

THEAM QUANT - BOND EUROPE
CLIMATE CARBON OFFSET PLANtheam QUANT
FUNDS

ESG

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | APRIL 2024

OBJECTIVE

The objective of the fund is to provide capital growth over the medium term and to offset its carbon footprint (Scope 1 and 2)¹. It is exposed to the performance of a dynamic basket of European Investment Grade Corporate Bonds, 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.

The carbon footprint of the portfolio aims to be offset every quarter through the purchase of Verified Emission Reduction certificates (VERs) from the Kasigau Corridor REDD+² project in Kenya.

KEY BENEFITS



Benefits from proven track record of the equity-based solution developed with the same approach.



Contributes to the financing of the low carbon transition by reducing the residual carbon footprint of the portfolio.



Supports positive potential environmental and social outcomes via the purchase of carbon credits from the Kasigau REDD+ project.

A DIVERSIFIED AND ROBUST LIQUID PORTFOLIO WITH HIGH ESG STANDARDS

01. UNIVERSE FILTERING

- Liquidity Filtering & ESG Data Availability
- Selection of the Best in Class
- Diversification rule

02. OPTIMISATION

- Maximisation of the Energy Transition score of the portfolio along with carbon footprint reduction
- Under financial constraints (multifactor framework) and risk control

03. CARBON OFFSETTING

- Offsetting of the residual Carbon Footprint of the portfolio



The multifactor framework was introduced at optimisation level with the aim to enhance the risk-return profile of the sub-fund.



CARRY



VALUE

Return-oriented factors are applied to **enhance return.**



MOMENTUM

Balanced factor is introduced to **mitigate the drawdowns** without **sacrificing performance.**

THE KASIGAU CORRIDOR REDD+ PROJECT

The first REDD+ project in the world to issue carbon credits under the Verified Carbon Standard (VCS) and to achieve 'Gold Level' certification for Climate Community and Biodiversity (CCB).



CLIMATE

- Protects over 200,000 hectares of dryland forest;
- Expected to reduce more than 1 million tonnes of CO2 per year.



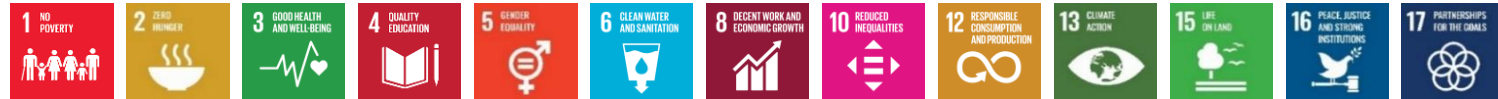
COMMUNITY

- The project area is home to over 100,000 people;
- Created more than 400 jobs.



BIODIVERSITY

- The project area is home to a diverse population of wildlife including critical populations of IUCN3 Red List species such as the Grevy's Zebra and African Wild Dog.

Contributing to 13 of the 17 United Nations' Sustainable Development Goals (SDGs)⁴

¹Scope 1 concerns the direct emissions of companies (such as fuel consumption for example). Scope 2 concerns indirect emissions due to the business's activity (for example the electricity supplier's fuel consumption). Scope 3 concerns indirect emissions due to the use of products sold (such as, for example, fuel consumption by the client's electricity supplier due to use of the product). With the current status of available data, the CO2 emissions relating to Scope 3 are difficult to access and incomplete, and can only be estimated. Scope 3 will therefore not be taken into account in the context of offsetting the fund underlying strategy's carbon footprint. The offsetting of a Sub-fund's carbon footprint or of given share classes carbon footprint may be considered to be partial to the extent that (i) the Management Company does not take Scope 3 into account when calculating carbon emissions, and (ii) it only offsets carbon emissions relating to the composition of the Sub-fund's underlying assets, and not those relating to financial instruments constituting the financing assets of the Sub-fund where a synthetic replication policy is used, as further described in the Sub-fund's prospectus; ²Reducing Emissions from Deforestation and Degradation; ³The International Union for Conservation of Nature; ⁴13 SDGs verified by the SD VISTa Standard, as of October 2023. These internal guidelines are mentioned for your information only and are subject to change. Prospectus guidelines and the KID are leading.

