

## HSBC Global Investment Funds

# SINGAPORE DOLLAR INCOME BOND

Marketing communication | Monthly report 31 October 2024 | Share class AM2

### Investment objective

The Fund aims to provide long term capital growth and income by investing in a portfolio of bonds denominated in or hedged to Singapore dollars (SGD).

### Investment strategy

The Fund is actively managed.

In normal market conditions, the Fund will invest at least 90% of its assets in investment grade bonds, non-investment grade bonds, unrated bonds and other similar securities issued or guaranteed by governments, government agencies, supranational entities or issued by companies that are based in or carry out the larger part of their business in Asia, either denominated in SGD or non-SGD currencies that are hedged back to SGD.

Companies and/or issuers considered for inclusion within the Fund's portfolio will be subject to excluded activities in accordance with HSBC Asset Management's Responsible Investment Policies, which may change from time to time.

The Fund may invest up to 30% in non-investment grade bonds and similar securities and up to 10% in asset-backed securities and mortgage-backed securities. The Fund may invest up to 10% in convertible bonds and up to 10% in contingent convertible securities.

The Fund may invest up to 10% in other funds, including HSBC funds and may invest in bank deposits, money market instruments or money market funds for treasury purposes.

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.

### Share Class Details

#### Key metrics

NAV per Share	<b>SGD 8.17</b>
Performance 1 month	<b>-0.29%</b>
Yield to maturity	<b>4.65%</b>

#### Fund facts

UCITS V compliant	<b>Yes</b>
Subscription mode	<b>Cash / SRS (Supplementary Retirement Scheme)</b>
Dividend treatment	<b>Distributing</b>
Distribution Frequency	<b>Monthly</b>
Dividend ex-date	<b>29 October 2024</b>
Dividend annualised yield	<b>4.77%</b>
Last Paid Dividend	<b>0.031771</b>
Dealing frequency	<b>Daily</b>
Valuation Time	<b>17:00 Luxembourg</b>
Share Class Base Currency	<b>SGD</b>
Domicile	<b>Luxembourg</b>
Inception date	<b>2 March 2018</b>
Fund Size	<b>SGD 344,412,173</b>
Reference benchmark	<b>20% JP Morgan Asia Credit High Yield SGD Hedged 25% JP Morgan Asia Credit Investment Grade SGD Hedged 55% Markit iBoxx SGD Non-Sovereign Total Return Index</b>
Managers	<b>William GOH Alex CHOI Daniel Lam</b>

#### Fees and expenses

Minimum initial investment (SG) <sup>1</sup>	<b>SGD 1,000</b>
Maximum initial charge (SG)	<b>3.000%</b>
Management fee	<b>0.800%</b>

#### Codes

ISIN	<b>LU1734076539</b>
Bloomberg ticker	<b>HSSDAM2 LX</b>

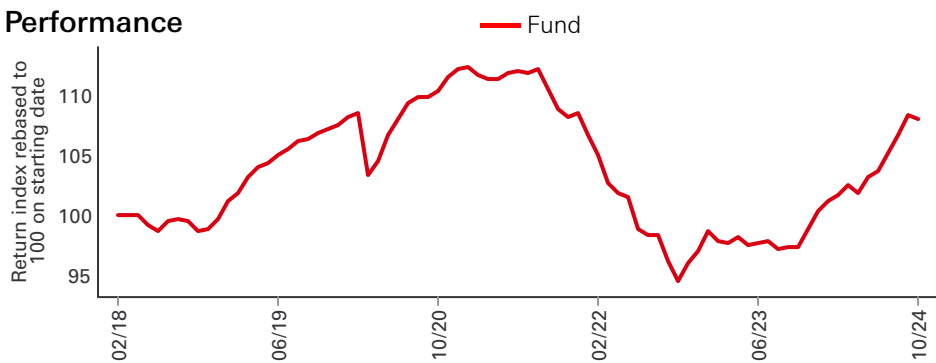
**Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis. For comparison with Reference Benchmark.**

**\*Share class denoted with "(Net)" refers to fund return net of maximum initial charge (SG) on a single pricing (NAV) basis. No redemption charge is levied.**

**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 31 October 2024**

**Performance**



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann
<b>AM2</b>	<b>7.74</b>	<b>-0.29</b>	<b>2.81</b>	<b>6.21</b>	<b>11.12</b>	<b>-0.27</b>	<b>0.23</b>
AM2 (Net)*	4.60	-3.20	-0.18	3.12	7.88	-1.25	-0.36
Reference benchmark	--	-0.10	2.59	--	--	--	--

Calendar year performance (%)	2019	2020	2021	2022	2023
<b>AM2</b>	<b>7.97</b>	<b>4.30</b>	<b>-3.31</b>	<b>-10.71</b>	<b>3.54</b>
AM2 (Net)*	4.82	1.27	-6.13	-13.31	0.52
Reference benchmark	--	--	--	--	--

