

# FIDELITY MONITOR & INSIGHT

JUNE 2025

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## MESSAGE FROM JACK

### AI Opportunities Are Broadening

Up until now, the primary beneficiaries of AI technology have been those investing in the infrastructure necessary for training and inference (the handling of queries). Led by NVIDIA, that effort has taken place mainly within the ranks of the Magnificent Seven stocks. At this stage, it appears largely priced in.



Jack Bowers

The next wave of AI investment opportunities are likely to involve very specific solutions for complex work environments, and may benefit both software/analytics firms, as well as their customers.

One early example is Palantir Technologies.

Founded as a data-analytics firm, the defense contractor has provided counter-terrorism and military services to the U.S. government. Now, by leveraging AI technology, the company hopes to revolutionize regional banking by giving smaller banks advanced software tools at a lower cost, setting the stage for them to gain market share from larger competitors.

Or consider Axon, owner of the Taser brand. The company is moving into providing law enforcement with AI software that streamlines incident report-writing and the analysis of recorded video, boosting productivity. Real-time AI tools can alert officers to threats while providing audio translation of foreign languages.

In other cases, the benefits of AI technology may be more subtle, such as when a non-tech company uses it to improve its basic operations. Consider IHG (owner of the Holiday Inn and Hilton hotel chains), an early adopter of AI technology. The firm has developed its own enterprise AI system that enhances employee hiring and training, boosts productivity, and more effectively processes customer surveys. There are signs that this effort has upgraded the customer experience relative to its rivals.

One problem with betting on future AI disruptors is that higher P/E ratios that go hand-in-hand with companies that are closing in on game-changing applications. It is often hard to know if such stocks are overvalued or undervalued. Case in point: Tesla, the most expensive

Jack's Message *cont'd on page 11*

## MARKET OUTLOOK

### Treasuries Lose A Notch Of Luster

During the Financial Crisis of 2008 and battle to raise the debt ceiling, the credit ratings agency S&P Global downgraded U.S. debt a notch to AA+ from AAA. (Fitch followed suit.) While that raised concerns in the credit market, some took solace in the fact that Moody's didn't downgrade its top rating, though it lowered its outlook to negative from stable.



John Bonnanzio

Last month, however, Moody's finally caught up to its peers. It did so against the backdrop of the House preparing to send the Senate a spending bill that many believe will increase the existing \$36 trillion deficit by an additional \$3 trillion over 10 years — less so because of higher spending, and more so owing to tax cuts.

To justify this tactic, House leaders argue that lower taxes will result in more investments which, in turn, will grow the economy. So while the deficit will rise, it will eventually shrink as a percent of GDP.

As was the case in 2011, last month, bond investors shrugged off Moody's one notch downgrade (from Aaa to Aa1), though they had a very good reason: Treasuries are still one of the safest securities on the planet.

On the other hand, it's the third such move in 14 years, while national indebtedness is only growing more intractable. Last year, for example, U.S. debt was nearly 125% of GDP. Back when both political parties were seriously considering a balanced budget amendment (let's call that 2000), it was only about 35%! Nevertheless, it's hardly helpful when a major business newspaper counsels its readers not to worry. After all, it argued, other major economies have experienced comparable downgrades, but have never defaulted.

While that may be true, there is no other country in the past 135 years whose economic wherewithal has been so vital to the rest of the world. That's but one reason why the dollar is coveted by friends and foes alike. Notably, in the immediate aftermath of the 9/11 terrorist attacks, which saw U.S. banks and stock exchanges closed for four days, the dollar firmed slightly owing to its safe-haven stature in a dangerously changed world.

Market Outlook *cont'd on page 3*

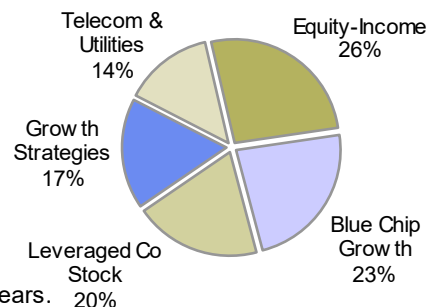
**Unique Opportunities** Target Risk: 1.20 (Current: 1.06) Foreign Holdings: 7.2% **YTD Return: 0.1%**

Stocks: 99.4% Bonds: 0.0% Cash: 0.6% Alternatives\*: 0.0% Yield: 0.9%

Holdings	Ticker	NAV	Shares	Value	May Ret
Equity-Income	FEQIX	\$77.04	4,393.73	\$338,493	3.7%
Blue Chip Growth	FBGRX	218.98	1,367.48	299,451	10.2
Leveraged Co Stock	FLVCX	38.59	6,510.99	251,259	11.4
Growth Strategies	FDEGX	71.21	3,112.40	221,634	10.9
Telecom & Utilities	FIUIX	34.49	5,148.80	177,582	0.9

**Current Value (3/31/99 = \$100,000)** **\$1,288,419** **7.0%**

For aggressive members who have no need for income or principal for more than 10 years.



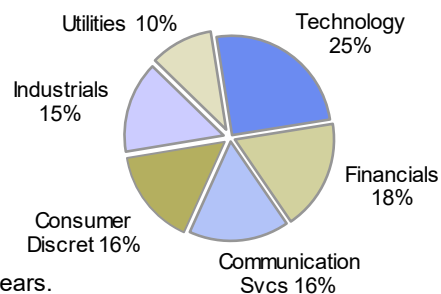
**Select** Target Risk: 1.20 (Current: 1.17) Foreign Holdings: 4.6% **YTD Return: 1.1%**

Stocks: 99.1% Bonds: 0.0% Cash: 0.9% Alternatives\*: 0.0% Yield: 0.5%

Holdings	Ticker	NAV	Shares	Value	May Ret
Technology	FSPTX	\$34.53	71,323.50	\$2,462,800	11.4%
Financials	FIDSX	15.09	117,402.52	1,771,604	6.4
Communication Svcs	FBMPX	114.61	14,037.00	1,608,781	10.5
Consumer Discret	FSCPX	63.01	24,456.37	1,540,996	8.9
Industrials	FCYIX	44.75	32,749.73	1,465,551	11.1
Utilities	FSUTX	123.94	8,151.68	1,010,319	2.0

**Current Value (12/31/88 = \$100,000)** **\$9,860,051** **8.9%**

For aggressive members who have no need for income or principal for more than 10 years.



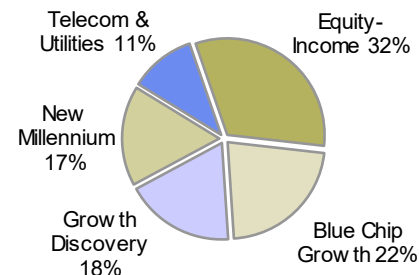
**Growth** Target Risk: 1.00 (Current: 0.96) Foreign Holdings: 7.7% **YTD Return: 1.5%**

Stocks: 99.3% Bonds: 0.0% Cash: 0.7% Alternatives\*: 0.0% Yield: 1.0%

Holdings	Ticker	NAV	Shares	Value	May Ret
Equity-Income	FEQIX	\$77.04	28,144.03	\$2,168,216	3.7%
Blue Chip Growth	FBGRX	218.98	6,837.70	1,497,320	10.2
Growth Discovery	FDSVX	61.66	19,877.06	1,225,619	8.7
New Millennium	FMLX	59.92	18,829.30	1,128,252	7.4
Telecom & Utilities	FIUIX	34.49	21,401.20	738,128	0.9

**Current Value (12/31/86 = \$100,000)** **\$6,757,534** **6.3%**

For moderately aggressive members who want equity-dominated portfolios and have no income needs for at least 10 years.



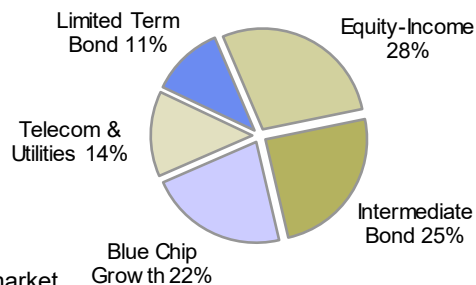
**Growth & Income** Target Risk: 0.66 (Current: 0.66) Foreign Holdings: 11.8% **YTD Return: 2.2%**

Stocks: 63.2% Bonds: 34.4% Cash: 1.3% Alternatives\*: 1.1% Yield: 2.3%

Holdings	Ticker	NAV	Shares	Value	May Ret
Equity-Income	FEQIX	\$77.04	4,703.17	\$362,332	3.7%
Intermediate Bond	FTHR X	10.22	30,990.52	316,723	-0.3
Blue Chip Growth	FBGRX	218.98	1,295.87	283,769	10.2
Telecom & Utilities	FIUIX	34.49	5,093.03	175,658	0.9
Limited Term Bond	FJRLX	11.50	12,905.72	148,416	0.2

**Current Value (12/31/93 = \$100,000)** **\$1,286,898** **3.2%**

A good choice for members retiring in 5-10 years looking for less volatility than the market.



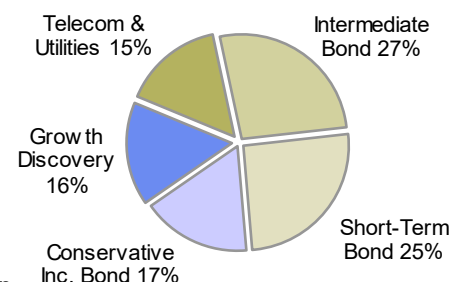
**Income** Target Risk: 0.33 (Current: 0.36) Foreign Holdings: 17.8% **YTD Return: 2.5%**

Stocks: 30.8% Bonds: 65.3% Cash: 3.7% Alternatives\*: 0.2% Yield: 3.4%

Holdings	Ticker	NAV	Shares	Value	May Ret
Intermediate Bond	FTHR X	\$10.22	14,446.18	\$147,640	-0.3%
Short-Term Bond	FSHBX	8.49	16,669.41	141,523	0.0
Conservative Inc. Bond	FCNVX	10.07	9,208.28	92,727	0.4
Growth Discovery	FDSVX	61.66	1,439.45	88,757	8.7
Telecom & Utilities	FIUIX	34.49	2,480.07	85,538	0.9

**Current Value (12/31/91 = \$100,000)** **\$556,185** **1.4%**

For members needing income and protection of their purchasing power against inflation.



Having grown up when GM was the world's largest automaker (now it's fourth behind Toyota, Volkswagen and Hyundai) and Sears was the biggest retailer (I have a home that was ordered through its 1900 catalog!), we have all witnessed the pitfalls of size and complacency: "The bigger they are, the harder they fall."

