

FIDELITY MONITOR & INSIGHT

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MESSAGE FROM JACK

Are ETFs “Better” Than Open End Mutual Funds?

It's clear that many investors have a pre-conceived notion that ETFs are a better way to invest than open-ended mutual funds. But is this really true? Let's break it down:



Jack Bowers

- **Trading Flexibility.** ETFs have a clear advantage here, because you can buy and sell during market hours at the next available price or use specified limits. And because they trade like stocks, you can buy on margin or sell them short. Mutual funds, in contrast,

can only be purchased or sold (without leverage) at the day's closing price, and often come with minimum holding periods (in Fidelity's case 30 days).

- **Expenses.** Here it depends on the investment type. Fidelity's index funds generally have lower expense ratios than most ETFs that track the same benchmark. Actively run Selects are a mixed bag versus comparable ETFs. But when it comes to active ETFs that mimic their own funds (including equity and bond offerings), costs tend to be slightly lower. For example, **Blue Chip Growth** the mutual fund has a 0.79% expense ratio versus Blue Chip Growth the ETF which is 0.59%. (A comparative table is provided on p. 11.)

- **Trading Cost.** Open end mutual funds have a clear advantage here, because no-load shares are bought and sold directly through the mutual fund company at net asset value. With ETFs, you are using the secondary market, which usually means paying a little more than net asset value when you buy, and getting a little less than net asset value when you sell. Even if the transaction is commission-free, this pricing spread can wipe away any advantage that might come from a lower expense ratio.

- **Range Of Investment Choices.** Here again it depends on what you're after. ETFs have the advantage when it comes to indexing or making focused bets on commodities, specific countries or regions, or unusual asset classes. (See the box on p. 11 for Fidelity's latest plan for an ETF launch.) Some even come with built-in leverage for the “high rollers.” In contrast, mutual funds tend to offer a more diverse range of choices when it

MARKET OUTLOOK

Inflation Not Likely To Rise Enough To Really Hurt Stocks

In their response to the pandemic-induced recession, it's clear that the Federal Reserve (and Congress) is committed to erring on the side of too much stimulus — at the risk of igniting inflation — rather than too little at the risk of another recession and deflation. I believe that is the correct approach. Inflation can be broken; it is painful, but it is fairly straight forward, whereas deflation is a much harder problem to solve.



John M. Boyd

In the debate over the recent stimulus program, the opposition argument was that the economy is already recovering from the pandemic, the end of which is in sight, so further stimulus is not needed and would just be inflationary. The bond market seems to be worried about this as yields have risen sharply.

However, as the impact of the first stimulus program has waned, we have seen a downward reversal in many economic indicators. Personal income fell 7.1% in February, retail sales slumped 3.0%, industrial production dropped 2.2%, existing home sales dropped 6.6%, (though slim inventories of homes for sale takes some of the blame), and new orders for non-defense capital goods fell 0.8%, the first decline there since last April.

From my vantage point that suggests that the new stimulus bill is well-timed. It does not mean we absolutely could not have done without it. Perhaps there was already enough momentum in the economy to keep the recovery going until the pandemic is actually under control. But what if one of the more contagious (and potentially more deadly) variants takes hold. Or the easing of restrictions prompts a new surge in cases and we have to go back to more restrictive actions once again. In that case, having the “backstop” of the additional stimulus program would be welcome indeed.

But What About The Inflation Risk?

Last month I argued that there were still too many deflationary forces at play to allow inflation to really break out. Analyst Eric Basmajian looked at it in a different way by examining the conditions at the start of the previous

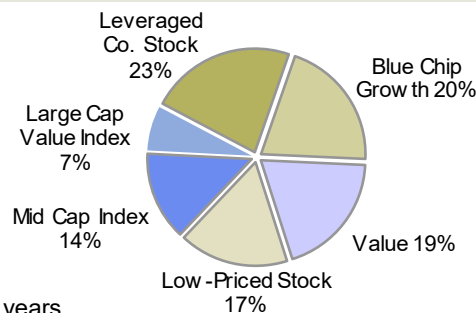
Unique Opportunities Target Risk: 1.20 (Current: 1.26) Foreign Holdings: 11.2% **YTD Return: 7.8%**

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

Holdings	Ticker	NAV	Shares	Value	Mar Ret
Leveraged Co. Stock	FLVCX	\$44.97	4,763.71	\$214,224	2.2%
Blue Chip Growth	FBGRX	168.14	1,157.55	194,631	-0.5
Value	FDVLX	14.20	12,997.51	184,565	7.7
Low-Priced Stock	FLPSX	55.35	2,909.79	161,057	7.3
Mid Cap Index	FSDMX	29.21	4,491.66	131,201	2.7
Large Cap Value Index	FLCOX	14.76	4,488.67	66,253	5.9

Current Value (3/31/99 = \$100,000) \$951,931 2.4%

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



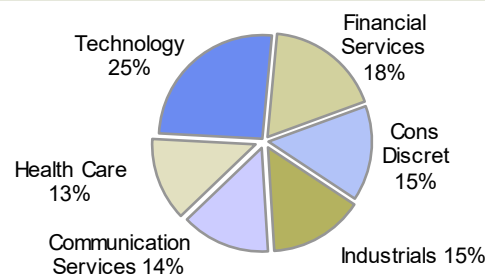
Select Target Risk: 1.20 (Current: 1.12) Foreign Holdings: 6.3% **YTD Return: 6.7%**

Stocks: 99.4% Bonds: 0.0% Cash: 0.6% Alternatives*: 0.0% Yield: 0.3%

Holdings	Ticker	NAV	Shares	Value	Mar Ret
Technology	FSPTX	\$27.48	65,033.77	\$1,787,128	-0.1%
Financial Services	FIDSX	12.03	104,069.79	1,251,960	6.8
Consumer Discretionary	FSCPX	70.38	14,689.48	1,033,846	3.5
Industrials	FCYIX	39.47	26,045.19	1,028,004	6.2
Communication Services	FBMPX	90.77	10,617.59	963,759	3.3
Health Care	FSPHX	32.27	28,009.23	903,858	0.4

Current Value (12/31/88 = \$100,000) \$6,968,554 3.1%

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



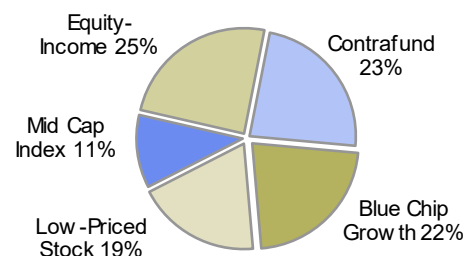
Growth Target Risk: 1.00 (Current: 1.03) Foreign Holdings: 11.0% **YTD Return: 6.8%**

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

Holdings	Ticker	NAV	Shares	Value	Mar Ret
Equity-Income	FEQIX	\$66.97	17,194.57	\$1,151,520	5.2%
Contrafund	FCNTX	16.80	65,544.40	1,101,146	2.1
Blue Chip Growth	FBGRX	168.14	6,211.30	1,044,367	-0.5
Low-Priced Stock	FLPSX	55.35	15,993.52	885,241	7.3
Mid Cap Index	FSDMX	29.21	18,009.74	526,065	2.7

Current Value (12/31/86 = \$100,000) \$4,708,339 3.3%

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



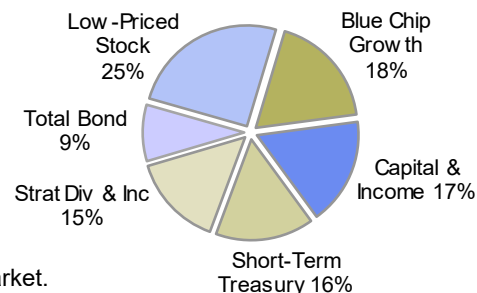
Growth & Income Target Risk: 0.66 (Current: 0.70) Foreign Holdings: 16.8% **YTD Return: 3.9%**

Stocks: 54.1% Bonds: 25.7% Cash: 2.1% Alternatives*: 18.2% Yield: 1.1%

Holdings	Ticker	NAV	Shares	Value	Mar Ret
Low-Priced Stock	FLPSX	\$55.35	4,724.18	\$261,483	7.3%
Blue Chip Growth	FBGRX	168.14	1,128.33	189,718	-0.5
Capital & Income	FAGIX	11.06	16,079.35	177,838	0.7
Short-Term Treasury	FUMBX	10.73	15,147.83	162,536	-0.2
Strat Div & Inc	FSDIX	17.07	8,979.97	153,288	3.3
Total Bond	FTBFX	10.96	8,574.92	93,981	-1.1

Current Value (12/31/93 = \$100,000) \$1,038,844 1.5%

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



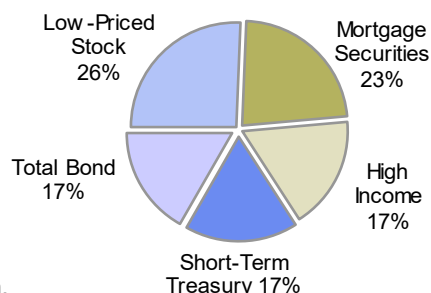
Income Target Risk: 0.33 (Current: 0.37) Foreign Holdings: 16.6% **YTD Return: 2.4%**

Stocks: 25.5% Bonds: 53.6% Cash: 2.1% Alternatives*: 18.8% Yield: 1.3%

Holdings	Ticker	NAV	Shares	Value	Mar Ret
Low-Priced Stock	FLPSX	\$55.35	2,300.47	\$127,331	7.3%
Mortgage Securities	FMSFX	11.45	9,955.60	113,992	-0.6
High Income	SPHIX	8.65	9,962.81	86,178	0.4
Short-Term Treasury	FUMBX	10.73	8,018.99	86,044	-0.2
Total Bond	FTBFX	10.96	7,595.82	83,250	-1.1

Current Value (12/31/91 = \$100,000) \$496,795 1.5%

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



two periods of lasting (10-years) inflation, 1941-1951 and 1972-1982, compared to today. In the prior two periods, GDP was on a tear, rising at a 5-year annualized rate of 7.1% in the 40s and 3.3% in the 70s, but it is just limping along at 1.1% today. (We will see a temporary spike in GDP growth this year thanks to easy comparisons to 2020.)

