

# EURO BOND FUND - GBP

31 MAY 2010

## Fund objective

Invests primarily in bonds denominated in Euro.

## Performance as at 31.05.10

Yearly performance

|                 | 1 June 2005<br>to<br>31 May 2006 | 1 June 2006<br>to<br>31 May 2007 | 1 June 2007<br>to<br>31 May 2008 | 1 June 2008<br>to<br>31 May 2009 | 1 June 2009<br>to<br>31 May 2010 |
|-----------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| Fund            | N/A                              | N/A                              | 12.7%                            | 7.0%                             | 17.3%                            |
| Benchmark index | N/A                              | 0.4%                             | 18.6%                            | 19.9%                            | 4.8%                             |









|                 | 1 Year | 3 Years | 5 Years | Since<br>launch |
|-----------------|--------|---------|---------|-----------------|
| Fund            | 17.3%  | 12.3%   | N/A     | 9.0%            |
| Benchmark index | 4.8%   | 14.2%   | N/A     | 10.8%           |

This fund is a Luxembourg Registered Open Ended Investment Company, Fidelity Funds. Performance data is calculated on a NAV to NAV basis, net of fees and with gross income reinvested. Where the currency is reported as Euros, this denotes performance in legacy currency until 31 December 1998, and in Euros thereafter. Source: Fidelity.

Benchmark performance is calculated on a total return basis with income reinvested. Source: Fidelity.

N/A means fund not launched or data not available. Past performance is not a reliable indicator of future results. You may get back more or less than this as a result of currency fluctuation. The value of investments may go down as well as up and you may not get back the amount invested. If the fund you choose invests in overseas markets, changes in rates of exchange between currencies may cause the value of your investment to fall. Investments in small and emerging markets can be more volatile and liquidity may be lower than in other overseas markets. Due to the greater possibility of default, an investment in corporate bonds is generally less secure than an investment in government bonds. Default risk is based on the issuer's ability to make interest payments and to repay the loan at maturity. Default risk may therefore vary between different government issuers as well as between different corporate issuers.

## Asset allocation breakdown as at 31.05.10

|                              |       |   |
|------------------------------|-------|---|
| Treasury                     | 48.2% |  |
| Financial                    | 17.6% |  |
| Industrial                   | 13.8% |  |
| Securitized                  | 9.5%  |  |
| Cash                         | 6.7%  |  |
| Utility                      | 3.3%  |  |
| Quasi / Sov / Supra / Agency | 0.9%  |  |
| Unclassified                 | 0.0%  |  |

Source: Fidelity

## Fund facts

### Benchmark index

FF Euro Bond Composite Index\*

### Fund manager

David Simmer

### Fund size

£ 765m

### Launch date

26.06.06

### Base currency

The fund is denominated in £ Sterling.

### Annual management charge

0.75%

### Other charges

0.20%

\*BofA ML Euro Lg Cap Inv Grade

The charges are reflected in the quoted unit/share price for the fund and are not deducted from your account.

## Risk rating (Bond funds)

**B-1** **B-2** **B-3**

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 fixed income fund with significant exposure to interest rate changes, credit risk or currency movements relative to the base currency of the fund. Credit risk refers to the possibility that a bond issuer will default by failing to repay principal and interest in a timely manner.

## Top ten holdings as at 31.05.10

|    |                  |               |      |
|----|------------------|---------------|------|
| 1  | BELGIUM 3.5%     | 28/03/2015 56 | 6.3% |
| 2  | FRANCE OAT 3.5%  | 25/04/2020    | 4.2% |
| 3  | ITALY 5%         | 01/09/2040    | 4.1% |
| 4  | ITALY BTPS 4%    | 01/09/2020    | 3.6% |
| 5  | ITALY BTPS 3.75% | 01/08/2015    | 3.3% |
| 6  | IRELAND 4%       | 15/01/2014    | 3.1% |
| 7  | SPAIN 4.4%       | 31/01/2015    | 3.0% |
| 8  | GERMANY 4.75%    | 04/07/2040 08 | 2.0% |
| 9  | ITALY 3.5%       | 01/06/2014    | 2.0% |
| 10 | USTB 4.375%      | 15/11/2039    | 1.9% |

Source: Fidelity

Reference in this document to specific securities should not be considered as a recommendation to buy or sell these securities, but is included for the purposes of illustration only. Investors should also note that the views expressed may no longer be current and may have already been acted upon by Fidelity.



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