



PICTET
ISIN CODES

Emerging Europe	
I EUR	LU0131718073
P dy EUR	LU0208608983
P dy GBP	LU0320649907
P EUR	LU0130728842
R EUR	LU0131719634
Z EUR	LU0230608332
Russian Equities	
HI EUR	LU2273155478
HP dy EUR	LU2273155551
HP EUR	LU0650148660
HR AUD	LU1839537880
HR EUR	LU0650148744
HZ EUR	LU2273155809
I dy USD	LU1574075039
I EUR	LU0338482937
I GBP	LU0859479239
I USD	LU0338482002
P dy GBP	LU0338483232
P dy USD	LU0338482424
P EUR	LU0338483075
P USD	LU0338482267
R EUR	LU0338483158
R USD	LU0338482770
Z USD	LU0340081248



PICTET
Société d'Investissement à Capital Variable
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Notice to the shareholders of the following compartments: Pictet-Emerging Europe and Pictet-Russian Equities

Luxembourg, 1st June 2021

Dear Shareholders,

Notice is hereby given to the shareholders of Pictet - Emerging Europe (the “**Absorbed Compartment**”) and Pictet - Russian Equities (the “**Absorbing Compartment**”) that the board of directors of Pictet (the “**Fund**”) (the “**Board**”) has decided to merge the Absorbed Compartment into the Absorbing Compartment (referred jointly as the “**Compartments**”) (the entire process being thereafter referred to as the “**Merger**”). The effective date of the Merger will be for the net asset value calculated as at 12 July 2021 (the “**Effective date**”).

The attention of the shareholders of the Absorbing Compartment is drawn to the fact that the Merger will occur after the merger planned with another compartment of the Fund, Pictet - Russia Index in May 2021 and also taken with the aim of rationalizing the range of investment products and in the best interest of the shareholders due to limited commercial capacity.

The reason for the Merger, your options, details of the process including further information on the Absorbing Compartment are explained in this letter. Please note that the Merger may trigger specific tax costs depending on your personal circumstances and that your tax situation may change following this Merger. You may wish to consult your tax adviser to analyze the tax impact of the Merger for you and, if you wish to, benefit from the redemption of your shares free of charge at any time until the net asset calculation as at 2 July 2021. In particular, your attention is drawn to the fact that the Absorbed Compartment is categorized as an equity fund under the German Investment Tax Act whereas the Absorbing Compartment is not categorised. If you would like to receive more information about the Merger, please contact us on +352 46 71 71 7666.

Yours faithfully

On behalf of the Fund

Suzanne Berg

Benoit Beisbardt

THE REASON OF THE MERGER

The decision has been taken with the aim of rationalizing the range of investment products and in the best interest of the shareholders due to limited commercial capacity.

YOUR OPTIONS

Shareholders of the Absorbed Compartment have the following three options:

- 1. Take no action:** your shares will automatically be exchanged, free of charges for shares of the Absorbing Compartment as further described in this table:

Pictet-Emerging Europe (EUR)		Pictet-Russian Equities (USD)	
Type of Shares	ISIN Code	Type of Shares	ISIN Code
I EUR	LU0131718073	HI EUR	LU2273155478
P dy EUR	LU0208608983	HP dy EUR	LU2273155551
P dy GBP	LU0320649907	P dy GBP	LU0338483232
P EUR	LU0130728842	HP EUR	LU0650148660
R EUR	LU0131719634	HR EUR	LU0650148744
Z EUR	LU0230608332	HZ EUR	LU2273155809

- 2. Switch your investment to another compartment** by the Absorbed Cut Off Time in the conditions set out in the prospectus of the Fund, free of charge. Before requesting the switch, we invite you to read carefully the Key Investor Information Document (KIID) for any compartment you are considering switching into, and for further information, the prospectus of the Fund, all of which are available at www.assetmanagement.pictet or from the Fund's registered office.
- 3. Redeem your investment** free of charge by the Absorbed Cut Off Time.

