



# NINEPOINT CARBON CREDIT ETF

## AN ALTERNATIVE MUTUAL FUND

Series ETF CAD Performance as of January 31, 2025

### MANAGER

#### John Wilson, MBA

Co-CEO, Managing Partner, Senior Portfolio Manager



#### Etienne Bordeleau-Labrecque, MBA, CFA

Vice President, Portfolio Manager



### FUND OBJECTIVE

The investment objective of Ninepoint Carbon Credit ETF is to seek to provide unitholders with long-term capital appreciation by investing primarily in global carbon emissions allowance futures.

### FUND DETAILS

|                               |                                                                                                |
|-------------------------------|------------------------------------------------------------------------------------------------|
| Issuer                        | Ninepoint Partners LP                                                                          |
| Fund Type                     | Global Commodities Alternative Mutual Fund                                                     |
| Inception Date                | February 16, 2022                                                                              |
| Registered Tax Plan Status    | Eligible                                                                                       |
| Management Fee                | Series A: 1.75%<br>Series D: 0.75%<br>Series ETF: 0.75%<br>Series F: 0.75%<br>Series QF: 0.65% |
| Minimum Initial Investment    | \$500                                                                                          |
| Minimum Subsequent Investment | \$25                                                                                           |
| Redemptions                   | Daily                                                                                          |
| Valuations                    | Daily                                                                                          |
| Risk Tolerance                | High                                                                                           |

### FUND CODES

|                  |        |
|------------------|--------|
| Series A \$USD   | NPP947 |
| Series D \$USD   | NPP954 |
| Series ETF \$USD | CBON.U |
| Series F \$USD   | NPP948 |
| Series QF \$USD  | NPP955 |
| Series A         | NPP899 |
| Series D         | NPP897 |
| Series ETF       | CBON   |
| Series F         | NPP898 |
| Series QF        | NPP895 |

\*Refinitiv- Carbon Market Year in Review 2021. Global carbon markets value surged to record \$851 bln last year-Refinitiv (Reuters - January, 2022).

### WHY INVEST IN CARBON CREDIT ETF?

- 1. Canadian First** – First carbon credit mutual fund in Canada.
- 2. Emerging Asset Class** – Access a US\$851 billion market which has grown by 18x since 2017\*.
- 3. Easy Access** – Structured as a liquid alternative mutual fund and available as an ETF series (Cboe Canada: CBON / CBON.U).
- 4. Diversification** – Carbon Credit investments are expected to demonstrate low or negative correlation to traditional asset classes.
- 5. Global Exposure** – The fund seeks to primarily invest in the four major global carbon emissions allowance futures:
  - European Union (EUA) – Covers 40% of EU's total emissions
  - California/Quebec (CCA) – Covers 75% of total emissions
  - US Eastern States (RGGI) – Covers 10% of Eastern US total emissions
  - United Kingdom (UKA) – Covers 31% of UK's total emissions

### COMPOUNDED RETURNS (%)<sup>1</sup> SERIES ETF CAD<sup>1</sup> | INCEPTION DATE: February 16, 2022

| 1MTH | YTD  | 3 MTH | 6 MTH | 1 YR  | INCEPTION |
|------|------|-------|-------|-------|-----------|
| 4.99 | 4.99 | 12.77 | 6.07  | 22.88 | 0.88      |

### STATISTICAL ANALYSIS<sup>1</sup>

|                       |       |
|-----------------------|-------|
| Cumulative Return     | 2.6%  |
| Standard Deviation    | 19.4% |
| Sharpe Ratio          | -0.16 |
| Total Down Months     | 17    |
| Total Positive Months | 18    |

