



MULTI ASSET DIVERSIFIED DEFENSIVE NEWSLETTER

theam QUANT
FUNDS

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | MARCH 2024

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INVESTMENT OBJECTIVE

The objective of the THEAM Quant Multi Asset Diversified Defensive is to increase the value of its assets over the medium term, by being exposed to a diversified portfolio, the components of which are chosen using a systematic selection method based on different asset classes (equities, fixed income, commodities and real estate). The exposure to the portfolio will however be adapted in order to keep the fund's annual volatility at a target level of 5%*.

STRATEGY

- Diversified investment universe covering several asset classes to multiply investment opportunities;
- Dynamic allocation using a trend following approach, entirely reviewed each day, to ensure reactivity to changing market conditions;
- A flexible fund suitable for defensive clients looking for returns while limiting downside risk

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

**There is no guarantee that the performance objective will be achieved.*

PERFORMANCE

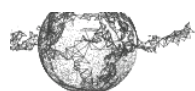
As of March 28th, 2024

Dec 16 - Mar 24	THEAM QUANT- MULTI ASSET DIVERSIFIED DEFENSIVE
Performance 1 month	1.51%
Cumulative Performance Year To Date	4.87%
Annualised Performance Since Start Date	1.75%
Annualised Sharpe Ratio Since Start Date	0.37
Annualised Volatility Since Start Date	4.72%
Max Drawdown Since Start Date	-10.22%

Refers to LU1352987872, THEAM Quant – Multi Asset Diversified Defensive – I EUR ACC <TQMDIAE LX Equity>.

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

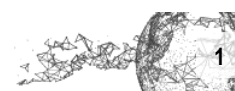
Follow the icon to go to the fund page on the THEAM Quant website



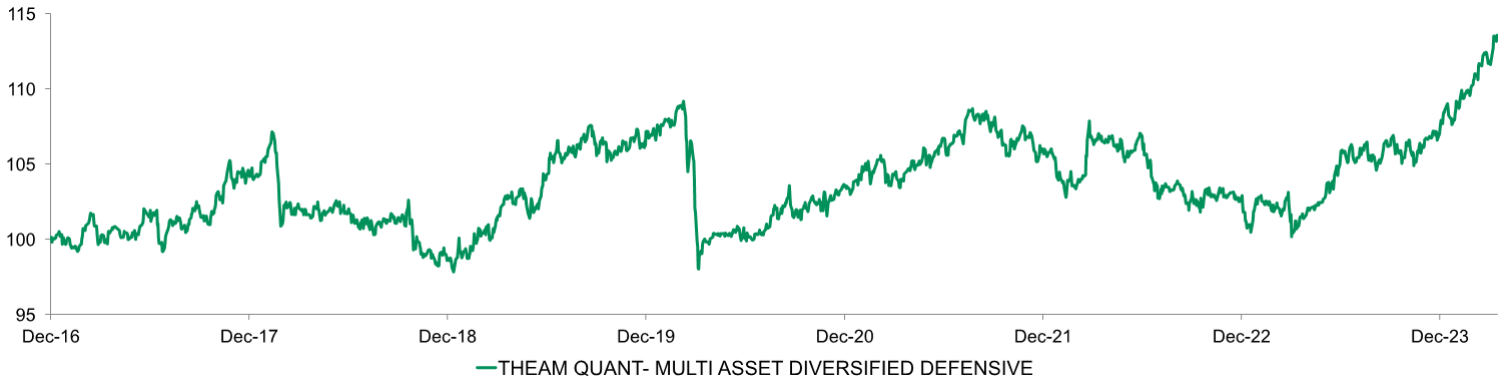
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GLOBAL MARKETS

<https://globalmarkets.cib.bnpparibas/>



PERFORMANCE

As of March 28th, 2024

Refers to LU1352987872, THEAM Quant – Multi Asset Diversified Defensive – I EUR ACC <TQMDIAE LX Equity>.

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MONTHLY COMMENTARY

THEAM Quant - Multi Asset Diversified Defensive had a positive performance in March (+1.51%).

