

# HSBC Life Fidelity US High Yield Fund

## Second quarter 2026

### Important information

- ♦ This is one of the investment choices under an insurance plan ("plan") issued by HSBC Life (International) Limited ("the Company").
- ♦ You are not investing in the underlying funds/assets and you do not have any rights or ownership over these underlying funds/assets.
- ♦ Your return from investment in the investment choices is calculated with reference to the fluctuation of the performance of the underlying funds/assets. Each of these underlying funds/assets has its own investment objectives and associated risks.
- ♦ The return on investments under the plan will be subject to the charges of the plan and may be lower than the return of the investment choices or the underlying funds/assets.
- ♦ Please note the following relating to insurance coverage and Insurance Charge:
  - Your policy provides life protection and additional coverage depending on the optional benefits you choose.
  - The Insurance Charge will reduce the Cash Value of your policy account.
  - The Insurance Charge may increase significantly during the policy term due to factors such as the life insured's age and investment loss. This may result in significant or even total loss of your investment.
  - If the Cash Value of your policy account is not enough to cover the policy charges (including Insurance Charge), your policy may be terminated early and you could lose your investment and all benefits unless you can fulfill certain policy terms and conditions (if applicable).
- ♦ Investment involves risks. Prior to selecting an investment choice, you should refer to the principal brochure and the prospectus of its underlying fund for full details of investment objectives and risk factors, which will be made available by the Company, and not rely solely on this document.

### Investment outlook

The US high yield bond market delivered negative returns over the first quarter of 2026, with spreads ending wider, as a constructive start to the year was overtaken by a sharp risk off repricing in March. Carry and a supportive technical backdrop underpinned performance through much of January and February. The market also faced heavy headline flow, including trade policy uncertainty, debate around US central bank independence, and volatility linked to technology and artificial intelligence. Into quarter end, the Iran conflict and associated energy shock became the dominant driver. Higher oil prices lifted inflation expectations and pushed US Treasury yields sharply higher, tightening financial conditions and weighing on risk assets. In that context, US high yield held up better than other high yield segments, reflecting the US economy's relative insulation from higher energy costs as a large energy producer. Even so, returns turned negative as the rates shock and wider risk premia dominated March.

### Objective

HSBC Life Fidelity US High Yield Fund will be invested in Fidelity Funds - US High Yield Fund. The underlying fund seeks a high level of current income and capital appreciation by investing primarily in high-yielding, lower-quality securities of issuers that have their principal business activities in the United States. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment. The type of debt securities in which the fund will primarily invest will be subject to high risk, will not be required to meet a minimum rating standard and may not be rated for creditworthiness by any internationally recognised rating agency.

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## Second quarter 2026

### Management fee by HSBC Life (International) Limited

Currency	Fund charge (p.a)	Fund switching charge
HKD	1.60%	nil
USD	1.60%	nil

### Investment choice information

Currency	Launch date	Size ('000)	Unit price
HKD	10/10/2005	4,458	254.23
USD	10/10/2005	134	26.95

### Cumulative performance

Currency	6 months	12 months	3 years	5 years	Since launch
HKD	1.31%	6.83%	19.92%	15.66%	154.23%
USD	0.67%	6.14%	20.26%	15.47%	169.50%

### Calendar Year Performance

Currency	2021	2022	2023	2024	2025	YTD
HKD	5.64%	-10.34%	10.13%	4.62%	7.23%	0.01%
USD	5.10%	-10.12%	9.89%	5.46%	7.15%	-0.66%

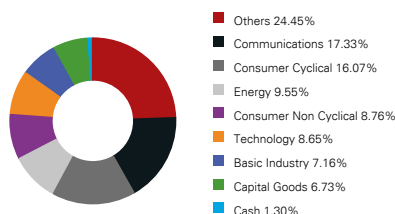
Data as at 31 Mar 2026

Cumulative performance (in percentage return) represents the percentage change of the investment choice unit price as at 31 Mar 2026. Calendar year performance (in percentage return) represents the percentage change between the investment choice unit price of the last available transaction date of each of the previous calendar years. All percentage return figures are based on investment choice unit prices as at 31 Mar 2026, calculated on a unit-price-to-unit price basis and in relevant base currency of the investment choice. YTD performance (in percentage return) represents the change between the investment choice unit price of the last available transaction date of 2025 and 31 Mar 2026.

## Underlying fund information

### Asset allocation

HK Dollar

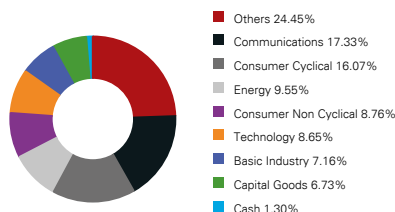


### Top 10 holdings

Securities	Industry	%
1. Ust Bills 0% 05/07/26	Treasury	2.62
2. Ust Bills 0% 04/16/26	Treasury	1.86
3. Windstream 8.25% 10/01/31 144a	Communications	1.06
4. Venture 9.875% 02/01/32 144a	Energy	0.88
5. Carnival Corp 6.125% 2/33 144a	Consumer Cyclical	0.87
6. Wulf Compute 7.75% 10/30 144a	Technology	0.86
7. 1261229 Bc Ltd 10% 4/32 144a	Consumer Non Cyclical	0.83
8. Nissan Motor 7.5% 7/17/30 144a	Consumer Cyclical	0.80
9. Onemain Fin 6.75% 03/15/32	Other Financials	0.76
10. Clear Channel 7.125% 2/31 144a	Communications	0.73

### Asset allocation

US Dollar



Securities	Industry	%
1. Ust Bills 0% 05/07/26	Treasury	2.62
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### Notes :

- The information on Objective, Investment Outlook, Asset Allocation and Top 10 Holdings are provided by FIL Investment Management (Hong Kong) Limited. The rest of the information is supplied by the Company.
- HSBC Life Fidelity US High Yield Fund ("the Investment Choice") is divided into units, the price of which will be determined by the net asset value including investment return and net of charges on the Investment Choice on that transaction date. The investment return includes interest, dividends and realised or unrealised capital and currency gains and losses. The allocation of units is purely notional and for the sole purpose of determining the Cash Value of your policy account and deduction of charges at any time.
- The Investment Choice invests in its respective designated underlying fund. The Investment Choice is linked in its underlying fund in terms of the investment objectives, underlying asset risks and performances.
- The Investment Choice is subject to market fluctuations and to the risks inherent in all investments. The price of units in the Investment Choice and the income from them (if any) may go down as well as up and past performance is not indicative of future performance. For details of the underlying funds, please refer to the relevant prospectus which will be made available by the Company.
- US/Hong Kong dollar based investors are exposed to fluctuations in the US/Hong Kong dollar exchange rate. Since the underlying investment may involve multiple currencies, the value of investment may be subject to possible exchange rate fluctuations.
- Effective from 1 July 2009, except for the word "fund" used in individual investment choice name, all the words "fund" previously used in this document are referred as "investment choice".
- Investment involves risks. HSBC Life Fidelity US High Yield Fund is an investment option of LifeInvest Protection Plus / RetireInvest Protection Plus. For charges and details, please refer to the relevant principal brochure(s).