Demographics are not favorable, either. Long-term GDP is a product of population growth and productivity. To sustain, say 4% GDP growth with long-run productivity of around 2%, we would need 2% population growth. But population growth is just 0.6% today. Slow population growth can be offset by a rising employment-to-population ratio, which would boost GDP as it did in the 1970s. However, that figure has instead been on a sharp decline since the late 1990s. In short, today's environment does not look likely to foster a sustained period of inflation.

How Much Inflation Is Too Much?

How much inflation would it take to really damage stocks? Walt Czaicki and David Wong of AllianceBernstein analyzed the returns of the S&P 500 under different inflationary periods. When inflation was in the 2-4% range, the S&P 500 averaged an annual gain of 11.2%. In the 4-6% range, that return dropped to 4.1%. And when inflation was over 6%, the return was just 2.8%. While inflation could spike higher in the months ahead — as individuals start spending their accumulated savings from the stimulus programs — a sustained period of inflation higher than 4% is unlikely. So ignore the noise and stay with a well-diversified portfolio. ■

— John M. Boyd

FUNDS YOU SHOULD BUY NOW

Growth: Blue Chip Growth, Growth Co. and **OTC** are aggressive large-cap options; **Growth Discovery** and **Contrafund** are somewhat more conservatively positioned resulting in lower risk levels. **Value** and **Low-Priced Stock** have lower market caps (both funds have some small-cap exposure) and hold companies that are significantly less pricey.

Growth & Income: Equity-Income holds attractively valued, dividend-producing stocks., whereas **Strategic Dividend & Income** emphasizes income over capital appreciation (see p. 4 fund profile).

High-Yield: High Income and **Capital & Income** (both hold 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: Short-Term Treasury Index effectively eliminates credit risk and has only limited interest-rate-risk. **Mortgage Securities** strikes a good balance between yield, limited rate-risk and minimal credit risk. **Total Bond** provides broad bond market exposure.

Muni Bond Funds: Conservative Income Muni remains our favorite fund for tax-free bond income. ■

MODEL PORTFOLIO TRADES

As announced on our Hotline message of Friday, March 26, on Monday, March 29 we made the following model portfolio trades:

Unique Opportunities Model:

We sold our entire position in **Int'l Cap App** [FIVFX] and purchased **Low-Priced Stock** [FLPSX] with the proceeds.

Growth & Income Model:

We sold our entire position in **Int'l Cap App** [FIVFX] and purchased **Strategic Dividend & Income** [FSDIX] with the proceeds.

Annuity Growth & Income Model:

We sold our entire position in **VIP Int'l Cap App** [FVJIC] and purchased **VIP Equity Income** [FLOLC] with the proceeds.

Remember that fund tickers differ among versions of Fidelity's annuity offerings, so the above VIP tickers may not match yours, but the underlying funds are the same.

Trade Rationale: The sale of Int'l Cap App (and its annuity clone) reflects our concerns that vaccination rates abroad are low and that Covid remains a considerable economic burden. Slower GDP growth in Europe and especially the emerging markets may push the U.S. dollar even higher. Up nearly 3% this year, such gains are a headwind for Fidelity's international funds which don't hedge against currency risk.

While Low-Priced Stock has considerable foreign stock exposure, its emphasis on smaller-cap and more value-oriented (less pricey) stocks has been a net positive for the fund. As for Strategic Dividend & Income, its focus on dividend-paying stocks drives its 2.5% dividend yield, while its diversified portfolio also keeps a lid on risk.

In the Growth & Income Annuity Model (p. 10), VIP Equity-Income also allows us to control portfolio risk as its relative volatility is five percentage points lower than the S&P 500. Also used in our VIP Growth (and "regular" Growth) models, this large-cap value-oriented fund should continue to benefit from its exposure to economically sensitive cyclicals. ■

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.

FUND PROFILE

Strategic Dividend & Income: A Lower-Risk Stock Fund For Income

This asset allocation fund is the newest addition to our Growth and Income (G&I) Model — see trade box on p. 3.

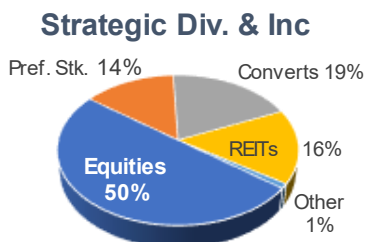
Classified in our *Scorecard* as a Specialty fund (p. 8), **Strategic Dividend & Income** (SDI) holds several varieties of higher-yielding equities. Its neutral mix consists of large-cap, dividend-paying common stocks (50%), as well as preferred stocks (20%). REITs and convertibles make up the rest at 15% apiece. Over time, one can expect to see that mix migrate a bit — but rarely dramatically. (The pie shows its current allocation.) But from a style perspective, it is always a large-cap value fund.

Beyond its diversification, SDI's strategically-engineered mix of stocks is geared to achieve what Fidelity calls "reasonable income." Historically, that has meant generating income in excess of the S&P 500. Indeed, SDI yields about 2.5%

versus 1.5% for the market. While that certainly serves our purpose well, the fund also moderates portfolio risk — at 0.76, its relative volatility is about three-quarter's as much as the S&P.

Returning to SDI's current allocation, there are essentially two "bets" that co-lead managers Adam Kramer and Ford O'Neil are making: convertibles are overweighted by about four percentage points, whereas preferred stocks are underweighted by six percentage points.

As to the former, Kramer says that "we're seeing the most attractive risk/reward trade-offs among convertible securities and dividend-paying stocks." That optimism is driven partly by the manager's view that the U.S. economy's rebound, coupled with pent-up demand for various goods and services, may produce better-than-expected corporate profits this year.



Value Options Shine

While rising tides have lifted the fortunes of all value-oriented funds this year, the best performers therein have been the small- and mid-cap fare. Most notably, **Small Cap Value** leads all varieties of stock funds (value and otherwise) with a first-quarter return of 22.2%!

During this same period, Fidelity's seven large-cap value options rose an average of 10.8% while the average large-cap growth fund gained 2.6%. In other words, value is trumping growth. At the same time, small-caps are outpacing large-caps.

While our models still have a large-cap growth-stock bias, a se-

ries of trades have increased our value exposures by more than 20% in the equity-oriented portfolios. (Fortunately, we also lowered the models' market caps thanks, in part, to the controversial addition of **Low-Priced Stock** at the expense of **Contrafund** and **Growth Strategies**.)

VIP Equity-Income

VIP Equity-Income is a clone of its retail counterpart of the same name. They have the same manager, and their sector weights, top holdings, and other metrics are all nearly identical. Indeed, the only measurable difference is that the annuity fund's dividend yield is typically a bit lower owing to the annuity charge. ■

Action Recommendation

If there's a downside to holding SDI, it's that we're handing over some of the G&I Model's asset allocation decisions to others. But at just 15% of the model's assets, that's not a significant concession. And, by-the-way, SDI's co-managers and sub-portfolio managers, who do the actual security selection in their respective sleeves, happen to be quite skilled!

So it's worth repeating that even though SDI is a U.S. equity fund that has replaced a foreign stock fund in the G&I Model, SDI's primary mission is to generate income without altering the model's overall risk.

To that end, performance expectations should be restrained relative to "pure" stock funds. Up a modest 5.4% last quarter, SDI trailed the average large-cap value fund (up 10.8%). However, the latter are almost a third more risky. Bottom line: If SDI provides some capital appreciation in addition to its income (along with **Low-Priced Stock** and **Blue Chip Growth**, these equity funds are over 40% of the model's assets), it should be considered icing on the cake. ■

— John Bonnanzio

Other value funds held in the models include **Value** (which holds large- and mid-caps) as well as **Large Cap Value Index** and **Equity-Income** (see box).

With a high market cap of \$125 billion, Equity-Income has recently trailed its peers (but is matching its benchmark) over the past year. Its market cap is a function of its income mandate which, in turn, lowers its risk and that of the models holding it. That effectively creates "space" for riskier funds such as **Blue Chip Growth**.

While value funds of all market caps should continue to benefit from an improving U.S. economy, they may also help to improve diversification. ■

FUND COMMENTARY

Value Stocks Rally Past Growth In First Quarter; Bonds Face Stiff Headwinds

Despite valiantly rallying on the last day of March, growth stocks (including tech and biotech) dramatically trailed value stocks during the first quarter.



John Bonnanzio

An even wider performance chasm appeared by market cap: smaller company shares easily outpaced large caps for the month and quarter.

While elements of this market rotation have been in play for a while, February and March saw funds rich with shares of banks, energy firms and other economically sensitive cyclicals take flight. Small- and mid-sized companies in many of these same sectors fared even better last quarter. In relative terms, large-cap growth funds struggled, though only a handful of offerings ended the period in the red.

The good news this year is that rapidly shifting market currents appear to have given actively managed funds the upper hand over passive index offerings.

A Most Unusual Quarter

In January, the slow pace of Covid-19 vaccinations, resurgent infections and rising deaths unnerved stock and bond investors. Amid that unease, two special elections flipped control of the Senate to the Democrats. And the next day, the Capitol was attacked.

Financial markets barely flinched. Nor did investors pay much attention to President Biden's inauguration. But what did catch their attention were a bunch of clever, small-time investors leveraging the power of the internet to "short-squeeze" Wall Street's smart money.

By February, the market's attention was squarely back on Covid, where the news was getting better.

Stocks took flight — especially cyclicals and more so small caps, which resumed their outperforming ways. But what was good for risk assets was a negative for safe harbor bonds — especially longer-maturity Treasuries. While expectations of accelerating GDP growth has been fanning inflation fears for months, it now appears that fiscal year-end selling by Japanese institutions intensified February's bond fiasco.

As for March, fund performance looked much the same as February: major U.S. equity indexes reached new heights, though bond yields rose as investors feared inflation rising down the road (see *Market Outlook* on p. 1).

Market Indexes

With cyclicals and other value stocks surging in March, the Dow Jones 30 Industrials Average soared 6.8%; it rose 8.3% for the first quarter. The S&P 500 fared nearly as well gaining 4.4% and 6.2%, respectively, for the month and quarter. As for the tech-rich Nasdaq Composite, it meandered higher in March (up 0.5%) and gained a relatively disappointing 3.0% over the first three months of the year.

