

JULY 2008

HSBC INTERNATIONAL SELECT FUND

Simplified Prospectus, Application Terms and Conditions and Nominee Service Agreement

JULY 2008

HSBC INTERNATIONAL SELECT FUND

Cautious
Simplified Prospectus

Cautious

Important information

This simplified prospectus contains key information in relation to the Sub-Fund. If you would like more information before you invest, please consult the most recent full prospectus (hereinafter the "Full Prospectus"). Unless defined in this document, defined terms shall bear the same meaning as in the Full Prospectus. For details about the Sub-Fund's holdings, please see the most recent report.

HSBC International Select Fund – Cautious (hereinafter the "Sub-Fund") is a sub-fund of HSBC International Select Fund (hereinafter the "Company"). The Company is a Luxembourg investment company with multiple compartments organised as a "*société anonyme*" incorporated on 26 October 2001.

The Company exists for an unlimited period and qualifies as an undertaking for collective investment in transferable securities under Part I of the Luxembourg law of 20 December 2002 on undertakings for collective investment, as amended (the "2002 Law").

The rights and duties of the investor as well as the legal relationship with the Company are laid down in the Full Prospectus. The Full Prospectus and the periodical reports may be obtained, free of charge, from the Company.

What does the Sub-Fund invest in?

Investment objective

The objective of the Sub-Fund is to provide long term capital growth through investment in a diversified portfolio with a high percentage of Investment Funds investing primarily in worldwide fixed interest securities denominated in a range of currencies.

Launch date

7 January 2002

Base currency

USD

Who should invest in the Sub-Fund?

Profile of the typical investor

The Sub-Fund is suitable for investors looking for a managed and diversified investment wanting to invest in lower risk.

To determine if the Sub-Fund is suitable, it is recommended that the investor consult a stockbroker, bank manager, solicitor, accountant, representative bank or other financial adviser.

What are the risks of investing in the Sub-Fund?

Specific nature of a Fund of Funds: Prospective investors should be aware of the specific features of a fund of funds and the consequences of investing in Investment Funds. Although the Company will seek to monitor investments and trading activities of the Investment Funds to which assets will be allocated, investment decisions are made at the level of such Investment Funds and it is possible that the managers of such Investment Funds will take positions or engage in transactions in the same securities or in issues of the same asset class, industry or country or currency at the same time. Consequently there is a possibility that one Investment Fund may purchase an asset at about the same time as another Investment Fund may sell it.

There can be no assurance that the selection of the managers of the Investment Funds will result in an effective diversification of investment styles and that positions taken by the underlying Investment Funds will always be consistent.

The selection of Investment Funds will be made in a manner to secure the opportunity to have the shares or units in such Investment Funds redeemed within a reasonable time frame. There is, however, no assurance that the liquidity of the Investment Funds will always be sufficient to meet redemption requests as and when made.

Further details are provided in the Full Prospectus.

Distribution Policy

The Company issues only Capital-Accumulation Shares and do not pay any dividends.

Fees and Expenses

Management fee (%)**:1.25

* Of the net asset value.

** This fee covers all administration, management and marketing services provided to the Company by the Management Company or one of the delegated entities as the Administration Agent, the Registrar and Transfer Agent and the Investment Adviser. This fee also covers the fees of the Custodian and the Corporate, Domiciliary and Paying Agent for the provision of their services. The Management Company is also entitled to reimbursement of reasonable out-of-pocket expenses.

Shareholders Expenses

Subscription charge:	up to 5.54 % of the net asset value per Share ("Offer Price").
Conversion charge:	up to 1.00 % of the value of the Shares which are being converted.
Redemption charge:	None.

Taxation of Shareholders / the Company

Prospective investors should ascertain from their professional advisers the consequences to them of acquiring, holding, redeeming, transferring, selling or converting Shares under the relevant laws of the jurisdictions to which they are subject, including the tax consequences and any exchange control requirements.

Under current law and practice, the Company is not liable to any Luxembourg income tax. However, pursuant to the Council Directive 2003/48/EC of 3 June 2003 on taxation of savings income implemented in the Luxembourg law by a law of 21 June 2005, a withholding tax may be applicable as from 1 July 2005. Further details are provided in the Full Prospectus. The Company is liable to annual tax in Luxembourg ("*taxe d'abonnement*") calculated at the rate of 0.05 % per annum of its net asset value, and at the rate of 0.01 % per annum of the net asset values of the Sub-Funds or Classes of Shares reserved to institutional investors within the meaning of article 129 of the 2002 Law. This tax is calculated at the end of the quarter to which the tax relates and payable quarterly.

No stamp or other tax is payable in Luxembourg in connection with the issue of Shares of the Company.

Price publication

The prices for Shares are available at the offices of the Company, the Distributor and of the local agents as detailed in the Full Prospectus. The redemption price may also be published in various newspapers as the board of directors may determine from time to time.

The prices are calculated on each Dealing Day on the basis of the net asset value of the relevant Class of Shares or the relevant Sub-Fund in its relevant currencies. The Offer Price for Shares of the Sub-Fund includes a subscription charge of up to 5.54% of the net asset value per Share. The Redemption Price is equal to the Dealing Price.

Further details are provided in the Full Prospectus.

How to buy / sell /convert Shares

Applications for subscription / redemption / conversion of Shares of the Sub-Fund may be made to the Distributor, a Representative or the Company before the appropriate dealing cut-off times on a Dealing Day as set forth below, in order to be dealt with on that specific Dealing Day.

A Dealing Day is any day on which banks are open for normal banking business in Luxembourg ("Business Day") (other than days during a period of suspension of dealing in Shares and other than a Business Day immediately following the end of a period of such suspension) and which is also, for the Sub-Fund, a day where stock exchanges and regulated markets in countries where the Sub-Fund is materially invested are open for normal trading. The Business Days, which are not Dealing Days, will be listed in the annual and semi-annual reports and available at the registered office of the Company.

Investors buying Shares for the first time should complete an application form. Any subsequent purchase or any redemption of Shares can be made by letter, fax or telephone, the latter will require confirmation in writing.

Instructions to buy, sell and switch Shares should be addressed to:

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Dealing cut-off times at place of issue of orders :

- **Rest of the World:** 11.00 a.m. Luxembourg time on any Dealing Day.
- **Jersey:** 10.00 a.m. Jersey time on any Dealing Day.
- **Poland:** 10.00 a.m. Poland time on any Dealing Day.

Settlement may be made by cheque, bankers' draft or electronic transfer, net of bank charges to the relevant correspondent bank(s) quoting the applicant's name and stating the appropriate Sub-Fund into which settlement monies are paid within five days (which are Business Days and days during which the banks in the principal financial center for the Dealing Currency of the Shares are open for business) after application.

Shares are provisionally allotted but not allocated until cleared funds have been received by the Company or to its order.

Contract Notes and, for those who have not completed an application form, registration slips, are posted to the investor on the allotment of Shares.

Further details are provided in the Full Prospectus.

Subscription and Redemption Information

Minimum initial investment and minimum holding		Minimum subsequent investment	
USD	5,000	USD	1,000
EUR	5,000	EUR	1,000
SGD	5,000	SGD	1,000
CZK	150,000	CZK	30,000
GBP	5,000	GBP	1,000

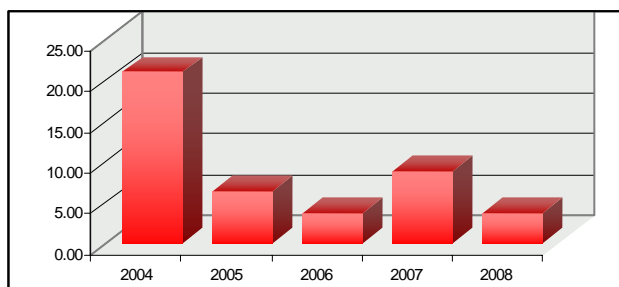
Available Dealing Currencies

Investors can buy Shares and make their payments either in the Base Currency or in the following Dealing Currency: Euro, Pound Sterling, Singapore Dollar, Czech Republic Koruna and US Dollar.

