

3 February 2020

Fidelity Funds – European Dynamic Growth Fund

You may be aware that we have experienced strong interest in our Fidelity Funds - European Dynamic Growth Fund (the “fund”). Our objective is to ensure that the fund’s capacity is maintained at a level that supports our aims of continuing to compound client money at our desired rate of return and to preserve the strong performance track record that it has achieved.

Taking into account future commitments from existing clients, the fund is now approaching the level of assets that we are comfortable with for the time being. Therefore, we want to cease marketing the fund to new investors, and begin to work with existing investors to control further inflows, while at the same time maintaining flexibility in terms of their rebalancing.

As an existing investor, we would ask for your cooperation in managing inflows from 9 March 2020. By working with you to control fund flows, we aim to protect the interest of all existing investors to ensure the fund can remain open for them as long as possible:

- In order to allow you/your underlying clients the flexibility to rebalance portfolios, we will accept cumulative subscriptions / switches via your platform at the greater amount of the following two scenarios: (i) up to 10% of the aggregate value of shares in the fund linked to your Fidelity Unique Agent Number (UAN) as at 6 March 2020, or (ii) EUR 1m (please see examples over the page).

If we retain a distribution relationship with underlying users of your platform, we are writing to them to explain that your platform’s capacity will be available to them as users on a first come, first served basis. We are unable to apply this limit to them individually as we have no visibility of the underlying user at your point of trade. We have explained that once your platform has utilised its available capacity, we may reject further subscriptions or switches in to this fund from you/your underlying clients.

We will also be maintaining a pipeline queue for existing investors wishing to make a material additional investment over their cumulative limit. While we have ceased marketing the fund to new investors, where we are approached by any new investors, we may equally add them to the queue. We will be monitoring cumulative net sales from 9 March 2020 to identify flow levels relative to this cut off with a view to servicing the queue. If ever you wish to be added to the queue, please contact your usual Fidelity relationship manager with your estimated value of interest.

We will continue to monitor the fund’s asset levels closely and will communicate any further changes.

We thank you for your cooperation in this regard and look forward to being able to continue to protect the longer-term interests of your/your clients’ investment in this fund.

Yours



Isabelle Scherf
Director

FCRU0972

Numerical examples of fund flow controls:

as at 6 March 2020	Holdings in Fund (EURm)	Cumulative quota (EURm)
UAN 1	40	4
UAN 2	10	1
UAN 3	0.5	1

Fund IDs:

Class	ISIN	Sedol	WKN
A-ACC-EUR	LU0261959422	B1FHB98	A0LF0X
A-ACC-HUF (hedged)	LU1088279044	BP4K8X9	A119DM
A-ACC-PLN (hedged)	LU0959717256	BD1NM46	
A-ACC-SGD (hedged)	LU1273509221	BYS2Z99	
A-ACC-USD (hedged)	LU0997586515	BH2R041	
A-EUR	LU0119124781	7021703	603474
A-SGD	LU1196032939	BW4Q007	
E-ACC-EUR	LU0119124864	BKQV0X9	786623
I-ACC-EUR	LU1353442731	BZ972J9	A2DKQF
I-ACC-USD	LU1322385615	BYQP3N0	
W-ACC-GBP	LU1033662831	BJVDYQ4	
Y-ACC-EUR	LU0318940003	B27ZKW3	A0MZMR
Y-ACC-USD (hedged)	LU1731833213	BFF8S65	A2JSH8
Y-EUR	LU0936577138	BD5HVS1	A1W4TZ