

FIDELITY MONITOR & INSIGHT

NOVEMBER 2020

PUBLISHED SINCE 1985

MESSAGE FROM JACK

Regulation Of Tech Disruptors Won't End Their Dominance

A Congressional panel recently concluded that Amazon, Apple, Google and Facebook have engaged in anti-competitive practices. An anti-trust case against Google soon followed, and the next Congress is looking to regulate some technology platforms as utilities. Should investors be worried?



Jack Bowers

Consider Microsoft, which came under FTC scrutiny in 1992 due to Internet Explorer's dominant browser position. Over the next decade, the

firm fought a consent decree, an anti-trust court battle, and ultimately settled on appeal (their stock rose 10X during that period). Microsoft is no longer on the radar — ultimately Google built a better browser.

Google itself has been pursued aggressively since 2010 in Europe with anti-trust cases and fines. Remedies it has implemented have had very little impact on its market position. No surprise there; anyone who uses the Internet for topics of interest or finding things is well aware of the tradeoff: spend 10 minutes on Google or waste hours wading through less-worthwhile links on a competitor's engine. Google has a dominant position in search because they have a better engine, period. There are no regulation remedies that can change that. Lawmakers can try to ruin Google, but that probably won't hold up in court and it would reduce global productivity.

At their core, tech disruptors have the ability to create superior software and apply it in unique ways. They tend to operate across multiple industry groups and often have many options for long-term success, because the rest of the world runs on software that wins no awards. So if a government agency decides you've been too successful, and creates a headwind for you, it's not hard to shift gears and grow in areas where you're less dominant.

At some point it will make sense for us to reduce tech exposure in favor of value stocks, but we're in no rush (though we've upgraded some value funds — see p. 5). Current valuations are high, but not out-of-line for firms that can grow earnings in a low-rate environment.

MARKET OUTLOOK

The Market Is Following The Script ... So Far

Last month I wrote that we could have a volatile few months in the market owing to two main factors: rising Covid cases with the onset of cooler weather, and a lack of a second round of stimulus from Congress. That turned out to be an accurate description of October, which featured some big down days late in the month as Covid cases soared in Europe and a second stimulus package remained stuck in the political mud. (Though admittedly it didn't take the estimable powers of Carnac the Magnificent to get those predictions right.)



John M. Boyd

Importantly, I also argued that these issues would eventually be overcome and the longer term outlook was positive. That part of my forecast, of course, remains to be seen. Let's re-examine the evidence.

Wholesale U.S. Lockdowns Unlikely

New Covid cases are rising fast in Europe. For example, in France, the seven-day average of new cases as of Oct. 28 was 39,673, almost 9 times higher than the peak of 4,537 in last April's "first wave!" This prompted France's president Emmanuel Macron to order a nationwide lockdown for at least a month, requiring people to stay in their homes as all non-essential businesses will be closed. Seven-day averages of new cases in Germany have more "modestly just doubled" from their highs of the spring and Chancellor Angela Merkel put some less severe restrictions in place. Both leaders stressed that schools and factories would remain open to cushion the economic blow. (New cases in Spain have also doubled and the UK splits the difference with a four-fold jump.)

Here at home, new cases have also about doubled from April's high of around 32,000 to 75,323 on Oct. 28 (we also had a secondary spike in July to about 69,000). However, I do not foresee the reimposition of widespread lockdowns in this country. The consensus seems to be that broad-based lockdowns do a lot of economic damage, while more targeted restrictions offer much the same health benefits with less economic pain.

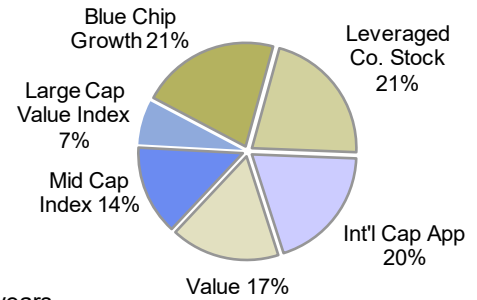
Unique Opportunities Target Risk: 1.20 (Current: 1.16) Foreign Holdings: 20.6% **YTD Return: 14.7%**

Stocks: 99.2% Bonds: 0.0% Cash: 0.8% Alternatives*: 0.0% Yield: 0.6%

Holdings	Ticker	NAV	Shares	Value	Oct Ret
Blue Chip Growth	FBGRX	\$139.35	1,126.20	\$156,935	-3.0%
Leveraged Co. Stock	FLVCX	32.80	4,762.54	156,211	-3.2
Int'l Cap App	FIVFX	24.57	5,792.35	142,318	-2.2
Value	FDVLX	9.57	12,868.39	123,151	2.4
Mid Cap Index	FSMDX	23.09	4,409.14	101,807	0.6
Large Cap Value Index	FLCOX	11.44	4,419.23	50,556	-1.3

Current Value (3/31/99 = \$100,000) \$730,978 -1.4%

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



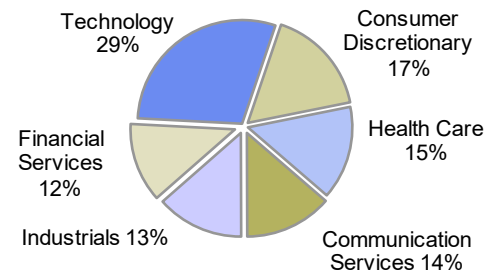
Select Target Risk: 1.20 (Current: 1.11) Foreign Holdings: 7.4% **YTD Return: 11.6%**

Stocks: 99.6% Bonds: 0.0% Cash: 0.4% Alternatives*: 0.0% Yield: 0.3%

Holdings	Ticker	NAV	Shares	Value	Oct Ret
Technology	FSPTX	\$25.95	62,035.85	\$1,609,830	-3.8%
Consumer Discretionary	FSCPX	56.63	16,132.81	913,601	-3.2
Health Care	FSPHX	31.05	25,746.40	799,426	-1.7
Communication Services	FBMPX	71.51	10,402.54	743,885	0.2
Industrials	FCYIX	32.07	23,154.53	742,566	-0.3
Financial Services	FIDSX	8.13	83,387.22	677,938	2.8

Current Value (12/31/88 = \$100,000) \$5,487,246 -1.6%

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



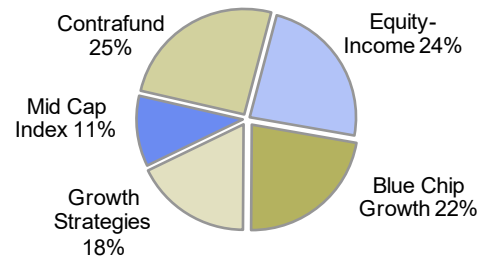
Growth Target Risk: 1.00 (Current: 1.03) Foreign Holdings: 3.8% **YTD Return: 14.4%**

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

Holdings	Ticker	NAV	Shares	Value	Oct Ret
Contrafund	FCNTX	\$16.15	59,506.54	\$961,031	-3.2%
Equity-Income	FEQIX	53.82	16,594.25	893,102	-2.3
Blue Chip Growth	FBGRX	139.35	6,043.04	842,097	-3.0
Growth Strategies	FDEGX	55.91	11,933.81	667,219	-0.8
Mid Cap Index	FSMDX	23.09	17,678.88	408,205	0.6

Current Value (12/31/86 = \$100,000) \$3,771,655 -2.1%

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



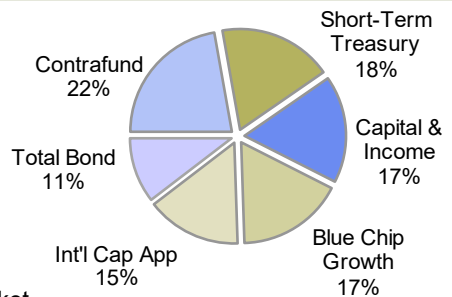
Growth & Income Target Risk: 0.66 (Current: 0.67) Foreign Holdings: 20.1% **YTD Return: 15.0%**

Stocks: 57.3% Bonds: 28.6% Cash: 1.3% Alternatives*: 12.7% Yield: 0.9%

Holdings	Ticker	NAV	Shares	Value	Oct Ret
Contrafund	FCNTX	\$16.15	12,404.03	\$200,325	-3.2%
Short-Term Treasury	FUMBX	10.85	15,044.90	163,237	-0.1
Capital & Income	FAGIX	9.88	15,689.85	155,016	-0.6
Blue Chip Growth	FBGRX	139.35	1,097.77	152,974	-3.0
Int'l Cap App	FIVFX	24.57	5,523.40	135,710	-2.2
Total Bond	FTBFX	11.11	8,491.14	94,337	-0.4

Current Value (12/31/93 = \$100,000) \$901,598 -1.7%

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



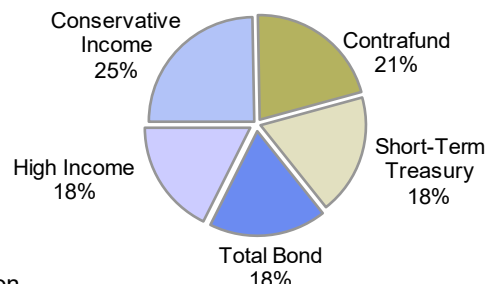
Income Target Risk: 0.33 (Current: 0.33) Foreign Holdings: 17.5% **YTD Return: 6.8%**

Stocks: 20.8% Bonds: 56.4% Cash: 3.6% Alternatives*: 19.3% Yield: 1.1%

Holdings	Ticker	NAV	Shares	Value	Oct Ret
Conservative Income	FCONX	\$10.06	11,410.89	\$114,794	-0.1%
Contrafund	FCNTX	16.15	6,040.22	97,550	-3.2
Short-Term Treasury	FUMBX	10.85	7,964.49	86,415	-0.1
Total Bond	FTBFX	11.11	7,521.61	83,565	-0.4
High Income	SPHIX	8.39	9,775.97	82,020	0.0

Current Value (12/31/91 = \$100,000) \$464,343 -0.8%

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



Stimulus Bill Will Get Done

Regardless of who wins the presidential election, and who controls Congress, I expect a new stimulus bill to be passed soon afterwards. If President Trump is reelected, he has promised that “after the election, we will get the best stimulus package you have ever seen.” And for her part, House Speaker Nancy Pelosi said she’s confident Democrat Joe Biden will win the election, and she wants to reach an agreement before he potentially takes office.

More Economic Strength

Last month I noted the strength in housing and durable goods orders and they continue to flourish. Other areas are joining in. Despite the lack of a second stimulus check, overall, the consumer is in excellent health. Compared to a year ago, credit card spending is up, but importantly not from increased borrowing — credit balances are down from a year ago. Retail sales have risen for five straight months, easily passing their pre-pandemic level. And the average consumer credit score is at its highest level in history.

