

Pictet - Japan Index - P EUR

RISK CONSIDERATIONS

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 prospectus for further information.

MARKET REVIEW

Japanese equities experienced a turbulent first quarter, with the MSCI Japan Index rising just 2.9% after surrendering most of its early gains. The market began strongly, buoyed by expectations of US Federal Reserve rate cuts and enthusiasm for AI. The Liberal Democratic Party's historic lower house election victory in February further accelerated gains, with the Nikkei 225 briefly surpassing 59,000 to reach a new all-time high. However, the MSCI Japan fell 10.8% in March as the Iran conflict triggered a surge in the price of crude oil and the market started to price in the impact of the closure of the Strait of Hormuz. There was also a significant outflow from the market by foreign investors. Energy outperformed on higher oil prices, while Communication Services, Consumer Discretionary and IT lagged.

PERFORMANCE ANALYSIS

During this period, the portfolio's performance closely matched that of its benchmark. With all the benchmark securities being held, the cumulative tracking error of the portfolio relative to its benchmark remained small. The fund applies a filter to exclude companies that are involved in controversial weapons. No stock was excluded from this fund for ESG reasons.

PORTFOLIO ACTIVITY - OVERWEIGHTINGS & UNDERWEIGHTINGS

During the quarter, the total two-way turnover for the benchmark MSCI Japan Index was 1.70%. Some 2 additions, 4 deletions and 26 other changes (number of outstanding shares, inclusion factors) accounted for a two-way turnover of 0.49%, 0.26% and 0.95%, respectively. These figures can be broken down between the review rebalancing and the quarter without the rebalancing: - The rebalancing, which took place as of the closing of 27 February 2026, created a two-way turnover of 0.99%, with 2 additions (0.49%), 4 deletions (0.26%) and 24 other changes (0.23%). - The quarter, without taking into account the rebalancing, experienced a two-way turnover of 0.71%, with 2 other changes (0.71%). There were no deletions. For the full quarter, the largest significant daily weight increases at the stock level were: IBIDEN CO (0.28%; 2/27/2026) and SHIMIZU CORP (0.21%; 2/27/2026), while the largest significant daily weight decreases at the stock level were: TOYOTA INDUSTRIES CORP (-0.35%; 3/26/2026) and TREND MICRO (-0.08%; 2/27/2026).



MARKET OUTLOOK

The outlook for Japanese equities in 2026 requires balancing near-term cyclical headwinds against longer-term structural tailwinds. Higher energy costs will likely constrain earnings growth in the near term. Japan's longer-term structural story remains intact, however. The combination of corporate governance reforms (TOPIX's 12-month forward ROE reaching 10%), expansionary fiscal policy (record 122.31 trillion yen budget for fiscal year 2026), improving real wages (1.9% year-over-year in February, the fastest pace since 2021), and gradual monetary normalisation creates a supportive foundation for medium-term returns. Valuation discipline remains essential given dispersion across the market, with opportunities likely emerging from the rotation away from stretched momentum names.

PORTFOLIO STRATEGY

Our performance replication methodology aims to construct a portfolio that closely mirrors a fully replicated benchmark, meaning a portfolio that holds the same number of stocks with identical weights. The extent to which the fund can fully replicate the performance of the index depends on factors such as cash inflows and outflows, the trading liquidity of individual index stocks, the exclusion requirements and the minimum trade size compatible with reasonable transaction costs and round-lot constraints.



General information

Legal form	Sub-fund of a SICAV
Domicile	Luxembourg
Launch date	2006-11-17
Inception date	08.06.2011
Share class currency	EUR
Compartment currency	JPY
ISIN	LU0474966750
Reference index	MSCI Japan (EUR)
Min. investment horizon (year(s))	5

INVESTMENT OVERVIEW

Objective

To achieve a performance comparable to the reference index.

Portfolio Assets

The Fund invests in equities of companies that are included in the reference index, aiming at a full physical replication of the reference index. The portfolio of the Fund may not exactly match the composition of the reference index.

Investment Process

In passively managing the Fund, the Investment Manager seeks to minimise the difference between returns of the portfolio and those of the reference index. The Investment Manager may invest in issuers with any environmental, social, and governance (ESG) profile. It methodically exercises voting rights and engages with selected issuers in order to positively influence ESG practices, SFDR product category Article 6.

Effective Fees (%)

Ongoing Costs (OCR)	0.45
Performance Fee	-
Entry, Exit, and Conversion fees charged by Pictet Asset Management	-

Source: Pictet Asset Management

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

Management team

David Billaux, Samuel Gorgerat



Management Company

Pictet Asset Management (Europe) S.A.

6B, rue du Fort Niedergruenewald, L-2226 Luxembourg, Grand Duchy of Luxembourg

pictet.com/assetmanagement

The management company is regulated by the Commission de Surveillance du Secteur Financier (CSSF).

Important Information for all investors excepted investors based in the United Kingdom

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. The promoted fund concerns the acquisition of units or shares in a fund, and not in a given underlying asset such as building or shares of a company, as these are only the underlying assets owned by the fund. This marketing material is issued by the Fund Management Company. 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. 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The summary of investors rights (in English and in the different languages of our website) is available here (<https://am.pictet.com/ch/en/legal-documents-and-notes/summary-of-investor-rights>) and at www.assetmanagement.pictet.com 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 the management company, which may decide to terminate the arrangements made for the marketing of the Fund or compartments of the Fund in any given country. In Switzerland, the representative agent is Pictet Asset Management S.A. and the paying agent is Banque Pictet & Cie S.A. The management company 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. Top 10 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. 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 $(EUR\ 1000 / 105) * 100 = EUR\ 952.38$ in fund shares. The calculation method used is as follows: $\text{subscribed amount} = (\text{trade order amount} / (100 + \text{subscription fee rate})) * 100$. 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. 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. 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. For more information, please refer to the Pictet Asset Management Responsible Investment Policy. For passive strategies exclusions are implemented to the extent portfolio structure, weight deviations, volatility and performance are not materially affected. The Market Data Specific Terms and Conditions shall apply to any individual or legal entity that receives from Pictet Asset Management market data such as, but not limited to, prices, ratings, indexes, regulatory data, research data and other information regarding financial instruments or other investments. They are available here <https://am.pictet.com/ch/en/legal-documents-and-notes/market-data-specific-terms-and-conditions>.

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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. Top 10 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. 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. 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