

HSBC Managed Portfolios Limited

Annual Report June 2017

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The accompanying report of KPMG Audit Limited ("KPMG") is for the sole and exclusive use of the Fund. No person, other than the Fund, is authorized to rely upon the report of KPMG unless KPMG expressly so authorizes. Further, the report of KPMG is as of September 26, 2017 and KPMG has carried out no procedures of any nature subsequent to that date which in any way extends that date.

Manager's Report

for the year ended June 30, 2017

Annual Report Review 2017

Managed Portfolios

Global equity markets experienced strong gains during the fiscal year with much coming in the latter half amid investor optimism for lower taxes and reduced regulation from a newly elected Trump administration and a continuation of accommodative central bank policy among leading developed nations. Despite expectations for tighter monetary policy going forward, developed market bonds made gains in the final months as central banks dampened any speculation that interest rates may rise faster than a consensus view of 3 to 4 hikes for 2017.

In the US, the Federal Reserve raised the benchmark interest rate by 0.25% in March and June, taking it to 1.25%, however dovish comments from Chair Yellen gave bonds a lift in the final months. European equity markets were among the leaders globally with the election of the more market friendly Emmanuel Macron for president in France. However, the UK market pulled back in June after the ruling Conservative party, looking to consolidate power, lost their majority in a snap election and created more uncertainty for Brexit negotiations. The ECB, with a more positive outlook on the region's economic health, increased speculation the central bank may soon taper its quantitative easing program. Japanese equities continued to benefit from an accommodative central bank while Chinese equities were supported by stabilising economic growth and the announcement MSCI Inc. would include large cap Chinese firms in its global benchmark indices.

HSBC World Selection Portfolios were led higher by European and emerging market equities and high yield and emerging market bonds. We continue to have a risk bias towards equity over bonds however we reduced that overweight bias during the period amid rising valuation metrics. Within equity we favour European, Japanese and emerging markets. Within bonds we favour high yield and emerging markets and are underweight government bonds. Economic data continues to show gradual improvement but rising equity valuations have made us more cautious. In recent months we took profit on our global financial equity position and added Indian bonds to our emerging market bond allocation.

HSBC Global Asset Management (Bermuda) Limited – September 2017

This Manager's Report contains certain forward-looking statements with respect to the financial markets. These statements should not be considered personal financial advice.



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Independent Auditor's Report

The Board of Directors and Shareholders of
HSBC Managed Portfolios Limited

We have audited the accompanying financial statements of HSBC Managed Portfolios Limited (comprised of World Selection – 1, World Selection – 2, World Selection – 3, World Selection – 4 and World Selection – 5), which comprise the statements of assets and liabilities, including the statements of net assets, as of June 30, 2017, and the related statements of operations and changes in net assets for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly in all material respects, the financial position of HSBC Managed Portfolios Limited as of June 30, 2017, and the results of its operations for the year then ended in accordance with U.S. generally accepted accounting principles.

KPMG Audit Limited

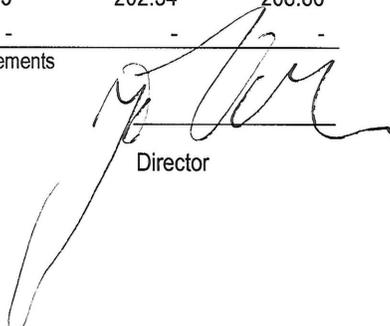
Chartered Professional Accountants
Hamilton, Bermuda
September 26, 2017

HSBC Managed Portfolios Limited
Statements of Assets and Liabilities
as at June 30, 2017

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Assets					
Investments, at fair value (notes 11, 13 & 16)	81,369,804	112,127,381	122,753,009	48,687,830	42,991,106
Cash and cash equivalents (notes 3 & 16)	3,467,271	3,918,587	4,310,557	1,252,692	612,648
Interest and dividends receivable	66,104	4,325	4,325	-	-
Due from broker	-	1,084,617	-	-	616,028
Prepaid expenses	1,919	2,679	2,910	1,066	942
	84,905,098	117,137,589	127,070,801	49,941,588	44,220,724
Liabilities					
Derivative contracts, at fair value (notes 12, 13 & 16)	19,053	26,323	73,786	29,058	22,987
Interest and dividend payable	-	-	314	-	-
Management fee payable (notes 4 & 15)	89,626	148,990	163,392	65,724	56,868
Redemptions payable	345,866	355,000	697,493	1,600	699,065
Accounts payable and accrued expenses	12,055	15,584	16,579	6,881	7,274
	466,600	545,897	951,564	103,263	786,194
Net assets	84,438,498	116,591,692	126,119,237	49,838,325	43,434,530
Net assets attributable to:					
Class AC Shares	12,977,195	31,889,142	41,526,862	17,216,278	9,721,454
Class AD Shares	8,914,633	1,973,846	1,491,210	-	-
Class IC Shares	24,570,628	80,377,109	75,594,843	24,540,401	26,701,352
Class LC Shares	2,678,232	2,351,595	7,506,322	8,081,646	7,011,724
Class ID Shares	35,297,810	-	-	-	-
	84,438,498	116,591,692	126,119,237	49,838,325	43,434,530
Shares outstanding (note 10)					
Class AC Shares	77,363	184,977	219,335	85,003	46,546
Class AD Shares	57,826	12,743	8,123	-	-
Class IC Shares	146,094	449,557	386,638	117,337	126,884
Class LC Shares	15,966	13,641	39,647	39,902	33,572
Class ID Shares	228,494	-	-	-	-
Net asset value per share					
Class AC Shares	167.74	172.39	189.33	202.54	208.86
Class AD Shares	154.16	154.90	183.59	-	-
Class IC Shares	168.18	178.79	195.52	209.15	210.44
Class LC Shares	167.74	172.39	189.33	202.54	208.86
Class ID Shares	154.48	-	-	-	-

The accompanying notes form an integral part of these Financial Statements


Director


Director

HSBC Managed Portfolios Limited

Statements of Net Assets

as at June 30, 2017

World Selection – 1	Liquidity Period	Holdings In Shares/ Par Amount	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Asset Backed Bond	Bimonthly	31,820	4,250,000	4,438,570	5.26
HSBC Global Investment Funds-Global Corporate Bond	Daily	1,328,850	13,649,733	14,501,744	17.18
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	136,910	2,882,908	3,007,512	3.56
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	578,466	6,548,984	6,282,716	7.44
HSBC Global Investment Funds-Global Government Bond Fund	Daily	2,384,537	24,593,552	26,120,222	30.93
HSBC Global Investment Funds-Global High Yield Bond	Daily	422,344	4,231,801	4,579,896	5.42
HSBC Global Investment Funds-India Fixed Income	Daily	18,397	215,000	220,942	0.26
			56,371,978	59,151,602	70.05
Equities					
HSBC Global Investment Funds-Global Real Estate Equity	Daily	339,998	3,351,784	3,432,615	4.07
HSBC Index Tracker Investment Funds-European Index Fund	Daily	103,061	1,085,268	1,233,015	1.46
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	4,916,652	8,628,443	9,577,362	11.34
			13,065,495	14,242,992	16.87
Total investments in investee funds			69,437,473	73,394,594	86.92
Investments in securities:					
Bonds					
Bermuda (Govt of) (144A) (REG) 5.603% 07/20/2020		2,500,000	2,797,600	2,731,275	3.24
TSY INFL IX Bond 0.375% 07/15/2025		2,000,000	1,982,143	1,984,766	2.35
			4,779,743	4,716,041	5.59
Equities					
HSBC ESI Worldwide Equity UCITS ETF		87,500	1,325,741	1,399,781	1.66
iShares Core MSCI Emerging Markets ETF		19,700	881,729	985,788	1.17
WisdomTree Japan Hedged Equity Fund ETF		16,800	693,450	873,600	1.03
			2,900,920	3,259,169	3.86
Total investments in securities			7,680,663	7,975,210	9.45
Total investments			77,118,136	81,369,804	96.37
Derivative Contracts - Liability					
Unrealized loss on forward foreign currency contracts Buy USD 848,692/Sell EUR 760,000, 07/14/2017				(19,053)	(0.02)
Total derivative contracts - liability				(19,053)	(0.02)
Other net assets				3,087,747	3.65
Net assets				84,438,498	100.00

