

# Pictet Select

Investment Company with Variable Capital,  
Luxembourg

June 30, 2019

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Unaudited semi-annual report



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No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus accompanied by the Key Investor Information Documents ("KIIDs"), the latest annual report, including audited financial statements, and the most recent unaudited semi-annual report, if published thereafter.

## Table of contents

Organisation of the SICAV	4
General information	5
Distribution abroad	6
Financial statements	
Statement of net assets	7
Statement of operations and changes in net assets	9
Sub-fund : Pictet Select - Callisto	
- Statement of investments and other net assets	12
- Geographical and industrial classification of investments	13
Sub-fund : Pictet Select - Global Long/Short Equity	
- Statement of investments and other net assets	14
- Geographical and industrial classification of investments	15
Sub-fund : Pictet Select - Orion	
- Statement of investments and other net assets	16
- Geographical and industrial classification of investments	17
Notes to the financial statements as at June 30, 2019	18
Other information to Shareholders	26

## Organisation of the SICAV

### Registered Office

15, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Board of Directors of the SICAV

#### *Chairman*

Mr Nicolas TSCHOPP  
General Counsel  
Pictet Asset Management SA  
Geneva  
Switzerland

#### *Directors*

Mr Francesco ILARDI  
Executive Vice President  
Pictet Alternative Advisors SA  
Geneva  
Switzerland

Mr Justin EGAN  
Independent Director  
Carne Global Financial Services Limited  
Dublin  
Ireland

Mr Thomas NUMMER  
Independent Director  
Trinova S.A.  
5, rue Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

Mrs Tracey MCDERMOTT  
Independent Director  
Gemini Governance & Advisory Solutions  
S.à r.l.  
8, An Der Uecht  
L-5371 Schuttrange  
Grand Duchy of Luxembourg

### Management Company

Pictet Asset Management (Europe) S.A.  
15, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Depository Bank

Pictet & Cie (Europe) S.A.  
15A, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Domiciliation Agent, Transfer Agent, Administrative Agent and Paying Agent

FundPartner Solutions (Europe) S.A.  
15, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Investment Manager

Pictet Alternative Advisors SA  
60, route des Acacias  
CH-1211 Geneva 73  
Switzerland

### Independent Auditor

Ernst & Young S.A.  
35E, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Legal Advisor

Elvinger Hoss Prussen, *société anonyme*  
2, place Winston Churchill  
L-1340 Luxembourg  
Grand Duchy of Luxembourg

### Counterparty on forward foreign exchange contracts (note 9)

Pictet & Cie (Europe) S.A. Luxembourg

## General information

The financial year of Pictet Select (the "SICAV") ends on December 31 in each year.

Annual reports, including audited financial statements, of the SICAV made up to December 31 in each year are prepared in EUR, the SICAV's reference currency.

The SICAV publishes annual reports, including audited financial statements, within four months of the end of the financial year and unaudited semi-annual report within two months of the end of the reference period.

These reports are made available to Shareholders at the SICAV's registered office and from the Depositary Bank and foreign agents involved in marketing the SICAV abroad.

The most recent prospectus and the list of changes in the composition of the securities portfolio over the financial year are available free of charge at the SICAV's registered office.

### Additional information for German investors

#### *Payment and Information Agent in Germany*

Deutsche Bank AG  
Taunusanlage 12  
D-60325 Frankfurt/Main  
Germany

Applications for the redemption and conversion of shares may be addressed to the Paying and Information Agent in Germany.

Shareholders may request that redemption proceeds, any dividends distributed and any other payments to be made to them pass through the Paying and Information Agent in Germany.

Copies of the most recent full prospectus, the Key Investor Information Documents, the articles of incorporation of the SICAV and the most recent annual and semi-annual reports may be obtained free of charge from the Paying and Information Agent in Germany. Subscription, redemption and conversion prices of shares as well as all other notices to shareholders may also be obtained free of charges from the Paying and Information Agent in Germany.

Furthermore, the following documents are available free of charge for consultation at the offices of the Paying and Information Agent in Germany:

- the Management agreement concluded between the SICAV and the Management Company;
- the Depositary agreement concluded between Pictet & Cie (Europe) S.A. and the SICAV.

In addition, subscription and redemption prices as well as any notices to shareholders shall be published each trading day in the "Börsen-Zeitung".