Moving down in market cap, the small-cap Russell 2000 floundered in March (up 1.0%). But its year-to-date return of 12.7% placed it well ahead of other indexes including Russell's mid-cap benchmark which was up 2.7% and 8.1%, respectively, for the month and year.

Fund Commentary cont'd on page 12

April Scorecard Rating Changes

Fund	Ratings			Comments
	Old	New		
Blue Chip Value	H	B	↑	Stronger economy bodes well for value stocks.
Canada	H	B	↑	A play on rising demand for raw materials.
Disciplined Equity	B	H	↓	Emphasis on growth stocks is hampering returns.
Disruptive Tech	B	H	↓	Prefer more U.S.-oriented Select Technology fund.
Focused High Income	B	B	↓	Poor performance relative to benchmark.
Focused Stock	B	B	↓	Emphasis on growth stocks is hampering returns.
Int'l Cap App	B	B	↓	Prefer more U.S.- and value-oriented equity funds.
Mid-Cap Stock	H	B	↑	Manager's stockpicking is adding value.
Mid Cap Value	B	B	↑	Stronger economy bodes well for value stocks.
Mid Cap Value Index	B	B	↑	Stronger economy bodes well for value stocks.
MSCI Real Estate	S	H	↑	An earnings recovery is taking place in this sector.
Multi-Asset Income	B	B	↑	Asset mix includes convertibles and other high-yield.
Real Estate Index	S	H	↑	An earnings recovery is taking place in this sector.
Real Estate Inv	S	H	↑	An earnings recovery is taking place in this sector.
Sel Materials	H	B	↑	Outlook for various raw materials (and packaging) rising.
Small Cap Growth	B	B	↓	Market presently favoring more value-oriented fare.
Small Cap Growth Index	B	B	↓	Market presently favoring more value-oriented fare.
Small Cap Value	B	B	↑	Stronger economy bodes well for value stocks.
Small Cap Value Index	B	B	↑	Stronger economy bodes well for value stocks.
Strat Div & Inc	H	B	↑	See Fund Profile on p. 4.
Strategic Income	B	B	↑	Fund is performing well against its benchmark.
VIP Int'l Cap App	B	B	↓	Prefer more U.S.- and value-oriented stock funds.
VIP Materials	H	B	↑	Outlook for various raw materials (and packaging) rising.
VIP Real Estate	S	H	↑	An earnings recovery is taking place in this sector.
VIP Strategic Income	B	B	↑	Fund is performing well against its benchmark.
Worldwide	B	B	↓	Large stake in foreign stocks; prefer U.S. fund options.

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

MARCH 31, 2021

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)					Rel Vol (Risk) ¹
					Mar	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	
Comparative Indexes		S&P 500	3972.9		4.4	6.2	6.2	56.3	16.8	16.3	13.9	10.0	1.00
		Nasdaq Composite	13246.9		0.5	3.0	3.0	73.4	24.5	23.4	18.2	13.4	1.12
		Dow Jones Industrials	32981.6		6.8	8.3	8.3	53.8	13.6	16.0	13.1	10.3	1.02
		Russell 2000 (Small Caps)	2220.5		1.0	12.7	12.7	94.8	14.8	16.4	11.7	8.8	1.40
		Bloomberg Barclays Agg Bond*			-1.3	-3.5	-3.5	0.4	4.7	3.0	3.4	2.8	0.19
Model Portfolios		Unique Opportunities			2.4	7.8	7.8	82.7	19.8	18.8	13.1	9.7	1.26
		Select			3.1	6.7	6.7	76.3	20.4	19.3	15.4	11.4	1.12
		Growth			3.3	6.8	6.8	74.4	19.6	18.5	13.2	9.5	1.03
		Growth & Income			1.5	3.9	3.9	49.9	14.8	13.8	10.7	8.0	0.70
		Income			1.5	2.4	2.4	22.6	7.5	6.7	5.9	5.1	0.37
											Rel Vol (Risk) ¹	Assets (\$Mil)	
LARGE CAP GROWTH					Average	1.2	2.6	2.6	67.0	21.8	21.0	15.7	1.06
312	FBGRX	Blue Chip Growth	168.14	Buy	-0.5	3.1	3.1	93.8	29.9	26.7	19.1	1.20	\$42,745
307	FDCAX	Capital Appreciation	43.72	OK to Buy	1.4	4.7	4.7	68.2	19.1	17.8	14.5	1.00	5,821
22	FCNTX	Contrafund	16.80	Buy	2.1	2.5	2.5	57.4	18.8	19.1	15.1	1.02	111,261
3	FFIDX	Fidelity Fund	64.63	Hold	3.7	3.6	3.6	51.3	17.8	17.0	13.2	0.93	5,092
333	FTQGX	Focused Stock	31.88	OK to Buy ↓	1.2	2.4	2.4	59.8	21.8	20.8	15.1	1.04	3,367
3336	FIFNX	Founders Fund	17.65	OK to Buy	-0.8	3.5	3.5	73.2	--	--	--	--	89
25	FDGRX	Growth Company (Closed)	33.67	Buy	-1.0	2.4	2.4	94.6	29.2	28.4	19.9	1.26	44,313
339	FDSVX	Growth Discovery	53.24	Buy	0.5	2.9	2.9	70.6	24.0	22.8	16.6	1.03	2,675
73	FDFFX	Independence (Closed)	46.57	Hold	2.7	0.5	0.5	49.4	16.0	16.2	12.0	0.98	4,054
1829	FLGEX	Lrge Cap Growth Enhcd Index	28.99	OK to Buy	2.4	3.9	3.9	62.8	21.1	19.4	15.8	1.02	1,514
2826	FSPGX	Lrge Cap Growth Index	24.00	Buy	1.7	1.0	1.0	62.6	22.7	--	--	1.05	6,592
21	F MAGX	Magellan	13.11	Hold	2.7	0.5	0.5	49.3	16.5	16.8	13.0	0.97	21,004
1282	FNCMX	Nasdaq Composite Index	166.50	OK to Buy	0.5	2.9	2.9	73.2	24.3	23.2	18.0	1.12	11,578
93	FOCPX	OTC	18.12	Buy	0.2	3.4	3.4	75.6	25.7	26.2	18.8	1.15	19,574
320	FDSX	Stock Selector All Cap	60.37	Hold	3.3	6.2	6.2	66.2	16.6	17.3	13.2	1.09	6,876
5	FTRNX	Trend	145.87	Buy	-0.9	-1.4	-1.4	64.6	23.0	21.6	16.3	1.06	3,281
LARGE CAP BLEND					Average	4.3	7.5	7.5	57.0	14.3	14.3	12.3	1.07
2328	FXAIX	500 Index	138.21	OK to Buy	4.4	6.2	6.2	56.3	16.8	16.3	13.9	1.00	308,434
315	FDEQX	Disciplined Equity	53.52	Hold ↓	2.5	3.1	3.1	57.9	17.4	15.3	12.7	1.00	1,769
330	FDGFX	Dividend Growth	33.69	OK to Buy	4.2	8.6	8.6	56.7	10.6	11.5	9.9	1.16	5,658
332	FEXPX	Export and Multi (Closed)	20.48	OK to Sell	3.9	3.5	3.5	36.7	4.9	7.8	8.3	1.13	1,067
27	FGRIX	Growth & Income	48.79	OK to Buy	5.6	11.4	11.4	56.9	13.9	14.2	12.4	1.08	6,785
1827	FLCEX	Lrge Cap Core Enhcd Index	20.52	OK to Buy	4.6	8.1	8.1	56.6	16.4	16.0	13.7	0.98	1,266
338	FLCSX	Large Cap Stock	39.34	OK to Buy	5.3	12.1	12.1	62.9	14.5	15.3	12.9	1.15	2,849
361	FGRTX	Mega Cap Stock	18.03	OK to Buy	3.9	11.9	11.9	64.1	16.6	15.8	13.4	1.08	978
300	F MILX	New Millennium	41.67	OK to Buy	5.8	13.9	13.9	66.6	12.3	14.1	11.8	1.14	2,679
2361	FSKAX	Total Market Index	114.66	Buy	3.5	6.4	6.4	62.7	17.1	16.6	13.8	1.05	62,566
5029	FULVX	U.S. Low Volatility Equity	10.96	OK to Sell	4.8	2.1	2.1	31.0	--	--	--	--	337
2941	FITLX	U.S. Sustainability Index	17.41	OK to Buy	4.5	6.9	6.9	55.7	17.4	--	--	0.97	981
3396	FWOMX	Women's Leadership	14.62	OK to Buy	3.8	7.1	7.1	70.4	--	--	--	--	88
3231	FNILX	Zero Large Cap Index	14.13	Buy	3.7	5.1	5.1	57.7	--	--	--	--	3,532
3227	FZROX	Zero Total Market Index	14.34	Buy	3.5	6.3	6.3	62.3	--	--	--	--	8,877
LARGE CAP VALUE					Average	6.6	10.8	10.8	56.0	10.6	11.0	10.1	1.06
1271	FBCVX	Blue Chip Value	21.66	Buy ↑	7.2	9.6	9.6	50.5	6.3	8.0	8.2	1.06	516
319	FEQTX	Equity Dividend Income	28.01	OK to Buy	7.5	10.0	10.0	53.0	10.1	10.9	9.6	1.09	4,891
23	FEQIX	Equity-Income	66.97	Buy	5.2	9.1	9.1	49.4	12.6	12.2	9.8	0.95	6,575
1828	FLVEX	Lrge Cap Value Enhcd Index	15.87	Buy	5.9	12.8	12.8	58.5	11.3	12.5	11.7	1.07	5,295
2830	FLCOX	Lrge Cap Value Index	14.76	Buy	5.9	11.2	11.2	56.1	11.0	--	--	1.08	3,449
708	FSLVX	Stock Sel Large Cap Value	24.51	OK to Buy	6.8	11.8	11.8	61.6	11.1	10.9	10.5	1.14	421
832	FVDFX	Value Discovery	35.68	Buy	7.3	10.9	10.9	62.8	11.6	11.5	10.9	1.03	2,885
MID-CAP GROWTH					Average	-1.2	-0.2	-0.2	62.2	17.3	15.6	12.4	1.02
324	FDEGX	Growth Strategies	59.84	OK to Buy	-0.4	0.2	0.2	56.2	17.3	15.6	12.4	1.02	2,942
3403	FMDGX	Mid Cap Growth Index	27.98	Buy	-1.9	-0.5	-0.5	68.3	--	--	--	--	586
MID-CAP BLEND					Average	3.2	11.1	11.1	84.2	14.9	15.2	12.3	1.25
2365	FSMAX	Extended Market Index	89.95	Buy	-0.4	7.8	7.8	97.9	18.2	18.0	13.1	1.38	37,529
2012	FMEIX	Mid Cap Enhanced Index	18.82	OK to Buy	3.1	9.7	9.7	74.0	12.9	13.4	12.0	1.20	1,789
2352	FSMDX	Mid Cap Index	29.21	Buy	2.7	8.2	8.2	73.6	14.7	14.7	--	1.20	20,644
337	FMCSX	Mid-Cap Stock	42.69	OK to Buy ↑	6.1	14.9	14.9	79.0	14.5	14.9	12.0	1.17	5,777
2412	FSSMX	Stock Selector Mid Cap	46.76	OK to Buy	4.9	12.8	12.8	86.6	14.4	15.1	11.9	1.33	386
3230	FZIPX	Zero Extended Market Index	13.08	OK to Buy	2.8	13.5	13.5	93.8	--	--	--	--	1,059

