

HSBC Portfolios

Audited Annual Report for the year ended 31 July 2017

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Grand Duchy of Luxembourg

HSBC 

Global Asset Management

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Audited report for the year ended 31 July 2017

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General Information

Directors

- ▶ **George Efthimiou** (Chairman), Global Chief Operating Officer
HSBC Global Asset Management Limited
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- ▶ **Dr. Michael Boehm**, Chief Operating Officer
HSBC Global Asset Management (Deutschland) GmbH
Königsallee 21/23, 40212 Düsseldorf, Germany
- ▶ **Dean Lam**, Managing Director
(Resigned 24 March 2017)
HSBC Bank (Mauritius) Limited, 6th Floor, HSBC Centre,
18 CyberCity, Ebene, Mauritius
- ▶ **Eimear Cowhey**, Independent Director
Resident in the Republic of Ireland
- ▶ **Peter Dew**, Independent Director
Resident in the United Kingdom
- ▶ **Jean de Courrèges**, Independent Director
Resident in Grand Duchy of Luxembourg
- ▶ **John Li**, Independent Director
The Directors Office, 19 Rue de Bitbourg, L-1273, Luxembourg,
Grand Duchy of Luxembourg
- ▶ **Joanna Munro**, Global Head of Fiduciary Governance
(Resigned 2 August 2017)
HSBC Global Asset Management Limited,
78 St James's Street, London SW1A 1HL, United Kingdom
- ▶ **Matteo Pardi**, Chief Executive Officer
(Appointed with effect from 24 March 2017)
HSBC Global Asset Management (France)
Immeuble "Coeur Défense" - Tour A
110 Esplanade du Général de Gaulle - La Défense 4
75419 Paris, Cedex 08
France
- ▶ **Anthony Jeffs**, Head of Product Platforms
(Appointed with effect from 2 August 2017)
HSBC Global Asset Management Limited
78 St James's Street, London SW1A 1HL, United Kingdom

General Information (continued)

Registered Office	16, boulevard d'Avranches L-1160 Luxembourg Grand Duchy of Luxembourg
Administration Agent, Depositary Bank, Paying Agent, Corporate and Domiciliary Agent, Registrar and Transfer Agent	HSBC Bank Plc, Luxembourg Branch 16, boulevard d'Avranches L-1160 Luxembourg Grand Duchy of Luxembourg
Management Company	HSBC Investment Funds (Luxembourg) S.A. 16, boulevard d'Avranches L-1160 Luxembourg Grand Duchy of Luxembourg
Auditor	PricewaterhouseCoopers, <i>Société coopérative</i> 2, rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg, Grand Duchy of Luxembourg
Legal Advisers	Elvinger Hoss Prussen, <i>Société anonyme</i> 2, Place Winston Churchill L-1340 Luxembourg Grand Duchy of Luxembourg
Investment Adviser	HSBC Global Asset Management (UK) Limited 78 St James's Street London SW1A 1EJ United Kingdom
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General Information (continued)

Distributors (continued)

Hong Kong Representative and Distributor

HSBC Investment Funds (Hong Kong) Limited
HSBC Main Building, 1 Queen's Road Central
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Jersey Representative and Distributor

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Channel Islands

Middle East Distributor

HSBC Bank Middle East Limited
HSBC House, Esplanade, St Helier
Jersey JE4 8UB
Channel Islands

Singapore Representative and Distributor

HSBC Global Asset Management (Singapore) Limited
21 Collyer Quay, #06-01 HSBC Building
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Singapore

United Kingdom Representative and Distributor

HSBC Global Asset Management (UK) Limited
8 Canada Square
London E14 5HQ
United Kingdom

Malta Distributor

HSBC Global Asset Management (Malta) Ltd
80 Mill Street,
Qormi, QRM 3101
Malta

Poland Representative

ProService Agent Transferowy Sp. Z.o.o.
436 Pulawska Street,
Warszawa
Poland

General Information (continued)

Note on the risk management

HSBC Investment Funds (Luxembourg) S.A. (the “Management Company”) uses a risk management process that allows monitoring of the risk of the portfolio positions and their share of the overall risk profile of the portfolios of HSBC Portfolios (the “Company”) at any time. In accordance with the Law of 17 December 2010 on undertakings for collective investment, as amended (the “2010 Law”), and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier (“CSSF”), the Management Company reports to the CSSF on a regular basis on the risk management process. The Management Company shall monitor, on the basis of appropriate and reasonable methods, that the Company’s global exposure relating to derivative instruments does not exceed the total net asset value of its portfolio.

For the Company, the Management Company uses the “commitment approach” for the calculation of the global exposure. The “commitment approach” is based on converting the value of each financial derivative instrument position into the market value of an equivalent position in the underlying asset of that derivative. Netting and hedging might be considered for derivative financial instruments and their underlying assets. The sum of these underlying equivalents must not exceed the net asset value of the portfolio.

Statement of changes in the investment portfolio

A list, specifying for each portfolio total purchases and sales transacted during the year under review, may be obtained, upon request, at the registered office of the Company.

Directors' Report

Directors' Comments

The Board of Directors present the Audited Annual Report for HSBC Portfolios (the "Company") for the year ending 31 July 2017.

The Company

The Company is a variable capital investment company, incorporated under the laws of the Grand Duchy of Luxembourg and is organized as an "umbrella" with a number of Portfolios, each of which has their own investment policies and restrictions. At present, the Company has issued shares in 5 Portfolios. During the year, total net assets of the Company increased from USD 2,605.62 million to USD 2,800.83 million at year end.

The Company qualifies as an Undertaking for Collective Investments in Transferable Securities under Directive 2009/65/EC of 13 July 2009, as amended, and may therefore be offered for sale in European Union Member States, subject to registration in countries other than the Grand Duchy of Luxembourg. In addition, applications to register the Company and its Portfolios may be made in other countries. The Company and its Portfolios are currently registered for offer and distribution in the Grand Duchy of Luxembourg and in the following jurisdictions: Bahrain, Brunei, France, Germany, Greece, Guernsey, Hong Kong, Isle of Man, Japan, Jersey, Jordan, Lebanon, Macau, Malta, Oman, Qatar, Singapore, United Arab Emirates, United Kingdom and Vietnam.

Responsibility of the Directors

The responsibility of the Directors of the Company is governed exclusively by Luxembourg law. With respect to these financial statements, the duties of the Directors are governed by general corporate law and the law of 19 December 2002 on, inter alia, the accounting and annual accounts of undertakings, as amended, and by the law of 17 December 2010, as amended, relating to undertakings for collective investments.

Remuneration Policy

HSBC Investment Funds (Luxembourg) S.A. ("HIFL") has implemented a remuneration policy pursuant to Directive 2014/91/EU of the European Parliament and of the Council of 23 July 2014 amending Directive 2009/65/EC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) as regards to depositary functions, remuneration policies and sanctions (the "UCITS V Directive"), which was transposed into Luxembourg law on 1 June 2016 by way of the Luxembourg law of 10 May 2016.

The remuneration policy, which has been approved by HIFL's board of directors, includes measures to avoid conflicts of interest and seeks to promote sound and effective risk management that neither encourages risk taking which is inconsistent with the risk profile and articles of incorporation of the Company nor impairs compliance with HIFL's duty to act in the best interest of the Company.

The remuneration policy, which describes how remuneration and benefits are determined, is available at www.global.assetmanagement.hsbc.com/about-us/governance-structure, or on request from HIFL.

Total amount of remuneration paid by HIFL to its staff during the 12 months period ending 31 July 2017 is as follows:

Fixed remuneration	EUR 1,595,351
Variable remuneration	EUR 205,088
Number of beneficiaries	17

of which, the disclosure of the fixed and variable remuneration of senior management is:

Fixed remuneration	EUR 501,534
Variable remuneration	EUR 94,164
Number of beneficiaries	3

The annual review of the remuneration policy, including a review of the existing remuneration structure as well as implementation of the regulatory requirements and compliance with them, was completed during the period and no irregularities were identified. Furthermore, there were no material changes made to the remuneration policy in the past financial year.

Corporate Governance Statement

The Board of Directors confirms its adoption of the principles of the ALFI (Association of the Luxembourg Fund Industry) Code of Conduct for Luxembourg Investment Funds.

Annual General Meeting

The next Annual General Meeting of the Company will be held on 24 November 2017.

Directors' Report (continued)

Market review

Overview

The year under review was characterised by a continuing economic recovery in most regions, as well as improving corporate earnings and record-high stock market gains for many of the world's major indexes. For the 12 months that ended 31 July 2017, emerging markets soundly outperformed developed markets, and in regional terms, both developed and emerging economies in Asia were the strongest gainers.

As the period got underway, financial markets around the world had recovered from the shock result of the Brexit referendum – the UK's decision to leave the European Union (EU) – although the effect on sterling continued to be drastic, with the currency at one point hitting a 30-year low. Politics remained at the forefront in the UK throughout the year under review: Article 50 was invoked in March, signalling the official launch of the Brexit process. Prime Minister Theresa May subsequently called a snap general election in June 2017, a gamble that backfired somewhat as the Conservatives failed to keep their majority. Brexit negotiations resumed in July and remained contentious.

The year had started with investors concerned about the future viability of the eurozone, in the aftermath of Brexit and as the prominence of euro-sceptic candidates suggested the possibility of referendums on EU membership in several countries. However, by the end of the first half of 2017, the region had recorded some of the strongest stock market gains in the world, fuelled by encouraging economic data and the political victory of centrist, pro-EU candidates in France and the Netherlands.

Following the November 2016 election of Donald Trump in the US, investors anticipated a slate of changes from the new president going into the new year – which were expected to include protectionist trade measures, healthcare reform and fiscal stimulus policy, such as tax cuts and increased government spending. This drove developed markets higher, while emerging markets posted losses in the last quarter of 2016, amid concerns about the potential effects of Trump's protectionist policies. However, the so-called 'Trump trade' did not fully materialise, with the new administration remaining mired in controversies and failing to pass major legislation, contributing to an emerging markets rally that extended throughout the first half of 2017. Developed markets also continued to make gains, supported by improving economic growth and corporate earnings.

In Asia, stock markets posted strong advances over the period, as investors seemed to shake off fears of trade protectionism under President Trump and were further supported by increased foreign investment, a weaker US dollar and strengthening economic data throughout the region. Among developed Asian markets, Hong Kong, Japan and Singapore saw solid gains, while emerging Asian markets recorded some of the best returns seen globally over the 12-month period. In South Korea, a smooth political transition, combined with strong demand for IT/mobile memory products, boosted shares. Meanwhile, in China, equity markets were boosted by rapid economic expansion. Emerging markets in Latin America also performed well; despite political upheaval, Brazil began to emerge from a prolonged recession, and several South American nations benefited from rising commodity prices.

Given the strengthening economic outlook, central banks were on divergent paths for most of the period: some remained accommodative (such as the Bank of Japan, which maintained its negative interest rates), while the US Federal Reserve (Fed) raised rates three times during the year. Towards the end of the review period, however, there was increased alignment, with the European Central Bank in particular perceived as becoming more hawkish, as it discussed plans to wind down its quantitative easing programme. Moreover, the Fed – which had previously indicated another two hikes would be enacted in the second half of 2017 – softened its tone on rates but said it would soon begin to pay down its massive \$4.5 trillion balance sheet.

Directors' Report (continued)

Market review (continued)

Funds - World Selection Portfolios 1-5

The period started on a strong footing with low market volatility providing support for global financial markets. Global equities gained, as both earnings expectations and broader risk sentiment were boosted by improving cyclical macro data, renewed policy support and recovering commodity prices. The fourth quarter of 2016 was defined by the surprise victory of Donald Trump in the US Presidential election, as well as the second increase in US interest rates since the global financial crisis. Global equities moved higher, supported by further weakness in the pound, while the sell-off in developed market government bonds continued.

In September, we reduced the global high yield bond overweight position following a period of strong performance. The proceeds were reinvested in global and emerging market equities in the lower risk Portfolios and US and emerging market equities in the higher risk Portfolios. As a result, we moved to a slight overweight overall equity position. In addition, we trimmed the underweight position in emerging market debt hard currency. This was primarily funded from cash. In the final quarter of 2016, we also introduced a new tactical position in global financials due to attractive valuations and developments in global central bank policy. The position was funded by a reduction of our tactical overweight position in European equities. Finally in November we further reduced our exposure to global high yield, with the proceeds used to increase the overweight position in local currency emerging market bonds.

Financial markets continued their positive momentum in the first quarter of 2017. Positive global macroeconomic data and upbeat corporate earnings supported global equities, which increased 6.91% over the period in dollar terms. Q1 2017 was a positive period for World Selection Portfolio performance, with all strategies benefitting from positive equity market returns, but weak government bond performance weighed on the performance of the lower risk portfolios.

The Strategic Asset Allocation was reviewed at the beginning of March 2017. On the tactical basis, the overweight to European equities has been increased. In hard currency emerging market debt the tactical positioning was changed from underweight to neutral due to relative attractiveness of emerging markets. In April, a new position in Indian bonds was added to local emerging market debt allocation due to a positive domestic outlook.

The second quarter of 2017 started in a similar vein to the first one, with robust economic data releases and upbeat earnings reports helping global equities deliver positive returns in April and May, marking seven consecutive months of positive global equity returns. However, global equities were little changed in June, with concerns over tightening of global monetary policy being offset by data showing robust economic activity. The second quarter of 2017 was again a positive period for World Selection Portfolios performance, with all strategies benefitting from moderately positive equity market returns. Weak government bond returns continued to weigh on the performance of the lower risk portfolios. May saw the portfolio management team trim and then close the short duration high yield and global financials positions. The short duration high yield trade was originally opened in order to earn the high carry that high yield bonds offered with a lower duration (interest-rate) risk. As spreads compressed, the reward available for taking this credit risk declined, and we sold this position at a profit. Our research had indicated that global financials represented good value and were under-owned by the investment community. Financials benefit when global yield curves rise, and we felt this was likely, given inflation data and strong economic growth. Having experienced outperformance since putting this trade on in October 2016, our analysis of the market indicated that this theme had played out and we had less conviction of further gains from the position. We therefore took the profits from this trade and re-invested the proceeds into equities, with a tilt towards European and Japanese markets.

The review period concluded on a good note, with the upbeat tone continuing in global markets in July. Global equities continued on their upward trajectory, supported by investor perceptions of a more dovish US Federal Reserve.



Audit report

To the Shareholders of
HSBC Portfolios

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of HSBC Portfolios and of each of its Portfolios (the “Fund”) as at 31 July 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund’s financial statements comprise:

- the Statement of Net Assets as at 31 July 2017;
- the Schedule of Investments and Other Net Assets as at 31 July 2017;
- the Statement of Operations and the Statement of Changes in Net Assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under those Law and standards are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” 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 opinion.

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We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our audit 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 identified above 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 Board of Directors of the Fund and those charged with governance for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund 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, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.



Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements

The objectives of our audit 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 audit 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 the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF 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 the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment 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 Fund’s internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;
- conclude on the appropriateness of the Board of Directors of the Fund’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 Fund’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit 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 audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 30 October 2017

A large, stylized handwritten signature in black ink, appearing to be 'JMD' with a large loop on the left side.

John Michael Delano

Statement of Net Assets

as at 31 July 2017

	Notes	Combined USD	HSBC Portfolios World Selection 1 USD	HSBC Portfolios World Selection 2 USD	HSBC Portfolios World Selection 3 USD	HSBC Portfolios World Selection 4 USD	HSBC Portfolios World Selection 5 USD
ASSETS							
Investments in securities at cost		2,373,217,664	413,549,973	479,749,068	652,139,703	601,635,589	226,143,331
Unrealised appreciation		198,610,164	13,214,770	25,381,862	60,343,393	68,555,728	31,114,411
Investments in securities at market value	3 b	2,571,827,828	426,764,743	505,130,930	712,483,096	670,191,317	257,257,742
Unrealised gain on forward foreign exchange contracts	3 b, 6	16,968,143	973,081	2,354,277	4,387,323	6,884,801	2,368,661
Unrealised appreciation on futures contracts	3 b, 7	554,641	60,333	43,555	197,021	171,190	82,542
OTHER ASSETS							
Cash at bank and at broker		214,268,269	47,408,398	57,650,210	52,530,904	41,361,270	15,317,487
Amounts receivable on subscriptions		7,814,312	1,316,385	3,960,980	1,668,262	587,568	281,117
Dividend and interest receivable, net		6,832,652	1,582,525	2,089,114	1,476,933	1,252,771	431,309
Accounts receivable and accrued income		10,217	7,398	-	1,710	-	1,109
TOTAL OTHER ASSETS		228,925,450	50,314,706	63,700,304	55,677,809	43,201,609	16,031,022
TOTAL ASSETS		2,818,276,062	478,112,863	571,229,066	772,745,249	720,448,917	275,739,967
LIABILITIES							
Bank overdraft		595,373	450,248	-	89,371	39,049	16,705
Amounts payable on purchase of investments		1,847,902	501,786	-	-	-	1,346,116
Amounts payable on redemptions		11,360,114	2,580,244	3,626,356	2,721,874	1,981,229	450,411
Management fees payable		2,592,310	392,056	459,685	743,511	706,563	290,495
Accounts payable and accrued expenses		523,708	99,310	158,366	127,665	95,906	42,461
Dividends payable	3 g	522,168	136,021	144,297	191,139	47,466	3,245
TOTAL LIABILITIES		17,441,575	4,159,665	4,388,704	3,873,560	2,870,213	2,149,433
TOTAL NET ASSETS		2,800,834,487	473,953,198	566,840,362	768,871,689	717,578,704	273,590,534
THREE YEAR ASSET SUMMARY							
31 July 2016		2,605,624,028	477,199,479	538,720,869	668,183,658	660,011,865	261,508,157
31 July 2015		2,729,188,647	514,819,765	533,951,470	646,929,215	719,437,988	314,050,209
31 July 2014		2,702,313,983	443,735,372	491,598,414	630,121,651	751,717,887	385,140,659

The accompanying notes form an integral part of these financial statements.

Statement of Operations

for the year ended 31 July 2017

	Notes	Combined	HSBC Portfolios World Selection 1	HSBC Portfolios World Selection 2	HSBC Portfolios World Selection 3	HSBC Portfolios World Selection 4	HSBC Portfolios World Selection 5
		USD	USD	USD	USD	USD	USD
INCOME							
Income from investments	3 c	47,435,242	9,667,021	12,157,401	12,744,679	10,409,944	2,456,197
Deposit interest		65,827	21,508	19,748	13,388	7,445	3,738
TOTAL INCOME		47,501,069	9,688,529	12,177,149	12,758,067	10,417,389	2,459,935
EXPENSES							
Management fees	4 a	28,431,814	4,491,675	5,100,223	7,860,153	7,742,546	3,237,217
Operating, administrative and servicing expenses	4 b	5,479,645	1,138,425	1,434,588	1,224,086	1,081,241	601,305
Bank interest and charges		135,279	25,069	30,548	32,565	29,963	17,134
TOTAL EXPENSES		34,046,738	5,655,169	6,565,359	9,116,804	8,853,750	3,855,656
NET OPERATING PROFIT / (LOSS) FOR THE YEAR		13,454,331	4,033,360	5,611,790	3,641,263	1,563,639	(1,395,721)

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Net Assets

for the year ended 31 July 2017

	Notes	HSBC Portfolios					World Selection 4	World Selection 5
		Combined	World Selection 1	World Selection 2	World Selection 3	World Selection 4		
		USD	USD	USD	USD	USD	USD	
Net operating profit / (loss) for the year		13,454,331	4,033,360	5,611,790	3,641,263	1,563,639	(1,395,721)	
Net realised gains / (losses) on:								
- Investments in securities	3 b, 3 e	35,250,028	4,572,877	6,485,580	8,226,322	11,904,745	4,060,504	
- Derivatives	3 b	62,208,228	16,075,659	10,464,751	11,896,029	17,597,253	6,174,536	
- Foreign exchange transactions	3 d	11,208,763	3,324,360	3,713,129	2,069,856	1,649,102	452,316	
NET REALISED GAINS		108,667,019	23,972,896	20,663,460	22,192,207	31,151,100	10,687,356	
Net change in unrealised appreciation / (depreciation) on:								
- Investments in securities		135,345,197	(5,354,353)	7,618,757	42,682,415	61,904,251	28,494,127	
- Derivatives	3 b	(4,675,802)	(3,697,626)	(1,797,551)	489,989	144,628	184,758	
NET CHANGE IN UNREALISED APPRECIATION / (DEPRECIATION)		130,669,395	(9,051,979)	5,821,206	43,172,404	62,048,879	28,678,885	
INCREASE IN NET ASSETS FROM OPERATIONS		252,790,745	18,954,277	32,096,456	69,005,874	94,763,618	37,970,520	
CAPITAL TRANSACTIONS								
Received on issue of shares		877,799,266	168,064,009	254,368,622	279,185,501	141,704,002	34,477,132	
Paid on redemptions of shares		(931,364,122)	(188,941,684)	(257,265,970)	(246,342,617)	(178,473,897)	(60,339,954)	
Dividends paid	8	(4,015,430)	(1,322,883)	(1,079,615)	(1,160,727)	(426,884)	(25,321)	
TOTAL INCREASE / (DECREASE) INCREASE IN NET ASSETS FOR THE YEAR		195,210,459	(3,246,281)	28,119,493	100,688,031	57,566,839	12,082,377	
TOTAL NET ASSETS								
Beginning of year		2,605,624,028	477,199,479	538,720,869	668,183,658	660,011,865	261,508,157	
End of year		2,800,834,487	473,953,198	566,840,362	768,871,689	717,578,704	273,590,534	

