

HSBC Managed Portfolios Limited

Annual Report June 2019

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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 October 23, 2019 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, 2019

Annual Report Review 2019

Managed Portfolios

Global equity markets rebounded from their declines at the end of the year. An easing in trade tensions between the US and China, a pivot to easier monetary policy indicated by central banks and solid corporate earnings has helped send both equity and bond markets higher in the first half of 2019. There continues to be concern with international trade, the UK's potential departure from the European Union and slowing growth in China which we will continue to monitor into the second half of the year.

US stocks led the global equity rebound in the first half with indices recovering from the steep declines in December and moving on to reach record highs in June. European markets also rebounded but a weak euro and pound pared back gains in US dollar terms. The European Central Bank (ECB) helped improve investor outlooks with indications that more quantitative easing would likely come. Asian developed markets were boosted by an ease in trade tensions and concern over slowing Chinese growth. China's economic data has showed a slowing in growth however an accommodative central bank has helped the markets. Global bond markets also rose during the period with yields declining as central banks pivoted from tightening to an easing bias.

The World Selection portfolios rebounded from the declines at the end of 2018. All portfolios were up during the first half of the year with the higher risk portfolios recording double digit returns. The portfolios were led by equities, with the strongest performance coming from the US and Asia. That said, Europe and Emerging Markets were not far behind. Within bonds, high yield and Emerging Markets USD provided the greatest gains while global corporate bonds and Emerging Market Local also provided solid returns. Our positive bias towards equities overall and towards Emerging Market bonds benefited the portfolios. In addition, within the alternative sector, property rose over 13% while two of the three recently added factor funds demonstrated strong single digit returns. Although overweight overall in equities, we do favor Japan and Emerging Markets within the broad sector while the overweight in Europe has been dialed back. Within bonds we favor Emerging Markets while we remain neutral on global property.

HSBC Global Asset Management (Bermuda) Limited –October 2019

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

To 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, 2019 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

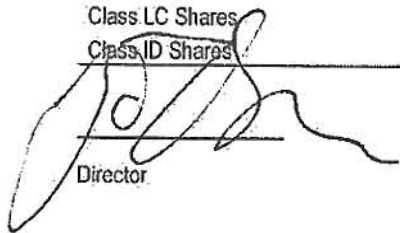
In our opinion, the financial statements referred to above present fairly in all material respects, the financial position of HSBC Managed Portfolios Limited as of June 30, 2019 and the results of its operations for the year then ended in accordance with U.S. generally accepted accounting principles

KPMG Audit Limited

Chartered Professional Accountants
Hamilton, Bermuda
October 23, 2019

HSBC Managed Portfolios Limited
 Statements of Assets and Liabilities
 as at June 30, 2019

	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, 12 & 16)	77,049,081	111,108,976	124,536,379	49,816,333	41,546,904
Cash and cash equivalents (notes 3 & 16)	1,824,237	2,722,542	3,062,521	252,302	317,884
Interest and dividends receivable	20,521	26,376	30,717	6,156	6,442
Prepaid expenses	2,125	3,514	4,008	1,705	2,122
	78,895,964	113,861,408	127,633,625	50,076,496	41,873,352
Liabilities					
Bank overdraft (note 3)	-	-	-	162,529	-
Redemptions payable	32,753	19,523	2,348,754	149,907	362,801
Interest and dividends payable	-	-	118	-	-
Management fee payable (notes 4 & 15)	76,675	132,563	151,064	60,186	49,636
Accounts payable and accrued expenses	16,952	23,060	24,083	10,771	9,961
	126,380	175,146	2,524,019	383,393	422,398
Net assets	78,769,584	113,686,262	125,109,606	49,693,103	41,450,954
Net assets attributable to:					
Class AC Shares	10,475,485	23,883,074	36,681,217	14,869,208	7,577,753
Class AD Shares	6,335,970	2,010,563	1,791,046	-	-
Class IC Shares	22,880,749	85,040,451	77,155,935	25,907,471	25,918,823
Class LC Shares	2,616,586	2,752,174	9,481,408	8,916,424	7,954,378
Class ID Shares	36,460,794	-	-	-	-
	78,769,584	113,686,262	125,109,606	49,693,103	41,450,954
Shares outstanding (note 10)					
Class AC Shares	58,654	130,062	179,243	66,790	32,741
Class AD Shares	39,401	12,470	9,149	-	-
Class IC Shares	127,522	443,884	362,938	112,020	110,464
Class LC Shares	14,651	14,988	46,325	40,048	34,362
Class ID Shares	225,672	-	-	-	-
Net asset value per share					
Class AC Shares	178.60	183.63	204.64	222.63	231.45
Class AD Shares	160.81	161.23	195.76	-	-
Class IC Shares	179.43	191.58	212.59	231.28	234.64
Class LC Shares	178.60	183.63	204.67	222.64	231.49
Class ID Shares	161.57	-	-	-	-



