



WORLD CLIMATE NAVIGATOR 90% PROTECTED NEWSLETTER

theam QUANT
FUNDS

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | MAY 2025

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INVESTMENT OBJECTIVE

The THEAM Quant – Equity World Climate Navigator 90% Protected Fund seeks to increase the value of its assets over the medium term by being exposed to a dynamic basket of global equities listed on developed markets, the components of which, are chosen using a systematic selection method based on companies' environment, social and governance (ESG) criteria as well as carbon emission, energy transition and financial robustness criteria. Additionally, it benefits from a protection mechanism whereby, at least until 4th March 2024, the fund's Net Asset Value (NAV) will not drop below 90% of the highest NAV attained since inception.

STRATEGY

The fund's strategy consists of the following elements:

- A **Dynamic Asset**, which offers exposure to Socially Responsible Investment (SRI), through the Equity World Climate Care Strategy, the components of which, are chosen quarterly using the following approach:
 - From the investment universe (comprising ~ 2400 companies listed on global developed markets), companies which have any involvement in controversial activities/products/issues such as armament, alcohol, tobacco, etc. are excluded, on the basis of their respective Moody's ESG Solutions and/or BNPP Asset Management ESG scores.
 - Among the remaining, companies are then filtered using a proven best-in-class financial approach focusing on core metrics such as profitability, prospects and valuation. Portfolio selection is also subject to risk control and sectoral/geographical diversification.
 - Finally, only those companies with the best energy transition strategy in their respective sector are chosen, and the portfolio is so constructed, such that it will have an average carbon footprint reduced by at least 50% compared to the investment universe, and will maximize its energy transition score, given the other portfolio constraints.
- The **IsoVol Mechanism** which aims to control, and maintain the volatility of the Equity World Climate Care Strategy at or below 5% by using a Bond Portfolio, consisting of government bonds and/or money-market rates or cash
- The **Protection Mechanism** which is a systematic option-writing mechanism designed to protect the NAV of the fund at least at 90% of the highest NAV level reached since inception.

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

PERFORMANCE

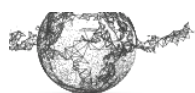
As of May 30th, 2025

Sep 21 - May 25	Equity World Climate Care
Performance 1 month	0.26%
Cumulative Performance Year To Date	-1.66%
Annualised Performance Since Start Date	-1.63%
Annualised Sharpe Ratio Since Start Date	-
Annualised Volatility Since Start Date	2.68%
Max Drawdown Since Start Date	-7.55%

Refers to LU2356205372, THEAM Quant – World Climate Navigator 90% Protected – Share I EUR Acc <THN9PIE LX Equity>.

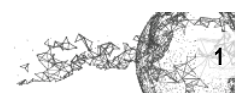
Source: Bloomberg. Past performance is not an indicator of future performance.

