

ATTENTION MUTUAL FUNDS TRADING DEPARTMENTS

HSBC Funds Announcement - Participant Number 5814

RE: HSBC High Yield Fund Liquidation And HSBC Strategic Income Fund Liquidation

The Board of Trustees of HSBC Funds has approved a Plan of Liquidation with respect to the HSBC High Yield Fund and HSBC Strategic Income Fund (the "Funds"), whereby the Funds will cease their investment operations and liquidate their assets. HSBC Global Asset Management (USA) Inc., the investment adviser of the Funds, expects that the Funds will be liquidated on or about January 29, 2021 (the "Liquidation Date").

Effective December 17, 2020, shares of the Funds were no longer available for purchase by new investors or existing shareholders (except through reinvested dividends), nor through exchanges into the Funds from other HSBC Funds. Investors may continue to redeem shares of the Funds.

It has not yet been determined if the HSBC High Yield Fund and HSBC Strategic Income Fund will be making final income and capital gain distributions.

FA #	TA #	Share Class	Fund Name	CUSIP	Ticker
1911	6223	Class A	HSBC High Yield Fund	44330V688	HBAYX
1911	6243	Class I	HSBC High Yield Fund	44330V670	HBAYX
1921	6224	Class A	HSBC Strategic Income Fund	44330V662	HBIAX
1921	6244	Class I	HSBC Strategic Income Fund	44330V654	HBIIX

Trading Information

Monday, January 25, 2021

- Each Fund's settlement will be changed to T+1.

Wednesday, January 27, 2021

- **If a final distribution will be made, it will be paid on January 27, 2021. Determination will be made as we get closer to the liquidation date. An updated notification will be sent in either case.**

Friday, January 29, 2021

- There will be a 4 digit NAV produced.
- There will be an NSCC blackout for the liquidating Funds.
- If there are any accounts that remain in a Fund on the day of liquidation, the accounts will be manually liquidated and those proceeds will be sent via manual wire by Tuesday, February 2, 2021.
- An F55 file will be sent out by no later than Monday, February 1, 2021.

Contact Information

Please contact Dealer Services for general inquiries at 1-800-257-5872 between the hours of 7:30 a.m. to 5:00 p.m. EST. For your convenience, you can also contact via email at: tdealerservices@citi.com.

For information about HSBC Funds, you may request a prospectus by calling 1-800-782-8183 or by visiting the website at www.investorfunds.us.hsbc.com. You should consider the Funds' investment objectives, risks,

charges and expenses carefully before you invest or send money. This and other important information is contained in the prospectus, which should be read carefully before investing.

HSBC Global Asset Management is the marketing name for the asset management businesses of HSBC Group. HSBC Global Asset Management (USA) Inc. is an investment adviser registered with the US Securities and Exchange Commission. HSBC Global Asset Management (USA) Inc. serves as the investment adviser to the HSBC Funds. Foreside Distribution Services, L.P., member FINRA, is the distributor of the HSBC Funds and is not affiliated with the Adviser. HSBC Securities (USA) Inc., member NYSE, FINRA and SIPC, is a sub-distributor of the HSBC Funds. Affiliates of HSBC Global Asset Management (USA) Inc. receive fees for providing various services to the funds.

Dealer Services

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