



PARVEST SMART FOOD - (Classic)

RISK AND REWARD INDICATOR

← lower risk typically lower reward | higher risk typically higher reward →

1	2	3	4	5	6	7
---	---	---	---	---	---	---

The higher the risk, the longer the recommended investment horizon.

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.

CODES

	Capi. code	Distri. code
ISIN	LU1165137149	LU1165137222
BLOOMBERG	PASMFCL LX	PASMFCI LX
WKN	A14TJF	-

KEY FIGURES - EUR

NAV (Capi.)	104.28
NAV (Distrib.)	100.46
12M NAV max. Capi. (10/05/17)	106.75
12M NAV min. Capi. (27/06/16)	89.90
Total net assets (mln)	443.50
Last dividend (19/04/17)	2.48
Initial NAV	99.41

CHARACTERISTICS

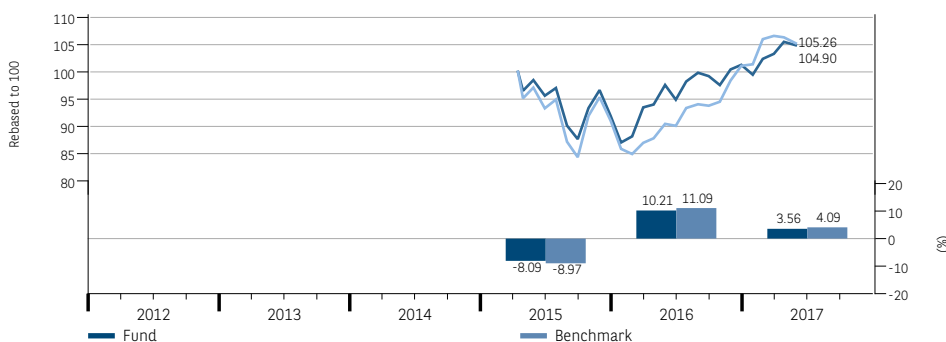
Benchmark	MSCI AC World (NR)
Nationality	Luxembourg
Legal form	Sub-fund of SICAV with European passport
Launch date	15 April 2015
Base currency (of share class)	Euro
Management Company	BNP PARIBAS INVESTMENT PARTNERS LUXEMBOURG
Delegated Investment Manager	BNP Paribas Investment Partners UK LTD
Custodian	BNP PARIBAS SECURITIES SERVICES-LUXEMBOURG BRANCH
Max. Entrance Fees	3%
Exit fees	0%
Max. Switch Commission	1.50%
Ongoing Charges at 30/11/2016	2.23%
Maximum Management fees (annual)	1.75%
Periodicity of NAV Calculation	Daily
Execution/Subscription type	Unknown NAV

INVESTMENT OBJECTIVE

The Fund seeks to increase the value of its assets over the medium term by investing in shares issued by companies which conduct their business in the food supply chain, which are chosen given their practices in terms of sustainable development (social responsibility and/or environmental responsibility and/or corporate governance), and the quality of their financial structure and/or potential for earnings growth. It may 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 a use of a specific license granted by the Chinese authorities. It is actively managed and as such may invest in securities that are not included in the index which is MSCI AC World (NR).

CUMULATIVE AND ANNUAL PERFORMANCE (EUR) (Net)

Since First NAV 16/04/2015



Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

PERFORMANCES AS OF 31/05/2017 (EUR) (Net)

	Fund	Benchmark
Cumulative (%)		
1 month	- 0.59	- 1.02
3 months	2.45	- 0.71
Year to date	3.56	4.09
May 2016 - May 2017	7.47	16.35
May 2015 - May 2016	- 0.91	- 6.86
Annualised (%) (base 365 days)		
1 year	7.47	16.35
3 years	-	-
5 years	-	-
Since First NAV (16/04/2015)	2.28	2.44

Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

*All data and performance are as of that date, unless otherwise stated.


MANAGEMENT COMMENT as of 31/03/2017

The Food Safety and Basic Foods & Ingredients sub-sectors delivered the strongest returns whilst the Value-Added Foods sub-sector detracted from performance. Salmon markets were also weak, on expectations of higher than anticipated Chilean volumes and the potential for a price squeeze.

During the quarter, the portfolio managers bought Symrise (Basic Foods & Ingredients, Germany) and Brambles (Technology & Logistics, Australia). AGCO Corporation (Technology & Logistics, US) and Cranswick (Value Added Foods, UK) were sold.

The portfolio managers are keeping focus on the longer term, while looking to benefit from any dislocations thrown up by short-term events and price movements. Investing in solution providers to the environmental problems associated with the inexorable growth of food consumption around the globe should prove durable through any economic environment.

