

Technologie, dividenda nebo absolutní výnos?



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#FidelityPrague2024

Technologie, dividenda nebo absolutní výnos?

- 16:30 Začátek večera
- 17:15 **Uvítání hostů**
Ivana Laňová & Istvan Al-Hilal
- 17:20 **Jak přemýšlíme o investicích do technologie?**
Radhika Surie
- 17:40 **Zacíleno na odolné výnosy**
James Wilkey-Pinfield
- 18:00 **Nekorelované výnosy z aktivního výzkumu**
Stacie Mitchinson
- 18:30 Panelová diskuse
- 19:00 Občerstvení & Networking
- 22:00 Konec

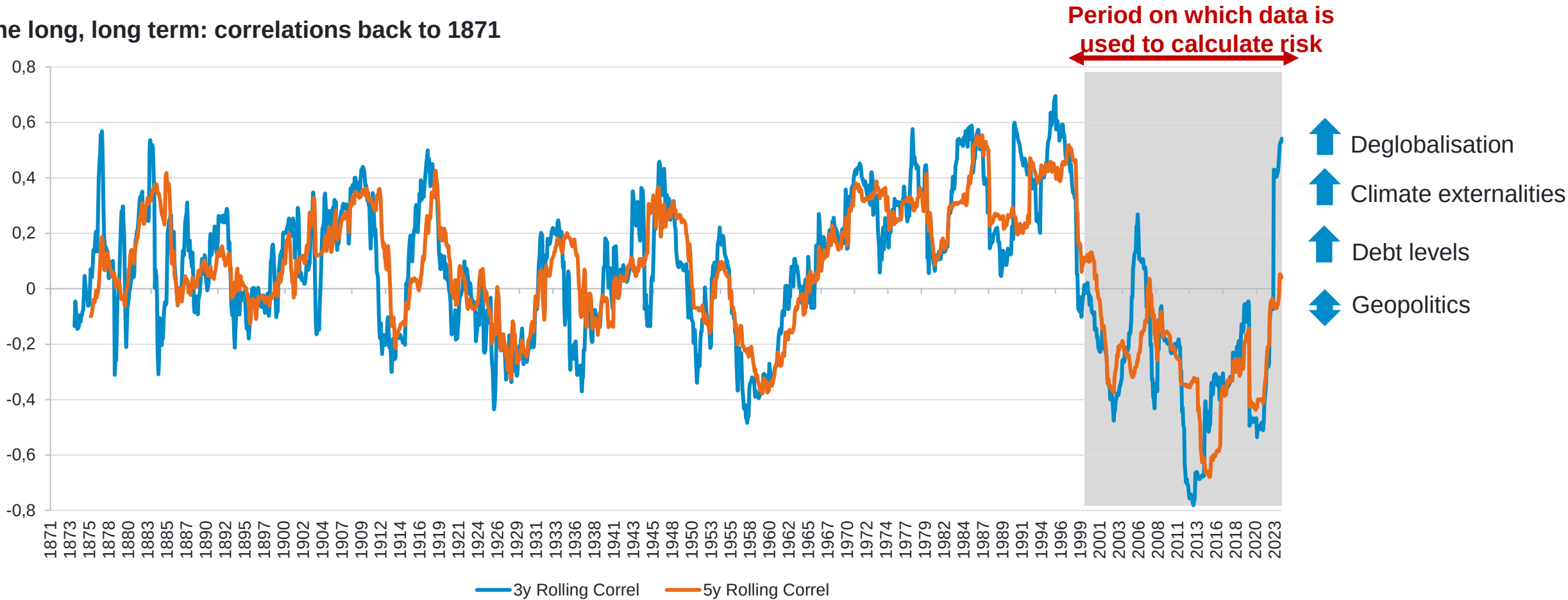


Time to look beyond traditional assets?

Recent decades of more stable negative equity/bond correlations are the exception, not the rule

Structural inflationary forces could see more persistent positive correlations

The long, long term: correlations back to 1871

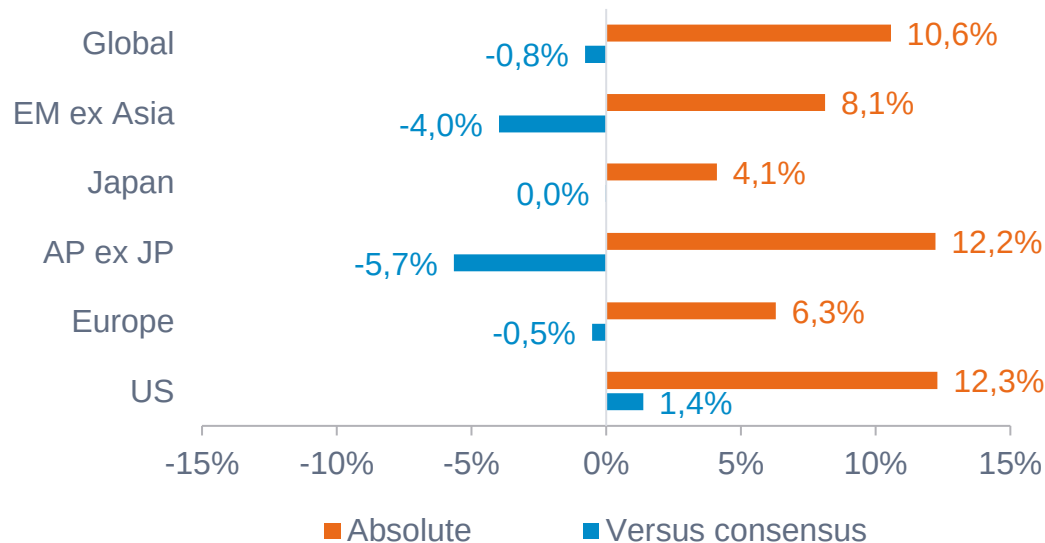


Source: Yale.edu, Fidelity International, March 2024. Data shows the correlation between equities and bonds from January 1871 – September 2024. Bonds represented by 10yr constant maturity U.S Treasury yield. Equity is represented by the S&P 500 index. For illustrative purposes only.

Earnings forecasts (FY24)

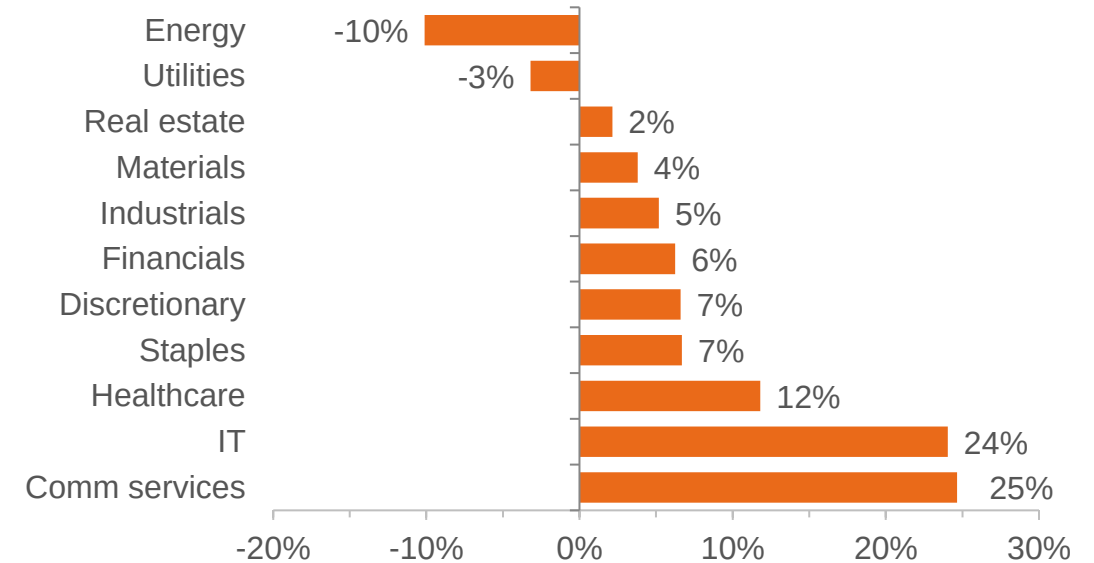
Bottom-up aggregate company forecasts

FIL regional earnings forecasts (FY24)



Source: Fidelity International, 30 April 2024.

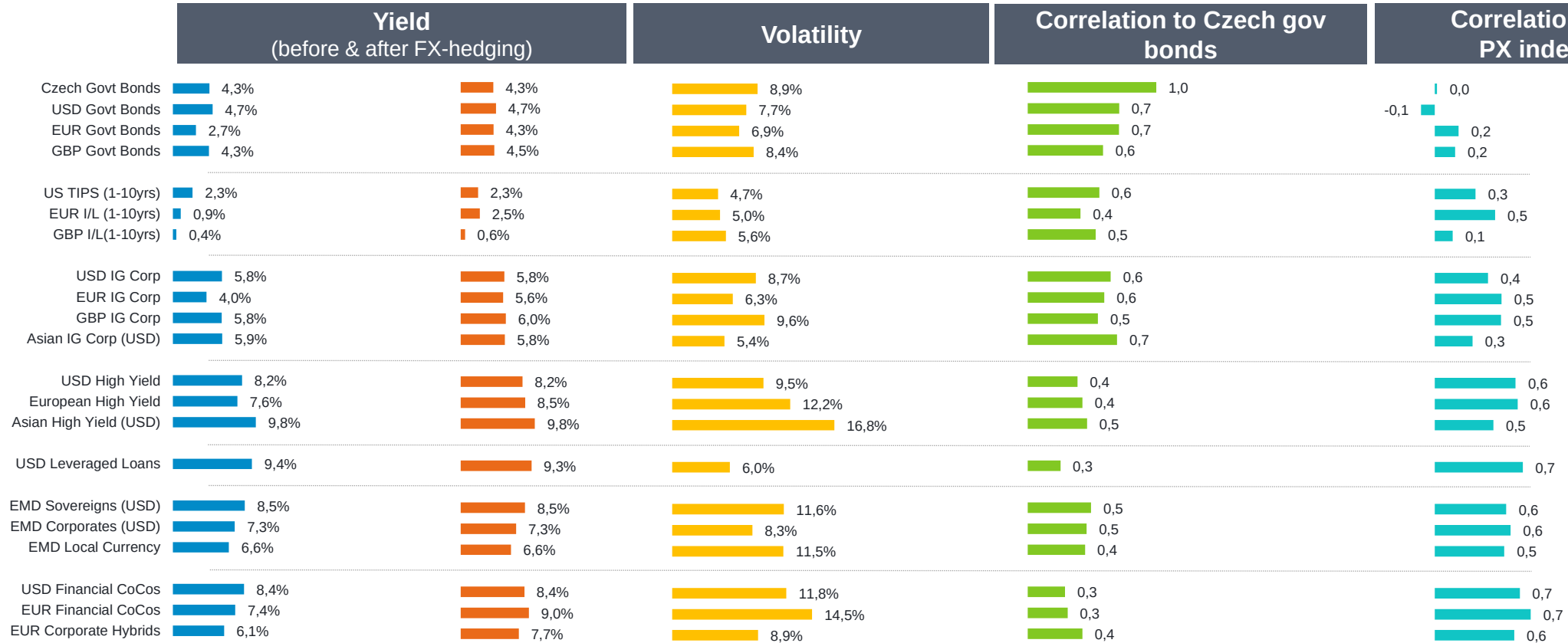
FIL sector earnings forecasts (FY24)



Source: Fidelity International, 30 April 2024.

Most bullish versus consensus in US and most bearish in Asia-Pacific ex Japan. Top sectors for earnings growth are communication services and IT, and the bottom sectors are energy and utilities

A Czech investor's view of fixed income



Source: Fidelity International, Bloomberg, 2 May 2024. Uses Bloomberg, ICE BAML and JP Morgan bond indices. Shows yield to worst for high yield, yield to 3yrs for USD Loans, real yield for inflation-linked bonds, yield to maturity for all other asset classes. The Yield to Maturity (also known as the Redemption Yield) is the anticipated return on a bond / fund expressed as an annual rate based on price / market value as at date shown, coupon rate and time to maturity. The redemption yield is gross of any charges and tax. The yield to worst is the lowest potential yield that can be received on a bond considering all potential call dates prior to maturity. USD, EUR and GBP government bond indices used are 7-10 years. Adjustment to yield from hedging is based on 3mth FX forwards. Both correlation and annualised volatility measures use 5 years of monthly returns. Correlation and volatility estimates for Financial CoCo indices are based off spliced series that include subordinated financial indices to provide longer data history. The value of investments and the income from them can go down as well as up so you may get back less than you invest. Past performance is not a reliable indicator of future results.

What are the options?

Our clients' main focuses in the CEE region



Cash	IG bonds	EMD & HY bonds	Dividend and tech stocks	Absolute Return
(interest rates)	(yield levels/volatility, duration)	(yield levels, duration)	(correlation vs bonds, earnings expectations)	(market neutral absolute return)
How can we access them?				
FF – US Dollar Cash Fund FF – Euro Cash Fund	FF – US Dollar Bond Fund CZK, EUR FF – Sustainable Climate Bond Fund CZK-H, EUR FF – Global Income Fund CZK-H, EUR, USD FF – Euro Bond Fund EUR	FF - European High Yield Fund CZK, CZK-H, EUR, USD FF – Global High Yield CZK, EUR, USD FF – US High Yield Fund EUR, USD FF – Emerging Market Debt Fund EUR, USD	FF – Global Dividend Fund CZK-H, EUR, USD FF – Global Technology Fund CZK-H, EUR, USD FF – Sustainable Global Equity Income Fund EUR, USD	FF – Absolute Return Global Equity Fund EUR, USD

Forrás: Fidelity International, Bloomberg, 2024. február

Technology Investing in 2024

Radhika Surie
Investment Director



May 2024

Marketing Communication

This material is for investment professionals only and should not be relied upon by private investors

Important Information

- Past performance does not predict future returns. The fund's returns may increase or decrease as a result of currency fluctuations.
- The value of investments and the income from them can go down as well as up and investors may not get back the amount invested.
- Funds are subject to charges and expenses. Charges and expenses reduce the potential growth of your investment. This means you could get back less than you paid in. The costs may decrease or increase as a result of currency and exchange fluctuations.
- This fund invests in overseas markets and the value of investments can be affected by changes in currency exchange rates.
- This fund invests in emerging markets which can be more volatile than other more developed markets.
- This fund has, or is likely to have, high volatility owing to its portfolio composition or portfolio management techniques.
- The fund does not offer any guarantee or protection with respect to return, capital preservation, stable net asset value or volatility.
- Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.
- Investors should note that the views expressed may no longer be current and may have already been acted upon.
- The fund may use financial derivative instruments for efficient portfolio management, which may expose the fund to a higher degree of risk and can cause investments to experience larger-than-average price fluctuations.
- The fund promotes environmental and/or social characteristics. The Investment Manager's focus on securities of issuers which maintain sustainable characteristics may affect the fund's investment performance unfavourably in comparison to similar funds without such focus. The sustainable characteristics of securities may change over time. When referring to sustainability-related aspects of the promoted fund, the decision to invest should take into account all characteristics or objectives of the promoted fund as detailed in the Prospectus. Information on sustainability-related aspects is provided pursuant to SFDR at <https://www.fidelity.lu/sfdr>.

The investment which is promoted concerns the acquisition of units or shares in a fund and not in a given underlying asset owned by the fund. Please refer to the Prospectus and KID of the fund before making any final investment decisions.

Investment Objective and Policy

Objective	The fund aims to achieve capital growth over the long term.
Investment Policy	The fund invests at least 70% (and normally 75%) of its assets, in equities of companies throughout the world, including emerging markets that develop or will develop products, process or services providing or benefiting from technological advances or improvements. The fund may also invest in money market instruments on an ancillary basis. The fund invests at least 50% of its assets in securities of companies with favourable environmental, social and governance (ESG) characteristics.
Investment Process	In actively managing the fund, the Investment Manager considers growth and valuation metrics, company financials, return on capital, cash flows and other measures, as well as company management, industry, economic conditions, and other factors. It 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.
Derivatives	The strategy may use derivatives for hedging, efficient portfolio management and investment purposes.
Benchmark	MSCI AC World Information Technology Index, an index that does not take into consideration ESG characteristics. Used for: investment selection, risk monitoring, performance comparison. The fund invests in securities of the benchmark, however, the management of the fund is discretionary, therefore the fund may invest in securities not included in the benchmark, and its performance over any period may or may not deviate significantly from that of the benchmark.
Domicile	Luxembourg
Legal Vehicle	UCITS SICAV

Source: Fidelity International, March 2024.

Fund Sustainability Characteristics

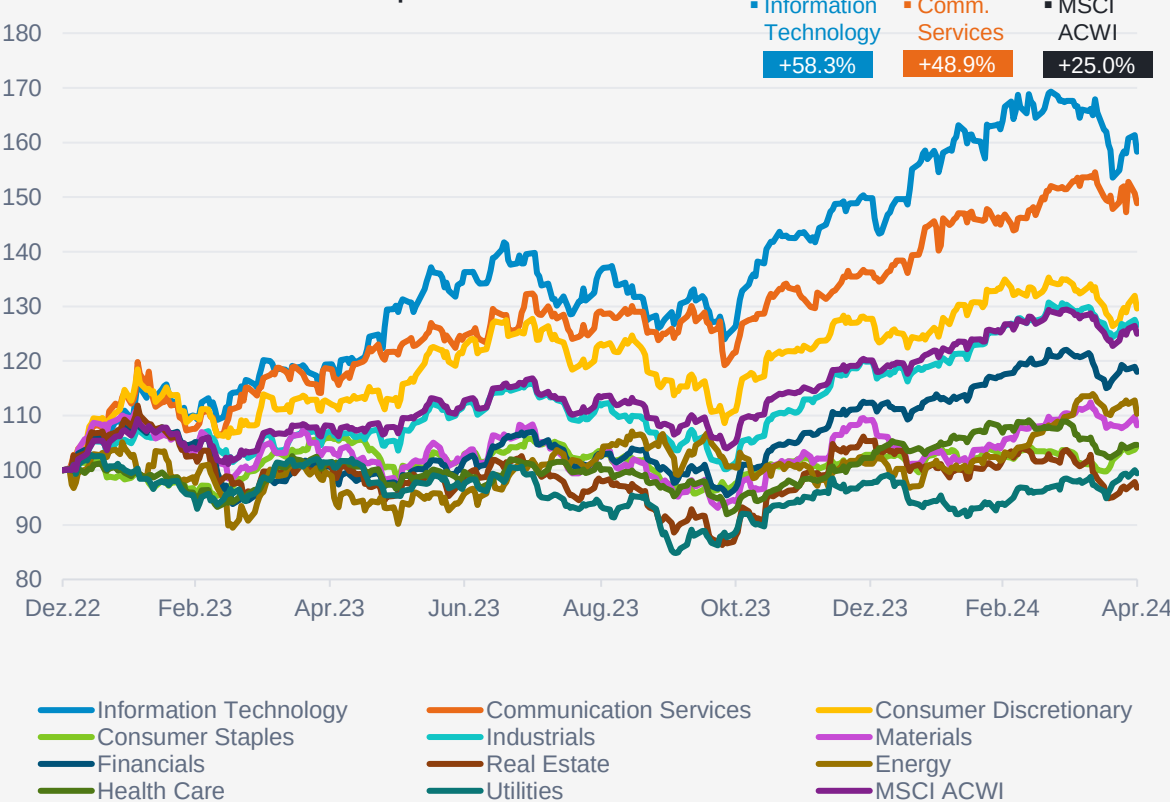
SFDR Article 8

- The fund is classified as Article 8 under SFDR.
- The fund seeks to achieve its investment objective and promotes environmental and/or social characteristics. Sustainability factors considered will vary based on the issuer in question.
- The Investment Manager considers a wide range of environmental and social characteristics on an ongoing basis, but the Investment Manager has the discretion to implement enhanced, stricter sustainable requirements and exclusions (in addition to the firm wide exclusions list) from time to time.
- A minimum of 50% of a fund's net assets are invested in securities with favourable ESG characteristics. Favourable ESG characteristics are established by reference to ESG ratings provided by external agencies or Fidelity Sustainability Ratings*
- The fund excludes companies involved in the production and/or distribution of controversial weapons, the use of which is prohibited by international treaties or conventions (including cluster munitions, landmines, biological weapons, chemical weapons, blinding laser weapons, incendiary weapons, non-detectable fragments) and nuclear weapons for non-signatories of the Treaty on the Non-Proliferation of Nuclear Weapons.
- The fund also excludes issuers which the Investment Manager considers have failed to conduct their business in accordance with accepted international norms, including as set out in the United Nations Global Compact. Through the investment management process, the Investment Manager aims to ensure that investee companies follow good governance practices.

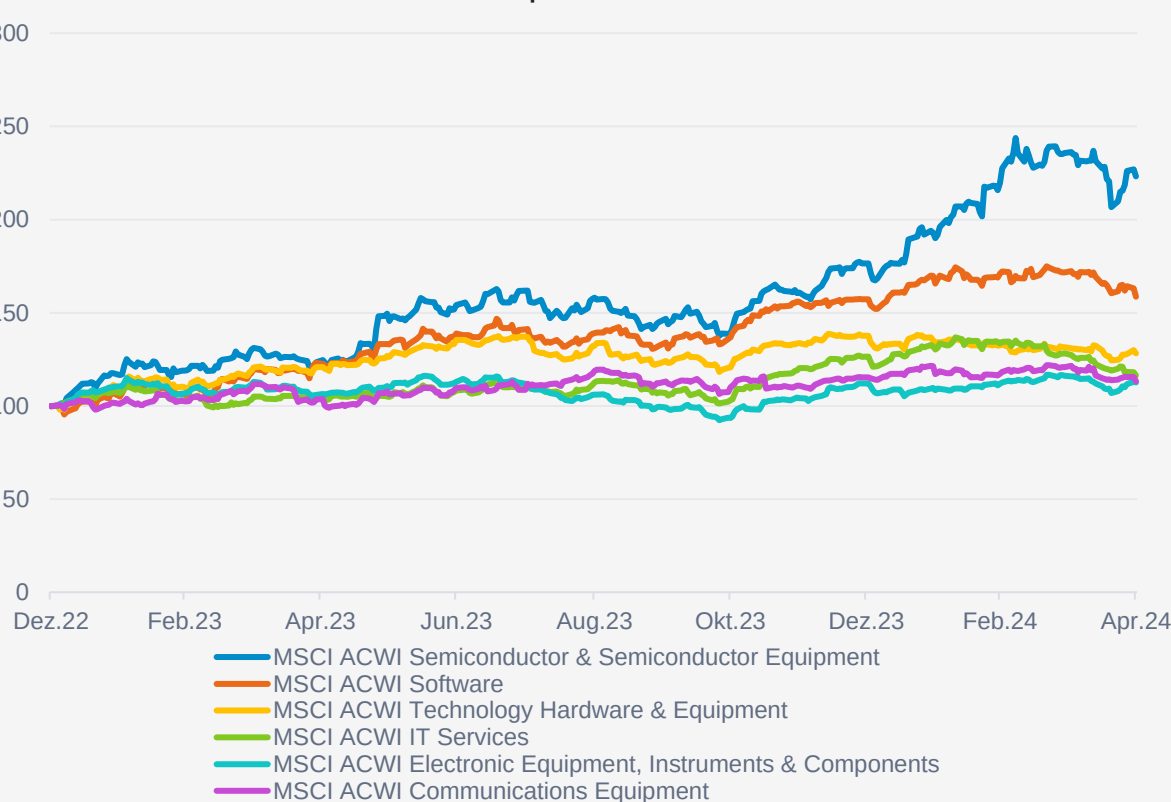
Source: Fidelity International, 2024. *Further details on the methodology applied are set out at [Sustainable investing framework \(fidelityinternational.com\)](https://www.fidelityinternational.com/sustainable-investing-framework) and may be updated from time to time.

The technology suite has continued to lead

Sector and broad index performance



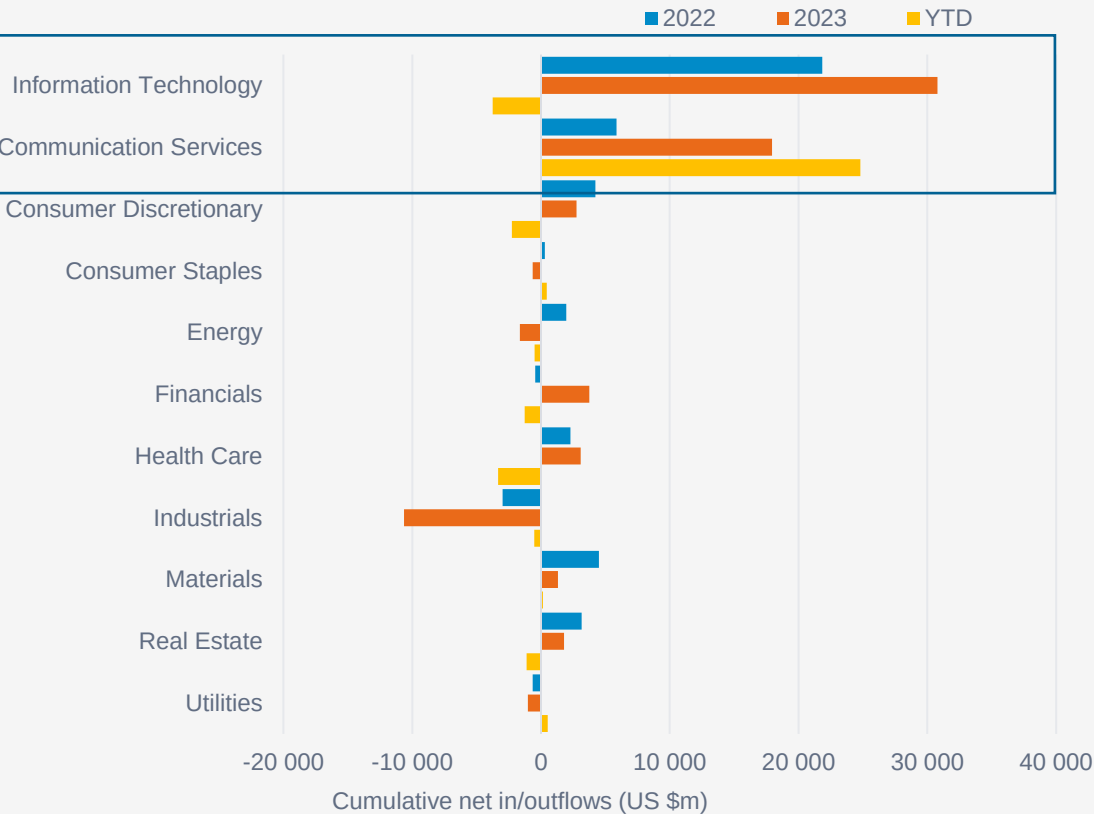
MSCI ACWI IT index subsector performance



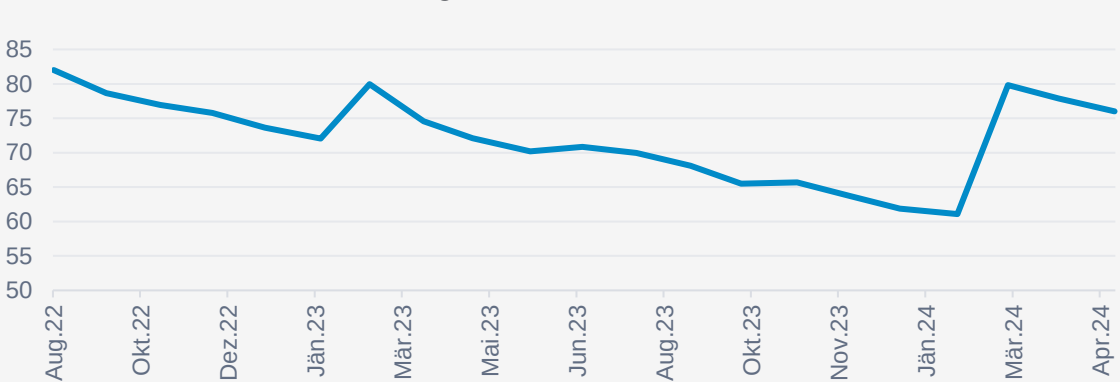
Source: Datastream, 30 April 2024. MSCI ACWI sector index price (USD) rebased to 100 on 30/12/2022.

