

## HSBC ETFs PLC

# HSBC MSCI World Small Cap ESG UCITS ETF

Monthly report 30 April 2024 | HWSC LN | USD (Acc)



## Investment objective

The Fund aims to track as closely as possible the returns of the MSCI World Small Cap SRI ESG Leaders Select Index (the Index), while integrating environmental, social and governance (ESG) metrics. 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 a subset of the MSCI World Small Cap Index (Parent Index), and is made up of small cap companies (as measured by the market value of their shares) based in certain developed market countries, as defined by the Index Provider.

The Index is constructed by excluding companies with exposure to: controversial and nuclear weapons, adult entertainment, alcohol, gambling, nuclear power, thermal coal power, fossil fuel and tobacco.

The Fund is passively managed and utilises an investment technique called optimization. The Fund aims to invest in the shares of the companies in generally 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.

The Fund may invest up to 10% of its assets in other funds and up to 10% 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 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").
- 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.

### 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 19.02</b>
Performance 1 month	<b>-5.68%</b>

### Fund facts

UCITS V compliant	<b>Yes</b>
UK reporting fund status (UKRS)	<b>Yes</b>
ISA eligible	<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>20 October 2022</b>
Shares outstanding	<b>5,525,000</b>
Fund size	<b>USD 105,088,904</b>
Reference benchmark	<b>100% MSCI World Small Cap SRI ESG Leaders Select Index</b>
Replication method	<b>Physical- Sample</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>
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### Codes

ISIN	<b>IE000C692SN6</b>
SEDOL	<b>BMQ5124</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.

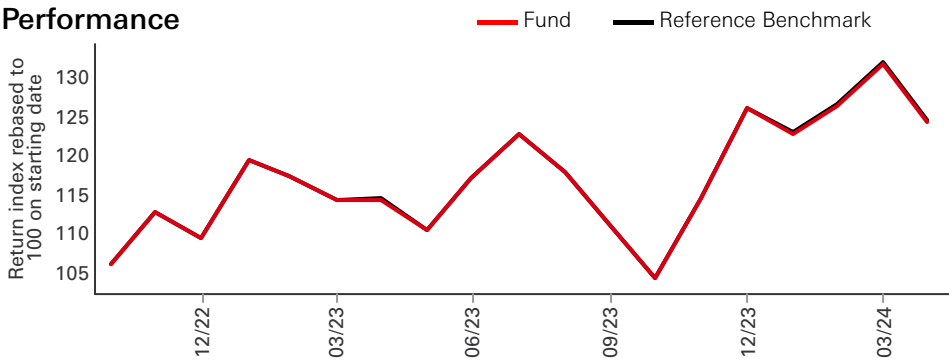
This is a marketing communication. Please refer to the prospectus and to the KID before making any final investment decisions.

For definition of terms, please refer to the Glossary QR code and Prospectus.