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Shares Issued

for the year ended 31 July 2017

	HSBC Portfolios World Selection 1	HSBC Portfolios World Selection 2	HSBC Portfolios World Selection 3	HSBC Portfolios World Selection 4	HSBC Portfolios World Selection 5
Class A (C) (USD)					
Shares outstanding, beginning of year	7,053,227.46	12,398,445.86	18,964,219.37	11,727,768.30	7,104,083.49
Shares issued	2,844,390.31	5,768,217.95	6,570,935.85	3,646,324.99	970,894.67
Shares redeemed	(3,658,173.77)	(7,634,436.27)	(7,528,193.68)	(5,031,465.51)	(2,358,389.09)
Shares outstanding, end of year	6,239,444.00	10,532,227.54	18,006,961.54	10,342,627.78	5,716,589.07
Class A (C) (HAUD)*					
Shares outstanding, beginning of year	-	-	69,652.97	46,279.44	49,418.97
Shares issued	-	-	65,093.82	474,926.60	9,889.74
Shares redeemed	-	-	(49,742.26)	(501,248.59)	(42,384.94)
Shares outstanding, end of year	-	-	85,004.53	19,957.45	16,923.77
Class A (C) (HEUR)*					
Shares outstanding, beginning of year	21,767,514.65	17,426,155.48	17,166,824.56	26,958,609.77	8,707,468.56
Shares issued	2,444,903.28	2,175,342.76	1,680,366.64	1,731,143.95	895,251.82
Shares redeemed	(4,659,047.44)	(3,578,354.26)	(3,261,039.92)	(2,833,873.58)	(966,696.13)
Shares outstanding, end of year	19,553,370.49	16,023,143.98	15,586,151.28	25,855,880.14	8,636,024.25
Class A (C) (HGBP)*					
Shares outstanding, beginning of year	1,657,895.31	3,953,537.86	5,829,651.29	5,091,461.69	1,974,166.96
Shares issued	322,196.66	748,562.54	1,342,154.94	590,291.20	250,374.41
Shares redeemed	(470,013.80)	(797,450.74)	(868,556.48)	(1,461,253.11)	(613,507.71)
Shares outstanding, end of year	1,510,078.17	3,904,649.66	6,303,249.75	4,220,499.78	1,611,033.66
Class A (C) (HSGD)*					
Shares outstanding, beginning of year	100.00	-	19,645.81	-	100.00
Shares issued	1,865.69	-	3,394.29	-	3,880.00
Shares redeemed	(100.00)	-	(14,903.63)	-	(100.00)
Shares outstanding, end of year	1,865.69	-	8,136.47	-	3,880.00
Class A (D) (USD)					
Shares outstanding, beginning of year	-	29,326.48	-	-	-
Shares issued	-	-	-	-	-
Shares redeemed	-	-	-	-	-
Shares outstanding, end of year	-	29,326.48	-	-	-
Class A (D) (HEUR)*					
Shares outstanding, beginning of year	-	24,168.69	5,814.09	624.80	-
Shares issued	-	6,550.06	6,107.58	1,423.61	93.62
Shares redeemed	-	(4,324.12)	(293.71)	(44.15)	-
Shares outstanding, end of year	-	26,394.63	11,627.96	2,004.26	93.62
Class A (D) (HGBP)*					
Shares outstanding, beginning of year	-	489,242.40	-	-	-
Shares issued	-	47,838.38	-	-	-
Shares redeemed	-	(164,856.98)	-	-	-
Shares outstanding, end of year	-	372,223.80	-	-	-
Class A (M) (HKD)					
Shares outstanding, beginning of year	6,657,417.91	561,803.91	1,801,267.17	838,231.99	73,144.52
Shares issued	20,598,503.43	24,066,500.61	20,999,012.12	14,975,467.76	1,037,345.84
Shares redeemed	(15,790,754.86)	(13,036,468.21)	(14,439,036.14)	(10,827,325.35)	(803,406.47)
Shares outstanding, end of year	11,465,166.48	11,591,836.31	8,361,243.15	4,986,374.40	307,083.89

* Hedged Classes

Statement of Changes in Shares Issued (continued)

for the year ended 31 July 2017

	HSBC Portfolios World Selection 1	HSBC Portfolios World Selection 2	HSBC Portfolios World Selection 3	HSBC Portfolios World Selection 4	HSBC Portfolios World Selection 5
Class A (M) (USD)					
Shares outstanding, beginning of year	1,035,851.20	381,389.39	953,210.75	201,191.53	1,719.29
Shares issued	3,338,849.43	8,930,029.01	9,368,452.91	2,838,900.09	100,059.85
Shares redeemed	(2,213,566.44)	(5,826,656.79)	(4,460,646.10)	(1,957,128.37)	(58,871.83)
Shares outstanding, end of year	2,161,134.19	3,484,761.61	5,861,017.56	1,082,963.25	42,907.31
Class A (M) (HAUD)*					
Shares outstanding, beginning of year	1,741,984.36	230,937.38	178,843.97	14,726.03	48,591.55
Shares issued	2,430,394.11	623,749.64	1,383,274.35	126,323.08	12,576.30
Shares redeemed	(2,020,442.97)	(576,291.84)	(1,193,545.14)	(56,703.34)	(26,964.17)
Shares outstanding, end of year	2,151,935.50	278,395.18	368,573.18	84,345.77	34,203.68
Class A (M) (HEUR)*					
Shares outstanding, beginning of year	52,035.79	42,573.74	7,229.49	43,105.30	1,270.60
Shares issued	151,854.25	7,645.70	67,420.07	10,369.64	411.80
Shares redeemed	(89,032.54)	(29,256.51)	(72,658.52)	(22,564.41)	(601.83)
Shares outstanding, end of year	114,857.50	20,962.93	1,991.04	30,910.53	1,080.57
Class A (M) (HGBP)*					
Shares outstanding, beginning of year	266,535.83	16,376.06	81,025.25	51,028.23	10,136.63
Shares issued	760,569.69	284,875.43	246,627.41	56,200.23	52,715.60
Shares redeemed	(737,421.51)	(20,029.04)	(181,981.56)	(22,651.34)	(19,015.97)
Shares outstanding, end of year	289,684.01	281,222.45	145,671.10	84,577.12	43,836.26
Class A (M) (HSGD)*					
Shares outstanding, beginning of year	10,296.51	-	106.78	-	522.07
Shares issued	57,574.00	-	26,068.53	-	516.04
Shares redeemed	(39,405.46)	-	(109.56)	-	(526.43)
Shares outstanding, end of year	28,465.05	-	26,065.75	-	511.68
Class B (C) (USD)					
Shares outstanding, beginning of year	10,253.96	38,184.27	187,688.69	208,377.27	13,019.88
Shares issued	9,215.77	9,566.66	12,274.73	49,292.98	3,881.81
Shares redeemed	-	-	(18,721.99)	(28,135.05)	-
Shares outstanding, end of year	19,469.73	47,750.93	181,241.43	229,535.20	16,901.69
Class B (C) (HEUR)*					
Shares outstanding, beginning of year	10,002.00	29,974.53	381,018.65	82,675.86	70,639.81
Shares issued	-	-	36,935.50	(48,154.09)	10,418.93
Shares redeemed	-	-	(9,855.68)	-	(11,418.01)
Shares outstanding, end of year	10,002.00	29,974.53	408,098.47	34,521.77	69,640.73
Class B (C) (HGBP)*					
Shares outstanding, beginning of year	460,757.23	1,701,612.11	2,310,998.87	866,020.18	302,014.44
Shares issued	58,220.84	84,227.22	345,503.16	138,859.50	24,074.10
Shares redeemed	(31,290.90)	(164,839.27)	(231,346.00)	(97,854.47)	(34,030.95)
Shares outstanding, end of year	487,687.17	1,621,000.06	2,425,156.03	907,025.21	292,057.59

* Hedged Classes

Statement of Changes in Shares Issued (continued)

for the year ended 31 July 2017

	HSBC Portfolios	HSBC Portfolios	HSBC Portfolios	HSBC Portfolios	HSBC Portfolios
	World Selection 1	World Selection 2	World Selection 3	World Selection 4	World Selection 5
Class X (C) (HGBP)*					
Shares outstanding, beginning of year	-	192,825.60	-	-	-
Shares issued	-	-	-	-	-
Shares redeemed	-	(133,224.34)	-	-	-
Shares outstanding, end of year	-	59,601.26	-	-	-
Class X (D) (HGBP)*					
Shares outstanding, beginning of year	-	4,707.32	-	-	-
Shares issued	-	-	-	-	-
Shares redeemed	-	-	-	-	-
Shares outstanding, end of year	-	4,707.32	-	-	-
Class Z (C) (USD)					
Shares outstanding, beginning of year	-	0.95	-	-	-
Shares issued	-	-	-	-	-
Shares redeemed	-	(0.95)	-	-	-
Shares outstanding, end of year	-	-	-	-	-
Class Z (C) (HGBP)*					
Shares outstanding, beginning of year	-	127,721.80	-	-	-
Shares issued	-	55,571.05	-	-	-
Shares redeemed	-	(98,784.27)	-	-	-
Shares outstanding, end of year	-	84,508.58	-	-	-
Class Z (D) (HGBP)*					
Shares outstanding, beginning of year	-	217,596.09	-	-	-
Shares issued	-	58,928.01	-	-	-
Shares redeemed	-	(82,638.53)	-	-	-
Shares outstanding, end of year	-	193,885.57	-	-	-

* Hedged Classes

Statistical Information

	Net Asset Value per Share		
	as at 31 July 2017	as at 31 July 2016	as at 31 July 2015
HSBC Portfolios World Selection 1			
Class A (C) (USD)	USD 13.4713	USD 13.1402	USD 12.6424
Class A (C) (HEUR)*	EUR 12.8396	EUR 12.7976	EUR 12.4683
Class A (C) (HGBP)*	GBP 13.2824	GBP 13.1304	GBP 12.6930
Class A (C) (HSGD)*	SGD 10.6976	SGD 10.5982	SGD 10.2099
Class A (M) (HKD)	HKD 10.2281	HKD 10.1748	HKD 10.0239
Class A (M) (USD)	USD 10.1487	USD 10.1612	USD 10.0205
Class A (M) (HAUD)*	AUD 10.0618	AUD 10.1106	AUD 10.0210
Class A (M) (HEUR)*	EUR 9.9941	EUR 10.0631	EUR 9.9979
Class A (M) (HGBP)*	GBP 10.0145	GBP 10.0777	GBP 10.0271
Class A (M) (HSGD)*	SGD 9.9165	SGD 10.0186	SGD 9.9831
Class B (C) (USD)	USD 11.0612	USD 10.7407	USD 10.2876
Class B (C) (HEUR)*	EUR 10.8100	EUR 10.7260	-
Class B (C) (HGBP)*	GBP 11.6371	GBP 11.4420	GBP 11.0143
Class Z (C) (HEUR)*	-	-	EUR 12.3314
HSBC Portfolios World Selection 2			
Class A (C) (USD)	USD 14.0718	USD 13.3856	USD 12.8984
Class A (C) (HEUR)*	EUR 13.3731	EUR 13.0103	EUR 12.7055
Class A (C) (HGBP)*	GBP 13.7841	GBP 13.3072	GBP 12.9259
Class A (D) (USD)	USD 11.0991	USD 10.6428	-
Class A (D) (HEUR)*	EUR 10.4730	EUR 10.2950	EUR 10.0555
Class A (D) (HGBP)*	GBP 10.8727	GBP 10.5827	-
Class A (M) (HKD)	HKD 10.2935	HKD 10.0376	HKD 9.9646
Class A (M) (USD)	USD 10.2060	USD 10.0168	USD 9.9541
Class A (M) (HAUD)*	AUD 10.1478	AUD 10.0021	AUD 9.9952
Class A (M) (HEUR)*	EUR 9.9850	EUR 9.8566	EUR 9.8745
Class A (M) (HGBP)*	GBP 9.9398	GBP 9.8176	GBP 9.8789
Class B (C) (USD)	USD 11.7876	USD 11.1620	USD 10.7100
Class B (C) (HEUR)*	EUR 10.8328	EUR 10.4840	EUR 10.1952
Class B (C) (HGBP)*	GBP 12.2119	GBP 11.7251	GBP 11.3234
Class X (C) (HGBP)*	GBP 11.0520	GBP 10.6120	-
Class X (D) (HGBP)*	GBP 10.9184	GBP 10.6119	-
Class Z (C) (USD)	-	USD 10.7180	-
Class Z (C) (HGBP)*	GBP 11.1505	GBP 10.6447	-
Class Z (D) (HGBP)*	GBP 10.9593	GBP 10.6379	-
HSBC Portfolios World Selection 3			
Class A (C) (USD)	USD 14.7584	USD 13.4881	USD 13.2643
Class A (C) (HAUD)*	AUD 11.8729	AUD 10.8410	AUD 10.6210
Class A (C) (HEUR)*	EUR 14.0015	EUR 13.0821	EUR 13.0303
Class A (C) (HGBP)*	GBP 14.4004	GBP 13.3505	GBP 13.2622
Class A (C) (HSGD)*	SGD 10.9798	SGD 10.1657	SGD 10.0356

* Hedged Classes

Statistical Information (continued)

	Net Asset Value per Share		
	as at 31 July 2017	as at 31 July 2016	as at 31 July 2015
HSBC Portfolios World Selection 3 (continued)			
Class A (D) (HEUR)*	EUR 10.6730	EUR 10.0370	EUR 10.0134
Class A (M) (HKD)	HKD 10.2887	HKD 9.6532	HKD 9.8098
Class A (M) (USD)	USD 10.2077	USD 9.6394	USD 9.8058
Class A (M) (HAUD)*	AUD 10.0752	AUD 9.5638	AUD 9.8143
Class A (M) (HEUR)*	EUR 10.0523	EUR 9.5547	EUR 9.7960
Class A (M) (HGBP)*	GBP 9.9599	GBP 9.4580	GBP 9.7618
Class A (M) (HSGD)*	SGD 9.9886	SGD 9.5160	SGD 9.7684
Class B (C) (USD)	USD 12.4546	USD 11.3143	USD 11.0626
Class B (C) (HEUR)*	EUR 11.8931	EUR 11.0569	EUR 10.9725
Class B (C) (HGBP)*	GBP 12.8940	GBP 11.8872	GBP 11.7780
Class Z (C) (HEUR)*	-	-	EUR 13.9946
HSBC Portfolios World Selection 4			
Class A (C) (USD)	USD 15.1403	USD 13.3815	USD 13.4764
Class A (C) (HAUD)*	AUD 12.0579	AUD 10.6384	AUD 10.6705
Class A (C) (HEUR)*	EUR 14.4026	EUR 13.0060	EUR 13.2438
Class A (C) (HGBP)*	GBP 14.7798	GBP 13.2419	GBP 13.4542
Class A (D) (HEUR)*	EUR 11.6099	EUR 10.5019	-
Class A (M) (HKD)	HKD 10.2919	HKD 9.3439	HKD 9.7338
Class A (M) (USD)	USD 10.2195	USD 9.3384	USD 9.7375
Class A (M) (HAUD)*	AUD 14.5325	AUD 13.3470	AUD 14.0822
Class A (M) (HEUR)*	EUR 10.1146	EUR 9.2989	EUR 9.7654
Class A (M) (HGBP)*	GBP 9.9643	GBP 9.1640	GBP 9.6751
Class B (C) (USD)	USD 12.3379	USD 10.8391	USD 10.8532
Class B (C) (HEUR)*	EUR 11.1460	EUR 10.0130	EUR 10.1496
Class B (C) (HGBP)*	GBP 13.4617	GBP 12.0047	GBP 12.1468
Class Z (C) (USD)	-	-	USD 14.4446
HSBC Portfolios World Selection 5			
Class A (C) (USD)	USD 15.1987	USD 13.3078	USD 13.5630
Class A (C) (HAUD)*	AUD 12.0330	AUD 10.5208	AUD 10.6931
Class A (C) (HEUR)*	EUR 14.4276	EUR 12.9124	EUR 13.3212
Class A (C) (HGBP)*	GBP 14.7283	GBP 13.0851	GBP 13.5059
Class A (C) (HSGD)*	SGD 10.2527	SGD 9.6983	SGD 9.9034
Class A (D) (HEUR)*	EUR 10.5781	-	-
Class A (M) (HKD)	HKD 10.3296	HKD 9.2647	HKD 9.7255
Class A (M) (USD)	USD 10.2471	USD 9.2498	USD 9.7190
Class A (M) (HAUD)*	AUD 10.0525	AUD 9.1206	AUD 9.6981
Class A (M) (HEUR)*	EUR 10.0242	EUR 9.1060	EUR 9.6792
Class A (M) (HGBP)*	GBP 10.0056	GBP 9.0876	GBP 9.6738
Class A (M) (HSGD)*	SGD 9.9865	SGD 9.0941	SGD 9.6759
Class B (C) (USD)	USD 11.4311	USD 9.9488	USD 10.0813
Class B (C) (HEUR)*	EUR 12.2895	EUR 10.9262	EUR 11.2037
Class B (C) (HGBP)*	GBP 14.0574	GBP 12.4005	GBP 12.7073

* Hedged Classes

Notes to the Financial Statements

for the year ended 31 July 2017

1. General Information

The Company was incorporated under the laws of the Grand Duchy of Luxembourg as an investment company (Société d'Investissement à Capital Variable or "SICAV") on 21 July 2009 with different compartments (hereafter called a "Portfolio"). Within each Portfolio, various Classes of Shares may be issued. Each Portfolio consists of securities, cash and other sundry assets and liabilities. The accompanying Financial Statements present the assets and liabilities of the individual Portfolios and of the Company taken as a whole. The Financial Statements of each individual Portfolio are expressed in the currency designated in the prospectus for that particular Portfolio and the Financial Statements of the Company are expressed in US Dollar ("USD"). The financial statements have been prepared in accordance with the format prescribed by the Luxembourg authorities for Luxembourg investment companies.

The Company is an officially registered investment fund under Part I of the 2010 Law, as amended and qualifies as a UCITS fund under the amended European directive 2009/65/EC.

The Company seeks to provide a comprehensive range of Portfolios with the purpose of spreading investment risk and satisfying the requirements of investors seeking to emphasise income, capital conservation and/or capital growth.

The Company offers investors, within the same vehicle, a choice of investments in one or more Portfolios. The Company may issue different Classes of Shares in one or several Portfolios. Details of the characteristics of such share classes, if and when offered, by one or several Portfolios will be determined by the directors of the Company (the "Directors" and each a "Director").

As at 31 July 2017, the Company was comprised of the following Portfolios:

HSBC Portfolios – World Selection 1

HSBC Portfolios – World Selection 2

HSBC Portfolios – World Selection 3

HSBC Portfolios – World Selection 4

HSBC Portfolios – World Selection 5

2. Share Capital

The Company currently offers the following classes of shares:

Class	Description
Class A	A Shares are available to all investors.
Class B	B Shares are available in the United Kingdom and Jersey through specific distributors selected by the Distributor. B Shares may be available in other countries through specific distributors selected by the Distributor on application to the Company.
Class E	E Shares will be available in certain countries, subject to the relevant regulatory approval, through specific distributors selected by the Distributor on application to the Company.
Class S*	S Shares are available through distributors selected by the Distributor provided that the investors qualify as institutional investors within the meaning of article 174 of the 2010 Law, as amended.
Class X	X Shares are available through distributors selected by the Distributor provided that the investors qualify as institutional investors within the meaning of article 174 of the 2010 Law, as amended.
Class Z	Z Shares are available to investors having entered into a discretionary management agreement with an HSBC Group entity and to investors subscribing via distributors selected by the Distributor provided that such investors qualify as institutional investors within the meaning of article 174 of 2010 Law, as amended.

* Successive issue of Classes S Shares are numbered 1, 2, 3, etc. and respectively referred to as S1, S2, S3 etc. A series of Class S Shares may be issued in one or more Portfolios and each series may or may not be available in all Portfolios.

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

2. Share Capital (continued)

Within each share class of a Portfolio, the Company is entitled to create different sub-classes, distinguished by their class name, by their distribution policy (Capital-Accumulation (“C”), Distribution (“D”), Quarterly Distribution (“Q”) and Monthly Distribution (“M”) shares), their reference currency, their hedging activity (“H”) and/or by any other criterion to be stipulated by the Board of Directors of the Company.

Within each share class of a Portfolio, separate currency hedged classes may be issued (suffixed by “H” and the currency into which the Base Currency is hedged e.g. “HEUR” or “HGBP”). Any fees relating to the execution of the currency hedging policy will be borne by the relevant currency hedged class.

Within each share class of a Portfolio, the Management Company may decide to issue share classes having a different reference currency than the base currency of the Portfolio and which denotes the currency in which the net asset value per share of the share class will be calculated. A share class' reference currency is identified by a standard international currency acronym added as a suffix e.g. “ACEUR” for a Capital Accumulation Share class expressed in Euro”.

Investment Minima:

Class of Shares	A, B and E*			S ₁ *			X and Z*		
	USD	EUR	GBP	USD	EUR	GBP	USD	EUR	GBP
Minimum initial investment and minimum holding	5,000	5,000	5,000	10,000,000	10,000,000	10,000,000	1,000,000	1,000,000	1,000,000
Minimum subsequent investment	1,000	1,000	1,000	1,000,000	1,000,000	1,000,000	100,000	100,000	100,000

* or equivalent to USD amount in any other Dealing Currencies or Share Class Reference Currencies

3. Accounting Policies

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's financial statements.

a) Accounting convention

The financial statements have been prepared under the historical cost convention modified by the revaluation of investments.

b) Assets and portfolio securities valuation

Securities are initially recognised at cost, being the fair value of the consideration given.

All purchases and sales of securities are recognised on the trade date, i.e. the date the Company commits to purchase or sell the security.

Portfolio securities and/or financial derivative instruments which are listed on an official stock exchange are valued at the last available stock price. Where such securities or other assets are quoted or dealt in or on more than one stock exchange or other organised markets, the Board of Directors shall select the principal of such stock exchanges or markets for such purposes. Shares or units in undertakings for collective investment the issue or redemption of which is restricted and in respect of which a secondary market is maintained by dealers who, as principal market-makers, offer prices in response to market conditions may be valued by the Board of Directors in line with such prices.

Shares or units in open-ended undertakings for collective investment, which do not have a price quotation on a regulated market, will be valued at the actual net asset value for such shares or units as of the relevant dealing day, failing which they shall be valued at the last available net asset value which is calculated prior to such dealing day. In the case where events have occurred which have resulted in a material change in the net asset value of such shares or units since the last net asset value was calculated, the value of such shares or units may be adjusted at their fair value in order to reflect, in the reasonable opinion of the Board of Directors, such change.

