



# **Fidelity American High Yield Currency Neutral Fund**

**Semi-Annual  
Management Report of  
Fund Performance**  
December 31, 2011



## **Caution Regarding Forward-looking Statements**

Certain portions of this report, including, but not limited to, “Results of Operations” and “Recent Developments”, may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” and similar forward-looking expressions or negative versions thereof.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

It should be stressed that the above-mentioned list of important factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

# **Semi-Annual Management Report of Fund Performance as at December 31, 2011 Fidelity American High Yield Currency Neutral Fund**

*This semi-annual management report of fund performance contains financial highlights but does not contain the complete semi-annual financial statements for the investment fund. You can get a copy of the semi-annual financial statements at your request, and at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our website at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR at [www.sedar.com](http://www.sedar.com).*

*Security holders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure relating to the investment fund.*

## **Management Discussion of Fund Performance**

### **Results of Operations**

Fidelity American High Yield Currency Neutral Fund ("Fund") seeks a return similar to that of its underlying fund, Fidelity American High Yield Fund ("Underlying Fund"), while at the same time seeking to minimize the Fund's exposure to currency fluctuations between the U.S. and Canadian dollars. The Fund invests substantially all of its assets in units of the Underlying Fund.

Fidelity American High Yield Currency Neutral Fund, Series B, returned -2.0%, after fees and expenses, for the six-month period ended December 31, 2011. The net returns of other series of the Fund are similar to those of Series B, except for differences attributable to expense structures. By way of comparison, the Barclays Capital U.S. Aggregate Bond Index, broadly representative of the U.S. investment-grade bond market, returned 10.8% (in Canadian dollar terms). The underperformance of the broad benchmark is primarily due to investor flight to higher-credit-quality fixed income and a strengthening U.S. dollar during the review period. The markets were volatile due to concerns about global economic growth, despite positive high-yield company earnings and improving fundamentals. Investor appetite for high-yield bonds decelerated during the first half of the review period but accelerated in the later half of the review period.

In addition, the broad-based index is a market value-weighted performance benchmark for investment-grade fixed-rate debt issues, including government, corporate and other non-government bonds, with maturities of at least one year. In contrast, Fidelity American High Yield Fund invests primarily in riskier, higher-yielding, non-investment-grade debt securities and other securities issued by U.S. companies.

The Fund's specific benchmark, the BofA Merrill Lynch US High Yield Master II Constrained Index – Hedged CAD, returned -0.8% for the period under review. The underperformance is largely attributable to investments in the technology and automotive and auto parts industries. At the end of the review period, the Underlying Fund had an exposure of 6.2% to the technology industry and 5.8% to the automotive industry, while the benchmark had exposures of 4.9% and 4.3%, respectively.

During the review period, the U.S. economy showed signs of improvement, with better-than-expected economic data releases and robust corporate earnings. The U.S. gross domestic product grew by 1.8% in the third quarter of 2011, after increasing by 1.3% in the second quarter. Consumer spending also picked up, after spending on durable goods such as motor vehicles rose. However, household sentiment remained constrained by high unemployment, modest income growth and tight credit. To promote the stronger pace of economic recovery that is needed to bring the unemployment rate down, the Federal Reserve Bank maintained its benchmark interest rate between 0% and 0.25%.

During the period under review, the Fund engaged in forward contracts, in a manner consistent with its investment objective and strategies, to hedge as completely as possible against the effect of currency fluctuations on the Fund's investment returns. The use of forward contracts in this manner does not completely eliminate the impact of currency fluctuations on returns. The Fund's returns will differ from the local currency returns of the Fund's underlying investments. During the period, losses on forward contracts to which the Underlying Fund was exposed, resulting from depreciation in the value of the Canadian dollar relative to the U.S. dollar, detracted from performance.

Portfolio manager Harley Lank continues to invest across all sectors of the high-yield market, to provide investors with broad market exposure and industry diversification. The manager has opportunistically increased exposure to the diversified financial services and containers industries, seeing better relative value in individual issuers in these industries. He reduced the Underlying Fund's positions in health care, to take advantage of attractive opportunities elsewhere.

