

Investment-linked policy sub-funds

Annual report for the year ended 30 June 2020.



HSBC
Life

Contents

Fund Updates	3
Fund Performance Summary (SGD)	5
Fund Performance Summary (USD)	7
Notes to the Fund Disclosures	8
HSBC Insurance Asia Equity Fund	9
HSBC Insurance Asia Focused Income Fund	12
HSBC Insurance Asian Bond Fund	16
HSBC Insurance China Equity Fund	20
HSBC Insurance Chinese Equity Fund	23
HSBC Insurance Emerging Markets Equity Fund	27
HSBC Insurance Ethical Global Equity Fund	30
HSBC Insurance Ethical Global Sukuk Fund	34
HSBC Insurance Europe Dynamic Equity Fund	38
HSBC Insurance Global Bond Fund	42
HSBC Insurance Global Emerging Markets Bond Fund	46
HSBC Insurance Global Emerging Markets Equity Fund	50
HSBC Insurance Global Equity Fund	54
HSBC Insurance Global Equity Portfolio Fund	58
HSBC Insurance Global Equity Volatility Focused Fund	62
HSBC Insurance Global High Income Bond Fund	66
HSBC Insurance Global Multi-Asset Fund	70
HSBC Insurance India Equity Fund	74
HSBC Insurance Pacific Equity Fund	78
HSBC Insurance Premium Balanced Fund	82
HSBC Insurance Singapore Bond Fund	85
HSBC Insurance Singapore Equity Fund	89
HSBC Insurance US Equity Portfolio Fund	93
HSBC Insurance US Opportunities Equity Fund	96
HSBC Insurance World Selection Funds	100
HSBC Insurance Europe Dynamic Equity Fund (USD)	113
HSBC Insurance Global Emerging Markets Bond Fund (USD)	117
HSBC Insurance Global Emerging Markets Equity Fund (USD)	121
HSBC Insurance Global Equity Portfolio Fund (USD)	125
HSBC Insurance Global Equity Volatility Focused Fund (USD)	129

HSBC Insurance Global High Income Bond Fund (USD)	133
HSBC Insurance India Equity Fund (USD)	137
HSBC Insurance Pacific Equity Fund (USD)	141
HSBC Insurance US Equity Portfolio Fund (USD)	145
HSBC Insurance World Selection Funds (USD)	148
HSBC Life FlexConcept Fund (USD)	161
STATEMENT BY DIRECTOR	164
INDEPENDENT AUDITOR'S REPORT TO HSBC INSURANCE (SINGAPORE) PTE. LIMITED	165
Financial Statements	170
Notes to the Financial Statements	185

Fund Updates

1 July 2019 to 30 June 2020

1. Changes to HSBC Insurance Singapore Bond Fund

As part of our regular review, we have decided to replace the Underlying Sub-Fund of HSBC Insurance Singapore Bond Fund (the "ILP Sub-Fund"). The following revisions were made from 7 February 2020 (the "Effective Date"):

	Before the Effective Date	From the Effective Date
The Underlying Sub-Fund	DWS Lion Bond Fund	HSBC Global Investment Funds - Singapore Dollar Income Bond
The Underlying Sub-Fund Manager	DWS Investments Singapore Limited	HSBC Investment Funds (Luxembourg) S.A.

2. Changes to HSBC Insurance Global Multi-Asset Fund (the "ILP Sub-Fund")

The change to the ILP Sub-Fund that took effect from 19 February 2020 (the "Effective Date") due to the changes of the Schroder International Selection Fund – Global Multi-Asset Income (the "Underlying Sub-Fund") which the ILP Sub-Fund invests into.

From the Effective Date, the investment policy of the Underlying Sub-Fund will be changed to allow up to 20% of assets to be invested in Asset Backed Securities (ABS) and Mortgage Backed Securities (MBS). The fund manager believes this change can improve the overall risk and return characteristics of the Underlying Sub-Fund by offering protection against rising interest rates and diversifying the holdings from traditional credit. All other key features of the Underlying Sub-Fund and the risk profile remain the same. There was no change in the Underlying Sub-Funds' investment style or investment philosophy following this change.

3. Changes to HSBC Insurance Global Emerging Markets Bond Fund (SGD & USD)

As part of our regular review, we have decided to replace the Underlying Sub-Fund of HSBC Insurance Global Emerging Markets Bond Fund (SGD & USD) (the "ILP Sub-Fund"). The following revisions will be made from 20 July 2020 (the "Effective Date"):

	Before the Effective Date	From the Effective Date
The Underlying Sub-Fund	HSBC Global Investment Funds - Global Emerging Markets Bond	PIMCO Emerging Markets Bond Fund
The Underlying Sub-Fund Manager	HSBC Investment Funds (Luxembourg) S.A.	PIMCO Global Advisors (Ireland) Limited

4. Changes to HSBC Insurance Global High Income Bond Fund (the “ILP Sub-Fund”)

The following two changes for the ILP Sub-Fund took effect from 1 September 2019 due to changes of the HSBC Global Investment Funds – Global High Income Bond (the “Underlying Sub-Fund”) which the ILP Sub-Fund invests into.

1) Change of the Underlying Sub-Fund’s benchmark

Old Benchmark	New Benchmark
35% Barclays USD Emerging Markets 20% Barclays US Aggregate Corporate Baa 15% Barclays US High Yield Ba 15% Barclays Euro Aggregate Corporate Baa Hedged USD 15% Barclays Euro High Yield BB Hedged USD	Barclays Global Aggregate Corporate USD Hedged

2) Added disclosure to the ILP Sub-Fund’s investment focus & approach

We have added the following disclosure to provide greater clarity regarding above.

The asset allocation of the Underlying Sub-Fund is managed with regard to the following neutral positions. Allocation may match these weights or be overweight and underweight based on the Investment Adviser’s assessment of the best allocation to achieve the Underlying Sub-Fund’s investment objective.

Asset Class	Weight
USD Emerging Market	35%
US Aggregate Corporate Baa	20%
US High Yield Ba	15%
Euro Aggregate Corporate Baa Hedged USD	15%
Euro High Yield BB Hedged USD	15%

Fund Performance Summary (SGD)

	Cumulative			Annualised	
	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	3-Year (%)
HSBC Insurance Asia Equity Fund Benchmark *	13.02 14.07	0.48 0.37	9.08 7.51	16.16 15.71	5.12 4.98
HSBC Insurance Asia Focused Income Fund The Fund has no benchmark	7.73	(3.65)	0.29	4.55	1.49
HSBC Insurance Asian Bond Fund Benchmark *	3.88 0.08	(0.32) 0.43	1.74 1.27	4.55 4.51	1.49 1.48
HSBC Insurance China Equity Fund Benchmark *	21.41 12.96	12.38 7.39	21.71 16.65	29.93 29.61	9.12 9.03
HSBC Insurance Chinese Equity Fund Benchmark *	16.66 12.15	8.59 5.33	19.33 13.64	27.67 24.95	8.48 7.71
HSBC Insurance Emerging Markets Equity Fund Benchmark *	16.32 15.69	(6.82) (6.40)	(0.07) (0.38)	7.83 7.20	2.55 2.34
HSBC Insurance Ethical Global Equity Fund Benchmark *	11.33 15.04	(8.58) (4.70)	(5.77) 1.71	(4.86) 15.10	(1.65) 4.80
HSBC Insurance Ethical Global Sukuk Fund Benchmark *	5.95 4.55	4.06 7.11	7.18 10.17	11.96 17.56	3.84 5.54
HSBC Insurance Europe Dynamic Equity Fund Benchmark *	19.20 13.23	(12.02) (11.53)	(5.43) (4.57)	(5.38) 7.51	(1.83) 2.44
HSBC Insurance Global Bond Fund Benchmark *	1.86 1.34	5.88 6.31	8.48 8.07	12.48 17.59	4.00 5.55
HSBC Insurance Global Emerging Markets Bond Fund The Fund has no benchmark	12.64	(6.70)	(5.62)	(3.20)	(1.08)
HSBC Insurance Global Emerging Markets Equity Fund Benchmark *	20.32 15.69	(1.30) (6.40)	5.95 (0.38)	22.31 7.20	6.94 2.34
HSBC Insurance Global Equity Fund Benchmark *	19.17 16.94	(1.03) (2.24)	6.39 6.04	15.40 23.08	4.89 7.17
HSBC Insurance Global Equity Portfolio Fund Benchmark *	11.80 16.94	(13.35) (2.29)	(7.12) 6.04	0.10 23.56	0.03 7.31
HSBC Insurance Global Equity Volatility Focused Fund The Fund has no benchmark	16.11	(10.55)	(3.05)	6.07	1.98
HSBC Insurance Global High Income Bond Fund The Fund has no benchmark	10.38	(0.98)	1.37	7.63	2.48
HSBC Insurance Global Multi-Asset Fund The Fund has no benchmark	10.04	(8.69)	(4.90)	(2.47)	(0.83)
HSBC Insurance India Equity Fund Benchmark *	19.65 19.72	(20.03) (14.04)	(22.31) (14.19)	(19.78) (4.40)	(7.08) (1.49)

		Cumulative		Annualised	
	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	3-Year (%)
HSBC Insurance Pacific Equity Fund	16.25	(2.78)	1.71	8.81	2.86
Benchmark *	16.10	(2.49)	3.04	12.44	3.99
HSBC Insurance Premium Balanced Fund	5.47	3.34	8.00	18.74	5.89
The Fund has no benchmark					
HSBC Insurance Singapore Bond Fund	4.63	1.36	2.34	5.19	1.70
The Fund has no benchmark					
HSBC Insurance Singapore Equity Fund	8.00	(17.78)	(16.11)	(6.43)	(2.19)
Benchmark *	7.33	(18.40)	(17.90)	(5.76)	(1.96)
HSBC Insurance US Equity Portfolio Fund	13.47	(13.03)	(5.25)	6.47	2.11
Benchmark *	17.93	0.28	10.19	33.99	10.24
HSBC Insurance US Opportunities Equity Fund	31.72	14.63	20.23	59.24	16.77
Benchmark *	25.50	12.90	25.57	67.19	18.69
HSBC Insurance World Selection 1 Fund	5.82	(1.11)	1.19	7.62	2.48
The Fund has no benchmark					
HSBC Insurance World Selection 2 Fund	8.53	(3.74)	(0.19)	N.A.	N.A.
The Fund has no benchmark					
HSBC Insurance World Selection 3 Fund	11.26	(6.87)	(2.46)	5.85	1.91
The Fund has no benchmark					
HSBC Insurance World Selection 4 Fund	12.89	(9.83)	(4.60)	N.A.	N.A.
The Fund has no benchmark					
HSBC Insurance World Selection 5 Fund	13.86	(9.70)	(3.84)	6.28	2.05
The Fund has no benchmark					

* Refer to the respective funds for the benchmark used.

Fund Performance Summary (USD)

		Cumulative		Annualised	
	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	3-Year (%)
HSBC Insurance Europe Dynamic Equity Fund (USD)	19.36	(11.63)	(4.86)	(2.01)	(0.67)
Benchmark *	13.40	(10.76)	(3.47)	10.28	3.32
HSBC Insurance Global Emerging Markets Bond Fund (USD)	12.88	(6.03)	(4.58)	(0.42)	(0.14)
Benchmark *	11.21	(1.87)	1.52	10.25	3.31
HSBC Insurance Global Emerging Markets Equity Fund (USD)	22.97	(4.97)	2.44	20.43	6.39
Benchmark *	18.08	(9.78)	(3.39)	5.80	1.90
HSBC Insurance Global Equity Portfolio Fund (USD)	14.16	(16.33)	(10.06)	(1.62)	(0.54)
Benchmark *	19.36	(5.56)	2.84	21.95	6.84
HSBC Insurance Global Equity Volatility Focused Fund (USD)	16.47	(9.40)	(1.42)	11.21	3.61
Benchmark *	19.22	(6.11)	2.11	19.56	6.14
HSBC Insurance Global High Income Bond Fund (USD)	10.59	(0.18)	2.55	10.51	3.39
Benchmark *	7.85	3.47	6.04	17.71	5.59
HSBC Insurance India Equity Fund (USD)	21.74	(23.02)	(24.75)	(20.92)	(7.52)
Benchmark *	22.19	(17.15)	(16.78)	(5.65)	(1.92)
HSBC Insurance Pacific Equity Fund (USD)	18.52	(6.24)	(1.65)	7.24	2.36
Benchmark *	18.50	(6.02)	(0.07)	10.98	3.53
HSBC Insurance US Equity Portfolio Fund (USD)	15.62	(16.29)	(8.59)	4.39	1.44
Benchmark *	20.37	(3.08)	6.87	32.24	9.76
HSBC Insurance World selection 1 Fund (USD)	5.82	(0.50)	2.10	8.62	2.79
The Fund has no benchmark					
HSBC Insurance World Selection 2 Fund (USD)^	N.A.	N.A.	N.A.	N.A.	N.A.
The Fund has no benchmark					
HSBC Insurance World Selection 3 Fund (USD)	11.57	(6.05)	(1.26)	6.94	2.26
The Fund has no benchmark					
HSBC Insurance World Selection 4 Fund (USD)	12.77	(8.53)	(2.87)	N.A.	N.A.
The Fund has no benchmark					
HSBC Insurance World Selection 5 Fund (USD)	13.95	(9.16)	(3.00)	7.28	2.37
The Fund has no benchmark					
HSBC Life FlexConcept Fund (USD)	1.22	N.A.	N.A.	N.A.	N.A.
Benchmark *	1.54	N.A.	N.A.	N.A.	N.A.

* Refer to the respective funds for the benchmark used.

^ Fund does not have performance figures as it is not inception.

Notes to the Fund Disclosures

1. Performance figures

Performance figures are calculated using bid-to-bid prices, with any income or dividends reinvested and in Singapore dollars.

2. Expense ratio

Expense ratio are calculated in accordance with IMAS guidelines for the disclosure on expense ratio. The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fee, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes and tax deducted at source or arising out of income received. Expense ratios are presented for the 12 months ended 30 June 2020 and for the 12 months ended 30 June 2019. In the event that these ratios are not available as at the date of the report, they will be represented by the latest available period of information. The above formula is also utilised to compute the expense ratio of the underlying fund.

3. Turnover ratio

Turnover ratio represent the number of times per year that a dollar of assets is invested and is calculated based on the lower of purchases or sales for the 12 months preceding the reporting date expressed as a percentage of the daily average Net Asset Value. Turnover ratios are presented for the 12 months ended 30 June 2020 and for the 12 months ended 30 June 2019. In the event that these ratios are not available as at the date of the report, they will be represented by the latest available period of information. The above formula is also utilised to compute the turnover ratio of the underlying fund.

4. Abbreviations Used

CPFIS : Central Provident Fund Investment Scheme
GDP : Gross Domestic Product
Ltd : Limited
MV : Market Value
N.A. : Not Applicable
NAV : Net Asset Value
OA : Ordinary Account
SA : Special Account
SRS : Supplementary Retirement Scheme

HSBC Insurance Asia Equity Fund

Fund Objective

HSBC Insurance Asia Equity Fund seeks to achieve capital appreciation in the medium to long-term by investing in a diversified portfolio of Asia (ex-Japan) equity and equity-related securities (including warrants and convertible securities). Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the DWS Asia Premier Trust.

Investment and Market Review ^

Asian stocks rose during the reporting period. The rally from the second half of 2019 (2H19) stopped temporarily in the first quarter of 2020 (1Q20) when Corona Virus Disease 2019 (COVID-19) became a pandemic. Global infections accumulated to more than 10 million cases in just six months. Various countries had been imposing lockdown measures to contain the virus. The pandemic also marked a turn in Sino-US relation. It was cooperative in early 2020 when the phase-one trade deal was reached. Then it turned jittery when the United States (US) held China accountable for the virus spread, banned US technology export to China for military use, and disagreed on Hong Kong's national security law legislation. In May, regional stock markets started to recover along with reopening in some cities. Communication services, consumer discretionary, healthcare and Information Technology (IT) were the best performing sectors, which benefitted from the growth of online sales during social distancing. China and Taiwan stood out in terms of market performance, as well as the achievements to contain the virus. Indonesia, Philippines and Thailand suffered from capital outflow and a stop of international travels.

Market Outlook and Investment Strategy ^

While the recovery in economic activities may not be smooth, markets are supported by low interest rates and stimulus measures by the governments. During the reporting period, the fund benefitted from the overweight in communication services and IT, despite the drag from the overweight in energy. As for positioning, the key overweight markets are South Korea and Singapore, while the underweight markets are China and Thailand. In terms of sector, communication services, IT and real estate are the most overweight sectors, while consumer staples, industrials and utilities are underweight.

^ Source: DWS Investments Singapore Limited

FUND FACTS

Underlying Fund
Fund Manager

DWS Asia Premier Trust
DWS Investments Singapore Limited

Launch Date
CPFIS/SRS*
CPFIS Risk
Classification

31 Jan 1994
SRS
N.A.

As at 30 June 2020

Offer Price	S\$ 3.33531
Bid Price	S\$ 3.16854
Fund Size	S\$ 85.60 mil
Units in Issue	27.02 mil

*Note: With effect from 28 Jun 2010, the Fund has been delisted from CPFIS.

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception^
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Asia Equity Fund	13.02	0.48	9.08	16.16	25.12	70.45	233.53
Benchmark*	14.07	0.37	7.51	15.71	33.11	91.97	162.63

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception^
	(%)	(%)	(%)	(%)
HSBC Insurance Asia Equity Fund	5.12	4.58	5.48	4.68
Benchmark*	4.98	5.89	6.74	3.74

*MSCI AC Far East ex Japan (TR)

^Inception Date: 16 Mar 1994

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
DWS Asia Premier Trust	100.04	85.63
Other assets	0.42	0.36
Other liabilities	(0.46)	(0.39)
Total	100.00	85.60

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	6,268,789
Redemption	21,751,456

C) Underlying Fund Disclosure (DWS Asia Premier Trust)

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Cayman Islands	35.83	35.93
South Korea	16.84	16.89
Taiwan	14.30	14.34
Hong Kong	11.61	11.64
China	9.76	9.79
Singapore	3.93	3.94
Indonesia	1.83	1.83
Malaysia	0.85	0.85
Thailand	0.83	0.83
Others*	4.22	4.23
Total	100.00	100.27

*Includes other countries and net assets

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Semiconductors	13.60	13.64
E-Commerce	11.35	11.38
Electrical/Electronics	11.00	11.03
Internet Services	10.13	10.16
Banks	7.51	7.53
Insurance	6.01	6.03
Real Estate	5.03	5.04
Telecom Services	4.48	4.49
Real Estate Investment Trust	3.57	3.58
Finance	3.36	3.37
Computer/Software	3.29	3.30
Others*	20.67	20.72
Total	100.00	100.27

*Includes other industries and net assets

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Tencent Holdings Limited	10.15	10.16
Taiwan Semiconductor Manufacturing Corporation Limited	9.29	9.32
Alibaba Group Holding Limited	9.20	9.22
Samsung Electronics Company Limited	7.91	7.93
China Construction Bank H Shares	4.49	4.50
AIA Group Limited	3.98	3.99
Vanguard International Semiconductor Corporation	2.34	2.35
NetEase Inc	2.27	2.28
JD.com Incorporation	2.15	2.16
New Oriental Education & Technology Group Inc	2.08	2.09

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
Tencent Holdings Limited	9.25	10.07
Alibaba Group Holding Limited	7.71	8.40
Samsung Electronics Company Limited	6.30	6.87
Taiwan Semiconductor Manufacturing Corporation Limited	6.01	6.55
China Construction Bank H Shares	5.43	5.92
AIA Group Limited	4.61	5.02
Formosa Plastics Corporation	2.80	3.05
Capitaland Limited	2.58	2.81
CK Hutchison Holdings Limited	2.23	2.43
Ping An Insurance (Group) Company of China Limited H Shares	1.97	2.15

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	-
Market Value (S\$)	-
Realised gains / (Losses) (S\$)	(17,861)
Unrealised Gains / (Losses) (S\$)	-

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Asia Equity Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.16%	1.71%	1.41%	1.43%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	4.88%	6.53%	25.44%	35.78%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of DWS Asia Premier Trust for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 170.

For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.

HSBC Insurance Asia Focused Income Fund

Fund Objective

HSBC Insurance Asia Focused Income Fund seeks to provide income and moderate capital growth through an active asset allocation in a diversified portfolio of fixed income and equity securities as well as money market and cash instruments. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the HSBC Global Investment Funds - Managed Solutions – Asia Focused Income Fund.

Investment and Market Review [^]

The announcement of a "Phase One" trade deal between the US and China in December last year produced a generally positive market background to go into 2020. However, markets experienced an eventful start to the new decade of 2020, with geopolitical tension rising in the Middle East, the unexpected outbreak of the COVID-19 together with the official Britain Exit (Brexit) of the UK. Markets have been extremely volatile in 1Q20 as it became clear that the COVID-19 was going to cause severe economic dislocation. However, the fastest correction in stock markets was followed by a rapid rebound as central banks around the world implemented unprecedented and timely stimulus policies to support financial markets and real economy. Despite all the turmoil experienced so far in 2020, global equities are only down modestly in the first half of the year (1H20). The Asia Focused Income Fund recorded a positive return over the period, with the contributions coming primarily from Asian fixed income. The US Dollar (USD) denominated Asian investment grade bonds and Asian high yield bonds benefited from the aggressive monetary policies in the U.S. where we have seen the USD yields moved notably lower over the period, giving a positive return for the asset classes. Riskier assets such as Asia ex Japan equities in the portfolio were weighed by the lockdown of counties and sudden stop of business activities. However, equities have already recovered most of the losses on the back of strong global stimulus policies.

Market Outlook and Investment Strategy [^]

Many uncertainties remain for investors. The total number of virus cases continues to rise worldwide, and worryingly it seems extremely difficult to eradicate it. Despite uncertainties we believe it will be beneficial for investors to take selective risks in the months ahead. With cash rates and bond yields so low investors need to seek out returns, and portfolios are likely to gradually shift from cash and government bonds to corporate bonds and equities. Coupled with ongoing central bank buying of financial assets this will support the prices of those assets. Any improvement in economic activity or company earnings will give confidence to make or accelerate the shift to these riskier assets, and any positive developments with regard to the virus, for example on vaccine development, would represent a positive surprise. We have therefore increased equity weightings in the portfolio in anticipation of attractive returns ahead.

[^] Source: HSBC Global Asset Management (HK) Limited

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Managed Solutions - Asia Focused Income Fund
Fund Manager	HSBC Global Asset Management (Singapore) Limited
Launch Date	28 Jan 2013
CPFIS/SRS	SRS
CPFIS Risk	N.A.
Classification	
As at 30 June 2020	
Offer Price	S\$ 1.18564
Bid Price	S\$ 1.12636
Fund Size	S\$ 8.05 mil
Units in Issue	7.15 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Asia Focused Income Fund*	7.73	(3.65)	0.29	4.55	15.96	N.A.	18.56

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Asia Focused Income Fund*	1.49	3.01	N.A.	2.33

*This fund has no benchmark.

^AInception Date: 06 Feb 2013

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
HSBC Global Investment Funds – Managed Solutions - Asia Focused Income	100.00	8.05
Total	100.00	8.05

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	1,491,920
Redemption	1,680,994

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Managed Solutions - Asia Focused Income)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
China/ Hong Kong (SAR)	47.06	217.42
Korea, Republic of, (South Korea)	10.89	50.32
Singapore	8.04	37.16
India	7.32	33.82
Indonesia	6.74	31.15
Taiwan	5.75	26.55
Thailand	3.59	16.58
Others*	11.40	52.62
Cash**	(0.79)	(3.66)
Total	100.00	461.96

*Includes other countries

**Temporary cash negative position was due to cross month redemption

II Allocation by Industry

Industry	As at 30 Jun 2020 % of NAV	MV S\$ mil
Asia ex Japan Equity	37.15	171.64
Asian Investment Grade Bond	28.85	133.29
Asian Local Currency Bonds	16.09	74.34
Asian High Yield Bond	14.07	64.98
Global Emerging Market Debt Local Currency	2.59	11.96
Global Equities	2.04	9.41
Cash*	(0.79)	(3.66)
Total	100.00	461.96

*Temporary cash negative position was due to cross month redemption

III Allocation of Debt Securities by Credit Ratings

Rating	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
(For Debt securities portfolio only)		
AAA	3.84	17.73
AA+	0.51	2.37
AA-	3.65	16.84
A+	6.41	29.60
A	4.38	20.22
A-	5.91	27.29
BBB+	9.25	42.74
BBB	9.45	43.65
BBB-	3.17	14.64
BB+	0.13	0.62
BB	2.60	12.00
BB-	3.43	15.84
B+	2.47	11.41
Unrated	1.49	6.89
Others*	4.91	22.73
Total	61.60	284.57

*Includes lower rated debt securities

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Taiwan Semiconductor Co Ltd	3.11	14.34
Samsung Electronics Co Ltd	3.01	13.92
HSBC GIF Global Em Local Dbt ZD	2.59	11.96
HSBC FTSE All-World Index Instl Acc	2.04	9.41
Alibaba Group Holding Ltd	1.99	9.21
AIA Group Ltd	1.89	8.75
Tencent Holdings Ltd	1.51	6.98
PT Telekomunikasi Indonesia	1.44	6.63
China Life Insurance Co	1.36	6.28
KB Financial Group Inc	1.29	5.95

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	10.33	63.81
HSBC GIF Global Em Mkts Local Dbt ZD	10.03	62.02
HSBC Japan Index Instl Acc	3.09	19.11
Taiwan Semiconductor Mfg	1.77	10.95
Tencent Holdings Ltd	1.69	10.47
AIA Group Ltd	1.59	9.81
Ping An Insurance Co Ltd	1.18	7.27
China Construction Bank	0.98	6.06
CNOOC Ltd	0.97	5.99
Hong Kong Exchanges & Clear	0.96	5.95

V Exposure to Derivatives

As at 30 Jun 2020	
% of NAV	(0.07%)
Market value (S\$)	(325,139)
Realised Gains / (Losses) (S\$)	(1,307,427)
Unrealised Gains / (Losses) (S\$)	(1,799,174)

VI Borrowings of Net Asset Value

As at 30 Jun 2020	
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Asia Focused Income Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.67%	1.68%	1.62%	1.65%
Turnover Ratio	17.26%	13.61%	As at 30-Jun-20 0.98%	As at 30-Jun-19 0.36%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Managed Solutions - Asia Focused Income for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Asia Focused Income Fund invests S\$8.05 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds – Managed Solutions - Asia Focused Income Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$50,478.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 170.

**For more information, please contact your financial planner,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Asian Bond Fund

Fund Objective

HSBC Insurance Asian Bond Fund seeks to maximize returns over the long-term by investing mainly in the bond markets of Asia's developing economies. There is no target industry or sector. Fund investments are by way of a feeder fund, which invests substantially all or all its assets in the Legg Mason Western Asset Asian Bond Trust.

Investment and Market Review [^]

The rebound in Asian credit continued largely unabated as economic activities picked up with authorities rolling back previous lockdown measures.

With US Treasury (UST) in June largely a non-factor in terms of impact on returns (for example, the yield of the 10-year UST largely hovered around the 0.65% area for the whole month of June), it was the continued spread tightening that drove returns. The J.P. Morgan Asia Credit Index (JACI) FINS CORP Index returned 1.2% in June which resulted in 1H20 returns of 2.4%, while the JACI NONFINS CORP Index saw returns of 1.9% in June with 1H20 tallying 4.0%. On a sector basis and beginning with Asian financials, one would be hard pressed to find bonds that ended June wider than at the beginning of the month—so it was a matter of how much spreads had tightened.

The June Federal Open Market Committee (FOMC) meeting was dovish. Federal Reserve (Fed) Chair Jerome Powell reinforced this sentiment in the press conference, noting that the Fed is not even "thinking about thinking about raising rates." The key takeaway is that the Fed remains focused on maintaining stimulus to support the recovery and is not looking to phase out stimulus anytime soon, including by noting that asset purchases would continue "at least at the current pace" in coming months, with only two individual dots suggesting hikes in 2022 (and none before).

Market Outlook and Investment Strategy [^]

Most of Asia continues to contain the spread of COVID-19 except India. India, Singapore and Thailand continue to report largest declines of Gross Domestic Product (GDP) this year, around the 6%-7% range, due to the negative impact of nationwide lockdown orders for India and Singapore, and high tourism dependency for Thailand. Recovery will be led by China, Taiwan, Hong Kong and Korea. Korea handled the coronavirus relatively better than many peers, its economy remobilized earlier, and the negative output gap forecasted smaller than most regional peers. The government has had an advantage with fiscal and monetary stimulus; strong outlook for critical memory chip sector, and shipbuilding sector is showing activity. Recovery will be anchored by economies underpinned by domestic growth, specifically those with structurally higher growth rates and are less dependent on either exports or tourism.

Policy easing broadly in line for Asia at 9% GDP; with expenditure measures at 2.4%, revenue measures (tax cuts) at 1.7% and the remainder being quasi-fiscal and credit support measures. Consolidated fiscal deficit of Asia ex-Japan is expected to rise to 12.7% GDP: Higher than -8.1% GDP in 2019 and -10.3% GDP in 2009. In May, both exports momentum and exports growth of semiconductors in Korea, Taiwan and China fell for the first time since November 2019. The seasonally adjusted level of combined semiconductor exports in Korea, Taiwan and China improved in May, rising to near to October 2018 historical highs. The work from home trend and China's chip inventory accumulation appear to mitigate the pandemic shock.

[^] Source: Legg Mason Asset Management Singapore Pte. Limited

FUND FACTS

Underlying Fund

Legg Mason Western Asset
Asian Bond Trust

Fund Manager

Legg Mason Asset
Management Singapore
Pte. Limited

Launch Date

06 Oct 2008

CPFIS/SRS

SRS

CPFIS Risk

N.A.

Classification

As at 30 June 2020

Offer Price

S\$ 2.04064

Bid Price

S\$ 1.93861

Fund Size

S\$ 18.14 mil

Units in Issue

9.36 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Asian Bond Fund	3.88	(0.32)	1.74	4.55	11.44	36.77	104.06
Benchmark*	0.08	0.43	1.27	4.51	7.12	14.27	70.90

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Asian Bond Fund	1.49	2.19	3.18	6.30
Benchmark*	1.48	1.38	1.34	4.70

*US\$ 3-month LIBOR (hedged to S\$)

^AInception Date: 28 Oct 2008

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
Legg Mason Western Asset Asian Bond Trust	100.17	18.17
Other assets	1.05	0.19
Other liabilities	(1.22)	(0.22)
Total	100.00	18.14

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)
S\$

Subscription	2,469,323
Redemption	8,336,227

C) Underlying Fund Disclosure (Legg Mason Western Asset Asian Bond Trust)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV S\$ mil
China	39.80	11.28
Hong Kong	21.14	5.99
Singapore	10.30	2.92
Indonesia	6.74	1.91
Malaysia	2.47	0.70
Sri Lanka	1.80	0.51
India	1.02	0.29
South Korea	0.99	0.28
Others*	11.08	3.14
Cash	4.66	1.32
Total	100.00	28.34

*Includes other countries

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil
Financials	35.74	10.13
Real Estate	26.36	7.47
Construction & materials	9.81	2.78
Miscellaneous	9.32	2.64
Electrical and Electronics	4.62	1.31
Retail	2.68	0.76
Utilities	2.54	0.72
Hotel	2.47	0.70
Government	1.80	0.51
Cash	4.66	1.32
Total	100.00	28.34

III Allocation of Debt Securities by Credit Ratings

Rating

(For Debt securities portfolio only)

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
A+	3.53	1.00
A1	2.93	0.83
A2	6.67	1.89
A-	0.99	0.28
BBB+	0.99	0.28
Baa1	9.24	2.62
BBB	5.29	1.50
Baa2	8.93	2.53
BBB-	5.08	1.44
Baa3	9.81	2.78
BB+	0.95	0.27
BB	2.68	0.76
Unrated	18.31	5.19
Others*	19.94	5.65
Cash	4.66	1.32
Total	100.00	28.34

*Includes lower rated debt securities

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Indonesia Eximbank Ser OB 7.6% 15/08/2020	4.44	1.26
CHN Aoyuan Property GRP (Reg) (Reg S) 7.95% 07/09/2021	4.02	1.14
Yuzhou Properties Co Ltd (Reg S) (Reg) 7.9% 11/05/2021	4.02	1.14
China Sce Grp Hldgs Ltd (Reg S) (Reg) 8.75% 15/01/2021	3.99	1.13
QUE CT Treasury Pte Ltd (Reg S)(Br) 3.03% 05/09/2020	3.53	1.00
Commonwealth Bank Aust (Reg S) (Br) Ser Emtn 4.2% 26/10/2020	3.53	1.00
DBS Group Holdings Ltd Ser Regs (Reg) Var 11/12/2028	3.21	0.91
Sun Hung Kai Prop (Cap) (Reg S) (Reg) 4.45% Perp	2.93	0.83
Logan Property Holdings (Reg S) 6.125% 16/04/2021	2.68	0.76
Ausnet Services Holdings Pty Ltd (Reg S) (Reg) Var 17/03/2076	2.54	0.72

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC Holdings PLC (Ser EMTN) (Reg S) Var Perp	3.63	1.29
Indonesia Eximbank Ser OB 7.6% 15/08/2020	3.53	1.25
DBS Group Holdings Ltd Ser Reg S (Reg) Var 11/12/2028	3.25	1.15
CHN Aoyuan Property GRP (Reg) (Reg S) 7.95% 07/09/2021	3.19	1.13
China SCE GRP Holdings Ltd (Reg S) (Reg) 8.75% 15/01/2021	3.19	1.13
Yuzhou Properties Co Ltd (Reg S) (Reg) 7.9% 11/05/2021	3.16	1.12
Tsinghua Unic Ltd (Reg) (Reg S) 4.75% 31/01/2021	2.99	1.06
First Real Estate Invest (Reg) (Reg S) (Ser MTN) Var Perp	2.91	1.03
Sembcorp Industries Ltd MTN Var Perp	2.82	1.00
Commonwealth Bank Aust (Reg S) (Br) Ser EMTN 4.2% 26/10/2020	2.82	1.00

V Exposure to Derivatives

N.A.

As at 30 Jun 2020

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Asian Bond Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.33%	1.29%	1.28%	1.26%
Turnover Ratio	8.71%	12.91%	17.83%	29.66%

*Based on audited figures as at 31 Mar 2020 as the expense and turnover ratios of Legg Mason Western Asset Asian Bond Trust for the financial year ended 30 Jun 2020 are not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 170.

For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.

HSBC Insurance China Equity Fund

Fund Objective

HSBC Insurance China Equity Fund seeks to provide capital growth primarily through investment in equity and equity related securities of companies which are headquartered in and/or listed in or have a substantial business exposure to the People's Republic of China ("China"). Fund investments are made by way of a feeder fund through the Underlying Sub-Fund, Schroder China Opportunities Fund.

Investment and Market Review ^

Chinese equities delivered a strong return over the period, with most of the positive return occurring in the fourth quarter of 2019 (4Q19), supported by easing geopolitical risk as the US and China reached a 'phase one' trade deal, to be signed on 15 January. USD weakness also provided support to returns.

Chinese equity markets entered 2020 on a positive footing. The signing of the 'phase one' trade deal in January was expected to help de-escalate trade issues in the run-up to the US election later this year. Unfortunately, this strong momentum was derailed by the rapid spread of the coronavirus and the Chinese equities market recorded a sharp correction in Q1. The Chinese market was a notable outperformer relative to other markers. China, seen as 'ahead of the curve' as it was the first country to record cases of COVID-19, took measures to lock down the city of Wuhan. Its measures to contain the spread were deemed a success as the number of active cases of the virus in mainland China appeared to peak in February and subsequently fell sharply. The Chinese market then rebounded and recovered most of its loss over the second quarter.

Over the period, the Fund generated a positive return of 16.77% (SGD, A acc share class), outperforming the benchmark which was up by 9.44%. Both sector allocation and stock selection were positive, particularly the former. In terms of allocation, the fund's significantly underweight position in financials and overweight positions in healthcare and technology supported return, but its overweight holding in materials detracted. Stock selection was strong in industrials, healthcare and material, but was detrimental in consumer discretionary. At the regional level, stock selection in China was very strong, but a non-index exposure to Hong Kong detracted from relative returns.

Market Outlook and Investment Strategy ^

The Hong Kong and Chinese equity markets have traded higher in recent weeks, as the pandemic seems to have eased, with a sharp slowdown in reported COVID-19 cases evident. Although there has been an uptick in the number of cases in certain states in the US, investors seem to be willing to look through this development. This is mainly because of the amount of liquidity pumped into the system, and the fact that Donald Trump is unlikely to order a nationwide lockdown again so close to the presidential election. Therefore, as the visibility on the relaxation of lockdown protocols continued to increase, market sentiment improved. The pace of normalisation following the COVID-19 shock, policy responses and political tension between China and the US will remain the key drivers of China's economic dynamics and market movements. In terms of strategy, we remain focused on those stocks exposed to the more secular growth themes in the country. In the medium term, we continue to favour domestic Chinese consumer-facing businesses and Hong Kong consumer goods companies, with strong brand value and pricing power, and which will benefit from upgrades. We are also getting more positive on online businesses as the adoption of digital life during the pandemic has accelerated the online migration process in China. This bodes well for the sector's business outlook. We maintain our overweight position in the industrials sector, specifically in electric vehicle stocks, and machinery companies that will benefit from the pick-up in infrastructure investment in China. We also favour selective technology, media and 5G companies. On the other hand, oil stocks and banks remain our major funding sources.

^ Source: Schroder Investment Management (Singapore) Ltd

FUND FACTS

Underlying Sub-Fund	Schroder International Opportunities Portfolio - Schroder China Opportunities Fund
Fund Manager	Schroder Investment Management (Singapore) Ltd
Launch Date	13 Nov 2003
CPFIS/SRS	SRS
CPFIS Risk Classification	N.A.