Director



Director

The accompanying notes form an integral part of these Financial Statements

HSBC Managed Portfolios Limited

Statements of Net Assets

as at June 30, 2019

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	Daily	26,296	3,512,180	3,917,353	4.97
HSBC Global Investment Funds-Global Corporate Bond	Daily	852,241	8,771,892	9,783,721	12.42
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	129,988	2,560,370	2,873,380	3.65
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	480,336	5,354,519	4,988,289	6.33
HSBC Global Investment Funds-Global Government Bond Fund	Daily	2,459,186	25,737,743	28,986,422	36.80
HSBC Global Investment Funds-Global High Yield Bond	Daily	224,455	2,254,754	2,418,059	3.07
HSBC Global Investment Funds-Global Short Duration High Yield Bond Fund	Daily	97,347	987,374	981,448	1.25
HSBC Global Investment Funds-India Fixed Income	Daily	35,189	385,000	388,343	0.49
			49,563,832	54,337,015	68.98
Equities					
AQR Managed Futures UCITS Fund	Daily	6,259	625,000	672,250	0.85
HSBC ESI Worldwide Equity UCITS ETF	Daily	87,500	1,325,741	1,490,781	1.89
HSBC ESI Worldwide ETF	Daily	33,500	633,809	643,619	0.82
HSBC Global Investment Funds-Global Real Estate Equity	Daily	241,292	2,382,933	2,651,074	3.37
HSBC Global Investment Funds-Multi-Asset Style Factors	Daily	198,099	2,344,275	2,395,374	3.04
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	124,327	393,030	384,975	0.49
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	4,029,468	7,581,924	9,205,306	11.69
Structured Investments SICAV-Goldman Sachs Cross Asset Trend Portfolio	Daily	104,291	1,000,000	1,124,554	1.43
			16,286,712	18,567,933	23.58
Total investments in investee funds			65,850,544	72,904,948	92.56
Investments in securities:					
Equities					
iShares Core MSCI Emerging Markets ETF		12,200	575,848	627,568	0.80
iShares TIPS Bond ETF		10,500	1,152,257	1,212,645	1.54
SPDR S&P 500 Trust ETF		6,600	1,900,218	1,933,800	2.45
WisdomTree Japan Hedged Equity Fund ETF		7,600	335,814	370,120	0.47
			3,964,137	4,144,133	5.26
Total investments in securities			3,964,137	4,144,133	5.26
Total investments			69,814,681	77,049,081	97.82
Other net assets				1,720,503	2.18
Net assets				78,769,584	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, 2019

World Selection - 2

	Liquidity Period	Holdings In Shares	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Asset Backed Bond	Daily	39,120	5,230,390	5,827,757	5.13
HSBC Global Investment Funds-Global Corporate Bond	Daily	2,797,208	28,691,532	32,111,945	28.24
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	238,605	5,159,808	5,274,364	4.64
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	866,257	9,276,970	8,627,920	7.59
HSBC Global Investment Funds-Global Government Bond Fund	Daily	623,044	6,702,568	7,343,819	6.46
HSBC Global Investment Funds-Global High Yield Bond	Daily	378,883	3,838,498	4,081,712	3.59
HSBC Global Investment Funds-Global Short Duration Bond Fund	Daily	51,922	554,627	563,349	0.49
HSBC Global Investment Funds-Global Short Duration High Yield Bond Fund	Daily	112,323	1,139,278	1,132,440	1.00
HSBC Global Investment Funds-India Fixed Income	Daily	50,270	550,000	554,776	0.49
			61,143,671	65,518,082	57.63
Equities					
AQR Managed Futures UCITS Fund	Daily	14,487	1,350,000	1,449,970	1.28
HSBC ESI Worldwide Equity UCITS ETF	Daily	176,000	2,666,933	2,998,600	2.64
HSBC ESI Worldwide ETF	Daily	75,000	1,418,976	1,440,938	1.27
HSBC Global Investment Funds-Global Real Estate Equity	Daily	528,969	5,293,200	5,811,781	5.11
HSBC Global Investment Funds-Multi-Asset Style Factors	Daily	191,674	2,268,609	2,317,680	2.04
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	180,274	569,893	558,213	0.49
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	10,099,335	18,630,623	23,071,899	20.29
Structured Investments SICAV-Goldman Sachs Cross Asset Trend Portfolio	Daily	177,294	1,700,000	1,911,742	1.68
			33,898,234	39,560,823	34.80
Total investments in investee funds			95,041,905	105,078,905	92.43
Investments in securities:					
Equities					
iShares Core MSCI Emerging Markets ETF		17,900	842,746	920,776	0.81
iShares TIPS Bond ETF		15,500	1,700,951	1,790,095	1.57
SPDR S&P 500 Trust ETF		9,500	2,733,461	2,783,500	2.45
WisdomTree Japan Hedged Equity Fund ETF		11,000	551,800	535,700	0.47
			5,828,958	6,030,071	5.30
Total investments in securities			5,828,958	6,030,071	5.30
Total investments			100,870,863	111,108,976	97.73
Other net assets				2,577,286	2.27
Net assets				113,686,262	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, 2019

