

Pictet - Robotics - HP EUR

Risk and reward profile

Don't take unnecessary risks.
Read the Key Investor
Information Document.

Lower Risk	Higher Risk
1 2 3 4 5	6 7
Typically lower rewards	Typically higher rewards

Market review

Markets continued to fall following the Russian invasion of Ukraine; the MSCI World fell 2.5% and the S&P 500 fell 3%. The MSCI World Information Technology (-4.7%) fell as investors feared the consequences of US monetary tightening and the consequences of war. Within Tech, semiconductors outperformed - the SOX fell just 1.4% due to an ongoing shortage of semiconductors and tight supply constraints. Industrials (-1.7%) were mixed overall, as some companies benefit from higher oil prices, while more cyclical names have sold off hard.

Performance analysis

The fund was broadly in line the MSCI All Country World. Enabling Technologies, Consumer Services & Applications and Automation all lagged. Within Automation, Zendesk and Altair outperformed while RingCentral, Salesforce and KLA Corp underperformed. Within Enabling Technologies Xilinx and Micron outperformed while Infineon and Microchip Technology underperformed. Within Consumer Services & Applications, Elekta and Baidu underperformed.

Portfolio activity - overweightings & underweightings

We bought shares in AMD following the Xilinx acquisition and in TSMC. We started adding to some winning companies that we think have sold off too hard. We sold shares in Xilinx following the AMD acquisition and trimmed some positions that we feel are more cyclically exposed.

Market outlook

The move to a more hawkish US monetary policy has concerned investors. Stubbornly high inflation has not yet impacted mid-term inflation expectations, but inflation remains an open question. The level of long-term interest rates clearly affects companies' valuation although a flattening yield curve suggests the bigger risk at present is that the Federal Reserve overtightens - Fed officials have repeatedly reminded investors they will remain data dependent. Q4 earnings season has been overall positive, companies are messaging more constructively than market prices seem to imply. While portfolio exposure to Russia is extremely small, war between Russia and Ukraine clearly increases the risk premium for equities. We remain fairly optimistic on our portfolio holdings despite the ongoing sell-off in markets year to date.

Portfolio strategy

We continue to see strong secular growth around the theme that the strategy is targeting. Technology stocks have overall continued to perform well, reflecting their strong fundamentals. We think there is likely be further M&A in the coming quarters as the difference between well and poorly positioned companies becomes ever more stark.

General information

Legal form	Sub-fund of a SICAV
Regulatory status	UCITS
Domicile	Luxembourg
Inception date	07.10.2015
Launch date	07.10.2015
Share class currency	EUR
Compartment currency	USD
ISIN	LU1279334996
Reference index	MSCI AC World Hedged to EUR
Min. investment horizon (year(s))	5

Fees

Ongoing charges (OCR)	2.04%
Performance fee (excluded from OCR)	-
Management fee (included in OCR)	1.60%
Max. conversion fee	2.00%
Max. subscription fee	5.00%
Max. redemption fee	3.00%

Management team

Peter Lingen
John Gladwyn
Francesco Pighini

Source: Pictet Asset Management

Further information can be found in the prospectus.

Pictet Asset Management

For further information,
please visit our website
assetmanagement.pictet

Important Information

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 contained in this document is for information purposes only. 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, Key Investor Information Document, annual and semi-annual reports must be read before investing. They are available in English and in the local language of each country where the compartment is registered, free of charge on www.assetmanagement.pictet or 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. In Switzerland, the representative agent is Pictet Asset Management S.A. and the paying agent is Banque Pictet & Cie S.A. Pictet Asset Management (Europe) S.A. has not taken any steps to ensure that the securities referred to in this document are suitable for any particular investor and this document is not to be relied upon in substitution for the exercise of independent judgment. Tax treatment depends on the individual circumstances of each investor and may be subject to change in the future. Before making any investment decision, investors are recommended to ascertain if this investment is suitable for them in light of their financial knowledge and experience, investment goals and financial situation, or to obtain specific advice from an industry professional. Holdings do not represent the full portfolio. There is no guarantee that these securities will be held in the future and you should not assume that investment in the securities listed was, or will be profitable. Any reference to a ranking, a rating or an award provides no guarantee for future performance results and is not constant over time. For hedged share classes, only the compartment's consolidation currency is hedged into the share class currency. Foreign exchange exposure, resulting from assets in the portfolio which are not denominated in the consolidation currency, can remain. NAVs relating to dates on which shares are not issued or redeemed ("non-trading NAVs") in your country may be published here. They can only be used for statistical performance measurements and calculations or commission calculations and cannot under any circumstances be used as a basis for subscription or redemption orders. 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. Performance is shown based on the share class NAV per share (in the share class currency) with dividends reinvested (for distributing share classes), including actual ongoing charges, and excluding subscription/redemption fees and taxes borne by the investor. Inflation was not taken into account. As a subscription fee calculation example, if an investor invests EUR 1000 in a fund with a subscription fee of 5%, he will pay to his financial intermediary EUR 47.62 on his investment amount, resulting with a subscribed amount of EUR 952.38 in fund shares. In addition, potential account keeping costs (by your custodian) may reduce the performance. Indices do not include fees or operating expenses and you cannot invest in them.

Any index data referenced herein remains the property of the Data Vendor. Data Vendor Disclaimers are available on assetmanagement.pictet under "Resources" section.

No part of this material may be copied or redistributed without Pictet Asset Management prior written consent. ©2019 Pictet