



Fidelity Concentrated Canadian Equity Investment Trust

**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 Concentrated Canadian Equity Investment Trust

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 or SEDAR at 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

Units of this investment trust are only available for purchase by other Fidelity Pools and are not available for public purchase.

Fidelity Concentrated Canadian Equity Investment Trust ("Fund"), Series O, returned -8.5% for the six-month period ending December 31, 2011. By way of comparison, the S&P/TSX Composite Index, broadly representative of the Canadian equity market, returned -8.9% for the same period. The Fund's outperformance of the benchmark is primarily due to investments in the financials, industrials and consumer discretionary sectors. At the end of the review period, the Fund had exposures of 27.3% to financials, 3.3% to consumer discretionary and 5.5% to the industrials sector, compared with the benchmark weightings of 29.3%, 4.0% and 5.8%, respectively.

The specific benchmark, the S&P/TSX Capped Composite Index, is the same as the broad-based benchmark, except that it is adjusted quarterly so that no single security has a relative weight in the Index greater than 10%.

The Canadian stock market, as measured by the S&P/TSX Capped Composite Index, declined by 8.9% during the period amid uncertainty about the escalating European debt crisis and concern about China's outlook for economic growth. However, Canada's economic momentum remained robust in the latter part of 2011, with Canada's GDP growing in the third quarter at an annualized rate of 3.5%. A surge in exports helped to calm growing concern that the country was facing significantly slower growth or recessionary conditions.

Looking at the Fund's positioning relative to the benchmark index, portfolio manager Andrew Marchese maintained the allocations to the super sectors — groupings of sectors with similar characteristics — closely in line with the benchmark. The super sectors are resources (energy and materials), interest rate-sensitive (financials, telecommunication services and utilities), consumer (consumer discretionary, consumer staples and health care) and industrials (industrials and information technology).

While the Fund is neutrally positioned at the super sector level, individual sector allocations deviated from the benchmark. During the review period, portfolio manager Andrew Marchese increased exposure to companies in the energy sector with more stable, predictable earnings, while reducing exposure to more volatile names in the materials sector. He continues to favour oil over natural gas, due to weak supply-demand dynamics and pricing pressures in the natural gas space. In the materials sector, exposure to the metals and mining industry was reduced, given an uncertain demand outlook. Mr. Marchese is focusing on the "best in class" companies with strong management and production profiles. Within the interest rate-sensitive super sector, the Fund's exposure to the financials sector was also decreased, with a preference for less economically sensitive names in the telecommunication services sector.

Recent Developments

Looking forward into 2012, the portfolio manager sees both risks and opportunities. He believes that policy error is one of the key risks to watch. In addition, three large macro factors that dominated 2011 will continue to be important to watch closely in the year 2012. These include policy decisions and changing growth in the U.S., China and Europe. However, if policy decisions move in the right direction, injections of liquidity could help direct the economy into a new market cycle. Canadian economic data over the past 3 months has been illustrative of a slowing Canadian economy. In this environment, the portfolio manager believes it is essential to focus on company fundamentals to understand the upside and downside implications of events and market movements for Canadian stocks.

While the Fund is neutrally positioned at the super sector level, the sector level allocations may deviate from the benchmark.

As at December 31, 2011, the Fund had its largest absolute exposure to the resources super sector, followed by the interest rate-sensitive super sector. At the sector level, the largest absolute exposure was to the energy sector, followed by the financials 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.

**Fidelity Concentrated Canadian Equity Investment Trust
Management Discussion of Fund Performance – continued**

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 Advisor

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 has entered into a sub-advisory agreement with Pyramis Canada ULC; an affiliate of Fidelity, to provide investment advice with respect to all or a portion of the investments of 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 is only offered in Series O units and is not available for public purchase. The Fund was created as an underlying investment trust for the FCSC Private Pools. This Fund does not pay management and advisory fees.

Brokerage Commissions

The Fund may place a portion of its portfolio transactions with brokerage firms which are affiliates of Fidelity, including National Financial Services LLC, provided it determines that these affiliates' trade execution abilities and costs are comparable to those of non-affiliated, qualified brokerage firms, on an execution-only basis. Commissions paid to brokerage firms that are affiliates of Fidelity were \$0 for the period ended December 31, 2011. Fidelity receives standing instructions from the IRC in respect of policies and procedures governing best execution, which includes brokers affiliated to Fidelity, at least once per year.