## Statement of net assets as at June 30, 2019

	COMBINED	PICTET SELECT - CALLISTO	PICTET SELECT - GLOBAL LONG/SHORT EQUITY
	EUR	EUR	EUR
<b>ASSETS</b>			
Investments in securities at acquisition cost (note 2)	118,972,091.46	39,081,128.35	35,116,559.20
Net unrealised gain/loss on investments	-844,666.13	19,422.76	419,966.45
Investments in securities at market value (note 2)	<b>118,127,425.33</b>	<b>39,100,551.11</b>	<b>35,536,525.65</b>
Cash at banks (note 2)	6,752,508.02	550,773.88	0.00
Bank deposits (note 2)	250,000.00	0.00	250,000.00
	<b>125,129,933.35</b>	<b>39,651,324.99</b>	<b>35,786,525.65</b>
<b>LIABILITIES</b>			
Bank overdraft (note 2)	105.49	0.00	105.49
Management fees payable (note 4)	239,525.83	82,393.19	83,411.49
"Taxe d'abonnement" payable (note 3)	15,237.99	4,816.99	4,261.92
Net unrealised loss on forward foreign exchange contracts (notes 2, 9)	6,073.47	1,692.05	4,381.42
Credit line on loans and guarantees (note 10)	278,929.16	210,964.47	67,964.69
Other fees payable (note 6)	165,846.57	39,258.50	78,313.99
	<b>705,718.51</b>	<b>339,125.20</b>	<b>238,439.00</b>
<b>TOTAL NET ASSETS AS AT JUNE 30, 2019</b>	<b>124,424,214.84</b>	<b>39,312,199.79</b>	<b>35,548,086.65</b>
<b>TOTAL NET ASSETS AS AT DECEMBER 31, 2018</b>	<b>163,126,462.51</b>	<b>42,702,665.13</b>	<b>56,655,059.13</b>
<b>TOTAL NET ASSETS AS AT DECEMBER 31, 2017</b>	<b>564,911,358.11</b>	<b>60,949,764.85</b>	<b>434,423,308.42</b>

The accompanying notes form an integral part of these financial statements.

## Statement of net assets as at June 30, 2019 (continued)

PICTET SELECT - ORION

EUR

ASSETS	
Investments in securities at acquisition cost (note 2)	44,774,403.91
Net unrealised gain/loss on investments	-1,284,055.34
Investments in securities at market value (note 2)	<b>43,490,348.57</b>
Cash at banks (note 2)	6,201,734.14
Bank deposits (note 2)	0.00
	<b>49,692,082.71</b>
LIABILITIES	
Bank overdraft (note 2)	0.00
Management fees payable (note 4)	73,721.15
"Taxe d'abonnement" payable (note 3)	6,159.08
Net unrealised loss on forward foreign exchange contracts (notes 2, 9)	0.00
Credit line on loans and guarantees (note 10)	0.00
Other fees payable (note 6)	48,274.08
	<b>128,154.31</b>
<b>TOTAL NET ASSETS AS AT JUNE 30, 2019</b>	<b>49,563,928.40</b>
<b>TOTAL NET ASSETS AS AT DECEMBER 31, 2018</b>	<b>63,768,738.25</b>
<b>TOTAL NET ASSETS AS AT DECEMBER 31, 2017</b>	<b>41,616,181.39</b>

## Statement of operations and changes in net assets for the period ended June 30, 2019

	COMBINED	PICTET SELECT - CALLISTO	PICTET SELECT - GLOBAL LONG/SHORT EQUITY
	EUR	EUR	EUR
<b>NET ASSETS AT THE BEGINNING OF THE PERIOD</b>	<b>163,126,462.51</b>	<b>42,702,665.13</b>	<b>56,655,059.13</b>
<b>INCOME</b>			
Bank interest (note 2)	63.29	63.29	0.00
Other income	231,239.58	20,537.37	178,499.05
	231,302.87	20,600.66	178,499.05
<b>EXPENSES</b>			
Management fees (note 4)	503,744.35	167,783.95	175,381.48
Depository fees, bank charges and interest (note 4)	38,128.74	12,210.68	10,929.31
Other expenses	137,605.05	40,436.70	41,076.84
Professional fees	13,562.93	13,562.93	0.00
Service fees (note 4)	98,551.63	32,395.22	23,211.00
"Taxe d'abonnement" (note 3)	8,919.93	3,344.06	1,867.76
Audit fees	7,608.99	2,428.12	0.00
Transaction fees (note 2)	78,915.12	2,346.60	71,388.52
	887,036.74	274,508.26	323,854.91
<b>NET INVESTMENT LOSS</b>	<b>-655,733.87</b>	<b>-253,907.60</b>	<b>-145,355.86</b>
Net realised gain/loss:			
- on sales of investments (note 2)	-1,120,105.81	-31,013.20	-803,997.01
- on foreign exchange (note 2)	-4,322.59	-970.18	-3,352.41
- on forward foreign exchange contracts	160,740.27	118,168.41	42,571.86
	<b>-1,619,422.00</b>	<b>-167,722.57</b>	<b>-910,133.42</b>
Change in net unrealised appreciation/depreciation:			
- on investments (note 2)	3,715,729.91	1,396,595.69	2,637,775.07
- on forward foreign exchange contracts	-5,803.48	-8,553.51	2,750.03
<b>INCREASE/DECREASE IN NET ASSETS AS A RESULT OF OPERATIONS</b>	<b>2,090,504.43</b>	<b>1,220,319.61</b>	<b>1,730,391.68</b>
Proceeds from subscriptions of shares	7,521,093.87	857,179.94	2,745,760.74
Cost of shares redeemed	-48,397,540.09	-5,543,308.37	-25,591,475.54
Revaluation difference*	83,694.12	75,343.48	8,350.64
<b>NET ASSETS AT THE END OF THE PERIOD</b>	<b>124,424,214.84</b>	<b>39,312,199.79</b>	<b>35,548,086.65</b>

\* The difference mentioned above is the result of fluctuations in the exchange rates used to convert the different items related to share classes denominated in a currency other than the currency of the sub-funds into the currency of the related sub-funds between December 31, 2018 and June 30, 2019.

