

**HSBC ETFs PLC**

# HSBC ASIA PACIFIC EX JAPAN SUSTAINABLE EQUITY UCITS ETF

Monthly report April 30 2024 | HSXJ LN | USD


**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, improvement of the FTSE Russell ESG rating and 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 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	<b>USD 15.50</b>
Performance 1 month	<b>0.39%</b>
Tracking error 3 years	<b>0.32%</b>

**Fund facts**

UCITS V compliant	<b>Yes</b>
Dividend treatment	<b>Accumulating</b>
Dividend currency	<b>USD</b>
Fund base currency	<b>USD</b>
Currency Hedged	<b>Not Hedged</b>
Share class base currency	<b>USD</b>
Domicile	<b>Ireland</b>
Inception date	<b>August 20 2020</b>
Shares outstanding	<b>13,982,080</b>
Fund size	<b>USD 258,102,507</b>
Reference benchmark	<b>100% FTSE Asia Pacific ex Japan ESG Low Carbon Select Index</b>
Replication method	<b>Physical- Full</b>
SIPP eligible	<b>Yes</b>
Issuer	<b>HSBC ETFs PLC</b>
Fiscal year end	<b>Dec</b>

**Fees and expenses**

Ongoing charge figure <sup>1</sup>	<b>0.250%</b>
------------------------------------	---------------

**Codes**

ISIN	<b>IE00BKY58G26</b>
------	---------------------

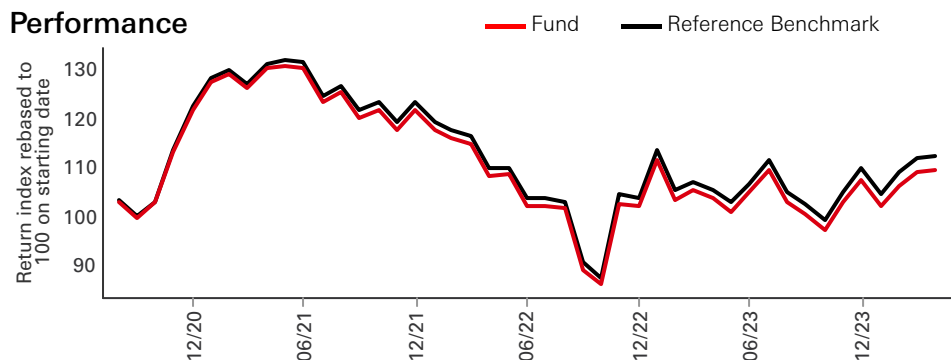
<sup>1</sup>Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

**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.**

**Source: HSBC Asset Management, ESG data as at 31 March 2024 <sup>\*\*</sup>(more information is available by clicking on <https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>, other data as at April 30 2024**

## Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
<b>Fund</b>	<b>1.98</b>	<b>0.39</b>	<b>7.33</b>	<b>12.61</b>	<b>5.52</b>	<b>-5.64</b>	--	<b>2.44</b>
Reference Benchmark	2.14	0.44	7.35	13.21	6.44	-5.06	--	3.15
Tracking difference	-0.16	-0.05	-0.02	-0.60	-0.92	-0.58	--	-0.71
Tracking error	--	--	--	--	0.39	0.32	--	0.33