Fund flows and earnings growth continue to support the sector

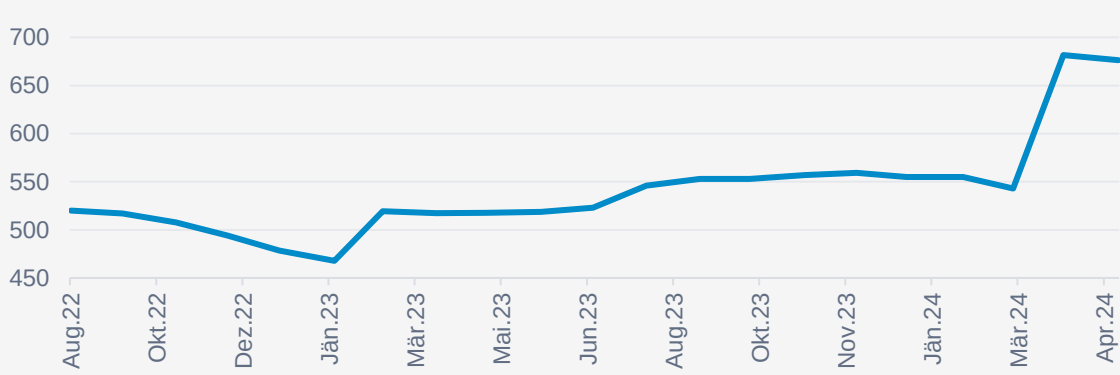
Sector fund flows



Russell 2000 Index earnings



Nasdaq-100 Index earnings



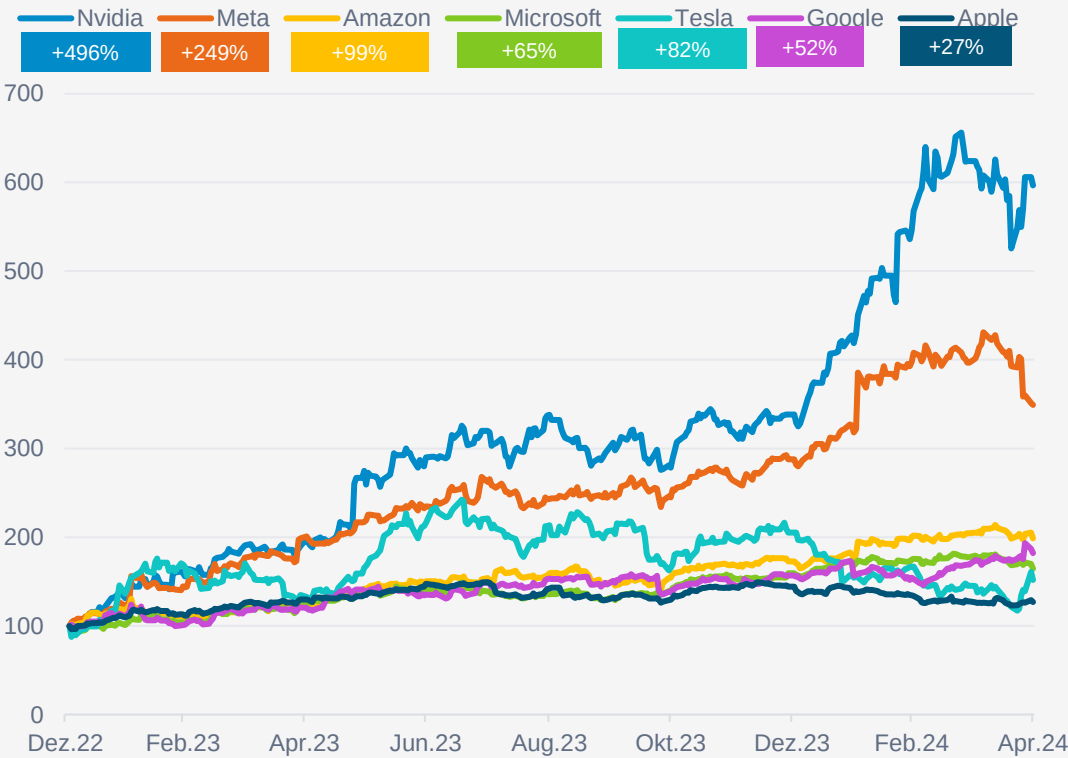
Source: BofA Global Research, 23 April 2024.

Source: Bloomberg, 30 April 2024.

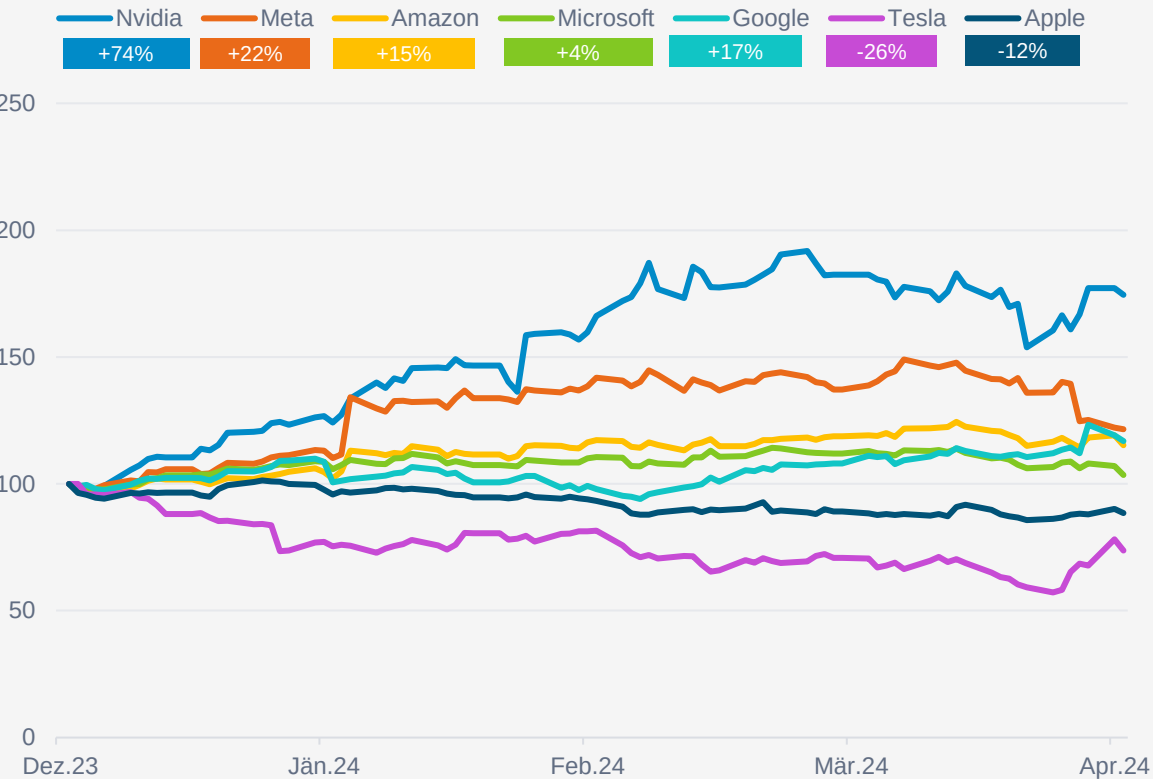
Once narrow market leadership starting to diverge

Nvidia and Meta pull ahead, while Apple and Tesla fall away

Magnificent 7 stocks market value Jan 2023 – April 2024



Magnificent 7 stock price YTD



Source: Bloomberg, 30 April 2024. Magnificent seven stocks include Apple, Microsoft, Alphabet (Google), Amazon, Nvidia, Tesla and Meta. Market values rebased to 100 at 01 January 2023. Share prices rebased to 100 at 01 January 2024.

Thoughts on AI: What's driving GPU demand?

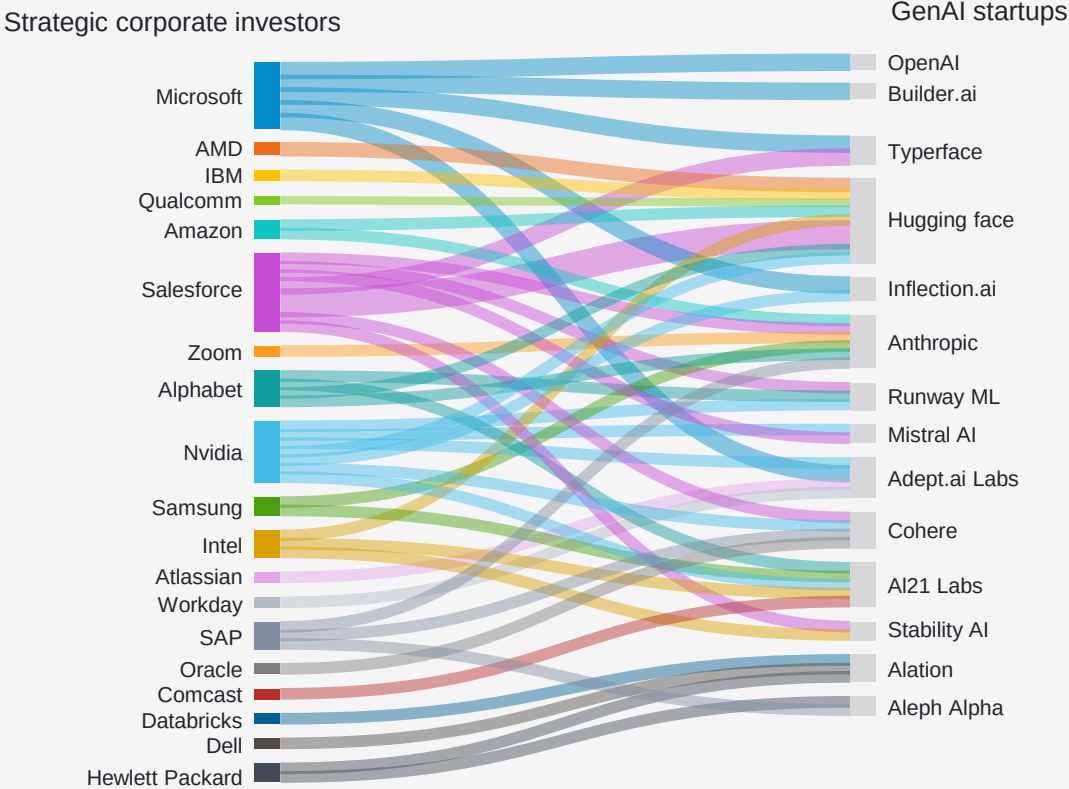
GPU demand—where are the volumes coming from?

1. Hyperscalers for model testing/GPU development

2. Buyers with supply shortage 'FOMO'

3. Unusual demand patterns

Hyperscalers among key investors in AI startups



Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.

Source: Fidelity International, April 2024. S&P Global, April 2024. "Are Generative AI Foundation models also model businesses".

Opportunity set is much broader than just GPUs

Generative AI development lifecycle



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Source: Fidelity International, April 2024.

Fidelity's Technology Team

Strong touch-points across the technology ecosystem allows us a truly global approach



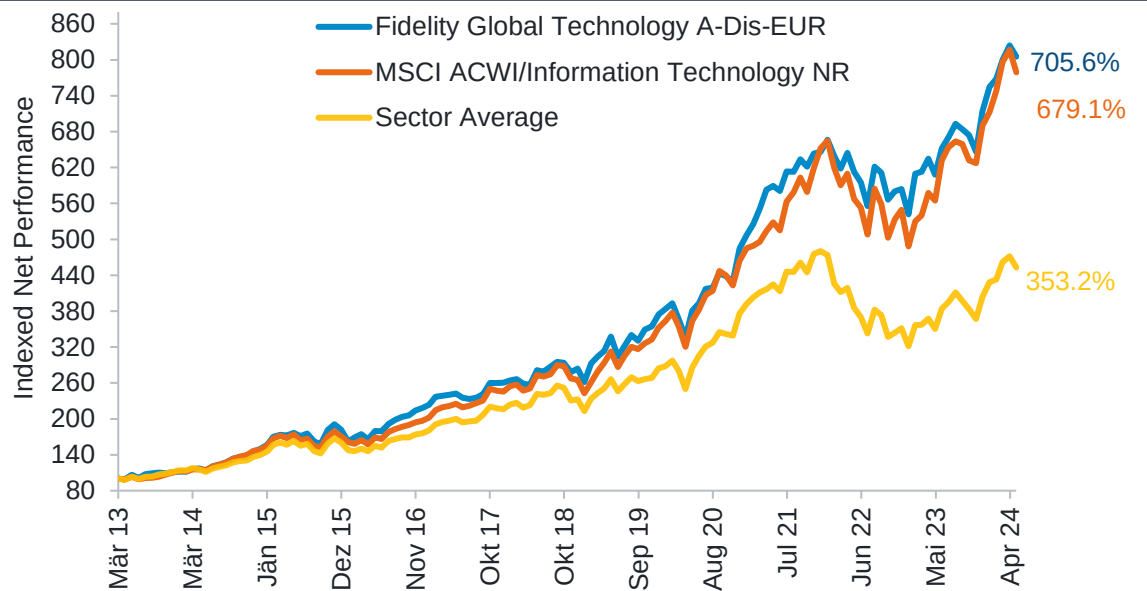
Source: Fidelity International as of 31 March 2024. Portfolio Manager Hyun Ho Sohn is not included in overall analyst number. Number denotes region of coverage.

Global Technology – Performance vs. Comparative Index & Peers (net)

Since tenure – 31 March 2013 to 30 April 2024

Past performance does not predict future returns. The fund's returns may increase or decrease as a result of currency fluctuations.

87% of peers beaten on tenure* performance



81% of peers beaten on performance on tenure* IR at 0.05



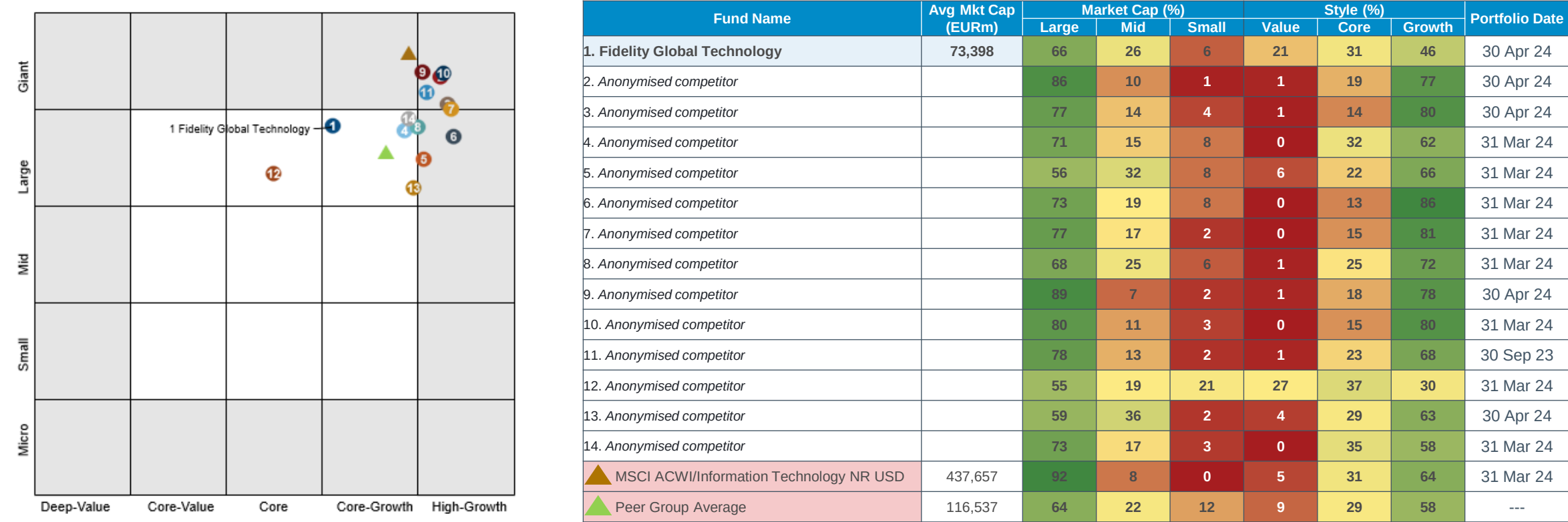
	30.04.14 - 30.04.15	30.04.15 - 30.04.16	30.04.16 - 30.04.17	30.04.17 - 30.04.18	30.04.18 - 30.04.19	30.04.19 - 30.04.20	30.04.20 - 30.04.21	30.04.21 - 30.04.22	30.04.22 - 30.04.23	30.04.23 - 30.04.24
FF Global Technology	51.1	-3.9	44.7	7.0	31.4	12.9	54.7	4.0	-0.7	32.4
MSCI ACWI IT	46.8	-6.2	40.9	13.1	24.5	16.5	45.3	7.4	-0.5	38.0
Excess return	4.3	2.4	3.8	-6.1	7.0	-3.6	9.5	-3.5	-0.2	-5.5

Source: Fidelity International, Morningstar Direct. Performance table is for A-EUR share class. Basis NAV-NAV, gross income reinvested in EUR since tenure (31 March 2013) to 30 April 2024. Peer group is the Morningstar GIF Sector Equity Technology sector. Comparative index: MSCI ACWI Information Technology (N). For LHS Chart, values have been rebased to 100. Data shown does not take into account any initial charge that may apply. Numbers may not add due to rounding.
*Hyun Ho Sohn took over sole management of the strategy on 31 October 2013, but tenure is calculated from 31 March 2013 when he began co-managing the fund.

The Fidelity Global Technology Fund: A distinctive ‘Core Growth’ profile

Hunts globally, across the cap spectrum

Market Cap and Morningstar Style Factors



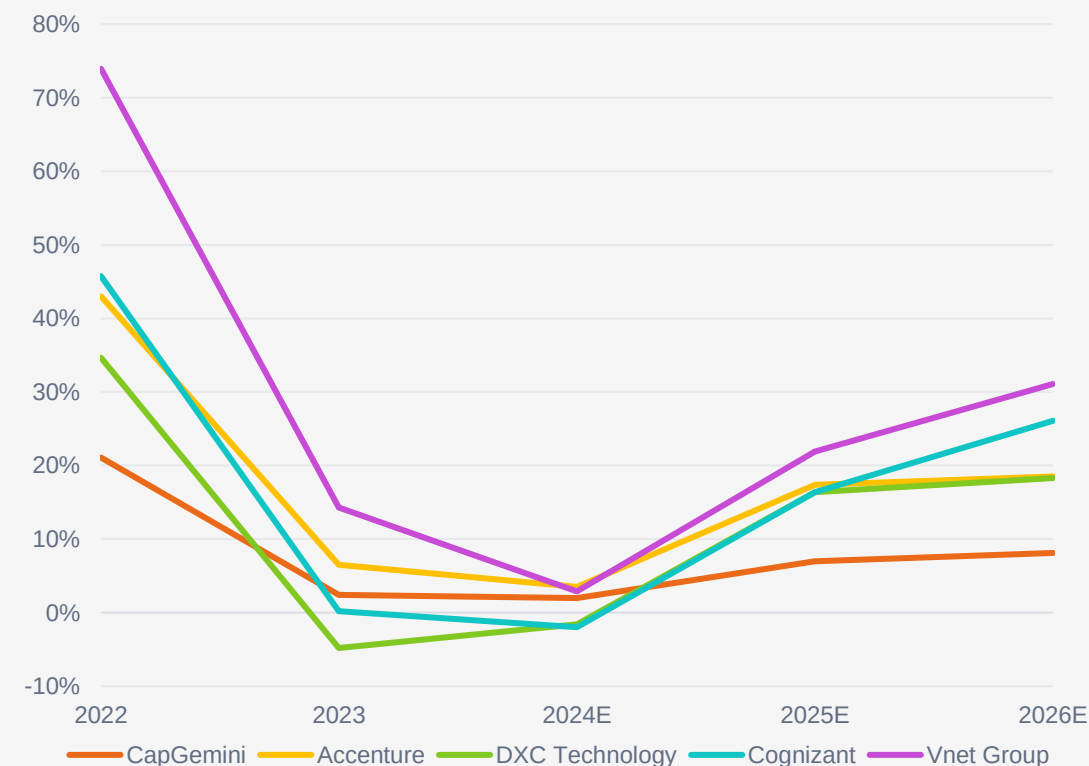
Source: Morningstar Direct as at portfolio dates disclosed in the table.

IT services & Data companies: the underappreciated AI play

Combine domain expertise and technological know-how to fuel enterprise AI transformation

- Threat perception from AI created interesting valuations for some IT services companies
- Improved coding efficiency a benefit / reduced cost but demand remains for collaborating, problem solving, project management, testing etc.
- To enable AI, a lot of engineering work needs to be done to manage / cleanse data, move it to cloud based repositories, carry out analytics and exploration
- Data integration and data management software is sticky and has meaningful upsell potential over time;
- Modernisation of existing applications with new technology a benefit as companies look to upgrade functionality.
- Related fund holdings include **Accenture**, **Cognizant**, **Elastic**, **Informatica**

Sales growth of selected IT services companies



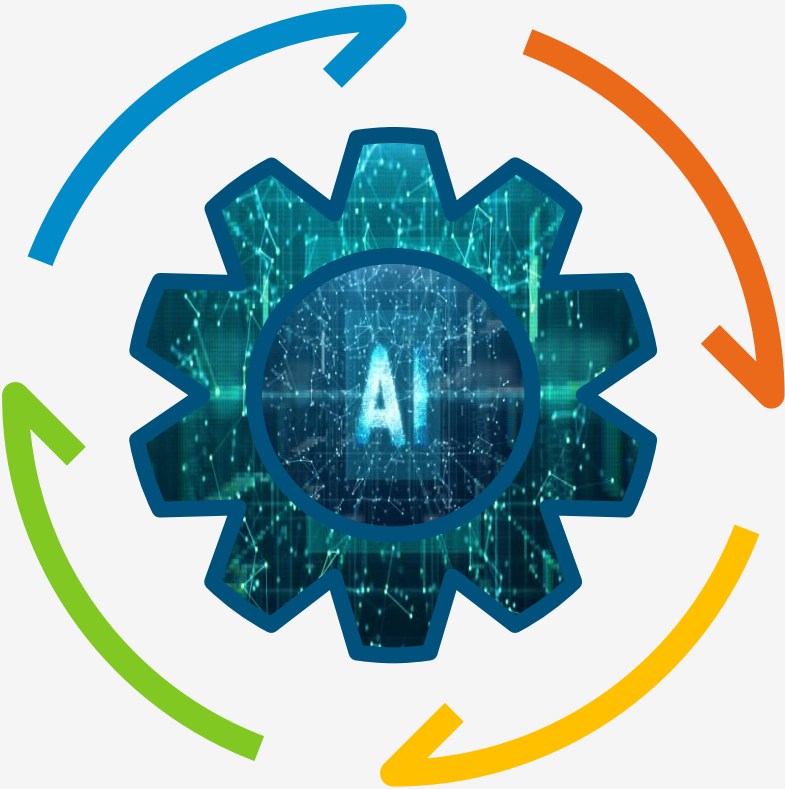
Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.

Source: Fidelity International, Statista, October 2023.

Source: Fidelity International, April 2024.

Cloud platforms embed AI capabilities to become even more important enablers of digitisation

Symbiotic relationship between cloud and AI



Hyperscale clouds push for a one-stop data shop, including AI and app development

Platform	Solution	Capability
IBM	Watsonx	▪ Pre-built application AI-assisted customer care ▪ Training and deployment of AI models ▪ Scalable AI and analytics integration ▪ Management and governance of AI models and applications
Amazon	Redshift	▪ Managed data warehouse and API connecting multiple external foundation models, such as Claude (Anthropic), Llama 2 (Meta), AI21 Labs' (Jurassic-2), Amazon Titan for flexibility and choice
Google	Gemini	▪ Gemini for BigQuery (data warehouse) ▪ Gemini for Looker (data analytics) ▪ Gemini for Databases (AlloyDB, Cloud Spanner, etc.) ▪ Offering enables use of AI with proprietary data

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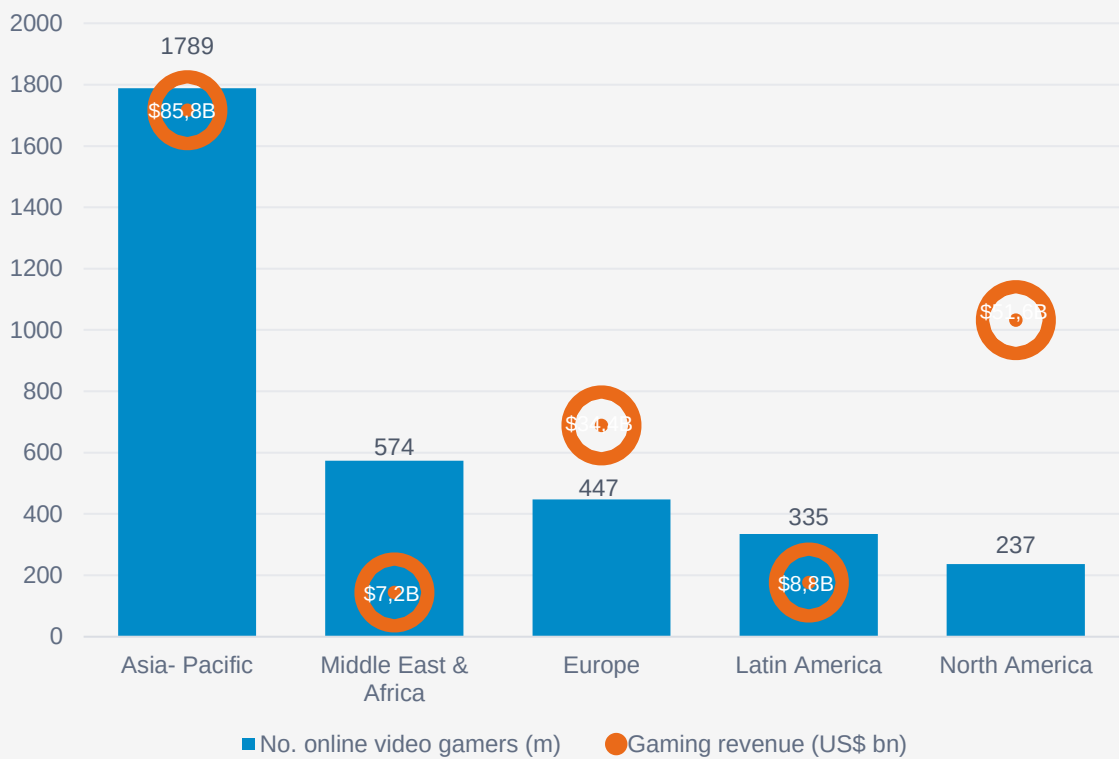
Source: Fidelity International, Cloud4C Insights, Company data, April 2024. Image: Getty Images.

