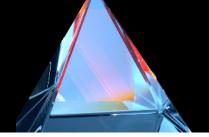
HSBC Global Infrastructure Equity Fund

Fund report | 31 May 2024





About the Fund

The HSBC Global Infrastructure Equity Fund is an actively managed portfolio of 30-45 global infrastructure stocks that aims to provide long term total return while maintaining a focus on sustainability, environmental, social and governance (ESG) factors. The Fund is managed by a London and Sydney-based investment team that is part of the worldwide HSBC network.



Fund Facts

Fund Manager

HSBC Global Asset Management (UK) Limited

Responsible Entity/Distributor

Copia Investment Partners

Inception Date (Strategy)

31 January 2024 (31 July 2010)

To provide long-term capital growth and income, and outperform its benchmark by 2% p.a. (after fees) over 5 years.

Benchmark

Dow Jones Brookfield Global Infrastructure Index (Hedged to AUD)

Currency

AUD Hedged

Investment Time Frame

At least 5 years

Number of Stocks

30-45

Distributions

Quarterly

Minimum Investment Amount

Initial: \$20,000 Additional: \$5,000

Management Fee

0.90%p.a. of the NAV of the Fund

Performance Fee

Fund Rating

Zenith Recommended

Performance (%) at month end	1 mth	3 mth	6 mth	1 yr	SI (cum)*
HSBC Global Infrastructure Equity Fund	3.48	5.29	-	-	7.31
Dow Jones Brookfield Global Infrastructure Index+	3.91	4.33	-	-	4.53
Outperformance	-0.43	0.96	-	-	2.78

Past performance is not a reliable indicator of future performance. The total return performance figures quoted are historical, calculated using end-of month prices and do not allow for the effects of income tax or inflation. Total returns assume the reinvestment of all distributions. The performance is quoted net of all fees and expenses. The indices do not incur these costs.

"Inception of the HSBC Global Infrastructure Equities Fund - Hedged for performance calculation purposes is 31st January 2024.

Top 10 Holdings	Sector	Absolute (%)	Active (%)
Cheniere Energy Inc	Energy	5.7	3.0
American Tower Corp	Property Trusts	5.7	-0.9
Sempra Energy	Utilities	5.7	2.2
Pembina Pipeline Corp	Energy	4.8	3.0
Eversource Energy	Utilities	4.5	3.0
Cellnex Telecom SA	Communication Services	4.2	2.4
Crown Castle Inc	Property Trusts	4.2	1.0
Enbridge Inc	Energy	4.2	-2.6
Edison International	Utilities	4.1	2.0
Koninklijke Vopak NV	Energy	3.8	3.6

Top 5 Contributors	Top 5 Detractors
China Resources Gas Group Ltd	Eversource Energy
Exelon Corp	Pennon Group PLC
Consolidated Edison Inc (ED US)	Plains GP Holdings LP
Cellnex Telecom SA	Grupo Aeroportuario del Sureste SAB de CV
Edison International	TC Energy Corp

Fund Commentary

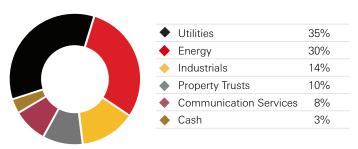
In May, the market recovered from a gloomy April with both global equities and infrastructure returning 4.5% and 4.6% respectively (in USD). US economic data releases during the month were more constructive and provided investors with hope of a fed rate cut this summer. The shift in market expectations has notably benefitted the Utilities sector, with the North American Utilities rising 9% in May.

The Fund marginally underperformed the Dow Jones Brookfield Global Infrastructure Index (on a gross of fees basis) during the month. Stock selection across the GICS sectors except for utilities were a detractor. This was offset by positive allocation across board. On a stock specific basis, China Resources Gas Group was one of the top contributors in May. The Company recently lifted its FY24 gas margin on the back of continued residential cost passthrough. It also obtained approvals for residential tariff hikes for ~60% of projects in 2023 and targets to raise this to 70-80% in 2024. Additionally, the government has turned more accommodative on residential utilities tariff hike and the recent easing in property market policies continues to provide potential upside to new connection numbers and volume growth.

