FIDELITY FUNDS

SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE
ESTABLISHED IN LUXEMBOURG

PROSPECTUS

A commitment to investment performance

CL 707002

FIDELITY FUNDS

Supplement to the Prospectus dated August 2007

This supplement forms part of the Prospectus for Fidelity Funds, dated August 2007, which should be read as amended by this supplement.

Launch of new Equity funds

The following funds will be introduced. The available classes, reference currency, price at launch, fixed offer period, investment objective and risk & investor profile of the new funds are shown below:

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – New Asia Stars Fund	The fund aims to provide long-term capital growth from a portfolio principally comprising companies listed on the stock exchanges in emerging Asian countries, excluding Taiwan and Korea. Countries considered for investment are Bangladesh, China (including H-shares listed in Hong Kong), India, Indonesia, Malaysia, Pakistan, the Philippines, Sri Lanka, Thailand and Vietnam. The fund may also invest in companies listed in other countries which have a significant portion of their activities in the emerging Asian countries, excluding Taiwan and Korea.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-ACC-USD A-ACC-Euro	**Reference Ccy: USD** The fund will be launched on 10 March 2008 with a price per Share at launch of USD 10 and Euro 10. The first NAV will be calculated on 11 March 2008.

The minimum initial investment and the minimum subsequent investment will be the same as the current Equity funds range.

The annual management fee will be up to 1.50%.

Dealing cut-off times: 12.00 noon UK time (normally 1.00 pm Central European Time); 4.00 pm Hong Kong time; Bermuda by 5.00 pm local time (previous day). Other cut-off times may be agreed with local Distributors.

Dividends are declared on all distributing Shares on the first Business Day of August. The first distribution will be on the first Business Day of August 2008.

The fund is authorised in Luxembourg. As of the date of the Supplement it is intended to seek authorisation, recognition or registration of the fund in the following jurisdictions: Austria, Belgium, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland, Taiwan, The Netherlands and the United Kingdom.

Class A-ACC Shares are not intended for registration in the United Kingdom.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – European Special Situations Fund	The fund aims to achieve long-term capital growth by investing primarily in special situation shares of companies that have their head office or exercise a predominant part of their activity in Europe, including countries of Central, Southern and Eastern Europe (including Russia). Special situations stocks generally have valuations which are attractive in relation to net assets or earnings potential with additional factors which may have a positive influence on the share price. The fund will have a mixture of investments in larger, medium and smaller sized companies. The manager is not restricted in his choice of companies either by size or industry, and will choose stocks largely determined by the availability of attractive investment opportunities. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Financial derivative instruments will be used for investment purposes to achieve the investment objective of the fund. These instruments include but are not limited to futures, options, forwards, swaps, contracts for difference and currency derivatives. These financial derivatives instruments may also be used for efficient portfolio management and hedging purposes. The underlying exposures of derivatives include instruments such as (but not limited to) equities and cash. By way of derogation, the restrictions relating to the use of investment and hedging techniques contained in Part V, under sub-sections 5.1., D. (A), (B) and (D) of this Prospectus, shall not apply to this fund.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP A-ACC-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** This fund is not available for subscription at the time of issue of this Prospectus. The fund will be launched at the Board's or its delegate's discretion and the Prospectus will be updated accordingly thereafter. It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Global Sustainable Future Fund	The fund aims to provide investors with long-term capital growth principally through investment in the equity securities of companies throughout the world which are responsible for the provision and development of new technology and services in the areas of energy, water/waste management, green transport, sustainable living and environmental services. The fund may also invest in other transferable securities, units in collective investment schemes, money market instruments, cash and deposits. Financial derivative instruments will be used for investment purposes to achieve the investment objective of the fund. These instruments include but are not limited to futures, options, forwards, swaps, contracts for difference and currency derivatives. These financial derivatives instruments may also be used for efficient portfolio management and hedging purposes. The underlying exposures of derivatives include instruments such as (but not limited to) equities and cash. By way of derogation, the restrictions relating to the use of investment and hedging techniques contained in Part V, under sub-sections 5.1., D. (A), (B) and (D) of this Prospectus, shall not apply to this fund.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD A-Euro A-GBP A-ACC-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: USD** This fund is not available for subscription at the time of issue of this Prospectus. The fund will be launched at the Board's or its delegate's discretion and the Prospectus will be updated accordingly thereafter.

The minimum initial investment and the minimum subsequent investment will be the same as the current Equity funds range.

The annual management fee will be up to 1.50%.

Dividends are declared on all distributing Shares on the first Business Day of August.

The funds are authorised in Luxembourg. As of the date of the Supplement it is intended to seek authorisation, recognition or registration of the fund in the following jurisdictions: Austria, Belgium, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland, Taiwan, The Netherlands and the United Kingdom.

Launch of new Euro denominated accumulating A Shares (A-ACC-Euro)

For the following existing fund, new class A-ACC-Euro Shares will be introduced:

Equity funds:

Fidelity Funds – China Focus Fund

The new class A-ACC-Euro Shares of the above mentioned fund will have the same characteristics as the existing class A accumulating Shares.

The minimum investment and subsequent investment will be the same as the current class A accumulating Shares of Fidelity Equity funds.

These new class A-ACC-Euro Shares will be launched on 24 September 2007, with a price per Share at launch of Euro 10. The first NAV will be calculated on 25 September 2007.

The new class A-ACC-Euro Shares are authorised in Luxembourg. It is intended to seek authorisation, recognition or registration in the following jurisdictions: Austria, Belgium, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland and The Netherlands.

Launch of new USD denominated distributing J Shares (J-USD)

For the following existing fund, new class J-USD Shares will be introduced:

Equity funds:

Fidelity Funds – Emerging Europe, Middle East and Africa Fund

The new class J-USD of the above mentioned fund will be offered only to fund of funds ("FOF"). There will be no initial charge for the new distributing class J-USD Shares.

The annual management fee will be 1.50%.

The minimum initial investment will be USD 500,000 and the minimum subsequent investment will be USD 100,000.

Dividends are declared on all distributing Shares on the first Business Day of August. The first distribution will be on the first Business Day of August 2008.

Shareholders may switch some or all of their class J Shares of one fund into class J Shares of another fund provided they are in issue.

These new class J-USD Shares will be launched on 27 September 2007, with a price per Share at launch of USD 10. The first NAV will be calculated on 28 September 2007.

The new class J-USD is only authorised for distribution in Luxembourg.

Launch of new Euro denominated accumulating hedged A Shares (A-ACC-Euro (hedged))

For the following existing funds, new class A-ACC-Euro (hedged) Shares will be introduced:

Equity funds:

Fidelity Funds – Asian Special Situations Fund
Fidelity Funds – China Focus Fund

Bond funds:

Fidelity Funds – Emerging Market Debt Fund
Fidelity Funds – International Bond Fund
Fidelity Funds – US Dollar Bond Fund
Fidelity Funds – US High Yield Fund

The new class A-ACC-Euro (hedged) Shares of the above mentioned funds will have the same characteristics as the existing class A accumulating Shares, except that for the class A-ACC-Euro (hedged) Shares, the manager hedges the underlying portfolio risk into the principal dealing currency, the aim of which is to eliminate, as far as possible, the foreign currency exchange risk other than the principal dealing currency through the use of forward foreign exchange contracts, in compliance with the provisions of Part V, section D. contained in the Prospectus.

The minimum investment and subsequent investment will be the same as the current class A accumulating Shares of Fidelity Equity and Bond funds.

The annual management fee will be 1.50% for Equity funds and 0.75% for Bond funds, save for Fidelity Funds – Emerging Market Debt Fund it will be 1.25% and for Fidelity Funds – US High Yield Fund it will be 1.00%.

These new class A-ACC-Euro (hedged) Shares will be launched at a later date.

The new class A-ACC-Euro (hedged) Shares are authorised in Luxembourg. It is intended to seek authorisation, recognition or registration in the following jurisdictions: Austria, Belgium, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland and The Netherlands.

Launch of new USD denominated distributing C Shares (C-USD) and new Euro denominated distributing C Shares (C-Euro)

For the following existing funds, new class C-USD Shares will be introduced:

Equity funds:

Fidelity Funds – China Focus Fund
Fidelity Funds – South East Asia Fund

Balanced funds:

Fidelity Funds – Multi Asset Navigator Fund

For the following existing fund, new class C-Euro Shares will be introduced:

Equity funds:

Fidelity Funds – European Growth Fund

The new class C-USD and C-Euro Shares will charge an annual distribution fee of up to 1.00% in addition to the annual management fee of up to 1.50%. There will be no initial charge.

The minimum initial investment will be USD 2,500 and the minimum subsequent investment will be USD 1,000.

Dividends are declared on all distributing Shares on the first Business Day of August. The first distribution will be on the first Business Day of August 2008.

Shareholders may switch some or all of their class C Shares of one fund into class C Shares of another fund provided they are in issue.

These new class C-USD and C-Euro Shares will be launched on 5 November 2007, with a price per Share at launch of USD 10 and Euro 10. The first NAV will be calculated on 6 November 2007.

The new class C-USD and C-Euro Shares are authorised in Luxembourg. It is intended to seek authorisation, recognition or registration of the new Share class in Hong Kong.

Launch of new Euro denominated accumulating E Shares (E-ACC-Euro)

For the following existing fund, new class E-ACC-Euro Shares will be introduced:

Equity funds:

Fidelity Funds – France Fund

The new class E-ACC-Euro Shares of the above mentioned fund will have the same characteristics as the existing class E-ACC Shares.

These new class E-ACC-Euro Shares will be launched on 14 January 2008, with a price per Share at launch of Euro 10. The first NAV will be calculated on 15 January 2008.

The new class E-ACC-Euro Shares are authorised in Luxembourg. It is intended to seek authorisation, recognition or registration in France, Germany, Italy, Portugal and Spain.

Name changes to existing Equity funds

The following existing funds will change their names as follows:

Current name	New name
Fidelity Funds – Consumer Industries Fund	Fidelity Funds – Global Consumer Industries Fund
Fidelity Funds – Financial Services Fund	Fidelity Funds – Global Financial Services Fund
Fidelity Funds – Health Care Fund	Fidelity Funds – Global Health Care Fund
Fidelity Funds – Industrials Fund	Fidelity Funds – Global Industrials Fund
Fidelity Funds – Technology Fund	Fidelity Funds – Global Technology Fund
Fidelity Funds – Telecommunications Fund	Fidelity Funds – Global Telecommunications Fund

These name changes will be effective from 10 December 2007.

Investment objective changes to existing Balanced, Asset Allocation and Institutional Reserved funds

The following existing funds will change their investment objectives as follows:

Fund name	Current investment objective	New investment objective
Fidelity Funds – Euro Balanced Fund	Invests primarily in equities and bonds issued in those countries which are members of the Economic Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries but if other countries join the EMU in the future then investments in these countries may also be considered for inclusion in the fund.	Invests primarily in equities and bonds denominated in Euro. The fund will invest at least 30% and a maximum of 60% of the total assets in equities. The remainder (minimum 40%, maximum 70%) will be invested in bonds.
Fidelity Funds – Fidelity Gestion Equilibre	Aims to provide a more conservative approach through providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European securities. The fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.	Aims to provide a more conservative approach through providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European or Euro denominated securities. The fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.
Fidelity Funds – Fidelity Portfolio Selector Defensive Fund	Managed to provide a higher total return than cash over the longer-term, primarily through investments in a combination of bonds and liquid assets with a European emphasis, although equities may make up a small percentage of the fund. This fund will appeal to cautious investors.	Managed to provide a higher total return than cash over the longer-term, primarily through investments in a combination of bonds and liquid assets with a European or Euro denominated emphasis, although equities may make up a small percentage of the fund. This fund will appeal to cautious investors.

Fund name	Current investment objective	New investment objective
Fidelity Funds – Fidelity Portfolio Selector Moderate Growth Fund	Managed with a more conservative approach towards providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European securities. This fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.	Managed with a more conservative approach towards providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European or Euro denominated securities. This fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.
Fidelity Funds – Fidelity Portfolio Selector Growth Fund	Aims to provide long-term capital growth primarily through investment in equities with an emphasis on European securities. This fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher levels of risk normally associated with this type of investment.	Aims to provide long-term capital growth primarily through investment in equities with an emphasis on European or Euro denominated securities. This fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher levels of risk normally associated with this type of investment.
Fidelity Funds – Institutional Optimised European Equity Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in shares of European companies.	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in shares of companies that have their head office or exercise a predominant part of their activity in Europe.

These investment objective changes will be effective from 5 November 2007.

Name and investment objective changes to existing Fidelity Lifestyle Funds

The following existing funds will change their names and investment objectives as follows:

Current name	Current investment objective	New name	New investment objective
Fidelity Funds – Fidelity Target™ 2010 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2010. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2010 is approached.	**Fidelity Funds – Fidelity Target™ 2010 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2010. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2010 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.
Fidelity Funds – Fidelity Target™ 2015 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2015. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2015 is approached.	**Fidelity Funds – Fidelity Target™ 2015 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2015. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2015 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.
Fidelity Funds – Fidelity Target™ 2020 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2020. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2020 is approached.	**Fidelity Funds – Fidelity Target™ 2020 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2020. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2020 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.
Fidelity Funds – Fidelity Target™ 2025 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2025. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2025 is approached.	**Fidelity Funds – Fidelity Target™ 2025 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2025. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2025 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.

Current name	Current investment objective	New name	New investment objective
Fidelity Funds – Fidelity Target™ 2030 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2030. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2030 is approached.	**Fidelity Funds – Fidelity Target™ 2030 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2030. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2030 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.
Fidelity Funds – Fidelity Target™ 2035 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2035. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2035 is approached.	**Fidelity Funds – Fidelity Target™ 2035 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2035. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2035 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.
Fidelity Funds – Fidelity Target™ 2040 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2040. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2040 is approached.	**Fidelity Funds – Fidelity Target™ 2040 (Euro) Fund**	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2040. The fund will invest primarily in European or Euro denominated equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2040 is approached. The Euro to which the name of the fund refers is a currency of reference and not a currency of investments. Accordingly, the fund may also invest its assets in currencies other than the Euro.

These name and investment objective changes will be effective from 5 November 2007.

Part I, 1. Fund Information, 1.1. The Fund

The following wording will be added under 1.1. The Fund, after the second paragraph:

“For out-of-court complaints and redress mechanism please contact The Compliance Officer, Fidelity Investments Luxembourg S.A., Kansallis House, Place de l’Etoile, L-1021 Luxembourg. No investor compensation scheme is in place for the Fund.”

The following wording will be added at the end of section 1.1. The Fund:

“The competent supervisory authority in the Fund’s home state is the Commission de Surveillance du Secteur Financier (CSSF), 110, route d’Arlon, L-2991 Luxembourg.”

Part I, 1. Fund Information, 1.3. Additional Information

The eleventh paragraph under the heading “Registration information for new funds or new classes of Shares” will now read:

“Class E Shares are only intended for registration in France, Germany, Italy, Portugal and Spain.”

Part IV, 4. Administration Details, Charges and Expenses

The last sentence in the third paragraph under the heading “General Distributor and Distributors” will now read:

“Ongoing commissions may be paid to financial intermediaries and these commissions are borne by the Investment Manager and paid through the General Distributor from the management fee.”

INFORMATION

IMPORTANT. If you are in any doubt about the contents of this Prospectus, you should consult your stockbroker, bank manager, solicitor, accountant or other independent financial adviser. Shares are offered on the basis of the information contained in and the documents referred to in this Prospectus and the relevant Simplified Prospectus(es). No person is authorised to give any information or to make any representations concerning the Fund other than as contained in this Prospectus and the relevant Simplified Prospectus(es). Any purchase made by any person on the basis of statements or representations not contained in or inconsistent with the information and representations contained in this Prospectus and the relevant Simplified Prospectus(es) will be solely at the risk of the purchaser.

The Fund is registered under Part I of the Luxembourg Law of 20 December 2002. This registration does not require any Luxembourg authority to approve or disapprove either the adequacy or accuracy of this Prospectus or the portfolio of securities held by the Fund. Any representation to the contrary is unauthorised and unlawful. The Fund complies with the substance requirements as provided by Article 27 of the Luxembourg Law of 20 December 2002.

The Fund qualifies as an undertaking for collective investment in transferable securities ('UCITS') and has obtained recognition under the amended EC Council Directive 85/611 for marketing in certain Member States of the European Economic Union.

The Directors have taken all reasonable care to ensure that the facts stated in this Prospectus are true and accurate in all material respects at the date hereof and that there are no other material facts the omission of which makes any statement of fact or opinion in this Prospectus misleading. The Directors accept responsibility accordingly. The Board of Directors has approved the full English version of this Prospectus. This Prospectus may be translated into other languages. Where this Prospectus is translated into any other language, the translation shall be as close as possible to the English text and any material variations shall be in compliance with the requirements of the regulatory authorities in other jurisdictions.

The distribution of this Prospectus and the offering of the Shares may be restricted in certain jurisdictions. This Prospectus does not constitute an offer or solicitation in any jurisdiction where such offer or solicitation is or may be unlawful, where the person making the offer or solicitation is not authorised to make it or a person receiving the offer or solicitation may not lawfully receive it.

The information contained in this Prospectus is supplemented by the most recent simplified prospectuses, annual report and accounts of the Fund and any subsequent semi-annual report and accounts, if available, copies of which can be obtained free of charge from the registered office of the Fund. Persons interested in purchasing Shares should inform themselves as to (a) the legal requirements within their own country for the purchase of Shares, (b) any foreign exchange restrictions which may be applicable, and (c) the income and other tax consequences of purchase, conversion and redemption of Shares.

Information for investors in certain countries is contained in the appendix to this Prospectus, which accompanies Parts I - VI. Investors should note that the information contained in this Prospectus does not constitute tax advice and the Directors recommend that Shareholders should seek their own professional advice as to the tax consequences before investing in Shares in the Fund.

Copies of this Prospectus and of the latest simplified prospectuses are available free of charge from the Distributors and the Representatives of the Fund.

Investors in the Fund agree that data relating to them, their account and account activities may be stored, changed or used by Fidelity or its associated companies. Storage and use of this data within the Fidelity group is to develop and process the business relationship with investors and so investors may have access to their data in any jurisdiction where the data is kept. Data may be transmitted to other companies within the Fidelity group, intermediaries and other parties in the business relationship. Data may be available in jurisdictions other than where this Prospectus is available. The Fidelity group has taken reasonable measures to ensure confidentiality of the data transmitted within each of the entities concerned.

IMPORTANT NOTE

The Fund is designed and managed to support longer-term investment and active trading is discouraged. Short term or excessive trading into and out of the Fund may harm performance by disrupting portfolio management strategies and by increasing expenses. In accordance with general Fidelity policy and practice and CSSF circular 04/146, the Fund and the Distributors are committed not to permit transactions which they know to be or have reasons to believe to be related to market timing. Accordingly, the Fund and the Distributors may refuse to accept applications for or switching of Shares, especially where transactions are deemed disruptive, particularly from market timers or investors who, in the Fund's or any of the Distributors' opinion, have a pattern of short-term or excessive trading or whose trading has been or may be disruptive to the Fund. For these purposes, the Fund and the Distributors may consider an investor's trading history in a fund or other Fidelity UCIs and accounts under common ownership or control.

The value of the funds will change with the value of their respective underlying investments. Hence, the capital value of Shares and the income arising from the underlying investment will fluctuate and is not guaranteed.

For funds which invest in stocks, the value of underlying investments may fluctuate, sometimes dramatically, in response to the activities and results of individual companies or because of general market and economic conditions. For funds which invest in bonds, the value of the underlying investments will depend upon interest rates and the credit quality of the issuer. The Net Asset Value of a fund invested in fixed income securities will change in response to fluctuations in interest rates and currency exchange rates. Some funds may invest in high yielding securities where the risk of depreciation and realisation of capital losses on some of the securities held will be unavoidable. In addition medium- and lower-rated securities and un-rated securities of comparable quality may be subject to wider fluctuations in yield and market values than higher-rated securities. Funds which invest in essentially only one country will have greater exposure to market, political and economic risks of that country. In certain countries, and for certain types of investments, transaction costs are higher and liquidity is lower than elsewhere. There may also be limited opportunities to find alternative ways of managing cash flows especially where the focus of investment is on small and medium sized firms. For funds specialising in such countries and investment types, transactions, particularly those large in size, are likely to have a greater impact on the costs of running a fund than similar transactions in larger funds. Prospective investors should bear this in mind in selecting funds. Funds which invest in multiple countries will have less exposure to the risks of any one country but will be exposed to a larger number of countries. Many of the underlying investments of a fund may be denominated in different currencies than that of the particular fund. This means that currency movements in underlying investments may significantly affect the value of a fund's Share price.

Several of the funds invest, in part or in whole, in emerging market securities. Investors should appreciate that these securities may be more volatile than securities in more developed markets. As a result there may be a greater risk of price fluctuation or of the suspension of redemptions in such funds, compared to funds investing in more mature markets. This volatility may stem from political and economic factors and be exacerbated by legal, trading liquidity, settlement, transfer of securities and currency factors. Some emerging market countries have relatively prosperous economies but may be sensitive to world commodity prices. Others are especially vulnerable to economic conditions in other countries. Although care is taken to understand and manage these risks, the respective funds and accordingly the Shareholders will ultimately bear the risks associated with investing in these markets.

Some of the funds may invest a portion of their net assets in Russia as indicated in the relevant notes in Part I of this Prospectus. It is understood that under current Luxembourg regulations a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling within such limit. There are specific risks linked to investing in Russia. Investors should be aware that the Russian market presents specific risks in relation to the settlement and safekeeping of securities as well as regarding the registration of assets where registrars are not always subject to effective government or other supervision. Russian securities are not on physical deposit with the Custodian or its local agents in Russia. Therefore, neither the Custodian nor its local agents in Russia can be considered to be performing a physical safekeeping or custody function in accordance with recognised international standards. The Custodian's liability only extends to its own negligence and/or willful default and to negligence and willful misconduct of its local agents in Russia and does not extend to losses due to the liquidation, bankruptcy, negligence and willful default of any registrar. In the event of such losses, the Fund will have to pursue its rights against the issuer and/or the appointed registrar of the securities.

The Fund may use various techniques for hedging against market risks. These techniques and the instruments used are described in Part V of this Prospectus. In addition, the Fund may make ancillary use of such techniques and instruments for the purpose of efficient portfolio management. Investors may wish to consult their independent financial adviser about the suitability of a particular fund for their investment needs.

In addition certain funds might invest in derivatives as further described in their respective investment policy.

While the judicious use of derivative instruments by experienced investment advisers such as the Investment Manager can be beneficial, derivative instruments also involve risks different from, and, in certain cases, greater than, the risks presented by more traditional investments. The use of derivatives may give rise to a form of leverage, which may cause these funds to be more volatile than if it had not been leveraged. This is because leverage tends to exaggerate the effect of any increase or decrease in the value of the respective funds' portfolio securities.

The following is a general discussion of important risk factors and issues concerning the use of derivative instruments that investors should understand before investing in these funds.

- **Market Risk - This is the general risk attendant to all investments that the value of a particular investment will change in a way detrimental to a fund's interest.**

- **Management Risk - Derivative products are highly specialised instruments that require investment techniques and risk analyses different from those associated with stocks and bonds. The use of a derivative instrument requires an understanding not only of the underlying asset but also of the derivative instrument itself, without the benefit of observing the performance of the derivative instrument under all possible market conditions. In particular, the use and complexity of derivative instruments require the maintenance of adequate controls to monitor the transactions entered into, the ability to assess the risk that a derivative instrument adds to the funds and the ability to forecast price, interest rate or currency exchange rate movements correctly.**

- **Credit Risk - This is the risk that a loss may be sustained by a fund as a result of the failure of another party to a derivative instrument (usually referred to as a 'counterparty') to comply with the terms of the derivative instrument contract. The credit risk for exchange-traded derivative instruments is generally less than for privately negotiated derivative instruments, since the clearing house, which is the issuer or counterparty to each exchange-traded derivative instrument, provides a guarantee of performance. This guarantee is supported by a daily payment system (i.e. margin requirements) operated by the clearing house in order to reduce overall credit risk. For privately negotiated derivative instruments, there is no similar clearing agency guarantee. Therefore, the Investment Manager will consider the creditworthiness of each counterparty to a privately negotiated derivative instrument in evaluating potential credit risk.**

- **Liquidity Risk - Liquidity risk exists when a particular instrument is difficult to purchase or sell. If a derivative instrument transaction is particularly large or if the relevant market is illiquid (as is the case with many privately negotiated derivative instruments), it may not be possible to initiate a transaction or liquidate a position at an advantageous price.**

- **Other Risks - Other risks in using derivative instruments include the risk of mispricing or improper valuation of derivative instruments and the inability of derivative instruments to correlate perfectly with underlying assets, rates and indices. Many derivative instruments, in particular privately negotiated derivative instruments, are complex and often valued subjectively. Improper valuations can result in increased cash payment requirements to counterparties or a loss of value to the funds. Derivative instruments do not always perfectly or even highly correlate or track the value of the assets, rates or indices they are designed to track. Consequently, the funds' use of derivative instruments may not always be an effective means of, and sometimes could be counterproductive to, furthering the funds' investment objective.**

The following instruments can be used. Please note that this is an indicative list and that other instruments may be used.

<u>Forward Contracts and Contracts for Difference:</u> the risk to the buyer or seller of such contracts is the change in value of the underlying security. Where the value of the underlying asset changes, the value of the contract becomes positive or negative, depending on the performance of the underlying asset. Unlike futures contracts (which are settled through a clearing firm), over-the-counter forward contracts and contracts for difference are privately negotiated between two parties and are not standardized. Further, the two parties must bear each other's credit risk, which is not the case with a futures contract. Also, since these contracts are not exchange traded, there is no marked-to-market margin requirement, which allows a buyer to avoid almost all capital outflow initially. The Fund adopts a counterparty risk framework which measures, monitors and manages counterparty risk through the usage of internal and external credit agency ratings and evaluates financial derivative instrument credit risk exposure.

Structured Notes / Equity Linked Notes: additional risks result from the fact that the documentation of such notes programmes tends to be highly customised and transactions hence are subject to liquidity risks similar to over-the-counter transactions. The Fund adopts a counterparty risk framework which measures, monitors and manages counterparty risk through the usage of internal and external credit agency ratings and evaluates financial derivatives instrument credit risk exposure.

Equity Index, Single Stock, Interest Rate and Bond Futures: the risk to the buyer or seller of an exchange-traded future is the change in value of the underlying. Futures contracts are forward contracts, meaning they represent a pledge to make a certain economic transfer at a future date. The exchange of value occurs by the date specified in the contract; the majority of contracts have to be cash settled and where physical delivery is an option the underlying instrument is actually rarely exchanged. Futures are distinguished from generic forward contracts in that they contain standardized terms, trade on a formal exchange, are regulated by overseeing agencies, and are guaranteed by clearing houses. Also, in order to ensure that payment will occur, futures have a margin requirement moving in line with the market value of the underlying asset that must be settled daily.

Exchange-traded and over-the-counter Options: the most significant contributor to market risk resulting from options is the market risk of the underlying (when the option has an intrinsic value ('in-the-money') or the strike price is near the price of the underlying ('near-the-money')). The relationship of the size of the market risk is primarily measured by delta. Unlike exchange traded contracts (which are settled through a clearing firm), over-the-counter option contracts are privately negotiated between two parties and are not standardized. Further, the two parties must bear each other's credit risk. Collateral is arranged to mitigate this risk.

Interest Rate Swaps: an interest rate swap involves exchanging a – normally – fixed amount per payment period for a payment that is floating. The market risk of this type of instrument is driven by the change in the reference benchmarks used for the fixed and floating legs. This is an agreement between two parties (usually) and so can be tailored to the requirements of the parties involved. Consequently each party bears the other's credit risk. Collateral is arranged to mitigate this risk.

Credit Default Swaps (CDS): these contracts represent a credit derivative, whose market value will change in line with the perceived credit standing of the underlying security or basket of securities. Where protection has been sold, the fund has a similar credit exposure to the underlying as if the underlying had actually been bought. The swap contract is an agreement between two parties and therefore each party bears the other's counterparty credit risk. Collateral is arranged to mitigate this risk. The documentation risk for CDS is reduced by adhering to standard ISDA documentation.

Total Return Swaps (TRS): these contracts represent a combined market and credit default derivative and are affected by fluctuations in interest rates as well as credit events and credit outlook. A TRS which involves the fund receiving the total return is similar in risk profile to actually owning the underlying reference bond. Further, these transactions may be illiquid as unlike interest rate swaps there is no standardisation of the reference index. The swap contract is an agreement between two parties and therefore each party bears the other's counterparty credit risk. Collateral is arranged to mitigate this risk.

Inflation Index Swaps: the market risk of this type of instrument is driven by the change in the reference benchmarks used for the two legs of the transaction. This is an agreement between two parties and so can be tailored to the requirements of the parties involved. Consequently each party bears the other's credit risk. Collateral is arranged to mitigate this risk. An inflation index swap normally involves exchanging a fixed final amount for a payment that is not fixed (the floating side of the swap would usually be linked to an inflation index in one of the major currencies).

TABLE OF CONTENTS:

DEFINITIONS

Articles of Incorporation	The articles of incorporation of the Fund, as they may be amended from time to time.
AUD	Australian Dollars.
Board	The board of Directors of the Fund.
Business Day	A day on which the banks in the relevant jurisdiction are normally open for business.
CHF	Swiss Francs.
Class A Shares	Class A distributing Shares.
Class A-ACC Shares	Class A accumulating Shares.
Class A-ACC (hedged) Shares	Class A accumulating hedged Shares.
Class A-MDIST Shares	Class A monthly distributing Shares.
Class B Shares	Class B distributing Shares.
Class B-MDIST Shares	Class B monthly distributing Shares.
Class E-ACC Shares	Class E accumulating Shares.
Class I Shares	Class I distributing Shares.
Class I-ACC Shares	Class I accumulating Shares.
Class Y-ACC Shares	Class Y accumulating Shares.
Class Y-ACC (hedged) Shares	Class Y accumulating hedged Shares.
Class Y-GDIST Shares	Class Y gross income distributing Shares.
Connected Person	'Connected Person' of any investment adviser, investment manager, custodian or any Share Distributor means: a) any person beneficially owning, directly or indirectly, 20% or more of the ordinary share capital of that company or able to exercise, directly or indirectly, 20% or more of the total votes in that company; b) any person controlled by a person who meets one or both of the requirements set out in a) above; c) any company 20% or more of whose ordinary share capital is beneficially owned, directly or indirectly, by any investment adviser, investment manager or Share Distributor taken together; and any company 20% or more of the total votes in which can be exercised, directly or indirectly by such investment adviser, investment manager or Share Distributor taken together; and d) any director or officer of any investment adviser or investment manager or Share Distributor or of any Connected Person of that company, as defined in a), b) or c) above.
Director	Any member of the Board.
Distributor	One of the Fidelity group companies named in this Prospectus through which Shares in the Fund may be bought, sold or switched.
Eligible Market	A Regulated Market in an Eligible State.
Eligible State	Any Member State of the EU or any other state in Eastern and Western Europe, Asia, Africa, Australia, North and South America and Oceania.
Euro	The European currency unit.
FATF State	Any state having joined the Financial Action Task Force.
Fidelity	Fidelity International Limited, established in Bermuda, and/or FMR Corp., established in the United States, and their respective affiliated companies.
Fund	Fidelity Funds.
fund	A specific portfolio of assets and liabilities within the Fund managed in accordance with the investment policy specified for the Share class or classes connected with that fund.
HKD	Hong Kong Dollars.
JPY	Japanese Yen.
Law of 2002	The Luxembourg law of 20 December 2002 relating to undertakings for collective investment, as it may be amended from time to time.

Money Market Instruments	Instruments normally dealt in on a money market which are liquid, and have a value which can be accurately determined at any time.
Net Asset Value	As the case may be the value of the assets less liabilities of the Fund, of a fund, of a class of Shares or of a Share in a fund determined in accordance with the principles set out in this Prospectus.
OECD	Organisation for Economic Co-operation and Development.
open for business	The Distributors and the Fund will be open at least every Business Day in the relevant jurisdiction. The Distributors may be open on other days as determined by them. Please note that for Institutional Reserved funds the Distributors will not be open for business on UK bank holidays.
other UCI	An undertaking for collective investment within the meaning of the first and second indents of Article 1 (2) of Council Directive 85/611/EEC, as amended.
primarily	Each time this word is used in the description of a fund or a class of Shares or a type of fund or class of Shares of the Fund, this means that at least 70% of the assets of the relevant fund are directly invested in the currency, the country, the type of security or other material element set out in the name of the fund and its investment objective.
Principal Dealing Currency	For some funds, separate classes of Shares are issued, whose Net Asset Value will be calculated, and which will be priced, in the principal dealing currencies specified under ‘Available Classes’ in the fund descriptions.
principally	Each time this word is used in the description of a fund or a class of Shares or a type of fund or class of Shares of the Fund, this means that at least 70% (and normally 75%) of the assets of the relevant fund are directly invested in the currency, the country, the type of security or other material element set out in the name of the fund and its investment objective.
Reference Currency	The currency used for reporting purposes.
Regulated Market	A market within the meaning of Article 1.13 of directive 93/22/EEC and any other market which is regulated, operates regularly and is recognised and open to the public. For the avoidance of any doubt this shall include the US OTC Bond Market, the Russian Trading System Stock Exchange (RTS Stock Exchange) as well as the Moscow Interbank Currency Exchange (MICEX).
SEK	Swedish Krona.
SGD	Singapore Dollars.
Share	A class of share of any one fund in the capital of the Fund or a share in any such class.
Sterling and GBP	United Kingdom Pounds Sterling.
Supervisory Officers	Persons in charge of the daily business conduct of the Fund.
Transferable Securities	Shall mean: – shares and other securities equivalent to shares, – bonds and other debt instruments, – any other negotiable securities which carry the right to acquire any such transferable securities by subscription or exchange, excluding techniques and instruments relating to transferable securities and money market instruments.
UCI	Undertaking for Collective Investment.
UCITS	An undertaking for collective investment in Transferable Securities authorised pursuant to Council Directive 85/611/EEC, as amended.
US Dollar and USD	United States Dollars.
Valuation Date	Each week day (any day Monday to Friday inclusive) excluding 25 December (‘Christmas Day’) and 1 January (‘New Year’s Day’).

OVERVIEW – MAIN ADMINISTRATION FUNCTIONS

REGISTERED OFFICE	INVESTMENT MANAGER
Kansallis House Place de l'Etoile BP 2174 L-1021 Luxembourg	Fidelity Fund Management Limited Pembroke Hall 42 Crow Lane Pembroke HM19 Bermuda
REGISTRAR, TRANSFER AGENT, ADMINISTRATIVE SERVICE AGENT AND DOMICILIARY AGENT	**CUSTODIAN**
Fidelity Investments Luxembourg S.A. Kansallis House Place de l'Etoile BP 2174 L-1021 Luxembourg	Brown Brothers Harriman (Luxembourg) S.C.A. 2-8 avenue Charles de Gaulle L-1653 Luxembourg
INDEPENDENT AUDITORS	**LUXEMBOURG BEARER SHARE PAYING AGENT**
PricewaterhouseCoopers S.à r.l. 400, Route d'Esch, BP 1443 L-1014 Luxembourg	Deutsche Bank Luxembourg S.A. 2, Boulevard Konrad Adenauer L-1115 Luxembourg
TAIWAN GENERAL REPRESENTATIVE	**HONG KONG REPRESENTATIVE**
Fidelity Investments Securities (Taiwan) Limited 15F, No. 207, Section 2 Tun-Hwa South Road Taipei 106 Taiwan, R.O.C.	Fidelity Investments Management (Hong Kong) Limited 17th Floor One International Finance Centre 1 Harbour View Street Central Hong Kong
IRISH REPRESENTATIVE	**LISTING AGENT**
Fidelity Investments Management (Ireland) Limited Hardwicke House Upper Hatch Street Dublin 2 Ireland	Deutsche Bank Luxembourg S.A. 2, Boulevard Konrad Adenauer L-1115 Luxembourg

OVERVIEW – MANAGEMENT OF THE FUND

Board of Directors
Edward C. Johnson 3d (Chairman of the Board) United States of America; Chief Executive Officer and Chairman of the Board of FMR Corp.; Chairman of Fidelity International Limited ('FIL'); a Director and President of funds in the Fidelity group of US Funds; Chairman of other funds in the Fidelity group of International Funds.
Barry R. J. Bateman United Kingdom; Vice Chairman of FIL; a Director of other companies in the FIL group of companies; a Director of other funds in the Fidelity group of International Funds; Chairman of COLT Telecom Group PLC and a Director of the Investment Management Association.
Sir Charles Fraser K.C.V.O. United Kingdom; a Director of a number of companies. He has extensive experience of the investment industry where his directorships have included Scottish Widows, British Assets Trust PLC, British Empire Securities & General Trust PLC and Fidelity European Values PLC. He is also a Director of other funds in the Fidelity group of International Funds.
Jean Hamilius Luxembourg; former member of the Luxembourg Government and the European Parliament; a Director of other funds in the Fidelity group of International Funds; a Director of the Luxembourg Central Bank.
Simon M. Haslam United Kingdom; Director and Chief Operating Officer of FIL, responsible for all aspects of finance, treasury, legal risk, compliance, audit, human resource and real estate functions and certain Fidelity-wide processes; formerly an audit and consulting partner at what is now Deloitte & Touche.
Alexander Kemner The Netherlands; formerly a member of the Executive Committee and a Director of Unilever N.V. and Unilever PLC; Chairman of the supervisory board of Diamond Tools Group B.V. in The Netherlands; a Director of other funds in the Fidelity group of International Funds.
Glen R. Moreno United States of America; Chairman of Pearson PLC; a Director of Man Group PLC; a trustee of the Prince of Liechtenstein Foundation; an independent Director of FIL; a Director of other funds in the Fidelity group of International Funds.
Dr. Arno Morenz Germany; Vice Chairman of the German Shareholder Association DSW and Chairman and Director of several German companies. He is also a Director of other funds in the Fidelity group of International Funds.
Frank Mutch Bermuda; Partner and then a Consultant with the law firm Messrs Conyers, Dill and Pearman; an independent Director of FIL and other companies in the FIL group of companies and a Director of other funds in the Fidelity group of International Funds.
The Honourable Dr. David J. Saul Bermuda; former Premier and Minister of Finance of Bermuda, an independent Director of FIL and other companies in the FIL group of companies; a Director of other funds in the Fidelity group of International Funds.
Helmert Frans van den Hoven K.B.E. The Netherlands; previously Chairman of Unilever N.V. and past President of the International Chamber of Commerce in Paris. His non-executive directorships included Royal Dutch Shell and Fidelity European Values PLC. He is also a Director of other funds in the Fidelity group of International Funds and a non-executive Director of COLT Telecom Group PLC.
Fidelity Investments Luxembourg S.A. A company incorporated in Luxembourg on 14 November 1988 under the name of Fidelity International Service (Luxembourg) S.A. with RCS number B 29 112 and having its registered office at Kansallis House, Place de l'Etoile, L - 1021 Luxembourg, Grand Duchy of Luxembourg; the company acts as Registrar, Transfer Agent, Administrative Service Agent and Domiciliary Agent for the Fund and is a Distributor of the Fund as agent of the General Distributor, Fidelity Investments Distributors.

Supervisory Officers
Emmanuelle Entringer Luxembourg; Senior Corporate Counsel, Fidelity Investments Luxembourg S.A. and a Director of Fidelity Investments Management Luxembourg S.A.
Nishith Gandhi Luxembourg; Head of Luxembourg Investment Administration for Fidelity Investments Luxembourg S.A., responsible for all aspects of fund administration operations, reporting and project management of SICAVs and FCPs registered in Luxembourg for Fidelity.
Andrew Steward United Kingdom; Managing Director of Systems and Investment Administration, Fidelity International Limited ("FIL") United Kingdom and prior to that Chief Financial Officer; formerly held various operations and financial roles both in Europe and the US for what became Chase Manhattan and held the position of CFO of a division of Nat West Markets.

OVERVIEW – FIDELITY DISTRIBUTORS & DEALING FACILITIES

General Distributor:
Fidelity Investments Distributors
Pembroke Hall 42 Crow Lane Pembroke HM19 Bermuda Telephone: (1) 441 295 0665 Fax: (1) 441 295 9373

Share Distributors & Dealing Facilities:	
Fidelity Investments Luxembourg S.A.*	**Fidelity Investment Services GmbH***
Kansallis House Place de l'Etoile BP 2174 L-1021 Luxembourg Telephone: (352) 250 404 1 Fax: (352) 250 340	Kastanienhöhe 1 D-61476 Kronberg im Taunus Telephone: (49) 6173 509 0 Fax: (49) 6173 509 4199
Fidelity Investments International*	**Fidelity Investments Management (Hong Kong) Limited***
Oakhill House 130 Tonbridge Road Hildenborough Tonbridge Kent TN11 9DZ United Kingdom Telephone: (44) 1732 777377 Fax: (44) 1732 777262	17th Floor, One International Finance Centre 1 Harbour View Street Central Hong Kong Telephone: (852) 26 29 2629 Fax: (852) 2629 6088
Fidelity Distributors International Limited*	**Fidelity Investments (Singapore) Limited**
PO Box HM670 Hamilton HMCX Bermuda Telephone: (1) 441 295 0665 Fax: (1) 441 295 9373	1 George Street No 07-02 Singapore 049145 Telephone: (65) 6511 2200 (general) Fax: (65) 6536 1960
Fidelity Investissements S.A.S.	**Fidelity Pensions Management**
Washington Plaza 29 rue de Berri F-75008 Paris Telephone: (33) 1 7304 3000	Oakhill House 130 Tonbridge Road Hildenborough Tonbridge Kent TN11 9DZ United Kingdom Telephone: (44) 1732 777377 Fax: (44) 1732 777262

Those Share Distributors marked * provide dealing facilities. Share dealings may also take place directly with the Fund at its registered office.