Initial claims for unemployment, while still orders of magnitude greater than before the pandemic, have started coming down again.

Hidden Market Indicator?

You probably haven’t noticed it, but small-cap stocks have outperformed larger-cap fare since the market bottomed at the end of March (see chart). It certainly would not have been obvious by looking at the slew of large red numbers in the YTD column for small-cap funds in last month’s *Scorecard*. But that YTD figure was a result of some truly horrid declines in March. Since

FUNDS YOU SHOULD BUY NOW

Growth: **Blue Chip Growth**, **Growth Co.** and **OTC** are aggressive large-cap options; **Contrafund** is more conservatively positioned. **Growth Strategies** provides active mid-cap exposure whereas **Value** has a lower market cap and holds companies that are significantly less pricey.

Growth & Income: **Equity-Income** holds attractively valued stocks such as health care and financials which also help to boost its dividend yield (2.1%) above the S&P 500 (1.9%).

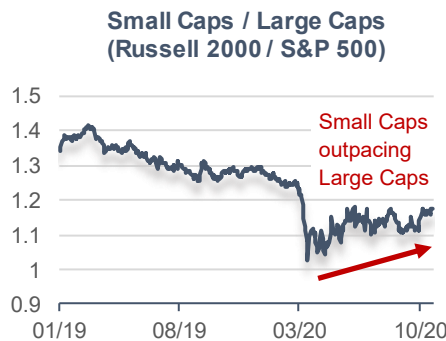
International: **Int’l Cap App** invests about three-quarters of its assets in developed foreign markets; the balance is in emerging markets.

High-Yield: **High Income** and **Capital & Income** (which holds some stocks) are the best ways to benefit from a rebound in this asset class. **Leveraged Co. Stock** plays the distressed market via equities.

Taxable Bond: **Conservative Income Bond** limits interest-rate risk with its extremely short duration; **Short-Term Treasury Index** effectively eliminates credit risk and has only limited rate-risk. **Total Bond** provides the broadest exposure to the bond market.

Muni Bond Funds: With state and local budgets in disarray, the only fund recommended at this time is the safest: **Conservative Income Muni**. ■

then, however, small caps have rebounded 43.8%, while large caps have bounced back 38.5%.



Why do I bring this up? Small caps are more economically sensitive than their larger brethren. They tend to do best when the market is exiting a recession, so their strong performance since March is another sign that the economy is getting better. This month we raised our ratings on several small-cap funds (see page 5.)

Don't Time The Market

Constantly hearing about the rise in new Covid cases, combined

with the real human toll on health care workers and their families and on patients and their families, can make one simply despair and just want to sell out and wait for better times. In a word, don't!

Robert Schiller of Yale has been surveying investors for over two decades asking what they thought was the probability of a stock market crash (like 1929 or 1987) in the next six months. In August, the result was a record 87%!

However, sentiment is often a contrary indicator and that seems to be the case here. Mark Hulbert of *MarketWatch* looked at the 10% of readings where crash expectations were the highest versus the 10% lowest expectations. When crash fears were the highest, the average S&P 500 total return over the next two years was 45.5%! For the lowest crash expectations it averaged just 10.6%. Stay calm and stay invested. ■

— John M. Boyd

Model Portfolios Key:

¹Alternative investments include such areas as high-yield bonds, commodities, real estate. 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.

Disruptor/Megatrend Off To Fast Start

Back “in the day,” Fidelity’s newly launched funds seemed to enjoy a performance advantage, especially when their focus was on smaller, less-liquid stocks. Particularly in that arena, Fidelity’s large and experienced research analysts dug deeper and turned over more rocks than anyone else in the industry. In fact, just-launched stock funds often performed so well that they quickly closed to new investors (to protect existing shareholders) causing us to rhetorically ask: “Do new funds have more fun?”

In fact, many did!

Since we last asked that question, financial markets have become even more efficient in terms of pricing, while the internet and the SEC’s Reg FD have democratized information and have further leveled the investment playing field. Once again, Fidelity responded to these challenges by further bolstering its research capabilities.

8 Thematic Stock Funds

Against that backdrop, April’s launch of six so-called Disruptor funds and two Megatrend funds stands out because (since they missed March’s steep decline) they’re all outpacing the S&P 500!

Types Of Thematic Funds

Disruptive

Automation, Communications, Finance, Medicine, Technology, Disruptors

Megatrends

Agricultural Productivity
Water Sustainability

Socially Responsible

Select Environment & Alternative Energy, Sustainability Index funds (3), Women’s Leadership

Outcome Oriented

Founders, Global Commodity Stock, Select Natural Resources, Strategic Real Return, U.S. Low Volatility

Differentiated Insights

Enduring Opportunities, Infrastructure, Leveraged Company Stock

However, a more apples-to-apples comparison demonstrates their relative strength so far. Over the past three months, their average return is 5.1% versus 0.4% for the index. These returns have not only attracted our readers’ interest, they’ve allowed them to grow faster than other actively-managed niche offerings.

For context, the eight Disruptive/Megatrend funds are considered Thematic funds — see box below. While our *Scorecard* has a Disruptor/Megatrends category on p. 8, we list other Thematic funds alongside more comparable offerings. For example, **Women’s Leadership** [FWOMX], a socially responsible fund we’ve upgraded to *OK to Buy*, is compared to other large-cap blend offerings on p. 6 .

In considering the purchase of any of these eight funds, Fidelity encourages prospective shareholders to have a longer-term investment horizon as each fund’s narrow investment universe may require several market cycles to bear fruit. (Reflecting their own buy-and-hold strategies, fund turnovers are likely to remain in low single digits.) Moreover, the funds aren’t constructed to fit any particular style box (such as large-cap growth), and they are not benchmarked to any familiar indexes.

Nuts And Bolts

Finally, a note about expenses. As actively managed funds — and ones with considerable exposure outside the U.S. (which drives up research costs), total expenses are now capped at a “highish” 1.00%. But to encourage long-term investing, Disruptor funds use time-based pricing: the longer one holds their shares, the more expenses decline.

For example, during the first year expenses start at 1.00%. But in years two and three, they drop to 0.75%, and after that to 0.50%. (By comparison, expenses average about 0.70% for Fidelity’s active stock funds.) This is made possible by

Fidelity automatically shifting shareholders’ assets (in a tax-free transfer) to less expensive “Loyalty” share classes. As for both Megatrend funds, expenses are fixed at 1.00%.

Separately, the funds’ narrow investment parameters result in their holding only a handful of stocks, and often large stakes in just a few names. As such, the SEC considers them to be non-diversified. At the same time, many have large foreign exposures — some invest more than half their assets abroad. That may result in additional risks, including currency risk.

Agricultural Productivity — Hold —

As the world’s human population grows, and available, sustainable, agricultural land dwindles, the need to increase crop yield is imperative. However, traditional farming techniques starve nutrients from the soil and require too much water. Although the usual farm equipment and fertilizer companies comprise nearly half the fund’s assets, a new generation of biotech and pharma types have toeholds.

Sector-wise almost 40% of assets are in consumer staples, and another 50% are evenly divided in materials and industrials. These weights result in a mid-cap value investment style.

Disruptive Automation — OK to Buy —

If you’re worried that you might lose your job to a robot, you may want to hedge your career by holding this large-cap growth fund. Fully half its assets are in industrials — companies that not only automate the factory floor, but through artificial intelligence and ultra-high-speed semiconductors, will soon make autonomous driving and even robotic surgery commonplace.

Disruptive Communications —

OK to Buy — The 36 holdings in this fund are, as its name suggests, in communications services, while other stocks fall within the infor-

New Funds *cont’d on page 11*

FUND COMMENTARY

Anxiety Drives Stocks & Bonds Lower

For the second month in a row, three of the market's most closely watched stock indexes retreated as investors grew anxious over the pandemic and the outcome of Tuesday's election results — especially the presidential race.

If the Good Lord is merciful, Americans will wake up on Wednesday morning knowing with certainty who will occupy the White House for the next four years. That would eliminate one uncertainty. But with nearly 100 million mailed and hand-delivered ballots already received, plus hundreds (230 by one count!) of election-related federal lawsuits also already filed, that seems like wishful thinking.



John Bonnanzio

At the same time, accelerating rates of Covid infections, hospitalizations and deaths in Europe and the U.S. are threatening to undermine record-breaking third-quarter economic growth (on both continents). This seems likely to keep investor angst elevated regardless of what happens Tuesday. At least, that's what the markets signaled in the last week of October: on average, Fidelity's 40 stock index funds (U.S. and foreign) retreated more than 4%.

Stock Funds

With the Dow Industrials falling 4.5% in October, the blue-chip barometer drifted deeper into negative territory for the year (down 5.4%). As for the S&P 500 and Nasdaq Composite, they fell 2.7% and 2.2%, respectively, last month, but remain in positive territory for the year-to-date. With only two months left to the year, the S&P 500 is up a rather modest 2.8% although the Nasdaq is faring significantly better with its 22.5% gain.

Elsewhere in the domestic equity market, mid- and small-caps stocks may be under water for the year (down 1.7% and 6.8%, respectively based on Russell indexes), but they were rare bright spots last month: mid-caps gained 0.6% and the small-cap Russell 2000 rose 2.1%. So Fidelity's "smid-cap" funds were generally higher in October, whereas their large-caps were lower owing, in part, to some big technology stocks stumbling (Apple, Amazon and Facebook, were each down around 5.0% to 6.0%). For example, with 38% of its assets in tech, **Focused Stock** (down 5.1%) was October's worst-performing equity fund.

Among the most widely held stock funds by assets (which are all tech-rich large-cap growth offerings), **Contrafund** retreated 3.2% last month, **Blue Chip Growth** fell 3.0% and **OTC** was off 2.7%.

International Funds

International Index fell 4.0% in October as Europe moved towards another lockdown. For its part, **Europe** retreated 4.4%. On the other hand, Asia's better handling of the pandemic provided their equity markets with a performance edge: **China Region** gained 4.2% and **Emerging Asia** (which we've upgraded to **OK to Buy** — see below) gained 2.3%. However, others in the region weren't as fortunate. Notably, **Japan** and **Japan Smaller Companies** slipped 0.8% and 2.9% amid an uptick in economic activity and Covid infections.

