

# PRODUCT KEY FACTS STATEMENT

## PICTET – GLOBAL THEMATIC OPPORTUNITIES

As at August 2022

**This statement provides you with key information about this product.**

**This statement is a part of the offering document.**

**You should not invest in this product based on this statement alone.**

### Quick Facts

Management Company:	Pictet Asset Management (Europe) S.A.				
Fund Manager:	Pictet Asset Management S.A., Switzerland (Internal delegation)				
Depository Bank:	Pictet & Cie (Europe) S.A.				
Sub-Custodian:	The Hongkong and Shanghai Banking Corporation Limited				
PRC Custodian:	HSBC Bank (China) Company Limited				
Ongoing Charges over a year:	P USD#	2.02%			
Base Currency:	USD				
Financial year end of this fund:	30 September				
Dealing frequency:	Daily				
Dividend Policy		Minimum investment			
P USD	Dividend (if any) will be reinvested	Initial:	N/A	Additional:	N/A

<sup>#</sup> The ongoing charges figure is based on expenses for a one-year period ended 30 September 2021 and the average net asset value of the corresponding period. This figure may vary from year to year.

### WHAT IS THIS PRODUCT?

This is a sub fund of Pictet (the “**Fund**”) which is a mutual fund domiciled in Luxembourg and its home regulator is Commission de Surveillance du Secteur Financier (CSSF).

## OBJECTIVES AND INVESTMENT STRATEGY

The sub fund aims to achieve capital growth by investing mainly (at least 70% of its net asset value) in equities and equity related securities (such as American Depositary Receipt (ADR), Global Depositary Receipt (GDR), European Depositary Receipt (EDR)) issued by companies throughout the world (including emerging countries). More than 50% of the sub fund's net asset value will be continuously invested in "equity assets" as defined in paragraph 8 of section 2 of the German Investment Tax Act (2018).

The sub fund also applies a sustainable strategy which aims to achieve a positive environmental and social impact by investing significantly (at least 51% and up to 100% of its net asset value) in companies that may benefit from global long-term themes resulting from secular changes in economic, social and environmental factors such as demographics, lifestyle or regulations. A significant proportion of these companies' activities (as measured by turnover, enterprise value, earning before income and tax, or similar metrics) are related to but not limited to products and services supporting the energy transition, circular economy, energy efficiency, water quality and supply, sustainable forestry, sustainable cities, nutrition, human health and therapeutics, personal self-fulfilment (e.g. education and training services, pet product providers, dating service providers, and entertainment companies) and security. The exposure to securities issued by the foregoing companies is normally above 60% of the sub fund's net asset value.

The investment process integrates environmental, social and governance (ESG) factors (pertaining to the environmental dimension, companies that are conscious of their environmental impact e.g. those that use electric and hybrid vehicles and/or develop biodegradable packaging solutions; for the social dimension, Pictet focuses on both the employee management and on the client experience; for the governance aspects, focus would be on relevant factors such as the corporate structure and the board diversity) based on proprietary and third-party research to evaluate investment risks and opportunities. The proportion of the sub fund's portfolio subject to ESG analysis is at least 90% of the net asset value or number of issuers of securities invested by the sub fund. The issuers of securities invested by the sub fund are subject to good governance practices. Further, when selecting the sub fund's investments, the environmental and social characteristics of issuers are taken into account to increase or decrease the target weight of securities issued by such issuers contemplated by the fund manager to be invested by the sub fund. The foregoing environmental and social characteristics and governance practices are measured by an ESG score internally computed by Pictet based on Pictet's internal ESG assessment and ESG data from external providers (e.g. Institutional Shareholder Services, Sustainalytics, and FTSE Russell Green Revenues). The sub fund aims to have a better ESG profile, as measured by the weighted average of the foregoing ESG scores of the sub fund's portfolio of issuers, than that of the reference index (i.e. MSCI AC World (USD)).



In line with Pictet Asset Management's commitment to responsible investment:

- The Management Company ensures that voting rights are exercised methodically.
- The fund managers may engage with issuers in order to positively influence ESG practices.
- The sub fund adopts an exclusion policy relating to direct investment in companies and countries that are deemed incompatible with Pictet Asset Management's approach to responsible investment. Exclusions are based on a combination of revenue thresholds derived from controversial activities that are deemed harmful to society and/or the environment, and severe breaches of international norms on human rights, labour standards, environmental protection and anti-corruption. Such exclusions may include biological and chemical weapons, as well as nuclear weapons from a country which is not a signatory to the 1968 Treaty on the Non-Proliferation of Nuclear Weapons. Companies above the relevant revenue thresholds or severely breaches the relevant international norms are excluded from investment by the sub fund.

