



EUROPE CLIMATE CARE PROTECTION 90% MONTHLY NEWSLETTER

theam QUANT
FUNDS

MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY

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INVESTMENT OBJECTIVE

The THEAM Quant – Equity Europe Climate Care Protection 90% fund seeks to provide capital growth over the medium term, linked to the performance of European equities with strong Environmental, Social and Governance (ESG) standards, which are selected on the basis of their carbon footprint and energy transition strategy.

It implements a quantitative investment strategy via partial and variable exposure to the BNP Paribas Equity Europe Climate Care Paris-aligned NTR Index, while securing, during a given calendar year, 90% of the highest NAV reached since the last business day of the previous year. The Fund also intends to distribute an annual coupon of 1% of the NAV recorded on the second-last business day of said year.

STRATEGY

A low-enough carbon footprint alone is not enough to combat climate change over the long term; we don't select companies solely on the basis of their current carbon emissions but also on the robustness of their Energy transition strategy. Our allocation algorithm rebalances the portfolio quarterly by assigning optimal weights to each share from a universe of European Equities.

The final selection aims to:

- Have a carbon footprint reduced by at least 50% compared to the Benchmark Portfolio*;
- Maximize its Moody's ESG Solutions energy transition score;
- Control risk versus the STOXX Europe 600 with a maximum tracking error of 5%.

The strategy evolved in December 2021, to now follow the **Paris-aligned benchmark (PAB) objectives**. In line with the Paris-agreement, PAB is the most ambitious of the climate benchmarks proposed by the European Commission – adhering to these standards implies a more selective portfolio, hereby preventing “greenwashing” whilst aiding investors in their pursuit to mitigate climate risk.

**The Benchmark Portfolio is constituted by all the shares belonging to the Moody's ESG Solutions European Universe. The weight of each share within the Benchmark portfolio is proportional to the free float market capitalization of this share.*

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

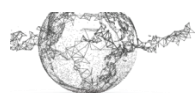
PERFORMANCE

As of March 27th, 2024

Jul 21 - Mar 24	THEAM QUANT- EQUITY EUROPE CLIMATE CARE PROTECTION 90%	Stoxx Europe 600 NR
Performance 1 month	1.85%	3.81%
Performance Year To Date	1.95%	7.62%
Annualised Volatility Since Start Date	5.01%	14.79%
Max Drawdown Since Start Date	-8.85%	-20.71%

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

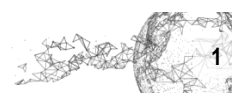
Follow the icon to go to the fund page on the THEAM Quant website



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MONTHLY COMMENTARY

MACRO BACKGROUND

Our fund posted a positive return in March: 1.85%. The fund underperformed the STOXX Europe 600 index by -1.96%.