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

3. Accounting Policies (continued)

b) Assets and portfolio securities valuation (continued)

The financial derivative instruments which are not listed on any official stock exchange or traded on any other organised market are valued in a reliable and verifiable manner on a daily basis and verified by a competent professional appointed by the Company.

The Financial Statements are presented on the basis of the net asset value calculated on 31 July 2017.

Futures Contracts

Upon entering into a futures contract, the Company is required to deposit with the broker, cash or securities in an amount equal to a certain percentage of the contract amount which is referred to as the initial margin account. Subsequent payments, referred to as variation margin, are made or received by each Portfolio periodically and are based on changes in the market value of open futures contracts.

The unrealised appreciation on future contracts is disclosed in the statement of net assets under "Unrealised appreciation on future contracts". Changes in the market value of open futures contracts are recorded as Net change in unrealised appreciation/(depreciation) on derivatives in the statement of changes in net assets. Realised gains or losses, representing the difference between the value of the contract at the time it was opened and the value at the time it was closed, are reported at the closing or expiration of futures contracts in the statement of changes in net assets under "Net realised gains/(losses) on derivatives". Securities deposited as initial margin account are designated in the statement of investments and cash deposited is recorded under cash at bank and at broker in the statement of net assets. A receivable and/or a payable to brokers for the daily variation margin is also recorded in the statement of net assets.

Forward Foreign Exchange Contracts

The values of the forward foreign currency exchange contracts are adjusted daily based on the applicable exchange rate of the underlying currency. Changes in the value of these contracts are recorded as unrealised appreciation or depreciation until the contract settlement date. When the forward contract is closed, the Portfolio records a realised gain or loss equal to the difference between the value at the time the contract was opened and the value at the time it was closed.

The unrealised appreciation on forward foreign exchange contracts is disclosed in the statement of net assets under "Unrealised gain on forward foreign exchange contracts". Realised gains/(losses) and change in unrealised appreciation/(depreciation) resulting there from are included in the statement of changes in net assets respectively under "Net realised gains/(losses) on derivatives" and "Net change in Unrealised appreciation/(depreciation) on derivatives".

c) Income and Expenses

Interest is accrued on a day-to-day basis. Dividends are accounted for on an ex-dividend basis.

Expenses are recognised on an accrual basis.

d) Foreign Exchange

The cost of investments, income and expenses in currencies other than the Company relevant reporting currency have been recorded at the rate of exchange ruling at the time of the transaction. The market value of the investments and other assets and liabilities in currencies other than the relevant reporting currency has been converted at the rates of exchange ruling at the date of these financial statements. The exchange rates used as at 31 July 2017 are as follows:

USD/AUD	1.25258
USD/CAD	1.25055
USD/DKK	6.30765
USD/EUR	0.84818
USD/GBP	0.75852
USD/HKD	7.81015
USD/JPY	110.49500
USD/SEK	8.08905
USD/SGD	1.35720

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

3. Accounting Policies (continued)

e) Realised Profit/(Loss) on Sale of Investments

Realised profit/(loss) on sale of investments is the difference between the historical average cost of the investment and the sale proceeds.

f) Segregated Liability

The Company has segregated liability between its Portfolios; meaning, the assets of a Portfolio are exclusively available to satisfy the rights of shareholders in relation to that Portfolio and the rights of creditors whose claims have arisen in connection with the creation, operation and liquidation of that Portfolio.

g) Dividends payable

Dividends payable by the Company are recorded on the ex-date.

h) Net Asset Value per Share

The net asset value per share of the Company (the "Net Asset Value per Share") is calculated by dividing the net assets of the relevant Class of Shares in a Portfolio included in the Statement of Net Assets by the number of Shares of the relevant class in that Portfolio in issue at the year end.

4. Charges and Expenses

a) Management Fee

The Company pays to the Management Company an annual management fee calculated as a percentage of the net asset value of each Portfolio or share class ("Management Fee"). The Management Fee is accrued daily and payable monthly in arrears. The fee rate per annum actually charged and applicable to each Class of Shares is set below:

▶	HSBC Portfolios – World Selection 1	
	Class A Shares	1.000%
	Class B Shares	0.500%
	Class E Shares	1.300%
	Class S ₁ Shares	0.250%
	Class X Shares	0.500%
	Class Z Shares	0.000%
▶	HSBC Portfolios – World Selection 2	
	Class A Shares	1.000%
	Class B Shares	0.500%
	Class E Shares	1.300%
	Class S ₁ Shares	0.250%
	Class X Shares	0.500%
	Class Z Shares	0.000%
▶	HSBC Portfolios – World Selection 3	
	Class A Shares	1.200%
	Class B Shares	0.600%
	Class E Shares	1.300%
	Class S ₁ Shares	0.300%
	Class X Shares	0.600%
	Class Z Shares	0.000%
▶	HSBC Portfolios – World Selection 4	
	Class A Shares	1.200%
	Class B Shares	0.600%
	Class E Shares	1.300%
	Class S ₁ Shares	0.300%
	Class X Shares	0.600%
	Class Z Shares	0.000%

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

4. Charges and Expenses (continued)

a) Management Fee (continued)

▶ HSBC Portfolios – World Selection 5	
Class A Shares	1.300%
Class B Shares	0.650%
Class E Shares	1.300%
Class S ₁ Shares	0.325%
Class X Shares	0.650%
Class Z Shares	0.000%

The Management Fee covers management, advisory and distribution services provided in relation to the relevant Portfolio of the Company by the Management Company, the Investment Advisers and the Share Distributors. The Management Company is responsible for discharging, out of such fee, the fees of the Investment Advisers and the Share Distributors and may pay part of such fee to recognised intermediaries or such other person as the Management Company may determine, at its discretion.

The Management Company may instruct the Company to pay a portion of the Management Fee directly out of the assets of the Company to any of such service providers. In such case the Management Fee due to Management Company is reduced accordingly.

The Management Company is also acting as a management company for other investment funds, namely HSBC Global Investment Funds and HSBC Amanah Funds.

The Company has invested in other HSBC promoted funds, which include the following funds:

HSBC Global Investment Funds - Global Asset Backed Bond "ZC"

HSBC Global Investment Funds - Global Corporate Bond "ZQ"

HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"

HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"

HSBC Global Investment Funds - Global Government Bond "ZQ"

HSBC Global Investment Funds - Global High Yield Bond "ZQ"

HSBC Global Investment Funds - Global Real Estate Equity "ZQ"

HSBC Global Investment Funds – India Fixed Income "ZD"

HSBC American Index "Institutional Acc"

HSBC Corporate Bond Fund "Institutional Acc"

HSBC European Index "Institutional Acc"

HSBC FTSE All Share Index Acc

HSBC US Dollar Liquidity Fund "Z"

HSBC Japan Index "Institutional Acc"

The management fee rate applicable to the above underlying funds' share classes is nil.

HSBC ESI Worldwide Equity ETF

HSBC Worldwide Equity ETF

The above underlying funds are subject to single fee, referred to as the "Total Expense Ratio" or "TER" which covers all fees and expenses except transaction charges and taxes or duties for portfolio rebalancing. The maximum TER applicable to each underlying fund is 0.25% per annum.

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

4. Charges and Expenses (continued)

b) Operating, Administrative and Servicing Expenses

There are certain Operating, administrative and servicing expenses ('the expenses') incurred throughout the lifetime of a Portfolio or share class. These expenses are associated with services rendered to a relevant Portfolio which are overseen by either the Management Company or the Company. Many of the services are delegated to other service providers who are paid directly by the Company.

Operating, administrative and servicing expenses cover the ongoing depositary fees and safekeeping charges payable to the Depositary Bank and its correspondent banks, fees for fund accounting and administration services (including domiciliary services) payable to the Administrative Agent and transfer agency fees for registrar and transfer agency services payable to the Transfer Agent.

Operating, administrative and servicing expenses also cover expenses relating to the Luxembourg asset-based *taxe d'abonnement*; reasonable out-of-pocket expenses incurred by the Board of Directors; legal expenses for advice on behalf of the Company; audit fees; ongoing registration and listing fees (if applicable); the costs of preparing, printing, translating and distributing the Company's Prospectus, financial reports, statements and other documents made available directly or through intermediaries to its shareholders. These expenses also cover formation expenses for current and new Portfolios including initial registration fees (these expenses are amortised over a period not exceeding 5 years from the formation date of the Portfolio). The only operating expenses which are not covered by the fee rate paid to the management company and which are included under this caption are 'hedging fees' incurred by the respective portfolios for hedging the different share classes.

The Company pays the expenses directly to the service providers and as such the ongoing charge for each share class will vary. The expenses paid by the Company will not exceed 0.25% of the net assets per annum on a rolling basis of each share class. Where actual expenses exceed 0.25% per annum, the excess will be borne directly by the Management Company or by HSBC Global Asset Management distributors.

The expenses will be accrued daily and will be payable monthly in arrears. The accrual amount will be reviewed each quarter using the previous 12 months' expenses as an initial basis and amending when necessary.

c) Directors' Fees, Expenses and Interests

A Director may be a party to, or otherwise interested in, any transaction or arrangement with the Company or in which the Company is interested, provided that he has disclosed to the other Directors, prior to the conclusion of any such transaction or arrangement, the nature and extent of any interest of his therein. A Director may vote in respect of any contract or arrangement or any proposal whatsoever in which he has an interest, having first disclosed such interest. He shall not be disqualified by his office from contracting with the Company. If a Director declares his interest in any contract which the Company is considering entering into, he may be counted in the quorum of any meeting to consider the contract and may vote on any resolution to enter into such contract.

The Company pays an annual fee to each of the Independent Directors amounting to EUR 10,000. This amount is paid by the Management Company through the Operating, administrative and servicing expenses paid by the Company. The amount is accrued with every net asset value calculation and paid quarterly in arrears. As at 31 July 2017, there were no arrears payable to the Independent Directors.

With effect from 1 October 2015 the Company also pays an annual fee to each of the Independent Directors who are members of the Investment Performance Working Group, a sub-committee of the Board established to monitor the investment performance and governance and risk profile of the Company's Portfolios, amounting to EUR1,538. The amount is accrued with every net asset value calculation and paid quarterly in arrears. As at 31 July 2017, there were no arrears payable to the Independent Directors.

5. Taxation of the Company

The following is based on the Company's understanding of the law and practice currently in force in the Grand Duchy of Luxembourg and is subject to changes therein.

The Company is not subject to taxation in Luxembourg on its income, profits or gains.

The Company is not subject to net wealth tax in Luxembourg. No stamp duty, capital duty or other tax will be payable in Luxembourg upon the issue of the Shares of the Company.

The Portfolios are nevertheless, in principle, subject to a subscription tax (*taxe d'abonnement*) levied at the rate of 0.05% per annum based on its NAV at the end of the relevant quarter, calculated and paid quarterly. A reduced subscription tax rate of 0.01% per annum is however applicable to any Portfolio whose exclusive object is the collective investment in money market instruments, the placing of deposits with credit institutions, or both. A reduced subscription tax rate of 0.01% per annum is also applicable to any Portfolio or Share Class provided that their shares are only held by one or more institutional investors within the meaning of article 174 of the 2010 Law, as amended (an "Institutional Investor").

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

5. Taxation of the Company (continued)

A subscription tax exemption applies to:

- a) The portion of any Portfolio's assets (prorata) invested in a Luxembourg investment fund or any of its Portfolio to the extent it is subject to the subscription tax;
- b) Any Portfolio (i) whose securities are only held by Institutional Investor(s), and (ii) whose sole object is the collective investment in money market instruments and the placing of deposits with credit institutions, and (iii) whose weighted residual portfolio maturity does not exceed 90 days, and (iv) that have obtained the highest possible rating from a recognised rating agency. If several Share Classes are in issue in the relevant Portfolio meeting (ii) to (iv) above, only those Share Classes meeting (i) above will benefit from this exemption;
- c) Any Portfolio, whose main objective is the investment in microfinance institutions; and
- d) Any Portfolio, (i) whose securities are listed or traded on a stock exchange and (ii) whose exclusive object is to replicate the performance of one or more indices. If several Share Classes are in issue in the relevant Portfolio meeting (ii) above, only those Share Classes meeting (i) above will benefit from this exemption.
- e) Any Portfolio only held by pension funds and assimilated vehicles.

Withholding tax

Interest and dividend income received by the Company may be subject to non-recoverable withholding tax in the source countries. The Company may further be subject to tax on the realised or unrealised capital appreciation of its assets in the countries of origin. The Company may benefit from double tax treaties entered into by Luxembourg, which may provide for exemption from withholding tax or reduction of withholding tax rate.

Distributions made by the Company as well as liquidation proceeds and capital gains derived therefrom are not subject to withholding tax in Luxembourg.

6. Forward Foreign Exchange Contracts

As at 31 July 2017, the Company had entered into various forward foreign exchange contracts, for the purpose of portfolio and share class hedging, which obliges the Company to deliver currencies at specified dates.

Open forward foreign exchange contracts as at 31 July 2017, are as follows:

Maturity Date	Currency Bought	Bought Amount	Currency Sold	Sold Amount	Counterparty	Unrealised Gain / (Loss) USD
HSBC Portfolios - World Selection 1						
2 August 2017	AUD	22,025,535	USD	(17,536,599)	HSBC Bank Plc, London	47,024
2 August 2017	EUR	253,034,709	USD	(294,599,469)	HSBC Bank Plc, London	3,762,350
2 August 2017	GBP	28,534,218	USD	(37,075,136)	HSBC Bank Plc, London	545,639
2 August 2017	SGD	302,919	USD	(221,919)	HSBC Bank Plc, London	1,281
4 August 2017	JPY	55,444,853	USD	(501,613)	Bank of Scotland, London	217
8 August 2017	SGD	302,275	USD	(222,317)	HSBC Bank Plc, London	427
9 August 2017	AUD	21,671,027	USD	(17,269,446)	HSBC Bank Plc, London	29,548
9 August 2017	EUR	251,777,702	USD	(293,941,907)	HSBC Bank Plc, London	3,055,319
9 August 2017	GBP	28,595,072	USD	(37,437,955)	HSBC Bank Plc, London	272,507
10 October 2017	AUD	47,500	USD	(37,598)	HSBC, Sheffield	291
10 October 2017	CAD	217,000	USD	(167,475)	HSBC, Sheffield	6,209
10 October 2017	EUR	293,000	USD	(339,771)	HSBC, Sheffield	6,958
10 October 2017	EUR	945,000	USD	(1,077,758)	Bank of Scotland, London	40,531
11 October 2017	GBP	84,000	USD	(108,900)	Bank of Scotland, London	2,101
11 October 2017	JPY	12,266,000	USD	(109,820)	HSBC, Sheffield	1,547
						7,771,949

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

6. Forward Foreign Exchange Contracts (continued)

Maturity Date	Currency Bought	Bought Amount	Currency Sold	Sold Amount	Counterparty	Unrealised Gain / (Loss) USD
HSBC Portfolios - World Selection 1 (continued)						
2 August 2017	USD	17,552,788	AUD	(22,025,535)	HSBC Bank Plc, London	(30,835)
2 August 2017	USD	295,286,698	EUR	(253,034,709)	HSBC Bank Plc, London	(3,075,121)
2 August 2017	USD	37,347,867	GBP	(28,534,218)	HSBC Bank Plc, London	(272,909)
2 August 2017	USD	222,742	SGD	(302,919)	HSBC Bank Plc, London	(459)
10 October 2017	USD	7,474,083	AUD	(9,772,000)	Bank of Scotland, London	(320,616)
10 October 2017	USD	8,026,019	CAD	(10,400,000)	HSBC, Sheffield	(297,989)
10 October 2017	USD	51,958,990	EUR	(45,480,000)	HSBC, Sheffield	(1,860,919)
11 October 2017	USD	14,592,181	GBP	(11,224,000)	Bank of Scotland, London	(239,647)
11 October 2017	USD	28,454,017	JPY	(3,202,500,000)	HSBC, Sheffield	(622,518)
11 October 2017	USD	503,200	JPY	(55,445,000)	Bank of Scotland, London	(203)
19 October 2017	USD	1,101,131	DKK	(7,108,000)	UBS, London	(30,686)
19 October 2017	USD	1,189,724	SEK	(9,960,000)	HSBC, Sheffield	(46,966)
						(6,798,868)
HSBC Portfolios - World Selection 2						
2 August 2017	AUD	2,832,117	USD	(2,254,255)	HSBC Bank Plc, London	6,706
2 August 2017	EUR	214,977,089	USD	(250,290,301)	HSBC Bank Plc, London	3,196,486
2 August 2017	GBP	83,883,479	USD	(108,997,922)	HSBC Bank Plc, London	1,597,770
9 August 2017	AUD	2,827,502	USD	(2,253,211)	HSBC Bank Plc, London	3,855
9 August 2017	EUR	214,712,523	USD	(250,669,571)	HSBC Bank Plc, London	2,605,533
9 August 2017	GBP	83,885,737	USD	(109,826,982)	HSBC Bank Plc, London	799,419
10 October 2017	EUR	161,000	USD	(184,592)	HSBC, Sheffield	5,931
						8,215,700
2 August 2017	USD	2,256,996	AUD	(2,832,117)	HSBC Bank Plc, London	(3,965)
2 August 2017	USD	250,874,179	EUR	(214,977,089)	HSBC Bank Plc, London	(2,612,608)
2 August 2017	USD	109,793,408	GBP	(83,883,479)	HSBC Bank Plc, London	(802,284)
10 October 2017	USD	58,288,207	EUR	(51,020,000)	HSBC, Sheffield	(2,087,601)
11 October 2017	USD	21,607,347	GBP	(16,620,000)	Bank of Scotland, London	(354,965)
						(5,861,423)
HSBC Portfolios - World Selection 3						
2 August 2017	AUD	4,830,249	USD	(3,845,755)	HSBC Bank Plc, London	10,372
2 August 2017	EUR	222,073,523	USD	(258,552,430)	HSBC Bank Plc, London	3,302,002
2 August 2017	GBP	122,955,690	USD	(159,749,320)	HSBC Bank Plc, London	2,360,905
2 August 2017	SGD	348,483	USD	(255,247)	HSBC Bank Plc, London	1,527
8 August 2017	SGD	349,567	USD	(257,099)	HSBC Bank Plc, London	494
9 August 2017	AUD	4,723,853	USD	(3,764,396)	HSBC Bank Plc, London	6,441
9 August 2017	EUR	222,834,061	USD	(260,151,190)	HSBC Bank Plc, London	2,704,088
9 August 2017	GBP	123,148,216	USD	(161,231,186)	HSBC Bank Plc, London	1,173,584
10 October 2017	EUR	791,000	USD	(908,905)	Bank of Scotland, London	27,145
11 October 2017	GBP	35,000	USD	(45,423)	Bank of Scotland, London	828
						9,587,386

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

6. Forward Foreign Exchange Contracts (continued)

Maturity Date	Currency Bought	Bought Amount	Currency Sold	Sold Amount	Counterparty	Unrealised Gain / (Loss) USD
HSBC Portfolios - World Selection 3 (continued)						
2 August 2017	USD	3,849,365	AUD	(4,830,249)	HSBC Bank Plc, London	(6,762)
2 August 2017	USD	259,155,582	EUR	(222,073,523)	HSBC Bank Plc, London	(2,698,851)
2 August 2017	USD	160,934,244	GBP	(122,955,690)	HSBC Bank Plc, London	(1,175,981)
2 August 2017	USD	256,246	SGD	(348,483)	HSBC Bank Plc, London	(528)
15 August 2017	USD	3,833,094	EUR	(3,284,087)	HSBC Bank Plc, London	(42,133)
15 August 2017	USD	7,616,883	GBP	(5,819,857)	HSBC Bank Plc, London	(59,847)
10 October 2017	USD	27,190,500	EUR	(23,800,000)	HSBC, Sheffield	(973,832)
11 October 2017	USD	14,742,987	GBP	(11,340,000)	Bank of Scotland, London	(242,129)
						(5,200,063)
HSBC Portfolios - World Selection 4						
2 August 2017	AUD	1,454,849	USD	(1,158,221)	HSBC Bank Plc, London	3,227
2 August 2017	EUR	370,269,915	USD	(431,092,302)	HSBC Bank Plc, London	5,505,529
2 August 2017	GBP	75,575,270	USD	(98,190,641)	HSBC Bank Plc, London	1,451,141
9 August 2017	AUD	1,467,698	USD	(1,169,595)	HSBC Bank Plc, London	2,001
9 August 2017	EUR	372,695,255	USD	(435,109,038)	HSBC Bank Plc, London	4,522,652
9 August 2017	GBP	75,534,500	USD	(98,893,166)	HSBC Bank Plc, London	719,832
						12,204,382
2 August 2017	USD	1,159,411	AUD	(1,454,849)	HSBC Bank Plc, London	(2,037)
2 August 2017	USD	432,097,955	EUR	(370,269,915)	HSBC Bank Plc, London	(4,499,876)
2 August 2017	USD	98,918,960	GBP	(75,575,270)	HSBC Bank Plc, London	(722,822)
15 August 2017	USD	3,564,920	EUR	(3,054,323)	HSBC Bank Plc, London	(39,186)
15 August 2017	USD	7,083,986	GBP	(5,412,684)	HSBC Bank Plc, London	(55,660)
						(5,319,581)
HSBC Portfolios - World Selection 5						
2 August 2017	AUD	543,882	USD	(433,035)	HSBC Bank Plc, London	1,161
2 August 2017	EUR	124,283,795	USD	(144,699,273)	HSBC Bank Plc, London	1,847,971
2 August 2017	GBP	28,123,829	USD	(36,539,782)	HSBC Bank Plc, London	539,920
2 August 2017	SGD	44,553	USD	(32,633)	HSBC Bank Plc, London	195
8 August 2017	SGD	44,858	USD	(32,992)	HSBC Bank Plc, London	63
9 August 2017	AUD	547,737	USD	(436,487)	HSBC Bank Plc, London	747
9 August 2017	EUR	125,297,861	USD	(146,280,992)	HSBC Bank Plc, London	1,520,488
9 August 2017	GBP	28,250,496	USD	(36,986,821)	HSBC Bank Plc, London	269,223
						4,179,768
2 August 2017	USD	433,435	AUD	(543,882)	HSBC Bank Plc, London	(762)
2 August 2017	USD	145,036,828	EUR	(124,283,795)	HSBC Bank Plc, London	(1,510,416)
2 August 2017	USD	36,810,718	GBP	(28,123,829)	HSBC Bank Plc, London	(268,984)
2 August 2017	USD	32,761	SGD	(44,553)	HSBC Bank Plc, London	(67)
15 August 2017	USD	1,360,138	EUR	(1,165,328)	HSBC Bank Plc, London	(14,951)
15 August 2017	USD	2,027,086	GBP	(1,548,842)	HSBC Bank Plc, London	(15,927)
						(1,811,107)

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

7. Futures Contracts

As at 31 July 2017, the Company had entered in the following outstanding futures contracts. The margin accounts on these futures contracts are recognized under the cash at bank and at broker figures in the statement of net assets.

