

HSBC ETFs PLC

HSBC ASIA PACIFIC EX JAPAN SUSTAINABLE EQUITY UCITS ETF

Monthly report 31 August 2022 | HSXD SW

Investment objective

The Fund aims to track as closely as possible the returns of the FTSE Asia Pacific ex Japan ESG Low Carbon Select Index (the Index). The Fund will invest in or gain exposure to shares of companies which make up the Index.

Investment strategy

The Index seeks to achieve a reduction in carbon emissions and fossil fuel reserves exposure, and an improvement of the FTSE Russell ESG rating. The Index achieves this by removing companies based on sustainability exclusionary criteria. The Index also applies the United Nations Global Compact exclusionary criteria. The Fund will be passively managed and will aim to invest in the shares of the companies in generally the same proportion as in the Index. However, there may be circumstances when it is not possible or practical for the Fund to invest in all constituents of the Index. The Fund can gain exposure by using other investments such as depositary receipts, derivatives or funds. The Fund may invest up to 35% in securities from a single issuer during exceptional market conditions. The Fund may invest up to 10% in funds and up to 15% 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's objective may not be achieved in adverse market conditions. During times of very low interest rates, the interest received by the Fund could be less than the costs of operating the Fund.
- 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.

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 14.40
Performance 1 month	-0.59%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Accumulating
Dividend currency	USD
Share Class Base Currency	USD
Domicile	Ireland
Inception date	20 August 2020
Shares outstanding	26,491,090
Fund Size	USD 382,931,713
Reference benchmark	100% FTSE Asia Pacific ex Japan ESG Low Carbon Select Index
Replication Method	Physical- Full
SIPP eligible	Yes
Issuer	HSBC ETFs PLC
Fiscal year end	Dec

Fees and expenses

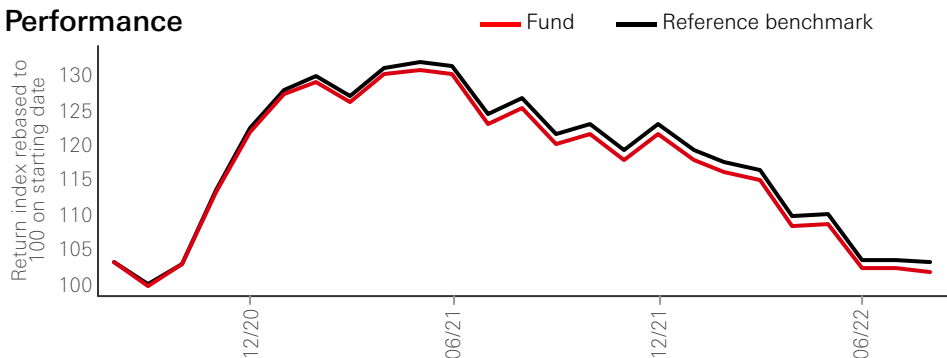
Ongoing Charge Figure ¹	0.250%
------------------------------------	--------

Codes

ISIN	IE00BKY58G26
Valoren	55430554

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.

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Fund	-16.40	-0.59	-6.37	-12.46	-18.92	--	--	0.74
Reference benchmark	-16.32	-0.50	-6.30	-12.34	-18.66	--	--	1.44
Tracking difference	-0.08	-0.09	-0.07	-0.12	-0.26	--	--	-0.70
Tracking error	--	--	--	--	0.30	--	--	0.32

