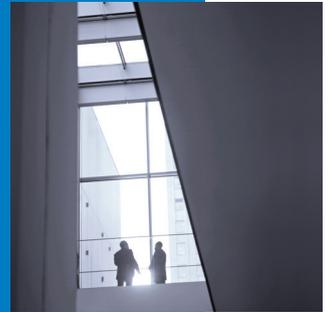


# Annual Short Report

For the year ended  
31 October 2013





# FIDELITY INVESTMENT FUNDS IV ANNUAL SHORT REPORT FOR THE YEAR ENDED 31 OCTOBER 2013

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# FIDELITY INVESTMENT FUNDS IV ANNUAL SHORT REPORT FOR THE YEAR ENDED 31 OCTOBER 2013

## INTRODUCTION

In order to provide the shareholders with regular and relevant information about the progress of the Fidelity Investment Funds IV ("the Company"), the Financial Conduct Authority requires the Authorised Corporate Director ("ACD") to send a short report to all shareholders.

This document is a short report of the Company covering the year ended 31 October 2013. The information in this report is designed to inform shareholders on the activities of the funds during the period it covers and the result of those activities at the end of the period. The results for each fund are set out in detail in the relevant section of the report.

A more detailed long form version of the report is available free of charge on request to the ACD or alternatively from our website [www.fidelity.co.uk](http://www.fidelity.co.uk). The independent Auditors' report on the annual report and financial statements of the Company for the year ended 31 October 2013 was unqualified.

For more information about the activities and performance of the funds during this and the previous period, please contact the ACD.

## CHANGES TO THE PROSPECTUS

For the year ended 31 October 2013 the following significant changes were made to the Prospectus or Instrument of Incorporation:

### Fund launches

- Fidelity Multi Asset Allocator Adventurous Fund launched on 5 December 2012 with A Accumulation Share class and Y Accumulation Share class.
- Fidelity Allocator World Fund was launched on 5 February 2013 with Y Accumulation Share class.
- Fidelity Multi Asset Open Adventurous Fund launched on 5 February 2013 with Y Accumulation Share class.
- Fidelity Multi Asset Open Defensive Fund launched on 5 February 2013 with Y Accumulation Share class and Gross paying Y Accumulation Share class.
- Fidelity Open World Fund launched on 5 February 2013 with A Accumulation Share class and Y Accumulation Share class.
- Fidelity Multi Asset Balanced Income Fund launched on 4 September 2013 with Fidelity Pathfinder Income 2 Income Share class and Gross paying Fidelity Pathfinder Income 2 Income Share class.
- Fidelity Multi Asset Income & Growth Fund launched on 4 September 2013 with Fidelity Pathfinder Income 3 Income Share class.
- Fidelity Undiscovered Talent Fund launched on 4 September 2013 with Y Accumulation Share class.

### Fund name changes

- Fidelity Multi Asset Allocator Balanced Fund changed its name to Fidelity Multi Asset Allocator Strategic Fund on 18 February 2013.
- Fidelity MultiManager Balanced Fund changed its name to Fidelity Multi Asset Open Strategic Fund on 18 February 2013.
- Fidelity MultiManager Growth Portfolio changed its name to Fidelity Multi Asset Open Growth Fund on 18 February 2013.

### Share class launches

- Fidelity Allocator World Fund launched Fidelity Pathfinder Foundation 5 Accumulation Share class on 11 February 2013 and N Accumulation on 24 July 2013.
- Fidelity Multi Asset Adventurous Fund launched Fidelity Pathfinder Focused 4 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Allocator Adventurous Fund launched Fidelity Pathfinder Foundation 4 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Allocator Defensive Fund launched Fidelity Pathfinder Foundation 1 Share class and Gross paying Fidelity Pathfinder Foundation

1 Accumulation Share class on 11 February 2013, and N Accumulation and Gross paying N Accumulation Share classes on 24 July 2013.

- Fidelity Multi Asset Allocator Growth Fund launched Fidelity Pathfinder Foundation 3 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Allocator Strategic Fund launched Fidelity Pathfinder Foundation 2 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Balanced Income Fund launched N Income, Gross paying N Income, Y Income and Gross paying Y Income Share classes on 22 October 2013.
- Fidelity Multi Asset Defensive Fund launched Fidelity Pathfinder Focused 1 Accumulation Share class and Gross paying Fidelity Pathfinder Focused 1 Accumulation Share class on 11 February 2013, and N Accumulation and Gross paying N Accumulation share classes on 24 July 2013.
- Fidelity Multi Asset Growth Fund launched Fidelity Pathfinder Focused 3 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Income Fund launched Fidelity Pathfinder Income 1 Income Share classes and Gross paying Fidelity Pathfinder Income 1 Income Share classes on 4 September 2013, and N Income and Gross paying N Income Share classes on 22 October 2013.
- Fidelity Multi Asset Income & Growth launched N Income and Y Income Share classes 22 October 2013.
- Fidelity Multi Asset Open Adventurous Fund launched Fidelity Pathfinder Freedom 4 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Open Defensive Fund launched Fidelity Pathfinder Freedom 1 Accumulation Share class and Gross paying Fidelity Pathfinder Freedom 1 Accumulation Share class on 11 February 2013, and N Accumulation and Gross paying N Accumulation Share classes on 24 July 2013.
- Fidelity Multi Asset Open Growth Fund launched Fidelity Pathfinder Freedom 3 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Open Strategic Fund launched Fidelity Pathfinder Freedom 2 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Multi Asset Strategic Fund launched Fidelity Pathfinder Focused 2 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Open World Fund launched Fidelity Pathfinder Freedom 5 Accumulation Share class on 11 February 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Wealthbuilder Fund launched Fidelity Pathfinder Focused 5 Accumulation Share class on 11 February 2013, Y Accumulation Share class on 3 April 2013 and N Accumulation Share class on 24 July 2013.
- Fidelity Target 2015 Fund launched Gross paying A Accumulation Share class on 8 March 2013.

### Share class conversions

- Fidelity Multi Asset Allocator Defensive Fund converted N Accumulation Share class and Gross paying N Accumulation Share class to Y Accumulation Share class and Gross paying Y Accumulation Share class respectively, on 1 March 2013.
- Fidelity Multi Asset Allocator Growth Fund converted N Accumulation Share class to Y Accumulation Share class on 1 March 2013.
- Fidelity Multi Asset Allocator Strategic Fund converted N Accumulation Share class to Y Accumulation Share class on 1 March 2013.

### Fund termination

- Fidelity MultiManager Balanced Portfolio was fully terminated on 19 April 2013 and no Financial Statements have been produced in accordance with the COLL.

**GENERAL INFORMATION**

**FIDELITY INVESTMENT FUNDS IV  
REGISTERED OFFICE**

Oakhill House  
130 Tonbridge Road  
Hildenborough  
Tonbridge  
Kent TN11 9DZ  
United Kingdom  
www.fidelity.co.uk

Authorised and regulated in the UK by the Financial Conduct Authority.

**AUTHORISED CORPORATE DIRECTOR (ACD),  
INVESTMENT MANAGER, GENERAL DISTRIBUTOR,  
ADMINISTRATOR AND REGISTRAR**

FIL Investment Services (UK) Limited  
Oakhill House  
130 Tonbridge Road  
Hildenborough  
Tonbridge  
Kent TN11 9DZ  
United Kingdom

The ACD is FIL Investment Services (UK) Limited and is the sole director.  
Authorised and regulated in the UK by the Financial Conduct Authority.  
Registered in England and Wales No 2016555

**SUB-DISTRIBUTOR**

Financial Administration Services Limited  
Oakhill House  
130 Tonbridge Road  
Hildenborough  
Tonbridge  
Kent TN11 9DZ  
United Kingdom

By a separate sub-distribution agreement dated 1 March 2012 the ACD  
has appointed Financial Administration Services Limited to distribute  
shares in the United Kingdom.  
Authorised and regulated in the UK by the Financial Conduct Authority.

**DEPOSITARY**

J.P. Morgan Trustee and Depositary Company Limited  
Registered Office:  
25 Bank Street  
London E14 5JP  
United Kingdom

Head Office:  
Chaseside  
Bournemouth  
Dorset BH7 7DA  
United Kingdom

Authorised and regulated in the UK by the Financial Conduct Authority.

**INDEPENDENT AUDITORS**

PricewaterhouseCoopers LLP  
7 More London Riverside  
London SE1 2RT  
United Kingdom

FIL Limited and its respective subsidiaries form the global investment management organisation that is commonly referred to as Fidelity Worldwide Investment. Fidelity Worldwide Investment only gives information on its products and does not provide investment advice based on individual circumstances. Any service, security, investment, fund or product outlined may not be available to or suitable for you and may not be available in your jurisdiction. It is your responsibility to ensure that any service, security, investment, fund or product outlined is available in your jurisdiction before any approach is made regarding that service, security, investment, fund or product. This document may not be reproduced or circulated without prior permission and must not be passed to private investors.

Past performance is not a reliable indicator of future results. The value of investments may go down as well as up and an investor may not get back the original amount invested. Unless otherwise stated all products are provided by Fidelity Worldwide Investment, and all views expressed are those of Fidelity Worldwide Investment.

Issued by FIL Investment Services (UK) Limited (FCA registered number 121939) a firm authorised and regulated by the Financial Conduct Authority. FIL Investment Services (UK) Limited is a member of the Fidelity Worldwide Investment group of companies and is registered in England and Wales under the company number 2016555. The registered office of the company is Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ, United Kingdom. FIL Investment Management Limited VAT group identification number is 395 3090 35.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the period under review, the trend in global stock markets was upwards. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most, followed by the US, Europe ex UK and the UK. Pacific ex Japan and emerging markets equities lagged other regions by wider margins.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (MSCI All Countries World Index Net)\* since its launch on 5 February 2013. Based on my optimistic view on global growth, I had a preference for equities. The portfolio had a bias towards the US via a holding in Fidelity MoneyBuilder US Index Fund given supportive monetary policies in the country. The fund was also overweight in Japan via a position in iShares MSCI Japan Fund in light of stimulus measures introduced by the new government. These positions were reduced during the period to increase the allocation to the Europe ex UK region. This was achieved by increasing the holding in iShares MSCI Europe Ex-UK Fund. The exposure to the Pacific ex Japan region was also enhanced by raising the allocation to iShares MSCI Pacific Ex-Japan Fund. Elsewhere, some adjustments were made to holdings in the UK. The stake in iShares FTSE 100 Fund was sold to purchase a position in iShares FTSE 250 Fund.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe.

**Trevor Greetham**  
Fund Manager  
31 October 13

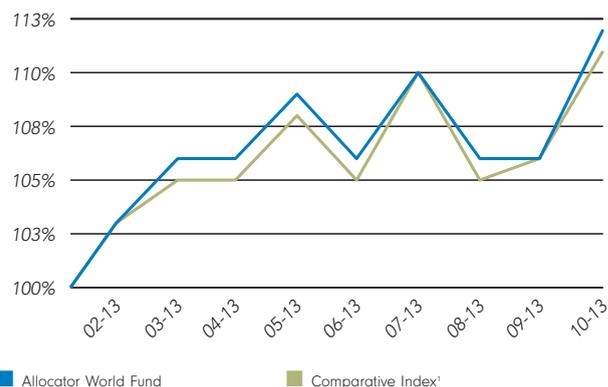
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

The fund was launched on 5 February 2013. Since its launch the fund returned 11.5% with net income reinvested outperforming its comparative index return of 11.0%.

### PERFORMANCE SINCE LAUNCH

5 February 13 to 31 October 13



1. Comparative Index: MSCI All Countries World Index (Net)

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 11.5% compared with the comparative index return of 11.0%. Performance excludes initial charge.

A discrete 1 year performance table has not been included as the fund was launched in February 2013 and does not have a full twelve month performance record.

Past performance is not a reliable indicator of future results.

## INVESTMENT OBJECTIVE AND POLICY

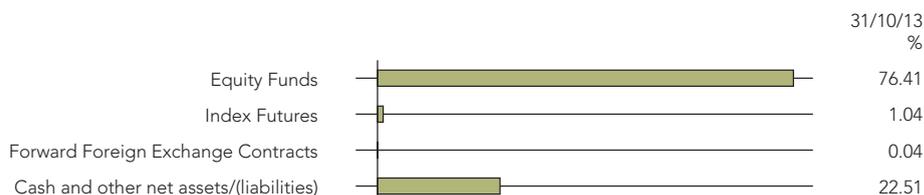
The fund aims to provide long term capital growth by investing primarily through regulated collective investment schemes, including schemes managed by Fidelity in order to obtain exposure to global markets mainly in equities. The Fund may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity MoneyBuilder US Index Fund	31.63
BlackRock Japan Equity Tracker Fund	9.30
Fidelity MoneyBuilder UK Index Fund	6.87
Northern Trust Emerging Market Index Fund	6.58
iShares MSCI Europe Ex-UK Fund	6.14
iShares MSCI Emerging Markets Fund	4.58
iShares MSCI Pacific Ex-Japan Fund	4.54
BlackRock Continental European Equity Tracker Fund	4.04
iShares MSCI Japan Fund	1.46
MSCI Canada Fund	0.83

Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 05/02/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 5 February 2013.

FUND FACTS

INCOME (pence per share)

	XD date	N Accumulation Shares	Y Accumulation Shares
Final distribution	01/11/13	0.6152	0.6617

	XD date	Fidelity PathFinder Foundation 5 Accumulation Shares
Final distribution	01/11/13	0.3300

ONGOING CHARGES (%)

	N Accumulation Shares*	Y Accumulation Shares**
31/10/13	0.54	0.79
31/10/13		Fidelity PathFinder Foundation 5 Accumulation Shares***
		1.29

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation Shares were launched on 05/02/13. \*\*\* The Fidelity PathFinder Foundation 5 Accumulation Shares were launched on 11/02/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
31/10/13	0.1	100.83	12,001	6.9	111.51	6,290,859
						Fidelity PathFinder Foundation 5 Accumulation Shares
31/10/13	0.9	110.67	827,507			

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
2013 <sup>2,3</sup>	0.6152	95.45	101.10	0.6617	99.84	113.10
2013 <sup>2,3</sup>	0.3300	100.00	112.50			

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, the trend in global equities and real estate markets was upwards. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Elsewhere, commodities declined amid concerns of slower growth in China.

### PORTFOLIO ACTIVITY

The fund underperformed the comparative index (15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI All Countries World Index (Net), 10% FTSE EPRA/NAREIT Developed Index (G))\*over the period. The selected funds held in the portfolio, particularly in the UK and emerging market equities, helped returns. In the UK, favourable positions in banks supported the performance of holdings in Fidelity MoneyBuilder Growth Fund. In emerging markets, stock picking in the consumers and telecommunications sectors enhanced gains in FAST - Emerging Market Fund. The choice of funds used to invest in Pacific ex Japan equities also proved beneficial to performance. In contrast, tactical asset allocation detracted from performance. Based on my optimistic view on global growth, at the start of the period, I had a bias towards equities at the expense of commodities and property shares. Whilst this positioning in equities and commodities supported performance, the underweight stance in property shares, one of the better performing asset classes, hurt returns. However, over the second half of the period, property shares detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares as they are sensitive to changes in interest rates. Consequently, the holding in Fidelity Fund - Asia Pacific Property Fund was sold and the exposure to Fidelity Global Property Fund was reduced. I purchased a small position in cash via Fidelity Institutional Liquidity Fund in order to preserve capital, which undermined gains. In equities, I further increased the underweight stance in Europe by reducing the exposure to Fidelity Funds - European Dynamic Value Fund. The allocation to Japan was raised by adding positions in Fidelity Japan Fund and Fidelity Institutional Japan Fund.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. Commodity prices are also likely to weaken due to slower growth in China, which is a major consumer of metals used in manufacturing. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe.

**Trevor Greatham**  
Fund Manager  
31 October 13

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

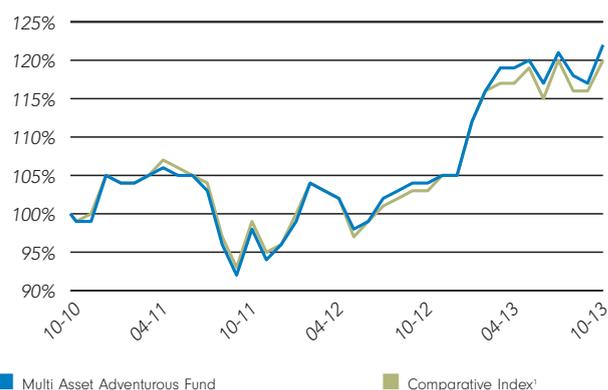
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 17.1% with net income reinvested, outperforming the Comparative Index of 16.5%.

### PERFORMANCE SINCE LAUNCH

19 October 10 to 31 October 13



1. Comparative Index: 15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI All Countries World Index (Net) & 10% FTSE EPRA/NAREIT Developed Index (G)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	-1.2	6.0	17.1
Comparative Index	-	-	-0.2	4.1	16.5

Source: Fidelity, Morningstar and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 21.5% compared with the comparative index return of 20.0% Comparative index to 24/09/2012 was Morningstar Flexible Investment. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long-term capital growth by investing primarily through other regulated collective investment schemes, including schemes managed by Fidelity in order to obtain exposure to global equities, commodities and global fixed income securities, with a bias towards the UK. The Fund may also invest directly in other transferable securities, bonds, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION

		31/10/13 %	31/10/12 %
Equity Funds		80.53	74.97
Property Funds		5.61	10.17
Commodity Funds/Commodity Exposure		1.02	1.45
Cash Funds/Money Market Funds		0.00	0.00
Forward Foreign Exchange Contracts		0.00	-0.04
Index Futures		-0.37	0.00
Cash and other net assets/(liabilities)		13.21	13.45

## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity UK Select Fund	10.20
FAST - US Fund	8.19
Fidelity MoneyBuilder Growth Fund	7.97
Fidelity MoneyBuilder Dividend Fund	7.76
SPDR S&P US Dividend Aristocrats ETF	7.06
Fidelity Funds - American Growth Fund	5.79
Fidelity Global Property Fund	5.61
Fidelity Global Dividend Fund	3.80
Fidelity Japan Fund	2.94
Fidelity Institutional Pacific (ex-Japan) Fund	2.71

Top holdings as at 31/10/12	% of total net assets
Fidelity Genesis Fund	13.63
Fidelity Global Property Fund	10.17
Fidelity MoneyBuilder Growth Fund	7.31
Fidelity MoneyBuilder Dividend Fund	6.80
FAST - UK Fund	6.56
Fidelity American Fund	6.42
FAST - Emerging Market Fund	5.71
Fidelity Global Dividend Fund	3.75
SPDR S&P US Dividend Aristocrats ETF	3.66
Fidelity Funds - European Dynamic Value Fund	2.77

### Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.3736	0.3212

	XD date	Y Accumulation Shares	Fidelity PathFinder Focused 4 Accumulation Shares
Final distribution	01/11/13	0.9054	0.4260

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.66	0.94
31/10/12	1.79	-

	Y Accumulation Shares	Fidelity PathFinder Focused 4 Accumulation Shares**
31/10/13	1.17	1.66
31/10/12	1.28	-

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/13.\*\* The Fidelity PathFinder Focused 4 Accumulation Shares were launched on 11/02/13.

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	265.8	121.49	218,846,434	0.1	99.76	69,088
31/10/12	257.5	103.77	248,193,154	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 4 Accumulation Shares</b>		
31/10/13	0.8	116.40	649,975	2.5	107.43	2,318,592
31/10/12	0.3	98.93	260,081	-	-	-

### INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.3736	106.40	125.60	0.3212	95.76	100.80
2012	-	96.48	106.00	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 4 Accumulation Shares</b>		
2013 <sup>2</sup>	0.9054	100.00	116.90	0.4260	99.29	111.10
2012	-	97.29	101.10	-	-	-

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the review period, the trend in global equities and real estate markets was upward. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Elsewhere, commodities declined amid concerns of slower growth in China.

### PORTFOLIO ACTIVITY

The fund underperformed the comparative index (15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI All Countries World Index (Net), 10% FTSE EPRA/NAREIT Developed Index (G))\* since its launch on 5 December 2012. Based on my optimistic view on global growth, at the start of the period, I had a bias towards equities at the expense of commodities and property shares. Whilst this positioning in equities and commodities supported performance, the underweight stance in property shares, one of the better performing asset classes, hurt returns. However, over the later part of the period, property shares were hurt following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares as they are sensitive to changes in interest rates. Consequently, holdings in BlackRock Global Property Securities Equity Fund and iShares FTSE EPRA/NAREIT Developed Markets Property Yield Fund were reduced. I purchased a small position in cash via Fidelity Gross Accumulating Cash Fund, in order to preserve capital, which enhanced gains. In equities, I increased the exposure to Europe whilst maintaining the overall underweight stance in the region given accommodative policies and signs of economic recovery. This was achieved by raising the holding in iShares MSCI Europe ex-UK Fund. In addition, the allocation to Japan was increased as the region is expected to fare well in light of the aggressive monetary stimulus measures introduced by the new Prime Minister Shinzo Abe. Elsewhere, given a weak commodity backdrop, positions in Pacific ex Japan and emerging market equities were scaled down in the later part of the period. Holdings in Northern Trust Pacific ex-Japan Equity Fund and Northern Trust Emerging Market Index Fund were reduced.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe.

Trevor Greatham  
Fund Manager  
31 October 13

## PERFORMANCE RECORD

### PERFORMANCE

The fund was launched on 5 December 2012. Since its launch the fund returned 14.6% with net income reinvested underperforming its comparative index return of 14.7%.

### PERFORMANCE SINCE LAUNCH

5 December 12 to 31 October 13



1. Comparative Index: Comprises 15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI All Countries World Index (Net) & 10% FTSE EPRA/NAREIT Developed Index (G)

A discrete 1 year performance table has not been included as the fund was launched in February 2013 and does not have a full twelve month performance record.