In terms of credit quality, the Underlying Fund ended the period with less exposure to the BB-rated credit tier, more exposure to B-rated issues and less investment in the CCC-and-below tiers than the benchmark index. Portfolio manager Harley Lank did not find many opportunities in the BB-rated tier, due to lower yields and more interest rate risk, relative to the B-rated tier. The Underlying Fund also has a relatively high exposure to bank debt and cash. The manager continued to favour bank debt, which is more secure in the capital structure and provides better downside protection than high yield.

### **Recent Developments**

Portfolio manager Harley Lank continues to take a balanced approach with respect to Underlying Fund positioning. Mr. Lank believes the portfolio is well positioned to take advantage of the current market conditions. He continues to position the Underlying Fund defensively and remains patient, believing that it is not necessary to take excessive risk to achieve a solid return. The asset class remains attractive from a total return perspective. Rather than looking at sectors, Mr. Lank has been focusing on a name-by-name basis. The Underlying Fund has a moderate level of cash that can be used as opportunities arise.

## **Fidelity American High Yield Currency Neutral Fund Management Discussion of Fund Performance – continued**

As at December 31, 2011, the Underlying Fund varied the most from the benchmark sector allocations by investing more in the telecommunication services sector and less in the energy sector.

### **Accounting Standards**

#### *Changeover to International Financial Reporting Standards*

The Canadian Accounting Standards Board (AcSB) of the Canadian Institute of Chartered Accountants (CICA) had planned to adopt International Financial Reporting Standards (IFRS), as published by the International Accounting Standards Board, effective January 1, 2011. Subsequently, the AcSB deferred the adoption of IFRS for investment companies, which include investment funds. Investment companies may continue to apply existing GAAP standards until fiscal years beginning on or after January 1, 2014.

The manager is reviewing and developing a plan to meet the above timetable for changeover to IFRS. The impact of IFRS on accounting policies and implementation decisions will mainly be in the areas of presentations and disclosures in the financial statements of the Fund. Currently, two significant areas that may impact the presentation are IAS 32 Financial Instruments: Presentation, and IAS 27 Consolidated and Separate Financial Statements. The manager is currently assessing the Fund's unitholder structure and investments to determine the impact of these standards. The manager has currently not identified any changes that will impact net asset value per unit (NAVPU) as a result of the changeover to IFRS. However, this present determination is subject to change resulting from the issuance of new standards or new interpretations of existing standards.

## **Related Party Transactions**

### **Manager and Portfolio Adviser**

The Fund is managed by Fidelity Investments Canada ULC (Fidelity). Fidelity is a wholly-owned subsidiary of FMR LLC. FMR LLC is the parent company of a group of subsidiaries collectively known as Fidelity Investments.

Fidelity provides or arranges for the provision of all general management and administrative services required by the Fund in its day-to-day operations, bookkeeping, record-keeping and other administrative services for the Fund.

Pyramis Global Advisors, LLC (Pyramis), an affiliate of Fidelity, provides investment advice to the Fund. Pyramis provides investment advice with respect to the Fund's investment portfolio and arranges for the acquisition and disposition of portfolio investments, including all necessary brokerage arrangements.

The Fund pays Fidelity and Pyramis a monthly management and advisory fee for their services, based on the net asset value of each Series, calculated daily and payable monthly. The Fund paid Fidelity and Pyramis management and advisory fees of \$1,652,000 for the period ended December 31, 2011.

### **Administration Fee**

Fidelity charges the Fund a fixed administration fee in place of certain variable expenses. Fidelity, in turn, pays all of the operating expenses of the Fund, other than certain specified fund costs (e.g. the fees and expenses of the Independent Review Committee, taxes, brokerage commissions and interest charges). The Fund pays an annual rate, which is calculated on a tiered basis, based on the net asset value of each Series, calculated daily and payable monthly. The Fund paid Fidelity administration fees of \$200,000 for the period ended December 31, 2011.

# Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period end of the years shown. This information is derived from the Fund's audited annual and/or unaudited semi-annual financial statements. Please see the front page for information about how you can obtain the Fund's annual or semi-annual financial statements.

