



Fidelity Funds
Société d'Investissement à Capital Variable
2a rue Albert Borschette, L-1246
B.P. 2174, L-1021 Luxembourg
R.C.S. Luxembourg B 34036

Tél: +352 250 404 1
Fax: +352 26 38 39 38

RECIPIENT_NAME
RECIPIENT_ADDR1
RECIPIENT_ADDR2
RECIPIENT_ADDR3
RECIPIENT_ADDR4
RECIPIENT_POST_CODE
RECIPIENT_COUNTRY_NAME

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

11th July 2023

Dear Shareholder,

We are writing to let you know about some important changes that are happening to Fidelity Funds (“**SICAV**”) and those relevant funds that you hold (each a “**Sub-Fund**” and collectively, the “**Sub-Funds**”). Any terms not defined herein shall have the same meaning as in the prospectus of Fidelity Funds (the “**Prospectus**”).

Description of the Changes

I. Reclassification of certain Sub-Funds from Article 6 to Article 8 under the Sustainable Finance Disclosure Regulation (“SFDR”)

With effect from 11th August 2023, the investment policies of the following Sub-Funds will be enhanced with additional disclosure relating to sustainable investing and promoting ESG characteristics. After a thorough analysis of the investment policy and process of the Sub-Funds, it is intended to classify the Sub-Funds as Article 8 products within the meaning of the SFDR and in accordance with Fidelity’s Sustainable Investing Framework.

Fidelity Funds – Asian Smaller Companies Fund
Fidelity Funds – China Focus Fund
Fidelity Funds – Germany Fund
Fidelity Funds – Japan Growth Fund
Fidelity Funds – Japan Value Fund
Fidelity Funds – Thailand Fund

If you do not agree with these modifications, you may redeem your shares without redemption fee as provided for in the Prospectus. Alternatively, you may switch your shares into any other Sub-Fund of the SICAV free of charge prior to 11th August 2023.

II. Reclassification of certain Sub-Funds from Article 8 to Article 9 under the SFDR

With effect from 11th August 2023, the investment objective of the following Sub-Funds will be updated to clarify that they will have a sustainable investment objective.

In this context, the investment policy of the Sub-Funds will be enhanced with additional disclosure relating to sustainable investing further sustainability related characteristics, and the Sub-Funds will be classified as Article 9 products within the meaning of the SFDR.

Fidelity Funds – Sustainable Climate Solutions Fund
 Fidelity Funds – Sustainable Eurozone Equity Fund
 Fidelity Funds – Sustainable US Equity Fund
 Fidelity Funds – Sustainable Biodiversity Fund

We are making these changes as part of the Investment Manager’s ongoing commitment to sustainable investing and to meet the needs of investors seeking diversity across products with a sustainable investment objective.

If you do not agree with these modifications, you may redeem your shares without redemption fee as provided for in the Prospectus. Alternatively, you may switch your shares into any other Sub-Fund of the SICAV free of charge prior to 11th August 2023.

III. Repurpose of Fidelity Funds – SMART Global Defensive Fund

With effect from 6th September 2023, and to move from a general defensive strategy to a strategy with an inflation focus, the name and investment policy of Fidelity Funds – SMART Global Defensive Fund will be changed as follows:

From:	To:
Fidelity Funds – SMART Global Defensive Fund	Fidelity Funds – Multi Asset Dynamic Inflation Fund
Investment Objective	
<p>OBJECTIVE The fund aims to achieve stable growth over the long term.</p> <p>INVESTMENT POLICY The fund invests, in a range of asset classes, including investment grade and below investment grade corporate and government bonds, inflation-linked securities, equities, real estate and commodities, from anywhere in the world, including emerging markets. Bond investments may be below investment grade. The fund aims to manage the long-term average volatility, under normal market conditions, within a range of 2 to 5% per annum.</p> <p>The fund may invest in the following assets according to the percentages indicated:</p> <ul style="list-style-type: none"> • below investment grade bonds: up to 40% • equities: up to 40% • eligible REITs, infrastructure securities and eligible commodity exposure: less than 30% (in aggregate) • government, corporate, inflation linked and emerging market bonds: up to 100% • hybrids and contingent convertible (CoCo) bonds: less than 30%, with less than 20% in CoCos • money market Instruments: more than 10%. <p>The fund may also invest in other subordinated financial debt and preference shares.</p> <p>The fund’s exposure to distressed securities is limited to 10% of its assets.</p> <p>INVESTMENT PROCESS In actively managing the fund, the Investment Manager combines macroeconomic, market and fundamental company analysis to flexibly allocate investments across asset classes and geographic areas. It also uses Fidelity’s proprietary Systematic Multi Asset Risk Targeted model that seeks</p>	<p>OBJECTIVE The fund aims to achieve capital growth over the long term.</p> <p>INVESTMENT POLICY The fund invests, in a range of asset classes, including investment grade and below investment grade corporate and government bonds, money market instruments, inflation-linked securities, equities, foreign exchange, real estate, commodities from anywhere in the world, including emerging markets.</p> <p>The fund invests at least 50% of its assets in securities of issuers with favourable environmental, social and governance (ESG) characteristics.</p> <p>The fund may invest in the following asset classes according to the percentages indicated:</p> <ul style="list-style-type: none"> • below investment grade bonds: up to 40% • China A and B shares (directly and/or indirectly): less than 30% (in aggregate) • equities: up to 80% • eligible closed-ended REITS, infrastructure securities and eligible commodity exposure: up to 80% (in aggregate) • government, corporate, inflation linked and emerging market bonds: up to 100% • hybrids and contingent convertible (CoCo) bonds: less than 30%, with less than 20% in CoCos • Collateralised and securitised debt securities: up to 15%. • SPACs: less than 5% • money market instruments: more than 10% • distressed securities: up to 10% <p>The fund may also invest in other subordinated financial debt and preference shares.</p>