As at 30 June 2020

Offer Price	S\$ 3.38534
Bid Price	S\$ 3.21607
Fund Size	S\$ 81.74 mil
Units in Issue	25.42 mil

*Note: With effect from 31 Aug 2016, the Fund has been delisted from CPFIS

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance China Equity Fund	21.41	12.38	21.71	29.93	43.71	91.92	238.53
Benchmark*	12.96	7.39	16.65	29.61	34.24	N.A.	N.A.**

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance China Equity Fund	9.12	7.52	6.74	7.64
Benchmark*	9.03	6.07	N.A.	N.A.**

* Benchmark Details:

Inception to February 2009 – MSCI China Index

From February 2009 to March 2011 – MSCI China 10/40 Capped Net Index

From March 2011 to April 2013 – MSCI TR China Gross

With effect from April 2013, the benchmark was changed to 'MSCI TR China Net'.

** MSCI TR China Net was benchmark since April 2013; previous benchmark was MSCI China Index performance of composite Index is unavailable from 08 December 2003.

[^]Inception Date: 08 Dec 2003

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV \$ mil
Schroder International Opportunities Portfolio - Schroder China Opportunities Fund	100.04	81.77
Other assets	0.38	0.31
Other liabilities	(0.42)	(0.34)
Total	100.00	81.74

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	\$S
Subscription	5,060,274
Redemption	19,346,690

C) Underlying Sub-Fund Disclosure (Schroder International Opportunities Portfolio - Schroder China Opportunities Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV \$ mil
Luxembourg	99.90	115.33
Other net assets/(liabilities)	0.10	0.12
Total	100.00	115.45

*HSBC Insurance China Equity Fund feeds wholly into Schroder China Opportunities Fund (a feeder fund investing into a corresponding sub-fund in the Schroder International Selection Fund (SISF), an open-ended investment company incorporated in Luxembourg).

II Allocation by Industry

As at 30 Jun 2020

N.A. (The fund invests wholly into an underlying collective investment scheme.)

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund*

As at 30 Jun 2020

	% of NAV	MV \$ mil
Schroder International Selection Fund – China Opportunities C Accumulation Share Class	99.89	115.33

Top Ten Holdings of Underlying Sub-Fund*

	As at 30 Jun 2019
	% of NAV MV S\$ mil
Schroder International Selection Fund – China Opportunities C Accumulation Share Class	98.52 112.61

*The rest of the holdings of the underlying sub-fund are cash-in-transits and accruals.

V Exposure to Derivatives

As at 30 Jun 2020

N.A.

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance China Equity Fund		Underlying Sub-fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.78%	1.78%	1.68%	1.70%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	3.62%	5.08%	6.23%	4.49%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Schroder International Opportunities Portfolio - Schroder China Opportunities Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

The Fund invests substantially into the Schroder International Selection Fund China Opportunities. In the management of the underlying fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

In the management of the Fund, the Manager currently does not receive or enter into any soft dollar commissions or arrangements.

E) Financial Statements

Refer to page 171.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Chinese Equity Fund

Fund Objective

HSBC Insurance Chinese Equity Fund seeks long-term capital growth mainly through a diversified portfolio of investments in equity and equity equivalent securities of companies listed on a major stock exchange or other regulated market of the People's Republic of China ("China"), including Hong Kong SAR, as well as companies which carry out a preponderant part of their business activities in China. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the HSBC Global Investment Funds – Chinese Equity Fund.

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Chinese Equity Fund	
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Launch Date	18 Jan 2016	
CPFIS/SRS	SRS	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	S\$	1.77597
Bid Price	S\$	1.68717
Fund Size	S\$	28.91 mil
Units in Issue		17.14 mil

Investment and Market Review ^

The Chinese Equity Fund rose by 19.49% over the 12 months as of June 30 2020 (SGD terms), while its benchmark, Morgan Stanley Capital International (MSCI) China 10/14 Net Total Return Index gained 13.64% (SGD terms) over the same period. Chinese equities fell in 3Q19, which mainly registered in August when it dragged by increasing US-China trade tension with a new round of import tariffs and the worst monthly depreciation of the Yuan. However, the market sentiment has improved significantly around the signing of the phase 1 trade deal between US and China on 12 December, cancelling the imminent tariffs on ~\$160bn of Chinese consumer goods scheduled to take effect in mid-December. This followed by China cutting import tariffs on a wide range of products, lowering trade barriers to support the economy. Market has rebounded significantly in 4Q19. Macro risks like US-China trade conflicts, macro-economic slowdown in mainland China that have previously pressured on the market have been fading out in early January. However, COVID-19 has started halving economy activities after massive cities lockdown. Market plunged on the first day of market reopen but recovered quickly as market expected more fiscal and monetary policies from the government to further support for its economy. 2Q20 economic data reinforced the V-shaped recovery which triggered market rebound and the index returned to positive gains for the year. The fund outperformed the index mainly driven by successful sector allocation especially in underweighting Financials and overweighting Consumer Discretionary. Our favourable stock selection in IT and Real Estate also helped.

Market Outlook and Investment Strategy ^

US may unveil more details regarding the sanction on China and revoking Hong Kong's special treatments announced. China may give policy responses, which might affect the execution of the Phase One trade deal. Market sentiment would remain volatile with developments on these fronts. We expect Hong Kong domestic companies to be more vulnerable, especially sectors that face a direct impact. With COVID-19 under control, further relaxation in control measures on leisure activities will drive the second wave of normalization of domestic economic activities. By maintaining employment to protect people's welfare remains the most essential target. More progressive policy stance and further detailed support for various industries, focusing on consumption and Small and Medium enterprises (SME) are expected. Monetary policy should remain broadly supportive despite the slightly less dovish comments from senior officials during the National People's Congress (NPC). US and Europe are in progress of economy reopening and start allowing limited international travels. How fast the external demand of Chinese goods recovers would be a concern and reflected in new export orders in Purchasing Manager's Index (PMI) data. We are underweight Financials, especially banks, as easing measures that lowered rate may bring prolonged pressure to their net interest margin and asset quality remains cloudy. We continue to overweight Healthcare and favour those with strong Research & Development (R&D) capabilities on innovative drugs with high growth prospects. We expect rising medical demand and more policy support post COVID-19. Domestic consumption recovery will be the main driver of economic growth in the second half of the year (2H20), on the back of the gradual relaxation and further fiscal supports. We continue to overweight Consumer Staples and Consumer Discretionary and prefer local brand names with strong online sales channel and low inventory level.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Chinese Equity Fund	16.66	8.59	19.33	27.67	N.A.	N.A.	68.72
Benchmark*	12.15	5.33	13.64	24.95	N.A.	N.A.	71.77

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Chinese Equity Fund	8.48	N.A.	N.A.	12.52
Benchmark*	7.71	N.A.	N.A.	12.98

*MSCI China (10/40) Capped Net Index

[^]Inception Date: 25 Jan 2016

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
HSBC Global Investment Funds – Chinese Equity Fund	100.00	28.91
Total	100.00	28.91

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	10,384,860
Redemption	2,249,678

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Chinese Equity)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV S\$ mil
P Chips (Hong Kong & China)	24.95	386.18
A Shares (Shanghai)	16.33	252.72
H Shares (Hong Kong)	15.25	236.03
Red Chips (Hong Kong)	8.62	133.44
Others*	33.06	511.57
Cash	1.79	27.66
Total	100.00	1,547.60

*Includes other countries

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil
Consumer Discretionary	28.60	442.68
Communication Services	14.32	221.59
Financials	11.53	178.47
Consumer Staples	11.50	178.01
Information Technology	10.35	160.20
Health Care	9.77	151.17
Real Estate	4.32	66.82
Industrials	3.93	60.86
Materials	1.67	25.80
Utilities	1.18	18.27
Energy	1.04	16.07
Cash	1.79	27.66
Total	100.00	1,547.60

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Tencent Holdings Ltd-Uns Adr	10.11	156.32
Alibaba Group Holding Ltd	9.33	144.44
Meituan Dianping-Class B	5.99	92.76
Kweichow Moutai Co Ltd-A	4.82	74.63
Ping An Ins Grp Co Of China Ltd	4.49	69.50
New Oriental Education & Tec	4.28	66.28
China Resources Enterprise Ltd	3.89	60.23
Sino Biopharmaceutical	2.88	44.51
China Merchants Bank	2.77	42.86
China Resources Land Ltd	2.39	37.01

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
Tencent Holdings Ltd	9.67	157.68
Alibaba Group Holding Ltd	9.52	155.21
China Construction Bank Corp	6.86	111.83
Ping An Ins Grp Co of China Ltd	6.31	102.81
Kweichow Moutai Co Ltd-A	4.71	76.82
CNOOC Ltd	4.68	76.25
Indl and Comm Bank of China Ltd	4.03	65.75
New Oriental Education & Tec	4.02	65.56
China Mobile Ltd	3.64	59.36
AIA Group Ltd	3.55	57.84

V Exposure to Derivatives

N.A.

As at 30 Jun 2020

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Chinese Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.95%	1.93%	1.90%	1.90%
Turnover Ratio	7.47%	2.15%	1.07%	1.85%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Chinese Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Chinese Equity Fund invests S\$28.91 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds – Chinese Equity Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$165,816.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 171.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Emerging Markets Equity Fund

Fund Objective

HSBC Insurance Emerging Markets Equity Fund seeks to achieve capital growth primarily through investment in equity securities of emerging markets companies. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the Schroder Emerging Markets Fund.

Investment and Market Review [^]

Emerging markets (EM) equities recorded a modest fall in USD terms for the 12 months to 30 June 2020. The period was dominated by the early 2020 outbreak of the COVID-19 pandemic. Measures to contain the virus, including lockdowns and restrictions on movement led to sharp falls in economic activity globally. Central banks and governments responded with substantial monetary and fiscal stimulus. By Q220, some signs of economic recovery had started to appear. Throughout the period, US-China relations were in focus as trade tensions first eased, then returned, and escalated beyond trade and technology. Those EM that managed the virus outbreak well outperformed. Taiwan recorded relatively few COVID-19 cases and was the best-performing index country. China also advanced strongly. It was the first country into lockdown and was successful in containing the virus spread. South Korea finished marginally ahead. The other EM all recorded negative returns. Brazilian equities suffered heavy falls, with currency weakness amplifying negative returns. India recorded a negative return, as the virus exacerbated existing concerns over slowing growth. Meanwhile, lower crude oil prices and weaker demand weighed on Russian equities and the rouble. The fund outperformed the index, with both country allocation and stock selection contributing positively. Among country positioning, the underweights to India and South Africa and the zero-weight to Saudi Arabia all added value. In contrast, the overweight to Brazil was negative. Stock selection was notably positive in Taiwan, South Korea, Brazil, South Africa and Argentina.

Market Outlook and Investment Strategy [^]

The rise in infection rates in some US states, amid concerns over the impact on the US labour market recovery, weighed on the pace of the global market rally in the second half of June. It led to a stabilisation in the USD, and a change in leadership within EM equities, stalling an incipient Value rally, although the USD has subsequently resumed depreciating.

Further acceleration in infection rates in the US could be an ongoing headwind for markets and add to broader uncertainty, depending on how the pandemic evolves. To achieve full normalisation, more effective therapies, a vaccine, or potentially herd immunity in some countries, are needed. There is still the prospect of reasonably extended economic pressure due to ongoing societal caution or a resurgence in the virus. Furthermore, the cost of support packages could have long-term repercussions in certain countries where government finances were already stressed.

That said, considerable monetary and fiscal stimulus has been, and continues to be, applied, and liquidity is very supportive. Currencies in several EM countries remain cheap, while the USD is relatively expensive. Given the expansion in the Fed balance sheet, we expect to see dollar depreciation in a risk-on environment. EM positioning has stabilised to some extent, and is relatively supportive, given the material net outflows from equity markets year-to-date. Meanwhile, aggregate EM valuations remain fair, albeit it is important to note the material divergence between Value and Growth factors, which is close to extreme levels.

[^] Source: Schroder Investment Management (Singapore) Ltd

FUND FACTS

Underlying Sub-Fund	Schroder International Choice Portfolio - Schroder Emerging Markets Fund
Fund Manager	Schroder Investment Management (Singapore) Ltd
Launch Date	06 Nov 2006
CPFIS/SRS*	SRS
CPFIS Risk Classification	N.A

As at 30 June 2020

Offer Price	S\$ 1.35295
Bid Price	S\$ 1.28530
Fund Size	S\$ 25.35 mil
Units in Issue	19.72 mil

*Note: With effect from 1 Oct 2008, the Fund has ceased to accept new monies under CPFIS.

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Emerging Markets Equity Fund	16.32	(6.82)	(0.07)	7.83	22.35	34.84	35.29
Benchmark*	15.69	(6.40)	(0.38)	7.20	19.29	37.87	45.81

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Emerging Markets Equity Fund	2.55	4.12	3.03	2.24
Benchmark*	2.34	3.59	3.26	2.81

*MSCI Emerging Markets Index

[^]Inception Date: 21 Nov 2006

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020
	% of NAV MV \$ mil
Schroder International Choice Portfolio - Schroder Emerging Markets Fund	100.00 25.35
Total	100.00 25.35

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	\$ mil
Subscription	1,917,672
Redemption	6,332,118

C) Underlying Sub-Fund Disclosure (Schroder International Choice Portfolio – Schroder Emerging Markets Fund)

I Allocation by Country

Country	As at 30 Jun 2020
	% of NAV MV \$ mil
Luxembourg	99.04 133.76
Other net assets	0.96 1.29
Total	100.00 135.05

*HSBC Insurance Emerging Markets Equity Fund feeds wholly into Schroder Emerging Markets Fund (a feeder fund investing into a corresponding sub-fund in the Schroder International Selection Fund (SISF), an open-ended investment company incorporated in Luxembourg).

II Allocation by Industry

As at 30 Jun 2020

N.A. (The fund invests wholly into an underlying collective investment scheme.)

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund*

	As at 30 Jun 2020
	% of NAV MV \$ mil
Schroder International Selection Fund - Emerging Markets A Accumulation Share Class	99.04 133.76

Top Ten Holdings of Underlying Sub-Fund*

	As at 30 Jun 2019
	% of NAV MV \$ mil
Schroder International Selection Fund - Emerging Markets A Accumulation Share Class	98.47 136.37

*The rest of the holdings of the underlying fund are cash-in-transits and accruals.

V Exposure to Derivatives **As at 30 Jun 2020**
N.A.

VI Borrowings of Net Asset Value **As at 30 Jun 2020**
N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Emerging Markets Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.97%	1.97%	1.92%	1.94%
Turnover Ratio	6.07%	7.12%	79.32%	0.00%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Schroder International Choice Portfolio - Schroder Emerging Markets Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions
N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund
N.A.

IV Soft Dollar Commission Arrangement

The Fund invests substantially into the Schroder International Selection Fund Emerging Markets. In the management of the underlying fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

In the management of the Fund, the Manager currently does not receive or enter into any soft dollar commissions or arrangements.

E) Financial Statements

Refer to page 171.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Ethical Global Equity Fund

Fund Objective

HSBC Insurance Ethical Global Equity Fund seeks to generate capital appreciation by way of a feeder fund, which invests substantially all or all its assets into the Franklin Templeton Shariah Funds – Templeton Shariah Global Equity Fund. The Underlying Sub-Fund invests principally in Shariah-compliant equity and equity-related securities including common stocks of companies located anywhere in the world, including emerging markets.

Investment and Market Review [^]

Global equity markets rose nearly across the board in the 2H19. Equities were supported by signs of easing US-China trade tensions, including news of a “phase one” deal, as well as greater clarity on Brexit and hopes for continued accommodative policies by major central banks. Entering 2020 global equities had strong positive momentum but plummeted in the latter half of the first quarter as investors struggled

to price the impact of an unprecedented global economic shutdown stemming from the COVID-19 pandemic. In the second quarter of 2020 (2Q20) global equity markets surged, recovering some of the sharp losses of the first quarter. Amid the ongoing COVID-19 pandemic, many investors cheered plans for the reopening of economies and government officials continued pledging extraordinary measures to lessen the economic impact of the pandemic. Markets were restrained in the latter half of June as reopenings were followed by increased coronavirus infections in certain regions, especially in the US, the news of which threatened a return to business restrictions.

The Templeton Shariah Global Equity Fund underperformed its benchmark during the period. Primary detractors from relative performance were an overweight allocation and lagging stock selection in energy and communication services and an underweight allocation to US tech and lagging stock selection in IT. Primary contributors to relative performance were an overweight allocation and stock selection in health care, and stock selection in materials, notably metals & mining, and utilities. Regionally lagging stock selection in Asia hurt relative performance.

Market Outlook and Investment Strategy [^]

Following unprecedented support measures from global policymakers, some recent economic indicators have surprised to the upside and stocks have come roaring back, leading many investors to believe that a V-shaped recovery is a foregone conclusion. However, conditions remain far from normal. We have never experienced such a precarious market situation—a rolling global pandemic layered with record debt levels and global political disintegration—and we think current stock market valuations reflect excessive complacency. Such inconsistencies highlight the distinction between investment and speculation. They indicate that fundamentals are not driving this market; instead it is being pushed by positioning, flows and sentiment—all short-term, capricious influences. Central banks have engineered these forces, and we do not wish to actively bet against their resolve. Instead, we have tried to diversify away from the risks and imbalances that policy intervention has created and to de-correlate our portfolios from an increasingly manic market. This has steered us into a number of special opportunities in places like Japan and Hong Kong—but also the deep capital markets of the US and Europe—where we think investors have not been focused on long-term fundamental values. Our value as analysts, stock-pickers and investors has been marginalised in an environment in which the market has become disconnected from fundamentals. But we think in time this will change, and we continue to believe that a deep bench of fundamental investment expertise and a truly global presence will prove invaluable to seeking the winners—those companies best-positioned for sustainable long-term success.

[^] Source: Templeton Asset Management Ltd.

FUND FACTS

Underlying Sub-Fund	Franklin Templeton Shariah Funds - Templeton Shariah Global Equity Fund Templeton Asset Management Ltd.		
Fund Manager	Templeton Asset Management Ltd.		
Launch Date	29 Sep 1995		
CPFIS/SRS	OA/SRS		
CPFIS Risk Classification	Higher Risk – Broadly Diversified		
As at 30 June 2020			
Offer Price	S\$	1.30791	
Bid Price	S\$	1.24251	
Fund Size	S\$	38.99	mil
Units in Issue		31.38	mil

Note: With effect from 18 Nov 2013, the underlying sub-fund of HSBC Insurance Ethical Global Equity Fund, HSBC Amanah Funds - HSBC Amanah Global Equity - Z Class was replaced with Franklin Templeton Shariah Funds – Templeton Shariah Global Equity Fund.

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Ethical Global Equity Fund	11.33	(8.58)	(5.77)	(4.86)	3.60	47.29	30.79
Benchmark*	15.04	(4.70)	1.71	15.10	32.35	112.18	N.A.**

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Ethical Global Equity Fund	(1.65)	0.71	3.95	1.09
Benchmark*	4.80	5.77	7.81	N.A.**

*MSCI AC World Islamic Index. The performance figures are based on the new benchmark MSCI AC World Islamic Index, due to change in the underlying sub-fund.

**Since inception figure is not available due to the change in underlying fund and following the takeover of index calculation by MSCI AC World Islamic Index on 18 November 2013.

[^]Inception Date: 04 Oct 1995

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
Franklin Templeton Shariah Funds - Templeton Shariah Global Equity Fund	99.90	38.95
Other assets	0.31	0.12
Other liabilities	(0.21)	(0.08)
Total	100.00	38.99

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	868,203
Redemption	5,649,077

C) Underlying Sub-Fund Disclosure (Franklin Templeton Shariah Funds - Templeton Shariah Global Equity Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
United States	24.38	22.92
Japan	19.32	18.16
Germany	10.69	10.05
China	7.73	7.27
South Korea	7.52	7.07
Switzerland	5.93	5.58
France	5.34	5.02
Canada	4.31	4.05
Taiwan	3.18	2.99
Others*	11.60	10.91
Total	100.00	94.02

*Includes other countries

II Allocation by Industry		As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil	
Health Care	25.18	23.67	
Information Technology	21.25	19.98	
Materials	11.91	11.20	
Energy	10.20	9.59	
Consumer Discretionary	8.48	7.97	
Industrials	5.29	4.97	
Cash & Cash Equivalents	5.14	4.83	
Communication Services	5.07	4.77	
Consumer Staples	3.75	3.53	
Utilities	2.49	2.34	
Real Estate	1.24	1.17	
Total	100.00	94.02	

III Allocation of Debt Securities by Credit Ratings	As at 30 Jun 2020
N.A.	

IV Top Ten Holdings of Underlying Sub-Fund		As at 30 Jun 2020	
	% of NAV	MV S\$ mil	
Samsung Electronics Co Ltd	4.32	4.07	
Wheaton Precious Metals Corp	3.29	3.09	
Roche Holding Ag	3.12	2.93	
Johnson & Johnson	2.92	2.75	
Sanofi	2.64	2.48	
Matsumotokiyoshi Holdings Co Ltd	2.60	2.44	
Bp Plc	2.55	2.40	
Novartis Ag	2.52	2.37	
E.On Se	2.49	2.34	
Total Sa	2.43	2.28	

Top Ten Holdings of Underlying Sub-Fund		As at 30 Jun 2019	
	% of NAV	MV S\$ mil	
Exxon Mobil Corp	5.69	6.20	
Royal Dutch Shell Plc	4.48	4.90	
Bp Plc	4.04	4.42	
Samsung Electronics Co Ltd	3.51	3.84	
Allergan Plc	3.27	3.57	
Roche Holding Ag	2.56	2.80	
Total Sa	2.52	2.75	
Eni Spa	2.45	2.68	
Sanofi	2.31	2.52	
E.On Se	2.12	2.32	

V Exposure to Derivatives	As at 30 Jun 2020
N.A.	

VI Borrowings of Net Asset Value	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Ethical Global Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.74%	1.73%	1.75%	1.75%
Turnover Ratio	2.18%	1.54%	43.37%	57.41%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Franklin Templeton Shariah Funds - Templeton Shariah Global Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

***Based on unaudited figure as at 30 Apr 2020 as the turnover ratio of Franklin Templeton Shariah Funds - Templeton Shariah Global Equity Fund for the financial year ended 30 Jun 2020 is not available. Turnover ratio calculation is based on Luxembourg GAAP.

****Based on unaudited figure as at 30 Apr 2019 for comparative purposes. Turnover ratio calculation is based on Luxembourg GAAP.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

Consistent with obtaining best execution, brokerage commissions on portfolio transactions for the Company may be directed by the Investment Managers to broker-dealers in recognition of research services furnished by them as well as for services rendered in the execution of orders by such broker-dealers. The receipt of investment research and information and related services permits the Investment Managers to supplement their own research and analysis and makes available to them the views and information of individuals and research staffs of other firms. Such services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payment, which are paid for directly by the Investment Managers.

For the period 1 July 2019 to 30 June 2020, the Franklin Templeton Shariah Fund - Templeton Shariah Global Equity Fund paid US\$31,247 in commission dollars generated from portfolio transactions to pay for goods or services provided by third parties under a soft dollar arrangement. All goods and services acquired with the soft dollar commission were for the benefit of the unit trust. The broker(s), who has executed trades for other funds managed by the Investment Manager, had executed the trades on best available terms and there was no churning of trades.

E) Financial Statements

Refer to page 172.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Ethical Global Sukuk Fund

Fund Objective

HSBC Insurance Ethical Global Sukuk Fund seeks to maximise, consistent with prudent investment management, total investment return, consisting of a combination of profit income and capital appreciation through the Franklin Templeton Shariah Funds – Franklin Global Sukuk Fund.

FUND FACTS

Underlying Sub-Fund*	Franklin Templeton Shariah Funds – Franklin Global Sukuk Fund
Fund Manager	Templeton Asset Management Ltd.
Launch Date	02 May 2002
CPFIS/SRS**	SRS
CPFIS Risk Classification	N.A.

Investment and Market Review [^]

The global Sukuk market advanced over the annual review period. There was a significant negative impact from spread widening—amid unprecedented COVID-19-related market weakness—over the 1Q20. However, this was offset by a combination of spread compression, over the first half and final quarter of the period, and declining benchmark rates. The onset of the virus pandemic led to population lockdowns globally and the temporary shuttering of many industries, which in turn, negatively impacted sentiment towards global growth and demand. In commodities, crude oil prices saw steep declines and volatility over the first four months of 2020.

However, key producers agreed on supply cuts that, along with nascent signs of improved demand and small inventory drawdowns, helped crude oil prices rally into period-end.

As at 30 June 2020

Offer Price	S\$ 1.32892
Bid Price	S\$ 1.26247
Fund Size	S\$ 14.72 mil
Units in Issue	11.66 mil

*Note: With effect from 18 Nov 2013, the underlying sub-fund of HSBC Insurance Ethical Global Sukuk Fund, HSBC Amanah Global Equity Index Fund was replaced with Franklin Templeton Shariah Funds – Franklin Global Sukuk Fund

**Note: With effect from 18 Nov 2013, the Fund has been delisted from CPFIS.

The fund advanced but was outpaced by the benchmark index. Security selection detracted the most from relative performance, primarily due to corporate industrials, followed by quasi-sovereigns and corporate financials, though sovereigns provided a partial positive offset. On an individual basis, energy business Serba Dinamik, shopping mall operator Arabian Centres and property developer Dar Al Arkan hindered the most among industrials, while a high-yield issue from Virgin Mobile contributed. Saudi Electricity Company detracted from quasi-sovereigns, and DAMAC Properties hindered financials. Meanwhile, sovereigns were boosted by Bahrain. Asset allocation also detracted because of an overweight to the industrial sector and an underweight to the supranational sector. In currencies, the Nigerian naira detracted. In contrast, yield-curve effects benefitted from Nigerian rates and US-dollar duration exposure.

Market Outlook and Investment Strategy [^]

The ongoing volatility as a result of the COVID-19 pandemic has significant implications for global fixed income. During the final quarter, the Fed initiated a historic level of intervention, which came with support measures for primary and secondary credit markets. A tightening of credit spreads and reignition of the new-issuance market on news of the Fed's moves highlighted their significance. There are now broader trends unfolding in Sukuk markets. First, we believe that the Gulf Cooperation Council (GCC) region could benefit from an improvement in oil prices as the global economy recovers, helped by recent US rig-count cuts and a reduction in long-term oil project investment, over the last few years. Second, investment-grade spreads are likely to improve, in our view—directly, through Fed initiatives, and indirectly, through the supportive US stimulus bills. Third, valuations have improved. Fourth, we view the policy choice across Sukuk markets as leaning towards austerity and fiscal consolidation. In the midst of recent developments, we have adjusted portfolio positioning, generally favouring sovereign over corporate issuers, as we reassess the longer-term implications of the recent downturn. Recent demand has been strong, with new issues oversubscribed. The valuations of our holdings are still attractive, despite the rally over the final quarter. However, we might tactically reduce some 'risk' over the coming months as issues, ranging from the US election to fears about the evolution of the virus in the fall, could cause temporary setbacks. In addition, supply could be buoyant towards the calendar fourth quarter of 2020 (4Q20).

[^] Source: Templeton Asset Management Ltd.

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Ethical Global Sukuk Fund	5.95	4.06	7.18	11.96	17.52	58.67	32.89
Benchmark*	4.55	7.11	10.17	17.56	29.10	60.20	N.A.**

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Ethical Global Sukuk Fund	3.84	3.28	4.72	1.59
Benchmark*	5.54	5.24	4.83	N.A.**

*Dow Jones Sukuk Index. The performance figures are based on the new benchmark Dow Jones Sukuk Index, due to change in the underlying sub-fund.

**The new benchmark Dow Jones Sukuk Index is not available when HSBC Insurance Ethical Global Sukuk Fund was inception.

^Inception Date: 01 Jul 2002

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
Franklin Templeton Shariah Funds - Franklin Global Sukuk Fund	100.00	14.72
Total	100.00	14.72

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	111,077
Redemption	1,441,566

C) Underlying Sub-Fund Disclosure (Franklin Templeton Shariah Funds - Franklin Global Sukuk Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
United Arab Emirates	33.31	88.61
Saudi Arabia	23.15	61.58
Indonesia	17.18	45.70
Qatar	5.01	13.32
Kuwait	4.87	12.96
Malaysia	3.90	10.37
Bahrain	2.93	7.79
Supranational	1.79	4.77
Others*	3.47	9.23
Cash & Cash Equivalents	4.39	11.68
Total	100.00	266.01

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020 % of NAV	MV S\$ mil
Government-Related Sovereign	35.27	93.81
Corporate Financial Institutions	20.77	55.25
Corporate Industrials	20.70	55.06
Government-Related Agencies	17.08	45.44
Government-Related Supranational	1.79	4.77
Cash & Cash Equivalents	4.39	11.68
Total	100.00	266.01

III Allocation of Debt Securities by Credit Ratings

Rating	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
AAA	1.79	4.77
AA	1.73	4.59
A	32.48	86.41
BBB	35.63	94.78
BB	5.69	15.14
B	12.74	33.89
D	0.55	1.46
Unrated	5.00	13.29
Cash & Cash Equivalents	4.39	11.68
Total	100.00	266.01

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Perusahaan Penerbit SBSN Indonesia III, senior note, Reg S, 4.40%, 3/01/28	5.05	13.46
DP World Salaam, Perpetual Reg S, junior sub. bond, 6.00% to 1/01/26, FRN thereafter,	3.89	10.34
Perusahaan Penerbit SBSN Indonesia III, Reg S, 4.55%, 3/29/26	3.00	7.99
CBB International Sukuk Co. SPC, senior note, Reg S, 6.25%, 11/14/24	2.93	7.79
Nile Delta Sukuk Ltd., first lien, Reg S, 4.00%, 10/31/20	2.89	7.70
Equate Sukuk SPC Ltd., senior note, Reg S, 3.944%, 2/21/24	2.89	7.69
KSA Sukuk Ltd., senior bond, Reg S, 4.303%, 1/19/29	2.87	7.63
Perusahaan Penerbit SBSN Indonesia III, senior note, Reg S, 4.325%, 5/28/25	2.72	7.23
KSA Sukuk Ltd., senior note, Reg S, 2.969%, 10/29/29	2.69	7.15
QIB Sukuk Ltd., senior note, Reg S, 3.982%, 3/26/24	2.61	6.93

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
Perusahaan Penerbit SBSN Indonesia III, senior note, Reg S, 4.40%, 3/01/28	6.77	12.50
Perusahaan Penerbit SBSN Indonesia III, Reg S, 4.55%, 3/29/26	4.03	7.42
KSA Sukuk Ltd., senior bond, Reg S, 3.628%, 4/20/27	3.68	6.77
Nile Delta Sukuk Ltd., secured note, Reg S, 4.00%, 10/31/20	3.55	6.54
FGN Roads Sukuk Co. 1 PLC, senior note, 16.47%, 9/26/24	3.51	6.46
Perusahaan Penerbit SBSN Indonesia III, senior note, Reg S, 4.325%, 5/28/25	3.43	6.32
Equate Sukuk SPC Ltd., senior note, Reg S, 3.944%, 2/21/24	3.42	6.29
Aldar Sukuk Ltd., senior note, Reg S, 4.75%, 9/29/25	3.14	5.78
Malaysia Sukuk Global Bhd., Reg S, 4.08%, 4/27/46	2.96	5.46
Saudi Electricity Global Sukuk Co. 3, senior bond, Reg S, 5.50%, 4/08/44	2.79	5.13

V Exposure to Derivatives

	As at 30 Jun 2020
N.A.	

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Ethical Global Sukuk Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.55%	1.53%	1.50%	1.50%
Turnover Ratio	5.00%	5.91%	As at 30-Apr-20*** (4.12%)	As at 30-Apr-19**** 36.18%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Franklin Templeton Shariah Funds - Franklin Global Sukuk Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

***Based on unaudited figure as at 30 Apr 2020 as the turnover ratio of Franklin Templeton Shariah Funds - Franklin Global Sukuk Fund for the financial year ended 30 Jun 2020 is not available. Turnover Calculation is based on Luxembourg GAAP.

****Based on unaudited figure as at 30 Apr 2019 for comparative purposes. Turnover Calculation is based on Luxembourg GAAP.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 172.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Europe Dynamic Equity Fund

Fund Objective

HSBC Insurance Europe Dynamic Equity seeks to maximise long-term capital growth by investing primarily in an aggressively managed portfolio of European companies. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the JPMorgan Funds – Europe Dynamic Fund.

Investment and Market Review ^

Our overweight position in ASM International, the Dutch manufacturer of semiconductors equipment, outperformed as atomic layer deposition continues to be instrumental in further wafer miniaturisation. Not holding a position in HSBC, the UK-based multinational investment bank and financial services company, also contributed to returns. Late in April, the company reported first-quarter profits that fell short of expectations due to significant credit losses and higher provisions. The bank further warned of massive credit losses for the full year, amid fears of a global recession.

Not holding a position in ASML Holding, the global semiconductor manufacturer, detracted from returns. Despite first-quarter financial results missing estimates, the stock rose as the financials were largely impacted by supply chain disruption, while demand remained robust. The company's near monopoly position in manufacturing Extreme Ultraviolet Lithography (EUV) machines, which are essential to make next-generation chips, helped in maintaining robust demand and thus supported the stock-price increase. Our overweight position in National Express, the international bus operator, also reduced relative returns. Sales continued to be significantly impacted as travel restrictions remained in place. It was also announced in June that CEO Dean Finch would be leaving to join Persimmon, the housebuilder.

Market Outlook and Investment Strategy ^

We are currently most overweight in retailing and semiconductors & semiconductor equipment. The largest underweight positions are in food beverage & tobacco and capital goods. The largest increase at the sector level was in the retailing sector, driven by Dutch internet and technology investment company Prosus. The stock offered good value as it was trading on a 25–30% discount to its Net Asset Value (NAV). Chinese conglomerate Tencent forms around 80% of the stock's NAV, and it has been delivering strong operating momentum in gaming and other online businesses, particularly during the COVID-19 outbreak.

The largest decrease at the sector level was in pharmaceuticals biotechnology & life sciences, driven by trimming the position in Swiss pharmaceutical stock Roche. The shares meaningfully outperformed over the year to date (YTD), causing the position size to grow materially. The shares have performed very strongly throughout the pandemic, due to the business model being resilient to most of the disruption and on hopes that they would benefit from increased antibody testing globally. A severe contraction in economic growth is likely to persist in the near term. The crisis has reignited trade tensions, with talk of reducing reliance on Chinese sources of supply. From a valuation viewpoint, the case for equities remains compelling, even after the recent rally we have seen. Returns from bonds and cash are likely to be very low as interest rates slowly normalise and investors are likely to look towards equities for return and income.

^ Source: JPMorgan Asset Management (Singapore) Limited

FUND FACTS

Underlying Sub-Fund	JPMorgan Funds – Europe Dynamic Fund
Fund Manager	JPMorgan Asset Management (Singapore) Limited.
Launch Date	18 Jan 2016
CPFIS/SRS	SRS
CPFIS Risk Classification	N.A.

As at 30 June 2020

Offer Price	S\$ 1.24679
Bid Price	S\$ 1.18445
Fund Size	S\$ 27.61 mil
Units in Issue	23.31 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Europe Dynamic Equity Fund	19.20	(12.02)	(5.43)	(5.38)	N.A.	N.A.	18.45
Benchmark*	13.23	(11.53)	(4.57)	7.51	N.A.	N.A.	36.29

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Europe Dynamic Equity Fund	(1.83)	N.A.	N.A.	3.89
Benchmark*	2.44	N.A.	N.A.	7.23

*MSCI Europe Index (Total Return Net) Hedged to SGD

^Inception Date: 25 Jan 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
JPMorgan Funds – Europe Dynamic Fund	100.22	27.67
Other assets	0.51	0.14
Other liabilities	(0.73)	(0.20)
Total	100.00	27.61

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	5,414,695
Redemption	10,595,568

C) Underlying Sub-Fund Disclosure (JPMorgan Funds – Europe Dynamic Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
United Kingdom	18.10	170.59
Switzerland	17.90	168.71
Germany	17.90	168.71
France	14.00	131.95
Netherlands	9.10	85.77
Sweden	6.00	56.55
Italy	5.20	49.01
Austria	3.20	30.16
Others*	7.00	65.96
Cash	1.60	15.08
Total	100.00	942.49

*Includes other countries

II Allocation by Industry		As at 30 Jun 2020	
Industry	% of NAV	MV \$ mil	
Pharmaceuticals Biotechnology & Life Sci	12.20	114.98	
Retailing	8.00	75.40	
Materials	7.70	72.57	
Capital Goods	6.10	57.49	
Insurance	5.90	55.61	
Utilities	5.70	53.72	
Software & Services	5.30	49.95	
Semiconductors & Semiconductor Equipment	5.20	49.01	
Others*	42.30	398.68	
Cash	1.60	15.08	
Total	100.00	942.49	
*Includes other industries			

III Allocation of Debt Securities by Credit Ratings	As at 30 Jun 2020
N.A.	

IV Top Ten Holdings of Underlying Sub-Fund		As at 30 Jun 2020	
	% of NAV	MV S\$ mil	
Roche	3.60	33.93	
ASM International	3.20	30.16	
Novartis	3.10	29.22	
Sanofi	2.60	24.50	
Nestle	2.30	21.68	
Enel	2.20	20.73	
Allianz	2.00	18.85	
Zurich Insurance	1.90	17.91	
Koninklijke Ahold	1.90	17.91	
Safran	1.70	16.02	

Top Ten Holdings of Underlying Sub-Fund		As at 30 Jun 2019	
	% of NAV	MV S\$ mil	
Nestle	5.38	68.93	
Roche	4.77	61.12	
Novartis	4.56	58.42	
Allianz	3.35	42.92	
Total SA	2.92	37.41	
Kering	2.87	36.77	
GlaxoSmithKline	2.79	35.75	
Zurich Insurance	2.76	35.36	
Enel	2.72	34.85	
Rio Tinto	2.57	32.93	

V Exposure to Derivatives	As at 31 Dec 2019*
% of NAV	(0.42%)
Market value (S\$)	(5,057,120)
Realised Gains / (Losses) (S\$)	-
Unrealised Gains / (Losses) (S\$)	(5,057,120)

VI Borrowings of Net Asset Value	As at 31 Dec 2019*
N.A.	

*Based on unaudited figures as at 31 Dec 2019 as the unaudited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Europe Dynamic Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Dec-19*	As at 31-Dec-18**
Expense Ratio	1.85%	1.82%	1.80%	1.79%
Turnover Ratio	14.81%	17.62%	As at 30-Jun-20 133.35%	As at 30-Jun-19 116.94%

*Based on unaudited figure as at 31 Dec 2019 as the expense ratio of JPMorgan Funds - Europe Dynamic Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Dec 2018 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 172.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Bond Fund

Fund Objective

HSBC Insurance Global Bond Fund seeks to maximize total returns in Singapore Dollar terms over the longer term by investing in a portfolio of high quality debt securities of Singapore and major global bond markets such as the G10 countries and Australia and New Zealand. Fund investments are by way of a feeder fund, which invests substantially all or all its assets in the Legg Mason Western Asset Global Bond Trust.