Gaming industry entering a new period of innovation

User engagement likely to rise

- Global video game market value is ~US\$400bn and expected to double over the next 5-6 years.
- AI a catalyst for the development of more adaptive, responsive and engaging game offerings and more dynamic interaction with non-player characters.
- Metaverse for gaming offers the potential for generative AI to create entire gaming worlds at a fraction of current costs.
- AI models can adapt game difficulty and identify gameplay characteristics helping to increase monetization through in-game transactions and downloadable content.
- Economic model of gaming evolving to include monetising effectively across various touchpoints.
- Related fund holdings include **EA, Ubisoft**

Number of online video gamers and revenue worldwide, by region



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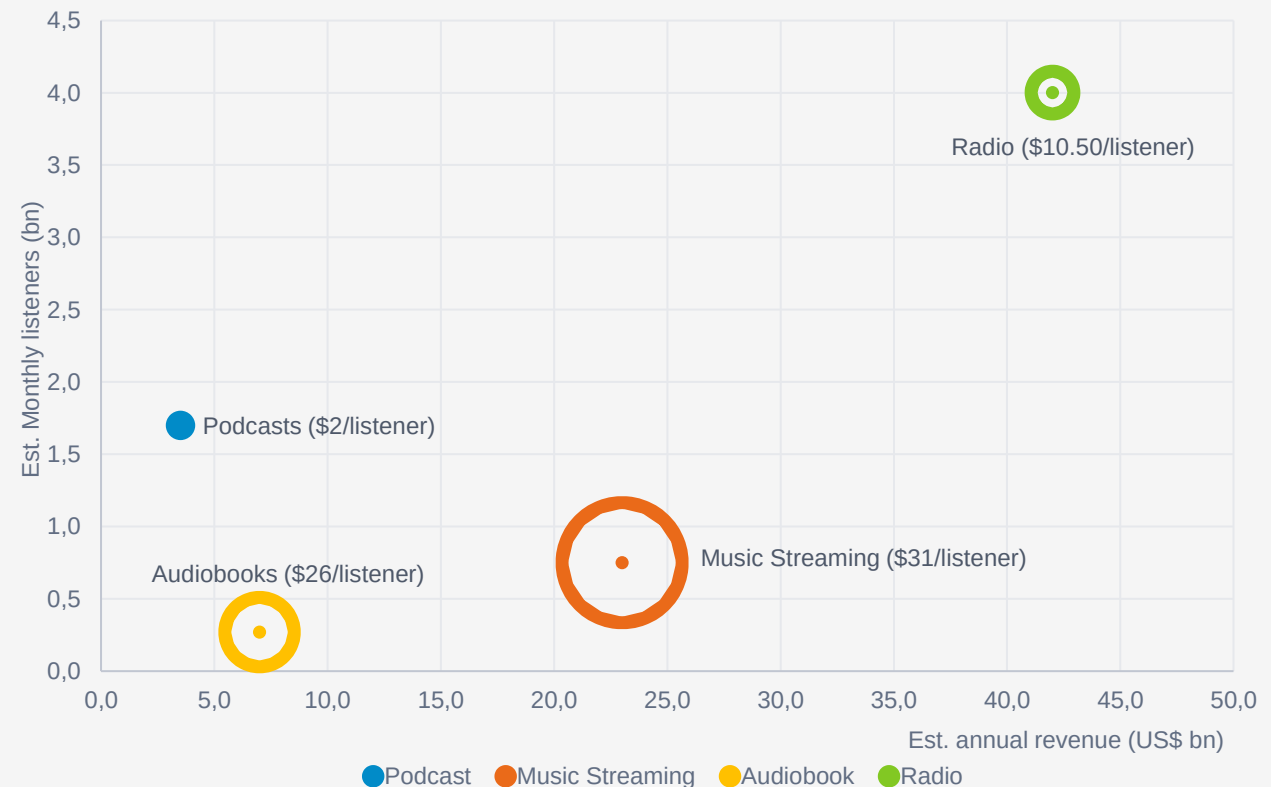
Source: Statista, February 2024. Appinventiv, March 2024.

Music streaming remains underpenetrated and has a long runway for growth

Monetisation remains an opportunity in the digital audio market

- Global music streaming market expected to reach US\$23bn in annual revenues in 2024, ~15% year-on-year growth.
- Music remains undermonetised, but earnings turnaround from higher pricing coming through.
- Room for growth – merely ~14% of smartphone users globally pay for a music streaming service.
- Ad-supported subscription tiers, consolidation, and service bundles could make subscriptions more accessible and appealing.
- Consolidation and multiple audio formats—i.e. music, podcasts, live events, and audiobooks—could attract a larger pool of subscribers and allow platforms to charge more for subscriptions through premiumisation and monetisation.
- Related fund holdings include **Universal Music**, **Warner Music**

Digital audio market annual revenue per listener



Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.

Source: Deloitte, February 2024.

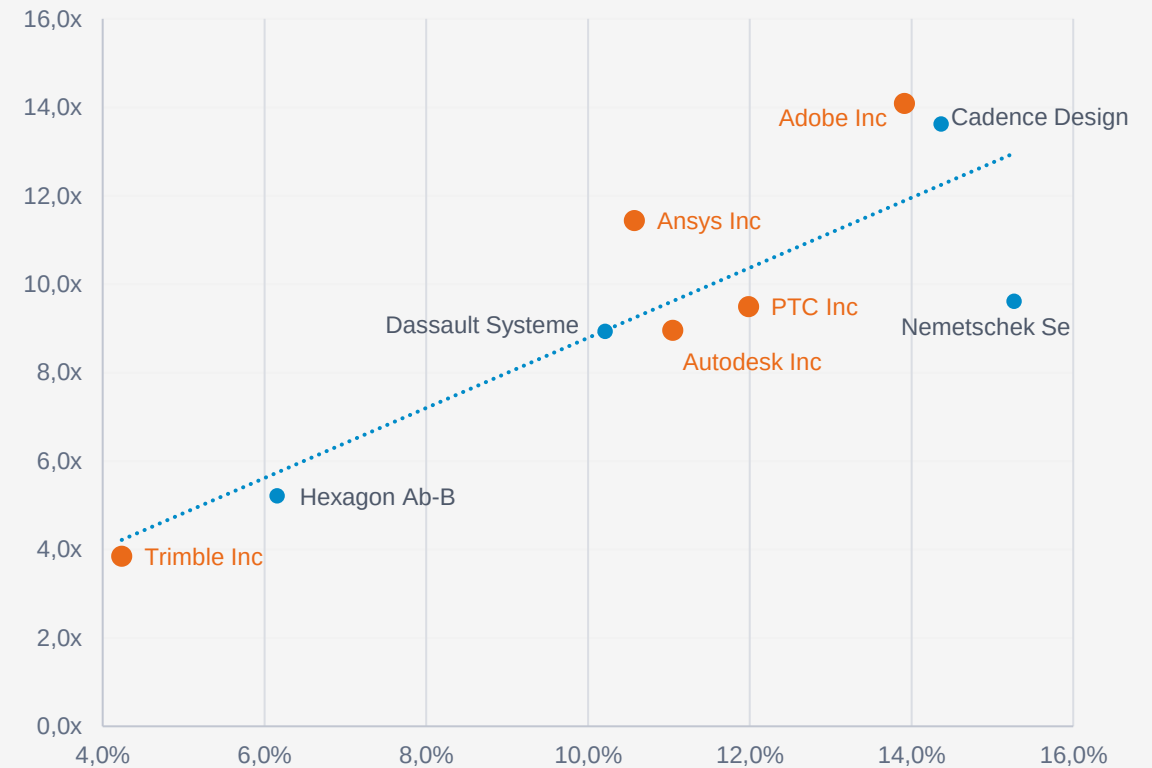
Source: Deloitte, February 2024.

Digitisation leaders and enablers across industries

Technological deployment taking place across the board

- Technological deployment becoming an important differentiator and driver for old economy areas
- Leaders and enablers make for interesting investment opportunities
- Reshoring manufacturing, the labour supply gap, wage spiral, technological advances and risks such as supply chain issues leading to increasing adoption of technology
- Product modelling and management, building design, cost estimation and manufacturing schedules use software applications such as Computer-Aided Design (CAD) and Product Lifecycle Management (PLM).
- Industrial Internet of Things (IIoT) platforms enable connectivity, data analytics and optimisation for manufacturers.
- Related fund holdings include **Adobe, Ansys, PTC**

Design Software: 3-year growth vs EV/Sales



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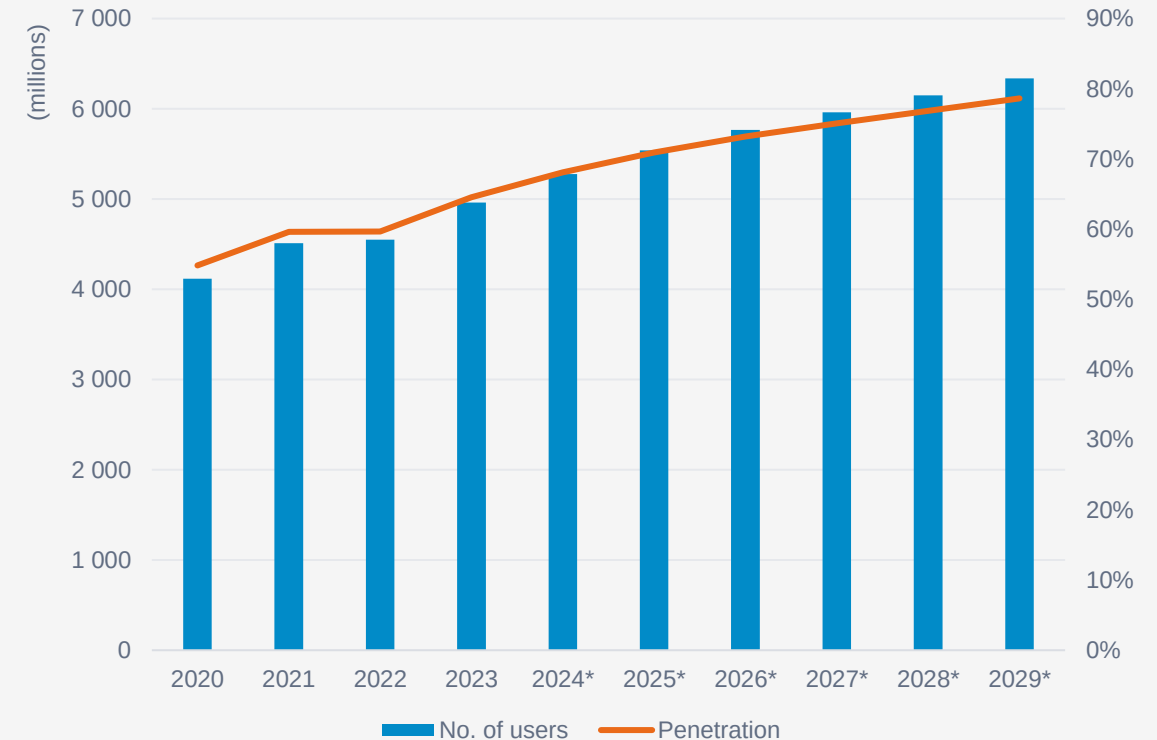
Source: Fidelity International, March 2024.

Market share gainers in an environment where ‘peers’ struggle

Established players have an advantage

- Continuing structural growth across a range of areas, e-commerce broadly, and more specifically, areas like food delivery, ride-hailing, entertainment and streaming services, etc.
- Pricing power at many firms in this area remains relatively strong, meaning better resilience in a more inflationary environment.
- Netflix is a key beneficiary in an industry seeing a shift from linear to OTT. The company has ~270m subscribers, with Amazon ranked second with 230m.
- Annual subscription growth is expected to translate to a market size of US \$476bn by 2027.
- Deliveroo seeing growth from overseas operations in France, Hong Kong and UAE.
- Related fund holdings include **Deliveroo, Disney, Just Eat, Netflix**

Number and penetration rate of OTT video subscribers worldwide



Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.

Source: Statista, Business of Apps, Company data, April 2024.

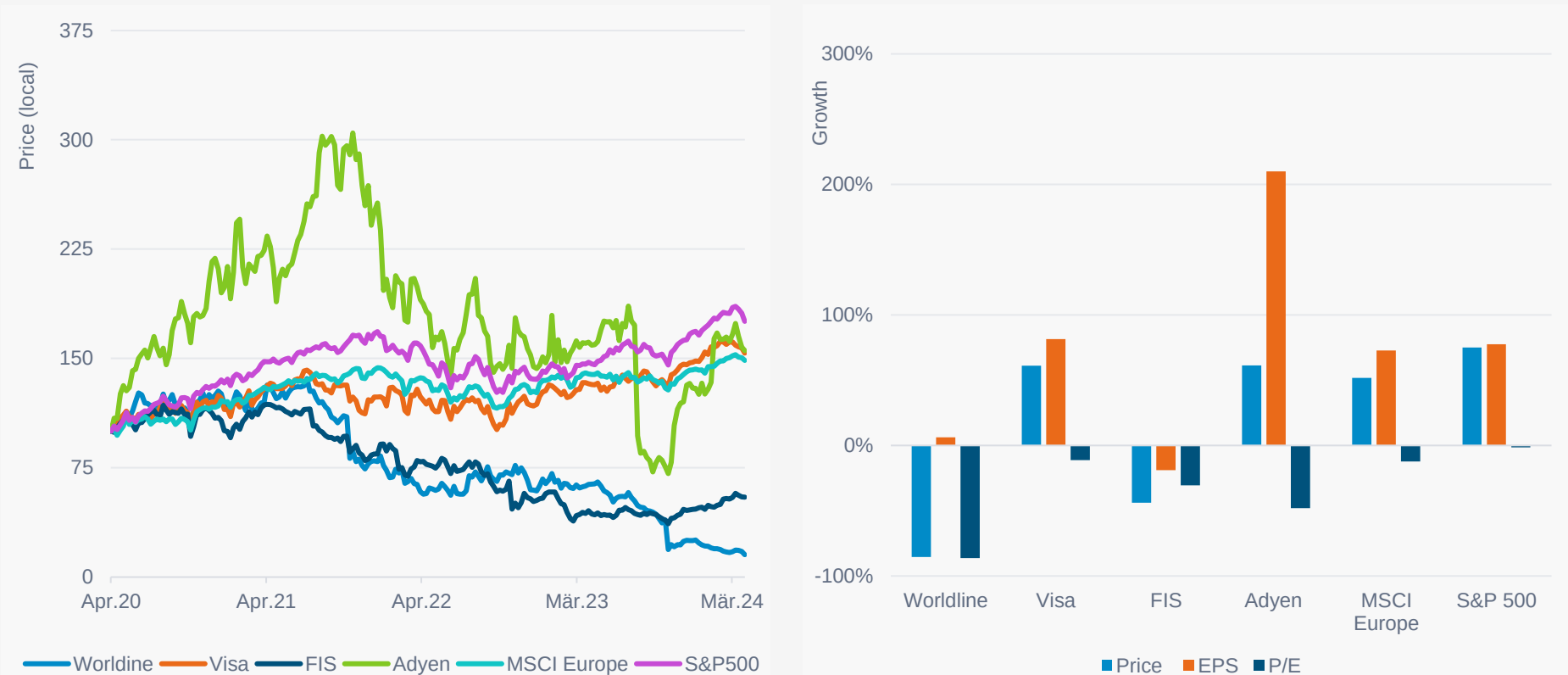
Source: Statista, April 2024.

High incremental margins in payment space benefits incumbent leaders

Underpenetrated and fragmented market provides opportunities

- Global payment market is seeing significant growth in demand in mobile-based transactions from increasing internet penetration and accessibility of high-speed internet.
- Payment space is a huge market with long-term growth opportunities through consolidation, particularly.
- Strong and steady performance in selected Fintech and legacy financial holdings, while others long-term winners remain at depressed valuations.
- Related fund holdings include **Visa, Adyen, Worldline**

Performance of selected payment stocks April 2020 – April 2024



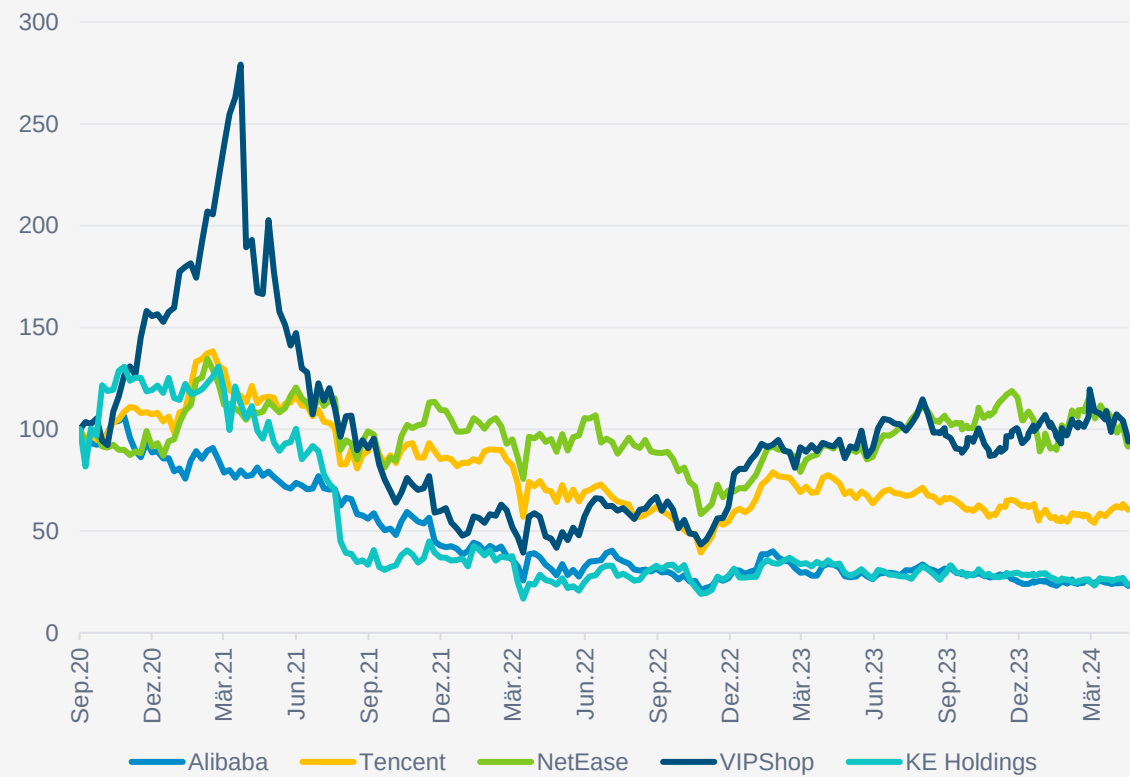
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Source: Fidelity International, April 2024.

China tech stocks cheap, undervalued and overlooked

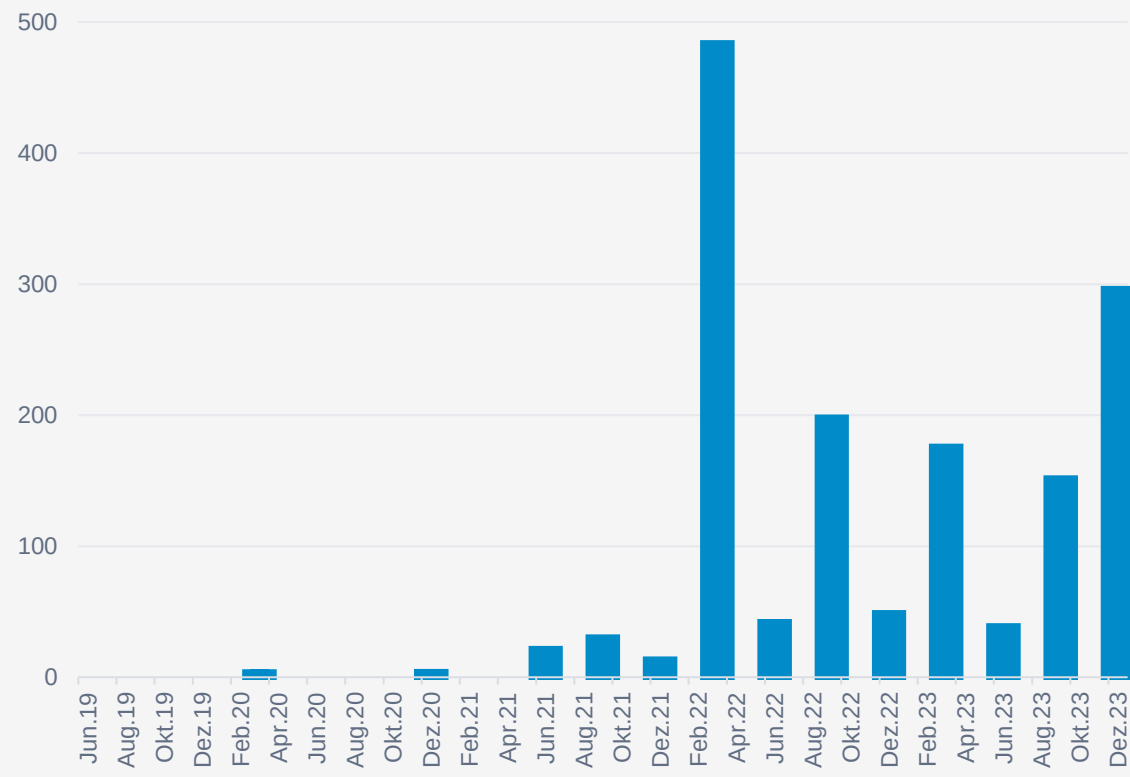
Improved capital allocation and shareholder returns, wide economic moats, less regulatory pressure

China tech stock prices remain at depressed levels



Source: Refinitiv DataStream, April 2024. Stock price rebased on 01 September 2020.

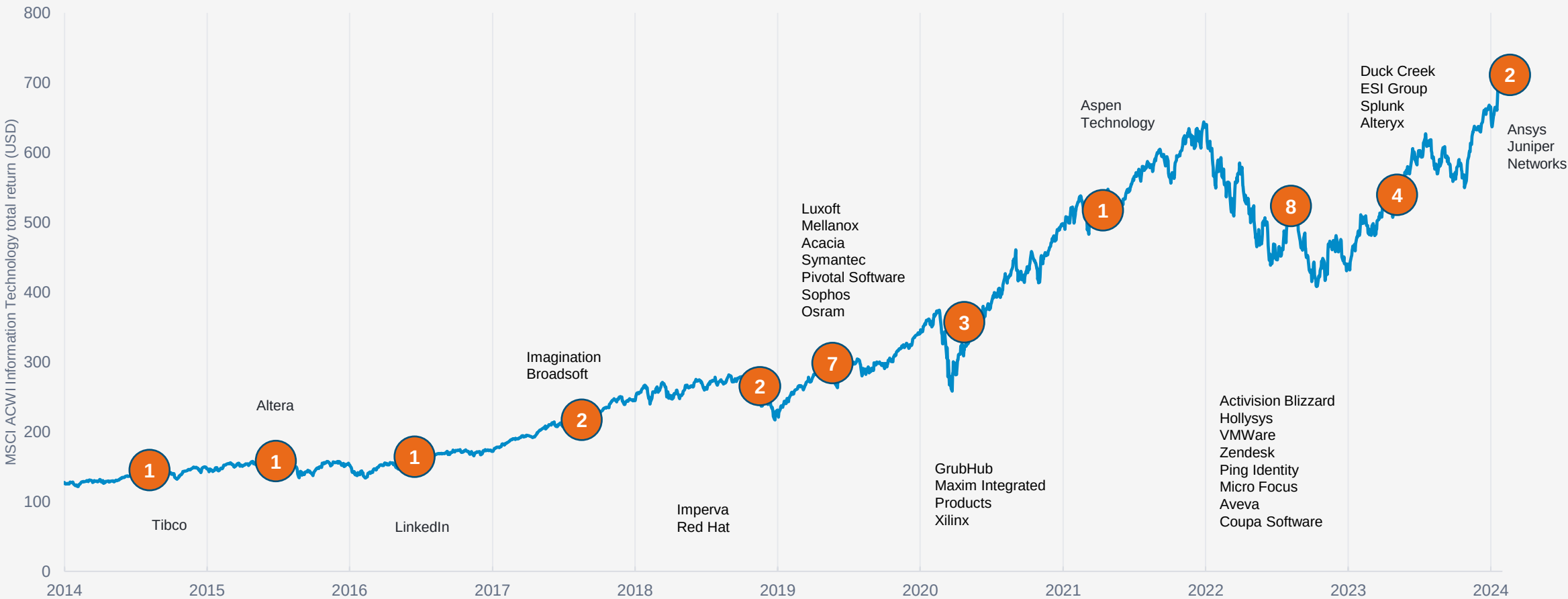
Number of shares repurchased by Alibaba (June 2019 to date)



Source: Bloomberg, April 2024.

Small & Mid-Cap companies with strong IP routinely look interesting

M&A seen in the portfolio over tenure



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Source: Fidelity International, Bloomberg, March 2024.

Summary: Fidelity Global Technology



Long-tenured Portfolio Manager: 10+ years on the portfolio



Strong long-term track record: First quartile over tenure



Supported by a closely-knit team of technology investors: 30 dedicated analysts with others also adding value in a converged environment



Differentiated style:

- A broad definition of technology at a time of convergence
- Knowing the company well key to finding an edge in a well-covered sector
- Contrarian approach, which consistently shows an anti-momentum bias and valuation consciousness
- Truly global lens—tends to find ideas across multiple regions
- Finds opportunities across the market cap spectrum
- Lower drawdown profile versus the peer group



Risk: Focus on stock-specific risk with awareness of obvious Style outcomes

Source: Fidelity International, 30 April 2024.



Why invest in a high-quality dividend strategy today?

Fidelity's Global Equity Income Strategies

James Wilkey-Pinfield, CFA
Investment Director



May 2024

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What should investors expect from a quality dividend strategy?

Fidelity's approach

Unconstrained

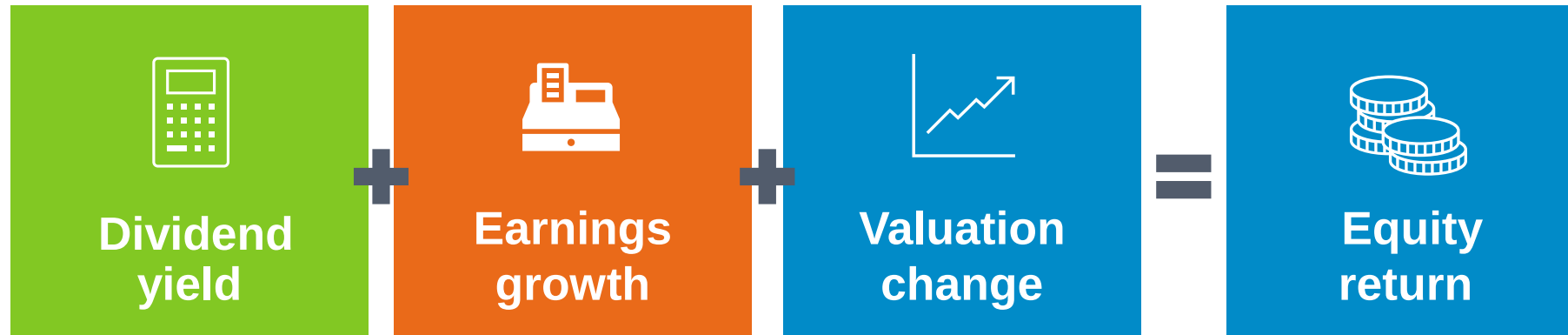
**Dividend-based
total return**

**Capital
preservation**

Source: Fidelity International

Where will returns come from?