The necessary foreign exchange transactions are arranged by the Distributor or the Transfer Agent for the account of, and at the expense of, the applicant at prevailing exchange rates on the relevant Dealing Day.

The ISIN Code of the Shares is LU0137435847.

Annual Performance



Calculation date: 31 March 2008
 Currency: Base Currency

Please note that past performance is not a guide to future performance. Investors may not get back the full amount invested, as prices of Shares and the income from them may fall as well as rise.

Annualized turnover

118.09%
 Calculation date: 31 March 2008
 Calculated in accordance with the provisions of the CSSF Circular 03/122 of 19 December 2003

Additional Information

Management Company
 HSBC Investment Funds (Luxembourg) S.A.
 40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Transfer Agent
 RBC Dexia Investor Services Bank S.A.
 14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
 Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Distributor
 HSBC Investment Funds (Luxembourg) S.A.
 40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Custodian and Administration Agent / Central Paying Agent
 RBC Dexia Investor Services Bank S.A.
 14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg

Investment Adviser
 HSBC Global Asset Management (UK) Limited
 78 St James Street, London SW1A 1EJ, England

Auditors
 KPMG Audit, Réviseurs d'Entreprises
 31, allée Scheffer, L-2520 Luxembourg, Grand Duchy of Luxembourg

Registered Office of the Company

69, route d'Esch, L-1470 Luxembourg, Grand Duchy of Luxembourg

Supervisory Authority

Commission de Surveillance du Secteur Financier
Luxembourg, Grand Duchy of Luxembourg

Promotor

HSBC Group

Contact

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg
Tel: (+352) 48 88 96

JULY 2008

HSBC INTERNATIONAL SELECT FUND

Balanced
Simplified Prospectus

Balanced

Important information

This simplified prospectus contains key information in relation to the sub-fund. If you would like more information before you invest, please consult the most recent full prospectus (hereinafter the "Full Prospectus"). Unless defined in this document, defined terms shall bear the same meaning as in the Full Prospectus. For details about the sub-fund's holdings, please see the most recent report.

HSBC International Select Fund – Balanced (hereinafter the "Sub-Fund") is a sub-fund of HSBC International Select Fund (hereinafter the "Company"). The Company is a Luxembourg investment company with multiple compartments organised as a "*société anonyme*" incorporated on 26 October 2001.

The Company exists for an unlimited period and qualifies as an undertaking for collective investment in transferable securities under Part I of the Luxembourg law of 20 December 2002 on undertakings for collective investment, as amended (the "2002 Law").

The rights and duties of the investor as well as the legal relationship with the Company are laid down in the Full Prospectus. The Full Prospectus and the periodical reports may be obtained, free of charge, from the Company.

What does the Sub-Fund invest in?

Investment objective

The objective of the Sub-Fund is to provide long term capital growth through investment in a diversified portfolio, with a high percentage of Investment Funds investing primarily in equity securities of companies worldwide.

Launch date

7 January 2002

Base currency

USD

Who should invest in the Sub-Fund?

Profile of the typical investor

The Sub-Fund is suitable for investors looking for a managed and diversified investment and seeking a reasonable level of capital growth while willing to accept a certain degree of risk.

To determine if the Sub-Fund is suitable, it is recommended that the investor consult a stockbroker, bank manager, solicitor, accountant, representative bank or other financial adviser.

What are the risks of investing in the Sub-Fund?

Specific nature of a Fund of Funds: Prospective investors should be aware of the specific features of a fund of funds and the consequences of investing in Investment Funds. Although the Company will seek to monitor investments and trading activities of the Investment Funds to which assets will be allocated, investment decisions are made at the level of such Investment Funds and it is possible that the managers of such Investment Funds will take positions or engage in transactions in the same securities or in issues of the same asset class, industry or country or currency at the same time. Consequently there is a possibility that one Investment Fund may purchase an asset at about the same time as another Investment Fund may sell it.

There can be no assurance that the selection of the managers of the Investment Funds will result in an effective diversification of investment styles and that positions taken by the underlying Investment Funds will always be consistent.

The selection of Investment Funds will be made in a manner to secure the opportunity to have the shares or units in such Investment Funds redeemed within a reasonable time frame. There is, however, no assurance that the liquidity of the Investment Funds will always be sufficient to meet redemption requests as and when made.

Further details are provided in the Full Prospectus.

Distribution Policy

The Company issues only Capital-Accumulation Shares and do not pay any dividends.

Fees and Expenses

Management fee (%):** 1.25*

* Of the net asset value.

** This fee covers all administration, management and marketing services provided to the Company by the Management Company or one of the delegated entities as the Administration Agent, the Registrar and Transfer Agent and the Investment Adviser. This fee also covers the fees of the Custodian and the Corporate, Domiciliary and Paying Agent for the provision of their services. The Management Company is also entitled to reimbursement of reasonable out-of-pocket expenses.

Shareholders Expenses

Subscription charge: up to 5.54 % of the net asset value per Share ("Offer price").

Conversion charge: up to 1.00 % of the value of the Shares which are being converted.

Redemption charge: None.

Taxation of Shareholders / the Company

Prospective investors should ascertain from their professional advisers the consequences to them of acquiring, holding, redeeming, transferring, selling or converting Shares under the relevant laws of the jurisdictions to which they are subject, including the tax consequences and any exchange control requirements.

Under current law and practice, the Company is not liable to any Luxembourg income tax. However, pursuant to the Council Directive 2003/48/EC of 3 June 2003 on taxation of savings income implemented in the Luxembourg law by a law of 21 June 2005, a withholding tax may be applicable as from 1 July 2005. Further details are provided in the Full Prospectus. The Company is liable to annual tax in Luxembourg ("*taxe d'abonnement*") calculated at the rate of 0.05 % per annum of its net asset value, and at the rate of 0.01 % per annum of the net asset values of the Sub-Funds or Classes of Shares reserved to institutional investors within the meaning of article 129 of the 2002 Law. This tax is calculated at the end of the quarter to which the tax relates and payable quarterly.

No stamp or other tax is payable in Luxembourg in connection with the issue of Shares of the Company.

Price publication

The prices for Shares are available at the offices of the Company, the Distributor and of the local agents as detailed in the Full Prospectus. The redemption price may also be published in various newspapers as the board of directors may determine from time to time.

The prices are calculated on each Dealing Day on the basis of the net asset value of the relevant Class of Shares or the relevant Sub-Fund in its relevant currencies. The Offer Price for Shares of the Sub-Fund includes a subscription charge of up to 5.54% of the net asset value per Share. The Redemption Price is equal to the Dealing Price.

Further details are provided in the Full Prospectus.

How to buy / sell /convert Shares

Applications for subscription / redemption / conversion of Shares of the Sub-Fund may be made to the Distributor, a Representative or the Company before the appropriate dealing cut-off times on a Dealing Day as set forth below, in order to be dealt with on that specific Dealing Day.

A Dealing Day is any day on which banks are open for normal banking business in Luxembourg ("Business Day") (other than days during a period of suspension of dealing in Shares and other than a Business Day immediately following the end of a period of such suspension) and which is also, for the Sub-Fund, a day where stock exchanges and regulated markets in countries where the Sub-Fund is materially invested are open for normal trading. The Business Days, which are not Dealing Days, will be listed in the annual and semi-annual reports and available at the registered office of the Company.

