

HSBC ETFs PLC

HSBC MSCI World Value ESG UCITS ETF

Monthly report 29 February 2024 | HWVL LN | USD (Acc)



Investment objective

The Fund aims to track as closely as possible the returns of the MSCI World Value SRI ESG Target Select Index (the Index), that provides investors the opportunity to gain specific exposure to companies with lower market valuations relative to their fundamental value, while integrating environmental, social and governance (ESG) metrics. The Fund will invest in or gain exposure to shares of companies which make up the Index. The Fund qualifies under Article 8 of SFDR.



Investment strategy

The Index is a subset of the MSCI World Index (Parent Index), and is made up of large and mid-cap companies based in developed market countries, as defined by the Index Provider. The Index is constructed by excluding companies with exposure to: controversial and nuclear weapons, adult entertainment, alcohol, gambling, nuclear power, thermal coal power, fossil fuel and tobacco. The Fund is passively managed and aims to invest in the shares of the companies in generally the same proportion as in the Index. The Fund may invest up to 10% of its assets in other funds, up to 35% of its assets in securities from a single issuer during exceptional market conditions, and up to 10% in total return swaps and contracts for difference. See the Prospectus for a full description of the investment objectives and derivative usage.



Main risks

- The value of investible securities can change over time due to a wide variety of factors, including but not limited to: political and economic news, government policy, changes in demographics, cultures and populations, natural or human-caused disasters etc.
- 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").
- 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.

Fund facts

| | |
|--------------------|---|
| Fund manager | HSBC Global Asset Management (UK) Limited |
| Custodian | HSBC Continental Europe |
| Fund administrator | HSBC Securities Services (Ireland) DAC |

Share class details

Key metrics

| | |
|---------------------|------------------|
| NAV per share | USD 19.05 |
| Performance 1 month | 3.49% |

Fund facts

| | |
|---------------------------------|--|
| UCITS V compliant | Yes |
| UK reporting fund status (UKRS) | Yes |
| ISA eligible | Yes |
| Dividend treatment | Accumulating |
| Dividend currency | USD |
| Fund base currency | USD |
| Currency Hedged | Not Hedged |
| Share class base currency | USD |
| Domicile | Ireland |
| Inception date | 18 October 2022 |
| Shares outstanding | 8,965,000 |
| Fund size | USD 169,965,496 |
| Reference benchmark | 100% MSCI World Value SRI ESG Target Select Index |
| Replication method | Physical- Full |
| SIPP eligible | Yes |
| Issuer | HSBC ETFs PLC |
| Fiscal year end | Dec |

Fees and expenses

| | |
|------------------------------------|---------------|
| Ongoing charge figure ¹ | 0.250% |
|------------------------------------|---------------|

Codes

| | |
|-------|---------------------|
| ISIN | IE000LYBU7X5 |
| SEDOL | BMQ5217 |

¹Ongoing 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.

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

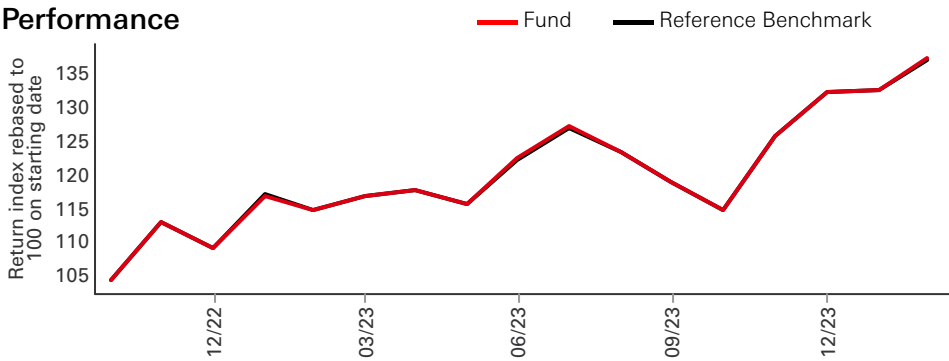
This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

For definition of terms, please refer to the Glossary QR code and Prospectus.

Source: HSBC Asset Management, data as at 29 February 2024

For Professional investors only. Not for further distribution.

