



Ofi invest
Asset Management



APRIL 2023

THE ENERGY TRANSITION, A GAME CHANGER FOR METALS

OFI-INVEST-AM.COM



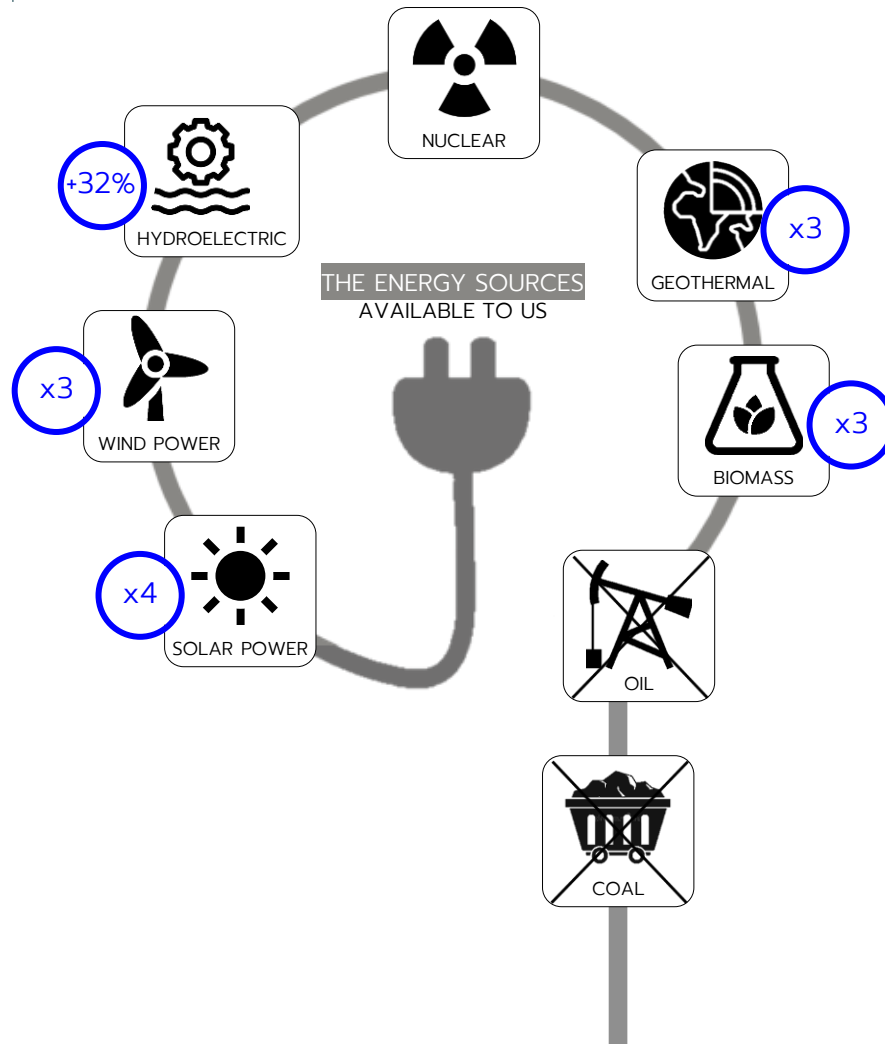
1

WHAT IS THE FUTURE FOR METALS ?

HOW CAN CLIMATE CHANGE BE CONTAINED?



According to the International Energy Agency, in its Sustainable Development Scenario (SDS), the following targets must be met by 2030...