## Statement of operations and changes in net assets for the period ended June 30, 2019 (continued)

PICTET SELECT - ORION

EUR

<b>NET ASSETS AT THE BEGINNING OF THE PERIOD</b>	<b>63,768,738.25</b>
<b>INCOME</b>	
Bank interest (note 2)	0.00
Other income	32,203.16
	32,203.16
<b>EXPENSES</b>	
Management fees (note 4)	160,578.92
Depositary fees, bank charges and interest (note 4)	14,988.75
Other expenses	56,091.51
Professional fees	0.00
Service fees (note 4)	42,945.41
"Taxe d'abonnement" (note 3)	3,708.11
Audit fees	5,180.87
Transaction fees (note 2)	5,180.00
	288,673.57
<b>NET INVESTMENT LOSS</b>	<b>-256,470.41</b>
Net realised gain/loss:	
- on sales of investments (note 2)	-285,095.60
- on foreign exchange (note 2)	0.00
- on forward foreign exchange contracts	0.00
	-541,566.01
Change in net unrealised appreciation/depreciation:	
- on investments (note 2)	-318,640.85
- on forward foreign exchange contracts	0.00
<b>INCREASE/DECREASE IN NET ASSETS AS A RESULT OF OPERATIONS</b>	<b>-860,206.86</b>
Proceeds from subscriptions of shares	3,918,153.19
Cost of shares redeemed	-17,262,756.18
Revaluation difference*	0.00
<b>NET ASSETS AT THE END OF THE PERIOD</b>	<b>49,563,928.40</b>

\* The difference mentioned above is the result of fluctuations in the exchange rates used to convert the different items related to share classes denominated in a currency other than the currency of the sub-funds into the currency of the related sub-funds between December 31, 2018 and June 30, 2019.

## Number of shares outstanding and net asset value per share

SUB-FUND	CLASS	CURRENCY	NUMBER OF SHARES OUTSTANDING 30.06.2019	NET ASSET VALUE PER SHARE 30.06.2019	NET ASSET VALUE PER SHARE 31.12.2018	NET ASSET VALUE PER SHARE 31.12.2017
Pictet Select - Callisto						
	I EUR	EUR	291,852.67	99.45	96.70	104.06
	J EUR	EUR	100.00	101.86	98.92	106.15
	P EUR	EUR	99.00	98.36	95.95	103.50
	R EUR	EUR	29,015.63	93.55	91.49	99.17
	Z EUR	EUR	100.00	110.46	107.01	113.78
	HI CHF	CHF	44,236.97	94.77	92.36	99.83
	HJ CHF	CHF	2,500.00	97.08	94.49	101.86
	HP CHF	CHF	2,250.00	93.73	91.64	99.29
	HZ CHF	CHF	100.00	107.35	104.22	111.33
	HI GBP	GBP	6,593.12	103.54	100.16	106.79
	HR GBP	GBP	100.00	97.40	94.75	101.77
	HZ GBP	GBP	100.00	115.47	111.28	117.24
	HI USD	USD	21,009.00	106.93	102.42	107.26
	HJ USD	USD	6,026.00	109.58	104.81	109.48
	HP USD	USD	100.00	105.76	101.62	106.67
Pictet Select - Global Long/Short Equity						
	A EUR	EUR	147,353.00	100.29	96.51	102.93
	B EUR	EUR	100.00	98.52	95.02	101.73
	I EUR	EUR	163,224.19	94.52	91.37	98.39
	P EUR	EUR	33,752.59	95.22	92.11	99.34
	HA USD	USD	4,585.00	108.29	102.64	106.46
	HB USD	USD	100.00	106.39	101.06	105.20
	HJ USD	USD	17,231.00	110.62	105.18	109.85
Pictet Select - Orion						
	I EUR	EUR	461,036.85	95.54	96.98	100.25
	P EUR	EUR	57,888.31	95.30	96.79	100.16