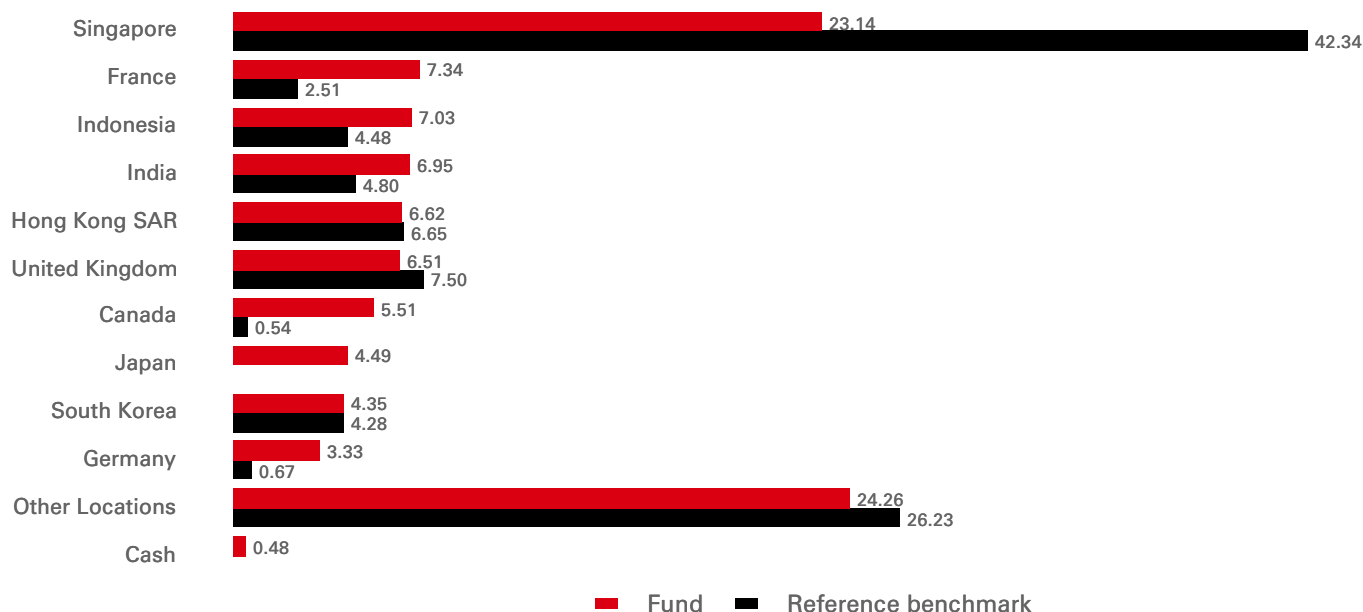
3-Year Risk Measures	AM2	Reference benchmark	5-Year Risk Measures	AM2	Reference benchmark
Volatility	4.10%	--	Volatility	4.24%	--
Sharpe ratio	-0.84	--	Sharpe ratio	-0.45	--
Tracking error	--	--	Tracking error	--	--
Information ratio	--	--	Information ratio	--	--

Fixed Income Characteristics	Fund	Reference benchmark	Relative
No. of holdings ex cash	203	1,747	--
Average coupon rate	5.09	4.12	0.98
Yield to worst	4.31%	4.67%	-0.36%
Current yield	5.11%	4.28%	0.83%
Option Adjusted Duration	6.47	4.51	1.96
Option Adjusted Spread Duration	5.64	4.62	1.02
Average maturity	9.51	6.15	3.37
Rating average	BBB+/BBB	A-/BBB+	--

Credit rating (%)	Fund	Reference benchmark	Relative	Maturity Breakdown (Option Adjusted Duration)	Fund	Reference benchmark	Relative
AAA	5.90	19.47	-13.56	0-2 years	0.17	0.30	-0.13
AA	0.65	4.75	-4.09	2-5 years	1.35	1.38	-0.03
A	22.86	14.89	7.97	5-10 years	2.16	1.04	1.12
BBB	40.13	25.23	14.89	10+ years	2.79	1.78	1.01
BB	12.28	12.13	0.15	<b>Total</b>	<b>6.47</b>	<b>4.51</b>	<b>1.96</b>
B	6.92	2.35	4.57				
CCC	3.14	1.74	1.40				
CC	0.15	0.04	0.12				
C	--	0.00	0.00				
D	--	1.07	-1.07				
NR	7.48	18.33	-10.85				
Cash	0.48	--	0.48				

Performance is annualised when calculation period is over one year. Past performance does not predict future returns. Fund return: NAV-to-NAV basis. For comparison with Reference Benchmark.  
 \*Share class denoted with "(Net)" refers to fund return net of maximum initial charge (SG) on a single pricing (NAV) basis. No redemption charge is levied.  
 Source: HSBC Asset Management, data as at 31 October 2024