to maintain overall portfolio volatility within a targeted range. The Investment Manager takes into account Sustainability Risks in its investment process.

For more information, see “Sustainable Investing and ESG Integration”.

TRS (including CFD) usage Expected 50%; maximum 230%.

INVESTMENT PROCESS In actively managing the fund, the Investment Manager combines macroeconomic, market and fundamental company analysis to flexibly allocate investments across asset classes and geographic areas.

The investment manager aims to identify investment opportunities that will benefit from varying inflationary regimes such as deflation, disinflation, stagflation and inflation that result from changes over time in global economic and social environments. Examples of such investments may include, but are not limited to, sectors and regions that are able to defend against economic and inflation shocks, currencies that may benefit from different inflation regimes, and companies whose business model benefits from shifting inflation.

The investment manager also considers ESG characteristics when assessing investment risks and opportunities. In determining favourable ESG characteristics, the Investment Manager takes into account ESG ratings provided by Fidelity or external agencies. Through the investment management process, the Investment Manager aims to ensure that investee companies follow good governance practices.

The fund adheres to the Fidelity Sustainable Investing Framework standards.

For more information, see “Sustainable Investing and ESG Integration” and the Sustainability Annex.

SFDR product category Article 8 (promotes environmental and/or social characteristics).

DERIVATIVES AND TECHNIQUES The fund may use derivatives for hedging, efficient portfolio management and investment purposes (including derivatives which focus on equities, credit, interest rates and currency). The fund may use long or short positions.

The fund uses derivatives, including complex derivative instruments or strategies, to meet the investment objectives of the fund with a level of risk which is consistent with the risk profile of the fund. Derivatives may be used to create economic exposure to an asset akin to a physical holding of that asset. The types of derivatives that will be used include index, basket or single name futures options and contracts for difference. Options used will include put and call options including covered call options. The fund will use index, basket or single credit default and total return swaps to gain exposure or reduce credit risk of issuers, interest rate swaps to actively manage the level of interest rate risk and currency derivatives to hedge or gain exposure to currencies or replicate currency exposure of the underlying securities of an equity index.

The long and short active currency positions implemented by the fund may not be correlated with the underlying securities positions held by the fund.

TRS (including CFD) usage none

Securities lending Expected 15%; maximum 30%.

Repos/reverse repos Expected 0%; maximum 30%.

Risk Factors	
Securitisation will be added as a main risk factor	
Risk Management Method	
Absolute VaR, limited to 8%. Expected gross leverage: 250% (may be higher or lower but not expected to exceed 650%).	Absolute VaR, limited to 10%. Expected gross leverage: 250% (may be higher or lower but not expected to exceed 450%).

If you do not agree with these modifications, you may redeem your shares without redemption fee as provided for in the Prospectus. Alternatively, you may switch your shares into any other Sub-Fund of the SICAV free of charge prior to 6th September 2023.

IV. Update to the investment policy of Fidelity Funds – Asian Special Situations Fund

With effect from 11th August 2023, the investment objective and policy of Fidelity Funds – Asian Special Situations Fund will be updated to include enhanced disclosures to align the Sub-Fund with other special situations strategies offered by the Investment Manager and provide investors with more transparency on the investment approach.

If you do not agree with these modifications, you may redeem your shares without redemption fee as provided for in the Prospectus. Alternatively, you may switch your shares into any other Sub-Fund of the SICAV free of charge prior to 11th August 2023.

V. Update related to investments in SPACs

With effect from 11th August 2023, the Prospectus will reflect that the Sub-Funds listed below may invest up to 5% of their assets in special purpose acquisition companies (“**SPACs**”).

