

HSBC ETFs PLC

HSBC MSCI Emerging Markets Value ESG UCITs ETF

Monthly report 29 February 2024 | HEVS FP | USD (Acc)



Investment objective

The Fund aims to track as closely as possible the returns of the MSCI Emerging Markets 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

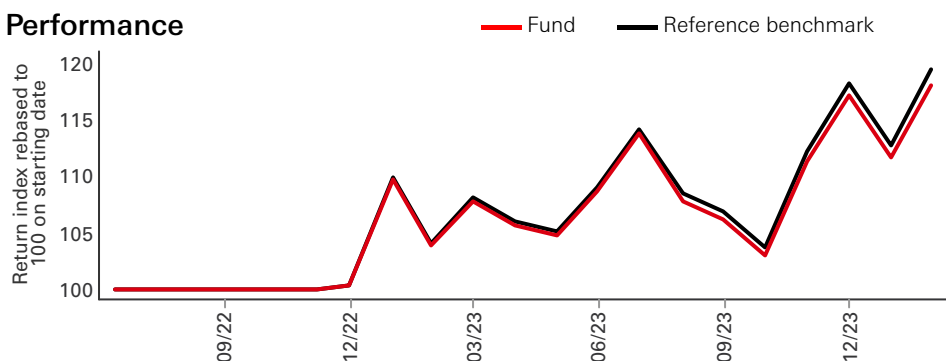
The Index is a subset of the MSCI Emerging Markets Index (Parent Index), and is made up of large and mid-cap companies based in emerging markets worldwide, as defined by the Index Provider. The Index is constructed by excluding companies with exposure to: controversial and nuclear weapons, adult entertainment, 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 Fund's unit value can go up as well as down, and any capital invested in the Fund may be at risk.
- 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.
- 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").

Performance



Share Class Details

Key metrics

NAV per Share	USD 12.78
Performance 1 month	5.74%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Accumulating
Dividend currency	USD
Fund base currency	USD
Currency Hedged	Not Hedged
Share Class Base Currency	USD
Domicile	Ireland
Inception date	7 December 2022
Shares outstanding	2,750,000
Fund Size	USD 34,963,093
Reference benchmark	100% MSCI Emerging Markets 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	0.350%
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Codes

ISIN	IE000NVVIF88
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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. Future returns will depend inter alia on market developments, the fund manager's skill, the fund's level risk and management costs and if applicable subscription and redemption costs. The return, the value of money invested in the fund may become negative as a result of price losses and currency fluctuations. There is no guarantee that all of your invested capital can be redeemed. Unless stated otherwise, inflation is not taken into account.

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

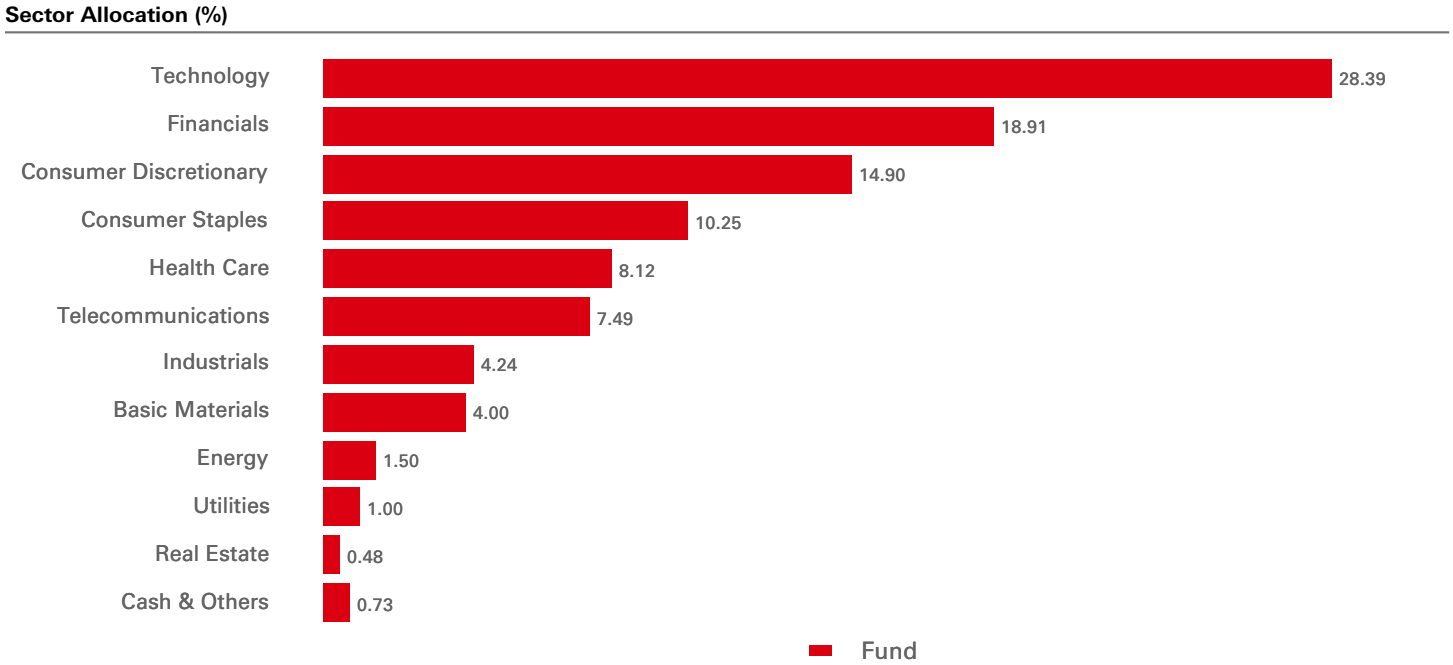
Performance (%)	Year to date	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Fund	0.79	5.74	6.03	9.54	13.61	--	--	14.44
Reference benchmark	0.98	5.88	6.37	10.14	14.73	--	--	15.52
Tracking difference	-0.19	-0.13	-0.34	-0.60	-1.12	--	--	-1.08
Tracking error	--	--	--	--	0.34	--	--	0.32