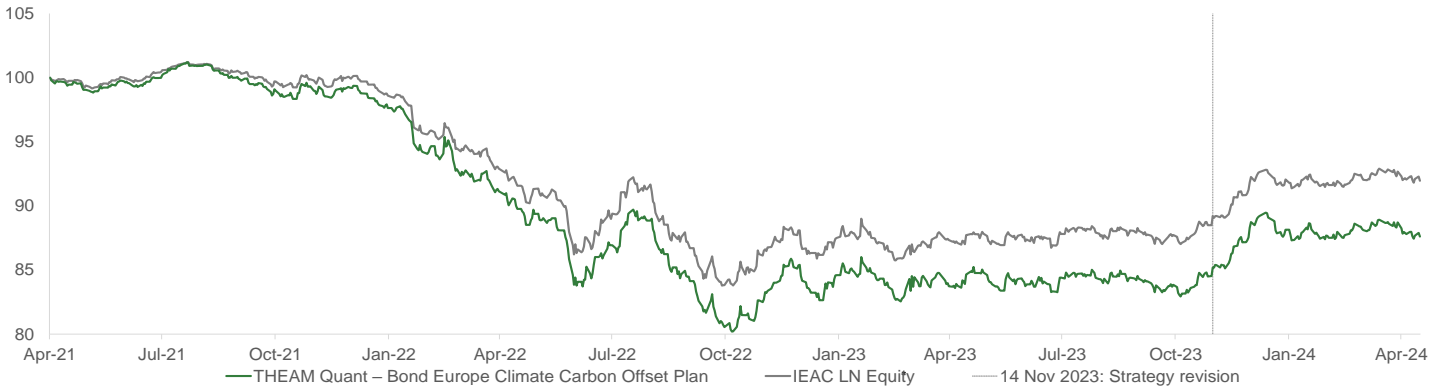
THEAM Quant - Bond Europe Climate Carbon Offset Plan

ESG

As of April 30th, 2024

PERFORMANCE ANALYSIS

Historical Performance (net of fees, Share I – ACC)



Performance and Risk Statistics (net of fees, Share I - EUR)

THEAM QUANT- BOND EUROPE CLIMATE CARBON OFFSET PLAN					Return	1M	3M	1Y	3Y p.a.	5Y p.a.	Global p.a.	Risk	Volatility p. a.	Max. Drawdown
IEAC LN Equity						-1.47%	-1.17%	3.50%	-4.13%	-	-4.25%		5.70%	-20.75%
						-1.02%	-0.47%	4.82%	-2.67%	-	-2.72%		5.13%	-17.22%
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2024	Fund	-0.49%	-1.06%	1.38%	-1.47%									-1.66%
	IEAC LN Equity	-0.19%	-0.79%	1.35%	-1.02%									-0.66%
2023	Fund	2.43%	-1.83%	1.30%	0.55%	-0.09%	-0.56%	0.75%	0.27%	-1.37%	0.02%	2.97%	3.22%	7.79%
	IEAC LN Equity	1.60%	-1.74%	1.55%	0.41%	0.07%	-0.25%	0.82%	0.05%	-0.91%	0.47%	2.46%	2.75%	7.42%
2022	Fund	-1.72%	-2.72%	-1.66%	-2.97%	-1.57%	-3.34%	4.77%	-4.97%	-3.68%	-0.51%	3.79%	-2.27%	-16.01%
	IEAC LN Equity	-1.64%	-2.35%	-1.39%	-2.78%	-1.14%	-3.62%	5.45%	-4.99%	-2.83%	-0.36%	3.18%	-1.33%	-13.36%
2021	Fund				-0.21%	-0.22%	0.32%	1.44%	-0.63%	-0.90%	-1.11%	0.18%	-0.12%	-1.26%
	IEAC LN Equity				-10.73%	-0.20%	0.38%	1.13%	-0.42%	-0.66%	-0.73%	0.13%	0.08%	-10.99%

Source: Bloomberg, BNP Paribas. Historical performance of share I (EUR ACC) from 15th April 2021. Fund performance is expressed net of management fees. THEAM Quant - Bond Europe Climate Carbon Offset Plan Share I – ACC EUR, launch date 15th April 2021. On the 14th November 2023, BNP Paribas Bond Europe Climate Care underwent a strategy review, creating the BNP Paribas Bond Climate Care Europe Index. 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. Past performance or achievement is not indicative of current or future performance. There is no guarantee that the performance objective will be achieved. iShares Core EUR Corp Bond UCITS ETF. The Comparative index used in the performance analysis is not the official Benchmark of the fund, it is used for illustrative purpose only. For further information, and in particular the risks of the product, please refer to the Prospectus and KIDs of the fund.