Underlying	Number of contracts	Currency	Commitment USD	Maturity date	Unrealised Gain / (Loss) USD
HSBC Portfolios - World Selection 1					
OSE Topix Index	34	JPY	4,986,379	7 September 2017	38,463
E-mini S&P500	10	USD	1,233,437	15 September 2017	19,237
Mini MSCI Emerging Markets Index	91	USD	4,838,242	15 September 2017	279,370
					337,070
EUX EURO BUND	23	EUR	4,392,821	7 September 2017	(66,843)
EUX EURO STOXX 50	185	EUR	7,508,613	15 September 2017	(208,300)
CBT US 10Yr Note	(68)	USD	(8,562,156)	20 September 2017	(1,594)
					(276,737)
HSBC Portfolios - World Selection 2					
OSE Topix Index	41	JPY	6,012,987	7 September 2017	46,382
E-mini S&P500	13	USD	1,603,469	15 September 2017	25,009
Mini MSCI Emerging Markets Index	109	USD	5,795,258	15 September 2017	334,630
					406,021
EUX EURO BUND	37	EUR	7,066,711	7 September 2017	(107,531)
EUX EURO STOXX 50	223	EUR	9,050,922	15 September 2017	(251,086)
CBT US 10Yr Note	(43)	USD	(5,414,305)	20 September 2017	(1,680)
LIFFE Long Gilt	1	GBP	166,198	27 September 2017	(2,169)
					(362,466)
HSBC Portfolios - World Selection 3					
OSE Topix Index	55	JPY	8,066,202	7 September 2017	62,220
E-mini S&P500	16	USD	1,973,500	15 September 2017	30,780
Mini MSCI Emerging Markets Index	144	USD	7,656,120	15 September 2017	442,080
LIFFE Long Gilt	(21)	GBP	(3,490,153)	27 September 2017	45,542
					580,622
EUX EURO BUND	16	EUR	3,055,875	7 September 2017	(46,500)
EUX EURO STOXX 50	297	EUR	12,054,368	15 September 2017	(334,406)
CBT US 10Yr Note	(129)	USD	(16,242,915)	20 September 2017	(2,695)
					(383,601)

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

7. Futures Contracts (continued)

Underlying	Number of contracts	Currency	Commitment USD	Maturity date	Unrealised Gain / (Loss) USD
HSBC Portfolios - World Selection 4					
OSE Topix Index	52	JPY	7,626,227	7 September 2017	58,826
E-mini S&P500	16	USD	1,973,500	15 September 2017	30,780
Mini MSCI Emerging Markets Index	130	USD	6,911,775	15 September 2017	399,100
					488,706
EUX EURO STOXX 50	282	EUR	11,445,561	15 September 2017	(317,516)
					(317,516)
HSBC Portfolios - World Selection 5					
OSE Topix Index	20	JPY	2,933,164	7 September 2017	22,625
E-mini S&P500	6	USD	740,063	15 September 2017	11,543
Mini MSCI Emerging Markets Index	55	USD	2,924,213	15 September 2017	168,850
					203,018
EUX EURO STOXX 50	107	EUR	4,342,819	15 September 2017	(120,476)
					(120,476)

The broker linked to all of the above futures contracts is HSBC Bank Plc, London.

8. Dividends

The Company paid the following dividends during the year ended 31 July 2017:

Certain share classes in issue as at 31 July 2017 have had UK Reporting Fund status since 1 August 2015. Details of the share classes that have UK Reporting Fund status can be found on the HM Revenue & Customs website (www.hmrc.gov.uk).

At the date of this Report, the status can be found at <https://www.gov.uk/government/publications/offshore-funds-list-of-reporting-funds>.

The Company publishes annual reportable income information that shareholders require for their UK tax returns at www.kpmgreportingfunds.co.uk. If investors do not have access to the internet they can apply in writing at the registered office of the Company.

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

8. Dividends (continued)

	Currency	Aug-2016	Sep-2016	Oct-2016	Nov-2016	Dec-2016	Jan-2017	Feb-2017	Mar-2017	Apr-2017	May-2017	June-2017	July-2017
HSBC Portfolios World Selection 1													
A (M) (HKD)	USD	0.002392	0.002307	0.002461	0.002640	0.002861	0.002889	0.002910	0.002882	0.002984	0.002897	0.002926	0.003027
A (M) (USD)	USD	0.018526	0.017879	0.019073	0.020471	0.022174	0.022403	0.022557	0.022363	0.023154	0.022485	0.022719	0.023471
A (M) (HAUD)	USD	0.021155	0.018791	0.019323	0.019796	0.020704	0.022144	0.021741	0.022306	0.020087	0.020576	0.020353	0.020845
A (M) (HEUR)	USD	0.012324	0.010391	0.011388	0.008246	0.009597	0.001612	0.010931	0.010401	0.007823	0.007145	0.008662	0.006193
A (M) (HGBP)	USD	0.026282	0.020562	0.020203	0.018335	0.018617	0.011363	0.020112	0.019935	0.017653	0.017691	0.017636	0.015704
A (M) (HSGD)	USD	0.015963	0.014336	0.013403	0.011151	0.013460	0.014501	0.012549	0.013328	0.013642	0.013292	0.013423	0.012480
HSBC Portfolios World Selection 2													
A (D) (USD)	USD	-	-	-	-	0.089159	-	-	-	-	-	-	-
A (D) (HEUR)	USD	-	-	-	-	0.110038	-	-	-	-	-	-	-
A (D) (HGBP)	USD	-	-	-	-	0.124216	-	-	-	-	-	-	-
A (M) (HKD)	USD	0.002961	0.002911	0.003127	0.003285	0.003475	0.003458	0.003502	0.003464	0.003464	0.003322	0.003349	0.003424
A (M) (USD)	USD	0.022915	0.022544	0.024215	0.025450	0.026908	0.026793	0.027129	0.026853	0.026864	0.025767	0.025978	0.026531
A (M) (HAUD)	USD	0.024429	0.022331	0.023189	0.023451	0.024094	0.025466	0.025265	0.025768	0.022884	0.023070	0.022895	0.023327
A (M) (HEUR)	USD	0.017278	0.015640	0.017002	0.013586	0.014621	0.006491	0.015724	0.015144	0.011801	0.010765	0.012291	0.009668
A (M) (HGBP)	USD	0.031608	0.026291	0.026150	0.024311	0.024188	0.016783	0.025498	0.025220	0.022160	0.021659	0.021573	0.019416
X (D) (HGBP)	USD	-	-	-	-	0.159570	-	-	-	-	-	-	-
Z (D) (HGBP)	USD	-	-	-	-	0.204155	-	-	-	-	-	-	-
HSBC Portfolios World Selection 3													
A (M) (HKD)	USD	0.003100	0.003119	0.003252	0.003342	0.003464	0.003454	0.003496	0.003477	0.003440	0.003274	0.003303	0.003337
A (M) (USD)	USD	0.024007	0.024171	0.025195	0.025906	0.026843	0.026778	0.027103	0.026974	0.026690	0.025409	0.025640	0.025873
A (M) (HAUD)	USD	0.024821	0.023224	0.023593	0.023456	0.023742	0.025137	0.024976	0.025591	0.022558	0.022604	0.022460	0.022631
A (M) (HEUR)	USD	0.018953	0.017936	0.018535	0.014654	0.015076	0.007119	0.016058	0.015606	0.011912	0.010631	0.012102	0.009085
A (M) (HGBP)	USD	0.032978	0.028496	0.027455	0.025152	0.024390	0.017221	0.025652	0.025528	0.022121	0.021354	0.021246	0.018685
A (M) (HSGD)	USD	0.019795	0.018808	0.017736	0.015095	0.016723	0.017603	0.015850	0.016648	0.016187	0.015411	0.015541	0.014256
A (D) (HEUR)	USD	-	-	-	-	0.054394	-	-	-	-	-	-	-
HSBC Portfolios World Selection 4													
A (M) (HKD)	USD	0.003225	0.003308	0.003350	0.003379	0.003443	0.003436	0.003467	0.003456	0.003379	0.003169	0.003212	0.003215
A (M) (USD)	USD	0.024997	0.025652	0.025977	0.026215	0.026703	0.026662	0.026901	0.026831	0.026239	0.024612	0.024953	0.024948
A (M) (HAUD)	USD	0.036513	0.034848	0.034606	0.033892	0.033884	0.035939	0.035663	0.036609	0.031982	0.031680	0.031602	0.031555
A (M) (HEUR)	USD	0.020416	0.019971	0.019760	0.015485	0.015360	0.007560	0.016151	0.015747	0.011669	0.009951	0.011469	0.008127
A (M) (HGBP)	USD	0.034201	0.030451	0.028473	0.025757	0.024445	0.017470	0.025543	0.025479	0.021674	0.020431	0.020427	0.017537
HSBC Portfolios World Selection 5													
A (M) (HKD)	USD	0.002917	0.003091	0.003097	0.003090	0.003100	0.003090	0.003130	0.003126	0.003094	0.002870	0.002922	0.002931
A (M) (USD)	USD	0.022588	0.023947	0.023994	0.023948	0.024016	0.023957	0.024259	0.024247	0.024004	0.022267	0.022678	0.022719
A (M) (HAUD)	USD	0.023336	0.022708	0.022352	0.021687	0.021447	0.022755	0.022601	0.023300	0.020426	0.020128	0.020089	0.020033
A (M) (HEUR)	USD	0.017558	0.017940	0.017465	0.013053	0.012460	0.004677	0.013218	0.012825	0.009125	0.007229	0.008733	0.005413
A (M) (HGBP)	USD	0.031104	0.028331	0.026148	0.023066	0.021281	0.014215	0.022339	0.022330	0.018863	0.017464	0.017526	0.014664
A (M) (HSGD)	USD	0.018609	0.018558	0.016824	0.013796	0.014788	0.015589	0.013886	0.014688	0.014278	0.013194	0.013402	0.011941

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

9. Soft Commission Arrangements

The Investment Adviser of the Portfolios may from time to time receive goods and services which are paid for out of broker commissions provided that they relate to execution and research services which meet the criteria laid down by United Kingdom's Financial Conduct Authority Rules.

There were no soft commissions paid or accrued during the year.

10. Transactions with connected persons

(a) Bank accounts and deposits with related parties

Bank accounts are maintained and deposits are made with HSBC Bank Plc, a member of HSBC Group. Details of such bank balances and deposits held as at 31 July 2017 and interest income earned from the deposits during the year then ended are shown below.

	HSBC Portfolios - World Selection 1	HSBC Portfolios - World Selection 2	HSBC Portfolios - World Selection 3	HSBC Portfolios - World Selection 4	HSBC Portfolios - World Selection 5
	USD	USD	USD	USD	USD
HSBC Bank Plc					
-Cash at bank and at broker	47,408,398	57,650,210	52,530,904	41,361,270	15,317,487
-Interest income earned from deposits	21,508	19,748	13,388	7,445	3,738
-Bank overdraft	(450,248)	-	(89,371)	(39,049)	(16,705)
-Interest on bank overdraft	(1,223)	(154)	(287)	-	(1,351)

(b) Investment transactions with related parties

In their purchases and sales of investments, the Portfolios utilise the services of HSBC Bank Plc, a member of HSBC Group. Details of such transactions executed during the year ended 31 July 2017 are shown below.

	HSBC Portfolios - World Selection 1	HSBC Portfolios - World Selection 2	HSBC Portfolios - World Selection 3	HSBC Portfolios - World Selection 4	HSBC Portfolios - World Selection 5
	USD	USD	USD	USD	USD
HSBC Bank Plc					
Total aggregate value of such transactions during the year	581,896,167	808,867,425	935,612,524	703,452,411	208,832,705
Percentage of such transactions in value to total transactions during the year	71.54%	92.96%	90.84%	98.18%	88.61%
Commission paid during the year	9,069	10,346	14,619	13,355	5,443
Average rate of commission	0.002%	0.001%	0.002%	0.002%	0.003%

11. Transaction costs

For the year from 1 August 2016 to 31 July 2017, the Fund incurred transaction costs related to purchase or sale of securities and derivative products as follows:

HSBC Portfolios - World Selection 1	USD	10,345
HSBC Portfolios - World Selection 2	USD	11,720
HSBC Portfolios - World Selection 3	USD	22,021
HSBC Portfolios - World Selection 4	USD	17,270
HSBC Portfolios - World Selection 5	USD	13,495

The above transaction costs include costs directly linked to the acquisition or sale of investments, to the extent that such costs are shown separately on transaction confirmations.

Transaction costs are incorporated directly in dealing prices of assets and are not reported as a separate line in the statement of operations.

Notes to the Financial Statements

for the year ended 31 July 2017 (continued)

12. Global Exposure

The global risk on derivatives has been determined according to the commitment approach during the financial year ended 31 July 2017.

13. Pricing Adjustment

The Directors adopted a Pricing Adjustment Policy on 10 June 2014, details of which are disclosed in section 2.6 (4) "Pricing Adjustment" of the current Prospectus of the Company.

As at 31 July 2017, the Directors have not implemented this policy and there were no pricing adjustments during the year.

14. Subsequent Events

There were no events subsequent to the annual report date which would require adjustments to or disclosures in these financial statements.

Schedule of Investments and Other Net Assets

as at 31 July 2017

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Transferable Securities Admitted to an Official Stock Exchange Listing	177,160,871	37.38
	Bonds	177,160,871	37.38
	Australia	8,900,946	1.88
1,540,000	Australia (Govt) 2.75% 21/04/2024	1,254,319	0.26
2,000,000	Australia (Govt) 3.25% 21/04/2029	1,669,981	0.35
2,090,000	Australia (Govt) 3.25% 21/10/2018	1,701,014	0.36
300,000	Australia (Govt) 4.5% 21/04/2033	284,457	0.06
1,100,000	Australia (Govt) 5.75% 15/05/2021	996,762	0.21
207,000	Commonwealth Bank of Australia 5.5% 06/08/2019	270,550	0.06
2,000,000	Queensland Treasury 4.75% 07/2025	1,807,154	0.38
88,000	Scentre Group Trust 2.375% 05/11/2019	88,192	0.02
277,000	Scentre Management 1.5% 16/07/2020	338,040	0.07
167,000	Scentre Management 3.75% 03/2027	169,279	0.04
246,000	Sydney Airport Finance 2.75% 23/04/2024	321,198	0.07
	Austria	529,522	0.11
207,000	OMV 6.75% VRN PERP	255,646	0.05
207,000	Telekom Finanzmanagement 3.125% 03/12/2021	273,876	0.06
	Belgium	2,300,657	0.49
121,000	Anheuser Busch InBev 1.5% 17/03/2025	149,353	0.03
32,000	Anheuser Busch InBev 2% 17/03/2028	39,945	0.01
231,000	Anheuser-Busch InBev 4% 26/04/2018	280,865	0.06
157,000	Anheuser-Busch InBev Worldwide 2.5% 15/07/2022	158,015	0.03
390,000	Belgium (Govt) 1% 22/06/2031	448,667	0.10
102,900	Belgium (Govt) 2.25% 22/06/2023	136,864	0.03
350,000	Belgium (Govt) 2.6% 22/06/2024	477,870	0.10
164,000	Belgium (Govt) 3.75% 22/06/2045	278,544	0.06
200,000	Belgium (Govt) 3.75% 28/09/2020	267,088	0.06
50,000	Belgium (Govt) 4% 28/03/2019	63,446	0.01
	Canada	7,942,928	1.68
800,000	Canada (Govt) 0.75% 01/09/2021	618,435	0.13
1,050,000	Canada (Govt) 1.5% 01/06/2026	805,936	0.17
3,500,000	Canada (Govt) 1.75% 01/03/2019	2,819,605	0.60
700,000	Canada (Govt) 2.5% 01/06/2024	582,852	0.12
850,000	Canada (Govt) 2.75% 01/06/2022	713,754	0.15
1,300,000	Canada (Govt) 3.5% 01/12/2045	1,252,010	0.27
1,050,000	Canada (Govt) 5.75% 01/06/2029	1,150,336	0.24
	Cayman Islands	287,064	0.06
238,000	Hutchison Whampoa 3.75% VRN PERP	287,064	0.06
	Denmark	1,391,356	0.29
223,000	Danske Bank 3.875% VRN 04/10/2023	274,174	0.06
2,100,000	Denmark (Govt) 1.5% 15/11/2023	363,028	0.07
1,300,000	Denmark (Govt) 4% 15/11/2019	227,776	0.05
2,000,000	Denmark (Govt) 4.5% 15/11/2039	526,378	0.11
	France	12,733,677	2.69
161,000	AXA 3.941% VRN PERP	210,324	0.04
200,000	Banque Federative Credit Mutuel 2.375% 24/03/2026	246,454	0.05
20,000	BNP Paribas 5.75% 24/01/2022	30,950	0.01
200,000	Bouygues 4% 12/02/2018	240,939	0.05
250,000	BPCE 2.5% 15/07/2019	252,825	0.05
200,000	BPCE 3% 19/07/2024	273,554	0.06
100,000	Casino Guichard Perrachon 3.157% 06/08/2019	128,065	0.03
200,000	Essilor International 1.75% 09/04/2021	249,128	0.05
950,000	France (Govt) 1% 25/05/2019	1,151,759	0.24
800,000	France (Govt) 1.75% 25/5/2023	1,034,974	0.22
1,300,000	France (Govt) 2.5% 25/05/2030	1,792,624	0.38

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
France (continued)			
900,000	France (Govt) 3% 25/04/2022	1,218,663	0.26
845,000	France (Govt) 4% 25/10/2038	1,450,997	0.31
200,000	GDF Suez 4.75% VRN PERP	264,586	0.06
200,000	Groupe Auchan 3.625% 19/10/2018	246,630	0.05
100,000	Imerys 1.875% 31/03/2028	121,027	0.03
950,000	OAT France 6% 25/10/2025	1,622,410	0.34
207,000	Orange 4.25% VRN PERP	261,453	0.06
200,000	Pernod Ricard 2% 22/06/2020	249,284	0.05
231,000	RCI Banque 2.25% 29/03/2021	291,781	0.06
16,000	RCI Banque 3% 09/05/2019	21,769	-
100,000	RTE Reseau De Transport 1% 19/10/2026	116,555	0.02
100,000	RTE Reseau De Transport 2% 18/04/2036	120,508	0.03
192,000	Saint Gobain 4.5% 30/09/2019	248,951	0.05
200,000	Sanofi 1.75% 10/09/2026	253,249	0.05
100,000	Scor 3% VRN 08/06/2046	127,069	0.03
100,000	Scor 3.625% VRN 27/05/2048	130,429	0.03
200,000	Societe Des Autoroutes Paris Rhin Rhône 2.25% 16/01/2020	248,803	0.05
100,000	Total 3.875% VRN PERP	127,917	0.03
Germany		5,253,176	1.11
254,000	Bayer 3% VRN 01/07/2075	312,336	0.07
500,000	Bundesrepublik Deutschland 1.75% 04/07/2022	647,946	0.14
570,000	Bundesrepublik Deutschland 1.75% 15/02/2024	748,726	0.16
315,000	Bundesrepublik Deutschland 2.5% 15/08/2046	478,415	0.10
600,000	Bundesrepublik Deutschland 3% 04/07/2020	782,317	0.17
540,000	Bundesrepublik Deutschland 4.75% 04/07/2028	918,188	0.19
10,000	Daimler 1.75% 08/11/2017	13,221	-
231,000	Daimler 2% 25/06/2021	290,987	0.06
200,000	Deutsche Bank 1% 18/03/2019	239,618	0.05
450,000	Germany (Govt) 0.25% 02/2027	519,165	0.11
223,000	Vier Gas Transport 3.125% 10/07/2023	302,257	0.06
Ireland		585,725	0.12
207,000	Aquarius & Investments Zurich 4.25% VRN 02/10/2043	284,672	0.06
278,000	GE Capital International Funding 4.418% 15/11/2035	301,053	0.06
Israel		242,333	0.05
225,000	Israel Electric 5% 12/11/2024	242,333	0.05
Italy		8,031,629	1.69
1,000,000	Italy (Govt) 3.75% 01/09/2024	1,353,947	0.29
850,000	Italy (Govt) 4.25% 01/03/2020	1,109,776	0.24
820,000	Italy (Govt) 4.5% 01/03/2024	1,155,453	0.24
1,500,000	Italy (Govt) 4.75% 01/09/2028	2,196,292	0.46
790,000	Italy (Govt) 5% 01/03/2022	1,109,617	0.23
550,000	Italy (Govt) 5% 01/08/2039	858,444	0.18
207,000	Terna 2.875% 16/02/2018	248,100	0.05
Japan		29,579,017	6.24
45,000,000	Japan (Govt) 0.1% 20/06/2020	409,488	0.09
295,000,000	Japan (Govt) 0.1% 20/06/2026	2,683,620	0.56
546,400,000	Japan (Govt) 0.2% 20/03/2019	4,970,437	1.05
10,000,000	Japan (Govt) 0.2% 20/06/2036	84,986	0.02
365,300,000	Japan (Govt) 0.9% 20/03/2022	3,453,597	0.73
416,200,000	Japan (Govt) 1.7% 20/03/2044	4,583,794	0.97
379,700,000	Japan (Govt) 1.8% 20/03/2032	4,173,934	0.88
250,000,000	Japan (Govt) 1.9% 20/09/2023	2,531,868	0.53
571,800,000	Japan (Govt) 2.2% 20/09/2028	6,356,996	1.34
317,000	Mizuho Bank 3.6% 25/09/2024	330,297	0.07

