



JAPAN CLIMATE CARE NEWSLETTER



MARKETING COMMUNICATION | FOR PROFESSIONAL CLIENTS ONLY | MAY 2026

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INVESTMENT OBJECTIVE

The THEAM Quant – Equity Japan Climate Care seeks to provide capital growth over the medium term, linked to the performance of Japan equities selected based on their ESG performance, financial outlook, and energy transition strategy. It implements a quantitative investment methodology that seeks to minimise the expected tracking error versus the benchmark MSCI Japan Net Total Return EUR Index.

STRATEGY

- Minimum tracking error possible versus the benchmark, while targeting ESG objectives:
- Reduction of carbon intensity by at least 50% and increase of energy transition score by at least 15% compared to the starting universe, and total female board members above 17%.
- Maximum individual weight of 5% and weight of each economic sector with less than 10% relative difference compared to the same sector in the starting universe.
- The portfolio is rebalanced quarterly (beginning of February, May, August and November each year).

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

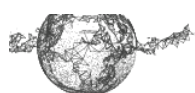
PERFORMANCE

As of May 29<sup>th</sup>, 2026

Sep 24 - May 26	THEAM Quant – Equity Japan Climate Care	MSCI Japan Total Return Net Div Index
Performance 1 month	3.77%	5.52%
Cumulative Performance Year To Date	11.01%	16.73%
Annualised Performance Since Start Date	11.50%	19.42%
Annualised Volatility Since Start Date	20.25%	21.58%
Max Drawdown Since Start Date	-21.43%	-19.29%

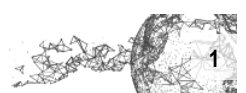
Source: Bloomberg. Past performance is not an indicator of future performance.

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



Learn more ABOUT GLOBAL MARKETS

<https://globalmarkets.cib.bnpparibas/>



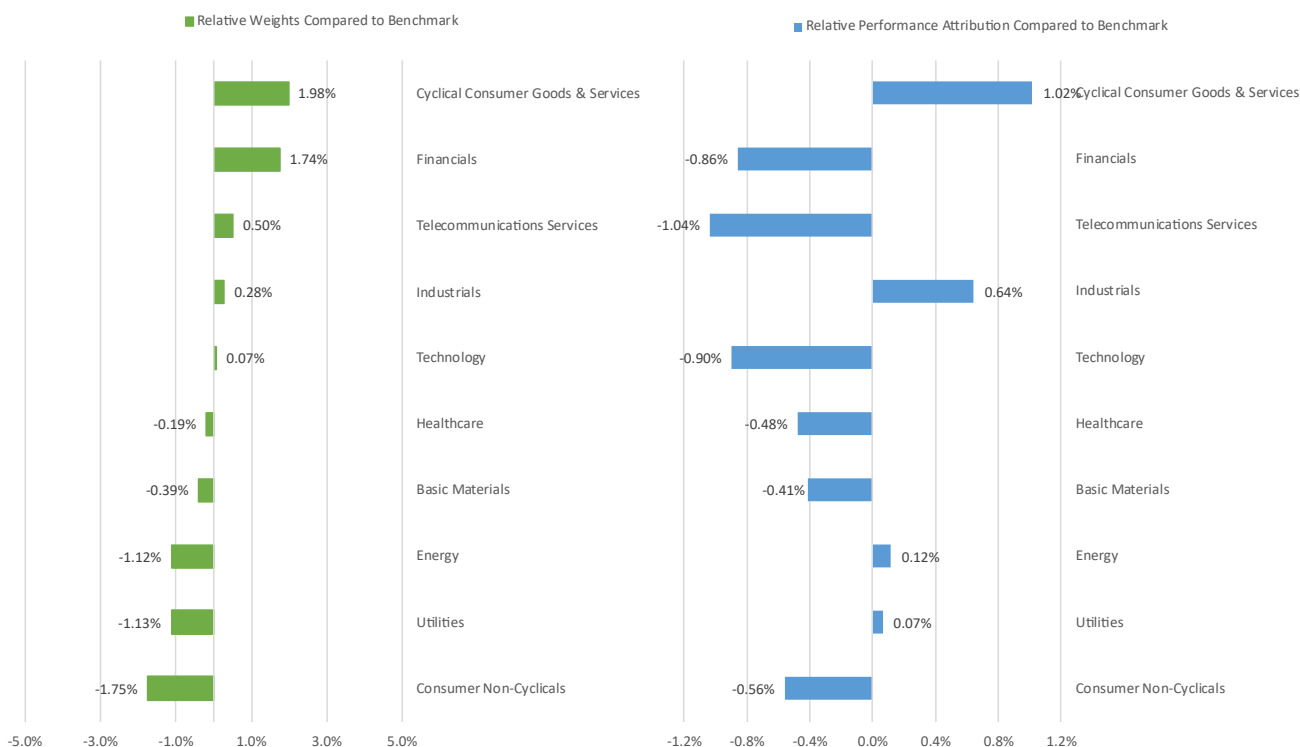
**MACRO BACKGROUND**

Our fund posted a positive return in May: +3.77%. The fund underperformed the MSCI Japan TR index (by -1.75%).