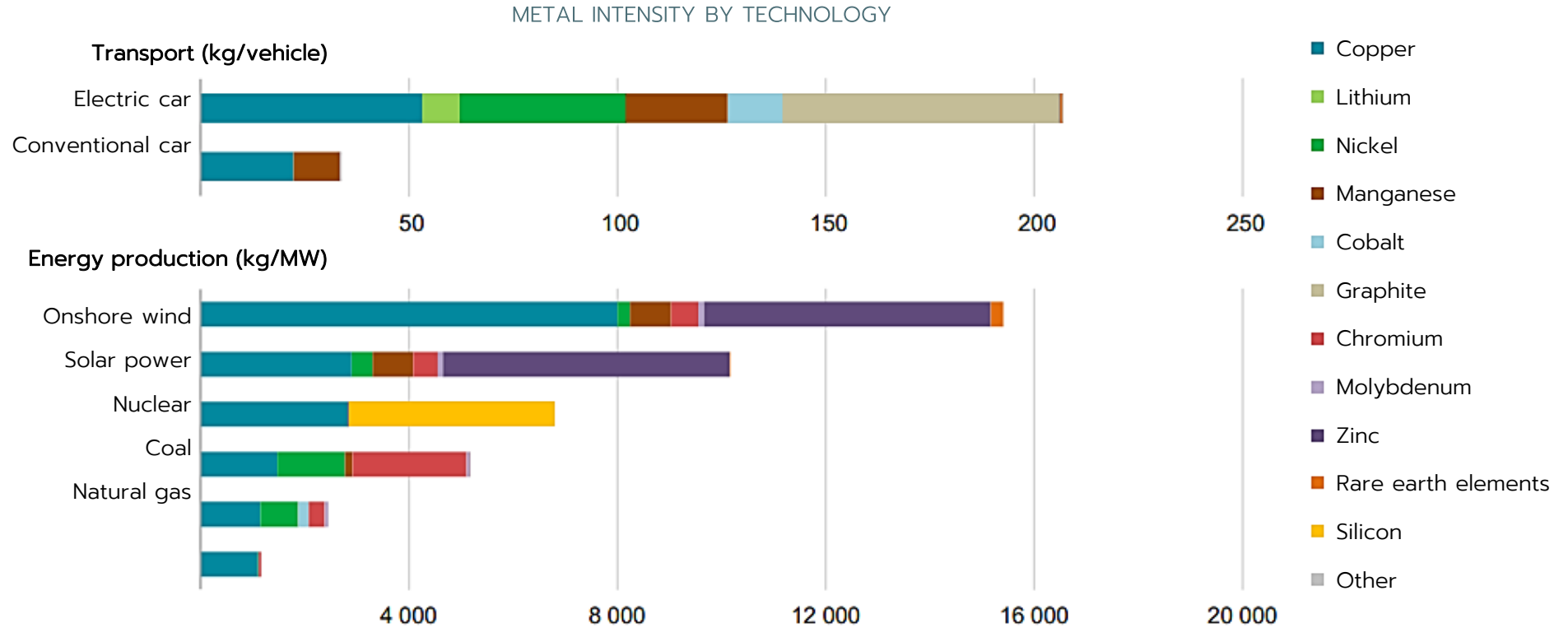


According to the IPCC (Intergovernmental Panel on Climate Change)

- By 2030, 50% of electricity should be produced from renewable energy sources
- The share of renewables (excluding biomass) in primary energy consumption should be multiplied by 3 to 4 by 2030 and by 8 to 13 by 2050