The building blocks of return for equity investors

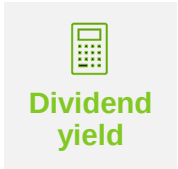


Source: Fidelity International

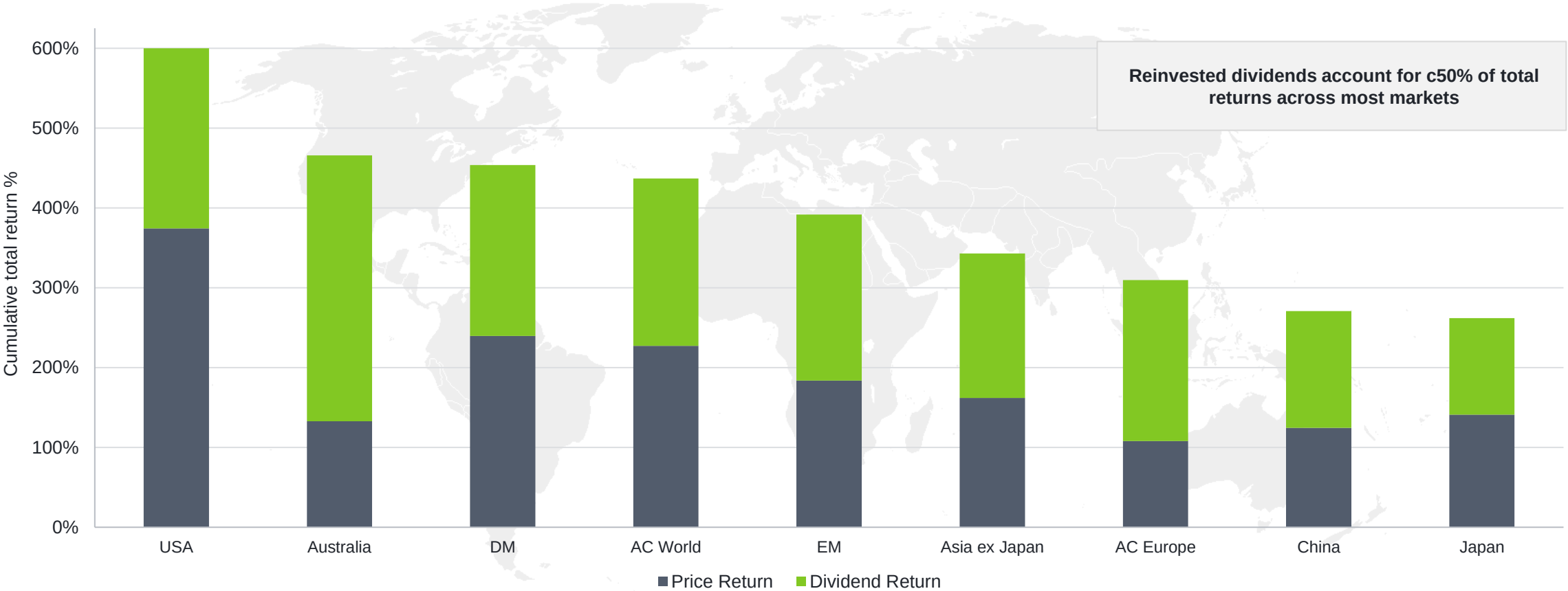
The building blocks in today's market environment

Dividends continue to be a reliable total return building block

Long term benefits of dividend investing



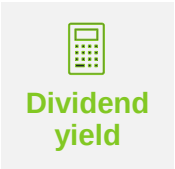
A global hunting ground - Local currency total returns over the last 20 years



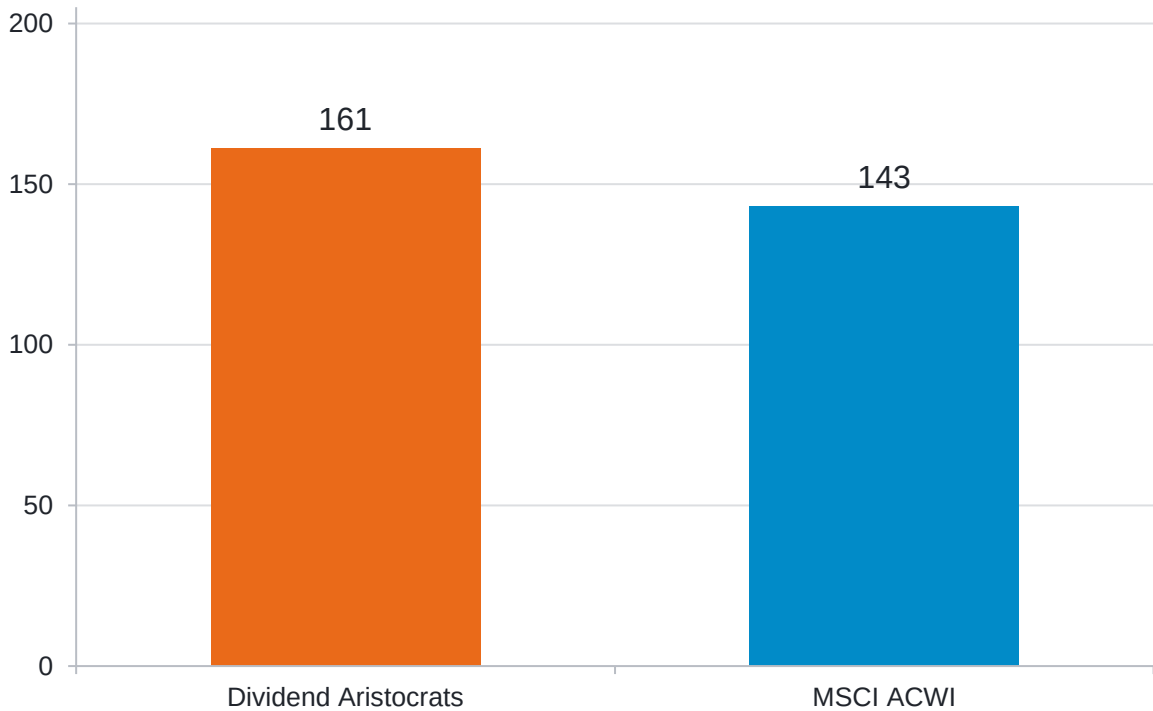
Source: Fidelity International, Refinitiv Datastream as at 31 March 2024. MSCI Regional Total Return vs. Price Indices in local currency terms.

Sustainable dividend growth is rewarded over the long term

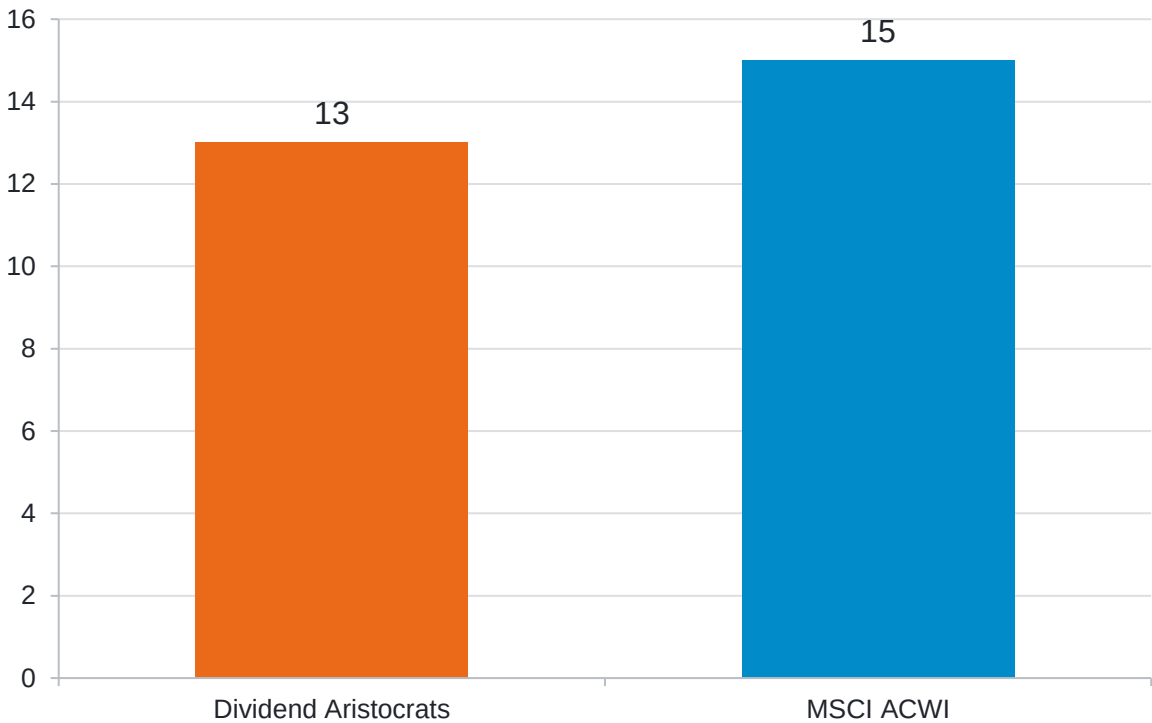
Performance and volatility of consistent dividend growers



10 Year Total Returns %



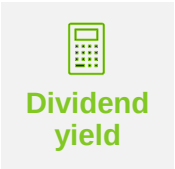
Volatility %



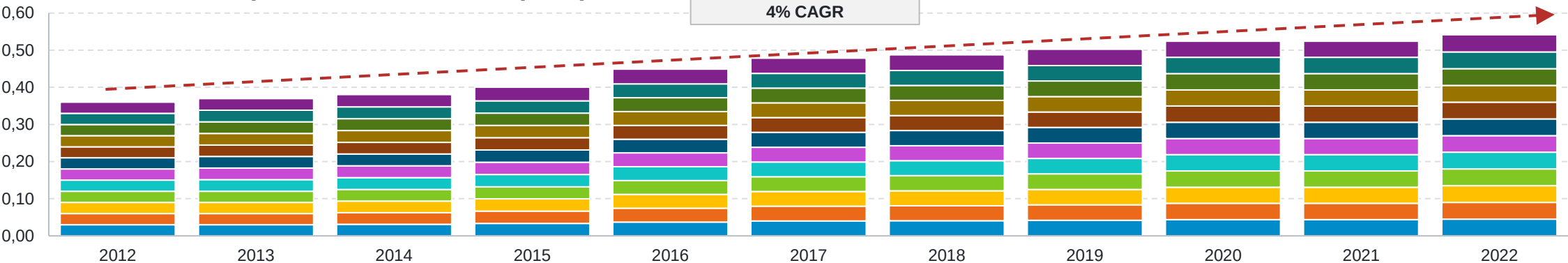
Source: Citi Research, as at 31/03/2024 in USD, **The universe is divided into Dividend Aristocrats which are companies that have been able to grow their dividends each year over 10-years** and the total and price cumulative returns and volatility of returns of that basket of companies. This is compared to the broader MSCI AC World universe where the same figures are calculated. In March 2024 there were 309 Dividend Aristocrats. Price return is the rate of return on an investment portfolio over a given period of time, where the return takes into account only the capital appreciation of the portfolio (the income generated by the assets in the portfolio in the form of interest and dividends is ignored). Total return is the actual rate of return including interest, capital gains, dividends and distributions realised over a given period of time.

A proven track record of sustainable dividend growth

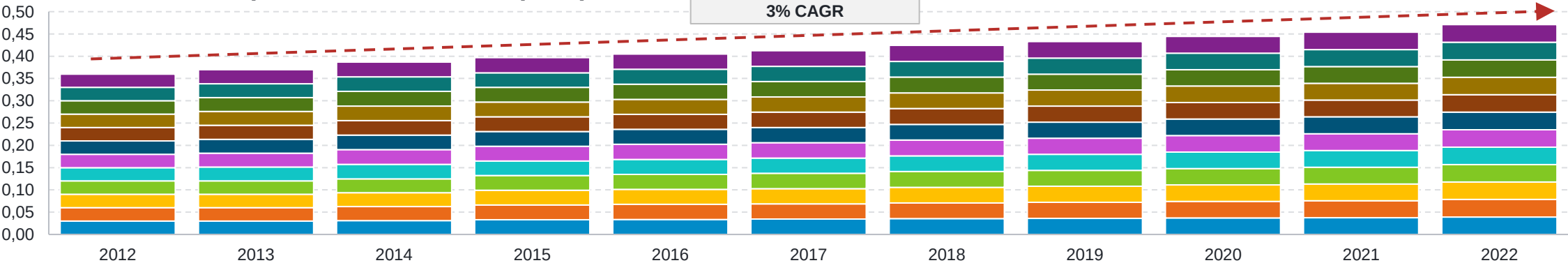
The fund has grown its income distributions every year since launch



SICAV distributions per unit since launch (EUR)



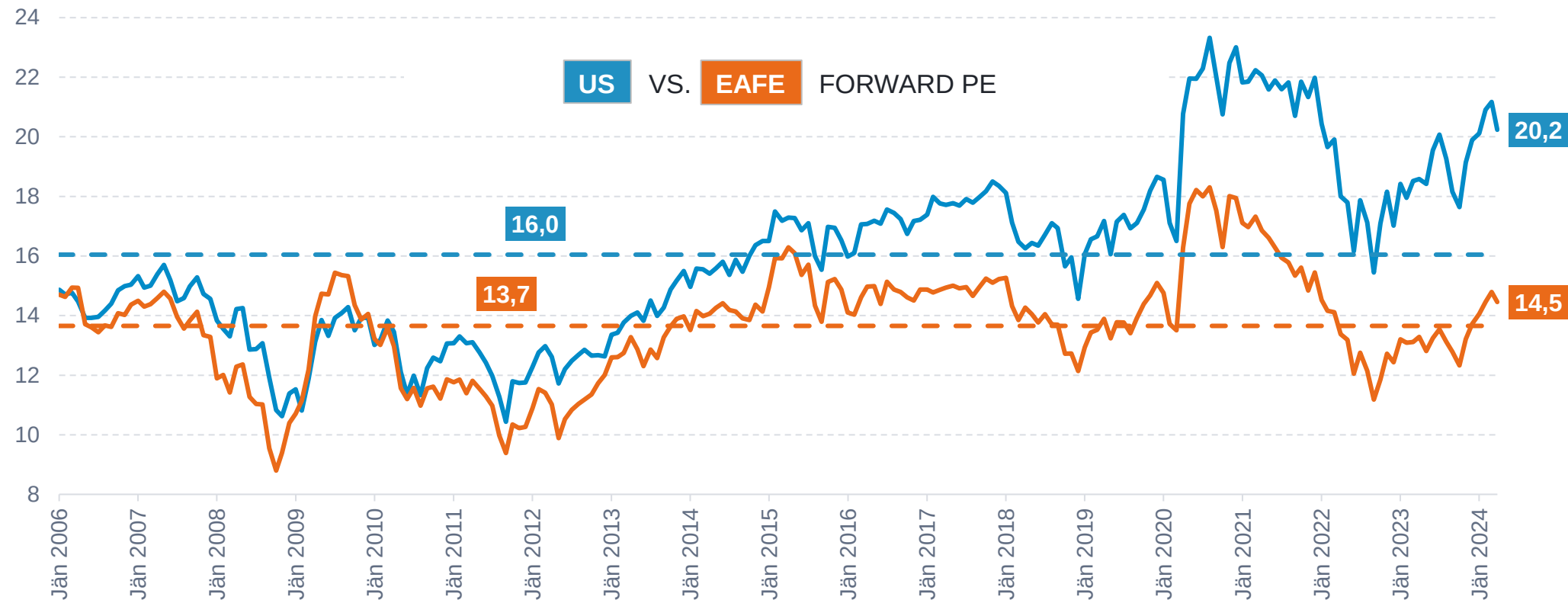
SICAV distributions per unit since launch (USD)



Source: Bloomberg, Fidelity International. Data at 28 February 2023. USD distribution chart with reference to Fidelity Funds - Global Dividend Fund A-MINCOME (G)-USD distribution per unit. EUR chart with reference to A-MINCOME (G)-EUR. The rate of distribution is not guaranteed and does not represent the overall return of the fund. A high distribution yield does not imply a positive or high return on the total investments. CAGR=Compounded annual growth rate.

Navigating valuation risk

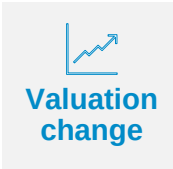
US valuations look stretched but other geographies provide opportunities



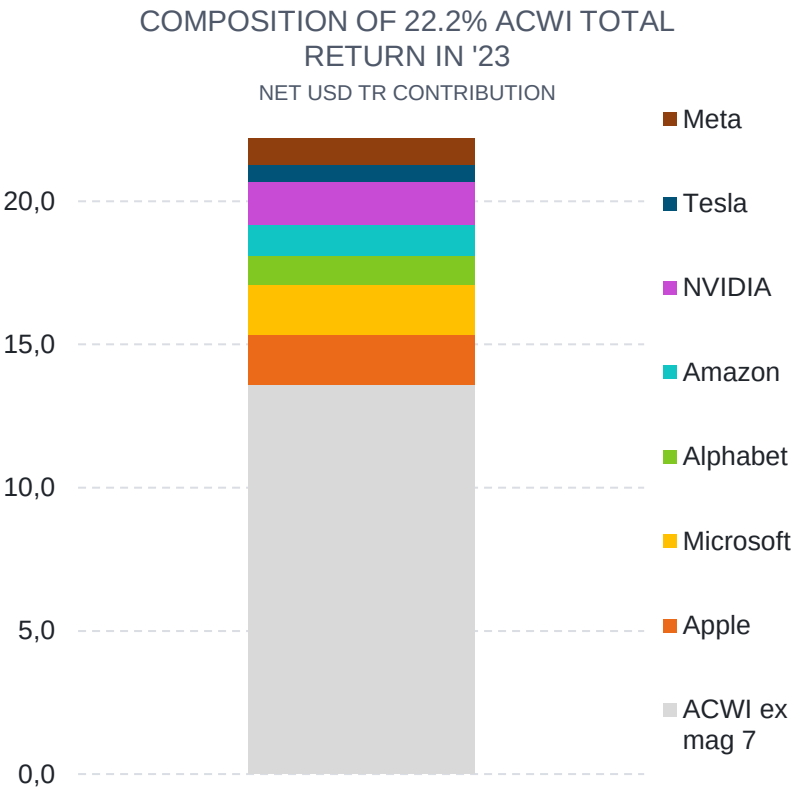
Source: Bloomberg, 24 April 2024. The MSCI EAFE Index is designed to represent the performance of large and mid-cap securities across 21 developed markets, including countries in Europe, Australasia and the Far East, excluding the U.S. and Canada.

Concentration of performance can cut both ways

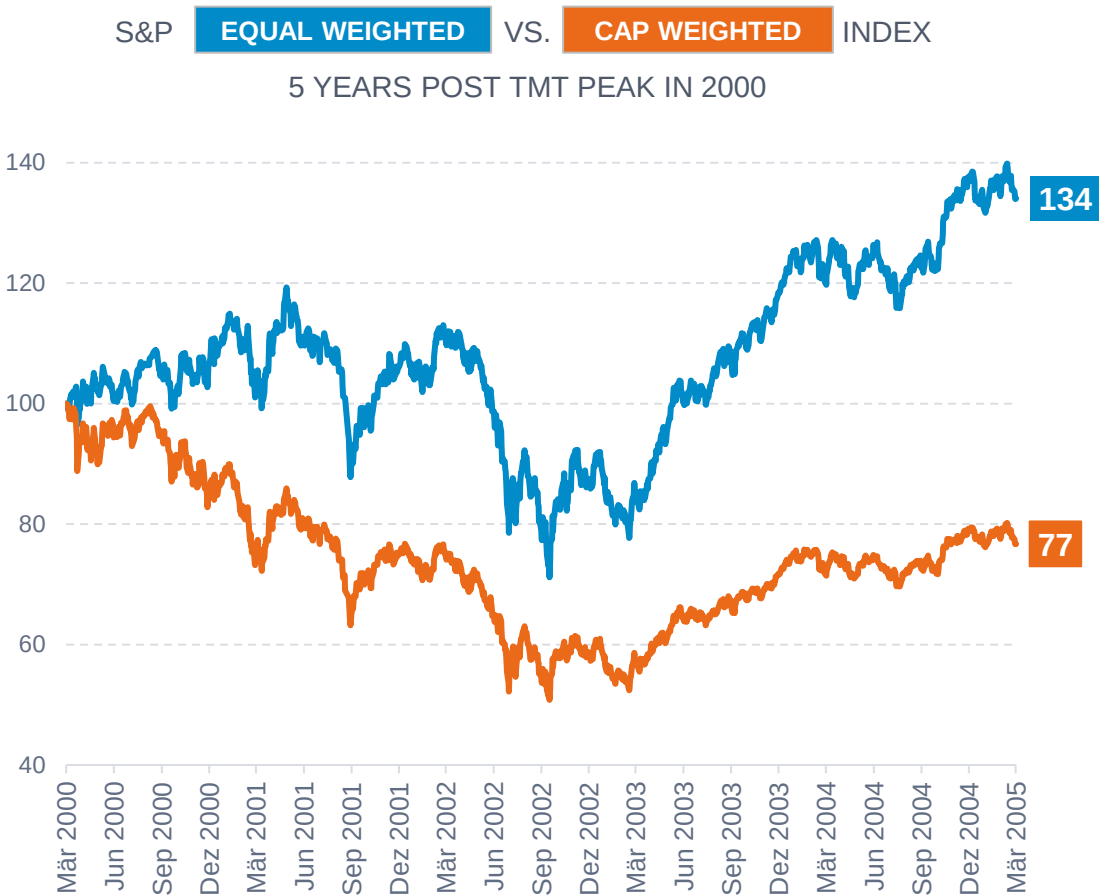
Passive investors beware



The ‘magnificent 7’ produced c.40% of ACWI Returns in 2023



Concentration unwind can be painful for passives



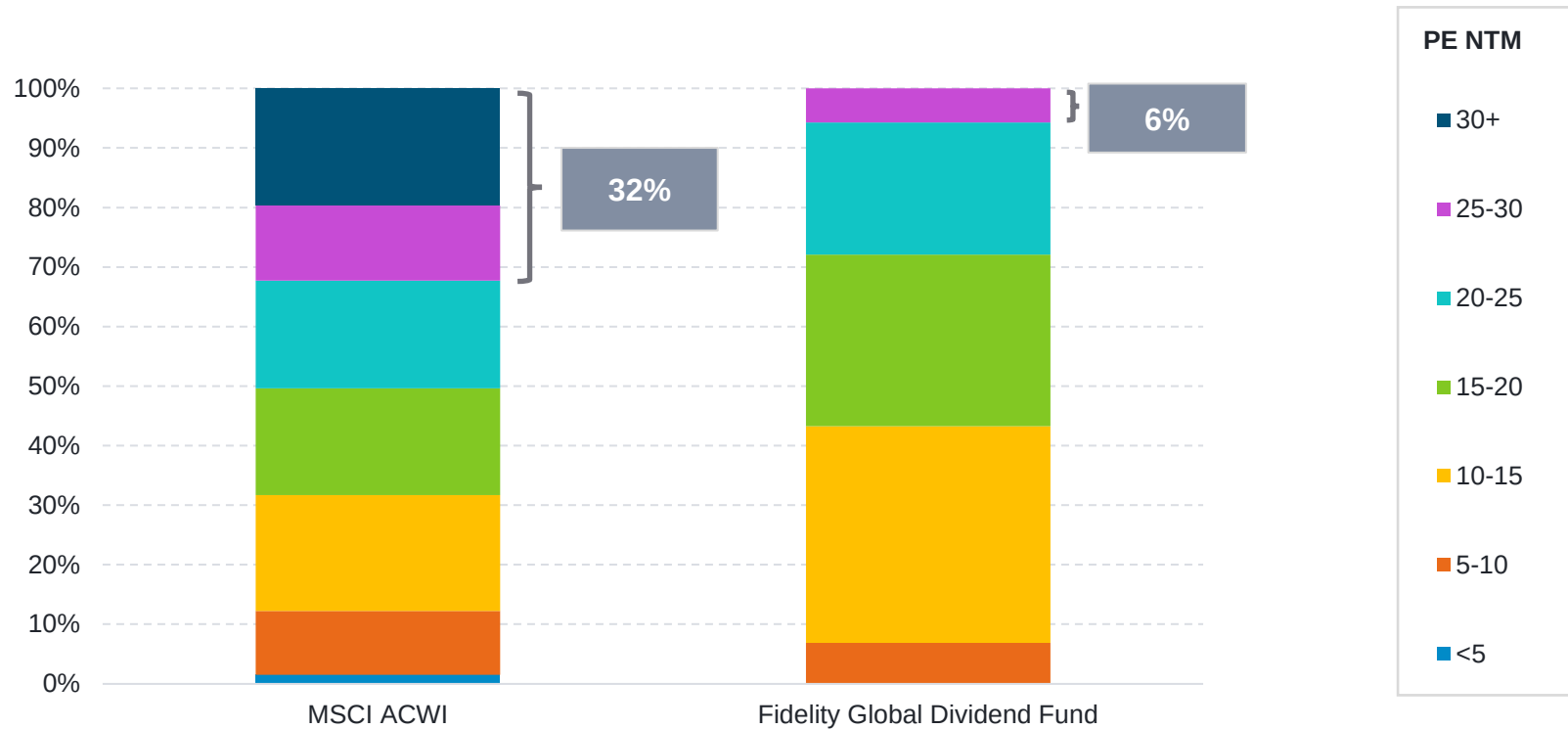
Source: Bloomberg, data as at 31 December 2023. TMT=Technology Media Telecom

Our approach manages valuation risk

The fund exhibits a permanent value bias



Valuation distribution (forward PE) of MSCI ACWI vs Fidelity Global Dividend Fund

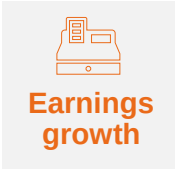


Fund value bias is despite relatively little exposure to ‘traditional’ value e.g. banks, commodities

Source: Bloomberg, 31 December 2023. PE NTM = Next 12 months Price to Earnings Ratio

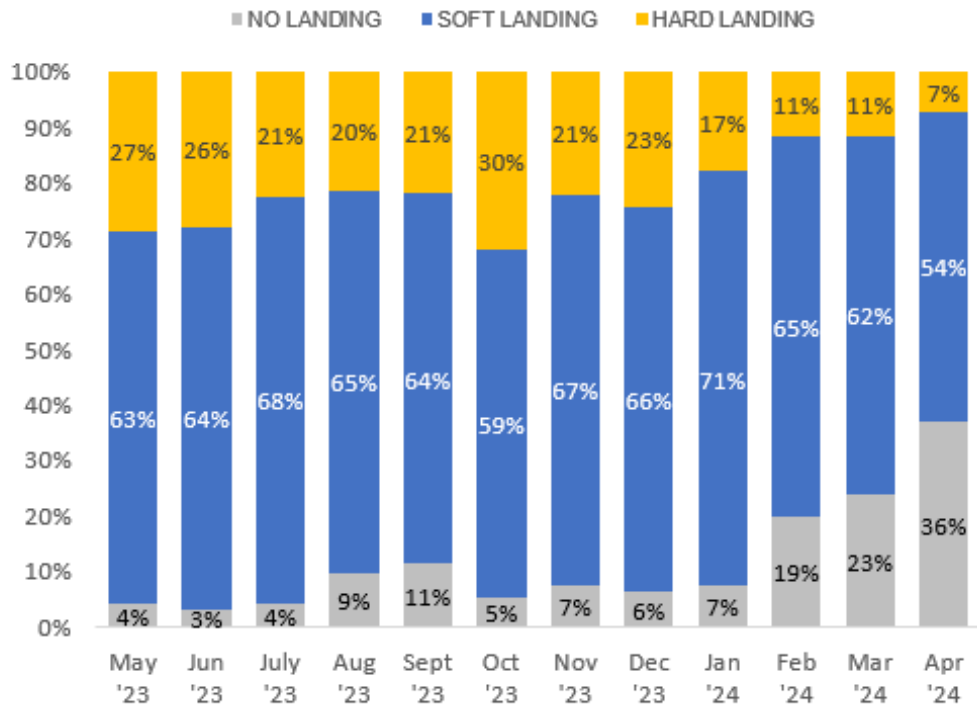
A risk of over optimism?

