

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

Important Changes relating to Fidelity Funds

Key Facts

- Response to COVID-19 and unprecedented stock market volatility.
- Temporary change to Price Adjustment Policy (the 'Swing Pricing policy') of the Fund by lifting the 2% price adjustment limit.

This notice is for information only. You do not need to take any action as this change has automatically entered into effect on 23 March 2020.

23 March 2020

Dear Shareholder,

We are writing to notify you (the 'Shareholder') of the decision taken by the Board of Directors of Fidelity Funds (the "Board") to temporarily revise the current Swing Pricing policy of the Fidelity Funds (the 'Fund') in line with the provisions of the Fund's prospectus for Hong Kong investors (the "Prospectus").

This action has been taken due to the recent and unprecedented stock market volatility and related liquidity impairment in all asset classes following the reaction to the spread of the Coronavirus (COVID-19).

Section 2.4 Part II of the Prospectus details the Swing Pricing policy in place for the Fund as follows:

'Large transactions in or out of a fund can create "dilution" of a fund's assets because the price at which an investor buys or sells Shares in a fund may not entirely reflect the dealing and other costs that arise when the portfolio manager has to trade in securities to accommodate large cash inflows or outflows. In order to counter this and enhance the protection of existing Shareholders, a policy has been adopted with effect from 1 November 2007 to allow price adjustments as part of the regular daily valuation process to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

If on any dealing day the aggregate net transactions in Shares of a fund exceed a threshold set by the Board from time to time for each fund, the asset value may be adjusted upwards or downwards as applicable to reflect the costs that may be deemed to be incurred in liquidating or purchasing investments to satisfy net daily transactions at fund level. The threshold is set by the Board taking into account factors such as the prevailing market conditions, the estimated dilution costs and the size of the funds, the application of which will be triggered mechanically and on a consistent basis. The adjustment will be upwards when the net aggregate transactions result in an increase of the number of Shares. The adjustment will be downwards when the net aggregate transactions result in a decrease of the number of Shares. The adjusted asset value will be applicable to all transactions on that day.

Some of the funds are currently co-managed, the aggregated groups of assets are referred to as a 'pool'. Individual funds may have their assets invested via one or more pools. For the purposes of operating a price adjustment policy, the Board may decide that a threshold for adjusting prices be established at pool level.

*The price adjustment, based on normal dealing and other costs for the particular assets in which a fund is invested, **will not exceed 2%** of the original Net Asset Value. However, whilst the price adjustment is normally not expected to exceed 2%, **the Board may decide to increase this adjustment limit in exceptional circumstances to protect Shareholders' interests.** As any such price adjustment will be dependant on aggregate net transactions in Shares, it is not possible to accurately predict whether it will occur at any future point in time and consequently how frequently it will need to be made'.*

Due to the market environment and punitive liquidity costs experienced throughout March 2020, it is believed that the current price adjustment limit of 2% does not adequately reflect the disconnect between prices used in the Net Asset Value calculation and trade execution prices.

In order to protect the interests of the Fund's Shareholders and ensure that Shareholder trading activity continues to be undertaken at a fair price, the Board has decided to lift the current price adjustment limit of 2% on a temporary basis until further notice.

The Board accepts responsibility for the material accuracy of the content of this letter.

If you have any questions related to the changes, or if you would like to request for a copy of the current Prospectus, the KFS, the Articles of Incorporation (available for inspection free of charge at all times during normal office hours), the latest audited annual report and accounts and unaudited semi-annual report and accounts of Fidelity Funds (which is also available at www.fidelity.com.hk¹) or other material agreements relating to Fidelity Funds, please contact your usual Financial Adviser or the Fidelity Investor Hotline² at +852 2629 2629, or you can write to the Hong Kong Representative at Level 21, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong.

Yours sincerely,



Nishith Gandhi

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

¹ This website has not been reviewed by the SFC.

² International Toll-free Number +800 2323 1122, available to calls from Australia, Canada, Japan, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and USA. Service may not be available for certain mobile carriers. The "+" sign represents the International Access Prefix. China Toll-free Number: 4001 200632. The Fidelity Investor Hotline is available from 9am to 6pm, Monday to Friday (except Hong Kong public holidays).