PART I

1. FUND INFORMATION

1.1. The Fund

The Fund is an open-ended investment company established in Luxembourg as a SICAV (société d'investissement à capital variable). Its assets are held in different funds. Each fund is a separate portfolio of securities and other assets managed in accordance with specific investment objectives. Separate classes of Shares are or may be issued in relation to the funds.

The Fund was incorporated in Luxembourg on 15 June 1990. The Fund and its Articles of Incorporation (as amended from time to time) are kept at the *Registre de Commerce et des Sociétés* of Luxembourg under the number B34036. These documents may be inspected and copies may be obtained from there against payment of the *Registre de Commerce et des Sociétés'* fees. The Articles of Incorporation may be amended by the Shareholders in accordance with Luxembourg law. The Articles of Incorporation were published in the Mémorial on 21 August 1990. The most recent amendment to the Articles of Incorporation dated 3 August 2005 was published in the Mémorial on 10 August 2005. Shareholders are bound by the Articles of Incorporation of the Fund and any amendments to them.

The capital of the Fund is equal to the Net Asset Value.

Under Luxembourg law the Fund is authorised to issue an unlimited number of Shares, all of which are without par value. Each Share when issued is fully paid and non-assessable. No Shares have preference, pre-emption or exchange rights (other than rights of switches between funds or classes of Shares).

All the Shares in one fund, whether bearer or registered, have equal rights and privileges. Each Share in a fund is entitled to participate equally in any dividends or other distributions declared on the Shares in that fund, as well as in the event of a termination of that fund or the liquidation of the Fund, in the liquidation proceeds of that fund. Each full Share is entitled to one vote at any meeting of Shareholders of the Fund, a fund or a class. However, the Fund may decline to accept the vote of any US Person (as defined in part III, no. 3.4. below) or the vote of any holder as to his holding above 3% (as provided in the Articles of Incorporation).

The Fund has issued no options or any special rights relating to any Shares. Subject to applicable laws, Shareholders are at all times entitled to exchange bearer Shares for registered Shares, by application to the Fund.

The Board of Directors generally has the power to restrict the issues of Shares pursuant to Article 7 of the Articles of Incorporation as well as under the anti-market timing provisions further described under Important Notice (above) if the Board is of the opinion that such further issues would be detrimental to the Fund as a whole or to the holders of Shares in the fund in respect of which such a restriction is established. Information as to the funds and classes of Shares which at a given time are not offered to investors is available at the registered office of the Fund and at the offices of the Distributors.

Shares are generally listed on the Luxembourg Stock Exchange. Funds of the Reserved Fund range, the Institutional Reserved Funds range and class E Shares are currently not listed on the Luxembourg Stock Exchange. Directors may decide to list these funds or classes in the future. Other stock exchange listings may be sought from time to time as considered appropriate by the Board of Directors.

The following documents are available for inspection free of charge during normal business hours on any Business Day at the registered office of the Fund. These documents, together with a translation of the Luxembourg Law of 20 December 2002, may also be inspected, free of charge, at the offices of the Distributors.

1. Articles of Incorporation of the Fund
2. Agency Agreement
3. Custodian Agreement
4. Distributors' Agreements
5. Investment Management Agreement
6. Services Agreement
7. Paying Agency Agreement
8. Hong Kong Representative's Agreement
9. Simplified Prospectuses
10. Financial Reports

The Articles of Incorporation (as amended from time to time) may also be inspected at the offices of the local representatives.

Copies of this Prospectus, the latest simplified prospectuses and the latest financial reports of the Fund may be obtained, free of charge, upon request from the registered office of the Fund and the offices of the Distributors.

Shareholders are bound by the Articles of Incorporation of the Fund and any amendments to them.

1.2. Investment Policies and Objectives

Investors can choose from a range of funds and Share classes. Each fund provides investment in professionally managed pools of securities in different geographical areas and currencies, with the investment objective of capital growth, income or a balance between growth and income. A detailed list of the funds and their investment objectives is provided below.

Performance of the Fund

For the performance of the Fund please refer to the latest version of the Simplified Prospectuses for the respective funds. Past performance is not necessarily a guide to the future performance results of the funds or of the investment manager.

Risk Profiles

For a detailed description of the risk profiles of the respective funds mentioned below please refer to Part VI of this Prospectus.

1.2.1. EQUITY FUNDS

The aim of the Equity funds is to provide investors with long-term capital growth from diversified and actively managed portfolios of securities. The income from these funds is expected to be low. The Equity funds will invest primarily (at least 70% in value) and principally (at least 70% and normally 75% in value) in equities in the markets and sectors reflected in the name of each individual fund and in companies established outside those markets but which derive a significant proportion of their earnings from those markets.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – America Fund	Invests principally in US equity securities.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-USD A-Euro A-GBP A-SGD A-ACC-USD A-ACC-Euro B-USD E-ACC-Euro Y-ACC-USD	**Reference Ccy: USD** Class Y-ACC-USD Shares will be launched on 22 October 2007 with a price per Share at launch of USD 10. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – American Diversified Fund	The fund aims to provide long-term capital growth, principally through investment in US equity securities of small, medium and large capitalised companies. The fund aims to be diversified in terms of sectors and market capitalisation, offering a core exposure to the US stock market. The investment manager seeks to add value primarily through stock selection.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-USD A-Euro A-GBP A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: USD**
Fidelity Funds – American Growth Fund	Invests principally in US equity securities, but favours small to medium capitalised companies. **With effect from 2 July 2007, the investment objective will read as follows:** The fund aims to achieve long-term capital growth, principally through a focused portfolio invested in companies having their head office or exercising a predominant part of their activity in the US.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD A-SGD A-ACC-USD A-ACC-Euro B-USD E-ACC-Euro Y-ACC-USD	**Reference Ccy: USD** Class Y-ACC-USD Shares will be launched on 22 October 2007 with a price per Share at launch of USD 10. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – ASEAN Fund	Invests principally in equity securities quoted on stock exchanges in Singapore, Malaysia, Thailand, Philippines, Indonesia.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-SGD A-ACC-USD	**Reference Ccy: USD**
Fidelity Funds – Asian Dividend Fund	Aims to achieve a long-term capital growth and a higher dividend by investment in securities of Asian companies listed in Asia (excluding Japan), as well as securities in non-Asian companies which have a significant portion of their activities in Asia (excluding Japan).	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-USD A-ACC-USD	**Reference Ccy: USD** This fund will be launched at a later date.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Asian Smaller Companies Fund	Aims to achieve long-term capital growth by investing principally in a diversified portfolio of smaller companies in Asia (including Australia and New Zealand, but excluding Japan).	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: USD** The fund will be launched at a later date.
Fidelity Funds – Asian Special Situations Fund	Invests principally in special situations stocks and smaller growth companies in Asia, excluding Japan. Special situations stocks generally have valuations which are attractive in relation to net assets or earnings potential with additional factors which may have a positive influence on the share price. Up to 25% of the portfolio can consist of investments other than special situations stocks and smaller growth companies.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-GBP A-ACC-USD B-USD	**Reference Ccy: USD**
Fidelity Funds – Asia Pacific Growth & Income Fund	The fund aims to provide income and capital growth principally through investment in income-producing equity securities of Asian and Pacific companies listed in the Asia Pacific region (comprising the countries in the Asian continent, Australia and New Zealand) as well as those companies that derive a significant proportion of their earnings from this region and are listed elsewhere.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD A-SGD B-USD	**Reference Ccy: USD** This fund has currently only been authorised for distribution in Germany, Hong Kong, Macau and Singapore.
Fidelity Funds – Asia Pacific Property Fund	The fund aims to achieve a combination of income and long-term capital growth primarily from investments in securities of companies principally engaged in the real estate industry and other real estate related investments in the Asia Pacific region, including Australia, Japan and New Zealand.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: USD** This fund is authorised by the Securities and Futures Commission in Hong Kong under the Securities and Futures Commission Code on Unit Trusts and Mutual Funds and not under the Securities and Futures Commission Code on Real Estate Investment Trusts.
Fidelity Funds – Australia Fund	Invests principally in Australian equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-AUD A-ACC-AUD B-USD	**Reference Ccy: AUD**
Fidelity Funds – China Focus Fund	The fund will primarily focus on China through investment in securities of Chinese companies listed in China and Hong Kong, as well as securities in non-Chinese companies which have a significant portion of their activities in China.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-GBP A-SGD	**Reference Ccy: USD**
Fidelity Funds – Consumer Industries Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world which are involved in the manufacture and distribution of goods to consumers.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP	**Reference Ccy: Euro**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Emerging Europe, Middle East and Africa Fund	The fund aims to generate long-term capital growth through investing primarily in securities of companies having their head office or exercising a predominant part of their activity in less developed countries of Central, Eastern and Southern Europe (including Russia), Middle East and Africa that are considered as emerging markets according to the MSCI EM Europe, Middle East and Africa Index.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-GBP A-ACC-USD A-ACC-Euro E-ACC-Euro	**Reference Ccy: USD** The fund will be launched on 11 June 2007, with a price per Share at launch of USD 10, Euro 10 and GBP 10 for class A Shares and Euro 10 for class E Shares. The first NAV will be calculated on 12 June 2007. It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit.
Fidelity Funds – Emerging Markets Fund	Invests principally in areas experiencing rapid economic growth including countries in Latin America, South East Asia, Africa, Eastern Europe (including Russia) and the Middle East.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-GBP A-SGD A-ACC-USD B-USD E-ACC-Euro	**Reference Ccy: USD** Class A-Euro Shares will be launched on 23 July 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 24 July 2007. It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit.
Fidelity Funds – Euro Blue Chip Fund	Invests principally in blue chip equities in those countries which are members of the Economic Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries but if other countries join the EMU in the future then investment in these countries may also be considered for inclusion in the fund.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-Euro A-GBP A-SGD A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – EURO STOXX 50™ Fund	Aims to replicate the performance of the Dow Jones EURO STOXX 50SM Index10 as far as this is reasonably and legally practicable. The fund manager's policy for achieving this objective is by the utilisation of replication methodology. The fund manager will aim to hold mainly all securities that represent the Dow Jones EURO STOXX 50SM Index. In order to achieve the investment objective, the fund manager will utilise stock index futures as allowed within the Restrictions set forth in Part V, Section D.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-Euro A-GBP Money-Builder European Index A-ACC-Euro B-USD	**Reference Ccy: Euro** EURO STOXX 50 is a mark of STOXX LIMITED and has been licensed for certain purposes by Fidelity Funds. Dow Jones EURO STOXX 50 Index is owned by STOXX LIMITED. The name of the index is a service mark of DOW JONES & COMPANY, INC. and has been licensed for certain purposes by Fidelity Funds. © 1998 by STOXX LIMITED. All rights reserved.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – European Fund	The fund aims to achieve long-term growth through investment in a blend of portfolios that primarily invest in equity securities of European companies.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-ACC-Euro A-SGD E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007. The underlying portfolio of this fund is primarily composed of European securities. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – European Aggressive Fund	Invests principally in equity securities of European companies. Following an aggressive approach, the 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. This will suit investors prepared to accept the higher risk associated with this type of investment.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP A-SGD A-ACC-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – European Dividend Fund	Aims to achieve a long-term capital growth and a higher dividend by investment in securities of European companies listed in Europe, as well as securities in non-European companies which have a significant portion of their activities in Europe.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** This fund will be launched at a later date.
Fidelity Funds – European Growth Fund	Invests principally in equity securities quoted on European stock exchanges.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-Euro A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – European Larger Companies Fund	The fund aims to achieve long-term growth, primarily through investments in equity securities of larger European Companies.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-Euro A-GBP A-ACC-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007. The fund is eligible to the French PEA tax wrapper.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – European Mid Cap Fund **With effect from 2 July 2007 the name of the fund will be changed as follows:** **Fidelity Funds – European Dynamic Growth Fund**	The fund aims to achieve long-term capital growth, principally through investment in equity securities of medium-sized European companies. **With effect from 2 July 2007 the investment objective will be changed as follows:** The fund aims to achieve long-term capital growth, principally through investment in an actively managed portfolio of companies that have their head office or exercise a predominant part of their activity in Europe. The fund will typically have a bias towards medium sized companies with a market capitalisation of between 1 and 10 billion Euros.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP A-ACC-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – European Smaller Companies Fund	Invests principally in equity securities of small and medium-sized European companies.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles. The fund is eligible to the French PEA tax wrapper.
Fidelity Funds – Financial Services Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world which are involved in providing financial services to consumers and industry.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – France Fund	Invests principally in French equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007. The fund is eligible to the French PEA tax wrapper.
Fidelity Funds – Germany Fund	Invests principally in German equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – Global Sector Fund	Aims to provide investors with long-term capital growth, primarily through investment in the equity securities of companies throughout the world in industry sectors including, but not limited to Consumer Industry, Financial Services, Health Care, Industrials, Natural Resources, Technology and Telecommunication.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-USD A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Global Focus Fund	The fund aims to achieve long-term capital growth from a portfolio primarily invested in stocks across the world's stock markets. The manager is free to select any company regardless of size, industry or location and will concentrate its investments in a more limited number of companies and therefore the resulting portfolio will be less diversified.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-USD A-Euro A-GBP B-USD E-ACC-Euro	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Global Property Fund	The fund aims to achieve a combination of income and long-term capital growth primarily from investments in securities of companies principally engaged in the real estate industry and other real estate related investments.	High risk. Suitable for first time investors seeking income and growth from global portfolio of property companies. Also suitable for existing investors seeking to diversify equity or bond exposure.	A-USD A-Euro A-GBP A-ACC-Euro A-ACC-USD A-ACC-Euro (hedged) E-ACC-Euro Y-ACC-Euro (hedged)	**Reference Ccy: USD** Class Y-ACC-Euro (hedged) Shares will be launched at a later date. This fund is authorised by the Securities and Futures Commission in Hong Kong under the Securities and Futures Commission Code on Unit Trusts and Mutual Funds and not under the Securities and Futures Commission Code on Real Estate Investment Trusts. Class A-ACC-Euro (hedged) and class Y-ACC-Euro (hedged): The manager hedges the underlying portfolio risk into the principal dealing currency, the aim of which is to eliminate, as far as possible, the foreign currency exchange risk other than the principal dealing currency through the use of forward foreign exchange contracts, in compliance with the provisions of Part V, section D. contained in this Prospectus.
Fidelity Funds – Greater China Fund	Invests principally in equity securities quoted on stock exchanges in Hong Kong, China and Taiwan.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD B-USD E-ACC-Euro	**Reference Ccy: USD**
Fidelity Funds – Health Care Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world which are involved in the design, manufacture, or sale of products and services used for or in connection with health care, medicine or biotechnology.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – Iberia Fund	Invests principally in Spanish and Portuguese equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – India Focus Fund	The fund aims to provide long-term growth, principally through investment in equity securities of Indian companies listed in India, as well as securities in non Indian companies which have a significant portion of their activities in India.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-GBP A-SGD B-USD	**Reference Ccy: USD** Class A-SGD Shares will be launched on 27 August 2007 with a price per Share at launch of SGD 1. The first NAV will be calculated on 28 August 2007.
Fidelity Funds – Indonesia Fund	Invests principally in Indonesian equity securities.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD	**Reference Ccy: USD**
Fidelity Funds – Industrials Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world which are involved in the research, development, manufacture, distribution, supply, or sale of materials, equipment, products or services related to cyclical and natural resources industries.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-GBP B-USD E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – International Fund	Invests principally in equities in markets throughout the world including major markets and smaller emerging markets.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-USD A-Euro A-GBP A-SGD A-ACC-USD A-ACC-Euro	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Italy Fund	Invests principally in Italian equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – Japan Fund	Invests principally in Japanese equity securities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-JPY A-Euro A-GBP A-SGD A-ACC-JPY A-ACC-Euro B-USD E-ACC-Euro Y-ACC-JPY	**Reference Ccy: JPY** Class Y-ACC-JPY Shares will be launched on 22 October 2007 with a price per Share at launch of JPY 1000. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – Japan Advantage Fund	Invests principally in equity securities of Japanese companies listed on a Japanese stock exchange, including those listed on regional stock exchanges in Japan and on the Tokyo over-the-counter market. The fund will primarily invest in equity securities of companies Fidelity considers to be undervalued.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-JPY A-GBP B-USD	**Reference Ccy: JPY**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Japan Dividend Growth Fund	Aims to achieve a long-term capital growth and a higher dividend by investment in securities of Japanese companies listed in Japan, as well as securities in non-Japanese companies which have a significant portion of their activities in Japan.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-JPY A-ACC-JPY Y-ACC-JPY Y-GDIST-JPY	**Reference Ccy: JPY** Class Y-ACC-JPY Shares will be launched on 22 October 2007 with a price per Share at launch of JPY 1000. The first NAV will be calculated on 23 October 2007. Class Y-GDIST-JPY Shares will be launched at a later date.
Fidelity Funds – Japan Smaller Companies Fund	Invests principally in smaller and emerging companies in Japan, including those listed on regional stock exchanges in Japan and on the Tokyo over-the-counter market.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-JPY A-ACC-JPY B-USD	**Reference Ccy: JPY**
Fidelity Funds – Korea Fund	Invests principally in Korean equity securities.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD B-USD	**Reference Ccy: USD**
Fidelity Funds – Latin America Fund	Invests principally in securities of Latin American issuers.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-GBP A-SGD E-ACC-Euro	**Reference Ccy: USD**
Fidelity Funds – Malaysia Fund	Invests principally in Malaysian equity securities.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD	**Reference Ccy: USD**
Fidelity Funds – Nordic Fund	Invests principally in equity securities quoted on the stock exchanges in Finland, Norway, Denmark, Sweden.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-SEK A-ACC-SEK	**Reference Ccy: SEK**
Fidelity Funds – Pacific Fund	Invests principally in an actively managed portfolio of equities in countries having a Pacific sea coast, primarily Japan, South East Asia and the United States of America.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-USD A-SGD B-USD	**Reference Ccy: USD**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Singapore Fund	Invests principally in equity securities quoted on the stock exchange in Singapore.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-SGD	**Reference Ccy: USD** Class A-SGD Shares will be launched on 27 August 2007 with a price per Share at launch of SGD 1. The first NAV will be calculated on 28 August 2007.
Fidelity Funds – South East Asia Fund	Invests principally in equity securities quoted on stock exchanges in the Pacific Basin excluding Japan.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD A-Euro A-GBP A-SGD A-ACC-USD A-ACC-Euro B-USD E-ACC-Euro Y-ACC-USD	**Reference Ccy: USD** Class Y-ACC-USD Shares will be launched on 22 October 2007 with a price per Share at launch of USD 10. The first NAV will be calculated on 23 October 2007.
Fidelity Funds – Switzerland Fund	Invests principally in Swiss equities.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-CHF A-ACC-CHF	**Reference Ccy: CHF**
Fidelity Funds – Taiwan Fund	Invests principally in Taiwanese equities.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD B-USD	**Reference Ccy: USD** For further information please refer to 1.3. 'Registration Information For Certain Funds and Classes'.
Fidelity Funds – Technology Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world that have, or will, develop products, processes or services that will provide, or will benefit significantly from, technological advances and improvements.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-Euro A-GBP E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – Telecommunications Fund	Aims to provide investors with long-term capital growth, principally through investment in the equity securities of companies throughout the world which are involved in the development, manufacture or sale of telecommunications services or equipment.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-Euro A-GBP A-ACC-Euro B-USD E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – Thailand Fund	Invests principally in equity securities quoted on the stock exchange in Thailand.	Very high risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept very high market volatility. Such a fund should form a small part of one's overall portfolio.	A-USD	**Reference Ccy: USD**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – United Kingdom Fund	Invests principally in United Kingdom equity securities.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-GBP	**Reference Ccy: GBP**
Fidelity Funds – US REIT Fund	The fund aims to seek to provide a high level of income with the possibility of long-term growth by investing primarily in equity securities of real estate investment trusts ('REITs') set up under US law listed and publicly traded on stock exchanges in the US. REITs are corporations or trusts that combine the capital of many investors to acquire or provide financing for all forms of income-producing real estate.	Medium risk (equity) May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for investors looking for asset class diversification relative to traditional asset classes such as equities and bonds.	A-USD	**Reference Ccy: USD** This fund will be launched at a later date.
Fidelity Funds – World Fund	Invests principally in worldwide equities with the geographical weightings based upon the relative attractiveness of the different regions, and is unlikely to vary significantly from the index neutral weightings.	Medium risk (equity) May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro E-ACC-Euro Y-ACC-Euro	**Reference Ccy: Euro** Class Y-ACC-Euro Shares will be launched on 22 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 23 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

1.2.2. ASSET ALLOCATION FUNDS

The aim of each Asset Allocation fund is to provide investors with a discretionary management service by selecting a highly diversified investment in equities, bonds and liquid assets, which will be managed in line with the policies applicable to several of the other funds. The weightings of each of these funds will vary in accordance with the investment objective and individual market developments. This is achieved by co-managing the assets of the Asset Allocation funds with those of several other regional or country specific funds within the Fund range and changing the allocations when appropriate. Thus, investors benefit from the experience of fund managers in charge of the allocation of their assets and of those primarily focused on stock selection in specific countries and regions.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Gestion Dynamique	Aims to provide long-term capital growth primarily through investment in equities with an emphasis on European securities. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Gestion Equilibre	Aims to provide a more conservative approach through providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European securities. The fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Portfolio Selector Defensive Fund	Managed to provide a higher total return than cash over the longer-term, primarily through investments in a combination of bonds and liquid assets with a European emphasis, although equities may make up a small percentage of the fund. This fund will appeal to cautious investors.	Low risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-Euro A-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Portfolio Selector Moderate Growth Fund	Managed with a more conservative approach towards providing capital growth primarily through investment in a combination of equities and bonds with an emphasis on European securities. This fund will appeal to investors seeking capital growth but who would prefer a lower level of risk than that normally associated with equity investment only.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-Euro A-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Portfolio Selector Global Growth Fund	Aims to provide long-term capital growth primarily through investment in equities. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-USD A-ACC-USD	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Portfolio Selector Growth Fund	Aims to provide long-term capital growth primarily through investment in equities with an emphasis on European securities. This fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher levels of risk normally associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Portfolio Selector Sterling Growth Fund	Aims to provide long-term capital growth primarily through investment in international equities with an emphasis on UK securities. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-GBP	**Reference Ccy: GBP** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Sélection Europe	Aims to achieve capital growth primarily through investment in European equities. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Sélection Internationale	Aims to achieve capital growth primarily through investment in international equities, at the same time adhering to the restriction of not investing more than 10% of its assets in emerging markets. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

1.2.3. BALANCED FUNDS

Balanced funds are the most conservative form of growth investment and invest in a diversified portfolio of equities, bonds and ancillary cash. Balanced funds aim to:

- pay current income
- achieve long-term growth of both capital and income.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Euro Balanced Fund	Invests primarily in equities and bonds issued in those countries which are members of the Economic Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries but if other countries join the EMU in the future then investments in these countries may also be considered for inclusion in the fund.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-Euro A-SGD A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Growth & Income Fund	This fund will be managed with a more conservative approach towards seeking high current income and capital growth primarily through investment in a combination of equities and bonds. This fund will appeal to investors seeking regular income and moderate capital growth but who prefer a lower level of risk than that normally associated with equity investment only.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-USD A-SGD A-ACC-USD A-MDIST-SGD A-MDIST-USD B-MDIST-USD	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Multi Asset Navigator Fund	The fund aims to provide moderate long-term capital growth by investing in a range of global assets providing exposure to bonds, equities, commodities, property and cash. The currency exposure will aim to make this fund suitable for investors with an Asian currency bias.	Low - medium risk (multi asset). This would mainly suit an investor looking for moderate long-term capital growth, while keeping the risk associated with their investments to a low to medium level by investing in a range of different asset classes.	A-USD A-SGD A-ACC-USD	**Reference Ccy: USD** Class A-SGD Shares will be launched on 4 June 2007 with a price per Share at launch of SGD 1. The first NAV will be calculated on 5 June 2007. Any commodity exposure for this fund will be obtained through eligible instruments and derivatives such as (but not limited to) units/shares of UCITS/or other UCIs, Exchange Traded Funds and commodity index swap transactions. Investments in other UCIs that do not comply with the requirements of article 41 (1) e) will be limited to 10% of the net assets of the fund. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Multi Asset Strategic Fund	The fund aims to provide moderate long-term capital growth by investing in a range of global assets providing exposure to bonds, equities, commodities, property and cash.	Low - medium risk (multi asset). This would mainly suit an investor looking for moderate long-term capital growth, while keeping the risk associated with their investments to a low to medium level by investing in a range of different asset classes.	A-USD A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: USD** Any commodity exposure for this fund will be obtained through eligible instruments and derivatives such as (but not limited to) units/shares of UCITS/or other UCIs, Exchange Traded Funds and commodity index swap transactions. Investments in other UCIs that do not comply with the requirements of article 41 (1) e) will be limited to 10% of the net assets of the fund. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

1.2.4. BOND FUNDS

The aim of the Bond funds is to provide investors with relatively high income with the possibility of capital gains. Power is reserved to invest up to 100% of the assets of any fund in securities issued or guaranteed by certain government and other public bodies as described more fully in Part V, section A. of this Prospectus.

Occasionally, investments for all Bond funds may be made in bonds issued in currencies other than the fund's reference currency. The fund manager may choose to hedge these currencies, that is with the foreign exchange risk eliminated as far as possible, through the use of forward foreign exchange contracts, in compliance with the provisions of Part V, section 5.1. D. of this Prospectus.

With due consideration given to the restrictions on investments required by applicable law and regulations and on an ancillary basis, the Bond funds may further hold cash and cash equivalents (including typical money market instruments which are regularly negotiated and the residual maturity of which does not exceed 12 months and time deposits) up to 49% of their net assets. This percentage may exceptionally be exceeded if the Directors consider this to be in the best interests of the Shareholders.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Asian High Yield Fund	This fund seeks a high level of current income and capital appreciation by investing primarily in high-yielding, sub investment grade securities of issuers that have their principal business activities in the Asian region. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment. The type of debt securities in which the fund will primarily invest will be subject to high risk and will not be required to meet a minimum rating standard. Most but not all will be rated for creditworthiness by an internationally recognised rating agency. Sub investment grade securities mean securities with a rating of BB+ or less from S&P or equivalent rating from an internationally recognised rating agency.	Medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a medium level.	A-ACC-USD A-ACC-Euro A-MDIST-USD A-MDIST-SGD	**Reference Ccy: USD** The first distribution of the class A-MDIST-USD Shares will be on the first Business Day of August 2007. Class A-MDIST-SGD Shares will be launched at a later date.
Fidelity Funds – Emerging Market Debt Fund	The fund aims to achieve income and capital appreciation through primarily investing in global emerging-markets debt securities. The fund may also invest in other types of securities, including local market debt instruments, fixed income, equity securities and corporate bonds of emerging market issuers, and lower quality debt securities. Investments will be made within, although not limited to, Latin America, South East Asia, Africa, Eastern Europe (including Russia) and the Middle East.	Medium risk (bond). Emerging markets have the potential to deliver income and growth superior to that available in developed markets. However, emerging markets can be volatile, making an investment in this asset class appropriate only for investors with long term investment horizon. Emerging market bonds are most suitable as part of a diversified investment strategy and are not suitable for investors adverse to risk.	A-USD A-ACC-USD A-Euro A-ACC-Euro A-SGD A-MDIST-Euro A-MDIST-USD A-MDIST-SGD E-ACC-Euro Y-ACC-USD	**Reference Ccy: USD** It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit. Should you wish to switch your holding in this fund into another fund of Fidelity Funds, the buy side of the switch may be dealt with at the Net Asset Value calculated on the following day.
Fidelity Funds – Euro Bond Fund	Invests primarily in bonds issued in those countries which are members of the European Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries but if other countries join the EMU in the future then investment in these countries may also be considered for inclusion in the fund. **With effect from 2 July 2007, the investment objective will read as follows:** Invests primarily in bonds denominated in Euro.	Low Risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-Euro A-ACC-Euro A-GBP A-MDIST-Euro B-MDIST-USD E-ACC-Euro	**Reference Ccy: Euro**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – European High Yield Fund	Seeks to maximise total return (current income and capital appreciation) through primarily investing in high-yielding European corporate bonds. The type of debt securities in which the fund will invest will be subject to high risk, will not be required to meet a minimum rating standard and may not be rated for creditworthiness by any internationally recognised rating agency.	Medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a medium level.	A-Euro A-ACC-Euro A-GBP A-SGD A-MDIST-Euro A-MDIST-SGD B-MDIST-USD E-ACC-Euro	**Reference Ccy: Euro**
Fidelity Funds – Euro Short Term Bond Fund	Invests primarily in Euro-denominated debt securities, focusing its investments in investment grade European fixed-rate bonds with less than five years to maturity. The average duration of the fund's investments will not exceed three years and the residual duration of each investment five years. For bonds with a variable interest rate, the next adaptation of the rate replaces the maturity. The fund may invest up to 30% of its assets in non-Euro denominated debt securities. Exposure to non-Euro denominated debt securities may be hedged back into Euro (as described in the Prospectus).	Low Risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-Euro A-ACC-Euro	**Reference Ccy: Euro** The fund will be launched at a later date.
Fidelity Funds – International Bond Fund	Invests in international markets to maximise performance measured in US Dollars.	Low - medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-USD A-GBP A-SGD A-ACC-USD	**Reference Ccy: USD**
Fidelity Funds – International Bond Fund II	Invests in international markets to maximise performance measured in US Dollars, in compliance with the investment guidelines issued by the Singapore Central Provident Fund Board.	Low - medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-SGD	**Reference Ccy: SGD** This fund has currently only been authorised for distribution in Germany and Singapore.
Fidelity Funds – Japanese Yen Bond Fund	Invests principally in Yen denominated debt securities.	Low Risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-JPY	**Reference Ccy: JPY** This fund will be launched at a later date.
Fidelity Funds – Sterling Bond Fund	Invests principally in Sterling denominated debt securities.	Low Risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-GBP A-ACC-GBP	**Reference Ccy: GBP**

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – US Dollar Bond Fund	Invests principally in US Dollar denominated debt securities.	Low Risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets, or who are looking for greater returns, perhaps through a higher income, than provided by a cash/currency fund while limiting the associate risk. This could be a good starting point for a first-time investor or used to provide a level of diversification to an equity portfolio.	A-USD A-GBP A-MDIST-USD A-ACC-USD B-MDIST-USD	**Reference Ccy: USD**
Fidelity Funds – US High Yield Fund	This fund seeks a high level of current income and capital appreciation by investing primarily in high-yielding, lower-quality securities of issuers that have their principal business activities in the United States. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment. The type of debt securities in which the fund will primarily invest will be subject to high risk, will not be required to meet a minimum rating standard and may not be rated for creditworthiness by any internationally recognised rating agency.	Medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a medium level.	A-USD A-Euro A-GBP A-SGD A-ACC-Euro A-MDIST-SGD A-MDIST-USD B-MDIST-USD	**Reference Ccy: USD**

1.2.5. CASH FUNDS

The aim of the Cash funds is to provide investors with a relatively high and regular income where both capital security and high liquidity are prime considerations from professionally managed portfolios of debt securities and other assets permitted by law in different geographical areas and currencies, with the opportunity to achieve the objective of regular income and high liquidity.

All Cash funds have the same investment policy, the essential differences being the currency in which their assets are denominated. The assets of a Cash fund shall be converted into the relevant currency for that fund. The assets of the Cash funds shall exclusively be composed of interest bearing transferable debt securities with initial or residual maturities of less than 12 months as well as, within the restrictions set out by law, in money market instruments with initial or residual maturities of less than 12 months and in cash. The types of debt securities in which the various Cash funds may invest include those which are traded on the Money Market in the United Kingdom, regulated by the Financial Services Authority, or on the Over The Counter Market in the United States of America, regulated by the US Securities and Exchange Commission and the National Association of Securities Dealers. These may include the following:

- instruments of US and other banks;
- commercial paper;
- obligations issued or guaranteed by the US government, its agencies, or instrumentalities;
- variable rate notes;
- variable rate certificates of deposit;
- certain investment grade collateralised mortgage obligations and other asset-backed securities; and
- issues of US and other governments and supranational agencies, such as US Treasury Bills, notes and bonds.

The Cash funds may also acquire, within the restrictions imposed by law, money market instruments which are regularly negotiated, provided that the average residual maturity of the portfolio of the Cash fund concerned does not exceed 12 months. With due consideration given to the restrictions on investments required by applicable law and regulations and on an ancillary basis, each Cash fund may further hold cash and cash equivalents (including money market instruments which are regularly negotiated, provided that the average residual maturity of the portfolio of the Cash fund concerned does not exceed 12 months), up to 49% of their net assets; this percentage may exceptionally be exceeded if the Directors consider this to be in the best interests of the Shareholders.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Euro Cash Fund	Invests principally in Euro denominated debt securities and other permitted assets.	Very low risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets. It can also be used by any type of investor looking to balance their portfolio or to hold cash as a liquidity reserve.	A-Euro A-ACC-Euro	**Reference Ccy: Euro** No sales, switching or redemption charges are applied to this fund.
Fidelity Funds – US Dollar Cash Fund	Invests principally in US Dollar denominated debt securities and other permitted assets.	Very low risk. May suit a cautious investment strategy and most likely to be appropriate for investors who are investing to protect the value of their assets. It can also be used by any type of investor looking to balance their portfolio or to hold cash as a liquidity reserve.	A-USD A-ACC-USD B-USD	**Reference Ccy: USD** No sales, switching or redemption charges are applied to this fund.

1.2.6. MONEYBUILDER FUNDS

The aim of the MoneyBuilder funds is to provide investors with a discretionary management service by selecting a highly diversified investment in equities, bonds and liquid assets. This will be achieved by co-managing the assets of the MoneyBuilder funds with those of several other regional or country specific funds within the Fidelity Funds range and changing the allocations where appropriate. Thus, the investors will benefit from the experience of fund managers in charge of the allocation of their assets and those primarily focused on stock selection in specific countries and regions. This range of funds will only be available to investors through selected distributors.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – MoneyBuilder Asia Fund	The fund's investment objective is to achieve long-term capital growth primarily from a portfolio made up of shares of Asian companies. The portfolio is likely to have a bias towards medium-sized and small companies.	High risk. May suit a growth investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept high market volatility.	A-Euro A-ACC-USD	**Reference Ccy: Euro**
Fidelity Funds – MoneyBuilder European Bond Fund	The fund aims to provide an income with the possibility of capital growth primarily through investments in fixed income securities issued in Europe. **With effect from 2 July 2007, the investment objective will read as follows:** The fund aims to provide an income with the possibility of capital growth primarily through investments in fixed income securities denominated in Euro.	Low - medium risk (bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a medium level.	A-Euro	**Reference Ccy: Euro**
Fidelity Funds – MoneyBuilder Europe Fund	The fund's investment objective is to achieve long-term capital growth primarily from a portfolio made up of shares of European companies. The portfolio is likely to have a bias towards medium-sized and small companies.	Medium - high risk. May suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	A-Euro A-GBP	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – MoneyBuilder Global Fund	The fund's investment objective is to achieve long-term capital growth primarily from a portfolio made up of shares of worldwide companies. The portfolio is likely to have a bias towards medium-sized and small companies.	Medium risk (equity). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro	**Reference Ccy: Euro** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

1.2.7. FIDELITY LIFESTYLE FUNDS

The aim of the Fidelity Lifestyle Funds is to provide investors with a range of funds that will be managed using a lifecycle approach, designed to maximise total investment return by holding a diversified portfolio. This should be achieved by co-managing assets and by changing the asset allocation over time. Where initially the funds may be heavily invested in equities, they may also be invested in a more conservative portfolio of bonds, interest bearing debt securities and money market securities throughout the world. The percentage weightings will vary over time as the fund approaches, reaches and passes its target date in accordance with the investment objective and individual market developments.

Occasionally, investments for the Euro denominated Fidelity Lifestyle Funds will be made in transferable securities and/or debt instruments issued in currencies other than the fund's reference currency. The fund manager may choose to hedge these currencies, through the use of hedging techniques and instruments, in compliance with the provisions of Part V, section 5.1. D. of this Prospectus.

The Board of Directors may from time to time introduce additional funds to complement the funds detailed below.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Target™ 2010 Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2010. The fund will typically invest in equities, bonds, interest bearing debt securities and money market securities throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2010 is approached.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-USD	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2020 Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2020. The fund will typically invest in equities, bonds, interest bearing debt securities and money market securities throughout the world, in accordance with an asset allocation that will become increasingly conservative as the year 2020 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-USD A-SGD	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2010 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2010. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2010 is approached.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2015 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2015. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2015 is approached.	Low - medium risk (equity & bond). This would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Target™ 2020 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2020. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2020 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2025 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2025. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2025 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2030 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2030. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2030 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.
Fidelity Funds – Fidelity Target™ 2035 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2035. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2035 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Target™ 2040 Euro Fund	The fund aims to provide long-term capital growth for investors planning to withdraw substantial portions of their investment in the year 2040. The fund will invest primarily in European equities, bonds, interest bearing debt securities and money market securities, in accordance with an asset allocation that will become increasingly conservative as the year 2040 is approached.	Medium risk (equity & bond). May be most appropriate for investors who are investing for capital growth but want only a medium level of risk. Could be suitable for first time equity investors or more aggressive bond investors.	A-Euro A-ACC-Euro E-ACC-Euro	**Reference Ccy: Euro** Class E-ACC-Euro Shares will be launched on 1 October 2007 with a price per Share at launch of Euro 10. The first NAV will be calculated on 2 October 2007. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles.

1.2.8. RESERVED FUNDS

Fidelity Advisor World Funds

The Fidelity Advisor World Funds are a range of Equity, Balanced and Bond funds within the Fund which may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.

Reserved Funds - Equity Funds

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Advisor World Funds America Fund	Invests primarily in US equity securities. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium - high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds American Diversified Fund	The fund aims to provide long-term capital growth, principally through investment in US equity securities, with a bias towards medium and large capitalised companies. The fund aims to be diversified in terms of sectors and market capitalisation, offering a core exposure to the US stock market. The investment manager seeks to add value primarily through stock selection and favours companies with strong profits growth whose shares are selling on reasonable valuations. This fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium - high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.

Reserved Funds - Equity Funds				
Fund Name	**Investment Objective**	**Risk & Investor Profile**	**Available Classes**	**Notes**
Fidelity Funds – Fidelity Advisor World Funds American Growth Fund	Invests primarily in US equity securities, but favours small to medium-capitalised companies. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment. **With effect from 2 July 2007, the investment objective will read as follows:** The fund aims to achieve long-term capital growth, principally through a focused portfolio invested in companies having their head office or exercising a predominant part of their activity in the US. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Very high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds Asian Special Situations Fund	Invests at least 75% of the portfolio in special situations stocks and smaller growth companies in Asia, excluding Japan. Special situations stocks generally have valuations which are attractive in relation to net assets or earnings potential with additional factors which may have a positive influence on the share price. Up to 25% of the portfolio can consist of investments other than special situations stocks and smaller growth companies. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Very high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds Europe Fund	This fund seeks long-term capital growth by investing primarily in equity securities of companies that have their principal business activities in Western Europe. This fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium - high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds International Fund	Invests principally in equity securities in markets throughout the world including major markets and smaller emerging markets. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	Medium - high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles. This fund is not available through clearing houses.

Reserved Funds - Equity Funds

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Advisor World Funds Japan Fund	Invests principally in Japanese equity securities. The fund would mainly suit a diversified and growth orientated investment strategy and most likely to be appropriate for investors who are investing for long-term capital growth who are willing to accept market volatility.	Medium - high risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds Pacific Fund	Invests in an actively managed portfolio of equity securities in countries having a Pacific sea coast, primarily Japan, South East Asia and the USA. The fund will suit those investors who are looking for the longer-term rewards of equity investment and are prepared to accept the higher risk associated with this type of investment.	High risk. The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds US Large-Cap Stock Fund	This fund seeks long-term capital growth by investing primarily in equity securities of USA companies with large market capitalisations. This fund will suit those investors who are looking for the longer-term rewards of equity investment in a diversified portfolio of the USA's biggest companies and are prepared to accept the risk associated with this type of investment.	Medium risk (equity). The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.

Reserved Funds - Bond Funds

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Fidelity Advisor World Funds Emerging Markets Income Fund	The fund aims to achieve income and capital appreciation through primarily investing in global emerging-markets debt securities. The fund may also invest in other types of securities, including local market debt instruments, fixed income, equity securities and corporate bonds of emerging market issuers, and lower quality debt securities. Investments will be made within, although not limited to, Latin America, South East Asia, Africa, Eastern Europe (including Russia) and the Middle East. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment.	Medium risk (bond). The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit. Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund will be launched at a later date.

Reserved Funds - Bond Funds				
Fund Name	**Investment Objective**	**Risk & Investor Profile**	**Available Classes**	**Notes**
Fidelity Funds – Fidelity Advisor World Funds US Dollar Bond Fund	Primarily composed of US Dollar denominated bonds. The fund will appeal to investors seeking an income with some capital growth but who would prefer a lower level of risk than normally associated with equity investments.	Low - medium risk (bond) The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.
Fidelity Funds – Fidelity Advisor World Funds US High Income Fund	This fund seeks a high level of current income and capital appreciation by investing primarily in high-yielding, lower-quality securities of issuers that have their principal business activities in the USA. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment. The type of debt securities in which the fund will primarily invest will be subject to high risk, will not be required to meet a minimum rating standard and may not be rated for creditworthiness by any internationally recognised rating agency.	Medium risk (bond). The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.