Downside risks rising as expectations have shifted



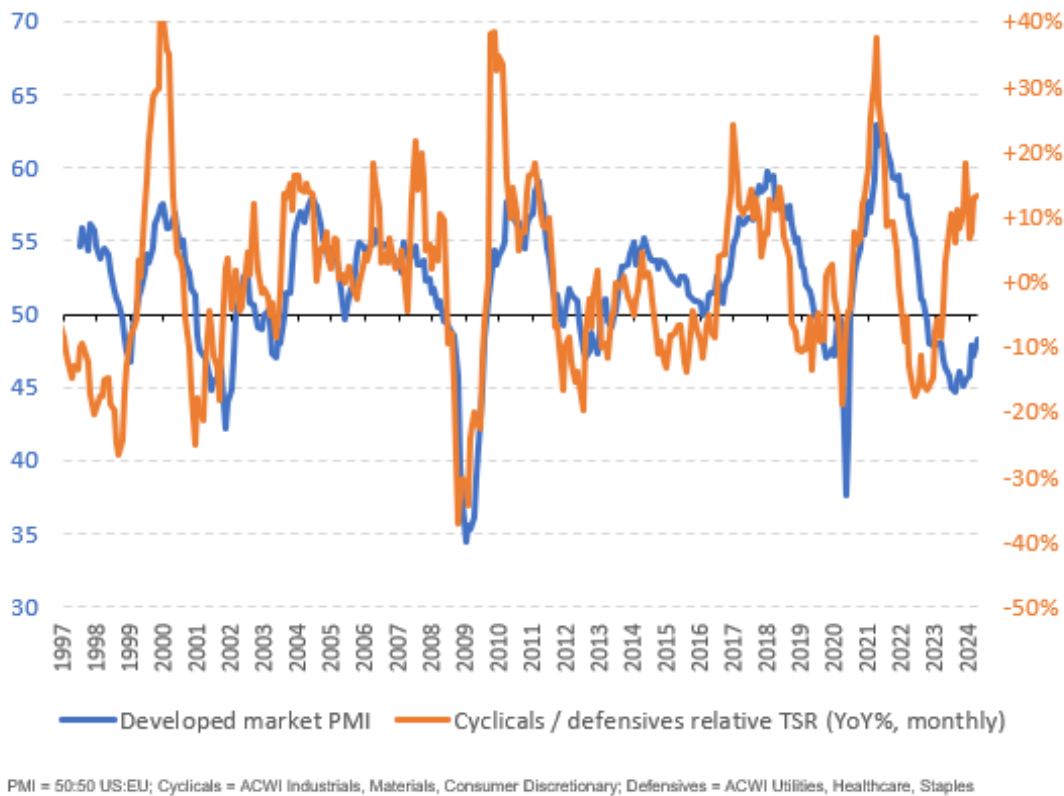
SIGNIFICANT SWING IN MACRO SENTIMENT

WHAT IS THE MOST LIKELY OUTCOME FOR THE GLOBAL ECONOMY OVER THE NEXT 12 MONTHS?



MARKET DYNAMICS ANTICIPATE STRONGER MACRO BACKDROP

PMI & CYCLICAL/DEFENSIVE PERFORMANCE
PMI VS. YEAR ON YEAR PERFORMANCE OF CYCLICALS VS. DEFENSIVES

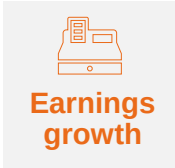
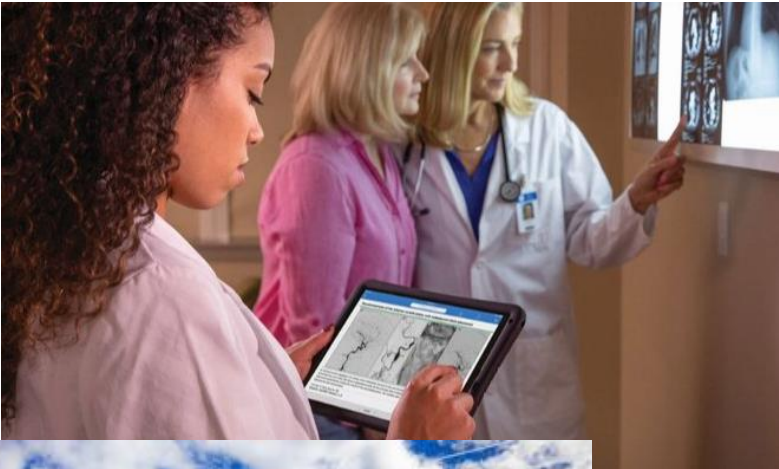
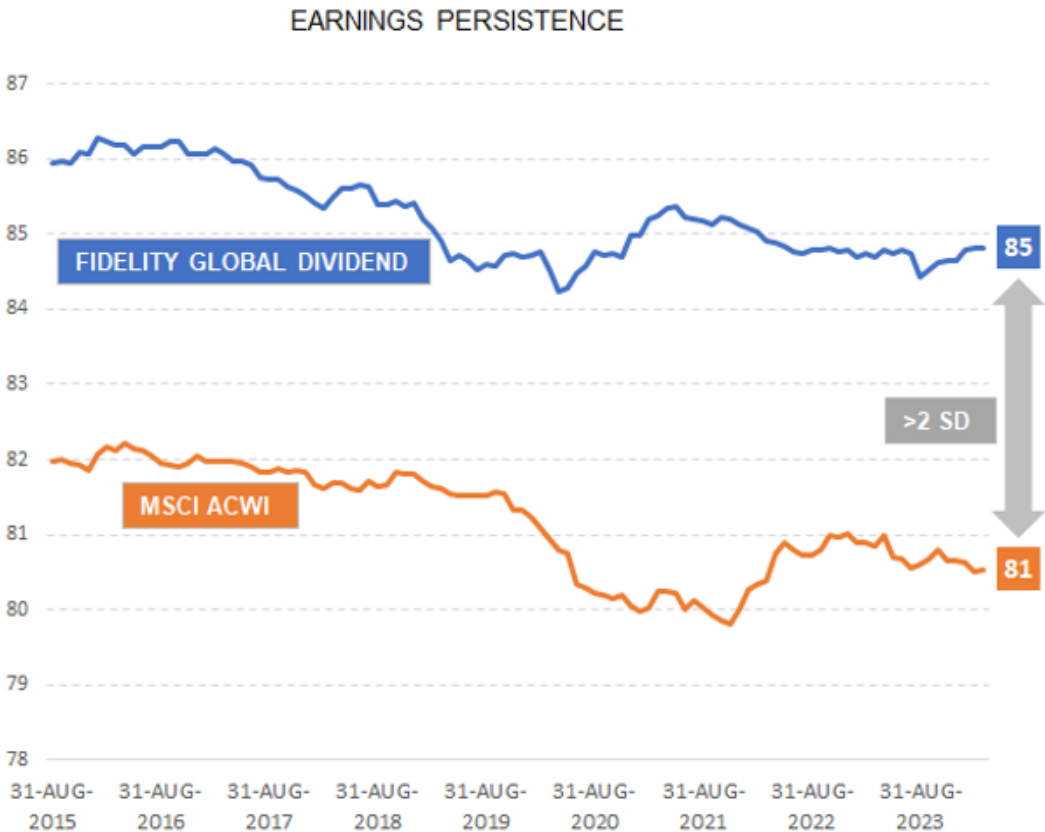


Source: LHS Bank of America Global Fund Manager Monthly Survey April 2024. RHS Bloomberg, data as at 29 March 2024.

Our focus on earnings persistence in the portfolio

Key to building long term resilience

The portfolio exhibits superior earnings persistence



Source: FactSet, 29 March 2024. Earnings persistence is a standardized measure of persistence in a company's earnings to determine how repeatable and controllable a company's earnings are. Images taken from company websites.

What makes a good dividend stock?

Deutsche Boerse – finding safety in financials



Quality

- High quality businesses in derivatives and clearing franchises with very large barriers to entry.
- Good margins, attractive returns on equity, very high returns on tangible capital.



Sustainability

- Highly rated.
- Ownership of ISS promotes more widespread sustainability adoption.



Value

- Undemanding valuation of > 6% FCF yield.
- Modest leverage c.1.4x ND/EBITDA



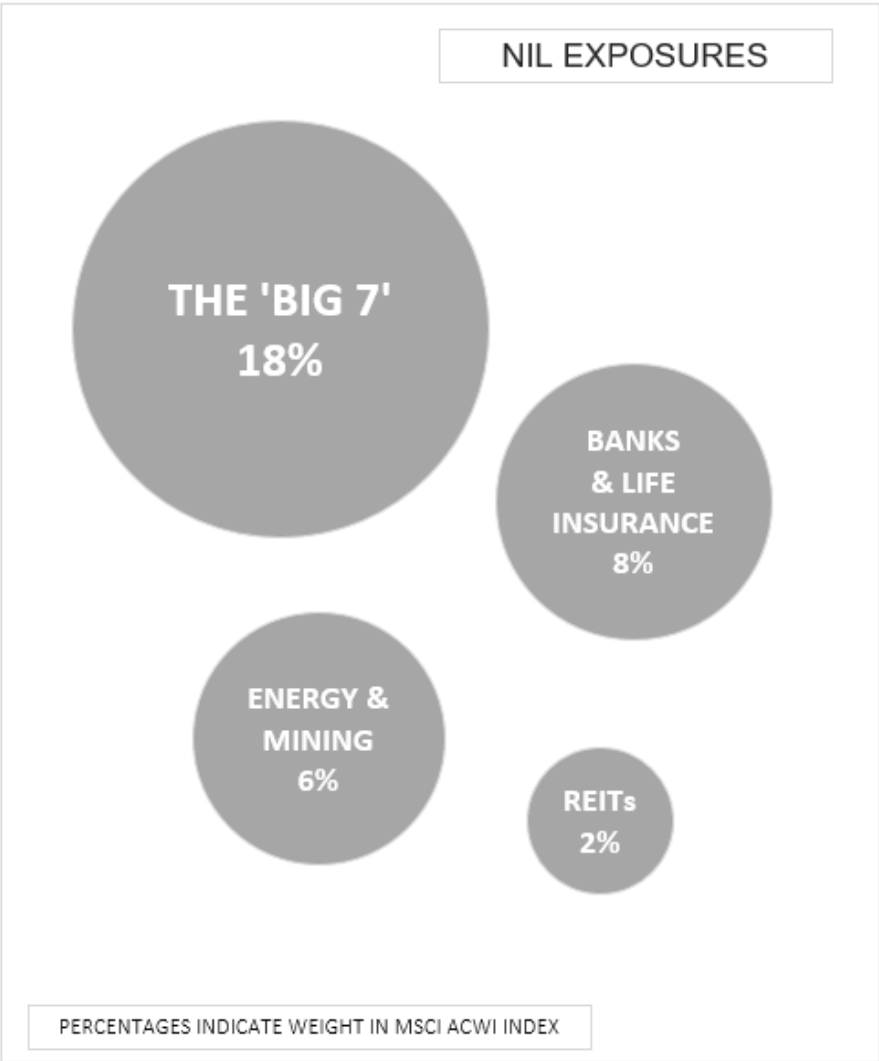
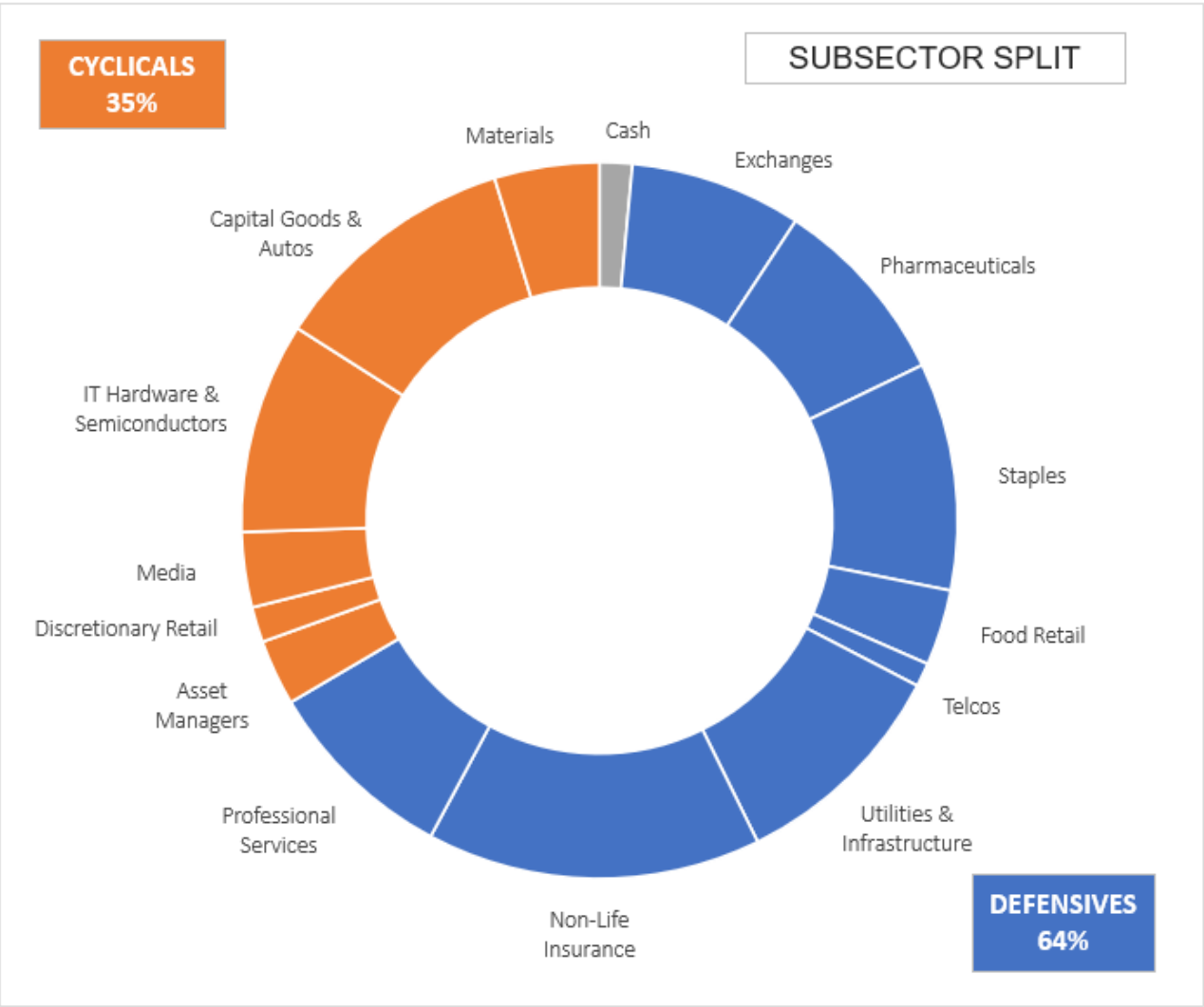
Income

- Dividend yield c. 2.2%
- Clearly affordable dividend policy with a payout ratio of 40 – 60%.
- ~7%% 5 yr DPS CAGR

Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only.

Source: Fidelity International, as at 31 March 2024.

Sector split highlights defensive bias and unconstrained approach



Source: Fidelity International, as at 31 March 2024.

A proven long term track record

Fidelity Global Dividend targets three key outcomes

Scorecard since launch

 Market beating risk-adjusted returns			
	Return ¹ (A)	Volatility ² (B)	Return / Risk (A / B)
Fidelity Global Dividend	8.9%	11.5%	0.77
MSCI ACWI	9.5%	14.1%	0.67
Peer Group Average ³	6.8%	12.9%	0.52

 Consistent growth in the dividend	
Total return components (in USD, annualised)	
Initial dividend yield	4%
Dividend growth ⁴	3%
Yield compression	2%
Total return	9%

 Lower drawdown in market corrections		
Drawdown ⁵	Fidelity Global Dividend	MSCI ACWI
Dec'21 - Sept'22	-22.4%	-25.6%
Dec'19 - Mar '20	-15.4%	-21.4%
Jan - Dec '18	-7.1%	-14.3%
Apr'15 - Feb'16	-3.1%	-13.5%
March - May'12	-7.0%	-10.0%

Past performance does not predict future returns. The fund’s returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, 30 April 2024.

1. Net total return in USD for the Fidelity Funds - Global Dividend Fund Y-ACC-USD share class since its launch date 30/01/2012.

2. Annualised volatility (standard deviation) based on monthly returns since 30/01/2012.

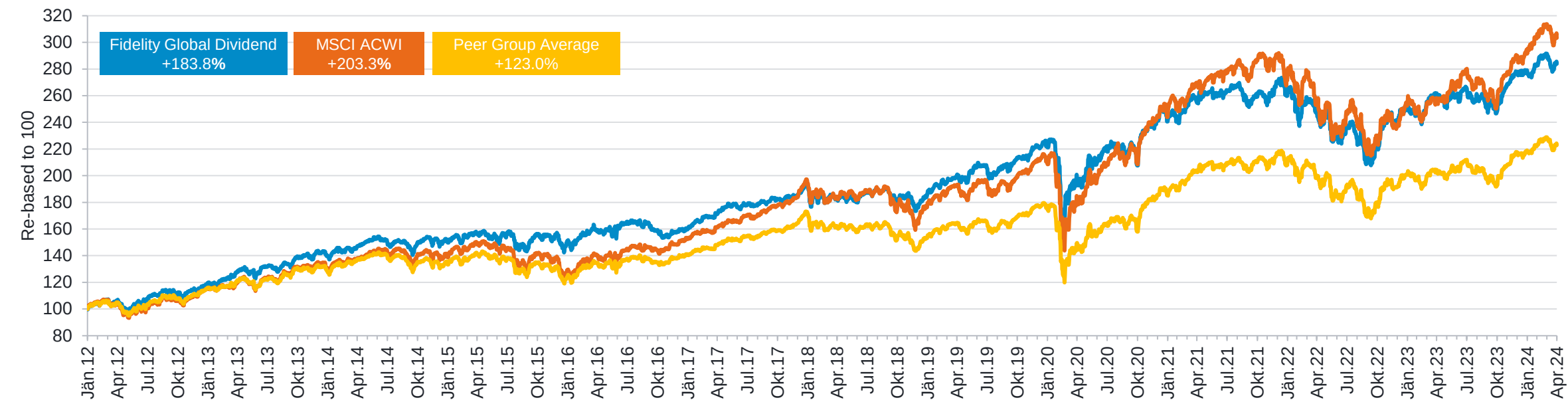
3. Peer group: Morningstar EAA Fund Global Equity Income.

4. Compounded annual growth rate (CAGR) in USD payout over 10 years since first annual payout. Initial dividend yield of the portfolio at launch 30/01/2012. Yield compression refers to the change in the dividend yield as the valuation of the portfolio rises. Figures have been rounded to zero decimal places.

5. MSCI ACWI Net Total Return (USD) month end drawdowns >10% since 30/01/2012 shown with corresponding net return of the Fidelity Funds - Global Dividend Fund Y-ACC-USD and MSCI ACWI.

Fidelity Global Dividend Performance since launch

Attractive returns despite an underweight to the US

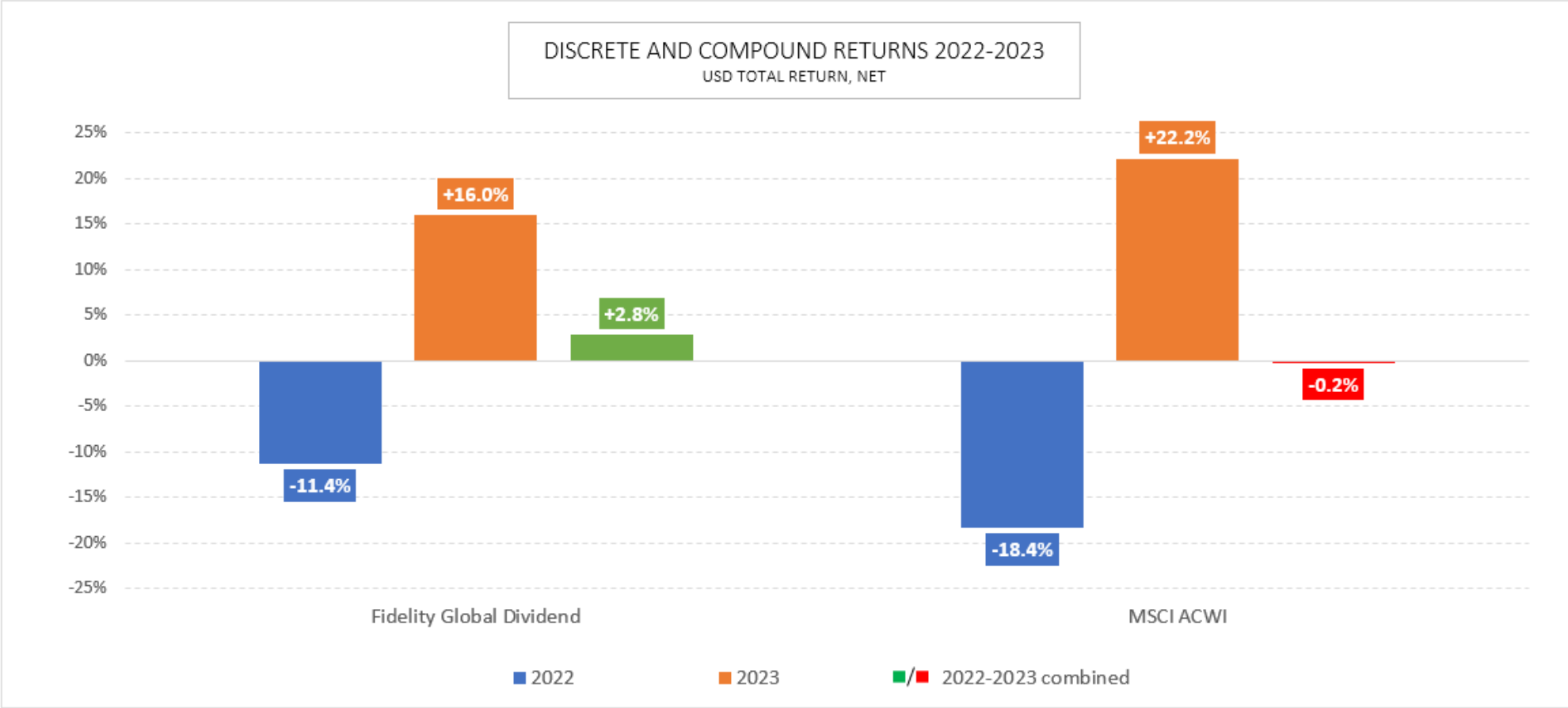


	Fidelity Funds - Global Dividend Fund Y-ACC-USD	MSCI ACWI Index (Net) (%)	Quartile ranking
3 months	1.9	4.0	3 rd
YTD	2.1	4.6	3 rd
1 year	8.4	17.5	3 rd
3 years (annualised)	3.7	4.3	2 nd
5 years (annualised)	7.2	9.4	2 nd
Since launch (annualised)	8.9	9.5	1 st (4/33)

Past performance does not predict future returns. The fund's returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, Morningstar Direct, as at 30 April 2024. Basis: NAV-NAV (excluding initial sales charge), gross income reinvested in US dollars since launch 30 January 2012. Share class quoted: Y-ACC-USD. Peer Group Average is the Morningstar EAA Fund Global Equity Income Sector.

A smoother journey: Compound returns benefit from lower drawdown



Source: Fidelity International, 31 December 2023. Data shown for FF Global Dividend Y ACC USD.

What our Global Dividend Fund offers investors today

- Attractive cross-cycle, dividend-based total return driven by stock picking. A core long term holding.



- Diversification from high growth parts of the market which dominate many funds and indices.



- Lower risk demonstrated by significantly lower drawdown versus market. Valuable if volatility increases.



- A bias towards resilient earnings streams which should offer relative protection if earnings expectations disappoint.



- An income stream which has grown every year since launch.



