Extra Income Fund A Income Shares

29.02.2024 Monthly Professional Factsheet

Strategy

The fund invests primarily in high yield and investment grade corporate bonds denominated in sterling and euro. By combining two distinct asset classes, the fund can lower its volatility while simultaneously offering high return/income potential. Currency is hedged back to sterling and the manager has flexibility to invest in out-of-index strategies as a means of adding performance but adherence to the investment objective remains imperative. Emphasis is put on bottom up issuer selection and ensuring adequate diversity due to the asymmetric nature of returns. The fund is managed according to Fidelity's active philosophy and approach to fixed income investing. This is team-based, but led by the Portfolio Manager to generate attractive risk-adjusted returns through combining multiple, diversified investment positions advised by in-house fundamental credit research, quantitative modelling and specialist traders.

Objectives & Investment Policy

Objective: The fund's main aim is to pay you an income.
Investment Policy: The fund also has the potential to increase the value of your investment.The fund will be at least 70% exposed to sterling denominated (or hedged back to sterling) investment grade debt instruments (e.g. bonds with a rating of BBB-/Baa or higher from an internationally recognised rating agency). Investments may be made in relation to debt instruments issued in currencies other than sterling. Hedging back to sterling aims to reduce the risk of exposure to other currencies. The remainder will be invested in other investment types such as cash and derivatives. The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider a custom blend of indices*.
*Please refer to the Investment Policy set out for the fund in the Prospectus for details on the blended index.
Investment Process: The fund is actively managed. The Investment Manager identifies suitable opportunities for the fund utilising in-house research and investment capabilities. The Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.
Derivatives and Techniques: Derivatives are investments whose value is linked to another investment, or to the performance of a stock exchange or to some other variable factor, such as interest rates and used to reduce risk or transaction costs and/or to generate extra income or further increase the value of your investment. The fund may also use derivatives with the aim of achieving the investment objective.
Additional information: Income from the fund is either paid out to you or it is used to buy you more shares in the fund. As the fund's primary aim is to generate an income, some charges will be taken from the fund rather than the income generated by the fund. This means the amount payable as income may be increased and the potential to increase the value of your investment may be reduced. Shares can usually be bought and sold each business day of the fund. The fund's performance can be compared to the ICE Bank of America Merrill Lynch Q409 Custom (GBP Hedged) Index.

Fund Facts

Launch date: 25.02.99
Portfolio manager: Kris Atkinson, James Durance, Peter Khan, Shamil Gohil
Appointed to fund: 01.03.23, 01.07.20, 01.01.19, 01.03.23
Years at Fidelity: 23, 11, 23, 1
Fund size: £ 276m
Fund reference currency: UK Sterling (GBP)
Fund domicile: United Kingdom
Fund legal structure: OEIC
Management company: FIL Investment Services (UK) Limited
Capital guarantee: No
Portfolio Turnover Cost (PTC): 0.00%
Portfolio Turnover Rate (PTR): 201.77%

Share Class Facts

Other share classes may be available. Please refer to the prospectus for more details.

Launch date: 25.02.99
NAV price in share class currency: 0.2271
ISIN: GB0005314926
SEDOL: 0531492
Bloomberg: FIDEXTI LN
Dealing cut-off: 12:00 UK time
Distribution type: Income
Distribution frequency: Monthly
Charges made to income or capital: Capital
Ongoing Charges Figure (OCF) per year: 1.26% (28.02.23)
OCF takes into account annual management charge per year: 1.25%

Share Class Risk and Reward Profile



This risk indicator is taken from the key information document at the relevant month-end. Because it may be updated during a month, please refer to the key information document for the most up-to-date information.
• Historical data may not be a reliable indication for the future. • The risk category shown is not guaranteed and may change over time. • The lowest category does not mean a "risk free" investment. • The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level. • The value of your investment may fall as well as rise and you may get back less than you originally invested. • The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.

Important Information

The value of your investment may fall as well as rise and you may get back less than you originally invested. The use of financial derivative instruments may result in increased gains or losses within the fund. There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. When interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall. The investment policy of this fund means it can be more than 35% invested in Government and public securities. These can be issued or guaranteed by other countries and Governments. For a full list please refer to the fund's prospectus. When referring to sustainability - related aspects of the promoted fund, the decision to invest should take into account all characteristics or objectives of the promoted fund as detailed in the Prospectus. Information on sustainability-related aspects is provided pursuant to SFDR at https://www.fidelity.lu/sfdr-entity-disclosures .

Past performance does not predict future returns. The fund's returns may increase or decrease as a result of currency fluctuations. The investment which is promoted concerns the acquisition of units or shares in a fund, and not in a given underlying asset owned by the fund.