Select Funds

With oil prices falling more than 10% last month (and ExxonMobil scoring its first-ever three consecu-

Fund Commentary cont'd on page 12

November Scorecard Rating Changes				
Fund	Ratings			Comments
	Old	New		
Emerging Asia	H	B	↑	Lower risk play on China's economic growth.
Internat'l Small Cap	S	H	↑	Stands to benefit from mkt rotation to small-cap stocks.
Nordic	H	B	↑	High-quality, reasonably priced stocks aid performance.
Small Cap Value	H	B	↑	Stands to benefit from market rotation to value stocks.
Small Cap Value Idx	H	B	↑	Stands to benefit from market rotation to value stocks.
Stk Sel L-C Value	H	B	↑	Stands to benefit from market rotation to value stocks.
Stk Sel Mid Cap	H	B	↑	Stands to benefit from market rotation to value stocks.
Telecom & Utilities	S	H	↑	Good stock picks in an otherwise unattractive arena.
Total Mkt Idx	B	B	↑	More small- and mid-caps relative to the S&P 500.
Value Discovery	B	B	↑	Stands to benefit from market rotation to value stocks.
VIP Total Mkt Idx	B	B	↑	More small- and mid-caps relative to the S&P 500.
Women's Leadership	H	B	↑	Like its small-cap (5%) and mid-cap (17%) exposures.
Zero Ext Mkt Idx	H	B	↑	Stands to benefit from market rotation to value stocks.
Zero Total Mkt Idx	B	B	↑	More small- and mid-caps relative to the S&P 500.
Selects, Sector ETFs & VIP Sector Funds				
Communicat's Equip	H	S	↓	Traditional 5G equipment makers taking it on the chin.
Consumer Staples	B	H	↓	Defensive stocks may lag amid an improving economy.
Defense & Aero	B	H	↓	Jet orders down owing to pandemic; SpaceX disruption.
Environ & Alt Energy	H	B	↑	Fund is finally living up to its name!
Pharmaceuticals	B	H	↓	More innovative biotechs have higher growth prospects.
Semiconductors	B	B	↓	Too narrow an area; better to own Sel. Technology.
Transportation	H	B	↑	Low fuel costs and improving economy to spark rebound.
MSCI Cons Staples	B	H	↓	Defensive stocks may lag amid an improving economy.
MSCI Info Tech	B	B	↓	Prefer Fidelity's stockpickers to passive indexing.
VIP Cons Staples	B	H	↓	Defensive stocks may lag amid an improving economy.

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

OCTOBER 31, 2020

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)					Rel Vol (Risk) ¹
					Oct	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	
Comparative Indexes		S&P 500	3270.0		-2.7	2.8	0.4	9.7	10.4	11.7	13.0	9.1	1.00
		Nasdaq Composite	10911.6		-2.2	22.5	1.8	32.9	18.7	17.9	17.2	12.7	1.13
		Dow Jones Industrials	26501.6		-4.5	-5.4	0.8	0.3	6.7	11.1	11.8	9.1	1.00
		Russell 2000 (Small Caps)	1538.5		2.1	-6.8	4.2	-0.1	2.2	7.3	9.6	7.4	1.29
		Bloomberg Barclays Agg Bond*			-0.5	6.4	-1.5	6.2	5.1	4.1	3.5	3.3	0.19
Model Portfolios		Unique Opportunities			-1.4	14.7	3.7	23.0	11.4	12.0	11.8	9.0	1.16
		Select Growth			-1.6	11.6	3.1	21.0	12.8	13.8	14.2	10.6	1.11
		Growth & Income			-2.1	14.4	2.3	22.8	12.7	12.7	12.2	8.6	1.03
		Income			-1.7	15.0	2.5	20.6	10.3	10.5	9.9	7.6	0.67

												Rel Vol (Risk) ¹	Assets (\$Mil)
--	--	--	--	--	--	--	--	--	--	--	--	-----------------------------	----------------

LARGE CAP GROWTH Average **-2.8 21.7 2.1 31.2 17.2 16.2 15.4 1.09**

312	FBGRX	Blue Chip Growth	139.35	Buy	-3.0	34.9	5.2	47.5	23.2	20.3	18.1	1.21	\$32,898
307	FDCAX	Capital Appreciation	39.58	Hold	-1.2	16.9	3.1	24.7	14.4	12.8	13.5	1.02	5,025
22	FCNTX	Contrafund	16.15	Buy	-3.2	18.6	1.0	27.3	15.4	15.4	14.7	1.07	103,495
3	FFIDX	Fidelity Fund	57.36	OK to Buy	-2.8	13.4	-0.3	21.0	14.0	13.2	13.3	0.96	4,572
333	FTQGX	Focused Stock	30.56	Buy	-5.1	17.2	0.7	26.6	18.5	17.0	15.3	1.07	3,191
3336	FIFNX	Founders Fund	15.17	OK to Buy	-1.7	30.9	3.8	40.8	--	--	--	--	60
25	FDGRX	Growth Company (Closed)	30.27	Buy	-2.9	41.7	5.8	56.4	24.3	22.4	19.4	1.27	38,259
339	FDSVX	Growth Discovery	47.89	Buy	-1.6	25.3	3.0	35.1	19.1	18.0	16.5	1.06	2,306
73	FDFFX	Independence	42.04	OK to Buy	-3.5	14.9	-0.1	21.7	13.4	12.0	12.3	1.02	3,766
1829	FLGEX	Lrge Cap Growth Enhcd Index	25.48	OK to Buy	-3.6	18.6	0.9	27.2	16.2	15.1	15.2	1.04	1,283
2826	FSPGX	Lrge Cap Growth Index	20.83	Buy	-3.4	20.1	1.6	29.2	18.7	--	--	1.08	5,351
21	FMAGX	Magellan	11.72	OK to Buy	-3.5	14.9	-0.1	21.8	13.7	13.5	13.1	1.01	18,906
1282	FNCMX	Nasdaq Composite Index	137.78	OK to Buy	-2.3	22.3	1.7	32.4	18.4	17.7	17.0	1.13	9,048
93	FOCPX	OTC	15.08	Buy	-2.7	25.7	3.0	37.4	20.0	20.2	18.6	1.18	17,003
320	FDSSX	Stock Selector All Cap	50.68	OK to Sell	-1.9	5.8	0.8	14.0	9.7	11.7	12.3	1.08	8,823
5	FTRNX	Trend	134.35	Buy	-2.8	25.6	2.9	35.7	19.3	17.7	16.3	1.08	2,705

LARGE CAP BLEND Average **-2.5 -2.8 -0.2 4.2 6.5 8.5 11.0 1.04**

2328	FXAIX	500 Index	113.51	OK to Buy	-2.7	2.8	0.4	9.7	10.4	11.7	13.0	1.00	245,613
315	FDEQX	Disciplined Equity	45.48	OK to Buy	-2.7	13.7	0.9	21.9	11.8	11.4	12.1	1.01	1,468
330	FDGFX	Dividend Growth	26.11	Hold	-1.4	-14.6	0.3	-8.1	2.6	5.5	8.8	1.12	4,549
332	FEXPX	Export and Multinational	17.77	OK to Sell	-3.0	-17.8	-0.1	-11.7	1.3	4.8	8.1	1.16	1,007
27	FGRIX	Growth & Income	36.43	Hold	-3.1	-10.8	-2.4	-4.2	3.7	7.1	10.5	1.01	5,192
1827	FLCEX	Lrge Cap Core Enhcd Index	16.85	OK to Buy	-2.7	2.4	-0.3	9.2	9.9	10.9	12.7	0.97	1,012
338	FLCSX	Large Cap Stock	29.32	Hold	-2.7	-10.9	-1.1	-3.9	3.9	7.5	11.1	1.07	2,223
361	FGRTX	Mega Cap Stock	13.63	Hold	-3.1	-8.0	-1.5	-0.8	5.5	8.0	11.3	1.00	738
300	FMLX	New Millennium	32.79	Hold	-1.4	-12.8	-0.8	-7.9	2.1	6.4	9.9	1.05	2,063
2361	FSKAX	Total Market Index	93.03	Buy↑	-2.1	3.0	1.0	10.0	10.0	11.4	12.8	1.04	48,430
5029	FULVX	U.S. Low Volatility Equity	9.84	OK to Sell	-3.2	-5.4	-3.6	--	--	--	--	--	303
2941	FITLX	U.S. Sustainability Index	14.29	OK to Buy	-2.8	3.1	0.9	10.0	10.8	--	--	0.97	486
3396	FWOMX	Women's Leadership	11.55	OK to Buy↑	-2.5	5.9	0.9	12.6	--	--	--	--	44
3231	FNILX	Zero Large Cap Index	11.73	Buy	-2.7	4.4	0.6	11.5	--	--	--	--	2,371
3227	FZROX	Zero Total Market Index	11.67	Buy↑	-2.1	2.9	1.0	9.9	--	--	--	--	6,040

LARGE CAP VALUE Average **-1.4 -12.9 -0.1 -7.3 1.4 5.1 8.6 1.00**

1271	FBCVX	Blue Chip Value	16.78	Hold	-1.8	-19.5	-0.7	-13.7	-2.0	2.3	6.8	1.01	367
319	FEQTX	Equity Dividend Income	21.54	OK to Buy	-1.8	-14.7	-2.2	-8.5	0.9	5.0	8.2	1.02	3,879
23	FEQIX	Equity-Income	53.82	Buy	-2.3	-9.7	-1.3	-4.3	3.3	6.8	8.6	0.91	5,090
1828	FLVEX	Lrge Cap Value Enhcd Index	12.07	OK to Buy	-1.6	-11.9	0.0	-6.9	2.2	6.0	10.0	1.00	3,732
2830	FLCOX	Lrge Cap Value Index	11.44	Buy	-1.3	-12.7	0.3	-7.5	1.9	--	--	1.03	2,240
708	FSLVX	Stock Sel Large Cap Value	18.67	OK to Buy↑	-1.1	-12.8	1.0	-7.8	1.1	4.8	8.7	1.07	333
832	FVDFX	Value Discovery	27.37	Buy↑	-0.0	-8.8	2.4	-2.7	2.4	5.5	9.6	0.97	2,087

MID-CAP GROWTH Average **-0.3 12.6 0.7 19.7 13.8 11.9 12.5 1.01**

324	FDEGX	Growth Strategies	55.91	Buy	-0.8	11.7	0.1	19.1	13.8	11.9	12.5	1.01	2,906
3403	FMDGX	Mid Cap Growth Index	23.72	Buy	0.1	13.5	1.4	20.4	--	--	--	--	364

