



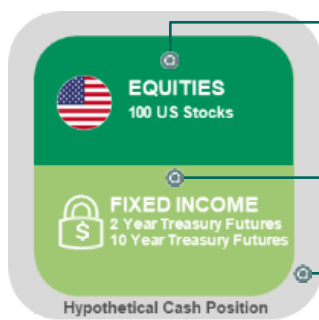
# BNP PARIBAS TECHNOLOGY BALANCED INDEX

MARKETING COMMUNICATION PRODUCED FOR INFORMATION PURPOSES AND FOR THE EXCLUSIVE USE OF PROFESSIONAL CLIENTS | MARCH 2023

The BNP Paribas Technology Balanced Index offers exposure to one of the most well recognized technology focused market indices with an additional layer of risk control through BNP Paribas volatility control overlay.

## DRIVING TECHNOLOGY INNOVATION

The BNP Paribas Technology Balanced Index provides variable exposure to:



- 1 A leading equity index, through futures on the **Nasdaq 100 Total Return Index**, that includes 100 of the largest US and international non-financial companies listed in the Nasdaq Stock Market based on market capitalization.
- 2 In addition to equities, the BNP Paribas Technology Balanced Index utilizes exposure to either **2 Year US Treasury Futures** or **10 Year US Treasury Futures** for diversification.
- 3 In order to maintain the index's annualized volatility of 5%, the index employs a **risk control methodology** that adjusts allocations among the stocks, Treasury futures, and a hypothetical cash position on a daily basis.

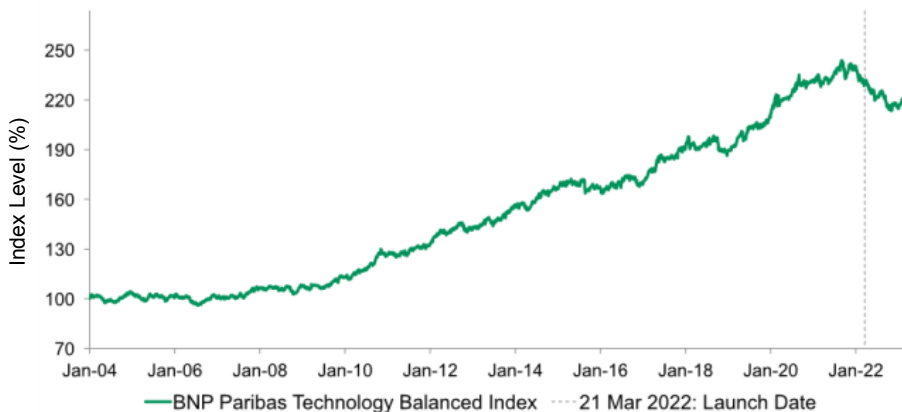
On a daily basis, the Index adjusts its exposure among the stocks and Treasury Futures<sup>1</sup> to target an annualized realized volatility of 5%:

- If the volatility level of the Index is higher than 5%, the BNP Paribas Technology Balanced Index will allocate into US Treasury Futures by creating a portfolio composed of the Index and the bond portfolio.
- If the volatility of the portfolio composed of the Index and the Bond Portfolio is still higher than 5%, the Index will deleverage into hypothetical cash position.

The bond portfolio will be fully allocated to the **10 Year US Treasury Futures Index** if the monthly trend of the latter is above its trend over a year, otherwise it will be fully allocated to the **2 Year US Treasury Futures Index**.

## PERFORMANCE

As of 31 March 2023



Jan 04 - Mar 23	Technology Balanced
Annualised Performance	4.22%
Annualised Volatility	5.07%
Sharpe Ratio	0.83
Max Drawdown	-12.47%

Sources: BNP Paribas. Performances of BNP Paribas Technology Balanced Index in USD. Index level rebased at 100% on 2<sup>nd</sup> January 2004. Simulated or historical past performance is not an indicator of future performance.<sup>1</sup> Either 2 Year US Treasury Futures or 10 Year Treasury Futures, depending on performance.

## TABLE OF CHARACTERISTICS

CURRENCY	TYPE OF INDEX	BLOOMBERG CODE	REUTERS CODE	LAUNCH DATE
USD	Excess Return	BNPITEC5 Index	.BNPITEC5	21 March 2022



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