**Statement of investments and other net assets as at June 30, 2019 (expressed in EUR)**  
**Pictet Select - Callisto**

DESCRIPTION	CURRENCY	QUANTITY	MARKET VALUE (NOTE 2)	% OF NET ASSETS
<b>Units of investment funds</b>				
<b>Ireland</b>				
FORT GLOBAL - CONTRARIAN FUND B EUR	EUR	1,595.80	1,885,693.03	4.80
IPM - SYSTEMATIC MACRO UCITS I EUR HEDGED	EUR	1,187.15	1,176,587.49	2.99
MAGA SMALLER COMPANIES UCITS EUR -ACC-	EUR	28,217.75	2,961,170.69	7.53
MAJEDIE AM (INTL) IFC - TORTOISE Z EUR H	EUR	3,132,673.40	2,719,411.13	6.92
WINTON - DIVERSIFIED FUND I EUR -ACC-	EUR	21,599.70	2,199,994.65	5.60
			<b>10,942,856.99</b>	<b>27.84</b>
<b>Luxembourg</b>				
ALKEN FUND - ABSOLUTE RETURN EUROPE - I	EUR	20,433.42	2,941,185.94	7.48
BOUSSARD & GAVAUDAN ABSOLUTE RETURN Z - ACC-	EUR	1,985.00	2,085,321.90	5.30
DB PLATINUM - MIDOCEAN ABSOLUTE RETURN CREDIT I2C-E	EUR	19,939.00	2,091,601.10	5.32
MELCHIOR SELECTED TRUST - VELOX I1 EUR HEDGED	EUR	30,584.94	3,265,883.90	8.31
MERRILL LYNCH IS - PSAM GLOBAL EVENT A EUR -ACC.-	EUR	27,900.11	3,761,771.83	9.56
RWC - US ABSOLUTE ALPHA B EUR HEDGED	EUR	21,284.38	2,858,492.66	7.27
SCHRODER GAIA - CONTOUR TECH EQUITY C1 EUR HEDGED	EUR	15,824.26	1,503,779.43	3.83
SCHRODER GAIA - CONTOUR TECH EQUITY E EUR HEDGED	EUR	9,395.00	898,068.05	2.28
SCHRODER GAIA - EGERTON EQUITY C -CAP-	EUR	11,000.00	2,266,660.00	5.77
SCHRODER GAIA - EGERTON EQUITY C HEDGED - ACC-	USD	5,280.00	914,727.08	2.33
SERVICED PLATFORM - SELECT EQUITY L/S F EUR	EUR	2,504.97	3,259,727.38	8.29
WMF (LUX) - WELLINGTON GLOBAL HEALTH CARE L/S S EUR HEDGED	EUR	214,045.82	2,310,474.85	5.88
			<b>28,157,694.12</b>	<b>71.62</b>
<b>Total investments</b>			<b>39,100,551.11</b>	<b>99.46</b>
Cash at banks			339,809.41	0.86
Other net liabilities			-128,160.73	-0.32
<b>Total net assets</b>			<b>39,312,199.79</b>	<b>100.00</b>

## Geographical and industrial classification of investments as at June 30, 2019

### Pictet Select - Callisto

GEOGRAPHICAL CLASSIFICATION (IN % OF NET ASSETS)		INDUSTRIAL CLASSIFICATION (IN % OF NET ASSETS)	
Luxembourg	71.62	Units of investment funds	99.46
Ireland	27.84		<b>99.46</b>
	<b>99.46</b>		

**Statement of investments and other net assets as at June 30, 2019 (expressed in EUR)**  
**Pictet Select - Global Long/Short Equity**

DESCRIPTION	CURRENCY	QUANTITY	MARKET VALUE (NOTE 2)	% OF NET ASSETS
<b>Units of investment funds</b>				
<b>Ireland</b>				
AKO GLOBAL UCITS B2 EUR (EQUAL. 17/04/19) *	EUR	16,612.02	16,612.02	0.05
AKO GLOBAL UCITS B2 EUR (EQUAL. 22/05/19) *	EUR	18,466.11	18,466.11	0.05
AKO GLOBAL UCITS B2 EUR HEDGED -ACC.-	EUR	13,653.60	1,913,005.71	5.38
MAGA SMALLER COMPANIES UCITS EUR -ACC-	EUR	19,164.31	2,011,102.69	5.66
MAJEDIE AM (INTL) IFC - TORTOISE Z EUR H	EUR	2,952,750.00	2,563,223.22	7.21
MARSHALL WACE - MW TOPS UCITS A EUR	EUR	19,766.36	3,766,479.94	10.61
			<b>10,288,889.69</b>	<b>28.96</b>
<b>Luxembourg</b>				
ALKEN FUND - ABSOLUTE RETURN EUROPE - I	EUR	18,080.26	2,602,472.70	7.32
BOUSSARD & GAVAUDAN ABSOLUTE RETURN Z - ACC-	EUR	1,561.58	1,640,502.25	4.61
JPMF - EUROPE EQUITY ABSOLUTE ALPHA I EUR - ACC	EUR	21,427.50	2,392,594.65	6.73
MERRILL LYNCH IS - PSAM GLOBAL EVENT A EUR -ACC.-	EUR	19,493.74	2,628,340.96	7.39
MLIS - MARSHALL WACE TOPS MARKET NEUTRAL B -CAP-	EUR	18,484.27	2,575,967.59	7.25
RWC - US ABSOLUTE ALPHA B EUR HEDGED	EUR	21,986.60	2,952,800.90	8.31
SCHRODER GAIA - CONTOUR TECH EQUITY E EUR HEDGED	EUR	28,019.14	2,678,349.59	7.53
SCHRODER GAIA - EGERTON EQUITY C -CAP-	EUR	13,860.47	2,856,088.45	8.03
SERVICED PLATFORM - SELECT EQUITY L/S F EUR	EUR	2,215.60	2,883,172.66	8.11
WMF (LUX) - WELLINGTON GLOBAL HEALTH CARE L/S S EUR HEDGED	EUR	188,742.78	2,037,346.21	5.73
			<b>25,247,635.96</b>	<b>71.01</b>
<b>Total investments</b>			<b>35,536,525.65</b>	<b>99.97</b>
Bank deposits			250,000.00	0.70
Bank overdraft			-68,070.18	-0.19
Other net liabilities			-170,368.82	-0.48
<b>Total net assets</b>			<b>35,548,086.65</b>	<b>100.00</b>

