

HSBC No-Load Funds SICAV p.l.c.

Interim Report and Unaudited Financial Statements

For the period ended 31 October 2016

HSBC No-Load Funds SICAV p.l.c.

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HSBC No-Load Funds SICAV p.l.c.

Directors, officers and other information

For the period ended 31 October 2016

Directors

Prof. Peter Xuereb LL.D., LL.M(London), PhD (Camb) (resigned 6 June 2016)

Ms. Muriel Rutland B.Com (Hons) Banking and Finance

Mr. Steven Tedesco Chartered FCSI (Chartered Fellow of Chartered Institute for Securities & Investment) (Chairman)

Mr. Joseph D. Camilleri (appointed 12 July 2016, resigned 1 September 2016)

Dr. Richard Bernard B.A. LL.D. (appointed 20 September 2016)

Manager

HSBC Global Asset Management (Malta) Limited

80, Mill Street

Qormi QRM 3101

Malta

Fund Administrator and Registrar

Deutsche International Corporate Services (Ireland) Limited

Pinnacle II, Eastpoint Business Park,

Alfie Byrne Road,

D3 Dublin,

Ireland

Secretary

Ganado Services Limited

171, Old Bakery Street

Valletta VLT 1455

Malta

Registered Office

171, Old Bakery Street

Valletta VLT 1455

Malta

Company registration number

SV 7

Depositary/ Custodian

(Effective from 29 April 2016)

Deutsche Bank AG (Dublin)

Pinnacle II, Eastpoint Business Park,

Alfie Byrne Road,

D3 Dublin,

Ireland

(Up to 28 April 2016)

Deutsche Bank (Malta) Limited

Forni Complex 1E,

Level 2, Pinto Wharf,

Valletta Waterfront,

Floriana, FRN 1913,

Malta

HSBC No-Load Funds SICAV p.l.c.

Directors, officers and other information (continued)

For the period ended 31 October 2016

Sponsoring stockbroker

Neville Curmi ACIB
Curmi & Partners Ltd
Finance House, Princess Elizabeth Street
Ta' Xbiex MSD 1102,
Malta

Legal Advisers

Ganado & Associates
171, Old Bakery Street
Valletta VLT 1455
Malta

Independent Auditors

PricewaterhouseCoopers
78, Mill Street,
Qormi QRM 3101
Malta

HSBC No-Load Funds SICAV p.l.c.

Manager's Report

For the period ended 31 October 2016

This Manager's report provides a review covering the first six months of the current financial year, which runs from 01 May 2016 until 30 April 2017. The report endeavours to provide an overview of the global and domestic market developments, as well as the underlying economic fundamentals and political developments which drove market dynamics during the said period. It then goes on to provide commentary on each of the Funds, outlining the performance drivers, investment activity, and strategy, as well as a medium-to-long-term outlook.

Apart from the UK market, the first six months of the financial year were positive for global equity markets. In Euro terms, both Asian equities and Emerging Market (EM) equities delivered very good returns, with the Japanese equity market delivering a return of 15 percent, and other Asian and EM equities delivering over 12 percent. The performance of equities in developed markets was not so lucrative. Specifically, the US equity market delivered returns in excess of 7 percent, while the Eurozone delivered less than 1 percent. UK equities lost well over 2 percent.

During the first eight weeks of the period under review, global equity markets oscillated back and forth between positive and negative territory. Volatility spiked towards the end of June as the market digested the news regarding the result of the UK referendum on European Union (EU) membership. Following that, the performance of global equity markets improved from July onwards, though remaining somewhat volatile.

The table presented below summarises the performance of the international equity markets.

Equity Indices	6M Return (%)	Period High	Period Low
FTSE All World Index (EUR)	+6.35	251.94	227.30
S&P 500 Index (EUR)	+7.43	1983.25	1784.05
FTSE 100 Index (EUR)	-2.80	8268.06	7161.51
Euro STOXX 50 Index (EUR)	0.89	3093.86	2697.44
Japan Nikkei 225 Average (EUR)	+15.00	152.95	130.99
MSCI AC Asia Ex. Japan Index (EUR)	+12.66	508.84	423.25
MSCI Emerging Market Index (EUR)	+12.41	844.27	697.57

Source: Bloomberg

In the global bond market, the first six months of the financial year were characterised by lower yields in most segments. Notably, both the High Yield (HY) corporate bond market and the debt issued by Emerging Market (EM) sovereigns performed very well, with the BofA Merrill Lynch Global HY Index and the BofA Merrill Lynch EM External Debt Sovereign Index delivering total euro returns of 10.66 percent and 9.08 percent respectively. Investment-grade-rated corporate bonds also delivered a positive return during the first half of the financial year, but their performance lagged that of the more risky segments of the bond market.

The worst performing segment in the global bond market was that comprising of investment-grade-rated government bonds. This market segment started the period under review on a positive footing, delivering positive returns in the first three months of the financial year. Government bond yields remained very much stable in August but experienced some volatility in September, and then gave up some of the gains registered in the previous months during October. Over the entire period, this market segment delivered a positive performance, with the BofA Merrill Lynch Investment Grade World Sovereign Bond Index returning 3.84 percent in euro terms.

HSBC No-Load Funds SICAV p.l.c.

Manager's Report (continued)

For the period ended 31 October 2016

The table below shows the movement in a number of bond market benchmark yields.

Developed Market 10-Year Bond Yields (%)			
Country	30-Apr-16	31-Oct-16	Change (basis points)
US	1.83	1.82	-1
UK	1.60	1.25	-35
Germany	0.27	0.16	-11
Italy	1.49	1.66	+17
Spain	1.59	1.20	-39
Japan	-0.08	-0.05	+3

Source: Bloomberg

As part of this review, it is also worthwhile to consider the trends that prevailed in the principal currency and commodity markets during the six month period ending on 31 October 2016. Starting from the currency markets, we note that the Pound Sterling lost ground against the Euro, while both the US dollar and the Japanese Yen registered gains against the currency of the European Monetary Union. The price of oil increased during the period under review, with the futures price of Brent trading at around US\$ 48 per barrel on 31 October 2016. On the other hand, the price of a troy ounce of gold declined slightly during the period under review.

Having provided a synopsis of the global market developments, we now shift our attention to the economic and political events that shaped markets during the period under review. Undoubtedly, the most significant political event was the UK's decision in favour of 'Brexit'. The decision sent global markets in a risk aversion mode, with safe haven assets being the main beneficiaries. Remarkably, economic data coming out of the UK held up well following the vote, with many data releases surprising to the upside.

The 'Brexit' vote has also resulted in increased political uncertainty in other European countries as it can potentially trigger a desire by other EU member states to reconsider their membership. Notwithstanding this, economic data remained broadly upbeat throughout the review period. Needless to say, inflation remained worryingly low. In this environment, the European Central Bank (ECB) remained accommodative, with outright purchases of corporate bonds being initiated in June, and with indications that the asset purchase program may be redesigned in the coming months.

Across the Atlantic, US economic data indicated that the economy is strong, albeit some pockets of weakness remained. By the beginning of June, it was becoming clearer that the weakness in the first quarter of the current calendar year was temporary. Data showed that the underlying economic fundamentals remained robust. At the same time, inflation was observed creeping up. Having said this, in September we observed less firm economic data, with the August employment figures being somewhat disappointing, as well as uncertainty ahead of the presidential elections towards the end of October. Nevertheless, during the same month, the US Federal Reserve (Fed) indicated that the case in favour of a rate hike was stronger than before.

In Asia, the pace of Japan's economic growth remained negligible amid headwinds from the strength of the currency and tepid wage growth on the back of low productivity growth. Appetite for business investment continued to be low, while inflation remained extremely subdued. It is also imperative to mention that the Bank of Japan (BoJ) introduced a new policy framework at its September meeting, whereby it will aim to control short- and long-term interest rates. The Central Bank is also committed to expand the monetary base until inflation exceeds its 2 percent target.

HSBC No-Load Funds SICAV p.l.c.

Manager's Report (continued)

For the period ended 31 October 2016

Economic activity in China remained broadly stable during the period under review. However, growth remains dependent on policy stimulus and public investment. Authorities continued to face a policy dilemma as they aim to prevent credit and property markets from overheating whilst at the same time keeping interest rates low to support economic growth.

Having outlined the principal global economic developments, we now shift our focus towards the Maltese economy and the domestic financial markets. The economy continued to register strong growth. Following the real Gross Domestic Product (GDP) expansion of 6.2 percent in 2015, the economy grew by 5.3 percent and 3 percent respectively during the first two quarters of the current calendar year. Growth in the second quarter was driven in the main by government and private consumption. Improvements continued to be registered in the labour market, with the seasonally adjusted unemployment rate declining to 4.7 percent in September 2016 from 5.3 percent a year earlier. In terms of price developments, annual inflation as measured by the Harmonised Index of Consumer Prices (HICP) fluctuated between 0.97 percent and 1.01 percent during the first four months of the period under review. No data for the last two months was available at the time of writing. It is also notable that Malta's Economic Sentiment Indicator as published by the European Commission (EC), increased from 109.2 in April to 113.6 in October. Finally, we note that the expectations for the health of public finances continues to be favourable, with the EC forecasting the gross public debt to GDP ratio to decline to 57.2 percent in 2018 from 64 percent in 2015. Similarly, improvements are expected to materialise in the ratio of the Government's budget deficit to GDP.

Notwithstanding the fact that the Maltese economy continued to perform favourably, the Malta Stock Exchange (MSE) index remained practically flat during the period under review as it registered a slight decline of 0.12 percent. The negative performance registered in the share prices of RS2 Software, Medserv, and Midi was mostly offset by the positive performance in shares in the banking sector.

Conversely, the Maltese bond market delivered a positive performance, with Malta Government Stocks (MGSs) generally performing better than MSE-listed corporate bonds. The positive performance of MGSs was primarily driven by securities with outstanding tenors of eight years or more. At the same time, interest return was the driver of the positive performance of the domestic corporate bond market, outweighing the negative movement in corporate bond prices. In terms of primary market activity, the Malta Government Treasury tapped the market twice during the period under review, with investors showing a clear preference to longer-dated securities. The primary market for corporate bonds was also active, with various companies offering bonds to investors. Demand for these offerings was generally strong.

The tables presented below summarise the developments which materialised in the Maltese market.

HSBC No-Load Funds SICAV p.l.c.

Manager's Report (continued)

For the period ended 31 October 2016

MSE-Listed Equities	Price as at 30/04/2016	Price as at 31/10/2016	Change in Price (%)
HSBC BANK MALTA	1.62	1.91	+17.90
FIMBANK	0.77	0.88	+15.03
GLOBALCAPITAL	0.4	0.45	+12.50
PLAZA CENTRES	1.04	1.12	+7.69
MALTA PROPERTIES COMPANY	0.57	0.61	+7.39
SIMONDS FARSONS CISK	6.12	6.51	+6.37
INTERNATIONAL HOTEL INVESTMENTS	0.63	0.66	+4.44
BANK OF VALLETTA	2.25	2.31	+2.49
LOMBARD BANK	2.14	2.18	+2.11
PEFACO INTERNATIONAL	2.24	2.24	0.00
SAN TUMAS SHAREHOLDINGS	2.35	2.35	0.00
GRAND HARBOUR MARINA	0.9	0.87	-3.44
MALTA INTERNATIONAL AIRPORT	4.35	4.14	-4.83
MALITA INVESTMENTS	0.92	0.87	-5.98
TIGNE MALL	1.15	1.08	-6.09
MALTAPOST	1.98	1.85	-6.57
GO	3.48	3.22	-7.59
MAPFRE MIDDLESEA	2.2	2.01	-8.59
6PM HOLDINGS	0.96	0.8	-16.23
MEDSERV	1.79	1.5	-16.25
MIDI	0.39	0.33	-16.67
RS2 SOFTWARE	2.16	1.51	-30.00

Source: Malta Stock Exchange

HSBC No-Load Funds SICAV p.l.c.

Manager's Report (continued)

For the period ended 31 October 2016

Selected MSE-Listed Corporate Bond Yields	30-Apr-16	31-Oct-16	Change in Yield (bps)
AX 6% 2024	4.03%	3.92%	-11
BOV 3.5% 2030	3.59%	3.69%	+10
BOV 4.8% 2020	3.40%	3.21%	-19
HILIPROP 4.5% 2025	3.37%	3.83%	+46
HSBC 5.9% 2018	3.20%	2.67%	-53
IHI 5.75% 2025	4.49%	5.14%	+65
PTL 5.1% 2024	3.85%	4.87%	+102
SIXPM 5.1% 2025	3.67%	3.79%	+12
TUMAS 5% 2024	3.92%	3.79%	-13

Source: Malta Stock Exchange; HSBC Global Asset Management

Having outlined the market and economic developments which materialised during the first half of the current financial year, the rest of this report highlights the performance, activity, strategy, and outlook of each of the Funds. The commentary for each Fund is presented under a separate heading.

