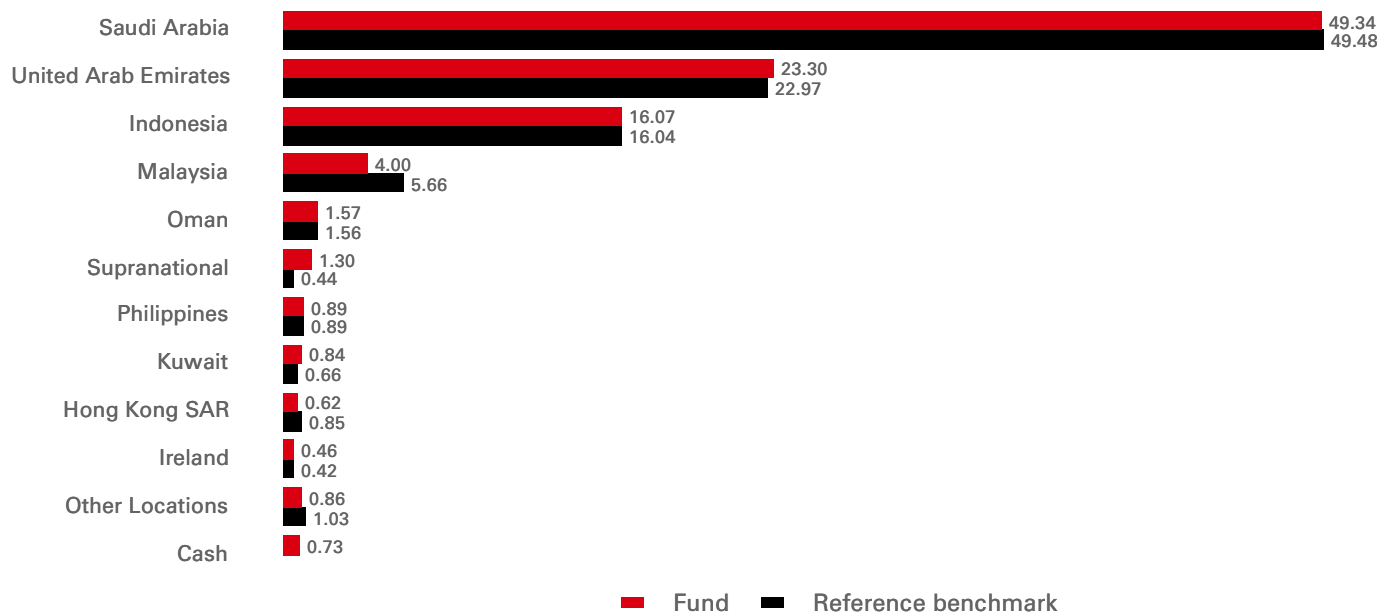
| Fixed Income Characteristics | Fund | Reference benchmark | Relative |
|---------------------------------|-------|---------------------|----------|
| No. of holdings ex cash | 110 | 109 | -- |
| Average coupon rate | 4.46 | 4.35 | 0.11 |
| Yield to worst | 5.04% | 5.00% | 0.04% |
| Option Adjusted Duration | 4.69 | 4.65 | 0.04 |
| Modified Duration to Worst | 4.68 | 4.64 | 0.04 |
| Option Adjusted Spread Duration | 4.68 | 4.64 | 0.04 |
| Average maturity | 6.00 | 5.91 | 0.10 |
| Rating average | A/A- | A/A- | -- |

| Credit rating (%) | Fund | Reference benchmark | Relative |
|-------------------|-------|---------------------|----------|
| AA | 3.38 | 3.82 | -0.44 |
| A | 55.91 | 58.49 | -2.58 |
| BBB | 30.84 | 30.17 | 0.67 |
| BB | 8.23 | 7.52 | 0.71 |
| NR | 0.90 | -- | 0.90 |
| Cash | 0.73 | -- | 0.73 |

| Maturity Breakdown (Option Adjusted Duration) | Fund | Reference benchmark | Relative |
|---|-------------|---------------------|-------------|
| 0-2 years | 0.11 | 0.15 | -0.04 |
| 2-5 years | 1.72 | 1.63 | 0.09 |
| 5-10 years | 2.14 | 2.10 | 0.05 |
| 10+ years | 0.71 | 0.77 | -0.06 |
| Total | 4.69 | 4.65 | 0.04 |

| Currency Allocation (%) | Fund | Reference benchmark | Relative |
|-------------------------|--------|---------------------|----------|
| USD | 100.00 | 100.00 | 0.00 |
| GBP | 0.00 | -- | 0.00 |

Geographical Allocation (%)



| Sector Allocation (%) | Fund | Reference benchmark | Relative |
|------------------------|-------|---------------------|----------|
| Sovereign | 46.45 | 46.66 | -0.22 |
| Agencies | 34.09 | 35.21 | -1.12 |
| Financial Institutions | 15.36 | 15.41 | -0.05 |
| Energy | 1.33 | 1.34 | -0.01 |
| Supranational | 1.30 | 0.44 | 0.87 |
| Consumer Non cyclical | 0.73 | 0.67 | 0.06 |
| Utility | -- | 0.26 | -0.26 |
| Cash | 0.73 | -- | 0.73 |

| Top 10 Holdings | Weight (%) |
|---------------------------------|-------------------|
| KSA SUKUK LTD 3.628 20/04/27 | 2.79 |
| KSA SUKUK LTD 4.274 22/05/29 | 2.41 |
| KSA SUKUK LTD 4.511 22/05/33 | 2.40 |
| KSA SUKUK LTD 5.268 25/10/28 | 2.29 |
| SAUDI ELEC SUKUK 5.684 11/04/53 | 2.22 |
| SUCI SECOND INVE 6.000 25/10/28 | 2.18 |
| KSA SUKUK LTD 2.969 29/10/29 | 2.06 |
| KSA SUKUK LTD 5.250 04/06/34 | 2.04 |
| SAUDI ELEC SUKUK 5.194 13/02/34 | 1.96 |
| KSA SUKUK LTD 4.303 19/01/29 | 1.95 |

Risk Disclosure


- 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").
- Different investment styles typically go in and out of favour depending on market conditions and investor sentiment.
- 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.
- Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up.
- Further information on the potential risks can be found in the Key Information Document (KID) and/or the Prospectus or Offering Memorandum.

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Source: HSBC Asset Management, data as at 30 November 2024

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