Source: AIE, GIEC, 2021

THE FUTURE, CLEANER ECONOMY DEPENDS ON METALS

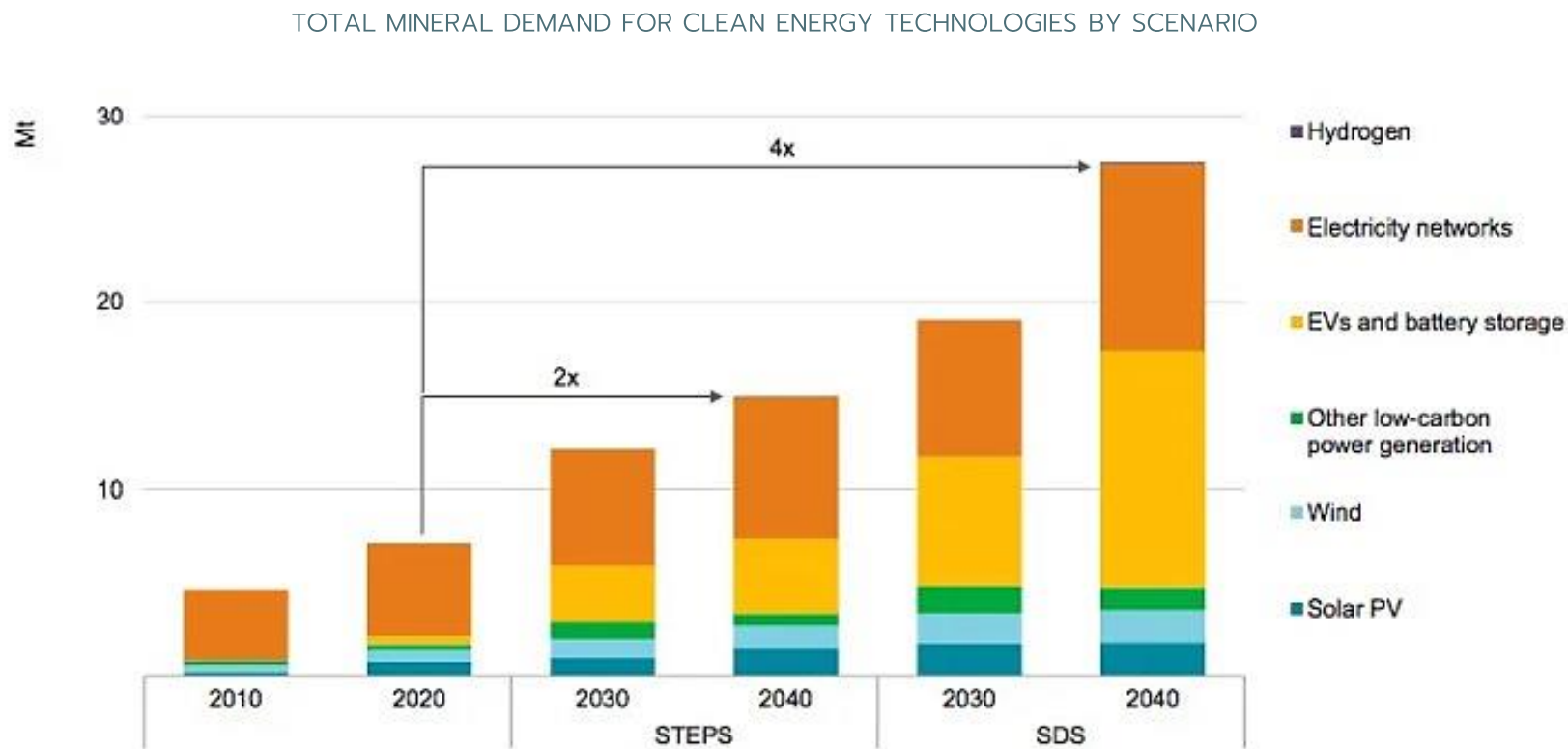


Source: The Role of Critical Minerals in Clean Energy Transitions, World Energy Outlook Special Report, IAE, May 2021.

Notes: kg = kilogram; MW = megawatt. The values for vehicles are for the entire vehicle, including batteries, motors and glider. The intensities for an electric car are based on a 75 kWh NMC (nickel, manganese, cobalt) 622 cathode and graphite-based anode. The values for offshore wind and onshore wind are based on the direct-drive permanent magnet synchronous generator system (including array cables) and the doubly-fed induction generator system respectively. The values for coal and natural gas are based on ultra-supercritical plants and combined-cycle gas turbines. Actual consumption can vary by project depending on technology choice, project size and installation environment.



