

Product Note

HSBC Money Market Fund (HMMF) (Erstwhile L&T Money Market Fund)

Money Market Fund - An open ended debt scheme investing in money market instruments. Relatively Low interest rate risk and Moderate credit risk.

March 2023

| Fund Category | Fund Manager | Benchmark ^{1, 2} | Inception Date | AUM |
|---------------|--|------------------------------|----------------|---------------|
| Money Market | Kapil Lal Punjabi Lal and Shriram Ramanathan | Nifty Money Market Index B-I | 10 Aug 2005 | Rs. 716.61 Cr |

| Quantitative Data | |
|-------------------|-------------|
| Average Maturity | 235.20 Days |
| Modified Duration | 235.20 Days |
| Macaulay Duration | 235.20 Days |
| Yield to Maturity | 7.57% |

| Minimum Investment | | |
|------------------------|--------------|------------------------------------|
| Lumpsum ` 5,000 | SIP ` 500 | Additional Purchase s` 1,000 |
| Exit Load / Entry Load | | |
| NIL | | |

Why HSBC Money Market Fund?

- The scheme looks to position into maturity buckets to extract maximum value along the money market yield curve
- Low interest rate risk, given that maturity of instruments are below 1 year

Fund Strategy

- Aims to selectively invest in higher yielding-good quality credits, while also maintaining adequate portfolio liquidity.
- Current investment mix of T-Bills, CDs and CPs
- To create a corpus through generating inflation-adjusted returns

¹ SEBI vide its circular no. SEBI/HO/IMD/IMD-II DF3/P/CIR/2021/652 dated October 27, 2021, 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. Furthermore, the same is effective from 01 December 2021 ² Fund's benchmark has changed with effect from April 01, 2022.
Fund strategy as at Jan '23. Data as on 28 Feb 2023

The fund had changes to its fundamental attributes as per the notice published on 15 Oct '22. For more details visit our website page - <https://www.assetmanagement.hsbc.co.in/en/mutual-funds/acquisition-of-lt-mutual-fund>.

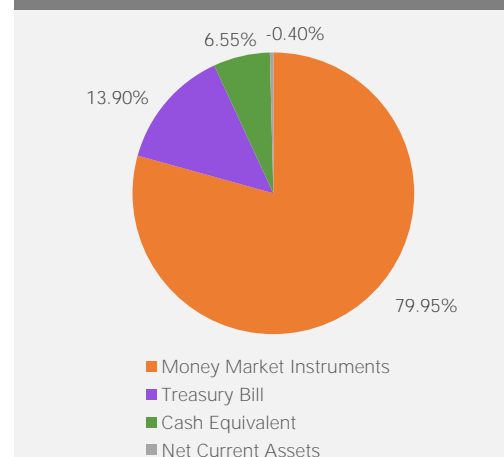
Portfolio

| Issuer | Rating | % to Net Assets |
|---|------------|-----------------|
| Money Market Instruments | | |
| Certificate of Deposit | | 62.63% |
| HDFC Bank Limited | CARE A1+ | 6.74% |
| Canara Bank | CRISIL A1+ | 6.74% |
| ICICI Bank Limited | ICRA A1+ | 6.61% |
| Bank of Baroda | IND A1+ | 6.59% |
| National Bank for Agriculture and Rural Development | ICRA A1+ | 6.50% |
| Axis Bank Limited | CRISIL A1+ | 6.50% |
| Kotak Mahindra Bank Limited | CRISIL A1+ | 6.49% |
| Indian Bank | CRISIL A1+ | 6.49% |
| Small Industries Development Bank of India | CARE AAA | 6.49% |
| Export Import Bank of India | CRISIL A1+ | 3.48% |
| Commercial Paper | | 17.32% |
| HDFC Securities Limited | CRISIL A1+ | 6.96% |
| Kotak Mahindra Prime Limited | CRISIL A1+ | 5.19% |
| Tata Capital Financial Services Limited | CRISIL A1+ | 5.17% |
| Treasury Bill | | 13.90% |
| 364 DAYS T-BILL 22FEB24 | SOVEREIGN | 6.51% |
| 364 DAY TBILL 15JUN23 | SOVEREIGN | 3.91% |
| 182 DAYS T-BILL 23MAR23 | SOVEREIGN | 3.48% |
| Cash Equivalent | | 6.15% |
| TREPS* | | 6.55% |
| Net Current Assets | | -0.40% |
| Total Net Assets as on 28-FEBRUARY-2023 | | 100.00% |

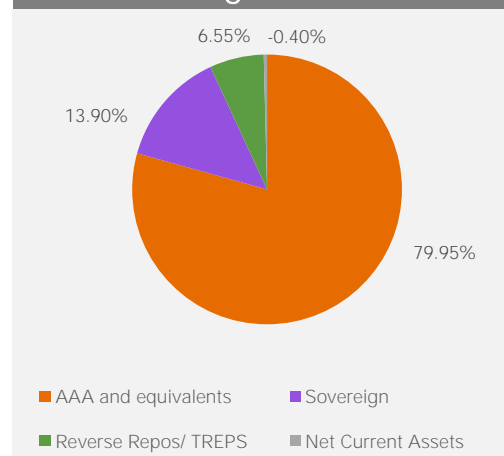
*TREPS : Tri-Party Repo



Asset Allocation



Rating Portfolio



| HSBC Money Market Fund (Erstwhile L&T Money Market Fund) | | |
|---|---|---|
|  <p>Investors understand that their principal will be at Low to Moderate risk</p> | <p>An open ended debt scheme investing in money market instruments. Relatively Low interest rate risk and Moderate credit risk.</p> <p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none">• Generation of regular income over short to medium term• Investment in money market instruments <p><small>* Investors should consult their financial advisers if in doubt about whether the product is suitable for them. ^ The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price.</small></p> <p>Note on Risk-o-meters: Riskometer is as on 28 Feb 2023, 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</p> | <p>Benchmark Index: Nifty Money Market Index B-I</p>  |

| Potential Risk Class (HSBC Money Market Fund) | | | |
|---|--------------------------|--------------------|---------------------------|
| Credit Risk → | Relatively Low (Class A) | Moderate (Class B) | Relatively High (Class C) |
| Interest Rate Risk ↓ | | | |
| Relatively Low (Class I) | | B-I | |
| Moderate (Class II) | | | |
| Relatively High (Class III) | | | |
| A Scheme with Relatively Low interest rate risk and Moderate credit risk. | | | |

Note - Sonal Gupta shall be dedicated fund manager for investments in foreign securities by all the schemes of HSBC Mutual Fund.

Past performance may or may not be sustained in the future. Source: HSBC Asset Management India, data as at 28 Feb 2023

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