

- It highlights the key terms and risks of this investment product and complements the Prospectus¹
- It is important to read the Prospectus before deciding whether to purchase the units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

BNP Paribas Funds Sustainable Multi-Asset Balanced² ("Sub-fund")

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|---|--|--------------------------------------|--|
| Product type | Sub-fund of a Luxembourg SICAV | Launch Date | 05.12.2019 |
| Management Company | BNP PARIBAS ASSET MANAGEMENT Luxembourg | Depository | BNP Paribas, Luxembourg Branch |
| Singapore Representative | BNP PARIBAS ASSET MANAGEMENT Singapore Limited | Dealing Frequency | Every Business Day |
| Capital Guaranteed | No | Expense Ratio as at 31 December 2022 | 2.01% |
| PRODUCT SUITABILITY | | | |
| WHO IS THE PRODUCT SUITABLE FOR? | | | Further information |
| <ul style="list-style-type: none"> • The sub-fund is <u>only</u> suitable for you if you: <ul style="list-style-type: none"> ○ are looking for a diversification of your investments through exposure to a range of asset classes, globally ○ can accept low to medium market risks. | | | Please refer to the Luxembourg Prospectus, Book II of the Sub-fund for further information on product suitability. |
| KEY PRODUCT FEATURES | | | |
| WHAT ARE YOU INVESTING IN? | | | Please refer to the Luxembourg Prospectus, Book I – General Provisions for further information on the SICAV and "The Shares" for details on the product share classes. |
| <ul style="list-style-type: none"> • You are investing in a UCITS compliant sub-fund constituted in Luxembourg. • If you hold distribution shares, you may receive monthly, quarterly or yearly distributions in accordance with the particular distribution share class. This is at the discretion of the directors and subject to the approval of the shareholders. However, no distribution will be carried out if it is not in your interest nor in that of other shareholders to distribute a dividend at that particular market condition. You should note that where distributions, calculated on the basis of the benchmark dividend yield, exceed the sub-fund's income, such distributions will be made up of a capital component and will cause a decrease in the net asset value of the sub-fund. • Capitalisation shares will retain income to reinvest. | | | |
| Investment Strategy | | | |
| <p>This Sub-fund invests directly or indirectly (through funds, ie. UCITS, UCIs, or ETFs) in bonds or shares of issuers selected based on the best-in-class approach (which selects issuers that demonstrate superior social and environmental responsibility, while implementing robust corporate governance practices within their sector of activity) and/or sustainable thematic approach.</p> <p>Under normal market conditions, the sub-fund will aim to reach its performance objectives by maintaining the below asset class weightings: Equity: 50%, Bonds: 50%. For effective portfolio management, the Investment Manager may deviate significantly from those weightings based on market conditions and his forecasts. The equity exposure may vary from 25% to maximum 75%. The bond exposure may vary from 25% to maximum 75%.</p> <p>The sub-fund may hold ancillary liquid assets within the limits and conditions described in Book I, Appendix 1 – Eligible Assets, point 7 of the Luxembourg Prospectus.</p> | | | Please refer to the Luxembourg Prospectus, Book II of the Sub-fund for further information on the product. |

¹ You may access the Singapore Prospectus and the full Luxembourg Prospectus at <http://www.bnpparibas-am.com/en-sg>. You may also obtain hardcopies from our Singapore Representative's office at 10 Collyer Quay, #15-01 Ocean Financial Centre, Singapore 049315 or from their authorised distributors.

² The Sub-Fund is an ESG Fund (as defined in the Circular No. CFC 02/2022 on Disclosure and Reporting Guidelines for Retail ESG Funds issued by the Monetary Authority of Singapore).

Sustainable Investment policy

The Investment Manager applies BNP PARIBAS ASSET MANAGEMENT's Sustainable Investment Policy, which takes into account Environmental, Social and Governance (ESG) criteria in the investment process of the sub-fund, falling under the Enhanced ESG + Sustainable Thematic category as set out in Book I of the Luxembourg Prospectus.

The Equity bucket of the sub-fund will invest mainly directly or indirectly (through funds, i.e. UCITS, UCIs, or ETFs) in:

- companies that offer products, services and solutions helping to address specific environmental and/or social challenges, and, thus, facilitating, for example, the transition towards low-carbon, inclusive economy (sustainable thematic approach), and
- companies that demonstrate superior social and/or environmental responsibility, while implementing robust corporate governance practices within their sector of activity. These companies are selected using the best-in-class approach.

The Fixed Income bucket of the sub-fund will mainly invest directly or indirectly (through funds, i.e. UCITS, UCIs, or ETFs) in:

- issuers whose practices, products and services meet specific environmental, social and governance criteria assessed using the best-inclass approach,
- green bonds issued by corporates, supranational sovereign agencies, local entities and/or government to support environmental projects,
- issuers selected through sustainable thematic approach (e.g., fossil free funds).

