



HSBC Global Asset Management (USA), Inc.  
452 Fifth Avenue  
New York, NY 10018

May 9, 2022

To our valued clients:

We are pleased to announce the Board of Trustees of the HSBC Funds recently approved RadiantESG Global Investors LLC as the new sub-advisor for the HSBC Opportunity Fund. RadiantESG is a women-led and majority diverse-employee-owned investment manager that integrates environmental, social and governance (ESG) factors into its systematic investment processes. The RadiantESG investment team brings over sixty years of collective experience investing in large and small cap equities across U.S., global and emerging markets.

The team at RadiantESG, who will assume responsibility for the Fund on or about June 30, 2022, is fully committed to the long-term success of the Fund, which will be renamed "HSBC RadiantESG U.S. Smaller Companies Fund."

In conjunction with this change, the Fund's total expenses, including management fees, will be decreased by 20 bps. The Fund will maintain the current investment objective of seeking long-term growth of capital by investing primarily in equity securities of small- and mid-cap companies, benchmarked to the Russell 2500® Growth Index.

The principal investment strategy will include the use of proprietary models to evaluate companies along key fundamental characteristics as well as to analyze the influences of environmental, social and governance criteria on the companies in which the Fund invests, aiming to improve long-term risk-adjusted returns.

We are eager to work with RadiantESG, a dynamic, women-owned asset management firm that we believe will benefit our Fund's shareholders. RadiantESG's investment approach is forward-looking, anticipating the growing impacts of ESG factors on longer-term corporate success. This aligns with HSBC's strategy and values focusing on ESG, diversity and inclusion.

Sincerely,

A handwritten signature in black ink, appearing to read "Stefano Michelagnoli".

Stefano Michelagnoli  
President, HSBC Funds