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 14.6% compared with the comparative index return of 14.7%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## INVESTMENT OBJECTIVE AND POLICY

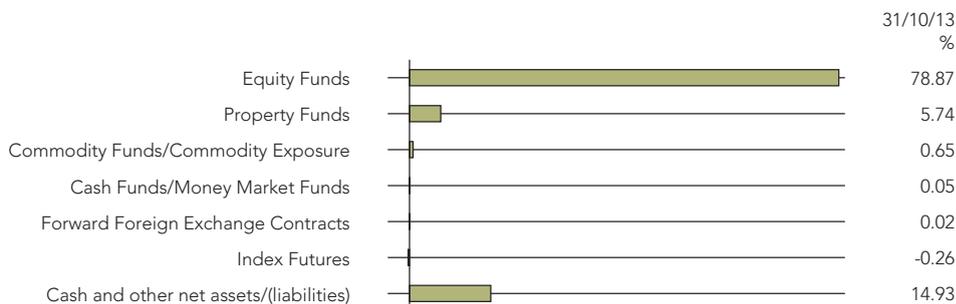
The fund aims to provide long term capital growth by investing primarily through regulated collective investment schemes, including schemes managed by Fidelity in order to obtain a global exposure to mostly equities and commodities. The Fund may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity MoneyBuilder UK Index Fund	28.79
Fidelity MoneyBuilder US Index Fund	25.92
BlackRock Global Property Securities Equity Fund	5.71
Northern Trust Japan Equity Index Fund	4.27
iShares MSCI Emerging Markets Fund	3.62
iShares MSCI Europe Ex-UK Fund	3.16
Northern Trust Emerging Market Index Fund	2.97
iShares MSCI Pacific Ex-Japan Fund	2.59
Northern Trust Europe (ex-UK) Equity Index Fund	2.38
iShares MSCI Japan Fund	2.10

Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 5 December 2012.

FUND FACTS

INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.7981	0.5682
		Y Accumulation Shares	Fidelity PathFinder Foundation 4 Accumulation Shares
Final distribution	01/11/13	1.3086	0.5330

ONGOING CHARGES (%)

	A Accumulation Shares*	N Accumulation Shares**
31/10/13	1.27	0.45
	Y Accumulation Shares*	Fidelity PathFinder Foundation 4 Accumulation Shares***
31/10/13	0.77	1.25

The ongoing charges figure is the ratio of total costs to average net assets. \* The A Accumulation and Y Accumulation Shares were launched on 5/12/12. \*\* The N Accumulation Shares were launched on 24/07/13. \*\*\* The Fidelity PathFinder Foundation 4 Accumulation Shares were launched on 11/02/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	3.6	114.54	3,246,598	0.1	99.74	15,919
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 4 Accumulation Shares</b>		
31/10/13	3.6	115.05	3,148,024	1.4	106.43	1,286,524

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.7981	101.60	118.60	0.5682	95.39	100.20
2012 <sup>3</sup>	-	100.00	100.90	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 4 Accumulation Shares</b>		
2013 <sup>2</sup>	1.3086	101.60	118.80	0.5330	98.52	110.20
2012 <sup>3</sup>	-	100.00	100.90	-	-	-

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (50% BofA ML Sterling Large Cap (Net), 25% GBP 1 Week LIBID, 10% MSCI AC World (G), 5% FTSE All Share (Net), 5% DJ-UBS Commodity Total return index, 5% FTSE EPRA/NAREIT developed index (G))\* over the period. Based on my positive view on global growth, at the start of the period, I had a bias towards equities, property shares and, to a lesser extent, commodities at the expense of bonds. The decision to be overweight in equities and property shares helped performance; however, gains were partly offset by the bias towards commodities. Subsequently, the holding in gold as a safe haven was sold as I believed that a sustained global recovery could be favourable for metals used in manufacturing. The exposure to ETFS All Commodities was also reduced. In equities, an overweight stance in Japan, Pacific ex Japan and the US supported returns. The allocation to iShares MSCI Pacific Ex-Japan Fund and iShares MSCI Japan Fund was increased. In the US, the position in Northern Trust North America Equity Fund was raised. Over the second half of the period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Property was reduced to an underweight stance by lowering the allocation to BlackRock Global Property Securities Equity Fund. I also scaled down the holding in iShares Markt iBoxx £ Corporate Bond Fund, further reducing the underweight position in bonds.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greatham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long term growth by investing primarily through other regulated collective investment schemes, including schemes managed by Fidelity in order to obtain a global exposure to mostly bonds and cash. The Fund may also have exposure to equities, property and commodities. The Fund may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 3.3% with net income reinvested, outperforming the Comparative Index of 3.1%.

### PERFORMANCE SINCE LAUNCH

10 October 11 to 31 October 13



■ Multi Asset Allocator Defensive Fund

■ Comparative Index<sup>1</sup>

1. Comparative Index: Comprises 50% BofA ML Sterling Large Cap (Net), 25% GBP 1 Week LIBID, 10% MSCI AC World (G), 5% FTSE All Share (Net), 5% DJ-UBS Commodity Total return index & 5% FTSE EPRA/NAREIT developed index (G)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	-	1.8	3.3
Comparative Index	-	-	-	6.0	3.1

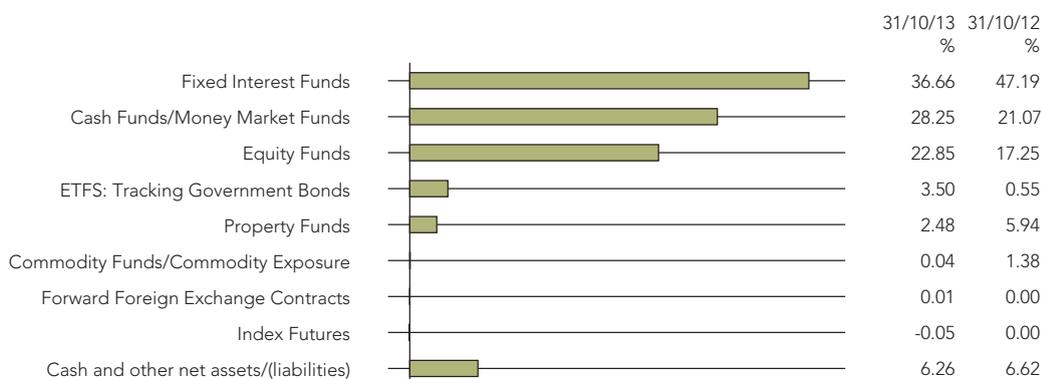
Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 5.1% compared with the comparative index return of 10.8%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Gross Accumulating Cash Fund	28.25
Legal & General All Stock Gilt Index Trust Fund	22.93
BlackRock UK Bond Index Fund	11.33
Fidelity MoneyBuilder UK Index Fund	5.70
Northern Trust North America Equity Fund	4.72
iShares FTSE UK Gilt All Stocks Fund	3.50
iShares MSCI Emerging Markets Fund	2.46
iShares Markit iBoxx £ Corporate Bond Fund	2.41
iShares MSCI USA Fund	2.38
iShares MSCI Pacific Ex-Japan Fund	1.82

Top holdings as at 31/10/12	% of total net assets
Legal & General All Stocks Gilt Index Trust Fund	31.53
Fidelity Gross Accumulating Cash Fund	21.07
BlackRock UK Bond Index Fund	13.67
BlackRock Global Property Securities Equity Fund	4.51
Fidelity MoneyBuilder UK Index Fund	4.40
iShares MSCI USA ETF	3.05
Northern Trust North America Equity Fund	3.01
iShares MSCI Emerging Markets Fund	2.03
iShares Markit iBoxx £ Corporate Bond Fund	2.00
iShares MSCI North America Fund	1.91

FUND FACTS

INCOME (pence per share)

	XD date	A Accumulation Shares	Gross paying A Accumulation Shares
Final distribution	01/11/13	0.4605	0.5726
	XD date	N Accumulation Shares	Gross paying N Accumulation Shares
Final distribution	01/11/13	0.5337	0.6656
	XD date	Y Accumulation Shares	Gross paying Y Accumulation Shares
Final distribution	01/11/13	0.4369	0.5502
	XD date	Fidelity PathFinder Foundation 1 Accumulation Shares	Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares
Final distribution	01/11/13	-	0.3703

ONGOING CHARGES (%)

	A Accumulation Shares	Gross paying A Accumulation Shares
31/10/13	1.28	1.28
31/10/12	1.51	1.47
	N Accumulation Shares*	Gross paying N Accumulation Shares*
31/10/13	0.54	0.54
	Y Accumulation Shares**	Gross paying Y Accumulation Shares**
31/10/13	0.78	0.78
	Fidelity PathFinder Foundation 1 Accumulation Shares***	Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares***
31/10/13	1.27	1.28

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation and Gross Paying N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation and Gross Paying Y Accumulation Shares were launched on 1/03/13. \*\*\* The Fidelity PathFinder Foundation 1 Accumulation and Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares were launched on 11/02/13.

**FUND FACTS - CONTINUED**

**FUND SIZE**

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>		
31/10/13	8.6	105.04	8,219,492	3.3	105.09	3,121,063
31/10/12	7.6	101.68	7,491,119	2.0	101.65	2,004,467
31/10/11	0.6	99.92	648,370	0.1	99.92	50,888
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
31/10/13	0.1	100.18	68,556	0.1	100.31	122,467
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
31/10/13	2.5	106.07	2,375,826	1.2	106.33	1,103,844
	<b>Fidelity PathFinder Foundation 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares</b>		
31/10/13	0.1	101.84	56,458	1.2	101.60	1,140,571

**INCOME PER SHARE AND PRICE HISTORY (pence)**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>		
2013 <sup>2</sup>	0.4605	102.20	107.80	0.5726	102.10	107.70
2012	0.1823	99.56	103.40	0.3360	99.55	103.40
2011 <sup>3</sup>	0.1015	99.44	102.70	0.1561	99.44	102.70
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
2013 <sup>2</sup>	0.5337	97.86	100.20	0.6656	97.93	100.30
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
2013 <sup>2</sup>	0.4369	102.90	108.50	0.5502	103.20	108.70
	<b>Fidelity PathFinder Foundation 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares</b>		
2013 <sup>2</sup>	-	98.70	104.10	0.3703	98.72	104.10

**Footnotes:**

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Figures from 10/10/11.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (30% MSCI AC World (Net), 20% BofA ML Sterling Large Cap (Net), 20% FTSE All Share (Net), 15% DJ-UBS Commodity Index, 10% FTSE EPRA/NAREIT developed index (G), 5% GBP 1 Week LIBID)\* over the period. Based on my positive view on global growth, at the start of the period, the fund had a bias towards equities, property shares and, to a lesser extent, commodities at the expense of bonds. The decision to be overweight in equities and property shares helped performance; however, gains were partly offset by the bias towards commodities. Subsequently, the holding in gold as a safe haven was sold as I believed that a sustained global recovery could be favourable for metals used in manufacturing. The exposure to ETFS All Commodities was sold. In equities, an overweight stance in Japan, Pacific ex Japan and the US supported returns. The exposure to iShares MSCI Pacific Ex-Japan Fund and iShares MSCI Japan Fund was increased. In the US, the position in Northern Trust North America Equity Fund was raised. Over the second half of the period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Property was reduced to an underweight stance by lowering the allocation to BlackRock Global Property Securities Equity Fund. I also scaled down the holding in Legal & General All Stock Gilt Index Trust Fund, further reducing the underweight position in bonds.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. Commodity prices are also likely to weaken due to slower growth in China, which is a major consumer of metals used in manufacturing. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greatham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund aims to provide long term growth by investing primarily through other regulated collective investment schemes, including schemes managed by Fidelity in order to obtain a global exposure to mostly equities, commodities, and property. The fund may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 11.4% with net income reinvested, outperforming the Comparative Index of 10.5%.

### PERFORMANCE SINCE LAUNCH

10 October 11 to 31 October 13



1. Comparative Index: Comprises 30% MSCI AC World (Net), 20% BofA ML Sterling Large Cap (Net), 20% FTSE All Share (Net), 15% DJ-UBS Commodity Index, 10% FTSE EPRA/NAREIT developed index (G) & 5% GBP 1 Week LIBID

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	-	1.6	11.4
Comparative Index	-	-	-	7.2	10.5

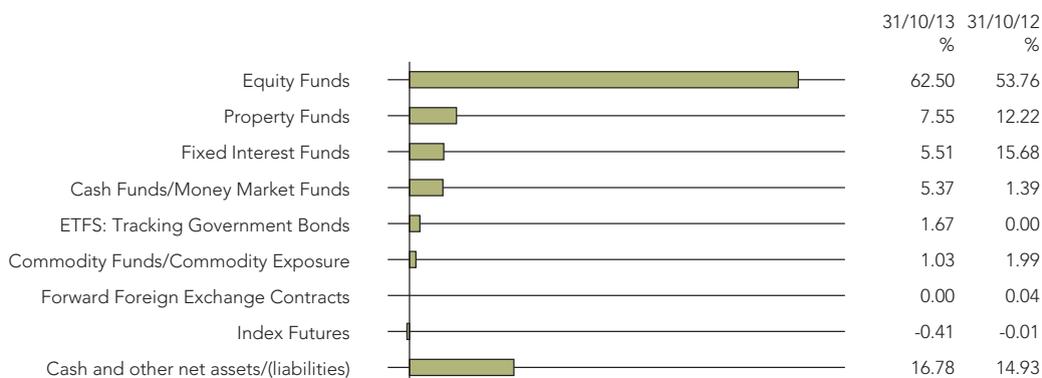
Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 16.6% compared with the comparative index return of 21.4%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity MoneyBuilder UK Index Fund	22.36
Northern Trust North America Equity Fund	13.44
BlackRock Global Property Securities Equity Fund	6.96
Fidelity Gross Accumulating Cash Fund	5.37
iShares MSCI Pacific Ex-Japan Fund	3.64
iShares MSCI Emerging Markets Fund	3.52
Northern Trust Japan Equity Index Fund	3.44
iShares MSCI Europe Ex-UK Fund	3.38
Fidelity MoneyBuilder US Index Fund	2.53
Legal & General All Stock Gilt Index Trust Fund	2.26

Top holdings as at 31/10/12	% of total net assets
Fidelity MoneyBuilder UK Index Fund	21.07
Northern Trust North America Equity Fund	13.37
BlackRock Global Property Securities Equity Fund	10.25
Legal & General All Stock Gilt Index Trust Fund	10.07
BlackRock UK Bond Index Fund	5.35
iShares MSCI USA ETF	3.17
iShares FTSE 100 Fund	3.02
iShares MSCI Emerging Markets Fund	2.44
Northern Trust Emerging Market Index Fund	2.40
iShares MSCI Pacific Ex-Japan ETF	2.00

### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Figures from 10/10/11.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.6839	0.5474

	XD date	Y Accumulation Shares	Fidelity PathFinder Foundation 3 Accumulation Shares
Final distribution	01/11/13	0.1539	0.4481

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.23	0.26
31/10/12	1.49	-

	Y Accumulation Shares**	Fidelity PathFinder Foundation 3 Accumulation Shares***
31/10/13	0.72	1.19

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation Shares were launched on 01/03/13. \*\*\* The Fidelity PathFinder Foundation 3 Accumulation Shares were launched on 11/02/13.

**FUND FACTS - CONTINUED**

**FUND SIZE**

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	8.6	116.59	7,344,152	0.6	100.02	574,937
31/10/12	10.1	104.66	9,695,930	-	-	-
31/10/11	0.7	103.00	659,016	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 3 Accumulation Shares</b>		
31/10/13	17.4	117.82	14,835,290	3.2	104.20	3,039,680

**INCOME PER SHARE AND PRICE HISTORY (pence)**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.6839	106.80	120.50	0.5474	96.44	100.10
2012	0.3971	99.15	108.40	-	-	-
2011 <sup>3</sup>	0.0240	98.98	103.50	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 3 Accumulation Shares</b>		
2013 <sup>2</sup>	0.1539	110.80	121.60	0.4481	98.14	107.70

# FIDELITY MULTI ASSET ALLOCATOR STRATEGIC FUND

(formerly Fidelity Multi Asset Allocator Balanced Fund)

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund slightly underperformed the comparative index (40% BofA ML Sterling Large Cap (Net), 20% MSCI AC World (Net), 15% FTSE All Share (Net), 10% DJUBS Commodity Index, 10% GBP 1 Week LIBID, 5% FTSE EPRA/NAREIT developed index (G))\* over the period. Based on my positive view on global growth, at the start of the period, the fund had a bias towards equities, property shares and, to a lesser extent, commodities at the expense of bonds. The decision to be overweight in equities and property shares helped performance; however, gains were partly offset by the bias towards commodities. Subsequently, the holding in gold as a safe haven was sold as I believed that a sustained global recovery could be favourable for metals used in manufacturing. The exposure to ETFS All Commodities was also reduced. In equities, an overweight stance in Japan, Pacific ex Japan and the US supported returns. The exposure to iShares MSCI Pacific Ex-Japan Fund and iShares MSCI Japan Fund was increased. In the US, the position in Northern Trust North America Equity Fund was raised. Over the second half of the review period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Property shares were reduced to an underweight stance by reducing the allocation to BlackRock Global Property Securities Equity Fund. I also scaled down the holding in iShares Markit iBoxx £ Corporate Bond Fund, further reducing the underweight position in bonds.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greatham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long term growth by investing primarily through other regulated collective investment schemes, including schemes managed by Fidelity in order to obtain a global exposure to mostly bonds, equities, commodities, property and cash. The Fund may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 6.7% with net income reinvested, underperforming the Comparative Index of 6.9%.

### PERFORMANCE SINCE LAUNCH

10 October 11 to 31 October 13



■ Multi Asset Allocator Strategic Fund

■ Comparative Index<sup>1</sup>

1. Comparative Index: Comprises 40% BofA ML Sterling Large Cap (Net), 20% MSCI AC World (Net), 15% FTSE All Share (Net), 10% DJ-UBS Commodity Index, 10% GBP 1 Week LIBID & 5% FTSE EPRA/NAREIT developed index (G)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	-	2.6	6.7
Comparative Index	-	-	-	6.8	6.9

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 11.3% compared with the comparative index return of 16.4%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

# FIDELITY MULTI ASSET ALLOCATOR STRATEGIC FUND

(formerly Fidelity Multi Asset Allocator Balanced Fund)

## PORTFOLIO INFORMATION

		31/10/13 %	31/10/12 %
Equity Funds		42.39	36.92
Fixed Interest Funds		26.16	37.19
Cash Funds/Money Market Funds		12.79	4.05
ETFS: Tracking Government Bonds		3.63	0.21
Property Funds		2.43	5.91
Commodity Funds/Commodity Exposure		0.90	1.33
Forward Foreign Exchange Contracts		0.01	0.02
Index Futures		-0.18	-0.01
Cash and other net assets/(liabilities)		11.87	14.38

## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity MoneyBuilder UK Index Fund	16.04
Fidelity Gross Accumulating Cash Fund	12.79
Legal & General All Stock Gilt Index Trust Fund	12.66
Northern Trust North America Equity Fund	9.92
BlackRock UK Bond Index Fund	8.41
iShares FTSE UK Gilt All Stocks Fund	3.63
BlackRock GiltTrak Fund	3.01
iShares MSCI Emerging Markets Fund	2.62
Northern Trust Japan Equity Index Fund	2.59
iShares MSCI USA Fund	2.36

Top holdings as at 31/10/12	% of total net assets
Legal & General All Stock Gilt Index Trust Fund	18.63
Fidelity MoneyBuilder UK Index Fund	15.85
BlackRock UK Bond Index Fund	10.62
Northern Trust North America Equity Fund	7.87
BlackRock GiltTrak Fund	5.91
BlackRock Global Property Securities Equity Fund	4.58
iShares MSCI USA ETF	4.07
Fidelity Gross Accumulating Cash Fund	4.05
iShares MSCI Emerging Markets Fund	2.51
iShares Markit iBoxx £ Corporate Bond Fund	2.03

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.6908	0.5582
	XD date	Y Accumulation Shares	Fidelity PathFinder Foundation 2 Accumulation Shares
Final distribution	01/11/13	0.3853	0.4731
	XD date		MoneyBuilder Asset Allocator Accumulation Shares
Final distribution	01/11/13		0.9500

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.27	0.52
31/10/12	1.36	-
	Y Accumulation Shares**	Fidelity PathFinder Foundation 2 Accumulation Shares***
31/10/13	0.77	1.27
		MoneyBuilder Asset Allocator Accumulation Shares
31/10/13		1.02
31/10/12		1.10

The ongoing charges figure is the ratio of total costs to average net assets. \* The N Accumulation Shares were launched 24/07/13. \*\* The Y Accumulation Shares were launched 01/03/13. \*\*\* The Fidelity PathFinder Foundation 2 Accumulation Shares were launched 11/02/13.

# FIDELITY MULTI ASSET ALLOCATOR STRATEGIC FUND

(formerly Fidelity Multi Asset Allocator Balanced Fund)

## FUND FACTS - CONTINUED

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	8.4	111.33	7,563,579	0.5	100.07	482,812
31/10/12	6.6	104.33	6,333,022	-	-	-
31/10/11	0.7	101.62	658,781	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 2 Accumulation Shares</b>		
31/10/13	5.8	112.40	5,172,845	2.5	102.87	2,397,769
	<b>MoneyBuilder Asset Allocator Accumulation Shares</b>					
31/10/13	7.2	111.77	6,422,063			
31/10/12	5.3	104.49	5,051,228			
31/10/11	0.2	101.62	213,390			

### INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.6908	105.70	114.50	0.5582	97.16	100.10
2012	0.6605	100.30	105.90	-	-	-
2011 <sup>3</sup>	0.0816	99.97	103.30	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Foundation 2 Accumulation Shares</b>		
2013 <sup>2</sup>	0.3853	107.30	115.40	0.4731	98.40	105.80
	<b>MoneyBuilder Asset Allocator Accumulation Shares</b>					
2013 <sup>2</sup>	0.9500	105.90	114.80			
2012	0.8872	100.40	105.90			
2011 <sup>3</sup>	0.1128	99.96	103.30			

#### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Figures from 10/10/11.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

The US Federal Reserve's (Fed) unexpected decision to leave its bond buying programme unchanged supported investors' risk appetite over the period. Positive economic data from China, receding geopolitical risks in Syria and signs of improvement in Europe further supported sentiment. An impasse in the US Congress, which led to a partial shutdown of US government institutions, pared gains in early October. However, lawmakers agreed to end the government shutdown, helping markets rise further. Against this backdrop, equity and property shares generated the highest returns, followed by bonds. Within fixed income assets, high yield bonds gained the most, benefiting from investors search for yield in a low interest rate environment.

