

## BNP PARIBAS EASY DIVIDEND EUROPE UCITS ETF

MARKETING COMMUNICATION | FOR PROFESSIONAL INVESTORS ONLY | JUNE 2025

***"A successful company is one that can pay dividends regularly and presumably increase the rate as time goes on."***

- Benjamin Graham and David Dodd

### Dividends as a source of income

Dividend-paying stocks are **attractive to investors** as a source of income<sup>1</sup>

Due to the current environment of persistent low interest rates for deposits and savings accounts.<sup>1</sup>

### Strong dividend growth

Dividends in Europe **nearly reached pre-pandemic levels** in 2021<sup>2</sup>

Driven by the continued lifting of restrictions and the recent boom in prices of commodities stocks.<sup>2</sup>

### Favourable outlook

2021's dividend recovery theme is **expected to continue** in 2022<sup>3</sup>

Driven by the return of banking dividends to compensate the fall in commodities prices.<sup>3</sup>

### ESG\* considerations without additional cost

ESG integration in ETFs **does not carry additional charges**

Vs ETFs that do not consider ESG criteria.

**BNP PARIBAS EASY DIVIDEND EUROPE UCITS ETF**  
invests in companies with high dividends.

## OBJECTIVES

- Benefit from potential **strong returns of high dividend stocks from the European markets.**
- Provide a portfolio with **high ESG standards.**
- Stringent control** of the risk through the investment process.

## COMPETITIVE EDGES

- A **unique combination of dividend descriptors** to identify the most promising companies.
- An improved methodology to select the companies with the **best ESG score** and the highest dividends.
- Quality filtering criteria** applied to the ESG portfolio to remove shares with weak fundamental figures.

## ESG INTEGRATION

- A **thorough ESG integration** process leveraging the expertise of several ESG data providers such as Bloomberg and MSCI.
- ESG Filtering Criteria** is applied to the Initial Investment Portfolio, selecting **only the most complying companies.**

## INVESTMENT PROCESS



### European stocks

With an average daily trading volume above 10 Mio EUR.



### Scoring

Stocks are rated according to the two metrics that best represent Dividend factor:

- Past Dividend Yield Adjusted for Share Repurchase
- 1Y Forward Dividend



### ESG screening

**Exclusion:** At least 20% exclusion based on BNP Paribas Global Markets Do No Significant Harm (DNSH), Corporate and Social Responsibility filters

**Integration:** The ESG score of each company impacts its expected return & allocation.

**Guarantee:** Improved ESG characteristics vs. the investment universe



### Optimization process

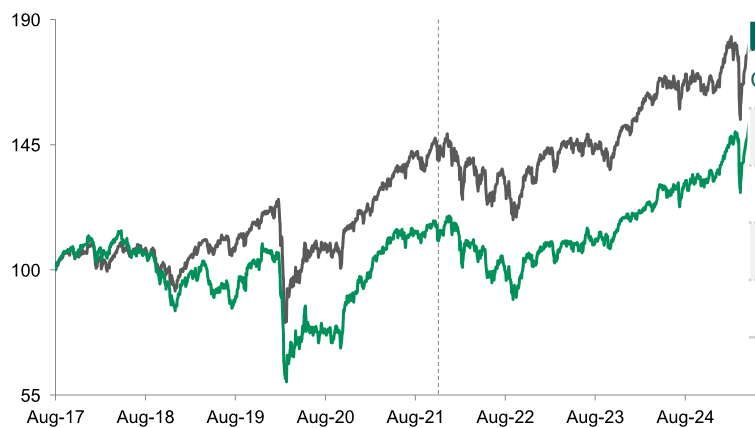
Implemented at the end to maximize the exposure to the Dividend Factor under constraints such as the **maximum volatility of alpha below 4%**

<sup>1</sup>Yahoo! Finance as of 24 December 2021 <sup>2</sup>Financial Times as of 15 November 2021 <sup>3</sup>Morningstar Direct as of 09 December 2021

\*ESG stands for Environmental, Social, and Governance

## PERFORMANCE SIMULATIONS

As of June 30<sup>th</sup>, 2025



— High Dividend Europe  
— STOXX Europe 600 NR  
- - 30 Nov 2021: ESG features integration