Investors buying Shares for the first time should complete an application form. Any subsequent purchase or any redemption of Shares can be made by letter, fax or telephone, the latter will require confirmation in writing.

Instructions to buy, sell and switch Shares should be addressed to:

RBC Dexia Investor Services Bank S.A.

14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg

Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Dealing cut-off times at place of issue of orders:

- **Rest of the World:** 11.00 a.m. Luxembourg time on any Dealing Day.
- **Jersey:** 10.00 a.m. Jersey time on any Dealing Day.
- **Poland:** 10.00 a.m. Poland time on any Dealing Day.

Settlement may be made by cheque, bankers' draft or electronic transfer, net of bank charges to the relevant correspondent bank(s) quoting the applicant's name and stating the appropriate Sub-Fund into which settlement monies are paid within five days (which are Business Days and days during which the banks in the principal financial center for the Dealing Currency of the relevant Share Class are open for business) after application.

Shares are provisionally allotted but not allocated until cleared funds have been received by the Company or to its order.

Contract Notes and, for those who have not completed an application form, registration slips, are posted to the investor on the allotment of Shares.

Further details are provided in the Full Prospectus.

Subscription and Redemption Information

Minimum initial investment and minimum holding		Minimum subsequent investment	
USD	5,000	USD	1,000
EUR	5,000	EUR	1,000
GBP	5,000	GBP	1,000
SGD	5,000	SGD	1,000
CZK	150,000	CZK	30,000

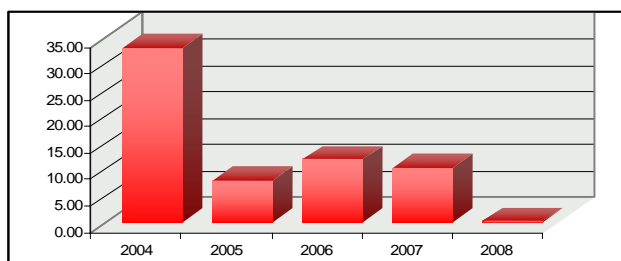
Available Dealing Currencies

Investors can buy Shares and make their payments either in the Base Currency or in the following Dealing Currency: Euro, Pound Sterling, Singapore Dollar, Czech Republic Koruna and US Dollar.

The necessary foreign exchange transactions are arranged by the Distributor or the Transfer Agent for the account of, and at the expense of, the applicant at prevailing exchange rates on the relevant Dealing Day.

The ISIN Code of the Shares is LU0137437892.

Annual Performance



Calculation date: 31 March 2008

Currency: Base Currency

Please note that past performance is not a guide to future performance. Investors may not get back the full amount invested, as prices of Shares and the income from them may fall as well as rise.

Annualized turnover

165.17%

Calculation date: 31 March 2008

Calculated in accordance with the provisions of the CSSF Circular 03/122 of 19 December 2003

Additional Information

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Transfer Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Distributor

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Custodian and Administration Agent / Central Paying Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg

Investment Adviser

HSBC Global Asset Management (UK) Limited
78 St James Street, London SW1A 1EJ, England

Auditors

KPMG Audit, Réviseurs d'Entreprises
31, allée Scheffer, L-2520 Luxembourg, Grand Duchy of Luxembourg

Registered Office of the Company

69, route d'Esch, L-1470 Luxembourg, Grand Duchy of Luxembourg

Supervisory Authority

Commission de Surveillance du Secteur Financier
Luxembourg, Grand Duchy of Luxembourg

Promotor

HSBC Group

Contact

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg
Tel: (+352) 48 88 96

JULY 2008

HSBC INTERNATIONAL SELECT FUND

Adventurous
Simplified Prospectus

Adventurous

Important information

This simplified prospectus contains key information in relation to the sub-fund. If you would like more information before you invest, please consult the most recent full prospectus (hereinafter the "Full Prospectus"). Unless defined in this document, defined terms shall bear the same meaning as in the Full Prospectus. For details about the sub-fund's holdings, please see the most recent report.

HSBC International Select Fund – Adventurous (hereinafter the "Sub-Fund") is a sub-fund of HSBC International Select Fund (hereinafter the "Company"). The Company is a Luxembourg investment company with multiple compartments organised as a "*société anonyme*" incorporated on 26 October 2001.

The Company exists for an unlimited period and qualifies as an undertaking for collective investment in transferable securities under Part I of the Luxembourg law of 20 December 2002 on undertakings for collective investment, as amended (the "2002 Law").

The rights and duties of the investor as well as the legal relationship with the Company are laid down in the Full Prospectus. The Full Prospectus and the periodical reports may be obtained, free of charge, from the Company.

What does the Sub-Fund invest in?

Investment objective

The objective of the Sub-Fund is to provide long term capital growth through investment in a diversified portfolio, consisting of Investment Funds investing primarily in equity securities of companies worldwide.

Launch date

7 January 2002

Base currency

USD

Who should invest in the Sub-Fund?

Profile of the typical investor

The Sub-Fund is suitable for individual investors looking for a managed and diversified investment and seeking a higher level of capital growth while willing to accept a greater degree of risk. It is also suitable for long term investors who understand the volatility and associated risks of equity markets and the historical long term growth opportunities of equity investments.

To determine if the Sub-Fund is suitable, it is recommended that the investor consult a stockbroker, bank manager, solicitor, accountant, representative bank or other financial adviser.

What are the risks of investing in the Sub-Fund?

Specific nature of a Fund of Funds: Prospective investors should be aware of the specific features of a fund of funds and the consequences of investing in Investment Funds. Although the Company will seek to monitor investments and trading activities of the Investment Funds to which assets will be allocated, investment decisions are made at the level of such Investment Funds and it is possible that the managers of such Investment Funds will take positions or engage in transactions in the same securities or in issues of the same asset class, industry or country or currency at the same time. Consequently there is a possibility that one Investment Fund may purchase an asset at about the same time as another Investment Fund may sell it.

There can be no assurance that the selection of the managers of the Investment Funds will result in an effective diversification of investment styles and that positions taken by the underlying Investment Funds will always be consistent.

The selection of Investment Funds will be made in a manner to secure the opportunity to have the shares or units in such Investment Funds redeemed within a reasonable time frame. There is, however, no assurance that the liquidity of the Investment Funds will always be sufficient to meet redemption requests as and when made.

Further details are provided in the Full Prospectus.

Distribution Policy

The Company issues only Capital-Accumulation Shares and do not pay any dividends.

Fees and Expenses

Management fee (%): 1.25***

* Of the net asset value.

** This fee covers all administration, management and marketing services provided to the Company by the Management Company or one of the delegated entities as the Administration Agent, the Registrar and Transfer Agent and the Investment Adviser. This fee also covers the fees of the Custodian and the Corporate, Domiciliary and Paying Agent for the provision of their services. The Management Company is also entitled to reimbursement of reasonable out-of-pocket expenses.

Shareholders Expenses

Subscription charge:	up to 5.54 % of the net asset value per Share ("Offer Price").
Conversion charge:	up to 1.00 % of the value of the Shares which are being converted.
Redemption charge:	None.

Taxation of Shareholders / the Company

Prospective investors should ascertain from their professional advisers the consequences to them of acquiring, holding, redeeming, transferring, selling or converting Shares under the relevant laws of the jurisdictions to which they are subject, including the tax consequences and any exchange control requirements.