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

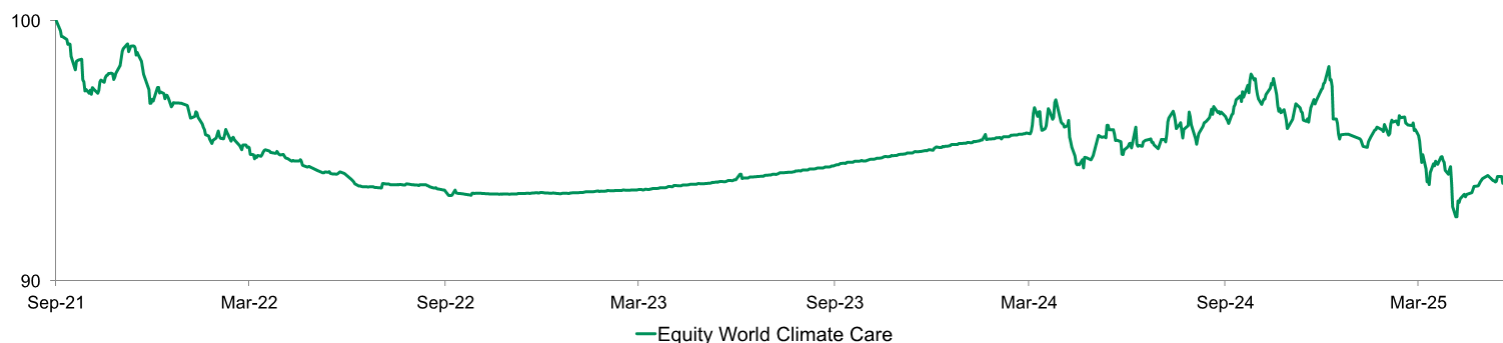


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PERFORMANCE



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

MONTHLY COMMENTARY

MACRO BACKGROUND

- In May, changes in US trade policy led to the most significant movements in financial markets. Apart from a brief episode of tensions with the European Union, negotiations appeared to be moving in the right direction, particularly between China and the US. The agreement reached on 12 May removed the risk of recession and triggered risk-on moves. Many questions remain unanswered, as shown by the twists and turns (legal and otherwise) at the end of the month.
- US fiscal policy was the other driver of the month: Questions about US debt sustainability returned to centre stage after the House of Representatives passed a bill, which, as it stands, is likely to lead to a further ballooning of the fiscal deficit.
- After new all-time highs posted in April and early May (closing above \$3,400 an ounce), gold prices moved directionless to end the month practically unchanged from end-April