Calendar year performance (%)	2019	2020	2021	2022	2023
Fund	--	--	--	--	16.70
Reference benchmark	--	--	--	--	17.83

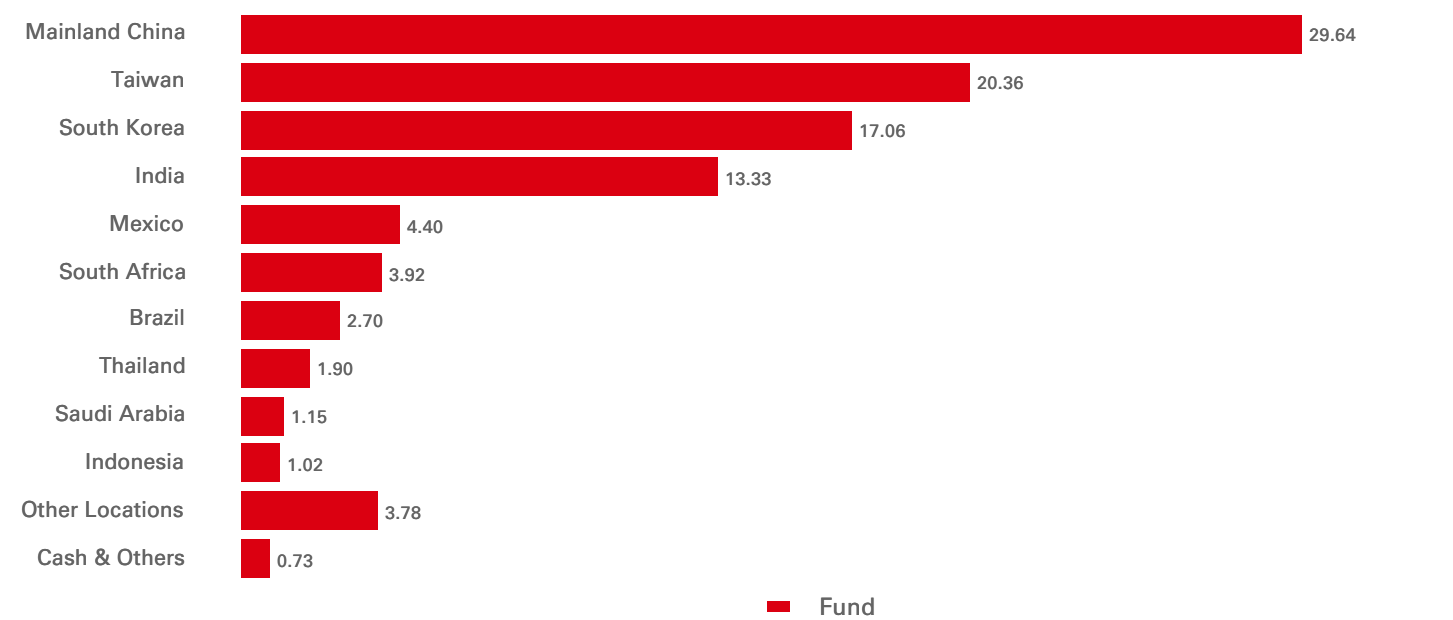
Carbon footprint	Fund	Broad Market Index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	198.63	375.25	Fund	6.8	6.2	5.5	5.1
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ² e/USD million)			Broad Market Index	5.7	5.7	5.1	4.6
Source of analytics: Trucost							

