

Fidelity SmartHedge™ U.S. Equity Fund² US\$

PERFORMANCE (SERIES B) – US\$

AS AT SEPTEMBER 30, 2024

Standard period returns

| | FUND |
|-----------------|-------|
| 1 month | 1.58 |
| 3 month | 4.76 |
| 6 month | 7.33 |
| 1 year | 26.83 |
| Since inception | 16.82 |

Calendar year performance



Risk classification



A fund's volatility is determined using a statistical measure called "standard deviation. Standard deviation is a statistical measure of how much a return varies over an extended period of time. The more variable the returns, the larger the standard deviation. Investors may examine historical standard deviation in conjunction with historical returns to decide whether an investment's volatility would have been acceptable given the returns it would have produced. A higher standard deviation indicates a wider dispersion of past returns and thus greater historical volatility. Standard deviation does not indicate how an investment actually performed, but it does indicate the volatility of its returns over time. Standard deviation is annualized. The returns used for this calculation are not load-adjusted. Standard deviation does not predict the future volatility of a fund.

The investment risk level indicated is required to be determined in accordance with the Canadian Securities Administrators standardized risk classification methodology, which is based on the historical volatility of a fund, as measured by the ten-year annualized standard deviation of the returns of the fund. Standard deviation is used to quantify the historical dispersion of returns around the average returns over a recent ten-year period.

QUARTERLY TOP TEN HOLDINGS

AS AT JUNE 30, 2024

| | |
|--|--------------|
| Microsoft – Information Technology | |
| Apple – Information Technology | |
| Nvidia – Information Technology | |
| Alphabet, Cl. A – Communication Services | |
| Amazon.com – Consumer Discretionary | |
| iShares Core S&P 500 ETF – Multi Sector | |
| Meta Platforms – Communication Services | |
| Berkshire Hathaway, Cl. B – Financials | |
| Eli Lilly and Company – Health Care | |
| Broadcom – Information Technology | |
| Total holdings | 506 |
| Top 10 holdings aggregate | 37.3% |

ALLOCATION

AS AT AUGUST 31, 2024

| ASSET MIX' (%) | CURRENT MONTH |
|------------------|---------------|
| Foreign Equities | 98.9 |
| Cash & Other | 1.1 |

SECTOR MIX (%)

| | |
|------------------------|------|
| Information Technology | 30.1 |
| Financials | 12.9 |
| Health Care | 11.8 |
| Consumer Discretionary | 9.3 |
| Communication Services | 8.5 |
| Industrials | 8.1 |
| Consumer Staples | 5.8 |
| Energy | 3.4 |
| Utilities | 2.3 |
| Real Estate | 2.3 |
| Materials | 2.2 |
| Multi Sector | 2.2 |

Fund strategy

- Focus on downside risk mitigation with upside participation.
- Defensive, options-based equity strategy with long-only put options.
- Strategy designed to hedge against moderate and large market declines.
- Can be used to manage beta in a diversified portfolio.

Fund facts

Portfolio managers

Eric Granat
Mitch Livstone
Zach Dewhirst

Fund inception date

January 25, 2023

NAV - Series B

US\$9.70 (as at September 30, 2024)

Aggregate assets (all series)

\$9.8 million (as at August 31, 2024)

Management expense ratio – Series B

2.06%, as at December 31, 2023

1 Month-end asset mixes may total greater than/less than 100% due to differences in the timing of cashflows and investments, and/or to reflect cash held for the purposes of collateral allocations associated with certain types of derivatives. Country and sector allocations show specific exposures to countries/sectors representing at least 1% of total fund asset. As such, the values displayed may not total 100%. ■ 2 Fidelity SmartHedge™ U.S. Equity Fund uses derivatives to implement a disciplined options-based strategy designed to provide downside risk mitigation. The strategy used by the Fund, while designed to offset or mitigate a decrease in the value of the Fund's investments, does not completely eliminate downside risk. Using an options-based strategy carries no guarantees, and options can expire worthless, meaning that the Fund can lose the entire amount of the premiums that are paid to purchase those options.

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Please note that investment performance and NAVPU are reported in U.S. dollars. Fund aggregate assets are reported in Canadian dollars.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus, which contains detailed investment information, before investing. The indicated rates of return are historical annual compounded total returns for the period indicated including changes in unit value and reinvestment of distributions. The indicated rates of return do not take into account sales, redemption, distribution or option charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed. Their values change frequently. Past performance may not be repeated.