

# FIDELITY MONITOR & INSIGHT

JULY 2024

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**JACK'S MESSAGE**

## End Of An Era For Index Investors?

According to Morningstar, the money invested in passive funds exceeded that of active funds for the first time as of this year. Fidelity investors are even bigger fans of indexing, with well over half the total assets invested in passive strategies.



Jack Bowers

It's not hard to see why this happened. Passive investing always had a compelling story: It isn't necessary to pay for a manager to pick stocks when an index provider can tell you what to buy for a fraction of the cost. But it

didn't go mainstream until after the 2008 Financial Crisis. The corporate consolidation activities that followed made large-cap firms more profitable, allowing stock buybacks to serve as a great equalizer — helping slow-growth firms to post EPS numbers that were more competitive with faster-growing firms. As a result, research wasn't necessary to win with large-cap stocks over the last 15 years. Just buying the S&P 500, and letting Standard & Poor's Index Committee figure out the specific holdings, was enough to stay ahead of a majority of active funds.

While the passive approach was ideal for U.S. large-caps, it did not work as well in markets where corporations were not universally profitable (limiting the cash flow available to conduct stock buybacks), or where consolidation efforts were heavily restricted by regulations and/or labor laws.

On the foreign front, where well-managed technology firms are few and far between, active funds routinely outperform their passive benchmarks, and the money invested in passive strategies accounts for just a quarter of the total amount invested.

The U.S. bond market (where bond rating agencies are slow to recognize change) is another place where passive investors are not necessarily set up for success. Ignoring debt-management skills and focusing on the biggest issues works okay for government securities. But on the corporate side (where bankruptcy risk is a factor), active bond managers doing in-depth credit analysis often have a significant edge over the market.

Jack's Message *cont'd on page 12*

**MID-YEAR REPORT**

## Stocks Score Record Highs; Fed Disappoints, But AI Doesn't

"Market Outlook" and "Fund Commentary" have been combined to provide a more seamless overview of the markets and Fidelity's fund performance at mid-year.

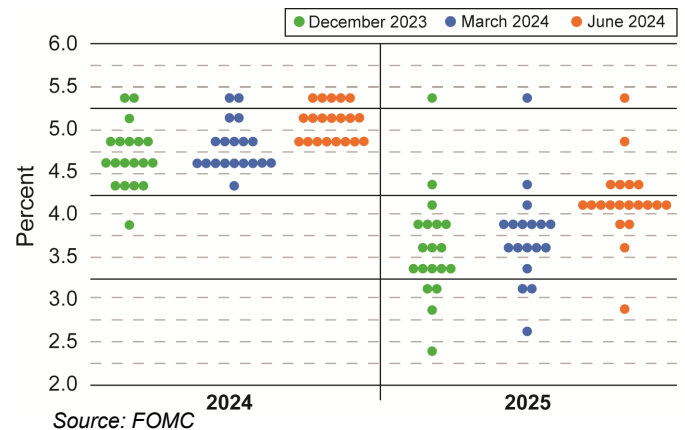


John Bonnanzio

Thank you, NVIDIA! Thank you, because it wasn't all that long ago that stock (and bond) investors were counting their chickens well before they hatched. In the fourth quarter, talk was pervasive that 2024 would see four and maybe six interest-rate cuts. Perhaps not in the first half of this year, but certainly by the end of it.

Though it's unclear what will unfold in the next six months, the odds of four cuts this year are now about zero, NVIDIA can't fuel investor euphoria forever, consumer spending is slowing, and control of Congress and the presidency are on the line. Will the markets climb this wall of worry? Please read on...

### RATE CUTS MUST WAIT



The Fed's June "dot plot" reflects its members' lessened expectations for lower short-term interest rates this year and next. The reason is stubbornly high inflation. Fortunately, the recent release of the central banks preferred inflation gauge, the PCE, shows price growth slowing, but probably not enough to cut rates at its late-July meeting (though perhaps in September?). The combination of modest economic growth, fiscal stimuli, labor shortages and the record-high cost of housing, has exerted upward pressure on inflation.

Mid-Year Report *cont'd on page 3*

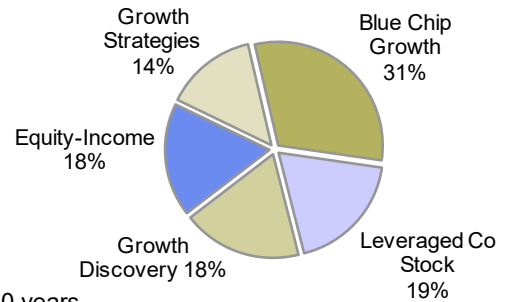
**Unique Opportunities** Target Risk: 1.20 (Current: 1.13) Foreign Holdings: 7.5% **YTD Return: 16.6%**

Stocks: 97.8% Bonds: 0.0% Cash: 2.2% Alternatives\*: 0.0% Yield: 0.4%

Holdings	Ticker	NAV	Shares	Value	Jun Ret
Blue Chip Growth	FBGRX	\$220.00	1,711.17	\$376,457	5.7%
Leveraged Co Stock	FLVCX	40.56	5,637.45	228,655	0.7
Growth Discovery	FDSVX	66.33	3,390.23	224,874	5.4
Equity-Income	FEQIX	73.20	2,942.44	215,386	-0.8
Growth Strategies	FDEGX	62.60	2,758.95	172,710	-0.6

**Current Value (3/31/99 = \$100,000)** **\$1,218,083** **2.6%**

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



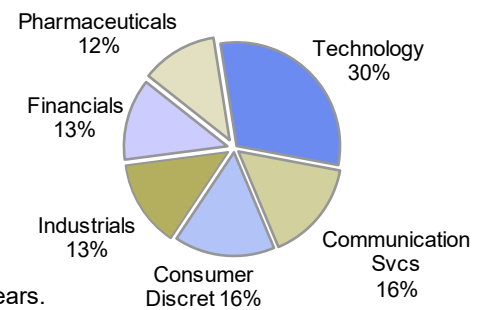
**Select** Target Risk: 1.20 (Current: 1.13) Foreign Holdings: 8.5% **YTD Return: 15.0%**

Stocks: 99.4% Bonds: 0.0% Cash: 0.6% Alternatives\*: 0.0% Yield: 0.2%

Holdings	Ticker	NAV	Shares	Value	Jun Ret
Technology	FSPTX	\$35.54	75,845.74	\$2,695,558	7.7%
Communication Svcs	FBMPX	103.06	13,505.50	1,391,877	4.6
Consumer Discret	FSCPX	60.89	22,828.14	1,390,005	1.9
Industrials	FCYIX	38.34	31,322.08	1,200,889	-1.5
Financials	FIDSX	12.92	86,989.92	1,123,910	-0.5
Pharmaceuticals	FPHAX	29.63	35,463.85	1,050,794	3.4

**Current Value (12/31/88 = \$100,000)** **\$8,853,033** **3.4%**

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



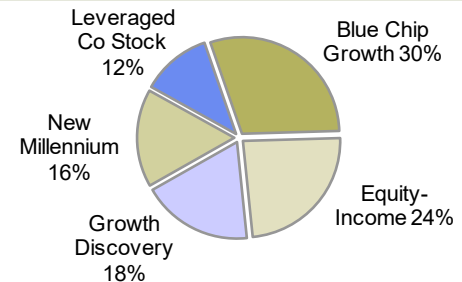
**Growth** Target Risk: 1.00 (Current: 1.04) Foreign Holdings: 6.9% **YTD Return: 18.2%**

Stocks: 98.3% Bonds: 0.0% Cash: 1.6% Alternatives\*: 0.0% Yield: 0.6%

Holdings	Ticker	NAV	Shares	Value	Jun Ret
Blue Chip Growth	FBGRX	\$220.00	8,556.19	\$1,882,362	5.7%
Equity-Income	FEQIX	73.20	20,579.64	1,506,429	-0.8
Growth Discovery	FDSVX	66.33	17,482.17	1,159,592	5.4
New Millennium	FMLX	56.82	18,183.44	1,033,183	2.2
Leveraged Co Stock	FLVCX	40.56	18,074.28	733,093	0.7

**Current Value (12/31/86 = \$100,000)** **\$6,314,659** **2.9%**

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



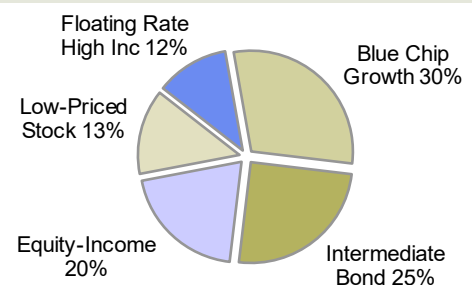
**Growth & Income** Target Risk: 0.66 (Current: 0.71) Foreign Holdings: 14.3% **YTD Return: 10.4%**

Stocks: 62.8% Bonds: 25.4% Cash: 0.9% Alternatives\*: 10.9% Yield: 2.4%

Holdings	Ticker	NAV	Shares	Value	Jun Ret
Blue Chip Growth	FBGRX	\$220.00	1,621.56	\$356,742	5.7%
Intermediate Bond	FTHR X	10.00	29,999.84	299,998	0.8
Equity-Income	FEQIX	73.20	3,301.00	241,633	-0.8
Low-Priced Stock	FLPSX	46.81	3,496.04	163,649	-2.3
Floating Rate High Inc	FFRH X	9.26	15,079.38	139,635	0.1

**Current Value (12/31/93 = \$100,000)** **\$1,201,658** **1.4%**

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



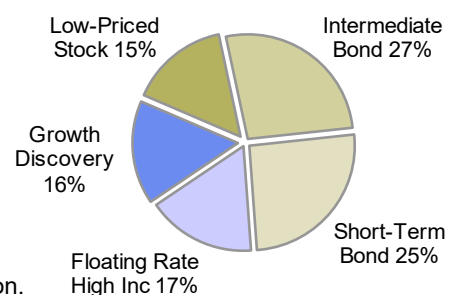
**Income** Target Risk: 0.33 (Current: 0.39) Foreign Holdings: 18.8% **YTD Return: 5.4%**

Stocks: 30.8% Bonds: 52.9% Cash: 0.8% Alternatives\*: 15.6% Yield: 3.9%

Holdings	Ticker	NAV	Shares	Value	Jun Ret
Intermediate Bond	FTHR X	\$10.00	13,984.37	\$139,844	0.8%
Short-Term Bond	FSHBX	8.37	16,045.25	134,299	0.6
Floating Rate High Inc	FFRH X	9.26	9,452.95	87,534	0.1
Growth Discovery	FDSVX	66.33	1,266.02	83,975	5.4
Low-Priced Stock	FLPSX	46.81	1,702.41	79,690	-2.3

**Current Value (12/31/91 = \$100,000)** **\$525,342** **0.8%**

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



To recap, Jerome Powell & Co. haven't made progress. Lest we forget, in the immediate aftermath of Covid shutdowns, inflation neared 9%. Now down to 3.3%, the road to the Fed's 2% long-term target seems fanciful unless, of course, there's a recession.