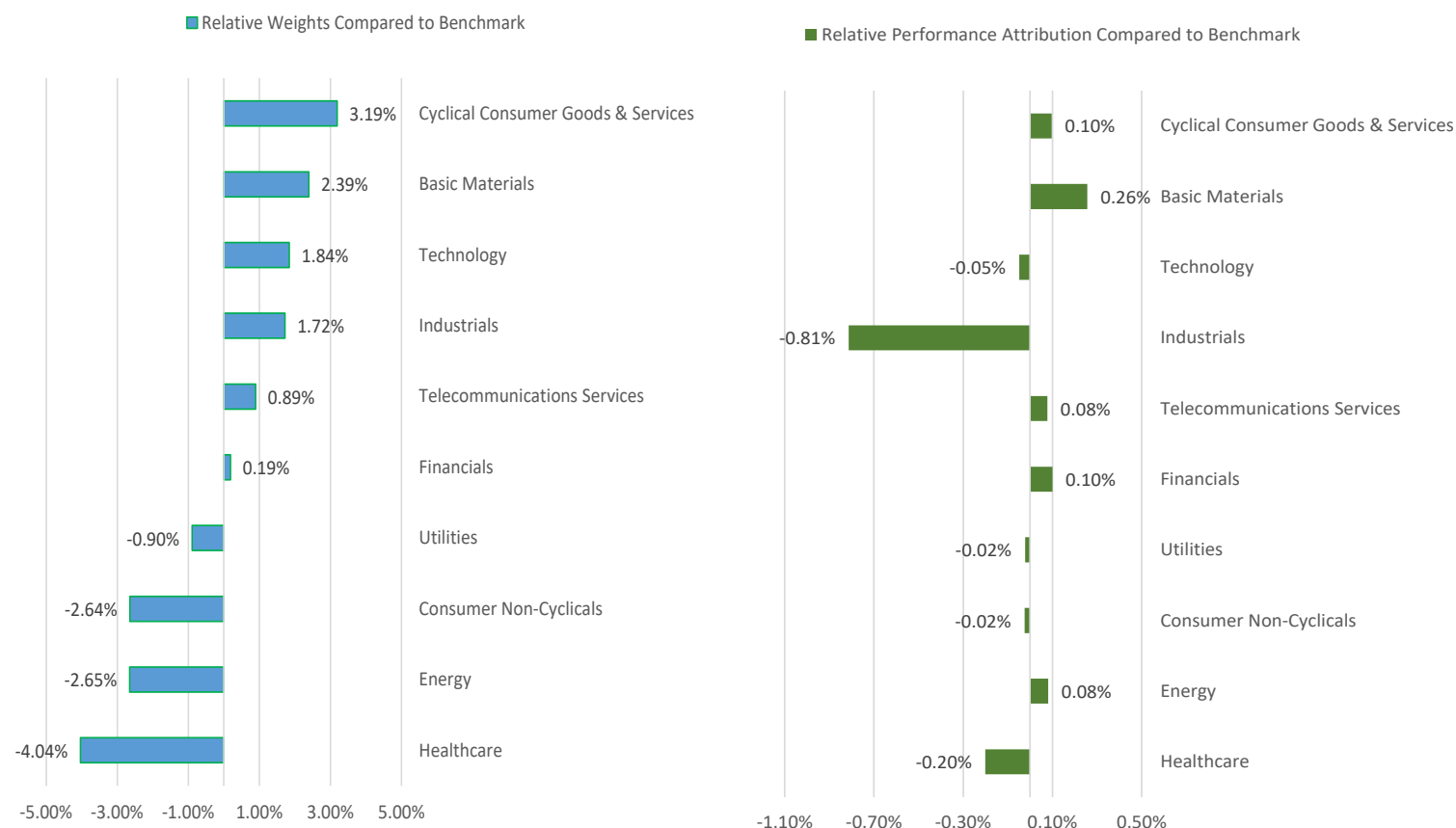
PERFORMANCE BREAKDOWN

The performance of the fund's underlying equity strategy can be explained as follows:

Note: The fund's exposure to the Equity Europe Climate Care Strategy is variable, and keeps changing periodically.

- Our selection within the **Healthcare** sector underperformed that of the benchmark (-0.2 %), a loss limited by our stronger relative under allocation (-4 %).
- Within the **Industrials** sector, stock picking underperformed that of the benchmark (-1.5 % versus +3.8 %).
- Within **France**, our choice underperformed by -2.9 %.
- On the contrary, our selections within the **Basic Materials** and **Cyclical Consumer Goods & Services** sectors outperformed those of the benchmark (resp. +0.9 % and +0.2 %), which was magnified by our stronger over allocation (resp. +2.4 % and +3.2 %).
- Lastly, within the **Financials** sector, our equity selection outperformed by 0.4 %.
- The allocation analysis shows a rise of 1.1 % and 0.5 % for the **Financials** and the **Basic Materials** sectors (weighted at 19.9 % and 9.5 % respectively). On the contrary, **Industrials** and **Cyclical Consumer Goods & Services** fell by 1.2 % and 0.9 % (weighted at 16.1 % and 15.0 % respectively).