Under current law and practice, the Company is not liable to any Luxembourg income tax. However, pursuant to the Council Directive 2003/48/EC of 3 June 2003 on taxation of savings income implemented in the Luxembourg law by a law of 21 June 2005, a withholding tax may be applicable as from 1 July 2005. Further details are provided in the Full Prospectus. The Company is liable to annual tax in Luxembourg ("*taxe d'abonnement*") calculated at the rate of 0.05 % per annum of its net asset value, and at the rate of 0.01 % per annum of the net asset values of the Sub-Funds or Classes of Shares reserved to institutional investors within the meaning of article 129 of the 2002 Law. This tax is calculated at the end of the quarter to which the tax relates and payable quarterly.

No stamp or other tax is payable in Luxembourg in connection with the issue of Shares of the Company.

Price publication

The prices for Shares are available at the offices of the Company, the Distributor and of the local agents as detailed in the Full Prospectus. The redemption price may also be published in various newspapers as the board of directors may determine from time to time.

The prices are calculated on each Dealing Day on the basis of the net asset value of the relevant Class of Shares or the relevant Sub-Fund in its relevant currencies. The Offer Price for Shares of the Sub-Fund includes a subscription charge of up to 5.54% of the net asset value per Share. The Redemption Price is equal to the Dealing Price.

Further details are provided in the Full Prospectus.

How to buy / sell /convert Shares

Applications for subscription / redemption / conversion of Shares of the Sub-Fund may be made to the Distributor, a Representative or the Company before the appropriate dealing cut-off times on a Dealing Day as set forth below, in order to be dealt with on that specific Dealing Day.

A Dealing Day is any day on which banks are open for normal banking business in Luxembourg ("Business Day") (other than days during a period of suspension of dealing in Shares and other than a Business Day immediately following the end of a period of such suspension) and which is also, for the Sub-Fund, a day where stock exchanges and regulated markets in countries where the Sub-Fund is materially invested are open for normal trading. The Business Days, which are not Dealing Days, will be listed in the annual and semi-annual reports and available at the registered office of the Company.

Investors buying Shares for the first time should complete an application form. Any subsequent purchase or any redemption of Shares can be made by letter, fax or telephone, the latter will require confirmation in writing.

Instructions to buy, sell and switch Shares should be addressed to:

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Dealing cut-off times at place of issue of orders :

- **Rest of the World:** 11.00 a.m. Luxembourg time on any Dealing Day
- **Jersey:** 10.00 a.m. Jersey time on any Dealing Day
- **Poland:** 10.00 a.m. Poland time on any Dealing Day

Settlement may be made by cheque, bankers' draft or electronic transfer, net of bank charges to the relevant correspondent bank(s) quoting the applicant's name and stating the appropriate Sub-Fund into which settlement monies are paid within five days (which are Business Days and days during which the banks in the principal financial center for the Dealing Currency of the relevant Share Class are open for business) after application.

Shares are provisionally allotted but not allocated until cleared funds have been received by the Company or to its order.

Contract Notes and, for those who have not completed an application form, registration slips, are posted to the investor on the allotment of Shares.

Further details are provided in the Full Prospectus.

Subscription and Redemption Information

Minimum initial investment and minimum holding		Minimum subsequent investment	
USD	5,000	USD	1,000
EUR	5,000	EUR	1,000
GBP	5,000	GBP	1,000
SGD	5,000	SGD	1,000
CZK	150,000	CZK	30,000

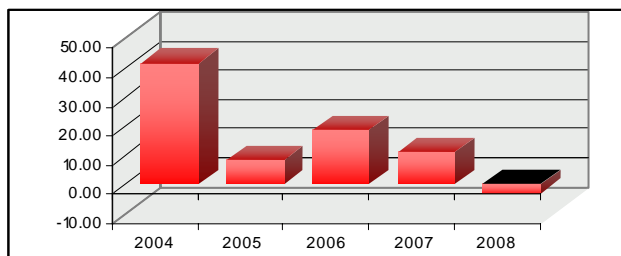
Available Dealing Currencies

Investors can buy Shares and make their payments either in the Base Currency or in the following Dealing Currency: Euro, Pound Sterling, Singapore Dollar, Czech Republic Koruna and US Dollar.

The necessary foreign exchange transactions are arranged by the Distributor or the Transfer Agent for the account of, and at the expense of, the applicant at prevailing exchange rates on the relevant Dealing Day.

The ISIN Code of the Shares is the following: LU0137438270.

Annual Performance



Calculation date: 31 March 2008

Currency: Base Currency

Please note that past performance is not a guide to future performance. Investors may not get back the full amount invested, as prices of Shares and the income from them may fall as well as rise.

Annualized turnover

164.00%

Calculation date: 31 March 2008

Calculated in accordance with the provisions of the CSSF Circular 03/122 of 19 December 2003

Additional Information

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Transfer Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Distributor

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Custodian and Administration Agent / Central Paying Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg

Investment Adviser

HSBC Global Asset Management (UK) Limited
78 St James Street, London SW1A 1EJ, England

Auditors

KPMG Audit, Réviseurs d'Entreprises
31, allée Scheffer, L-2520 Luxembourg, Grand Duchy of Luxembourg

Registered Office of the Company

69, route d'Esch, L-1470 Luxembourg, Grand Duchy of Luxembourg

Supervisory Authority

Commission de Surveillance du Secteur Financier
Luxembourg, Grand Duchy of Luxembourg

Promotor

HSBC Group

Contact

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg
Tel: (+352) 48 88 96

JULY 2008

HSBC INTERNATIONAL SELECT FUND

Multimanager Premium
Simplified Prospectus

Multimanager Premium

Important information

This simplified prospectus contains key information in relation to the sub-fund. If you would like more information before you invest, please consult the most recent full prospectus (the "Full Prospectus"). Unless defined in this document, defined terms shall bear the same meaning as in the Full Prospectus. For details about the sub-fund's holdings, please see the most recent report.

HSBC International Select Fund – Multimanager Premium (hereinafter the "Sub-Fund") is a sub-fund of HSBC International Select Fund (hereinafter the "Company"). The Company is a Luxembourg investment company with multiple compartments organised as a "*société anonyme*" incorporated on 26 October 2001.

The Company exists for an unlimited period and qualifies as an undertaking for collective investment in transferable securities under Part I of the Luxembourg law of 20 December 2002 on undertakings for collective investment, as amended (the "2002 Law").

The rights and duties of the investor as well as the legal relationship with the Company are laid down in the Full Prospectus. The Full Prospectus and the periodical reports may be obtained, free of charge, from the Company.

What does the Sub-Fund invest in?

Investment objective

The objective of the sub-fund is to achieve a total return over the medium term by investing in a well diversified portfolio of directional risks and non-directional strategies. Therefore, the sub-fund will invest at least 49% of its total non-cash assets in other Investment Funds which themselves invest primarily in equity and fixed income markets. In addition, the sub-fund may also, within the limits of the investment restrictions, invest in Investment Funds providing exposure to commodities, real estate and open-ended regulated hedge funds subject to an equivalent supervision. The investment adviser retains the right to invest in other asset classes as opportunities arise.

Diversification is reached via an efficient risk driven allocation of market risks: asset classes, geographic regions, and investment sectors. Absolute sources of performance are expected to arise from portable alpha (equity hedged with index futures), and absolute return investment funds.

The sub-fund will normally contain a high proportion of Euro denominated assets. Exposure to non-Euro assets will normally be hedged back in into Euro through the use of instruments such as currency forwards.

Launch date

14 June 2007

Base currency

Euro

Who should invest in the Sub-Fund?

Profile of the typical investor

The Sub-Fund is suitable for investors looking for a managed and diversified investment and seeking a stable level of capital growth while willing to accept a controlled degree of risk.

To determine if the Sub-Fund is suitable, it is recommended that the investor consult a stockbroker, bank manager, solicitor, accountant, representative bank or other financial adviser.

What are the risks of investing in the Sub-Fund?

