

**HSBC ETFs PLC**

# HSBC USA SUSTAINABLE EQUITY UCITS ETF

Monthly report April 30 2024 | HSUS LN | USD


**Investment objective**

The Fund aims to track as closely as possible the returns of the FTSE USA 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 total return swaps and up to 10% in 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	<b>USD 26.22</b>
Performance 1 month	<b>-5.10%</b>
Tracking error 3 years	<b>0.04%</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>June 4 2020</b>
Shares outstanding	<b>31,290,870</b>
Fund size	<b>USD 944,946,054</b>
Reference benchmark	<b>100% FTSE USA 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>0.120%</b>
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**Codes**

ISIN	<b>IE00BKY40J65</b>
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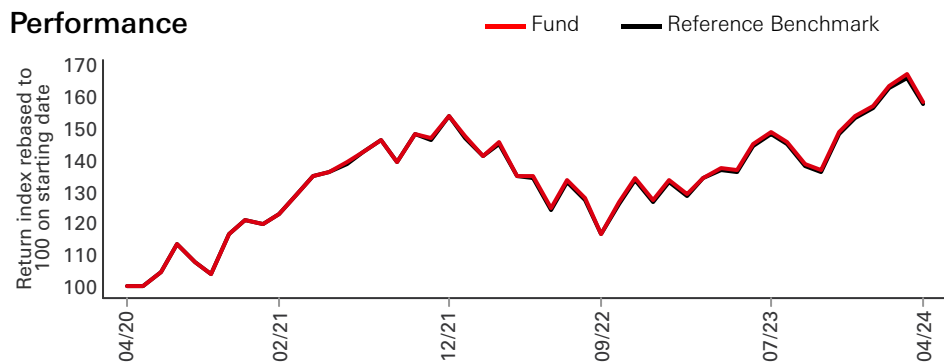
<sup>1</sup>Ongoing Charges Figure is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

**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 **\*\***(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>2.78</b>	<b>-5.10</b>	<b>0.70</b>	<b>15.69</b>	<b>15.44</b>	<b>5.54</b>	--	<b>12.46</b>
Reference Benchmark	2.72	-5.10	0.64	15.58	15.23	5.37	--	12.29
Tracking difference	0.06	0.01	0.06	0.11	0.21	0.17	--	0.17
Tracking error	--	--	--	--	0.04	0.04	--	0.04

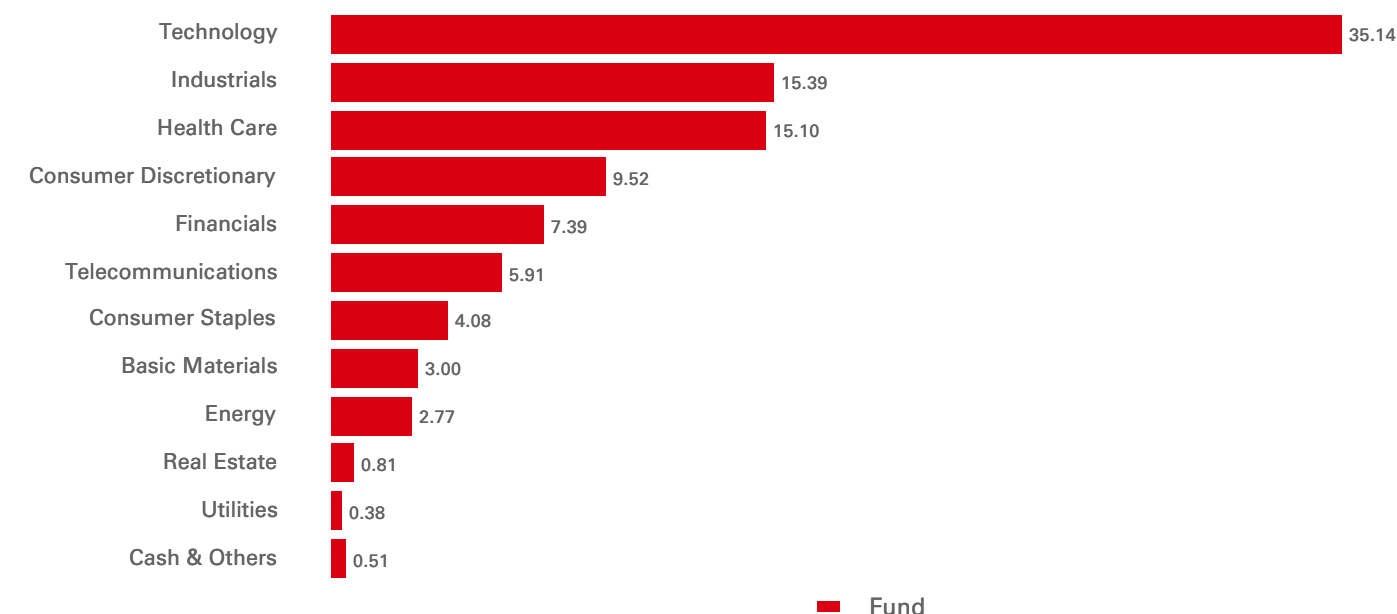
Rolling performance (%)	04/30/23-04/30/24	04/30/22-04/30/23	04/30/21-04/30/22	04/30/20-04/30/21	04/30/19-04/30/20
<b>Fund</b>	<b>15.44</b>	<b>1.55</b>	<b>0.29</b>	--	--
Reference Benchmark	15.23	1.35	0.17	--	--