## Series A

	Six-months ended December 31,		Periods ended June 30,			
	2011	2011	2010	2009	2008	2007 <sup>A</sup>
<b>The Series' Net Assets per Unit</b>						
Net assets, beginning of period <sup>B,H</sup>	\$ 9.0511	\$ 8.4025	\$ 7.7783	\$ 8.7588	\$ 9.9859	\$ 10.0000
<b>Increase (decrease) from operations:</b>						
Total revenue	.3122	.6332	.6398	.5995	.7324	.5093
Total expenses	(.0940)	(.1926)	(.1764)	(.1499)	(.1940)	(.1404)
Realized gains (losses)	(.3704)	.8332	.4405	1.4508	.4268	.7480
Unrealized gains (losses)	(.0336)	(.0563)	.5486	.2052	(1.1682)	(1.0387)
<b>Total increase (decrease) from operations<sup>B</sup></b>	<b>(.1858)</b>	<b>1.2175</b>	<b>1.4525</b>	<b>2.1056</b>	<b>(.2030)</b>	<b>.0782</b>
<b>Distributions:</b>						
From income (excluding dividends)	(.2182)	(.4415)	(.4620)	(.4469)	(.5455)	(.3656)
From dividends	—	—	—	—	—	—
From capital gains	(.0693)	(.1229)	(.4471)	—	(.4496)	—
Return of capital	—	—	—	—	—	—
<b>Total distributions<sup>B,C</sup></b>	<b>(.2875)</b>	<b>(.5644)</b>	<b>(.9091)</b>	<b>(.4469)</b>	<b>(.9951)</b>	<b>(.3656)</b>
<b>Net assets, end of period<sup>B,H</sup></b>	<b>\$ 8.5727</b>	<b>\$ 9.0511</b>	<b>\$ 8.4025</b>	<b>\$ 7.7783</b>	<b>\$ 8.7588</b>	<b>\$ 9.9859</b>
<b>Ratios and Supplemental Data</b>						
Net asset value (000s) <sup>D</sup>	\$ 94,459	\$ 97,216	\$ 89,672	\$ 63,350	\$ 5,824	\$ 4,607
Units outstanding <sup>D</sup>	11,018,544	10,740,752	10,671,998	8,144,480	664,966	461,310
Management expense ratio <sup>E</sup>	2.16%	2.16%	2.08%	2.09%	2.11%	2.12%
Management expense ratio before waivers or absorptions <sup>E</sup>	2.16%	2.16%	2.08%	2.09%	2.12%	2.71%
Portfolio turnover rate <sup>F</sup>	20%	17%	24%	15%	14%	4%
Trading expense ratio <sup>G</sup>	—%	—%	—%	—%	—%	—%
Net asset value per unit, end of period	\$ 8.5727	\$ 9.0511	\$ 8.4025	\$ 7.7783	\$ 8.7588	n/a

<sup>A</sup> For the period September 29, 2006 (inception date) to June 30, 2007.

<sup>B</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

<sup>C</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both, and excludes distributions of management fee reductions to unitholders.

<sup>D</sup> This information is provided as at period end of the year shown.

<sup>E</sup> Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset values during the period.

<sup>F</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of the portfolio securities, excluding short-term securities.

<sup>G</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

<sup>H</sup> For fiscal periods beginning on or after October 1, 2006, the net assets per unit is calculated in accordance with Section 3855 of the CICA Handbook.