at \$3,289 an ounce. After its underperformance in April, oil benefited in the first half of the month from the ebb of global recession fears. The rise in prices remained fragile, however, and Brent crude ended the month up by 1.2% at \$63.9 a barrel.
- On 23 May, President Trump suddenly threatened the European Union with 50% tariffs from as early as 1 June, citing what he saw as 'bad faith' shown by the European negotiators. He then back-tracked on his statements. At the end of the month, Trump claimed China had 'totally violated' the 12 May agreement. Finally, a US court argued that Trump could not claim his tariff decisions were based on 'national security'. The court's decision appeared to weaken his ability to set reciprocal tariffs before being contradicted by a federal court of appeal. Despite these disturbing twists and turns, optimism prevailed.

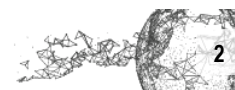
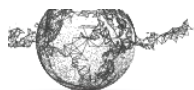
PERFORMANCE BREAKDOWN

Our fund posted a positive performance in May: 0.26%.

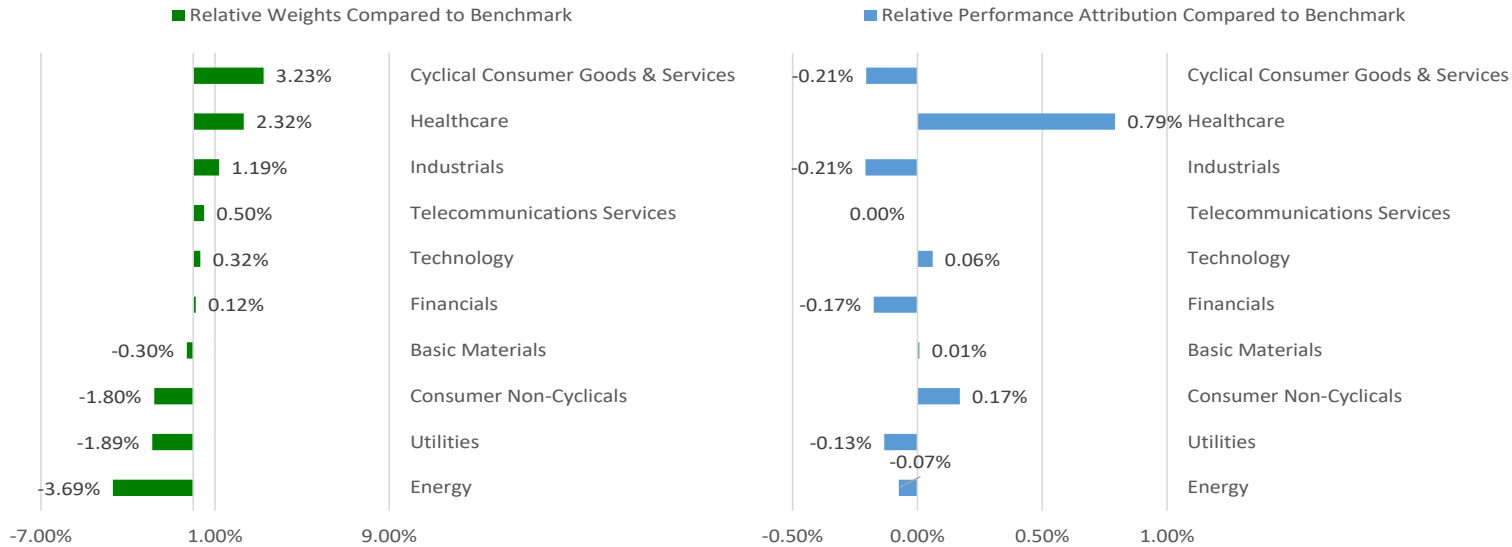
The performance of fund's underlying equity strategy can be explained as follows.