Performance



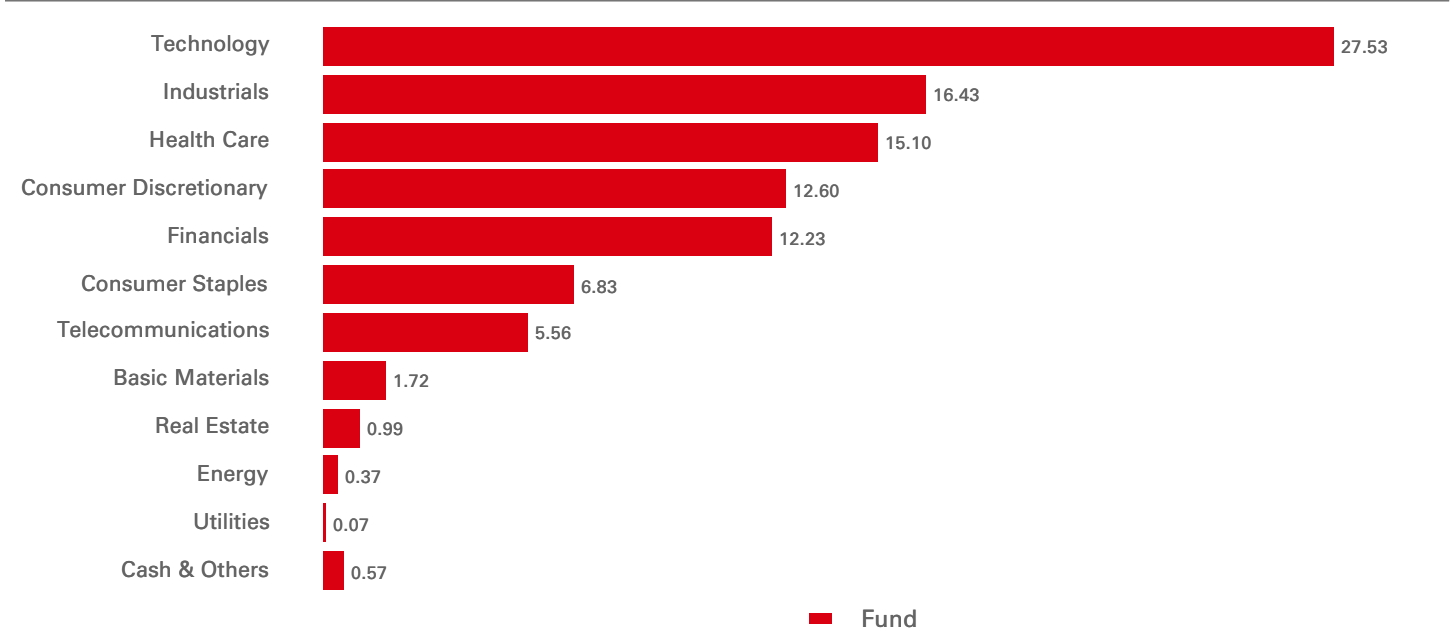
| Performance (%) | YTD | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | Since inception ann |
|---------------------|------|---------|----------|----------|--------|-------------|-------------|---------------------|
| Fund | 3.71 | 3.49 | 9.00 | 11.20 | 19.53 | -- | -- | 25.86 |
| Reference Benchmark | 3.71 | 3.49 | 9.01 | 11.22 | 19.38 | -- | -- | 25.79 |
| Tracking difference | 0.00 | 0.00 | -0.01 | -0.01 | 0.15 | -- | -- | 0.07 |
| Tracking error | -- | -- | -- | -- | 0.07 | -- | -- | 0.07 |

| Rolling performance (%) | 28/02/23-29/02/24 | 28/02/22-28/02/23 | 28/02/21-28/02/22 | 29/02/20-28/02/21 | 28/02/19-29/02/20 |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Fund | 19.53 | -- | -- | -- | -- |
| Reference Benchmark | 19.38 | -- | -- | -- | -- |