At the risk of sounding alarmist, if the U.S. deficit continues to outpace economic growth, credit downgrades will persist, with various dire consequences:

1. The dollar will depreciate, making imports (and vacations abroad!) more expensive;
2. The federal government's debt burden increases both as a result of additional borrowing and because of higher interest rate;
3. With almost 20% of the budget already earmarked just to pay interest on our debt, that allocation could rise to 35% in just 10 years. That leaves less money for defense and everything else;
4. It may still seem impossible, but an economically weakened U.S. is a gift to our adversaries. What would the world look like if China's yuan becomes the world's reserve currency?

More to the point, if Treasuries are no longer viewed as "risk-free" (and there are now three major rating agencies that say they aren't), then I'd argue that they aren't.

### Other Implications

Given my proclivity to see a glass half-empty, I allow for the fact that I may be overly concerned about the investment merits of U.S. government debt in coming years and, as an extension of that, what rising indebtedness will eventually

## FUNDS YOU SHOULD BUY NOW

**Growth:** **Blue Chip Growth** and **Growth Company** are aggressive, volatile large-cap options. (**Growth Strategies** is an even more volatile option for mid-cap exposure.) **Contrafund**, **Growth Discovery** and **New Millennium** are more conservatively positioned.

**Growth & Income:** **Equity-Income** and **Equity Dividend Income** hold attractively valued, dividend-producing stocks.

**Taxable Bond:** **Conservative Income Bond** is a money market alternative. **Short-Term Bond** holds higher-yielding corporates while limiting interest-rate-risk. For those willing to assume more rate-risk consider **Limited Term Bond** and **Intermediate Bond**.

**Muni Bond Funds:** **Conservative Income Muni** is a tax-free alternative to a muni money market fund. ■

do to the country's overall health.

In the meantime, we may have already passed a threshold whereby we should start considering high-quality alternatives to Treasuries.

Based on data from Moody's, S&P Global and Fitch, Investor's Business Daily claims that there are now two companies whose balance sheets are even more robust than Uncle Sam's: Johnson & Johnson and Microsoft.

In both cases, S&P Global and Fitch have assigned them the highest-possible rating of AAA (that's one notch above Treasuries). In the case of Microsoft, its 10-year bond yields around 4.5% versus 4.4% for the lower-rated (AA+) 10-year Treasury. That said, there may be more: Apple and ExxonMobil are but two

that come to mind. Then again, because countries can print money when they need it and companies cannot, large cash hordes that make corporate balance sheets appear healthier are inconsistent with their need to reinvest for growth or for share repurchases — which should increase shareholder value. In that way, government bonds have a credit edge.

In this market, we still favor investment-grade credits over their government counterparts across most of the maturity spectrum. On paper, they're considered a bit riskier, but that may continue to change. If so, the decision to favor credits over government bonds may, unfortunately, get easier. ■

—John Bonnanzio

## MODEL PORTFOLIO TRADE

As first announced on our Hotline message of Friday, May 23 (and repeated on May 30), we made the following model portfolio trade on Tuesday, May 27:

In the *Unique Opportunities Model*, we sold our entire 17% position in **Focused Stock** [FTQG] and purchased **Growth Strategies** [FDEGX] with the proceeds. (See p. 11 for profile of Growth Strategies.)

### Trade Rationale:

*When we purchased Focused Stock for this model, we believed it to be well-positioned as an AI (artificial intelligence) infrastructure play. But with the market shifting more in favor of firms that use AI to come up with specific solutions to complex problems, Growth Strategies (a mid-cap growth fund) may be better positioned to benefit from this emerging trend. ■*

### Model Portfolios Key:

\*Alternative investments include such areas as high-yield bonds, commodities, real estate; asset allocations and yields are approximate based on most current data available. Portfolio trades and total returns do not take taxes into account. Some percentage figures may not sum to 100 due to rounding. Dividends are reinvested. Consider the tax implications of trades before you decide to buy or sell any fund. Any trades are detailed on p. 3 and are announced on regularly scheduled Friday evening Hotline updates via e-mail and web. **Annuity Model Portfolios** are on p. 10.

## Fidelity Managers' Thoughts On Tariffs, AI And Interest Rates

*This year, tariffs, energy, manufacturing and trade policies all joined artificial intelligence as among the most consequential investment concerns (and perhaps opportunities) for Fidelity fund managers. With economic priorities constantly shifting in Washington, managers may prefer to focus on company fundamentals, but that's not always possible when macro events overshadow basic investment processes.*

*In our effort to shed some light on their investment considerations we have edited their thoughts for clarity and length. [Note: Each of these funds are held in at least one model portfolio.]*

### Blue Chip Growth

*Sonu Kalra has managed this fund since 2009.*

“President Trump’s aim to bring manufacturing back to the U.S. and address what he identifies as trade imbalances between the U.S. and the rest of the world has implications for the equity market. I believe investors should consider current proposals related to trade and tariffs in the broader context of potential policy and regulatory events that have yet to play out. These include tax reform, immigration and deregulation, among others.

While tariffs may pose a challenge for some companies, they also can present unique opportunities, especially for businesses with a diversified supply chain. In particular, the consumer discretionary sector could be notably affected, as tariffs are perceived to increase costs and reduce sales.

However, my investment strategy focuses on choosing companies with strong brands and significant pricing power. I believe they are best-positioned to pass on price increases to their customers over time.”

Return in %	
May	10.2
YTD	-3.6

### Equity-Income

*Ramona Persaud has managed this large-cap value fund since 2011.*

“The past 12 months (through January) were dynamic, starting with the narrow AI-driven market that continued from the prior year, then a broadening of the rally as inflation data improved, followed by an even more risk-driven rally on deregulation optimism from the election.

Then, finally, we closed the year with uncertainty about the new administration’s policies.

Declining [interest] rates can provide a beneficial backdrop for dividend-oriented investors, as a stock’s dividend yield may become more competitive if yields on bonds decline.

The fund’s investment in Taiwan Semiconductor is one example. The semiconductor industry is highly cyclical. I tend to use the industry’s down periods to invest in leaders like Taiwan Semi to benefit from a presumed eventual rebound in their businesses. Although chip companies have struggled in recent years — apart from those closely connected to AI development, such as NVIDIA — Taiwan Semi used the challenging environment to widen its market lead over its main competitors. What’s more, the stock has often paid a dividend yield higher than the typical tech stock.

### Intermediate Bond

*Managed by a team of five, Rob Galusza is the longest tenured (since 2009) of this investment grade fund.*

“[As of February], ‘uncertainty’ is the word of the year in financial markets to date. Given the current environment, we’re maintaining a cautious stance. The ambiguity surrounding the path of infla-

Return in %	
May	-0.3
YTD	3.0

tion and the economy overall supports our focus on capital preservation, income generation and liquidity.

For several months now, we have been selective in adding risk to the fund, focusing on sectors where we see potential opportunities despite the broader uncertainty. For example, we’ve been cautious about industries like autos and airlines, given the economic pressures consumers are facing. And we are leaning even more than usual toward high-quality corporates and overweighting AAA-rated investments.

As always, we will remain vigilant and ready to adjust our strategies as the economy evolves. We still strongly believe that short- and intermediate-term bond investments offer an excellent value proposition (less risk) to investors.”

### Leveraged Company Stock

*Co-managers Mark Notkin (M.N.) and Brian Chang (B.C.) have run this fund since 2016 and 2019, respectively.*

B.C. “Artificial intelligence is the undoubted MVP of secular-growth drivers, with its rapid ascension providing a game-changing boost to stocks. We’ve focused on infrastructure build-out. Cloud providers, enterprises and governments are all rushing to make sure they have the best AI infrastructure. We think this is a multi-year secular tailwind that will support our investments in chipmakers — especially NVIDIA, Broadcom, Marvell Technology and Taiwan Semiconductor Manufacturing. [As of January], we added to each the past six months.

We also have seen the influence of AI in the build-out of data centers and a material inflection in demand for power. It’s rare to construct new power plants, so existing providers have enjoyed the fruits of this AI-

**Managers' Thoughts** *cont'd on page 12*

FUND COMMENTARY

## Stocks Rebound As Bonds Stumble

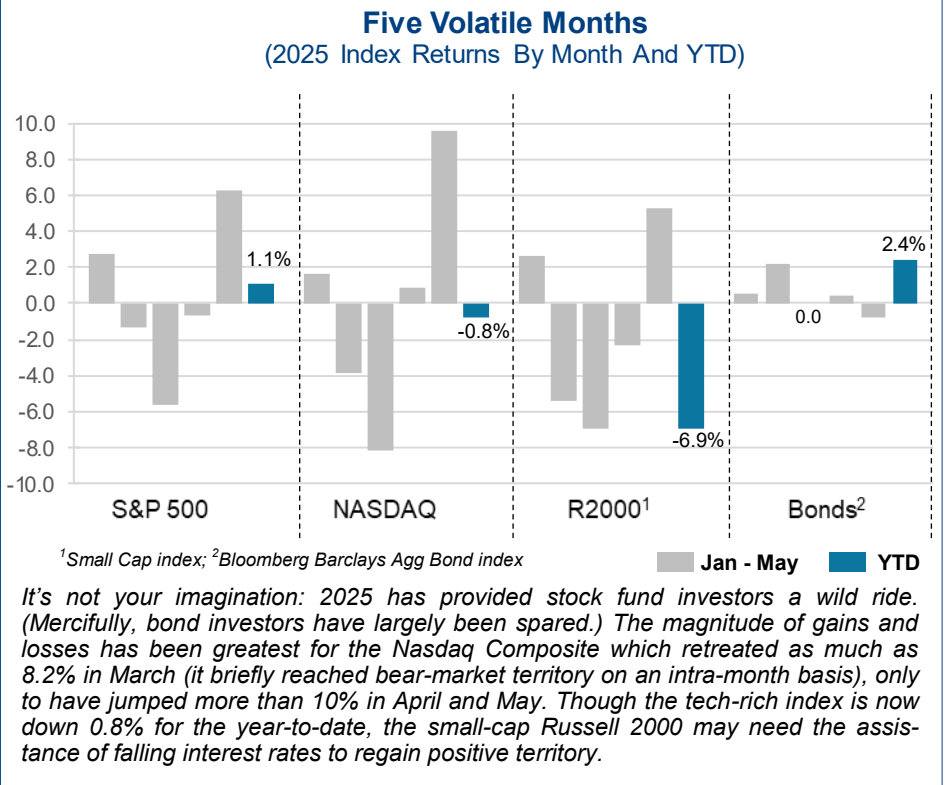
This may only be a coincidence, but last month saw four climbers ascend Mt. Everest in a record number of days: five. With similar speed, the Nasdaq Composite set its own record in erasing its red ink (down 9.5% through April 30) by soaring 9.6% in May. (Year-to-date it's "only" down 0.8%.) Overall, it was the best month for stocks (more specifically, the S&P 500) since November 2023 when they jumped nearly 9%.

