



**BNP PARIBAS**  
ASSET MANAGEMENT

# **BNP PARIBAS EASY**

*An open-ended investment company  
incorporated under Luxembourg Law*

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## **Prospectus**

**J U N E 2 0 2 1**

## INFORMATION REQUESTS

BNP PARIBAS EASY  
10, rue Edward Steichen  
L-2540 Luxembourg  
Grand Duchy of Luxembourg

## NOTICE

This Prospectus may not be used for the purpose of an offer or entreaty to sell in any country or under any circumstances in which such an offer or entreaty is not authorised.

The Company is approved as an Undertaking for Collective Investment in Transferable Securities (UCITS) in Luxembourg. It is fully or partially authorised to market its shares in Austria, Chile, Czech Republic, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Norway, Singapore, Spain, Sweden, Switzerland and the United Kingdom. Not all the Sub-Funds, Categories, or Classes are necessarily registered in those countries. Before subscribing, it is vital that potential investors ensure that they are informed about the Sub-Funds, Categories, or Classes that are authorised to be marketed in their country of residence and the constraints applicable in each of these countries.

In particular, the Company's shares have not been registered in accordance with any legal or regulatory provisions in the United States of America. Consequently, this document may not be introduced, transmitted or distributed in that country, or its territories or possessions, or sent to its residents, nationals, or any other companies, associations, employee benefit plans or entities whose assets constitute employee benefit plan assets whether or not subject to the United States Employee Retirement Income Securities Act of 1974, as amended (collectively, "Benefit Plans"), or entities incorporated in or governed by the laws of that country. Furthermore, the Company's shares may not be offered or sold to such persons.

In addition, no one may issue any information other than that presented in the Prospectus or the documents mentioned in it, which may be consulted by the public. The Company's Board of Directors vouches for the accuracy of the information contained in the Prospectus on the date of publication.

Lastly, the Prospectus may be updated to take account of additional or closed sub-funds or any significant changes to the Company's structure and operating methods. Therefore, subscribers are recommended to request any more recent documents as mentioned below under the "Information for Shareholders" section. Subscribers are also recommended to seek advice on the laws and regulations (such as those relating to taxation and exchange controls) applicable to the subscription, purchase, holding and redemption of shares in their country of origin, residence or domicile.

The Prospectus is only valid if accompanied by the latest audited annual report as well as the latest interim report if the latter is more recent than the Annual Report.

If there is any inconsistency or ambiguity regarding the meaning of a word or sentence in any translation of the Prospectus, the English version shall prevail.

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An information section is available relating to each particular Sub-Fund. It specifies each Sub-Fund's investment policy and objective, the features of the shares, their Accounting Currency, Valuation Day, methods of subscription, redemption and/or conversion, applicable fees, and, if applicable, the history and other specific characteristics of the Sub-Fund in question. Investors are reminded that, unless otherwise stated in Book II, the general regulations stipulated in Book I of the prospectus will apply to each Sub-Fund.

# BOOK I

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## GENERAL INFORMATION

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### REGISTERED OFFICE

BNP PARIBAS EASY  
10, rue Edward Steichen  
L-2540 Luxembourg  
Grand Duchy of Luxembourg

### THE COMPANY'S BOARD OF DIRECTORS

#### Chairman

Mr Denis PANEL, Head of Multi Asset, Quantitative and Solutions (MAQS), BNP PARIBAS ASSET MANAGEMENT France, Paris

#### Members

Mr Laurent GAUDE, Head of Business Management & CIB Services - Multi Asset, Quantitative and Solutions (MAQS), BNP PARIBAS ASSET MANAGEMENT France, Paris

Mrs Claire MEHU, Client Target Allocation Team Leader, Multi Asset, Quantitative and Solutions (MAQS), BNP PARIBAS ASSET MANAGEMENT France, Paris

Mr Benoit PICARD, Head of Structured Management Retail – Multi Asset, Quantitative and Solutions (MAQS), BNP PARIBAS ASSET MANAGEMENT France, Paris

Mrs Corinne ROGER, Co-head Global Product Engineering, BNP PARIBAS ASSET MANAGEMENT France, Paris

Lorraine SEREYJOL-GARROS, Client Relationship Manager, BNP PARIBAS ASSET MANAGEMENT France, Paris

### MANAGEMENT COMPANY

BNP PARIBAS ASSET MANAGEMENT Luxembourg  
10, rue Edward Steichen  
L-2540 Luxembourg  
Grand Duchy of Luxembourg

BNP PARIBAS ASSET MANAGEMENT Luxembourg is a Management Company as defined by Chapter 15 of the Luxembourg law of 17 December 2010 concerning undertakings for collective investment.

The Management Company performs the administration, portfolio management and marketing duties.

### THE MANAGEMENT COMPANY'S BOARD OF DIRECTORS

#### Chairman

Mr Pierre MOULIN, Global Head of Products and Strategic Marketing, BNP PARIBAS ASSET MANAGEMENT France, Paris

#### Members

Mrs Isabelle BOURCIER, Head of Quantitative and Index, MAQS, BNP PARIBAS ASSET MANAGEMENT France, Paris

Mr Stéphane BRUNET, Chief Executive Officer, BNP PARIBAS ASSET MANAGEMENT Luxembourg, Luxembourg

Mr Georges ENGEL, Independent Director, Vincennes, France

### NAV CALCULATION

BNP Paribas Securities Services, Luxembourg Branch  
60, Avenue J.-F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### TRANSFER AND REGISTRAR AGENT

BNP Paribas Securities Services, Luxembourg Branch  
60, Avenue J.-F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### DEPOSITARY

BNP Paribas Securities Services, Luxembourg Branch  
60, Avenue J.-F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

**INVESTMENT MANAGER**

- **BNP PARIBAS ASSET MANAGEMENT France**  
1 boulevard Haussman, F-75009 Paris, France  
A French company, incorporated on 28 July 1980

**SUB-DELEGATED INVESTMENT MANAGER**

- **BNP PARIBAS ASSET MANAGEMENT UK Ltd.**  
5 Aldermanbury Square, London EC2V 7BP, United Kingdom  
A UK company incorporated on 27 February 1990

**AUDITOR**

PricewaterhouseCoopers, Société coopérative  
2 rue Gerhard Mercator  
B.P. 1443  
L-1014 Luxembourg  
Grand Duchy of Luxembourg

**ARTICLES OF ASSOCIATION**

The Company was incorporated on December 28, 2015 and a notice was published in the *Mémorial, Recueil Spécial des Sociétés et Associations* (the "*Mémorial*").

The latest version of the Articles of Association has been filed with the Trade and Companies Registrar of Luxembourg, where any interested party may consult it and obtain a copy (website [www.lbr.lu](http://www.lbr.lu)).

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## TERMINOLOGY

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For purposes of this document, the following terms shall have the following meanings. The below terminology is a generic list of terms. Some of them may therefore not be used in the present document.

<b><u>Accounting Currency:</u></b>	Currency in which the assets of a sub-fund are stated for accounting purposes, which may be different of the share category valuation currency.
<b><u>Active Trading:</u></b>	Subscription, conversion, or redemption in the same sub-fund over a short period of time and involving substantial amounts, usually with the aim of making a quick profit. This activity is prejudicial to other shareholders as it affects the sub-fund's performance and disrupts management of the assets.
<b><u>ADR / GDR:</u></b>	ADR / GDR refer to all categories of American Depositary Receipts and Global Depositary Receipts, mirror substitutes for shares which cannot be bought locally for legal reasons. ADRs and GDRs are not listed locally but on such markets as New York or London and are issued by major banks and/or financial institutions in industrialised countries in return for deposit of the securities mentioned in the sub-fund's investment policy.
<b><u>Authorised Investors:</u></b>	Investors specially approved by the Board of Directors of the Company.
<b><u>Authorised Participants:</u></b>	Financial institutions which are subject to prudential supervision exercised by a supervisory authority and to rules designed to prevent money laundering equivalent to the applicable Luxembourg standards and which have signed an agreement with the Company authorising them to subscribe and request redemption of shares on the primary market.
<b><u>Benchmark Index:</u></b>	The index published by the Benchmark Index administrator, as calculated by the calculation agent. For each Sub-Fund, its Benchmark Index is detailed in the relevant part of Book II.
<b><u>Benchmark Register:</u></b>	The Benchmark Administrators Register held by ESMA, in accordance with Article 36 of the Regulation 2016/1011.
<b><u>Business Day:</u></b>	A day when banks are open.
<b><u>CDS:</u></b>	<b>Credit Default Swap:</b> When buying or selling a CDS the Company hedges against the risk of an issuer's default by paying a quarterly premium. In the event of payment default, settlement may be made either in cash, in which case the buyer of the protection receives the difference between the face value and the recoverable value, or in the form of an in-kind settlement, in which case the buyer of the protection sells the defaulting security, or another security chosen from a basket of deliverable securities agreed in the CDS contract, to the seller of the protection and recovers the face value. The events that constitute default are defined in the CDS contract, along with the procedures for delivery of the bonds and debt certificates.
<b><u>CFD:</u></b>	<b>Contract for Difference:</b> Contract between two parties whereby they agree on a cash payment between them in the amount of the difference between two valuations of the underlying asset, at least one of which is unknown when they enter into the contract. By entering into a CFD, the Company undertakes to pay (or receive) the difference between the valuation of the underlying asset at the time of entering into the contract and the valuation of the underlying asset at a particular moment in the future.
<b><u>Circular 08/356:</u></b>	Circular issued by the CSSF on 4 June 2008 concerning the rules applicable to undertakings for collective investment when they utilise certain techniques and instruments based on transferable securities and Money Market Instruments. This document is available on the CSSF website ( <a href="http://www.cssf.lu">www.cssf.lu</a> ).
<b><u>Circular 11/512:</u></b>	Circular issued by the CSSF on 30 May 2011 concerning: a) The presentation of the main regulatory changes in risk management following the publication of the CSSF Regulation 10-4 and ESMA clarifications; b) Further clarification from the CSSF on risk management rules; c) Definition of the content and format of the risk management process to be communicated to the CSSF. This document is available on the CSSF website ( <a href="http://www.cssf.lu">www.cssf.lu</a> ).
<b><u>Circular 14/592:</u></b>	Circular issued by the CSSF on 30 September 2014 concerning ESMA guidelines on ETF and other UCITS issues. This document is available on the CSSF website ( <a href="http://www.cssf.lu">www.cssf.lu</a> ).
<b><u>Commodity ETPs:</u></b>	refer to all exchange traded products tracking commodity returns. They do not include ETPs tracking the equity of companies involved in the commodity industry.
<b><u>Company:</u></b>	<b>BNP Paribas Easy</b> , an investment fund registered under Luxembourg Law and structured as an umbrella fund.
<b><u>CSSF:</u></b>	<i>Commission de Surveillance du Secteur Financier</i> , the regulatory authority for UCI in the Grand Duchy of Luxembourg
<b><u>Currencies:</u></b>	EUR: Euro GBP: British Pound NOK: Norwegian Krone USD: US Dollar CHF: Swiss Franc JPY: Japanese Yen
<b><u>Directive 78/660:</u></b>	European Council Directive 78/660/EEC of 25 July 1978 concerning the annual accounts of certain forms of companies, as amended
<b><u>Directive 83/349:</u></b>	European Council Directive 83/349/EEC of 13 June 1983 concerning consolidated accounts, as amended

<b><u>Directive 2004/39:</u></b>	<b>MIFID:</b> European Council Directive 2004/39/EC of 21 April 2004 on markets in financial instruments, as amended
<b><u>Directive 2009/65:</u></b>	European Council Directive 2009/65/EC of 13 July 2009 regarding the coordination of legislative, regulatory and administrative provisions concerning undertakings for collective investment in transferable securities (UCITS IV), as amended by the Directive 2014/91.
<b><u>Directive 2011/16:</u></b>	European Council Directive 2011/16/EU of 15 February 2011 on administrative cooperation in the field of taxation, as amended by the Directive 2014/107.
<b><u>Directive 2014/91:</u></b>	European Parliament and of the Council Directive 2014/91/EU on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investments in transferable securities (UCITS) as regards depositary functions, remuneration policies and sanctions (UCITS V) amending the Directive 2009/65.
<b><u>Directive 2014/107:</u></b>	European Council Directive 2014/107/EU of 9 December 2014 amending Directive 2011/16 as regards mandatory automatic exchange of information (AEOI) in the field of taxation.
<b><u>EDS:</u></b>	<b>Equity Default Swap:</b> When buying equity default swap the Company hedges against the risk of a sharp fall (the current market norm is 70%) in the value of the underlying security on the stock markets, regardless of the cause for the fall, by paying a quarterly premium. When the risk is realised, i.e. when the closing price on the stock market reaches or exceeds the threshold (of – 70%), the payment is made in cash: the buyer of the protection receives a pre-determined percentage (the current European market norm is 50%) of the notional amount initially assured.
<b><u>EEA:</u></b>	European Economic Area
<b><u>Emerging markets:</u></b>	non OECD countries prior to 1 January 1994 together with Turkey and Greece. In the Emerging markets, 2 different categories may be identified by the main providers of indices: <ul style="list-style-type: none"> <li>- Frontier markets: a sub-category of emerging markets designating growing economies with widely varying characteristics in terms of development, growth, human capital, demographics and political openness.</li> <li>- Advanced emerging markets: a sub-category of countries in the group of emerging markets gathering the best ranked countries in terms of market efficiency, regulatory environment, custody and settlement procedures and dealing tools available.</li> </ul>
<b><u>EMTN:</u></b>	<b>Euro Medium Term Notes:</b> Medium-term debt securities characterised by their high level of flexibility for both the issuer (corporate issuers and public bodies) and the investor. EMTN are issued according to an EMTN programme, which means that use of debt funding can be staggered and the amounts involved varied. The arranger of the issue will not necessarily underwrite it, which means that the issuer cannot be certain of raising the full amount envisaged (it is therefore in the issuer's interest to have a good credit rating).
<b><u>EPM Techniques:</u></b>	Efficient portfolio management techniques within the meaning of "Appendix 2 – Techniques, Financial Instruments, and Investment Policies".
<b><u>Equity equivalent security:</u></b>	ADR, GDR and investment certificates
<b><u>ESMA:</u></b>	European Securities and Markets Authority
<b><u>ESMA Guidelines 2014/937:</u></b>	ESMA Guidelines 2014/937 of August 1, 2014 on ETFs and other UCITS issues.
<b><u>ESG:</u></b>	Environmental, Social and Governance ("ESG") indicators are used to assess a company's performance on a range of sustainability factors, including the extent to which these are reflected in corporate strategy. These indicators may include, for example: <ul style="list-style-type: none"> <li>- CO2 emissions, electricity consumption, water use, waste recycling for pillar E;</li> <li>- the quality of human capital management, employment practices, and community engagement for pillar S;</li> <li>- executive pay, tax transparency, the fight against corruption, board diversity for pillar G.</li> </ul>
<b><u>ETC:</u></b>	<b>Exchange Traded Commodities:</b> Trade and settle like ETFs but are structured as debt instruments. They track both broad and single commodity indices. ETC either physically hold the underlying commodity (e.g. physical gold) or get their exposure through fully collateralised swaps.
<b><u>ETF:</u></b>	<b>Exchange Traded Funds:</b> Exchange traded products that are structured and regulated as mutual funds or collective investment schemes. To be eligible an ETF shall be a UCITS, or a UCI compliant with the conditions set out in the Appendix I of the Prospectus.
<b><u>Group of Companies:</u></b>	Companies belonging to the same group that are required to prepare consolidated accounts pursuant to Council Directive 83/349/EC of 13 June 1983 with regard to consolidated accounts, or in accordance with internationally recognised accounting rules.
<b><u>Indicative Net Asset Value:</u></b>	The Company or its designee may make available an indicative net asset value for UCITS ETF share classes of the Sub-Fund on each Trading Day, during trading hours. The indicative net asset value is calculated based upon the most up-to-date information of the Benchmark Indices and will be based upon the estimated current value of the assets adjusted by the relevant foreign exchange rate, together with any cash amount in the Sub-Fund as at the previous Trading Day. The indicative net asset value is not the value at which investors on the secondary market purchase and sell their shares.
<b><u>Institutional Investors:</u></b>	Legal entities, considered as professionals for the purpose of Annex II to Directive 2004/39 (MiFID), or may, on request, be treated as professionals according to applicable local legislation ("Professionals"), who hold their own account, UCI, and insurance companies or pension funds subscribing within the scope of a group savings scheme or an equivalent scheme. Portfolio managers subscribing within the scope of discretionary portfolios management mandates for other than Institutional Investors qualified as Professionals are not included in this category.
<b><u>KIID:</u></b>	Key Investor Information Document.



<b><u>Law:</u></b>	Luxembourg law of 17 December 2010 concerning undertakings for collective investment. This law implements Directive 2009/65/EC (UCITS IV) of 13 July 2009 into Luxembourg law.
<b><u>Law of 10 August 1915:</u></b>	Luxembourg law of 10 August 1915 on commercial companies, as amended
<b><u>Law of 1940:</u></b>	Investment Company Act of 1940, as amended
<b><u>Managers:</u></b>	Portfolio managers and insurance companies subscribing within the scope of discretionary individual portfolios management mandates.
<b><u>Market Makers:</u></b>	Financial institutions that are members of the Relevant Stock Exchanges and have signed a market making contract or that are registered as such with the Relevant Stock Exchanges, as listed in Book II of this Prospectus, as the case may be.
<b><u>Market Timing:</u></b>	Arbitrage technique whereby an investor systematically subscribes and redeems or converts units or shares in a single UCITS within a short space of time by taking advantage of time differences and/or imperfections or deficiencies in the system of determining the NAV of the UCITS. This technique is not authorised by the Company.
<b><u>Member State:</u></b>	Member state of the European Union. The states that are contracting parties to the agreement creating the European Economic Area other than the Member States of the European Union, within the limits set forth by this agreement and related acts are considered as equivalent to Member States of the European Union.
<b><u>Mémorial:</u></b>	Luxembourg Mémorial C, Recueil des Sociétés et Associations
<b><u>Money Market Instruments:</u></b>	Instruments normally dealt on the money market that are liquid and whose value can be accurately determined at any time.
<b><u>MTF:</u></b>	a Multilateral Trading Facility which is a multilateral system, operated by an investment firm or a market operator, which brings together multiple third-party buying and selling interests in financial instruments - in the system and in accordance with non-discretionary rules - in a way that results in a contract.
<b><u>Net Asset Value:</u></b>	The net asset value as calculated each Trading Day. It refers to the Net Asset Value of the Company, of a Sub-Fund or of a class.
<b><u>OECD:</u></b>	Organisation for Economic Co-operation and Development.
<b><u>OTC:</u></b>	Over The Counter
<b><u>Other Fees:</u></b>	Fees calculated each Valuation Day, provisioned during the month in question whenever the Net Asset value is calculated and paid monthly in arrears from the average net assets of a Sub-Fund, category, or class and serving to cover general custody assets expenses (remuneration of the Custodian) and daily administration expenses (NAV calculation, record and book keeping, notices to the shareholders, providing and printing the documents legally required for the shareholders, domiciliation, auditors cost and fees...), except for brokerage fees, license fees, commissions for transactions not related to the deposit, director fees, interest and bank fees, extraordinary expenses, reporting cost in relation with regulation requirements including the European Market Infrastructure Regulation (EMIR), and the taxe d'abonnement in force in Luxembourg, as well as any other specific foreign tax and other regulators levy.
<b><u>Other Regulated Market:</u></b>	Regulated market in regular operation, recognised and open to the public, i.e. (i) a market which meets all of the following criteria: liquidity, multilateral matching of orders (general matching of supply and demand to establish a single price) and transparency (disclosure of maximum information offering investors the possibility to track trades in order to make sure their orders are in fact executed on the conditions of the moment); (ii) a market on which securities are traded at relatively fixed intervals, (iii) which is recognised by a state or a public authority empowered by such state or by any other entity such as a professional association recognised by said state or said public authority and (iv) a market whereby traded securities must be accessible to the public.
<b><u>Prospectus:</u></b>	The prospectus of the Company, as added to and modified from time to time.
<b><u>Reference Currency:</u></b>	Main currency when several Valuation Currencies are available for a same share.
<b><u>Regulated Market:</u></b>	Regulated market within the meaning of Directive 2004/39/EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments, as amended, or any other market established in the EEA which is regulated, operates regularly and is recognised and open to the public.
<b><u>Regulation 2015/2365:</u></b>	Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) 648/2012 (SFTR).
<b><u>Regulation 2016/679:</u></b>	Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data, and repealing Directive 95/46/EC (General Data Protection Regulation – “GDPR”).
<b><u>Regulation 2016/1011:</u></b>	Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds.
<b><u>Regulation 2019/2088:</u></b>	Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector, also known as the Sustainable Finance Disclosure Regulation (SFDR).
<b><u>Repurchase transaction/</u></b>	
<b><u>Reverse Repurchase transaction:</u></b>	A transaction governed by an agreement by which a counterparty transfers securities, or guaranteed rights relating to title to securities where that guarantee is issued by a recognised

exchange which holds the rights to the securities and the agreement does not allow a counterparty to transfer or pledge a particular security to more than one counterparty at a time, subject to a commitment to repurchase them, or substituted securities of the same description at a specified price on a future date specified, or to be specified, by the transferor, being a repurchase agreement for the counterparty selling the securities and a reverse repurchase agreement for the counterparty buying them

**RESA:**

Recueil Electronique des Sociétés et Associations

**Relevant Stock Exchanges:**

Euronext Paris, Euronext Amsterdam, Deutsche Börse, SIX Swiss Exchange, Borsa Italiana, and any other stock exchange as decided by the Board of Directors.

**Securities Lending or**

**Borrowing:**

A transaction by which a counterparty transfers securities subject to a commitment that the borrower will return equivalent securities on a future date or when requested to do so by the transferor, that transaction being considered as securities lending for the counterparty transferring the securities and being considered as securities borrowing for the counterparty to which they are transferred. Securities lending is not allowed within the Company.

**SFT:**

**Securities Financing Transactions** which means:

- a repurchase or reverse repurchase transaction;
- securities or commodities lending and securities or commodities borrowing;
- a buy-sell back transaction or sell-buy back transaction
- a margin lending transaction

**SI:**

a Systematic Internaliser, meaning an investment firm which, on an organised, frequent and systematic basis, deals on own account by executing client orders outside a regulated market or an MTF.

**SRI:**

Socially Responsible Investment ("SRI") funds are titled towards the most sustainable companies in each sector. SRI funds i) reflect a best-in-class methodology and ii) incorporate a range of industry exclusions.

**Stock Connect:**

The "Stock Connect" is a program which aims to achieve mutual stock market access between Mainland China and Hong Kong. Stock Connect is a securities trading and clearing linked program developed by Hong Kong Exchanges and Clearing Limited ("HKEx"), Shanghai Stock Exchange ("SSE"), Shenzhen Stock Exchange ("SZSE") and China Securities Depository and Clearing Corporation Limited ("ChinaClear"). Hong Kong and overseas investors (including the FII sub-funds), through their Hong Kong brokers and subsidiaries established by The Stock Exchange of Hong Kong Limited ("SEHK"), may be able to trade certain predefined eligible shares listed on SSE/SZSE by routing orders to SSE/SZSE. It is expected that the list of eligible shares and stock exchanges in Mainland China in respect of Stock Connect will be subject to review from time to time. Trading under the Stock Connect will be subject to a daily quota ("Daily Quota"). The trading quota rules may be subject to review.

**STP:**

Straight-Through Processing, process transactions to be conducted electronically without the need for re-keying or manual intervention.

**Sub-Fund:**

Means a separate portfolio of assets invested according to the Sub-Fund's investment objective. Details on each Sub-Fund are described in Book II.

**Third Country:**

A country part of the OECD, Brazil, People's Republic of China, India, Russia, Singapore, South Africa and any other country member of the G20 organisation.

**Transferable Securities:**

Those classes of securities which are negotiable on the capital market (with the exception of instruments of payment) such as:

- Equity and Equity equivalent securities, partnerships or other entities, and depositary receipts in respect of Equity;
- Bonds or other forms of securitised debt, including depositary receipts in respect of such securities;
- any other securities giving the right to acquire or sell any such transferable securities or giving rise to a cash settlement determined by reference to transferable securities, currencies, interest rates or yields, commodities or other indices or measures.

**TRS:**

**Total Return Swap:** Derivative contract in which one counterparty transfers the total economic performance, including income from interest and fees, gains and losses from price movements, and credit losses, of a reference asset (equity, equity index, bond, bank loan) to another counterparty.

TRS are in principle unfunded ("**Unfunded TRS**"): the total return receiver pays no upfront amount in return for the total return of the reference asset; then it allows both parties to gain exposure to a specific asset in cost-effective manner (the asset can be held without having to pay additional costs).

TRS may also be funded ("**Funded TRS**") when it involves an upfront payment (often based on the market value of the asset) at inception in return for the total return of the reference asset.

**Tracking Error:**

The tracking error is the difference between the return on a sub-fund, and the benchmark it is expected to track. It is measured as the standard deviation of the difference in the fund's and index's returns over time. Investors of hedged share categories are informed that the Tracking Error will be higher for these share categories because of the hedging.

**Trading Day:**

A day:

- (i) that is a Business Day in the places where the Benchmark Index is quoted, and
- (ii) on which banks in Luxembourg are generally open for business.

<b><u>UCI:</u></b>	Undertaking for Collective Investment.
<b><u>UCITS:</u></b>	Undertaking for Collective Investment in Transferable Securities.
<b><u>Valuation Currency(ies):</u></b>	Currency in which the net asset values of a Sub-Fund, category, or class are calculated. There may be several valuation currencies for the same Sub-Fund, category, or class (so called "Multi-Currency" facility). When the currency available in the category or class is different from the Reference Currency, subscription/conversion/redemption orders may be taken into account without suffering exchange rate charges. The exchange rate to be used for conversion of currencies will be the corresponding WM/Reuters 4 p.m. London time.
<b><u>Valuation Day:</u></b>	Each open bank day in Luxembourg and subject to exceptions available in the Book II. It corresponds also to: <ul style="list-style-type: none"> <li>• Date attached to the NAV when it is published</li> <li>• Trade date attached to orders</li> <li>• With regards to exceptions in the valuation rules, closing date prices used for the valuation of the underlying assets in the Sub-Funds' portfolios</li> </ul>
<b><u>VaR:</u></b>	<b>Value-at-Risk</b> is a statistical methodology used to assess an amount of potential loss according to a probability of occurrence and a time frame

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## GENERAL PROVISIONS

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**BNP Paribas Easy** is an open-ended investment company (*société d'investissement à capital variable – abbreviated to SICAV*), submitted to the provisions of Part I of the Law.

The Company was created as a common fund (*fonds commun de placement – abbreviated to FCP*) bearing the name “EasyETF FTSE EPRA Eurozone”, under the Luxembourg law on July 7, 2004 and for an indefinite period. It changed its name into “FTSE EPRA Eurozone THEAM Easy UCITS ETF” on August 8, 2014.

On December 28, 2015, the Company was converted from the legal form of a common fund into the legal form of an open-ended investment company, and changed its name into “BNP Paribas Easy”.

The Company is currently governed by the provisions of Part I of the Law, as well as by Directive 2009/65.

The Company's capital is expressed in euros (“EUR”) and is at all times equal to the total net assets of the various Sub-Funds. It is represented by fully paid-up shares issued without a designated par value, described below under “The Shares”. The capital varies automatically without the notification and specific recording measures required for increases and decreases in the capital of limited companies. Its minimum capital is defined by the Law.

The Company is registered in the Luxembourg Trade and Companies Register under the number B 202012.

The Company is an umbrella fund, which comprises multiple sub-funds, each with distinct assets and liabilities of the Company. Each Sub-Fund shall have an investment policy and an Accounting Currency that shall be specific to it as determined by the Board of Directors.

The Company is a single legal entity.

In accordance with Article 181 of the Law:

- the rights of shareholders and creditors in relation to a Sub-Fund or arising from the constitution, operation or liquidation of a Sub-Fund are limited to the assets of that Sub-Fund;
- the assets of a Sub-Fund are the exclusive property of shareholders in that Sub-Fund and of creditors where the credit arises from the constitution, operation or liquidation of the Sub-Fund;
- in relations between shareholders, each Sub-Fund is treated as a separate entity.

The Board of Directors may at any time create new sub-funds, investment policy and offering methods of which will be communicated at the appropriate time by an update to the Prospectus. Shareholders may also be informed via press publications if required by regulations or if deemed appropriate by the Board of Directors. Similarly, the Board of Directors may close sub-funds, in accordance with the provisions of Appendix 4.

The shares may be listed and traded on one or more Stock Exchanges.

All the Benchmark Indexes mentioned in this Prospectus, which are used either for tracking or asset allocation purposes are published by Benchmark Index's administrators registered or to be registered in the Benchmark Register, as indicated in Book II. The Prospectus will be updated with newly registered Benchmark index's administrators in a timely manner.

The Company has produced and maintains robust written plans setting out the actions that it will take if a Benchmark Index materially changes or ceases to be provided, or if the Benchmark Index's administrator loses its registration with ESMA. These plans may be obtained free of charge and upon request from the Management Company.

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## ADMINISTRATION AND MANAGEMENT

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The Company is directed and represented by the Board of Directors acting under the authority of the General Shareholders' Meeting. The Company outsources management, audit and asset custody services. The roles and responsibilities associated with these functions are described below. The composition of the Board of Directors and the names, addresses and detailed information about the service providers are listed above in "General Information".

The Management Company, the Investment Managers, the Depositary, the Administrative agent, Distributors and other service providers and their respective affiliates, directors, officers and shareholders are or may be involved in other financial, investment and professional activities that may create conflicts of interest with the management and administration of the Company. These include the management of other funds, purchases and sales of securities, brokerage services, depositary and safekeeping services, serving as directors, officers, advisors or agents for other funds or other companies, including companies in which a sub-fund may invest, or entering into OTC derivatives, for, inter alia, obtaining indices exposure with counterparties belonging to the BNP Paribas Group. Investors should also note that indices developed by entities of the BNP Paribas group may be used. Those indices may not be subject to any checks performed by entities outside of the BNP Paribas group and so potential conflicts of interest may exist. Each of the Parties will ensure that the performance of their respective duties will not be impaired by any such other involvement that they might have. In the event that a conflict of interest does arise, the Directors and the relevant Parties involved shall endeavour to resolve it fairly, within reasonable time and in the interest of the Company.

### **Board of Directors**

The Board of Directors assumes ultimate responsibility for the management of the Company and is therefore responsible for the Company's investment policy definition and implementation.

### **Management Company**

BNP PARIBAS ASSET MANAGEMENT Luxembourg was incorporated as a limited company (*société anonyme*) in Luxembourg on 19 February 1988. Its Articles of Association have been modified at various times, most recently at the Extraordinary General Meeting held on 17 May 2017 with effect on 1 June 2017, with publication in the *RESA* on 2 June 2017. Its share capital is EUR 3 million, fully paid up.

The Management Company performs administration, portfolio management and marketing tasks on behalf of the Company.

Under its own responsibility and at its own expense, the Management Company is authorised to delegate some or all of these tasks to third parties of its choice.

It has used this authority to delegate:

- The functions of NAV calculation, Registrar (both for registered and bearer shares) and Transfer Agent to BNP Paribas Securities Services, Luxembourg branch;
- the management of the Company's holdings and the observance of its investment policy and restrictions to the investment managers listed above in "General Information". A list of the investment managers effectively in charge of management and details of the portfolios managed is appended to the Company's periodic reports. Investors may request an up-to-date list of investment managers specifying the portfolios managed by each.

In executing securities transactions and in selecting any broker, dealer, or other counterparty, the Management Company and any Investment Manager will use due diligence in seeking the best overall terms available. For any transaction, this will involve consideration of all factors deemed relevant, such as market breadth, security price and the financial condition and execution capability of the counterparty. An investment manager may select counterparties from within BNP Paribas so long as they appear to offer the best overall terms available.

In addition, the Management Company may decide to appoint distributors/nominees to assist in the distribution of the Company's shares in the countries where they are marketed.

Distribution and nominee contracts will be concluded between the Management Company and the various distributors/nominees.

In accordance with the distribution and nominee contract, the nominee will be recorded in the register of shareholders in place of the end shareholders.

Shareholders who have invested in the Company through a nominee can at any time request the transfer to their own name of the shares subscribed via the nominee. In this case, the shareholders will be recorded in the register of shareholders in their own name as soon as the transfer instruction is received from the Nominee.

Investors may subscribe to the Company directly without necessarily subscribing via a distributor/nominee.

The Company draws the investors' attention to the fact that any investor will only be able to fully exercise his investor rights directly against the Company, (notably the right to participate in general shareholders' meetings) if the investor is registered himself and in his own name in the shareholders' register of the Company. In cases where an investor invests in the Company through an intermediary investing into the Company in his own name but on behalf of the investor, it may not always be possible for the investor to exercise certain shareholder rights directly against the Company. Investors are advised to take advice on their rights.

### **Remuneration policy:**

The Management Company applies a sound, effective and sustainable Remuneration Policy in line with the strategy, risk tolerance, goals and values of the Company.

The Remuneration Policy is in line with and contributes to sound and effective risk management and doesn't encourage taking more risk than appropriate within the investment policy and terms and conditions of the Company.

The key principles of the remuneration policy are:

- Deliver a market-competitive remuneration policy and practice to attract, motivate and retain best performing employees;
- Avoid conflicts of interest;
- Achieve sound and effective remuneration policy & practice, avoiding excessive risk-taking;
- Ensure long-term risk alignment, and reward of long-term goals;
- Design and implement a sustainable and responsible remuneration strategy, with pay levels and structure which make economic sense for the business.

The details of the up-to-date Remuneration Policy can be found on the website under <https://www.bnpparibas-am.com/en/footer/remuneration-policy/>, and will also be made available free of charge by the Management Company upon request.

### **Depository**

The Depository performs three types of functions, namely

- (i) the oversight duties (as defined in Article 22.3 of the Directive 2009/65 as amended),
- (ii) the monitoring of the cash flows of the Company (as set out in Article 22.4 of the Directive 2009/65 as amended) and
- (iii) the safekeeping of the Company's assets (as set out in Article 22.5 of the Directive 2009/65 as amended in accordance with standard banking practices and current regulations, the depository may, under its responsibility, entrust some or all of the assets in its safekeeping to other banking establishments or financial intermediaries.

Under its oversight duties, the depository must also:

- (a) Ensure that the sale, issue, redemption and cancellation of the Shares are conducted in accordance with the Law and these Articles of Association.
- (b) Ensure that the value of the Shares is calculated in accordance with the Law and these Articles of Association.
- (c) Carry out the instructions of the Management Company, unless they conflict with the Law or these Articles of Association.
- (d) Ensure that in transactions involving the Fund's assets, any consideration is remitted to it within the usual time limits.
- (e) Ensure that the Fund's income is applied in accordance with these Articles of Association.

The Depository shall not carry out activities with regard to the Company or the Management Company on behalf of the Company that may create conflicts of interest between the Company, its investors, the Management Company and itself, unless the Depository has functionally and hierarchically separated the performance of its depository tasks from its other potentially conflicting tasks.

### **Conflicts of interest**

The overriding objective of the Depository is to protect the interests of the Shareholders of the Company, which always prevail over any commercial interests.

Conflicts of interest may arise if and when the Management Company or the Company maintains other business relationships with BNP Paribas Securities Services, Luxembourg Branch in parallel with an appointment of BNP Paribas Securities Services, Luxembourg Branch acting as Depository. For example, in the case where BNP Paribas Securities Services, Luxembourg Branch would provide the Company and the Management Company with fund administration services, including the net asset value calculation.

In order to address any situations of conflicts of interest, the Depository has implemented and maintains a management of conflicts of interest policy, aiming namely at:

- Identifying and analysing potential situations of conflicts of interest;
- Recording, managing and monitoring the conflict of interest situations either in:
  - Relying on the permanent measures in place to address conflicts of interest such as segregation of duties, separation of reporting lines, insider lists for staff members; or
  - Implementing a case-by-case management to (i) take the appropriate preventive measures such as drawing up a new watch list, implementing a new Chinese wall (i.e. by separating functionally and hierarchically the performance of its Depository duties from other activities), making sure that operations are carried out at arm's length and/or informing the concerned Shareholders of the Company, or (ii) refuse to carry out the activity giving rise to the conflict of interest.
- Implementing a deontological policy;
- Recording of a cartography of conflict of interests permitting to create an inventory of the permanent measures put in place to protect the Company's interests; or
- Setting up internal procedures in relation to, for instance (i) the appointment of service providers which may generate conflicts of interests, (ii) new products/activities of the Depository in order to assess any situation entailing a conflict of interest.

### **Sub-delegation by the Depository :**

In order to provide custody services in a large number of countries allowing the Company to meet their investment objectives, the Depository has appointed entities as delegates for sub-custody functions. A list of these delegates is available on the website [http://securities.bnpparibas.com/files/live/sites/portal/files/contributed/files/Regulatory/Ucits\\_delegates\\_EN.pdf](http://securities.bnpparibas.com/files/live/sites/portal/files/contributed/files/Regulatory/Ucits_delegates_EN.pdf), and will also be made available free of charge by the Depository upon request.

Such list may be updated from time to time. A complete list of all delegates may be obtained, free of charge and upon request, from the Depository.

The process of appointing such delegates and their continuing oversight follows the highest quality standards, including the management of any potential conflict of interest that should arise from such an appointment in accordance with the principles set out in the previous paragraph.

There is currently no conflict of interest arising from any delegation of the functions of safekeeping of the assets of the Company described in article 34(3) of the Law as amended. However in the event that conflicts of interest do arise, the Depository will undertake to use its reasonable endeavours to resolve any such conflicts of interest fairly (having regard to its respective obligations and duties) and to ensure that the Company and the shareholders are fairly treated.

### **Independence requirement**

- (f) The selection of the Depository by the Management Company is based on robust, objective and pre-defined criteria and warrants the sole interest of the Company and its investors. Details about this selection process can be provided to investors upon request by the Management Company.

### **Auditor**

All the Company's accounts and transactions are subject to an annual audit by the Auditor.

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## INVESTMENT POLICY, OBJECTIVES, RESTRICTIONS AND TECHNIQUES

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The Company's general objective is to provide its investors with the highest possible appreciation of capital invested while offering them a broad distribution of risks. To this end, the Company will principally invest its assets in a range of transferable securities, Money Market Instruments, units, or shares in UCIs, credit institution deposits, and financial derivative instruments denominated in various currencies and issued in different countries.

The Company's investment policy is determined by the Board of Directors in light of current political, economic, financial and monetary circumstances. The policy will vary for different Sub-Funds, within the limits of, and in accordance with, the specific features and objective of each as stipulated in Book II.

The investment policy will be conducted with strict adherence to the principle of diversification and spread of risks. To this end, without prejudice to anything that may be specified for one or more individual Sub-Funds, the Company will be subject to a series of investment restrictions as stipulated in Appendix 1. In this respect, the attention of investors is drawn to the investment risks described in Appendix 3.

Furthermore, the Company is authorised to utilise techniques and instruments on transferable securities and Money Market Instruments under the conditions and limits defined in Appendix 2, provided that these techniques and financial derivative instruments are employed for the purposes of efficient portfolio management. When these operations involve the use of financial derivative instruments, these conditions and limits must comply with the provisions of the Law. Under no circumstances can these operations cause the Company and its Sub-Funds to deviate from the investment objectives as described in the Prospectus.

Unless otherwise specified in each Sub-Fund's investment policy on Book II, no guarantee can be given on the realisation of the investment objectives of the Sub-Funds, and past performance is not an indicator of future performance.

### **Class Action Policy**

The Management Company has defined a class action policy applicable to Undertakings for Collective Investments (UCI) that it manages. A class action can typically be described as a collective legal procedure, seeking compensation for multiple persons having been harmed by the same (illegal) activity.

In addition and as regards a Class Action Policy, the Management Company:

- does, in principle, not participate in active class actions (i.e., the Management Company does not initiate, acts as a plaintiff or otherwise takes an active role in a class action against an issuer);
- may participate in passive class actions in jurisdictions where the Management Company considers, at its sole discretion, that (i) the class action process is sufficiently effective (e.g. where the anticipated revenue exceeds the predictable cost of the process), (ii) the class action process is sufficiently predictable and (iii) the relevant data required for the assessment of eligibility to the class action process are reasonably available and can be efficiently and robustly managed;
- transfers any monies which are paid to the Management Company in the context of a class action, net of external costs, to the funds which are involved in the relevant class action.

The Management Company may at any time amend its class actions policy and may deviate from the principles set out therein in specific circumstances.

The applicable principles of the class actions policy are available on the website of the Management Company <https://www.bnpparibas-am.com/en/footer/class-actions-policy/>.