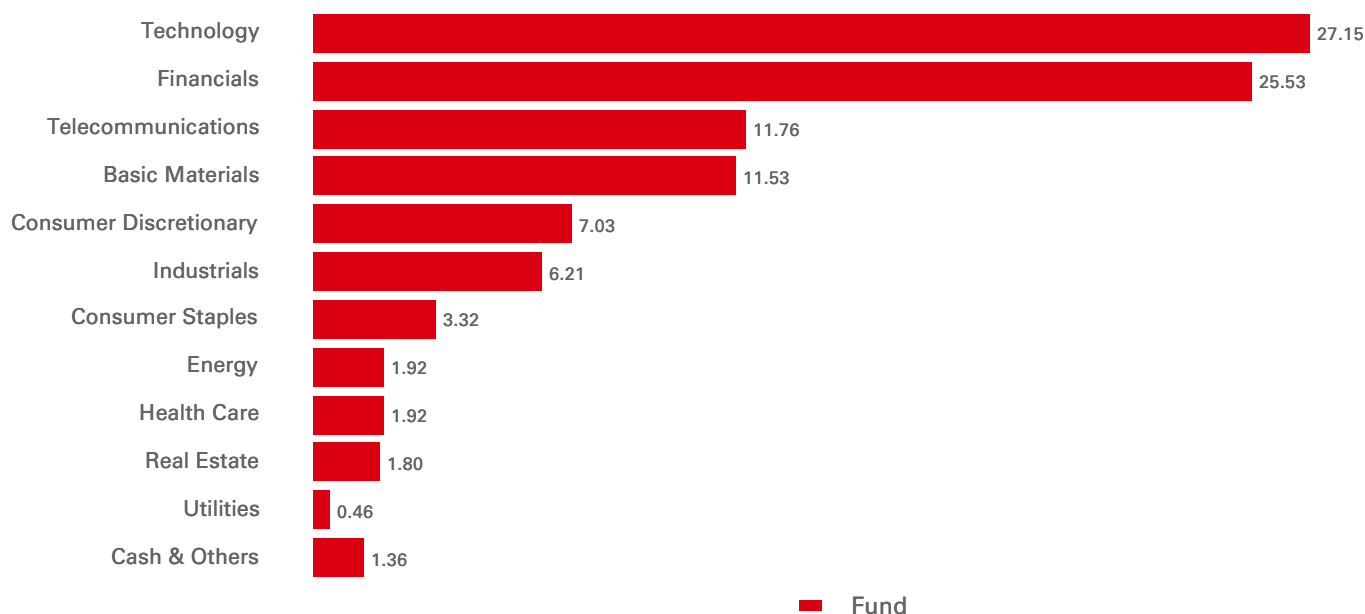
Rolling performance (%)	04/30/23-04/30/24	04/30/22-04/30/23	04/30/21-04/30/22	04/30/20-04/30/21	04/30/19-04/30/20
<b>Fund</b>	<b>5.52</b>	<b>-4.22</b>	<b>-16.87</b>	--	--
Reference Benchmark	6.44	-3.88	-16.36	--	--

Carbon footprint	Fund	Broad Market Index	FTSE ESG Score	ESG score	E	S	G
Carbon intensity emissions	154.71	332.33	Fund	3.8	3.3	3.7	4.3
Carbon Intensity measures the quantity of carbon emission of a company (tonnes CO <sub>2</sub> e/USD million) Source of analytics: Trucost			Broad Market Index	3.2	2.7	3.1	4.0

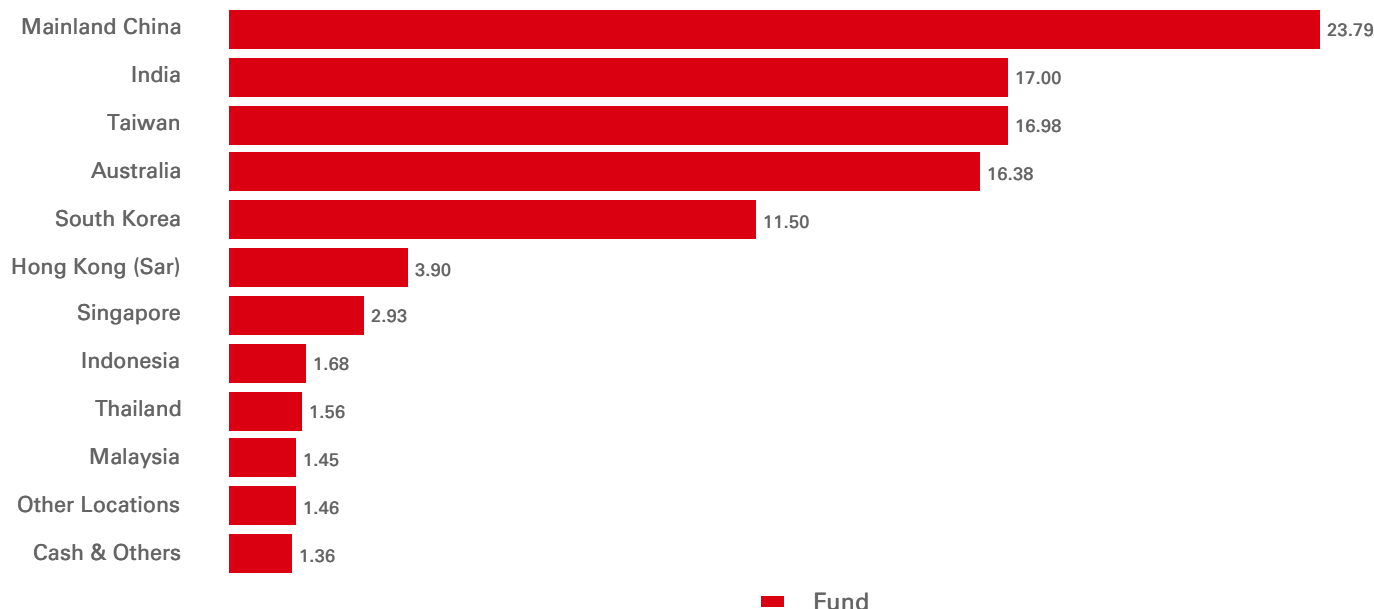
Equity characteristics	Fund	Reference Benchmark
No. of holdings ex cash	640	646
Average market cap (USD Mil)	142,112	142,077
Price/earning ratio	15.57	15.58

