

HSBC ETFs PLC

HSBC HANG SENG TECH UCITS ETF

Monthly report 29 February 2024 | HSTE FP | HKD



Investment objective

The Fund aims to track as closely as possible the returns of the Hang Seng TECH Index (the "Index"). The Fund will invest in or gain exposure to shares of companies which make up the Index.



Investment strategy

The Index is made up of the 30 largest technology companies in Hong Kong SAR, as defined by the Index provider. 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. It may also invest in companies outside the Index, but which are expected to provide similar performance and risk characteristics to certain Index constituents. If the Fund cannot invest directly in the companies that constitute the Index, it may gain exposure by using other investments such as depositary receipts, derivatives or funds. The Fund may invest in money market instruments. The Fund may invest up to 10% in other funds, including HSBC 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 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 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.
- 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.

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 | HKD 36.95 |
| Performance 1 month | 14.11% |
| Tracking error 3 years | 0.06% |

Fund facts

| | |
|---------------------------|----------------------------------|
| UCITS V compliant | Yes |
| Dividend treatment | Accumulating |
| Dividend currency | HKD |
| Fund base currency | HKD |
| Currency Hedged | Not Hedged |
| Share Class Base Currency | HKD |
| Domicile | Ireland |
| Inception date | 9 December 2020 |
| Shares outstanding | 61,110,000 |
| Fund Size | HKD 2,254,774,417 |
| Reference benchmark | 100% Hang Seng TECH Index |
| Replication Method | Physical- Full |
| SIPP eligible | Yes |
| Issuer | HSBC ETFs PLC |
| Fiscal year end | Dec |

Fees and expenses

| | |
|------------------------------------|---------------|
| Ongoing Charge Figure ¹ | 0.500% |
|------------------------------------|---------------|

Codes

| | |
|------|---------------------|
| ISIN | IE00BMWXKN31 |
|------|---------------------|

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.

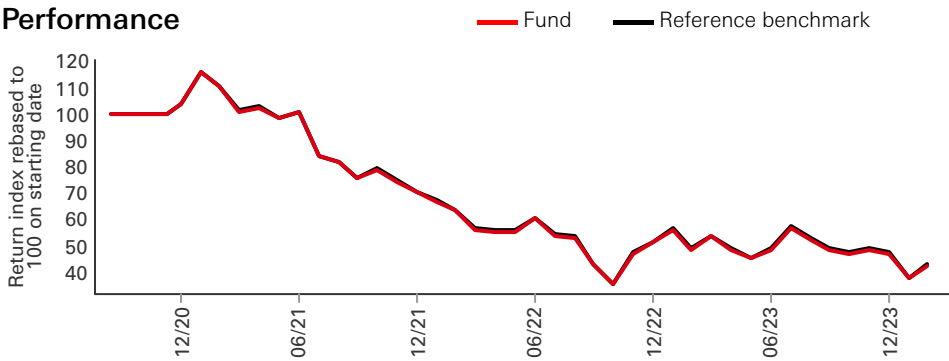
Past performance does not predict future returns. Future returns will depend inter alia on market developments, the fund manager's skill, the fund's level risk and management costs and if applicable subscription and redemption costs. The return, the value of money invested in the fund may become negative 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



