



WORLD CLIMATE CARBON OFFSET PLAN NEWSLETTER

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | MARCH 2024

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INVESTMENT OBJECTIVE

The objectives of the THEAM Quant Bond Europe Climate Carbon Offset Plan are:

- To increase the value of its assets over the medium term by being exposed to a dynamic basket of equities listed on worldwide markets or operating on these markets, the components of which are chosen using a systematic selection method based on environmental, social and governance criteria (ESG) as well as a carbon emission and energy transition criteria and companies financial robustness;
- To offset its carbon footprint.

STRATEGY

In order to achieve its objective, the fund implements a quantitative investment strategy through the BNP Paribas Equity World Climate Care NTR Index, with an expected tracking error of 5% with the STOXX Global 1800 Index.

The final selection accounts for the following elements:



The Fund provides exposure to companies world-wide with high ESG standards*,



The selection of companies is made to ensure liquidity and risk reduction;



Companies are also selected based on their carbon emissions and energy transition strategy;



The residual carbon footprint of the Fund is then offset every quarter by purchasing VER certificates from the Kasigau Corridor REDD+ project in Kenya.

**Excluding the ones: (1) with a Moody's ESG Solutions ESG score in the lowest 25% in their sector or below 30/100, (2) involved in armament, nuclear, tobacco, pornography or in other controversial activities, (3) with a BNP Paribas Asset Management ESG score of 9 or 10 (10 being the worst score).*

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

PERFORMANCE

As of March 28th, 2024

Nov 19 - Mar 24	THEAM QUANT- WORLD CLIMATE CARBON OFFSET PLAN	Stoxx Global1800 Net Return Index	MSCI World Net Total Return USD Index	MSCI World Equal Weighted NR USD
Performance 1 month	3.24%	3.10%	3.18%	3.56%
Cumulative Performance Year To Date	7.31%	8.83%	8.85%	4.88%
Cumulative Performance Since Start Date	47.90%	61.02%	63.02%	32.76%
Annualised Sharpe Ratio Since Start Date	0.51	0.61	0.62	0.38
Annualised Volatility Since Start Date	18.19%	18.67%	19.03%	17.50%
Max Drawdown Since Start Date	-35.00%	-33.82%	-34.03%	-36.95%

Refers to LU2051099864, THEAM Quant – World Climate Carbon Offset Plan – I USD ACC < TQWCIUA LX Equity >. Refers to the STOXX Global 1800 Index TR in USD <SXW1 Index>. Refers to the MSCI World USD Net TR <NDDUWI Index>, for comparative purpose only.

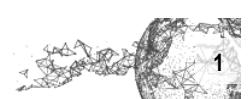
Refers to the MSCI World Equal Weighted Net Total Return USD Index <M1WOEW Index>, for comparative purpose only. Source: Bloomberg. Past performance is not an indicator of future performance.

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



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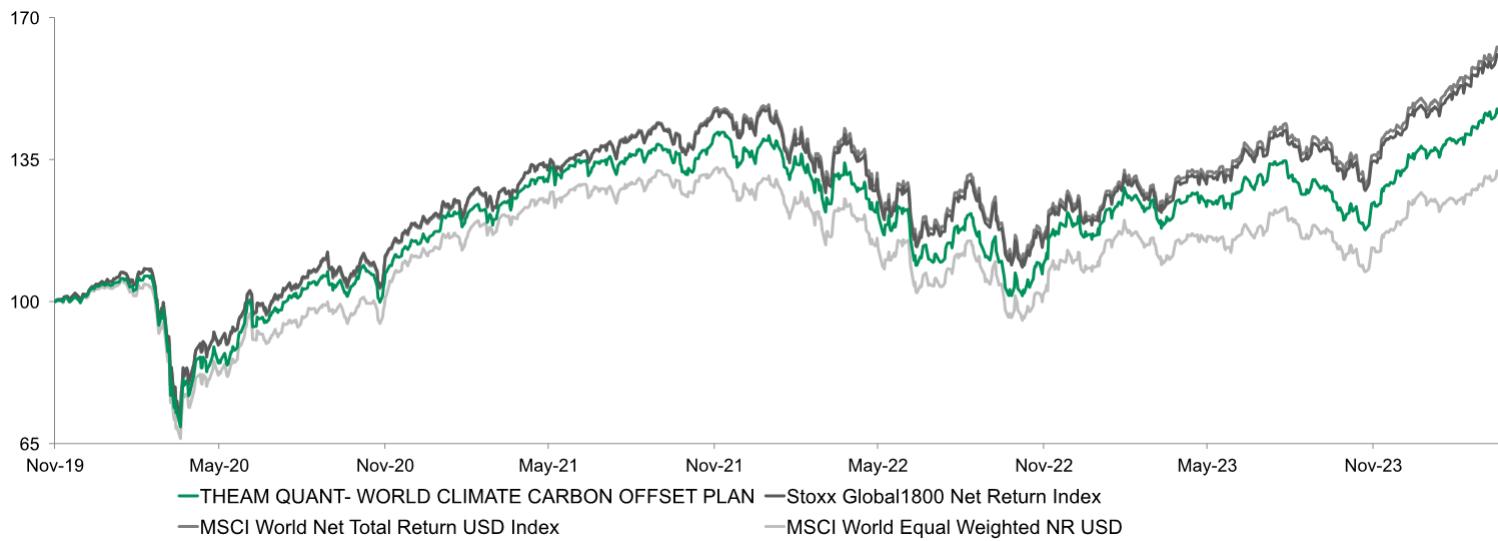