Investment and Market Review [^]

Global risk sentiment continued to improve in June thanks to positive economic data and continued central bank support. The monthly US employment report showed a net increase of jobs rather than the large decrease that was forecast; additionally, there was a sharp fall in the unemployment rate. Increased activity as countries eased lockdown measures was also seen in high frequency data such as retail sales, purchasing manufacturers' index surveys and mobility monitors. However, anxiety increased towards the end of the month as a number of US states experienced a surge in COVID-19 infection rates. This has increased fears of a second wave and the possibility that shutdowns may be re-imposed. Developed market (DM) government bond curves closed the month little changed, with yields remaining low given the uncertainties that persist. Further monetary policy accommodation was also supportive of asset prices. The European Central Bank (ECB) increased its Pandemic Emergency Purchase Programme by €600 billion, which was more than expected. The Bank of England also increased its purchase programme by £100 million, and the Fed pledged to continue UST and mortgage-backed security purchases at least at the current pace. Huge demand at the latest ECB Targeted Longer-Term Refinancing Operation added €548 billion of liquidity, which was supportive of spreads. Investment-grade and high-yield credit as well as hard currency EM bonds saw strong positive returns. The USD underperformed versus most currencies as the risk-on tone saw demand for USD decline.

Market Outlook and Investment Strategy [^]

Following the sharpest monthly decline in risk assets on record in 1Q20, which occurred due to the unexpected COVID-19 pandemic and oil price shock, Western Asset's base case outlook is a longer, U-shaped global economic recovery. This premised on the view that near-term growth will be severely impacted, but that this shortfall may prove to be largely transitory as policymakers push to resuscitate economic activity. Significant central bank policy easing, extensive liquidity provisions and enhanced fiscal stimulus are all underway. Together, they should help temper the negative impact of restrictive social distancing policies on global economies and enable markets to function more smoothly.

From an investment perspective, we continue to believe there is a strong chance for eventual economic recovery as coronavirus uncertainty eases. To manage portfolio volatility in the near term, we have trimmed positioning in EM currencies and rates, and added underweight positions in Canadian dollar and Australian dollar for additional hedging ballast. We hold modest exposures in peripheral and semi-core European bonds which we believe will benefit from the ECB and European Union (EU) support programs. We maintain exposure to longer-dated USTs, and have increased exposure to inflation-linked bonds in both the US and Europe as we believe inflation expectations will recover from their current very depressed levels. We are looking to take advantage of the current market dislocations and mispricings in investment-grade credit markets by adding to high quality corporate bonds via the new-issue markets, while reducing exposure to USTs and other core government bonds over time.

[^] Source: Legg Mason Asset Management Singapore Pte. Limited

FUND FACTS

Underlying Fund	Legg Mason Western Asset Global Bond Trust
Fund Manager	Legg Mason Asset Management Singapore Pte. Limited
Launch Date	06 Oct 2008
CPFIS/SRS	OA/SA/SRS
CPFIS Risk Classification	Low to Medium Risk – Broadly Diversified
As at 30 June 2020	
Offer Price	S\$ 1.37534
Bid Price	S\$ 1.30657
Fund Size	S\$ 7.37 mil
Units in Issue	5.64 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Bond Fund	1.86	5.88	8.48	12.48	18.07	35.15	37.53
Benchmark*	1.34	6.31	8.07	17.59	25.79	50.64	50.17

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Bond Fund	4.00	3.38	3.06	2.75
Benchmark*	5.55	4.70	4.18	3.53

*Citigroup World Government Bond Index ex-Japan (hedged to S\$)

[^]Inception Date: 09 Oct 2008

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020
	% of NAV MV S\$ mil
Legg Mason Western Asset Global Bond Trust	100.00 7.37
Total	100.00 7.37

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	883,316
Redemption	1,856,625

C) Underlying Fund Disclosure (Legg Mason Western Asset Global Bond Trust)

I Allocation by Country

Country	As at 30 Jun 2020
	% of NAV MV S\$ mil
USA	45.04 149.27
Germany	10.07 33.37
Spain	7.58 25.13
France	5.70 18.90
Italy	4.61 15.28
Great Britain	3.47 11.51
Mexico	3.27 10.83
Supra-National	3.08 10.20
Others*	9.04 29.94
Cash	8.14 26.99
Total	100.00 331.42

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020
	% of NAV MV S\$ mil
Government	88.70 293.98
Financials	3.08 10.20
Others*	0.08 0.25
Cash	8.14 26.99
Total	100.00 331.42

*Includes other industries

III Allocation of Debt Securities by Credit Ratings

Rating	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Aaa	12.74	42.20
AA+	47.57	157.66
Aa1	0.40	1.34
Aa2	7.38	24.47
AA-	5.83	19.32
Aa3	0.67	2.21
A	1.74	5.76
Baa1	7.58	25.13
BBB-	3.27	10.83
Baa3	4.61	15.28
Unrated	0.07	0.23
Cash	8.14	26.99
Total	100.00	331.42

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
US Treasury N/B 2.125% 29/02/2024	7.83	25.95
US Treasury N/B 1.625% 15/11/2022	7.56	25.04
Bundesrepub. Deutschland (Br) 1.75% 15/02/2024	6.57	21.76
US Treasury N/B 2% 31/10/2022	3.96	13.12
US Treasury N/B 2.250% 15/11/2024	3.01	9.96
US Treasury 2.875% 15/05/2049	2.81	9.32
UK Treasury 4.25% 07/12/2040	2.78	9.23
Bonos Y Oblig Del Estado (Reg S) 5.9% 30/07/2026	2.65	8.77
US Treasury Bond 2.875% 15/05/2043	2.63	8.73
US Treasury 0.5% 15/04/2024	2.57	8.53

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
US Treasury Bond 2.875% 15/05/2043	8.81	35.99
US Treasury Bond 1.750% 31/03/2022	5.74	23.43
Bundesrepub Deutschland (Br) 1.75% 15/02/2024	5.35	21.87
US Treasury Bond 1.625% 15/11/2022	5.12	20.92
US Treasury Bond 2.125% 29/02/2024	3.81	15.56
Buoni Poliennali Del Tes (Br) 2% 01/12/2025	3.74	15.27
Mex Bonds Desarr Fix RT Ser M 7.75% 13/11/2042	3.13	12.80
UK Treasury Bond 4.25% 07/12/2040	3.09	12.63
US Treasury Bond 0.5% 15/04/2024	3.09	12.62
US Treasury Bond 2.875% 30/04/2025	3.03	12.39

V Exposure to Derivatives

	As at 30 Jun 2020
	% of NAV
Market value (S\$)	251,519
Realised Gains / (Losses) (S\$)	-
Unrealised Gains / (Losses) (S\$)	251,519

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
	N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Bond Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.95%	0.93%	0.88%	0.87%
Turnover Ratio	11.95%	12.01%	42.94%	45.06%

*Based on audited figures as at 31 Mar 2020 as the expense and turnover ratios of Legg Mason Western Asset Global Bond Trust for the financial year ended 30 Jun 2020 are not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 173.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Emerging Markets Bond Fund

Fund Objective

HSBC Insurance Global Emerging Markets Bond Fund invests for total return primarily in a diversified portfolio of Investment Grade and Non-Investment Grade rated fixed income (e.g. bonds) and other similar securities either issued by companies which have their registered office in emerging markets around the world, primarily denominated in USD, or which are issued or guaranteed by governments, government agencies and supranational bodies of emerging markets. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the HSBC Global Investment Funds – Global Emerging Markets Bond.

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Global Emerging Markets Bond	
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Launch Date	28 Jan 2013	
CPFIS/SRS	SRS	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	S\$	1.05736
Bid Price	S\$	1.00449
Fund Size	S\$	2.10 mil
Units in Issue		2.09 mil

Investment and Market Review [^]

While the Emerging Markets Debt (EMD) asset class has been impacted by a slew of negative events in 2H19, performance was strong over the period largely driven the supportive risk environment, including easy global monetary policy, low DM rates and ample global liquidity. In 1H20, performance took a sharp downturn in March as COVID-19 rapidly spread across regions and the outlook for the global economy deteriorated significantly. In addition, the failure by Organization of the Petroleum Exporting Countries (OPEC)+ to agree to a cut in oil production, caused a significant sell-off in Brent oil. Market volatility surged to levels not seen since the Global Financial Crisis (GFC) and investors reduced exposure to EM risk. EMD assets posted a strong rally in 2Q20 as global risk sentiment improved given tentative on signs of peaking infection curves, reopening of economies, continued global fiscal and monetary policy measures to combat the crisis, and a rebound in oil.

The strategy underperformed in the period primarily driven by the overweight position to Argentina in August 2019 and the elevated beta position in March 2020. Argentina bonds were down -51.5% (JPM EMBIG) in August alone following the surprise primary election victory by the left-wing populist opposition candidate, Alberto Fernandez. The elevated beta, overweight to quasi-sovereigns, and focus on select HY names detracted from relative performance in the sharp sell-off in March 2020. Most significantly, the overweight to Sri Lanka, Dominican Republic, and Petrobras (Brazil quasi-sovereign) hurt relative returns.

Market Outlook and Investment Strategy [^]

We will continue to monitor the impact of COVID-19 on EM countries, with growth and monetary policy frameworks intertwined with financial market conditions. We continue to find select names in our space extremely attractive over a medium to long term while acknowledging that volatility is likely to persist. We are focusing on the addition of risk exposure to credits that offer compelling risk/reward at existing levels and that we are comfortable with the underlying fundamental credit stories after stress-testing them in conjunction with our analyst team. We must be selective within EM as the crisis has resulted in a fundamental bifurcation of EM countries between those with liquidity issues and those with solvency issues. Fiscal space to combat the deleterious effects of this pandemic vary greatly across countries.

We believe that the growth differential between EM and DM should in fact widen in favor of EM given the expectation that manufacturing should see faster and more widespread recovery than services. Within EM, we expect long term trends towards diversification of the supply chain away from China – which should have positive impact for certain countries. On a net basis, this pandemic is likely to be a drag for global trade over the medium-term, therefore EM countries with greater domestic demand component of GDP are likely to fare better. In addition, the large fiscal stimulus programs in major economies, while mostly targeted domestically, should have a positive effect on EM economies as well.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Bond Fund	12.64	(6.70)	(5.62)	(3.20)	6.83	N.A.	5.74

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Bond Fund	(1.08)	1.33	N.A.	0.76

*This fund has no benchmark.

[^]Inception Date: 06 Feb 2013

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
HSBC Global Investment Funds – Global Emerging Markets Bond Fund	99.52	2.09
Other assets	0.48	0.01
Total	100.00	2.10

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)
S\$

Subscription	528,652
Redemption	819,343

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Global Emerging Markets Bond)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV S\$ mil
United States	16.92	560.19
Mexico	10.26	339.78
Indonesia	5.80	192.03
Turkey	5.21	172.67
Saudi Arabia	4.75	157.46
Qatar	4.22	139.69
United Arab Emirates	4.14	137.25
Argentina	3.58	118.67
Others*	44.00	1,456.82
Cash Offset	1.12	37.09
Total	100.00	3,311.65

*Includes other countries

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil
Government	55.07	1,823.72
Energy	19.54	647.10
Basic Materials	3.96	131.14
Financial	3.49	115.58
Over The counter	2.85	94.38
Industrial	2.04	67.56
Consumer Non cyclical	1.80	59.61
Utilities	1.77	58.62
Consumer Cyclical	0.94	31.13
Communications	0.61	20.20
Cash & Cash Offset	7.93	262.61
Total	100.00	3,311.65

III Allocation of Debt Securities by Credit Ratings

	As at 30 Jun 2020	
Ratings	% of NAV	MV S\$ mil
AAA	10.21	338.12
AA	8.36	276.85
A	9.16	303.35
BBB	19.88	658.36
BB	13.37	442.77
B	24.21	801.75
CCC	0.27	8.94
CC	2.13	70.54
D	1.61	53.32
Unrated	2.87	95.04
Cash & Cash Offset	7.93	262.61
Total	100.00	3,311.65

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Petroleos Mexico 5.350 12/02/28	1.76	58.59
Saudi Int Bond 5.000 17/04/49	1.74	57.62
Qatar State Of 4.817 14/03/49	1.69	55.83
Abu Dhabi Govt 3.125 16/04/30	1.63	53.97
Abu Dhabi Govt 3.125 30/09/49	1.42	46.99
United Mexican 5.000 27/04/51	1.27	42.15
Rep Of Nigeria 7.143 23/02/30	1.20	39.73
Argentina 5.875 11/01/28	1.20	39.60
Petroleos Mexico 6.625 15/06/35	1.19	39.39
Petrobras Glob 5.093 15/01/30	1.14	37.71

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
United Mexican 4.500 22/04/29	2.55	129.93
Argentina 6.875 26/01/27	1.90	96.72
Argentina 5.875 11/01/28	1.68	85.37
Saudi Int Bond 5.000 17/04/49	1.56	79.38
Southern Copper 5.875 23/04/45	1.32	67.37
Saudi Int Bond 5.250 16/01/50	1.21	61.60
Indonesia (Rep) 5.250 17/01/42	1.16	59.11
Oman Intrnl Bond 6.750 17/01/48	1.06	54.18
Qatar State Of 4.817 14/03/49	1.06	53.80
Kazmunaygas Nat 6.375 24/10/48	1.05	53.62

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.12%
Market value (S\$)	3,996,566
Realised Gains / (Losses) (S\$)	(112,779,422)
Unrealised Gains / (Losses) (S\$)	(2,668,870)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I) Expense/Turnover Ratios	HSBC Insurance Global Emerging Markets Bond Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.68%	1.68%	1.63%	1.65%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	28.14%	27.05%	1.48%	1.18%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global Emerging Markets Bond Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Emerging Markets Bond Fund invests S\$2.09 million, equivalent to 99.52% of its net asset value in HSBC Global Investment Funds – Global Emerging Markets Bond Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$14,872.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 173.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Emerging Markets Equity Fund

Fund Objective

HSBC Insurance Global Emerging Markets Equity Fund seeks to provide long-term capital growth by investing primarily in emerging market companies. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the JPMorgan Funds – Emerging Markets Equity.

Investment and Market Review [^]

Stock selection in China aided performance in the period. The portfolio's position in Meituan Dianping was among the top contributors to returns after the company reported results that exceeded market expectations. Furthermore, the management team's guidance remains optimistic on the long-term growth opportunities for the company and Meituan's ability to capitalise on them.

Stock choices in the consumer discretionary and communication services sectors were the leading contributors to returns. The portfolio's holding in MercadoLibre (MELI), which is based in Argentina and is Latin America's leading e-commerce company, was a top contributor to relative returns. Shares of the company rose sharply after it reported strong earnings and revenue. The pandemic has accelerated ecommerce adoption in Latin America, with MELI's unique active users growing 30.9% in the last quarter. Sea Limited, an ASEAN ecommerce and gaming business listed in Singapore, was also among the top performers. Quarterly results released by the company also showed strong growth in adoption rates, with active users for its digital entertainment services group rising 48% while quarterly paying users grew 73%. The portfolio's longstanding underweight to the energy and materials sectors, a result of stock-level decisions, detracted from returns as stocks rebounded from lows following weak performance in the first quarter. We have tended to avoid companies in the sector as few either meet our standards on economics, duration and governance or offer compelling expected returns.

The underweight exposure to Taiwan, the result of stock selection, weighed on relative returns in the quarter. Taiwan's success halting domestic transmission of COVID-19 has aided stock performance in the country, especially for hardware manufacturing businesses that have been able to maintain production levels.

Market Outlook and Investment Strategy [^]

The fund uses our comprehensive research platform to identify high-quality businesses that compound earnings sustainably over long periods, resulting in a long-term, high conviction portfolio with a quality and growth bias.

How long COVID-19 persists as a health risk and the level of oil prices are crucial for economies and financial markets. Lockdowns are starting to ease, but it is not yet clear if the effects of the virus are dissipating entirely.

In an environment where earnings were being challenged, we look for the opportunities in EM equities where earnings growth can compound over the long run. EM equity valuations of 1.6x book value are well below the long-term average and have historically proved to be an attractive entry point.

[^] Source: JPMorgan Asset Management (Singapore) Limited

FUND FACTS

Underlying Sub-Fund	JPMorgan Funds – Emerging Markets Equity Fund
Fund Manager	JPMorgan Asset Management (Singapore) Limited.
Launch Date	18 Jan 2016
CPFIS/SRS	SRS
CPFIS Risk Classification	N.A.
As at 30 June 2020	
Offer Price	S\$ 1.85495
Bid Price	S\$ 1.76220
Fund Size	S\$ 13.96 mil
Units in Issue	7.92 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Equity Fund	20.32	(1.30)	5.95	22.31	N.A.	N.A.	76.22
Benchmark*	15.69	(6.40)	(0.38)	7.20	N.A.	N.A.	50.07

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Equity Fund	6.94	N.A.	N.A.	13.83
Benchmark*	2.34	N.A.	N.A.	9.73

*MSCI Emerging Markets Index (Total Return Net)

^AInception Date: 16 Feb 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020
	% of NAV
JPMorgan Funds – Emerging Markets Equity Fund	100.00
Total	100.00

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	5,241,497
Redemption	1,215,108

C) Underlying Sub-Fund Disclosure (JPMorgan Funds – Emerging Markets Equity Fund)

I Allocation by Country

Country	As at 30 Jun 2020
	% of NAV
China	43.40
India	17.60
Taiwan	5.80
South Korea	5.40
Brazil	5.40
Argentina	2.80
Belarus	2.70
Singapore	2.60
Others*	12.20
Cash	2.10
Total	100.00

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020
	% of NAV
Financials	26.80
Consumer Discretionary	21.70
Information Technology	16.20
Consumer Staples	12.50
Communication Services	11.80
Industrials	2.90
Health Care	2.70
Energy	1.60
Others*	1.70
Cash	2.10
Total	100.00

III Allocation of Debt Securities by Credit Ratings **As at 30 Jun 2020**
N.A.

IV Top Ten Holdings of Underlying Sub-Fund	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Alibaba	6.00	709.15
Tencent	5.00	590.96
Taiwan Semiconductor	4.10	484.59
Samsung Electronics	3.60	425.49
HDFC Bank	3.20	378.22
HDFC	3.00	354.58
AIA	3.00	354.58
MercadoLibre	2.80	330.94
EPAM Systems	2.70	319.12
Sea Ltd	2.60	307.30

Top Ten Holdings of Underlying Sub-Fund	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
AIA Group Limited	5.80	610.22
Tencent Holdings Ltd.	5.50	576.04
Alibaba Group Holding Ltd. Sponsored ADR	5.04	528.18
Ping An Insurance (Group) Company of China, Ltd. Class H	4.88	511.17
Housing Development Finance Corporation Limited	4.76	498.61
HDFC Bank Limited Sponsored ADR	3.32	347.62
Taiwan Semiconductor Manufacturing Co., Ltd.	3.13	328.34
Sberbank Russia OJSC	3.12	326.69
Samsung Electronics Co., Ltd.	3.02	316.53
MercadoLibre, Inc.	2.28	239.11

V Exposure to Derivatives	As at 31 Dec 2019*
% of NAV	0.02%
Market value (S\$)	2,618,728
Realised Gains / (Losses) (S\$)	-
Unrealised Gains / (Losses) (S\$)	2,618,728

VI Borrowings of Net Asset Value	As at 31 Dec 2019*
N.A.	
* Based on audited figures as at 31 Dec 2019 as the unaudited figures as at 30 Jun 2020 are not available.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Emerging Markets Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Dec-19*	As at 31-Dec-18**
Expense Ratio	1.85%	1.83%	1.80%	1.80%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	10.34%	4.95%	30.66%	15.49%

*Based on unaudited figure as at 31 Dec 2019 as the expense ratio of JPMorgan Funds - Emerging Markets Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Dec 2018 for comparative purposes.

II Related-Party Transactions
N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund
N.A.

IV Soft Dollar Commission Arrangement
N.A.

E) Financial Statements

Refer to page 173.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Equity Fund

Fund Objective

HSBC Insurance Global Equity Fund seeks to achieve long-term growth of capital by investing in a portfolio of equity securities. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the AllianceBernstein - Global Equity Blend Portfolio.

Investment and Market Review ^

Global equities recorded negative returns for the six-month period ended June 30, 2020. Amid increased volatility, all markets rallied during the second quarter, rising off lows reached in March as the COVID-19 pandemic caused global equity markets

to decline from all-time highs in mid-February. Continued support from central banks, early stage reopening of global economies and the prospect of a potential vaccine helped lift investor sentiment, despite a sharp contraction of economic growth, a resurgence of US-China tensions and rising rates of COVID-19 cases in parts of the US and large EMs. Growth stocks outperformed their value-style peers in all categories. Small-cap stocks continued to rally, outperforming large-caps at the end of the period; YTD, large-caps have performed significantly better.

Market Outlook and Investment Strategy ^

The market has recovered strongly from the sharp sell-off it experienced in March, bolstered by improvement in economic data and record support from governments and central banks. However, we remain vigilant to the possibility of additional COVID-19 outbreaks and the potential for localized shutdowns. The full impact, outcome and duration of the coronavirus outbreak remain uncertain.

Style volatility has been exceptional throughout the quarter as markets rushed from the growth winners in technology and healthcare into the significantly undervalued stocks in the most cyclically sensitive sectors and back.

We find that in volatile market environments, overtrading could potentially lead to underperformance. Maintaining a strategic view on exposures to long-term cash flows is important in these environments. Our balanced style approach helps our portfolio perform well across a variety of economic environments and provides a more consistent premium. Not only do we continue to hold high-quality growth companies that should perform well in this low-growth environment, but also we are able to find companies trading at extremely attractive valuations.

Across our equity services, we believe that an active investment approach with differentiated research and high conviction can achieve superior long-term results, even if uncertainty increases in the short term.

^ Source: AllianceBernstein (Luxembourg) S.à r.l.

FUND FACTS

Underlying Fund

AllianceBernstein- Global
Equity Blend Portfolio
AllianceBernstein
(Luxembourg) S.à r.l.

Fund Manager

Launch Date

06 Oct 2008

CPFIS/SRS*

SRS

CPFIS Risk

N.A.

Classification

As at 30 June 2020

Offer Price

S\$ 1.87241

Bid Price

S\$ 1.77879

Fund Size

S\$ 67.85 mil

Units in Issue

38.15 mil

*Note: With effect from 31 Aug 2016, the Fund has been delisted from CPFIS

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Fund	19.17	(1.03)	6.39	15.40	29.19	103.07	87.24
Benchmark*	16.94	(2.24)	6.04	23.08	44.62	158.08	174.7**

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Fund	4.89	5.26	7.34	5.50
Benchmark*	7.17	7.66	9.94	9.04**

*MSCI World Net Index (in S\$)

**Performance of the benchmark is measured from closest month-end after inception through 31 December 2018

[^]Inception Date: 16 Oct 2008

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
AllianceBernstein - Global Equity Blend Portfolio, S1 class	100.09	67.91
Other assets	0.13	0.09
Other liabilities	(0.22)	(0.15)
Total	100.00	67.85

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	1,793,269
Redemption	9,114,097

C) Underlying Sub-Fund Disclosure (AllianceBernstein- Global Equity Blend Portfolio)

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
United States	48.94	66.92
Netherlands	6.00	8.21
Japan	5.61	7.67
United Kingdom	4.08	5.58
Denmark	3.94	5.39
Ireland	3.80	5.19
France	3.47	4.75
Switzerland	3.31	4.53
Germany	3.08	4.21
Others*	17.77	24.30
Total	100.00	136.75

*Includes other countries and other assets less liabilities

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 29-Feb-20*	As at 28-Feb-19**
Expense Ratio	1.75%	1.73%	0.80%	0.80%
Turnover Ratio	2.93%	3.03%	49.74%	37.64%

*Based on unaudited figures as at 29 Feb 2020 as the expense and turnover ratios of AllianceBernstein - Global Equity Blend Portfolio for the financial year ended 30 Jun 2020 are not available.

**Based on unaudited figures as at 28 Feb 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

For the period ended 30 June 2020, there is changes to risk measurement methodology from Relative VaR to Commitment. Also, the Board has approved the inclusion of addition benchmark information and update to the Investment Manager's Use of Affiliates.

IV Soft Dollar Commission Arrangement

For the period ended 30 June 2020, the Investment Manager does receive and has entered into soft-dollar commissions/arrangements with brokers relating to portfolios of the Underlying Fund that invest in equity securities, in respect of which certain goods and services used to support the investment decision making process were received. The soft commission arrangements were entered into on the basis that the execution of transactions on behalf of the Underlying Fund will be consistent with best execution standards and brokerage rates will not be in excess of customary institutional full-service brokerage rates. The goods and services received include specialist industry, company and consumer research, portfolio and market analysis and computer software used for the delivery of such services.

The nature of the goods and services received is such that the benefits provided under the arrangement must be those which assist in the provision of investment services to the Underlying Fund and may contribute to an improvement in the Underlying Fund's performance.

For the avoidance of doubt, such goods and services do not include travel, accommodations, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employees' salaries or direct money payments. Disclosure of soft commission arrangements will be made in the periodic reports of the Underlying Fund.

E) Financial Statements

Refer to page 174.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Equity Portfolio Fund

FUND FACTS

Fund Objective

The Fund aims to provide long term total return by investing in a portfolio of developed market equities.

Invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies which are domiciled in, based in, carry out the larger part of their business activities in or are listed on a Regulated Market in, developed markets such as OECD countries. The Underlying Sub-Fund may also invest in eligible closed-ended Real Estate Investment Trusts (REITs).

Underlying Sub-Fund

Fund Manager

Launch Date

CPFIS/SRS

CPFIS Risk

Classification

As at 30 June 2020

Offer Price

Bid Price

Fund Size

Units in Issue

HSBC Global Investment Funds – Economic Scale Global Equity Fund
HSBC Global Asset Management (Singapore) Limited

18 Jan 2016

SRS

N.A.

S\$ 1.30236

S\$ 1.23724

S\$ 12.31 mil

9.95 mil

Investment and Market Review ^

Over the 12-months rolling to June 2020 the HGIF Economic Scale Global Equity underperformed its market cap weighted index. Both our asset allocation and stock selection detracted performance. On a sector basis, our overweight allocations to Communication Services and Utilities coupled with an underweight exposure to Real Estate contributed to performance. Conversely, our overweight allocations to Industrials and Energy along with our underweight exposures to IT and Health Care weighed on performance. On a country basis, our overweight allocations to Netherlands and Portugal coupled with an underweight exposure to Australia contributed to performance. Conversely, our overweight allocations to France and United Kingdom (UK) along with our underweight exposures to USA and Switzerland weighed on performance. On a stock level basis, our overweight allocations to Kroger Co (Consumer Staples, USA) and Fujitsu Ltd (Information Technology, Japan) coupled with our underweight exposures to Sprint Corp (Communication Services, USA) and Raytheon Company (Industrials, USA) contributed to performance. Conversely, our overweight allocations to General Electric Co (Industrials, USA) and Telefonica SA (Communication Services, Spain) along with our underweight exposures to Apple Inc (Information Technology, USA) and Microsoft Corp (Information Technology, USA) weighed on performance.

Market Outlook and Investment Strategy ^

While the COVID-19 pandemic represents a very significant challenge to the global economy, the global equity risk premium (excess return over risk-free assets) remains attractive amid lower DM yields. Substantial policy easing and reduced spread of COVID-19 have reduced downside tail risks. However, global growth risks remain tilted to the downside with high uncertainty about how quickly the global economy will recover to pre-virus levels of output. To this end, corporate earnings growth requires close monitoring. Meanwhile, market volatility remains high and there is elevated uncertainty over the economic outlook.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Portfolio Fund	11.80	(13.35)	(7.12)	0.10	N.A.	N.A.	23.72
Benchmark*	16.94	(2.29)	6.04	23.56	N.A.	N.A.	56.63

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Portfolio Fund	0.03	N.A.	N.A.	4.99
Benchmark*	7.31	N.A.	N.A.	10.71

*Benchmark Details:

Inception to October 2017 - HSBC Economic Scale Index World

With effect from October 2017, the benchmark was changed to 'MSCI World Net'.

[^]Inception Date: 02 Feb 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
HSBC Global Investment Funds - Economic Scale Global Equity Fund	100.08	12.32
Other liabilities	(0.08)	(0.01)
Total	100.00	12.31

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	4,038,413
Redemption	957,425

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Economic Scale Global Equity Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
United States	45.51	63.04
Japan	11.47	15.89
France	7.59	10.52
United Kingdom	6.80	9.42
Germany	6.63	9.18
Canada	3.39	4.69
Switzerland	2.57	3.56
Australia	2.22	3.08
Others*	12.67	17.56
Cash	1.15	1.59
Total	100.00	138.53

*Includes other countries

II Allocation by Industry		As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil	
Financials	16.67	23.08	
Industrials	15.48	21.45	
Consumer Discretionary	12.35	17.11	
Consumer Staples	10.40	14.41	
Information Technology	10.32	14.30	
Communication Services	9.37	12.98	
Health Care	8.65	11.98	
Materials	5.64	7.81	
Energy	5.04	6.98	
Utilities	3.67	5.09	
Real Estate	1.26	1.75	
Cash	1.15	1.59	
Total	100.00	138.53	

III Allocation of Debt Securities by Credit Ratings	As at 30 Jun 2020
N.A.	

IV Top Ten Holdings of Underlying Sub- Fund		As at 30 Jun 2020	
	% of NAV	MV S\$ mil	
Walmart Inc	1.84	2.55	
Apple Inc	1.15	1.60	
AT&T Inc	0.83	1.15	
General Electric Co	0.76	1.05	
Volkswagen AG	0.74	1.03	
Royal Dutch Shell Plc	0.74	1.02	
JP Morgan Chase & Co	0.72	1.00	
Wells Fargo & Co	0.65	0.90	
Verizon Communications Inc	0.65	0.90	
Bank of America Corp	0.64	0.88	

Top Ten Holdings of Underlying Sub-Fund		As at 30 Jun 2019	
	% of NAV	MV S\$ mil	
Walmart Inc	1.81	3.55	
Apple Inc	0.94	1.87	
General Electric Co	0.89	1.77	
AT&T Inc	0.78	1.56	
Wells Fargo & Co	0.74	1.47	
Royal Dutch Shell Plc	0.70	1.40	
JP Morgan Chase & Co	0.69	1.37	
Volkswagen AG	0.68	1.36	
Bank Of America Corp	0.62	1.24	
Nippon Telegraph & Tel Corp	0.61	1.22	

V Exposure to Derivatives	As at 30 Jun 2020
% of NAV	0.12%
Market value (S\$)	167,301
Realised Gains / (Losses) (S\$)	(341,545)
Unrealised Gains / (Losses) (S\$)	4,791

VI Borrowings of Net Asset Value	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Equity Portfolio Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.99%	0.99%	0.95%	0.95%
Turnover Ratio	7.92%	3.20%	As at 30-Jun-20 0.24%	As at 30-Jun-19 0.31%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds - Economic Scale Global Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Equity Portfolio Fund invests S\$12.32 million, equivalent to 100.08% of its net asset value in HSBC Global Investment Funds - Economic Scale Global Equity Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$34,944.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 174.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Equity Volatility Focused Fund

Fund Objective

HSBC Insurance Global Equity Volatility Focused Fund aims to provide long term total return by investing in a portfolio of equities worldwide. The Fund invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies domiciled or operating in both developed markets, such as OECD countries, and Emerging Markets. It may also invest in eligible closed-ended Real Estate Investment Trusts (REITs). Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the HSBC Global Investment – Global Equity Volatility Focused.

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Global Equity Volatility Focused Fund	
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Launch Date	18 Jan 2016	
CPFIS/SRS	SRS	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	S\$	1.27641
Bid Price	S\$	1.21259
Fund Size	S\$	5.02 mil
Units in Issue		4.14 mil

Investment and Market Review ^

Global Equities witnessed a volatile period finishing up 2.1%. Towards the end of 2019 global equities posted strong gains amid easing geopolitical and Brexit risks, renewed market optimism around economic growth and continued policy accommodation by central banks. Entering 2020, markets continued the positive momentum, however, as COVID-19 developed into a global pandemic and lockdown measures were introduced to limit infection rates, the global economy shuddered to a stop and markets saw a precipitous fall. A sharp rebound followed as infection rates started to slow, lockdown measures were eased and governments and central banks launched robust stimulus packages.

During the period the fund underperformed the benchmark, however, it exhibited a lower volatility. Detractors from relative performance included BP, a UK based oil producer, which finished the period in negative territory given the fall in oil prices. Furthermore, an underweight exposure to Amazon.com, a US based online retailer that gained strongly over the period as the demand for online shopping increased during the pandemic. Contributors included Tokyo Electron, a Japan based semiconductor manufacturer, which announced guidance above expectations driven by a recovery in memory spend, fuelling investor optimism over the company's outlook. Additionally, Rentokil Initial, a UK based building services company, gained on increased demand for hygiene related services. Sector and country allocation effects are residual to the stock selection process. Sector allocation was negative given an overweight exposure to Industrials. Country allocation was also negative given an overweight exposure to the UK and underweight exposure to the USA.

Market Outlook and Investment Strategy ^

Our measure of the global equity risk premium (excess return over cash) is still reasonable given other opportunities. We believe global equities still offer attractive rewards despite the risks to the growth outlook, while corporate fundamentals remain solid. Subdued corporate earnings expectations imply a relatively low bar for an upward surprise. Overall, policy support can help offset headwinds from more modest global growth, trade tensions and political uncertainty in many regions. However, investors must be aware of potential risks. Episodic volatility may be triggered by concerns surrounding global economic growth, trade tensions, and political risks. A further significant deterioration of the global economic outlook could also dampen our view. However, we remain of the view that we are facing a "cyclical slowdown", not a more severe recessionary environment. Finally, rising wage growth in many developed economies may undermine corporate profits.

Your equity portfolio aims to deliver diversified global equity exposure with lower volatility. Lower volatility can offer a smoother performance pattern that can help investors stay invested and capture long-term returns. The portfolio aims to invest in companies with an attractive combination of profitability and valuation. These quality companies typically have sustainable business models, strong balance sheets and good management. These stocks are combined with an aim to deliver a portfolio with lower volatility.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Volatility Focused Fund*	16.11	(10.55)	(3.05)	6.07	N.A.	N.A.	21.26

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Global Equity Volatility Focused Fund *	1.98	N.A.	N.A.	4.46

*This fund has no benchmark.

^AInception Date: 01 Feb 2016

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
HSBC Global Investment Funds – Global Equity Volatility Focused	100.00	5.02
Total	100.00	5.02

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	862,506
Redemption	2,002,804

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Global Equity Volatility Focused)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV S\$ mil
United States	42.25	98.12
United Kingdom	12.16	28.25
Germany	7.90	18.34
Japan	5.21	12.11
France	3.48	8.09
China	3.02	7.02
Korea	2.47	5.73
Netherlands	2.45	5.70
Others*	13.90	32.27
Cash	7.16	16.62
Total	100.00	232.25

*Includes other countries

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil
Information Technology	21.46	49.84
Industrials	15.53	36.08
Financials	13.74	31.90
Health Care	10.69	24.83
Consumer Staples	7.75	18.00
Communication Services	5.98	13.90
Utilities	4.99	11.60
Consumer Discretionary	4.88	11.33
Materials	4.28	9.94
Energy	3.12	7.24
Real Estate	0.42	0.97
Cash	7.16	16.62
Total	100.00	232.25

III Allocation of Debt Securities by Credit Ratings

N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Apple Inc	2.71	6.28
Home Depot Inc	2.60	6.04
Microsoft Corp	2.57	5.96
Nestle SA-Reg	2.38	5.52
Accenture Plc-Cl A	2.36	5.49
Cap Gemini SA	2.26	5.25
IQVIA Holdings Inc	2.26	5.25
Unitedhealth Group Inc	2.21	5.13
Walt Disney Co	2.20	5.12
Rentokil Initial Plc	2.17	5.04

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
IQVIA Holdings Inc	2.84	6.44
Home Depot Inc	2.65	5.99
Nestle SA	2.31	5.23
Walt Disney Co	2.30	5.21
Microsoft Corp	2.27	5.13
Johnson & Johnson	2.20	4.98
Munchener Ruckvers AG	2.16	4.89
BHP Billiton Ltd	2.15	4.86
Accenture PLC	2.11	4.77
Masco Corp	2.11	4.77

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.17%
Market value (S\$)	403,305
Realised Gains / (Losses) (S\$)	(1,705,314)
Unrealised Gains / (Losses) (S\$)	(1,238,173)

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Equity Volatility Focused Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.93%	1.93%	1.88%	1.90%
Turnover Ratio	8.78%	10.01%	0.61%	0.26%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global Equity Volatility Focused for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Equity Volatility Focused Fund invests S\$5.02 million, equivalent to 100% of its net asset value in HSBC Global Investment Funds – Global Equity Volatility Focused, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$42,499.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement
N.A.

E) Financial Statements
Refer to page 174.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global High Income Bond Fund

FUND FACTS

Fund Objective

HSBC Insurance Global High Income Bond Fund invests for high income primarily in a diversified portfolio of higher yielding fixed income bonds and other similar securities from around the world denominated in a range of currencies. This may include Investment Grade bonds, high yield bonds and Asian and Emerging Markets debt instruments. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the HSBC Global Investment Funds – Global High Income Bond Fund.

Underlying Sub-Fund

HSBC Global Investment Funds – Global High Income Bond Fund

Fund Manager

HSBC Global Asset Management (Singapore) Limited

Launch Date

18 Jan 2016

CPFIS/SRS

SRS

CPFIS Risk

N.A.

Classification

As at 30 June 2020

Offer Price

S\$ 1.26659

Bid Price

S\$ 1.20326

Fund Size

S\$ 5.57 mil

Units in Issue

4.63 mil

Investment and Market Review ^

The strategy delivered positive absolute performance over the period gross of fees. Overall, the fund saw positive contribution to return across most asset classes with the exception of Securitized Credit, which saw negative returns. From an asset class perspective US IG and US HY were the best performing segments over the period while EUR bonds and the Securitized Credit segments lagged somewhat. The EUR segment was the only one that outperformed its investment universe over the period.