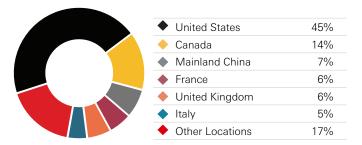
Commentary continued next page



Sector Allocation



Geographic Allocation



Portfolio Strategy and Outlook

Infrastructure is at the beginning of a multi-decade investment cycle, due to secular trends such as energy transition and digitalisation. We believe that the growth of listed infrastructure will continue to be supported by these strong secular tailwinds and its underlying characteristics, such as resilient cash flows generating potentially high distribution levels that are very attractive in this market environment.

The Fund maintained an overweight position to the telecommunications sector. With 5G technology and mid-band spectrum made available to the market, 5G deployment and densification have been the key driver of organic growth in the communication infrastructure space. Although the premium of US towers over EU towers has been reduced, we continue to prefer European (and APAC) assets due to more supportive valuation.

We also have an overweight position to the industrials sector. Our view on the sector remains positive as urbanisation, growth in the global middle class and new modes of transport represents strong long-term tailwinds for the sector. Our preference skews towards toll roads, where we see likely support for innovative concessions/amendments surprising on the upside. Our airports view is more idiosyncratic – inflationary cost pressures could be difficult to immediately pass through, so we focus on regions where there is better protection by regulation.

We have maintained our underweight position to the utilities sector. Whilst macro-economic and commodity prices pressures have come off their peaks in recent years, which has also helped create a more supportive environment for utilities to invest, we are currently underweight the sector due to relative valuations.

Features of global listed infrastructure

Essential assets

Assets that are the backbone of society, providing essential and valuable services for the stability and growth of the economy

Sustainable earnings

Assets that can generate inflation-linked, long-dated and sustainable earnings growth through economic cycles

Government backing

Infrastructure spending has been heavily featured in recovery programs as governments aim for GDP multiplier effects

Long cycle

A multi-decade investment cycle, supported by trends such as urbanisation, energy transition and digitalisation

For more information, contact Copia.

1800 442 129 | clientservices@copiapartners.com.au | copiapartners.com.au

This information has been prepared by Copia Investment Partners Limited (AFSL 229316, ABN 22 092 872 056) the issuer, distributor and responsible entity of the HSBC Global Infrastructure Equity Fund. This document provides information to help investors and their advisers understand this financial product. The value of investments and any income from them can go down as well as up and investors may not get back the amount originally invested. No performance information is shown in this document. We strongly advise investors and their advisers to read and consider the Fund's disclosure documents carefully (the PDS and Additional Information booklet specifically as well as the Target Market Determination) and to seek advice from qualified professionals where necessary. Investors and their advisers should make their own enquiries before making investment decisions. The information in this document does not constitute personal objectives, financial situation or needs. If you are considering investing in any financial products and services referred to in this document, you must determine whether the relevant investment is suitable for your objectives, financial situation or needs. You should also consider seeking independent advice, particularly on taxation, retirement planning and investment risk tolerance from a suitably qualified professional before making an investment decision. Neither Copia Investment Partners Limited, the Investment Manager, or any of our associates, guarantee or underwrite the success of any investments, the achievement of investment objectives, the payment of particular rates of return on investments or the repayment of capital. Copia Investment Partners Limited publishes information in the document that is, to the best of its knowledge, current at the time and neither Copia nor the Investment Manager are liable for any direct or indirect losses attributable to omissions from the document, information being out of date, inaccurate, incomplete or deficient in any other way. Detailed informati

benchmark information is prepared and issued by the Investment Manager and can be found at: www.assetmanagement.nsoc.co.uk/en/intermediary/investment-experuse/sustainable-investments/sustainable-investment-product-offering. Any views expressed were held at the time of preparation and are subject to change without notice.

Any forecast, projection or target when provided is indicative only and is not guaranteed in any way. The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned APIR OPS8578AU February 2024) referred to in this piece is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual, including target markets of financial products, where applicable, and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at http://www.zenithpartners.com.au/RegulatoryGuidelines.