Speaking of which, with a 6.3% gain, the S&P 500 returned to positive territory in May. (It's now about 4% short of its previous all-time high.)

Likewise, mega cap stocks (as measured by the Dow Industrials) and small caps (the Russell 2000) responded positively to the uptick in consumer confidence, encouraging inflation news, the rising possibility of an interest-rate cut and mostly, a dramatic reversal in trade ambitions in the form of lower tariffs. To that end, the blue chip gauge rose 4.2% and small caps rose 5.3%.

### Stock Funds

With tech shares surging (including most of the Magnificent Seven), the best-known and most widely held large-cap growth funds were performance leaders. With the average fund in that group up 8.8% in May, **Trend** soared 12% (and is now flat for the year), while **Blue Chip Growth's** 10.2% surge still leaves it under water for the year



(down 3.6%).

And while large-cap value funds were comparative laggards in May, their more shallow losses from February through April have so far left most in positive territory this year. On average, they rose 3.1%. **Equity-Income** led the way with its gain of 3.7%. (It's now up 5.0% for the year — see p. 4.)

### Real Estate

Amid signs that the residential real estate market has slowed, REIT investors responded positively to the prospect of lower borrowing costs and stronger-than-expected GDP growth. **Real Estate Index** gained 1.1%.

### International Funds

With tariff pressures easing, all

30 of Fidelity's stock offerings in this arena gained ground: on average they rose 5.3%. **Int'l Index** (which mostly holds developed market stocks) gained 4.7%; it's now up 17.6% for the year-to-date. As for **Japan** fund (where a trade war with the U.S. would likely have been disastrous), jumped 6.9% last month and is now up 12.9% year-to-date.

[Note: Because Fidelity does not hedge its foreign currency exposures, the weaker U.S. dollar (-0.5% in May and -6.7% for the year) benefits their performance.]

### Bond Funds

May's Treasury downgrade, a House spending bill that would add to the budget deficit, plus an unen-

Fund Commentary cont'd on page 11

## June Scorecard Rating Changes

Mutual Funds	Ticker	Ratings		Comments	
		Old	New		
Focused Stock	FTQGX	B	B	↓	Weak performance and slow recovery during tariff volatility (see p. 11).
Magellan	FMAGX	H	B	↑	Strong performance during earnings season due to stock picks.
Growth Strategies	FDEGX	B	B	↑	Solid bet on mid-caps; poised to benefit, in part, from AI (see p. 11).
Sel Software & IT Svcs	FSCSX	B	B	↑	Top position (at over 25%) in Microsoft could be an advantage.

B = Buy; B = OK to Buy; H = Hold; S = OK to Sell; S = Sell; N/C = No Change; NR = No Rating (↑) Rating upgraded; (↓) Rating downgraded.

# FIDELITY SCORECARD

MAY 31, 2025

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)					Rel Vol (Risk) <sup>1</sup>
					May	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	
Comparative Indexes		S&P 500	5911.7		6.3	1.1	-0.4	13.5	14.4	15.9	12.9	14.1	1.00
		Nasdaq Composite	19113.8		9.6	-0.8	1.6	15.0	17.4	15.9	15.3	16.5	1.22
		Dow Jones Industrials	42270.1		4.2	0.1	-3.1	11.2	10.8	12.9	11.3	12.6	1.01
		Russell 2000 (Small Caps)	2066.3		5.3	-6.9	-4.1	1.2	5.0	9.6	6.6	9.4	1.38
		Bloomberg Barclays Agg Bond*			-0.8	2.4	-0.4	5.5	1.5	-1.0	1.5	0.9	0.44
Model Portfolios		Unique Opportunities			7.0	0.1	-0.7	8.5	11.8	15.3	11.6	12.5	1.06
		Select			8.9	1.1	1.1	15.2	16.5	15.2	12.6	14.3	1.17
		Grow th			6.3	1.5	0.0	10.1	13.6	15.3	12.2	12.9	0.96
		Grow th & Income			3.2	2.2	0.2	8.6	9.2	9.9	8.7	9.6	0.66
		Income			1.4	2.5	0.8	6.8	5.5	4.8	4.3	5.2	0.36

												Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)
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**LARGE CAP GROWTH** Average **8.8 -0.5 0.4 12.8 18.0 16.3 14.7 1.17**

312	FBGRX	Blue Chip Grow th	218.98	Buy	10.2	-3.6	-0.8	12.1	21.8	18.4	16.9	1.38	\$60,058
307	FDCAX	Capital Appreciation	42.78	OK to Buy	7.5	1.4	0.8	11.5	15.4	16.1	12.5	1.04	6,340
22	FCNTX	Contrafund	21.85	Buy	8.3	4.7	1.2	18.4	21.8	17.4	15.2	1.04	144,136
3	FFIDX	Fidelity Fund	94.59	OK to Buy	7.8	-0.1	0.3	9.2	15.6	14.9	12.9	1.05	7,709
333	FTQGX	Focused Stock	35.17	OK to Buy↓	7.8	-7.1	-6.1	0.3	13.8	14.2	13.9	1.18	3,824
3336	FIFNX	Founders Fund	23.73	Buy	8.7	1.5	1.2	18.5	16.4	15.5	--	1.23	128
25	FDGRX	Grow th Company (closed)	39.10	Buy	10.0	-3.1	0.0	12.2	21.1	18.3	17.7	1.28	57,644
339	FDSVX	Grow th Discovery	61.66	Buy	8.7	0.0	0.9	11.3	17.7	17.0	15.8	1.08	5,308
2826	FSPGX	Lg Cap Grow th Index	39.07	OK to Buy	8.9	-0.3	1.5	17.6	19.8	17.7	--	1.16	34,802
21	FMAGX	Magellan	14.88	OK to Buy↑	8.9	5.3	4.2	15.6	17.8	14.9	13.1	1.10	27,083
1282	FNCMX	Nasdaq Composite Index	242.84	Hold	9.6	-0.8	1.6	14.9	17.6	16.0	15.2	1.22	18,474
93	FOCPX	OTC	20.48	Buy	7.7	-4.6	-2.2	9.8	18.6	16.4	16.3	1.14	21,800
320	FDSSX	Stock Selector All Cap	78.51	Hold	6.8	-0.8	-0.8	10.1	12.6	14.0	11.4	1.03	2,304
5	FTRNX	Trend	175.69	Buy	12.0	0.0	3.7	17.4	22.4	17.4	15.9	1.40	3,833

**LARGE CAP BLEND** Average **7.0 1.9 0.7 11.8 14.0 15.8 12.0 1.02**

2328	FXAIX	500 Index	205.65	OK to Buy	6.3	1.1	-0.4	13.5	14.4	16.0	12.9	1.00	633,851
315	FDEQX	Disciplined Equity	67.73	Hold	8.5	0.9	1.5	9.8	15.5	14.3	11.5	1.12	1,937
330	FDGFX	Dividend Grow th	39.07	Buy	8.2	2.3	2.3	10.4	14.3	16.8	10.2	0.96	7,001
27	FGRIX	Grow th & Income	64.76	OK to Buy	6.5	5.0	1.5	13.9	14.1	17.7	11.5	1.01	9,807
338	FLCSX	Large Cap Stock	57.62	OK to Buy	8.6	5.7	2.9	16.6	16.8	19.4	12.3	1.06	5,378
361	FGRTX	Mega Cap Stock	27.03	OK to Buy	8.4	5.4	2.3	15.7	17.5	19.9	13.0	1.06	2,330
300	FMILX	New Millennium	59.92	Buy	7.3	0.9	0.3	11.6	17.0	20.1	12.3	1.04	4,840
6391	FSEBX	Sustainable U.S. Equity	12.91	OK to Sell	7.6	-2.0	0.2	5.8	11.7	--	--	1.11	24
2361	FSKAX	Total Market Index	162.00	OK to Buy	6.4	0.5	-0.6	13.0	13.7	15.3	12.2	1.03	105,884
5029	FULVX	U.S. Low Volatility Equity	12.41	Hold	1.8	4.5	-0.8	11.6	7.9	8.4	--	0.73	38
2941	FTLX	U.S. Sustainability Index	26.20	Hold	8.0	1.0	1.6	11.7	14.6	15.8	--	1.03	4,234
3396	FWOMX	Women's Leadership	16.90	OK to Sell	7.2	-0.5	-0.5	4.5	9.8	11.2	--	1.11	105
3231	FNILX	Zero Large Cap Index	21.15	OK to Buy	6.5	1.1	-0.3	14.1	14.8	15.8	--	1.01	12,811
3227	FZROX	Zero Total Market Index	20.49	OK to Buy	6.4	0.6	-0.5	13.0	13.9	15.4	--	1.03	26,248

**LARGE CAP VALUE** Average **3.1 2.4 -1.3 7.1 7.5 13.1 8.2 0.93**

1271	FBCVX	Blue Chip Value	23.75	OK to Sell	1.1	-0.7	-1.5	-1.6	4.1	11.3	6.1	0.88	575
319	FEQTX	Equity Dividend Income	28.57	OK to Buy	2.7	2.1	-1.7	7.7	7.6	13.2	8.7	0.92	5,303
23	FEQIX	Equity-Income	77.04	Buy	3.7	5.0	-0.2	9.9	9.8	13.9	9.4	0.87	8,406
2830	FLCOX	Lg Cap Value Index	18.59	Hold	3.5	2.5	-2.4	8.9	8.2	13.0	--	1.01	10,935
708	FSLVX	Stock Sel Large Cap Value	27.51	Buy	4.3	2.6	-1.5	11.4	10.2	15.2	8.9	1.02	548
832	FVDFX	Value Discovery	37.17	Hold	3.1	2.8	-0.4	6.3	5.1	12.2	7.7	0.86	2,920

**MID-CAP GROWTH** Average **10.2 6.2 6.3 22.4 17.0 12.6 11.2 1.31**

324	FDEGX	Grow th Strategies	71.21	Buy↑	10.9	7.3	7.8	21.7	17.4	13.1	11.2	1.34	3,630
3403	FMDGX	Mid Cap Grow th Index	34.57	OK to Buy	9.6	5.1	4.8	23.1	16.6	12.2	--	1.28	2,526