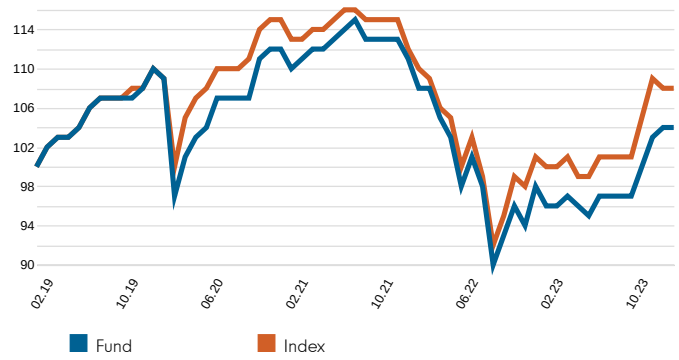
Performance Comparator(s)

Peer Group Universe	Morningstar IA GBP Strategic Bond
Market index from 01.05.17	ICE BofA Q409 Custom Index Hedged to GBP

Market index is for comparative purposes only unless specifically referenced in the Objectives & Investment Policy on page 1. The same index is used in the positioning tables on this factsheet.

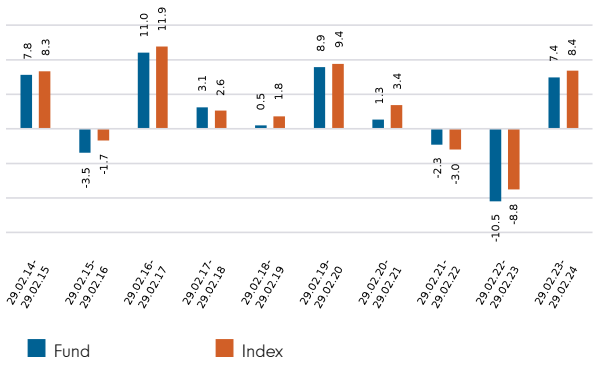
Where the effective date for the current market index is after the share class launch date, full history is available from Fidelity.

Cumulative performance in GBP (rebased to 100)

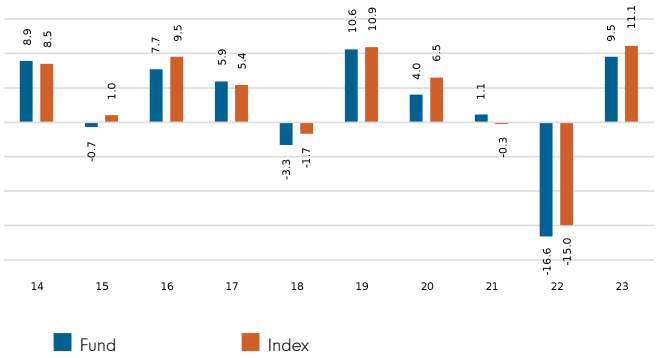


Performance is shown for the last five years (or since launch for funds launched within that period).

Performance for 12 month periods in GBP (%)



Performance for calendar years in GBP (%)



Volatility & Risk

Annualised Volatility: fund (%)	8.22	**Annualised Alpha**	-0.64
Relative Volatility	1.02	**Beta**	1.00
Sharpe Ratio: fund	-0.26	**Annualised Tracking Error (%)**	1.33
Sharpe Ratio: index	-0.18	**Information Ratio**	-0.49
		R^2	0.97

Calculated using month-end data points. Definitions of these terms can be found in the Glossary section of this factsheet.

Performance to 29.02.24 in GBP (%)

	1m	3m	YTD	1yr	3yr	5yr	Since 17.03.99*
Fund cumulative growth	-0.2	3.6	0.3	7.4	-6.0	3.7	167.8
Index cumulative growth	-0.1	3.6	-0.1	8.4	-4.2	8.4	285.4
Fund annualised growth	-	-	-	7.4	-2.1	0.7	4.0
Index annualised growth	-	-	-	8.4	-1.4	1.6	5.6
Ranking within Peer Group Universe							
W Income Shares	21	21	17	15	46	40	
Total number of funds	88	87	87	86	80	70	
Quartile ranking**	1	1	1	1	3	3	

Source of fund performance and volatility and risk measures is Fidelity. Performance is excluding initial charge. Basis: bid-bid with income reinvested, in GBP, net of fees. Market indices are sourced from RIMES and other data is sourced from third-party providers such as Morningstar.
*Performance commencement date.
**Quartile rank is for the fund's primary share class as identified by Morningstar, which may be different than the share class detailed in this factsheet and refers to performance over time rated on a scale of 1-4. A ranking of 1 indicates that the item being ranked is in the top 25% of the sample and so on. Rankings are based on a performance record that is included in the Peer Group Universe. In line with Investment Association methodology, this record may include a track record extension from a legacy share class and the record may not be the same class of this factsheet. Quartile ranking is an internal Fidelity International calculation. Ranking may vary by share class.