MACRO BACKGROUND

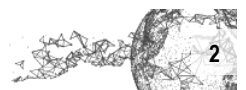
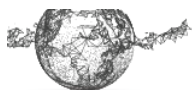
Most developed market central banks appeared to confirm that 2024 would see policy rate cuts begin. While higher-than-expected inflation data raised question-marks over the timing, investors were reassured by central bankers' rhetoric. First to cut was the Swiss National Bank in March. The US Federal Reserve and the European Central Bank seem ready to act in June.

The outlook on global economic growth improved, especially in the US. In the Eurozone, some tentative green shoots of growth appeared. In China, the authorities set their 2024 GDP growth target at 5% and hinted that they would use their fiscal and monetary policy margins to support the economy.

Oil prices responded well to the announcements that major producing countries would prolong their voluntary production cuts into the second quarter. OPEC confirmed expectations of a rise in global demand in 2024. Crude prices ended March up by 4.6% and 6.3%, respectively, for a barrel of Brent (at USD 87.5) and WTI (at USD 83.2). Gold set a new record high of more than USD 2 200 an ounce, up by 9.1%.

In the US, with the forecast for GDP growth in the fourth quarter of 2024 revised up from 1.4% to 2.1% year-on-year (YoY), the Fed seemed to validate the scenario of a soft landing for the economy. Inflation forecasts for beyond 2024 were left unchanged, implying the Fed is not too concerned about the unexpectedly high figures posted in January and February. That said, consumer and producer price indices showed how tough the 'last mile' of the anti-inflation marathon will likely be. The inflation slowdown is continuing, although very laboriously – from 4.2% to 3.8% over the last six months. Labour market normalisation, too, appears to be underway, but still only gradually.

In the Eurozone, most ECB governors reinforced the notion of a first rate cut in June. At the end of March, the market-based probability of a cut on 6 June was almost 100%. More than three cuts are expected in 2024. Flash purchasing managers' indices (PMIs) in March showed improving services activity but a still worsening situation in the manufacturing sector. Even so, the German economy started to show encouraging signs. Initial inflation estimates for March in the major Eurozone economies suggested the slowdown in price increases would continue, but not rapidly. The ECB forecast a modest normalisation of the labour market.



MONTHLY COMMENTARY

As of March 28th, 2024

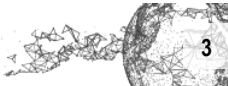
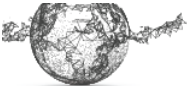
PERFORMANCE

- Equity markets are still enjoying a bullish market, confident with rate cuts getting closer.
- The strategy mainly benefited from this strong trend on equities. It also benefited from Credit components and was barely impacted by rates thanks to a limited duration and the out-performance of European bonds.
- Allocation remains stable, mainly long US and Japan equities, limited on bonds and more significantly invested on Credit.

PERFORMANCE CONTRIBUTION

	Contribution	Current Weight	Weight Variation	Underlying Performance
PER ASSET CLASS				
Equities	1.23%	40.26%	1.86%	
Rates	-0.03%	35.64%	-1.55%	
Credit	0.21%	40.00%	0.01%	
Commodities	0.00%	0.00%	0.00%	
PER ASSET				
SX5E	0.27%	6.86%	-2.24%	3.91%
SPX	0.38%	14.52%	-0.02%	2.72%
NKY	0.67%	18.82%	-1.26%	3.91%
HSCEI	-0.07%	-3.00%	-0.05%	2.09%
EEM	-0.02%	2.37%	5.42%	2.13%
EU 5Y Bonds	0.10%	29.97%	0.03%	0.34%
US 5Y Bonds	-0.04%	5.08%	-1.60%	0.73%
EU 10Y Bonds	0.00%	10.00%	-0.02%	-0.02%
US 10Y Bonds	-0.07%	-24.97%	0.06%	0.22%
JP 10Y Bonds	-0.02%	14.97%	-0.03%	-0.15%
IG EU 5Y Bonds	0.08%	29.97%	0.03%	0.26%
HY EUR	0.13%	10.00%	-0.02%	1.30%
HY US	0.00%	0.00%	0.00%	0.00%
Commodities	-0.01%	-14.60%	-0.32%	0.00%

