

HSBC ETFs plc
Registered Office: 25/28 North Wall Quay | IFSC | Dublin 1 | Ireland

To the Shareholders in:

HSBC FTSE 250 UCITS ETF	HSBC MSCI SOUTH AFRICA UCITS ETF
HSBC EURO STOXX 50 UCITS ETF	HSBC MSCI EM LATIN AMERICA UCITS ETF
HSBC MSCI JAPAN UCITS ETF	HSBC MSCI CANADA UCITS ETF
HSBC S&P 500 UCITS ETF	HSBC MSCI MEXICO CAPPED UCITS ETF
HSBC MSCI EUROPE UCITS ETF	HSBC MSCI INDONESIA UCITS ETF
HSBC MSCI USA UCITS ETF	HSBC MSCI MALAYSIA UCITS ETF
HSBC S&P BRIC 40 UCITS ETF	HSBC MSCI TAIWAN UCITS ETF
HSBC MSCI BRAZIL UCITS ETF	HSBC MSCI KOREA UCITS ETF
HSBC MSCI CHINA UCITS ETF	HSBC FTSE EPRA/NAREIT DEVELOPED UCITS ETF
HSBC MSCI EM FAR EAST UCITS ETF	HSBC MSCI RUSSIA CAPPED UCITS ETF
HSBC MSCI PACIFIC ex JAPAN UCITS ETF	HSBC MSCI EMERGING MARKETS UCITS ETF
HSBC MSCI WORLD UCITS ETF	HSBC MSCI AC FAR EAST ex JAPAN UCITS ETF
HSBC MSCI TURKEY UCITS ETF	HSBC ESE WORLDWIDE EQUITY UCITS ETF
	HSBC WORLDWIDE EQUITY UCITS ETF

11 September 2014

Dear Shareholder,

This letter and the changes it announces have not been reviewed by the Central Bank of Ireland (the "Central Bank") and it is possible that changes may be necessary to meet the requirements of the Central Bank. The Directors accept responsibility for the information contained in this letter.

We are writing to you in your capacity as a Shareholder of a Sub-Fund of HSBC ETFS plc. The purpose of this letter is to notify you of changes to the Sub-Funds which are being introduced in order to align the settlement cycles of the Sub-Funds, with the new regulation and harmonisation of settlement cycles across the majority of European exchanges and markets. The new regulations are being introduced by the European Union to improve securities settlement under the Central Securities Depositories Regulation ("CSDR") Directives 98/26/EC and 2014/65/EU and Regulation (EU) No 236/2012.

Terms used and not defined herein will have the meanings given to them in the prospectus for the Company dated 23 May 2014 (the "Prospectus"), Appendix A and Appendix B to the Prospectus, together with the relevant supplement relating to the Sub-Funds (the "Supplements").

The amendments that have been made to the Supplements are to reflect in particular, the requirement under CSDR that the settlement period must be set at a maximum of two days after the trading day for securities traded on stock exchanges or other regulated markets.

The Board of Directors have approved the following amendments to the Prospectus and Supplements below:

1. In-kind subscriptions for all Sub-Funds (other than for the HSBC MSCI Emerging Markets UCITS ETF and the HSBC MSCI Russia Capped UCITS ETF which do not accept in-kind subscriptions) will now only be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager. Previously, in-kind subscriptions were acceptable on a regular basis for these Sub-Funds;
2. Cut-off for the receipt of cash for cash subscriptions and the cash portion to an in-kind subscription if relevant be changed to two Business Days after the Dealing Day for all Sub-Funds of the Company;
3. Settlement of Shares subscribed for will be changed to two Business Days following the Dealing Day for all Sub-Funds of the Company;

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4. Settlement of redemptions for cash transactions and settlement of in-kind transactions will take place within two Business Days of the relevant Dealing Day for HSBC FTSE 100 UCITS ETF and HSBC FTSE 250 UCITS ETF

The above changes to the supplements will take the manner as outlined in Annex I as attached to this letter.

The Subscriptions, Valuations and Redemptions section of the Prospectus will be amended with respect to in-kind subscriptions and the payment procedures for redemptions for cash, the amendments to the prospectus are highlighted in the amended pages to the prospectus which are attached at Annex II to this letter and which are marked-up against the prospectus dated 23 May 2014.

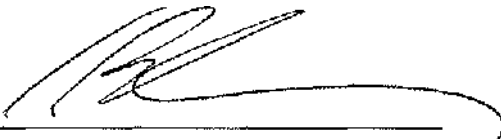
It is proposed that the changes above will apply, to all Shares in the Sub-Funds, with effect from 6 October 2014 (the "**Effective Date**").

Subject to the approval of the Central Bank and any additional amendments the Central Bank may have, it is expected that an updated Prospectus and Supplements in respect of the Sub-Funds will be issued on or about 6 October 2014 reflecting these changes and other minor amendments, The updated Prospectus, and Supplements for the Sub-Funds will be available at www.etfs.hsbc.com, or from the registered office of the Company.

No action is required on the part of Shareholders in respect of the proposed changes.