Introduction

This factsheet contains information about the composition of the fund at a particular point in time. It aims to help you understand how the manager has positioned the fund to meet its objectives. Each table shows a different breakdown of the fund's investments. The index used in the positioning tables is the index defined in the Performance Comparator(s) section on page 2 of this factsheet.

Portfolio Characteristics

	Fund	Index	Relative
Distribution Yield (%)	6.2	-	-
Effective Duration	4.8	4.5	0.3
Running Yield (%)	6.3	4.7	1.6
Yield to Maturity (%)	7.3	6.3	0.9
Spread Duration	4.1	4.7	-0.5
Option Adjusted Spread (Basis Points)	289	214	76
Duration Times Spread (DTS)	980	776	203
Number of Holdings	199	-	-
Number of Names	149	-	-
Average Credit Rating (Exponential)	BB+	BB+	n / a
Average Credit Rating (Linear)	BBB	BBB	n / a
Average Maturity (years)	15.1	11.4	3.7
Average Coupon (%)	5.6	4.2	1.5

Definitions of these characteristics can be found in the Glossary section of this factsheet.

Derivatives Exposure

	Long %	Short %	Net %	Gross %
Bond / Interest Rate Futures	15.67	-10.98	4.69	26.66
Interest Rate Swaps	0.00	0.00	0.00	0.00
Inflation Indexed Swaps	0.00	0.00	0.00	0.00
Credit Default Swaps	0.62	0.00	0.62	0.62
Index Credit Default Swaps	0.00	0.00	0.00	0.00
Mortgage To Be Announced	0.00	0.00	0.00	0.00
TOTAL				**27.28**

Exposure as a percent of total net assets. Excludes FX forwards.

Asset Allocation

	Security Holdings (excl. Derivatives)			Contribution to Duration (incl. Derivatives)			Contribution to Duration Times Spread (incl. Derivatives)		
	Fund	Index	Relative	Fund	Index	Relative	Fund	Index	Relative
Treasury	2.32	0.02	2.30	0.3	0.0	0.3	0	0	0
Index Linked	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
Investment Grade - Sovs Supras & Agencies	1.48	16.47	-14.98	0.1	0.7	-0.6	14	34	-20
Investment Grade - Financials	21.49	22.04	-0.55	1.1	1.2	-0.2	213	162	52
Investment Grade - Non-Financials	17.02	19.23	-2.21	1.0	1.4	-0.4	168	152	16
Investment Grade - ABS	12.79	1.87	10.92	0.6	0.1	0.5	88	15	72
Investment Grade - Emerging Markets	1.29	0.51	0.78	0.1	0.0	0.0	27	3	24
High Yield	32.20	39.80	-7.60	0.9	1.1	-0.2	441	410	32
Index Credit Default Swaps	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
Other	6.24	0.06	6.17	0.2	0.0	0.2	59	0	59
Interest Rate Derivatives	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
FX / Derivative P&L	-0.22	0.00	-0.22	0.6	0.0	0.6	-31	0	-31
Cash	5.39	0.00	5.39	0.0	0.0	0.0	0	0	0
Rounding adjustment	0.00	0.00	-	-0.1	0.0	0.1	1	0	-1
TOTAL	**100.00**	**100.00**	**-**	**4.8**	**4.5**	**0.3**	**980**	**776**	**203**

Security Holdings as a percent of total net assets. Contribution to duration (CTD) and contribution to duration-times-spread (DTS) are in the appropriate units of measure. CTD and DTS include the effect of derivatives. 'FX / Derivative P&L' includes collateral balances with counterparties arising from derivatives used in the fund (this can lead to a negative balance). 'Index linked' includes non-government index linked bonds.

Sector Positioning

	Security Holdings (excl. Derivatives)			Contribution to Duration Times Spread (incl. Derivatives)		
	Fund	Index	Relative	Fund	Index	Relative
Treasury	2.32	0.02	2.30	0	0	0
Quasi / Sov / Supra / Agncy	1.84	17.92	-16.08	25	51	-26
Agency Mortgages	0.00	0.00	0.00	0	0	0
Banks & Brokers	16.96	17.06	-0.10	172	121	51
Insurance	4.03	3.84	0.19	74	36	38
Property	4.99	2.88	2.11	70	37	33
Other Financials	9.86	6.14	3.72	164	89	75
Basic Industry	0.00	1.01	-1.01	0	8	-8
Capital Goods	1.16	2.61	-1.46	31	22	9
Consumer Cyclical	7.82	10.35	-2.53	66	77	-11
Consumer Non Cyclical	0.87	8.43	-7.55	10	63	-53
Energy	3.04	1.32	1.72	48	10	38
Transportation	5.29	3.41	1.88	56	26	30
Technology	1.65	1.43	0.22	8	10	-2
Communications	3.79	9.95	-6.15	55	99	-44
Industrial Other	0.11	0.77	-0.67	1	7	-6
Utility	10.82	10.15	0.67	111	104	7
Covered	0.00	0.89	-0.89	0	1	-1
Non Agency	9.03	0.74	8.29	54	7	47
ABS / MBS	11.25	1.08	10.16	66	8	58
Unclassified	0.00	0.00	0.00	0	0	0
Index Credit Default Swaps	0.00	0.00	0.00	0	0	0
Interest Rate Derivatives	0.00	0.00	0.00	0	0	0
FX / Derivative P&L	-0.22	0.00	-0.22	-31	0	-31
Cash	5.39	0.00	5.39	0	0	0
Rounding adjustment	0.00	0.00	-	0	0	-1
Total	**100.00**	**100.00**	**-**	**980**	**776**	**203**