Malta Government Bond Fund

During the six month period under review, the unit price of the Accumulator shares in the Malta Government Bond Fund increased by 2.81 percent from €491.64 as at 29 April 2016 to €505.46 as at 31 October 2016.

During the period under review, the Fund paid the following dividends to the holders of the Income shares –

- €1.249 per share (net annualised yield of 1.43 percent) declared on 29 July 2016
- €1.304 per share (net annualised yield of 1.41 percent) declared on 31 October 2016

The positive performance of the Fund was mainly driven by the price appreciation of holdings in MGSs and foreign investment grade government bonds. The Fund's strategy to favour MGSs as opposed to non-Maltese government bonds and money market instruments paid-off during the six month period under review. Having said this, the Fund's cautious duration positioning, hindered the Fund from achieving a higher level of return. The Fund continued to take opportunity from particular yield curve changes to alter its exposure to interest rate risk across the Maltese yield curve. In the coming months, the low yield environment is expected to continue to pose a challenge to the Fund's performance.

Maltese Assets Fund

During the first six months of the financial year, the unit price of the Accumulator shares in the Maltese Assets Fund decreased by 5.22 percent, from €619.88 as at 29 April 2016 to €587.53 as at 31 October 2016.

During the period under review, the Fund paid the following dividends to the holders of the Income shares –

- €0.7236 per share (net annualised yield of 0.57 percent) declared on 31 October 2016

HSBC No-Load Funds SICAV p.l.c.

Manager's Report (continued)

For the period ended 31 October 2016

The performance of the Fund was mainly hindered by the strategy to maintain a low preference to the domestic government bond market, which had a strong performance during the period under review, and by the preference to selective equities in the technology sector which registered a negative return during the period under review.

During the six months under review, the Fund reduced some of its exposure to domestic equities and rotated proceeds in more attractively valued fixed income securities. Meanwhile, the fund manager rotated various holdings in the foreign market where valuations were more attractive.

Going forward, the domestic market is expected to continue to benefit from (i) the low interest rate scenario, (ii) high liquidity, and (iii) strong economic growth in Malta. Meanwhile, the foreign market is expected to continue to benefit from the ongoing global economic recovery, and the continuation of ultra-accommodative monetary policy. However, modest Chinese growth, gradual tightening of US monetary policy, and the political uncertainty in various geographic regions is likely to continue to worry investors and to cause volatility.

HSBC Global Asset Management (Malta) Limited
30 January 2017

HSBC No-Load Funds SICAV p.l.c.

Comparative tables

	Malta Government Bond Fund*	Maltese Assets Fund*
	EUR	EUR
Net Asset Value as at:		
31 October 2016	150,188,812	47,945,344
30 April 2016	147,569,282	51,964,039
30 April 2015	152,850,036	42,310,286
30 April 2014	130,021,138	43,467,175
Net Asset Value per unit (using mid-market pricing) as at: (Accumulator / Income)		
31 October 2016*	505.46 / 359.89	587.53 / 482.46
30 April 2016	491.64 / 352.72	619.89 / 509.49
30 April 2015	490.78 / 359.84	488.28 / 404.37
30 April 2014	434.56 / 326.43	428.93 / 358.70
	Units	Units
Number of units in circulation:		
31 October 2016	306,304	81,794
30 April 2016	309,216	84,021
30 April 2015	320,238	86,850
30 April 2014	307,246	101,613

* As at reporting date, the accumulator factor on the Malta Government Bond Fund and Maltese Assets Fund stood at 1.399051 (30 April 2016: 1.393831) and 1.216213 (30 April 2016: 1.216372) respectively.

HSBC No-Load Funds SICAV p.l.c.

Comparative tables (continued)

	Malta Government Bond Fund	Maltese Assets Fund
	EUR	EUR
Accumulator Shares		
Price movement from 1 May 2016 (first Dealing Day of year) to 31 October 2016 (last Dealing Day of year):		
Highest quoted price (on 25 October 2016)	508.86	–
Lowest quoted price (on 3 May 2016)	491.36	–
Highest quoted price (on 3 May 2016)	–	621.63
Lowest quoted price (on 18 October 2016)	–	582.85
Income Shares		
Price movement from 1 May 2016 (first Dealing Day of year) to 31 October 2016 (last Dealing Day of year):		
Highest quoted price (on 25 October 2016)	363.72	–
Lowest quoted price (on 3 May 2016)	352.54	–
Highest quoted price (on 3 May 2016)	–	511.44
Lowest quoted price (on 18 October 2016)	–	479.51

HSBC No-Load Funds SICAV p.l.c.

Comparative tables (continued)

	Malta Government Bond Fund	Maltese Assets Fund
	EUR	EUR
Accumulator Shares		
Price movement from 1 May 2015 (first Dealing Day of year) to 31 October 2015 (last Dealing Day of year):		
Highest quoted price (on 4 May 2015)	488.81	–
Lowest quoted price (on 3 July 2015)	469.79	–
Highest quoted price (on 30 October 2015)	–	571.60
Lowest quoted price (on 5 May 2015)	–	492.44
Income Shares		
Price movement from 1 May 2015 (first Dealing Day of year) to 31 October 2015 (last Dealing Day of year):		
Highest quoted price (on 4 May 2015)	356.88	–
Lowest quoted price (on 3 July 2015)	343.00	–
Highest quoted price (on 30 Oct 2015)	–	472.02
Lowest quoted price (on 5 May 2015)	–	406.95

HSBC No-Load Funds SICAV p.l.c.

Report of the Directors

For the period ended 31 October 2016

The Directors present their interim report and the financial statements of HSBC No-Load Funds SICAV p.l.c. ('the Company') for the period ended 31 October 2016.

Principal activities

The Company is a collective investment scheme established as a multi-fund investment company with variable share capital (SICAV) under the laws of Malta. It aims to provide investors with a choice of funds having diverse investment objectives and investing in a range of investment assets.

Business review

As at 31 October 2016 the Net Asset Value of the Company stood at EUR198,134,156, a decrease of EUR1,399,165 or 0.70% over the previous period ended 30 April 2016.

Results and dividends

The Company registered net income for the year and a corresponding increase in unitholders' funds of EUR1,389,765. The statement of comprehensive income can be found on page 18.

For the period ended 31 October 2016, the Company declared the following dividends (before administration fee) on its income share classes:

	Ex-dividend date	Rate per share	Dividend paid	Dividend payable
		€	€	€
Malta Government Bond Fund	1 May 2016	1.402	47,996	-
	1 Aug 2016	1.248	43,103	-
	1 Nov 2016	1.305	-	44,605
Maltese Assets Fund	1 May 2016	1.707	2,036	-
	1 Nov 2016	0.723	-	948

Business review and future developments

A review of the business of the Company during the current period and an indication of likely future developments are given in the Manager's report on pages 3 to 8.

Following a restructuring exercise undertaken by the Company after the reporting date, all the shares in the Company's sub-funds were repurchased on 25 November 2016 and all underlying assets of the sub-funds transferred into two new identical sub-funds of HSBC Malta Funds SICAV plc, another SICAV by HSBC Global Asset Management Malta (Malta) Limited. Following such transfer, the directors intend to surrender the licenses of the sub-funds and put the Company into liquidation.

HSBC No-Load Funds SICAV p.l.c.

Report of the Directors (continued)

For the period ended 31 October 2016

Directors

The Directors who served in office during the current financial period are listed on page 1.

Standard licence conditions applicable under the Investment Services Act

During the period under review, there were no breaches of standard license conditions which were subject to administrative penalty or regulatory sanctions.

Approved by the Board on 30 January 2017 and signed by:



Steven Tedesco
Chairman



Muriel Rutland
Director



Richard Bernard
Director

HSBC No-Load Funds SICAV p.l.c.

Rapport tad-Diretturi

Ghall-perjodu li ntemm fil-31 ta' Ottubru 2016

Id-Diretturi jipprezentaw ir-rapport *interim* u l-kontijiet finanzjarji tal-HSBC No-Load Funds SICAV p.l.c. ('il-Kumpanija') għal-perjodu li ntemm fi 31 ta' Ottubru 2016.

Attivitajiet prinċipali

Il-Kumpanija hija skema ta' investment kollettiv stabbilita b'kapital varjabbli. L-għan tal-Kumpanija huwa li ttiprovdi lill-investituri għażla ta' fondi b'ogġettivi ta' investment differenti u li jinvestu f'firxa ta' assi.

Analizi tan-negozju u żviluppi prospettivi għall-futur

Fi 31 ta' Ottubru 2016, il-Valur Nett tal-Kumpanija kien ta' EUR198,134,156, tnaqqis ta' EUR1,399,165 jew ta' 0.70% meta mqabbel mal-perjodu ta' qabel li ntemm fit-30 ta' April 2016.

Riżultati u dividendi

Il-Kumpanija kellha zieda netta mill-attivitajiet ta' EUR1,389,765 li żdiedet mal-*unitholders' funds*. L-*statement of comprehensive income* jinsab f'paġna 18.

Għall-perjodu li ntemm fil-31 ta' Ottubru 2016, il-Kumpanija ħabbret dawn id-dividendi (qabel it-tnaqqis tal-ispiza amministrattiva) għall-*ishma* tagħha li jqassmu d-dhul:

	Data <i>Ex-dividend</i>	Rata għal kull sehem	Dividend li thallas	Dividend li se jithallas
		€	€	€
Malta Government Bond Fund	1 Mejju 2016	1.402	47,996	-
	1 Awwissu 2016	1.248	43,103	-
	1 Novembru 2016	1.305	-	44,605
Maltese Assets Fund	1 Mejju 2016	1.707	2,036	-
	1 Novembru 2016	0.723	-	948

Analizi tan-negozju u żviluppi prospettivi għall-futur

L-analizi tan-negozju tal-Kumpanija waqt il-perjodu finanzjarju u indikazzjoni ta' żviluppi prospettivi għall-futur huma espressi fir-rapport tal-Manager f'paġni 3 sa 8.

Wara eżerċizzju ta' ristrutturazzjoni li sar mill-Kumpanija wara d-data tar-rappurtar, l-*ishma* kollha fis-sottofondi tal-Kumpanija kienu mixtrija mill-ġdid fil-25 ta' Novembru 2016, u l-*assi* kollha sottostanti tas-sottofondi ġew trasferiti f'zewg sottofondi identiċi ġodda ta' HSBC Malta Funds SICAV plc, SICAV iehor ta' HSBC Global Asset Management Malta (Malta) Limited. Wara dan it-trasferiment, id-diretturi għandhom l-intenzjoni li jċedu l-licenzji tas-sottofondi u jqiegħdu l-Kumpanija fi stralċ.

Diretturi

Id-Diretturi li servew matul dan il-perjodu finanzjarju jidhru f'paġna 1.

HSBC No-Load Funds SICAV p.l.c.

Rapport tad-Diretturi (kompliet)

Ghall-perjodu li ntemm fil-31 ta' Ottubru 2016

Kundizzjonijiet tal-liċenzja standard ("SLC") applikabbli taht l-Att dwar Servizzi ta' Investiment

Ghall-perjodu hawn rapportat ma kien hemm l-ebda ksur tal-*istandard licence conditions* li kienu sugġetti għal penali amministrattiva jew sanzjoni regolatorja.

Approvat mill-Bord nhar it-30 ta' Jannar 2017 u ffirmat minn:

Steven Tedesco
Chairman

Muriel Rutland
Direttriċi

Richard Bernard
Direttur

HSBC No-Load Funds SICAV p.l.c.

Directors' Confirmation for the Financial Statements

We the undersigned, are responsible for the preparation of the Interim Report of HSBC No-Load Funds SICAV p.l.c. for the period ended 31 October 2016 and confirm that to the best of our knowledge:

- it is complete and accurate in all material respects and conforms with the MFSA's requirements in terms of the Scheme's Licence Conditions; and
- any disclosures of the Scheme's past performance are accurate and in conformity with the MFSA's applicable requirements.



Steven Tedesco
Chairman



Muriel Rutland
Director



Richard Bernard
Director

30 January 2017

HSBC No-Load Funds SICAV p.l.c.

