

Important Changes regarding Fidelity Funds – European Fund

Key Facts

- We are changing the name of Fidelity Funds - European Fund to Fidelity Funds - Sustainable Eurozone Equity Fund.
- The Fund's investment universe will become Eurozone and the investment objective will change. The Eurozone includes those European Union countries which have adopted the Euro as their currency.
- There will be a change to the risk factors of the Fund. The Fund may be subject to additional/increased investment risks.
- There will be no change to the level of fees that you currently pay.

Shareholder Choices

- If you agree with the changes you do not need to take any action.
- If you do not agree with the changes this letter sets out the options available to you.

13 September 2019

Dear Shareholder,

As part of the ongoing process whereby Fidelity regularly reviews its range of funds, I am writing to notify you of the decision taken by the board of directors of Fidelity Funds (the "**Board**") to

- 1) change the name of Fidelity Funds – European Fund (the "**Fund**") to **Fidelity Funds - Sustainable Eurozone Equity Fund** with effect from 30 October 2019 or such later date as may be decided by the Board (the "**Effective Date**"); and
- 2) change the investment objective of the Fund on the Effective Date.

Our records show that you are a shareholder in the Fund (the "**Shareholders**" or "**you**"). For more information on the impacted classes of Shares and the corresponding ISIN Codes, please refer to the Appendix of this letter.

Any terms not defined herein shall have the same meaning as in the Singapore prospectus of Fidelity Funds (the "**Prospectus**").

Change of name and investment objective

On the Effective Date, the name and the investment objective of the Fund will be changed as follows (the “Changes”):

From:

Fund Name	Investment Objective	Notes
Fidelity Funds – European Fund	<p>The fund aims to achieve long-term capital growth by investing principally in equity securities of companies which have either their head office in or are quoted on stock exchanges of a European Union (EU) member state or a European Economic Area (EEA) member state. The fund may also invest up to 25% of its net assets in non- EU/ EEA equity markets (other OECD countries and emerging markets).</p> <p>Subject to the above, the Investment Manager is free to select any company regardless of size or industry. Typically, the fund will concentrate its investments in a more limited number of companies and therefore the resulting portfolio will be less diversified.</p>	<p>Reference Ccy: Euro</p> <p>This fund is eligible for the French PEA (Plan d’Epargne en Actions) tax wrapper.</p>

To:

Fund Name	Investment Objective	Notes
Fidelity Funds – Sustainable Eurozone Equity Fund	<p>The fund aims to achieve long-term capital growth from a portfolio principally made up of equity securities in countries which are members of the Economic and Monetary Union (EMU) and denominated in Euro. A minimum of 70% of the fund’s net assets will be invested in equity securities that maintain sustainable characteristics. Sustainable characteristics may include, but are not limited to, governance and superior management of environmental and social issues (‘ESG’). The Investment Manager may use data provided by internal research teams and complemented by external ESG score providers to form an assessment of their sustainable characteristics.</p>	<p>Reference Ccy: Euro</p> <p>This fund is eligible for the French PEA (Plan d’Epargne en Actions) tax wrapper.</p>

Rationale for and Impact of the Changes

The Changes are in response to increasing investor attention on the sustainable characteristics of their investments. As a result of the Changes, the Fund will invest in issuers with evident or improving sustainable characteristics, particularly in relation to environmental, social and governance factors within the Economic and Monetary Union (“EMU”).

The Fund will focus on quality companies within each sector and mainly in high returns, durable franchises with solid growth prospects and value-creating capital allocation decisions.

To reflect the greater focus on sustainability and investments within the EMU countries, it is proposed to rename the Fund as **Fidelity Funds – Sustainable Eurozone Equity Fund**.

Due to the material extent of the Changes to the way the Fund is managed and invests, the portfolio rebalancing will take place within a period of five Business Days after the Effective Date.

Fund risk factors

The risk profile is being updated to reflect that the Fund will no longer have Stock / Issuer Concentration or Emerging Markets related risks and that it may be subject to additional / increased investment risk relating to sustainable investing, as described below.