Source: Fidelity International as at December 2023

Fidelity's Equity Income Solutions

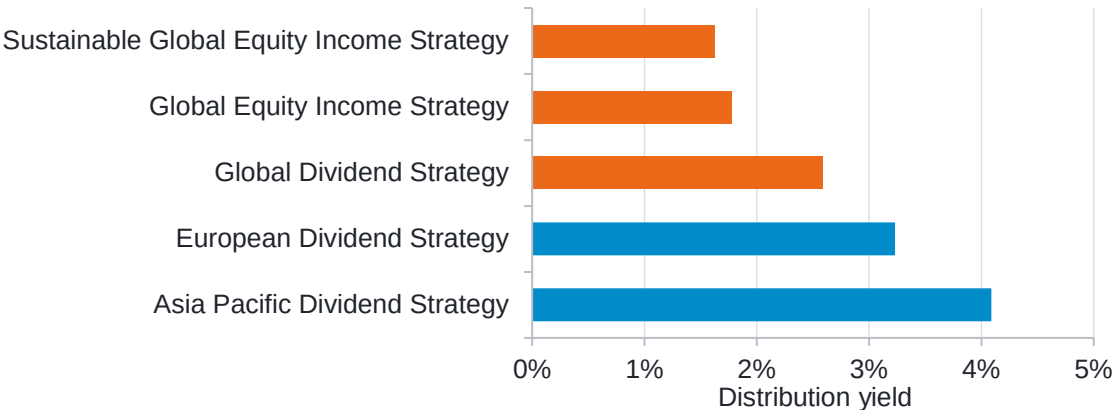
Addressing different investor needs

▪ 'Core' strategies provide capital growth and income

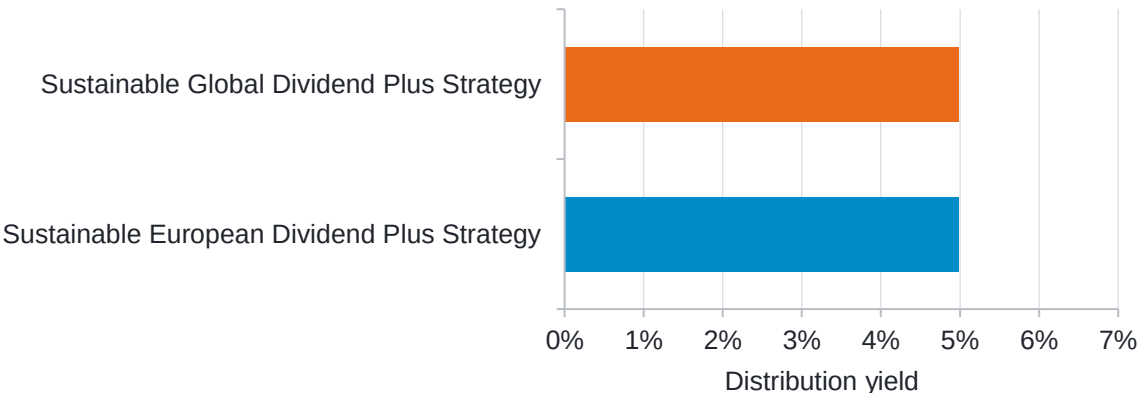
▪ 'Dividend Plus' strategies use a combination of dividend income and call overwriting to produce a high and resilient income stream

▪ All strategies share a common investment philosophy based on bottom up stock selection and a quality income approach

Growth & income solutions



High income solutions



The Global Equity Income Team



Dan Roberts

- Global Dividend
- Joined Fidelity 2011



Aditya Shivram

- Global Equity Income
- Sustainable Global Equity
- Joined Fidelity 2003



Fred Sykes

- Global Dividend Plus
- European Dividend
- European Dividend Plus
- Joined Fidelity 2006



Jochen Breuer

- Global Dividend Plus
- Asia Dividend
- Joined Fidelity 2007

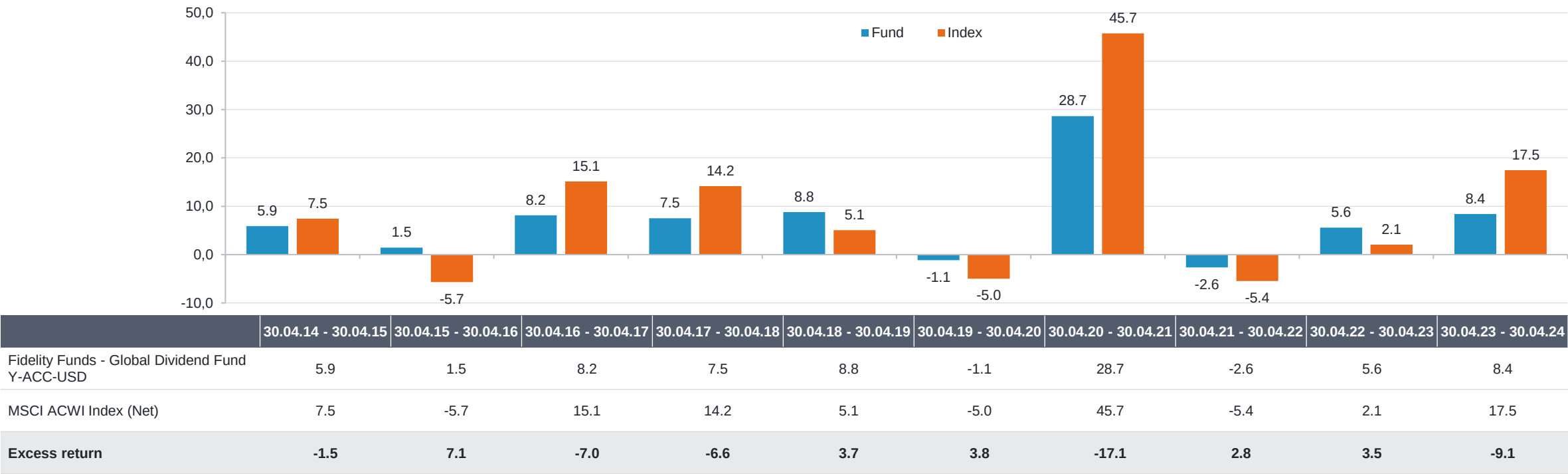
- \$25.1bn in Equity Income Strategies
- Average PM Fidelity tenure 16 years

Source: Fidelity International, 31 March 2024. The distribution yield for a strategy is based on its dividends declared over the preceding 12 months. It is calculated by summing the dividend rates declared in that period, divided by the price as at the date of publication. The yield on distributing share classes have been quoted, where primary share classes accumulate income.

Appendix

12 month rolling returns

Rolling 12-month returns net of fees, USD (%)



Past performance does not predict future returns. The fund's returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, as at 30 April 2024.

Global funds: similar characteristics and investment philosophy

Differentiated outcomes and ESG approach

	FF Global Equity Income	FF Sustainable Global Equity Income	FF Global Dividend	FF Sustainable Global Dividend Plus
Portfolio manager(s)	Aditya Shivram	Aditya Shivram	Dan Roberts	Fred Sykes & Jochen Breuer
Style bias	Quality income	Quality income	Quality income	Quality income
AUM (strategy level, in USD million)	1,679	3,788	17,404	723
Launch date	May 2011	Oct 2019	Jan 2012	Apr 2021
High conviction, concentrated but diversified global portfolios with a defensive bias and long holding periods				
Number of stocks	35-45	30-40	40-60	40-60
Annual turnover	10-30%	10-30%	20-30%	20-30%
Active money	95%	95%	94%	95%
Ex-ante beta	0.75	0.74	0.76	0.66
Attractively valued portfolios with a focus on quality, conservatively financed businesses				
P/E 2024	17.5x	18.0x	15.7x	13.9x
FCF Yield 2024	4.4%	4.3%	5.2%	5.7%
ROE 2024	19.9%	21.0%	19.2%	19.3%
Net Debt to EBITDA 2024	1.1x	1.3x	0.9x	1.1x
Income objective & outcomes:				
Target yield	> MSCI ACWI	> MSCI ACWI	> 125% of MSCI ACWI	c.5-6% (uses covered calls)
Underlying dividend yield (gross)	2.2%	2.2%	2.9%	3.3%
Sustainability objective & outcomes:				
Sustainable Fund Family (SFF)	No	Yes	No	Yes
Exclusion criteria	Minimal: Firmwide + Behavioural	Comprehensive: SFF+Fund specific	Minimal: Firmwide + Behavioural	Comprehensive: SFF+Fund specific
MSCI ESG AAA, AA, A Ratings	85.7%	92.4%	88.7%	91.0%
Fidelity Sustainability A Ratings	49.6%	56.4%	44.2%	46.6%
Holdings overlap vs. FF Global Dividend	54%	54%	--	44%

Source: Fidelity International, 31 March 2024. 2023 estimates for P/E, FCF Yield, ROE and Net Debt to EBITDA are based on Fidelity analyst estimates and data aggregated on 20 April 2024.

Fund Sustainability & Classification

SFDR Article 8

- The fund is classified as Article 8 under SFDR
- The fund integrates sustainability analysis into its investment process and promotes environmental and/or social characteristics. Sustainability factors considered will vary based on the issuer in question
- A minimum of 50% of the fund's net assets will be invested in securities deemed to maintain sustainable characteristics, defined by reference to measurements such as ESG ratings provided by external agencies or Fidelity Sustainability Ratings*
- The fund excludes companies involved in the production and/or distribution of controversial weapons, the use of which is prohibited by international treaties or conventions (including cluster munitions, landmines, biological weapons, chemical weapons, blinding laser weapons, incendiary weapons, non-detectable fragments) and nuclear weapons for non-signatories of the Treaty on the Non-Proliferation of Nuclear Weapons
- The fund also excludes issuers which the Investment Manager considers have failed to conduct their business in accordance with accepted international norms, including as set out in the United Nations Global Compact.

Source: Fidelity International, 2022. *Further details on the methodology applied are set out at <https://fidelityinternational.com/sustainable-investing-framework/> and may be updated from time to time.

Fidelity Funds – Global Dividend Fund

Investment objective and policy

- **Objective:** The fund aims to achieve capital growth over the long term and provide income.
- **Investment Policy:** The fund invests at least 70% of its assets in income producing equities of companies from anywhere in the world, including emerging markets. The fund may also invest in money market instruments on an ancillary basis. The fund invests at least 50% of its assets in securities of companies with favourable environmental, social and governance (ESG) characteristics. The Investment Manager aims to provide income in excess of the benchmark.
- **Investment Process:** In actively managing the fund, the Investment Manager considers growth and valuation metrics, company financials, return on capital, cash flows and other measures, as well as company management, industry, economic conditions, and other factors. The Investment Manager focuses on investments which it believes offer attractive dividend yields in addition to price appreciation. 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.
- **Benchmark:** MSCI ACWI Index, an index that does not take into account ESG characteristics. Used for: performance comparison.
- **Fund Domicile & Legal Vehicle:** Luxembourg SICAV.

Source: Fidelity International, December 2022.

Absolute Return Global Equity



Stacie Mitchinson
Head of Systematic Investment Directing

May 2024

Marketing communication
This material is for investment professionals only, and should not be relied upon by private investors



Important Information

- The value of investments and the income from them can go down as well as up and investors may not get back the amount invested.
- Funds are subject to charges and expenses. Charges and expenses reduce the potential growth of your investment. This means you could get back less than you paid in. The costs may increase or decrease as a result of currency and exchange rate fluctuations. Please note that not all costs are presented, further information on costs can be found in the Prospectus.
- This Fund invests in overseas markets and the value of investments can be affected by changes in currency exchange rates
- This Fund invests in emerging markets which can be more volatile than other more developed markets
- The Fund may make increased and more complicated use of derivatives, and this may result in leverage. In such situations performance may rise or fall more than it would have done otherwise. The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.
- Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only
- The Fund does not offer any guarantee or protection with respect to return, capital preservation, stable net asset value or volatility
- Investors should note that the views expressed may no longer be current and may have already been acted upon
- Past performance is not a reliable predictor of future returns. The Fund's returns may increase or decrease as a result of currency fluctuations.

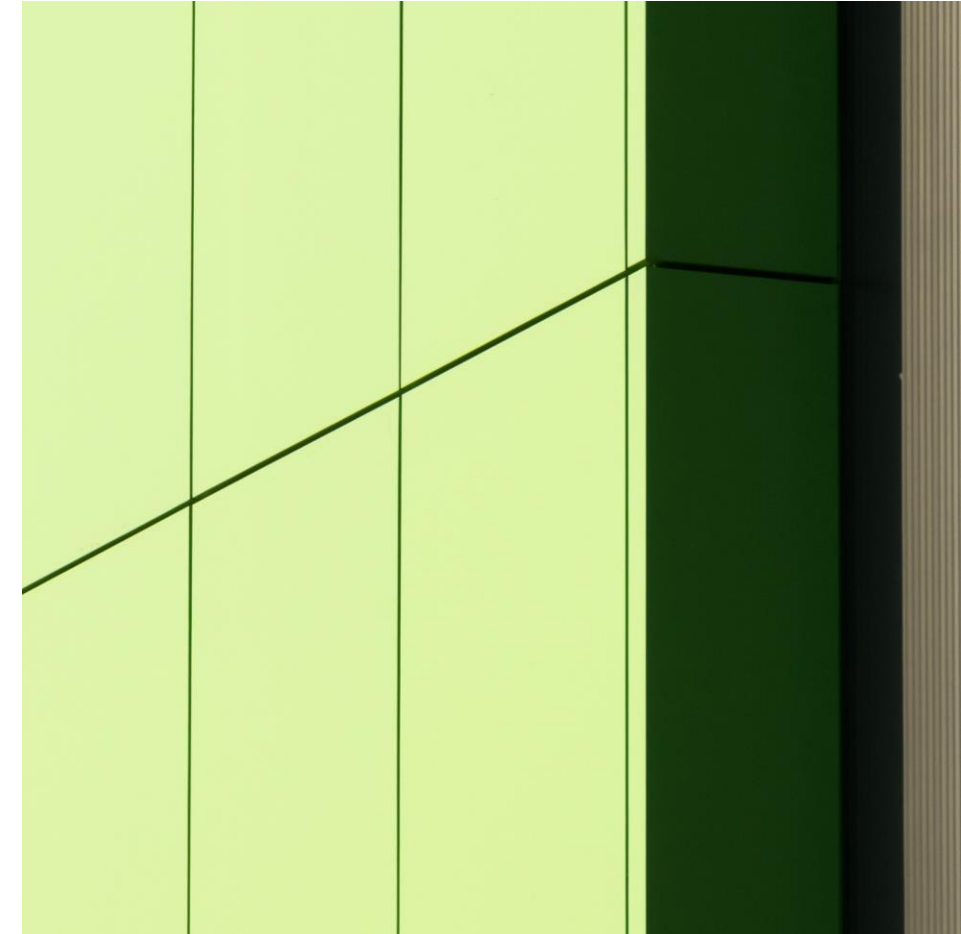
Please refer to the Prospectus and KID of the fund before making any final investment decisions. The investment which is promoted concerns the acquisition of units or shares in a fund and not in a given underlying asset owned by the fund. Complete information on risks can be found in the Prospectus.

Sustainability Information

SFDR Article 6

Sustainability Characteristics

- The Fund is classified as Article 6 under SFDR
- The Fund integrates sustainability analysis into its investment process. Sustainability factors considered will vary based on the issuer in question
- While ESG risks are considered, they would not necessarily prevent the portfolio manager from making any investment as investment decisions remain discretionary
- The Fund excludes companies involved in the production and/or distribution of cluster munitions and landmines (“Cluster Munitions and Anti-personnel Landmines (CMAPL) Exclusion List”)



Source: Fidelity International, May 2024.

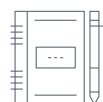
Fidelity Absolute Return Global Equity Fund

Investment Objective and Policy Summary



Investment Objective

- The Fund aims to provide an absolute return over the medium to long term.



Investment Policy

- The Fund aims to achieve its investment objective by investing at least 70% of its assets, in equities of companies anywhere in the world, including emerging markets, as well as cash and money market.
- The Investment Manager combines qualitative and quantitative market analysis into disciplined portfolio construction process to allocate investments across various securities.
- The Fund may take long positions in securities that are deemed to be undervalued and may short those deemed to be overvalued.

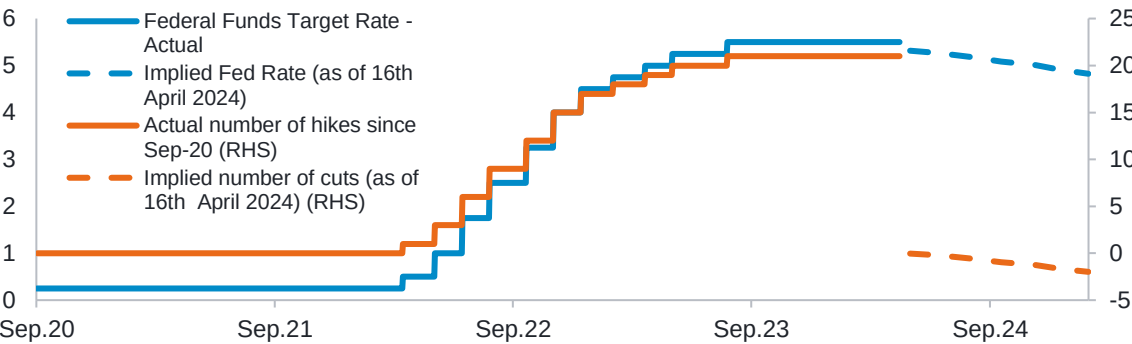
Source: Fidelity International, May 2024.

Why allocate to Absolute Return?

Volatile and Tumultuous Period

Expect the volatility and rotations to continue!

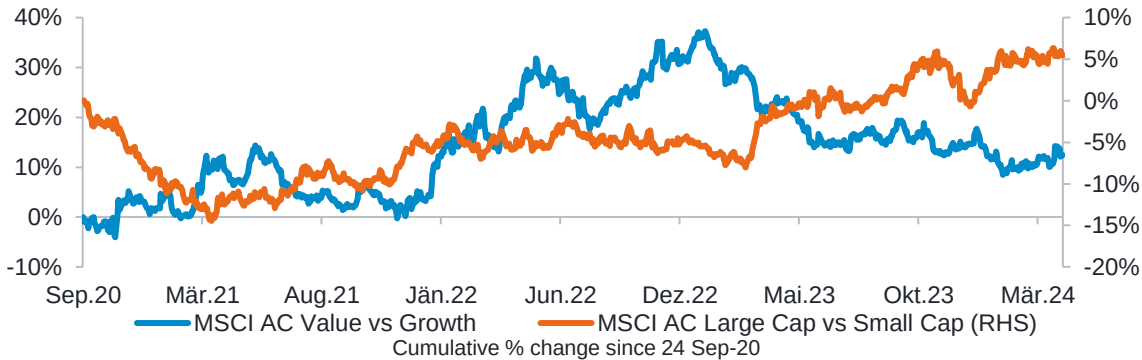
Fed funds rate forecast - expected to fall



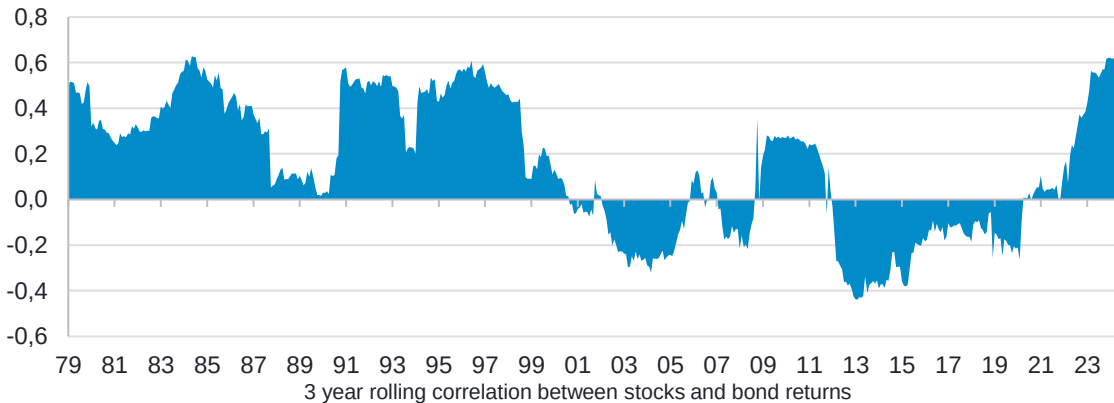
Equity markets – expected to fall or rise again?



Sharp and large market rotations

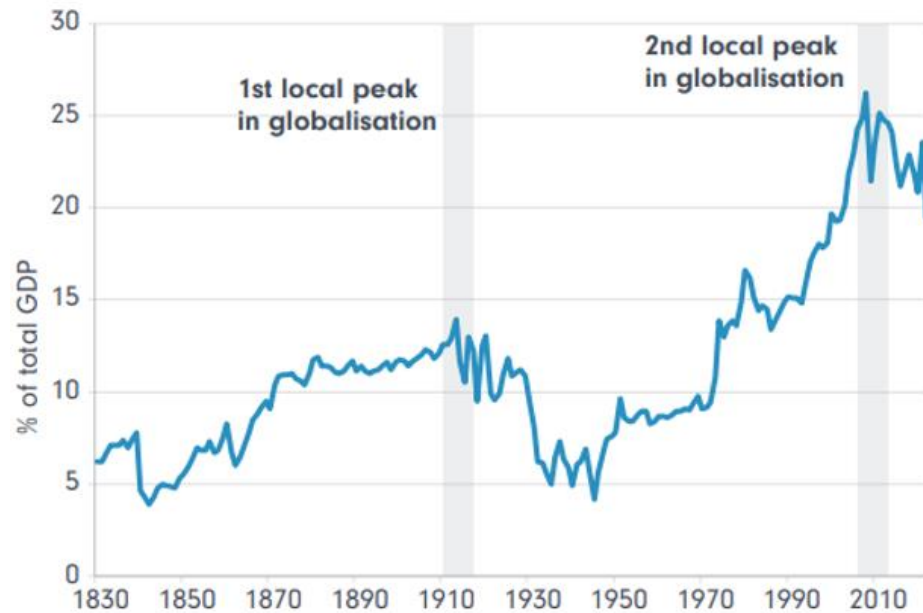


Decoupling of equity-bond linkage



Deglobalisation

The re-emergence of protectionism amidst a focus on national security



Source: Fidelity International, Fouquin and Hugot (CEPII 2016), data to March 2022.

Source: Fidelity International, February 2024.

New US rules on Chinese batteries could push up price of electric cars

Europe is making trade conditional on production methods

China and the EU risk a trade war

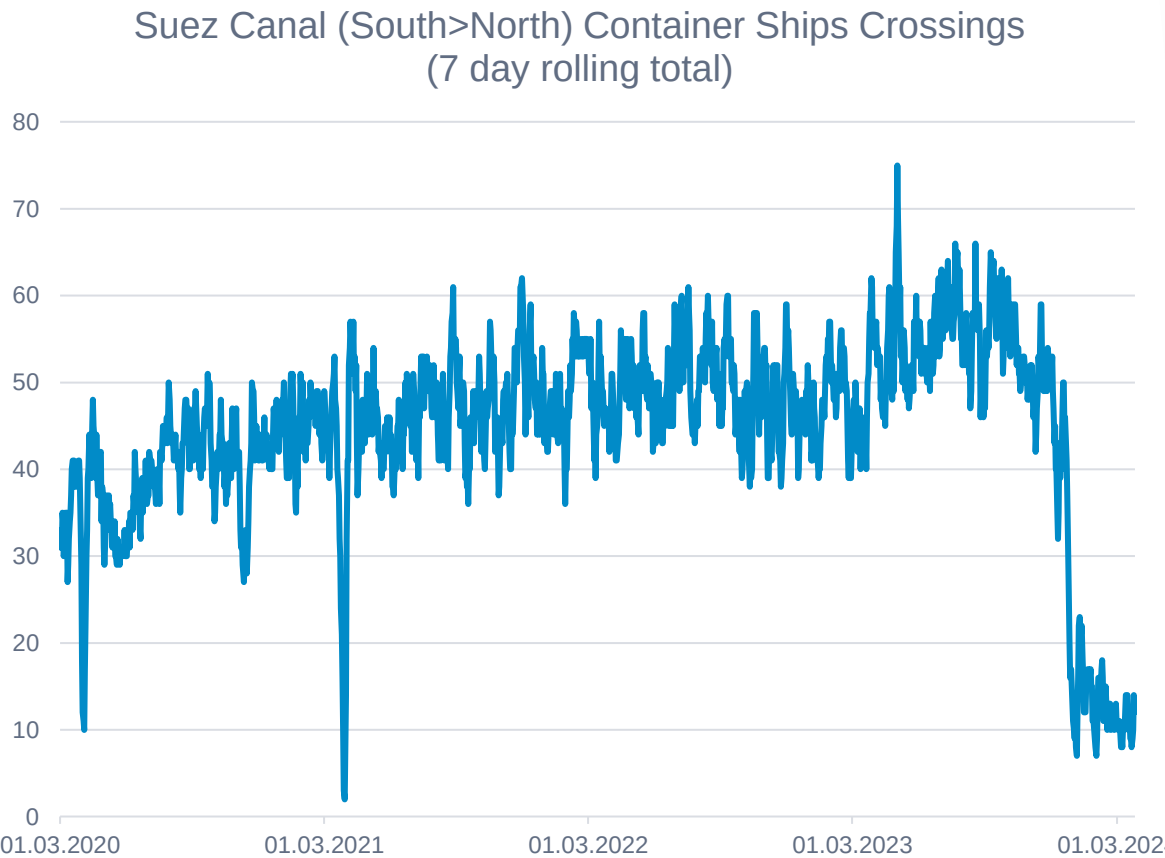
Massive Chinese overcapacity in electric cars is a giant political risk for Europe

Western firms shift investment from China to India as worries mount

Joe Biden set to voice concerns over Nippon Steel takeover of US Steel

Geopolitical Risk

Period of relative global peace has worsened



Source: Bloomberg, March 2024.

Conflict deaths reach their highest rate this century, says report

Oil tops \$90 and stocks tumble as Middle East tensions jolt markets

Shipping costs are more than 300% up as Suez crisis deepens

Oil prices rise as heightened geopolitical risk exacerbates supply concern

Climate Risk

Broad impact on prices from climate change and the path to a carbon-free world



Source: Bloomberg, March 2024.