Carbon footprint	Fund	Broad Market Index	FTSE ESG Score	ESG score	E	S	G
Carbon intensity emissions	54.08	100.24	Fund	4.0	3.9	4.1	4.2
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	3.4	3.1	3.4	3.7

Equity characteristics	Fund	Reference Benchmark
No. of holdings ex cash	415	418
Average market cap (USD Mil)	871,459	871,457
Price/earning ratio	18.85	18.85

Benchmark information	
Index name	100% FTSE USA ESG Low Carbon Select Index
Index currency	USD
Benchmark type	Net Return
Index Rebalancing Frequency	Annually
TR Index Bloomberg Ticker	ELCUSAN
TR Index Reuters RIC	.TFTELCUSANU

## Sector allocation (%)



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

Broad Market Index: FTSE USA

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Top 10 holdings	Sector	Weight (%)
Microsoft Corp	Technology	10.92
Apple Inc	Technology	8.43
Johnson & Johnson	Health Care	8.16
Visa Inc	Industrials	8.12
NVIDIA Corp	Technology	4.50
Cisco Systems Inc	Telecommunications	3.96
Amazon.com Inc	Consumer Discretionary	2.72
Salesforce Inc	Technology	1.58
Linde PLC/old	Basic Materials	1.37
Home Depot Inc/The	Consumer Discretionary	1.33

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters RIC	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	Jun 05 2020	USD	08:00 - 16:30	HSUD LN	HSUD.L	HSUUSDIV	HSUDUSDINA V=SOLA
LONDON STOCK EXCHANGE	Jun 05 2020	GBP	08:00 - 16:30	HSUS LN	HSUS.L	HSUSGBIV	HSUSGBPNAV =SOLA
NYSE EURONEXT - EURONEXT PARIS	Jun 29 2020	EUR	09:00 - 17:30	HSUD FP	HSUS.PA	HSUEURIV	HSUDEURINAV =SOLA
BORSA ITALIANA SPA	Jul 06 2020	EUR	09:00 - 17:35	HSUD IM	HSUD. MI	HSUEURIV	HSUDEURINAV =SOLA
DEUTSCHE BOERSE AG-XETRA	Jul 15 2020	EUR	09:00 - 17:30	H412 GY	H412.DE	HSUEURIV	HSUDEURINAV =SOLA
SIX SWISS EXCHANGE	Sep 02 2020	USD	09:00 - 17:30	HSUD SW	HSUD.S	HSUUSDIV	HSUDUSDINA V=SOLA
BOLSA INSTITUCIONAL DE VALORES	Sep 22 2020	MXN	--	HSUDN MM	HSUD.BIV	--	--
SIX SWISS EXCHANGE	Sep 02 2020	USD	09:00 - 17:30	HSUD SW	HSUD.S	HSUUSDIV	HSUDUSDINA V=SOLA

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	238.55928	462.24256

### 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)
SPOTIFY TECHNOLOGY SA	0.02	SPOTIFY TECHNOLO	0.02
NU HOLDINGS LTD/CAYMAN ISL-A	0.09	NU HOLDINGS LT-A	0.09
RENAISSANCERE HOLDINGS LTD	0.31	MATCH GROUP INC	0.28
AFLAC INC	0.57	RENAISSANCERE	0.31
THE CIGNA GROUP	0.60	ETSY INC	0.54
ELEVANCE HEALTH INC	0.62	AFLAC INC	0.57
SYNCHRONY FINANCIAL	0.64	THE CIGNA GROUP	0.60
BLOCK INC	0.68	PINTEREST INC -A	0.62
ARCH CAPITAL GROUP LTD	0.70	ELEVANCE HEALTH	0.62
PRUDENTIAL FINANCIAL INC	0.73	SYNCHRONY FINAN	0.64