In order to meet its environmental and social characteristics and objectives, the sub-fund may comply with the following principles :

- In case of direct investments : the Investment Manager applies a non-financial analysis on a minimum of 90% of these investments (excluding ancillary liquid assets) based on the internal Proprietary ESG scoring framework as indicated in Book I. At least 20% of the investment universe, being the Bloomberg Barclays Euro Aggregate 500MM, is eliminated based on low ESG scores and/or sector exclusions.
- In case of indirect investments (through funds, i.e. UCITS, UCIs, or ETFs): the Investment Manager selects at least 90% of funds (i.e. UCITS, UCIs, or ETFs) which comply with either a selectivity approach (exclusion of at least 20% of the worst ESG-rated securities of the investment universe) or a rating upgrade approach (ESG score better than the investment universe from which at least 20% of the worst ESG-rated securities have been excluded).

Derivatives and Securities Financing Transactions

Core financial derivative instruments may be used for efficient portfolio management and hedging as described in points 2 and 3 of Appendix 2 Book I of the Luxembourg Prospectus.

Information relating to Sustainable Finance Disclosure Regulation ("SFDR")³ and Taxonomy Regulation⁴

The sub-fund promotes environmental and / or social characteristics, provided that the companies in which the investments are made follow good governance practices, in accordance with article 8 of SFDR and will have a minimum proportion of its assets considered as sustainable investments within the meaning of SFDR.

INFORMATION ABOUT THE ENVIRONMENTAL OR SOCIAL CHARACTERISTICS RELATING TO THIS SUB-FUND IS AVAILABLE IN THE ANNEX OF THE LUXEMBOURG PROSPECTUS SET OUT IN BOOK III.

A summary of the commitments is also available in Appendix 5 of Book I of the Luxembourg Prospectus.

For further information on the Sustainable Investment Policy and Pre-contractual disclosures of the SFDR, please refer to the Luxembourg Prospectus Book I – Sustainable Investment Policy section and Appendix 5 respectively.

³ Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector, also known as the Sustainable Finance Disclosure Regulation and that lays down harmonised rules for financial market participants on transparency with regard to the integration of sustainability risks and the consideration of adverse sustainability impacts in their processes and the provision of sustainability-related information with respect to financial products.

⁴ Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investments, and amending Regulation (EU) 2019/2088 (Taxonomy Regulation), and that implements the criteria for determining whether an economic activity qualifies as environmentally sustainable.

| Parties Involved | | | | | |
|---|--|----|---|------|--|
| WHO ARE YOU INVESTING WITH? <ul style="list-style-type: none"> • SICAV/Umbrella Fund: BNP Paribas Funds • Management Company: BNP PARIBAS ASSET MANAGEMENT Luxembourg • Investment Manager: BNP PARIBAS ASSET MANAGEMENT UK Ltd (as sub-delegated investment manager) BNP PARIBAS ASSET MANAGEMENT Europe (also acting through its Belgian Branch) • Depositary : BNP Paribas, Luxembourg Branch | Please refer to the Luxembourg Prospectus, Book I – General Information and the Singapore Prospectus Sections 4 and 13 for further information on the role and responsibilities of these entities and what happens if they become insolvent. | | | | |
| KEY RISKS | | | | | |
| WHAT ARE THE KEY RISKS OF THIS INVESTMENT? <ul style="list-style-type: none"> • The investments in the Sub-fund is 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. | Please refer to the Luxembourg Prospectus, Book I – Appendix 3 for further information on the risks of the product. | | | | |
| Market and Credit Risks | | | | | |
| <ul style="list-style-type: none"> • You are exposed to market risk <ul style="list-style-type: none"> ○ Your investment may go up or down due to changing economic, political or market conditions that impact the prices of the bonds or other securities that the Sub-fund invests in. • You are also exposed to credit risk | | | | | |
| Product-Specific Risks | | | | | |
| <ul style="list-style-type: none"> • You are exposed to extra-financial criteria investment risk <ul style="list-style-type: none"> ○ An extra-financial approach may be implemented in a different way by management companies when setting investment management objectives for financial products, in particular in view of the absence of common or harmonized labels at European Level. This also means that it may be difficult to compare strategies integrating extra-financial criteria to the extent that the selection and weightings applied to select investments may be based on metrics that may share the same name but have different underlying meanings. In evaluating a security based on the extra-financial criteria, the Investment Manager may also use data sources provided by external extra-financial research providers. Given the evolving nature of the extra-financial field, these data sources may for the time being be incomplete, inaccurate, unavailable or updated. Applying responsible business conduct standards as well as extra-financial criteria in the investment process may lead to the exclusion of securities of certain issuers. Consequently, the sub-fund's financial performance may at times be better or worse than the performance of relatable funds that do not apply such standards. In addition, the proprietary methodologies used to take into account ESG non-financial criteria may be subject to reviews in the event of regulatory developments or updates that may lead, in accordance with the applicable regulations, to the increase or decrease of the classification of products, of the indicators used or of the minimum investment commitment levels set. • You are also exposed to equity risk and operational risk and custody risk. | Please refer to the Luxembourg Prospectus, Book I – Appendix 3 and Book II of the Sub-fund for further information on the specific risks of the product. | | | | |
| FEES AND CHARGES | | | | | |
| WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT? <u>Payable directly by you to the sub-fund</u> <ul style="list-style-type: none"> • You will need to pay the following fees and charges as a percentage of your gross investment sum: <table border="1"> <tr> <td>Entry/ Sales Charge</td><td>3%</td></tr> <tr> <td>Switching Fee / Conversion charge ⁽¹⁾</td><td>1.5%</td></tr> </table> | Entry/ Sales Charge | 3% | Switching Fee / Conversion charge ⁽¹⁾ | 1.5% | Please refer to the Luxembourg Prospectus, Book II of the Sub-fund and Appendix 1 titled "Fees and Costs" from the Singapore |
| Entry/ Sales Charge | 3% | | | | |
| Switching Fee / Conversion charge ⁽¹⁾ | 1.5% | | | | |

