

Market Drivers

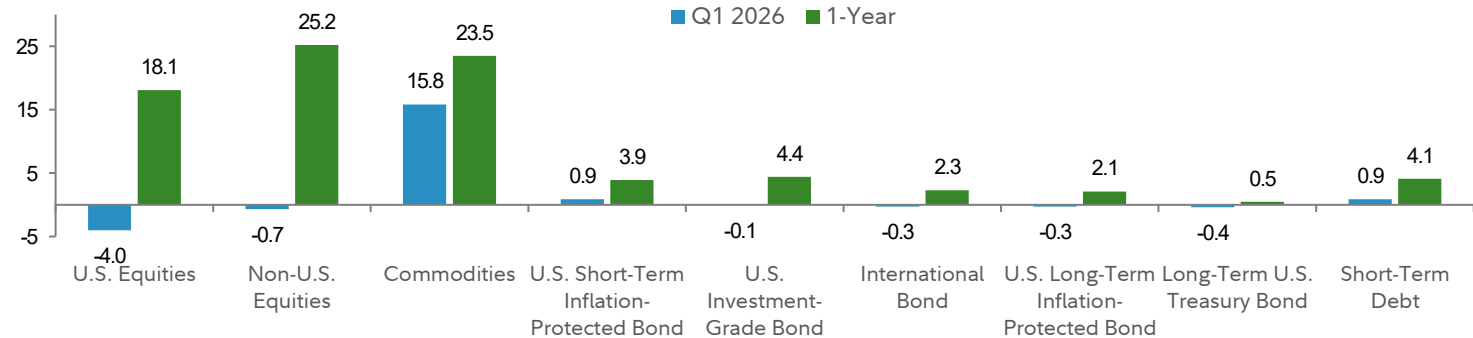
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Spotlighting specific funds, our ISQ series is designed to provide you with a deeper understanding of our investment team's ideas, convictions, and outlooks on a quarterly basis.

Market Drivers

- **Markets experienced turbulence in the first quarter of 2026**, driven primarily by geopolitical conflict, persistent inflation fears, and increased policy uncertainty. These tensions resulted in higher volatility across equity, bond, and commodity markets.
- **Equity markets declined globally**, led lower by U.S. equities. After three years of significant outperformance, large-cap growth stocks declined and categories that trailed in recent years provided positive returns, including small-cap, value, and real estate. Non-U.S. equities ended the quarter mixed.
- **After falling during 2025, nominal 10-year U.S. Treasury bond yields finished Q1 slightly higher**. Several crosscurrents influenced bond yields, including softer labor-market data, higher near-term inflation expectations, a shift in monetary policy expectations, and medium-term fiscal challenges. Credit held up relatively well despite elevated volatility and market rumblings over the software sector and private credit.
- **The performance of commodities was a bright spot as crude oil prices spiked** after the conflict in Iran and the closing of the Strait of Hormuz, which supplies 35% of global crude exports. Gold and precious-metal prices took a breather after surging to all-time highs
- **Most of the strategic asset classes experienced mild drawdowns in Q1**. Bonds outperformed equities, with short-duration sectors outperforming more interest-rate-sensitive exposures. Within equities, non-U.S. equities fared better than U.S. equities.

PERFORMANCE OF FIDELITY'S STRATEGIC ASSET CLASSES (Total Return %)



Not FDIC Insured • May Lose Value • No Bank Guarantee

Past performance is no guarantee of future results. It is not possible to invest directly in an index. **U.S. Equities** - Dow Jones U.S. Total Stock Market index, **Non-U.S. Equities** - MSCI AI/ Country World ex USA Index (Net MA), **U.S. Short-Term Inflation- Protected Bond** - Bloomberg U.S. TIPS 0-5 Years Index, **U.S. Long-Term Inflation- Protected Bond** - Bloomberg U.S. TIPS 5+ Years Index, **U.S. Investment- Grade Bond** - Bloomberg U.S. Aggregate Bond Index, **Long-Term U.S. Treasury Bond** - Bloomberg U.S. Long Treasury Index, **International Bond** - Bloomberg Global Agg Treasury ex USD, ex EM, RIC Capped, Float Adjusted USD H Index, **Short-Term Debt** - Bloomberg U.S. 3-6 Month Treasury Bill Index.