### PORTFOLIO ACTIVITY

The fund slightly underperformed the comparative index (10% FTSE All Share, 50% BofA Merrill Lynch Sterling Broad Market Index (NUK); 25% BofA Merrill Lynch European Currency High Yield Constrained Index (NUK); 15% MSCI World ex UK (Net United Kingdom Tax))\* since its launch on 4 September. The selection of underlying funds in the fixed income segment was notably rewarding. Positions in Fidelity MoneyBuilder Income Fund and Fidelity Extra Income Fund benefited from their exposure to high yield and investment grade bonds, which performed well. Elsewhere, the allocation to the property and infrastructure sectors, which offer strong inflation linked income generation, enhanced gains. Notably, John Laing Infrastructure and Real Estate Credit Investments supported returns. The latter provides exposure to real estate debt. The fund holds dividend paying equities as the focus is on income generation and preserving value. Against a backdrop of increasing investor focus on riskier assets, these funds underperformed the market. We maintained an overweight stance in assets such as infrastructure and property as they have the potential to provide capital growth. We also maintain an underweight position in income generating assets such as investment grade bonds whilst favouring high yield bonds and loans. The latter generate higher income with a rise in interest rates.

### OUTLOOK

Improving economic data coupled with increased money supply by central banks supports the outlook for growth assets, including equities and infrastructure. However, we continue to favour assets such as high yield bonds and loans, which have both income and growth characteristics.

Eugene Philalithis & Nick Peters  
Fund Managers  
31 October 13

## PERFORMANCE RECORD

### PERFORMANCE

The fund was launched on 04 September 2013. Since its launch the fund returned 3.0% with net income reinvested underperforming its comparative index return of 3.1%.

Comparative Index: Comprises 10% FTSE ALL Share Index, 50% The BofA Merrill Lynch Sterling BroadMarket Index (NUK), 25% The BofA Merrill Lynch European Currency High Yield Constrained Index NUK, 15% MSCI World ex United Kingdom Index (Net United Kingdom tax)

A discrete 1 year performance table has not been included as the fund was launched in September 2013 and does not have a full twelve month performance record.

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 3.0% compared with the comparative index return of 3.1%. Performance excludes initial charge.

Due to the short period since launch, a performance graph is not applicable and has not been included.

## INVESTMENT OBJECTIVE AND POLICY

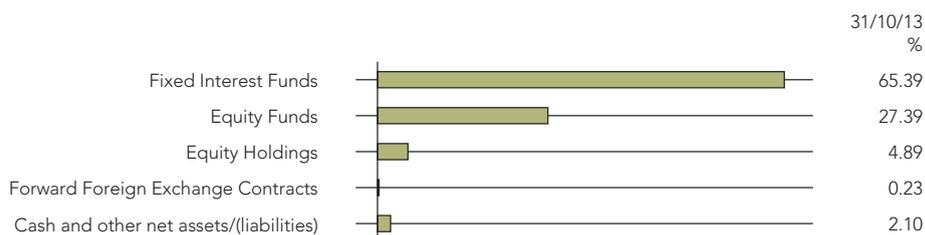
The fund's investment objective is to achieve a balance of income and long term capital growth. The Fund will invest primarily in collective investment schemes including those managed by Fidelity. The Fund will gain exposure to a range of global assets through allocation to bonds and to company shares. The Fund may also gain exposure to commodities, property and cash and invest directly in equities, bonds, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds take their annual management charge from your capital and not from the income generated by the fund. This means that any capital growth in the fund will be reduced by the charge. And, your capital may reduce over time if the fund's growth does not compensate for it. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Global Dividend Fund	14.67
Fidelity Extra Income Fund	14.60
Fidelity Enhanced Income Fund	9.86
Fidelity Funds - US High Yield Fund	9.86
Fidelity MoneyBuilder Income Fund	9.86
Fidelity Institutional UK Corporate Bond Fund	6.85
Fidelity Funds - European High Yield Fund	5.57
Fidelity Institutional UK Aggregate Bond Fund	4.89
Fidelity Funds - Asian High Yield Fund	4.89
Fidelity Institutional Sterling Core Plus Bond Fund	3.91

FUND FACTS

INCOME (pence per share)

	XD date	N Income Shares	Gross paying N Income Shares
Final distribution	01/11/2013	0.0684	0.0858
	XD date	Y Income Shares	Gross paying Y Income Shares
Final distribution	01/11/2013	0.0694	0.0858
	XD date	Fidelity PathFinder Income 2 Income Shares	Gross paying Fidelity PathFinder Income 2 Income Shares
Final distribution	01/11/2013	0.1922	0.1524
Interim distribution	01/10/2013	0.0159	0.0295

ONGOING CHARGES (%)

	N Income Shares*	Gross paying N Income Shares*
31/10/13	1.18	1.18
	Y Income Shares*	Gross paying Y Income Shares*
31/10/13	1.43	1.43
	Fidelity PathFinder Income 2 Income Shares**	Gross paying Fidelity PathFinder Income 2 Income Shares**
31/10/13	1.93	1.93

The ongoing charges figure is the ratio of total costs to average net assets. \* The N Income, Gross paying N Income, Y Income and Gross paying Y Income Shares were launched on 22/10/13. \*\* The Fidelity PathFinder Income 2 Income and Gross paying Fidelity PathFinder Income 2 Income Shares were launched on 4/09/13.

## FUND FACTS - CONTINUED

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>N Income Shares</b>			<b>Gross paying N Income Shares</b>		
31/10/13	0.1	100.92	8,095	0.1	100.92	8,095
	<b>Y Income Shares</b>			<b>Gross paying Y Income Shares</b>		
31/10/13	0.1	100.91	8,095	0.1	100.91	8,095
	<b>Fidelity PathFinder Income 2 Income Shares</b>			<b>Gross paying Fidelity PathFinder Income 2 Income Shares</b>		
31/10/13	0.5	102.77	676,319	0.4	102.84	584,588

### INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>N Income Shares</b>			<b>Gross paying N Income Shares</b>		
2013 <sup>2,3</sup>	0.0684	100.00	101.10	0.0858	100.00	101.10
	<b>Y Income Shares</b>			<b>Gross paying Y Income Shares</b>		
2013 <sup>2,3</sup>	0.0694	100.00	101.10	0.0858	100.00	101.10
	<b>Fidelity PathFinder Income 2 Income Shares</b>			<b>Gross paying Fidelity PathFinder Income 2 Income Shares</b>		
2013 <sup>2,3</sup>	0.2081	99.80	103.00	0.1819	99.80	103.10

#### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 04/09/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 4 September 2013.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (50% BofA ML Sterling Large Cap (Net), 25% GBP 1 Week LIBID, 10% MSCI AC World (G), 5% FTSE All Share (Net), 5% DJ - UBS Commodity Index, 5% FTSE EPRA/NAREIT Dev (G))\* over the period. Both tactical asset allocation and the choice of funds held in the portfolio contributed to performance. Based on my positive view on global growth, at the start of the period, the fund had a bias towards equities, property shares and, to a lesser extent, commodities at the expense of bonds. Whilst the positioning in equities and property shares helped performance, gains were partly offset by the bias towards commodities. Subsequently, the exposure to commodities was reduced to an underweight stance by selling the position in ETFS All Commodities. In equities, overweight positions in Japan, Pacific ex Japan and the US supported returns. The exposure to Fidelity Institutional Pacific (ex-Japan) Fund was increased. In Japan, new positions were purchased in Fidelity Japan Fund and Fidelity Institutional Japan Fund. Over the second half of the period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Consequently, the holding in Fidelity Funds - Asia Pacific Property Fund was sold and the allocation to Fidelity Global Property Fund was reduced. The choice of funds used to invest in most equity regions and bonds contributed to returns. In the UK, favourable positions in banks supported the performance of Fidelity MoneyBuilder Growth Fund. Stock picking in consumer discretionary and industrials firms also enhanced gains in the Fidelity Institutional Emerging Markets Fund. Elsewhere, an overweight stance in BBB rated bonds boosted the performance of Fidelity Institutional UK Corporate Bond Fund.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greetham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long-term growth by investing mostly in a range of global assets providing exposure to bonds and cash. The fund may also have some exposure to equities, property and commodities. The Fund will invest primarily through other regulated collective investment schemes, including schemes managed by Fidelity, and may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

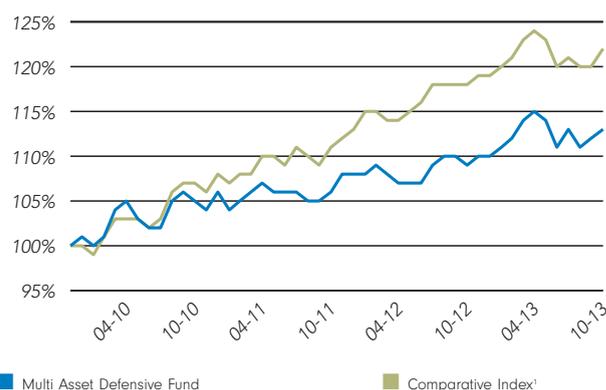
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 3.9% with net income reinvested, outperforming the Comparative Index of 3.1%.

### PERFORMANCE SINCE LAUNCH

30 November 09 to 31 October 13



■ Multi Asset Defensive Fund

■ Comparative Index<sup>1</sup>

1. Comparative Index: Comprises 50% BofA ML Sterling Large Cap (Net), 25% GBP 1 Week LIBID, 10% MSCI AC World (G), 5% FTSE All Share (Net), 5% DJ - UBS Commodity Index & 5% FTSE EPRA/NAREIT Dev (G)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	1.0	2.8	3.9
Comparative Index	-	-	4.2	6.0	3.1

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 13.3% compared with the comparative index return of 21.8%. Performance excludes initial charge.

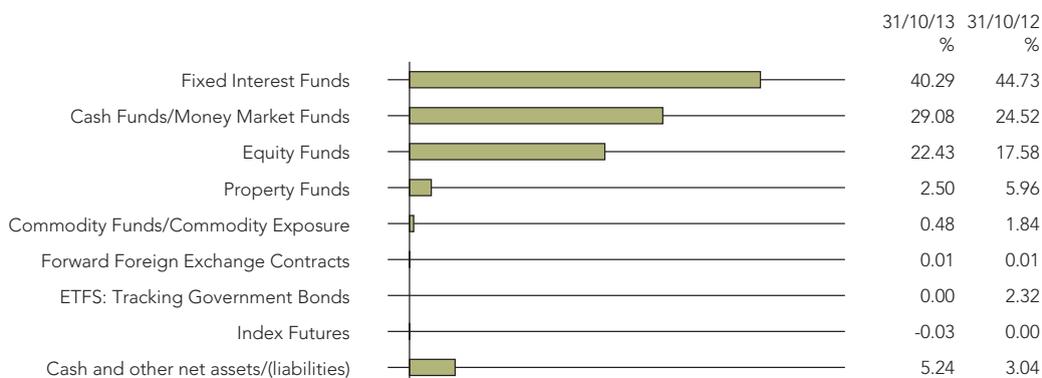
Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's shareprice. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Gross Accumulating Cash Fund	29.08
Fidelity Institutional UK Gilt Fund	22.89
Fidelity Institutional UK Corporate Bond Fund	13.34
Fidelity Institutional Long Bond Fund	4.06
Fidelity Funds - Global Property Fund	2.50
Fidelity American Fund	2.32
Fidelity UK Select Fund	1.96
iShares S&P 500 Index Fund	1.87
iShares MSCI Emerging Markets Fund	1.84
iShares FTSE 100 Fund	1.68

Top holdings as at 31/10/12	% of total net assets
Fidelity Gross Accumulating Cash Fund	24.52
Fidelity Institutional UK Gilt Fund	16.44
Fidelity Institutional UK Corporate Bond Fund	12.72
Fidelity Strategic Bond Fund	9.00
Fidelity Institutional Long Bond Fund	6.57
Fidelity Funds - Global Property Fund	5.96
Fidelity MoneyBuilder Growth Fund	4.58
iShares S&P 500 Index Fund	2.64
iShares FTSE UK Gilt All Stocks Fund	2.32
Fidelity American Special Situations Fund	1.32

FUND FACTS

INCOME (pence per share)

	XD date	A Accumulation Shares	Gross paying A Accumulation Shares
Final distribution	01/11/13	0.2682	0.3347
	XD date	N Accumulation Shares	Gross paying N Accumulation Shares
Final distribution	01/11/13	-	-
	XD date	Y Accumulation Shares	Gross paying Y Accumulation Shares
Final distribution	01/11/13	0.7295	0.8660
	XD date	Fidelity PathFinder Focused 1 Accumulation Shares	Gross paying Fidelity PathFinder Focused 1 Accumulation Shares
Final distribution	01/11/13	0.0847	0.1556

ONGOING CHARGES (%)

	A Accumulation Shares	Gross paying A Accumulation Shares
31/10/13	1.81	1.81
31/10/12	1.69	1.69
	N Accumulation Shares*	Gross paying N Accumulation Shares*
31/10/13	1.82	1.77
	Y Accumulation Shares	Gross paying Y Accumulation Shares
31/10/13	1.33	1.55
31/10/12	1.22	1.22
	Fidelity PathFinder Focused 1 Accumulation Shares**	Gross paying Fidelity PathFinder Focused 1 Accumulation Shares**
31/10/13	2.73	1.97

The ongoing charges figure is the ratio of total costs to average net assets. \* The N Accumulation and Gross paying N Accumulation Shares were launched on 24/07/13. \*\* The Fidelity PathFinder Focused 1 Accumulation and Gross paying Fidelity PathFinder Focused 1 Accumulation Shares were launched on 11/02/13.

**FUND FACTS - CONTINUED**

**FUND SIZE**

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>		
31/10/13	24.2	113.34	21,260,672	4.8	113.46	4,266,472
31/10/12	24.0	109.07	22,000,814	4.5	109.20	4,148,110
31/10/11	24.7	106.10	23,344,274	3.0	106.04	2,845,223
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
31/10/13	0.5	100.49	517,308	0.2	100.49	224,764
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
31/10/13	2.4	115.50	2,063,541	0.3	108.91	309,828
31/10/12	1.8	110.74	1,639,193	-	104.25	8,110
31/10/11	1.6	107.11	1,471,310	0.1	100.48	8,110
	<b>Fidelity PathFinder Focused 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Focused 1 Accumulation Shares</b>		
31/10/13	0.4	101.70	381,001	0.8	101.76	769,122

**INCOME PER SHARE AND PRICE HISTORY (pence)**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>		
2013 <sup>2</sup>	0.2682	109.70	116.30	0.3347	109.70	116.30
2012	0.8070	105.80	110.20	0.8968	105.80	110.20
2011	0.8330	103.80	108.40	-	100.00	108.30
2010	0.9229	99.58	106.40	-	-	-
2009 <sup>3</sup>	-	99.81	101.00	-	-	-
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
2013 <sup>2</sup>	-	98.16	100.60	-	98.16	100.50
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
2013 <sup>2</sup>	0.7295	111.40	118.30	0.8660	104.90	111.40
2012	1.1874	107.20	111.90	1.3493	100.70	105.30
2011	1.1980	104.70	109.60	0.0863	98.28	102.80
2010	1.3002	99.70	106.90	-	-	-
2009 <sup>3</sup>	-	99.82	101.10	-	-	-
	<b>Fidelity PathFinder Focused 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Focused 1 Accumulation Shares</b>		
2013 <sup>2</sup>	0.0847	98.44	104.30	0.1556	98.43	104.30

**Footnotes:**

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Figures from 30/11/09 to 31/12/09.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (30% MSCI AC World (Net), 20% BofA ML Sterling Large Cap (Net), 20% FTSE All Share (Net), 15% DJ - UBS Commodity Index, 10% FTSE/EPRA NAREIT developed index (G), 5% GBP 1 Week LIBID)\* over the period largely due to tactical asset allocation. Based on my positive view on global growth, at the start of the period, the fund had a bias towards equities, property shares and commodities at the expense of bonds. The decision to be overweight in equities and property shares helped performance; however, gains were partly offset by the bias towards commodities. Consequently, the allocation to commodities was reduced by selling the position in ETFs All Commodities. In equities, an overweight stance in Japan, Pacific ex Japan and the US supported returns. The exposure to Fidelity Institutional Pacific (ex-Japan) Fund was increased. In Japan, a new position was purchased in Fidelity Institutional Japan Fund and the exposure to Fidelity Japan Fund was increased. Over the second half of the period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Therefore, the allocation to Fidelity Global Property Fund and Fidelity Institutional UK Corporate Bond Fund was reduced. The choice of funds held in the portfolio was broadly positive. Notably, in the UK, favourable positions in banks supported the performance of the Fidelity MoneyBuilder Growth Fund. An overweight stance in BBB rated bonds boosted the performance of Fidelity Institutional UK Corporate Bond Fund. In contrast, holdings in the consumer industries sector and property shares undermined gains.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. Commodity prices are also likely to weaken due to a slower growth in China, which is a major consumer of metals used in manufacturing. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greetham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long-term capital growth by investing mostly in a range of global assets providing exposure to equities, commodities and property. The Fund will also have some exposure to bonds and cash. The Fund will invest primarily through other regulated collective investment schemes, including schemes managed by Fidelity, and may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 12.5% with net income reinvested, outperforming the Comparative Index of 10.5%.

### PERFORMANCE SINCE LAUNCH

30 November 09 to 31 October 13



1. Comparative Index: Comprises 30% MSCI AC World (Net), 20% BofA ML Sterling Large Cap (Net), 20% FTSE All Share (Net), 15% DJ - UBS Commodity Index, 10% FTSE/EPRA NAREIT developed index (G) & 5% GBP 1 Week LIBID

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	-	-	-0.5	2.8	12.5
Comparative Index	-	-	1.9	7.2	10.5

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 26.2% compared with the comparative index return of 35.5%. Performance excludes initial charge.

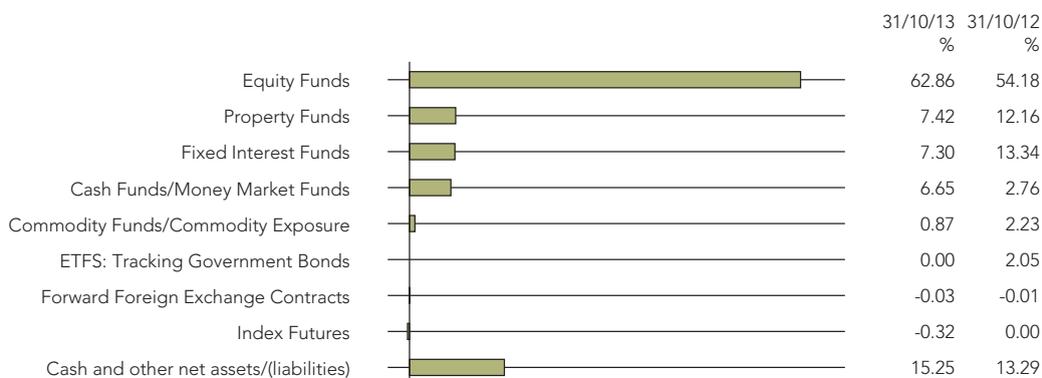
Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity UK Select Fund	8.33
Fidelity Global Property Fund	6.69
Fidelity Gross Accumulating Cash Fund	6.65
Fidelity American Fund	6.56
Fidelity MoneyBuilder Dividend Fund	6.37
Fidelity MoneyBuilder Growth Fund	6.30
Fidelity Funds - Global Industrials Fund	4.23
Fidelity Funds - Global Consumer Industries Fund	3.76
Fidelity Institutional UK Gilt Fund	3.71
Fidelity Institutional UK Corporate Bond Fund	3.00

Top holdings as at 31/10/12	% of total net assets
Fidelity Institutional UK Fund	19.74
Fidelity Global Property Fund	11.83
Fidelity Institutional UK Gilt Fund	7.15
Fidelity American Fund	6.60
Fidelity Institutional UK Corporate Bond Fund	6.19
Fidelity Funds - Global Industrials Fund	4.00
Fidelity Funds - Global Consumer Industries Fund	3.23
Fidelity American Special Situations Fund	3.21
Fidelity Funds - Global Financial Services Fund	3.13
Fidelity South-East Asia Fund	2.80

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.1098	0.0991

	XD date	Y Accumulation Shares	Fidelity PathFinder Focused 3 Accumulation Shares
Final distribution	01/11/13	0.7133	0.1181

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.65	0.93
31/10/12	1.67	-

	Y Accumulation Shares	Fidelity PathFinder Focused 3 Accumulation Shares**
31/10/13	1.16	1.66
31/10/12	1.31	-

The ongoing charges figure is the ratio of total costs to average net assets. \* The N Accumulation Shares were launched on 24/07/13. \*\* The Fidelity PathFinder Focused 3 Accumulation Shares were launched on 11/02/13.