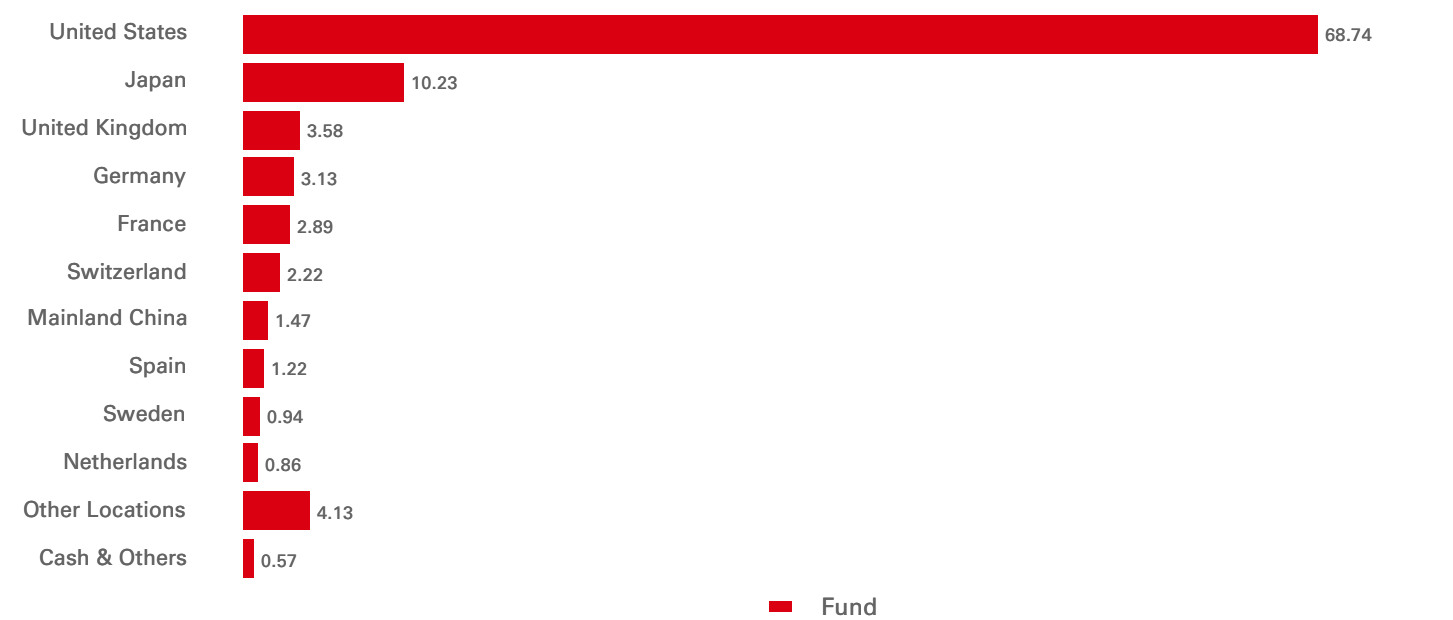
| Carbon footprint | Fund | Broad Market Index | MSCI ESG Score | ESG score | E | S | G |
|---|-------|--------------------|--------------------|-----------|-----|-----|-----|
| Carbon intensity emissions | 67.74 | 99.14 | Fund | 8.3 | 7.0 | 5.9 | 6.1 |
| Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ² e/USD million revenue) Source: S&P Global Trucost | | | Broad Market Index | 6.9 | 6.8 | 5.2 | 5.7 |

| Equity characteristics | Fund | Reference Benchmark | Benchmark information |
|------------------------------|---------|---------------------|--|
| No. of holdings ex cash | 230 | 261 | Index name 100% MSCI World Value SRI ESG Target Select Index |
| Average market cap (USD Mil) | 463,834 | 463,975 | Index currency USD |
| Price/earning ratio | 11.65 | 11.65 | Benchmark type Net Return |
| | | | TR Index Bloomberg Ticker NU749045 |
| | | | TR Index Reuters RIC .dMIWO0ETCVNUS |

Sector allocation (%)