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 30 April 2024

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Performance



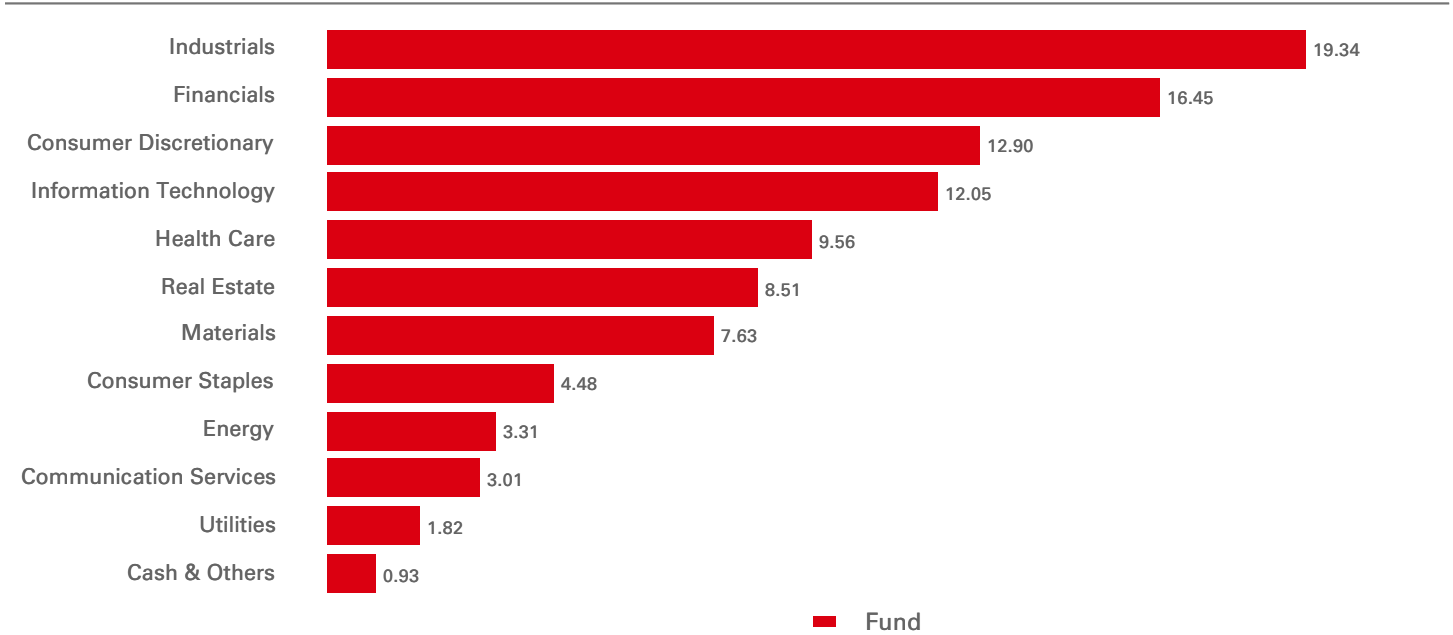
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	Since inception ann
Fund	-1.45	-5.68	1.14	19.22	8.62	--	--	15.18
Reference Benchmark	-1.32	-5.64	1.21	19.37	8.66	--	--	15.32
Tracking difference	-0.12	-0.04	-0.07	-0.15	-0.04	--	--	-0.14
Tracking error	--	--	--	--	0.17	--	--	0.16

Rolling performance (%)	30/04/23-30/04/24	30/04/22-30/04/23	30/04/21-30/04/22	30/04/20-30/04/21	30/04/19-30/04/20
Fund	8.62	--	--	--	--
Reference Benchmark	8.66	--	--	--	--

Carbon footprint	Fund	Broad Market Index	MSCI ESG Score	ESG score	E	S	G
Carbon intensity emissions	75.93	137.83	Fund	7.2	5.5	5.3	6.5
Carbon intensity measures the quantity of carbon emission of a company (tonnes CO <sup>2</sup> e/USD million revenue) Source: S&P Global Trucost			Broad Market Index	5.9	5.0	4.7	6.2

