



# Pictet - Absolute Return Fixed Income - HP EUR

Monthly factsheet  
Marketing material

Data as at 31.01.2023

## At a glance

NAV/share	EUR 96.47
Fund size	EUR 888 mio
Positions	288

## SFDR Classification<sup>1</sup>

Article	Article	Article
6	8	9

## Risk category SRI<sup>2</sup>

Lower risk							Higher risk
1	2	3	4	5	6	7	
Typically lower reward							Typically higher reward

## General information

Legal form	Sub-fund of a SICAV
Regulatory status	UCITS
Domicile	Luxembourg
Inception date	12.12.2013
Launch date	12.12.2013
Share class currency	EUR
Compartment currency	USD
Dividend	Accumulated
ISIN	LU0988402730
Bloomberg	PARFHE LX
Reference index	ICE BofA ESTR Overnight Rate Index (EUR)
Order deadline	T CET 12:00
Billing date	Order date + 1
Settlement date (subscription)	T+3
NAV calculation	Daily
Min. investment horizon (year(s))	3

1. Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on Sustainability-related disclosures in the financial services sector (SFDR). Refer to the Glossary.

2. The SRI value is dated one calendar month before the value date of this document. Please, refer to the definition of SRI in the Glossary.

## Management team

**Andres Sanchez Balcazar, Ella Hoxha**  
Pictet Asset Management SA

## INVESTMENT OVERVIEW

### OBJECTIVE

To achieve a positive return in any market conditions (absolute return).

### REFERENCE INDEX

ICE BofA SOFR Overnight Rate Index (USD), an index that does not take into account environmental, social and governance (ESG) factors. Used for performance measurement.

### PORTFOLIO ASSETS

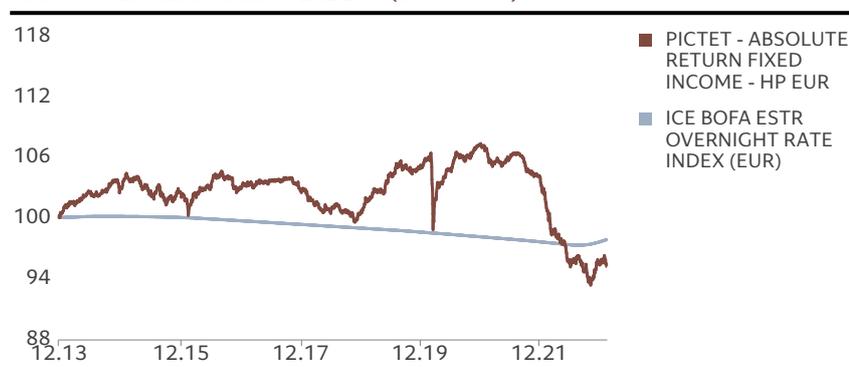
The Compartment mainly invests in a broad range of corporate and government bonds, including convertible bonds. The Compartment invests worldwide and can invest across any sector, credit quality and currency. Money market instruments and deposits may represent a significant component of the Compartment's assets; however, much of its actual performance is likely to derive from exposures created through derivatives and structured products.

### INVESTMENT PROCESS

In actively managing the Compartment, the investment manager uses a two-part

investment approach. It seeks to generate stable return through investments in high-quality money market instruments and bonds and it also seeks extra return through long/short strategies on a range of assets. The investment manager considers ESG factors a core element of its strategy by adopting a tilted approach which seeks to increase the weight of securities with low sustainability risks and/or to decrease the weight of securities with high sustainability risks, subject to good governance practices. Activities that adversely affect society or the environment are also avoided. There may be engagement with companies to positively influence ESG practices. For further information, please refer to our exclusion framework in the Responsible Investment policy\*, SFDR product category Article 8. The portfolio composition is not constrained relative to the benchmark, so the similarity of the Compartment's performance to that of the benchmark may vary.

