



# EQUITY EUROPE CLIMATE CARE NEWSLETTER



MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | MAY 2026

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## INVESTMENT OBJECTIVE

The objective of the THEAM Quant – Equity Europe Climate Care is:

- To provide capital growth over the medium term, by being exposed to Europe listed equities, selected based on their ESG performance, financial outlook, energy transition strategy and carbon intensity.

## STRATEGY

In order to achieve its objective, the fund implements a quantitative investment strategy through the BNP Paribas Equity Europe Select Climate Care NTR Index, with an expected tracking error of 5% with the STOXX Europe 600 NTR index.

The final selection accounts for the following elements:



The Fund provides diversified exposure to European companies with high ESG standards



The selection of companies is made to ensure liquidity and risk reduction



Companies are also selected based on their carbon emissions and energy transition strategy



Dedicated Carbon Credit Share Classes to mitigate residual carbon emissions through the purchase of carbon credits from the Kasigau Corridor REDD+ project

These internal guidelines are for indicative purposes only; Prospectus and KID are prevailing.

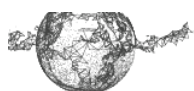
## PERFORMANCE

As of May 29<sup>th</sup>, 2026

Mar 19 - May 26	THEAM Quant - Equity Europe Climate Care	STOXX Europe 600 NR	MSCI Europe Equal Weighted NR EUR
Performance 1 month	1.81%	3.02%	3.27%
Performance Year To Date	2.28%	7.47%	7.57%
Annualised Performance Since Start Date	7.96%	10.22%	8.46%
Annualised Volatility Since Start Date	16.46%	16.44%	17.13%
Annualised Sharpe Ratio Since Start Date	0.48	0.62	0.49
Max Drawdown Since Start Date	-34.49%	-35.36%	-37.44%

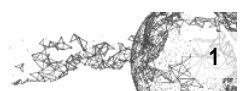
Refers to FR0013397734, THEAM Quant – Equity Europe Climate Care – I EUR ACC < TQECCCI FP Equity >. Refers to the SXXR Index. Refers to the MSCI Europe Equal Weighted Net EUR Index < M7EUEWE Index > for comparative purposes only. Source: Bloomberg. Past performance is not an indicator of future performance.

Follow the icon to go to the fund page on the THEAM Quant website

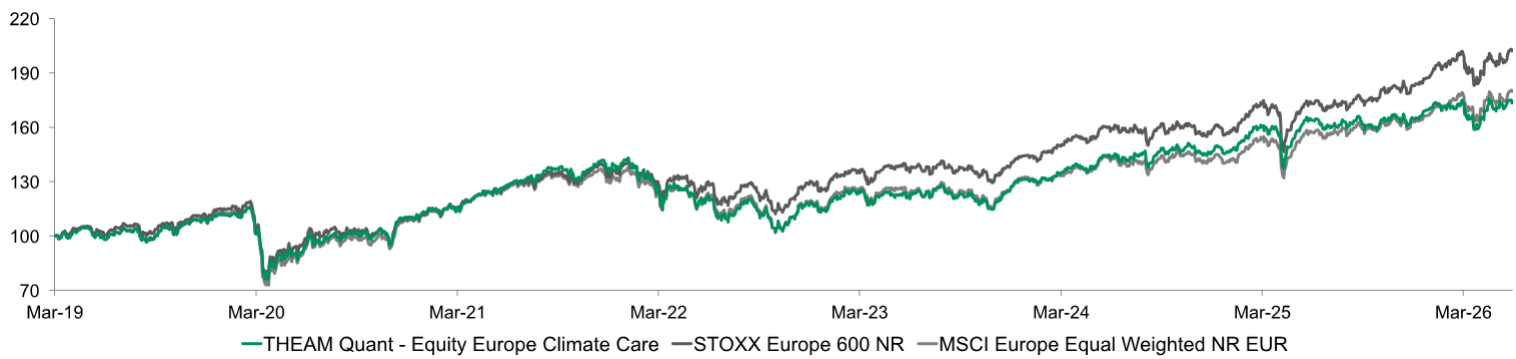


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## PERFORMANCE

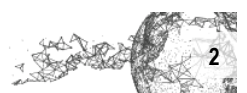
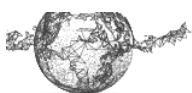


