

HSBC ETFs PLC

HSBC MSCI EUROPE CLIMATE PARIS ALIGNED UCITS ETF

Monthly report 31 March 2024 | HPAE SW | EUR



Investment objective

The Fund aims to track as closely as possible the returns of the MSCI Europe Climate Paris Aligned Index (the Index). 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 designed to support investors seeking to reduce their exposure to transition and physical climate risks and who wish to pursue opportunities arising from the transition to a lower-carbon economy while aligning with the Paris Agreement requirements. It incorporates the task force on Climate-related Financial Disclosures recommendations and is designed to exceed the minimum standards of the EU Paris-Aligned Benchmark. The Fund is passively managed and aims to invest in the shares of the companies in the same proportion as in the Index. There may be circumstances when it is not possible for the Fund to invest in all constituents of the Index. 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, funds or derivatives. The Fund may invest up to 35% in securities from a single issuer during exceptional market conditions, up to 10% in total return swaps and contracts for difference, and up to 10% in other funds. 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.
- 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").

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	EUR 22.29
Performance 1 month	2.76%

Fund facts

UCITS V compliant	Yes
Dividend treatment	Accumulating
Dividend currency	EUR
Fund base currency	EUR
Currency Hedged	Not Hedged
Share Class Base Currency	EUR
Domicile	Ireland
Inception date	5 August 2021
Shares outstanding	940,000
Fund Size	EUR 20,954,348
Reference benchmark	100% MSCI Europe Climate Paris Aligned Index
Replication Method	Physical- Full
SIPP eligible	Yes
Issuer	HSBC ETFs PLC
Fiscal year end	Dec

Fees and expenses

Ongoing Charge Figure ¹	0.150%
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Codes

ISIN	IE00BP2C0316
Valoren	112312967

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.

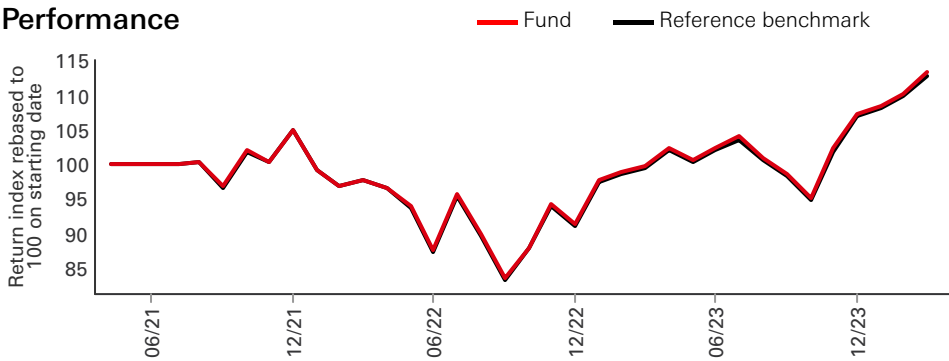
Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

