

EMERGING MARKET DEBT OUTLOOK REMAINS CONSTRUCTIVE

Attractive asset class with high growth and improved credit quality

December 2011

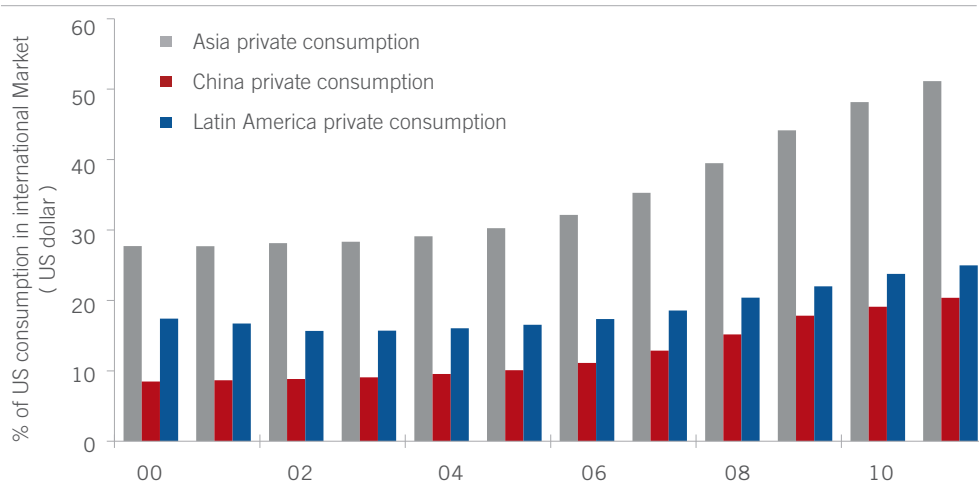
Summary

- World's fastest growing region supported by increasing economic strength and stability
- Improving credit quality resulted from strengthening fundamentals
- Good source of diversification within and across asset classes

Entering a new phase of growth in emerging markets

Growth of emerging markets is set to be close to potential in 2011 with 7.7% in Asia and 4% in Latin America and EMEA, and is expected to contribute to two-third of global growth in 2012. New growth drivers such as rising domestic demand, increasingly foreign direct investments (FDI), less dependence on developed world underpin the long-term investment case for emerging markets.

ASIAN & LATAM CONSUMPTION RELATIVE TO US

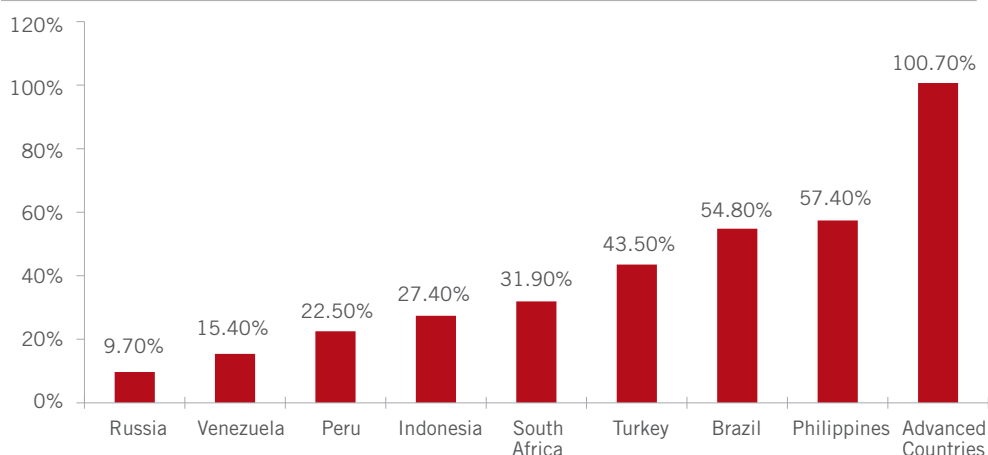


Source: Pictet Asset Management, CEIC, Datastream, data as of 1 January 2011.

Improving credit profile with healthy balance sheets

The fiscal position of emerging countries have improved significantly over the decade, which is well reflected in the low Debt-to-GDP ratio, healthy balance sheet, and credit rating upgrades. The region is well positioned to benefit from the rising sovereign risk of developed countries as credit condition continue to deteriorate.

GENERAL GOVERNMENT DEBT-TO-GDP RATIO (2010)



Source: Pictet Asset Management, data as of end of October 2011.