MID-CAP BLEND Average **0.8 -3.7 2.7 2.3 5.4 8.2 10.6 1.20**

2365	FSMAX	Extended Market Index	66.49	Buy	0.5	4.2	4.5	11.4	7.7	10.2	11.6	1.29	24,939
2012	FMEIX	Mid Cap Enhanced Index	14.75	OK to Buy	-0.3	-4.2	0.8	1.9	4.3	7.2	10.8	1.15	1,138
2352	FSMDX	Mid Cap Index	23.09	Buy	0.6	-1.7	2.1	4.1	6.8	9.0	--	1.16	14,585
337	FMCSX	Mid-Cap Stock	32.44	Hold	0.6	-6.8	1.9	-2.2	4.0	7.5	10.4	1.10	4,394
2412	FSSMX	Stock Selector Mid Cap	34.71	OK to Buy↑	1.9	-7.5	3.5	-1.6	4.2	7.3	9.6	1.27	300
3230	FZIPX	Zero Extended Market Index	9.48	OK to Buy↑	1.7	-6.1	3.7	-0.1	--	--	--	--	590

Notes: *Fidelity's U.S. Bond Index used as a proxy for the Barclays Aggregate Bond Index. ¹Relative Volatility (Rel Vol) versus the S&P 500 over the last 36 months; 1.50 means the fund has been 50% more volatile. ²Duration is a measure of interest rate sensitivity. ³Stated yield is actual distributed yield over prior 12 months. ⁵Almost a Specialty fund with 30%+ typically in foreign stocks. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

FIDELITY SCORECARD

OCTOBER 31, 2020

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹	Assets (\$Mil)	
					Oct	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year			
MID-CAP VALUE					Average	1.4	-12.6	3.9	-6.0	-0.4	3.9	8.5	1.27	
316	FLPSX	Low-Priced Stock ⁵	42.45	OK to Buy	-1.7	-8.9	1.8	-0.8	2.3	5.6	9.3	1.04	\$19,222	
762	FSMVX	Mid Cap Value	19.56	Hold	1.5	-15.5	2.0	-9.6	-3.5	1.6	7.9	1.25	813	
3404	FIMVX	Mid Cap Value Index	18.55	Hold	0.9	-12.2	2.6	-7.2	--	--	--	--	453	
39	FDVLX	Value	9.57	Buy	2.4	-13.6	6.1	-6.5	-0.7	3.8	8.4	1.44	4,762	
14	FSLSX	Value Strategies	33.96	OK to Buy	3.7	-12.6	6.9	-5.7	0.4	4.4	8.2	1.33	244	
SMALL CAP GROWTH					Average	0.3	7.0	5.5	16.5	13.2	15.3	14.7	1.22	
1388	FCPGX	Small Cap Growth	28.24	Buy	-0.1	9.4	6.6	19.7	13.2	15.3	14.7	1.22	3,039	
3405	FECGX	Small Cap Growth Index	22.14	Buy	0.8	4.6	4.4	13.3	--	--	--	--	115	
SMALL CAP BLEND					Average	1.4	-7.4	2.9	-1.9	2.2	6.0	9.1	1.31	
384	FSCRX	Small Cap Discovery	20.08	Hold	2.3	-13.2	0.3	-8.6	-1.0	3.4	9.2	1.38	2,157	
2011	FCPEX	Small Cap Enhanced Index	12.09	Hold	2.9	-7.5	4.3	-2.9	0.5	5.0	9.5	1.29	466	
2358	FSSNX	Small Cap Index	19.58	OK to Buy	2.1	-6.7	4.3	0.0	2.3	7.5	--	1.29	12,289	
340	FSLCX	Small Cap Stock	16.94	OK to Buy	-1.0	-6.5	1.7	-1.3	3.6	6.0	7.5	1.39	1,208	
336	FDCSX	Stock Selector Small Cap	24.77	OK to Buy	0.7	-2.9	3.9	3.4	5.7	8.1	10.1	1.18	960	
SMALL CAP VALUE					Average	3.2	-16.5	4.1	-12.3	-2.9	3.0	8.4	1.20	
1389	FCPVX	Small Cap Value	13.14	OK to Buy↑	2.8	-14.1	4.1	-10.5	-2.9	3.0	8.4	1.20	1,249	
3406	FISVX	Small Cap Value Index	17.43	OK to Buy↑	3.5	-18.8	4.1	-14.0	--	--	--	--	238	
REAL ESTATE														
1368	FIREX	International Real Estate	11.75	OK to Sell	-3.1	-8.3	0.3	-4.5	5.0	6.0	6.6	0.79	237	
833	FRIFX	Real Estate Income	11.04	OK to Sell	-0.8	-10.0	0.6	-9.6	1.9	4.6	6.6	0.93	2,189	
2355	FSRNX	Real Estate Index	12.80	OK to Sell	-2.5	-23.4	-5.0	-25.1	-2.4	0.3	--	1.07	2,027	
303	FRESX	Real Estate Investment	36.65	OK to Sell	-3.2	-16.3	-6.6	-18.0	0.9	2.9	7.6	0.97	3,986	
ASSET ALLOCATION														
328	FASIX	Asset Manager 20%	13.93	Hold	-0.5	3.4	-0.4	5.0	4.4	4.5	4.3	0.29	5,371	
1957	FTANX	Asset Manager 30%	11.69	Hold	-0.7	3.8	-0.2	6.4	5.0	5.5	5.3	0.38	1,940	
1958	FFANX	Asset Manager 40%	12.33	Hold	-0.9	4.0	0.0	7.2	5.5	6.2	6.1	0.48	1,915	
314	FASMX	Asset Manager 50%	19.13	Hold	-1.1	3.8	0.1	7.8	5.8	6.8	6.8	0.57	9,255	
1959	FSANX	Asset Manager 60%	13.47	Hold	-1.3	3.5	0.1	8.2	6.1	7.4	7.4	0.67	2,917	
321	FASGX	Asset Manager 70%	23.39	Hold	-1.5	3.0	0.2	8.5	6.2	7.9	8.0	0.76	5,106	
347	FAMRX	Asset Manager 85%	20.59	Hold	-1.8	2.5	0.2	9.1	6.6	8.8	9.0	0.90	2,465	
304	FBALX	Balanced	25.35	Buy	-1.5	8.2	1.3	13.8	9.7	9.8	9.9	0.76	27,678	
355	FFNOX	Four-in-One Index	49.06	Hold	-2.3	0.4	0.1	5.6	6.5	8.3	9.2	0.84	6,449	
3083	FMSDX	Multi-Asset Income	11.78	OK to Buy	-1.6	3.7	-0.4	8.8	8.0	7.4	--	0.54	140	
4	FPURX	Puritan	24.18	Buy	-1.9	9.7	0.9	15.0	9.3	9.6	10.0	0.70	23,184	
INTERNATIONAL					Average	-1.9	0.2	1.2	6.2	3.4	7.5	6.2	0.99	
309	FICDX	Canada	46.26	Hold	-4.5	-12.2	-3.7	-7.4	-0.9	3.7	2.1	1.04	613	
352	FHKCX	China Region	51.53	Hold	4.2	30.3	6.4	43.0	14.9	15.6	10.0	1.15	1,517	
325	FDIVX	Diversified International	41.61	OK to Buy	-3.6	2.7	0.0	9.1	4.8	6.3	6.3	0.89	9,420	
351	FSEAX	Emerging Asia	63.61	OK to Buy↑	2.3	40.0	8.6	50.5	17.2	18.2	10.1	1.07	1,577	
2053	FEMEX	Emerg Europe, MidEast, Africa	7.86	Hold	-1.9	-22.9	-1.8	-17.8	-3.0	3.4	0.8	1.29	40	
322	FEMKX	Emerging Markets	40.26	Hold	2.1	15.2	5.1	24.1	9.8	13.3	5.6	1.03	4,523	
2374	FEDDX	Emerging Mkts Discovery	14.02	Hold	-0.1	-3.1	0.0	3.1	-0.8	6.6	--	1.16	190	
2344	FPADX	Emerging Markets Index	11.07	Hold	1.7	0.8	2.8	8.5	1.8	8.0	--	1.06	3,402	
5031	FEOPX	Enduring Opportunities	11.91	OK to Buy	-1.2	13.1	3.3	--	--	--	--	--	10	
301	FIEUX	Europe	35.35	OK to Buy	-4.4	-2.5	-1.5	5.0	0.9	3.9	5.0	0.99	756	
2406	FGILX	Global Equity Income	15.12	Buy	-3.5	-2.3	-1.8	4.4	5.5	7.4	--	0.85	67	
2348	FSGGX	Global ex U.S. Index	12.43	Hold	-2.3	-7.2	-0.2	-2.3	-0.1	4.4	--	0.91	5,612	
335	FIVFX	International Cap App	24.57	Buy	-2.2	7.1	1.4	13.4	8.7	10.2	9.2	0.86	4,513	
305	FIGRX	International Discovery	46.20	OK to Buy	-3.1	1.7	0.2	8.4	3.2	5.8	5.9	0.91	6,784	
2010	FIENX	International Enhanced Index	8.64	Hold	-3.9	-10.9	-2.0	-6.7	-2.9	2.6	4.3	0.88	1,113	
1979	FIGFX	International Growth	16.20	OK to Buy	-4.3	1.7	-0.1	7.9	7.3	8.3	7.8	0.86	1,292	
2363	FSPSX	International Index	38.51	Hold	-4.0	-10.4	-1.5	-6.5	-1.1	3.1	4.0	0.88	25,744	
818	FISMX	International Small Cap	25.28	Hold↑	-1.3	-10.0	2.9	-3.6	-1.5	5.7	6.7	0.99	1,116	
1504	FSCOX	Int'l Small Cap Opps (Closed)	21.10	OK to Buy	-1.3	2.4	4.9	10.9	6.3	9.0	9.5	0.90	1,153	
2988	FNIDX	International Sustainability Idx	10.81	Hold	-2.2	-3.6	0.2	1.5	1.5	--	--	0.90	150	
1597	FIVLX	International Value	6.87	OK to Sell	-4.5	-17.6	-3.7	-13.7	-6.3	-1.3	1.1	1.01	406	
350	FJPNX	Japan	17.57	OK to Buy	-0.8	7.9	9.8	12.1	6.0	9.0	6.7	0.85	274	
360	FJSCX	Japan Smaller Companies	16.64	Hold	-2.9	-3.4	7.9	1.3	1.5	8.3	10.6	0.78	524	
349	FLATX	Latin America	17.36	OK to Sell	-5.7	-40.9	-13.2	-37.1	-9.4	1.4	-6.5	1.89	278	
342	FNORX	Nordic	56.51	OK to Buy↑	-2.0	18.3	6.1	26.7	7.8	9.3	9.3	1.04	301	
94	FOSFX	Overseas	50.91	OK to Buy	-4.7	-1.7	-1.9	4.3	3.2	6.5	7.2	0.89	6,162	
302	FPBFX	Pacific Basin	40.15	OK to Buy	1.3	16.3	7.6	23.9	9.6	13.2	10.2	0.92	1,084	
2369	FTEMX	Total Emerging Markets	13.59	Hold	1.7	1.1	2.5	8.8	2.7	8.1	--	0.98	205	
1978	FTIEX	Total International Equity	9.64	OK to Buy	-1.6	-1.7	0.4	4.7	3.1	6.3	5.2	0.92	61	
2834	FTIHX	Total International Index	11.54	Hold	-2.3	-7.1	0.1	-2.0	-0.2	--	--	0.93	4,655	
318	FWWFX	Worldwide	31.97	Buy	-4.0	12.7	1.2	21.1	12.5	12.3	11.2	0.99	2,218	
3228	FZILX	Zero International Index	9.67	Hold	-2.3	-7.2	0.0	-2.3	--	--	--	--	1,648	