**MID-CAP BLEND** Average **6.0 -1.5 -1.6 7.0 7.9 12.8 9.0 1.24**

2365	FSMAX	Extended Market Index	88.07	Hold	7.2	-3.1	-2.0	9.6	9.7	11.4	8.5	1.34	37,614
2352	FSMDX	Mid Cap Index	34.12	Hold	5.7	1.0	-0.2	10.3	9.1	12.7	9.3	1.19	40,395
337	FMCSX	Mid-Cap Stock	41.95	OK to Buy	5.6	-1.0	-0.7	6.7	7.1	14.6	9.5	1.12	6,396
2412	FSSMX	Stock Selector Mid Cap	44.59	Hold	5.6	-1.0	-2.3	4.1	7.1	13.4	8.6	1.26	350
3230	FZIPX	Zero Extended Market Index	13.12	Hold	5.7	-3.6	-2.8	4.5	6.7	12.0	--	1.31	1,714

**Notes:** Fund yields, durations and assets are the most current available. \*Fidelity's U.S. Bond Index used as a proxy for the Barclays Aggregate Bond Index. <sup>1</sup>Relative Volatility (Rel Vol) versus the S&P 500 over the last 36 months; 1.50 means the fund has been 50% more volatile. <sup>2</sup>Duration is a measure of interest rate sensitivity. <sup>3</sup>Stated yield is actual distributed yield over prior 12 months. <sup>4</sup>Almost a Specialty fund with 30%+ typically in foreign stocks. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

# FIDELITY SCORECARD

MAY 31, 2025

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)	
					May	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year			
<b>MID-CAP VALUE</b>					<b>Average</b>	<b>5.0</b>	<b>-2.6</b>	<b>-2.4</b>	<b>0.2</b>	<b>6.3</b>	<b>15.1</b>	<b>7.9</b>	<b>1.26</b>	
316	FLPSX	Low-Priced Stock <sup>5</sup>	41.82	Hold	5.4	2.6	1.7	1.1	7.0	13.8	8.4	0.99	\$20,444	
762	FSMVX	Mid Cap Value	28.18	Hold	5.5	-2.9	-2.9	2.2	8.6	15.5	7.0	1.34	1,198	
3404	FIMVX	Mid Cap Value Index	27.04	Hold	4.4	-0.4	-2.0	5.9	5.9	13.1	--	1.20	1,409	
39	FDVLX	Value	12.98	Hold	5.0	-4.6	-3.4	-2.4	5.4	17.2	8.2	1.41	7,239	
14	FSLSX	Value Strategies	50.53	Hold	4.8	-7.6	-5.5	-5.7	4.5	15.6	8.1	1.35	597	
<b>SMALL CAP GROWTH</b>					<b>Average</b>	<b>6.1</b>	<b>-6.2</b>	<b>-2.9</b>	<b>2.3</b>	<b>8.8</b>	<b>8.4</b>	<b>10.4</b>	<b>1.33</b>	
1388	FCPGX	Small Cap Growth (closed)	31.37	Hold	5.9	-6.3	-3.5	1.1	9.6	9.6	10.4	1.28	2,824	
3405	FEQGX	Small Cap Growth Index	26.04	Hold	6.4	-6.0	-2.3	3.5	8.1	7.1	--	1.37	842	
<b>SMALL CAP BLEND</b>					<b>Average</b>	<b>5.0</b>	<b>-4.5</b>	<b>-2.2</b>	<b>0.2</b>	<b>6.1</b>	<b>11.3</b>	<b>7.2</b>	<b>1.32</b>	
384	FSCRX	Small Cap Discovery	23.20	Hold	4.6	-3.9	-2.2	-4.2	4.4	12.9	6.7	1.30	2,167	
2358	FSSNX	Small Cap Index	25.80	Hold	5.3	-6.8	-4.1	1.3	5.2	9.7	6.8	1.38	24,878	
340	FSLCX	Small Cap Stock	18.32	Hold	5.5	-0.9	1.0	5.3	6.8	10.1	6.7	1.30	1,081	
336	FDSCX	Stock Selector Small Cap	34.94	Hold	4.4	-6.3	-3.4	-1.6	8.0	12.6	8.7	1.30	2,322	
<b>SMALL CAP VALUE</b>					<b>Average</b>	<b>4.2</b>	<b>-6.6</b>	<b>-5.3</b>	<b>0.1</b>	<b>3.2</b>	<b>14.0</b>	<b>8.2</b>	<b>1.39</b>	
1389	FCPVX	Small Cap Value	19.22	Hold	4.2	-5.6	-4.7	1.2	4.2	15.9	8.2	1.36	2,360	
3406	FISVX	Small Cap Value Index	23.63	Hold	4.2	-7.7	-5.9	-1.0	2.2	12.1	--	1.42	1,288	
<b>REAL ESTATE</b>														
1368	FIREX	International Real Estate	10.11	Hold	3.7	13.9	10.6	7.4	-3.2	1.3	2.8	1.09	153	
833	FRIFX	Real Estate Income	12.13	Hold	0.5	2.6	-0.6	9.1	3.7	7.9	5.4	0.58	1,050	
2355	FSRNX	Real Estate Index	16.29	Hold	1.1	1.1	-3.8	11.7	0.7	7.5	4.2	1.25	2,619	
303	FRESX	Real Estate Investment	39.56	Hold	0.8	2.5	-3.5	14.2	1.2	7.5	5.6	1.21	3,207	
<b>ASSET ALLOCATION</b>														
328	FASIX	Asset Manager 20%	13.77	Hold	1.1	2.5	0.5	6.3	4.1	3.4	3.5	0.40	2,966	
1957	FTANX	Asset Manager 30%	12.07	Hold	1.6	2.8	0.7	7.0	4.9	4.5	4.4	0.50	1,264	
1958	FFANX	Asset Manager 40%	13.28	Hold	2.3	3.1	0.9	7.6	5.8	5.7	5.2	0.57	1,480	
314	FASMX	Asset Manager 50%	21.06	Hold	2.9	3.4	1.1	8.1	6.6	6.8	5.9	0.65	6,938	
1959	FSANX	Asset Manager 60%	16.07	Hold	3.5	3.7	1.3	8.7	7.4	7.9	6.6	0.72	2,160	
321	FASGX	Asset Manager 70%	28.39	Hold	4.3	4.0	1.6	9.3	8.4	9.2	7.3	0.78	4,136	
347	FAMRX	Asset Manager 85%	27.60	Hold	5.2	4.4	2.0	10.2	9.7	11.0	8.5	0.89	2,329	
304	FBALX	Balanced	29.74	OK to Buy	4.2	1.1	-0.3	9.1	10.1	11.2	9.3	0.78	37,847	
3083	FMSDX	Multi-Asset Income	14.11	Hold	3.4	1.6	0.4	5.7	6.5	8.7	--	0.62	1,107	
355	FNNOX	Multi-Asset Index	59.76	Hold	4.7	5.4	2.1	11.7	10.2	11.0	8.6	0.89	8,502	
4	FPURX	Puritan	24.60	Buy	4.0	-0.6	-1.4	7.8	10.0	10.8	9.2	0.77	27,555	
6477	FYMRX	Sustainable Multi-Asset	10.79	Hold	4.6	4.7	2.7	8.9	8.1	--	--	0.81	31	
<b>INTERNATIONAL</b>					<b>Average</b>	<b>5.3</b>	<b>12.6</b>	<b>7.5</b>	<b>13.0</b>	<b>10.0</b>	<b>10.3</b>	<b>7.0</b>	<b>1.08</b>	
309	FICDX	Canada	74.46	Hold	5.8	13.4	10.0	18.0	9.2	15.8	8.1	0.98	924	
352	FHKCX	China Region	41.05	Hold	5.3	5.6	-0.3	15.9	6.8	4.7	4.4	1.62	916	
325	FDIVX	Diversified International	48.58	Hold	5.1	15.2	8.3	12.6	10.9	9.7	6.3	1.04	11,140	
351	FSEAX	Emerging Asia	52.38	Hold	4.7	7.6	4.3	21.7	12.2	8.0	7.9	1.28	1,054	
322	FEMKX	Emerging Markets	40.03	Hold	5.3	5.1	5.6	6.2	5.6	6.5	6.4	1.13	4,675	
2374	FEDDX	Emerging Mkts Discovery	16.98	OK to Sell	6.3	11.4	10.8	7.5	7.5	11.4	5.9	0.95	405	
2344	FPADX	Emerging Markets Index	11.37	OK to Sell	4.1	8.7	5.8	11.9	4.8	6.6	3.6	1.05	8,878	
5031	FEOPX	Enduring Opportunities	16.78	Hold	5.9	4.0	2.6	10.0	11.6	10.8	--	1.10	14	
301	FIEUX	Europe	42.81	Hold	5.9	23.4	10.9	17.3	12.4	10.6	5.5	1.06	784	
2406	FGILX	Global Equity Income	22.47	Buy	5.3	11.7	5.1	16.1	11.5	13.6	9.4	0.88	225	
2348	FSGGX	Global ex U.S. Index	16.52	Hold	4.6	14.6	8.0	13.4	9.6	10.4	5.6	1.00	12,178	
335	FIVFX	International Cap App	31.47	Hold	6.6	14.3	8.7	15.3	14.1	11.1	8.9	1.18	4,092	
305	FIGRX	International Discovery	55.16	Hold	5.8	15.1	9.1	13.6	10.3	9.9	6.3	1.03	4,045	
1979	FIGFX	International Growth	21.90	Hold	4.6	9.8	3.0	7.4	10.3	9.1	7.3	1.16	1,671	
2363	FSPSX	International Index	55.93	Hold	4.7	17.6	8.9	13.3	11.7	11.6	6.2	1.05	62,354	
818	FISMX	International Small Cap	35.16	Hold	5.1	14.9	11.3	9.9	8.6	11.7	7.2	0.97	1,656	
1504	FSCOX	Int'l Small Cap Opps (closed)	22.38	Hold	5.5	14.4	10.4	16.2	9.3	8.7	7.4	1.16	716	
2988	FNIDX	International Sustainability Idx	13.61	Hold	4.5	12.6	6.8	11.9	8.4	9.0	--	1.03	513	
1597	FVLX	International Value	12.49	Hold	5.4	24.2	12.2	18.5	14.4	16.2	6.3	1.03	1,425	
350	FJPNX	Japan	18.61	OK to Sell	6.9	12.9	11.0	17.8	10.1	8.2	6.9	1.06	195	
360	FJSCX	Japan Smaller Companies	17.69	Hold	5.7	13.3	12.8	18.6	11.7	6.7	6.8	0.95	450	
342	FNORX	Nordic	66.50	Hold	4.8	17.2	6.7	-0.4	10.8	12.8	8.6	1.15	332	
94	FOSFX	Overseas	73.30	Hold	5.1	17.1	8.9	14.0	11.8	10.8	7.5	1.12	5,649	
302	FPBFX	Pacific Basin	33.69	Hold	5.5	10.2	5.1	17.7	9.0	8.6	7.8	1.16	743	
6468	FSYJX	Sustainable Emerg Mkts Eqty	9.53	OK to Sell	5.0	11.3	7.2	12.7	5.8	--	--	1.17	6	
6462	FSYRX	Sustainable Int'l Equity	10.49	Hold	4.9	12.0	7.5	9.5	8.8	--	--	1.03	12	
1978	FTIEX	Total International Equity	13.03	Hold	4.8	14.5	7.5	12.9	10.6	11.7	7.2	1.01	313	
2834	FTIHX	Total International Index	15.35	Hold	4.8	14.3	8.4	13.1	9.2	10.4	--	1.00	15,712	
318	FWWFX	Worldwide	34.24	Buy	7.0	-1.6	-1.4	4.3	12.6	12.5	10.7	1.07	2,691	
3228	FZILX	Zero International Index	13.01	Hold	4.8	14.8	8.1	13.8	9.9	10.6	--	1.01	5,630	