Reserved Funds - Balanced Funds				
Fund Name	**Investment Objective**	**Risk & Investor Profile**	**Available Classes**	**Notes**
Fidelity Funds – Fidelity Advisor World Funds Global Balanced Fund	The aim of the balanced fund is to be managed with a more conservative approach towards seeking high current income and capital growth primarily through investment in a combination of equities and bonds worldwide. The fund may be suitable for investors who are seeking regular income and moderate capital growth but who prefer a lower level of risk than that normally associated with equity investments only. The fund would mainly suit an investor looking for a greater capital growth than cash holdings or just through government bonds or a combination of capital growth and income, while keeping the risk associated with their investments to a low to medium level.	Low - medium risk (equity & bond). The fund may only be acquired by investors who are Undertakings for Collective Investment managed by Fidelity or investors whose assets are held in accounts managed by Fidelity.	A-USD	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles. Switches into the fund are subject to compliance with the minimum investment and the investment target criteria set out for this range of funds. This fund is not available through clearing houses.

1.2.9. INSTITUTIONAL RESERVED FUNDS

The Institutional Reserved funds are a range of Institutional Reserved Equity and Institutional Reserved Bond funds within the Fund which may only be acquired by Institutional Investors who meet the requirements established from time to time by the General Distributor. The I class of Shares is designed principally for investment of assets of Institutional Investors such as pension funds, charities and local government bodies.

Institutional Reserved Bond Funds

The aim of all Bond funds is to provide investors with the possibility of capital gains. Power is reserved to invest up to 100% of the assets of any fund in securities issued or guaranteed by certain government and other public bodies as described more fully in Part V, section A. of this Prospectus.

Investment Policies

Occasionally, investments for all Bond funds may be made in bonds issued in currencies other than the fund's reference currency. The manager may choose to hedge these currencies, that is with the foreign exchange risk eliminated as far as possible, through the use of forward foreign exchange contracts, in compliance with the provisions of Part V, section D. contained in this Prospectus.

With due consideration given to the restrictions on investments required by applicable law and regulations and on an ancillary basis, the Bond funds may further hold cash and cash equivalents (including typical money market instruments which are regularly negotiated and the residual maturity of which does not exceed 12 months and time deposits) up to 49% of their net assets. These percentages may exceptionally be exceeded if the Directors consider this to be in the best interests of the Shareholders.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional Emerging Market Debt Fund	The fund aims to achieve income and capital appreciation through primarily investing in global emerging markets debt securities. The fund may also invest in other types of securities, including local market debt instruments, fixed income, equity securities and corporate bonds of emerging market issuers, and lower quality debt securities. Investments will be made in, although not limited to, Latin America, South East Asia, Africa, Eastern Europe (including Russia) and the Middle East.	Institutional (bond). Suitable for institutional investors.	I-ACC-USD	**Reference Ccy: USD** The fund will be launched on 29 October 2007, with a price per Share at launch of USD 10. The first NAV will be calculated on 30 October 2007. This fund is not available through clearing houses. It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit. Should you wish to switch your holding in this fund into another fund of Fidelity Funds, the buy side of the switch may be dealt with at the Net Asset Value calculated on the following day.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional Euro Bond Fund	Invests primarily in bonds issued in those countries which are members of the European Economic and Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries, but if other countries join the EMU in the future then investment in these countries may also be considered for inclusion in the fund. **With effect from 2 July 2007, the investment objective will read as follows:** Invests primarily in bonds denominated in Euro.	Institutional (bond). Suitable for institutional investors.	I-Euro I-ACC-Euro I-ACC-USD	**Reference Ccy: Euro** Class I-Euro will be launched on 8 October 2007 with a price per Share at launch of Euro 100 and USD 100. The first NAV will be calculated on 9 October 2007. Class I-ACC-USD Shares will be launched at a later date. This fund is not available through clearing houses.
Fidelity Funds – Institutional Global Bond Fund	Invests primarily in bonds issued in international markets to maximise performance measured in US Dollars.	Institutional (bond). Suitable for institutional investors.	I-Euro I-Euro (hedged) I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** Class I-Euro will be launched on 8 October 2007 with a price per Share at launch of USD 100 and Euro 100. The first NAV will be calculated on 9 October 2007. Class I-Euro (hedged) Shares will be launched at a later date. Class I-ACC-Euro and class I-Euro (hedged): The manager hedges the underlying portfolio risk into the principal dealing currency, the aim of which is to eliminate, as far as possible, the foreign currency exchange risk other than the principal dealing currency through the use of forward foreign exchange contracts, in compliance with the provisions of Part V, section D. of this Prospectus. This fund is not available through clearing houses.
Fidelity Funds – Institutional US High Yield Fund	This fund seeks a high level of current income and capital appreciation by investing primarily in high-yielding, sub investment grade securities of issuers that have their head office or exercise a predominant part of their economic activity in the United States. This fund will suit those investors seeking high income and capital appreciation and who are prepared to accept the risks associated with this type of investment. The type of debt securities in which the fund will primarily invest will be subject to high risk and will not be required to meet a minimum rating standard and may not be rated for creditworthiness by any internationally recognised rating agency. Sub investment grade securities mean securities with a rating of BB+ or less from S&P or equivalent rating from an internationally recognised rating agency.	Institutional (bond). Suitable for institutional investors.	I-ACC-USD	**Reference Ccy: USD** The fund will be launched on 29 October 2007, with a price per Share at launch of USD 10. The first NAV will be calculated on 30 October 2007. This fund is not available through clearing houses.

Fund Name	Investment Objective & Policy	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional Euro Core Plus Bond Fund	The fund aims to achieve both capital growth and income by investing primarily in international bonds, with the freedom to invest in emerging market and high yield securities. The fund may also invest in derivatives. The fund will maintain currency exposure primarily to Euro. The fund will invest in bonds and other debt securities including structured instruments qualifying as transferable securities from developed and emerging markets including but not limited to those issued by governments, agencies, supranationals, corporations and banks. These investments will include investment grade and non-investment grade assets. Financial derivative instruments will be used for investment purposes to achieve the investment objective of the fund. These instruments include but are not limited to futures, options, forwards, swaps, credit linked instruments, mortgage and other fixed income, currency and credit derivatives. These financial derivatives instruments may also be used for efficient portfolio management and hedging purposes. The underlying exposures of derivatives include instruments such as (but not limited to) government bonds, agency bonds, money market instruments, interest-rates, currencies, corporate bonds and structured bonds. By way of derogation, the restrictions relating to the use of investment and hedging techniques contained in Part V, under sub-sections D (A), (B) and (D), of this Prospectus shall not apply to this fund. Short-term money market instruments and deposits with credit institutions may be held on an ancillary basis. Assets may be denominated in other currencies; however, the fund will be primarily denominated in Euro or hedged back to Euro. The fund may invest in UCITS and UCIs.	Institutional (bonds and derivatives). Suitable for institutional investors.	I-Euro I-ACC-Euro	**Reference Ccy: Euro** This fund will be launched on 9 July 2007, with a price per Share at launch of Euro 100. The first NAV will be calculated on 10 July 2007. This fund is not available through clearing houses.

Institutional Reserved Equity Funds

The aim of all Equity funds is to provide investors with long-term capital growth from diversified and actively managed portfolios of securities. The income from these funds is expected to be low. Equity funds will invest primarily (at least 70% in value) and principally (at least 70% and normally 75% in value) in equities in the markets and sectors reflected in the name of each individual fund and in companies established outside those markets but which derive a significant proportion of their earnings from those markets.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional America Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in the shares of companies in the United States of America. There is no policy to restrict investment to particular economic sectors.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** This fund is not available through clearing houses.
Fidelity Funds – Institutional Asia Pacific (ex-Japan) Fund	The fund aims to provide long-term capital growth from a portfolio primarily comprised of equities listed on the stock exchanges throughout the Asia Pacific region, excluding Japan. The fund manager may also invest in companies listed in other non-Asia Pacific countries, excluding Japan, which have a significant portion of their activities in the Asian Pacific region, excluding Japan.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** This fund is not available through clearing houses.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional Asia Pacific (ex-Japan) Opportunities Fund	The fund aims to provide long-term capital growth from a portfolio primarily comprised of equities listed on the stock exchanges throughout the Asia Pacific region, excluding Japan. The fund manager may also invest in companies listed in other non-Asia Pacific countries, which have a significant portion of their activities in the Asia Pacific region, excluding Japan. The portfolio is not restricted in the choice of company either by size or industry, or in terms of the geographical split of the portfolio, which is largely determined by the availability of attractive investment opportunities rather than the outlook for each market.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD	**Reference Ccy: USD** The fund will be launched on 17 September 2007, with a price per Share at launch of USD 10. The first NAV will be calculated on 18 September 2007. This fund is not available through clearing houses.
Fidelity Funds – Institutional Emerging Markets Equity Fund	Invests primarily in equity securities of companies in global markets that are experiencing rapid economic growth including countries in Latin America, South East Asia, Africa, Eastern Europe (including Russia) and the Middle East.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** It is understood that under the current Luxembourg regulation a fund may invest not more than 10% of its net assets in unlisted securities not dealt on a regulated market. Some investments in Russian securities may be considered as falling under such limit. This fund is not available through clearing houses.
Fidelity Funds – Institutional Euro Blue Chip Fund	Invests principally in blue chip equities in those countries which are members of the European Economic and Monetary Union (EMU) and primarily denominated in Euro. Currently, these are the twelve member countries but if other countries join the EMU in the future then investment in these countries may also be considered for inclusion in the fund.	Institutional (equity). Suitable for institutional investors.	I-ACC-Euro I-ACC-USD	**Reference Ccy: Euro** Class I-ACC-USD Shares will be launched at a later date. The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles. This fund is not available through clearing houses.
Fidelity Funds – Institutional Optimised European Equity Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in shares of European companies.	Institutional (equity). Suitable for institutional investors.	I-ACC-Euro	**Reference Ccy: Euro** This fund will be launched on 9 July 2007 with a price per Share at launch of Euro 100. The first NAV will be calculated on 10 July 2007. This fund is not available through clearing houses.
Fidelity Funds – Institutional Global Focus Fund	The fund aims to achieve long-term capital growth from a portfolio primarily invested in stocks across the world's stock markets. The manager is free to select any company regardless of size, industry or location, and will concentrate its investments in a more limited number of companies and therefore the resulting portfolio will be less diversified.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** The fund may invest up to 2% of its net assets directly in Russian securities. Additional investment above this limit may be obtained via depositary receipts and/or access vehicles. This fund is not available through clearing houses.

Fund Name	Investment Objective	Risk & Investor Profile	Available Classes	Notes
Fidelity Funds – Institutional Global Sector Fund	Aims to provide investors with long-term capital growth, primarily through investment in the equity securities of companies throughout the world in industry sectors including, but not limited to Consumer Industry, Financial Services, Health Care, Industrials, Natural Resources, Technology and Telecommunication.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** This fund will be launched at a later date. This fund is not available through clearing houses.
Fidelity Funds – Institutional Hong Kong Equity Fund	The fund aims to provide long-term capital growth from a more conservatively managed portfolio primarily comprised of equities listed on the stock exchange of Hong Kong.	Institutional (equity). Suitable for institutional investors.	I-ACC-HKD	**Reference Ccy: HKD** The fund will be launched on 17 September 2007, with a price per Share at launch of HKD 10. The first NAV will be calculated on 18 September 2007. This fund is not available through clearing houses.
Fidelity Funds – Institutional Hong Kong Opportunities Fund	The fund aims to provide long-term capital growth from a more aggressively managed portfolio primarily comprised of equities listed on the stock exchange of Hong Kong. The portfolio is not restricted in the choice of company either by size or industry, which is largely determined by the availability of attractive investment opportunities.	Institutional (equity). Suitable for institutional investors.	I-ACC-HKD	**Reference Ccy: HKD** The fund will be launched on 17 September 2007, with a price per Share at launch of HKD 10. The first NAV will be calculated on 18 September 2007. This fund is not available through clearing houses.
Fidelity Funds – Institutional Japan Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in the shares of companies in Japan. There is no policy to restrict investment to particular economic sectors.	Institutional (equity). Suitable for institutional investors.	I-ACC-JPY I-ACC-Euro I-ACC-USD	**Reference Ccy: JPY** Class I-ACC-USD Shares will be launched at a later date. This fund is not available through clearing houses.
Fidelity Funds – Institutional Japan Aggressive Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in equity securities of companies in Japan. There is no policy to restrict investment to particular economic sectors.	Institutional (equity). Suitable for institutional investors.	I-ACC-JPY I-ACC-Euro I-ACC-USD	**Reference Ccy: JPY** Class I-ACC-USD Shares will be launched at a later date. This fund is not available through clearing houses.
Fidelity Funds – Institutional Pacific (ex-Japan) Fund	The fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in the shares of companies in Australia, Hong Kong, Malaysia, New Zealand and Singapore. The fund may not invest in Japan. There is no policy to restrict investment to particular economic sectors.	Institutional (equity). Suitable for institutional investors.	I-ACC-USD I-ACC-Euro	**Reference Ccy: USD** This fund is not available through clearing houses.
Fidelity Funds – Institutional European Larger Companies Fund	The fund aims to achieve long-term growth, primarily through investments in equity securities of larger European Companies.	Institutional (equity). Suitable for institutional investors.	I-ACC-Euro I-ACC-USD	**Reference Ccy: Euro** Class I-ACC-USD Shares will be launched at a later date. This fund is not available through clearing houses.

1.3. Additional Information

Registration information for new funds or new classes of Shares

As a general rule it is intended to register new funds or new classes of Shares in the countries mentioned below. Please note that not all funds or classes of Shares are available from all Distributors and/or in all jurisdictions. Investors should contact their usual Fidelity contact for further information on fund registrations.

As of the date of the Prospectus it is intended to seek authorisation, recognition or registration of new funds within the Equity funds, Asset Allocation funds, Balanced funds, Bond funds, Cash funds and Fidelity Lifestyle Funds ranges in the following jurisdictions: Austria, Belgium, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland, The Netherlands and the United Kingdom.

As of the date of the Prospectus it is intended to seek authorisation, recognition or registration of new funds within the Institutional Reserved funds range in the following jurisdictions: Austria, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Malta, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, The Netherlands and the United Kingdom.

As of the date of the Prospectus it is intended to seek authorisation, recognition or registration of new funds within the MoneyBuilder funds range in the following jurisdictions: Germany and Hong Kong.

As of the date of the Prospectus it is intended to seek authorisation, recognition or registration of new funds within the Reserved funds range only in Germany.

Class A-ACC Shares are not intended for registration in the United Kingdom.

Class A-GBP Shares are generally only intended for registration in Guernsey, Jersey and the United Kingdom.

Class A-SGD and class A-MDIST-SGD Shares are only intended for registration in Singapore.

Class A-MDIST and class B-MDIST Shares are generally only intended for registration in Hong Kong, Macau, Singapore and Taiwan.

Class B Shares are only intended for registration in Hong Kong, Macau, Singapore and Taiwan.

Class E Shares are only intended for registration in Germany, Italy, Portugal and Spain.

Class Y-ACC Shares are only intended for authorisation, recognition or registration in Austria, Chile, Denmark, Finland, France, Germany, Guernsey, Hong Kong, Iceland, Ireland, Italy, Jersey, Korea, Macau, Malta, Norway, Portugal, Singapore, South Africa, Spain, Sweden, Switzerland and The Netherlands.

Mauritian Subsidiary:

Fidelity Funds currently invests in the Indian securities market through a wholly-owned Mauritian subsidiary (the ‘Subsidiary’). The Subsidiary is incorporated as an open-ended investment company under the laws of Mauritius, under the name of Fid Funds (Mauritius) Limited. The sole object of the Subsidiary is to carry out investment activities on behalf of the Fund. The Shares of the Subsidiary are only registered Shares. The Subsidiary has received from the Financial Services Commission of Mauritius a Category 1 Global Business Licence. Effective 1 July 2006, Fidelity Investments International has entered into an Investment Management Agreement with the Subsidiary. Pursuant to this agreement, Fidelity Investments International provides investment advisory and management services to the Subsidiary. Fidelity Investments International has obtained approval from the Securities and Exchange Board of India (‘SEBI’) and the Reserve Bank of India (‘RBI’) to invest in India on its own behalf and on behalf of approved client accounts as a Foreign Institutional Investor (‘FII’) under Indian law. Fid Funds (Mauritius) Limited is registered as an FII sub-account of Fidelity Investments International’s licence under the registration number IN-UK-FA-0574-99 and has been granted approval to invest in Indian securities.

The Subsidiary’s Board of Directors is as follows: Simon M. Haslam, Frank Mutch, The Honourable Dr. D. J. Saul, Uday Gujadhur and Louis Emmanuel Ng Cheong Tin. The auditor of the Subsidiary is PricewaterhouseCoopers, Mauritius.

Designated Bank – Mauritius

Under the terms set forth by the Financial Services Commission of Mauritius, the Subsidiary must make all investments held outside of Mauritius through a bank account maintained in Mauritius. The Subsidiary holds a bank account for this purpose with HSBC, Offshore Banking Unit, Mauritius.

Designated Bank – India

Under Indian law, the Subsidiary, as a non-Indian foreign investor, must use a designated remitting bank in India for all cash transfers into and out of India. This remitting bank may have certain reporting requirements to the RBI with regard to the handling of such transactions. The Subsidiary has appointed Citibank N.A. as its remitting bank in India.

This structure shall not prevent the Custodian from carrying out its legal duties.

Local Mauritian Administrator

The Subsidiary has appointed Multiconsult Ltd to act as administrator, secretary and registrar to the Subsidiary.

In respect of the Fund’s audited annual and unaudited semi-annual reports, the financial results of the Subsidiary are consolidated with the financial results of the Fund, and the Fund’s portfolio consists of the underlying investments of the Subsidiary. For the purpose of the investment restrictions set forth in the Prospectus, the underlying investments of the Fund and the Subsidiary are considered as a whole.

The Subsidiary incurs and pays certain fees and expenses relating to its investment activity in Indian securities. These fees and expenses include brokerage costs and commissions, transaction costs associated with converting currency to and from Indian Rupee from and to US Dollars, fees incurred by its standing proxy, corporate and registration fees and taxes associated with the establishment and operation of the Subsidiary.

The following is a summary of certain tax matters relating to the Fund and the Subsidiary. The summary is based upon advice received by the Fund and the Subsidiary from advisers in India and Mauritius at the date of this

Prospectus regarding the current tax laws in India and Mauritius, the Tax Treaty and the prevailing practices of the relevant tax authorities, all of which are subject to change. Any such change could increase the taxes paid by the Fund or the Subsidiary and adversely affect the Fund's returns. The Fund and its advisors are not liable for any loss which may arise for a Shareholder as result of any change of the applicable tax laws or change in the interpretation by the Courts/tax authorities.

India

Tax implications – Subsidiary investing in India

On the assumption that the Subsidiary is a tax resident of Mauritius and is entitled to the benefits under the Double Taxation Avoidance Agreement between India and Mauritius (the 'Treaty') and also has no permanent establishment in India under the Treaty:

a) income distributions to the Subsidiary by way of dividends from its investments in securities being equity shares of Indian companies are not subject to any withholding tax as dividends are presently not taxable in the hands of shareholders. However, the Indian companies declaring/distributing paying dividends are required to pay a dividend distribution tax at the rate of 14.025% (including surcharge and education cess) on the same;

b) if the income earned on disposal of the Subsidiary's investments in India being equity shares of Indian companies are characterised as capital gains, then such capital gains are not liable to tax in India as per Article 13(4) of the Treaty and accordingly, such gains are not subject to withholding tax;

c) income received in respect of securities [other than dividend income but could include interest received in respect of securities] would be taxable at 21.115% (including surcharge and education cess);

d) interest income on loan would be taxable as follows:

   i) if the loan is provided in foreign exchange: at 21.115% (including surcharge and education cess) on gross basis;

   ii) if the loan is provided in Indian currency: at 42.23% (including surcharge and education cess) on net income basis;

e) any income chargeable as business income is not liable to tax in India under Article 7 of the Treaty if the Subsidiary does not have a Permanent Establishment in India;

f) any other income is taxable only in Mauritius provided it is covered under the residual category under Article 22 of the Treaty.

Notes

1. The above rates of tax are considered as per the proposals contained in the Finance Bill 2007. These rates would apply where taxable income exceeds Rs.10 million and is inclusive of surcharge of 2.5% and education cess of 3%. The surcharge of 2.5% would not apply where the taxable income does not exceed Rs.10 million. The Finance Bill 2007 is subject to the assent of the President of India.

2. The Indian Income-tax provisions require companies to pay a Minimum Alternate Tax (MAT) calculated at 10.5575% of their 'book profits', in the event that the tax payable by them under normal provisions of the domestic tax law is less than the MAT so calculated. For this purpose, 'book profit' are defined to mean profits reflected in accounts prepared in accordance with Indian corporate law requirements, as increased/reduced by certain prescribed adjustments. The position as regards applicability of the MAT provisions to foreign companies is not a settled one, However, the provisions of the Treaty should override the provisions of the domestic tax law, to the extent the former are more beneficial.

Securities Transaction Tax

Securities transaction tax (STT) is payable on purchase or sale of securities being equity shares of Indian companies, where the transaction of purchase or sale is entered into in a recognised Stock Exchange in India. Such tax is levied on both the buyer and seller at 0.125% of the value of transaction with effect from 1 June 2006.

Stamp duty

Further, in the event of sale and purchase of securities (other than government securities), there may be a stamp duty levied to the extent of 0.01% (where transfer is delivery based) and 0.002% (where transfer is non-delivery based) on the value of the securities transferred (normally payable by the purchaser/transferee). Stamp duty of 0.002% may be levied on transactions relating to futures and options trading. In the event of purchase and sale of government securities, a stamp duty of 0.0005% may be levied on the value of the security. The stamp duty should not be applicable to transfers made through the Depository system (i.e. shares held in de-materialised form).

Tax implications – the Fund investing directly in India

On the assumption that the Fund, being a foreign company, is a tax resident of Luxembourg and continues to be registered as an FII with the SEBI:

a) income distributions to the Fund by way of dividends from its investments in securities being equity shares of Indian companies would not be subject to any withholding tax as dividends are presently not taxable in the hands of shareholders. However, the Indian companies declaring/distributing dividends are required to pay a dividend distribution tax at the rate of 14.025% (including surcharge and education cess) on the same;

b) Capital Gains tax implications, if the income earned from disposal of equity shares of Indian companies are characterised as capital gains

   i) Short term capital gains (i.e. gains arising from sale of securities being equity shares of Indian companies held for a period of 12 months or less) arising from disposal of equity shares of Indian companies is taxable at the rate of 10.455% in India provided the sale transaction is entered into in a recognised Stock Exchange in India and such transaction is chargeable to STT.

   ii) Long term Capital gains (i.e. gains arising from sale of securities being equity shares of Indian companies held for a period of more than 12 months) arising from disposal of equity shares of Indian companies is exempt from tax in India provided the sale transaction is entered into in a recognised Stock Exchange in India and such transaction is chargeable to STT.

c) any income (other than dividend income referred to above) received in respect of securities being equity shares of Indian companies would be taxable at the rate of 21,115% (including surcharge and education cess);

d) interest income on loan, would be taxable as follows:

   i) if the loan is provided in foreign exchange: at 21.115% (including surcharge and education cess) on gross basis;

   ii) if the loan is provided in Indian currency: at 42.23% (including surcharge and education cess) on net income basis;

e) any income (other than the ones discussed in points (a) to (d) above) would be taxable at 41.82% (including surcharge and education cess) on net income basis.

Notes

1. The above rates of tax are considered as per the proposals contained in the Finance Bill 2007. These rates would apply where taxable income exceeds Rs.10 million and is inclusive of surcharge of 2.5% and education cess of 3%. The surcharge of 2.5% would not apply where the taxable income does not exceed Rs.10 million. The Finance Bill 2007 is subject to the assent of the President of India.
2. The Indian Income-tax provisions require companies to pay a Minimum Alternate Tax (MAT) calculated at 10.5575% [including surcharge and education cess] of their 'book profits', in the event that the tax payable by them under normal provisions of the domestic tax law is less than the MAT so calculated. For this purpose, 'book profit' are defined to mean profits reflected in accounts prepared in accordance with Indian corporate law requirements, as increased/reduced by certain prescribed adjustments. The position as regards applicability of the MAT provisions to foreign companies is not a settled one.

Securities Transaction Tax

STT is payable on purchase or sale of securities being equity shares of Indian companies, where the transaction of purchase or sale is entered into in a recognised Stock Exchange in India. Such tax is levied on both the buyer and seller at 0.125% of the value of transaction with effect from 1 June 2006.

Stamp duty

Further, in the event of sale and purchase of securities (other than government securities), there may be a stamp duty levied to the extent of 0.01% (where transfer is delivery based) and 0.002% (where transfer is non-delivery based) on the value of the securities transferred (normally payable by the purchaser/transferee). Stamp duty of 0.002% may be levied on transactions relating to futures and options trading. In the event of purchase and sale of government securities, a stamp duty of 0.0005% may be levied on the value of the security. The stamp duty should not be applicable to transfers made through the Depository system (i.e. shares held in de-materialised form).

Shareholder

Shareholders of the Fund who are not resident in India for tax purposes will not be subject to Indian taxation on any dividends paid on their Shares or on any capital gains realised on the disposal or redemption of their Shares provided such dividends and the proceeds from such disposal or redemption are received by Shareholders outside India.

Mauritius

The Subsidiary has been incorporated as a Category 1 Global Business Company for the purposes of the Mauritian Financial Services Development Act 2001 and is able to take advantage of a preferential tax regime under the Mauritian Income Tax Act 1995. Also, the Finance Act 2000 introduced new tax provisions relating to the taxation of Category 1 Global Business Companies.

As it is now, the Subsidiary will be subject to tax at 15% and may either claim credit for foreign taxes suffered on its foreign income or else claim a presumed credit equivalent to 80% of the Mauritius tax payable on its foreign source income. Hence, the Subsidiary will be subject to tax at the maximum effective rate of 3%. Under the Mauritius Income Tax Act, gains arising from the sale of securities are exempt from tax.

Dividends paid by the Subsidiary to its parent company are not subject to any tax in Mauritius. Also, Mauritius does not tax capital gains and therefore gains resulting from disposal by the Subsidiary of its investments in India will not be subject to tax in Mauritius.

A certificate of Mauritian tax residence has been provided by the Commissioner of Income Tax in respect of the Subsidiary. Accordingly, the Subsidiary qualifies as a resident of Mauritius for the purposes of the Treaty. On this basis the Subsidiary should be entitled to certain reliefs from Indian tax (see 'India' Taxation above).

The India Focus Fund will not be subject to any taxation in Mauritius in respect of dividends or interest from the Subsidiary and in respect of disposals (including redemptions) of the Shares in the Subsidiary.

Fidelity Funds – Taiwan Fund

Foreign investment made directly into Taiwan is permitted under the Regulations Governing Investments in Securities by Overseas Chinese and Foreign Nationals and Relevant Foreign Exchange Settlement Procedures ('Regulations'). The QFII system was abolished and foreigners need not to be 'qualified' in order to buy and sell ROC listed equities, as long as they register with Taiwan Stock Exchange and obtain an investment ID as Foreign Institutional Investors ('FINI') (such as institutional funds or corporate) or overseas Chinese and Foreign Individual Investors ('FIDI'). So far, except for certain investment threshold limitation in the restricted industries, such as Postal Service Business, there should be no more investment quota applicable to FINI. For not listed securities, the foreigner needs to obtain the Foreigner Investment Approval from the Investment commission.

Fidelity Funds – EURO STOXX 50™ Fund

This section provides additional information on the fund and the Dow Jones EURO STOXX 50℠ Index (the 'Index').

The Index is composed of 50 industrial, commercial and financial stocks and aims to provide blue-chip representation of sector leaders within the Eurozone, currently comprised of the following countries: Austria, Belgium, Finland, France, Germany, Luxembourg, Greece, Ireland, Italy, the Netherlands, Portugal and Spain. As the Index reflects the 50 largest companies in terms of market capitalisation, the constituents and their respective weightings may vary through time. Due to the concentrated nature of the Index, it will not at all times of the cycle fully represent the broader market, as it may have a bias in terms of sectors, countries, cyclicality, style etc. The Index is weighted based on free float market capitalisation subject to a cap of 10% for any individual constituent. The Index composition is reviewed annually in September. As at November 30, 2006, the top 10 largest constituent securities of the Index were:

Rank	Company	Industry	Weighting (as % of Index)
1.	Total	Oil & Gas	5.89
2.	BCO Santander Central Hispano	Financials	4.18
3.	BNP Paribas	Financials	3.48
4.	Sanofi-Aventis	Health Care	3.35
5.	Unicredito Italiano	Financials	3.31
6.	ING Groep	Financials	3.28
7.	E.On	Utilities	3.27
8.	Telefonica	Telecommunications	3.23
9.	Allianz	Financials	3.09
10.	Nokia	Technology	3.03

Investors may obtain the latest index information and other important news of the Index at the website of the index provider, www.stoxx.com. The Investment Manager is independent of the index provider, STOXX Limited. Investors should note that the composition of the Index may change from time to time and current constituent securities of the Index may be delisted and other securities added to form part of the Index.

Subject to the investment restrictions applicable to the fund as described in Part V of this Prospectus, the objective of the fund is to replicate the performance of the Index as far as reasonably and legally practicable. However, there is no assurance that the performance of the fund will be the same as the performance of the Index. The fund aims to use a replication strategy and hold mainly all securities that represent the Index but as the breakdown of the Index will vary according to movements of the stock market, the fund may not be able to fully replicate the Index at all times and this may result in tracking error. Tracking error may also result due to fees and charges and volatility of the constituent securities. To minimise tracking error and reduce transaction costs, the fund may from time to time invest in futures on the Index subject to the restrictions set forth in Part V. Given the nature and objective of the fund, it may not be able to adapt to market changes and any fall in the Index is expected to result in a corresponding fall in the value of the fund. In the event that the Index ceases to be operated or is not available, the Directors will consider whether the fund should maintain its current structure until such time as the Index is made available again or change its objective to track another index with similar characteristics of the Index.

PART II

2. CLASSES OF SHARES AND SHARE DEALING

2.1. Classes of Shares

Class A Shares

The following class A Shares are currently in issue:

Class	Minimum Investment*	Subsequent Investment*	Initial Charge	Redemption Fee	Management Fee	Distribution Fee
A	USD 2,500[1]	USD 1,000[2]	Up to 5.25%[3]	0%	Up to 1.50%	n/a
A-ACC	USD 2,500[4]	USD 1,000[5]	Up to 5.25%	0%	Up to 1.50%	n/a
A-ACC (hedged)	USD 2,500	USD 1,000	Up to 5.25%	0%	Up to 1.50%	n/a
A-MDIST	USD 2,500	USD 1,000	Up to 5.25%	0%	Up to 1.50%	n/a

[1]**Exceptions:** Class A Shares of the Asset Allocation Funds (except Fidelity Funds – Fidelity Sélection Europe and Fidelity Funds – Fidelity Sélection Internationale) have a minimum investment amount of USD 6,000. Reserved Funds have a minimum investment amount of USD 500,000.

[2]**Exceptions:** Class A Shares of the Asset Allocation Funds (except Fidelity Funds – Fidelity Sélection Europe and Fidelity Funds – Fidelity Sélection Internationale) have a minimum subsequent investment amount of USD 1,500. Reserved Funds have a minimum subsequent investment amount of USD 100,000.

[3]**Exception:** No sales charges are applied to funds in the Reserved Funds range.

[4]**Exceptions:** Class A-ACC Shares of Fidelity Funds – Fidelity Portfolio Selector Defensive Fund, Fidelity Funds – Fidelity Portfolio Selector Moderate Growth Fund, Fidelity Funds – Fidelity Portfolio Selector Global Growth Fund and Fidelity Funds – Fidelity Portfolio Selector Growth Fund have a minimum investment amount of USD 6,000.

[5]**Exceptions:** Class A-ACC Shares of Fidelity Funds – Fidelity Portfolio Selector Defensive Fund, Fidelity Funds – Fidelity Portfolio Selector Moderate Growth Fund, Fidelity Funds – Fidelity Portfolio Selector Global Growth Fund and Fidelity Funds – Fidelity Portfolio Selector Growth Fund have a minimum subsequent investment amount of USD 1,500.

* or the equivalent in any major freely convertible currency of the amounts specified.

Unless otherwise stated in this Prospectus, the monthly distributing class A Shares, the accumulating class A Shares and the accumulating class A hedged Shares have the same characteristics as class A Shares and will be commonly referred to as class A Shares.

Class B Shares

The following class B Shares are currently in issue:

Class	Minimum Investment*	Subsequent Investment*	Initial Charge	Redemption Fee	Management Fee	Distribution Fee
B	USD 10,000	USD 5,000	0%	0% - please refer to 'CDSC' below	Up to 1.50%	Up to 1.00%
B-MDIST	USD 10,000	USD 5,000	0%	0% - please refer to 'CDSC' below	Up to 1.50%	Up to 1.00%

* or the equivalent in any major freely convertible currency of the amounts specified.

Unless otherwise stated in this Prospectus, the monthly distributing class B Shares have the same characteristics as class B Shares and will be commonly referred to as class B Shares.

Class B Shares in Bond funds are subject to an annual distribution fee of 0.75%. Class B Shares in Equity, Balanced and Cash funds are subject to an annual distribution fee of 1.00% of the Net Asset Value of the relevant class. This fee is accrued daily and payable quarterly to the General Distributor.

A Contingent Deferred Sales Charge ('CDSC') will be calculated on the proceeds of class B Shares sold by an investor within a set period from the date when such Shares were initially purchased, at the rates set forth below, determined as a percentage of the lower of the initial purchase price of the Shares sold and the current market value.

Years since purchase	CDSC as a percentage of the amount subject to a charge	
	Bond funds	Equity, Balanced and Cash funds
Up to 1 year	3%	4%
Over 1 and up to 2 years	2%	3%
Over 2 and up to 3 years	1%	2%
Over 3 and up to 4 years	0%	1%
Over 4 and up to 5 years	0%	0%
Over 5 and up to 6 years	0%	0%
Over 6 and up to 7 years	0%	0%

When redeeming following a switch between class B Shares of Equity, Balanced and Cash funds and class B Shares of Bond funds, the higher CDSC charge will apply.

An instruction to sell class B Shares will be deemed to have been given for the Shares which have been held for the longest period.

No CDSC will be levied on the redemption of class B Shares derived from the reinvestment of dividends. Proceeds from the CDSC are used in all or in part by the General Distributor to pay its expenses in providing distribution related services to the Fund in relation to the sales and promotion of class B Shares. On any issue or sale of class B Shares a Distributor (including the General Distributor) may, out of its own monies or out of the sales charge, if any, pay commission on applications received through brokers and other professional agents or grant discounts. The CDSC may be waived or reduced by the relevant Distributor (including the General Distributor) for Shareholders who purchase class B Shares.

Class E Shares

The following class E Shares are currently in issue:

Class	Minimum Investment*	Subsequent Investment*	Initial Charge	Redemption Fee	Management Fee	Distribution Fee
E-ACC	USD 2,500	USD 1,000	0%	0%	Up to 1.50%	Up to 0.75%

* or the equivalent in any major freely convertible currency of the amounts specified

Unless otherwise stated in this Prospectus, the accumulating class E Shares will be commonly referred to as class E Shares.

Class E-ACC Shares are subject to an annual distribution fee (up to 0.75% of the Net Asset Value of the class), which is accrued daily and payable quarterly to the General Distributor. Class E-ACC Shares of Fidelity Funds – Multi Asset Strategic Fund are subject to an annual distribution fee of up to 0.60%. Class E-ACC Shares of Fidelity Funds – Euro Balanced Fund are subject to an annual distribution fee of up to 0.55%. Class E-ACC Shares of Fidelity Funds – Emerging Market Debt Fund, Fidelity Funds – Euro Bond Fund are subject to an annual distribution fee of up to 0.40%. Class E-ACC Shares of Fidelity Funds – European High Yield Fund are subject to an annual distribution fee of up to 0.25%.

Class I Shares

The following class I Shares are currently in issue:

Class	Minimum Investment*	Subsequent Investment*	Initial Charge	Redemption Fee	Management Fee	Distribution Fee
I	USD 500,000	USD 100,000	Up to 1.00%	Up to 1.00%	Up to 0.80%	n/a
I (hedged)	USD 500,000	USD 100,000	Up to 1.00%	Up to 1.00%	Up to 0.80%	n/a
I-ACC	USD 500,000	USD 100,000	Up to 1.00%	Up to 1.00%	Up to 0.80%	n/a

* or the equivalent in any major freely convertible currency of the amounts specified

Unless otherwise stated in this Prospectus, the accumulating class I Shares and the hedged class I Shares have the same characteristics as class I Shares and will be commonly referred to as class I Shares.

Class Y Shares

The following class Y Shares are currently in issue:

Class	Minimum Investment*	Subsequent Investment*	Initial Charge	Redemption Fee	Management Fee	Distribution Fee
Y-GDIST	USD 500,000	USD 100,000	0%	0%	Up to 1.00%	n/a
Y-ACC	USD 500,000	USD 1,000[1]	0%	0%	Up to 1.00%	n/a
Y-ACC (hedged)	USD 500,000	USD 1,000	0%	0%	Up to 1.00%	n/a
[1]**Exception:** Class Y-ACC Shares of Fidelity Funds – Emerging Market Debt Fund have a minimum subsequent investment amount of USD 100,000.						

* or the equivalent in any major freely convertible currency of the amounts specified

Unless otherwise stated in this Prospectus, the gross income distributing class Y Shares and the hedged class Y-ACC Shares have the same characteristics as class Y-ACC Shares and will be commonly referred to as class Y Shares.

Minimum Holding

For all classes of Shares the minimum value of a holding at any time must amount to the gross minimum initial investment applicable to the particular class of Shares of that fund.

2.2. Share Dealing

Dealing Procedures

Shares can normally be purchased, sold or switched with any of the Distributors or be subscribed for or redeemed or switched by the Fund on a day that the Distributors or the Fund are open for business and following the procedures as set by the Distributors or the Fund. For further information on these, please contact your usual Fidelity contact.

Single Price

There is a single price for buying and selling Shares which represents the Net Asset Value of the relevant share. If applicable, a sales charge is added in the case of purchases and a switch charge in the case of switches. If applicable, a redemption fee or CDSC is deducted in the case of redemptions. For class I Shares a dilution levy might also be applied.

Contract Notes

Contract notes will normally be issued within 24 hours of the allocation of Shares in case of purchases or of the price being determined in case of redemptions and switches.

Dealing Cut-Off Times

Standard dealing cut-off times are shown in the table below.

Standard dealing cut-off times			
Central European Time	UK Time	Hong Kong Time	Bermuda Time
6.00 pm	5.00 pm	4.00 pm	12.00 noon

Non-standard dealing cut-off times			
Central European Time	UK Time	Hong Kong Time	Bermuda Time
1.00 pm	12.00 noon	4.00 pm	5.00 pm (previous day)

Other dealing cut-off times may be agreed with local Distributors.

Funds with non-standard dealing cut-off time	
All funds within the Institutional Reserved Fund range	
Fidelity Funds – ASEAN Fund	Fidelity Funds – Asian Dividend Fund
Fidelity Funds – Asian Smaller Companies Fund	Fidelity Funds – Asian Special Situations Fund
Fidelity Funds – Asia Pacific Growth & Income Fund	Fidelity Funds – Asia Pacific Property Fund
Fidelity Funds – Australia Fund	Fidelity Funds – China Focus Fund
Fidelity Funds – EURO STOXX 50™ Fund	Fidelity Funds – Greater China Fund
Fidelity Funds – India Focus Fund	Fidelity Funds – Indonesia Fund
Fidelity Funds – Japan Fund	Fidelity Funds – Japan Advantage Fund
Fidelity Funds – Japan Dividend Growth Fund	Fidelity Funds – Japan Smaller Companies Fund
Fidelity Funds – Korea Fund	Fidelity Funds – Malaysia Fund
Fidelity Funds – Pacific Fund	Fidelity Funds – Singapore Fund
Fidelity Funds – South East Asia Fund	Fidelity Funds – Taiwan Fund
Fidelity Funds – Thailand Fund	Fidelity Funds – MoneyBuilder Asia Fund
Fidelity Funds – US Dollar Cash Fund	Fidelity Funds – Euro Cash Fund
Fidelity Funds – Asian High Yield Fund	

2.2.1. HOW TO BUY SHARES

Applications

Investors buying Shares for the first time have to complete an application form. The instructions for subsequent purchases must normally contain full details of registration, the name of the fund(s), class(es) of Shares, settlement currency(ies) and the value of Shares to be bought. Purchase instructions will normally only be fulfilled on banker's notification of receipt of cleared monies.

In case of joint holding and unless specifically stated in writing at the time of application, any one of the registered joint Shareholders is authorised to sign any documents or to give instructions in connection with that holding on behalf of the other joint Shareholders. Such authorisation shall remain in force unless notice of its termination is received under separate cover by the Distributor.

Completed applications with cleared monies received by a Distributor or the Fund where the investor is subscribing for Shares directly from the Fund, on a day that the Distributor and the Fund (or the Fund alone if the application is addressed to the Fund) are open for business before the appropriate dealing cut-off times on a Valuation Date will normally be fulfilled that day at the next calculated Net Asset Value of the relevant share plus any applicable sales charge.

Distributors and the Fund must comply with Luxembourg law, and any other applicable law on money laundering. Investors may be asked to produce additional verification of identity before acceptance of their applications. Normally, the Fund and/or the relevant Distributor do not accept from, or make payments to, persons other than the registered Shareholder or any of the joint Shareholders.

Price

The purchase price comprises the Net Asset Value of Shares of the relevant class calculated on a Valuation Date plus the applicable sales charge. The number of Shares will be rounded up or down to the nearest one-hundredth of a Share.

Details of the most recent Net Asset Value of Shares in each class may be obtained from each Distributor or the Fund. Details of the most recent Net Asset Value for the Reserved Funds may only be obtained from the Fund. The Net Asset Values of the appropriate classes are generally published daily in a number of international newspapers as decided from time to time by the Directors.