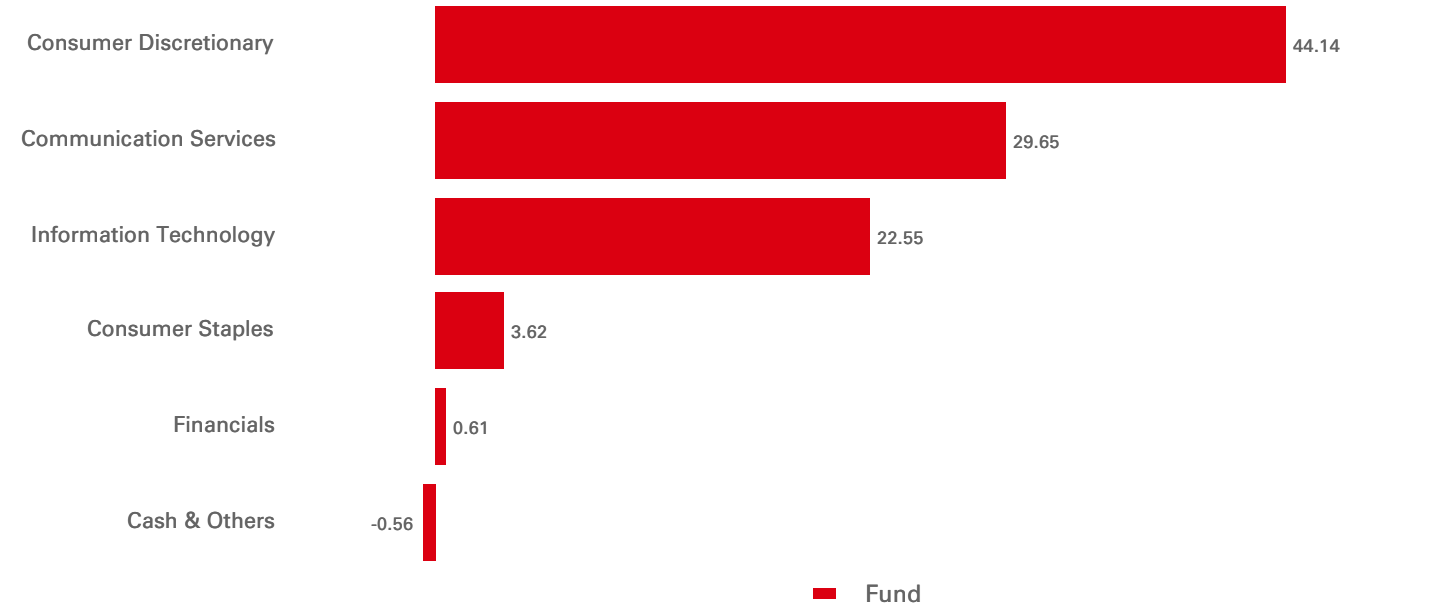
| Performance (%) | Year to date | 1 month | 3 months | 6 months | 1 year | 3 years ann | 5 years ann | Since inception ann |
|---------------------|--------------|--------------|---------------|---------------|---------------|---------------|-------------|---------------------|
| Fund | -8.92 | 14.11 | -12.02 | -17.93 | -12.46 | -27.31 | -- | -23.36 |
| Reference benchmark | -8.85 | 14.16 | -11.91 | -17.74 | -12.04 | -26.96 | -- | -22.99 |
| Tracking difference | -0.07 | -0.05 | -0.11 | -0.20 | -0.42 | -0.35 | -- | -0.37 |
| Tracking error | -- | -- | -- | -- | 0.05 | 0.06 | -- | 0.07 |

| Calendar year performance (%) | 2019 | 2020 | 2021 | 2022 | 2023 |
|-------------------------------|------|------|---------------|---------------|--------------|
| Fund | -- | -- | -32.86 | -26.98 | -8.68 |
| Reference benchmark | -- | -- | -32.47 | -26.67 | -8.26 |

| Equity characteristics | Fund | Reference benchmark |
|------------------------------|---------|---------------------|
| No. of holdings ex cash | 30 | 30 |
| Average Market Cap (HKD Mil) | 548,701 | 548,184 |
| Price/earning ratio | 25.73 | 25.72 |

| Benchmark Information | |
|-----------------------------|---------------------------|
| Index name | 100% Hang Seng TECH Index |
| Index currency | HKD |
| Benchmark type | Net Return |
| Index Rebalancing Frequency | Quarterly |
| TR Index Bloomberg Ticker | HSTECHN |
| TR Index Reuters RIC | .HSTECHN |

Sector Allocation (%)



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

| Top 10 Holdings | Sector | Weight (%) |
|---------------------------|------------------------|------------|
| Li Auto Inc | Consumer Discretionary | 10.50 |
| Alibaba Group Holding Ltd | Consumer Discretionary | 9.21 |
| Tencent Holdings Ltd | Communication Services | 8.13 |
| Xiaomi Corp | Information Technology | 8.00 |
| JD.com Inc | Consumer Discretionary | 7.72 |
| Kuaishou Technology | Communication Services | 7.42 |
| Meituan | Consumer Discretionary | 7.27 |
| NetEase Inc | Communication Services | 7.01 |
| Baidu Inc | Communication Services | 4.05 |
| SMIC | Information Technology | 4.04 |

| Exchange name | Listing date | Trading currency | Trading hours | Bloomberg ticker | Reuters | RIC | iNAV Bloomberg | iNAV Reuters |
|--------------------------------|--------------|------------------|---------------|------------------|----------|-----|----------------|-------------------|
| LONDON STOCK EXCHANGE | 10 Dec 2020 | USD | 08:00 - 16:30 | HSTE LN | HSTE.L | | HSTUSDIV | HSTEUSDINAV =SOLA |
| LONDON STOCK EXCHANGE | 10 Dec 2020 | GBP | 08:00 - 16:30 | HSTC LN | HSTC.L | | HSTCGBIV | HSTCGBPINAV =SOLA |
| NYSE EURONEXT - EURONEXT PARIS | 14 Dec 2020 | EUR | 09:00 - 17:30 | HSTE FP | HSTE.PA | | H4ZXEUIV | H4ZXEURINAV =SOLA |
| SIX SWISS EXCHANGE | 17 Dec 2020 | USD | 09:00 - 17:30 | HSTE SW | HSTE.S | | HSTUSDIV | HSTEUSDINAV =SOLA |
| DEUTSCHE BOERSE AG-XETRA | 14 Dec 2020 | EUR | 09:00 - 17:30 | H4ZX GY | H4ZX.DE | | H4ZXEUIV | H4ZXEURINAV =SOLA |
| BORSA ITALIANA SPA | 08 Jan 2021 | EUR | 09:00 - 17:35 | HSTE IM | HSTE.MI | | H4ZXEUIV | H4ZXEURINAV =SOLA |
| BOLSA INSTITUCIONAL DE VALORES | 03 Nov 2021 | MXN | 08.25 - 15:00 | HSTEN MM | HSTE.BIV | -- | -- | -- |