NEWS UPDATE: WHAT'S NEXT FOR VOLUNTARY CARBON CREDIT MARKETS?

- To keep within the global carbon budget, our experts discuss the role of voluntary carbon credits in scaling up climate action.
- To access the article, click the image on the right



PERFORMANCE



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

MONTHLY COMMENTARY

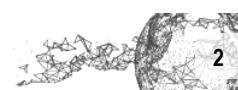
MACRO BACKGROUND

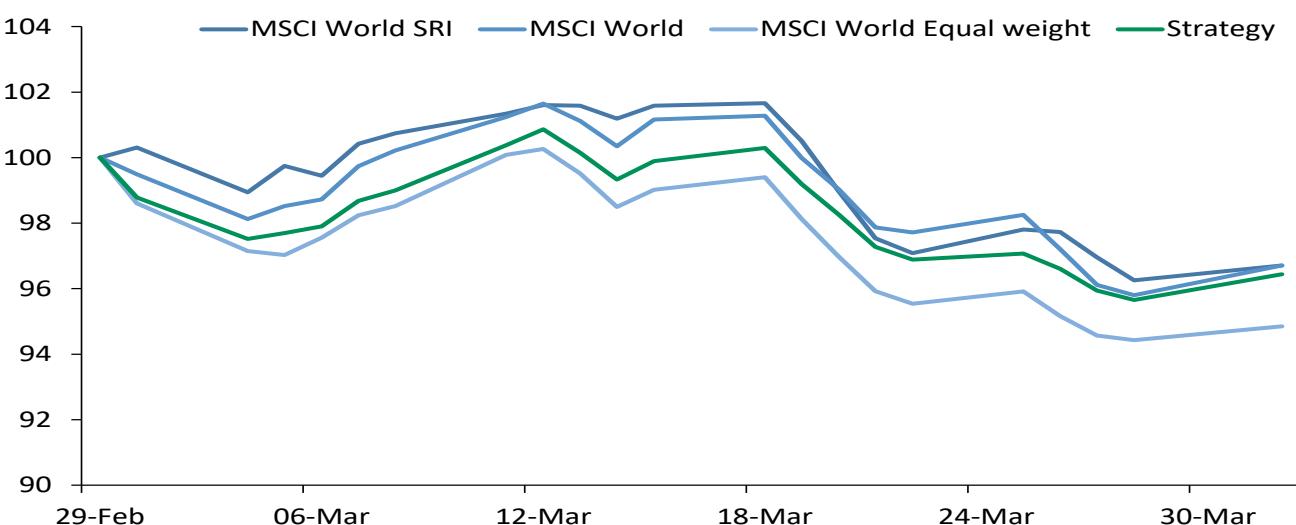
- Most developed market central banks appeared to confirm that 2024 would see policy rate cuts begin. While higher-than-expected inflation data raised question-marks over the timing, investors were reassured by central bankers' rhetoric. First to cut was the Swiss National Bank in March. The US Federal 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 200 an ounce, up by 9.1%.
- In this context, the World Climate Carbon Offset Plan strategy, up by 3.24%, outperforming its benchmark over the month.



