

Fidelity Global Low Volatility Equity Fund

Monthly report

As at 30/11/2022

Fund description

A diversified core portfolio of 100-250 global equities the fund aims to achieve long-term capital growth with lower risk than the market. The Fund invests in a portfolio of 100-250 global stocks which we believe will exhibit lower volatility, selected through a unique combination of Fidelity's research from our 400 investment experts and quantitative tools. By reducing the effect of down markets, the fund aims to outperform the index with improved compound returns over time.

Fund facts

Portfolio manager: Zach Dewhirst

Benchmark: MSCI World Index NR

Inception date: 15/12/2017

Fund size: AU\$37.94M

Management cost: 0.65% p.a.

Buy/sell spread: 0.20%/0.20%

Portfolio guidelines

Cash: Maximum 5% cash allocation

Top 10 holdings (%)

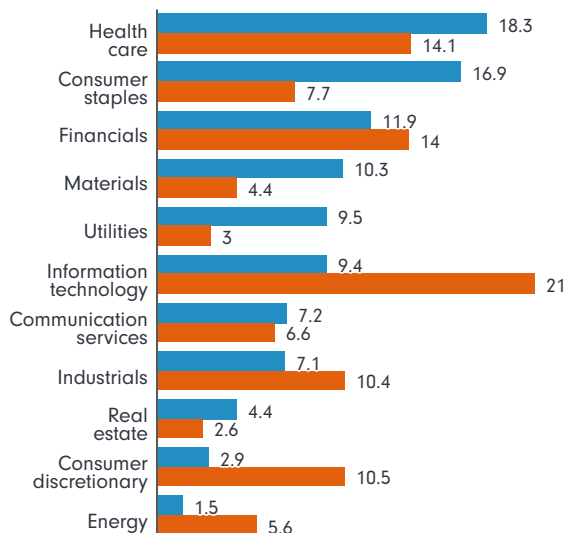
	Fund	B'mark
T-mobile US Inc	1.1	0.2
Merck & Co Inc	1.1	0.5
Marsh & McLennan Cos Inc	1.1	0.2
Unitedhealth Group Inc	1.0	1.0
Vertex Pharmaceuticals Inc	1.0	0.2
Cboe Global Markets Inc	1.0	0.0
Agnico Eagle Mines Ltd	1.0	0.0
Berkshire Hathaway Inc Del	1.0	0.8
Amgen Inc	1.0	0.3
Astrazeneca Plc	1.0	0.4

Performance %

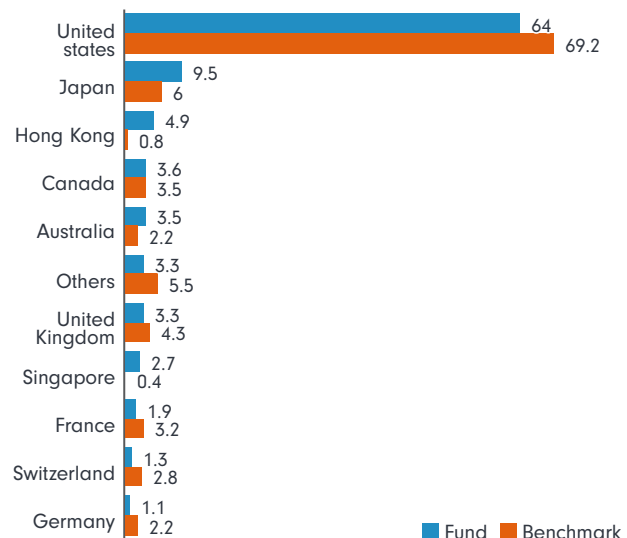
	1 mth	3 mth	6 mth	1 yr	3 yrs p.a.	5 yrs p.a.	Since Inception p.a (15/12/2017)
Fidelity Global Low Volatility Equity Fund	2.34	7.19	6.30	0.77	3.70	-	7.58
MSCI World Index NR	2.12	6.44	5.21	-5.62	7.88	-	10.23
Excess return	0.22	0.75	1.09	6.39	-4.18	-	-2.65

Total net returns represent past performance only. **Past performance is not a reliable indicator of future performance.** Total returns (net) have been calculated using exit prices and take into account the applicable buy/sell spread and are net of Fidelity's management costs, transactional and operational costs and assumes reinvestment of distributions. No allowance has been made for taxation or for any fees charged by operators of master trusts or wrap accounts through which the products are offered. Returns of more than one year are annualised. Returns of the Fund can be volatile and in some periods may be negative. The return of capital is not guaranteed.

Industry breakdown %



Geographic breakdown %



Fidelity funds are available on platforms and mastertrusts via financial advisers. Investors who wish to place at least \$25,000 in a single fund can invest with us directly. For further information, please visit www.fidelity.com.au or call Client Services on 1800 044 922.

This Fund is unhedged and is subject to the risk of fluctuations in international stock markets and currencies. Management costs and the buy/sell spread are current as at the date shown above but may be subject to change in the future. Management costs include GST but exclude abnormal expenses and transactional and operational costs. Investors accessing the Fund through a master trust or wrap account will also bear any fees charged by the operator of such master trust or wrap account. Any apparent discrepancies in the numbers are due to rounding.

Monthly report

Fund performance

The Fund outperformed the MSCI World Index during the month. Four out of eleven sectors contributed to relative performance. The materials and energy sectors were among the largest contributors to relative performance, while the industrials and healthcare sectors detracted from performance.

In the materials sector, the investment in British miner **Anglo American** contributed to performance. Shares of Anglo American rose after the Chinese government slightly eased its strict Zero-Covid Policies, which increased speculation that the government would consider eventually removing its public health controls. In the energy sector, the underweight

to the sector contributed to performance as it underperformed the market.

Among individual holdings, the underweight to iPad and iPhone manufacturer **Apple** and not owning U.S. electric vehicle manufacturer **Tesla** contributed to performance. Apple shares declined early in the month on concerns that strict Covid restrictions in China affected iPhone manufacturing done by Foxconn. By the middle of the month, shares rose but not enough to offset the previous decline, driven by investor optimism on news that U.S. inflation eased, which set off a risk-on rally. Shares of Tesla declined after Elon Musk sold almost US\$4 billion worth of the stock as a result of liquidity needs for his purchase of Twitter.

In the industrials sector, the investment U.S. defense company **Northrop Grumman**

detracted from performance. Northrop Grumman shares declined along with other defense stocks as the Ukraine successfully reoccupied the regional capital of Kherson, which opened the possibility of some diplomatic solutions. In the healthcare sector, the investment in U.S. health insurer **Humana** detracted from performance. Humana shares declined after investors moved out of defensive healthcare stocks.

Among individual holdings, the investment in U.S. utility company **Dominion Energy** detracted from performance. Dominion Energy shares declined after several Wall Street analysts downgraded the stock after the company reported it would conduct a review of its business strategy during its quarterly earnings report.

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