Key Investor Information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

Environmental Absolute Return Thematic Equity (EARTH), a Subfund of the SICAV BNP Paribas Funds, short named as BNP Paribas

Class "Privilege Distribution" - ISIN code LU2066067971
This Fund is managed by BNP PARIBAS ASSET MANAGEMENT Luxembourg, part of the BNP Paribas Group

Objectives and Investment Policy

The Fund is actively managed without reference to an index.
The Fund seeks to increase the value of its assets over the medium term by investing in shares issued by worldwide companies that address environmental challenges, through products, services or processes, in Energy, Material, Agriculture and Industrial markets. This includes, but not limited to, renewable energy production across various technologies, raw and intermediate materials that facilitate the green revolution, natural capital sectors like water, land and forestry, sustainable food production as well as industrial and building efficiency, alternative transportation and automation.
It implements a «long/short» investment strategy buying positions and/or selling positions combining fundamental investing with quantitative processes and tactical trading opportunities, through direct investments or financial derivative instruments. The Fund's long positions are in companies providing solutions for environmental problems through innovation and disruption, with short positions in companies that will suffer from business models with transition risk and inferior technologies.
The Fund may also be invested in Mainland China shares restricted to foreign investors such as China A shares which can be listed on a Stock Connect or through the use of a specific license granted by the Chinese authorities.
The Fund may invest most of its assets in shares and equivalent securities, convertible bonds or indirectly through funds and financial derivative instruments. The investment team also applies at each step of the investment process the BNP PARIBAS ASSET MANAGEMENT Sustainable Investment Policy, which takes into account Environmental, Social and Governance (ESG) criteria such as but not limited to reduction of emissions of greenhouse gas, respect of human rights, respect of minority shareholders rights in the investments of the Fund.
The Fund follows the Thematic approach which means that the Fund invests in companies that provide products and services providing concrete solutions to specific environmental and/or social challenges, seeking to benefit from future growth anticipated in these areas while contributing capital towards the transition towards a low-carbon, inclusive economy.
An extra-financial strategy may comprise methodological limitations such as the ESG Investment Risk as defined by the asset manager
A dividend may be distributed.
Investors are able to redeem on a daily basis (on Luxembourg bank business days).

Risk and Reward Profile

Lower risk — Higher risk

Typically lower reward — Typically higher reward

1	2	3	**4**	5	6	7

- Historical data may not be reliable indication for the future.
- The risk category of a Fund is an indicator but not a target or a guarantee and may shift over time.
- The lowest category does not mean a risk-free investment.
- Why is the Fund in this specific category?
  The risk category is justified by the investment in an equity neutral strategy in order to reduce the risk induced by equities and maintain the volatility below a maximum target.
- The higher the risk, the longer the recommended investment horizon.

Other risks materially relevant to the Fund which are not adequately captured by the indicator are described below:

- Counterparty Risk: This risk is associated with the ability of a counterparty in an Over The Counter financial transaction to fulfil its commitments like payment, delivery and reimbursement.
- Operational and Custody Risk: Some markets are less regulated than most of the international markets; hence, the services related to custody and liquidation for the subfund on such markets could be more risky.
- Derivatives Risk: When investing in over the counter or listed derivatives, the Fund aims to hedge and/or to leverage the yield of its position. The attention of the investor is drawn to the fact that leverage increases the volatility of the subfund.
- Risk related to investments in Mainland China: Such investments are subject to additional risks that may be the result of political, economic, social, tax, market and operational factors specific to the Chinese Market.

For more information on risks, please see the "Investment risks" section of the Fund's prospectus, which is available at www.bnpparibas-am.com.

Charges

The charges you pay are used to pay the Fund's running costs, including the costs of marketing and distribution. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	3.00%
Exit charge	No
This is the maximum that might be taken out of your money (before the proceeds of your investment are paid out).	
Charges taken from the Fund over each year	
Ongoing charges	1.03%
Charges taken from the fund under specific conditions	
Performance fee	20% a year (Absolute Performance Fee without Hurdle Rate model). Over the last financial year, the performance fee was 5.9278% of the net asset of the share class.

The **entry charges** shown are maximum figures. In some cases you might pay less. You can find this out from your financial adviser.

The ongoing charges figure is based on past expenses determined as of 31 October 2020

This figure may vary from year to year. It excludes:

- Performance fees
- Portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in another collective investment undertaking.

Conversions not allowed with other funds. In case of conversion within the Fund, the investors may be charged a maximum fee of 1.50%.

For more information about charges, please see the "Fees and Costs" section of the Fund's prospectus, which is available at www.bnpparibas-am.com.

Past Performance

The share class is launched in 2020. However, there is insufficient data to provide a useful indication of past performance.

Practical information

- Custodian: BNP PARIBAS SECURITIES SERVICES-LUXEMBOURG BRANCH
- Further information about the Fund including the latest Prospectus, latest published prices of share(s), annual report and half yearly report may be obtained free of charge, in English, from BNP PARIBAS ASSET MANAGEMENT Luxembourg or online at www.bnpparibas-am.com.
- Luxembourg tax legislation may have an impact on the personal tax position of the investor.
- Details of the updated remuneration policy (including a description of how the remuneration and benefits are calculated), the identity of the people responsible for granting the remuneration and benefits and the composition of the remuneration committee are available on the website https://www.bnpparibas-am.com/en/footer/remuneration-policy/. A hard copy of the remuneration policy will be available upon request.
- BNP PARIBAS ASSET MANAGEMENT Luxembourg may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.
- Investors may switch between Funds of BNP Paribas Funds. Please see the prospectus or contact your financial adviser for details.

This Fund is authorised in Grand Duchy of Luxembourg and regulated by the "Commission de Surveillance du Secteur Financier".
This key investor information is accurate as at 29 July 2021.