



Fidelity Funds  
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[Address 1]  
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[Client Residency code description]

**THIS LETTER IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.  
IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

16<sup>th</sup> November 2020

Dear Shareholder,

We are writing to you as a holder of Shares in one or more funds of Fidelity Funds (each a “**Fund**” and collectively, the “**Funds**”).

As part of the ongoing process whereby Fidelity International (“**FIL**”) regularly reviews its range of funds, we are hereby notifying you of the following amendments to the prospectus of Fidelity Funds (the “**Prospectus**”).

Any terms not defined herein shall have the same meaning as in the Prospectus.

### **Description of the Changes**

For full details of the changes below, including the dates on when these changes will be effective, your options and associated dealing timelines, please refer to Appendix I: Details of Changes to Fidelity Funds (“**Appendix I**”) available on FIL’s website ([www.fidelityinternational.com](http://www.fidelityinternational.com)). Instructions on navigating the website to this Appendix I are included in the Instructions section at the end of this letter (this letter, together with the Appendix I, this “**Notice**”).

#### **I. Repurpose of certain Funds**

The changes are designed to evolve FIL’s product line up to meet changing client needs and aim to provide clients with superior outcomes.

The main characteristics of the following Funds (the “**Repurposed Funds**”) will be changed, generally also leading to a new name of the Repurposed Fund:

<b>Current name</b>	<b>New name</b>
Fidelity Funds – Asia Focus Fund	Fidelity Funds – Sustainable Asia Equity Fund
Fidelity Funds – China Opportunities Fund	Fidelity Funds – China Innovation Fund
Fidelity Funds - Institutional European Smaller Companies Fund	Fidelity Funds – Sustainable European Smaller Companies Fund
Fidelity Funds – International Fund	Fidelity Funds – Global Thematic Opportunities Fund

Fidelity Funds - Japan Fund	Fidelity Funds – Sustainable Japan Equity Fund
Fidelity Funds - Global Infrastructure Fund	Fidelity Funds – Global Dividend Plus Fund
Fidelity Funds – Global Multi Asset Tactical Defensive Fund	Fidelity Funds – Global Multi Asset Defensive Fund
Fidelity Funds – Global Multi Asset Tactical Moderate Fund	Fidelity Funds – Global Multi Asset Growth & Income Fund
Fidelity Funds – SMART Global Moderate Fund	Fidelity Funds – Global Multi Asset Dynamic Fund

The changes will vary for each individual Fund, but may include the Fund name, investment objective, fund risk profile or other relevant fund characteristics. Please refer to Appendix I for further details of the changes.

Save and except for the changes disclosed in this Notice, there will be no other change in the operation and/or manner in which the Repurposed Funds are being managed in practice.

Further, there will be no change in the fee level of the Repurposed Funds following the implementation of these changes.

In certain cases, share classes may close or be merged into a new class. Some hedged share classes may change to unhedged share classes.

In certain cases, a period of time after the effective date may be required to align the portfolio to the updated investment objective of the Repurposed Fund (the “**Rebalancing Period**”). The transaction costs (brokerage fees, stamp duties, taxes, custodian commission and charges paid to stock exchanges) which may arise in relation to the repurpose exercise during the Rebalancing Period (as disclosed in Appendix I) will be borne by each of the Repurposed Funds and will be capped at 0.2% of the relevant Repurposed Fund’s Net Asset Value. If the actual transaction costs of a Repurposed Fund during the Rebalancing Period exceed 0.2% of its Net Asset Value, such excess will be borne by FIL Fund Management Limited, the Investment Manager of Fidelity Funds (and/or any of its affiliates within FIL Group).

For further details, please refer to Appendix I: Details of Changes to Fidelity Funds.

## **II. Amendments to the investment objectives regarding investment in hybrids and contingent convertible bonds (“CoCos”) for certain Funds**

The investment objective of each of the following Funds will be updated in relation to investments in hybrids and CoCos.