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

MARCH 31, 2021

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹	Assets (\$Mil)	
					Mar	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year			
MID-CAP VALUE					Average	7.2	15.9	15.9	84.5	11.8	12.1	10.7	1.34	
316	FLPSX	Low-Priced Stock ⁵	55.35	Buy	7.3	13.8	13.8	72.9	12.2	12.7	11.4	1.11	\$26,884	
762	FSMVX	Mid Cap Value	26.88	Buy↑	9.3	17.4	17.4	75.0	7.4	9.2	9.9	1.32	1,069	
3404	FIMVX	Mid Cap Value Index	24.79	Buy↑	5.1	13.0	13.0	73.2	--	--	--	--	785	
39	FDVLX	Value	14.20	Buy	7.7	18.5	18.5	106.7	13.8	13.0	11.1	1.54	7,300	
14	FSLSX	Value Strategies	48.75	Buy	6.9	16.9	16.9	94.5	13.9	13.4	10.6	1.41	402	
SMALL CAP GROWTH					Average	-2.4	4.8	4.8	87.0	20.3	23.0	15.7	1.27	
1388	FCPGX	Small Cap Growth	35.66	OK to Buy↓	-1.7	4.8	4.8	84.1	20.3	23.0	15.7	1.27	4,252	
3405	FECGX	Small Cap Growth Index	29.74	OK to Buy↓	-3.1	4.9	4.9	89.9	--	--	--	--	314	
SMALL CAP BLEND					Average	2.4	13.3	13.3	92.8	14.1	14.2	10.8	1.39	
384	FSCRX	Small Cap Discovery	28.07	OK to Buy	5.2	16.7	16.7	96.6	11.6	11.4	11.0	1.47	3,024	
2011	FCPEX	Small Cap Enhanced Index	17.57	OK to Buy	1.6	14.1	14.1	97.3	13.4	13.9	11.6	1.39	729	
2358	FSSNX	Small Cap Index	28.16	OK to Buy	1.0	12.7	12.7	95.0	14.9	16.5	--	1.40	20,253	
340	FSLCX	Small Cap Stock	22.76	OK to Buy	3.1	10.4	10.4	88.4	13.3	13.0	9.0	1.41	1,558	
336	FDSCX	Stock Selector Small Cap	34.43	OK to Buy	1.2	12.6	12.6	86.9	17.2	16.3	11.6	1.27	1,531	
SMALL CAP VALUE					Average	5.4	21.7	21.7	98.5	12.3	12.9	11.6	1.38	
1389	FCPVX	Small Cap Value	20.71	Buy↑	5.7	22.2	22.2	100.1	12.3	12.9	11.6	1.38	2,340	
3406	FISVX	Small Cap Value Index	26.95	Buy↑	5.2	21.1	21.1	96.9	--	--	--	--	568	
REAL ESTATE														
1368	FIREX	International Real Estate	13.61	OK to Sell	0.6	0.9	0.9	33.0	8.6	9.4	8.1	0.81	304	
833	FRIFX	Real Estate Income	12.50	OK to Sell	3.0	6.1	6.1	41.0	8.2	7.1	7.6	0.93	2,241	
2355	FSRNX	Real Estate Index	15.83	Hold↑	5.1	9.0	9.0	35.3	7.1	3.7	--	1.08	2,426	
303	FRESX	Real Estate Investment	42.47	Hold↑	5.3	7.7	7.7	29.3	8.6	4.8	8.5	0.94	4,893	
ASSET ALLOCATION														
328	FASIX	Asset Manager 20%	14.39	Hold	-0.2	-0.5	-0.5	14.3	5.8	5.3	4.5	0.30	5,885	
1957	FTANX	Asset Manager 30%	12.36	Hold	0.0	0.1	0.1	20.4	7.2	6.9	5.6	0.39	2,318	
1958	FFANX	Asset Manager 40%	13.33	Hold	0.4	0.8	0.8	26.2	8.4	8.2	6.6	0.48	2,192	
314	FASMX	Asset Manager 50%	21.14	Hold	0.7	1.4	1.4	32.0	9.4	9.4	7.3	0.58	10,622	
1959	FSANX	Asset Manager 60%	15.14	Hold	1.1	2.1	2.1	38.0	10.3	10.5	8.1	0.68	3,535	
321	FASGX	Asset Manager 70%	26.81	Hold	1.5	3.0	3.0	44.0	11.1	11.7	8.8	0.77	6,048	
347	FAMRX	Asset Manager 85%	24.44	Hold	2.1	4.0	4.0	53.2	12.4	13.4	9.9	0.91	3,101	
304	FBALX	Balanced	29.55	Buy	2.6	4.5	4.5	48.4	15.1	13.7	10.9	0.76	33,845	
355	FFNOX	Four-in-One Index	57.68	Hold	2.5	4.2	4.2	48.2	12.6	12.8	10.2	0.86	7,818	
3083	FMSDX	Multi-Asset Income	13.94	Buy↑	2.4	7.1	7.1	40.1	15.3	11.6	--	0.57	511	
4	FPURX	Puritan	27.18	Buy	1.5	4.5	4.5	41.9	13.7	13.0	10.5	0.69	26,574	
INTERNATIONAL					Average	1.2	2.7	2.7	56.3	9.1	12.1	7.5	1.02	
309	FICDX	Canada	58.98	OK to Buy↑	7.1	10.0	10.0	54.4	9.8	9.2	3.2	1.11	747	
352	FHKCX	China Region	58.84	Hold	-3.9	5.7	5.7	75.1	19.2	22.2	11.7	1.13	2,193	
325	FDIVX	Diversified International	47.64	OK to Buy	0.7	-0.1	-0.1	47.3	10.0	10.4	7.1	0.90	10,573	
351	FSEAX	Emerging Asia	68.13	OK to Buy	-6.0	-0.3	-0.3	96.5	24.2	23.6	11.6	1.12	2,782	
2053	FEMEX	EMEA (Closed)	10.17	Sell	5.9	10.7	10.7	63.7	1.9	9.5	2.7	1.30	48	
322	FEMKX	Emerging Markets	46.53	Hold	-2.5	1.9	1.9	67.0	13.7	17.1	6.7	1.01	6,171	
2374	FEDDX	Emerging Mkts Discovery	17.43	Hold	0.4	3.6	3.6	69.9	4.1	11.5	--	1.18	232	
2344	FPADX	Emerging Markets Index	13.10	Hold	-1.1	2.8	2.8	59.1	6.2	12.1	--	1.04	5,188	
5031	FEOPX	Enduring Opportunities	14.20	OK to Buy	1.3	2.4	2.4	65.1	--	--	--	--	16	
301	FIEUX	Europe	43.84	OK to Buy	2.6	3.5	3.5	57.2	8.9	9.4	6.6	1.03	920	
2406	FGILX	Global Equity Income	18.05	Buy	3.0	4.5	4.5	47.8	13.1	11.8	--	0.87	82	
2348	FSGGX	Global ex U.S. Index	15.10	Hold	1.5	3.6	3.6	49.9	6.4	9.9	--	0.96	7,522	
335	FIVFX	International Cap App	27.64	OK to Buy↓	-0.3	-0.2	-0.2	47.3	12.3	13.3	9.9	0.85	5,169	
305	FIGRX	International Discovery	54.81	OK to Buy	1.2	3.2	3.2	57.8	10.3	11.4	7.5	0.94	8,138	
2010	FIENX	International Enhanced Index	10.79	Hold	3.1	5.1	5.1	46.5	4.8	8.8	6.1	0.97	1,444	
1979	FIGFX	International Growth	18.70	Hold	2.3	0.5	0.5	42.6	11.8	12.3	8.7	0.86	1,504	
2363	FSPSX	International Index	47.19	Hold	2.4	3.5	3.5	45.4	6.0	9.1	5.7	0.96	33,582	
818	FISMX	International Small Cap	32.88	Hold	3.2	7.4	7.4	64.2	6.3	11.1	8.7	1.07	1,494	
1504	FSCOX	Int'l Small Cap Opps (Closed)	24.53	OK to Buy	3.0	-0.5	-0.5	52.3	8.3	12.1	10.0	0.92	1,309	
2988	FNIDX	International Sustainability Idx	12.98	Hold	1.5	3.7	3.7	50.4	7.4	--	--	0.92	287	
1597	FIVLX	International Value	9.08	OK to Buy	3.7	7.2	7.2	54.3	3.5	6.1	3.4	1.16	544	
350	FJPNX	Japan	20.15	OK to Buy	0.9	0.5	0.5	54.3	9.5	13.4	8.1	0.88	284	
360	FJSCX	Japan Smaller Companies	17.70	OK to Sell	2.9	-0.4	-0.4	29.2	1.6	9.1	10.5	0.76	510	
349	FLATX	Latin America	20.74	OK to Sell	-0.9	-11.1	-11.1	39.2	-7.0	4.8	-5.1	1.97	313	
342	FNORX	Nordic	67.11	OK to Buy	1.8	1.7	1.7	78.6	16.2	12.1	10.3	1.04	377	
94	FOSFX	Overseas	60.46	OK to Buy	2.4	1.7	1.7	46.4	9.2	11.0	8.3	0.92	7,220	
302	FPBFX	Pacific Basin	44.54	OK to Buy	-1.3	1.6	1.6	62.4	13.6	16.1	11.2	0.91	1,311	
2369	FTEMX	Total Emerging Markets	15.73	Hold	-1.4	0.9	0.9	55.2	7.0	11.7	--	0.98	236	
1978	FTIEX	Total International Equity	11.74	OK to Buy	2.3	4.1	4.1	57.3	10.1	11.9	6.9	0.96	77	
2834	FTIHX	Total International Index	14.10	Hold	1.6	3.9	3.9	52.2	6.4	--	--	0.98	6,729	
318	FWWFX	Worldwide	35.04	OK to Buy↓	0.7	2.3	2.3	61.6	17.3	16.9	11.8	0.99	2,582	
3228	FZILX	Zero International Index	11.79	Hold	1.6	3.6	3.6	50.8	--	--	--	--	2,494	