METALS DEMAND TO RISE MASSIVELY



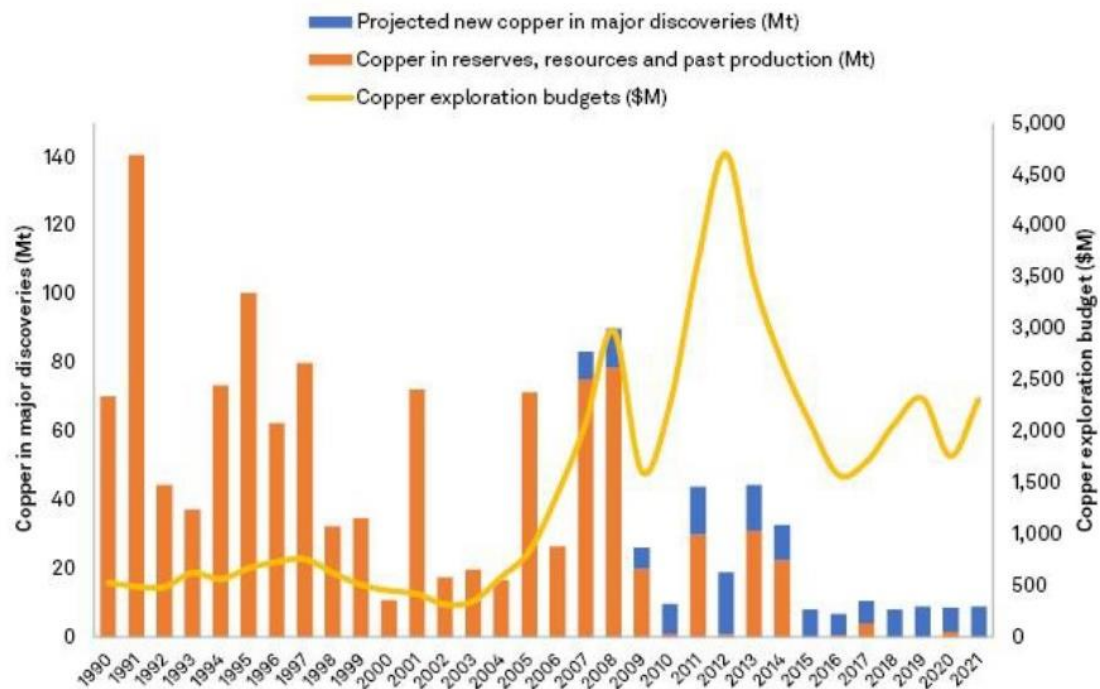
Source: IEA, 2021

- Transition to lead to a massive rise in metals demand in the next decades
- Visibility on future demand is very strong, due to long term energy transition investment plans