Currencies

Investors may place orders for Shares with Distributors in any of the major freely convertible currencies in addition to the principal dealing currency of the individual funds and/or classes of Shares. Investors may contact the Distributors for information about such currencies. The Distributors may publish details of other currencies which will be accepted. Foreign exchange transactions required to handle client purchases/redemptions may be aggregated and will be carried out by Fidelity's central treasury department at a competitive rate. Settlement must be made in the currency in which the order was placed.

Investors subscribing for Shares direct from the Fund may only settle in the or one of the principal dealing currencies of the applicable fund or class.

Settlement

Settlement should be made by electronic bank transfer net of bank charges. Payment should be made to the bank account published by the Distributor as appropriate to the currency of settlement.

Other methods of payment require the prior approval of the Distributor or the Fund. Where payments are accepted by cheque (or where an electronic bank transfer does not result in the immediate receipt of cleared funds), processing of the application will usually be deferred until cleared monies are received. Cleared monies will be invested net of bank collection charges.

Shareholders should normally allow at least three Business Days before further switching, selling or redeeming their Shares after purchase or subscription.

Form of Shares

Class A, E and Y Shares are issued in registered form in the name of the subscriber or made available through Euroclear and/or Clearstream Banking unless shown otherwise in the notes of the respective funds in Part I of this Prospectus. Class B and I Shares are issued in registered form but are not available through the clearing houses. The Fund no longer issues bearer Shares. This decision was taken by the Board of Directors on 14 May 1996. Existing bearer Shares continue to be administered by Fidelity Investments Luxembourg S.A.

Registered Shares are held on a register established by the Fund in the investor's name. No Share certificates are issued.

Certification of the registered holding may be requested and will be mailed within approximately four weeks after payment for the Shares and provision of registration details to the Distributor or the Fund.

2.2.2. HOW TO SELL SHARES

Instructions to Sell

Instructions to sell registered Shares should be addressed to a Distributor or, in the case of redemptions, to the Fund. The instructions must contain full details of registration, the name of the fund(s), class(es) of Shares, settlement currency(ies), the number or value of Shares to be sold and bank details. Instructions received on a day that the Distributor or the Fund is open for business, before the appropriate dealing cut-off times on a Valuation Date, are normally dealt with that day at the next calculated Net Asset Value of the relevant class.

Holders of registered Shares should submit signed written instructions. In case of joint holding and unless specifically stated in writing at the time of application, one of the registered joint Shareholders is authorised to sign any documents or give instructions in connection with that holding on behalf of the other joint Shareholders. Such authorisation shall remain in force unless notice of its termination is received under separate cover by the Distributor. Bearer Shares may be sold by contacting a Distributor or the Fund.

The minimum value of a shareholding in any one fund must amount to the minimum initial investment.

Settlement

Settlement will normally be made by electronic bank transfer. After receipt of written instructions, payment will normally be made in one of the principal dealing currencies of the relevant class of Share within three Business Days for Cash funds and five Business Days for other funds. If in exceptional circumstances beyond the Fund's control it is not possible to make the payment within the relevant period, then such payment shall be made as soon as reasonably practicable thereafter but without interest. An exception currently applies to Fidelity Funds – Taiwan Fund. Upon sale of Shares settlement will normally be made within eight Business Days following receipt of completed renunciation documentation. Settlement amounts may be subject to bank charges levied by the Shareholder's own (or a correspondent) bank. Payment may also be made in one of the major freely convertible currencies if requested by the Shareholder(s) at the time of instruction.

Price

A sales exit fee or a redemption fee of up to 1% of the Net Asset Value inclusive of expenses can be levied on I Shares, which fee will revert to the General Distributor. Currently, no sales exit fee or redemption fee is applied to any of the other classes. However, the right is reserved to charge a sales exit fee or a redemption fee on certain other classes, not exceeding 1.00% of the Net Asset Value, if the Directors so determine in the future, which fee will revert to the General Distributor. In the case of a redemption fee being applied to any other class, the Prospectus shall be updated and the investors duly informed. A CDSC will be calculated on the proceeds of Class B Shares sold by an investor within a period of time disclosed in and at the rates given under 2.1. Classes of Shares in Part II of this Prospectus.

Redemption in Specie

The Fund shall have the right, if the Board of Directors so determines, to satisfy payment of the redemption price to any Shareholder requesting redemption of any of his Shares (but subject to the consent of the Shareholder in the case of Shares valued at less than USD 100,000) in specie by allocating to the holder investments from the pool of assets set up in connection with such class or classes of Shares equal in value (calculated in the manner described in Article 22 of the Articles of Incorporation) as of the Valuation Date on which the redemption price is calculated to the value of the Shares to be redeemed. The nature and type of assets to be transferred in such case shall be determined on a fair and reasonable basis and without prejudicing the interests of the other holders of Shares of the relevant class or classes of Shares and the valuation used shall be confirmed by a special report of the auditor. The costs of any such transfers shall be borne by the transferee.

2.2.3. HOW TO SWITCH

Class A Shares

Shareholders may switch some or all of their Shares in one fund or class of Shares into another fund or class of Shares if they satisfy the applicable minimum investment requirements for the existing and new funds or class of Shares.

Class B Shares

Shareholders may switch some or all of their class B Shares of one fund into class B Shares of another fund and within the same principal dealing currency provided they are in issue. After seven years from purchase, all class B Shareholders will have the right to demand a free switch to class A Shares of the same fund, regardless of the principal dealing currency. This conversion will not be compulsory.

Class E Shares

Shareholders may switch some or all of their class E Shares of one fund into class E Shares of another fund provided they are in issue.

Class I Shares

Shareholders may switch some or all of their class I Shares of one fund into class I Shares of another fund provided they are in issue.

Class Y Shares

Shareholders may switch some or all of their class Y Shares of one fund into class Y Shares of another fund provided they are in issue.

Procedures

Instructions to switch Shares should be addressed to a Distributor or the Fund. Instructions should include full account details and the number or value of Shares to be switched between named funds and classes. In case of joint holding and unless specifically stated in writing at the time of application, one of the registered joint Shareholders is authorised to sign any documents or give instructions in connection with that holding on behalf of the other joint Shareholders. Such authorisation shall remain in force unless notice of its termination is received under separate cover by the Distributor.

Shareholders may not be registered as the owner of the new Shares of the fund into which the Shareholders have switched until the Distributor or the Fund has received renunciation for the Shares of the fund from which the Shareholders have switched. Shareholders should normally allow up to three Business Days after receipt of completed instructions by the Distributor or the Fund before selling or switching the new Shares into another fund. An exception currently applies to Fidelity Funds – Taiwan Fund. Shareholders must allow six Business Days following receipt by the Distributor of completed documentation before selling or further switching into another fund.

Amounts to be Switched

The minimum value of a shareholding in any one fund must amount to the minimum initial investment.

Shareholders must therefore switch the appropriate minimum initial investment or, where investing into a fund where they have an existing shareholding, the appropriate minimum subsequent investment. When switching a partial holding, the minimum value of the remaining holding should equate to the minimum initial investment.

Price

Switching instructions received on a day that the Distributors or the Fund are open for business before the appropriate dealing cut-off times on a Valuation Date, are dealt with at the Net Asset Value calculated that day for each of the relevant funds. If a Shareholder switches from a fund with a 5.00 pm UK time (normally 6.00 pm Central European Time) dealing cut-off point into a fund with an earlier cut-off point of 12.00 noon UK time (normally 1.00 pm Central European Time), the Buy side of the switch may be dealt with at the Net Asset Value calculated on the following Valuation Day. Switch fees are applied to certain funds outlined in the table below, and paid to the General Distributor.

		INTO	
		Class of Shares with no sales charge*	**All other classes of Shares**
FROM	**Class of Shares with no sales charge**	0%	Full sales charge** (up to 5.25% of the Net Asset Value)
	All other classes of Shares	0%	Up to 1.00% of the Net Asset Value

** this applies as shown in the notes to the relevant funds in Part I of this Prospectus.*

*** where the investors have already paid the full sales charge on their Shares to be switched, the charge for switching will not exceed 1.00%.*

Switching fees will be applied to all switches (where applicable) between funds and between classes of Shares within a fund. No switching charges apply to switches into or between funds in the Reserved Funds range.

The currency exchange rate to be applied where the prices of the relevant funds are denominated in different currencies is that for Share purchases on the relevant day. The number of Shares will be rounded up or down to the nearest one-hundredth of a Share.

2.3. Calculation of the Net Asset Value

The Net Asset Value of each fund is determined in the reference currency of the respective fund in accordance with the Articles of Incorporation. The Net Asset Value of each class is determined in the principal dealing currency of the respective class.

The Net Asset Value per Share of each fund, and, if applicable, of each class of Shares of such fund, is calculated by determining first, if appropriate, the proportion of the net assets of the relevant fund attributable to each class of Shares, thereby taking account of the ongoing distribution charge payable by Class B and Class E Shares. Each such amount will be divided by the number of Shares of the relevant class then outstanding as at close of business to the extent feasible.

The Articles of Incorporation contain Valuation Regulations which provide that for the purpose of determining Net Asset Value:

1. securities which are traded on stock exchanges are to be valued at the last available price at the time when the valuation is carried out, or, in unusual circumstances of trading activity such that the Directors or their delegate consider that such price does not reflect fair market value, the securities are to be valued at fair market value in the opinion of the Directors or their delegate.
2. securities which are not traded on any stock exchange are to be valued, if dealt in on any other regulated market, in a manner as near as possible to that described in the preceding paragraph, unless the Directors or their delegate determine that some other form of quotation, such as, in relation to the Cash funds, the linear amortisation method, which may be an appropriate method of valuation of short-dated debt Transferable Securities, better reflects their fair values, in which event that form of quotation will be used for valuation.
3. restricted securities owned by the Fund are to be valued at their fair value as determined by the Directors or their delegate. Among the factors which may be considered in making such determination are (a) the nature and duration of the restrictions upon disposition of the securities, (b) the extent to which there is a market for securities of the same class or for securities into which the restricted securities are convertible, and (c) the initial discount from such market value, if any, at which such securities were acquired from the market value of unrestricted securities of the same class or into which they are convertible.
4. the value of any investment, security or other asset which is dealt principally on a market made among professional dealers and institutional investors shall be determined by reference to the last available price.
5. all other assets are to be valued at their respective estimated sales prices determined by the Directors or their delegate.

The value of all assets and liabilities not expressed in the reference currency of a fund or the principal dealing currency of a class will be converted into the reference currency of such fund or the principal dealing currency of such class at rates last quoted by any major bank. If such quotations are not available, the rate of exchange will be determined in good faith by or under procedures established by the Board of Directors.

The assets relating to a fund means the assets which are attributed to that fund less the liabilities attributed to that fund and where any asset or liability of the Fund cannot be considered to be attributed to a fund such asset or liability shall be allocated to the assets or liabilities relating to all the Fund or all the relevant funds pro rata to the Net Asset Values thereof. Liabilities are binding on the relevant fund only provided, however, under exceptional circumstances the Directors may undertake joint and several obligations which may be binding upon several or all funds if this is in the interest of the Shareholders concerned.

Calculations of Net Asset Value are made by the Directors or by an organisation appointed by them for the purpose ('their delegate') and are made generally in accordance with generally accepted accounting principles. In the absence of bad faith, negligence or manifest error, every decision in calculating Net Asset Values taken by the Directors or by their delegate will be final and binding on the Fund and on present, past and future Shareholders.

2.4. Price Adjustment Policy

Large transactions in or out of a fund can create "dilution" of a fund's assets because the price at which an investor buys or sells Shares in a fund may not entirely reflect the dealing and other costs that arise when the portfolio manager has to trade in securities to accommodate large cash inflows or outflows. In order to counter this and enhance the protection of existing Shareholders, a policy will be adopted with effect from 1 November 2007 to allow price adjustments as part of the regular daily valuation process to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

If on any dealing day the aggregate net transactions in Shares of a fund exceed a threshold set by the Directors from time to time for each fund, the asset value may be adjusted upwards or downwards as applicable to reflect the costs that may be deemed to be incurred in liquidating or purchasing investments to satisfy net daily transactions at fund level. The threshold is set by the Directors taking into account factors such as the prevailing market conditions, the estimated dilution costs and the size of the funds, the application of which will be triggered mechanically and on a consistent basis. The adjustment will be upwards when the net aggregate transactions result in an increase of the number of Shares. The adjustment will be downwards when the net aggregate transactions result in a decrease of the number of Shares. The adjusted asset value will be applicable to all transactions on that day.

Some of the funds are currently co-managed, the aggregated groups of assets are referred to as a 'pool'. Individual funds may have their assets invested via one or more pools. For the purposes of operating a price adjustment policy, the Board may decide that a threshold for adjusting prices be established at pool level.

The price adjustment will not exceed 2% of the original net asset value. As such price adjustments will be in response to significant cash flows rather than normal volumes, it is anticipated that the adjustments will be occasional.

2.5. Co-Management of Assets

For the purpose of effective management the Board of Directors may choose that the assets of certain funds within the Fidelity Funds range be co-managed. In such cases, assets of different funds will be managed in common. Co-managed assets are referred to as a 'pool', notwithstanding the fact that such pools are used solely for internal management purposes. The pools do not constitute separate entities and are not directly accessible to investors. Each of the co-managed funds shall be allocated its specific assets.

Where the assets of more than one fund are pooled, the assets attributable to each participating fund will initially be determined by reference to its initial allocation of assets to such a pool and will change in the event of additional allocations or withdrawals.

The entitlement of each participating fund to the co-managed assets applies to each and every line of investments of such pool.

Additional investments made on behalf of the co-managed funds shall be allotted to such funds in accordance with their entitlements whereas assets sold shall be levied similarly on the assets attributable to each participating fund.

2.6. Temporary Suspension of Determination of Net Asset Value and of the Issue, Switching and Redemption of Shares

The Directors may suspend the determination of the Net Asset Value of Shares of any fund, the issue of such Shares, the switching of such Shares and the redemption of such Shares:

a. during any period (other than ordinary holidays or customary weekend closings) when any market or stock exchange is closed on which a significant portion of the Fund's investments relating to that fund is quoted and which is the main market or stock exchange for such investments, provided that the closing of such exchange or market affects the valuation of the investments quoted thereon; or during any period when dealings on such market or stock exchange are substantially restricted or suspended, provided such restriction or suspension affects the valuation of the investments of the Fund relating to that fund quoted thereon;

b. during any period when an emergency exists as a result of which disposal by the Fund of investments relating to that fund which constitute a substantial portion of the assets of the fund is not practically feasible or would be seriously prejudicial to the Shareholders;

c. during any breakdown in the means of communication normally employed in determining the price of any of the Fund's investments relating to that fund or of current prices on any market or stock exchange;

d. when for any other reason the prices of any investments owned by the Fund relating to that fund cannot promptly or accurately be ascertained;

e. during any period when remittance of monies which will or may be involved in the realisation of or in the payment for any of the Fund's investments relating to that fund cannot, in the opinion of the Directors, be carried out at normal rates of exchange; and

f. in the event of the publication of a notice convening an Extraordinary General Meeting of Shareholders for the purpose of winding up the Fund as from the time of such publication.

Furthermore, if on any Valuation Date redemption requests and switching requests relate to more than 5% of the Shares in issue in respect of a fund, the Directors may declare that part or all of such Shares for redemption or switching will be deferred on a pro rata basis for a period that the Directors consider to be in the best interests of the Fund and/or the Directors may defer any redemption request which exceeds the higher of 3% of the Shares in issue in respect of a fund or class of Shares or USD 5 million (or its currency equivalent). Such period would not normally exceed 20 Valuation Dates. On such Dates, these redemption and switching requests will be met in priority to later requests.

Suspension of determination of the Net Asset Value of Shares of one fund will not imply suspension in respect of other funds unaffected by the relevant events.

Shareholders who have requested switching or redemption of their Shares or who have made an application to subscribe for Shares will be notified in writing of any such suspension of the right to subscribe, to convert or to require redemption of Shares and will be promptly notified upon termination of such suspension. Any such suspension will be published in the newspapers in which the Fund's Share prices are generally published if in the opinion of the Fund the suspension is likely to exceed one week.

In the event of any contemplated liquidation of the Fund, no further issues, switchings, or redemptions of Shares will be permitted after publication of the first notice convening the General Meeting of Shareholders for the purpose of winding up the Fund. All Shares outstanding at the time of such publication will participate in the Fund's liquidation distribution.

Each Distributor reserves the right to suspend or terminate sales of Shares in one or more funds and to refuse to accept any applications. Sales will normally be suspended when the Fund suspends the determination of Net Asset Value.

PART III

3. GENERAL INFORMATION

3.1. Dividends

Share type	Share name	Payments
Accumulating Shares	A-ACC A-ACC (hedged) E-ACC I-ACC Y-ACC Y-ACC (hedged)	No dividends will be paid for accumulating Shares. All interest and other income earned on the investment will be accumulated.
Distributing Shares (from net income)	A B E I I (hedged) A-MDIST B-MDIST	The Directors expect to recommend distribution of substantially the whole of each class' respective net investment income for the year. Dividends are declared on all distributing Shares on the first Business Day of August. Dividends are also declared on certain Bond, Balanced and Equity funds on other dates. These are shown in the table below.
Distributing Shares (from gross income)	Y-GDIST	The Directors expect to recommend distribution of a proportion of each fund's respective gross investment income and net realised capital gains for the year. Dividends are declared on the first Business Day of February, May, August and November.

Dividends are normally paid within ten Business Days, or as soon as practicable thereafter.

Dividend announcements, including the names of paying agents and all other financial notices concerning the funds are published in the 'd'Wort' in Luxembourg and in other newspapers as decided from time to time by the Directors.

Dividend cheques not cashed and coupons not presented within five years will lapse and the unclaimed dividend will revert to the Fund.

Distribution Dates for Distributing Shares

Fund Type	Distribution Date(s)
Equity funds	
• Class A, class B and class Y Shares	First Business Day of August
Exceptions within Equity funds	
Fidelity Funds – Asia Pacific Growth & Income Fund	First Business Day of February and August
Fidelity Funds – Asia Pacific Property Fund	First Business Day of February, May, August and November
Fidelity Funds – Japan Dividend Growth Fund Y-GDIST (this class will be launched at a later date)	First Business Day of February, May, August and November
Fidelity Funds – US REIT Fund (this fund will be launched at a later date)	First Business Day of January, April, July and October
Asset Allocation funds	
• Class A Shares	First Business Day of August
Balanced funds	
• Class A Shares	First Business Day of August
• Class A-MDIST and class B-MDIST Shares	Dividends declared monthly on the first Business Day of each month.
Bond funds	
• Class A and class Y Shares	First Business Day of August
• Class A-MDIST and class B-MDIST Shares	Dividends declared monthly on the first Business Day of each month.
Exceptions within Bond funds	
Fidelity Funds – Sterling Bond Fund	First Business Day of February, May August and November

Fund Type	Distribution Date(s)
Fidelity Funds – US Dollar Bond Fund A-GBP	First Business Day of February and August
Fidelity Funds – US Dollar Bond Fund A-USD	First Business Day of February and August
Cash funds	
• Class A and class B Shares	First Business Day of August
MoneyBuilder funds	
• Class A Shares	First Business Day of August
Fidelity Lifestyle funds	
• Class A Shares	First Business Day of August
Reserved funds	
• Class A Shares	First Business Day of August
Exceptions within Reserved funds	
Fidelity Funds – Fidelity Advisor World Funds US Dollar Bond Fund	First Business Day of February and August

Registered Shares

(i) Dividend Reinvestment

Dividends are reinvested in additional Shares in the same distributing class of Shares unless Shareholders specify otherwise in writing.

Dividends to be reinvested are credited to the Transfer Agent who acts on behalf of the Shareholders and invests the amount of the dividends in additional Shares of the same distributing class of Shares. Shares are issued at the Net Asset Value determined on the dividend declaration date if it is a Valuation Date, or the subsequent Valuation Date.

No sales charge is payable on these Shares. Shares issued through this dividend facility are held in a registered account for the investor. Shares are calculated to two decimal places and the resulting cash fraction remainder (whose value is less than 0.01 of a Share) is retained in the Fund for inclusion in subsequent calculations.

(ii) Dividend Payment

Holders of registered distributing Shares may elect to receive a dividend payment which will normally be made by electronic bank transfer, net of bank charges. In this case, unless specified otherwise, payment is normally made in the principal dealing currency of the distributing class of Shares of the fund. If requested, payment may be made in any other major freely convertible currency at the prevailing rate of exchange.

If any dividend payment is lower than USD 50 (or its equivalent in another currency) the dividend will be automatically reinvested in further Shares of the same distributing class of Shares and not paid directly to holders of registered Shares.

Income Equalisation Arrangements

Income equalisation arrangements are applied in the case of Shares in the Bond funds, Cash funds and Balanced funds. These arrangements are intended to ensure that the income per Share which is distributed in respect of a distribution period is not affected by changes in the number of Shares in issue during that period. The amount of the first distribution received by a Shareholder in a Bond fund, Cash fund or Balanced fund following the purchase of Shares in that fund represents partly participation in income received by the fund and partly a return of capital (the ‘equalisation amount’). The equalisation amount represents the average amount of income of the fund included in the Net Asset Value of each Share issued during the relevant distribution period. It is expected that the equalisation amount will not be taxable as an income receipt of the Shareholder but should be applied to reduce the base acquisition cost of the Shares for the purpose of computing capital gains. The tax treatment of equalisation amounts may, however, differ in certain jurisdictions. Shareholders who wish to obtain information concerning the equalisation amount received by them as a part of their distribution, may do so by contacting the Distributor or the Fund at its address.

3.2. Meetings and Reports to Shareholders

The Annual General Meeting of Shareholders is held in Luxembourg on the first Thursday of October of each year at noon or, if such date is not a Business Day in Luxembourg, on the next following Business Day.

Notices of meetings of Shareholders are given in accordance with Luxembourg Law and the Articles of Incorporation by publication in the Mémorial and the ‘d’Wort’ in Luxembourg and in other newspapers as decided from time to time by the Directors. Written notice will be sent to registered Shareholders at least 8 days prior to each meeting. All notices of meetings specify the time, place and agenda of the meeting, and the quorum and voting requirements. The Shareholders of any fund may hold, at any time, general meetings to decide on matters which relate exclusively to that fund.

The Fund’s financial year ends on 30 April each year. The Fund’s annual report incorporating financial statements is published within four months after the end of the financial year and at least two weeks before the Annual General Meeting of Shareholders. The Fund’s accounting records are separately maintained in each fund’s reference currency. Annual accounts are presented in the funds’ reference currencies with consolidated accounts presented in US Dollars. The Fund publishes a semi-annual unaudited financial report, containing a list of each fund’s holdings and their market values, within two months of the date to which it is made up.

The annual and semi-annual reports are available free of charge on request from the Fund, the Distributors and the representatives of the Fund. The accounts of the Fund prepared in accordance with company law to be presented for approval by the Shareholders will be sent to registered Shareholders together with the notice convening the Annual General Meeting. This material is available for collection by bearer Shareholders at the offices of the Luxembourg Bearer Share Paying Agent, the offices of any other paying agent of the Fund and at the office of the Hong Kong Representative.

3.3. Taxation

Taxation of the Fund

The Fund is not liable to any Luxembourg taxes on income or on realised or unrealised capital gains, nor to any Luxembourg withholding tax. The funds are subject to an annual subscription tax of 0.05% on Equity, Bond, Balanced, Asset Allocation and MoneyBuilder funds and Fidelity Lifestyle Funds and 0.01% on Cash, Institutional Reserved and Reserved funds, calculated and payable quarterly on the net assets of the fund on the last day of each fiscal quarter. Institutional funds investing exclusively in money market instruments and deposits with credit institutions may be exempt from the annual subscription tax.

Capital gains, dividends and interest on securities held by the Fund may be subject to capital gains, withholding or other taxes imposed by the country of origin concerned and these taxes may not be recoverable by the Fund or by Shareholders.

Taxation of Shareholders

As a rule holders of Shares are not subject to any capital gains, income, withholding, gift, estate, inheritance or other tax in Luxembourg with respect to their Shares (except Shareholders who are domiciled or reside in or have a permanent establishment in Luxembourg). Pursuant to Luxembourg domestic tax rules, a non-resident Shareholder holding or having held, directly or indirectly, alone or together with his household (his spouse and minor children), at any time during a 5 year-period prior to the sale, more than 10% of the Shares in one of the funds is subject to a tax on capital gains if a disposal occurs within six months from acquisition. For Shares acquired before 1 January 2002, the applicable threshold is 25% until the tax year 2007, to the extent that the shareholding interest has not been increased after 31 December 2001. Certain Shareholders who are former residents of Luxembourg (and who have been non-resident for less than 5 years prior to the realisation of the income, and who were Luxembourg resident for at least 15 years) holding or having held, directly or indirectly, alone or together with their household (their spouse and minor children), at any time during a 5-year period prior to the sale, more than 10% of the Shares in one of the funds are subject to a tax on capital gains in case of disposal of the Shares. For Shares acquired before 1 January 2002, the applicable threshold is 25% until tax year 2007 to the extent that the shareholding interest has not been increased after 31 December 2001.

Certain double tax treaties concluded by Luxembourg may prevent this exceptional taxation.

The Directors expect that those distributing funds and distributing classes publicly marketed in the United Kingdom will qualify as distributing funds or classes for the purposes of Chapter V of Part XVII of the Income and Corporation Taxes Act 1988 of the United Kingdom.

The EU Council Directive 2003/48/EC of 3 June 2003 on taxation of savings income in the form of interest payments (hereinafter the ‘Directive’) provides that from 1 July 2005, paying agents established in a member state of the EU or certain dependent or associated territories of member states who make savings income payments to individuals resident in another member state or to residual entities within the sense of the Directive (and, depending on the state of residence of the paying agent, possibly also to individuals and residual entities within the sense of the Directive resident in certain dependent or associated territories of member states) will be obliged, depending on the jurisdiction of establishment of the paying agent, either to report details of the payment and payee to fiscal authorities or to withhold tax from it. The Luxembourg law of 21 June 2005 has implemented the EU Council Directive 2003/48/EC into national law.

Under the terms of the Directive, the following entities have been appointed as Paying Agents:

i) For all dividend payments to Shareholders who subscribed directly from the Fund or purchased Shares through Fidelity Investments Luxembourg S.A.

Fidelity Investments Luxembourg S.A.
Kansallis House
Place de l’Etoile
BP2174
L-1021 Luxembourg

ii) For all dividend payments to Shareholders who purchased Shares through the Global FundsNetwork

Fidelity Investments International – Niederlassung Frankfurt
Kastanienhöhe 1
D-61476 Kronberg im Taunus

iii) For all other Shareholders falling within the scope of the EU Savings Directive

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough
Kent TN11 9DZ
United Kingdom

The tax consequences for each Shareholder of purchasing, subscribing, acquiring, holding, switching, selling, redeeming or disposing of Shares in the Fund will depend upon the relevant laws of any jurisdiction to which the Shareholder is subject. Investors and prospective investors should seek their own professional advice as to this, as well as to any relevant exchange control or other laws and regulations. Taxation law and practice and the levels of tax relating to the Fund and to Shareholders may change from time to time.

3.4. Eligible Investors

Although Shares are freely transferable, the Articles of Incorporation reserve to the Fund the right to restrict the beneficial ownership of Shares by any person to no more than 3% of the Shares which are outstanding at the time of such issue or any time thereafter. The Articles of Incorporation also reserve to the Fund the right to prevent the beneficial ownership of Shares by any ‘US Person’ (as there defined). The Board of Directors have adopted a definition of ‘US Person’ as set out below. Under such powers the Fund may compulsorily redeem Shares held in excess of such limit or by such ‘US Person’ on the terms provided in the Articles of Incorporation and may restrict the exercise of rights attached to such Shares.

‘Eligible Investor’ means any person who is not a US Person and whose subscription or other acquisition of Shares (whether from the Fund or from any other person) is not made

a. while such person is physically present in the United States of America or

b. in connection with any solicitation to such person to subscribe while such person was physically present in the United States of America; and provided further that such person is not a person whose purchase of Shares would result in the violation of the laws of the jurisdiction wherein such person may reside or be physically present.

As used in this Prospectus, but subject to applicable law and to such changes as may be communicated to applicants for or transferees of Shares, ‘US Person’ means:

a. a citizen or resident of the United States of America;

b. a partnership, corporation, limited liability company or similar entity, organised or incorporated under the laws of the United States of America, or an entity taxed as such or subject to filing a tax return as such under the United States federal income tax laws;

c. any estate or trust the executor, administrator or trustee of which is a US Person unless, in the case of trusts of which any professional fiduciary acting as trustee is a US Person, a trustee who is not a US Person has sole or shared investment discretion with respect to trust assets and no beneficiary of the trust (and no settlor if the trust is revocable) is a US Person;

d. any estate or trust the income of which from sources without the United States of America is includible in gross income for purposes of computing United States income tax payable by it;

e. any agency or branch of a foreign entity located in the United States of America;

f. any discretionary or non-discretionary account or similar account (other than an estate or trust) held by a dealer or other fiduciary located within or outside the United States of America for the benefit or account of a US Person;

g. any discretionary account or similar account (other than an estate or trust) held by a dealer or other fiduciary organised, incorporated or (if an individual) resident in the United States of America, except that any discretionary account or similar account (other than an estate or trust) held for the benefit or account of a non-US Person by a dealer or other professional fiduciary organised, incorporated or (if an individual) resident in the United States of America shall not be deemed a US Person;

h. any firm, corporation or other entity, regardless of citizenship, domicile, situs or residence if, under the income tax laws of the United States of America from time to time in effect, any portion of the income thereof would be taxable to a US Person even if not distributed, other than a passive foreign investment company;

i. any partnership, corporation or other entity if (A) organised or incorporated under the laws of any foreign jurisdiction and (B) owned or formed by a US Person or Persons principally for the purpose of investing in securities not registered under the US Securities Act of 1933 (including but not limited to Shares of the Fund);

j. any employee benefit plan unless such employee benefit plan is established and administered in accordance with the law of a country other than the United States of America and customary practices and documentation of such country and is maintained primarily for the benefit of persons substantially all of whom are non-resident aliens with respect to the United States of America; and

k. any other person or entity whose ownership of Shares or solicitation for ownership of Shares in Fidelity Investments Institutional Services Company Inc., Fidelity Distributors International Limited or the Fund, acting through their Officers or Directors, shall determine may violate any securities law of the United States of America or any state or other jurisdiction thereof.

(Except that US Person shall not include any Eligible Investor or any person or entity, notwithstanding the fact that such person or entity may come within any of the categories referred to above, as to whom Fidelity Distributors International Limited or the Fund, acting through their Officers or Directors, shall determine that ownership of Shares or solicitation for ownership of Shares shall not violate any securities law of the United States of America or any state or other jurisdiction thereof).

As used herein, United States of America includes its states, commonwealths, territories, possessions and the District of Columbia.

3.5. Liquidation of Fidelity Funds, Termination of Funds and Classes of Shares

A fund or a class of Shares may be terminated by a) a resolution of a meeting of the Shareholders in that fund or class or, b) if the value of the net assets of a fund or a class is below USD 50,000,000 or its equivalent and the Directors so decide, by resolution of the Directors. In either case, the assets of the fund or the class will be realised, the liabilities discharged and the net proceeds of realisation distributed to Shareholders in proportion to their holding of Shares in that fund or class. Payment of proceeds to Shareholders will be made against delivery to the Fund of certificates for Shares in that fund or class, where appropriate, and any other evidence of discharge which the Directors may reasonably require.

In the event that a fund or a class of Shares is terminated, notice will be given in writing to registered Shareholders. In case of termination of a fund, notices will also be published in the *Mémorial* and the *‘d’Wort’* in Luxembourg and in other newspapers circulated in jurisdictions in which the Fund is registered as the Directors may determine.

Shareholders of one or several funds may also decide by resolution of a class meeting of the relevant fund or funds to allocate the assets of the relevant fund or funds to another fund and to redesignate the Shares of the relevant fund or funds as Shares of another fund (following any necessary split or consolidation, and the payment of the amount corresponding to any fractional entitlement to Shareholders or the allocation, if so resolved, of rights to fractional entitlements as set out in the Articles of Incorporation of the Fund).

Shareholders of one or several funds may also decide by resolution of a class meeting to contribute the assets and liabilities attributable to the fund or funds concerned to another undertaking for collective investment against issue of Shares of that undertaking for collective investment to be distributed to the holders of Shares of the class or classes concerned.

In the event that a decision is taken to merge one or several funds with another undertaking for collective investment, a notice will be published by the Fund which will contain information in relation to the new fund of the relevant undertaking for collective investment. Publication will be made within one month before the date on which the merger becomes effective in order to enable holders of Shares to request redemption of their Shares, free of charge, before the implementation of the merger.

A general meeting convened to decide upon the consolidation of several classes of Shares within the Fund shall not be subject to any quorum requirements. Any resolutions on this subject may be taken by simple majority.

Resolutions to be passed by a class meeting with respect to a contribution of the assets and liabilities attributable to any fund or funds to another undertaking for collective investment shall be subject to the quorum and majority requirements referred to in the Articles of Incorporation, except when a merger is to be implemented with a mutual investment fund (fonds commun de placement) or a foreign based undertaking for collective investment, in which case the resolutions shall only be binding upon Shareholders who shall have voted in favour of the merger proposals.

The Fund is of unlimited duration but may be liquidated at any time by resolution of Shareholders in accordance with Luxembourg law. The net proceeds of liquidation corresponding to each fund shall be distributed by the liquidators to the holders of Shares in that fund in proportion to their holding of Shares in that fund. Amounts which are not promptly claimed by Shareholders will be held in escrow accounts by the Caisse des Consignations. Amounts not claimed from escrow within the period fixed by law may be liable to be forfeited in accordance with the provisions of Luxembourg law.

A general meeting of the Shareholders will be called to consider the liquidation of the Fund if the value of the Fund's net assets should decline to less than two-thirds of the minimum capital required by law. The minimum capital required by Luxembourg law is currently the equivalent of Euro 1,250,000.

3.6. Institutional Reserved Funds – Dilution Levy and Large Deals

The value of the property of a fund may be reduced as a result of the costs incurred in the dealings in the fund's investments, including stamp duty and any difference between the buying and selling price of such investments. In order to mitigate against such 'dilution' and consequent potential adverse effect on remaining Shareholders, the Fund has the power to charge a 'dilution levy' when Shares are bought or sold. Any dilution levy must be fair to all Shareholders and potential Shareholders and the Fund will operate this measure in a fair and consistent manner to reduce dilution and only for that purpose.

The Fund reserves the right to impose a dilution levy:

In respect of a 'large deal', i.e. a deal (or series of deals placed on the same day) in respect of Institutional Reserved fund Shares exceeding Euro 1.5 million in value; or on a Shareholder who redeems or switches a shareholding in an Institutional Reserved fund within 30 days of its purchase.

It is not possible to predict accurately whether dilution would occur at any point in time. If an investor's proposed transaction falls within one of the above categories, the investor should check with their usual Distributor or the Fund as to whether a dilution levy will apply in respect of that transaction before giving instructions for that transaction. In deciding whether to impose a dilution levy, the Fund through the Board of Directors will consider a number of factors including the size of the transaction relative to the overall value of the fund, the level of transaction costs within that particular market, the liquidity of the underlying investments within the fund, the amount of investments to be bought/sold and the likely time that this will take, the likelihood of an adverse impact on the value of investments as a result of the accelerated rate of disposal, and the length of time for which the Shares in question were held.

The Fund is unlikely to impose a dilution levy unless the dealing costs relating to a Shareholder transaction are significant and/or will have a material impact on the value of the fund in question. Dealing costs (stamp duty, broker commissions and buy/sell spreads) will be considered significant if they amount to Euro 300,000 or more. A material impact is defined as impacting the Net Asset Value by 10 basis points or more. On a large redemption, the Fund may require the redeeming Shareholder to accept an in specie redemption subject to the conditions set out above under '2.2.2. Redemption in Specie' instead of imposing a dilution levy.

Based on future projections, the levy will be up to 0.80% of the purchase cost or the redemption or switch proceeds. Any dilution levy would be paid to the Fund and would become part of the property of the relevant fund. On any day where a price adjustment is triggered as further described under '2.4. Price Adjustment Policy' above the dilution levy will not be applied.

PART IV

4. ADMINISTRATION DETAILS, CHARGES AND EXPENSES

Board of Directors and Supervisory Officers

The Directors and the Officers (as defined in the Articles of Incorporation) of the Fund are responsible for its management and administration, including the overall management of the investments of the Fund.

The Supervisory Officers shall have the duties to ensure at all times that the tasks of the Board of Directors and of the different services providers (such as the Investment Manager, the Custodian, etc.) are performed in compliance with Luxembourg law, the Articles of Incorporation of the Fund and the current Prospectus. The Supervisory Officers shall ensure compliance of the Fund with the investment restrictions (see Part V) and oversee the implementation of the investment policy of each fund.

The Supervisory Officers shall report to the Board of Directors on a quarterly basis and shall inform each Director without delay of any non-compliance of the Fund with the investment restrictions.

The Directors have appointed the Investment Manager, the Custodian and the Registrar, Transfer Agent, Administrative Service Agent and Domiciliary Agent. Details of the agreements with these parties and a description of the fees and expenses payable by the Fund are described below.

A Director may hold any other office or position of profit under the Fund (other than the office of Auditor) or contract with the Fund without the risk of disqualifying from his office of Director on such terms as to tenure and otherwise as the Directors may determine. Any Director may also act in a professional capacity (other than as Auditor) and he or his firm shall be entitled to remuneration for such services as if he were not a Director.

A Director may not normally vote in respect of any contract in which he is personally interested. Any such contract will be disclosed in the financial reports of the Fund.

The Directors who are not employed by the Investment Manager or a Distributor are entitled to an annual Director's fee and a fee for each Board Meeting attended. The aggregate fee paid to the Directors is disclosed in the annual report and accounts. All Directors may be paid all travelling, hotel and other expenses properly incurred by them in attending and returning from meetings of the Directors, or otherwise in connection with the business of the Fund.

The Directors and Officers of the Fund shall be indemnified by the Fund against liability and related expenses in connection with any claim brought against such person by reason of his having been such Director or Officer, provided that no indemnity shall be provided against liability to the Fund or its Shareholders by reason of wilful misfeasance, bad faith, negligence or reckless disregard of duties or with respect to any matter as to which he shall have been finally adjudicated not to have acted in good faith in the reasonable belief that his action was in the best interests of the Fund.

The Investment Manager

Fidelity Fund Management Limited ('the Investment Manager') has been appointed by an assignment agreement of the Investment Management Agreement dated 25 June 1990 (as amended) between the Fund and FIL ('the Investment Management Agreement') to provide the Fund with day-to-day investment management of each fund, under the supervision of, and subject to the control of, the Directors and the Supervisory Officers, and to provide the Fund with statistical and other related services. The Investment Manager is authorised to act on behalf of the Fund and to select agents, brokers and dealers through whom to execute transactions and provides the Directors with reports they may require.

The Fund, together with other UCIs advised or managed by Fidelity Fund Management Limited, may place orders for the purchase or sale of securities in which the Fund may invest with affiliates of Fidelity Fund Management Limited and other affiliates of FMR Corp., Boston, Massachusetts, provided that, among other conditions, they can reasonably be expected to execute the transaction on terms as favourable as could be expected to be obtained from other brokers qualified to execute the transaction and at commission rates comparable to those which would have been charged by such other brokers. Subject to the receipt of best execution, the Fund may take into account the sale of Shares by brokers and dealers when selecting them for the execution of transactions.

The Investment Manager may also provide investment management and advisory services to other Fidelity mutual funds and unit trusts, institutional and private investors.

The Investment Manager may receive investment advice from, and act upon the advice of, any Connected Person (i.e. any company within the Fidelity organisation) of the Investment Manager and may execute, transact and otherwise carry out its functions, duties and obligations with or through any Connected Person (as so defined). The Investment Manager shall remain responsible for the proper performance by such company of those responsibilities.

Termination or Amendment

The Investment Management Agreement has been entered into for a period of 30 years from the date of incorporation of the Fund (15 June 1990), unless terminated earlier by either party upon 90 days' prior written notice.

During such time as any Shares in the Fund are authorised for sale in Hong Kong, the Fund may terminate the Investment Management Agreement on 30 days' prior written notice, if the Investment Manager goes into liquidation, becomes bankrupt or has a receiver appointed over its assets, or on the grounds that the Directors are of the opinion that a change of Investment Manager is desirable and in the best interests of the Shareholders (subject to, if the Investment Manager so requires, the concurrence of the Securities & Futures Commission). Subject to this, the Fund may not give notice to terminate this agreement except with the sanction of a resolution passed by not less than a two-thirds majority at a Shareholders' meeting at which the holders of not less than two-thirds of the Shares are present or represented and voting.

The Investment Management Agreement may be amended by agreement between the Investment Manager and the Fund, by action of their respective Boards of Directors, but the Fund may not increase the Investment Manager's fee above the rate of 2.00% without the sanction of an ordinary meeting of Shareholders nor amend the termination provisions of the Investment Management Agreement without the sanction of a resolution passed by not less than a two-thirds majority at a Shareholders' meeting at which the holders of not less than two-thirds of the Shares are present or represented and voting.

If the Investment Management Agreement is terminated for any reason, the Fund shall, at the request of the Investment Manager, change its name forthwith to a name excluding 'Fidelity' or any name connected with the Investment Manager.

Investment Management Fee

The Investment Manager receives from the Fund an annual management fee, which is levied on the Net Asset Value of the funds. This fee varies in accordance with the fund type. The current fee structure is set out in the table below. The annual management fees are accrued daily and paid monthly, normally in US Dollars.

The Investment Manager may waive any or all of its fees in respect of any fund at its discretion from time to time.

The fee may be increased in respect of any one or more funds from time to time, provided the fee does not exceed an annual rate of 2.00% of the value of the net assets of the Fund. Any increase is subject to not less than three months' notice being given to Shareholders in the same manner as notices of meetings.