World Selection - 3

	Liquidity Period	Holdings In Shares	Purchase Price USD	Fair Value USD	% of Net Assets
Investments in investee funds:					
Bonds					
HSBC Global Investment Funds-Global Asset Backed Bond	Daily	24,714	3,401,126	3,681,600	2.94
HSBC Global Investment Funds-Global Corporate Bond	Daily	1,010,868	10,401,586	11,604,759	9.28
HSBC Global Investment Funds-Global Emerging Markets Bond	Daily	293,924	6,325,390	6,497,188	5.19
HSBC Global Investment Funds-Global Emerging Markets Local	Daily	1,079,748	11,467,822	10,754,295	8.60
HSBC Global Investment Funds-Global Government Bond Fund	Daily	95,058	1,022,380	1,120,453	0.90
HSBC Global Investment Funds-Global High Yield Bond	Daily	648,592	6,611,291	6,987,279	5.59
HSBC Global Investment Funds-Global Short Duration Bond Fund	Daily	117,019	1,250,000	1,269,659	1.01
HSBC Global Investment Funds-Global Short Duration High Yield	Daily	122,806	1,245,611	1,238,135	0.99
HSBC Global Investment Funds-India Fixed Income	Daily	54,840	600,000	605,210	0.48
			42,325,206	43,758,578	34.98
Equities					
AQR Managed Futures UCITS Fund	Daily	20,030	2,000,000	2,151,201	1.72
HSBC ESI Worldwide Equity UCITS ETF	Daily	413,500	6,265,778	7,045,006	5.63
HSBC ESI Worldwide ETF	Daily	100,000	1,891,967	1,921,250	1.53
HSBC Global Investment Funds-Global Real Estate Equity	Daily	560,417	5,598,816	6,157,301	4.92
HSBC Global Investment Funds-Multi-Asset Style Factors	Daily	108,494	1,277,344	1,311,888	1.05
HSBC Index Tracker Investment Funds-American Index Fund	Daily	1,668,460	10,702,038	14,163,411	11.32
HSBC Index Tracker Investment Funds-European Index Fund	Daily	347,419	3,577,529	4,465,812	3.57
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	816,006	2,263,817	2,526,746	2.02
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	10,233,535	17,712,059	23,378,479	18.68
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	1,412,404	1,981,778	2,311,671	1.85
Structured Investment SICAV-Goldman Sachs Cross Asset Trend Portfolio	Daily	281,584	2,700,000	3,036,296	2.43
			55,971,126	68,469,061	54.72
Total investments in investee funds			98,296,332	112,227,639	89.70
Investments in securities:					
Equities					
iShares Core MSCI Emerging Markets ETF		96,250	4,471,617	4,951,100	3.96
iShares MSCI Pacific Ex-Japan Index Fund ETF		25,000	1,047,248	1,180,750	0.94
iShares TIPS Bond ETF		16,000	1,755,821	1,847,840	1.48
SPDR S&P 500 Trust ETF		11,700	3,362,202	3,428,100	2.74
WisdomTree Japan Hedged Equity Fund ETF		18,500	928,590	900,950	0.72
			11,565,478	12,308,740	9.84
Total investments in securities			11,565,478	12,308,740	9.84
Total investments			109,861,810	124,536,379	99.54
Other net assets				573,227	0.46
Net assets				125,109,606	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, 2019

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	24,297	250,936	278,929	0.56
HSBC Global Investment Funds-Global Emerging Markets Bond Fund	Daily	109,108	1,240,366	1,321,412	2.66
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	432,616	4,542,741	4,308,855	8.67
HSBC Global Investment Funds-Global High Yield Bond	Daily	87,186	888,774	1,114,849	2.25
HSBC Global Investment Funds-Global Short Duration High Yield Bond Fund	Daily	37,051	475,000	483,559	0.97
HSBC Global Investment Funds-India Fixed Income	Daily	21,936	240,000	242,084	0.49
			7,637,817	7,749,688	15.60
Equities					
AQR Managed Futures UCITS Fund	Daily	10,015	1,000,000	1,075,600	2.17
HSBC ESI Worldwide Equity UCITS ETF	Daily	233,000	3,530,656	3,969,738	7.99
HSBC ESI Worldwide ETF	Daily	105,000	1,986,566	2,017,313	4.06
HSBC Global Investment Funds-Global Real Estate Equity	Daily	204,605	2,042,699	2,444,215	4.92
HSBC Index Tracker Investment Funds-American Index Fund	Daily	976,792	6,191,211	8,291,902	16.69
HSBC Index Tracker Investment Funds-European Index Fund	Daily	200,422	2,061,178	2,576,275	5.18
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	408,098	1,122,371	1,263,666	2.54
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	5,575,155	9,578,613	12,736,423	25.63
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	801,996	1,144,342	1,312,621	2.64
Structured Investments SICAV-Goldman Sachs Cross Asset Trend Portfolio	Daily	143,399	1,375,000	1,546,262	3.11
			30,032,636	37,234,015	74.93
Total investments in investee funds			37,670,453	44,983,703	90.53
Investments in securities:					
Equities					
iShares Core MSCI Emerging Markets ETF		49,600	2,302,303	2,551,424	5.13
iShares MSCI Pacific Ex-Japan Index Fund ETF		14,200	589,170	670,666	1.35
SPDR S&P 500 Trust ETF		4,300	1,232,461	1,259,900	2.53
WisdomTree Japan Hedged Equity Fund ETF		7,200	365,224	350,640	0.71
			4,489,158	4,832,630	9.72
Total investments in securities			4,489,158	4,832,630	9.72
Total investments			42,159,611	49,816,333	100.25
Other net liabilities				(123,230)	(0.25)
Net assets				49,693,103	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, 2019