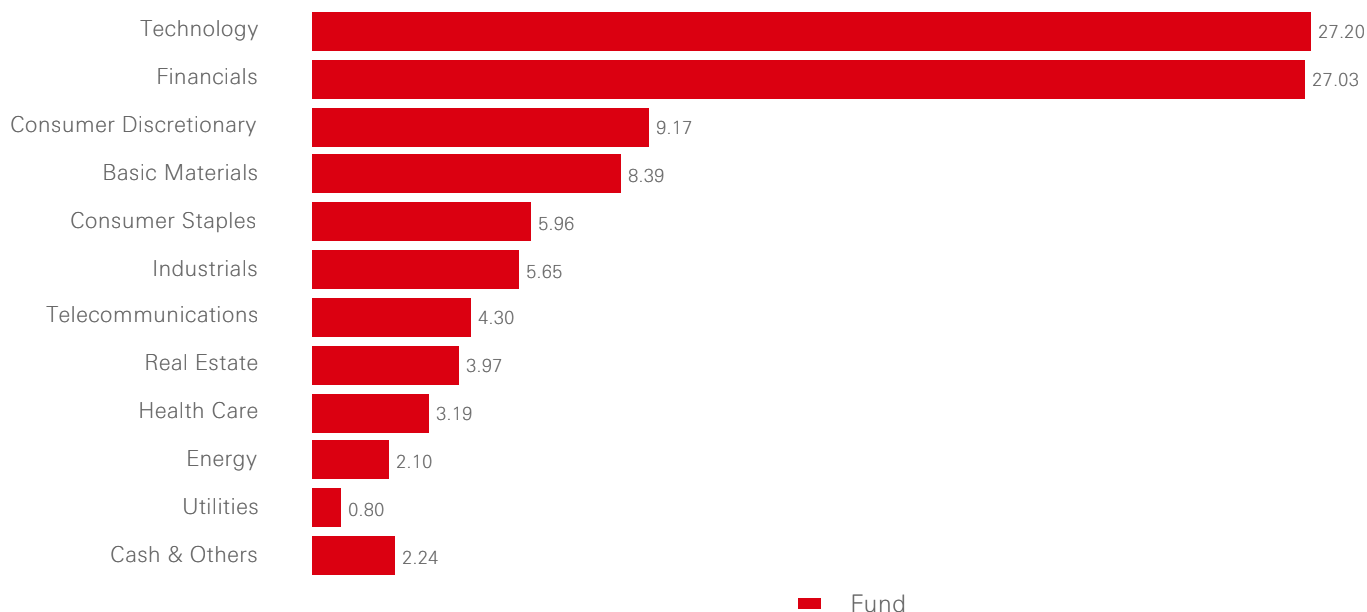
Rolling Performance (%)	31/08/21-31/08/22	31/08/20-31/08/21	31/08/19-31/08/20	31/08/18-31/08/19	31/08/17-31/08/18
Fund	-18.92	21.57	--	--	--
Reference benchmark	-18.66	22.86	--	--	--

Carbon footprint	Fund	Parent benchmark	FTSE ESG Score	ESG score	E	S	G
Carbon intensity emissions	170.96	374.38	Fund	3.4	2.8	3.4	4.1
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ₂ e/USD million) Source of analytics: Trucost			Parent benchmark	3.0	2.4	2.9	3.8

Equity characteristics	Fund	Reference benchmark
No. of holdings ex cash	901	909
Average Market Cap (USD Mil)	102,041	101,894
Price/earning ratio	12.66	12.70

Benchmark Information	
Index name	100% FTSE Asia Pacific ex Japan ESG Low Carbon Select Index
Index currency	USD
Benchmark type	Net Return
Index Rebalancing Frequency	Annually
TR Index Bloomberg Ticker	ELCAXJN
TR Index Reuters RIC	.TFTELCAJNU

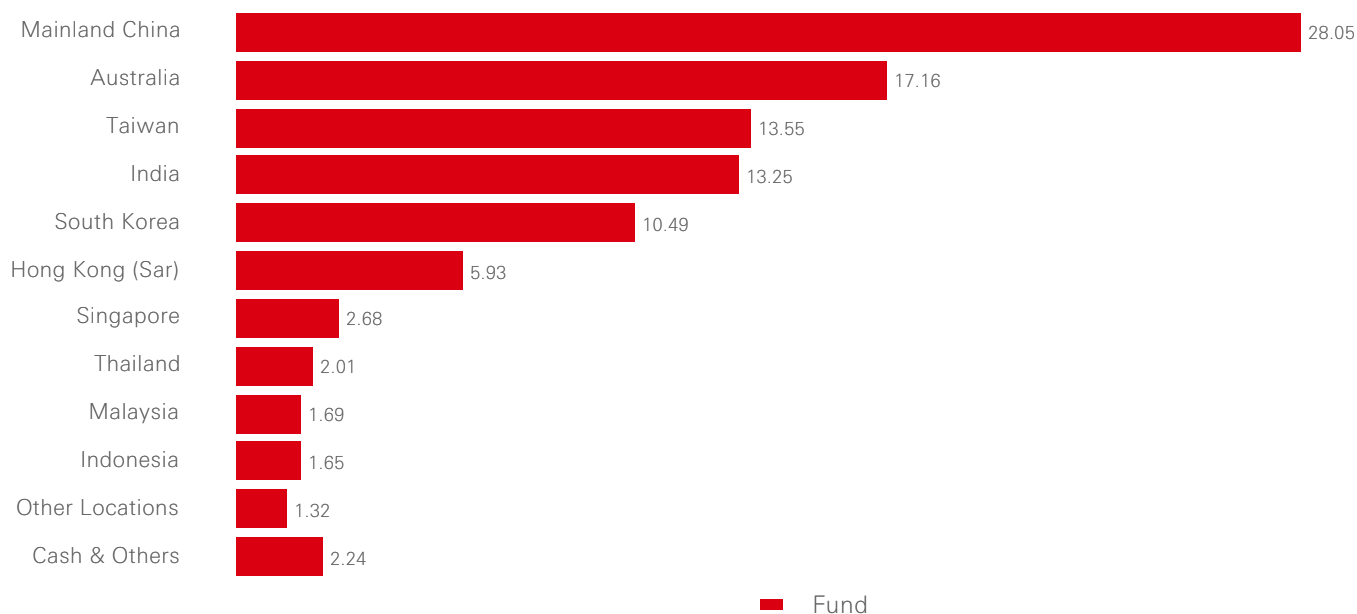
Sector Allocation (%)



