

the DC funds

Asia Pacific (ex Japan) Equities - passive as at 31 March 2020

fund objective

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

fund facts

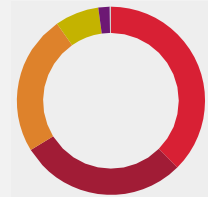
Launch date:	1 March 2018
Fund size:	£5.06m
Price per share:	168.40p
Charges:	Inv Mgmt Charges: 0.00% Additional Charges: 0.00%
Current underlying fund(s):	L&G Asia Pacific (Ex Japan) Equity Index Fund

top 10 holdings

	%
1. Samsung Electronics	9.43
2. AIA Group	5.60
3. CSL	4.20
4. Commonwealth Bank of Australia	3.42
5. BHP Group	2.67
6. Hong Kong Exchanges & Clear	1.94
7. Westpac Banking	1.85
8. SK Hynix	1.81
9. National Australia Bank	1.52
10. Australia and NZ Banking Group	1.50
Total	33.94

geographical breakdown

	%
Australia	37.54
Korea	28.69
Hong Kong	24.06
Singapore	7.56
New Zealand	1.94
Other	0.21
Total	100.00

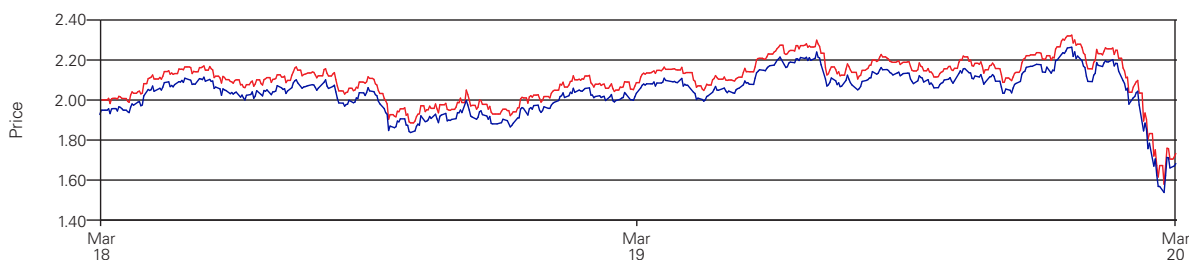


Benchmark:

FTSE Developed Asia Pacific ex Japan Index

fund performance

	31 Mar 2019 - 31 Mar 2020	31 Mar 2018 - 31 Mar 2019	31 Mar 2017 - 31 Mar 2018	31 Mar 2016 - 31 Mar 2017	31 Mar 2015 - 31 Mar 2016
	%	%	%	%	%
Fund	-17.17%	4.31%	1.58%	37.44%	-6.32%
Benchmark	-17.18%	4.27%	1.71%	37.25%	-5.46%
Relative Performance	0.01%	0.04%	-0.13%	0.19%	-0.86%



Rolling time period	3 months	6 months	1 year	3 year p.a.	5 year p.a.	Since launch
Fund	-21.27%	-21.05%	-17.17%	-4.26%	2.48%	2.18%
Benchmark	-21.56%	-21.09%	-17.18%	-4.23%	2.65%	2.36%
Relative Performance	0.29%	0.04%	0.01%	-0.03%	-0.17%	-0.18%

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 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

Volatility defined the first quarter for Asia Pacific ex Japan equities. Stock markets started the year on a positive note, with the signing of the “phase one” trade deal between the US and China. The subsequent spread of COVID-19 cases across the world unnerved investors. A surge in the number of infected people across the globe triggered a sharp sell-off in equity markets. Effective containment of COVID-19 and the promise of policy stimulus led to Chinese stocks faring better than their regional and global peers. Indian equities were caught in selling activity by foreign institutional investors in the risk-off environment. Australian equities also fell sharply. Energy stocks were among the worst performers as oil prices fell to their lowest levels in 18 years amid a surge in supply following a price war between Saudi Arabia and Russia.

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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