WHAT ABOUT METALS SUPPLY ? CLOSE UP ON COPPER

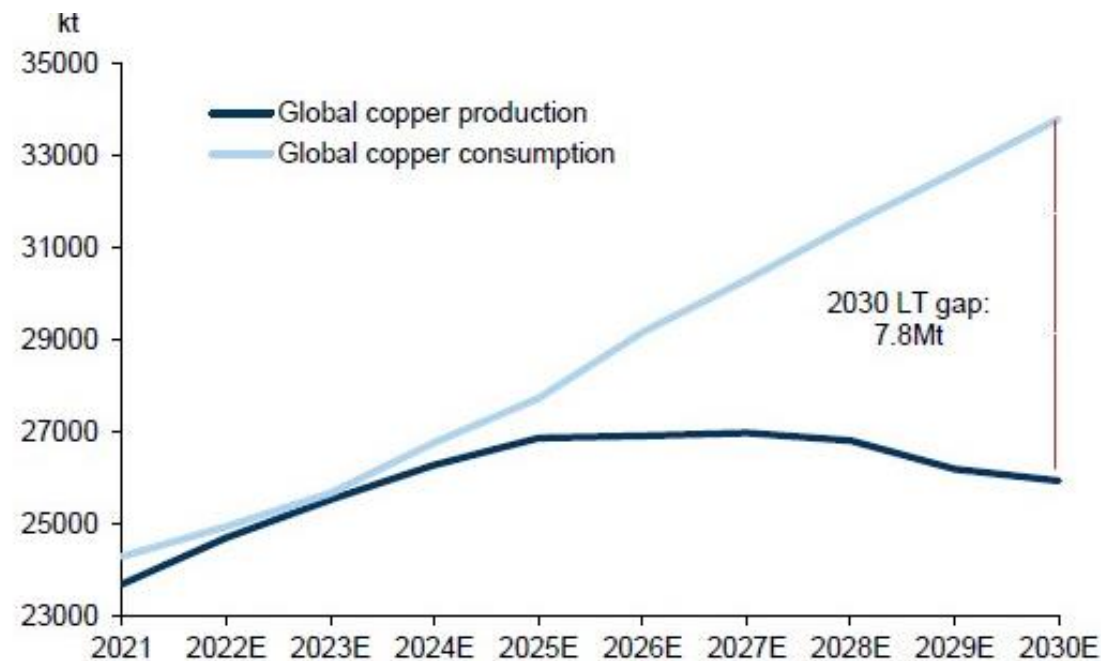
29 63,55
Cu
 Copper

COPPER DISCOVERIES AND EXPLORATION BUDGETS



Source: S&P Global Market Intelligence, as of 10 May 2022

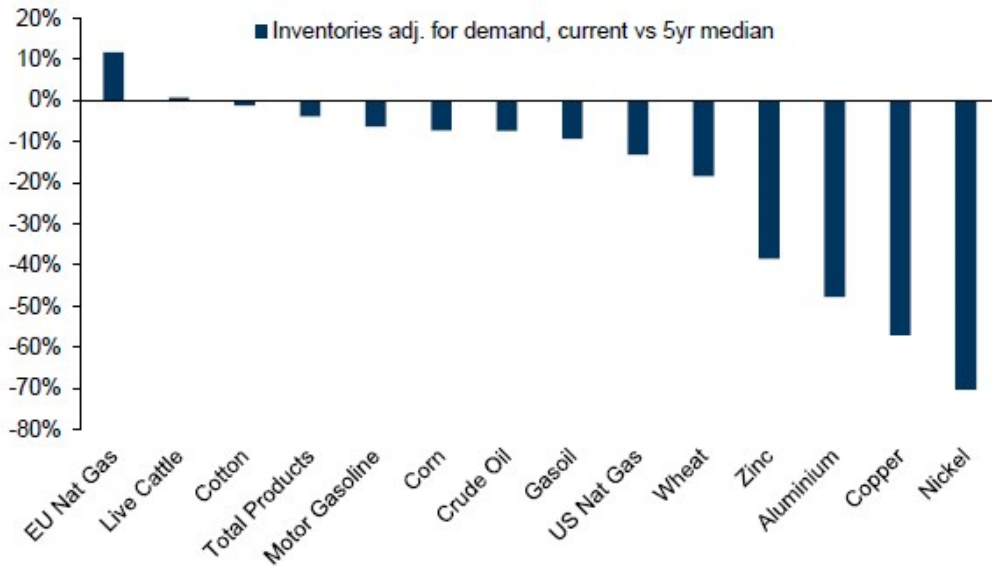
COPPER PRODUCTION AND CONSUMPTION PROJECTIONS