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

Parent benchmark: FTSE Asia Pacific Ex Japan
 Source: HSBC Asset Management, data as at 31 August 2022

Geographical Allocation (%)



Top 10 Holdings	Location	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Taiwan	Technology	8.89
Samsung Electronics Co Ltd	South Korea	Technology	6.40
Tencent Holdings Ltd	Mainland China	Technology	3.04
BHP Group Ltd	Australia	Basic Materials	3.01
Hong Kong Exchanges & Clear	Hong Kong (SAR)	Financials	2.52
Infosys Ltd	India	Technology	2.34
Commonwealth Bank of Australia	Australia	Financials	2.34
Ping An Insurance Group Co-H	Mainland China	Financials	2.19
National Australia Bank Ltd	Australia	Financials	2.18
CHINA OVERSEAS	Mainland China	Real Estate	1.44

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	21 Aug 2020	USD	08:00 - 16:30	HSXD LN	HSXD.L	HSXDUSIV	HSXDUSiv.P
LONDON STOCK EXCHANGE	21 Aug 2020	GBP	08:00 - 16:30	HSXJ LN	HSXJ.L	HSXDGBIV	HSXDGBiv.P
BOLSA INSTITUCIONAL DE VALORES	30 Nov 2020	MXN	08.25 - 15:00	HSXDN MM	HSXD.BIV	--	--
SIX SWISS EXCHANGE	02 Sep 2020	USD	09:00 - 17:30	HSXD SW	HSXD.S	HSXDUSIV	HSXDUSiv.P
NYSE EURONEXT - EURONEXT PARIS	22 Sep 2020	EUR	09:00 - 17:30	HSXD FP	HSXD.PA	HSXDEUIV	HSXDEUiv.P
DEUTSCHE BOERSE AG-XETRA	22 Sep 2020	EUR	09:00 - 17:30	H4Z2 GY	H4Z2.DE	HSXDEUIV	HSXDEUiv.P
BORSA ITALIANA SPA	09 Oct 2020	EUR	09:00 - 17:35	HSXD IM	HSXD.MI	HSXDEUIV	HSXDEUiv.P

Emissions from reserves (mn tonnes/ USDmn)	Fund	Parent benchmark
Emissions from reserves/market cap	0.00148	0.00435

Ten lowest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Parent benchmark	Carbon intensity emissions (tonnes CO ² e/USD million)
TAIWAN COOPERATIVE FINANCIAL	0.01	TAIWAN COOPERATIVE FINANCIAL	0.01
PEOPLE'S INSURANCE CO GROU-H	0.10	PEOPLE'S INSURANCE CO GROU-H	0.10
CHALLENGER LTD	0.73	CHALLENGER LTD	0.73
AIA GROUP LTD	0.79	AIA GROUP LTD	0.79
SAMSUNG FIRE & MARINE INS	0.82	SAMSUNG FIRE & MARINE INS	0.82
CHINA MEIDONG AUTO HOLDINGS	0.98	CHINA MEIDONG AUTO HOLDINGS	0.98
CHINA TAIPING INSURANCE HOLD	1.08	CHINA TAIPING INSURANCE HOLD	1.08
CHINA LITERATURE LTD	1.28	CHINA LITERATURE LTD	1.28
MEDIBANK PRIVATE LTD	1.30	MEDIBANK PRIVATE LTD	1.30
MAGELLAN FINANCIAL GROU-CW27	1.30	MAGELLAN FINANCIAL GROUP LTD	1.30