FIDELITY SCORECARD

OCTOBER 31, 2020

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹	Assets (\$Mil)		
					Oct	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year				
SPECIALTY															
308	FCV SX	Convertible Securities	36.01	Buy	-1.7	17.3	3.0	25.2	14.5	10.7	9.5	0.78	\$1,571		
2120	FFGCX	Global Commodity Stock	10.82	Hold	-0.8	-15.4	-0.9	-8.2	-2.8	3.6	-2.0	1.22	177		
3488	FNSTX	Infrastructure Fund	10.44	OK to Sell	-1.2	-0.7	-3.0	--	--	--	--	--	13		
122	FLVCX	Leveraged Company Stock	32.80	Buy	-3.2	1.3	6.3	10.0	5.7	7.3	10.0	1.40	1,748		
1329	FSDIX	Strategic Dividend & Income	14.78	Hold	-1.8	-2.7	-1.4	1.2	5.3	7.4	9.2	0.73	2,519		
1505	FSRRX	Strategic Real Return	8.03	Hold	-0.2	-2.9	0.7	-1.6	1.5	2.5	1.9	0.51	156		
311	FIUIX	Telecom & Utilities	25.58	Hold ↑	2.9	-5.5	1.9	-4.3	6.3	9.2	9.9	0.74	939		
DISRUPTOR / MEGATREND FUNDS					Average			-0.5	5.1						
6041	FARMX	Agricultural Productivity	12.68	Hold	0.5	27.0p	10.1	--	--	--	--	--			
6036	FBOTX	Disruptive Automation	14.11	OK to Buy	-0.1	41.1p	8.8	--	--	--	--	--			
6037	FNETX	Disruptive Communications	13.45	OK to Buy	-0.1	34.5p	3.4	--	--	--	--	--			
6038	FNTEX	Disruptive Finance	12.54	OK to Buy	-4.1	25.5p	-0.6	--	--	--	--	--			
6039	FMEDX	Disruptive Medicine	11.54	OK to Buy	-2.0	15.4p	-1.4	--	--	--	--	--			
6040	FTEKX	Disruptive Technology	15.16	OK to Buy	0.4	51.6p	9.3	--	--	--	--	--			
6043	FGDFX	Disruptors	13.35	OK to Buy	-1.1	33.5p	4.0	--	--	--	--	--			
6042	FLOWX	Water Sustainability	12.07	Hold	2.7	20.8p	6.9	--	--	--	--	--			
SELECT PORTFOLIOS					Average			-1.1	-2.1	0.7	5.2	5.3	8.0	9.9	1.32
34	FSAIX	Air Transportation	51.13	Hold	0.7	-27.8	10.9	-26.3	-6.3	1.7	8.6	1.55	266		
502	FSAVX	Automotive	41.60	OK to Buy	1.4	25.5	17.5	33.5	12.6	10.2	10.4	1.48	69		
507	FSRBX	Banking	17.68	Buy	8.5	-31.6	6.7	-25.5	-7.5	1.5	7.2	1.64	314		
42	FBIOX	Biotechnology	23.91	OK to Buy	-0.5	14.4	4.1	34.7	12.1	7.5	19.2	1.35	7,351		
68	FSLBX	Brokerage & Investment	79.18	Buy	-0.5	-0.1	-1.0	8.9	6.5	8.7	9.1	1.08	320		
69	FSCHX	Chemicals	12.27	Hold	0.2	-0.9	4.2	5.4	-5.5	5.1	9.2	1.32	628		
518	FSDCX	Communications Equipment	31.82	OK to Sell ↓	-0.3	-9.2	-11.3	-7.6	1.8	4.7	5.4	1.09	134		
503	FBMPX	Communication Services	71.51	Buy	0.2	14.4	0.9	21.4	15.6	11.3	14.7	1.09	652		
7	FDCPX	Computers	91.00	OK to Buy	0.2	14.9	5.9	27.3	15.5	17.2	13.5	1.05	578		
511	FSHOX	Construction & Housing	65.22	OK to Buy	-2.4	11.6	4.2	11.7	12.6	12.2	15.9	1.32	304		
517	FSCPX	Consumer Discretionary	56.63	Buy	-3.2	14.7	4.0	20.2	15.9	12.3	14.5	1.24	457		
98	FSVLX	Consumer Finance	14.06	Hold	-0.3	-20.3	6.0	-16.6	0.3	5.5	10.1	1.55	100		
9	FDFAV	Consumer Staples	85.98	Hold ↓	-3.3	-1.1	-0.5	3.7	5.0	5.4	8.9	0.85	752		
67	FSDAX	Defense & Aerospace	13.09	Hold ↓	-2.8	-26.7	-1.0	-24.7	-1.6	7.8	11.2	1.42	1,557		
60	FSENX	Energy	17.68	Hold	-3.7	-50.2	-17.1	-45.6	-23.2	-13.9	-6.0	2.07	545		
43	FSESX	Energy Service	10.08	Hold	1.3	-58.8	-16.1	-50.1	-36.3	-24.4	-14.4	2.76	123		
516	FSLEX	Environment & Alt Energy	23.98	OK to Buy ↑	-1.1	-2.3	5.5	4.6	3.4	9.5	8.1	1.21	193		
66	FIDSX	Financial Services	8.13	Buy	2.8	-20.7	1.9	-14.5	-1.9	5.0	7.6	1.29	395		
41	FSAGX	Gold	31.32	OK to Sell	-3.5	29.4	-11.0	38.6	16.5	17.9	-3.5	1.84	1,871		
63	FSPHX	Health Care	31.05	Buy	-1.7	11.9	0.6	28.1	16.6	12.8	18.6	1.04	9,098		
505	FSHCX	Health Care Services	107.13	OK to Buy	-1.0	3.0	0.3	18.6	13.1	12.0	15.4	1.16	1,007		
515	FCYIX	Industrials	32.07	Buy	-0.3	-5.2	5.0	0.5	3.1	7.2	10.1	1.28	482		
45	FSPCX	Insurance	51.39	Hold	0.5	-15.9	-1.6	-11.7	-0.7	5.5	10.0	1.07	160		
353	FBSOX	IT Services	80.35	OK to Buy	-7.3	7.6	-2.9	14.6	18.1	16.8	18.2	1.17	3,640		
62	FDLSX	Leisure	14.55	Buy	-2.4	-3.9	12.1	3.1	6.9	8.7	12.0	1.38	447		
509	FSDPX	Materials	71.63	Hold	2.0	3.6	5.5	8.5	-3.1	3.9	5.6	1.23	416		
354	FSMEX	Medical Tech & Devices	70.07	OK to Buy	1.0	19.3	2.1	29.8	21.3	20.7	19.3	1.06	7,393		
513	FSNGX	Natural Gas	8.37	Hold	-3.1	-53.8	-15.5	-46.5	-27.9	-18.3	-10.7	2.13	75		
514	FNARX	Natural Resources	16.93	Hold	-2.3	-36.0	-9.9	-29.8	-14.1	-8.0	-3.9	1.95	209		
580	FPHAX	Pharmaceuticals	22.83	Hold ↓	-6.2	0.9	-5.0	12.3	12.6	5.8	12.7	0.87	792		
46	FSRPX	Retailing	20.51	OK to Buy	-3.0	21.8	2.1	24.2	20.9	16.0	19.0	1.23	3,289		
8	FSELX	Semiconductors	13.69	OK to Buy ↓	0.4	17.3	8.7	32.9	20.5	25.4	20.3	1.45	4,219		
28	FSCSX	Software & IT Services	23.68	OK to Buy	-4.6	23.2	0.1	32.4	22.1	22.3	20.0	1.09	10,391		
64	FSPTX	Technology	25.95	Buy	-3.8	35.7	4.6	50.0	22.9	25.6	18.8	1.24	9,602		
96	FSTCX	Telecommunications	64.74	Hold	-2.7	7.6	-4.7	10.6	7.3	8.0	8.6	0.77	226		
512	FSRFX	Transportation	84.71	OK to Buy ↑	-2.6	-1.3	8.4	3.1	4.3	8.4	11.1	1.30	304		
65	FSUTX	Utilities	87.99	OK to Sell	5.8	-5.6	3.5	-3.5	7.4	10.7	10.4	0.81	958		
963	FWRLX	Wireless	11.98	OK to Buy	-2.8	14.0	-1.4	22.7	16.1	14.7	12.1	0.88	392		
SECTOR ETFs					Average			-1.2	-2.7	-0.0	2.8	5.7	8.3	1.17	
	FCOM	MSCI Communication Services	38.91	OK to Buy	0.9	9.6	2.9	15.8	10.7	10.6	--	1.06	548		
	FDIS	MSCI Consumer Discretionary	60.32	Buy	-2.8	25.9	5.4	32.1	19.6	15.0	--	1.35	1,000		
	FSTA	MSCI Consumer Staples	37.27	Hold ↓	-2.3	1.0	0.6	4.9	8.2	7.2	--	0.78	779		
	FENY	MSCI Energy	7.63	Hold	-3.4	-50.2	-18.2	-46.2	-22.5	-13.7	--	2.08	387		
	FNCL	MSCI Financials	34.14	Buy	0.9	-21.3	0.8	-15.4	-2.0	6.0	--	1.24	707		
	FHLC	MSCI Health Care	51.24	OK to Buy	-2.6	4.4	-1.7	14.4	11.2	10.3	--	0.92	2,100		
	FIDU	MSCI Industrials	39.57	Buy	-1.4	-4.5	5.9	-0.1	4.2	9.3	--	1.23	405		
	FTEC	MSCI Information Technology	88.11	OK to Buy ↓	-4.3	22.7	1.2	34.9	22.5	22.8	--	1.18	4,600		
	FMAT	MSCI Materials	34.36	Hold	0.1	2.0	5.1	8.4	2.2	8.4	--	1.20	180		
	FREL	MSCI Real Estate	22.82	OK to Sell	-2.9	-15.5	-5.1	-15.9	2.1	4.3	--	1.00	1,100		
	FUTY	MSCI Utilities	39.79	OK to Sell	4.9	-3.3	2.5	-2.2	6.8	10.7	--	0.80	868		