# FIDELITY SCORECARD

MAY 31, 2025

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)
					May	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year		
<b>SPECIALTY</b>													
6041	FARMX	Agricultural Productivity	18.99	OK to Sell	6.6	11.3	6.6	8.8	-2.7	13.1	--	1.27	\$43
6385	FCAEX	Climate Action	12.19	Hold	8.4	-0.7	0.6	5.8	11.1	--	--	1.16	33
308	FCVSX	Convertible Securities	34.62	Hold	3.7	1.6	1.5	12.6	8.2	10.7	8.5	0.73	1,546
2120	FFGCX	Global Commodity Stock	18.71	OK to Sell	4.2	4.2	3.0	-3.5	-1.8	15.2	6.3	1.26	341
6553	FAPHX	Healthy Future Fund	12.99	Hold	3.4	-2.0	-1.0	2.2	--	--	--	--	7
6875	FEQHX	Hedged Equity	13.36	OK to Sell	4.9	1.4	1.2	12.1	--	--	--	--	282
3488	FNSTX	Infrastructure Fund	14.97	OK to Buy	2.0	9.2	4.6	18.6	7.6	9.7	--	0.99	66
122	FLVCX	Leveraged Company Stock	38.59	Buy	11.4	0.9	2.6	10.6	13.3	17.4	9.9	1.34	2,224
6513	FAPSX	Risk Parity	9.97	OK to Sell	1.9	5.8	1.7	10.0	--	--	--	--	4
1329	FSDIX	Strategic Dividend & Income	17.17	OK to Buy	2.6	2.6	-1.2	8.8	6.7	9.8	8.0	0.75	3,001
1505	FSRRX	Strategic Real Return	8.56	Hold	0.9	2.5	-0.1	4.6	2.2	7.6	3.9	0.51	280
311	FIUIX	Telecom & Utilities	34.49	Buy	0.9	5.9	0.7	16.2	12.1	12.3	9.5	0.92	2,038
6042	FLOWX	Water Sustainability	18.69	Hold	4.4	10.0	8.7	9.3	12.5	13.0	--	1.22	116
<b>SELECT PORTFOLIOS</b>					<b>Average</b>	<b>4.9</b>	<b>2.6</b>	<b>-0.7</b>	<b>10.8</b>	<b>11.2</b>	<b>13.6</b>	<b>10.2</b>	<b>1.30</b>
502	FSAVX	Automotive	58.06	Hold	6.0	4.3	3.9	13.4	7.9	15.3	8.8	1.41	67
507	FSRBX	Banking	29.55	OK to Buy	6.1	-3.3	-7.0	18.6	8.7	17.7	8.5	1.71	410
42	FBIOX	Biotechnology	17.51	Hold	-4.9	-7.0	-10.5	-3.7	10.1	0.4	2.1	1.11	3,669
68	FSLBX	Brokerage & Investment	180.51	OK to Buy	7.8	-0.6	-1.8	24.8	19.8	20.5	13.0	1.45	1,306
69	FSCHX	Chemicals	12.73	Hold	1.4	-4.3	-7.5	-13.0	-3.2	8.9	4.9	1.32	452
503	FBMPX	Communication Services	114.61	Buy	10.5	4.6	0.4	20.9	21.8	15.2	12.0	1.25	1,490
511	FSHOX	Construction & Housing	115.63	Hold	3.7	-2.1	-1.6	5.0	14.1	18.7	13.8	1.44	723
517	FSCPX	Consumer Discretionary	63.01	Buy	8.9	-6.5	-1.8	13.0	13.5	11.5	11.0	1.54	484
9	FDFAX	Consumer Staples	88.38	Hold	-0.1	0.3	-1.3	1.6	3.8	8.5	6.0	0.83	716
67	FSDEX	Defense & Aerospace	22.02	OK to Buy	12.7	25.2	16.5	34.6	23.4	17.3	12.7	1.19	2,304
60	FSENX	Energy	54.41	Hold	4.0	-4.0	-6.6	-12.8	0.7	22.5	3.6	1.55	1,712
353	FBSOX	Enterprise Technology Serv	55.42	OK to Buy	5.0	4.2	-1.9	26.1	11.8	6.3	11.7	1.21	1,680
516	FSLEX	Environment & Alt Energy	40.48	Hold	11.0	2.7	6.2	12.2	12.5	16.3	10.8	1.25	525
66	FIDSX	Financials	15.09	Buy	6.4	3.3	-1.8	25.1	15.2	20.8	11.5	1.32	1,046
98	FSVLX	FinTech	19.62	Hold	7.5	1.2	-1.7	24.3	10.5	13.6	7.7	1.41	104
41	FSAGX	Gold	36.96	Sell	2.7	50.4	27.7	51.9	15.8	7.5	9.5	1.80	1,838
63	FSPHX	Health Care	25.02	Hold	-4.0	-6.1	-8.4	-3.1	3.5	3.0	6.0	0.85	5,863
505	FSHCX	Health Care Services	100.28	Hold	-7.2	0.7	-6.6	-9.1	-2.5	4.2	7.3	1.09	977
515	FCYIX	Industrials	44.75	Buy	11.1	11.0	8.7	20.3	21.5	18.1	11.1	1.33	707
45	FSPCX	Insurance	96.59	OK to Buy	4.5	7.7	0.4	18.4	18.4	22.1	13.4	1.01	1,079
62	FDSLX	Leisure	20.00	OK to Buy	7.1	1.8	-4.2	18.3	16.0	18.0	11.9	1.32	658
509	FSDPX	Materials	87.67	Hold	3.5	4.3	-0.4	-6.3	0.7	11.9	5.3	1.32	428
354	FSMEX	Medical Tech & Devices	59.36	Hold	1.3	-1.7	-5.3	4.6	3.4	5.1	10.3	1.10	4,484
514	FNARX	Natural Resources	44.22	Hold	5.0	6.5	3.0	-6.0	5.0	21.4	4.9	1.49	564
580	FPHAX	Pharmaceuticals	24.00	Hold	-3.5	-1.7	-10.5	-12.1	8.3	7.9	6.2	0.97	1,110
46	FSRPX	Retailing	18.82	Hold	4.6	-3.9	-5.1	7.9	13.2	11.0	13.5	1.24	2,702
8	FSELX	Semiconductors	30.23	OK to Buy	16.4	-4.6	1.9	-0.1	27.4	30.0	24.2	2.20	18,717
28	FSCSX	Software & IT Services	27.24	Buy ↑	10.8	1.1	3.1	18.3	14.8	12.7	17.2	1.33	10,166
7	FDCPX	Tech Hardware	102.22	OK to Buy	5.7	3.4	-0.2	15.6	15.3	18.3	14.4	1.11	1,011
64	FSPTX	Technology	34.53	Buy	11.4	-3.8	0.9	12.4	21.6	18.8	19.5	1.46	15,611
96	FSTCX	Telecommunications	56.54	Buy	0.3	4.7	-3.0	24.1	5.0	4.6	6.0	1.17	206
512	FSRFX	Transportation	98.17	Hold	8.0	-2.2	-6.1	1.7	6.2	14.1	9.0	1.30	466
65	FSUTX	Utilities	123.94	Buy	2.0	4.4	1.6	12.2	9.9	12.9	10.5	1.03	2,048
963	FWRLX	Wireless	11.53	OK to Buy	-0.6	-1.1	-4.0	8.2	7.4	8.8	10.0	1.06	304
<b>SECTOR ETFs</b>					<b>Average</b>	<b>4.4</b>	<b>1.6</b>	<b>-1.6</b>	<b>10.1</b>	<b>9.2</b>	<b>13.6</b>	<b>9.9</b>	<b>1.21</b>
	FCOM	MSCI Communication Services	60.41	OK to Buy	8.7	3.2	-0.3	20.5	16.6	12.3	10.3	1.17	1,360
	FDIS	MSCI Consumer Discretionary	92.38	Buy	9.3	-5.0	-0.4	17.9	12.6	14.4	12.8	1.51	1,710
	FSTA	MSCI Consumer Staples	52.43	Hold	1.7	6.7	0.3	11.6	8.1	11.0	8.6	0.79	1,350
	FENY	MSCI Energy	22.49	Hold	1.9	-5.0	-9.1	-9.6	1.7	21.8	3.7	1.55	1,330
	FNCL	MSCI Financials	71.51	Buy	5.2	4.6	-2.1	24.2	14.7	19.0	11.8	1.26	2,110
	FHLC	MSCI Health Care	62.80	Hold	-4.7	-3.6	-10.0	-5.7	1.7	5.8	7.2	0.83	2,570
	FIDU	MSCI Industrials	74.70	Buy	8.7	6.6	4.4	14.1	16.8	17.1	11.8	1.23	1,240
	FTEC	MSCI Information Technology	180.43	Buy	10.4	-2.3	1.5	14.3	20.0	19.5	19.6	1.36	11,630
	FMAT	MSCI Materials	48.86	Hold	2.8	1.9	-2.6	-3.9	2.3	12.0	7.5	1.33	402
	FREL	MSCI Real Estate	27.07	Hold	1.1	1.1	-3.8	11.8	0.7	6.9	5.7	1.25	1,040
	FUTY	MSCI Utilities	52.80	Buy	3.7	9.1	4.0	16.1	6.5	9.7	9.7	1.00	1,720