The Investment Manager bears all expenses incurred by it and any Connected Person related to services performed by it for the Fund. Brokerage commissions, transaction charges and other operating costs of the Fund are payable by the Fund.

Fund Type	**Current Maximum Annual Management Fee**				
	Class A Shares	Class B Shares	Class E Shares	Class I Shares	Class Y Shares
Equity funds	1.50%	1.50%	1.50%	n/a	1.00%
Exceptions within Equity funds					
Fidelity Funds – EURO STOXX 50™ Fund	0.60%	0.60%	n/a	n/a	n/a
Balanced funds	1.00%	n/a	n/a	n/a	n/a
Exceptions within Balanced funds					
Fidelity Funds – Growth & Income Fund	1.25%	1.25%	n/a	n/a	n/a
Fidelity Funds – Multi Asset Navigator Fund	1.25%	n/a	n/a	n/a	n/a
Fidelity Funds – Multi Asset Strategic Fund	1.25%	n/a	1.25%	n/a	n/a
Bond funds	0.75%	0.75%	0.75%	n/a	0.70%
Exceptions within Bond funds					
Fidelity Funds – Asian High Yield Fund	1.00%	n/a	n/a	n/a	n/a
Fidelity Funds – Emerging Market Debt Fund	1.25%	n/a	1.25%	n/a	0.70%
Fidelity Funds – European High Yield Fund	1.00%	1.00%	1.00%	n/a	n/a
Fidelity Funds – Euro Short Term Bond Fund	0.20%	n/a	n/a	n/a	n/a
Fidelity Funds – Japanese Yen Bond Fund	0.20%	n/a	n/a	n/a	n/a
Fidelity Funds – US High Yield Fund	1.00%	1.00%	n/a	n/a	n/a
Cash funds	0.40%	0.40%	n/a	n/a	n/a
MoneyBuilder funds	1.25%	n/a	n/a	n/a	n/a
Exceptions within MoneyBuilder funds					
Fidelity Funds – MoneyBuilder European Bond Fund	0.60%	n/a	n/a	n/a	n/a
Reserved funds	0.35%	n/a	n/a	n/a	n/a
Exceptions within Reserved funds					
Fidelity Funds – Fidelity Advisor World Funds Asian Special Situations Fund	0.41%	n/a	n/a	n/a	n/a
Fidelity Funds – Fidelity Advisor World Funds Europe Fund	0.41%	n/a	n/a	n/a	n/a
Fidelity Funds – Fidelity Advisor World Funds International Fund	0.35%-0.41%*	n/a	n/a	n/a	n/a
Fidelity Funds – Fidelity Advisor World Funds Pacific Fund	0.41%	n/a	n/a	n/a	n/a
Institutional Reserved Bond funds	n/a	n/a	n/a	0.35%	n/a
Exceptions within Institutional Reserved Bond funds					
Fidelity Funds – Institutional Emerging Market Debt Fund	n/a	n/a	n/a	0.65%	n/a
Fidelity Funds – Institutional Euro Core Plus Bond Fund	n/a	n/a	n/a	0.40%	n/a
Fidelity Funds – Institutional US High Yield Fund	n/a	n/a	n/a	0.50%	n/a
Institutional Reserved Equity funds	n/a	n/a	n/a	0.80%	n/a

* weighted based on the underlying composition of the fund. US assets are charged 0.35% and non-US assets are charged 0.41%.

Investment Management Fee – Asset Allocation Funds and Fidelity Lifestyle Funds

Fund Type	Current Maximum Annual Management Fee
Asset Allocation funds	For the Asset Allocation funds, an annual asset allocation fee of up to 0.50% is levied, plus the investment management fee on the investments, ranging from 0.40% to 1.50%, and weighted for each portion of the fund which is invested in the same manner as the funds with which it is co-managed in accordance with the composition of the fund in the light of the fees payable by the funds having identical investments. The fees are accrued daily in the reference currency of each fund and paid monthly, normally in US Dollars.
Fidelity Lifestyle Funds	For the US Dollar denominated Fidelity Lifestyle Funds an asset allocation fee of up to 0.30% is levied. For the US Dollar denominated Fidelity Lifestyle Funds, an annual management fee that will range from 0.40% to 1.50% and be weighted for each portion of the funds is levied. In keeping with the change in asset allocation of the underlying investments, the annual management fee would decrease over time as investment in bonds and cash increases.
Fidelity Funds – Fidelity Target™ 2010 Euro Fund	The management fee is initially 1.10% and it will be reduced to 0.85% on 1 January 2008.
Fidelity Funds – Fidelity Target™ 2015 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2008 and reduced further on 1 January 2013 to 0.85%.
Fidelity Funds – Fidelity Target™ 2020 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2013 and reduced further on 1 January 2018 to 0.85%.
Fidelity Funds – Fidelity Target™ 2025 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2018 and reduced further on 1 January 2023 to 0.85%.
Fidelity Funds – Fidelity Target™ 2030 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2023 and reduced further on 1 January 2028 to 0.85%.
Fidelity Funds – Fidelity Target™ 2035 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2028 and reduced further on 1 January 2033 to 0.85%.
Fidelity Funds – Fidelity Target™ 2040 Euro Fund	The management fee is initially 1.50% and it will be reduced to 1.10% on 1 January 2033 and reduced further on 1 January 2038 to 0.85%.

The Investment Manager will also receive a reimbursement of its expenses incurred in managing securities lending transactions, which amounts to 0.50% of the gross revenues of the relevant funds arising from their participation in such transactions.

The Custodian

The Fund has appointed Brown Brothers Harriman (Luxembourg) S.C.A. ('the Custodian') by Custodian Agreement dated 25 June 1990 (as amended) to act as custodian of the Fund and to hold all cash, securities and other property of the Fund on behalf of the Fund. The Custodian may, with the approval of the Fund, appoint other banks and financial institutions to hold the Fund's assets. The Custodian is required to perform all the duties of a custodian prescribed by Article 34 of the Luxembourg Law of 20 December 2002. The Custodian is a bank which was organised as a société anonyme under the laws of the Grand Duchy of Luxembourg on 9 February 1989 and which was subsequently transformed into a société en commandite par actions. The Custodian is a subsidiary of Brown Brothers Harriman & Co. The Fund pays a monthly custodian fee calculated by reference to the Net Asset Value of the Fund on the last Business Day of each month and paid monthly in the amount as the Custodian and the Fund shall determine from time to time in the light of market rates applicable in Luxembourg. The Custodian's fee normally includes the custody fees and certain transaction charges of the other banks and financial institutions. Transaction charges and any reasonable disbursements and out-of-pocket expenses incurred by the Custodian or by other banks and financial institutions to whom safekeeping of assets of the Fund is entrusted, will be borne by the Fund. The fee paid for this service by the Fund varies depending upon the markets in which the assets of the Fund are invested and typically range from 0.003% of the net assets of the Fund in developed markets to 0.35% of the net assets of the Fund in emerging markets (excluding transaction charges and reasonable disbursements and out-of-pocket expenses). The custodian fee paid in a financial year will be shown in the annual report of the Fund. The Custodian's appointment may be terminated by either the Custodian or the Fund upon 90 days' prior written notice. Termination is, however, subject to the condition that except in the case of force majeure a new custodian must be appointed to act in place of the retiring Custodian with effect from the date of termination. The retiring Custodian shall take all necessary steps to ensure the preservation of the interests of the Shareholders for such period as shall be necessary to effect an orderly transfer of assets to the new custodian.

General Distributor and Distributors

The Fund has appointed the General Distributor to assist in the promotion of Shares in the Fund. The General Distributor has appointed the Distributors to distribute Shares. The Distributors always act as the agent for the General Distributor. The General Distributor acts as principal in the purchase and sale of Shares via the Distributors and Shares are issued to/redeemed by the Fund to the General Distributor on the terms of this Prospectus. The General Distributor may not price orders received by it on less favourable terms than those available direct from the Fund.

The General Distributor and the Share Distributors have been appointed as Distributors of Shares by the Fund under the following current agreements: General Distributor's Agreement dated 22 August 1995; Share Distributors Agreements with Fidelity Investments Luxembourg S.A. and Fidelity Investment Services GmbH dated 22 August 1995, with Fidelity Investments International dated 11 September 1995, with Fidelity Investments Management (Hong Kong) Limited and Fidelity Distributors International Limited dated 22 August 1995, with Fidelity Investments (Singapore) Limited dated 26 June 2003 and with Fidelity Investissements S.A.S. dated 1 March 2004. Each of these agreements may be terminated by either party upon 90 days' prior written notice.

The General Distributor is paid the sales charge, if any, (up to 5.25% of the Net Asset Value of the Shares) collected by the Share Distributors (as agents for the General Distributor). The General Distributor is paid the sales charge, if any, on sales of Shares made directly through the Fund and receives the fee charged on switches, if any. A CDSC in respect of Class B Shares paid to the Fund reverts to the General Distributor. The distribution fee in respect of the Class B Shares and Class E Shares is accrued daily and paid quarterly to the General Distributor. The General Distributor remunerates the Share Distributors out of the sales charges, if any. Initial commissions may be paid to financial intermediaries or institutions from the sales charge. Ongoing commissions may be paid to financial intermediaries and these commissions are borne by the Investment Manager from its management fee.

Under the terms of the Articles of Incorporation the sales charge, if any, may be increased to a maximum of 8% of the Net Asset Value.

Central Administration and Service Agent

The Registrar, Transfer Agent, Administrative Service Agent and Domiciliary Agent

Under an Agency Agreement dated 1 December 1991 and with effect from that date, the Fund has employed Fidelity Investments Luxembourg S.A. as the Registrar, Transfer Agent, Administrative Service Agent and Domiciliary Agent for the Fund. Fidelity Investments Luxembourg S.A. processes subscriptions, redemptions, switches and transfers of Shares and enters these transactions in the Fund's Register of Shareholders. It provides services to the Fund in connection with keeping the Fund's accounts, determination of the Net Asset Value of Shares in each fund on each Valuation Date, despatch of dividend payments to registered Shareholders, preparation and distribution of Shareholders' reports and provision of other administrative services.

Service Agreements

The Fund has appointed Fidelity International Limited by an agreement (Services Agreement) dated 25 June 1990, to provide services in relation to the investments of the funds including valuation, statistical, technical, reporting and other assistance.

The Fund pays fees for the services noted in the Agency and Services Agreements at commercial rates agreed from time to time between the parties plus reasonable out-of-pocket expenses. The maximum fee paid for these services by the Fund will be 0.35% of the net assets (excluding reasonable out-of-pocket expenses).

The Agreements may be terminated by either party upon 90 days' prior written notice.

Auditors

PricewaterhouseCoopers S.à r.l., Luxembourg, has been appointed as the Fund's Auditors. This appointment is subject to Shareholder approval at each Annual General Meeting.

Luxembourg Bearer Share Paying Agent

The Fund has appointed Deutsche Bank Luxembourg S.A. (formerly Bankers Trust Luxembourg S.A.) by an agreement dated 20 September 1990 (as amended) its Bearer Share Paying Agent in Luxembourg. This appointment may be terminated by either party upon 90 days' prior written notice. The Fund will appoint other paying agents as appropriate. The Bearer Share Paying Agent is paid transaction fees and its expenses.

Hong Kong Representative's Agreement

The Fund has appointed Fidelity Investments Management (Hong Kong) Limited by an agreement dated 5 July 1990 to act as Hong Kong Representative, to receive purchase, sale and switch requests, to provide information to investors and to accept notices and other services in respect of the Fund. The Hong Kong Representative is paid its reasonable out-of-pocket expenses.

Taiwan General Representative's Agreement

The Board of Directors and the General Distributor have decided to appoint Fidelity Investments Securities (Taiwan) Limited to act as Taiwan General Representative, to receive purchase, sale and switch requests, to provide information to investors and to accept notices and other services in respect of the Fund.

General information on Charges and Expenses

The costs, charges and expenses which may be charged to the Fund include: all taxes which may be due on the assets and the income of the Fund; usual banking and brokerage fees due on transactions involving portfolio securities of the Fund (the latter to be included in the acquisition price and to be deducted from the selling price); insurance, postage and telephone; Directors' fees, fees of the Supervisory Officers and remuneration of officers and employees of the Fund; remuneration of the Investment Manager, the Custodian, the Registrar, the Transfer Agent, the Administrative Service Agent, the Domiciliary Agent, any Paying Agent, the Hong Kong Representative and of representatives in other jurisdictions where the Shares are qualified for sale, and of all other agents employed on behalf of the Fund; such remuneration may be based on the net assets of the Fund or on a transaction basis or may be a fixed sum; formation expenses; the cost of preparing, printing and publishing in such languages as are necessary, and distributing offering information or documents concerning the Fund, annual and semi-annual reports and such other reports or documents as may be desirable or required under the applicable laws or regulations of the above cited authorities; the cost of printing certificates and proxies; the cost of preparing and filing the Articles of Incorporation and all other documents concerning the Fund, including registration statements and offering circulars with all authorities (including local securities dealers' associations) having jurisdiction over the Fund or the offering of Shares; the cost of qualifying the Fund or the sale of Shares in any jurisdiction or of a listing on any exchange; the cost of accounting and bookkeeping; the cost of calculating the Net Asset Value of Shares of each fund;

the cost of preparing, printing, publishing and distributing public notices and other communications to the Shareholders; legal and auditing fees; registrar's fees; and all similar charges and expenses. Administrative and other expenses of a regular or recurring nature may be calculated on an estimated basis for yearly or other periods in advance, and the same may be accrued in equal proportions over any such period.

Costs, charges and expenses which may be attributed to a fund will be borne by that fund; otherwise they will be allocated in US Dollars pro rata to the Net Asset Value of all, or all appropriate, funds on such basis as the Directors consider reasonable.

A portion of commissions paid to selected brokers for certain portfolio transactions may be repaid to the funds which generated the commissions with these brokers and may be used to offset expenses.

Except as described in this Prospectus, no commissions, discounts, brokerage or other special terms have been granted by the Fund in relation to Shares issued or to be issued by the Fund; on any issue or sale of Shares a Distributor (including the General Distributor) may, out of its own pocket or out of the sales charges, if any, pay commissions on applications received through brokers and other professional agents or grant discounts.

Foreign exchange transactions for investors or the Fund may be effected on an arm's length basis by or through Fidelity companies from which a benefit may be derived by such companies.

PART V

5. INVESTMENT RESTRICTIONS

5.1. Investment Powers and Safeguards

Under the Articles of Incorporation broad power is conferred on the Directors, based on the principle of spreading of risks and subject to the Articles of Incorporation and Luxembourg law, to determine the corporate and investment policy for the Fund and for the investment of each fund and the investment restrictions which shall apply from time to time.

A. Investment Restrictions

I 1. The Fund may invest in:

a) Transferable Securities and Money Market Instruments admitted to or dealt in on an Eligible Market;

b) recently issued Transferable Securities and Money Market Instruments, provided that the terms of issue include an undertaking that application will be made for admission to official listing on an Eligible Market and such admission is secured within one year of the issue;

c) units/shares of UCITS and/or other UCIs, whether situated in an EU Member State or not, provided that:

- such other UCIs have been authorised under the laws of any Member State of the EU or recognised as equivalent by the CSSF, such as Canada, Hong Kong, Japan, Norway, Switzerland or the United States of America,
- the level of protection for unitholders/shareholders in such other UCIs is equivalent to that provided for unitholders/shareholders in a UCITS, and in particular that the rules on assets segregation, borrowing, lending, and uncovered sales of Transferable Securities and Money Market Instruments are equivalent to the requirements of directive 85/611/EEC,
- the business of such other UCIs is reported in half-yearly and annual reports to enable an assessment of the assets and liabilities, income and operations over the reporting period,
- no more than 10% of the assets of the UCITS or of the other UCIs, whose acquisition is contemplated, can, according to their constitutional documents, in aggregate be invested in units/shares of other UCITS or other UCIs;

d) deposits with credit institutions which are repayable on demand or have the right to be withdrawn, and maturing in no more than 12 months, provided that the credit institution has its registered office in a country recognised by the CSSF such as an OECD member state or a FATF State;

e) financial derivative instruments, including equivalent cash-settled instruments, dealt in on an Eligible Market and/or financial derivative instruments dealt in over-the-counter ('OTC derivatives'), provided that:

- the underlying consists of instruments covered by this section I 1., financial indices, interest rates, foreign exchange rates or currencies, in which the funds may invest according to their investment objective;
- the counterparties to OTC derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the Luxembourg supervisory authority;
- the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Fund's initiative;

and/or

f) Money Market Instruments other than those dealt in on an Eligible Market and referred to under 'Definitions', if the issue or the issuer of such instruments are themselves regulated for the purpose of protecting investors and savings, and provided that such instruments are:

- issued or guaranteed by a central, regional or local authority or by a central bank of an EU Member State, the European Central Bank, the EU or the European Investment Bank, a non-EU Member State or, in case of a Federal State, by one of the members making up the federation, or by a public international body to which one or more EU Member States belong, or
- issued by an undertaking any securities of which are dealt in on Eligible Markets, or
- issued or guaranteed by a credit institution which has its registered office in a country recognised by the CSSF such as an OECD member state or a FATF State, or
- issued by other bodies belonging to the categories approved by the CSSF provided that investments in such instruments are subject to investor protection equivalent to that laid down in the first, the second or the third indent and provided that the issuer is a company whose capital and reserves amount to at least ten million Euro (Euro 10,000,000) and which presents and publishes its annual accounts in accordance with the fourth Directive 78/660/EEC, is an entity which, within a group of companies which includes one or several listed companies, is dedicated to the financing of the group or is an entity which is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.

2. In addition, the Fund may invest a maximum of 10% of the net assets of any fund in transferable securities and Money Market Instruments other than those referred to under 1. above.

II The Fund may hold ancillary liquid assets up to 49% of the net assets of each fund; this percentage may exceptionally be exceeded if the Directors consider this to be in the best interests of the shareholders.

III 1. a) The Fund will invest no more than 10% of the net assets of any fund in Transferable Securities or Money Market Instruments issued by the same issuing body.

b) The Fund may not invest more than 20% of the net assets of any fund in deposits made with the same body.

c) The risk exposure of a fund to a counterparty in an OTC derivative transaction may not exceed 10% of its net assets when the counterparty is a credit institution referred to in I 1. d) above or 5% of its net assets in other cases.

2. Moreover, where the Fund holds on behalf of a fund investments in Transferable Securities and Money Market Instruments of issuing bodies which individually exceed 5% of the net assets of such fund, the total of all such investments must not account for more than 40% of the total net assets of such fund.

This limitation does not apply to deposits and OTC derivative transactions made with financial institutions subject to prudential supervision.

Notwithstanding the individual limits laid down in paragraph 1., the Fund may not combine for each fund:

- investments in Transferable Securities or Money Market Instruments issued by a single body,
- deposits made with a single body, and/or
- exposures arising from OTC derivative transactions undertaken with a single body in excess of 20% of its net assets.

3. The limit of 10% laid down in sub-paragraph 1. a) above is increased to a maximum of 35% in respect of Transferable Securities or Money Market Instruments which are issued or guaranteed by an EU Member State, its local authorities, or by another Eligible State or by public international bodies of which one or more EU Member States are members.

4. The limit of 10% laid down in sub-paragraph 1. a) is increased to 25% for certain bonds when they are issued by a credit institution which has its registered office in a Member State of the EU and is subject by law, to special public supervision designed to protect bondholders. In particular, sums deriving from the issue of these bonds must be invested in conformity with the law in assets which, during the whole period of validity of the bonds, are capable of covering claims attaching to the bonds and which, in case of bankruptcy of the issuer, would be used on a priority basis for the repayment of principal and payment of the accrued interest.

   If a fund invests more than 5% of its net assets in the bonds referred to in this sub-paragraph and issued by one issuer, the total value of such investments may not exceed 80% of the net assets of the fund.

   Notwithstanding the above provisions, the Fund is authorised to invest up to 100% of the net assets of any fund, in accordance with the principle of risk spreading, in Transferable Securities and Money Market Instruments issued or guaranteed by a Member State of the EU, by its local authorities or agencies, or by another member State of the OECD or by public international bodies of which one or more Member States of the EU are members, provided that such fund must hold securities from at least six different issues and securities from one issue do not account for more than 30% of the net assets of such fund.

5. The Transferable Securities and Money Market Instruments referred to in paragraphs 3. and 4. shall not be included in the calculation of the limit of 40% in paragraph 2.

   The limits set out in sub-paragraphs 1., 2., 3. and 4. may not be aggregated and, accordingly, investments in Transferable Securities or Money Market Instruments issued by the same issuing body, in deposits or in derivative instruments effected with the same issuing body may not, in any event, exceed a total of 35% of any fund's net assets;

   Companies which are part of the same group for the purposes of the establishment of consolidated accounts, as defined in accordance with directive 83/349/EEC or in accordance with recognised international accounting rules, are regarded as a single body for the purpose of calculating the limits contained in this paragraph III.

   The Fund may cumulatively invest up to 20% of the net assets of a fund in Transferable Securities and Money Market Instruments within the same group.

IV 1. Without prejudice to the limits laid down in paragraph V, the limits provided in paragraph III are raised to a maximum of 20% for investments in shares and debt securities issued by the same issuing body if the aim of the investment policy of a fund is to replicate the composition of a certain stock or bond index which is sufficiently diversified, represents an adequate benchmark for the market to which it refers, is published in an appropriate manner and disclosed in the relevant fund's investment policy.

2. The limit laid down in paragraph 1. is raised to 35% where this proves to be justified by exceptional market conditions, in particular on Regulated Markets where certain Transferable Securities or Money Market Instruments are highly dominant. The investment up to this limit is only permitted for a single issuer.

V 1. The Fund may not acquire shares carrying voting rights which should enable it to exercise significant influence over the management of an issuing body.

2. The Fund may acquire no more than:
   - 10% of the non-voting shares of the same issuer;
   - 10% of the debt securities of the same issuer;
   - 10% of the Money Market Instruments of the same issuer.

3. These limits under second and third indents may be disregarded at the time of acquisition, if at that time the gross amount of debt securities or of the Money Market Instruments cannot be calculated.

   The provisions of paragraph V shall not be applicable to Transferable Securities and Money Market Instruments issued or guaranteed by a Member State of the EU or its local authorities or by any non – Member State of the EU, or issued by public international bodies of which one or more Member States of the EU are members.

   These provisions are also waived as regards shares held by the Fund in the capital of a company incorporated in a non-Member State of the EU which invests its assets mainly in the securities of issuing bodies having their registered office in that State, where under the legislation of that State, such a holding represents the only way in which the Fund can invest in the securities of issuing bodies of that State provided that the investment policy of the company from the non-Member State of the EU complies with the limits laid down in paragraph III, V 1. and 2. and VI.

   The limits set forth here above also do not apply when investments of any fund are made in the capital of subsidiary companies which, exclusively on behalf of the Fund or such fund carry on only the business of management, advice or marketing in the country where the subsidiary is located, with regard to the redemption of Shares at the request of Shareholders.

VI 1. The Fund may acquire units/shares of the UCITS and/or other UCIs referred to in paragraph I 1. c), provided that no more than 10% of a fund's net assets be invested in the units of a UCITS or other UCI. In aggregate, the Fund will invest no more than 10% of its assets in units of other UCITS or other UCIs.

   For the purpose of the application of this investment limit, each compartment of a UCI with multiple compartments is to be considered as a separate issuer provided that the principle of segregation of the obligations of the various compartments vis-à-vis third parties is ensured.

2. The underlying investments held by the UCITS or other UCIs in which the Fund invests do not have to be considered for the purpose of the investment restrictions set forth under III above.

3. When the Fund invests in the units of UCITS and/or other UCIs linked to the Fund by common management or control, no subscription or redemption fees may be charged to the Fund on account of its investment in the units of such other UCITS and/or UCIs.

   In the event a fund invests a substantial portion of its assets in UCITS and other UCIs linked to the Fund as described in the preceding paragraph, the total management fee (excluding any performance fee, if any) charged to such fund and each of the UCITS or other UCIs concerned shall not exceed 3% of the relevant net assets under management. The Fund will indicate in its annual report the total management fees charged both to the relevant fund and to the UCITS and other UCIs in which such fund has invested during the relevant period.

4. The Fund may acquire no more than 25% of the units of the same UCITS or other UCI. This limit may be disregarded at the time of acquisition if at that time the net amount of the units in issue cannot be calculated. In case of a UCITS or other UCI with multiple compartments, this restriction is applicable by reference to all units issued by the UCITS or other UCI concerned, all compartments combined.

VII The Fund shall ensure for each fund that the global exposure relating to derivative instruments does not exceed the net assets of the relevant fund.

The exposure is calculated taking into account the current value of the underlying assets, the counterparty risk, foreseeable market movements and the time available to liquidate the positions. This shall also apply to the following subparagraphs.

If the Fund invests in financial derivative instruments, the exposure to the underlying assets may not exceed in aggregate the investment limits laid down in paragraph III above. When the Fund invests in index-based financial derivative instruments, these investments do not have to be combined to the limits laid down in paragraph III.

When a transferable security or Money Market Instrument embeds a derivative, the latter must be taken into account when complying with the requirements of this paragraph VII.

VIII 1. The Fund may not borrow for the account of any fund amounts in excess of 10% of the net assets of that fund, any such borrowings to be from banks and to be effected only on a temporary basis, provided that the Fund may acquire foreign currencies by means of back to back loans;

2. The Fund may not grant loans to or act as guarantor on behalf of third parties.
This restriction shall not prevent the Fund from acquiring Transferable Securities, Money Market Instruments or other financial instruments referred to in I 1. c), e) and f) which are not fully paid.
3. The Fund may not carry out uncovered sales of Transferable Securities, Money Market Instruments or other financial instruments.
4. The Fund may not acquire movable or immovable property.
5. The Fund may not acquire either precious metals or certificates representing them.

IX 1. The Fund needs not comply with the limits laid down in this chapter when exercising subscription rights attaching to Transferable Securities or Money Market Instruments which form part of its assets. While ensuring observance of the principle of risk spreading, recently created funds may derogate from paragraphs III, IV and VI 1., 2. and 3. for a period of six months following the date of their creation.
2. If the limits referred to in paragraph 1. are exceeded for reasons beyond the control of the Fund or as a result of the exercise of subscription rights, it must adopt as a priority objective for its sales transactions the remedying of that situation, taking due account of the interest of its shareholders.
3. To the extent that an issuer is a legal entity with multiple compartments where the assets of the compartment are exclusively reserved to the investors in such compartment and to those creditors whose claim has arisen in connection with the creation, operation or liquidation of that compartment, each compartment is to be considered as a separate issuer for the purpose of the application of the risk spreading rules set out in paragraphs III, IV and VI.

B. Other Safeguards

In addition, the Fund shall not:

1. sell securities short or trade in securities not owned by the Fund or otherwise maintain a short position;
2. borrow money except on a short-term basis, and then only to the extent of 10% of the total value of the net assets of the Fund;
3. mortgage, pledge, charge or in any manner transfer as security for indebtedness any assets of the Fund other than as may be necessary in connection with permitted borrowings (within the above limit of 10%) except that the foregoing shall not prevent the Fund from segregating or pledging assets as may be required in constituting margins for the purposes of using investment and hedging techniques as more fully described under D. below;
4. underwrite or participate (except as an investor) in the marketing of securities of any other company;
5. make loans or guarantee the obligations of third parties, save that the Fund may make deposits with the Custodian or any bank or deposit-taking institution approved by the Custodian or hold debt instruments. Securities lending does not rank as a loan for the purpose of this restriction;
6. issue warrants or other rights to subscribe for Shares in the Fund to its Shareholders or to any third parties;
7. except with the consent of the Directors, purchase, sell, borrow or lend portfolio investments from or to or otherwise execute transactions with any appointed investment manager or investment adviser of the Fund, or any Connected Person (as defined under 'Miscellaneous' in Part II of this Prospectus) of either of them; further, the Fund may not invest in securities of any class if the directors and officers of any such investment manager or investment adviser individually beneficially own more than 0.5% of the total nominal capital of the issued securities of that class, or collectively beneficially own more than 5% of those securities;
8. invest in documents of title to merchandise.

C. Risk Management Procedures

The Fund will employ a risk-management process which enables it to monitor and measure at any time the risk of the positions and their contribution to the overall risk profile of each fund. The Fund will employ, if applicable, a process for accurate and independent assessment of the value of any OTC derivative instruments.

D. Special Investment and Hedging Techniques and Instruments

Techniques and Instruments Related to Transferable Securities

For the purpose of efficient portfolio management, the Fund may, in each fund, unless otherwise provided for in the investment policy of the relevant fund, use the following techniques and instruments relating to Transferable Securities:

(A) Options on Securities

An option is the right to buy or sell a particular asset at a stated price at some date in the future within a particular period. The Fund may buy and sell call or put options on Transferable Securities provided that these options are traded on options exchanges or over-the-counter with broker-dealers who make markets in these options and who are first class financial institutions that specialise in these types of transactions and are participants in the over-the-counter markets.

The Fund shall further comply with the following rules:

i) The total amount of premiums paid for the purchase of call and put options which are considered here, together with the total amount of premiums paid for the purchase of call and put options described under (B) b) below, may not in respect of each fund exceed 15% of the Net Asset Value of such fund.

ii) The total commitment arising from the sale of call and put options (excluding the sale of call options for which there is adequate cover) and the total commitment arising from transactions referred to under (B) below, which have been entered into for purposes other than hedging, may not exceed in respect of each fund at any time the Net Asset Value of such fund. For this purpose the commitment on call and put options sold shall be deemed equal to the aggregate amount of the exercise prices thereof.

iii) When selling call options, the Fund must hold either the underlying Transferable Securities, or matching call options or any other instruments (such as warrants) providing sufficient cover. The cover for call options sold may not be disposed of as long as the options exist unless they are covered in turn by matching options or other instruments used for the same purpose. Notwithstanding the foregoing, the Fund may sell uncovered call options if the Fund is, at all times, able to cover the positions taken on such sale and if the exercise prices of such options do not exceed 25% of the Net Asset Value of the relevant fund.

iv) When selling put options, the Fund must be covered during the full duration of the options by sufficient cash to pay for the Transferable Securities deliverable to the Fund by the counterparty on the exercise of the options.

(B) Financial Futures, Options on Financial Futures and Interest Rate Swaps

Dealing in financial futures is the trading in contracts related to the future value of Transferable Securities or other financial instruments. Except as regards interest rate swaps on a mutual agreement basis and options which may be traded as provided for under (A) hereabove, all transactions in financial futures may be made on a Regulated Market only. Subject to the following conditions, such transactions may be made for hedging purposes and for other purposes.

a) Hedging

Hedging is designed to protect a known future commitment.

i) As a global hedge against the risk of unfavourable stock market movements, the Fund may sell futures on stock market indices. For the same purpose, the Fund may sell call options or buy put options on stock market indices. The objective of these hedging operations assumes that a sufficient correlation exists between the composition of the index used and the Fund's corresponding portfolios.

ii) As a global hedge against interest rate fluctuations, the Fund may sell interest rate futures contracts. For the same purpose, it can also sell call options or buy put options on interest rates or make interest rate swaps on a mutual agreement basis with first class financial institutions specialised in this type of transaction.

The total commitment relating to futures and option contracts on stock market indices may not exceed the total valuation of securities held by the relevant fund in the market corresponding to each index. In the same way, the total commitment on interest rate futures contracts, option contracts on interest rates and interest rate swaps may not exceed the total valuation of the assets and liabilities to be hedged held by the relevant fund in the currency corresponding to these contracts.

b) Efficient Portfolio Management

Trading is based on the forecasting of future movements in financial markets. In this context and apart from option contracts on Transferable Securities (See (A) above) and contracts relating to currencies (See (D) b) below), the Fund may, for a purpose other than hedging, buy and sell futures contracts and options contracts on any type of financial instrument provided that the total commitment arising on these purchase and sale transactions together with the total commitment arising on the sale of call and put options on Transferable Securities in respect of each fund at no time exceeds the Net Asset Value of such fund.

Sales of call options on Transferable Securities for which the Fund has sufficient cover are not included in the calculation of the total commitment referred to above.

In this context, the commitment arising on transactions which do not relate to options on Transferable Securities is defined as follows:

i) the commitment arising on futures contracts is equal to the liquidation value of the net position of contracts relating to identical financial instruments (after netting between purchase and sale positions), without taking into account the respective maturities and

ii) the commitment relating to options bought and sold is equal to the sum of the exercise prices of those options representing the net sold position in respect of the same underlying asset, without taking into account the respective maturities.

The total of the premiums paid to acquire call and put options as described above, together with the total of the premiums paid to acquire call and put options on Transferable Securities as described under (A) above may not exceed in respect of each fund 15% of the net assets of such fund.

The Fund may also use interest rate swaps as a tool for efficient portfolio management provided (i) such swaps are used in conjunction with assets held by a fund, (ii) the commitments undertaken in the context of such transactions shall not exceed the value of the assets in conjunction with which they shall have been entered into, and (iii) the entering into the swap transactions shall not unduly restrict the liquidity of the portfolio of the relevant fund.

The Fund may enter into equity swap transactions which consist of contractually paying out to the swap counterparty:

i) a positive or negative performance of a basket of securities, a stock exchange index or a benchmark;

ii) an interest rate, either floating or fixed;

iii) a foreign exchange rate; or

iv) a combination of any of the above;

against the positive or negative performance of a basket of securities, a stock exchange index or a benchmark. There is no exchange of principal in the equity swap.

The Fund may not enter into equity swap transactions unless

i) its counterpart is a highly rated financial institution specialised in this type of transaction;

ii) it ensures that the level of its exposure to the equity swap is such that it is able, at all times, to have sufficient liquid assets available to meet its redemption obligations and the commitments arising out of such transactions;

iii) the underlying assets performance referred to under the equity swap agreement is in compliance with the investment policy of the relevant fund entering into such transaction.

The total commitment arising from equity swap transactions of a particular fund shall be the market value of the underlying assets used for such transactions at inception.

Equity swap transactions net exposure in conjunction with all exposures resulting from the use of options, interest rate swaps and financial futures above may not in respect of each fund exceed at any time the Net Asset Value of such fund.

The equity swap transactions to be entered into will be marked to market daily using the market value of the underlying assets used for the transaction in accordance with the terms of the swap agreement. Typically investments in equity swap transactions will be made in order to adjust regional exposures, limit settlement and custodian risks as well as repatriation risk in certain markets and to avoid costs and expenses related to direct investments or sale of assets in certain jurisdictions as well as foreign exchange restrictions.

The Fund may enter into swap contracts relating to any financial instruments or index, including total return swaps, provided that the total commitment arising from such transactions together with the total commitment in connection with the purchase and sale transactions of futures contracts and options on any kind of financial instruments and with the amount of commitments relating to the writing of call and put options on Transferable Securities does not exceed at any time the value of the net assets of the relevant fund. The writing of call options on Transferable Securities for which the Fund has adequate coverage are not considered for the calculation of the aggregate amount of the commitments referred to above. All such permitted transactions must be effected through highly rated financial institutions specialised in this type of transaction.

The Fund may not hold an exposure of more than 10% of its net assets on a single issuer of total return swaps. The issuer of the total return swaps shall provide sufficient liquidity of the instruments in order to allow the Fund to close at any time the position at the market conditions. The Fund shall have the possibility to evaluate the total return swaps on an arm's length basis. The underlying assets of the total return swaps shall be transferable securities listed on a stock exchange or dealt in on a regulated market which operates regularly and is recognised and open to the public.

The Fund may use credit default swaps. A credit default swap is a bilateral financial contract in which one counterpart (the protection buyer) pays a periodic fee in return for a contingent payment by the protection seller following a credit event of a reference issuer. The protection buyer must either sell particular obligations issued by the reference issuer for its par value (or some other designated reference or strike price) when a credit event occurs or receive a cash settlement based on the difference between the market price and such reference price. A credit event is commonly defined as bankruptcy, insolvency, receivership, material adverse restructuring of debt, or failure to meet payment obligations when due. The International Swap and Derivatives Association ('ISDA') have produced standardised documentation for these transactions under the umbrella of its ISDA Master Agreement.

The Fund may use credit default swaps in order to hedge the specific credit risk of some of the issuers in its portfolio by buying protection.

In addition, the Fund may, provided it is in its exclusive interest, buy protection under credit default swaps without holding the underlying assets provided that the aggregate premiums paid together with the present value of the aggregate premiums still payable in connection with credit default swap purchased together with the amount of the aggregate of premiums paid relating to the purchase of options on transferable securities or on financial instruments for a purpose other than hedging, may not, at any time, exceed 15% of the net assets of the relevant fund.

Provided it is in its exclusive interest, the Fund may also sell protection under credit default swaps in order to acquire a specific credit exposure. In addition, the aggregate commitments in connection with such credit default swap sold together with the amount of the commitments relating to the purchase and sale of futures and option contracts on any kind of financial instruments and the commitments relating to the sale of call and put options on transferable securities may not, at any time, exceed the value of the net assets of the relevant fund.

The Fund will only enter into credit default swap transactions with highly rated financial institutions specialised in this type of transaction and only in accordance with the standard terms laid down by the ISDA. Also, the Fund will only accept obligations upon a credit event that are within the investment policy of the relevant fund.

The Fund will ensure it can dispose of the necessary assets at any time in order to pay redemption proceeds resulting from redemption requests and to meet its obligations resulting from credit default swaps and other techniques and instruments.

The investment restrictions of the Fund shall apply to the issuer and the underlying assets of the credit default swaps.

The aggregate commitments of all credit default swap and total return swap transactions will not exceed 20% of the net assets of any fund provided that all swaps will be fully funded.

(C) Securities Lending and Borrowing

The Fund may enter into securities lending and borrowing transactions provided that they comply with the following rules:

i) The Fund may only lend or borrow securities through a standardised system organised by a recognised clearing institution or through a first class financial institution specialising in this type of transaction.

ii) As part of lending transactions, the Fund must in principle receive a guarantee, the value of which at the conclusion of the contract must be at least equal to the global valuation of the securities lent. This guarantee must be given in the form of liquid assets and/or in the form of securities issued or guaranteed by a Member State of the OECD or by their local authorities or by supranational institutions and undertakings of a community, regional or worldwide nature and/or in the form of units of a money market collective investment scheme with AAA rating or equivalent and blocked in the name of the Fund until the expiry of the loan contract. Such a guarantee shall not be required if the securities lending is made through Clearstream Banking or Euroclear or through any other organisation assuring to the lender a reimbursement of the value of the securities lent, by way of a guarantee or otherwise.

iii) Securities lending and borrowing transactions may not exceed 50% of the global valuation of the securities portfolio of each fund. This limitation does not apply where the Fund is entitled at all times to the cancellation of the contract and the restitution of the securities lent.

iv) Securities lending and borrowing transactions may not extend beyond a period of 30 days.

v) The securities borrowed by the Fund may not be disposed of during the time they are held by the Fund, unless they are covered by sufficient financial instruments which enable the Fund to deliver the borrowed securities at the close of the transaction.

vi) The Fund may borrow securities under the following circumstances in connection with the settlement of a sale transaction: (x) during a period the securities have been sent out for re-registration; (y) when the securities have been loaned and not returned in time; and (z) to avoid a failed settlement when the Custodian fails to make delivery.

(D) Repurchase Agreements and Hedging

a) Repurchase Agreement Transactions

The Fund may, on an ancillary basis, enter into repurchase agreement transactions which consist of the purchase and sale of securities with a clause reserving the seller the right or the obligation to repurchase from the acquirer the securities sold at a price and on terms specified by the two parties in their contractual arrangement.

The Fund can act either as purchaser or seller in repurchase agreement transactions. Its involvement in such transactions is, however, subject to the following rules:

i) The Fund may not buy or sell securities using a repurchase agreement transaction unless the counterparty in such transactions is a first class financial institution specialising in this type of transaction.

ii) During the life of a repurchase agreement contract, the Fund cannot sell the securities which are the object of the contract, either before the right to repurchase these securities has been exercised by the counterparty, or the repurchase term has expired.

iii) Where the Fund is exposed to redemptions of its own Shares, it must take care to ensure that the level of its exposure to repurchase agreement transactions is such that it is able, at all times, to meet its redemption obligations.

Repurchase agreement transactions are expected to take place on an occasional basis only.

b) Currency Hedging

In order to protect its present and future assets and liabilities against the fluctuation of currencies, the Fund may enter into transactions the object of which is the purchase or sale of forward foreign exchange contracts, the purchase or sale of call options or put options in respect of currencies, the purchase or sale of currencies forward or the exchange of currencies on a mutual agreement basis provided that these transactions be made either on exchanges or over-the-counter with first class financial institutions specialising in these types of transactions and being participants in the over-the-counter markets.

The objective of the transactions referred to above presupposes the existence of a direct relationship between the contemplated transaction and the assets or liabilities to be hedged and implies that, in principle, transactions in a given currency (including a currency bearing a substantial relation to the value of the reference currency of the relevant fund) may not exceed the total valuation of such assets and liabilities nor may they, as regards their duration, exceed the period during which such assets are held or anticipated to be acquired or for which such liabilities are incurred or anticipated to be incurred.

c) Class Hedging

In respect of some Share classes having a principal dealing currency other than the fund's reference currency, the manager may choose to hedge the currency exposure of the underlying portfolio holdings, the aim of which is to eliminate, as far as possible, the foreign currency exchange risk other than the principal dealing currency of the relevant Share class(es). It is intended that this would be achieved through the use of forward foreign exchange contracts, in compliance with the above provisions. Please refer to Notes in Part I of the Prospectus for such Share classes where hedging is in use.

Where undertaken, the effects of this hedging will be reflected in the Net Asset Value and, therefore, in the performance of the Share class(es). Similarly, any expenses arising from such hedging transactions will be borne by the class(es) in relation to which they have been incurred.

