



Global Asset Management

4 January 2010

HSBC Capital Protected Funds – HSBC Global Sky High Fund

We would like to inform you that your investment in the HSBC Capital Protected Funds – HSBC Global Sky High Fund (the "Fund") will be maturing on 3 February 2010. As of 17 December 2009, the Net Asset Value of the Fund was USD 9.9480 per unit. Please find below a summary of your investment:

I. Investment Objective

The Fund aims to achieve 100% capital protection at the end of its investment tenure of approximately 4 years and 11 months in addition to the following: (i) a fixed payout of 3.6% of the Initial Offer Price per Unit on each Payout Date; and (ii) at the Maturity Date, a potential additional payout linked to the performance of the Dow Jones Global Titans 50 Index.

II. Computation of Additional Returns at Maturity*

Potential additional payout is linked to Dow Jones Global Titans 50 Index.

Minimum return over the full investment period = 10.8% (i.e in 3 payments).

Calculation is done on a High-on-High averaging mechanism where only Index levels higher than the previous observation and start levels are recorded. Then, an average of the recorded performances will be taken, subject to a participation rate of 61.2%.

Please refer to Appendix 1 for more details on the performance of the index.

We would like to take this opportunity to thank you for investing with us. Should you require any further details, please contact your Bank or Financial Advisor. Alternatively, you may wish to call our customer service hotline at (65) 6530 2860 for assistance.

** Any potential return over and above the capital protected principal on the maturity date will not be guaranteed and will also be subject to the credit risk of the option counterparty. See fund prospectus for definitions.*

Observation Periods

Period	Date	Period	Date
1	3-Jun-05	11	3-Dec-07
2	3-Sep-05	12	3-Mar-08
3	3-Dec-05	13	3-Jun-08
4	3-Mar-06	14	3-Sep-08
5	3-Jun-06	15	3-Dec-08
6	3-Sep-06	16	3-Mar-09
7	3-Dec-06	17	3-Jun-09
8	3-Mar-07	18	3-Sep-09
9	3-Jun-07	19	3-Dec-09
10	3-Sep-07	20	3-Feb-10

Performance of Index

Qtrly observ ation period	Fixing Dates	Closing Level of DJGT50	Actual Fixing Level	High on high Fixing Point	High on High Final Fixing
0	Initial level		100.00	-	-
1	03-Jun-05	192.59	96.87	-	-
2	05-Sep-05	195.80	98.49	-	-
3	05-Dec-05	198.74	99.96	-	-
4	03-Mar-06	201.39	101.30	101.30	101.30
5	05-Jun-06	203.10	102.16	102.16	101.73
6	04-Sep-06	216.54	108.92	108.92	104.12
7	04-Dec-06	226.37	113.86	113.86	106.56
8	05-Mar-07	219.24	110.28	-	106.56
9	04-Jun-07	242.91	122.18	122.18	109.68
10	03-Sep-07	237.26	119.34	-	109.68
11	03-Dec-07	240.93	121.19	-	109.68
12	03-Mar-08	215.44	108.36	-	109.68
13	03-Jun-08	217.67	109.49	-	109.68
14	03-Sep-08	194.65	97.91	-	109.68
15	03-Dec-08	139.47	70.15	-	109.68
16	03-Mar-09	109.40	55.03	-	109.68
17	03-Jun-09	145.01	72.94	-	109.68
18	03-Sep-09	156.36	78.65	-	109.68

Important Notes

The capital protection in relation to the Fund only applies to investors who hold the investment until the maturity date of the Fund; dealings before such date will be fully exposed to fluctuations in the value of the Fund's assets. The Fund is subject to the liquidity risk of its underlying investments. Investors redeeming prior to maturity will bear certain fees and expenses charged up-front for the full investment period. These include the full five years' fees of the Manager and Trustee. The fees and expenses for the full tenor, charged up-front, represent around 6% of the initial fund size.

This capital protected fund is no longer open for subscriptions. The past performance of any fund and the manager and any economic and market trends/forecast are not necessarily indicative of the future or likely performance of the fund. Value of investment and units may go down as well as up, and the investor may not get back the original sum invested if units are redeemed before maturity. Changes in rates of currency exchange may affect significantly the value of the investment.

*Issued by HSBC Global Asset Management (Singapore) Limited
Company Registration Number 198602036R*