RISK ANALYSIS

	Fund	Bench.
Volatility (%)	11.63	12.39
Tracking error (%)	5.24	-
Information ratio	-0.17	-
Sharpe ratio	0.37	0.42
Alpha (%)	-0.10	-
Beta	0.85	-
R ²	0.82	-

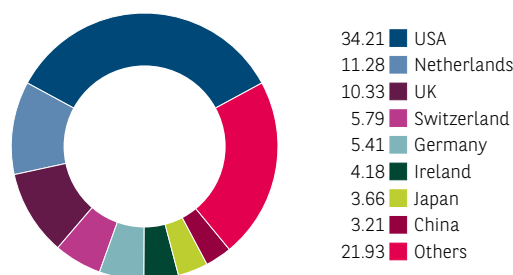
Period: 3 years. Frequency: monthly

PORTFOLIO'S MAIN HOLDINGS

Asset name	%
SEALED AIR CORP	3.67
SPROUTS FARMERS MARKETS INC	3.58
WESTROCK CO	3.51
KUBOTA CORPORATION	3.49
AHOLD NV	3.46
DARLING INTERNATIONAL INC	3.41
KONINKLIJKE DSM NV	3.29
Greatview Aseptic Packaging Co Ltd	3.07
SMURFIT KAPPA GROUP PLC	2.95
TIGER BRANDS LTD	2.87

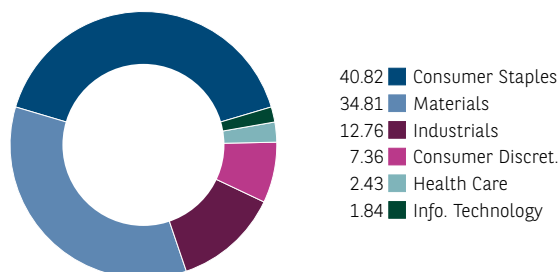
Number of holdings in the portfolio: 38

Source of data: BNP Paribas Securities Services

BREAKDOWN BY COUNTRY (%)


Total exposure: 95.49 %

Source of data: BNP Paribas Securities Services

BREAKDOWN BY SECTOR (%)


Total exposure: 95.49 %

Source of data: BNP Paribas Securities Services

SECTOR EXPOSURE (%)

	of the portfolio	compared with the index
Consumer Staples	40.82	31.01
Materials	34.81	29.82
Industrials	12.76	1.91
Consumer Discret.	7.36	-4.99
Health Care	2.43	-8.76
Info. Technology	1.84	-15.19
Energy	0.00	-6.16
Finance	0.00	-17.85
Real Estate	0.00	-3.18
Telecom Services	0.00	-3.41

Source of data: BNP Paribas Securities Services



● MAIN RISKS

- 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.
- 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.
- Risks related to Shanghai – Hong Kong Stock Connect: This risk relates to securities trading and clearing through the Stock Connect. Stock Connect is subject to quota limitation which may restrict the fund's ability to invest in China A-Shares on a timely basis. In addition, the Stock Connect is novel in nature, the regulations are untested and there is no certainty as to how they will be applied, which may affect the fund's ability to enforce its rights and interests in the China A-Shares.

● GLOSSARY

Alpha

Alpha is an indicator used to measure the value added by an active portfolio manager relative to a passive exposure to a benchmark. A positive alpha expresses an outperformance whereas a negative alpha indicates an underperformance. A simple way to calculate alpha is to subtract a portfolio's expected return (based on the benchmark's performance adjusted with the beta of the portfolio, see Beta definition for further details). For instance, an alpha of 0.50 means that the portfolio outperformed the market-based return (benchmark's performance adjusted from the Beta exposure of the portfolio) by 0.50%.

Beta

Beta is a measure of portfolio market risk, the market being represented by financial indices (such as MSCI World) that are consistent with the portfolio's guidelines. It measures the sensitivity of portfolio performance to the performance of the market. For example a beta of 1.5 means the portfolio will move by 1.5% for a market performance of 1%. Mathematically, it is the correlation between the portfolio and the market multiplied by their ratio of volatilities.

Conversion premium

Amount by which the price of a convertible security exceeds the current market value of the common stock into which it may be converted.

Convexity

Convexity measures the sensitivity of the price to interest rate fluctuations. Generally, bonds exhibit positive convexity.

Coupon

A certificate attached to a bearer security (share or bond) that entitles the holder to payment of dividend or interest. A bond will have one coupon for each interest payment.

