



HGIF Global Investment Funds

Investor update on HGIF sub-funds with exposure to Russian securities.

This is an update for HGIF investors who have investments in sub-funds with an exposure to Russian securities. Updates will be posted to the AMG website in the event of changes to the information detailed below.

- HGIF BRIC Equity

HSBC Asset Management is applying 'Fair Value' to the Russian equities and ADR's in the sub-fund. Currently, these assets are being valued at 10% of their closing price on 25 February 2022, except in cases where the market price drop is higher than 90%, in which case we use the value of the stock based on the latest market price.

- HGIF BRIC Markets Equity

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- HGIF Global Equity Volatility Focused Fund

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- HGIF GEM ESG Local Debt

HSBC Asset Management has taken the approach to mark the Russian Ruble Government bonds to zero.

As a result, HSBC Asset Management has instructed the custodian to apply zero prices and also mark the coupons to zero for these securities, effective 2 March 2022.

- HGIF GEM Local Debt

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HSBC Investment Funds (Luxembourg) S.A

Benchmark Implications for HGIF GEM Local Debt

According to our conversations with the benchmark provider, JP Morgan, they will be marking the Russian Ruble bonds to zero in the near term, with the timeline being confirmed shortly. Currently, they are pricing the Russian Ruble bonds at a price of 8, which has caused some performance discrepancy with our fund.

- HGIF GEM Multi-Asset Income

HSBC Asset Management is applying 'Fair Value' to the Russian equities and ADR's in the sub-fund. Currently, these assets are being valued at 10% of their closing price on 25 February 2022, except in cases where the market price drop is higher than 90%, in which case we use the value of the stock based on the latest market price.

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- HGIF Russia Equity

The sub-fund was suspended on the 1 March 2022 and will remain suspended until further notice.

Please do not hesitate to contact us if we can be of further assistance.

Yours faithfully,

On behalf of the Board of Directors