From the Effective Date, shareholders of the Absorbed Compartment who have not exercised their right of redemption will be able to exercise their rights as shareholders of the Absorbing Compartment.

Shareholders of the Absorbing Compartment

As shareholders of the Absorbing Compartment, should you not agree with the Merger, you can request the redemption of your shares free of charges by the Absorbing Cut Off Time.

MERGER TIMELINE

NOTICE SENT TO SHAREHOLDERS	1 st June 2021
SUSPENSION OF SUBSCRIPTION IN AND SWITCH INTO THE ABSORBED COMPARTMENT	as from the net asset value calculated as at 1st June 2021
DEADLINE TO REDEEM SHARES IN THE ABSORBED COMPARTMENT OR CONVERT TO ANOTHER COMPARTMENT (“ ABSORBED CUT OFF TIME ”)	by 1:00 pm on 2 July 2021
DEADLINE TO REDEEM SHARES IN THE ABSORBING COMPARTMENT OR CONVERT TO ANOTHER COMPARTMENT (“ ABSORBING CUT OFF TIME ”)	by 1:00 pm on 2 July 2021
SUSPENSION OF DEALING IN THE ABSORBING COMPARTMENT	No suspension

CALCULATION OF SHARE EXCHANGE RATIO (“**EXCHANGE RATIO DATE**”). The Effective Date

MERGER DATE (“**EFFECTIVE DATE**”)

the net asset value as at 12 July 2021 or such later time and date as may be determined by the Board and notified to the shareholders in the Compartments in writing.

CONFIRMATION OF THE MERGER

Each shareholder of the Absorbed Compartment will receive a notification confirming that (i) the Merger has been carried out and (ii) the number of corresponding shares they hold in the Absorbing Compartment after the Merger is complete no later than 2 business days after the Effective Date.

MERGER DETAILS AND PROCEDURE

Key differences between the Absorbed Compartment and the Absorbing Compartment (detail below)

- › While the Absorbed Compartment invest at least two-third of its total assets/total wealth in transferable securities issued by companies with headquarters in and/or whose business is conducted in European emerging countries, the Absorbing Compartment’s portfolio will invest a minimum of two-thirds of its total assets/total wealth in equities or any other kind of “equity”-type security issued by companies that are headquartered in Russia or that conduct the majority of their activity in Russia.
- › While the Absorbed Compartment’s reference currency is EUR, the Absorbing Compartment’s reference is USD.
- › Increase of the maximum management fees for I and A share classes.

In any case, the rights of shareholders of the Absorbed Compartment will still be the same.

All the key features of the Compartment and the main differences between them are set out in a table in the section “Differences between the Compartments”.

Process prior to Merger

On the Effective Date, all assets and liabilities of the Absorbed Compartment will be transferred to the Absorbing Compartment by way of a contribution in kind of all assets and liabilities, in accordance with article 1(20)(a) of the law dated 17 December 2010 on undertakings for collective investment, as amended (the “**2010 Law**”). All of the Absorbed Compartment’s debts will be paid by the Absorbed Compartment prior to the Merger and have already been accrued in the net asset value of the Absorbed Compartment.

In the days prior to the Merger, the Absorbed Compartment’s portfolio will be rebalanced in view of the Merger. Therefore, the contribution of the Absorbed Compartment to the Absorbing Compartment may be performed in shares and/or in cash. The transaction costs in relation with the rebalancing of the Absorbed Compartment’s portfolio will be borne by the Absorbed Compartment.

No rebalancing of the Absorbing Compartment portfolio will occur after the Merger.

Dissolution of the Absorbed Compartment

The Absorbed Compartment will cease to exist as a result of the Merger and thereby will be dissolved on the Effective Date without going into liquidation.

Exchange ratio

The exchange ratio for the Merger will be 6 decimal places and shall be established on the Effective Date (the “**Exchange Ratio Date**”).

The exchange ratio is based on the net asset value per share in effect that day for both Compartments.

