BNP PARIBAS

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EQUITY US PREMIUM INCOME

SEPTEMBER 2026 NEWSLETTER

theam QUANT FUNDS

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY

This document has been prepared for discussion purposes only and does not constitute an offer or a solicitation to engage in any trading strategy or the purchase or sales of any financial instrument.

INVESTMENT OBJECTIVE

The objective of the THEAM Quant Equity US Premium Income is to provide income and capital growth by implementing a systematic option strategy on a selection of US equities which aims at generating income in bullish and moderately bearish markets. The Fund targets an income of 3%* per year above USD short term interest rate.

STRATEGY

In order to achieve its investment objective, the fund implements a quantitative investment strategy (the Strategy) which consists in selling short-term put options on a selection of US equities through the BNP Paribas Stock Put Write US Index (the Strategy Index).

- Every month, the Strategy selects equities on the basis of fundamental and market criteria.
- The objective is to identify the large-cap, liquid US stocks benefiting from a sustainable business model, favourable price momentum, low correlation to US equities, attractive valuation of option premium, and favourable trading conditions on the options market.
- Once the stocks have been identified, the strategy dynamically sells short-term out-of-the-money put options on each of the selected equities, in equal proportions.

BNP Paribas has combined its expertise in both stock-picking strategies and option-writing to create this innovative solution.

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 30/09/2026	THEAM Quant – Equity US Premium Income [1]	S&P 500 Net Total Return Index USD [2]
1 month performance	**1.32%**	**-0.38%**
YTD performance	**10.17%**	**12.45%**
12 months performance	**12.93%**	**15.34%**
Overall annualised return [3]	**6.33%**	**14.19%**
Annualised Volatility	**9.64%**	**18.48%**
Maximum Drawdown	**-21.98%**	**-33.83%**

[1] - Refers to LU1480597480, THEAM Quant – Equity US Premium Income – Share I USD ACC <THQUSPI LX Equity>.

[2] - Refers to the SPTR500N Index.

[3] - Since launch: 18/07/2017. Annualised volatility and Maximum drawdown are computed since the launch of the fund.

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

COMMENT

THEAM QUANT – Equity US Premium income was up in the month of September by +1.32%, while S&P 500 NTR showed a performance of -0.38%.

- The strategy recorded a positive performance this month, overperforming the S&P500 by (1.70%).
- DELL TECHNOLOGIES was the best contributor (+0.23%) while UNION PACIFIC was the worst contributor (-0.08%).

SECTOR BREAKDOWN

Sector	S&P 500 Weight	US Premium Income*	-Relative
Basic Materials	1.82%	0.00%	2.31%
Consumer Non-Cyclicals	5.46%	4.00%	-1.34%
Cyclical Consumer Goods & Services	10.34%	8.00%	-5.79%
Energy	3.51%	4.00%	8.66%
Financials	10.12%	4.00%	-5.24%
Healthcare	9.28%	24.00%	18.75%
Industrials	8.64%	12.00%	-0.37%
Technology	47.57%	44.00%	-13.82%
Telecommunications Services	0.90%	0.00%	-0.82%
Utilities	2.35%	0.00%	-2.26%

*Source: BNP Paribas, As of 30/09/2026. Past performance is not an indicator of future performance. *Data refers to BNPISPUS Index*

SINGLE STOCK CONTRIBUTIONS

Type	Stock	Sector	Contribution
Top 5	DELL TECHNOLOGIES C	Technology	0.23%
	SEAGATE TECHNOLOGY HOLDINGS	Technology	0.22%
	SANDISK	Technology	0.19%
	MICRON TECHNOLOGY	Technology	0.17%
	WESTERN DIGITAL	Technology	0.14%
Bottom 5	TJX	Cyclical Consumer Goods & Services	0.00%
	MASTERCARD	Technology	0.00%
	NEWMONT	Basic Materials	-0.01%
	BRISTOL MYERS SQUIBB	Healthcare	-0.02%
	UNION PACIFIC	Industrials	-0.08%

Source: BNP Paribas, As of 30/09/2026. Past performance is not an indicator of future performance

US PREMIUM INCOME STRATEGY: ENHANCED PUT-WRITING

1. ADDING VALUE THROUGH A SYSTEMATIC ENHANCED SELECTION OF STOCKS

ELEMENT



- ✓ "Smart-beta" approach to stock-selection
- ✓ Monthly selection of 25 large-cap, liquid US stocks with robust financial fundamentals and favourable market parameters

EFFECT

- ➔ **Avoids selling puts on "wrong" stocks**
- ➔ **Selects US equities with characteristics attractive for put writing**

2. OPTIMISING PUT OPTIONS PARAMETERS TO IMPROVE POTENTIAL RETURNS

ELEMENT



- ✓ Using short-term maturities (1 month)
- ✓ Selecting a 5% OTMF (out-of-the-money forward) strike

EFFECT

- ➔ **Finds balance between premium received and risk taken**
- ➔ **Generates a higher income**

3. REDUCING TIMING RISKS

ELEMENT



- ✓ A fully systematic approach
- ✓ Selling options every day on sliding maturities in equal proportions

EFFECT

- ➔ Avoids noise from discretionary decisions
- ➔ **Reduces timing risk, making** entry and exit points smooth
- ➔ **Adapts swiftly to market conditions**

CONTACTS

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FUND CHARACTERISTICS AND RISKS

	THEAM Quant – Equity US Premium Income	
Management company	BNP Paribas Asset Management France	
Type of fund	Sub-fund of the SICAV THEAM QUANT	
Recommended investment horizon	3 years	
Capital protected	No	
SFDR Article	6	
SRI Risk Classification (scale of 1-7) [4]	4	
Share	Share I (USD) ACC	Share C (USD) ACC
Launch date	18 July 2017	10 December 2018
Bloomberg Code	THQUSPI LX Equity	THQUSPC LX Equity
ISIN Code	LU1480597480	LU1480596326
Subscription/ Exit fees	0.00% max / 0.00% max	3.00% max / 0.00% max
On-going charges	0.77%	1.56%
International registration	France, Germany, Italy, Spain, Switzerland, UK, Austria	France, Germany, Italy, Spain, Switzerland, UK

[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.

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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