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 31 March 2024

Performance



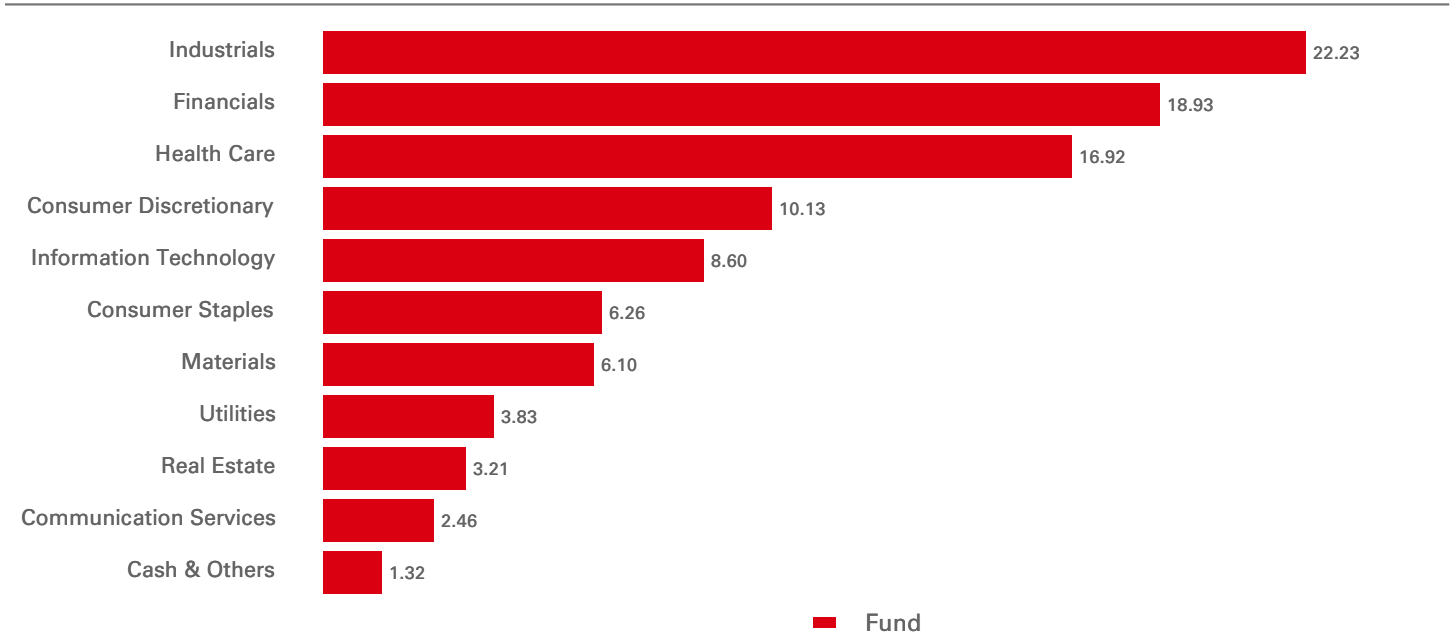
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Fund	5.55	2.76	5.55	14.76	13.70	--	--	4.80
Reference benchmark	5.52	2.73	5.52	14.77	13.55	--	--	4.65
Tracking difference	0.03	0.03	0.03	-0.02	0.15	--	--	0.15
Tracking error	--	--	--	--	0.08	--	--	0.10

Rolling Performance (%)	31/03/23-31/03/24	31/03/22-31/03/23	31/03/21-31/03/22	31/03/20-31/03/21	31/03/19-31/03/20
Fund	13.70	1.84	--	--	--
Reference benchmark	13.55	1.70	--	--	--

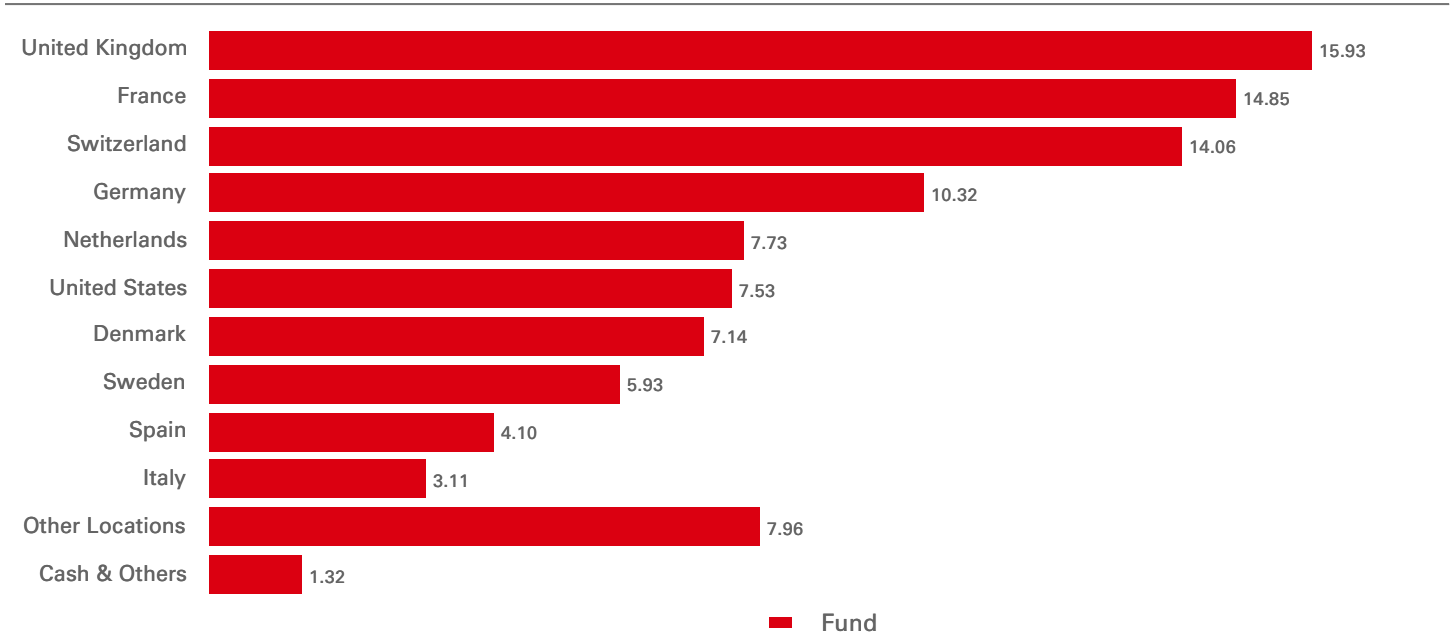
Carbon footprint	Fund	Broad Market Index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	35.78	92.16	Fund	8.3	7.2	5.6	6.6
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO ² e/USD million) Source of analytics: Trucost			Broad Market Index	7.9	6.8	5.4	6.4