Due to the difference of the reference currency between the Compartments, shareholders of the Absorbed Compartment may be exposed to a different currency exchange risk, depending on the share class into which they are invested. Due to the possible difference in net asset value per share between the relevant classes of shares of the Absorbed Compartment and the relevant classes of shares of the Absorbing Compartment, the number of shares that shareholders of the Absorbed Compartment will receive in the Absorbing Compartment may differ from the number they held in the Absorbed Compartment, but the value of their shareholding will be the same.

Costs

Any legal, advisory or administrative costs in relation with the Merger will be borne by the management company of the Fund, Pictet Asset Management (Europe) S.A.

Publication of the Effective Date

This information shall also be made publicly available, when regulatory mandatory, in other jurisdictions where shares of the Absorbing Compartment are distributed.

ADDITIONAL INFORMATION

The following documents are available at the registered office of the Fund on request and free of charge to the shareholders of the Compartments:

- › The merger project drawn up by the Board containing detailed information on the Merger in English version (the “**Merger Project**”);
- › Following the Effective Date, the report of the independent auditor, Deloitte Audit S.à r.l verifying the valuation of assets and liabilities and the applicable exchange ratio as requested by the 2010 Law;
- › The articles of incorporation of the Fund;
- › The prospectus of the Fund;
- › The KIID of the Absorbing Compartment.

DIFFERENCES BETWEEN COMPARTMENTS

The table compares the relevant information between the Compartments. Defined terms will have the same meaning as in the prospectus of the Fund.

Shareholders are encouraged to read the Fund’s prospectus, as well as the relevant key investor information document, all of which are available at www.assetmanagement.pictet or from the Fund’s registered office.

PICTET – EMERGING EUROPE**PICTET – RUSSIAN EQUITIES**

**Investment policy
and objectives**

This Compartment invests at least two-thirds of its total assets/ total wealth in transferable securities issued by companies with headquarters in and/or whose main business is conducted in European emerging countries.

This Compartment will also invest in securities traded on the Russian “RTS Stock Exchange”.

This Compartment will hold a diversified portfolio, generally composed of securities issued by listed companies. These securities may be ordinary or preference shares, convertible bonds and to a lesser extent warrants on transferable securities and options. In addition, the Compartment may also invest up to 10% of its net assets in UCITS and other UCIs, including other Compartments of the Fund pursuant to Article 181 of the 2010 Act.

The Compartment may also invest in depositary receipts (such as ADR, GDR, EDR).

The Compartment may also invest in emerging countries other than European emerging countries.

The Compartment will invest a minimum of two-thirds of its total assets/total wealth in equities or any other kind of “equity”-type security issued by companies that are headquartered in Russia or that conduct the majority of their activity in Russia. These other “equity”-type securities may be American depositary receipts (ADRs), European depositary receipts (EDRs) and Global depositary receipts (GDRs), whose underlying assets are issued by companies domiciled in Russia then traded on regulated markets outside these countries, mainly in the US and in Europe.

This Compartment will hold a diversified portfolio, generally composed of securities issued by listed companies. These securities may be ordinary or preferred shares, convertible bonds and, to a lesser extent, warrants and options.

This Compartment may also invest in securities traded on the Moscow Stock Exchange.

In addition, the Compartment may also invest up to 10% of its net assets in UCITS and other UCIs, including other Compartments of the Fund pursuant to Article 181 of the 2010 Act.

Investments in debt instruments will not exceed 15%.

The Compartment will not invest more than 10% of its assets in bonds or any other debt security, including convertible bonds, money market instruments, derivatives and/or structured products whose underlayers are, or offer exposure to, bonds or similar debt and interest-rate securities.

By analogy, investments in undertakings for collective investment whose main objective is to invest in the assets listed above are also included in the 10% limit.

The Compartment may also invest in structured products, such as bonds or other transferable securities whose returns are linked to the performance of an index, transferable securities or a basket of transferable securities, or an undertaking for collective investment, for example.