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	35,109	382,173	425,209	1.02
HSBC Global Investment Funds-Global Emerging Markets Local Debt	Daily	191,680	1,897,467	1,909,135	4.61
HSBC Global Investment Funds-Global High Yield Bond	Daily	33,922	381,278	433,767	1.05
HSBC Global Investment Funds-Global Short Duration High Yield Bond	Daily	16,381	210,000	213,784	0.52
HSBC Global Investment Funds-India Fixed Income	Daily	9,140	100,000	100,868	0.24
			2,970,918	3,082,763	7.44
Equities					
AQR Managed Futures UCITS Fund	Daily	8,513	850,000	914,261	2.20
HSBC ESI Worldwide Equity UCITS ETF	Daily	246,300	3,731,772	4,196,336	10.12
HSBC ESI Worldwide ETF	Daily	105,000	1,986,566	2,017,312	4.87
HSBC Global Investment Funds-Global Real Estate Equity	Daily	179,260	1,782,616	1,969,533	4.75
HSBC Index Tracker Investment Funds-American Index Fund	Daily	1,175,119	7,182,001	9,975,483	24.07
HSBC Index Tracker Investment Funds-European Index Fund	Daily	234,801	2,302,767	3,018,194	7.28
HSBC Index Tracker Investment Funds-FTSE 100 Index Fund	Daily	485,423	1,292,838	1,503,103	3.63
HSBC Index Tracker Investment Funds-FTSE All World Index Fund	Daily	2,753,932	4,781,740	6,291,350	15.18
HSBC Index Tracker Investment Funds-Japan Index Fund	Daily	1,018,135	1,383,389	1,666,375	4.02
Structured Investments SICAV-Goldman Sachs Cross Asset Trend Portfolio	Daily	125,149	1,200,000	1,349,465	3.25
			26,493,689	32,901,412	79.37
Total investments in investee funds			29,464,607	35,984,175	86.81
Investments in securities:					
Equities					
iShares Core MSCI Emerging Markets ETF		58,000	2,694,167	2,983,520	7.20
iShares MSCI Pacific Ex-Japan Index Fund ETF		20,300	832,520	958,769	2.31
SPDR S&P 500 Trust ETF		4,500	1,272,687	1,318,500	3.18
WisdomTree Japan Hedged Equity Fund ETF		6,200	282,332	301,940	0.73
			5,081,706	5,562,729	13.42
Total investments in securities			5,081,706	5,562,729	13.42
Total investments			34,546,313	41,546,904	100.23
Other net liabilities				(95,950)	(0.23)
Net assets				41,450,954	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, 2019

	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 21,296, USD 31,738, USD 79,299, USD 37,163 and USD 44,423 respectively)	1,263,805	2,351,230	2,253,502	412,102	412,356
Interest income	80,690	4,653	11,573	2,498	1,801
Other income	153	5	4	-	34
	<u>1,344,648</u>	<u>2,355,888</u>	<u>2,265,079</u>	<u>414,600</u>	<u>414,191</u>
Expenses					
Management fee (notes 4 & 15)	1,001,912	1,754,790	1,951,986	777,800	658,679
Audit fees	10,466	14,565	15,483	6,127	5,414
Directors' fees (note 8)	1,808	3,555	3,777	1,444	43
Other expenses	8,324	11,890	14,731	7,542	6,962
	<u>1,022,510</u>	<u>1,784,800</u>	<u>1,985,977</u>	<u>792,913</u>	<u>671,098</u>
Net investment income/(loss)	322,138	571,088	279,102	(378,313)	(256,907)
Net realized gain on sale of investments and foreign exchange	275,776	1,153,180	2,111,997	1,259,245	1,291,721
Net realized gain on derivative contracts	1,918	5,865	4,450	1,486	392
Net change in unrealized gain/(loss) on investments and foreign exchange	3,146,324	3,660,281	1,582,885	168,842	(425,173)
	<u>3,424,018</u>	<u>4,819,326</u>	<u>3,699,332</u>	<u>1,429,573</u>	<u>866,940</u>
Net increase in net assets resulting from operations	<u>3,746,156</u>	<u>5,390,414</u>	<u>3,978,434</u>	<u>1,051,260</u>	<u>610,033</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, 2019

