



EQUITY iESG EUROZONE INCOME DEFENSIVE MONTHLY NEWSLETTER

theam QUANT
FUNDS

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY

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INVESTMENT OBJECTIVE

The Equity iESG Eurozone Income Defensive aims to increase the value of its assets over the medium term by being exposed to a portfolio of quality-dividend equities from the European Economic and Monetary Union of the European Union (the Eurozone), which are compliant with higher ESG standards, and by implementing a systematic options strategy (the “protection overlay”) which aims at reducing risk by minimising volatility in the fund.

STRATEGY

BNP Paribas created THEAM Quant – Equity iESG Eurozone Income Defensive to allow investors to benefit from a balanced equity exposure while keeping a more defensive profile in case of adverse market conditions.

The fund’s strategy essentially consists of two components:

An Equity Portfolio – Portfolio of systematically selected Eurozone stocks with high dividends and strong fundamentals that has a better ESG score and a lower carbon footprint than the reference universe

A Risk-Reduction (Protection) Overlay – Implementing a systematic options strategy which aims at reducing risk by minimising volatility, while keeping the costs of the protection down

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

PERFORMANCE

As of 31st January 2024

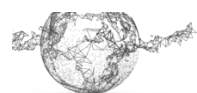
	THEAM Quant – Equity iESG Eurozone Income Defensive ¹	EURO STOXX 50 Net Return index ²
1 month performance	3.29%	4.33%
YTD performance	4.83%	12.81%
12 months performance	10.45%	20.78%
3 year annualised return	3.60%	11.92%
Global annualised return ³	0.30%	9.04%
Annualised volatility ⁴	10.83%	18.62%

Refers to LU1480594461, THEAM Quant – Equity iESG Eurozone Income Defensive – I EUR ACC <TQEIDIA LX Equity>.

*The underlying strategy of the fund was changed from the BNP Paribas Equity Eurozone Income Defensive 2 Strategy to the **Equity iESG Eurozone Income Defensive Strategy** on 13th Dec. 2021.*

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

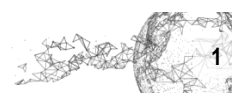
Follow the icon to go to the fund page on the THEAM Quant website



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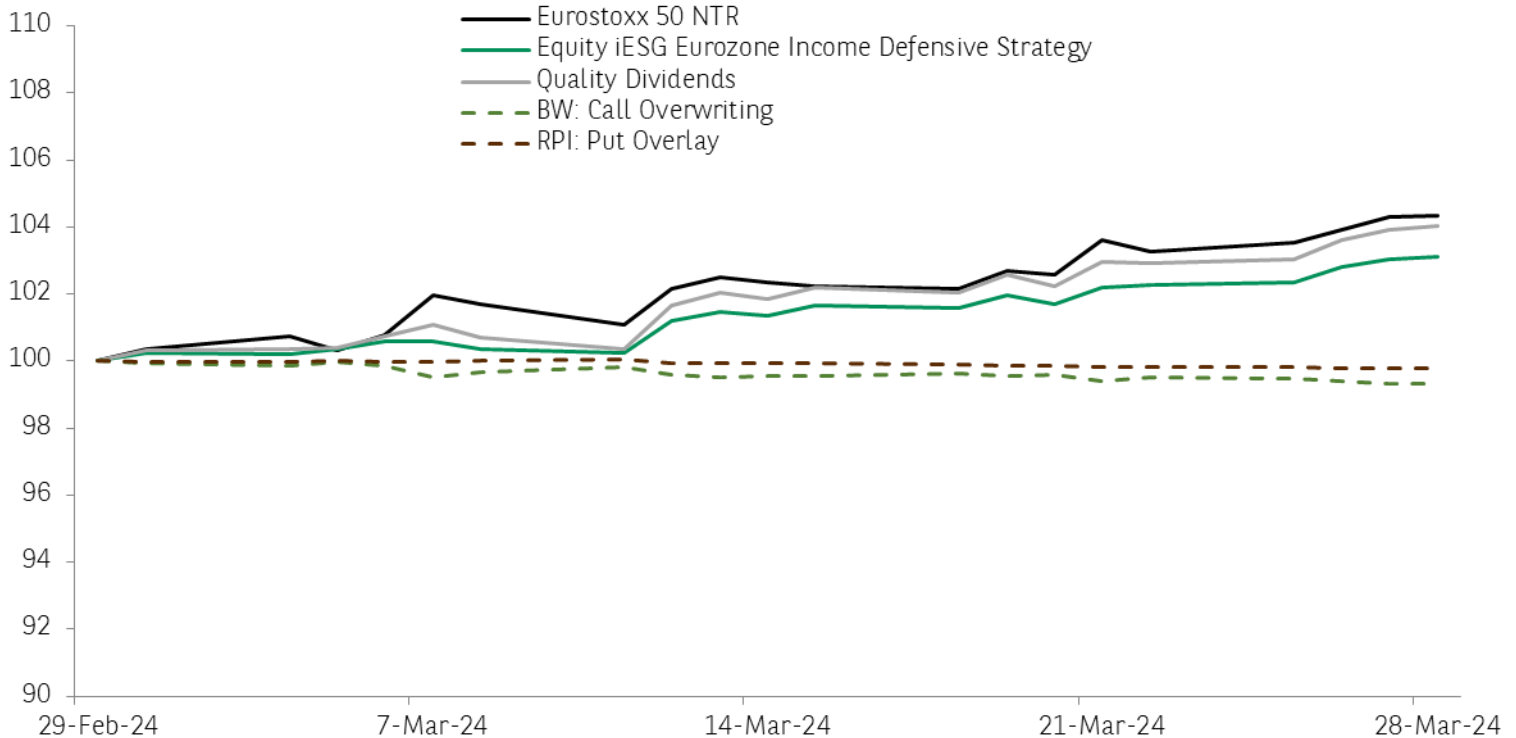
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MONTHLY COMMENTARY