## FUND FACTS - CONTINUED

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	514.1	126.15	407,571,440	0.6	99.70	626,346
31/10/12	345.0	112.19	307,541,261	-	-	-
31/10/11	345.4	109.06	316,689,819	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 3 Accumulation Shares</b>		
31/10/13	25.7	128.11	20,041,046	6.0	104.67	5,739,773
31/10/12	7.9	113.36	7,001,140	-	-	-
31/10/11	5.4	109.82	4,882,979	-	-	-

### INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.1098	114.40	130.70	0.0991	96.68	100.50
2012	0.6073	105.80	115.50	-	-	-
2011	0.1043	103.20	117.80	-	-	-
2010	0.0286	98.53	116.00	-	-	-
2009 <sup>3</sup>	-	100.00	104.80	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 3 Accumulation Shares</b>		
2013 <sup>2</sup>	0.7133	115.70	132.40	0.1181	98.51	108.40
2012	1.0074	106.70	116.40	-	-	-
2011	0.6142	103.80	118.40	-	-	-
2010	0.1992	98.63	116.00	-	-	-
2009 <sup>3</sup>	-	100.00	104.90	-	-	-

#### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Figures from 30/11/09 to 31/12/09.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Investor sentiment improved during the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. Global markets rose largely due to the supportive response of central banks, which increased money supply to support growth. Later, improving economic data also aided sentiment. A major part of the increased money supply ended up in stock markets, helping equities and property shares advance. Meanwhile, cash generated a small positive return. Bonds, which tend to underperform during phases of improving growth, declined. Within fixed income assets, high yield bonds strongly outperformed investment grade and government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (70% BofA ML Sterling Broad (Net), 15% FTSE All Share (Net), 10% MSCI World ex UK (Net), 5% SONIA)\* over the period. The selection of underlying funds in the fixed income segment was notably rewarding. Funds invested in investment grade and high yield bonds benefited from the strong performance of these asset classes. Consequently, holdings in Fidelity Extra Income Fund, Fidelity MoneyBuilder Income Fund and Fidelity Funds - European High Yield Fund supported returns. Elsewhere, the allocation to the property and infrastructure sector, enhanced gains. A new position in Real Estate Credit Investments, which provides exposure to real estate debt, supported returns. Against a backdrop of increasing investor focus on riskier assets, these funds underperformed the market. We expect income returns from different asset classes to stay low over the medium term. Therefore, we diversified away from traditional asset classes. The allocation to investment grade bonds was lowered, whilst that to high yield bonds, loans (a type of high yield security) and infrastructure securities was raised. Accordingly, positions in Fidelity Institutional UK Corporate Bond Fund, Fidelity Institutional UK Aggregate Bond Fund and Fidelity Institutional Sterling Core Plus Fund were reduced. We purchased positions in Fidelity Funds - Asian High Yield, TwentyFour Income Fund and Neuberger Berman Global Floating Rate Income Fund. The last gives exposure to loans that generate higher income when interest rates rise. We also bought a new holding in Doric Nimrod Air Three, an aircraft leasing company. Towards the end of the period, we purchased a new position in European equity and added to emerging market debt exposure as we felt that a global recovery coupled with stabilising macroeconomic data in China would bode well for these assets.

### OUTLOOK

Improving economic data, coupled with increased money supply by central banks supports the outlook for growth assets, including equities and infrastructure. However, we continue to favour assets such as high yield bonds and loans, which have both income and growth characteristics.

Richard Skelt and Eugene Philalithis  
Fund Managers  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve a combination of income and long term capital growth. The fund's policy is to invest in a range of investments covering markets throughout the world and providing exposure to bonds, equities, index based commodity derivatives, property and cash. The fund will invest primarily in collective investment schemes, including schemes managed by Fidelity, and may also invest directly in equities, bonds, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

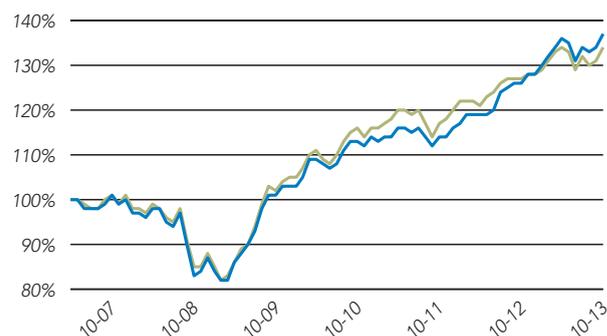
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 8.1% with net income reinvested, outperforming the Comparative Index of 5.3%.

### PERFORMANCE SINCE LAUNCH

30 April 07 to 31 October 13



1. Comparative Index: Comprises 70% BofA ML Sterling Broad (Net), 15% FTSE All Share (Net), 10% MSCI World ex UK (Net) & 5% SONIA

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	21.9	11.7	0.9	10.7	8.1
Comparative Index	20.0	13.5	1.2	8.0	5.3

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 36.8% compared with the comparative index return of 33.5%. Comparative index to 30/09/2011 comprises 62.8% BofA ML Euro Sterling (Net), 12% FTSE All Share (Net), 10% MSCI World ex UK (Net), 4.5% BofA ML Sterling High Yield (Net), 4% DJ-UBS Commodity Index TR, 4% FTSE EPRA/NAREIT developed index (G) & 2.7% BofA ML Euro High Yield Cons GBP Hedged (Net). Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds take their annual management charge from your capital and not from the income generated by the fund. This means that any capital growth in the fund will be reduced by the charge. And, your capital may reduce over time if the fund's growth does not compensate for it. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION

	31/10/13 %	31/10/12 %
Fixed Interest Funds	66.92	73.31
Equity Funds	25.14	18.69
Equity Holdings	4.80	4.58
Forward Foreign Exchange Contracts	0.47	0.11
Cash and other net assets/(liabilities)	2.67	3.31

## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Enhanced Income Fund	14.17
Fidelity MoneyBuilder Income Fund	13.89
Fidelity Extra Income Fund	12.06
Fidelity Funds - US High Yield Bond Fund	7.21
Fidelity Institutional UK Corporate Bond Fund	6.33
Fidelity Institutional UK Aggregate Bond Fund	6.07
Fidelity Funds - European High Yield Fund	5.22
Fidelity Institutional Sterling Core Plus Bond Fund	4.47
Fidelity Global Dividend Fund	4.33
Fidelity Funds - Asian High Yield Fund	3.95

Top holdings as at 31/10/12	% of total net assets
Fidelity MoneyBuilder Income Fund	14.49
Fidelity Enhanced Income Fund	13.39
Fidelity Institutional UK Corporate Bond Fund	12.78
Fidelity Institutional UK Aggregate Bond Fund	12.60
Fidelity Extra Income Fund	10.95
Fidelity Institutional Sterling Core Plus Bond Fund	8.99
Fidelity Funds - US High Yield Bond Fund	7.84
Fidelity Global Dividend Fund	4.56
Fidelity Funds - European High Yield Fund	3.60
John Laing Infrastructure	2.73

## FUND FACTS

### INCOME (pence per share)

	XD date	A Income Shares	Gross paying A Income Shares
Final distribution	01/11/13	0.4214	0.5082
Interim distribution	01/10/13	0.4400	0.5300
Interim distribution	01/09/13	0.3700	0.4600
Interim distribution	01/08/13	0.3700	0.4600
Interim distribution	01/07/13	0.3700	0.4600
Interim distribution	01/06/13	0.3700	0.4600
Interim distribution	01/05/13	0.3700	0.4600
Interim distribution	01/04/13	0.3700	0.4600
Interim distribution	01/03/13	0.3000	0.3750
Interim distribution	01/02/13	0.3000	0.3750
Interim distribution	01/01/13	0.3000	0.3750
Interim distribution	01/12/12	0.2546	0.3059

	XD date	N Income Shares	Gross paying N Income Shares
Final distribution	01/11/13	0.0706	0.0741

	XD date	Y Income Shares	Gross paying Y Income Shares
Final distribution	01/11/13	0.5902	0.6051
Interim distribution	01/10/13	0.4100	0.4600
Interim distribution	01/09/13	0.3700	0.4600
Interim distribution	01/08/13	0.3700	0.4600
Interim distribution	01/07/13	0.3700	0.4600
Interim distribution	01/06/13	0.3700	0.4600
Interim distribution	01/05/13	0.3700	0.4600
Interim distribution	01/04/13	0.3700	0.4600
Interim distribution	01/03/13	0.3000	0.3750
Interim distribution	01/02/13	0.3000	0.3750
Interim distribution	01/01/13	0.3000	0.3750
Interim distribution	01/12/12	0.2558	0.3076

	XD date	A Accumulation Shares	Gross paying A Accumulation Shares
Final distribution	01/11/13	3.8665	4.9173

	XD date	Fidelity PathFinder Income 1 Income Shares	Gross paying Fidelity PathFinder Income 1 Income Shares
Final distribution	01/11/13	0.2577	0.3222

## FUND FACTS - CONTINUED

### ONGOING CHARGES RATIO (%)

	A Income Shares	Gross paying A Income Shares
31/10/13	1.94	1.94
31/10/12	1.98	1.99
	N Income Shares*	Gross paying N Income Shares*
31/10/13	1.21	1.21
	Y Income Shares	Gross paying Y Income Shares
31/10/13	1.40	1.42
31/10/12	1.62	1.46
	A Accumulation Shares	Gross paying A Accumulation shares
31/10/13	1.93	1.94
31/10/12	1.97	1.98
	Fidelity PathFinder Income 1 Income Shares**	Gross paying Fidelity PathFinder Income 1 Income Shares**
31/10/13	1.96	1.96

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Income and Gross paying N Income Shares were launched on 22/10/13. \*\* The Fidelity PathFinder Income 1 Income and Gross paying Fidelity PathFinder Income 1 Income Shares were launched on 4/09/13.

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Income Shares</b>			<b>Gross paying A Income Shares</b>		
31/10/13	4.1	109.53	3,747,359	6.7	109.33	6,094,156
31/10/12	2.3	105.59	2,196,415	4.0	105.40	3,782,457
31/10/11	0.9	98.46	886,109	2.9	98.38	2,940,292
	<b>N Income Shares</b>			<b>Gross paying N Income Shares</b>		
31/10/13	0.1	100.88	8,095	0.1	100.88	40,910
	<b>Y Income Shares</b>			<b>Gross paying Y Income Shares</b>		
31/10/13	7.8	110.66	7,154,329	3.0	110.43	2,730,448
31/10/12	0.1	106.12	136,153	0.3	105.95	271,168
	<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>		
31/10/13	33.6	136.74	24,649,245	15.9	142.54	11,259,439
31/10/12	11.1	126.47	8,739,007	8.7	130.97	6,671,123
31/10/11	4.9	114.23	4,326,035	6.4	117.53	5,428,498
	<b>Fidelity PathFinder Income 1 Income Shares</b>			<b>Gross paying Fidelity PathFinder Income 1 Income Shares</b>		
31/10/13	0.1	102.93	8,210	0.1	102.93	8,210

#### Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
- Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

FUND FACTS - CONTINUED

**INCOME PER SHARE AND PRICE HISTORY (PENNY)<sup>5</sup>**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
<b>A Income Shares</b>			<b>Gross paying A Income Shares</b>			
2013 <sup>2</sup>	3.9814	106.20	112.20	4.9232	106.00	111.90
2012	3.3614	99.64	107.10	4.2167	99.65	107.00
2011	3.3384	96.44	102.60	3.7542	96.25	102.20
2010	3.4354	93.81	102.90	4.2340	93.66	102.40
2009	3.1766	75.89	96.31	4.0691	75.87	95.93
<b>N Income Shares</b>			<b>Gross paying N Income Shares</b>			
2013 <sup>2</sup>	0.0706	100.00	101.00	0.0741	100.00	101.00
<b>Y Income Shares</b>			<b>Gross paying Y Income Shares</b>			
2013 <sup>2</sup>	4.1202	100.00	113.10	4.9501	100.00	112.80
2012	2.2600	100.00	107.70	2.9416	100.00	107.60
<b>A Accumulation Shares</b>			<b>Gross paying A Accumulation Shares</b>			
2013 <sup>2</sup>	3.8665	128.00	136.90	4.9173	132.80	142.60
2012	2.6681	115.80	128.60	3.4392	119.60	133.30
2011	2.4586	111.50	116.80	3.1471	114.80	120.00
2010	2.6491	102.90	114.90	3.3475	104.90	117.50
2009	2.5778	79.66	103.40	3.3013	80.68	105.20
<b>Fidelity PathFinder Income 1 Income Shares</b>			<b>Gross paying Fidelity PathFinder Income 1 Income Shares</b>			
2013 <sup>2</sup>	0.2577	99.80	103.20	0.3222	99.80	103.30

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

The US Federal Reserve's (Fed) unexpected decision to leave its bond buying programme unchanged supported investors' risk appetite over the period since the fund's launch. Positive economic data from China, receding geopolitical risks in Syria and signs of improvement in Europe further supported sentiment. An impasse in the US Congress, which led to a partial shutdown of US government institutions, pared gains in early October. However, lawmakers agreed to end the government shutdown, helping markets rise further. Against this backdrop, equity and property shares generated the highest returns, followed by bonds. Within fixed income assets, high yield bonds gained the most, benefiting from investors search for yield in a low interest rate environment.

### PORTFOLIO ACTIVITY

The fund underperformed the comparative index (20% FTSE All Share Index, 25% BofA Merrill Lynch Sterling Broad Market Index (NUK), 30% BofA Merrill Lynch European Currency High Yield Constrained Index (NUK); 25% MSCI World ex United Kingdom Index (Net United Kingdom Tax))\* since its launch on 4 September. The fund holds dividend paying equities as the focus is on income generation and preserving value. Against a backdrop of increasing investor focus on riskier assets, the equity funds held in the portfolio underperformed the market. This was partly offset by the selection of funds in the fixed income segment, which was notably rewarding. Positions in Fidelity MoneyBuilder Income Fund and Fidelity Extra Income Fund benefited from their exposure to high yield and investment grade bonds, which performed well. Elsewhere, the allocation to the property and infrastructure sectors, enhanced gains. Notably, Real Estate Credit Investments, which provides exposure to real estate debt, supported returns. We maintained an overweight stance in assets such as infrastructure and property as they have the potential to provide capital growth. We also maintain an underweight position in income generating assets such as investment grade bonds whilst favouring high yield bonds and loans. The latter generate higher income with a rise in interest rates.

### OUTLOOK

Improving economic data coupled with increased money supply by central banks supports the outlook for growth assets, including equities and infrastructure. However, we continue to favour assets such as high yield bonds and loans, which have both income and growth characteristics.

Eugene Philalithis & Nick Peters  
Fund Managers  
31 October 13

## PERFORMANCE RECORD

### PERFORMANCE

The fund was launched on 04 September 2013. Since its launch the fund returned 3.0% with net income reinvested underperforming its comparative index return of 3.6%.

Comparative Index: Comprises 20% FTSE ALL Share Index, 25% The BofA Merrill Lynch Sterling Broad Market Index (NUK), 30% The BofA Merrill Lynch European Currency High Yield Constrained Index NUK, 25% MSCI World ex United Kingdom Index (Net United Kingdom tax)

A discrete 1 year performance table has not been included as the fund was launched in September 2013 and does not have a full twelve month performance record.

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 3.0% compared with the comparative index return of 3.6%. Performance excludes initial charge.

Due to the short period since launch, a performance graph is not applicable and has not been included.

## INVESTMENT OBJECTIVE AND POLICY

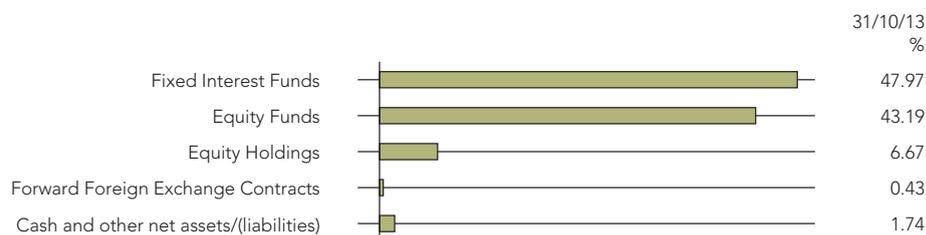
The fund's investment objective is to achieve above average and growing income and long term capital growth. The Fund will invest primarily in collective investment schemes including those managed by Fidelity. The Fund will gain exposure to a range of global assets through allocation to bonds and to company shares. The Fund may also gain exposure to commodities, property and cash and invest directly in equities, bonds, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds take their annual management charge from your capital and not from the income generated by the fund. This means that any capital growth in the fund will be reduced by the charge. And, your capital may reduce over time if the fund's growth does not compensate for it. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Enhanced Income Fund	21.45
Fidelity Global Dividend Fund	18.84
Fidelity Funds - US High Yield Fund	7.54
Fidelity Extra Income Fund	7.39
Fidelity MoneyBuilder Income Fund	7.39
Fidelity Funds - Asian High Yield Fund	6.81
Fidelity Funds - European High Yield Fund	6.38
Fidelity Institutional UK Corporate Bond Fund	3.91
John Laing Infrastructure	3.77
HICL Infrastructure	2.90

Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 04/09/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 4 September 2013.

FUND FACTS

INCOME (pence per share)

	XD date	N Income Shares	Y Income Shares
Final distribution	01/11/13	0.0589	0.0591
			Fidelity PathFinder Income 3 Income Shares
Final distribution	01/11/13		0.1947
Interim distribution	01/10/13		0.0312

ONGOING CHARGES (%)

	N Income Shares*	Y Income Shares*
31/10/13	1.23	1.48
		Fidelity PathFinder Income 3 Income Shares**
31/10/13		1.98

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Income and Y Income Shares were launched on 22/10/13. \*\* The Fidelity PathFinder Income 3 Income Shares were launched 04/09/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	N Income Shares			Y Income Shares		
31/10/13	0.1	100.89	8,095	0.1	100.89	8,095
	Fidelity PathFinder Income 3 Income Shares					
31/10/13	0.5	102.77	655,639			

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	N Income Shares			Y Income Shares		
2013 <sup>2,3</sup>	0.0589	100.00	101.10	0.0591	100.00	101.10
	Fidelity PathFinder Income 3 Income Shares					
2013 <sup>2,3</sup>	0.2259	99.89	103.20			

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Global equities rose over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. The supportive response of central banks, which increased money supply in the economy to support growth, buoyed most equity markets across the world. Against this backdrop, equities gained strongly followed by property. Conversely, commodities fell sharply due to concerns about slowing industrial demand, particularly in China. At a regional level, Japan rose the most, whilst emerging markets declined.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI AC World Index (Net) 10% FTSE EPRA/NAREIT Developed Index (G))\* since its launch on 5 February 2013, largely on account of picking the right underlying managers in the different asset classes. In the UK equity segment, Majedie UK Equity Fund, which focuses on stocks that are more sensitive to the economic cycle, notably financials, enhanced gains. Exposure to small sized companies which outperformed their larger counterparts, buoyed the performance of the UK and US equity segments. Selection of underlying managers in the Japanese and emerging market segments was also rewarding, whilst that in Europe ex UK and Pacific ex Japan detracted from returns. In terms of tactical asset allocation, we favoured a small bias towards equities and underweight positions in commodities and property shares. These positions supported performance. Over the period, we raised our exposure to equities in view of improving global growth. Within the UK segment, we sold Schroder UK Alpha Plus Fund following the departure of its lead manager. We also sold Fidelity UK Smaller Companies Fund in order to take profits after a period of strong performance. Instead, we bought Franklin UK Smaller Companies Fund and MFS Meridian UK Equity Fund. The latter has a strong stock picking team, which we believe should help it to outperform the market. Elsewhere, we sold Northern Trust Europe (ex UK) Equity Index Fund. Instead, we bought a small position in a FTSE/Athens Derivatives Exchange 20 Index Future, which provides exposure to Greece as we think that the market could recover strongly. Allianz US Equity Fund was sold due to weak performance. Early in the period, we also sold ETFs Physical Gold given the poor outlook for gold. The actively managed Threadneedle Enhanced Commodities Fund was also added to the portfolio.

### OUTLOOK

Equities may benefit from improving global growth, but when interest rates rise from historic lows, property shares are likely to be adversely impacted. The performance of commodities could be hampered by slower growth in China, which is a major consumer of metals used in manufacturing. At a regional level, we favour the US, Japan and the UK as their economies are recovering. In contrast the outlook for Europe ex UK is impaired by a weak financial sector and the possibility of resurging political tensions if growth weakens. Pacific ex Japan and emerging markets are also likely to be hurt by slower growth in China and by money moving back to the US as interest rates there rise.

Nick Peters and James Bateman  
Fund Manager  
31 October 13

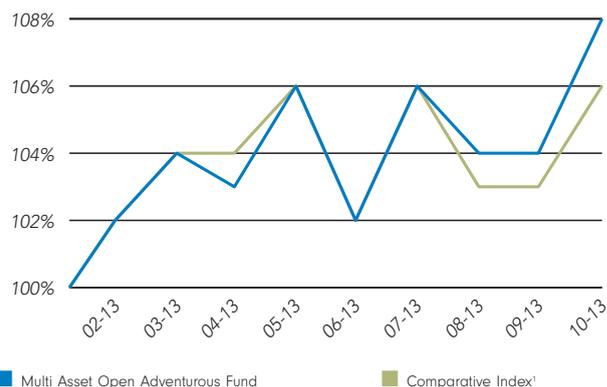
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

The fund was launched on 5 February 2013. Since its launch the fund returned 8.1% with net income reinvested outperforming its comparative index return of 6.4%.

### PERFORMANCE SINCE LAUNCH

5 February 13 to 31 October 13



1. Comparative Index: Comprises 15% Dow Jones - UBS Commodity Index Total Return, 25% FTSE All Share Index, 50% MSCI All Countries World Index (Net) & 10% FTSE EPRA/NAREIT Developed Index (G)

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 8.1% compared with the comparative index return of 6.4%. Performance excludes initial charge.

A discrete 1 year performance table has not been included as the fund was launched in February 2013 and does not have a full twelve month performance record.