Note: The fund's exposure to the Equity World Climate Care Strategy is variable, and keeps changing periodically.

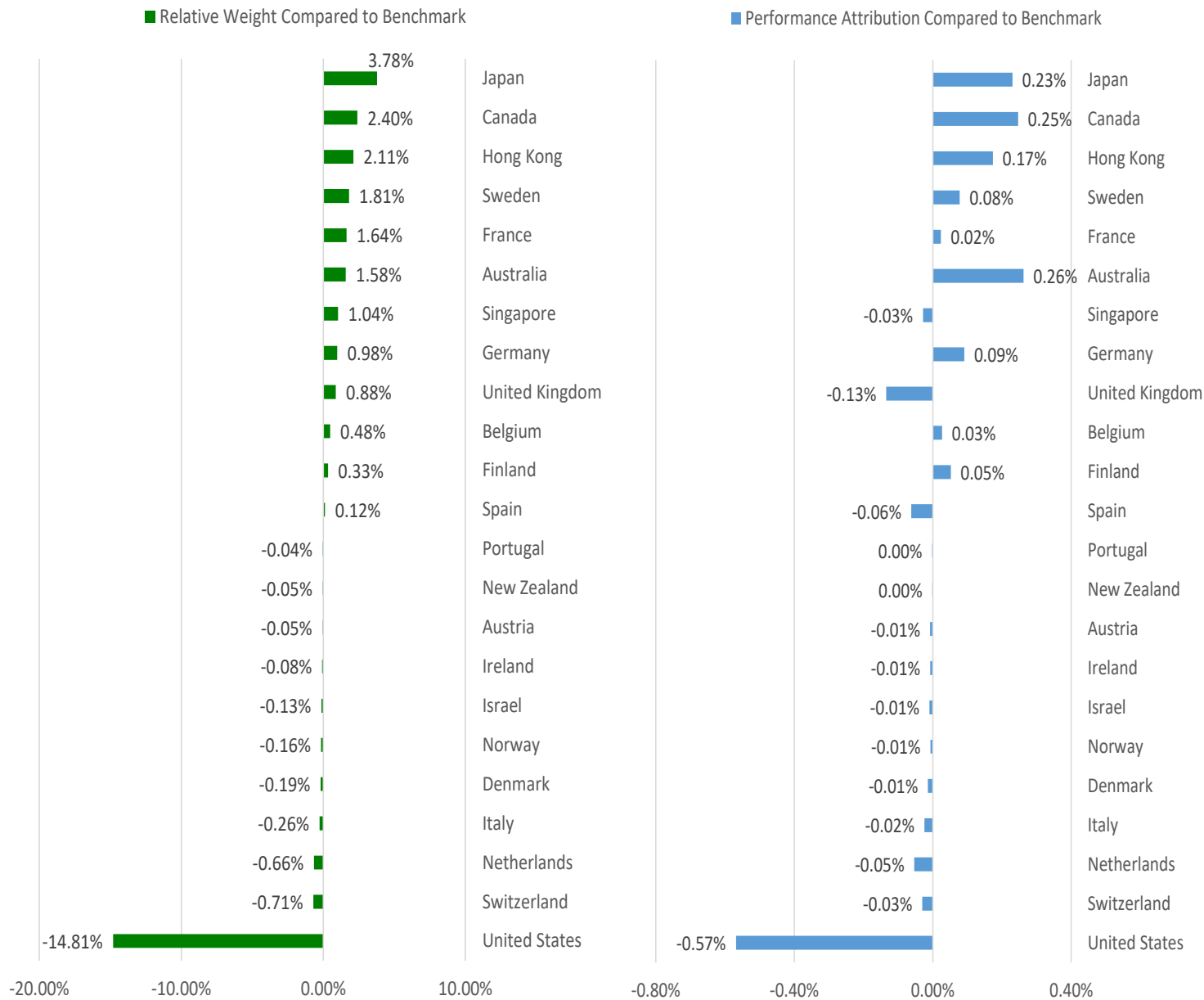
- Within the **Healthcare** and the **Consumer Non-Cyclicals** sectors, our equity selection outperformed those of the benchmark (resp. +7.2 % and +3.4 %) with, for example, the positive performances of PRO MEDICUS (+22.9 %, with a weight of 1.1 %) and of HITACHI (+15 %, weighted at 1.1 %).
- Conversely, despite our selection within the **United States** outperformed by 0.6 %, our stronger relative under weighting (-12.5 %) in this sector generated a loss. Lastly, within the **Industrials**, the **Cyclical Consumer Goods & Services** and the **Financials** sectors, stock picking underperformed those of the Stoxx Global1800 Net Return Index (+5 % versus +7.8 %, +4.6 % versus +7.7 % and +4.8 % versus +5.9 % respectively).
- The allocation analysis shows a rise of 0.8 % and 0.3 % for the **Healthcare** and the **Consumer Non-Cyclicals** sectors (weighted at 12.9 % and 5.9 % respectively). On the contrary, **Industrials** and **Basic Materials** fell by 1.5 % and 0.1 % (weighted at 10.2 % and 3.2 % respectively).