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Statements of Net Assets (Continued)

as at June 30, 2017

World Selection - 2

	Liquidity Period	Holdings In Shares/ Par Amount	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Asset Backed Bond	Bimonthly	42,909	5,737,000	5,985,363	5.13
HSBC Global Investment Funds-Global Corporate Bond	Daily	3,964,158	40,325,494	43,260,856	37.10
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	251,111	5,474,557	5,680,640	4.87
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	886,972	9,681,238	9,236,930	7.92
HSBC Global Investment Funds-Global Government Bond Fund	Daily	470,947	4,852,622	5,158,750	4.43
HSBC Global Investment Funds-Global High Yield Bond	Daily	638,398	6,436,367	6,922,786	5.94
HSBC Global Investment Funds-India Fixed Income	Daily	25,670	300,000	308,291	0.27
			72,807,278	76,553,616	65.66
Equities					
HSBC Global Investment Funds-Global Real Estate Equity	Daily	469,684	4,704,134	4,741,929	4.07
HSBC Index Tracker Investment Funds-European Index Fund	Daily	148,206	1,615,517	1,773,127	1.52
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	10,890,525	18,768,245	21,214,132	18.19
			25,087,896	27,729,188	23.78
Total investments in investee funds			97,895,174	104,282,804	89.44
Investments in securities:					
Bonds					
TSY INFL IX Bond 0.375% 07/15/2025		2,500,000	2,477,678	2,480,957	2.13
			2,477,678	2,480,957	2.13
Equities					
HSBC ESI Worldwide Equity UCITS ETF		176,000	2,666,933	2,815,560	2.41
iShares Core MSCI Emerging Markets ETF		26,500	1,185,360	1,326,060	1.14
WisdomTree Japan Hedged Equity Fund ETF		23,500	1,168,800	1,222,000	1.05
			5,021,093	5,363,620	4.60
Total investments in securities			7,498,771	7,844,577	6.73
Total investments			105,393,945	112,127,381	96.17
Derivative Contracts - Liability					
Unrealized loss on forward foreign currency contracts					
Buy USD 1,172,535/Sell EUR 1,050,000, 07/14/2017				(26,323)	(0.02)
Total derivative contracts - liability				(26,323)	(0.02)
Other net assets				4,490,634	3.85
Net assets				116,591,692	100.00

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Statements of Net Assets (Continued)

as at June 30, 2017

World Selection - 3

	Liquidity Period	Holdings In Shares/ Par Amount	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Asset Backed Bond	Bimonthly	28,847	3,970,000	4,023,858	3.19
HSBC Global Investment Funds-Global Corporate Bond	Daily	1,839,047	18,767,438	20,069,522	15.91
HSBC Global Investment Funds-Global Emerging Markets Bond	Daily	287,273	6,275,524	6,498,697	5.15
HSBC Global Investment Funds-Global Emerging Markets Local	Daily	973,162	10,549,304	10,134,505	8.04
HSBC Global Investment Funds-Global Government Bond Fund	Daily	120,686	1,234,662	1,321,994	1.05
HSBC Global Investment Funds-Global High Yield Bond	Daily	672,214	6,774,299	7,289,491	5.78
HSBC Global Investment Funds-India Fixed Income	Daily	27,809	325,000	333,982	0.27
			47,896,227	49,672,049	39.39
Equities					
HSBC Global Investment Funds-Global Real Estate Equity	Daily	620,711	6,194,330	6,266,699	4.97
HSBC Index Tracker Investment Funds-American Index Fund	Daily	1,892,245	11,492,856	12,778,253	10.13
HSBC Index Tracker Investment Funds-European Index Fund	Daily	489,313	5,038,681	5,854,091	4.64
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	525,911	1,346,748	1,515,523	1.20
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	14,689,17	24,714,927	28,613,684	22.69
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	1,416,159	1,902,736	2,205,777	1.75
			50,690,278	57,234,027	45.38
Total investments in investee funds			98,586,505	106,906,076	84.77
Investments in securities:					
Bonds					
TSY INFL IX Bond 0.375% 07/15/2025		2,500,000	2,477,678	2,480,957	1.96
			2,477,678	2,480,957	1.96
Equities					
HSBC ESI Worldwide Equity UCITS ETF		413,500	6,265,778	6,614,966	5.25
iShares Core MSCI Emerging Markets ETF		87,750	3,862,138	4,391,010	3.48
iShares MSCI Pacific Ex-Japan Index Fund		25,000	1,047,248	1,112,000	0.88
WisdomTree Japan Hedged Equity Fund ETF		24,000	1,191,995	1,248,000	0.99
			12,367,159	13,365,976	10.60
Total investments in securities			14,844,837	15,846,933	12.56
Total investments			113,431,342	122,753,009	97.33
Derivative Contracts – Liability					
Unrealized loss on forward foreign currency contracts					
Buy USD 1,903,974/Sell EUR 1,705,000, 07/14/2017				(42,743)	(0.03)
Buy USD 1,266,400/Sell GBP 1,000,000, 07/14/2017				(31,043)	(0.03)
Total derivative contracts - liability				(73,786)	(0.06)
Other net assets				3,440,014	2.73
Net assets				126,119,237	100.00

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Statements of Net Assets (Continued)

as at June 30, 2017

World Selection - 4

	Liquidity Period	Holdings In Shares	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Corporate Bond	Daily	23,142	238,673	252,554	0.51
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	126,107	2,357,134	2,443,026	4.90
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	389,996	4,200,221	4,061,419	8.15
HSBC Global Investment Funds-Global High Yield Bond	Daily	217,476	2,216,942	2,529,893	5.07
HSBC Global Investment Funds-India Fixed Income	Daily	10,696	125,000	128,455	0.26
			9,137,970	9,415,347	18.89
Equities					
HSBC Global Investment Funds-Global Real Estate Equity	Daily	229,020	2,280,249	2,378,375	4.77
HSBC Index Tracker Investment Funds-American Index Fund	Daily	1,142,194	6,995,240	7,713,192	15.48
HSBC Index Tracker Investment Funds-European Index Fund	Daily	243,867	2,507,977	2,917,599	5.85
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	327,157	847,662	942,772	1.89
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	8,701,252	14,618,633	16,949,550	34.01
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	815,992	1,124,443	1,270,970	2.55
			28,374,204	32,172,458	64.55
Total investments in investee funds			37,512,174	41,587,805	83.44
Investments in securities:					
Equities					
HSBC ESI Worldwide Equity UCITS ETF		233,000	3,530,656	3,727,417	7.48
iShares Core MSCI Emerging Markets ETF		44,800	1,976,741	2,241,792	4.50
iShares MSCI Pacific Ex-Japan Index Fund		14,200	589,170	631,616	1.27
WisdomTree Japan Hedged Equity Fund ETF		9,600	484,752	499,200	1.00
			6,581,319	7,100,025	14.25
Total investments in securities			6,581,319	7,100,025	14.25
Total investments			44,093,493	48,687,830	97.69
Derivative Contracts - Liability					
Unrealized loss on forward foreign currency contracts					
Buy USD 500,228/Sell GBP 395,000, 07/14/2017				(12,262)	(0.03)
Buy USD 748,189/Sell EUR 670,000, 07/14/2017				(16,796)	(0.03)
Total derivative contracts - liability				(29,058)	(0.06)
Other net assets				1,179,553	2.37
Net assets				49,838,325	100.00

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Statements of Net Assets (Continued)

as at June 30, 2017

World Selection - 5

	Liquidity Period	Holdings In Shares	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	40,325	445,000	454,747	1.05
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	203,157	2,001,615	2,115,679	4.87
HSBC Global Investment Funds-Global High Yield Bond	Daily	57,562	631,659	669,620	1.54
HSBC Global Investment Funds-India Fixed Income	Daily	9,412	110,000	113,040	0.26
			3,188,274	3,353,086	7.72
Equities					
HSBC Global Investment Funds-Global Real Estate Equity	Daily	204,329	2,038,936	2,062,904	4.75
HSBC Index Tracker Investment Funds-American Index Fund	Daily	1,622,446	9,775,801	10,956,309	25.23
HSBC Index Tracker Investment Funds-European Index Fund	Daily	319,734	3,133,533	3,825,260	8.81
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	461,775	1,182,510	1,330,703	3.06
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	5,878,212	9,931,912	11,450,427	26.36
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	1,145,845	1,556,914	1,784,741	4.11
			27,619,606	31,410,344	72.32
Total investments in investee funds			30,807,880	34,763,430	80.04
Investments in securities:					
Equities					
HSBC ESI Worldwide Equity UCITS ETF		246,300	3,731,773	3,940,184	9.07
iShares Core MSCI Emerging Markets ETF		58,700	2,560,205	2,937,348	6.76
iShares MSCI Pacific Ex-Japan Index Fund		20,300	832,520	902,944	2.08
WisdomTree Japan Hedged Equity Fund ETF		8,600	369,098	447,200	1.03
			7,493,596	8,227,676	18.94
Total investments in securities			7,493,596	8,227,676	18.94
Total investments			38,301,476	42,991,106	98.98
Derivative Contracts - Liability					
Unrealized loss on forward foreign currency contracts					
Buy USD 329,264/Sell GBP 260,000, 07/14/2017				(8,071)	(0.02)
Buy USD 664,437/Sell EUR 595,000, 07/14/2017				(14,916)	(0.03)
Total derivative contracts - liability				(22,987)	(0.05)
Other net asset				466,411	1.07
Net assets				43,434,530	100.00