Past performance is not a reliable indicator of future results.

## INVESTMENT OBJECTIVE AND POLICY

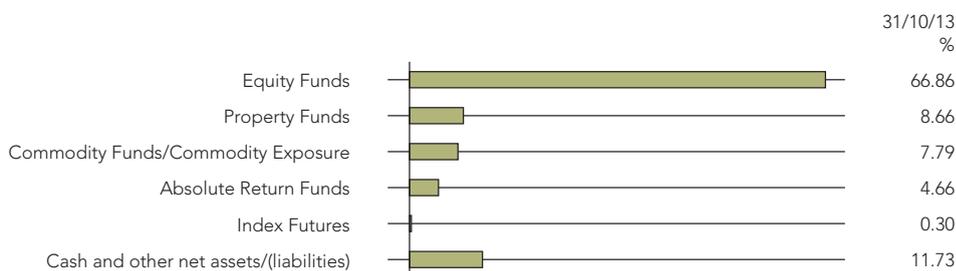
The Fund aims to provide long term capital growth from exposure to equities, commodities and property covering the UK and other markets throughout the world. The Fund will invest in collective investment schemes including those managed by Fidelity and may also invest in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
BlackRock North American Equity Tracker Fund	16.33
BlackRock Global Property Securities Equity Fund	8.66
Threadneedle Enhanced Commodities Portfolio Fund	8.12
Majedie UK Equity Fund	7.44
Fidelity MoneyBuilder UK Index Fund	5.82
Artemis Income Fund	5.45
CF Lindsell Train UK Equity Fund	4.72
CF Morant Wright Japan Fund	4.66
William Blair US Small-Mid Cap Growth Fund	4.17
Eaton Vance Parametric Emerging Markets Fund	4.07

Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices from 05/02/13 to 31/10/13 and income per share to 01/11/13.
- There is no comparative data as this fund was launched on 5 February 2013.

FUND FACTS

INCOME (pence per share)

	XD date	N Accumulation Shares	Y Accumulation Shares
Final distribution	01/11/13	0.0681	-

	XD date	Fidelity PathFinder Freedom 4 Accumulation Shares
Final distribution	01/11/13	-

ONGOING CHARGES (%)

	N Accumulation Shares*	Y Accumulation Shares**
31/10/13	1.30	1.55
		Fidelity PathFinder Freedom 4 Accumulation Shares***
31/10/13		2.05

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation Shares were launched on 5/02/13. \*\*\* The Fidelity PathFinder Freedom 4 Accumulation Shares were launched on 11/02/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
31/10/13	0.1	101.05	23,805	6.7	108.03	6,252,142
				Fidelity PathFinder Freedom 4 Accumulation Shares		
31/10/13	2.6	107.58	2,396,576			

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
				N Accumulation Shares		
2013 <sup>2,3</sup>	0.0681	96.57	101.10	-	98.97	108.90
				Fidelity PathFinder Freedom 4 Accumulation Shares		
2013 <sup>2,3</sup>	-	98.72	108.60			

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Global equities rose over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. The supportive response of central banks, which increased money supply in the economy to support growth, buoyed most equity markets across the world. Against this backdrop, property, bonds and cash generated small positive returns. Commodities fell sharply, hurt by concerns about slowing industrial demand, particularly in China.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (5% Dow Jones - UBS Commodity Index Total Return, 5% FTSE All Share Index, 25% GBP 1 Week LIBID, 50% The BofA Merrill Lynch Sterling Large Cap Index (Net), 10% MSCI All Countries World Index (Net), 5% FTSE EPRA/NAREIT Developed Index (G))\* since its launch on 5 February 2013, largely on account of picking the right underlying managers in the different asset classes. In the fixed income segment, Fidelity Strategic Bond Fund and Fidelity Institutional UK Aggregate Bond Fund supported returns. These funds invest in UK corporate bonds, which outperformed government bonds. The exposure to high yield bond funds that are relatively less sensitive to changes in interest rates than the broader market also helped returns. We bought positions in M&G European Loan Fund and Neuberger Berman Global Floating Rate Income Fund, which proved rewarding. These funds give exposure to loans that generate higher income with a rise in interest rates. In the UK and US equity segments, Fidelity UK Smaller Companies Fund and William Blair US Small-Mid Cap Growth Fund buoyed performance as smaller companies outperformed their larger counterparts. In terms of tactical asset allocation, the bias towards equities and underweight positions in commodities and property were rewarding. However, a strong preference for global bonds, which underperformed most other asset classes, overshadowed this contribution. Over the period, we sold Franklin Templeton Global Bond Fund, which had significant exposure to emerging markets. Elsewhere, we sold the holding in DB Platinum IV dbX Systematic Alpha Fund and replaced it with MS Long Terms Trends Fund, which is a similar strategy with lower charges. We also sold GLG Alpha Select Alternative following changes in its investment team. Within commodities, we sold ETFs Physical Gold given expectations that central banks would begin to reduce money supply as the economy recovered. Gold is considered a safe investment during periods of downturn, but other assets that generate income and provide capital appreciation are attractive as economic growth picks up. We also bought a position in an actively managed fund, Threadneedle Enhanced Commodities Fund. Within the equity segment, Schroder UK Alpha Plus Fund was sold following a portfolio manager change. We bought a holding in Fidelity MoneyBuilder Index Fund instead.

### OUTLOOK

Equities may benefit from improving global growth, faring better than bonds and property shares, which could be hurt when interest rate rise from their historic lows. Cash as an asset class is expected to benefit from rising interest rates. Commodities could be hurt by slower growth in China, which is a major consumer of metals used in manufacturing.

Eugene Philalithis and James Bateman  
Fund Managers  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund aims to provide long term capital growth from exposure to global markets in mostly bonds and cash and it may also have exposure to equities, property and commodities. The Fund will invest in collective investment schemes including those managed by Fidelity and may also invest in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

The fund was launched on 5 February 2013. Since its launch the fund returned 2.4% with net income reinvested outperforming its comparative index return of 1.4%.

### PERFORMANCE SINCE LAUNCH

5 February 13 to 31 October 13



1. Comparative Index: Comprises 5% Dow Jones - UBS Commodity Index Total Return, 5% FTSE All Share Index, 25% GBP 1 Week LIBID, 50% The BofA Merrill Lynch Sterling Large Cap Index (Net), 10% MSCI All Countries World Index (Net) & 5% FTSE EPRA/NAREIT Developed Index (G)

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 2.4% compared with the comparative index return of 1.4%. Performance excludes initial charge.

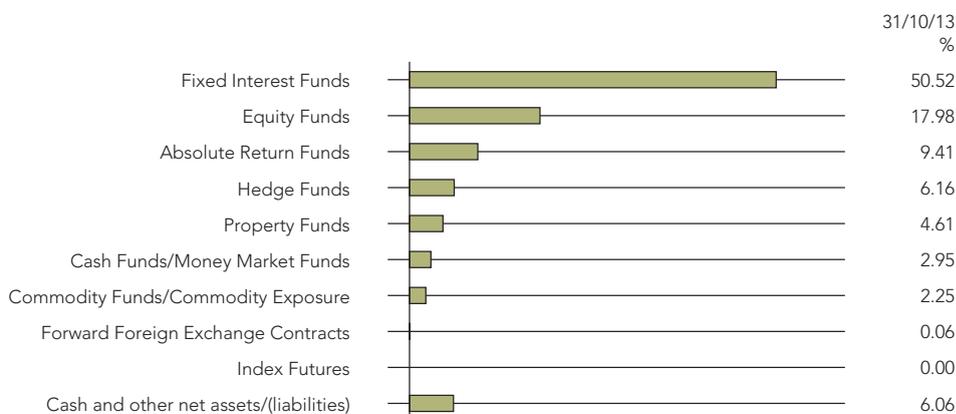
A discrete 1 year performance table has not been included as the fund was launched in February 2013 and does not have a full twelve month performance record.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's shareprice. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Institutional UK Aggregate Bond Fund	16.92
Legal & General All Stock Gilt Index Trust Fund	7.10
Loomis Sayles Global Opportunities Bond Fund	6.87
Threadneedle Absolute Return Bond Fund	5.99
BlackRock UK Bond Index Fund	5.20
Fidelity Strategic Bond Fund	4.83
BlackRock Global Property Securities Equity Fund	4.61
BlackRock North American Equity Tracker Fund	3.73
Brevan Howard Credit Catalysts Fund	3.63
MS Long Term Trends Fund	3.22

FUND FACTS

INCOME (pence per share)

	XD date	N Accumulation Shares	Gross paying N Accumulation Shares
Final distribution	01/11/13	-	-
	XD date	Y Accumulation Shares	Gross paying Y Accumulation Shares
Final distribution	01/11/13	0.2408	0.3007
	XD date	Fidelity PathFinder Freedom 1 Accumulation Shares	Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares
Final distribution	01/11/13	-	0.0047

ONGOING CHARGES (%)

	N Accumulation Shares*	Gross paying N Accumulation Shares*
31/10/13	1.44	1.45
	Y Accumulation Shares**	Gross paying Y Accumulation Shares**
31/10/13	1.56	1.56
	Fidelity PathFinder Freedom 1 Accumulation Shares***	Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares***
31/10/13	1.89	2.08

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation and Gross paying N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation and Gross paying Y Accumulation Shares were launched on 5/02/13. \*\*\* The Fidelity PathFinder Freedom 1 Accumulation and Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares were launched on 11/02/13.

**FUND FACTS - CONTINUED**

**FUND SIZE**

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
31/10/13	0.1	100.53	61,180	0.1	100.52	37,051
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
31/10/13	3.3	102.28	3,195,302	2.9	102.34	2,882,956
	<b>Fidelity PathFinder Freedom 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares</b>		
31/10/13	0.3	102.13	280,915	0.4	102.13	443,744

**INCOME PER SHARE AND PRICE HISTORY (pence)**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>N Accumulation Shares</b>			<b>Gross paying N Accumulation Shares</b>		
2013 <sup>2,3</sup>	-	97.85	100.60	-	97.85	100.60
	<b>Y Accumulation Shares</b>			<b>Gross paying Y Accumulation Shares</b>		
2013 <sup>2,3</sup>	0.2408	98.79	104.20	0.3007	98.79	104.20
	<b>Fidelity PathFinder Freedom 1 Accumulation Shares</b>			<b>Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares</b>		
2013 <sup>2,3</sup>	-	98.72	104.20	0.0047	98.76	104.20

**Footnotes:**

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 05/02/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 5 February 2013.

# FIDELITY MULTI ASSET OPEN GROWTH FUND

(formerly Fidelity MultiManager Growth Portfolio)

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Investor sentiment improved over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. The supportive response of central banks, which increased money supply in the economy to support growth, buoyed most equity markets across the world. Later, improving economic data also aided sentiment. A major part of the increased money supply ended up in stock markets, helping equities and property shares advance. Meanwhile, cash generated a small positive return. However, the subsequent recovery in the economy raised fears that interest rates would rise soon. Bonds, which tend to underperform during phases of improving growth, declined. Elsewhere, commodities fell sharply, hurt by concerns about slowing industrial demand, particularly in China.

### PORTFOLIO ACTIVITY

The fund, earlier called Fidelity Multi-Manager Growth Fund, outperformed the comparative index (30% MSCI All Countries World (Net), 20% FTSE All Share (Net), 15% DJ - UBS Commodity Index Total Return, 10% FTSE EPRA/NAREIT developed index (G), 20% BofA ML Sterling Large Cap (Net), 5% GBP 1 Week LIBID)\* over the period. Picking the right underlying managers in the different asset classes aided returns, as did asset allocation decisions. In the UK and the US, small sized companies outperformed their larger counterparts. Consequently, holdings in funds that invest in small sized companies in these regions supported returns. Majedie UK Equity Fund, which focuses on stocks that are more sensitive to the economic cycle notably financials, also enhanced gains. In the fixed income segment, funds invested in investment grade and high yield bonds benefited from the strong performance of these asset classes. CATCo Reinsurance Opportunities Fund and Henderson Absolute Return Fund, which use a variety of strategies to outperform cash, also supported returns. In terms of tactical asset allocation, the bias towards equities and underweight positions in commodities and bonds aided relative returns. However, an underweight holding in real estate and a bias towards the cash plus segment offset some of the gains. In the later part of the year, we sold Allianz US Equity Fund due to weak performance and bought a position in BlackRock North American Equity Tracker Fund instead. The allocation to Fidelity UK Smaller Companies Fund was reduced in order to take profits after a period of strong performance. We bought a new holding in MFS Meridian UK Equity Fund as we believe it is likely to outperform the market given its strong stock picking team. A new position in a FTSE/Athens Derivatives Exchange 20 Index Future was bought as we think that the Greek market could recover. Elsewhere, Franklin Templeton Global Bond Fund was sold to reduce the exposure to emerging markets. GLG Alpha Select Alternative was also sold following changes to the investment team.

### OUTLOOK

Equities may benefit from improving global growth, faring better than bonds and property shares, which could be hurt when interest rates rise from historic lows. Cash as an asset class is expected to benefit from rising interest rates. Commodities could be hurt by slower growth in China, which is a major consumer of metals used in manufacturing.

Ayesha Akbar and Eugene Philalithis  
Fund Managers  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long term capital growth from exposure to equities, bonds, commodities, property and cash covering the UK and other markets throughout the world. The Fund will invest in collective investment schemes including those managed by Fidelity and may also invest in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 12.1% with net income reinvested, outperforming the Comparative Index of 10.5%.

### PERFORMANCE SINCE LAUNCH

17 October 03 to 31 October 13



1. Comparative Index: Comprises 30% MSCI All Countries World (Net), 20% FTSE All Share (Net), 15% DJ - UBS Commodity Index Total Return, 10% FTSE EPRA/NAREIT developed index (G), 20% BofA ML Sterling Large Cap (Net) & 5% GBP 1 Week LIBID

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	26.7	16.7	0.8	5.4	12.1
Comparative Index	25.4	13.9	-0.2	4.9	10.5

Source: Fidelity, Morningstar and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 82.3% compared with the comparative index return of 88.7%. Comparative index to 30/06/2004 was 50% FTSE All Share (Net) & 50% MSCI World (Net) From 01/07/2004 to 31/10/2012 the comparative index was Morningstar Flexible Investment. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

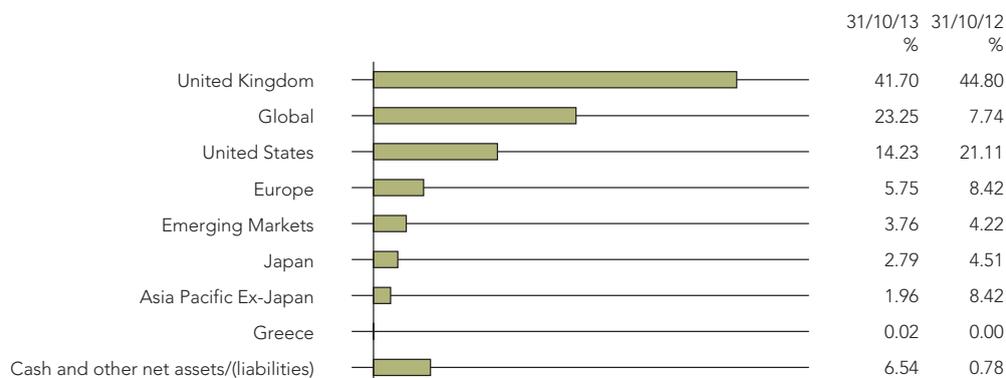
## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

# FIDELITY MULTI ASSET OPEN GROWTH FUND

(formerly Fidelity MultiManager Growth Portfolio)

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
BlackRock Global Property Securities Equity Fund	10.12
BlackRock North American Equity Tracker Fund	7.66
Threadneedle Enhanced Commodities Portfolio Fund	7.52
ETFS All Commodities	5.46
Majedie UK Equity Fund	5.40
Fidelity MoneyBuilder UK Index Fund	5.20
Fidelity Institutional UK Aggregate Bond Fund	5.06
Fidelity Strategic Bond Fund	4.78
Artemis Income Fund	4.66
CF Lindsell Train UK Equity Fund	4.01

Top holdings as at 31/10/12	% of total net assets
BlackRock North American Equity Tracker Fund	8.87
Invesco Perpetual UK Income Fund	8.66
Allianz RCM US Equity Fund	7.04
BlackRock UK Special Situations Fund	6.69
JO Hambro Capital UK Equity Income Fund	5.87
Schroder US Small & Mid Cap Fund	5.19
Old Mutual UK Select Smaller Companies Fund	5.17
Fidelity Gross Accumulating Cash Fund	5.10
Aberdeen Asia Pacific Fund	4.22
Fidelity South-East Asia Fund	4.20

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.2193	0.2223

	XD date	Y Accumulation Shares	Fidelity PathFinder Freedom 3 Accumulation Shares
Final distribution	01/11/13	0.5970	0.1175

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.85	1.58
31/10/12	1.94	-
	Y Accumulation Shares	Fidelity PathFinder Freedom 3 Accumulation Shares**
31/10/13	1.59	2.04
31/10/12	1.43	-

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/13.  
\*\* The Fidelity PathFinder Freedom 3 Accumulation Shares were launched on 11/02/13.

# FIDELITY MULTI ASSET OPEN GROWTH FUND

(formerly Fidelity MultiManager Growth Portfolio)

## FUND FACTS - CONTINUED

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	117.7	45.55	258,428,333	0.4	100.46	386,286
31/10/12	122.7	40.61	302,127,632	-	-	-
31/10/11	136.1	38.56	353,104,034	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Freedom 3 Accumulation Shares</b>		
31/10/13	2.0	46.56	4,222,249	4.7	105.15	4,553,351
31/10/12	-	41.32	21,003	-	-	-

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.2193	41.34	46.45	0.2223	96.80	100.50
2012	0.2393	37.69	41.43	-	-	-
2011	0.1481	35.17	41.59	-	-	-
2010	0.0971	33.35	40.52	-	-	-
2009	0.1201	23.00	34.75	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Freedom 3 Accumulation Shares</b>		
2013 <sup>2</sup>	0.5970	40.00	46.59	0.1175	98.58	107.20
2012	-	39.61	42.20	-	-	-

#### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

# FIDELITY MULTI ASSET OPEN STRATEGIC FUND

(formerly Fidelity MultiManager Balanced Fund)

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Investor sentiment improved over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. The supportive response of central banks, which increased money supply in the economy to support growth, buoyed most equity markets across the world. Later, improving economic data also aided sentiment. A major part of the increased money supply ended up in stock markets, helping equities and property shares advance. Meanwhile, cash generated a small positive return. However, the subsequent recovery in the economy raised fears that interest rates would rise soon. Bonds, which tend to suffer during phases of improving growth, declined. Elsewhere, commodities fell sharply, hurt by concerns about slowing industrial demand, particularly in China.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (15% FTSE All Share, 20% MSCI All Countries World (Net), 10% DJ - UBS Commodity Index Total return, 5% FTSE EPRA/NAREIT Developed Index (G), 40% BofA ML Sterling Large Cap (Net), 10% GBP 1 Week LIBID)\* over the period. This was largely due to picking the right underlying managers in different asset classes. In the fixed income segment, funds invested in investment grade and high yield bonds benefited from the strong performance of these asset classes. We bought positions in M&G European Loan Fund and Neuberger Berman Global Floating Rate Income Fund, which performed well. These funds give exposure to loans, which generate higher income with a rise in interest rates. In the UK and US, small sized companies outperformed their larger counterparts. Consequently, holdings in funds that invest in small sized companies in these regions also performed well. Majedie UK Equity Fund, which focuses on stocks that are more sensitive to the economic cycle, notably financials, aided performance from the UK. Elsewhere, CATCo Reinsurance Opportunities Fund and BlueCrest AllBlue Fund, which use a variety of strategies to outperform cash, supported returns. In terms of tactical asset allocation, the bias towards equities and underweight position in commodities was rewarding. However, a strong preference for global bonds, which underperformed most other asset classes, offset some of these gains. In the later part, we bought a small position in a FTSE/Athens Derivatives Exchange 20 Index Future as we felt that the Greek market could recover. Elsewhere, we sold Franklin Templeton Global Bond Fund to reduce exposure to emerging markets. GLG Alpha Select Alternative was sold following changes to the investment team, whilst Allianz US Equity Fund was sold due to weak performance.

### OUTLOOK

Equities may benefit from improving global growth, faring better than bonds and property shares, which could be hurt when interest rates rise from historic lows. Cash as an asset class is expected to benefit from rising interest rates. Commodities could be hurt by slower growth in China, which is a major consumer of metals used in manufacturing.

Richard Skelt and Eugene Philalithis  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide long term capital growth from exposure to global markets in mostly bonds, equities, property, commodities and cash. The Fund will invest in collective investment schemes including those managed by Fidelity and may also invest in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 9.9% with net income reinvested, outperforming the Comparative Index of 6.9%.

### PERFORMANCE SINCE LAUNCH

17 October 03 to 31 October 13



1. Comparative Index: Comprises 15% FTSE All Share, 20% MSCI All Countries World (Net), 10% DJ - UBS Commodity Index Total return, 5% FTSE EPRA/NAREIT Developed Index (G), 40% BofA ML Sterling Large Cap (Net) & 10% GBP 1 Week LIBID.