### Slow Growth, But Growth

Among the reasons why its goal may be unattainable is Washington's unconstrained spending. Then again, if \$1.2 trillion in deficit spending so far this year has an upside it's this: since November 2023, federal money has started to pour into 40,000 (yes 40,000!) infrastructure projects of every imaginable (and unimaginable) variety. From bridge repairs, to rural high-speed internet service and electric recharging stations, long-neglected repairs are both growing the economy and pushing up prices.

On that score, the economy held another big surprise for investors in the first half: there was no recession. In fact, real GDP grew at an annualized rate of 1.4% in the first quarter. And if the Conference Board estimates hold, inflation and higher interest rates could restrain second- and third-quarter growth to about 1% apiece. Though hardly blowout growth, it's better here than elsewhere. Notably, the World Bank projects the U.S. economy to grow 2.5% this year versus 2023, whereas the Euro region and Japan are both facing real GDP growth of 0.7%.

### The Bad News

While record-high stock and home prices and the associated "wealth effect" that trickle down to other parts of the economy is real and beneficial, there are signs of

## FUNDS YOU SHOULD BUY NOW

**Growth:** **Blue Chip Growth** and **Growth Co.** are aggressive, volatile large-cap options; **Growth Discovery** and **New Millennium** are more conservatively positioned; **Low-Priced Stock** diversifies away from large-cap growth. **Leveraged Co. Stock** invests in highly indebted companies whose balance sheets stand to benefit from higher-than-expected inflation.

**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 interest-rate risk consider **Intermediate Bond**.

**High Yield Funds:** **Floating Rate High Income** has very limited interest-rate risk (duration is just 0.2 years); it's now our preferred way to boost income with risk that's much less than other funds in its asset class.

**Muni Bond Funds:** **Conservative Income Muni** is a tax-free alternative to a muni money market fund. **Limited Term Muni Inc** is a nationally-diversified choice; it presently provides a tax-equivalent yield of about 5% for more highly taxed investors. ■

Main Street's fortunes slowing.

That small uptick in the nation's unemployment rate, from 3.7% at the start of the year to 4.0% in May, translates into an estimated 1.5 million lost jobs. And even as inflation has recently moderated, pocket-books continue to be squeezed by an economy that has seen inflation remain above 3% for 38 continuous months.

Food prices are up 20% since 2020, and "shelter" is in a state of crisis — if you don't already own a home. Nationally, rents are up 24% during that same period. Meanwhile, record-high home prices, 7% mortgage rates (a 20-year high) and elevated construction costs are keeping the American dream out of reach for millions. According to the National Association of Home builders, only 37.7% of new and existing homes are affordable to families with the national medium annual income of \$96,300. That sets

its affordability index at a 12-year low.

Another pocket of worry is consumer spending. While wage growth has been good owing to the tight labor market, it has also been uneven.

Consumer spending should grow 1.5% on an annualized basis in the first half. But with the Fed Funds rate at a restrictive 5.25-5.50%, that will be hard to match in the second half. Indeed, loan delinquencies on cars and credit cards, especially among lower-income families, is on the rise. And with pandemic-era personal "savings" depleted, consumer optimism fell in the second quarter. Spending habits are changing, including a shift away from name-brand goods to generic store brands.

(This month we downgraded **Select Consumer Staples** from *OK to Buy* to *Hold* — see p. 5.) Discretionary spending on travel and leisure may also slow.

**Mid-Year Report** *cont'd on page 4*

### 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.

## Mid-Year Report *cont'd from page 3*

Against that backdrop, the first half of 2024 was remarkably strong for share prices. Granted, the AI mania had a lot to do with market bullishness generally, though specifically, NVIDIA's rising prospects were especially beneficial (see p. 11).

Nevertheless, the market's gains weren't fueled by unbridled optimism. The practical rationale for higher stock prices was future earnings growth.

On that score, year-over-year earnings growth in 2023 was a meager 1% (though that didn't keep the S&P 500 from surging 26%!). Stocks rose in large part over expectations that lower interest rates would fuel bigger profits down the road. And that may yet happen.

FactSet's aggregation of analysts' estimates suggest S&P 500 earnings will grow 11.3% this year and 14.4% in 2025. Moreover, growth should be widespread by sector, though information technology and health care are likely to fare especially well. Indeed, the five best-performing Select funds this year are in those two arenas.

### Market Indexes

In the second quarter, the Nasdaq Composite soared 8.5% — nearly a typical year's worth of equity gains! In June alone, it rose 6.0%, leaving it with a year-to-date return of 18.6%.

The more diversified (less-tech-rich) S&P 500 gained 3.6% in June, 4.3% in the second quarter, and a comparable 15.3% for the first half. As for the Dow Jones Industrial Average, its performance was saddled partly by Boeing, but its heavier exposure to economically sensitive cyclicals like autos and chemicals depleted its second quarter return to

-1.3%, though it rose 4.8% for the first half of the year.

Small cap stocks, which are particularly interest-rate sensitive, performed best early this year when it appeared that inflation was under better control. But the second quarter proved more difficult. Down 1%

marked against the less tech-dense S&P 500, 14 funds returned an average of 2.4% in June, and a more modest 3.3% for the second quarter. Again, if that doesn't seem like much, their 15% return half way in the year eclipses an average year of gains.

Turning to large-cap value and everything else, negative returns for June and the quarter were pretty much the norm. That disconnect to larger-cap funds highlights the fact that while the Nasdaq and S&P 500 have enjoyed gargantuan returns this year (and last), gains have been concentrated in a narrow band of the market.

To that point, **OTC and Large Cap Growth Index** were June's top performers with gains of 6.8% and 6.7%, respectively. As for Fidelity's most widely held actively managed offerings, **Contrafund** rose 4.4% in June, though it was topped by **Blue**

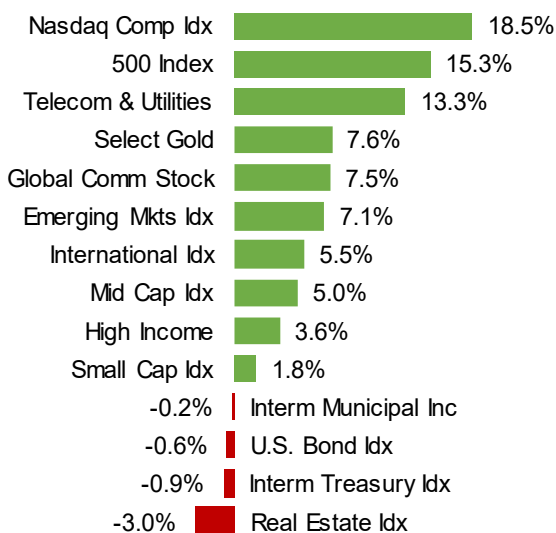
**Chip Growth's** 5.7% return.

### International Funds

Foreign developed markets haven't held a candle to our own this year. **International Index** fell 2.1% in June, leaving it with a comparatively shabby (with emphasis on comparatively) year-to-date gain of 5.5%.

The same cannot be said of developing market funds. Using **China Region** (up 3.7% in June) as one proxy and **Latin America** (down 8.6%) for another, their diverging fortunes suggest that **Emerging Markets** (up 4.6%) and **Emerging Markets Index** (up 3.2%) wouldn't have fared so well last month. In addition, the stronger U.S. dollar and high interest rates are two more negatives for the asset class. So why their relative strength? Some developing economies are enjoying GDP growth (thanks to improved produc-

### 2024's Best & Worst Funds\* (By Asset Class - YTD Returns in %)



\*Fidelity funds

in June, the Russell 2000 retreated 3.3% over the past 91 days. Nevertheless, those earlier returns were enough to keep the index positive (up 1.7%) for the year-to-date.

Mid-cap shares performed much the same. Down 0.7% in June, the Russell Midcap fell 3.3% in the second quarter but managed a year-to-date gain of 5.0%.

### Stock Funds

How important was NVIDIA to last month's fund performance? As you'll read on p. 11 — very. But with the stock also lifting the broader tech sector, large-cap growth funds fared extremely well. Indeed, Fidelity's 14 offerings in that market segment rose 4.9% in June. The second quarter's 6.5% gain was also impressive, while lifting the category to a 22.3% year-to-date return.

As for large-cap blend funds, which are more typically bench-

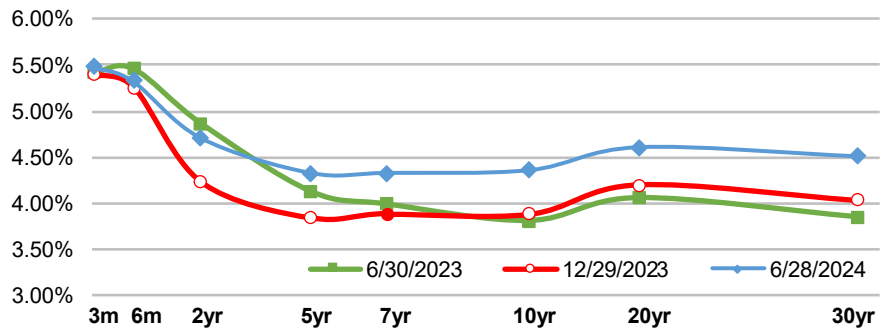
tivity), while others stand to benefit from stronger-than-expected U.S. demand for their exports. And with our markets up sharply since 2023, investors' assets have been flowing into these less liquid markets. Not to be overlooked, many emerging market economies issue dollar-denominated bonds, which make them sensitive to U.S. interest rates. In June, Treasury yields declined (see chart).

Fidelity's 31 flavors of international funds rose, on average, a scant 0.1% June, but have gained 6.9% for the year-to-date (again, thanks largely to emerging market funds). Note: **Worldwide**, which is up 21.6% this year, is 68% weighted in U.S. stocks, while its largest holding at 7.6% is NVIDIA.

### High Yield Bond Funds

Typically more sensitive to the economy (GDP) than to rate-risk, high-yield (junk) bonds rose fractionally in June. **Capital & Income** (which holds some stocks) and **High Income** both gained 0.8%. **New Markets Income**, which invests in emerging market debt, rose 0.6%.