MACRO BACKGROUND

THEAM Quant – Equity Eurozone Income Defensive recorded a positive performance in March 2024 while the Eurostoxx Net was up +4.52%. The option overlay had a negative performance over the month: -0.63%, while the high dividend stock selection underperformed the benchmark: +3.74%. To give more details:



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

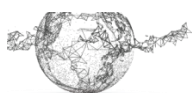
STOCK SELECTION ANALYSIS

The performance was due to the following factors:

- Despite our selection within the Utilities sector outperformed by 4.9 %, our stronger relative under weighting (-4.3 %) in this sector generated a loss.
- Within the Technology and the Industrials sectors, our choice underperformed those of the Euro Stoxx (resp. -5.6 % and -2.4 %).
- On the contrary, the Financials sector outperformed with a stronger allocation at 28.4 % (versus 18.9 % for the benchmark).

OVERLAY ANALYSIS:

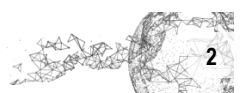
- The puts net contribution was +0.08%. The sale of call options has contributed negatively -0.71%.
- Overall the overlay had a negative contribution of -0.63%. At the end of March, the average strike of puts is at 87%.
- The sale of calls is now generating +1.6% p.a. while the purchase of puts costs 2.9%, leading to a net contribution of -1.3% p.a. for the overlay.
- The delta of the strategy is around 71%.



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FUND CHARACTERISTICS AND RISKS

	THEAM Quant – Equity iESG Eurozone Income Defensive	
Management company	BNP Paribas Asset Management France	
Type of fund	Sub-fund of the SICAV THEAM QUANT	
Recommended investment horizon	4 years	
Capital protected	No	
SRI Risk Classification (scale of 1-7) ⁵	4	4
Share ⁶	Share I (EUR) ACC	Share C (EUR) ACC
Launch date (before merger)	29 May 2016	12 December 2017
Launch date	26 April 2018	26 April 2018
Bloomberg Code	TQEIDIA LX Equity	TQEIDCA LX Equity
ISIN Code	LU1480594461	LU1480592941
Subscription/ Exit fees	0.00% max / 0.00% max	3.00% max / 0.00% max
On-going charges	0.80%	1.55%
SFDR Article	8	
International registration	Switzerland, France, Austria, Belgium, Germany, Italy, United Kingdom	

⁴ - 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.

⁵ - For all shares available, please refer to the prospectus [here](#).

WHAT ARE THE RISKS?

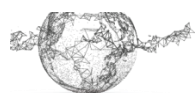
The value of investments and the income from them may go down as well as up and investors may not get back the amount originally invested.

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.

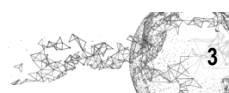
For the full list of risks, please refer to the prospectus.



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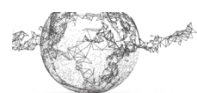
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