

POINT OF VIEW

Fidelity Managed Portfolios

Multi-asset class portfolios delivering strong long-term performance

AS AT APRIL 30, 2019, SERIES F (NET)	OVERALL RATING	6 MONTHS	1 YEAR	2 YEARS	3 YEARS	5 YEARS	10 YEARS
Fidelity Global Income Portfolio		7.2%	6.1%	3.6%	6.1%	6.2%	8.4%
% Peers beaten		91%	86%	88%	93%	99%	95%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★
Fidelity Income Portfolio		7.1%	6.2%	3.5%	5.4%	5.5%	7.8%
% Peers beaten		86%	88%	85%	82%	93%	88%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★
Fidelity Global Balanced Portfolio		9.4%	7.3%	5.6%	8.4%	7.6%	10.0%
% Peers beaten		92%	75%	88%	85%	88%	94%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★
Fidelity Balanced Portfolio		9.0%	7.1%	4.9%	7.2%	6.7%	9.3%
% Peers beaten		88%	71%	80%	68%	79%	87%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★
Fidelity Global Growth Portfolio		11.5%	9.4%	8.0%	11.1%	9.4%	12.1%
% Peers beaten		96%	93%	95%	95%	93%	99%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★
Fidelity Growth Portfolio		11.1%	8.8%	6.8%	9.5%	8.1%	11.1%
% Peers beaten		93%	87%	88%	83%	86%	94%
Morningstar rating	★★★★★				★★★★★	★★★★★	★★★★★

Positioning and outlook

- **Recent recovery:** Portfolio managers Geoff Stein and David Wolf believe that markets were fearful of an imminent risk of recession late last year; however, the subsequent recovery suggests that investors may now have a more balanced view.

KEY TAKEAWAYS

- All Portfolios are rated five stars overall.
- Strong performance over ten years, having beaten 93% of peers on average.
- Active allocation strategy potentially adds a second layer of alpha for investors.

Fidelity Managed Portfolios

- **Going global:** The managers also believe the U.S. is now in the late cycle, although the risk of a recession in the near term remains relatively low. These views are being expressed in the Portfolios by increasing international and emerging markets allocations on a relative valuation basis; these asset classes stand to benefit from a weaker U.S. dollar, driven by central bank dovishness and Chinese stimulus.
- **Headwinds remain:** The portfolio managers view inflation as a possible threat; tight economies, trade frictions and threats to central bank independence are all possible catalysts for higher inflation. Based on these views, they have maintained their overall allocation to equities close to the benchmark weights and continue to allocate more than the benchmark to real assets such as inflation-linked bonds, in recognition of the risks influencing their outlook.

What are the Fidelity Managed Portfolios?

- A suite of six risk-targeted funds-of-funds, which invest in a combination of equities and fixed-income securities designed for specific risk/return profiles, using an active asset allocation approach.
- Portfolio managers Geoff Stein and David Wolf employ an active asset allocation approach by making tactical shifts to the Portfolios based on their forward-looking thesis, supported by Fidelity's proprietary research.
- The Portfolios are diversified across asset class, region and sector by investing in Fidelity mutual funds and other investment vehicles.

Fidelity Managed Portfolios

For more information, contact your Fidelity representative or visit fidelity.ca



Read a fund's prospectus before investing. Mutual funds are not guaranteed; their values change frequently and past performance may not be repeated. Investors will pay management fees and expenses, may pay commissions or trailing commissions and may experience a gain or loss. 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. If you buy other series of Fidelity Funds, the performance will vary, largely due to different fees and expenses.

Investors who buy Series F pay investment management fees and expenses to Fidelity. Investors will also pay their dealer a fee for financial advice services in addition to the Series F fees charged by Fidelity.

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The Morningstar Risk Adjusted Ratings (MRARs), commonly referred to as the Star Ratings, relate the risk-adjusted performance of a fund to its peers with the same CIFSC Fund category for the period ended as noted and are subject to change monthly. Morningstar calculates ratings for categories with at least five funds. To determine a fund's rating, the fund and its peer are ranked by their MRARs. If a fund scores in the top 10% of its category, it receives five stars (High); if it falls in the next 22.5%, it receives four stars (Above Average); the next 35% earns a fund three stars (Neutral or Average); those in the next 22.5% receive two stars (Below Average); and the lowest 10% receive one star (Low). The overall rating is a weighted combination of the three-, five- and ten-year ratings. For greater detail, see www.morningstar.ca

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Source: Fidelity Investments Canada ULC. Performance shows annual compounded returns as at April 30, 2019 (Series F), net of fees, in Canadian dollars. Morningstar ratings reflect performance as at April 30, 2019, and are subject to change monthly. The ratings are calculated from a fund's three-, five- and ten-year returns measured against 91-day Treasury bill and peer group returns. The Morningstar category, star ratings and number of funds in each category for the standard periods for Fidelity Global Income Portfolio and Income Portfolio: Morningstar Global Fixed Income Balanced category; 3-year, 5 and 4 star, respectively (469 funds); 5-year, 5 star (233 funds); 10-year, 5 star (115 funds). Number of investments ranked in the Global Fixed Income Balanced Category for 6 months (761); 1-Year (736); 2-Year (568); 3-Year (490); 5-Year (253); 10-Year (131). The Morningstar category, star ratings and number of funds in each category for the standard periods for Fidelity Global Balanced Portfolio and Balanced Portfolio: Morningstar Global Neutral Balanced category; 3-year, 4 star (1,109 funds); 5-year, 4 star (784 funds), 10-year, 5 star (333 funds). Number of investments ranked in the Global Neutral Balanced Category for 6 months (1,845); 1-Year (1,771); 2-Year (1,343); 3-Year (1,203); 5-Year (858); 10-Year (372). The Morningstar category, star ratings and number of funds in each category for the standard periods for Fidelity Global Growth Portfolio and Growth Portfolio: Morningstar Global Equity Balanced category; 3-year, 5 and 4 star, respectively (921 funds); 5-year, 5 and 4 star, respectively (573 funds), 10-year, 5 star (283 funds). Number of investments ranked in the Global Equity Balanced Category for 6 months (1,410); 1-Year (1,354); 2-Year (1,105); 3-Year (1,016); 5-Year (646); 10-Year (326).

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