'The energy transition will need more commodities than we think'

Banana prices to go up as temperatures rise, says expert

Global warming and heat extremes to enhance inflationary pressures

Climate change could turn up the heat on inflation, according to report

Chocolate: Cocoa price hits record high as El Niño hurts crops

Climate Change Is Worsening Inflation And Pushing Food Prices Even Higher, Researchers Warn

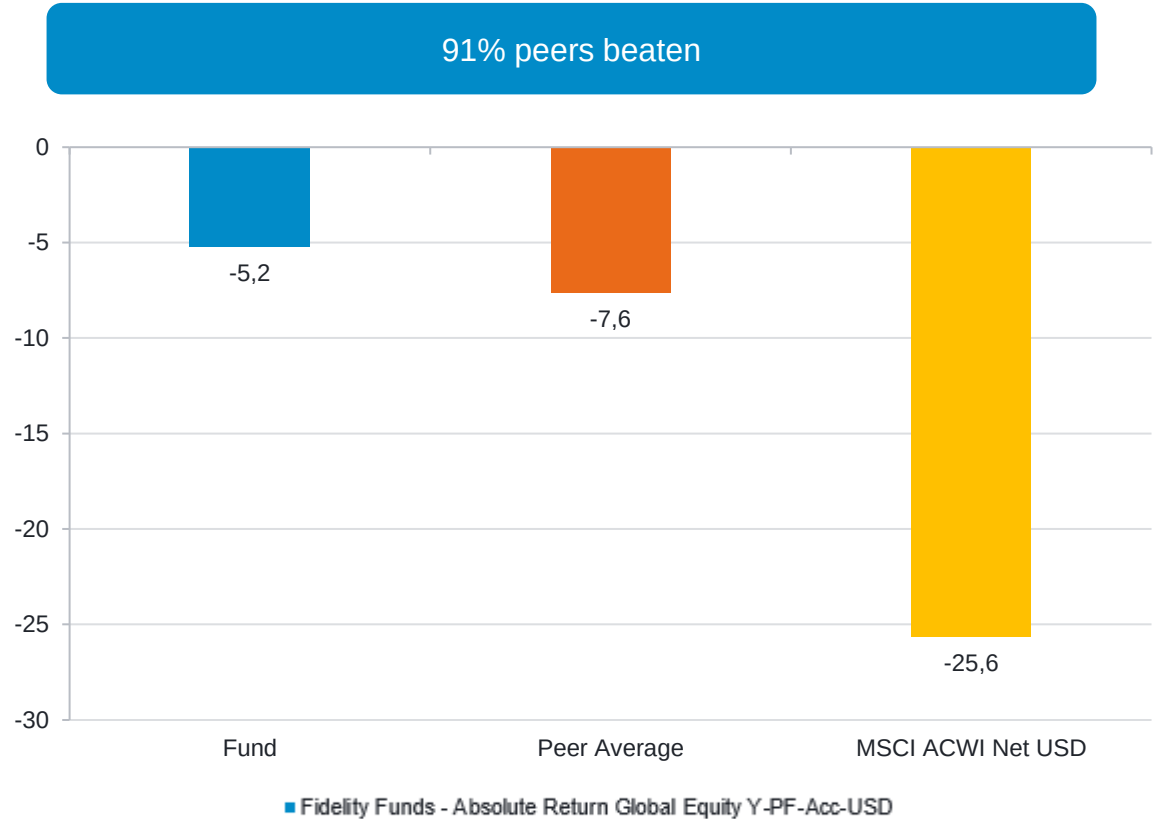
Why Fidelity for Absolute Return Strategies: Greater focus on risk management

Hidden risks have hurt investors and reputations



Superior drawdown risk management vs. peers

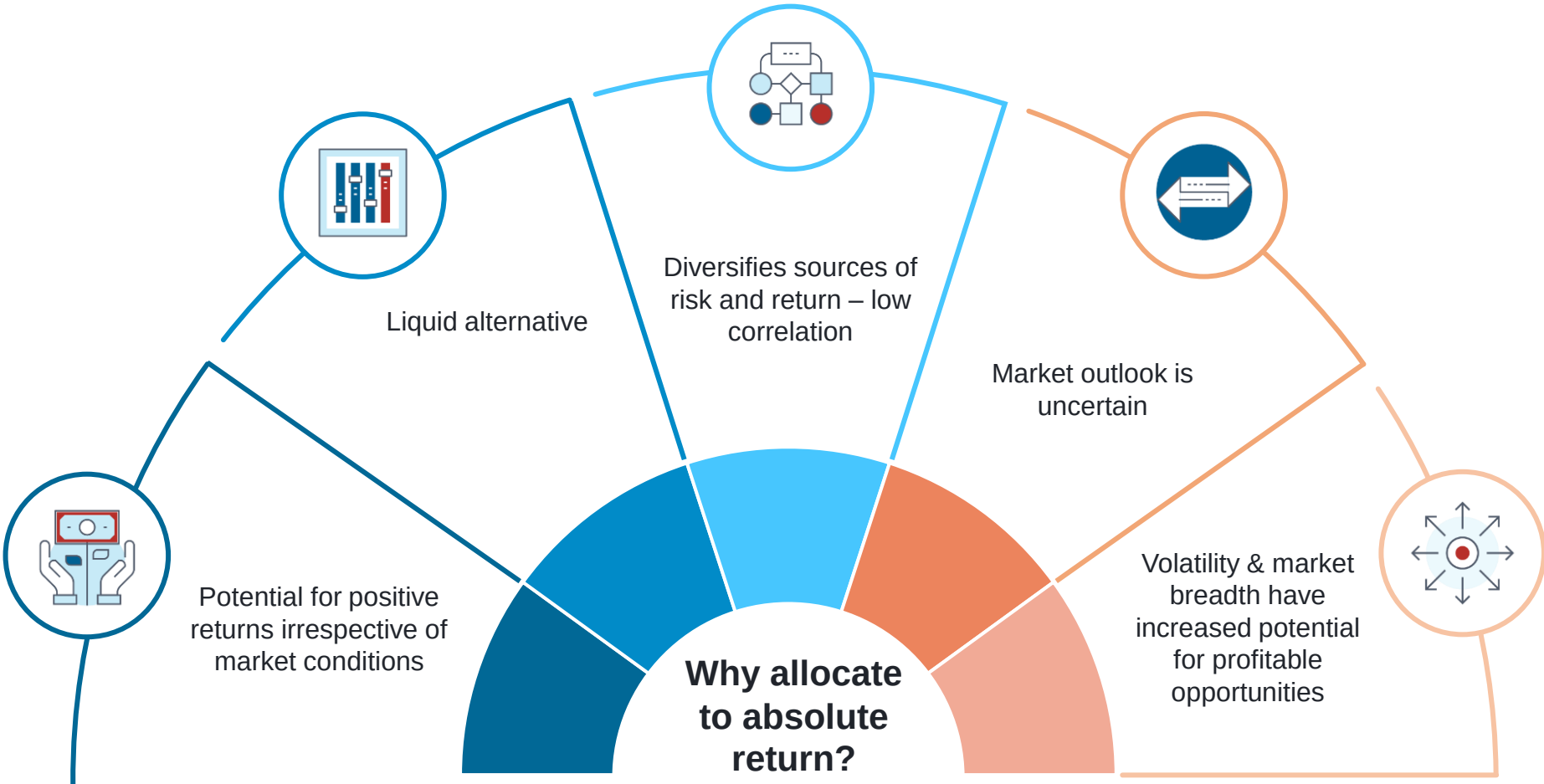
Max drawdown vs. peers over 3 years



Source: Morningstar Direct. Fund data represents Fidelity Funds – Absolute Return Global Equity Fund Y-PF-ACC-USD. Basis: nav-nav, income reinvested in US dollars, net of annual fees to 29/02/2024. % Peers Beaten vs. Morningstar Category - Equity Market Neutral USD. Max Drawdown based on monthly returns since fund launch

Diversifying sources of risk and return

The strategy does not offer any guarantee or protection with respect to return, capital preservation, stable net asset value or volatility.



Source: Fidelity International, May 2024. For illustrative purposes only. Blue: static rationale for absolute return. Orange: current trends driving the need for absolute return.

Key characteristics of Absolute Return Global Equity

Fidelity Absolute Return Global Equity Strategy

Investment Philosophy



Fundamental research produces alpha

- Aims to deliver long term absolute performance through proprietary idiosyncratic alpha
- Consistently captures the highest conviction buy and sell recommendations of Fidelity's analysts



Aims for superior risk adjusted returns

- Targets stock selection as the driver of absolute risk & return
- Shorts to add alpha, mitigate market beta and common factor risk



Diversifier

- Low to negative correlation to the majority of asset classes

What is the strategy?

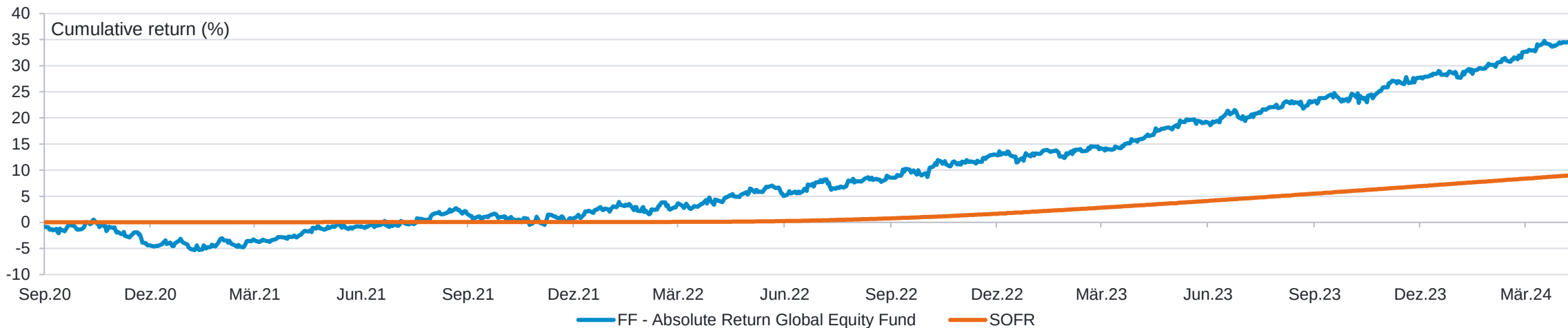
- Market neutral equity long short strategy
- Annualised long term return target: Cash + 3% - 5%
- Volatility: c.5% - 7%
- Leverage: Gross c.200% - 250%, Net c.0%

Source: Fidelity International, April 2024.

Fidelity for Absolute Return Market Neutral

Since inception performance – 24 September 2020 to 30 April 2024

Portfolio daily performance versus Cash Index (SOFR) – Gross



	3m	6m	1Y	3Y (p.a.)	Since inception (p.a.)*
FF - Absolute Return Global Equity Fund	4.4%	8.6%	16.0%	11.5%	8.6%
SOFR Index	1.3%	2.7%	5.5%	2.9%	2.4%
Excess return (%)	+3.1	+5.8	+10.5	+8.6	+6.2
Portfolio Annualized Volatility (%)	4.4%	5.5%	5.2%	5.4%	5.4%
Peers Beaten (%)**	79%	79%	89%	94%	80%

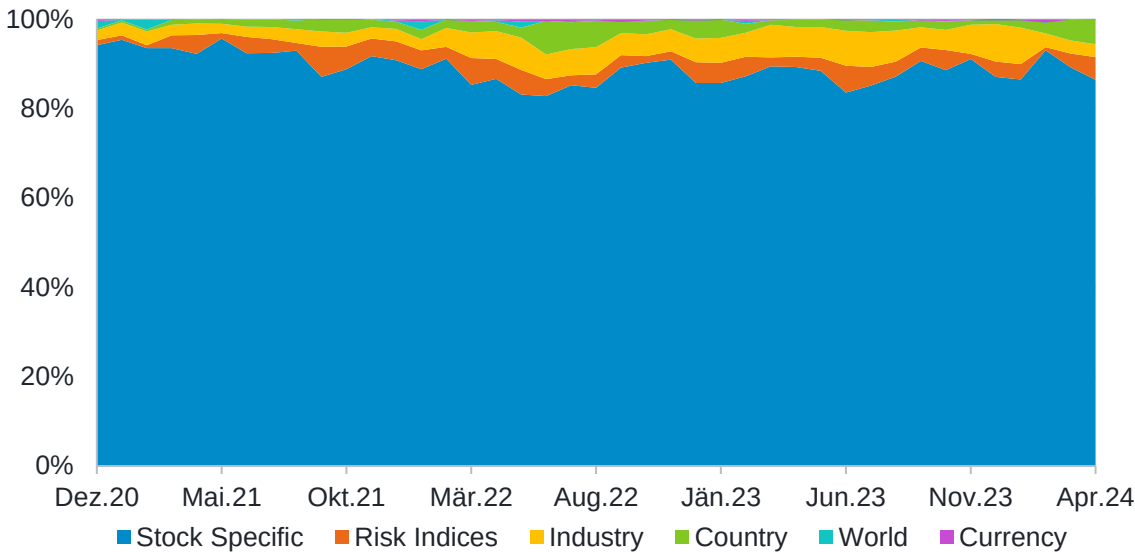
Past performance is not a reliable predictor of future returns. The Fund returns may increase or decrease because of currency fluctuations.

Source: Fidelity International, as at 30 April 2024, gross of fees performance for Fidelity Funds - Absolute Return Global Equity Fund Y-PF-ACC-USD share class, net income reinvested. Currency: USD Comparative Benchmark: USD Cash Index (SOFR Index), *Inception start date 24/09/2020. Excludes initial charges (if applicable) for returns calculation. Totals may not sum due to rounding. **The peer group is the Morningstar EAA Fund Equity Market Neutral USD. Please note Y-PF-ACC-USD share class is not the most expensive share class.

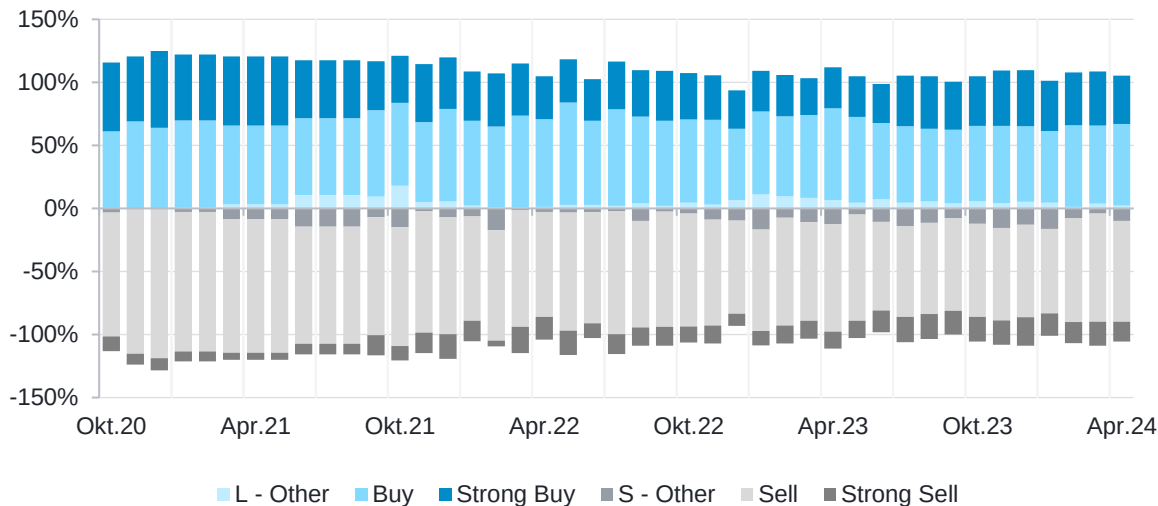
Fidelity Absolute Return Global Equity Fund

Capturing alpha from Fidelity’s proprietary research

Stock selection drives risk and return



Capturing the highest conviction ratings



> Beta neutral to MSCI AC World

> Idiosyncratic long/short equity portfolio returns

> Low correlation with other asset classes

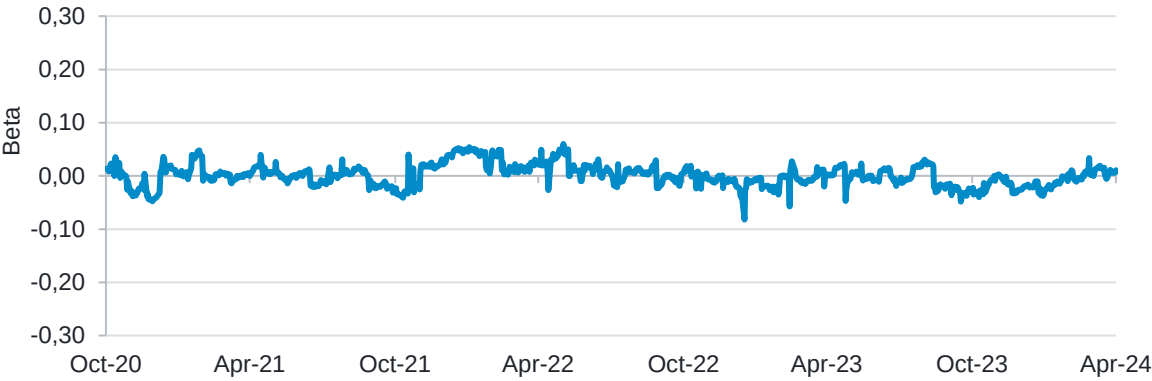
> Style, industry, country and regional neutral

Past performance is not a reliable indicator of future results.

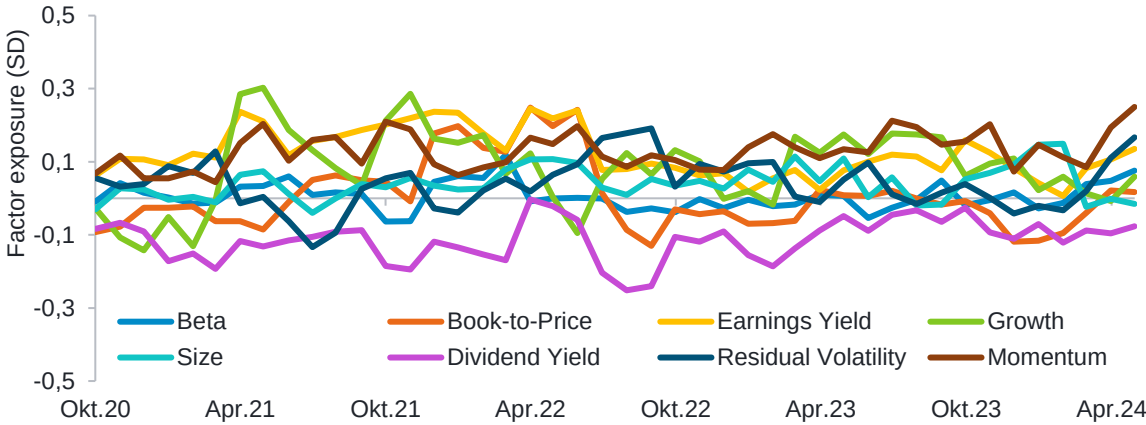
Source: Fidelity International, 30 April 2024 unless otherwise indicated. The LHS chart shows the historical risk decomposition contribution of Fidelity Funds - Absolute Return Global Equity Fund and the RHS shows the % of portfolio held across the FIL fundamental rating buckets. Base Currency : USD. Basis: gross of fees.

Equity Market Neutral delivering Fidelity Alpha

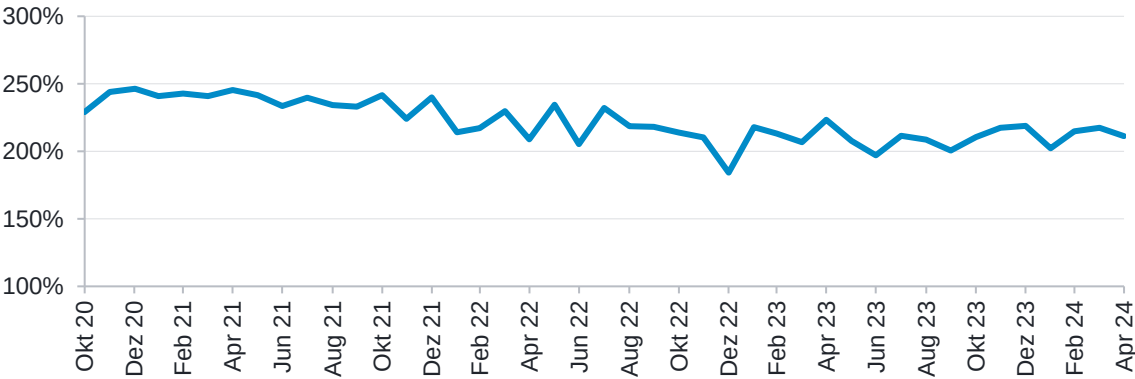
No market timing



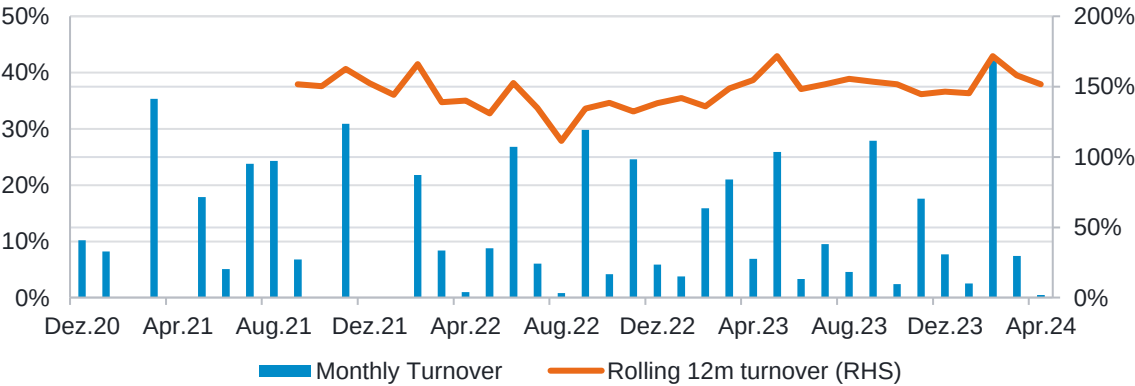
No 'style' timing



Modest Leverage



Low Turnover*



Past performance is not a reliable indicator of future results.

This fund invests in overseas markets and the value of investments can be affected by changes in currency exchange rates.

Source: Fidelity International, MSCI Barra, as of 30 April 2024. The data is for Absolute Return Global Equity strategy from October 2020 to April 2024. *Turnover calculated as the lesser of Gross purchases or Gross sales divided by average TNA.

Long term diversification: Low to negative correlation to other asset classes

42 monthly returns correlation matrix		A	B	C	D	E	F	G	H	I	J	K	L	M
A	Absolute Return Global Equity strategy	1	0.02	-0.06	0.12	0.29	0.11	0.02	0.11	0.12	0.15	0.07	0.07	0.03
B	MSCI ACWI Net Total Return		1	0.14	0.28	0.10	0.88	0.34	0.73	0.73	0.69	0.78	0.72	0.89
C	Eureka Equity Market Neutral Index			1	0.53	-0.09	0.16	0.30	-0.05	-0.03	-0.04	-0.04	-0.10	0.19
D	HFR Equity Market Neutral Index				1	0.18	0.41	0.19	0.14	0.12	0.03	0.07	0.10	0.16
E	Barclays Overnight USD					1	0.16	-0.35	0.22	0.27	0.15	0.21	0.19	-0.08
F	US High Yield Index (BofAML)						1	0.32	0.78	0.81	0.75	0.80	0.76	0.78
G	Commodity (DJ -AIG)							1	0.15	0.07	0.09	0.07	0.11	0.33
H	1-10 Year Global Broad (BofAML)								1	0.96	0.93	0.94	0.99	0.64
I	US Corp 1-10yr (BofAML)									1	0.95	0.98	0.95	0.64
J	US Mortgage Backed (BofAML)										1	0.94	0.92	0.66
K	US Corporate Index (BofAML)											1	0.95	0.70
L	Investment Grade World (BofAML)												1	0.64
M	NAREIT All Equity REITS (FTSE)													1

>0.3

0.3 to -0.3

<-0.3

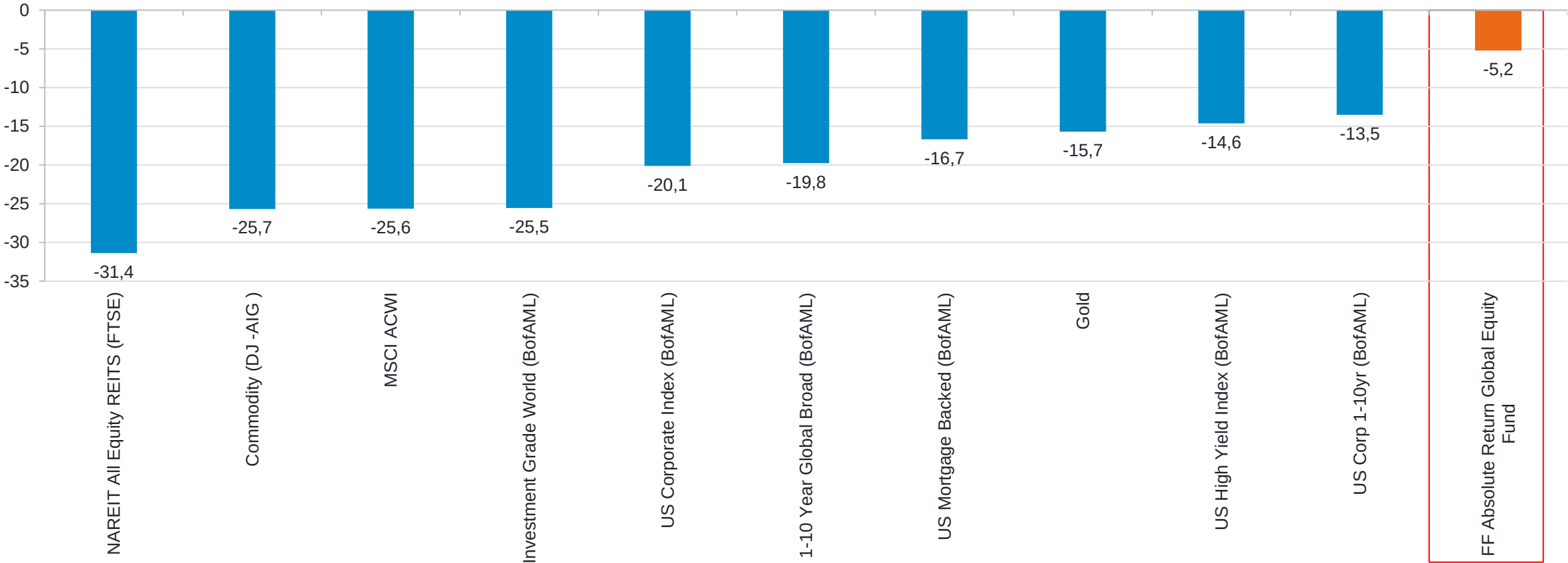
Past performance is not a reliable indicator of future results. This strategy invests in overseas markets and the value of investments can be affected by changes in currency exchange rates.

Source: Fidelity International, Portfolio Performance data for Absolute Return Global Equity strategy from September 2020 – March 2024 is correlated with performance of different indices across asset classes to show the correlation of the absolute return strategy with other asset classes. Currency: USD. All performance results are indicative only. The effect of transaction costs and fees is not included.

Absolute Return *Market Neutral* strategies = limited drawdowns

Limited drawdown as compared to all key asset classes

Fidelity Funds Absolute Return Global Equity Fund since inception maximum drawdown versus other asset classes



Past performance is not a reliable indicator of future results.

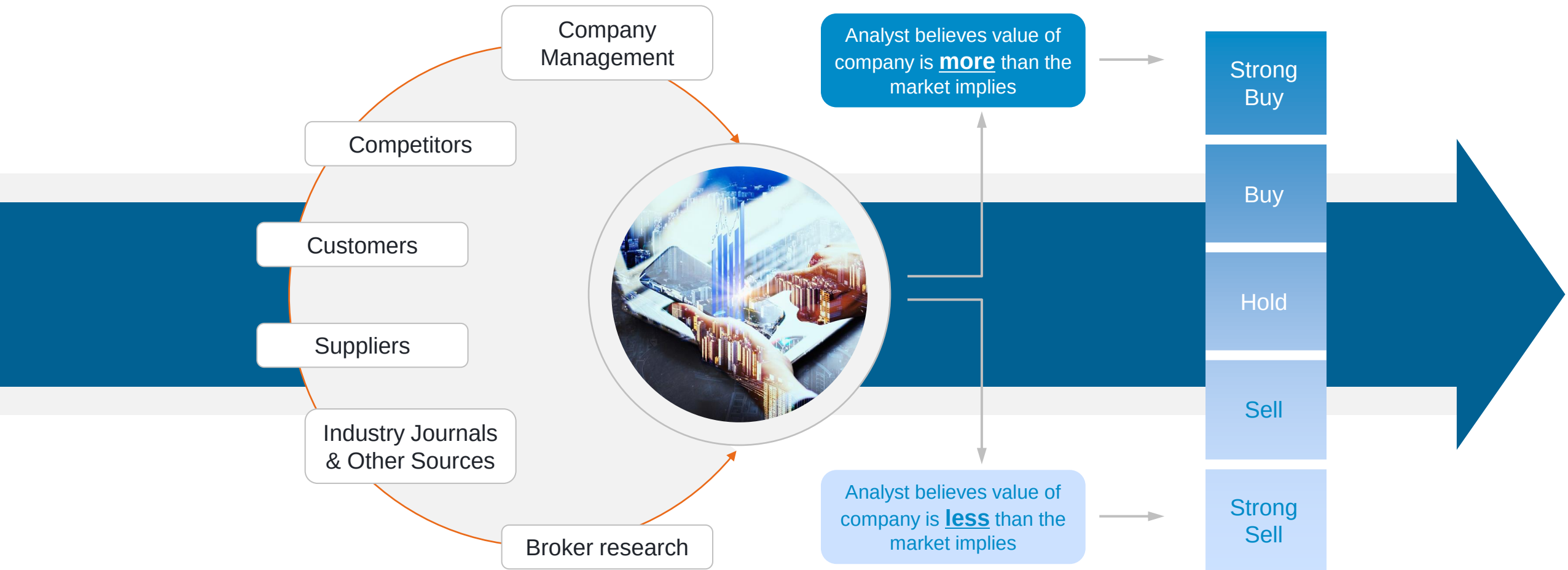
This fund invests in overseas markets and the value of investments can be affected by changes in currency exchange rates.