Fidelity Funds - Asia Pacific Multi Asset Growth & Income Fund  
Fidelity Funds - Asia Pacific Strategic Income Fund  
Fidelity Funds - Asian Bond Fund  
Fidelity Funds - Asian High Yield Fund  
Fidelity Funds - China High Yield Fund  
Fidelity Funds - China RMB Bond Fund  
Fidelity Funds - Emerging Market Corporate Debt Fund  
Fidelity Funds - Emerging Market Debt Fund  
Fidelity Funds - Emerging Market Total Return Debt Fund  
Fidelity Funds - Euro Bond Fund  
Fidelity Funds - Euro Corporate Bond Fund  
Fidelity Funds - Euro Short Term Bond Fund

Fidelity Funds - European High Yield Fund  
Fidelity Funds - European Multi Asset Income Fund  
Fidelity Funds - Fidelity Patrimoine  
Fidelity Funds - Flexible Bond Fund  
Fidelity Funds - Global Corporate Bond Fund  
Fidelity Funds - Global High Yield Fund  
Fidelity Funds - Global Income Fund  
Fidelity Funds - Global Multi Asset Income Fund  
Fidelity Funds - Greater China Multi Asset Growth & Income Fund  
Fidelity Funds - Growth & Income Fund (to be renamed Fidelity Funds - Multi Asset Income Fund)  
Fidelity Funds – SMART Global Defensive Fund

## **III. Amendment to the limits related to onshore China investments for certain Funds**

The notes to the investment objective of each of the following Funds will be updated to reflect amended restrictions applicable to investment in Onshore Chinese Securities in order to meet changing client needs and aim to provide clients with superior outcomes.

Following such update, the direct and/or aggregate direct and indirect exposures to Onshore Chinese Securities of the Funds listed in the table below will change (further details as disclosed in Appendix I).

Fidelity Funds – Asian High Yield Fund  
Fidelity Funds – Asia Pacific Opportunities Fund  
Fidelity Funds – Asia Pacific Strategic Income Fund  
Fidelity Funds – Asian Equity Fund  
Fidelity Funds – Asian Special Situations Fund  
Fidelity Funds – China Consumer Fund  
Fidelity Funds – China Focus Fund  
Fidelity Funds – China High Yield Fund  
Fidelity Funds – China RMB Bond Fund  
Fidelity Funds – Emerging Asia Fund  
Fidelity Funds – Emerging Market Corporate Debt Fund  
Fidelity Funds – Emerging Market Debt Fund  
  
Fidelity Funds – Emerging Market Local Currency Debt Fund  
Fidelity Funds – Emerging Market Total Return Debt Fund

Fidelity Funds – Emerging Markets Focus Fund  
Fidelity Funds – Emerging Markets Fund  
Fidelity Funds – FIRST All Country World Fund  
Fidelity Funds – Global Bond Fund  
Fidelity Funds – Global High Yield Fund  
Fidelity Funds – Global Income Fund  
Fidelity Funds – Global Short Duration Income Fund  
Fidelity Funds – Greater China Fund  
Fidelity Funds – Greater China Fund II  
Fidelity Funds – Greater China Multi Asset Growth & Income Fund  
Fidelity Funds – Institutional Emerging Markets Equity Fund  
Fidelity Funds – Pacific Fund  
Fidelity Funds – Sustainable Global Equity Fund  
Fidelity Funds - Sustainable Strategic Bond Fund  
Fidelity Funds – Sustainable Water & Waste Fund

Save and except the changes disclosed in this Notice, there will be no other change in the operation and/or manner in which the Funds are being managed in practice.

Further, there will be no change in the fee level in managing the Funds following the implementation of the changes.

#### IV. Amendment to the global exposure calculation method for certain Funds

The global exposure calculation methodology of Fidelity Funds – Flexible Bond Fund and Fidelity Funds – Sustainable Strategic Bond Fund will change from the commitment approach to the absolute value-at-risk approach.

#### V. Update related to the annual management fee disclosure for certain Share classes

The annual management Fee rate disclosed in the appendix II to the Prospectus for the below listed share classes (the ‘Share Classes’) will be updated to reflect the maximum annual management Fee rate applicable to the Share Classes.