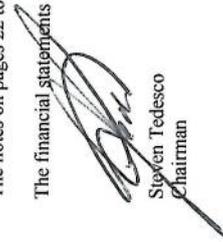
Unaudited Statement of Financial Position

As at 31 October 2016

	Notes	€	Combined October 2016	Malta Government Bond Fund October 2016	Maltese Assets Fund October 2016	€	Combined April 2016	Malta Government Bond Fund April 2016	Maltese Assets Fund April 2016	€
Current assets										
Financial assets at fair value through profit or loss	9		185,786,343	140,368,693	45,417,650	186,361,718	136,427,003	49,934,715		
Accrued income			852,322	772,615	79,707	1,355,643	1,040,915	288,078		
Subscriptions receivable			-	-	-	7,584	26,650	7,584		
Settlements receivable			376,639	-	376,639	31,417	-	31,417		
Other assets			330,609	319,527	11,082	31,200	25,272	5,928		
Bank balances	6		11,687,073	9,323,552	2,363,521	12,026,889	10,267,463	1,759,426		
Total assets			199,032,986	150,784,387	48,248,599	199,814,451	147,787,303	52,027,148		
Current liabilities										
Accruals			898,830	595,575	303,255	253,971	190,862	63,109		
Capital redemptions payable			-	-	-	27,159	27,159	-		
Total liabilities excluding net assets attributable to unit holders			898,830	595,575	303,255	281,130	218,021	63,109		
Net assets attributable to unitholders	5		198,134,156	150,188,812	47,945,344	199,533,321	147,569,282	51,964,039		

The notes on pages 22 to 63 are an integral part of these financial statements.

The financial statements set out on pages 17 to 63 were approved and authorised for issue by the Board on 30 January 2017.


Steven Tedesco
Chairman


Muriel Rutland
Director


Richard Bernard
Director

HSBC No-Load Funds SICAV p.l.c.

Unaudited Statement of Financial Position

As at 31 October 2016

	Notes	Combined October 2016 €	Malta Government Bond Fund October 2016 €	Maltese Assets Fund October 2016 €	Combined April 2016 €	Malta Government Bond Fund April 2016 €	Maltese Assets Fund April 2016 €
Current assets							
Financial assets at fair value through profit or loss	9	185,786,343	140,368,693	45,417,650	186,361,718	136,427,003	49,934,715
Accrued income		852,322	772,615	79,707	1,355,643	1,040,915	288,078
Subscriptions receivable		-	-	-	7,584	26,650	7,584
Settlements receivable		376,639	-	376,639	31,417	-	31,417
Other assets		330,609	319,527	11,082	31,200	25,272	5,928
Bank balances	6	11,687,073	9,323,552	2,363,521	12,026,889	10,267,463	1,759,426
Total assets		199,032,986	150,784,387	48,248,599	199,814,451	147,787,303	52,027,148
Current liabilities							
Accruals		898,830	595,575	303,255	253,971	190,862	63,109
Capital redemptions payable		-	-	-	27,159	27,159	-
Total liabilities excluding net assets attributable to unit holders		898,830	595,575	303,255	281,130	218,021	63,109
Net assets attributable to unitholders	5	198,134,156	150,188,812	47,945,344	199,533,321	147,569,282	51,964,039

The notes on pages 22 to 63 are an integral part of these financial statements.

The financial statements set out on pages 17 to 63 were approved and authorised for issue by the Board on 30 January 2017.

Steven Tedesco
Chairman

Muriel Rutland
Director

Richard Bernard
Director

HSBC No-Load Funds SICAV p.l.c.

Unaudited Statement of Comprehensive Income

For the period ended 31 October 2016

		Combined	Malta Government Bond Fund	Maltese Assets Fund	Combined	Malta Government Bond Fund	Maltese Assets Fund
	Note	October 2016	October 2016	October 2016	October 2015	October 2015	October 2015
		€	€	€	€	€	€
Income							
Bank interest income		-	-	-	33	23	10
Dividend income		383,815	-	383,815	420,269	-	420,269
Other net fair value movement in financial assets at fair value through profit or loss		2,617,963	5,179,345	(2,561,382)	6,841,967	(399,742)	7,241,709
Other income		3,710	-	3,710	6,604	-	6,604
Net investment income		3,005,488	5,179,345	(2,173,857)	7,268,873	(399,719)	7,668,592
Expenses							
Management fees	8	850,637	588,471	262,166	840,315	588,506	251,809
Depository fees	8	34,053	25,050	9,003	34,322	25,223	9,099
Custodian's fees	8	46,207	31,698	14,509	55,216	36,072	19,144
Audit fees		4,582	3,404	1,178	5,966	4,656	1,310
Investment account fees	8	127,662	95,356	32,306	128,893	97,860	31,033
Administration fees	8	136,633	86,394	50,239	140,363	89,421	50,942
Directors' fees	11	6,050	4,495	1,555	6,306	4,917	1,389
Dividend administration fees	10	6,440	6,072	368	6,403	6,212	191
Other charges		52,998	38,497	14,501	58,912	43,439	15,473
Total expenses		1,265,262	879,437	385,825	1,276,696	896,306	380,390
Net profit/(loss) from operations before finance costs		1,740,226	4,299,908	(2,559,682)	5,992,177	(1,296,025)	7,288,202
Bank interest expense		99	93	6	494	126	368
Distributions to unitholders	10	78,982	78,589	393	143,880	143,070	810
Total finance costs		79,081	78,682	399	144,374	143,196	1,178
Profit/(loss) before tax		1,661,145	4,221,226	(2,560,081)	5,847,803	(1,439,221)	7,287,024
Withholding tax	7	(271,380)	(179,486)	(91,894)	(296,008)	(210,850)	(85,158)
Net increase/(decrease) in net assets attributable to unitholders		1,389,765	4,041,740	(2,651,975)	5,551,795	(1,650,071)	7,201,866

The notes on pages 22 to 63 are an integral part of these financial statements.

HSBC No-Load Funds SICAV p.l.c.

Unaudited Statement of Changes in Net Assets – Malta Government Bond Fund

For the period ended 31 October 2016

	Total	Accumulator Share Class	Income Share Class	Income Account	Increase in unitholder's funds EUR
	EUR	EUR	EUR	EUR	EUR
Net assets as at 1 May 2015	152,850,036	140,984,493	11,815,619	49,924	-
Unit transactions					
Amounts received on creations	2,827,495	2,723,588	103,907	-	-
Amounts paid on redemptions	(6,354,258)	(6,002,120)	(352,138)	-	-
Total transactions with holders of redeemable units	(3,526,763)	(3,278,532)	(248,231)	-	-
Net equalisation	-	789	(841)	52	-
Net decrease in net assets attributable to unitholders	(1,650,071)	-	-	-	(1,650,071)
Allocation of income	-	(1,379,273)	(272,274)	1,476	1,650,071
	(1,650,071)	(1,378,484)	(271,433)	1,528	-
Net assets as at 31 October 2015	147,673,202	136,327,477	11,294,273	51,452	-
Net assets as at 1 May 2016	147,569,282	136,260,071	11,260,224	48,987	-
Unit transactions					
Amounts received on creations	2,068,686	1,950,715	117,971	-	-
Amounts paid on redemptions	(3,490,896)	(3,300,871)	(190,025)	-	-
Total transactions with holders of redeemable units	(1,422,210)	(1,350,156)	(72,054)	-	-
Net equalisation	-	1,117	1,714	(2,831)	-
Net increase in net assets attributable to unitholders	4,041,740	-	-	-	4,041,740
Allocation of income	-	3,811,122	232,152	(1,534)	(4,041,740)
	4,041,740	3,812,239	233,866	(4,365)	-
Net assets as at 31 October 2016	150,188,812	138,722,154	11,422,036	44,622	-

The notes on pages 22 to 63 are an integral part of these financial statements.

HSBC No-Load Funds SICAV p.l.c.

Unaudited Statement of Changes in Net Assets – Maltese Assets Fund

For the period ended 31 October 2016

	Total	Accumulator Share Class	Income Share Class	Income Account	Increase in unitholder's funds EUR
	EUR	EUR	EUR	EUR	EUR
Net assets as at 1 May 2015	42,310,286	41,843,955	465,916	415	-
Unit transactions					
Amounts received on creations	1,389,093	1,389,019	74	-	-
Amounts paid on redemptions	(1,883,180)	(1,859,521)	(23,659)	-	-
Total transactions with holders of redeemable units	(494,087)	(470,502)	(23,585)	-	-
Net equalisation	-	254	8	(262)	-
Net increase in net assets attributable to unitholders	7,201,866	-	-	-	7,201,866
Allocation of income	-	7,124,256	77,763	(153)	(7,201,866)
	7,201,866	7,124,510	77,771	(415)	-
Net assets as at 31 October 2015	49,018,065	48,497,963	520,102	-	-
Net assets as at 1 May 2016	51,964,039	51,411,665	551,814	560	-
Unit transactions					
Amounts received on creations	1,055,065	1,054,880	185	-	-
Amounts paid on redemptions	(2,421,785)	(2,410,122)	(11,663)	-	-
Total transactions with holders of redeemable units	(1,366,720)	(1,355,242)	(11,478)	-	-
Net equalisation	-	(90)	166	(76)	-
Net decrease in net assets attributable to unitholders	(2,651,975)	-	-	-	(2,651,975)
Allocation of income	-	(2,621,910)	(30,529)	464	2,651,975
	(2,651,975)	(2,622,000)	(30,363)	388	-
Net assets as at 31 October 2016	47,945,344	47,434,423	509,973	948	-

The notes on pages 22 to 63 are an integral part of these financial statements.

HSBC No-Load Funds SICAV p.l.c.

Unaudited Statement of Cash Flows

For the period ended 31 October 2016

		Malta Government	Maltese Assets	Maltese Money Market Fund		Malta Government	Maltese Assets	Maltese Money Market Fund
	Combined	Bond Fund	Fund	Fund	Combined	Bond Fund	Fund	Fund
	October 2016	October 2016	October 2016	October 2016	October 2015	October 2015	October 2015	October 2015
Note	€	€	€	€	€	€	€	€
Cash flows generated from/ (used in) operating activities								
Interest and other income received	2,941,599	2,173,627	767,972	-	3,154,813	2,467,334	687,479	-
Interest paid	(99)	(93)	(6)	-	(494)	(126)	(368)	-
Payments to service providers	(613,962)	(468,651)	(145,311)	-	(1,119,605)	(696,654)	(410,325)	(12,626)
Tax paid	(271,380)	(179,486)	(91,894)	-	(296,008)	(210,850)	(85,158)	-
Net proceeds/(payments) on disposal/acquisition of financial assets at fair value through profit or loss	527,131	(939,313)	1,466,444	-	12,704,958	11,966,213	738,745	-
Net cash flows generated from/ (used in) operating activities	2,583,289	586,084	1,997,205	-	14,443,664	13,525,917	930,373	(12,626)
Cash flows (used in)/ from financing activities								
Proceeds from creation of units	3,157,986	2,095,336	1,062,650	-	4,237,402	2,843,510	1,393,892	-
Amounts paid on redemption of units	(5,939,840)	(3,518,055)	(2,421,785)	-	(8,213,827)	(6,354,258)	(1,859,569)	-
Distribution of dividend	(85,422)	(84,661)	(761)	-	(150,283)	(149,282)	(1,001)	-
Net cash flows (used in)/ from financing activities	(2,867,276)	(1,507,380)	(1,359,896)	-	(4,126,708)	(3,660,030)	(466,678)	-
Net (decrease) / increase in cash and cash equivalents	(283,987)	(921,296)	637,309	-	10,316,956	9,865,887	463,695	(12,626)
Cash and cash equivalents at beginning of period	12,026,889	10,267,463	1,759,426	-	5,559,501	4,218,741	1,328,134	12,626
Exchange gains on cash and cash equivalents	(55,829)	(22,615)	(33,214)	-	25,083	16,654	8,429	-
Cash and cash equivalents at end of period	11,687,073	9,323,552	2,363,521	-	15,901,540	14,101,282	1,800,258	-

The notes on pages 22 to 63 are an integral part of these financial statements.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

1 Reporting entity

HSBC No-Load Funds SICAV p.l.c. ('the Company') is a company registered and domiciled in Malta.

As at 31 October 2016, the Company comprised of two sub-funds, namely Malta Government Bond Fund, and Maltese Assets Fund. The Maltese Money Market Fund was terminated on 30 June 2014.

The Company maintains a separate account for each Fund, to which the proceeds are credited, and against which expenses are charged. Upon redemption, unitholders are entitled only to their proportion of the net assets held in the account relating to the Fund in which their participating units are designated. Separate statements of financial position, statements of changes in net assets attributable to unitholders, statements of comprehensive income and statements of cash flow have accordingly been prepared for each Fund. All references to net assets throughout this document refer to net assets attributable to unitholders of the respective Fund.

The statement of financial position presents assets and liabilities in increasing order of liquidity.

2 Basis of preparation

2.1 Statement of compliance

The financial statements have been prepared and presented in accordance with International Financial Reporting Standards as adopted by the EU. All references in these financial statements to IAS, IFRS or SIC/IFRIC interpretations refer to those adopted by the EU.

They have also been drawn up in accordance with the provisions of the Maltese Companies Act, 1995 (Chapter 386, Laws of Malta).