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	14.3	11.3	1.8	6.1	9.9
Comparative Index	17.3	9.8	0.9	6.2	6.9

Source: Fidelity, Morningstar and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 59.5% compared with the comparative index return of 62.6%. Comparative index to 30/06/2004 comprises 55% FTSE All Share (Net) & 45% BofA ML Sterling Broad Market (Net). From 01/07/2004 to 31/10/2012 the comparative index was Morningstar Mixed Investment 20-60% Shares. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

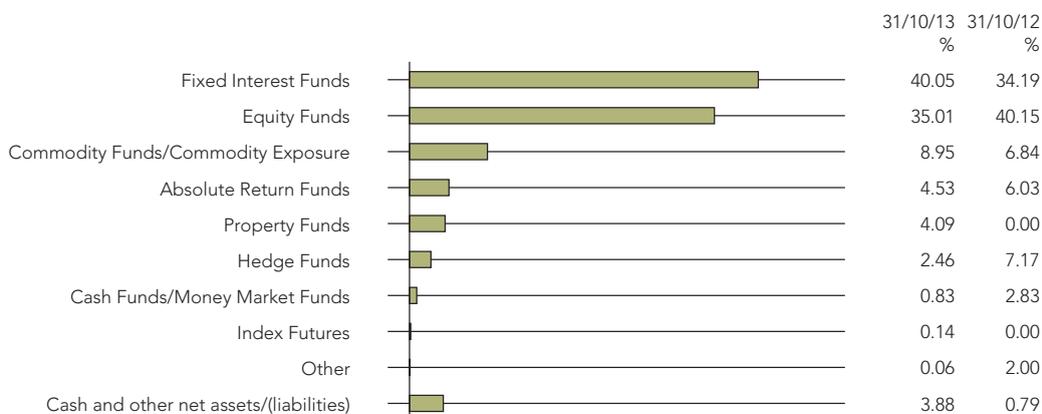
## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

# FIDELITY MULTI ASSET OPEN STRATEGIC FUND

(formerly Fidelity MultiManager Balanced Fund)

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Institutional UK Aggregate Bond Fund	13.83
Fidelity MoneyBuilder UK Index Fund	6.77
BlackRock North American Equity Tracker Fund	6.31
Legal & General All Stock Gilt Index Trust Fund	6.05
Threadneedle Enhanced Commodities Portfolio Fund	5.30
BlackRock Global Property Securities Equity Fund	4.09
Majedie UK Equity Fund	4.09
Fidelity Strategic Bond Fund	3.83
ETFS All Commodities	3.64
Artemis Income Fund	3.51

Top holdings as at 31/10/12	% of total net assets
JO Hambro Capital Management	
UK Opportunities Fund	7.23
BlackRock North American Equity Tracker Fund	7.08
Loomis Sayles Global Opportunities Bond Fund	7.05
Fidelity MoneyBuilder Income Fund	7.03
Cazenove Strategic Bond Fund	3.96
Loomis Sayles Institutional High Income Fund	3.95
Invesco Perpetual UK Income Fund	3.88
JO Hambro Capital UK Equity Income Fund	3.55
Neuberger Berman Short Duration	
High Yield Bond Fund	3.12
Bluecrest AllBlue Fund	3.04

## FUND FACTS

### INCOME (pence per share)

	XD date	A Income Shares	Y Income Shares
Final distribution	01/11/13	0.0792	0.0719
Interim distribution	01/08/13	0.1068	0.0987
Interim distribution	01/05/13	0.0937	0.0862
Interim distribution	01/02/13	0.2757	0.2603

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	1.0749	0.1387

	XD date	Fidelity PathFinder Freedom 2 Accumulation Shares
Final distribution	01/11/13	0.1540

### ONGOING CHARGES (%)

	A Income Shares	Y Income Shares
31/10/13	1.84	1.55
31/10/12	1.96	1.45

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.86	1.34
31/10/12	1.95	-

	Fidelity PathFinder Freedom 2 Accumulation Shares**
31/10/13	2.01

The ongoing charges figure is the ratio of total costs to average net assets. \*The N Accumulation Shares were launched on 24/07/13.\*\* The Fidelity PathFinder Freedom 2 Accumulation Shares were launched on 11/02/13.

# FIDELITY MULTI ASSET OPEN STRATEGIC FUND

(formerly Fidelity MultiManager Balanced Fund)

## FUND FACTS - CONTINUED

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
<b>A Income Shares</b>			<b>Y Income Shares</b>			
31/10/13	92.9	29.63	313,598,439	1.6	27.68	5,856,753
31/10/12	102.9	27.50	374,280,501	0.1	25.58	32,804
31/10/11	120.6	26.48	455,446,082	-	-	-
<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>			
31/10/13	4.3	117.89	3,637,166	0.6	100.97	558,382
31/10/12	3.4	107.32	3,197,296	-	-	-
<b>Fidelity PathFinder Freedom 2 Accumulation Shares</b>						
31/10/13	2.3	104.38	2,237,622			

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
<b>A Income Shares</b>			<b>Y Income Shares</b>			
2013 <sup>2</sup>	0.5554	27.90	30.25	0.5171	25.00	27.79
2012	0.6333	26.16	27.99	0.1503	24.92	26.06
2011	0.5334	25.37	27.83	-	-	-
2010	0.5943	24.64	27.34	-	-	-
2009	0.9387	20.10	25.19	-	-	-
<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>			
2013 <sup>2</sup>	1.0749	108.90	119.50	0.1387	97.83	101.10
2012	0.1293	106.70	109.30	-	-	-
<b>Fidelity PathFinder Freedom 2 Accumulation Shares</b>						
2013 <sup>2</sup>	0.1540	98.85	105.90			

#### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (40% BofA ML Sterling Large Cap (Net), 20% MSCI All Countries World (Net), 15% FTSE All Share (Net), 10% DJ-UBS Commodity Index Total Return, 10% 1 Week GBP Libid, 5% FTSE EPRA/NAREIT developed index (G))\* over the period. Both tactical asset allocation and the choice of funds held contributed to performance. Based on my positive view on global growth, at the start of the period, the fund had a bias towards equities, property shares and commodities at the expense of bonds. The decision to be overweight in equities and property shares helped performance; however, gains were partly offset by the bias towards commodities. Subsequently, the exposure to commodities was reduced to an underweight position by selling the position in ETFS All Commodities. In equities, an overweight stance in Japan, Pacific ex Japan and the US supported returns. The exposure to Fidelity Institutional Pacific (ex-Japan) Fund was increased. In Japan, new positions were purchased in Fidelity Japan Fund and iShares MSCI Japan Fund. Over the second half of the period, property shares and bonds detracted from performance following the Federal Reserve's announcement that it could begin tapering its quantitative easing programme to reduce the risk of inflation. A reduction in the quantitative easing programme could lead to a rise in interest rates, which would likely impact property shares and bonds as they are sensitive to changes in interest rates. Consequently, the holding in Fidelity Funds - Asia Pacific Property Fund was sold and the exposure to Fidelity Global Property Fund was reduced. The choice of funds used to invest in the equities and fixed income segments enhanced gains. In the UK, favourable positions in banks supported the performance of Fidelity MoneyBuilder Growth Fund. An overweight stance in BBB rated bonds boosted the performance of Fidelity Institutional UK Corporate Bond Fund. In contrast, positions in the consumer industries sector and real estate investment trusts (REITs) undermined gains.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

Trevor Greetham  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve long term capital growth by investing in a range of global assets providing exposure to bonds, equities, commodities, property and cash. The fund will invest primarily through other regulated collective investment schemes, including schemes managed by Fidelity, and may also invest directly in other transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 8.7% with net income reinvested, outperforming the Comparative Index of 6.9%.

### PERFORMANCE SINCE LAUNCH

22 January 07 to 31 October 13



1. Comparative Index: Comprises 40% BofA ML Sterling Large Cap (Net), 20% MSCI All Countries World (Net), 15% FTSE All Share (Net), 10% DJ-UBS Commodity Index Total Return, 10% 1 Week GBP Libid & 5% FTSE EPRA/NAREIT developed index (G).

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	21.9	9.9	0.2	4.4	8.7
Comparative Index	13.8	12.1	3.5	6.8	6.9

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 40.4% compared with the comparative index return of 37.5%. Performance excludes initial charge.

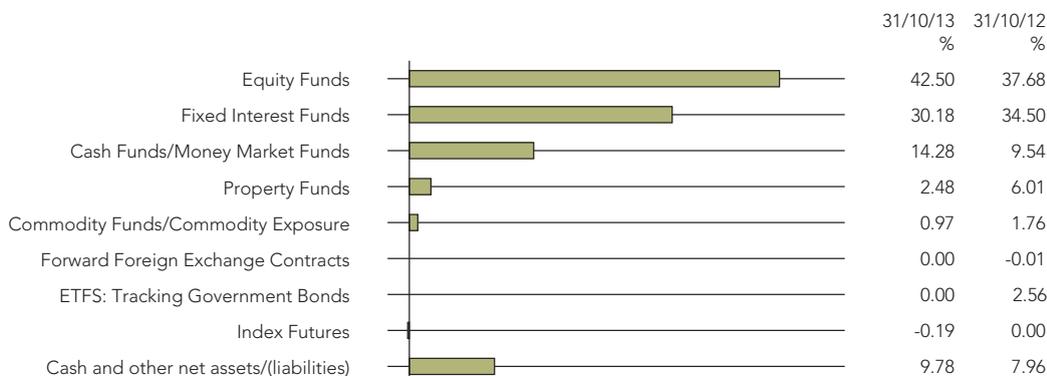
Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Institutional UK Gilt Fund	15.65
Fidelity Gross Accumulating Cash Fund	14.28
Fidelity Institutional UK Corporate Bond Fund	9.99
Fidelity UK Select Fund	6.02
Fidelity MoneyBuilder Dividend Fund	4.56
Fidelity MoneyBuilder Growth Fund	4.51
Fidelity American Fund	3.77
Fidelity Funds - Global Industrials Fund	2.83
Fidelity Funds - Global Consumer Industries Fund	2.59
Fidelity Global Property Fund	2.48

Top holdings as at 31/10/12	% of total net assets
Fidelity Institutional UK Gilt Fund	17.01
Fidelity Institutional UK Corporate Bond Fund	10.02
Fidelity Gross Accumulating Cash Fund	9.54
Fidelity Strategic Bond Fund	7.46
Fidelity Global Property Fund	6.01
Fidelity UK Select Fund	3.75
Fidelity Special Situations Fund	3.34
Fidelity MoneyBuilder Growth Fund	3.32
Fidelity American Fund	3.24
Fidelity UK Growth Fund	3.00

FUND FACTS

INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.6125	0.0786
	XD date	Y Accumulation Shares	Fidelity Pathfinder Focused 2 Accumulation Shares
Final distribution	01/11/13	1.0480	0.2429

ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.59	0.88
31/10/12	1.60	-
	Y Accumulation Shares	Fidelity Pathfinder Focused 2 Accumulation Shares**
31/10/13	1.10	1.60
31/10/12	1.19	-

The ongoing charges figure is the ratio of total costs to average net assets.\* The N Accumulation Shares were launched on 24/07/2013.\*\* The Fidelity Pathfinder Focused 2 Accumulation Shares were launched on 11/02/13.

**FUND FACTS - CONTINUED**

**FUND SIZE<sup>3</sup>**

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	633.9	140.42	451,420,395	4.4	100.32	4,428,436
31/10/12	642.3	129.22	497,029,067	-	-	-
31/10/11	578.5	123.75	467,458,282	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 2 Accumulation Shares</b>		
31/10/13	60.7	125.56	48,349,445	4.2	103.72	4,003,687
31/10/12	11.2	115.07	9,760,862	-	-	-
31/10/11	7.4	109.84	6,772,488	-	-	-

**INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)**

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.6125	131.00	144.20	0.0786	97.59	100.50
2012	1.0383	122.70	131.00	-	-	-
2011	0.8403	117.30	129.60	-	-	-
2010	0.9432	112.50	127.70	-	-	-
2009	0.9200	91.08	116.90	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 2 Accumulation Shares</b>		
2013 <sup>2</sup>	1.0480	116.80	128.70	0.2429	98.66	106.50
2012	1.2760	109.10	116.80	-	-	-
2011	1.1207	104.00	114.80	-	-	-
2010	1.2101	99.23	113.00	-	-	-
2009	-	99.96	103.00	-	-	-

**Footnotes:**

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Global equities rose over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. The supportive response of central banks, which increased money supply in the economy to support growth, buoyed most equity markets across the world. Later, improving economic data also aided sentiment. Against this backdrop, Japan rose the most in sterling terms, followed by the US, Europe ex UK and the UK. Pacific ex Japan rose more modestly, whilst emerging markets declined.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (MSCI All Countries World Index Net)\* since its launch on 5 February 2013, largely on account of picking the right underlying managers in different asset classes. The exposure to small sized companies, which outperformed their larger counterparts, contributed to the performance of the US and UK equity segments. Returns from William Blair US Small-Mid Cap Growth Fund and Fidelity UK Smaller Companies Fund supported performance. Moreover, in the UK, Majedie UK Equity Fund, which focuses on stocks that are more sensitive to the economic cycle, notably financials supported returns. Positions in CF Morant Wright Japan Fund and Eaton Vance Parametric Emerging Markets Fund also enhanced gains in the Japanese and emerging market segments, respectively. However, in Europe ex UK, the performance of certain underlying funds held in the portfolio suffered as their investment approaches were less suited to the market environment during the period. Returns from the Pacific ex Japan were hurt by the bias towards emerging Asian markets. In terms of tactical asset allocation, we favoured underweight positions in the US and Europe ex UK and had a bias towards Pacific ex Japan, which detracted from returns. In contrast, an overweight stance in Japan supported performance. In the latter part of the period, we raised holdings in Europe ex UK, shifting to a neutral stance as improving economic data supported the outlook for the region. We raised the exposure to Montanaro European Smaller Companies Fund and Northern Trust Europe (ex-UK) Equity Index Fund. We also bought a small position in a FTSE/Athens Derivatives Exchange 20 Index Future. This fund provides us exposure to Greece as we think that the market could recover strongly. In the UK segment, we reduced the allocation to Fidelity MoneyBuilder Index Fund, but bought a new holding in MFS UK Equity Fund. The latter has a strong stock picking team, which we believe should help it to outperform the market. We also sold positions in Schroder UK Alpha Plus Fund and Allianz US Equity Fund.

### OUTLOOK

Improving economic data coupled with accommodative central bank policies support the outlook for equities. At the regional level, we favour Asian and emerging markets, as we think they have the potential to outperform other regions in the coming months.

Ayesha Akbar and James Bateman  
Fund Managers  
31 October 13

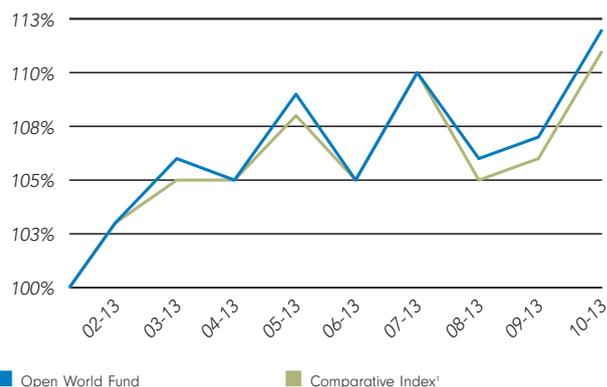
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

The fund was launched on 5 February 2013. Since its launch the fund returned 11.7% with net income reinvested outperforming its comparative index return of 11.0%.

### PERFORMANCE SINCE LAUNCH

5 February 13 to 31 October 13



1. Comparative Index: MSCI All Countries World Index (Net)

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 11.7% compared with the comparative index return of 11.0%. Performance excludes initial charge.

A discrete 1 year performance table has not been included as the fund was launched in February 2013 and does not have a full twelve month performance record.

Past performance is not a reliable indicator of future results.

## INVESTMENT OBJECTIVE AND POLICY

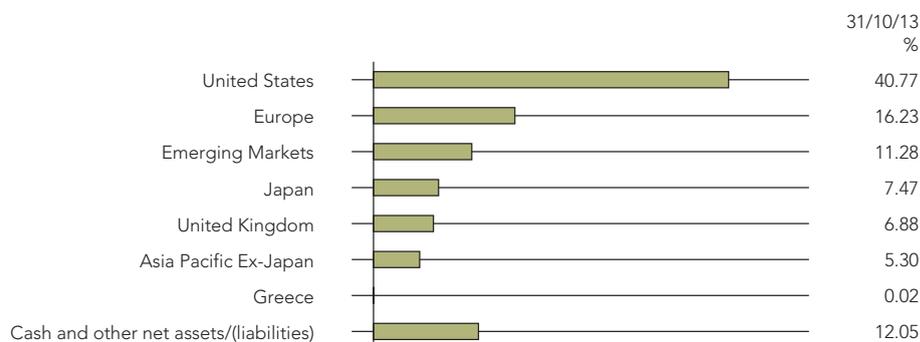
The fund aims to provide long term capital growth from exposure to global markets mainly in equities. The Fund will invest in collective investment schemes including those managed by Fidelity and may also invest in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 is shown below.

Top holdings as at 31/10/13	% of total net assets
BlackRock North American Equity Tracker Fund	18.63
Fidelity Funds - America Fund	11.06
William Blair US Small-Mid Cap Growth Fund	9.63
CF Morant Wright Japan Fund	7.47
Eaton Vance Parametric Emerging Markets Fund	7.13
BlackRock Continental European Fund	5.75
Northern Trust Emerging Market Index Fund	4.15
Northern Trust Europe (ex-UK) Equity Index Fund	3.98
Fidelity South-East Asia Fund	3.18
IVI European Fund	2.55

Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 05/02/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 5 February 2013.

FUND FACTS

INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	-	-
	XD date	Y Accumulation Shares	Fidelity PathFinder Freedom 5 Accumulation Shares
Final distribution	01/11/13	-	-

ONGOING CHARGES (%)

	A Accumulation Shares*	N Accumulation Shares**
31/10/13	2.11	1.35
	Y Accumulation Shares*	Fidelity PathFinder Freedom 5 Accumulation Shares***
31/10/13	1.61	2.10

The ongoing charges figure is the ratio of total costs to average net assets.\* The A Accumulation and Y Accumulation Shares were launched on 5/2/13. \*\* The N Accumulation Shares were launched on 24/07/13.\*\*\* The Fidelity PathFinder Freedom 5 Accumulation Shares were launched on 11/02/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
31/10/13	3.2	111.65	2,881,978	0.1	101.64	8,260
31/10/13	3.4	112.06	3,097,727	2.6	111.24	2,376,071

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
2013 <sup>2,3</sup>	-	100.00	111.70	-	96.26	101.70
2013 <sup>2,3</sup>	-	100.00	112.10	-	100.00	111.30

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (35% BofA ML Sterling Broad Mkt (Net), 7.2% FTSE All Share (Net), 10% GBP Overnight Libor, 10% DJ - UBS Commodity Index TR, 4.8% MSCI Europe Ex UK (Net), 4.8% MSCI North America (Net), 4.8% MSCI AC Pacific (Net), 21% Morningstar UK Savings 2500, 2.4% MSCI Emerging Markets (Net))\* over the period. Tactical asset allocation and the choice of underlying funds held in the portfolio contributed to performance. Selected funds in the fixed income segment supported performance. An overweight stance in BBB rated corporate bonds boosted the performance of Fidelity MoneyBuilder Income Fund and Fidelity Extra Income Fund as corporate bonds posted positive returns over the period. Underlying funds in the equity regions also enhanced gains. In emerging markets, positions in the consumer discretionary sector buoyed returns in Fidelity Institutional Emerging Markets Fund. In the UK, favourable positions in banks supported the performance of Fidelity MoneyBuilder Growth Fund. Elsewhere, positions in Pacific and the US equity regions also enhanced gains. The fund's asset allocation changes each month so that we have 100% cash at the end of 2015. I am optimistic on global growth and had a preference for equities given the improving economic environment. The overweight stance in the US helped performance, given pro growth monetary policies and largely positive corporate earnings. Accordingly, I purchased holdings in Fidelity Funds - American Growth Fund and Fidelity Funds - America Fund. The allocation to UK equities was also increased via Fidelity UK Select Fund. In contrast, the exposure to bonds was reduced. In the first half of the period, given signs of stabilisation in global growth, positions in Fidelity Strategic Bond Fund and Fidelity Extra Income Fund were sold. In the later part of the period, the exposure to Fidelity Institutional UK Gilt Fund was reduced amid concerns that the Federal Reserve would taper liquidity to reduce the risk of inflation. This would likely impact bonds, which are sensitive to changes in interest rates.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

**Joo Hee Lee**  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve long term capital growth for investors planning to withdraw substantial portions of their investment in or after the year 2015. The fund's policy is to invest in a wide range of investments covering markets throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2015 is approached. The fund will invest in other collective investment schemes (both regulated and unregulated), including schemes managed by Fidelity, and may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 5.7% with net income reinvested, outperforming the Comparative Index of 5.1%.

### PERFORMANCE SINCE LAUNCH

2 June 03 to 31 October 13



1. Comparative Index: The Comparative Index follows a roll down path designed to match the changing asset class exposure of the fund. The initial asset class exposure is 100% equity and this changes over time as the fund approaches its maturity date, with bonds and then cash being introduced in increasing amounts. The Comparative Index weights and components as at 31/10/2013. Comprises: 35% BofA ML Sterling Broad Mkt (Net), 7.2% FTSE All Share (Net), 10% GBP Overnight Libor, 10% DJ - UBS Commodity Index TR, 4.8% MSCI Europe Ex UK (Net), 4.8% MSCI North America (Net), 4.8% MSCI AC Pacific (Net), 21% Morningstar UK Savings 2500 (Net) & 2.4% MSCI Emerging Markets (Net)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	21.7	12.2	0.1	5.7	5.7
Comparative Index	16.0	12.5	2.6	5.3	5.1

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 94.3% compared with the comparative index return of 99.8%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION

	31/10/13 %	31/10/12 %
Equity Funds	26.64	32.85
Fixed Interest Funds	21.91	45.47
Cash Funds/Money Market Funds	20.87	12.06
ETFs: Tracking Government Bonds	11.70	0.00
Absolute Return Funds	8.99	0.00
Commodity Funds/Commodity Exposure	7.86	7.83
Cash and other net assets/(liabilities)	2.03	1.79

## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Gross Accumulating Cash Fund	20.87
iShares FTSE UK Gilts 0-5 Fund	11.70
Fidelity Institutional UK Gilt Fund	10.09
Threadneedle Absolute Return Bond Fund	8.99
Fidelity Institutional UK Aggregate Bond Fund	8.43
ETFs All Commodities	7.90
Fidelity Funds - America Fund	3.53
Fidelity MoneyBuilder Income Fund	3.38
Fidelity UK Select Fund	3.30
Fidelity European Fund	2.87

Top holdings as at 31/10/12	% of total net assets
Fidelity Institutional UK Gilt Fund	26.51
Fidelity Gross Accumulating Cash Fund	12.06
Fidelity Strategic Bond Fund	10.09
ETFs All Commodities	7.90
Fidelity Extra Income Fund	5.30
Fidelity Genesis Fund	4.19
Fidelity MoneyBuilder Income Fund	3.54
Fidelity European Opportunities Fund	3.32
Fidelity Institutional Emerging Markets Fund	3.31
Fidelity European Fund	3.26

### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	Gross paying A Accumulation Shares
Final distribution	01/11/13	0.1047	0.0035

### ONGOING CHARGES (%)

	A Accumulation Shares	Gross paying A Accumulation Shares*
31/10/13	1.37	1.37
31/10/12	1.61	-

The ongoing charges figure is the ratio of total costs to average net assets.\* The Gross paying A Accumulation Shares were launched on 08/03/13.

