# Product Note

## HSBC Large and Mid Cap Fund (HLMF)

(An open ended equity scheme investing in both large cap and mid cap stocks)

January 2025

| Fund Category | Fund Manager[5] | Benchmark[1] | Inception Date | AUM[&] |
|---|---|---|---|---|
| Large & Mid Cap Fund | Cheenu Gupta, Abhishek Gupta and Sonal Gupta[#] | NIFTY Large Midcap 250 TRI | 28 Mar 2019 | Rs. 4,309.67 Cr |

**19.41%**
**CAGR since inception[* 2]**

**2.7X**
**since inception[* 2]**

**14,13,091**
**Value of SIP investment INR 10,000 p.m. since inception[*3]**

**INR 2,78,170**
**Value of Lump Sum Investment INR 100,000 since inception[* 2]**

| Portfolio | % to net assets |
|---|---|
| Zomato Limited | 4.58% |
| Trent Limited | 4.40% |
| CG Power and Industrial Solutions Limited | 3.21% |
| Transformers And Rectifiers (India) Limited | 3.19% |
| PB Fintech Limited | 3.16% |
| GE Vernova T&D India Limited | 3.12% |
| HDFC Bank Limited | 2.82% |
| Dixon Technologies (India) Limited | 2.60% |
| BSE Limited | 2.60% |
| HDFC Asset Management Company Limited | 2.45% |

| Industry - Allocation | % to net assets |
|---|---|
| Electrical Equipment | 17.12% |
| Retailing | 10.79% |
| Capital Markets | 9.22% |
| IT - Software | 7.87% |
| Consumer Durables | 6.97% |
| Banks | 6.56% |
| Reverse Repos/TREPS | 5.67% |
| Aerospace & Defense | 4.66% |
| Industrial Manufacturing | 4.04% |
| Realty | 3.90% |

| Risk Ratios[4] | |
|---|---|
| Standard Deviation | 13.77% |
| Beta | 0.89 |

| Risk Ratios[4] | |
|---|---|
| Sharpe Ratio [5] | 1.00 |
| R2 | 0.86 |

**Exit Load:** If the units redeemed or switched out are upto 10% of the units purchased or switched in ("the limit") within 1 year from the date of allotment – Nil, If units redeemed or switched out are over and above the limit within 1 year from the date of allotment
– 1%, If units are redeemed or switched out on or after 1 year from the date of allotment – Nil, A switch-out or a withdrawal under SWP may also attract an Exit Load like any Redemption. No Exit load will be chargeable in case of switches made between different options of the Scheme.
No Exit load will be chargeable in case of Units allotted on account of IDCW reinvestments, if any. Exit load is not applicable for Segregated Portfolio.
**Month End Total Expenses Ratios (Annualized)[6]** – Regular[7]: 1.92%, Direct: 0.88%

[*] Since inception - 28 Mar 19
[1] As per clause 1.9 of the SEBI Master Circular dated June 27, 2024, on 'Guiding Principles for bringing uniformity in Benchmarks of Mutual Fund Schemes' has introduced two-tiered structure for benchmarking of certain categories of schemes. Accordingly, the benchmark has been classified as Tier 1 benchmark effective from 01 December 2021.
[2] As on 31 December 2024 of Growth option regular plan. During the same period, scheme benchmark (Nifty Large Midcap 250 TRI ) has moved by 2.7X to Rs. 2,78,630 from Rs.100,000 and delivered returns of 19.44%. Please refer page no. 3 for detailed performance of HSBC Large and Mid Cap Fund.
[3] During the same period, value of scheme benchmark (Nifty Large Midcap 250 TRI) has moved to 13,42,425
[4] Quantitative Data disclosed are as per monthly returns (Annualized) for the last 3 years.
[5] Risk free rate: 7.15% (FIMMDA-NSE Mibor)
[6] TER Annualized TER including GST on Investment Management Fees
[7] Continuing plans
[&] For disclosure of quarterly AUM/AAUM and AUM by geography, please visit our website: https://www.assetmanagement.hsbc.co.in/en/mutual-funds/investor-resources/information-library#&accordion1446811090=4.

**Note:** The above information is for illustrative purposes only. The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s).

Source – HSBC Mutual Fund, Data as of 31 December 2024. **Past performance may or may not be sustained in the future and is not indicative of future results.**

# Sonal Gupta is dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.

## Why HSBC Large and Mid Cap Fund?

- Aim to achieve performance consistency with optimal allocation to large caps
- A top down and bottom-up approach will be used to invest in equity and equity related instruments
- True to label fund – The fund will stay true to its objective in keeping with the mandate reposed by the investor whilst investing in the fund
- Aims to create a corpus through generating inflation-adjusted returns to help cater to long-term goals

## Fund Approach

- Prefer dominant and scalable businesses available at reasonable valuations
- Profit pool consolidation with dominant players to continue and disruption to accelerate this shift
- Stock selection focuses on earnings growth trajectory and within that, the emphasis lies on earnings surprises
- We would be looking to be in large caps where scale will be an advantage (like banks), while midcaps will be sector leaders or niche players in their respective business.
- For example, specialty chemicals, tiles etc. In some cases, like real estate (which is a regional market share consolidation play), we have a mix of large and mid-cap players

## Investment Objective

To seek long term capital growth through investments in both large cap and mid cap stocks. However, there is no assurance that the investment objective of the Scheme will be achieved.

**Note:** The sector(s)/stock(s)/issuer(s) mentioned in this document do not constitute any research report nor it should be considered as an investment research, investment recommendation or advice to any reader of this content to buy or sell any stocks / investments. The Fund/portfolio may or may not have any existing / future position in these sector(s)/stock(s)/issuer(s).