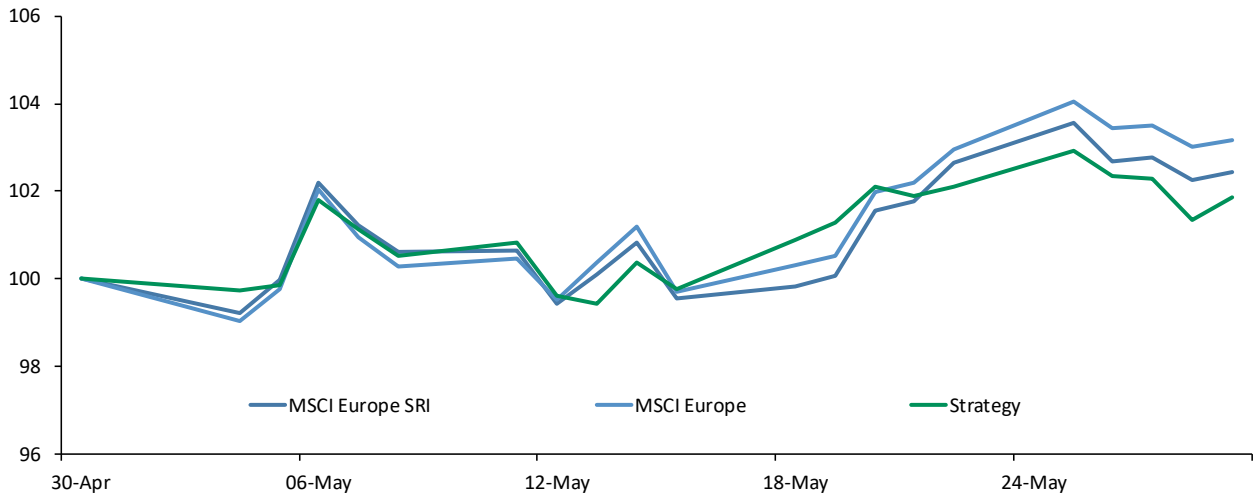
Source: BNP Paribas, Bloomberg. Past performance is not an indicator of future performance