### **ESG Integration**

#### **SFDR classification**

The Sub-funds are classified into 3 categories, as indicated in the "Contents" section above:

- ⇒ Sub-funds promoting environmental or social characteristics (referred to as "**Article 8**"): These Sub-funds promote among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices.
- ⇒ Sub-funds having a sustainable investment as their objectives (referred to as "**Article 9**"): Sustainable investment is defined as an investment in an economic activity that contributes to an environmental objective, as measured, for example, by key resource efficiency indicators on the use of energy, renewable energy, raw materials, water and land, on the production of waste, and greenhouse gas emissions, or on its impact on biodiversity and the circular economy, or an investment in an economic activity that contributes to a social objective, in particular an investment that contributes to tackling inequality or that fosters social cohesion, social integration and labour relations, or an investment in human capital or economically or socially disadvantaged communities, provided that such investments do not significantly harm any of those objectives and that the investee companies follow good governance practices, in particular with respect to sound management structures, employee relations, remuneration of staff and tax compliance.
- ⇒ Other Sub-funds not categorized under Article 8 or Article 9.

#### **Integration of sustainability risks in the investment process of relevant Sub-funds**

Sustainability risks, as defined in the "Appendix 3 - Investment Risks", are integrated when selecting the underlying sustainable (or ESG) index. For the choice of a sustainable index, the following elements are analyzed, including, but not limited to: Source and quality of ESG data used, legitimacy and expertise of the ESG data and/or index provider(s), ESG index methodology including ESG sector exclusions & integration of ESG criteria for securities' selection and weightings, portfolio diversification across sectors & countries, scalability and liquidity of the index, EU BMR compliancy, ESG rating of the index versus the relevant investment universe, requirements of the relevant benchmark in terms of ESG disclosure, Paris Aligned Benchmark (PAB) or Climate Transition Benchmark (CTB) classification...

The objective is to offer index sub-funds that track indices with positive sustainable characteristics compared to a parent index or a relevant investment universe (i.e. lower carbon footprint, higher ESG score...).

The Investment Manager works closely with BNP PARIBAS ASSET MANAGEMENT's Sustainability Center for the above mentioned analysis. The in-house [ESG scoring framework](#) facilitates evaluation of company/sector specific ESG risks. As detailed in the

[Responsible Business Conduct Policy](#), an exclusion list of companies that we deem to be in violation of the United Nations Global Compact Principles ([www.unglobalcompact.org](http://www.unglobalcompact.org)), the United Nations Guiding Principles on Business and Human Rights or the [OECD Guidelines for Multinational Enterprises](#), as well as companies that do not meet requirements set out in BNP PARIBAS ASSET MANAGEMENT's sector policies is maintained. The launch of a Sub-fund on the relevant ESG index is validated based on this global analysis.

For Sub-funds applying the full or optimized replication method, the investment process consists in investing in the securities that belong to the selected sustainable index accordingly.

For Sub-funds applying the synthetic replication method, in addition to the selection process for the sustainable index, the integration of the analysis of the relevant sustainability issues and risks into the investment decisions is made when selecting securities for the 'substitute basket'.



## THE SHARES

### SHARES CATEGORIES, SUB-CATEGORIES AND CLASSES

#### A. CATEGORIES

Within each Sub-Fund, the Board of Directors will be able to create and issue the shares categories listed below and add new valuation currencies to the existing shares:

Category	Investors	Initial subscription price per share <sup>(1)</sup>	Minimum Subscription <sup>(2)</sup>	Minimum Holding <sup>(2)</sup> (in EUR or its equivalent in any other Valuation Currency)	Maximum fees payable by the investors <sup>(4)</sup>		
					Entry	Conversion <sup>(3)</sup>	Exit
Track Classic	All	100,- in the Reference Currency except: - If otherwise specified in Book II  - JPY: 10.000,-	None	None	3%	1.5%	None
Track Privilege	Distributors <sup>(5)</sup> , Managers, All			- Distributors <sup>(5)</sup> : None - Managers: None - Others: 100.000 per sub-fund			
Track I	Institutional Investors & UCIs			<u>Institutional Investors</u> : 250.000 per sub-fund <u>UCIs</u> : None	None	None	None
Track I Plus	Authorised Investors: Institutional Investors & UCIs	100.000,- in the Reference Currency except: - If otherwise specified in Book II		50 million in the Company			
UCITS ETF	<u>Primary market</u> : Authorised Participants and Institutional Investors <u>Secondary market</u> : All	10,- in the Reference Currency except: - JPY: 10.000,- - If otherwise specified in Book II	<u>Primary market</u> : 1 million in the Reference Currency Except: JPY: 100 million <u>Secondary market</u> : None	None	3%	None	3%
Track X	Authorised Investors	100.000,- in the Reference Currency	None	None	None	None	None

(1) Entry fee excluded, if any

(2) At the discretion of the Board of Directors. However, the equal treatment of shareholders shall be preserved at all time.

(3) In the event of conversion to a sub-fund with a higher entry fee, the difference may be payable.

(4) In addition, the investor's subscription, conversion or redemption order may be subject to an anti-dilution levy paid to the sub-fund in order to cover transaction costs. Information regarding the anti-dilution levy, its implementation status and current rates, will be made available on the following website <https://www.bnpparibas-am.com>. Maximum rates are mentioned in Book II.

(5) Distributors which provide only fee-based independent advisory services as defined by MiFID, with respect to distributors that are incorporated in the EEA.

#### B. SUB-CATEGORIES

In some Sub-Funds, following sub-categories may be created:

##### 1. MD & QD

These sub-categories may pay dividend on a monthly (MD) or quarterly (QD) basis.

## **2. Hedged (H)**

These sub-categories aim at hedging the Currency Exchange risks of the portfolio of the sub-fund against their Reference Currency. In the event of changes in the net asset value of the portfolio and/or of subscriptions and/or redemptions, hedging will be operated to the extent possible within specific bandwidths (should those limits not be respected from time to time, hedging readjustment will be operated). As a consequence, we cannot guarantee the currency exchange risk will be completely neutralised.

The currency of these sub-categories appears in their denomination (for example, "Track Classic H EUR" or "UCITS ETF H EUR" for a sub-category hedged in EUR when the currency exposure of the portfolio of the sub-fund is USD).

## **3. Return Hedged (RH)**

These sub-categories aim at hedging the portfolio return from Accounting Currency of the sub-fund (and not the underlying currency exposures) to the currency denomination of the sub-category. In the event of changes in the net asset value of the portfolio and/or of subscriptions and/or redemptions, hedging will be operated to the extent possible within specific bandwidths (should those limits not be respected from time to time, hedging readjustment will be operated).

The currency of these sub-categories appears in their denomination (for example, "Track Classic RH EUR" or "UCITS ETF RH EUR" for a sub-category hedged in EUR and the accounting currency of the sub-fund is USD).

## **4. Mono-Currency**

These sub-categories are valued and issued solely in the Reference Currency, indicated by the denomination of the sub-category, which is different from the Accounting Currency of the sub-fund (for example "Track Classic USD" or "UCITS ETF USD" for a category issued and valued only in USD when the Accounting Currency of the sub-fund is EUR).

Other characteristics of these sub-categories as well as the fee structure are the same as those of their mother-category in the same Sub-Fund.

## **C. CAPITALISATION / DISTRIBUTION CLASSES**

Any of the above share categories / sub-categories are issued in Capitalisation ("CAP") and/or Distribution ("DIS") classes as defined below.

### **1. CAP**

CAP shares retain their income to reinvest it.

### **2. DIS**

DIS shares may pay dividend to shareholders on an annual, semi-annual, monthly or quarterly basis.

The general meeting of shareholders holding DIS shares for each Sub-Fund concerned decides each year on the Board of Directors' proposal to pay a dividend, which is calculated in accordance with the limitations defined by law and the Articles of Association. In this respect, the general meeting reserves the right to distribute the net assets of each of the Company's Sub-Funds up to the limit of the legal minimum capital. Distributions may be paid out of net investment income or capital.

If, given market conditions, it is in the shareholders' interest not to distribute a dividend, then no such distribution will be carried out.

If it deems it advisable, the Board of Directors may decide to distribute interim dividends.

The Board of Directors determines the payment methods for the dividends and interim dividends that have been decided upon. Dividends will, in principle, be paid in the Reference Currency of the class (exchange costs incurred for payments in different currencies will be borne by the investor).

Declared dividends and interim dividends not collected by shareholders within a period of five years from the payment date will lapse and revert to the Sub-Fund concerned.

Interest will not be paid on declared and unclaimed dividends or interim dividends, which will be held by the Company on behalf of the shareholders of the Sub-Fund for the duration of the legal limitation period.

## **D. SHARE LEGAL FORMS**

All the shares are issued in registered form, except for UCITS ETF shares that are issued in Euroclear in bearer form.

Track Classic, Track Privilege, Track I and Track X shares may also be issued in bearer form.

The shares are all listed into specific registers kept in Luxembourg by the Registrar Agent indicated in the section "General Information". Unless otherwise specified, shareholders will not receive a certificate representing their shares. Instead, they will receive a confirmation of their entry into the register.

Further to the Luxembourg law of 28 July 2014, all physical bearer shares have been cancelled. The cash equivalent of such cancelled shares has been deposited with the Luxembourg *Caisse de Consignation*.

## **E. GENERAL PROVISIONS AVAILABLE FOR ALL SHARES**

The Board of Directors has the option of adding new Valuation Currencies to existing categories or classes and, with the previous approval of the CSSF, of adding new share categories, sub-categories and classes to existing sub-funds with the same specification as those described above on points A, B and C. Such a decision will not be published but the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com) and the next version of the prospectus will be updated accordingly.

The Board of Directors may depart from the initial subscription price per share. However, the equal treatment of shareholders shall be preserved at all time.

The Board of Directors may decide at any time to split or consolidate the shares issued within one same Sub-Fund, category, or class into a number of shares determined by the Board of Directors itself. The total net asset value of such shares must be equal to the net asset value of the subdivided/consolidated shares existing at the time of the splitting/consolidation event.

If the assets of a category/class fall below EUR 1,000,000.00 or equivalent, the Board of Directors reserves the right to liquidate or merge it with another category/class if it decides it's in the best interest of shareholders.

Before subscribing, the investor should check in Book II which categories and classes are available for each Sub-Fund.

If it transpires that shares are held by persons other than those authorised, they will be converted to the appropriate category, class or currency.

The shares must be fully paid-up and are issued without a par value. Unless otherwise indicated, there is no limitation on their number. The rights attached to the shares are those described in the Law of 10 August 1915, unless exempted by the Law.

Fractions of shares may be issued up to one-thousandth of a share.

All the Company's whole shares, whatever their value, have equal voting rights. The shares of each Sub-Fund, category, or class have an equal right to the liquidation proceeds of the Sub-Fund, category, or class.

If no specific information is given by the investor, orders received will be processed in the Reference Currency of the category.

**Before subscription, investors are invited to seek information on the opening of the categories, their currencies and the Sub-Funds in which they are open.**

### **ANTI-DILUTION LEVY**

For certain Sub-Funds, in addition to the entry, conversion or exit cost that may be charged to the investor, an anti-dilution levy may be paid by the investors to the Sub-Fund. Such amount covers transaction costs (including dealing costs relating to the acquisition, disposal or sale of portfolio's assets, taxes and stamp duties) in order to ensure that all investors in a Sub-Fund are treated equitably and preserve the Net Asset Value of the relevant Sub-Fund (notably to accommodate large inflows and outflows) where the implementation of such mechanism is considered to be in the best interests of the Sub-Fund's shareholders.

This anti-dilution levy is charged to subscriptions, conversions and redemptions to ensure that the existing shareholders are not adversely affected by shareholders who are executing subscription, conversion or redemption orders.

No anti-dilution levy is charged to redemption orders directly followed by subscription orders on the same share class, made by the same investor (applying to the same number of shares and the same Net Asset Value).

The relevant Sub-Funds disclose the maximum cost level that could be charged to the subscription, conversion and redemption orders in Book II.

In the event swing pricing mechanism or an anti-dilution levy mechanism is applied to a Sub-Fund, as decided by the Board of Directors, the other mechanism shall not be cumulatively applied to client orders.

Anti-dilution levy will not be charged for conversions within a same Sub-Fund.

Details of such costs, if applicable to a specific Sub-Fund, will be set out in Book II.

### **SUBSCRIPTION, CONVERSION AND REDEMPTION OF SHARES**

The shares of the Company may be locally offered for subscription via regular savings plans, redemption and conversion programs, specific to this local supply, and may be subject to additional charges.

In the event that a regular savings plan is terminated prior to the agreed final date, the sum of entry costs payable by the shareholders concerned may be greater than would have been the case for standard subscriptions.

Investors may be required to appoint a paying agent as nominee (the "Nominee") for all actions connected with their shareholding in the Company.

On the basis of this mandate, the Nominee is specifically required to:

- send requests for subscription, redemption and conversion, grouped by share category, share class, Sub-Fund and distributor to the Company;
- be listed on the Company's register in its name "on behalf of a third party"; and
- exercise the investor's voting right (if any), according to the investor's instructions.

The Nominee must make every effort to keep an up-to-date electronic list of investors' names and addresses and the number of shares held; the status of shareholder can be verified via the confirmation letter sent to the investor by the Nominee.

Investors are informed that they may be required to pay additional fees for the activity of the above Nominee.

For further details, investors are invited to read the subscription documents available from their usual distributor.

#### **Preliminary Information**

Subscriptions, conversions and redemptions of shares are made with reference to their unknown net asset value (NAV). They may concern a number of shares or an amount.

The Board of Directors reserves the right to:

- (a) refuse a subscription, or conversion request for any reason whatsoever in whole or in part;
- (b) redeem, at any time, shares held by persons who are not authorised to buy or hold the Company's shares;
- (c) reject subscription, conversion or redemption requests from any investor who it suspects of using practices associated with Market Timing and Active Trading, and, where applicable, take necessary measures to protect the other investors in the Company, notably by charging an additional exit fees up to 2% of the order amount, to be retained by the Sub-Fund.

The Board of Directors is authorised to set minimum amounts for subscription, conversion, redemption and holding.

Subscriptions from entities which submit subscription applications and whose names show that they belong to one and the same group, or which have one central decision-making body, will be grouped together to calculate these minimum subscription amounts.

Should a share redemption or conversion request, a merger/splitting procedure, or any other event, have the effect of reducing the number or the total net book value of the shares held by a shareholder to below the number or value decided upon by the Board of Directors, the Company may redeem all the shares.

In certain cases stipulated in the section on suspension of the calculation of the NAV, the Board of Directors is authorised to temporarily suspend the issue, conversion and redemption of shares and the calculation of their net asset value.

The Board of Directors may decide, in the interest of the shareholders, to close a Sub-Fund, category and/or class for subscription or conversion in, under certain conditions and for the time it defines. Such a decision will not be published but the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com) will be updated accordingly.

**In connection with anti-money laundering procedures, the subscription form must be accompanied, in the case of an individual, by the identity card or passport of the subscriber, authenticated by a competent authority (for example, an embassy, consulate, notary, police superintendent) or by a financial institution subject to equivalent identification standards to those applicable in Luxembourg or the Articles of Association; and by an extract from the trade and companies register for a legal entity, in the following cases:**

1. **direct subscription to the Company;**
2. **subscription through a professional financial sector intermediary resident in a country that is not subject to an obligation for identification equivalent to Luxembourg standards as regards preventing the use of the financial system for the purposes of money laundering;**
3. **subscription through a subsidiary or branch office, the parent company of which would be subject to an obligation for identification equivalent to that required under Luxembourg law, if the law applicable to the parent company does not oblige it to ensure that its subsidiaries or branch offices adhere to these provisions.**

**The Company is also bound to identify the source of funds if they come from financial institutions that are not subject to an obligation for identification equivalent to those required under Luxembourg law. Subscriptions may be temporarily frozen pending identification of the source of the funds.**

**It is generally accepted that finance sector professionals resident in countries that have signed up to the conclusions of the FATF (Financial Action Task Force) on money laundering are deemed to have an obligation for identification equivalent to that required under Luxembourg law.**

#### **Processing of Personal Data**

In accordance with GDPR, when submitting a subscription request, personal data of the investor ("Personal Data") may be collected, recorded, stored, adapted, transferred or otherwise processed and used by the Company and the Management Company (as data controllers) with a view to managing its account and business relationship (such as to maintain the register of shareholder, process requests, provide shareholder services, guard against unauthorised account access, conduct statistical analyses, provide information on other products and services and/or comply with various laws and regulations). To the extent that this usage so requires, the investor further authorises the sharing of this information with different service providers of the Company, including some of which that may be established outside of the European Union, who may need to process these Personal Data for carrying out their services and complying with their own legal obligations, but which may not have data protection requirements deemed equivalent to those prevailing in the European Union. The Personal Data may notably be processed for purposes of filing, order processing, responding to shareholder's requests, and providing them with information on other products and services. Neither the Company nor its Management Company will disclose such Personal Data on shareholder unless required to do so by specific regulations or where necessary for legitimate business interests.

Further detailed information in relation to the processing of Personal Data can be found in the Management Company's "Data Protection Notice" as well as on the "Personal Data Privacy Charter", which are accessible via the following link <https://www.bnpparibas-am.com/en/footer/data-protection/>

Each shareholder whose Personal Data has been processed has a right of access to his/her/its Personal Data and may ask for a rectification thereof in case where such data is inaccurate or incomplete.

Taking into account the duality of share classes, the provisions related to the above mentioned section are as follows:

## **I. TRACK SHARE CLASSES**

### **Subscriptions**

The shares will be issued at a price corresponding to the net asset value per share plus the entry fees as described in the above table.

For an order to be executed at the net asset value on a given Valuation Day, it must be received by the Company before the time and date specified in the detailed conditions for each Sub-Fund in Book II. Orders received after this deadline will be processed at the net asset value on the next Valuation Day.

In order to be accepted by the Company, the order must include all necessary information relating to the identification of the subscribed shares and the identity of the subscriber as described above.

Unless otherwise specified for a particular Sub-Fund, the subscription price of each share is payable in one of the Valuation Currencies of the shares concerned within the time period defined in Book II, increased, where necessary, by the applicable entry fees. At the shareholder's request, the payment may be made in a currency other than one of the Valuation Currencies. The exchange expenses will then be borne by the shareholder.

The Company reserves the right to postpone, and/or cancel subscription requests if it is not certain that the appropriate payment will reach the Depositary within the required payment time or if the order is incomplete. The Board of Directors or its agent may process the request by applying an additional charge to reflect interest owed at the customary market rates; or cancelling the share allotment, as applicable accompanied by a request for compensation for any loss owing to failure to make payment before the stipulated time limit. The shares will not be assigned until the duly completed subscription request has been received accompanied by the payment or a document irrevocably guaranteeing that the payment will be made before the deadline. The Company cannot be held responsible for the delayed processing of incomplete orders.

Any outstanding balance remaining after subscription will be reimbursed to the shareholder, unless the amount is less than EUR 15 or its currency equivalent, as the case may be. Amounts thus not reimbursed will be retained by the relevant Sub-Fund.

The Board of Directors may accept the issue of shares in exchange for the contribution in kind of transferable securities, in accordance with the conditions defined by Luxembourg Law, in particular with respect to the obligation for the submission of a valuation report by the Auditor mentioned under "General Information" above, and provided that these transferable securities meet the Company's investment policy and restrictions for the Sub-Fund concerned as described in Book II. Unless otherwise specified, the costs of such a transaction will be borne by the applicant.

Furthermore, if on any given Valuation Day subscription requests in a particular Sub-Fund are received for more than 10% of such Sub-Fund's shares outstanding, or 50 million Euro or its equivalent in any other currency, the Board of Directors may decide to postpone the processing of all or some subscription requests for a period determined by it in the Sub-Fund's best interests. On the Valuation Day following termination of the subscription suspension period, the suspended subscription requests will be processed first, before any request received subsequently.

### **Conversions**

Without prejudice to the specific provisions of a Sub-Fund, category, or class, shareholders may request the conversion of some or all of their shares into shares of another Sub-Fund, category, or class. The number of newly issued shares and the costs arising from the transaction are calculated in accordance with the formula described below.

Conversions are only permitted between the following categories:

<i>To:</i> <i>From:</i>	<i>Track Classic</i>	<i>Track Privilege</i>	<i>Track I</i>	<i>Track I Plus</i>	<i>Track X</i>
<i>Track Classic</i>	Yes	Yes	Yes	No	No
<i>Track Privilege</i>	Yes	Yes	Yes	No	No
<i>Track I</i>	Yes	Yes	Yes	No	No
<i>Track I Plus</i>	Yes	Yes	Yes	Yes	No
<i>Track X</i>	Yes	Yes	Yes	No	Yes

Conversion principles of the sub-categories are the same as those of their mother-category.

For a conversion order to be executed at the net asset value on a given Valuation Day, it must be received by the Company before the time and date specified for each Sub-Fund in Book II. Orders received after this deadline will be processed at the net asset value on the next Valuation Day.

### **Conversion Formula**

The number of shares allocated to a new Sub-Fund, category or class will be established according to the following formula:

$$A = \frac{B \times C \times E}{D}$$

- A* being the number of shares to be allocated in the new Sub-Fund;  
*B* being the number of shares of the original Sub-Fund to be converted;  
*C* being the prevailing net asset value per share of the original Sub-Fund on the relevant Valuation Day;  
*D* being the prevailing net asset value per share of the new Sub-Fund on the relevant Valuation Day; and  
*E* being the exchange rate applicable at the time of the transaction between the currencies of the two concerned Sub-Funds

Investors will be charged for any foreign exchange transactions carried out at their request.

In the case of shares held in account (with or without attribution of fractions of shares), any outstanding balance remaining after conversion will be reimbursed to the shareholder, unless the amount is less than EUR 15 or its currency equivalent, as the case may be. Amounts thus not reimbursed will be deemed belonging to the relevant sub-fund.

### **Redemptions**

Subject to the exceptions and limitations prescribed in the Prospectus, all shareholders are entitled, at any time, to have their shares redeemed by the Company.

For an order to be executed at the net asset value on a given Valuation Day, it must be received by the Company before the time and date specified in the conditions for each Sub-Fund in Book II. Orders received after this deadline will be processed at the net asset value on the next Valuation Day.

In order to be accepted by the Company, the order must include all necessary information relating to the identification of the shares in question and the identity of the shareholder as described above.

Unless otherwise specified for a particular Sub-Fund, the redemption amount for each share will be reimbursed in the subscription currency, less, where necessary, the applicable exit fees.

At the shareholder's request, the payment may be made in a currency other than the subscription currency of the redeemed shares, in which case the exchange costs will be borne by the shareholder and charged against the redemption price. The redemption price of

shares may be higher or lower than the price paid at the time of subscription (or conversion), depending on whether the net asset value has appreciated or depreciated in the interval.

The Company reserves the right to postpone redemption requests if the order is incomplete. The Company cannot be held responsible for the delayed processing of incomplete orders.

Redemptions in kind are possible upon specific approval of the Board of Directors, provided that the remaining shareholders are not prejudiced and that a valuation report is produced by the Company's Auditor. The type and kind of assets that may be transferred in such cases will be determined by the manager, taking into account the investment policy and restrictions of the Sub-Fund in question. The costs of such transfers may be borne by the applicant.

In the event that the total net redemption/conversion applications received for a given Sub-Fund on a Valuation Day equals or exceeds 10% of the net assets of the Sub-Fund in question, or 50 million Euro or its equivalent in any other currency, the Board of Directors may decide to split and/or defer the redemption/conversion applications on a pro-rata basis so as to reduce the number of shares redeemed/converted to date to 10% of the net assets of the Sub-Fund concerned. Any redemption/conversion applications deferred shall be given in priority in relation to redemption/conversion applications received on the next Valuation Day, again subject to the limit of 10% of net assets.

In the case of shares held in account (with or without attribution of fractions of shares), any outstanding balance remaining after redemption will be reimbursed to the shareholder, unless the amount is less than EUR 15 or its currency equivalent, as the case may be. Amounts thus not reimbursed will be deemed belonging to the relevant Sub-Fund.

## **II. UCITS ETF SHARE CLASSES**

UCITS ETF Shares have the same characteristic as the Track share classes except the point describe below.

Mainly, UCITS ETF Shares aim at being listed on at least one Regulated Market and being bought and sold on either a regulated market or a MTF or a SI, usually describe as a "secondary market". For a UCITS ETF Share, the access to the Registrar and Transfer Agent is usually named "primary market".

No fraction of UCITS ETF Shares will be issued.

### **On the primary market**

The Board of Directors is charged with approving Authorised Participants or other Institutional Investors, which are authorised to subscribe shares of a particular Sub-Fund in return for a contribution in cash and/or an instrument and securities portfolio which is representative of this particular Sub-Fund's Benchmark Index.

#### **A. Issue of shares**

By exception to the Track share classes, subscriptions can be paid for in cash, in accordance with the rules set out above, or by the contribution of instruments and securities representative of the Benchmark Index (in case of full replication), in which case the following conditions must be satisfied:

- Subscriptions in one particular Sub-Fund can only be paid for in securities by the contribution of a basket of instruments and securities reflecting the composition of the Sub-Fund's Benchmark Index.
- For each subscription in one particular Sub-Fund received before the relevant deadline, the basket of instruments and securities to be contributed is based on the composition of the Sub-Fund's Benchmark Index before the start of trading on that day, and shall be submitted to the Board of Directors.
- The Board of Directors may accept or refuse all or some of the proposed baskets of instruments and securities until the relevant deadline on the next Trading Day.
- If the instruments and securities are accepted, they are valued in accordance with the rules set forth in the Prospectus and the Articles of Association.

The Board of Directors accepts a portfolio only if the portfolio securities and assets are compatible with the Sub-Fund's investment policy and investment restrictions. All contributions will be subject to regular controls by the Auditor, which will be laid down in a written report.

When the issue price is paid by contributing instruments and securities, the instruments and securities must be transferred to the relevant Sub-Fund as described in Book II.

#### **B. Redemption of shares**

The deadlines for redemption orders applicable to each Sub-Fund are detailed in Book II.

By exception to the Track share classes, redemptions can be paid for in cash, in accordance with the rules set out above, or by the contribution of instruments and securities representative of the Benchmark Index (in case of full replication). Redemptions in kind are possible upon specific approval of the Board of Directors, provided that the remaining shareholders are not prejudiced and that a valuation report is produced by the Company's Auditor. The type and kind of assets that may be transferred in such cases will be determined by the manager, taking into account the investment policy and restrictions of the Sub-Fund in question and the following conditions must be satisfied:

- Redemptions in one particular Sub-Fund can only be reimbursed for in securities by the contribution of a basket of instruments and securities reflecting the composition of the Sub-Fund's Benchmark Index;
- For each redemption in one particular Sub-Fund received before the relevant deadline, the basket of instruments and securities to be contributed is based on the composition of the Sub-Fund's Benchmark Index before the start of trading on that day, and shall be submitted to the Board of Directors;
- The Board of Directors may accept or refuse all or some of the proposed baskets of instruments and securities until the relevant deadline on the next Trading Day.

The costs of such transfers may be borne by the applicant.

The Board of Directors ensures that allocation of a Sub-Fund's portfolio of instruments and securities as payment of the redemption price is not detrimental to the interests of the other Sub-Fund's shareholders.

When the redemption price is paid by the allocation of instruments or securities held in the Sub-Fund's portfolio, they must be transferred to the investor as described in Book II.

#### **C. Conversion of shares into shares of other classes**

Conversion from or into any UCITS ETF share class is subordinated to the authorisation of the Board of Directors.

Only conversions between UCITS ETF share categories within the same sub-fund are allowed without authorization of the Board of Directors. Such conversions shall not trigger any anti-dilution levy.

#### **D. Listing of shares**

The Board of Directors decides on which Regulated Market the shares are admitted to official listing.

##### **On the secondary market**

The Board of Directors does not charge any subscription or redemption fee for purchases and sales on the secondary market.

Orders to buy or sell a Sub-Fund's shares may be placed on the Relevant Stock Exchanges through a broker or any other financial intermediary.

Trading orders generate costs over which the Board of Directors has no control.

The price of any Sub-Fund's share traded on the secondary market will depend on supply and demand of the underlying index. In addition, the Company may appoint one or more Market Maker(s) to provide liquidity during trading hours.

If publication of a Benchmark Index is discontinued or suspended, the relevant Sub-Fund's listing will be suspended at the same time. As soon as publication of its Benchmark Index is resumed, the Sub-Fund's listing will be resumed and factor in any change in the Sub-Fund's Net Asset Value and in the Indicative Net Asset Value since suspension.

In accordance with points 21 to 24 of the ESMA Guidelines 2014/937 and for the avoidance of doubt, UCITS ETF shares purchased on the secondary market cannot usually be sold directly back to UCITS ETF, nor redeemed. Investors must buy and sell shares on a secondary market with the assistance of an intermediary (e.g a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current net asset value when buying shares and may receive less than the current net asset value when selling them. If the stock exchange value of the Sub-Funds' shares varies significantly from its net asset value, investors who bought their shares on the secondary market will be authorised to have their shares redeemed on the primary market directly by the Sub-Fund without the application of the minimum size requirement defined in the paragraph "Shares categories, sub-categories and classes" of section "The Shares". This applies for instance in case of market disruption such as the absence of a market maker. In such situations, relevant information will be communicated to the Regulated Market indicating that the Sub-Fund is open for direct redemptions at the level of the Sub-Fund. In this event, the investors in question or their intermediaries will have to follow the process described in the paragraph "Redemption of Shares" of section "Subscription, Redemption and Conversion of Share – On the primary market".

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## NET ASSET VALUE

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### CALCULATION OF THE NET ASSET VALUE PER SHARE

Each net asset value calculation will be made as follows under the responsibility of the Board of Directors:

1. The net asset value will be calculated as specified in Book II.
2. The net asset value per share will be calculated with reference to the total net assets of the corresponding Sub-Fund, category, or class. The total net assets of each Sub-Fund, category, or class will be calculated by adding all the asset items held by each (including the entitlements or percentages held in certain internal sub-portfolios as more fully described in point 4, below) from which any related liabilities and commitments will be subtracted, all in accordance with the description in point 4, paragraph 4, below.
3. The net asset value per share of each Sub-Fund, category, or class will be calculated by dividing its respective total net assets by the number of shares in issue up to four decimal places, except for those currencies for which decimals are not used and if otherwise specified in Book II for a given sub-fund.
4. The Indicative Net Asset Value of each Sub-Fund is made available by the Company or its designee, on the basis of changes in the price of the relevant index components. It is published by the relevant data providers as indicated on the website <https://www.easy.bnpparibas.com>.

The Management Company or the Company may decide to publish an additional Net Asset Value per share for each Sub-Fund or each category in a Sub-Fund on any day which is not a Valuation Day as defined in Book II. This additional Net Asset Value will be published for information purpose only. For the avoidance of doubt no subscriptions, redemptions or conversions will be accepted based on this Net Asset Value per share.

5. Internally, in order to ensure the overall financial and administrative management of the set of assets belonging to one or more Sub-Funds, categories, or classes, the Board of Directors may create as many internal sub-portfolios as there are sets of assets to be managed (the "internal sub-portfolios").

Accordingly, one or more Sub-Funds, categories, or classes that have entirely or partially the same investment policy may combine the assets acquired by each of them in order to implement this investment policy in an internal sub-portfolio created for this purpose. The portion held by each Sub-Fund, category, or class within each of these internal sub-portfolios may be expressed either in terms of percentages or in terms of entitlements, as specified in the following two paragraphs. The creation of an internal sub-portfolio will have the sole objective of facilitating the Company's financial and administrative management.

The holding percentages will be established solely on the basis of the contribution ratio of the assets of a given internal sub-portfolio. These holding percentages will be recalculated on each Valuation Day to take account of any redemptions, issues, conversions, distributions or any other events generally of any kind affecting any of the Sub-Funds, categories, or classes concerned that would increase or decrease their participation in the internal sub-portfolio concerned.

The entitlements issued by a given internal sub-portfolio will be valued as regularly and according to identical methods as those mentioned in points 1, 2 and 3, above. The total number of entitlements issued will vary according to the distributions, redemptions, issues, conversions, or any other events generally of any kind affecting any of the Sub-Funds, categories, or classes concerned that would increase or decrease their participation in the internal sub-portfolio concerned.

6. Whatever the number of categories, or classes created within a particular Sub-Fund, the total net assets of the Sub-Fund will be calculated at the intervals defined by Luxembourg Law, the Articles of Association, or the Prospectus. The total net assets of each Sub-Fund will be calculated by adding together the total net assets of each category, or class created within the Sub-Fund.
7. Without prejudice to the information in point 5, above, concerning entitlements and holding percentages, and without prejudice to the particular rules that may be defined for one or more particular Sub-Funds, the net assets of the various Sub-Funds will be valued in accordance with the rules stipulated below.

### COMPOSITION OF ASSETS

The Company's assets primarily include:

- (1) cash in hand and cash deposit including interest accrued but not yet received and interest accrued on these deposits until the payment date;
- (2) all notes and bills payable on demand and accounts receivable (including the results of sales of securities before the proceeds have been received);
- (3) all securities, units, shares, bonds, options or subscription rights and other investments and securities which are the property of the Company;
- (4) all dividends and distributions to be received by the Company in cash or securities that the Company is aware of;
- (5) all interest accrued but not yet received and all interest generated up to the payment date by securities which are the property of the Company, unless such interest is included in the principal of these securities;
- (6) the Company's formation expenses, insofar as these have not been written down;
- (7) all other assets, whatever their nature, including prepaid expenses.

### VALUATION RULES

The assets of each sub-fund shall be valued as follows:

- (1) The value of cash in hand and cash deposit, bills and drafts payable at sight and accounts receivable, prepaid expenses, and dividends and interest due but not yet received, shall comprise the nominal value of these assets, unless it is unlikely that this value could be received; in that event, the value will be determined by deducting an amount which the Company deems adequate to reflect the actual value of these assets;
- (2) The value of shares or units in undertakings for collective investment shall be determined on the basis of the last net asset value available on the Valuation Day. If this price is not a true reflection, the valuation shall be based on the probable sale price estimated by the Board of Directors in a prudent and bona fide manner.
- (3) The valuation of all securities listed on a stock exchange or any Other Regulated Market, which functions regularly, is recognised and accessible to the public, is based on the last known closing price on the Valuation Day, and, if the securities concerned are traded on several markets, on the basis of the last known closing price on the major market on which they are traded, or the



relevant market as used by the index provider.

If the last known closing price is not a true reflection, the valuation shall be based on the probable sale price estimated by the Board of Directors in a prudent and bona fide manner.

- (4) Unlisted securities or securities not traded on a stock exchange or another regulated market which functions in a regular manner, is recognised and accessible to the public, shall be valued on the basis of the probable sale price estimated in a prudent and bona fide manner by a qualified professional appointed for this purpose by the Board of Directors;
- (5) Securities denominated in a currency other than the currency in which the sub-fund concerned is denominated shall be converted at the exchange rates relevant to each sub-fund prevailing on the Valuation Day;
- (6) If permitted by market practice, liquid assets, Money Market Instruments and all other instruments may be valued at their nominal value plus accrued interest or according to the linear amortisation method. Any decision to value the assets in the portfolio using the linear amortisation method must be approved by the Board of Directors, which will record the reasons for such a decision. The Board of Directors will put in place appropriate checks and controls concerning the valuation of the instruments;
- (7) The Board of Directors is authorised to draw up or amend the rules in respect of the relevant valuation principles after concertation with the different parties.
- (8) IRS shall be valued on the basis of the difference between the value of all future interest payable by the Company to its counterparty on the valuation date at the zero coupon swap rate corresponding to the maturity of these payments and the value of all future interest payable by the counterparty to the Company on the valuation date at the zero coupon swap rate corresponding to the maturity of these payments;
- (9) The internal valuation model for CDS utilises as inputs the CDS rate curve, the recovery rate and a discount rate (LIBOR or market swap rate) to calculate the mark-to-market. This internal model also produces the rate curve for default probabilities. To establish the CDS rate curve, data from a certain number of counterparties active in the CDS market are used. The manager uses the valuation of the counterparties' CDS to compare them with the values obtained from the internal model. The starting point for the construction of the internal model is parity between the variable portion and fixed portion of the CDS on signing the CDS.
- (10) Since EDS are triggered by an event affecting a share, their valuation depends mainly on the volatility of the share and its asymmetrical position. The higher the volatility, the greater the risk that the share will reach the 70% threshold and therefore the greater the EDS spread. The spread of a company's CDS also reflects its volatility, since high volatility of the share indicates high volatility of the assets of the company in question and therefore a high probability of a credit event. Given that the spreads of both EDS and CDS are correlated with the implicit volatility of the shares, and that these relations have a tendency to remain stable over time, an EDS can be considered as a proxy for a CDS. The key point in the valuation of an EDS is to calculate the implicit probability of a share event. Two methods are generally accepted: the first consists of using the market spread of the CDS as input in a model to evaluate the EDS; the second uses historical data for the share in question to estimate the probability. Although historical data are not necessarily a proper guide as to what may happen in the future, such data can reflect the general behaviour of a share in crisis situation. In comparing the two approaches, it is very rare to see historic probabilities higher than the shares' implicit probabilities;
- (11) The valuation of a CFD and TRS shall at any given time reflect the difference between the latest known price of the underlying stock and the valuation that was taken into account when the transaction was signed.

#### COMPOSITION OF LIABILITIES

The Company's liabilities primarily include:

1. all loans, matured bills and accounts payable;
2. all known liabilities, whether or not due, including all contractual obligations due and relating to payment in cash or kind, including the amount of dividends announced by the Company but yet to be paid;
3. all reserves, authorised or approved by the Board of Directors, including reserves set up in order to cover a potential capital loss on certain of the Company's investments;
4. any other undertakings given by the Company, except for those represented by the Company's equity. For the valuation of the amount of these liabilities, the Company shall take account of all the charges for which it is liable, including, without restriction, the costs of amendments to the Articles of Association, the Prospectus and any other document relating to the Company, management, advisory, charity, performance and Other Fees and extraordinary expenses, any taxes and duties payable to government departments and stock exchanges, the costs of financial charges, bank charges or brokerage incurred upon the purchase and sale of assets or otherwise. When assessing the amount of these liabilities, the Company shall take account of regular and periodic administrative and other expenses on a prorata temporis basis.

The assets, liabilities, expenses and fees not allocated to a Sub-Fund, category, or class shall be apportioned to the various Sub-Funds, categories, or classes in equal parts or, subject to the amounts involved justifying this, proportionally to their respective net assets. Each of the Company's shares which is in the process of being redeemed shall be considered as a share issued and existing until closure on the Valuation Day relating to the redemption of such share and its price shall be considered as a liability of the Company as from closing on the date in question until such time as the price has been duly paid. Each share to be issued by the Company in accordance with subscription applications received shall be considered as being an amount due to the Company until such time as it has been duly received by the Company. As far as possible, account shall be taken of any investment or divestment decided by the Company until the Valuation Day.

#### SUSPENSION OF THE CALCULATION OF NET ASSET VALUE AND THE ISSUE, CONVERSION AND REDEMPTION OF SHARES

Without prejudice to legal causes for suspension, the Board of Directors may at any time temporarily suspend the calculation of the net asset value of shares of one or more sub-funds, as well as the issue, conversion and redemption in the following cases:

- (i) during any period when one or more currency markets, or a stock exchange, which are the main markets or exchanges where a substantial portion of a sub-fund's investments at a given time are listed, is/are closed, except for normal closing days, or during which trading is subject to major restrictions or is suspended;
- (ii) when the political, economic, military, currency, social situation, or any event of *force majeure* beyond the responsibility or power of the Company makes it impossible to dispose of one assets by reasonable and normal means, without seriously harming the shareholders' interests;
- (iii) during any failure in the means of communication normally used to determine the price of any of the Company's investments or the going prices on a particular market or exchange;
- (iv) when restrictions on foreign exchange or transfer of capital prevents transactions from being carried out on behalf of the Company or when purchases or sales of the Company's assets cannot be carried out at normal exchange rates;
- (v) as soon as a decision has been taken to either liquidate the Company or one or more Sub-Funds, categories or classes;

- (vi) to determine an exchange parity under a merger, partial business transfer, splitting or any restructuring operation within, by or in one or more Sub-Funds, categories, or classes;
- (vii) for a “Feeder” sub-fund, when the net asset value, issue, conversion, or redemption of units, or shares of the “Master” sub-fund are suspended;
- (viii) any other cases when the Board of Directors estimates by a justified decision that such a suspension is necessary to safeguard the general interests of the shareholders concerned.

In the event the calculation of the net asset value is suspended, the Company shall immediately and in an appropriate manner inform the shareholders who requested the subscription, conversion or redemption of the shares of the Sub-Fund(s) in question.