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Luxembourg	948,608	0.20
389,000	Actavis Funding 2.45% 15/06/2019	393,080	0.08
207,000	Glencore Finance Europe 3.375% 30/09/2020	268,262	0.06
200,000	Hannover Finance 5% VRN 30/06/2043	287,266	0.06
	Mexico	720,397	0.15
200,000	América Móvil 3.125% 16/07/2022	206,541	0.04
169,000	América Móvil 5.125% VRN 06/09/2073	209,006	0.04
300,000	Kimberly-Clark de Mexico 3.8% 08/04/2024	304,850	0.07
	Netherlands	5,790,979	1.22
207,000	ABN Amro Bank 7.125% 06/07/2022	316,863	0.07
200,000	Allianz Finance 5.75% 08/07/2041	280,055	0.06
254,000	BMW Finance 1.625% 17/07/2019	309,386	0.07
18,000	BMW Finance 1.75% 20/11/2017	23,806	-
223,000	Deutsche Telekom International Finance 4.25% 16/03/2020	292,419	0.06
300,000	Dutch (Govt) 5.5% 15/01/2028	528,154	0.11
290,000	EDP Finance BV 3.625% 07/2024	290,348	0.06
124,000	ELM 4.5% VRN PERP	162,589	0.03
140,000	Heineken 1.5% 07/12/2024	172,504	0.04
315,000	ING Bank 2.5% 01/10/2019	318,235	0.07
207,000	KBC Internationale Financieringsmaatschappij 2.125% 10/09/2018	250,354	0.05
271,000	Lyondell Basell Industries 4.625% 26/02/2055	277,286	0.06
116,400	Netherlands (Govt) 1.25% 15/01/2019	141,145	0.03
240,000	Netherlands (Govt) 1.75% 15/7/2023	312,603	0.07
310,000	Netherlands (Govt) 2% 15/07/2024	411,737	0.09
100,000	Netherlands (Govt) 2.75% 15/01/2047	157,512	0.03
100,000	Relx Finance 1.375% 12/05/2026	119,915	0.02
200,000	Repsol International Finance 3.625% 07/10/2021	267,849	0.06
80,000	Teva Pharmaceuticals 3.15% 01/10/2026	76,548	0.02
100,000	Volkswagen 1.125% 10/23	117,967	0.02
100,000	Volkswagen 1.875% 03/2027	117,650	0.02
269,000	Volkswagen Finance Services 3.875% VRN PERP	325,621	0.07
200,000	Vonovia SE 3.125% 25/07/2019	250,825	0.05
207,000	Wolters Kluwer 2.5% 13/05/2024	269,608	0.06
	Spain	12,409,314	2.62
200,000	BBVA Senior Finance 2.375% 22/01/2019	244,591	0.05
238,000	Ferrovial Emisiones 3.375% 07/06/2021	314,656	0.07
200,000	Red Eléctrica Finance 3.875% 25/01/2022	273,554	0.06
100,000	Santander Issuances 3.25% 04/04/2026	127,848	0.03
800,000	Spain (Govt) 1.4% 31/01/2020	981,325	0.21
621,000	Spain (Govt) 2.75% 30/04/2019	771,835	0.16
2,195,000	Spain (Govt) 2.75% 31/10/2024	2,913,556	0.61
870,000	Spain (Govt) 4.4% 31/10/2023	1,260,900	0.27
1,400,000	Spain (Govt) 5.15% 31/10/2028	2,232,561	0.47
610,000	Spain (Govt) 5.15% 31/10/2044	1,047,486	0.22
1,380,000	Spain (Govt) 5.5% 30/04/2021	1,962,903	0.41
200,000	Telefónica Emisiones 3.987% 23/01/2023	278,099	0.06
	Sweden	1,480,163	0.31
223,000	Skandinaviska Enskilda 4% 12/09/2022	264,129	0.05
2,500,000	Sweden (Govt) 3.5% 06/2022	360,779	0.08
2,500,000	Sweden (Govt) 2.5% 12/05/2025	355,525	0.07
1,500,000	Sweden (Govt) 5% 01/12/2020	218,494	0.05
1,700,000	Swedish (Govt) 3.5% 03/2039	281,236	0.06
	Switzerland	990,920	0.21
500,000	Credit Suisse 3.625% 09/09/2024	519,610	0.11
207,000	UBS 4.75% VRN 12/02/2026	271,098	0.06
200,000	UBS Group Funding 2.65% 01/02/2022	200,212	0.04
	United Kingdom	12,035,091	2.54
93,000	Barclays Bank 10% 21/05/2021	158,053	0.03
363,000	Barclays Bank 7.625% 21/11/2022	419,891	0.09
200,000	Barclays PLC 2.75% 08/11/2019	202,599	0.04
223,000	Compass Group 3.125% 13/02/2019	275,851	0.06
100,000	FCE Bank 1.875% 18/04/2019	121,911	0.03

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United Kingdom (continued)			
214,000	HSBC Holdings 0.875% 06/09/2024	251,561	0.05
100,000	HSBC Holdings 2.5% 15/03/2027	132,210	0.03
207,000	HSBC Holdings 3.375% VRN 10/01/2024	255,477	0.05
200,000	HSBC Holdings 6% VRN PERP	210,045	0.04
207,000	Mondi Finance 3.375% 28/09/2020	268,312	0.06
288,000	Royal Bank of Scotland 3.875% 12/09/2023	295,675	0.06
300,000	Santander UK Group Holdings 2.35% 10/09/2019	302,486	0.06
200,000	Sky 3.75% 16/09/2024	206,882	0.04
930,000	UK (Govt) 1.25% 22/07/2018	1,237,554	0.26
460,500	UK (Govt) 2.25% 07/09/2023	662,613	0.14
133,900	UK (Govt) 3.25% 22/01/2044	225,824	0.05
670,000	UK (Govt) 3.75% 07/09/2020	977,361	0.21
1,150,000	UK (Govt) 4% 22/01/2060	2,559,605	0.54
1,054,200	UK (Govt) 4.25% 07/12/2027	1,797,024	0.38
560,000	UK Treasury Gilt 2% 07/09/2025	796,836	0.17
184,000	Vodafone Group 4.65% 20/01/2022	258,278	0.06
407,000	WPP Finance 3.75% 19/09/2024	419,043	0.09
United States		65,007,369	13.72
283,000	21st Century Fox America 5.4% 01/10/2043	329,460	0.07
73,000	21st Century Fox America 6.4% 15/12/2035	92,965	0.02
49,000	Abbott Laboratories 3.75% 30/11/2026	50,562	0.01
400,000	Air Products And Chemicals 3.35% 31/07/2024	416,674	0.09
39,000	Altria Group 4.75% 05/05/2021	42,662	0.01
202,000	Altria Group 5.375% 31/01/2044	238,686	0.05
325,000	Amazon.com 4.95% 05/12/2044	382,756	0.08
119,000	American Express 1.55% 22/09/2017	119,019	0.03
415,000	American Express 2.25% 15/08/2019	419,345	0.09
23,000	American Express 7% 19/03/2018	23,778	-
300,000	American Tow 3.55% 07/2027	298,488	0.06
223,000	Amgen 3.875% 15/11/2021	237,378	0.05
230,000	AT&T 5.35% 01/09/2040	242,007	0.05
160,000	Bank of America 1.7% 25/08/2017	160,033	0.03
29,000	Bank of America 2.65% 01/04/2019	29,365	0.01
283,000	Bank of America 3.3% 11/01/2023	290,416	0.06
33,000	Bank of America 4.2% 26/08/2024	34,575	0.01
54,000	Bank of America 5.7% 24/01/2022	61,193	0.01
348,000	Bank of New York Mellon 2.3% 11/09/2019	351,764	0.07
261,000	Branch Banking & Trust 1.35% 01/10/2017	260,956	0.06
250,000	Branch Banking & Trust 3.8% 30/10/2026	264,920	0.06
104,000	Brandywine Operating Partners 4.1% 01/10/2024	104,811	0.02
150,000	Bristol Myers Squibb 1% 15/05/2025	178,162	0.04
428,000	Burlington Northern Santa 4.55% 01/09/2044	474,956	0.10
250,000	Capital One Bank 3.375% 15/02/2023	254,341	0.05
529,000	Capital One Financial 2.95% 23/07/2021	538,480	0.11
154,000	CF Industries 4.5% 01/12/2026	160,282	0.03
212,000	Citigroup 5.5% 13/09/2025	238,750	0.05
60,000	Citigroup 8.125% 15/07/2039	93,054	0.02
95,000	Citigroup Inc 4.75% 05/2046	101,030	0.02
200,000	Coca Cola 1.125% 09/03/2027	235,642	0.05
413,000	Comcast 3.375% 15/02/2025	429,088	0.09
100,000	Comcast Corporation 3.4% 15/07/2046	91,575	0.02
126,000	Conoco Phillips 2.875% 15/11/2021	128,740	0.03
176,000	Continental Resources 4.9% 01/06/2044	151,920	0.03
141,000	CSX 3.4% 01/08/2024	145,893	0.03
283,000	CSX 4.5% 01/08/2054	293,304	0.06
100,000	Devon Energy Corporation 5% 15/06/2045	102,142	0.02
23,000	Dominion Resources 4.45% 15/03/2021	24,681	0.01
119,000	Dominion Resources 5.75% VRN 01/10/2054	129,664	0.03
460,000	Dow Chemical 3.5% 01/10/2024	477,013	0.10
83,000	Duke Energy Pogress 4.15% 01/12/2044	87,633	0.02

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
92,000	Eastman Chemical 3.8% 15/03/2025	94,971	0.02
216,000	EMD Finance 3.25% 19/03/2025	218,529	0.05
424,000	Energy Transfer Partners 5.15% 01/02/2043	406,794	0.09
90,000	Energy Transfer Partners LP 5.3% 15/04/2047	89,565	0.02
100,000	Enlink Midstream Partners 5.05% 01/04/2045	95,589	0.02
142,000	EOG Resources 3.15% 01/04/2025	141,751	0.03
353,000	Fifth Third Bancorp 2.3% 01/03/2019	355,524	0.07
200,000	Fifth Third Bank 2.875% 01/10/2021	204,410	0.04
253,000	Ford Motor 3.664% 08/09/2024	254,118	0.05
240,000	Ford Motor Credit 5.875% 02/08/2021	268,421	0.06
88,000	General Electric 5.875% 14/01/2038	113,185	0.02
215,000	General Motors 6.75% 01/04/2046	257,315	0.05
60,000	General Motors Financial 4.35% 17/01/2027	61,159	0.01
52,000	Goldman Sachs 2.35% 15/11/2021	51,542	0.01
238,000	Goldman Sachs 2.5% 18/10/2021	304,557	0.06
247,000	Goldman Sachs 3.85% 08/07/2024	257,353	0.05
211,000	Goldman Sachs 5.75% 24/01/2022	237,905	0.05
266,000	HCP 3.875% 15/08/2024	275,122	0.06
141,000	Johnson Controls 4.625% 02/07/2044	152,284	0.03
317,000	JP Morgan Chase 3.875% 10/09/2024	329,331	0.07
157,000	JP Morgan Chase 4.25% 15/10/2020	167,532	0.04
527,000	Kilroy Realty 4.25% 15/08/2029	538,713	0.11
82,000	Kinder Morgan 5.55% 01/06/45	87,960	0.02
320,000	Kinder Morgan Energy 3.95% 01/09/2022	332,670	0.07
34,000	Kinder Morgan Energy Partners 5.4% 01/09/2044	35,099	0.01
253,000	Kroger 3.3% 15/01/2021	260,685	0.05
42,000	Kroger 3.875% 15/10/2046	37,279	0.01
73,000	Kroger 6.4% 15/08/2017	73,116	0.02
141,000	Liberty Mutual Group 4.85% 01/08/2044	153,158	0.03
405,000	Lowe's Companies 4.25% 15/09/2044	423,920	0.09
260,000	Marathon Petroleum 3.625% 15/09/2024	264,251	0.06
200,000	Marathon Petroleum 4.75% 15/09/2044	194,670	0.04
145,000	Mass Mutual 4.9% 01/04/2077	157,327	0.03
205,000	Medtronic 4.625% 15/03/2045	232,907	0.05
83,000	Microsoft 3.45% 08/08/2036	83,222	0.02
458,000	Monsanto 4.4% 15/07/2044	473,494	0.10
400,000	Morgan Stanley 2.375% 23/07/2019	403,444	0.09
83,000	Morgan Stanley 3.125% 27/07/2026	81,239	0.02
155,000	Morgan Stanley 4.35% 08/09/2026	162,685	0.03
126,000	Morgan Stanley 5.625% 23/09/2019	135,437	0.03
229,000	Motorola Solutions 4% 01/09/2024	232,630	0.05
25,000	Mplx LP 5.2% 01/03/2047	25,991	0.01
281,000	New York Life Global Funding 2.15% 18/06/2019	282,982	0.06
84,000	Noble Energy 5.05% 15/11/2044	87,170	0.02
71,000	Oracle 2.8% 08/07/2021	73,124	0.02
207,000	Oracle 3.125% 10/07/2025	285,136	0.06
459,000	Oracle 4.3% 08/07/2034	502,610	0.11
315,000	Pepsi 3.6% 01/03/2024	334,053	0.07
125,000	Philip Morris International 4.25% 10/11/2044	128,928	0.03
396,000	PNC Bank 1.5% 18/10/2017	396,026	0.08
207,000	Prologis 3.375% 20/02/2024	280,257	0.06
25,000	Prudential Financial 5.375% 21/06/2020	27,296	0.01
268,000	Realty Income 4.125% 15/10/2026	278,775	0.06
300,000	Simon Property Group 4.25% 01/10/2044	300,773	0.06
40,000	Teachers Insurance & Annuity 4.9% 15/09/2044	44,942	0.01
18,000	Teachers Insurance & Annuity 6.85% 16/12/2039	24,765	0.01
44,000	TIAA Asset Management Finance 2.95% 01/11/2019	44,776	0.01
30,000	Time Warner 3.55% 01/06/2024	30,727	0.01

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 1

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
318,000	Time Warner Cable 4% 01/09/2021	333,999	0.07
265,000	US (Govt) 0.875% 15/06/2019	262,748	0.06
331,000	US (Govt) 1% 15/03/2019	329,340	0.07
390,000	US (Govt) 1.125% 15/01/2019	388,991	0.08
9,150,000	US (Govt) 1.25% 31/10/2018	9,146,321	1.93
2,020,000	US (Govt) 1.375% 31/05/2020	2,014,700	0.43
7,090,000	US (Govt) 1.875% 31/10/2021	7,163,822	1.51
604,000	US (Govt) 2% 15/08/2025	595,046	0.13
74,000	US (Govt) 2.25% 15/08/2046	64,318	0.01
4,025,000	US (Govt) 2.5% 15/05/2024	4,132,947	0.87
206,000	US (Govt) 3% 15/11/2045	209,822	0.04
4,034,000	US (Govt) 3.375% 15/05/2044	4,407,847	0.93
500,000	US (Govt) 6.125% 15/11/2027	674,593	0.14
427,000	US Bancorp 3.6% 11/09/2024	445,054	0.09
9,533,100	US Treasury 0.375% 01/2027	9,541,272	2.01
3,000,000	US Treasury Note 2.25% 02/2027	2,989,736	0.63
272,000	Verizon Communications 4.272% 15/01/2036	261,246	0.06
14,000	Verizon Communications 4.862% 21/08/2046	13,776	-
283,000	Vulcan Material 4.5% 06/2047	289,982	0.06
162,000	Wal-Mart Stores 5.625% 15/04/2041	210,581	0.04
260,000	Wells Fargo 3.3% 09/09/2024	265,508	0.06
283,000	Wells Fargo 4.1% 03/06/2026	295,332	0.06
315,000	Williams Partners 4.3% 04/03/2024	333,031	0.07
Units of eligible UCITS and UCI's within the meaning of article 41 (1) e of the Luxembourg Law of 17 December 2010		249,603,872	52.66
Collective Investment Schemes		249,603,872	52.66
Ireland			
429,629	HSBC ESI Worldwide Equity ETF	7,024,434	1.48
821,180	Ishares Fallen Angels High Yield Fund ETF	4,461,061	0.94
Luxembourg			
162,393	HSBC Global Investment Funds - Global Asset Backed Bond "ZC"	22,739,567	4.80
1,986,579	HSBC Global Investment Funds - Global Corporate Bond "ZQ"	21,188,856	4.47
1,531,405	HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"	16,053,719	3.39
3,343,633	HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"	33,473,113	7.06
4,264,222	HSBC Global Investment Funds - Global Government Bond "ZQ"	43,559,028	9.19
2,064,617	HSBC Global Investment Funds - Global High Yield Bond "ZQ"	21,595,897	4.56
1,851,312	HSBC Global Investment Funds - Global Real Estate Equity "ZQ"	19,233,277	4.06
91,565	HSBC Global Investment Funds - India Fixed Income "ZD"	1,057,484	0.22
United Kingdom			
26,419,556	FTSE All World Index "Institutional Acc"	53,081,252	11.20
1,437,000	HSBC Corporate Bond Fund "Institutional Acc"	6,136,184	1.29
Total Investments		426,764,743	90.04
Other Net Assets		47,188,455	9.96
Net Assets		473,953,198	100.00

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Transferable Securities Admitted to an Official Stock Exchange Listing	181,894,809	32.09
	Bonds	181,894,809	32.09
	Australia	4,770,645	0.85
1,293,000	Australia & New Zealand 2.25% 13/06/2019	1,304,508	0.23
100,000	BHP Billiton Finance 4.3% 25/09/2042	163,548	0.03
100,000	BHP Billiton Finance 6.5% VRN 22/10/2077	152,240	0.03
423,000	Commonwealth Bank of Australia 5.5% 06/08/2019	552,863	0.10
140,000	Macquarie Bank 3.5% 18/12/2020	198,947	0.04
182,000	Scentre Group Trust 2.375% 05/11/2019	182,397	0.03
178,000	Scentre Management 1.375% 22/03/2023	215,961	0.04
564,000	Scentre Management 1.5% 16/07/2020	688,283	0.12
500,000	Scentre Management 3.75% 03/2027	506,825	0.09
100,000	Scentre Management 3.875% 16/07/2026	149,620	0.03
502,000	Sydney Airport Finance 2.75% 23/04/2024	655,453	0.11
	Austria	1,082,067	0.19
423,000	OMV 6.75% VRN PERP	522,406	0.09
423,000	Telekom Finanzmanagement 3.125% 03/12/2021	559,661	0.10
	Belgium	3,084,189	0.54
332,000	Anheuser Busch InBev 1.5% 17/03/2025	409,794	0.07
108,000	Anheuser Busch InBev 2% 17/03/2028	134,815	0.02
262,000	Anheuser-Busch 1.75% 03/2025	344,554	0.06
321,000	Anheuser-Busch 2.25% 05/2029	416,927	0.07
212,000	Anheuser-Busch 2.85% 05/2037	278,476	0.05
670,000	Anheuser-Busch InBev 4% 26/04/2018	814,632	0.14
319,000	Anheuser-Busch InBev Worldwide 2.5% 15/07/2022	321,062	0.06
300,000	KBC Groep 1.875% VRN 11/03/2027	363,929	0.07
	Canada	1,839,589	0.32
811,000	Royal Bank of Canada 2.2% 23/09/2019	817,472	0.14
1,013,000	Toronto-Dominion Bank 2.25% 25/09/2019	1,022,117	0.18
	Cayman Islands	836,521	0.15
244,000	Alibaba Group Holding 3.125% 28/11/2021	250,331	0.05
486,000	Hutchison Whampoa 3.75% VRN PERP	586,190	0.10
	Channel Islands	926,267	0.16
300,000	Credit Suisse 1.25% 14/04/2022	363,441	0.06
350,000	Delphi Automotive 1.5% 10/03/2025	413,488	0.07
132,000	Delphi Automotive 1.6% 15/09/2028	149,338	0.03
	China	254,755	0.04
250,000	Industrial and Commercial Bank of China 3.231% 13/11/2019	254,755	0.04
	Denmark	1,649,754	0.29
392,000	Carlsberg Breweries 3.375% 13/10/2017	465,510	0.08
655,000	Danske Bank 3.875% VRN 04/10/2023	805,309	0.14
300,000	ISS Global 2.125% 02/12/2024	378,935	0.07
	Finland	139,870	0.02
100,000	Pohjola Bank 2.5% 20/05/2022	139,870	0.02
	France	14,469,733	2.56
200,000	Air Liquide Finance 0.375% 18/04/2022	237,328	0.04
329,000	AXA 3.941% VRN PERP	429,793	0.08
153,000	AXA VRN PERP	223,731	0.04
400,000	Banque Federative Credit Mutuel 2.375% 24/03/2026	492,907	0.09
300,000	Banque Federative Credit Mutuel 3% 21/05/2024	388,872	0.07
22,000	BNP Paribas 5.75% 24/01/2022	34,045	0.01
450,000	Bouygues 4% 12/02/2018	542,114	0.10

