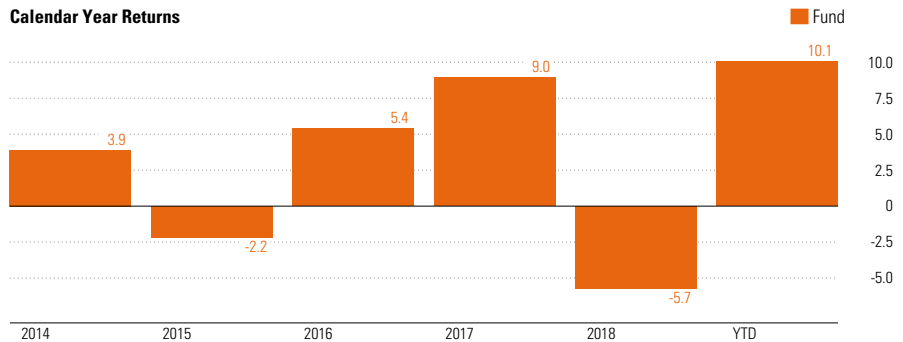


HSBC Managed Portfolios World Selection 2 Class IC

Investment Objective

The principal objective of the World Selection portfolios is total return over time while attempting to limit risk through investment in a diversified portfolio of mutual funds. Investors in this portfolio will have a low risk tolerance.

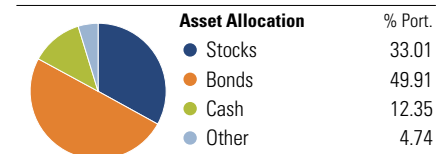
Calendar Year Returns



Portfolio Manager Commentary

Global equities bounced back from losses in May as escalating trade tensions eased prior to the G20 meeting and expectations for central banks to ease monetary policy increased. Bond markets were supported by the notion of central banks pivoting to a more dovish stance in policy. In the US all broad sectors rose led by materials, energy and tech, sectors that have recently been under pressure from the trade tensions. Economic data showed employment remains strong and inflation below 2%. European stocks rose on the ease in trade tensions and the indication from the ECB that more quantitative easing is likely. As with the US, manufacturing remained weak while the service sector is relatively solid. In the UK, markets rose with the rest of the world amid the Conservative party battle for leadership. Japanese stocks were also lifted by the ease in trade tensions while economic data remains mixed. Emerging Markets rose in similar fashion to the developed markets. China obviously benefited from the ease in trade tensions. Technology was among the leading sectors boosted by the news that the Trump administration may ease restrictions on leading telecom equipment maker Huawei. Latin America was also up strong as bilateral trade tensions with Mexico eased and pension reform in Brazil continuing to progress. The World Selection portfolios were higher, led by equities and Emerging Market debt. All equity regions were higher with the strongest returns from the US and Europe however all other regions were close behind. Within bonds the leading sectors were Emerging Market local and USD denominated bonds. During the month we took profit in Emerging Market bonds but continue to be overweight in the sector and reduced our position in short maturities in the government bond sector following the recent strength in the sector.

Trailing Returns (31-Jul-2019)	Return %	Quarterly Returns	1st qtr	2nd qtr	3rd qtr	4th qtr
3 Months	2.34	2019	6.44	2.55	-	-
6 Months	5.69	2018	-1.27	-0.76	0.47	-4.21
1 Year	5.00	2017	2.73	1.89	1.95	2.11
3 Years Annualised	3.76	2016	2.02	2.04	2.61	-1.34
5 Years Annualised	3.26	2015	2.20	-2.38	-3.27	1.36



Portfolio 31 Jul 2019

Sector Weightings	% Equity	World Regions	% Equity	Top 10 Holdings	% Port.
Cyclical	47.61	Americas	57.66	HSBC GIF Global Corporate Bond...	28.08
Basic Materials	4.61	United States	53.54	HSBC FTSE All-World Index...	20.02
Consumer Cyclical	10.16	Canada	2.49	HSBC GIF Global Government...	6.95
Financial Services	15.67	Latin America	1.63	HSBC GIF Global Em Mkts Local...	6.87
Real Estate	17.16			HSBC GIF Global Asset-Backed...	5.10
Sensitive	33.02	Greater Europe	21.31	HSBC GIF Global Real Estate Eq...	4.96
Communication Services	3.50	United Kingdom	6.63	HSBC GIF Global Emerg Mkts Bd ZD	4.41
Energy	5.12	Eurozone	8.97	HSBC GIF Global High Yield...	3.41
Industrials	9.16	Europe - ex Euro	3.50	HSBC Economic Scale Worldwide...	2.57
Technology	15.24	Europe - Emerging	0.91	SPDR® S&P 500 ETF	2.46
		Middle East / Africa	1.31		
Defensive	19.37	Greater Asia	21.03		
Consumer Defensive	7.36	Japan	8.15		
Healthcare	9.01	Australasia	2.70		
Utilities	3.00	Asia - Developed	4.94		
		Asia - Emerging	5.24		

Operations

Manager	HSBC Global Asset Management (Bermuda) Limited	Domicile	Bermuda	Annual Fee	1.45%
		Currency	USD	Bloomberg Code	HSBIGIC BH
		Inc/Acc	Acc	Min. Initial Purchase	200,000
Phone	+441 299 6644	Inception Date	16-10-2002	Min. Additional Purchase	10,000
Website	www.hsbc.bm	ISIN	BMG468AP1629	Total Net Assets (mil)	114.71
NAV (31 Jul 2019)	193.15 USD	Cut-off Time	Weekly, Wednesday 12.00 noon	Settlement Date	5 bus days after Dealing Day

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The principal objective of the fund is to provide capital growth. Although the fund manager is not managing the fund aligned to a specific benchmark, a blend of any well known global equity index and global fixed income index may be considered by investors when evaluating the fund performance.

For investors investing via a nominee service provider, the nominee service provider will process the transaction and route all settlement proceeds to you, which may extend the settlement period. Please contact your investment advisor/introducing agent, or in the absence of those the nominee provider directly, to confirm the settlement period.