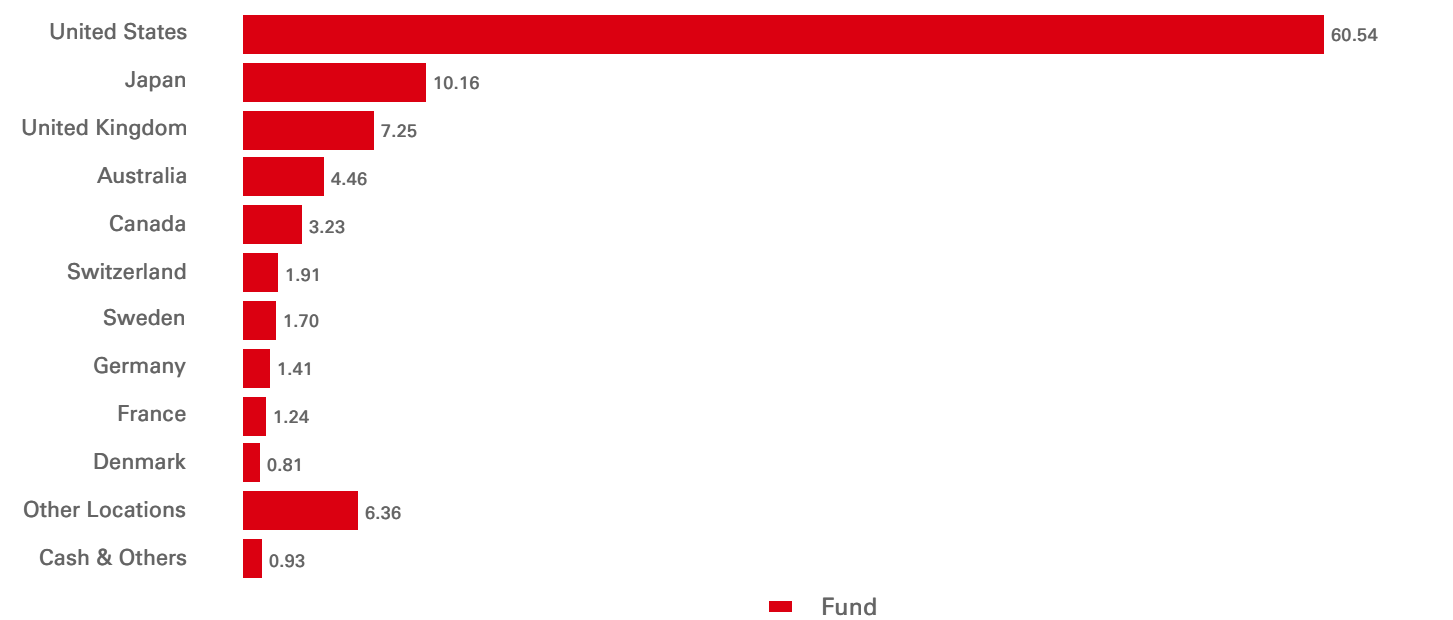
Equity characteristics	Fund	Reference Benchmark	Benchmark information
No. of holdings ex cash	1,123	1,335	Index name100% MSCI World Small Cap SRI ESG Leaders Select Index
Average market cap (USD Mil)	4,848	4,793	Index currencyUSD
Price/earning ratio	15.57	15.60	TR Index Bloomberg TickerNU750120
			TR Index Reuters RIC.dMIWO0SR2SNUS

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: MSCI World Small Cap  
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 30 April 2024  
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Geographical allocation (%)



Top 10 holdings	Sector	Weight (%)
EMCOR Group Inc	Industrials	0.53
Nutanix Inc	Information Technology	0.48
Flex Ltd	Information Technology	0.40
TechnipFMC PLC	Energy	0.39
TopBuild Corp	Consumer Discretionary	0.39
Reinsurance Group of America I	Financials	0.39
Shockwave Medical Inc	Health Care	0.37
nVent Electric PLC	Industrials	0.37
Advanced Drainage Systems Inc	Industrials	0.36
BJ's Wholesale Club Holdings I	Consumer Staples	0.34

Exchange name	Listing date	Trading currency	Trading hours	Bloomberg ticker	Reuters	iNAV Bloomberg	iNAV Reuters
LONDON STOCK EXCHANGE	21 Oct 2022	USD	08:00 - 16:30	HWSC LN	HWSC.L	HWSCUXIV	HWSCUSDINA V=SOLA
LONDON STOCK EXCHANGE	21 Oct 2022	GBP	08:00 - 16:30	HWSS LN	HWSS.L	HWSSGXIV	HWSSGBPINA V=SOLA
NYSE EURONEXT - EURONEXT PARIS	14 Nov 2022	EUR	09:00 - 17:30	HWSS FP	HWSS.PA	H41GEXIV	H41GEURINAV =SOLA
DEUTSCHE BOERSE AG-XETRA	25 Oct 2022	EUR	09:00 - 17:30	H41G GY	H41G.DE	H41GEXIV	H41GEURINAV =SOLA

Emissions from reserves (mn tonnes/ USDmn)	Fund	Broad Market Index
Emissions from reserves/market cap	0.00000	3,513.45368