Benchmark information	
Index name	100% FTSE Asia Pacific ex Japan ESG Low Carbon Select Index
Index currency	USD
Index Rebalancing Frequency	Annually
TR Index Bloomberg Ticker	ELCAXJN
TR Index Reuters RIC	.TFTLXJNU

## Sector allocation (%)



### Geographical allocation (%)



Top 10 holdings	Location	Sector	Weight (%)
Taiwan Semiconductor Co Ltd	Taiwan	Technology	13.03
Samsung Electronics Co Ltd	South Korea	Telecommunications	6.37
BHP Group Ltd	Australia	Basic Materials	4.98
Commonwealth Bank of Australia	Australia	Financials	3.73
Infosys Ltd	India	Technology	3.44
PING AN	Mainland China	Financials	2.20
DBS Group Holdings Ltd	SINGAPORE	Financials	2.10
National Australia Bank Ltd	Australia	Financials	1.90
Xiaomi Corp	Mainland China	Telecommunications	1.84
HCL Technologies Ltd	India	Technology	1.63

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	Aug 21 2020	USD	08:00 - 16:30	HSXD LN	HSXD.L	HSXUSDIV	HSXDUSDINAV =SOLA
LONDON STOCK EXCHANGE	Aug 21 2020	GBP	08:00 - 16:30	HSXJ LN	HSXJ.L	HSXJGBIV	HSXJGBPINAV =SOLA
SIX SWISS EXCHANGE	Sep 02 2020	USD	09:00 - 17:30	HSXD SW	HSXD.S	HSXUSDIV	HSXDUSDINAV =SOLA
NYSE EURONEXT - EURONEXT PARIS	Sep 22 2020	EUR	09:00 - 17:30	HSXD FP	HSXD.PA	H4Z2EUIV	H4Z2EURINAV =SOLA
DEUTSCHE BOERSE AG-XETRA	Sep 22 2020	EUR	09:00 - 17:30	H4Z2 GY	H4Z2.DE	H4Z2EUIV	H4Z2EURINAV =SOLA
BORSA ITALIANA SPA	Oct 09 2020	EUR	09:00 - 17:35	HSXD IM	HSXD.MI	H4Z2EUIV	H4Z2EURINAV =SOLA
BOLSA INSTITUCIONAL DE VALORES	Nov 30 2020	MXN	--	HSXDN MM	HSXD.BIV	--	--

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	1,605.62082	4,131.67991

### Ten lowest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)	Broad Market Index	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)
MEDIBANK PRIVATE LTD	0.74	CHALLENGER LTD	0.16
SAMSUNG FIRE & MARINE INS	0.85	BEIJING UNITED INFORMATION-A	0.17
CHINA RUYI HOLDINGS LTD	0.96	GUANGZHOU YUEXIU CAPITAL H-A	0.39
CHINA EVERBRIGHT LTD	1.11	QIFU TECHNOLOGY INC	0.52
MERIDIAN ENERGY LTD	1.15	37 INTERACTIVE ENTERTAINME-A	0.56
AMP LTD	1.20	DADA NEXUS LTD-ADR	0.72
ASUSTEK COMPUTER INC	1.24	MEDIBANK PRIVATE LTD	0.74
CHINA PACIFIC INSURANCE GR-A	1.24	SAMSUNG FIRE & MARINE INS	0.85
MACQUARIE GROUP LTD	1.27	CHINA RUYI HOLDINGS LTD	0.96
QBE INSURANCE GROUP LTD	1.29	INSIGNIA FINANCIAL LTD	0.99