2.2 Going concern basis

During the interim period ending 31 October 2016, the directors of the Company have decided to merge its two sub-funds with other funds managed by HSBC Global Asset Management (Malta) Limited by means of a transfer of the assets of the sub-funds into two new identical sub-funds of HSBC Malta Funds SICAV plc. Following such transfer, the directors intend to surrender the licenses of the sub-funds and put the Company into liquidation. Therefore the going concern as an underlying assumption in the preparation of these financial statements is no longer appropriate. As such the financial statements for the period ended 31 October 2016 have been prepared using a liquidation basis of accounting. This did not have a significant impact on these financial statements as the financial assets at fair value through profit or loss have been measured at their fair value, and the other assets existing at the reporting date are being shown at the estimated amounts at which they will be realised. These methods are consistent with the way that the assets will be measured upon transfer.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

2 Basis of preparation (continued)

2.3 Functional and presentation currency

The financial statements are presented in Euro, which is the functional currency of the individual funds.

The combined financial statements have also been prepared in Euro.

2.4 Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires the Directors to make judgements, estimates and assumptions that affect both the application of policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively in the period in which the estimate is revised and in any future periods affected.

In the opinion of the Directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS 1 (revised).

2.5 Changes in accounting policies

Despite the fact that these financial statements are being prepared using a liquidation basis of accounting, as the carrying amounts of all the assets and liabilities measured using the previous years' accounting policies approximate their fair values, no changes in accounting policies were necessary in preparing these financial statements.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Foreign currency

Transactions in foreign currencies are translated to the functional currency at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the reporting date to the functional currency at the spot exchange rate at that date.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.1 Foreign currency (continued)

Foreign currency differences arising on retranslation are recognised in profit or loss as net foreign exchange gain/loss, except for those arising on financial instruments at fair value through profit or loss, which are recognised as a component of net gain/loss from financial instruments at fair value through profit or loss.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the spot exchange rate at the date that the fair value was determined.

3.2 Financial assets and financial liabilities

3.2.1 Recognition

The Company recognises financial assets on the date it commits to purchase the assets, using trade date accounting.

Financial liabilities are recognised when the entity becomes party to the contractual provisions of the instrument.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when the Company has a legally enforceable right to set off the recognised amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

3.2.2 Classification

The Company classifies financial assets and financial liabilities into the following categories:

- Financial instruments held for trading

These include forward contracts. All derivatives in a net receivable position (positive fair value) are reported as financial assets held for trading. All derivatives in a net payable position (negative fair value) are reported as financial liabilities held for trading.

- Financial instruments designated at fair value through profit or loss upon initial recognition

The Company has designated financial assets at fair value through profit or loss as these assets are managed, evaluated and reported internally on a fair value basis. Note 12 sets out the amount of financial assets that have been designated at fair value through profit or loss.

- Loans and receivables

These include cash and cash equivalents, settlements and other receivables.

Financial liabilities that are not *at fair value through profit or loss* include settlements and other payables.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.2 Financial assets and financial liabilities (continued)

3.2.3 Measurement

Financial assets and liabilities are measured initially at fair value (transaction price). Transaction costs on *financial assets and financial liabilities at fair value through profit or loss* are expensed immediately.

Subsequent to initial recognition, all instruments classified at *fair value through profit or loss* are measured at fair value with changes in their fair value recognised in profit or loss.

Financial assets classified as *loans and receivables* are carried at amortised cost using the effective interest method, less impairment losses, if any. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired.

Financial liabilities, other than those at *fair value through profit or loss*, are measured at amortised cost using the effective interest rate method. Financial liabilities arising from the puttable feature of units issued by the Company are carried at the amount representing the unit holder's right to a residual interest in the respective Fund's net assets.

When applying the effective interest method, the annual amortisation of any discount or premium is aggregated with other investment income receivable over the term of the instrument, if any, so that the revenue recognised in each period represents a constant yield on the investment.

Subsequent to initial recognition, interest-bearing bank overdrafts are carried at face value in view of their short-term maturities.

3.2.4 Fair value measurement principles

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Company uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.2 Financial assets and financial liabilities (continued)

3.2.4 Fair value measurement principles (continued)

The best evidence of the fair value of a financial instrument at initial recognition is normally the transaction price – i.e. the fair value of the consideration given or received. If the Company determines that the fair value at initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique that uses only data from observable markets, then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value at initial recognition and the transaction price.

Subsequently, that difference is recognised in profit or loss on an appropriate basis over the life of the instrument but no later than when the valuation is wholly supported by observable market data or the transaction is closed out.

If an asset or liability measured at fair value has a bid price and ask price, IFRS 13 Fair Value Measurement requires valuation to be based on a price within the bid-ask spread that is most representative of fair value and allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical expedient for fair value measurement within a bid-ask spread.

Unquoted investments are valued at initial cost restated to fair value as determined by the Directors, acting on the advice of the Manager or such other person commissioned and appointed from time to time for that purpose by the Directors. The fair value is estimated using valuation techniques, including the use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation techniques that provide a reliable estimate of prices obtained in actual market transactions.

The fair value of derivatives that are not exchange-traded is estimated at the amount that the Company would receive, or pay, to terminate the contract at the financial reporting date, taking into account current market conditions, volatility, appropriate yield curve and the current creditworthiness of the counterparties. The fair value of a forward contract is determined as the net present value of estimated future cash flows, discounted at appropriate market rates on the valuation date.

3.2.5 Collective Investment Schemes

The Scheme's investments in other funds are subject to terms and conditions of the respective Investment Fund's offering documentation. The investments in open-ended Investment Funds are valued based on the latest available redemption price of such units for each Investment Fund, as determined by the Investment Funds' administrators. The Scheme reviews the details of the reported information obtained from the Investment Funds and considers:

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.2 Financial assets and liabilities (continued)

3.2.5 *Collective Investment Schemes (continued)*

- The liquidity of the Investment Fund or its underlying investments;
- The value date of the net asset value provided;
- Any restrictions on redemptions; and
- The basis of accounting and, in instances where the basis of accounting is other than fair value, fair valuation information provided by the Investment Fund's advisors.

If necessary, the Scheme makes adjustments to the net asset value of various Investment Funds to obtain the best estimate of fair value. Net fair value changes on financial assets at fair value through profit or loss in the statement of changes in net assets available to participants for benefits include the change in fair value of each of the Investment Funds.

Investments in closed-ended Investment Funds are valued by reference to the unitholders' capital attributable to the relevant sub-fund as determined by the Investment Fund's administrator. The unitholders in these closed-ended funds are not entitled to have any of their holding redeemed prior to the termination period. As a result, the carrying values of the Investment Funds may not be indicative of the values ultimately realised on redemption. In addition, the Scheme may be materially affected by the actions of other investors who have invested in the Investment Funds in which the Scheme is invested.

All of the Investment Funds in the investment portfolio are managed by investment providers who are compensated by the respective Investment Funds for their services. Such compensation generally consists of an asset-based fee and a performance-based incentive fee. Such compensation is reflected in the valuation of the Scheme's investment in each of the Investment Funds.

3.2.6 *Identification and measurement of impairment*

The carrying amount of financial assets that are stated at amortised cost are reviewed at each financial reporting date to determine whether there is any indication or objective evidence of impairment, as appropriate. If any such indication or objective evidence exists, the recoverable amount of the asset is estimated.

Objective evidence that financial assets are impaired includes:

- significant financial difficulty of the issuer (or counterparty);
- default or delinquency by a borrower, such as a breach of contract;
- indications that a borrower will enter bankruptcy;
- the disappearance of an active market for that financial asset; or
- observable data relating to a group of assets such as adverse changes in the payment status of borrowers in the group, or economic conditions that correlate with defaults in the group.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.2 Financial assets and liabilities (continued)

3.2.6 *Identification and measurement of impairment (continued)*

If any such indication exists, an impairment loss is recognised in profit or loss as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rates.

If, in a subsequent period, the amount of an impairment loss recognised on a financial asset carried at amortised cost decreases and the reduction in value can be linked objectively to an event occurring after the write-down, this is reversed through profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years.

3.2.7 *Derecognition*

The Company derecognises a financial asset when the contractual rights to the cash flow from the financial asset expire, or when it transfers the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial asset. Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Company is recognised as a separate asset or liability in the statement of financial position.

Upon derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised), and the consideration received (including any new asset obtained less any new liability assumed) is recognised in profit or loss.

The Company enters into transactions whereby it transfers assets recognised on its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all risks and rewards are retained, then the transferred assets or a portion of them are not derecognised. Transfers of assets with retention of all or substantially all risks and rewards include, for example, securities lending and repurchase transactions.

The Company uses the weighted average method to determine realised gains and losses on derecognition.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.3 Cash and cash equivalents

Cash comprises current deposits with banks with original maturities of less than three months. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

3.4 Interest income

Interest income is recognised in profit or loss as it accrues using the effective interest method.

3.5 Dividend income

Dividend income relating to exchange-traded funds and equities is recognised in profit or loss on the ex-dividend date.

3.6 Expenses

All expenses, including management fees and custodian fees, are recognised in profit or loss on an accruals basis.

3.7 Redeemable units

The Company classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Company issues redeemable units which are redeemable at the holder's option. Such units are classified as financial liabilities. Redeemable units can be put back to the Funds at any time for cash equal to a proportionate share of the Funds' net asset value attributable to the share class.

The redeemable units are carried at the redemption amount that is payable at the reporting date if the holder exercises the right to put the unit back to the Funds.

Redeemable units are issued and redeemed at the holder's option at prices based on the Funds' net asset value per unit at the time of issue or redemption. The Funds' net asset value per unit is calculated by dividing the net assets attributable to the holders of each redeemable unit with the total number of outstanding redeemable units. In accordance with the provisions of the Funds' regulations, investment positions are valued based on the last traded mid-market price for the purpose of determining the net asset value per unit for subscriptions and redemptions.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

3 Significant accounting policies (continued)

3.8 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to set off the recognised amounts and it intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

3.9 Dividend distributions

Dividends payable on income shares are recognised in profit or loss as finance costs.

The amount available for distribution by the relevant Funds includes:

- a) the net increase in unitholders' funds excluding gains/losses on financial instruments and dividends payable; and
- b) the net income equalisation on units that are issued and redeemed during the period.

Such amounts available for distribution are transferred to the Income Account within the Statement of changes in net assets. The amount resolved to be distributed will in turn be transferred to the Distribution Account. Any undistributed income will be reflected in the net asset value per unit of the Funds.

3.10 Equalisation

The purchase price of any units in the Funds generally contains an element representing the accrued income earned by the units since the start of the current dividend period.

This means that when investors buy units, part of the consideration represents payment of net income. The corresponding portion of the purchase price (the equalisation payment) will be notionally credited by the relative Fund to an equalisation account.

3.11 New standards and interpretations not yet adopted by the Company

3.11.1 Standards and amendments to existing standards effective 1 November 2016

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial period beginning 1 May 2016 that would be expected to have a material impact on the Company.

3.11.2 New standards, amendments and interpretations effective after 1 November 2016 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 May 2016, and have not been applied in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Company.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

4 Bank balances and bank facilities

Bank balances comprise the following:

4.1 Malta Government Bond Fund

Bank balances as at 31 October 2016 and 31 October 2015 comprise call deposits and term deposits with credit institutions none of which exceed 10% of the net assets of the Fund.