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	11,904,884	8,275,238	23,473,544	2,777,951	35,454,875	81,886,492
Net increase in net assets from operations						
Net investment income	44,472	33,987	99,730	9,925	134,024	322,138
Net realized gain on sale of investments and foreign exchange	36,207	21,043	80,981	9,190	128,355	275,776
Net realized gain on derivative contracts	253	163	553	63	886	1,918
Net change in unrealized gain on investments and foreign exchange	397,003	243,114	911,849	103,293	1,491,065	3,146,324
	477,935	298,307	1,093,113	122,471	1,754,330	3,746,156
Subscriptions and redemptions						
Proceeds on issue of shares	270,699	4,683	134,592	354,672	3,684,615	4,449,261
Payments on redemption of shares	(2,178,033)	(2,171,372)	(1,820,500)	(638,508)	(4,115,410)	(10,923,823)
	(1,907,334)	(2,166,689)	(1,685,908)	(283,836)	(430,795)	(6,474,562)
Dividends	-	(70,886)	-	-	(317,616)	(388,502)
Net assets at end of the year	10,475,485	6,335,970	22,880,749	2,616,586	36,460,794	78,769,584

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, 2019

World Selection - 2	Class AC USD	Class AD USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	28,719,877	2,041,246	86,005,145	2,769,686	119,535,954
Net increase in net assets from operations					
Net investment income	105,872	5,989	452,564	6,663	571,088
Net realized gain on sale of investments and foreign exchange	251,450	19,778	853,844	28,108	1,153,180
Net realized gain on derivative contracts	1,271	100	4,351	143	5,865
Net change in unrealized gain on investments and foreign exchange	693,467	65,900	2,810,604	90,310	3,660,281
	1,052,060	91,767	4,121,363	125,224	5,390,414
Subscriptions and redemptions					
Proceeds on issue of shares	640,969	50,000	4,129,604	600,250	5,420,823
Payments on redemption of shares	(6,529,832)	(151,556)	(9,215,661)	(742,986)	(16,640,035)
	(5,888,863)	(101,556)	(5,086,057)	(142,736)	(11,219,212)
Dividends	-	(20,894)	-	-	(20,894)
Net assets at end of the year	23,883,074	2,010,563	85,040,451	2,752,174	113,686,262

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, 2019

World Selection - 3	Class AC USD	Class AD USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	40,239,314	1,835,604	81,535,350	8,290,448	131,900,716
Net increase in net assets from operations					
Net investment income/(loss)	23,132	605	261,164	(5,799)	279,102
Net realized gain on sale of investments and foreign exchange	625,586	29,617	1,309,151	147,643	2,111,997
Net realized gain on derivative contracts	1,282	60	2,789	319	4,450
Net change in unrealized gain on investments and foreign exchange	406,870	23,966	1,007,076	144,973	1,582,885
	1,056,870	54,248	2,580,180	287,136	3,978,434
Subscriptions and redemptions					
Proceeds on issue of shares	1,060,133	103,545	7,638,587	2,121,212	10,923,477
Payments on redemption of shares	(5,675,100)	(190,127)	(14,598,182)	(1,217,388)	(21,680,797)
	(4,614,967)	(86,582)	(6,959,595)	903,824	(10,757,320)
Dividends	-	(12,224)	-	-	(12,224)
Net assets at end of the year	36,681,217	1,791,046	77,155,935	9,481,408	125,109,606
World Selection - 4		Class AC USD	Class IC USD	Class LC USD	Total
Net assets at start of the year		16,793,076	26,453,441	8,691,849	51,938,366
Net increase in net assets from operations					
Net investment loss		(141,492)	(156,160)	(80,661)	(378,313)
Net realized gain on sale of investments and foreign exchange		401,315	637,491	220,439	1,259,245
Net realized gain on derivative contracts		455	775	256	1,486
Net change in unrealized gain on investments and foreign exchange		21,811	114,339	32,692	168,842
		282,089	596,445	172,726	1,051,260
Subscriptions and redemptions					
Proceeds on issue of shares		312,611	2,684,298	1,748,795	4,745,704
Payments on redemption of shares		(2,518,568)	(3,826,713)	(1,696,946)	(8,042,227)
		(2,205,957)	(1,142,415)	51,849	(3,296,523)
Net assets at end of the year		14,869,208	25,907,471	8,916,424	49,693,103

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, 2019

World Selection - 5	Class AC USD	Class IC USD	Class LC USD	Total
Net assets at start of the year	8,740,887	27,979,467	7,846,004	44,566,358
Net increase in net assets from operations				
Net investment loss	(64,517)	(131,580)	(60,810)	(256,907)
Net realized gain on sale of investments and foreign exchange	247,990	808,096	235,635	1,291,721
Net realized gain on derivative contracts	73	250	69	392
Net change in unrealized loss on investments and foreign exchange	(106,321)	(250,534)	(68,318)	(425,173)
	77,225	426,232	106,576	610,033
Subscriptions and redemptions				
Proceeds on issue of shares	345,000	1,431,603	1,307,289	3,083,892
Payments on redemption of shares	(1,585,359)	(3,918,479)	(1,305,491)	(6,809,329)
	(1,240,359)	(2,486,876)	1,798	(3,725,437)
Net assets at end of the year	7,577,753	25,918,823	7,954,378	41,450,954