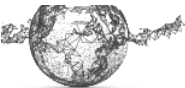
SECTOR RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



COUNTRY RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



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



ESG REPORT

For the latest ESG Report on the underlying strategy (Equity World Climate Care Strategy) of the THEAM Quant – Equity World Climate Navigator 90% Protected, please click the banner below.



INVESTMENT PROCESS IN A NUTSHELL

EQUITY SELECTION STRATEGY

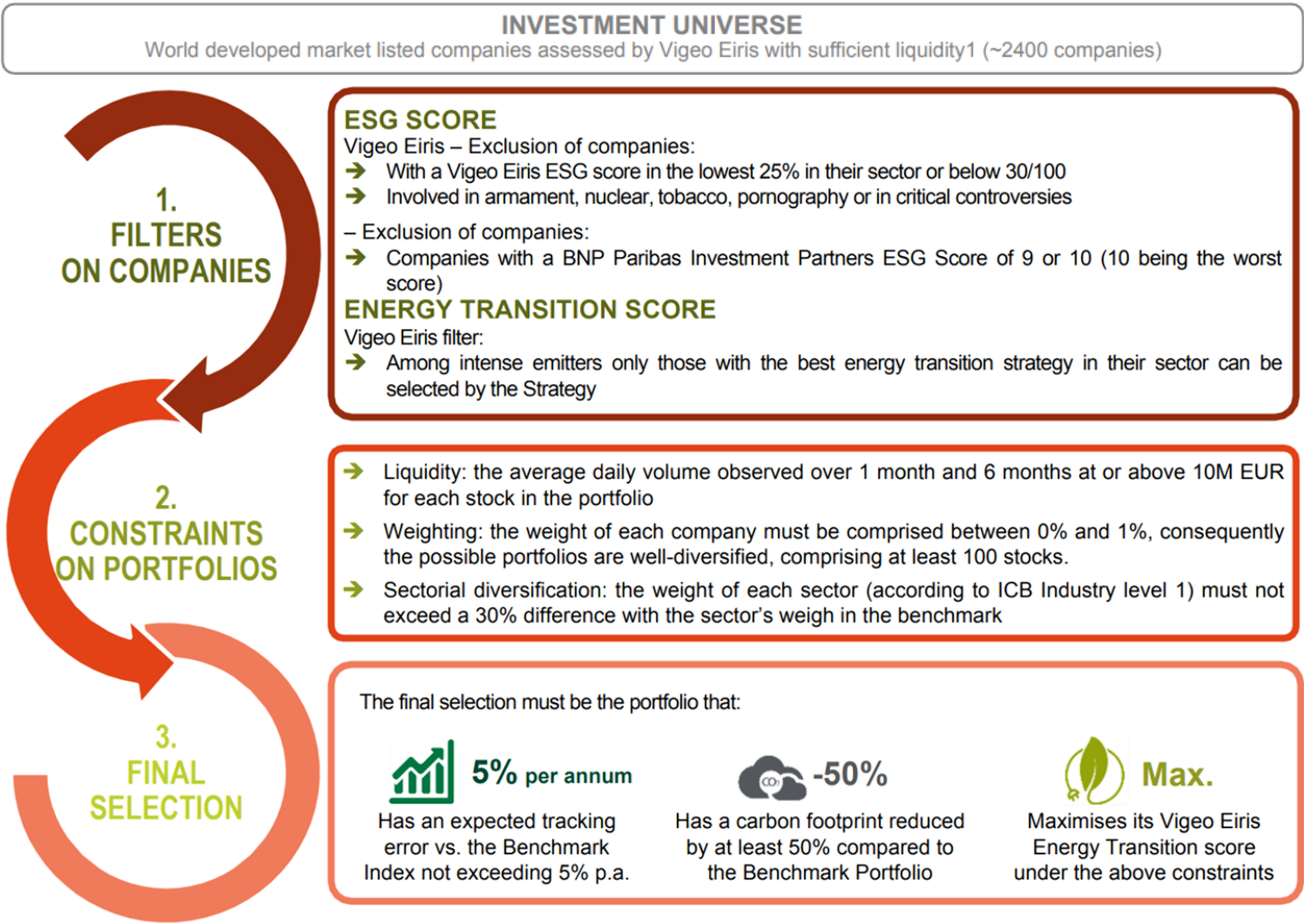


Figure 1: The Equity World Climate Care Strategy
Source: BNP Paribas, for illustration purposes only. For further information, in particular, the risks of the product, please refer to the Prospectus and KIDs of the fund.



INVESTMENT PROCESS IN A NUTSHELL

PROTECTION MECHANISM

- **Day 1:** Initially, Navigator is made up of the Dynamic Asset and a “Lookback” option (i.e., the strike of the put option is adjusted all along of it’s lifetime according to the protection mechanism).
- **Day 2:** When the market drops, the Dynamic Asset loses value while the option increases in value to achieve a protection equal to 90% of the maximum net asset value.
- **Day 3:** When the market recovers, the option drops in value and the Navigator Portfolio gains again exposure to the Dynamic Asset.
- **Day 4:** While the dynamic asset increases in value and the Navigator portfolio reaches a new high point, the navigator portfolio secures a new level of protection, guaranteeing that the investor will not lose more than 10% of this new value.