\* Equalisation Credit : provision for incentive fees from the target fund manager in case an investor subscribes to a NAV per share above the High Water Mark.

The accompanying notes form an integral part of these financial statements.



## Geographical and industrial classification of investments as at June 30, 2019

### Pictet Select - Global Long/Short Equity

GEOGRAPHICAL CLASSIFICATION (IN % OF NET ASSETS)		INDUSTRIAL CLASSIFICATION (IN % OF NET ASSETS)	
Luxembourg	71.01	Units of investment funds	99.97
Ireland	28.96		<b>99.97</b>
	<b>99.97</b>		

**Statement of investments and other net assets as at June 30, 2019 (expressed in EUR)**  
**Pictet Select - Orion**

DESCRIPTION	CURRENCY	QUANTITY	MARKET VALUE (NOTE 2)	% OF NET ASSETS
<b>Units of investment funds</b>				
<b>France</b>				
PHILEAS L/S EUROPE RD EUR -ACC-	EUR	54,397.94	6,262,291.04	12.63
			<b>6,262,291.04</b>	<b>12.63</b>
<b>Ireland</b>				
MAGA SMALLER COMPANIES UCITS EUR -ACC-	EUR	56,036.06	5,880,424.14	11.86
MAGA SMALLER COMPANIES UCITS EUR -ACC- (CONT. 16/11/18) *	EUR	-44,562.07	0.00	0.00
MAGA SMALLER COMPANIES UCITS EUR -ACC- (CONT. 19/10/18) *	EUR	-17,562.39	0.00	0.00
MAJEDIE AM (INTL) IFC - TORTOISE Z EUR H	EUR	7,202,609.12	6,252,440.93	12.61
			<b>12,132,865.07</b>	<b>24.47</b>
<b>Luxembourg</b>				
BOUSSARD & GAVAUDAN ABSOLUTE RETURN Z - ACC-	EUR	6,209.75	6,523,590.77	13.17
EXANE 1 - OVERDRIVE EUR -ACC-	EUR	323.03	4,413,575.04	8.90
JPMF - EUROPE EQUITY ABSOLUTE ALPHA I EUR - ACC	EUR	1,598.50	178,488.51	0.36
MELCHIOR SELECTED TRUST - VELOX I1 EUR HEDGED	EUR	74,992.01	8,007,706.39	16.17
MLIS - MARSHALL WACE TOPS MARKET NEUTRAL B -CAP-	EUR	24,604.86	3,428,933.01	6.92
WMF (LUX) - WELLINGTON GLOBAL HEALTH CARE L/S S EUR HEDGED	EUR	235,577.92	2,542,898.74	5.13
			<b>25,095,192.46</b>	<b>50.65</b>
<b>Total investments</b>			<b>43,490,348.57</b>	<b>87.75</b>
Cash at banks			6,201,734.14	12.51
Other net liabilities			-128,154.31	-0.26
<b>Total net assets</b>			<b>49,563,928.40</b>	<b>100.00</b>

\* Contingent redemption fee : in case an investor subscribes to a NAV per share below the High Water Mark, such investor will pay performance fees in relation with any increase in NAV per share between the subscription price and the High Water Mark.

The accompanying notes form an integral part of these financial statements.

## Geographical and industrial classification of investments as at June 30, 2019

### Pictet Select - Orion

GEOGRAPHICAL CLASSIFICATION (IN % OF NET ASSETS)		INDUSTRIAL CLASSIFICATION (IN % OF NET ASSETS)	
Luxembourg	50.65	Units of investment funds	87.75
Ireland	24.47		<b>87.75</b>
France	12.63		
	<b>87.75</b>		

## 1. General

Pictet Select (the "SICAV") was incorporated in Luxembourg on February 11, 2011, for an unlimited duration as an open-ended investment company with variable share capital (*Société d'Investissement à Capital Variable*) organised as a multi-compartment investment fund in the form of a public limited liability company (*société anonyme*) and currently qualifies as an undertaking for a collective investment in transferable securities ("UCITS") governed by Part I of the Luxembourg law of December 17, 2010, as amended (the "2010 Law") and the Luxembourg law of August 10, 1915 related to Commercial Companies, as may be amended from time to time.