Source - HSBC Mutual Fund, Data as of 31 December 2024

Note - Sector specific information provided above should not be considered as investment advice. **Past performance may or may not be sustained in the future and is not indicative of future results**

Fund Manager - Cheenu Gupta Effective 26 Nov 2022. Total Schemes Managed – 11, Fund Manager - Abhishek Gupta Effective 01 Apr 2024. Total Schemes Managed – 6
Fund Manager - Sonal Gupta Effective 01 July 2024. Total Schemes Managed - 26

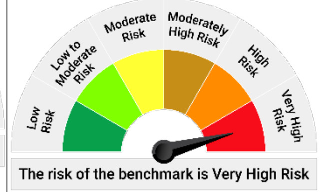
| Lump Sum Investment Performance | | | | | | | | | Inception Date |
|---|---|---|---|---|---|---|---|---|---|
| Fund / Benchmark (Value of Rs 10,000 invested) | 1 Year | | 3 Years | | 5 Years | | Since Inception | | |
| | Amount in ₹ | Returns % | Amount in ₹ | Returns % | Amount in ₹ | Returns % | Amount in ₹ | Returns % | |
| HSBC Large and Mid Cap Fund-Regular Plan~~ | 13857 | 38.20 | 17692 | 20.92 | 26805 | 21.77 | 27817 | 19.41 | 28–Mar–19 |
| Scheme Benchmark (NIFTY Large Midcap 250 TRI) | 11868 | 18.51 | 16450 | 18.03 | 27248 | 22.17 | 27863 | 19.44 | |
| Additional Benchmark (Nifty 50 TRI) | 11009 | 10.00 | 14114 | 12.16 | 20587 | 15.52 | 21875 | 14.54 | |

**Past performance may or may not be sustained in the future and is not indicative of future results.** The performance details provided herein are of Regular Plan - Growth Option. Returns on ₹10,000 are point-to-point returns for the specific time period, invested at the start of the period. The returns for the respective periods are provided as on last available NAV of December 2024 for the respective schemes. Returns for 1 year and above are Compounded Annualized. Returns for less than 1 year is Simple Annualized. Load is not taken into consideration for computation of performance. Different plans shall have a different expense structure. The expenses of the Direct Plan under the Scheme will be lower to the extent of the distribution expenses / commission charged to the Regular Plan.
As per clause 5.9.1 of the SEBI Master Circular dated June 27, 2024, the scheme returns vis-à-vis the benchmark return (Total Return Index) shall be disclosed are provided from the date of allotment of units.
Post merger performance of the surviving scheme, arising out of merger of schemes with similar features, is computed as per the provisions of clause 13.4 of the SEBI Master Circular dated June 27, 2024, on Disclosure of Performance of Schemes post-merger using the weighted average performance of both transferor and transferee schemes. In other cases, performance is computed using the Applicable NAV of the surviving/continuing schemes. ~~ Face value Rs 10

| SIP Performance - HSBC Large and Mid Cap Fund – Regular Plan& | | | | | |
|---|---|---|---|---|---|
| Scheme Name & Benchmarks | 1 Year | 3 Years | 5 Years | Since Inception | Inception Date: 28-Mar-19 |
| Total amount invested (₹) | 120000 | 360000 | 600000 | 690000 | |
| Market Value as on December 31, 2024 (₹) | 1,38,342 | 5,60,824 | 11,58,798 | 14,13,091 | |
| Scheme Returns (%) | 29.48 | 30.99 | 26.66 | 24.93 | |
| NIFTY Large Midcap 250 TRI - Scheme Benchmark (₹) | 1,25,404 | 5,01,936 | 10,86,163 | 13,42,425 | |
| NIFTY Large Midcap 250 TRI - Scheme Benchmark Returns (%) | 8.45 | 22.80 | 23.95 | 23.11 | |
| Nifty 50 TRI - Additional Benchmark (₹) | 1,21,593 | 4,45,455 | 9,11,371 | 11,07,045 | |
| Nifty 50 TRI - Additional Benchmark Returns (%) | 2.47 | 14.32 | 16.73 | 16.33 | |

**Past performance may or may not be sustained in the future and is not indicative of future results.** For SIP returns, monthly investment of Rs. 10,000/- invested on the 1st day of every month has been considered. SIP Return are calculated on XIRR basis. IDCW are assumed to be reinvested and bonus is adjusted. Load is not taken into consideration.
Source: HSBC Mutual Fund, data as on 31 December 2024
**Click here to check other funds performance managed by the Fund Manager**

## Product Label

| Scheme name and Type of scheme | Scheme Risk-o-meter | Benchmark Risk-o-meter (as applicable) |
|---|---|---|
| **HSBC Large and Mid Cap Fund**<br>(An open ended equity scheme investing in both large cap and mid cap stocks)<br><br>**This product is suitable for investors who are seeking*:**<br><br>• Long term wealth creation and income<br><br>• Investment predominantly in equity and equity related securities of Large and Mid cap companies |  | As per AMFI Tier I.<br>**Benchmark : NIFTY Large Midcap 250 TRI**<br> |

* Investors should consult their financial advisers if in doubt about whether the product is suitable for them.

**Note on Risk-o-meters:** Riskometer is as on 31 December 2024, Any change in risk-o-meter shall be communicated by way of Notice cum Addendum and by way of an e-mail or SMS to unitholders of that particular scheme

**Past performance may or may not be sustained in the future and is not indicative of future results.** Source: HSBC Mutual Fund, data as on 31 December 2024



**Mutual Fund investments are subject to market risks, read all scheme related documents carefully.**

CL 2281