SECTOR RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



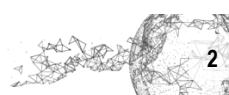
Source: BNP Paribas, Past performance is not an indicator of future performance



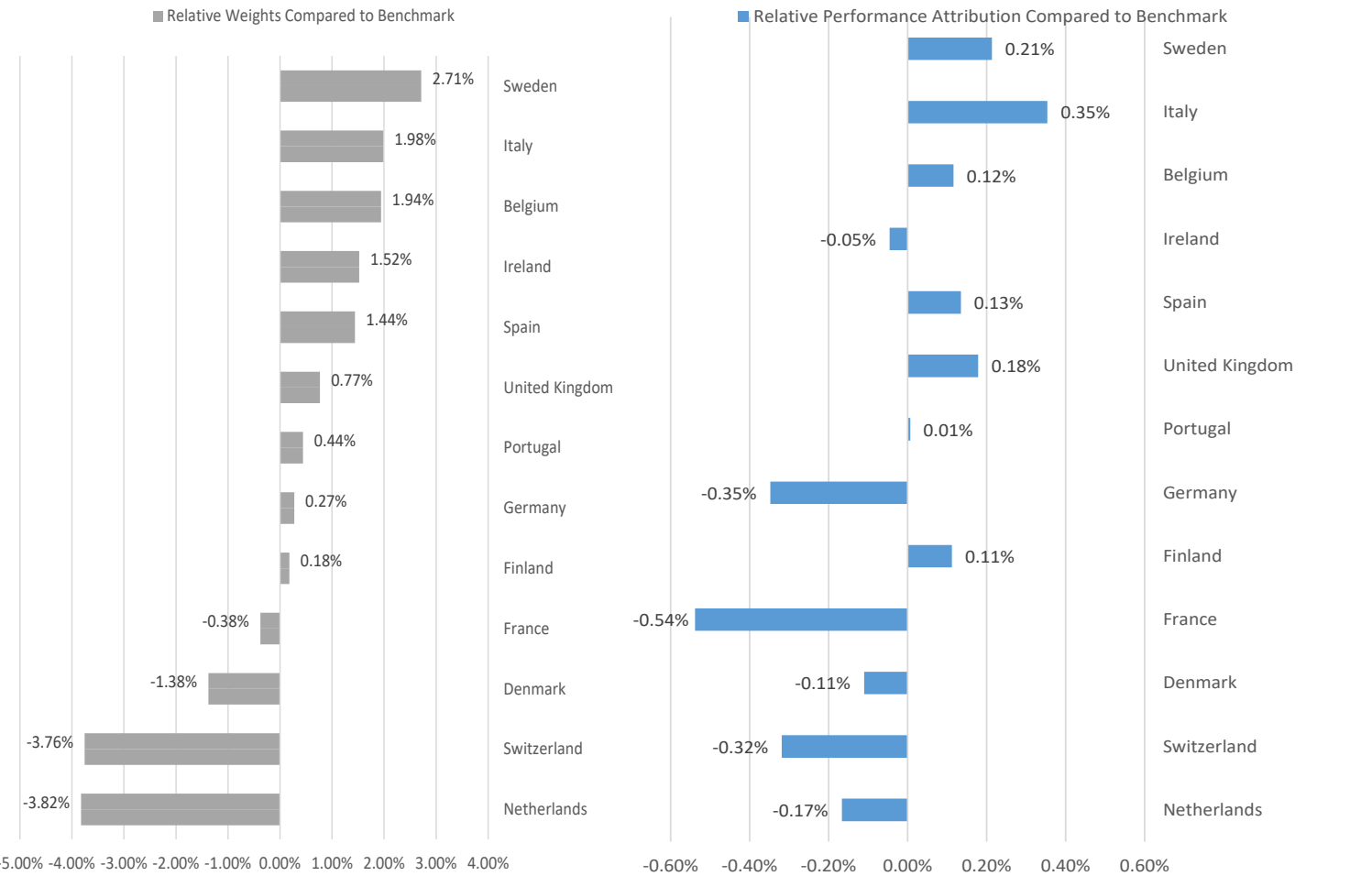