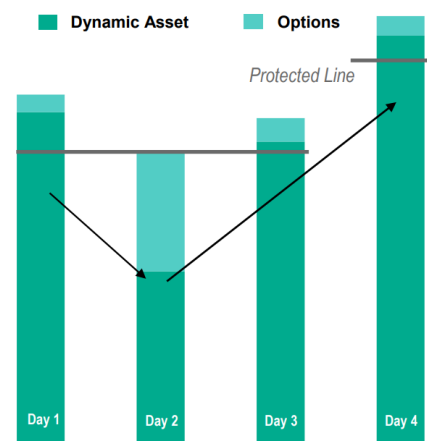
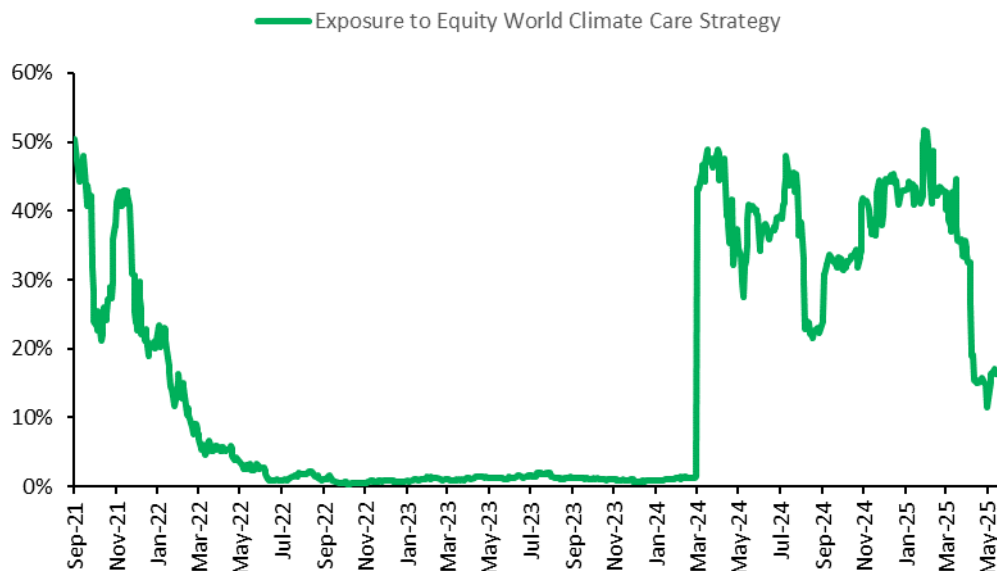


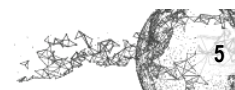
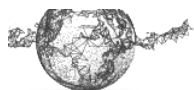
Figure 2: The Protection Mechanism

Source: BNP Paribas; above scenarios for illustration purposes only. For further information regarding guarantee and protection, and in particular, the risks of the product, please refer to the Prospectus and KIDs of the fund.

WEIGHT IN EQUITY STRATEGY



Source: BNP Paribas.



CONTACTS

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FUND CHARACTERISTICS AND RISKS

Fund	THEAM QUANT FUNDS - WORLD CLIMATE NAVIGATOR 90% PROTECTED		
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe	Capital protection	No
Comparative Index	No Benchmark	Minimum Investment horizon	3
Assets under Management	USD 14.5 million as of 30 May 2025	Legal form	Mutual Fund
Share		SRI Ranking (scale from 1 to 7)*	2
Launch date		Protected ACC I	
ISIN code		03 September 2021	
Bloomberg code		LU2356205372	
Ongoing charges		THN9PIE LX	
Subscription / Exit fees		0.76%	
Minimum subscription		None / None	
Passporting		100K	
		Italy, Luxembourg	

**The Summary Risk Indicator is determined on a scale from 1 to 7 (7 being the highest risk level), the higher the risk, the longer the recommended investment horizon.*
For all shares available, please refer to the prospectus [here](#).
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WHAT ARE THE RISKS?

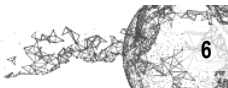
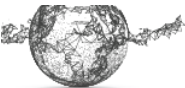
The value of investments and the income from them may go down as well as up and investors may not get back the amount originally invested.

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

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

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

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



DISCLAIMER

"THEAM Quant" is the generic name given to a broad range of systematic strategies designed by BNP Paribas Global Markets and mostly implemented in Funds managed by BNP Paribas Asset Management

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