

Fidelity Model Portfolios with SMA

APRIL 2024

Portfolios designed to achieve various risk profiles

Key Features

- Designed to provide enhanced risk-adjusted total return across the risk spectrum
- Seeks to enhance total return through investment selection
- Uses a blend of mutual funds, ETFs and SMAs from Fidelity and other asset managers

Portfolio Changes Since the Last Update

Consistent with our quarterly cadence, on April 1, 2024, we updated the Fidelity Model Portfolios with SMA. The quarterly updates provide us the opportunity to bring the models back in line with our strategic asset allocation targets, correcting for market drift. As a result, the quarterly updates also provide an opportunity to adjust portfolio allocations. All the portfolios were rebalanced back to strategic asset allocation weights. There were no material changes in fund ratings during the quarter, resulting in no changes to the underlying building blocks.

STRATEGY DETAILS

TARGET ASSET MIXES: 5

STYLE: Blend of active and passive investments

FUND UNIVERSE:¹ Mutual Funds, ETFs, and SMAs from Fidelity; ETFs and SMAs from Third-Parties; and a core Fidelity Money Market Fund

INVESTMENT MINIMUM: \$300,000

MODEL REALLOCATION:² January, April, July, and October

Fidelity Model Portfolios with SMA

Fidelity Model Portfolios with SMA (I)

Investments and Expenses (+/-) — as of 4/1/24

			<div><div>Conservative</div><div>Risk Profile Spectrum</div><div>Growth</div></div>									
			<div><div></div><div>20 80</div></div>		<div><div></div><div>40 60</div></div>		<div><div></div><div>60 40</div></div>		<div><div></div><div>70 30</div></div>		<div><div></div><div>85 15</div></div>	
Ticker	Investment	Expenses (%)†										
EQUITY												
Domestic Equity			14.00%		28.00%		42.00%		49.00%		59.50%	
–	Envestnet QP: All Cap Core Beta—Low Minimum SMA	0.20	–	–	22.00%	–	–	–	–	–	–	–
–	Envestnet QP: All Cap Core Beta SMA	0.12–0.20	–	–	–	–	35.00%	–	36.00%	–	40.50%	–
FAGCX	Fidelity Advisor Growth Opportunities—Class I	0.44	2.00%	–	3.00%	–	3.50%	–	6.50%	–	9.50%	–
FVAL	Fidelity Value Factor ETF	0.15	2.00%	–	3.00%	–	3.50%	–	6.50%	–	9.50%	–
ITOT	iShares Core S&P Total U.S. Stock Market ETF	0.03	10.00%	–	–	–	–	–	–	–	–	–
International Equity			6.00%		12.00%		18.00%		21.00%		25.50%	
FCPIX	Fidelity Advisor International Capital Appreciation—Class I	0.75	6.00%	–	12.00%	–	18.00%	–	21.00%	–	25.50%	–
FIXED INCOME												
Intermediate- and Long-Term			64.00%		47.50%		31.00%		22.50%		11.00%	
FBND	Fidelity Total Bond ETF	0.36	21.00%	–	41.50%	–	27.00%	–	20.00%	–	10.00%	–
–	GW&K Core Bond Managed Account SMA	0.65	35.00%	–	–	–	–	–	–	–	–	–
TLT	iShares 20+ Year Treasury Bond ETF	0.15	4.00%	–	3.00%	–	2.00%	–	1.50%	–	1.00%	–
SCHP	Schwab U.S. TIPS ETF	0.03	4.00%	–	3.00%	–	2.00%	–	1.00%	–	–	–
Short-Term			16.00%		12.50%		9.00%		7.50%		4.00%	
FLTBT	Fidelity Limited Term Bond ETF	0.25	13.00%	–	10.50%	–	7.00%	–	5.50%	–	2.00%	–
–	Core Sweep*	0.38	3.00%	–	2.00%	–	2.00%	–	2.00%	–	2.00%	–

Fidelity Model Portfolios with SMA (Z)

