

the DC funds

Cash – active
as at 30 September 2017

fund objective

To protect the absolute value of the investment by investing in deposits and other short-term money market instruments. The fund aims to perform in line with the benchmark.

fund facts

Launch date:
23 February 2007

Fund size:
£102.10m

Price per share:
189.20p

Current underlying fund(s):
Legal & General Cash Fund

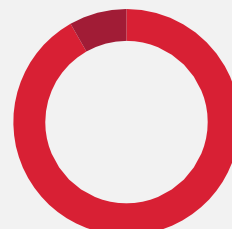
Benchmark:
7 Day LIBID
Prior to 22 September 2008
1 Month LIBID

top 10 holdings

	%
1. BNP Paribas	8.87
2. Bred Banque Populaire	8.76
3. DZ Bank AG	8.76
4. Bank of Tokyo Mitsubishi	8.76
5. First ABU Dhabi Bank	8.76
6. United Overseas Bank	8.75
7. ANZ Bank	8.75
8. Bank of China	8.75
9. Loan	8.16
10. Standard Chartered Bank	7.81
Total	86.13

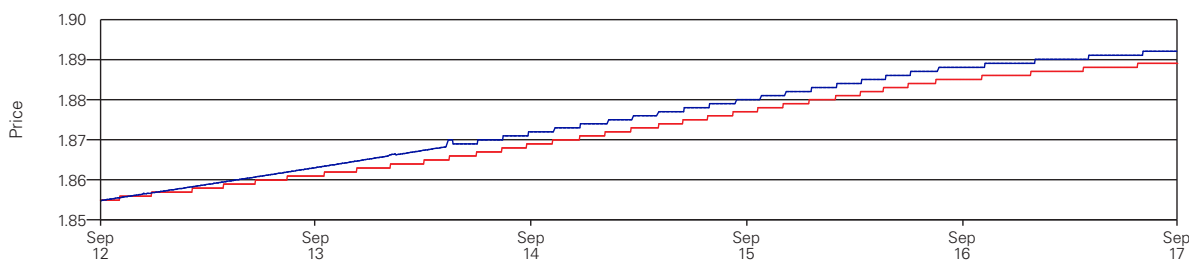
asset breakdown

	%
■ Term Deposits	91.77
■ Others	8.23
Total	100.00



fund performance

	30 Sep 2016 - 30 Sep 2017	30 Sep 2015 - 30 Sep 2016	30 Sep 2014 - 30 Sep 2015	30 Sep 2013 - 30 Sep 2014	30 Sep 2012 - 30 Sep 2013
	%	%	%	%	%
Fund	0.21%	0.43%	0.43%	0.48%	0.45%
Benchmark	0.22%	0.43%	0.45%	0.39%	0.35%
Relative Performance	-0.01%	0.00%	-0.02%	0.09%	0.10%



Rolling time period	3 months	6 months	1 year	3 year p.a.	5 year p.a.	Since launch
Fund	0.05%	0.11%	0.21%	0.35%	0.40%	14.75%
Benchmark	0.05%	0.10%	0.22%	0.36%	0.37%	14.47%
Relative Performance	0.00%	0.01%	-0.01%	-0.01%	0.03%	0.28%

Past performance isn't a guide to future performance. The figures are shown in sterling and have been calculated using actual returns since the introduction of the current DC fund range.

Source: Morningstar, FIL Life Insurance Ltd. Single priced (i.e. no bid/offer spread), gross income reinvested and gross of fees. Indicative prices have been used if a portfolio valuation fell on a non-trading day.

for members of the HSBC Bank (UK) Pension Scheme



HSBC Bank Pension Trust (UK) Limited, 8 Canada Square London E14 5HQ
Registration number: 489775

market commentary

Growth in the UK economy has slowed over the last few quarters. The UK recorded its weakest annual growth rate since 2013, with GDP slowing to 1.5% in the second quarter from 1.8% in the first quarter of the year. The country's services sector showed signs of contracting, while the UK's trading position with the rest of the world also deteriorated. Meanwhile, inflation continues to rise, primarily driven by the fall in sterling. Consumer price inflation rose to 2.9% in August - a level that was last exceeded more than five years ago. In contrast, wage growth remained weak, and fell 0.4% in real terms in the three months to July. The UK unemployment rate also fell to its lowest level since 1975 according to data from the Office of National Statistics (ONS). Higher inflation, a tightening labour market and some indicators of relatively limited spare capacity have led to indications that the Bank of England (BoE) may tighten its monetary policy and raise interest rates as early as in November.

risk rating

Very Low Low Low/Medium Medium Medium/High High Very High

All investments carry a level of risk. You need to decide how much of each type of risk you're prepared to take. The table below gives an overview of some of the risks associated with this fund.

risk type	description of risk	level of risk for this fund
Capital Risk	This is the risk that the value of your investments will fall. The younger you are, the less worried you might be about capital risk, because your investments have time to recover their value before you retire.	Very Low
Inflation Risk	This is the risk that the value of your investments will grow more slowly than prices rise. Inflation can be a problem for pension savings invested in cash funds particularly if the interest you're earning is less than the rate of inflation.	Med High
Pension Conversion Risk	The price of an annuity changes on a regular basis. This means that the amount of income you can secure with the same amount of money will change. Pension conversion risk is the risk that the amount of income you can buy drops before you retire, because your money is invested differently to annuity funds. That's why putting more of your DC pension pot into bonds to try to match annuity prices as you get closer to retirement age can help protect against this risk.	Med

About the factsheet

It is important to remember that the price of units can go down as well as up. There's no guarantee that you'll get back the amount that goes into your DC pension pot. Changes in rates of currency exchange, particularly where overseas securities are held, could also affect the value of your investment.

All funds are provided through FIL Life Insurance Ltd and may invest in securities issued by or hold deposits with HSBC Holdings plc and associated companies.

Valuation time: Business days at 5:00pm (UK time)

Dealing Process: The cut off time for switch instructions is 2:00pm each business day.

Contact us

You can find more Scheme information at:
www.futurefocus.staff.hsbc.co.uk

If you have any questions contact the HSBC Administration Team at:

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Charges

HSBC pays the investment management charges – not you. However, there may be costs within some of the funds and these will be reflected in the unit price. These nominal costs are variable and are likely to be between nil and 0.2% a year.