## Series B

	Six-months ended December 31,		Periods ended June 30,			
	2011	2011	2010	2009	2008	2007 <sup>A</sup>
<b>The Series' Net Assets per Unit</b>						
Net assets, beginning of period <sup>B,H</sup>	\$ 9.0531	\$ 8.4048	\$ 7.7807	\$ 8.7579	\$ 9.9855	\$ 10.0000
<b>Increase (decrease) from operations:</b>						
Total revenue	.3124	.6337	.6400	.5982	.7333	.5086
Total expenses	(.0843)	(.1731)	(.1582)	(.1354)	(.1762)	(.1272)
Realized gains (losses)	(.3737)	.8440	.4387	2.1247	.4600	.8263
Unrealized gains (losses)	(.0030)	(.0855)	.5507	.1152	(1.2431)	(1.1720)
<b>Total increase (decrease) from operations<sup>B</sup></b>	<b>(.1486)</b>	<b>1.2191</b>	<b>1.4712</b>	<b>2.7027</b>	<b>(.2260)</b>	<b>.0357</b>
<b>Distributions:</b>						
From income (excluding dividends)	(.2279)	(.4607)	(.4802)	(.4639)	(.5659)	(.3798)
From dividends	—	—	—	—	—	—
From capital gains	(.0693)	(.1229)	(.4473)	—	(.4496)	—
Return of capital	—	—	—	—	—	—
<b>Total distributions<sup>B,C</sup></b>	<b>(.2972)</b>	<b>(.5836)</b>	<b>(.9275)</b>	<b>(.4639)</b>	<b>(1.0155)</b>	<b>(.3798)</b>
<b>Net assets, end of period<sup>B,H</sup></b>	<b>\$ 8.5766</b>	<b>\$ 9.0531</b>	<b>\$ 8.4048</b>	<b>\$ 7.7807</b>	<b>\$ 8.7579</b>	<b>\$ 9.9855</b>
<b>Ratios and Supplemental Data</b>						
Net asset value (000s) <sup>D</sup>	\$ 93,811	\$ 88,058	\$ 75,434	\$ 53,121	\$ 1,599	\$ 1,378
Units outstanding <sup>D</sup>	10,938,016	9,726,853	8,975,094	6,827,342	182,538	137,992
Management expense ratio <sup>E</sup>	1.94%	1.94%	1.87%	1.90%	1.91%	1.92%
Management expense ratio before waivers or absorptions <sup>E</sup>	1.94%	1.94%	1.88%	1.92%	1.96%	2.69%
Portfolio turnover rate <sup>F</sup>	20%	17%	24%	15%	14%	4%
Trading expense ratio <sup>G</sup>	—%	—%	—%	—%	—%	—%
Net asset value per unit, end of period	\$ 8.5766	\$ 9.0531	\$ 8.4048	\$ 7.7807	\$ 8.7579	n/a

<sup>A</sup> For the period September 29, 2006 (inception date) to June 30, 2007.

<sup>B</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

<sup>C</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both, and excludes distributions of management fee reductions to unitholders.

<sup>D</sup> This information is provided as at period end of the year shown.

<sup>E</sup> Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset values during the period.

<sup>F</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of the portfolio securities, excluding short-term securities.

<sup>G</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

<sup>H</sup> For fiscal periods beginning on or after October 1, 2006, the net assets per unit is calculated in accordance with Section 3855 of the CICA Handbook.

## Financial Highlights – continued

### Series F

	Six-months ended December 31,		Periods ended June 30,			
	2011	2011	2010	2009	2008	2007 <sup>A</sup>
<b>The Series' Net Assets per Unit</b>						
Net assets, beginning of period <sup>B,H</sup>	\$ 9.0540	\$ 8.4052	\$ 7.7812	\$ 8.7613	\$ 9.9883	\$ 10.0000
<b>Increase (decrease) from operations:</b>						
Total revenue	.3126	.6331	.6393	.5996	.7366	.5064
Total expenses	(.0474)	(.0973)	(.0900)	(.0790)	(.1025)	(.0745)
Realized gains (losses)	(.3949)	.8462	.4077	2.0766	.2751	1.0273
Unrealized gains (losses)	.0554	(.0754)	.6394	(.0164)	(.9958)	(1.4272)
<b>Total increase (decrease) from operations<sup>B</sup></b>	<b>(.0743)</b>	<b>1.3066</b>	<b>1.5964</b>	<b>2.5808</b>	<b>(.0866)</b>	<b>.0320</b>
<b>Distributions:</b>						
From income (excluding dividends)	(.2647)	(.5370)	(.5482)	(.5197)	(.6407)	(.4291)
From dividends	—	—	—	—	—	—
From capital gains	(.0693)	(.1229)	(.4473)	—	(.4496)	—
Return of capital	—	—	—	—	—	—
<b>Total distributions<sup>B,C</sup></b>	<b>(.3340)</b>	<b>(.6599)</b>	<b>(.9955)</b>	<b>(.5197)</b>	<b>(1.0903)</b>	<b>(.4291)</b>
<b>Net assets, end of period<sup>B,H</sup></b>	<b>\$ 8.5747</b>	<b>\$ 9.0540</b>	<b>\$ 8.4052</b>	<b>\$ 7.7812</b>	<b>\$ 8.7613</b>	<b>\$ 9.9883</b>
<b>Ratios and Supplemental Data</b>						
Net asset value (000s) <sup>D</sup>	\$ 35,999	\$ 28,050	\$ 22,814	\$ 17,404	\$ 525	\$ 289
Units outstanding <sup>D</sup>	4,198,303	3,098,070	2,714,303	2,236,715	59,907	28,923
Management expense ratio <sup>E</sup>	1.09%	1.09%	1.06%	1.10%	1.12%	1.13%
Management expense ratio before waivers or absorptions <sup>E</sup>	1.09%	1.09%	1.06%	1.11%	1.94%	3.47%
Portfolio turnover rate <sup>F</sup>	20%	17%	24%	15%	14%	4%
Trading expense ratio <sup>G</sup>	—%	—%	—%	—%	—%	—%
Net asset value per unit, end of period	\$ 8.5747	\$ 9.0540	\$ 8.4052	\$ 7.7812	\$ 8.7613	n/a