In exceptional circumstances which could have a negative impact on shareholders’ interests, or in the event of subscription, redemption or conversion applications exceeding 10% of a Sub-Funds’ net assets, the Board of Directors reserves the right not to determine the value of a share until such time as the required purchases and sales of securities have been made on behalf of the Sub-Fund. In that event, subscription, redemption and conversion applications in the pipeline will be processed simultaneously on the basis of the net asset value so calculated.

Pending subscription, conversion and redemption applications may be withdrawn by written notification provided that such notification is received by the company prior to lifting of the suspension. Pending applications will be taken into account on the first calculation date following lifting of the suspension. If all pending applications cannot be processed on the same calculation date, the earliest applications shall take precedence over more recent applications.

#### **SWING PRICING**

**In certain market conditions, taking account of the volume of purchase and sale transactions in a given Sub-Fund and the size of these transactions, the Board of Directors may consider that it is in the interest of shareholders to calculate the NAV per share based on the purchase and sale prices of the assets and/or by applying an estimate of the difference between the buy and sell prices applicable on the markets on which the assets are traded. The Board of Directors may further adjust the NAV for transaction fees and sales commissions at a level which, normally does not exceed 1% of the NAV of the Sub-Fund at that time, provided however, that such limit could be raised beyond this maximum level when necessary and on a temporary basis to protect the interests of shareholders.**

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## TAX PROVISIONS

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### TAXATION OF THE FUND

At the date of the Prospectus, the Company is not liable to any Luxembourg income tax or capital gains tax.

The Company is liable to an annual *taxe d'abonnement* in Luxembourg representing 0.05% of the net asset value. This rate is reduced to 0.01% for:

- a) sub-funds with the exclusive objective of collective investments in Money Market Instruments and deposits with credit institutions;
- b) sub-funds with the exclusive objective of collective investments with credit institutions;
- c) sub-funds, categories, or classes reserved for Institutional Investors, Managers, and UCIs.

The following are exempt from this *taxe d'abonnement*:

- a) the value of assets represented by units, or shares in other UCIs, provided that these units or shares have already been subject to the *taxe d'abonnement*;
- b) sub-funds, categories and/or classes:
  - (i) whose securities are reserved to Institutional Investors, Managers, or UCIs and
  - (ii) whose sole object is the collective investment in Money Market Instruments and the placing of deposits with credit institutions, and
  - (iii) whose weighted residual portfolio maturity does not exceed 90 days, and
  - (iv) that have obtained the highest possible rating from a recognised rating agency;
- c) sub-funds, categories and/or classes reserved to:
  - (i) institutions for occupational retirement pension or similar investment vehicles, set up at the initiative of one or more employers for the benefit of their employees, and
  - (ii) companies having one or more employers investing funds to provide pension benefits to their employees;
- d) sub-funds whose main objective is investment in microfinance institutions;
- e) sub-funds, categories and/or classes:
  - (i) whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly that is recognized and open to the public, and
  - (ii) whose exclusive object is to replicate the performance of one or several indices.

When due, the *taxe d'abonnement* is payable quarterly based on the relevant net assets and calculated at the end of the quarter for which it is applicable.

In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### TAXATION OF THE FUND'S INVESTMENTS

Some of the Company's portfolio income, especially income in dividends and interest, as well as certain capital gains, may be subject to tax at various rates and of different types in the countries in which they are generated. This income and capital gains may also be subject to withholding tax. Under certain circumstances, the Company may not be eligible for the international agreements preventing double taxation that exist between the Grand Duchy of Luxembourg and other countries. Some countries will only consider that persons taxable in Luxembourg qualify under these agreements.

### TAXATION OF SHAREHOLDERS

#### - Residents of the Grand Duchy of Luxembourg

On the date of the Prospectus, the dividends earned and capital gains made on the sale of shares by residents of the Grand Duchy of Luxembourg are not subject to withholding tax.

Dividends are subject to income tax at the personal tax rate.

Capital gains made on the sale of shares are not subject to income tax if the shares are held for a period of over six months, except in the case of resident shareholders holding over 10% of the shares of the Company.

#### - Non-residents

In principle, according to current law:

- the dividends earned and the capital gains made on the sale of shares by non-residents are not subject to Luxembourg withholding tax;
- the capital gains made by non-residents on the sale of shares are not subject to Luxembourg income tax.

Nevertheless, if there is a dual tax convention between the Grand Duchy and the shareholder's country of residence, the capital gains made on the sale of shares are tax-exempt in principle in Luxembourg, with the taxation authority being attributed to the shareholder's country of residence.

### EXCHANGE OF INFORMATION

#### - Residents of another member state of the European Union, including the French overseas departments, the Azores, Madeira, the Canary Islands, the Åland Islands and Gibraltar.

Any individual who receives dividends from the Company or the proceeds from the sale of shares in the Company through a paying agent based in a state other than the one in which he resides is advised to seek information on the legal and regulatory provisions applicable to him.

In most countries covered by Directive 2011/16 and 2014/107, the total gross amount distributed by the Company and/or the total gross proceeds from the sale, refunding or redemption of shares in the Company will be reported to the tax authorities in the state of residence of the beneficial owner of the income.

- Residents of third countries or territories

No withholding tax is levied on interest paid to residents of third countries or territories.

Nevertheless, in the framework of Automatic Exchange of Information package (AEOI) covering fiscal matters elaborated by OECD, the Company may need to collect and disclose information about its shareholder to third parties, including the tax authorities of the participating country in which the beneficiary is tax resident, for the purpose of onward transmission to the relevant jurisdictions. The data of financial and personal information as defined by this regulation which will be disclosed may include (but is not limited to) the identity of the shareholders and their direct or indirect beneficiaries, beneficial owners and controlling persons. A shareholder will therefore be required to comply with any reasonable request from the Company for such information, to allow the Company to comply with its reporting requirements. The list of AEOI participating countries is available on the website <http://www.oecd.org/tax/automatic-exchange/>

- US Tax

Under the Foreign Account Tax Compliance Act ("FATCA") provisions which entered into force as from 1st July 2014, in the case the Company invests directly or indirectly in US assets, income received from such US investments might be subject to a 30% US withholding tax.

To avoid such withholding tax the Grand Duchy of Luxembourg has entered, on 28th March 2014, into an intergovernmental agreement (the "IGA") with the United States under which the Luxembourg financial institutions have to undertake due diligence to report certain information on their direct or indirect U.S. investors to the Luxembourg Tax authorities. Such information will be onward reported by the Luxembourg tax authorities to the U.S. Internal Revenue Service ("IRS").

**The foregoing provisions are based on the Law and practices currently in force, and might be subject to change. Potential investors are advised to seek information in their country of origin, place of tax residence or domicile on the possible tax consequences associated with their investment. The attention of investors is also drawn to certain tax provisions specific to several countries in which the Company publicly trades its shares.**

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## GENERAL MEETINGS AND INFORMATION FOR SHAREHOLDERS

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### GENERAL SHAREHOLDERS' MEETINGS

The Annual General Shareholders' Meeting is held at 2.30 pm CET on April 26 at the Company's registered office or any other location in the Grand Duchy of Luxembourg specified in the notice to attend the meeting. If that day is not a business day in Luxembourg, the Annual General Meeting will be held on the following bank business day. Other General Meetings may be convened in accordance with the prescriptions of Luxembourg law and the Company's Articles of Association.

Notices inviting shareholders to attend General Meetings will be published according to the forms and times prescribed in Luxembourg law and the Company's Articles of Association, and at least with a 14 days prior notice.

Similarly, General Meetings will be conducted as prescribed by Luxembourg law and the Company's Articles of Association.

Every share, irrespective of its unit value, entitles its holder to one vote. All shares have equal weight in decisions taken at the General Meeting when decisions concern the Company as a whole. When decisions concern the specific rights of shareholders of one sub-fund, category, or class, only the holders of shares of that sub-fund, category, or class may vote.

### INFORMATION FOR SHAREHOLDERS

#### Net Asset Values and Dividends

The Company publishes the legally required information in the Grand Duchy of Luxembourg and in all other countries where the shares are publicly offered.

This information is also available on the website: [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Financial Year

The Company's financial year starts on 1st January and ends on 31st December.

#### Financial Reports

The Company publishes an annual report closed on the last day of the financial year, certified by the auditors, as well as a non-certified, semi-annual interim report closed on the last day of the sixth month of the financial year. The Company is authorised to publish a simplified version of the financial report when required.

The financial reports of each sub-fund are published in the Accounting Currency of the sub-fund, although the consolidated accounts of the Company are expressed in euro.

The annual report is made public within four months of the end of the financial year and the interim report within two months of the end of the half-year.

#### Documents for Consultation

The Articles of Association, the Prospectus, the KIID, and periodic reports may be consulted at the Company's registered office and at the establishments responsible for the Company's financial service. Copies of the Articles of Association and the annual and interim reports are available upon request.

Except for the newspaper publications required by Law, the official media to obtain any notice to shareholders from the Company will be the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

Documents and information are also available on the website: [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Replacement of a Benchmark Index

The Board of Directors is authorised to replace a Benchmark Index with a new index representative of the relevant market sector and to change a Sub-Fund's name accordingly, particularly in the following circumstances:

- the index is no longer calculated.
- the former index is replaced by a new index.
- a new index, more representative of the relevant market, is calculated.
- investment in the components making up the index has become more difficult.
- the index licence agreement is terminated (e.g. further to an increase in licence costs the Board of Directors decides not to accept).
- calculation of the index and/or publication of information by the agent calculating the index no longer matches the required high level of quality.
- the techniques and instruments required to implement the investment policy are no longer available.

Any change in a Benchmark Index will be made in accordance with the applicable regulations. It will be made publicly available in each country where the Sub-Fund is distributed. In such an event, the Prospectus will be amended accordingly.

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## APPENDIX 1 – INVESTMENT RESTRICTIONS

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### ELIGIBLE ASSETS

#### 1. Transferable securities

Transferable securities must be listed or traded on an official stock exchange or on a regulated market (a market that operated regularly, is recognised and is open to the public) in an eligible state (i.e. a Member State or a Third Country).

Recently issued transferable securities must include in their terms of issue an undertaking that an application will be made for admission to official listing on a regulated market and such admission must be secured within a year of issue.

#### 2. Money market instruments

A money market instrument shall fall within one of the categories below:

- a) it is listed or traded on an official stock exchange, or on a regulated market (a market that operated regularly, is recognised and is open to the public) in an eligible state (i.e. a Member State or a Third Country);
- b) it does not meet the requirements of point (a) but it is subject (at the securities or issuer level) to regulation aimed at protecting investors and savings, provided that it is:
  - i. issued or guaranteed by a central, regional or local authority or central bank of a Member State, the European Central Bank, the European Union or the European Investment Bank, a third country or a member of a federation; or
  - ii. issued by an undertaking any securities of which are dealt in on regulated markets referred to in point (a); or
  - iii. issued or guaranteed by an establishment subject to, and which complies with European Union prudential supervision rules or other rules at least considered to be stringent; or
  - iv. issued by other bodies belonging to the categories approved by the CSSF provided that the investments in such instruments are subject to investor protection equivalent to that laid down in points (i), (ii) or (iii) above, and provided that the issuer is a company whose capital and reserves amount to at least EUR 10 000 000 and which presents and publishes its annual accounts in accordance with the Directive 78/660, is an entity which, within a group of companies which includes one or several listed companies, is dedicated to the financing of the group or is an entity which is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.

#### 3. Units or Shares of UCITS or other UCIs

A sub-fund may invest in units or shares of UCITS and/or other UCIs, whether or not established in a Member State, provided that:

- a) such other UCIs are authorised under laws which provide that they are subject to supervision considered by the CSSF to be equivalent to that laid down in EU legislation, and that cooperation between authorities is sufficiently ensured;
- b) the level of protection to unitholders or shareholders in these other UCIs is equivalent to that provided for unitholders or shareholders in a UCITS, and in particular that the rules on asset segregation, borrowing, lending, and uncovered sales of transferable securities and money market instruments are equivalent to the requirements of Directive 2009/65;
- c) the business of these other UCIs is reported in semi-annual interim and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period; and
- d) no more than 10% of the assets of the UCITS or of the other UCIs whose acquisition is contemplated can, according to their management regulations or articles of association, be invested in aggregate in units or shares of other UCITS or other UCIs.

#### 4. Shares of other sub-funds of the Company

A sub-fund may acquire shares of one or more other sub-funds of the Company (the target sub-fund), provided that:

- the target sub-fund does not, in turn, invest in the sub-fund;
- the proportion of assets that each target sub-fund invests in other target sub-funds of the Company does not exceed 10%;
- any voting rights attached to the shares of the target sub-funds are suspended for as long as they are held by the sub-fund and without prejudice to the appropriate processing in the accounts and the periodic reports; and
- in any events, for as long as these target sub-fund shares are held by the Company, their value shall not be taken into consideration for the calculation of the net assets of the Company for the purposes of verifying the minimum threshold of net assets required by the law.

#### 5. Deposits with credit institutions

A deposit with a credit institution is eligible for investment by a sub-fund provided that all of the following conditions are fulfilled:

- a) The deposit is repayable on demand or is able to be withdrawn at any time;
- b) The deposit matures in no more than 12 months;
- c) The credit institution has its registered office in a Member State or, where the credit institution has its registered office in a Third Country, it is subject to prudential rules considered by the CSSF as equivalent to those laid down in EU legislation.

#### 6. Financial derivatives instruments

Financial derivative instruments, including equivalent cash-settled instruments, must be dealt in on a regulated market referred to in point 1 above or financial derivative instruments dealt in over-the-counter (OTC) derivatives, provided that:

- a) The underlying of the derivative consists of instruments covered by points 1, 2, 3 and 6 above, financial indices, interest rates, foreign exchange rates or currencies, in which the corresponding sub-fund may invest according to its investment objectives as stated in the Company's Articles of Association;
- b) The counterparties to OTC derivative transactions are institutions subject to prudential supervision and belonging to the categories approved by the CSSF, and
- c) The OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Company's initiative.

#### 7. Cash and cash equivalents

The Company may hold ancillary liquid assets.

#### 8. Movable and immovable properties

The Company may acquire movable or immovable property which is essential for the direct pursuit of its business.

## 9. Borrowing

A sub-fund may acquire currencies by means of “back-to-back” loans.

A sub-fund may borrow provided that such borrowing:

- a) is made on a temporary basis and represents no more than 10% of its assets;
- b) allows the acquisition of immovable property essential for the direct pursuit of its business and represents no more than 10% of its assets.

Such borrowing shall not exceed 15% of its assets in total.

## PROHIBITED ACTIVITIES

A sub-fund shall not:

- a) Acquire either precious metals or certificates representing them;
- b) Grant loans or act as a guarantor on behalf of third parties; this shall not prevent a sub-fund from acquiring transferable securities, money market instruments or other financial instruments referred to as Eligible Assets which are not fully paid;
- c) Carry out uncovered sales of transferable securities, money market instruments or other financial instruments referred to as Eligible Assets.

## DIVERSIFICATION RULES

The sub-funds are not required to comply with the limits laid down in this Appendix when exercising subscription rights attaching to transferable securities or money market instruments which form part of their assets.

While ensuring observance of the principle of risk spreading, recently authorised sub-funds are allowed to derogate from Diversification Rules below for six months following the date of their authorisation.

If these limits are exceeded for reasons beyond the control of the sub-fund or as a result of the exercise of subscription rights, the sub-fund shall adopt as a priority objective for its sales transactions the remedying of that situation, taking due account of the interests of its shareholders.

A sub-fund may, in compliance with the applicable limits laid down in this Appendix and in the best interest of the shareholders, temporarily adopt a more defensive attitude by holding more liquid assets in the portfolio. This could be as a result of the prevailing market conditions or on account of liquidation or merger events or when the Sub-Fund approached maturity. In such circumstances, the Sub-Fund concerned may prove to be incapable in the interest the shareholders of pursuing its investment objective as a temporary measure, which may affect its performance.

1. A sub-fund shall not invest more than 10% of its assets in transferable securities, or money market instruments other than those referred to as Eligible Assets.

2.

- a) A sub-fund shall invest no more than:

- i. 10% of its assets in transferable securities or money market instruments issued by the same body; or
- ii. 20% of its assets in deposits made with the same body.

The risk exposure to a counterparty of a sub-fund in an OTC derivative transaction shall not exceed either:

- i. 10% of its assets when the counterparty is a credit institution referred to in point 5 of Eligible Assets; or
- ii. 5% of its assets, in other cases.

- b) The total value of the transferable securities and the money market instruments held by a sub-fund in the issuing bodies in each of which it invests more than 5% of its assets shall not exceed 40% of the value of its assets. That limitation shall not apply to deposits or OTC derivative transactions made with financial institutions subject to prudential supervision.

Notwithstanding the individual limits laid down in paragraph a), a sub-fund shall not combine, where this would lead to investment of more than 20% of its assets in a single body, any of the following:

- i. investments in transferable securities or money market instruments issued by that body;
- ii. deposits made with that body; or
- iii. exposure arising from OTC derivative transactions undertaken with that body.

- c) The 10% limit laid down in paragraph a) point (i) may be raised to a maximum of 35% if the transferable securities or money market instruments are issued or guaranteed by a Member State, by its local authorities, by a Third Country or by public international body to which one or more Member States belong.

- d) The 10% limit laid down in the paragraph a) point (i) may be raised to a maximum of 25% where bonds are issued by a credit institution which has its registered office in a Member State and is subject by law to special public supervision designed to protect bond-holders. In particular, sums deriving from the issue of those bonds shall be invested in accordance with the law in assets which, during the whole period of validity of the bonds, are capable of covering claims attaching to the bonds and which, in the event of failure of the issuer, would be used on a priority basis for the reimbursement of the principal and payment of the accrued interest.

Where a sub-fund invests more than 5% of its assets in the bonds referred to in this paragraph d) which are issued by a single issuer, the total value of these investments shall not exceed 80% of the value of the assets of the sub-fund.

- e) The transferable securities and money market instruments referred to in paragraphs c) and d) shall not be taken into account for the purpose of applying the limit of 40% referred to in paragraph b).

The limits provided for in paragraph a), b), c) and d) shall not be combined, and thus investments in transferable securities or money market instruments issued by the same body or in deposits or derivative instruments made with this body carried out in accordance with paragraph a), b), c) and d) shall not exceed in total 35% of the assets of the sub-fund.

Companies which are included in the same group for the purposes of consolidated accounts, as defined in Directive 83/349 or in accordance with recognised international accounting rules, shall be regarded as a single body for the purpose of calculating the limits contained in this section.

A sub-fund may cumulatively invest in transferable securities and money market instruments within the same group up to 20% of its assets.

3. Without prejudice to the Limits to Prevent Concentration of Ownership below., the limits laid down in point 2. are raised to a maximum of 20% for investments in shares or debt securities issued by the same body, when the aim of the sub-fund's investment policy is to replicate the composition of a certain stock or debt securities index which is recognised by the CSSF, on the following basis:
  - i. its composition is sufficiently diversified;
  - ii. the index represents an adequate benchmark for the market to which it refers; and
  - iii. it is published in an appropriate manner.

This limit of 20% shall be raised to a maximum of 35% where that proves to be justified by exceptional market conditions (such as, but not limited to, disruptive market conditions or extremely volatile markets) in particular in regulated markets where certain transferable securities or money market instruments are highly dominant. The investment up to that limit shall be permitted only for a single issuer.
4. **As an exception to point 2., in accordance with the principle of risk-spreading, a sub-fund shall invest up to 100% of its assets in different transferable securities and money market instruments issued or guaranteed by a Member State, one or more of its local authorities, a Third Country part of the OECD, Brazil, People's Republic of China, India, Russia, Singapore and South Africa, or a public international body to which one or more Member States belong.**  
**Such a sub-fund shall hold securities from at least six different issues, but securities from any single issue shall not account for more than 30% of its total assets.**
5.
  - a) A sub-fund may acquire the units or shares of UCITS or other UCIs referred to as Eligible Assets, provided that no more than 20% of its assets are invested in units or shares of a single UCITS or other UCI. For the purposes of the application of this investment limit, each sub-fund in a multi-sub-fund UCI, is considered as a separate issuer, provided that the principle of segregation of the commitments of the different sub-funds with regard to third parties is assured.
  - b) Investments made in units or shares of UCIs other than UCITS shall not exceed, in aggregate, 30% of the assets of a sub-fund. Where a sub-fund has acquired units or shares of another UCITS or UCIs, the assets of the respective UCITS or other UCIs are not combined for the purposes of the limits laid down in point 2.
  - c) Due to the fact that the Company may invest in UCI units, or shares, the investor is exposed to a risk of fees doubling (for example, the management fees of the UCI in which the Company is invested).  
 A sub-fund may not invest in a UCITS, or other UCI (underlying), with a management fee exceeding 3% per annum.  
 Where a sub-fund invests in the units or shares of other UCITS or UCIs that are managed, directly or by delegation, by the same management company or by any other company with which the management company is linked by common management or control, or by a substantial direct or indirect holding, the sub-fund will not incur any entry or exit costs for the units or shares of these underlying assets.  
 The maximum annual management fee payable directly by the sub-fund is defined in Book II.

#### **LIMIT TO PREVENT CONCENTRATION OF OWNERSHIP**

1. The Company shall not acquire any shares carrying voting rights which would enable it to exercise significant influence over the management of an issuing body.
2. A sub-fund may acquire no more than:
  - i. 10% of the non-voting shares of a single issuing body;
  - ii. 10% of debt securities of a single issuing body;
  - iii. 25% of the units or shares of a single sub-fund of UCITS or other UCI; or
  - iv. 10% of the money market instruments of a single issuing body.

The limits laid down in points ii., iii. and iv. may be disregarded at the time of acquisition if, at that time the gross amount of the debt securities or of the money market instruments, or the net amount of the securities in issue, cannot be calculated.
3. Points 1. and 2. above do not apply with regard to:
  - i. transferable securities and money market instruments issued or guaranteed by a Member State or its local authorities;
  - ii. transferable securities and money market instruments issued or guaranteed by a country which is not a European Union Member State ;
  - iii. transferable securities and money market instruments issued by a public international body to which one or more European Union Member States belong;
  - iv. shares held by the Company in the capital of a company incorporated in a Third Country investing its assets mainly in the securities of issuing bodies having their registered offices in that country, where under the legislation of that country, such a holding represents the only way in which the Company can invest in the securities of issuing of that country. This derogation shall apply only if in its investment policy the company from the Third Country complies with the limits laid down in Diversification Rules (points 2 and 5) and Limits To Prevent Concentration of Ownership (points 1 and 2).



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## APPENDIX 2 – TECHNIQUES, FINANCIAL INSTRUMENTS, AND INVESTMENT POLICIES

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### FINANCIAL DERIVATIVE INSTRUMENTS

#### 1. General Information

Without prejudice to any stipulations for one or more particular sub-funds, the Company is authorised, for each sub-fund and in conformity with the conditions set out below, to use financial derivative instruments, for hedging, efficient portfolio management or trading (investment) purposes, in accordance with point 6 of the section Eligible Assets of the Appendix 1 of the Prospectus (the “Appendix 1”).

Each sub-fund may, in the context of its investment policy and within the limits defined in the Appendix 1, invest in financial derivative instruments provided that the total risk to which the underlying assets are exposed does not exceed the investment limits stipulated in the section Diversification Rules of the Appendix 1. When a sub-fund invests in financial derivative instruments based on an index, these investments are not necessarily combined with the limits stipulated in the section Diversification Rules of the Appendix 1.

When a transferable security or a money market instrument comprises a derivative instrument, the derivative instrument must be taken into account for the application of the present provisions.

#### **Calculation of counterparty risk linked to OTC derivative instruments**

In conformity with the section Diversification Rules of the Appendix 1, the counterparty risk linked to OTC derivatives and efficient portfolio management techniques concluded by a sub-fund may not exceed 10% of its assets when the counterparty is a credit institution cited in point 5 of the section Eligible Assets of the Appendix 1, or 5% of its assets in other cases.

The counterparty risk linked to OTC financial derivatives shall be based, as the positive mark to market value of the contract.

#### **Valuation of OTC derivatives**

The Management Company will establish, document, implement and maintain arrangements and procedures which ensure appropriate, transparent and fair valuation of OTC derivatives.

#### **Efficient Portfolio Management techniques**

A sub-fund can use financial derivative instruments and Securities Financing Transactions for efficient portfolio management purpose provided that:

- (a) They are economically appropriate in that they are realised in a cost-effective way;
- (b) They are entered into for one or more of the following specific aims:
  - (i) reduction of risk;
  - (ii) reduction of cost;
  - (iii) generation of additional capital or income for a sub-fund with a level of risk which is consistent with the risk profile of the sub-fund and the section Diversification Rules of the Appendix 1;
- (c) Their risks are adequately captured by the risk management process of the sub-fund.

Efficient portfolio management shall not:

- a) result in a change of the investment objective of the concerned sub-fund; or
- b) add substantial additional risks in comparison to the original risk policy of the sub-fund.

Direct and indirect operational costs/fees arising from efficient portfolio management techniques may be deducted from the revenue delivered to the concerned sub-funds. These costs and fees will not include hidden revenues.

The following information is disclosed in the annual report of the Company:

- a) the exposure of each sub-fund obtained through efficient portfolio management techniques;
- b) the identity of the counterparty(ies) to these efficient portfolio management techniques;
- c) the type and amount of collateral received by the sub-funds to reduce counterparty exposure; and
- d) the revenues arising from efficient portfolio management techniques for the entire reporting period together with the direct and indirect operational costs and fees incurred.

#### **Types of Financial Derivative Instruments**

In compliance with its investment policy as detailed in Book II, a sub-fund may use a range of core derivatives and/or additional derivatives as described below.

##### **a) Core Derivatives**

A sub-fund may use a range of core derivatives such as:

- (i) Foreign exchange swaps;
- (ii) Forwards, such as foreign exchange contracts;
- (iii) Interest Rate Swaps – IRS;
- (iv) Financial Futures (on equities, interest rates, indices, bonds, currencies, commodity indices, or volatility indices);
- (v) Options (on equities, interest rates, indices, bonds, currencies, or commodity indices).

## b) Additional Derivatives

A sub-fund may use a range of additional derivatives such as:

- (i) Credit Default Swap - CDS (on Bonds, indices...), in order to express views on changes in perceived or actual creditworthiness of borrowers including companies, agencies, and governments, and the hedging of those risks;
- (ii) Total Return Swaps - TRS (as defined in point 5 below);
- (iii) All other Swaps: Equity Basket Swaps, Commodity Index Swaps, variance and volatility swaps, inflation swaps;
- (iv) Equity Linked Notes – ELN;
- (v) Contract For Difference – CFD;
- (vi) Warrants;
- (vii) Swaptions;
- (viii) structured financial derivatives, such as credit-linked and equity-linked securities;
- (ix) To-be-announced (TBA).

## Usage of Financial Derivative Instruments

A sub-fund may have recourse to derivatives as described below:

### a) Hedging

Hedging aims at reducing such as but not limited to the credit risks, currency risks, market risks, interest rate (duration) risks, Inflation risks.

Hedging occurs at a portfolio level or, in respect of currency, at share class level.

### b) Efficient Portfolio Management (EPM)

Efficient portfolio management aims at using derivatives instead of a direct investment when derivatives are a cost effective way, the quickest way or the only authorized way to get exposure to particular market a particular security or an acceptable proxy to perform any ex-post exposure adjustment to a particular markets, sectors or currencies, managing duration, yield curve exposure or credit spread volatility in order to reach the investment objective of the sub-fund.

### c) Investment

Investment purpose aims at using derivatives such as but not limited to enhance returns for the sub-fund, gaining on a particular markets, sectors or currencies and/or implementing investment strategies that can only be achieved through derivatives, such as a “long-short” strategy.

The table below sets out the main types of derivatives used for each sub-fund and what they are used for:

Sub-funds	Structural use of derivative	VaR	Core	Additional Derivatives							Purpose of derivatives		
				TRS	CDS	Other Swaps	Swaption	Warrant	CFD	others	hedging	EPM	investment
BNP Paribas Easy € Corp Bond SRI Fossil Free			X								X	X	
BNP Paribas Easy € Corp Bond SRI Fossil Free 1-3Y			X								X	X	
BNP Paribas Easy € Corp Bond SRI Fossil Free 3-5Y			X								X	X	
BNP Paribas Easy € High Yield SRI Fossil Free			X								X	X	
BNP Paribas Easy Bloomberg Barclays Euro Aggregate Treasury			X	X							X	X	
BNP Paribas Easy ECPI Circular Economy Leaders			X								X	X	
BNP Paribas Easy ECPI Global ESG Blue Economy			X								X	X	
BNP Paribas Easy ECPI Global ESG Infrastructure			X								X	X	
BNP Paribas Easy Energy & Metals Enhanced Roll	X		X	X							X	X	X
BNP Paribas Easy Equity Dividend Europe	X		X	X							X	X	X
BNP Paribas Easy Equity Low Vol Europe	X		X	X							X	X	X
BNP Paribas Easy Equity Low Vol US	X		X	X							X	X	X
BNP Paribas Easy Equity Momentum Europe	X		X	X							X	X	X
BNP Paribas Easy Equity Quality Europe	X		X	X							X	X	X
BNP Paribas Easy Equity Value Europe	X		X	X							X	X	X
BNP Paribas Easy ESG Growth Europe	X		X	X							X	X	X
BNP Paribas Easy FTSE EPRA/NAREIT Developed Europe			X								X	X	
BNP Paribas Easy FTSE EPRA Nareit Developed Europe ex UK Green CTB			X								X	X	
BNP Paribas Easy FTSE EPRA Nareit Global Developed Green CTB			X								X	X	
BNP Paribas Easy FTSE EPRA/NAREIT Eurozone Capped			X	X							X	X	
BNP Paribas Easy JPM ESG EMBI Global Diversified Composite			X	X							X	X	
BNP Paribas Easy JPM ESG EMBI Global Fossil Reduced 1-3Y			X	X							X	X	
BNP Paribas Easy JPM ESG EMU Government Bond IG 3-5Y			X								X	X	
BNP Paribas Easy Low Carbon 100 Europe PAB®			X								X	X	
BNP Paribas Easy Low Carbon 100 Eurozone PAB			X								X	X	
BNP Paribas Easy Low Carbon 300 World PAB			X								X	X	

Sub-funds	Structural use of derivative	VaR	Core	Additional Derivatives							Purpose of derivatives		
				TRS	CDS	Other Swaps	Swaption	Warrant	CFD	others	hedging	EPM	investment
BNP Paribas Easy Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged)			X	X							X	X	
BNP Paribas Easy MSCI China Select SRI S-Series 10% Capped			X								X	X	
BNP Paribas Easy MSCI Emerging Markets ex CW	X		X	X							X	X	X
BNP Paribas Easy MSCI Emerging SRI S-Series 5% Capped	X		X	X							X	X	X
BNP Paribas Easy MSCI EMU ESG Filtered Min TE			X								X	X	
BNP Paribas Easy MSCI EMU SRI S-Series 5% Capped			X								X	X	
BNP Paribas Easy MSCI Europe ex CW			X								X	X	
BNP Paribas Easy MSCI Europe ex UK ex CW			X								X	X	
BNP Paribas Easy MSCI Europe Small Caps SRI S-Series 5 % Capped	X		X	X							X	X	X
BNP Paribas Easy MSCI Europe SRI S-Series 5% Capped			X	X							X	X	
BNP Paribas Easy MSCI Japan ex CW			X	X							X	X	
BNP Paribas Easy MSCI Japan SRI S-Series 5% Capped			X	X							X	X	
BNP Paribas Easy MSCI North America ex CW			X	X							X	X	
BNP Paribas Easy MSCI Pacific ex Japan ex CW			X	X							X	X	
BNP Paribas Easy MSCI USA SRI S-Series 5% Capped			X	X							X	X	
BNP Paribas Easy MSCI World SRI S-Series 5% Capped			X	X							X	X	

## 2. Global Exposure

### Determination of global exposure

According to the Circular 11/512, the Management Company must calculate the sub-fund's global exposure at least once a day. The limits on global exposure must be complied with on an ongoing basis.

It is the responsibility of the Management Company to select an appropriate methodology to calculate the global exposure. More specifically, the selection should be based on the self-assessment by the Management Company of the sub-fund's risk profile resulting from its investment policy (including its use of financial derivative instruments).

### Risk measurement methodology according to the Sub-Fund's risk profile

The Sub-Funds are classified after a self-assessment of their risk profile resulting from their investments policy including their inherent derivative investment strategy that determines two risk measurements methodologies:

- The advanced risk measurement methodology such as the Value-at-Risk (VaR) approach to calculate global exposure where:
  - (a) The Sub-Fund engages in complex investment strategies which represent more than a negligible part of the Sub-Funds' investment policy;
  - (b) The Sub-Fund has more than a negligible exposure to exotic financial derivative instruments; or
  - (c) The commitment approach doesn't adequately capture the market risk of the portfolio.
- The commitment approach methodology to calculate the global exposure should be used in every other case.

**There are currently no Sub-Funds under VaR. All the existing Sub-Funds use the commitment approach methodology.**

### 2.1. Commitment approach methodology

- The commitment conversion methodology for **standard derivatives** is always the market value of the equivalent position in the underlying asset. This may be replaced by the notional value or the price of the futures contract where this is more conservative.
- For **non-standard derivatives**, an alternative approach may be used provided that the total amount of the financial derivative instruments represents a negligible portion of the Sub-Fund's portfolio;
- For **structured Sub-Funds**, the calculation method is described in the ESMA/2011/112 guidelines.

A financial derivative instrument is not taken into account when calculating the commitment if it meets both of the following conditions:

- (a) The combined holding by the Sub-Fund of a financial derivative instrument relating to a financial asset and cash which is invested in risk free assets is equivalent to holding a cash position in the given financial asset.
- (b) The financial derivative instrument is not considered to generate any incremental exposure and leverage or market risk.

The Sub-Fund's total commitment to financial derivative instruments, limited to 100 % of the portfolio's total net value, is quantified as the sum, as an absolute value, of the individual commitments, after possible netting and hedging arrangements.

### 2.2. VaR (Value at Risk) methodology

The global exposure is determined on a daily basis by calculating, the maximum potential loss at a given confidence level over a specific time period under normal market conditions.

Given the Sub-Fund's risk profile and investment strategy, the **relative VaR approach** or the **absolute VaR approach** can be used:

- In the **relative VaR approach**, a leverage free reference portfolio reflecting the investment strategy is defined and the Sub-Fund's VaR cannot be greater than twice the reference portfolio VaR.
- The **absolute VaR approach** concerns Sub-Funds investing in multi-asset classes and that do not define any investment target in relation to a benchmark but rather as an absolute return target; the level of the absolute VaR is strictly limited to 20%.

The **VaR limits** should always be set according to the defined risk profile.

To calculate VaR, the following parameters must be used: a 99% degree of confidence, a holding period of one month (20 days), an actual (historical) observation period for risk factors of at least 1 year (250 days)

The Management Company carries out a monthly **back testing** program and reports on a quarterly basis the excessive number of outlier to the senior management.

The Management Company calculates **stress tests** on a monthly basis in order to facilitate the management of risks associated with possible abnormal movements of the market.

### 2.3. Global Exposure for Feeder sub-funds

The global exposure of a Feeder sub-fund will be calculated by combining its own exposure through financial derivative instruments, with either:

- the Master actual exposure through financial derivative instruments in proportion to the Feeder investment into the Master; or
- the Master potential maximal global exposure related to financial derivative instruments as defined by the Master' management rules, or Articles of Association in proportion to the Feeder investment into the Master.

### 3. TRS

TRS can be used for both hedging and/or investment purposes.

When a sub-fund enters into a TRS or invests in other financial derivative instruments with similar characteristics, its assets will also comply with the provisions of the Appendix 1. The underlying exposures of the TRS or other financial derivative instruments with similar characteristics shall be taken into accounts to calculate the diversification rules laid down in the Appendix 1.

When a sub-fund enters into or invests in financial derivative instruments with similar characteristics, the underlying strategy and composition of the investment portfolio or index are described in Book II, and the following information will be disclosed in the annual report of the Company:

- The identification of the counterparty(ies) of the transactions;
- The underlying exposure obtained through financial derivative instruments;
- The type and amount of collateral received by the sub-funds to reduce counterparty exposure.

The counterparty does not assume any discretion over the composition or management of the sub-funds' investment portfolio or over the underlying of the financial derivative instruments, and its approval is not required in relation to any sub-fund investment portfolio transaction.

#### *Policy on sharing of return generated by TRS*

The return of the swap transaction, being the spread between the two legs of the transaction, is completely allocated to the sub-fund when positive, or completely charged to the sub-fund when negative. There are neither costs nor fees specific to the swap transaction charged to the sub-fund that would constitute revenue for the Management Company or another party.

#### *List of sub-funds using TRS*

The sub-funds using TRS, the maximum proportion of assets that can be subject to them and the expected proportion of assets that will be subject to each of them are listed below:

Sub-funds	TRS / NAV		
	Expected	Maximum	Type of TRS
Energy & Metals Enhanced Roll	200%	230%	unfunded
Equity Dividend Europe	200%	230%	unfunded
Equity Low Vol Europe	200%	230%	unfunded
Equity Low Vol US	200%	230%	unfunded
Equity Momentum Europe	200%	230%	unfunded
Equity Quality Europe	200%	230%	unfunded
Equity Value Europe	200%	230%	unfunded
ESG Growth Europe	200%	230%	unfunded
MSCI Emerging Markets ex CW	200%	230%	unfunded
MSCI Emerging SRI S-Series 5% Capped	200%	230%	unfunded
MSCI Europe Small Caps SRI S-Series 5% Capped	200%	230%	unfunded

The expected proportion mentioned above is defined as the sum of the absolute values of TRS nominals (with neither netting nor hedging arrangement) divided by the NAV. It is not a limit and the actual percentage may vary over time depending on factors including, but not limited to, market conditions. A higher level reflected by the maximum could be reached during the life of the sub-fund and the Prospectus will be modified accordingly.

### SECURITIES FINANCING TRANSACTIONS ("SFT")

In accordance with the Regulation 2015/2365 and Circulars 08/356 and 14/592, the Company may enter in securities financing transactions for the purpose of raising short term capital in order to enhance in a safe way the liquidity of the sub-fund.

#### *List of sub-funds using SFT*

The sub-funds using SFT, the maximum proportion of assets that can be subject to them and the expected proportion of assets that will be subject to each of them are listed below provided that the expected proportion is not a limit and the actual percentage may vary over time depending on factors including, but not limited to, market conditions:

At the date of this Prospectus, no sub-fund is using SFT.

#### *Policy on sharing of return generated by SFT*

The return of SFT, being the difference of market values between the two legs of the transactions, is completely allocated to the sub-fund when positive, or completely charged to the sub-fund when negative. There are neither costs nor fees specific to SFT charged to the sub-fund that would constitute an income for the Management Company or another party.

#### **Repurchase transactions / Reverse Repurchase transactions**

A Repurchase transaction consists of a forward transactions at the maturity of which the sub-fund has the obligation to repurchase the asset sold and the buyer (the counterparty) the obligation to return the asset received under the transaction.

A Reverse Repurchase transaction consists of a forward transaction at the maturity of which the seller (counterparty) has the obligation to repurchase the asset sold and the sub-fund the obligation to return the asset received under the transaction.

However, the involvement of a sub-fund in such agreements is subject to the following rules:

- a) Each sub-fund may buy or sell securities with repurchase options only if the counterparties in these agreements are first-rank financial institutions specialising in this type of transaction; and
- b) During the lifetime of a reverse repurchase agreement, a sub-fund may not sell the securities forming the subject of the contract until the counterparty's repurchase option has been exercised or the reverse repurchase term has expired.

In addition, each sub-fund must ensure that the value of the reverse repurchase transactions is at a level that the sub-fund is capable at all times to meet its redemption obligation towards shareholders.

#### *Eligible securities for reverse repurchase transaction:*

- a) Short-term bank certificates;
- b) Money market instruments;
- c) Bonds issued or guaranteed by a member of state of the OECD or by their local authorities or by supranational institutions and undertakings of a community, regional or worldwide nature;
- d) Money market UCIs (daily calculation and S&P AAA rated or equivalent);
- e) Bonds issued by non-governmental issuers offering an adequate liquidity;
- f) Shares listed or dealt on a regulated market of the EU or on a stock exchange of a member state of the OECD, provided that they are included in a main index.

#### *Limits for reverse repurchase transactions*

The securities which are the subject of reverse repurchase transactions must be compliant with the investment policy of the Company and must together with the other securities which the Company holds in its portfolio, globally comply with the investment restrictions of the Company.