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| (in respect of a redemption of existing shares and a simultaneous purchase of new shares) | | prospectus for further information on fees and charges. |
| Exit/ Redemption Charge | | |
| Currently NIL | | |
| (1) If you convert to a sub-fund with a higher entry cost, you may have to pay for the difference. | | |
| Payable by the sub-fund from invested proceeds | | |
| The sub-fund will pay the following fees and charges to the Manager, Depositary and other parties (actual percentage depends on the relevant share class): | | |
| Annual management fees | | Up to 1.30% |
| Percentage retained by the Management Company | | 37% to 90% of the management fees |
| Percentage that may be paid to Distributors | | 10% to 63%(2) of the management fees |
| Depositary Fee* | | Up to 0.30% |
| * Depositary fee is included in the “Other Fees” (please refer to the Luxembourg Prospectus, Book 1 - Fees and Costs for further information). | | |
| (2) Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Management Company and/or its appointed distributors. | | |
| Other fees and charges may be paid out of the sub-fund. Please refer to the Singapore Prospectus, Appendix 1: Fees and Costs, for more information. | | |
| VALUATIONS AND EXITING FROM THIS INVESTMENT | | |
| HOW OFTEN ARE VALUATIONS AVAILABLE? | | Please refer to the Luxembourg Prospectus, Book I – Net Asset Value for more information. |
| The Net Asset Value per share will usually be calculated every Valuation Day. | | |
| You may obtain the Net Asset Value per share from the Company’s registered office, from local agents and in any newspaper designated by the Board of Directors and the website of the Singapore representative http://www.bnpparibas-am.com/en-sg and as well on www.bnpparibas-am.com . | | |
| HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO? | | Please also refer to the Singapore Prospectus, Section 22 for further information. |
| You should note that there is no cancellation period for your investment. | | |
| You can exit the sub-fund on any Valuation Day which is also a Singapore Business Day by completing and submitting the relevant redemption form which is available from the approved distributor through whom you have purchased shares, or any other sales channel, if applicable. | | |
| Payment will normally take place within seven (7) Singapore business days from the relevant Valuation Day. | | |
| Your exit price is determined as follows:- | | |
| Your application for redemption of Shares must be received by our Singapore Representative or its appointed local agents or distributors or directly by the Transfer and Registrar Agent before 12.00 p.m. (Luxembourg time) on the Valuation Day. Instructions received after that time will be processed on the following Valuation Day. Approved distributors in Singapore may impose different Singapore dealing deadlines of their own that are earlier than the Luxembourg dealing deadlines. You should confirm the applicable Singapore dealing deadline with the relevant approved distributor. | | |
| The sale proceeds that you will receive will be the exit price multiplied by the number of shares sold, less any charges. An example (assuming an exit charge of 5%) is as follows: | | |
| No. of shares to be redeemed | Redemption price | Gross Redemption proceeds |
| 1,000 | x US\$100 | = US\$100,000 |
| | | - US\$5,000 |
| | | US\$95,000 |

CONTACT INFORMATION

HOW DO YOU CONTACT US?

If you have any queries, please contact our Singapore Representative, BNP PARIBAS ASSET MANAGEMENT Singapore Limited, at 10 Collyer Quay, #15-01 Ocean Financial Centre, Singapore 049315 (Telephone number +65-62101288).

APPENDIX : GLOSSARY OF TERMS

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|------------------------|--|
| Business Day | Each day of the week on which banks are open for business in Luxembourg. |
| Capitalisation shares | Shares that retain their income to reinvest it. |
| Distribution shares | Shares that may be paid dividends as may be proposed by the Board of Directors and subject to the approval of a general meeting of shareholders holding such distribution shares which is calculated according to the legal and by laws limitations provided for this purpose. |
| SICAV | An open-ended investment company (société d'investissement à capital variable). |
| Singapore Business Day | A day (excluding Saturday and Sunday) on which commercial banks in Singapore are open for business. |
| UCIs | Undertaking for Collective Investment. |
| UCITS | Undertaking for Collective Investment in Transferable Securities. |
| Valuation Day | Each open bank day in Luxembourg and subject to exceptions in the Luxembourg Prospectus. It corresponds also to the date attached to the Net Asset Value when it is published; trade date attached to orders; and with regards to exceptions in the valuation rules, closing date prices used for the valuation of the underlying assets in the sub-fund's portfolios. |