

the DC funds

Japanese Equities - **passive**
as at 30 September 2020

fund objective

To provide long-term capital growth in excess of UK price inflation by investing predominantly in Japanese listed shares. The fund aims to perform in line with the benchmark as closely as possible.

fund facts

Launch date:	1 March 2018
Fund size:	£3.31m
Price per share:	221.20p
Charges:	Inv Mgmt Charges: 0.00% Additional Charges: 0.00%
Current underlying fund(s):	L&G Japan Equity Index Fund

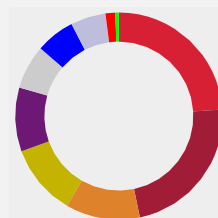
Benchmark:
FTSE All World Japan Index

top 10 holdings

	%
1. Toyota Motor Corp	4.19
2. Sony Corp	2.41
3. Softbank Group Corp	2.34
4. Keyence Corp	2.16
5. Nintendo	1.56
6. Daiichi Sankyo Co Ltd	1.51
7. Takeda Pharmaceutical Co Ltd	1.40
8. Shin-Etsu Chemical Co Ltd	1.33
9. Recruit Holdings Co Ltd	1.29
10. Mitsubishi UFJ Financial Group	1.27
Total	19.46

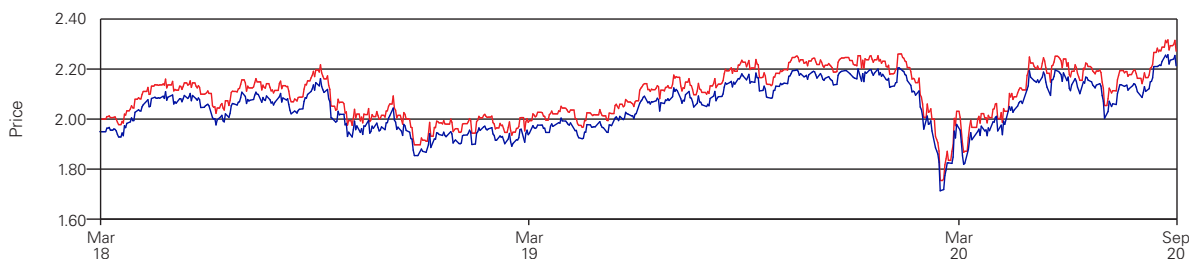
sector breakdown

	%
Industrials	24.00
Consumer Goods	22.73
Health Care	11.58
Financials	11.17
Consumer Services	9.97
Technology	6.89
Telecommunications	6.11
Basic Materials	5.47
Utilities	1.53
Oil & Gas	0.55
Total	100.00



fund performance

	30 Sep 2019 - 30 Sep 2020 %	30 Sep 2018 - 30 Sep 2019 %	30 Sep 2017 - 30 Sep 2018 %	30 Sep 2016 - 30 Sep 2017 %	30 Sep 2015 - 30 Sep 2016 %
Fund	2.60%	0.51%	14.34%	11.60%	31.18%
Benchmark	2.88%	0.54%	14.54%	11.44%	31.30%
Relative Performance	-0.28%	-0.03%	-0.20%	0.16%	-0.12%



Rolling time period	3 months	6 months	1 year	3 year p.a.	5 year p.a.	Since launch
Fund	2.08%	15.87%	2.60%	5.65%	11.54%	9.18%
Benchmark	2.18%	15.99%	2.88%	5.81%	11.63%	9.29%
Relative Performance	-0.10%	-0.12%	-0.28%	-0.16%	-0.09%	-0.11%

Past performance isn't a guide to future performance. The figures are shown in sterling and have been calculated using actual returns since the introduction of the current DC fund range.

Source: Morningstar, FIL Life Insurance Ltd. Single priced (i.e. no bid/offer spread), gross income reinvested and gross of fees. Indicative prices have been used if a portfolio valuation fell on a non-trading day. The fund was launched on 1st March 2018, but links to an underlying fund which has been in existence for a number of years. Before 1st March 2018, performance is simulated based on data provided by Legal and General, the underlying fund provider. Thereafter, returns are produced by Fidelity on a monthly basis.

for members of the HSBC Bank (UK) Pension Scheme



HSBC Bank Pension Trust (UK) Limited, 8 Canada Square London E14 5HQ
Registration number: 489775

market commentary

Japanese stocks continued to rise in the third quarter. Share prices fell quite sharply on news of Prime Minister Shinzo Abe's resignation, but made up ground through the remainder of the quarter. At a sector level, communications, materials and industrials were the standout performers. On the other hand, domestic-oriented sectors such as utilities and transportation ended the quarter in negative territory. Financials also declined. In terms of style, small-cap stocks generated the strongest gains, with TSE Mothers, an index of emerging companies, staging a notable rally. Conversely, large-cap value stocks were relative laggards. Macroeconomic indicators recovered through the quarter, as activity gradually regained momentum. Manufacturing output recovered further in August and consumption bounced back after a brief slump in July.

risk rating

Very Low Low Low/Medium Medium Medium/High High Very High

All investments carry a level of risk. You need to decide how much of each type of risk you're prepared to take. The table below gives an overview of some of the risks associated with this fund.

risk type	description of risk	level of risk for this fund
Capital Risk	This is the risk that the value of your investments will fall. The younger you are, the less worried you might be about capital risk, because your investments have time to recover their value before your retire.	High
Inflation Risk	This is the risk that the value of your investments will grow more slowly than prices rise. Inflation can be a problem for pension savings invested in cash funds particularly if the interest you're earning is less than the rate of inflation.	Med
Pension Conversion Risk	The price of an annuity changes on a regular basis. This means that the amount of income you can secure with the same amount of money will change. Pension conversion risk is the risk that the amount of income you can buy drops before you retire, because your money is invested differently to annuity funds. That's why putting more of your DC pension pot into bonds to try to match annuity prices as you get closer to retirement age can help protect against this risk.	High

About the factsheet

It is important to remember that the price of units can go down as well as up. There's no guarantee that you'll get back the amount that goes into your DC pension pot. Changes in rates of currency exchange, particularly where overseas securities are held, could also affect the value of your investment.

Although the funds can typically be bought and sold on a daily basis, if an exceptional amount of withdrawals are requested, the fund manager may need to delay when you can access your holdings. All funds are provided through FIL Life Insurance Ltd and may invest in securities issued by or hold deposits with HSBC Holdings plc and associated companies.

The Trustee can change the underlying managers or funds at any time without member consent or prior notification.

Valuation time: Business days at 5:00pm (UK time)

Dealing Process: The cut off time for switch instructions is 2:00pm each business day.

Contact us

You can find more Scheme information at:

www.futurefocus.staff.hsbc.co.uk

If you have any questions contact the HSBC Administration Team at:

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Charges

HSBC pays the investment management charges – not you. However, there may be costs within some of the funds and these will be reflected in the unit price. These nominal costs are variable and are likely to be between nil and 0.2% a year.

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