# FIDELITY SCORECARD

MAY 31, 2025

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				SEC %Yield	Dur <sup>2</sup> (Yrs)	Rel Vol (Risk) <sup>1</sup>	
					May	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr				
<b>TAXABLE BOND</b>					<b>Average</b>	<b>-0.5</b>	<b>2.5</b>	<b>0.1</b>	<b>5.7</b>	<b>2.1</b>	<b>-0.2</b>	<b>1.6</b>	<b>4.31</b>	<b>5.1</b>	<b>0.38</b>
2268	FCNVX	Conservative Income Bond	10.07	Buy	0.4	1.9	1.1	5.2	4.9	3.0	2.3	4.45	0.4	0.03	
2208	FCBFX	Corporate Bond	10.47	Hold	-0.0	2.3	-0.5	5.7	2.9	0.2	2.6	5.09	6.8	0.53	
6379	FFBFX	Environmental Bond	8.43	Hold	-0.7	2.5	-0.5	5.5	1.4	--	--	4.20	6.1	0.45	
2423	FGBFX	Global Credit	8.03	Hold	-0.1	2.7	-0.3	9.4	3.0	0.5	2.2	4.30	6.4	0.53	
15	FGMNX	GNMA (Ginnie Mae)	10.08	Hold	-0.8	2.5	-0.5	5.7	1.2	-0.7	0.9	3.83	5.1	0.48	
54	FGOVX	Government Income	9.08	Hold	-1.0	2.4	-0.4	5.1	0.6	-1.8	0.8	3.89	5.8	0.42	
2418	FIPDX	Inflation-Protected Index	9.19	Hold	-0.5	3.7	0.2	5.6	0.9	1.6	2.5	3.81*	6.6	0.42	
32	FTHRFX	Intermediate Bond	10.22	Buy	-0.3	3.0	0.9	6.4	3.0	0.9	2.0	3.97	3.8	0.28	
452	FSTGX	Intermediate Gov't Income	9.81	Hold	-0.6	2.8	0.8	5.8	1.8	-0.5	1.1	3.69	3.6	0.28	
3045	FUAMX	Intermediate Treasury Index	9.68	Hold	-1.1	3.8	0.6	6.4	1.1	-1.7	1.2	4.24	6.1	0.44	
4506	FBIIX	International Bond Index	9.35	OK to Buy	0.1	1.3	0.6	6.5	3.1	0.5	--	2.76	7.1	0.29	
26	FBNDX	Investment Grade Bond	7.16	OK to Buy	-0.6	2.8	-0.1	5.8	1.9	-0.2	2.0	4.63	6.2	0.45	
2622	FJRLX	Limited Term Bond	11.50	Buy	0.2	2.8	1.1	6.8	4.1	1.9	2.2	4.72	2.7	0.19	
662	FFXSX	Limited Term Government	9.68	OK to Buy	-0.3	2.6	1.1	5.9	2.4	0.4	1.1	3.79	2.5	0.20	
3047	FNBGX	Long-Term Treasury Index	9.09	OK to Sell	-2.8	0.7	-4.8	0.6	-5.0	-8.6	-0.5	5.02	14.9	0.93	
40	FMSFX	Mortgage Securities	9.70	Hold	-0.9	2.4	-0.7	5.7	1.0	-1.0	1.0	4.32	5.6	0.52	
450	FSBFX	Short-Term Bond	8.49	Buy	0.0	2.4	1.1	6.0	3.8	1.9	1.9	4.30	1.8	0.13	
3041	FNSOX	Short-Term Bond Index	10.02	OK to Buy	-0.3	2.6	1.1	6.2	3.2	1.1	--	4.18	2.5	0.19	
3049	FUMBX	Short-Term Treasury Index	10.31	OK to Buy	-0.5	2.6	1.1	6.0	2.7	0.7	1.5	3.97	2.5	0.19	
3086	FNDSX	Sustainability Bond Index	9.21	Hold	-0.8	2.4	-0.2	5.4	1.4	-1.1	--	4.42	5.8	0.43	
6541	FIAEX	Sustainable Core Plus Bond	9.23	Hold	-0.5	2.5	-0.4	5.7	1.8	--	--	4.71	6.0	--	
6526	FAPGX	Sustainable Low Dur Bond	10.27	Buy	0.3	1.8	1.0	5.1	4.4	--	--	4.40	0.6	--	
6502	FBAGX	Tactical Bond	8.74	Hold	-0.5	2.5	-0.5	5.0	2.3	--	--	5.19	6.5	0.44	
820	FTBFX	Total Bond	9.47	OK to Buy	-0.4	2.6	-0.4	6.0	2.6	0.6	2.4	5.03	6.1	0.44	
2326	FXNAX	U.S. Bond Index	10.31	Hold	-0.8	2.4	-0.4	5.5	1.5	-1.0	1.5	4.39	5.9	0.44	
<b>HIGH-YIELD BOND</b>					<b>Average</b>	<b>1.6</b>	<b>2.2</b>	<b>0.3</b>	<b>7.3</b>	<b>6.2</b>	<b>5.0</b>	<b>4.2</b>	<b>6.40</b>	<b>2.8</b>	<b>0.43</b>
38	FAGIX	Capital & Income	10.18	OK to Buy	3.0	2.2	1.0	8.0	7.4	8.6	6.2	5.25	2.2	0.52	
814	FFRHX	Floating Rate High Income	9.14	OK to Buy	1.7	1.4	0.7	6.2	8.2	7.2	4.6	8.03	0.3	0.22	
1366	FHIFX	Focused High Income	8.13	OK to Buy	1.3	2.7	0.7	7.5	5.1	3.5	3.7	5.94	2.9	0.46	
455	SPHIX	High Income	7.85	OK to Buy	1.5	2.2	0.2	9.0	5.8	4.5	4.1	7.33	2.8	0.50	
331	FNMIX	New Markets Income	12.71	OK to Buy	1.2	2.7	-1.3	6.6	6.5	3.1	3.1	6.64	6.0	0.60	
2580	FSAHX	Short Duration High Income	8.90	OK to Buy	1.3	1.7	0.3	7.3	6.0	4.5	3.6	6.71	2.0	0.33	
3082	FADMX	Strategic Income	11.66	OK to Buy	1.0	2.3	0.3	6.7	4.7	3.8	3.7	4.90	3.8	0.42	
<b>MUNICIPAL BOND</b>					<b>Average</b>	<b>0.1</b>	<b>-0.5</b>	<b>-1.8</b>	<b>2.6</b>	<b>2.0</b>	<b>0.9</b>	<b>1.9</b>	<b>3.46</b>	<b>5.7</b>	<b>0.37</b>
434	FSAZX	Arizona Muni Income	11.17	Hold	-0.2	-1.3	-2.4	1.7	1.8	0.4	1.9	3.47	6.2	0.39	
1534	FCSTX	Calif Limited Term Tax Free	10.33	Hold	0.7	1.1	-0.0	4.0	2.1	0.8	1.3	2.99	3.0	0.22	
91	FCTFX	California Muni Income	11.87	Hold	-0.2	-1.2	-2.5	2.2	2.0	0.7	2.1	3.59	7.2	0.42	
407	FICNX	Connecticut Muni Income	10.73	Hold	0.2	-0.1	-1.8	3.0	1.9	0.8	2.0	3.24	5.4	0.40	
2579	FMNDX	Conservative Income Muni	10.05	Buy	0.4	1.4	0.7	3.7	3.1	1.9	1.5	3.10	0.7	0.04	
36	FLTMX	Interm Municipal Income	9.94	Hold	0.2	-0.0	-1.5	2.8	2.1	1.1	2.0	3.45	5.1	0.32	
404	FSTFX	Limited Term Muni Income	10.44	OK to Buy	0.7	1.4	0.2	4.2	2.4	1.2	1.5	3.23	2.6	0.20	
429	SMDMX	Maryland Muni Income	10.53	Hold	-0.1	-0.7	-2.1	2.7	1.8	0.7	1.9	3.31	6.2	0.42	
70	FDMMX	Mass Muni Income	11.11	Hold	-0.1	-0.8	-2.1	1.9	1.5	0.3	1.8	3.55	6.8	0.39	
81	FMHTX	Michigan Muni Income	11.26	Hold	-0.1	-0.9	-2.2	2.3	1.7	0.4	2.0	3.63	6.5	0.41	
82	FIMIX	Minnesota Muni Income	10.80	Hold	0.1	-0.7	-2.2	2.3	1.5	0.3	1.8	3.30	6.1	0.37	
37	FHIGX	Municipal Income	11.87	Hold	-0.2	-1.4	-2.7	1.6	1.8	1.1	2.3	3.81	7.2	0.46	
416	FNJHX	New Jersey Muni Income	11.29	Hold	-0.0	-0.9	-2.3	2.5	2.4	1.8	2.7	3.44	6.4	0.43	
71	FTFMX	New York Muni Income	11.96	Hold	-0.3	-1.6	-3.0	1.7	1.7	0.7	1.9	3.71	8.2	0.47	
88	FOHFX	Ohio Muni Income	11.13	Hold	0.1	-0.9	-2.2	2.3	1.8	0.6	2.0	3.57	6.6	0.39	
402	FPXTX	Pennsylvania Muni Income	10.22	Hold	-0.2	-1.2	-2.4	2.0	1.7	0.6	2.0	3.60	6.5	0.42	
6532	FSIKX	Sustainable Intermed Muni	9.95	Hold	0.3	0.1	-1.5	3.5	--	--	--	--	5.3	--	
90	FTABX	Tax-Free Bond	10.67	Hold	-0.2	-1.2	-2.6	2.1	2.0	1.2	2.4	3.88	7.2	0.46	

Yields on municipal funds are not directly comparable to yields on taxable funds. In muni funds shareholders' effective yield will be higher as their tax-bracket increases. \*12-month distributed yield; <sup>1</sup>Closed to new accounts; <sup>2</sup>Name changed to Premium Class shares (formerly AMT).