Equity characteristics	Fund	Reference benchmark	Benchmark Information
No. of holdings ex cash	201	--	Index name100% MSCI Emerging Markets Value SRI ESG Target Select Index
Average Market Cap (USD Mil)	99,505	99,538	Index currencyUSD
Price/earning ratio	9.25	9.26	TR Index Bloomberg TickerNU749043
			TR Index Reuters RIC.dMIEF0002CNUS

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



Geographical Allocation (%)



Top 10 Holdings	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Technology	10.25
Samsung Electronics Co Ltd	Telecommunications	3.12
China Construction Bank Corp	Financials	2.97
ICBC	Financials	2.48
United Microelectronics Corp	Technology	2.22
Fomento Economico Mexicano SAB	Consumer Staples	2.21
Alibaba Group Holding Ltd	Consumer Discretionary	2.13
Infosys Ltd	Technology	1.92
Hon Hai Precision Industry Co	Technology	1.86
Hyundai Motor Co	Consumer Discretionary	1.83

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	08 Dec 2022	USD	08:00 - 16:30	HEMV LN	HEMV.L	HEMVUXIV	HEMVUSDINA V=SOLA
LONDON STOCK EXCHANGE	08 Dec 2022	GBP	08:00 - 16:30	HEVS LN	HEVS.L	HEVSGXIV	HEVSGBPINAV =SOLA
NYSE EURONEXT - EURONEXT PARIS	09 Dec 2022	EUR	09:00 - 17:30	HEVS FP	HEVS.PA	H41EEXIV	H41EEURINAV =SOLA
BORSA ITALIANA SPA	09 Dec 2022	EUR	09:00 - 17:35	HEMV IM	HEMV.MI	H41EEXIV	H41EEURINAV =SOLA
DEUTSCHE BOERSE AG-XETRA	09 Dec 2022	EUR	09:00 - 17:30	H41E GY	H41E.DE	H41EEXIV	H41EEURINAV =SOLA

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	0.00000	4,399.53516

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)
37 INTERACTIVE ENTERTAINME-A	0.56	BANCO BTG PACTUAL SA-UNIT	0.14
ASUSTEK COMPUTER INC	1.24	GUANGZHOU YUEXIU CAPITAL H-A	0.39
VIBRA ENERGIA SA	1.65	QIFU TECHNOLOGY INC	0.52
ACER INC	1.84	37 INTERACTIVE ENTERTAINME-A	0.56
DB INSURANCE CO LTD	1.97	SAMSUNG FIRE & MARINE INS	0.85
BANCO DO BRASIL S.A.	2.72	B3 SA-BRASIL BOLSA BALCAO	0.95
LENOVO GROUP LTD	2.76	CHINA RUYI HOLDINGS LTD	0.96
SINOPHARM GROUP CO-H	3.17	BANCO BRADESCO S.A.	1.11
BANK OF COMMUNICATIONS CO-A	3.40	ASUSTEK COMPUTER INC	1.24
HAPVIDA PARTICIPACOES E INVE	3.59	CHINA PACIFIC INSURANCE GR-A	1.24

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)
ANHUI CONCH CEMENT CO LTD-A	10,384.13	HANJIN KAL CORP	56,078.54
CHINA NATIONAL BUILDING MA-H	6,764.07	ACWA POWER CO	53,342.22
CHINA HONGQIAO GROUP LTD	4,017.37	NTPC LTD	17,616.66
SIAM CEMENT PUB CO-FOR REG	2,432.87	GD POWER DEVELOPMENT CO -A	14,350.49
MEIHUA HOLDINGS GROUP CO -A	2,343.44	ADANI POWER LTD	12,873.20
SIME DARBY PLANTATION BHD	2,130.73	ZHEJIANG ZHENENG ELECTRIC-A	12,645.03
HUNAN VALIN STEEL CO LTD -A	2,031.51	CHINA RESOURCES POWER HOLDIN	11,853.81
XINYI SOLAR HOLDINGS LTD	1,497.92	DATANG INTL POWER GEN CO-A	11,752.53
HACI OMER SABANCI HOLDING	1,376.66	SAUDI ELECTRICITY CO	11,107.54
HINDALCO INDUSTRIES LTD	1,124.43	HUADIAN POWER INTL CORP-A	10,920.18

ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	10.252%	10.0	5.9	7.9	7.1	169.7
CHINA CONSTRUCTION BANK-H	2.971%	8.6	6.9	6.2	5.7	17.0
IND & COMM BK OF CHINA-H	2.483%	7.4	5.9	5.7	4.5	18.5
UNITED MICROELECTRONICS CORP	2.220%	7.8	5.6	6.2	6.3	314.9
FOMENTO ECONOMICO MEXICA-UBD	2.211%	7.0	9.3	5.0	3.0	51.8
SAMSUNG ELECTRONICS CO LTD	2.210%	8.3	6.4	6.0	4.4	84.8
ALIBABA GROUP HOLDING LTD	2.128%	5.1	5.9	4.5	4.1	40.4
INFOSYS LTD	1.919%	8.3	6.3	4.9	7.3	12.4
HON HAI PRECISION INDUSTRY	1.865%	3.2	4.6	2.3	5.7	29.1
HINDUSTAN UNILEVER LTD	1.830%	7.1	4.2	6.1	5.7	33.2

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	7.633%	10.0	5.9	7.9	7.1	169.7
SAMSUNG ELECTRONICS CO LTD	3.737%	8.3	6.4	6.0	4.4	84.8
TENCENT HOLDINGS LTD	3.325%	4.2	9.8	3.8	3.7	36.6
ALIBABA GROUP HOLDING LTD	2.152%	5.1	5.9	4.5	4.1	40.4
RELIANCE INDUSTRIES LTD	1.523%	6.8	5.7	5.6	5.9	480.6
PDD HOLDINGS INC	1.057%	1.7	6.7	3.3	4.2	37.3
INFOSYS LTD	0.951%	8.3	6.3	4.9	7.3	12.4
ICICI BANK LTD	0.935%	7.1	5.4	5.5	4.6	10.7
SK HYNIX INC	0.909%	6.9	4.6	7.3	5.8	207.2
CHINA CONSTRUCTION BANK-H	0.851%	8.6	6.9	6.2	5.7	17.0

ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
AMMB HOLDINGS BHD	0.000%	8.3	5.5	5.0	7.6	13.0
HANGZHOU TIGERMED CONSULTI-A	0.011%	7.4	9.5	5.4	6.7	28.1
CANMAX TECHNOLOGIES CO LTD-A	0.012%	1.6	3.0	2.5	3.5	503.5
RISEN ENERGY CO LTD-A	0.012%	5.3	6.4	4.0	4.7	91.5
CHENGXIN LITHIUM GROUP CO-A	0.013%	2.6	3.0	3.2	2.5	536.7
WUCHAN ZHONGDA GROUP CO L-A	0.015%	3.4	3.7	7.1	4.0	123.3
MING YANG SMART ENERGY GRO-A	0.015%	5.0	7.1	6.8	3.6	9.4
CHINA NATIONAL MEDICINES-A	0.016%	3.9	7.3	8.3	2.9	28.9
JOINCARE PHARMACEUTICAL GR-A	0.018%	7.7	5.6	4.4	6.7	406.7
LIVZON PHARMACEUTICAL GROU-A	0.018%	10.0	6.9	6.4	6.2	301.0

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
HONGFA TECHNOLOGY CO LTD-A	0.002%	2.7	6.6	4.9	3.1	36.5
HANGZHOU TIGERMED CONSULTI-A	0.002%	7.4	9.5	5.4	6.7	28.1
JIANGXI SPECIAL ELECTRIC -A	0.002%	2.4	4.7	6.2	3.3	241.1
HANGZHOU CHANG CHUAN TECHN-A	0.002%	0.0	2.0	2.2	2.7	31.1
RISEN ENERGY CO LTD-A	0.002%	5.3	6.4	4.0	4.7	91.5
GOODWE TECHNOLOGIES CO LTD-A	0.002%	5.0	5.8	7.0	4.1	12.6
CANMAX TECHNOLOGIES CO LTD-A	0.002%	1.6	3.0	2.5	3.5	503.5
HOYMILES POWER ELECTRONICS-A	0.002%	3.5	6.0	6.0	3.3	41.0
SHENZHEN KEDALI INDUSTRY C-A	0.002%	1.8	5.5	2.3	3.4	75.3
FANGDA CARBON NEW MATERIAL-A	0.002%	0.0	3.5	2.7	2.0	138.9

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.
- 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 29 February 2024

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https://www.assetmanagement.hsbc.nl/-/media/files/attachments/benelux/netherlands/traitement_reclamation_amfr_eng.pdf

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The 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. Affiliated companies of HSBC Global Asset Management (UK) Limited may make markets in HSBC ETFs plc. UK based investors are advised 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 UK by the Financial Conduct Authority under section 264 of the Act. The shares in the company 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. Investors and potential investors should read and note the risk warnings in the prospectus, relevant KID 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 Information Document (PRIIPs KID) are available in the local language where they are registered.

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Further Information can be found in the prospectus.

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>