**Treasury Bond Yield Curve**  
(Six-month intervals since 6/30/23)



In the past 12 months, Treasury yields have waxed and waned with every inflation report real and imagined. Bond investors have been hoping that inflation would ease enough to provide the Fed with the opportunity to lower short-term borrowing costs (the Fed's Funds rate). Although the central bankers are yet to move, during the first half of this year, yields on short-term Notes and Bills have eased ever-so-slightly. However, for bonds maturing in excess of five years, yields have risen putting downward pressure on bond prices.

### Fixed-Income Funds

With scattered signs that inflation is easing, Treasury yields fell last month. Notes and Bonds maturing in five-plus years fared best as double-digit falling yields took hold. With bond prices moving inversely to their yields, the benchmark 10-year Treasury fell 15 basis points to 4.36%. As such, **U.S. Bond Index** gained 1.1% in June, though it's still down slightly for the year (-0.6%).

As for Fidelity's most interest-

rate-sensitive bond fund, **Long-Term Treasury Index**, it gained 1.6% last month.

As for state-specific muni funds, which tend to have durations just above six years, most gained around 1.6% in June.

Finally, with the Fed still sitting on its hands this year, the yield on **Gov't Cash Reserves** has been stuck at 4.99%; it has so far returned 2.5% this year. ■

— John Bonnanzio

## July Scorecard Rating Changes

Mutual Funds	Ticker	Ratings			Comments
		Old	New		
Equity Dividend Income	FEQTX	B	B	↓	Despite its higher yield (3.3%), its risk-return isn't as favorable as Equity-Income
Emg Mkts Discovery	FEDDX	B	H	↓	U.S. dollar's strength is problematic for dollar-denominated loans in the emerging markets.
Int'l Cap App	FIVFX	B	B	↓	We prefer more value-oriented funds on the international front.
Telecom & Utilities	FIUIX	H	B	↑	Increasing electricity demand by data centers and AI will increase growth rates.
<b>Selects</b>					
Automotive	FSAVX	H	S	↓	Even with tariffs, competition (mainly from China and S. Korea) will weigh on earnings.
Consumer Staples	FDFAX	B	H	↓	High prices have consumers shifting to "store-brand" generics.
Defense & Aerospace	FSDAX	B	H	↓	While Boeing has its own woes, we prefer the more diversified Industrials.
Health Care Services	FSHCX	H	S	↓	Prefer Pharmaceuticals; government reimbursements will continue to pinch earnings.
Retailing	FSRPX	H	B	↑	Favorable outlook for Amazon and large box stores like Home Depot and Lowes.
Utilites	FSUTX	H	B	↑	Increasing electricity demand by data centers and AI will increase growth rates.
<b>Sector ETFs (MSCI)</b>					
Utilities	FUTY	H	B	↑	Increasing electricity demand by data centers and AI will increase growth rates.
<b>Annuity (VIP)</b>					
Consumer Staples	FCSAC	B	H	↓	High prices have consumers shifting to "store-brand" generics.
Frkl Temp Global Bond	FTMEC	H	S	↓	Strengthening dollar weighing on performance.
Int'l Cap App	FVJIC	B	B	↓	We prefer more value-oriented funds on the international front.
Utilities	FXRRC	H	B	↑	Increasing electricity demand by data centers and AI will increase growth rates.

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

JUNE 30, 2024

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)					Rel Vol (Risk) <sup>1</sup>
					Jun	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	
Comparative Indexes		S&P 500	5460.5		3.6	15.3	4.3	24.5	10.0	15.0	12.9	14.8	1.00
		Nasdaq Composite	17732.6		6.0	18.6	8.5	29.6	7.8	18.2	16.1	17.5	1.24
		Dow Jones Industrials	39118.9		1.2	4.8	-1.3	16.0	6.4	10.3	11.3	13.4	0.94
		Russell 2000 (Small Caps)	2047.7		-1.0	1.7	-3.3	10.0	-2.6	6.9	7.0	11.2	1.23
		Bloomberg Barclays Agg Bond*			1.1	-0.6	0.2	2.7	-3.0	-0.2	1.4	1.5	0.41
Model Portfolios		Unique Opportunities			2.6	16.6	3.3	25.1	6.1	15.8	11.7	14.0	1.13
		Select			3.4	15.0	3.8	22.9	6.2	14.9	12.5	15.2	1.13
		Growth			2.9	18.2	4.3	26.6	7.4	15.8	12.5	14.2	1.04
		Growth & Income			1.4	10.4	2.7	17.3	3.3	10.2	8.8	10.4	0.71
		Income			0.8	5.4	1.3	9.9	1.1	4.6	4.2	5.8	0.39
												Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)
<b>LARGE CAP GROWTH</b>					<b>Average</b>	<b>4.9</b>	<b>22.3</b>	<b>6.5</b>	<b>34.3</b>	<b>9.6</b>	<b>18.4</b>	<b>15.3</b>	<b>1.18</b>
312	FBGRX	Blue Chip Growth	220.00	Buy	5.7	27.0	9.3	42.0	9.2	21.8	17.8	1.39	\$57,864
307	FDCAX	Capital Appreciation	46.89	Hold	3.6	18.1	3.5	29.3	9.4	16.8	13.1	1.06	6,286
22	FCNTX	Contrafund	20.20	Buy	4.4	25.6	6.5	39.8	10.9	17.4	14.9	1.09	126,284
3	FFIDX	Fidelity Fund	90.56	OK to Buy	4.5	21.6	7.0	32.9	10.7	17.5	13.6	1.09	7,573
333	FTQGX	Focused Stock	39.30	Buy	2.3	29.7	5.4	39.4	10.6	17.8	14.7	1.13	3,938
3336	FIFNX	Founders Fund	21.61	Hold	4.6	18.4	2.3	29.9	7.2	16.7	--	1.16	90
25	FDGRX	Growth Company (closed)	40.19	Buy	6.2	25.9	9.1	37.9	9.2	23.3	18.8	1.33	53,770
339	FDSVX	Growth Discovery	66.33	Buy	5.4	23.2	6.3	35.9	11.0	19.7	16.1	1.11	4,967
2826	FSPGX	Lg Cap Growth Index	35.60	Hold	6.7	20.7	8.3	33.5	11.3	19.3	--	1.19	23,992
21	FMAGX	Magellan	14.65	Hold	5.2	22.6	5.7	35.4	10.1	15.8	13.3	1.16	32,834
1282	FNCMX	Nasdaq Composite Index	225.42	Hold	6.0	18.5	8.5	30.0	8.0	18.3	16.0	1.23	16,206
93	FOCPX	OTC	22.84	Buy	6.8	24.9	10.4	37.2	9.5	20.4	17.9	1.17	22,267
320	FDSSX	Stock Selector All Cap	76.67	Hold	2.6	10.8	1.7	20.7	6.7	14.0	11.5	0.99	2,051
5	FTRNX	Trend	185.58	Buy	4.6	24.9	6.5	35.8	10.5	19.1	15.7	1.35	3,414
<b>LARGE CAP BLEND</b>					<b>Average</b>	<b>2.4</b>	<b>15.0</b>	<b>3.3</b>	<b>24.5</b>	<b>9.4</b>	<b>14.7</b>	<b>11.7</b>	<b>0.99</b>
2328	FXAIX	500 Index	190.20	OK to Buy	3.6	15.3	4.3	24.5	10.0	15.1	12.9	1.00	540,139
315	FDEQX	Disciplined Equity	69.73	Buy	3.8	19.2	5.1	31.9	8.8	16.0	12.0	1.13	1,919
330	FDGFX	Dividend Growth	39.50	OK to Buy	1.5	19.9	5.4	31.0	10.8	12.6	10.2	0.92	6,729
27	FGRIX	Growth & Income	61.59	OK to Sell	1.3	14.0	3.0	21.9	10.6	14.4	11.0	0.96	9,115
338	FLCSX	Large Cap Stock	51.30	Hold	1.9	16.8	4.5	26.8	11.6	15.4	11.6	0.99	4,466
361	FGRTX	Mega Cap Stock	24.63	OK to Buy	2.5	17.6	5.4	28.4	12.5	16.8	12.5	1.02	1,879
300	FMLX	New Millennium	56.82	Buy	2.2	19.0	4.0	29.0	14.5	15.5	11.7	0.96	4,902
6391	FSEBX	Sustainable U.S. Equity	12.40	Hold	1.2	12.7	0.9	20.4	--	--	--	--	24
2361	FSKAX	Total Market Index	149.41	OK to Buy	3.1	13.6	3.2	23.2	7.9	14.1	12.1	1.02	91,974
5029	FULVX	U.S. Low Volatility Equity	11.53	OK to Sell	0.8	8.0	-0.5	12.8	3.6	--	--	0.74	31
2941	FITLX	U.S. Sustainability Index	24.62	OK to Buy	3.7	15.9	3.7	27.1	10.5	15.7	--	1.04	3,937
3396	FWOMX	Women's Leadership	16.59	OK to Sell	0.8	9.1	-0.7	17.2	3.2	11.4	--	1.08	109
3231	FNILX	Zero Large Cap Index	19.42	OK to Buy	3.7	15.3	4.3	25.1	9.4	15.1	--	1.01	9,435
3227	FZROX	Zero Total Market Index	18.90	OK to Buy	3.1	13.7	3.3	23.4	8.3	14.2	--	1.02	20,924
<b>LARGE CAP VALUE</b>					<b>Average</b>	<b>-1.3</b>	<b>5.8</b>	<b>-2.2</b>	<b>13.0</b>	<b>6.2</b>	<b>9.6</b>	<b>8.1</b>	<b>0.86</b>
1271	FBCVX	Blue Chip Value	25.85	Hold	-1.9	3.9	-3.1	11.6	6.9	8.2	7.2	0.82	737
319	FEQTX	Equity Dividend Income	28.39	OK to Buy ↓	-1.5	5.1	-2.5	12.4	6.8	9.8	8.3	0.85	5,305
23	FEQIX	Equity-Income	73.20	Buy	-0.7	9.3	0.2	16.5	7.1	10.9	8.7	0.82	7,493
2830	FLCOX	Lg Cap Value Index	17.19	Hold	-0.9	6.6	-2.2	13.1	5.5	9.0	--	0.93	7,991
708	FSLVX	Stock Sel Large Cap Value	27.03	Buy	-0.9	6.9	-2.4	15.9	7.1	10.3	8.3	0.95	482
832	FVDFX	Value Discovery	36.21	Hold	-1.7	3.2	-3.5	8.4	3.7	9.1	7.7	0.81	2,892
<b>MID-CAP GROWTH</b>					<b>Average</b>	<b>0.5</b>	<b>8.5</b>	<b>-2.8</b>	<b>16.3</b>	<b>1.2</b>	<b>11.1</b>	<b>10.5</b>	<b>1.22</b>
324	FDEGX	Growth Strategies	62.60	Buy	-0.6	10.9	-2.4	17.5	2.5	11.1	10.5	1.24	3,137
3403	FMDGX	Mid Cap Growth Index	28.70	OK to Buy	1.7	6.0	-3.2	15.0	-0.1	--	--	1.20	1,026
<b>MID-CAP BLEND</b>					<b>Average</b>	<b>-1.3</b>	<b>3.8</b>	<b>-3.9</b>	<b>12.3</b>	<b>1.7</b>	<b>9.4</b>	<b>8.8</b>	<b>1.12</b>
2365	FSMAX	Extended Market Index	80.65	Hold	-0.1	3.3	-3.4	14.9	-2.5	8.7	8.3	1.22	37,636
2352	FSMDX	Mid Cap Index	31.43	Hold	-0.7	5.0	-3.3	12.9	2.4	9.5	9.0	1.10	34,471
337	FMCSX	Mid-Cap Stock	39.82	OK to Buy	-2.3	3.9	-4.4	10.6	5.0	10.6	9.2	0.99	6,620
2412	FSSMX	Stock Selector Mid Cap	43.19	OK to Buy	-2.2	4.7	-4.0	12.1	3.4	9.6	8.7	1.14	361
3230	FZIPIX	Zero Extended Market Index	12.53	Hold	-1.3	2.3	-4.6	10.7	0.2	8.5	--	1.18	1,603