Despite the trade dispute, which became a point of concern for investors as it flared up in May and again August of 2019, credit markets capped an impressive year with continued good performance in the 4th quarter. Credit market started the year with a continuation of the 2019 year-end rally on positive sentiment around the Phase One trade deal and solid economic numbers. While February saw increased volatility as COVID fears increased March was a historically volatile month for markets with a violent sell off sparked by a potential price war in oil between Russia and Saudi Arabia as well as the full realization of the impact of the coronavirus as countries around the globe began shutting down their economies in efforts to contain the spread. Following a low for risk assets on March 23rd, markets have rallied in Q2 in the wake of unprecedented government support and encouraging signs that infection rates had slowed.

Market Outlook and Investment Strategy ^

The IG market remains firmly supported by the positive technical of the Fed's backstop which should continue to help the market digest large amounts of new issuance and see spreads grind tighter barring any negative news flow should there be a setback in the recovery. High Yield now appears fairly valued however the market is differentiating between those sectors that are most exposed to the shocks of the COVID-19 pandemic and those that are less impacted, which has resulted in a divergence in valuations. In this market context, we are balancing investing in companies that are more defensive but with lower yields with those that may be currently impacted by COVID-19 but have strong balance sheets or access to liquidity and are offering higher yields and potential total returns.

The fund remains predominantly invested in BBB and BB credit with an allocation to sovereigns of 18% and ABS at 11%. The fund has an average credit rating of BBB/BBB- with 58% investment grade, 39% below investment grade and 2% cash. The strategy has exposure to US Investment Grade 16%, US High Yield 17%, EUR Credit 21%, EM 34% and Structured Credit 11%. The main industry sector exposure is to financials and basic industry. Financials offer attractive relative value vs industrials on a credit fundamentals basis given healthy balance sheets because of the sectors regulatory scrutiny following the GFC. Basic industry has become more attractive from a valuation perspective vs other sectors following the recent volatility.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global High Income Bond Fund*	10.38	(0.98)	1.37	7.63	N.A.	N.A.	20.33

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global High Income Bond Fund*	2.48	N.A.	N.A.	4.26

*This fund has no benchmark.

[^]Inception Date: 25 Jan 2016

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020
Asset Class	% of NAV MV S\$ mil
HSBC Global Investment Funds – Global High Income Bond Fund	100.00 5.57
Total	100.00 5.57

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	1,977,923
Redemption	623,231

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Global High Income Bond Fund)

I Allocation by Country

	As at 30 Jun 2020
Country	% of NAV MV S\$ mil
United States	31.51 866.12
France	7.26 199.56
Brazil	4.02 110.50
Germany	3.84 105.55
Mexico	3.76 103.35
United Kingdom	3.57 98.13
China	3.20 87.96
Ireland	3.03 83.29
Others*	37.39 1,027.72
Cash	2.42 66.52
Total	100.00 2,748.70

*Includes other countries

II Allocation by Industry

	As at 30 Jun 2020
Industry	% of NAV MV S\$ mil
Financial Institutions	22.77 625.88
Sovereign	15.44 424.40
Agencies	9.37 257.55
Consumer Cyclical	8.67 238.31
Energy	5.98 164.37
ABS	5.45 149.80
Basic Industry	5.37 147.61
Consumer Non cyclical	5.25 144.31
Communications	5.12 140.73
CMBS	3.33 91.53
Others*	10.83 297.69
Cash	2.42 66.52
Total	100.00 2,748.70

*Includes other industries

III Allocation of Debt Securities by Credit Ratings

Rating	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
AAA	2.20	60.48
AA	2.53	69.54
A	10.89	299.33
BBB	42.61	1,171.22
BB	24.42	671.23
B	13.09	359.80
CCC	0.49	13.47
CC	0.74	20.34
D	0.45	12.37
Unrated	0.16	4.40
Cash	2.42	66.52
Total	100.00	2,748.70

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Saudi Int Bond 4.500 26/10/46	0.89	24.10
Carnival Corp 11.500 01/04/23	0.59	16.30
Quatrim 5.875 15/01/24	0.59	16.23
Arab Rep Egypt 7.625 29/05/32	0.53	14.70
Philippines(Rep) 3.700 02/02/42	0.50	13.78
Costa Rica Govt 7.000 04/04/44	0.49	13.52
Abu Dhabi Govt 4.125 11/10/47	0.47	12.80
Rep Of Nigeria 7.696 23/02/38	0.45	12.29
Kenya Rep Of 7.000 22/05/27	0.44	12.12
Argentina 5.875 11/01/28	0.43	11.94

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
US Treasury N/B 3.375 15/11/48	1.07	24.23
Saudi Int Bond 4.500 26/10/46	0.71	16.10
Oman Intrnl Bond 5.375 08/03/27	0.49	11.28
Sinopec Capital 3.125 24/04/23	0.41	9.38
Brazil Rep Of 4.875 22/01/21	0.40	9.15
Argentina 5.875 11/01/28	0.40	9.13
Rep Of Sri Lanka 6.750 18/04/28	0.39	8.97
Allianz Se 3.375	0.38	8.65
AT&T Inc 5.250 01/03/37	0.37	8.55
Ghana Rep Of 7.625 16/05/29	0.37	8.46

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.44%
Market value (S\$)	12,080,245
Realised Gains / (Losses) (S\$)	54,793,199
Unrealised Gains / (Losses) (S\$)	(43,219,482)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

Expense/Turnover Ratios	HSBC Insurance Global High Income Bond Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.57%	1.58%	1.52%	1.55%
Turnover Ratio	13.16%	4.48%	0.89%	0.61%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global High Income Bond Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global High Income Bond Fund invests S\$5.57 million, equivalent to 100% of its net asset value in HSBC Global Investment Funds – Global High Income Bond Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$25,492.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 175.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Multi-Asset Fund

Fund Objective

HSBC Insurance Global Multi-Asset aims to provide a fixed income distribution of 5% per annum and capital growth over a market cycle by investing in a diversified range of assets and markets worldwide. The Sub-fund aims to provide a volatility (a measure of how much the Sub-Fund's returns may vary over a year) of between 5-7% per annum.

Investment and Market Review [^]

Fixed income was positive over the period, while the portfolio's equities and hybrids positions detracted. Supportive central bank policy at the start of the period and unprecedented stimulus due to COVID-19 market volatility meant that fixed income made material contributions across the board, led by investment grade bonds. This dynamic also supported EMD (hard and local). Aside from credit, the largest contribution came from our allocation to government bonds as yields continued to rally over the period. In equities, our US and global exposure added to returns, as US-China trade tensions abated and global data started to surprise on the upside. Elsewhere, our alternatives position was positive over the period, driven by our catastrophe bonds exposure.

Overall, our equity allocation detracted from performance, with Asian and European equities being the largest detractors. Our REITs position was also negative for returns. Our hybrids allocation marginally detracted over the period, with convertible bonds being the main detractor.

We finished the period with positive performance as a result of the portfolio being positively positioned to capture the gradual recovery seen in financial markets, with the key contributor being our investment grade bonds. This quality led recovery is apparent in 2Q20's strong performance.

Market Outlook and Investment Strategy [^]

Looking forward, we remain more concerned about growth than inflation for the rest of this year as "coronaphobia" will subdue economic activity. Government intervention has reduced tail risks and has been necessary to plug the huge gap in demand.

For now, we are assuming that the response has been proportionate rather than an overdose of stimulus. This muted inflationary backdrop, combined with treasury yields anchored by low rates, and equity markets that have rallied strongly but remain vulnerable to further dividend cuts, should benefit income strategies as we venture further into the 2H20.

That being said, in the absence of a medical breakthrough, we continue to tread cautiously. We retain a sharp focus on quality; well-capitalised, resilient companies that are well placed to weather what may be a bumpy ride ahead.

[^] Source: Schroder Investment Management (Singapore) Ltd

FUND FACTS

Underlying Sub-Fund	Schroder International Selection Fund – Global Multi-Asset Income
Fund Manager	Schroder Investment Management (Singapore) Ltd
Launch Date	18 Jan 2016
CPFIS/SRS	SRS
CPFIS Risk Classification	N.A.
As at 30 June 2020	
Offer Price	S\$ 1.11261
Bid Price	S\$ 1.05698
Fund Size	S\$ 1.88 mil
Units in Issue	1.78 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Multi-Asset Fund*	10.04	(8.69)	(4.90)	(2.47)	N.A.	N.A.	5.70

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Global Multi-Asset Fund*	(0.83)	N.A.	N.A.	1.30

*This fund has no benchmark.

^AInception Date: 21 Mar 2016

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
Schroder International Selection Fund - Global Multi-Asset Income	100.00	1.88
Total	100.00	1.88

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	793,137
Redemption	207,783

C) Underlying Sub-Fund Disclosure (Schroder International Selection Fund - Global Multi-Asset Income)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV S\$ mil
North America	69.67	1,754.18
Emerging Markets	13.26	333.87
Europe ex-UK	6.55	164.92
Asia Pacific ex Japan	5.97	150.32
UK	2.57	64.71
Japan	0.18	4.53
Cash	1.80	45.32
Total	100.00	2,517.85

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV S\$ mil
Financials	16.61	418.22
Consumer Discretionary	12.35	310.95
Information Technology	11.33	285.27
Energy	9.16	230.64
Consumer Staples	8.67	218.30
Communication Services	8.03	202.18
Real Estate	6.43	161.90
Health Care	6.09	153.34
Government	5.70	143.52
Industrials	4.93	124.13
Others*	8.90	224.08
Cash	1.80	45.32
Total	100.00	2,517.85

*Includes other industries

III Allocation of Debt Securities by Credit Ratings

Rating

(For Debt securities portfolio only)

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
AAA / Aaa	0.31	7.81
AA+ / Aa1	1.77	44.57
AA / Aa2	0.41	10.32
AA- / Aa3	0.22	5.54
A+ / A1	0.49	12.34
A / A2	1.09	27.44
A- / A3	2.04	51.36
BBB+ / Baa1	3.08	77.55
BBB / Baa2	5.56	139.99
BBB- / Baa3	5.40	135.96
BB+ / Ba1	2.45	61.69
BB / Ba2	3.67	92.41
BB- / Ba3	4.86	122.37
Unrated	21.55	542.60
Others*	8.74	220.05
Total	61.64	1,552.00

*Includes lower rated debt securities

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Bank Of America Corp Perp 7.25 31-Dec-2049	1.04	26.17
Microsoft Corp	0.78	19.64
Bunge Ltd Perp 4.875 31-Dec-2049	0.76	19.14
Hong Kong Exchanges And Clearing L	0.62	15.61
Facebook Class A Inc A	0.61	15.36
Taiwan Semiconductor Manufacturing	0.60	15.11
Alphabet Inc Class A A	0.59	14.86
Allianz	0.54	13.60
Macquarie Group Ltd Def	0.54	13.60
Amazon Com Inc	0.53	13.34

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
Bank Of America Corp Perp 7.25 31-Dec-2049	0.60	25.24
Wells Fargo & Company Series L Perp 7.5 31-Dec-2049	0.59	24.82
Virgin Media Secured Finance PLC 5.5 15-May-2029	0.41	17.25
Cheniere Energy Partners LP 5.625 01-Oct-2026	0.41	17.25
CCO Holdings LLC 5.375 01-Jun-2029	0.40	16.83
Sprint Capital Corporation 6.875 15-Nov-2028	0.39	16.41
Starwood European Real Estate Fina ltr	0.38	15.99
Oman Sultanate Of (Government) 3.625 15-Jun-2021	0.35	14.72
Ally Financial Inc T2 5.75 20-Nov-2025	0.34	14.30
Microsoft Corp	0.33	13.88

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	(34.00%)
Market value (S\$)	(8,695,867)
Realised Gains / (Losses) (S\$)	23,090,303
Unrealised Gains / (Losses) (S\$)	(8,695,867)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Multi-Asset Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.62%	1.60%	1.57%	1.57%
Turnover Ratio	15.10%	17.69%	95.37%	0.00%

*Based on unaudited figure as at 31 Mar 2019 as the expense ratio of Schroder International Selection Fund - Global Multi-Asset Income for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

Each Investment Manager may enter into soft commission arrangements only where there is a direct and identifiable benefit to the clients of the Investment Manager, including the relevant Sub-Fund, and where the Investment Manager is satisfied that the transactions generating the soft commissions are made in good faith, in strict compliance with applicable regulatory requirements and in the best interests of the relevant Sub-Fund. Any such arrangements must be made by the Investment Manager on terms commensurate with best market practice.

E) Financial Statements

Refer to page 175.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance India Equity Fund

Fund Objective

HSBC Insurance India Equity Fund seeks long-term capital growth through a diversified portfolio of investments in equity and equity-equivalent securities of companies registered in, and/or with an official listing on a major stock exchange or other regulated market of India, as well as those with significant operations in India. Fund investments are made by way of a feeder fund through the HSBC Global Investment Funds - Indian Equity.

Investment and Market Review ^

The Standard and Poor (S&P) IFCI/India Gross Index declined 16.78% over the 1y horizon and underperformed the broader MSCI Asia Pacific ex Japan market (-0.33%). In terms of sectors, Energy (+0.86%) is the top performing one and the only sector to have returned positively. 2019 was a good year for the Nifty, which has returned 12%, but the gain was offset by the significant decline in 1H20 as a result of COVID-19. Close to 30m migrant workers have returned home and some feared that it may be a drag on the potential growth in FY21. India has begun unlocking since mid-May and activity is ticking up, led by a wave of postponed consumption demand. In supporting the economy, the Reserve Bank of India (RBI) has touched upon each of its functions – rate setting, liquidity infusion and regulation. The benchmark repo rate has been cut by 115 basis point (bps) (effective rates by a larger 180bp), liquidity in the banking sector has been expanded to over INR7trn, and the loan moratorium has been further extended.

The fund underperformed the benchmark on a 1-year basis. Positive stock selection effect in IT and Utilities positively contributed to performance, offset by the unfavourable stock selection effect in the communications and consumer staples space. The largest relative contributors over the year is Indusind Bank. We have no exposure in the Indian bank, which has declined significantly in February and March 2020 along with other bank stocks due to fears of credit risk. The Largest relative detractors over the year is Reliance Industries. We have underweight Reliance Industries and the stock has rebounded significantly in Q2. This is partially due to the successful asset sale to the Abu Dhabi Investment Authority. A few of the top detractors are financial names that we overweight; the decline in stock price is due to concern on rising credit risk. In terms of sector positioning, we are most overweight to Real Estate and Financials and most underweight to Health Care and Industrials.

Market Outlook and Investment Strategy ^

Our portfolio is tilted toward cyclicals on the expectation of improved economic outlook in FY21 due to rate cuts this year. Our overweight in financials has hurt the fund's performance as the corporate lending environment continues to deteriorate and weakness in small enterprises and retail segment becomes significant. While we would broadly continue with our current stance, we are looking to weed out the weak links in our portfolio, consolidate our existing holdings and enter new names, which we earlier avoided due to rich valuations. Potential risks ahead include: risks of renewed lockdowns if COVID-19 cases in India accelerates further, credit risks in the financial sector should non-performing loans rise sharply, and potential sovereign ratings downgrades

^ Source: HSBC Global Asset Management (HK) Limited

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds - Indian Equity Fund	
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Launch Date	19 Apr 2004	
CPFIS/SRS*	SRS	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	S\$	2.20756
Bid Price	S\$	2.09718
Fund Size	S\$	43.47 mil
Units in Issue		20.73 mil

*Note: With effect from 1 Mar 2014, the Fund has been delisted from CPFIS.

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance India Equity Fund	19.65	(20.03)	(22.31)	(19.78)	(5.68)	(17.12)	120.76
Benchmark*	19.72	(14.04)	(14.19)	(4.40)	16.09	31.66	308.48

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance India Equity Fund	(7.08)	(1.16)	(1.86)	5.03
Benchmark*	(1.49)	3.03	2.79	9.11

*S&P/IFC Investible India Index (SGD)

[^]Inception Date: 14 May 2004

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV \$ mil
HSBC Global Investment Fund - Indian Equity Fund	100.02	43.48
Other assets	0.14	0.06
Other liabilities	(0.16)	(0.07)
Total	100.00	43.47

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	\$
Subscription	8,353,209
Redemption	13,847,535

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Indian Equity Fund)

I Allocation by Country

	As at 30 Jun 2020	
Country	% of NAV	MV \$ mil
India	97.99	1,293.39
Cash	2.01	26.53
Total	100.00	1,319.92

II Allocation by Industry

	As at 30 Jun 2020	
Industry	% of NAV	MV \$ mil
Financials	31.44	415.19
Information Technology	13.30	175.52
Energy	12.10	159.70
Consumer Staples	10.00	131.95
Consumer Discretionary	8.07	106.49
Materials	6.81	89.84
Communication Services	4.86	64.12
Health Care	3.86	50.89
Industrials	3.25	42.89
Real Estate	2.72	35.94
Utilities	1.58	20.86
Cash	2.01	26.53
Total	100.00	1,319.92

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

V Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Reliance Industries Ltd	9.31	122.80
Infosys Ltd 10170616	9.08	119.85
HDFC Bank Ltd	8.68	114.54
ICICI Bank Ltd	5.45	71.91
Housing Development Finance Corp	4.52	59.63
HCL Technologies Ltd	4.22	55.67
Maruti Suzuki India Ltd	3.65	48.21
Bharti Airtel Ltd	3.35	44.28
Axis Bank Ltd	3.25	42.94
ITC Ltd	3.16	41.73

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HDFC Bank Ltd	9.88	189.98
Infosys Ltd	8.49	163.06
ICICI Bank Ltd	6.61	126.95
Axis Bank Ltd	6.31	121.24
Reliance Industries Ltd	5.41	104.02
Housing Development Finance Corp	4.95	95.04
HCL Technologies Ltd	4.26	81.86
ITC Ltd	3.90	74.96
Larsen & Toubro Ltd	3.76	72.30
Maruti Suzuki India Ltd	3.62	69.51

V Exposure to Derivatives

N.A.

As at 30 Jun 2020

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance India Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.95%	1.93%	1.90%	1.90%
Turnover Ratio	10.50%	12.71%	0.37%	0.18%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Fund - Indian Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance India Equity Fund invests S\$43.48 million, equivalent to 100.02% of its net asset value in HSBC Global Investment Fund - Indian Equity Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$255,381.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 175.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Pacific Equity Fund

Fund Objective

HSBC Insurance Pacific Equity Fund aims to provide holders with medium to long-term capital growth from a diversified portfolio of Asian-Pacific equities excluding Japanese equities. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the Aberdeen Standard Select Portfolio – Aberdeen Standard Pacific Equity Fund.

Investment and Market Review [^]

It was a roller-coaster ride for Asian equities in the 1H20. In 1Q20, markets plunged, owing to worries over the COVID-19 pandemic. Stocks rebounded sharply from the March troughs on sustained large-scale policy stimulus and the re-opening of economies across the region. The fund matched the benchmark's rally in the June quarter, and outperformed by 65bps over the six months. Our stock picks in China, Australia and Korea offset the drag on performance from the overweight position and stock selection in India. The world's biggest video games company, Tencent, a China company's revenue surged all-time high on robust demand for its mobile games during the lockdowns. Wuxi Biologics rallied as the contract research organisation continued to benefit from healthy demand for global outsourcing, despite COVID-19 and rising US-China tensions. These positives outweighed the negative impact of not holding Alibaba, a benchmark heavyweight, which outperformed over the period. Another mainland holding, China Resources Land, was among the laggards. The developer retreated on concerns of a potential second COVID-19 wave, which may delay the recovery of its home sales and mall rental income. We like the company for its solid balance sheet, while its investment properties position it well to benefit from industry consolidation post-pandemic. In Korea, Samsung Electronics contributed positively. Rebounding smartphones and TV sales, alongside cost-savings from lower marketing spending, buoyed the tech giant. Chemicals group LG Chem benefited, as investors were positive about prospects for electric vehicles. Elsewhere, the position in ASML Holding, a non-benchmark holding, boosted fund returns too. Demand for its EUV equipment remained steady amid its key clients' commitment towards investing in advanced technologies. Hurting performance was our overweight to India, amid concerns about rising COVID-19 cases and the economic fallout. However, we remain confident about the quality of our holdings. For example, although HDFC and HDFC Bank detracted, they posted better returns in June. Both are likely to gain market share as other state-owned lenders and non-bank financial companies face funding and asset quality challenges.

Market Outlook and Investment Strategy [^]

We are cautious about the near-term outlook for Asia, given the apparent disconnect between equity prices, economic and corporate fundamentals. With the pace of recovery still uncertain, a pullback may be due. Governments are grappling with the delicate balancing act of re-opening economies while avoiding a resurgence in COVID-19 infections. Several countries have re-imposed curbs, and a return to widespread containment measures would surely stymie the fragile recovery. Complicating matters further is the spike in US-China tensions, with the rift broadening out to areas other than trade. Notably, we are paying close heed to the rivalry in technology, which could disrupt smartphone supply chains and delay the rollout of 5G networks. It is no surprise that the outlook for corporate earnings is muted. Many companies have lowered their profit forecasts, while dividend and capital spending has been cut. Therefore, our focus remains on investing in good quality companies that are able to weather the current storms. We believe our holdings' defensive traits, including balance sheet strength; visible revenue streams and healthy profit margins were invaluable. We also favour market-leading businesses that hitched to structural growth drivers in Asia. E-commerce and online activity have boomed during the pandemic, alongside longer-term shifts, including rising demand for healthcare and infrastructure. Thus, we will take advantage of market gyrations, putting capital to work in our highest-conviction ideas while exiting those with declining prospects.

[^] Source: Aberdeen Standard Investments (Asia) Limited

FUND FACTS

Underlying Sub-Fund	Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific Equity Fund
Fund Manager	Aberdeen Standard Investments (Asia) Limited
Launch Date	01 Apr 2010
CPFIS/SRS	OA/SRS
CPFIS Risk Classification	Higher Risk – Narrowly Focused - Regional - Asia
As at 30 June 2020	
Offer Price	S\$ 1.53168
Bid Price	S\$ 1.45510
Fund Size	S\$ 140.82 mil
Units in Issue	96.78 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Pacific Equity Fund	16.25	(2.78)	1.71	8.81	20.75	61.59	53.17
Benchmark*	16.10	(2.49)	3.04	12.44	29.63	82.57	62.09

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Pacific Equity Fund	2.86	3.84	4.92	4.25
Benchmark*	3.99	5.33	6.20	4.83

*MSCI AC Asia Pacific ex Japan Index (in SGD)

[^]Inception Date: 06 Apr 2010

B) Fund Disclosure

I Allocation by Asset Class

	As at 30 Jun 2020	
Asset Class	% of NAV	MV S\$ mil
Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific Equity Fund	100.05	140.89
Other assets	0.56	0.79
Other liabilities	(0.61)	(0.86)
Total	100.00	140.82

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	27,718,304
Redemption	55,056,306

Underlying Sub-fund Disclosure (Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific

C) Equity Fund)

I Allocation by Country

	As at 31 Mar 2020 [†]	
Country	% of NAV	MV S\$ mil
China	30.15	357.80
Hong Kong SAR	10.22	121.25
South Korea	8.86	105.18
India	8.32	98.70
Australia	8.11	96.24
Taiwan	7.95	94.37
Singapore	6.03	71.59
Indonesia	4.46	52.95
United Kingdom	3.23	38.35
Others*	12.67	150.14
Total	100.00	1,186.57

*Includes other countries, cash and other payable/receivable.

[†] Based on audited figures as at 31 Mar 2020 as the unaudited figures as at 30 Jun 2020 are not available.

II Allocation by Industry		As at 31 Mar 2020†	
Industry	% of NAV	MV	\$ mil
Financials	21.33	253.06	
Information Technology	19.14	227.15	
Unit Trusts	12.12	143.77	
Communication Services	11.39	135.14	
Healthcare	6.90	81.83	
Consumer Discretionary	6.55	77.71	
Real Estate	5.80	68.83	
Materials	4.74	56.28	
Industrials	3.90	46.33	
Consumer Staples	2.97	35.21	
Energy	1.22	14.53	
Others*	3.94	46.73	
Total	100.00	1,186.57	

*Includes cash and other payable/receivable

III Allocation of Debt Securities by Credit Ratings	As at 31 Mar 2020†
N.A.	

IV Top Ten Holdings of Underlying Sub-Fund		As at 31 Mar 2020†	
	% of NAV	MV	\$ mil
Tencent	9.66	114.46	
Samsung Electronics (Preference Shares)	7.73	91.67	
Taiwan Semiconductor Manufacturing Company	7.18	85.25	
Aberdeen Standard China Opportunities Fund	4.35	51.67	
Ping An Insurance	3.93	46.67	
CSL	3.38	40.13	
China Resources Land	3.13	37.19	
AIA Group	3.08	36.55	
Aberdeen Standard Singapore Equity Fund	2.63	31.26	
HDFC	2.36	27.95	

Top Ten Holdings of Underlying Sub-Fund		As at 31 Mar 2019&	
	% of NAV	MV	\$ mil
Aberdeen Standard SICAV I - Indian Equity Fund*	7.72	111.66	
Aberdeen Standard Singapore Equity Fund	6.53	94.30	
Tencent	5.16	74.50	
Aberdeen Standard China Opportunities Fund	5.06	73.11	
Samsung Electronics (Preference Shares)	5.01	72.35	
Taiwan Semiconductor Manufacturing Company	4.50	64.97	
Aberdeen Standard Thailand Equity Fund	3.06	44.17	
Ping An Insurance	2.89	41.77	
AIA Group	2.81	40.61	
China Resources Land	2.74	39.55	

* The underlying fund is not authorized for public sale in Singapore

V Exposure to Derivatives	As at 31 Mar 2020†
N.A.	

VI Borrowings of Net Asset Value	As at 31 Mar 2020†
N.A.	

& Based on audited figures as at 31 Mar 2019 as the unaudited figures as at 30 Jun 2019 are not available.

† Based on audited figures as at 31 Mar 2020 as the unaudited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Pacific Equity Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.68%	1.73%	1.63%	1.70%
Turnover Ratio	16.12%	19.70%	18.64%	5.99%

*Based on unaudited figures as at 31 Mar 2020 as the expense and turnover ratios of Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific Equity Fund for the financial year ended 30 Jun 2020 are not available.

**Based on unaudited figures as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

Cash balances maintained with HSBC Bank as at 30 June 2020 amounts to S\$33,150.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 176.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Premium Balanced Fund

Fund Objective

HSBC Insurance Premium Balanced Fund seeks to achieve long-term capital growth by investing in a diversified portfolio of securities. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the DWS Premier Select Trust.

Investment and Market Review [^]

Coronavirus and its repercussions continue to dominate people's lives, the economy and stock markets. In our forecasts we assume that most countries experienced their economic trough in April, or in May at the latest. Even though we expect some countries and regions to suffer further flare ups in infection rates, we do not expect the broad global lockdown of the spring to be repeated. Normalization is coming, and we expect it to be fast at first, but then gradual, so that global economic output will not return to its late-2019 level until the end of 2022. However, the term 'normalization' should be used with caution. Despite advances in treatment and more experience in dealing with the virus, it may well continue to frighten many people and have a major impact on economic and social life for some time to come. For the economy, too, normalization looks difficult. We should not forget just how extraordinary the fall was. Whether in transport, car sales or tourism, drops in activity of 80% or more were recorded. As a result, in the second quarter, industrialized countries are likely to have suffered the biggest economic decline in percentage terms in their history: more than 10% down on a year earlier. The outlook for 2020 as a whole is not much better. We expect the Eurozone economy to contract by 7.5% on a year earlier and the US by 5.7%. Added to this is the longer-term uncertainty as to how unemployment, which has soared to unprecedented highs, especially in the US that will be brought back down.

Market Outlook and Investment Strategy [^]

As measured by the MSCI AC World Index, they are already trading back at the November 2019 level and the Nasdaq is now up again since the beginning of the year. This once again reflects the triumph of technology stocks. COVID-19, meanwhile, has made the healthcare sector another star of the equity universe. From a relative perspective, these sectors remain our favorites. From an absolute perspective, however, it is hard to justify the current valuations – and this applies to the market as a whole. Assuming the same earnings level in 2022 as in 2019 and discounting that to the present, the valuation (price-to-earnings ratio) for the S&P 500 for example is above the pre-crisis level. That would normally be seen as expensive. The economic cycle is more uncertain than ever and it is unclear what might plague us in the not too distant future: inflation, or deflation. In addition, central banks are continuing to expand their balance sheets apace. In these extraordinary circumstances, more and more investors seem to be concluding that inflation-resistant assets such as equities would be the preferable choice. While medium-term returns for equities might be moderate, we still expect some sectors to profit from mega trends such as further digitalization and automation and smart urbanization. Cash-distributions are another important issue as slow-to-recover earnings test high valuations. Dividend-oriented strategies have suffered, as many investors doubt the ability of companies to pay dividends because of the crisis. However, good dividend-stock selection made it possible to come through the turmoil surprisingly well. We believe attention was and needed to be paid not only to the quantity but also to the quality of the payouts, or, put differently, the ability of the company to generate the necessary cash flows for the dividends. Now that some degree of economic recovery is likely, selected cyclical stocks have become interesting again. We are looking at mining and selected material stocks.

[^] Source: DWS Investments Singapore Limited

FUND FACTS

Underlying Fund	DWS Premier Select Trust
Fund Manager	DWS Investments Singapore Limited
Launch Date	02 Jan 2001
CPFIS/SRS*	SRS
CPFIS Risk	N.A
Classification	

As at 30 June 2020

Offer Price	S\$ 1.99147
Bid Price	S\$ 1.89190
Fund Size	S\$ 125.05 mil
Units in Issue	66.10 mil

*Note: With effect from 27 Mar 2017, the Fund has been delisted from CPFIS

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Premium Balanced Fund*	5.47	3.34	8.00	18.74	25.82	58.08	99.15

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Premium Balanced Fund*	5.89	4.70	4.69	3.62

*This fund has no benchmark.

[^]Inception Date: 13 Feb 2001

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
DWS Premier Select Trust	100.02	125.08
Other assets	0.22	0.27
Other liabilities	(0.24)	(0.30)
Total	100.00	125.05

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	5,506,537
Redemption	9,274,291

C) Underlying Fund Disclosure (DWS Premier Select Trust)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
Ireland	26.95	47.74
Luxembourg	72.71	128.85
Other net assets	0.34	0.61
Total	100.00	177.20

II Allocation by Industry

Industry	As at 30 Jun 2020 % of NAV	MV S\$ mil
Exchange Traded Funds	99.66	176.59
Other net assets	0.34	0.61
Total	100.00	177.20

III Allocation of Debt Securities by Credit Ratings

	As at 30 Jun 2020
N.A.	

IV Top Ten Holdings of Underlying Fund [^]

	As at 30 Jun 2020 % of NAV	MV S\$ mil
Xtrackers II Singapore Government Bond UCITS ETF	72.72	128.85
Xtrackers MSCI World UCITS ETF	26.94	47.74

Top Ten Holdings of Underlying Fund [^]

	As at 30 Jun 2019 % of NAV	MV S\$ mil
Xtrackers II Singapore Government Bond UCITS ETF	72.77	124.81
Xtrackers MSCI World UCITS ETF	27.10	46.49

[^]Less than Ten Holdings in the Underlying Fund.

V Exposure to Derivatives	As at 30 Jun 2020
% of NAV	-
Market value (S\$)	-
Realised Gains / (Losses) (S\$)	(7,452)
Unrealised Gains / (Losses) (S\$)	-

VI Borrowings of Net Asset Value	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Premium Balanced Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.06%	1.07%	0.92%	0.93%
Turnover Ratio	4.88%	5.00%	As at 30-Jun-20 1.94%	As at 30-Jun-19 0.55%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of DWS Premier Select Trust for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 176.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Singapore Bond Fund

Fund Objective

HSBC Insurance Singapore Bond Fund seek to achieve long-term capital growth by investing in a portfolio of bonds denominated in or hedged into SGD. Fund investments are made by way of a feeder fund, which invests substantially all or all of its assets in the HSBC Global Investment Funds - Singapore Dollar Income Bond.

FUND FACTS

Underlying Fund

HSBC Global Investment Funds - Singapore Dollar Income Bond
HSBC Global Asset Management (Singapore) Limited
02 May 2002
SRS
N.A

Fund Manager

Launch Date

CPFIS/SRS

CPFIS Risk

Classification

Investment and Market Review [^]

As at 30 June 2020

Both Singapore dollar bonds and Asian credit finished the past year higher. Although market sentiment improved towards the end of 2019 after US-China trade negotiations made significant

Offer Price

S\$ 1.52611

Bid Price

S\$ 1.44980

Fund Size

S\$ 25.62 mil

Units in Issue

17.67 mil

progress and policies turned accommodative to cushion a growth slowdown, the COVID-19 outbreak sparked a steep slide in yields and global selloff, prompting the governments globally to curb virus with stringent measures. The US Fed decisively brought interest rate back to zero bound, conducted massive open market operations and pledged for unlimited asset purchases to support the economy, driving bond yields especially the short-end lower. The Fed further projected that interest rates would remain near zero through 2022, but the central bank was not prepared to take them into negative territory. Market rebounded strongly in 2Q20, but slowed in June as optimism from reopening of the economy and recovering economic activity were offset by fear for a second wave of infection and renewed US-China tensions.

The Singapore sovereign yield curve shifted lower amid slower growth outlook that was further dampened by the coronavirus outbreak. Infection curve flattened out since May thanks to containment measures imposed, and the government gradually reopened the economy in June. The MAS made its first move in October to reduce the slope of Singapore Dollar Nominal Effective Exchange Rate (SGDNEER), and further delivered double-easing in March, reducing the slope of appreciation to 0% and re-centering the mid-point of its SGDNEER band downwards. Meanwhile, fiscal deficits was expanded significantly but implication to bond market should be limited given this would be funded by the country's reserves.

Market Outlook and Investment Strategy [^]

We believe the enduring investment thesis for diversifying into Asian credit remains fully intact. Asian credit tends to carry higher yields than other markets while also having lower average duration. If we consider the lower default expectation for Asia relative to the US and most other EMs, this seems particularly valuable. In Singapore, the government would continue to focus on cushioning off impact from COVID-19, especially on preserving and creating jobs. Given the restrictive measures put in place for most of 2Q20, we see a material GDP contraction in Q2. Elsewhere, we expect inflation to stay in negative territory this year to reflect a weak economic recovery and worsening labour market conditions. This suggests bond yields could stay low for longer and policies would remain accommodative.

Over the past year, the fund has registered a positive return despite the global selloff this year. The fund's positioning has remained stable with duration being managed at around three years. It continues to hold a meaningful size of SGD denominated investment grade bonds. At the same time, it also diversifies into the USD Asian credit market, which offers a wider selection of bonds across the credit rating spectrum than the SGD bond market. Taking into account the hedging cost, all in yields for Asian credit are similar to SGD bonds, and we are seeing attractive opportunities in the former for credit spread compression. From a sectoral standpoint, the fund continues to prefer agencies and corporates over sovereign bonds.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Singapore Bond Fund*	4.63	1.36	2.34	5.19	9.49	20.15	47.94

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Singapore Bond Fund*	1.70	1.83	1.85	2.19

*This fund has no benchmark.

^AInception Date: 04 Jun 2002

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
HSBC GIF Singapore Dollar Bond Fund	100.00	25.62
Total	100.00	25.62

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	1,887,255
Redemption	5,665,185

C) Underlying Fund Disclosure (HSBC GIF Singapore Dollar Bond Fund)

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV S\$ mil
Singapore	35.52	91.25
China	26.27	67.48
Australia	7.45	19.15
India	6.47	16.61
Hong Kong SAR	5.97	15.34
Thailand	4.18	10.73
Indonesia	4.06	10.43
South Korea	4.01	10.29
Others*	3.96	10.19
Cash	2.11	5.43
Total	100.00	256.90

*Includes other countries and net assets

II Allocation by Industry

Industry	As at 30 Jun 2020 % of NAV	MV S\$ mil
Banks	27.14	69.73
Real Estate	22.22	57.09
Reits	9.24	23.75
Energy	6.99	17.95
Communications	5.73	14.73
Diversified Financial serv	5.25	13.50
Industrial	4.98	12.79
Consumer Cyclical	4.42	11.36
Utilities	4.31	11.07
Government	4.27	10.98
Others*	3.34	8.52
Cash	2.11	5.43
Total	100.00	256.90

*Includes other industries and net assets

III Allocation of Debt Securities by Credit Ratings			As at 30 Jun 2020	
Rating	% of NAV	MV S\$ mil		
AAA	3.79	9.75		
AA	4.93	12.66		
A	22.91	58.85		
BBB	42.93	110.28		
BB	15.95	40.98		
B	6.27	16.10		
Unrated	1.11	2.85		
Cash	2.11	5.43		
Total	100.00	256.90		

IV Top Ten Holdings of Underlying Fund			As at 30 Jun 2020	
	% of NAV	MV S\$ mil		
DBS Group Hldgs	2.05	5.29		
United Overseas	2.06	5.28		
Ascendas Reit	2.04	5.23		
Optus Finance	2.01	5.17		
Aust & Nz Bank	2.00	5.14		
Singtel Group Tr	1.99	5.12		
Sun Hung Kai Pro	1.99	5.11		
Aoyuan Property	1.83	4.70		
Natl Australiabk	1.82	4.67		
Logan Group Co	1.79	4.59		

Top Ten Holdings of Underlying Fund			As at 30 Jun 2019	
	% of NAV	MV S\$ mil		
Government of Singapore 2% 01/02/2024	8.44	8.09		
Export-Import Bank of Korea Series EMTN 2.318% 27/09/2022	4.43	4.24		
Korea Expressway Corporation Series GMTN FRN 28/10/2019	4.25	4.07		
Petronas Global Sukuk Limited 2.707% 18/03/2020	4.24	4.06		
Cagamas Global PLC EMTN 2.52% 03/08/2020	3.13	3.00		
United States Treasury Note 2.75% 31/08/2023	2.93	2.81		
United States Treasury Note 2.125% 31/07/2024	2.87	2.75		
United States Treasury Note 2.125% 30/11/2023	2.87	2.75		
Exim Sukuk Malaysia Berhad 3.01% 28/01/2021	2.84	2.72		
Petronas Capital Limited 5.25% 12/08/2019	2.83	2.71		

V Exposure to Derivatives		As at 30 Jun 2020
% of NAV		(0.06%)
Market value (S\$)		(117,274)
Realised Gains / (Losses) (S\$)		(1,107,814)
Unrealised Gains / (Losses) (S\$)		2,302,748

VI Borrowings of Net Asset Value		As at 30 Jun 2020
N.A.		