4.2 Maltese Assets Fund

Bank balances as at 31 October 2016 and 31 October 2015 comprise call deposits and term deposits with credit institutions none of which exceed 10% of the net assets of the Fund.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

5 Share capital

a) The number of shares in issue to unitholders at the end of the period is analysed below:

	Combined	Malta Government	Maltese Assets
	No.	Bond Fund	Fund
31 October 2016	No.	No.	No.
Authorised	<u>100,000,000</u>		
Issued	<u>388,098</u>	<u>306,304</u>	<u>81,794</u>
30 April 2016	No.	No.	No.
Authorised	<u>100,000,000</u>		
Issued	<u>393,237</u>	<u>309,216</u>	<u>84,021</u>

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

5 Share capital (continued)

a) (continued)

	Combined	Malta Government Bond Fund	Maltese Assets Fund	Combined	Malta Government Bond Fund	Maltese Assets Fund
	31 Oct 2016 No.	31 Oct 2016 No.	31 Oct 2016 No.	30 Apr 2016 No.	30 Apr 2016 No.	30 Apr 2016 No.
<i>Accumulator Share Class</i>						
Number of units at the beginning of the period	360,090	277,153	82,937	372,959	287,263	85,696
Creation of units during the period	5,684	3,903	1,781	12,764	9,269	3,495
Redemption of units during the period	(10,598)	(6,614)	(3,984)	(25,633)	(19,379)	(6,254)
At end of period	355,176	274,442	80,734	360,090	277,153	82,937
<i>Income Share Class</i>						
Number of units at the beginning of the period	33,147	32,063	1,084	34,129	32,975	1,154
Creation of units during the period	330	330	-	584	584	-
Redemption of units during the period	(555)	(531)	(24)	(1,566)	(1,496)	(70)
At end of period	32,922	31,862	1,060	33,147	32,063	1,084
Units in issue at end of period	388,098	306,304	81,794	393,237	309,216	84,021

In terms of the Companies Act, 1995, the authorised share capital of the Company has not been assigned any nominal value, and the paid-up share capital of the Company shall at all times be equal to the Net Asset Value of the Funds as determined in accordance with the Company's Articles of Association.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

5 Share capital (continued)

b) The net assets at the end of the period are analysed as follows:

	Malta	Maltese		Malta	Maltese
	Government	Assets		Government	Assets
	Bond Fund	Fund		Bond Fund	Fund
	Combined			Combined	
	31 Oct 2016	31 Oct 2016		30 Apr 2016	30 Apr 2016
	€	€		€	€
Accumulator shares	186,156,578	138,722,154		187,671,736	136,260,071
Income shares	11,977,578	11,466,658		11,861,585	11,309,211
	-----	-----		-----	-----
Net assets	198,134,156	150,188,812		199,533,321	147,569,282
	=====	=====		=====	=====

- c) The net assets of the Income Shares represent the value of the Income Share Class and the balance on the Income Account as set out in the statement of changes in net assets.
- d) Units may be issued and redeemed at prices based on the value of the Funds' Net Asset Value as determined in accordance with the Company's Articles of Association and the Prospectus.
- e) The net assets at the beginning of the period, together with amounts received on creation of units and amounts paid on redemption of units during the period, are disclosed in the statement of changes in net assets.
- f) Each unitholder is entitled to one vote in respect of each unit held.
- g) The units subscribed by the promoters of the Company at the time of establishment of the Company are, for administrative purposes, referred to as 'Founder Shares'. The Founder Shares constitute the minimum number of ordinary shares that a company is required to maintain in terms of the Act. These founder shares amount to €11.65 and are divided into 5 Shares which are fully paid up and subscribed as follows: HSBC Global Asset Management (Malta) Limited has subscribed to 4 Shares on its own account and HSBC Life Assurance (Malta) Limited has subscribed to 1 Share on its own account.

The founder shares do not form part of the net asset value of the Company and are thus disclosed in the financial statements by way of this note only. In the opinion of the directors this disclosure reflects the nature of the Company's business as an investment company.

h) At 31 October 2016, the directors held 49.1273 accumulator units in the fund (2015: nil).

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

6 Cash and cash equivalents

Balances of cash and cash equivalents as shown in the statement of cash flows, the statement of financial position and the portfolio of net assets are analysed below:

	Combined 31 Oct 2016	Malta Government Bond Fund 31 Oct 2016	Maltese Assets Fund 31 Oct 2016
	€	€	€
Bank Balances	11,687,073 =====	9,323,552 =====	2,363,521 =====

	Combined 30 Apr 2016	Malta Government Bond Fund 30 Apr 2016	Maltese Assets Fund 30 Apr 2016
	€	€	€
Bank Balances	12,026,889 =====	10,267,463 =====	1,759,426 =====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

7 Taxation

The Funds

The Malta Government Bond Fund, the Maltese Assets Fund and the Maltese Money Market Fund, which are classified as prescribed funds, are subject to a final withholding tax of 15% on bank interest received and 10% on interest, discounts or premiums received from the Government of Malta, public corporations or authorities, and companies or other legal entities, in respect of public issues, and private issues where the issuer is resident in Malta. They are exempt from Maltese income tax on other income and gains except in respect of gains from immovable property situated in Malta.

Capital gains, dividends, interests and any other income from foreign securities may be subject to tax imposed by the country of origin and such taxes are not recoverable by the Funds or by the investors.

The investors

Maltese tax legislation currently provides that capital gains realised by investors of the Malta Government Bond Fund, the Maltese Assets Fund and the Maltese Money Market Fund are exempt from tax in Malta for as long as the Funds remain listed on the Malta Stock Exchange and remain classified as prescribed funds.

Capital gains realised by non-Maltese resident investors of the Funds are exempt from tax in Malta.

Tax treatment of dividend distributions

The distribution by way of dividends of (a) profits which were subject to tax at 10% or 15% at fund level and (b) dividends received by the Funds out of the final tax account do not attract further tax in the hands of the investors and any underlying tax suffered on the distributed profits is not available as a credit or refund in the hands of the investors.

Distributions by way of dividends from the immovable property account, the Maltese taxed account or the foreign income account of other Maltese resident companies do not attract any further tax in the hands of investors. The investors may be entitled to claim a credit of the underlying tax.

The distribution of other profits attracts 15% withholding tax in the case of Maltese resident individual investors. The investors may claim a credit of such tax withheld. The distribution of such other profits to non-Maltese resident investors and Maltese resident companies is not subject to withholding tax.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

8 Fees

8.1 Management fees

The Manager, HSBC Global Asset Management (Malta) Ltd., a subsidiary of HSBC Bank Malta p.l.c., was originally appointed to provide management, administrative, accounting, registrar and secretarial services to the Company under an agreement and a supplementary agreement entered into on 16 November 1998 and 3 April 2000 respectively. With effect from 1 October 2007, the administrative, accounting and registrar services were delegated to HSBC Securities Services (Malta) Ltd as “the Administrator”. Secretarial services were also delegated to the Administrator with effect from 1 December 2008.

During the period under review, the Manager received EUR850,637 (31 October 2015: EUR840,315) as management fees. Management fees amounting to EUR165,831 (30 April 2016: EUR23,340) were due to the Manager at 31 October 2016.

8.2 Administration fees

The Company and the Manager appointed Deutsche International Corporate Services (Ireland) Limited as Administrator from 12 February 2014. The Company and the Manager have agreed to the delegation of certain administration functions of the Company and the Funds including acting as Registrar, to Deutsche International Corporate Services (Ireland) Limited.

An amended and re-stated Administration Agreement dated 21 July 2014 was entered into between Deutsche International Corporate Services (Ireland) Limited as Fund Administrator, the Company and the Manager for the purposes of appointing the Administrator to provide administration, register and transfer agency services to the Company and to reflect the responsibility of the Manager under Alternative Investment Fund Managers Directive (AIFMD) and Alternative Investment Fund Managers Regulations (AIFMR) in ensuring the proper valuation of the assets and the calculation of the Company’s net asset value.

A copy of the Administration Agreement is available for inspection at the registered office of the Company and the Administrator.

During the period under review, Deutsche International Corporate Services (Ireland) Limited received EUR136,633 (31 October 2015: EUR140,363) as administration fees. Administration fees of EUR44,488 (30 April 2016: EUR21,870) were due to the Administrator at 31 October 2016.

8.3 Secretarial fees

Ganado Services Limited charges a fee of EUR2,000 (excluding VAT) per annum for 16 hours of work for acting as Company Secretary to the Company. Additional hours are charged on a time spent basis.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

8 Fees (continued)

8.4 Depositary and custodianship fees

Under the terms of an agreement dated 16 November 1998, the Company appointed HSBC Bank Malta p.l.c. as Custodian of the Funds. The Custodianship Agreement between the Company and HSBC Bank Malta p.l.c. was terminated on 20 July 2014.

The Company and the Manager have entered into a Depositary Agreement with Deutsche Bank (Malta) Limited, effective 21 July 2014, under the terms of which Deutsche Bank (Malta) Limited was appointed as the depositary of the Company and its Sub-Funds in accordance with the requirements of the AIFMD and which was terminated on 28 April 2016.

On 29 April April 2016, the Company and the Manager entered into an agreement with Deutsche Bank AG (Dublin), under the terms of which the latter was appointed as the Depositary and the Custodian of the Company and its Sub-Funds in accordance with the requirements of the AIFMD.

The agreement appointing Deutsche Bank AG (Dublin) as the depositary of the Company was terminated on 30 September 2016. However, this agreement was subject to a one time and final extension of the termination date to 31 December 2016, and the Company has availed itself of this extension.

During the period under review, Deutsche Bank AG (Dublin), acting as the Depositary and Custodian, received EUR80,260 whilst in the comparative period, Deutsche Bank (Malta) Limited received EUR89,538. Custodian fees amounting to EUR6,985 (30 April 2016: EUR8,644) and Depositary fees amounting to EUR34,374 (30 April 2016: EUR22,673) were due to the Custodian and Depositary at 31 October 2016.

8.5 Fees charged by the Service Provider

An agreement dated 31 July 2013 was entered into between the Company, the Manager and HSBC Bank Malta p.l.c. In terms of this agreement HSBC Bank Malta p.l.c. was appointed as a Service Provider in respect of the maintenance of the Investment Account System through which all persons purchase and hold shares in the Company. This agreement was terminated on 20 July 2014. A new agreement to that effect was entered into on 21 July 2014.

During the period under review, HSBC Bank Malta p.l.c. received an aggregate investment account fee of EUR127,662 (31 October 2015: EUR128,893). Investment account fees amounting to EUR23,975 (30 April 2016: EUR19,998) were due to HSBC Bank Malta p.l.c. at 31 October 2016.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016

Malta Government Bond Fund

	Denominated in	Fair value €	Percentage of total net assets %
<i>Sovereign/Supranational Bonds</i>			
1.000% Belgium Government Bond 22/06/2031	EUR	645,000	0.43
0.250% Spain Government Bond 30/04/2018	EUR	1,509,314	1.00
3.750% Spain Government Bond 31/10/2018	EUR	1,617,209	1.08
4.400% Spain Government Bond 31/10/2023	EUR	251,418	0.17
5.850% Spain Government Bond 31/01/2022	EUR	257,999	0.17
4.000% Caisse d'Amortis de la Dette Sociale 15/12/2025	EUR	731,853	0.49
3.630% Czech Republic International 14/04/2021	EUR	580,685	0.39
1.500% France Government Bond OAT 25/05/2031	EUR	688,719	0.46
2.400% Ireland Government Bond 15/05/2030	EUR	236,090	0.16
1.500% Malta Government Bond 11/07/2022	EUR	2,993,200	1.99
2.000% Malta Government Bond 26/09/2020	EUR	5,348,282	3.56
2.300% Malta Government Bond 24/07/2029	EUR	5,141,250	3.42
2.500% Malta Government Bond 17/11/2036	EUR	2,951,882	1.97
3.000% Malta Government Bond 11/06/2040	EUR	4,540,141	3.02
3.000% Malta Government Bond 22/09/2019	EUR	4,535,952	3.02
3.200% Malta Government Bond 31/07/2019	EUR	3,443,606	2.29
3.300% Malta Government Bond 12/11/2024	EUR	2,648,947	1.76
3.750% Malta Government Bond 20/08/2017	EUR	679,458	0.45
4.100% Malta Government Bond 18/10/2034	EUR	3,647,271	2.43
4.250% Malta Government Bond 06/11/2017	EUR	5,774,710	3.84
4.300% Malta Government Bond 15/05/2022	EUR	8,430,172	5.61
4.300% Malta Government Bond 01/08/2033	EUR	2,249,462	1.50
4.450% Malta Government Bond 03/09/2032	EUR	6,910,617	4.60
4.500% Malta Government Bond 25/10/2028	EUR	11,364,535	7.57
4.600% Malta Government Bond 25/04/2020	EUR	5,249,205	3.50
4.650% Malta Government Bond 22/07/2032	EUR	2,087,950	1.39
4.800% Malta Government Bond 11/09/2028	EUR	2,332,402	1.55

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Malta Government Bond Fund (continued)