Risks relating to sustainable investing

Focus on securities of companies which maintain sustainable characteristics may affect a fund's investment performance. Also, the data sources for evaluating sustainable characteristics may be incomplete, inaccurate or unavailable. There is also a risk that the relevant sustainable characteristics may not be applied correctly or that a fund could have exposure to issuers who do not meet the relevant sustainable characteristics, and sustainable characteristics of a security can change over time.

All other risk factors applicable to the Fund will remain unchanged as outlined in the table below, and the risk profile will not change in a material way.

Full Legal name	Asset Class Specific Risks					Investment Focus/ Style-Related Risks							Specific Instrument Related Risks				Derivatives/ Counterparty Risk								
	Equities	Bonds and other Debt Instruments	Commodities	Real Estate Related	Multi Asset	Stock/Issuer Concentration	Country Concentration	Sector Concentration	Investments in Small Companies	Below Investment Grade / Unrated Securities and High Yielding Debt Instruments	Emerging Markets	Russia	Eurozone Risk	China Related	Fixed Income Related			Equity Linked Notes/Credit Linked Notes	General	Short Positions	High Leverage	Active Currency	Specific Derivative Instruments	Additional Prospectus Risk Factors	
														General	Dim Sum Bonds	CoCos & Hybrids	Loans								Collateralised and/or Securitised Debt Instruments
Fidelity Funds - European Fund (Current)	X					X					X	X								X	X		X	X	7
Fidelity Funds - Sustainable Eurozone Equity Fund (Proposed)	X											X								X	X		X	X	5,7

For further information, you are recommended to read Part I, 1. Fund Information, 1.2. Risk Factors in the Prospectus.

There are no other impacts that may materially prejudice the existing Shareholders' rights or interests as a result of the Changes outlined above.

The Board believes that the Changes are in the best interest of the Shareholders.

Costs

There will be no change to the level of fees that you currently pay. The expenses triggered by the Changes including any legal, regulatory and mailing charges will be borne by FIL Fund Management Limited, the Investment Manager of Fidelity Funds.

Any market-related transaction costs arising from these Changes will be borne by the Fund.

Shareholder Choices

There are three options available to you as a Shareholder:

1. We are offering a free switch of your existing shares in the Fund into any other Fidelity Funds available to you, or,
2. You may redeem your existing shares in the Fund, free of charge, or,
3. You may take no action, in which case your investment in the Fund will continue after the Effective Date.

If you wish to switch or redeem your shares in the Fund, you should contact your financial adviser or your usual contact at the distributor / intermediary whom you normally transact with. You may switch or redeem your shares on any Valuation Date from the date of this letter until 5:00 pm Singapore time¹ on 29 October 2019 and the next calculated Net Asset Value per Share will apply. The redemption proceeds will be sent directly to your bank. Fidelity will not charge any redemption fee or levy any switch fee if the instruction is received in the conditions set forth above.

Please note that the redemption or switching of your holding may be deemed as a disposal for tax purposes. If you have any concerns about your tax position, we recommend that you seek independent tax advice.

The Board accepts full responsibility for the accuracy of the content of this letter and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement herein misleading.

I would like to thank you for your investment, and I look forward to helping you with future requests.

If you have any questions related to the Changes and/ or would like to request a copy of the current Prospectus and the Product Highlights Sheet of the Fund (which are also available at www.fidelity.com.sg), please contact your financial adviser or FIL Investment Management (Singapore) Limited at Tel. No.: 6511 2200.

Yours sincerely,



Nishith Gandhi

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

¹ Please note that some distributors or other intermediaries may charge additional fees (such as transaction fees) or expenses at their own discretion. For further information on these please contact your financial adviser or your usual contact at the distributor / intermediary whom you transact with.

Appendix - List of ISIN Codes

Classes of Shares (old name)	Classes of Shares (new name effective from the Effective Date)	ISIN Codes
Fidelity Funds - European Fund A-ACC-EUR	Fidelity Funds - Sustainable Eurozone Equity Fund A-ACC-EUR	LU0238202427