Source: Fidelity International, Bloomberg, 31 March 2024. Maximum drawdown calculated using monthly performance for Fidelity Funds Absolute Return Global Equity Fund and other representative indices across asset classes from September 2020 – March 2024.

What is different about our approach?

Research in action: Fidelity's competitive advantage

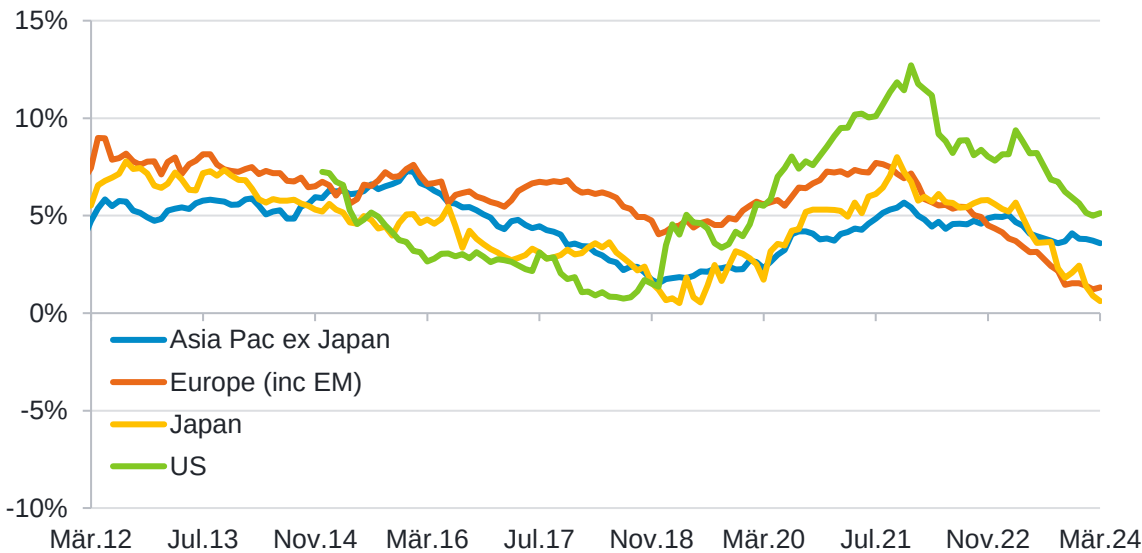
360° company review



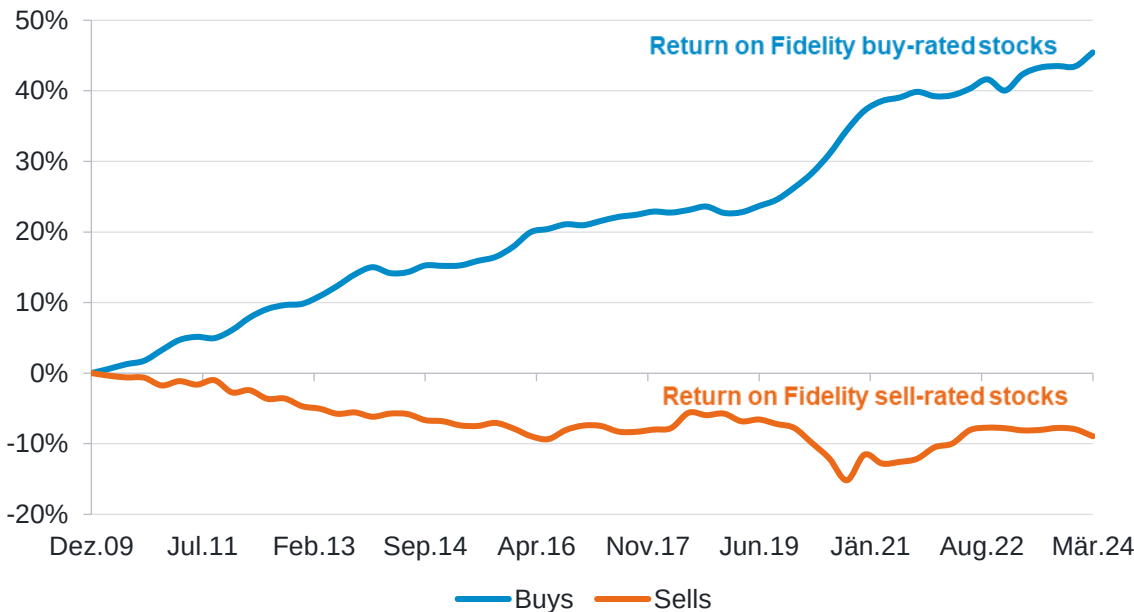
Source: Fidelity International, 2023.

Best in class proprietary research inputs

Proprietary research consistently generates alpha¹ across regions over long-term



Cumulative returns of research ratings²



Long term value add for clients



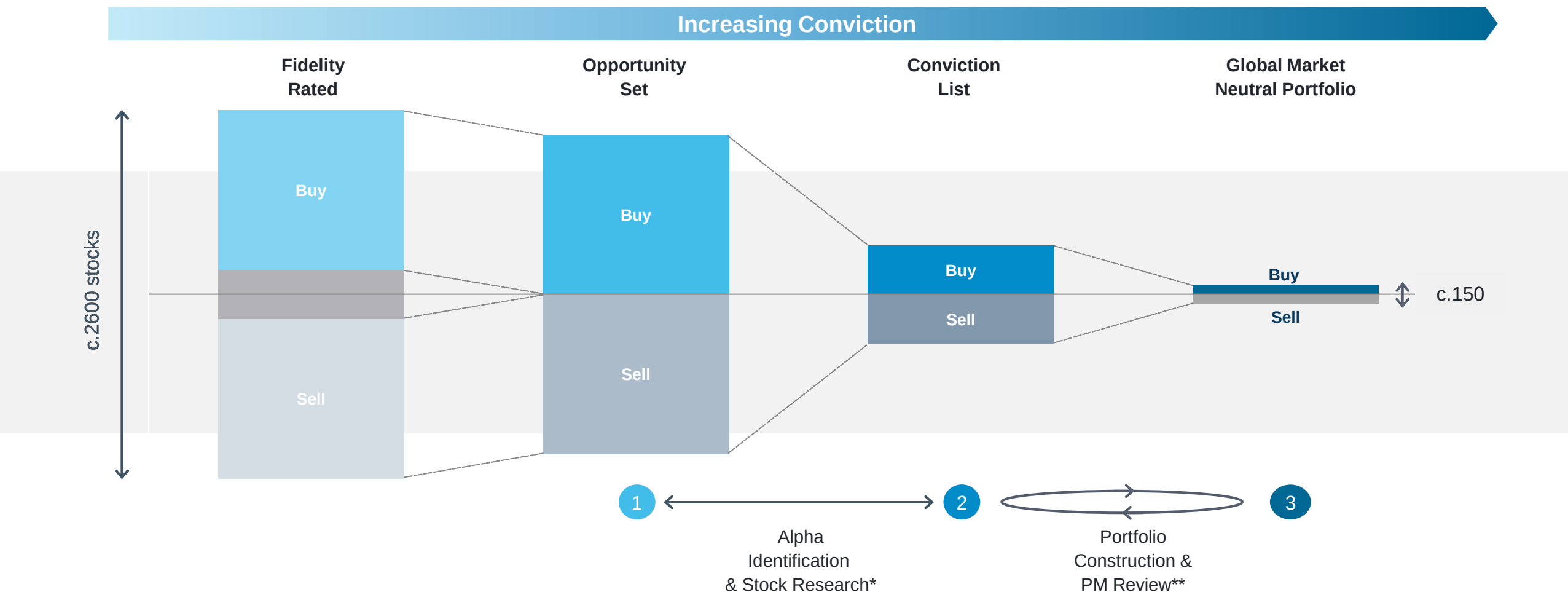
- Fundamental research drives alpha
- Fidelity analysts long term track record – buy ratings outperform sell ratings

Based on historical simulated returns using Fidelity's proprietary modelling. Past performance is not a reliable indicator of future results. Returns may increase or decrease because of currency fluctuations.

Source: Fidelity International. Data as at 31 March 2024. ¹Rolling 3 year annualised relative value added by Fidelity Research Ratings on an equal weighted basis – Strong Buys and Strong Sells double weighted, as at 31 March 2024. ²Regional returns weighted by market cap of companies rated either buy or sell. Value add calculated vs. regional indices.

Investment Process

Systematically focussing on the highest conviction stock ideas



Source: Fidelity International, April 2024. Please note the numbers quoted on this slide are illustrative of a global portfolio. *Securities are scored using 7 proprietary signals to filter the opportunity set to a conviction list. **Mean variance optimization process followed by with qualitative PM review determines final portfolio

Alpha Identification and Stock Research (1)

Rated stocks are assessed against 7 proprietary signals

1	Research Ratings	Fidelity analyst signals ▪ Identify the highest conviction and most relevant analyst ideas ▪ Provide the largest source of alpha
2	Ratings Momentum	
3	Ratings Conviction	
4	Ratings Recency	
5	Consensus Ratings	External confirmatory signals ▪ Afford a wider market context ▪ Provide confirmation and diversification
6	Earnings Revisions	
7	Valuation	

Source: Fidelity International, April 2024.

Alpha Identification and Stock Research (2)

Conviction List – Identifying the highest conviction buy and sell ratings

		Fidelity analyst signals				External confirmatory signals			
Rank	Name	Rating Score	Rating Momentum	Rating Conviction	Rating Recency	Consensus Rating	Earnings Revisions	Valuation	Score
1	Technology Co.	2	0	1	1	0	1	0	5
⋮									
11	Investment Bank	1	0	1	1	0	0	1	4
⋮									
63	Energy Co.	1	1	1	1	-1	1	-1	3
⋮									
- - - - Conviction List Cut-off - - - -									
⋮									
-55	Consumer Co.	-1	0	-1	-1	1	0	-1	-3
⋮									
-62	Mining Co.	-1	-1	0	-1	0	-1	0	-4
⋮									
-70	Oil Co.	-2	0	-1	0	0	-1	-1	-5
⋮									

Source: Fidelity International. April 2024. The table is included for the purposes of illustration only. Strong Buys or 1- rated stocks are double weighted in the illustration above, in keeping with the process followed by the Portfolio Managers. Please note: the numbers quoted on this slide are illustrative of a global portfolio.

Scoring process example: Long Position - Meta Platforms



Case study as at 31 October 2023 (position initiated in February 2023)

Share Price (USD)



Theme and stock thesis

- Meta is a leading social media / digital advertising company.
- Strong revenue coupled with aggressive cost control/margin expansion is boosting the earnings growth trajectory. We are positive on continuing improvements in ad tech stack + Reels adoption + macro environment getting better – best among its peers.
- The incremental news flows around EU privacy hints towards “Accept or Pay” model may be acceptable to EU privacy regulators.
- The consensus estimates look very conservative making the risk-reward potential look very attractive.

Rolling 5 year table shows percentage growth rate for the period indicated

Price return	31.10.18 – 31.10.19	31.10.19 – 31.10.20	31.10.20 – 31.10.21	31.10.21 – 31.10.22	31.10.22 – 31.10.23
Meta Platforms	26.3%	37.3%	23.0%	-71.2%	223.4%

Fidelity analyst signals					External confirmatory signals			Alpha Score
As at 31 October 2023	Rating Score	Rating Momentum	Rating Conviction	Rating Recency	Consensus Rating	Earnings Revisions	Valuation	
Meta Platforms	1	0	1	1	0	1	1	5

Past performance is not a reliable predictor of future returns. Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only. The Fund's returns may increase or decrease as a result of currency fluctuations.

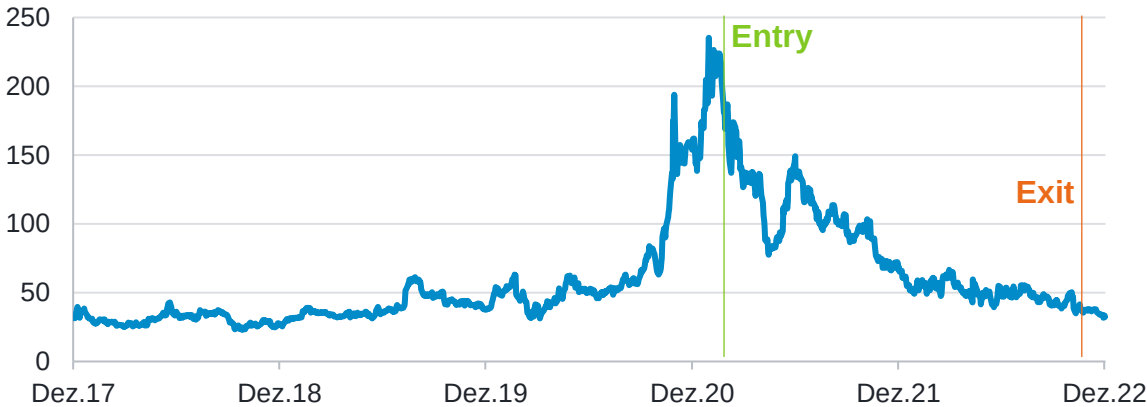
Source: Fidelity International, Refinitiv DataStream, 31 October 2023. Holding in Fidelity Funds - Absolute Return Global Equity Fund. This is for illustration purposes only and should not be taken as a recommendation to buy or sell. Performance of the security is not a representation of the Fund's performance. The Fund's past holdings are not indicative of existing and future holdings. The third party mark appearing in this material is the property of the respective owner and not by Fidelity.

Scoring process example: Short Position - Appian



Case study based on fund holdings (short side) from March 2021 to November 2022

Share Price (USD)



Rolling 5 year table shows percentage growth rate for the period indicated

Price return	31.12.17 – 31.12.18	31.12.18 – 31.12.19	31.12.19 – 31.12.20	31.12.20 – 31.12.21	31.12.21 – 31.12.22
Appian	-15.2%	43.1%	324.2%	-59.8%	-50.1%

Short thesis as at March 2021

- Appian is a software vendor that has both a low-code platform and vertical-specific applications it sells to customers, primarily in the Financial Services, Life Sciences, and Government verticals. Low-code software platforms enable developers to create and modify applications faster than traditional software development platforms or stand-alone software languages.
- Our analysts considered that increasing competition in the low-code space would incrementally pressure APPN over the medium term
- We believed inefficient sales channel conflicts would prevent APPN from realizing a dramatic acceleration in subscription revenue and act as a headwind to profitability;
- Technical factors like limited float, high short interest, and momentum were drivers of APPN's dramatic move higher, offering potential for mean reversion.

AT THE TIME OF INITIATING SHORT POSITION	Fidelity analyst signals				External confirmatory signals			Score
	Rating Score	Rating Momentum	Rating Conviction	Rating Recency	Consensus Rating	Earnings Revisions	Valuation	
Appian	-1	0	0	-1	-1	0	-1	-4

Past performance is not a reliable predictor of future returns. Reference to specific securities should not be construed as a recommendation to buy or sell these securities and is included for the purposes of illustration only. The Fund's returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, Refinitiv DataStream, 31 December 2022. Holding in Fidelity Funds - Absolute Return Global Equity Fund. This is for illustration purposes only and should not be taken as a recommendation to buy or sell. The third party mark appearing in this material is the property of the respective owner and not by Fidelity. Performance of the security is not a representation of the fund's performance. The Fund's past holdings are not indicative of existing and future holdings. The third party mark appearing in this material is the property of the respective owner and not by Fidelity.

Summary

- 
- Absolute return, *market neutral* global equity strategy uncorrelated/negatively correlated to many other asset classes
 - Leverages Fidelity's global research platform to identify long and short ideas aiming to achieve superior risk adjusted returns
 - Bottom-up approach with disciplined risk management approach
 - Diversifier within a broader asset allocation context

Source: Fidelity International, April 2024.

Appendix

Analysts incentivized on Stock Picking

Quantitative element

Equity Research Team Quantitative Performance		
60% Equity Research Team		
20% Stock Picking vs. Market	20% Stock Picking vs. Sector	20% Client Fund Attribution
Stock picking versus a broad index and implied sector call	Analyst model portfolio (AMP). Sector relative stock-picking / position sizing of high conviction positions	Impact on client funds from 'following' research recommendations
3 & 5 year time horizon (67% / 33%)		

Qualitative element

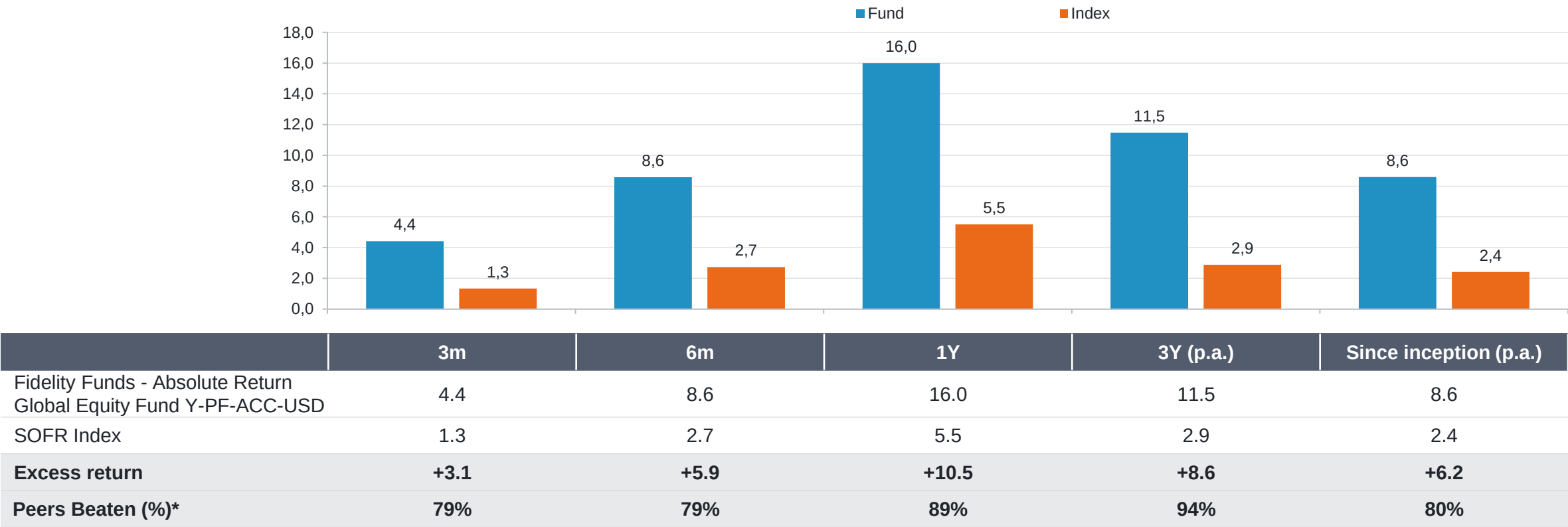
Qualitative Assessment	
40% Equity Research Team	
Measures: ▪ Thought leadership ▪ Corporate citizenship client engagement ▪ Training & development ▪ Values and behaviour	Evaluates 360 degree feedback from: ▪ Peers ▪ Portfolio managers ▪ Colleagues across other business units
360-degree feedback / productivity / commerciality / teamwork and collaboration / corporate citizenship / sustainability / values and behaviours / thought leadership / Code of Ethics and training	

Source: Fidelity International, 2023.

Fidelity Absolute Return Global Equity Fund

Performance to 30 April 2024

Standard period returns gross of fees, USD (%)



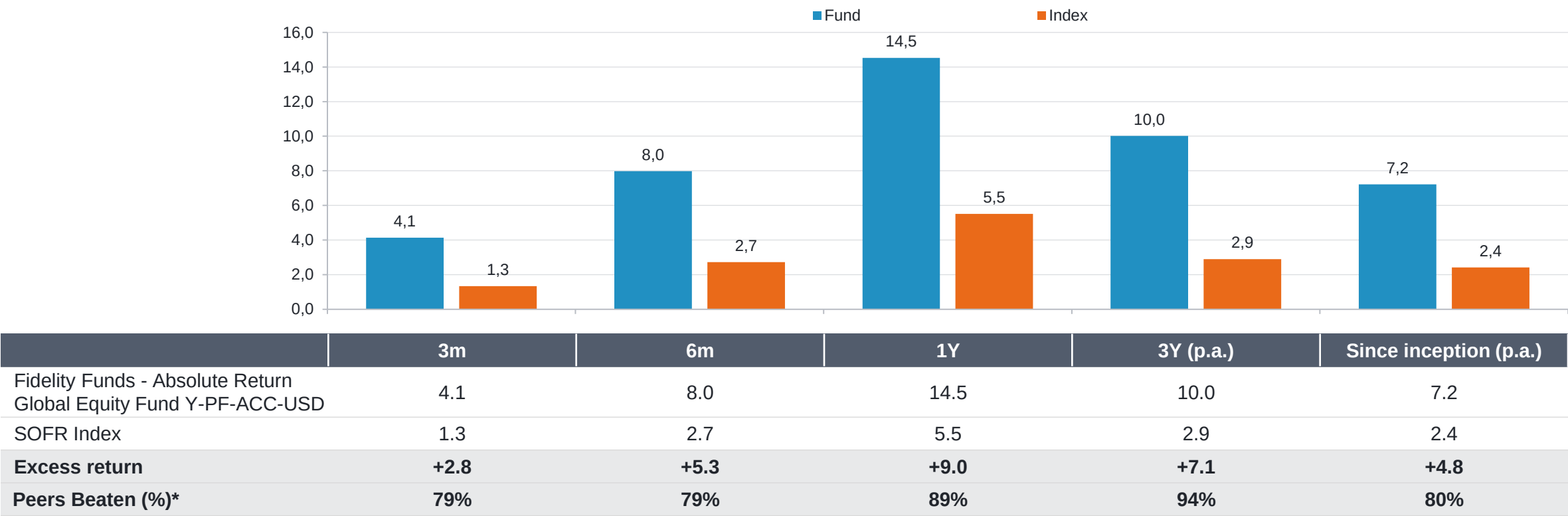
Past performance is not a reliable predictor of future returns. The Fund returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, Morningstar, as at 30 April 2024, gross of fees performance for Fidelity's Absolute Return Global Equity Fund strategy, net income reinvested. Currency : USD. Comparative Benchmark: USD Cash Index (SOFR Index), Inception start date 24/09/2020. Excludes initial charges (if applicable) for returns calculation. Totals may not sum due to rounding. *The peer group is the Morningstar EAA Fund Equity Market Neutral USD. Please note Y-PF-ACC-USD share class is not the most expensive share class.

Fidelity Funds - Absolute Return Global Equity Fund

Investment performance to 30 April 2024

Standard period returns net of fees, USD (%)



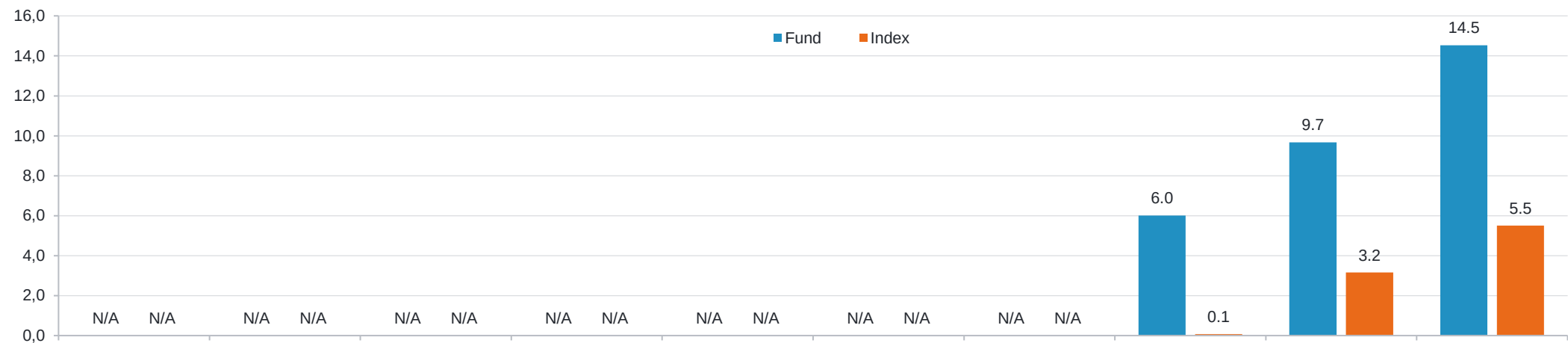
Past performance does not predict future returns. The fund returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, Morningstar, as at 30 April 2024, net of fees performance for Fidelity Funds - Absolute Return Global Equity Fund Y-PF-ACC-USD share class, net income reinvested. Currency : USD Performance basis: NAV to NAV. Comparative Benchmark: USD Cash Index (SOFR Index), Inception start date 24/09/2020. Excludes initial charges (if applicable) for returns calculation. Totals may not sum due to rounding. *The peer group is the Morningstar EAA Fund Equity Market Neutral USD. Please note Y-PF-ACC-USD share class is not the most expensive share class.

Fidelity Funds - Absolute Return Global Equity Fund

Investment performance to 30 April 2024

Rolling 12-month returns net of fees, USD (%)



	30.04.14 - 30.04.15	30.04.15 - 30.04.16	30.04.16 - 30.04.17	30.04.17 - 30.04.18	30.04.18 - 30.04.19	30.04.19 - 30.04.20	30.04.20 - 30.04.21	30.04.21 - 30.04.22	30.04.22 - 30.04.23	30.04.23 - 30.04.24
Fidelity Funds - Absolute Return Global Equity Fund Y-PF-ACC-USD	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.0	9.7	14.5
SOFR Index	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.1	3.2	5.5
Excess return	N/A	N/A	N/A	N/A	N/A	N/A	N/A	+5.9	+6.5	+9.0

Past performance does not predict future returns. The funds returns may increase or decrease as a result of currency fluctuations.

Source: Fidelity International, as at 30 April 2024, net of fees for Y-PF-ACC-USD share class, net income reinvested. Performance basis: NAV to NAV. Comparative Benchmark: USD Cash Index (SOFR Index), Inception start date 24/09/2020. Excludes initial charges (if applicable) for returns calculation. Totals may not sum due to rounding. Please note Y-PF-ACC-USD is not the most expensive share class.

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MKAT12251

Panelová diskuse



Radhika Surie
*Investment Director
Global, Thematic & US
Equities*



James Wilkey-Pinfield
*Investment Director
Equity Income*



Stacie Mitchinson
*Investment Director
Systematic Investing*



Ivana Laňová
*Sales Associate Director
Czech Republic & Slovakia*



Istvan Al-Hilal
*Head of Sales
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