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, 2019

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, 2019, 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, 2019

1. The Fund (continued)

The Portfolios and share classes existing as at June 30, 2019 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, 2019

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. Private investment companies measured using net asset value as a practical expedient are not categorized within the fair value hierarchy.
- 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. Cash equivalents are recorded as Level 1 within the fair value hierarchy. 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, 2019

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, 2019

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 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 weekly basis in proportion to their interest in the net asset value of the Portfolio.
- (l) New accounting pronouncements
In August 2018, the FASB issued Accounting Standard Update 2018-13, *Fair Value Measurement (Topic 820): Disclosure Framework — Changes to the Disclosure Requirements for Fair Value Measurement*, which changes the fair value measurement disclosure requirements of ASC 820. For non-public entities such as the Fund, the amendments involve the elimination of certain disclosure requirements of ASC 820. These include transfers between Level 1 and Level 2 of the fair value hierarchy, the Fund's policy for the timing of transfers between levels, the valuation processes for Level 3 fair value measurements, and the changes in unrealized gains and losses for the period included in earnings for recurring Level 3 fair value measurements held at the end of the reporting period and the roll-forward of Level 3 fair value measurements. The ASU is effective for all entities for fiscal years beginning after December 15, 2019, including interim periods therein. Early adoption is permitted. The impact on the Fund's financial statement disclosures is not expected to be material.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

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	144,924	1,081,254	812,398	2,343	154,612
Money market fund	1,679,313	1,641,288	2,250,123	249,959	163,272
Total	1,824,237	2,722,542	3,062,521	252,302	317,884

(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 8,500,000.

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 12,400,000.

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 12,800,000.

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 5,100,000.

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 4,400,000.

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, 2019, USD 162,529 is outstanding under this facility for World Selection - 4.

(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, 2019, 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, 2019

4. Manager

Under an agreement dated August 29, 2002 and amended on October 11, 2006, September 12, 2016 and April 23, 2018, 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, 2019, 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, May 20, 2016 and as amended and signed on November 8, 2017 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, 2019

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, 2019, Mr. L Anthony Joaquin and Ms. Julie E. McLean received Director's fee at an annual rate of USD 6,000 each.

9. Related Parties and Directors' Interests

As at June 30, 2019, the Directors of the Fund had the following holdings:

Director	Portfolio	Number of Shares
Faith Outerbridge (HBBM Pension)	World Selection - 1	447.79
	World Selection - 5	2,305.88
Faith Outerbridge (HBBM Non - Pension)	World Selection - 5	588.49
Anthony Riker	World Selection - 2	3,605.30

HSBC Institutional Trust Services (Bermuda) Limited, Custodian to the Fund is a related party, by virtue of it being a wholly owned subsidiary of HSBC Holdings plc.

HSBC Corporate Money Funds Limited is a related party to the Fund, by virtue of it being a wholly owned subsidiary of HSBC Holdings plc.

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.

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

10. Share Capital (continued)

	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, 2018	69,938	53,469	137,402	16,320	228,336
Shares issued during the year	1,572	31	784	2,074	23,928
Shares redeemed during the year	(12,856)	(14,099)	(10,664)	(3,743)	(26,592)
Shares in issue June 30, 2019	58,654	39,401	127,522	14,651	225,672

	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, 2018	163,835	13,114	471,661	15,800
Shares issued during the year	3,604	326	22,533	3,414
Shares redeemed during the year	(37,377)	(970)	(50,310)	(4,226)
Shares in issue June 30, 2019	130,062	12,470	443,884	14,988

	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, 2018	202,947	9,606	397,047	41,807
Shares issued during the year	5,368	546	37,452	10,744
Shares redeemed during the year	(29,072)	(1,003)	(71,561)	(6,226)
Shares in issue June 30, 2019	179,243	9,149	362,938	46,325

	World Selection - 4 Class AC	World Selection - 4 Class IC	World Selection - 4 Class LC
Shares in issue July 1, 2018	77,107	117,272	39,907
Shares issued during the year	1,447	11,937	8,150
Shares redeemed during the year	(11,764)	(17,189)	(8,009)
Shares in issue June 30, 2019	66,790	112,020	40,048

	World Selection - 5 Class AC	World Selection - 5 Class IC	World Selection - 5 Class LC
Shares in issue July 1, 2018	38,328	121,382	34,398
Shares issued during the year	1,509	6,378	5,866
Shares redeemed during the year	(7,096)	(17,296)	(5,902)
Shares in issue June 30, 2019	32,741	110,464	34,362

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

11. Cost of Investments

Cost of Investments as at June 30, 2019	USD
World Selection - 1	69,814,681
World Selection - 2	100,870,863
World Selection - 3	109,861,810
World Selection - 4	42,159,611
World Selection - 5	34,546,313

12. Derivatives Financial Instruments and Risks

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.

There were no outstanding derivative contracts for the year ended June 30, 2019.