**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

JUNE 30, 2024

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)	
					Jun	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year			
<b>MID-CAP VALUE</b>					<b>Average</b>	<b>-3.2</b>	<b>4.3</b>	<b>-4.4</b>	<b>15.5</b>	<b>6.2</b>	<b>12.1</b>	<b>8.6</b>	<b>1.14</b>	
316	FLPSX	Low-Priced Stock <sup>5</sup>	46.81	Buy	-2.3	6.2	-1.9	16.7	6.0	11.8	8.9	0.90	\$24,912	
762	FSMVX	Mid Cap Value	30.43	OK to Buy	-3.3	5.1	-5.4	18.1	8.1	11.0	7.7	1.21	1,240	
3404	FIMVX	Mid Cap Value Index	26.28	Hold	-1.6	4.5	-3.4	12.0	3.6	--	--	1.10	907	
39	FDVLX	Value	14.80	Hold	-4.5	3.0	-5.8	16.0	6.0	12.7	8.8	1.27	8,307	
14	FSLSX	Value Strategies	56.70	OK to Buy	-4.0	2.6	-5.4	15.0	7.1	12.8	9.1	1.22	765	
<b>SMALL CAP GROWTH</b>					<b>Average</b>	<b>-0.3</b>	<b>7.9</b>	<b>-2.5</b>	<b>13.8</b>	<b>-2.4</b>	<b>10.0</b>	<b>11.6</b>	<b>1.25</b>	
1388	FCPGX	Small Cap Growth	31.33	OK to Buy	-0.4	11.3	-2.2	18.4	-0.2	10.0	11.6	1.23	2,961	
3405	FECPX	Small Cap Growth Index	25.45	Hold	-0.2	4.5	-2.9	9.3	-4.7	--	--	1.28	670	
<b>SMALL CAP BLEND</b>					<b>Average</b>	<b>-1.6</b>	<b>2.8</b>	<b>-4.0</b>	<b>13.0</b>	<b>1.0</b>	<b>8.8</b>	<b>7.8</b>	<b>1.18</b>	
384	FSCRX	Small Cap Discovery	24.77	Buy	-2.6	0.5	-7.2	11.5	3.5	10.0	7.3	1.15	2,680	
2358	FSSNX	Small Cap Index	25.45	Hold	-0.9	1.8	-3.2	10.2	-2.5	7.1	7.2	1.23	25,922	
340	FSLCX	Small Cap Stock	17.48	OK to Buy	-1.2	1.6	-3.4	13.6	-1.0	6.6	7.1	1.18	1,157	
336	FDSCX	Stock Selector Small Cap	35.83	OK to Buy	-1.6	7.3	-2.2	16.7	4.1	11.5	9.4	1.18	1,769	
<b>SMALL CAP VALUE</b>					<b>Average</b>	<b>-2.1</b>	<b>-0.7</b>	<b>-5.1</b>	<b>10.9</b>	<b>1.2</b>	<b>10.8</b>	<b>8.2</b>	<b>1.20</b>	
1389	FCPVX	Small Cap Value	19.67	Buy	-2.5	-0.6	-6.5	11.0	2.9	10.8	8.2	1.17	2,606	
3406	FISVX	Small Cap Value Index	23.87	Hold	-1.7	-0.9	-3.6	10.8	-0.5	--	--	1.23	1,175	
<b>REAL ESTATE</b>														
1368	FIREX	International Real Estate	9.58	OK to Sell	-2.8	-6.8	-3.9	-1.2	-9.7	-1.6	2.1	0.97	173	
833	FRIFX	Real Estate Income	11.77	Hold	1.1	2.6	1.3	7.7	0.3	3.6	5.1	0.56	1,081	
2355	FSRNX	Real Estate Index	15.22	Hold	2.0	-3.0	-1.9	4.8	-2.5	1.1	4.3	1.23	2,483	
303	FRESX	Real Estate Investment	37.36	Hold	2.5	-2.6	-0.6	3.9	-1.5	2.6	5.5	1.21	2,439	
<b>ASSET ALLOCATION</b>														
328	FASIX	Asset Manager 20%	13.49	Hold	1.0	2.5	0.8	6.5	0.3	3.1	3.2	0.39	3,224	
1957	FTANX	Asset Manager 30%	11.75	Hold	1.1	3.3	0.9	7.8	0.6	4.2	4.1	0.48	1,357	
1958	FFANX	Asset Manager 40%	12.85	Hold	1.2	4.2	0.9	9.1	1.0	5.3	4.9	0.56	1,488	
314	FASMIX	Asset Manager 50%	20.50	Hold	1.3	5.1	1.0	10.5	1.4	6.3	5.6	0.63	7,183	
1959	FSANX	Asset Manager 60%	15.48	Hold	1.4	6.0	1.2	11.8	1.8	7.2	6.3	0.71	2,194	
321	FASGX	Asset Manager 70%	27.56	Hold	1.4	6.9	1.3	13.2	2.6	8.3	7.0	0.77	4,103	
347	FAMRX	Asset Manager 85%	26.32	Hold	1.6	8.4	1.5	15.5	3.3	9.8	8.1	0.88	2,202	
304	FBALX	Balanced	29.54	Buy	2.4	10.1	2.8	17.6	5.2	11.5	9.4	0.78	37,190	
3083	FMSDX	Multi-Asset Income	13.88	Hold	0.2	5.9	1.3	10.4	2.4	9.1	--	0.59	1,137	
355	FFNOX	Multi-Asset Index	57.87	Hold	1.5	8.2	1.8	15.2	3.7	9.3	8.2	0.88	8,175	
4	FPURX	Puritan	26.06	Buy	2.4	12.3	2.7	20.2	5.9	11.4	9.4	0.76	26,813	
6477	FYMRX	Sustainable Multi-Asset	10.26	Hold	1.7	8.6	2.3	14.4	--	--	--	--	21	
<b>INTERNATIONAL</b>					<b>Average</b>	<b>0.1</b>	<b>6.9</b>	<b>1.1</b>	<b>12.5</b>	<b>-0.1</b>	<b>6.8</b>	<b>5.6</b>	<b>1.07</b>	
309	FICDX	Canada	66.68	Hold	-1.4	3.4	-0.8	9.5	5.5	9.1	5.1	0.95	868	
352	FHKCX	China Region	37.21	Hold	3.7	16.2	11.2	14.4	-10.1	5.4	6.1	1.54	867	
325	FDIVX	Diversified International	44.54	OK to Buy	-0.6	8.4	0.2	12.0	0.9	7.5	5.4	1.04	9,536	
351	FSEAX	Emerging Asia	44.48	Hold	3.3	11.3	6.5	17.5	-11.1	7.2	7.4	1.30	925	
322	FEMKX	Emerging Markets	39.69	Hold	4.6	11.0	5.5	14.9	-4.4	6.6	5.9	1.14	4,291	
2374	FEDDX	Emerging Mkts Discovery	16.72	Hold	2.0	1.8	1.7	8.9	0.2	7.6	5.2	0.88	451	
2344	FPADX	Emerging Markets Index	10.76	OK to Sell	3.2	7.1	4.8	11.3	-5.4	2.7	2.8	1.02	7,506	
5031	FEOPX	Enduring Opportunities	15.59	OK to Buy	1.8	10.3	0.5	18.0	1.4	--	--	1.14	14	
301	FIEUX	Europe	37.01	Hold	-1.8	7.8	-0.0	10.9	-1.9	5.6	3.7	1.03	594	
2406	FGILX	Global Equity Income	19.65	OK to Buy	-0.2	8.6	0.9	13.6	5.7	11.0	8.4	0.83	156	
2348	FSGGX	Global ex U.S. Index	14.89	Hold	-0.6	5.8	1.0	11.3	0.6	5.6	3.9	0.96	10,351	
335	FIVFX	International Cap App	28.68	OK to Buy	1.0	8.1	-0.1	16.3	2.4	8.5	8.1	1.21	5,573	
305	FIGRX	International Discovery	49.92	Hold	0.0	12.5	1.5	15.5	-0.2	7.3	5.2	1.02	4,037	
1979	FIGFX	International Growth	20.35	OK to Buy	-1.0	6.3	-1.9	12.1	1.4	8.1	6.9	1.14	1,636	
2363	FSPSX	International Index	49.77	Hold	-2.1	5.5	-0.3	11.4	3.1	6.7	4.5	1.00	51,181	
818	FISMX	International Small Cap	32.25	OK to Buy	-1.7	2.9	-0.2	11.7	1.3	6.7	6.2	0.91	1,597	
1504	FSCOX	Int'l Small Cap Opps (closed)	19.90	Hold	-2.7	-0.4	-3.3	7.8	-3.1	5.4	5.9	1.18	641	
2988	FNIDX	International Sustainability Idx	12.46	Hold	0.2	6.5	2.4	11.0	-0.7	5.4	--	0.99	439	
1597	FIVLX	International Value	10.55	OK to Buy	-2.7	7.4	0.0	16.7	7.2	8.3	4.0	0.97	694	
350	FJPNX	Japan	16.84	Hold	1.8	4.8	-0.9	8.3	-0.8	6.3	5.6	1.01	173	
360	FJSCX	Japan Smaller Companies	15.75	OK to Buy	1.2	4.4	-1.1	9.2	0.5	3.7	5.5	0.90	416	
349	FLATX	Latin America (closed)	17.34	OK to Sell	-8.6	-17.7	-15.6	-11.9	-5.2	-4.4	-2.7	1.45	215	
342	FNORX	Nordic	69.83	OK to Buy	-1.2	11.1	3.8	23.0	3.9	13.2	7.8	1.15	360	
94	FOSFX	Overseas	65.12	OK to Buy	-0.0	8.0	0.0	13.4	2.1	7.8	6.6	1.13	9,535	
302	FPBFX	Pacific Basin	30.89	Hold	2.0	4.4	3.0	8.3	-3.9	6.6	7.0	1.12	670	
6468	FSYJX	Sustainable Emerg Mkts Eqty	8.92	Hold	4.1	8.9	4.8	12.1	--	--	--	--	4	
6462	FSYRX	Sustainable Int'l Equity	9.70	Hold	-0.6	9.6	2.8	13.0	--	--	--	--	9	
1978	FTIEX	Total International Equity	11.63	OK to Buy	-0.8	7.3	1.0	13.7	1.6	8.0	5.9	0.98	143	
2834	FTIHX	Total International Index	13.85	Hold	-0.7	5.3	1.0	11.2	0.3	5.6	--	0.96	12,809	
318	FWWFX	Worldwide	37.83	OK to Buy	1.0	21.6	3.8	29.5	6.3	13.8	10.8	1.05	2,735	
3228	FZILX	Zero International Index	11.69	Hold	-0.7	5.6	0.8	11.4	0.8	5.9	--	0.97	4,227	