Security Holdings as a percent of total net assets. Contribution to duration-times-spread (DTS) in the appropriate unit of measure. DTS includes the effect of derivatives. 'FX / Derivative P&L' includes collateral balances with counterparties arising from derivatives used in the fund (this can lead to a negative balance).

Financial Sector Exposure By Capital Structure

	Security Holdings (excl. Derivatives)			Contribution to Duration Times Spread (incl. Derivatives)		
	Fund	Index	Relative	Fund	Index	Relative
Govt Guaranteed	0.00	0.04	-0.04	0	0	0
Covered	0.00	0.89	-0.89	0	1	-1
Senior	14.75	20.71	-5.96	164	166	-2
Tier 2	2.88	4.52	-1.65	26	49	-23
Tier 2 CoCo	0.00	0.00	0.00	0	0	0
Tier 1	0.00	0.00	0.00	0	0	0
Additional Tier 1	7.45	0.08	7.38	87	0	86
Insurance Corp Hybrids	3.11	1.54	1.57	59	17	42
Other	2.66	0.72	1.94	74	15	58
Total	30.85	28.50		410	248	160

Security Holdings as a percent of total net assets. Contribution to duration-times-spread (DTS) in the appropriate unit of measure. DTS includes the effect of derivatives. 'FX / Derivative P&L' includes collateral balances with counterparties arising from derivatives used in the fund (this can lead to a negative balance). The Financials sector includes the following sub-sectors: Banks & Brokers, Insurance & Covered.

Duration Breakdown (By Currency)

	Fund				
	Nominal	Real	TOTAL	Index	Relative
GBP	4.55	0.00	4.55	4.13	0.43
EUR	0.40	0.00	0.40	0.42	-0.02
JPY	-0.16	0.00	-0.16	0.00	-0.16
USD	0.00	0.00	0.00	0.00	0.00
CAD	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00
Rounding adjustment	0.00	0.00	0.01	-0.05	0.05
TOTAL	**4.79**	**0.00**	**4.79**	**4.55**	**0.25**

Duration includes the effect of interest rate derivatives such as government bond futures, inflation swaps and interest rate swaps. Nominal Fund refers to the sensitivity to nominal yields, whereas Real Fund refers to the sensitivity to inflation-linked / real yields.

Credit Rating

	Security Holdings (excl. Derivatives)			Contribution to Duration Times Spread (incl. Derivatives)		
	Fund	**Index**	**Relative**	**Fund**	**Index**	**Relative**
AAA/Aaa	0.00	12.78	-12.78	-28	13	-42
AA/Aa	4.54	7.30	-2.76	15	23	-8
A	9.65	17.43	-7.78	81	113	-32
BBB/Baa	42.19	22.63	19.56	411	217	195
BB/Ba	20.18	22.67	-2.49	273	197	76
B	10.27	15.55	-5.28	93	170	-77
CCC and Below	1.75	1.59	0.16	76	43	33
Not Rated	6.24	0.05	6.18	59	0	59
Interest Rate Derivatives	0.00	0.00	0.00	0	0	0
FX / Derivative P&L	-0.22	0.00	-0.22	0	0	0
Cash	5.39	0.00	5.39	0	0	0
Rounding adjustment	0.01	0.00	-	0	0	-1
TOTAL	**100.00**	**100.00**	**-**	**980**	**776**	**203**

Exposure as a percent of total net assets and contribution to duration-times-spread (DTS). 'FX / Derivative P&L' includes collateral balances with counterparties arising from derivatives used in the fund (this can lead to a negative balance). DTS includes the effect of derivatives. For ratings breakdown, worst of the two best ratings from across S&P, Moody's and Fitch is applied (commonly known as the Basel method).

Maturity Profile (Contribution to Duration)

	Fund	**Index**	**Relative**
0 to 1 years	0.7	0.0	0.7
1 to 3 years	0.2	0.6	-0.4
3 to 5 years	0.6	0.8	-0.2
5 to 10 years	1.2	1.1	0.1
10 to 15 years	0.7	0.6	0.1
15 to 20 years	0.5	0.6	0.0
20 to 25 years	0.0	0.2	-0.2
25 to 30 years	0.6	0.4	0.3
30 to 40 years	0.0	0.2	-0.1
40 + years	0.3	0.2	0.1
Rounding adjustment	0.0	-0.2	-0.1
TOTAL	**4.8**	**4.5**	**0.3**

Includes the effect of interest rate derivatives such as government bond futures, inflation swaps and interest rate swaps.