A sub-fund that enters into a reverse repurchase agreement will ensure that:

- At any time the sub-fund may recall the full amount of cash or terminate the reverse repurchase agreement on either an accrued basis or a mark-to-market basis. When the cash is callable at any time on a mark-to-market basis, the mark-to-market value of the reverse repurchase agreement should be used for the calculation of the net asset value of the sub-fund.
- At any time the sub-fund may recall any securities subject to the repurchase agreement or terminate the repurchase agreement into which it has entered.
- Fixed-term repurchase and reverse repurchase agreements that do not exceed seven days should be considered as arrangements on terms that allow the assets to be recalled at any time by the sub-fund.

#### *Limits for repurchase transactions*

The assets received must be considered as collateral.

### **MANAGEMENT OF COLLATERAL IN RESPECT OF OTC DERIVATIVES AND SFT**

Assets received from counterparties in respect of Financial Derivatives Instruments and Securities Financial Transactions other than currency forwards constitute collateral in accordance with the Regulation 2015/2365 and Circular 14/592.

All collateral used to reduce counterparty risk exposure will comply with the following criteria at all times:

#### *Liquidity*

Any collateral received other than cash will be highly liquid and dealt in on a regulated market or multilateral trading facility with transparent pricing in order to be sold quickly at a price that is close to pre-sale valuation. Collateral received will also comply with the provisions of the section Limit To Prevent Concentration of Ownership of Appendix 1.

#### *Valuation*

Collateral received will be valued on at least a daily basis, according to mark-to-market, and assets that exhibit high price volatility will not be accepted as collateral unless suitably conservative haircuts are in place, dependant on the issuer's credit quality and the maturity of the received securities.

#### *Risks*

Risk linked to the management of collateral, such as operational and legal risks, will be identified, managed and mitigated by the risk management process.

#### *Safe-keeping (also for securities subject to TRS and SFT)*

Where there is a title transfer, the collateral received will be held by the Depositary. For other types of collateral arrangement, the collateral can be held by a third party depositary which is subject to prudential supervision, and which is unrelated to the provider of the collateral.

#### *Enforcement*

Collateral received will be capable of being fully enforced at any time without reference to or approval from the counterparty. The Company must ensure that it is able to claim its right on the collateral in case of the occurrence of any event requiring the execution thereof. Therefore the collateral must be available at all time either directly or through the intermediary of a the counterparty, in such a manner that the Company is able to appropriate or realised the securities given as collateral without delay if the counterparty fails to comply with its obligation to return the securities.

#### *Collateral diversification (asset concentration)*

Collateral should be sufficiently diversified in terms of country, markets and issuers. The criterion of sufficient diversification with respect to issuer concentration is considered to be respected if the sub-fund receives from a counterparty of efficient portfolio management and over-the-counter financial derivative transactions a basket of collateral with a maximum exposure to a given issuer of 20% of its net asset value. When a sub-fund is exposed to different counterparties, the different baskets of collateral should be aggregated to calculate the 20% limit of exposure to a single issuer. By way of derogation, a sub-fund may be fully collateralised in different transferable securities and money market instruments issued or guaranteed by any European Union Member State, one or more of its local authorities, a third country part of the OECD, Brazil, People's Republic of China, India, Russia, Singapore and South Africa, or a public international body to which one or more European Union Member States belong. Such a sub-fund should receive securities from at least six different issues, but securities from any single issue should not account for more than 30% of the sub-fund' net asset value.

The collateral received by a sub-fund should be issued by an entity that is independent from the counterparty and is expected not to display a high correlation with the performance of the counterparty.

#### *Stress testing*

For all the sub-funds receiving collateral for at least 30% of their assets, the Management Company will set up, in accordance with the Circular 14/592, an appropriate stress testing policy to ensure regular stress tests under normal and exceptional liquidity conditions to assess the liquidity risk attached to the collateral.

#### *Haircut policy*

The Management Company will set up, in accordance with the Circular 14/592, a clear haircut policy adapted for each class of assets received as collateral.

#### *Acceptable Collateral - Public regulatory grid*

Asset Class	Minimum Rating accepted	Margin required / NAV	Cap by asset class / NAV	Cap by Issuer / NAV
Cash (EUR, USD, GBP or other Valuation Currency)		[100 - 110%]	100%	
Fixed Income				
Eligible OECD Government Bonds	BBB	[100 - 115%]	100%	20%
Eligible Supra & Agencies	AA-	[100 - 110%]	100%	20%
Other Eligible Countries Government Bonds	BBB	[100 - 115%]	100%	20%
Eligible OECD Corporate Bonds	A	[100 - 117%]	100%	20%
Eligible OECD Corporate Bonds	BBB	[100 - 140%]	[10% - 30%]	20%
Eligible OECD Convertible Bonds	A	[100 - 117%]	[10% - 30%]	20%
Eligible OECD Convertible Bonds	BBB	[100 - 140%]	[10% - 30%]	20%
Money Market Units (1)	UCITS IV	[100 - 110%]	100%	20%
CD's (eligible OECD and other eligible countries)	A	[100 - 107%]	[10% - 30%]	20%
Eligible indices & Single equities linked		[100% - 140%]	100%	20%
Securitization (2)		[100% - 132%]	100%	20%

(1) Only Money Markets funds managed by BNPP AM. Any other UCITS eligible only upon ad-hoc approval by BNPP AM Risk

(2) Subject to conditions and ad-hoc approval by BNPP AM Risk

#### *Applicable limits*

##### *(i) Limits applicable to non-cash collateral*

In accordance with ESMA guidelines, non-cash collateral received by the Company should not be sold, re-invested or pledged.

Given the high quality of the acceptable collateral and the high quality nature of the selected counterparties, there is no maturity constraints applicable to the collateral received.

##### *(ii) Limits applicable to cash collateral*

Cash collateral received should only be:

- placed on deposit with entities prescribed in the section Eligible Assets of the Appendix 1;
- invested in high-quality government bonds;
- used for the purpose of reverse repurchase transactions provided the transactions are with credit institutions subject to prudential supervision and the sub-fund is able to recall at any time the full amount of cash on accrued basis;
- invested in short-term money market funds as defined in the Guidelines on a Common Definition of European money market Funds.

*(iii) Reuse of cash provided as collateral*

The Company may re-invest the cash it has received as collateral in the following eligible instruments in accordance with the applicable law and regulations including Circular 08/356 as amended by Circular 11/512 and ESMA guidelines:

- Money market UCIs (daily calculation and S&P AAA rating or equivalent);
- Short-term bank deposits;
- Money market instruments;
- Short-term bonds issued or guaranteed by a Member State of the European Union, Switzerland, Canada, Japan or the United States or by their local authorities or by supranational institutions and undertakings with EU, regional or world-wide scope;
- Bonds issued or guaranteed by first class issuers offering adequate liquidity, and

The financial assets other than bank deposit and units of UCIs that the Company has acquired by reinvesting the cash collateral must not be issued by an entity affiliated to the counterparty;

The financial assets acquired via the reinvestment of the cash collateral must not be kept with the counterparty, except if it is legally segregated from the counterparty's assets;

The financial assets acquired via the reinvestment of the cash collateral may not be pledged unless the Company has sufficient liquidities to be able to return the received collateral in the form of cash.

Reinvested cash collateral may lead to several risks such as currency exchange risk, counterparty risk, issuer risk, valuation and settlement risk, which can have an impact on the performance of the sub-fund concerned.

Exposures arising from the reinvestment of collateral received by the Company shall be taken into account within the diversification limits applicable under the Appendix 1.

*Criteria used to select Counterparties*

The Company will enter into transactions with counterparties which the Management Company believes to be creditworthy. They may be related companies at BNP Paribas Group.

Counterparties will be selected by the Management Company with respect for the following criteria:

- leading financial institutions;
- sound financial situation;
- ability to offer a range of products and services corresponding to the requirements of the Management Company;
- ability to offer reactivity for operational and legal points;
- ability to offer competitive price; and
- quality of the execution.

Approved counterparties are required to have a minimum rating of investment grade for OTC derivative counterparties provided however that credit quality assessment of counterparties does not rely only on external credit ratings. Alternative quality parameters are considered such as internal credit analysis assessment and liquidity and maturity of collateral selected. While there are no predetermined legal status or geographical criteria applied in the selection of the counterparties, these elements are typically taken into account in the selection process. Furthermore counterparties should comply with prudential rules considered by the CSSF as equivalent to EU prudential rules. The selected counterparties do not assume any discretion over the composition or management of the sub-funds' investment portfolios or over the underlying of the financial derivative instruments, and their approval is not required in relation to any sub-fund investment portfolio transaction.

The Company' annual report contains details regarding:

- a) the list of appointed counterparties to efficient portfolio management techniques and OTC derivatives;
- b) the identity of the issuer where collateral received has exceeded 20% of the assets of a sub-fund;
- c) whether a sub-fund has been fully collateralised.

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## APPENDIX 3 – INVESTMENT RISKS

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Investors must read the Prospectus carefully before investing in any of the Sub-Funds.

The value of the Shares will increase as the value of the securities owned by any Sub-Fund increases and will decrease as the value of the Sub-Fund's investments decreases. In this way, investors participate in any change in the value of the securities owned by the relevant Sub-Fund(s). In addition to the factors that affect the value of any particular security that a Sub-Fund owns, the value of the Sub-Fund's Shares may also change with movements in the stock and bond markets as a whole. Investors are also warned that sub-fund performance may not be in line with the stated "Investment objective" and that the capital they invest (after subscription commissions have been deducted) may not be returned to them in full.

A Sub-Fund may own securities of different types, or from different asset classes (e.g. equities, bonds, money market instruments, financial derivative instruments) depending on the Sub-Fund's investment objective. Different investments have different types of investment risk. The Sub-Funds also have different kinds of risks, depending on the securities they hold. This "Investment Risks" section contains explanations of the various types of investment risks that may be applicable to the Sub-Funds. Please refer to the Book II of this Prospectus for details as to the principal risks applicable to each Sub-Fund. Investors should be aware that other risks may also be relevant to the Sub-Funds from time to time.

### I. GENERAL RISKS

This section explains some of the risks that apply to all the Sub-Funds. It does not aim to be a complete explanation and other risks may also be relevant from time to time. In particular, the Company's performance may be affected by changes in market and/or economic and political conditions, and in legal, regulatory and tax requirements. No guarantee or representation is made that the investment program will be successful and there can be no assurance that the Sub-Fund(s)' investment objective(s) will be achieved. Also, past performance is no guide to future performance, and the value of investments may go down as well as up. Changes in rates of exchange between currencies may cause the value of a Sub-Fund's investments to diminish or increase.

The Company or any of its Sub-Funds may be exposed to risks that are outside of their control – for example legal and regulatory risks from investments in countries with unclear and changing laws or the lack of established or effective avenues for legal redress or as a result of the registration of the Sub-Funds in non-EU jurisdictions, the Sub-Funds may be subject, without any notice to the shareholders in the Sub-Funds concerned, to more restrictive regulatory regimes potentially preventing the Sub-Funds from making the fullest possible use of the investment limits. Regulators and self-regulatory organizations and exchanges are authorized to take extraordinary actions in the event of market emergencies. The effect of any future regulatory action on the Company could be substantial and adverse. The Sub-Funds may be exposed to the risk of terrorist actions, to the risk that economic and diplomatic sanctions may be in place or imposed on certain States and military action may be commenced. The impact of such events is unclear, but could have a material effect on general economic conditions and market liquidity. Investors are reminded that in certain circumstances their right to redeem Shares may be suspended as further described in the Book I.

The Company or any of its Sub-Funds may be exposed to operational risks, being the risk that operational processes, including those related to the safekeeping of assets, valuation and transaction processing may fail, resulting in losses. Potential causes of failure may arise from human errors, physical and electronic system failures and other business execution risks as well as external events.

### II. SPECIFIC RISKS

#### **Alternative Investment Strategies Risks**

Alternative investment strategies involve risks that depend on the type of investment strategy: investment risk (specific risk), model risk, portfolio construction risk, valuation risk (when OTC derivative), counterparty risk, credit risk, liquidity risk, leverage risk (risk that losses exceed the initial investment), financial derivative instruments short selling risk (cf. risks due to short selling via financial derivative instruments).

#### **Cash Collateral Reinvestment Risk**

Cash received as collateral may be reinvested, in compliance with the diversification rules specified in the Art. 43 (e) of CSSF Circular 14/592 exclusively in eligible risk free assets. There is a risk that the value on return of the reinvested cash collateral may not be sufficient to cover the amount required to be repaid to the counterparty. In this circumstance, the Sub-Fund would be required to cover the shortfall.

#### **Collateral Management Risk**

Collateral may be used to mitigate counterparty risk. There is a risk that the collateral taken, especially where it is in the form of securities, when realized does not raise sufficient cash to settle the counterparty's liability. This may be due to factors including inaccurate collateral pricing, adverse market movements in the value of collateral, a deterioration in the credit rating of the issuer of the collateral, or the illiquidity of the market in which the collateral is traded. Please also refer to "Liquidity Risk" above in respect of liquidity risk which may be particularly relevant when collateral takes the form of securities. Where a Sub-Fund is in turn required to post collateral with a counterparty, there is a risk that the value of the collateral placed is higher than the cash or investments received by the Sub-Fund. In either case, where there are delays or difficulties in recovering assets or cash, collateral posted with counterparties, or realising collateral received from counterparties, the Sub-Funds may face difficulties in meeting redemption or purchase requests or in meeting delivery or purchase obligations under other contracts.

#### **Commodity Related Exposure Risk**

A Sub-Fund's exposure to investments in commodities related instruments presents unique risks. Investing in commodities related instruments, including trading in commodities indices and financial derivative instruments related to commodities, can be extremely volatile. Market prices of commodities may fluctuate rapidly based on numerous factors, including: changes in supply and demand relationships (whether actual, perceived, anticipated, unanticipated or unrealised), weather, agriculture, trade, domestic and foreign political and economic events and policies, diseases, pestilence, technological developments, monetary and other governmental policies.



### **Concentration Risk**

Some Sub-Funds may have an Investment Policy that invests a large portion of the assets in a limited number of issuers, industries, sectors or a limited geographical area. Being less diversified, such Sub-Funds may be more volatile than broadly diversified Sub-Funds and carry a greater risk of loss.

### **Contingent Convertible Risk**

Contingent convertible securities ("Cocos") are a form of hybrid debt security that are intended to either automatically convert into equity or have their principal written down upon the occurrence of certain "triggers" linked to regulatory capital thresholds or where the issuing banking institution's regulatory authorities considers this to be necessary. CoCos will have unique equity conversion or principal write-down features which are tailored to the issuing banking institution and its regulatory requirements. Some additional risks associated with CoCos are set forth below:

- *Trigger level risk:* Trigger levels differ and determine exposure to conversion risk depending on the capital structure of the issuer. The conversion triggers will be disclosed in the prospectus of each issuance. The trigger could be activated either through a material loss in capital as represented in the numerator or an increase in risk weighted assets as measured in the denominator.
- *Capital structure inversion risk:* Contrary to classic capital hierarchy, CoCos investors may suffer a loss of capital when equity holders do not, e.g. when a high trigger principal write-down CoCos is activated. These cuts against the normal order of capital structure hierarchy where equity holders are expected to suffer the first loss. This is less likely with a low trigger CoCos when equity holders will already have suffered loss. Moreover, high trigger CoCos may suffer losses not at the point of gone concern but conceivably in advance of lower trigger CoCos and equity.
- *Liquidity and concentration risks:* In normal market conditions CoCos comprise mainly realisable investments which can be readily sold. The structure of the instruments is innovative yet untested. In a stressed environment, when the underlying features of these instruments will be put to the test, it is uncertain how they will perform. In the event a single issuer activates a trigger or suspends coupons it is not known whether the market will view the issue as an idiosyncratic or systemic event. In the latter case, potential price contagion and volatility to the entire asset class is possible. Furthermore, in an illiquid market, price formation may be increasingly stressed. While diversified from an individual company perspective the nature of the universe means that the Sub-Fund may be concentrated in a specific industry sector and the Net Asset Value of the Sub-Fund may be more volatile as a result of this concentration of holdings relative to a Sub-Fund which diversifies across a larger number of sectors.
- *Valuation risk:* The attractive return on this type of instrument may not be the only criterion guiding the valuation and the investment decision. It should be viewed as a complexity and risk premium, investors have to fully consider the underlying risks.
- *Call extension risk:* as CoCos can be issued as perpetual instruments, investors may not be able to recover their capital if expected on call date or indeed at any date.
- *Risk of coupon cancellation:* with certain types of CoCo Bonds, the payment of coupons is discretionary and may be cancelled by the issuer at any time and for an indeterminate period.

### **Counterparty Risk**

Counterparty risk is the risk to each party of a contract that the counterparty will fail to perform its contractual obligations and/or to respect its commitments under the term of such contract, whether due to insolvency, bankruptcy or other cause. When over-the-counter (OTC) or other bilateral contracts are entered into (inter alia OTC derivatives, repurchase agreements, security lending, etc.), the Company may find itself exposed to risks arising from the solvency of its counterparties and from their inability to respect the conditions of these contracts. If counterparty does not live up to its contractual obligations, it may affect investor returns.

### **Credit Risk**

Credit risk, a fundamental risk relating to all fixed income securities as well as Money Market Instruments, is the risk that an issuer will fail to make principal and interest payments when due. Issuers with higher credit risk typically offer higher yields for this added risk. Conversely, issuers with lower credit risk typically offer lower yields. Generally, government securities are considered to be the safest in terms of credit risk, while corporate debt, especially those with poorer credit ratings, have the highest credit risk. Changes in the financial condition of an issuer, changes in economic and political conditions in general, or changes in economic and political conditions specific to an issuer (particularly a sovereign or supranational issuer), are all factors that may have an adverse impact on an issuer's credit quality and security values. Related to credit risk is the risk of downgrade by a rating agency. Rating agencies such as Standard & Poor's, Moody's and Fitch, among others, provide ratings for a wide array of fixed income securities (corporate, sovereign, or supranational) which are based on their creditworthiness. The agencies may change their ratings from time to time due to financial, economic, political, or other factors, which, if the change represents a downgrade, can adversely impact the value of the affected securities.

### **Currency Exchange Risk**

This risk is present in each Sub-Fund having positions denominated in currencies that differ from its Accounting Currency. If the currency in which a security is denominated appreciates in relation to the Accounting Currency of the Sub-Fund, the exchange value of the security in the Accounting Currency will appreciate; conversely, a depreciation of the denomination currency will lead to a depreciation in the exchange value of the security. When the manager is willing to hedge the currency exchange risk of a transaction, there is no guarantee that such operation will be completely effective.

### **Custody Risk**

Assets of the Company are safe kept by the Custodian and Investors are exposed to the risk of the custodian not being able to fully meet its obligation to reconstitute in a short timeframe all of the assets of the Company in the case of bankruptcy of the Custodian. The assets of the Company will be identified in the Custodian's books as belonging to the Company. Securities and debt obligations held by the Custodian will be segregated from other assets of the Custodian which mitigates but does not exclude the risk of non-restitution in case of bankruptcy. However, no such segregation applies to cash which increases the risk of non-restitution in case of bankruptcy. The Custodian does not keep all the assets of the Company itself but uses a network of Sub-Custodians which are not part of the same group of companies as the Custodian. Investors are also exposed to the risk of bankruptcy of the Sub-Custodians. A Sub-Fund may invest in markets where custodial and/or settlement systems are not fully developed.

### **Derivatives Risk**

The performance of derivative instruments depends largely on the performance of an underlying currency, security, index or other reference asset, and such instruments often have risks similar to the underlying instrument, in addition to other risks. A Sub-Fund may use options, futures, options on futures, and forward contracts on currencies, securities, indices, interest rates or other reference assets

for hedging, efficient portfolio management and/or investment purposes, as described in Appendix 2. Derivative instruments involve costs and can create economic leverage in the Sub-Fund's portfolio which may result in significant volatility and cause the Sub-Fund to participate in losses (as well as gains) in an amount that significantly exceeds the Sub-Fund's initial investment.

#### **Distressed Securities Risk**

Distressed securities may be defined as debt securities that are officially in restructuring or in payment default and whose rating (by at least one of the major rating agencies) is lower than CCC-. Investment in distressed securities may cause additional risks for a Sub-Fund. Such securities are regarded as predominantly speculative with respect to the issuer's capacity to pay interest and principal or maintain other terms of the offer documents over any long period of time. They are generally unsecured and may be subordinated to other outstanding securities and creditors of the issuer. Whilst such issues are likely to have some quality and protective characteristics, these are outweighed by large uncertainties or major risk exposure to adverse economic conditions. Therefore, a Sub-Fund may lose its entire investment, may be required to accept cash or securities with a value less than its original investment and/or may be required to accept payment over an extended period of time. Recovery of interest and principal may involve additional cost for the relevant Sub-Fund.

#### **Efficient Portfolio Management Techniques Risk**

Efficient portfolio management techniques, such as repurchase and reverse repurchase transactions, involve certain risks. Investors must notably be aware that:

- In the event of the failure of the counterparty with which cash of a Sub-Fund has been placed, there is the risk that collateral received may yield less than the cash placed out, whether because of inaccurate pricing of the collateral, adverse market movements, a deterioration in the credit rating of issuers of the collateral, or the illiquidity of the market in which the collateral is traded.
- Locking cash in transactions of excessive size or duration, delays in recovering cash placed out, or difficulty in realizing collateral may restrict the ability of the Sub-Fund to meet sale requests, security purchases or, more generally, reinvestment.
- Repurchase transactions will, as the case may be, further expose a Sub-Fund to risks similar to those associated with financial derivative instruments, which risks are described above.
- In a reverse repurchase transaction, a Sub-Fund could incur a loss if the value of the purchased securities has decreased in value relative to the value of the cash or margin held by the relevant Sub-Fund.

#### **Emerging Markets Risk**

A Sub-Fund may invest in less developed or emerging markets. These markets may be volatile and illiquid and the investments of the Sub-Fund in such markets may be considered speculative and subject to significant delays in settlement. Practices in relation to settlement of securities transactions in emerging markets involve higher risks than those in developed markets, in part because the Sub-Fund will need to use brokers and counterparties which are less well capitalised, and custody and registration of assets in some countries may be unreliable. Delays in settlement could result in investment opportunities being missed if a Sub-Fund is unable to acquire or dispose of a security. The risk of significant fluctuations in the net asset value and of the suspension of redemptions in those Sub-Funds may be higher than for Sub-Funds investing in major world markets. In addition, there may be a higher than usual risk of political, economic, social and religious instability and adverse changes in government regulations and laws in emerging markets and assets could be compulsorily acquired without adequate compensation. The assets of a Sub-Fund investing in such markets, as well as the income derived from the Sub-Fund, may also be affected unfavourably by fluctuations in currency rates and exchange control and tax regulations and consequently the net asset value of Shares of that Sub-Fund may be subject to significant volatility. Some of these markets may not be subject to accounting, auditing and financial reporting standards and practices comparable to those of more developed countries and the securities markets of such countries may be subject to unexpected closure.

#### **Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments**

The lack of common or harmonized definitions and labels integrating ESG and sustainability criteria at EU level may result in different approaches by index providers when setting ESG objectives. This also means that it may be difficult to compare strategies integrating ESG and sustainability criteria to the extent that the selection and weightings applied to select investments may be based on metrics that may share the same name but have different underlying meanings. In evaluating a security based on the ESG and sustainability criteria, the index provider may also use data sources provided by external ESG research providers. Given the evolving nature of ESG, these data sources may for the time being be incomplete, inaccurate or unavailable. Applying responsible business conduct standards in the investment process may lead to the exclusion of securities of certain issuers. Consequently, the Sub-Fund's performance may at times be better or worse than the performance of comparable funds and/or indices that do not apply such standards.

Unmanaged or unmitigated sustainability risks can impact the returns of financial products. For instance, should an environmental, social or governance event or condition occur, it could cause an actual or a potential material negative impact on the value of an investment. The occurrence of such event or condition may lead as well to the reshuffle of a Sub-Fund investment strategy/index composition by the index provider, including the exclusion of securities of certain issuers.

Specifically, the likely impact from sustainability risks can affect issuers via a range of mechanisms including: 1) lower revenue; 2) higher costs; 3) damage to, or impairment of, asset value; 4) higher cost of capital; and 5) fines or regulatory risks. Due to the nature of sustainability risks and specific topics such as climate change, the chance of sustainability risks impacting the returns of financial products is likely to increase over longer-term time horizons.

#### **Equity Risk**

The risks associated with investments in equity (and similar instruments) include significant fluctuations in prices, negative information about the issuer or market and the subordination of a Company's shares to its bonds. Moreover, such fluctuations are often exacerbated in the short-term. The risk that one or more companies suffer a downturn or fail to grow can have a negative impact on the performance of the overall portfolio at a given time. There is no guarantee that investors will see an appreciation in value. The value of investments and the income they generate may go down as well as up and it is possible that investors will not recover their initial investment.

Some Sub-Funds may invest in initial public offerings ("IPOs"). IPO risk is the risk that the market values of IPO shares may experience high volatility from factors such as the absence of a prior public market, unseasoned trading, the limited number of shares available for trading and limited information about the issuer. Additionally, a Sub-Fund may hold IPO shares for a very short period of time, which may increase a Sub-Fund's expenses. Some investments in IPOs may have an immediate and significant impact on a Sub-Fund's performance.

Sub-Funds investing in growth stocks may be more volatile than the market in general and may react differently to economic, political and market developments and to specific information about the issuer. Growth stocks traditionally show higher volatility than other stocks, especially over short periods. These stocks may also be more expensive in relation to their profits than the market in general. Consequently, growth stocks may react with more volatility to variations in profit growth.

#### **Hedge Share Class Contagion Risk**

Where a Hedged or Return Hedged share class is available in a Sub-Fund, the use of derivatives that are specific to this share-class may have an adverse impact on other share-classes of the same Sub-Fund. In particular, the use of a derivative overlay in a currency risk hedged share class introduces potential counterparty and operational risks for all investors in the Sub-Fund. This could lead to a risk of contagion to other share classes, some of which might not have any derivative overlay in place.

#### **High Yield Bond Risk**

When investing in fixed income securities rated below investment grade, there is a higher risk that such the issuer is unable or unwilling to meet its obligations, therefore exposing the Sub-Fund to a loss corresponding to the amount invested in such security.

#### **Market Risk**

Market risk is a general risk that affects all investments. Price for financial instruments are mainly determined by the financial markets and by the economic development of the issuers, who are themselves affected by the overall situation of the global economy and by the economic and political conditions prevailing in each relevant country.

#### **Legal Risk**

There is a risk that agreements and derivatives techniques are terminated due, for instance, to bankruptcy, illegality, change in tax or accounting laws. In such circumstances, a Sub-Fund may be required to cover any losses incurred. Furthermore, certain transactions are entered into on the basis of complex legal documents. Such documents may be difficult to enforce or may be the subject to a dispute as to interpretation in certain circumstances. Whilst the rights and obligations of the parties to a legal document may be governed by Luxembourg law, in certain circumstances (insolvency proceedings) other legal systems may take priority which may affect the enforceability of existing transactions. The use of derivatives may also expose a Sub-Fund to the risk of loss resulting from changing laws or from the unexpected application of a law or regulation, or because a court declares a contract not legally enforceable.

#### **Liquidity Risk**

Liquidity risk takes two forms: asset side liquidity risk and liability side liquidity risk. Asset side liquidity risk refers to the inability of a Sub-Fund to sell a security or position at its quoted price or market value due to such factors as a sudden change in the perceived value or credit worthiness of the position, or due to adverse market conditions generally. Liability side liquidity risk refers to the inability of a Sub-Fund to meet a redemption request, due to the inability of the Sub-Fund to sell securities or positions in order to raise sufficient cash to meet the redemption request. Markets where the Sub-Fund's securities are traded could also experience such adverse conditions as to cause exchanges to suspend trading activities. Reduced liquidity due to these factors may have an adverse impact on the Net Asset Value of the Sub-Fund and on the ability of the Sub-Fund to meet redemption requests in a timely manner.

#### **Real Estate Related Exposure Risk**

Sub-Funds may indirectly invest in the real estate sector via transferable securities and/or real estate funds. Real estate values rise and fall in response to a variety of factors, including local, regional and national economic conditions, interest rates and tax considerations. When economic growth is slow, demand for property decreases and prices may decline. Property values may decrease because of overbuilding, increases in property taxes and operating expenses, changes in zoning laws, environmental regulations or hazards, uninsured casualty or condemnation losses, or general decline in neighbourhood values.

#### **Risks Related to Investments in Some Countries**

Investments in some countries (e.g. China, Greece, India, Indonesia, Japan, Saudi Arabia and Thailand) involve risks linked to restrictions imposed on foreign investors and counterparties, higher market volatility and lack of liquidity. Consequently, some shares may not be available to the Sub-Fund due to the number of foreign shareholders authorized or if the total investment permitted for foreign shareholders has been reached. In addition, the repatriation by foreign investors of their share, capital and/or dividends may be restricted or require the approval of the government. The Company will only invest if it considers that the restrictions are acceptable. However, no guarantee can be given that additional restrictions will not be imposed in future.

#### **Small Cap, Specialised or Restricted Sectors Risk**

Sub-Funds investing in small caps or specialised or restricted sectors are likely to be subject to a higher than average volatility due to a high degree of concentration, greater uncertainty because less information is available, there is less liquidity, or due to greater sensitivity to changes in market conditions. Smaller companies may lack depth of management, be unable to generate funds necessary for growth or development, have limited product lines or be developing or marketing new products or services for which markets are not yet established and may never become established. Smaller companies may be particularly affected by interest rate increases, as they may find it more difficult to borrow money to continue or expand operations, or may have difficulty in repaying any loans which are floating-rate.

#### **Swing Pricing Risk**

The actual cost of purchasing or selling the underlying investments of a Sub-Fund may be different from the carrying value of these investments in the Sub-Fund's valuation. The difference may arise due to dealing and other costs (such as taxes) and/or any spread between the buying and selling prices of the underlying investments. These dilution costs can have an adverse effect on the overall value of a Sub-Fund and thus the net asset value per share may be adjusted in order to avoid disadvantaging the value of investments for existing shareholders.

#### **Tracking Error Risk**

The performance of the Sub-Fund may deviate from the actual performance of the underlying index due to factors including but not limited to liquidity of the index constituents, possible stock suspensions, trade band limits decided by the stock exchanges, changes in taxation of capital gains and dividends, discrepancies between the tax rates applied to the Sub-Fund and to the index on capital gains and dividends, limitations or restrictions on foreign investors ownership of shares imposed by the governments, fees and expenses, changes to the underlying index and operational inefficiencies. In addition, the Sub-Fund may not be able to invest in certain securities included in the underlying index or invest in them in the exact proportions they represent of the index due to legal restrictions imposed by the governments, a lack of liquidity on stock exchanges or other reasons. There could be other factors which can impact the Tracking Error.

### **Warrant Risk**

Warrants are complex, volatile, high-risk instruments. One of the principal characteristics of warrants is the “leverage effect” whereby a change in the value of the underlying asset can have a disproportionate effect on the value of the warrant. There is no guarantee that, in the event of an illiquid market, it will be possible to sell the warrant on a secondary market.

### **III. SPECIFIC RISKS RELATED TO INVESTMENTS IN MAINLAND CHINA**

Certain sub-funds may invest in Chinese domestic securities market, i.e. China A-Shares, debt instruments traded on the China Interbank Bond market and other permitted domestic securities in accordance with the investment policies of the relevant sub-fund. Investing in the PRC (“People’s Republic of China”) carries a high degree of risk. Apart from the usual investment risks, investing in the PRC is also subject to certain other inherent risks and uncertainties.

#### **Government intervention and restriction risk:**

The economy of China, which has been in a state of transition from a planned economy to a more market oriented economy, differs from the economies of most developed countries in many respects, including the level of government involvement, state of development, growth rate, control of foreign exchange and allocation of resources. Such interventions or restrictions by the PRC government may affect the trading of Chinese domestic securities and have an adverse effect of the relevant sub-funds,

The PRC government has in recent years implemented economic reform measures emphasising the utilisation of market forces in the development of the PRC’s economy and a high level of management autonomy. However, there can be no assurance that the PRC government will continue to pursue such economic policies or, if it does, that those policies will continue to be successful. Any adjustment and modification of those economic policies may have an adverse impact on the securities markets in the PRC as well as on overseas companies which trade with or invest in the PRC.

Moreover, the PRC government may intervene in the economy, possible interventions include restrictions on investment in companies or industries deemed sensitive to relevant national interests. In addition, the PRC government may also intervene in the financial markets by, such as but not limited to, the imposition of trading restrictions or the suspension of short selling for certain stocks. Such interventions may induce a negative impact on the market sentiment which may in turn affect the performance of the sub-funds. Investment objective of the sub-funds may be failed to achieve as a result.

The PRC legal system may not have the level of consistency or predictability as in other countries with more developed legal systems. Due to such inconsistency and unpredictability, if the sub-funds were to be involved in any legal dispute in the PRC, it may experience difficulties in obtaining legal redress or in enforcing its legal rights. Thus, such inconsistency or future changes in legislation or the interpretation thereof may have adverse impact upon the investments and the performance of the sub-funds in the PRC.

#### **PRC Political, Economic and Social Risks:**

The economy of the PRC has experienced significant growth in the past twenty years, but growth has been uneven both geographically and among various sectors of the economy. Economic growth has also been accompanied by periods of high inflation. The PRC government may from time to time adopt corrective measures to control inflation and restrain the rate of economic growth, which may also have an adverse impact on the capital growth and performance of the sub-funds. Further, political changes, social instability and adverse diplomatic developments in the PRC could result in the imposition of additional government restrictions including the expropriation of assets, confiscatory taxes or nationalisation of some or all of the investments held by the underlying securities in which the sub-funds may invest.

#### **Government control of cross-border currency conversion and future movements in exchange rates:**

Currently, the RMB is traded in two different and separated markets, i.e. one in the Mainland China, and one outside the Mainland China (primarily in Hong Kong). The two RMB markets operate independently where the flow between them is highly restricted. Though the CNH is a proxy’s of the CNY, they do not necessarily have the same exchange rate and their movement may not be in the same direction. This is because these currencies act in separate jurisdictions, which leads to separate supply and demand conditions for each, and therefore separate but related currency markets. While the RMB traded outside the Mainland China, the CNH, is subject to different regulatory requirements and is more freely tradable, the RMB traded in the Mainland China, the CNY, is not a freely convertible currency and is subject to foreign exchange control policies of and repatriation restrictions imposed by the central government of the Mainland China, that could possibly be amended from time to time, which will affect the ability of the sub-funds to repatriate monies. Investors should also note that such restrictions may limit the depth of the RMB market available outside of Mainland China. If such policies or restrictions change in the future, the position of the sub-funds or its Shareholders may be adversely affected. Generally speaking, the conversion of CNY into another currency for capital account transactions is subject to SAFE (“State Administration of Foreign Exchange”) approvals. Such conversion rate is based on a managed floating exchange rate system which allows the value of CNY to fluctuate within a regulated band based on market supply and demand and by reference to a basket of currencies. Any divergence between CNH and CNY may adversely impact investors who intend to gain exposure to CNY through investments in a sub-fund.

#### **Accounting and Reporting Standards:**

PRC companies which may issue RMB securities to be invested by the sub-funds are required to follow PRC accounting standards and practices which follow international accounting standards to a certain extent. However, the accounting, auditing and financial reporting standards and practices applicable to PRC companies may be less rigorous, and there may be significant differences between financial statements prepared in accordance with the PRC accounting standards and practice and those prepared in accordance with international accounting standards. As the disclosure and regulatory standards in China are less stringent than in more developed markets, there might be substantially less publicly available information about Chinese issuers. Therefore, less information may be available to the sub-funds and other investors. For example, there are differences in the valuation methods of properties and assets and in the requirements for disclosure of information to investors.

#### **PRC Taxation Risk:**

Investment in the sub-funds may involve risks due to uncertainty in tax laws and practices in the PRC. According to PRC tax laws, regulations and policies (“PRC Tax Rules”), a non-PRC tax resident enterprise (such as FII and certain eligible foreign institutional investors) without a permanent establishment or place in the PRC (such as FII) will generally be subject to withholding income tax of 10% on its PRC sourced income, subject to below elaboration:

##### ***Capital gain***

According to a tax circular issued by the Ministry of Finance of the PRC (“MoF”), SAT and CSRC dated 31 October 2014, capital gain derived from the transfer of PRC equity investment assets such as China A-Shares on or after 17 November 2014 is

temporarily exempt from PRC income tax. However, capital gain realised by FII's prior to 17 November 2014 is subject to PRC income tax in accordance with the provisions of the laws. The MoF, the SAT and the CSRC also issued joint circulars in 2014 and 2016 to clarify the taxation of the Stock Connect, in which capital gain realized from the transfer of China A-Shares via Stock Connect is temporarily exempt from PRC income tax.

Based on verbal comments from the PRC tax authorities, gains realized by foreign investors (including FII's) from investment in PRC debt securities are non-PRC sourced income and thus should not be subject to PRC income tax. However, there are no written tax regulations issued by the PRC tax authorities to confirm that interpretation. As a matter of practice, the PRC tax authorities have not levied PRC income tax on capital gains realised by FII's from the trading of debt securities, including those traded via CIBM.

#### *Dividend*

Under the current PRC Tax Rules, non-PRC tax resident enterprises are subject to PRC withholding income tax on cash dividends and bonus distributions from PRC enterprises. The general rate applicable is 10%, subject to reduction under an applicable double tax treaty and agreement by the PRC tax authorities.

#### *Interest*

Unless a specific exemption is applicable, non-PRC tax resident enterprises are subject to PRC withholding tax on the payment of interests on debt instruments issued by PRC tax resident enterprises, including bonds issued by enterprises established within the PRC. The general withholding tax rate applicable is 10%, subject to reduction under an applicable double tax treaty and agreement by the PRC tax authorities.

Interest derived from government bonds issued by the in-charge Finance Bureau of the State Council and/or local government bonds approved by the State Council is exempt from income tax under PRC Tax Rules.

According to a tax circular jointly issued by the Ministry of Finance of the PRC ("MoF") and the State Administration of Taxation of the PRC ("SAT") on 7 November 2018, foreign institutional investors are temporarily exempt from PRC income tax with respect to bond interest income derived in the PRC bond market for the period from 7 November 2018 to 6 November 2021. However, there is no guarantee that such temporary tax exemption will continue to apply, will not be repealed and imposed on a retrospective basis, or that no new tax regulations and practice in China specifically relating to the PRC bond market will not be promulgated in the future.

#### *Value-added tax ("VAT")*

VAT at 6% shall be levied on the difference between the selling and buying prices of those marketable securities starting from 1 May 2016. According to the latest PRC Tax Rules, the gains derived from trading of marketable securities (including A-shares and other PRC listed securities) are exempted from VAT. In addition, deposit interest income and interest received from government bonds and local government bonds are also exempt from VAT.

According to a tax circular, foreign institutional investors are temporarily exempt from VAT with respect to bond interest income derived in the PRC bond market for the period from 7 November 2018 to 6 November 2021. However, there is no guarantee that such temporary tax exemption will continue to apply, will not be repealed and imposed on a retrospective basis, or that no new tax regulations and practice in China specifically relating to the PRC bond market will not be promulgated in the future.

Dividend income or profit distributions on equity investment derived from PRC are not included in the taxable scope of VAT.

There are no specific PRC Tax Rules which govern the taxation of gains on the disposal of other investments, and the current practice of exemption may not be consistently applied to all such investments and is based on verbal comments and practice of the tax administration. The PRC Tax Rules may not be interpreted and applied as consistent and transparent as those of more developed countries and may vary from city to city and in some cases certain taxes which could be considered payable are not actively enforced for collection, nor is any mechanism provided for payment. Moreover, the existing PRC Tax Rules and practices may be changed or amended in the future, e.g.: the PRC government may abolish temporary tax incentives that are currently offered to foreign investors, and they may be changed with retrospective effect and could be applied along with penalties and / or late payment interest. Such new PRC Tax Rules may operate to the advantage or disadvantage of the investors.

Tax provisions could be made for the sub-funds. In light of the uncertainty and in order to meet the potential tax liability, the Company reserves the right to adjust such provision as deemed necessary. Investors should be aware that the net asset value of the sub-funds on any Valuation Day may not accurately reflect Chinese tax liabilities. Depending on the tax liabilities payable, it may bring positive or negative impact to the performance and net asset value of the sub-funds. In the event penalties or late payment interest could be applicable due to factors such as retrospective amendments, changes in practice or uncertain regulations, this could impact the net asset value at the time of settlement with the PRC tax authorities. In the case where the amount of tax provisions made is less than the tax liabilities payable, the amount of shortfall will be deducted from the sub-fund's assets and affecting the sub-fund's net asset value adversely. In the opposite case where the amount of tax provisions made is more than the tax liabilities payable, the release of extra tax provision will affect the sub-fund's net asset value positively. This will only benefit existing investors. Investors who have redeemed their Shares before the tax liabilities amount is determined will not be entitled to any part of such release of extra tax provision.