# FIDELITY SCORECARD

JUNE 30, 2024

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>	Assets (\$Mil)
					Jun	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year		
<b>SPECIALTY</b>													
6041	FARMX	Agricultural Productivity	17.35	OK to Sell	-2.9	-5.4	-7.6	-8.6	-0.5	--	--	1.22	\$52
6385	FCAEX	Climate Action	11.61	Hold	0.8	17.4	4.3	23.7	--	--	--	--	28
308	FCV SX	Convertible Securities	33.35	Hold	0.6	3.4	0.3	7.2	-0.2	10.8	7.6	0.69	1,493
2120	FFGCX	Global Commodity Stock	19.21	OK to Sell	-3.4	7.5	2.9	10.5	8.8	11.5	4.6	1.31	404
6553	FAPHX	Healthy Future Fund	12.82	Hold	0.8	13.3	3.6	16.4	--	--	--	--	7
6875	FEQHX	Hedged Equity	12.40	OK to Sell	3.4	11.7	3.0	19.1	--	--	--	--	237
3488	FNSTX	Infrastructure Fund	12.65	Hold	-1.2	4.0	2.4	6.3	3.0	--	--	0.94	43
122	FLVCX	Leveraged Company Stock	40.56	Buy	0.7	16.3	0.9	26.3	6.4	14.9	9.4	1.18	2,443
6519	FAQAX	Macro Opportunities	8.72	OK to Sell	0.0	-4.5	-1.7	-4.8	--	--	--	--	5
6513	FAPSX	Risk Parity	9.59	OK to Sell	0.2	3.1	0.5	7.8	--	--	--	--	2
1329	FSDIX	Strategic Dividend & Income	16.67	Hold	0.2	5.4	-0.1	10.4	3.6	8.1	7.6	0.72	2,995
1505	FSRRX	Strategic Real Return	8.56	Hold	-0.2	3.5	1.5	7.3	3.3	5.3	2.9	0.49	263
311	FIUIX	Telecom & Utilities	29.96	OK to Buy↑	-4.5	13.3	6.2	20.6	9.0	7.9	7.6	0.90	1,005
6042	FLOWX	Water Sustainability	16.89	Hold	-3.6	5.5	-2.8	11.6	5.5	--	--	1.24	102
<b>SELECT PORTFOLIOS</b>					<b>Average</b>	<b>0.6</b>	<b>8.9</b>	<b>-0.4</b>	<b>17.9</b>	<b>5.5</b>	<b>11.9</b>	<b>10.2</b>	<b>1.25</b>
502	FSAVX	Automotive	51.34	OK to Sell↓	-0.5	-2.9	-9.1	-0.9	-4.1	14.2	7.9	1.42	84
507	FSRBX	Banking	26.53	OK to Buy	0.5	6.5	0.3	37.2	2.7	7.0	7.4	1.49	389
42	FBIOX	Biotechnology	19.38	Hold	5.3	9.1	-1.3	17.7	-3.0	7.0	7.3	1.23	4,467
68	FSLBX	Brokerage & Investment	145.99	OK to Buy	0.3	8.4	-0.9	32.0	8.6	17.5	11.4	1.35	874
69	FSCHX	Chemicals	14.57	Hold	-3.8	-0.6	-6.1	5.3	2.9	8.0	6.1	1.23	623
503	FBMPX	Communication Services	103.06	Buy	4.6	20.4	7.8	37.9	3.5	15.0	11.5	1.23	1,371
511	FSHOX	Construction & Housing	112.10	OK to Buy	-2.0	5.4	-7.6	16.5	9.9	18.6	14.7	1.35	769
517	FSCPX	Consumer Discretionary	60.89	Buy	1.9	5.1	-2.0	16.0	1.0	10.7	11.1	1.41	482
9	FDFA X	Consumer Staples	93.43	Hold↓	-1.6	2.5	-2.1	2.5	4.0	7.9	6.6	0.83	804
67	FSDAX	Defense & Aerospace	17.57	Hold↓	-2.0	5.6	2.0	16.2	7.1	5.9	10.4	1.11	1,650
60	FSENX	Energy	62.22	OK to Sell	-2.4	12.1	-2.5	19.0	25.9	13.6	2.2	1.64	2,351
353	FBSOX	Enterprise Technology Services <sup>3</sup>	56.17	Hold	0.7	-4.2	-9.2	6.3	-7.7	3.9	11.3	1.18	1,715
516	FSLEX	Environment & Alt Energy	35.95	Hold	-0.8	9.1	1.4	16.1	5.3	11.2	9.4	1.26	538
66	FIDSX	Financials	12.92	Buy	-0.5	9.2	-1.5	28.7	6.9	11.8	9.9	1.19	714
98	FSVLX	FinTech	15.88	Hold	0.6	-0.0	-9.2	7.4	-5.8	3.1	6.4	1.28	98
41	FSAGX	Gold	23.80	OK to Sell	-5.4	7.6	5.3	7.2	-4.5	3.6	1.3	1.69	1,119
63	FSPHX	Health Care	29.01	OK to Buy	2.5	4.2	-2.5	5.1	-1.0	8.8	9.6	0.95	7,301
505	FSHCX	Health Care Services	121.99	OK to Sell↓	-1.3	-5.0	-7.9	-0.8	1.1	10.4	11.1	0.96	1,378
515	FCYIX	Industrials	38.34	Buy	-1.5	12.2	-3.4	24.2	10.8	10.8	9.3	1.21	600
45	FSPCX	Insurance	85.06	Buy	-1.8	14.7	-1.4	26.8	16.1	13.8	12.1	0.95	702
62	FDLSX	Leisure	19.36	OK to Buy	3.3	6.8	-0.3	15.5	9.1	12.0	11.7	1.18	636
509	FSDPX	Materials	96.89	Hold	-4.5	3.3	-5.4	4.7	3.9	9.9	5.2	1.27	538
354	FSMEX	Medical Tech & Devices	62.74	Hold	0.0	3.3	-5.2	-2.1	-5.1	6.5	12.2	1.19	5,390
514	FNARX	Natural Resources	46.56	Hold	-2.6	14.4	0.2	21.4	21.7	14.1	2.6	1.49	686
580	FPHAX	Pharmaceuticals	29.63	Buy	3.4	26.6	6.8	32.7	13.4	15.9	10.3	0.81	1,478
46	FSRPX	Retailing	19.54	OK to Buy↑	1.2	11.3	-1.9	23.8	0.6	12.6	15.0	1.19	2,940
8	FSELX	Semiconductors	35.29	OK to Buy	6.1	45.5	14.5	56.1	29.5	37.8	27.6	2.16	19,036
28	FSCSX	Software & IT Services	27.36	Hold	7.7	0.8	-2.9	17.7	4.3	15.5	17.0	1.20	10,498
7	FDCPX	Tech Hardware	109.93	OK to Buy	6.5	16.7	7.1	27.1	7.5	19.3	14.4	1.13	949
64	FSPTX	Technology	35.54	Buy	7.7	24.7	10.0	34.9	11.4	24.3	20.4	1.44	14,826
96	FSTCX	Telecommunications	47.10	Hold	1.0	3.3	5.4	12.1	-5.7	3.1	4.3	1.05	149
512	FSRFX	Transportation	108.08	Hold	1.8	4.0	-3.6	10.1	7.0	10.8	9.5	1.23	554
65	FSUTX	Utilities	108.31	OK to Buy↑	-7.0	11.5	5.0	13.8	10.0	8.3	8.3	1.02	1,420
963	FWRLX	Wireless	12.48	Hold	3.3	10.6	7.6	20.7	1.0	12.2	10.3	1.07	320
<b>SECTOR ETFs</b>					<b>Average</b>	<b>0.4</b>	<b>8.2</b>	<b>0.2</b>	<b>15.5</b>	<b>6.3</b>	<b>11.0</b>	<b>10.0</b>	<b>1.17</b>
	FCOM	MSCI Communication Services	52.23	OK to Buy	3.4	17.8	5.6	31.0	-0.5	10.5	9.2	1.19	1,080
	FDIS	MSCI Consumer Discretionary	81.01	Buy	2.8	3.1	-1.6	11.4	0.8	13.1	12.8	1.40	1,400
	FSTA	MSCI Consumer Staples	47.40	OK to Buy	-0.7	7.5	0.2	7.2	6.2	9.1	8.5	0.76	1,080
	FENY	MSCI Energy	25.09	OK to Sell	-1.5	10.5	-2.3	16.6	23.7	12.8	2.2	1.61	1,880
	FNCL	MSCI Financials	57.94	Buy	-0.6	9.2	-2.0	25.4	5.6	10.1	10.3	1.16	1,620
	FHLC	MSCI Health Care	68.60	OK to Buy	1.9	6.8	-1.3	10.2	3.9	10.3	10.6	0.83	2,990
	FIDU	MSCI Industrials	65.37	Buy	-1.3	7.4	-3.3	16.6	8.0	12.1	10.6	1.13	1,200
	FTEC	MSCI Information Technology	171.52	Buy	8.2	19.8	10.2	32.3	14.2	23.6	20.6	1.33	9,800
	FMAT	MSCI Materials	49.43	Hold	-4.0	2.2	-5.3	7.7	4.1	10.6	7.7	1.25	527
	FREL	MSCI Real Estate	25.34	Hold	2.0	-3.0	-1.9	4.8	-2.6	2.9	--	1.23	919
	FUTY	MSCI Utilities	43.96	OK to Buy↑	-5.4	9.4	4.4	7.5	5.5	5.5	7.8	1.00	1,260