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Singapore Bond Fund		Underlying Fund^A	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.85%	0.69%	1.00%	0.65%
			As at 30-Jun-20	As at 30-Jun-19***
Turnover Ratio	4.11%	6.46%	0.38%	51.23%

*Based on audited figure at 31 Mar 2020 as the expense ratio of HSBC GIF Singapore Dollar Income Bond Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure from DWS Lion Bond Fund as at 31 Mar 2019 for comparative purposes.

***Based on unaudited figure from DWS Lion Bond Fund as at 30 Jun 2019 for comparative purposes.

^AThe underlying fund was replaced from DWS Lion Bond Fund to HSBC GIF Singapore Dollar Income Bond Fund with effect from 07 February 2020.

II Related-Party Transactions

HSBC Insurance Singapore Bond Fund invests S\$25.62 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Fund - Singapore Bond Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 11 Feb 2019 to 30 June 2020 amounts to S\$81,515.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 176.

**For more information, please contact your financial planner,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Singapore Equity Fund

Fund Objective

HSBC Insurance Singapore Equity Fund seeks to achieve long-term capital growth primarily through investment in securities of companies listed on the Singapore Exchange Securities Trading Limited. The portfolio will be broadly diversified with no specific industry or sectoral emphasis. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the Schroder Singapore Trust.

FUND FACTS

Underlying Fund	Schroder Singapore Trust
Fund Manager	Schroder Investment Management (Singapore) Ltd
Launch Date	03 August 2015
CPFIS/SRS	SRS
CPFIS Risk	N.A.
Classification	
As at 30 June 2020	
Offer Price	S\$ 1.12052
Bid Price	S\$ 1.06449
Fund Size	S\$ 17.18 mil
Units in Issue	16.14 mil

Investment and Market Review ^

Singapore stocks ended sharply lower over the period, with most of the decline occurring in March 2020 when risk sentiment dampened primarily due to the worsening COVID-19 pandemic globally. The transportation sub-sector was the worst-performing sector, dragged down by Singapore Airlines, SATS, and Comfortdelgro as travel curbs put in place across various countries and capacity reductions in flight routes impacted the former two names, while increased telecommuting and more ubiquitous "social distancing" measures impacted the latter given train ridership and fleet utilisation for taxis would be negatively impacted. Banks also performed poorly as market participants rotated away from the cyclical sectors of the market into more defensive names over the period. Conversely, only a handful of stocks held up well over the period. These names comprise Singapore Exchange (which seen as a beneficiary of increased transaction volumes given the market volatility), Wilmar, Ascendas REIT, and Venture.

Positive stock selection in REITs and Communication Services was the key contributor to performance over the period. Within REITs, the Fund's overweight position in Mapletree Industrial Trust performed strongly as its surprise acquisition of a US data centre portfolio was taken positively by the market as it reduces the company's exposure to flatted factories in Singapore, while also extending its lease profile and diversifying its geographic exposure. Another contributor within the sector was Frasers Logistics & Commercial Trust as the acquisition of further logistics assets in Australia and Germany will expand its overall portfolio and diversify single tenant exposure. Within Communication Services, the Fund's overweight in Netlink NBN Trust was a key contributor as the company is a beneficiary of the COVID-19 pandemic given policy measures prioritising social distancing and telecommuting require working from home and subsequently good fibre broadband connections.

Market Outlook and Investment Strategy ^

Key global central banks (notably the Fed) are assiduous in their monetary policy support through various liquidity measures, and since this momentum has accelerated, financial markets appear to have presumed this as a "given". The potent combination of aggressive fiscal policy support and generous central bank monetary accommodation globally have been more positive for consumption and economic demand than initial expectations. The sheer scale of fiscal policy spending globally has been a major differentiator of this economic downturn. Specific to Singapore, "Phase 2" of re-opening the economy from 19 Jun 2020 is still underway. Cinemas, certain tourist venues are re-opening and other activities are being gradually resumed, such as staycations for approved hotels. Travel/tourism sectors have been severely affected by the global economic downturn, with Singapore Airlines raising a sizeable rights issue while Sembcorp Marine has announced one. Meanwhile, companies such as SATS and SIA Engineering have suspended dividend. As most Singapore companies have just moved to semi-annual reporting, the upcoming 1H20 results for most companies will likely deliver more dividend cuts. From a Singapore equity standpoint, with banks, real estate and cyclical predominant amongst the more liquid equities, the potential outcomes are increasingly binary: (1) whether a reprise of global lockdowns were to ensue and what further impact these could have on earnings and valuations, or conversely, (2) if successful vaccines are approved and made widely available, there could be some recovery potential for deep cyclical battered not so much by the pandemic, but more so by simultaneous lockdowns as the policy responses to COVID-19.

^ Source: Schroder Investment Management (Singapore) Ltd

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Singapore Equity Fund	8.00	17.78	(16.11)	(6.43)	N.A.	N.A.	6.45
Benchmark*	7.33	18.40	(17.90)	(5.76)	N.A.	N.A.	4.28

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)
HSBC Insurance Singapore Equity Fund	(2.19)	N.A.	N.A.	1.29
Benchmark*	(1.96)	N.A.	N.A.	0.86

*MSCI Singapore Free Index

^AInception Date: 17 Aug 2015

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Schroder Singapore Trust	99.71	17.13
Other assets	0.29	0.05
Total	100.00	17.18

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	4,276,305
Redemption	5,770,042

C) Underlying Fund Disclosure (Schroder Singapore Trust)

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Singapore	92.56	661.03
Other net assets/(liabilities)	7.44	53.11
Total	100.00	714.14

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Bank	35.36	252.51
Real Estate	23.24	165.94
Telecommunications	13.01	92.88
Diversified Operations	6.63	47.33
Agriculture	5.31	37.92
Finance	2.09	14.90
Industrial And Transportation	1.99	14.20
Technology Hardware & Equipment	1.75	12.50
Food & Beverage	1.42	10.12
Health Care/Pharmaceuticals	0.65	4.65
Transportation & Logistics	0.58	4.15
Others*	7.97	57.04
Total	100.00	714.14

*Includes other net assets and liabilities

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
DBS Group Hldg Ltd	12.48	89.17
Oversea-Chinese Banking Corp Ltd	11.79	84.20
United Overseas Bank Ltd	11.08	79.12
Singapore Telecommunications Ltd	10.40	74.24
Keppel Corp Ltd	5.96	42.58
Wilmar Intl Ltd	4.27	30.47
City Developments Ltd	3.19	22.80
CapitalLand Ltd	3.14	22.41
CapitalLand Mall Trust	2.78	19.83
NetLink NBN Trust	2.61	18.65

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
DBS Group Hldg Ltd	16.24	136.46
Oversea-Chinese Banking Corp Ltd	15.99	134.29
United Overseas Bank Ltd	13.08	109.87
Singapore Telecommunications Ltd	10.76	90.38
Keppel Corp Ltd	5.46	45.87
City Developments Ltd	3.31	27.84
SATS Ltd	2.83	23.81
CapitalLand Ltd	2.75	23.08
Frasers Logistics & Industrial Trust	2.47	20.78
CapitalLand Mall Trust	2.30	19.34

V Exposure to Derivatives

N.A.

As at 30 Jun 2020

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Singapore Equity Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.37%	1.38%	1.32%	1.35%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	22.38%	21.82%	15.28%	7.79%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Schroder Singapore Trust for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

In the management of the Fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:.

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

The Manager may not receive or enter into soft dollar commissions or arrangements unless (a) such soft dollar commissions or arrangements shall reasonably assist the Manager in their management of the Fund, (b) best execution is carried out for the transactions, and (c) that no unnecessary trades are entered into in order to qualify for such soft dollar commissions or arrangements. The Manager shall not receive goods and services such as travel, accommodation and entertainment.

E) Financial Statements

Refer to page 177.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance US Equity Portfolio Fund

Fund Objective

The Fund aims to provide long term total return by investing in a portfolio of US equities.

Invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies which are domiciled in, based in, carry out the larger part of their business activities in or are listed on a Regulated Market in, the United States of America. The Underlying Sub-Fund may also invest in eligible closed-ended Real Estate Investment Trusts (REITs).

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Economic Scale US Equity Fund.		
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Launch Date	18 Jan 2016		
CPFIS/SRS	SRS		
CPFIS Risk Classification	N.A.		
As at 30 June 2020			
Offer Price	S\$	1.48466	
Bid Price	S\$	1.41043	
Fund Size	S\$	11.79	mil
Units in Issue		8.36	mil

Investment and Market Review ^

Over the 12-months rolling to June 2020 the HGIF Economic Scale US Equity underperformed its market cap weighted index. Both our sector allocation and stock selection weighed on relative performance. On a sector basis, our underweight exposures to Utilities and Real Estate contributed to performance. Conversely, our overweight allocations to Industrials and Energy along with our underweight exposures to IT and Health Care weighed on performance. On a stock level basis, our overweight allocations to Kroger Co (Consumer Staples) and Trust Financial Corp (Financials) coupled with our underweight exposures to Sprint Corp (Communication Services) and Berkshire Hathaway Inc (Financials) contributed to performance. Conversely, our overweight allocations to General Electric Co (Industrials) and Wells Fargo & Co (Financials) along with our underweight exposures to Microsoft Corp (Information Technology) and Apple Inc (Information Technology) weighed on performance.

Market Outlook and Investment Strategy ^

US policymakers have acted in a timely and coordinated manner, with the US benefiting from significant economic, medical, and technological resources to fight the outbreak. Corporate earnings have also been outperforming other regions, and exposure to big tech companies has been beneficial.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception^
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance US Equity Portfolio Fund	13.47	(13.03)	(5.25)	6.47	N.A.	N.A.	41.04
Benchmark*	17.93	0.28	10.19	33.99	N.A.	N.A.	73.46

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception^
	(%)	(%)	(%)	(%)
HSBC Insurance US Equity Portfolio Fund	2.11	N.A.	N.A.	8.18
Benchmark*	10.24	N.A.	N.A.	13.26

*Benchmark Details:

Inception to October 2017 - HSBC Economic Scale US Net

With effect from October 2017, the benchmark was changed to 'S&P 500 Net'.

^Inception Date: 28 Jan 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC Global Investment Funds – Economic Scale US Equity Fund	100.25	11.82
Other assets	0.08	0.01
Other liabilities	(0.33)	(0.04)
Total	100.00	11.79

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	3,616,730
Redemption	805,813

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Economic Scale US Equity Fund)

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
United States	98.84	851.68
Cash	1.16	9.96
Total	100.00	861.64

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Information Technology	16.10	138.74
Industrials	14.97	128.95
Financials	14.07	121.26
Consumer Discretionary	13.63	117.48
Consumer Staples	10.44	89.95
Health Care	10.05	86.60
Communication Services	8.32	71.68
Energy	4.31	37.16
Materials	3.79	32.63
Real Estate	1.75	15.11
Utilities	1.41	12.12
Cash	1.16	9.96
Total	100.00	861.64

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
Walmart Inc	3.30	28.41
Apple Inc	2.06	17.76
AT&T Inc	1.49	12.82
General Electric Co	1.35	11.66
JP Morgan Chase & Co	1.29	11.10
Wells Fargo & Co	1.17	10.12
Verizon Communications Inc	1.15	9.94
Bank of America Corp	1.14	9.82
Microsoft Corp	1.09	9.42
Amazon.com Inc	1.07	9.18

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
Walmart Inc	3.18	42.03
Apple Inc	1.66	22.06
General Electric Co	1.58	21.06
AT&T Inc	1.38	18.41
Wells Fargo & Co	1.31	17.38
JP Morgan Chase & Co	1.22	16.20
Bank of America Corp	1.10	14.65
Verizon Communications Inc	1.02	13.62
Exxon Mobil Corp	1.00	13.32
United Parcel Service Inc	0.94	12.52

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.05%
Market value (S\$)	401,722
Realised Gains / (Losses) (S\$)	18,014,129
Unrealised Gains / (Losses) (S\$)	(1,392,671)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance US Equity Portfolio Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.79%	0.79%	0.75%	0.75%
Turnover Ratio	9.14%	5.70%	0.16%	0.22%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Economic Scale US Equity Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance US Equity Portfolio Fund invests S\$11.82 million, equivalent to 100.25% of its net asset value in HSBC Global Investment Funds – Economic Scale US Equity Fund, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$21,824.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 177.

For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.

HSBC Insurance US Opportunities Equity Fund

Fund Objective

HSBC Insurance US Opportunities Equity Fund aims to achieve capital appreciation by investing principally in equity securities of US companies believed to possess sustainable growth characteristics and which meet growth, quality and valuation criteria. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the Franklin US Opportunities Fund A.

Investment and Market Review ^

FUND FACTS

Underlying Fund

Franklin US Opportunities Fund

Fund Manager

Templeton Asset Management Ltd.

Launch Date

18 Jan 2016

CPFIS/SRS

SRS

CPFIS Risk

N.A.

Classification

As at 30 June 2020

Offer Price

S\$ 2.11613

Bid Price

S\$ 2.01032

Fund Size

S\$ 8.99 mil

Units in Issue

4.47 mil

US equities, as measured by the S&P 500 Index, posted a positive total return during the 12-month period. Equities advanced during the 2H19, aided by relatively steady economic growth, easing trade tensions and the US Fed's supportive monetary policy. However, a sharp selloff began in late February 2020 amid investor fears of a global economic slowdown due to the COVID-19 pandemic, which drove many investors to sell equity holdings in favor of investments perceived as safe, such as government bonds and cash. In the 2Q20 equity markets surged, recovering some of the sharp losses of the first quarter. Amid the ongoing COVID-19 pandemic, many investors cheered plans for the reopening of economies and government officials continued pledging extraordinary measures to lessen the economic impact of the pandemic. Markets were restrained in the latter half of June as reopenings were followed by increased coronavirus infections in certain regions, especially in the US, the news of which threatened a return to business restrictions.

The Franklin US Opportunities Fund outperformed its Russell 3000 Growth TR benchmark during the period. Primary contributors to relative performance included strong stock selection in the IT, health care and consumer discretionary sectors. The underweight allocation consumer staples and selection in the sector was another notable contributor. In fact, the only sector to detract from relative returns was real estate, where the Fund's overweight allocation to the sector detracted. The Fund's average 3% cash balance was by far the largest detector from relative performance during a generally up trending market for the quarter.

Market Outlook and Investment Strategy ^

For the remainder of 2020, we believe the US equity markets will wrestle with the duration and severity of the coronavirus and the impact it will have on the global economy. Attention is also likely to focus on the 2020 US presidential election cycle, and whether US Fed programs are effective in stimulating the economy. From an investment standpoint, we have sought to position our portfolio to benefit from developments in e-commerce, fintech, digital media and health care. The COVID-19 pandemic has changed how consumers shop, travel and work, as well as how they fulfill entertainment and health care needs. Remote work has accelerated already existing trends toward cloud-based computing and digitization. We expect these trends to continue long after the COVID-19 outbreak recedes.

In the health care sector, we continue to be encouraged by the pace of innovation and change. The COVID-19 crisis has highlighted many of the themes we have been focused on in the portfolio. Genomics, data analytics and predictive artificial intelligence are accelerating research and development in the biotech and pharmaceutical sectors. Virtual or tele-medicine are quickly migrating to mainstream adoption to provide patients with greater flexibility and higher-quality care. We see many of these trends continuing in the years ahead. Markets will likely remain sensitive to advancements in COVID-19 treatment and the path to vaccine discovery. We remain focused on finding quality companies with strong competitive advantages, robust balance sheets and healthy free cash flows that can weather severe economic downturn and increased market and economic volatility. Many of these high-quality companies should be able to emerge from the downturn even stronger, in our view.

^ Source: Templeton Asset Management Ltd.

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception [^] (%)
HSBC Insurance US Opportunities Equity Fund	31.72	14.63	20.23	59.24	N.A.	N.A.	101.03
Benchmark*	25.50	12.90	25.57	67.19	N.A.	N.A.	114.45

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception [^] (%)
HSBC Insurance US Opportunities Equity Fund	16.77	N.A.	N.A.	17.10
Benchmark*	18.69	N.A.	N.A.	18.82

*Russell 3000 Growth Index

[^]Inception Date: 28 Jan 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV \$ mil
Franklin Templeton Investment Funds – Franklin U.S. Opportunities Fund	100.00	8.99
Total	100.00	8.99

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)
\$

Subscription	4,224,287
Redemption	588,480

C) Underlying Fund Disclosure

(Franklin Templeton Investment Funds – Franklin U.S. Opportunities Fund)

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV \$ mil
United States	94.37	6,915.14
United Kingdom	1.97	144.71
Canada	0.90	65.62
Cash & Cash Equivalents	2.76	202.16
Total	100.00	7,327.63

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV \$ mil
Information Technology	39.86	2,921.07
Health Care	15.84	1,160.77
Consumer Discretionary	13.19	966.41
Industrials	8.84	647.46
Communication Services	6.86	502.87
Financials	5.71	418.61
Real Estate	3.82	280.14
Consumer Staples	2.29	167.63
Materials	0.83	60.50
Others*	2.76	202.17
Total	100.00	7,327.63

*Includes other industries and net assets and liabilities.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV \$ mil
Amazon.Com Inc	8.52	625.27
Microsoft Corp	6.38	467.42
Mastercard Inc	4.34	318.15
Visa Inc	3.48	254.77
Apple Inc	3.19	233.64
Sba Communications Corp	3.06	224.27
Servicenow Inc	2.93	214.56
Alphabet Inc	2.58	189.14
Adobe Inc	2.31	169.30
Costar Group Inc	2.27	165.98

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV \$ mil
Amazon.Com Inc	7.57	428.29
Microsoft Corp	5.46	308.51
Mastercard Inc	5.24	296.22
Visa Inc	4.18	236.59
Servicenow Inc	2.85	160.95
Alphabet Inc	2.78	157.48
Sba Communications Corp	2.71	153.07
Apple Inc	2.40	135.64
Costar Group Inc	2.32	131.32
Adobe Inc	2.17	122.83

V Exposure to Derivatives

N.A. As at 30 Jun 2020

VI Borrowings of Net Asset Value

N.A. As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance US Opportunities Equity Fund		Underlying Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.89%	1.85%	1.84%	1.82%
Turnover Ratio	5.10%	16.11%	As at 31-Dec-19*** (38.16%)	As at 30-Jun-19 (38.30%)

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of Franklin Templeton Investment Funds – Franklin U.S. Opportunities Fund for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

***Based on unaudited figure as at 31 Dec 2019 as the turnover ratio of Franklin Templeton Investment Funds – Franklin U.S. Opportunities Fund for the financial year ended 30 Jun 2020 is not available. Turnover ratio calculation is based on Luxembourg GAAP.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

For the period 1 July 2019 to 30 June 2020, the Franklin Templeton Investment Funds – Franklin U.S. Opportunities Fund paid US\$339,867 in commission dollars generated from portfolio transactions to pay for goods or services provided by third parties under a soft dollar arrangement. All goods and services acquired with the soft dollar commission were for the benefit of the unit trust. The broker(s), who has executed trades for other funds managed by the Investment Manager, had executed the trades on best available terms and there was no churning of trades.

E) Financial Statements

Refer to page 177.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection Funds

Fund Facts	HSBC Insurance World Selection 1 Fund	HSBC Insurance World Selection 2 Fund	HSBC Insurance World Selection 3 Fund
Launch Date	01 Apr 2010	05 Nov 2018	01 Apr 2010
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Underlying Sub-Fund	HSBC Portfolios – World Selection 1	HSBC Portfolios – World Selection 2	HSBC Portfolios – World Selection 3
CPFIS/SRS		SRS	
CPFIS Risk Classification		N.A.	
As at 30 June 2020			
Offer Price	S\$ 1.34668	S\$ 1.05228	S\$ 1.43247
Bid Price	S\$ 1.27935	S\$ 1.05228	S\$ 1.36085
Fund Size	S\$ 4.11 mil	S\$ 0.10 mil	S\$ 13.45 mil
Units in Issue	3.21 mil	0.09 mil	9.88 mil

Fund Facts	HSBC Insurance World Selection 4 Fund	HSBC Insurance World Selection 5 Fund
Launch Date	05 Nov 2018	01 Apr 2010
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Underlying Sub-Fund	HSBC Portfolios – World Selection 4	HSBC Portfolios – World Selection 5
CPFIS/SRS		SRS
CPFIS Risk Classification		N.A.

As at 30 June 2020		
Offer Price	S\$ 1.02996	S\$ 1.49197
Bid Price	S\$ 1.02996	S\$ 1.41737
Fund Size	S\$ 0.74 mil	S\$ 17.82 mil
Units in Issue	0.72 mil	12.57 mil

Fund Objectives

HSBC Insurance World Selection 1 Fund seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a low risk investment strategy.

HSBC Insurance World Selection 2 Fund seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a low to medium risk investment strategy.

HSBC Insurance World Selection 3 Fund seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a medium risk investment strategy.

HSBC Insurance World Selection 4 Fund seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a medium to high risk investment strategy.

HSBC Insurance World Selection 5 Fund seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a high risk investment strategy.

Investment and Market Review [^]

Global equity markets were up 2% over the review period, although this masks periods of extreme volatility. After a flat third quarter of 2019 (3Q19), equity markets had a strong 4Q19 as progress were made in the US/China trade negotiations leading to a "phase one" deal in December.

At the beginning of 2020, there was evidence of an improving global economy, particularly from the EMs. The outlook changed very rapidly with the arrival of COVID-19. What started as a China and regional issue causing supply chain disruption turned into a literal economic shutdown as COVID-19 became a global crisis. Global equities fell 21% over 1Q20 given the unprecedented uncertainty.

In sharp contrast, global equities rebounded by 19% in 2Q20 amid ongoing global policy support and a slowdown in the number of new COVID-19 cases. Risk appetite boosted by aggressive policy actions from central banks and governments around the world, which reduced the probability of very bad outcomes. Nevertheless, economic activity and corporate profitability had fallen sharply and the economic outlook remains uncertain.

Bond yields saw a precipitous decline given the economic uncertainty and central banks' significant interest rate cuts. The 10-Year UST yield fell from 2% to 0.6% over the period.

Market Outlook and Investment Strategy [^]

Economic activity is now starting to pick up across a range of economies as lockdowns lifted. However, the pace of recovery remains uncertain, especially beyond Q3.

Our most likely scenario is a "swoosh" type recovery for the global economy; a sharp rebound in the near-term followed by a more gradual recovery.

Following the initial shock, we are already witnessing the emergence of cyclical winners (China, industrialised Asia) and relative losers (emerging markets ex Asia, smaller oil exporters, frontier economies, and the UK).

The global economy needs ongoing support, with little risk of inflation in the near term. The biggest downside risk to this "swoosh" scenario is a policy mistake. "Stimulus fatigue" could set-in over the 2H20. The fastest bear market of all time has given way to the fastest recovery, driven by a reduction in downside tail risks and laggards catching-up.

The key question for investors is what to do from here. Expected returns for risky assets remain attractive, but have worsened since March. Meanwhile, the macro and corporate outlook remains tricky and tilted to the downside.

Risks are now balanced. After the moves in markets of the last couple of months, a period of range-bound trading is likely – like in 2010 after the GFC. We have moved to a neutral position in equities and favour credit assets over government bonds. We maintain diversified defensive allocations in view of ongoing uncertainty.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception ^A (%)
HSBC Insurance World Selection 1 Fund*	5.82	(1.11)	1.19	7.62	15.91	33.67	34.67
HSBC Insurance World Selection 2 Fund*	8.53	(3.74)	(0.19)	N.A.	N.A.	N.A.	5.23
HSBC Insurance World Selection 3 Fund*	11.26	(6.87)	(2.46)	5.85	18.11	51.50	43.25
HSBC Insurance World Selection 4 Fund*	12.89	(9.83)	(4.60)	N.A.	N.A.	N.A.	3.00
HSBC insurance World Selection 5 Fund*	13.86	(9.70)	(3.84)	6.28	18.98	62.75	49.20

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception ^A (%)
HSBC Insurance World Selection 1 Fund*	2.48	3.00	2.94	2.98
HSBC Insurance World Selection 2 Fund*	N.A.	N.A.	N.A.	3.29
HSBC Insurance World Selection 3 Fund*	1.91	3.39	4.24	3.58
HSBC Insurance World Selection 4 Fund*	N.A.	N.A.	N.A.	2.04
HSBC Insurance World Selection 5 Fund*	2.05	3.54	4.99	4.00

*These Funds do not have a benchmark due to the diverse range of asset classes; some do not have indices that meet the criteria for inclusion in a representative composite benchmark of being both investable and replicable.

^AHSBC Insurance World Selection 1 Fund Inception Date: 12 May 2010

HSBC Insurance World Selection 2 Fund Inception Date: 04 Dec 2018

HSBC Insurance World Selection 3 Fund Inception Date: 15 Apr 2010

HSBC Insurance World Selection 4 Fund Inception Date: 14 Jan 2019

HSBC Insurance World Selection 5 Fund Inception Date: 20 Apr 2010

HSBC Insurance World Selection 1 Fund

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC Portfolios - World Selection 1	100.00	4.11
Total	100.00	4.11

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	2,680,237
Redemption	1,967,812

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 1)

I Allocation by Country

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

II Allocation by Industry

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

III Allocation of Debt Securities by Credit Ratings

N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	10.74	66.21
HGIF GSD Bond ZQ	8.43	51.97
HSBC GIF Global Govt Bond ZQ1	6.11	37.67
HGIF Global Asset Backed Bond ZC	5.24	32.31
HSBC Multi Factor Worldwide Equity ETF	3.24	19.98
HSBC GIF Global High Yield Bond ZQ1	3.02	18.62
HSBC GIF Global EM Local Debt ZQ1	2.94	18.13
HSBC GIF Multi-Asset Style Factors ZC	2.53	15.60
HSBC GIF Global EM Bond ZQ1	2.20	13.56
iShares Physical Gold ETC	2.08	12.82

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC FTSE All World Index Instl Acc	11.94	72.77
HSBC GIF Global Government Bond ZQ1	8.10	49.36
HSBC GIF Global Em Mkts Local Debt ZQ1	6.05	36.87
HSBC GIF Global Asset Backed Bond ZC	4.99	30.41
HSBC US Dollar Liquidity Y	3.94	24.01
HSBC GIF Global Emerging Markets Bond ZQ1	3.51	21.39
HSBC GIF Global Real Estate Eq ZQ1	3.42	20.84
HSBC GIF Multi-Asset Style Factors ZC	3.07	18.71
HSBC GIF Global High Yield Bond ZQ1	3.05	18.59
US Treasury N/B 2.0000 31-Oct-21	2.41	14.69

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	1.20%
Market value (S\$)	7,423,833
Realised Gains / (Losses) (S\$)	(24,670,518)
Unrealised Gains / (Losses) (S\$)	11,207,056

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 1 Fund		Underlying Sub- Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.69%	1.75%	1.29%	1.36%
Turnover Ratio	49.34%	108.88%	0.81%	0.20%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 1 for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 1 Fund invests S\$4.11 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 1, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$12,230.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 178.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 2 Fund

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV S\$ mil
HSBC Portfolios - World Selection 2	100.00	0.10
Total	100.00	0.10

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	103,450
Redemption	97,626

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 2)

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020 % of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	18.12	146.11
HSBC GIF Global Govt Bond ZQ1	8.63	69.59
HSBC US Dollar Liquidity Y	6.87	55.40
HGIF GSD Bond Zq	5.45	43.95
HGIF Global Asset Backed Bond ZC	4.91	39.59
HSBC GIF Global Em Local Debt ZQ1	4.45	35.88
HSBC Multi Factor Worldwide Equity ETF	4.37	35.24
HSBC GIF Global High Yield Bond ZQ1	3.43	27.66
HSBC GIF Global Em Bond ZQ1	3.16	25.48
HSBC GIF Global RE Eq ZQ1	2.95	23.79

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019 % of NAV	MV S\$ mil
HSBC FTSE All World Index Instl Acc	18.32	144.87
HSBC GIF Global Government Bond ZQ1	7.72	61.06
HSBC GIF Global Em Mkts Local Debt ZQ1	6.99	55.28
HSBC GIF Global Asset Backed Bond ZC	5.02	39.70
HSBC GIF Global Real Estate Eq ZQ1	4.90	38.75
HSBC GIF Global Emerg Mkts Bd ZQ1	4.54	35.91
HSBC US Dollar Liquidity Y	3.84	30.37
HSBC GIF Global High Yield Bond ZQ1	3.55	28.08
HSBC Economic Scale Worldwide Equity ETF	2.23	17.64
Vanguard FTSE All World UCITS ETF	2.12	16.77

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	1.31%
Market value (S\$)	10,532,561
Realised Gains / (Losses) (S\$)	(27,691,280)
Unrealised Gains / (Losses) (S\$)	16,855,598

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 2 Fund		Underlying Sub- Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	2.11%	1.75%	1.36%	1.37%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	150.86%	378.98%	0.69%	0.18%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 2 for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

Related-Party Transactions

HSBC Insurance World Selection 2 Fund invests S\$0.10 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 2, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$200.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 178.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 3 Fund

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC Portfolios - World Selection 3	100.00	13.45
Total	100.00	13.45

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	4,604,010
Redemption	2,331,123

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 3)

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	16.82	197.31
HSBC Multi Factor Worldwide Equity ETF	7.90	92.67
HSBC American Index Institutional Acc	7.88	92.43
HSBC GIF Global Em Local Debt ZQ1	6.20	72.73
HSBC GIF Global High Yield Bd ZQ1	5.51	64.63
HSBC GIF Global RE Eq ZQ1	4.39	51.49
HSBC GIF Global Em Bond ZQ1	4.15	48.68
HSBC US Dollar Liquidity Y	4.03	47.27
HSBC European Index Institutional Acc	3.36	39.41
Ishares Core S&P 500 ETF USD Acc	3.26	38.24

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC FTSE All World Index Instl Acc	16.83	203.05
HSBC American Index Institutional Acc	9.70	117.03
HSBC GIF Global Em Mkts Local Debt ZQ1	7.99	96.40
HSBC GIF Global High Yield Bond ZQ1	5.38	64.91
HSBC GIF Global Emerging Mkts Bd ZQ1	4.99	60.20
HSBC GIF Global Real Estate Eq ZQ1	4.80	57.91
HSBC US Dollar Liquidity Y	4.24	51.15
HSBC Economic Scale Worldwide Equity ETF	4.20	50.67
HSBC European Index Institutional Acc	3.55	42.83
HGIF Global Asset Backed Bond ZC	2.97	35.83

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	0.87%
Market value (S\$)	10,245,157
Realised Gains / (Losses) (S\$)	(38,878,967)
Unrealised Gains / (Losses) (S\$)	22,341,050

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios

	HSBC Insurance World Selection 3 Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.77%	1.86%	1.47%	1.57%
Turnover Ratio	16.88%	95.64%	0.43%	0.10%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 3 for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 3 Fund invests S\$13.45 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 3, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$45,514.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 178.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 4 Fund

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC Portfolios - World Selection 4	100.00	0.74
Total	100.00	0.74

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	S\$
Subscription	646,689
Redemption	14,024

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 4)

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	15.29	140.61
HSBC American Index Institutional Acc	12.59	115.77
HSBC Multi Factor Worldwide Equity ETF	11.14	102.44
Vanguard FTSE All-World UCITS ETF	10.71	98.49
HSBC GIF Global RE Eq ZQ1	5.87	53.98
HSBC GIF Global Em Local Debt ZQ1	5.75	52.88
HSBC European Index Institutional Acc	4.82	44.32
iShares Core MSCI Em IMI ETF USD Acc	4.15	38.16
iShares Core S&P 500 ETF USD Acc	3.99	36.69
HSBC GIF Global Em Bond ZQ1	3.55	32.64

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC FTSE All World Index Instl Acc	15.25	150.65
HSBC American Index Institutional Acc	15.06	148.78
Vanguard FTSE All World UCITS ETF	10.72	105.91
HSBC GIF Global Em Mkts Local Dbt ZQ1	8.14	80.42
HSBC Economic Scale Worldwide Equity ETF	7.16	70.74
HSBC European Index Institutional Acc	5.00	49.40
HSBC GIF Global Real Estate Eq ZQ1	4.80	47.42
HSBC Multi Factor Worldwide Equity ETF	4.23	41.79
iShares Core MSCI Em IMI ETF USD Acc	4.20	41.49
Struct GS Cross Asset Trend E USD Acc	3.02	29.84

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	0.59%
Market value (S\$)	5,434,265
Realised Gains / (Losses) (S\$)	(48,339,583)
Unrealised Gains / (Losses) (S\$)	22,973,037

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios

	HSBC Insurance World Selection 4 Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	2.50%	1.86%	1.53%	1.53%
Turnover Ratio			As at 30-Jun-20	As at 30-Jun-19
	4.09%	236.22%	0.30%	0.09%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 4 for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 4 Fund Fund invests S\$0.74 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 4, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$1,559.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 179.

For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.

HSBC Insurance World Selection 5 Fund

B) Fund Disclosure

I Allocation by Asset Class

Asset Class

HSBC Portfolios - World Selection 5	100.22	17.86
Other assets	0.45	0.08
Other liabilities	(0.67)	(0.12)
Total	100.00	17.82

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil

Fund Movement

(01 Jul 2019 - 30 Jun 2020)
S\$

Subscription	4,661,586
Redemption	7,789,449

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 5)

I Allocation by Country

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

II Allocation by Industry

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

III Allocation of Debt Securities by Credit Ratings

N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV S\$ mil
HSBC FTSE All-World Index Instl Acc	15.64	63.69
iShares Core S&P 500 ETF USD Acc	15.59	63.48
HSBC Multi Factor Worldwide Equity ETF	11.93	48.58
HSBC American Index Institutional Acc	9.50	38.69
HSBC GIF Global RE Eq ZQ1	7.39	30.09
HSBC European Index Institutional Acc	7.16	29.16
iShares Core MSCI Em IMI ETF USD Acc	6.15	25.04
HSBC Japan Index Instl Acc	3.95	16.09
Struct GS Cross Asset Trend E USD Acc	2.97	12.09
HSBC FTSE 100 Index Instl Acc	2.30	9.37

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV S\$ mil
HSBC FTSE All World Index Instl Acc	15.69	68.85
HSBC American Index Instl Acc	14.63	64.22
iShares Core S&P 500 ETF USD Acc	10.85	47.63
HSBC European Index Institutional Acc	7.57	33.23
HSBC Economic Scale Worldwide Equity ETF	7.31	32.09
iShares Core MSCI Em IMI ETF USD Acc	6.31	27.70
HSBC GIF Global Real Estate Eq ZQ1	4.92	21.60
HSBC GIF Global Em Mkts Local Debt ZQ1	4.51	19.80
HSBC Multi Factor Worldwide Equity ETF	4.44	19.49
HSBC Japan Index Instl Acc	4.06	17.82

V Exposure to Derivatives

% of NAV	0.67%
Market value (S\$)	2,746,831
Realised Gains / (Losses) (S\$)	(21,035,792)
Unrealised Gains / (Losses) (S\$)	18,636,260

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios

	HSBC Insurance World Selection 5 Fund		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.83%	1.88%	1.53%	1.59%
Turnover Ratio	23.37%	103.08%	0.26%	0.08%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 5 for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 5 Fund invests S\$17.86 million, equivalent to 100.22% of its net asset value in HSBC Portfolios - World Selection 5, which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to S\$74,444.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 179.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Europe Dynamic Equity Fund (USD)

Fund Objective

HSBC Insurance Europe Dynamic Equity (USD) seeks to maximise long-term capital growth by investing primarily in an aggressively managed portfolio of European companies. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the JPMorgan Funds – Europe Dynamic Fund (USD).

Investment and Market Review [^]

Our overweight position in ASM International, the Dutch manufacturer of semiconductors equipment, outperformed as atomic layer deposition continues to be instrumental in further wafer miniaturisation. Not holding a position in HSBC, the UK-based multinational investment bank and financial services company, also contributed to returns. Late in April, the company reported first-quarter profits that fell short of expectations due to significant credit losses and higher provisions. The bank further warned of massive credit losses for the full year, amid fears of a global recession.

Not holding a position in ASML Holding, the global semiconductor manufacturer, detracted from returns. Despite first-quarter financial results missing estimates, the stock rose as the financials were largely impacted by supply chain disruption, while demand remained robust. The company's nearmonopoly position in manufacturing EUV machines, which are essential to make next-generation chips, helped in maintaining robust demand and thus supported the stock-price increase. Our overweight position in National Express, the international bus operator, also reduced relative returns. Sales continued to be significantly impacted as travel restrictions remained in place. It also announced in June that CEO Dean Finch would be leaving to join Persimmon, the housebuilder.

Market Outlook and Investment Strategy [^]

We are currently most overweight in retailing and semiconductors & semiconductor equipment. The largest underweight positions are in food beverage & tobacco and capital goods.

The largest increase at the sector level was in the retailing sector, driven by Dutch internet and technology investment company Prosus. The stock offered good value as it was trading on a 25–30% discount to its NAV. Chinese conglomerate Tencent forms around 80% of the stock's NAV, and it has been delivering strong operating momentum in gaming and other online businesses, particularly during the COVID-19 outbreak.

The largest decrease at the sector level was in pharmaceuticals biotechnology & life sciences, driven by trimming the position in Swiss pharmaceutical stock Roche. The shares meaningfully outperformed over the YTD, causing the position size to grow materially. The shares have performed very strongly throughout the pandemic, due to the business model being resilient to most of the disruption and on hopes that they would benefit from increased antibody testing globally. A severe contraction in economic growth is likely to persist in the near term. The crisis has reignited trade tensions, with talk of reducing reliance on Chinese sources of supply.

From a valuation viewpoint, the case for equities remains compelling, even after the recent rally we have seen. Returns from bonds and cash are likely to be very low as interest rates slowly normalise and investors are likely to look towards equities for return and income.

[^] Source: JPMorgan Asset Management (Singapore) Limited

FUND FACTS

Underlying Sub-Fund JPMorgan Funds – Europe Dynamic Fund (USD)
Fund Manager JPMorgan Asset Management (Singapore) Limited.