### Ten highest carbon intensity issuers

Fund	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)	Broad Market Index	Carbon intensity emissions (tonnes CO <sup>2</sup> e/USD million)
ANHUI CONCH CEMENT CO LTD-H	10,384.13	HANJIN KAL CORP	56,078.54
INDOCEMENT TUNGGAL PRAKARSA	10,167.52	BEIJING JINGNENG POWER CO -A	18,256.54
SEMEN INDONESIA PERSERO TBK	9,552.46	INNER MONGOLIA MENGDIAN HU-A	17,958.71
ULTRATECH CEMENT LTD	8,930.68	NTPC LTD	17,616.66
DALMIA BHARAT LTD	8,604.62	JOINTO ENERGY INVESTMENT C-A	14,953.39
GRASIM INDUSTRIE-PARTLY PAID	5,329.67	JINNENG HOLDING SHANXI ELE-A	14,882.57
AMBUJA CEMENTS LTD	5,278.70	GD POWER DEVELOPMENT CO -A	14,350.49
VEDANTA LTD	3,554.71	GUANGDONG BAOLIHUA NEW-A	13,980.74
SOUTH32 LTD	3,152.81	JSW ENERGY LTD	13,792.42
CHINA EVERBRIGHT ENVIRONMENT	2,800.72	ADANI POWER LTD	12,873.20

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: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, ESG data as at 31 March 2024 \*(more information is available by clicking on <https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>, other data as at April 30 2024

MSCI ESG Score	ESG score	E	S	G
Fund	6.9	5.9	5.2	5.7
Broad Market Index	6.1	5.8	5.1	5.2

## ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	13.031%	4.4	3.8	4.5	5.0	169.7
SAMSUNG ELECTRONICS CO LTD	5.557%	3.7	3.7	3.9	3.4	84.8
BHP GROUP LTD	4.981%	4.0	3.4	3.7	5.0	214.0
COMMONWEALTH BANK OF AUSTRAL	3.726%	4.2	4.0	3.8	4.8	4.9
INFOSYS LTD	3.441%	3.9	3.0	3.7	5.0	12.4
PING AN INSURANCE GROUP CO-H	2.197%	3.2	3.0	3.2	3.3	2.1
DBS GROUP HOLDINGS LTD	2.095%	4.3	5.0	3.2	4.5	4.1
NATIONAL AUSTRALIA BANK LTD	1.903%	4.2	4.0	3.5	5.0	5.7
XIAOMI CORP-CLASS B	1.842%	3.1	2.3	3.4	3.6	2.1
HCL TECHNOLOGIES LTD	1.625%	4.1	3.0	4.3	5.0	13.6

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
TAIWAN SEMICONDUCTOR MANUFAC	7.098%	4.4	3.8	4.5	5.0	169.7
TENCENT HOLDINGS LTD	3.337%	3.3	2.5	3.0	4.5	36.6
SAMSUNG ELECTRONICS CO LTD	3.253%	3.7	3.7	3.9	3.4	84.8
ALIBABA GROUP HOLDING LTD	1.969%	2.7	2.4	1.9	4.0	40.4
BHP GROUP LTD	1.713%	4.0	3.4	3.7	5.0	214.0
COMMONWEALTH BANK OF AUSTRAL	1.529%	4.2	4.0	3.8	4.8	4.9
RELIANCE INDUSTRIES LTD	1.440%	3.0	2.6	2.4	4.3	480.6
HDFC BANK LIMITED	1.240%	2.9	2.0	2.4	4.0	25.3
CSL LTD	1.054%	3.1	1.8	3.2	4.6	31.8
AIA GROUP LTD	1.024%	3.1	3.0	3.2	3.1	2.4

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: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, ESG data as at 31 March 2024 \*(more information is available by clicking on <https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>, other data as at April 30 2024

## ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
MAGELLAN FINANCIAL GROU-CW27*^	0.000%	0.0	0.0	0.0	0.0	0.0
BTS Group Holdings PCL- Warrants 8*^	0.000%	0.0	0.0	0.0	0.0	0.0
NEXTDC LTD-RIGHTS*^	0.000%	0.0	0.0	0.0	0.0	0.0
GRASIM INDUSTRIE-PARTLY PAID	0.000%	2.9	2.6	2.3	4.0	5,329.7
INDOCEMENT TUNGGAL PRAKARSA	0.002%	3.0	2.5	2.9	4.0	10,167.5
EAST BUY HOLDING LTD	0.003%	1.8	1.0	1.3	3.0	26.8
NWS HOLDINGS LTD	0.003%	2.8	2.5	2.7	3.4	14.7
LG ENERGY SOLUTION	0.003%	3.6	4.0	3.3	3.3	76.0
ZHEJIANG HUAYOU COBALT CO -A	0.003%	2.2	2.4	2.0	2.1	207.0
MICROPORT SCIENTIFIC CORP	0.003%	3.0	1.5	3.0	4.5	48.7

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
CONTEC MEDICAL SYSTEMS CO -A^	0.000%	0.9	0.0	0.4	2.5	29.9
JIANGSU ZHANGJIAGANG RURA -A^	0.000%	1.7	1.0	2.2	1.9	2.3
TOLY BREAD CO LTD-A^	0.000%	0.7	0.4	0.4	1.4	68.8
SANSURE BIOTECH INC-A^	0.000%	1.2	0.5	1.0	2.0	22.2
THREE SQUIRRELS INC-A^	0.000%	0.6	0.2	0.4	1.4	60.3
HOLITECH TECHNOLOGY CO LTD-A^	0.000%	1.1	0.5	0.6	2.5	55.8
SHENZHEN NEW NANSHAN HOLDI-A^	0.000%	0.8	0.8	0.3	1.4	37.5
RONGAN PROPERTY CO LTD -A^	0.000%	1.0	0.8	0.8	1.4	25.4
XIAMEN INTRETECH INC-A	0.000%	1.7	1.7	2.0	1.4	32.4
LIUZHOU IRON & STEEL CO -A^	0.000%	1.7	2.0	1.3	1.9	2,447.3

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: FTSE Asia Pacific Ex Japan

Source: HSBC Asset Management, ESG data as at 31 March 2024 \*(more information is available by clicking on <https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>, other data as at April 30 2024

## Risk disclosures

- 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:

 **HSBC Asset Management**

---

### Glossary



## Index disclaimer

FTSE International Limited ("FTSE") © FTSE 2023. "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.

**Source: HSBC Asset Management, ESG data as at 31 March 2024 \*(more information is available by clicking on <https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>, other data as at April 30 2024**

## 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 was prepared by HSBC Global Asset Management (UK) Limited, a company incorporated, regulated and supervised in the United Kingdom. The ETFs referred to in this document are governed by laws other than Mexico, which may affect the rights that investors have with respect to the funds.

The material contained herein is for information only and 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 material when making any investment decisions.

This material is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. This material is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe to any investment.

Any views expressed were held at the time of preparation and are subject to change without notice. While any forecast, projection or target where provided is indicative only and not guaranteed in any way. HSBC Global Asset Management (UK) Limited accepts no liability for any failure to meet such forecast, projection or target.

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 Asset Management; 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.

To help improve our service and in the interests of security we may record and/or monitor your communication with us. HSBC Global Asset Management (UK) Limited provides information to Institutions, Professional Advisers and their clients on the investment products and services of the HSBC Group.

Approved for issue in the UK by HSBC Global Asset Management (UK) Limited, who are authorised and regulated by the Financial Conduct Authority. [www.assetmanagement.hsbc.com/uk](http://www.assetmanagement.hsbc.com/uk)

Copyright © HSBC Global Asset Management (UK) Limited 2024. All rights reserved.

Further Information can be found in the prospectus and in our Key Investor Information Documents published in our Fund Centre at [www.assetmanagement.hsbc.com/uk](http://www.assetmanagement.hsbc.com/uk)

\*\* Due to a data supply issue, end of April-24 fund holdings have been mapped to end of March-24 vendor attribute data (latest available), to calculate the ESG ratings and Carbon Intensity results published in this document. More information is available by clicking on

<https://www.global.assetmanagement.hsbc.com/fund-centre/dpas-report/reportingnoticefactsheetsapr24sustainableindicators-gb-en-hetf062.pdf>

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.