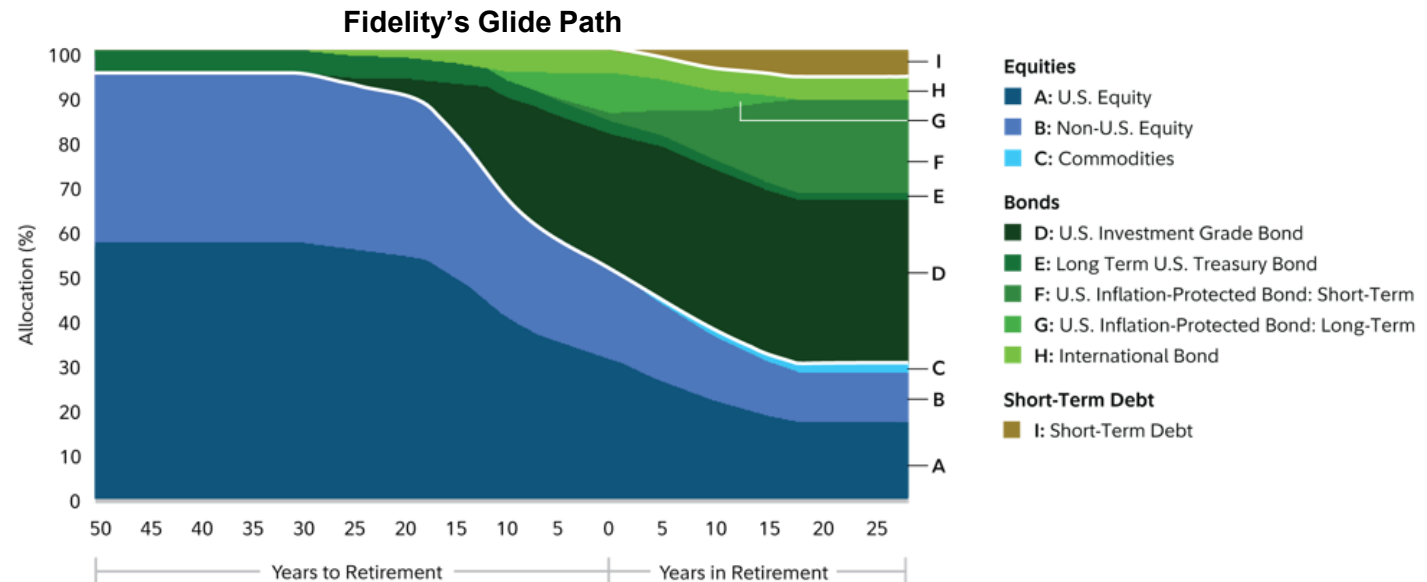
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Philosophy and Process

- The goal of Fidelity Freedom Index Funds is to **help participants maintain their standards of living in retirement** by balancing risk and reward throughout their lifetimes.
- The **glide path and strategic asset allocation** of the Funds, which represent the mix of assets that adjusts throughout investors' lifetimes, are informed by our long-term views and insights on **participant needs, diversification, and capital markets**.
- **The glide path emphasizes asset classes that balance the different risks participants face during each life phase** (early career, mid-career, pre-retirement, and retirement). Our investment process is focused on **providing investors with resiliency** to different market environments that may emerge throughout their investment horizons.
- The Funds' **time-tested investment process** draws upon Fidelity's deep **global research** platform and is managed by one of the **industry's largest** and most **experienced investment teams**.



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The glide path depicted represents a revised strategic asset allocation strategy. The investment team began transitioning to the updated strategic asset allocation during Q4 2025 and expects to complete the transition by Q1 2027. Illustrative strategic asset allocation as of 10/1/2025.
 Source: Fidelity Investments.

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Performance AS OF 3/31/2026

- The Fidelity Freedom Index 2030 Fund returned -0.9% in Q1, due largely to declines for both U.S. and non-U.S. equities. Fixed income sector performance was mixed and did not meaningfully contribute to total returns.
- The Fund's return exceeded the benchmark during the quarter due to fair value adjustments, which are not reflected in the benchmark.
- The Fund performed in the third quartile of its Morningstar peer group in Q1 and achieved a top quartile return for the past one year. Longer-term performance comparisons are also favorable, with the fund delivering results in the top quartile of the peer group over the past 10 years.

Total Returns and Percentile Rank (%)	Cumulative Returns		Average Annual Returns				Expense Ratio	
	3-Month	YTD	1-Year	3-Year	5-Year	10-Year	Gross	Net
Fidelity Freedom Index 2030 Fund—Instl Prem	-0.88	-0.88	13.89	11.04	5.57	8.41	0.08	0.08
Fidelity Freedom Index 2030 Composite Index	-1.48	-1.48	13.50	10.96	5.55	8.45	-	-
S&P 500 Index	-4.33	-4.33	17.80	18.32	12.06	14.16	-	-
Morningstar US Fund Target-Date 2030 Average	-0.81	-0.81	12.54	10.47	5.28	7.82	-	-
Morningstar Total Percentile Rank—Instl Prem	56	56	25	40	42	24	-	-
Number of Funds	194	194	194	181	176	115	-	-

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Current performance may be higher or lower than that quoted. Visit i.fidelity.com, or 401k.com, for most recent month-end performance or other share-class performance. Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. • Total returns are historical and include change in share value and reinvestment of dividends and capital gains, if any. These figures do not include the effect of sales charges, if any. If sales charges were included, returns would have been lower. • Other share classes with these fees would have had lower performance. • It is not possible to invest directly in an index. All market indices are unmanaged.