Source: Goldman Sachs

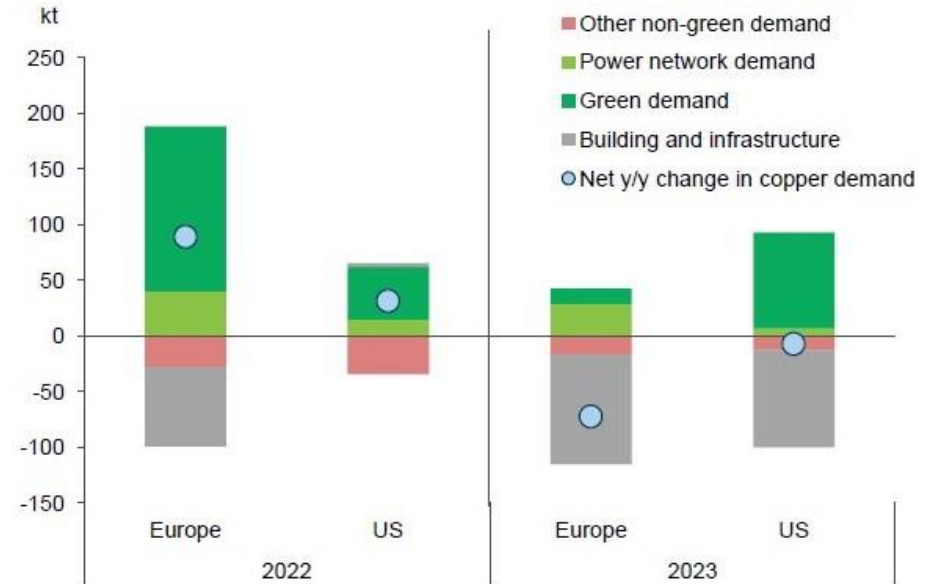
TRANSITION-LED DEMAND ALREADY ON THE RISE

GRAPH 1: COMMODITIES INVENTORIES VS 5YR AVERAGE



Source: IEA, 2021

GRAPH 2: GREEN METALS DEMAND COULD OFFSET MOST CYCLICAL DOWNTURNS



Source : Goldman Sachs

- Despite a weak macro environment, metals markets have been tightening in 2022 (Graph1)
- Metals demand becomes more resilient to downcycles (Graph2)
- Trend particularly strong in China: net copper demand up 2% in 2022 despite Zero Covid policy, weak property market
- New record for wind and solar installation expected in 2023: 200GW target in China alone, +20% vs existing capacity



2

**OFI INVEST ENERGY
STRATEGIC METALS**

OUR APPROACH



METALS

A selection of 8 metals considered strategic by the management team, widely used in today's economy, with a central role in the energy transition, quoted on liquid and regulated markets. Investment in precious and industrial metals without equity or credit risk.



UCITS V

An original structuration to offer a fund exposed to metals in a full UCITS V compliant fund offering daily liquidity.



ANNUAL REVIEW

Allocation reviewed on an annual basis by an experts committee to reflect potential evolution in technologies & metals utilization.

A SELECTION OF 8 METALS

Chemical symbol/ name of element		Cu Copper	Ag Silver	Ni Nickel	Pd Palladium	Pt Platinum	Al Aluminium	Zn Zinc	Pb Lead	Total
Energy	Solar power	■	■	□	□	□	■	■	■	6
	Wind power	■	□	■	□	□	■	■	■	5
	Hydrogen	■	□	□	■	■	□	□	□	3
	Electric	■	□	■	□	□	■	□	□	3
Transport	Electric car	■	■	■	■	■	■	■	□	7
	Conventional car	■	■	■	■	■	■	■	■	8
Construction & building		■	□	□	□	□	■	■	□	4
Machines		■	□	■	□	□	■	■	□	4
Telecommunications		■	□	■	□	□	■	□	□	4
Jewellery		□	■	□	■	■	□	□	□	4
Total		9	4	6	4	4	8	6	3	