The Compartment may enter into Securities Lending Agreements and Repurchase and Reverse Repurchase Agreements in order to increase its capital or its income or to reduce its costs or risks.

The Compartment may use derivative techniques and instruments for efficient management, within the limits specified in the investment restrictions.

The investment process integrates ESG factors based on proprietary and third-party research to evaluate investment risks and opportunities. When selecting the Compartment’s investments, securities of issuers with high sustainability risks may be purchased and retained in the Compartment’s portfolio.

MSCI EM Europe 10/40 (EUR).

MSCI Russia 10/40 (USD).

	PICTET – EMERGING EUROPE	PICTET – RUSSIAN EQUITIES
Reference index	Used for risk monitoring, performance objective and performance measurement. The performance of the Compartment is likely to be significantly different from that of the benchmark, because the Manager has significant discretion to deviate from its securities and weightings.	
Exposure to total return swaps, securities lending transactions, reverse repurchase agreements and repurchase agreements	The expected level of exposure to Securities Lending Agreements amounts to 10% of the Compartment's net assets. The Compartment does not expect to be exposed to total return swaps, Repurchase Agreements and Reverse Repurchase Agreements.	
German Investment Tax Act restriction	At least 51% of the Compartment's net assets shall be invested in physical equities (to the exclusion of ADRs, GDRs, derivatives and of any lent securities) that are listed on a stock exchange.	Not categorised
Typical Investor Profile	<p>The Compartment is an actively managed investment vehicle for investors:</p> <ul style="list-style-type: none"> › Who wish to invest in shares issued by companies with headquarters in and/or whose main business is conducted in emerging Europe, including Russia and Turkey. › Who are willing to bear significant variations in market value and thus have a low aversion to risk. 	<p>The Compartment is an actively managed investment vehicle for investors:</p> <ul style="list-style-type: none"> › Who wish to invest in shares issued by companies with headquarters in Russia and/or whose main business is conducted in Russia. › Who are willing to bear significant variations in market value and thus have a low aversion to risk.
Manager(s)	Pictet Asset Management Limited	
Risk management method	Commitment approach	
Cut-off time for receipt of subscription and redemption orders	By 1:00 pm on the relevant Valuation Day	
Frequency of net asset value calculation	<p>The net asset value will be determined as at each Banking Day (the "Valuation Day").</p> <p>However, the Board reserves the right not to calculate the net asset value or to calculate a net asset value that cannot be used for trading purposes due to closure of one or more markets in which the Compartment is invested and/or which it uses to value a material part of the assets.</p> <p>For further information, please refer to our website www.assetmanagement.pictet.</p>	
Calculation Day	The calculation and publication of the net asset value as at a Valuation Day will take place on the relevant Valuation Day (the " Calculation Day ").	
Payment value date for subscriptions and redemptions	Within 3 Week Days following the applicable Valuation Day.	
Currency	EUR	USD

	PICTET – EMERGING EUROPE	PICTET – RUSSIAN EQUITIES
SRRI	6	I EUR, P EUR, R EUR : 7 Pdy GBP : 6
Initial minimum subscription amount	I: EUR 1 million A: Please refer to www.assetmanagement.pictet P: - R: - Z: -	I: USD 1 million A: Please refer to www.assetmanagement.pictet P: - R: - Z: -
Maximum Management fees	I: 1.80% A: 1.80% P: 2.40% R: 2.90% Z: 0%	I: 1.90% A: 1.90% P: 2.40% R: 2.90% Z: 0%
Maximum Service fees⁽¹⁾	I: 0.80% A: 0.80% P: 0.80% R: 0.80% Z: 0.80%	I: 0.80% A: 0.80% P: 0.80% R: 0.80% Z: 0.80%
Maximum Depository Bank fees	I: 0.30% A: 0.30% P: 0.30% R: 0.30% Z: 0.30%	I: 0.30% A: 0.30% P: 0.30% R: 0.30% Z: 0.30%

(1) An additional 5 basis point fee applies for hedged share classes