Ten highest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO ² e/USD million)	Parent benchmark	Carbon intensity emissions (tonnes CO ² e/USD million)
CHINA RESOURCES CEMENT	11,532.80	JOINTO ENERGY INVESTMENT C-A	19,151.20
SHANDONG CHENMING PAPER-B	9,005.40	JINNENG HOLDING SHANXI ELE-A	18,714.85
SHREE CEMENT LTD	8,432.68	GD POWER DEVELOPMENT CO -A	18,220.16
ULTRATECH CEMENT LTD	8,292.65	JIANGSU GUOXIN CORP LTD-A	17,608.65
ANHUI CONCH CEMENT CO LTD-A	7,943.80	DATANG INTL POWER GEN CO-A	17,015.73
ACC LTD	7,780.70	NTPC LTD	16,616.60
CHINA NATIONAL BUILDING MA-H	6,901.32	CHINA RESOURCES POWER HOLDIN	16,048.59
CHINA HONGQIAO GROUP LTD	6,097.54	ADANI POWER LTD	15,796.85
GRASIM INDUSTRIES LTD	5,039.16	JSW ENERGY LTD	14,768.89
VEDANTA LTD	5,011.02	CHINA POWER INTERNATIONAL	14,021.81

Company carbon data, can often be "partially disclosed", i.e. partial geographic coverage, or incomplete operational data. Trucost* undertakes analysis and research to assess company reported results. The proprietary Trucost model enables an estimate of total emissions which relies on more than just reported financial data. Where securities are not covered by Trucost, HSBC assigns a proxy value based on the average intensity score of comparable companies.*Trucost are a division of S&P Global; they assess risks relating to climate change, natural resource constraints, and broader environmental, social, and governance factors.

Source of analytics: Trucost / HSBC

Parent benchmark: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, data as at 31 August 2022

MSCI ESG Score	ESG score	E	S	G
Fund	6.3	6.1	5.1	5.3
Parent benchmark	5.8	5.7	5.0	5.0

ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	8.894%	4.2	3.8	4.5	4.5	226.5
SAMSUNG ELECTRONICS CO LTD	5.515%	4.0	3.9	4.1	3.9	87.6
TENCENT HOLDINGS LTD	3.037%	3.0	2.0	3.0	4.0	13.3
BHP GROUP LTD	3.007%	4.2	3.4	4.3	5.0	337.8
HONG KONG EXCHANGES & CLEAR	2.515%	3.5	2.0	4.7	3.9	7.8
INFOSYS LTD	2.339%	4.1	3.0	4.3	5.0	21.2
COMMONWEALTH BANK OF AUSTRAL	2.338%	3.9	3.0	3.8	4.8	7.9
PING AN INSURANCE GROUP CO-H	2.195%	3.3	3.0	3.7	3.3	2.7
NATIONAL AUSTRALIA BANK LTD	2.182%	4.2	3.0	4.5	5.0	9.9
CHINA OVERSEAS LAND & INVEST	1.438%	3.4	2.6	3.1	4.6	11.6

Parent benchmark	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	5.405%	4.2	3.8	4.5	4.5	226.5
TENCENT HOLDINGS LTD	3.394%	3.0	2.0	3.0	4.0	13.3
SAMSUNG ELECTRONICS CO LTD	2.865%	4.0	3.9	4.1	3.9	87.6
ALIBABA GROUP HOLDING LTD	2.452%	1.6	1.2	0.5	3.5	57.7
BHP GROUP LTD	1.780%	4.2	3.4	4.3	5.0	337.8
AIA GROUP LTD	1.587%	3.3	3.0	3.2	3.6	0.8
COMMONWEALTH BANK OF AUSTRAL	1.548%	3.9	3.0	3.8	4.8	7.9
RELIANCE INDUSTRIES LTD	1.514%	2.7	2.4	2.2	3.9	413.2
MEITUAN-CLASS B	1.347%	2.2	1.0	2.0	3.5	40.6
CSL LTD	1.313%	3.5	2.4	3.7	4.6	38.6

Company carbon data, can often be “partially disclosed”, i.e. partial geographic coverage, or incomplete operational data. Trucost* undertakes analysis and research to assess company reported results. The proprietary Trucost model enables an estimate of total emissions which relies on more than just reported financial data. Where securities are not covered by Trucost, HSBC assigns a proxy value based on the average intensity score of comparable companies.*Trucost are a division of S&P Global; they assess risks relating to climate change, natural resource constraints, and broader environmental, social, and governance factors.