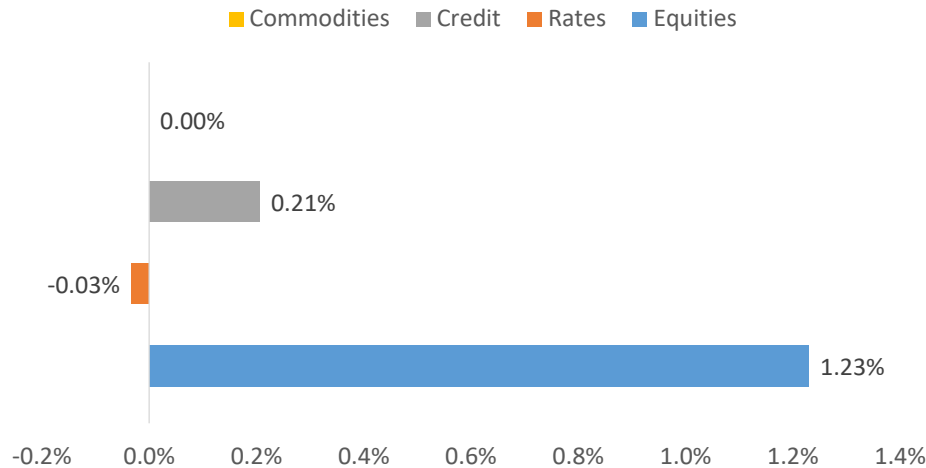
Source: Bloomberg, BNP Paribas. Refers to the index to which the fund is exposed.
Past performance is not an indicator of future performance.



MONTHLY COMMENTARY

As of March 28th, 2024

MONTHLY PERFORMANCE ATTRIBUTIONS



Source: Bloomberg, BNP Paribas. Refers to the index to which the fund is exposed.

FUND CHARACTERISTICS AND RISKS

The strategy is based on three main principles, benefits from high flexibility on underlying assets (leverage, shorts), while remaining net long in each asset class and controlling volatility at 5% per annum.

DETECTION OF TRENDS

PORTFOLIO RISK DIVERSIFICATION

INCREASED REACTIVITY THROUGH DAILY REBALANCING

CONTACTS

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FUND CHARACTERISTICS AND RISKS

Fund	THEAM QUANT- MULTI ASSET DIVERSIFIED DEFENSIVE				Capital protection	No
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe				Minimum Investment horizon	3
Comparative Index	No benchmark				Legal form	SICAV
Assets under Management	EUR 70.15 million as of 28 March 2024				SRI Ranking (scale from 1 to 7)*	2
SFDR article	6 – Sustainability Risks : This products integrates the analysis of sustainability risks in its investment process pursuant to article 6 of the EU regulation 2019/2088.					
Share	I ACC EUR	C ACC EUR	C DIS EUR	I ACC GBP H	Privilege ACC EUR	
Launch date	13 December 2016	13 December 2016	01 February 2017	02 March 2017	29 October 2019	
ISIN code	LU1353187872	LU1353186122	LU1353186395	LU1353188334	LU1353186809	
Bloomberg code	TQMDIAE LX	TQMDCAE LX	TQMDCDE LX	TQMDIGH LX	TQDDPEA LX	
Ongoing charges	0.66%	1.55%	1.55%	0.66%	0.91%	
Subscription / Exit fees	None / None	3.00% / None	3.00% / None	None / None	3.00% / None	
Minimum subscription	100K € equiv	No minimum	No minimum	100K € equiv	1 M € / Ptf Mgr None	
Passporting	Austria, Belgium, Switzerland, Germany, Spain, France, United Kingdom, Ireland rep., Italy, Luxembourg	Austria, Belgium, Switzerland, Germany, Spain, France, United Kingdom, Ireland rep., Italy, Luxembourg	Austria, Belgium, Switzerland, Germany, France, Italy, Luxembourg	Switzerland, United Kingdom, Luxembourg	Belgium, Switzerland, Germany, France, 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?

As of March 28th, 2024

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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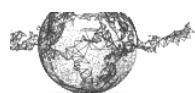
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