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited
Statements of Operations
for the year ended June 30, 2017

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Income					
Dividend income (net of withholding tax of USD 15,819, USD 21,464, USD 46,573, USD 22,223 and USD 29,904 respectively)	1,373,241	2,186,947	1,329,190	(133,077)	(152,858)
Interest income	171,633	27,104	22,270	3,805	2,436
Other income	3,240	9,504	77,154	38,606	71,487
	<u>1,548,114</u>	<u>2,223,555</u>	<u>1,428,614</u>	<u>(90,666)</u>	<u>(78,935)</u>
Expenses					
Management fee (notes 4 & 15)	1,111,306	1,821,291	2,034,874	782,715	684,241
Audit fees	10,183	4,060	1,314	1,979	-
Directors' fees (note 8)	2,067	3,281	3,030	1,154	1,178
Other expenses	11,086	11,779	16,111	6,250	8,720
	<u>1,134,642</u>	<u>1,840,411</u>	<u>2,055,329</u>	<u>792,098</u>	<u>694,139</u>
Net investment income/(loss)	<u>413,472</u>	<u>383,144</u>	<u>(626,715)</u>	<u>(882,764)</u>	<u>(773,074)</u>
Net realized gain/(loss) on sale of investments and foreign exchange	51,423	1,057,259	1,544,019	379,407	(292,676)
Net realized loss on derivative contracts	(83,462)	(110,209)	(227,028)	(86,718)	(87,734)
Net change in unrealized gain on investments and foreign exchange	2,338,719	5,421,385	11,366,943	6,900,533	7,415,138
Net change in unrealized loss on derivative contracts	(23,024)	(38,304)	(62,418)	(19,049)	(13,795)
	<u>2,283,656</u>	<u>6,330,131</u>	<u>12,621,516</u>	<u>7,174,173</u>	<u>7,020,933</u>
Net increase in net assets resulting from operations	<u>2,697,128</u>	<u>6,713,275</u>	<u>11,994,801</u>	<u>6,291,409</u>	<u>6,247,859</u>

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited
Statements of Changes in Net Assets
for the year ended June 30, 2017

World Selection - 1	Class AC USD	Class AD USD	Class IC USD	Class LC USD	Class ID USD	Total
Net assets at start of the year	12,793,753	9,205,649	26,495,354	2,968,511	36,568,874	88,032,141
Net increase in net assets from operations						
Net investment income	48,868	34,419	134,689	12,313	183,183	413,472
Net realized gain on sale of investments and foreign exchange	9,566	5,785	14,283	842	20,947	51,423
Net realized loss on derivative contracts	(12,567)	(8,849)	(24,784)	(2,820)	(34,442)	(83,462)
Net change in unrealized gain on investments and foreign exchange	350,390	255,227	706,080	76,883	950,139	2,338,719
Net change in unrealized loss on derivative contracts	(3,321)	(2,325)	(6,868)	(747)	(9,763)	(23,024)
	392,936	284,257	823,400	86,471	1,110,064	2,697,128
Subscriptions and redemptions						
Proceeds on issue of shares	1,375,633	823,082	300,065	538,926	4,880,071	7,917,777
Payments on redemption of shares	(1,585,127)	(1,313,871)	(3,048,191)	(915,676)	(6,920,864)	(13,783,729)
	(209,494)	(490,789)	(2,748,126)	(376,750)	(2,040,793)	(5,865,952)
Dividends	-	(84,484)	-	-	(340,335)	(424,819)
Net assets at end of the year	12,977,195	8,914,633	24,570,628	2,678,232	35,297,810	84,438,498

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited
Statements of Changes in Net Assets (Continued)
for the year ended June 30, 2017

World Selection - 2	Class AC USD	Class AD USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	32,392,147	2,617,001	81,956,806	2,032,850	118,998,804
Net increase in net assets from operations					
Net investment income	37,180	9,831	335,910	223	383,144
Net realized gain on sale of investments and foreign exchange	285,477	18,611	732,898	20,273	1,057,259
Net realized loss on derivative contracts	(30,001)	(2,042)	(76,118)	(2,048)	(110,209)
Net change in unrealized gain on investments and foreign exchange	1,459,894	96,021	3,762,443	103,027	5,421,385
Net change in unrealized loss on derivative contracts	(10,026)	(858)	(26,723)	(697)	(38,304)
	1,742,524	121,563	4,728,410	120,778	6,713,275
Subscriptions and redemptions					
Proceeds on issue of shares	2,077,629	-	3,933,676	521,040	6,532,345
Payments on redemption of shares	(4,323,158)	(742,976)	(10,241,783)	(323,073)	(15,630,990)
	(2,245,529)	(742,976)	(6,308,107)	197,967	(9,098,645)
Dividends	-	(21,742)	-	-	(21,742)
Net assets at end of the year	31,889,142	1,973,846	80,377,109	2,351,595	116,591,692

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited
Statements of Changes in Net Assets (Continued)
for the year ended June 30, 2017

World Selection - 3	Class AC USD	Class AD USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	42,920,985	2,978,463	77,019,940	6,822,106	129,741,494
Net increase in net assets from operations					
Net investment loss	(301,997)	(20,465)	(251,657)	(52,596)	(626,715)
Net realized gain on sale of investments and foreign exchange	525,842	31,299	895,676	91,202	1,544,019
Net realized loss on derivative contracts	(76,198)	(5,169)	(132,971)	(12,690)	(227,028)
Net change in unrealized gain on investments and foreign exchange	3,828,227	277,333	6,622,013	639,370	11,366,943
Net change in unrealized loss on derivative contracts	(21,080)	(1,165)	(36,775)	(3,398)	(62,418)
	3,954,794	281,833	7,096,286	661,888	11,994,801
Subscriptions and redemptions					
Proceeds on issue of shares	2,699,737	156,726	5,842,997	1,508,310	10,207,770
Payments on redemption of shares	(8,048,654)	(1,923,589)	(14,364,380)	(1,485,982)	(25,822,605)
	(5,348,917)	(1,766,863)	(8,521,383)	22,328	(15,614,835)
Dividends	-	(2,223)	-	-	(2,223)
Net assets at end of the year	41,526,862	1,491,210	75,594,843	7,506,322	126,119,237
World Selection - 4		Class AC USD	Class IC USD	Class LC USD	Total
Net assets at start of the year		17,449,892	24,175,715	6,502,145	48,127,752
Net increase in net assets from operations					
Net investment loss		(346,528)	(395,940)	(140,296)	(882,764)
Net realized gain on sale of investments and foreign exchange		132,176	177,513	69,718	379,407
Net realized loss on derivative contracts		(25,035)	(42,579)	(19,104)	(86,718)
Net change in unrealized gain on investments and foreign exchange		2,497,572	3,383,363	1,019,598	6,900,533
Net change in unrealized loss on derivative contracts		(6,759)	(9,049)	(3,241)	(19,049)
		2,251,426	3,113,308	926,675	6,291,409
Subscriptions and redemptions					
Proceeds on issue of shares		1,127,290	2,523,382	1,644,493	5,295,165
Payments on redemption of shares		(3,612,330)	(5,272,004)	(991,667)	(9,876,001)
		(2,485,040)	(2,748,622)	652,826	(4,580,836)
Net assets at end of the year		17,216,278	24,540,401	8,081,646	49,838,325

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited
Statements of Changes in Net Assets (Continued)
for the year ended June 30, 2017

World Selection - 5	Class AC USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	9,445,322	27,922,485	6,026,331	43,394,138
Net increase in net assets from operations				
Net investment loss	(189,984)	(461,112)	(121,978)	(773,074)
Net realized loss on sale of investments and foreign exchange	(60,752)	(198,152)	(33,772)	(292,676)
Net realized loss on derivative contracts	(19,389)	(55,636)	(12,709)	(87,734)
Net change in unrealized gain on investments and foreign exchange	1,639,426	4,699,110	1,076,602	7,415,138
Net change in unrealized loss on derivative contracts	(3,163)	(8,342)	(2,290)	(13,795)
	1,366,138	3,975,868	905,853	6,247,859
Subscriptions and redemptions				
Proceeds on issue of shares	894,611	1,038,540	1,318,106	3,251,257
Payments on redemption of shares	(1,984,617)	(6,235,541)	(1,238,566)	(9,458,724)
	(1,090,006)	(5,197,001)	79,540	(6,207,467)
Net assets at end of the year	9,721,454	26,701,352	7,011,724	43,434,530

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Notes to the Financial Statements

for the year ended June 30, 2017

1. The Fund

The HSBC Managed Portfolios Limited (the "Fund") is an open-ended exempted mutual fund company incorporated with limited liability and unlimited duration in Bermuda on August 23, 2002 in accordance with The Companies Act 1981 of Bermuda.