FIDELITY SCORECARD

MARCH 31, 2021

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹	Assets (\$Mil)
					Mar	YTD	3 Mo.	1 Year	3 Year	5 Year	10Year		
SPECIALTY													
308	FCV SX	Convertible Securities	41.54	Buy	-2.4	3.9	3.9	68.3	23.2	17.4	10.5	0.86	\$1,999
2120	FFGCX	Global Commodity Stock	15.06	OK to Buy	0.9	12.9	12.9	77.2	7.6	12.0	-0.1	1.31	499
3488	FNSTX	Infrastructure Fund	11.81	OK to Sell	2.6	0.4	0.4	33.9	--	--	--	--	39
122	FLVCX	Leveraged Company Stock	44.97	Buy	2.2	9.6	9.6	99.6	16.5	15.9	11.3	1.45	2,358
1329	FSDIX	Strategic Dividend & Income	17.07	Buy↑	3.3	5.4	5.4	41.4	12.3	10.9	10.2	0.76	3,162
1505	FSRRX	Strategic Real Return	8.80	Hold	0.6	3.5	3.5	25.7	4.7	4.8	2.3	0.51	181
311	FIUIX	Telecom & Utilities	27.89	Hold	7.3	1.8	1.8	25.3	9.9	8.9	10.0	0.75	982
DISRUPTOR/MEGATREND FUNDS					Average	0.6	5.0	5.0					
6041	FARMX	Agricultural Productivity	18.25	OK to Buy	4.2	19.4	19.4	--	--	--	--	--	45
6036	FBOTX	Disruptive Automation	17.58	OK to Buy	1.6	2.8	2.8	--	--	--	--	--	112
6037	FNETX	Disruptive Communications	16.04	OK to Buy	-1.1	4.5	4.5	--	--	--	--	--	37
6038	FNTEX	Disruptive Finance	16.83	Hold	4.0	7.8	7.8	--	--	--	--	--	41
6039	FMEDX	Disruptive Medicine	12.51	Hold	-1.4	-0.1	-0.1	--	--	--	--	--	35
6040	FTEKX	Disruptive Technology	17.49	Hold↓	-4.8	-1.0	-1.0	--	--	--	--	--	142
6043	FGDFX	Disruptors	16.07	OK to Buy	-0.4	2.8	2.8	--	--	--	--	--	149
6042	FLOWX	Water Sustainability	13.88	Hold	2.9	3.7	3.7	--	--	--	--	--	41
SELECT PORTFOLIOS					Average	4.0	8.7	8.7	71.1	13.2	14.2	11.2	1.36
34	FSAIX	Air Transportation	70.23	Hold	5.8	11.0	11.0	72.2	3.0	8.6	11.7	1.70	392
502	FSAVX	Automotive	56.32	OK to Buy	4.1	7.7	7.7	139.1	25.9	19.3	12.4	1.54	200
507	FSRBX	Banking	28.18	Buy	7.1	26.6	26.6	96.8	7.0	14.1	10.9	1.75	637
42	FBIOX	Biotechnology	24.08	OK to Buy	-5.6	-4.4	-4.4	55.1	15.9	17.0	19.6	1.35	8,310
68	FSLBX	Brokerage & Investment	105.92	Buy	4.9	11.0	11.0	71.9	14.3	17.9	11.4	1.16	475
69	FSCHX	Chemicals	15.93	Hold	8.6	10.7	10.7	83.4	5.4	10.9	10.1	1.35	755
518	FSDCX	Communications Equip	42.54	OK to Sell	4.8	12.5	12.5	51.9	8.0	12.0	6.8	1.13	174
503	FBMPX	Communication Services	90.77	Buy	3.3	9.4	9.4	78.0	25.5	18.8	16.2	1.09	917
7	FDCPX	Computers	116.87	OK to Buy	1.9	6.5	6.5	82.7	25.9	25.7	15.6	1.13	790
511	FSHOX	Construction & Housing	86.73	OK to Buy	11.8	19.2	19.2	101.6	24.1	18.4	16.8	1.25	407
517	FSCPX	Consumer Discretionary	70.38	Buy	3.5	6.3	6.3	84.0	20.9	18.2	16.1	1.21	605
98	FSVLX	Consumer Finance	20.51	Hold	5.9	15.7	15.7	100.7	13.0	15.9	13.0	1.63	169
9	FDFA X	Consumer Staples	98.31	Hold	8.8	3.4	3.4	38.2	10.7	7.1	10.1	0.85	834
67	FSDAX	Defense & Aerospace	17.84	Hold	9.6	8.6	8.6	48.6	5.1	15.0	13.3	1.51	1,762
60	FSEN X	Energy	29.64	Hold	1.3	27.3	27.3	80.0	-9.5	-2.2	-3.9	2.28	1,103
43	FSE SX	Energy Service	18.93	Hold	-4.9	22.5	22.5	132.9	-22.1	-12.4	-11.9	3.05	305
516	FSLEX	Environment & Alt Energy	32.21	OK to Buy	6.8	8.9	8.9	78.9	13.8	16.1	9.9	1.27	412
66	FIDSX	Financial Services	12.03	Buy	6.8	18.3	18.3	83.7	10.7	15.2	10.9	1.41	706
41	FSAGX	Gold	25.88	Sell	3.8	-12.3	-12.3	37.4	12.7	8.3	-5.4	1.82	1,318
63	FSPHX	Health Care	32.27	Buy	0.4	1.7	1.7	42.2	19.3	17.7	17.9	0.98	10,329
505	FSHCX	Health Care Services	131.13	OK to Buy	8.3	6.5	6.5	45.6	19.3	16.7	14.9	1.11	1,188
515	FCYIX	Industrials	39.47	Buy	6.2	4.5	4.5	63.6	8.7	11.2	10.3	1.32	608
45	FSPCX	Insurance	64.19	Hold	4.9	9.8	9.8	54.7	9.1	11.5	11.9	1.14	193
353	FBSOX	IT Services	92.96	OK to Buy	-1.1	-0.8	-0.8	55.6	22.0	22.2	19.0	1.24	4,047
62	FDLSX	Leisure	19.35	Buy	2.2	8.3	8.3	90.4	15.7	15.4	14.6	1.46	740
509	FSDPX	Materials	92.19	OK to Buy↑	5.4	10.3	10.3	82.2	7.0	10.3	6.6	1.25	579
354	FSMEX	Medical Tech & Devices	74.99	OK to Buy	0.0	3.0	3.0	55.8	24.1	23.1	18.5	0.98	8,656
513	FSNGX	Natural Gas	12.86	Hold	3.0	21.6	21.6	62.3	-15.4	-7.9	-8.6	2.24	122
514	FNARX	Natural Resources	23.88	Hold	2.9	16.0	16.0	77.6	-4.0	0.9	-3.4	1.98	310
580	FPHAX	Pharmaceuticals	23.85	Hold	-0.3	0.7	0.7	24.3	14.9	10.3	12.8	0.84	820
46	FSRPX	Retailing	24.64	OK to Buy	4.9	8.3	8.3	89.9	25.2	22.2	20.7	1.21	4,284
8	FSELX	Semiconductors	17.83	Buy	1.4	9.9	9.9	98.2	30.1	32.5	22.0	1.49	5,834
28	FSCSX	Software & IT Services	27.30	OK to Buy	-0.0	0.7	0.7	63.0	26.7	26.8	20.9	1.09	11,750
64	FSPTX	Technology	27.48	Buy	-0.1	2.3	2.3	89.1	29.8	31.3	19.7	1.23	11,778
96	FSTCX	Telecommunications	70.48	Hold	5.1	3.5	3.5	35.8	13.8	9.5	9.3	0.77	256
512	FSRF X	Transportation	106.71	OK to Buy	7.8	11.3	11.3	76.3	11.3	13.7	12.8	1.31	374
65	FSUTX	Utilities	94.26	OK to Sell	8.9	2.8	2.8	25.6	10.7	10.4	10.9	0.78	972
963	FWRLX	Wireless	13.78	OK to Buy	3.3	0.7	0.7	54.1	21.3	18.8	12.8	0.91	449
SECTOR ETFs					Average	5.1	9.5	9.5	62.2	14.1	13.1	1.20	
	FCOM	MSCI Communication Services	49.32	OK to Buy	1.2	8.6	8.6	71.1	21.6	13.7	--	1.07	724
	FDIS	MSCI Consumer Discretionary	76.34	Buy	4.2	6.9	6.9	103.5	25.6	21.1	--	1.32	1,400
	FSTA	MSCI Consumer Staples	41.59	Hold	8.0	2.9	2.9	32.0	12.5	8.5	--	0.77	788
	FENY	MSCI Energy	13.25	Hold	3.1	32.0	32.0	84.7	-6.4	-1.6	--	2.31	776
	FNCL	MSCI Financials	48.95	Buy	5.8	16.5	16.5	70.5	9.3	15.2	--	1.35	1,200
	FHLC	MSCI Health Care	58.96	OK to Buy	2.0	2.4	2.4	39.2	16.0	14.8	--	0.89	2,500
	FIDU	MSCI Industrials	52.08	Buy	7.8	11.1	11.1	73.4	13.2	14.9	--	1.31	630
	FTEC	MSCI Information Technology	105.86	OK to Buy	0.7	1.5	1.5	70.3	28.3	27.5	--	1.17	5,400
	FMAT	MSCI Materials	44.25	Hold	8.3	10.7	10.7	83.9	12.6	14.1	--	1.23	318
	FREL	MSCI Real Estate	27.49	Hold↑	5.2	9.1	9.1	36.9	10.9	7.4	--	0.99	1,300
	FUTY	MSCI Utilities	41.49	OK to Sell	10.2	3.1	3.1	19.3	11.4	8.9	--	0.80	930