TAXABLE GOV'T MONEY MARKETS			Total Return (%)		SEC %Yield
			May	YTD	
55	FDRXX	Gov't Cash Reserves	0.34	1.68	4.00
458	SPAXX	Government MM	0.33	1.66	3.94
2742	FZFXX	Treasury MM	0.34	1.66	3.95
415	FDLXX	Treasury Only MM	0.33	1.64	3.92
PRIME MONEY MARKETS					
454	SPRXX	Money Market	0.34	1.68	4.00
NOTE: SPRXX is available in premium class shares (ticker: FZDXX) with a \$100,000 minimum investment (\$10,000 for certain Fidelity retirement accounts and lower expenses).					

NATIONAL MUNICIPAL MONEY MKTS			Total Return (%)		SEC %Yield
			May	YTD	
10	FTEXX	Municipal Money Market	0.20	1.07	2.23
275	FMOXX	Tax-Exempt MM	0.19	1.03	2.11
STATE MUNICIPAL MONEY MARKETS					
457	FSPXX	California Muni MM <sup>2</sup>	0.18	0.94	1.99
426	FMSXX	Massachusetts Muni MM <sup>2</sup>	0.19	1.02	2.08
423	FSJXX	New Jersey Muni MM <sup>2</sup>	0.19	1.03	2.08
422	FSNXX	New York Muni MM <sup>2</sup>	0.20	1.08	2.20
Funds removed due to insufficient data available at the time of close: AZ Muni MM [FSAXX], CT Muni MM [FCMXX], MI Muni MM [FMIXX], OH Muni MM [FOMXX], PA Muni MM [FPTXX].					

# FIDELITY SCORECARD

MAY 31, 2025

Fund No.	Fund Ticker	Fund Name	Style	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>
						May	YTD	3 Mo.	1 Year	3 Year	5 Year	10 Year	
<b>FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS</b>													
Model Portfolios	Annuity Sector Model					8.7	0.9	0.9	16.7	16.2	15.5	13.1	1.16
	Annuity Growth Model					6.8	2.3	0.7	13.1	14.3	15.9	12.2	0.96
	Annuity Growth & Income Model					4.0	2.1	-0.0	10.5	8.8	9.6	7.9	0.72
	Annuity Income Model					1.5	2.1	0.2	6.8	4.4	4.4	4.2	0.40
9067	FLRQC	Fid VIP Asset Manager	Allocation	30.06	Hold	2.9	3.3	1.1	7.9	6.2	6.4	5.2	0.65
9066	FAEEC	Fid VIP Asset Manager: Growth	Allocation	34.96	Hold	4.3	3.9	1.5	9.0	8.0	8.9	6.5	0.78
9069	FJBAC	Fid VIP Balanced	Allocation	47.68	OK to Buy	4.1	1.0	-0.4	8.6	9.7	10.9	9.0	0.78
9461	FBIQC	Fid VIP Bond Index	Bond	10.86	Hold	-0.7	2.2	-0.4	5.0	1.1	-1.4	--	0.44
9173	FVTAC	Fid VIP Communication Services	Sector	43.86	Buy	10.5	4.5	0.3	20.9	21.9	15.2	12.3	1.25
9081	FVHAC	Fid VIP Consumer Discretionary	Sector	64.44	Buy	8.9	-6.6	-1.9	12.8	13.2	11.3	10.8	1.54
9171	FCSAC	Fid VIP Consumer Staples	Sector	40.48	Hold	-0.2	0.2	-1.4	1.3	3.4	8.0	6.5	0.83
9065	FPDFC	Fid VIP Contrafund	Large Growth	74.35	Buy	8.1	3.4	1.5	15.4	19.3	16.2	13.1	1.03
9148	FPRGC	Fid VIP Disciplined Small Cap	Small Blend	34.65	Hold	5.3	-6.6	-3.8	3.9	7.9	13.1	6.9	1.36
9074	FZAMC	Fid VIP Dynamic Capital App	Large Growth	75.26	OK to Buy	7.5	1.5	0.9	11.5	15.3	16.0	12.2	1.03
9198	FEMAC	Fid VIP Emerging Markets	Emg Mkts	16.34	Hold	4.3	9.3	6.1	11.7	7.5	8.4	6.4	1.17
9085	FJLLC	Fid VIP Energy	Sector	22.73	Hold	4.1	-4.1	-6.6	-13.1	0.5	22.2	3.4	1.55
9061	FLOLC	Fid VIP Equity-Income	Large Value	42.21	Buy	3.7	4.9	-0.3	9.6	9.5	13.6	9.1	0.87
9469	FEMJC	Fid VIP Extended Market Index	Mid Blend	15.34	Hold	5.7	-3.8	-2.9	4.2	6.1	11.5	--	1.32
9083	FONNC	Fid VIP Financials	Sector	31.71	Buy	6.4	3.1	-1.9	24.6	14.9	20.4	11.2	1.31
9361	FFLCC	Fid VIP Floating Rate High Income	High-Yield Bond	15.75	OK to Buy	1.6	1.3	0.5	5.8	7.6	6.6	4.4	0.22
9157	FMPAC	Fid VIP FundsManager 20	Allocation	19.43	Hold	1.1	2.3	0.4	6.1	4.0	2.9	3.1	0.40
9158	FMPBC	Fid VIP FundsManager 50	Allocation	26.92	Hold	2.9	3.0	1.1	7.7	6.2	6.4	5.5	0.65
9197	FMPPC	Fid VIP FundsManager 60	Allocation	27.08	Hold	3.6	3.3	1.3	8.1	7.0	7.6	6.3	0.73
9159	FMPCC	Fid VIP FundsManager 70	Allocation	31.80	Hold	4.2	3.5	1.6	8.5	7.8	8.9	7.0	0.79
9160	FMPDC	Fid VIP FundsManager 85	Allocation	35.31	Hold	5.1	3.8	1.9	9.2	8.9	10.6	8.1	0.89
9059	FTNJC	Fid VIP Gov't Money Market	Money Mkt	13.20	--	0.3	1.6	1.0	4.3	4.1	2.3	1.5	0.02
9062	FMNDC	Fid VIP Growth	Large Growth	89.09	Buy	8.5	-0.2	0.7	10.9	17.5	16.8	15.6	1.08
9070	FIDNC	Fid VIP Growth & Income	Large Blend	58.36	OK to Buy	6.4	4.9	1.4	13.6	13.9	17.4	11.2	1.01
9068	FIDPC	Fid VIP Growth Opportunities	Large Growth	105.77	Buy	11.2	-0.3	0.9	17.6	20.0	15.8	17.1	1.33
9084	FPDRC	Fid VIP Health Care	Sector	65.79	Hold	-4.0	-6.3	-8.5	-3.5	3.3	2.5	5.4	0.85
9060	FBBLC	Fid VIP High Income	High-Yield Bond	26.34	OK to Buy	1.5	2.0	0.1	8.7	5.2	4.2	3.5	0.49
9064	FXVLT	Fid VIP Index 500	Large Blend	66.06	OK to Buy	6.3	0.9	-0.5	13.1	14.0	15.5	12.5	1.00
9082	FBALC	Fid VIP Industrials	Sector	74.74	Buy	11.1	10.8	8.6	20.0	21.3	17.9	10.9	1.33
9473	FFIQC	Fid VIP International Index	Diversified Int'l	14.47	Hold	4.7	14.5	8.0	13.1	9.4	10.0	--	1.01
9076	FVJIC	Fid VIP Int'l Capital App	Diversified Int'l	37.78	Hold	6.6	14.1	8.5	14.9	13.7	10.8	8.7	1.17
9063	FTLKC	Fid VIP Investment Grade Bond	Inv Grd Bond	18.36	OK to Buy	-0.6	2.5	-0.3	5.4	1.7	-0.2	1.8	0.44
9172	FVMAC	Fid VIP Materials	Sector	31.63	Hold	3.5	4.3	-0.4	-6.1	0.6	12.8	5.2	1.32
9071	FNBSC	Fid VIP Mid Cap	Mid Blend	49.68	OK to Buy	6.6	-2.9	-2.6	1.7	8.5	13.9	7.9	1.23
9088	FEMMC	Fid VIP Overseas	Diversified Int'l	29.93	Hold	5.1	16.7	8.6	13.2	11.4	10.6	6.5	1.12
9072	FFWKC	Fid VIP Real Estate	Sector	30.08	Hold	0.6	1.2	-4.6	12.3	0.0	5.5	3.8	1.26
9075	FGDQC	Fid VIP Strategic Income	High-Yield Bond	24.36	OK to Buy	1.0	2.1	0.2	6.4	4.3	3.3	3.3	0.41
9086	FYENC	Fid VIP Technology	Sector	164.49	Buy	11.2	-4.0	0.7	11.8	21.1	19.9	20.0	1.45
9465	FTMJC	Fid VIP Total Market Index	Large Blend	22.18	OK to Buy	6.4	0.5	-0.6	12.6	13.4	15.0	--	1.03
9087	FXRRC	Fid VIP Utilities	Sector	58.63	Buy	2.0	4.3	1.6	11.9	9.7	12.6	10.2	1.03
9079	FKMSC	Fid VIP Value	Large Value	44.47	OK to Buy	3.8	-2.8	-4.1	0.7	6.9	16.4	8.8	1.22
9073	FRBSC	Fid VIP Value Strategies	Mid Value	43.21	Hold	4.7	-7.8	-5.7	-6.1	4.3	15.5	7.7	1.35
9347	FBMEC	Black Rock Global Allocation	Global Allocation	20.81	Hold	4.0	6.4	3.6	10.4	7.0	7.3	5.3	0.71
9349	FTMEC	Franklin Templeton Global Bond	Global Bond	9.72	OK to Sell	1.0	10.2	5.6	4.8	-1.2	-2.3	-1.4	0.72
9348	FFMEC	Franklin Templeton US Gov't	Intermed Gov't	10.70	Hold	-0.8	2.0	-0.3	4.6	0.9	-1.1	0.4	0.38
9285	FIGXC	Invesco Global Core Eqty	Global Stock	22.83	Hold	5.3	4.5	1.5	11.2	11.2	11.3	6.7	0.98
9147	FPRLC	Lazard Retirement Emerging Mkts	Emg Mkts	23.18	Hold	4.2	13.4	8.6	15.5	10.5	11.7	4.5	1.01
9143	FPRMC	Morgan Stanley Emerg Mkt Debt	Emg Mkt Bond	21.69	OK to Buy	1.1	2.3	-2.3	8.8	6.5	2.6	2.5	0.68
9144	FPRNC	Morgan Stanley Emerg Mkt Equity	Emg Mkts	17.84	OK to Sell	4.9	7.8	7.5	9.0	5.9	6.9	3.1	1.02
9146	FPRPC	Morgan Stanley Global Strategist	Diversified Int'l	19.90	Hold	3.0	6.4	3.3	10.6	6.1	7.0	4.8	0.80
9346	FPMEC	Pimco Commodity Real Return	Commodities	8.44	OK to Sell	-1.4	4.0	-1.8	1.8	-6.5	13.2	2.0	0.89
9276	FPMBC	Pimco VIT Low Duration	Shrt-Term Bond	12.87	Buy	-0.2	2.1	0.7	5.5	2.8	0.9	1.2	0.15
9277	FPNBC	Pimco VIT Real Return	TIPS	15.66	Hold	-0.6	3.8	-0.0	5.6	0.8	1.6	2.2	0.44
9278	FPOBC	Pimco VIT Total Return	Intermed Bond	14.63	Hold	-0.7	2.6	-0.5	5.6	1.6	-0.7	1.4	0.45