Specific nature of a Fund of Funds: Prospective investors should be aware of the specific features of a fund of funds and the consequences of investing in Investment Funds. Although the Company will seek to monitor investments and trading activities of the Investment Funds to which assets will be allocated, investment decisions are made at the level of such Investment Funds and it is possible that the managers of such Investment Funds will take positions or engage in transactions in the same securities or in issues of the same asset class, industry or country or currency at the same time. Consequently there is a possibility that one Investment Fund may purchase an asset at about the same time as another Investment Fund may sell it.

There can be no assurance that the selection of the managers of the Investment Funds will result in an effective diversification of investment styles and that positions taken by the underlying Investment Funds will always be consistent.

The selection of Investment Funds will be made in a manner to secure the opportunity to have the shares or units in such Investment Funds redeemed within a reasonable time frame. There is, however, no assurance that the liquidity of the Investment Funds will always be sufficient to meet redemption requests as and when made.

Further details are provided in the Full Prospectus.

Share Class Information

The following Share Classes may be issued:

- A Shares:** are available to all investors.
- E Shares:** are available in certain countries, subject to the relevant regulatory approval, through specific distributors selected by the Distributor.
- I Shares:** are available to all investors.

Distribution Policy

The Company issues Distribution and Capital-Accumulation Shares in different Classes:

- **Capital-Accumulation Shares** are identifiable by a "C" following the Sub-Fund and Class names and do not pay any dividends.
- **Distribution Shares** are identifiable by a "D" following the Sub-Fund and Class names. The distribution policy of the Distribution Shares can be summarised as follows:

Dividends will be declared separately in respect of each Distribution Class of each Sub-Fund by the meeting of shareholders of the relevant Class of Shares of the relevant Sub-Fund at the end of each financial year. The board of directors of the Company may declare interim dividends in respect of certain Sub-Funds.

Dividends will be announced in the financial press. Payment of dividends will be made within six weeks of such declaration to holders of Shares in the respective Sub-Funds at the dividend record date as stated in such resolution.

Fees and Expenses

Share Class	Management Fee (%)**	Maximum Operating, Administration and Servicing Fee (%)***	Total Expense Ratio (%) (including transaction costs)
A Shares	1.00*	0.30*	1.30*
E Shares	1.30*	0.30*	1.60*
I Shares	0.50*	0.25*	0.75*

* Of the net asset value.

** The Management fee covers all investment management, investment advisory and distribution services.

*** The operating, administrative and servicing expenses includes the reasonable out of pocket expenses incurred by the parties referred to in this paragraph and by the correspondent banks, the fees of its Auditors and legal advisers, the cost of printing and distributing the annual and half-yearly reports, the Prospectus, the costs and expenses incurred in connection with the registration of the Company in various jurisdictions, the costs incurred in relation to structures which may be required by law or regulations in the jurisdictions in which the shares are marketed. The Management Company is responsible for discharging out of this fee the expenses payable, inter alia, to the Custodian, the Administration Agent and the Registrar and Transfer Agent.

Shareholders Expenses

- Subscription charge:** Up to 5.54 % of the net asset value per Share ("Offer Price") (for all Classes of Shares).
- Conversion charge:** Up to 1.00 % of the value of the Shares converted (for all Classes of Shares).
- Redemption charge:** None.

Taxation of Shareholders / the Company

Prospective investors should ascertain from their professional advisers the consequences to them of acquiring, holding, redeeming, transferring, selling or converting Shares under the relevant laws of the jurisdictions to which they are subject, including the tax consequences and any exchange control requirements.

Under current law and practice, the Company is not liable to any Luxembourg income tax. However, pursuant to the Council Directive 2003/48/EC of 3 June 2003 on taxation of savings income implemented in the Luxembourg law by a law of 21 June 2005, a withholding tax may be applicable as from 1 July 2005. Further details are provided in the Full Prospectus. The Company is liable to annual tax in Luxembourg ("*taxe d'abonnement*") calculated at the rate of 0.05 % per annum of its net asset value, and at the rate of 0.01 % per annum of the net asset values of the Sub-Funds or Classes of Shares reserved to institutional investors within the meaning of article 129 of the 2002 Law. This tax is calculated at the end of the quarter to which the tax relates and payable quarterly.

No stamp or other tax is payable in Luxembourg in connection with the issue of Shares of the Company.

Price publication

The prices for Shares are available at the offices of the Company, the Distributor and of the local agents as detailed in the Full Prospectus. The redemption price may also be published in various newspapers as the board of directors may determine from time to time.

The prices are calculated on each Dealing Day on the basis of the net asset value of the relevant Class of Shares or the relevant Sub-Fund in its relevant currencies. The Offer Price for Shares of each Class of the Sub-Fund includes a subscription charge of up to 5.54% of the net asset value per Share. The Redemption Price is equal to the Dealing Price.

Further details are provided in the Full Prospectus.

How to buy / sell /convert Shares

Applications for subscription / redemption / conversion of Shares of the Sub-Fund may be made to the Distributor, a Representative or the Company before the appropriate dealing cut-off times on a Dealing Day as set forth below, in order to be dealt with on that specific Dealing Day.

A Dealing Day is any day on which banks are open for normal banking business in Luxembourg ("Business Day") (other than days during a period of suspension of dealing in Shares and other than a Business Day immediately following the end of a period of such suspension) and which is also, for the Sub-Fund, a day where stock exchanges and regulated markets in countries where the Sub-Fund is materially invested are open for normal trading. The Business Days, which are not Dealing Days, will be listed in the annual and semi-annual reports and available at the registered office of the Company.

Investors buying Shares for the first time should complete an application form. Any subsequent purchase or any redemption of Shares can be made by letter, fax or telephone, the latter will require confirmation in writing.

Instructions to buy, sell and switch Shares should be addressed to:

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2547019553, Fax: +(352) 2547019500

Dealing cut-off times at place of issue of orders:

- **Rest of the World:** 9.00 a.m. Luxembourg time on any Dealing Day.
- **Jersey:** 3.00 p.m. Jersey time on on the Business Day immediately preceding the Dealing Day
- **Poland:** 8.00 a.m. Poland time on any Dealing Day.

Settlement may be made by cheque, banker's draft or electronic transfer, net of bank charges to the relevant correspondent bank(s) quoting the applicant's name and stating the appropriate Sub-Fund into which settlement monies are paid within five days (which are Business Days and days during which the banks in the principal financial center for the Dealing Currency of the relevant Share Class are open for business) after application.

Shares are provisionally allotted but not allocated until cleared funds have been received by the Company or to its order.

Contract Notes and, for those who have not completed an application form, registration slips, are posted to the investor on the allotment of Shares.

Further details are provided in the Full Prospectus.

Subscription and Redemption Information

Share Class	Minimum initial investment and minimum holding		Minimum subsequent investment	
Class A	EUR/USD/GBP/SGD	12,000	EUR/USD/GBP/SGD	1,000
	CZK	360,000	CZK	30,000
Class E	EUR/GBP/USD/SGD	5,000	EUR/USD/GBP/SGD	1,000
	CZK	150,000	CZK	30,000
Class I	EUR/GBP/USD/SGD	1,000,000	EUR/USD/GBP/SGD	100,000
	CZK	30,000,000	CZK	3,000,000

Available Dealing Currencies and Share Classes

Investors can buy Shares and make their payments either in the Base Currency or in the following Dealing Currency: Euro, Pound Sterling, Singapore Dollar, Czech Republic Koruna and US Dollar.

The necessary foreign exchange transactions are arranged by the Distributor or the Transfer Agent for the account of, and at the expense of, the applicant at prevailing exchange rates on the relevant Dealing Day.