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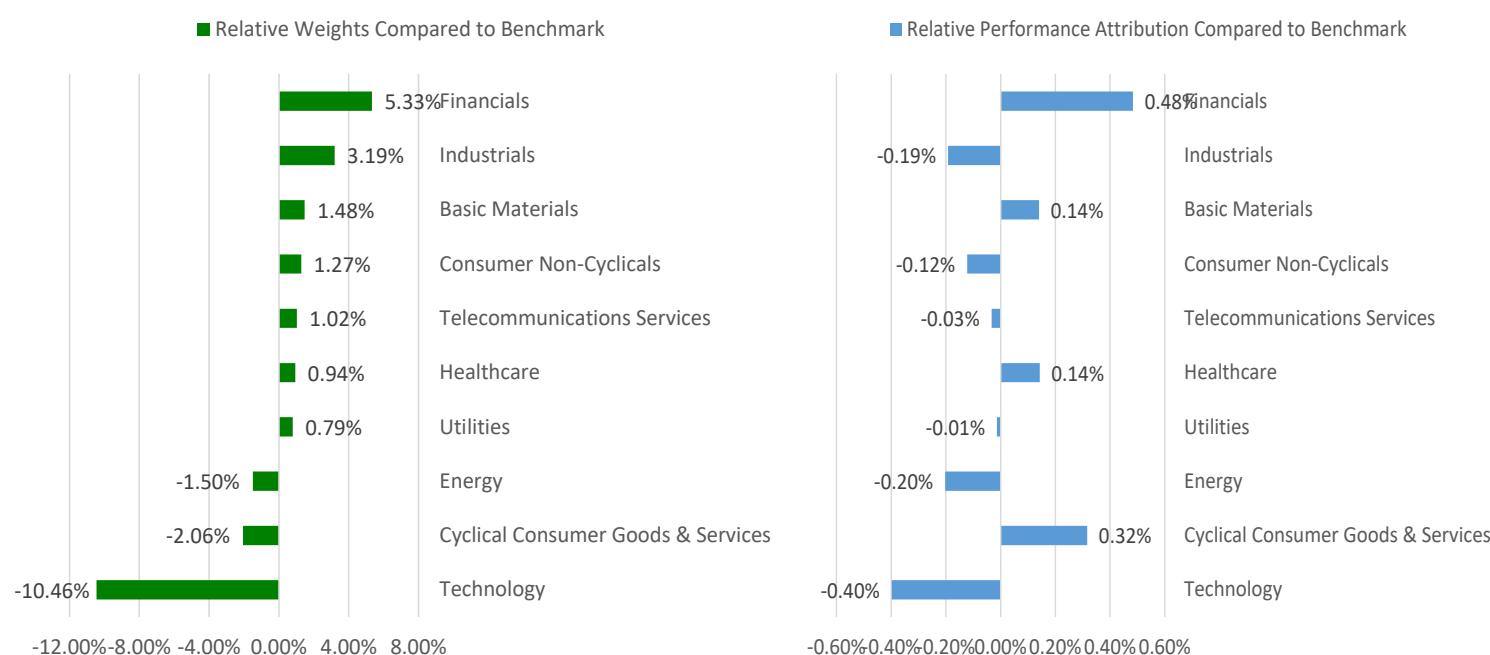
Source: BNP Paribas, Bloomberg. Past performance is not an indicator of future performance.

PERFORMANCE BREAKDOWN

We can highlight the following elements on the strategy's performance:

- Our selection within the **Financials** sector outperformed that of the benchmark (+6.3 % versus +5.3 %), which was magnified by our stronger over allocation (+5.3 %).
- Our selection within **Australia** outperformed that of the benchmark (+2.2 %), which was magnified by our stronger overweighting (+5.5 %).
- Within the **Cyclical Consumer Goods & Services** sector, stock picking outperformed by 3.5 %
- On the contrary, our selection within the **Technology** sector underperformed that of the benchmark (-0.8 %), a loss limited by our stronger relative under weighting (-10.5 %).
- Lastly, within the **Energy** and the **Industrials** sectors, our equity selection underperformed those of the MSCI World Net Total Return USD Index (+6 % versus +8.5 % and +1.5 % versus +3.9 % respectively).
- The allocation analysis shows a rise of 0.4 % and 0.2 % for the **Financials** and the **Cyclical Consumer Goods & Services** sectors (weighted at 19.7 % and 10.1 % respectively). On the contrary, **Technology** and **Industrials** fell by 1.0 % and 0.3 % (weighted at 20.9 % and 13.1 % respectively).