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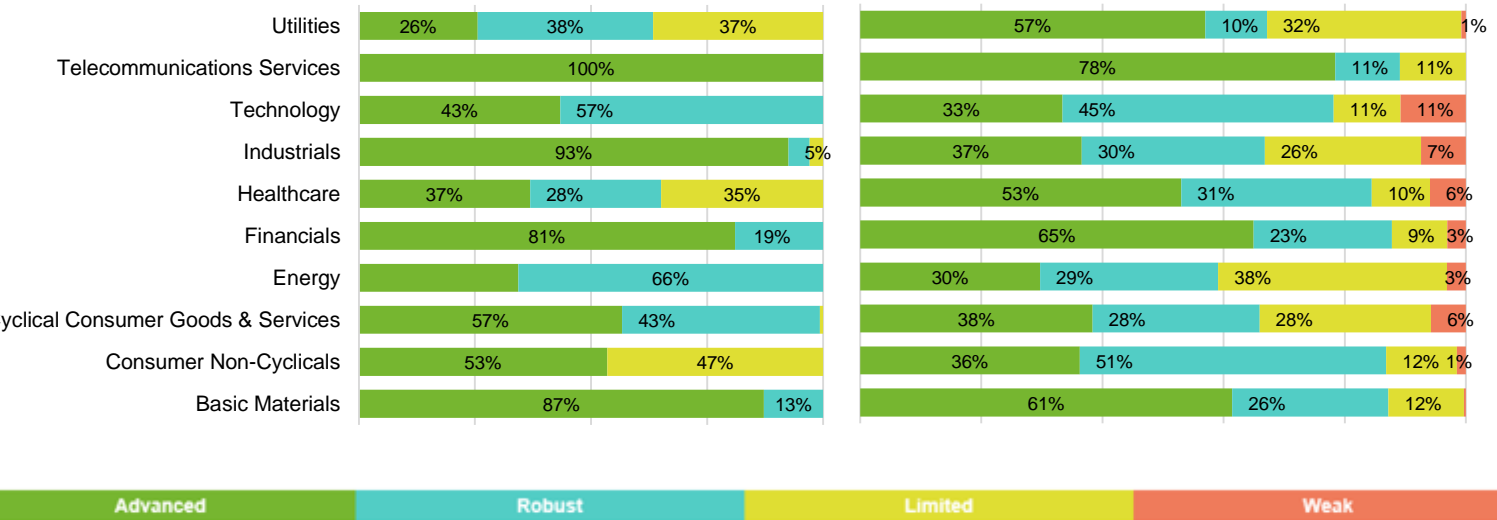
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COUNTRY RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION



