

# the DC funds

Cash – active  
as at 30 September 2020

## 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:**  
£141.9m

**Price per share:**  
192.20p

**Charges:**  
Inv Mgmt Charges: 0.00%  
Additional Charges: 0.00%

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

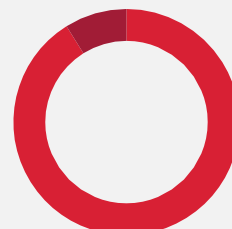
**Benchmark:**  
7 Day LIBID  
Prior to 22 September 2008 1 Month LIBID

### top 10 holdings

	%
1. Sumitomo Mitsui Banking	9.70
2. National Bank of Canada	9.48
3. Bred - Banque Populaire	9.48
4. Bank of Tokyo-Mitsub Ldn	9.48
5. DZ Bank AG	9.48
6. Bank of Montreal	9.48
7. Aust & NZ Bank Melbourne	9.48
8. Standard Chartered Bank	9.48
9. Landesbank Hessen-Thurin	8.39
10. UK Treasury	7.29
<b>Total</b>	<b>91.74</b>

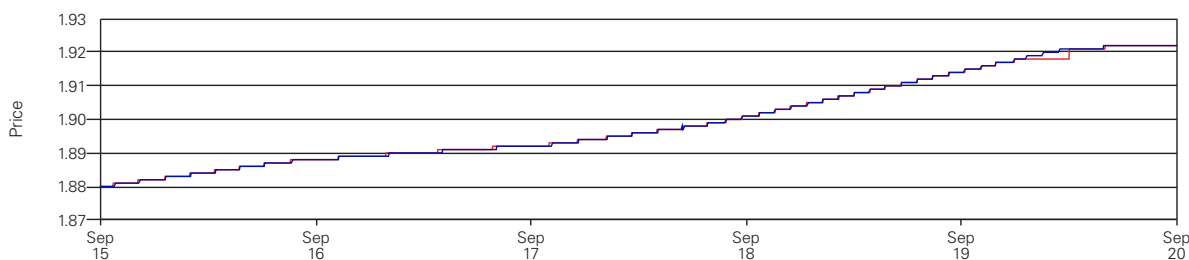
### asset breakdown

	%
■ Term Deposits	91.10
■ Others	8.90
<b>Total</b>	<b>100.00</b>



## fund performance

	30 Sep 2019 - 30 Sep 2020 %	30 Sep 2018 - 30 Sep 2019 %	30 Sep 2017 - 30 Sep 2018 %	30 Sep 2016 - 30 Sep 2017 %	30 Sep 2015 - 30 Sep 2016 %
<b>Fund</b>	0.42%	0.68%	0.48%	0.21%	0.43%
<b>Benchmark</b>	0.28%	0.58%	0.45%	0.22%	0.43%
<b>Relative Performance</b>	0.14%	0.10%	0.03%	-0.01%	0.00%



Rolling time period	3 months	6 months	1 year	3 year p.a.	5 year p.a.	Since launch
Fund	0.00%	0.05%	0.42%	0.53%	0.44%	16.57%
Benchmark	0.01%	0.02%	0.28%	0.41%	0.33%	16.28%
Relative Performance	-0.01%	0.03%	0.14%	0.12%	0.11%	0.29%

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

The UK economy rebounded in the third quarter, following a record collapse in GDP in the second quarter. GDP rose strongly in July as COVID-19 restrictions were loosened, while industrial production also grew in the same month. Business optimism eased to its lowest level since May, with the introduction of new restrictions to curb the spread of the virus, which held back confidence, especially in the service sector. The rate of inflation (year-on-year) fell to its lowest level in more than four years in August, as the government's 'Eat Out to Help Out' scheme and value added tax cut drove the cost of dining out significantly lower. Despite the fall in inflation, the Bank of England (BoE) left interest rates unchanged, as expected.

## 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
<b>Capital Risk</b>	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 your retire.	Very Low
<b>Inflation Risk</b>	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
<b>Pension Conversion Risk</b>	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.

Although the funds can typically be bought and sold on a daily basis, if an exceptional amount of withdrawals are requested, the fund manager may need to delay when you can access your holdings.

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.

The Trustee can change the underlying managers or funds at any time without member consent or prior notification.

**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](http://www.futurefocus.staff.hsbc.co.uk)

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

email: [HSBCpension@willistowerswatson.com](mailto:HSBCpension@willistowerswatson.com)

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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.

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