
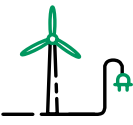




We are delighted to share Impax's annual update on the environmental impact of BNP Paribas Aqua (Lux). Every Impax strategy is designed to intentionally allocate clients' capital towards those companies that they expect to flourish as the global economy transitions to a more sustainable model, and to reduce or eliminate exposure to potential losers from that transition. This impact report provides post-investment evidence of this intentionality.

The Impact reported relates to the benefits that the products and services of the investee companies are enabling. Investing in listed impactful companies doesn't increase or add to that impact but is a concrete demonstration that the investment is very strongly aligned to companies benefiting from and enabling the transition to a more sustainable economy.

Since the size of the fund(s) can vary from one year to the next, we have standardised the environmental benefit at EUR 10 million invested as well as reporting on the total fund.

ENVIRONMENTAL IMPACT

	OF €10 MILLION	OF TOTAL PORTFOLIO	ENVIRONMENTAL IMPACT
	-300 tCO₂	-63,000 tCO₂	Net CO ₂ emissions avoided
	N/a	N/a	Equivalent to taking x cars off the road in 2019
	500 MWh	106,400 MWh	Total renewable electricity generated
	140 households	29,560 households	Equivalent to x households' electricity consumption in 2019
	2,000 Megalitres	414,600 Megalitres	Total water treated, saved, or provided
	12,920 households	2,677,530 households	Equivalent to x households' water consumption in 2019
	1,940 tonnes	410,160 tonnes	Total materials recovered/waste treated
	2,050 households	433,760 households	Equivalent to x households' waste arising in 2019

These figures refer to the past. Past performance is not a reliable indicator of future results.

Source: Impax Asset Management. Based on most recently reported annual environmental data for holdings and assets under management as of 31 December 2019. Impax's impact methodology is based on equity value.

METHODOLOGY

The relevant environmental metrics for all portfolio companies were measured where data was available or could be estimated. The analysis included all companies in which the strategies were invested as at 31 December 2019.

The percentage owned in each underlying company (calculated based on the proportion of shares owned) as at 31 December 2019 was applied to measure the environmental benefit attributable to the strategies.

The information collected comes from data providers, companies and sustainability reports, and where information was not available, we contacted companies to request additional disclosure.

Where companies could not/did not provide information on several metrics we created estimates for these data points based on relevant peer groups of companies which do disclose this information. Impax has been conservative with all its estimates to ensure against overstatement of the positive impact, or in the case of carbon dioxide emissions, the net emissions avoided.

The environmental impact of the funds will always depend on the mix of the underlying holdings and are therefore subject to change.

The environmental analysis of these companies is neutral – there is no bias for a positive environmental impact.

COMMENTARY

For Aqua (Lux), and Aqua (FCP), and as a result of their investment focus, the funds do not have net CO₂ avoidance. Instead they have an impact contribution focused on Water provides/saved/treated, and materials recovered/waste treated, reflecting their focus of investment.

Despite having no net CO₂ avoidance, they remain well aligned with the Paris Climate Agreement. Impax estimates that an economy aligned with the Paris Climate Agreement would deliver CO₂ emissions of 1,400 tonnes of CO₂ equivalent (tCO₂) per €10m invested via public and private capital. In contrast, the energy efficiency, renewable energy and waste recycling activities of your portfolio companies resulted in the emission of 300 tCO₂ per €10m invested.

RISKS & DISCLAIMER

Risks

The investments in the funds are subject to market fluctuations and the risks inherent in investments in securities. 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 at risk of capital loss.

For a Complete description and definition of risks, please consult the last available prospectus and KIID of the fund.

Disclaimer

BNP Paribas Asset Management France, "the investment management company," is a simplified joint stock company with its registered office at 1 boulevard Haussmann 75009 Paris, France, RCS Paris 319 378 832, registered with the "Autorité des marchés financiers" under number GP 96002. This material is issued and has been prepared by the investment management company.

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2. investment advice.

This material makes reference to certain financial instruments authorised and regulated in their jurisdiction(s) of incorporation.

No action has been taken which would permit the public offering of the financial instrument(s) in any other jurisdiction, except as indicated in the most recent prospectus and the Key Investor Information Document (KIID) of the relevant financial instrument(s) where such action would be required, in particular, in the United States, to US persons (as such term is defined in Regulation S of the United States Securities Act of 1933). Prior to any subscription in a country in which such financial instrument(s) is/are registered, investors should verify any legal constraints or restrictions there may be in connection with the subscription, purchase, possession or sale of the financial instrument(s).

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Please note that different types of investments, if contained within this material, involve varying degrees of risk and there can be no assurance that any specific investment may either be suitable, appropriate or profitable for an investor's investment portfolio.

Given the economic and market risks, there can be no assurance that the financial instrument(s) will achieve its/their investment objectives. Returns may be affected by, amongst other things, investment strategies or objectives of the financial instrument(s) and material market and economic conditions, including interest rates, market terms and general market conditions. The different strategies applied to financial instruments may have a significant effect on the results presented in this material. Past performance is not a guide to future performance and the value of the investments in financial instrument(s) may go down as well as up. Investors may not get back the amount they originally invested.

The performance data, as applicable, reflected in this material, do not take into account the commissions, costs incurred on the issue and redemption and taxes.

All information referred to in the present document is available on www.bnpparibas-am.com



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