Source: BNP Paribas, As of 28/04/2023. Past performance is not an indicator of future performance



ESG REPORT

For the latest ESG Report on the THEAM Quant – Equity Europe Climate Care Protection 90% fund, please click the banner below.



INVESTMENT PROCESS IN A NUTSHELL

EQUITY SELECTION STRATEGY

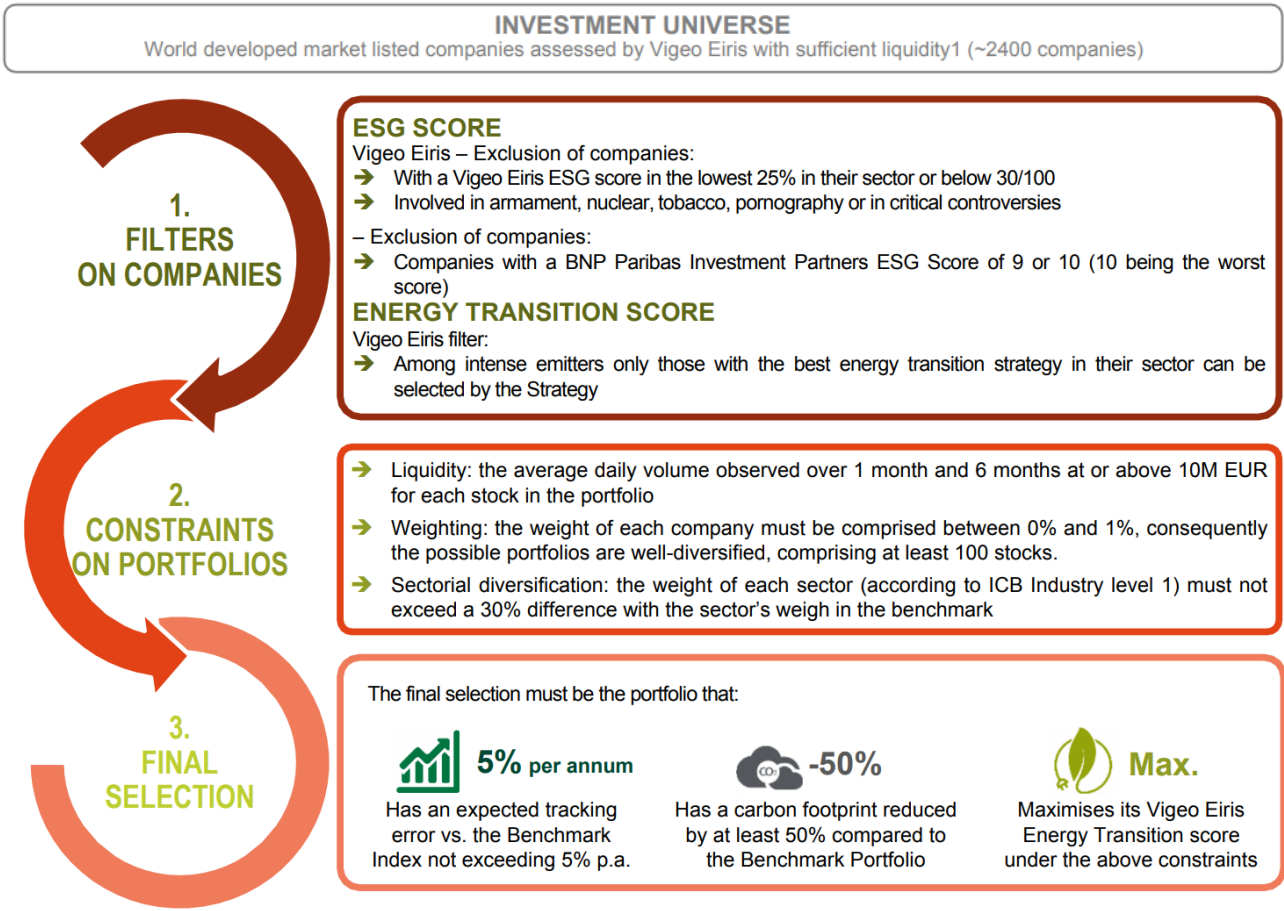


Figure 1: The Equity Europe Paris-Aligned Climate Care Strategy
Source: BNP Paribas, for illustration purposes only. For further information, in particular, the risks of the product, please refer to the Prospectus and KIDs of the fund.

EU-PAB STANDARDS	Climate Scenario	Allocation Constraint	Self Decarbonisation	Relative Decarbonisation
	Global Warming of 1.5°C scenario (with no or limited overshoot)	= or > Exposure to sectors highly exposed to climate change and its mitigation*	-7% Minimum yearly reduction** in GHG emissions intensity until 2050	-50% Minimum reduction in GHG emissions intensity compared to the reference universe***
WHY THE BNP PARIBAS CLIMATE CARE PAB?	“Smart” PAB: while our strategy embraces the PAB standards, it goes beyond by recognising that the companies with the strongest energy transition strategies should be better equipped to address the evolving economic and regulatory landscape, and therefore display potential higher risk-adjusted returns in the future. We therefore maximise this forward-looking indicator for our portfolio, while controlling several dimensions of risk.			

