



# NINEPOINT CARBON CREDIT ETF

## AN ALTERNATIVE MUTUAL FUND

Series F CAD Performance as of October 31, 2024

### 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% Series D: 0.75% Series ETF: 0.75% Series F: 0.75% 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 F CAD<sup>1</sup> | INCEPTION DATE: February 16, 2022

	1MTH	YTD	3 MTH	6 MTH	1 YR	INCEPTION
	8.67	0.64	-5.93	-0.66	-1.28	-3.39

### MONTHLY RETURNS (%) OF SERIES F CAD<sup>1</sup>

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
<b>2024</b>	-7.65	-1.98	7.40	4.20	8.99	0.08	-3.18	-0.23	-13.24	8.67			0.64
<b>2023</b>	-0.27	7.44	-5.00	-4.86	-4.41	1.07	-0.42	2.97	-3.14	2.08	-4.23	2.43	-6.96
<b>2022</b>		-1.75	-4.78	7.61	-0.19	3.79	-9.06	7.78	-6.07	7.21	-6.16	0.71	-2.72

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

Cumulative Return	-8.9
Standard Deviation	19.9
Sharpe Ratio	-0.36
Total Down Months	17
Total Positive Months	15

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

RGGI (RJ5) VINTAGE 2025	30.1%
CALIF CARBON ALLOWANCE VINT DEC 25	29.4%
ICE ECX EMISSION EUA DEC 25	28.9%
UK EMISSION ALLOWANCE DEC 25	27.3%
NET CASH AND EQUIVALENTS	-15.8%

### COLLATERAL AND CURRENCY MANAGEMENT<sup>2</sup>

TREASURY BILL (USD)	99.9%
USD CASH	67.1%
CAD CASH	-0.4%
EUR CASH	-17.9%
GBP CASH	-48.7%

# NINEPOINT CARBON CREDIT ETF

## AN ALTERNATIVE MUTUAL FUND

### A UNIQUE INVESTMENT OPPORTUNITY

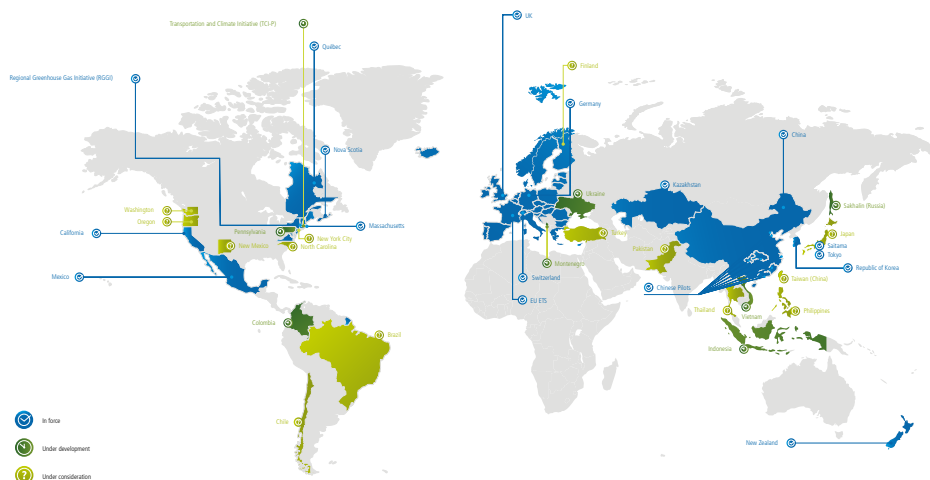
According to financial market data provider Refinitiv, the total value of global carbon market reached US\$851 billion in 2021<sup>1</sup>. Energy consulting firm Wood Mackenzie estimates that the global emissions trading market could be worth as much as \$22 trillion by 2050<sup>2</sup>, representing 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>1</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 F CAD shares; b) net of fees; c) annualized if period is greater than one year; d) as at October 31, 2024.

<sup>2</sup> Sector allocation as at October 31, 2024. 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; 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 F CAD shares of the Fund for the period ended October 31, 2024 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.

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