Well diversified with other asset classes

Emerging market debt provides a good source of diversification due to its low correlation with other bonds and equity asset classes and low inter-region correlations, given the large number of investable countries, corporates, credit ratings & instruments. Further allocation to this previously underowned asset class is expected as investors are diversified away from the indebted developed countries.

Pictet-Global Emerging Debt

Important Note

- PICTET-Global Emerging Debt (the "Fund") seeks revenue and capital growth by investing its portfolio in bonds and money market instruments in emerging countries.
- The Fund may invest up to 1/3 of its assets in structured products (such as bonds or other transferable securities whose returns are linked to the performance of an index, asset backed securities and mortgage-backed securities). Specifically, investments in asset-backed securities and mortgage-backed securities can be made up to only 20% of the total net assets of the Fund.
- The Fund may also invest in financial derivative instruments (such as credit derivative instruments on indexes) to meet its investment objective.
- Investment in the above investment products may involve higher degree of credit/counterparty, market and liquidity risks and may result in higher degree of volatility and substantial loss.
- Investors should note that investment in bonds and other debt instruments are exposed to the credit risks of the issuer. In the event that any issuer of bonds or other debt instruments experiences financial or economic difficulties, the value of the investment may be adversely affected and in extreme situation, may become zero.
- Investors should be aware that due to the political and economic situations in emerging countries, investment in the Fund presents greater risk.
- The investment decision is yours but you should not invest unless the intermediary who sells it to you has advised you that it is suitable for you and has explained why, including how buying it would be consistent with your investment objective.
- Investors should not only base on this marketing material alone to make investment decisions.

Out perform similar global emerging market debt peers average

PICTET-GLOBAL EMERGING DEBT-P USD¹

	Fund	Global Emerging Debt Peer Average
YTD	6.77%	4.50%
1 Year	2.54%	1.89%
Since Inception ²	353.46%	260.84%

Source: Pictet and Morningstar, as of 31 October 2011.

Consistent monthly dividend payment

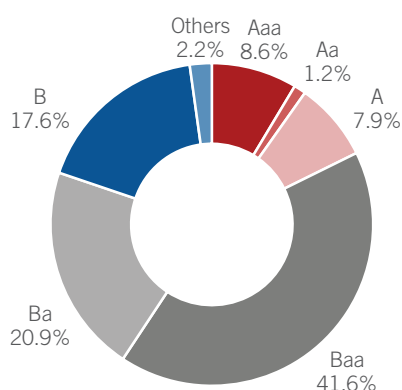
PICTET-GLOBAL EMERGING DEBT-P DM USD

Ex-Dividend Date	Payment Date	NAV	Dividend Amount	Annualized Dividend Rate ³
20.10.2011	26.10.2011	166.11	0.75	5.47%
20.09.2011	26.09.2011	167.77	0.75	5.41%
22.08.2011	26.08.2011	169.25	0.75	5.37%
20.07.2011	26.07.2011	166.55	0.75	5.45%
20.06.2011	24.06.2011	166.13	0.75	5.47%

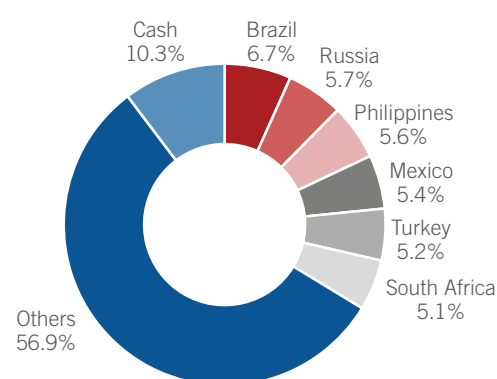
Source: Pictet Funds S.A. as at 20 October 2011.

An investment grade portfolio⁴

RATING BREAKDOWN



SECTOR BREAKDOWN



¹ Source: Pictet, as of end of October 2011. Fund calendar year return: 2011 YTD, 6.77%; 2010, 8.15%; 2009, 28.41%; 2008, -5.60%; 2007, 5.61%; 2006, 10.51%; in USD, NAV-NAV, dividend reinvested.

² Fund inception: 13 April 1999.

³ Source: Pictet, as of 20 October 2011. Please note that positive annualized dividend rate does not imply a positive return. The annualized dividend rate is calculated by dividing the monthly dividend amount by the (NAV at ex-dividend date for this month + dividend amount) and then multiply by (365/30).

⁴ Source: Pictet Funds S.A., as of end October 2011.

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