Investments and Expenses (+/-) — as of 4/1/24

			<div><div>Conservative</div><div>Risk Profile Spectrum</div><div>Growth</div></div>									
			<div><div></div><div>20 80</div></div>		<div><div></div><div>40 60</div></div>		<div><div></div><div>60 40</div></div>		<div><div></div><div>70 30</div></div>		<div><div></div><div>85 15</div></div>	
Ticker	Investment	Expenses (%)†										
EQUITY												
Domestic Equity			14.00%		28.00%		42.00%		49.00%		59.50%	
–	Envestnet QP: All Cap Core Beta—Low Minimum SMA	0.20	–	–	22.00%	–	–	–	–	–	–	–
–	Envestnet QP: All Cap Core Beta SMA	0.12–0.20	–	–	–	–	35.00%	–	36.00%	–	40.50%	–
FZAHX	Fidelity Advisor Growth Opportunities—Class Z	0.31	2.00%	–	3.00%	–	3.50%	–	6.50%	–	9.50%	–
FVAL	Fidelity Value Factor ETF	0.15	2.00%	–	3.00%	–	3.50%	–	6.50%	–	9.50%	–
ITOT	iShares Core S&P Total U.S. Stock Market ETF	0.03	10.00%	–	–	–	–	–	–	–	–	–
International Equity			6.00%		12.00%		18.00%		21.00%		25.50%	
FIDZX	Fidelity Advisor International Capital Appreciation—Class Z	0.63	6.00%	–	12.00%	–	18.00%	–	21.00%	–	25.50%	–
FIXED INCOME												
Intermediate- and Long-Term			64.00%		47.50%		31.00%		22.50%		11.00%	
FBND	Fidelity Total Bond ETF	0.36	21.00%	–	41.50%	–	27.00%	–	20.00%	–	10.00%	–
–	GW&K Core Bond Strategy SMA	0.65	35.00%	–	–	–	–	–	–	–	–	–
TLT	iShares 20+ Year Treasury Bond ETF	0.15	4.00%	–	3.00%	–	2.00%	–	1.50%	–	1.00%	–
SCHP	Schwab U.S. TIPS ETF	0.03	4.00%	–	3.00%	–	2.00%	–	1.00%	–	–	–
Short-Term			16.00%		12.50%		9.00%		7.50%		4.00%	
FLTBT	Fidelity Limited Term Bond ETF	0.25	13.00%	–	10.50%	–	7.00%	–	5.50%	–	2.00%	–
–	Core Sweep*	0.38	3.00%	–	2.00%	–	2.00%	–	2.00%	–	2.00%	–

* Includes a 2% static allocation to a core sweep fund to cover typical third-party fees and expenses. Fidelity Government Cash Reserves (FDRXX) is used as the core money market fund to calculate portfolio expense above. Portfolio expenses may vary based on the core money market fund chosen.

† Mutual funds and ETFs expenses are represented by net expense ratio. Some SMA expenses are represented by a fee range determined by the platform and may vary based on amount invested. For illustrative purposes only. Information presented is intended to show underlying allocations for the model portfolios. It is not a recommendation or offer to buy or sell any securities.

Fidelity Model Portfolios with SMA

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Not FDIC Insured • May Lose Value • No Bank Guarantee

¹ Excludes Fidelity Advisor Funds that do not have both I and Z shares and funds with “Fund of Funds” structures.

² If circumstances warrant, there may be off-cycle reallocations.

Source: Fidelity Investments.

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Fidelity Model Portfolios with SMA may consist of Fidelity mutual funds, Fidelity ETFs, Fidelity Advisor SMAs, and third-party mutual funds, ETFs, and SMAs. The Fidelity Model Portfolios with SMA are constructed by FIWA using a systematic approach in conjunction with a quantitative and qualitative methodology for selecting mutual funds, ETFs or SMAs. FIWA uses an algorithmic approach to initially identify a set of investment options whose overall risk characteristics, when viewed as a portfolio, generally meet the design parameters, with final portfolio construction subject to change based on a qualitative overlay. In further limiting the universe of investments, additional weight is allocated to products in the Fidelity Model Portfolios with SMA that provide revenue to Fidelity as described below. These products may be unaffiliated. Fidelity Models Portfolios with SMA are also constructed to meet minimum revenue thresholds to Fidelity.

As applicable, use of the mutual funds and ETFs in the Fidelity Model Portfolios with SMA will result in the payment of fees to the mutual funds and ETFs in the Models as provided for in the relevant prospectus to each such investment product. The fees received from investment in the included Fidelity mutual funds, ETFs and Fidelity Advisor SMAs will be shared by various Fidelity affiliates involved in developing and distributing certain models, the Fidelity funds, and the Fidelity ETFs. When Fidelity Model Portfolios with SMA invest in certain non-Fidelity funds and ETFs, Fidelity affiliates receives flat, annual fees (1) from a limited number of unaffiliated investment managers for maintaining the infrastructure to support their mutual funds and ETFs held in accounts on Fidelity’s brokerage platform and (2) from approximately 18 unaffiliated investment managers to participate in a marketing, engagement, and analytics program established by Fidelity. In addition, Fidelity receives compensation for certain services provided to iShares ETFs in connection with reduced or commission-free ETFs, and compensation in connection with a marketing program with respect to iShares.

Fidelity Model Portfolios with SMA General Disclosure

Past performance is no guarantee of future results. An investment may be risky and may not be suitable for an investor’s goals, objectives and risk tolerance. Investors should be aware that an investment’s value may be volatile and any investment involves the risk that you may lose money. Investment performance of the Fidelity Model Portfolios with SMA depends on the performance of the underlying investment options and on the proportion of the assets invested in each underlying investment option over time. The performance of the underlying investment options depends, in turn, on their investments. The performance of these investments will vary day to day in response to many factors. Asset allocation strategies are subject to the volatility of the financial markets, including that of the underlying investment options’ asset class, and may not achieve their intended results and such strategies could underperform the market as a whole.

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