	Denominated in	Fair value	Percentage of total net assets
Sovereign/Supranational Bonds (continued)		€	%
4.800% Malta Government Bond 26/11/2016	EUR	2,202,584	1.47
5.000% Malta Government Bond 08/08/2021	EUR	6,438,184	4.29
5.100% Malta Government Bond 16/08/2022	EUR	2,202,916	1.47
5.100% Malta Government Bond 01/10/2029	EUR	2,052,242	1.37
5.200% Malta Government Bond 10/06/2020	EUR	207,123	0.14
5.200% Malta Government Bond 16/09/2031	EUR	12,552,597	8.36
5.250% Malta Government Bond 23/06/2030	EUR	9,564,271	6.37
5.500% Malta Government Bond 06/07/2023	EUR	7,112,978	4.74
0.930% Malta Government Bond 25/09/2018	EUR	3,041,550	2.03
0.320% Malta Government Bond 27/11/2019	EUR	452,093	0.30
2.880% Republic of Latvia 30/04/2024	EUR	336,777	0.22
2.130% Lithuania Govt International Bond 29/10/2026	EUR	592,161	0.39
4.200% Poland Govt International Bond 15/04/2020	EUR	571,268	0.38
5.250% Poland Govt International Bond 20/01/2025	EUR	870,205	0.58
4.880% Romanian Government International Bond	EUR	502,302	0.33
2.130% Stockholms Lans Landsting 12/09/2022	EUR	279,454	0.19
5.500% Mexico Govt International Bond 17/02/2020	EUR	1,157,120	0.77
4.130% European Investment Bank 15/04/2024	EUR	329,984	0.22
4.500% European Investment Bank 15/10/2025	EUR	1,325,729	0.86
		-----	-----
		138,638,867	92.30
		-----	-----
5.380% Italy Government International Bond 12/06/2017	USD	232,862	0.16
6.380% Poland Govt International Bond 15/07/2019	USD	601,328	0.40
1.750% United States Treasury Note/Bond 15/05/2023	USD	92,048	0.06
4.380% Corp Andina de Fomento 15/06/2022	USD	803,588	0.54
		-----	-----
		1,729,826	1.16
		-----	-----
Total Sovereign/Supranational Bonds		140,368,693	93.46
		=====	=====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Malta Government Bond Fund (continued)

	Denominated in	Fair value €	Percentage of total net assets %
Portfolio of investments		140,368,693	93.46
Bank balances		9,323,552	6.21
Net current assets		496,566	0.33
Net assets		<u>150,188,812</u>	<u>100.00</u>

The portfolio of investments comprises financial instruments designated at fair value through profit and loss.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Maltese Assets Fund

	Denominated in	Fair value €	Percentage of total net assets %
<i>Sovereign/Supranational Bonds</i>			
2.500% Malta Government Bond 17/11/2036	EUR	111,615	0.23
3.000% Malta Government Bond 11/06/2040	EUR	44,636	0.09
4.100% Malta Government Bond 18/10/2034	EUR	97,867	0.20
4.300% Malta Government Bond 15/05/2022	EUR	121,980	0.25
4.450% Malta Government Bond 03/09/2032	EUR	725,250	1.51
4.500% Malta Government Bond 25/10/2028	EUR	138,795	0.29
5.000% Malta Government Bond 08/08/2021	EUR	613,350	1.28
5.100% Malta Government Bond 16/08/2022	EUR	891,870	1.86
5.200% Malta Government Bond 16/09/2031	EUR	307,240	0.64
5.500% Malta Government Bond 06/07/2023	EUR	467,688	0.98
Total Sovereign/Supranational Bonds		3,520,291	7.33
<i>Corporate Bonds</i>			
5.100% 6pm Holdings PLC 31/07/2025	EUR	416,594	0.87
6.000% AX Investments PLC 06/03/2024	EUR	119,373	0.25
3.500% Bank of Valletta PLC 08/08/2030	EUR	24,563	0.05
3.500% Bank of Valletta PLC 08/08/2030	EUR	558,173	1.16
4.800% Bank of Valletta PLC 15/03/2020	EUR	195,181	0.41
4.800% Bank of Valletta PLC 27/08/2018	EUR	590,001	1.23
5.350% Bank of Valletta PLC 15/06/2019	EUR	178,163	0.37
4.250% Corinthia Finance PLC 12/04/2026	EUR	190,304	0.40
4.900% Gasan Finance Co Ltd 30/11/2021	EUR	60,838	0.13
5.000% Hal Mann Vella Group PLC 06/11/2024	EUR	135,949	0.28
4.500% Hili Properties PLC 16/10/2025	EUR	213,878	0.45
4.000% International Hotel Investments PLC 29/07/2026	EUR	249,352	0.52
5.750% International Hotel Investments PLC 13/05/2025	EUR	413,178	0.86

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Maltese Assets Fund (continued)

	Denominated in	Fair value	Percentage of total net assets
		€	%
<i>Corporate Bonds (continued)</i>			
4.500% Izola Bank PLC 30/06/2025	EUR	159,668	0.33
5.300% Mariner Finance 03/07/2024	EUR	24,265	0.05
5.500% Mediterranean Investment 31/07/2020	EUR	132,108	0.28
4.500% Medserv PLC 05/02/2026	EUR	528,540	1.10
6.000% Medserv PLC 30/09/2023	EUR	196,955	0.41
4.000% MIDI Malta PLC 26/07/2016	EUR	93,227	0.19
5.000% Tumas Investments PLC 31/07/2024	EUR	255,108	0.53
6.200% Tumas Investments PLC 09/07/2020	EUR	156,000	0.33
		-----	-----
		4,891,418	10.20
		-----	-----
5.750% Medserv PLC 02/05/2026	USD	167,864	0.35
		-----	-----
Total Corporate Bonds		5,059,282	10.55
		=====	=====
<i>Equity Investments</i>			
6pm Holdings PLC	GBP	935,395	1.95
		-----	-----
FIMBank PLC	USD	1,630,024	3.40
		-----	-----

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Maltese Assets Fund (continued)

	Denominated in	Fair value €	Percentage of total net assets %
<i>Equity Investments (continued)</i>			
Bank of Valletta p.l.c.	EUR	4,157,511	8.67
Citadel Insurance Ltd Private Equity	EUR	480,908	1.00
GO p.l.c.	EUR	3,018,586	6.30
Grand Harbour Marina p.l.c.	EUR	898,528	1.87
HSBC Bank Malta p.l.c.	EUR	2,902,271	6.05
International Hotel Investments p.l.c.	EUR	3,234,274	6.75
Malita Investments p.l.c.	EUR	1,784,402	3.72
Malta International Airport p.l.c.	EUR	1,218,866	2.54
Malta Properties Company p.l.c.	EUR	725,768	1.51
MaltaPost p.l.c.	EUR	1,454,302	3.03
Medserv p.l.c.	EUR	1,925,075	4.02
Midi p.l.c.	EUR	2,278,221	4.75
Plaza Centres p.l.c.	EUR	278,920	0.58
RS2 Software p.l.c.	EUR	4,019,797	8.38
Tigne Mall p.l.c.	EUR	2,838,999	5.92
		-----	-----
		31,215,428	65.13
		-----	-----
Total Equity Investments		33,780,847	70.48
		=====	=====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets as at 31 October 2016 (continued)

Maltese Assets Fund (continued)

	Denominated in	Fair value €	Percentage of total net assets %
<i>Exchange Traded Funds</i>			
iShares STOXX Europe 600 UCITS ETF DE	EUR	332,661	0.69
Consumer Staples Select Sector SPDR Fund	USD	961,570	2.01
Energy Select Sector SPDR Fund	USD	446,704	0.93
iShares MSCI All Country Asia ex Japan ETF	USD	246,882	0.51
SPDR S&P Transportation ETF	USD	363,136	0.76
Technology Select Sector SPDR Fund	USD	706,277	1.47
		2,724,569	5.68
Total Investments in Exchange Traded Funds		3,057,230	6.37
Portfolio of investments		45,417,650	94.73
Bank balances		2,363,521	4.93
Net current assets		164,173	0.34
Net assets		47,945,344	100.00

The portfolio of investments comprises financial instruments designated at fair value through profit and loss.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

9 Portfolio of net assets (continued)

9.1 Further disclosures on portfolio of investments

Summary of material changes in the composition of the portfolio of investments:

Malta Government Bond Fund

The composition of the portfolio of investments shown on pages 39 to 41 in comparison with the portfolio of investments as at 30 April 2016 is analysed below:

Percentage of portfolio of net assets:

	31 October 2016	30 April 2016
	%	%
Sovereign/Supranational Bonds	93.46	92.45
	-----	-----
	93.46	92.45
	=====	=====

Maltese Assets Fund

The composition of the portfolio of investments shown on pages 42 to 45 in comparison with the portfolio of investments as at 30 April 2016 is analysed below:

Percentage of portfolio of net assets:

	31 October 2016	30 April 2016
	%	%
Sovereign/Supranational Bonds	7.33	7.10
Corporate Bonds	10.55	8.54
Equity Investments	70.48	75.43
Investments in Exchange Traded Funds	6.37	5.02
	-----	-----
	94.73	96.09
	=====	=====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

10 Dividend distributions

During the year, the dividends declared and paid out of the Income Share Class of the Malta Government Bond Fund and the Maltese Assets Fund were as follows:

Ex-dividend date	Malta Government Bond Fund			Maltese Assets Fund		
	Rate per share	Dividends paid	Dividends declared	Rate per share	Dividends paid	Dividends declared
	EUR	EUR	EUR	EUR	EUR	EUR
1 May 2016	1.402	47,996	-	1.707	2,036	-
1 August 2016	1.248	43,103	-	-	-	-
1 Nov 2016	1.305	-	44,605	0.723	-	948
1 Aug 2015	1.561	54,195	-	0.703	977	-
1 Nov 2015	1.498	51,422	-	-	-	-
1 Feb 2016	1.304	45,020	-	-	-	-

Subsequent to year end, the Directors proposed to distribute a further final dividend amounting to EUR44,605 to the Income Share Class of the Malta Government Bond Fund and EUR948 to the Income Share Class of the Maltese Assets Fund. These amounts together with the related administrative fees have been transferred to the Distribution Account in accordance with the MFSA Investment Services Rules.

Following deduction of dividend administration fee, the net dividend payable to the Income Share Class of the Malta Government Bond Fund and the Maltese Assets Fund amounted to EUR41,581 and EUR766 respectively.

The dividend administration fee charged on the Malta Government Bond Fund and the Maltese Assets Fund for the financial year ended 31 October 2016 amounted to 0.0040% (31 October 2015: 0.0042%) and 0.0008% (31 October 2015: 0.0004%) of the closing Net Asset Value, respectively.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

11 Related party transactions

(a) Management fee

Under the terms of an agreement dated 16 November 1998 (as supplemented by Addenda dated 3 April 2000, 30 November 2006 and 5 July 2008), the Manager was appointed to be the investment management company of the Funds. An amended and re-stated Management Agreement dated 21 July 2014 was entered into between the Company and the Manager to set out the terms upon which the Manager accepts to act as AIFM in respect of the Company and the Funds. Fees paid to the Manager and any outstanding balances at the reporting date have been disclosed in note 8.

HSBC Global Asset Management (Malta) Ltd also holds founder shares as disclosed in note 5(g) to these financial statements.

During the period under review, the Manager received EUR850,637 (31 October 2015: EUR840,315) as Management fees. Management fees amounting to EUR165,831 (30 April 2016: EUR23,240) were due to the Manager as at 31 October 2016.

(b) Depositary and custodianship fee

Under the terms of an agreement dated 16 November 1998, the Company appointed HSBC Bank Malta p.l.c. as Custodian of the Funds. The Custodianship Agreement between the Company and HSBC Bank Malta p.l.c. was terminated on 20 July 2014. As a result, there were no custodian fees due to HSBC Bank Malta p.l.c. for the period ending 31 October 2016 and 31 October 2015.

(c) Investment Account fee

During the period under review, HSBC Bank Malta p.l.c. received an aggregate investment account fee of EUR127,662 (31 October 2015: EUR128,893). Investment account fees amounting to EUR23,975 (30 April 2016: EUR19,998) were due to the HSBC Bank Malta p.l.c. at 31 October 2016.

As a service provider to the Funds, HSBC Bank Malta p.l.c. also received an aggregate dividend administration fee for the period amounting to EUR6,440 (31 October 2015: EUR6,403).

(d) Director's fees

No transactions were entered into with key management personnel other than the payment of the director's emoluments of EUR6,050 (31 October 2015: EUR6,306).

(e) Other related party fees

HSBC Bank Malta p.l.c. did not receive any amounts (31 October 2015: EUR26,670) as fees for stockbroking services rendered to the Funds during the period under review.

(f) Unitholding of related parties

As at the reporting date the Manager held 4 units (31 October 2015: 5 units) in the Malta Government Bond Fund – Accumulator Shares. Moreover, parties related to the Manager held 15,552 units (31 October 2015: 15,552 units) in the Maltese Assets Fund – Accumulator Shares, as at the reporting date.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

11 Related party transactions (continued)

(f) Unitholding of related parties (continued)

As at 31 October 2016, all units in the Malta Government Bond Fund and Maltese Assets Fund were held under nominee by HSBC Bank Malta p.l.c.

As at the reporting date, the Directors held 22 units (31 October 2015: 22 units) in the Maltese Assets Fund – Accumulator Shares.

(g) Investments in HSBC securities

Investments in securities, bonds and collective investment schemes issued by HSBC group as at the reporting date amounted to EUR2,902,271 (30 April 2016: EUR2,248,853).

12 Financial instruments and associated risks

12.1 Overview

The Funds are exposed to the following risks from financial instruments:

- market risk
- credit risk
- liquidity risk

This note presents information about the Funds' exposure to each of the above risks, the Funds' objectives, policies and processes for measuring and managing risk, and the Funds' management of capital.