Geographical allocation (%)



| Top 10 holdings | Sector | Weight (%) |
|----------------------------|--------------------|------------|
| Microsoft Corp | Technology | 7.18 |
| NVIDIA Corp | Technology | 3.25 |
| Apple Inc | Technology | 2.78 |
| Applied Materials Inc | Technology | 2.27 |
| Intel Corp | Technology | 2.25 |
| Verizon Communications Inc | Telecommunications | 2.23 |
| Lam Research Corp | Technology | 2.19 |
| Pfizer Inc | Health Care | 2.14 |
| Elevance Health Inc | Health Care | 2.09 |
| Citigroup Inc | Financials | 1.87 |

| Exchange name | Listing date | Trading currency | Trading hours | Bloomberg ticker | Reuters | iNAV RIC | iNAV Bloomberg | iNAV Reuters |
|--------------------------------|--------------|------------------|---------------|------------------|---------|----------|----------------|----------------------|
| LONDON STOCK EXCHANGE | 19 Oct 2022 | USD | 08:00 - 16:30 | HWVL LN | HWVL.L | HWVLUXIV | | HWVLUSDINA V=SOLA |
| LONDON STOCK EXCHANGE | 19 Oct 2022 | GBP | 08:00 - 16:30 | HWVS LN | HWVS.L | HWVSGXIV | | HWVSGBPINA V=SOLA |
| NYSE EURONEXT - EURONEXT PARIS | 14 Nov 2022 | EUR | 09:00 - 17:30 | HWVS FP | HWVS.PA | H41DEXIV | | H41DEURINAV =SOLA |
| DEUTSCHE BOERSE AG-XETRA | 25 Oct 2022 | EUR | 09:00 - 17:30 | H41D GY | H41D.DE | H41DEXIV | | H41DEURINAV =SOLA |
| BORSA ITALIANA SPA | 14 Nov 2022 | EUR | 09:00 - 17:35 | HWVL IM | -- | H41DEXIV | | H41DEURINAV =SOLA |

| Emissions from reserves (mn tonnes/ USDmn) | Fund | Broad Market Index |
|---|----------|-----------------------|
| Emissions from reserves/market cap | 17.58657 | 1,009.05891 |

Ten lowest carbon intensity issuers

| Fund | Carbon intensity emissions (tonnes CO ² e/USD million) | Broad Market Index | Carbon intensity emissions (tonnes CO ² e/USD million) |
|------------------------------|---|------------------------------|---|
| 3I GROUP PLC | 0.09 | INDUSTRIVARDEN AB-A SHS | 0.01 |
| SWISS RE AG | 0.24 | WHEATON PRECIOUS METALS CORP | 0.03 |
| THE CIGNA GROUP | 0.60 | 3I GROUP PLC | 0.09 |
| ELEVANCE HEALTH INC | 0.62 | ST JAMES'S PLACE PLC | 0.11 |
| SYNCHRONY FINANCIAL | 0.64 | SAGAX AB-B | 0.18 |
| NN GROUP NV | 0.65 | HANNOVER RUECK SE | 0.18 |
| PRUDENTIAL FINANCIAL INC | 0.73 | IGM FINANCIAL INC | 0.22 |
| AMERICAN INTERNATIONAL GROUP | 0.80 | SWISS RE AG | 0.24 |
| CENTENE CORP | 0.86 | M&G PLC | 0.25 |
| QBE INSURANCE GROUP LTD | 1.29 | DNB BANK ASA | 0.26 |

Ten highest carbon intensity issuers

| Fund | Carbon intensity emissions (tonnes CO ² e/USD million) | Broad Market Index | Carbon intensity emissions (tonnes CO ² e/USD million) |
|-------------------------|---|-------------------------|---|
| HEIDELBERG MATERIALS AG | 3,185.96 | VISTRA CORP | 6,920.55 |
| LAFARGEHOLCIM LTD-REG | 2,715.53 | EVERGY INC | 4,775.06 |
| NIPPON STEEL CORP | 1,725.28 | SEMBCORP INDUSTRIES LTD | 4,486.64 |
| JFE HOLDINGS INC | 1,532.73 | CLP HOLDINGS LTD | 3,450.76 |
| BRIDGESTONE CORP | 1,271.94 | PPL CORP | 3,431.28 |
| CRH PLC | 1,031.23 | AMEREN CORPORATION | 3,264.38 |
| BLUESCOPE STEEL LTD | 745.90 | AES CORP | 3,192.36 |
| QANTAS AIRWAYS LTD | 726.17 | HEIDELBERG MATERIALS AG | 3,185.96 |
| NIPPON YUSEN KK | 678.21 | SOUTH32 LTD | 3,152.81 |
| DEUTSCHE LUFTHANSA-REG | 676.24 | ALLIANT ENERGY CORP | 3,147.17 |