Risk Disclosure

- The Fund may be concentrated in a limited number of securities, economic sectors and/or countries and as a result, may be more volatile and have a greater risk of loss than more broadly diversified funds.
- 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.
- 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:



Glossary



Index Disclaimer

The mark and name "Hang Seng TECH Index" is proprietary to Hang Seng Data Services Limited ("HSDS") which has licensed its compilation and publication to Hang Seng Indexes Company Limited ("HSIL"). HSIL and HSDS have agreed to the use of, and reference to, the Hang Seng TECH Index by HSBC Global Asset Management ("the Issuer") in connection with HSBC ETFs PLC - HSBC Hang Seng Tech UCITS ETF (the "Product"). However, neither HSIL nor HSDS warrants, represents or guarantees to any person the accuracy or completeness of the Hang Seng TECH Index, its computation or any information related thereto and no warranty, representation or guarantee of any kind whatsoever relating to the Hang Seng TECH Index is given or may be implied. Neither HSIL nor HSDS accepts any responsibility or liability for any economic or other loss which may be directly or indirectly sustained by any person as a result of or in connection with the use of and/or reference to the Hang Seng TECH Index by the Issuer in connection with the Product, or any inaccuracies, omissions or errors of HSIL in computing the Hang Seng TECH Index. Any person dealing with the Product shall place no reliance whatsoever on HSIL and/or HSDS nor bring any claims or legal proceedings against HSIL and/or HSDS in any manner whatsoever. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any broker or other person dealing with the Product and HSIL and/or HSDS and must not be construed to have created such relationship.

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 is distributed in France, Italy, Spain and Sweden by HSBC Asset Management (France) and is only intended for professional investors as defined by MIFID, in Switzerland by HSBC Asset Management (Switzerland) AG and is only intended for qualified investors in the meaning of Art. 10 para 3 (CISA).

The information contained herein is subject to change without notice. All non-authorised reproduction or use of this commentary and analysis will be the responsibility of the user and will be likely to lead to legal proceedings.

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 in any jurisdiction in which such an offer is not lawful.

If necessary, investors can refer to the complaints handling charter available in the banner of our website.

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

Please note that the distribution of the product can stop at any time by decision of the management company.

The commentary and analysis presented in this document reflect the opinion of HSBC Asset Management on the markets, according to the information available to date. They do not constitute any kind of commitment from HSBC Asset Management. Consequently, HSBC Asset Management will not be held responsible for any investment or disinvestment decision taken on the basis of the commentary and/or analysis in this document. All data from HSBC Asset Management unless otherwise specified. Any third party information has been obtained from sources we believe to be reliable, but which we have not independently verified.

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.

HSBC Asset Management is the brand name for the asset management business of HSBC Group. The above document has been produced by HSBC Asset Management (France) and has been approved for distribution/issue by the following entities :

In France by HSBC Asset Management (France), a Portfolio Management Company authorised by the French regulatory authority AMF (no. GP99026); in Italy and Spain through the Milan and Madrid branches of HSBC Asset Management (France), regulated by Banca d'Italia and Commissione Nazionale per le Società e la Borsa (Consob) in Italy, and the Comisión Nacional del Mercado de Valores (CNMV) in Spain. In Sweden, through the Stockholm branch of HSBC Asset Management (France), regulated by the Swedish Financial Supervisory Authority Finansinspektionen).

HSBC Asset Management (France) - 421 345 489 RCS Nanterre. Portfolio management company authorised by the French regulatory authority AMF (no. GP99026) with capital of 8.050.320 euros. Postal address: 75419 Paris cedex 08, France. Offices: Immeuble Coeur Défense, 110, esplanade du Général Charles de Gaulle, 92400 Courbevoie - La Défense 4 . (Website: www.assetmanagement.hsbc.com/fr).

HSBC Asset Management (Switzerland) AG, Gartenstrasse 26, P.O. Box, CH-8027 Zurich, Switzerland. (Website: www.assetmanagement.hsbc.com/ch)

Copyright © 2024. HSBC Asset Management (France). All rights reserved

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.