## Value of 100 EUR invested since 12.12.2013 (Net of fees\*\*)



Current index: ICE BofA ESTR Overnight Rate Index (EUR) valid from 30.09.2021  
From 12.12.2013 to 30.09.2021: EONIA Capitalization Index (EUR)

Source: Pictet Asset Management

\*The Responsible Investment Policy is available at [www.assetmanagement.pictet](http://www.assetmanagement.pictet)

\*\*Including actual ongoing charges and excluding subscription/redemption fees and taxes borne by the investor

## PERFORMANCE DISCLOSURES

The published performance represents past data. Past performance may not be a reliable guide to future performance. There is no guarantee that the same yields will be obtained in the future. The value and income of any of your investments may

fluctuate with market conditions and may lose some or all its value. The fund may be affected by changes in currency exchange rates, which can have an adverse effect on the value or income of the fund.

UCITS AND NON-UCITS DO NOT HAVE A GUARANTEED RETURN AND PREVIOUS RETURNS DO NOT GUARANTEE FUTURE ONES  
Don't take unnecessary risks. Read the prospectus and the Key Investor Information Document before investing



## Fees

Ongoing Costs <sup>1</sup>	0.96%
Performance Fee	-
Entry and exit Costs <sup>2</sup>	-

Source: Pictet Asset Management

1. Please refer to the glossary for definition and to the Performance Fees Calculation Method, if any.

2. We do not charge an entry or exit fee, however the person selling you the product may charge you up to a maximum of 5% for entry fee, up to 1% as an exit fee and up to 2% as a conversion fee.

## Portfolio characteristics

### AS AT END OF JANUARY 2023 (OVER 3 YEARS)

Annualised volatility (%)	3.67
Information Ratio	-0.84
Sharpe Ratio	-0.83
Correlation	-0.03
Average coupon (%)	2.31
Average bond yield (%)	4.34
Weighted avg. mod. duration (years)	3.37

Source: Pictet Asset Management

## PERFORMANCE

### Annualised (%)

	1 YEAR	3 YEARS	5 YEARS	SINCE INC.
Fund	-6.43	-3.26	-1.33	-0.46
Reference index	0.19	-0.27	-0.31	-0.25

### Cumulative (%)

	YTD	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	2 YEARS	3 YEARS	5 YEARS	SINCE INC.
Fund	0.18	0.18	2.08	0.06	-6.43	-10.10	-9.45	-6.49	-4.16
Reference index	0.17	0.17	0.41	0.48	0.19	-0.33	-0.80	-1.56	-2.26

### Calendar Year (%)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Fund	-8.06	-2.91	2.24	4.36	-2.20	-0.24	0.93	-0.87	2.45	0.44
Reference index	-0.03	-0.51	-0.47	-0.40	-0.37	-0.36	-0.32	-0.11	0.10	0.01

Source: Pictet Asset Management

Past performance may not be a reliable guide to future performance. All forms of investment involve risk. The value of investments and the income derived from them is not guaranteed and it can fall as well as rise and you may not get back the original amount invested. Please refer to the Risk Considerations and to the prospectus for more information.

## RISK CONSIDERATIONS

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. The risk indicator assumes you keep the product for 3 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less. This product may be exposed to further risks that are not included in the Summary Risk Indicator, for example:

- Currency risk: where your reference currency differs from the currency

of the share class, you will receive payments in a different currency, so the final return you will get depends on the exchange rate between the reference currency and your local currency.

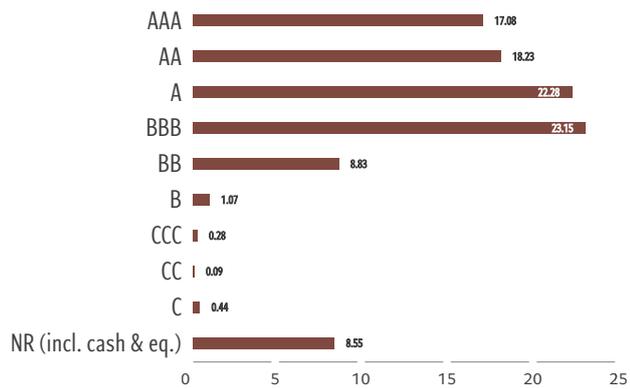
- Financial derivatives risk: the leverage resulting from derivatives amplifies losses in certain market conditions and
- Sustainability risk: the risk arising from any environmental, social or governance events or conditions that, were they to occur, could cause a

material negative impact on the value of the investment.