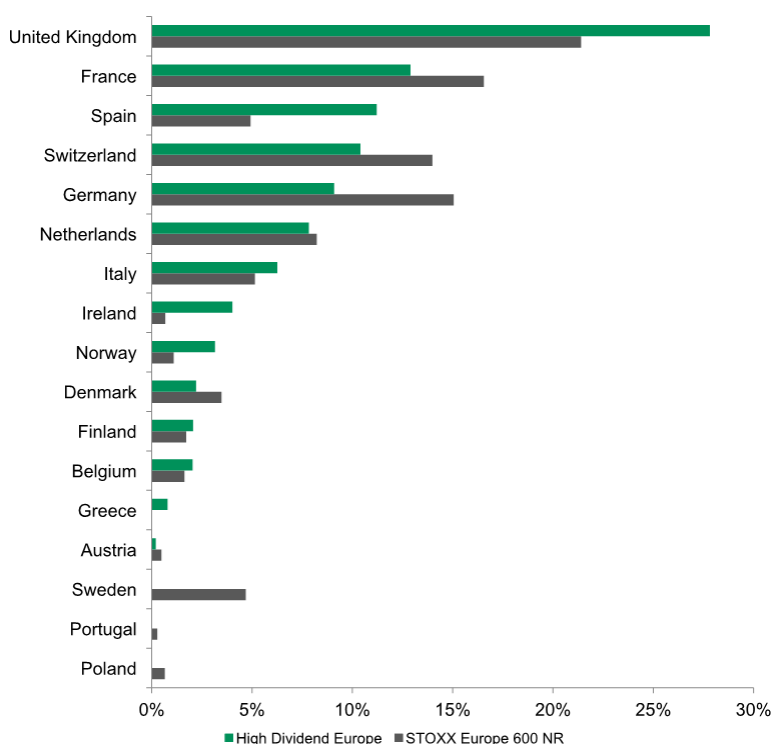
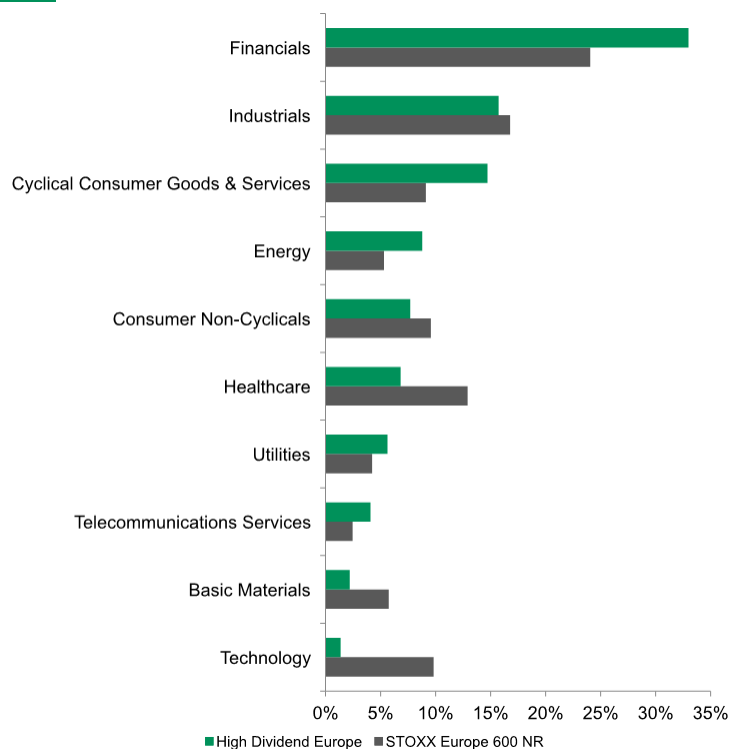
Aug 17 - Jun 25	High Dividend Europe	STOXX Europe 600 NR
Cumulative Performance	54.42%	79.91%
Annualised Return	5.70%	7.78%
Annualised Volatility	18.36%	16.05%
Sharpe Ratio	0.31	0.48
Max. Drawdown	-47.64%	-35.36%