12.2 Risk management framework

The Funds' underlying investment portfolios comprise quoted and unquoted equity investments, quoted and unquoted debt investments, and investments in other quoted funds that are intended to be held for an indefinite period of time.

Asset allocation is determined by the Funds' Investment Manager who manages the distribution of the assets in line with the investment strategy of the relative Funds at the prevailing market circumstances.

The nature and extent of the financial instruments outstanding at the financial reporting date and the risk management policies employed by the Funds are discussed below.

12.3 Market Risk

Market risk embodies the potential for both losses and gains, and includes currency risk, interest rate risk and price risk.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.3 Market Risk (continued)

Each Fund's relative strategy on the management of investment risk is driven by the Fund's investment objective, each of which is clearly outlined in the SICAV's prospectus. The Funds' market exposures within their relative Investment Restrictions is monitored on a daily basis by the Investment Manager. The Fund's overall market exposures are also monitored on a quarterly basis by the Board of Directors.

Details of the nature of the Funds' investment portfolio as at the financial reporting date are disclosed on pages 39 to 46.

12.4 Currency Risk

The Funds may invest in financial instruments, and enter into transactions denominated in currencies other than the respective functional currency. Consequently, the Funds are exposed to risks that the exchange rate of the functional currencies relative to other foreign currencies may change in a manner that have an adverse effect on the value of that portion of the Funds' assets denominated in currencies other than the functional currency.

The Funds' currency risk is managed on a daily basis by the Investment Manager in accordance with policies and procedures in place.

As at the reporting date the Funds had the following open currency exposures:

	31 October 2016	30 April 2016
	% of Net Assets	% of Net Assets
<i>Malta Government Bond Fund</i>		
US Dollars	2.0	1.9
Pound Sterling	0.3	0.4
 <i>Maltese Assets Fund</i>		
US Dollars	10.2	8.4
Pound Sterling	2.2	2.7

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.4 Currency Risk (continued)

Sensitivity Analysis

As at 31 October 2016, had the Euro, the functional currency of each fund strengthened by 5% in relation to the other currencies with all other variables held constant, net assets attributable to holders of redeemable units would have decreased by the amounts shown below.

	31 October 2016	30 April 2016
	€	€
<i>Malta Government Bond Fund</i>		
US Dollars	152,000	144,000
Pound Sterling	23,000	27,000
<i>Maltese Assets Fund</i>		
US Dollars	243,000	217,000
Pound Sterling	52,000	69,000

A 5% weakening of the functional currency against these currencies with all other variables held constant would have resulted in an equal but opposite effect on the above financial statement amounts.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.5 Interest Rate Risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flow. The Funds hold fixed interest securities that expose the Funds to fair value interest rate risk. The Funds also hold a limited amount of euro-denominated floating rate debt, cash and cash equivalents that expose the Funds to cash flow interest rate risk.

Malta Government Bond Fund

The majority of the Fund's financial assets are interest-bearing and as a result, the Fund is subject to a reasonable exposure to fair value interest rate risk arising from fluctuations in the prevailing levels of market interest rates.

Maltese Assets Fund

Albeit the majority of the Fund's portfolio is invested in equities, the Fund holds a reasonable exposure in interest-bearing assets, and as a result, the Fund is also subject to a fair value interest rate risk arising from fluctuations in the prevailing levels of market interest rates.

Exposure to interest rate risk

The carrying amount of interest bearing financial assets represents the maximum interest rate exposure. The maximum exposure to interest rate risk at the reporting date was as follows:

Malta Government Bond Fund

	31 October 2016		30 April 2016	
	% of Net Assets	€	% of Net Assets	€
Debt securities	93.46	140,368,693	92.45	136,427,003
Fixed deposits	0.93	1,396,226	0.94	1,394,529
Non-interest bearing assets	6.01	9,019,468	6.75	9,965,771
	<u>100.40</u>	<u>150,784,387</u>	<u>100.14</u>	<u>147,787,303</u>

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.5 Interest Rate Risk (continued)

Exposure to interest rate risk (continued)

Maltese Assets Fund

	31 October 2016		30 April 2016	
	% of Net Assets	€	% of Net Assets	€
Debt securities	17.89	8,579,573	15.64	8,127,571
Non-interest bearing assets	82.74	39,669,026	84.48	43,899,577
	-----	-----	-----	-----
	100.63	48,248,599	100.12	52,027,148
	=====	=====	=====	=====

Sensitivity Analysis

The Funds' interest rate risk is managed on a daily basis by the Investment Manager in accordance with policies and procedures in place. The Funds' overall interest rate risk is monitored on a quarterly basis by the Board of Directors.

The table below sets out the impact on the relative net assets of each Fund in the event that worldwide yield curves experience a parallel 25bps / 50bps shift upwards or downwards.

Yield Curve Shift

	31 October 2016	30 April 2016
	€	€
<i>Malta Government Bond Fund</i>		
+25bps	(2,684,000)	(2,508,000)
-25bps	2,684,000	2,508,000

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.5 Interest Rate Risk (continued)

Exposure to interest rate risk (continued)

Sensitivity Analysis (continued)

	31 October 2016	30 April 2016
	€	€
<i>Malta Government Bond Fund (continued)</i>		
+50bps	(5,368,000)	(5,017,000)
-50bps	5,368,000	5,017,000
<i>Maltese Assets Fund</i>		
+25bps	(149,000)	(141,000)
-25bps	149,000	141,000
+50bps	(298,000)	(281,000)
-50bps	298,000	281,000

12.6 Other Market Risk

Other market risk is the risk that value of the underlying assets will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk). These can arise from factors specific to an individual investment or its issuer (idiosyncratic risk), or from factors affecting total market sentiment (systemic risk).

Idiosyncratic price risk is managed through constructing a diversified portfolio of instruments traded on various markets. Systemic risk cannot be eliminated by diversification and investors in the respective Funds are subject to the Funds' relative systemic market risk.

As the majority of the Funds' financial instruments are carried at fair value with fair value changes recognised in the statement of operations, all changes in market conditions will directly affect the Funds' financial statements.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.6 Other Market Risk (continued)

Exposure to other price risk

The carrying amount of the following financial assets and liabilities represents the maximum other price exposure. The maximum exposure to other price risk at the reporting date was as follows:

Maltese Assets Fund					
		31 October 2016		30 April 2016	
	Note	% of Net Assets	Euro	% of Net Assets	Euro
Equity	9	70.48	33,780,847	75.43	39,198,498
Exchange Traded Funds	9	6.37	3,057,230	5.02	2,608,646
		-----	-----	-----	-----
		76.85	36,838,077	80.45	41,807,144
		=====	=====	=====	=====

Sensitivity to other price risk

The sensitivity for equity and exchange traded funds price risk illustrates how changes in the fair value of such investments will fluctuate because of changes in market prices, whether those changes are caused by factors specific to the investments' strategy, or factors affecting all similar underlying investments traded in the market. A general increase in the prices of equities and exchange traded funds of 10%, with all other variables held constant, would have increased the net assets attributable to the holders of redeemable units of the Maltese Assets Fund by approximately EUR3,683,800 (30 April 2016: EUR4,180,700).

12.7 Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge a payment or commitment that it has entered into with the respective Fund.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.7 Credit Risk (continued)

Exposure to credit risk

The carrying amount of the following financial assets represents the maximum credit exposure at the reporting date:

31 October 2016		Combined	Malta Government Bond Fund	Maltese Assets Fund
	Note	Euro	Euro	Euro
Debt securities	9	148,948,266	140,368,693	8,579,573
Fixed deposits		1,396,226	1,396,226	-
Accrued income		852,322	772,615	79,707
Settlements receivable		376,639	-	376,639
Bank balances		10,290,847	7,927,326	2,363,521
Other assets		311,020	302,310	8,710
		----- 162,175,320 =====	----- 150,767,170 =====	----- 11,408,150 =====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.7 Credit Risk (continued)

Exposure to credit risk (continued)

The carrying amount of the following financial assets represents the maximum credit exposure at the reporting date:

30 April 2016		Combined	Malta Government Bond Fund	Maltese Assets Fund
	Note	Euro	Euro	Euro
Debt securities	9	144,554,574	136,427,003	8,127,571
Fixed deposits		1,394,529	1,394,529	-
Accrued income		1,355,643	1,067,565	288,078
Subscriptions receivable		7,584	-	7,584
Settlements receivable		31,417	-	31,417
Bank balances		10,632,360	8,872,934	1,759,426
		-----	-----	-----
		157,976,107	147,762,031	10,214,076
		=====	=====	=====

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.7 Credit Risk (continued)

Malta Government Bond Fund

The investment objective of the Fund is to achieve long term capital growth, primarily through investment in debt securities issued by the Government of Malta.

Local Malta Government Stocks as at 31 October 2016 constituted 84.39% (30 April 2016: 83.12%) of the Fund's net assets. No Malta Government Stock is rated by S&P, Moody's or Fitch. However, the Government of Malta carries a A- rating by S&P and an A3 rating by Moody's.

Only up to 15% of the total assets of the Fund may be invested in non-Maltese issuers. As at 31 October 2016, investment in these assets amounted to 9.59% of portfolio (30 April 2016: 9.8%).

The credit quality of this portfolio as at 31 October 2016 is summarised below:

Credit Rating	31 October 2016	30 April 2016
	% Exposure	% Exposure
AAA	1.17	1.19
AA+	0.19	0.19
AA	1.39	1.36
AA-	0.94	0.93
A+	0.16	0.16
A-	0.62	0.63
BBB+	4.62	4.68
BBB-	0.51	0.66

Maltese Assets Fund

The investment objective of the Fund is to achieve long term capital growth, through the investment in a diversified portfolio of equity holdings and of interest-earning holdings.

Local Malta Government Stocks as at 31 October 2016 constituted 7.39% (30 April 2016: 7.15%) of the Fund's net assets. No Malta Government Stock is rated by either S&P, Moody's or Fitch. However, the Government of Malta carries a A- rating by S&P and an A3 rating by Moody's.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.7 Credit Risk (continued)

Maltese Assets Fund (continued)

As at 31 October 2016, 10.67% of the portfolio (30 April 2016: 8.54%) was invested in the local corporate bond market. Here again none of the local corporate bonds is actually rated by any of the major credit rating companies. However, the Investment Manager undertakes a rigorous risk assessment on each issuer to internally establish the risk reward profile of all major local corporate bonds.

Only up to 15% of the total assets of the Fund may be invested in non-Maltese issuers. However, as at 31 October 2016, there was no investment in non-Maltese sovereign and corporate bonds (30 April 2016: nil).

The Fund's credit risk exposure is managed on a daily basis by the Investment Manager in accordance with policies and procedures in place.

12.7.1 Offsetting financial assets and financial liabilities

None of the financial assets and liabilities are offset in the Statement of Financial Position. The Company has no enforceable master netting agreement in place that otherwise would provide the Company, in the event of counterparty default, the right to liquidate collateral and the right to offset a counterparty's rights and obligations.

12.8 Settlement Risk

Settlement risk is the risk of loss due to failure of a counterparty to honour its obligations to deliver cash, securities or other assets as contractually agreed. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used. The Investment Manager monitors the financial positions of the brokers used to further mitigate this risk.

Substantially most of the assets of the Funds are held with a sub-custodian of Deutsche Bank AG (Dublin), as Depository. Bankruptcy or insolvency of the custodian may cause the Funds' rights with respect to securities held by the custodian to be delayed or limited.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.9 Liquidity Risk

Malta Government Bond Fund, Maltese Assets Fund

The Funds' constitution provides for the daily creation and cancellation of units and these are therefore exposed to the liquidity risk of meeting unitholders' redemptions at any time.

The major part of these Funds' underlying securities are considered to be readily realisable since they are all listed on the Malta Stock Exchange, or on other major European and US Stock Exchanges.

The Funds' liquidity risk is managed on a weekly basis by the Investment Manager in accordance with policies and procedures in place. The Funds' overall liquidity risks are monitored on a quarterly basis by the Board of Directors.

All Funds are allowed to borrow up to 10% of their respective Net Asset Value to finance settlement mismatches.

The Prospectus contains special provisions which allow the Manager to limit the total number of units which may be repurchased on any Dealing Day to 5% of the outstanding units in any Fund. In such an event the Manager will reduce all valid repurchase requests pro rata to the said 5% of the units and shall repurchase the excess of the units on the next Dealing Day, subject to the Manager's same power of deferral until the original repurchase requests have been fully satisfied.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.10 Fair values of financial instruments

The Funds' financial instruments are carried at fair value on the statement of financial position. For the Funds' investments, quoted market prices are available and therefore these are valued at their mid market price. For the remaining financial instruments, including receivables, cash balances, accounts payable and accrued expenses, the carrying amounts approximate fair value due to the immediate short-term nature of these financial instruments.