## MONTHLY COMMENTARY

## MACRO BACKGROUND

- As in April, oil price movements in May were dictated by the flow of geopolitical news. The news remained volatile and visibility on the situation in the Strait of Hormuz did not improve. Nevertheless, despite the resumption of air strikes at the end of the month, the cease fire largely remained in force. Week after week, and notwithstanding setbacks that followed occasionally overly optimistic statements from Donald Trump, investors kept hoping for the signing of even an imperfect accord that would permit the reopening of traffic through the Strait of Hormuz. The prevailing view is that a framework agreement would be in the interest of both sides.
- Brent crude oil prices (\$114 per barrel at the end of April) fluctuated choppily before closing the month at \$92, a monthly decline of 19.3%. Year-to-date, the price has risen by 51.3%.
- After falling by more than 10% in March amid a reassessment of rate cut expectations, the price of gold moved sideways in April and May. It ended the month with a modest dip (-1.7%) and now shows a gain of roughly 5.0% since the start of the year. It would be tempting to attribute the May pull-back in gold to easing inflation fears, but in the immediate aftermath of the US/Iran conflict's breakout it was the dollar – not gold – that was the main safe-haven asset.
- The European Central Bank (ECB) had no monetary policy meeting in May. Since the last rate cut in June 2025, the deposit facility has remained at 2.00%. In recent weeks, the ECB has adopted a less hawkish tone than in April, apparently to 'temper' market expectations of three policy-rate hikes by year-end that futures markets had begun to price in. On 13 May, the ECB's chief economist, Philip Lane, signalled that 'the ECB has to respond to the shock' (i.e., to hike rate), but the negative growth implications of the shock itself limit the plausible range of monetary policy moves. In the presence of an exogenous supply shock, the response should be more limited than it would be to a demand shock. A first hike in June is still widely anticipated. Christine Lagarde and Isabel Schnabel indicated that such a move would be necessary even if an Iran peace deal were concluded. The message concerning further hikes was more ambiguous, likely reflecting dissent within the Governing Council. Lane added that upcoming decisions will be data-dependent while warning that growth could be revised downwards in the June macroeconomic forecasts. Disappointments on activity and growth have accumulated over recent weeks (notably a pull-back in retail sales in April), and surveys have so far shown no upward pressure on wages, thereby reducing the risk of second-round effects on inflation.
- EuroStoxx 50 climbed by 2.9% and the MSCI EMU Index by 3.3% (performance in euros), reflecting a more modest rebound than in other major developed markets. The smaller weighting of technology stocks in eurozone indices and disappointing economic indicators across European economies explain this relative underperformance. In the UK, indices suffered from a retreat in the energy sector (which accounts for more than 10% of the MSCI UK Index) and from a confusing political environment following local elections. The Labour Party's heavy defeat opened a contest to replace Keir Starmer as Prime Minister, heightening uncertainty over economic policy in the coming months. The FTSE 100 ended the month up by just 0.3%.





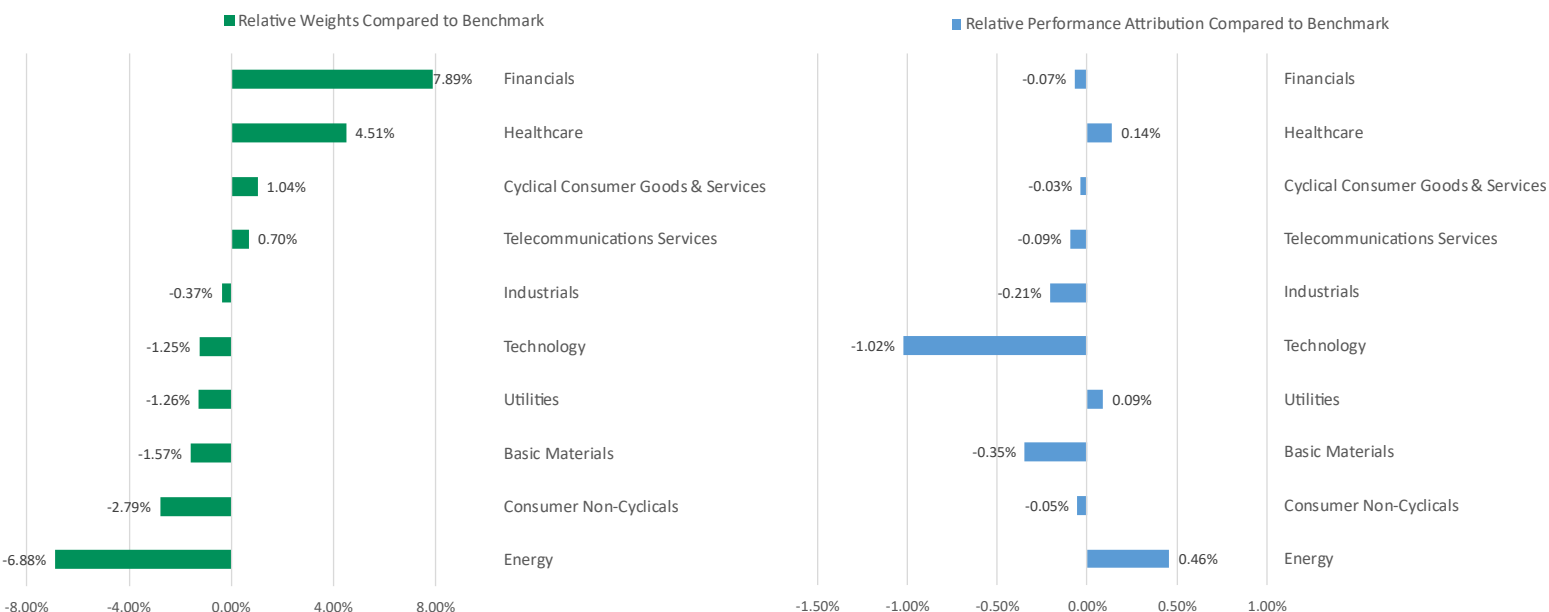
Source: BNP Paribas. Past performance is not an indicator of future performance.