Figure 2: Paris-Aligned Benchmark Standards & BNP Paribas “Smart” PAB: Explained
Source: BNP Paribas, for illustration purposes only. For further information, in particular, the risks of the product, please refer to the Prospectus and KIDs of the fund.

PROTECTION MECHANISM

For the latest ESG Report on the THEAM Quant – Equity Europe Climate Care Protection 90% fund, please click the banner below.

90% Protection

The protection secures 90% of each investment for a calendar year, during which, the value of the investment cannot fall below the secured protection level.

Locking in 90% of the highest level reached daily during the 12-month period:

- If the NAV reaches a new maximum the **protection level increases proportionately** to always secure 90% of the Reference NAV*.
- Each time a new maximum value is recorded, the new protection level becomes the floor for the concurrent calendar year.
- If the NAV decreases, there is a **formal BNP Paribas guarantee** that it will not fall below the recorded protection level for that calendar year.

Resetting the protection level:

Every year, on the first business day, the **protection level is reset** to 90% of the previous day's NAV (i.e. fund NAV on the last business day of the previous calendar year) which becomes the new starting Reference NAV or rather, the secured protection level for the new calendar year.

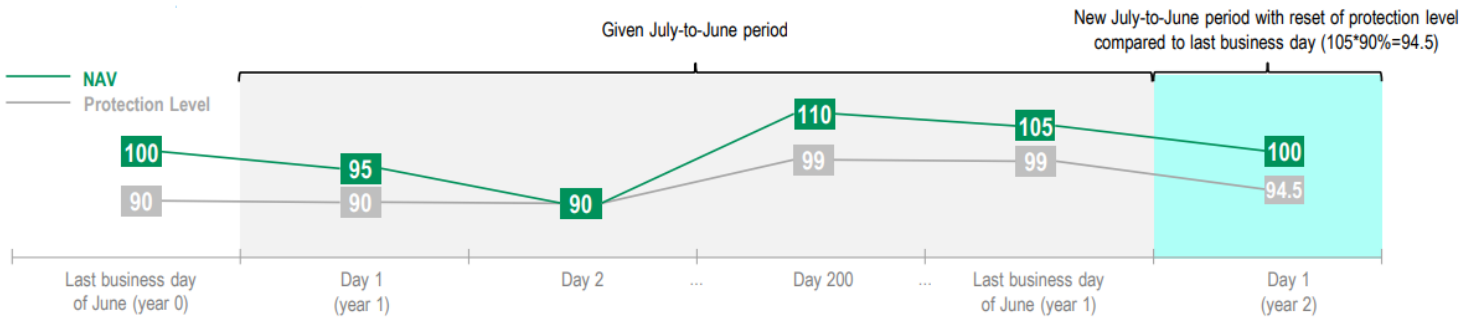
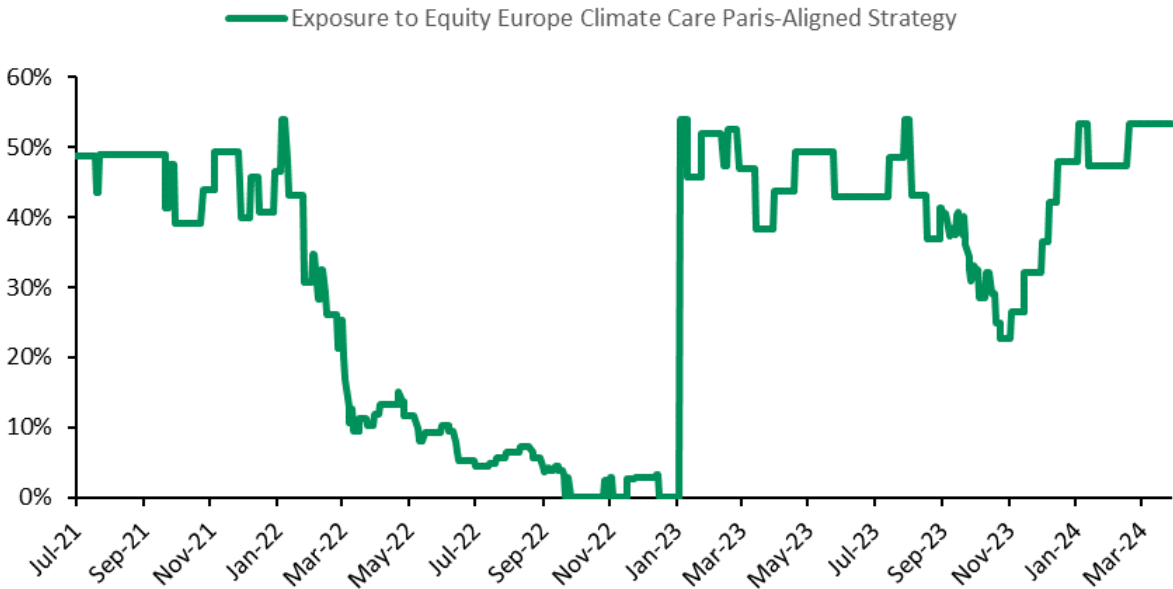
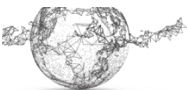