FF - Asian Special Situations Fund R-ACC-USD
FF - Emerging Market Local Currency Debt Fund R-ACC-USD
FF - Emerging Market Total Return Debt Fund R-GDIST-GBP (GBP/USD hedged)
FF - Emerging Markets Focus Fund R-GDIST-GBP
FF - Euro Short Term Bond Fund R-ACC-EUR
FF - Instl European Larger Companies Fund R-ACC-EUR

#### VI. Share class closure

Due to its size, Fidelity Funds – International Fund A-ACC-SGD will be closed.

#### VII. Update of the performance fee methodology

The description of the performance fee methodology which may be applied in relation to certain Funds will be updated so as to better reflect the implementation of the forthcoming ESMA Guidelines on Performance Fees in UCITS. This clarification will not increase the potential level of performance fees which may be charged to the Funds.

#### VIII. Change of name of a Fund

Fidelity Funds – Growth & Income Fund will be renamed Fidelity Funds – Multi Asset Income Fund.

#### IX. Change of name of Share classes

The REST I-ACC-USD Share class of Fidelity Funds – Asia Pacific Opportunities Fund and the REST I-ACC-EUR Share class of Fidelity Funds – Euro Blue Chip Fund will be renamed so as to remove “REST” from their names. This will not lead to a change of the characteristics of these Share classes.

#### X. Changes to Fidelity Funds - US Dollar Bond Fund

Fidelity Funds - US Dollar Bond Fund will change its index as follows:

From	To
from ICE BofAML US Large Cap Corporate & Government Index	ICE BofA Q4AR Custom Index (a custom USD Aggregate Bond index)

#### XI. Use of derivatives: removal of the reference to an “extensive” use of derivatives

In respect of all the Funds which investment policy previously referred to an “*extensive*” use of derivatives, the Prospectus will be amended such that the investment policy describes each Fund’s use of financial derivative instruments without reference to such extensiveness.

Please note that this amendment does not entail any change in the portfolio management of the relevant Fund and is merely driven by updates to the Hong Kong disclosure requirements.

## **XII. Investments in Loans: removal of possibility to directly invest in loans**

In respect of all the Funds which allow direct investments in loans, the Prospectus will be amended such that this investment flexibility will be removed, in accordance with the provisions of the CSSF FAQ concerning the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment (version 9, last updated on 7 August 2020).

Please note that all Funds with residual direct exposure to loans will be clearly marked in the Prospectus. Such disclosures will be updated or removed in due course once those exposures have been disposed of.

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The effective date of each of the changes above is set out in Appendix I: Details of Changes to Fidelity Funds available on Fidelity's website ([www.fidelityinternational.com](http://www.fidelityinternational.com)). Please also refer to Appendix I for full details on the choices which are available to you as a Shareholder.

\* \* \*

### **Costs**

The administrative expenses triggered by the above-mentioned changes, including any legal, audit, mailing and regulatory charges, will be borne by FIL Fund Management Limited, the Investment Manager of Fidelity Funds (and/or any of its affiliates within FIL Group).

### **Shareholder Choices**

The options available to **you** as a Shareholder in respect of each particular change set out above are set out in Appendix I.

The Board accepts full responsibility for the accuracy of the content of this letter (including Appendix I) and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement herein misleading.

We would like to thank you for your investment, and we look forward to helping you with future requests.

If you have any questions related to this change, please contact your Financial Adviser or your usual Fidelity Service Centre.