The following is a summary of the net realized gains attributable to derivative financial instruments for the year ended June 30, 2019:

	World Selection - 1 USD	World Selection - 2 USD	World Selection - 3 USD	World Selection - 4 USD	World Selection - 5 USD
Net realized gain					
Forward foreign currency exchange contracts	1,918	5,865	4,450	1,486	392
Net realized gain	1,918	5,865	4,450	1,486	392

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

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, 2019 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, 2019

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, 2019 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 75%, 65%, 41%, 21% and 12%, respectively, as of June 30, 2019 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 12%, 21%, 37%, 53% and 54%, respectively, as of June 30, 2019 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.

World Selection - 1 – USD, World Selection - 2 – USD, World Selection - 3 – USD, World Selection - 4 – USD and World Selection - 5 – USD had invested 3%, 4%, 7%, 12% and 15 %, respectively, as of June 30, 2019 of their net assets in HSBC Economic Scale Funds, an exchange traded fund managed and administered by HSBC Global Asset Management (UK). The Fund and HSBC Economic Scale 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, 2019, 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, 2019.

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

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, 2019, 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	(70,886)	(20,894)	(12,224)
Class ID	(317,616)	-	-
Total	(388,502)	(20,894)	(12,224)

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	145,980	453,325	652,723	269,054	143,389
Class AD management fee	98,501	34,029	30,568	-	-
Class IC management fee	280,635	1,219,402	1,119,706	359,456	382,131
Class LC management fee	34,892	48,034	148,989	149,290	133,159
Class ID management fee	441,904	-	-	-	-
Total management fees	1,001,912	1,754,790	1,951,986	777,800	658,679
Management fee payable	76,675	132,563	151,064	60,186	49,636

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

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, 2019:

World Selection – 1

	Level 1	Level 2	Level 3	NAV	Total
Assets					
Investments in securities, at fair value:					
Equities	\$ 4,144,133	\$ -	\$ -	\$ -	\$ 4,144,133
Total investments in securities, at fair value	4,144,133	-	-	-	4,144,133
Investments in investee funds, measured at net asset value (refer 2(b))	-	-	-	72,904,948	72,904,948
Cash equivalents	1,679,313	-	-	-	1,679,313
Total	\$ 5,823,446	\$ -	\$ -	\$ 72,904,948	\$ 78,728,394

World Selection – 2

	Level 1	Level 2	Level 3	NAV	Total
Assets					
Investments in securities, at fair value:					
Equities	\$ 6,030,071	\$ -	\$ -	\$ -	\$ 6,030,071
Total investments in securities, at fair value	6,030,071	-	-	-	6,030,071
Investments in investee funds, measured at net asset value (refer 2(b))	-	-	-	105,078,905	105,078,905
Cash equivalents	1,641,288	-	-	-	1,641,288
Total	\$ 7,671,359	\$ -	\$ -	\$ 105,078,905	\$ 112,750,264

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

16. Fair Value Measurements (continued)

World Selection – 3

	Level 1	Level 2	Level 3	NAV	Total
Assets					
Investments in securities, at fair value:					
Equities	\$ 12,308,740	\$ -	\$ -	\$ -	\$ 12,308,740
Total investments in securities, at fair value	12,308,740	-	-	-	12,308,740
Investments in investee funds, measured at net asset value (refer 2(b))	-	-	-	112,227,639	112,227,639
Cash equivalents	2,250,123	-	-	-	2,250,123
Total	\$ 14,558,863	\$ -	\$ -	\$ 112,227,639	\$ 126,786,502

World Selection – 4

	Level 1	Level 2	Level 3	NAV	Total
Assets					
Investments in securities, at fair value:					
Equities	\$ 4,832,630	\$ -	\$ -	\$ -	\$ 4,832,630
Total investments in securities, at fair value	4,832,630	-	-	-	4,832,630
Investments in investee funds, measured at net asset value (refer 2(b))	-	-	-	44,983,703	44,983,703
Cash equivalents	249,959	-	-	-	249,959
Total	\$ 5,082,589	\$ -	\$ -	\$ 44,983,703	\$ 50,066,292

HSBC Managed Portfolios Limited

Notes to the Financial Statements (Continued)

for the year ended June 30, 2019

16. Fair Value Measurements (continued)

World Selection – 5

	Level 1	Level 2	Level 3	NAV	Total
Assets					
Investments in securities, at fair value:					
Equities	\$ 5,562,729	\$ -	\$ -	\$ -	\$ 5,562,729
Total investments in securities, at fair value	5,562,729	-	-	-	5,562,729
Investments in investee funds, measured at net asset value (refer 2(b))	-	-	-	35,984,175	35,984,175
Cash equivalents	163,272	-	-	-	163,272
Total	\$ 5,726,001	\$ -	\$ -	\$ 35,984,175	\$ 41,710,176

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, 2019.