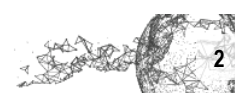
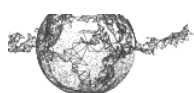
**PERFORMANCE BREAKDOWN**

- The performance of THEAM Quant – Equity Japan Climate Care can be explained as follows:
  - Within the **Technology** and the **Telecommunications Services** sectors, our choice underperformed those of the MSCI JAPAN total return Net Div (+3.7 % versus +17.2 % and +1.9 % versus +21.6 % respectively) on the back of, for example, the poor performances of ADVANTEST (-7.4 %, with a weight of 4.8 %) and of NTT (-2 %, weighted at 2.9 %).
  - Within **Japan**, stock picking underperformed by -1.7 %.
  - On the contrary, our selection within the **Cyclical Consumer Goods & Services** sector outperformed that of the benchmark (+1.2 %), which was magnified by our overweighting (+1.7 %). Lastly, within the **Industrials** and the **Financials** sectors, our equity selection outperformed by resp. 7.2 % and 1.0 %.
  - The allocation analysis shows a rise of 2.4 % and 0.7 % for the **Industrials** and the **Basic Materials** sectors (weighted at 22.8 % and 4.3 % respectively). On the contrary, **Cyclical Consumer Goods & Services** and **Technology** fell by 1.6 % and 1.4 % (weighted at 13.9 % and 18.2 % respectively).

**SECTOR RELATIVE WEIGHTS AND PERFORMANCE ATTRIBUTION**



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



**EXTRA-FINANCIAL REPORTING**

**MSCI LOW CARBON TRANSITION SCORE**

A three-step based score designed to identify potential leaders and laggards by measuring companies' exposure to and management of carbon related risks and opportunities.

**STRATEGY AVERAGE SCORE:**

**6.32**

**BENCHMARK PORTFOLIO AVERAGE SCORE:**

**5.78**

<b>SOLUTIONS</b>	<b>&gt; 7.12</b>
<b>NEUTRAL</b>	<b>5.65 &lt; to ≤ 7.12</b>
<b>TRANSITION</b>	<b>2.09 &lt; to ≤ 5.65</b>
<b>ASSET STRANDING</b>	<b>≤ 2.09</b>

*For illustrative purposes only. Source: MSCI ESG Research.*

**ESG REPORT**

For the latest ESG Report on the THEAM Quant – Equity Japan Climate Care, please click [here](#).



**CONTACTS**

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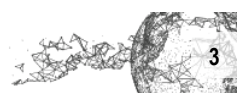
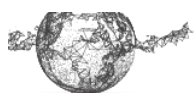
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**FUND CHARACTERISTICS AND RISKS**

Fund	<b>THEAM QUANT- EQUITY JAPAN CLIMATE CARE</b>				Capital protection	No
Management Company	BNP PARIBAS ASSET MANAGEMENT Europe				Minimum Investment horizon	5
Comparative Index	MSCI Japan (EUR) NR				Legal form	SICAV
Assets under Management	EUR 135.96 million as of 29 May 2026				SRI Ranking (scale from 1 to 7)*	4
SFDR article	This product promotes environmental or social characteristics pursuant to article 8 of the EU regulation 2019/2088.					
Share	I ACC	Privilege ACC	J ACC	C ACC		
Launch date	06 September 2024	06 September 2024	06 September 2024	06 September 2024		
ISIN code	LU2852936348	LU2852936694	LU2852935704	LU2852934210		
Bloomberg code	THEQEIC LX	THEQEPC LX	THEQEJC LX	THEQECC LX		
Ongoing charges	0.76%	0.90%	0.54%	1.55%		
Subscription / Exit fees	None / None	3.00% / None	None / None	3.00% / None		
Passporting	France, Luxembourg, Belgium, Italy	Belgium, Luxembourg	Belgium, France, Luxembourg, Italy	Belgium, France, Luxembourg, Italy		

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 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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“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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