The Fund has been classified as a standard fund in accordance with the Bermuda Monetary Authority Investment Funds Act 2006, with effect from July 6, 2007.

The investment objective of the Fund is to achieve high total return over time consistent with an emphasis on capital growth and income while attempting to limit risk through investment in a diversified portfolio of mutual funds. The Fund will primarily invest in HSBC Funds.

The investment objective of the World Selection - 1 is to achieve total return through a mix of capital growth and income through investing in a balanced portfolio of primarily HSBC funds. This portfolio offers the lowest risk and lowest potential returns over time compared with the other portfolios.

The investment objective of the World Selection - 2 is to achieve total return through a mix of capital growth and income through investing in a balanced portfolio of primarily HSBC funds. This Portfolio offers a low risk and low potential returns over time compared with the other portfolios.

The investment objective of the World Selection - 3 is to achieve total return through a mix of capital growth and income through investing in a balanced portfolio of primarily HSBC funds. This Portfolio offers moderate risk and potential return over time.

The investment objective of the World Selection - 4 is to achieve total return through a mix of capital growth and income through investing in a balanced portfolio of primarily HSBC funds. This Portfolio offers higher risk and higher potential return over time compared with the other portfolios.

The investment objective of the World Selection - 5 is to achieve total return achieved through a mix of capital growth and income through investing in a balanced portfolio of primarily HSBC funds. This Portfolio offers the highest risk and highest potential return over time compared with the other portfolios.

The Fund is managed by HSBC Global Asset Management (Bermuda) Limited (the "Manager"), a wholly-owned subsidiary of HSBC Bank Bermuda Limited (the "Bank"), a member of the HSBC Group.

The Shares of the Fund are divided into several portfolios ("Portfolios") for which the Fund maintains separate accounts. The assets of each Portfolio of the Fund are held exclusively for the benefit of the holders of the shares of the relevant Portfolio. However, all assets of the Fund are subject to the general creditors of the Fund, in that the assets of each Portfolio may be exposed to the liabilities of other Portfolios within the Fund. At June 30, 2017, the Directors were not aware of any such specific existing or contingent liabilities.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

1. The Fund (continued)

The Portfolios and share classes existing as at June 30, 2017 were as follows:

	Date of Inception
World Selection - 1 – Class AC - USD	August 27, 2014
World Selection - 1 – Class AD - USD	August 27, 2014
World Selection - 1 – Class IC - USD	August 27, 2014
World Selection - 1 – Class LC - USD	August 27, 2014
World Selection - 1 – Class ID - USD	August 27, 2014
World Selection - 2 – Class AC - USD	October 16, 2002
World Selection - 2 – Class AD - USD	October 16, 2002
World Selection - 2 – Class IC - USD	October 16, 2002
World Selection - 2 – Class LC - USD	October 14, 2010
World Selection - 3 – Class AC - USD	October 16, 2002
World Selection - 3 – Class AD - USD	October 16, 2002
World Selection - 3 – Class IC - USD	October 16, 2002
World Selection - 3 – Class LC - USD	October 14, 2010
World Selection - 4 – Class AC - USD	October 16, 2002
World Selection - 4 – Class IC - USD	October 16, 2002
World Selection - 4 – Class LC - USD	October 14, 2010
World Selection - 5 – Class AC - USD	August 27, 2014
World Selection - 5 – Class IC - USD	August 27, 2014
World Selection - 5 – Class LC - USD	August 27, 2014

2. Significant Accounting Policies

The accompanying financial statements are prepared in accordance with U.S. generally accepted accounting principles (“U.S. GAAP”). The Fund meets the typical characteristics of an investment company and is therefore applying the accounting and reporting guidance under Financial Accounting Standards Board Accounting Standards Codification (“FASB ASC”) Topic 946, *Financial Services – Investment Companies*.

The significant accounting and reporting policies adopted by the Fund are as follows:

(a) Investment transactions and income

Investment transactions are recorded on the trade date. Realized gains and losses on investment transactions are calculated on a weighted average cost basis and are included in the statements of operations.

Discounts and premiums on debt securities are amortized over the life of the respective securities using the effective interest rate method.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

2. Significant Accounting Policies (continued)

(b) Valuation of investments

In accordance with U.S. GAAP, fair value is defined as the price that the Fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. Accounting guidelines for fair value measurements establishes a framework for measuring fair value, and a three- level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer broadly to the assumptions that market participants would use in pricing the asset or liability.

Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Fund. Unobservable inputs reflect the Fund's own assumptions about the inputs that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. Each investment is assigned a level based upon the observability of the inputs which are significant to the overall valuation. The three-tier hierarchy of inputs is summarized below:

- Level 1 – observable prices and quoted prices in active markets for identical investments
- Level 2 – other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurements falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement.

Investments are valued as follows:

- Investments in investee funds are valued based on reported net asset value per share as provided by the administrators of the investee funds.
- Securities that are listed on a national securities exchange are valued at the last reported sale price on the last business day of the year. In the event that a sale does not occur on the last business day of the year, such securities are valued at the "bid" price as reported by the principal securities exchange on which such securities are traded. To the extent that these securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy.
- The fair value of debt instruments is estimated using various techniques, which may consider recently executed transactions in securities of the issuer or comparable issuer, market price quotations (where observable), bond spreads, fundamental data relating to the issuer, and credit default swap spreads adjusted for any basis difference between cash and derivatives instruments. While most debt instruments are categorized in Level 2 of the fair value hierarchy, in instances where lower relative weight is placed on transaction prices, quotations, or similar observable inputs, they are categorized in Level 3 of the fair value hierarchy.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

2. Significant Accounting Policies (continued)

(c) Derivatives

Forward foreign currency contracts are recorded at fair value at the reporting date. The fair value of forward foreign currency contracts at the reporting date generally reflects the amount that the Fund would receive or pay to terminate the contract at the reporting date. Realized and unrealized changes in fair values are included in realized and change in unrealized gains and losses on derivative contracts in the statements of operations in the period in which the changes occur. Forward foreign currency contracts are categorized in Level 2 of the fair value hierarchy.

Unrealized gains and losses on open forward foreign currency contracts are calculated as the difference between the contract rate and the applicable forward rate based upon rates reported in published sources on the valuation date, applied to the face amount of the forward foreign currency contract.

The Fund has elected to not offset assets and liabilities on its statements of assets and liabilities, including cash, that may be received or paid as part of collateral agreements, even when an enforceable master netting agreement is in place that provides the Fund, in the event of counterparty default, the right to liquidate collateral and the right to offset a counterparty's rights and obligations.

(d) Cash and cash equivalents

Cash and cash equivalents includes cash balances, money market funds and short-term fixed deposits with maturity dates of less than 30 days from the date of purchase.

(e) Interest and dividend income

Interest income is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date net of withholding tax.

(f) Rebate income

Rebate income is calculated based on investments in certain investee funds and is recorded on the accrual basis.

(g) Expenses

The Fund bears all operating expenses which are allocated between all Portfolios in proportion to the respective net asset value of each Portfolio unless the expense is solely attributable to a specific Portfolio, whereby it is allocated to that specific Portfolio.