FUND CHARACTERISTICS

Fund	THEAM QUANT- BOND EUROPE CLIMATE CARBON OFFSET PLAN				Capital protection	No
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe				Minimum Investment horizon	3
Comparative Index	iSharesCore EUR Corp Bond UCITS¹				Legal form	SICAV
Assets under Management	EUR 18.19 million as of 30 April 2024				SRI Ranking (scale from 1 to 7)*	2
SFDR article	This product promotes environmental or social characteristics pursuant to article 8 of the EU regulation 2019/2088.					
Share	I ACC EUR	C ACC EUR	C DIS EUR	J ACC EUR	Privilege ACC EUR	X ACC EUR
Launch date	15 April 2021	15 April 2021	15 April 2021	15 April 2021	15 April 2021	12 July 2021
ISIN code	LU2051095011	LU2051094394	LU2051094477	LU2051095797	LU2051094808	LU2051096332
Bloomberg code	THCOPIC LX	THCOPCC LX	THCOPCD LX	THCOPJC LX	THCOPPC LX	THCOPXC LX
Ongoing charges	0.47%	1.07%	1.07%	0.37%	0.66%	0.25%
Subscription / Exit fees	None / None	3.00% / None	3.00% / None	None / None	3.00% / None	None / None
Minimum subscription	100K € equiv	No minimum	No minimum	10M € equiv	1M € / Ptf Mgr None	No minimum
Passporting	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg	Belgium, Switzerland, Germany, France, Italy, Luxembourg	Belgium, Switzerland, Germany, France, Italy, Luxembourg	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg	Belgium, Switzerland, Germany, France, United Kingdom, Italy, Luxembourg	Switzerland, France, Luxembourg

¹The Comparative index is not the official Benchmark of the fund. 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, the fund described being in risk of capital loss. *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. We invite you to consult regularly the KID.

Funds' main common risks

- The following list of risk factors associated with the funds is not exhaustive, please refer to the prospectus for a full list of the risks associated with THEAM Quant – Bond Europe Climate Carbon Offset Plan. The risk factors that should be considered in connection with any investment include (but are not limited to) the following:
- An investment in the funds may involve a significant degree of risk. Investment in the funds is only suitable for those persons who are able to bear the economic risk of the investment, understand the degree or risk involved, believe that the investment is suitable based upon their investment objectives and financial needs, and have specific needs for liquidity of investment. There can be no assurance that the funds' objectives will be achieved or that there will be any return of capital.

Economic conditions

- The success of any investment activity is affected by general economic conditions, which may affect the level and volatility of interest rates and the extent and timing of investor participation in the equity markets. Unexpected volatility or illiquidity in the markets in which the funds hold positions could impair the funds' ability to carry out their business or cause them to incur losses. None of these conditions is within the control of the funds or its management company and/or investment manager and no assurances can be given that the funds or its management company and/or investment manager will anticipate these developments.

The funds will possess inherent risks

- These include, among other things, credit, liquidity, volatility, currency and interest rate risk, the financial condition of the underlying obligors, general economic conditions, market price volatility, the condition of certain financial markets, political events and developments or trends in any particular industry.

Currency exchange risk

- The value of an investment may be affected by fluctuations in the currency of the country in which the investment was made, or exchange control regulations.

Interest rate risk

- The value of an investment may be affected by interest rate fluctuations. Interest rates may be influenced by several elements or events, such as monetary policy, the discount rate, inflation, etc.

Derivatives risk

- The use of derivatives by the funds includes various risks. Those risks are (without limitation), the lack of secondary market liquidity under circumstances, valuations risks, the lack of standardization and regulation, the risk of leverage, the risk of counterparty.

Liquidity risk

- There is a risk that investments made in funds may become illiquid due to an over-restricted market (often reflected by a very broad bid-ask spread or by substantial price movements), or if their "rating" declines or their economic situation deteriorates.

Credit risk

- This is the risk that may derive from the rating downgrade of a bond issuer to which the funds are exposed, which may therefore cause the value of the investments to go down. Funds investing in high-yield bonds present a higher than average risk due to the greater fluctuation of their currency or the quality of the issuer.

Risk linked to equity markets

- The risks associated with investments in equities (and similar instruments) include significant fluctuations in prices, negative information about the issuer or market and the subordination of a company's equities to its bonds. 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.

Counterparty risk

- This risk relates to the quality of the counterparty with whom the funds do business or enter into various transactions. This risk reflects the counterparty's ability to honor its commitments (payment, delivery, repayment, etc.)

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