

Strategy summary

Global Carbon Opportunity Strategy

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H2 2022

Global Carbon Opportunity in a nutshell

Carbon is **underpriced** versus global climate goals and offers unique portfolio construction benefits to investors. The strategy provides actively-managed, long-biased exposure to potentially attractive risk/reward carbon opportunities globally.



Investing in the currency of decarbonisation

Key highlights

- Potential upside participation in attractive carbon opportunities globally, including hard to access new and emerging carbon markets that are unavailable to traditional investors.
- Quality alpha generation using a wide range of instruments to take advantage of market inefficiencies in both compliance and voluntary markets.
- Actively-managed tail risk to protect against potential price shocks
- Promotion of a net zero and nature positive transition by contributing to the expansion and development of global carbon markets.

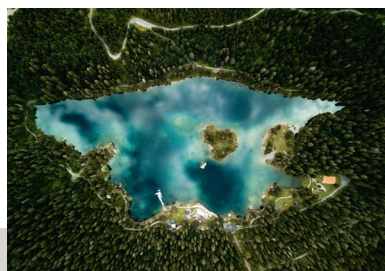
Key facts

Portfolio manager	Callum Lee
Carbon strategist	Ruben Lubowski
Sourcing and strategy	Lorenzo Bernasconi
Expected launch date	1 November 2022
Geographic focus	Global
Capacity (year 1)	USD 500 million
Investment universe	Carbon allowances and carbon credits in spot, futures and options markets (across compliance and voluntary markets)

Differentiated carbon investment expertise, privileged access, and market intelligence



**Demonstrated
investment expertise**



Privileged market access



Information edge

Source: LOIM. Target performance/risk represents a portfolio construction goal. It does not represent past performance/risk and may not be representative of actual future performance/risk.

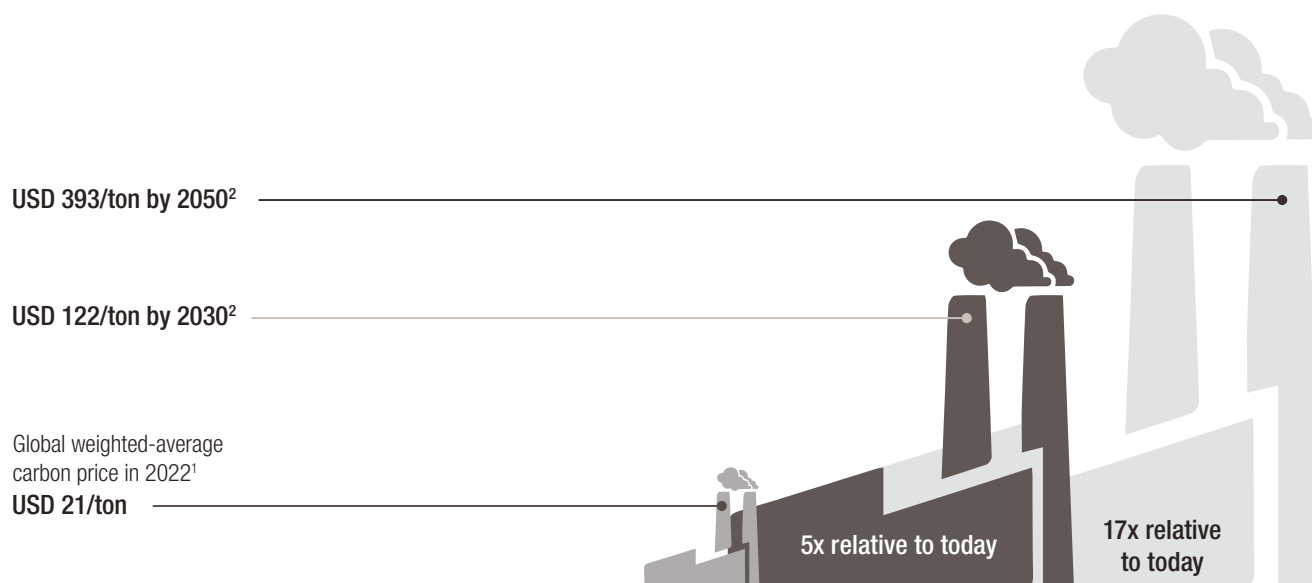
Please note this strategy has not yet launched.

Please read important information at the end of this document.

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Page 1/3

We believe carbon prices need to increase significantly to achieve climate goals



Source: LOIM Analysis. For illustrative purposes only. ¹ Average price on June 30, 2022 across EU, UK, California, RGGI, New Zealand, South Korea, China, Quebec and Nova Scotia compliance markets weighted by 2030 projected national emissions based on European Commission/JRC GECO (2022) under current policy scenario. NGFS. ² Average across NGFS orderly climate transition scenario estimates for 2030 and 2050. Includes both net zero around 2050 (1.5° C) as well as less stringent below 2°C scenarios.

Global Carbon Opportunity strategy benefits for investors



Carbon is significantly underpriced



Attractive new markets and strong catalysts

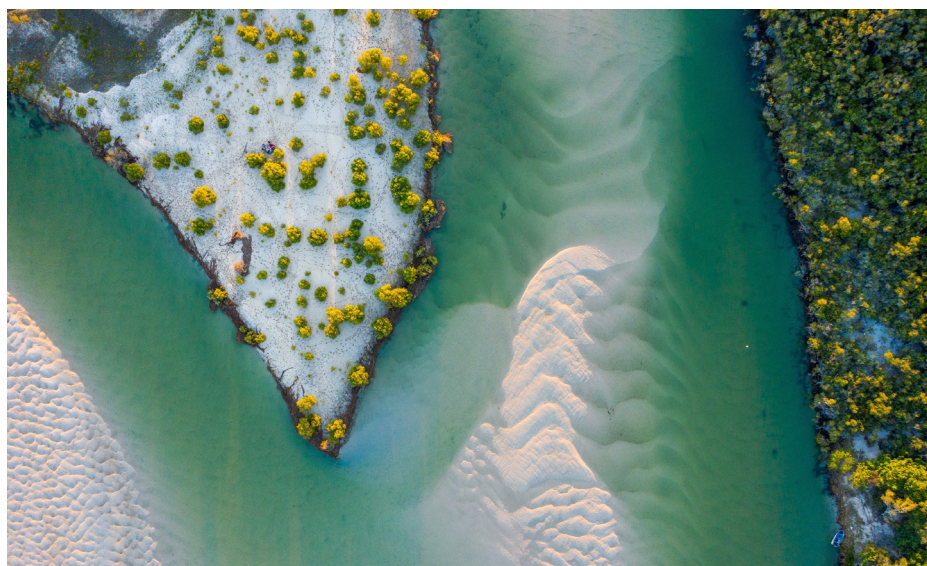


Opportunities for alpha generation



Portfolio construction benefits

“ Investing in carbon is investing the currency of decarbonisation. The Global Carbon Opportunity strategy supports the development of markets that are mission-critical for accelerating the net zero and nature positive transition. ”



The investment team



Callum Lee
Portfolio Manager



Ruben Lubowski
Chief Carbon and Environmental Markets Strategist



Lorenzo Bernasconi
Head of Climate and Environmental Solutions

Sustainability



Adriana Becerra-Cid
Sustainability Manager



Thomas Hohne-Sparborth, PhD
Head of Sustainability Research

Contact

To find out more about LOIM's Global Carbon Opportunity Strategy, email loim-funds@lombardodier.com



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