### Geographical Allocation (%)



Sector Allocation (%)	Fund	Reference benchmark	Relative
Banks	31.89	22.02	9.87
Insurance	12.11	3.19	8.92
Government	7.98	28.09	-20.11
Utilities	7.62	4.31	3.31
Reits	6.81	4.62	2.20
Consumer Cyclical	6.13	5.59	0.53
Industrial	6.05	3.20	2.86
Energy	4.80	3.56	1.24
Basic Materials	3.81	2.33	1.48
Diversified Finan serv	3.65	3.49	0.16
Other Sectors	8.68	19.60	-10.92
Cash	0.48	--	0.48

Top 10 Holdings	Weight (%)
TORONTO DOM BANK 5.700	3.07
SINGAPORE GOV'T 3.000 01/08/72	2.79
AIA GROUP 2.900	2.56
MANULIFE FIN COR 4.275 19/06/34	2.44
STANDARD CHART 4.500 14/06/33	2.43
SINGTEL GROUP TR 3.300	1.80
BPCE 5.000 08/03/34	1.69
COMMERZBANK AG 6.500 24/04/34	1.50
CHANGI AIRPORT G 1.880 12/05/31	1.50
AUST & NZ BANK 4.500 02/12/32	1.44

Top 10 holdings exclude holdings in cash and cash equivalents and money market funds.

## Risk Disclosure

- 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.
- Investment involves risk. Past performance figures shown are not indicative of future performance. Investors should read the prospectus (including the risk warnings) and the product highlights sheets, before investing. Daily price change percentage is based on bid-bid price.

## Index Disclaimer


Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 2023, J.P. Morgan Chase & Co. All rights reserved. Neither Markit, its Affiliates or any third party data provider makes any warranty, express or implied, as to the accuracy, completeness or timeliness of the data contained herewith nor as to the results to be obtained by recipients of the data. Neither Markit, its Affiliates nor any data provider shall in any way be liable to any recipient of the data for any inaccuracies, errors or omissions in the Markit data, regardless of cause, or for any damages (whether direct or indirect) resulting therefrom. Markit has no obligation to update, modify or amend the data or to otherwise notify a recipient thereof in the event that any matter stated herein changes or subsequently becomes inaccurate. Without limiting the foregoing, Markit, its Affiliates, or any third party data provider shall have no liability whatsoever to you, whether in contract (including under an indemnity), in tort (including negligence), under a warranty, under statute or otherwise, in respect of any loss or damage suffered by you as a result of or in connection with any opinions, recommendations, forecasts, judgments, or any other conclusions, or any course of action determined, by you or any third party, whether or not based on the content, information or materials contained herein. Copyright © 2024, Markit Indices Limited.

## Benchmark disclosure

The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark.

**Source: HSBC Asset Management, data as at 31 October 2024**

Follow us on:

 **HSBC Asset Management**

### Glossary



[www.assetmanagement.hsbc.com.sg/api/v1/download/document/lu0047473722/sg/en/glossary](https://www.assetmanagement.hsbc.com.sg/api/v1/download/document/lu0047473722/sg/en/glossary)

## Important Information

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 nor should it be regarded as investment research. This document has not been reviewed by The Monetary Authority of Singapore (the "MAS").

HSBC Global Asset Management (Singapore) Limited ("AMSG") has based this document on information obtained from sources it reasonably believes to be reliable. However, AMSG does not warrant, guarantee or represent, expressly or by implication, the accuracy, validity or completeness of such information. Any views and opinions expressed in this document are subject to change without notice. It does not have regard to the specific investment objectives, financial situation, or needs of any specific person. Investors and potential investors should not make any investment solely based on the information provided in this document. Investors should seek advice from an independent financial adviser. Investment involves risk. Past performance and any forecasts on the economy, stock or bond market, or economic trends are not indicative of future performance. The value of investments and income accruing to them, if any, may fall or rise and investor may not get back the original sum invested. Changes in rates of currency exchange may significantly affect the value of the investment.

This document is provided for information only.

In Singapore, this document is issued by AMSG who is licensed by MAS to conduct Fund Management Regulated Activity in Singapore. AMSG is not licensed to carry out asset or fund management activities outside of Singapore. Recipients of this document in Singapore are to contact AMSG in respect of any matter arising from, or in connection with, this document or analysis.

HSBC Global Asset Management (Singapore) Limited

10 Marina Boulevard, Marina Bay Financial Centre, Tower 2, #48-01, Singapore 018983

Telephone: (65) 6658 2900 Facsimile: (65) 6225 4324

Website: <https://www.assetmanagement.hsbc.com.sg/>

Company Registration No. 198602036R