此乃重要文件，務請即時細閱。如有任何疑問，請諮詢專業意見。

有關富達基金的重要變動

摘要

- 應對新冠肺炎疫情及前所未見的股市波動。
- 暫時更改本基金的價格調整政策（「波幅定價政策」），以提升 **2%** 的價格調整限額。

本通知僅供參考。有關變動於2020年3月23日自動生效，因此閣下毋須採取任何行動。

親愛的股東：

茲通知閣下（「股東」），富達基金的董事會（「董事會」）決定根據本基金的香港投資者認購章程（「認購章程」）的條文，暫時修訂富達基金（「本基金」）現時的波幅定價政策。

基於 2019 新型冠狀病毒（COVID-19，又稱新冠肺炎）疫情擴散，導致近期股市出現前所未見的波動，令所有資產類別的相關流動性受損，因此採取上述行動。

認購章程第二部份 2.4 節載有適用於本基金的波幅定價政策，詳情如下：

「大量買賣交易可對基金的資產造成「攤薄」，因為投資者買賣股份的價格，或未能全面反映基金經理為應付大量現金流入或流出而進行證券交易所引致的交易及其他成本。為制止有關情況，同時提高對現有股東的保障，富達在 2007 年 11 月 1 日起採取一項政策，容許價格調整，作為日常正規估值程序的一部份，以減低偶爾出現上述大額交易時引發重大交易和其他成本所造成的影響。

若在任何交易日，基金的股份交投總量超過董事會不時就每項基金設定的限額，資產價值可向上或向下調整（如適用），以反映基金為抵銷日常淨交易而清算或購入投資所造成的成本。董事會在設定限額時將考慮多項因素，包括現行市況、估計攤薄成本及基金規模，並根據觸發機制持續應用有關限額規定。若整體淨交易導致股份數目增加，價格將予調高。相反，若整體淨交易導致股份數目減少，則價格將予調低。經調整的資產價值將適用於當日進行的所有交易。

部份基金現時採行共同管理，這些共同管理的資產統稱「集合資產」。個別基金的資產可透過一項或多項集合資產進行投資。為實行價格調整政策，董事會可決定就集合資產設定調整價格限額。

以基金所投資的個別資產的一般交易及其他成本為基礎而進行的價格調整，**將不會超過**原有資產淨值的 **2%**。然而，儘管預期價格調整一般將不會超過 2%，但**董事會可以決定因應特殊情況而提升有關調整限制，以保障股東的權益**。由於任何上述價格調整將取決於股份的整體淨交易，因此無法準確預測會否在未來任何時間作出價格調整，以至須作出價格調整的次數。」

基於 2020 年 3 月的整體市場環境，並出現嚴峻的流動成本，現時 2% 的價格調整限額相信已無法充份反映用以計算資產淨值的價格與交易執行價格之間的脫節情況。

為保障本基金股東的權益，並確保股東的交易活動繼續以公平價格進行，董事會決定暫時提升現時 2% 的價格調整限額，直至另行通知。

董事會對本函在所有要項上內容的準確性承擔責任。

如對有關變動有任何疑問，或欲索取最新的認購章程、產品資料概要、公司組織章程（可於一般辦公時間內隨時免費查閱）、富達基金最新經審核的年報與帳目及未經審核的半年報告與帳目（亦可於 www.fidelity.com.hk¹ 下載），或與富達基金有關的其他重要協議的副本，請聯絡閣下的慣常財務顧問，或致電富達投資熱線²+852 2629 2629 查詢，閣下亦可致函香港代表（地址為香港金鐘道 88 號太古廣場二座 21 樓）。



FIL (Luxembourg) S.A. 常設代表
富達基金公司董事
Nishith Gandhi 謹啟

2020 年 3 月 23 日

¹ 該網頁未經香港證券及期貨事務監察委員會審核。

² 國際免費服務熱線為+800 2323 1122，適用於以下地區：澳洲、加拿大、日本、南韓、馬來西亞、新西蘭、菲律賓、新加坡、台灣、泰國及美國。此服務可能不適用於部份流動電話服務供應商。號碼前的「+」符號代表國際直撥號碼。中國免費服務熱線為 4001 200632。富達投資熱線的服務時間為逢星期一至星期五上午 9 時至下午 6 時（香港公眾假期除外）。