<sup>A</sup> For the period September 29, 2006 (inception date) to June 30, 2007.

<sup>B</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

<sup>C</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both, and excludes distributions of management fee reductions to unitholders.

<sup>D</sup> This information is provided as at period end of the year shown.

<sup>E</sup> Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset values during the period.

<sup>F</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of the portfolio securities, excluding short-term securities.

<sup>G</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

<sup>H</sup> For fiscal periods beginning on or after October 1, 2006, the net assets per unit is calculated in accordance with Section 3855 of the CICA Handbook.

## Series O

	Six-months ended December 31,		Periods ended June 30,			
	2011	2011	2010	2009	2008	2007 <sup>B</sup>
<b>The Series' Net Assets per Unit</b>						
Net assets, beginning of period <sup>C,H</sup>	\$ 9.0698	\$ 8.4198	\$ 7.7948	\$ 8.7715	\$ 9.9878	\$ 10.0000
<b>Increase (decrease) from operations:</b>						
Total revenue	.3126	.6351	.6403	.6047	.7353	.4959
Total expenses	—	—	—	—	—	—
Realized gains (losses)	(.3647)	.8474	.3838	.2106	.2878	1.3947
Unrealized gains (losses)	(.0868)	(.1076)	.6493	.6719	(.9528)	(2.7349)
<b>Total increase (decrease) from operations<sup>C</sup></b>	<b>(.1389)</b>	<b>1.3749</b>	<b>1.6734</b>	<b>1.4872</b>	<b>.0703</b>	<b>(.8443)</b>
<b>Distributions:</b>						
From income (excluding dividends)	(.3127)	(.6353)	(.6395)	(.5993)	(.7339)	(.5049)
From dividends	—	—	—	—	—	—
From capital gains	(.0694)	(.1231)	(.4481)	—	(.4496)	—
Return of capital	—	—	—	—	—	—
<b>Total distributions<sup>C,D</sup></b>	<b>(.3821)</b>	<b>(.7584)</b>	<b>(1.0876)</b>	<b>(.5993)</b>	<b>(1.1835)</b>	<b>(.5049)</b>
<b>Net assets, end of period<sup>C,H</sup></b>	<b>\$ 8.5893</b>	<b>\$ 9.0698</b>	<b>\$ 8.4198</b>	<b>\$ 7.7948</b>	<b>\$ 8.7715</b>	<b>\$ 9.9878</b>
<b>Ratios and Supplemental Data</b>						
Net asset value (000s) <sup>E</sup>	\$ 257,243	\$ 282,380	\$ 223,023	\$ 189,605	\$ 64,684	\$ 20,181
Units outstanding <sup>E</sup>	29,949,259	31,133,895	26,488,057	24,324,333	7,374,309	2,020,604
Management expense ratio <sup>A</sup>	—%	—%	—%	—%	—%	—%
Management expense ratio before waivers or absorptions <sup>A</sup>	—%	—%	—%	—%	—%	—%
Portfolio turnover rate <sup>F</sup>	20%	17%	24%	15%	14%	4%
Trading expense ratio <sup>G</sup>	—%	—%	—%	—%	—%	—%
Net asset value per unit, end of period	\$ 8.5893	\$ 9.0698	\$ 8.4198	\$ 7.7948	\$ 8.7715	n/a

<sup>A</sup> No fees are charged to the Series.