Launch Date 17 Oct 2016

CPFIS/SRS Cash

CPFIS Risk N.A.

Classification

As at 30 June 2020

Offer Price USD 1.10368

Bid Price USD 1.10368

Fund Size USD 2.45 mil

Units in Issue 2.22 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Europe Dynamic Equity Fund (USD)	19.36	(11.63)	(4.86)	(2.01)	N.A.	N.A.	10.37
Benchmark*	13.40	(10.76)	(3.47)	10.28	N.A.	N.A.	28.52

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Europe Dynamic Equity Fund (USD)	(0.67)	N.A.	N.A.	2.75
Benchmark*	3.32	N.A.	N.A.	7.15

*MSCI Europe Index (Total Return Net) Hedged to USD

^Inception Date: 11 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
JPMorgan Funds – Europe Dynamic Fund (USD)	100.00	2.45
Total	100.00	2.45

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	1,049,048
Redemption	332,570

C) Underlying Fund Disclosure (JPMorgan Funds – Europe Dynamic Fund (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
United Kingdom	18.10	122.28
Switzerland	17.90	120.93
Germany	17.90	120.93
France	14.00	94.58
Netherlands	9.10	61.48
Sweden	6.00	40.54
Italy	5.20	35.13
Austria	3.20	21.62
Others*	7.00	47.30
Cash	1.60	10.81
Total	100.00	675.60

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Pharmaceuticals Biotechnology & Life Sci	12.20	82.42
Retailing	8.00	54.05
Materials	7.70	52.02
Capital Goods	6.10	41.21
Insurance	5.90	39.86
Utilities	5.70	38.51
Software & Services	5.30	35.81
Semiconductors & Semiconductor Equipment	5.20	35.13
Others*	42.30	285.78
Cash	1.60	10.81
Total	100.00	675.60

*Includes other industries

III Allocation of Debt Securities by Credit Ratings **As at 30 Jun 2020**
N.A.

	As at 30 Jun 2020	
	% of NAV	MV USD mil
Roche	3.60	24.31
ASM International	3.20	21.62
Novartis	3.10	20.94
Sanofi	2.60	17.57
Nestle	2.30	15.54
Enel	2.20	14.86
Allianz	2.00	13.51
Zurich Insurance	1.90	12.84
Koninklijke Ahold	1.90	12.84
Safran	1.70	11.49

Top Ten Holdings of Underlying Sub-Fund	As at 30 Jun 2019	
	% of NAV	MV USD mil
Nestle	5.38	50.95
Roche	4.77	45.17
Novartis	4.56	43.18
Allianz	3.35	31.72
Total SA	2.92	27.65
Kering	2.87	27.18
GlaxoSmithKline	2.79	26.42
Zurich Insurance	2.76	26.14
Enel	2.72	25.76
Rio Tinto	2.57	24.34

V Exposure to Derivatives	As at 31 Dec 2019*
% of NAV	(0.42%)
Market value (USD)	(3,760,919)
Realised Gains / (Losses) (USD)	-
Unrealised Gains / (Losses) (USD)	(3,760,919)

VI Borrowings of Net Asset Value **As at 31 Dec 2019***
N.A.

*Based on unaudited figures as at 31 Dec 2019 as the unaudited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Europe Dynamic Equity Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Dec-19*	As at 31-Dec-18**
Expense Ratio	1.79%	1.75%	1.74%	1.72%
Turnover Ratio	17.98%	17.03%	133.35%	116.94%

*Based on unaudited figure as at 31 Dec 2019 as the expense ratio of JPMorgan Funds – Europe Dynamic Fund (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Dec 2018 for comparative purposes.

II Related-Party Transactions
N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund
N.A.

IV Soft Dollar Commission Arrangement
N.A.

E) Financial Statements

Refer to page 180.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Emerging Markets Bond Fund (USD)

Fund Objective

HSBC Insurance Global Emerging Markets Bond Fund (USD) invests for total return primarily in a diversified portfolio of Investment Grade and Non-Investment Grade rated fixed income (e.g. bonds) and other similar securities either issued by companies which have their registered office in emerging markets around the world, primarily denominated in USD, or which are issued or guaranteed by governments, government agencies and supranational bodies of emerging markets. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the HSBC Global Investment Funds – Global Emerging Markets Bond (USD).

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Global Emerging Markets Bond (USD)		
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Launch Date	17 Oct 2016		
CPFIS/SRS	Cash		
CPFIS Risk Classification	N.A.		
As at 30 June 2020			
Offer Price	USD	1.05543	
Bid Price	USD	1.05543	
Fund Size	USD	1.50	mil
Units in Issue		1.42	mil

Investment and Market Review [^]

While the EMD asset class has been impacted by a slew of negative events in 2H19, performance was strong over the period largely driven by the supportive risk environment, including easy global monetary policy, low DM rates and ample global liquidity. In 1H20, performance took a sharp downturn in March as COVID-19 rapidly spread across regions and the outlook for the global economy deteriorated significantly. In addition, the failure by OPEC+ to agree to a cut in oil production caused a significant sell-off in Brent oil. Market volatility surged to levels not seen since the GFC and investors reduced exposure to EM risk. EMD assets posted a strong rally in 2Q20 as global risk sentiment improved given tentative on signs of peaking infection curves, reopening of economies, continued global fiscal and monetary policy measures to combat the crisis, and a rebound in oil.

The strategy underperformed in the period primarily driven by the overweight position to Argentina in August 2019 and the elevated beta position in March 2020. Argentina bonds were down -51.5% (JPM EMBIG) in August alone following the surprise primary election victory by the left-wing populist opposition candidate, Alberto Fernandez. The elevated beta, overweight to quasi-sovereigns, and focus on select HY names detracted from relative performance in the sharp sell-off in March 2020. Most significantly, the overweight to Sri Lanka, Dominican Republic, and Petrobras (Brazil quasi-sovereign) hurt relative returns.

Market Outlook and Investment Strategy [^]

We will continue to monitor the impact of COVID-19 on EM countries, with growth and monetary policy frameworks intertwined with financial market conditions. We continue to find select names in our space extremely attractive over a medium to long term while acknowledging that volatility is likely to persist. We are focusing on the addition of risk exposure to credits that offer compelling risk/reward at existing levels and that we are comfortable with the underlying fundamental credit stories after stress-testing them in conjunction with our analyst team. We must be selective within EM, as the crisis has resulted in a fundamental bifurcation of EM countries between those with liquidity issues and those with solvency issues. Fiscal space to combat the deleterious effects of this pandemic vary greatly across countries.

We believe that the growth differential between EM and DM should in fact widen in favor of EM given the expectation that manufacturing should see faster and more widespread recovery than services. Within EM, we expect long-term trends towards diversification of the supply chain away from China – which should have positive impact for certain countries. On a net basis, this pandemic is likely to be a drag for global trade over the medium-term; therefore, EM countries with greater domestic demand component of GDP are likely to fare better. In addition, the large fiscal stimulus programs in major economies, while mostly targeted domestically, should have a positive effect on EM economies as well.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Bond Fund (USD)	12.88	(6.03)	(4.58)	(0.42)	N.A.	N.A.	5.54
Benchmark*	11.21	(1.87)	1.52	10.25	N.A.	N.A.	18.73

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Bond Fund (USD)	(0.14)	N.A.	N.A.	1.51
Benchmark*	3.31	N.A.	N.A.	4.87

*JP Morgan EMBI Global

[^]Inception Date: 21 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Global Investment Funds – Global Emerging Markets Bond (USD)	100.00	1.50
Total	100.00	1.50

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	368,675
Redemption	-

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Global Emerging Markets Bond (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
United States	16.92	401.56
Mexico	10.26	243.56
Indonesia	5.80	137.65
Turkey	5.21	123.77
Saudi Arabia	4.75	112.87
Qatar	4.22	100.13
United Arab Emirates	4.14	98.39
Argentina	3.58	85.06
Others*	44.00	1,044.28
Cash Offset	1.12	26.59
Total	100.00	2,373.86

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Government	55.07	1,307.29
Energy	19.54	463.85
Basic Materials	3.96	94.00
Financial	3.49	82.85
Over The counter	2.85	67.65
Industrial	2.04	48.43
Consumer Non cyclical	1.80	42.73
Utilities	1.77	42.02
Consumer Cyclical	0.94	22.31
Communications	0.61	14.48
Cash & Cash Offset	7.93	188.25
Total	100.00	2,373.86

III Allocation of Debt Securities by Credit Ratings

	As at 30 Jun 2020	
	% of NAV	MV USD mil
AAA	10.21	242.38
AA	8.36	198.45
A	9.16	217.45
BBB	19.88	471.92
BB	13.37	317.38
B	24.21	574.71
CCC	0.27	6.41
CC	2.13	50.56
D	1.61	38.22
Unrated	2.87	68.13
Cash & Cash Offset	7.93	188.25
Total	100.00	2,373.86

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
Petroleos Mexica 5.350 12/02/28	1.76	42.01
Saudi Int Bond 5.000 17/04/49	1.74	41.30
Qatar State Of 4.817 14/03/49	1.69	40.02
Abu Dhabi Govt 3.125 16/04/30	1.63	38.69
Abu Dhabi Govt 3.125 30/09/49	1.42	33.68
United Mexican 5.000 27/04/51	1.27	30.21
Rep Of Nigeria 7.143 23/02/30	1.20	28.48
Argentina 5.875 11/01/28	1.20	28.39
Petroleos Mexica 6.625 15/06/35	1.19	28.23
Petrobras Glob 5.093 15/01/30	1.14	27.03

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
United Mexican 4.500 22/04/29	2.55	96.06
Argentina 6.875 26/01/27	1.90	71.48
Argentina 5.875 11/01/28	1.68	63.10
Saudi Int Bond 5.000 17/04/49	1.56	58.67
Southern Copper 5.875 23/04/45	1.32	49.79
Saudi Int Bond 5.250 16/01/50	1.21	45.53
Indonesia (Rep) 5.250 17/01/42	1.16	43.69
Oman Intrnl Bond 6.750 17/01/48	1.06	40.04
Qatar State Of 4.817 14/03/49	1.06	39.76
Kazmunaygas Nat 6.375 24/10/48	1.05	39.63

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.12%
Market value (USD)	2,864,819
Realised Gains / (Losses) (USD)	(80,842,567)
Unrealised Gains / (Losses) (USD)	(1,913,100)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I) Expense/Turnover Ratios	HSBC Insurance Global Emerging Markets Bond Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
			As at 30-Jun-20	As at 30-Jun-19
Expense Ratio	1.65%	1.64%	1.60%	1.60%
Turnover Ratio	8.10%	63.41%	1.48%	1.18%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global Emerging Markets Bond (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Emerging Market Bond Fund (USD) invests USD 1.50 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds – Global Emerging Markets Bond (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 8,535.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 180.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Emerging Markets Equity Fund (USD)

Fund Objective

HSBC Insurance Global Emerging Markets Equity Fund (USD) seeks to provide long-term capital growth by investing primarily in emerging market companies. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the JPMorgan Funds – Emerging Markets Equity (USD).

Investment and Market Review ^

Stock selection in China aided performance in the period. The portfolio's position in Meituan Dianping was among the top contributors to returns after the company reported results that exceeded market expectations. Furthermore, the management team's guidance remains optimistic on the long-term growth opportunities for the company and Meituan's ability to capitalise on them.

Stock choices in the consumer discretionary and communication services sectors were the leading contributors to returns. The portfolio's holding in MELI, which is based in Argentina and is Latin America's leading e-commerce company, was a top contributor to relative returns. Shares of the company rose sharply after it reported strong earnings and revenue. The pandemic has accelerated ecommerce adoption in Latin America, with MELI's unique active users growing 30.9% in the last quarter. Sea Limited, an ASEAN ecommerce and gaming business listed in Singapore, was also among the top performers. Quarterly results released by the company also showed strong growth in adoption rates, with active users for its digital entertainment services group rising 48% while quarterly paying users grew 73%. The portfolio's longstanding underweight to the energy and materials sectors, a result of stock-level decisions, detracted from returns as stocks rebounded from lows following weak performance in the first quarter. We have tended to avoid companies in the sector as few either meet our standards on economics, duration and governance or offer compelling expected returns.

The underweight exposure to Taiwan, the result of stock selection, weighed on relative returns in the quarter. Taiwan's success halting domestic transmission of COVID-19 has aided stock performance in the country, especially for hardware manufacturing businesses that have been able to maintain production levels.

Market Outlook and Investment Strategy ^

The fund uses our comprehensive research platform to identify high-quality businesses that compound earnings sustainably over long periods, resulting in a long-term, high conviction portfolio with a quality and growth bias.

How long COVID-19 persists, as a health risk and the level of oil prices are crucial for economies and financial markets. Lockdowns are starting to ease, but it is not yet clear if the effects of the virus are dissipating entirely.

In an environment where earnings are challenged, we look for the opportunities in EM equities where earnings growth can compound over the long run. EM equity valuations of 1.6x book value are well below the long-term average and have historically proved to be an attractive entry point.

^ Source: JPMorgan Asset Management (Singapore) Limited

FUND FACTS

Underlying Sub-Fund	JPMorgan Funds – Emerging Markets Equity Fund (USD)
Fund Manager	JPMorgan Asset Management (Singapore) Limited.
Launch Date	17 Oct 2016
CPFIS/SRS	Cash
CPFIS Risk Classification	N.A.
As at 30 June 2020	
Offer Price	USD 1.46619
Bid Price	USD 1.46619
Fund Size	USD 4.36 mil
Units in Issue	2.98 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Equity Fund (USD)	22.97	(4.97)	2.44	20.43	N.A.	N.A.	46.62
Benchmark*	18.08	(9.78)	(3.39)	5.80	N.A.	N.A.	29.19

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global Emerging Markets Equity Fund (USD)	6.39	N.A.	N.A.	11.13
Benchmark*	1.90	N.A.	N.A.	7.32

*MSCI Emerging Markets Index (Total Return Net)

[^]Inception Date: 14 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
JPMorgan Funds - Emerging Markets Equity Fund (USD)	100.00	4.36
Total	100.00	4.36

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	1,535,174
Redemption	505,574

C) Underlying Fund Disclosure (JPMorgan Funds – Emerging Markets Equity Fund (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
China	43.40	3,676.97
India	17.60	1,491.12
Taiwan	5.80	491.39
South Korea	5.40	457.50
Brazil	5.40	457.50
Argentina	2.80	237.22
Belarus	2.70	228.75
Singapore	2.60	220.28
Others*	12.20	1,033.64
Cash	2.10	177.92
Total	100.00	8,472.29

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Financials	26.80	2,270.57
Consumer Discretionary	21.70	1,838.49
Information Technology	16.20	1,372.51
Consumer Staples	12.50	1,059.04
Communication Services	11.80	999.73
Industrials	2.90	245.70
Health Care	2.70	228.75
Energy	1.60	135.56
Others*	1.70	144.02
Cash	2.10	177.92
Total	100.00	8,472.29

*Includes other industries

III Allocation of Debt Securities by Credit Ratings
N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
Alibaba	6.00	508.35
Tencent	5.00	423.61
Taiwan Semiconductor	4.10	347.36
Samsung Electronics	3.60	305.00
HDFC Bank	3.20	271.11
HDFC	3.00	254.17
AIA	3.00	254.17
MercadoLibre	2.80	237.22
EPAM Systems	2.70	228.75
Sea	2.60	220.28

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
AIA Group Limited	5.80	451.03
Tencent Holdings Ltd.	5.50	425.77
Alibaba Group Holding Ltd. Sponsored ADR	5.04	390.39
Ping An Insurance (Group) Company of China, Ltd. Class H	4.88	377.82
Housing Development Finance Corporation Limited	4.76	368.53
HDFC Bank Limited Sponsored ADR	3.32	256.93
Taiwan Semiconductor Manufacturing Co., Ltd.	3.13	242.69
Sberbank Russia OJSC	3.12	241.46
Samsung Electronics Co., Ltd.	3.02	233.96
MercadoLibre, Inc.	2.28	176.73

V Exposure to Derivatives

As at 31 Dec 2019*

% of NAV	0.02%
Market value (USD)	1,877,157
Realised Gains / (Losses) (USD)	-
Unrealised Gains / (Losses) (USD)	1,877,157

VI Borrowings of Net Asset Value

As at 31 Dec 2019*

N.A.

*Based on audited figures as at 31 Dec 2019 as the unaudited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Emerging Markets Equity Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Dec-19*	As at 31-Dec-18**
Expense Ratio	1.78%	1.77%	1.73%	1.73%
Turnover Ratio	14.92%	6.62%	30.66%	15.49%

*Based on unaudited figure as at 31 Dec 2019 as the expense ratio of JPMorgan Funds - Emerging Markets Equity Fund (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Dec 2018 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 180.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Equity Portfolio Fund (USD)

Fund Objective

The Fund aims to provide long term total return by investing in a portfolio of developed market equities.

Invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies which are domiciled in, based in, carry out the larger part of their business activities in or are listed on a Regulated Market in, developed markets such as OECD countries. The Underlying Sub-Fund may also invest in eligible closed-ended Real Estate Investment Trusts (REITs).

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Economic Scale Global Equity Fund (USD)	
Fund Manager	HSBC Global Asset Management (Singapore) Limited	
Launch Date	17 Oct 2016	
CPFIS/SRS	Cash	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	USD	1.13563
Bid Price	USD	1.13563
Fund Size	USD	4.07 mil
Units in Issue		3.58 mil

Investment and Market Review ^

Over the 12-months rolling to June 2020 the HGIF Economic Scale Global Equity underperformed its market cap weighted index. Both our asset allocation and stock selection detracted performance. On a sector basis, our overweight allocations to Communication Services and Utilities coupled with an underweight exposure to Real Estate contributed to performance. Conversely, our overweight allocations to Industrials and Energy along with our underweight exposures to IT and Health Care weighed on performance. On a country basis, our overweight allocations to Netherlands and Portugal coupled with an underweight exposure to Australia contributed to performance. Conversely, our overweight allocations to France and UK along with our underweight exposures to USA and Switzerland weighed on performance. On a stock level basis, our overweight allocations to Kroger Co (Consumer Staples, USA) and Fujitsu Ltd (Information Technology, Japan) coupled with our underweight exposures to Sprint Corp (Communication Services, USA) and Raytheon Company (Industrials, USA) contributed to performance. Conversely, our overweight allocations to General Electric Co (Industrials, USA) and Telefonica SA (Communication Services, Spain) along with our underweight exposures to Apple Inc (Information Technology, USA) and Microsoft Corp (Information Technology, USA) weighed on performance.

Market Outlook and Investment Strategy ^

While the COVID-19 pandemic represents a very significant challenge to the global economy, the global equity risk premium (excess return over risk-free assets) remains attractive amid lower DM market yields. Substantial policy easing and reduced spread of COVID-19 have reduced downside tail risks. However, global growth risks remain tilted to the downside with high uncertainty about how quickly the global economy will recover to pre-virus levels of output. To this end, corporate earnings growth requires close monitoring. Meanwhile, market volatility remains high and there is elevated uncertainty over the economic outlook.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Global Equity Portfolio Fund (USD)	14.16	(16.33)	(10.06)	(1.62)	N.A.	N.A.	13.56
Benchmark*	19.36	(5.56)	2.84	21.95	N.A.	N.A.	42.90

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Global Equity Portfolio Fund (USD)	(0.54)	N.A.	N.A.	3.54
Benchmark*	6.84	N.A.	N.A.	10.25

*Benchmark Details:

Inception to October 2017 - HSBC Economic Scale Index World

With effect from October 2017, the benchmark was changed to 'MSCI World Net'.

^Inception Date: 03 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020 % of NAV	MV USD mil
HSBC Global Investment Funds - Economic Scale Global Equity Fund (USD)	100.00	4.07
Total	100.00	4.07

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	1,604,218
Redemption	75,708

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Economic Scale Global Equity Fund(USD))

I Allocation by Country

Country	As at 30 Jun 2020 % of NAV	MV USD mil
United States	45.50	45.18
Japan	11.47	11.39
France	7.59	7.54
United Kingdom	6.80	6.75
Germany	6.63	6.58
Canada	3.38	3.36
Switzerland	2.57	2.55
Australia	2.23	2.21
Others*	12.68	12.60
Cash	1.15	1.14
Total	100.00	99.30

*Includes other countries

II Allocation by Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Financials	16.64	16.54
Industrials	15.49	15.38
Consumer Discretionary	12.35	12.26
Consumer Staples	10.40	10.33
Information Technology	10.32	10.25
Communication Services	9.37	9.30
Health Care	8.65	8.59
Materials	5.64	5.60
Energy	5.04	5.00
Utilities	3.68	3.65
Real Estate	1.27	1.26
Cash	1.15	1.14
Total	100.00	99.30

III Allocation of Debt Securities by Credit Ratings	As at 30 Jun 2020
N.A.	

IV Top Ten Holdings of Underlying Sub- Fund	As at 30 Jun 2020	
	% of NAV	MV USD mil
Walmart Inc	1.83	1.83
Apple Inc	1.16	1.15
AT&T Inc	0.84	0.83
General Electric Co	0.76	0.75
Volkswagen AG	0.74	0.73
Royal Dutch Shell PLC	0.74	0.73
JP Morgan Chase & Co	0.73	0.72
Wells Fargo & Co	0.65	0.65
Verizon Communications Inc	0.64	0.64
Bank of America Corp	0.63	0.63

Top Ten Holdings of Underlying Sub- Fund	As at 30 Jun 2019	
	% of NAV	MV USD mil
Walmart Inc	1.79	2.63
Apple Inc	0.94	1.38
General Electric Co	0.89	1.31
AT&T Inc	0.78	1.15
Wells Fargo & Co	0.74	1.09
Royal Dutch Shell PLC	0.70	1.03
JP Morgan Chase & Co	0.69	1.01
Volkswagen AG	0.69	1.01
Bank of America Corp	0.63	0.92
Nippon Telegraph & Tel Corp	0.61	0.90

V Exposure to Derivatives	As at 30 Jun 2020
% of NAV	0.12%
Market value (USD)	119,925
Realised Gains / (Losses) (USD)	(244,826)
Unrealised Gains / (Losses) (USD)	3,435

VI Borrowings of Net Asset Value	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global Equity Portfolio Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.99%	0.99%	0.95%	0.95%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	8.04%	17.40%	0.24%	0.31%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds - Economic Scale Global Equity Fund (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Equity Portfolio Fund (USD) invests USD4.07 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds - Economic Scale Global Equity Fund (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 10,788.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 181.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global Equity Volatility Focused Fund (USD)

Fund Objective

HSBC Insurance Global Equity Volatility Focused Fund (USD) aims to provide long term total return by investing in a portfolio of equities worldwide. The Fund invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies domiciled or operating in both developed markets, such as OECD countries, and Emerging Markets. It may also invest in eligible closed-ended Real Estate Investment Trusts (REITS). Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the HSBC Global Investment – Global Equity Volatility Focused (USD).

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Global Equity Volatility Focused Fund (USD)		
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Launch Date	17 Oct 2016		
CPFIS/SRS	Cash		
CPFIS Risk Classification	N.A.		
As at 30 June 2020			
Offer Price	USD	1.19630	
Bid Price	USD	1.19630	
Fund Size	USD	0.19	mil
Units in Issue		0.16	mil

Investment and Market Review [^]

Global Equities witnessed a volatile period finishing up to 2.1%. Towards the end of 2019 global equities posted strong gains amid easing geopolitical and Brexit risks, renewed market optimism around economic growth and continued policy accommodation by central banks. Entering 2020, markets continued the positive momentum, however, as COVID-19 developed into a global pandemic and lockdown measures introduced to limit infection rates, the global economy shuddered to a stop and markets saw a precipitous fall. A sharp rebound followed as infection rates started to slow, lockdown measures eased and governments and central banks launched robust stimulus packages.

During the period the fund underperformed the benchmark, however, it exhibited a lower volatility. Detractors from relative performance included BP, a UK based oil producer, which finished the period in negative territory given the fall in oil prices. Furthermore, an underweight exposure to Amazon.com, a US based online retailer that gained strongly over the period as the demand for online shopping increased during the pandemic. Contributors included Tokyo Electron, a Japan based semiconductor manufacturer, which announced guidance above expectations driven by a recovery in memory spend, fuelling investor optimism over the company's outlook. Additionally, Rentokil Initial, a UK based building services company, gained on increased demand for hygiene related services. Sector and country allocation effects are residual to the stock selection process. Sector allocation was negative given an overweight exposure to Industrials. Country allocation was also negative given an overweight exposure to the UK and underweight exposure to the USA.

Market Outlook and Investment Strategy [^]

Our measure of the global equity risk premium (excess return over cash) is still reasonable given other opportunities. We believe global equities still offer attractive rewards despite the risks to the growth outlook, while corporate fundamentals remain solid. Subdued corporate earnings expectations imply a relatively low bar for an upward surprise. Overall, policy support can help offset headwinds from more modest global growth, trade tensions and political uncertainty in many regions. However, investors must be aware of potential risks. Episodic volatility may be triggered by concerns surrounding global economic growth, trade tensions, and political risks. A further significant deterioration of the global economic outlook could also dampen our view. However, we remain of the view that we are facing a "cyclical slowdown", not a more severe recessionary environment. Finally, rising wage growth in many developed economies may undermine corporate profits.

Your equity portfolio aims to deliver diversified global equity exposure with lower volatility. Lower volatility can offer a smoother performance pattern that can help investors stay invested and capture long-term returns. The portfolio aims to invest in companies with an attractive combination of profitability and valuation. These quality companies typically have sustainable business models, strong balance sheets and good management. These stocks are combined with an aim to deliver a portfolio with lower volatility.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Global Equity Volatility Focused Fund (USD)	16.47	(9.40)	(1.42)	11.21	N.A.	N.A.	19.63
Benchmark*	19.22	(6.11)	2.11	19.56	N.A.	N.A.	31.59

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception^ (%)
HSBC Insurance Global Equity Volatility Focused Fund (USD)	3.61	N.A.	N.A.	5.27
Benchmark*	6.14	N.A.	N.A.	8.19

*MSCI AC World Net

^Inception Date: 04 Jan 2017

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Global Investment Funds – Global Equity Volatility Focused (USD)	100.00	0.19
Total	100.00	0.19

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	65,568
Redemption	-

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Global Equity Volatility Focused (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
United States	42.25	70.34
United Kingdom	12.16	20.25
Germany	7.89	13.14
Japan	5.21	8.68
France	3.48	5.80
China	3.02	5.03
Korea	2.46	4.10
Netherlands	2.45	4.08
Others*	13.93	23.15
Cash	7.15	11.91
Total	100.00	166.48

*Includes other countries

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Information Technology	21.47	35.74
Industrials	15.53	25.86
Financials	13.74	22.87
Health Care	10.69	17.80
Consumer Staples	7.75	12.90
Communication Services	5.98	9.96
Utilities	5.00	8.32
Consumer Discretionary	4.88	8.12
Materials	4.28	7.12
Energy	3.12	5.19
Real Estate	0.41	0.69
Cash	7.15	11.91
Total	100.00	166.48

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
Apple Inc	2.71	4.50
Home Depot Inc	2.60	4.33
Microsoft Corp	2.57	4.28
Nestle SA-REG	2.38	3.96
Accenture PLC-CL A	2.37	3.94
Cap Gemini SA	2.26	3.76
IQVIA Holdings Inc	2.26	3.76
UnitedHealth Group Inc	2.20	3.67
Walt Disney Co	2.20	3.67
Rentokil Initial PLC	2.17	3.61

Top Ten Holdings of Underlying Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
IQVIA Holdings Inc	2.85	4.77
Home Depot Inc	2.64	4.42
Nestle SA	2.31	3.86
Walt Disney Co	2.30	3.85
Microsoft Corp	2.27	3.79
Johnson & Johnson	2.20	3.68
Munchener Ruckvers AG	2.16	3.61
BHP Billiton Ltd	2.15	3.59
Accenture PLC	2.11	3.53
Masco Corp	2.11	3.53

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	0.17%
Market value (USD)	289,097
Realised Gains / (Losses) (USD)	(1,222,403)
Unrealised Gains / (Losses) (USD)	(887,548)

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios

	HSBC Insurance Global Equity Volatility Focused Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.90%	1.89%	1.85%	1.85%
Turnover Ratio	45.43%	169.46%	0.61%	0.26%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global Equity Volatility Focused (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global Equity Volatility Focused Fund (USD) invests USD 0.19 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds – Global Equity Volatility Focused (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 1,091.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 181.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Global High Income Bond Fund (USD)

Fund Objective

HSBC Insurance Global High Income Bond Fund (USD) invests for high income primarily in a diversified portfolio of higher yielding fixed income bonds and other similar securities from around the world denominated in a range of currencies. This may include Investment Grade bonds, high yield bonds and Asian and Emerging Markets debt instruments. Fund investments are made by way of a feeder fund, which invests substantially all or all its assets in the HSBC Global Investment Funds – Global High Income Bond Fund (USD).

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds – Global High Income Bond Fund (USD)		
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Launch Date	17 Oct 2016		
CPFIS/SRS	Cash		
CPFIS Risk Classification	N.A.		
As at 30 June 2020			
Offer Price	USD	1.14471	
Bid Price	USD	1.14471	
Fund Size	USD	1.90	mil
Units in Issue		1.66	mil

Investment and Market Review [^]

The strategy delivered positive absolute performance over the period gross of fees. Overall, the fund saw positive contribution to return across most asset classes with the exception of Securitized Credit, which saw negative returns. From an asset class perspective US IG and US HY were the best performing segments over the period while EUR bonds and the Securitized Credit segments lagged somewhat. The EUR segment was the only one that outperformed its investment universe over the period.

Despite the trade dispute that became a point of concern for investors as it flared up in May and again August of 2019, credit markets capped an impressive year with continued good performance in the 4Q19. Credit market started the year with a continuation of the 2019 year-end rally on positive sentiment around the Phase One trade deal and solid economic numbers. While February saw increased volatility as COVID fears increased March was a historically volatile month for markets with a violent sell off sparked by a potential price war in oil between Russia and Saudi Arabia as well as the full realization of the impact of the coronavirus as countries around the globe began shutting down their economies in efforts to contain the spread. Following a low for risk assets on March 23rd, markets have rallied in Q2 in the wake of unprecedented government support and encouraging signs that infection rates had slowed.

Market Outlook and Investment Strategy [^]

The IG market remains firmly supported by the positive technical of the Fed's backstop which should continue to help the market digest large amounts of new issuance and see spreads grind tighter barring any negative news flow should there be a setback in the recovery. High Yield now appears fairly valued however, the market is differentiating between those sectors that are most exposed to the shocks of the COVID-19 pandemic and those that are less impacted, which has resulted in a divergence in valuations. In this market context, we are balancing investing in companies that are more defensive but with lower yields with those that may be currently impacted by COVID-19 but have strong balance sheets or access to liquidity and are offering higher yields and potential total returns.

The fund remains predominantly invested in BBB and BB credit with an allocation to sovereigns of 18% and ABS at 11%. The fund has an average credit rating of BBB/BBB- with 58% investment grade, 39% below investment grade and 2% cash. The strategy has exposure to US Investment Grade 16%, US High Yield 17%, EUR Credit 21%, EM 34% and Structured Credit 11%. The main industry sector exposure is to financials and basic industry. Financials offer attractive relative value vs industrials on a credit fundamentals basis given healthy balance sheets which as a result of the sectors regulatory scrutiny following the GFC. Basic industry has become more attractive from a valuation perspective vs other sectors following the recent volatility.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Global High Income Bond Fund (USD)	10.59	(0.18)	2.55	10.51	N.A.	N.A.	14.47
Benchmark*	7.85	3.47	6.04	17.71	N.A.	N.A.	22.08

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Global High Income Bond Fund (USD)	3.39	N.A.	N.A.	3.76
Benchmark*	5.59	N.A.	N.A.	5.60

* Benchmark Details:

Inception to August 2019 – 35% EMD Barclays Emerging Markets USD Index +20% Barcap U.S Corp Baa + 15% Barcap US High Yield Ba + 15% BarCap EuroAgg Corporate BaaUSD Hedged + 15% BarCap Euro HY BB Rating Only USD Hedged

With effect from 01 September 2019, the benchmark was changed to 'Barclays Global Aggregate Corporate USD Hedged'.

[^]Inception Date: 02 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Global Investment Funds – Global High Income Bond (USD)	100.00	1.90
Total	100.00	1.90

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	563,630
Redemption	-

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds – Global High Income Bond (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
United States	31.51	620.85
France	7.26	143.05
Brazil	4.02	79.21
Germany	3.84	75.66
Mexico	3.76	74.08
United Kingdom	3.57	70.34
China	3.20	63.05
Ireland	3.03	59.70
Others*	37.39	736.70
Cash	2.42	47.68
Total	100.00	1,970.32

*Includes other countries

II Allocation by Industry		As at 30 Jun 2020	
Industry	% of NAV	MV USD mil	
Financial Institutions	22.77	448.64	
Sovereign	15.44	304.22	
Agencies	9.37	184.62	
Consumer Cyclical	8.67	170.83	
Energy	5.98	117.83	
ABS	5.45	107.38	
Basic Industry	5.37	105.81	
Consumer Non cyclical	5.25	103.44	
Communications	5.12	100.88	
CMBS	3.33	65.61	
Others*	10.83	213.38	
Cash	2.42	47.68	
Total	100.00	1,970.32	

*Includes other industries

III Allocation of Debt Securities by Credit Ratings		As at 30 Jun 2020	
Rating	% of NAV	MV USD mil	
AAA	2.20	43.34	
AA	2.53	49.85	
A	10.89	214.57	
BBB	42.61	839.56	
BB	24.42	481.15	
B	13.09	257.92	
CCC	0.49	9.65	
CC	0.74	14.58	
D	0.45	8.87	
Unrated	0.16	3.15	
Cash	2.42	47.68	
Total	100.00	1,970.32	

IV Top Ten Holdings of Underlying Sub-Fund

		As at 30 Jun 2020	
		% of NAV	MV USD mil
Saudi Int Bond 4.500 26/10/46		0.89	17.29
Carnival Corp 11.500 01/04/23		0.59	11.68
Quatrim 5.875 15/01/24		0.59	11.63
Arab Rep Egypt 7.625 29/05/32		0.53	10.53
Philippines(Rep) 3.700 02/02/42		0.50	9.88
Costa Rica Govt 7.000 04/04/44		0.49	9.69
Abu Dhabi Govt 4.125 11/10/47		0.47	9.17
Rep Of Nigeria 7.696 23/02/38		0.45	8.81
Kenya Rep Of 7.000 22/05/27		0.44	8.69
Argentina 5.875 11/01/28		0.43	8.56

Top Ten Holdings of Underlying Sub-Fund

		As at 30 Jun 2019	
		% of NAV	MV USD mil
US Treasury N/B 3.375 15/11/48		1.07	17.92
Saudi Int Bond 4.500 26/10/46		0.71	11.90
Oman Intrnl Bond 5.375 08/03/27		0.49	8.34
Sinopec Capital 3.125 24/04/23		0.41	6.93
Brazil Rep Of 4.875 22/01/21		0.40	6.76
Argentina 5.875 11/01/28		0.40	6.75
Rep Of Sri Lanka 6.750 18/04/28		0.39	6.63
Allianz Se 3.375		0.38	6.39
AT&T Inc 5.250 01/03/37		0.37	6.32
Ghana Rep Of 7.625 16/05/29		0.37	6.25

V Exposure to Derivatives	As at 30 Jun 2020
% of NAV	0.44%
Market value (USD)	8,659,364
Realised Gains / (Losses) (USD)	39,276,871
Unrealised Gains / (Losses) (USD)	(30,980,597)

VI Borrowings of Net Asset Value	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Global High Income Bond Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.55%	1.53%	1.50%	1.50%
Turnover Ratio	36.11%	7.74%	As at 30-Jun-20 0.89%	As at 30-Jun-19 0.61%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds – Global High Income Bond (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance Global High Income Bond Fund (USD) invests USD 1.90 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds – Global High Income Bond (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 8,190.

III Material Information that will adversely impact the valuation of the ILP sub-fund
N.A.

IV Soft Dollar Commission Arrangement
N.A.

E) Financial Statements
Refer to page 181.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance India Equity Fund (USD)

Fund Objective

HSBC Insurance India Equity Fund (USD) seeks long-term capital growth through a diversified portfolio of investments in equity and equity-equivalent securities of companies registered in, and/or with an official listing on a major stock exchange or other regulated market of India, as well as those with significant operations in India. Fund investments are made by way of a feeder fund through the HSBC Global Investment Funds - Indian Equity (USD).

Investment and Market Review [^]

The S&P IFCI/India Gross Index declined 16.78%

over the 1y horizon and underperformed the broader MSCI Asia Pacific ex Japan market (-0.33%). In terms of sectors, Energy (+0.86%) is the top performing one and the only sector to have returned positively. 2019 was a good year for the Nifty, which has returned 12%, but the gain was offset by the significant decline in 1H20 as a result of COVID-19.

Close to 30m migrant workers have returned home and some feared that it maybe a drag on the potential growth in FY21. India has begun unlocking since mid-May and activity is ticking up, led by a wave of postponed consumption demand. In supporting the economy, the RBI has touched upon each of its functions – rate setting, liquidity infusion and regulation. The benchmark repo rate has been cut by 115bp (effective rates by a larger 180bp), liquidity in the banking sector has been expanded to over INR7trn, and the loan moratorium has been further extended.

The fund underperformed the benchmark on a 1-year basis. Positive stock selection effect in IT and Utilities positively contributed to performance, offset by the unfavourable stock selection effect in the communications and consumer staples space.

The Largest relative contributors over the year is Indusind Bank. We have no exposure in the Indian bank, which has declined significantly in February and March 2020 along with other bank stocks due to fears of credit risk. The Largest relative detractors over the year is Reliance Industries. We have underweight Reliance Industries and the stock has rebounded significantly in Q2. This is partially due to the successful asset sale to the Abu Dhabi Investment Authority. A few of the top detractors are financial names that we overweight; the decline in stock price is due to concern on rising credit risk. In terms of sector positioning, we are most overweight to Real Estate and Financials and most underweight to Health Care and Industrials.