Equity risk

Equity risk is "the financial risk involved in holding equity in a particular investment." Equity risk often refers to equity in companies through the purchase of stocks, and does not commonly refer to the risk in paying into real estate or building equity in properties.

Information ratio

The information ratio is a risk-adjusted return that measures the relationship between the portfolio's tracking error and its relative return compared with the benchmark index (called active return).

Investment grade

Investment grade is a high consideration of credit quality (low probability of default) assigned by a rating agency. For instance, to be classified investment grade according to Standard and Poor's, a bond or an issuer must have a rating greater than BBB-. Investment grade is opposed to high yield.

Maturity

Residual duration before the redemption of the principal amount of a bond.

Modified duration

A measure of a bond's sensitivity to changes in interest rates. The longer the remaining term to maturity, the more bond prices react to a change in interest rates, and the higher the duration. The rule is that if the yield rises or falls by 1%, the value of the bond will fluctuate by 1% x duration.

R²

The Correlation Coefficient indicates the strength and direction of a linear relationship between fund performance and benchmark. The coefficient is an element of [-1,1], where 1 equals a perfectly correlated increasing linear relationship, -1 equals a perfectly correlated decreasing linear relationship, and 0 means that there is no linear correlation.

Rating

An evaluation of a corporate or municipal bond's relative safety from an investment standpoint. Basically, it scrutinizes the issuer's ability to repay principal and make interest payments.

Sharpe ratio

A measure for calculating risk-adjusted return. It indicates the return earned in excess of the risk-free rate per unit of risk. It is calculated by dividing the difference between the return and the risk-free rate by the standard deviation of the return on the investment. The Sharpe ratio indicates whether the excess return was obtained thanks to good investment management or by taking additional risk. The higher the ratio, the better the risk-adjusted return.

Tracking error

The tracking error measures the volatility of a portfolio's relative return in relation to its benchmark index.

Volatility

An asset's volatility is the standard deviation of its return. As a measure of dispersion, it evaluates the uncertainty of asset prices, which is often equated to their risk. Volatility can be calculated ex post (retrospectively) or estimated ex ante (anticipatively).

YTM (Yield To Maturity)

A yield calculation that takes into account the relationship between a security's maturity value, time to maturity, current price, and coupon yield.

YTP / YTM

Yield to maturity has a few common variations that are important to know. One such variation is Yield to put (YTP) that is the interest rate that investors would receive if they held the bond until its put date.

A glossary of financial terms appearing on this document can be found at <http://www.bnpparibas-am.com>

This document is issued by BNP Paribas Asset Management S.A.S. (BNPP AM)* a member of BNP Paribas Investment Partners (BNPP IP)** It contains opinions and statistical data that BNPP AM considers lawful and correct on the day of their publication according to the economic and financial environment at the time. This document does not constitute investment advice or form part of an offer or invitation to subscribe for or to purchase any financial instrument(s) nor shall it or any part of it form the basis of any contract or commitment whatsoever. BNPP AM provides this document without knowledge of investors' situation. Prior to any subscription, investors should verify in which countries the fund(s) this document refers to is registered, and, in those countries, which compartments and which classes of shares are authorized for public sale. In particular the fund cannot be offered or sold publicly in the United States. Investors considering subscribing for shares should read carefully the most recent prospectus and KIID agreed by the regulatory authority, available from BNPP AM – on the website www.bnpparibas-ip.com, in the Clients department of BNPP AM, or from the fund's distributors. The investors should consult the fund's most recent financial reports, which are available from the latter BNPP AM correspondents if any, or on the BNPP AM's website. Investors should consult their own legal and tax advisors prior to investing in the fund. Given the economic and market risks, there can be no assurance that the fund will achieve its investment objectives. The value of the shares can decrease as well as increase. In particular changes in currency exchange rates may affect the value of your investment. The performances are shown net of management fees and are calculated using global returns with time factored in, with net dividends and reinvested interest, and do not include subscription-redemption fees, exchange rate fees or tax. Past performance is not a guarantee of future results.

* BNPP AM is an investment manager registered with the "Autorité des marchés financiers" in France under no. 96002, a simplified stock company with a capital of 67.373.920 euros with its registered office at 1, boulevard Haussmann, 75009 Paris, France, RCS Paris 319.378.832. ** BNP Paribas Investment Partners is the global brand name of the BNP Paribas group's asset management services. The individual asset management entities within BNP Paribas Investment Partners if specified herein, are specified for information only and do not necessarily carry on business in your jurisdiction. For further information, please contact your locally licensed investment partner or a locally appointed BNPP IP distributor if any.