# FIDELITY SCORECARD JUNE 30, 2024

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>	
					Jun	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr				
<b>TAXABLE BOND</b>					<i>Average</i>	<b>0.9</b>	<b>0.2</b>	<b>0.4</b>	<b>3.6</b>	<b>-2.1</b>	<b>0.2</b>	<b>1.3</b>	<b>4.59</b>	<b>5.1</b>	<b>0.35</b>
2268	FCNVX	Conservative Income Bond	10.05	Buy	0.4	2.6	1.3	5.8	3.2	2.4	1.9	5.21	0.4	0.05	
2208	FCBFX	Corporate Bond	10.35	Hold	0.7	0.2	0.2	5.3	-3.0	0.7	2.4	5.19	6.9	0.52	
6379	FFEBX	Environmental Bond	8.35	Hold	1.0	-0.6	0.2	2.7	--	--	--	4.24	6.1	--	
2423	FGBFX	Global Credit	7.74	Hold	1.2	3.0	0.5	9.5	-3.9	-0.0	0.7	4.80	6.4	0.51	
15	FGMNX	GNMA (Ginnie Mae)	9.99	Hold	1.1	-0.9	0.3	2.6	-2.7	-0.6	0.8	3.72	5.1	0.44	
54	FGOVX	Government Income	9.05	Hold	1.2	-0.9	0.2	1.6	-3.4	-0.9	0.7	4.02	6.0	0.39	
2418	FIPDX	Inflation-Protected Index	9.11	OK to Sell	0.8	0.9	1.0	2.7	-1.4	2.0	1.9	3.64*	6.6	0.40	
32	FTHRXX	Intermediate Bond	10.00	Buy	0.8	0.7	0.6	4.5	-1.2	0.9	1.7	4.61	3.7	0.27	
452	FSTGX	Intermediate Gov't Income	9.62	Hold	0.9	0.2	0.5	3.0	-1.9	-0.2	0.8	4.20	3.8	0.26	
3045	FUAMX	Intermediate Treasury Index	9.53	Hold	1.2	-0.9	0.1	1.6	-3.6	-0.7	1.1	4.37	6.2	0.41	
4506	FBIIX	International Bond Index	9.14	Hold	0.9	0.4	0.0	4.5	-1.4	--	--	3.09	7.0	0.29	
26	FBNDX	Investment Grade Bond	7.09	OK to Buy	1.0	-0.3	0.2	3.2	-2.7	0.5	1.8	4.75	6.1	0.42	
2622	FJRLX	Limited Term Bond	11.22	Buy	0.7	1.8	1.1	6.1	0.3	1.5	1.8	5.19	2.6	0.19	
662	FFXSX	Limited Term Government	9.49	OK to Buy	0.8	0.6	0.8	3.9	-0.8	0.3	0.8	4.47	2.8	0.19	
3047	FNBGX	Long-Term Treasury Index	9.49	OK to Sell	1.6	-4.6	-1.7	-5.7	-10.5	-4.3	0.6	4.56	15.0	0.88	
40	FMSFX	Mortgage Securities	9.67	Hold	1.4	-0.8	0.2	2.4	-3.1	-0.8	0.9	4.10	5.8	0.47	
450	FSHBX	Short-Term Bond	8.37	Buy	0.6	1.7	1.0	5.4	0.9	1.5	1.5	4.96	1.8	0.13	
3041	FNSOX	Short-Term Bond Index	9.78	OK to Buy	0.7	1.1	0.9	4.7	-0.2	1.0	--	4.84	2.5	0.18	
3049	FUMBX	Short-Term Treasury Index	10.10	OK to Buy	0.8	0.7	0.9	4.1	-0.5	0.7	1.1	4.68	2.6	0.18	
3086	FNDSX	Sustainability Bond Index	9.12	Hold	1.0	-0.7	0.1	2.5	-3.1	-0.4	--	4.53	5.8	0.41	
6541	FIAXX	Sustainable Core Plus Bond	9.15	Hold	1.0	-0.4	0.1	3.1	--	--	--	4.52	6.0	--	
6526	FAPGX	Sustainable Low Dur Bond	10.24	Buy	0.5	2.5	1.3	5.6	--	--	--	5.16	0.6	--	
6502	FBAGX	Tactical Bond	8.73	Hold	0.7	-0.3	-0.1	3.2	--	--	--	5.19	6.6	--	
820	FTBFX	Total Bond	9.40	OK to Buy	1.0	0.2	0.4	4.2	-2.1	1.0	2.2	5.15	5.9	0.41	
2326	FXNAX	U.S. Bond Index	10.20	Hold	1.1	-0.6	0.2	2.7	-3.0	-0.2	1.4	4.52	5.9	0.41	
<b>HIGH-YIELD BOND</b>					<i>Average</i>	<b>0.6</b>	<b>3.5</b>	<b>1.2</b>	<b>10.3</b>	<b>1.7</b>	<b>3.3</b>	<b>3.6</b>	<b>6.60</b>	<b>3.3</b>	<b>0.44</b>
38	FAGIX	Capital & Income	9.94	OK to Buy	0.8	5.6	1.3	12.7	3.3	6.7	6.0	5.71	2.7	0.51	
814	FFRHX	Floating Rate High Income	9.26	Buy	0.1	3.8	1.4	9.9	5.9	5.1	4.2	8.30	0.2	0.22	
1366	FHIFX	Focused High Income	7.99	OK to Buy	0.9	2.2	1.0	8.6	0.6	2.4	3.3	5.98	3.5	0.47	
2297	FGHNX	Global High Income (closed)	8.68	OK to Buy	0.6	3.5	1.3	9.8	0.4	2.8	3.4	6.64	3.4	0.46	
455	SPHIX	High Income	7.69	OK to Buy	0.8	3.6	1.2	10.1	0.9	2.3	3.4	7.40	3.3	0.49	
331	FNMIIX	New Markets Income	12.52	OK to Buy	0.6	3.4	1.0	13.8	-0.4	0.9	2.3	6.59	6.9	0.61	
2580	FSAHX	Short Duration High Income	8.86	OK to Buy	0.6	3.2	1.2	9.3	2.5	3.2	3.1	6.86	2.2	0.32	
3082	FADMXX	Strategic Income	11.44	OK to Buy	0.9	2.5	0.8	8.2	0.2	2.8	3.2	5.29	4.4	0.40	
<b>MUNICIPAL BOND</b>					<i>Average</i>	<b>1.5</b>	<b>0.1</b>	<b>0.2</b>	<b>3.7</b>	<b>-0.7</b>	<b>1.0</b>	<b>2.1</b>	<b>3.44</b>	<b>5.6</b>	<b>0.36</b>
434	FSAZX	Arizona Muni Income	11.44	Hold	1.7	0.5	0.7	4.2	-0.8	1.0	2.3	3.32	6.0	0.38	
1534	FCSTX	Calif Limited Term Tax Free	10.21	Hold	0.8	-0.3	-0.1	2.4	-0.4	0.6	1.2	3.14	2.9	0.22	
91	FCTFX	California Muni Income	12.12	Hold	1.7	0.1	0.3	4.0	-0.8	1.1	2.4	3.39	6.5	0.41	
407	FICNX	Connecticut Muni Income	10.87	Hold	1.9	-0.5	0.0	3.6	-0.8	1.1	2.2	3.30	5.5	0.39	
2579	FMNDX	Conservative Income Muni	10.03	Buy	0.5	1.5	0.9	3.7	1.8	1.4	1.2	3.58	0.7	0.05	
36	FLTMX	Interm Municipal Income	10.04	OK to Buy	1.2	-0.2	-0.1	3.2	-0.4	1.2	2.1	3.35	4.8	0.32	
404	FSTFX	Limited Term Muni Income	10.30	Buy	0.8	0.4	0.4	3.1	-0.2	0.9	1.2	3.45	2.5	0.21	
429	SMDMX	Maryland Muni Income	10.68	Hold	1.7	-0.3	0.1	3.5	-1.0	0.8	2.1	3.24	6.2	0.41	
70	FDMMX	Mass Muni Income	11.35	Hold	1.6	0.1	0.2	3.7	-1.1	0.8	2.1	3.43	6.7	0.39	
81	FMHTX	Michigan Muni Income	11.47	Hold	1.6	0.3	0.5	3.9	-1.1	1.0	2.3	3.52	6.3	0.40	
82	FIMIX	Minnesota Muni Income	11.00	Hold	1.6	-0.2	-0.1	3.2	-0.9	0.8	2.0	3.23	5.9	0.36	
3469	FMBIX	Municipal Bond Index	18.41	Hold	1.7	-0.4	-0.0	3.0	-1.4	--	--	3.55	6.2	0.43	
7330	FMBAX	Municipal Core Plus	10.16	Hold	1.7	0.1	0.2	--	--	--	--	3.65	5.6	--	
37	FHIGX	Municipal Income	12.21	Hold	1.7	0.3	0.3	4.3	-1.0	1.2	2.6	3.60	7.0	0.45	
416	FNJHX	New Jersey Muni Income	11.51	Hold	1.7	-0.2	-0.0	4.2	-0.6	1.5	2.7	3.41	6.2	0.43	
71	FTFMX	New York Muni Income	12.29	Hold	1.9	0.0	0.2	3.8	-1.1	1.0	2.3	3.41	7.5	0.46	
88	FOHFX	Ohio Muni Income	11.35	Hold	1.8	0.5	0.4	3.8	-1.0	0.9	2.4	3.49	6.7	0.39	
402	FPXTX	Pennsylvania Muni Income	10.44	Hold	1.5	0.1	0.0	4.0	-1.1	1.0	2.3	3.63	6.4	0.42	
6532	FSIKX	Sustainable Intermed Muni	10.04	Hold	1.6	-0.5	-0.2	3.7	--	--	--	3.39	5.1	--	
90	FTABX	Tax-Free Bond	10.94	Hold	1.7	0.2	0.3	4.2	-0.9	1.3	2.7	3.67	6.9	0.45	

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). <sup>3</sup>IT Services has been renamed Enterprise Technology Services.

