

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

**Important Changes to Fidelity Funds**  
**Closure of Fidelity Funds – Asia Pacific Property Fund**

**Key Facts**

- We are closing Fidelity Funds - Asia Pacific Property Fund on 30 November 2018.

**Shareholder Choices**

- You can switch your Shares to any other fund available to you, or redeem your Shares, free of charge, from the date of this letter until 17:00 HK time on 29 November 2018.
- You may take no action, in which case your investment will be automatically redeemed.

28 August 2018

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 of Fidelity Funds (the “**Board**”) to close Fidelity Funds - Asia Pacific Property Fund (the “**Fund**”) on 30 November 2018 or such later date as may be decided by the Board (the “**Effective Date**”).

Our records show that you are a shareholder in the Fund (the “Shareholders” or “you”). For more information on the impacted class of Shares and the corresponding ISIN Code, 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 Closure**

The decision to close the Fund has been taken in light of the fact that the size of the Fund continues to be small and is not expected to grow in the near future where it is no longer cost efficient to run the Fund. As at 30 June 2018, the size of the Fund was approximately US\$ 11,451,000.

Article 21.bis of the Articles of Incorporation of Fidelity Funds and Section 3.5 of the Prospectus permit the closure of a fund or class of Shares if the aggregate value of the Shares is below US\$ 50,000,000 (or its equivalent) or if the Board believes that this closure is in the best interest of the Shareholders, both of which are the case for the Fund.

As at 30 April 2017, the Ongoing Charges Figure (“OCF”) of the existing Share class of the Fund was as follows:

<b>Class of Shares</b>	<b>OCF<sup>1</sup> of the Fund</b>
FF - Asia Pacific Property Fund A-USD	1.95%

<sup>1</sup> The ongoing charge figure for each class of shares is based on ongoing expenses chargeable to the relevant class for the year ended 30 April 2017 expressed as a percentage of the average net asset value of the relevant class for the same period. This figure may vary from year to year. The OCF of the Share class in the Fund as at 30 April 2018 will be available in the Fund’s annual report published within four months after the financial year ended 30 April 2018.

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 arising from this closure will be borne by the Fund. If upon receiving of this letter, a Shareholder redeems its Shares in the Fund before this closure, the market-related transaction costs generated for closure purpose will be covered by the swing pricing policy applied by Fidelity Funds where an adjustment to the Fund's Net Asset Value would be made to ensure no Shareholders of the Fund are disadvantaged by large trades. Please refer to Section 2.4 of the Prospectus for more information about pricing adjustment policy (swing pricing policy). There are no unamortised preliminary expenses outstanding in respect of the Fund.

Due to the imminent closure of the Fund and in the best interests of the Shareholders, please be aware that the Fund is no longer allowed to be marketed to the public in Hong Kong and shall not accept subscriptions from new investors with effect from the date of this letter.

For existing Shareholders investing through regular investment plans, please be aware that subscriptions into the Fund will not be permitted from 23 November 2018.

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

We will apply to the Securities and Futures Commission of Hong Kong (the "SFC") for the withdrawal of authorization of the Fund immediately following the termination of 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 fund offered by Fidelity as available to you;
- 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 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 or switches out of existing Shares in the Fund, free of charge, can be instructed on any valuation day from the date of this letter until 17:00 HK time<sup>#</sup> on 29 November 2018, and will normally be dealt with at the next calculated Net Asset Value.

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 realised may attract Hong Kong profits tax. If you have any concerns about your tax position, we recommend that you seek independent tax advice.

Amounts in the Fund which cannot be distributed such as unclaimed redemption proceeds by the Shareholders may be held in escrow accounts by the *Caisse de Consignation* in Luxembourg.

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.

<sup>#</sup> Different procedures and/or cut-off times may apply if dealing in Shares is made through distributors. Please note that some distributors or other intermediaries may charge additional fees (such as switching or 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.

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 Fund, or if you would like to request for a copy of the current Prospectus, the Product Key Facts Statement (“KFS”) of the Fund, the Articles of Incorporation, 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. These documents may be inspected by the public at all times during office hours. Copies of the Prospectus, the latest KFS and the latest financial report of the Fund may be obtained, free of charge.

Yours sincerely,



**Nishith Gandhi**

Director, 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 Code**

<b>Classes of Shares</b>	<b>ISIN Codes</b>
FF - Asia Pacific Property Fund A-USD	LU0270844359