Fidelity SmartHedge® U.S. Equity Fund

A smart way to invest in the U.S. stock market

Fidelity SmartHedge® U.S. Equity Fund is designed to capture the upside potential of investing in some of America's largest companies while minimizing the impact of market declines through use of a put options-based strategy to hedge market exposure. Stay invested in U.S. stocks with this options-based strategy that can help you ride out shorter-term fluctuations to benefit from long-term growth opportunities.

Long-term growth potential

Designed to achieve long-term growth of capital, while aiming to minimize the downside risk of U.S. stocks.

Reduced risk exposure

A built-in options overlay helps to mitigate downside risk when stock prices fall, reducing negative and emotional market timing decisions.

Powered by industry leading research

Fidelity's research capabilities and investment expertise make it easy to add a sophisticated options-based strategy to your portfolio.

Fund details

Benchmark	S&P 500 Index
Number of holdings	Approximately 200–600
Active sector weight	Seek to maintain sector neutrality to benchmark (+/- 1%)
Expected turnover	Typically less than 60%
Risk classification	Medium
Expected beta	Approximately 0.6–0.8
Expected cash	Less than 3%
Portfolio Managers	Eric Granat, Anthony Italiano

"Most market volatility events are comprised of two distinct phases: the **drawdown** and the subsequent **recovery**. We designed a defensive equity strategy that aims to reduce the depth and duration of drawdowns, while also seeking to participate in the market recovery as fully as possible."

Eric Granat, Portfolio Manager

Visit fidelity.ca/**SmartHedge** for more details.

Commissions, trailing commissions, management fees, brokerage fees and expenses may be associated with investments in mutual funds and ETFs. Please read the mutual fund's or ETF's prospectus, which contains detailed investment information, before investing. Mutual funds and ETFs are not guaranteed. Their values change frequently, and investors may experience a gain or a loss. Past performance may not be repeated.

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.

The **S&P 500 Index** is a widely recognized index of 500 U.S. common stocks of large- and mid-capitalization companies.

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 a fund or those of a reference index, in the case of a new fund. The indicated rates of return are the historical annual compounded total returns including changes in unit value and the reinvestment of all distributions and do not take into account sales, redemption, distribution, optional charges or income taxes payable by any security holder that would have reduced returns.

From time to time a manager, analyst or other Fidelity employee may express views regarding a particular company, security, and industry or market sector. The views expressed by any such person are the views of only that individual as of the time expressed and do not necessarily represent the views of Fidelity or any other person in the Fidelity organization. Any such views are subject to change at any time, based upon markets and other conditions, and Fidelity disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a Fidelity Fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any Fidelity Fund.

Certain statements in this commentary may contain forward-looking statements ("FLS") that are predictive in nature and may include words such as "expects," "anticipates," "intends," "plans," "believes," "estimates" and similar forward-looking expressions or negative versions thereof. FLS are based on current expectations and projections about future general economic, political and relevant market factors, such as interest, and assuming no changes to applicable tax or other laws or government regulation. Expectations and projections about future events are inherently subject to, among other things, risks and uncertainties, some of which may be unforeseeable and, accordingly, may prove to be incorrect at a future date. FLS are not guarantees of future performance, and actual events could differ materially from those expressed or implied in any FLS. A number of important factors can 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 and catastrophic events. You should avoid placing any undue reliance on FLS. Further, there is no specific intention of updating any FLS, whether as a result of new information, future events or otherwise.

© 2026 Fidelity Investments Canada ULC. All rights reserved. Fidelity Investments is a registered trademark of Fidelity Investments Canada ULC.

FIC-4517047 07/26 2449951-v2026716