(h) Use of estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

2. Significant Accounting Policies (continued)

- (i) Foreign currency translation
Assets and liabilities denominated in currencies other than the base currency of each Portfolio are translated into the base currency at the rate prevailing at the date of the financial statements. Transactions during the year in currencies other than the base currency have been translated into the base currency at the rate of exchange prevailing on the date of the transaction. Realized and unrealized gains and losses on translation of investment balances are included in the statements of operations under "net realized gain/(loss) on sale of investments and foreign exchange" and "net change in unrealized gain/(loss) on investments and foreign exchange", respectively. All other realized and unrealized gains and losses are included in the line item to which they relate.
- (j) Mandatory redeemable financial instruments
Financial instruments, mandatorily redeemable at the option of the holder, are classified as liabilities when a redemption request has been received and the redemption amount has been determined.
- (k) Allocation of profits and losses
All investment income and loss, realized and unrealized gains and losses of each Portfolio are allocated to each class of shares outstanding on a daily basis in proportion to their interest in the net asset value of the Portfolio.
- (l) New accounting pronouncements
In August 2014, the FASB issued Accounting Standard Update 2014-15, *Presentation of Financial Statements – Going Concern* ("ASU 2014-15") relating to the presentation of financial statements on a going concern basis under U.S GAAP. It sets forth that if conditions or events raise substantial doubt about an entity's ability to continue as a going concern, but the substantial doubt is alleviated as a result of consideration of management's plans, the entity should include a statement in the footnotes indicating that there is substantial doubt about the entity's ability to continue as a going concern within one year after the date that the financial statements are issued (or available to be issued). Additionally, the entity should disclose information that enables users of the financial statements to understand all of the following: (i) Principal conditions or events that raised substantial doubt about the entity's ability to continue as a going concern (before consideration of management's plans); (ii) management's evaluation of the significance of those conditions or events in relation to the entity's ability to meet its obligations; (iii) management's plans that alleviated substantial doubt about the entity's ability to continue as a going concern. The requirements of the standard are effective for interim and annual reporting periods in fiscal periods that begin after December 15, 2016 with early application permitted. The impact on the Fund's financial statement disclosures is not expected to be material.

In May 2015, the FASB issued Accounting Standards Update No. 2015-07 ("ASU 2015-07"), *Fair Value Measurement (Topic 820): Disclosures for Investments in Certain Entities that Calculate Net Asset Value per Share (or its Equivalent)*. ASU 2015-07 removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using net asset value per share (or its equivalent) using the practical expedient. ASU 2015-07 is effective for fiscal years beginning on or after December 15, 2016 for private companies, however, early adoption is permitted. The Fund elected to early adopt ASU 2015-07. Accordingly, investments for which fair value is measured using net asset value per share (or its equivalent) as a practical expedient, have not been categorized within the fair value hierarchy.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

2. Significant Accounting Policies (continued)

(l) New accounting pronouncements (continued)

In January 2016, the FASB issued Codification Accounting Standards Update No. 2016-01, (Subtopic 825-10) *Recognition and Measurement of Financial Assets and Financial Liabilities* ("ASU 2016-01"). ASU 2016-01 requires that an entity should present separately in other comprehensive income the portion of the total change in the fair value of a liability resulting from a change in the instrument-specific credit risk if the entity has elected to measure the liability at fair value in accordance with the fair value option for financial instruments. ASU 2016-01 is effective for fiscal years beginning after December 15, 2017 and for interim periods within those fiscal years. Early adoption is permitted. The impact on the Fund's financial statement disclosures is not expected to be material.

3. Cash and Cash Equivalents and Bank Overdraft

(a) Cash and cash equivalents

Cash and fixed deposit balances are held with the Bank. Cash equivalents comprise investments in HSBC Corporate Money Funds Limited.

	World Selection - 1	World Selection - 2	World Selection - 3	World Selection - 4	World Selection - 5
	USD	USD	USD	USD	USD
Cash at bank	267,200	14,251	14,186	16,576	14,503
Money market fund	3,200,071	3,904,336	4,296,371	1,236,116	598,145
Total	3,467,271	3,918,587	4,310,557	1,252,692	612,648

(b) Bank overdraft

Under an agreement dated October 16, 2006 and amended on December 17, 2010 and November 1, 2016, the Bank made an overdraft facility available to the Fund.

For World Selection - 1, the maximum amount that may be advanced is the lesser of the sum of 10% of the Net Assets in Custody ("NVAC") held in the Bank's custody or USD 9,200,000.

For World Selection - 2, the maximum amount that may be advanced is the lesser of the sum of 10% of the Net Assets in Custody ("NVAC") held in the Bank's custody or USD 12,000,000.

For World Selection - 3, the maximum amount that may be advanced is the lesser of the sum of 10% of the Net Assets in Custody ("NVAC") held in the Bank's custody or USD 13,100,000.

For World Selection - 4, the maximum amount that may be advanced is the lesser of the sum of 10% of the Net Assets in Custody ("NVAC") held in the Bank's custody or USD 5,000,000.

For World Selection - 5, the maximum amount that may be advanced is the lesser of the sum of 10% of the Net Assets in Custody ("NVAC") held in the Bank's custody or USD 4,600,000.

Under the terms of the agreement, all assets of the Fund held in the Bank's custody are pledged as security against advances made by the Bank. The amount outstanding is due upon demand and interest is payable on balances drawn at an amount equal to the Bank's base rate plus 125 basis points. At June 30, 2017, USD Nil is outstanding under this facility.

(c) Foreign exchange transactions facility

Under an agreement dated October 16, 2006 and amended December 9, 2011, the Bank made available a foreign exchange transactions facility to the Fund, up to a maximum of the lesser of USD 100,000,000 or 100% of the Net Asset Value (NAV) of each Portfolio. At June 30, 2017, USD Nil is outstanding under this facility. The facility is collateralized by the Fund's assets held in the Bank's custody.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

4. Manager

Under an agreement dated August 29, 2002 and amended on October 11, 2006 and September 12, 2016, the Manager is entitled to receive a quarterly fee calculated at a rate outlined below of the average of the weekly value of the net assets of each of the Portfolios during the quarter. If the current fee rate is to be changed, notice must first be given to the Fund and Shareholders.

The maximum management fee permitted under the terms of the amended agreement is 2.50% per annum in the case of each Class. The fee rates incurred during the year were as follows:

Portfolio	Class	Rate
World Selection - 1	AC	1.35%
World Selection - 1	AD	1.35%
World Selection - 1	IC	1.25%
World Selection - 1	LC	1.35%
World Selection - 1	ID	1.25%
World Selection - 2	AC	1.75%
World Selection - 2	AD	1.75%
World Selection - 2	IC	1.45%
World Selection - 2	LC	1.75%
World Selection - 3	AC	1.75%
World Selection - 3	AD	1.75%
World Selection - 3	IC	1.45%
World Selection - 3	LC	1.75%
World Selection - 4	AC	1.75%
World Selection - 4	IC	1.45%
World Selection - 4	LC	1.75%
World Selection - 5	AC	1.75%
World Selection - 5	IC	1.45%
World Selection - 5	LC	1.75%

(In the above, "AD" means Class A – Dividend; "AC" means Class A – Accumulating, "LC" means Class L – Accumulating; "IC" means Class I – Accumulating; and "ID" means Class I – Dividend).

The Manager, out of the management fee paid to it for its services provided pursuant to this agreement, shall be responsible for the payment of any fees and/or expenses of the Custodian and Administrator of the Fund. For the year ended June 30, 2017, the Manager invested certain of the Fund's assets in various other HSBC Funds. In respect of investments in other HSBC funds, the Manager waives from the quarterly fee the amount of the management fee of the underlying fund.

5. Administrator

Under an agreement dated August 29, 2002 and amended on May 20, 2016 between the Fund and HSBC Securities Services (Bermuda) Limited (the "Administrator"), a wholly-owned subsidiary of the Bank, the Administrator agreed to act as share registrar, transfer agent, secretary and to provide Foreign Account Tax Compliance Act (FATCA) assistance services, accounting and administrative services to the Fund. The Administrator shall be paid by the Fund, or the Fund shall procure that the Manager as its delegate shall pay, by way of remuneration for its services pursuant to this agreement fees at such rates as may be agreed from time to time between the Fund and the Administrator out of the fees payable to the Manager by the Fund.

The Administrator is also entitled to receive from the Fund or the Fund shall procure that the Manager as its delegate shall pay an amount equal to the out-of-pocket expenses incurred in carrying out its duties.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

6. Custodian

Under an agreement effective October 2, 2006, HSBC Institutional Trust Services (Bermuda) Limited was appointed as Custodian for the Fund. The Custodian shall be paid by the Fund, or the Fund shall procure that the Manager as its delegate shall pay, by way of remuneration for its services pursuant to this agreement fees at such rates as may be agreed from time to time between the Fund and the Custodian out of the fees payable to the Manager by the Fund.