<sup>B</sup> For the period September 29, 2006 (inception date) to June 30, 2007.

<sup>C</sup> Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

<sup>D</sup> Distributions were paid in cash or reinvested in additional units of the Fund, or both.

<sup>E</sup> This information is provided as at period end of the year shown.

<sup>F</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of the portfolio securities, excluding short-term securities.

<sup>G</sup> The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

<sup>H</sup> For fiscal periods beginning on or after October 1, 2006, the net assets per unit is calculated in accordance with Section 3855 of the CICA Handbook.

## Management and Advisory Fees

Fidelity serves as manager of the Fund and Pyramis serves as the investment advisor of the Fund. The Fund pays Fidelity and Pyramis a monthly management and advisory fee for their services, based on the net asset value of each Series, calculated daily and payable monthly. Fidelity uses these management fees to pay for sales and trailing commissions to registered dealers on the distribution of the Fund units, as well as for the general investment management and administrative expenses.

	Series A Units	Series B Units	Series F Units
Management and Advisory Fees	1.75%	1.60%	0.85%
As a percentage of management fees:			
Dealer Compensation*	36.95	31.25	—
Investment management, administration and other	63.05	68.75	100.00

\* Dealer compensation represents cash commissions paid by Fidelity to registered dealers during the period and includes upfront deferred sales charge and trailing commissions. This amount may, in certain circumstances, exceed 100% of the fees earned by Fidelity during the period. For new Funds or Series the amounts presented may not be indicative of longer term operating periods.

# Fidelity American High Yield Currency Neutral Fund

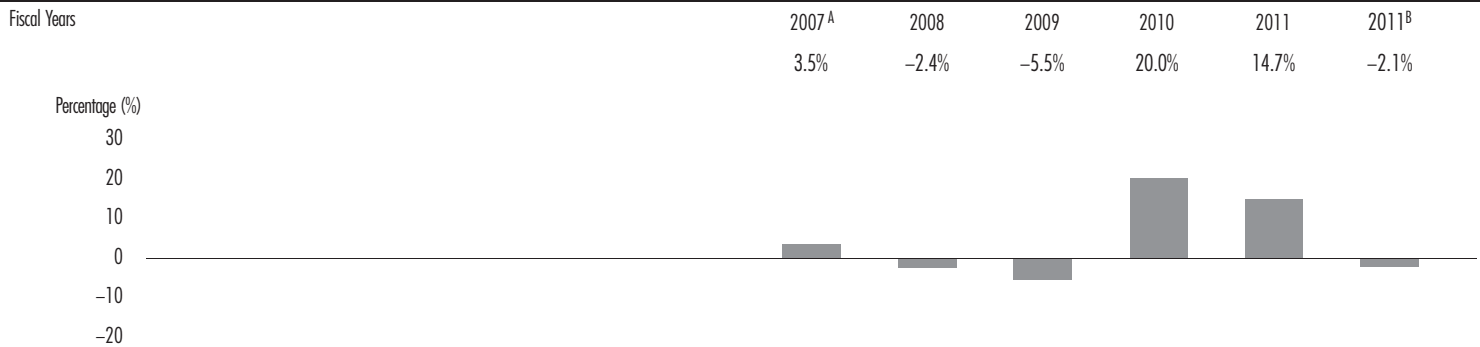
## Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

### Year-by-Year Returns

The following bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance was changed from year to year. In percentage terms, the bar chart shows how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.