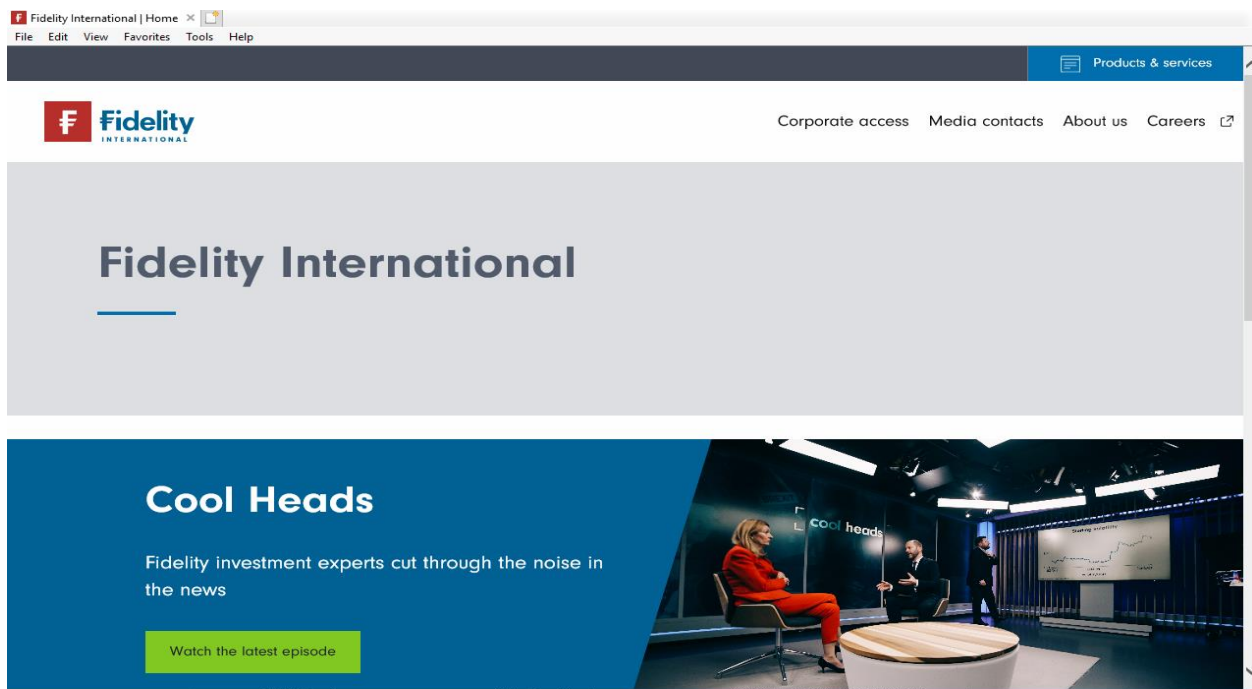
Yours sincerely



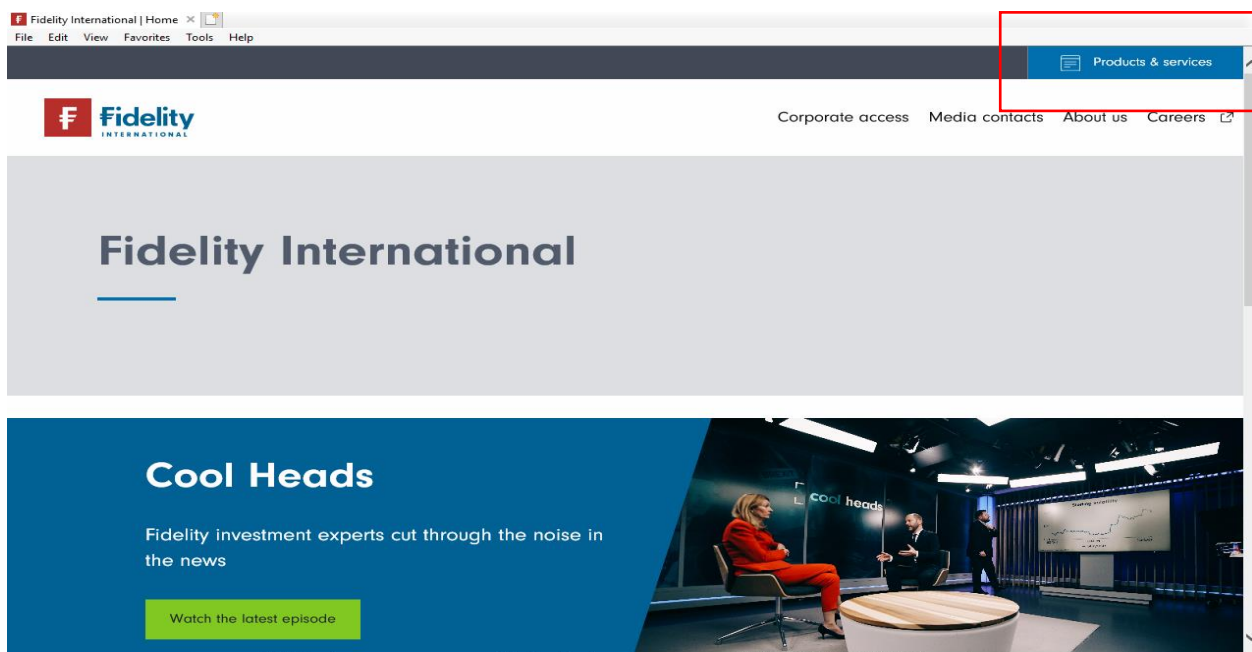
**Nishith Gandhi**  
Permanent Representative of FIL (Luxembourg) S.A.  
Corporate Director, Fidelity Funds