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2025	ETF	5.31%	3.41%	-0.96%	-0.73%	6.96%	-0.25%							15.36%
	SXXR	6.35%	4.44%	-3.84%	-0.67%	4.82%	-1.22%							8.78%
2024	ETF	0.92%	0.51%	2.93%	-0.68%	5.32%	-2.54%	3.72%	0.59%	0.70%	-2.18%	1.72%	1.12%	12.51%
	SXXR	1.46%	1.98%	4.04%	-0.97%	3.31%	-1.16%	1.41%	1.55%	-0.34%	-3.26%	1.13%	-0.46%	8.79%
2023	ETF	5.69%	2.49%	-2.65%	3.06%	-3.43%	1.98%	5.13%	-2.97%	0.47%	-2.61%	6.34%	3.04%	17.06%
	SXXR	6.74%	1.88%	-0.32%	2.45%	-2.52%	2.41%	2.14%	-2.54%	-1.66%	-3.62%	6.62%	3.83%	15.80%
2022	ETF	-1.49%	-4.83%	-1.01%	0.11%	-0.74%	-9.73%	6.03%	-5.23%	-7.13%	7.87%	6.80%	-2.94%	-13.13%
	SXXR	-3.83%	-3.25%	1.00%	-0.72%	-0.92%	-8.02%	7.74%	-5.05%	-6.47%	6.35%	6.89%	-3.38%	-10.64%
2021	ETF	2.01%	4.19%	8.81%	1.56%	3.40%	1.21%	-0.73%	1.34%	-0.14%	1.77%	-3.95%	6.03%	27.99%
	SXXR	-0.75%	2.44%	6.42%	2.21%	2.59%	1.50%	2.06%	2.18%	-3.29%	4.67%	-2.53%	5.42%	24.91%
2020	ETF	-3.25%	-11.60%	-25.15%	11.68%	1.10%	1.72%	-5.98%	5.02%	-2.64%	-3.76%	21.68%	3.54%	-14.30%
	SXXR	-1.18%	-8.34%	-14.51%	6.50%	3.40%	3.06%	-0.95%	3.05%	-1.41%	-5.11%	13.84%	2.58%	-1.99%
2019	ETF	9.30%	3.01%	-1.50%	4.69%	-10.95%	3.22%	-0.51%	-2.47%	7.31%	3.51%	1.77%	4.14%	21.90%
	SXXR	6.32%	4.15%	2.06%	3.76%	-4.94%	4.47%	0.31%	-1.35%	3.70%	1.04%	2.83%	2.13%	26.82%
2018	ETF	-0.80%	-0.74%	-0.74%	4.24%	-1.86%	-2.77%	2.12%	-2.65%	-0.00%	-7.39%	-3.24%	-7.31%	-19.73%
	SXXR	1.57%	-3.81%	-1.99%	4.49%	0.13%	-0.63%	3.14%	-2.14%	0.32%	-5.53%	-0.99%	-5.46%	-10.85%
2017	ETF									4.35%	1.69%	-0.81%	1.69%	9.03%
	SXXR									3.90%	1.57%	-1.69%	0.81%	6.15%
2004	ETF													
	SXXR	318.65%												9.96%

On 30<sup>th</sup> November 2021, the underlying strategy of the ETF has changed to integrate ESG features.

Source: BNP Paribas and Bloomberg. Historical performance of the BNP Paribas Easy Dividend Europe UCITS ETF since 30 August 2017. Comparative index: STOXX Europe 600 Index <SXXR Index>. Comparative index for illustrative purpose only. Past or simulated performance or achievement is not indicative of current or future performance. This is for general information only and should not be used as a basis for making any specific investment, business or commercial decisions. Any economic and market trend, prediction, projection or forecast is not necessarily indicative of the future or likely performance of the funds.

## SECTOR AND COUNTRY COMPOSITION



Source: BNP Paribas. Past performance is not a reliable indicator of future returns. Comparative index: STOXX Europe 600 index, Bloomberg code: <SXXR Index>. Comparative index for illustrative purpose only.

## INVESTMENT TEAM

- Multi Asset, Quantitative and Solutions (MAQS) is an investment group within BNPP Paribas Asset Management focused on four areas of expertise: Solutions & Advisory, Multi Asset, Quantitative & Index and Structured Management. Managing more than EUR 112 billion in assets and boasting 130 experts, MAQS responds to clients' needs with constant digital innovation, stringent risk management and continuous integration of environmental, social and governance criteria.

## INVESTMENT GUIDELINES

### 1. Investment Objective

- Replicate the performance of the **BNP Paribas High Dividend Europe Index** (Bloomberg: *BNPIFEDE Index*), including fluctuations, and to maintain the Tracking Error between the sub-fund and the index below 1%.

### 2. Benchmark

- The benchmark is the **BNP Paribas High Dividend Europe Index**, published in EUR. The composition of the index is reviewed on a monthly basis. The index is valued daily. **BNP Paribas High Dividend Europe Index** measures the performance of European companies whose financial statements indicate strong performance, as determined by reference to 2 criteria: Sustainability and Prospects of dividend payments.
- Index components can be downloaded from <https://indx.bnpparibas.com/>

### 3. Investment Guidelines<sup>1</sup>

- Long-only equity fund
- The strategy is implemented through a synthetic replication of the index. Exposure to the index is 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.
- The sub-fund will not invest more than 10% of its net assets in shares or units issued by UCITS or other UCIs.