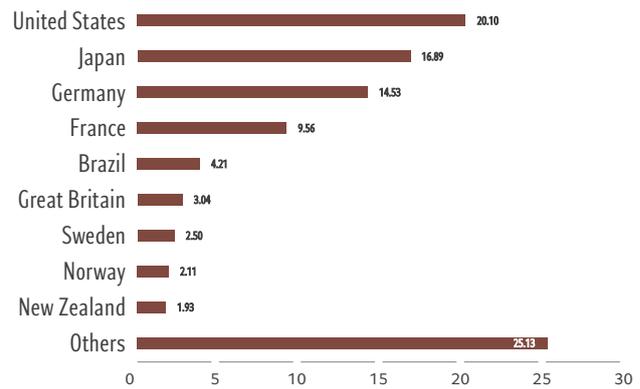
Further information can be found in the prospectus. This product does not include any protection from future market performance so you could lose some or all of your investment. If Pictet Asset Management SA are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme. The indicator shown above does not consider this protection.

## PORTFOLIO BREAKDOWN

### Ratings breakdown (% of asset)



### Risk Country (% of asset)



Source: Pictet Asset Management

## FINANCIAL GLOSSARY

### Average Coupon

The average coupon shows the price weighted aggregate coupon of instruments in a portfolio.

### Average Yield

The average yield shows the price weighted or duration weighted aggregate yield of instruments in a portfolio.

### Conversion fee

Fee paid for the transfer of shares of one unit/share class to another unit/share class.

### Correlation

Correlation shows how a fund's return moves in relation to the benchmark. Highly correlated investments tend to move up and down together while this is not true for investments with low correlation.

### Standard deviation and annualised volatility

Annualised volatility is a risk indicator showing the extent of the price fluctuations of a security or fund unit compared to its average price over a given period. The higher the volatility, the greater the fluctuations.

### Inception date

The inception date is the date taken into account for the start of performance calculation. It corresponds to the launch date.

### Information ratio

The information ratio is a way of measuring the value added by the portfolio manager relative to a benchmark. It is a measure of the risk-adjusted return of a portfolio and is calculated by dividing the active return (portfolio return minus benchmark return) by the tracking error.

### Launch date

The launch date is the date when the sub-fund was activated in its current legal status.

### NAV

An acronym of net asset value.

### Order deadline

Deadline for remittance of orders to the transfer agent in Luxembourg as set out in the relevant annexes to the prospectus. You may be required to submit your orders to your financial advisor or fund distributor by an earlier cut-off time.

### Rating

The rating is a score awarded by rating agencies reflecting their opinion on the creditworthiness of an issuer.

### Sharpe ratio

The Sharpe ratio shows the fund's risk-adjusted performance. It is calculated by dividing the excess return (portfolio return minus risk free return) by the volatility.

### Duration or Average duration

Duration is a measure of the sensitivity of fixed-income instruments to changes in interest rates.

### Ongoing Costs

Ongoing charges are based over 12 months of expenses ending the 31 December of the previous year. It is annually updated, but may be adjusted more frequently. Performance fees and portfolio transaction costs are excluded except in the case of an entry/exit charge paid by the Compartment when buying or selling units/shares in another collective investment undertaking. Estimate of future charges is used for funds younger than 12 months.

### SRI

The Summary Risk Indicator (SRI) is defined by the PRIIPs regulation and is designed to show the relative risk of a product, using a combination of market and credit risk measures.