FIDELITY SCORECARD

OCTOBER 31, 2020

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				SEC %Yield	Dur ² (Yrs)	Rel Vol (Risk) ¹	
					Oct	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr				
TAXABLE BOND					Average	-0.4	5.9	-0.8	5.7	4.6	3.7	3.3	0.81	5.1	0.22
2267	FCONX	Conservative Income Bond	10.06	Buy	-0.1	1.0	0.0	1.3	1.9	1.6	--	0.03	0.4	0.06	
2208	FCBFX	Corporate Bond	12.63	Buy	-0.3	7.3	-1.7	7.5	6.4	6.0	5.6	1.65	8.2	0.40	
2423	FGBFX	Global Credit	9.92	Hold	0.1	5.0	-0.5	5.4	5.6	5.1	--	1.89	7.6	0.43	
15	FGMNX	GNMA (Ginnie Mae)	11.78	Buy	0.0	3.4	0.1	3.6	3.2	2.6	2.8	1.22	0.5	0.11	
54	FGOVX	Government Income	10.96	Hold	-0.8	6.6	-1.6	5.8	4.5	3.2	2.8	0.40	5.5	0.21	
2418	FIPDX	Inflation-Protected Index ³	10.90	OK to Buy	-0.7	8.4	-0.1	9.0	5.4	4.3	--	0.29*	5.7	0.21	
32	FTHRXX	Intermediate Bond	11.33	Buy	-0.1	6.0	-0.1	5.9	4.5	3.6	3.1	0.89	4.2	0.17	
452	FSTGX	Intermediate Gov't Income	10.93	OK to Buy	-0.4	5.4	-0.7	4.9	3.7	2.5	2.1	-0.12	3.8	0.14	
3045	FUAMX	Intermediate Treasury Index	11.89	Hold	-1.1	8.8	-1.4	7.6	5.6	3.9	3.5	0.50	6.6	0.26	
4506	FBIIX	International Bond Index	10.19	Hold	0.4	3.7	0.6	2.9	--	--	--	0.50	8.1	--	
26	FBNDX	Investment Grade Bond	8.48	Buy	-0.4	8.0	-1.2	8.1	5.9	4.9	4.1	1.18	5.8	0.21	
2622	FJRLX	Limited Term Bond	11.92	Buy	0.1	4.3	0.1	4.4	3.6	2.9	2.7	0.67	2.9	0.15	
662	FFXSX	Limited Term Government	10.33	OK to Buy	-0.2	3.9	-0.3	3.7	2.8	1.9	1.4	-0.11	2.7	0.10	
3047	FNBGX	Long-Term Treasury Index	16.29	Sell	-3.3	17.5	-7.2	13.4	10.6	7.5	7.1	1.41	19.4	0.71	
40	FMSFX	Mortgage Securities	11.58	Buy	-0.0	4.1	0.3	4.4	3.8	3.0	3.1	0.90	0.8	0.12	
450	FSHBX	Short-Term Bond	8.82	OK to Buy	0.0	3.3	0.1	3.5	2.9	2.2	1.7	0.52	2.0	0.09	
3041	FNSOX	Short-Term Bond Index	10.34	OK to Buy	0.0	4.3	-0.1	4.4	3.4	--	--	0.36	2.7	--	
3049	FUMBX	Short-Term Treasury Index	10.85	Buy	-0.1	4.2	-0.2	4.2	3.2	2.2	1.6	0.17	2.7	0.10	
3086	FNDX	Sustainability Bond Index	10.98	Hold	-0.5	6.4	-1.4	6.3	--	--	--	0.98	5.6	--	
820	FTBFX	Total Bond	11.11	Buy	-0.4	6.8	-0.8	7.0	5.4	4.9	4.2	1.95	5.6	0.23	
2326	FXNAX	U.S. Bond Index	12.36	Hold	-0.5	6.4	-1.5	6.2	5.0	4.0	3.5	1.20	5.7	0.19	
HIGH-YIELD BOND					Average	-0.1	-0.6	0.2	1.5	2.8	4.8	4.8	3.80	3.4	0.51
38	FAGIX	Capital & Income	9.88	Buy	-0.6	-0.1	1.2	3.5	4.0	6.1	6.4	3.65	3.9	0.69	
814	FFRHX	Floating Rate High Income	8.97	OK to Buy	0.1	-2.2	1.9	-0.2	2.3	3.5	3.3	4.24	0.2	0.47	
1366	FHIFX	Focused High Income	8.67	Buy	0.2	0.5	-0.7	1.9	4.1	5.2	5.1	3.27	3.3	0.41	
2297	FGHNX	Global High Income	9.15	OK to Buy	0.0	-1.0	0.0	1.3	2.6	5.0	--	4.42	3.4	0.59	
455	SPHIX	High Income	8.39	Buy	0.0	-2.5	-0.3	-0.4	3.0	5.4	5.3	4.06	3.3	0.51	
331	FNMIX	New Markets Income	14.18	Hold	-0.6	-2.5	-1.1	0.2	0.0	4.3	4.5	4.77	6.0	0.64	
2580	FSAHX	Short Duration High Income	9.27	Buy	0.2	1.1	0.4	2.2	3.0	3.9	--	3.08	2.0	0.36	
3082	FADMXX	Strategic Income	12.43	OK to Buy	-0.4	1.9	-0.1	3.5	3.5	4.8	4.3	2.93	4.8	0.38	
MUNICIPAL BOND					Average	-0.2	2.1	-0.4	2.5	3.4	3.1	3.6	1.07	5.0	0.22
434	FSAZX	Arizona Muni Income	12.41	OK to Sell	-0.3	2.3	-0.7	2.7	3.6	3.3	3.9	0.93	5.6	0.22	
1534	FCSTX	Calif Limited Term Tax Free	10.85	OK to Sell	-0.1	2.3	-0.0	2.5	2.4	1.9	2.0	0.43	3.1	0.13	
91	FCFTX	California Muni Income	13.28	OK to Sell	-0.2	2.5	-0.5	2.8	3.7	3.5	4.3	1.13	5.9	0.24	
407	FICNX	Connecticut Muni Income	11.84	OK to Sell	-0.2	2.4	-0.2	3.0	3.9	3.3	3.5	1.16	5.2	0.22	
2578	FCRDXX	Conservative Income Muni	10.04	Buy	-0.1	0.6	0.0	0.9	1.3	1.0	--	0.27	0.5	0.04	
36	FLTMX	Interm Municipal Income	10.72	OK to Sell	-0.1	2.7	-0.2	3.1	3.5	3.1	3.2	0.97	4.6	0.21	
404	FSTFX	Limited Term Muni Income	10.81	OK to Sell	-0.1	2.5	0.1	2.8	2.5	2.0	1.9	0.58	2.7	0.13	
429	SMDMX	Maryland Muni Income	11.60	OK to Sell	-0.3	1.6	-0.5	2.1	3.2	3.1	3.4	1.06	5.6	0.24	
70	FDMMX	Mass Muni Income	12.48	OK to Sell	-0.1	2.4	-0.5	2.9	3.5	3.2	3.8	1.05	5.6	0.23	
81	FMHTX	Michigan Muni Income	12.64	OK to Sell	-0.2	3.4	-0.4	3.7	4.1	3.5	3.8	0.96	5.4	0.21	
82	FIMIX	Minnesota Muni Income	12.05	OK to Sell	-0.2	3.0	-0.5	3.4	3.7	3.2	3.4	0.86	5.4	0.21	
3469	FMBIX	Municipal Bond Index	20.03	OK to Sell	-0.2	1.2	-0.6	1.5	--	--	--	1.31	5.5	--	
37	FHIGX	Municipal Income	13.35	OK to Sell	-0.2	1.9	-0.5	2.4	4.0	3.8	4.2	1.57	6.1	0.29	
416	FNJHX	New Jersey Muni Income	12.23	OK to Sell	-0.1	1.7	-0.6	2.1	4.1	4.1	3.9	1.32	5.6	0.29	
71	FTFMX	New York Muni Income	13.36	OK to Sell	-0.2	1.1	-0.8	1.6	3.2	3.1	3.6	1.50	6.3	0.26	
88	FOHFX	Ohio Muni Income	12.43	OK to Sell	-0.2	2.4	-0.2	2.9	3.6	3.5	4.0	1.14	5.6	0.23	
402	FPXTX	Pennsylvania Muni Income	11.38	OK to Sell	-0.3	2.0	-0.6	2.4	3.7	3.5	3.9	1.32	5.8	0.23	
90	FTABX	Tax-Free Bond	11.91	OK to Sell	-0.1	2.3	-0.4	2.9	4.2	3.9	4.3	1.64	6.1	0.29	

Yields on municipal funds are not directly comparable to yields on taxable funds. In muni funds your effective yield will be higher as your tax-bracket increases. *12 month distributed yield.