### 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)
ALLIANT ENERGY CORP	3,147.17	VISTRA CORP	6,920.55
ENERGY CORP	2,873.69	ENERGY INC	4,775.06
AIR PRODUCTS & CHEMICALS INC	2,087.71	PPL CORP	3,502.27
NEXTERA ENERGY INC	2,004.22	AMEREN CORP	3,264.38
DOMINION ENERGY INC	1,959.07	AES CORP	3,192.36
CF INDUSTRIES HOLDINGS INC	1,591.29	ALLIANT ENERGY	3,147.17
NRG ENERGY INC	1,225.86	PINNACLE WEST	2,977.36
WILLIAMS COS INC	1,222.03	SOUTHERN CO	2,906.91
LINDE PLC	1,130.44	ENERGY CORP	2,873.69
MARRIOTT INTERNATIONAL -CL A	1,112.26	DUKE ENERGY CORP	2,797.42

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 USA

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	7.0	7.0	5.3	5.4
Broad Market Index	6.5	6.9	5.0	5.5

### ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
MICROSOFT CORP	10.919%	4.8	5.0	4.7	4.7	32.9
APPLE INC	8.427%	4.1	4.0	4.4	3.8	3.4
JOHNSON & JOHNSON	8.160%	4.6	4.6	4.7	4.6	11.6
VISA INC-CLASS A SHARES	8.118%	4.4	4.0	5.0	4.5	2.3
NVIDIA CORP	4.502%	3.9	3.8	4.1	3.7	5.1
CISCO SYSTEMS INC	3.960%	4.4	5.0	4.3	4.0	11.6
AMAZON.COM INC	2.722%	3.3	3.0	3.5	3.5	50.9
SALESFORCE INC	1.580%	4.3	5.0	3.3	4.3	15.0
LINDE PLC	1.365%	4.0	3.5	4.2	4.7	1,130.4
HOME DEPOT INC	1.327%	3.7	3.0	3.7	4.5	10.9

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
MICROSOFT CORP	6.661%	4.8	5.0	4.7	4.7	32.9
APPLE INC	5.711%	4.1	4.0	4.4	3.8	3.4
NVIDIA CORP	4.720%	3.9	3.8	4.1	3.7	5.1
AMAZON.COM INC	3.625%	3.3	3.0	3.5	3.5	50.9
ALPHABET INC-A	2.224%	3.4	3.9	3.4	2.8	28.8
META PLATFORMS-A	2.187%	3.5	3.0	3.3	4.3	34.2
ALPHABET INC-C	1.900%	3.4	3.9	3.4	2.8	28.8
ELI LILLY & CO	1.520%	3.4	2.4	4.3	3.6	20.5
BROADCOM INC	1.289%	3.1	2.6	3.8	3.0	8.7
JPMORGAN CHASE	1.272%	3.0	3.0	2.5	3.5	7.1

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Source of analytics: Trucost / HSBC

Broad Market Index: FTSE USA

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## ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
SIRIUS XM HOLDINGS INC	0.004%	3.5	2.0	3.3	5.0	7.1
OLD DOMINION FREIGHT LINE	0.004%	2.7	2.0	2.5	4.0	217.8
BOSTON PROPERTIES INC	0.005%	2.9	3.3	1.2	4.0	37.2
FMC CORP	0.005%	3.0	3.3	2.9	2.7	26.7
SBA COMMUNICATIONS CORP	0.005%	2.6	2.6	2.0	3.0	49.5
TRIMBLE INC	0.005%	2.9	3.1	2.6	3.0	6.1
GENUINE PARTS CO	0.005%	2.5	1.6	2.2	4.0	15.2
BERKSHIRE HATHAWAY INC-CL B	0.005%	0.7	0.2	0.0	2.2	223.0
ALLIANT ENERGY CORP	0.006%	2.9	2.7	2.6	3.6	3,147.2
BORGWARNER INC	0.006%	3.1	3.0	3.4	3.0	30.5

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
NET LEASE OFFICE^	0.001%	0.0	0.0	0.0	0.0	55.0
UBIQUITI INC^	0.001%	0.8	0.0	0.0	2.7	15.9
LIBERTY BR-A	0.002%	1.9	1.2	0.8	4.0	13.6
CNA FINL CORP	0.003%	2.4	2.0	1.2	3.7	1.9
LIBERTY MEDIA CO	0.003%	3.7	3.0	3.0	5.0	23.9
LIBERTY MEDIA	0.004%	2.8	1.0	2.3	5.0	8.6
LENNAR CORP-B	0.004%	1.6	0.7	0.7	3.6	22.9
SIRIUS XM HOLDIN	0.004%	3.5	2.0	3.3	5.0	7.1
LUCID GROUP INC	0.004%	1.3	0.7	0.6	2.7	16.2
AMERICAN AIRLINE	0.005%	3.6	3.5	4.3	3.1	711.3

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Source of analytics: Trucost / HSBC

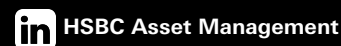
Broad Market Index: FTSE USA

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## Risk disclosures

- 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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### Glossary



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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.

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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>

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