

Sterling Core Plus Bond Fund

FUND OBJECTIVE

The fund's investment objective is to achieve both capital growth and income. The fund will invest primarily in UK and international government and corporate bonds. The fund may also invest in emerging market debt and high yield securities. Derivatives and forward transactions may be used for investment purposes. The strategies attempt to maintain at least 90% of currency exposure in UK Sterling.

INVESTMENT APPROACH

The portfolio manager draws upon the output of our credit analysts and quantitative analysts in constructing the portfolio. The primary drivers of return are asset allocation, yield curve positioning, interest and exchange rate expectations, sector allocation, issuer credit analysis and security valuation. We therefore look to build bond portfolios that include a large number of uncorrelated active investment decisions in which no single position is expected to dominate returns. Fixed income derivatives are used to focus risk in the fund and to effect investment positions more efficiently than could be done in the cash market alone.

PORTFOLIO MANAGER

Name: Andrew Weir

Location: London

Andrew Weir joined Fidelity in 1997 as a Quantitative Fixed Income Analyst in London. Andrew has been the Director of Quantitative Research since 2002, and was promoted to Portfolio Manager in 2003. Prior to joining Fidelity he spent five years with JP Morgan Investment Management. Andrew holds a BEng from Nottingham University.

This material is intended for investment professionals and must not be relied upon by private investors.

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FUND FACTS

Fund type:	OEIC
Launch Date:	14.08.06
Benchmark:	iBoxx Sterling Overall 15+
Base Currency:	GBP Sterling
Dealing Frequency:	Daily dealing and single priced
Annual Management Charge:	0.40%
Asset Class:	UK Aggregate Bonds
Typical Number of Holdings:	75 to 125

Contact Details

-  Grant Hadland on 020 7961 4540
-  fidelity.institutional@fil.com
-  www.fidelityinstitutional.com