ESG score for ten highest holdings by weight

| Fund | Weight | ESG score | E | S | G | Carbon intensity emissions |
|----------------------------|--------|-----------|------|-----|-----|----------------------------|
| MICROSOFT CORP | 7.181% | 9.3 | 8.4 | 6.4 | 5.7 | 32.9 |
| NVIDIA CORP | 3.252% | 9.1 | 6.2 | 7.5 | 5.9 | 5.1 |
| APPLE INC | 2.780% | 5.7 | 4.7 | 5.0 | 4.1 | 3.4 |
| APPLIED MATERIALS INC | 2.269% | 10.0 | 4.9 | 7.9 | 7.2 | 8.9 |
| INTEL CORP | 2.253% | 10.0 | 7.8 | 7.5 | 5.8 | 78.0 |
| VERIZON COMMUNICATIONS INC | 2.227% | 7.2 | 10.0 | 5.8 | 6.1 | 27.6 |
| LAM RESEARCH CORP | 2.194% | 9.7 | 3.0 | 9.9 | 6.0 | 10.4 |
| PFIZER INC | 2.143% | 6.8 | 5.8 | 4.2 | 5.9 | 11.3 |
| ELEVANCE HEALTH INC | 2.090% | 8.5 | 10.0 | 7.2 | 7.0 | 0.6 |
| CITIGROUP INC | 1.874% | 7.1 | 9.9 | 4.7 | 4.5 | 7.2 |

| Broad Market Index | Weight | ESG score | E | S | G | Carbon intensity emissions |
|----------------------------|--------|-----------|------|-----|-----|----------------------------|
| MICROSOFT CORP | 4.630% | 9.3 | 8.4 | 6.4 | 5.7 | 32.9 |
| APPLE INC | 4.209% | 5.7 | 4.7 | 5.0 | 4.1 | 3.4 |
| NVIDIA CORP | 3.098% | 9.1 | 6.2 | 7.5 | 5.9 | 5.1 |
| AMAZON.COM INC | 2.606% | 4.6 | 6.3 | 4.0 | 4.8 | 50.9 |
| META PLATFORMS INC-CLASS A | 1.725% | 2.2 | 10.0 | 2.4 | 3.9 | 34.2 |
| ALPHABET INC-CL A | 1.299% | 4.7 | 7.5 | 4.6 | 2.9 | 28.8 |
| ALPHABET INC-CL C | 1.142% | 4.7 | 7.5 | 4.6 | 2.9 | 28.8 |
| ELI LILLY & CO | 0.964% | 7.0 | 5.7 | 4.1 | 6.4 | 20.5 |
| BROADCOM INC | 0.917% | 5.9 | 5.2 | 5.7 | 5.8 | 8.7 |
| TESLA INC | 0.916% | 6.2 | 9.0 | 1.3 | 4.1 | 7.5 |

ESG score for ten lowest holdings by weight

| Fund | Weight | ESG score | E | S | G | Carbon intensity emissions |
|----------------------------|--------|-----------|------|-----|-----|----------------------------|
| MONDI PLC | 0.000% | 9.4 | 7.0 | 4.0 | 6.3 | 434.8 |
| BOC HONG KONG HOLDINGS LTD | 0.000% | 8.1 | 3.6 | 5.3 | 7.1 | 7.1 |
| MANULIFE FINANCIAL CORP | 0.000% | 7.4 | 6.4 | 5.6 | 5.7 | 20.4 |
| HORMEL FOODS CORP | 0.000% | 8.4 | 3.5 | 5.7 | 7.3 | 86.7 |
| CRH PLC | 0.002% | 10.0 | 8.4 | 6.4 | 8.0 | 1,031.2 |
| INVESTMENT AB LATOUR-B SHS | 0.007% | 6.7 | 4.6 | 5.7 | 4.6 | 9.8 |
| EBOS GROUP LTD | 0.012% | 10.0 | 9.0 | 7.8 | 7.9 | 18.3 |
| STATE STREET CORP | 0.014% | 7.2 | 10.0 | 5.1 | 6.8 | 5.3 |
| ESSITY AKTIEBOLAG-B | 0.015% | 9.1 | 6.0 | 4.9 | 6.7 | 566.2 |
| HANG LUNG PROPERTIES LTD | 0.017% | 8.1 | 6.4 | 8.9 | 5.1 | 142.0 |

