

keyfacts[®]

Selected Investment Funds Effect of Charges Insert (SIF)

This document forms an integral part of the Key Features Document and should be read alongside the Key Features Document, Fund Insert and the Product Information.

How will charges and expenses affect my investment?

The effect of charges and expenses for the available funds are shown in the following tables. These tables demonstrate in detail the effect of charges on a £5,000 lump sum ISA investment and £50 per month regular saving ISA investment in the funds.

Important Notes to the following Effect of Charges Tables

- ▶ These figures are only examples and are not guaranteed.
They are not minimum or maximum amounts.
What you will get back depends on how your investment grows,
on tax treatment of the fund(s) and on your own tax position.
- ▶ You could get back more or less than the amounts shown.
Your investment is not guaranteed.
The value of your investment, and any income from it, may fall as well as rise,
and you may not get back the amount you invested.
- ▶ Firms typically use the same rates of growth for projections but their charges vary.
- ▶ Please note that inflation would reduce what you could buy in the future with the amounts shown.
- ▶ These rates of return are not necessarily appropriate
for shares traded in currencies other than sterling.
- ▶ Benefits may also be affected by fluctuations in exchange rates.
- ▶ Please note that dealing costs and interest on borrowing
are not included in the examples that follow.
- ▶ HSBC Trust Company (UK) Limited is the Account Manager
for the Selected Investment Funds Plan
and the Selected Investment Funds ISA.
- ▶ The Financial Services Authority is the independent financial services regulator.
It requires us, HSBC Trust Company (UK) Limited, to give you this important information.

HSBC Open Global Distribution Fund

Plan

Effect of charges and expenses on HSBC Open Global Distribution Fund assuming 5.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.00%
	£	£	£
1	5,000	144	5,100
3	5,000	357	5,430
5	5,000	605	5,770
10	5,000	1,400	6,740

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,400. Putting it another way, this would have the same effect as bringing investment growth from 5.00% a year down to 3% a year.

Effect of charges and expenses on HSBC Open Global Distribution Fund assuming 5.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.00%
	£	£	£
1	600	12	604
3	1,800	72	1,860
5	3,000	176	3,220
10	6,000	702	7,040

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £702. Putting it another way, this would have the same effect as bringing investment growth from 5.00% a year down to 3.2% a year.

ISA

Effect of charges and expenses on HSBC Open Global Distribution Fund assuming 5.75% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.75%
	£	£	£
1	5,000	145	5,140
3	5,000	365	5,540
5	5,000	626	5,980
10	5,000	1,500	7,230

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,500. Putting it another way, this would have the same effect as bringing investment growth from 5.75% a year down to 3.8% a year.

Effect of charges and expenses on HSBC Open Global Distribution Fund assuming 5.75% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.75%
	£	£	£
1	600	12	606
3	1,800	73	1,890
5	3,000	180	3,280
10	6,000	739	7,310

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £739. Putting it another way, this would have the same effect as bringing investment growth from 5.75% a year down to 3.9% a year.

HSBC World Selection – Balanced Portfolio

Plan

Effect of charges and expenses on HSBC World Selection – Balanced Portfolio assuming 6.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	5,000	159	5,140
3	5,000	411	5,540
5	5,000	712	5,970
10	5,000	1,730	7,220

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,730. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 3.7% a year.

Effect of charges and expenses on HSBC World Selection – Balanced Portfolio assuming 6.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	600	13	606
3	1,800	81	1,880
5	3,000	204	3,280
10	6,000	854	7,300

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £854. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 3.9% a year.

ISA

Effect of charges and expenses on HSBC World Selection – Balanced Portfolio assuming 7.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	5,000	161	5,180
3	5,000	423	5,700
5	5,000	747	6,260
10	5,000	1,900	7,930

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,900. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 4.7% a year.

Effect of charges and expenses on HSBC World Selection – Balanced Portfolio assuming 7.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	600	13	609
3	1,800	83	1,910
5	3,000	211	3,360
10	6,000	914	7,680

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £914. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 4.8% a year.