If you have any queries, or if any of the above is not clear, do not hesitate to contact your sales representative, or contact your professional advisor

Yours faithfully,



For and on behalf of the
Board of Directors of HSBC ETFs plc

Annex "I

These changes will take the manner as outlined below in each supplement:

Sub-Fund	Cash Subscriptions — cut-off for receipt of cash		In-Kind Subscriptions—cut-off for receipt of Portfolio Deposit		In-Kind Subscriptions —cut-off for receipt of Portfolio Deposit (cash portion)		Settlement of Shares subscribed for		Payment Procedures for Redemptionsfor Cash		Settlement period for in-kind redemptions	
	Current	New	Current	New	Current	New	Current	New	Current	New	Current	New
HSBC ESI WORLDWIDE EQUITY UCITS ETF	No change	No change	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	4	2	No change	No change	No change	No change	No change	No change
HSBC EURO STOXX 50 UCITS ETF	No change	No change	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	3	2	No change	No change	No change	No change
HSBC FTSE 100 UCITS ETF	3	2	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the	3	2	3	2	10	2	10	

				Investment Manager.								
HSBC PTSE 250 UCITS ETF	3	2	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	3	2	10	2	10	2
HSBC VISE EPRA/NAREIT DEVELOPED UCITS ETF	3	2 will be	4	In-kind subscriptions permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	4 change	2	No change	No change	No change	No
HSBC MSCI AC FAR EAST ex JAPAN UCITS ETF	No change	No change	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	4	2	No change	No change	No change	No change
HSBC MSCI BRAZIL UCITS ETF	No change	No change	3	In-kind subscriptions will be permitted on	No change	No change	3	2	No change	No change	No change	No change

				an exceptional basis where explicitly agreed in advance with the Investment Manager.								
HSBC MSCI CANADA UCITS ETF				In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager,	3	2	3	2	No change	No change	No change	No change
HSBC MSCI CHINA UCITS ETF	3	2		n-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	3	2	No change	No change	No change	No change
HSBC MSCI EMERGING MARKETS UCITS ETF	No change	No change	Not Accepted for this Fund	Not Accepted for this Fund	Not Accepted for this Fund	Not Accepted for this Fund	6	2	No change	No change	No change	No change
HSBC MSCI EM FAR EAST UCITS ETF	No change	No change	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with	No change	No change	4	2	No change	No change	No change	No change

				the Investment Manager.								
HSBC MSCI EM LATIN AMERICA UCITS ETF	No change	No change	3	in-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	3	2	No change	No change	No change	No change
HSBC MSCI EUROPE UCITS ETF	No change	No change	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	3	2	No change	No change	No change	No change
HSBC MSCI INDONESIA UCITS ETF	3	2	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	4	2	No change	No change	No change	No change
HSBC MSCI JAPAN UCITS ETF	4	2	4	In-kind subscriptions will be permitted on an exceptional basis where	4	2	4	2	No change	No change	No change	No change

				explicitly agreed in advance with the Investment Manager.								
HSBC MSCI KOREA UCITS ETF	No change	No change	No change	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	3	2	No change	No change	No change	No change
HSBC MSCI MALAYSIA UCITS ETF	3	2	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	4	2	No change	No change	No change	No change
HSBC MSCI MEXICO CAPPED UCITS ETF	3	2	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	3	2	No change	No change	No change	No change
HSBC MSCI PACIFIC ex JAPAN UCITS				In-kind subscriptions will be	3	2	3	2	No change	No change	No change	No change

ETF				permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.								
HSBC MSCI RUSSIA CAPPED UCITS ETF	3	2	Not Accepted for this Fund	Not Accepted for this Fund	Not Accepted for this Fund	Not Accepted for this Fund	3	2	No change	No change	No change	No change
HSBC MSCI SOUTH AFRICA UCITS ETF	5	2	5	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	5	2	5	2	No change	No change	No change	No change
HSBC MSCI TAIWAN UCITS ETF	No change	No change	No change	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	3	2	No change	No change	No change	No change
HSBC MSCI TURKEY UCITS ETF	No change	No change	No change	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in	No change	No change	No change	No change	No change	No change	No change	No change

				advance with the Investment Manager.								
HSBC MSCI USA UCITS ETF	3	2	3	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	3	2	No change	No change	No change	No change
HSBC MSCI WORLD UCITS ETF	3	2	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	4	2	No change	No change	No change	No change
HSBC S&P BRIC 40 UCITS ETF	3	2	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	3	2	4	2	No change	No change	No change	No change
HSBC S&P 500 UCITS ETF	3	2	3	In-kind subscriptions will be permitted on an exceptional	3	2	3	2	No change	No change	No change	No change

				basis where explicitly agreed in advance with the Investment Manager.								
HSBC WORLDWIDE EQUITY UCITS ETF	No change	No change	4	In-kind subscriptions will be permitted on an exceptional basis where explicitly agreed in advance with the Investment Manager.	No change	No change	No change	No change	No change	No change	No change	No change