SECTOR RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION

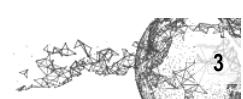


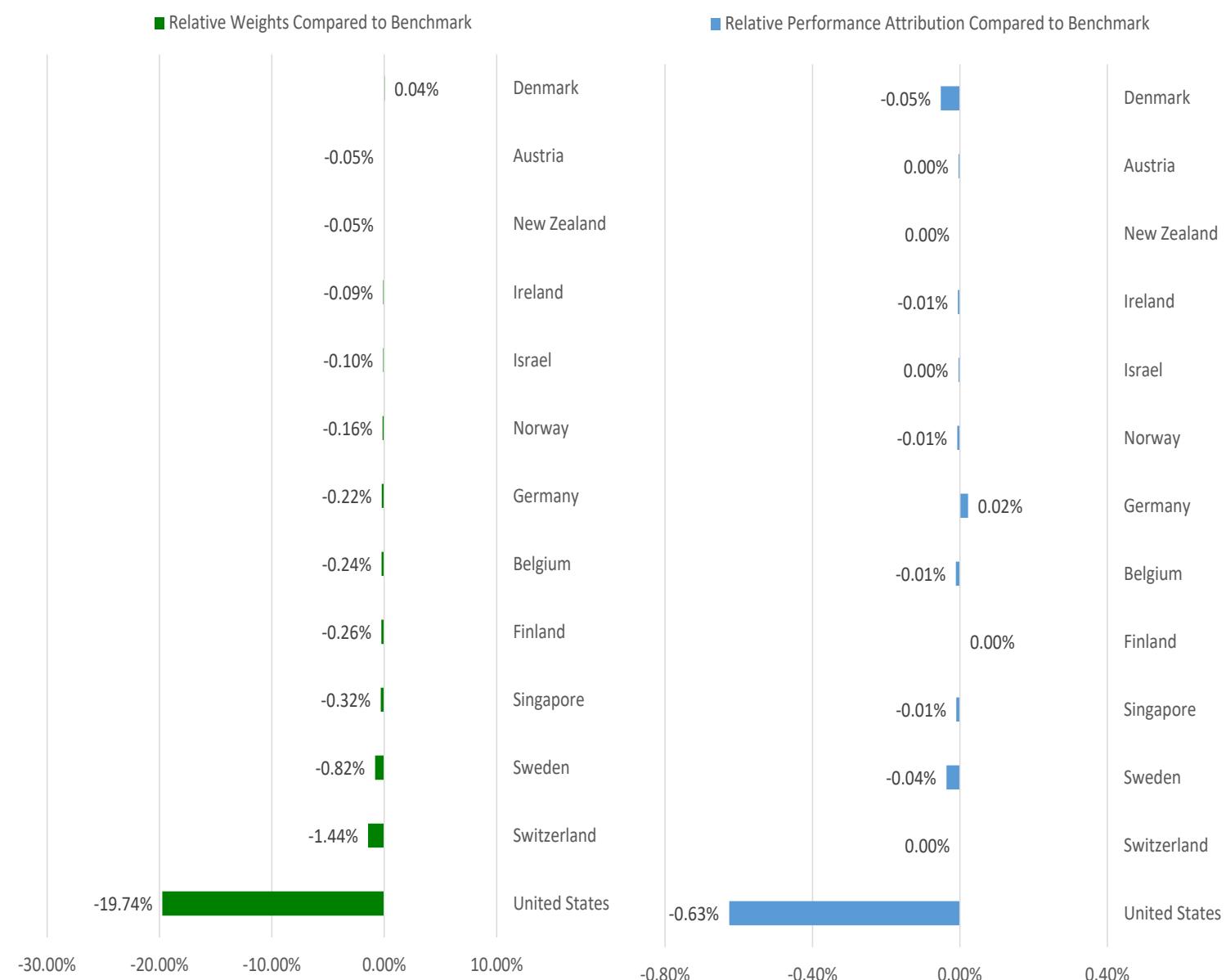
Source: BNP Paribas. Past performance is not an indicator of future performance.



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COUNTRY RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION

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

EXTRA-FINANCIAL REPORTING**ENERGY TRANSITION SCORE**

Average Pro Forma Energy Transition Strategy score vs. Benchmark portfolio

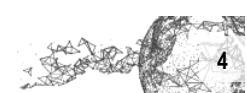


For illustrative purposes only. Source: Moody's ESG Solutions.