- Fidelity Funds – Absolute Return Multi Strategy Fund
- Fidelity Funds – ASEAN Fund
- Fidelity Funds – Asia Pacific Multi Asset Growth & Income Fund
- Fidelity Fund- Asia Pacific Opportunities Fund
- Fidelity Funds – Asian Special Situations Fund
- Fidelity Funds – China Consumer Fund
- Fidelity Funds – European Multi Asset Income Fund
- Fidelity Funds – Fidelity Institutional Target™ 2015 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2020 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2025 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2030 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2035 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2040 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2045 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2050 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2055 (Euro) Fund
- Fidelity Funds – Fidelity Institutional Target™ 2060 (Euro) Fund
- Fidelity Funds – Fidelity Target™ 2020 (Euro) Fund
- Fidelity Funds – Fidelity Target™ 2020 Fund
- Fidelity Funds – Fidelity Target™ 2025 (Euro) Fund [to be renamed as per item VII below]
- Fidelity Funds – Fidelity Target™ 2030 (Euro) Fund [to be renamed as per item VII below]
- Fidelity Funds – Fidelity Target™ 2035 (Euro) Fund [to be renamed as per item VII below]

Fidelity Funds – Fidelity Target™ 2040 (Euro) Fund [to be renamed as per item VII below]
 Fidelity Funds – Fidelity Target™ 2045 (Euro) Fund [to be renamed as per item VII below]
 Fidelity Funds – Fidelity Target™ 2050 (Euro) Fund [to be renamed as per item VII below]
 Fidelity Funds – Fidelity Target™ 2055 (Euro) Fund [to be renamed as per item VII below]
 Fidelity Funds – Fidelity Target™ 2060 (Euro) Fund [to be renamed, as per item VII below]
 Fidelity Funds – Global Multi Asset Defensive Fund
 Fidelity Funds – Global Multi Asset Dynamic Fund
 [Fidelity Funds – Global Multi Asset Growth & Income Fund
 Fidelity Funds – Global Multi Asset Income Fund
 Fidelity Funds – Global Thematic Opportunities Fund
 Fidelity Funds – Indonesia Fund
 Fidelity Funds – Emerging Asia Fund
 Fidelity Funds – Multi Asset Target Income 2024 Fund
 Fidelity Funds – Pacific Fund
 Fidelity Funds – SMART Global Defensive Fund [to be renamed as per item III above]
 Fidelity Funds – Sustainable Asia Equity Fund
 Fidelity Funds – Sustainable Asia Equity II Fund
 Fidelity Funds – Sustainable Multi Asset Income Fund
 Fidelity Funds – Thailand Fund

This update does not represent a material change to the investment strategy of the Sub-Funds or their investment management.

VI. Change to Fidelity Funds – China High Yield Fund

With effect from 11th August 2023, the Sub-Fund will measure its performance against the ICE BofA Asian Dollar High Yield Corporate China Issuers Index. For the avoidance of doubt, this update does not represent a material change to the investment strategy of the Sub-Fund or its investment management.

VII. Change of Sub-Fund names

With effect from 11th August 2023, the Fidelity Funds - Sustainable Global Health Care Fund will change its name to Fidelity Funds - Sustainable Healthcare Fund to align with the Fidelity naming conventions for Thematic funds.

Similarly, the Sub-Funds listed below will have their names changed to reflect the move from a European bias towards a more global offering.

Current name	New name
Fidelity Funds – Fidelity Target™ 2025 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2025 Fund
Fidelity Funds – Fidelity Target™ 2030 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2030 Fund
Fidelity Funds – Fidelity Target™ 2035 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2035 Fund
Fidelity Funds – Fidelity Target™ 2040 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2040 Fund
Fidelity Funds – Fidelity Target™ 2045 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2045 Fund
Fidelity Funds – Fidelity Target™ 2050 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2050 Fund
Fidelity Funds – Fidelity Target™ 2055 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2055 Fund
Fidelity Funds – Fidelity Target™ 2060 (Euro) Fund	Fidelity Funds – Fidelity Target™ 2060 Fund

VIII. Change to Fidelity Funds – European Smaller Companies Fund

The EMIX indices will be discontinued by the index provider. In this context, the Prospectus will be updated to reflect that as from 28 July 2023, the benchmark for Fidelity Funds – European Smaller Companies Fund will change as follows:

Former benchmark (discontinued)	New benchmark
EMIX Smaller European Companies Index	MSCI Europe Small Cap Index (Net)

The benchmark is used for: investment selection, risk monitoring and performance comparison.

If you do not agree with these modifications, you may redeem your shares without redemption fee prior to 11th August 2023. Alternatively, you may switch your shares into any other Sub-Fund of the SICAV free of charge prior to 11th August 2023.

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.

The latest Prospectus and Key Information Documents of the Sub-Funds are available on request free or charge at its registered office or online at www.fidelityinternational.com.

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