17. Financial Highlights

Schedule of Financial Highlights for World Selection - 1 for the year ended June 30, 2019

	USD				
	Class AC	Class AD	Class IC	Class LC	Class ID
Selected per share data					
Net asset value at beginning of the year	170.22	154.77	170.84	170.22	155.27
Income from investment operations					
Net investment income	0.48	0.44	0.65	0.48	0.60
Net realized and change in unrealized gains on investments and derivative contracts	7.90	7.06	7.94	7.90	7.10
Total from investment operations	8.38	7.50	8.59	8.38	7.70
Dividends declared	-	(1.46)	-	-	(1.40)
Net asset value at end of the year	178.60	160.81	179.43	178.60	161.57
Total return	4.92 %	4.85 %	5.03 %	4.92 %	4.96 %
Ratios to average net assets					
Total expenses	1.37 %	1.38 %	1.27 %	1.37 %	1.27 %
Net investment income	0.41 %	0.47 %	0.44 %	0.38 %	0.38 %
Supplemental data					
Net assets at end of the year	10,475,485	6,335,970	22,880,749	2,616,586	36,460,794

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 2
for the year ended June 30, 2019

	USD			
	Class AC	Class AD	Class IC	Class LC
Selected per share data				
Net asset value at beginning of the year	175.30	155.66	182.35	175.30
Income from investment operations				
Net investment income	0.39	0.36	0.95	0.39
Net realized and change in unrealized gains on investments and derivative contracts	7.94	6.88	8.28	7.94
Total from investment operations	8.33	7.24	9.23	8.33
Dividends declared	-	(1.67)	-	-
Net asset value at end of the year	183.63	161.23	191.58	183.63
Total return	4.75 %	4.65 %	5.06 %	4.75 %
Ratios to average net assets				
Total expenses	1.74 %	1.74 %	1.45 %	1.74 %
Net investment income	0.40 %	0.30 %	0.53 %	0.24 %
Supplemental data				
Net assets at end of the year	23,883,074	2,010,563	85,040,451	2,752,174

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 3
for the year ended June 30, 2019

	USD			
	Class AC	Class AD	Class IC	Class LC
Selected per share data				
Net asset value at beginning of the year	198.27	191.08	205.35	198.30
Income from investment operations				
Net investment (loss)/income	(0.04)	(0.03)	0.56	(0.04)
Net realized and change in unrealized gains on investments and derivative contracts	6.41	6.02	6.68	6.41
Total from investment operations	6.37	5.99	7.24	6.37
Dividends declared	-	(1.31)	-	-
Net asset value at end of the year	204.64	195.76	212.59	204.67
Total return	3.21 %	3.13 %	3.52 %	3.21 %
Ratios to average net assets				
Total expenses	1.74 %	1.74 %	1.45 %	1.74 %
Net investment income/(loss)	0.06 %	0.03 %	0.33 %	(0.07) %
Supplemental data				
Net assets at end of the year	36,681,217	1,791,046	77,155,935	9,481,408

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

17. Financial Highlights (continued)

**Schedule of Financial Highlights for World Selection - 4
for the year ended June 30, 2019**

	USD		
	Class AC	Class IC	Class LC
Selected per share data			
Net asset value at beginning of the year	217.79	225.57	217.81
Income from investment operations			
Net investment loss	(2.02)	(1.43)	(2.02)
Net realized and change in unrealized gains on investments and derivative contracts	6.86	7.14	6.85
Total from investment operations	4.84	5.71	4.83
Net asset value at end of the year	222.63	231.28	222.64
Total return	2.22 %	2.53 %	2.22 %
Ratios to average net assets			
Total expenses	1.75 %	1.45 %	1.75 %
Net investment loss	(0.90) %	(0.62) %	(0.93) %
Supplemental data			
Net assets at end of the year	14,869,208	25,907,471	8,916,424

HSBC Managed Portfolios Limited
Notes to the Financial Statements (Continued)
for the year ended June 30, 2019

17. Financial Highlights (continued)

Schedule of Financial Highlights for World Selection - 5
for the year ended June 30, 2019

	USD		
	Class AC	Class IC	Class LC
Selected per share data			
Net asset value at beginning of the year	228.05	230.51	228.09
Income from investment operations			
Net investment loss	(1.78)	(1.13)	(1.79)
Net realized and change in unrealized gains on investments and derivative contracts	5.18	5.26	5.19
Total from investment operations	3.40	4.13	3.40
Net asset value at end of the year	231.45	234.64	231.49
Total return	1.49 %	1.79 %	1.49 %
Ratios to average net assets			
Total expenses	1.75 %	1.45 %	1.75 %
Net investment loss	(0.77) %	(0.49) %	(0.78) %
Supplemental data			
Net assets at end of the year	7,577,753	25,918,823	7,954,378

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 October 23, 2019 and have concluded that no additional disclosures are required.

HSBC Managed Portfolios Limited

Management and Administration

for the year ended June 30, 2019

Directors and Officers

Paul Dawe, President
Chief Operating Officer
HSBC Global Asset Management
USA

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

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

Julie E. McLean, Director
Conyers

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

Secretary and Registered Office

HSBC Securities Services (Bermuda) Limited
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Manager

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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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