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CARBON FOOTPRINT REPORTING: CARBON OFFSET PLANAs of March 28th, 2024

- BNP PARIBAS Asset Management France assesses the carbon footprint of companies (Scope 1 & 2) each quarter, taking into account the composition of the BNP Paribas Equity World Climate Care NTR index to determine the amount of VERs necessary for offsetting the carbon emissions.
- BNP PARIBAS Asset Management France then calculates the carbon footprint of fund, this being the carbon footprint of the exposure of the Climate Care investment strategy, at the beginning of the quarter based on the average assets under management of the fund over the quarter.

CURRENT QUARTER

Estimated carbon footprint of the World Climate Carbon Offset Plan Fund (ton of CO2 for €1M invested in the fund) for 1 year

26

Estimated annualised cost of VER acquisition and servicing necessary to offset the carbon footprint of an investment into the fund expressed in bp of the fund NAV

0.05%**ESG REPORT**

For the latest ESG Report on the THEAM Quant – World Climate Carbon Offset Plan fund, please click the banner below.

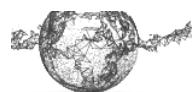
WORLD CLIMATE CARBON OFFSET PLAN STRATEGY
ESG, CARBON FOOTPRINT & ENERGY TRANSITION FACTSHEET**CONTACTS****EQUITIES STRATEGIES, GLOBAL MARKETS** | Andrea Bachian | andrea.bachian@uk.bnpparibas.com**BNP PARIBAS ASSET MANAGEMENT** | CIB Strategies Sales Support | aam.maqs.cibsalessupport@bnpparibas.comdl.theam_gm_coordination@uk.bnpparibas.com**FUND CHARACTERISTICS AND RISKS**

Fund	THEAM QUANT- WORLD CLIMATE CARBON OFFSET PLAN						Capital protection	No	
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe						Minimum Investment horizon	5	
Comparative Index	STOXX Global 1800 Net Return Index USD Index						Legal form	SICAV	
Assets under Management	USD 822.44 million as of 28 March 2024						SRI Ranking (scale from 1 to 7)*	4	
SDFR article	This products promotes environmental or social characteristics pursuant to article 8 of the EU regulation 2019/2088.								
Share	I ACC USD	C ACC USD	C ACC EUR	C DIS EUR	Privilege DIS EUR	I ACC EUR	C ACC EUR H	I DIS USD	J ACC USD
Launch date	05 November 2019	05 November 2019	05 November 2019	05 November 2019	05 November 2019	05 November 2019	02 June 2021	05 August 2021	10 September 2021
ISIN code	LU2051099864	LU2051098627	LU2051098973	LU2051099195	LU2051099609	LU2051100035	LU2051099278	LU2051099948	LU2051100464
Bloomberg code	TQWCIAU LX	TQWCIAE LX	TQWCCEA LX	TQWCCEE LX	TQWC PED LX	TQWCIEA LX	THCOPCE LX	THCOPIU LX	TQWCIAU LX
Ongoing charges	0.84%	1.78%	1.78%	1.78%	1.02%	0.84%	1.78%	0.84%	0.62%
Subscription / Exit fees	None / None	3.00% / None	3.00% / None	3.00% / None	3.00% / None	None / None	3.00% / None	None / None	None / None
Minimum subscription	100K \$	No minimum	No minimum	No minimum	1M\$ equiv / Ptf Mgr None	100K \$ equiv	No minimum	100K \$	10M \$
Passporting	Austria, Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg, Singapore	Switzerland, Italy, Luxembourg, Singapore	Switzerland, 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.

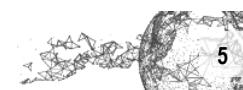
For all shares available, please refer to the prospectus [here](#).

Following the Sustainable Finance Disclosure Regulation (SFDR), financial entities, such as BNP Paribas Asset Management, which sell products in EU are required to classify the products they manufacture/advise into one of three categories: products with sustainable investment objectives (Article 9); products promoting environmental/social characteristics (Article 8); products which neither correspond to Article 8 or Article 9 (Article 6).



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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.

Risks related to carbon footprint measurement: The Fund's carbon footprint will be offset based on an estimated carbon footprint at each Strategic Index rebalancing date and offset at the next Strategic Index rebalancing date. Therefore, there is a risk of error in the carbon footprint estimation due in particular to a risk of deviation between two rebalancing dates that could lead to an incomplete compensation of the Fund's carbon footprint.

Risks related to the underlying project of the VER certificates: the attention of the unitholders is drawn to the fact that there is a risk of cancellation of the VERs in the event of exceptional events (errors, fraud, political risk etc.) affecting the projects at the origin of the issue VER.

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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