

HSBC China & India Equity Freestyle Fund - IAF

Monthly Factsheet

as of 31 October 2016

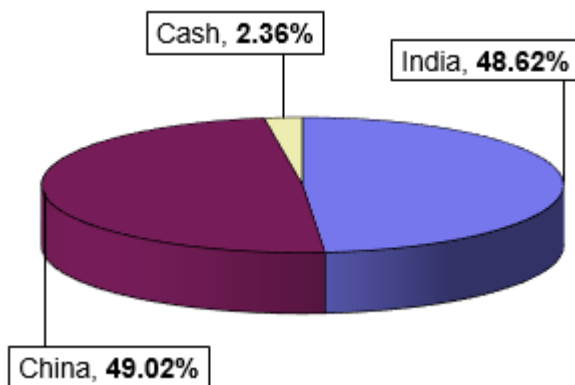
Profile

To provide capital appreciation through investing in a well-diversified portfolio comprising of shares in Indian and Chinese companies over a long period of five years and above .

Top Holdings

Stock	Weight %
Tencent Holdings Ltd.	10
Alibaba Group Holdings Ltd.	10
Infosys Ltd.	7
China Mobile Ltd.	6
Baidu Inc. Class A	6
Maruti Suzuki India Ltd.	5
Wipro Ltd.	4
HCL Technologies Ltd.	4
Emami Ltd.	3
Oil & Natural Gas Corp. Ltd.	3

Fund Composition



Contact Details

HSBC Saudi Arabia Limited

Local and International Investors

Toll Free Number: 920022688

Website: www.hsbcSaudi.com

Email: mohammedaalmuhareb@hsbcsa.com

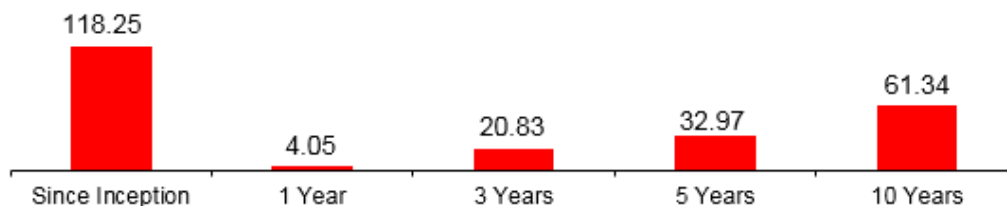


Fund Details

Fund Manager	HSBC Saudi Arabia Ltd.
Inception Date	12 December 2005
Inception Price	USD 10
Fund Type	Open ended
Investment Policy	Freestyle Management
Base Currency of the Fund	US Dollar
Risk/Return Profile	High
Bloomberg Code	SABCHIN AB
Zawya Code	HSBCIEF.MF
Fund Size (USD)	40 Million
Minimum Initial Investment	USD 2,000
Minimum Additional Investment	USD 1,000
Valuation Day	Monday & Thursday
Cut off Time	Before close of business; On Sunday for Monday valuation, and on Wednesday for Thursday valuation.
Redeemed Funds Payment	Four business days after valuation day
Annual Management Fee	2.3%
Subscription Fee	Up to 2%

Performance as of 31 October 2016

	Since Inception	1 Year	3 Years	5 Years	10 Years
	% Chg	% Chg	% Chg	% Chg	% Chg
■ HSBC China & India Equity Freestyle Fund	118.25	4.05	20.83	32.97	61.34



Please note that the above figures refer to past performance and that past performance is not a reliable indicator of future results. The Fund was converted to a Shariah compliant fund on September 30, 2010. The performance data before that date refers to the performance of the conventional HSBC China and India Equity Freestyle Fund. The investment performance of the fund is calculated on a total return basis (i.e. with the cash dividend reinvested). The data is based on the last calculated NAV of the Fund for each month and the value of the benchmark on the corresponding day.

Fund manager comments

China

The Chinese equities took a breather in October after moving up for three consecutive months and reaching YTD high in September. Investors took profit and stood on the sidelines amid various uncertainties lying ahead. Firstly, Rmb weakened further and slipped to a six-year low. The weakness in Rmb hurt investor sentiment and reduced attractiveness of China assets. Growing expectations of a US Fed rate hike in December also fueled speculation of further weakness in Rmb and possible liquidity outflow from emerging markets. Secondly, investors remained nervous ahead of the US presidential election next month. Meanwhile, capital inflows from the mainland shrank as average daily quota usage in Southbound Stock Connect dropped to below 6% from 35% in the previous month. Lastly, tightening policies on property purchase in China aiming to cool soaring home prices triggered sell-off in the property sector.

India

The MSCI India index was down 0.6% in USD terms during the month and was down 0.3% in INR terms. Amongst the various sectors, Utilities turned out to be the best performer for Oct-16 followed by Industrials, while Information Technology clocked the weakest performance during the month (all performances in terms of INR).

India's domestic macro indicators continued to remain steady during Oct-16. Further moderation in the CPI inflation augurs well in the context of the rate easing cycle. However, valuations continued to trend above historical averages and the valuation premium of midcaps over large caps has widened during the month.

During the month, the HSBC China and India Equity Freestyle Fund declined by 1.33%.

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