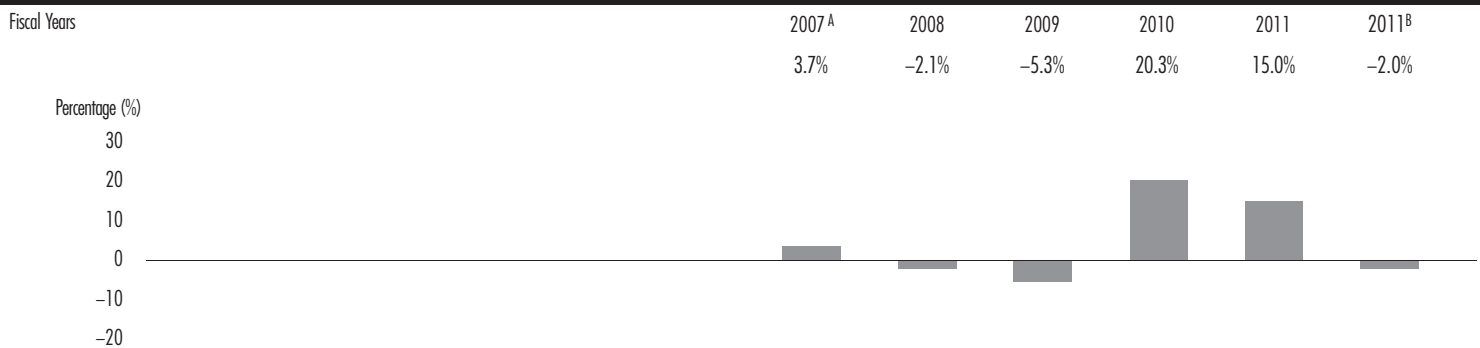
#### Series A



<sup>A</sup> Since the Commencement of Operations, from November 6, 2006 to June 30, 2007.

<sup>B</sup> For the period July 1, 2011 to December 31, 2011.

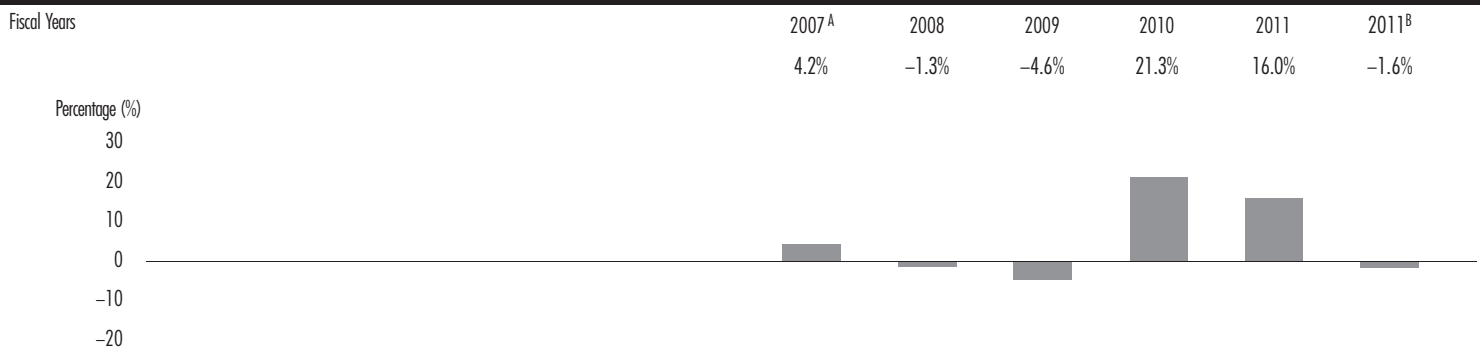
#### Series B



<sup>A</sup> Since the Commencement of Operations, from November 6, 2006 to June 30, 2007.

<sup>B</sup> For the period July 1, 2011 to December 31, 2011.

#### Series F



<sup>A</sup> Since the Commencement of Operations, from November 6, 2006 to June 30, 2007.

<sup>B</sup> For the period July 1, 2011 to December 31, 2011.

**Series O**

Fiscal Years	2007 <sup>A</sup>	2008	2009	2010	2011	2011 <sup>B</sup>
	5.0%	-0.2%	-3.5%	22.5%	17.2%	-1.0%

Percentage (%)