For further information including Pictet's responsible investment policy, please refer to [www.am.pictet/-/media/pam/pam-common-gallery/article-content/2021/pictet-asset-management/responsible-investment-policy.pdf](http://www.am.pictet/-/media/pam/pam-common-gallery/article-content/2021/pictet-asset-management/responsible-investment-policy.pdf). This website has not been reviewed by the SFC.

The sub fund may invest in any country (including emerging countries), in any economic sector and in any currency, and is unrestricted in its choice of companies by size. However, depending on market conditions, the investments may be focused on one country or on a limited number of countries and/or one economic activity sector and/or one currency and/or companies of certain sizes.

The sub fund may invest up to 35% of its net asset value in China A Shares through (i) the QFI status granted to an entity of the Pictet Group, (ii) the Shanghai-Hong Kong Stock Connect programme, (iii) the Shenzhen-Hong Kong Stock Connect programme and/or (iv) any similar acceptable securities trading programmes which may be available to the sub fund in the future as approved by the relevant regulators from time to time. It is not intended that the sub fund will invest in the ChiNext market and the Science and Technology Innovation Board.

The sub fund may also invest up to 10% of its net asset value in real estate investment trusts.

In addition, The sub fund may invest up to 10% of its net asset value in undertakings for collective investment in transferable securities (UCITS) and other undertakings for collective investment (UCIs).

The sub fund will not invest more than 10% of its net asset value in bonds or any other debt security (including convertible bonds), money market instruments, FDIs and/or structured products whose underliers are or offer exposure to debt securities. It is not intended that the sub fund will invest in debt instruments with loss-absorption features.

The sub fund may use FDIs, such as options, futures, and forwards, for efficient portfolio management. The expected level of exposure to securities lending agreements will be between 0% and 5% of the sub fund's net asset value. The sub fund will not be exposed to repurchase agreements and reverse repurchase agreements, and does not expect to be exposed to total return swaps.

Under exceptional circumstances (e.g. market crash, market disruption or major crisis) and for a limited period of time, if the investment manager considers this to be in the best interest of shareholders, the sub fund may temporarily hold up to 100% of its net asset value in cash and Cash Equivalents for cash flow and liquidity management. "Cash Equivalents" are investments that can be readily converted into cash, such as a money market instrument, a bank deposit or a money market fund. As stated above, not more than 10% of the sub fund's net asset value will be invested in UCITS and other UCIs.

## USE OF DERIVATIVES / INVESTMENT IN DERIVATIVES

The sub fund's net derivative exposure may be up to 50% of its NAV.

## WHAT ARE THE KEY RISKS?

**Investment involves risks. Please refer to the offering document for details including risk factors.**

### Investment Risk

- › The sub fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the sub fund may suffer losses. There is no guarantee of the repayment of principal.

### Equity Risk

- › The sub fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.

### Sector Risk

- › The sub fund's investments are concentrated in securities issued by companies whose significant proportion of their activities are related to, but not limited to products and services supporting the energy transition, circular economy, energy efficiency, water quality and supply, sustainable forestry, sustainable cities, nutrition, human health and therapeutics, personal self-fulfilment and security. The value of the sub fund may be more volatile than that of a fund having a more diverse portfolio of investments.

### Risk associated with investments that may benefit from global long-term themes

- › The investment selection process involves analysis of a potential investment in a security based on the security issuer's benefit from global long-term themes resulting from secular change in economic, social and environmental factors. Such analysis by the investment manager is subjective in nature and can lead to the sub fund forgoing investment opportunities which meet the foregoing themes or investing in securities which do not meet such themes.
- › The above analysis is also dependent upon information and data from the security issuer and/or third-parties, may be incomplete, inaccurate or inconsistent. The lack of a standardised taxonomy may also affect the investment manager's ability to measure and assess a potential investment's benefit from the foregoing themes.
- › Implementation of the sub fund's exclusion policy may result in the sub fund forgoing opportunities to buy certain securities when it might otherwise be advantageous to do so, and/or selling securities when it might be disadvantageous to do so.