Share Class	ISIN Codes
Class A	LU0277343751
Class E	LU0277343835
Class I	LU0277344304

Annual Performance

The Sub-Fund being launched for less than one full financial year, no Annual Performance can be disclosed at the time of this simplified prospectus.

Please note that past performance is not a guide to future performance. Investors may not get back the full amount invested, as prices of Shares and the income from them may fall as well as rise.

Annualized turnover

The Sub-Fund being launched for less than one full financial year, no Annualized Turnover may be disclosed at the time of this simplified prospectus.

Additional Information

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Transfer Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg
Tel: +(352) 2605 9553 - Fax: +(352) 2460 9500

Distributor

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg

Custodian and Administration Agent / Central Paying Agent

RBC Dexia Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand Duchy of Luxembourg

Investment Adviser

HSBC Global Asset Management (France)
Immeuble Ile de France, 4, place de la Pyramide, La Défense 9, 92800 Puteaux, France

Auditors

KPMG Audit, Réviseurs d'Entreprises
31, allée Scheffer, L-2520 Luxembourg, Grand Duchy of Luxembourg

Registered Office of the Company

69, route d'Esch, L-1470 Luxembourg, Grand Duchy of Luxembourg

Supervisory Authority

Commission de Surveillance du Secteur Financier
Luxembourg, Grand Duchy of Luxembourg

Promoter

HSBC Group

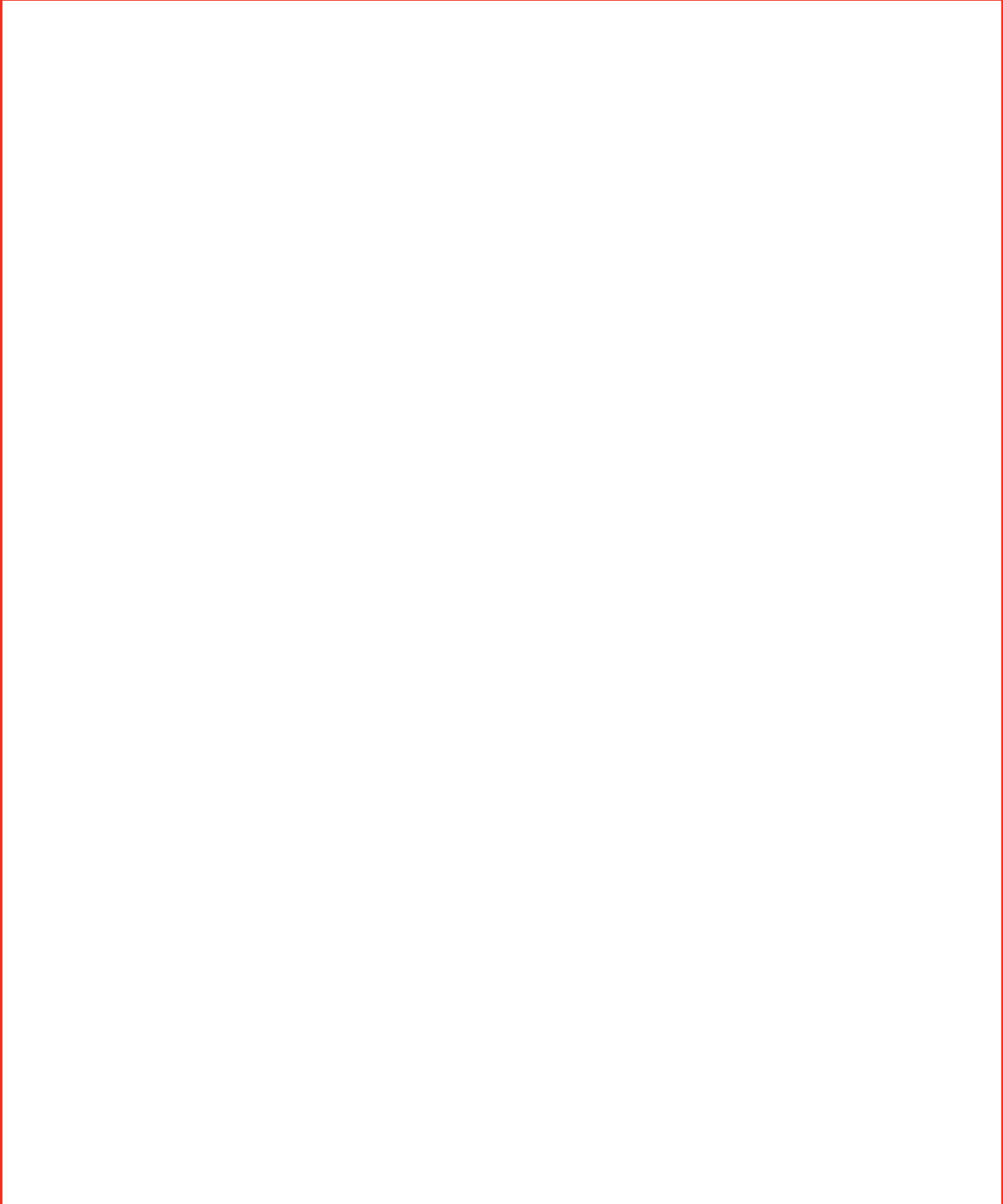
Contact

Management Company

HSBC Investment Funds (Luxembourg) S.A.
40, avenue Monterey, L-2163 Luxembourg, Grand Duchy of Luxembourg
Tel: (+352) 48 88 96

Freedom Plus

Application Terms and Conditions and Nominee Service Agreement



Application Terms and Conditions

In this Section, “we”, “us” and “our” refer to HSBC Global Asset Management (International) Limited and HSBC Funds Nominee (Jersey) Limited. HSBC Global Asset Management (International) Limited and HSBC Funds Nominee (Jersey) Limited are wholly owned subsidiaries of HSBC Bank International Limited. “HSBC Group” means HSBC Holdings plc, its subsidiaries, associated and affiliated companies.

- a) By completing and delivering an Application form or otherwise making an application for shares as described in the relevant fund, you as the applicant(s):-
- i) offer to invest the amount specified in your application (or such smaller amount for which the application is accepted), on and subject to these Application Terms and Conditions and subject to the relevant fund (the “Fund”) in which the investment is being made;
 - ii) authorise HSBC Funds Nominee (Jersey) Limited to register shares in its name on your behalf and to send a Confirmation of Ownership document for the number of shares for which your application is accepted (lump sum investments only), and/or a payment for any money returnable by post, at the risk of the person(s) entitled thereto, to the address of the agent (if any) whose stamp appears on the form or (if no stamp appears thereon), to your address (or that of the first named applicant) as set out in the Application form;
 - iii) agree that all applications, acceptance of applications and contracts resulting therefrom with HSBC Funds Nominee (Jersey) Limited shall be governed by and construed in accordance with the law of Jersey;
 - iv) warrant that you are of full age (18 years) and, if you sign the Application form on behalf of somebody else, warrant that you have due authority to do so;
 - v) agree that you shall not be entitled at any time after acceptance of your application to exercise any remedy of rescission for innocent misrepresentation;
 - vi) confirm that in making such application you are not relying on any information or representation in relation to the Fund other than those contained in the Brochure, Insert, Important Notes, the Prospectus, these Application Terms and Conditions and the Nominee Service Agreement and any other document authorised by the Fund and accordingly agree that no person responsible solely or jointly for the Brochure, Important Notes, the Prospectus, these Application Terms and Conditions and the Nominee Service Agreement or any part thereof should have any liability for any such other information or representations;
 - vii) agree to continue making a regular monthly contribution until a minimum of £5,000, US\$5,000, €5,000, has been received, if you are a Monthly Investment Plan investor; and
 - viii) accept that HSBC Funds Nominee (Jersey) Limited reserves the right to charge you for any associated costs, should your investment be cancelled.
- b) Acceptance of lump sum applications will be effected by the issue of a Sale Contract Note (lump sum investment

only), which will normally be sent within four business days following execution. We will also provide you with information on request about the status of your application. Applications for the Monthly Investment Plan will be acknowledged and a statement sent to you every June and December showing the investments made.