30

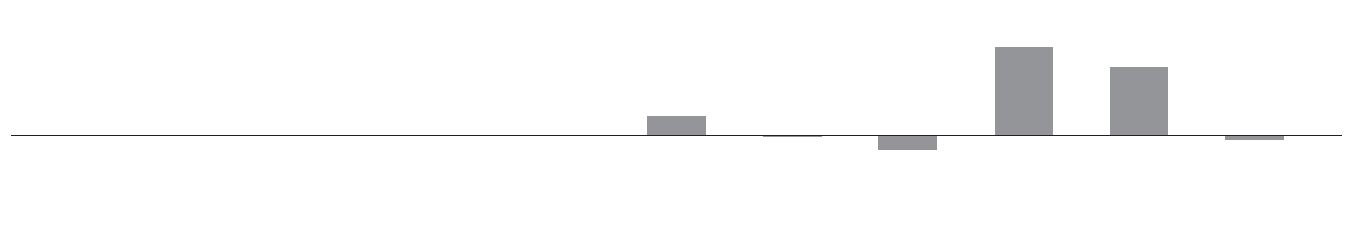
20

10

0

-10

-20



<sup>A</sup> Since the Commencement of Operations, from November 6, 2006 to June 30, 2007.

<sup>B</sup> For the period July 1, 2011 to December 31, 2011.

# Fidelity American High Yield Currency Neutral Fund

## Summary of Investment Portfolio as at December 31, 2011

### Asset Mix

	% of Fund's Net Assets
Foreign Bonds .....	84.3
Foreign Equities .....	3.3
Canadian Bonds .....	1.0
Cash and Cash Equivalents .....	0.2
Net Other Assets (Liabilities) .....	11.2
<i>Forward Foreign Currency Contracts</i> .....	<i>(0.1)</i>

*Forward Foreign Currency Contracts percentage is calculated by dividing the net unrealized gain/loss of all contracts held by total net assets.*

### Sector Mix

	% of Fund's Net Assets
Telecommunications .....	13.7
Energy .....	8.7
Diversified Financial Services .....	8.6
Healthcare .....	8.2
Electric Utilities .....	7.4
Technology .....	6.2
Automotive .....	5.8
Banks & Thrifts .....	4.3
Cable TV .....	2.4
Metals/Mining .....	2.4
Gaming .....	2.1
Containers .....	2.0
Super Retail .....	1.8
Food & Drug Retail .....	1.7
Homebuilders/Real Estate .....	1.6
Chemicals .....	1.5
Shipping .....	1.4
Diversified Media .....	1.3
Services .....	1.2
Paper .....	1.1
Others (Individually Less Than 1%) .....	5.2
Cash and Cash Equivalents .....	0.2
Net Other Assets (Liabilities) .....	11.2

### Top 25 Issuers

	% of Fund's Net Assets
1. CIT Group, Inc. ....	3.7
2. International Lease Finance Corp. ....	2.9
3. Ford Motor Credit Co. LLC ....	2.7
4. GMAC LLC ....	2.2
5. Nextel Communications, Inc. ....	2.1
6. HCA, Inc. ....	1.6
7. HCA Holdings, Inc. ....	1.4
8. Rite Aid Corp. ....	1.3
9. Avaya, Inc. ....	1.2
10. MGM Mirage, Inc. ....	1.2
11. Asurion LLC ....	1.2
12. Clearwire Communications LLC/Clearwire Finance Inc. ....	1.1
13. Calpine Corp. ....	1.1
14. Sprint Capital Corp. ....	1.0
15. Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance Inc. ....	1.0
16. Intelsat Jackson Holdings SA ....	1.0
17. Energy Future Holdings Corp. ....	1.0
18. CCO Holdings LLC/CCO Holdings Capital Corp. ....	1.0
19. Tenet Healthcare Corp. ....	1.0
20. NII Capital Corp. ....	1.0
21. Digicel Group Ltd. ....	0.9
22. Vodafone Americas Finance 2, Inc. ....	0.9
23. FMG Resources (August 2006) Pty Ltd. ....	0.9
24. Freescale Semiconductor, Inc. ....	0.8
25. Lucent Technologies, Inc. ....	0.8
	<b>35.0</b>

*Total Fund Net Assets \$481,512,000*

*The information in the above tables is based on the Fund's pro-rata share of the investment in the Underlying Fund.*

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. The most recent annual report, semi-annual report, quarterly report or simplified prospectus for the investment fund and/or underlying fund is available at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments Canada ULC, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our web site at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR at [www.sedar.com](http://www.sedar.com).









Fidelity Investments Canada ULC  
483 Bay Street, Suite 300  
Toronto, Ontario M5G 2N7

**Manager, Transfer Agent  
and Registrar**

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483 Bay Street, Suite 300  
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