#### *Specific risks related to investments in Mainland China equity securities*

In common with other emerging markets, the Chinese market may be faced with relatively low transaction volumes, and endure periods of lack of liquidity or considerable price volatility. The existence of a liquid trading market for China A-Shares may depend on whether there is supply of, and demand for, such China A-Shares. The price at which securities may be purchased or sold by the sub-funds and the net asset value of the sub-funds may be adversely affected if trading volumes on markets for China A-Shares (Shanghai Stock Exchange and Shenzhen Stock Exchange) are limited or absent. The China A-Share market may be more volatile and unstable (for example, due to government intervention or in the case where a particular stock resumes trading at a very different level of price after its suspension). Market volatility and settlement difficulties in the China A-Share markets may also result in significant fluctuations in the prices of the securities traded on such markets and thereby may affect the value of the sub-funds. Subscriptions and redemptions of Shares in the sub-funds may also be disrupted accordingly.

#### *Trading limitations Risk:*

Trading band limits are imposed by the stock exchanges in the PRC on China A-Shares, where trading in any China A-Share on the relevant stock exchange may be suspended if the trading price of the security has increased or decreased to the extent beyond the trading band limit. Considering that PRC securities markets can be frequently affected by trading halts and low trading volume, investors should be aware that A-share markets are more likely to suffer from illiquidity and greater price volatility, which is mostly due to greater government restriction and control relating to A-share markets. A suspension (or a sequence of suspensions) will render the management of the securities involved complicated or make it impossible for the Investment Manager to liquidate positions and/or sell its positions at a favorable price at the worst moment.

## **Risks related to Stock Connect**

### **Eligible securities**

Stock Connect comprises a Northbound trading link and a Southbound trading link. Under the Northbound trading link, Hong Kong and overseas investors will be able to trade certain stocks listed on the Shanghai Stock Exchange ("SSE") and the Shenzhen Stock Exchange ("SZSE") markets. These include:

1. All the constituent stocks from time to time of the SSE 180 Index and SSE 380 Index
2. All the constituent stocks from time to time of the SZSE Component Index and SZSE Small / Mid Cap Innovation Index with market capitalization at least RMB 6 billion
3. All the SZSE-listed China A-Shares and all the SSE-listed China A-Shares that are not included as constituent stocks of the relevant indices, which have corresponding H-Shares listed on Hong Kong Exchanges and Clearing Limited ("SEHK"), except the following:
  - (a) SSE/SZSE-listed shares which are not traded in RMB;
  - (b) SSE/SZSE-listed shares which are risk alert shares; and
  - (c) SZSE-listed shares which are under delisting arrangement.

It is expected that the list of eligible securities will be subject to review. If a stock is recalled from the scope of eligible securities for trading via Stock Connect, the stock can only be sold and cannot be bought. This may affect the investment portfolio or strategies of investors. Investors should therefore pay close attention to the list of eligible securities as provided and renewed from time to time by SSE, SZSE and SEHK.

### **Differences in trading day:**

Stock Connect will only operate on days when both the Mainland China and Hong Kong markets are open for trading and when banks in both markets are open on the corresponding settlement days. So it is possible that there are occasions when it is a normal trading day for the Mainland China market but the sub-funds cannot carry out any China A-Shares trading. The sub-funds may be subject to a risk of price fluctuations in China A-Shares during the time when Stock Connect is not trading as a result. This may adversely affect the sub-funds' ability to access mainland China and effectively pursue their investment strategies. This may also adversely affect the sub-funds' liquidity.

### **Settlement and Custody:**

The Hong Kong Securities Clearing Company Limited ("HKSCC") will be responsible for the clearing, settlement and the provision of depository, nominee and other related services of the trades executed by Hong Kong market participants and investors.

The China A-Shares traded through Stock Connect are issued in scriptless form, so sub-funds will not hold any physical China A-Shares. Sub-funds should maintain the China A-Shares with their brokers' or custodians' stock accounts with CCASS (the Central Clearing and Settlement System operated by HKSCC for the clearing securities listed or traded on SEHK).

### **Trading fees:**

In addition to paying trading fees in connection with China A-Shares trading, the sub-funds may be subject to new fees which are yet to be determined by the relevant authorities.

### **Quota limitations:**

The Stock Connect is subject to quota limitations. In particular, once the Daily Quota is exceeded during the opening call session, new buy orders will be rejected (though investors will be allowed to sell their cross-boundary securities regardless of the quota balance). Therefore, quota limitations may restrict the sub-fund's ability to invest in China A-Shares through Stock Connect on a timely basis, and the sub-funds may not be able to effectively pursue its investment strategies.

### **Operational risk:**

The Stock Connect provides a channel for investors from Hong Kong and overseas to access the China stock market directly. Market participants are able to participate in this program subject to meeting certain information technology capability, risk management and other requirements as may be specified by the relevant exchange and/or clearing house. Due to their recent implementation and the uncertainty about their efficiency, accuracy and security, there is no assurance that the systems of the SEHK and market participants will function properly or will continue to be adapted to changes and developments in both markets. In the event that the relevant systems failed to function properly, trading in both markets through the program could be disrupted. The sub-fund's ability to access the China A-Share market (and hence to pursue its investment strategy) will be adversely affected. Consequently, investors in the China A-Share market should be aware of the economic risk of an investment in those shares, which may lead to a partial or total loss of the invested capital.

### **Clearing and settlement risk:**

The HKSCC and ChinaClear will establish the clearing links and each will become a participant of each other to facilitate clearing and settlement of cross-boundary trades. Should ChinaClear be declared as a defaulter, HKSCC's liabilities in trades under its market contracts with clearing participants will be limited to assisting clearing participants in pursuing their claims against ChinaClear. In that event, the sub-funds may suffer delay in the recovery process or may not be able to fully recover its losses from ChinaClear.

### **Regulatory risk:**

The Stock Connect is novel in nature, and will be subject to regulations promulgated by regulatory authorities and implementation rules made by the stock exchanges in the PRC and Hong Kong from time to time. The regulations are untested and there is no certainty as to how they will be applied.

### **Ownership of China A-Shares:**

China A-Shares acquired by the sub-funds through the Stock Connect are recorded in the name of HKSCC in its omnibus account held with ChinaClear. The China A-Shares are held in custody under the depository of ChinaClear and registered in the shareholders' register of the relevant listed Companies. HKSCC will record such China A-Shares in the CCASS stock account of the clearing participant.

Under Hong Kong law, HKSCC will be regarded as the legal owner (nominee owner) of the China A-Shares, holding the beneficial entitlement to the China A-Shares on behalf of the relevant clearing participant.

Under PRC law there is a lack of a clear definition of, and distinction between, "legal ownership" and "beneficial ownership". The regulatory intention appears to be that the concept of "nominee owner" is recognised under PRC laws and that the overseas investors should have proprietary rights over the China A-Shares. However, as the Stock Connect is a recent initiative there may be some uncertainty surrounding such arrangements. Accordingly, the sub-fund's ability to enforce its rights and interests in the China A-Shares may be adversely affected or suffer delay.

Investor compensation

Since the sub-funds will carry out Northbound trading through securities brokers in Hong Kong but not PRC brokers, they are not protected by the China Securities Investor Protection Fund (中國投資者保護基金) in the PRC.

Further information about Stock Connect is available online at the website:  
<http://www.hkex.com.hk/eng/csm/chinaConnect.asp?LangCode=en>

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## APPENDIX 4 – LIQUIDATION, MERGER, TRANSFER AND SPLITTING PROCEDURES

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### ***Liquidation, Merger, Transfer, and Splitting of Sub-funds***

The Board of Directors shall have sole authority to decide on the effectiveness and terms of the following, under the limitations and conditions prescribed by the Law:

- 1) either the pure and simple liquidation of a Sub-Fund;
- 2) or the closure of a Sub-Fund (merging sub-fund) by transfer to another sub-fund of the Company;
- 3) or the closure of a Sub-Fund (merging sub-fund) by transfer to another UCI, whether incorporated under Luxembourg law or established in another member state of the European Union;
- 4) or the transfer to a Sub-Fund (receiving sub-fund) a) of another sub-fund of the Company, and/or b) of a sub-fund of another collective investment undertaking, whether incorporated under Luxembourg law or established in another member state of the European Union, and/or c) of another collective investment undertaking, whether incorporated under Luxembourg law or established in another member state of the European Union;
- 5) or the splitting of a Sub-Fund.

The splitting techniques will be the same as the merger one foreseen by the Law.

As an exception to the foregoing, if the Company should cease to exist as a result of such a merger, the effectiveness of this merger must be decided by a General Meeting of Shareholders of the Company resolving validly whatever the portion of the capital represented. The resolutions are taken by a simple majority of the votes expressed. The expressed votes do not include those attached to the shares for which the shareholder did not take part in the vote, abstained or voted white or no.

To avoid any investment breach due to the merger, and in the interest of the shareholders, the investment manager might need to rebalance the portfolio of the Merging sub-fund before the merger. Such rebalancing shall be compliant with the investment policy of the Receiving sub-fund.

In the event of the pure and simple liquidation of a Sub-Fund, the net assets shall be distributed between the eligible parties in proportion to the assets they own in said Sub-Fund. The assets not distributed at the time of the closure of the liquidation and at the latest within nine months of the date of the decision to liquidate shall be deposited with the Public Trust Office (Caisse de Consignation) until the end of the legally specified limitation period.

Pursuant to this matter, the decision adopted at the level of a Sub-Fund may be adopted similarly at the level of a category or a class.

### ***Liquidation of a Feeder sub-fund***

A Feeder sub-fund will be liquidated:

- a) when the Master is liquidated, unless the CSSF grants approval to the feeder to:
  - invest at least 85% of the assets in units, or shares of another Master; or
  - amend its investment policy in order to convert into a non-Feeder.
- b) when the Master merges with another UCITS, or sub-fund or is divided into two or more UCITS, or sub-fund unless the CSSF grants approval to the feeder to:
  - continue to be a Feeder of the same Master or the Master resulting from the merger or division of the Master;
  - invest at least 85% of its assets in units, or shares of another Master; or
  - amend its investment policy in order to convert into a non-Feeder.

### ***Dissolution and Liquidation of the Company***

The Board of Directors may, at any time and for any reason whatsoever, propose to the General Meeting the dissolution and liquidation of the Company. The General Meeting will give its ruling in accordance with the same procedure as for amendments to the Articles of Association.

If the Company's capital falls below two-thirds of the minimum legal capital, the Board of Directors may submit the question of the Company's dissolution to the General Meeting. The General Meeting, for which no quorum is applicable, will decide based on a simple majority of the votes of shareholders present or represented, account shall not be taken of abstentions.

If the Company's capital falls below one-quarter of the minimum legal capital, the Board of Directors shall submit the question of the Company's dissolution to the General Meeting. The General Meeting, for which no quorum is applicable, will decide based on a part of one-quarter of the votes of shareholders present or represented, account shall not be taken of abstentions.

In the event of the Company's dissolution, the liquidation will be conducted by one or more liquidators that may be individuals or legal entities. They will be appointed by the General Shareholders' Meeting, which will determine their powers and remuneration, without prejudice to the application of the Law.

The net proceeds of the liquidation of each Sub-Fund, category, or class will be distributed by the liquidators to the shareholders of each Sub-Fund, category, or class in proportion to the number of shares they hold in the Sub-Fund, category, or class.

In the case of straightforward liquidation of the Company, the net assets will be distributed to the eligible parties in proportion to the shares held in the Company. Net assets not distributed at the time of the closure of the liquidation and at the latest within a maximum period of nine months effective from the date of the liquidation will be deposited at the Public Trust Office (Caisse de Consignation) until the end of the legally specified limitation period.

The calculation of the net asset value, and all subscriptions, conversions and redemptions of shares in these Sub-Funds, categories, or classes will also be suspended throughout the liquidation period.

The General Meeting must be held within forty days of the date on which it is ascertained that the Company's net assets have fallen below the minimum legal threshold of two-thirds or one-quarter, as applicable.



# BOOK II

# BNP Paribas Easy FTSE EPRA Nareit Developed Europe ex UK Green CTB

## **Investment objective**

Replicate the performance of the FTSE EPRA Nareit Developed Europe ex UK Green EU CTB (NTR) Index\* (Bloomberg: FENGEXUK Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

## **Full replication**

The sub-fund will achieve exposure to European real estate equities and REITS with strong sustainability metrics by investing at least 90% of its assets in:

- Equities issued by companies included in the index, and/or
- Equities equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

\* The benchmark is the FTSE EPRA Nareit Developed Europe ex UK Green EU CTB (NTR) Index published in EUR by FTSE International Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, FTSE International Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, FTSE International Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time FTSE International Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed annually in September. The index is valued daily. The majority of the index's underlying components are property sector equities listed on European stock exchanges. It is a Net Total Return index (calculated with net dividends reinvested).

The FTSE EPRA Nareit Developed Europe ex UK Green EU CTB index is composed of European (after exclusion of UK) listed real estate equities. It is designed to provide exposure to listed real estate with strong sustainability metrics.

The FTSE EPRA Nareit Developed Europe ex UK Green EU CTB index therefore tilts constituent weights based on three sustainable investment considerations: Green building certification, Energy usage and Carbon Emission data, while aiming to comply with the Climate Transition Benchmark (CTB) targets of reducing carbon intensity by at least 30% relative to the initial investment universe and achieving an additional decarbonisation target of 7% each year as defined in the framework of the European Taxonomy.

The maximum weight of a company within the index is limited to 10% on each rebalancing date.

The sector breakdown is available on the factsheet published by the index provider at [www.ftserussell.com](http://www.ftserussell.com).

As a result, companies subject to significant violations of the UN Global Compact principles are excluded from the index. These principles are classified into four categories: Human Rights, Labour, Environment and Anti-Corruption.

The methodology of this index allows significant improvements in climate and sustainability characteristics, specifically the increase in floor space under eligible green certified constituents and the reduction in carbon emission per dollar of revenue.

The type of approach implemented here is thematic (the index is composed of companies that provide products and services proving concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital to the transition towards a low-carbon, inclusive economy).

The Benchmark Index Administrator maintains a universe of investable instruments built using the exclusion list on UN controversies and real estate sustainability metrics by a third party real estate data vendor.

The eligibility and adjustment analysis is carried out on all the shares comprising the index.

1. From the starting universe (FTSE EPRA Nareit Developed Europe ex UK Index), the methodology excludes securities subject to significant violations to Human Rights, Labour, Environment & Anti-Corruption.
2. Adjust constituent weights based on three sustainable investment measures :
  - a. Green building certification
  - b. Energy Usage
  - c. Carbon Emission
3. Climate Exposure Targets: the index must also be consistent with the objectives of the Climate Transition Benchmark (CTB) aimed at
  - Reducing the index's carbon intensity relative to the initial investment by at least 30%.
  - Achieving an annual decarbonisation target of 7%. This trajectory allows being in line with IPCC 1.5°C scenario. It should be noted that this is at the index level and not at the level of each underlying.
4. Remove stocks which do not contribute to the overall factor objective, whilst ensuring that diversification constraints are not breached :
  - a. Maximum stock level capacity ratio
  - b. Minimum stock weight
  - c. Etc.

Information on exclusions is available in the methodology, which can be downloaded from [www.ftserussell.com](http://www.ftserussell.com).

## BNP Paribas Easy FTSE EPRA Nareit Developed Europe ex UK Green CTB

The index is defined after application of the various filters and restrictions, which are reviewed at each annual review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the sustainable scores between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded or will see its sustainable score decreased at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all FTSE Russell indices, can be found at [www.ftserussell.com](http://www.ftserussell.com).

The Fund has been developed solely by BNP Paribas Asset Management. The Fund is not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings, including FTSE International Limited (collectively, the "LSE Group"), European Public Real Estate Association ("EPRA"), or the National Association of Real Estate Investments Trusts ("Nareit") (and together the "Licensor Parties"). FTSE Russell is a trading name of certain of the LSE Group companies.

All rights in the FTSE EPRA Nareit Developed Europe ex UK Green EU CTB Index (the "Index") vest in the Licensor Parties. "FTSE®" and "FTSE Russell®" are a trade mark(s) of the relevant LSE Group company and are used by any other LSE Group company under license. "Nareit®" is a trade mark of Nareit, "EPRA®" is a trade mark of EPRA and all are used by the LSE Group under license.

The Index is calculated by or on behalf of FTSE International Limited or its affiliate, agent or partner. The Licensor Parties do not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. The Licensor Parties makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by BNP Paribas Asset Management.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Real Estate Related Exposure Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in real estate products;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2008763935	No	EUR	
Track Privilege	CAP	LU2008764073	No	EUR	
Track I	CAP	LU2008764156	No	EUR	
Track X	CAP	LU2008764230	No	EUR	
Track X	DIS	LU2008764404	Annual	EUR	

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.28%	None	None	0.12%	None
Track Privilege	0.28%	None	None	0.12%	0.05%
Track I	0.28%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0.00%.

## BNP Paribas Easy FTSE EPRA Nareit Developed Europe ex UK Green CTB

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders and 12:00 CET for non STP orders for Track share classes; 15:30 CET for UCITS ETF on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

<sup>(2)</sup> If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on October 09, 2019.

Change of name from "FTSE EPRA Nareit Developed Europe ex UK Green" into "FTSE EPRA Nareit Developed Europe ex UK Green EU CTB" on March 30, 2021.

Change of index from "FTSE EPRA Nareit Developed Europe ex UK Green (NTR)" into "FTSE EPRA Nareit Developed Europe ex UK Green EU CTB (NTR)" on March 30, 2021.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy FTSE EPRA Nareit Global Developed Green CTB

### **Investment objective**

Replicate the performance of the FTSE EPRA Nareit Developed Green EU CTB (NTR) Index\* (Bloomberg: FENGRECN Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to Global listed real estate equities and REITS of the following regions: North America, Developed Europe, Japan and Developed Asia-Pacific ex Japan with strong sustainability metrics by investing at least 90% of its assets in:

- Equities issued by companies included in the index, and/or
- Equities equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, REITS, Money Market Instruments, cash, futures and forwards.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the FTSE EPRA Nareit Developed Green EU CTB (NTR) Index published in EUR by FTSE International Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, FTSE International Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, FTSE International Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time FTSE International Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed annually in September. It is a Net Total Return index (calculated with net dividends reinvested).*

*The FTSE EPRA Nareit Developed Green EU CTB index is composed of Global listed real estate equities and REITS of the following regions: North America, Developed Europe, Japan and Developed Asia-Pacific ex Japan. It is designed to provide exposure to listed real estate with strong sustainability metrics..*

*The FTSE EPRA Nareit Developed Green EU CTB index therefore tilts constituent weights based on three sustainable investment considerations: Green building certification, Energy usage and Carbon Emission data, while aiming to comply with the Climate Transition Benchmark (CTB) targets of reducing carbon intensity by at least 30% relative to the initial investment universe and achieving an additional decarbonisation target of 7% each year, as defined in the framework of the European Taxonomy Regulation.*

*The maximum weight of a company within the index is limited to 10% on each rebalancing date.*

*The sector breakdown is available on the factsheet published by the index provider at [www.ftserussell.com](http://www.ftserussell.com).*

*As a result, companies subject to significant violations of the UN Global Compact principles are excluded from the index. These principles are classified into four categories: Human Rights, Labour, Environment and Anti-Corruption.*

*The methodology of this index allows significant improvements in climate and sustainability characteristics, specifically the increase in floor space under eligible green certified constituents and the reduction in carbon emission per dollar of revenue.*

*The type of approach implemented here is thematic (the index is composed of companies that provide products and services proving concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital to the transition towards a low-carbon, inclusive economy).*

*The Benchmark Index Administrator maintains a universe of investable instruments built using the exclusion list on UN controversies and real estate sustainability metrics by a third party real estate data vendor.*

*The eligibility and adjustment analysis is carried out on all the shares comprising the index.*

*1. From the starting universe (FTSE EPRA Nareit Developed Index), the methodology excludes securities subject to significant violations to Human Rights, Labour, Environment & Anti-Corruption.*

*2. Adjust constituent weights based on three sustainable investment measures :*

- a. Green building certification
- b. Energy Usage
- c. Carbon emission data

*3. Climate Exposure Targets: the index must also be consistent with the objectives of the Climate Transition Benchmark (CTB) aimed at Reducing the index's carbon intensity relative to the initial investment by at least 30%.*

*Achieving an annual decarbonisation target of 7%. This trajectory allows being in line with IPCC 1.5°C scenario. It should be noted that this is at the index level and not at the level of each underlying.*

*4. Remove stocks which do not contribute to the overall factor objective, whilst ensuring that diversification constraints are not breached :*

- b. Maximum stock level capacity ratio
- c. Minimum stock weight
- d. Etc

*Information on exclusions is available in the methodology, which can be downloaded from [www.ftserussell.com](http://www.ftserussell.com).*

*The index is defined after application of the various filters and restrictions, which are reviewed at each annual review of the index.*

## BNP Paribas Easy FTSE EPRA Nareit Global Developed Green CTB

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the sustainable scores between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded or will see its sustainable score decreased at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all FTSE Russell indices, can be found at [www.ftserussell.com](http://www.ftserussell.com).

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All rights in the FTSE EPRA Nareit Developed Green EU CTB Index (the "Index") vest in the Licensor Parties. "FTSE®" and "FTSE Russell®" are a trade mark(s) of the relevant LSE Group company and are used by any other LSE Group company under license. "Nareit®" is a trade mark of Nareit, "EPRA®" is a trade mark of EPRA and all are used by the LSE Group under license.

The Index is calculated by or on behalf of FTSE International Limited or its affiliate, agent or partner. The Licensor Parties do not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. The Licensor Parties makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by BNP Paribas Asset Management.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Real Estate Related Exposure Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in real estate products;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
Track Classic	CAP	LU2314312765	No	EUR	
Track Classic USD	CAP	LU2314315867	No	USD	
Track Classic	DIS	LU2314315784	Annual	EUR	
Track Classic USD	DIS	LU2314315602	Annual	USD	
Track Privilege	CAP	LU2314315511	No	EUR	
Track Privilege USD	CAP	LU2314315438	No	USD	
Track Privilege	DIS	LU2314315354	Annual	EUR	
Track Privilege USD	DIS	LU2314315271	Annual	USD	
Track I	CAP	LU2314315198	No	EUR	
Track I USD	CAP	LU2314314977	No	USD	
Track I	DIS	LU2314314894	Annual	EUR	
Track X	CAP	LU2314314621	No	EUR	
Track X	DIS	LU2314314548	Annual	EUR	

All these share classes are not necessarily active.



# BNP Paribas Easy FTSE EPRA Nareit Global Developed Green CTB

## Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.28%	None	None	0.12%	0.05%
Track I	0.28%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(2) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0,00%.

## Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.20% for subscription or conversion in, and maximum 0.20% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## Additional information

### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders and 12:00 CET for non STP orders on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

<sup>(2)</sup> If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund not yet launched at the date of this Prospectus.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy Low Carbon 100 Europe PAB®

## **Investment objective**

Replicate the performance of the Low Carbon 100 Europe PAB®\* (NTR) index\* (Bloomberg: LC1NR index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the Benchmark Index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments or cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\*The benchmark is the Low Carbon 100 Europe PAB® NTR index, published in EUR by Euronext Amsterdam NV, a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. The composition of the index is reviewed on a yearly basis. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The Low Carbon 100 Europe PAB® index is composed of 100 European equities selected according to environmental, social and governance (ESG) liability criteria, mainly on the basis of their climate rating. Fossil-fuel activities are excluded from the index. The index administrator also selects up to 15 companies whose main activity is related to the energy transition. The maximum weight of a company within the index is limited to 10% on each rebalancing date. The index is also aiming to comply with the objectives of the new benchmark category: Paris Aligned Benchmark (PAB), as defined in the framework of the European Taxonomy Regulation.*

*The objective of the Low Carbon 100 Europe PAB® Index is to provide investors with exposure to a basket of European equities based on the opportunities and risks associated with the climate transition while aiming to comply with the Paris Aligned Benchmark (PAB) targets of reducing carbon intensity by at least 50% relative to the initial investment universe and achieving an additional decarbonisation target of 7% each year.*

*Euronext Amsterdam NV therefore selects securities with relative best climate scores according to these different filters (climate, green companies, human capital, corporate governance etc.).*

*The type of approach implemented here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to the index administrator and its specialized partners). The sector breakdown is available on the factsheet published by the index provider at [www.euronext.com](http://www.euronext.com).*

*The non-financial analysis is carried out on all the equities composing the index.*

*At least 20% of securities from the index's investment universe are excluded (the "selectivity" approach).*

*The index administrator uses company ratings provided by its ESG research and rating partners to determine, among other things, equity eligibility.*

*1. The following are excluded from the initial investment universe (the 300 largest companies in terms of free float market*



## BNP Paribas Easy Low Carbon 100 Europe PAB®

capitalisation of the Euronext® Europe 500 index):

- The 30 worst performers in term of Social and Governance score- (according to Vigeo Eiris).
- Companies subject to critical controversies in connection with the principles of the United Nations Global Compact (according to Vigeo Eiris)
- Companies classified in the tobacco, defence, aerospace and oil equipment & services(ICB Subsectors)
- Companies with fossil-fuel-related activities, controversial weapons, and serious environmental, social and governance controversies

2. The index administrator also selects up to 15 companies whose activity is linked to the energy transition for which at least 50% of their turnover is linked to "low-carbon" technologies (renewable energies or energy efficiency) and which are part of the following ICB industries: Alternative energy, Construction and materials, Electricity, Electronic and electrical equipment, Industrial engineering, Industrial transportation.

This list is available on Euronext's website at the following address as of the date of preparation of the prospectus: <https://live.euronext.com/en/product/indices/QS0011131735-XAMS/market-information>.

3. The index administrator selects the 100 securities with the highest climate score in their respective sectors, including a maximum of 15 securities that specialise in low-carbon technologies, after applying different ESG filters according to the procedure described in part above. More information is available on the administrator's website: [www.euronext.com](http://www.euronext.com).

Finally, the index must also be consistent with the objectives of the Paris Aligned Benchmark (PAB) aimed at:

- Reducing the index's carbon intensity relative to the initial investment by at least 50%.
- Achieving an annual decarbonisation target of 7%. This trajectory allows being in line with the IPCC 1.5°C scenario. It should be noted that this is at the index level and not at the level of each underlying.

The index is therefore defined after application of the various filters and restrictions mentioned above and described in the methodology of the index, which are reviewed at each annual revision of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the carbon rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation, methodology and the rules for periodic monitoring and rebalancing can be found on [www.euronext.com](http://www.euronext.com).

Euronext Amsterdam ("Euronext") has all proprietary rights with respect to the Low Carbon 100 Europe PAB®, Low Carbon 100 Europe PAB® Net Total Return and Low Carbon 100 Europe PAB® Gross Total Return indices. In no way do Euronext or its direct or indirect subsidiaries sponsor, endorse or are otherwise involved in the issue and offering of this product. Euronext and its direct or indirect subsidiaries shall not be held liable by any party for any inaccuracy in the data on which the Low Carbon 100 Europe PAB®, Low Carbon 100 Europe PAB® Net Total Return and Low Carbon 100 Europe PAB® Gross Total Return indices are based, for any negligence, errors or omissions in the calculation and/or dissemination of the Low Carbon 100 Europe PAB®, Low Carbon 100 Europe PAB® Net Total Return and Low Carbon 100 Europe PAB® Gross Total Return indices, or for the manner in which it is applied in connection with the issue and offering of this product. "Low Carbon 100 Europe PAB®" and "LC 100 Europe PAB®" are registered trademarks of Euronext.

Additional information on the Benchmark Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology can be found on: [www.euronext.com](http://www.euronext.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377382368	No	EUR	
UCITS ETF	DIS	LU1377382442	Annual	EUR	

All these share classes are not necessarily active.

## BNP Paribas Easy Low Carbon 100 Europe PAB®

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

*(1) Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.06% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

*(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

*(2) If the settlement day is a currency holiday, the settlement will occur the following business day.*

### **Historical information:**

Sub-fund launched on June 2, 2017 by transfer of the "Classic EUR" unit category of the French FCP "BNP Paribas Easy Low Carbon 100 Europe UCITS ETF".

Change of name from "Low Carbon 100 Europe®" into "Low Carbon 100 Europe PAB®" on December 15, 2020.

Change of index from "Low Carbon 100 Europe® (NTR)" into "Low Carbon 100 Europe PAB® (NTR)" on December 15, 2020

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy Low Carbon 100 Eurozone PAB

## **Investment objective**

Replicate the performance of the Euronext Low Carbon 100 Eurozone PAB (NTR) index\* (Bloomberg: LC100EZ index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments or cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\*The benchmark is the Euronext Low Carbon 100 Eurozone PAB NTR index, published in EUR by Euronext Amsterdam NV, a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. The composition of the index is reviewed on a yearly basis. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The Euronext Low Carbon 100 Eurozone PAB index is composed of 100 eurozone equities selected according to environmental, social and governance (ESG) liability criteria, mainly on the basis of their climate rating. Fossil-fuel activities are excluded from the index. The index administrator also selects up to 15 companies whose main activity is related to the energy transition. The maximum weight of a company within the index is limited to 10% on each rebalancing date. The index is also aiming to comply with the objectives of the new benchmark category: Paris Aligned Benchmark (PAB), as defined in the framework of the European Taxonomy Regulation.*

*The objective of the Low Carbon 100 Eurozone PAB Index is to provide investors with exposure to a basket of Eurozone equities based on the opportunities and risks associated with the climate transition while aiming to comply with the Paris Aligned Benchmark (PAB) targets of reducing carbon intensity by at least 50% relative to the initial investment universe and achieving an additional decarbonisation target of 7% each year.*

*Euronext therefore selects securities with relative best climate scores according to these different filters (climate, green companies, human capital, corporate governance etc.).*

*The type of approach implemented here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to the index administrator and its specialised partners). The sector breakdown is available on the factsheet published by the index provider at [www.euronext.com](http://www.euronext.com).*

*The non-financial analysis is carried out on all the equities composing the index.*

*The index excludes at least 20% of securities from its investment universe (the "selectivity" approach).*

*The index administrator uses company ratings provided by its ESG research and rating partners to determine, among other things, equity eligibility.*

1. *The following are excluded from the initial investment universe (the 300 largest companies in terms of free float market capitalisation of the Euronext® Eurozone 300 index):*

- *The 30 worst performers in term of Social and Governance score- (according to Vigeo Eiris).*

## BNP Paribas Easy Low Carbon 100 Eurozone PAB

- Companies subject to critical controversies in connection with the principles of the United Nations Global Compact (according to Vigeo Eiris)
- Companies classified in the tobacco, defense, aerospace and oil equipment & services (ICB Subsectors)
- Companies with fossil-fuel-related activities, controversial weapons, and serious environmental, social and governance controversies

2. The index administrator also selects up to 15 companies whose activity is linked to the energy transition for which at least 50% of their turnover is linked to "low-carbon" technologies (renewable energies or energy efficiency) and which are part of the following ICB industries: Alternative energy, Construction and materials, Electricity, Electronic and electrical equipment, Industrial engineering, Industrial transportation.

This list is available on Euronext's website at the following address as of the date of preparation of the prospectus: <https://live.euronext.com/en/product/indices/QS0011131735-XAMS/market-information>.

3. The index administrator selects the 100 securities with the highest climate score in their respective sectors, including a maximum of 15 securities that specialise in low-carbon technologies, after applying different ESG filters according to the procedure described in part above. More information is available on the administrator's website: [www.euronext.com](http://www.euronext.com).

Finally, the index must also be consistent with the objectives of the Paris Aligned Benchmark (PAB) aimed at:

- Reducing the index's carbon intensity relative to the initial investment by at least 50%.
- Achieving an annual decarbonisation target of 7%. This trajectory allows being in line with the IPCC 1.5°C scenario. It should be noted that this is at the index level and not at the level of each underlying.

The index is therefore defined after application of the various filters and restrictions mentioned above and described in the methodology of the index, which are reviewed at each annual revision of the index. No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the carbon rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and the rules for periodic monitoring and rebalancing can be found on [www.euronext.com](http://www.euronext.com).

Euronext Amsterdam ("Euronext") has all proprietary rights with respect to the Low Carbon 100 Eurozone PAB indices. In no way do Euronext or its direct or indirect subsidiaries sponsor, endorse or are otherwise involved in the issue and offering of this product. Euronext and its direct or indirect subsidiaries shall not be held liable by any party for any inaccuracy in the data on which the Low Carbon 100 Eurozone PAB indices are based, for any negligence, errors or omissions in the calculation and/or dissemination of the Low Carbon 100 Eurozone PAB indices, or for the manner in which it is applied in connection with the issue and offering of this product.

"Low Carbon 100 Eurozone PAB" and "LC 100 Eurozone PAB" are registered trademarks of Euronext.

Additional information on the Benchmark Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology can be found on: [www.euronext.com](http://www.euronext.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2194448267	No	EUR	
Track Classic	CAP	LU2194448341	No	EUR	
Track Privilege	CAP	LU2194448424	No	EUR	
Track I	CAP	LU2194448697	No	EUR	
Track I Plus	CAP	LU2194448770	No	EUR	
Track X	CAP	LU2194448853	No	EUR	
Track X	DIS	LU2194448937	Annual	EUR	

All these share classes are not necessarily active.

## BNP Paribas Easy Low Carbon 100 Eurozone PAB

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

*According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:*

- *whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and*
- *whose exclusive object is to replicate the performance of one or more indices.*

*Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.06% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund not yet launched at the date of this Prospectus.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



# BNP Paribas Easy Low Carbon 300 World PAB

## **Investment objective**

Replicate the performance of the Euronext Low Carbon 300 World PAB (NTR) index\* (Bloomberg: LC300W index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments or cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\*The benchmark is the Euronext Low Carbon 300 World PAB NTR index, published in EUR by Euronext Amsterdam NV, a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. The composition of the index is reviewed on a yearly basis. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The Euronext Low Carbon 300 World PAB Index is composed of 300 international equities selected according to environmental, social and governance (ESG) liability criteria, mainly on the basis of their climate rating. Fossil-fuel activities are excluded from the index. The index administrator also selects up to 45 companies whose main activity is related to the energy transition. The maximum weight of a company within the index is limited to 10% on each rebalancing date. The index is also aiming to comply with the objectives of the new benchmark category: Paris Aligned Benchmark (PAB), as defined in the framework of the European Taxonomy Regulation.*

*The objective of the Euronext Low Carbon 300 World PAB Index is to provide investors with exposure to a basket of international equities based on the opportunities and risks associated with the climate transition. The index is also aiming to comply with the Paris Aligned Benchmark (PAB) targets of reducing carbon intensity by at least 50% relative to the initial investment universe and achieving an additional decarbonisation target of 7% each year.*

*Euronext therefore selects securities with relative best climate scores according to these different filters (climate, green companies, human capital, corporate governance etc.).*

*The type of approach implemented here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards). The sector breakdown is available on the factsheet published by the index provider at [www.euronext.com](http://www.euronext.com).*

*The non-financial analysis is carried out on all the equities composing the index.*

*The index excludes at least 20% of securities from its investment universe (the "selectivity" approach).*

*The index administrator uses company ratings provided by its ESG research and rating partners to determine, among other things, equity eligibility.*

1. *The following are excluded from the initial investment universe (the 900 largest companies in terms of free float market capitalisation of the Euronext World universe):*

## BNP Paribas Easy Low Carbon 300 World PAB

- The 90 worst performers in term of Social and Governance score (according to Vigeo Eiris).
- Companies subject to critical controversies in connection with the principles of the United Nations Global Compact (according to Vigeo Eiris).
- Companies classified in the tobacco, defense, aerospace and oil equipment & services (ICB subsectors)
- Companies with fossil-fuel-related activities, controversial weapons, and serious environmental, social and governance controversies

2. The index administrator also selects up to 45 companies whose activity is linked to the energy transition for which at least 50% of their turnover is linked to "low-carbon" technologies (renewable energies or energy efficiency) and which are part of the following ICB industries: Alternative energy, Construction and materials, Electricity, Electronic and electrical equipment, Industrial engineering, Industrial transportation.

This list is available on Euronext's website at the following address as of the date of preparation of the prospectus: <https://live.euronext.com/en/product/indices/QS0011131735-XAMS/market-information>.

3. The index administrator selects the 300 securities with the highest climate score in their respective sectors, including a maximum of 45 securities that specialize in low-carbon technologies, after applying different ESG filters according to the procedure described in part above. More information is available on the administrator's website: [www.euronext.com](http://www.euronext.com).

Finally, the index must also be consistent with the objectives of the Paris Aligned Benchmark (PAB) aimed at:

- Reducing the index's carbon intensity relative to the initial investment by at least 50%.
- Achieving an annual decarbonisation target of 7%. This trajectory allows being in line with the IPCC 1.5°C scenario. It should be noted that this is at the index level and not at the level of each underlying.

The index is therefore defined after application of the various filters and restrictions mentioned above and described in the methodology of the index, which are reviewed at each annual revision of the index. No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the carbon rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and the rules for periodic monitoring and rebalancing can be found on [www.euronext.com](http://www.euronext.com).

Euronext Amsterdam ("Euronext") has all proprietary rights with respect to the Low Carbon 300 World PAB indices. In no way do Euronext or its direct or indirect subsidiaries sponsor, endorse or are otherwise involved in the issue and offering of this product. Euronext and its direct or indirect subsidiaries shall not be held liable by any party for any inaccuracy in the data on which the Low Carbon 300 World PAB indices are based, for any negligence, errors or omissions in the calculation and/or dissemination of the Low Carbon 300 World PAB indices, or for the manner in which it is applied in connection with the issue and offering of this product.

"Low Carbon 300 World PAB" and "LC 300 World PAB" are registered trademarks of Euronext.

Additional information on the Benchmark Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology can be found on: [www.euronext.com](http://www.euronext.com).

### Risk profile

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2194449075	No	EUR	
Track Classic	CAP	LU2194449158	No	EUR	
Track Privilege	CAP	LU2194449232	No	EUR	
Track I	CAP	LU2194449315	No	EUR	
Track I Plus	CAP	LU2194449406	No	EUR	
Track X	CAP	LU2194449588	No	EUR	
Track X	DIS	LU2194449661	Annual	EUR	

All these share classes are not necessarily active.

## BNP Paribas Easy Low Carbon 300 World PAB

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

- (1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.  
According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:
- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
  - whose exclusive object is to replicate the performance of one or more indices.
- Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0,00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.20% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

### **Historical information:**

Sub-fund not yet launched at the date of this Prospectus.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy € Corp Bond SRI Fossil Free

### **Investment objective**

Replicate the performance of the Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel (NTR) Index\* (Bloomberg: I34235EU Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to corporate bonds issued in euro by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in at least 90% of its assets in debt securities issued by companies included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to corporate bonds issued in euro by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities included in the index. The remainder of the assets may be invested in securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and index weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel (NTR) Index published in EUR by Bloomberg Index Services Limited. Following Brexit, Bloomberg Index Services Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, Bloomberg Index Services Limited is considered "third country" UK administrators vis-à-vis the European Union and no longer appear on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time Bloomberg Index Services Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. It is a Net Total Return index.*

*The Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil fuel Index is a fixed-rate, investment-grade corporate bond index. The objective of the index is to provide investors with exposure to investment-grade corporate bonds issued in Euro, which have high standard in terms of sustainable values.*

*Bloomberg-Barclays MSCI SRI screen selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-universe (type of ESG selection consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, and accepting sector biases, because the sectors which are considered more virtuous on the whole will be more heavily represented). The sector breakdown is available on the factsheet published by the index provider at [www.bloombergingindices.com](http://www.bloombergingindices.com).*

*All Bloomberg-Barclays MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of securities for the index.*

*The index excludes at least 20% of securities from its investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the securities composing the index.*

- 1. From the starting universe (Bloomberg-Barclays Euro Aggregate Corporate index), the methodology excludes securities belonging to the controversial sectors as defined by Bloomberg-Barclays MSCI SRI screen (Tobacco, Civilian Firearms, Military Weapons, Genetically Modified organisms (GMO), fossil fuels etc.)*
- 2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage ESG risks and opportunities.*
- 3. To be eligible for inclusion in the Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil fuel Index, the security must also meet the following criteria in addition to the above:*

## BNP Paribas Easy € Corp Bond SRI Fossil Free

- Bonds must have a minimum amount outstanding of EUR 800 million.
- Have a very good ESG rating (MSCI ESG rating of "BBB" and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
- Does not generate more than a certain percentage of its revenue from alcohol and gambling.
- Companies involved in nuclear power are excluded.

Information on exclusions is available in the methodology, which can be downloaded from [www.bloombergindices.com](http://www.bloombergindices.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all Bloomberg-Barclays MSCI SRI indices, can be found at [www.bloombergindices.com](http://www.bloombergindices.com).