- c) If you sign the Application form on behalf of a corporate body, you warrant that you have due authority to do so. A corporation should sign under the hand of two duly authorised officials whose representative capacity should be stated. The company seal should also be affixed where one exists.
- d) Where there are joint applicants for shares, the first named applicant will be their representative.
- e) In order to process an application for shares, a fully completed Application form must be received by HSBC Funds Nominee (Jersey) Limited, which will require the ORIGINAL signatures of ALL applicants. In addition, certified copies of identification documents (please see page 8 of the Application form) for each applicant must be provided. If this Application form is not completed correctly and/or all the identity verification documents are not supplied, the application will not be accepted.
- f) Shares may not be registered in the name of a Trust, but may be registered in the name(s) of up to four of the Trustees. Shares may not be registered in the name of an individual under 18 years of age (a minor), but the investment may be designated with the name of a minor (see Section 1 of the Application form).
- g) The customer’s personal circumstances may lead to HSBC Funds Nominee (Jersey) Limited setting a higher minimum investment threshold at its complete discretion. HSBC Funds Nominee (Jersey) Limited reserves the right to refuse any application.
- h) **Dividends – Please refer to the relevant Prospectus for details of whether this is applicable to your investment.**
 - i) **Lump Sums**

Dividends will be reinvested automatically at no initial charge. Lump sum investors who do not wish to avail themselves of this service should advise HSBC Funds Nominee (Jersey) Limited accordingly.

If dividends are requested in payment and not reinvested they will be paid to the first named applicant.

Only dividends in excess of £50, US\$50 or €50 can be requested in payment. Dividends below this amount will be automatically reinvested. Where requested, all payments will be made by telegraphic transfer.
 - ii) **Monthly Investment Plan**

Dividends will be automatically reinvested at no initial charge.

i) **Data Protection**

i Your Information

This Section explains how we will use your data where you have applied for any of the products and services covered in this Brochure together with any other products or services where we tell you this Section will apply.

i) **Confidentiality**

Information we hold about you will not be disclosed to anyone (including other members of the HSBC Group), other than where:

- ▶ We are legally required to disclose
- ▶ We have a public duty to disclose
- ▶ Our interests require disclosure
- ▶ The disclosure is made with your consent
- ▶ As set out in the terms below

ii) **Crime Prevention**

To prevent crime, verify your identity and to meet our legal obligations, we may exchange information (both within the Channel Islands, the Isle of Man, the UK and, where appropriate, overseas) with other members of the HSBC Group, and, where appropriate, with fraud prevention, law enforcement and other organisations.

If you give us false or inaccurate information and fraud is identified, details will be passed to fraud prevention agencies to prevent fraud and money laundering.

We may need to make and retain photocopies of passports, driving licences or other identification evidence that you provide.

Law enforcement agencies may access and use this information. We and other organisations may also access and use this information to prevent fraud and money laundering, for example when:

- ▶ Checking details on applications for credit and credit related or other facilities
- ▶ Managing credit and credit related accounts or facilities
- ▶ Recovering debt
- ▶ Checking details on proposals and claims for all types of insurance
- ▶ Checking details of job applicants and employees

To comply with our money laundering prevention obligations, we will be required to provide details such as your name, address and account number to the receiving bank or other financial institution if you use money transmission services such as SWIFT.

We and other organisations may access and use from other countries the information recorded by Fraud Prevention Agencies.

Please contact the Fraud Prevention Agencies directly if you require a copy of any information they may hold about you.

iii) **Data Processing**

The HSBC Group may use and share relevant information about you, your transactions and your relationships with the

HSBC Group for customer service, market research, audit and administrative purposes. This may include information provided by you, or someone acting on your behalf. Where appropriate (for example if you have relationships with other HSBC Group Companies in other countries), this information may be shared with HSBC Group Companies outside the Channel Islands, the Isle of Man and the UK.

We may use other HSBC Group Companies and/or third parties to provide services on our behalf which may include the processing of information about you.

Whether it is processed in the Channel Islands, the Isle of Man, the UK or overseas, in accordance with data protection legislation, your information will be protected by a strict code of secrecy and security which all members of the HSBC Group, their staff and any third parties are subject to.

Information may also be processed for the purposes of complying with applicable laws, including anti-money laundering and anti-terrorism laws and regulations and fighting crime and terrorism. This may require the disclosure of information to the Channel Islands, Isle of Man, UK or overseas governmental or regulatory authorities, or to any other person we reasonably think necessary for these purposes.

iv) **Information about Products, Services and Promotions**

With your permission, the HSBC Group may use and share relevant information about you, your transactions and your relationships with the HSBC Group to give you information about products, services (including mortgages) and promotions available from HSBC Group companies and those of selected third parties which may interest you by post, telephone, electronic and other means.

The HSBC Group may also exchange, analyse and use relevant information about you in the way described above to ensure that promotional content displayed to you on screen when you log on to HSBC Group websites is more likely to be relevant and of interest.

We may use any contact details you provide to us for service related reasons. You should only give us your email address, home, work or mobile telephone number if you are happy for us to contact you in these ways.

If you do not want us to contact you about such products and services, or use what we know about you to help decide what we display to you on our websites, please let us know.

v) **Miscellaneous**

Under data protection legislation, you can make a written request for a copy of certain personal records we hold about you. The current fee is £10.00 per request from each individual.

To ensure that we carry out your instructions accurately, to help us to improve our service and in the interests of security, we may monitor and/or record your communications with us. Any recordings remain our sole property.

In the interests of security, we may use CCTV recording equipment in and around our premises.

j) **Telephone, fax or internet instructions**

You authorise HSBC Funds Nominee (Jersey) Limited to accept

and act upon telephone or fax instructions or instructions given through the computer and telecommunications network known as the internet whether by way of email or otherwise ("internet instructions") from you, on the condition that any faxes are signed or purport to be signed by you, any internet communication is sent by or purports to have been sent by you, and any telephone instructions are made by you, or purports to be from you. At our discretion, we may undertake further security measures to ensure, as far as possible, that the instruction has been made by you.

You agree and irrevocably undertake to indemnify us and keep us indemnified against all losses, claims, action, proceedings, demands, damages, costs and expenses incurred or sustained by us of whatever nature and howsoever arising out of, or in connection with such telephone, fax or internet instructions.

All telephone and internet instructions (with the exception of instructions via the HSBC Bank International Limited Internet Banking Service) will require written confirmation in original format, in order to complete the relevant transaction.

k) Restrictions on sale and issue

Neither the Prospectus, Brochure or Insert constitutes an offer to sell, or invitation to purchase shares to any person, or in any territory where the making of such an offer or invitation would be unlawful. Persons wishing to make an application hereunder must satisfy themselves as to full observance of the laws of any relevant territory in connection herewith obtaining any requisite governmental or other consents, observing any other requisite formalities and paying any issue, transfer or other taxes due in any such territory. In particular, neither the Prospectus nor the Application form constitutes an invitation or a solicitation to the general public of an offer to invest in the Company to Australian, Canadian, Hong Kong, Malaysia, New Zealand or USA residents.

l) Markets in Financial Instruments Directive (MiFID)

i) Client classification

We will categorise you as a retail client and treat you as such in all our dealings with you in respect of this investment service. You may request to be treated as a professional client. However, subject to our acceptance of your request, this would result in you receiving a lower level of regulatory protection as defined under the European Markets in Financial Instruments Directive regulations.

ii) Suitability and appropriateness

In providing our services we are not required to assess the suitability or appropriateness for you of investment in the shares of the Fund (collective investment scheme or any other investment) and you will not therefore receive any regulatory protections provided under the rules of either our regulator that would apply were we to give investment advice or as provided by the European Markets in Financial Instruments Directive regulations.

iii) Inducements

In providing our services to you under these Application Terms and Conditions, we may pay or receive fees, commissions, or non-monetary benefits to or from our associates or other third parties in circumstances similar to those permitted under the European Markets in Financial Instruments Directive. In

particular:

- (a) We will receive the initial charge. This one-off fee is currently up to 5.25% for the funds offered within Freedom Plus and is included in the purchase price of your shares; and
- (b) The manager of the Fund will pay us a proportion of its annual management charge for arranging this investment. The payment of the annual management charge will be made monthly and will be calculated pro rata at 0.25% – 1.85% per annum of the value of your shares.