Figure 3: The Protection Mechanism
*Reference NAV – Highest NAV reached since last business day of the previous calendar year.
Source: BNP Paribas; above scenarios for illustration purposes only. For further information regarding guarantee and protection, and in particular, the risks of the product, please refer to the Prospectus and KIDs of the fund.

WEIGHT IN EQUITY STRATEGY



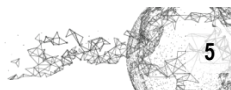
Source: BNP Paribas,



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FUND CHARACTERISTICS AND RISKS

	THEAM Quant – Equity Europe Climate Care Protection 90%	
Management company	BNP Paribas Asset Management France	
Type of fund	Sub-fund of the Luxembourg SICAV THEAM QUANT, UCITS Compliant	
Recommended investment horizon	4 years	
Capital protected	No	
SFDR Category ⁴	Article 8 – Promotion of Environmental or Social Characteristics	
SRI Risk Classification (scale of 1-7) ⁵	2	2
Share ⁶	Protected Share I (EUR) ACC	Protected Share C (EUR) ACC
Launch date	01 July 2021	01 July 2021
Bloomberg Code	THCP9IE LX Equity	THCP9CE LX Equity
ISIN Code	LU2051101355	LU2051101272
Subscription / Exit fees	0.00% max / 0.00% max	3.00% max / 0.00% max
On-going charges	0.76%	1.70%
International registration	Italy	

4 - Following the new 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 nor to Article 9 (Article 6).

5 - 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.

6 - 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.

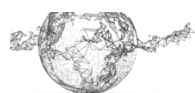
Liquidity Risk: This risk arises from the difficulty of selling an asset at a fair market price and at a desired time due to lack of buyers.

Counterparty Risk: linked to the default of a counterparty on over-the-counter markets.

Risk related to the protection mechanism: The protection mechanism implemented linked to the Guarantee involves that if the Net Asset Value (NAV) per Share of each Class falls, the levels of protection will also be reduced accordingly. There is thus, a risk that investors may lose almost all of their capital if they hold their Shares for a long period.

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.

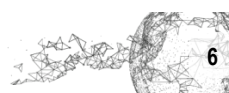
For the full list of risks, please refer to the prospectus.



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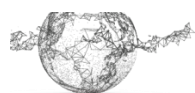
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