THIS SUB-FUND IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY MSCI ESG RESEARCH LLC ("MSCI ESG RESEARCH"), BLOOMBERG INDEX SERVICES LIMITED ("BLOOMBERG"), BARCLAYS BANK PLC ("BARCLAYS") OR ANY OF THEIR RESPECTIVE AFFILIATES, INFORMATION PROVIDERS OR ANY OTHER THIRD PARTY (COLLECTIVELY, THE "INDEX PARTIES") INVOLVED IN, OR RELATED TO, COMPILING, COMPUTING OR CREATING ANY BLOOMBERG BARCLAYS MSCI ESG INDEX (EACH, AN "INDEX"). THE INDEXES ARE THE EXCLUSIVE PROPERTY OF THE APPLICABLE INDEX PARTY. "BLOOMBERG", "BARCLAYS", "MSCI ESG RESEARCH", AND THE INDEX NAMES, ARE THE RESPECTIVE TRADE AND/OR SERVICE MARKS OF BLOOMBERG, BARCLAYS, MSCI ESG RESEARCH, OR THEIR AFFILIATES AND HAVE BEEN LICENSED FOR USE FOR CERTAIN PURPOSES BY BNP PARIBAS ASSET MANAGEMENT Holding S.A. and BNP PARIBAS ASSET MANAGEMENT Luxembourg. NONE OF THE INDEX PARTIES MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY REGARDING THE ADVISABILITY OF INVESTING IN SUB-FUNDS GENERALLY OR IN THIS SUB-FUND PARTICULARLY OR THE ABILITY OF ANY INDEX TO TRACK CORRESPONDING STOCK MARKET PERFORMANCE. MSCI ESG RESEARCH, BLOOMBERG, BARCLAYS, OR THEIR AFFILIATES ARE THE LICENSORS OF CERTAIN TRADEMARKS, SERVICE MARKS AND TRADE NAMES AND OF THE INDEXES WHICH ARE DETERMINED, COMPOSED AND CALCULATED BY BLOOMBERG AND/OR MSCI ESG RESEARCH WITHOUT REGARD TO THIS SUB-FUND OR THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY. NONE OF THE INDEX PARTIES HAS ANY OBLIGATION TO TAKE THE NEEDS OF THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE INDEXES. NONE OF THE INDEX PARTIES IS RESPONSIBLE FOR OR HAS PARTICIPATED IN THE DETERMINATION OF THE TIMING OF, PRICES AT, OR QUANTITIES OF THIS SUB-FUND TO BE ISSUED OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY OR THE CONSIDERATION INTO WHICH THIS SUB-FUND IS REDEEMABLE. FURTHER, NONE OF THE INDEX PARTIES HAS ANY OBLIGATION OR LIABILITY TO THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR OFFERING OF THIS SUB-FUND.

ALTHOUGH THE INDEX PARTIES SHALL OBTAIN INFORMATION FOR INCLUSION IN OR FOR USE IN THE CALCULATION OF THE INDEXES FROM SOURCES CONSIDERED RELIABLE, NONE OF THE INDEX PARTIES WARRANTS OR GUARANTEES THE ORIGINALITY, ACCURACY AND/OR THE COMPLETENESS OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES MAKES ANY WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY THE ISSUER OF THE SUB-FUND, OWNERS OF THE SUB-FUND, OR ANY OTHER PERSON OR ENTITY, FROM THE USE OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES SHALL HAVE ANY LIABILITY FOR ANY ERRORS, OMISSIONS OR INTERRUPTIONS OF OR IN CONNECTION WITH ANY INDEX OR ANY DATA INCLUDED THEREIN. FURTHER, NONE OF THE INDEX PARTIES MAKES ANY EXPRESS OR IMPLIED WARRANTIES OF ANY KIND, AND THE INDEX PARTIES HEREBY EXPRESSLY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, WITH RESPECT TO EACH INDEX AND ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL ANY OF THE INDEX PARTIES HAVE ANY LIABILITY FOR ANY DIRECT, INDIRECT, SPECIAL, PUNITIVE, CONSEQUENTIAL OR ANY OTHER DAMAGES (INCLUDING LOST PROFITS) EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.

### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### **Accounting Currency**

EUR

## BNP Paribas Easy € Corp Bond SRI Fossil Free

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1859444769	No	EUR	
UCITS ETF	DIS	LU1953136287	Annual	EUR	
Track Privilege	CAP	LU1859444843	No	EUR	
Track Privilege	DIS	LU2257990759	Annual	EUR	
Track I	CAP	LU1862449235	No	EUR	
Track X	CAP	LU1859444926	No	EUR	
Track X	DIS	LU1953136444	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.08%	None	None	0.12%	None
Track Privilege	0.03%	None	None	0.12%	0.05%
Track I	0.02%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 1.50% for subscription or conversion in, and maximum 1.00% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 14:45 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

<sup>(2)</sup> *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund created under the name "Bloomberg-Barclays MSCI Euro Corporate SRI". Change of name on November 20, 2018.

Sub-fund launched on January 15, 2019.

Change of index from "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Reduced Fossil Fuel (NTR)" into "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel (NTR)" on February 19, 2021.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy € Corp Bond SRI Fossil Free 1-3Y

## **Investment objective**

Replicate the performance of the Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 1-3Y (NTR) Index\* (Bloomberg: I34701 Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by companies included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 1-3Y (NTR) index published in EUR by Bloomberg Index Services Limited and/or MSCI Limited. Following Brexit, Bloomberg Index Services Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, Bloomberg Index Services Limited is considered "third country" UK administrators vis-à-vis the European Union and no longer appear on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time Bloomberg Index Services Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. It is a Net Total Return index.*

*The Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 1-3Y Index is a fixed-rate, investment-grade corporate bond index. The objective of the index is to provide investors with exposure to investment-grade corporate bonds with 1-3Y maturity issued in Euro, which have high standard in terms of sustainable values.*

*Bloomberg-Barclays MSCI SRI screen selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-universe (type of ESG selection consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, and accepting sector biases, because the sectors which are considered more virtuous on the whole will be more heavily represented). The sector breakdown is available on the factsheet published by the index provider at [www.bloomberginvestments.com](http://www.bloomberginvestments.com).*

*All Bloomberg-Barclays MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of securities for the index.*

*The index excludes at least 20% of securities from its investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the securities composing the index.*

- 1. From the starting universe (Bloomberg-Barclays Euro Aggregate Corporate index), the methodology excludes securities belonging to the controversial sectors as defined by Bloomberg-Barclays MSCI SRI screen (Tobacco, Civilian Firearms, Military Weapons, Genetically Modified organisms (GMO), fossil fuels etc.)*
- 2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage ESG risks and opportunities.*
- 3. To be eligible for inclusion in the Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil 1-3Y Index, the security must also meet the following criteria in addition to the above:*
  - Bonds must have a minimum amount outstanding of EUR 800 million.*



## BNP Paribas Easy € Corp Bond SRI Fossil Free 1-3Y

- Have a very good ESG rating (MSCI ESG rating of “BBB” and above) . Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from ‘AAA’ to ‘CCC’. The ESG rating methodology is available on MSCI’s website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
- Does not generate more than a certain percentage of its revenue from alcohol and gambling.
- Companies involved in nuclear power are excluded.

Information on exclusions is available in the methodology, which can be downloaded from [www.bloombergindices.com](http://www.bloombergindices.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all Bloomberg-Barclays MCSI SRI indices, can be found at [www.bloombergindices.com](http://www.bloombergindices.com).

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ALTHOUGH THE INDEX PARTIES SHALL OBTAIN INFORMATION FOR INCLUSION IN OR FOR USE IN THE CALCULATION OF THE INDEXES FROM SOURCES CONSIDERED RELIABLE, NONE OF THE INDEX PARTIES WARRANTS OR GUARANTEES THE ORIGINALITY, ACCURACY AND/OR THE COMPLETENESS OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES MAKES ANY WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY THE ISSUER OF THE SUB-FUND, OWNERS OF THE SUB-FUND, OR ANY OTHER PERSON OR ENTITY, FROM THE USE OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES SHALL HAVE ANY LIABILITY FOR ANY ERRORS, OMISSIONS OR INTERRUPTIONS OF OR IN CONNECTION WITH ANY INDEX OR ANY DATA INCLUDED THEREIN. FURTHER, NONE OF THE INDEX PARTIES MAKES ANY EXPRESS OR IMPLIED WARRANTIES OF ANY KIND, AND THE INDEX PARTIES HEREBY EXPRESSLY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, WITH RESPECT TO EACH INDEX AND ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL ANY OF THE INDEX PARTIES HAVE ANY LIABILITY FOR ANY DIRECT, INDIRECT, SPECIAL, PUNITIVE, CONSEQUENTIAL OR ANY OTHER DAMAGES (INCLUDING LOST PROFITS) EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### **Accounting Currency**

EUR

## BNP Paribas Easy € Corp Bond SRI Fossil Free 1-3Y

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	DIS	LU2008760592	Annual	EUR	
Track Privilege	DIS	LU2008760675	Annual	EUR	
Track I	CAP	LU2008760758	No	EUR	
Track X	CAP	LU2008760832	No	EUR	
Track X	DIS	LU2008760915	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.08%	None	None	0.12%	None
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.08%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

*According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:*

- *whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and*
- *whose exclusive object is to replicate the performance of one or more indices.*

*Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 1.50% for subscription or conversion in, and maximum 1.00% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 14:45 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

<sup>(2)</sup> *If the settlement day is a currency holiday, the settlement will occur the following business day.*

## BNP Paribas Easy € Corp Bond SRI Fossil Free 1-3Y

**Historical information:**

Sub-fund launched on October 04, 2019.

Change of index from "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Reduced Fossil Fuel 1-3Y (NTR)" into "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 1-3Y (NTR)" on February 19, 2021.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy € Corp Bond SRI Fossil Free 3-5Y

## **Investment objective**

Replicate the performance of the Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 3-5Y (NTR) Index\* (Bloomberg: I34794 Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by companies included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 3-5Y (NTR) index published in EUR by Bloomberg Index Services Limited and/or MSCI Limited. Following Brexit, Bloomberg Index Services Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, Bloomberg Index Services Limited is considered "third country" UK administrators vis-à-vis the European Union and no longer appear on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time Bloomberg Index Services Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. The majority of the index's underlying components are Eurozone corporate bonds. It is a Net Total Return index. The Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 3-5Y Index is a fixed-rate, investment-grade corporate bond index. The objective of the index is to provide investors with exposure to investment-grade corporate bonds with 3-5Y maturity issued in Euro, which have high standard in terms of sustainable values.*

*Bloomberg-Barclays MSCI SRI screen selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-universe (type of ESG selection consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, and accepting sector biases, because the sectors which are considered more virtuous on the whole will be more heavily represented."). The sector breakdown is available on the factsheet published by the index provider at [www.bloomberginvestments.com](http://www.bloomberginvestments.com)*

*All Bloomberg-Barclays MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of securities for the index.*

*The index excludes at least 20% of securities from its investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the securities composing the index.*

- 1. From the starting universe (Bloomberg-Barclays Euro Aggregate Corporate index), the methodology excludes securities belonging to the controversial sectors as defined by Bloomberg-Barclays MSCI SRI screen (Tobacco, Civilian Firearms, Military Weapons, Genetically Modified organisms (GMO), fossil fuels etc.)*
- 2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage ESG risks and opportunities.*



## BNP Paribas Easy € Corp Bond SRI Fossil Free 3-5Y

3. To be eligible for inclusion in the Bloomberg Barclays MSCI Euro Corp SRI Sustainable Ex Fossil 3-5Y Index, the security must also meet the following criteria in addition to the above:
- Bonds must have a minimum amount outstanding of EUR 800 million.
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
  - Does not generate more than a certain percentage of its revenue from alcohol and gambling.
  - Companies involved in nuclear power are excluded.

Information on exclusions is available in the methodology, which can be downloaded from [www.bloombergindices.com](http://www.bloombergindices.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all Bloomberg-Barclays MSCI SRI indices, can be found at [www.bloombergindices.com](http://www.bloombergindices.com).

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

## BNP Paribas Easy € Corp Bond SRI Fossil Free 3-5Y

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	DIS	LU2008761053	Annual	EUR	
Track Privilege	DIS	LU2008761137	Annual	EUR	
Track I	CAP	LU2008761210	No	EUR	
Track X	CAP	LU2008761301	No	EUR	
Track X	DIS	LU2008761483	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.08%	None	None	0.12%	None
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.08%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 1.50% for subscription or conversion in, and maximum 1.00% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes 14:45 CET for UCITS ETF Share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

<sup>(2)</sup> *If the settlement day is a currency holiday, the settlement will occur the following business day.*

## BNP Paribas Easy € Corp Bond SRI Fossil Free 3-5Y

**Historical information:**

Sub-fund launched on October 04, 2019.

Change of index from "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Reduced Fossil Fuel 3-5Y (NTR)" into "Bloomberg-Barclays MSCI Euro Corp SRI Sustainable Ex Fossil Fuel 3-5Y (NTR)" on February 19, 2021.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy € High Yield SRI Fossil Free

### **Investment objective**

Replicate the performance of the Bloomberg-Barclays MSCI Euro High Yield SRI Sustainable Ex Fossil Fuel (NTR) Index\* (Bloomberg: I35881 Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to High Yield corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by companies included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to High Yield corporate bonds issued in Euro issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the Bloomberg-Barclays MSCI Euro High Yield SRI Sustainable Ex Fossil Fuel (NTR) Index published in EUR by Bloomberg Index Services Limited and/or MSCI Limited. Following Brexit, Bloomberg Index Services Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, Bloomberg Index Services Limited is considered "third country" UK administrators vis-à-vis the European Union and no longer appear on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time Bloomberg Index Services Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. It is a Net Total Return index.*

*The Bloomberg-Barclays MSCI Euro High Yield SRI Sustainable Ex Fossil Fuel Index is a fixed-rate, high-yield corporate bond index. The objective of the index is to provide investors with exposure to high yield corporate bonds issued in Euro, which have high standard in terms of sustainable values.*

*The Benchmark index administrator defines High Yield securities as "Securities that must be rated high yield (Ba1/BB+/BB+ or below) using the middle rating of Moody's, S&P and Fitch; when a rating from only two agencies is available, the lower is used; when only one agency rates a bond, that rating is used".*

*The maximum weight of an issuer within the index is limited to 3% on each rebalancing date.*

*Bloomberg-Barclays MSCI SRI screen selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels. As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-universe (type of ESG selection consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, and accepting sector biases, because the sectors which are considered more virtuous on the whole will be more heavily represented."). The sector breakdown is available on the factsheet published by the index provider at [www.bloomberginindices.com](http://www.bloomberginindices.com)*

*All Bloomberg-Barclays MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of securities for the index.*

*The index excludes at least 20% of securities from its investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the securities composing the index.*

## BNP Paribas Easy € High Yield SRI Fossil Free

1. From the starting universe (Bloomberg-Barclays Euro Corporate High Yield index), the methodology excludes securities belonging to the controversial sectors as defined by Bloomberg-Barclays MSCI SRI screen (Tobacco, Civilian Firearms, Military Weapons, Genetically Modified organisms (GMO), fossil fuels etc.)
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage ESG risks and opportunities.
3. To be eligible for inclusion in the Bloomberg-Barclays MSCI Euro High Yield SRI Sustainable Ex Fossil Fuel Index, the security must also meet the following criteria in addition to the above:
  - Bonds must have a minimum amount outstanding of EUR 250 million.
  - Have a good ESG rating (MSCI ESG rating of "BB" and above) . Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.

MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'.  
The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)

  - Does not generate more than a certain percentage of its revenue from alcohol and gambling.
  - Companies involved in nuclear power are excluded.

Information on exclusions is available in the methodology, which can be downloaded from [www.bloombergindices.com](http://www.bloombergindices.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all Bloomberg-Barclays MSCI SRI indices, can be found at [www.bloombergindices.com](http://www.bloombergindices.com). THIS SUB-FUND IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY MSCI ESG RESEARCH LLC ("MSCI ESG RESEARCH"), BLOOMBERG INDEX SERVICES LIMITED ("BLOOMBERG"), BARCLAYS BANK PLC ("BARCLAYS") OR ANY OF THEIR RESPECTIVE AFFILIATES, INFORMATION PROVIDERS OR ANY OTHER THIRD PARTY (COLLECTIVELY, THE "INDEX PARTIES") INVOLVED IN, OR RELATED TO, COMPILING, COMPUTING OR CREATING ANY BLOOMBERG BARCLAYS MSCI ESG INDEX (EACH, AN "INDEX"). THE INDEXES ARE THE EXCLUSIVE PROPERTY OF THE APPLICABLE INDEX PARTY. "BLOOMBERG", "BARCLAYS", "MSCI ESG RESEARCH", AND THE INDEX NAMES, ARE THE RESPECTIVE TRADE AND/OR SERVICE MARKS OF BLOOMBERG, BARCLAYS, MSCI ESG RESEARCH, OR THEIR AFFILIATES AND HAVE BEEN LICENSED FOR USE FOR CERTAIN PURPOSES BY BNP PARIBAS ASSET MANAGEMENT Holding S.A. and BNP PARIBAS ASSET MANAGEMENT LUXEMBOURG. NONE OF THE INDEX PARTIES MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY REGARDING THE ADVISABILITY OF INVESTING IN SUB-FUNDS GENERALLY OR IN THIS SUB-FUND PARTICULARLY OR THE ABILITY OF ANY INDEX TO TRACK CORRESPONDING STOCK MARKET PERFORMANCE. MSCI ESG RESEARCH, BLOOMBERG, BARCLAYS, OR THEIR AFFILIATES ARE THE LICENSORS OF CERTAIN TRADEMARKS, SERVICE MARKS AND TRADE NAMES AND OF THE INDEXES WHICH ARE DETERMINED, COMPOSED AND CALCULATED BY BLOOMBERG AND/OR MSCI ESG RESEARCH WITHOUT REGARD TO THIS SUB-FUND OR THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY. NONE OF THE INDEX PARTIES HAS ANY OBLIGATION TO TAKE THE NEEDS OF THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE INDEXES. NONE OF THE INDEX PARTIES IS RESPONSIBLE FOR OR HAS PARTICIPATED IN THE DETERMINATION OF THE TIMING OF, PRICES AT, OR QUANTITIES OF THIS SUB-FUND TO BE ISSUED OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY OR THE CONSIDERATION INTO WHICH THIS SUB-FUND IS REDEEMABLE. FURTHER, NONE OF THE INDEX PARTIES HAS ANY OBLIGATION OR LIABILITY TO THE ISSUER OR OWNERS OF THIS SUB-FUND OR ANY OTHER PERSON OR ENTITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR OFFERING OF THIS SUB-FUND.

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- High Yield Bond Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.



## BNP Paribas Easy € High Yield SRI Fossil Free

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2244386053	No	EUR	
UCITS ETF	DIS	LU2244386137	Annual	EUR	
Track Classic	CAP	LU2244386210	No	EUR	
Track Classic	DIS	LU2244386301	Annual	EUR	
Track Privilege	CAP	LU2244386483	No	EUR	
Track Privilege	DIS	LU2244386566	Annual	EUR	
Track I Plus	CAP	LU2244386640	No	EUR	
Track I Plus	DIS	LU2244386723	Annual	EUR	
Track I	CAP	LU2244386996	No	EUR	
Track I	DIS	LU2244387028	Annual	EUR	
Track X	CAP	LU2244387291	No	EUR	
Track X	DIS	LU2244387374	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.23%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.23%	None	None	0.12%	0.05%
Track I	0.23%	None	None	0.12%	0.01%
Track I Plus	0.12%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

*According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:*

- *whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and*
- *whose exclusive object is to replicate the performance of one or more indices.*

*Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 2.00% for subscription or conversion in, and maximum 2.00% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## BNP Paribas Easy € High Yield SRI Fossil Free

### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes 14:45 CET for UCITS ETF Share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

<sup>(2)</sup> If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund launched on February 18, 2021.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy ECPI Circular Economy Leaders

## **Investment objective**

Replicate the performance of the ECPI Circular Economy Leaders Equity (NR) Index\* (Bloomberg: GALPHCEN Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

### **Optimised replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the ECPI Circular Economy Leaders Equity (NR) Index published in EUR by StatPro Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, StatPro Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, StatPro Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time StatPro Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a semi-annually basis in January and July. The index is valued daily. It's a Net Return index (calculated with net dividends reinvested).*

*ECPI Circular Economy Leaders Equity Index is an equally weighted index designed to offer investors exposure to companies in the Global developed market. The objective of the index is to provide investors with exposure to companies that are the ones best placed to grasp the benefits deriving from the adoption of circular economy models and companies that have been able to translate circular economy principles into business practices.*

*The ECPI Circular Economy Leaders Equity Index selects securities related to the opportunities offered by the Circular Economy with positive Environmental, Social and Corporate Governance (ESG) ratings (such as circular supplies, product life extension, recycling, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach implemented here is thematic (the index is composed of companies that provide products and services proving concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital to the transition towards a low-carbon, inclusive economy). The sector breakdown is available on the factsheet published by the index provider at [www.ecpigroup.com](http://www.ecpigroup.com).*

*ECPI maintains a universe of extra-financial research on investable instruments built using a proprietary ESG rating methodology.*

*The index excludes at least 20% of securities from its investment universe (the "selectivity" approach).*

*The extra-financial analysis is carried out on all the shares composing the index.*

1. From a research universe, ECPI selects the securities according to the following definition of Circular Business Models



## BNP Paribas Easy ECPI Circular Economy Leaders

and Industrial Sectors with a positive ESG rating according to ECPI's research, grouped into five themes (or sub-groups):

- *Circular Supplies: renewable energy, bio based or fully recyclable material*  
*Industrial Sectors: renewable energy generation/equipment, Biofuels etc.*
- *Resource Recovery: recover useful resources/energy out of disposed products or by-products*  
*Industrial Sectors: waste management, environmental services & equipment*
- *Product Life Extension: extend working lifecycle of products and components by repairing , upgrading and reselling*  
*Industrial Sectors: apparel & textile products, automotive, construction materials etc.*
- *Sharing Platforms: enable increased utilisation rate of products by making possible shared use/access/ownership*  
*Industrial Sectors: technology, shared services*
- *Product as a Service: offer product access and retain ownership to internalise benefits of circular resource productivity*  
*Industrial Sectors: technology, retail shared goods*

2. To be eligible for inclusion in the ECPI Circular Economy Leaders Equity Index, the security must also meet the following criteria:

- Have a positive ESG rating (> E+) as defined by ECPI ESG rating. Companies involved in systematic violations of the UN Global Compact receive a negative ESG rating.  
The ECPI Rating scale goes from F (Ineligible) to EEE, with EEE being the highest grade).
- Not involved in the production of weapons
- Does not generate more than a certain percentage of its revenue from the production of tobacco, tobacco-containing products or the wholesale of such products
- Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded as long as their revenues generated from these activities exceeds a certain percentage  
Information on exclusions is available in the methodology, which can be downloaded from [www.ecpi-group.com](http://www.ecpi-group.com).

3. ECPI selects the 50 securities that are best placed to grasp the benefits deriving from the adoption of circular economy models and companies that have been able to translate circular economy principles into business practices. The selection is also made according to market capitalisation criteria (within the universe already filtered in terms of ESG) while respecting the constraints of thematic and sectoral diversification.

The index is defined after application of the various filters and restrictions, which are reviewed at each half-yearly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all ECPI indices, can be found at [www.ecpi-group.com](http://www.ecpi-group.com).

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Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the ECPI indices can be found on [www.ecpi-group.com](http://www.ecpi-group.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

## BNP Paribas Easy ECPI Circular Economy Leaders

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1953136527	No	EUR	
Track Classic	CAP	LU1953136790	No	EUR	
Track Privilege	CAP	LU1953136873	No	EUR	
Track I	CAP	LU1953136956	No	EUR	
Track X	CAP	LU1953137095	No	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0.00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.20% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on April 24, 2019.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy ECPI Global ESG Blue Economy

### Investment objective

Replicate the performance of the ECPI Global ESG Blue Economy (NR) Index\* (Bloomberg: GALPHBEN Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### Investment policy

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the ECPI Global ESG Blue Economy (NR) Index published in EUR by StatPro Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, StatPro Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, StatPro Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time StatPro Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a semi-annually basis in January and July. The index is valued daily. It's a Net Return index (calculated with net dividends reinvested).*

*The ECPI Global ESG Blue Economy Index is an equally weighted equity index designed to offer investors exposure to companies in the Global developed market. The objective of the index is to provide investors with exposure to companies that are best placed to seize the opportunities offered by the sustainable use of ocean resources.*

*The Benchmark Index Administrator selects securities related to the sustainable use of ocean resources with positive Environmental, Social and Corporate Governance (ESG) ratings (such as coastal protection, eco-tourism, recycling, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach implemented here is thematic (the index is composed of companies that provide products and services proving concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital to the transition towards a low-carbon, inclusive economy). The sector breakdown is available on the factsheet published by the index provider at [www.ecpiigroup.com](http://www.ecpiigroup.com).*

*ECPI maintains a universe of extra-financial research on investable instruments built using a proprietary ESG rating methodology.*

*At least 20% of securities are excluded from the index investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the shares composing the index.*

1. From a research universe, ECPI selects the securities most involved in the sustainable use of ocean resources with a positive ESG rating according to ECPI's research, grouped into five themes (or sub-groups):

- Coastal livelihoods: coastal protection, eco-tourism

## BNP Paribas Easy ECPI Global ESG Blue Economy

- Energy and resources: offshore wind energy, marine biotechnology, etc.
  - Fish and seafood: wild fisheries, aquaculture and genetics
  - Pollution reduction: recycling/waste management companies, environmental services
  - Shipping routes: container shipping, ship equipment
2. To be eligible for inclusion in the ECPI Global ESG Blue Economy Index, the security must also meet the following criteria:
- Have a positive ESG rating (> E-) as defined by ECPI ESG rating. Companies involved in systematic violations of the UN Global Compact receive a negative ESG rating
- The ECPI Rating scale goes from F (Ineligible) to EEE, with EEE being the highest grade).  
This ESG rating methodology is available on ECPI's website at the following address as of the date of preparation of the prospectus: <https://www.ecpigroup.com/en/research>
- Not involved in the production of weapons
  - Does not generate more than a certain percentage of its revenue from the production of tobacco, tobacco-containing products or the wholesale of such products
  - Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded as long as their revenues generated from these activities exceeds a certain percentage
- Information on exclusions is available in the methodology, which can be downloaded from [www.ecpigroup.com](http://www.ecpigroup.com).
3. ECPI selects the 50 securities that are best placed to seize the opportunities offered by the sustainable use of ocean resources. The selection is also made according to market capitalisation criteria (within the universe already filtered in terms of ESG) while respecting the constraints of thematic and sectoral diversification.

The index is defined after application of the various filters and restrictions, which are reviewed at each half-yearly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all ECPI indices, can be found at [www.ecpigroup.com](http://www.ecpigroup.com).

The subject product is not sponsored, endorsed, sold or promoted by ECPI and ECPI does not make any representation or warranty, express or implied, or accepts any responsibility, regarding the accuracy or completeness of any materials describing this product or the results to be obtained from purchasing this product, or the advisability of investing in securities, or in futures, or other product, or in this product particularly. Before investing in a product, please read the latest prospectus carefully and thoroughly. The information mentioned herein is not intended to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. Past performance is not a reliable indicator of future results. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units. Commissions and costs have a negative impact on performance. This information pays no regard to the specific or future investment objectives, financial or tax situation or particular needs of any specific recipient.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the ECPI indices can be found on [www.ecpigroup.com](http://www.ecpigroup.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2194447293	No	EUR	
UCITS ETF JPY	CAP	LU2194447376	No	JPY	
Track Classic	CAP	LU2194447459	No	EUR	
Track Privilege	CAP	LU2194447533	No	EUR	
Track I	CAP	LU2194447616	No	EUR	
Track I Plus	CAP	LU2194447707	No	EUR	
Track X	CAP	LU2194447889	No	EUR	
Track X	DIS	LU2194447962	Annual	EUR	

All these share classes are not necessarily active.

## BNP Paribas Easy ECPI Global ESG Blue Economy

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement.* In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0.00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.20% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on September 14, 2020.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy ECPI Global ESG Infrastructure

### **Investment objective**

Replicate the performance of the ECPI Global ESG Infrastructure Equity (NR) index\* (Bloomberg: GALPHGIN Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to the global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The Benchmark Index is the ECPI Global ESG Infrastructure Equity (NR) Index published in EUR by StatPro Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, StatPro Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, StatPro Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time StatPro Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011.*

*The composition of the index is reviewed on a semi-annually basis in January and July. This index is valued daily. It's a Net Return index (calculated with net dividends reinvested).*

*The ECPI Global ESG Infrastructure Equity Index is an equally weighted equity index designed to offer investors exposure to companies in the Global developed market. The objective of the index is to provide investors with exposure to companies that are best placed to seize the opportunities offered by the growing demand for sustainable infrastructure development and maintenance.*

*The ECPI Global ESG Infrastructure Equity Index selects securities in line with the long-term growth of infrastructure trends with positive Environmental, Social and Corporate Governance (ESG) ratings (such as transport, social services, water, waste management, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach implemented here is thematic (the index is composed of companies that provide products and services proving concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital to the transition towards a low-carbon, inclusive economy). The sector breakdown is available on the factsheet published by the index provider at [www.ecpigroup.com](http://www.ecpigroup.com).*

*ECPI maintains a universe of extra-financial research on investable instruments built using a proprietary ESG rating methodology.*

*The index excludes at least 20% of securities from its investment universe ("selectivity" approach).*

*The extra-financial analysis is carried out on all the shares composing the index.*

*1. From a research universe, ECPI selects the securities most involved in the development and maintenance of sustainable infrastructure with a positive ESG rating according to ECPI's research, grouped into six themes (or sub-groups):*

- *Communication: networks, antenna towers, fibre cables, broadcasting, etc.*
- *Energy: transmission and distribution, energy utilities, renewable energies*
- *Transport: public transportation, ports, airports, logistics, highways and rail tracks, etc.*
- *Waste management: waste collection and treatment*
- *Water: distribution networks, waste water treatment, etc.*
- *Social infrastructure: schools, hospitals, retirement homes, etc.*

*2. To be eligible for inclusion in the ECPI Global ESG Infrastructure Equity Index, the security must also meet the following criteria:*

- *Have a positive ESG rating (> E-) as defined by ECPI ESG rating. Companies involved in systematic violations of the UN Global Compact receive a negative ESG rating*

*The ECPI Rating scale goes from F (Ineligible) to EEE, with EEE being the highest grade).*

*This ESG rating methodology is available on ECPI's website at the following address as of the date of preparation of the prospectus: <https://www.ecpigroup.com/en/research>*

## BNP Paribas Easy ECPI Global ESG Infrastructure

- Not involved in the production of weapons
- Does not generate more than a certain percentage of its revenue from the production of tobacco, tobacco-containing products or the wholesale of such products
- Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded as long as their revenues generated from these activities exceeds a certain percentage

Information on exclusions is available in the methodology, which can be downloaded from [www.ecpigroup.com](http://www.ecpigroup.com).

3. ECPI selects the 100 securities that are best placed to seize the opportunities offered by the growing demand for development and maintenance of sustainable infrastructures. The selection is also made according to market capitalisation criteria (within the universe already filtered in terms of ESG) while respecting the constraints of thematic and sectoral diversification.

The index is defined after application of the various filters and restrictions, which are reviewed at each half-yearly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all ECPI indices, can be found at [www.ecpigroup.com](http://www.ecpigroup.com).

The subject product is not sponsored, endorsed, sold or promoted by ECPI and ECPI does not make any representation or warranty, express or implied, or accepts any responsibility, regarding the accuracy or completeness of any materials describing this product or the results to be obtained from purchasing this product, or the advisability of investing in securities, or in futures, or other product, or in this product particularly. Before investing in a product, please read the latest prospectus carefully and thoroughly. The information mentioned herein is not intended to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. Past performance is not a reliable indicator of future results. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units. Commissions and costs have a negative impact on performance. This information pays no regard to the specific or future investment objectives, financial or tax situation or particular needs of any specific recipient.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the ECPI indices can be found on [www.ecpigroup.com](http://www.ecpigroup.com).

### Risk profile

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291109293	No	EUR	
Track Classic	CAP	LU1291109376	No	EUR	
Track Privilege	DIS	LU1291109459	Annually	EUR	
Track X	CAP	LU2194448002	No	EUR	
Track X	DIS	LU2194448184	Annually	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

## BNP Paribas Easy ECPI Global ESG Infrastructure

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.20% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on February 05, 2016 by transfer of the "A Euro" category of the Luxembourg FCP NMX® 30 Infrastructure Global THEAM Easy UCITS ETF.

Change of name from "NMX® 30 Infrastructure Global" into "ECPI Global ESG Infrastructure" on April 20, 2020.

Change of index from "NMX® 30 Infrastructure Global (TR)" into "ECPI Global ESG Infrastructure (NR)" on April 20, 2020

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy ESG Growth Europe

### **Investment objective**

Replicate the performance of the BNP Paribas Growth Europe ESG (TR)\* index (Bloomberg: BNPIFEGE index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures, and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the BNP Paribas Growth Europe ESG (TR) Index, sponsored by BNP Paribas, a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. The composition of the index is reviewed on a monthly basis. The index is valued daily. It's a Total Return index which reflects the performance of the index components inclusive of the value that would be derived from reinvestment of dividends and distributions, if any, after the deduction of withholding tax, that are declared by the issuer of any Index Component.*

*BNP Paribas Growth Europe ESG Index is composed of European equities whose financial statements indicate strong growth based on fundamental data and an optimization methodology designed to capture the performance generated by the Growth factor, while taking into account an Environmental, Social and Governance (ESG) scoring and carbon footprint data.*

*The objective of BNP Paribas Growth Europe ESG Index is to provide exposure to the performance of a basket of equities that trade on various exchanges in Europe, selected on a monthly basis.*

*This index therefore selects companies closely linked to Growth criteria with the consideration of ESG rating (reduction of carbon emission, human capital, corporate governance etc.).*

*Hence, companies involved in disputable activities, subject to significant violations of the principles of the United Nations Global Compact or companies that have been involved in serious controversies related to the ESG are excluded from the index.*

*The type of approach implemented here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards). The sector breakdown is available on the factsheet published by the index provider at <https://indx.bnpparibas.com>.*

### **Selection of the index components :**

*BNP Paribas Growth Europe ESG Index removes at least 20% of its reference investment universe based on extra financial criteria (such as exclusion based on controversies, UN Global Compact principles, ESG scoring, etc.).*

*The extra-financial analysis is carried out on all the shares forming the index:*

- 1. From the reference investment universe, a selection pool of companies is identified by removing at least 20% of the universe based on extra financial criteria.*
- 2. Companies are then ranked based on several Growth criteria and on an ESG scoring and screening methodology.*

## BNP Paribas Easy ESG Growth Europe

3. The final selection and the weight of each component is calculated using a mathematical optimization algorithm that aims to find the optimal portfolio exposition to the Growth Factor subject to several constraints such as turnover, maximum exposure by issuer, tracking error constraints, environmental, social and governance constraints, carbon footprint constraints, etc.
4. The index is reviewed on a monthly basis.

The Index is denominated in EUR, for all index components that are not denominated in EUR, the BNP Paribas Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the BNP Paribas Index level.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the BNP Paribas indices can be found on <https://indx.bnpparibas.com/nr/FGEE.pdf>

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all BNP Paribas indices, can be found at <https://indx.bnpparibas.com>.

The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. The Index Sponsor under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2244387887	No	EUR	
UCITS ETF	DIS	LU2244387960	Annual	EUR	
Track Classic	CAP	LU2244388000	No	EUR	
Track Classic	DIS	LU2244388182	Annual	EUR	
Track Privilege	CAP	LU2244388265	No	EUR	
Track Privilege	DIS	LU2244388349	Annual	EUR	
Track I	CAP	LU2244388422	No	EUR	
Track I	DIS	LU2244388695	Annual	EUR	
Track X	CAP	LU2244388778	No	EUR	
Track X	DIS	LU2244388851	Annual	EUR	

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

## BNP Paribas Easy ESG Growth Europe

According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders and 12:00 CET for non STP orders for Track share classes; 15:30 CET for UCITS ETF on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on April 15, 2021.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy JPM ESG EMBI Global Diversified Composite

## **Investment objective**

Replicate the performance of the JPM ESG EMBI Global Diversified Composite (TR)\* index (Bloomberg: JESGEMGD index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to bonds issued on the emerging markets by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by issuers included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to bonds issued on the emerging markets by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities issued by issuers included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments or cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the JPM ESG EMBI Global Diversified Composite (TR) index published in USD by J.P. Morgan Securities PLC. Following Brexit, J.P. Morgan Securities PLC, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, J.P. Morgan Securities PLC is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time J.P. Morgan Securities PLC can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on the first business day of every month. It is a Total Return index.*

*The JPM ESG EMBI Global Diversified Composite Index aims to track liquid US dollar emerging market fixed and floating-rate debt instruments issued by sovereign and quasi-sovereign entities. Quasi sovereign entities are defined as being 100% guaranteed or 100% owned by the government. The objective of the index is to provide exposure to sovereign and quasi-sovereign bonds issued in USD selected and tilted on the basis of extra-financial criteria. The maximum weight of a country within the index is limited to 10% on each rebalancing date.*

*J.P Morgan applies an Environmental, Social and Governance (ESG) scoring and screening methodology (such as environmental conventions, labour rights conventions, human rights, etc.) to tilt toward issuers ranked higher on ESG criteria, and to underweight or remove issuers that rank lower.*

*As a result, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The non-financial analysis is carried out on all the bonds composing the index.*

*The type of approach used here is Best-effort (a type of ESG selection consisting of giving priority to the issuers demonstrating an improvement in or good prospects for their ESG practices and performance over time.)*

*The index administrator uses ESG ratings provided by its ESG research and rating partners to determine, among other things, bonds eligibility.*

- 1. From the starting universe (JP Morgan EMBI Global Diversified Composite index), UNGC violators and those involved in severe ESG-related controversies are excluded.*
- 2. Only bonds with at least 2.5 years until maturity are considered for inclusion. At each month-end, instruments that fall below 12 months to maturity during the upcoming month, will be excluded from the Index.*
- 3. Bonds must be denominated in USD and have a minimum amount outstanding of USD 500 million.*
- 4. Application of ESG scoring and screening methodology to tilt issuers ranked higher on ESG criteria and to underweight or remove issuers that rank lower*

## BNP Paribas Easy JPM ESG EMBI Global Diversified Composite

- Use of J.P. Morgan ESG (JESG) issuer scores to adjust the weights of index constituents from the respective baseline index. JESG issuer scores are 0-100 percentile rank calculated based on normalized raw ESG scores from third-party research providers. The JESG scores are divided into five bands.
- Issuers in Band 5 will be excluded from the index and will not be eligible for 12 months.

Information on exclusions is available in the methodology, which can be downloaded from [www.jpmmorgan.com](http://www.jpmmorgan.com)

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review. Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all J.P. Morgan ESG indices, can be found at [www.jpmmorgan.com](http://www.jpmmorgan.com).

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Emerging Markets Risk
- Liquidity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### **Accounting Currency**

USD

## BNP Paribas Easy JPM ESG EMBI Global Diversified Composite

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1547515053	No	USD	
UCITS ETF H EUR	CAP	LU1547515137	No	EUR	
Track Classic	CAP	LU1291091814	No	USD	EUR
Track Privilege	CAP	LU1291091905	No	USD	EUR
Track Privilege	DIS	LU1291092036	Annual	USD	
Track Privilege H CHF	CAP	LU2118273940	No	CHF	
Track Privilege H EUR	CAP	LU1291092119	No	EUR	
Track Privilege H GBP	CAP	LU2118274088	No	GBP	
Track I	CAP	LU1291092200	No	USD	
Track IH CHF	CAP	LU2118274161	No	CHF	
Track IH GBP	CAP	LU1291092382	No	GBP	
Track IH EUR	CAP	LU1291092549	No	EUR	
Track IH EUR	DIS	LU2314314464	Annual	EUR	
Track X	CAP	LU1291092622	No	USD	EUR
Track X	DIS	LU1953137178	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.16%	None	None	0.12%	None
Track Classic	0.50%	None	None	0.30%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.07%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 2.00% for subscription or conversion in, and maximum 1.50% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

## BNP Paribas Easy JPM ESG EMBI Global Diversified Composite

### **Historical information:**

Sub-fund launched on February 26, 2016 by transfer of the “Classic”, “Privilege”, “Privilege H EUR”, “I” and “X” categories of the “Track Emerging Markets Bond” sub-fund of the Luxembourg SICAV PARWORLD.

Change of name from “JPM EMBI Global Diversified Composite” into “JPM ESG EMBI Global Diversified Composite” on September 16, 2019.