The Custodian is also entitled to receive from the Fund or the Fund shall procure that the Manager as its delegate shall pay an amount equal to the out-of-pocket expenses incurred in carrying out its duties.

7. Taxation

At the present time no income, corporation profit or capital gains taxes are levied in Bermuda and accordingly no provision for such taxes has been recorded by the Fund. In the event that such taxes are levied, the Fund received an undertaking from the Bermuda Government under the Exempted Undertaking Tax Protection Act 1966, exempting it from all such taxes until March 31, 2035.

8. Directors' Fees

Each of the Directors is entitled to receive from the Fund a fee at such rate as may be set from time to time by the Board of Directors, provided such remuneration shall not exceed an aggregate of USD 30,000 per annum without prior consent of the shareholders in a general meeting. The Directors may also be reimbursed for all travel, hotel and other expenses properly incurred by them in attending meetings of the Fund. No such fees will be payable where the Director is employed by the Bank or any of its subsidiaries or affiliates.

For the year ended June 30, 2017, Mr. L Anthony Joaquin and Ms. Julie E. McLean received Director's fee at an annual rate of USD 5,000 each.

9. Directors' Interests

As at June 30, 2017, the Directors of the Fund had the following holdings:

Director	Portfolio	Number of Shares
Faith Outerbridge (HBBM Pension)	World Selection - 1	394
	World Selection - 5	2,099
Faith Outerbridge (HBBM Non - Pension)	World Selection - 5	589
Anthony Riker	World Selection - 2	3,408

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

10. Share Capital

The present authorized share capital of USD 100,000 of the Fund is divided into 9,999,900 voting participating shares ("Shares") of USD 0.01 par value each and 100 founders' shares of USD 0.01 par value each. The Manager holds all of the founders' shares, USD nil paid. The founders' shares do not have any voting or other rights and are only entitled to the return of capital paid upon winding up. Participating shares may be subscribed for and redeemed on a weekly basis. Shareholders requesting redemption of shares must give prior written notice and should be received by the Administrator by 12:00 noon (Bermuda time) on Wednesday of each week and/or such other day or days as the Manager may determine.

	World Selection - 1 Class AC	World Selection - 1 Class AD	World Selection - 1 Class IC	World Selection - 1 Class LC	World Selection - 1 Class ID
Shares in issue July 1, 2016	78,686	61,037	162,691	18,257	242,085
Shares issued during the year	8,321	5,443	1,816	3,275	32,040
Shares redeemed during the year	(9,644)	(8,654)	(18,413)	(5,566)	(45,631)
Shares in issue June 30, 2017	77,363	57,826	146,094	15,966	228,494

	World Selection - 2 Class AC	World Selection - 2 Class AD	World Selection - 2 Class IC	World Selection - 2 Class LC
Shares in issue July 1, 2016	198,498	17,658	485,716	12,457
Shares issued during the year	12,376	-	22,621	3,101
Shares redeemed during the year	(25,897)	(4,915)	(58,780)	(1,917)
Shares in issue June 30, 2017	184,977	12,743	449,557	13,641

	World Selection - 3 Class AC	World Selection - 3 Class AD	World Selection - 3 Class IC	World Selection - 3 Class LC
Shares in issue July 1, 2016	248,169	17,748	432,580	39,445
Shares issued during the year	14,876	903	30,882	8,341
Shares redeemed during the year	(43,710)	(10,528)	(76,824)	(8,139)
Shares in issue June 30, 2017	219,335	8,123	386,638	39,647

	World Selection - 4 Class AC	World Selection - 4 Class IC	World Selection - 4 Class LC
Shares in issue July 1, 2016	97,803	131,611	36,443
Shares issued during the year	5,926	12,764	8,673
Shares redeemed during the year	(18,726)	(27,038)	(5,214)
Shares in issue June 30, 2017	85,003	117,337	39,902

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

10. Share Capital (continued)

	World Selection - 5 Class AC	World Selection - 5 Class IC	World Selection - 5 Class LC
Shares in issue July 1, 2016	52,052	153,207	33,210
Shares issued during the year	4,607	5,268	6,791
Shares redeemed during the year	(10,113)	(31,591)	(6,429)
Shares in issue June 30, 2017	46,546	126,884	33,572

11. Cost of Investments

Cost of Investments as at June 30, 2017	USD
World Selection - 1	77,118,136
World Selection - 2	105,393,945
World Selection - 3	113,431,342
World Selection - 4	44,093,493
World Selection - 5	38,301,476

12. Derivative financial instruments and risk

In the normal course of its business, the Fund may use forward foreign currency contracts to hedge its foreign currency exposure. The Fund attempts to protect itself against any adverse changes in foreign currencies to US Dollar rate. As such it is also precluded from participating in favorable exchange rate movements. Although the Fund attempts to minimize its foreign currency exposure, some unhedged foreign currency exposure may occur.

Forward foreign currency contracts are over-the-counter contractual commitments to purchase or sell a specified amount of foreign currency at a future date at a predetermined price. Forward foreign currency contracts expose the Fund to credit risk, which arises from the potential inability of counterparties to perform under the terms of the contract. Forward foreign currency contracts also expose the Fund to market risk to the extent that adverse changes occur in the exchange rate of underlying foreign currency that a perfect hedge is not achieved.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

12. Derivative financial instruments and risk (continued)

At June 30, 2017, the notional amount of the Fund's derivative financial instruments are as follows:

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Forward foreign currency exchange contracts					
Long exposure	848,692	1,172,535	3,170,374	1,248,417	993,701
Short exposure	-	-	-	-	-
	848,692	1,172,535	3,170,374	1,248,417	993,701

The Fund recognizes derivative financial instruments in an asset or liability position in the statements of assets and liabilities on a gross basis. The following table identifies the fair value amounts of derivative instruments included on the statements of assets and liabilities as derivative contracts at fair value as of June 30, 2017.

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Derivative Liabilities					
Forward foreign currency exchange contracts	(19,053)	(26,323)	(73,786)	(29,058)	(22,987)
Net position	(19,053)	(26,323)	(73,786)	(29,058)	(22,987)
Cash collateral pledged	-	-	-	-	-
Net amount	(19,053)	(26,323)	(73,786)	(29,058)	(22,987)

The following is a summary of the net realized and change in unrealized gains and losses attributable to derivative financial instruments for the year ended June 30, 2017:

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Net realized loss					
Forward foreign currency exchange contracts	(83,462)	(110,209)	(227,028)	(86,718)	(87,734)
Net change in unrealized loss					
Forward foreign currency exchange contracts	(23,024)	(38,304)	(62,418)	(19,049)	(13,795)
Net realized and change in unrealized loss	(106,486)	(148,513)	(289,446)	(105,767)	(101,529)

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

12. Derivative financial instruments and risk (continued)

Offsetting assets and liabilities

As at June 30, 2017, the Fund is subject to master netting arrangements with the counterparties to the forward foreign currency contracts. No financial assets or liabilities, subject to enforceable master netting arrangements or similar arrangements, are presented on a net basis in the statements of assets and liabilities of the Fund as at June 30, 2017. The gross amounts of unrealized gains and losses on forward foreign currency contracts, are disclosed in statements of net assets.

13. Financial Instruments and Associated Risks

Price Risk

Price risk arises primarily from uncertainty around the future prices of financial instruments held by the Fund and represents the loss the Fund might incur through holding such instruments in the face of price movements. The Manager allocates the Fund's portfolio of investments with a view to minimizing the risk associated with particular countries and industry sectors.

Currency Risk

Currency risk is the risk that future changes in exchange rates will make financial instruments held by the Fund less valuable. Substantially all the investments of each Portfolio are denominated in the related base currency thus minimizing currency risk.

Interest Rate Risk

The Fund is exposed to interest rate risk to the extent that the fair value of the Fund's financial instruments may fluctuate with movements in interest rates. The Fund manages interest rate risk by investing in short duration debt instruments. The Fund may invest in other investment companies exposed to significant interest rate risk. The Fund's exposure to interest rate risk through its investment in investee funds is limited to its investment in such funds.