### Currency Risk

- › The sub fund may hold assets denominated in currencies other than its base currency. It may be affected favorably or unfavorably by changes in exchange rates between the base currency and these other currencies or by changes to exchange control regulations. The conversion of the sub fund's assets from the denomination currency into the base currency is part of the sub fund's NAV calculation process. For instance, if the currency in which an asset is denominated depreciates against the sub fund's base currency, its equivalent value in the base currency will also depreciate.

**Risks associated with emerging markets**

- › The sub fund may have exposure to emerging markets (e.g. China) which are generally considered to present higher political and economic risks, currency risks/control, fiscal and tax risks and capital repatriation risk. As a result, the sub fund's investments may be more volatile and/or less liquid.
- › The securities markets of emerging or developing countries may be less mature, and the prices of securities traded on such markets tend to be more volatile.
- › Because of relative lack of market regulations and the fact that laws on the ownership of securities may be vague and do not provide the same guarantees, the legal and regulatory risks, settlement risks and custody risk are generally considered to be higher than in more developed countries.
- › Securities exchanges in emerging markets typically have the right to suspend or limit trading in any security traded on the relevant exchange. The government or the regulators may also implement policies that may affect the financial markets. All these may have a negative impact on the sub fund.
- › In addition, the accounting and financial information on companies in some emerging markets may be more cursory and less reliable.

**Risks related to investment in the PRC**

Investing in the securities market in the PRC is subject to the economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory risks specific to the PRC market. In particular:

- › **Change in political, social or economic policy risk** – The investment will be sensitive to any significant change in political, social or economic policy in the PRC which may adversely affect the capital growth and thus the fund performance.
- › **Liquidity and volatility risk** – Compared with the choice available in other markets, there is a low level of liquidity in the securities market in the PRC. This could potentially lead to severe price volatility.
- › **Currency and exchange risk** – The PRC government's control of currency conversion and exchange rates may adversely affect the operations and financial results of the companies invested in by the sub fund.
- › **PRC taxation consideration** – The sub fund may be subject to income tax on capital gain, dividend, interest and other taxes for investing in the securities market in the PRC. The tax laws, regulations and practice in the PRC are constantly changing, and may be changed with retrospective effect. Right is reserved to provide for tax on gains derived from the disposal of PRC securities. With the uncertainty of PRC tax rules, any provision for taxation made may be excessive or inadequate to meet final PRC tax liabilities. Consequently, investors may be advantaged or disadvantaged depending upon the final rules. Based on professional and independent tax advice, the sub fund will not make any tax provisions on realised and/or unrealised capital gains, dividends and interests derived from PRC securities.

**Risks associated with investment made through the QFI regime**

- › The sub fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions on investments and repatriation of principal and profits) in the PRC, which are subject to change and such change may have potential retrospective effect.
- › The sub fund may suffer substantial losses if the approval of the QFI status is being revoked/terminated or otherwise invalidated as the sub fund may be prohibited from trading of relevant securities and repatriation of the sub fund's monies, or if any of the key operators or parties (including the PRC Custodian, Sub-Custodian or brokers) is bankrupt or in default and/or is disqualified from performing its obligations (including execution or settlement of any transaction or transfer of monies or securities).

### Risks associated with the Stock Connects

- › The relevant rules and regulations on the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively, the “**Stock Connects**”) are subject to change which may have potential retrospective effect. The Stock Connects are subject to quota limitations. Where a suspension in the trading through the Stock Connects is effected, the sub fund’s ability to invest in China A-Shares or access the PRC market through the Stock Connects will be adversely affected. In such event, the sub fund’s ability to achieve its investment objective could be negatively affected.