Change of index from “JPM EMBI Global Diversified Composite (TR)” into “JPM ESG EMBI Global Diversified Composite (TR)” on September 16, 2019.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy JPM ESG EMBI Global Fossil Reduced 1-3Y

## **Investment objective**

Replicate the performance of the JP Morgan ESG EMBIG 1-3Y ex Oil & Gas Quasis and Utilities Bond (TR)\* index, including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to bonds issued on the emerging markets by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by issuers included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to bonds issued on the emerging markets by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities issued by issuers included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments or cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the JP Morgan ESG EMBIG 1-3Y ex Oil & Gas Quasis and Utilities Bond (TR) index published in USD by J.P. Morgan Securities PLC. Following Brexit, J.P. Morgan Securities PLC, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, J.P. Morgan Securities PLC is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time J.P. Morgan Securities PLC can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on the first business day of every month. The index is valued daily. It is a Total Return index.*

*The JP Morgan ESG EMBIG 1-3Y ex Oil & Gas Quasis and Utilities Bond index aims to track liquid US dollar emerging market fixed and floating-rate government debt instruments. The objective of the index is to provide exposure to sovereign bonds issued in USD selected and tilted on the basis of extra-financial criteria. The maximum weight of a country within the index is limited to 10% on each rebalancing date.*

*J.P. Morgan applies an Environmental, Social and Governance (ESG) scoring and screening methodology (such as environmental conventions, labour rights conventions, human rights, etc.) to tilt toward issuers ranked higher on ESG criteria, and to underweight or remove issuers that rank lower.*

*As a result, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The non-financial analysis is carried out on all the bonds composing the index.*

*The type of approach used here is Best-effort (a type of ESG selection consisting of giving priority to the issuers demonstrating an improvement in or good prospects for their ESG practices and performance over time.)*

*The index administrator uses ESG ratings provided by its ESG research and rating partners to determine, among other things, bonds eligibility.*

- 1. From the starting universe (JP Morgan EMBI Global Diversified Composite index), UNGC violators and those involved in severe ESG-related controversies are excluded.*
- 2. Exclusion of Quasi-sovereigns under Oil & Gas and Utilities sectors.*
- 3. Only bonds with mature in the next 1 to 3 years are considered for inclusion*
- 4. Bonds must be denominated in USD and have a minimum amount outstanding of USD 500 million.*
- 5. Application of ESG scoring and screening methodology to tilt issuers ranked higher on ESG criteria and to underweight or remove issuers that rank lower*



## BNP Paribas Easy JPM ESG EMBI Global Fossil Reduced 1-3Y

- Use of J.P. Morgan ESG (JESG) issuer scores to adjust the weights of index constituents from the respective baseline index. JESG issuer scores are 0-100 percentile rank calculated based on normalized raw ESG scores from third-party research providers. The JESG scores are divided into five bands.
- Issuers in Band 5 will be excluded from the index and will not be eligible for 12 months.

Information on exclusions is available in the methodology, which can be downloaded from [www.jpmmorgan.com](http://www.jpmmorgan.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review. Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all J.P. Morgan ESG indices, can be found at [www.jpmmorgan.com](http://www.jpmmorgan.com).

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Emerging Markets Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### **Accounting Currency**

USD

## BNP Paribas Easy JPM ESG EMBI Global Fossil Reduced 1-3Y

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2118274245	No	USD	
UCITS ETF	DIS	LU2118274328	Annual	USD	
UCITS ETF H EUR	CAP	LU2118274591	No	EUR	
UCITS ETF H EUR	DIS	LU2118274674	Annual	EUR	
Track Classic	CAP	LU2118274757	No	USD	
Track Classic	DIS	LU2118274831	Annual	USD	
Track Classic H EUR	CAP	LU2118274914	No	EUR	
Track Classic H EUR	DIS	LU2118275051	Annual	EUR	
Track Privilege	CAP	LU2118275135	No	USD	
Track Privilege	DIS	LU2118275218	Annual	USD	
Track Privilege H EUR	CAP	LU2118275309	No	EUR	
Track Privilege H EUR	DIS	LU2118275481	Annual	EUR	
Track I	CAP	LU2118275564	No	USD	
Track I	DIS	LU2118275648	Annual	USD	
Track IH EUR	CAP	LU2118275721	No	EUR	
Track IH EUR	DIS	LU2118275994	Annual	EUR	
Track X	CAP	LU2118276299	No	USD	
Track X	DIS	LU2118276455	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.23%	None	None	0.12%	None
Track Classic	0.55%	None	None	0.30%	0.05%
Track Privilege	0.13%	None	None	0.12%	0.05%
Track I	0.13%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement.* In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0,00%..

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 2.00% for subscription or conversion in, and maximum 1.50% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

## BNP Paribas Easy JPM ESG EMBI Global Fossil Reduced 1-3Y

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

*(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

*(2) If the settlement day is a currency holiday, the settlement will occur the following business day.*

**Historical information:**

Sub-fund not yet launched at the date of this prospectus.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy JPM ESG EMU Government Bond IG 3-5Y

## **Investment objective**

Replicate the performance of the J.P. Morgan ESG EMU Government Bond IG 3- 5 Year (TR) Index\* (Bloomberg: GBIEIG35 Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to government bonds issued in Euro by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in debt securities issued by countries included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to government bonds issued in Euro by countries respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments, cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the J.P. Morgan ESG EMU Government Bond IG 3- 5 Year (TR) Index published in EUR by J.P. Morgan Securities PLC. Following Brexit, J.P. Morgan Securities PLC, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, J.P. Morgan Securities PLC is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time J.P. Morgan Securities PLC can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. It is a Total Return index.*

*The J.P. Morgan ESG EMU Government Bond IG 3- 5 Year Index aims to track the performance of eligible fixed-rate, euro-denominated domestic government debt issued by Eurozone countries. Securities must be rated investment grade and mature in the next 3 to 5 years to be eligible.*

*The objective of the index is to provide exposure to Eurozone investment grade government bonds issued in Euro selected and tilted on the basis of extra-financial criteria. J.P. Morgan applies an Environmental, Social and Governance (ESG) scoring and screening methodology (such as environmental conventions, labour rights conventions, human rights, etc.) to tilt toward issuers ranked higher on ESG criteria, and to underweight or remove issuers that rank lower.*

*As a result, those subject to significant violations of the UN Global Compact principles (UNGC) and those involved in severe ESG-related controversies are excluded from the index.*

*The non-financial analysis is carried out on all the bonds composing the index.*

*The type of approach used here is Best-effort (a type of ESG selection consisting of giving priority to the issuers demonstrating an improvement in or good prospects for their ESG practices and performance over time.)*

*The index administrator uses ESG ratings provided by its ESG research and rating partners to determine, among other things, bonds eligibility.*

- 1. From the starting universe (Eurozone countries), UNGC violators and those involved in severe ESG-related controversies are excluded.*
- 2. Securities must be rated investment grade using the middle rating of three (Moody's, S&P & Fitch) and mature in the next 3 to 5 years to be eligible.*
- 3. Bonds must have a minimum amount outstanding of EUR 80 billion.*
- 4. Application of ESG scoring and screening methodology to tilt issuers ranked higher on ESG criteria and to underweight or remove issuers that rank lower*
  - Use of J.P. Morgan ESG (JESG) issuer scores to adjust the weights of index constituents from the respective baseline index. JESG issuer scores are 0-100 percentile rank calculated based on normalized raw ESG scores from third-party research providers. The JESG scores are divided into ten bands.*
  - Issuers in Band 9 and 10 will be excluded from the index.*

*The index currently includes government bonds issued by Austria, Belgium, Finland, France, Germany, Ireland, Italy, Netherlands, Portugal and Spain as of the date of this prospectus.*

*Information on exclusions is available in the methodology, which can be downloaded from [www.jpmmorgan.com](http://www.jpmmorgan.com).*

## BNP Paribas Easy JPM ESG EMU Government Bond IG 3-5Y

The index is defined after application of the various filters and restrictions, which are reviewed at each monthly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all J.P. Morgan ESG indices, can be found at [www.jpmorgan.com](http://www.jpmorgan.com).

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### **Risk profile**

#### **Specific sub-fund risks:**

- Credit Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### **Accounting Currency**

EUR

## BNP Paribas Easy JPM ESG EMU Government Bond IG 3-5Y

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2244387457	No	EUR	
UCITS ETF	DIS	LU2244387531	Annual	EUR	
Track Classic	CAP	LU2244387614	No	EUR	
Track Classic	DIS	LU2244387705	Annual	EUR	
Track Privilege	DIS	LU2008763000	Annual	EUR	
Track I	CAP	LU2008763182	No	EUR	
Track X	CAP	LU2008763265	No	EUR	
Track X	DIS	LU2008763349	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.03%	None	None	0.12%	None
Track Classic	0.50%	None	None	0.30%	0.05%
Track Privilege	0.03%	None	None	0.12%	0.05%
Track I	0.03%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

*(1) Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

*According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:*

- *whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and*
- *whose exclusive object is to replicate the performance of one or more indices.*

*Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

## BNP Paribas Easy JPM ESG EMU Government Bond IG 3-5Y

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

<sup>(2)</sup> If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund launched on October 09, 2019.

Change of name from "Bloomberg Barclays Euro Aggregate Treasury 3-5Y" into "JPM ESG EMU Government Bond IG 3-5Y" on December 15, 2020.

Change of index from "Bloomberg Barclays Euro Aggregate Treasury 3-5 yr (TR)" into "J.P. Morgan ESG EMU Government Bond IG 3-5 Year (TR)" on December 15, 2020.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



# BNP Paribas Easy MSCI China Select SRI S-Series 10% Capped

## **Investment objective**

Replicate the performance of the MSCI China Select SRI S-Series 10% Capped (NTR)\* index (Bloomberg: MXCNSSNU Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs and 40% of its net assets in "China A-Shares" via the Stock Connect.

### **Full replication**

The sub-fund will achieve exposure to Chinese equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to Chinese equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI China Select SRI S-Series 10% Capped (NTR)\* index published in USD by MSCI Limited. For all index components that are not denominated in USD, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The index is valued daily. The composition of the index is reviewed on a quarterly basis, on the last business day of February, May, August and November. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI China Select SRI S-Series 10% Capped Index is a Chinese equity index with a cap that limits a company's maximum weight within the index to 10% on each rebalancing date. The objective of the index is to provide investors with exposure to Chinese companies, which have high standard in terms of sustainable values.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.), and based on their efforts to reduce their exposure to coal and unconventional fossil fuels*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The index's sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI China Index) ("Rating improvement approach").*



## BNP Paribas Easy MSCI China Select SRI S-Series 10% Capped

The extra-financial analysis is carried out on all the shares composing the index.

1. From the starting universe (MSCI China Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI China Select SRI S-Series 10% Capped, the security must also meet the following criteria in addition to the above:

– Have a good ESG rating (MSCI ESG rating of “BB” and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.

MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from ‘AAA’ to ‘CCC’.

The ESG rating methodology is available on MSCI’s website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)

- Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
- Companies involved in thermal coal mining, thermal coal power generation, nuclear power or unconventional and conventional extraction of oil and gas are excluded.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the “MSCI parties”). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI’s permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Emerging Market Risks
- Risk related to investments in some countries
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk
- Specific risks related to investments in Mainland China

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

USD

## BNP Paribas Easy MSCI China Select SRI S-Series 10% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU2314312922	No	USD	
UCITS ETF EUR	CAP	LU2314312849	No	EUR	
UCITS ETF RH EUR	CAP	LU2314315941	No	EUR	
Track Classic	CAP	LU2314314381	No	USD	
Track Classic EUR	CAP	LU2314314209	No	EUR	
Track Privilege	CAP	LU2314314118	No	USD	
Track Privilege EUR	CAP	LU2314314035	No	EUR	
Track Privilege	DIS	LU2314313904	Annually	USD	
Track Privilege EUR	DIS	LU2314313730	Annually	EUR	
Track I	CAP	LU2314313656	No	USD	
Track I Plus	CAP	LU2314313573	No	USD	
Track I Plus EUR	CAP	LU2314313490	No	EUR	
Track I Plus RH EUR	CAP	LU2314313227	No	EUR	
Track X	CAP	LU2314313144	No	USD	
Track X	DIS	LU2314313060	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.33%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.33%	None	None	0.12%	0.05%
Track I	0.33%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

*According to Article 175, e) of the Law, are exempt from the Taxe d'abonnement UCIs as well as individual compartments of UCIs with multiple compartments:*

- *whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and*
- *whose exclusive object is to replicate the performance of one or more indices.*

*Therefore, when a Track share category is listed, the Taxe d'abonnement is reduced to 0,00%.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.30% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Terms of subscription / conversion / redemption:

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

## BNP Paribas Easy MSCI China Select SRI S-Series 10% Capped

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

**Historical information:**

Sub-fund not yet launched at the date of this Prospectus.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI Emerging SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI Emerging SRI S-Series 5% Capped (NTR)\* index (Bloomberg: M7CXESC Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Synthetic replication**

The sub-fund may achieve exposure to emerging market equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark weekly returns over one year.

In synthetic replication, Tracking Error is mainly due to the cost of the swap and cash drag

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Emerging SRI S-Series 5% Capped (NTR)\* index published in USD by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The index is valued daily. The composition of the index is reviewed on a quarterly basis, on the last business day of February, May, August and November. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI Emerging SRI S-Series 5% Capped Index is an emerging markets equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to emerging markets companies, which have high standard in terms of sustainable values.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI Emerging Markets Index) ("Rating improvement approach").*

*The extra-financial analysis is carried out on all the shares composing the index.*

- 1. From the starting universe (MSCI Emerging Markets Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).*
- 2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.*
- 3. To be eligible for inclusion in the MSCI Emerging SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:*

*- Have a very good ESG rating (MSCI ESG rating of "BBB" and above) . Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.*

*MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'.*

*The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)*

*- Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.*

*- Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.*

*Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).*

*The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.*

## BNP Paribas Easy MSCI Emerging SRI S-Series 5% Capped

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Emerging Markets Risk
- Equity Risk
- Risk related to investments in some countries
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

USD

## BNP Paribas Easy MSCI Emerging SRI S-Series 5% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291098314	No	USD	
UCITS ETF EUR	CAP	LU1659681230	No	EUR	
UCITS ETF EUR	DIS	LU1659681313	Annually	EUR	
Track Classic	CAP	LU1291098074	No	USD	EUR
Track Classic	DIS	LU1392936749	Annually	USD	
Track Privilege	CAP	LU1291098157	No	USD	EUR
Track Privilege	DIS	LU1291098231	Annually	USD	EUR
Track Privilege RH EUR	CAP	LU1481202932	No	EUR	
Track I	CAP	LU2118276612	No	USD	
Track I EUR	CAP	LU2118276703	No	EUR	
Track I Plus	CAP	LU2118276885	No	USD	
Track I Plus EUR	CAP	LU2118276968	No	EUR	
Track X	CAP	LU1291098405	No	USD	EUR
Track X	DIS	LU1953137418	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.33%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.28%	None	None	0.12%	0.05%
Track I	0.32%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.30% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(3) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(4) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

## BNP Paribas Easy MSCI Emerging SRI S-Series 5% Capped

### **Historical information:**

Sub-fund launched on March 22, 2016 via the "Track Classic" share category.

Renaming of the "Track I" share category into "UCITS ETF" share category on May 31, 2016.

Change of name from "MSCI Emerging Markets SRI" into "MSCI Emerging SRI S-Series 5% Capped" on September 18, 2019.

Change of index from "MSCI Emerging Markets SRI (NTR)" into "MSCI Emerging SRI S-Series 5% Capped (NTR)" on September 18, 2019.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy MSCI EMU ESG Filtered Min TE

### **Investment objective**

Replicate the performance of the MSCI EMU ESG Filtered Min TE (NTR)\* index (Bloomberg: MXEFTENE Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

#### **Optimised replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the MSCI EMU ESG Filtered Min TE published in EUR by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The index is valued daily. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI EMU ESG Filtered Min TE Index is a Eurozone equity index including large and mid-cap securities. The objective of the index is to maximize exposure to positive sustainable values while minimizing the Tracking error compared to the parent index the MSCI EMU Index.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-universe (type of ESG selection consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, and accepting sector biases, because the sectors which are considered more virtuous on the whole will be more heavily represented). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI ESG indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The index excludes at least 20% of securities from its investment universe ("selectivity approach").*

*The extra-financial analysis is carried out on all the shares composing the index. Stocks in MSCI EMU are sorted in order of their ESG Scores. Bottom quintile (20% by count) stocks with lowest scores are excluded.*

- 1. From the starting universe (MSCI EMU Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, Red flags on ESG controversies, Thermal coal etc.)*
- 2. To be eligible for inclusion, the security must also meet the following criteria :*



## BNP Paribas Easy MSCI EMU ESG Filtered Min TE

- a. Have a good ESG rating. Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.

MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'.

The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)

- b. Does not generate more than a certain percentage of its revenue from the production of tobacco.
  - c. Does not generate more than a certain percentage of its revenue from weapons and firearms.
  - d. Companies involved in thermal coal mining or unconventional extraction of oil and gas and thermal coal power generation are excluded as long as its revenues generated from this activity exceeds a certain percentage.
3. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
  4. Application of optimization process with respect to the parent index (Tracking error minimization subject to a number of constraints)

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com)

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

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Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

## BNP Paribas Easy MSCI EMU ESG Filtered Min TE

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291098827	No	EUR	
Track Classic	CAP	LU1291098587	No	EUR	USD
Track Privilege	CAP	LU1291098660	No	EUR	USD
Track Privilege	DIS	LU1291098744	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291099049	No	GBP	
Track I	CAP	LU1859445220	No	EUR	
Track X	CAP	LU1291099122	No	EUR	USD
Track X	DIS	LU1953137509	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.03%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.03%	None	None	0.12%	0.05%
Track I	0.03%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

According to Article 175, e) of the Law, are exempt from the *Taxe d'abonnement* UCIs as well as individual compartments of UCIs with multiple compartments:

- whose securities are listed or traded on at least one stock exchange or another regulated market operating regularly, recognised and open to the public, and
- whose exclusive object is to replicate the performance of one or more indices.

Therefore, when a Track share category is listed, the *Taxe d'abonnement* is reduced to 0,00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(3) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(4) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

## BNP Paribas Easy MSCI EMU ESG Filtered Min TE

### **Historical information:**

Sub-fund launched on February 12, 2016, with the name "MSCI EMU ex Controversial Weapons", by transfer of the "Privilege", "I" and "X" categories of the "Track EMU" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Change of name into "MSCI EMU ex CW" on 11 September 2017.

Split of the "UCITS ETF-CAP" share class by 18 on 22/06/2018.

Change of name from "MSCI EMU ex CW" into "MSCI EMU ESG Filtered Min TE" on April 30, 2021.

Change of index from "MSCI EMU ex Controversial Weapons (NTR)" into "MSCI EMU ESG Filtered Min TE (NTR)" on April 30, 2021.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI EMU SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI EMU SRI S-Series 5% Capped (NTR) index\* (Bloomberg: M7CXEMS Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

#### **Optimised replication**

The sub-fund will achieve exposure to Eurozone equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the MSCI EMU SRI S-Series 5% Capped (NTR) index published in EUR by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI EMU SRI S-Series 5% Capped Index is a Eurozone equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to Eurozone companies, which have high standard in terms of sustainable values.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI EMU Index) ("Rating improvement approach").*

*The extra-financial analysis is carried out on all the shares composing the index.*

## BNP Paribas Easy MSCI EMU SRI S-Series 5% Capped

1. From the starting universe (MSCI EMU Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI EMU SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
  - Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
  - Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR



## BNP Paribas Easy MSCI EMU SRI S-Series 5% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1953137681	No	EUR	
Track Classic	CAP	LU1953137764	No	EUR	
Track Privilege	CAP	LU1953137848	No	EUR	
Track I	CAP	LU1953137921	No	EUR	
Track I Plus	CAP	LU2118277008	No	EUR	
Track X	CAP	LU1953138069	No	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.65%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.18%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement.* In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution. When a Track share category is listed, the Taxe d'abonnement is reduced to 0.00%.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Change of name from "MSCI EMU SRI Capped 5%" into "MSCI EMU SRI S-Series 5% Capped" on September 16, 2019.

Change of index from "MSCI EMU SRI 5% Capped Index" into "MSCI EMU SRI S-Series 5% Capped index" on September 16, 2019.

Sub-fund launched on September 27, 2019.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI Europe Small Caps SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI Europe Small Caps SRI S-Series 5% Capped (NTR)\* index (Bloomberg: MXEUSNE Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the three index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to small cap European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to small cap European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

#### **Synthetic replication**

The sub-fund may achieve exposure to small cap European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In synthetic replication, Tracking Error is mainly due to the cost of the swap and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Europe Small Caps SRI S-Series 5% Capped (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

## BNP Paribas Easy MSCI Europe Small Caps SRI S-Series 5% Capped

The MSCI Europe Small Caps SRI S-Series 5% Capped Index is a European equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date.

The objective of the index is to provide investors with exposure to European small-cap companies, which have high standard in terms of sustainable values.

MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.

As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.

The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).

All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.

The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI Europe Small Caps Index) ("Rating improvement approach").

The extra-financial analysis is carried out on all the shares composing the index.

1. From the starting universe (MSCI Europe Small Caps Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI Europe Small Caps SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.

MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'.

The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)

- Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
- Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.



## BNP Paribas Easy MSCI Europe Small Caps SRI S-Series 5% Capped

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Small Cap, Specialised or Restricted Sectors Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291101555	No	EUR	
Track Classic	CAP	LU1291101043	No	EUR	USD
Track Privilege	CAP	LU1291101126	No	EUR	USD
Track Privilege	DIS	LU1291101399	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291101639	No	GBP	
Track Privilege H EUR	CAP	LU1291101712	No	EUR	
Track I Plus	CAP	LU2118277180	No	EUR	
Track X	CAP	LU1291101803	No	EUR	USD

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.35% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## BNP Paribas Easy MSCI Europe Small Caps SRI S-Series 5% Capped

### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund launched on February 19, 2016, with the name "MSCI Europe Small Caps ex Controversial Weapons", by transfer of the "Privilege", "I" and "X" categories of the "Track Europe Small Cap" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Change of name into "MSCI Europe Small Caps ex CW" on 11 September 2017.

Change of name into "MSCI Europe Small Caps SRI S-Series 5% Capped" on April 20, 2020.

Change of index from "MSCI Europe Small Caps ex Controversial Weapons (NTR)" into "MSCI Europe Small Caps SRI S-Series 5% Capped (NTR)" on April 20, 2020.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy MSCI Europe SRI S-Series 5% Capped

## **Investment objective**

Replicate the performance of the MSCI Europe SRI S-Series 5% Capped (NTR)\* index (Bloomberg: M7CXESS Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to European equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the MSCI Europe SRI S-Series 5% Capped (NTR) index published in EUR by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, on the last business day of February, May, August and November. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI Europe SRI S-Series 5% Capped Index is a European equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to European companies, which have high standard in terms of sustainable values.*

*MSCI Limited selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI Europe Index) ("Rating improvement approach").*

*The extra-financial analysis is carried out on all the shares composing the index.*

## BNP Paribas Easy MSCI Europe SRI S-Series 5% Capped

1. From the starting universe (MSCI Europe Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI Europe SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:

- Have a very good ESG rating (MSCI ESG rating of “BBB” and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.

MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from ‘AAA’ to ‘CCC’.

The ESG rating methodology is available on MSCI’s website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)

- Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.

- Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the “MSCI parties”). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI’s permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

## BNP Paribas Easy MSCI Europe SRI S-Series 5% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1753045332	No	EUR	
UCITS ETF	DIS	LU1753045415	Annually	EUR	
Track Classic	CAP	LU1753045506	No	EUR	
Track Privilege	CAP	LU1753045688	No	EUR	
Track I	CAP	LU1860554978	No	EUR	
Track I Plus	CAP	LU2118277263	No	EUR	
Track X	CAP	LU1753045761	No	EUR	
Track X	DIS	LU1953138143	Annual	EUR	

As an exception to the provisions of Book I of the prospectus, the initial subscription price per share for the above mentioned UCITS ETF share categories is set to 20,- in the Reference Currency.

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.13%	None	None	0.12%	0.05%
Track I	0.17%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Terms of subscription / conversion / redemption:

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

## BNP Paribas Easy MSCI Europe SRI S-Series 5% Capped

**Historical information:**

Sub-fund launched on March 13, 2018.

Change of name from "MSCI Europe SRI" into "MSCI Europe SRI S-Series 5% Capped" on September 16, 2019.

Change of index from "MSCI Europe SRI (NTR)" into "MSCI Europe SRI S-Series 5% Capped (NTR)" on September 16, 2019.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy MSCI Japan SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI Japan SRI S-Series 5% Capped (NTR)\* index (Bloomberg: M7CXESE I Index), published in EUR, including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to Japanese equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to Japanese equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Japan SRI S-Series 5% Capped Index (NTR) published in EUR by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The index is valued daily. The composition of the index is reviewed on a quarterly basis, on the last business day of February, May, August and November. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI Japan SRI S-Series 5% Capped Index is a Japanese equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to Japanese companies, which have high standard in terms of sustainable values.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI Japan Index) ("Rating improvement approach").*

*The extra-financial analysis is carried out on all the shares composing the index.*

## BNP Paribas Easy MSCI Japan SRI S-Series 5% Capped

1. From the starting universe (MSCI Japan Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI Japan SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above) . Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
  - Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
  - Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking to add a single country holding to an existing diversified portfolio;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR



## BNP Paribas Easy MSCI Japan SRI S-Series 5% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1753045845	No	EUR	
UCITS ETF	DIS	LU1753045928	Annually	EUR	
UCITS ETF H EUR	CAP	LU1753046066	No	EUR	
UCITS ETF H EUR	DIS	LU1753046140	Annually	EUR	
Track Classic	CAP	LU1753046223	No	EUR	
Track Classic H EUR	CAP	LU1753046496	No	EUR	
Track Privilege	CAP	LU1753046579	No	EUR	
Track Privilege H EUR	CAP	LU1753046652	No	EUR	
Track I	CAP	LU2118277347	No	EUR	
Track I Plus	CAP	LU2118277420	No	EUR	
Track X	CAP	LU1753046736	No	EUR	
Track X	DIS	LU1953138499	Annual	EUR	

As an exception to the provisions of Book I of the prospectus, the initial subscription price per share for the above mentioned UCITS ETF share categories is set to 20,- in the Reference Currency.

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.13%	None	None	0.12%	0.05%
Track I	0.17%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

<sup>(1)</sup> *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.05% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

<sup>(1)</sup> *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

<sup>(2)</sup> *If the settlement day is a currency holiday, the settlement will occur the following business day.*

## BNP Paribas Easy MSCI Japan SRI S-Series 5% Capped

**Historical information:**

Sub-fund launched on March 13, 2018.

Change of name from "MSCI Japan SRI" into "MSCI Japan SRI S-Series 5% Capped" on September 16, 2019.

Change of index from "MSCI Japan SRI (NR)" into "MSCI Japan SRI S-Series 5% Capped (NTR)" on September 16, 2019.

**Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI USA SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI USA SRI S-Series 5% Capped (NTR)\* index (Bloomberg: M1CXUSC index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to US equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

#### **Optimised replication**

The sub-fund will achieve exposure to US equities issued by companies respecting Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI USA SRI S-Series 5% Capped Index (NTR) published in USD by MSCI Limited. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the beginning of March, June, September and December. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI USA SRI S-Series 5% Capped Index is a US equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to US companies, which have high standard in terms of sustainable values.*

*MSCI selects securities based on Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with minimum ESG standards according to MSCI ESG Research). The sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).*

*All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.*

*The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI USA Index) ("Rating improvement approach").*

*The extra-financial analysis is carried out on all the shares composing the index.*

## BNP Paribas Easy MSCI USA SRI S-Series 5% Capped

1. From the starting universe (MSCI USA Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI USA SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above) . Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index. MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
  - Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
  - Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

USD

## BNP Paribas Easy MSCI USA SRI S-Series 5% Capped

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291103338	No	USD	
UCITS ETF EUR	CAP	LU1659681586	No	EUR	
UCITS ETF EUR	DIS	LU1659681669	Annually	EUR	
UCITS ETF H EUR	CAP	LU1859445659	No	EUR	
Track Classic	CAP	LU1291102959	No	USD	EUR
Track Classic	DIS	LU1291103098	Annually	USD	EUR
Track Classic H EUR	CAP	LU1859445733	No	EUR	
Track Privilege	CAP	LU1291103171	No	USD	EUR
Track Privilege	DIS	LU1291103254	Annually	USD	EUR
Track Privilege H EUR	CAP	LU1859445816	No	EUR	
Track I Plus	CAP	LU2118277693	No	USD	
Track I Plus EUR	CAP	LU2118277776	No	EUR	
Track X	CAP	LU1291103411	No	USD	EUR
Track X	DIS	LU1953138572	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None
Track Classic	0.33%	None	None	0.12%	0.05%
Track Privilege	0.13%	None	None	0.12%	0.05%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.05% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Terms of subscription / conversion / redemption:

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

## BNP Paribas Easy MSCI USA SRI S-Series 5% Capped

### **Historical information:**

Sub-fund launched on February 19, 2016, with the name "MSCI KLD 400 Social", by transfer of the "Classic", "Privilege", "I" and "X" categories of the "Track US SRI" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" share category on May 31, 2016.

Change of name into MSCI KLD 400 US SRI on July 17, 2017.

Split of the "UCITS ETF-CAP" share class by 14 on 29/06/2018.

Split of the "UCITS ETF EUR-DIS" share class by 11 on 29/06/2018.

Change of name from "MSCI KLD 400 US SRI" into "MSCI USA SRI S-Series 5% Capped" on September 16, 2019.

Change of index from "MSCI KLD 400 social (NTR)" into "MSCI USA SRI S-Series 5% Capped (NTR)" on September 16, 2019.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI World SRI S-Series 5% Capped

### **Investment objective**

Replicate the performance of the MSCI World SRI S-Series 5% Capped (NTR)\* index (Bloomberg: M1CXWSC Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to global equities issued by companies that have their registered offices or conduct the majority of their business activities in developed countries and respect Environmental, Social and Corporate Governance (ESG) criteria by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI World SRI S-Series 5% Capped (NTR) index published in USD by MSCI Limited. For all index components that are not denominated in USD, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. It is a Net Total Return index (calculated with net dividends reinvested).*

*The MSCI World SRI S-Series 5% Capped Index is a global equity index with a cap that limits a company's maximum weight within the index to 5% on each rebalancing date. The objective of the index is to provide investors with exposure to companies that have their registered offices or conduct the majority of their business activities in global developed countries, and which have high standard in terms of sustainable values.*

*MSCI selects securities based Environmental, Social and Corporate Governance (ESG) criteria (such as environmental opportunity, pollution and waste, human capital, corporate governance, etc.) and based on their efforts to reduce their exposure to coal and unconventional fossil fuels.*

*As a result, companies involved in sectors with a potentially high negative ESG impact, those subject to significant violations of the UN Global Compact principles and those involved in severe ESG-related controversies are excluded from the index.*

*The type of approach used here is Best-in-class (Best-in-class approach identifies leaders in each sector based on the best environmental, social and governance (ESG) practices, while avoiding those that present high levels of risk and do not comply with*



## BNP Paribas Easy MSCI World SRI S-Series 5% Capped

minimum ESG standards according to MSCI ESG Research). The index's sector breakdown is available on the factsheet published by the index provider at [www.msci.com](http://www.msci.com).

All MSCI SRI indices use company ratings and research provided by MSCI ESG Research to determine the eligibility of stocks for the index.

The methodology aims to include the securities of companies with the highest ESG ratings making up 25% of the market capitalization in each sector and region of the parent index (MSCI World Index) ("Rating improvement approach").

The extra-financial analysis is carried out on all the shares composing the index.

1. From the starting universe (MSCI World Index), the methodology excludes securities belonging to the controversial sectors defined by MSCI (controversial weapons, gambling, genetically modified organisms, conventional weapons, etc.).
2. Use of the MSCI ESG rating to identify companies that have demonstrated their ability to manage their ESG risks and opportunities.
3. To be eligible for inclusion in the MSCI World SRI S-Series 5% Capped Index, the security must also meet the following criteria in addition to the above:
  - Have a very good ESG rating (MSCI ESG rating of "BBB" and above). Companies involved in systematic violations of the UN Global Compact are rated poorly on ESG standards and are therefore excluded from the index.
  - MSCI ESG Ratings provides an overall company ESG rating - a seven point scale from 'AAA' to 'CCC'. The ESG rating methodology is available on MSCI's website at the following address as of the date of preparation of the prospectus: [www.msci.com/esg-ratings](http://www.msci.com/esg-ratings)
  - Does not generate more than a certain percentage of its revenue from the production of tobacco or tobacco-containing products.
  - Companies involved in thermal coal mining or unconventional extraction of oil and gas are excluded and thermal coal power generation as long as its revenues generated from this activity exceeds a certain percentage.

Information on exclusions is available in the methodology, which can be downloaded from [www.msci.com](http://www.msci.com).

The index is defined after application of the various filters and restrictions, which are reviewed at each quarterly review of the index.

No guarantee is given with regard to the compliance of certain filters at any time, in particular with respect to the maintenance of the positive ESG rating between two rebalances. If a company is involved in a controversy between two rebalances of the index, it will be automatically excluded at the next review.

Further information on the index, its composition, calculation and rules for monitoring and periodic rebalancing, as well as information on the general methodology common to all MSCI indices, can be found at [www.msci.com](http://www.msci.com).

This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). The MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.

Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

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Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com)

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Risk related to the Environmental, Social, and Governance (ESG) and Sustainability Investments
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.



## BNP Paribas Easy MSCI World SRI S-Series 5% Capped

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

USD

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291108642	No	USD	
UCITS ETF EUR	CAP	LU1615092217	No	EUR	
UCITS ETF H EUR	CAP	LU1547516028	No	EUR	
Track Classic	CAP	LU1291108303	No	USD	EUR
Track Classic H EUR	CAP	LU1953138655	No	EUR	
Track Privilege	CAP	LU1291108485	No	USD	EUR
Track Privilege	DIS	LU1291108568	Annually	USD	EUR
Track Privilege GBP	CAP	LU1291108725	No	GBP	
Track Privilege EUR	CAP	LU2314316089	No	EUR	
Track Privilege H EUR	CAP	LU1291108998	No	EUR	
Track I	CAP	LU1859446111	No	USD	EUR
Track I Plus	CAP	LU2118277859	No	USD	
Track I Plus EUR	CAP	LU2118277933	No	EUR	
Track X	CAP	LU1291109020	No	USD	EUR
Track X	DIS	LU1953138739	Annual	USD	EUR

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.12%	None	None	0.12%	0.01%
Track I Plus	0.05%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.10% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Terms of subscription / conversion / redemption:

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

## BNP Paribas Easy MSCI World SRI S-Series 5% Capped

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund launched on February 26, 2016, with the name "MSCI World ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I" and "X" categories of the "Track World" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Change of name into MSCI World ex CW on 11 September 2017.

Split of the "UCITS ETF-CAP" share class by 20 on 29/06/2018.

Split of the "UCITS ETF EUR-CAP" share class by 11 on 29/06/2018.

Change of name from "MSCI World ex CW" into "MSCI World SRI S-Series 5% Capped" on September 16, 2019.

Change of index from "MSCI World ex Controversial Weapons (NTR)" into "MSCI World SRI S-Series 5% Capped (NTR)" on September 16, 2019

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy Bloomberg Barclays Euro Aggregate Treasury

## **Investment objective**

Replicate the performance of the Bloomberg-Barclays Euro Aggregate Treasury (TR) index\* (Bloomberg: LEATTREU index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to government bonds issued in the Eurozone by investing at least 90% of its assets in debt securities issued by countries included in the index.

The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to government bonds issued in the Eurozone by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities issued by issuers included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments or cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the Bloomberg-Barclays Euro Aggregate Treasury (TR) index published in EUR by, Bloomberg Index Services Limited. Following Brexit, Bloomberg Index Services Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, Bloomberg Index Services Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time Bloomberg Index Services Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a monthly basis. The index is valued daily. The majority of the index's underlying components are government bonds in the Eurozone. It is a Total Return index.*

*Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the Bloomberg Barclays indices can be found on [www.bloombergindices.com](http://www.bloombergindices.com)*

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*Neither Barclays Bank PLC, Barclays Capital Inc., nor any affiliate (collectively "Barclays") nor Bloomberg is the issuer or producer of the sub-fund and neither Bloomberg nor Barclays has any responsibilities, obligations or duties to investors in the sub-fund. The Bloomberg-Barclays Euro Aggregate Treasury index is licensed for use by the Company as the Issuer of the sub-fund. The only relationship of Bloomberg and Barclays with the Issuer in respect of Bloomberg-Barclays Euro Aggregate Treasury index is the licensing of the Bloomberg-Barclays Euro Aggregate Treasury index, which is determined, composed and calculated by BISL, or any successor thereto, without regard to the Issuer or the sub-fund or the owners of the sub-fund.*

*Additionally, the Company of the sub-fund may for itself execute transaction(s) with Barclays in or relating to the Bloomberg-Barclays Euro Aggregate Treasury index in connection with the sub-fund. Investors acquire the sub-fund from the Company and investors neither acquire any interest in Bloomberg-Barclays Euro Aggregate Treasury index nor enter into any relationship of any kind whatsoever with Bloomberg or Barclays upon making an investment in the sub-fund. The sub-fund are not sponsored, endorsed, sold or promoted by Bloomberg or Barclays. Neither Bloomberg nor Barclays makes any representation or warranty, express or implied, regarding the advisability of investing in the sub-fund or the advisability of investing in securities generally or the ability of the Bloomberg-Barclays Euro Aggregate Treasury index to track corresponding or relative market performance. Neither Bloomberg nor Barclays has passed on the legality or suitability of the sub-fund with respect to any person or entity. Neither Bloomberg nor Barclays is responsible for or has participated in the determination of the timing of, prices at, or quantities of the sub-fund to be issued. Neither Bloomberg nor Barclays has any obligation to take the needs of the Issuer or the owners of the sub-fund or any other third party into consideration in determining,*

## BNP Paribas Easy Bloomberg Barclays Euro Aggregate Treasury

composing or calculating the Bloomberg-Barclays Euro Aggregate Treasury index. Neither Bloomberg nor Barclays has any obligation or liability in connection with administration, marketing or trading of the sub-fund.

The licensing agreement between Bloomberg and Barclays is solely for the benefit of Bloomberg and Barclays and not for the benefit of the owners of the sub-fund, investors or other third parties. In addition, the licensing agreement between the Company and Bloomberg is solely for the benefit of the Company and Bloomberg and not for the benefit of the owners of the sub-fund, investors or other third parties.

NEITHER BLOOMBERG NOR BARCLAYS SHALL HAVE ANY LIABILITY TO THE ISSUER, INVESTORS OR OTHER THIRD PARTIES FOR THE QUALITY, ACCURACY AND/OR COMPLETENESS OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX OR ANY DATA INCLUDED THEREIN OR FOR INTERRUPTIONS IN THE DELIVERY OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX. NEITHER BLOOMBERG NOR BARCLAYS MAKES ANY WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY THE ISSUER, THE INVESTORS OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX OR ANY DATA INCLUDED THEREIN. NEITHER BLOOMBERG NOR BARCLAYS MAKES ANY EXPRESS OR IMPLIED WARRANTIES, AND EACH HEREBY EXPRESSLY DISCLAIMS ALL WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE WITH RESPECT TO THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX OR ANY DATA INCLUDED THEREIN. BLOOMBERG RESERVES THE RIGHT TO CHANGE THE METHODS OF CALCULATION OR PUBLICATION, OR TO CEASE THE CALCULATION OR PUBLICATION OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX, AND NEITHER BLOOMBERG NOR BARCLAYS SHALL BE LIABLE FOR ANY MISCALCULATION OF OR ANY INCORRECT, DELAYED OR INTERRUPTED PUBLICATION WITH RESPECT TO ANY OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX. NEITHER BLOOMBERG NOR BARCLAYS SHALL BE LIABLE FOR ANY DAMAGES, INCLUDING, WITHOUT LIMITATION, ANY SPECIAL, INDIRECT OR CONSEQUENTIAL DAMAGES, OR ANY LOST PROFITS, EVEN IF ADVISED OF THE POSSIBILITY OF SUCH, RESULTING FROM THE USE OF THE BLOOMBERG BARCLAYS EURO AGGREGATE TREASURY INDEX OR ANY DATA INCLUDED THEREIN OR WITH RESPECT TO THE SUB-FUND.