The Articles of Incorporation were published in the *Mémorial C, Recueil des Sociétés et Associations* of the Grand Duchy of Luxembourg as of March 2, 2011. The articles of incorporation were amended for the last time by notarial deed on December 14, 2018 and published in the "*Recueil des Sociétés et Associations du Grand Duché de Luxembourg*" on January 9, 2019. Copies may also be obtained at the registered office of the SICAV.

The SICAV is registered with the register of commerce and companies of Luxembourg under the number B158927.

Pictet Asset Management (Europe) S.A., a public limited company (*société anonyme*) with registered office at 15, avenue J.F. Kennedy, L-1855 Luxembourg, was appointed as management company of the SICAV as of February 11, 2011. It is a management company within the meaning of chapter 15 of the 2010 Law.

At all times, the SICAV's capital will be equal to the net asset value ("NAV") and will not fall below the minimum capital of EUR 1,250,000.

### *Sub-funds in activity*

As at June 30, 2019, Pictet Select includes three active sub-funds:

Pictet Select - Callisto	denominated in Euro (EUR)
Pictet Select - Global Long/Short Equity	denominated in Euro (EUR)
Pictet Select - Orion	denominated in Euro (EUR)

### *Significant events*

No significant events during the period as at June 30, 2019.

### *Classes of Shares*

Classes of shares offered to investors are presented in the appendices of the most recent prospectus of the SICAV.

## 2. Summary of significant accounting principles

### *General*

The financial statements are presented in accordance with the generally accepted accounting principles and legal reporting requirements applicable in Luxembourg relating to undertakings for collective investment.

The reference currency of the SICAV is the EUR.

The accounting year of the SICAV terminates on December 31 of each year.

### *Formation expenses*

Formation expenses have been amortised during the first year of existence.

### *Conversion of foreign currencies for each sub-fund*

Cash at banks, other net assets and the market value of the investment portfolio expressed in currencies other than the base currency of the sub-fund are converted into the currency of the sub-fund at the exchange rate prevailing at the closing date.

Income and expenses expressed in currencies other than the base currency of the sub-fund are converted into the currency of the sub-fund at the exchange rate applicable on the transaction date.

Resulting foreign exchange gains and losses are recorded in the statement of operations and changes in net assets.

### *Combined financial statements of the SICAV*

The combined financial statements of the SICAV are expressed in Euro and correspond to the sum of items in the financial statements of each sub-fund, converted into Euro at the exchange rate prevailing at the closing date.

### *Valuation of assets of each sub-fund*

1. The securities listed on a stock exchange or another regulated market are valued at the last known price unless that price is not representative.
2. Securities not admitted to such stock exchange or on such a regulated market as well as securities that are so admitted but for which the final price is not representative, are valued at their fair value estimated prudently and in good faith. The Board of Directors of the SICAV may set specific thresholds that, where exceeded, will trigger an adjustment to the value of these securities to their fair value.

3. The value of the liquid asset, bills or notes payable on demand and accounts receivable, prepaid expenditures, dividends and interest announced or come to maturity not yet affected, are constituted by the nominal value of these assets, except if it is unlikely that this value could be obtained. In the latter case, the value is determined by subtracting a certain amount that the Board of Directors of the SICAV deems appropriate to reflect the real value of these assets.
4. Money market instruments are valued at their nominal value plus any eventually accrued interest or at "marked-to-market" method. When the market value is different to the amortised cost, the money market instruments are valued using the mark-to-market method.
5. In determining the value of the assets of the SICAV, shares or units in open-ended underlying UCIs/UCITS are valued at the actual NAV for such shares or units as of the relevant Valuation Day, or if no such actual NAV is available they shall be valued at the estimated NAV as of such Valuation Day, or if no such estimated NAV is available they shall be valued at the last available actual or estimated NAV which is calculated prior to such Valuation Day whichever is the closer to such Valuation Day. If events have occurred which may have resulted in a material change in the NAV of such shares or units since the date on which such actual or estimated NAV was calculated, the value of such shares or units may be adjusted in order to reflect, in the reasonable opinion of the Board of Directors of the SICAV, such change but the Board of Directors of the SICAV is not required to revise or recalculate the NAV on the basis of which subscriptions, redemptions or conversions may have been previously accepted.

#### *Accounting of forward foreign exchange contracts*

The unrealised gains or losses resulting from outstanding forward foreign exchange contracts are determined on the valuation day on the basis of the forward exchange prices applicable on this date and are recorded in the statement of net assets.

#### *Net realised gain or loss on sales of investments*

The net realised gain/loss on sales of investments is calculated on the basis of the average cost of the weighted investments sold.