TAXABLE GOV'T MONEY MARKETS			Total Return (%)		SEC %Yield
			Jun	YTD	
55	FDRXX	Gov't Cash Reserves	0.41	2.51	4.99
458	SPAXX	Government MM	0.41	2.50	4.97
2742	FZFX	Treasury MM	0.41	2.49	4.95
415	FDLXX	Treasury Only MM	0.41	2.49	4.94
<b>PRIME MONEY MARKETS</b>					
454	SPRXX	Money Market	0.41	2.54	5.03
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
			Jun	YTD	
10	FTEXX	Municipal Money Market	0.26	1.61	3.66
275	FMOXX	Tax-Exempt MM	0.26	1.56	3.58
<b>STATE MUNICIPAL MONEY MARKETS</b>					
457	FSPXX	California Muni MM <sup>2</sup>	0.26	1.50	3.45
426	FMSXX	Massachusetts Muni MM <sup>2</sup>	0.26	1.54	3.54
423	FJXX	New Jersey Muni MM <sup>2</sup>	0.26	1.58	3.56
422	FSNXX	New York Muni MM <sup>2</sup>	0.26	1.61	3.67
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 JUNE 30, 2024

Fund No.	Fund Ticker	Fund Name	Style	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) <sup>1</sup>
						Jun	YTD	3 Mo.	1 Year	3 Year	5 Year	10 Year	
<b>FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS</b>													
Model Portfolios	Annuity Sector Model					3.4	14.0	2.9	21.5	6.4	14.8	12.8	1.15
	Annuity Growth Model					3.9	19.9	5.5	29.3	7.1	15.5	12.3	1.06
	Annuity Growth & Income Model					2.0	9.9	2.8	16.5	2.6	9.7	7.8	0.75
	Annuity Income Model					1.1	4.2	1.1	8.2	0.1	4.3	4.0	0.42
9067	FLRQC	Fid VIP Asset Manager	Allocation	28.21	Hold	1.2	4.8	0.9	10.0	1.0	5.9	4.9	0.63
9066	FAECC	Fid VIP Asset Manager: Growth	Allocation	32.53	Hold	1.4	6.8	1.2	12.8	2.2	8.0	6.2	0.77
9069	FJBAC	Fid VIP Balanced	Allocation	44.93	Buy	2.4	9.9	2.7	17.1	5.0	11.1	9.1	0.78
9461	FBIQC	Fid VIP Bond Index	Bond	10.44	Hold	0.9	-0.8	0.1	2.3	-3.4	-0.6	--	0.42
9173	FVTAC	Fid VIP Communication Services	Sector	37.96	Buy	4.6	20.8	7.8	38.4	3.5	14.8	11.2	1.24
9081	FVHAC	Fid VIP Consumer Discretionary	Sector	58.23	Buy	1.9	4.9	-2.1	15.7	0.9	10.5	10.9	1.40
9171	FCSAC	Fid VIP Consumer Staples	Sector	39.32	Hold↓	-1.7	2.4	-2.1	2.3	3.6	7.5	7.5	0.82
9065	FPDFC	Fid VIP Contrafund	Large Growth	67.33	Buy	4.5	24.9	6.9	37.5	11.0	17.2	13.0	1.08
9148	FPRGC	Fid VIP Disciplined Small Cap	Small Blend	33.14	OK to Buy	-0.7	4.1	-2.9	14.0	0.7	9.0	7.4	1.19
9074	FZAMC	Fid VIP Dynamic Capital App	Large Growth	69.90	Hold	3.6	17.9	3.5	28.9	9.3	16.6	12.7	1.06
9198	FEMAC	Fid VIP Emerging Markets	Emg Mkts	14.94	OK to Sell	2.2	9.6	6.3	13.5	-4.9	5.5	5.1	1.15
9085	FJLLC	Fid VIP Energy	Sector	25.53	OK to Sell	-2.4	12.0	-2.6	18.6	25.5	13.2	2.0	1.63
9061	FLOLC	Fid VIP Equity-Income	Large Value	38.21	Buy	-0.8	9.1	0.2	16.1	6.8	10.6	8.4	0.82
9469	FEMJC	Fid VIP Extended Market Index	Mid Blend	14.53	Hold	-1.4	2.1	-4.7	10.2	-0.3	7.9	--	1.18
9083	FONNC	Fid VIP Financials	Sector	25.33	Buy	-0.5	9.0	-1.6	28.4	6.5	11.5	9.7	1.18
9361	FFLCC	Fid VIP Floating Rate High Income	High-Yield Bond	14.91	Buy	0.2	3.7	1.4	9.3	5.4	4.9	4.0	0.22
9157	FMPAC	Fid VIP FundsManager 20	Allocation	18.49	Hold	1.0	2.6	0.8	6.5	0.4	2.9	2.9	0.39
9158	FMPBC	Fid VIP FundsManager 50	Allocation	25.35	Hold	1.4	5.0	1.0	10.4	1.6	6.1	5.3	0.64
9197	FMPCC	Fid VIP FundsManager 60	Allocation	25.42	Hold	1.5	6.0	1.1	11.7	2.1	7.0	6.1	0.71
9159	FMPDC	Fid VIP FundsManager 70	Allocation	29.76	Hold	1.5	7.1	1.3	13.2	2.9	8.1	6.8	0.78
9160	FMPDC	Fid VIP FundsManager 85	Allocation	32.85	Hold	1.6	8.4	1.4	15.2	3.6	9.5	8.0	0.88
9059	FTNJC	Fid VIP Gov't Money Market	Money Mkt	12.70	--	0.4	2.4	1.2	4.9	2.7	1.7	1.1	0.04
9062	FMNDC	Fid VIP Growth	Large Growth	84.63	Buy	5.3	23.2	6.3	36.0	10.9	19.6	15.9	1.11
9070	FLFNC	Fid VIP Growth & Income	Large Blend	52.05	OK to Buy	1.3	14.0	2.9	21.8	10.4	14.1	10.7	0.96
9068	FIDPC	Fid VIP Growth Opportunities	Large Growth	95.20	Buy	5.8	24.2	8.1	38.8	3.1	18.4	17.4	1.37
9084	FPDRC	Fid VIP Health Care	Sector	69.85	OK to Buy	2.5	4.2	-2.4	4.9	-0.9	7.7	9.0	0.94
9060	FBBLC	Fid VIP High Income	High-Yield Bond	24.44	OK to Buy	0.8	3.0	1.0	8.9	0.4	2.1	2.9	0.48
9064	FXVLT	Fid VIP Index 500	Large Blend	60.46	OK to Buy	3.6	15.1	4.2	24.1	9.6	14.6	12.5	1.00
9082	FBALC	Fid VIP Industrials	Sector	61.35	Buy	-1.5	12.1	-3.4	24.0	10.5	10.6	9.1	1.21
9473	FFIQC	Fid VIP International Index	Diversified Int'l	12.70	Hold	-0.7	5.3	0.7	11.0	0.3	5.4	--	0.96
9076	FVJIC	Fid VIP Int'l Capital App	Diversified Int'l	33.18	OK to Buy↓	0.9	8.1	-0.2	16.0	2.1	8.2	7.8	1.21
9063	FTLKC	Fid VIP Investment Grade Bond	Inv Grd Bond	17.60	OK to Buy	1.0	-0.3	0.2	2.9	-2.8	0.3	1.6	0.42
9172	FVMAC	Fid VIP Materials	Sector	32.26	Hold	-4.2	3.4	-5.2	4.8	3.8	10.1	5.1	1.27
9071	FNBSC	Fid VIP Mid Cap	Mid Blend	47.88	OK to Buy	-1.9	9.6	-2.5	16.5	5.0	10.6	8.2	1.10
9088	FEMMC	Fid VIP Overseas	Diversified Int'l	26.40	OK to Buy	-0.2	7.7	-0.1	12.9	1.8	7.5	5.5	1.12
9072	FFWKC	Fid VIP Real Estate	Sector	27.25	Hold	1.8	-2.8	-1.6	3.5	-3.4	1.0	3.7	1.25
9075	FGDQC	Fid VIP Strategic Income	High-Yield Bond	23.09	OK to Buy	0.8	2.3	0.7	7.8	-0.1	2.3	2.7	0.40
9086	FYENC	Fid VIP Technology	Sector	158.38	Buy	7.6	24.9	10.0	34.8	12.9	25.6	21.0	1.43
9465	FTMJC	Fid VIP Total Market Index	Large Blend	20.30	OK to Buy	3.1	13.4	3.2	22.8	7.9	13.8	--	1.02
9087	FXRRC	Fid VIP Utilities	Sector	48.74	OK to Buy↑	-7.0	11.4	4.8	13.7	9.9	7.9	8.0	1.02
9079	FKMSC	Fid VIP Value	Large Value	42.74	OK to Buy	-3.2	3.7	-4.2	15.4	7.8	12.5	9.2	1.12
9073	FRBSC	Fid VIP Value Strategies	Mid Value	44.11	OK to Buy	-4.1	2.6	-5.4	15.0	7.1	12.7	8.7	1.22
9347	FBMEC	Black Rock Global Allocation	Global Allocation	19.07	Hold	1.2	6.1	0.8	11.5	-0.1	6.4	4.7	0.68
9349	FTMEC	Franklin Templeton Global Bond	Global Bond	9.16	OK to Sell↓	-1.2	-8.1	-3.8	-4.8	-4.4	-4.6	-2.0	0.57
9348	FFMEC	Franklin Templeton US Gov't	Intermed Gov't	10.32	OK to Buy	0.9	-0.5	0.2	2.1	-2.6	-0.9	0.2	0.34
9285	FIGXC	Invesco Global Core Eqty	Global Stock	20.91	Hold	1.9	11.5	1.7	19.2	2.4	8.4	6.0	0.99
9147	FPRLC	Lazard Retirement Emerging Mkts	Emg Mkts	20.58	Hold	2.6	8.2	5.7	16.8	2.3	4.6	2.0	0.96
9143	FPRMC	Morgan Stanley Emerg Mkt Debt	Emg Mkt Bond	20.07	Hold	0.7	5.0	0.3	12.4	-2.2	0.0	1.6	0.71
9144	FPRNC	Morgan Stanley Emerg Mkt Equity	Emg Mkts	17.11	OK to Sell	4.6	11.2	6.6	16.7	-4.3	3.4	2.1	1.06
9146	FPRPC	Morgan Stanley Global Strategist	Diversified Int'l	18.18	Hold	1.0	4.2	1.2	10.5	-0.2	4.4	3.6	0.77
9346	FPMEC	Pimco Commodity Real Return	Commodities	8.17	OK to Sell	-1.4	4.6	2.3	5.5	3.6	7.6	-1.5	0.95
9276	FPMBC	Pimco VIT Low Duration	Shrt-Term Bond	12.25	Buy	0.5	1.3	0.8	5.2	-0.4	0.5	0.7	0.15
9277	FPNBC	Pimco VIT Real Return	TIPS	14.93	OK to Sell	0.7	0.9	0.8	2.8	-1.7	1.8	1.5	0.41
9278	FPOBC	Pimco VIT Total Return	Intermed Bond	13.97	Hold	0.9	0.2	0.3	3.9	-3.3	-0.3	1.2	0.42