Financial Highlights

The following table shows selected key financial information about the Fund and is 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 O

	Six-months ended December 31,		Periods ended June 30,	
	2011	2011	2010	2009 ^B
The Series' Net Assets per Unit				
Net assets, beginning of period ^{C,H}	\$ 16.3886	\$ 13.3751	\$ 12.0588	\$ 10.0000
Increase (decrease) from operations:				
Total revenue	.1798	.3643	.3226	.1961
Total expenses	—	—	—	—
Realized gains (losses)	(.2450)	.7459	.2252	.1249
Unrealized gains (losses)	(1.2480)	1.6866	(.1367)	2.4779
Total increase (decrease) from operations^C	(1.3132)	2.7968	.4111	2.7989
Distributions:				
From income (excluding dividends)	(.0104)	(.0318)	(.0261)	(.0072)
From dividends	(.2869)	(.2043)	(.1055)	(.0104)
From capital gains	(.0469)	(.2242)	(.0095)	—
Return of capital	—	—	—	—
Total distributions^{C,D}	(.3442)	(.4603)	(.1411)	(.0176)
Net assets, end of period^{C,H}	\$ 14.6692	\$ 16.3886	\$ 13.3751	\$ 12.0588
Ratios and Supplemental Data				
Net asset value (000s) ^E	\$ 247,350	\$ 239,120	\$ 97,784	\$ 24,222
Units outstanding ^E	16,837,990	14,557,484	7,306,343	2,004,954
Management expense ratio ^A	—%	—%	—%	—%
Management expense ratio before waivers or absorptions ^A	—%	—%	—%	—%
Portfolio turnover rate ^F	18%	39%	54%	34%
Trading expense ratio ^G	.10%	.13%	.19%	.33%
Net asset value per unit, end of period	\$ 14.6900	\$ 16.4259	\$ 13.3834	\$ 12.0809

^A No fees are charged to the Series.

^B For the period October 31, 2008 (inception date) to June 30, 2009.

^C 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.

^D Distributions were paid in cash or reinvested in additional units of the Fund, or both.

^E This information is provided as at period end of the year shown.

^F 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.

^G 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.

^H The net assets per unit is calculated in accordance with Section 3855 of the CICA Handbook.

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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.



^A Since the Commencement of Operation, from November 24, 2008 to June 30, 2009.

^B For the period July 1, 2011 to December 31, 2011.

Fidelity Concentrated Canadian Equity Investment Trust
Summary of Investment Portfolio as at December 31, 2011

Asset Mix

	% of Fund's Net Assets
Canadian Equities	98.1
Foreign Equities	0.5
Cash and Cash Equivalents	1.8
Net Other Assets (Liabilities)	(0.4)

Sector Mix

	% of Fund's Net Assets
Energy	28.1
Financials	27.3
Materials	18.7
Telecommunication Services	6.9
Industrials	5.5
Health Care	3.8
Consumer Discretionary	3.3
Consumer Staples	2.3
Information Technology	1.7
Utilities	1.0
Cash and Cash Equivalents	1.8
Net Other Assets (Liabilities)	(0.4)

Top 25 Issuers

	% of Fund's Net Assets
1. The Toronto-Dominion Bank	7.9
2. Bank of Montreal	5.1
3. Canadian National Railway Co.	5.0
4. Suncor Energy, Inc.	4.8
5. Canadian Imperial Bank of Commerce ...	3.8
6. Potash Corp. of Saskatchewan, Inc.	3.8
7. Goldcorp, Inc.	3.7
8. Enbridge, Inc.	3.7
9. Intact Financial Corp.	3.2
10. Valeant Pharmaceuticals International, Inc.	3.1
11. Barrick Gold Corp.	3.0
12. Canadian Natural Resources Ltd.	2.9
13. Cenovus Energy, Inc.	2.8
14. TransCanada Corp.	2.7
15. BCE, Inc.	2.7
16. Talisman Energy, Inc.	2.6
17. Rogers Communications, Inc.	2.2
18. Crescent Point Energy Corp.	2.1
19. TELUS Corp.	2.0
20. Royal Bank of Canada	2.0
21. Baytex Energy Corp.	2.0
22. Cash and Cash Equivalents	1.8
23. Agrium, Inc.	1.6
24. Manulife Financial Corp.	1.6
25. Boardwalk (REIT)	1.6
	<u>77.7</u>

Total Fund Net Assets \$246,999,000

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 or SEDAR at www.sedar.com.



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Fidelity's mutual funds are sold by registered Investment Professionals. Each Fund has a simplified prospectus, which contains important information on the Fund, including its investment objective, purchase options, and applicable charges. Please obtain a copy of the prospectus, read it carefully, and consult your Investment Professional before investing. As with any investment, there are risks to investing in mutual funds. There is no assurance that any Fund will achieve its investment objective, and its net asset value, yield, and investment return will fluctuate from time to time with market conditions. Investors may experience a gain or loss when they sell their units in any Fidelity Fund. Fidelity Global Funds may be more volatile than other Fidelity Funds as they concentrate investments in one sector and in fewer issuers; no single Fund is intended to be a complete diversified investment program. Past performance is no assurance or indicator of future returns. There is no assurance that either Fidelity Canadian Money Market Fund or Fidelity U.S. Money Market Fund will be able to maintain its net asset value at a constant amount. The breakdown of Fund investments is presented to illustrate the way in which a Fund may invest, and may not be representative of a Fund's current or future investments. A Fund's investments may change at any time.