### FUND PERFORMANCE

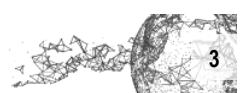
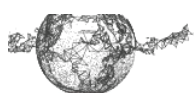
- Within the **Technology**, the **Basic Materials** and the **Industrials** sectors, stock picking underperformed those of the Stoxx Europe 600 NR (+1.3 % versus +11.4 %, -1.2 % versus +4.8 % and +2.6 % versus +3.8 % respectively) on the back of, for example, the poor performances of NEXI (-7.8 %, weighted at 1.2 %) and of BRENTTAG (-6.7 %, with a weight of 1.2 %).
- Within **Germany**, our choice underperformed by -5.0 %.
- Conversely, our selection within the **Healthcare** sector outperformed that of the benchmark (+0.3 %), which was magnified by our stronger overweighting (+4.5 %). Lastly, our strategy was not exposed to the **Energy** sector (versus 6.9 %), which underperformed than the Stoxx Europe 600 NR (by -9.7 %).
- The allocation analysis shows a rise of 0.2 % and 0.1 % for the **Cyclical Consumer Goods & Services** and the **Industrials** sectors (weighted at 8.6 % and 16.3 % respectively). On the contrary, **Utilities** and **Basic Materials** fell by 0.2 % and 0.1 % (weighted at 3.4 % and 4.5 % respectively).

Source: BNP Paribas. Past performance is not an indicator of future performance.

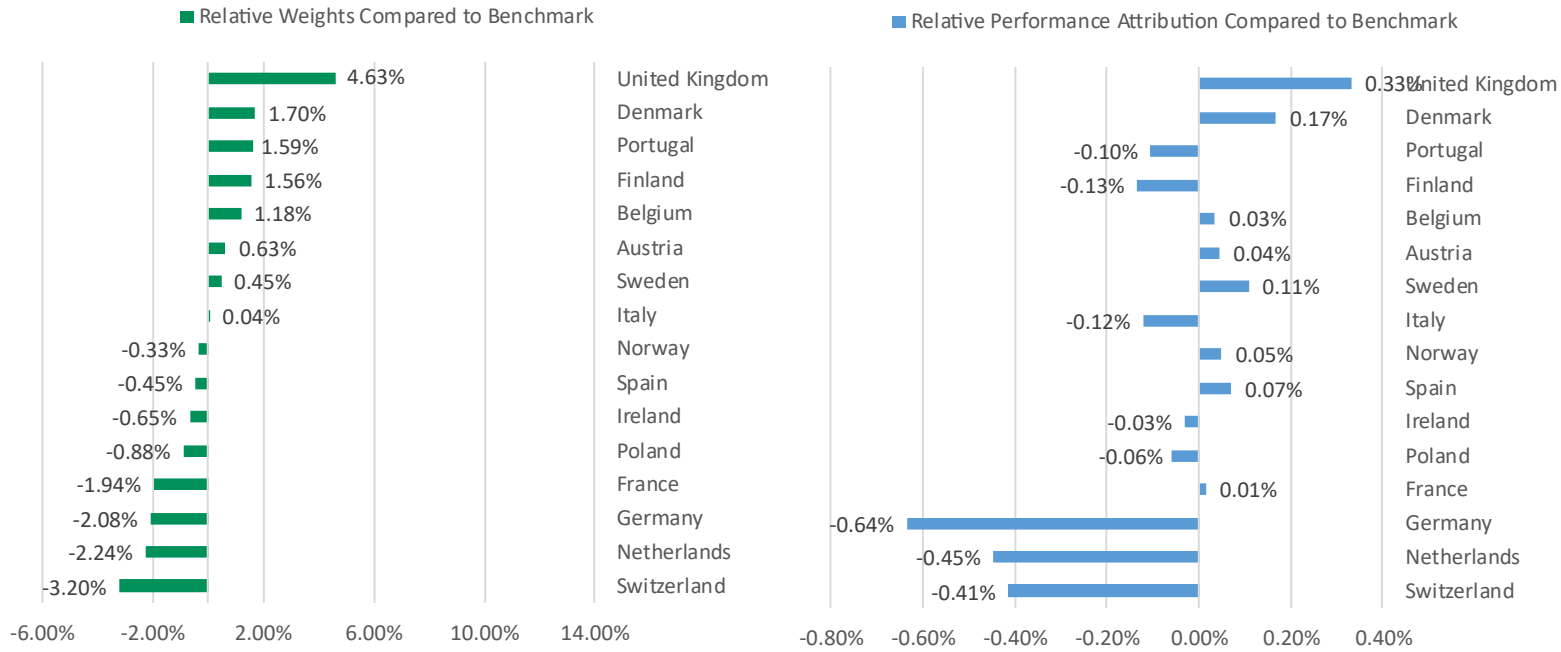
### SECTOR RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