Source of analytics: Trucost / HSBC

Parent benchmark: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, data as at 31 August 2022

ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
BTS GROUP HOLDINGS PCL-CW22*^	0.000%	0.0	0.0	0.0	0.0	0.0
MAGELLAN FINANCIAL GROU-CW27	0.000%	3.6	3.0	3.4	4.3	1.3
BTS GROUP HOLDINGS PCL-CW24*^	0.000%	0.0	0.0	0.0	0.0	0.0
BTS GROUP HOLDINGS PCL-CW26*^	0.000%	0.0	0.0	0.0	0.0	0.0
CHINA EVERGRANDE GROUP	0.000%	0.0	0.0	0.0	0.0	3.2
SHIMAO SERVICES HOLDINGS LTD*^	0.001%	0.0	0.0	0.0	0.0	0.0
SUNAC SERVICES HOLDINGS LTD	0.001%	1.1	0.5	0.4	2.6	70.7
GDS HOLDINGS LTD - ADR	0.001%	1.8	1.0	1.3	3.0	11.9
MICROPORT SCIENTIFIC CORP	0.001%	2.5	1.5	3.0	3.0	70.5
BRILLIANCE CHINA AUTOMOTIVE^	0.001%	0.0	0.0	0.0	0.0	18.1

Parent benchmark	Weight	ESG score	E	S	G	Carbon intensity emissions
JIAYUAN INTERNATIONAL GROUP^	0.000%	1.6	0.8	1.2	2.9	68.1
BENGANG STEEL PLATES CO-A^	0.000%	1.0	1.0	0.0	2.1	2,701.0
THREE SQUIRRELS INC-A^	0.000%	0.9	0.5	0.6	1.7	72.2
CONTEC MEDICAL SYSTEMS CO -A^	0.000%	0.7	0.0	0.4	2.0	34.4
JIANGSU ZHANGJIAGANG RURA -A^	0.001%	1.2	1.0	0.8	1.6	1.7
XINHUA WINSHARE PUBLISHING-A^	0.001%	1.7	0.7	1.3	3.5	14.5
TIBET CHEEZHENG TIBETAN-A^	0.001%	2.1	1.0	2.2	3.0	40.1
YOUZU INTERACTIVE CO LTD-A^	0.001%	2.2	1.0	2.6	3.0	9.5
AUTEL INTELLIGENT TECHNOLO-A	0.001%	0.0	0.0	0.0	0.0	31.3
SANSURE BIOTECH INC-A^	0.001%	1.0	0.0	1.0	2.0	42.0

Company carbon data, can often be “partially disclosed”, i.e. partial geographic coverage, or incomplete operational data. Trucost* undertakes analysis and research to assess company reported results. The proprietary Trucost model enables an estimate of total emissions which relies on more than just reported financial data. Where securities are not covered by Trucost, HSBC assigns a proxy value based on the average intensity score of comparable companies.*Trucost are a division of S&P Global; they assess risks relating to climate change, natural resource constraints, and broader environmental, social, and governance factors.

Source of analytics: Trucost / HSBC

Parent benchmark: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, data as at 31 August 2022

Risk Disclosure

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

Index Disclaimer

FTSE International Limited ("FTSE") © FTSE 2021. "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. All rights in the FTSE indices and / or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and / or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE's express written consent.

Important Information

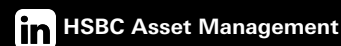
The material contained herein is for marketing purposes and is for your information only. This document is not contractually binding nor are we required to provide this to you by any legislative provision. It does not constitute legal, tax or investment advice or a recommendation to any reader of this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

This document has no contractual value and is not by any means intended as a solicitation, nor a recommendation for the purchase or sale of any financial instrument. (Potential) investors are kindly asked to consult the latest issued Key Investor Information Document (KIID), prospectus, articles of incorporation and the (semi-)annual report of the fund which may be obtained free of charge at the head office of the representative: HSBC Asset Management (Switzerland) AG, Gartenstrasse 26, Postfach, CH-8002 Zürich, Schweiz. Paying agent: HSBC Private Bank (Suisse) S.A., Quai des Bergues 9-17, P. O. Box 2888, CH-1211 Geneva 1. Investors and potential investors should read and note the risk warnings in the prospectus and relevant KIID. Before subscription, investors should refer to the prospectus for general risk factors and to the KIID for specific risk factors associated with this fund. Issue and redemption expenses are not taken into consideration in the calculation of performance data.

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. All applications are made on the basis of the Prospectus, 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; from a stockbroker or financial adviser or from our website (see below). 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 can be found in the prospectus.

Source: HSBC Asset Management, data as at 31 August 2022

Follow us on:



Tel: +41 (0) 44 206 26 00 E-mail:
swiss.investorservices@hsbc.com
Website: www.etf.hsbc.com

Fund center



Glossary