## NAVIGATION TO APPENDIX I: DETAILS OF CHANGES TO FIDELITY FUNDS

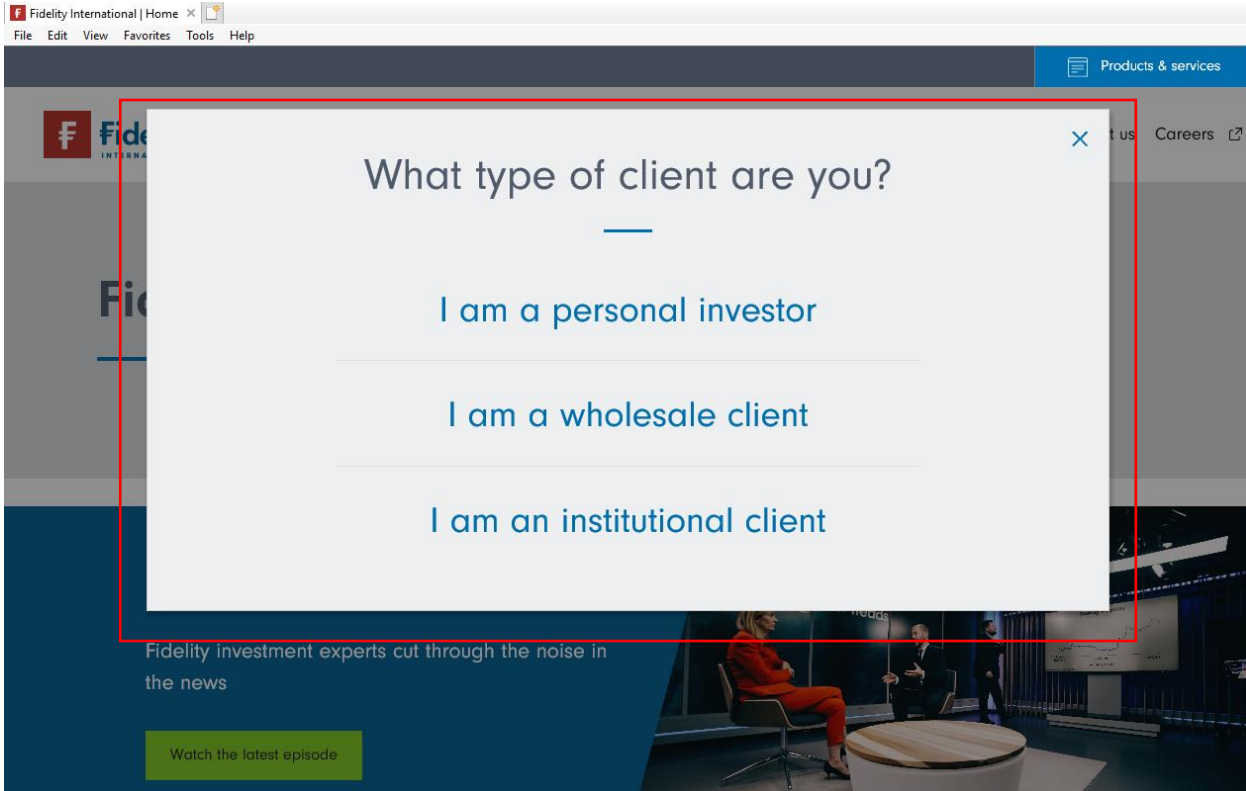
- 1) Go to the global FIL International landing page: [www.fidelityinternational.com](http://www.fidelityinternational.com)