Equity characteristics	Fund	Reference benchmark	Benchmark Information				
No. of holdings ex cash	235	240	Index name	100% MSCI Europe Climate Paris Aligned Index			
Average Market Cap (EUR Mil)	100,008	100,003	Index currency	EUR			
Price/earning ratio	15.57	15.57	Benchmark type	Net Return			
			TR Index Bloomberg Ticker	MXERCLNE			
			TR Index Reuters RIC	.MIEU0CPA0NEU			

Sector Allocation (%)



Geographical Allocation (%)



Top 10 Holdings	Sector	Weight (%)
Novo Nordisk A/S	Health Care	4.29
ASML Holding NV	Information Technology	3.74
Schneider Electric SE	Industrials	2.34
Ferrovial SE	Industrials	2.33
LVMH Moet Hennessy Louis Vuit	Consumer Discretionary	2.29
AstraZeneca PLC	Health Care	2.12
ABB Ltd	Industrials	2.04
Akzo Nobel NV	Materials	1.90
SAP SE	Information Technology	1.89
Novartis AG	Health Care	1.77

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE		GBP	--	HPAE LN	HPAE.L	--	--
NYSE Euronext - Euronext Paris	10 Aug 2021	EUR	09:00 - 17:30	HPAE FP	HPAE.PA	HPAEERIV	HPAEEURINAV =SOLA
LONDON STOCK EXCHANGE	06 Aug 2021	GBP	08:00 - 16:30	HPAE LN	HPAE.L	HPAGBPIV	HPAEGBPINAV =SOLA
Borsa Italiana SpA	11 Aug 2021	EUR	09:00 - 17:35	HPAE IM	HPAE.MI	HPAEERIV	HPAEEURINAV =SOLA
Deutsche Boerse AG-Xetra	10 Aug 2021	EUR	09:00 - 17:30	HPAE GY	HPAE.DE	HPAEERIV	HPAEEURINAV =SOLA
SIX Swiss Exchange	27 Aug 2021	EUR	09:00 - 17:30	HPAE SW	HPAE.S	HPAEERIV	HPAEEURINAV =SOLA

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	0.00000	1,569.75748

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)
INDUSTRIVARDEN AB-A SHS	0.01	INDUSTRIVARDEN AB-A SHS	0.01
3I GROUP PLC	0.09	3I GROUP PLC	0.09
SAGAX AB-B	0.18	ST JAMES'S PLACE PLC	0.11
SWISS RE AG	0.24	SAGAX AB-B	0.18
DNB BANK ASA	0.26	HANNOVER RUECK SE	0.18
GJENSIDIGE FORSIKRING ASA	0.29	SWISS RE AG	0.24
SAMPO OYJ-A SHS	0.32	M&G PLC	0.25
AEGON LTD	0.38	DNB BANK ASA	0.26
SWISS LIFE HOLDING AG-REG	0.47	GJENSIDIGE FORSIKRING ASA	0.29
ADYEN NV	0.49	SAMPO OYJ-A SHS	0.32

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)
INTERCONTINENTAL HOTELS GROU	811.38	HEIDELBERG MATERIALS AG	3,185.96
TERNA-RETE ELETTRICA NAZIONA	589.68	LAFARGEHOLCIM LTD-REG	2,715.53
EDP-ENERGIAS DE PORTUGAL SA	454.20	RWE AG	2,286.06
UPM-KYMMENE OYJ	394.29	FORTUM OYJ	1,843.43
ANTOFAGASTA PLC	353.65	ARCELORMITTAL	1,522.86
REDEIA CORP SA	342.98	OCI NV	1,456.17
LUNDBERGS AB-B SHS	319.88	AIR LIQUIDE SA	1,216.94
ELIA GROUP SA/NV	319.78	CRH PLC	1,031.23
LEG IMMOBILIEN SE	276.66	VOESTALPINE AG	894.68
BOLIDEN AB	156.27	INTERCONTINENTAL HOTELS GROU	811.38