Source: BNP Paribas. Past performance is not an indicator of future performance



### COUNTRY RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



Source: BNP Paribas. Past performance is not an indicator of future performance

### EXTRA-FINANCIAL REPORTING

#### MSCI LOW CARBON TRANSITION SCORE

A three-step based score designed to identify potential leaders and laggards by measuring companies' exposure to and management of carbon related risks and opportunities.

**STRATEGY AVERAGE SCORE:**

**6.56**

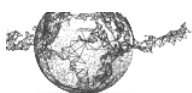
**BENCHMARK PORTFOLIO AVERAGE SCORE:**

**5.75**

<b>SOLUTIONS</b>	<b>&gt; 7.12</b>
<b>NEUTRAL</b>	<b>5.65 &lt; to ≤ 7.12</b>
<b>TRANSITION</b>	<b>2.09 &lt; to ≤ 5.65</b>
<b>ASSET STRANDING</b>	<b>≤ 2.09</b>

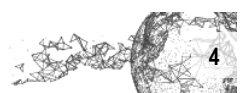
### ESG REPORT

For the latest ESG Report on the THEAM Quant – Equity Europe Climate Care, please click [here](#).



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**CARBON INTENSITY REPORTING: EQUITY EUROPE CLIMATE CARE**

As of May 29<sup>th</sup>, 2026

- BNP PARIBAS ASSET MANAGEMENT France assesses the carbon intensity of companies (Scope 1 & 2) each quarter, taking into account the composition of the BNP Paribas Equity Europe Select Climate Care NTR Index to determine the amount of Carbon Credits necessary for mitigating its residual carbon emissions. Carbon credits are purchased from the Kasigau Corridor REDD+ project in Kenya, chosen for its environmental benefits and social co-benefits.
- BNP PARIBAS ASSET MANAGEMENT France then calculates the carbon intensity of the carbon credit share classes of the Sub-fund, this being the intensity of the exposure to the climate care investment strategy, at the beginning of each quarter, based on the average assets under management of the carbon credit share classes of the fund over the previous quarter (note that the carbon intensity reported below may differ from the Financed Carbon intensity found in the Key Indicators section, due to different carbon data providers).

