

# Product Key Facts Statement



As at 02 July 2013

## Pictet - Global Megatrend Selection

*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 Funds (Europe) S.A.		
Fund Manager:	Pictet Asset Management Ltd, United Kingdom	(Internal delegation)	
Sub-Manager:	Pictet Asset Management S.A., Switzerland	(Internal delegation)	
Custodian:	Pictet & Cie (Europe) S.A.		
Base Currency:	USD		
Financial year end of this fund:	30 September		
Dealing frequency:	Daily		

Dividend Policy		Minimum investment			
HP EUR	dividend (if any) will be reinvested	Initial :	N/A	Additional :	N/A
P EUR	dividend (if any) will be reinvested	Initial :	N/A	Additional :	N/A
P USD	dividend (if any) will be reinvested	Initial :	N/A	Additional :	N/A
R USD	dividend (if any) will be reinvested	Initial :	N/A	Additional :	N/A

### 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 seeks capital growth by investing at least two thirds of its total assets in equities or equity-related securities issued by companies throughout the world. It will be composed of a palette of securities reflecting investments in Pictet thematic open-ended investment funds, including Agriculture, Biotech (not authorized by the SFC), Clean Energy, Digital Communication, Generics (not authorized by the SFC), Premium Brands, Security, Timber and Water.

**Agriculture:** companies operating in the agriculture value chain; this includes the fields of production, processing and supply, as well as the production of agricultural equipment.

**Biotech:** biopharmaceutical companies that are at the forefront of innovation in the medical sector.

**Clean Energy:** companies that contribute to the reduction of carbon emissions and the use of clean energy and includes companies that are active in the domains of cleaner resources and infrastructures; equipment and technologies that reduce carbon emissions; the generation, transmission and distribution of cleaner energy and energy efficiency, and cleaner and more energy- efficient transportation and fuels.

**Digital Communication:** companies which use digital technology to offer interactive services and/or products related to interactive services in the communications sector.

**Generics:** companies operating in the field of generic drugs.

# Pictet - Global Megatrend Selection

Premium Brands: companies operating in the premium brands sector across the whole spectrum of products and services.

Security: companies that contribute to safeguarding the integrity, health and freedom of individuals, companies and governments.

Timber: companies whose businesses include financing, planting and managing forests and wooded regions and/or the processing, producing and distribution of wood for construction and other services and products derived from wood contained in the silviculture value chain.

Water: companies operating in the water sector which include, but are not limited to, water production companies, water conditioning and desalination companies, water suppliers and companies specialising in the treatment of waste water.

Each of the nine themes has an equal portfolio weighting. The weightings of the nine themes will normally be adjusted monthly. If the Manager deem that market conditions require, the thematic equal-weighting will be suspended until market conditions return to normal.

The sub fund may invest in emerging markets such as but not limited to Brazil and China. Emerging countries are defined as those considered, at the time of investing, as industrially developing countries by the International Monetary Fund, the World Bank, the International Finance Corporation (IFC) or one of the leading investment banks. However, the aggregate exposure of the sub fund to China A-Shares and China B-Shares will not exceed 10% of its net asset value (NAV).

The sub fund may use financial derivative instruments (FDIs), such as warrants, options or forwards, primarily for efficient portfolio management and / or hedging purposes. However, the sub fund will not use FDIs extensively for investment purposes.

## WHAT ARE THE KEY RISKS?

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

### Equity Risk

- The equity markets may fluctuate significantly with prices rising and falling sharply, and this will have a direct impact on the sub fund's NAV.

### Currency Risk

- The sub fund may hold assets denominated in currencies other than its base currency. It may be affected 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. Brazil and China) which are generally considered to present a higher political risk. As a result, the sub fund's investments may be more volatile and/or less liquid.
- 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 risks are generally considered to be higher than in more developed countries.

### Sector Risk

- The sub fund's investments are currently composed of a palette of securities reflecting investments concentrated in nine thematic sectors, including Agriculture, Biotech, Clean Energy, Digital Communication, Generics, Premium Brands, Security, Timber and Water. Any fall in the profitability of any of these sectors may have an adverse impact on the sub fund's NAV.

# Pictet - Global Megatrend Selection

## WHAT ARE THE KEY RISKS?

Risks relating to the use of FDIs

- The sub fund's use of FDIs may become ineffective in efficient portfolio management and / or hedging. The prices of FDIs (such as warrants, options or forwards) can be volatile and the use of FDIs can entail various risks, including liquidity, legal and counterparty risks, especially when they are conducted over-the counter. 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.

Investment Risk

- The sub fund's investment portfolio may fall in value and therefore your investment in the sub fund may suffer losses.

## 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>P USD</i>	<i>P EUR</i>	<i>R USD</i>	<i>HP EUR</i>
Subscription fee*	Up to 5.0%	Up to 5.0%	Up to 5.0%	Up to 5.0%
Switching fee*	Up to 2.0%	Up to 2.0%	Up to 2.0%	Up to 2.0%
Redemption fee*	Up to 1.0%	Up to 1.0%	Up to 3.0%	Up to 1.0%

\*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.

Share classes	Annual rate** (as a % of the share class value)			
	<i>P USD</i>	<i>P EUR</i>	<i>R USD</i>	<i>HP EUR</i>
Management fee	1.6%	1.6%	2.5%	1.6%
Custodian fee	0.02%	0.02%	0.02%	0.02%
Performance fee	NIL			
Administration (service) fee	0.31%	0.31%	0.31%	0.36%

\*\*Per year of the average net assets 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 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.

# Pictet - Global Megatrend Selection

## 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.pictetfunds.hk](http://www.pictetfunds.hk).
- You may also obtain information on the intermediaries from the above-mentioned website.
- The composition of the dividends (i.e. relative amounts paid from net distributable income and capital) for the last 12 months will be provided on the above-mentioned website or from the Hong Kong Representative on request.

## 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.