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1 - Quoted market prices (unadjusted) in an active market for an identical instrument.
- Level 2 - Valuation techniques based on observable inputs, other than quoted prices included within Level 1, that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3 - Valuation techniques using significant unobservable inputs. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The following table analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorised. The amounts are based on the values recognised in the statement of financial position.

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.10 Fair values of financial instruments (continued)

Malta Government Bond Fund

	Level 1	Level 2	Level 3	Total
31 October 2016				
Financial assets designated at fair value through profit or loss	140,368,693	-	-	140,368,693
	140,368,693	-	-	140,368,693
30 April 2016				
Financial assets designated at fair value through profit or loss	136,427,003	-	-	136,427,003
	136,427,003	-	-	136,427,003

Maltese Assets Fund

	Level 1	Level 2	Level 3	Total
31 October 2016				
Financial assets designated at fair value through profit or loss	44,936,742	-	480,908	45,417,650
	44,936,742	-	480,908	45,417,650
30 April 2016				
Financial assets designated at fair value through profit or loss	49,544,544	-	390,171	49,934,715
	49,544,544	-	390,171	49,934,715

HSBC No-Load Funds SICAV p.l.c.

Notes to the unaudited financial statements

For the period ended 31 October 2016

12 Financial instruments and associated risks (continued)

12.10 Fair values of financial instruments (continued)

Maltese Assets Fund - financial assets measured at level 3

During the year, financial assets designated at fair value through profit or loss in the Maltese Assets Fund portfolio, with a carrying amount of EUR480,908 were classified as having Level 3 inputs. Due to lack of observable market inputs, the fair value of these assets was determined by reference to the average of (a) net asset value per unit of the company plus a premium for goodwill and (b) earnings and EBITDA multiples.

All Funds

There were no reclassifications of financial assets during the year ended 31 October 2016 (31 October 2015: nil).

13 Events subsequent to the reporting date

The agreement appointing Deutsche Bank AG (Dublin) as the depositary of the Company was terminated on 30 September 2016. However, this agreement was subject to a one time and final extension of the termination date to 31 December 2016, and the Company has availed itself of this extension.

Following a restructuring exercise undertaken by the Company after the reporting date, all the shares in the Company's sub-funds were repurchased on 25 November 2016 and all underlying assets of the sub-funds transferred into two new identical sub-funds of HSBC Malta Funds SICAV plc, another SICAV by HSBC Global Asset Management Malta (Malta) Limited. Following such transfer, the directors intend to surrender the licenses of the sub-funds and put the Company into liquidation.

HSBC No-Load Funds SICAV p.l.c.

General information

1 Authorisation

HSBC No-Load Funds SICAV p.l.c. is a collective investment scheme organised as a multi fund investment company with variable share capital. The Company was registered on 11 November 1998 under the Companies Act, Chapter 386 of the Laws of Malta, and is licensed and regulated by the Malta Financial Services Authority as a collective investment scheme in virtue of the Investment Services Act, Chapter 370 of the Laws of Malta. The share classes of the Fund are listed on the Malta Stock Exchange.

2 Management fees and other expenses

(a) Management fees

The Manager is entitled to a management fee of 0.785% per annum from the Malta Government Bond Fund, and 1.060% per annum from the Maltese Assets Fund, based on the Net Asset Value of each respective Fund on each Dealing Day, payable monthly in arrears.

(b) Administration fees

As of the 21 July 2014, the Administrator Fees (charged by Deutsche International Corporate Services (Ireland) Ltd.) range between 0.10% and 0.12% of Net Assets* depending on the amount of Net Assets subject to a minimum of €8,334 per month for each Fund.

** Net Assets refer to the aggregate Net Asset Value of all the Funds managed by HSBC Global Asset Management (Malta) Limited and which are party to an agreement with Deutsche International Corporate Services (Ireland) Limited as their Administrator.*

(c) Registrar fees

No charges are levied by the Administrator for acting as Registrar to the Company.

(d) Secretarial fees

Ganado Services Limited charges a fee of EUR2,000 (excluding VAT) per annum for 16 hours of work for acting as Company Secretary to the Company. Additional hours are charged on a time spent basis.

(e) Depositary fees

In terms of the Depositary Agreement between the Company and Deutsche Bank (Malta) Limited, the Depositary receives a depositary services fee. The fee for depositary services range between 0.025% to 0.04% per annum of net assets* depending on the amount of net assets.

The above depositary services fees are subject to a minimum fee of €1,500 per month, for each Fund.

** Net Assets refer to the aggregate net assets held by the funds managed by HSBC Global Asset Management (Malta) Limited and which are party to a depositary agreement with Deutsche Bank AG (Dublin) Limited as their depositary (together, the "Funds").*

Deutsche Bank A.G. London as sub-custodian of the Depositary charges Custody fees as follows:

HSBC No-Load Funds SICAV p.l.c.

General information

2 Management fees and other expenses (continued)

(e) Depositary fees (continued)

Maltese Market	0.03% for Treasury-Bills
	0.04% for other fixed income and equity securities
Foreign Markets	Ranging from 0.008% to 0.066% depending on the relevant Foreign Market

(f) Fees charged by the Service Provider

The Service Provider charges the following investment account fees:

Malta Government Bond Fund – 0.125% per annum charged to the Fund on the value of shares held in the investment account of each investor, with a minimum of €23.29 and a maximum of €116.47.

Maltese Assets Fund – 0.125% per annum charged to the Fund on the value of shares held in the investment account of each investor, with a minimum of €23.29 and a maximum of €116.47.

The Service Provider charges EUR4.66 per investor eligible to receive the dividend on every dividend distribution. This fee is directly chargeable to that part of the relevant Fund's income attributable to the class of shares in respect of which the dividend has been paid. The fee is not chargeable if a dividend is not declared by the Fund.

(g) General

All fees may be increased with the agreement of the Company, and the members shall be notified accordingly. Further details on any aspect of the above or further details on other specific charges applicable to any of the Funds will be made available to you upon request and in accordance with applicable regulations.

(h) Management agreement

HSBC Global Asset Management (Malta) Limited was appointed by the Company to provide investment services and administrative services to the Company and its Funds by virtue of an agreement dated 16 November 1998. This agreement was supplemented by Addenda dated 3 April 2000, 30 November 2006, 1 October 2007, 5 July 2008 and 1 December 2008.

An amended and re-stated Discretionary Investment Management Agreement dated 21 July 2014 was entered into between the Company and the Manager to set out the terms upon which the Manager accepts to act as AIFM in respect of the Company and the Funds.

A copy of the Management Agreement is available for inspection at the registered office of the Company and the registered office of the Manager.

(i) Administration Agreement

The Company and the Manager appointed Deutsche International Corporate Services (Ireland) Limited as Administrator from 12 February 2014. The Company and the Manager have agreed to the delegation of certain administration functions of the Company and the Funds including acting as Registrar, to Deutsche International Corporate Services (Ireland) Limited.

HSBC No-Load Funds SICAV p.l.c.

General information

2 Management fees and other expenses (continued)

(i) Administration Agreement (continued)

An amended and re-stated Administration Agreement dated 21 July 2014 was entered into between Deutsche International Corporate Services (Ireland) Limited as Fund Administrator, the Company and the Manager for the purposes of appointing the Administrator to provide administration, register and transfer agency services to the Company and to reflect the responsibility of the Manager under AIFMD and AIFMR in ensuring the proper valuation of the assets and the calculation of the Company's net asset value.

A Supplemental Agreement to the Fund Administration Agreement was entered into on 8th May 2015 to remove the obligation of the Administrator to prepare the Company's interim and annual financial statements.

A copy of the Administration Agreement is available for inspection at the registered office of the Company and the registered office of the Administrator.

(j) Service Provider Agreement

An agreement dated 31 July 2013 was entered into between the Company, the Manager and HSBC Bank Malta p.l.c. In terms of this agreement HSBC Bank Malta p.l.c. was appointed as a Service Provider in respect of the maintenance of the Investment Account System through which all persons purchase and hold shares in the Company. This agreement was terminated on 20 July 2014.

On 21 July 2014, a new agreement was entered into between the Company and HSBC Bank Malta p.l.c. In terms of this agreement HSBC Bank Malta p.l.c. was appointed as a Service Provider in respect of the maintenance of the Investment Account System through which all persons purchase and hold shares in the Company.

A copy of the Service Provider Agreement is available for inspection at the registered office of the Company and the registered office of the Service Provider.

(k) Depositary agreement (previously known as 'Custodianship agreement')

Under the terms of an agreement dated 16 November 1998, the Company appointed HSBC Bank Malta p.l.c. as Custodian of the Funds. The Custodianship Agreement between the Company and HSBC Bank Malta p.l.c. was terminated on 20 July 2014.

The Company and the Manager have entered into a Depositary Agreement with Deutsche Bank (Malta) Limited, effective 21 July 2014, under the terms of which Deutsche Bank (Malta) Limited was appointed as the depositary of the Company and its Sub-Funds in accordance with the requirements of the AIFMD.

On 29 April 2016, the Company and the manager entered into an agreement with Deutsche Bank AG (Dublin), under the terms of which the latter was appointed as Depository and Custodian of the Company and its Sub-Funds in accordance with the requirements of the AIFMD.

HSBC No-Load Funds SICAV p.l.c.

General information

3 Risk Warning

Past performance is not necessarily a guide to future performance. The value of investments and the currency in which these are denominated may go down as well as up and investors may not always get back their initial investment. Investments in collective investment schemes should be regarded as a medium to long term investment.

This Interim Report does not constitute an offer of units in the Funds. The opinions expressed are given in good faith and should not be construed as investment and/or tax advice.

4 Changes to the Company's documents during the reporting year

On 28th September 2016, a Supplemental Statement to the Prospectus dated 14th April 2015 was issued and lodged at the Registry of Companies. This Supplemental Statement reflected the change in the composition of the Board of Directors of the Company.

5 Prospectus

Copies of the latest Prospectus are available free of charge from the Manager and all HSBC Bank Malta p.l.c. branches. Persons wishing to invest in the Funds should do so on the basis of the full information contained in the Prospectus. A copy of the Interim Report and Financial Statements can be obtained by calling 2380 2380 or by logging on www.hsbc.com.mt/1/2/Funds/Product-Literature/Product-Literature-Financial-Reports.

6 Remuneration Policy and Practices Disclosure Requirements

During the application process, HSBC Global Asset Management (Malta) Ltd was granted a derogation from the MFSA from the requirements of Article 13 of the AIFMD and Appendix 12 of the Rules.

The Remuneration policy on fixed pay (base salary and fixed allowances) is determined by the Bank's Collective Agreement Salary band increases (split by rating and grade). The variable pay (discretionary performance bonus) is established via a structured process as part of the performance management system and depends on individual contribution together with Bank/Company performance. The bonus pot and policy is agreed by the Bank's local and Group Remuneration Committee (REMCO) and approved by HSBC Bank Malta's Board of Directors.

Pay and performance are directly linked to the individual's achievement against set objectives which are both financial and behavioural in nature. Objectives are agreed by the employee and Management beforehand.

HSBC Global Asset Management (Malta) Limited had an average staff complement of 12 employees. One of these employees occupies an Executive and Senior Management position as per HSBC Group definition of Senior Management. In 2015, the total fixed remuneration, including wages, salaries, allowances and share-based payments, amounted in total to €350,704 (2014: €395,917) and the variable element amounted to €47,085 (2014: €40,703). Variable remuneration, based on performance, was paid in cash. The total Directors' emoluments incurred by HSBC Global Asset Management (Malta) Limited during the year were €79,443 (2014: €72,022).

There are a number of non-cash benefits provided to all HSBC Bank Malta employees which also apply to HSBC Global Asset Management (Malta) Limited employees such as subsidised Bank products, fee free products, nursing services, subsidised medical health insurance, periodical medical check-ups and death in service benefit.

HSBC No-Load Funds SICAV p.l.c.

General information

6 Remuneration Policy and Practices Disclosure Requirements (continued)

There were no outstanding amounts of deferred remuneration and none was awarded in 2015.

There were no new sign-on and severance payments made in 2015 and none were awarded during the year.

The AIFM's income is dependent upon funds under management, and therefore the profit available for distribution under the Policy is dependent upon the performance of the funds.

The remuneration disclosed above relates to the year ended 31 December 2015.

Information regarding the remuneration attributable to HSBC No-Load Funds SICAV p.l.c. is not available and therefore not disclosed.

7 Further Information

You can obtain further information on the HSBC No-Load Funds SICAV p.l.c. by contacting any HSBC Bank Malta p.l.c. branch and seeking the assistance of qualified staff who are authorised to give investment advice on the Funds.

Alternatively, call customer service on 2380 2380.