### 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)
SPAREBANK 1 SR BANK ASA	0.09	NIB HOLDINGS LTD	0.01
PEDIATRIX MEDICAL GROUP INC	0.16	MOLTEN VENTURES PLC	0.04
INTERMEDIATE CAPITAL GROUP	0.16	WAYPOINT REIT	0.05
CHALLENGER LTD	0.16	ALTIVUS MINERALS CORPORATION	0.06
HEMNET GROUP AB	0.18	IP GROUP PLC	0.06
TEAMVIEWER SE	0.21	AVANZA BANK HOLDING AB	0.07
SCOR SE	0.22	SPAREBANK 1 SR BANK ASA	0.09
FORTNOX AB	0.25	ALLFUNDS GROUP PLC	0.10
AFFILIATED MANAGERS GROUP	0.41	JUST GROUP PLC	0.11
HELIA GROUP LTD	0.42	PEDIATRIX MEDICAL GROUP INC	0.16

### 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)
ANTERO MIDSTREAM CORP	1,990.98	ANTIN INFRASTRUCTURE PARTNER	9,136.15
NEXTDC LTD	1,982.66	CAPITAL POWER CORP	7,088.87
DT MIDSTREAM INC	1,883.16	SUMITOMO OSAKA CEMENT CO LTD	5,522.83
ALUMINA LTD	1,847.88	ELECTRIC POWER DEVELOPMENT C	4,977.84
RYERSON HOLDING CORP	1,782.56	BUZZI SPA	4,819.92
TRONOX HOLDINGS PLC	1,218.57	VICAT	4,761.99
TATE & LYLE PLC	1,163.12	TRANSALTA CORP	4,478.95
BREEDON GROUP PLC	1,054.32	HOKURIKU ELECTRIC POWER CO	4,404.21
SUMMIT MATERIALS INC -CL A	1,025.04	CEMENTIR HOLDING NV	4,255.75
TOKAI CARBON CO LTD	952.43	AGL ENERGY LTD	4,175.12

Broad Market Index: MSCI World Small Cap

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## ESG score for ten highest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
EMCOR GROUP INC	0.525%	7.9	3.1	5.9	7.3	17.6
NUTANIX INC - A	0.479%	7.1	5.4	5.6	5.3	8.4
FLEX LTD	0.395%	7.2	4.2	4.4	7.0	31.6
TECHNIPFMC PLC	0.390%	8.2	8.5	9.4	6.1	43.2
TOPBUILD CORP	0.388%	7.5	5.3	5.1	7.3	37.5
REINSURANCE GROUP OF AMERICA	0.386%	5.0	5.3	3.6	7.0	2.5
SHOCKWAVE MEDICAL INC	0.374%	6.9	8.7	4.9	7.3	31.3
NVENT ELECTRIC PLC	0.368%	5.8	3.3	6.0	6.8	24.1
ADVANCED DRAINAGE SYSTEMS IN	0.356%	7.4	6.5	4.7	7.1	80.0
BJ'S WHOLESALE CLUB HOLDINGS	0.344%	7.0	3.3	5.6	5.8	40.4

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
EMCOR GROUP INC	0.233%	7.9	3.1	5.9	7.3	17.6
MICROSTRATEGY INC-CL A	0.219%	4.8	4.8	5.2	3.6	8.0
PURE STORAGE INC - CLASS A	0.210%	5.5	4.5	3.7	6.3	1.1
NUTANIX INC - A	0.204%	7.1	5.4	5.6	5.3	8.4
TOPBUILD CORP	0.178%	7.5	5.3	5.1	7.3	37.5
LINCOLN ELECTRIC HOLDINGS	0.174%	6.8	3.4	6.8	6.3	49.7
XPO INC	0.173%	6.7	8.8	1.9	6.6	97.1
FLEX LTD	0.172%	7.2	4.2	4.4	7.0	31.6
TOLL BROTHERS INC	0.172%	5.6	4.3	4.3	6.4	23.4
REINSURANCE GROUP OF AMERICA	0.171%	5.0	5.3	3.6	7.0	2.5

Broad Market Index: MSCI World Small Cap

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## ESG score for ten lowest holdings by weight