Currency Exposure

	Before Hedging	**After Hedging**	**Index**
GBP	76.48	99.76	84.98
EUR	15.63	0.10	15.02
USD	7.89	0.13	0.00
JPY	0.01	0.01	0.00
CAD	0.00	0.00	0.00
Other	0.00	0.00	0.00
Rounding adjustment	-0.01	-	0.00
TOTAL	**100.00**	**100.00**	**100.00**

Exposure as a percent of total net assets.

This table shows the currency exposure and hedging of the fund's investments.

The "After Hedging" column shows the currency exposure relevant to the investor.

Regional Exposure - Domicile Of Issuer

	Security Holdings (excl. Derivatives)			Contribution to Duration (incl. Derivatives)			Contribution to Duration Times Spread (incl. Derivatives)		
	Fund	Index	Relative	Fund	Index	Relative	Fund	Index	Relative
Multinational	0.00	7.20	-7.20	0.0	0.3	-0.3	12	6	7
United States (& Other Amer.)	4.18	10.51	-6.33	0.1	0.5	-0.4	47	78	-31
Canada	0.19	1.34	-1.15	0.0	0.0	0.0	2	3	-1
United Kingdom (& Ire.)	66.82	45.93	20.89	3.1	2.3	0.8	623	419	203
France	3.14	8.77	-5.63	0.1	0.4	-0.3	28	71	-43
Germany (& Aust.)	6.70	7.31	-0.61	0.2	0.3	0.0	102	36	65
Benelux	4.33	4.10	0.23	0.1	0.1	0.0	59	35	25
Scandinavia	3.12	3.05	0.07	0.1	0.1	0.0	33	27	6
Mediterranean	1.70	6.76	-5.06	0.1	0.2	-0.2	12	55	-43
Switzerland	0.22	0.74	-0.52	0.0	0.0	0.0	4	4	-1
Other Europe	0.00	0.12	-0.12	0.0	0.0	0.0	0	1	-1
Japan	0.30	0.60	-0.30	0.0	0.0	0.0	3	4	-1
Australia & N.Z.	0.00	0.75	-0.75	0.0	0.0	0.0	0	5	-5
Asia ex Japan ex Aus.	0.70	0.19	0.51	0.0	0.0	0.0	14	2	13
C.I.S / Eastern Europe	2.43	0.67	1.75	0.1	0.0	0.0	56	8	48
Latin America	0.63	1.51	-0.88	0.0	0.1	-0.1	6	19	-13
Middle East / N Africa	0.00	0.39	-0.39	0.0	0.0	0.0	0	3	-3
Sub-Saharan Africa	0.36	0.04	0.31	0.0	0.0	0.0	11	0	11
Other	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
Unclassified	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
FX / Derivative P&L	-0.22	0.00	-0.22	0.6	0.0	0.6	-31	0	-31
Index Credit Default Swaps	0.00	0.00	0.00	0.0	0.0	0.0	0	0	0
Cash	5.39	0.00	5.39	0.0	0.0	0.0	0	0	0
Rounding adjustment	0.01	0.02	-	0.3	0.2	0.2	-1	0	-2
Total	100.00	100.00	-	4.8	4.5	0.3	980	776	203

Security Holdings as a percent of total net assets. Contribution to duration (CTD) and contribution to duration-times-spread (DTS) are in the appropriate units of measure. CTD and DTS include the effect of derivatives. 'FX / Derivative P&L' includes collateral balances with counterparties arising from derivatives used in the fund (this can lead to a negative balance).

Top 10 Long Exposures By Issuer

	Fund	Index	Relative
(MTROFN) Intu Metrocentre Finance	2.40	0.00	2.40
(UKT) United Kingdom of Great Britai	2.32	0.00	2.32
(HSBC) Hsbc Holdings Plc	2.31	1.10	1.21
(THAMES) THAMES WATER 4.625% 5/26 RGS	2.30	0.56	1.75
(TELSEC) Telereal Securitisation	1.99	0.10	1.88
(NBHA) Places For People Home	1.71	0.14	1.57
(PEELLN) Peel South East Ltd	1.67	0.00	1.67
(BACR) Barclays Plc	1.51	0.73	0.78
(DIGFIN) Dignity Finance Plc	1.43	0.00	1.43
(CPIPGR) CPI PROP 4.875%/VAR PERP RGS	1.38	0.06	1.33

Top long exposures are those bond issuers that reflect the largest percentage of the fund's total net assets. The effect of credit derivatives is included where the reference entity is a specific bond issuer. Government bond futures and index credit default swaps are excluded.
Where bonds are issued by different entities within the same corporate group/complex, the aggregated exposure may not be reflected in the data above.

