

Fidelity European Equity Pensions Fund

DEFINED CONTRIBUTIONS

FUND OBJECTIVE

The European Equity Pensions Fund's investment objective is to achieve long-term capital appreciation. The fund will invest primarily in the shares of European companies excluding those in the United Kingdom. There is no policy to restrict investment to particular economic sectors.

INVESTMENT APPROACH

The fund manager is a bottom-up investor who looks at company fundamentals first and foremost when making an investment decision. As such sector and country positioning are a residual of his stock-picking approach, however he seeks to create a diversified portfolio invested across all sectors. The fund manager searches for growth over the longer term. This means looking beyond the next quarter and even the next year. He differentiates his style by investing in companies that have a longer term competitive advantage and upside valuations. He will buy a company when the long-term story is positive irrespective of the short-term outlook. He uses Fidelity's research team to carry out detailed due-diligence of companies, and he aims to create a diversified portfolio where performance is driven by stock selection. He manages a concentrated portfolio of around 40 to 100 stocks.

PORTFOLIO MANAGER

Name: Thomas Fraenkel-Thonet
Location: London
Appointed to fund: Since inception

Thomas Fraenkel-Thonet joined Fidelity in 1994 as a Research Analyst in London. He was promoted to Portfolio Manager, Europe ex UK Equities in 1999. Prior to joining Fidelity he spent two years at Merrill Lynch Capital Markets in Frankfurt and New York and two years with Credit Suisse First Boston in Frankfurt. Thomas holds an MBA from Columbia Business School, Columbia University and also a BSc (Honours) in Economics from Georgetown University, Washington DC.

This material is intended for investment professionals and must not be relied upon by private investors. This document may not be reproduced or circulated without prior permission and must not be passed to private investors.

FIL Limited was established in Bermuda nearly 40 years ago and provides asset management services to investors outside of the Americas. FIL Limited and its respective subsidiaries form the global investment management organisation that is commonly referred to as Fidelity International. Fidelity International and the Pyramid Logo are trademarks of FIL Limited. Fidelity International only gives information on its products and does not provide investment advice based on individual circumstances. The value of investments may go down as well as up and an investor may not get back the original amount invested. Due to the greater possibility of default, an investment in corporate bonds is generally less secure than an investment in government bonds. In certain countries, and for certain types of investments, transaction costs are higher and liquidity is lower than elsewhere. There may also be limited opportunities to find alternative ways of managing cash flows especially where the focus of investment is on small and medium sized firms. For funds specialising in such countries and investment types, transactions, particularly those large in size, are likely to have a greater impact on the costs of running a fund than similar transactions in larger funds. Prospective investors should bear this in mind in selecting funds. The funds referred to in this document invest in or are reinsured into funds managed by non-Fidelity International life insurance companies or fund managers. Funds in the property sector may invest in property and land. These can be difficult to sell and there may be a delay in acting on instructions to sell investments. The value of property is generally a matter of a valuer's opinion rather than fact. The funds shown in this document are available, and intended, for UK investors only. Issued and approved by FIL Life Insurance Limited (FSA registered number 186526) a firm authorised and regulated by the Financial Services Authority. FIL Life Insurance Limited is a member of the Fidelity International group of companies and is registered in England and Wales under the company number 3406905. The registered office of the company is Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ, United Kingdom. April 2010. MDC004414.

FUND PROFILE

FUND FACTS

Launch Date: 01.06.98
Benchmark: MSCI Europe (ex UK) Index
Base Currency: GBP Sterling
Dealing Frequency: Daily dealing and single priced (NAV)
Product Registered: UK
Asset Class: European (ex-UK) Equities

RISK RATING (Equity funds)





This rating gives an indication of the risk level of Cash (A1-A2), Bond (B1-B3), Equity (E1-E5) and Property (P1-P2) funds only in relation to Fidelity's range of funds within each asset class. A higher number signifies a higher risk fund. They are intended only as a guide and are based on our quarterly rating review process which uses information about a fund manager's investment approach, as well as quantitative measures based on the fund's historic performance and its current holdings.

RISK RATING DESCRIPTION

A fund with potentially more volatile returns than average, as a result of high weights in a single country, sector or potentially more volatile types of stock (e.g. smaller companies).

Contact Details

 Paul Harper on 020 7961 4365

 fidelity.institutional@fil.com

 www.fidelityinstitutional.com