**CURRENT QUARTER**

Estimated carbon footprint of the Europe Climate Care Fund (ton of CO2 for €1M invested in the fund) for 1 year

**30**

Estimated annualised cost of VER acquisition and servicing necessary to offset the carbon footprint of an investment into the fund expressed in bp of the fund NAV

**0.05%**

**CONTACTS**

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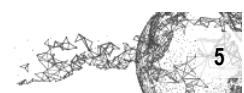
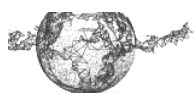
**FUND CHARACTERISTICS AND RISKS**

Fund	<b>THEAM QUANT EQUITY EUROPE CLIMATE CARE</b>				Capital protection	No
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe				Minimum Investment horizon	5
Comparative Index	STOXX Europe 600 (EUR) NR				Legal form	Mutual Fund
Assets under Management	EUR 76.58 million as of 29 May 2026				SRI Ranking (scale from 1 to 7)*	4
SFDR article	This product promotes environmental or social characteristics pursuant to article 8 of the EU regulation 2019/2088.					
Share	I CC ACC	C CC ACC	J CC ACC	S CC ACC	Privilege CC ACC	
Launch date	01 March 2019	01 March 2019	01 March 2019	01 March 2019	28 June 2019	
ISIN code	FR0013397734	FR0013397726	FR0013397742	FR0013403409	FR0013425931	
Bloomberg code	TQECCI FP	TQECCC FP	TQECCJ FP	TQECCS FP	TQECCPV FP	
Ongoing charges	0.80%	1.70%	0.58%	0.39%	0.95%	
Subscription / Exit fees	None / None	3.00% / None	None / None	3.00% / None	3.00% / None	
Minimum subscription	100 K€	No minimum	10M €	10 M €	1,000,000.00	
Passporting	France, Austria, Ireland rep., Luxembourg, Belgium, United Kingdom, Germany, Greece, Italy, Cyprus, Spain, Sweden, Switzerland	Sweden, Germany, Cyprus, France, Spain, Belgium, Italy, Luxembourg, Switzerland, Greece, Ireland rep.	France, Switzerland, Belgium, Italy, Ireland rep., Luxembourg, United Kingdom, Sweden, Spain, Germany	Italy, Ireland rep., Luxembourg, Germany, Belgium, United Kingdom, Switzerland, Sweden, Spain, France	Spain, Luxembourg, Sweden, Italy, Germany, France, United Kingdom, Switzerland, Belgium, Ireland rep.	

\*The Summary Risk Indicator is determined on a scale from 1 to 7 (7 being the highest risk level), the higher the risk, the longer the recommended investment horizon.

For all shares available, please refer to the prospectus [here](#).

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## WHAT ARE THE RISKS?

The value of investments and the income from them may go down as well as up and investors may not get back the amount originally invested.

**Liquidity Risk:** This risk arises from the difficulty of selling an asset at a fair market price and at a desired time due to lack of buyers.

**Counterparty Risk:** linked to the default of a counterparty on over-the-counter markets.

**Risk related to the use of forward financial instruments:** In order to achieve its investment objective, the UCITS makes use of forward financial instruments traded over-the-counter that allow it to replicate the performance of the strategy. These instruments may involve a series of risks that could lead to adjustments or even the early termination of the instrument, which may affect the net asset value of the UCITS.

**Risks related to carbon footprint measurement:** The Fund's carbon footprint will be offset based on an estimated carbon footprint at each Strategic Index rebalancing date and offset at the next Strategic Index rebalancing date. Therefore, there is a risk of error in the carbon footprint estimation due in particular to a risk of deviation between two rebalancing dates that could lead to an incomplete compensation of the Fund's carbon footprint.

**Risks related to the underlying project of the VER certificates:** the attention of the unitholders is drawn to the fact that there is a risk of cancellation of the VERs in the event of exceptional events (errors, fraud, political risk etc.) affecting the projects at the origin of the issue VER.

For the full list of risks, please refer to the prospectus.

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