

Q&A: Name Change of Fidelity Funds - Sustainable Euro Cash Fund and Fidelity Funds - Sustainable US Dollar Cash Fund

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1. *What is taking place?*

We have decided to change the English name of following funds:

- 1) Fidelity Funds – Sustainable Euro Cash Fund will be re-named Fidelity Funds – Euro Cash Fund; and
- 2) Fidelity Funds – Sustainable US Dollar Cash Fund will be re-named Fidelity Funds – US Dollar Cash Fund.

There will be no change to the Chinese name of both funds. The change will be effective on 11 April 2023.

2. *Why are we making these updates?*

Given the small universe of available issuers for money market funds, the absence of detailed legislative definition of sustainable investments, as well as evolving regulatory interpretation around fund naming conventions, we have decided to change the English name of these 2 funds in order to future proof the strategy against any further changes to the regulatory landscape.

The name change will not affect any of the ESG characteristics of the funds or result in any change to the SFDR characterisation, which will remain Article 8. Both funds will continue to maintain more than 50% of their assets in issuers with favourable ESG characteristics. However, given the high quality nature of issuers held in money market funds, over 90% of the strategy is invested in issuers with favourable ESG characteristics (per Fidelity methodology).

3. *Will there be any changes to the investment objective, investment strategy or risk factors of the funds?*

No, apart from removing “Sustainable” from their English names, there are no other changes to the way both funds are managed, their process or investment team. Chris Ellinger will remain the Lead-Portfolio Manager and Tim Foster the Co-Portfolio Manager.

4. *What do shareholders need to do?*

As there are no change to both funds in terms of how they are being managed or their features, there is no action required by shareholders.

5. *What do distributors need to do?*

Below note is now attached to the English name of both funds on websites, marketing materials, notices and other communications. The note was originally added because these funds are not classified as ESG funds in HK as per the SFC:

- 1) an annotation in English “(This is not classified as an ESG fund in Hong Kong)” must be placed right after the English name of both funds; and
- 2) an asterisk must be placed next to the English name of each of the funds with a corresponding prominent warning statement to the effect that “The fund is not classified as an ESG fund in Hong Kong pursuant to the SFC’s Circular to management companies of SFC-authorized unit trusts and mutual funds – ESG funds dated 29 June 2021, as may be revised from time to time.”

We have now decided to remove “Sustainable” from the English fund name in order to future proof the strategy against any further changes to the regulatory landscape. As a result, the English name and the Chinese name will now be the same so there is no longer a requirement for us to make reference to the fact that these funds are not classified as ESG funds in HK. Therefore, please remove the note effective from 11 April 2023.