FIDELITY SCORECARD

MARCH 31, 2021

Fund No.	Fund Ticker	Fund Name	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				SEC %Yield	Dur ² (Yrs)	Rel Vol (Risk) ¹	
					Mar	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr				
TAXABLE BOND					Average	-0.9	-2.6	-2.6	1.8	4.3	2.9	3.1	0.93	5.1	0.21
2267	FCONX	Conservative Income Bond	10.05	Hold	-0.1	-0.0	-0.0	2.1	1.8	1.5	1.0	-0.03	0.4	0.06	
2208	FCBFX	Corporate Bond	12.32	Hold	-1.8	-4.6	-4.6	10.0	6.4	5.4	5.4	1.95	8.1	0.41	
2423	GBBFX	Global Credit	9.69	Hold	-0.8	-3.2	-3.2	12.0	6.0	4.4	--	1.49	7.5	0.42	
15	FGMNX	GNMA (Ginnie Mae)	11.71	Buy	-0.3	-0.4	-0.4	1.1	3.6	2.3	2.8	1.04	1.9	0.09	
54	FGOVX	Government Income	10.53	Hold	-1.3	-3.5	-3.5	-3.5	3.8	2.1	2.7	0.63	5.8	0.21	
2418	FIPDX	Inflation-Protected Index ³	10.87	OK to Buy	-0.3	-1.5	-1.5	7.2	5.6	3.8	--	0.16*	5.3	0.20	
32	FTHRXX	Intermediate Bond	11.12	Buy	-0.8	-1.8	-1.8	5.0	4.7	3.1	3.1	0.94	4.1	0.17	
452	FSTGX	Intermediate Gov't Income	10.69	Hold	-0.8	-1.9	-1.9	-1.7	3.4	1.8	2.1	0.17	3.9	0.14	
3045	FUAMX	Intermediate Treasury Index	11.17	Hold	-1.7	-4.4	-4.4	-4.2	4.8	2.3	3.5	1.22	6.4	0.26	
4506	FBIIX	International Bond Index	10.03	Hold	0.0	-1.9	-1.9	2.8	--	--	--	0.75	7.9	--	
26	FBNDX	Investment Grade Bond	8.27	Buy	-1.3	-3.3	-3.3	4.6	5.7	4.3	4.0	1.35	5.9	0.21	
2622	FJRLX	Limited Term Bond	11.81	Buy	-0.5	-1.1	-1.1	5.3	3.9	2.7	2.8	0.70	2.6	0.15	
662	FFXSX	Limited Term Government	10.19	Hold	-0.3	-0.9	-0.9	-0.6	2.8	1.5	1.4	-0.17	2.7	0.10	
3047	FNBGX	Long-Term Treasury Index	13.74	Sell	-5.0	-13.4	-13.4	-16.5	5.9	3.1	6.3	2.27	18.7	0.74	
40	FMSFX	Mortgage Securities	11.45	Buy	-0.6	-1.0	-1.0	1.2	3.9	2.6	3.1	0.71	2.9	0.11	
450	FSHBX	Short-Term Bond	8.73	Buy	-0.1	-0.3	-0.3	3.6	3.1	2.1	1.7	0.38	1.9	0.09	
3041	FNSOX	Short-Term Bond Index	10.26	OK to Buy	-0.2	-0.6	-0.6	1.6	3.6	--	--	0.48	2.7	0.08	
3049	FUMBX	Short-Term Treasury Index	10.73	Buy	-0.2	-0.6	-0.6	-0.2	3.3	1.9	1.7	0.32	2.6	0.10	
3086	FNDSX	Sustainability Bond Index	10.63	Hold	-1.2	-3.5	-3.5	-0.1	--	--	--	1.08	5.7	--	
820	FTBFX	Total Bond	10.96	Buy	-1.1	-2.7	-2.7	7.0	5.5	4.4	4.2	1.91	5.2	0.23	
2326	FXNAX	U.S. Bond Index	11.96	Hold	-1.3	-3.5	-3.5	0.4	4.7	3.1	3.4	1.33	5.7	0.19	
HIGH-YIELD BOND					Average	-0.1	0.4	0.4	20.8	4.9	6.2	5.2	3.22	3.6	0.50
38	FAGIX	Capital & Income	11.06	Buy	0.7	3.9	3.9	38.9	9.0	9.6	7.1	2.67	3.3	0.70	
814	FFRHXX	Floating Rate High Income	9.38	OK to Buy	-0.2	2.0	2.0	19.3	3.7	4.9	3.6	3.11	0.2	0.46	
1366	FHIFX	Focused High Income	8.79	OK to Buy	-0.3	-0.9	-0.9	14.3	5.6	6.1	5.2	3.42	4.2	0.40	
2297	FGHNX	Global High Income	9.70	OK to Buy	0.0	1.4	1.4	26.6	5.1	6.8	--	3.38	3.0	0.59	
455	SPHIX	High Income	8.65	Buy	0.4	0.0	0.0	18.2	4.7	6.9	5.4	4.05	3.6	0.50	
331	FNMIX	New Markets Income	14.31	Hold	-1.4	-4.1	-4.1	16.9	1.3	4.4	5.0	4.00	6.3	0.64	
2580	FSAHX	Short Duration High Income	9.48	Buy	0.5	0.9	0.9	14.7	4.3	5.4	--	2.87	na	0.35	
3082	FADMXX	Strategic Income	12.68	Buy	-0.3	0.1	0.1	17.6	5.2	5.8	4.7	2.30	4.7	0.38	
MUNICIPAL BOND					Average	0.5	-0.3	-0.3	4.7	4.2	3.0	4.0	0.85	5.1	0.21
434	FSAZX	Arizona Muni Income	12.48	Hold	0.6	-0.7	-0.7	4.6	4.4	3.0	4.4	0.77	5.6	0.21	
1534	FCSTX	Calif Limited Term Tax Free	10.82	OK to Buy	0.2	-0.2	-0.2	3.4	2.8	1.8	2.2	0.34	2.9	0.12	
91	FCTFX	California Muni Income	13.31	Hold	0.6	-0.5	-0.5	4.9	4.6	3.2	4.9	0.93	5.7	0.24	
407	FICNX	Connecticut Muni Income	11.86	Hold	0.4	-0.2	-0.2	4.9	4.7	2.9	3.9	0.91	5.0	0.22	
2578	FCRDXX	Conservative Income Muni	10.05	Buy	-0.1	0.0	0.0	1.0	1.3	1.0	--	-0.06	0.5	0.03	
36	FLTMMX	Interm Municipal Income	10.79	Hold	0.4	-0.3	-0.3	5.5	4.3	3.0	3.6	0.75	4.5	0.20	
404	FSTFX	Limited Term Muni Income	10.83	Hold	0.2	-0.0	-0.0	4.4	3.0	2.0	2.0	0.31	2.7	0.13	
429	SMDMXX	Maryland Muni Income	11.69	Hold	0.4	-0.4	-0.4	3.9	4.1	2.9	3.9	0.86	5.5	0.23	
70	FDMMX	Mass Muni Income	12.50	Hold	0.6	-0.6	-0.6	4.5	4.2	2.9	4.3	0.89	5.8	0.22	
81	FMHTX	Michigan Muni Income	12.67	Hold	0.7	-0.3	-0.3	4.9	4.8	3.3	4.3	0.89	5.6	0.20	
82	FIMIX	Minnesota Muni Income	12.02	Hold	0.4	-0.8	-0.8	3.9	4.3	2.9	3.7	0.80	5.6	0.20	
3469	FMBIX	Municipal Bond Index	20.19	Hold	0.6	-0.5	-0.5	3.6	--	--	--	1.13	5.5	--	
37	FHIGX	Municipal Income	13.53	Hold	0.7	0.1	0.1	6.5	5.2	3.7	4.9	1.19	6.2	0.29	
416	FNJHXX	New Jersey Muni Income	12.49	Hold	0.6	-0.0	-0.0	7.4	5.5	4.1	4.7	0.97	5.9	0.29	
71	FTFMXX	New York Muni Income	13.55	Hold	0.7	-0.2	-0.2	4.7	4.6	3.1	4.3	1.18	6.3	0.26	
88	FOHFX	Ohio Muni Income	12.41	Hold	0.7	-0.5	-0.5	4.6	4.3	3.1	4.4	1.00	5.6	0.22	
402	FPXTX	Pennsylvania Muni Income	11.50	Hold	0.7	-0.2	-0.2	4.6	4.6	3.3	4.4	1.08	6.0	0.23	
90	FTABX	Tax-Free Bond	12.09	Hold	0.8	0.0	0.0	6.9	5.3	3.8	5.0	1.29	6.2	0.28	

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 %Yield
			Mar	YTD	
55	FDRXX	Gov't Cash Reserves	0.00	0.00	0.01
458	SPAXX	Government MM	0.00	0.00	0.01
2742	FZFX	Treasury MM	0.00	0.00	0.01
415	FDLXX	Treasury Only MM (closed)	0.00	0.00	0.01
PRIME MONEY MARKETS					
454	SPRXX	Money Market*	0.00	0.00	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	FTEXTX	Municipal Money Market	0.00	0.00	0.01
275	FMOXX	Tax-Exempt MM	0.00	0.00	0.01