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
France (continued)			
431,000	BPCE 2.5% 15/07/2019	435,870	0.08
600,000	BPCE 3% 19/07/2024	820,662	0.14
464,000	BPCE 4.875% 01/04/2026	494,534	0.09
100,000	Cap Gemini 1.75% 01/07/2020	123,079	0.02
100,000	Casino Guichard Perrachon 3.157% 06/08/2019	128,065	0.02
400,000	Credit Agricole London 1.25% 14/04/2026	479,929	0.08
100,000	Électricité de France 6% VRN PERP	140,262	0.02
400,000	Essilor International 1.75% 09/04/2021	498,255	0.09
100,000	GDF Suez 4.625% VRN PERP	137,644	0.02
600,000	GDF Suez 4.75% VRN PERP	793,756	0.14
300,000	Groupe Auchan 3.625% 19/10/2018	369,946	0.07
400,000	Imerys 1.875% 31/03/2028	484,107	0.09
423,000	Orange 4.25% VRN PERP	534,273	0.09
114,000	Orange 5.75% VRN PERP	167,488	0.03
154,000	Orange 8.125% 20/11/2028	315,112	0.06
700,000	Pernod Ricard 2% 22/06/2020	872,495	0.15
470,000	RCI Banque 2.25% 29/03/2021	593,668	0.10
17,000	RCI Banque 3% 09/05/2019	23,130	-
360,000	RCI Banque 3.25% 25/04/2018	482,145	0.09
200,000	RTE Reseau De Transport 1% 19/10/2026	233,111	0.04
100,000	RTE Reseau de Transport 1.625% 27/11/2025	123,773	0.02
300,000	RTE Reseau De Transport 2% 18/04/2036	361,524	0.06
392,000	Saint Gobain 4.5% 30/09/2019	508,274	0.09
300,000	Sanofi 1.75% 10/09/2026	379,874	0.07
300,000	Scor 3% VRN 08/06/2046	381,207	0.07
200,000	Scor 3.625% VRN 27/05/2048	260,857	0.05
400,000	Societe Des Autoroutes Paris Rhin Rhône 2.25% 16/01/2020	497,607	0.09
600,000	Total 2.25% VRN PERP	722,581	0.13
100,000	Total 3.875% VRN PERP	127,918	0.02
110,000	Total Capital International 2.25% 09/06/2022	153,093	0.03
375,000	WPP Finance 2.25% 22/09/2026	476,704	0.08
		4,939,415	0.87
Germany			
517,000	Bayer 3% VRN 01/07/2075	635,738	0.11
100,000	Bayerische Landesbank 1.25% 20/12/2021	132,881	0.02
200,000	Daimler 1% 20/12/2019	263,732	0.05
11,000	Daimler 1.75% 08/11/2017	14,543	-
470,000	Daimler 2% 25/06/2021	592,052	0.11
100,000	Daimler 2.375% 16/12/2021	138,315	0.02
120,000	Daimler 2.75% 04/12/2020	166,658	0.03
300,000	Deutsche Bank 1% 18/03/2019	359,427	0.06
300,000	Deutsche Bank 1.875% 02/2020	399,496	0.07
195,000	Deutsche Wohnen 1.375% 24/07/2020	238,560	0.04
800,000	Eurogrid 1.5% 18/04/2028	950,973	0.17
100,000	Munich Ruckvers 6.625% VRN 26/05/2042	159,244	0.03
655,000	Vier Gas Transport 3.125% 10/07/2023	887,796	0.16
		1,828,292	0.32
Ireland			
423,000	Aquarius & Investments Zurich 4.25% VRN 02/10/2043	581,721	0.10
300,000	CRH Finance 3.125% 03/04/2023	403,722	0.07
566,000	GE Capital International Funding 4.418% 15/11/2035	612,936	0.11
120,000	GE Capital UK Funding 5.875% 18/01/2033	229,913	0.04

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Israel	473,895	0.08
440,000	Israel Electric 5% 12/11/2024	473,895	0.08
	Italy	2,669,661	0.47
500,000	Assicurazioni Generali 7.75% VRN 12/12/2042	756,668	0.13
455,000	ENI 3.5% 13/07/2018	546,217	0.10
200,000	Exor 2.5% 08/10/2024	251,900	0.04
486,000	Intesa Sanpaolo 2% 18/06/2021	607,890	0.11
423,000	Terna 2.875% 16/02/2018	506,986	0.09
	Japan	1,972,784	0.35
646,000	Mizuho Bank 3.6% 25/09/2024	673,097	0.12
1,292,000	Sumitomo Mitsui Banking 2.25% 11/07/2019	1,299,687	0.23
	Jersey	1,404,307	0.25
100,000	CPUK Finance 7.239% 28/02/2024	171,411	0.03
130,000	Gatwick Airport 6.125% 02/03/2026	223,015	0.04
100,000	Heathrow Funding 4.625% 31/10/2046	173,411	0.03
830,000	HSBC Bank Middle East 2.75% 01/10/2019	836,470	0.15
	Luxembourg	1,921,006	0.34
790,000	Actavis Funding 2.45% 15/06/2019	798,287	0.14
423,000	Glencore Finance Europe 3.375% 30/09/2020	548,187	0.10
400,000	Hannover Finance 5% VRN 30/06/2043	574,532	0.10
	Mexico	1,731,489	0.31
287,000	América Móvil 3.125% 16/07/2022	296,386	0.05
100,000	América Móvil 4.375% 07/08/2041	153,240	0.03
345,000	América Móvil 5.125% VRN 06/09/2073	426,670	0.08
600,000	Kimberly-Clark de Mexico 3.8% 08/04/2024	609,699	0.11
150,000	Petróleos Mexicanos 8.25% 02/06/2022	245,494	0.04
	Netherlands	15,895,164	2.80
623,000	ABN Amro Bank 7.125% 06/07/2022	953,650	0.17
200,000	Akzo Nobel 1.125% 08/04/2026	236,410	0.04
300,000	Allianz Finance 5.75% 08/07/2041	420,083	0.07
229,000	BMW Finance 0.875% 16/08/2022	295,737	0.05
517,000	BMW Finance 1.625% 17/07/2019	629,734	0.11
20,000	BMW Finance 1.75% 20/11/2017	26,451	-
938,000	Cooperatieve Rabobank UA 1.25% 23/03/2026	1,129,906	0.20
250,000	Cooperatieve Rabobank UA 3.75% 21/07/2026	253,407	0.04
455,000	Deutsche Telekom International Finance 4.25% 16/03/2020	596,640	0.11
120,000	Deutsche Telekom International Finance 6.5% 08/04/2022	195,273	0.03
917,000	EDP Finance BV 3.625% 07/2024	918,100	0.16
372,000	ELM 4.5% VRN PERP	487,767	0.09
172,000	Enel Finance International 1.375% 01/06/2026	204,832	0.04
152,000	Enexis Holding 1.5% 20/10/2023	188,072	0.03
440,000	Heineken 1.5% 07/12/2024	542,156	0.10
646,000	ING Bank 2.5% 01/10/2019	652,634	0.12
100,000	ING Bank 5.375% 15/04/2021	153,074	0.03
78,000	Innogy Finance 6.25% 03/06/2030	141,817	0.03
423,000	KBC Internationale Financieringsmaatschappij 2.125% 10/09/2018	511,594	0.09
70,000	Koninklijke KPN 5.75% 17/09/2029	118,702	0.02
547,000	Lyondell Basell Industries 4.625% 26/02/2055	559,688	0.10
226,000	Nederlandse Waterschapsbank 1.625% 23/08/2019	277,583	0.05
100,000	Petrobras International Finance 6.25% 14/12/2026	136,371	0.02
533,000	Rabobank 2.5% VRN 26/05/2026	665,084	0.12
230,000	Rabobank Nederland 2.25% 23/03/2022	318,131	0.06
100,000	Rabobank Nederland 6.875% 19/03/2020	138,416	0.02

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
Netherlands (continued)			
480,000	Relx Finance 1.375% 12/05/2026	575,592	0.10
400,000	Repsol International Finance 3.625% 07/10/2021	535,698	0.09
200,000	Swiss Reinsurance Company 2.6% VRN PERP	243,026	0.04
270,000	Teva Pharmaceuticals 3.15% 01/10/2026	258,350	0.05
800,000	Unilever 1% 03/06/2023	967,757	0.17
200,000	Volkswagen 1.125% 10/23	235,933	0.04
300,000	Volkswagen 1.875% 03/2027	352,949	0.06
549,000	Volkswagen Finance Services 3.875% VRN PERP	664,557	0.12
100,000	Volkswagen Financial Services 2.25% 04/2025	131,989	0.02
500,000	Vonovia SE 3.125% 25/07/2019	627,063	0.11
423,000	Wolters Kluwer 2.5% 13/05/2024	550,938	0.10
South Korea		224,160	0.04
224,000	Hyundai Capital 3% 03/2022	224,160	0.04
Spain		4,146,696	0.73
700,000	BBVA Senior Finance 2.375% 22/01/2019	856,068	0.15
686,000	Ferrovial Emisiones 3.375% 07/06/2021	906,950	0.16
400,000	Red Eléctrica Finance 3.875% 25/01/2022	547,108	0.10
600,000	Santander Issuances 3.25% 04/04/2026	767,087	0.13
300,000	Telefónica Emisiones 1.46% 13/04/2026	357,828	0.06
400,000	Telefónica Emisiones 3.987% 23/01/2023	556,198	0.10
100,000	Telefónica Emisiones 5.289% 09/12/2022	155,457	0.03
Sweden		2,408,927	0.43
455,000	Skandinaviska Enskilda 4% 12/09/2022	538,918	0.10
1,542,000	Svenska Handelsbanken 2.25% 17/06/2019	1,555,354	0.27
300,000	TeliaSonera 1.625% 23/02/2035	314,655	0.06
Switzerland		3,789,432	0.67
717,000	Credit Suisse 1.375% 29/11/2019	873,848	0.15
181,000	Credit Suisse 3% 27/05/2022	254,790	0.04
1,218,000	Credit Suisse 3.625% 09/09/2024	1,265,770	0.22
423,000	UBS 4.75% VRN 12/02/2026	553,983	0.10
230,000	UBS Group Funding 1.25% 01/09/2026	269,736	0.05
367,000	UBS Group Funding 2.65% 01/02/2022	367,389	0.07
200,000	UBS Group Funding 3% 15/04/2021	203,916	0.04
United Kingdom		21,868,354	3.86
150,000	Affinity Water Finance 5.875% 13/07/2026	261,527	0.05
250,000	Astrazeneca 3.375% 16/11/2025	256,885	0.04
100,000	Aviva 6.625% VRN 03/06/2041	152,211	0.03
130,000	B.A.T. International Finance 7.25% 12/03/2024	225,641	0.04
243,000	Barclays Bank 10% 21/05/2021	412,976	0.07
398,000	Barclays Bank 7.625% 21/11/2022	460,377	0.08
254,000	Barclays PLC 2.75% 08/11/2019	257,301	0.05
167,000	Barclays Plc 3.125% 01/2024	232,006	0.04
250,000	Barclays PLC 5.25% 17/08/2045	284,399	0.05
130,000	BG Energy Capital 6.5% VRN 30/11/2072	174,492	0.03
243,000	BP Capital Markets 1.177% 12/08/2023	311,677	0.05
100,000	BP Capital Markets 2.03% 2/2025	133,366	0.02
486,000	BP Capital Markets 3.83% 06/10/2017	577,266	0.10
455,000	British Telecommunications 1.125% 10/06/2019	548,676	0.10
100,000	BUPA Finance 5% 08/12/2026	151,865	0.03
170,000	Circle Anglia Social Hsg 7.25% 12/11/2038	383,563	0.07
100,000	Compass Group 2% 07/2029	129,815	0.02
455,000	Compass Group 3.125% 13/02/2019	562,836	0.10
300,000	FCE Bank 1.528% 09/11/2020	368,589	0.07
204,000	FCE Bank 1.875% 18/04/2019	248,698	0.04
125,000	Glaxo Smith Kline Capital 6.375% 09/03/2039	263,070	0.05
100,000	Hammerson 7.25% 21/04/2028	186,429	0.03
429,000	HSBC Holdings 0.875% 06/09/2024	504,297	0.09

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United Kingdom (continued)			
365,000	HSBC Holdings 2.5% 15/03/2027	482,567	0.09
378,000	HSBC Holdings 2.625% 16/08/2028	509,800	0.09
423,000	HSBC Holdings 3.375% VRN 10/01/2024	522,062	0.09
200,000	HSBC Holdings 3.4% 08/03/2021	206,993	0.04
200,000	HSBC Holdings 4.3% 08/03/2026	214,747	0.04
500,000	HSBC Holdings 6% VRN PERP	525,113	0.09
250,000	HSBC Holdings 6.75% 11/09/2028	446,003	0.08
150,000	Imperial Tobacco Finance 8.125% 15/03/2024	269,113	0.05
133,000	Legal & General Group 5.375% VRN 27/10/2045	195,635	0.03
100,000	Manc Airport Group Funding 4.75% 31/03/2034	167,368	0.03
100,000	Marks & Spencer 4.75% 06/2025	148,227	0.03
423,000	Mondi Finance 3.375% 28/09/2020	548,290	0.10
100,000	Motability 2.375% 03/2032	131,378	0.02
600,000	National Grid Gas Finance 2.75% 22/09/2046	764,021	0.13
198,000	Nationwide Building Society 2.25% 29/04/2022	274,961	0.05
100,000	NGG Finance 5.625% VRN 18/06/2073	150,112	0.03
100,000	Peabody Capital 5.25% 17/03/2043	188,784	0.03
100,000	Places For People Homes 5.875% 23/05/2031	165,572	0.03
174,000	Places For People Treasury 2.875% 17/08/2026	226,061	0.04
150,000	Prudential Financial 5% VRN 20/07/2055	215,041	0.04
100,000	Prudential Financial 5.7% VRN 19/12/2063	153,923	0.03
870,000	Royal Bank of Scotland 3.875% 12/09/2023	893,186	0.16
507,000	Santander UK Group Holdings 1.65% 29/09/2017	507,177	0.09
600,000	Santander UK Group Holdings 2.35% 10/09/2019	604,971	0.11
108,000	Santander UK Group Holdings 3.625% 14/01/2026	153,944	0.03
170,000	Severn Trent 3.625% 01/2026	251,632	0.04
200,000	Severn Trent Utilities Finance 6.25% 07/06/2029	373,798	0.07
100,000	Severn Trent Water Utilities 2.75% 05/12/2031	137,257	0.02
246,000	Sky 1.5% 15/09/2021	303,207	0.05
566,000	Sky 3.75% 16/09/2024	585,476	0.10
100,000	South Eastern Power Networks 6.375% 12/11/2031	193,179	0.03
100,000	SSE 3.875% VRN PERP	136,658	0.02
100,000	Standard Chartered 4.375% 18/01/2038	152,265	0.03
75,000	Tesco 6% 14/12/2029	115,529	0.02
304,000	Thames Water Utilities Finance 2.875% 05/2027	400,400	0.07
109,000	Thames Water Utilities Finance 1.875% 24/01/2024	144,205	0.03
140,000	Thames Water Utilities Finance 2.625% 24/01/2032	184,521	0.03
140,000	Thames Water Utilities Finance 5.125% 28/09/2037	250,195	0.04
249,000	Thames Water Utilities Finance 2.375% 05/2023	330,004	0.06
320,000	UK (Govt) 3.25% 22/01/2044	539,684	0.10
376,000	Vodafone Group 4.65% 20/01/2022	527,785	0.09
350,000	Western Power Distribution 3.875% 17/10/2024	523,152	0.09
831,000	WPP Finance 3.75% 19/09/2024	855,589	0.15
70,000	Zurich Finance 6.625% VRN PERP	110,807	0.02
United States		87,567,837	15.45
574,000	21st Century Fox America 5.4% 01/10/2043	668,234	0.12
81,000	21st Century Fox America 6.4% 15/12/2035	103,154	0.02
162,000	Abbott Laboratories 3.75% 30/11/2026	167,163	0.03
1,015,000	Air Products And Chemicals 3.35% 31/07/2024	1,057,311	0.19
42,000	Altria Group 4.75% 05/05/2021	45,944	0.01
410,000	Altria Group 5.375% 31/01/2044	484,462	0.09
672,000	Amazon.com 4.95% 05/12/2044	791,421	0.14
243,000	American Express 1.55% 22/09/2017	243,039	0.04
1,046,000	American Express 2.25% 15/08/2019	1,056,952	0.19
26,000	American Express 7% 19/03/2018	26,880	-
150,000	American Honda 1.3% 03/2022	197,762	0.03
100,000	American International Group 5% 26/04/2023	153,989	0.03
1,000,000	American Tow 3.55% 07/2027	994,960	0.18
452,000	Amgen 3.875% 15/11/2021	481,143	0.09

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
100,000	Amgen 4% 13/09/2029	150,602	0.03
200,000	Apple 3.05% 31/07/2029	290,558	0.05
150,000	Apple 3.6% 31/07/2042	231,353	0.04
431,000	Apple 4.45% 06/05/2044	471,281	0.08
350,000	AT&T 2.6% 17/12/2029	429,348	0.08
100,000	AT&T 5.2% 18/11/2033	159,725	0.03
470,000	AT&T 5.35% 01/09/2040	494,536	0.09
150,000	AT&T 7% 30/04/2040	292,249	0.05
327,000	Bank of America 1.7% 25/08/2017	327,067	0.06
345,000	Bank of America 1.875% 10/01/2019	418,641	0.07
32,000	Bank of America 2.65% 01/04/2019	32,403	0.01
575,000	Bank of America 3.3% 11/01/2023	590,068	0.11
67,000	Bank of America 4.2% 26/08/2024	70,197	0.01
59,000	Bank of America 5.7% 24/01/2022	66,859	0.01
150,000	Bank of America 7% 31/07/2028	282,834	0.05
709,000	Bank of New York Mellon 2.3% 11/09/2019	716,668	0.13
529,000	Branch Banking & Trust 1.35% 01/10/2017	528,910	0.09
700,000	Branch Banking & Trust 3.8% 30/10/2026	741,776	0.13
210,000	Brandywine Operating Partners 4.1% 01/10/2024	211,637	0.04
300,000	Bristol Myers Squibb 1% 15/05/2025	356,325	0.06
872,000	Burlington Northern Santa 4.55% 01/09/2044	967,667	0.17
325,000	Capital One Bank 3.375% 15/02/2023	330,644	0.06
1,077,000	Capital One Financial 2.95% 23/07/2021	1,096,300	0.19
461,000	CF Industries 4.5% 01/12/2026	479,807	0.09
235,000	Citigroup 4.375% 02/11/2018	292,873	0.05
430,000	Citigroup 5.5% 13/09/2025	484,257	0.09
66,000	Citigroup 8.125% 15/07/2039	102,359	0.02
285,000	Citigroup Inc 4.75% 05/2046	303,089	0.05
1,065,000	Coca Cola 1.125% 09/03/2027	1,254,794	0.22
837,000	Comcast 3.375% 15/02/2025	869,605	0.15
267,000	Comcast Corporation 3.4% 15/07/2046	244,505	0.04
501,000	Comerica 3.8% 22/07/2026	508,748	0.09
261,000	Conoco Phillips 2.875% 15/11/2021	266,677	0.05
359,000	Continental Resources 4.9% 01/06/2044	309,883	0.06
287,000	CSX 3.4% 01/08/2024	296,960	0.05
574,000	CSX 4.5% 01/08/2054	594,899	0.10
285,000	Devon Energy Corporation 5% 15/06/2045	291,103	0.05
350,000	Discovery Communications 1.9% 19/03/2027	398,154	0.07
25,000	Dominion Resources 4.45% 15/03/2021	26,827	-
243,000	Dominion Resources 5.75% VRN 01/10/2054	264,775	0.05
1,140,000	Dow Chemical 3.5% 01/10/2024	1,182,163	0.21
171,000	Duke Energy Progress 4.15% 01/12/2044	180,544	0.03
190,000	Eastman Chemical 3.8% 15/03/2025	196,136	0.03
1,293,000	Ebay 2.875% 01/08/2021	1,315,628	0.23
438,000	EMD Finance 3.25% 19/03/2025	443,129	0.08
1,050,000	Energy Transfer Partners 5.15% 01/02/2043	1,007,391	0.18
269,000	Energy Transfer Partners LP 5.3% 15/04/2047	267,699	0.05
226,000	Enlink Midstream Partners 5.05% 01/04/2045	216,032	0.04
288,000	EOG Resources 3.15% 01/04/2025	287,496	0.05
273,000	FedEx 4.55% 01/04/2046	289,961	0.05
718,000	Fifth Third Bancorp 2.3% 01/03/2019	723,134	0.13
304,000	Fifth Third Bank 2.875% 01/10/2021	310,703	0.05
529,000	Ford Motor 3.664% 08/09/2024	531,338	0.09
488,000	Ford Motor Credit 5.875% 02/08/2021	545,789	0.10
177,000	General Electric 5.875% 14/01/2038	227,656	0.04
432,000	General Motors 6.75% 01/04/2046	517,024	0.09
179,000	General Motors Financial 4.35% 17/01/2027	182,456	0.03

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
300,000	Goldman Sachs 2% 27/07/2023	373,980	0.07
155,000	Goldman Sachs 2.35% 15/11/2021	153,636	0.03
486,000	Goldman Sachs 2.5% 18/10/2021	621,911	0.11
502,000	Goldman Sachs 3.85% 08/07/2024	523,041	0.09
100,000	Goldman Sachs 4.25% 29/01/2026	150,116	0.03
232,000	Goldman Sachs 5.75% 24/01/2022	261,582	0.05
1,154,000	HCP 3.875% 15/08/2024	1,193,576	0.21
287,000	Johnson Controls 4.625% 02/07/2044	309,969	0.05
1,306,000	JP Morgan Chase 3.875% 10/09/2024	1,356,803	0.24
172,000	JP Morgan Chase 4.25% 15/10/2020	183,539	0.03
250,000	Key Bank 2.5% 15/12/2019	253,599	0.04
1,078,000	Kilroy Realty 4.25% 15/08/2029	1,101,959	0.19
169,000	Kinder Morgan 5.55% 01/06/45	181,284	0.03
650,000	Kinder Morgan Energy 3.95% 01/09/2022	675,737	0.12
70,000	Kinder Morgan Energy Partners 5.4% 01/09/2044	72,263	0.01
513,000	Kroger 3.3% 15/01/2021	528,582	0.09
125,000	Kroger 3.875% 15/10/2046	110,949	0.02
80,000	Kroger 6.4% 15/08/2017	80,127	0.01
287,000	Liberty Mutual Group 4.85% 01/08/2044	311,747	0.05
820,000	Lowe's Companies 4.25% 15/09/2044	858,306	0.15
528,000	Marathon Petroleum 3.625% 15/09/2024	536,633	0.09
410,000	Marathon Petroleum 4.75% 15/09/2044	399,074	0.07
434,000	Mass Mutual 4.9% 01/04/2077	470,897	0.08
422,000	Medtronic 4.625% 15/03/2045	479,447	0.08
322,000	Metropolitan Life Global Funding I 3% 10/01/2023	329,420	0.06
376,000	Microsoft 3.125% 06/12/2028	532,772	0.09
259,000	Microsoft 3.45% 08/08/2036	259,694	0.05
167,000	Microsoft 4.2% 03/11/2035	183,682	0.03
1,133,000	Monsanto 4.4% 15/07/2044	1,171,329	0.21
800,000	Morgan Stanley 2.375% 23/07/2019	806,888	0.14
250,000	Morgan Stanley 3.125% 27/07/2026	244,696	0.04
317,000	Morgan Stanley 4.35% 08/09/2026	332,717	0.06
400,000	Morgan Stanley 5.375% 10/08/2020	546,483	0.10
256,000	Morgan Stanley 5.625% 23/09/2019	275,173	0.05
467,000	Motorola Solutions 4% 01/09/2024	474,402	0.08
80,000	Mplx LP 5.2% 01/03/2047	83,172	0.01
309,000	New York Life Global Funding 2.15% 18/06/2019	311,180	0.05
174,000	Noble Energy 5.05% 15/11/2044	180,567	0.03
143,000	Oracle 2.8% 08/07/2021	147,278	0.03
423,000	Oracle 3.125% 10/07/2025	582,669	0.10
1,183,000	Oracle 4.3% 08/07/2034	1,295,397	0.23
1,399,000	Pepsi 3.6% 01/03/2024	1,483,619	0.26
1,025,000	Philip Morris International 1.875% 15/01/2019	1,028,096	0.18
261,000	Philip Morris International 4.25% 10/11/2044	269,202	0.05
1,317,000	PNC Bank 1.5% 18/10/2017	1,317,086	0.23
423,000	Prologis 3.375% 20/02/2024	572,699	0.10
27,000	Prudential Financial 5.375% 21/06/2020	29,479	0.01
547,000	Realty Income 4.125% 15/10/2026	568,992	0.10
1,309,000	Roche Holding 2.875% 29/09/2021	1,344,984	0.24
309,000	S&P Global 4.4% 15/02/2026	334,459	0.06
700,000	Simon Property Group 3.5% 01/09/2025	718,200	0.13
612,000	Simon Property Group 4.25% 01/10/2044	613,576	0.11
2,110,000	Target 2.3% 26/06/2019	2,139,023	0.38
81,000	Teachers Insurance & Annuity 4.9% 15/09/2044	91,007	0.02
34,000	Teachers Insurance & Annuity 6.85% 16/12/2039	46,778	0.01
88,000	TIAA Asset Management Finance 2.95% 01/11/2019	89,551	0.02
33,000	Time Warner 3.55% 01/06/2024	33,799	0.01
646,000	Time Warner Cable 4% 01/09/2021	678,500	0.12