### SECTOR ALLOCATION<sup>2</sup>

|          |        |
|----------|--------|
| USD CASH | 99.98% |
| CAD/USD  | 0.02%  |

# NINEPOINT CARBON CREDIT ETF

## AN ALTERNATIVE MUTUAL FUND

### A UNIQUE INVESTMENT OPPORTUNITY

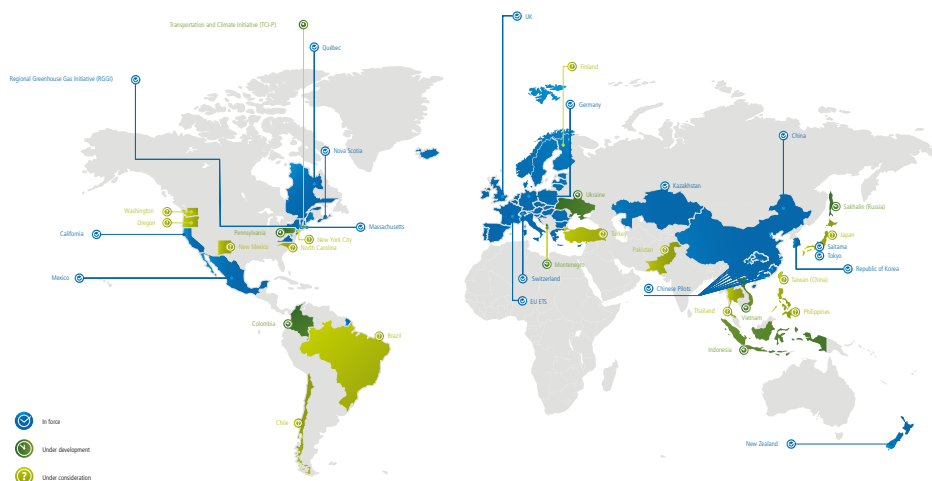
According to financial market data provider Refinitiv, the total value of global carbon market reached US\$851 billion in 2021<sup>1</sup>. Energy consulting firm Wood Mackenzie estimates that the global emissions trading market could be worth as much as \$22 trillion by 2050<sup>^</sup>, representing potential market growth of over 2500%.

ETS systems are operating in 38 countries covering over 40% of global GDP. Major ETS markets globally include:

- EU ETS
- California/Quebec
- US Eastern States (RGGI)
- United Kingdom (UKA)

Source: The World Bank, Adapted from International Carbon Action Partnership (ICAP) 2021.

<sup>^</sup>Wood Mackenzie, "COP26: Make or Break for Global Emissions Trading". (August, 2021).



[www.ninepoint.com](http://www.ninepoint.com)



<sup>1</sup> Inception: February 16, 2022. All returns and fund details are a) based on Series ETF CAD shares; b) net of fees; c) annualized if period is greater than one year; d) as at January 31, 2025.

<sup>2</sup> Sector allocation as at January 31, 2025. Sector allocation based on % of net asset value. Numbers may not add up due to rounding. Cash and cash equivalents include non-portfolio assets and/or liabilities.

**The Ninepoint Carbon Credit ETF is generally exposed to the following risks. See the prospectus of the Fund for a description of these risks: Absence of an active market for ETF Series risk, cap and trade risk; collateral risk; commodity risk; concentration risk; cybersecurity risk; derivatives risk; foreign currency risk; foreign investment risk; Halted trading of ETF Series risk; inflation risk; interest rate risk; leverage risk; liquidity risk; market risk; regulatory risk; securities lending, repurchase and reverse repurchase transactions risk; series risk; substantial securityholder risk; tax risk; trading price of ETF series risk.**

Ninepoint Partners LP is the investment manager to the Ninepoint Funds (collectively, the "Funds"). Commissions, trailing commissions, management fees, performance fees (if any), and other expenses all may be associated with investing in the Funds. Please read the prospectus carefully before investing. The indicated rate of return for Series ETF CAD shares of the Fund for the period ended January 31, 2025 is based on the historical annual compounded total return including changes in share value and reinvestment of all distributions and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The information contained herein does not constitute an offer or solicitation by anyone in the United States or in any other jurisdiction in which such an offer or solicitation is not authorized or to any person to whom it is unlawful to make such an offer or solicitation. Prospective investors who are not resident in Canada should contact their financial advisor to determine whether securities of the Fund may be lawfully sold in their jurisdiction.

The information provided is general in nature and is provided with the understanding that it may not be relied upon as, nor considered to be, the rendering of tax, legal, accounting or professional advice. Readers should consult with their own accountants and/or lawyers for advice on the specific circumstances before taking any action.

Ninepoint Partners LP: Toll Free: 1.866.299.9906. DEALER SERVICES: CIBC Mellon GSSC Record Keeping Services: Toll Free: 1.877.358.0540