STATE MUNICIPAL MONEY MARKETS			Total Return (%)		SEC %Yield
			Mar	YTD	
433	FSAXX	Arizona Muni MM	0.00	0.00	0.01
97	FCFX	California Muni MM	0.00	0.00	0.01
457	FSPXX	California AMT Tax-Free	0.00	0.00	0.01
418	FCMXX	Connecticut Muni MM	0.00	0.00	0.01
426	FMSXX	Mass AMT Tax-Free	0.00	0.00	0.01
74	FDMXX	Massachusetts Muni MM	0.05	0.05	0.01
420	FMIXX	Michigan Muni MM	0.00	0.04	0.01
417	FNJXX	New Jersey Muni MM	0.00	0.00	0.01
423	FSJXX	New Jersey AMT Tax-Free	0.00	0.00	0.01
92	FNYXX	New York Muni MM	0.00	0.00	0.01
422	FSNXX	New York AMT Tax-Free	0.00	0.00	0.01
419	FOMXX	Ohio Muni MM	0.00	0.00	0.01
401	FPTXX	Pennsylvania Muni MM	0.00	0.07	0.01

FIDELITY SCORECARD

MARCH 31, 2021

Fund No.	Fund Ticker	Fund Name	Style	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹
						Mar	YTD	3 Mo.	1 Year	3 Year	5 Year	10 Year	
FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS													
Model Portfolios	Annuity Sector Model					3.1	5.9	5.9	74.1	19.6	19.1	14.7	1.13
	Annuity Growth Model					3.0	7.2	7.2	77.0	20.1	18.5	13.3	1.08
	Annuity Growth & Income Model					0.9	3.6	3.6	48.1	14.6	12.7	9.7	0.80
	Annuity Income Model					1.4	3.0	3.0	23.1	8.1	7.0	5.8	0.49
9067	FLRQC	Fid VIP Asset Manager	Allocation	26.07	Hold	0.7	1.4	1.4	31.7	9.1	8.7	6.8	0.58
9066	FAEEC	Fid VIP Asset Manager: Growth	Allocation	28.72	Hold	1.5	2.9	2.9	43.5	10.7	10.9	8.1	0.77
9069	FJBAC	Fid VIP Balanced	Allocation	36.56	Buy	2.6	4.4	4.4	47.5	14.7	13.4	10.0	0.76
9461	FBIQC	Fid VIP Bond Index	Bond	11.39	Hold	-1.3	-3.6	-3.6	-0.3	--	--	--	--
9173	FVTAC	Fid VIP Communication Services	Sector	30.78	Buy	3.2	9.3	9.3	77.8	25.5	16.0	12.7	1.07
9081	FVHAC	Fid VIP Consumer Discretionary	Sector	53.68	Buy	3.4	6.1	6.1	83.8	20.6	17.9	15.7	1.20
9171	FCSAC	Fid VIP Consumer Staples	Sector	34.19	OK to Buy	8.7	3.2	3.2	36.9	10.5	7.2	10.9	0.88
9065	FPDFC	Fid VIP Contrafund	Large Growth	44.23	Buy	2.0	2.1	2.1	52.6	17.5	16.6	12.7	0.98
9148	FPRGC	Fid VIP Disciplined Small Cap	Small Blend	30.70	OK to Buy	1.6	14.0	14.0	96.3	13.0	13.4	11.1	1.39
9074	FZAMC	Fid VIP Dynamic Capital App	Large Growth	49.28	OK to Buy	1.5	4.7	4.7	67.3	18.8	17.3	14.3	1.00
9198	FEMAC	Fid VIP Emerging Markets	Emg Mkts	16.68	Hold	-0.6	3.8	3.8	73.3	12.5	16.2	6.1	1.07
9085	FJLLC	Fid VIP Energy	Sector	11.45	Hold	1.3	27.3	27.3	79.6	-9.7	-2.4	-4.1	2.29
9061	FLOLC	Fid VIP Equity-Income	Large Value	29.37	Buy	5.3	9.2	9.2	49.0	12.1	11.8	10.1	0.95
9469	FEMJC	Fid VIP Extended Market Index	Mid Blend	13.95	Buy	2.8	13.4	13.4	92.9	--	--	--	--
9083	FONNC	Fid VIP Financial Services	Sector	19.79	Buy	6.8	18.2	18.2	83.0	10.3	14.8	10.6	1.42
9361	FFLCC	Fid VIP Floating Rate High Income	High-Yield Bond	12.57	OK to Buy	-0.0	1.7	1.7	19.1	3.7	4.6	--	0.44
9157	FMPAC	Fid VIP FundsManager 20	Allocation	17.78	Hold	-0.1	-0.8	-0.8	11.0	5.2	4.7	3.9	0.25
9158	FMPBC	Fid VIP FundsManager 50	Allocation	23.04	Hold	1.0	1.4	1.4	28.9	8.9	8.7	6.8	0.54
9197	FMPPC	Fid VIP FundsManager 60	Allocation	22.66	Hold	1.5	2.2	2.2	35.3	9.8	9.9	7.8	0.65
9159	FMPCC	Fid VIP FundsManager 70	Allocation	25.81	Hold	1.9	3.0	3.0	41.5	10.6	11.0	8.5	0.75
9160	FMPDC	Fid VIP FundsManager 85	Allocation	27.69	Hold	2.6	4.2	4.2	51.1	11.9	12.8	9.6	0.90
9059	FTNJC	Fid VIP Gov't Money Market	Money Mkt	11.73	--	-0.0	-0.1	-0.1	-0.2	1.0	0.7	0.2	0.01
9062	FMNDC	Fid VIP Growth	Large Growth	56.31	Buy	0.5	2.9	2.9	70.5	23.9	22.7	16.3	1.03
9070	FLFNC	Fid VIP Growth & Income	Large Blend	36.10	OK to Buy	5.6	11.3	11.3	56.4	13.4	13.8	12.0	1.08
9068	FIDPC	Fid VIP Growth Opportunities	Large Growth	78.53	Buy	-2.1	2.4	2.4	101.9	37.9	30.6	20.7	1.25
9084	FPDRC	Fid VIP Health Care	Sector	67.29	Buy	0.3	1.5	1.5	38.3	17.1	16.5	17.1	0.98
9060	FBBLC	Fid VIP High Income	High-Yield Bond	23.50	Buy	0.6	0.4	0.4	18.9	4.7	6.2	5.0	0.51
9064	FXVLT	Fid VIP Index 500	Large Blend	42.32	OK to Buy	4.4	6.1	6.1	55.8	16.3	15.9	13.5	1.00
9082	FBALC	Fid VIP Industrials	Sector	44.53	Buy	6.1	4.3	4.3	63.3	8.6	11.0	10.2	1.32
9473	FFIQC	Fid VIP International Index	Diversified Int'l	11.94	Hold	1.4	3.3	3.3	49.6	--	--	--	--
9076	FVJIC	Fid VIP Int'l Capital App	Diversified Int'l	29.34	OK to Buy	-0.3	-0.2	-0.2	47.1	12.0	13.1	9.6	0.85
9063	FTLKC	Fid VIP Investment Grade Bond	Inv Grd Bond	18.80	Buy	-1.2	-3.0	-3.0	5.6	5.2	3.9	3.7	0.22
9172	FVMAC	Fid VIP Materials	Sector	27.18	OK to Buy	5.3	11.8	11.8	86.1	7.4	10.4	6.6	1.26
9071	FNBSK	Fid VIP Mid Cap	Mid Blend	39.73	Buy	3.4	11.0	11.0	86.5	11.0	13.1	9.8	1.29
9088	FEMMC	Fid VIP Overseas	Diversified Int'l	23.10	OK to Buy	2.3	1.7	1.7	46.3	8.8	10.1	6.4	0.92
9072	FFWKC	Fid VIP Real Estate	Sector	27.19	Hold	5.4	7.7	7.7	30.1	7.4	3.6	7.3	0.93
9075	FGDQC	Fid VIP Strategic Income	High-Yield Bond	22.57	Buy	-0.3	-0.1	-0.1	16.5	4.9	5.4	4.3	0.37
9086	FYENC	Fid VIP Technology	Sector	97.96	Buy	-0.1	-0.4	-0.4	84.3	29.0	31.0	18.9	1.26
9465	FTMJC	Fid VIP Total Market Index	Large Blend	14.95	Buy	3.4	6.1	6.1	61.4	--	--	--	--
9087	FXRRC	Fid VIP Utilities	Sector	36.88	OK to Sell	8.8	2.4	2.4	24.8	10.2	10.0	10.6	0.82
9079	FKMSC	Fid VIP Value	Large Value	31.87	OK to Buy	7.0	14.4	14.4	83.6	12.5	11.9	11.0	1.35
9073	FRBSC	Fid VIP Value Strategies	Mid Value	33.79	Buy	6.9	16.8	16.8	93.7	13.5	13.0	10.2	1.40
9347	FBMEC	Black Rock Global Allocation	Global Allocation	18.25	Hold	0.8	1.6	1.6	40.0	10.1	9.5	6.3	0.66
9349	FTMEC	Franklin Templeton Global Bond	Global Bond	10.49	Hold	-0.9	-3.0	-3.0	-3.9	-2.2	-0.0	0.8	0.30
9348	FFMEC	Franklin Templeton US Gov't	Intermed Gov't	11.16	Buy	-0.6	-1.2	-1.2	-0.3	2.9	1.5	1.6	0.10
9285	FIGXC	Invesco Global Core Eqty	Global Stock	17.90	Hold	3.6	4.5	4.5	57.7	8.1	10.2	6.6	1.09
9147	FPRLC	Lazard Retirement Emerging Mkts	Emg Mkts	18.24	Hold	2.8	5.0	5.0	49.1	-0.7	7.2	1.6	1.17
9143	FPRMC	Morgan Stanley Emerg Mkt Debt	Emg Mkt Bond	20.67	Hold	-1.2	-4.5	-4.5	17.3	2.8	4.2	4.0	0.64
9144	FPRNC	Morgan Stanley Emerg Mkt Equity	Emg Mkts	18.32	Hold	-1.7	2.1	2.1	59.5	4.0	9.4	3.1	1.08
9146	FPRPC	Morgan Stanley Global Strategist	Diversified Int'l	17.59	Hold	1.4	2.8	2.8	38.1	7.6	8.3	5.9	0.70
9346	FPMEC	Pimco Commodity Real Return	Commodities	6.40	Hold	-1.5	8.5	8.5	50.6	1.6	3.7	-5.5	0.95
9276	FPMBC	Pimco VIT Low Duration	Shrt-Term Bond	12.41	Buy	-0.2	-0.1	-0.1	2.6	2.2	1.7	1.4	0.08
9277	FPNBC	Pimco VIT Real Return	TIPS	15.24	OK to Buy	-0.2	-1.5	-1.5	9.2	5.4	3.8	3.0	0.22
9278	FPOBC	Pimco VIT Total Return	Intermed Bond	15.18	Hold	-1.3	-3.2	-3.2	3.1	4.5	3.4	3.3	0.20