It should be noted that these hedging transactions may be entered into whether the principal dealing currency is declining or increasing in value relative to other currencies. Where such hedging is undertaken it may substantially protect investors in the relevant class(es) against a decrease in the value of the currency exposure of the underlying portfolio holdings relative to the principal dealing currency, but it may also preclude investors from benefiting from an increase in the currency value of the underlying portfolio holdings.

E. Miscellaneous

1. The Fund need not comply with the investment limit percentages set out above when exercising subscription rights attaching to securities which form part of its assets.
2. Such restrictions shall apply to each fund, as well as to the Fund as a whole.

3. If the investment limit percentages set out above are exceeded as a result of events or actions after investment that are beyond the control of the Fund or by reason of the exercise of subscription rights attaching to securities held by it, the Fund shall give priority, consistent with the best interests of Shareholders, upon sale of securities to disposing of these securities to the extent that they exceed such percentages; provided, however, that in any case where the foregoing percentages are lower than relevant percentages imposed by Luxembourg Law, the Fund need not give priority to disposing of such securities until the law's higher limits have been exceeded, and then only to the extent of such excess.
4. The Fund follows a risk-spreading policy regarding the investment of cash and other liquid assets.
5. The Fund will not purchase or sell real estate or any option right or interest therein, provided that the Fund may invest in securities secured by real estate or interests therein or issued by companies which invest in real estate or interests therein.
6. The Investment Manager and any of its Connected Persons may effect transactions by or through the agency of another person with whom the Investment Manager and any of its Connected Persons have an arrangement under which that party will from time to time provide to or procure for the Investment Manager and any of its Connected Persons goods, services or other benefits (such as research and advisory services), the nature of which is such that their provision can reasonably be expected to benefit the Fund as a whole and may contribute to an improvement in the Fund's performance and that of the Investment Manager or any of its Connected Persons in providing services to the Fund and for which no direct payment is made but instead the Investment Manager and any of its Connected Persons undertake to place business with that party. For the avoidance of doubt, such goods and services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payments.
7. The Investment Manager and any Connected Person shall not retain the benefit of any cash commission rebate (being cash commission repayment made by a broker or dealer to the Investment Manager and/or any Connected Person) paid or payable from any such broker or dealer in respect of any business placed with such broker or dealer by the Investment Manager or any Connected Person for or on behalf of the Fund. Any such cash commission rebate received from any such broker or dealer shall be held by the Investment Manager and any Connected Person for the account of the Fund. Brokerage rates will not be excessive of customary brokerage rates. All transactions will be done with best execution.

5.2. Additional Country Specific Investment Restrictions

The following information is accurate as of the date of issuing of the present prospectus.

1. Additional investment restrictions applying to funds registered in France:

Funds eligible to the French PEA tax wrapper must invest 75% minimum of their assets in PEA eligible assets, i.e. securities issued in the EU, Norway and Iceland. The notes attached to the funds' description indicate whether they are PEA eligible.

2. Additional information and investment restrictions applying to funds registered in Hong Kong and Macau:

1. Each of the Cash funds must maintain an average portfolio maturity not exceeding 90 days and must not purchase an instrument with a remaining maturity of more than one year, or two years in the case of government and other public securities.
2. For those funds authorised for sale in Hong Kong, the threshold for deferral of redemption and/or conversion requests shall be 10% of the issued Shares of a fund.
3. The 'Redemption in Specie' section shall generally apply to Hong Kong shareholders of the Fund. Furthermore, without prejudice to the obligations of the Fund's Directors to protect Shareholders against the effects of market timing or investors who in their opinion, have a pattern of short-term or excessive trading or whose trading has been or may be disruptive to the Fund, Hong Kong investors with redemption requests over USD 100,000 dealing with the Fund through FIMHK must consent before receiving net redemption proceeds in the form of an in specie transfer. Hong Kong Investors may elect to receive a cash payment of redemption proceeds, in which case FIMHK shall arrange for the sale of the in-specie securities. The Hong Kong investors electing to receive a cash payment of redemption proceeds would bear the costs associated with disposing of the in-specie securities and the market risks associated with such disposal. Cash redemption proceeds would be payable on the completion of the sale of all in specie securities.

3. Additional investment restrictions applying to funds registered in Korea:

1. A fund's securities shall be issued for the unidentified public, and 10% or more of the Shares issued by the fund shall be sold outside Korea.
2. 60% or more of a fund's net assets shall be invested or otherwise managed in non-Korean Won -denominated securities.

4. Additional investment restrictions applying to funds registered in Singapore:

1. The following additional investment restrictions apply to funds authorised under the Singapore Central Provident Fund Investment Scheme (in case of differences between these additional investment restrictions and the rules listed in Part V, 5.1, the stricter rules will apply). Investors should note that complying with the investment restrictions issued by the Singapore Central Provident Fund Board might have implications on the funds' risk rating or investment allocation.

CPF INVESTMENT GUIDELINES

A. Diversification

A.1 A CPFIS Included Fund must be reasonably diversified (e.g. in terms of type of investment, market, industry, issuer, etc., as appropriate), taking into account the type and size of the CPFIS Included Fund, its investment objectives and prevailing market conditions.

A.2 The Investment Manager must adopt appropriate investment limits or operating ranges (by market, asset class, issuer etc.) for the CPFIS Included Fund.

B. Deposits and Account Balances with Financial Institutions

B.1 The Investment Manager may place monies with financial institutions with individual/financial strength ratings of above C by Fitch Inc or Moody's. Branches of a financial institution are deemed to have the same credit ratings as their head office. However, subsidiaries of financial institutions must have their own credit ratings.

B.2 where a rated financial institution with which the CPFIS Included Fund has placed monies ceases to meet the requisite minimum rating, the Investment Manager should as soon as practicable but in any event within one month, withdraw the monies. In the case of a fixed deposit, if the Investment Manager satisfies the Directors that it is not in the best interest of shareholders to withdraw the deposits within one month, the Directors may, subject to the following conditions, extend the one month period:

(a) the deposit must not be rolled over or renewed;
(b) the deposit is not put at substantial risk; and
(c) such extension is subject to monthly review by the Directors.

C. Credit Rating for Debt Securities

C.1 The Investment Manager may invest in debt securities rated at least Baa by Moody's, BBB by Standard & Poor's or BBB by Fitch Inc (including sub-categories or gradations therein).

C.2 Debt securities that do not have the requisite ratings cited in paragraph C.1 but which are fully, unconditionally and irrevocably guaranteed as to principal and interest by entities with individual/financial strength ratings of above C by Fitch Inc or Moody's, qualify as approved investments under these CPF Investment Guidelines.

C.3 Paragraphs C.1 and C.2 do not apply to debt securities issued by Singapore-incorporated issuers and Singapore statutory boards that are not rated. The Investment Manager may invest in all such debt securities until such time as is stated otherwise.

C.4 If the credit rating of a debt security in a CPFIS Included Fund's portfolio falls below the minimum rating, the Investment Manager is required to sell the debt security within three months, unless the Investment Manager satisfies the Directors that it is not in the best interest of shareholders to do so, in which case, such disposal should be carried out as soon as the circumstances permit. Such extension is subject to monthly review by the Directors.

D. Single Party Limit

Exceptions to the single party limit allowed for structured products are subject to the criteria set out in Paragraph K below, over and above that set out in Annex 1a of the Code entitled 'Exceptions to Rules in Appendix 1 for Structured Products'.

E. Securities Lending

E.1 Up to **50%** of the Value of the Deposited Property of the CPFIS Included Fund may be lent at any time provided adequate collateral (i.e. collateral with sufficient margin over the value of the lent security) is taken. Such collateral can either be in:

(a) cash;

(b) deposits with financial institutions with a minimum short-term rating of Prime-1 by Moody's, A-1 by Standard & Poor's or F-1 by Fitch Inc; or

(c) letters of credit and banker's guarantees where the issuers are rated at least Prime-1 by Moody's, A-1 by Standard & Poor's or F-1 by Fitch Inc; or

(d) debt securities which have remaining maturity of not more than 366 calendar days and are rated at least A2 by Moody's, A by Standard & Poor's or A by Fitch Inc.

However, the 366 day requirement need not be complied with, if the collateral taken are:

(i) debt securities with rating of at least A2 by Moody's, A by Standard & Poor's or A by Fitch Inc; and

(ii) the securities lending transaction is conducted through an institution with a credit rating of at least A2 by Moody's, A by Standard & Poor's or A by Fitch Inc; and

(iii) the institution would indemnify the CPFIS Included Fund in the event of losses due to failure by the securities borrower to return the borrowed stock.

E.2 Cash collateral should be invested only in debt securities which have remaining maturity of not more than 366 calendar days and rated at least A2 by Moody's, A by Standard & Poor's, A by Fitch Inc, or deposited with financial institutions with a minimum short-term rating of Prime-1 by Moody's, A-1 by Standard & Poor's, F-1 by Fitch Inc. Such deposits must have a remaining maturity of not more than 366 days.

F. Unlisted Shares

Investments in unlisted shares (excluding IPO shares which have been approved for listing) are allowed within the 5% deviation limit.

G. Borrowings

The 10% borrowing limit set out in the Code must be adhered to without exception. For feeder funds, the borrowing limit is to be applied to the Singapore CPFIS Included Fund.

H. Deviations from the CPF Investment Guidelines

This paragraph sets out the circumstances when the Investment Manager may invest up to 5% of the value of the CPFIS Included Fund in investments which fall outside the Code and/or the CPF Investment Guidelines.

H.1 <u>CPFIS Included Funds constituted in Singapore and are wholly managed in Singapore</u>

The Investment Manager of a CPFIS Included Fund must ensure that the CPFIS Included Fund is managed in full compliance with the Code and that at least 95% of the value of the Deposited Property of the CPFIS Included Fund is invested in accordance with the CPF Investment Guidelines at all times.

H.2 <u>CPFIS Included Funds constituted in Singapore that are Partially or Wholly Sub-Managed</u>

The Investment Manager of a CPFIS Included Fund that has received the CPF Board's approval for sub-management of such CPFIS Included Funds in Singapore or abroad must ensure that the CPFIS Included Fund is managed in full compliance with the Code and that at least 95% of the Value of the Deposited Property of the CPFIS Included Fund is invested in accordance with the CPF Investment Guidelines at all times.

H.3 <u>CPFIS Included Funds constituted in Singapore that invest in other funds not included under CPFIS</u>

With the CPF Board's approval, a CPFIS Included Fund may invest in another fund that is not included under CPFIS. The Investment Manager must ensure that at least 95% of the Value of the Deposited Property of the CPFIS Included Fund is invested in accordance with the Code and the CPF Investment Guidelines at all times. Where a CPFIS Included Fund invests partially in another fund that is not included under the CPFIS, the 5% deviation allowed applies as follows:

The total sum of the CPFIS Included Fund's pro-rated share of the deviating investments by **the underlying fund** and the deviating investments of that part of the CPFIS Included Fund which is **managed in Singapore, or partially or wholly sub-managed in Singapore or abroad**, shall not exceed 5% of the Value of the CPFIS Included Fund.

'**Pro-rated share**' is defined as follows:

$$\textbf{Dollar value of investments of CPFIS Included Fund in underlying fund} \times \frac{\text{Dollar value of deviating investments of underlying fund}}{\textbf{Dollar value of underlying fund}}$$

For the avoidance of doubt, the part of the CPFIS Included Fund that is managed in Singapore, or partially or wholly sub-managed in Singapore or abroad must be invested in full compliance with the Code, and any deviating investments should only be in respect of the CPF Investment Guidelines.

H.4 <u>CPFIS Included Funds that are Fund-of-Funds ('**FOF**') (i.e. a CPFIS Included Fund whose objective is to invest all or substantially all of its assets with different fund managers, to be managed on a dedicated basis or to be invested in pooled investments or schemes)</u>

The Investment Manager of an FOF must ensure that at least 95% of the Value of the Deposited Property of the **FOF** is invested in accordance with the Code and the CPF Investment Guidelines at the time of investment.

Subsequently, the Investment Manager of the FOF should ensure that the FOF continues to comply with the Code and the CPF Investment Guidelines **on a regular basis** (e.g. when periodic reports of the CPFIS Included Fund are available), no less than once every 6 months.

H.5 <u>CPFIS Included Funds that are constituted outside Singapore</u>

The Investment Manager of a CPFIS Included Fund that is constituted outside Singapore must ensure that at least 95% of the Value of the Deposited Property of such CPFIS Included Fund is invested in accordance with the Code and the CPF Investment Guidelines at all times.

I. Breach of Single Party and Other Limits

I.1 If the 5% limit on investments which deviate from the stated guidelines in paragraph H is exceeded as a result of one or more of the following events:

(a) the appreciation or depreciation of the Value of the Deposited Property of the CPFIS Included Fund;

(b) any redemption of units or payments made from the CPFIS Included Fund; or

(c) any changes in the total issued nominal amount of securities of a company arising for example from rights, bonuses or benefits which are capital in nature,

or the underlying fund of a CPFIS Included Fund acquiring more 'deviating' investments, the Investment Manager shall within 3 months from the date when the limit is exceeded:

(i) for CPFIS Included Funds which are locally managed, sub-managed or constituted outside of Singapore, sell so much of such securities; or

(ii) for CPFIS Included Funds invested in funds not included under the CPFIS, sell so much of such units in the funds,

as may be necessary to result in the 5% limit being no longer exceeded. The period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of shareholders to do so. Such extension is subject to monthly review by the Directors.

I.2 If any of the limits are exceeded other than as a result of the events stated in paragraphs I.1(a), (b), (c) or the underlying funds of a CPFIS Included Fund acquiring more prohibited investments, the Investment Manager is required to sell so much of such investments and/or reduce such borrowings immediately to result in the limit being no longer exceeded.

I.3 The Investment Manager is required to inform the CPF Board of a breach of the CPF Investment Guidelines by CPFIS Included Funds that it manages within 14 calendar days of the occurrence of the breach. For CPFIS Included Funds which invest in other funds that are not managed by the Investment Manager itself, the Investment Manager is required to inform the CPF Board within 14 days of the date of notification of the breach by the manager of the other fund or the date the Investment Manager becomes aware of the breach, whichever is the earlier. In the event that the Directors agree to an extension of the deadline (beyond that stipulated in the CPF Investment Guidelines) to rectify the breach, the Directors should inform the CPF Board within 7 calendar days of its agreement to the extension. The Directors should also inform the CPF Board within 7 calendar days of the rectification of the breach.

I.4 If the Investment Manager is unable to adhere to Paragraph I.2 above and is unable to (or do not) obtain an extension under Paragraph I.3 above, they must take the following actions:

(a) report such breach to the CPF Board within 14 calendar days of the occurrence of the breach;

(b) cease to accept subscriptions for the CPFIS Included Fund from the CPF Ordinary and Special Accounts with immediate effect and seek to exclude the CPFIS Included Fund from the CPFIS;

(c) within 3 months from the date of the breach, to give notice to each CPF member invested in the CPFIS Included Fund of the breach, make full disclosure on the impact of the breach and provide each investing member with the right to redeem or switch to another fund without charge; and

(d) continue to monitor the breach and report to the CPF Board on a monthly basis as to the status of such breach until the breach is rectified.

J. Prohibited Investments

Any other investments/activities not mentioned in these CPF Investment Guidelines shall be prohibited, and subject to the deviation limit as stated in paragraph H.

K. Exceptions to Single Party Limit for Investments in Structured Products
Revision in Ratings of Issuer, FI, or Counter Party

K.1 Where the rating of the issuer or the Third Party referred to in paragraph 2.2(a) of Annex 1a entitled 'Exceptions to Rules in Appendix 1 for Structured Products' of the Code falls below those specified therein or if the issuer or Third Party ceases to be rated, the Investment Manager should within 3 months from the occurrence of such event take action to comply with the 10% single party limit. The 3-month period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

K.2 Where the rating of the FI or the Third Party referred to in paragraph 2.2(b) of Annex 1a entitled 'Exceptions to Rules in Appendix 1 for Structured Products' of the Code falls below those specified or if the FI or Third Party ceases to be rated, the Investment Manager should within 3 months from the occurrence of such event take action to comply with the 10% single party limit. The 3-month period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

K.3 Where the rating of the issuer referred to in paragraph 2.3 of Annex 1a entitled 'Exceptions to Rules in Appendix 1 for Structured Products' of the Code falls below those specified, the Investment Manager should within 3 months from the occurrence of such event take action to comply with the one-third or 10% single party limit, whichever is applicable. The 3-month period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

CPF INVESTMENT GUIDELINES - NON-SPECIALISED FUNDS INVESTMENT GUIDELINES

A. Unlisted Securities

A.1 Investments in unlisted securities including unlisted derivatives should not exceed 10% of the Deposited Property of the CPFIS Included Fund. This 10% limit does not apply to shares offered through an initial public offering which have been approved for listing and unlisted debt securities that are traded on an organized over-the-counter market which is of good repute and open to the public.

A.2 Up to an additional 10% of the Deposited Property of the CPFIS Included Fund may be invested in unlisted debt securities which are of investment grade (i.e. rated at least BBB by Fitch Inc, Baa by Moody's or BBB by Standard and Poor's, including such sub-categories and gradations therein) but for which there is no ready secondary market.

A.3 Exceptions to the 10% unlisted securities rule are also allowed for Structured Products (as defined in paragraph 2.4 below) subject to the criteria set out in paragraph H below.

B. Single Issuer and Group Limits

B.1 Investments in securities issued by a single issuer should not exceed 10% of the deposited property of the scheme ('single issuer limit'). Further, investments in securities issued by a group of companies (a group of companies is defined as a company, its subsidiaries, fellow subsidiaries and its holding company) should not exceed 20% of the deposited property of the scheme ('single group limit').

B.2 Notwithstanding the 'single issuer limit' and 'single group limit' set out in paragraph B.1, investments in any security that is a component of a scheme's reference benchmark may be up to the benchmark weighting of the issuer, with an additional absolute overweight allowance of two percentage points above the benchmark weight. The reference benchmark should be one which is widely accepted and constructed by an independent party.

B.3 Investments in securities issued by and deposits placed with an issuer, as well as securities of that same issuer which have been lent, should be aggregated in computing the single issuer and group limits. If the scheme holds as collateral securities issued by the aforementioned issuer, these should also be included in computing the scheme's exposure to that issuer.

B.4 Exposure to the underlying of a financial derivative has to be included in the calculation of the single issuer and group limits.

B.5 The single issuer limit of 10% in paragraph B.1 may be raised to 35% of the deposited property of the scheme where:

(a) the issuer is, or the issue is guaranteed by, either a government, government agency, or supranational that has a minimum long-term issuer rating of BBB by Fitch Inc, Baa by Moody's or BBB by Standard and Poor's (including such subcategories or gradations therein); and

(b) except for schemes with a fixed maturity, not more than 20% of the deposited property of the scheme may be invested in any single issue of securities by the same issuer.

B.6 The single issuer limit in paragraphs B.1 and B.2 does not apply where:

(a) the issuer is, or the issue has the benefit of a guarantee from, either a government, government agency, or supranational that has a minimum long-term issuer rating of AA by Fitch Inc, Aa by Moody's or AA by Standard and Poor's (including such sub-categories or gradations therein); and

(b) except for schemes with a fixed maturity, not more than 20% of the deposited property of the scheme may be invested in any single issue of securities by the same issuer.

B.7 Exceptions to the single issuer and group limits are also allowed for structured products subject to the criteria set out in paragraph H below.

B.8 For the avoidance of doubt, the single issuer and group limits do not apply to placement of short-term deposits arising from:

(a) subscription monies received at any point in time pending the commencement of investment by the scheme;

(b) liquidation of investments pending reinvestment; or

(c) liquidation of investments prior to the termination or maturity of a scheme, where the placing of these monies with various institutions would not be in the interests of participants.

B.9 A scheme may not hold more than 10% of any single issue of securities by the same issuer.

C. Securities Lending

C.1 Up to 50% of the Deposited Property of the CPFIS Included Fund may be lent provided adequate collateral, in the form of instruments consistent with the investment objective and character of the CPFIS Included Fund and with a remaining term to maturity of not more than 366 days, is taken. If cash received as collateral is invested, these should be invested in the form of instruments described above.

C.2 Irrevocable letters of credit and banker's guarantees are acceptable as collateral if the issuer has a credit rating of at least F-1 by Fitch Inc, Prime-1 by Moody's or A-1 by Standard & Poor's.

C.3 The 366-day maturity requirement in paragraph 3.1 does not apply to debt securities taken as collateral where:

(a) such debt securities are rated at least A by Fitch Inc, A by Moody's or A by Standard & Poor's (including such sub-categories and gradations therein); and

(b) the securities lending transaction is conducted through an institution with a credit rating of at least A by Fitch Inc, A by Moody's or A by Standard & Poor's (including such sub-categories and gradations therein) and the institution indemnifies the CPFIS Included Fund in the event of losses due to failure by the securities borrower to return the borrowed securities.

C.4 In addition, securities lending is subject to the following conditions:

(a) the collateral is marked to market daily; and

(b) the Directors or their representatives takes delivery of the collateral immediately.

C.5 Where the CPFIS Included Fund is also entitled at all times to immediately recall the securities lent without penalty, up to 100% of the Deposited Property of the CPFIS Included Fund may be lent.

D. Financial Derivatives

D.1 Schemes that make use of financial derivatives should ensure that the risks related to such financial instruments are duly measured, monitored and managed.

D.2 The exposure of the scheme to financial derivatives should not exceed 100% of the deposited property of the scheme at any time. Such exposure should be calculated by converting the derivative positions into equivalent positions in the underlying assets embedded in those derivatives. Other methods for calculating exposure may be allowed subject to prior consent from the Authority. In its application, the manager should describe the proposed method, the rationale for using the method and demonstrate that the method has taken into account the current value of the underlying assets, future market movements, counterparty risks and the time available to liquidate the positions.

E. Prohibited Investments and Activities

E.1 The CPFIS Included Fund should not invest in:

(a) metals including Gold, commodities and their derivatives; or

(b) infrastructure projects and real estate.

E.2 The CPFIS Included Fund should not engage in:

(a) direct lending of monies or the granting of guarantees;

(b) underwriting; or

(c) short selling except where this arises from derivative transactions which are used for hedging or efficient portfolio management.

F. Borrowings

The CPFIS Included Fund may borrow only for the purposes of meeting redemptions and short-term (not more than four weeks) bridging requirements. Aggregate borrowings for such purposes should not exceed 10% of the Deposited Property of the CPFIS Included Fund at the time the borrowing is incurred.

G. Breach of Limits

The unlisted securities, single party, securities lending and borrowing limits in paragraphs 1, 2, 3 and 6 are applicable at the time the transactions are entered into. Where any of these limits is breached as a result of:

(a) the appreciation or depreciation of the Deposited Property of the CPFIS Included Fund;

(b) any redemption of units or payments made from the CPFIS Included Fund;

(c) any changes in the total issued nominal amount of securities of a company arising for example from rights, bonuses or benefits which are capital in nature; or

(d) the reduction in the weight of a security in the benchmark being tracked by a CPFIS Included Fund,

the Investment Manager should not enter into any transaction that would increase the extent to which the relevant limit is breached. In addition, the Investment Manager should within a reasonable period of time but no later than three months from the date of the breach, take action as is necessary to rectify the breach. This period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

H. Exceptions to Single Party Rule for Investments in Structured Products

H.1 Issuer and Counter-party Requirements

(a) The unlisted securities limit may be increased to one-third of the Deposited Property of the CPFIS Included Fund only for investing in unlisted derivatives that form part of a structured product and only if the counterparty and, where applicable, the Third Party in the transaction meet the minimum ratings set out in paragraph H.1(b) below.

(b) For the single party limit to be increased to one-third of the Deposited Property of the CPFIS Included Fund:

(i) in the case where the issuer of the security is a corporation, government, government agency or supranational, it should have a minimum long-term issuer rating of A by Fitch Inc, A by Moody's or A by Standard and Poor's (including such sub-categories or gradations therein).

(ii) in the case where a deposit is placed with a financial institution ('FI'), the FI should have a minimum individual rating of B by Fitch Inc or a financial strength rating of B by Moody's (including such sub-categories or gradations therein).

(c) For the single party limit to be entirely waived, the issuer should be, or the issue should have the benefit of a guarantee from, either a government, government agency, or supranational that has a minimum long-term issuer rating of AA by Fitch Inc, Aa by Moody's or AA by Standard and Poor's (including such sub-categories or gradations therein).

(d) An entity that stands ready to unwind more than 10% of the Deposited Property of the CPFIS Included Fund should have the ratings specified in paragraph H.1(b).

(e) Where the entity that stands ready to unwind the product is also the issuer of a bond, equity or derivative component that forms part of the structured product, the prospectus of the CPFIS Included Fund should state this fact.

H.2 Revision in Ratings of Issuer or Counter-party

(a) Where the rating of the issuer referred to in paragraph H.1(b)(i) or of the Third Party:

(i) falls to BBB by Fitch Inc, Baa by Moody's or BBB by Standard and Poor's (including such sub-categories or gradations therein), no action needs to be taken; or

(ii) falls below those specified in (i) above or if the issuer or Third Party ceases to be rated, the Investment Manager should within three months from the occurrence of such event take action to comply with the 10% single party limit. The three-month period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

(b) Where the rating of the FI referred to in paragraph H.1(b)(ii) or of the Third Party:

(i) falls to an individual rating of C by Fitch Inc or a financial strength rating of C by Moody's (including such sub-categories or gradations therein), no action need be taken; or

(ii) falls below those specified in (i) above or if the issuer or Third Party ceases to be rated, the Investment Manager should within three months from the occurrence of such event take action to comply with the 10% single party limit. The three-month period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

(c) Where the rating of the issuer referred to in paragraph H.1(c):

(i) falls to A by Fitch Inc, A by Moody's or A by Standard and Poor's (including such sub-categories or gradations therein), no action need be taken; or

(ii) falls below those specified in (i) above or if the issuer ceases to be rated, the Investment Manager should within three months from the occurrence of such event take action to comply with the 10% single party limit. The period may be extended if the Investment Manager satisfies the Directors that it is in the best interest of the shareholders. Such extension should be subject to monthly review by the Directors.

In case of differences between these additional investment restrictions and the rules listed in Part V, A., the stricter rules will apply. Investors should note that complying with the investment restrictions issued by the Singapore Central Provident Fund Board might have implications on the funds' risk rating or investment allocation.

5. Additional investment restrictions applying to funds registered in South Africa:

Funds authorised for sale in South Africa must comply with investment restrictions contained in the Collective Investment Schemes Control Act (CISCA). In addition to what is stated in this Prospectus, the current policy of the Fund in respect of the funds approved for distribution is as follows:

1. No equity, derivative or fixed income instrument is purchased or sold unless it is traded on an exchange which has been granted full membership of the World Federation of Exchanges; provided that, as allowed by the FSB, up to 10% of the Net Asset Value of each fund may be invested in markets which are not full members of the World Federation of Exchanges. To the extent that any assets are proposed to be invested in any of these latter markets, the Fund will use all reasonable efforts to carry out a due diligence eligible markets investigation in relation to such markets.
2. Borrowing of money is limited to 10% of the value of the fund provided that such borrowing is of a temporary nature.
3. The funds utilise derivative instruments, including option contracts and futures contracts, only for the purposes of efficient portfolio management. Derivative products are not used for purposes of gearing or leveraging or for the purposes of producing, enhancing or generating income. All derivatives utilised are exchange-traded derivatives and derivative products are traded over-the-counter only for purposes of effecting forward currency, interest rate swap and exchange rate swap transactions. No uncovered positions are allowed.
4. No fixed income securities are purchased unless they are investment grade (BBB or above). Such ratings will emanate from a major agency, typically Standard & Poors, Moodys or Fitch Ratings Limited. If the ratings between these agencies differ, the lower is applied. However, up to 10% of fixed income securities may be non-investment grade. Normally no fixed income securities are purchased. However there may be occasions where the funds buy convertible bonds. Although these provide a 'fixed income' and on a literal interpretation may be referred to as 'fixed income securities', these convertible bonds are directly linked to an underlying equity referred to in 1 above and are acquired for the purpose of ultimately acquiring the underlying equity. Usually any such bonds are not rated and accordingly no confirmation can be given as to how they are rated. The positions represented by convertible bonds as a percentage of the total net assets of each fund, are immaterial.
5. The funds may not invest in a fund of funds or a feeder fund.
6. No scrip borrowing is allowed.

6. Additional information and investment restrictions applying to funds registered in Switzerland:

Funds registered in Switzerland have to respect SFBC guidelines 'Denomination of the fund and investment policy':

1. Two third at least (66,6%) of the total assets of the fund must be invested in a permanent manner so as to ensure that the investments correspond, without any exception, to the name of the fund.
2. The average duration of the portfolio of a money market fund cannot exceed one year and the residual duration of each investment three years. In respect to investments with a variable interest rate, the next adaptation of the rate replaces the maturity.
3. Bond funds cannot invest more than 25% of their net assets in convertible bonds and bonds with options.
4. Cash funds must invest at least two third of their total net assets in liquidities. The remaining third can be invested in money market instruments and in bonds. The residual duration of each investment must not exceed one year. In respect to investments with a variable interest rate, the next adaptation of the rate replaces the maturity.
5. If a currency is part of the name of a fund, a minimum of two third of the investments must be denominated in this currency.

6. If a geographical designation (continent, country, region, etc) or the designation of a branch or sector is part of the name of the fund, two thirds at least of the issuers of the investments must have their head office or must exercise an overriding part of their economic activity in this territory respectively in that branch or sector or must hold as holding companies, predominant participations in companies having their head office in this territory respectively in that branch or sector. The sole listing of investments with a stock exchange in this territory is not sufficient. If the name of a bond fund contains a geographical designation, two thirds at least of the issuers, respectively of the guarantors, of the investments must have their head-office in this territory.
7. Where a fund has a denomination such as Income the majority of the total assets of the fund must be in principle invested in bonds and other debt securities or rights.
8. Funds with a denomination such as Balanced must invest at least 30% and a maximum of 60% of the total assets in shares and other participation securities or rights. The remaining third (minimum 40%, maximum 70%) must be invested in bonds and other debt securities or rights.
9. Funds with a denomination such as Growth must, in principle, invest the majority of their total assets in shares or other participation securities or rights.
10. An investment fund with the denomination Index must name the corresponding reference index in the name of the fund and can only exclusively invest in securities or rights which are part of this index.
11. If a designation such as Small Cap, Mid Cap, Large Cap, etc, is part of the name of the fund, it is necessary to determine which companies fall within this category. The lower or upper limit of the stock exchange capitalisation of each company can be fixed by means of an amount or as a percentage of the global stock exchange capitalisation. The reference to companies which are part of an adequate stock exchange index is also possible (for example the companies contained in the 'Small and Middle Companies' index).
12. If a designation such as High Yield, etc, is used in the name of the fund, the solvency (rating) of issuers, respectively of guarantors, entering into consideration must be defined.
13. Certain bond funds make a reference in their name to the duration of investments. If a denomination such as Short Term, etc, is used, the average duration of the portfolio must not exceed three years and the residual duration of each investment five years. For a designation such as Medium Term, etc, the average duration of the portfolio must not exceed six years and the residual duration of each investment ten years. For bonds with a variable interest rate, the next adaptation of the rate replace the maturity.
14. In addition to the restrictions relating to the maximum combined management fee and to the prohibition of subscription and redemption fees as described in Appendix A, A., VI, 3. the below shall also apply to funds registered in Switzerland.

    If a fund acquires shares or units of other collective investment schemes that are managed directly or indirectly by the Investment Manager or a company with which it is related by virtue of common management or control or by way of a direct or indirect stake of more than 10% of the capital or votes ("related target funds"), no subscription and redemption fees and only a reduced management fee (excluding performance fee) of up to 0.25% may be charged to the fund's assets in respect of such investments in related target funds.

    If a fund invests in shares or units of a related target fund which have a lower management fee than the fund itself, the Investment Manager may - instead of charging the aforementioned reduced management fee - charge the difference between the fund's management fee and the management fee of the related target fund.
15. The attention of Swiss investors is drawn on the fact that in case the exchange risk between the different classes of a given fund is covered, this cover can affect the NAV of the other share classes.
16. Swiss Investors are advised that the Fund and the Distributor pay a portion of the management fee to distributors and others in respect of any subscriptions for, redemption or holdings of, Shares. The Fund and the Distributor may further make payments to distributors and others out of their own resources and may rebate fees and charges to any investor, without recourse or cost to the Fund.
17. **Additional definitions for funds registered in Switzerland**

    Companies: Every time the term 'company (-ies)' is used in connection with the name of a country or a region this means that this company has its head office or must exercise an overriding part of its economic activity in the respective country or region.

    European Larger Companies: Primarily companies listed on the MSCI Europe Index and/or companies that have a market capitalisation of a comparable size, or European companies with a market capitalisation in excess of 5 billion Euros.

    Growth: Every time the term 'Growth' is used in the name of the fund, the fund must, in principle, invest the majority of the total assets of the funds in shares or other participation securities or rights.

7. Additional investment restrictions applying to funds registered in Taiwan:

The funds offered and sold in Taiwan shall be subject to the following additional restrictions:

1. Unless exempted by the Financial Supervisory Commission of the Executive Yuan (the 'FSC'), the total value of open long positions in derivatives held by each fund may not, at any time, exceed 15% of the fund's net asset value; the total value of open short positions in derivatives held by each fund may not, at any time, exceed the total market value of the corresponding securities held by the fund;
2. The fund may not invest in gold, spot commodities, or real estate;
3. Each fund's holdings in the following securities may not, at any time, exceed certain percentage limits as stipulated by the FSC from time to time:
    (a) securities in Mainland China securities markets;
    (b) securities on Hong Kong or Macao securities markets that are issued or managed by the government of, or a company from, Mainland China;
    (c) securities issued by companies that are included in the Hang Seng China-Affiliated Corporation Index; and
    (d) securities on Hong Kong or Macao securities exchange markets that are issued by companies of which 30 percent or more of the share equity is held, directly or indirectly, by the government of, or companies from, Mainland China;
4. The total investment in each fund by domestic investors in Taiwan shall not exceed a certain percentage stipulated by the FSC from time to time; and
5. The securities market of Taiwan may not constitute the primary investment region in the portfolio of each fund. The investment amount of each Fund in the securities market of Taiwan shall not exceed a certain percentage stipulated by the FSC from time to time.

PART VI

6. RISK PROFILES

Risk Profile	Description	Notes
Very low risk	The value of the fund is calculated daily on the basis of the market value of underlying cash investments. If you are investing in a cash fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	
Low risk	The value of the fund is calculated daily on the basis of the market value of underlying cash, government bonds and/or corporate bond investments. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	
Low - medium risk (equity & bond)	The value of the fund is calculated daily on the basis of the market value of underlying government and corporate bonds plus equity (stockmarket) investments (as applicable). If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds including an exposure to equities and bonds.
Low - medium risk (bond)	The value of the fund is calculated daily on the basis of the market value of underlying government and corporate bonds. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds including an exposure to bonds only
Low - medium risk (multi asset)	The value of the fund is calculated daily on the basis of the market value of underlying cash, government bonds and/or corporate bonds, equity (stockmarket) investments, real estate and commodities (as applicable). If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds including an exposure to various asset classes.
Medium risk (equity)	The value of the fund is calculated daily on the basis of the market value of underlying equity investments that are well diversified. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations. Funds in this category tend to be ‘mainstream’ funds and form a core part of an investor’s exposure to a particular market.	This rating applies to funds including an exposure to equities.
Medium risk (equity & bond)	The value of the fund is calculated daily on the basis of the market value of underlying equity investments either that are well diversified or include government or corporate bond investments. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations. Funds in this category tend to be ‘mainstream’ funds and form a core part of an investor’s exposure to a particular market.	This rating applies to funds including an exposure to equities and bonds.
Medium risk (bond)	The value of the fund is calculated daily on the basis of the market value of underlying government and corporate bonds. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds including an exposure to bonds.
Medium - high risk	The value of the fund is calculated daily on the basis of the market value of underlying equity investments including some equities which are denominated in other currencies than the reference currency of the fund or including some equities based in other countries which may create some exchange rate risk. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations. Funds in this category could be mainstream or core funds invested in large developed markets.	

Risk Profile	Description	Notes
High risk	The value of the fund is calculated daily on the basis of the market value of underlying equity investments having an element of exchange rate risk as well as market volatility due to concentration of investments in one or more countries. Such funds may be managed more aggressively than others and be more volatile. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	
Very high risk	The value of the fund is calculated daily on the basis of the market value of underlying equity investments many of which may exhibit more volatility due to exchange rates exposure or some risk due to investing in either very small companies or emerging markets, or by investing solely in market sectors. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	
Institutional (equity)	The fund invests primarily in the Shares of companies (equities), which tend to be more volatile than bonds and other fixed-interest securities but also offers greater potential for growth. The fund may also invest in certain developing overseas markets, which can be extremely volatile and whose arrangements in relation to regulation, trading, settlement, liquidity and custody of securities may be less secure than those in established markets. Losses to a fund may also result from the default of an issuer or counterparty. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds within the Institutional Reserved Funds range including an exposure to equities.
Institutional (bond)	The fund invests primarily in corporate and/or government bonds and other fixed-interest securities, which tend to be less volatile than the shares of companies (equities). Bonds usually include a promise to repay the original sum at a specified date in the future, and normally provide a fixed level of income. However, the capital value of a bond fund and the level of its income will still fluctuate. Also, due to the greater possibility of default, investment in corporate bonds is generally less secure than investment in government bonds. The fund may also invest in certain developing overseas markets, which can be extremely volatile and whose arrangements in relation to regulation, trading, settlement, liquidity and custody of securities may be less secure than those in established markets. Losses to a fund may also result from the default of an issuer or counterparty. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations.	This rating applies to funds within the Institutional Reserved Funds range including an exposure to bonds.
Institutional (bonds and derivatives)	The fund invests primarily in corporate and/or government bonds and other fixed-interest securities, which tend to be less volatile than the shares of companies (equities). Bonds usually include a promise to repay the original sum at a specified date in the future, and normally provide a fixed level of income. However, the capital value of a bond fund and the level of its income will still fluctuate. Also, due to the greater possibility of default, investment in corporate bonds is generally less secure than investment in government bonds. The fund may also invest in certain developing overseas markets, which can be extremely volatile and whose arrangements in relation to regulation, trading, settlement, liquidity and custody of securities may be less secure than those in established markets. Losses to a fund may also result from the default of an issuer or counterparty. If you are investing in a fund that is denominated in a currency other than yours, there may be additional risk through exchange rate fluctuations. The fund may also invest in financial derivative instruments, which include, but are not limited to, futures, options, forwards, swaps, credit linked instruments, mortgage and other fixed income, currency and credit derivatives. The risks associated with derivative instruments include, but are not limited to, volatility risk, liquidity risk and counterparty risk.	This rating applies to funds within the Institutional Reserved Funds range including an exposure to bonds and derivatives.

The information provided in this Prospectus does not constitute investment advice. Your attention is drawn to the Important Note in this Prospectus. If you are investing in a fund that is denominated in a currency other than Euro, there may be additional risk through exchange rate fluctuations.

APPENDIX

IMPORTANT INFORMATION FOR INVESTORS IN CERTAIN COUNTRIES

AUSTRIA

Fidelity Funds has notified the Financial Market Authority (Finanzmarktaufsicht) in Vienna in accordance with § 36 par. 1 of the Federal Law on Investment Funds (Investmentfondsgesetz - InvFG 1993) of their intention to sell fund Shares in the Republic of Austria.

It should be taken into consideration that the public distribution of the following funds is not permitted in Austria: Fidelity Funds - Asia Pacific Growth & Income Fund, Fidelity Funds – US Reit Fund, Fidelity Funds – Fidelity Portfolio Selector Sterling Growth Fund, Fidelity Funds – International Bond Fund II, Fidelity Funds – MoneyBuilder Asia Fund, Fidelity Funds – MoneyBuilder European Bond Fund, Fidelity Funds – MoneyBuilder Europe Fund, Fidelity Funds – MoneyBuilder Global Fund, Fidelity Funds – Fidelity Advisor World Funds America Fund, Fidelity Funds – Fidelity Advisor World Funds American Diversified Fund, Fidelity Funds – Fidelity Advisor World Funds American Growth Fund, Fidelity Funds – Fidelity Advisor World Funds Asian Special Situations Fund, Fidelity Funds – Fidelity Advisor World Funds Europe Fund, Fidelity Funds – Fidelity Advisor World Funds International Fund, Fidelity Funds – Fidelity Advisor World Funds Japan Fund, Fidelity Funds – Fidelity Advisor World Funds Pacific Fund, Fidelity Funds – Fidelity Advisor World Funds US Large-Cap Stock Fund, Fidelity Funds – Fidelity Advisor World Funds Global Balanced Fund, Fidelity Funds – Fidelity Advisor World Funds Emerging Markets Income Fund, Fidelity Funds – Fidelity Advisor World Funds US Dollar Bond Fund, Fidelity Funds – Fidelity Advisor World Funds US High Income Fund.

Class B, E, A-SGD, A-MDIST and Y-GDIST Shares are not approved for distribution in Austria, neither are class A-GBP Shares, except Fidelity Funds – Global Focus Fund – A-GBP, Fidelity Funds – India Focus Fund – A-GBP, Fidelity Funds – United Kingdom Fund – A-GBP, Fidelity Funds – Sterling Bond Fund – A-GBP and Fidelity Funds – US High Yield Fund – A-GBP.

The following information is intended for investors wishing to buy or sell fund Shares in the Republic of Austria, and describes what additional arrangements and procedures are available.

Paying Agent and Information Agent

Investors are entitled to effect the redemption and switching of Shares through Bank Austria Creditanstalt AG, Vordere Zollamtsstrasse 13 A-1030 Vienna, ('Bank Austria'). Bank Austria has assumed for Fidelity Funds the function of a paying agent within the meaning of § 23 par. 1 in connection with § 34 Investmentfondsgesetz 1993, and has accordingly assumed the obligation to receive and forward redemption and switching requests. The sales full prospectus, the simplified prospectuses, the articles of association of Fidelity Funds, the most recent annual and half-yearly report, as well as the offer and redemption price may also be obtained from Bank Austria at the stated address.