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Portfolio Convictions AS OF 3/31/26

Strategic asset allocation decisions are informed by our long-term views of participant needs and behaviors, asset class diversification, and capital markets. A summary of recent market developments and their impact on portfolios is below.

	Recent market developments	How the portfolio was positioned	Q1 contribution
Equities	<ul style="list-style-type: none"> • Geopolitical tension, rising energy prices, and concerns about the viability of AI investments contributed to short-term volatility. • Despite the drawdown in global equities, earnings growth remained positive, and investors continue to anticipate double-digit earnings in all regions. • Within the U.S. equity market, energy and materials sectors advanced, while financials and technology led the market down. 	<ul style="list-style-type: none"> • The Funds' strategic allocation to equities aligns with the needs and sensitivities of participants at each stage of their life, ranging from 95% for early career investors to 30% for investors well beyond their target retirement date. • The composition of the Funds' strategic equity exposure is 60% U.S. and 40% non-U.S., based on our view that diversification across demographics, political systems, economic cycles and sectors can improve portfolio resiliency over the long term. 	Negative
Fixed Income	<ul style="list-style-type: none"> • Threats of higher inflation and escalating levels of government debt complicated the outlook for Fed policy. • Yields for most fixed-income categories suggest bond valuations are roughly in line with long-term averages and provide solid income within a multi-asset portfolio. 	<ul style="list-style-type: none"> • Fixed-income exposures provide diversification to help manage participants' changing sensitivities to deflation, inflation and drawdown risks. • Funds for participants near the target date include a diversified mix of nominal and inflation-protected bonds, based on our long-term view that deflationary and inflationary risks are prominent. 	Neutral
Short-Term Debt	<ul style="list-style-type: none"> • Short-term debt delivered a positive return for the quarter. 	<ul style="list-style-type: none"> • For retired investors, short-term debt is a source of stability and capital preservation during environments of equity market stress. 	N/A¹

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Source: Fidelity Investments, the information shown is for the Fidelity Freedom Index 2030 Fund. Positioning and contribution varies by target date.

¹Short-Term Debt is not a strategic asset exposure in the 2030 Fund.

Diversification does not ensure a profit or guarantee against a loss.

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Andrew Dierdorf
Portfolio Manager



Cait Dourney Earle
Portfolio Manager



Finola McGuire Foley
Portfolio Manager



Brett Sumsion
Portfolio Manager

- **Target Date Funds are long-term strategies designed to help keep participants on track toward their retirement goals** through different market environments. The glide path and strategic asset allocation decisions are focused on providing age-appropriate asset allocation throughout participants' changing time horizons.
- **Our research highlights several macro-oriented themes that underscore the need for portfolio diversification.** Government debt levels, global fragmentation, aging demographics, and new technologies are likely to impact long-term growth and inflation. Diversification in fixed income and inflation-resistant assets remains attractive to hedge these risks.
- **During 2025, we announced an update to the glide path and strategic asset allocation of the strategies,** based on our long-term views on participant behaviors and our capital markets research. We increased exposure to equities for early-career investors and to equities and inflation-sensitive assets for investors near and in-retirement. Implementation of the updated allocations is underway, and we expect to complete the transition within the next 6-12 months.
- Over long periods, **equities are a powerful asset for building wealth, while our fixed-income portfolio provides balance during periods of stress.** U.S. Treasuries can help provide protection against a growth shock and inflation-sensitive assets improve portfolio resiliency during bouts of inflation.
- **We expect the U.S. economy to remain in expansion,** supported by positive earnings momentum, fiscal support, and the consumer. Many countries outside of the U.S. are also exhibiting improving economic conditions and corporate earnings.
- While the range of outcomes over the near term has broadened, our focus remains on the long-term trends in economic and policy conditions impacting financial markets. The persistence of uncertainty **reinforces the importance of a disciplined investment process.** Since inception, **Fidelity's target-date strategies have achieved successful outcomes,** as measured by total returns and investors' tendency to remain invested throughout periods of volatility.

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Past performance does not guarantee future results.

Data source for Morningstar Total Percentile Rank: Morningstar and FMR Co. The ranks for Fidelity Freedom Index 2030—Institutional Premium were based on Morningstar US Fund Target-Date 2030 Average. Morningstar Total Percentile Rank is calculated using Morningstar's total return database. The calculation of total return is determined each month by taking the change in monthly net asset value, reinvesting all income and capital gains distributions during that month, and dividing by the starting NAV. Reinvestments are made using the actual reinvestment NAV, and daily payoffs are reinvested monthly.

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