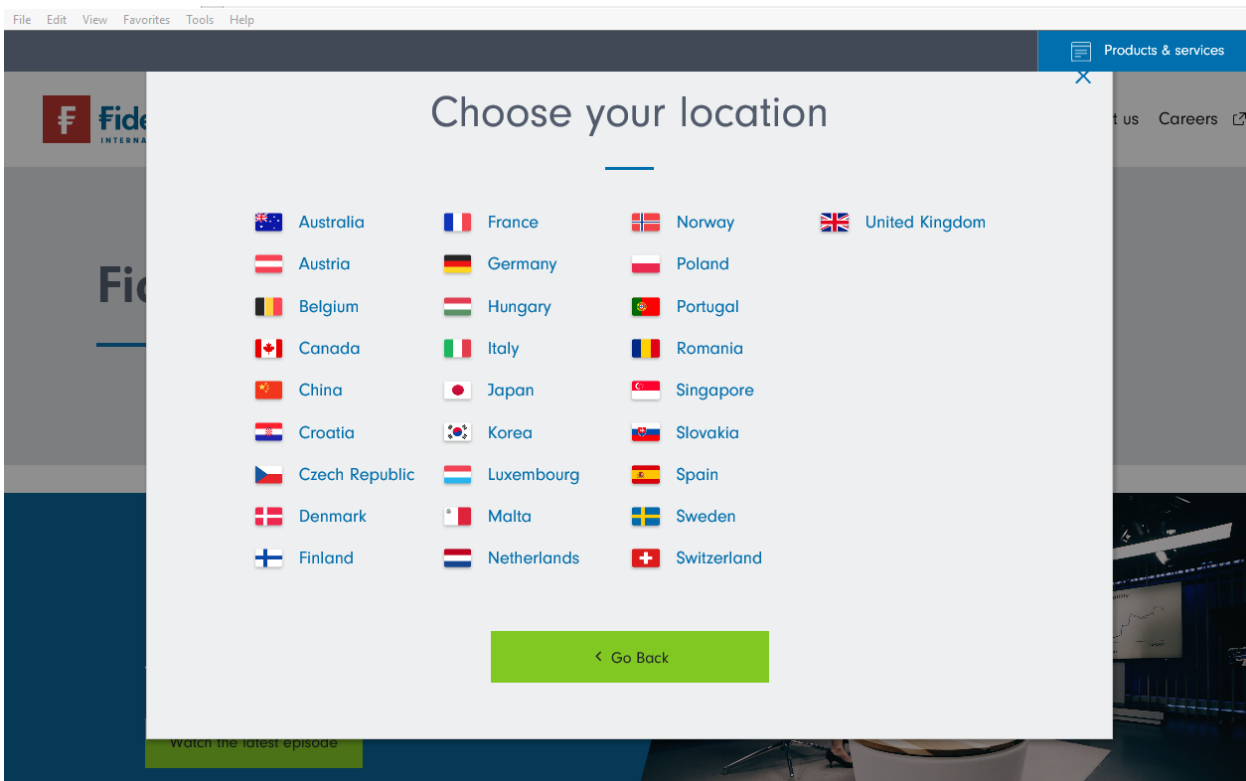
- 2) To go to the appropriate FIL website of shareholders' jurisdictions, please click on the "Products & Services" field, which is at the top right-hand corner of the webpage.



- 3) After clicking on the "Product & Services" field, a pop-up menu will appear for shareholders to identify the type of investor. Please click on the appropriate investor type.



- 4) After clicking to confirm the investor type, the next screen will show a list of countries. Investors should click on the appropriate jurisdiction in which they hold the investment in Fidelity Funds.



- 5) After clicking the country, investors will be directed to the local FIL country webpage. To view the Appendix Letter on the local FIL Country webpage, please refer to the relevant page on the local FIL Country website where relevant:
- Corporate actions
  - Fund Announcements
  - Announcements