TAXABLE GOV'T MONEY MARKETS		Total Return (%)		SEC	
		Oct	YTD	%Yield	
55	FDRXX	Gov't Cash Reserves	0.00	0.27	0.01
458	SPAXX	Government MM	0.00	0.26	0.01
2742	FZFX	Treasury MM	0.00	0.25	0.01
415	FDLXX	Treasury Only MM	0.00	0.26	0.01
PRIME MONEY MARKETS					
454	SPRXX	Money Market*	0.00	0.36	0.01
*Available in premium class shares (FZDXX) with a \$100,000 minimum (\$10,000 for certain Fidelity retirement accounts) and lower expenses.					
NATIONAL MUNICIPAL MONEY MARKETS					
10	FTEXX	Municipal Money Market	0.00	0.38	0.01
275	FMOXX	Tax-Exempt MM	0.00	0.35	0.01

STATE MUNICIPAL MONEY MARKETS			Total Return (%)		SEC
			Oct	YTD	%Yield
433	FSAXX	Arizona Muni MM	0.07	0.39	0.01
97	FCFXX	California Muni MM	0.00	0.34	0.01
457	FSPXX	California AMT Tax-Free	0.00	0.33	0.01
418	FCMXX	Connecticut Muni MM	0.00	0.33	0.01
426	FMSXX	Mass AMT Tax-Free	0.00	0.37	0.01
74	FDMXX	Massachusetts Muni MM	0.00	0.38	0.01
420	FMIXX	Michigan Muni MM	0.00	0.33	0.01
417	FNJXX	New Jersey Muni MM	0.00	0.32	0.01
423	FSJXX	New Jersey AMT Tax-Free	0.00	0.36	0.01
92	FNYXX	New York Muni MM	0.00	0.36	0.01
422	FSNXX	New York AMT Tax-Free	0.00	0.39	0.01
419	FOMXX	Ohio Muni MM	0.00	0.32	0.01
401	FPTXX	Pennsylvania Muni MM	0.00	0.37	0.01

FIDELITY SCORECARD

OCTOBER 31, 2020

Fund No.	Fund Ticker	Fund Name	Style	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹
						Oct	YTD	3 Mo.	1 Year	3 Year	5 Year	10 Year	
FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS													
Model Portfolios	Annuity Sector Model					-1.5	10.0	2.4	19.1	12.2	14.0	13.4	1.10
	Annuity Growth Model					-2.1	12.3	2.5	20.3	12.5	12.3	12.0	1.05
	Annuity Growth & Income Model					-1.5	13.9	2.1	19.3	10.2	9.2	9.1	0.66
	Annuity Income Model					-0.8	6.9	0.5	9.2	5.2	5.3	5.0	0.34
9067	FLRQC	Fid VIP Asset Manager	Allocation	23.29	Hold	-1.1	3.7	0.1	7.6	5.5	5.9	6.3	0.57
9066	FAECC	Fid VIP Asset Manager: Growth	Allocation	24.55	Hold	-1.5	2.8	0.1	8.2	5.9	6.7	7.3	0.76
9069	FJBAC	Fid VIP Balanced	Allocation	30.97	Buy	-1.5	8.0	1.2	13.5	9.3	9.4	9.4	0.75
9461	FBIQC	Fid VIP Bond Index	Bond	11.69	Hold	-0.5	6.1	-1.5	5.8	--	--	--	--
9173	FVTAC	Fid VIP Communication Services	Sector	23.74	Buy	0.2	13.9	0.8	20.8	13.9	11.9	10.8	1.07
9081	FVHAC	Fid VIP Consumer Discretionary	Sector	42.88	Buy	-3.1	15.0	4.1	20.4	15.7	12.1	14.2	1.24
9171	FCSAC	Fid VIP Consumer Staples	Sector	29.49	Hold	-3.3	-0.8	-0.5	3.8	5.2	6.2	9.8	0.85
9065	FPDFC	Fid VIP Contrafund	Large Growth	38.90	Buy	-3.2	16.9	0.4	24.7	13.7	13.1	12.8	1.01
9148	FPRGC	Fid VIP Disciplined Small Cap	Small Blend	21.03	Hold	2.8	-7.8	4.2	-3.3	0.2	4.5	8.9	1.29
9074	FZAMC	Fid VIP Dynamic Capital App	Large Growth	41.22	Hold	-1.3	16.7	3.0	24.5	14.1	12.4	13.4	1.02
9198	FEMAC	Fid VIP Emerging Markets	Emg Mkts	13.33	Hold	4.1	8.5	3.8	18.1	6.3	10.9	4.2	1.06
9085	FJLLC	Fid VIP Energy	Sector	6.64	Hold	-3.8	-50.5	-17.2	-46.0	-23.4	-14.1	-6.2	2.07
9061	FLOLC	Fid VIP Equity-Income	Large Value	22.74	Buy	-2.3	-10.2	-1.6	-5.0	2.8	6.3	8.9	0.90
9469	FEMJC	Fid VIP Extended Market Index	Mid Blend	9.92	Buy	1.7	-6.4	3.6	-0.4	--	--	--	--
9083	FONNC	Fid VIP Financial Services	Sector	13.18	Buy	2.8	-21.0	1.7	-14.9	-2.2	4.7	7.4	1.29
9361	FFLCC	Fid VIP Floating Rate High Income	High-Yield Bond	11.93	OK to Buy	-0.0	-1.0	1.9	0.9	2.4	3.4	--	0.45
9157	FMPAC	Fid VIP FundsManager 20	Allocation	17.15	Hold	-0.7	3.3	-0.8	4.7	4.0	4.0	3.8	0.24
9158	FMPBC	Fid VIP FundsManager 50	Allocation	20.69	Hold	-1.4	3.5	-0.5	7.3	5.4	6.2	6.3	0.53
9197	FMPCC	Fid VIP FundsManager 60	Allocation	19.86	Hold	-1.6	2.8	-0.4	7.4	5.6	6.9	7.1	0.64
9159	FMPDC	Fid VIP FundsManager 70	Allocation	22.12	Hold	-1.8	2.2	-0.2	7.6	5.7	7.3	7.7	0.73
9160	FMPDC	Fid VIP FundsManager 85	Allocation	22.94	Hold	-2.1	1.2	-0.1	7.6	6.0	8.2	8.6	0.88
9059	FTNJC	Fid VIP Gov't Money Market	Money Mkt	11.75	--	-0.0	0.1	-0.1	0.3	1.1	0.7	0.3	0.01
9062	FMNDC	Fid VIP Growth	Large Growth	47.80	Buy	-1.6	25.3	3.0	35.2	19.0	17.9	16.3	1.07
9070	FLFNC	Fid VIP Growth & Income	Large Blend	26.82	Hold	-3.1	-11.1	-2.5	-4.6	3.3	6.7	10.1	1.01
9068	FIDPC	Fid VIP Growth Opportunities	Large Growth	63.27	Buy	-2.3	38.6	5.5	51.3	30.7	24.0	20.1	1.25
9084	FPDRC	Fid VIP Health Care	Sector	59.80	Buy	-2.0	9.3	-0.5	24.4	14.8	11.6	17.8	1.03
9060	FBBLC	Fid VIP High Income	High-Yield Bond	22.33	Buy	0.2	-2.2	-0.1	-0.2	2.6	4.5	4.9	0.52
9064	FXVLT	Fid VIP Index 500	Large Blend	34.64	OK to Buy	-2.7	2.4	0.3	9.3	10.0	11.3	12.6	1.00
9082	FBALC	Fid VIP Industrials	Sector	36.20	Buy	-0.4	-5.1	4.9	0.6	3.0	7.1	9.9	1.27
9473	FFIQC	Fid VIP International Index	Diversified Int'l	9.68	Hold	-2.3	-7.6	-0.1	-2.8	--	--	--	--
9076	FVJIC	Fid VIP Int'l Capital App	Diversified Int'l	25.77	Buy	-2.2	6.8	1.3	12.9	8.4	10.0	9.0	0.87
9063	FTLKC	Fid VIP Investment Grade Bond	Inv Grd Bond	18.99	Buy	-0.4	6.9	-1.1	7.0	5.2	4.5	3.7	0.22
9172	FVMAC	Fid VIP Materials	Sector	20.42	Hold	4.2	1.8	7.2	7.2	-3.6	3.4	5.2	1.23
9071	FNBSIC	Fid VIP Mid Cap	Mid Blend	29.37	Buy	-0.3	-3.4	4.5	2.9	1.9	5.9	7.4	1.24
9088	FEMMC	Fid VIP Overseas	Diversified Int'l	19.34	OK to Buy	-4.8	-1.9	-2.1	3.9	2.8	5.2	5.2	0.89
9072	FFWKC	Fid VIP Real Estate	Sector	23.26	OK to Sell	-2.1	-14.2	-5.0	-16.2	0.4	1.8	6.8	0.97
9075	FGDQC	Fid VIP Strategic Income	High-Yield Bond	21.45	OK to Buy	-0.4	1.8	-0.1	3.1	3.2	4.4	3.9	0.36
9086	FYENC	Fid VIP Technology	Sector	79.91	Buy	-3.4	33.5	2.8	47.4	22.6	25.3	18.1	1.25
9465	FTMJC	Fid VIP Total Market Index	Large Blend	12.04	Buy	-2.2	2.5	0.9	9.4	--	--	--	--
9087	FXRRC	Fid VIP Utilities	Sector	33.90	OK to Sell	5.7	-6.4	3.4	-4.3	7.0	10.4	10.2	0.82
9079	FKMSC	Fid VIP Value	Large Value	22.57	OK to Buy	1.2	-14.1	4.1	-7.1	0.5	3.9	8.7	1.27
9073	FRBSC	Fid VIP Value Strategies	Mid Value	23.38	OK to Buy	3.7	-12.7	6.8	-5.7	0.1	3.7	7.8	1.33
9347	FBMEC	Black Rock Global Allocation	Global Allocation	15.78	Hold	-1.9	5.8	0.3	9.7	5.3	5.9	5.4	0.62
9349	FTMEC	Franklin Templeton Global Bond	Global Bond	10.80	Hold	0.3	-5.7	-0.1	-4.3	-1.2	0.2	1.4	0.32
9348	FFMEC	Franklin Templeton US Gov't	Intermed Gov't	11.26	Buy	-0.1	3.3	-0.2	3.1	2.7	1.9	1.6	0.11
9285	FIGXC	Invesco Global Core Eqty	Global Stock	14.61	Hold	-3.9	-3.6	1.1	3.0	1.8	5.0	5.3	1.07
9147	FPRLC	Lazard Retirement Emerging Mkts	Emg Mkts	13.97	Hold	-0.2	-20.7	-3.0	-14.9	-7.5	1.9	-0.9	1.11
9143	FPRMC	Morgan Stanley Emerg Mkt Debt	Emg Mkt Bond	20.36	Hold	-0.0	-0.9	-1.0	0.6	1.6	4.4	3.5	0.64
9144	FPRNC	Morgan Stanley Emerg Mkt Equity	Emg Mkts	15.31	Hold	0.2	-2.6	0.7	3.7	-0.4	5.5	1.4	1.09
9146	FPRPC	Morgan Stanley Global Strategist	Diversified Int'l	15.15	Hold	-1.4	-2.1	0.0	1.9	3.1	4.9	4.8	0.67
9346	FPMEC	Pimco Commodity Real Return	Commodities	5.30	Hold	1.1	-9.2	5.2	-6.3	-4.0	-2.0	-5.9	0.92
9276	FPMBC	Pimco VIT Low Duration	Shrt-Term Bond	12.38	Buy	-0.1	2.4	0.2	2.3	2.0	1.6	1.4	0.08
9277	FPNBC	Pimco VIT Real Return	TIPS	15.07	OK to Buy	-0.6	8.6	0.1	9.5	5.0	4.1	2.7	0.22
9278	FPOBC	Pimco VIT Total Return	Intermed Bond	15.44	Hold	-0.5	6.8	-0.6	6.2	4.7	4.1	3.3	0.19

Annuity Sector		Annuity Growth		Annuity Growth & Income		Annuity Income	
Fund	Allocation	Fund	Allocation	Fund	Allocation	Fund	Allocation
VIP Technology	28%	VIP Contrafund	29%	VIP Contrafund	21%	Frkln Temple U.S. Gov't	32%
VIP Cons Discretionary	17	VIP Equity-Income	26	VIP Int'l Cap App	19	VIP Investment Grade	29
VIP Comm Services	15	VIP Growth Opps	24	Frkln Temple U.S. Gov't	17	VIP Contrafund	22
VIP Health Care	14	VIP Mid Cap	21	VIP Growth Opps	17	VIP High Income	17
VIP Industrials	14			VIP High Income	17		
VIP Financial Services	12			VIP Investment Grade	9		
Total Return:		Total Return:		Total Return:		Total Return:	
Oct: -1.5% YTD: 10.0%		Oct: -2.1% YTD: 12.3%		Oct: -1.5% YTD: 13.9%		Oct: -0.8% YTD: 6.9%	

New Funds *cont'd from page 4*

mation technology and consumer discretionary segments of the market. Many of its holdings are quite familiar and gigantic including social media giant Facebook and Amazon. But less well-known, though critical infrastructure companies like American Tower and chip makers who make the “internet of things” possible via 5G, may well be the fund’s real growth engines.