Market Outlook and Investment Strategy [^]

Our portfolio tilted toward cyclical on the expectation of improved economic outlook in FY21 due to rate cuts this year. Our overweight in financials has hurt the fund's performance as the corporate lending environment continues to deteriorate and weakness in small enterprises and retail segment becomes significant. While we would broadly continue with our current stance, we are looking to weed out the weak links in our portfolio, consolidate our existing holdings and enter new names that we earlier avoided due to rich valuations. Potential risks ahead include: risks of renewed lockdowns if COVID-19 cases in India accelerates further, credit risks in the financial sector should non-performing loans rise sharply, and potential sovereign ratings downgrades

FUND FACTS

Underlying Sub-Fund	HSBC Global Investment Funds - Indian Equity Fund (USD)		
Fund Manager	HSBC Global Asset Management (Singapore) Limited		
Launch Date	17 Oct 2016		
CPFIS/SRS	Cash		
CPFIS Risk Classification	N.A.		
As at 30 June 2020			
Offer Price	USD	0.90559	
Bid Price	USD	0.90559	
Fund Size	USD	2.04	mil
Units in Issue		2.26	mil

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance India Equity Fund (USD)	21.74	(23.02)	(24.75)	(20.92)	N.A.	N.A.	(9.44)
Benchmark*	22.19	(17.15)	(16.78)	(5.65)	N.A.	N.A.	9.53

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance India Equity Fund (USD)	(7.52)	N.A.	N.A.	(2.67)
Benchmark*	(1.92)	N.A.	N.A.	2.52

* S&P / IFCI India Gross

[^]Inception Date: 02 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Global Investment Funds - Indian Equity Fund (USD)	100.00	2.04
Total	100.00	2.04

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	900,779
Redemption	43,712

C) Underlying Fund Disclosure (HSBC Global Investment Funds - Indian Equity Fund (USD))

I Allocation by Country

Country	As at 30 Jun 2020	
	% of NAV	MV USD mil
India	97.99	927.12
Cash	2.01	19.02
Total	100.00	946.14

II Allocation by Industry

Industry	As at 30 Jun 2020	
	% of NAV	MV USD mil
Financials	31.44	297.61
Information Technology	13.30	125.82
Energy	12.10	114.48
Consumer Staples	10.00	94.58
Consumer Discretionary	8.07	76.33
Materials	6.81	64.40
Communication Services	4.86	45.96
Health Care	3.86	36.48
Industrials	3.25	30.75
Real Estate	2.72	25.76
Utilities	1.58	14.95
Cash	2.01	19.02
Total	100.00	946.14

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
Reliance Industries Ltd	9.31	88.04
Infosys Ltd 10170616	9.08	85.91
HDFC Bank Ltd	8.68	82.10
ICICI Bank Ltd	5.45	51.54
Housing Development Finance Corp	4.52	42.74
HCL Technologies Ltd	4.22	39.91
Maruti Suzuki India Ltd	3.65	34.56
Bharti Airtel Ltd	3.35	31.74
Axis Bank Ltd	3.25	30.78
ITC Ltd	3.16	29.91

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
HDFC Bank Ltd	9.88	140.42
Infosys Ltd	8.49	120.52
ICICI Bank Ltd	6.61	93.83
Axis Bank Ltd	6.31	89.61
Reliance Industries Ltd	5.41	76.88
Housing Development Finance Corp	4.95	70.25
HCL Technologies Ltd	4.26	60.51
ITC Ltd	3.90	55.41
Larsen & Toubro Ltd	3.76	53.44
Maruti Suzuki India Ltd	3.62	51.37

V Exposure to Derivatives

	As at 30 Jun 2020
N.A.	

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance India Equity Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.95%	1.94%	1.90%	1.90%
Turnover Ratio	5.67%	3.92%	0.37%	0.18%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds - Indian Equity Fund (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance India Equity Fund (USD) invests USD 2.04 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds - Indian Equity Fund (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 9,052.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 182.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance Pacific Equity Fund (USD)

Fund Objective

HSBC Insurance Pacific Equity Fund (USD) aims to provide holders with medium to long-term capital growth from a diversified portfolio of Asian-Pacific equities excluding Japanese equities. Fund investments are made by way of a feeder fund, which invests substantially all, or all its assets in the Aberdeen Standard Select Portfolio – Aberdeen Pacific Equity Fund (USD).

Investment and Market Review ^

It was a roller-coaster ride for Asian equities in the 1H20. In the 1Q20, markets plunged, owing to worries over the COVID-19 pandemic. Stocks rebounded sharply from the March troughs on sustained large-scale policy stimulus and the re-opening of economies across the region. The fund matched the benchmark's rally in the June quarter, and outperformed by 65bps over the six months. Our stock picks in China, Australia and Korea offset the drag on performance from the overweight position and stock selection in India. The world's biggest video games company, Tencent, a China company's revenue surged all-time high on robust demand for its mobile games during the lockdowns. Wuxi Biologics rallied as the contract research organisation continued to benefit from healthy demand for global outsourcing, despite COVID-19 and rising US-China tensions. These positives outweighed the negative impact of not holding Alibaba, a benchmark heavyweight, which outperformed over the period. Another mainland holding, China Resources Land, was among the laggards. The developer retreated on concerns of a potential second COVID-19 wave, which may delay the recovery of its home sales and mall rental income. We like the company for its solid balance sheet, while its investment properties position it well to benefit from industry consolidation post-pandemic.

In Korea, Samsung Electronics contributed positively. Rebounding smartphones and TV sales, alongside cost-savings from lower marketing spending, buoyed the tech giant. Chemicals group LG Chem benefited, as investors were positive about prospects for electric vehicles. Elsewhere, the position in ASML Holding, a non-benchmark holding, boosted fund returns too. Demand for its EUV equipment remained steady amid its key clients' commitment towards investing in advanced technologies. Hurting performance was our overweight to India, amid concerns about rising COVID-19 cases and the economic fallout. However, we remain confident about the quality of our holdings. For example, although HDFC and HDFC Bank detracted, they posted better returns in June. Both are likely to gain market share as other state-owned lenders and non-bank financial companies face funding and asset quality challenges.

Market Outlook and Investment Strategy ^

We are cautious about the near-term outlook for Asia, given the apparent disconnect between equity prices, economic and corporate fundamentals. With the pace of recovery still uncertain, a pullback may be due. Governments are grappling with the delicate balancing act of re-opening economies while avoiding a resurgence in COVID-19 infections. Several countries have re-imposed curbs, and a return to widespread containment measures would surely stymie the fragile recovery. Complicating matters further is the spike in US-China tensions, with the rift broadening out to areas other than trade. Notably, we are paying close heed to the rivalry in technology, which could disrupt smartphone supply chains and delay the rollout of 5G networks. It is no surprise that the outlook for corporate earnings is muted. Many companies have lowered their profit forecasts, while dividend and capital spending has been cut. Therefore, our focus remains on investing in good quality companies that are able to weather the current storms. We believe our holdings' defensive traits, including balance sheet strength; visible revenue streams and healthy profit margins were invaluable. We also favour market-leading businesses that hitched to structural growth drivers in Asia. E-commerce and online activity have boomed during the pandemic, alongside longer-term shifts, including rising demand for healthcare and infrastructure. Thus, we will take advantage of market gyrations, putting capital to work in our highest-conviction ideas while exiting those with declining prospects.

^ Source: Aberdeen Standard Investments (Asia) Limited

FUND FACTS

Underlying Sub-Fund	Aberdeen Standard Select Portfolio -Aberdeen Standard Pacific Equity Fund (USD)	
Fund Manager	Aberdeen Standard Investments (Asia) Limited	
Launch Date	17 Oct 2016	
CPFIS/SRS	Cash	
CPFIS Risk Classification	N.A.	
As at 30 June 2020		
Offer Price	USD	1.22583
Bid Price	USD	1.22583
Fund Size	USD	11.95 mil
Units in Issue		9.75 mil

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance Pacific Equity Fund (USD)	18.52	(6.24)	(1.65)	7.24	N.A.	N.A.	22.58
Benchmark*	18.50	(6.02)	(0.07)	10.98	N.A.	N.A.	30.11

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance Pacific Equity Fund (USD)	2.36	N.A.	N.A.	5.72
Benchmark*	3.53	N.A.	N.A.	7.46

*MSCI AC Asia Pacific ex Japan TR USD

[^]Inception Date: 02 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 June 2020	
	% of NAV	MV USD mil
Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific Equity Fund (USD)	100.00	11.95
Total	100.00	11.95

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)
USD

Subscription	4,835,674
Redemption	348,519

C) Underlying Sub-fund Disclosure (Aberdeen Standaard Select Portfolio - Aberdeen Pacific Equity Fund (USD))

I Allocation by Country

Country	As at 31 Mar 2020†	
	% of NAV	MV USD mil
China	30.15	251.29
Hong Kong SAR	10.22	85.16
South Korea	8.86	73.87
India	8.32	69.32
Australia	8.11	67.59
Taiwan	7.95	66.27
Singapore	6.03	50.28
Indonesia	4.46	37.19
United Kingdom	3.23	26.93
Others*	12.67	105.46
Total	100.00	833.36

*Includes other countries, cash and other payable/receivable

† Based on audited figures as at 31 Mar 2020 as the unaudited figures as at 30 Jun 2020 are not available.

II Allocation by Industry		As at 31 Mar 2020†	
Industry	% of NAV	MV	USD mil
Financials	21.33	177.73	
Information Technology	19.14	159.53	
Unit Trusts	12.12	100.97	
Communication Services	11.39	94.91	
Healthcare	6.90	57.47	
Consumer Discretionary	6.55	54.58	
Real Estate	5.80	48.34	
Materials	4.74	39.53	
Industrials	3.90	32.54	
Consumer Staples	2.97	24.73	
Energy	1.23	10.21	
Others*	3.93	32.82	
Total	100.00	833.36	

*Includes cash and other payable/receivable

III Allocation of Debt Securities by Credit Ratings	As at 31 Mar 2020†
N.A.	

IV Top Ten Holdings of Underlying Sub-Fund		As at 31 Mar 2020†	
	% of NAV	MV	USD mil
Tencent	9.65	80.40	
Samsung Electronics (Preference Shares)	7.73	64.38	
Taiwan Semiconductor Manufacturing Company	7.19	59.88	
Aberdeen Standard China Opportunities Fund	4.35	36.29	
Ping An Insurance	3.93	32.77	
CSL	3.38	28.18	
China Resources Land	3.13	26.12	
AIA Group	3.08	25.67	
Aberdeen Standard Singapore Equity Fund	2.63	21.95	
HDFC	2.36	19.63	

IV Top Ten Holdings of Underlying Sub-Fund		As at 31 Mar 2019&	
	% of NAV	MV	USD mil
Aberdeen Standard SICAV I - Indian Equity Fund*	7.72	82.53	
Aberdeen Standard Singapore Equity Fund	6.53	69.70	
Tencent	5.16	55.07	
Aberdeen Standard China Opportunities Fund	5.06	54.04	
Samsung Electronics (Preference Shares)	5.01	53.47	
Taiwan Semiconductor Manufacturing Company	4.50	48.02	
Aberdeen Standard Thailand Equity Fund	3.06	32.65	
Ping An Insurance	2.89	30.87	
AIA Group	2.81	30.02	
China Resources Land	2.74	29.23	

* The underlying fund is not authorized for public sale in Singapore

V Exposure to Derivatives	As at 31 Mar 2020†
N.A.	

VI Borrowings of Net Asset Value	As at 31 Mar 2020†
N.A.	

& Based on audited figures as at 31 Mar 2019 as the unaudited figures as at 30 Jun 2019 are not available.

† Based on audited figures as at 31 Mar 2020 as the unaudited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance Pacific Equity Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.68%	1.75%	1.63%	1.71%
Turnover Ratio	15.97%	10.53%	18.64%	5.99%

*Based on unaudited figures as at 31 Mar 2020 as the expense and turnover ratios of Aberdeen Standard Select Portfolio - Aberdeen Standard Pacific Equity Fund (USD) for the financial year ended 30 Jun 2020 are not available.

**Based on unaudited figures as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

Cash balances maintained with HSBC Bank as at 30 June 2020 amounts to USD 688.08.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 182.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance US Equity Portfolio Fund (USD) FUND FACTS

Fund Objective

The Fund aims to provide long term total return by investing in a portfolio of US equities.

Invests in normal market conditions a minimum of 90% of its net assets in equities and equity equivalent securities of companies which are domiciled in, based in, carry out the larger part of their business activities in or are listed on a Regulated Market in, the United States of America. The Underlying Sub-Fund may also invest in eligible closed-ended Real Estate Investment Trusts (REITs).

Underlying Sub-Fund

HSBC Global Investment Funds – Economic Scale US Equity Fund (USD)
HSBC Global Asset Management (Singapore) Limited
17 Oct 2016
Cash
N.A.

As at 30 June 2020

Offer Price	USD	1.19418
Bid Price	USD	1.19418
Fund Size	USD	3.38 mil
Units in Issue		2.83 mil

Investment and Market Review ^

Over the 12-months rolling to June 2020 the HGIF Economic Scale US Equity underperformed its market cap weighted index. Both our sector allocation and stock selection weighed on relative performance. On a sector basis, our underweight exposures to Utilities and Real Estate contributed to performance. Conversely, our overweight allocations to Industrials and Energy along with our underweight exposures to IT and Health Care weighed on performance. On a stock level basis, our overweight allocations to Kroger Co (Consumer Staples) and Truist Financial Corp (Financials) coupled with our underweight exposures to Sprint Corp (Communication Services) and Berkshire Hathaway Inc (Financials) contributed to performance. Conversely, our overweight allocations to General Electric Co (Industrials) and Wells Fargo & Co (Financials) along with our underweight exposures to Microsoft Corp (Information Technology) and Apple Inc (Information Technology) weighed on performance.

Market Outlook and Investment Strategy ^

US policymakers have acted in a timely and coordinated manner, with the US benefiting from significant economic, medical, and technological resources to fight the outbreak. Corporate earnings have also been outperforming other regions, and exposure to big tech companies has been beneficial.

^ Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Insurance US Equity Portfolio Fund (USD)	15.62	(16.29)	(8.59)	4.39	N.A.	N.A.	19.42
Benchmark*	20.37	(3.08)	6.87	32.24	N.A.	N.A.	53.62

II Average Annual Compounded Returns

	3-Year	5-Year	10-Year	Since Inception [^]
	(%)	(%)	(%)	(%)
HSBC Insurance US Equity Portfolio Fund (USD)	1.44	N.A.	N.A.	4.97
Benchmark*	9.76	N.A.	N.A.	12.44

*Benchmark Details:

Inception to October 2017 - HSBC Economic Scale US Net

With effect from October 2017, the benchmark was changed to 'S&P 500 Net'.

[^]Inception Date: 02 Nov 2016

B) Fund Disclosure

I Allocation by Asset Class

Asset Class

HSBC Global Investment Funds - Economic Scale US Equity Fund (USD)

Total

As at 30 Jun 2020		
% of NAV	MV	USD mil
100.00		3.38
100.00		3.38

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

USD

Subscription	1,504,994
Redemption	116,309

C) Underlying Sub-Fund Disclosure (HSBC Global Investment Funds - Economic Scale US Equity Fund (USD))

I Allocation by Country

Country

United States

Cash

Total

As at 30 Jun 2020		
% of NAV	MV	USD mil
98.84		610.50
1.16		7.14
100.00		617.64

II Allocation by Industry

Industry

Information Technology

Industrials

Financials

Consumer Discretionary

Consumer Staples

Health Care

Communication Services

Energy

Materials

Real Estate

Utilities

Cash

Total

As at 30 Jun 2020		
% of NAV	MV	USD mil
16.10		99.45
14.97		92.43
14.07		86.92
13.63		84.21
10.44		64.48
10.05		62.07
8.32		51.39
4.31		26.64
3.79		23.39
1.75		10.83
1.41		8.69
1.16		7.14
100.00		617.64

III Allocation of Debt Securities by Credit Ratings

N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

Walmart Inc

Apple Inc

At&T Inc

General Electric Co

Jp Morgan Chase & Co

Wells Fargo & Co

Verizon Communications Inc

Bank Of America Corp

Microsoft Corp

Amazon.Com Inc

As at 30 Jun 2020		
% of NAV	MV	USD mil
3.30		20.36
2.06		12.73
1.49		9.19
1.35		8.36
1.29		7.96
1.17		7.25
1.15		7.13
1.14		7.04
1.09		6.75
1.07		6.58

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
Walmart Inc	3.17	31.07
Apple Inc	1.66	16.30
General Electric Co	1.58	15.57
AT&T Inc	1.39	13.61
Wells Fargo & Co	1.31	12.84
JP Morgan Chase & Co	1.22	11.97
Bank of America Corp	1.10	10.83
Verizon Communications Inc	1.02	10.06
Exxon Mobil Corp	1.00	9.85
United Parcel Service Inc	0.94	9.26

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	0.05%
Market value (USD)	287,963
Realised Gains / (Losses) (USD)	12,912,891
Unrealised Gains / (Losses) (USD)	(998,295)

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance US Equity Portfolio Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	0.79%	0.79%	0.75%	0.75%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	8.17%	8.01%	0.16%	0.22%

*Based on audited figure as at 31 Mar 2020 as the expense ratio of HSBC Global Investment Funds - Economic Scale US Equity Fund (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance US Equity Portfolio Fund (USD) invests USD 3.38 million, equivalent to 100.00% of its net asset value in HSBC Global Investment Funds - Economic Scale US Equity Fund (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2018 to 30 June 2020 amounts to USD 5,905.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 182.

For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.

HSBC Insurance World Selection Funds (USD)

Fund Facts	HSBC Insurance World Selection 1 Fund (USD)			HSBC Insurance World Selection 2 Fund (USD)*		HSBC Insurance World Selection 3 Fund (USD)		
Launch Date	17 Oct 2016			05 Nov 2018		17 Oct 2016		
Fund Manager	HSBC Global			Asset Management (Singapore) Limited				
Underlying Sub-Fund	HSBC Portfolios – World Selection 1 USD			HSBC Portfolios – World Selection 2 USD		HSBC Portfolios – World Selection 3 USD		
CPFIS/SRS				Cash				
CPFIS Risk Classification				N.A.				
As at 30 June 2020								
Offer Price	USD	1.11224		USD	1.0000	USD	1.14918	
Bid Price	USD	1.11224		USD	1.0000	USD	1.14918	
Fund Size	USD	0.92	mil		N.A.	USD	2.16	mil
Units in Issue		0.83	mil		N.A.		1.88	mil

Fund Facts	HSBC Insurance World Selection 4 Fund (USD)		HSBC Insurance World Selection 5 Fund (USD)	
Launch Date	05 Nov 2018		17 Oct 2016	
Fund Manager	HSBC Global Asset Management (Singapore) Limited			
Underlying Sub-Fund	HSBC Portfolios - World Selection 4 USD		HSBC Portfolios - World Selection 5 USD	
CPFIS/SRS			Cash	
CPFIS Risk Classification			N.A.	
As at 30 June 2020				
Offer Price	USD	1.02949	USD	1.18847
Bid Price	USD	1.02949	USD	1.18847
Fund Size	USD	0.09 mil	USD	1.75 mil
Units in Issue		0.09 mil		1.47 mil

*Fund is yet to be incepted.

Fund Objectives

HSBC Insurance World Selection 1 Fund (USD) seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a low risk investment strategy.

HSBC Insurance World Selection 2 Fund (USD) seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a low to medium risk investment strategy.

HSBC Insurance World Selection 3 Fund (USD) seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a medium risk investment strategy.

HSBC Insurance World Selection 4 Fund (USD) seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a medium to high risk investment strategy.

HSBC Insurance World Selection 5 Fund (USD) seeks to provide capital growth through investment in a broad range of asset classes across global markets, consistent with a high risk investment strategy.

Investment and Market Review [^]

Global equity markets were up 2% over the review period, although this masks periods of extreme volatility. After a flat 3Q19, equity markets had a strong 4Q19 as progress were made in the US/China trade negotiations leading to a "phase one" deal in December.

At the beginning of 2020, there was evidence of an improving global economy, particularly from the EMs. The outlook changed very rapidly with the arrival of COVID-19. What started as a China and regional issue causing supply chain disruption turned into a literal economic shutdown as COVID-19 became a global crisis. Global equities fell 21% over 1Q20 given the unprecedented uncertainty.

In sharp contrast, global equities rebounded by 19% in 2Q20 amid ongoing global policy support and a slowdown in the number of new COVID-19 cases. Risk appetite boosted by aggressive policy actions from central banks and governments around the world, which reduced the probability of very bad outcomes. Nevertheless, economic activity and corporate profitability had fallen sharply and the economic outlook remains uncertain.

Bond yields saw a precipitous decline given the economic uncertainty and central banks' significant interest rate cuts. The 10-Year UST yield fell from 2% to 0.6% over the period.

Market Outlook and Investment Strategy [^]

Economic activity is now starting to pick up across a range of economies as lockdowns lifted. However, the pace of recovery remains uncertain, especially beyond Q3.

Our most likely scenario is a "swoosh" type recovery for the global economy; a sharp rebound in the near-term followed by a more gradual recovery.

Following the initial shock, we are already witnessing the emergence of cyclical winners (China, industrialised Asia) and relative losers (emerging markets ex Asia, smaller oil exporters, frontier economies, and the UK).

The global economy needs ongoing support, with little risk of inflation in the near term. The biggest downside risk to this "swoosh" scenario is a policy mistake. "Stimulus fatigue" could set-in over the 2H20. The fastest bear market of all time has given way to the fastest recovery, driven by a reduction in downside tail risks and laggards catching-up.

The key question for investors is what to do from here. Expected returns for risky assets remain attractive, but have worsened since March. Meanwhile, the macro and corporate outlook remains tricky and tilted to the downside.

Risks are now balanced. After the moves in markets of the last couple of months, a period of range-bound trading is likely – like in 2010 after the GFC. We have moved to a neutral position in equities and favour credit assets over government bonds. We maintain diversified defensive allocations in view of ongoing uncertainty.

[^] Source: HSBC Global Asset Management (HK) Limited

A) Fund Performance

I Cumulative Total Returns

	3-Mth (%)	6-Mth (%)	1-Year (%)	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception ^A (%)
HSBC Insurance World Selection 1 Fund (USD)*	5.82	(0.50)	2.10	8.62	N.A.	N.A.	11.22
HSBC Insurance World Selection 2 Fund (USD)*	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
HSBC Insurance World Selection 3 Fund (USD)*	11.57	(6.05)	(1.26)	6.94	N.A.	N.A.	14.92
HSBC insurance World Selection 4 Fund (USD)*	12.77	(8.53)	(2.87)	N.A.	N.A.	N.A.	2.95
HSBC insurance World Selection 5 Fund (USD)*	13.95	(9.16)	(3.00)	7.28	N.A.	N.A.	18.85

II Average Annual Compounded Returns

	3-Year (%)	5-Year (%)	10-Year (%)	Since Inception ^A (%)
HSBC Insurance World Selection 1 Fund (USD)*	2.79	N.A.	N.A.	3.15
HSBC Insurance World Selection 2 Fund (USD)*	N.A.	N.A.	N.A.	N.A.
HSBC Insurance World Selection 3 Fund (USD)*	2.26	N.A.	N.A.	3.87
HSBC Insurance World Selection 4 Fund (USD)*	N.A.	N.A.	N.A.	2.08
HSBC Insurance World Selection 5 Fund (USD)*	2.37	N.A.	N.A.	4.88

*These Funds do not have a benchmark due to the diverse range of asset classes; some do not have indices that meet the criteria for inclusion in a representative composite benchmark of being both investable and replicable.

^AHSBC Insurance World Selection 1 Fund (USD) Inception Date: 27 Jan 2017

HSBC Insurance World Selection 2 Fund (USD) does not have performance figures as it is not inceptioned.

HSBC Insurance World Selection 3 Fund (USD) Inception Date: 03 Nov 2016

HSBC Insurance World Selection 4 Fund (USD) Inception Date: 31 Jan 2019

HSBC Insurance World Selection 5 Fund (USD) Inception Date: 15 Nov 2016

HSBC Insurance World Selection 1 Fund (USD)

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Portfolios - World Selection 1 (USD)	100.00	0.92
Total	100.00	0.92

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	1,030,473
Redemption	375,233

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 1 (USD))

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC FTSE All-World Index Instl Acc	10.74	47.47
HGIF GSD Bond ZQ	8.43	37.25
HSBC GIF Global Govt Bd ZQ1	6.11	27.00
HGIF Global Asset Backed Bond ZC	5.24	23.16
HSBC Multi Factor Worldwide Equity ETF	3.24	14.32
HSBC GIF Global Hi Yld Bd ZQ1	3.02	13.35
HSBC GIF Global EM Local Dbt ZQ1	2.94	12.99
HSBC GIF Multi-Asset Style Factors ZC	2.53	11.18
HSBC GIF Global EM Bd ZQ1	2.20	9.72
iShares Physical Gold ETC	2.08	9.19

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
HSBC FTSE All World Index Instl Acc	11.94	53.77
HSBC GIF Global Government Bond ZQ1	8.10	36.49
HSBC GIF Global Em Mkts Local Debt ZQ1	6.05	27.25
HSBC GIF Global Asset Backed Bond ZC	4.99	22.48
HSBC US Dollar Liquidity Y	3.94	17.75
HSBC GIF Global Emerging Markets Bond ZQ1	3.51	15.81
HSBC GIF Global Real Estate Eq ZQ1	3.42	15.41
HSBC GIF Multi-Asset Style Factors ZC	3.07	13.83
HSBC GIF Global High Yield Bond ZQ1	3.05	13.74
US Treasury N/B 2.0000 31-Oct-21	2.41	10.86

V Exposure to Derivatives

	As at 30 Jun 2020
% of NAV	1.20%
Market value (USD)	5,321,554
Realised Gains / (Losses) (USD)	(17,684,325)
Unrealised Gains / (Losses) (USD)	8,033,444

VI Borrowings of Net Asset Value

	As at 30 Jun 2020
N.A.	

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 1 Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.63%	1.64%	1.22%	1.26%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	54.82%	15.36%	0.81%	0.20%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 1 (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 1 Fund (USD) invests USD 0.92 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 1 (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 2,127.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 183.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 2 Fund (USD)

B) Fund Disclosure*

I Allocation by Asset Class

Asset Class

HSBC Portfolios - World Selection 2 (USD)

As at 30 Jun 2020
% of NAV MV USD mil
N.A.

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

Subscription

Redemption

USD

N.A.

N.A.

*Stated as N.A. as fund is yet to be accepted.

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 2 (USD))

I Allocation by Country

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

II Allocation by Industry

N.A., as the fund is a fund-of-funds.

As at 30 Jun 2020

III Allocation of Debt Securities by Credit Ratings

N.A.

As at 30 Jun 2020

IV Top Ten Holdings of Underlying Sub-Fund

HSBC FTSE All-World Index Instl Acc
HSBC GIF Global Government Bond ZQ1
HSBC US Dollar Liquidity Y
HGIF GSD Bond ZQ
HGIF Global Asset Backed Bond ZC
HSBC GIF Global Em Local Debt ZQ1
HSBC Multi Factor Worldwide Equity ETF
HSBC GIF Global High Yield Bond ZQ1
HSBC GIF Global Em Bond ZQ1
HSBC GIF Global Re Eq ZQ1

As at 30 Jun 2020
% of NAV MV USD mil
18.12 104.74
8.63 49.88
6.87 39.71
5.45 31.50
4.91 28.38
4.45 25.72
4.37 25.26
3.43 19.83
3.16 18.27
2.95 17.05

Top Ten Holdings of Underlying Sub-Fund

HSBC FTSE All World Index Instl Acc
HSBC GIF Global Government Bond ZQ1
HSBC GIF Global Em Mkts Local Debt ZQ1
HSBC GIF Global Asset Backed Bond ZC
HSBC GIF Global Real Estate Eq ZQ1
HSBC GIF Global Emerg Mkts Bond ZQ1
HSBC US Dollar Liquidity Y
HSBC GIF Global High Yield Bond ZQ1
HSBC Economic Scale Worldwide Equity ETF
Vanguard FTSE All World UCITS ETF

As at 30 Jun 2019
% of NAV MV USD mil
18.32 107.09
7.72 45.13
6.99 40.86
5.02 29.34
4.90 28.64
4.54 26.54
3.84 22.45
3.55 20.75
2.23 13.04
2.12 12.39

V Exposure to Derivatives

% of NAV
Market value (USD)
Realised Gains / (Losses) (USD)
Unrealised Gains / (Losses) (USD)

As at 30 Jun 2020
1.31%
7,549,952
(19,849,668)
12,082,433

VI Borrowings of Net Asset Value

N.A.

As at 30 Jun 2020

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 2 Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20*	As at 30-Jun-19*	As at 31-Mar-20**	As at 31-Mar-19***
Expense Ratio	N.A.	N.A.	1.22%	1.25%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	N.A.	N.A.	0.69%	0.18%

*Stated as N.A. as fund is yet to be incepted

**Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 2 (USD) for the financial year ended 30 Jun 2020 is not available.

***Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 183.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 3 Fund (USD)

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	% of NAV	As at 30 Jun 2020 MV USD mil
HSBC Portfolios - World Selection 3 (USD)	99.54	2.15
Other liabilities	0.46	0.01
Total	100.00	2.16

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	921,946
Redemption	-

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 3 (USD))

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	% of NAV	As at 30 Jun 2020 MV USD mil
HSBC FTSE All-World Index Instl Acc	16.82	141.43
HSBC Multi Factor Worldwide Equity ETF	7.90	66.43
HSBC American Index Institutional Acc	7.88	66.26
HSBC GIF Global Em Local Debt ZQ1	6.20	52.13
HSBC GIF Global High Yield Bond ZQ1	5.51	46.33
HSBC GIF Global Re Eq ZQ1	4.39	36.91
HSBC GIF Global Em Bond ZQ1	4.15	34.89
HSBC US Dollar Liquidity Y	4.03	33.89
HSBC European Index Institutional Acc	3.36	28.25
iShares Core S&P 500 ETF USD Acc	3.26	27.41

Top Ten Holdings of Underlying Sub-Fund

	% of NAV	As at 30 Jun 2019 MV USD mil
HSBC FTSE All World Index Instl Acc	16.83	150.08
HSBC American Index Institutional Acc	9.70	86.50
HSBC GIF Global Em Mkts Local Debt ZQ1	7.99	71.25
HSBC GIF Global High Yield Bond ZQ1	5.38	47.97
HSBC GIF Global Emerging Mkts Bd ZQ1	4.99	44.50
HSBC GIF Global Real Estate Eq ZQ1	4.80	42.80
HSBC US Dollar Liquidity Y	4.24	37.81
HSBC Economic Scale Worldwide Equity ETF	4.20	37.45
HSBC European Index Institutional Acc	3.55	31.66
HGIF Global Asset Backed Bond ZC	2.97	26.48

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	0.87%
Market value (USD)	7,343,935
Realised Gains / (Losses) (USD)	(27,869,228)
Unrealised Gains / (Losses) (USD)	16,014,516

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 3 Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.72%	1.74%	1.42%	1.46%
Turnover Ratio	53.85%	12.72%	0.43%	0.10%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 3 (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 3 Fund (USD) invests USD 2.15 million, equivalent to 99.54% of its net asset value in HSBC Portfolios - World Selection 3 (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 6,173.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 183.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 4 Fund (USD)

B) Fund Disclosure

I Allocation by Asset Class

Asset Class

HSBC Portfolios - World Selection 4 (USD)

Total

As at 30 Jun 2020	% of NAVMV USD mil
100.00	0.09
100.00	0.09

Fund Movement

(01 Jul 2019 - 30 Jun 2020)
USD

II

Subscription

78,017

Redemption

-

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 4 (USD))

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

As at 30 Jun 2020
% of NAVMV USD mil

HSBC FTSE All-World Index Instl Acc	15.29	100.79
HSBC American Index Institutional Acc	12.59	82.99
HSBC Multi Factor Worldwide Equity ETF	11.14	73.43
Vanguard FTSE All-World UCITS ETF	10.71	70.60
HSBC GIF Global Re Eq ZQ1	5.87	38.69
HSBC GIF Global Em Local Debt ZQ1	5.75	37.90
HSBC European Index Institutional Acc	4.82	31.77
iShares Core MSCI Em IMI ETF USD Acc	4.15	27.36
iShares Core S&P 500 ETF USD Acc	3.99	26.30
HSBC GIF Global Em Bond ZQ1	3.55	23.40

Top Ten Holdings of Underlying Sub-Fund

As at 30 Jun 2019
% of NAVMV USD mil

HSBC FTSE All World Index Instl Acc	15.25	111.36
HSBC American Index Institutional Acc	15.06	109.97
Vanguard FTSE All World UCITS ETF	10.72	78.28
HSBC GIF Global Em Mkts Local Dbt ZQ1	8.14	59.44
HSBC Economic Scale Worldwide Equity ETF	7.16	52.28
HSBC European Index Institutional Acc	5.00	36.51
HSBC GIF Global Real Estate Eq ZQ1	4.80	35.05
HSBC Multi Factor Worldwide Equity ETF	4.23	30.89
Ishares Core MSCI Em IMI ETF USD Acc	4.20	30.67
Struct GS Cross Asset Trend E USD Acc	3.02	22.05

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV

0.59%

Market value (USD)

3,895,391

Realised Gains / (Losses) (USD)

(34,650,789)

Unrealised Gains / (Losses) (USD)

16,467,537

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 4 Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.74%	1.72%	1.39%	1.42%
			As at 30-Jun-20	As at 30-Jun-19
Turnover Ratio	32.48%	179.70%	0.30%	0.09%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 4 (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 4 Fund (USD) invests USD 0.09 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 4 (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 149.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 184.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Insurance World Selection 5 Fund (USD)

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC Portfolios - World Selection 5 (USD)	100.00	1.75
Total	100.00	1.75

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	945,944
Redemption	68,681

C) Underlying Sub-Fund Disclosure (HSBC Portfolios - World Selection 5 (USD))

I Allocation by Country

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

II Allocation by Industry

As at 30 Jun 2020

N.A., as the fund is a fund-of-funds.

III Allocation of Debt Securities by Credit Ratings

As at 30 Jun 2020

N.A.

IV Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2020	
	% of NAV	MV USD mil
HSBC FTSE All-World Index Instl Acc	15.64	45.66
iShares Core S&P 500 ETF USD Acc	15.59	45.51
HSBC Multi Factor Worldwide Equity ETF	11.93	34.82
HSBC American Index Institutional Acc	9.50	27.73
HSBC GIF Global Re Eq ZQ1	7.39	21.57
HSBC European Index Institutional Acc	7.16	20.90
iShares Core MSCI Em INI ETF USD Acc	6.15	17.95
HSBC Japan Index Instl Acc	3.95	11.53
Struct GS Cross Asset Trend E USD Acc	2.97	8.67
HSBC FTSE 100 Index Instl Acc	2.30	6.71

Top Ten Holdings of Underlying Sub-Fund

	As at 30 Jun 2019	
	% of NAV	MV USD mil
HSBC FTSE All World Index Instl Acc	15.69	50.92
HSBC American Index Instl Acc	14.63	47.46
Ishares Core S&P 500 ETF USD Acc	10.85	35.20
HSBC European Index Institutional Acc	7.57	24.56
HSBC Economic Scale Worldwide Equity ETF	7.31	23.72
Ishares Core MSCI Em Imi ETF USD Acc	6.31	20.47
HSBC GIF Global Real Estate Eq ZQ1	4.92	15.96
HSBC GIF Global Em Mkts Local Dbt ZQ1	4.51	14.63
HSBC Multi Factor Worldwide Equity ETF	4.44	14.40
HSBC Japan Index Instl Acc	4.06	13.17

V Exposure to Derivatives

As at 30 Jun 2020

% of NAV	0.67%
Market value (USD)	1,968,984
Realised Gains / (Losses) (USD)	(15,078,881)
Unrealised Gains / (Losses) (USD)	13,358,848

VI Borrowings of Net Asset Value

As at 30 Jun 2020

N.A.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Insurance World Selection 5 Fund (USD)		Underlying Sub-Fund	
	As at 30-Jun-20	As at 30-Jun-19	As at 31-Mar-20*	As at 31-Mar-19**
Expense Ratio	1.82%	1.81%	1.52%	1.52%
Turnover Ratio	5.38%	13.37%	0.26%	0.08%

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of HSBC Portfolios - World Selection 5 (USD) for the financial year ended 30 Jun 2020 is not available.

**Based on unaudited figure as at 31 Mar 2019 for comparative purposes.

II Related-Party Transactions

HSBC Insurance World Selection 5 Fund (USD) invests USD1.75 million, equivalent to 100.00% of its net asset value in HSBC Portfolios - World Selection 5 (USD), which is managed by HSBC Global Asset Management (Singapore) Ltd.

The management fees earned by HSBC Global Asset Management (Singapore) Ltd from 01 July 2019 to 30 June 2020 amounts to USD 4,852.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 184.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

HSBC Life FlexConcept Fund (USD)

Fund Objective

HSBC Insurance FlexConcept Fund (USD) (the "ILP Sub-Fund") invests all or substantially all of its assets into MEAG FlexConcept – BEST 10 USD (the "Underlying Sub-Fund") which is set up under Luxembourg law. The Underlying Sub-Fund's objective is to achieve sustainable capital growth in the mid to long term by maintaining exposure to equity and bond markets using a rule-based investment strategy with the objective to participate in the performance of the Systematix BEST 10% RC USD Index.

FUND FACTS

Underlying Sub-Fund	MEAG FlexConcept - BEST10USD		
Fund Manager	MEAG Luxembourg S.a r.l.		
Launch Date	20 Jan 2020		
CPFIS/SRS	Cash		
CPFIS Risk	N.A.		
Classification			
As at 30 June 2020			
Offer Price	USD	0.94931	
Bid Price	USD	0.94931	
Fund Size	USD	3.61	mil
Units in Issue		3.81	mil

Investment and Market Review ^

Western Europe seems to be the 2nd region after China, successfully containing the virus. In the US, there is only some plateau-like development with some states still in acceleration mode. Some EMs are in a dire situation. Latin America has become the new epicenter of the virus. Globally we are in a next stage, but too early to signal relief. A second wave could be a major challenge. The only thing certain remains a deep recession, deeper than GFC. While a huge damage is already done, DM economies are opening up gradually. Sentiment indicators are already improving while hard data mainly deliver negative data, but this has to change now especially for May/June-datapoints.