Liquidity Risk

The Fund mainly invests in funds managed by an HSBC Group affiliate. The Fund invests in other investment companies that are not publicly traded or for which there is no liquid market. The Fund is exposed to liquidity risk to the extent that it is unable to realize its positions to meet liabilities and redemptions as they fall due in a timely and favorable manner. The liquidity profile of the Fund's investment portfolio as at June 30, 2017 is disclosed in the statements of net assets. The Fund manages liquidity risk by investing mainly in funds with daily redemptions.

Credit Risk

Credit risk is the risk that a counterparty will fail to discharge its obligation or commitment related to a financial instrument it has issued. Financial assets that potentially expose the Fund to credit risk consist primarily of cash and cash equivalents, investments, due from broker and dividends and rebates receivable. The extent of the Fund's exposure to credit risk in respect of these financial assets approximate the carrying values as recorded in the statements of assets and liabilities. Credit risk is managed by dealing with reputable counterparties.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

13. Financial Instruments and Associated Risks (continued)

Investments in Other Investment Funds

The investments in other investment funds (the “investee funds”) are valued at their fair value. The fair value represents the amount the Fund would have received at June 30, 2017 if it had liquidated its investments. The Fund has the ability to liquidate its investments periodically depending on the provisions of the respective investee funds’ offering documents.

World Selection - 1 – USD, World Selection - 2 – USD, World Selection - 3 – USD, World Selection - 4 – USD and World Selection - 5 – USD had invested 74%, 70%, 44%, 24% and 12%, respectively, as of June 30, 2017 of their net assets in HSBC Global Investment Funds, a fund managed by HSBC Investment Funds (Luxembourg) S.A. and administered by RBC Investor Services Bank S.A. HSBC Global Investment Funds is an open ended investment company with multiple sub-funds organized under the laws of Luxembourg and offers several portfolios with various investment objectives through investing in global government bonds, corporate bonds and emerging market debt. The Fund and HSBC Global Investment Funds are related due to having investment managers under common control.

World Selection - 1 – USD, World Selection - 2 – USD, World Selection - 3 – USD, World Selection - 4 – USD and World Selection - 5 – USD had invested 13%, 20%, 40%, 60% and 68%, respectively, as of June 30, 2017 of their net assets in HSBC Index Tracker Investment Funds, a fund managed and administered by HSBC Global Asset Management (UK). HSBC Index Tracker Investment Funds is authorized and regulated by the Financial Services Authority and is structured as an “umbrella” company, in that the company proposes to issue shares linked to different funds which have been established with various investment objectives through investing in various index related investments. The Fund and HSBC Index Tracker Investment Funds are related due to having investment managers under common control.

The investee funds in which the Fund has invested utilize a variety of financial instruments in their trading strategies including equity and debt securities of both U.S. and foreign issuers, options, futures contracts, forward contracts, and swap contracts. Several of these financial instruments contain varying degrees of off-balance sheet risk whereby changes in the market value of the securities underlying the financial instruments may be in excess of the amounts recorded on each investee fund’s balance sheet. However, due to the nature of the Fund’s interests in the investee funds, such risks are limited to the Fund’s investment in each investee fund.

At June 30, 2017, the Fund held positions in investee funds which utilized the following investment strategies as disclosed in the statements of net assets:

Bonds – This strategy mainly holds long bond positions in selective investee funds and government bonds with varying degrees of yield.

Equities – This strategy mainly holds long equity positions and the manager may have a geographical or sector specific focus.

The agreements relating to investments in investee funds provide for compensation to the investment managers in the form of management fees generally ranging from 0.04% to 1.50% per annum of net assets.

Complete information about the underlying investments held by the investee funds is not readily available, so it is unknown whether the investee funds hold any single investment whereby the Portfolio’s proportionate share exceeds 5% of the respective Portfolio’s net assets as of June 30, 2017.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

14. Dividends

The Directors' intention is to declare semi-annual dividends with respect to the Class A - Dividend Share Class of each of the World Selection - 1, World Selection - 2, and the World Selection - 3 Portfolios and the Class I Dividend Share Class of the World Selection - 1 Portfolio. There were no dividends declared pertaining to World Selection - 4 Portfolio and World Selection - 5 Portfolio.

During the year ended June 30, 2017, the Directors of the Fund declared the following dividends with respect to the World Selection - 1 Portfolio, World Selection - 2 Portfolio and World Selection - 3 Portfolio.

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD
Class AD	84,484	21,742	2,223
Class ID	340,335	-	-
Total	424,819	21,742	2,223

The Directors are empowered to declare and pay dividends on any Class of Shares in the Fund. It is intended that the majority of each of the World Selection - 1 Portfolio's, World Selection - 2 Portfolio's and the World Selection - 3 Portfolio's net investment income, in Class AD and the World Selection - 1 Portfolio's net investment income, in Class ID that is income from dividends, interest or otherwise, less that Portfolio's incurred expenses, will be distributed by way of dividend.

15. Management Fees

The management fee with respect to the World Selection - 1 Portfolio, World Selection - 2 Portfolio, World Selection - 3 Portfolio, World Selection - 4 Portfolio and World Selection - 5 Portfolio are as below.

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Class AC management fee	174,364	561,105	763,653	310,955	170,868
Class AD management fee	124,013	38,104	51,806	-	-
Class IC management fee	321,093	1,184,181	1,093,466	346,709	402,668
Class LC management fee	39,513	37,901	125,949	125,051	110,705
Class ID management fee	452,323	-	-	-	-
Total management fees	1,111,306	1,821,291	2,034,874	782,715	684,241
Management fee payable	89,626	148,990	163,392	65,724	56,868

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2017

16. Fair Value Measurements

The following table summarizes the valuation of the Fund's investments by investment type within each Portfolio by the fair value hierarchy levels as of June 30, 2017:

World Selection – 1	Level 1	Level 2	Level 3	Total
Assets				
Investments in securities, at fair value:				
Bonds	\$ -	\$ 4,716,041	\$ -	\$ 4,716,041
Equities	3,259,169	-	-	3,259,169
Total investments in securities, at fair value	3,259,169	4,716,041	-	7,975,210
Investments in investee funds, measured at net asset value ¹	-	-	-	73,394,594
Cash equivalents	3,200,071			3,200,071
Total	\$ 6,459,240	\$ 4,716,041	\$ -	\$ 84,569,875
Liabilities				
Derivative contracts, at fair value:				
Unrealized losses on forward foreign currency contracts	\$ -	\$ (19,053)	\$ -	\$ (19,053)
Total derivative contracts, at fair value	\$ -	\$ (19,053)	\$ -	\$ (19,053)
Total	\$ 6,459,240	\$ 4,696,988	\$ -	\$ 84,550,822

¹ The Fund has early adopted ASU 2015-07, which removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using the net asset value per share (or its equivalent) practical expedient.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

16. Fair Value Measurements (continued)

World Selection – 2

	Level 1	Level 2	Level 3	Total
Assets				
Investments in securities, at fair value:				
Bonds	\$ -	\$ 2,480,957	\$ -	\$ 2,480,957
Equities	5,363,620	-	-	5,363,620
Total investments in securities, at fair value	5,363,620	2,480,957	-	7,844,577
Investments in investee funds, measured at net asset value ¹	-	-	-	104,282,804
Cash equivalents	3,904,336	-	-	3,904,336
Total	\$ 9,267,956	\$ 2,480,957	\$ -	\$ 116,031,717
Liabilities				
Derivative contracts, at fair value:				
Unrealized losses on forward foreign currency contracts	\$ -	\$ (26,323)	\$ -	\$ (26,323)
Total derivative contracts, at fair value	\$ -	\$ (26,323)	\$ -	\$ (26,323)
Total	\$ 9,267,956	\$ 2,454,634	\$ -	\$ 116,005,394

¹ The Fund has early adopted ASU 2015-07, which removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using the net asset value per share (or its equivalent) practical expedient.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

16. Fair Value Measurements (continued)

World Selection – 3

	Level 1	Level 2	Level 3	Total
Assets				
Investments in securities, at fair value:				
Bonds	\$ -	\$ 2,480,957	\$ -	\$ 2,480,957
Equities	13,365,976	-	-	13,365,976
Total investments in securities, at fair value	13,365,976	2,480,957	-	15,846,933
Investments in investee funds, measured at net asset value ¹	-	-	-	106,906,076
Cash equivalents	4,296,371	-	-	4,296,371
Total	\$ 17,662,347	\$ 2,480,957	\$ -	\$ 127,049,380
Liabilities				
Derivative contracts, at fair value:				
Unrealized losses on forward foreign currency contracts	\$ -	\$ (73,786)	\$ -	\$ (73,786)
Total derivative contracts, at fair value	\$ -	\$ (73,786)	\$ -	\$ (73,786)
Total	\$ 17,662,347	\$ 2,407,171	\$ -	\$ 126,975,594