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
 Broad Market Index: MSCI Europe
 Source: HSBC Asset Management, data as at 31 March 2024

ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
NOVO NORDISK A/S-B	4.292%	8.6	4.8	5.6	6.2	8.6
ASML HOLDING NV	3.743%	10.0	5.2	10.0	8.2	9.9
SCHNEIDER ELECTRIC SE	2.344%	10.0	8.7	5.7	7.4	14.3
FERROVIAL SE	2.329%	6.7	5.4	6.8	5.0	56.9
LVMH MOET HENNESSY LOUIS VUI	2.288%	7.6	8.4	4.1	4.9	5.5
ASTRAZENECA PLC	2.123%	7.3	5.5	5.1	5.7	9.9
ABB LTD-REG	2.038%	10.0	8.2	5.3	6.2	15.7
AKZO NOBEL N.V.	1.901%	10.0	8.3	5.1	7.1	18.1
SAP SE	1.894%	10.0	7.2	6.8	6.2	8.7
NOVARTIS AG-REG	1.766%	7.5	6.3	4.7	6.6	14.4

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
NOVO NORDISK A/S-B	3.776%	8.6	4.8	5.6	6.2	8.6
ASML HOLDING NV	3.523%	10.0	5.2	10.0	8.2	9.9
NESTLE SA-REG	2.574%	6.3	5.0	4.0	5.3	58.9
LVMH MOET HENNESSY LOUIS VUI	2.255%	7.6	8.4	4.1	4.9	5.5
SHELL PLC	1.955%	7.6	5.6	5.7	7.4	154.7
ASTRAZENECA PLC	1.896%	7.3	5.5	5.1	5.7	9.9
SAP SE	1.846%	10.0	7.2	6.8	6.2	8.7
NOVARTIS AG-REG	1.803%	7.5	6.3	4.7	6.6	14.4
ROCHE HOLDING AG-GENUSSCHEIN	1.625%	6.1	6.4	4.2	5.3	5.6
HSBC HOLDINGS PLC	1.358%	7.4	8.4	5.0	4.8	7.6

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Source of analytics: Trucost / HSBC

Broad Market Index: MSCI Europe

Source: HSBC Asset Management, data as at 31 March 2024

ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
TELEPERFORMANCE	0.005%	6.3	10.0	5.0	7.2	16.5
LUNDBERGS AB-B SHS	0.011%	2.9	10.0	4.3	3.4	319.9
GRIFOLS SA	0.012%	4.6	7.7	4.3	3.5	31.4
LA FRANCAISE DES JEUX SAEM	0.012%	7.9	10.0	5.8	5.7	0.6
COCA-COLA HBC AG-DI	0.012%	8.7	6.4	6.3	6.1	66.8
HOLMEN AB-B SHARES	0.013%	7.6	6.2	8.0	4.5	34.5
TEMENOS AG - REG	0.019%	10.0	5.6	6.7	7.8	6.0
SWATCH GROUP AG/THE-REG	0.020%	3.0	4.2	3.5	3.1	6.3
BANCO BPM SPA	0.022%	6.9	3.8	5.1	5.7	10.3
AEGON LTD	0.022%	7.4	7.5	4.4	7.6	0.4

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
JDE PEET'S NV	0.019%	5.4	3.0	5.2	6.1	59.1
DIASORIN SPA	0.020%	4.4	9.6	4.4	5.9	13.9
REMY COINTREAU	0.021%	8.0	6.7	4.7	6.6	5.1
SWATCH GROUP AG/THE-REG	0.022%	3.0	4.2	3.5	3.1	6.3
TELECOM ITALIA SPA	0.022%	4.3	10.0	4.4	5.3	30.6
COVIVIO	0.024%	10.0	7.7	6.8	8.4	9.4
GRIFOLS SA	0.024%	4.6	7.7	4.3	3.5	31.4
VOLVO CAR AB-B	0.026%	6.6	7.6	2.8	4.8	9.5
OCI NV	0.026%	7.1	5.2	6.2	6.5	1,456.2
GJENSIDIGE FORSIKRING ASA	0.026%	10.0	10.0	4.8	6.5	0.3

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 Source of analytics: Trucost / HSBC
 Broad Market Index: MSCI Europe
 Source: HSBC Asset Management, data as at 31 March 2024

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 31 March 2024

Follow us on:



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

Glossary



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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 Information Document (KID), 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 KID. Before subscription, investors should refer to the prospectus for general risk factors and to the KID 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. 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 can be found in the prospectus.