HSBC World Selection – Cautious Portfolio

Plan

Effect of charges and expenses on HSBC World Selection – Cautious Portfolio assuming 5.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.00%
	£	£	£
1	5,000	148	5,100
3	5,000	369	5,410
5	5,000	625	5,750
10	5,000	1,450	6,690

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,450. Putting it another way, this would have the same effect as bringing investment growth from 5.00% a year down to 3% a year.

Effect of charges and expenses on HSBC World Selection – Cautious Portfolio assuming 5.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.00%
	£	£	£
1	600	12	603
3	1,800	74	1,860
5	3,000	182	3,220
10	6,000	728	7,020

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £728. Putting it another way, this would have the same effect as bringing investment growth from 5.00% a year down to 3.1% a year.

ISA

Effect of charges and expenses on HSBC World Selection – Cautious Portfolio assuming 5.75% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.75%
	£	£	£
1	5,000	149	5,130
3	5,000	377	5,530
5	5,000	647	5,960
10	5,000	1,550	7,180

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,550. Putting it another way, this would have the same effect as bringing investment growth from 5.75% a year down to 3.7% a year.

Effect of charges and expenses on HSBC World Selection – Cautious Portfolio assuming 5.75% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 5.75%
	£	£	£
1	600	12	606
3	1,800	75	1,880
5	3,000	186	3,280
10	6,000	767	7,290

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £767. Putting it another way, this would have the same effect as bringing investment growth from 5.75% a year down to 3.8% a year.

HSBC World Selection – Dynamic Portfolio

Plan

Effect of charges and expenses on HSBC World Selection – Dynamic Portfolio assuming 6.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	5,000	164	5,130
3	5,000	428	5,520
5	5,000	742	5,940
10	5,000	1,800	7,140

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,800. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 3.6% a year.

Effect of charges and expenses on HSBC World Selection – Dynamic Portfolio assuming 6.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	600	13	605
3	1,800	84	1,880
5	3,000	213	3,270
10	6,000	893	7,260

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £893. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 3.8% a year.

ISA

Effect of charges and expenses on HSBC World Selection – Dynamic Portfolio assuming 7.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	5,000	166	5,180
3	5,000	440	5,680
5	5,000	778	6,230
10	5,000	1,980	7,850

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,980. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 4.6% a year.

Effect of charges and expenses on HSBC World Selection – Dynamic Portfolio assuming 7.00% a year growth for £50 per month regular saving and 1.00% initial charge.

At end of Year	Investment to date	Income accumulated	
		Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	600	13	609
3	1,800	86	1,910
5	3,000	220	3,350
10	6,000	956	7,640

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £956. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 4.7% a year.

Invesco Perpetual Income Fund

JPM Emerging Markets Fund

JPM Global Equity Income Fund

JPM Natural Resources Fund

Schroder Global Property Securities Fund

Plan

Effect of charges and expenses on these Funds assuming 6.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

		Income accumulated	
At end of Year	Investment to date	Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	5,000	140	5,150
3	5,000	349	5,600
5	5,000	600	6,090
10	5,000	1,460	7,490

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,460. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 4.1% a year.

Effect of charges and expenses on these Funds assuming 6.00% a year growth for £50 per month regular saving and 1.00% initial charge.

		Income accumulated	
At end of Year	Investment to date	Effect of Deductions to date	What you might get back at 6.00%
	£	£	£
1	600	11	607
3	1,800	70	1,900
5	3,000	172	3,310
10	6,000	708	7,450

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £708. Putting it another way, this would have the same effect as bringing investment growth from 6.00% a year down to 4.3% a year.

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ISA

Effect of charges and expenses on these Funds assuming 7.00% a year growth for a £5,000 lump sum investment and 1.00% initial charge.

		Income accumulated	
At end of Year	Investment to date	Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	5,000	141	5,200
3	5,000	359	5,760
5	5,000	629	6,380
10	5,000	1,600	8,230

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £1,600. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 5.1% a year.

Effect of charges and expenses on these Funds assuming 7.00% a year growth for £50 per month regular saving and 1.00% initial charge.

		Income accumulated	
At end of Year	Investment to date	Effect of Deductions to date	What you might get back at 7.00%
	£	£	£
1	600	11	610
3	1,800	72	1,920
5	3,000	178	3,400
10	6,000	758	7,840

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £758. Putting it another way, this would have the same effect as bringing investment growth from 7.00% a year down to 5.2% a year.