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 2

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
100,000	Time Warner Cable 5.25% 15/07/2042	159,532	0.03
1,025,000	Toyota Motor Credit 2.1% 17/01/2019	1,032,964	0.18
218,000	United Health 3.35% 15/07/2022	228,590	0.04
531,000	US (Govt) 0.875% 15/06/2019	526,488	0.09
671,000	US (Govt) 1% 15/03/2019	667,634	0.12
775,000	US (Govt) 1.125% 15/01/2019	772,995	0.14
955,000	US (Govt) 1.375% 31/03/2020	953,340	0.17
1,384,000	US (Govt) 2% 15/08/2025	1,363,483	0.24
1,030,000	US (Govt) 2.125% 15/05/2025	1,026,029	0.18
153,000	US (Govt) 2.25% 15/08/2046	132,982	0.02
170,000	US (Govt) 3% 15/05/2045	173,216	0.03
445,000	US (Govt) 3% 15/11/2044	454,029	0.08
416,000	US (Govt) 3% 15/11/2045	423,719	0.07
870,000	US Bancorp 3.6% 11/09/2024	906,784	0.16
10,611,900	US Treasury 0.375% 01/2027	10,620,996	1.87
400,000	Verizon Communications 1.625% 01/03/2024	490,339	0.09
1,062,000	Verizon Communications 4.272% 15/01/2036	1,020,014	0.18
100,000	Verizon Communications 4.75% 17/02/2034	154,620	0.03
16,000	Verizon Communications 4.862% 21/08/2046	15,745	-
900,000	Vulcan Material 4.5% 06/2047	922,203	0.16
103,000	Wal-Mart Stores 1.95% 15/12/2018	103,825	0.02
330,000	Wal-Mart Stores 5.625% 15/04/2041	428,962	0.08
100,000	Wal-Mart Stores 5.625% 27/03/2034	190,510	0.03
442,000	Wells Fargo 1.4% 08/09/2017	442,011	0.08
130,000	Wells Fargo 2.125% 20/12/2023	175,718	0.03
528,000	Wells Fargo 3.3% 09/09/2024	539,186	0.10
574,000	Wells Fargo 4.1% 03/06/2026	599,012	0.11
100,000	Wells Fargo 4.875% 29/11/2035	167,712	0.03
1,349,000	Williams Partners 4.3% 04/03/2024	1,426,217	0.25
Units of eligible UCITS and UCI's within the meaning of article 41 (1) e of the Luxembourg Law of 17 December 2010		323,236,121	57.02
Collective Investment Schemes		323,236,121	57.02
Ireland			
758,586	HSBC ESI Worldwide Equity ETF	17,194,265	3.04
136	HSBC US Dollar Liquidity Fund "Z"	12,402,881	2.19
881,960	Ishares Fallen Angels High Yield Fund ETF	136	-
		4,791,248	0.85
Luxembourg			
203,963	HSBC Global Investment Funds - Global Asset Backed Bond "ZC"	205,376,796	36.22
2,366,177	HSBC Global Investment Funds - Global Corporate Bond "ZQ"	28,560,531	5.04
2,758,575	HSBC Global Investment Funds - Global Corporate Bond "ZQ"	25,237,648	4.45
4,419,320	HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"	28,918,143	5.10
2,547,482	HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"	44,241,816	7.80
2,722,235	HSBC Global Investment Funds - Global Government Bond "ZQ"	26,022,532	4.59
2,175,783	HSBC Global Investment Funds - Global High Yield Bond "ZQ"	28,474,579	5.02
114,065	HSBC Global Investment Funds - Global Real Estate Equity "ZQ"	22,604,210	3.99
	HSBC Global Investment Funds - India Fixed Income "ZD"	1,317,337	0.23
United Kingdom			
50,102,929	FTSE All World Index "Institutional Acc"	100,665,060	17.76
		100,665,060	17.76
Total Investments		505,130,930	89.11
Other Net Assets		61,709,432	10.89
Net Assets		566,840,362	100.00

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Transferable Securities Admitted to an Official Stock Exchange Listing	99,364,467	12.92
	Bonds	99,364,467	12.92
	Australia	1,920,110	0.25
100,000	BHP Billiton Finance 4.3% 25/09/2042	163,549	0.02
100,000	BHP Billiton Finance 6.5% VRN 22/10/2077	152,240	0.02
140,000	Macquarie Bank 3.5% 18/12/2020	198,947	0.03
182,000	Scentre Group Trust 2.375% 05/11/2019	182,397	0.02
100,000	Scentre Management 1.375% 22/03/2023	121,326	0.02
564,000	Scentre Management 1.5% 16/07/2020	688,283	0.09
100,000	Scentre Management 3.875% 16/07/2026	149,620	0.02
202,000	Sydney Airport Finance 2.75% 23/04/2024	263,748	0.03
	Austria	1,082,067	0.14
423,000	OMV 6.75% VRN PERP	522,406	0.07
423,000	Telekom Finanzmanagement 3.125% 03/12/2021	559,661	0.07
	Belgium	1,308,960	0.17
157,000	Anheuser-Busch 1.75% 03/2025	206,470	0.03
193,000	Anheuser-Busch 2.25% 05/2029	250,676	0.03
127,000	Anheuser-Busch 2.85% 05/2037	166,823	0.02
319,000	Anheuser-Busch InBev Worldwide 2.5% 15/07/2022	321,062	0.04
300,000	KBC Groep 1.875% VRN 11/03/2027	363,929	0.05
	Cayman Islands	836,521	0.11
244,000	Alibaba Group Holding 3.125% 28/11/2021	250,331	0.03
486,000	Hutchison Whampoa 3.75% VRN PERP	586,190	0.08
	Channel Islands	890,064	0.12
300,000	Credit Suisse 1.25% 14/04/2022	363,441	0.05
350,000	Delphi Automotive 1.5% 10/03/2025	413,488	0.05
100,000	Delphi Automotive 1.6% 15/09/2028	113,135	0.02
	China	254,755	0.03
250,000	Industrial and Commercial Bank of China 3.231% 13/11/2019	254,755	0.03
	Denmark	692,452	0.09
255,000	Danske Bank 3.875% VRN 04/10/2023	313,517	0.04
300,000	ISS Global 2.125% 02/12/2024	378,935	0.05
	Finland	139,870	0.02
100,000	Pohjola Bank 2.5% 20/05/2022	139,870	0.02
	France	7,618,686	1.00
329,000	AXA 3.941% VRN PERP	429,793	0.05
153,000	AXA VRN PERP	223,731	0.03
300,000	Banque Federative Credit Mutuel 3% 21/05/2024	388,872	0.05
28,000	BNP Paribas 5.75% 24/01/2022	43,330	0.01
200,000	Bouygues 4% 12/02/2018	240,939	0.03
430,000	BPCE 2.5% 15/07/2019	434,859	0.06
200,000	BPCE 3% 19/07/2024	273,554	0.04
100,000	Cap Gemini 1.75% 01/07/2020	123,079	0.02
100,000	Électricité de France 6% VRN PERP	140,262	0.02
400,000	Essilor International 1.75% 09/04/2021	498,255	0.06
100,000	GDF Suez 4.625% VRN PERP	137,644	0.02
200,000	GDF Suez 4.75% VRN PERP	264,586	0.03
423,000	Orange 4.25% VRN PERP	534,273	0.07
114,000	Orange 5.75% VRN PERP	167,488	0.02

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
France (continued)			
54,000	Orange 8.125% 20/11/2028	110,494	0.01
300,000	Pernod Ricard 2% 22/06/2020	373,927	0.05
470,000	RCI Banque 2.25% 29/03/2021	593,667	0.08
22,000	RCI Banque 3% 09/05/2019	29,933	-
50,000	RCI Banque 3.25% 25/04/2018	66,965	0.01
100,000	RTE Reseau de Transport 1.625% 27/11/2025	123,773	0.02
392,000	Saint Gobain 4.5% 30/09/2019	508,274	0.07
300,000	Sanofi 1.75% 10/09/2026	379,874	0.05
300,000	Scor 3% VRN 08/06/2046	381,207	0.05
100,000	Scor 3.625% VRN 27/05/2048	130,429	0.02
400,000	Societe Des Autoroutes Paris Rhin Rhône 2.25% 16/01/2020	497,607	0.06
200,000	Total 2.25% VRN PERP	240,860	0.03
100,000	Total 3.875% VRN PERP	127,918	0.02
110,000	Total Capital International 2.25% 09/06/2022	153,093	0.02
Germany		1,764,859	0.23
517,000	Bayer 3% VRN 01/07/2075	635,739	0.08
130,000	Daimler 1% 20/12/2019	171,426	0.02
15,000	Daimler 1.75% 08/11/2017	19,831	0.01
120,000	Daimler 2.75% 04/12/2020	166,658	0.02
200,000	Deutsche Bank 1.875% 02/2020	266,330	0.04
100,000	Munich Ruckvers 6.625% VRN 26/05/2042	159,244	0.02
255,000	Vier Gas Transport 3.125% 10/07/2023	345,631	0.04
Ireland		2,137,177	0.28
423,000	Aquarius & Investments Zurich 4.25% VRN 02/10/2043	581,721	0.08
300,000	CRH Finance 3.125% 03/04/2023	403,722	0.05
565,000	GE Capital International Funding 4.418% 15/11/2035	611,853	0.08
120,000	GE Capital UK Funding 5.875% 18/01/2033	229,912	0.03
287,000	Johnson Controls 4.625% 02/07/2044	309,969	0.04
Israel		473,895	0.06
440,000	Israel Electric 5% 12/11/2024	473,895	0.06
Italy		251,900	0.03
200,000	Exor 2.5% 08/10/2024	251,900	0.03
Jersey		567,837	0.07
100,000	CPUK Finance 7.239% 28/02/2024	171,411	0.02
130,000	Gatwick Airport 6.125% 02/03/2026	223,015	0.03
100,000	Heathrow Funding 4.625% 31/10/2046	173,411	0.02
Luxembourg		1,919,996	0.25
789,000	Actavis Funding 2.45% 15/06/2019	797,277	0.10
423,000	Glencore Finance Europe 3.375% 30/09/2020	548,187	0.07
400,000	Hannover Finance 5% VRN 30/06/2043	574,532	0.08
Mexico		1,141,157	0.15
287,000	América Móvil 3.125% 16/07/2022	296,386	0.04
100,000	América Móvil 4.375% 07/08/2041	153,241	0.02
600,000	Kimberly-Clark de Mexico 3.8% 08/04/2024	609,699	0.08
50,000	Petróleos Mexicanos 8.25% 02/06/2022	81,831	0.01

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Netherlands	6,208,116	0.80
223,000	ABN Amro Bank 7.125% 06/07/2022	341,354	0.04
100,000	Allianz Finance 5.75% 08/07/2041	140,028	0.02
114,000	BMW Finance 0.875% 16/08/2022	147,223	0.02
250,000	Cooperatieve Rabobank UA 3.75% 21/07/2026	253,408	0.03
148,000	Enexis Holding 1.5% 20/10/2023	183,122	0.02
420,000	Heineken 1.5% 07/12/2024	517,513	0.07
646,000	ING Bank 2.5% 01/10/2019	652,634	0.08
100,000	ING Bank 5.375% 15/04/2021	153,074	0.02
78,000	Innogy Finance 6.25% 03/06/2030	141,817	0.02
70,000	Koninklijke KPN 5.75% 17/09/2029	118,702	0.02
547,000	Lyondell Basell Industries 4.625% 26/02/2055	559,688	0.07
100,000	Petrobras International Finance 6.25% 14/12/2026	136,371	0.02
50,000	Rabobank Nederland 2.25% 23/03/2022	69,159	0.01
120,000	Relx Finance 1.375% 12/05/2026	143,898	0.02
400,000	Repsol International Finance 3.625% 07/10/2021	535,698	0.07
200,000	Swiss Reinsurance Company 2.6% VRN PERP	243,026	0.03
150,000	Teva Pharmaceuticals 3.15% 01/10/2026	143,528	0.02
400,000	Unilever 1% 03/06/2023	483,878	0.06
50,000	Volkswagen Financial Services 2.25% 04/2025	65,994	0.01
500,000	Vonovia SE 3.125% 25/07/2019	627,063	0.08
423,000	Wolters Kluwer 2.5% 13/05/2024	550,938	0.07
	South Korea	200,143	0.03
200,000	Hyundai Capital 3% 03/2022	200,143	0.03
	Spain	1,208,529	0.16
286,000	Ferrovial Emisiones 3.375% 07/06/2021	378,116	0.05
400,000	Red Eléctrica Finance 3.875% 25/01/2022	547,108	0.07
100,000	Santander Issuances 3.25% 04/04/2026	127,848	0.02
100,000	Telefónica Emisiones 5.289% 09/12/2022	155,457	0.02
	Sweden	853,573	0.11
455,000	Skandinaviska Enskilda 4% 12/09/2022	538,918	0.07
300,000	TeliaSonera 1.625% 23/02/2035	314,655	0.04
	Switzerland	2,175,831	0.28
317,000	Credit Suisse 1.375% 29/11/2019	386,346	0.05
181,000	Credit Suisse 3% 27/05/2022	254,790	0.03
718,000	Credit Suisse 3.625% 09/09/2024	746,160	0.10
423,000	UBS 4.75% VRN 12/02/2026	553,982	0.07
200,000	UBS Group Funding 1.25% 01/09/2026	234,553	0.03
	United Kingdom	11,789,003	1.53
150,000	Affinity Water Finance 5.875% 13/07/2026	261,527	0.03
250,000	Astrazeneca 3.375% 16/11/2025	256,885	0.03
100,000	Aviva 6.625% VRN 03/06/2041	152,211	0.02
171,000	Barclays Bank 10% 21/05/2021	290,613	0.04
254,000	Barclays PLC 2.75% 08/11/2019	257,301	0.03
167,000	Barclays Plc 3.125% 01/2024	232,006	0.03
250,000	Barclays PLC 5.25% 17/08/2045	284,399	0.04
130,000	BG Energy Capital 6.5% VRN 30/11/2072	174,492	0.02
100,000	BP Capital Markets 2.03% 2/2025	133,366	0.02
355,000	British Telecommunications 1.125% 10/06/2019	428,088	0.06
100,000	BUPA Finance 5% 08/12/2026	151,865	0.02

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United Kingdom (continued)			
50,000	Circle Anglia Social Hsg 7.25% 12/11/2038	112,813	0.01
100,000	Compass Group 2% 07/2029	129,815	0.02
300,000	FCE Bank 1.528% 09/11/2020	368,589	0.05
204,000	FCE Bank 1.875% 18/04/2019	248,698	0.03
125,000	Glaxo Smith Kline Capital 6.375% 09/03/2039	263,070	0.03
100,000	Hammerson 7.25% 21/04/2028	186,429	0.02
322,000	HSBC Holdings 0.875% 06/09/2024	378,516	0.05
100,000	HSBC Holdings 2.5% 15/03/2027	132,210	0.02
172,000	HSBC Holdings 2.625% 16/08/2028	231,973	0.03
423,000	HSBC Holdings 3.375% VRN 10/01/2024	522,062	0.07
226,000	HSBC Holdings 6% VRN PERP	237,351	0.03
150,000	HSBC Holdings 6.75% 11/09/2028	267,602	0.03
50,000	Imperial Tobacco Finance 8.125% 15/03/2024	89,704	0.01
133,000	Legal & General Group 5.375% VRN 27/10/2045	195,635	0.03
100,000	Manc Airport Group Funding 4.75% 31/03/2034	167,368	0.02
100,000	Marks & Spencer 4.75% 06/2025	148,227	0.02
423,000	Mondi Finance 3.375% 28/09/2020	548,290	0.07
100,000	Motability 2.375% 03/2032	131,378	0.02
207,000	National Grid Gas Finance 2.75% 22/09/2046	263,587	0.03
198,000	Nationwide Building Society 2.25% 29/04/2022	274,961	0.04
100,000	NGG Finance 5.625% VRN 18/06/2073	150,112	0.02
100,000	Peabody Capital 5.25% 17/03/2043	188,784	0.02
100,000	Places For People Homes 5.875% 23/05/2031	165,572	0.02
116,000	Places For People Treasury 2.875% 17/08/2026	150,707	0.02
150,000	Prudential Financial 5% VRN 20/07/2055	215,041	0.03
100,000	Prudential Financial 5.7% VRN 19/12/2063	153,923	0.02
600,000	Santander UK Group Holdings 2.35% 10/09/2019	604,971	0.08
108,000	Santander UK Group Holdings 3.625% 14/01/2026	153,944	0.02
100,000	Severn Trent 3.625% 01/2026	148,019	0.02
100,000	Severn Trent Utilities Finance 6.25% 07/06/2029	186,899	0.02
100,000	Severn Trent Water Utilities 2.75% 05/12/2031	137,257	0.02
100,000	South Eastern Power Networks 6.375% 12/11/2031	193,179	0.03
100,000	SSE 3.875% VRN PERP	136,658	0.02
100,000	Standard Chartered 4.375% 18/01/2038	152,265	0.02
75,000	Tesco 6% 14/12/2029	115,529	0.02
182,000	Thames Water Utilities Finance 2.875% 05/2027	239,713	0.03
100,000	Thames Water Utilities Finance 1.875% 24/01/2024	132,298	0.02
100,000	Thames Water Utilities Finance 2.625% 24/01/2032	131,801	0.02
100,000	Thames Water Utilities Finance 2.375% 05/2023	132,532	0.01
150,000	Western Power Distribution 3.875% 17/10/2024	224,208	0.03
431,000	WPP Finance 3.75% 19/09/2024	443,753	0.06
70,000	Zurich Finance 6.625% VRN PERP	110,807	0.01
United States		53,928,966	7.01
573,000	21st Century Fox America 5.4% 01/10/2043	667,069	0.09
99,000	Abbott Laboratories 3.75% 30/11/2026	102,155	0.01
615,000	Air Products And Chemicals 3.35% 31/07/2024	640,636	0.08
410,000	Altria Group 5.375% 31/01/2044	484,462	0.06
472,000	Amazon.com 4.95% 05/12/2044	555,879	0.07
243,000	American Express 1.55% 22/09/2017	243,039	0.03
645,000	American Express 2.25% 15/08/2019	651,753	0.09
33,000	American Express 7% 19/03/2018	34,117	0.01
100,000	American Honda 1.3% 03/2022	131,841	0.02
100,000	American International Group 5% 26/04/2023	153,988	0.02
400,000	American Tow 3.55% 07/2027	397,984	0.05
452,000	Amgen 3.875% 15/11/2021	481,143	0.06
100,000	Amgen 4% 13/09/2029	150,602	0.02