| Broad Market Index | Weight | ESG score | E | S | G | Carbon intensity emissions |
|------------------------------|--------|-----------|------|-----|-----|----------------------------|
| SHARP CORP | 0.002% | 8.3 | 4.4 | 5.2 | 6.0 | 50.2 |
| JARDINE CYCLE & CARRIAGE LTD | 0.003% | 6.9 | 3.2 | 4.9 | 5.9 | 729.9 |
| RIOCAN REAL ESTATE INVST TR | 0.003% | 7.7 | 7.1 | 6.2 | 7.1 | 68.0 |
| HANG LUNG PROPERTIES LTD | 0.003% | 8.1 | 6.4 | 8.9 | 5.1 | 142.0 |
| IIDA GROUP HOLDINGS CO LTD | 0.003% | 3.6 | 2.4 | 4.0 | 4.3 | 12.1 |
| CITY DEVELOPMENTS LTD | 0.003% | 9.8 | 7.4 | 8.7 | 6.4 | 69.8 |
| IGM FINANCIAL INC | 0.003% | 6.9 | 10.0 | 5.2 | 5.9 | 0.2 |
| SITC INTERNATIONAL HOLDINGS | 0.003% | 2.6 | 5.8 | 2.6 | 4.5 | 434.2 |
| JDE PEET'S NV | 0.004% | 5.4 | 3.0 | 5.2 | 6.1 | 59.1 |
| DIASORIN SPA | 0.004% | 4.4 | 9.6 | 4.4 | 5.9 | 13.9 |

Risk disclosures

- 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.

Follow us on:



E-mail: etf.client.services@hsbc.com
Website: www.etf.hsbc.com
For more information please contact us at E-mail:
Wholesale.clientservices@hsbc.com.
www.assetmanagement.hsbc.com/uk
To help improve our service and in the interests of security we may record and/or monitor your communication with us.

Glossary



Index disclaimer

Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an “as is” basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the “MSCI Parties”) expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)

Source: HSBC Asset Management, data as at 29 February 2024
For Professional investors only. Not for further distribution.

Important information

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 material 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 material 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.

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.

This fund is a sub-fund of HSBC ETFs plc ("the Company"), an investment company with variable capital and segregated liability between sub-funds, incorporated in Ireland as a public limited company, and is authorised by the Central Bank of Ireland. The company is constituted as an umbrella fund, with segregated liability between sub-funds. Shares purchased on the secondary market cannot usually be sold directly back to the Company. Investors must buy and sell shares on the secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current Net Asset Value per share when buying shares and may receive less than the current Net Asset Value per Share when selling them. UK based investors in HSBC ETFs plc are advised that they may not be afforded some of the protections conveyed by the Financial Services and Markets Act (2000), ("the Act"). The Company is recognised in the United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC ETFs plc have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. Affiliated companies of HSBC Global Asset Management (UK) Limited may make markets in HSBC ETFs plc. All applications are made on the basis of the current HSBC ETFs plc Prospectus, relevant Key Investor Information Document ("KIID"), Supplementary Information Document (SID) and Fund supplement, and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ. UK, or from a stockbroker or financial adviser. The indicative intra-day net asset value of the sub-fund[s] is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including www.reuters.com.

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

Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Administrator by emailing ifsinvestorqueries@hsbc.com, or by visiting www.etf.hsbc.com. Details of the underlying investments of the fund are available on www.etf.hsbc.com. The indicative intra-day net asset value of the fund is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including www.reuters.com.

The most recent Prospectus is available in English, German and French. Key Investor Information Document (KIID) are available in the local language where they are registered.

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. www.assetmanagement.hsbc.co.uk

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

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

Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund. Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.

Detailed information for article 8 and 9 sustainable investment products, as categorised under the Sustainable Finance Disclosure Regulation (SFDR), including; description of the environmental or social characteristics or the sustainable investment objective; methodologies used to assess, measure and monitor the environmental or social characteristics and the impact of the selected sustainable investments and; objectives and benchmark information, can be found at: <https://www.assetmanagement.hsbc.co.uk/en/intermediary/investment-expertise/sustainable-investments/sustainable-investment-product-offering>