Payment of redemption proceeds and any distributions to investors may, if desired, also be made through Bank Austria by crediting an account designated by the investor and, upon special request, also by payment in cash. If a shareholder requests the redemption of bearer shares against immediate cash payment, Bank Austria may demand from the investor a fee in line with banking practice.

In principle, Austrian investors are also offered the option of effecting the purchase, sale and switching of Shares through Fidelity Investments International or through the European Service Centre, Fidelity Investments Luxembourg S.A.

Fidelity Investments International is the distributor for Austria and acts as a representative of the general distributor Fidelity Investments Distributors. All instructions may be addressed to Fidelity Investments International or to the agent of the distributor, Fidelity Investment Services GmbH, at:

Fidelity Investment Services GmbH
Kastanienhöhe 1
D-61476 Kronberg im Taunus
Telephone: (49) 6173 509 0
Fax: (49) 6173 509 4199

Publication of Prices

The offer and redemption prices of Fidelity Funds mentioned in this prospectus (with the exception of the funds mentioned in the notes in Part I as not being available for public distribution in Austria) are published daily in 'Die Presse' and can also be obtained from every distributor. In addition, they are published at the Luxembourg Stock Exchange.

Taxation

In respect of their Shares in the various funds, Austrian investors are, in principle, subject to taxation as follows:

1. All distributions actually effected in respect of the share certificates, as well as investment income received by the fund and not used to cover costs or for distribution (interest, dividends and other income net of current fund expenditures) constitute taxable investment income for the private investor ('ordinary distributable income'). If the distributable income is substantiated by a tax adviser or by the investor, the capital gains of the fund form part of the distributable income ('extraordinary distributable income'). The private investor, however, is taxed only on 20% of the positive balance of capital gains realised by the fund and corresponding capital losses from the sale of stock, income bonds, convertible bonds, and related derivatives (so-called stock capital gains). The remaining capital gains are tax-exempt for the private investor if the stated conditions are met. The remaining tax-exempt capital losses cannot be utilised for tax purposes. If no distributions are made, the distributable income is considered as accrued for tax purposes four months after the end of the fund's fiscal year. Distributions made by the fund from current-year income during, or within four months after the end of, its fiscal year are taxable to the extent stated and are to be included at accrual. Any distributions accruing after this time period are not considered for tax purposes because the corresponding fund income is already included in the distributable income and is taxable in this way.
2. The Tax Amendment Law 2004 [Abgabenänderungsgesetz] made it possible to levy withholding tax ('KESt') for the distributable income of foreign funds as well. This applies to all distributable income considered as accrued after 30 June 2005. The foreign fund is required to send to the Österreichische Kontrollbank a daily notification of interest net of pro-rated expenditures as well as a pro-rated income-equalisation amount, and also an annual notification of distributable income and/or of the distribution. When these notifications are carried out, the fund investor's Austrian custodian bank will withhold investment income tax on distributable income and distributions, or, in the case of a sale, on the pro-rated interest. Consequently, the investor does not have to include this income in his income tax return. The security tax is also dropped. The reforms introduced with the Tax Amendment Law 2004 apply only to those fund shares that are held by an Austrian private investor with an Austrian custodian.

3. Distributions and the entire ordinary and/or extraordinary distributable income constitute, according to the principles established under 1., taxable operating revenue of an institutional investor and are taxable at the normal corporation tax rate of 25%. Under certain circumstances, tax exemptions or tax concessions are provided for certain institutional investors, e.g. pension funds, employee and providential funds, and non-profit corporations. This also applies to non-corporate investors regulated under the corporation tax law, e.g. public-law corporations and private foundations that manage assets purely for internal use. The following representations, therefore, refer to institutional investors that are neither tax-exempt, nor tax-advantaged. Institutional investors must account for distributable income on an accrual basis on the balance sheet date. To simplify, according to the current view of the fiscal administration, accrual of distributable income at the end of the fiscal year of the fund suffices. Unlike in the case of a private investor, however, an institutional investor's taxable distributions and distributable income include, in addition to ordinary distributable income, the total sum of the capital gains and losses realised by the fund. In order to avoid a double recording of distributable income (by notional accrual at the end of the fund's fiscal year and again by actual accrual at a later sale/redemption of the fund share by the investor), institutional investors can create an active offsetting item at the time of notional accrual of positive distributable income.
4. The distributable income must be substantiated to the fiscal authorities by an appointed domestic representative or by the investor himself. In the absence of substantiation, taxable fund income is derived, alongside the actual distributions, at a flat rate from the redemption price increase. In this case, the tax base for distributable income is at least 10% of the last redemption price fixed in the calendar year. The following comparative accounting applies:

   90% of the difference between the first and the last redemption price fixed in the calendar year;

   10% of the last redemption price fixed in the calendar year.

   The higher of the two amounts is taxable, and the actual distributions made by the fund during the calendar year can be deducted.
5. In the case of a disposal of fund shares - this also includes switching from one sub-fund to another sub-fund of the fund - the following provisions are to be taken into consideration:
   i) If shares are sold during the fund's fiscal year, income accruing in the fund in the period between the end of the completed fiscal year of the fund and the time of the sale is taxable. Under the legal conditions mentioned under 1, only 20% of the positive balance of stock capital gains and capital losses realised by the fund to date are considered taxable income for the private investor. The distributable income of this period can either be substantiated by the investor based on actual income and capital gains of the fund, or it is to be determined based on a flat rate. In a flat-rate determination, the actual appreciation of the share in this period is to be set as distributable income, but at least at the level of 0.8% of the redemption price fixed at the time of sale for each started month from the end of the prior fiscal year of the fund. To simplify, according to the current view of the fiscal administration, the investor can use for tax purposes the distributable income substantiated for the entire fiscal year (though not aliquot).
   ii) If fund shares fulfilling the notification requirements described under 2 are sold during the fiscal year, interest reported to the Österreichische Kontrollbank is taxable.
   iii) For private investors, gains from the sale of the fund share are also taxable if they were realised within the period of a year after the purchase of the share. Capital losses realised within this period are tax deductible only to a limited extent.
   iv) For institutional investors, gains and losses from the sale of fund shares are taxed regardless of the period the shares were held. In principle, a capital gain is to be recorded as the difference between the sale/redemption proceeds and the last book value of the fund share under consideration of a potential created active offsetting item.
6. The investor's Austrian custodian bank must withhold from fund distributions a withholding tax ('KESt') of 25%. For funds that fulfil the notification requirements described under 2, the withholding tax is levied only in as much as the distributions consist of income subject to KESt. The amount of this portion is declared by the foreign fund to Österreichische Kontrollbank together with the actual distribution. In the absence of this notification, investment income tax is to be levied on the entire distribution. If, due to incomplete notification, KESt was withheld from the entire distribution, the shareholder can request a refund of the excess withholding by tax assessment or in accordance with § 240 BAO [Federal Revenue Code]. Distributions by foreign funds subject to KESt withholding in Austria are fully taxed by it for purposes of income and inheritance tax. Distributable income of funds, which do not fulfil the notification requirements described under 2, is not subject to withholding tax in Austria. The distributable income is to be declared in the income tax return, whereupon it is taxed at a rate of 25% income tax. As at 30 June 2005, distributable income of foreign funds, which fulfil the notification requirements described under 2, is subject to imposition of withholding tax. Because of the imposition of withholding tax, the investor no longer has to include this income in his income tax return. However, foreign investment funds which do not fulfil the notification requirements under 2 are - if held by an Austrian custodian - subject to a so-called security tax. If the private investor fails to present to his custodian bank qualifying proof of disclosing the investments to the financial authorities, at year-end the custodian bank withholds a tax of 1.50% (25% of 6% of the last redemption price fixed in the calendar year). Similarly, absence of proof of sale of fund shares during the year and/or of transfer of fund shares to a custodian account abroad leads to withholding of a 25% security tax in the amount of 0.5% of the last fixed redemption price before the sale/transfer for each started month from the beginning of the year until the sale/transfer. In both instances, the withheld tax can be credited on the investor's personal income tax return. Institutional investors that submitted to the Austrian custodian bank a KESt tax-exemption declaration in accordance with § 94 Z 5 Austrian Income Tax Act (EStG) are exempt from KESt withholding on distributions, as well as from security tax.

These representations are based on the currently obtaining legal position. Tax regulations and the practices of financial authorities are constantly subject to change.

Because of the complexity of Austrian tax law and the solely synoptic character of the above presentation, it is recommended that investors contact a tax adviser regarding the effect on their individual tax situation.

Important notice for sub-funds not admitted in Austria:

Certain funds of the Fidelity Funds named in this prospectus are not admitted for public offer in Austria. Therefore, these funds may not be publicly offered in Austria. The absent permission for public offer does not have any effect on the taxation of the income of Austrian investors.

Taxation of subfunds that are not admitted:

On the matter of the taxation of non-admitted sub-funds which have a tax representative in Austria or that fulfil the notification requirements, we refer to the above representations under nos. 1 and 2. **It is recommended that persons intending to acquire shares in the above-mentioned funds consult their tax adviser regarding the effect on their personal tax situation.**

FINLAND

Registration and Supervision

The Fund is an open-ended investment company incorporated in Luxembourg on 15 June 1990.

By virtue of a ruling of the Finnish Financial Supervisory Authority (the 'FSA'), the Fund is authorised to sell its Shares to members of the public in Finland.

The information below describes the facilities available to investors resident in Finland and the procedures which apply to dealing in Shares in the Fund. This information must be read in conjunction with the current Prospectus and simplified prospectuses of the Fund, the most recent annual report and accounts and, if published thereafter, the most recent semi-annual report and accounts. Material amendments to the Prospectus, the simplified prospectuses, the Fund's regulations or to the Articles of Incorporation as well as the annual and semi-annual reports and accounts will be filed with the FSA.

Dealing procedures

Investors may give instructions in writing or in the form prescribed (directly, through their bank or other financial representative) to the head office of the Fund, to any Distributor listed in the Prospectus, to a Finnish Sales Representative or to the European Service Centre and processing agent, Fidelity Investments Luxembourg S.A. at the address given below:

European Service Centre
Kansallis House
Place de l'Etoile
BP2174
L-1021 Luxembourg
Telephone: (352) 250 404 1

Fax: (352) 250 340

Fidelity Investments International is the Distributor for Finland and acts as agent for the General Distributor, Fidelity Investments Distributors. A list of the Finnish Sales Representatives may be obtained by calling the following toll free number: 0800 113 582.

Documents Available for Inspection

The latest Prospectus, simplified prospectuses, Articles of Incorporation, audited annual report and accounts and unaudited semi-annual report and accounts can be obtained, free of charge, upon request at the offices of the Finnish Sales Representatives, at the registered office of the Fund and the offices of the Distributors.

Publication of prices

Prices for Shares of the Fund may be obtained from any Distributor or from the Finnish Sales Representatives. Shares are listed on the Luxembourg Stock Exchange. Price information is available for Finnish investors on the website of the OMX Nordic Exchange (www.omxgroup.com/nordicexchange) and in certain newspapers.

Taxation

The Directors of the Fund are informed of the following taxation consequences for individuals resident in Finland ('Individuals') and companies carrying on a trade in Finland ('Companies'):

a) Dividends declared in respect of Shares should be regarded – for Finnish tax purposes – as profit distribution by a non-Finnish mutual fund. Therefore, they should, as regards Individuals, be regarded as capital income and be subject to Finnish capital income tax and, as regards Companies, be subject to Finnish corporate income tax.

   Capital gains as are made upon the disposal, conversion or redemption of Shares are, as regards Individuals, subject to Finnish capital income tax. For Individuals, capital gains are tax exempt if the aggregate of the assignment prices for all disposals other than household effects during the tax year do not exceed Euro 1,000. For the purposes of determining the taxable capital gain received by an Individual, the greater of the actual acquisition cost or the presumed acquisition cost shall be deducted from the assignment price. The presumed acquisition cost is 40% of the assignment price if the period of ownership of the assigned property is at least 10 years and 20% in other cases.

   As regards Companies, capital gains are subject to Finnish corporate income tax.

b) The capital income tax rate for Individuals is 28%. The corporate income tax rate for Companies is 26%.

c) Individuals suffering a net loss from capital, e.g. as a result of a capital loss upon the disposal, conversion or redemption of Shares may deduct the loss from their capital gains generally in the same tax year and in the three following years. A capital loss is, however, not deductible for Individuals in case the acquisition costs of the assigned assets in that tax year do not exceed Euro 1,000. Capital losses are hence treated differently from ordinary capital expenditures. If the capital expenditures of an Individual in a tax year exceed the capital income, the Individual may claim a deduction in the tax levied on earned income for the same tax year ('tax credit for the capital loss').

   The tax deduction that may be claimed is equal to 28% of such excess expenditures and its maximum amount is Euro 1,400. The maximum amount will be increased by Euro 400 if the individual alone or together with his/her spouse has maintained one child during the year. The increase is Euro 800 in the same situation if there has been more than one child.

d) According to Finnish tax law there are three different sources of income: business income, income from agriculture and other income. The investment in the Fund may be regarded as part of the source of business income or other income of the Individuals and the Companies. The tax treatment of an investment in the Fund may vary depending on the situation of each Investor and should be checked separately in each case (for example a passive investment can be considered to belong to the source of a Company's other income and will be taxed according to Income Tax Act and on the other hand active investment activities can be considered to constitute business income and will be taxed according to the Business Income Tax Act).

e) If the Shares in the Fund are considered part of the business income source, the gain arising on the disposal of such Shares can be set off against other business costs and vice versa the loss arising on the disposal of such Shares can be set off against other business income. Business income losses may be set off only against business income in the same tax year and in the following ten years.

   Capital losses in the other income source are deductible, but may be set-off only against capital gains in the same tax year and in three following years.

   The loss in the business income source cannot be offset against a profit of other income source and vice versa.

f) A transfer of Shares from one sub-fund to another is generally treated as a taxable event, irrespective of the fact that the conversion of Shares is made within the same fund entity. However, this cannot be stated with certainty, and it might be possible that the said transfer would not be treated as a taxable event.

g) It should be noted that the above mentioned analysis of tax consequences is based on current tax legislation and practices. The tax law and practices, and the levels of taxation, are subject to future alteration. Investors should seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Each investor should e.g. seek to find out whether or not the investment will be subject to CFC taxation.

GREECE

Effective 1 May 2003 the agreement covering distribution of Fidelity Funds in Greece between Laiki Bank (Hellas) S.A. and Fidelity Investments International was terminated. Fidelity Funds is no longer publicly offered in Greece. For existing investors, information and materials about the funds are available from Laiki Bank (Hellas) S.A.:

Laiki Bank (Hellas) S.A.
Private Banking Department
Panepistimiou 16
106 72 Athens
Telephone: +30210 33 50 000

Fax: +30210 36 18 222

Taxation

The Directors of the Fund are informed of the following taxation consequences for investors resident in Greece:

Private individual Shareholders resident in Greece will have to report any proceeds (e.g. distributions) received from Fidelity Funds on their annual income tax return, and be taxed for them (along with their other annual income) according to a progressive tax scale ranging from 0% to 40%, for income generated during year 2002 and onwards.

Companies resident in Greece will have to report any proceeds (e.g. distributions) received from Fidelity Funds in their annual corporate tax return, and be taxed for them (along with their other annual profits) at their standard corporate tax rates. Such rates depend on the legal status of the entity under consideration and are as follows:

- Societes anonymes - listed or not listed on the Athens Stock Exchange -, limited liability companies, branches of foreign entities operating in Greece:
  - for fiscal year 2004, the corporate tax rate is 35%
  - for fiscal year 2005, the corporate tax rate is 32%
  - for fiscal year 2006, the corporate tax rate is 29%
  - for fiscal year 2007 and onwards, the corporate tax rate is 25%
- Partnerships:
  - for fiscal year 2004, the tax rate is 25%
  - for fiscal year 2005, the tax rate is 24%
  - for fiscal year 2006, the tax rate is 22%
  - for fiscal year 2007 and onwards, the tax rate is 20%

All proceeds paid by the Fund to both private individual and corporate investors resident in Greece are subject to a withholding tax of 20% calculated upon encashment of such proceeds by the intermediary bank based in Greece. Such withholding tax operates as a tax prepayment and is offset against the total annual tax liability of the investor. Such treatment is applied in the following cases:

i) redemption of Fund Shares to the Fund by the investors (individual or corporate)

ii) distributions (e.g. dividends) made by the Fund to the investors (individuals or corporate)

In accordance with article 6 par. 3 (i) of C.L. 2238/1994 (as has been introduced by law 3091/2002 and recently amended by law 3296/2004), mutual funds established in any EU member state as well as in the states of the European Economic Area/European Free Trade Association are equalised with Greek mutual funds as to tax relieves on income from profits and gain from redemption of shares. The rationale of introducing these rules has been to lift restrictions contradicting EU legislation on supply of services and movement of capital within the EU. At present time, there are pending questions on whether SICAVs will fall within the scope of the said regulations, as in view of the EU rules on UCITS, the legal form of such entities may not be identical with the legal form of Greek mutual funds. A previous tax authority individual ruling (not published and not legally binding) seems to indicate that the tax authorities will not accept a SICAV as benefiting from the exemption. Should the said legislation be considered to apply to SICAVs, proceeds paid to and gains earned by resident investors from redemption of shares in such entities, will be tax relieved. For individual investors, the relief may work as a tax exemption whereas for corporate investors it may rather operate as a tax deferral until the respective profit is distributed to the corporation's shareholder(s).

Investors should also read the taxation section in Part II of this Prospectus which describes additional tax consequences for investors. Investors should also seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Taxation law and practice and the levels of taxation are subject to future amendments.

GUERNSEY

The circulation of this Prospectus and the offering of Shares has been authorised by the Guernsey Financial Services Commission under the provisions of the Protection of Investors (Bailiwick of Guernsey) Law, 1987. In giving this authorisation the Commission does not vouch for the financial soundness of the scheme or for the correctness of any of the statements made or opinions expressed with regard to it.

HONG KONG

It should be noted that a Partial Prospectus for investors in Hong Kong exists. Such Partial Prospectus includes the country-specific information for Hong Kong.

IRELAND

Registration and Supervision

While the Fund has fulfilled the notification requirements of The Irish Financial Services Regulatory Authority to market its Shares to the public in Ireland, the Fund is not supervised or authorised in Ireland by The Irish Financial Services Regulatory Authority. It is incorporated in Luxembourg and subject to the laws and regulations of Luxembourg. It should be noted that the following funds or classes of Shares are not approved for distribution in Ireland: Fidelity Funds – Asia Pacific Growth & Income Fund, Fidelity Funds – US REIT Fund, Fidelity Funds – International Bond Fund II, the Fidelity Advisor World Funds range and the MoneyBuilder range.

Class B, E, A-SGD, A-MDIST and Y-GDIST Shares are not approved for distribution in Ireland, neither are class A-GBP Shares, except Fidelity Funds – Global Focus Fund – A-GBP, Fidelity Funds – India Focus Fund – A-GBP, Fidelity Funds – United Kingdom Fund – A-GBP, Fidelity Funds – Fidelity Portfolio Selector Sterling Growth Fund – A-GBP, Fidelity Funds – Sterling Bond Fund – A-GBP and Fidelity Funds – US High Yield Fund – A-GBP.

The information below describes the facilities available to investors and the procedures, which apply, to dealing in Shares in the Fund. This information must be read in conjunction with the current Prospectus of the Fund, the most recent annual report and accounts and, if published thereafter, the most recent semi-annual report and accounts. Terms defined in the Prospectus have the same meaning in the following information.

Facilities Agent in Ireland

The Fund has appointed Fidelity Investment Management (Ireland) Limited, Hardwicke House, Upper Hatch Street, Dublin 2, as its Facilities Agent in Ireland. Orders for the redemption of Shares may be placed through the Facilities Agent. Complaints concerning the Fund or the Distributor may also be lodged with the Facilities Agent for forwarding to the relevant company.

Dealing Procedures

Investors may place dealing instructions with any of the Distributors listed in the Prospectus or alternatively may deal directly with the Fund.

Further information about the Fund and the relevant dealing procedures may be obtained from any Distributor or the Facilities Agent.

Fidelity Investments International is the Distributor for Ireland. All instructions can be addressed to the Distributor:

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough
Tonbridge
Kent TN11 9DZ
United Kingdom
Telephone: (44) 1732 777377

Fax: (44) 1732 777262

Investors must ensure that subscriptions for Shares or dealing instructions are provided to the Distributor in writing, in the form prescribed by the Distributor. Application forms are available from any Distributor on request.

Purchase of Shares may be made in any major freely convertible currency. Where the investor purchases in a currency that differs from the principal dealing currency of the relevant fund, the purchase amount will be converted into the principal dealing currency prior to investment as set out in the Prospectus. Similarly, sales proceeds may be received by the investor in any major freely convertible currency.

Contract notes will be issued, usually within 24 hours of the determination of the relevant prices and foreign exchange rates. Applications are normally processed on receipt of cleared funds. Full details are set out on the application form and in the Prospectus.

Publication of Prices

Details of the most recent dealing prices of Shares in the Fund may be obtained from any Distributor or the Facilities Agent. The Net Asset Values of the appropriate funds are generally published daily in a number of international newspapers as decided from time to time by the Directors.

Taxation

The Directors intend to conduct the affairs of the Fund so that it does not become resident in Ireland for taxation purposes. Accordingly, provided the Fund does not exercise a trade within Ireland or carry on a trade in Ireland through a branch or agency, the Fund will not be subject to Irish tax on its income and gains other than on certain Irish source income and gains.

Subject to personal circumstances, Shareholders resident in Ireland for taxation purposes will be liable to Irish income tax or corporation tax in respect of any income distributions of the Fund (whether distributed or reinvested in new Shares).

The attention of individuals resident or ordinarily resident in Ireland for tax purposes is drawn to Chapter 1 of Part 33 of the Taxes Consolidation Act 1997 (as amended), which may render them liable to income tax in respect of undistributed income or profits of the Fund. These provisions are aimed at preventing the avoidance of income tax by individuals through a transaction resulting in the transfer of assets or income to persons (including companies) resident or domiciled abroad and may render them liable to income or corporation tax in respect of undistributed income or profits of the Fund on an annual basis.

The attention of persons resident or ordinarily resident in Ireland (and who, if they are individuals, are domiciled in Ireland) is drawn to the fact that the provisions of Chapter 4 (Section 590) of Part 19 of the Taxes Consolidation Act, 1997 (as amended) could be material to any person who holds 5% or more of the Shares in the Fund if, at the same time, the Fund is controlled in such a manner as to render it a company that would, were it to have been resident in Ireland, be a 'close' company for Irish taxation purposes. These provisions could, if applied, result in a person being treated, for the purposes of the Irish taxation of chargeable gains, as if part of any gain accruing to the Fund (such as on a disposal of its investments that constitute a chargeable gain for those purposes) had accrued to that person directly; that part being equal to the proportion of the assets of the Fund to which that person would be entitled to on the winding up of the Fund at the time when the chargeable gain accrued to the Fund.

The Shares in the Fund will constitute a ‘material interest’ in an offshore fund located in a qualifying location for the purposes of Chapter 4 (Sections 747B to 747E) of Part 27 of the Taxes Consolidation Act, 1997 (as amended). This Chapter provides that if an investor resident or ordinarily resident in Ireland for taxation purposes holds a ‘material interest’ in an offshore fund and that fund is located in a ‘qualifying location’ (including a Member State of the European Communities, a Member State of the European Economic Area or a member of the OECD with which Ireland has a double taxation treaty) then, dividends paid by the Fund to such investor that is not a company will be taxed at the standard rate of income tax (currently 20%) and any gain (calculated without the benefit of indexation relief) accruing to the investor upon the sale or on the disposal of the interest will be charged to tax at the standard rate of income tax plus 3% (i.e. currently 23%). These rates will only apply if certain details relating to the disposal of and the receipt of income from such investment are included in the tax return(s) made on time by the investor. Failure of a non-corporate investor to meet the necessary requirements under Chapter 4 will result in the income and gains arising from the investment being taxed at the investor’s marginal income tax rate up to 47% (inclusive of health/social welfare levies) or, in certain cases, at a 40% capital gains tax rate. Dividends paid by the Fund to an investor that is a company that is resident in Ireland will be taxed at 25% and any gain (calculated without the benefit of indexation relief) accruing to such investor upon the sale or on the disposal of their interest in the Fund will be taxed at the standard rate of income tax plus 3% (currently 23%).

Following legislative changes in the Finance Act 2006, the holding of shares at the end of a period of 8 years from acquisition (and thereafter on each 8 year anniversary) will constitute a deemed disposal and reacquisition at market value by the Shareholder of the relevant Shares. This shall apply to Shares acquired on or after 1 January 2001. The tax payable on the deemed disposal will be equivalent to that of a disposal of a ‘material interest’ in an offshore fund (i.e. the appropriate gain is subject to tax at the standard rate of income tax plus 3%). To the extent that any tax arises on such a deemed disposal, such tax will be taken into account to ensure that any tax payable on the subsequent encashment, redemption, cancellation or transfer of the relevant Shares does not exceed the tax that would have been had the deemed disposal not taken place.

For the purposes of Irish taxation a conversion of Shares in the Fund from one class of Shares to another class of Shares will not constitute a disposal. The replacement Shares shall be treated as if they had been acquired at the same time for the same amount as the holding of Shares to which they relate. There are special rules relating to situations where additional consideration is paid in respect of the conversion of Shares, or if a Shareholder receives consideration other than the replacement Shares in a fund. Special rules may also apply when a fund operates equalisation arrangements.

Attention is drawn to the fact that the above rules may not be relevant to particular types of Shareholders (such as financial institutions), which may be subject to special rules. Investors should seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Taxation law and practice, and the levels of taxation may change from time to time.

Documents available for inspection

The following documents are available for inspection free of charge during normal business hours on weekdays (Saturdays, Sundays and public holidays excepted) at the office of the Facilities Agent:

a) Instrument of Incorporation of the Fund;

b) the material contracts referred to in the Prospectus;

c) the most recent annual and half-yearly reports of the Fund;

d) the full Prospectus; and

e) the latest simplified prospectuses.

Copies of the Instrument of Incorporation of the Fund, this Prospectus and the Simplified Prospectuses (each as amended from time to time) and of the most recent annual and half-yearly reports of the Fund may be obtained, free of charge, upon request from the office of the Facilities Agent.

ITALY

Charges and Expenses

Please note that additional costs may be imposed by intermediaries for services provided according to local distribution model, as per local regulatory requirements.

JERSEY

Registration and Supervision

The consent of the Jersey Financial Services Commission (the ‘Commission’) under the Control of Borrowing (Jersey) Order, 1958 (as amended) has been obtained to the raising of money by the issue of the Shares. It must be distinctly understood that in giving this consent the Commission does not take any responsibility for the financial soundness of any schemes or for the correctness of any statements made or opinions expressed with regard to them. The Commission is protected by the Borrowing (Control) (Jersey) Law, 1947, as amended, against liability arising from the discharge of its functions under that law.

Representative

The Fund has appointed Fidelity Investments International as its agent for service of legal process in the Island of Jersey and to carry out any order made by the Royal Court of Jersey. Fidelity Investments International holds a permit granted by the Commission pursuant to the Collective Investment Funds (Jersey) Law, 1988 (the ‘1988 Law’) to act as a distributor of the Fund. The Commission is protected by the 1988 Law against liability arising from the discharge of its functions under the 1988 Law.

KOREA

It should be noted that a Partial Prospectus for investors in Korea exists. Such Partial Prospectus includes the country-specific information for Korea.

MALTA

Registration and Supervision

The Fund is an open-ended investment company incorporated in Luxembourg on 15 June 1990 and is regulated by the Supervisory Commission for the Financial Sector and has a primary listing on the Luxembourg Stock Exchange.

In accordance with the EU UCITS Directive and Undertakings for Collective Investment in Transferable Securities and Management Companies Regulations, 2004 (Legal Notice 207 of 2004, as amended or replaced from time to time), the Fund is authorised to market its Shares in Malta with respect to all of its Equity funds (except Fidelity Funds – Asian Dividend Fund, Fidelity Funds – Asian Smaller Companies Fund, Fidelity Funds – Asia Pacific Growth & Income Fund, Fidelity Funds – Asia Pacific Property Fund, Fidelity Funds - EURO STOXX 50™ Fund, Fidelity Funds – European Dividend Fund, Fidelity Funds – Global Sector Fund, Fidelity Funds – US REIT Fund); Balanced funds (except Fidelity Funds – Multi Asset Strategic Fund); Bond funds (except Fidelity Funds – Euro Short Term Bond Fund, Fidelity Funds – International Bond Fund II, Fidelity Funds – Japanese Yen Bond Fund); Cash funds; Fidelity Lifestyle Funds; including Fidelity Funds - Fidelity Portfolio Selector Global Growth Fund, Fidelity Funds – Institutional Euro Bond Fund, Fidelity Funds – Institutional Global Bond Fund, Fidelity Funds – Institutional America Fund, Fidelity Funds – Institutional Euro Blue Chip Fund, Fidelity Funds – Institutional Global Focus Fund, Fidelity Funds – Institutional Japan Fund, Fidelity Funds – Institutional Pacific (ex-Japan) Fund and Fidelity Funds – Institutional European Larger Companies Fund.

At the time of issue of this Prospectus (April 2007), the Fund has notified or intends to notify the Malta Financial Services Authority ('MFSA') of its intention to market the following funds in Malta: Fidelity Funds - Asian High Yield Fund, Fidelity Funds - Multi Asset Navigator Fund, Fidelity Funds – Emerging Europe, Middle East and Africa Fund. The country specific information for Malta as set out below will only become effective if and when the Fund is granted the authorisation to market these funds in Malta.

Class B and E Shares are not approved for distribution in Malta, and certain dealing currencies may not be available in respect of Class A and Y Shares.

Admissibility to a secondary listing, and permission to deal in the Shares issued by the Fund, along with its related authorisation, has been respectively granted by the MFSA, as the Listing Authority, and by the Malta Stock Exchange, as the Recognised Investment Exchange in Malta.

Notification by the Fund to the MFSA in terms of the UCITS Directive does not constitute a warranty by the MFSA as to the performance of the funds and the MFSA is not in any way liable for their respective performances or default. The MFSA, as the Listing Authority, and the Malta Stock Exchange accept no responsibility for the contents of this Document, make no representations as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Document.

The information below describes the facilities available to investors in Malta, and the procedures, which apply to dealing in Shares in the Fund. This information must be read in conjunction with the current Prospectus of the Fund, the most recent annual report and accounts and, if published thereafter, the most recent semi-annual report and accounts. Terms defined in the Prospectus have the same meaning in the following information.

Representative in Malta

Growth Investments Ltd., Middle Sea House, Floriana GPO 01, Malta (Telephone +356-2123 4582) has been appointed as the Local Representative for the Fund in Malta.

The Fund is promoted in Malta by the Local Representative.

Documents Available for Inspection

The Fund's regulations and the Articles of Incorporation (as amended from time to time) may be inspected at the registered office of the Fund, the offices of the Distributors, and the Local Representative. Copies of this Prospectus, the latest simplified prospectuses and the latest audited annual report and accounts and unaudited semi-annual report and accounts of the Fund may be obtained, free of charge, upon request, at the registered office of the Fund, the offices of the Distributors, the Local Representative's office, and from authorised financial intermediaries in Malta.

Complaints concerning the Fund or the Distributor may also be lodged with the Local Representative for forwarding to the relevant company.

Dealing Procedures

Investors may give instructions to the Local Representative or any of the Distributors listed in the Prospectus, the Head Office of the Fund, or to Fidelity Investments International at the following address:

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough
Tonbridge
Kent TN11 9DZ
United Kingdom
Telephone: (44) 1732 777377

Fax: (44) 1732 777262

Fidelity Investments International is the Distributor for Malta and acts as agent for the General Distributor, Fidelity Investments Distributors. Investors must ensure that purchases and subscriptions for Shares or dealing instructions are provided to the Local Representative, permitted Distributor or Fidelity Investments International in writing, in the form prescribed by the Local Representative or Distributor. Application forms are available from the Local Representative on request.

Shares may be purchased in any major freely convertible currency as set out in the Prospectus. In addition, the Local Representative will accept Maltese Liri. Where the investor subscribes in a currency which differs from the principal dealing currency of the relevant class, the subscription amount will be converted into the principal dealing currency prior to investment. Similarly, sales proceeds may be received by the investor in any major freely convertible currency as set out in the Prospectus or in Maltese Liri via the Local Representative.

Contract notes will be issued, usually within 24 hours of the determination of the relevant prices and foreign exchange rates. Applications are normally processed on receipt of cleared funds. Full details are set out on the application form and in the Prospectus.

Investors may also apply to redeem shares and obtain payment through the Local Representative. Investors may also apply to the Local Representative for the payment of dividends that have been declared and are payable by the Fund.

Publication of Prices

Details of the most recent dealing prices of Shares in the Fund may be obtained from the Local Representative.

Taxation

The Directors are informed of the following general Maltese income tax and stamp duty implications for investors (excluding investors dealing in securities in the course of their normal trading activity), which implications are based on tax law and practice applicable at the date of the Scheme Particulars. This information does not constitute legal or tax advice and investors and prospective investors are urged to seek professional advice as regards tax legislation applicable to the acquisition, holding and disposal of Shares in the Fund (hereinafter 'Shares') as well as that applicable to distributions made by the Fund.

General:

Maltese income tax is charged on a worldwide basis on income (including specified capital gains) of persons having both Maltese domicile and ordinary residence. Persons lacking any of these attributes are taxable on income (including capital gains) arising in Malta and on foreign source income received in Malta.

In general, the income tax rate for income (including dividends) and capital gains currently stands at 35% for companies (as defined in the Income Tax Act) and varies between 0% and 35% for other persons.

The tax regime for collective investment schemes is based on the classification of funds into prescribed or non-prescribed funds in terms of the conditions set out in the Collective Investment Schemes (Investment Income) Regulations, 2001 (as amended). In general a prescribed fund is defined as a resident fund which has declared that the value of its assets situated in Malta amount to at least 85% of the value of the total assets of the fund. On the assumption that none of the Fidelity sub-funds would fall within the definition of a prescribed fund, the Fund should in general benefit from a full income tax exemption in Malta.

Shareholders:

Shareholders (both individual and corporate) who are both domiciled and ordinarily resident in Malta for tax purposes and who are in receipt of dividends from the Fund (whether these are reinvested or otherwise) should declare such income, which is chargeable to tax under Maltese law. Unless otherwise exempt, the same applies for persons having any one of these attributes missing, to the extent that dividends from the Fund are received by them in Malta. However the regulations specify that dividends distributed to Maltese resident Shareholders by a non-resident non-prescribed fund may qualify for a 15% final withholding tax if the recipient of the dividends utilises the services of an authorised financial intermediary licensed under Maltese law in connection with the payment of the said dividends. Should all the relevant conditions be satisfied, the intermediary will have an obligation to withhold the tax at source and pass on such tax to the Government of Malta. No further tax would be charged on the dividends in such circumstances and a resident individual Shareholder would not even be obliged to declare the dividends in the income tax return. Where no such authorised financial intermediary exists or where the resident Shareholder requests the intermediary not to effect the deduction of the said 15% withholding tax, the investor would be required to declare the dividends in his income tax return and will be subject to tax at the normal rates.

Capital gains realised on transfers or redemptions by non-residents (covered by the relevant exemption) of Shares in the Fund are exempt from Maltese income tax. Capital gains realised by resident Shareholders on the redemption, liquidation, or cancellation of Shares in non-prescribed funds may be subject to a 15% final withholding tax where the transferor utilises the services of an authorised financial intermediary licensed in Malta in connection with the disposal of the said fund Shares. In that case and should all the relevant conditions be satisfied, the obligation to deduct such tax at source lies on the licensed authorised financial intermediary of the Fund. Where no such authorised financial intermediary exists or where the resident Shareholder requests the intermediary not to effect the deduction of the said 15% withholding tax, the investor would be required to declare the capital gains in his income tax return and will be subject to tax at the normal rates. Switching of units from a non-prescribed sub-fund to another sub-fund of the Fidelity Funds (or, subject to certain conditions, to a sub-fund of another collective investment scheme) constitutes a transfer for income tax purposes. However, the switching of units within the non prescribed sub-funds of the Fidelity Funds SICAV will not trigger any tax at that point but the tax on any gains, if any, will continue to be calculated (and paid) at the final transfer of the units by reference to the cost of acquisition of the original units. The cost of acquisition of Shares acquired before 1 March 2001 is the price at which they were last quoted on the Malta Stock Exchange before 1 March 2001 or the quoted price on the date when such Shares were acquired, whichever price is the higher. Capital gains realised on direct transfers to third parties of securities in non-prescribed funds must be declared by the transferor in his tax return and tax is charged thereon at normal rates, so however that on an eventual redemption, the gain on redemption is calculated without reference to the direct intermediate transfer.

Acquisitions or disposals of Shares issued by the Fund are exempt from Maltese duty on documents and transfers (stamp duty).

External Transactions

Maltese residents wishing to invest in the Fund (which is considered a portfolio investment in foreign currency) are reminded of their duty to abide by the reporting obligations under the External Transactions Act (Chapter. 233 of the Laws of Malta) which are specified in more detail in the related External Transactions Circulars. Both the Circulars and the reporting forms may be viewed and downloaded from the Central Bank of Malta's website www.centralbankmalta.com.

Under the External Transactions Act, Maltese residents are to ensure that when effecting new portfolio investments in foreign currency of Lm1,000 or more, Part A of form ETA-1 is completed. Where the investment in the Fund is financed with foreign funds emanating from an existing foreign currency account/investment held with a local institution, residents are obliged to ensure that Part B of form ETA-1 is completed. In the case of repatriation to Malta of foreign currency portfolio investment, form ETA-2 is to be completed for amounts of Lm10,000 or more. The aforementioned forms must be duly sent to the Central Bank of Malta by the agent licensed to deal in foreign exchange in terms of the Central Bank of Malta Act (Chapter 204 of the laws of Malta) on behalf of the customer.

THE NETHERLANDS

Registration and Supervision

The information below describes the facilities available to investors who are resident in The Netherlands, and the procedures which apply to dealing in Shares. This information must be read in conjunction with the current Prospectus of the Fund, the most recent annual report and accounts, and, if published thereafter, the most recent semi-annual report and accounts. Terms defined in the Prospectus have the same meaning in the following information.

Dealing Procedures

Dutch investors may place dealing instructions (either directly, or through their bank or intermediary) with Fidelity Investments International at the following address or, alternatively, with the Fund at its registered address.

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough
Tonbridge, Kent TN11 9DZ
United Kingdom
Telephone: (44) 1732 777 377

Fax: (44) 1732 777 262

Fidelity Investments International is the Distributor for The Netherlands and acts as agent for the General Distributor, Fidelity Investments Distributors.

Investors should note that applications for the purchase of and subscription for Shares or dealing instructions are provided to the Distributor in writing, in the form prescribed by the Distributor. Application forms are available from the Distributor on request.

Investors may purchase Shares in any major freely convertible currency as set out in the Prospectus. Where the investor purchases Shares in a currency which differs from the principal dealing currency of the relevant class, the investment amount will be converted into the principal dealing currency prior to investment. Similarly, sales proceeds may be received by the investor in any major freely convertible currency.

Branch Office in The Netherlands

Fidelity Investments International maintains a branch office at the following address:

Fidelity Investments International, Netherlands Branch

World Trade Center

Zuidplein 52 – Tower H, 6th Floor

NL-1077 XV Amsterdam

The Netherlands

Telephone: (31) 20797 7100

Fax: (31) 20799 3990

Investors may also place orders for the transaction of Shares through the branch office. Investors may also obtain from, or will be sent by, the branch office, free of charge, copies of the latest audited annual report and accounts, unaudited semi-annual report and accounts and copies of any notices to Shareholders.

Complaints concerning the Fund or a Distributor may also be lodged with the branch office for forwarding to the relevant company.

Documents Available for Inspection

The Articles of Incorporation of the Fund together with other documents listed in Appendix C, Section 10 of the Prospectus may be inspected, free of charge, at the branch office and copies obtained at a reasonable charge.

Taxation

The Directors of the Fund are informed of the following tax consequences for investors resident in The Netherlands.

a) Corporate shareholders resident in the Netherlands subject to Netherlands corporate income tax, will in principle be subject to corporate income tax in respect of dividends received from the Fund and capital gains realised on the disposal or redemption of the Shares in the Fund at a tax rate of 25.5%, with a step up rates of 20% on the first 25,000 Euro of taxable income and 23.5% for taxable income between Euro 25,000 and Euro 60,000 (rates 2007).

b) Certain institutional investors (such as qualifying pension funds, charities and family foundations) in principle are fully exempt from tax in respect of dividends received from the Fund and capital gains realised on the disposal or redemption of Shares in the Fund.

c) All portfolio investments held by an individual Shareholder will be considered to generate a deemed income of 4% of the average (beginning/end calendar year) fair market value of any classes of Shares of the Fund, which is subject to a special rate of 30%, except for the cases mentioned below in items (d) and (e). Actual income, such as dividends and capital gains, received or realised by an individual Shareholder on the Shares in the Fund will as such not be subject to Netherlands income tax.

d) As an exception to the tax treatment described under (c) above, individual Shareholders who own (alone or together with certain related people) 5% or more of the Shares in the Fund (a so called 'substantial interest') will be liable to tax in respect of dividends received from the Fund and capital gains realised on the disposal or redemption of the Shares in the Fund at a rate of 22% for taxable income exceeding Euro 250,000 the rate is 25%. The 22% rate only applies for the year 2007, as from 1 January 2008 the tax rate will be 25% for all taxable income derived from the substantial interest. In case certain requirements are met special rules may apply. Under these rules owners of a substantial interest in the Fund are deemed to generate an income of 4% of the fair market value (at the start of the calendar year) of the substantial interest in the Fund.