REASONS TO INVEST

		13 IIIA	14 IVA		
		5 10.811	6 12.011		
		B BORON	C CARBON		
		13 26.982	14 28.086		
		Al ALUMINUM	Si SILICON		
10	11	12			
28 58.693	29 63.546	30 65.38	31 69.723	32 72.64	
Ni NICKEL	Cu COPPER	Zn ZINC	Ga GALLIUM	Ge GERMANIUM	
46 106.42	47 107.87	48 112.41	49 114.82	50 118.71	
Pd PALLADIUM	Ag SILVER	Cd CADMIUM	In INDIUM	Sn TIN	
78 195.08	79 196.97	80 200.59	81 204.38	82 207.2	
Pt PLATINUM	Au GOLD	Hg MERCURE	Tl THALLIUM	Pb LEAD	
110 (281)	111 (280)	112 (285)			
Ds DARMSTADIUM	Rg ROENTGENIUM	Cn COPERNICIUM			
63 151.96	64 157.25	65 158.93	66 162.50	67 164.93	
Eu EUROPIUM	Gd GADOLINIUM	Tb TERBIUM	Dy DYSPROSIUM	Ho HOLMIUM	
95 (243)	96 (247)	97 (247)	98 (251)	99 (252)	
Am AMERICIUM	Cm CURIUM	Bk BERKELIUM	Cf CALIFORNIUM	Es EINSTEINIUM	

1. Capture the mega trend of energy transition and its potentially massive impact on future metals demand
2. Different play on climate change and green technologies themes, offering **diversification and decorrelation** via real assets without exposure to the equity market
3. A UCITS V compliant portfolio with a transparent investment process, offering exposure to a liquid basket of metals

ADMINISTRATIVE CHARACTERISTICS

Legal form	Sub-fund of a French SICAV (open-ended investment company)	
ISIN codes	XL Share: FR0014005WK6 • I Unit: FR0014008NM5 • RF Unit: FR0014008NO1 • R Unit: FR0014008NN3	
Inception	27 January 2022	
Recommended investment horizon	5 years	
Currency	Euro	
NAV	Daily	
Investment manager	Ofi Invest Asset Management	
Custodian	Société Générale	
Valuation agent	SGSS NAV	
Earnings distribution	Capitalisation	
Financial fees	XL Unit: 0.55% max • I Unit : 0.93% max • RF Unit : 1.03% max • R Unit : 1.81% max	
Subscription/redemption	Cut-off at midday each working day not including holidays (D) • Orders placed at day D NAV (calculated D+1) Settled D+1	
Subscription fee (Max/Real)	2% / None	
Subscription Minimum	XL Unit: €15,000,000 • I Unit : €1,000,000 • RF Unit : None • R Unit : None	
Exit fee	None	
Main risks	<ul style="list-style-type: none"> • Capital loss • Investment in commodities futures • Counterparty • Interest rate • Sustainability risk • Foreign exchange risk • Liquidity <p>Details of the various risks are given in the fund prospectus which is free to download from the Ofi Invest AM website or available on request from the company.</p>	

SRI

Lower risk,
potentially lower reward

Higher risk,
potentially higher reward

◀ 1 2 3 **4** 5 6 7 ▶

It is not certain that the risk category posted will remain unchanged, the classification of your Sub-Fund then being likely to change over time. The lowest category is not synonymous with risk-free investment.

ARTICLE 8 SFDR

According to the SFDR (Sustainable Finance Disclosure Regulation), this product promotes environmental or social characteristics but does not aim at sustainable investment.

Investors should be aware and prepared to accept that, for those Funds which have a sustainable management process, this process is based on the use of a proprietary model to determine the ESG score. There is a risk that this model may not be efficient. The performance of these Funds may therefore be below the management objective.

The KID must be given to subscribers prior to subscription.

The operating rules, the risk and return profile and the fees relating to investment in a fund are described in the fund's KIID.

IMPORTANT INFORMATION

CAPITAL RISK

The risk that the capital invested is not returned in full is inherent in this type of management, since it does not include any capital guarantee.

COUNTERPARTY RISK

The counterparty risk is associated with swaps and other derivative instruments contracted by the Sub-Fund. The Sub-Fund is exposed to the risk that credit establishments are unable to honour their commitments in respect of these instruments. This risk may take concrete form in a drop in the net asset value of the Sub-Fund.