Disruptive Finance — *OK to Buy* — Frankly, we prefer **Select Financial Services** as little about this fund’s holdings are disruptive. Granted, credit card companies and banks are finding efficiencies with digital payment systems, but that’s not disrupting, it’s merely innovating. And even with its 30% exposure to tech, its style still doesn’t skew towards growth, but rather towards large-cap blend.

Disruptive Medicine — *OK to Buy* — Faster, better, cheaper. That’s what modern medicine is all about. And if a company can do any of those things in the operating room or in an office park processing health insurance claims, that company’s stock could wind up in this fund. That said, 27% of assets are in 29 biotech stocks — many of them engaged in gene therapy and genomics, technologies that are speeding the development of vaccines for such things as Covid-19. With its market cap skewed by holdings in Big Pharma, the fund truly offers exposure to smaller, more innovative companies.

Disruptive Technology — *OK to Buy* — This fund plays the tech sector a bit differently from its large-cap cousin **Select Technology** in that it holds far more interactive media stocks like Alphabet’s Google and Facebook, though far fewer software providers (though it does

hold Microsoft). In its short life, the fund has delivered unrivaled returns owing, in part, to new spending habits related to the Covid economy.

Disruptors — *OK to Buy* — Can’t decide which of the other five Disruptor funds to buy? This fund-of-funds holds them all in equal lots of 20%.

Water Sustainability — *Hold* — As with **Agricultural Productivity**, the fund stands to benefit from population growth, climate change and pollution mitigation. With its assets split evenly between two subsectors of industrials (water utilities & infrastructure and water equipment & materials), the fund lacks the sex appeal of **Select Environment & Alternative Energy**. Regardless, water insecurity is a growing problem that this fund’s underlying holdings aim to fix. ■

— John Bonnanzio

BOND INVESTING

TIPS Lose Some Luster, But Still Have Legs

Here’s how crazy bond investing has been this year: With little inflation in view, **Inflation-Protected Index** [FIPDX] has been among Fidelity’s top-performing taxable bond funds. Up 8.4% for the year through October 30 (that’s atop last year’s gain of 8.3%!), a combination of unprecedented demand and new issuances of conventional Treasuries and Treasury Inflation-Protected Securities (TIPS) drove their yields to record lows. Of course, that means their prices skyrocketed.

TIPS are considered a safe harbor investment. With bi-annual interest-rate adjustments, they’re designed to do what other fixed-rate bonds can’t do: protect against rising inflation. And as Treasuries, there’s essentially no credit risk. But that’s not saying there’s no risk.

With the economy crushed by Covid, most inflation pressures eased. However, some investors believed that the government’s unprecedented deficit spending and its monetary easing would fuel inflation. With TIPS historically faring best when inflation expectations are rising, the rush to own them was on.

But the real boost to TIPS came in the first half of the year; performance was turbocharged by Uncle Sam. As part of the Federal Reserve’s asset protection program, the central bank bought about \$134 billion in TIPS between mid-March and July. So even though an important reason one might buy TIPS was absent — inflation —

demand was overwhelming for government bonds.

Action Recommendation

While TIPS still have some legs, 2021’s gains are unlikely to match the past two years. While a recovering economy and massive deficit spending are typically inflationary, technology disruption (see p. 1) and globalization remain powerful deflationary forces.

As for valuations, yes, TIPS (much like “regular” Treasuries) are no bargain. In fact, the real (after-inflation) yield on 10-year TIPS is close to -1%! However, with the so-called breakeven rate on 10-year TIPS and conventional Treasuries below the current inflation rate of 1.3% (that’s Social Security’s COLA for 2021), TIPS still make some sense to hold. Not only will they protect against any surprise uptick in inflation, they may outperform fixed-rate bonds of the same maturity. (Owing to its longer duration — or higher interest-rate risk — **Intermediate Treasury Index** has fared slightly better in recent years than Inflation-Protected Index.)

Looking to 2021, TIPS are pricey and have less upside potential. But we’re maintaining our *OK to Buy* rating on Inflation-Protected Index as it still offers risk-averse investors some upside potential and a hedge against the unexpected. ■

— John Bonnanzio

tive quarters of declining sales and earnings), **Select Energy** fell 3.7%. Separately, **Technology** was down 3.8% while its more narrow siblings (**IT Services** and **Software & IT Services**) retreated 7.3% and 4.6%. On the other hand, **Banking** enjoyed an 8.5% gain in October. Despite the fact that its top holding, Bank of America, failed to beat earnings and revenue expectations for the quarter, the industry as a whole fared well.

DIVIDEND UPDATE

Other than monthly dividends on bond and money market funds, and Asset Mgr: 20%/30%, no funds are expected to pay dividends and/or capital gains in November.

The final distributions for October were as follows:

Fund	Ex-Date	\$ Amt	NAV
500 Index	10/2	0.456	116.12
Asset Mgr 40%	10/2	0.050	12.44
Asset Mgr 50%	10/2	0.077	19.34
AZ Municipal Inc	10/2	0.048	12.46
Balanced	10/9	1.083	26.49
Convert Sec	10/2	0.238	36.80
Corporate Bond	10/9	0.103	12.71
Equity Div Inc	10/2	0.110	22.04
Equity-Inc	10/2	0.179	55.05
Export & Multi	10/9	0.216	18.82
Global Credit	10/2	0.055	9.92
Global Equity Inc	10/2	0.025	15.62
Government Inc	10/9	0.103	11.00
Growth & Inc	10/2	0.195	37.42
Intermediate Bond	10/9	0.197	11.36
Int'l Bond Index	10/2	0.007	10.16
Intmd Gov't Inc	10/9	0.159	10.96
Invest Grade Bnd	10/9	0.227	8.52
Lmtd Term Bond	10/9	0.044	11.93
MD Municipal Inc	10/2	0.035	11.65
Mortg Securities	10/9	0.087	11.57
Puritan	10/9	0.628	25.32
Sht Tm Bnd Idx	10/9	0.034	10.34
Strat Div & Inc	10/2	0.094	15.15
Strat Real Return	10/2	0.056	8.07
Sustain Bond Idx	10/9	0.036	11.02
Telecom and Util	10/2	0.150	25.20
Total Bond	10/9	0.306	11.18
US Bond Index	10/9	0.095	12.42

Bond Funds

Longer-maturity taxable and municipal bond funds were in retreat last month as the yields on both the 10- and 30-year Treasuries both jumped 19 basis points to 0.88% and 1.65%, respectively. With bond prices moving inversely to their yields, **U.S. Bond Index** and its tax-free counterpart **Municipal Bond Index** slipped 0.5% and 0.2%, re-

spectively. However, Fidelity's most interest-rate-sensitive fund, **Long-Term Treasury Index** (it has the longest duration at 19.4 years) fell 3.3%. At the same time, with short-term interest rates barely budging last month **Short-Term Treasury Index** slipped just 0.1%. (Please see p. 11 for our update on **Inflation-Protected Index** fund.) ■

— John Bonnanzio

Inside Fidelity

Shareholder Reports — As we first reported to readers last year, paper copies of a fund's annual report, its prospectus and other shareholder information will no longer be automatically mailed next year. As is currently the case, all such information will be posted on Fidelity's website. However, if you still want paper copies, you can get them, but you must contact Fidelity by calling their toll-free number or emailing through your account. If you have

already elected to receive shareholder reports electronically, you needn't take any further action.

New ETF Benchmarks — Fidelity's Sector ETFs (on page 8 of the *Scorecard*) have new capitalization-weighted benchmarks that more closely align to those used by their respective Select funds. For some industry groups these changes may provide actively managed Selects a longer-term performance edge. (We'll have more to say about this in future reports.) ■

2020 TAXES

Year-End Fund Distributions

Thanks in large part to unrealized gains back in 2019 and selling activity in March of this year, a number of funds are set to distribute sizeable year-end capital gains. On the other hand, some funds may have offset last year's gains with losses from this year, so the potential tax consequences for these funds may be muted. (Regardless, any capital gains for the 2020 tax year will be reported to shareholders on Form 1099-DIV early next year.)

With that in mind, the estimates we've provided on our website (see box) will likely change for a couple of reasons: 1. Over the next several weeks, managers will continue to buy and sell shares which can alter a fund's year-end distribution amount, and; 2. Our estimates for all funds' distributions expressed as a percent of their NAVs as of Oct. 29, are likely to have changed since that date.

Also note that these are capital gains estimates only (dividends are not included). ■

Year-end (2020) distribution estimates for 114 of Fidelity's funds are posted on our website. If you hold your funds in a taxable account only, this information will help you to: 1. Avoid buying a potentially costly taxable distribution at year-end and; 2. Provide an early snapshot as to your tax liability from your mutual funds this year.

Go to: fmandi.com

Fidelity Monitor & Insight (ISSN 0892-2934) is published monthly for \$249 per year by **Independent Fidelity Investors Inc (IFI)**.

Executive Editor: Jack Bowers **Editors:** John Boyd, John Bonnanzio **Production & Design:** Kim Dowgos, Sherraden Marston **Webmaster:** Kim Dowgos. All material presented is compiled from sources believed reliable, but accuracy cannot be guaranteed. Before buying any mutual fund, you should read its prospectus carefully. IFI does not render legal, accounting or tax advice. Copyright ©2020. Reproductions in whole or in part are prohibited except by permission. Send address changes to *Fidelity Monitor & Insight* P.O. Box 19189 Reno, NV 89511.

Editorial Questions: editorial@fmandi.com **Subscription Questions:** memberservices@fmandi.com or 800-444-6342