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	A Accumulation Shares			Gross paying A Accumulation Shares		
31/10/13	8.4	48.57	17,201,333	10.3	48.62	21,146,403
31/10/12	20.1	45.97	43,694,556	-	-	-
31/10/11	19.8	43.48	45,509,834	-	-	-

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	A Accumulation Shares			Gross paying A Accumulation Shares		
2013 <sup>2</sup>	0.1047	46.45	49.61	0.0035	47.08	100.00
2012	0.4707	43.20	46.48	-	-	-
2011	0.4369	40.82	45.96	-	-	-
2010	0.4000	39.10	45.25	-	-	-
2009	0.6284	30.47	40.44	-	-	-

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (17.7% FTSE All Share (Net), 11.8% MSCI Europe ex-UK (Net), 11.8% MSCI North America (Net), 11.8% MSCI AC Pacific (Net), 21% BofA ML Sterling Broad Mkt (Net), 10% GBP Overnight Libor, 10% DJ - UBS Commodity Index, 5.9% MSCI Emerging Markets (Net))\* over the period. Tactical asset allocation and the choice of underlying funds held in the portfolio contributed to performance. Selected funds in most equity regions supported performance. In the UK, favourable positions in banks strengthened the performance of Fidelity MoneyBuilder Growth Fund. In emerging markets, stock picking in the consumer discretionary sector boosted the performance of Fidelity Institutional Emerging Markets Fund. Underlying funds in Pacific and the US equity regions also enhanced gains. Elsewhere, an overweight stance in BBB rated corporate bonds buoyed returns in Fidelity MoneyBuilder Income Fund and Fidelity Extra Income Fund as corporate bonds posted positive returns over the period. The fund's asset allocation changes each month so that we have 100% cash at the end of 2020. I am optimistic on global growth and had a preference for equities given the improving economic environment. The overweight stance in the US helped returns, given pro growth monetary policies and largely positive corporate earnings. Accordingly, I purchased holdings in Fidelity Funds - American Growth Fund and Fidelity Funds - America Fund. The allocation to UK equities was also increased via Fidelity UK Select Fund. In contrast, the exposure to bonds was reduced. In the first half of the period, given signs of stabilisation in global growth, positions in Fidelity Strategic Bond Fund and Fidelity Extra Income Fund were sold. In the later part of the period, the exposure to Fidelity Institutional UK Gilt Fund was reduced amid concerns that the Federal Reserve would taper liquidity to reduce the risk of inflation. This would likely impact bonds, which are sensitive to changes in interest rates.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

**Joo Hee Lee**  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The Fund's investment objective is to achieve long term capital growth for investors planning to withdraw substantial portions of their investment in or after the year 2020. The Fund's policy is to invest in a wide range of investments covering markets throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2020 is approached. The Fund will invest in other collective investment schemes (both regulated and unregulated), including schemes managed by Fidelity, and may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 13.9% with net income reinvested, outperforming the Comparative Index of 12.8%.

### PERFORMANCE SINCE LAUNCH

2 June 03 to 31 October 13



1. Comparative Index: The Comparative Index follows a roll down path designed to match the changing asset class exposure of the fund. The initial asset class exposure is 100% equity and this changes over time as the fund approaches its maturity date, with bonds and then cash being introduced in increasing amounts. The Comparative Index weights and components as at 31/10/13. Comprises: 17.7% FTSE All Share (Net), 11.8% MSCI Europe ex-UK (Net), 11.8% MSCI North America (Net), 11.8% MSCI AC Pacific (Net), 21% BofA ML Sterling Broad Mkt (Net), 10% GBP Overnight Libor, 10% DJ - UBS Commodity Index & 5.9% MSCI Emerging Markets (Net)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	26.3	13.1	-2.5	6.0	13.9
Comparative Index	18.5	14.8	-0.1	5.9	12.8

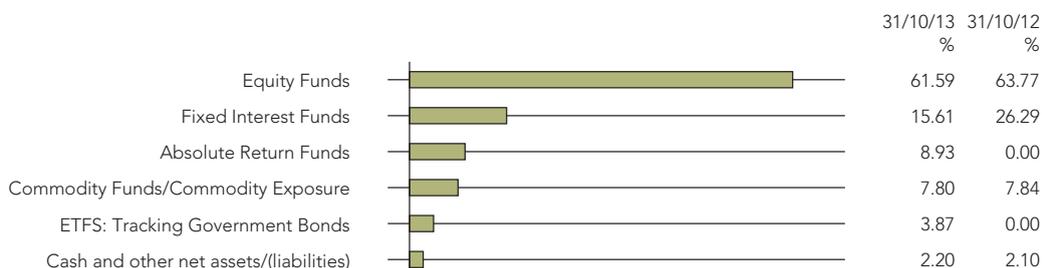
Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 115.2% compared with the comparative index return of 105.5%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Threadneedle Absolute Return Bond Fund	8.93
ETFS All Commodities	7.84
Fidelity Institutional UK Aggregate Bond Fund	7.81
Fidelity Funds - America Fund	7.74
Fidelity UK Select Fund	7.53
Fidelity European Fund	7.08
Fidelity Japan Fund	5.91
Fidelity Institutional UK Gilt Fund	5.85
Fidelity Institutional Emerging Markets Fund	5.83
Fidelity MoneyBuilder Growth Fund	5.67

Top holdings as at 31/10/12	% of total net assets
Fidelity Institutional UK Gilt Fund	12.16
Fidelity Strategic Bond Fund	10.09
Fidelity Genesis Fund	8.15
ETFS All Commodities	7.90
Fidelity European Opportunities Fund	6.46
Fidelity Institutional Emerging Markets Fund	6.42
Fidelity European Fund	6.32
Fidelity Japan Fund	5.90
FAST - UK Fund	4.77
Fidelity MoneyBuilder Growth Fund	4.77

### Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
- Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares
Final distribution	01/11/13	0.2090

### ONGOING CHARGES (%)

	A Accumulation Shares
31/10/13	1.68
31/10/12	2.06

The ongoing charges figure is the ratio of total costs to average net assets.

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	A Accumulation Shares		
31/10/13	22.7	53.79	42,134,248
31/10/12	20.1	47.22	42,609,544
31/10/11	19.5	44.56	43,711,324

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price
	A Accumulation Shares		
2013 <sup>2</sup>	0.2090	48.40	54.77
2012	0.2502	43.85	48.14
2011	0.1008	40.46	49.11
2010	0.0791	40.65	48.66
2009	0.3462	29.10	42.71

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (24.6% FTSE All Share (Net), 16.4% MSCI Europe ex-UK (Net), 16.4% MSCI North America (Net), 16.4% MSCI AC Pacific (Net), 8.2% MSCI Emerging Markets (Net), 7% GBP Overnight Libor, 6% DJ - UBS Comm Index TR, 5% BofA ML Sterling Broad Mkt (Net))\* over the period largely due to selected funds held in the portfolio. Tactical asset allocation also contributed to performance. The choice of funds used to invest in equities across most regions supported performance. In emerging markets, stock picking in the consumer discretionary sector supported returns of Fidelity Institutional Emerging Markets Fund. In the Pacific region, favourable positions in the information technology sector enhanced gains of Fidelity Institutional Pacific (ex-Japan) Fund. Underlying funds in the UK and the US equities also contributed to performance. Elsewhere, an overweight stance in the BBB rated corporate bonds boosted returns of Fidelity MoneyBuilder Income Fund and Fidelity Extra Income Fund. The fund's asset allocation changes each month so that we have 100% cash at the end of 2025. I am optimistic on global growth and had a preference for equities given the improving economic environment. I had an overweight stance in the US given pro growth monetary policies and largely positive corporate earnings. Accordingly, holdings were purchased in Fidelity Funds - American Growth Fund and Fidelity Funds - America Fund. The allocation to UK equities was also increased via Fidelity UK Select Fund. In contrast, the exposure to bonds was reduced. In the first half of the period, given signs of stabilisation in global growth, positions in Fidelity Strategic Bond Fund and Fidelity Extra Income Fund were sold. In the later part of the period, the holding in Fidelity Institutional UK Gilt Fund was reduced amid concerns that the Federal Reserve would taper liquidity to reduce the risk of inflation. This would likely impact bonds, which are sensitive to changes in interest rates.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe. Corporate bonds are likely to outperform as they benefit from recovery and investors are attracted by the level of income they pay.

**Joo Hee Lee**  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve long term capital growth for investors planning to withdraw substantial portions of their investment in or after the year 2025. The fund's policy is to invest in a wide range of investments covering markets throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2025 is approached. The fund will invest in other collective investment schemes, including schemes managed by Fidelity, and may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 19.6% with net income reinvested, outperforming the Comparative Index of 18.6%.

### PERFORMANCE SINCE LAUNCH

30 April 07 to 31 October 13



■ Target 2025 Fund

■ Comparative Index<sup>1</sup>

1. Comparative Index: The Comparative Index follows a roll down path designed to match the changing asset class exposure of the fund. The initial asset class exposure is 100% equity and this changes over time as the fund approaches its maturity date, with bonds and then cash being introduced in increasing amounts. The Comparative Index weights and components as at 31/10/2013 Comprises: 24.6% FTSE All Share (Net), 16.4% MSCI Europe ex-UK (Net), 16.4% MSCI North America (Net), 16.4% MSCI AC Pacific (Net), 8.2% MSCI Emerging Markets (Net), 7% GBP Overnight Libor, 6% DJ - UBS Comm Index TR & 5% BofA ML Sterling Broad Mkt (Net)

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	25.6	14.2	-3.5	6.6	19.6
Comparative Index	18.4	16.5	-1.5	6.9	18.6

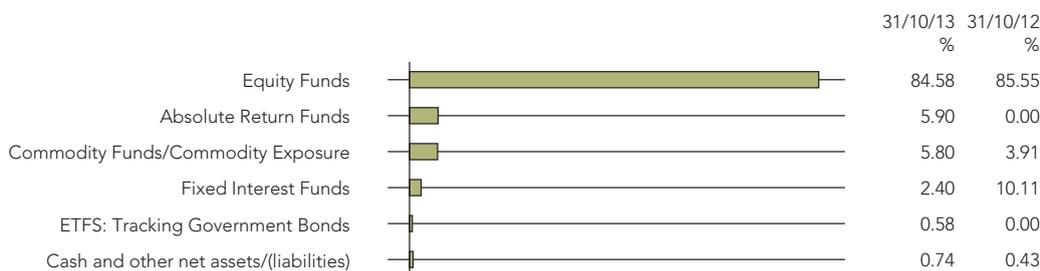
Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 24.4% compared with the comparative index return of 28.3%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Funds - America Fund	10.48
Fidelity UK Select Fund	10.26
Fidelity European Fund	9.78
Fidelity Japan Fund	8.30
Fidelity Institutional Emerging Markets Fund	8.04
Fidelity MoneyBuilder Growth Fund	7.69
Fidelity Institutional Pacific (ex-Japan) Fund	6.76
Fidelity European Opportunities Fund	6.54
Threadneedle Absolute Return Bond Fund	5.90
ETFS All Commodities	5.80

Top holdings as at 31/10/12	% of total net assets
Fidelity Genesis Fund	10.94
Fidelity European Opportunities Fund	8.65
Fidelity Institutional Emerging Markets Fund	8.61
Fidelity European Fund	8.49
Fidelity Japan Fund	7.94
FAST - UK Fund	6.40
Fidelity MoneyBuilder Growth Fund	6.40
Fidelity Strategic Bond Fund	6.04
Fidelity American Special Situations Fund	5.96
Fidelity South-East Asia Fund	5.85

### Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
3. Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares
Final distribution	01/11/13	0.5215

### ONGOING CHARGES (%)

	A Accumulation Shares
31/10/13	2.04
31/10/12	1.91

The ongoing charges figure is the ratio of total costs to average net assets.

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
			A Accumulation Shares
31/10/13	2.5	100.91	2,509,360
31/10/12	2.5	104.03	2,434,223
31/10/11	1.8	97.56	1,802,816

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price
			A Accumulation Shares
2013 <sup>2</sup>	0.5215	107.70	126.30
2012	0.3672	95.48	106.80
2011	0.0781	86.57	109.90
2010	0.0784	88.88	108.40
2009	0.5270	62.80	94.06

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Over the 12 months to the end of October 2013, global equities outperformed other asset classes. There were concentrated efforts by central banks in the US and Europe to contain the debt crisis and subsequent signs of improvement in global growth supported equity markets. Towards the end of the period, investor sentiment was boosted as the US Congress reached an agreement to end the government shutdown. At a regional level, Japanese equities advanced the most. Commodities declined amid concerns of slower growth in China. Elsewhere, in the fixed income segment, corporate bonds outperformed government bonds.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (29.1% FTSE All Share (Net), 19.4% MSCI Europe ex-UK (Net), 19.4% MSCI North America (Net), 19.4% MSCI AC Pacific (Net), 9.7% MSCI Emerging Markets (Net), 1% GBP Overnight LIBOR, 1% BOFA ML BROAD MARKET (NET).)\*, 1% DJ - UBS Commodity TR over the period largely due to selected funds held in the portfolio. The choice of funds used to invest in equities across most regions supported performance. In emerging markets, stock picking in the consumer discretionary sector supported returns of Fidelity Institutional Emerging Markets Fund. In the Pacific region, favourable positions in the information technology sector enhanced gains of Fidelity Institutional Pacific (ex-Japan) Fund. Underlying funds in the UK and the US equities also contributed to performance. In contrast, holdings in the health care sector held back returns in the Europe ex UK region. The fund's asset allocation changes each month so that we have 100% cash at the end of 2030. I am optimistic on global growth and had a preference for equities given the improving economic environment. I had an overweight stance in the US given pro growth monetary policies and largely positive corporate earnings. Accordingly, holdings were purchased in Fidelity Funds - American Growth Fund and Fidelity Funds - America Fund, but sold in Fidelity Genesis Fund. The allocation to UK equities was also raised via Fidelity UK Select Fund. Some adjustments were made in the Pacific region. The position in Fidelity South-East Asia Fund was sold, whilst the exposure to Fidelity Institutional Pacific (ex-Japan) Fund was increased. Elsewhere, the holding in Fidelity Strategic Bond Fund was sold amid signs of stabilisation in global growth and concerns that the Federal Reserve would taper liquidity to reduce the risk of inflation. This would likely impact bonds, which are sensitive to changes in interest rates.

### OUTLOOK

Looking ahead, equities may perform well as the outlook for economic growth improves. Strong business confidence in the US and Japan, and rising optimism in Europe and China suggest that the global economy is recovering. Fundamental improvements in the US economy could lead to a stronger US dollar in 2014. This could prove challenging for emerging markets and Asia Pacific equities as US investors tend to move money back to the US when the dollar is strong. The Bank of Japan's policies should support economic growth and therefore lead to strong equity returns in Japan. Meanwhile, the trend in economic data points to a continued recovery in Europe.

Joo Hee Lee  
Fund Manager  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve long term capital growth for investors planning to withdraw substantial portions of their investment in or after the year 2030. The fund's policy is to invest in a wide range of investments covering markets throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2030 is approached. The fund will invest in other collective investment schemes, including schemes managed by Fidelity, and may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 23.8% with net income reinvested, outperforming the Comparative Index of 22.8%.

### PERFORMANCE SINCE LAUNCH

30 April 07 to 31 October 13



1. Comparative Index: The Comparative Index follows a roll down path designed to match the changing asset class exposure of the fund. The initial asset class exposure is 100% equity and this changes over time as the fund approaches its maturity date, with bonds and then cash being introduced in increasing amounts. The Comparative Index weights and components as at 31/10/2013 Comprises 29.1% FTSE All Share (Net), 19.4% MSCI Europe ex-UK (Net), 19.4% MSCI North America (Net), 19.4% MSCI AC Pacific (Net), 9.7% MSCI Emerging Markets (Net), 1% GBP Overnight LIBOR, 1% BOFA ML BROAD MARKET (NET) & 1% DJ - UBS Commodity TR.

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance	25.7	14.7	-4.0	6.5	23.8
Comparative Index	18.9	17.1	-2.0	7.7	22.8

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 29.6% compared with the comparative index return of 34.4%. Performance excludes initial charge.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds will invest in 'sub-investment grade' bonds. These bonds may produce a higher level of income than 'investment grade' bonds but at a higher risk to your capital. With funds that invest in bonds, cash or other money market instruments there is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are classed as sub-investment grade. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. The value of the fund may be affected if any of the institutions with which cash is deposited suffers insolvency or other financial difficulty. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

## PORTFOLIO INFORMATION

	31/10/13 %	31/10/12 %
Equity Funds	99.34	98.59
Fixed Interest Funds	0.00	1.02
Cash and other net assets/(liabilities)	0.66	0.39

## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Funds - America Fund	12.23
Fidelity UK Select Fund	12.03
Fidelity European Fund	11.60
Fidelity Japan Fund	9.72
Fidelity Institutional Emerging Markets Fund	9.49
Fidelity MoneyBuilder Growth Fund	9.04
Fidelity Institutional Pacific (ex-Japan) Fund	7.92
Fidelity European Opportunities Fund	7.72
Fidelity MoneyBuilder Dividend Fund	6.07
Fidelity Special Values PLC	2.99

Top holdings as at 31/10/12	% of total net assets
Fidelity Genesis Fund	12.56
Fidelity European Opportunities Fund	9.97
Fidelity Institutional Emerging Markets Fund	9.93
Fidelity European Fund	9.77
Fidelity Japan Fund	9.14
FAST - UK Fund	7.38
Fidelity MoneyBuilder Growth Fund	7.38
Fidelity American Special Situations Fund	6.87
Fidelity South-East Asia Fund	6.71
Fidelity MoneyBuilder Dividend Fund	5.97

### Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.
- Prior to 1 November 2008 the fund was constituted as a UCITS scheme under the Fidelity Investment Funds II umbrella company. From 1 November 2008 the fund was converted to a Non-UCITS retail scheme under the Fidelity Investment Funds IV umbrella company. The performance record reflects results since launch under the UCITS scheme but the Fund Size and Income Per Share and Price History tables are for periods after the conversion.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares
Final distribution	01/11/13	0.5773

### ONGOING CHARGES (%)

	A Accumulation Shares
31/10/13	2.01
31/10/12	1.90

The ongoing charges figure is the ratio of total costs to average net assets.

### FUND SIZE<sup>3</sup>

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	A Accumulation Shares		
31/10/13	3.9	129.62	3,039,422
31/10/12	2.5	104.69	2,434,117
31/10/11	2.1	98.32	2,148,910

### INCOME PER SHARE AND PRICE HISTORY<sup>3</sup> (pence)

Calendar year	Income per share	Lowest price	Highest price
	A Accumulation Shares		
2013 <sup>2</sup>	0.5773	109.10	130.80
2012	0.2359	95.50	108.00
2011	0.0425	86.21	111.80
2010	0.0832	89.56	110.00
2009	0.4905	63.25	94.95

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Global equities rose over the period, supported by the US Federal Reserve's (Fed) unexpected decision to leave its bond buying programme unchanged. Positive economic data from China, receding geopolitical risks in Syria and signs of improvement in Europe further supported equities. An impasse in the US Congress, which led to a partial shutdown of US government institutions, pared gains in early October. However, lawmakers agreed to end the government shutdown, helping markets rise further. Against this backdrop, Europe ex UK rose the most in sterling terms, followed by emerging markets, Pacific ex Japan, the UK, the US and Japan.

### PORTFOLIO ACTIVITY

The fund underperformed the comparative index MSCI All Countries World Index (Net UK Tax)\* since its launch on 4 September. We invested in index funds to gain market exposure as we are currently reviewing a number of undiscovered fund managers. We bought S&P E-Mini 500 Futures, which gains if the S&P 500 index rises, and reduced the allocation to SPDR S&P US Dividend Aristocrats ETF Fund. Elsewhere, we bought a new position in Alken European Opportunities Fund. In the UK segment, we sold holdings in Fidelity MoneyBuilder Index Fund and in FTSE 100 Index Futures. The former tracks the performance of the FTSE All Share Index whilst the latter is a financial instrument that enables us to speculate on the performance of the FTSE 100 Index. These were replaced with a high conviction position in Heronbridge UK Equity Fund, as we have very strong conviction in the fund's ability to outperform UK equities. The significant allocation to this fund, however, resulted in disproportionate exposure to the UK stock market. In order to reduce this risk, we purchased a position in FTSE 100 Futures. This enables us to reduce the excessive dependence on the UK market for returns. We anticipate that it will take 3 to 6 months to reverse the index positions.