Annuity Sector		Annuity Growth		Annuity Growth & Income		Annuity Income	
Fund	Allocation	Fund	Allocation	Fund	Allocation	Fund	Allocation
VIP Technology	25%	VIP Equity-Income	29%	VIP Equity-Income	29%	VIP Invest Grade Bond	31%
VIP Financials	19	VIP Growth	22	VIP Invest Grade Bond	23	PIMCO VIT Low Duration	23
VIP Comm Services	16	VIP Growth Opps	20	VIP Growth Opps	20	VIP Gvt Money Market	16
VIP Consumer Discret	15	VIP Contrafund	16	VIP Total Market	15	VIP Equity-Income	15
VIP Industrials	14	VIP Utilities	12	PIMCO VIT Low Durat.	13	VIP Growth	15
VIP Utilities	11						
<b>Total Return:</b>		<b>Total Return:</b>		<b>Total Return:</b>		<b>Total Return:</b>	
<b>May: 8.7% YTD: 0.9%</b>		<b>May: 6.8% YTD: 2.3%</b>		<b>May: 4.0% YTD: 2.1%</b>		<b>May: 1.5% YTD: 2.1%</b>	

## FUND FOCUS

### Growth Strategies

Purchased in May for the *Unique Opportunities Model*, **Growth Strategies** [FDEGX] is an actively managed mid-cap growth fund whereas the fund it replaced, **Focused Stock**, is an actively run (go-anywhere) large-cap growth fund.

If their most apparent difference is presently performance (Growth Strategies is up 7.3% for year-to-date versus -7.1% for Focused) their less obvious differences include market capitalization, fund concentration and sector exposure. And though this may seem counterintuitive, with the former significantly more diversified with 133 holdings versus 41, Growth Strategies is actually 16% more volatile; its relative volatility is 1.34 versus 1.18. Of course, the S&P 500 is 1.00.

But little of this explains the trade.

Though we aren't performance-chasers, the funds' current 14 percentage point performance delta warrants a re-consideration of Focused Stock's merits in light of a market environment that sometimes shifts from day to day, and occasionally hour-to-hour.

To that end, Growth Strategies owes its recent success to Manager Shilpa Mehra who took over the fund last year. Following some modest repositioning which has left the fund significantly divergent from its benchmark (the Russell Midcap Growth index), a combination of successful sector and stock bets have led to its strong performance relative to its benchmark, while also vastly outperforming large-cap growth funds.

As to this year's performance, it has thrived thanks to its significant

overweight in industrials (26% versus 18%). And while slightly underweighted in consumer discretionary and pharmaceuticals, they've not handicapped performance owing to superior stock selection. Finally, with utility stocks benefiting since late last year in anticipation of AI's growing demand for electricity, Growth Strategies' overweight in *Vistra* has been key. (See **Select Utilities** on p. 12.) That said, utilities are a small (less than 2%) slice of the fund.

With market rotation swift and dramatic, Growth Strategies (now upgraded to *Buy*) helps diversify the *Unique Opportunities Model* away from large-cap stocks (both growth- and value-oriented), even as it moderately adds risk to a portfolio that's best-suited for more risk-tolerant investors. ■

— John Bonnanzio

### Jack's Message *cont'd from page 1*

stock in the Magnificent Seven, has a P/E ratio of about 200, because a successful rollout of its self-driving taxi service could double or triple its revenue in just a few years. Analysts are sharply divided on whether Tesla is a buy or a sell, leaving the collective wisdom of the market to decide (our *Select Model* is slightly overweighted in Tesla but our other stock models are underweighted).

For this reason, betting on upcoming AI winners may be best

done through an actively managed Fidelity fund. Fidelity, which got the NVIDIA story correct, may be in a better position than most analysts for gauging the likely outcome of an impending disruption. Another reason is that a mutual fund can pair a few expensive stocks with lots of cheaper ones to keep overall risk manageable.

To boost the *Unique Opportunities Model's* exposure to emerging AI winners, we replaced **Focused Stock** with **Growth Strategies** in late May (see p. 3

trade box).

Focused, which has a large-cap emphasis, has under-performed since we bought it in February. Growth Strategies, a more growth-oriented mid-cap fund, may be a better bet under new manager Shilpa Mehra — who has also been running **Trend** since late 2018. Unlike Focused, it has exposure to the stocks discussed above (Palantir, Axon and IHG). We also like its overweighted position in the industrials group. ■

— Jack Bowers

### Fund Commentary *cont'd from page 5*

thusiastic auction for Treasuries, sent yields soaring (and thus bond prices lower).

The benchmark 10-year note ended May yielding 4.41% — a decline of 24 basis points. **U.S. Bond Index**, which is 45% weighted in Treasuries, fell 0.8% (though it's up 2.4% for the year).

Conversely, Fidelity's most-interest-rate-sensitive fund, **Long-Term Treasury Index**, retreated 2.8% in May (the yield on the 30-year bond jumped 26 basis points to 4.92%), though it's up 0.7% for the year.

As for tax-free funds, **Municipal Income** dipped 0.2% as longer-maturity bonds were under selling pressure. Munis may have also lost some appeal owing to the House's

spending bill and its aim to restore the SALT deduction.

Turning to money market funds, the yield on **Gov't Cash Reserves** dipped 2 basis points in May to 4.00%. On the other hand, the essentially riskless fund has returned 1.68% for the year-to-date, versus the S&P 500's 1.1% total return (which includes dividends). ■

— John Bonnanzio

**Managers' Thoughts** *cont'd from p. 4*

driven shift, including favorable rates and terms to provide electricity to companies and enterprises looking to power AI data centers. Fund holdings Vistra and Constellation are poised to benefit from this, in our view.”

**M.N.** “Also related to AI, the fund’s meaningful allocation to industrials includes positions in Vertiv Holdings, nVent Electric and Trane Technologies. We believe each is well-positioned amid higher demand for data centers and the specialized heating, cooling and other electrical components they require. Eaton also plays a role here. All are fund holdings as of January 31.

Looking at the broader reindustrialization theme, we are bullish on stocks that play an important role in

the electrification of autos, factories and industrial automation; the strengthening of the nation’s energy and communications infrastructure; and the reshoring of America — bringing overseas manufacturing back to this country.”

**Select Technology**

*Adam Benjamin has managed this fund since 2022.*

“The first quarter was a difficult one for technology stocks. Within this broad index, the sectors that performed best in Q1 were defensive ones and those related to commodities, such as energy. Information technology, on the other hand, delivered the second-weakest result, with only consumer discretionary faring worse.

In general terms, post-election optimism gave way to investor concern about the impact of a flurry of executive actions by the new Trump administration, disruption to government programs and a spike in uncertainty stemming from shifting policy priorities, especially related to trade and tariffs.

Within technology, semiconductors — which had led the stock market higher for much of the first half of 2024 — was the hardest-hit group in the MSCI sector index returning -18%.

Relatively high valuations to start with in AI-related stocks and the uncertainty triggered by DeepSeek’s announcement near the end of January were headwinds for the group. This company, a Chinese generative artificial intelligence startup, released a free large language model that was cheaper to develop, raising questions about spending on AI infrastructure and

the valuations of the biggest players, including chipmakers. Meanwhile, semiconductor companies without exposure to AI continued to wrestle with excess inventories, following the dramatic shortages caused by the pandemic. As of March 31, this inventory glut has lasted more than two years but appears to be turning the corner to normalization.

**Select Utilities**

*Pranay Kirpalani has managed this Select fund since December 2024.*

“Utilities stocks produced a strong gain the past 12 months (through Feb. 2025), aided by investors’ recognition of the sector as a beneficiary of the potential for AI capabilities and the expectation of soaring power demand to support this burgeoning area of technology.

As equity market volatility increased this year, the utilities sector — whose companies are often perceived as defensive investments due to their typically durable cash flows and dividends — proved attractive to investors.

An overweight stake in Texas-based independent power producer Vistra was the fund’s biggest individual contributor relative to the sector index. Conversely, stock selection in the renewable electricity segment detracted.”

[Note: As of Feb. 28, Pranay said she was optimistic about the long-term potential for utilities, given that demand for electricity is expected to grow significantly over the next decade. That’s due to the onshoring of overseas manufacturing, increased penetration of electric vehicles and the growth of AI.] ■

—John Bonnanzio

Return in %	
May	11.4
YTD	-3.8

Return in %	
May	2.0
YTD	4.4

**DIVIDEND UPDATE**

*In addition to regular monthly dividends paid by bond and money market funds and Asset Mgr: 20%/30%, the following funds may make a dividend or cap gain distribution in June:*

Cap & Inc, Focused High Inc, Founders, Global High Inc, High Inc, Lg Cap Growth Idx, Lg Cap Stock, Lg Cap Value Idx, Mid Cap Idx, Mid-Cap Stock, MSCI Cons Discret, MSCI Cons Staples, MSCI Energy, MSCI Financials, MSCI Healthcare, MSCI Ind, MSCI Info Tech, MSCI Materials, MSCI Real Estate, MSCI Telecomm, MSCI Utilities, Real Estate Inc, Real Estate Idx, Real Est Inv, Short Dur High Inc, Small Cap Disc, Small Cap Idx, Small Cap Stock, U.S. Low Vol, Women’s Leadership

*The final distribution for May is as follows:*

Fund	Ex-Date	\$ Amt	NAV
Magellan	5/9	0.696	14.20

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**Editorial Questions:** [editorial@fmandi.com](mailto:editorial@fmandi.com) **Subscription Questions:** [memberservices@fmandi.com](mailto:memberservices@fmandi.com) or 800-444-6342