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
150,000	Apple 3.6% 31/07/2042	231,353	0.03
100,000	AT&T 5.2% 18/11/2033	159,725	0.02
470,000	AT&T 5.35% 01/09/2040	494,536	0.07
150,000	AT&T 7% 30/04/2040	292,249	0.04
40,000	Bank of America 2.65% 01/04/2019	40,504	0.01
574,000	Bank of America 3.3% 11/01/2023	589,042	0.08
67,000	Bank of America 4.2% 26/08/2024	70,197	0.01
76,000	Bank of America 5.7% 24/01/2022	86,123	0.01
150,000	Bank of America 7% 31/07/2028	282,834	0.04
210,000	Brandywine Operating Partners 4.1% 01/10/2024	211,637	0.03
300,000	Bristol Myers Squibb 1% 15/05/2025	356,325	0.05
600,000	Burlington Northern Santa 4.55% 01/09/2044	665,826	0.09
308,000	CF Industries 4.5% 01/12/2026	320,565	0.04
430,000	Citigroup 5.5% 13/09/2025	484,257	0.06
84,000	Citigroup 8.125% 15/07/2039	130,276	0.02
190,000	Citigroup Inc 4.75% 05/2046	202,059	0.03
535,000	Coca Cola 1.125% 09/03/2027	630,343	0.08
837,000	Comcast 3.375% 15/02/2025	869,605	0.11
500,000	Comerica 3.8% 22/07/2026	507,733	0.07
261,000	Conoco Phillips 2.875% 15/11/2021	266,677	0.04
359,000	Continental Resources 4.9% 01/06/2044	309,883	0.04
573,000	CSX 4.5% 01/08/2054	593,863	0.08
185,000	Devon Energy Corporation 5% 15/06/2045	188,962	0.02
250,000	Discover Bank 2.6% 13/11/2018	252,296	0.03
350,000	Discovery Communications 1.9% 19/03/2027	398,154	0.05
32,000	Dominion Resources 4.45% 15/03/2021	34,339	-
243,000	Dominion Resources 5.75% VRN 01/10/2054	264,775	0.03
740,000	Dow Chemical 3.5% 01/10/2024	767,369	0.10
171,000	Duke Energy Progress 4.15% 01/12/2044	180,544	0.02
438,000	EMD Finance 3.25% 19/03/2025	443,129	0.06
672,000	Energy Transfer Partners 5.15% 01/02/2043	644,730	0.08
179,000	Energy Transfer Partners LP 5.3% 15/04/2047	178,135	0.02
229,000	Enlink Midstream Partners 5.05% 01/04/2045	218,900	0.03
288,000	EOG Resources 3.15% 01/04/2025	287,496	0.04
717,000	Fifth Third Bancorp 2.3% 01/03/2019	722,127	0.09
304,000	Fifth Third Bank 2.875% 01/10/2021	310,703	0.04
487,000	Ford Motor Credit 5.875% 02/08/2021	544,671	0.07
177,000	General Electric 5.875% 14/01/2038	227,656	0.03
432,000	General Motors 6.75% 01/04/2046	517,024	0.07
120,000	General Motors Financial 4.35% 17/01/2027	122,317	0.02
104,000	Goldman Sachs 2.35% 15/11/2021	103,085	0.01
486,000	Goldman Sachs 2.5% 18/10/2021	621,911	0.08
201,000	Goldman Sachs 3.85% 08/07/2024	209,425	0.03
100,000	Goldman Sachs 4.25% 29/01/2026	150,116	0.02
297,000	Goldman Sachs 5.75% 24/01/2022	334,870	0.04
738,000	HCP 3.875% 15/08/2024	763,310	0.10
806,000	JP Morgan Chase 3.875% 10/09/2024	837,353	0.11
220,000	JP Morgan Chase 4.25% 15/10/2020	234,759	0.03
250,000	Key Bank 2.5% 15/12/2019	253,599	0.03
777,000	Kilroy Realty 4.25% 15/08/2029	794,269	0.10
169,000	Kinder Morgan 5.55% 01/06/45	181,284	0.02
650,000	Kinder Morgan Energy 3.95% 01/09/2022	675,737	0.09
70,000	Kinder Morgan Energy Partners 5.4% 01/09/2044	72,263	0.01
513,000	Kroger 3.3% 15/01/2021	528,582	0.07
83,000	Kroger 3.875% 15/10/2046	73,670	0.01
287,000	Liberty Mutual Group 4.85% 01/08/2044	311,747	0.04

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
United States (continued)			
520,000	Lowe's Companies 4.25% 15/09/2044	544,292	0.07
528,000	Marathon Petroleum 3.625% 15/09/2024	536,633	0.07
160,000	Marathon Petroleum 4.75% 15/09/2044	155,736	0.02
322,000	Medtronic 4.625% 15/03/2045	365,834	0.05
312,000	Metropolitan Life Global Funding I 3% 10/01/2023	319,190	0.04
158,000	Microsoft 3.45% 08/08/2036	158,423	0.02
167,000	Microsoft 4.2% 03/11/2035	183,682	0.02
731,000	Monsanto 4.4% 15/07/2044	755,730	0.10
400,000	Morgan Stanley 2.375% 23/07/2019	403,444	0.05
167,000	Morgan Stanley 3.125% 27/07/2026	163,457	0.02
317,000	Morgan Stanley 4.35% 08/09/2026	332,717	0.04
256,000	Morgan Stanley 5.625% 23/09/2019	275,173	0.04
467,000	Motorola Solutions 4% 01/09/2024	474,402	0.06
50,000	Mplx LP 5.2% 01/03/2047	51,983	0.01
261,000	Philip Morris International 4.25% 10/11/2044	269,202	0.04
423,000	Prologis 3.375% 20/02/2024	572,699	0.07
35,000	Prudential Financial 5.375% 21/06/2020	38,214	-
447,000	Realty Income 4.125% 15/10/2026	464,972	0.06
1,059,000	Roche Holding 2.875% 29/09/2021	1,088,112	0.14
612,000	Simon Property Group 4.25% 01/10/2044	613,576	0.08
34,000	Teachers Insurance & Annuity 6.85% 16/12/2039	46,778	0.01
88,000	TIAA Asset Management Finance 2.95% 01/11/2019	89,551	0.01
645,000	Time Warner Cable 4% 01/09/2021	677,450	0.09
100,000	Time Warner Cable 5.25% 15/07/2042	159,532	0.02
870,000	US Bancorp 3.6% 11/09/2024	906,784	0.12
15,307,600	US Treasury 0.375% 01/2027	15,320,722	1.99
400,000	Verizon Communications 1.625% 01/03/2024	490,339	0.06
1,009,000	Verizon Communications 4.272% 15/01/2036	969,109	0.13
100,000	Verizon Communications 4.75% 17/02/2034	154,620	0.02
21,000	Verizon Communications 4.862% 21/08/2046	20,665	-
330,000	Wal-Mart Stores 5.625% 15/04/2041	428,962	0.06
100,000	Wal-Mart Stores 5.625% 27/03/2034	190,510	0.02
573,000	Wells Fargo 4.1% 03/06/2026	597,968	0.08
100,000	Wells Fargo 4.875% 29/11/2035	167,712	0.02
947,000	Williams Partners 4.3% 04/03/2024	1,001,206	0.13

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 3

Quantity/ Face Value	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Units of eligible UCITS and UCI's within the meaning of article 41 (1) e of the Luxembourg Law of 17 December 2010	613,118,629	79.75
	Collective Investment Schemes	613,118,629	79.75
	Ireland	88,569,208	11.52
2,187,619	HSBC ESI Worldwide Equity ETF	35,767,571	4.65
424,825	HSBC Worldwide Equity ETF	7,710,574	1.00
617,232	Ishares Core MSCI Emerging Markets ETF	16,958,264	2.21
44,941	Ishares Core MSCI Pacific Ex Japan ETF	6,256,394	0.81
1,101,680	Ishares Fallen Angels High Yield Fund ETF	5,984,877	0.78
200,752	Vanguard FTSE All-World ETF	15,891,528	2.07
	Luxembourg	251,222,565	32.68
163,243	HSBC Global Investment Funds - Global Asset Backed Bond "ZC"	22,858,591	2.97
3,647,289	HSBC Global Investment Funds - Global Corporate Bond "ZQ"	38,901,987	5.06
3,659,069	HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"	38,358,021	4.99
6,218,275	HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"	62,251,151	8.10
795,242	HSBC Global Investment Funds - Global Government Bond "ZQ"	8,123,394	1.06
3,821,465	HSBC Global Investment Funds - Global High Yield Bond "ZQ"	39,972,528	5.20
3,760,990	HSBC Global Investment Funds - Global Real Estate Equity "ZQ"	39,072,922	5.08
145,811	HSBC Global Investment Funds - India Fixed Income "ZD"	1,683,971	0.22
	United Kingdom	273,326,856	35.55
1,155,303	FTSE 100 Index "Institutional Acc"	3,391,929	0.44
75,468,227	FTSE All World Index "Institutional Acc"	151,628,132	19.72
11,080,168	HSBC American Index "Institutional Acc"	76,894,080	10.00
1,936,110	HSBC European Index "Institutional Acc"	23,819,658	3.10
718,619	HSBC FTSE All Share Index Acc	5,555,502	0.72
7,564,850	HSBC Japan Index "Institutional Acc"	12,037,555	1.57
	Total Investments	712,483,096	92.67
	Other Net Assets	56,388,593	7.33
	Net Assets	768,871,689	100.00

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 4

Quantity	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Units of eligible UCITS and UCI's within the meaning of article 41 (1) e of the Luxembourg Law of 17 December 2010	670,191,317	93.40
	Collective Investment Schemes	670,191,317	93.40
	Ireland	208,548,322	29.06
3,062,742	HSBC ESI Worldwide Equity ETF	50,075,832	6.98
6,588,455	HSBC Worldwide Equity ETF	119,580,458	16.66
879,363	Ishares Core MSCI Emerging Markets ETF	24,160,235	3.37
64,068	Ishares Core MSCI Pacific Ex Japan ETF	8,919,131	1.24
1,069,980	Ishares Fallen Angels High Yield Fund ETF	5,812,666	0.81
	Luxembourg	163,300,182	22.76
305,538	HSBC Global Investment Funds - Global Corporate Bond "ZQ"	3,258,872	0.45
3,371,093	HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"	35,339,165	4.92
5,773,722	HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"	57,800,731	8.05
2,866,315	HSBC Global Investment Funds - Global High Yield Bond "ZQ"	29,981,651	4.19
3,398,899	HSBC Global Investment Funds - Global Real Estate Equity "ZQ"	35,311,161	4.93
139,285	HSBC Global Investment Funds - India Fixed Income "ZD"	1,608,602	0.22
	United Kingdom	298,342,813	41.58
2,095,947	FTSE 100 Index "Institutional Acc"	6,153,627	0.86
61,407,684	FTSE All World Index "Institutional Acc"	123,378,180	17.19
16,175,854	HSBC American Index "Institutional Acc"	112,257,086	15.64
2,648,992	HSBC European Index "Institutional Acc"	32,590,123	4.54
855,576	HSBC FTSE All Share Index Acc	6,614,287	0.92
10,903,081	HSBC Japan Index "Institutional Acc"	17,349,510	2.43
	Total Investments	670,191,317	93.40
	Other Net Assets	47,387,387	6.60
	Net Assets	717,578,704	100.00

Schedule of Investments and Other Net Assets

as at 31 July 2017 (continued)

HSBC Portfolios - World Selection 5

Quantity	Description	Market Value USD	Market Value as a Percentage of Net Assets %
	Units of eligible UCITS and UCI's within the meaning of article 41 (1) e of the Luxembourg Law of 17 December 2010	257,257,742	94.03
	Collective Investment Schemes	257,257,742	94.03
	Ireland	104,295,824	38.12
1,383,977	HSBC ESI Worldwide Equity ETF	22,628,024	8.27
2,116,592	HSBC Worldwide Equity ETF	38,416,145	14.04
528,617	Ishares Core MSCI Emerging Markets ETF	14,523,594	5.31
39,607	Ishares Core MSCI Pacific Ex Japan ETF	5,513,829	2.02
92,599	Ishares Core S&P 500 ETF	21,843,178	7.98
252,380	Ishares Fallen Angels High Yield Fund ETF	1,371,054	0.50
	Luxembourg	32,556,931	11.90
238,186	HSBC Global Investment Funds - Global Emerging Markets Bond "ZQ"	2,496,904	0.91
1,236,102	HSBC Global Investment Funds - Global Emerging Markets Local Debt "ZQ"	12,374,617	4.53
358,835	HSBC Global Investment Funds - Global High Yield Bond "ZQ"	3,753,413	1.37
1,341,034	HSBC Global Investment Funds - Global Real Estate Equity "ZQ"	13,931,997	5.09
	United Kingdom	120,404,987	44.01
564,167	FTSE 100 Index "Institutional Acc"	1,656,375	0.61
16,945,917	FTSE All World Index "Institutional Acc"	34,047,147	12.44
6,805,731	HSBC American Index "Institutional Acc"	47,230,365	17.26
1,621,161	HSBC European Index "Institutional Acc"	19,944,885	7.29
813,378	HSBC FTSE All Share Index Acc	6,288,066	2.30
7,062,474	HSBC Japan Index "Institutional Acc"	11,238,149	4.11
	Total Investments	257,257,742	94.03
	Other Net Assets	16,332,792	5.97
	Net Assets	273,590,534	100.00

Appendix I (Unaudited Additional Disclosures) – Taxation of the Company (foreign countries)

The following summary is based on the Company's understanding of the law and practice currently in force in the in other jurisdictions and is subject to changes therein.

United Kingdom

On the basis that the Company is not resident in the United Kingdom for tax purposes it should not be subject to United Kingdom corporation tax on its income and capital gains.

In many markets the Company, as a foreign investment fund, may be subject to non-recoverable tax on income and gains (either by withholding or direct assessment) in relation to the investment returns it realizes from its holdings of shares and securities in those markets. Where practicable the Company will make claims under the relevant double tax treaties and domestic law of the countries concerned in order to minimize the impact of local taxation on the investment return and to obtain the best return for its shareholders. Those claims will be made on the basis of the Company's understanding of the validity of such claims given the information available from the Company's custodians, external advisers and other sources as to the interpretation and application of the relevant legal provisions by the tax authorities in the country concerned.

The Company will seek to provide for tax on capital gains where it considers that it is more likely than not that the tax will be payable, given the advice and information available to the Company at the date concerned. However, any provision held may be insufficient to cover, or be in excess of, any final liability.

The Company will seek to claim concessionary tax treatment and account for tax on a best efforts basis, given the tax law and practice at that date. Any change in tax law or practice in any country where the Company is registered, marketed or invested could affect the value of the Company's investments in the affected country.

In particular, where retrospective changes to tax law or practice are applied by the legislature or tax authorities in a particular country these may result in a loss for current Shareholders in the affected sub fund. The Company does not offer any warranty as to the tax position of returns from investments held in a particular market nor of the risk of a retrospective assessment to tax in a particular market or country.

Appendix II (Unaudited Additional Disclosures)

– UK SORP Disclosure

Investment Risk

Information in relation to certain investment risks are disclosed for selected Portfolios as follows:

Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as market prices, foreign exchange rates and interest rates. It comprises of three major types of risks i.e. currency risk, interest rate risk and other price risk.

As invested in securities and collective investment schemes, the Company is exposed to the risk that the equity and fixed income markets decline.

(i) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in foreign exchange rates.

The below table summarises the following Portfolios' exposure to currency risks.

Portfolio	Currency	Net currency exposure in Portfolio currency
HSBC Portfolios - World Selection 1		
	EUR	299,143,025
	GBP	90,792,232
	Other	20,105,771
HSBC Portfolios - World Selection 2		
	EUR	255,655,798
	GBP	211,105,408
	Other	6,174,839
HSBC Portfolios - World Selection 3		
	EUR	262,539,630
	GBP	430,262,551
	Other	8,641,486
HSBC Portfolios - World Selection 4		
	EUR	439,783,204
	GBP	401,095,308
	Other	5,941,053
HSBC Portfolios - World Selection 5		
	EUR	148,143,345
	GBP	155,008,318
	Other	2,636,013

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market interest rates.

The following table details the below Portfolios' exposure to interest rate risks.

	HSBC Portfolios - World Selection 1	HSBC Portfolios - World Selection 2	HSBC Portfolios - World Selection 3	HSBC Portfolios - World Selection 4	HSBC Portfolios - World Selection 5
Cash at bank and at broker	47,408,398	57,650,210	52,530,904	41,361,270	15,317,487
Bank overdraft	450,248	-	89,371	39,049	16,705
Bonds	177,160,872	181,894,809	99,364,467	-	-
Total	225,019,518	239,545,019	151,984,742	41,400,319	15,334,192

Appendix II (Unaudited Additional Disclosures) – UK SORP Disclosure (continued)

Investment Risk (continued)

Market risk (continued)

(iii) Credit risk

The Company is subject to credit risk as the Portfolio invests in bonds.

Analysis of direct credit risk

	Currency	Investment grade	Non-investment grade	Unrated	Total
HSBC Portfolios - World Selection 1	USD	154,770,960	6,481,516	265,512,267	426,764,743
HSBC Portfolios - World Selection 2	USD	148,447,928	20,471,500	336,211,502	505,130,930
HSBC Portfolios - World Selection 3	USD	71,102,725	12,329,056	629,051,315	712,483,096
HSBC Portfolios - World Selection 4	USD	-	-	670,191,317	670,191,317
HSBC Portfolios - World Selection 5	USD	-	-	257,257,742	257,257,742

Credit risk arising on bonds is mitigated by investing in government bonds where the credit risk is minimal, or corporate bonds which are rated at least investment grade. The Portfolio also invests in high yield and emerging market bonds which are non-investment grade. The Portfolio manages the associated risk by diversifying the portfolio to minimise the impact of default by any one issuer.

(iv) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial asset will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

Other price risk arises principally in relation to the Portfolio's return seeking portfolio which includes collective investment scheme.

The Portfolio manages this exposure to other price risk by constructing a diverse portfolio of investments across various markets.

At the year end, the Portfolio's exposure to investments subject to other price risk was:

HSBC Portfolios - World Selection 1		USD
Indirect		
Collective Investment Schemes		249,603,872
HSBC Portfolios - World Selection 2		USD
Indirect		
Collective Investment Schemes		323,236,121
HSBC Portfolios - World Selection 3		USD
Indirect		
Collective Investment Schemes		613,118,629
HSBC Portfolios - World Selection 4		USD
Indirect		
Collective Investment Schemes		670,191,317
HSBC Portfolios - World Selection 5		USD
Indirect		
Collective Investment Schemes		257,257,742

Appendix II (Unaudited Additional Disclosures) – UK SORP Disclosure (continued)

Investment Risk (continued)

Fair value hierarchy

Fair value is the amount for which an asset could be exchanged, a liability settled, or an equity instrument granted could be exchanged, between knowledgeable, willing parties in an arm's length transaction.

The fair value of financial instruments has been determined using the following fair value hierarchy:

Category (a) The quoted price for an identical asset in an active market.

Category (b) When quoted prices are unavailable, the price of a recent transaction for an identical asset adjusted if necessary.

Category (c) Where a quoted price is not available and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is determined by using a valuation technique which uses:

Category (c) (i) observable market data; or

Category (c) (ii) non-observable data.

The Portfolio's investment assets and liabilities have been fair valued using the above hierarchy categories as follows:

Portfolio	Currency	Category (a)	Category (b)	Category c (i)	Category c (ii)	Total
HSBC Portfolios - World Selection 1	USD	426,764,743	1,033,414	-	-	427,798,157
HSBC Portfolios - World Selection 2	USD	505,130,930	2,397,832	-	-	507,528,762
HSBC Portfolios - World Selection 3	USD	712,483,096	4,584,344	-	-	717,067,440
HSBC Portfolios - World Selection 4	USD	670,191,317	7,055,991	-	-	677,247,308
HSBC Portfolios - World Selection 5	USD	257,257,742	2,451,203	-	-	259,708,945

Appendix III (Unaudited Additional Disclosures) – Fund Holiday Calendar for 2017

All Portfolios have holidays on:

▶ all Saturdays and Sundays

▶ and on the following dates :

2-Jan	UK
14-Apr	Luxembourg, UK
17-Apr	Luxembourg, UK
1-May	Luxembourg, UK
25-May	Luxembourg
29-May	UK
5-Jun	Luxembourg
23-Jun	Luxembourg
15-Aug	Luxembourg
28-Aug	UK
1-Nov	Luxembourg
22-Dec	UK
25-Dec	Luxembourg, UK
26-Dec	Luxembourg, UK
29-Dec	UK

Shareholders who deal through the Company's local distributor or representative should note that there will be no dealing for the shares of the Company in the jurisdiction in which such distributor or representative operates on a day which is not a business day in such jurisdiction.

The Company will determine the fund holiday calendar according to the latest market information obtained by the Company from time to time. Shareholders can obtain the latest fund holiday calendar of the Company from the registered office of the Company or from the Company's local distributor or representative.

Appendix IV (Unaudited Additional Disclosures)

– Publication of TER (Total Expense Ratio)

The Total Expense Ratio (“TER”) has been computed by the Administrator as required per the Swiss Funds & Asset Management Association guidelines on the calculation and disclosure of the TER of collective investment schemes. The actual expenses incurred during the year are annualised and calculated as a percentage of the average Asset Under Management of the share class for the year. The TER also includes the percentage corresponding to passive hedging fees.

Synthetic TER, which includes the TER percentage of the underlying fund of funds held in the Portfolio, is also computed by the Administrator.

Total Expense Ratio (%) for the active Portfolios and share classes for the year ended 31 July 2017:

	HSBC Portfolios World Selection 1	HSBC Portfolios World Selection 2	HSBC Portfolios World Selection 3	HSBC Portfolios World Selection 4	HSBC Portfolios World Selection 5
Class A (C) USD	1.30	1.30	1.44	1.43	1.50
Class A (C) (HAUD)	-	-	1.60	1.55	1.67
Class A (C) (HEUR)	1.36	1.41	1.50	1.44	1.56
Class A (C) (HGBP)	1.36	1.41	1.50	1.44	1.56
Class A (C) (HSGD)	1.38	-	1.59	-	1.56
Class A (D) (USD)	-	1.25	-	-	-
Class A (D) (HEUR)	-	1.41	1.60	1.59	1.63
Class A (D) (HGBP)	-	1.31	-	-	-
Class A (M) (USD)	1.35	1.36	1.54	1.53	1.63
Class A (M) (HKD)	1.34	1.37	1.54	1.53	1.59
Class A (M) (HAUD)	1.40	1.42	1.61	1.59	1.66
Class A (M) (HEUR)	1.41	1.41	1.57	1.59	1.68
Class A (M) (HGBP)	1.40	1.42	1.60	1.60	1.67
Class A (M) (HSGD)	1.41	-	1.64	-	1.60
Class B (C) (USD)	0.84	0.84	0.83	0.82	0.90
Class B (C) (HEUR)	0.90	0.90	0.99	0.93	0.90
Class B (C) (HGBP)	0.85	0.90	0.89	0.88	0.90
Class X (C) (HGBP)	-	0.90	-	-	-
Class X (D) (HGBP)	-	0.90	-	-	-
Class Z (C) (HGBP)	-	0.40	-	-	-
Class Z (D) (HGBP)	-	0.40	-	-	-

HSBC Global Asset Management, the sponsor of HSBC Portfolios, is the asset management specialist of the HSBC Group and operates through HSBC Bank plc and its subsidiaries.

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