## This Compartment

	YES	NO
Complies with Article 8 of SFDR <sup>1</sup>	✓	
Integrates ESG Factors and Sustainability Risks based on proprietary and third-party research to evaluate investment risks and opportunities	✓	
Has a Sustainable Investment Objective		✓
Promotes Environmental or Social Characteristics	✓	
Assesses good governance practices of the investee companies	✓	
Conducts Engagement	✓	
Exercises Voting Rights		✓
Considers and, where possible, mitigates adverse impacts of its investments on society and the environment	✓	
Excludes controversial weapons and thermal coal extraction <sup>2/3</sup>	✓	
Excludes thermal coal power generation, unconventional oil & gas exploration and production, conventional weapons and small arms, tobacco production, adult entertainment production and gambling operations <sup>3</sup>	✓	
Excludes conventional oil & gas production, nuclear power generation, military contracting weapon-related products & services, genetically modified organisms development / growth, pesticide <sup>3</sup>		✓
Excludes companies in severe breach of international norms including the UN Global Compact principles on human rights, labour standards, environmental protection and anti-corruption	✓	
Has guidelines in place with regards to ESG methodologies, data sources and processing, and monitors compliance with the binding elements of the fund	✓	
Has a specific ESG index		✓

The decision to invest in the promoted fund should take into account all the characteristics or objectives of the promoted fund as described in its prospectus, or in the information which is to be disclosed to investors.

(1) Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on Sustainability-related disclosures in the financial services sector (SFDR). (2) For passive strategies exclusions are implemented to the extent portfolio structure, weight deviations, volatility and performance are not materially affected. (3) For more information on the revenue threshold applied to the exclusions, please refer to the Pictet Asset Management Responsible Investment Policy. Pictet Asset Management retains full discretion over the implementation of exclusion criteria and reserves the right to deviate from third-party information on a case by case basis.

## ESG GLOSSARY

### SFDR Classification

**Article 9:** Investments that target economic activities that are environmentally and/or socially sustainable, provided that the companies in which the investments are made follow good governance practices.

**Article 8:** Investments that promote environmental and/or social characteristics and may partly target sustainable investments, provided that the companies in which the investments are made follow good governance practices.

**Article 6:** Investments that integrate ESG factors in their decision process in order to enhance their risk-return profile. Portfolios may invest in securities with high sustainability risks.



## Management Company

Pictet Asset Management (Europe) S.A.  
[www.assetmanagement.pictet](http://www.assetmanagement.pictet)

### Important information

For the purposes of this marketing material, "the Fund" means the sub-fund of the fund referred to at the top of page 1 and "the share" designates either "the unit" or "the share", depending on the legal form of the fund. This marketing material is issued by the Fund Management Company, Pictet Asset Management (Europe) S.A., a company authorized and regulated by the Luxembourg regulator "Commission de Surveillance du Secteur Financier". It is neither directed to, nor intended for distribution or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. The information and data presented in this document are not to be considered as an offer or solicitation to buy, sell or subscribe to any securities or financial instruments or services. It cannot be used as a basis for subscription and does not form part of a contract. The latest version of the fund's prospectus, Pre-Contractual Template (PCT) when applicable, Key Information Document (KID), annual and semi-annual reports must be read before investing. They are available free of charge in English on [www.assetmanagement.pictet](http://www.assetmanagement.pictet) or in paper copy at Pictet Asset Management (Europe) S.A., 15 avenue J.F. Kennedy, L-1855 Luxembourg, or at the office of the Fund local agent, distributor or centralizing agent if any. The KID is also available in the local language of each country where the compartment is registered. The prospectus, the PCT, and the annual and semi-annual reports may also be available in other languages, please refer to the website for other available languages. Only the latest version of these documents may be relied upon as the basis for investment decisions. The summary of investors rights (in English and in the different languages of our website) is available here and at [www.assetmanagement.pictet](http://www.assetmanagement.pictet) under the heading "Resources", at the bottom of the page. The list of countries where the Fund is registered can be obtained at all times from Pictet Asset Management (Europe)

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the performance. Indices do not include fees or operating expenses and you cannot invest in them.

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For passive strategies exclusions are implemented to the extent portfolio structure, weight deviations, volatility and performance are not materially affected.

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