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### Non-Sustainable index

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### Risk profile

#### **Specific sub-fund risks:**

- Credit Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1481202692	No	EUR	
Track Classic	CAP	LU1291092895	No	EUR	USD
Track Privilege	CAP	LU1291092978	No	EUR	USD
Track Privilege	DIS	LU1291093190	Annual	EUR	USD
Track I	CAP	LU1291093273	No	EUR	USD
Track I	DIS	LU1753046900	Annual	EUR	USD
Track IH GBP	CAP	LU1291093356	No	GBP	
Track X	CAP	LU1291093430	No	EUR	USD

All these share classes are not necessarily active.

## BNP Paribas Easy Bloomberg Barclays Euro Aggregate Treasury

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.03%	None	None	0.12%	None
Track Classic	0.50%	None	None	0.30%	0.05%
Track Privilege	0.03%	None	None	0.12%	0.05%
Track I	0.02%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

### **Historical information:**

Sub-fund launched on February 12, 2016 by transfer of the "Classic", "Privilege", "I" and "X" categories of the "Track EMU Government Bond" sub-fund of the Luxembourg SICAV PARWORLD.

Split of the "UCITS ETF-CAP" share class by 24 on 19/06/2018.

Change of name from "JPM GBI EMU" to "Bloomberg Barclays Euro Aggregate Treasury" on September 16, 2019.

Change of index from "JPM GBI EMU (TR)" into "Bloomberg-Barclays Euro Aggregate Treasury (TR)" on September 16, 2019.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy Energy & Metals Enhanced Roll

## **Investment objective**

Replicate the performance of the BNP Paribas Energy & Metals Enhanced Roll (TR)\* index (Bloomberg: BNPIC52T), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

## **Synthetic replication**

The sub-fund may achieve exposure to energy and metals commodities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark weekly returns over one year.

In synthetic replication, Tracking Error is mainly due to the cost of the swap and cash drag.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The BNP Paribas Energy & Metals Enhanced Roll (TR) index is published in USD by Standards and Poor's and sponsored by BNP Paribas, a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus. This Index represents a diversified investment in a basket of commodities futures indices with the objective to optimise the roll mechanism. Each commodity is represented by its own reference index.*

*The allocation between the commodities futures indices is derived from the composition of the Bloomberg Commodity Ex-Agriculture and Livestock Capped Total Return Index (Bloomberg code: BBUXALCT Index). The Index is rebalanced every month following any rebalancing of the Bloomberg Commodity Ex-Agriculture and Livestock Capped Total Return Index. The rebalancing of the Index does not involve any cost for the Index.*

*For further information on the Index, investors are invited to consult the following website:*

*<https://indx.bnpparibas.com/Strategy/Index?pid=K4IK%2B8vuOFAIh9m0KBUmaA%3D%3D&subid=kuJ679wM5bRACvfm31dKKw%3D%3D>. The complete breakdown of this index and performance information are available on the same page. The index calculation method is available directly at: <https://indx.bnpparibas.com/nr/C52TTR.pdf>*

*The Index is sponsored by BNP Paribas (the "Index Sponsor") and calculated and published by Standards and Poor's (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

*BNP Paribas Energy & Metals Enhanced Roll (TR)] (the "Index") is the exclusive property of BNP Paribas. Standard & Poor's contribution is limited to performing calculations and data distribution in connection with the Index as well as maintenance of the Index. S&P and its affiliates shall have no liability for any errors or omissions in calculating the Index or in connection with the data provided in connection therewith. The BNP Paribas Easy Energy & Metals Enhanced Roll (the "Product") is not sponsored, endorsed, sold or promoted by Standard & Poor's, its affiliates or their third party licensors and neither Standard & Poor's, its affiliates nor its third party licensors make any representatives regarding the advisability of investing in the Product."*

## **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

## **Risk profile**

### **Specific sub-fund risks:**

- Collateral Management Risk
- Commodity Related Exposure Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Energy & Metals Enhanced Roll

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investment in commodities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

USD

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291109533	No	USD	
UCITS ETF EUR	CAP	LU1291109616	No	EUR	
UCITS ETF RH EUR	CAP	LU1547516291	No	EUR	
UCITS ETF CHF	CAP	LU1547516374	No	CHF	
UCITS ETF GBP	CAP	LU1547516457	No	GBP	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.26%	None	None	0.12%	None

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.10% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### Valuation Day:

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### Terms of subscription / conversion / redemption:

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of (i) days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable and (ii) days when the European market(s) for the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
14:45 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*



## BNP Paribas Easy Energy & Metals Enhanced Roll

### **Historical information:**

Sub-fund launched on April 1, 2016, with the name "S&P GSCI Energy & Metals Capped Components 35/20" to "Energy & Metals Enhanced Roll", by transfer of the "A Euro Unhedged" and "B Euro Hedged" categories of the Luxembourg FCP S&P GSCI® Energy&Metals Capped Component 35/20 THEAM Easy UCITS ETF.

Current name and index first applied on March 29, 2017.

Split of the "UCITS ETF-CAP" by 13 on 22/06/2018.

Split of the "UCITS ETF EUR-CAP" by 3 on 22/06/2018.

Split of the "UCITS ETF RH EUR-CAP" by 9 on 22/06/2018.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Equity Dividend Europe

### **Investment objective**

Replicate the performance of the BNP Paribas High Dividend Europe Equity NTR index\* (Bloomberg: BNPIHEUN Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the BNP Paribas High Dividend Europe Equity NTR Index, with net dividends reinvested, calculated and published in EUR by Solactive AG and sponsored by BNP Paribas (Index composition :*

*<https://indx.bnpparibas.com/Strategy/Index?pid=MbU%2F18WXsjhpzElsRyZPqx%3D%3D&subid=bHJFnCEhnBeNqissZkdKkq%3D%3D>*

*). The composition of the index is reviewed on a monthly basis. The index is valued daily.*

*BNP Paribas Equity Dividend Europe Index is an index measuring the performance of European companies selected for their capacity to distribute a high and consistent dividend.*

*The performance of the index includes the net dividends paid by the shares that compose the index.*

*Further information is available on the website: <https://indx.bnpparibas.com/nr/HEUNTR.pdf>*

*The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus, and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Equity Dividend Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1615090864	No	EUR	
UCITS ETF	DIS	LU1615090948	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on August 29, 2017.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Equity Low Vol Europe

### **Investment objective**

Replicate the performance of the BNP Paribas Equity Low Vol Europe TR\* index (Bloomberg: BNPIFLVE index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both hedging and trading (investment) purposes and efficient portfolio management.

*\* The benchmark is the BNP Paribas Equity Low Vol Europe TR Index with net dividends reinvested, calculated and published in EUR by Solactive AG and sponsored by BNP Paribas (Index composition: <https://indx.bnpparibas.com/Strategy/Index?pid=TLRU3ng7JjIw0GtQQdZ5IA%3D%3D&subid=8K%2BpMjBvyK3XIKXAG9wGJA%3D%3D>).*

*The composition of the index is reviewed on a monthly basis. The index is valued daily. BNP Paribas Equity Low Vol Europe Index is an European equity index measuring the performance of European companies that exhibit a low historical volatility. The performance of the index includes the dividends paid by the shares that compose the index. Further information is available on the website: <https://indx.bnpparibas.com/nr/FLVETR.pdf>*

*The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Equity Low Vol Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377381717	No	EUR	
UCITS ETF	DIS	LU1481201025	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on June 7, 2016.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Equity Low Vol US

### **Investment objective**

Replicate the performance of the BNP Paribas Equity Low Vol US TR\* index (Bloomberg: BNPIFLVU index), published in USD and converted in EUR (at the WM/Reuters 4 p.m. London time), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to US equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to US equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

The performance of the sub-fund, denominated in EUR, is not hedged against the USD currency risk.

*\* The benchmark is the BNP Paribas Equity Low Vol US TR Index with net dividends reinvested, calculated and published in USD by Solactive AG and sponsored by BNP Paribas (Index composition:*

<https://indx.bnpparibas.com/Strategy/Index?pid=QcztXJzW%2fhV4fvacPEMnyQ%3d%3d&subid=MVT0bfUdXeBOm16pmWITCA%3d%3d>).

*The composition of the index is reviewed on a monthly basis. The index is valued daily. BNP Paribas Equity Low Vol US Index is a US equity index measuring the performance of US companies that exhibit a low historical volatility. The performance of the index includes the dividends paid by the shares that compose the index. Further information is available on the website:*

<https://indx.bnpparibas.com/nr/FLVUTR.pdf>

*The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

## BNP Paribas Easy Equity Low Vol US

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377381980	No	EUR	
UCITS ETF	DIS	LU1481201298	Annual	EUR	
UCITS ETF USD	CAP	LU1481201371	No	USD	
UCITS ETF H EUR	CAP	LU1481201454	No	EUR	

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.08% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on June 7, 2016.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy Equity Momentum Europe

### **Investment objective**

Replicate the performance of the BNP Paribas Equity Momentum Europe TR\* index (Bloomberg: BNPIFME index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the BNP Paribas Equity Momentum Europe TR Index with net dividends reinvested, calculated and published in EUR by Solactive AG and sponsored by BNP Paribas (Index composition:*

*<https://indx.bnpparibas.com/Strategy/Index?pid=OcFBL015m5HWur%2BfPWnCTw%3D%3D&subid=9UKduoUqZKG%2F15izVkS8tw%3D%3D>).*

*The composition of the index is reviewed on a monthly basis. The index is valued daily. BNP Paribas Equity Momentum Europe Index is a European equity index measuring the performance of European companies that are appealing in terms of momentum. The momentum effect relies on a continuation of past patterns. The performance of the index includes the dividends paid by the shares that compose the index. Further information is available on the website: <https://indx.bnpparibas.com/nr/FMETR.pdf>*

*The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Equity Momentum Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377382012	No	EUR	
UCITS ETF	DIS	LU1481201538	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on June 7, 2016.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Equity Quality Europe

### **Investment objective**

Replicate the performance of the BNP Paribas Equity Quality Europe TR\* index (Bloomberg: BNPIFQE index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

\* The benchmark is the BNP Paribas Equity Quality Europe TR Index with net dividends reinvested, calculated and published in EUR by Solactive AG and sponsored by BNP Paribas (Index composition:

<https://indx.bnpparibas.com/Strategy/Index?pid=q9V6T8uSmWWy2eJNvaLAcw%3d%3d&subid=kFoXpGrFPWtym9SHiLF4Fq%3d%3d>).

The composition of the index is reviewed on a monthly basis. The index is valued daily. BNP Paribas Equity Quality Europe Index is a European equity index measuring the performance of European companies that are appealing in terms of quality. Quality is measured by the assessment of the health of a firm's business and the competence of its management, based on information reported in the financial statements. The performance of the index includes the dividends paid by the shares that compose the index. Further information is available on the website: <https://indx.bnpparibas.com/nr/FQETR.pdf>

The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Equity Quality Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377382103	No	EUR	
UCITS ETF	DIS	LU1481201611	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on June 7, 2016.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Equity Value Europe

### **Investment objective**

Replicate the performance of the BNP Paribas Equity Value Europe TR\* index (Bloomberg: BNPIFVE index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, debt securities, futures and forwards.

### **Synthetic replication**

The sub-fund may achieve exposure to European equities in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In synthetic replication, tracking error is mainly due to the cost of the swap and cash drag.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the BNP Paribas Equity Value Europe TR Index with net dividends reinvested, calculated and published in EUR by Solactive AG and sponsored by BNP Paribas (Index composition:*

*<https://indx.bnpparibas.com/Strategy/Index?pid=GfkcCnwfiBRI4V8Yrfm6%2fA%3d%3d&subid=Xj0s%2fcN13oOCE2la%2fuqn0w%3d%3d>*

*The composition of the index is reviewed on a monthly basis. The index is valued daily. BNP Paribas Equity Value Europe Index is a European equity index measuring the performance of European companies that appear underpriced using a fundamental analysis. The performance of the index includes the dividends paid by the shares that compose the index. Further information is available on the website: <https://indx.bnpparibas.com/nr/FVETR.pdf>*

*The Index is sponsored by BNP Paribas (the "Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and calculated and published by Solactive AG (the "Index Calculation Agent"). BNP Paribas Arbitrage SNC (the "Index Weight Calculation Agent") provides certain data to the Index Calculation Agent for use in the Index. None of the Index Sponsor, the Index Calculation Agent nor the Index Weight Calculation Agent, under any circumstances, offer any guarantee as to the results achieved using the index or the value of the Index at any time on any day. The Index Sponsor draws the attention of owners of the ETF to the disclaimers appearing in Sections 5 and 6 of Part C (General Index Rules) of the Index Rule Book, which is available on the website quoted above.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks.

### **Risk profile**

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy Equity Value Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1377382285	No	EUR	
UCITS ETF	DIS	LU1481201702	Annual	EUR	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.18%	None	None	0.12%	None

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.08% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on June 7, 2016.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy FTSE EPRA/Nareit Developed Europe

### **Investment objective**

Replicate the performance of the FTSE EPRA Nareit Developed Europe (NTR)\* (Bloomberg: NEPRA Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to European real estate equities and REITS by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the FTSE EPRA Nareit Developed Europe index published in EUR by FTSE International Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, FTSE International Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, FTSE International Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time FTSE International Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a quarterly basis, each Thursday following the third Friday of March, June, September and December. The index is valued daily. The majority of the index's underlying components are property sector equities listed on European stock exchanges. It is a Net Total Return index (calculated with net dividends reinvested).*

*Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the EPRA/NareitGLOBAL REAL ESTATE INDEX SERIES® indices can be found on [www.ftse.com](http://www.ftse.com).*

*BNP Paribas Easy FTSE EPRA Nareit Developed Europe Capped is not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or by the London Stock Exchange Plc (the "Exchange") or by the Financial Times Limited ("FT"), European Public Real Estate Association ("EPRA") and National association of Real Estate Investment Trusts ("Nareit") and neither FTSE, Exchange, FT, EPRA nor NAREIT makes any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FTSE EPRA Nareit Developed Europe index (the "Index") and/or the figure at which the said Index stands at any particular time on any particular day or otherwise. The Index is compiled and calculated by FTSE. However, neither FTSE, Exchange, FT, EPRA nor Nareit shall be liable (whether in negligence or otherwise) to any person for any error in the Index and neither FTSE, Exchange, FT, EPRA or Nareit shall be under any obligation to advise any person of any error therein.*

*FTSE is a trade mark of the London Stock Exchange Plc and The Financial Times Limited and is used by FTSE International limited under licence. "Nareit®" is the trade mark of the National Association of Real Estate Investment Trusts and "EPRA" is the trade mark of the European public Real Estate Association.*

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Real Estate Related Exposure Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.



## BNP Paribas Easy FTSE EPRA/Nareit Developed Europe

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in real estate products;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF QD	DIS	LU1291091228	Quarterly	EUR	
UCITS ETF QD H EUR	DIS	LU1859445063	Quarterly	EUR	
UCITS ETF QD H CHF	DIS	LU2244388935	Quarterly	CHF	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.28%	None	None	0.12%	None

*(1) Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com)

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

*(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

*(2) If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on February 05, 2016 by transfer of the "Classic" and "Classic Bis" categories of the Luxembourg FCP FTSE EPRA Europe THEAM Easy UCITS ETF.

Split of the "UCITS ETF QD-DIS" share class by 21 on 22/06/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

# BNP Paribas Easy FTSE EPRA/Nareit Eurozone Capped

## **Investment objective**

Replicate the performance of the FTSE EPRA Nareit Eurozone Capped (NTR) index\* (Bloomberg: NR0EUE Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to Eurozone real estate equities and REITS by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In full replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the FTSE EPRA Nareit Eurozone Capped index published in EUR by FTSE International Limited. Following Brexit, FTSE International Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, FTSE International Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time FTSE International Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. The composition of the index is reviewed on a quarterly basis, each Thursday following the third Friday of March, June, September and December. The index is valued daily. The majority of the index's underlying components are property sector equities listed on Eurozone stock exchanges. It is a Net Total Return index (calculated with net dividends reinvested).*

*Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the EPRA NareitGLOBAL REAL ESTATE INDEX SERIES® indices can be found on: [www.ftse.com](http://www.ftse.com).*

*BNP Paribas Easy FTSE EPRA Nareit Eurozone Capped is not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or by the London Stock Exchange Plc (the "Exchange") or by the Financial Times Limited ("FT"), European Public Real Estate Association ("EPRA") and National association of Real Estate Investment Trusts ("Nareit") and neither FTSE, Exchange, FT, EPRA nor NAREIT makes any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the FTSE EPRA Nareit Eurozone Capped index (the "Index") and/or the figure at which the said Index stands at any particular time on any particular day or otherwise. The Index is compiled and calculated by FTSE. However, neither FTSE, Exchange, FT, EPRA nor Nareit shall be liable (whether in negligence or otherwise) to any person for any error in the Index and neither FTSE, Exchange, FT, EPRA or Nareit shall be under any obligation to advise any person of any error therein.*

*FTSE is a trade mark of the London Stock Exchange Plc and The Financial Times Limited and is used by FTSE International limited under licence. "Nareit®" is the trade mark of the National Association of Real Estate Investment Trusts an "EPRA" is the trade mark of the European public Real Estate Association.*

## **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

## **Risk profile**

### **Specific sub-fund risks:**

- Equity Risk
- Liquidity Risk
- Real Estate Related Exposure Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

## BNP Paribas Easy FTSE EPRA/Nareit Eurozone Capped

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in real estate products;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

EUR

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU0950381748	No	EUR	
UCITS ETF QD	DIS	LU0192223062	Quarterly	EUR	
UCITS ETF QD H CHF	DIS	LU2244389073	Quarterly	CHF	
UCITS ETF H CHF	CAP	LU1753046819	No	CHF	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.28%	None	None	0.12%	None

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.10% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com)

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:30 CET on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on December 28, 2015 following the conversion of the Luxembourg FCP FTSE EPRA Eurozone THEAM Easy UCITS ETF from the legal form of an FCP into the one of a SICAV.

Split of the "UCITS ETF QD-DIS" share class by 26 on 06/07/2018.

Split of the "UCITS ETF-CAP" share class by 18 on 06/07/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged)

### **Investment objective**

Replicate the performance of the Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged) index\* (Bloomberg: IBXXIGTH index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to corporate bonds all over the world by investing at least 90% of its assets in securities issued by companies included in the index.

The remainder of the assets may be invested in other bonds than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to corporate bonds all over the world by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in debt securities issued by issuers included in the index. The remainder of the assets may be invested in debt securities other than those referred to in the core policy, Money Market Instruments or cash. More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in hedging and income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in hedging and income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged) Index, published and converted in USD (at the WM/Reuters of 4:00 PM London time). The composition of the index is reviewed on a quarterly basis. The index is valued daily. The majority of the index's underlying components are corporate bonds issued by European and US companies. It is a Total Return index. The index referenced herein (the "Index") is the property of IHS Markit Benchmark Administration Limited ("Index Sponsor"), a Benchmark Index administrator registered in the Benchmark Register at the date of this Prospectus and has been licensed for use in connection with the sub-fund. Investors acknowledge and agree that the sub-fund is not sponsored, endorsed or promoted by the Index Sponsor. The Index Sponsor makes no representation whatsoever, whether express or implied, and hereby expressly disclaims all warranties (including, without limitation, those of merchantability or fitness for a particular purpose or use), with respect to the Index or any data included therein or relating thereto, and in particular disclaims any warranty either as to the quality, accuracy and/or completeness of the Index or any data included therein, the results obtained from the use of the Index and/or the composition of the Index at any particular time on any particular date or otherwise and/or the creditworthiness of any entity, or the likelihood of the occurrence of a credit event or similar event (however defined) with respect to an obligation, in the Index at any particular time on any particular date or otherwise. The Index Sponsor shall not be liable (whether in negligence or otherwise) to the parties or any other person for any error in the Index, and the Index Sponsor is under no obligation to advise the parties or any person of any error therein.*

*The Index Sponsor makes no representation whatsoever, whether express or implied, as to the advisability of investing in, purchasing or selling the sub-fund, the ability of the Index to track relevant markets' performances, or otherwise relating to the Index or any transaction or product with respect thereto, or of assuming any risks in connection therewith. The Index Sponsor has no obligation to take the needs of any party into consideration in determining, composing or calculating the Index. No party investing in, purchasing or selling the sub-fund, nor the Index Sponsor, shall have any liability to any party for any act or failure to act by the Index Sponsor in connection with the determination, adjustment, calculation or maintenance of the Index.*

*Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the Markit indices can be found on [www.markit.com](http://www.markit.com).*

## BNP Paribas Easy Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged)

### Non-Sustainable index

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### Risk profile

#### **Specific sub-fund risks:**

- Credit Risk
- Emerging Markets Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in fixed income securities;
- can accept low to medium market risks.

### Accounting Currency

USD

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1547515210	No	USD	
UCITS ETF RH EUR	CAP	LU1547515301	No	EUR	
Track Classic	CAP	LU1291094917	No	USD	EUR
Track Privilege	CAP	LU1291095054	No	USD	EUR
Track Privilege	DIS	LU1291095211	Annual	USD	EUR
Track Privilege RH NOK	CAP	LU1291095302	No	NOK	
Track I	CAP	LU1291095484	No	USD	EUR
Track I Plus RH NOK*	CAP	LU1291095567	No	NOK	
Track X	CAP	LU1291095641	No	USD	EUR

\* Share class launched at the Initial Subscription Price of 100,- in its Reference Currency.

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.08%	None	None	0.12%	None
Track Classic	0.50%	None	None	0.30%	0.05%
Track Privilege	0.03%	None	None	0.12%	0.05%
Track I	0.02%	None	None	0.12%	0.01%
Track I Plus	0.01%	None	None	0.08%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 1.50% for subscription or conversion in, and maximum 1.00% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### Additional information

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

## BNP Paribas Easy Markit iBoxx Global Corporates Liquid 150 Capped (USD Hedged)

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
12:00 CET for Track share classes, 13:00 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

### **Historical information:**

Sub-fund launched on March 4, 2016 by transfer of the "Classic" and "I RH NOK" categories of the "Track Global Corporate Bond" sub-fund of the Luxembourg SICAV PARWORLD.

### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



## BNP Paribas Easy MSCI Emerging Markets ex CW

### **Investment objective**

Replicate the performance of the MSCI Emerging Markets ex Controversial Weapons (NTR)\* index (Bloomberg: M1EFXW Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will use the index replication method described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Synthetic replication**

The sub-fund may achieve exposure to equities issued on the emerging markets in two different ways:

- The sub-fund will invest in a basket of securities called 'substitute basket' composed of equities, debt securities, cash and/or short-term deposits. Exposure to the index will be achieved by entering into a swap that enables the sub-fund to convert the exposure of its 'substitute basket' to the exposure to the index. Furthermore the sub-fund may invest in options, futures and forward contracts linked to the index, on any regulated market or over-the-counter.
- The sub-fund may invest in transferable securities linked to the index, such as certificates and/or in futures, cash or Money Market Instruments.

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark weekly returns over one year.

In synthetic replication, Tracking Error is mainly due to the cost of the swap and cash drag

Synthetic replication may increase the counterparty risk of the sub-fund.

Derivatives (including TRS) are used for both investment and hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Emerging Markets ex Controversial Weapons (NTR) index published in USD by MSCI Limited. For all index components that are not denominated in USD, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are equities issued in emerging countries. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.*

*No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.*

*Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).*



## BNP Paribas Easy MSCI Emerging Markets ex CW

### Non-Sustainable index

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### Risk profile

#### **Specific sub-fund risks:**

- Collateral Management Risk
- Counterparty Risk
- Emerging Markets Risk
- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### Investor type profile

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### Accounting Currency

USD

### Share Categories

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1615092134	No	USD	
UCITS ETF EUR	CAP	LU1291097779	No	EUR	
UCITS ETF EUR	DIS	LU1659681156	Annually	EUR	
UCITS ETF RH EUR	CAP	LU1547515640	No	EUR	
Track Classic	CAP	LU1291097340	No	USD	EUR
Track Privilege	CAP	LU1291097423	No	USD	EUR
Track Privilege	DIS	LU1291097696	Annually	USD	EUR
Track Privilege GBP	CAP	LU1291097852	No	GBP	
Track Privilege RH EUR	CAP	LU1481202858	No	EUR	
Track I	CAP	LU1859445147	No	USD	EUR
Track X	CAP	LU1291097936	No	USD	EUR
Track X	DIS	LU1953137335	Annual	USD	

All these share classes are not necessarily active.

### Fees payable by the sub-fund

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.23%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.18%	None	None	0.12%	0.05%
Track I	0.22%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### Anti-Dilution Levy

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.30% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

## BNP Paribas Easy MSCI Emerging Markets ex CW

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on March 4, 2016, with the name "MSCI Emerging Markets ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I", "I GBP" and "X" categories of the "Track Emerging Markets" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share categories into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

Split of the UCITS ETF EUR – CAP share class by 10 on 19/06/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI Europe ex CW

### **Investment objective**

Replicate the performance of the MSCI Europe ex Controversial Weapons (NTR)\* index (Bloomberg: M4EUCW index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area and/or in the UK, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to European equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to European equities by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Europe ex Controversial Weapons (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are equities issued in Europe. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI*

## BNP Paribas Easy MSCI Europe ex CW

considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291099718	No	EUR	
Track Classic	CAP	LU1291099395	No	EUR	USD
Track Privilege	CAP	LU1291099478	No	EUR	USD
Track Privilege	DIS	LU1291099635	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291099809	No	GBP	
Track Privilege H EUR	CAP	LU1291099981	No	EUR	
Track I	CAP	LU1859445493	No	EUR	
Track X	CAP	LU1291100078	No	EUR	USD

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.12%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.30% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

## BNP Paribas Easy MSCI Europe ex CW

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on February 12, 2016, with the name "MSCI Europe ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I" and "X" categories of the "Track Europe" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

Split of the "UCITS ETF-CAP" share class by 17 on 29/06/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI Europe ex UK ex CW

### **Investment objective**

Replicate the performance of the MSCI Europe ex UK ex Controversial Weapons (NTR)\* index (Bloomberg: M4UGCW Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 75% of the assets will be invested at all times in equities issued by companies that have their registered office in a member country of the European Economic Area, other than non-cooperative countries in the fight against fraud and tax evasion.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to equities issued in Europe, excluding the UK, by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash and futures.

#### **Optimised replication**

The sub-fund will achieve exposure to equities issued in Europe, excluding the UK, by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

*\* The benchmark is the MSCI Europe ex UK ex Controversial Weapons (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are equities issued in continental Europe, excluding Great Britain. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included*

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No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291100664	No	EUR	
Track Classic	CAP	LU1291100151	No	EUR	
Track Classic USD	CAP	LU1291100318	No	USD	
Track Privilege	CAP	LU1291100409	No	EUR	USD
Track Privilege	DIS	LU1291100581	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291100748	No	GBP	
Track X	CAP	LU1291100821	No	EUR	USD, GBP

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.25% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).



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### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable or their reference market is subject to early closure, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 15:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on February 19, 2016, with the name "MSCI Europe ex UK ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I" and "X" categories of the "Track Continental Europe" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI Japan ex CW

### **Investment objective**

Replicate the performance of the MSCI Japan ex Controversial Weapons (NTR)\* index (Bloomberg: M0JPCW Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

#### **Full replication**

The sub-fund will achieve exposure to Japanese equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

#### **Optimised replication**

The sub-fund will achieve exposure to Japanese equities by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Japan ex Controversial Weapons (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are Japanese equities. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI*

## BNP Paribas Easy MSCI Japan ex CW

index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking to add a single country holding to an existing diversified portfolio;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291102447	No	EUR	
UCITS ETF H EUR	CAP	LU1481203070	No	EUR	
UCITS ETF H EUR	DIS	LU1659681404	Annually	EUR	
Track Classic	CAP	LU1291101985	No	EUR	USD
Track Classic H EUR	CAP	LU1394078577	No	EUR	
Track Privilege	CAP	LU1291102108	No	EUR	USD
Track Privilege	DIS	LU1291102280	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291102520	No	GBP	
Track Privilege H EUR	CAP	LU1291102793	No	EUR	
Track Privilege USD	CAP	LU2244389156	No	USD	
Track I	CAP	LU1859445576	No	EUR	
Track X	CAP	LU1291102876	No	EUR	USD, GBP
Track X	DIS	LU1953138226	Annual	EUR	

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.12%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

## BNP Paribas Easy MSCI Japan ex CW

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.05% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on February 26, 2016, with the name "MSCI Japan ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I", "IH EUR" and "X" categories of the "Track Japan" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

Split of the "UCITS ETF H EUR-CAP" by 11 on 19/06/2018.

Split of the "UCITS ETF-CAP" share class by 14 on 19/06/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.

## BNP Paribas Easy MSCI North America ex CW

### **Investment objective**

Replicate the performance of the MSCI North America ex Controversial Weapons (NTR)\* index (Bloomberg: M0NACW Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to North American equities by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to North American equities by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI North America ex Controversial Weapons (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are North American equities. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI*

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considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291104575	No	EUR	
UCITS ETF H EUR	CAP	LU1547515723	No	EUR	
Track Classic	CAP	LU1291103684	No	EUR	
Track Classic USD	CAP	LU1291103841	No	USD	
Track Privilege	CAP	LU1291104062	No	EUR	USD
Track Privilege	DIS	LU1291104229	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291104732	No	GBP	
Track Privilege H EUR	CAP	LU1291104906	No	EUR	
Track I	CAP	LU1859445907	No	EUR	
Track X	CAP	LU1291105119	No	EUR	USD, GBP

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.12%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

## BNP Paribas Easy MSCI North America ex CW

(1) *Taxe d'abonnement. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.*

### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.05% for subscription or conversion in, and maximum 0.05% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
15:00 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the Valuation Day (D)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) *Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.*

(2) *If the settlement day is a currency holiday, the settlement will occur the following business day.*

#### **Historical information:**

Sub-fund launched on February 26, 2016, with the name "MSCI North America ex Controversial Weapons". by transfer of the "Classic", "Privilege", "I", "I GBP", "IH EUR" and "X" categories of the "Track North America" sub-fund of the Luxembourg SICAV PARWORLD. Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

Split of the "UCITS ETF-CAP" share class by 22 on 06/07/2018.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.



# BNP Paribas Easy MSCI Pacific ex Japan ex CW

## **Investment objective**

Replicate the performance of the MSCI Pacific ex Japan ex Controversial Weapons (NTR)\* index (Bloomberg: M0PCJCW Index), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

## **Investment policy**

For that purpose, the manager of the sub-fund's portfolio will be able to switch between the two index replication methods described below, to ensure optimum management of the sub-fund.

At least, 51% of the assets will be invested at all times in equities.

The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

### **Full replication**

The sub-fund will achieve exposure to equities issued in the Asia Pacific zone excluding Japan by investing at least 90% of its assets in:

- equities issued by companies included in the index, and/or
- equity equivalent securities whose underlying assets are issued by companies included in the index.

The remainder of the assets may be invested in equities and equity equivalent securities other than those referred to in the core policy, Money Market Instruments, cash, futures and forwards.

### **Optimised replication**

The sub-fund will achieve exposure to equities issued in the Asia Pacific zone excluding Japan by investing in a representative sample of the underlying index (the model portfolio).

The sub-fund will invest at least 90% of its assets in equities or equity equivalent securities issued by issuers included in the index. The remainder of the assets may be invested in equities or equity equivalent securities other than those referred to in the core policy, convertible bonds, Money Market Instruments or, cash.

More specifically, the sub-fund may invest up to 10% of its assets in derivatives (including futures) issued by an investment bank and listed on a regulated market, for forex hedging or exposure to the tracked index purposes.

Optimised replication will be preferred to full replication whenever the number of components is too high compared to the assets under management, or when the liquidity is not homogeneous across the constituents of the index.

While optimisation can be a more cost efficient approach than full replication, it may also lead to an increased in Tracking Error as the sub-fund does not hold all index constituents. A model portfolio will thus be created, and its closeness to the index (Tracking Error below 1%) will be constantly monitored, as will correlations between components (correlation grids, quant tests).

The sub-fund aims at replicating as closely as possible the performance of its reference index. However, it may experience some degree of Tracking Error due to replication costs.

Tracking Error is calculated as the standard deviation of the difference in the sub-fund and benchmark\* weekly returns over one year.

In full replication, Tracking Error is mainly due to transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In optimised replication, Tracking Error is mainly due to the difference in the sub-fund's and index compositions, transaction costs, differences in income reinvestment policies and tax treatments and cash drag.

In both full and optimised replication, the sub-fund follows the same rebalancing policy as the index. Index changes are implemented on the same day as in the index in order not to deviate from the index performance.

The costs of rebalancing the portfolio will depend on the index turnover and the transactions costs of trading the underlying securities. Rebalancing costs will impact negatively the sub-fund's performance.

Derivatives (including TRS) are used for hedging purposes and efficient portfolio management as long as the conditions set out in Appendix 2 of Book I are met.

*\* The benchmark is the MSCI Pacific ex-Japan ex Controversial Weapons (NTR) index published in EUR by MSCI Limited. For all index components that are not denominated in EUR, the Index methodology implements a currency conversion (at the WM/Reuters 4 p.m London time) mechanism prior to the calculation of the Index level. Following Brexit, MSCI Limited, the Benchmark Index administrator is no longer registered in the Benchmark Register. Since January 1st, 2021, MSCI Limited is considered a "third country" UK administrator vis-à-vis the European Union and no longer appears on the Benchmark Register. The non-EU benchmarks are permitted to be used in the EU until the Regulation 2016/1011's transition period which is currently being extended to January 1st 2024. During this time MSCI Limited can either be granted the UK "equivalence" by the European Union or "endorsement" or "recognition" as per Regulation 2016/1011. More information can be found on MSCI website. The composition of the index is reviewed on a quarterly basis, at the end of February, May, August and November. The index is valued daily. The majority of the index's underlying components are equities issued in the Asia Pacific zone excluding Japan. It is a Net Total Return index (calculated with net dividends reinvested).*

*This sub-fund is not sponsored, endorsed, sold or promoted by MSCI, any of its affiliates, any of its information providers or any other third party involved in, or related to, compiling, computing or creating any MSCI index (collectively, the "MSCI parties"). the MSCI indexes are the exclusive property of MSCI. MSCI and the MSCI index names are service mark(s) of MSCI or its affiliates and have been licensed for use for certain purposes by the sub-fund. None of the MSCI parties makes any representation or warranty, express or implied, to the issuer or owners of this sub-fund or any other person or entity regarding the advisability of investing in funds generally or in this sub-fund particularly or the ability of any MSCI index to track corresponding stock market performance. MSCI or its affiliates are the licensors of certain trademarks, service marks and trade names and of the MSCI indexes which are determined, composed and calculated by MSCI without regard to this sub-fund or the issuer or owners of this sub-fund or any other person or entity. None of the MSCI parties has any obligation to take the needs of the issuer or owners of this sub-fund or any other person or entity into consideration in determining, composing or calculating the MSCI indexes. None of the MSCI parties is responsible for or has participated in the determination of the timing of, prices at, or quantities of this sub-fund to be issued or in the determination or calculation of the equation by or the consideration into which this sub-fund is redeemable. Further, none of the MSCI parties has any obligation or liability to the issuer or owners of this sub-fund or any other person or entity in connection with the administration, marketing or offering of this sub-fund.*

*Although MSCI shall obtain information for inclusion in or for use in the calculation of the MSCI indexes from sources that MSCI considers reliable, none of the MSCI parties warrants or guarantees the originality, accuracy and/or the completeness of any MSCI index or any data included therein. None of the MSCI parties makes any warranty, express or implied, as to results to be obtained by*

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the issuer of the sub-fund, owners of the sub-fund, or any other person or entity, from the use of any MSCI index or any data included therein. None of the MSCI parties shall have any liability for any errors, omissions or interruptions of or in connection with any MSCI index or any data included therein. Further, none of the MSCI parties makes any express or implied warranties of any kind, and the MSCI parties hereby expressly disclaim all warranties of merchantability and fitness for a particular purpose, with respect to each MSCI index and any data included therein. Without limiting any of the foregoing, in no event shall any of the MSCI parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

Additional information on the Reference Index, its composition, calculation and rules for periodical review and rebalancing and on the general methodology behind the MSCI indices can be found on [www.msci.com](http://www.msci.com).

### **Non-Sustainable index**

The investment objective of the sub-fund is to replicate the performance of non-sustainable Index (the performance of an asset class, a geographic area or a thematic, without ESG extra-financial criteria nor a sustainable approach being taken into account for securities' selection and/or weighting of individual security in the index), including fluctuations, and to maintain the Tracking Error between the sub-fund and its non-sustainable index below 1%. In order to meet the investment objective and keep the Tracking Error low versus the non-sustainable index, the investment process will not take into account sustainability risks and principal adverse impacts on sustainability factors.

### **Risk profile**

#### **Specific sub-fund risks:**

- Equity Risk
- Emerging Markets Risk
- Tracking Error Risk

For an overview of generic risks, please refer to the Appendix 3 of Book I of the Prospectus.

### **Investor type profile**

This sub-fund is suitable for investors who:

- are looking for a diversification of their investments in equities;
- are willing to accept higher market risks in order to potentially generate higher long-term returns;
- can accept significant temporary losses;
- can tolerate volatility.

### **Accounting Currency**

EUR

### **Share Categories**

Category	Class	ISIN code	Dividend	Reference Currency	Other Valuation Currencies
UCITS ETF	CAP	LU1291106356	No	EUR	
UCITS ETF H EUR	CAP	LU1547515996	No	EUR	
Track Classic	CAP	LU1291105382	No	EUR	
Track Classic USD	CAP	LU1291105549	No	USD	
Track Privilege	CAP	LU1291105895	No	EUR	USD
Track Privilege	DIS	LU1291106190	Annually	EUR	USD
Track Privilege GBP	CAP	LU1291106513	No	GBP	
Track Privilege H EUR	CAP	LU1291106786	No	EUR	
Track I	CAP	LU1859446038	No	EUR	
Track X	CAP	LU1291106943	No	EUR	USD, GBP

All these share classes are not necessarily active.

### **Fees payable by the sub-fund**

Category	Management (max)	Performance	Distribution (max)	Other (max)	TAB <sup>(1)</sup>
UCITS ETF	0.13%	None	None	0.12%	None
Track Classic	0.60%	None	None	0.40%	0.05%
Track Privilege	0.08%	None	None	0.12%	0.05%
Track I	0.12%	None	None	0.12%	0.01%
Track X	None	None	None	0.12%	0.01%

(1) *Taxe d'abonnement*. In addition, the Company may be subject to foreign UCI's tax, and/or other regulators levy, in the country where the sub-fund is registered for distribution.

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### **Anti-Dilution Levy**

In addition to the maximum fees payable by the investors, an anti-dilution levy, as defined in Book I, of maximum 0.15% for subscription or conversion in, and maximum 0.15% for redemption or conversion out may be applicable.

The Board of Directors may decide to temporarily increase the anti-dilution levy beyond the maximum level indicated above when necessary to protect the interests of shareholders.

For each active share, a KIID is available which mentions, among other, the launch date, the reference currency and the historical performance. The KIIDs are available on the website [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

### **Additional information**

#### **Valuation Day:**

For each day of the week on which banks are open for business in Luxembourg and the benchmark index is published (a "Valuation Day"), there is a corresponding net asset value which is dated that Valuation Day. The last Business Day of the year will always be a Valuation Day.

It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors and the web site [www.bnpparibas-am.com](http://www.bnpparibas-am.com).

#### **Terms of subscription / conversion / redemption:**

Subscription, redemption and conversion orders will be processed at an unknown net asset value in accordance with the rules set out below and in Book I, only on Valuation Days with the exception of days when the components of the Benchmark Index with a weighting that represents a significant proportion of the index (in excess of 10%) are not tradable, unless otherwise decided by the Board of Directors. The time mentioned is Luxembourg time. Orders received on December 31<sup>st</sup> of each year will be suspended and treated on the following Valuation Day.

Centralisation of orders <sup>(1)</sup>	Orders Trade Date	NAV calculation and publication date	Orders Settlement Date
16:30 CET for STP orders, 12:00 CET for non STP orders for Track share classes, 16:30 CET for UCITS ETF share classes on the day preceding the Valuation Day (D-1)	Valuation Day (D)	Day after the Valuation Day (D+1)	Maximum three bank business days after the Valuation Day <sup>(2)</sup> (D+3)

(1) Applications approved after this deadline will be processed on the basis of the net asset value calculated for the following Valuation Day.

(2) If the settlement day is a currency holiday, the settlement will occur the following business day.

#### **Historical information:**

Sub-fund launched on February 19, 2016, with the name "MSCI Pacific ex Japan ex Controversial Weapons", by transfer of the "Classic", "Privilege", "I", "I GBP" and "X" categories of the "Track Pacific ex Japan" sub-fund of the Luxembourg SICAV PARWORLD.

Renaming of the "Track I" share category into "UCITS ETF" and "Track Privilege" share categories on May 31, 2016.

Current name first applied on 11 September 2017.

#### **Taxation:**

Potential shareholders are recommended to seek full information in their country of origin, place of residence or domicile on the possible tax consequences associated with their investment.