<sup>1</sup>These internal guidelines are mentioned for your information only and are subject to change. Prospectus and KID guidelines will prevail.

## ETF CHARACTERISTICS

The **BNP PARIBAS EASY DIVIDEND EUROPE UCITS ETF** is a **Sub-fund of BNP Paribas Easy, a UCITS compliant SICAV registered under Luxembourg law.**

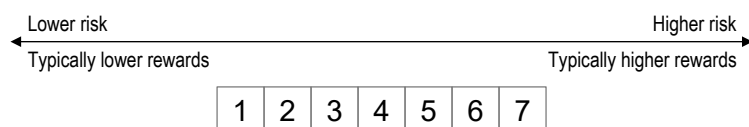
ETF	BNP PARIBAS EASY DIVIDEND EUROPE	Fund Manager	Fabrice RICCI
Management Company	BNP PARIBAS ASSET MANAGEMENT Luxembourg	Custodian	BNP PARIBAS, Luxembourg Branch
Delegated Manager	BNP PARIBAS ASSET MANAGEMENT Europe	SRI Ranking (scale from 1 to 7)*	5
ISIN code	LU1615090864		
Inception date	8/29/2017		
iNAV Bloomberg ticker	IEDEU		
Currency	Euro		
Dividend policy	Capitalisation		
Ongoing charges	0.31%		
Registered countries	Austria, Switzerland, Germany, Denmark, Finland, France, Italy, Luxembourg, Norway, Sweden		
Listing Exchange	Euronext Paris	Deutsche Borse	Six Swiss Exchange
Bloomberg code	EDEU FP	EDEU GY	EDEU SE

\*Registration for Institutional Clients only. For more information about ETFs, please contact : [LIST.AM.MAQSETFINDEXPRODUCTDEV@bnpparibas.com](mailto:LIST.AM.MAQSETFINDEXPRODUCTDEV@bnpparibas.com)

<sup>2</sup> Following the new Sustainable Finance Disclosure Regulation (SFDR) that came into force on the 10<sup>th</sup> of March 2021, financial entities such as BNP Paribas Asset Management who sell products into the EU are required to classify the products they manufacture or advise into three categories: products with sustainable investment objective (Article 9); products promoting environmental or social characteristics (Article 8); products neither Article 8 or Article 9 (Article 6).

Source: BNP Paribas, as of 31 January 2022.

## RISK AND REWARD PROFILE



The summary risk indicator is determined on a scale from 1 to 7 (7 being the highest risk level). It is subject to a periodical computation and can consequently, change over time

- Historical data may not be reliable indication for future
- The risk category of a Fund is an indicator but not a target or a guarantee and may shift over time
- The lowest category does not mean a risk-free investment
- Why is the Fund in this specific category?
  - The risk category is justified by the investment mainly in Stocks and Shares, the value of which can fluctuate considerably. These fluctuations are often amplified in the short term
- The higher the risk, the longer the recommended investment horizon

## INVESTMENT RISKS

- Investments in equity can involve significant fluctuations in prices, due for instance to negative information about a company or the market. Moreover, these fluctuations are often amplified in the short term.
- Investments in securities are subject to market fluctuations and the risks inherent to the equity market. 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 outlay.

### Specific risks related to this fund are described below:

- **Counterparty Risk:** This risk is associated with the ability of a counterparty in an Over The Counter financial transaction to fulfil its commitments like payment, delivery and reimbursement. The Management Company may enter into OTC Derivative with counterparties affiliated to the BNP Paribas Group. In this case, there is a potential conflict of interests between the interests of the Shareholders and the interests of the group to which the Management Company belongs. An ongoing efficient management policy of conflicts of interests shall ensure the respect of the primacy of Shareholders' interests. For more information you can read our best selection and best execution policy on [www.bnpparibas-am.com](http://www.bnpparibas-am.com)
- **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
- **Tracking Error Risk:** The performance of the Sub-Fund may deviate from the actual performance of the underlying index
- **Conflict of Interest Risk:** The Management Company may enter into OTC Derivative with counterparties affiliated to the BNP Paribas Group. In this case, there is a potential conflict of interests between the interests of the Shareholders and the interests of the group to which the Management Company belongs. An ongoing efficient management policy of conflicts of interests shall ensure the respect of the primacy of Shareholders' interests.
- For more information on risks, please see the "Investment Risks" section of the fund's prospectus or KID. All relevant documents (prospectus, annual report, KID...) can be downloaded free of charge from our website: [www.easy.bnpparibas.fr](http://www.easy.bnpparibas.fr) or [www.bnpparibas-am.com](http://www.bnpparibas-am.com)

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