Top Overweights By Issuer

	Fund	Index	Relative
(MTROFN) Intu Metrocentre Finance	2.40	0.00	2.40
(UKT) United Kingdom of Great Britai	2.32	0.00	2.32
(TELSEC) Telereal Securitisation	1.99	0.10	1.88
(THAMES) THAMES WATER 4.625% 5/26 RGS	2.30	0.56	1.75
(PEELLN) Peel South East Ltd	1.67	0.00	1.67
(NBHA) Places For People Home	1.71	0.14	1.57
(DIGFIN) Dignity Finance Plc	1.43	0.00	1.43
(CPIPGR) CPI PROP 4.875%/VAR PERP RGS	1.38	0.06	1.33
(ROTHLF) Rothesay Life	1.38	0.13	1.25
(HSBC) Hsbc Holdings Plc	2.31	1.10	1.21

Top Underweights By Issuer

	Fund	Index	Relative
(EIB) European Investment Bank	0.00	2.58	-2.58
(KFW) Kfw	0.00	2.54	-2.54
(VMED) Virgin Media Finance Plc	0.00	2.28	-2.28
(EDF) Electricite De France Sa	0.00	2.23	-2.23
(ASSDLN) BELLIS ACQUISIT 4.5% 2/26 RGS	0.00	1.91	-1.91
(IBRD) World Bank Group/The	0.00	1.06	-1.06
(STONPB) Stonegate Pub Fin	0.00	1.05	-1.05
(ASIA) Asian Development Bank	0.00	0.89	-0.89
(ISPIM) Intesa Sanpaolo Spa	0.00	0.79	-0.79
(MPW) Mpt Oper Partnersp/Finl	0.00	0.71	-0.71

Top overweights and underweights are those bond issuers that have the largest active positions relative to the index holding. The effect of credit derivatives is included where the reference entity is a specific bond issuer. Government bond futures and index credit default swaps are excluded.

ESG Metrics

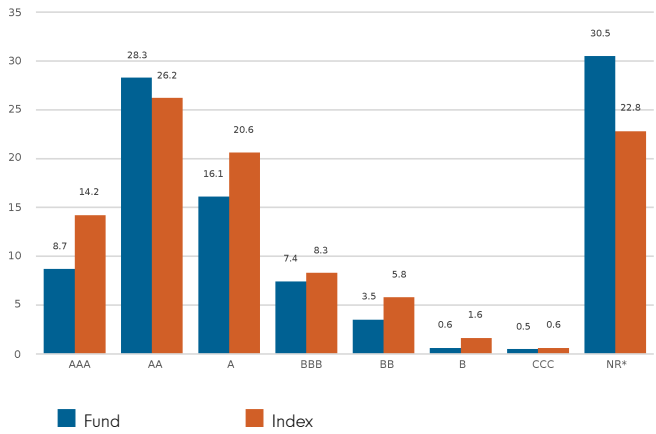
The factsheet is a snapshot of the portfolio at the date indicated above. ESG ratings distribution may vary over time. Representation of this data is for informational purposes only. If the SFDR classification is shown as 6 below then this fund does not promote environmental or social characteristics nor does it have a sustainable investment objective. If it is shown as 8, the fund promotes environmental or social characteristics. If it is shown as 9, the fund has a sustainable investment objective. Product-specific information can be found on our website at www.fidelityinternational.com

Sustainability Characteristics (29.02.2024)

	Fund	Index
MSCI ESG Fund Rating (AAA-CCC)	**A**	**N/R**
Weighted Average Carbon Intensity (tCo2e/$M Revenue)	**91**	**81.7**
SFDR Classification	**N/A**	**N/A**

N/A - Not Applicable
N/R - Not Rated

MSCI Ratings Distribution % (29.02.2024)



ESG Fund rating based on holding as at 31.12.23 with 61.5% security coverage. Carbon intensity data based on holdings as at 29.02.24 with 58.3% security coverage.

Glossary

MSCI ESG Fund Rating: This shows the fund's ESG rating based on the Quality Scores given to the fund by MSCI. This ranges from AAA, AA (Leader), A, BBB, BB (Average) to B, CCC (Laggard). To be included in MSCI ESG Fund Ratings, 65% of the fund's gross weight must come from covered securities (and excluding cash), the fund's holdings date must be less than one year old and the fund must have at least ten securities.
Weighted Average Carbon Intensity: is calculated as the sum of each portfolio weight multiplied by the Co2e per $M of Revenue of each holding. This metric provides a snapshot of the fund's exposure to carbon-intensive companies and includes scope 1 and scope 2 carbon emissions. For carbon data, the coverage of underlying securities must be over 50% for data to be shown.
SFDR Classification: Shows the classification given to each fund as part of the EU Sustainable Finance Disclosure Regulation (SFDR). Article 9 funds aim to achieve an ESG outcome and are products with ESG objectives. Article 8 funds focus on promoting ESG characteristics and this must be a primary focus of the product. Article 6 funds integrate sustainability risks (unless specified otherwise in the prospectus) into investment analysis and decision-making, without the funds promoting environmental or social characteristics or having sustainable investments as their objective.
MSCI Ratings Distribution: This shows the percentage distribution of ESG ratings in the fund, based on the Net Asset Value of holdings excluding cash, liquidity funds, derivatives and Exchange Traded Funds.