Fund	Weight	ESG score	E	S	G	Carbon intensity emissions
CASSAVA SCIENCES INC-28*^	0.000%	0.0	0.0	0.0	0.0	0.0
NEXTDC LTD-RIGHTS*^	0.002%	0.0	0.0	0.0	0.0	0.0
ATOS SE	0.007%	9.5	6.6	6.0	5.9	9.4
TOHO TITANIUM CO LTD	0.008%	7.0	3.9	5.6	5.7	434.7
STEM INC	0.008%	8.5	5.5	8.2	5.7	26.8
TAKASAGO THERMAL ENGINEERING	0.009%	8.6	6.3	9.0	5.5	27.2
IROBOT CORP	0.010%	7.9	3.9	5.6	6.0	16.0
ANAVEX LIFE SCIENCES CORP	0.010%	6.4	6.6	3.8	6.4	27.7
MODIVCARE INC	0.010%	6.4	4.5	5.5	6.1	27.2
ALECTOR INC	0.011%	8.2	6.6	4.4	6.8	27.3

Broad Market Index	Weight	ESG score	E	S	G	Carbon intensity emissions
LUK FOOK HOLDINGS (DET)*^	0.000%	0.0	0.0	0.0	0.0	0.0
AN2 THERAPEUTICS INC^	0.000%	0.0	0.0	0.0	0.0	27.7
AMLYX PHARMACEUTICALS INC	0.001%	4.8	2.4	2.6	6.7	27.3
DEMAE-CAN CO LTD	0.001%	3.2	6.5	2.8	5.5	92.3
SPIRIT AIRLINES INC	0.001%	4.1	1.3	4.4	5.3	1,016.9
COGECO INC	0.002%	7.9	10.0	6.4	6.0	16.4
P.A.M. TRANSPORTATION SVCS	0.002%	1.5	2.7	2.8	3.4	115.7
LION ELECTRIC CO/THE	0.002%	7.1	3.9	4.4	7.7	13.6
DAIHO CORP	0.002%	5.6	4.9	4.7	5.1	35.4
PERFECT MEDICAL HEALTH MANAG	0.002%	4.4	7.1	4.6	4.8	7.4

Broad Market Index: MSCI World Small Cap

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Risk disclosures

- 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



Index disclaimer

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This 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. UK based investors in HSBC ETFs plc are advised that 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 United Kingdom by the Financial Conduct Authority under section 264 of the Act. The shares in HSBC ETFs plc 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. Affiliated companies of HSBC Global Asset Management (UK) Limited may make markets in HSBC ETFs plc. All applications are made on the basis of the current HSBC ETFs plc Prospectus, relevant 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, or from a stockbroker or financial adviser. The indicative intra-day net asset value of the sub-fund[s] is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including [www.reuters.com](http://www.reuters.com).

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.

Further information about the Company including the Prospectus, the most recent annual and semi-annual reports of the Company and the latest share prices, may be obtained free of charge, in English, from the Administrator by emailing [ifsinvestorqueries@hsbc.com](mailto:ifsinvestorqueries@hsbc.com), or by visiting [www.etf.hsbc.com](http://www.etf.hsbc.com). Details of the underlying investments of the fund are available on [www.etf.hsbc.com](http://www.etf.hsbc.com). The indicative intra-day net asset value of the fund is available on at least one major market data vendor terminal such as Bloomberg, as well as on a wide range of websites that display stock market data, including [www.reuters.com](http://www.reuters.com).

The most recent Prospectus is available in English, German and French. Key Investor Information Document (KID) are available in the local language where they are registered.

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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.co.uk](http://www.assetmanagement.hsbc.co.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>

Term: The management company cannot terminate the Fund unilaterally. The Board of Directors may furthermore decide to liquidate the Fund in certain circumstances set out in the prospectus and articles of incorporation of the Fund. Further additional and complete information (including but not limited to) investor rights, costs and charges, please refer to the prospectus.

Detailed information for article 8 and 9 sustainable investment products, as categorised under the Sustainable Finance Disclosure Regulation (SFDR), including; description of the environmental or social characteristics or the sustainable investment objective; methodologies used to assess, measure and monitor the environmental or social characteristics and the impact of the selected sustainable investments and; objectives and benchmark information, can be found at: <https://www.assetmanagement.hsbc.co.uk/en/intermediary/investment-expertise/sustainable-investments/sustainable-investment-product-offering>