

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

**Important Changes to Fidelity Funds – Closure of 2 Share Classes of Fidelity Funds**

**Key Facts**

- We are closing 2 Share Classes of various funds of Fidelity Funds on 14 January 2020 due to small size, as set forth below:
  - Fidelity Funds - ASEAN Fund A-ACC-AUD (hedged); and
  - Fidelity Funds - Pacific Fund A-ACC-AUD (hedged),  
(singularly, the “Share class” or collectively, “Share classes”).

**Shareholder Choices**

- You can switch your Shares to any Share class of the relevant fund and/ or other fund available to you or redeem your Shares, free of charge, from the date of this letter until 5.00pm Hong Kong time on 13 January 2020.
- You can redeem your Shares.
- You may take no action, in which case your investment will be automatically redeemed.

13 September 2019

Dear Shareholder,

As part of the ongoing process whereby Fidelity regularly reviews its ranges of funds, I am writing to notify you of the decision taken by the board of directors ( the “**Board**”) of Fidelity Funds (the “**Fund**”) to close 2 Share classes of Fidelity Funds that are offered for sale in Hong Kong as listed below on 14 January 2020 or such later dates as may be decided by the Board (the “**Effective Date**”):

- 1) Fidelity Funds - ASEAN Fund A-ACC-AUD (hedged) ; and
- 2) Fidelity Funds - Pacific Fund A-ACC-AUD (hedged).

Our records show that you are a shareholder in the Share class(es) (the “**Shareholders**” or “**you**”). For more information on the impacted Share classes and the corresponding ISIN Codes, please refer to Appendix.

Any terms not defined in this letter shall have the same meaning as in the Fidelity Prospectus for Hong Kong investors (the “**Prospectus**”).

## **Rationale for and Impact of the Share Class Closures**

The decision to close the Share classes has been taken in light of the fact that the size of these Share classes continues to be small and is not expected to grow in the near future.

Article 22 of the Articles of Incorporation of the Fund and Section 3.5, Part III of the Prospectus permit the closure of a fund or class of Shares if the aggregate value of the given fund or class of Shares is below USD 50,000,000 (or its equivalent in another currency) or if the Board believes that these closures are in the best interest of the Shareholders, both of which are the case for the Share classes. The sizes of the Share classes (as at 31 July 2019) are listed in the Appendix

The ongoing charge figures (“OCF”) of these Share classes as at 30 April 2019, are shown in the Appendix to this letter. These figures represent the ongoing expenses based on the audited financial report for the year ended 30 April 2019. These figures may vary from year to year.

The expenses triggered by the closure including any legal, regulatory and mailing charges will be borne by FIL Fund Management Limited, the Investment Manager of Fidelity Funds (and/or any of its affiliates within FIL Group). Any market-related transaction costs relating to the relevant sub-fund of the Share class will continue to be borne by the relevant sub-fund in a fair and equitable manner in accordance with Section “General information on Charges and Expenses”, Part IV and Section 2.4 “Price Adjustment Policy (Swing Pricing)”, Part II of the Prospectus, if applicable. Further, the sub-funds of the Share Classes do not have any unamortised preliminary expenses as at the date of this letter.

Due to the imminent closure of the Share classes and in the best interests of the Shareholders, please be aware that further subscriptions (other than those made by existing Shareholders through regular investment plans) and switches into the Share classes will not be permitted from the date of this letter, and the Share classes will no longer be allowed to be marketed to the public in Hong Kong from the date of this letter.

For existing Shareholders investing through regular investment plans, please be aware that subscriptions into the Share classes will not be permitted from the 2 January 2020.

The Board believes that the closure of the Share classes is in the best interests of Shareholders.

## **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 Share class into any share class of the relevant fund and/ or other fund of Fidelity Funds available to you;
- 2) You may redeem your existing Shares in the Share class, free of charge; or
- 3) You may take no action, in which case your investment will be automatically redeemed in the respective Share class currency (unless instructed otherwise) free from any redemption charge at the Net Asset Value per Share calculated on the Effective Date and the proceeds will be sent directly to your bank. Different procedures may apply if dealing is made through a financial adviser or other fund distributor. For further information on these arrangements, please contact your usual contact.

Redemptions and switching out can be instructed on any valuation day from the date of this letter until 5.00 pm Hong Kong time on 13 January 2020 and will normally be dealt with at the next calculated Net Asset Value. If you wish to switch or redeem you should contact either your financial adviser or your usual contact at Fidelity. 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, the redemption or switching of your holding may be deemed as a disposal for tax purposes. Generally, investors will not be subject to any Hong Kong tax on capital gains realized on the redemption or switching of any Shares. However, if any acquisition, switching or redemption of Shares is or forms part of a trade, profession or business carried on in Hong Kong, gains realized may attract Hong Kong profits tax. If you have any concerns about your tax position, we recommend that you seek independent tax advice.

Any redemption proceeds should be claimed upon the close of liquidation of the relevant Share class or promptly thereafter. Amounts which cannot be distributed to Shareholders (e.g. unclaimed redemption proceeds) will be held in escrow accounts by the *Caisse de Consignation* in Luxembourg and shall be forfeited after 30 years pursuant to Article 8 of the Luxembourg Law of 29 April 1999.

The Board accepts full responsibility for the accuracy of the information contained in 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 closure of the Share classes, or if you would like to request for a copy of the current Prospectus, the KFS of the Fund, the Articles of Incorporation (available for inspection free of charge at all times during office hours), the latest audited annual report and accounts and unaudited semi-annual report and accounts of Fidelity Funds (which is also available at [www.fidelity.com.hk](http://www.fidelity.com.hk)) or other material agreements relating to Fidelity Funds, please contact your usual Financial Adviser or the Fidelity Investor Hotline<sup>^</sup> at +852 2629 2629, or you can write to the Hong Kong Representative at Level 21, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong.

Yours faithfully,



**Nishith Gandhi**

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

\* This website has not been reviewed by the Securities and Futures Commission in Hong Kong.

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

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**Appendix - List of ISIN Codes and OCF**

a) **List of Share Classes to be closed on 14 January 2020**

| <b>Share Class Name</b>                          | <b>ISIN Number</b> | <b>OCF* as of 30 April 2019</b> | <b>Assets of the Share Class as at 31 July 2019 (US Dollars)</b> |
|--|--------------------|---------------------------------|--|
| Fidelity Funds - ASEAN Fund A-ACC-AUD (hedged)   | LU1046420474       | 1.95%                           | 1,303,509  |
| Fidelity Funds - Pacific Fund A-ACC-AUD (hedged) | LU1046420557       | 1.93%                           | 1,779,522  |

\* The ongoing charges figure represents the ongoing expenses based on the annual financial report for the year ended 30 April 2019. This figure may vary from year to year.