#### *Acquisition cost of investment securities*

Cost of investment securities denominated in currencies other than the base currency of the sub-fund is converted into the currency of the sub-fund at the exchange rate applicable on the acquisition date.

### *Income*

Dividends are recorded net of withholding tax at the ex-dividend date. Interest is recorded on an accrual basis.

### *Transaction fees*

Transaction fees represent the costs incurred by each sub-fund in relation to the purchases and sales of investments. They include brokerage fees, bank charges, taxes, deposit fees and other transaction costs and are included in the statement of operations and changes in net assets for the period ended June 30, 2019.

### **3. "Taxe d'abonnement"**

In accordance with the legislation in force in Luxembourg, the SICAV is not subject to any Luxembourg income tax or capital gains tax, withheld at source or otherwise. Nevertheless, the net assets of the SICAV are subject in Luxembourg to the subscription tax at an annual rate of 0.05%, payable at the end of each quarter and calculated on the basis of the SICAV's net assets at the end of each quarter. This tax is reduced to 0.01% for assets relating to shares reserved for institutional investors with the meaning of Articles 174 (2) of the 2010 Law and for the sub-funds whose sole objective is collective investment in money market instruments and deposits in credit institutions.

Are exempt from the *taxe d'abonnement* sub-funds:

- whose securities are listed or traded on at least one stock market or another regulated market that operates regularly, is recognised and open to the public; and
- whose exclusive object is to replicate the performance of one or more indexes.

If there are several share classes within the sub-fund, the exemption only applies to classes that comply with the condition set out in above.

Furthermore, the portion of the net assets invested in units/shares of other Luxembourg undertakings for collective investment is exempt from the *taxe d'abonnement*, provided that such units/shares have already been subject to this tax.

### **4. Management fees, service fees and depositary fees**

An annual service fee and management fee, calculated on the average NAVs of the sub-fund, are paid quarterly or monthly, depending on the terms and conditions of the contract, to the Management Company in payment for the services provided by it to the SICAV. These fees also enable the Management Company to remunerate the Investment Manager, investment advisors and distributors, if applicable, and the Administrative Agent for the functions of transfer agent, administrative agent and paying agent.

## Notes to the financial statements as at June 30, 2019 (continued)

The Depositary Bank is entitled to receive, out of the assets of each sub-fund, fees calculated in accordance with normal banking practice in Luxembourg. In addition, the Depositary Bank is entitled to be reimbursed by the SICAV for its respective reasonable out-of-pocket expenses properly incurred in carrying out its duties as such and for the charges of any correspondents.

Such fees cannot exceed the amounts specified below:

TYPE OF SHARES	FEES (MAX %) *		
	MANAGEMENT	SERVICE	DEPOSITARY
A EUR	1.50%	0.20%	0.15%
B EUR	1.50%	0.20%	0.15%
I EUR	1.50%	0.20%	0.15%
J EUR	1.25%	0.20%	0.15%
P EUR	1.50%	0.20%	0.15%
R EUR	2.50%	0.20%	0.15%
Z EUR	0.00%	0.20%	0.15%
HA CHF**	1.50%	0.20%	0.15%
HB CHF**	1.50%	0.20%	0.15%
HI CHF	1.50%	0.20%	0.15%
HJ CHF	1.25%	0.20%	0.15%
HP CHF	1.50%	0.20%	0.15%
HZ CHF	0.00%	0.20%	0.15%
HA USD	1.50%	0.20%	0.15%
HB USD	1.50%	0.20%	0.15%
HI USD	1.50%	0.20%	0.15%
HJ USD	1.25%	0.20%	0.15%
HP USD	1.50%	0.20%	0.15%
HA GBP**	1.50%	0.20%	0.15%
HB GBP**	1.50%	0.20%	0.15%
HI GBP	1.50%	0.20%	0.15%
HR GBP	2.50%	0.20%	0.15%
HZ GBP	0.00%	0.20%	0.15%

In respect of a sub-fund's investments in UCITS and other UCIs linked to the SICAV as described in the Prospectus, the total management fee (excluding any performance fee, if any) charged to such sub-fund and each of the UCITS or other UCIs concerned shall not exceed 2.50% of the relevant net assets under management.

\* Maximum percentage per year of the average net assets attributable to this type of shares during the relevant quarter.

\*\* not yet launched



## 5. Directors fees

The external directors fees paid for the period ended June 30, 2019 are included in the statement of operations and changes in net assets under the caption "Other expenses" and amount to:

SUB-FUND	CURRENCY	DIRECTORS FEE
Pictet Select - Callisto	EUR	-10,667.17
Pictet Select - Global Long/Short Equity	EUR	-11,111.52
Pictet Select - Orion	EUR	-15,072.08

## 6. Other fees payable

As at June 30, 2019, other fees payable include mainly audit, service, administration, depository and publication fees.