These charges may be shared with your agent, if any, for arranging the investment.

Occasionally, we may benefit from non-financial incentives, such as corporate hospitality and training. We maintain strict policies to control how benefits of this type are managed to protect the interests of customers.

Further information may be available on request. Please also refer to the relevant Simplified Prospectus.

iv) Aggregation

We may combine (aggregate) orders in respect of your investments with those orders of other customers. By aggregating your orders with those of other customers, we must reasonably believe that it is unlikely that the aggregation would work overall to the disadvantage of any of those customers. However, the effect of the aggregation may operate on some occasions to your disadvantage in relation to a particular order.

v) Conflicts of Interest Policy

It is possible that other members of the HSBC Group could have interests in the arrangements contemplated by these Application Terms and Conditions that could conflict with your own. For example, an HSBC Group Company may act as an investment manager for HSBC Global Investment Funds and receive a fee for doing so. We maintain arrangements for the management of conflicts of interest so that they do not adversely affect your interests. An appropriate summary of that policy as at the date of these terms is shown below.

The HSBC Group is a global organisation which provides a wide range of financial services. As such, it, or a company with whom it has an association ("HSBC"), may from time to time have interests which conflict with its clients' interests or with the duties that it owes to its clients. These include conflicts arising between the interests of HSBC, its associates and employees on the one hand, and the interests of its clients on the other, and also conflicts between clients themselves.

HSBC has established procedures which are designed to identify and manage such conflicts. These include organisational and administrative arrangements to safeguard the interests of clients. A key element of this policy is that persons engaged in different business activities involving a conflict of interest must carry on those activities independently of one another.

Where necessary, HSBC maintains arrangements which restrict the flow of information to certain employees in order to protect its clients' interests and to prevent improper access to client information.

HSBC may also deal as principal for its own investment account and may be matching transactions with another client.

Procedures are in place in order to protect the client's interest in this instance.

In some cases, HSBC's procedures and controls may not be sufficient to ensure that a potential conflict of interest does not damage a client's interests. In these circumstances, HSBC may consider it appropriate to disclose the potential conflict to the client and obtain the client's formal consent to proceed. However, HSBC may decline to act in any circumstance where there is residual risk of damage to the interests of any client.

You may have further questions which relate to the underlying procedures within HSBC. In such cases you should contact us. In this policy, "HSBC Group" means HSBC Holdings plc and its subsidiaries, associated and affiliated companies.

(vi) **Language**

We will normally communicate with you in English. Documentation and other information will normally be provided in English.

(vii) **Regulation**

HSBC Funds Nominee (Jersey) Limited and HSBC Global Asset Management (International) Limited are regulated in Jersey by the Jersey Financial Services Commission.

Explanatory Memorandum in respect of the Nominee Service

HSBC Funds Nominee (Jersey) Limited (the "Nominee") will provide a free nominee service (the "Nominee Service") in respect of shares offered through Freedom Plus. This service will be available to persons who wish to use the service to hold an investment. The minimum investment amount for investors using the Nominee Service is £/\$/€10,000, for lump sum investments and £250, US\$250, or €250, per month for the Monthly Investment Plan.

For all investors using the Nominee Service the effect will be that, whilst the beneficial interest in the shares lies with the particular investor, the legal title to those shares will be vested in the Nominee.

This arrangement (which is free of charge) allows you to deal direct with Jersey, on any related issue, giving you a speedier and more efficient administration of your holdings.

In addition, investors using the Nominee Service will receive half-yearly valuations of their holdings. The detailed terms upon which the Nominee Service is supplied is set out below.

No certificates or bearer shares are available to investors using the Nominee Service.

Nominee Service Agreement

Clients will maintain their shareholdings under a nominee name in the share register of the funds offered through Freedom Plus and the Nominee agrees to provide a free nominee service (the "Nominee Service") for Clients purchasing Shares.

It is agreed that:

1. Clients' Subscription

- 1.1 Clients' orders for the purchase of Shares under the Nominee Service can be accepted only on the basis of US dollar, sterling or euro amounts to be invested or for a number of Shares.
- 1.2 The Nominee will create the relevant sub-accounting records and will issue a contract note in respect of the applications for Shares received from Clients.
- 1.3 The Nominee will remit payment to the Registrar and Transfer Agent where upon the Shares will be registered in the name of the Nominee and forward a contract note to the Nominee.
- 1.4 The Nominee will issue a confirmation of ownership document to the Client(s) recording the Shares which are held to the Client(s) order by the Nominee. No share certificates will be issued in respect of Shares held via the Nominee. A confirmation of ownership document is not issued for Monthly Investment Plan investments.

2. Redemptions

- 2.1 If a Client wishes to redeem part or all of a holding of Shares, instructions are to be sent to the Nominee.
- 2.2 Client's instructions are to be provided to the Nominee as specified in section j) of the Application Terms and Conditions, the Simplified Prospectus and Prospectus.
- 2.3 The Nominee will forward a contract note to the Client(s) and remit payment to the Client(s) in accordance with instructions received. Note: instructions to pay to a third party will not be accepted.

3. Switches

- 3.1 If a Client(s) wishes to switch part or all of a holding of Shares, instructions are to be sent to the Nominee.
- 3.2 Client's instructions are to be provided to the Nominee as specified in the simplified prospectus and Prospectus.
- 3.3 The Nominee will forward contract notes to the Client, followed by a Confirmation of Ownership.

4. Shareholders' Notices and Voting Rights

The Nominee will forward to Clients documentation and/or issued information on funds. Annual and half-yearly reports will not be sent to clients but are available on request. Clients will also receive half-yearly indicative valuations from the Nominee.

Copies of the following documents are available, free of charge, upon request to the Nominee's registered office shown below:

- Prospectus and Simplified Prospectuses
- Annual and half-yearly reports

5. Money Laundering

By law, the fund vehicles and the Nominee is bound to abide by specific legal and regulatory provisions aimed at the prevention of the laundering of money representing the proceeds of criminal activity. To comply with current legislation the Nominee is required to ascertain the nature and details of your occupation or employment, how you generate your income and your business activities. The Nominee is also required to obtain proof of your identity and residential address.

6. Modification

The provisions of this agreement may be altered or modified by the Nominee and advised in writing to all Clients in the Nominee's records at that time.

7. Termination

The Nominee may terminate this agreement by 30 days' notice in writing to the Clients.

8. Applicable Law and Jurisdiction

This agreement shall be governed and construed in accordance with the laws of the Island of Jersey.

HSBC Funds Nominee (Jersey) Limited
HSBC House, Esplanade
St Helier, Jersey JE1 1HS
Channel Islands
Telephone: +44 1534 606389

For further details:

www.offshore.hsbc.com

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