INTEREST RATE RISK

The Sub-Fund, through the index, directly or through monetary UCIs selected in order to remunerate the cash position, may be invested in futures contracts on interest rates and/or on fixed-rate debt securities. In general, the price of these instruments falls when rates rise.

FOREIGN EXCHANGE RISK

Swaps are denominated in euros and covered against the foreign exchange risk. The Sub-Fund is however, exposed to a residual foreign exchange risk, since the currency hedging transaction in the index is completed just once a day.

RISK ASSOCIATED WITH THE INVESTMENT IN FUTURES INSTRUMENTS ON COMMODITIES

The Sub-Fund is exposed to the price of commodities through commodities index swaps. It should be noted that a drop in the commodities markets and in exogenous conditions

(storage conditions, weather conditions, etc.) may result in a drop in the net asset value of the Sub-Fund. In fact, the evolution in the price of a futures contract on commodities is closely associated with the level of current and future production of the underlying product, even the level of estimated natural reserves in the case of energy sector products. Climate and geopolitical factors can also alter the levels of supply and demand of the underlying product in question, and therefore modify the expected rarity of that product on the market.

LIQUIDITY RISK

The portfolio's liquidity risk is based on the liquidity of the investment vehicles used: this liquidity risk in the Sub-Fund mainly exists due to positions on metals, as some events can result in share trading or listing being suspended on the markets on which they are traded. Lack of liquidity in a security may increase the cost of liquidating a position and, as a result, cause a drop in the net asset value of the Sub-Fund or lead to liquidation being delayed should an underlying market be suspended.

SUSTAINABILITY RISK

Sustainability risks are primarily related to climate events resulting from climate change (known as physical risks), the ability of companies to respond to climate change (known as transition risks) and which may result in unanticipated losses affecting the mutual fund's investments and financial performance. Social events (inequalities, labour relations, investment in human capital, accident prevention, changes in consumer behaviour, etc.) or governance gaps (recurrent and significant breach of international agreements, corruption, product quality and safety and sales practices) can also translate into sustainability risks

IMPORTANT INFORMATION

This is a promotional document intended solely for professional clients as defined in the Markets in Financial Instruments directive. It may not be used for any other purpose than that for which it has been designed and may not be reproduced, distributed or communicated to third parties in part or in full without the prior written authorisation of Ofi Invest Asset Management. No information contained in this document may be interpreted as having any contractual value. This document is produced purely for illustrative purposes. It constitutes a presentation prepared and produced by Ofi Invest Asset Management based on sources that it considers reliable. Links in this document to websites managed by third parties are included only for informational reasons. Ofi Invest Asset Management offers no guarantee as to the content, quality or exhaustiveness of such websites and may therefore not be held liable for the consequences of any use made of them. The presence of a link to a third-party website does not mean that Ofi Invest Asset Management has entered into any cooperative agreement with said third party or that Ofi Invest Asset Management approves the information published on said websites. The prospects mentioned are subject to change over time and do not constitute a commitment or guarantee. The fund/s mentioned in this document has/have been approved by the AMF or the CSSF and are authorised for distribution in France and in other countries where the law authorises this. Before making any investment, potential investors should verify whether they are legally entitled to subscribe for the

fund in question. Potential subscribers must be provided with the relevant KIID before making any subscription. The operating rules, risk and reward profile, and fees relating to investments in a fund are set out in the fund's KIID. The KIID and latest periodical reports are available on request from Ofi Invest Asset Management. The performance figures cited herein cover past years. Past performances are not a reliable indicator of future performances. Ofi Invest Asset Management reserves the right to modify the information presented in this document at any time and without notice. Ofi Invest Asset Management may not be held liable for any decision made or not made based on information contained in this document, or the use that may be made thereof by a third party. In the event that a fund is subject to a particular tax treatment, it should be noted that such treatment depends on the individual situation of each client and may be subject to change in the future.