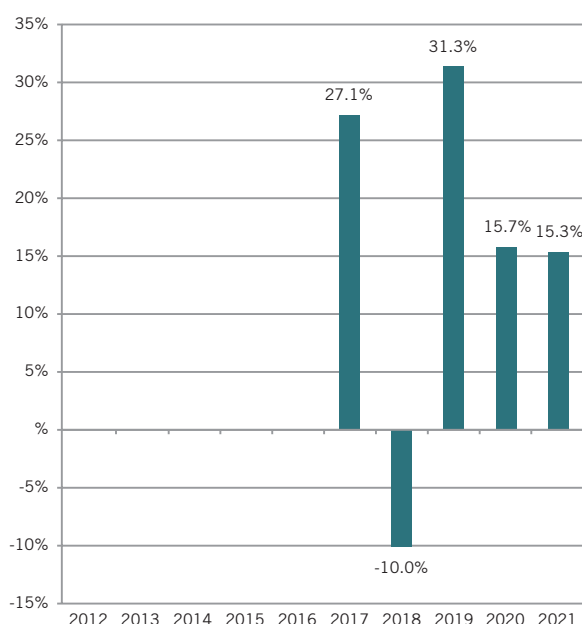
### Risks relating to depositary receipts

- › The sub fund may invest in depositary receipts (ADR, EDR, GDR). Depositary receipts are instruments that represent shares in companies trading outside the markets in which the depositary receipts are traded. Accordingly there is a risk that the shares underlying the instruments may be subject to political, inflationary, exchange rate or custody risks in the markets in which the underlying shares are traded.

### Risks relating to the use of FDIs

- › The sub fund’s use of FDIs may become ineffective in efficient portfolio management. The prices of FDIs (such as options, futures and forwards) can be volatile and the use of FDIs can entail various risks, including liquidity, valuation, legal and counterparty/credit risks, especially when they are conducted over-the counter. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the sub fund. Also, the value of the FDIs may not correlate perfectly with the value of the underlying assets. As a result, the sub fund may suffer significant losses.

### HOW HAS THE SUB FUND PERFORMED?



- › Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- › The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- › These figures show by how much P USD share class increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- › Where no past performance is shown there was insufficient data available in that year to provide performance.
- › Fund launch date: 20 September 2016
- › P USD share class launch date: 20 September 2016
- › Representative Share Class P USD: open for investment by HK retail investors and in base currency of the sub fund and with the longest track record.



## IS THERE ANY GUARANTEE?

This sub fund does not have any guarantees. You may not get back the full amount of money you invest.

## WHAT ARE THE FEES AND CHARGES?

### Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the sub fund.

FEE	WHAT YOU PAY (AS A% OF NAV PER SHARE)
<i>Share classes</i>	<i>P USD</i>
Subscription fee*	Up to 5.0%
Switching fee*	Up to 2.0%
Redemption fee*	Up to 3.0%

\* a dilution levy for a maximum of 2% of the value of the NAV on the issue, redemption and/or conversion price may be charged in certain exceptional circumstances which are set out under the section entitled “Dilution Levy” in the Prospectus.

### Ongoing fees payable by the sub fund

The following expenses will be paid out of the sub fund. They affect you because they reduce the return you get on your investments.

	ANNUAL RATE** (AS A% OF THE SHARE CLASS VALUE)
<i>Share classes</i>	<i>P USD</i>
Management fee	1.60%
Depository Bank fee	0.04%
Performance fee	NIL
Administration (service) fee	0.29%

\*\*Per year of the average net asset value attributable to this type of share and accrued on each NAV calculation date.

Please note that the relevant service provider may charge a lower level of fees than otherwise stated. For maximum fee level, please refer to Appendix B of the Information for Hong Kong Investors.

Please note that fees may be increased up to the maximum annual rate as set out in the Prospectus after giving at least one month's prior notice to investors.

### Other fees

You may have to pay other fees when dealing in the shares of the sub fund.



### ADDITIONAL INFORMATION

- › You generally buy and redeem shares at the sub fund's next-determined NAV after Bank Pictet & Cie (Asia) Ltd receives your request in good order on or before 5pm being the dealing cut-off time.
- › You should, before placing your subscription or redemption orders, check with your distributor for the distributor's internal dealing cut-off time which may be earlier than the sub fund's dealing cut-off time.
- › The NAV of this sub fund is calculated and published each "business day". They are available online at [www.assetmanagement.pictet](http://www.assetmanagement.pictet), at the office of the Hong Kong Representative (8/F & 9/F, Chater House, 8 Connaught Road Central, Hong Kong).
- › You may also obtain information on the intermediaries from the above-mentioned website.
- › Please note that the above-mentioned website has not been reviewed by the Securities and Futures Commission (SFC) and may contain information of funds not authorised by the SFC.

### IMPORTANT

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.