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SFDR Classification is assigned by Fidelity in line with the EU Sustainable Financial Disclosure Regulation.

Glossary

Volatility & Risk

Annualised volatility: a measure of how variable returns for a fund or comparative market index have been around their historical average (also known as "standard deviation"). Two funds may produce the same return over a period. The fund whose monthly returns have varied less will have a lower annualised volatility and will be considered to have achieved its returns with less risk. The calculation is the standard deviation of 36 monthly returns presented as an annualised number. Volatility for funds and indices are calculated independently of each other.

Relative volatility: a ratio calculated by comparing the annualised volatility of a fund to the annualised volatility of a comparative market index. A value greater than 1 indicates the fund has been more volatile than the index. A value less than 1 shows the fund has been less volatile than the index. A relative volatility of 1.2 means the fund has been 20% more volatile than the index, while a measure of 0.8 would mean the fund has been 20% less volatile than the index.

Sharpe ratio: a measure of a fund's risk-adjusted performance, taking into account the return on a risk-free investment. The ratio allows an investor to assess whether the fund is generating adequate returns for the level of risk it is taking. The higher the ratio, the better the risk-adjusted performance has been. If the ratio is negative, the fund has returned less than the risk-free rate. The ratio is calculated by subtracting the risk-free return (such as cash) in the relevant currency from the fund's return, then dividing the result by the fund's volatility. It is calculated using annualised numbers.

Annualised alpha: the difference between a fund's expected return (based on its beta) and the fund's actual return. A fund with a positive alpha has delivered more return than would be expected given its beta.

Beta: a measure of a fund's sensitivity to market movements (as represented by a market index). The beta of the market is 1.00 by definition. A beta of 1.10 shows that the fund could be expected to perform 10% better than the index in up markets and 10% worse in down markets, assuming all other factors remain constant. Conversely, a beta of 0.85 indicates that the fund could be expected to perform 15% worse than the market return during up markets and 15% better during down markets.

Annualised tracking error: a measure showing how closely a fund follows the index to which it is being compared. It is the standard deviation of the fund's excess returns. The higher the fund's tracking error, the higher the variability of fund returns around the market index.

Information ratio: a measure of a fund's effectiveness in generating excess return for the level of risk taken. An information ratio of 0.5 shows the fund has delivered an annualised excess return equivalent to half the value of the tracking error. The ratio is calculated by taking the fund's annualised excess return and dividing it by the fund's tracking error.

R^2: a measure representing the degree to which a fund's return can be explained by the returns of a comparative market index. A value of 1 signifies the fund and index are perfectly correlated. A measure of 0.5 means only 50% of the fund's performance can be explained by the index. If the R2 is 0.5 or lower, the fund's beta (and therefore its alpha too) is not a reliable measure (due to a low correlation between fund and index).

Ongoing charges
The ongoing charges figure represents the charges taken from the fund over a year. It is calculated at the fund's financial year end and may vary from year to year. For classes of funds with fixed ongoing charges, this may not vary from year to year. For new classes of funds or classes undergoing corporate actions (eg amendment to annual management charge), the ongoing charges figure is estimated until the criteria are met for an actual ongoing charges figure to be published.
The types of charges included in the ongoing charges figure are management fees, administration fees, custodian and depositary fees and transaction charges, shareholder reporting costs, regulatory registration fees, Directors fees (where applicable) and bank charges.
It excludes: performance fees (where applicable); portfolio transaction costs, except in the case of an entry/exit charge paid by the fund when buying or selling units in another collective investment undertaking.
For more information about charges (including details of the fund's financial year end), please consult the charges section in the most recent Prospectus.

Independent Assessment

Primary share class: is identified by Morningstar when the analysis calls for only one share class per fund to be in the peer group. It is the share class Morningstar recommends as the best proxy for the portfolio for the relevant market and category/GIF combination. In most cases the share class chosen will be the most retail version (based upon actual management charge, inception date, distribution status, currency and other factors) unless a share class that is less retailed focused has a much longer track record. It is different to the oldest share class data point in that it is on an available for sale level and not all markets will have the oldest share class for sale in that region. The Primary share class is also based on category so each available for sale/category combination for the fund will have its own primary share class.