Annuity Sector		Annuity Growth		Annuity Growth & Income		Annuity Income	
Fund	Allocation	Fund	Allocation	Fund	Allocation	Fund	Allocation
VIP Technology	30%	VIP Growth	35%	VIP Growth Opps	26%	VIP Invest Grade Bond	32%
VIP Comm Services	17	VIP Contrafund	24	VIP Invest Grade Bond	24	Pimco VIT Low Duration	23
VIP Consumer Discret	16	VIP Growth Opps	21	VIP Equity-Income	22	VIP Floating Rt High Inc	16
VIP Financials	14	VIP Equity-Income	20	VIP Total Market	15	VIP Growth	15
VIP Industrials	12			VIP Floating Rt High Inc	13	VIP Equity-Income	14
VIP Health Care	11						
<b>Total Return:</b>		<b>Total Return:</b>		<b>Total Return:</b>		<b>Total Return:</b>	
<b>Jun: 3.4% YTD: 14.0%</b>		<b>Jun: 3.9% YTD: 19.9%</b>		<b>Jun: 2.0% YTD: 9.9%</b>		<b>Jun: 1.1% YTD: 4.2%</b>	

QUESTIONS & ANSWERS

## Jack Tackles Our Models, High Yield, DIY Funds And “Sustainable” Investing

**Q:** *What are your feelings towards Capital & Income? I have a solid position in this fund. It has a robust monthly payout.*

**A:** Capital & Income, a high-yield bond fund with a small amount of stock exposure, is a solid long-term bet with potential to outperform most other bond funds with about half as much risk as the S&P 500. However, you may want to invest with a five-year horizon in case you have to ride through a credit crunch, as the odds of losing money over that length of time are lower compared with investing for shorter periods.

**Q:** *I use your newsletter for the Income Model and another favorite fund, **Balanced**. I believe that **Balanced** is not very efficient in a taxable account and that I might be better off “building my own” equivalent fund via ETFs. Do you have any advice in this area?*

**A:** I’m not aware of an easy ETF combination that could effectively replace it. Even if it could be worked out, I can’t see any advantage.

A mix of ETFs would still throw off bond income, and on the stock side, the total capital gains upon sale would not be significantly lower. (A stock ETF might reduce capital gain

distributions during the holding period but would then realize a greater capital gain upon sale.) Plus, you would have to rebalance quarterly between the stock ETF(s) and the bond ETF(s), which might actually be less tax-efficient compared with letting it all happen inside of **Balanced** (which can do tax-loss harvesting within its portfolio). As such, I would just go with **Balanced**.

**Q:** *First, thanks for your research and very readable/accessible newsletter.*

*I’ve been concerned about the injection of “social justice” issues into corporate governance and policy. I want corporations to serve the stockholders, not engage in social engineering. I’m also bothered by Morningstar’s inclusion of various ESG benchmarks along with large-cap, small-cap, DJIA, S&P 500, etc. Are any Fidelity funds affected by this, positively or negatively?*

**A:** I don’t think it affects any Fidelity funds that aren’t specifically classified as “Sustainable.”

I’m not sure who was behind Fidelity’s ESG push, but it appears to have lost momentum. They’ve yet to attract much capital relative to their non-ESG versions. Some of them have not performed well, either.

One of the big fundamental problems with ESG scoring is that it steers capital away from the heavy lifters in the automotive, energy and transportation groups, potentially hindering the energy transition as opposed to helping it (investing in AI companies with high ESG scores is not going to do much to move the world off carbon).

You may have noticed we don’t have any ESG funds in our model portfolios. In my view it’s better to invest for maximum return and then donate to the causes you feel are important. ESG is a little like mixing business with pleasure. It dilutes effectiveness on both fronts.

**Q:** *I would like to learn more about the VIP Annuity models.*

**A:** We don’t recommend putting new money into our annuity models, as our regular models are likely to be more tax efficient once liquidated. Back in the 1990s (when long-term capital gain rates were higher) the tax deferral benefits of annuities were more valuable, but today you would have to invest aggressively and successfully for at least 20-30 years to overcome the heavy withdrawal tax hit.

We only provide the models because many readers bought them in the 1990s and are now feeling somewhat trapped in them tax-wise. ■

— Jack Bowers

FIDELITY HOLDINGS

## Fidelity Counts On NVIDIA

With shares of the GPU maker (and leading supplier of AI’s global infrastructure) up 46% this year, it was virtually impossible to beat the S&P 500 without holding the stock. Fortunately for shareholders in many of Fidelity’s large-cap growth funds, it was not uncommon for managers to overweight the stock.

In April, for example, NVIDIA

NVIDIA Exposures	
	% of Assets
Blue Chip Growth	12.6
Contrafund	6.7
Focused Stock	9.2
Growth Company	15.2
Growth Discovery	8.6
Magellan	6.1
Nasdaq Comp. Index	8.5
OTC	8.7
Select Technology	18.6
<b>500 Index (S&amp;P)</b>	<b>5.0</b>

was 5% of the S&P 500’s weight. It’s now closer to 7%. But as the table shows, many large-cap growth

funds have significantly larger bets. (At the end of the first quarter, FMR held over a billion shares!) And with NVIDIA’s stock surging 46% this year, almost all outpaced both the S&P 500 (15.3%) and the Nasdaq Composite (18.6%). Most notably, with its 9.2% stake in NVIDIA, the concentrated **Focused Stock** rose 29.7% in the first half. While that bested **Select Technology** (up 24.7%) whose NVIDIA exposure is actually twice as big, **Semiconductors** soared 45.5%. ■

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

This year we are seeing some early signs that the S&P 500's unshakable performance lead may be vulnerable. The AI revolution has magnified performance differences among large-cap stocks, creating bigger winners and bigger losers. For a savvy active manager, this is fertile ground after a long period of

### DIVIDEND UPDATE

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

500 Index, Agricultural Prod, Asset Mgr 40%, Asset Mgr 50%, Balanced, Climate Action, Cons. Staples, Convertible Secs, Dividend Growth, Equity Dividend Inc, Equity-Inc, Global Credit, Global Equity Inc, Growth & Inc, Infrastructure, Int'l Bond Index, Puritan, Strat. Dividend & Inc, Strat. Real Ret, Sustainable U.S. Equity, Telecom & Utilities, Telecommunications, Water Sustainability.

*The final distributions for June were as follows:*

Fund	Date	Amt	NAV
Healthy Future	6/14	0.013	12.97
Large Cap Stock	6/14	1.338	50.69
Lg Cap Value Idx	6/28	0.051	17.19
Mid Cap Index	6/28	0.012	31.43
Mid-Cap Stock	6/14	2.243	39.32
MSCI Comm Svs	6/21	0.115	51.63
MSCI Cons Discr	6/21	0.169	81.01
MSCI Cons Stap	6/21	0.285	48.11
MSCI Energy	6/21	0.184	25.00
MSCI Financials	6/21	0.248	58.49
MSCI Health Care	6/21	0.242	69.30
MSCI Industrials	6/21	0.209	66.20
MSCI Info Tech	6/21	0.232	169.78
MSCI Materials	6/21	0.187	50.21
MSCI Real Estate	6/21	0.246	25.34
MSCI Utilities	6/21	0.349	44.84
Real Estate Idx	6/7	0.088	14.88
Real Estate Invest	6/7	0.142	36.32
Small Cap Dscvry	6/14	1.929	24.50
Small Cap Index	6/28	0.034	25.45
Women's Lead	6/14	0.012	16.49

drought. Fidelity can claim victory in the large-cap growth segment, having bet heavily that corporate spending on NVIDIA chips would continue to lift the stock. Just getting that one thing right provided a significant first-half performance benefit for their most popular active funds.

But the 2024 upset win for active funds went beyond NVIDIA. Throughout the mid-cap, small-cap and foreign stock categories there were many examples where Fidelity's active funds showed improved performance relative to their passive benchmarks.

Even in the sector universe, where unusually weak "smid-cap" returns weighed on results, 7 out of 10 top-level Selects outperformed their benchmarks. (Our *Select Model* results for the first half — which were held back somewhat by the Russell 2000's weak showing — were far better than the average Select fund.)

Time will tell if we are witnessing a renaissance for active funds, but we see it as a likely scenario. Productivity and earnings benefits await the early corporate movers in nearly every market segment, and active funds backed by solid research have potential to benefit. As recent earnings seasons have shown, the rewards for being right about a particular stock or industry trend have gone way up. For active managers like Fidelity, this is likely to be a plus.

As such, our model portfolios are no longer holding index funds, and in recent months we have downgraded a number of index funds in various categories after concluding that their active counterparts offer better risk-reward potential. ■

— Jack Bowers

## Inside Fidelity

**New Fund — Equity Market Neutral [FEMNX]** was launched by Fidelity late last month. At press time, few details about the fund are known, but it appears to be in the "family" of Fidelity's five so-called "Outcome Oriented" offerings which include **U.S. Low Volatility** and **Strategic Real Return**.

As these names imply, this suite of funds is intended to provide inflation protection and below-market risk. While we'll have more to say as details emerge, investors' limited interest in these and three other thematic fund categories (Mega Trends, Differentiated Insights and Sustainable) leaves us disinclined to add Equity Market Neutral to our *Scorecard* coverage.

Separately, Fidelity also introduced three actively managed ETFs on April 9 — Hedged Equity, Dynamic Buffered Equity and Enhanced Equity.

**Housekeeping** — Over the past three years, we've struggled to find a reliable way to obtain timely daily annuity fund prices for our website. As we have exhausted our options, and as these are not as widely held by our readers, we will soon drop daily online pricing. We will, however, continue to provide month-ending pricing (NAVs) and returns in the *Scorecard* section of this newsletter.

**Hotlines** — Though market volatility has been subdued, thin summertime trading can change that. So in case you missed our announcement, Special Hotline updates are now provided when the Dow rises or falls 1,000 points (about 2.5%) in a day. ■

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