Investors owning a ‘substantial interest’ are advised to seek professional advice as to the tax consequences related to their shareholding in the Fund.

e) As an exception to the tax treatment described under (c) and (d) above, individual Shareholders who are subject to Netherlands income tax and who carry on an enterprise or an independent activity in The Netherlands to which the Shares in the Fund, or part thereof, could be allocated, will in principle be liable for income tax in respect of dividend distributions received from the Fund and capital gains realised on the disposal or redemption of the Shares in the Fund at a progressive rate of up to 52%.

f) Investors should also read the taxation section in Part II of this Prospectus that describes additional tax consequences for investors. Investors should seek their own professional advice as to the tax consequences before investing in Shares in the Fund.

It should be noted that this information does not constitute legal or tax advice and investors and prospective investors are urged to seek professional advice as regards tax legislation applicable to the acquisition, holding and disposal of Shares as well as that applicable to distributions made by the Fund. The tax treatment as described in this section refers to the current law and practice as valid at the date of this Prospectus. Both, taxation law and practice, and the levels of taxation, are subject to future alteration, with or without retro-active effect.

Paying Agent

Payment of dividends in respect of bearer Shares may be obtained from:

ABN AMRO Bank N.V.
Gustav Mahlerlaan 10
1082 PP Amsterdam
The Netherlands

Publication of Prices

Details of the most recent dealing prices of Shares may be obtained from the Distributor or the branch office. The Net Asset Values of the appropriate funds will also generally be published daily in Het Financieele Dagblad.

General

Further information about the Fund and the relevant dealing procedures may be obtained from Fidelity Funds, Kansallis House, Place de l’Etoile, BP 2174, L-1021 Luxembourg, or the branch office in The Netherlands.

NORWAY

Registration and Supervision

The Council Directive 85/611 for marketing in certain Member States of the European Union has been implemented in Norway by provision FOR 2002-07-08 nr 799 of 8 July 2002. The Fund has been registered, and the circulation of this Prospectus has been authorised, by the Financial Supervisory Authority of Norway (Kredittilsynet).

The information below describes the facilities available to investors in Norway, and the procedures which apply to dealing in Shares in the Fund. Further information is also provided as to consequences of purchasing or holding and disposing of Shares. This information must be read in conjunction with the current Prospectus of the Fund. Terms defined in the Prospectus have the same meaning in the following information.

Representative

The Fund has appointed Fidelity Investments International at the address below as a Distributor of Shares and as Representative of the Fund:

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough,
Tonbridge
Kent TN11 9DZ
United Kingdom
(Regulated in the UK by the Financial Services Authority)
Telephone: (44) 1732 777 377

Fax: (44) 1732 777 262

A list of Norwegian Sales Representatives can be obtained by calling the following toll free number: 800 11 507.

Dealing Procedures

Application forms are available on request from the Representative in the United Kingdom, the Fund or any other Distributor listed in the Prospectus.

Further information about the Fund and the relevant dealing procedures may be obtained from any Distributor, the Representative of the Fund or the Sales Representatives.

Publication of Prices

Details of the most recent prices of Shares in the Fund may be obtained from the Representative in the United Kingdom. The Net Asset Value of the appropriate funds will also generally be published twice a month in the Dagens Næringsliv.

Taxation

The information given below does not constitute legal or tax advice and existing or prospective investors should consult their own professional advisers as to the implications of their subscription, acquisition, holding, switching or disposal of Shares under the laws of the jurisdiction in which they may be subject to tax. Furthermore, taxation law and practices as well as the level of taxation are subject to future alteration.

The Directors of the Fund are informed of the following taxation consequences for individuals (‘Individuals’) and companies (‘Companies’) resident in Norway:

Note: it is unclear whether or not a Luxembourg SICAV is covered by the tax exemption rules for qualified shares and similar securities. Each Norwegian investor should thus seek to find out whether or not the investment will be subject to Norwegian tax.

a) Capital gains made by Norwegian resident corporate shareholders (defined as limited companies, savings banks and other self owned finance enterprises, mutual insurance companies, co-operatives, equity funds, associations, foundations, certain bankrupt estates and estates under administration, municipalities, county municipalities, intermunicipal companies and companies 100% owned by the Government) on disposal, conversion or redemption of shares are not subject to tax in Norway. Correspondingly, costs directly related to acquisition and sale of such shares will not be deductible for tax purposes. Costs related to the management of the portfolio etc. are, however, deductible. Shares covered by this tax exemption are shares in Norwegian limited liability companies, savings banks, mutual insurance companies, co-operatives, equity funds and intermunicipal companies as well as shares in similar foreign companies. Thus, shares in bond funds and currency funds are for instance not covered by the tax exemption rules.

b) Corporate shareholders as defined under a) above will not be allowed a deduction for losses upon sale, switch or redemption of shares if a gain would be exempt. Furthermore, in such a case costs directly related to acquisition and sale of such shares will not be deductible for tax purposes.

c) Capital gains on shares in low tax countries outside the EEA, including (but not limited to) NOKUS companies (i.e. CFC companies), are, however, not covered by the tax rules mentioned under a) and therefore still taxable (28% tax). Consequently, any losses on such shares will be deductible. The same goes for capital gains, and losses, on portfolio investments in companies outside the EEA. For capital gains, a portfolio investment exists if the tax payer has not continuously in the last two years owned 10% or more of the capital and 10% or more of the voting rights in the general meeting. For losses, a portfolio investment exists if the taxpayer alone or together with any closely related persons has not owned 10% or more of the capital or 10% or more of the voting shares in the general meeting during the last two years.

d) Capital gains for other bodies corporate than defined under a), if taxable, is calculated as the difference between the cost price of the shares, (including costs related to the acquisition of the shares), and the sales price.

e) Capital gain for individuals on disposal, conversion or redemption of shares (including shares in equity funds) is taxable.

f) For individuals, the taxable gain will be the difference between the cost price of the shares (including costs related to the acquisition of the shares) and the sales price. Any unused 'shield deduction' (calculated as the arithmetic average interest on Norwegian three months exchequer bills, after tax) will be deductible when calculating the taxable gain. The taxable gain/tax deductible loss is calculated on a share by share basis.

g) Individuals, and any entity not covered by the tax exemption rules mentioned under a), suffering a net loss from capital, e.g. as a result of a capital loss upon sale, switch, redemption etc. of shares, may claim a deduction in ordinary income (which is taxed with 28%), but not for gross tax purposes. Capital loss due to any unused shield deduction on shares will however not be tax deductible.

h) An exchange of shares from one sub-fund/class of shares to another is tax exempt if the transaction is covered by the tax exemption rules mentioned under a) above. Otherwise, such transfer will most likely be regarded as a taxable sale.

i) If a capital gain is taxable, the general capital gain tax rate is 28% and relates to all taxable persons (both all types of 'body corporate' and individuals).

j) Dividends on shares (as defined under a) above) received by Norwegian corporate shareholders (as defined under a) above) is not taxable. However, dividends on shares paid by Norwegian companies to taxpayers resident outside EEA will still be taxable (WHT) if not exempted in the relevant tax treaty. If not covered by the exemption rules mentioned under a), dividends from a company to corporate shareholders would be taxable at the rate of 28% as before. Dividends on shares as mentioned under c) to corporate shareholders will consequently be taxable in Norway.

k) For individuals, only dividends received in excess of a calculated 'shield deduction' (equal to the arithmetic average interest on Norwegian three months exchequer bills, after tax) multiplied with the cost price of the shares, previous years unused shield interest included, will be taxable at a tax rate of 28%. It is a condition for 'deduction' of shield interest that the dividends are paid out in accordance with the rules and regulations of the applicable corporate law.

l) Most Norwegian institutional investors are taxed as company shareholders (see a)) with respect to dividends and capital gains on the sale of shares. Some institutional and governmental investors are tax-exempt. Norwegian bond funds are entitled to deduct interest (distributions) paid to unit holders for tax purposes. Norwegian equity funds are exempt from taxation on all gains on shares irrespective of where the company in question is resident and do not have the right to deduction of losses on sale of shares in companies resident in countries outside the EEA area.

m) Each Norwegian investor should seek to find out whether or not the investment will be subject to Norwegian NOKUS taxation (CFC taxation). Norwegian residents (individual or company) will be taxed directly for their part in the foreign company's/fund's income if the company is located in a low-tax country, irrespective of whether or not any value is distributed to the investor. A low tax country in this respect is a country where the assessed income tax on the company's profits is less than two-thirds of assessed taxes calculated according to Norwegian tax rules as if the company had been located (resident) in Norway. A main condition for such taxation is that 50% or more of the foreign company's shares or capital is held or controlled, directly or indirectly, by Norwegian taxpayers (alone or together), based on ownership status at the beginning and end of the income year. Norwegian control exists also if the company is regarded as Norwegian controlled the year previous to the income year in question, except if less than half of the shares or capital directly or indirectly are controlled by Norwegian taxpayers both at the beginning and end of the income year. However, if Norwegian taxpayers own or control more than 60% of the shares or capital at the end of the income year, Norwegian control exists anyway. Correspondingly, Norwegian control is not regarded to exist on condition that Norwegian taxpayers own or control less than 40% of the shares or capital at the end of the income year. On condition that Norway has signed a tax treaty with the country involved, the CFC rules will only be applicable if the income of the entity in question is mainly of a passive nature. Furthermore NOKUS taxation may also be prohibited if the company in question is resident in the EEA area and not could be deemed as a wholly artificial arrangement as outlined in the ECJ's judgment in the Cadburry Schweppes case.

n) Individuals (and estates of deceased persons) will have to pay wealth tax based on their holding in the fund. Maximum tax rate is 1.10%. There is no wealth tax for limited liability companies, securities funds, state-owned enterprises according to the state-owned enterprise act, intermunicipal companies and companies or group of companies in which somebody owns a part in or receives income from, when the responsibility for the companies' or the group of companies' liabilities are limited to the companies' or group of companies' capital. Some institutional holders such as, for example, mutual insurance companies, savings banks, co-operatives, taxable pension funds, self-owned finance institutions and mortgage credit associations pay 0.30% wealth tax. Otherwise the maximum wealth tax rate for a corporate body is 1.00% (state and municipal tax). Shares in limited liability companies and securities funds are valued at 85% of quoted value for wealth tax purposes.

o) Investors should also read the taxation section in Part II of this Prospectus, which describes additional tax consequences for investors. Investors should seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Taxation law and practices, and the levels of taxation, are subject to future alteration.

Documents Available for Inspection

The following documents are available for inspection free of charge during normal business hours on weekdays (Saturdays, Sundays and other public holidays excepted) at the registered office of the Fund. These documents, together with a translation of the Luxembourg Law of 20 December 2002, may also be inspected, free of charge, at the offices of the Distributors.

a) Articles of Incorporation of the Fund
b) Agency Agreement
c) Custodian Agreement
d) Distributors' Agreements
e) Investment Management Agreement
f) Services Agreement
g) Paying Agency Agreement
h) Hong Kong Representative's Agreement
i) Simplified Prospectuses

The Agreements listed above may be amended from time to time by agreement between the parties thereto. Any such agreement on behalf of the Fund will be made by its Directors, except as noted in Appendix B under Management and Administration, Termination or Amendment.

The Articles of Incorporation (as amended from time to time) may also be inspected at the Sales Representatives.

Copies of this Prospectus, the latest simplified prospectuses and the latest audited annual report and accounts and unaudited semi-annual report and accounts of the Fund may be obtained free of charge upon request from the registered office of the Fund, the offices of the Distributors and the Sales Representatives.

SINGAPORE

It should be noted that for investors in Singapore this Prospectus is accompanied by a Singapore supplementary prospectus. Such Singapore supplementary prospectus includes the country-specific information for Singapore.

SOUTH AFRICA

Registration and Supervision

The Financial Services Board in South Africa ('the FSB') has duly approved the marketing of the Fund in South Africa. Fidelity Investments (South Africa) Limited is the representative of the Fund in South Africa.

No South African may acquire Shares in respect of any foreign collective investment scheme or fund that has not been approved by the FSB. Switching to another Luxembourg based UCITS scheme or to an 'unapproved' fund is prohibited by the FSB.

The following funds are approved for distribution: Fidelity Funds – America Fund, Fidelity Funds – American Diversified Fund, Fidelity Funds – American Growth Fund, Fidelity Funds – ASEAN Fund, Fidelity Funds – Asian Special Situations Fund, Fidelity Funds – Australia Fund, Fidelity Funds – China Focus Fund, Fidelity Funds – Emerging Markets Fund, Fidelity Funds – European Growth Fund, Fidelity Funds – Euro Blue Chip Fund, Fidelity Funds – European Larger Companies Fund, Fidelity Funds – European Mid Cap Fund, Fidelity Funds – European Smaller Companies Fund, Fidelity Funds – France Fund, Fidelity Funds – Germany Fund, Fidelity Funds – Global Focus Fund, Fidelity Funds – Greater China Fund, Fidelity Funds – Iberia Fund, Fidelity Funds – India Focus Fund, Fidelity Funds – Indonesia Fund, Fidelity Funds – International Fund, Fidelity Funds – Italy Fund, Fidelity Funds – Japan Fund, Fidelity Funds – Japan Advantage Fund, Fidelity Funds – Japan Smaller Companies Fund, Fidelity Funds – Korea Fund, Fidelity Funds – Latin America Fund, Fidelity Funds – Malaysia Fund, Fidelity Funds – Nordic Fund, Fidelity Funds – Pacific Fund, Fidelity Funds – European Aggressive Fund, Fidelity Funds – Singapore Fund, Fidelity Funds – South East Asia Fund, Fidelity Funds – Switzerland Fund, Fidelity Funds – Taiwan Fund, Fidelity Funds – Thailand Fund, Fidelity Funds – United Kingdom Fund, Fidelity Funds – Technology Fund, Fidelity Funds – Telecommunications Fund, Fidelity Funds – Euro Cash Fund, Fidelity Funds – US Dollar Cash Fund, Fidelity Funds – Industrials Fund, Fidelity Funds – Financial Services Fund, Fidelity Funds – Consumer Industries Fund, Fidelity Funds – Health Care Fund and Fidelity Funds – World Fund.

General

In addition to what is stated in this Prospectus, the current policy of the Fund in respect of the funds approved for distribution is as follows:

1. No equity, derivative or fixed income instrument is purchased or sold unless it is traded on an exchange which has been granted full membership of the World Federation of Exchanges; provided that, as allowed by the FSB, up to 10% of the Net Asset Value of each fund may be invested in markets which are not full members of the World Federation of Exchanges. To the extent that any assets are proposed to be invested in any of these latter markets, the Fund will use all reasonable efforts to carry out a due diligence eligible markets investigation in relation to such markets.
2. Borrowing of money is limited to 10% of the value of the fund provided that such borrowing is of a temporary nature.
3. The funds utilise derivative instruments, including option contracts and futures contracts, only for the purposes of efficient portfolio management. Derivative products are not used for purposes of gearing or leveraging or for the purposes of producing, enhancing or generating income. All derivatives utilised are exchange-traded derivatives and derivative products are traded over-the-counter only for purposes of effecting forward currency, interest rate swap and exchange rate swap transactions. No uncovered positions are allowed.
4. No fixed income securities are purchased unless they are investment grade (BBB or above). Such ratings will emanate from a major agency, typically Standard & Poors, Moodys or Fitch Ratings Limited. If the ratings between these agencies differ, the lower is applied. However, up to 10% of fixed income securities may be non-investment grade *(see also footnote)*.
5. The funds may not invest in a fund of funds or a feeder fund.
6. No scrip borrowing is allowed.

Footnote to 3: Normally no fixed income securities are purchased. However there may be occasions where the funds buy convertible bonds. Although these provide a 'fixed income' and on a literal interpretation may be referred to as 'fixed income securities', these convertible bonds are directly linked to an underlying equity referred to in 1 above and are acquired for the purpose of ultimately acquiring the underlying equity. Usually any such bonds are not rated and accordingly no confirmation can be given as to how they are rated. The positions represented by convertible bonds as a percentage of the total net assets of each fund, are immaterial.

Important differences between South African collective investment schemes and the Fund

Repurchases of units/shares

In terms of South African legislation and deeds, a South African collective investment scheme is required to repurchase units from the public at a price which has been calculated not more than 24 hours preceding the receipt of the application.

The Fund is required to buy back Shares on demand and may only suspend trading under limited conditions as laid down by the constitutional document of the Fund. The Directors of the Fund may suspend the pricing, sale switch and repurchase of Shares of any class for any period of time under extreme market conditions as disclosed in Part II, Appendix C, (Temporary Suspension of Determination of Net Asset Value) of this Prospectus.

Fund expenses

In terms of South African legislation, South African collective investment schemes are only allowed to deduct certain amounts from a portfolio, namely charges payable on the buying and selling of assets for the portfolio (such as brokerage, marketable securities tax, value-added tax or stamp duties), auditor's fees, bank charges, trustee and custodian fees and other levies and taxes, share creation fees payable to the Registrar of Companies, and the agreed and disclosed service charges of the manager.

It is a practice in foreign collective investment schemes that the scheme carries additional expenses. These are set out in detail in Part II (Charges and Expenses) of this Prospectus. This includes the amortisation or formation costs of the Fund.

Liquidity requirement/borrowing powers

In terms of South African legislation, South African collective investment schemes may only borrow funds where insufficient liquidity exists in a portfolio or where assets cannot be realised to repurchase or cancel participatory interests, in which event the manager may borrow the necessary funds for such repurchase or cancellation, on security of the assets and for the account of the portfolio in question, from a registered financial institution at the best commercial terms available and until assets can be realised to repay such a loan, provided that the maximum amount so borrowed may not exceed 10% of the market value of such portfolio at the time of borrowing.

The Fund is allowed at times to borrow up to 10% of the total value of the net assets of the Fund on a temporary basis to redeem Shares or to defray operating expenses or for settlement of investment acquisitions pending receipt of subscription monies. See Part II, Appendix A (Investment Powers and Safeguards) of this Prospectus.

Capital adequacy requirement

In terms of the Collective Investment Scheme Control Act 45 of 2002 and the regulations promulgated thereunder, a manager may not be registered or be allowed to continue as manager unless at the time of registration and at all times thereafter (except where specifically exempted by the Registrar of Collective Investment Schemes) the manager has net assets in liquid form which exceed the minimum capital requirement. Fidelity Fund Management Limited, as the investment manager of the Fund, is not subject to any capital adequacy requirement.

Investment restrictions

The laws governing the investment guidelines of South African collective investment schemes are clearly set out in the Collective Investment Schemes Control Act 45 of 2002, the various regulations promulgated thereunder and the relevant deeds.

The general investment restrictions of the Fund are set out in full in Part II, Appendix A (Investment Powers and Safeguards) of this Prospectus, and set out the maximum exposure limits allowed in the Fund as to securities, debt, warrants, unlisted Shares, bonds etc. Investors are advised to refer to the investment objectives of the range of funds, as set out in Part I of this Prospectus, for full details of the applicable investment restrictions. However, the Fund is required to meet all the requirements of the European Community Directive 85/611. This sets out in great detail the minimum requirements the Fund must comply with regarding investment restrictions. These are restrictive, are comparable to South African legislation, and in some cases are more restrictive than South African legislation.

Derivatives

For the purpose of efficient portfolio management, the Fund may use various techniques, instruments and derivatives for the purposes of hedging and efficient portfolio management. The use of these instruments for these purposes in managing the funds is regulated under Luxembourg and EU law. Details of the restrictions are set out in Part II, Appendix A (Special Investment and Hedging Techniques and Instruments) of this Prospectus.

The South African legislation in relation to such techniques and derivative investments is more stringent.

Securities lending

The Fund allows for security lending and borrowing, as set out in Part II, Appendix A (Securities Lending and Borrowing) of this Prospectus.

Scrip lending by South African collective investment schemes is permitted, within the limits and on the conditions contained in the deed. Scrip borrowing is prohibited.

Taxation

Investment in an offshore investment company

South African residents are taxed on their worldwide income at the earliest of receipt or accrual. South African residents include individuals that are ordinarily resident in South Africa, individuals that meet a minimum physical presence requirement calculated over a period of six years and any trust, company or any other entity that is incorporated, established or formed in South Africa or that has its place of effective management in South Africa.

Dividend and interest income

The Fund is an open-ended investment company and income distributions are made by way of dividend. Dividends from companies (save for limited exemptions) are taxable in South Africa as part of a South African resident's taxable income. Any foreign dividend received by or accrued to a South African taxpayer on or after 8 November 2005, where that person holds at least 20% of the total equity share capital and voting rights in the company declaring the dividend, will be exempt from South African normal income tax. Dividends from South African tax resident companies or dividends declared by a non-South African resident company out of profits that have been or will be subject to tax in South Africa are exempt from tax in the hands of South African recipients.

Dividends received or accrued from hybrid equity instruments (as defined), issued or acquired during years of assessment commencing on or after 26 October 2004, or which became such an instrument after such date, shall be deemed to be interest from a SA source in the recipient's hands and therefore be included in the recipient's gross income.

Interest received by or accrued to a South African resident or which is deemed to have accrued to a South African resident, is likely to be taxable in South Africa, subject to limited exemptions.

Accumulation of income

Where the underlying income of the Fund is rolled up and not distributed, the South African resident investor will not be in receipt of any foreign dividends. Accordingly, no South African income tax liability will arise in the hands of a South African resident until such time as a distribution or deemed distribution takes place.

Sale of Shares to third parties

The 'gross income' definition contained in the South African Income Tax Act provides a starting point for the determination of any person's taxable income. The definition of 'gross income' for South African tax residents refers to the total amount, whether in cash or otherwise, received by or accrued to or in favour of any resident, excluding such receipt or accruals of a capital nature. The definition of 'gross income' for non South African tax residents refers to the total amount, whether in cash or otherwise, received by or accrued to or in favour of such person from a source or deemed source within South Africa, excluding such receipt or accruals of a capital nature.

Accordingly, each individual investor would be required to determine whether the receipt or accrual, arising from a disposal or redemption is of a capital nature or not. These issues cannot be determined without reference to the individual circumstances of the resident.

Should the receipt or accrual not be of a capital nature, the investor will be taxed on the total amount at the rate of taxation applicable to that investor. If the receipt is of a capital nature, individual investors will pay normal income tax on 25% of their net capital gain (being the amount by which their aggregate capital gains exceed their aggregate capital losses) and corporate investors and trusts will pay normal income tax on 50% of the net capital gain (being the amount by which the entities' aggregate capital gains exceed their aggregate capital losses) on disposal, provided that no exemptions apply.

The capital gain or loss arising on the disposal of an asset is calculated by deducting the base cost of the asset from the proceeds received or which accrued in respect of the disposal. Where, for years of assessment commencing on or after 24 January 2005, an asset is disposed of and the consideration includes an amount that cannot be quantified, then so much of the consideration that cannot be quantified will be treated as not having accrued to the investor until such date that the amount is quantifiable.

Similarly, when determining the capital gains or losses (if any) in respect of assets disposed of during years of assessment commencing on or after 24 January 2005, where all the proceeds do not accrue to the seller in the same year of assessment, capital losses on such disposals will be deferred until the proceeds accrue. Capital losses may be deducted from subsequent capital gains on the disposal of assets when the proceeds in relation to that asset accrue or when it can be shown that no further proceeds will accrue.

The investment falls within the definition of a foreign equity instrument, any exchange gain in respect of such an investment will be taxable as part of the capital gain on disposal.

Redemption of Shares and Share buy-backs

Should the Fund redeem an investor's Shares, a dividend will arise if the redemption value exceeds the aggregate of the nominal value of the Shares, and the value of any share premium applied in payment of the proceeds on redemption, as such excess falls within the definition of a dividend. Foreign dividends received by a South African investor are taxable (save for limited exemptions, as described above). A capital gain or loss will also arise to the extent of the difference between the adjusted proceeds (i.e. the redemption proceeds less any amount classified as a dividend) and the base cost of the Shares.

NOTE: This summary of the tax consequences for South African investors briefly sets out the tax position as at 19 March 2007 and is for information only. It should be noted that no proposed amendments to the South Africa Income Tax Act has been included in the above description of the South African tax position. Investors should consult their own tax advisors in relation to an investment in the Fund as the individual circumstances of each investor will determine the full tax consequences of any investment in the Fund.

SWEDEN

Registration and Supervision

The Fund is an open-ended investment company incorporated in Luxembourg on 15 June 1990.

By virtue of rulings of the Swedish Financial Supervisory Authority (Finansinspektionen) dated 18 December 1995 and 27 October 2005, the Fund is authorised to sell its Shares to members of the public in Sweden.

The information below describes the facilities available to investors resident in Sweden and the procedures which apply to dealing in Shares in the Fund. This information must be read in conjunction with the current Prospectus of the Fund, the most recent annual report and accounts and, if published thereafter, the most recent semi-annual report and accounts. Amendments to the Prospectus, the Fund's regulations or to the Articles of Incorporation, or any other information will be held available at the offices of the Representative. Material amendments to the Prospectus, the Fund's regulations or to the Articles of Incorporation will be filed with the Swedish Financial Supervisory Authority.

Representative

The management of the Fund has appointed Svenska Handelsbanken AB, Blasieholmstorg 12, SE-106 70 Stockholm, Sweden, as the Representative for the Fund in Sweden. The Paying Agency, the place of performance and court of law have been substantiated at the Representative's registered office as regards the Shares distributed in Sweden.

Dealing Procedures

Investors may give instructions (directly, or through their bank or other financial representative) to the Representative or any of the Distributors listed in the Prospectus, or to the head office of the Fund. Investors may also apply to redeem Shares and obtain payment through the Representative.

Fidelity Investments International is the Distributor for Sweden and acts as agent for the General Distributor, Fidelity Investments Distributors. All instructions can be addressed to the Representative, Fidelity Investments International, or to the

European Service Centre and processing agent, Fidelity Investments Luxembourg S.A. at the address given below:

European Service Centre
Kansallis House
Place de l'Etoile
BP 2174
L-1021 Luxembourg
Telephone: (352) 250404 1

Fax: (352) 250 340

Investors should bear in mind that applications for the acquisition of Shares or instructions to change from one category of Share to another should be delivered in writing to the Representative, Distributor, or to the European Service Centre, and in the form prescribed by the Representative or Distributor.

Application forms may be obtained in Sweden on request from the Representative, the European Service Centre or the Distributor. Investors may apply for Shares in any major freely convertible currency. Where the investor deals in a currency which differs from the principal dealing currency of the relevant class, the investment amount will be converted into the principal dealing currency prior to purchase. Similarly, sales proceeds may be received by the investor in other major freely convertible currency as set out in the Prospectus.

Further information concerning the Fund and procedures for application and redemption may be obtained from a Distributor or the Representative in Sweden or the European Service Centre.

Publication of Prices

Prices for Shares of the Fund may be obtained from any Distributor or from the Representative in Sweden. Shares are listed on the Luxembourg Stock Exchange. The Net Asset Values of the appropriate funds will generally be published with the mention 'plus charges' in the Dagens Industri at least twice a month.

Taxation

The Directors of the Fund are informed of the following summary of certain Swedish tax consequences related to the holding of Shares for individuals and limited liability companies resident in Sweden for tax purposes. The summary is intended to provide general information only. The summary does not cover income tax issues in cases where the Shares are held as current assets in business operations or by a partnership. The tax treatment for investors depends in part on their particular situation. Before investing in Shares of the Fund, each investor should consult a professional tax advisor as to the tax consequences relating to their particular circumstances resulting from holding the Shares.

a) For individuals, dividends declared in respect of Shares and such capital gains as are made upon the disposal, conversion or redemption of Shares are classified as capital income and are taxed at a rate of 30%. It should be noted that the switch of Shares in one fund into Shares in another fund is treated as a disposal of Shares.

b) For individuals, capital losses on listed securities that are taxed as stock may as a general rule be fully deducted from capital gains on all listed securities that are taxed as stock and from capital gains on unlisted stock. 70% of a loss in excess of such gains may be deducted from other capital income. If a net loss should arise in the capital income category in a given year, such net loss may reduce the tax on income from employment and business operations as well as property tax. This tax reduction is granted at 30% of the net loss that does not exceed SEK 100,000 and at 21% of the net loss for any remaining part. Net losses not absorbed by these tax reductions cannot be carried forward to future tax years.

c) Values for the net wealth taxation regarding Shares reported to the Swedish Tax Agency will be published on its website skatteverket.se.

d) For limited liability companies, all income is attributable to the category of business operations and is taxed at a rate of 28%. Please see a) above regarding taxable events.

e) For limited liability companies, capital losses on Shares, which are held as capital investments, may only be deducted from capital gains on securities that are taxed as stock. Capital losses not deducted from such gains may be carried forward to reduce such capital gains in future tax periods without limitations in time.

f) Specific tax consequences may be applicable to certain categories of companies, e.g. investment companies.

g) Investors should also read the taxation section in Part II of this Prospectus, which describes additional tax consequences for investors. Investors should seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Taxation law and practices, and the levels of taxation, are subject to future alteration.

Documents Available for Inspection

The Articles of Incorporation (as amended from time to time) may be inspected at the registered office of the Fund, the offices of the Distributors and the Representative in Sweden. Copies of the Prospectus, the latest simplified prospectuses and the latest audited annual report and accounts and unaudited semi-annual report and accounts of the Fund may be obtained free of charge upon request from the registered office of the Fund and the offices of the Distributors.

TAIWAN

It should be noted that a Partial Prospectus for investors in Taiwan exists. Such Partial Prospectus includes the country-specific information for Taiwan.

UNITED KINGDOM

Registration and Supervision

The Fund is recognised under the provisions of Section 264 of the Financial Services and Markets Act 2000. Investors should note that transactions in or a holding of Shares in the Fund, will not be covered by the provisions of the Financial Services Compensation Scheme, nor by any similar scheme in Luxembourg.

The Prospectus must be read in conjunction with the relevant simplified prospectus. Together these constitute a direct offer financial promotion and a UK investor applying for Shares in response only to these documents will not have any right to cancel or withdraw that application under the provisions dealing with cancellation and withdrawal set out in the Conduct of Business

Sourcebook issued by the UK Financial Services Authority if such an application is accepted by the UK Representative. No rights of cancellation arise when dealing direct with the Fund or with any other Distributor. Cancellation Rights are granted in accordance with FSA Rules for applications made through regulated intermediaries.

The Prospectus, the simplified prospectuses and this information sheet have been approved for issue in the United Kingdom by Fidelity Investments International, authorised and regulated by the Financial Services Authority.

Representative in the UK

The Fund has appointed Fidelity Investments International as the UK Representative of the Fund.

Holders of Bearer Certificates may obtain copies of any notices to Shareholders from the UK Representative.

Payment of dividends in respect of Bearer Certificates may be obtained by presenting coupons, due for payment, to HSBC, Global Investor Services Mail Counter, Mariner House, Pepys Street, London EC3N 4DA.

Complaints concerning the Fund may be lodged with the UK Representative for forwarding to the Fund. The UK Representative is authorised and regulated by the Financial Services Authority in the conduct of its regulated activity.

Dealing Procedures

The Fund has appointed Fidelity Investments International as Distributors of Shares of the Fund within the UK:

Fidelity Investments International
Oakhill House
130 Tonbridge Road
Hildenborough
Kent TN11 9DZ
(Authorised and regulated in the UK by the Financial Services Authority)
Telephone: 0800 414161 (Private Investors)
0800 414181 (Professional Advisors)
Fax: 01732 777262

Applications to subscribe for, redeem or switch Shares may be placed with the UK Representative either in writing or (subject to the restriction that the investor's first subscription must be made on an application form) by telephone at the above address. An investor may also place instructions using facsimile, where an appropriate authority (contained on the application form) has been received. Application forms are available on request from the UK Representative or the Fund.

A description of how an investor may purchase, switch or sell Shares in the Fund and the relevant settlement procedures is contained in Part II of this Prospectus. All dealing in Shares will be on a forward pricing basis. That is, subject to any temporary suspension of dealing in Shares, applications to subscribe for, switch or redeem Shares received by the UK Representative on a day that they are open for business before 5.00 pm (UK time) on a Valuation Date will be effected that day using the prices at the next calculated Net Asset Value (together with the appropriate sales or switch fee).

The price of Shares in the Fund (whether acquired through the Distributor or the Fund) will consist of the Net Asset Value of the Shares for the relevant fund plus a sales charge of up to 5.25% of the Net Asset Value. On a switch, a fee of up to 1.00% of the Net Asset Value of the Shares to be issued, will be charged. Please refer to 'Switching Charges' in Part II of this Prospectus for full details.

Investors may place orders for Shares in Pounds Sterling or in another major freely convertible currency as set out in this Prospectus. Where the investor deals in a currency which differs from the principal dealing currency of the relevant class, the investment amount will be converted into the principal dealing currency prior to purchase. Similarly, redemption proceeds may be received by the investor in Pounds Sterling or other major freely convertible currency. A savings plan is available to UK investors with a minimum monthly subscription of GBP 50 payable by direct debit. Further details are available on request.

Foreign exchange transactions in respect of such deals will normally be placed on the same UK Business Day of receipt of the instructions.

Contract notes will be issued, usually within 24 hours of the determination of the relevant prices and foreign exchange rates.

Further information about the Fund and the relevant dealing procedures may be obtained from the UK Representative.

Publication of Prices

Details of the most recent prices of Shares in the Fund may be obtained from the UK Representative. The Net Asset Values of the appropriate funds are generally published daily in a number of international newspapers as decided from time to time by the Directors.

Taxation

The summary below is intended only as a general guide for potential investors and does not constitute tax advice. Intending investors are strongly advised to seek independent professional advice concerning possible taxation or other considerations that may be relevant to their particular circumstances.

Potential investors should note that the following information relates only to United Kingdom taxation and is based on advice received by the Directors regarding current law and practice. It is therefore subject to any subsequent changes.

The Directors of the Fund are informed of the following general taxation consequences for investors resident in the United Kingdom and subject to UK tax:

a) Chapter V of Part XVII of the Income and Corporation Taxes Act 1988 (the 'Taxes Act') provides that if an investor resident of ordinarily resident in the UK for taxation purposes holds a 'material interest' in an offshore fund, and the fund does not obtain certification as a 'distributing fund' for each account period of the fund in which the investor holds that interest, any gain (calculated without the benefit of indexation and/or taper relief) accruing to the investor upon sale or other disposal of the interest (including a disposal pursuant to a switch transaction) will be taxed as income and not as capital gains. Changes implemented by the UK Finance Act 2004 amended the definition of offshore fund such that the different parts and/or share classes of an offshore fund must now obtain distributing fund status in their own right. The distributing funds and Share classes of the Fund that are marketed in the UK have been certified for all accounting periods up to 30 April 2006. The Directors expect these funds or Share classes to be certified as distributing funds for subsequent account periods, although there can be no guarantee that these funds or Share classes of funds will remain so certified. If certification is received for each relevant accounting period, a sale or redemption of Shares in the relevant funds or Share class will be treated as a disposal for the purposes of capital gains, tax and corporation tax on chargeable gains (see paragraph (d) for instances where the disposal contains an element of income equalisation). A switch between Shares in a fund to Shares in another fund (or funds) will also generally be treated as a disposal for the purposes of capital gains tax and corporation tax on chargeable gains. It should also be noted that a switching between Share classes of the same sub-fund may, in certain cases, also be treated as a disposal for the purposes of capital gains tax and corporation tax on chargeable gains.

b) Subject to paragraph (a) above, capital gains arising on a disposal of Shares by individuals will be liable to capital gains tax if together with other net gains and after taper relief/indexation allowance, they exceed the annual exemption, which is GBP 8,800 for the fiscal year ended 5 April 2007. The applicable rate of capital gains tax will be equivalent to the starting rate of income tax where net income and gains are less than GBP 2,150, and the lower rate of income tax where net income and gains are between GBP 2,151 and GBP 33,300 and the higher rate of income tax thereafter. The starting, lower and higher rates of income tax for the fiscal year ended 5 April 2007 are 10%, 20% and 40% respectively. In the case of companies generally, gains, after indexation allowance, arising on a disposal of Shares, will be liable to corporation tax. The mainstream rate of corporation tax for the financial year ended 31 March 2007 is 30%. Tax rates may be different for subsequent financial years.

c) Dividends received by Shareholders liable to UK income tax or reinvested on their behalf in further Shares, will be charged to income tax as dividends of a non-UK resident company. Dividends received by Shareholders liable to UK corporation tax or reinvested on their behalf in further Shares, will be treated as income receipts chargeable under Case V of Schedule D to the Taxes Act. These income receipts should be declared on the investor's tax return and will be taxable at the applicable rate of income tax, or corporation tax, if the Shareholder is a company. For individuals, the rates for the fiscal year ended 5 April 2007 are 10% where net income is less than GBP 33,300 and 32.5% thereafter.

d) Income equalisation arrangements operate in respect of Shares in the Cash, Balanced and Bond funds but not in respect of Shares in the Equity funds.

For those funds operating income equalisation arrangements, in the case of the first allocation made in respect of a Share in an accounting period, the amount representing income equalisation is a return of capital and not taxable in the hands of the Shareholder. This amount should generally be deducted from the base cost of Shares in computing the capital gain realised upon their disposal. A payment on redemption or other disposal of Shares may also include an equalisation payment in respect of the accrued income of the fund to the date of redemption/disposal and this is taxable as income in the hands of the Shareholder. Disposal proceeds for capital gains purposes will exclude any such amounts of accrued income, received on disposal.

On the purchase of Shares of funds not operating income equalisation arrangements during an accounting period, the Net Asset Value of those Shares may include an amount representing income accrued by the Fund during the then current accounting period. The next distribution of income by the Fund may, therefore, include income already purchased by the Shareholder when subscribing for the Shares. That income will, nevertheless, be taxable in the hands of the Shareholder as an income receipt (in accordance with paragraph (c) above).

e) The attention of corporate Shareholders is drawn to Section 98 and Schedule 10 of Finance Act 1996, whereby relevant interests of companies in offshore funds may be deemed to constitute a loan relationship with the consequence that all profits and losses on such relevant interests are chargeable to corporation tax in accordance with a fair value basis of accounting. The relevant provisions apply where the market value of relevant underlying interest bearing securities and other qualifying investments is at any time more than 60% of the value of all the investments of the Fund. In each case, the investments to be considered comprise the aggregate investment across all sub-funds. The directors anticipate that the market value of qualifying investments will at all times exceed this 60% threshold. However, should the Fund fail the test at any time, the income basis of taxation will apply to corporate investors in the Fund.

f) Individual Shareholders resident or ordinarily resident in the UK should note the provisions of Sections 739 and 740 of the Taxes Act. These provisions are directed to the prevention of avoidance of income tax through transactions resulting in the transfer of assets or income to persons (including companies) resident or domiciled outside the UK and may render them liable to taxation in respect of any undistributed income and profits of the Fund on an annual basis. In view of the proposed income distribution policy, it is not anticipated that these provisions will have any material effect on UK resident individual Shareholders. This legislation is not directed towards the taxation of capital gains.

g) The attention of investors resident or ordinarily resident in the UK (and who, if individuals, are also domiciled in the UK for those purposes) is also drawn to the provisions of Section 13 of Taxation of Chargeable Gains Act 1992 ('Section 13'). Under these provisions, where a chargeable gain accrues to a company that is not resident in the UK, but which would be a close company if it were resident in the UK, a person may be treated as though a proportional part of that chargeable gain, calculated by reference to their interest in the company, has accrued to them. No liability under Section 13 can be incurred by such a person, however, where such proportion does not exceed one-tenth of the gain.

h) Corporate Shareholders resident in the UK should note the provisions of Section 747 of the Taxes Act. These provisions may subject UK resident companies to corporation tax on profits of non-resident companies, controlled by persons resident in the UK, in which they have an interest. These provisions affect UK resident companies who have an interest of at least 25% in the profits of a non-resident company, which does not distribute substantially all its income. In view of the proposed income distribution policy, it is not anticipated that these provisions will have any material effect on UK resident corporate Shareholders. This legislation is not directed towards the taxation of capital gains.

i) Investors who are insurance companies within the charge to United Kingdom corporation taxation holding their Shares in the Fund for the purposes of their long-term business (other than pension business) will be deemed to dispose of and immediately reacquire those Shares at the end of each accounting period.

j) Investors should also read the taxation section in Part II of this Prospectus which describes additional tax consequences for investors. Shareholders should seek their own professional advice as to the tax consequences before investing in Shares in the Fund. Taxation law and practice, and the levels of taxation, are subject to future alteration.

Documents Available for Inspection

The Articles of Incorporation of the Fund (as amended from time to time), together with other documents listed in Appendix C, Section 10 in this Prospectus may be inspected free of charge on weekdays (excluding public holidays) during normal business hours at the registered office of the Fund, and at the offices of the UK Representative and the Distributors. Further copies of this Prospectus, the latest simplified prospectuses and the latest audited annual report and accounts and unaudited semi-annual report and accounts of the Fund may be obtained free of charge upon request from the registered office of the Fund and the offices of the Distributors.

Commissions/Charges

The price of Shares in the Fund will consist of the Net Asset Value of the Shares for the relevant fund plus a sales charge of up to 5.25% of the Net Asset Value. On a switch, a fee will be charged of up to 1.00% of the Net Asset Value of the Shares to be issued. Please refer to 'Switching Charges' in Part II of this Prospectus for full details.

Initial commission may be paid by the UK Representative in respect of Shares purchased through a professional adviser at a rate not exceeding the rate of the sales charge. When an investment is switched from one fund to another, commission at a rate not exceeding the switch fee may be paid to the regulated intermediary concerned. An ongoing commission may also be payable based on the value of your holding. Your intermediary will give you full details on request.

Further information about the Fund and the relevant dealing procedures may be obtained from the UK Representative.

The Prospectus and the above information have been approved for issue in the UK by Fidelity Investments International, authorised and regulated by the Financial Services Authority.