Glossary

Portfolio Characteristics

Distribution Yield (%)
The Distribution Yield reflects the amounts that may be expected to be distributed over the next twelve months as a percentage of the mid-market unit price of the fund as at the date shown and is based on a snapshot of the portfolio on that day. It includes the fund's ongoing charges but does not include any preliminary charge and investors may be subject to tax on distributions.

Effective Duration
Duration is a measure of sensitivity of the fund value to changes in interest rates.
Effective duration is a duration calculation for bonds with embedded options (such as a call or a put option). It takes into account that expected cash flows will fluctuate as interest rates change and affect a bond's price.
The effective duration of a fund is calculated by a market weighted sum of the effective duration of each individual instrument. The effect of derivatives such as bond futures and interest rate swaps are included in the calculation.

Running Yield (%)
Describes the income investors get from their portfolio as a percentage of market value of the securities, incorporating the effect of derivatives. It should not be relied on as a measure of expected fund return (or distribution). Bonds with high probability of default are excluded from the calculation. The running yield does not reflect the total return over the life of the bond and takes no account of reinvestment risk (the uncertainty about the rate at which future cash flows can be reinvested) or the fact that bonds usually mature at par value, which can be an important component of a bond's return. The running yield does not include the impact of fees.

Yield to Maturity (%)
The Yield to Maturity (also known as the Redemption Yield) is the aggregate of all anticipated returns on each individual bond within the portfolio expressed as an annual rate based on market value as at date shown, coupon rate and time to maturity of each bond. It is based on a snapshot of the portfolio on that date. The redemption yield is gross of the fund's charges and gross of tax.

Average Maturity (Years)
The market-weighted average maturity of bonds held in the portfolio. Perpetual bonds are assigned a maturity of 31 December 2049. Derivatives are excluded from the calculation.

Average Coupon (%)
The coupon is the interest rate stated on a bond when it is issued. Average Coupon is the weighted average coupon of bonds held in the portfolio. Derivatives are excluded from the calculation.

Spread Duration
The sensitivity of the price of a bond to a change in its Option Adjusted Spread.

Option Adjusted Spread (Basis Points)
Option Adjusted Spread (OAS) measures the yield spread that is not directly attributable to the bond's characteristics. OAS is a measurement tool for evaluating price differences between similar bonds with different embedded options. A larger OAS implies a greater return for greater risks.

Duration Times Spread (DTS)
DTS is a measure of credit risk sensitivity that utilises credit spread and credit spread duration based on current market valuations. It is superior to spread duration as a standalone measure of credit risk because it recognises that securities with a higher spread tend to experience greater spread changes. The portfolio's DTS is the value weighted sum of the DTS of each individual instrument.

Number of Holdings
The number of bonds and derivatives held in the fund. Where the fund invests in another fund, it is counted as one holding. FX (foreign exchange) forwards are excluded. These are forward contracts that allow currency to be bought or sold at an agreed price on a future date.

Number of Names
The total number of individual issuers whose bonds are held in the fund. Since the fund will often hold more than one bond from an issuer, this figure is generally lower than the number of holdings.

Average Credit Rating
This is the weighted average of all the bond credit ratings in the fund, expressed using the industry standard letter system (ie AAA, BBB). It takes into account all investments in the fund, including derivatives. This measure gives an idea of how risky the fund's bonds are overall: the lower the average credit rating, the riskier the fund.
With a Linear weighted average, the weight assigned to each issue is equal to its market value weight. With an Exponential weighted average, the weight gets proportionally higher for lower-quality credit. In both calculations, the final value is the S&P-equivalent rating nearest to the calculated average.

Primary share class: is identified by Morningstar when the analysis calls for only one share class per fund to be in the peer group. It is the share class Morningstar recommends as the best proxy for the portfolio for the relevant market and category/GIF combination. In most cases the share class chosen will be the most retail version (based upon actual management charge, inception date, distribution status, currency and other factors) unless a share class that is less retailed focused has a much longer track record. It is different to the oldest share class data point in that it is on an available for sale level and not all markets will have the oldest share class for sale in that region. The Primary share class is also based on category so each available for sale/category combination for the fund will have its own primary share class

Weighted Average Life: The weighted average life (WAL) is the average length of time that each euro of unpaid principal on a loan, a mortgage or an amortizing bond remains outstanding.

Discount Margin: A discount margin (DM) is the average expected return earned in addition to the index underlying, or reference rate of, the floating rate security.

Portfolio Turnover Rate (PTR) and Portfolio Turnover Cost (PTC), where shown: SRDII does not define a methodology for these values; ours is as follows: **PTR** = (purchases of securities + sales of securities) minus (subscriptions of units + redemptions of units), divided by average fund value over the prior 12 months multiplied by 100. Any funds' trading in Fidelity Institutional Liquidity Funds is excluded from the PTR calculation. **PTC** = PTR (capped at 100%) x transaction cost, where transaction cost is calculated as ex-post (i.e. prior 12 months) MiFID disclosure of portfolio transaction costs minus implicit costs.

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