## 7. Subscriptions and redemptions

### *Subscriptions*

Shares in each class of each sub-fund are issued weekly at the relevant NAV per share (the "Subscription Price") as determined as of each "Valuation Day", on the basis of the last available closing prices in Luxembourg of each Friday (the "Valuation Day"). If a Friday is not a Business Day, the NAV is determined on the basis of the last available closing prices in Luxembourg of the preceding Business Day.

The effective calculation of this weekly NAV is effected on the Tuesday following the Valuation Day, or at the latest the following Thursday for the sub-funds Pictet Select - Callisto, Pictet Select - Global Managed Futures, and Pictet Select - Orion or at the latest the following Wednesday for the sub-fund Pictet Select - Global Long/Short Equity.

Furthermore, an additional NAV is determined as of the last Business Day of each month on the basis of the last available closing prices in Luxembourg on that date. However, such additional NAV, although available for publication, is produced for benchmarking purposes only, hence no subscription or redemption orders are accepted on the basis thereof.

A Subscription Charge of up to 3.50% of the relevant Subscription Price may be added to the Subscription Price to compensate financial intermediaries and other persons who assist in the placement of shares.

### *Redemptions*

The shares in each class of each sub-fund are redeemable on a weekly basis based on their relevant NAV minus a redemption adjustment (the "Redemption Price") calculated as of the weekly Valuation Day (the "Redemption Valuation Day").

## Notes to the financial statements as at June 30, 2019 (continued)

A Redemption Charge of up to 3.00% of the relevant Redemption Price may be levied on the Redemption Price to compensate financial intermediaries and other persons who assist in the placement of shares.

### 8. Exchange rates

The following exchange rates were used for the conversion of the SICAV's net assets into EUR as at June 30, 2019:

1 EUR =	1.110330	CHF
1 EUR =	0.894790	GBP
1 EUR =	1.138800	USD

### 9. Forward foreign exchange contracts

The SICAV had the following forward foreign exchange contracts outstanding as at June 30, 2019:

#### Pictet Select - Callisto

CURRENCY	PURCHASE	CURRENCY	SALE	MATURITY DATE
CHF	4,619,519.83	EUR	4,159,031.83	31/07/2019
EUR	924,968.00	USD	1,055,000.00	31/07/2019
GBP	704,010.33	EUR	786,305.01	31/07/2019
USD	2,951,710.27	EUR	2,590,673.95	31/07/2019

The net unrealised loss on these contracts as at June 30, 2019 was EUR 1,692.05 and is included in the statement of net assets.

#### Pictet Select - Global Long/Short Equity

CURRENCY	PURCHASE	CURRENCY	SALE	MATURITY DATE
USD	2,425,291.93	EUR	2,128,644.09	31/07/2019

The net unrealised loss on this contract as at June 30, 2019 was EUR 4,381.42 and is included in the statement of net assets.

### 10. Loans and guarantees

On January 3, 2018, the SICAV entered into a loan agreement with Pictet & Cie (Europe) S.A. in respect of the sub-fund Pictet Select - Orion for a maximum amount of EUR 6,500,000.00. Under the terms of the deed of pledge, it has been agreed to pledge the sub-fund's assets in favour of Pictet & Cie (Europe) S.A.. The maturity date of the loan is fixed at January 3, 2020.

On June 30, 2019, the sub-fund Pictet Select - Orion is not using its credit line.

On June 20, 2018, the SICAV entered into a loan agreement with Pictet & Cie (Europe) S.A. in respect of the sub-fund Pictet Select - Callisto for a maximum amount of EUR 3,900,000.00. Under the terms of the deed of pledge, it has been agreed to pledge the sub-fund's assets in favour of Pictet & Cie (Europe) S.A.. The maturity date of the loan is fixed at June 20, 2020.

## Notes to the financial statements as at June 30, 2019 (continued)

On June 30, 2019, the sub-fund Pictet Select - Callisto is not using its credit line.

On September 18, 2018, the SICAV entered into a loan agreement with Pictet & Cie (Europe) S.A. in respect of the sub-fund Pictet Select - Global Long/Short Equity, for a maximum amount of EUR 41,900,000.00. Under the terms of the deed of pledge, it has been agreed to pledge the sub-fund's assets in favour of Pictet & Cie (Europe) S.A.. The maturity date of the loan is fixed at September 18, 2020.

On June 30, 2019, the sub-fund Pictet Select - Global Long/Short Equity is using its credit line for an amount of EUR 67,964.69.

### **11. Collateral on OTC derivatives products**

In the framework of their transactions on OTC derivatives products, the sub-funds of the SICAV have not received any collateral from the various counterparties with which they deal.

### **12. Subsequent events**

No event after the period-end.

### Securities Financing Transactions Regulation ("SFTR")

As at June 30, 2019, the SICAV is in the scope of the requirements of the Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse. Nevertheless, no corresponding transactions were carried out during the year referring to the financial statements.

For further information,  
please visit our websites:

[www.assetmanagement.pictet](http://www.assetmanagement.pictet)  
[www.pictet.com](http://www.pictet.com)