Market Outlook and Investment Strategy ^

Central bank use unprecedented monetary stimulus, the main instrument is expanding the central banks balance sheet via asset purchases. In addition, they promise to keep short end low. ECB and FED have recently signaled, that they are able and willing to do even more. Central banks are a major support for assets market. Gigantic fiscal stimulus prevent economies from a deression now. The decisive task will be to prevent a double dip. While economic pit stop where unavoidable to fight the virus, at the same produced serial recessions, lower revenues, increasing deficits. Combined with a declining minimal GDP, deficit quota will jump. Given debt monetisation, this problem has been postponed. The unprecedented fiscal and monetary stimulus support risky assets. However, markets sometimes seem to be complacent and ignoring the massive economic damage which has been done by COVID-19 and the lockdowns and will dampen the profits of most companies. So expect volatility to remain high, driven by both, harsh reality news and recovery hopes competing for the headlines.

^ Source: MEAG Luxembourg S.a r.l.

A) Fund Performance

I Cumulative Total Returns

	3-Mth	6-Mth	1-Year	3-Year	5-Year	10-Year	Since Inception ^A
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
HSBC Life FlexConcept Fund (USD)	1.22	N.A.	N.A.	N.A.	N.A.	N.A.	(5.07)
Benchmark*	1.54	N.A.	N.A.	N.A.	N.A.	N.A.	(3.73)

* Systematix BEST 10% RC USD Index

^AInception Date: 20 Jan 2020

B) Fund Disclosure

I Allocation by Asset Class

Asset Class	As at 31 Mar 2020†	
	% of NAV	MV USD mil
MEAG FlexConcept – BEST10USD	95.01	3.43
Other assets	5.26	0.19
Other liabilities	(0.27)	(0.01)
Total	100.00	3.61

II Fund Movement

(01 Jul 2019 - 30 Jun 2020)

	USD
Subscription	3,754,195
Redemption	-

C) Underlying Fund Disclosure (MEAG FlexConcept – BEST10USD)

I Allocation by Country

Country	As at 31 Mar 2020†	
	% of NAV	MV USD mil
United States	100.00	2.90
Total	100.00	2.90

II Allocation by Industry

Industry	As at 31 Mar 2020†	
	% of NAV	MV USD mil
Government Bonds	60.69	1.76
Cash	39.31	1.14
Total	100.00	2.90

III Allocation of Debt Securities by Credit Ratings

Rating	As at 31 Mar 2020†	
	% of NAV	MV USD mil
AAA	60.69	1.76
Total	60.69	1.76

IV Top Ten Holdings of Underlying Sub-Fund

	As at 31 Mar 2020†	
	% of NAV	MV USD mil
USA 2.375% 18-15.03.21 /TBO	7.37	0.21
USA 2.5% 31.01.21 /TBO	6.90	0.20
USA 2.625% 10-15.11.20 TBO	6.90	0.20
USA 1.125% 16-28.02.21 /TBO	6.90	0.20
USA 1.625% 17-15.10.20 /TBO	6.90	0.20
USA 0% 19-08.10.20 TB	6.90	0.20
US -0 % TB 19-05.11.20	6.90	0.20
USA 0% 20-25.02.21 TB	6.90	0.20
USA 0% 19-25.06.20 TB	5.17	0.15

V Exposure to Derivatives

	As at 31 Mar 2020†
% of NAV	98.22%
Market value (USD)	2,972,863
Realised Gains / (Losses) (USD)	-
Unrealised Gains / (Losses) (USD)	(29,916)

VI Borrowings of Net Asset Value

	As at 31 Mar 2020†
N.A.	

† Based on audited figures as at 31 Mar 2020 as the audited figures as at 30 Jun 2020 are not available.

D) Other Disclosure Items

I Expense/Turnover Ratios	HSBC Life FlexConcept Fund (USD)	Underlying Sub-Fund
	As at 30-Jun-20	As at 31-Mar-20*
Expense Ratio	2.24%	2.00%
Turnover Ratio	8.87%	As at 30-Jun-20** N.A.

*Based on unaudited figure as at 31 Mar 2020 as the expense ratio of MEAG FlexConcept – BEST10USD (USD) for the financial year ended 30 Jun 2020 is not available.

**Stated as N.A. as fund is incepted on 22 Jan 2020.

II Related-Party Transactions

N.A.

III Material Information that will adversely impact the valuation of the ILP sub-fund

N.A.

IV Soft Dollar Commission Arrangement

N.A.

E) Financial Statements

Refer to page 184.

**For more information, please contact your financial consultant,
call our Customer Service Hotline on 6225 6111,
or visit our web site at www.insurance.hsbc.com.sg.**

STATEMENT BY DIRECTOR

For the financial year/period ended 30 June 2020

In the opinion of the directors of HSBC Insurance (Singapore) Pte. Limited, the accompanying financial statements of the Investment-Linked Funds of HSBC Insurance (Singapore) Pte. Limited set out on 168 to 187 comprising the Statements of Assets and Liabilities, Capital and Income Accounts and notes to the financial statements, are drawn up in accordance with the stated accounting policies.

For and on behalf of director of HSBC Insurance (Singapore) Pte. Limited

Carlos M Vazquez

Director

30 September 2020

INDEPENDENT AUDITOR'S REPORT TO HSBC INSURANCE (SINGAPORE) PTE. LIMITED

Our Opinion

In our opinion, the accompanying financial statements of the Investment Linked Sub-Funds (the list of Investment Linked Sub-Funds are set out in pages 168 to 169) of HSBC Insurance (Singapore) Pte. Limited ("the Company") for the financial year/period ended 30 June 2020 are prepared, in all material respects, in accordance with the stated accounting policies as set out in Note 2.

What we have audited

The financial statements of the Investment Linked Sub-Funds comprise:

- the Statement of Assets and Liabilities as at 30 June 2020;
- the Capital and Income Accounts for the financial year/period then ended; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Company in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 2 to the financial statements which describes the basis of accounting. The financial statements are prepared to assist the Company to comply with MAS Notice 307 *Investment-Linked Policies*. As a result, the financial statements may not be suitable for another purpose. This report is intended for the sole benefit and use of the Company and is not intended to nor may it be relied upon by any other party, other than the Company. We accept no liability or responsibility to any other party to whom this report is disclosed or otherwise made available to. This report relates solely to the financial statements of the Investment Linked Sub-Funds of the Company and does not extend to the financial statements of the Company taken as a whole. Our report is not modified in respect of this matter.

INDEPENDENT AUDITOR'S REPORT TO HSBC INSURANCE (SINGAPORE) PTE. LIMITED (continued)

Other Information

Management is responsible for the other information. The other information comprises the fund updates, fund performance summary, notes to the fund disclosures, fund disclosures in respect of each Investment Linked Sub-Fund, and excludes the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management and Directors for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the accounting policies set out in Note 2, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Investment Linked Sub-Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to terminate the Investment Linked Sub-Funds or to cease the Investment Linked Sub-Funds' operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the Investment Linked Sub-Funds' financial reporting process.

INDEPENDENT AUDITOR'S REPORT TO HSBC INSURANCE (SINGAPORE) PTE. LIMITED (continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Investment Linked Sub-Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Investment Linked Sub-Funds to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Public Accountants and Chartered Accountants
Singapore, 30 September 2020

The Statements of Assets and Liabilities and Capital and Income Accounts of the following Investment-Linked Funds are covered in this report:

HSBC Insurance Asia Equity Fund	HSBC Insurance Global High Income Bond Fund
HSBC Insurance Asia Focused Income Fund	HSBC Insurance Global Multi-Asset Fund
HSBC Insurance Asian Bond Fund	HSBC Insurance India Equity Fund
HSBC Insurance China Equity Fund	HSBC Insurance Pacific Equity Fund
HSBC Insurance Chinese Equity Fund	HSBC Insurance Premium Balanced Fund
HSBC Insurance Emerging Markets Equity Fund	HSBC Insurance Singapore Bond Fund
HSBC Insurance Ethical Global Equity Fund	HSBC Insurance Singapore Equity Fund
HSBC Insurance Ethical Global Sukuk Fund	HSBC Insurance US Equity Portfolio Fund
HSBC Insurance Europe Dynamic Equity Fund	HSBC Insurance US Opportunities Equity Fund
HSBC Insurance Global Bond Fund	HSBC Insurance World Selection 1 Fund
HSBC Insurance Global Emerging Markets Bond Fund	HSBC Insurance World Selection 2 Fund
HSBC Insurance Global Emerging Markets Equity Fund	HSBC Insurance World Selection 3 Fund
HSBC Insurance Global Equity Fund	HSBC Insurance World Selection 4 Fund
HSBC Insurance Global Equity Portfolio Fund	HSBC Insurance World Selection 5 Fund
HSBC Insurance Global Equity Volatility Focused Fund	

The Statements of Assets and Liabilities and Capital and Income Accounts of the following Investment-Linked Funds are covered in this report (Cont) :

HSBC Insurance Europe Dynamic Equity Fund (USD)	HSBC Insurance US Equity Portfolio Fund (USD)
HSBC Insurance Global Emerging Markets Bond Fund (USD)	HSBC Insurance World selection 1 Fund (USD)
HSBC Insurance Global Emerging Markets Equity Fund (USD)	HSBC Insurance World Selection 2 Fund (USD)
HSBC Insurance Global Equity Portfolio Fund (USD)	HSBC Insurance World Selection 3 Fund (USD)
HSBC Insurance Global Equity Volatility Focused Fund (USD)	HSBC Insurance World Selection 4 Fund (USD)
HSBC Insurance Global High Income Bond Fund (USD)	HSBC Insurance World Selection 5 Fund (USD)
HSBC Insurance India Equity Fund (USD)	HSBC Life FlexConcept Fund (USD)
HSBC Insurance Pacific Equity Fund (USD)	

Financial Statements

	HSBC Insurance Asia Equity Fund S\$	HSBC Insurance Asia Focused Income Fund S\$	HSBC Insurance Asian Bond Fund S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	93,591,436	8,207,864	23,607,036
Amounts received by the Fund for creation of units	6,268,789	1,491,920	2,469,323
Amounts paid by the Fund for liquidation of units	(21,751,456)	(1,680,994)	(8,336,227)
Net cash into/(out of) Fund	(15,482,667)	(189,074)	(5,866,904)
Unrealised appreciation/(diminution) in value of investments	2,848,929	84,420	(258,235)
Gain/(Loss) on sale of investments	5,980,705	51,876	870,971
Management fees	(1,304,934)	(100,955)	(205,161)
Other expenses	(32,580)	(3,025)	(7,683)
Increase/(Decrease) in net asset value for the period	(7,990,547)	(156,758)	(5,467,012)
Value of Fund as at 30 June 2020	85,600,889	8,051,106	18,140,024
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	85,628,331	8,052,835	18,166,486
Other debtors	359,132	-	194,515
Total assets	85,987,463	8,052,835	18,361,001
<u>Liabilities</u>			
Other creditors	(386,574)	(1,729)	(220,977)
Value of Fund as at 30 June 2020	85,600,889	8,051,106	18,140,024

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance China Equity Fund	HSBC Insurance Chinese Equity Fund	HSBC Insurance Emerging Markets Equity Fund
	S\$	S\$	S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	80,770,168	16,543,279	29,659,291
Amounts received by the Fund for creation of units	5,060,274	10,384,860	1,917,672
Amounts paid by the Fund for liquidation of units	(19,346,690)	(2,249,678)	(6,332,118)
Net cash into/(out of) Fund	(14,286,416)	8,135,182	(4,414,446)
Unrealised appreciation/(diminution) in value of investments	10,527,090	4,433,863	(639,604)
Gain/(Loss) on sale of investments	5,915,847	82,798	1,156,482
Dividend Income	-	55,291	-
Management fees	(1,159,287)	(331,632)	(403,894)
Other expenses	(28,944)	(8,280)	(10,084)
Increase/(Decrease) in net asset value for the period	968,290	12,367,222	(4,311,546)
Value of Fund as at 30 June 2020	81,738,458	28,910,501	25,347,745
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	81,766,236	28,910,706	25,348,520
Other debtors	307,003	11,561	26,534
Total assets	82,073,239	28,922,267	25,375,054
<u>Liabilities</u>			
Other creditors	(334,781)	(11,766)	(27,309)
Value of Fund as at 30 June 2020	81,738,458	28,910,501	25,347,745

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Ethical Global Equity Fund S\$	HSBC Insurance Ethical Global Sukuk Fund S\$	HSBC Insurance Europe Dynamic Equity Fund S\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	46,256,185	15,004,827	34,155,876
Amounts received by the Fund for creation of units	868,203	111,077	5,414,695
Amounts paid by the Fund for liquidation of units	(5,649,077)	(1,441,566)	(10,595,568)
Net cash into/(out of) Fund	(4,780,874)	(1,330,489)	(5,180,873)
Unrealised appreciation/(diminution) in value of investments	(2,310,824)	568,237	(922,387)
Gain/(Loss) on sale of investments	410,179	43,126	16,556
Dividend Income	-	636,814	-
Other income	50,300	-	-
Management fees	(636,508)	(196,500)	(445,077)
Other expenses	-	(6,833)	(11,112)
Increase/(Decrease) in net asset value for the period	(7,267,727)	(285,645)	(6,542,893)
Value of Fund as at 30 June 2020	38,988,458	14,719,182	27,612,983
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	38,945,357	14,720,948	27,667,337
Other debtors	115,710	24,205	140,904
Total assets	39,061,067	14,745,153	27,808,241
<u>Liabilities</u>			
Other creditors	(72,609)	(25,971)	(195,258)
Value of Fund as at 30 June 2020	38,988,458	14,719,182	27,612,983

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Global Bond Fund S\$	HSBC Insurance Global Emerging Markets Bond Fund S\$	HSBC Insurance Global Emerging Markets Equity Fund S\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	7,733,977	2,509,503	9,152,108
Amounts received by the Fund for creation of units	883,316	528,652	5,241,497
Amounts paid by the Fund for liquidation of units	(1,856,625)	(819,343)	(1,215,108)
Net cash into/(out of) Fund	(973,309)	(290,691)	4,026,389
Unrealised appreciation/(diminution) in value of investments	414,721	(148,844)	865,846
Gain/(Loss) on sale of investments	258,515	(78,791)	95,122
Dividend Income	-	137,774	-
Other income	2,000	-	-
Management fees	(59,709)	(29,744)	(174,443)
Other expenses	(2,795)	(891)	(4,355)
Increase/(Decrease) in net asset value for the period	(360,577)	(411,187)	4,808,559
Value of Fund as at 30 June 2020	7,373,400	2,098,316	13,960,667
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	7,372,261	2,087,483	13,959,210
Dividend Receivable	-	11,285	-
Other debtors	2,000	-	68,865
Total assets	7,374,261	2,098,768	14,028,075
<u>Liabilities</u>			
Other creditors	(861)	(452)	(67,408)
Value of Fund as at 30 June 2020	7,373,400	2,098,316	13,960,667

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Global Equity Fund	HSBC Insurance Global Equity Portfolio Fund	HSBC Insurance Global Equity Volatility Focused Fund
	S\$	S\$	S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	70,897,320	10,096,239	6,327,884
Amounts received by the Fund for creation of units	1,793,269	4,038,413	862,506
Amounts paid by the Fund for liquidation of units	(9,114,097)	(957,425)	(2,002,804)
Net cash into/(out of) Fund	(7,320,828)	3,080,988	(1,140,298)
Unrealised appreciation/(diminution) in value of investments	1,240,445	(981,241)	(119,123)
Gain/(Loss) on sale of investments	4,161,693	28,881	41,987
Dividend income	-	161,977	-
Management fees	(1,098,393)	(69,888)	(84,997)
Other expenses	(25,709)	(4,362)	(2,122)
Increase/(Decrease) in net asset value for the period	(3,042,792)	2,216,355	(1,304,553)
Value of Fund as at 30 June 2020	67,854,528	12,312,594	5,023,331
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	67,905,358	12,316,890	5,023,434
Other debtors	94,924	-	53
Total assets	68,000,282	12,316,890	5,023,487
<u>Liabilities</u>			
Other creditors	(145,754)	(4,296)	(156)
Value of Fund as at 30 June 2020	67,854,528	12,312,594	5,023,331

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Global High Income Bond Fund S\$	HSBC Insurance Global Multi-Asset Fund S\$	HSBC Insurance India Equity Fund S\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	4,144,299	1,384,473	61,534,921
Amounts received by the Fund for creation of units	1,977,923	793,137	8,353,209
Amounts paid by the Fund for liquidation of units	(623,231)	(207,783)	(13,847,535)
Net cash into/(out of) Fund	1,354,692	585,354	(5,494,326)
Unrealised appreciation/(diminution) in value of investments	109,593	(76,428)	(13,338,539)
Gain/(Loss) on sale of investments	20,265	8,692	1,549,801
Management fees	(61,180)	(20,886)	(766,143)
Other expenses	(1,833)	(626)	(19,128)
Increase/(Decrease) in net asset value for the period	1,421,537	496,106	(18,068,335)
Value of Fund as at 30 June 2020	5,565,836	1,880,579	43,466,586
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	5,567,431	1,881,257	43,478,974
Other debtors	-	-	61,353
Total assets	5,567,431	1,881,257	43,540,327
<u>Liabilities</u>			
Other creditors	(1,595)	(678)	(73,741)
Value of Fund as at 30 June 2020	5,565,836	1,880,579	43,466,586

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Pacific Equity Fund S\$	HSBC Insurance Premium Balanced Fund S\$	HSBC Insurance Singapore Bond Fund S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	165,352,556	119,468,742	28,760,906
Amounts received by the Fund for creation of units	27,718,304	5,506,537	1,887,255
Amounts paid by the Fund for liquidation of units	(55,056,306)	(9,274,291)	(5,665,185)
Net cash into/(out of) Fund	(27,338,002)	(3,767,754)	(3,777,930)
Unrealised appreciation/(diminution) in value of investments	(2,549,430)	7,056,442	(2,626,022)
Gain/(Loss) on sale of investments	7,631,834	3,205,730	3,437,998
Management fees	(2,219,132)	(862,958)	(163,030)
Other expenses	(55,404)	(46,168)	(10,031)
Increase/(Decrease) in net asset value for the period	(24,530,134)	5,585,292	(3,139,015)
Value of Fund as at 30 June 2020	140,822,422	125,054,034	25,621,891
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	140,887,606	125,080,320	25,622,574
Cash and bank balances	33,150	-	-
Other debtors	760,452	268,665	24,556
Total assets	141,681,208	125,348,985	25,647,130
<u>Liabilities</u>			
Other creditors	(858,786)	(294,951)	(25,239)
Value of Fund as at 30 June 2020	140,822,422	125,054,034	25,621,891

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Singapore Equity Fund S\$	HSBC Insurance US Equity Portfolio Fund S\$	HSBC Insurance US Opportunities Equity Fund S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	21,761,760	9,564,716	3,899,804
Amounts received by the Fund for creation of units	4,276,305	3,616,730	4,224,287
Amounts paid by the Fund for liquidation of units	(5,770,042)	(805,813)	(588,480)
Net cash into/(out of) Fund	(1,493,737)	2,810,917	3,635,807
Unrealised appreciation/(diminution) in value of investments	(3,426,355)	(676,668)	1,505,982
Gain/(Loss) on sale of investments	(223,486)	52,048	41,740
Dividend Income	781,376	86,071	-
Management fees	(215,847)	(43,647)	(87,563)
Other expenses	(7,185)	(4,086)	(2,186)
Increase/(Decrease) in net asset value for the period	(4,585,234)	2,224,635	5,093,780
Value of Fund as at 30 June 2020	17,176,526	11,789,351	8,993,584
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	17,130,485	11,822,349	8,993,874
Other debtors	50,377	6,330	31,666
Total assets	17,180,862	11,828,679	9,025,540
<u>Liabilities</u>			
Other creditors	(4,336)	(39,328)	(31,956)
Value of Fund as at 30 June 2020	17,176,526	11,789,351	8,993,584

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance World Selection 1 Fund S\$	HSBC Insurance World Selection 2 Fund* S\$	HSBC Insurance World Selection 3 Fund S\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	3,391,523	87,609	11,475,705
Amounts received by the Fund for creation of units	2,680,237	103,450	4,604,010
Amounts paid by the Fund for liquidation of units	(1,967,812)	(97,626)	(2,331,123)
Net cash into/(out of) Fund	712,425	5,824	2,272,887
Unrealised appreciation/(diminution) in value of investments	(8,027)	2,122	(221,387)
Gain/(Loss) on sale of investments	73,681	1,961	108,255
Management fees	(55,037)	(902)	(183,321)
Other expenses	(1,527)	(24)	(4,735)
Increase/(Decrease) in net asset value for the period	721,515	8,981	1,971,699
Value of Fund as at 30 June 2020	4,113,038	96,590	13,447,404
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	4,114,572	96,621	13,450,602
Other debtors	8,132	7,604	17,353
Total assets	4,122,704	104,225	13,467,955
<u>Liabilities</u>			
Other creditors	(9,666)	(7,635)	(20,551)
Value of Fund as at 30 June 2020	4,113,038	96,590	13,447,404

*Fund was launched on 05 November 2018.

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance World Selection 4 Fund* S\$	HSBC Insurance World Selection 5 Fund S\$
Capital and Income Account For The Financial Year Ended 30 June 2020		
Value of Fund as at 1 July 2019	126,703	21,533,934
Amounts received by the Fund for creation of units	646,689	4,661,586
Amounts paid by the Fund for liquidation of units	(14,024)	(7,789,449)
Net cash into/(out of) Fund	632,665	(3,127,863)
Unrealised appreciation/(diminution) in value of investments	(9,956)	(836,673)
Gain/(Loss) on sale of investments	(3,155)	551,427
Management fees	(6,279)	(295,868)
Other expenses	(157)	(7,149)
Increase/(Decrease) in net asset value for the period	613,118	(3,716,126)
Value of Fund as at 30 June 2020	739,821	17,817,808
Statement of Assets and Liabilities As at 30 June 2020		
<u>Assets</u>		
Investments in funds	740,274	17,859,204
Other debtors	-	81,852
Total assets	740,274	17,941,056
<u>Liabilities</u>		
Other creditors	(453)	(123,248)
Value of Fund as at 30 June 2020	739,821	17,817,808

*Fund was launched on 05 November 2018.

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Europe Dynamic Equity Fund (USD) US\$	HSBC Insurance Global Emerging Markets Bond Fund (USD) US\$	HSBC Insurance Global Emerging Markets Equity Fund (USD) US\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	1,860,440	1,190,617	3,203,742
Amounts received by the Fund for creation of units	1,049,048	368,675	1,535,174
Amounts paid by the Fund for liquidation of units	(332,570)	-	(505,574)
Net cash into/(out of) Fund	716,478	368,675	1,029,600
Unrealised appreciation/(diminution) in value of investments	(72,239)	(50,459)	166,374
Gain/(Loss) on sale of investments	(19,250)	7,179	19,913
Management fees	(33,860)	(17,069)	(56,088)
Other expenses	(845)	(511)	(1,400)
Increase/(Decrease) in net asset value for the period	590,284	307,815	1,158,399
Value of Fund as at 30 June 2020	2,450,724	1,498,432	4,362,141
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	2,450,878	1,498,728	4,361,957
Other debtors	-	-	319
Total assets	2,450,878	1,498,728	4,362,276
<u>Liabilities</u>			
Other creditors	(154)	(296)	(135)
Value of Fund as at 30 June 2020	2,450,724	1,498,432	4,362,141

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance Global Equity Portfolio Fund (USD) US\$	HSBC Insurance Global Equity Volatility Focused Fund (USD) US\$	HSBC Insurance Global High Income Bond Fund (USD) US\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	2,921,433	121,407	1,282,390
Amounts received by the Fund for creation of units	1,604,218	65,568	563,630
Amounts paid by the Fund for liquidation of units	(75,708)	-	-
Net cash into/(out of) Fund	1,528,510	65,568	563,630
Unrealised appreciation/(diminution) in value of investments	(407,122)	2,002	72,831
Gain/(Loss) on sale of investments	7,540	-	-
Dividend Income	42,608	-	-
Management fees	(21,576)	(2,182)	(19,656)
Other expenses	(1,347)	(55)	(589)
Increase/(Decrease) in net asset value for the period	1,148,613	65,333	616,216
Value of Fund as at 30 June 2020	4,070,046	186,740	1,898,606
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	4,070,138	186,789	1,897,552
Other debtors	35	-	1,113
Total assets	4,070,173	186,789	1,898,665
<u>Liabilities</u>			
Other creditors	(127)	(49)	(59)
Value of Fund as at 30 June 2020	4,070,046	186,740	1,898,606

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance India Equity Fund (USD)	HSBC Insurance Pacific Equity Fund (USD)	HSBC Insurance US Equity Portfolio Fund (USD)
	US\$	US\$	US\$
Capital and Income Account For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	1,663,556	7,559,326	2,306,559
Amounts received by the Fund for creation of units	900,779	4,835,674	1,504,994
Amounts paid by the Fund for liquidation of units	(43,712)	(348,519)	(116,309)
Net cash into/(out of) Fund	857,067	4,487,155	1,388,685
Unrealised appreciation/(diminution) in value of investments	(441,303)	67,130	(292,486)
Gain/(Loss) on sale of investments	(8,073)	(12,578)	(34,527)
Dividend Income	-	-	20,111
Management fees	(27,156)	(144,872)	(11,810)
Other expenses	(678)	(3,617)	(1,106)
Increase/(Decrease) in net asset value for the period	379,857	4,393,218	1,068,867
Value of Fund as at 30 June 2020	2,043,413	11,952,544	3,375,426
Statement of Assets and Liabilities As at 30 June 2020			
<u>Assets</u>			
Investments in funds	2,042,962	11,952,128	3,375,268
Cash and bank balances	-	688	-
Other debtors	518	4,200	264
Total assets	2,043,480	11,957,016	3,375,532
<u>Liabilities</u>			
Other creditors	(67)	(4,472)	(106)
Value of Fund as at 30 June 2020	2,043,413	11,952,544	3,375,426

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance World Selection 1 Fund (USD) US\$	HSBC Insurance World Selection 2 Fund (USD)* US\$	HSBC Insurance World Selection 3 Fund (USD) US\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	268,466	N.A.	1,252,301
Amounts received by the Fund for creation of units	1,030,473		921,946
Amounts paid by the Fund for liquidation of units	(375,233)		-
Net cash into/(out of) Fund	655,240		921,946
Unrealised appreciation/(diminution) in value of investments	8,531		6,334
Gain/(Loss) on sale of investments	1,893		-
Management fees	(9,573)		(24,864)
Other expenses	(266)		(642)
Increase/(Decrease) in net asset value for the period	655,825		902,774
Value of Fund as at 30 June 2020	924,291		2,155,075
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	924,299		2,154,378
Other debtors	284		1,202
Total assets	924,583		2,155,580
<u>Liabilities</u>			
Other creditors	(292)		(505)
Value of Fund as at 30 June 2020	924,291		2,155,075

*Stated as N.A. as fund is yet to be incepted.

The accompanying notes form an integral part of these financial statements.

Financial Statements (Cont)

	HSBC Insurance World Selection 4 Fund (USD) US\$	HSBC Insurance World Selection 5 Fund (USD) US\$	HSBC Life FlexConcept Fund (USD)* US\$
Capital and Income Account			
For The Financial Year Ended 30 June 2020			
Value of Fund as at 1 July 2019	10,984	915,433	-
Amounts received by the Fund for creation of units	78,017	945,944	3,754,195
Amounts paid by the Fund for liquidation of units	-	(68,681)	-
Net cash into/(out of) Fund	78,017	877,263	3,754,195
Unrealised appreciation/(diminution) in value of investments	1,149	(6,687)	(121,402)
Gain/(Loss) on sale of investments	(1,162)	(13,912)	(12,156)
Management fees	(671)	(19,284)	(6,922)
Other expenses	(17)	(466)	(519)
Increase/(Decrease) in net asset value for the period	77,316	836,914	3,613,196
Value of Fund as at 30 June 2020	88,300	1,752,347	3,613,196
Statement of Assets and Liabilities			
As at 30 June 2020			
<u>Assets</u>			
Investments in funds	87,531	1,752,757	3,428,645
Other debtors	792	6	185,234
Total assets	88,323	1,752,763	3,613,879
<u>Liabilities</u>			
Other creditors	(23)	(416)	(683)
Value of Fund as at 30 June 2020	88,300	1,752,347	3,613,196

*Fund was launched on 20 January 2020.

The accompanying notes form an integral part of these financial statements.

Notes to the Financial Statements

These notes form an integral part of the financial statements.

1. HSBC Insurance (Singapore) Pte. Limited Investment-Linked Funds

- 1.1 The Investment-Linked Funds of HSBC Insurance (Singapore) Pte. Limited (HSBC Insurance Investment-Linked Funds) comprise:

Funds	Units in issue as at 30 June 2020
HSBC Insurance Asia Equity Fund	27,015,883
HSBC Insurance Asia Focused Income Fund	7,147,880
HSBC Insurance Asian Bond Fund	9,357,239
HSBC Insurance China Equity Fund	25,415,636
HSBC Insurance Chinese Equity Fund	17,135,479
HSBC Insurance Emerging Markets Equity Fund	19,721,339
HSBC Insurance Ethical Global Equity Fund	31,378,598
HSBC Insurance Ethical Global Sukuk Fund	11,659,081
HSBC Insurance Europe Dynamic Equity Fund	23,312,875
HSBC Insurance Global Bond Fund	5,643,319
HSBC Insurance Global Emerging Markets Bond Fund	2,088,928
HSBC Insurance Global Emerging Markets Equity Fund	7,922,314
HSBC Insurance Global Equity Fund	38,146,511
HSBC Insurance Global Equity Portfolio Fund	9,951,652
HSBC Insurance Global Equity Volatility Focused Fund	4,142,662
HSBC Insurance Global High Income Bond Fund	4,625,647
HSBC Insurance Global Multi-Asset Fund	1,779,207
HSBC Insurance India Equity Fund	20,726,197
HSBC Insurance Pacific Equity Fund	96,778,699
HSBC Insurance Premium Balanced Fund	66,099,869
HSBC Insurance Singapore Bond Fund	17,672,734
HSBC Insurance Singapore Equity Fund	16,135,885
HSBC Insurance US Equity Portfolio Fund	8,358,688
HSBC Insurance US Opportunities Equity Fund	4,473,705
HSBC Insurance World Selection 1 Fund	3,214,949
HSBC Insurance World Selection 2 Fund	91,791
HSBC Insurance World Selection 3 Fund	9,881,633
HSBC Insurance World Selection 4 Fund	718,304
HSBC Insurance World Selection 5 Fund	12,571,026

HSBC Insurance (Singapore) Pte. Limited Investment-Linked Funds (Cont)

<u>Funds</u>	<u>Units in issue as at 30 June 2020</u>
HSBC Insurance Europe Dynamic Equity Fund (USD)	2,220,504
HSBC Insurance Global Emerging Markets Equity Fund (USD)	2,975,154
HSBC Insurance Global Equity Portfolio Fund (USD)	3,583,965
HSBC Global Equity Volatility Focused Fund (USD)	156,099
HSBC Insurance Global High Income Bond Fund (USD)	1,658,586
HSBC Insurance Global Emerging Markets Bond Fund (USD)	1,419,742
HSBC Insurance India Equity Fund (USD)	2,256,435
HSBC Insurance Pacific Equity Fund (USD)	9,750,558
HSBC Insurance US Equity Portfolio Fund (USD)	2,826,573
HSBC Insurance World selection 1 Fund (USD)	831,017
HSBC Insurance World Selection 2 Fund (USD)	0
HSBC Insurance World Selection 3 Fund (USD)	1,875,316
HSBC Insurance World Selection 4 Fund (USD)	85,771
HSBC Insurance World Selection 5 Fund (USD)	1,474,453
HSBC Life FlexConcept Fund (USD)	3,806,110

2. Summary of significant accounting policies

2.1 Basis of preparation

The financial statements of the HSBC Insurance Investment-Linked Funds are presented in the currencies of the respective underlying funds, which includes Singapore and United States Dollars. The financial statements have been prepared on the historical cost basis, except for investments which are measured at fair value.

2.2 Investments

All purchases of investments, which only comprise of unit trusts, are recognised on their trade dates, i.e. the date the commitment exists to purchase the investments. The investments are initially recorded at cost, being the consideration given and excluding acquisition charges associated with the investments. After initial recognition, the investments are subsequently measured at fair value. The unrealised gains or losses on re-measurement to fair value are taken to the Capital and Income Account within unrealised appreciation/ (diminution) in value of investments after being adjusted for management fees at the underlying invested unit trust. The fair value is determined by using open market valuation at the reporting date. The quoted market price used for these investments is the quoted net asset value per unit of the unit trusts.

2.3 Amounts received by the funds for creation of units

The amounts received by the funds comprise the gross premiums received by the Company (after deducting charges which include bid-offer spread) and switches by the policyholders from other funds.

2.4 Amounts paid by the funds for liquidation of units

The amounts paid by the funds for liquidation of units comprise of the sale of units in the investment-linked funds for the payment of death claims or surrenders and for switches by the policyholders to the other funds.

2.5 The amount due to and due from unitholders are calculated based on net amount basis.

2.6 The amount due to and due from brokers are calculated based on net amount basis.

2.7 Policy fees, mortality charges and other administrative fees

Policy fees, mortality charges and other administrative fees are charged to the Capital and Income Accounts by way of unit deductions.

2.8 Gains/losses from sale of investments

All sales of investments are recognised on their trade dates, the date the fund commits to sell the investments. The cost of disposal of investments is determined on the weighted-average cost basis. Realised gains/losses from the sale of investments are taken to the Capital and Income Account.

2.9 Income and expenses recognition

Dividend income is recognised in the Capital and Income Account when the right to receive payment is established.

Expenses are recognised on an accrual basis.

2.10 Foreign currencies

Transactions in foreign currencies are translated into their functional currencies being Singapore dollars or United States Dollars at the exchange rate at the date of the transaction. Financial assets and liabilities denominated in foreign currencies at the reporting date are translated into their respective functional currencies at the exchange rate at the reporting date. Foreign currency differences are recognised in Other expenses in the Capital and Income Account.

About Us

The Hongkong and Shanghai Banking Corporation Limited is the founding member of the HSBC Group. HSBC serves customers worldwide from offices in 64 countries and territories in its geographical regions: Europe, Asia, North America, Latin America, and Middle East and North Africa. With assets of USD2,918 billion at 31 March 2020, HSBC is one of the world's largest banking and financial services organisations.

HSBC Insurance (Singapore) Pte. Limited is a wholly owned subsidiary of HSBC Insurance (Asia Pacific) Holdings Limited, which is ultimately owned by HSBC Holdings plc, the London-based holding company of the HSBC Group. HSBC Insurance (Singapore) has been a Monetary Authority of Singapore's (MAS) Tier-1 insurer, managing total assets of close to SGD 7 billion with a 199% Capital Adequacy Ratio (CAR) as at 31 December 2019 and received an A+ rating by Standard & Poor's as at 30 April 2020. It provides a wide range of solutions that cater to retirement, protection, education, legacy planning, and wealth accumulation needs. It also has a fully digital platform, HSBC Insurance Online, that offers simple and value for money term-based life insurance products online.

HSBC Insurance Singapore's financial strength

- Our financial strength currently stands at over S\$6.3 billion* in assets as at 31 December 2019.
- Our Capital Adequacy Ratio (CAR) as at 31 December 2019 was 195%, more than the statutory capital requirement.
- A+ rating from Standard & Poor's in 2019 thanks to our continued growth, strength of management and sound financial condition.

* Carrying value as per SFRS basis.

Important Notes

This report is jointly provided by HSBC Insurance (Singapore) Pte. Limited and the fund managers mentioned within this report for general information only. The specific investment objectives, personal situation and particular needs of any person have not been taken into consideration. This document is not and should not be construed as an offer to sell or solicitation of an offer to purchase or subscribe to any investment or services and HSBC Insurance (Singapore) Pte. Limited is not recommending or soliciting any action based on it.

You should read the relevant product and fund documentation, including the relevant product summary, product highlights sheets and fund summaries for details before deciding to invest. Copies of the product and fund documentation can be obtained from our authorized product distributors.

Investment involves risk and past performances of the ILP sub-funds and any other economic or market predictions, projections or forecasts, are not necessarily indicative of future or likely performances of the ILP sub-funds, underlying funds, underlying entities and/or the respective fund managers. The value of the units in the ILP sub-funds and the income accruing to the units, if any, may fall or rise, and the investor may not get back the original sum invested.

Any insurance product information mentioned is intended to provide you with a general summary and the product features are subject to change, without notice given. Information herein is also not a contract of insurance.

You should not rely on this document as investment advice. If you have any concerns about any investment products or are uncertain about the suitability of any investment decision, you should seek such financial, legal or tax advice from your professional advisers as appropriate.

Information contained in this document is obtained from sources believed to be reliable, however HSBC Insurance (Singapore) Pte. Ltd. does not guarantee its completeness or accuracy. Opinions and estimates expressed are subject to change without notice and HSBC Insurance (Singapore) Pte. Limited expressly disclaims any and all liability for representations and warranties, express or implied, contained herein, or for omissions.

HSBC Insurance (Singapore) Pte. Limited's authorized product distributors, including The Hongkong and Shanghai Banking Corporation Limited, Singapore branch (together "the authorized product distributors") are neither underwriters nor brokers for the customer. To the fullest extent permissible under applicable law, the authorized product distributors make no warranties or representation as to the accuracy, correctness, reliability or otherwise of the content of this document (webpage). Under no circumstances, shall the authorized product distributors or any party involved in creating, producing or delivering this document be liable to you for any direct, indirect, incidental, consequential, loss or punitive damages that result from the use of, or reliance upon, the information in this document (webpage), even if the authorized product distributors have been advised of the possibility of such damages.

The insurance products are underwritten by HSBC Insurance (Singapore) Pte. Limited. They are not obligations of deposits in or guaranteed by The Hongkong and Shanghai Banking Corporation.

Issued by HSBC Insurance (Singapore) Pte. Limited

*HSBC Insurance (Singapore) Pte. Limited
10 Marina Boulevard #48-01
Marina Bay Financial Centre Tower 2
Singapore 018983
Tel: (65) 6225 6111 Fax: (65) 6221 2188
Company Registration Number 195400150N*

Web site: www.insurance.hsbc.com.sg

Printed by Medialink Printing Services Pte Ltd