¹ The Fund has early adopted ASU 2015-07, which removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using the net asset value per share (or its equivalent) practical expedient.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

16. Fair Value Measurements (continued)

World Selection - 4

	Level 1	Level 2	Level 3	Total
Assets				
Investments in securities, at fair value:				
Equities	\$ 7,100,025	\$ -	\$ -	\$ 7,100,025
Total investments in securities, at fair value	7,100,025	-	-	7,100,025
Investments in investee funds, measured at net asset value ¹	-	-	-	41,587,805
Cash equivalents	1,236,116	-	-	1,236,116
Total	\$ 8,336,141	\$ -	\$ -	\$ 49,923,946
Liabilities				
Derivative contracts, at fair value:				
Unrealized losses on forward foreign currency contracts	\$ -	\$ (29,058)	\$ -	\$ (29,058)
Total derivative contracts, at fair value	\$ -	\$ (29,058)	\$ -	\$ (29,058)
Total	\$ 8,336,141	\$ (29,058)	\$ -	\$ 49,894,888

¹ The Fund has early adopted ASU 2015-07, which removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using the net asset value per share (or its equivalent) practical expedient.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

16. Fair Value Measurements (continued)

World Selection - 5

	Level 1	Level 2	Level 3	Total
Assets				
Investments in securities, at fair value:				
Equities	\$ 8,227,676	\$ -	\$ -	\$ 8,227,676
Total investments in securities, at fair value	8,227,676	-	-	8,227,676
Investments in investee funds, measured at net asset value ¹	-	-	-	34,763,430
Cash equivalents	598,145	-	-	598,145
Total	\$ 8,825,821	\$ -	\$ -	\$ 43,589,251
Liabilities				
Derivative contracts, at fair value:				
Unrealized losses on forward foreign currency contracts	\$ -	\$ (22,987)	\$ -	\$ (22,987)
Total derivative contracts, at fair value	\$ -	\$ (22,987)	\$ -	\$ (22,987)
Total	\$ 8,825,821	\$ (22,987)	\$ -	\$ 43,566,264

¹ The Fund has early adopted ASU 2015-07, which removes the requirement to categorize within the fair value hierarchy, all investments for which fair value is measured using the net asset value per share (or its equivalent) practical expedient.

The Fund's policy is to recognize transfers into and out of various levels of the fair value hierarchy as at the actual date of the event or change in circumstances that caused the transfer. No transfers were made between Levels 1, 2 or 3 of the fair value hierarchy during the year ended June 30, 2017.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

17. Financial Highlights

**Schedule of Financial Highlights for World Selection - 1
for the year ended June 30, 2017**

	USD				
	Class AC	Class AD	Class IC	Class LC	Class ID
Selected per share data					
Net asset value at beginning of the year	162.59	150.82	162.86	162.60	151.06
Income from investment operations					
Net investment income	0.61	0.55	0.78	0.61	0.73
Net realized and change in unrealized gains on investments and derivative contracts	<u>4.54</u>	<u>4.16</u>	<u>4.54</u>	<u>4.53</u>	<u>4.17</u>
Total from investment operations	<u>5.15</u>	<u>4.71</u>	<u>5.32</u>	<u>5.14</u>	<u>4.90</u>
Dividends declared	<u>-</u>	<u>(1.37)</u>	<u>-</u>	<u>-</u>	<u>(1.48)</u>
Net asset value at end of the year	<u>167.74</u>	<u>154.16</u>	<u>168.18</u>	<u>167.74</u>	<u>154.48</u>
Total return	3.17 %	3.12 %	3.27 %	3.16 %	3.24 %
Ratios to average net assets					
Total expenses	1.38 %	1.40 %	1.28 %	1.38 %	1.28 %
Net investment income	0.38 %	0.38 %	0.53 %	0.42 %	0.51 %
Supplemental data					
Net assets at end of the year	12,977,195	8,914,633	24,570,628	2,678,232	35,297,810

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 2
for the year ended June 30, 2017

	USD			
	Class AC	Class AD	Class IC	Class LC
Selected per share data				
Net asset value at beginning of the year	163.19	148.20	168.73	163.19
Income from investment operations				
Net investment income	0.10	0.10	0.62	0.10
Net realized and change in unrealized gains on investments and derivative contracts	9.10	8.21	9.44	9.10
Total from investment operations	9.20	8.31	10.06	9.20
Dividends declared	-	(1.61)	-	-
Net asset value at end of the year	172.39	154.90	178.79	172.39
Total return	5.64 %	5.61 %	5.96 %	5.64 %
Ratios to average net assets				
Total expenses	1.79 %	1.79 %	1.49 %	1.78 %
Net investment income	0.12 %	0.45 %	0.41 %	0.01 %
Supplemental data				
Net assets at end of the year	31,889,142	1,973,846	80,377,109	2,351,595

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 3
for the year ended June 30, 2017

	USD			
	Class AC	Class AD	Class IC	Class LC
Selected per share data				
Net asset value at beginning of the year	172.95	167.82	178.05	172.95
Income from investment operations				
Net investment loss	(1.32)	(1.28)	(0.80)	(1.28)
Net realized and change in unrealized income on investments and derivative contracts	17.70	17.17	18.27	17.66
Total from investment operations	16.38	15.89	17.47	16.38
Dividends declared	-	(0.12)	-	-
Net asset value at end of the year	189.33	183.59	195.52	189.33
Total return	9.47 %	9.47 %	9.81 %	9.47 %
Ratios to average net assets				
Total expenses	1.78 %	1.80 %	1.47 %	1.75 %
Net investment loss	(0.70) %	(0.70) %	(0.34) %	(0.72) %
Supplemental data				
Net assets at end of the year	41,526,862	1,491,210	75,594,843	7,506,322

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 4 for the year ended June 30, 2017		USD		
	Class AC	Class IC	Class LC	
Selected per share data				
Net asset value at beginning of the year	178.42	183.69	178.42	
Income from investment operations				
Net investment loss	(3.77)	(3.27)	(3.67)	
Net realized and change in unrealized income on investments and derivative contracts	27.89	28.73	27.79	
Total from investment operations	24.12	25.46	24.12	
Net asset value at end of the year	202.54	209.15	202.54	
Total return	13.52 %	13.86 %	13.52 %	
Ratios to average net assets				
Total expenses	1.79 %	1.47 %	1.73 %	
Net investment loss	(1.98) %	(1.66) %	(1.92) %	
Supplemental data				
Net assets at end of the year	17,216,278	24,540,401	8,081,646	

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2017

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 5
for the year ended June 30, 2017

	USD		
	Class AC	Class IC	Class LC
Selected per share data			
Net asset value at beginning of the year	181.46	182.25	181.46
Income from investment operations			
Net investment loss	(3.81)	(3.20)	(3.72)
Net realized and change in unrealized gain on investments and derivative contracts	31.21	31.39	31.12
Total gain from investment operations	27.40	28.19	27.40
Net asset value at end of the year	208.86	210.44	208.86
Total return	15.10 %	15.47 %	15.10 %
Ratios to average net assets			
Total expenses	1.78 %	1.50 %	1.69 %
Net investment loss	(1.97) %	(1.67) %	(1.90) %
Supplemental data			
Net assets at end of the year	9,721,454	26,701,352	7,011,724

An individual shareholder's return may vary from the above, based on the timing of subscriptions and redemptions.

18. Subsequent Events

Management have assessed and evaluated all subsequent events arising from the date of statements of assets and liabilities up until September 26, 2017 and have concluded that no additional disclosures are required.

HSBC Managed Portfolios Limited

Management and Administration

for the year ended June 30, 2017

Directors and Officers

L. Anthony Joaquin, President
Retired Managing Partner
Ernst & Young

Faith Outerbridge, Vice President
Head of Global Asset Management
HSBC Bank Bermuda Limited

Julie E. McLean, Director
Conyers, Dill & Pearman Limited

Anthony T. Riker, Director
Vice President
HSBC Bank Bermuda Limited

Secretary and Registered Office

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Manager

HSBC Global Asset Management (Bermuda) Limited
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Custodian

HSBC Institutional Trust Services (Bermuda) Limited
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Banker

HSBC Bank Bermuda Limited
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Administrator

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