### OUTLOOK

Improving economic data coupled with accommodative central bank policies, support the outlook for equities. At the regional level, a self-sustaining recovery is underway in the US, the Japanese economy remains strong and the UK is seeing a strong housing led upturn. Growth is picking up in Europe, but the financial sector is weak, earnings revisions are negative and political tensions could re-emerge if the economy slows. Elsewhere, Pacific ex Japan and emerging markets are likely to be hurt by slower growth in China and by money moving back to the US as interest rates there rise.

Nick Peters & James Bateman  
Fund Managers  
31 October 13

## PERFORMANCE RECORD

### PERFORMANCE

The fund was launched on 04 September 2013. Since its launch the fund returned 4.4% with net income reinvested underperforming its comparative index return of 4.8%.

Comparative Index: 100% MSCI All Countries World Index (Net UK Tax)

A discrete 1 year performance table has not been included as the fund was launched in September 2013 and does not have a full twelve month performance record.

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 4.4% compared with the comparative index return of 4.8%. Performance excludes initial charge.

Due to the short period since launch, a performance graph is not applicable and has not been included.

## INVESTMENT OBJECTIVE AND POLICY

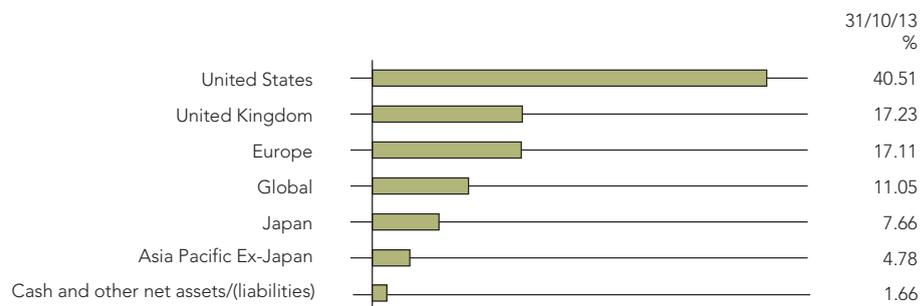
The fund's investment objective is to achieve long term capital growth. The Fund's policy is to invest primarily in collective investment schemes covering markets throughout the world and providing exposure mainly to equities, including schemes managed by Fidelity. The Fund will seek to invest in new, emerging or undiscovered fund managers who offer the potential to outperform their peer group. This may include fund managers who are relatively new to managing money and so have a shorter track record; or those running a fund which has gone unnoticed by the market but has a solid track record but lower assets under management; or those managers who are stand alone or with a small team in a boutique structure. The Fund may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. The value of investments and the income from it can go down as well as up so you may not get back the amount you invested. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

PORTFOLIO INFORMATION



TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Funds - American Growth Fund	20.55
Heronbridge UK Equity Fund	17.58
Alken European Opportunities Fund	17.11
BlackRock North American Equity Tracker Fund	12.12
PFS Somerset Global Emerging Markets Fund	11.05
Baring Japan Growth Trust	7.66
SPDR S&P US Dividend Aristocrats ETF	7.54
JO Hambro Asia ex-Japan Fund	4.78
S&P500 E-Mini Future 20/12/2013	0.30
FTSE 100 Index Future 20/12/2013	-0.36

Footnotes:

1. The net asset value is the accounting value at the year end on a fair value basis.
2. The figures show highest and lowest share prices from 04/09/13 to 31/10/13 and income per share to 01/11/13.
3. There is no comparative data as this fund was launched on 4 September 2013.

FUND FACTS

INCOME (pence per share)

	XD date	Y Accumulation Shares
Final distribution	01/11/13	0.0355

ONGOING CHARGES (%)

	Y Accumulation Shares*
31/10/13	1.74

The ongoing charges figure is the ratio of total costs to average net assets.\* The Y Accumulation Shares were launched on 04/09/13.

FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
31/10/13	3.4	104.37	3,226,394

INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price
2013 <sup>2,3</sup>	0.0355	100.00	104.40

## FUND MANAGER'S COMMENTARY

### MARKET REVIEW

Global equities rose over the period despite ongoing concerns about the European debt crisis and periodic fears over the sustainability of global growth. Markets advanced largely due to the supportive response of central banks, which increased money supply in the economy to support growth. Later, improving economic data also aided sentiment. Against this backdrop, Japan rose the most in sterling terms, followed by Europe ex UK, the US, the UK, Pacific ex Japan and emerging markets.

### PORTFOLIO ACTIVITY

The fund outperformed the comparative index (30% FTSE All Share (Net); 20% MSCI Europe ex UK (Net); 20% MSCI North America (Net); 20% MSCI Pacific (Net); 10% MSCI Emerging Markets (Net)\* over the period. Tactical asset allocation decisions, contributed to returns. The fund had an overweight stance in Europe ex UK and an underweight position in the UK, which contributed significantly. A bias towards the US and exposure to companies that are well positioned to benefit from changes in demographic trends also supported performance. This was partly offset by the underweight stance in Japan, the best performing market over the year. The selection of underlying managers across regions had a mixed impact on returns. In the UK, Fidelity UK Smaller Companies Fund boosted returns as smaller companies outperformed their larger counterparts. Stock selection in industrials and consumer goods companies was also rewarding. Meanwhile, stock picking in financials supported returns from Fidelity MoneyBuilder Growth Fund. Elsewhere, FAST Emerging Markets Fund gained on the back of strong stock selection in the consumer and telecommunications sectors. In the US segment, Fidelity American Special Situations Fund aided performance. In Europe ex UK, several funds did well. However, this was more than offset by other funds that were hurt by their overweight stance in the consumer staples sector and stock selection in energy and financials companies. The selection of funds used to invest in the Japanese and Pacific ex Japan segments also detracted from returns. Towards the middle of the period, we sold Fidelity European Fund, Fidelity European Opportunities Fund, Fidelity UK Growth Fund and Fidelity Special Situations Fund, which had performed well. Meanwhile, we enhanced the allocation to Fidelity UK Smaller Companies Fund, Fidelity Funds - European Smaller Companies Fund, Fidelity Funds - European Dividend Fund and Fidelity Funds - European Value Fund in order to move towards a more style neutral portfolio. These moves, particularly the addition of small capitalisation stocks contributed to returns in view of their relative outperformance in the latter half of the period.

### OUTLOOK

Improving economic data coupled with accommodative central bank policies support the outlook for equities. At a regional level, the US, Japan and the UK economies are recovering. In contrast, the outlook for Europe ex UK is impaired by a weak financial sector and the possibility of resurging political tensions if growth weakens. Pacific ex Japan and emerging markets are likely to be hurt by slower growth in China and by money moving back to the US as interest rates there rise.

James Bateman & Richard Skelt  
Fund Managers  
31 October 13

## INVESTMENT OBJECTIVE AND POLICY

The fund's investment objective is to achieve long term capital growth by investing primarily in collective investment schemes, including schemes managed by Fidelity in order to obtain exposure to global markets. The fund may also invest directly in transferable securities, money market instruments, cash and deposits. Derivatives and forward transactions may also be used for investment purposes.

\* Holdings can vary from those in the index quoted. For this reason the comparative index is used for reference only.

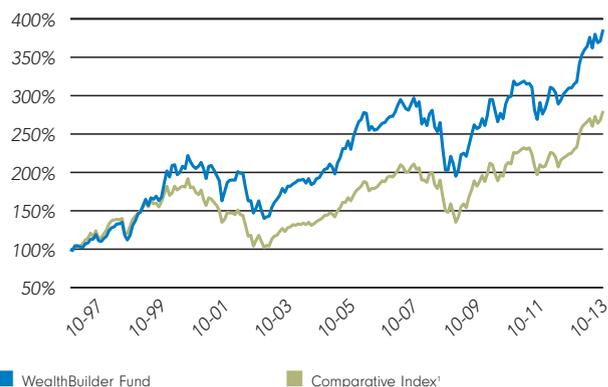
## PERFORMANCE RECORD

### PERFORMANCE OVER 12 MONTHS

Over the 12 month review period to 31 October 2013, the fund returned 24.8% with net income reinvested, outperforming the Comparative Index of 24.2%.

### PERFORMANCE SINCE LAUNCH

09 December 96 to 31 October 13



1. Comparative Index: Comprises 30% FTSE All Share Index (Net), 20% MSCI Europe ex-UK (Net), 20% MSCI North America (Net), 20% MSCI Pacific (Net) & 10% MSCI Emerging Markets (Net).

### DISCRETE 1 YEAR PERFORMANCE OVER THE LAST 5 YEARS TO:

	31/10/09	31/10/10	31/10/11	31/10/12	31/10/13
% Fund Performance*	26.7	15.9	-2.4	6.6	24.8
Comparative Index	21.1	17.3	-1.7	7.4	24.2

Source: Fidelity and RIMES, bid to bid, UK£, net income reinvested. Since launch the fund has returned 286.5% compared with the comparative index return of 179.7%. There was a fixed offer period from 18/11/96 to 09/12/96. Comparative index to 23/03/2009 was 40% FTSE All Share (Net) & 60% MSCI World (Net); from 24/03/2009 to 20/04/2009 the comparative index was 40.4% FTSE All Share Index (Net), 3.3% MSCI Emerging Market (Net), 14.5% MSCI Europe ex UK (Net), 28.8% MSCI North America (Net) & 13% MSCI AC Pacific (Net); from 21/04/2009 to 18/05/2009 the comparative index was 35.2% FTSE All Share Index (Net), 6.7% MSCI Emerging Market (Net), 17.3% MSCI Europe ex UK (Net), 24.4% MSCI North America (Net) & 16.4% MSCI AC Pacific (Net). From 19/05/2009 to 30/06/2011 30% FTSE All Share Index (Net), 10% MSCI Emerging Market (Net), 20% MSCI Europe ex UK (Net), 20% MSCI North America (Net) & 20% MSCI AC Pacific (Net). Performance excludes initial charge.

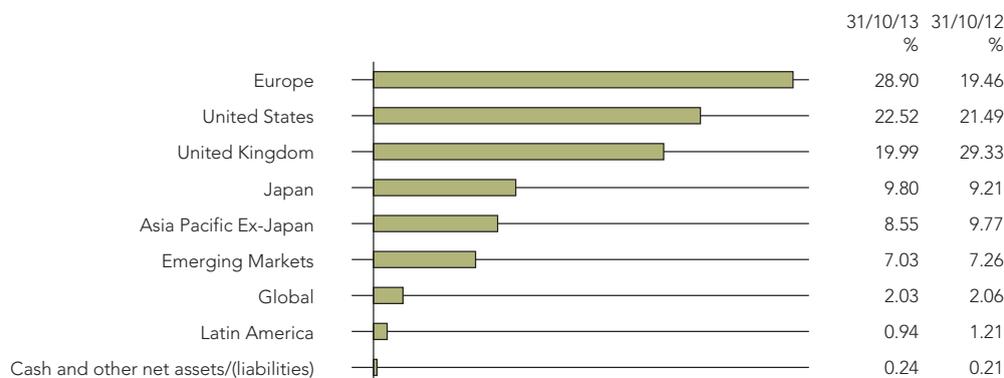
\* Performance prior to 29/06/12 has been recalculated to take account of the performance from Unit Trust to a NURS OEIC fund.

Past performance is not a reliable indicator of future results.

## RISK PROFILE

If you make regular withdrawals from your investment, this may reduce your capital over time if the fund's growth does not compensate for the withdrawals. Some funds are able to invest some or all of their assets in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and there may be trading difficulties. Some funds invest in overseas markets. This means that changes in currency exchange rates will affect the value of your investment. For some funds, derivatives and forward transactions may be used for specific investment purposes, as well as for hedging and other efficient management purposes as permitted for all funds. Where this is the case, their use may lead to higher volatility in the fund's share price. For funds that use derivative transactions, there is a risk that the counterparty to the transaction will wholly or partially fail to honour its contractual obligations. This may result in financial loss to the fund. We assess the creditworthiness of counterparties as part of our risk management process. Each of our funds is operated as a separate entity with its own assets and liabilities. However, if the liabilities of one fund were to exceed its assets, the other funds within the scheme might have to transfer across money to cover the liabilities. This means that the fund you invest in may be worth less if it has to transfer money to another fund.

## PORTFOLIO INFORMATION



## TOP HOLDINGS

The top ten holdings in the fund as at 31 October 2013 and at the previous year end are shown below.

Top holdings as at 31/10/13	% of total net assets
Fidelity Genesis Fund	10.19
Fidelity Funds - European Dynamic Value Fund	7.40
Fidelity South-East Asia Fund	7.19
Fidelity Funds - European Dividend Fund	6.97
Fidelity American Fund	6.49
Fidelity American Special Situations Fund	5.84
FAST - UK Fund	5.63
Fidelity Funds - European Larger Companies Fund	5.08
Fidelity MoneyBuilder Growth Fund	5.07
FAST - Japan Fund	4.92

Top holdings as at 31/10/12	% of total net assets
Fidelity Genesis Fund	9.57
Fidelity South-East Asia Fund	8.27
FAST - UK Fund	6.89
Fidelity American Fund	6.33
Fidelity MoneyBuilder Dividend Fund	6.23
Fidelity MoneyBuilder Growth Fund	5.88
Fidelity Funds - European Larger Companies Fund	5.65
Fidelity American Special Situations Fund	5.59
Fidelity Special Situations Fund	5.43
Fidelity European Fund	5.32

### Footnotes:

- The net asset value is the accounting value at the year end on a fair value basis.
- The figures show highest and lowest share prices to 31/10/13 and income per share to 01/11/13.

## FUND FACTS

### INCOME (pence per share)

	XD date	A Accumulation Shares	N Accumulation Shares
Final distribution	01/11/13	0.7444	0.6786
	XD date	Y Accumulation Shares	Fidelity PathFinder Focused 5 Accumulation Shares
Final distribution	01/11/13	0.8352	0.8530

### ONGOING CHARGES (%)

	A Accumulation Shares	N Accumulation Shares*
31/10/13	1.81	1.03
31/10/12	1.76	-
	Y Accumulation Shares**	Fidelity PathFinder Focused 5 Accumulation Shares***
31/10/13	1.29	1.80

The ongoing charges figure is the ratio of total costs to average net assets. \* The N Accumulation Shares were launched on 24/07/13. \*\* The Y Accumulation Shares were launched on 3/04/13. \*\*\* The Fidelity PathFinder Focused 5 Accumulation Shares were launched 11/02/13.

### FUND SIZE

	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue	Total net assets (£m)	Net asset value per share (p) <sup>1</sup>	Shares in issue
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
31/10/13	870.1	91.79	947,871,619	0.5	102.08	500,355
31/10/12	876.4	73.54	1,191,842,021	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 5 Accumulation Shares</b>		
31/10/13	3.6	107.16	3,323,673	1.3	112.83	1,139,723

### INCOME PER SHARE AND PRICE HISTORY (pence)

Calendar year	Income per share	Lowest price	Highest price	Income per share	Lowest price	Highest price
	<b>A Accumulation Shares</b>			<b>N Accumulation Shares</b>		
2013 <sup>2</sup>	0.7444	76.00	91.99	0.6786	96.50	102.30
2012	0.1858	67.38	76.00	-	-	-
2011	-	61.66	77.15	-	-	-
2010	-	61.69	76.20	-	-	-
2009	-	43.18	64.80	-	-	-
	<b>Y Accumulation Shares</b>			<b>Fidelity PathFinder Focused 5 Accumulation Shares</b>		
2013 <sup>2</sup>	0.8352	96.10	107.40	0.8530	100.00	113.10

# FIDELITY INVESTMENT FUNDS IV ANNUAL SHORT REPORT FOR THE YEAR ENDED 31 OCTOBER 2013

## RISK AND REWARD PROFILES

FUND	SHARE CLASS	SRRI*
Fidelity Allocator World Fund	N Accumulation Shares	6
	Y Accumulation Shares	6
	Fidelity PathFinder Foundation 5 Accumulation Shares	6
Fidelity Multi Asset Adventurous Fund	A Accumulation Shares	5
	N Accumulation Shares	5
	Y Accumulation Shares	5
	Fidelity PathFinder Focused 4 Accumulation Shares	5
Fidelity Multi Asset Allocator Adventurous Fund	A Accumulation Shares	6
	N Accumulation Shares	6
	Y Accumulation Shares	6
	Fidelity PathFinder Foundation 4 Accumulation Shares	6
Fidelity Multi Asset Allocator Defensive Fund	A Accumulation Shares	3
	Gross paying A Accumulation Shares	3
	N Accumulation Shares	3
	Gross paying N Accumulation Shares	3
	Y Accumulation Shares	3
	Gross paying Y Accumulation Shares	3
	Fidelity PathFinder Foundation 1 Accumulation Shares	3
	Gross paying Fidelity PathFinder Foundation 1 Accumulation Shares	3
Fidelity Multi Asset Allocator Growth Fund	A Accumulation Shares	5
	N Accumulation Shares	5
	Y Accumulation Shares	5
	Fidelity PathFinder Foundation 3 Accumulation Shares	5
Fidelity Multi Asset Allocator Strategic Fund	A Accumulation Shares	4
	N Accumulation Shares	4
	Y Accumulation Shares	4
	Fidelity PathFinder Foundation 2 Accumulation Shares	4
	MoneyBuilder Asset Allocator Accumulation Shares	4
Fidelity Multi Asset Balanced Income Fund	N Income Shares	4
	Gross paying N Income Shares	4
	Y Income Shares	4
	Gross paying Y Income Shares	4
	Fidelity PathFinder Income 2 Income Shares	4
	Gross paying Fidelity PathFinder Income 2 Income Shares	4
Fidelity Multi Asset Defensive Fund	A Accumulation Shares	3
	Gross paying A Accumulation Shares	3
	N Accumulation Shares	3
	Gross paying N Accumulation Shares	3
	Y Accumulation Shares	3
	Gross paying Y Accumulation Shares	3
	Fidelity PathFinder Focused 1 Accumulation Shares	3
	Gross paying Fidelity PathFinder Focused 1 Accumulation Shares	3
Fidelity Multi Asset Growth Fund	A Accumulation Shares	5
	N Accumulation Shares	5
	Y Accumulation Shares	5
	Fidelity PathFinder Focused 3 Accumulation Shares	5

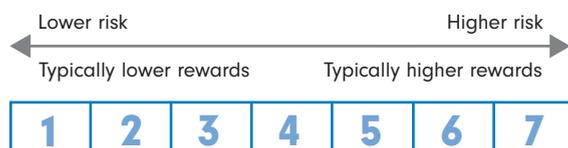
# FIDELITY INVESTMENT FUNDS IV ANNUAL SHORT REPORT FOR THE YEAR ENDED 31 OCTOBER 2013

## RISK AND REWARD PROFILES

FUND	SHARE CLASS	SRRI*
Fidelity Multi Asset Income Fund	A Income Shares	4
	Gross paying A Income Shares	4
	N Income Shares	4
	Gross paying N Income Shares	4
	Y Income Shares	4
	Gross paying Y Income Shares	4
	A Accumulation Shares	4
	Gross paying A Accumulation Shares	4
	Fidelity PathFinder Income 1 Income Shares	4
	Gross paying Fidelity PathFinder Income 1 Income Shares	4
Fidelity Multi Asset Income & Growth Fund	N Income Shares	5
	Y Income Shares	5
	Fidelity PathFinder Income 3 Income Shares	5
Fidelity Multi Asset Open Adventurous Fund	N Accumulation Shares	6
	Y Accumulation Shares	6
	Fidelity PathFinder Freedom 4 Accumulation Shares	6
Fidelity Multi Asset Open Defensive Fund	N Accumulation Shares	3
	Gross paying N Accumulation Shares	3
	Y Accumulation Shares	3
	Gross paying Y Accumulation Shares	3
	Fidelity PathFinder Freedom 1 Accumulation Shares	3
	Gross paying Fidelity PathFinder Freedom 1 Accumulation Shares	3
Fidelity Multi Asset Open Growth Fund	A Accumulation Shares	5
	N Accumulation Shares	5
	Y Accumulation Shares	5
	Fidelity PathFinder Freedom 3 Accumulation Shares	5
Fidelity Multi Asset Open Strategic Fund	A Income Shares	4
	Y Income Shares	4
	A Accumulation Shares	4
	N Accumulation Shares	4
	Fidelity PathFinder Freedom 2 Accumulation Shares	4
Fidelity Multi Asset Strategic Fund	A Accumulation Shares	4
	N Accumulation Shares	4
	Y Accumulation Shares	4
	Fidelity PathFinder Focused 2 Accumulation Shares	4
Fidelity Open World Fund	A Accumulation Shares	6
	N Accumulation Shares	6
	Y Accumulation Shares	6
	Fidelity PathFinder Freedom 5 Accumulation Shares	6
Fidelity Target 2015 Fund	A Accumulation Shares	4
	Gross paying A Accumulation Shares	4
Fidelity Target 2020 Fund	A Accumulation Shares	5
Fidelity Target 2025 Fund	A Accumulation Shares	6
Fidelity Target 2030 Fund	A Accumulation Shares	6
Fidelity Undiscovered Talent Fund	Y Accumulation Shares	6
Fidelity WealthBuilder Fund	A Accumulation Shares	6
	N Accumulation Shares	6
	Y Accumulation Shares	6
	Fidelity PathFinder Focused 5 Accumulation Shares	6

## RISK AND REWARD PROFILES

\*The synthetic risk and reward indicator (SRI) is explained in the table below:



- The risk category was calculated using historical volatility data, based upon the methods set by European Union rules. Volatility is influenced by changes in the stock market prices, currencies and interest rates which can be affected unpredictably by diverse factors including political and economic events.
- The risk category may not be a reliable indication of the future risk profile of the fund.
- The risk category shown is not guaranteed and may shift over time.
- The lowest category does not mean 'risk free'.

For fund specific risks, please refer to the latest Key Investor Information document.





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