Annuity Sector	
Fund	Allocation
VIP Technology	24%
VIP Financial Services	18
VIP Comm Services	15
VIP Cons Discretionary	15
VIP Industrials	15
VIP Health Care	13
Total Return:	
Mar: 3.1% YTD: 5.9%	

Annuity Growth	
Fund	Allocation
VIP Equity-Income	27%
VIP Contrafund	26
VIP Value Strategies	24
VIP Growth Opps	23
Total Return:	
Mar: 3.0% YTD: 7.2%	

Annuity Growth & Income	
Fund	Allocation
VIP Value Strategies	25%
VIP Equity-Income	19
VIP Growth Opps	18
VIP High Income	15
Frkln Temple U.S. Gov't	15
VIP Investment Grade	8
Total Return:	
Mar: 0.9% YTD: 3.6%	

Annuity Income	
Fund	Allocation
Frkln Temple U.S. Gov't	29%
VIP Value Strategies	28
VIP Investment Grade	26
VIP High Income	17
Total Return:	
Mar: 1.4% YTD: 3.0%	

comes to domestic stocks or bonds. Fidelity's Select family, for example, covers a wide range of domestic industry groups.

- **Taxes.** When it comes to holding a passive ETF versus an index mutual fund, there is essentially no difference in tax liability. On the active side, ETFs do have the potential to keep capital gain distributions lower during the holding period, but that "advantage" only lasts until you sell the position, at which point you pay more tax than the active mutual fund. In the end it's a wash. There are lots of ways to achieve tax-efficiency (that's a topic for a future column), but none of them require the use of ETFs.

- **Performance.** Suppose you construct two portfolios — one using ETFs and another using open-end mutual funds — with identical underlying holdings and a mix of

active and passive holdings. The ETF portfolio is likely to have a slight advantage from an expense ratio standpoint and a slight disadvantage in trading cost due to the buy/sell pricing spread. Assuming normal portfolio turnover, there will be no significant difference in long-term performance.

- **Model Portfolio Logistics.** Relative to a mutual fund portfolio, tracking and reporting for an ETF model portfolio is more challenging because of a 3-day delay in determining distribution reinvestment prices. On top of that, the trading dynamics for an ETF model portfolio are more error-prone. Because anyone following an ETF model must place trades without limits and buy/sell only on the day's close, there would be many more cases where trades are placed incorrectly and many more situations where performance deviations occur.

In the end, it's really the investment strategy that determines whether ETFs or open-end mutual funds make the most sense. For strategies that demand high-turnover, elevated risk levels, and access to obscure asset classes, ETFs are the only way to go.

On the other hand, a low-turnover strategy that does not involve market timing is likely to be better served by open-ended mutual funds — especially if it is a model portfolio that many will be trying to follow.

As such, we will not be introducing ETF versions of our model portfolios, nor do we plan to expand our Scorecard beyond the 11 sector ETFs we already cover. For those who insist on an ETF strategy, it is possible to sub-

ETF Expenses vs Funds

	Expenses (in %)	
	ETF	Fund
Actively Managed Equity		
Blue Chip Growth	0.59	0.79
Blue Chip Value	0.59	0.63
Growth Opportunities	0.59	na
Magellan	0.59	0.77
New Millennium	0.59	0.55
Real Estate Inv	0.59	0.74
Small-Mid Cap Opp's	0.64	na
Actively Managed Bond		
Investment Grade Bond	0.36	0.45
Total Bond	0.36	0.45
Limited Term Bond	0.36	0.45
Corporate Bond	0.36	0.45
Other		
(S&P) 500 Index	0.03	0.015
Nasdaq Composite Index	0.41	0.29
15 Factor ETFs	0.15 - 0.45	na

stitute Fidelity's sector ETFs for the VIP positions in our Annuity Sector Model (which is restricted to the 10 basic sector choices in Fidelity's annuity lineup). But this is not something we recommend because we don't see any long-term advantage in it. ■

— Jack Bowers

Bitcoin ETF In The Works

If Fidelity has its way, it will launch the nation's first bitcoin ETF. In its March SEC filing, the company seeks approval to launch the Wise Origin Bitcoin ETF. (We're not fans of the name either!)

Pegged to a proprietary index constructed by Fidelity's Digital Asset group (the fund's custodian), the index's value will be based on multiple spot prices for the cryptocurrency. But if history is prologue, this ETF may never see the light of day. That's because the SEC has rejected all such prior applications. Yet Fidelity may be counting on its own credibility and expertise in brokerage, fund management and institutional crypto services to prompt regulators to reconsider.

Fidelity currently offers 39 ETFs under its own label and hundreds more of commission-free Black Rock iShares. There are also 12 Sector ETFs, 7 actively managed equity ETFs, 6 fixed income ETFs (including their just-launched and actively managed Investment Grade Bond ETF) and 14 smart beta ETFs. All in, Fidelity manages about \$25 billion in proprietary ETF assets — a relative pittance versus nearly \$4 trillion in discretionary fund assets. ■

A Very Good 2020

Just like online retailers, video game providers and stock fund investors, privately held Fidelity also enjoyed record profits last year. While revenue was essentially unchanged (though still a record) at \$21 billion, the company said that operating income rose 4.6% to \$7.2 billion (another record!).

Helping to lift profits in 2020 was a combination of a booming stock market and strong performances by their actively run funds. (As the expense comparison table on above suggests, Fidelity makes more money from active funds than from passive index funds.) To that end, discretionary managed assets, which include all types of mutual funds, rose 19% in 2020 to \$3.8 trillion. ■

Stock Funds

Modest, single-digit gains were the norm for Fidelity's stock funds in March. However, returns varied widely by market cap and investment style. Whereas **Mid Cap Value** soared 9.3%, **Mid Cap Growth Index** fell 1.9%. Likewise, **Small Cap Value** gained 5.7% versus a

DIVIDEND UPDATE

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

500 Index, Asst Mgr 40% and 50%, Balanced, CA Ltd Term Tax Free, CA Muni Inc, Convertible Secs, Equity Div Inc, Equity-Inc, Extended Mkt Index, Four-in-One Index, Global Credit, Global Equity Inc, Growth & Inc, Intern Treas Index, Int'l Bond Index, Int'l Index, Long-Term Treas Index, Puritan, Short-Term Treas Index, Small Cap Enhcd Index, Strat Div & Inc, Strat Real Ret, Telecom & Utilities, Total Market Index, and all Select funds.

The final distributions for March are shown below.

Fund	Ex-Date	\$ Amt	NAV
Equity-Inc	3/5	1.004	65.25
MA Municipal Inc	3/5	0.024	12.49
MSCI Comm Svs	3/19	0.077	50.81
MSCI Consum Disc	3/19	0.100	76.14
MSCI Consum Stpl	3/19	0.251	40.87
MSCI Energy	3/19	0.142	13.05
MSCI Financials	3/19	0.222	48.19
MSCI Health Care	3/19	0.201	58.53
MSCI Industrials	3/19	0.154	50.64
MSCI Info Tech	3/19	0.198	105.64
MSCI Materials	3/19	0.163	43.09
MSCI Real Estate	3/19	0.192	27.15
MSCI Utilities	3/19	0.320	40.38
NY Municipal Inc	3/5	0.008	13.52
Real Estate Idx	3/5	0.001	14.93
Real Estate Inc	3/5	0.001	12.12
Real Estate Invest	3/5	0.001	39.99
Telecom and Util	3/5	0.080	26.39

decline of 3.1% for **Small Cap Growth Index**. The same bias for value stocks was evident among large-caps: **Blue Chip Value** rose 7.2% versus a decline of 0.5% for **Blue Chip Growth**.

To that end, the average large-cap growth fund (where the preponderance of investors' equity assets are held) rose 1.2% last month. Among the most popular by assets, **Contrafund** gained 2.1% (it's up 2.5% this year), **Growth Company** slipped 1.0% and **OTC** rose a fractional 0.2%.

Select Funds

Using Select funds as proxies for the sector exposures of Fidelity's large-cap growth funds, it's no surprise why that group struggled in March. For example, **Select Technology** (down 0.1%) and **Health Care** (up 0.4%) were moribund performers. On the other hand, with the economy mending and President Biden's \$1.9 trillion stimulus plan already delivering checks, **Consumer Discretionary** jumped 3.5%. Returns of that magnitude most assuredly helped to mitigate declines that various diversified growth funds experienced last month.

Inside Fidelity

New Fund — Fidelity hopes to defy the odds and launch the nation's first bitcoin exchange-traded fund, or ETF. (See p. 11.)

Share Split — After the market closes on April 8, Fidelity plans to execute a 10-to-1 stock split for its **Nasdaq Composite Index ETF** [ONEQ]. Based on a closing price of \$513.35 a share as of March 31, the adjusted price would have become \$51.33. The move does not

International Funds

While we're not particularly big fans of foreign stocks funds (see trade box on p. 3), those with direct and indirect exposure to oil and natural gas and well as other minerals and raw materials, enjoyed strong gains. **Canada** (up 7.1%) led the foreign pack higher, while the soon-to-be-defunct **EMEA** fund (shorthand for Europe, Mideast, Africa) jumped 5.9%. It did so even as oil prices dipped for the month (though they're up more than 20% since the start of the year).

Bond Funds

With Washington promising to help local and state governments financially, muni bond funds were almost universally higher in March. That was in contrast to taxables which continued to suffer at the hand of rising bond yields.

The 10-year Treasury Note saw its yield rise 30 basis points to 1.74%. Against that backdrop, **U.S. Bond Index** retreated 1.3%, but there was far more pain for **Long-Term Treasury Index** which fell 5.0% for the month; it retreated 13.4% in the first quarter. ■

— John Bonnanzio

effect the investment's overall value and is not a taxable event.

Fidelity took a similar step several years ago with a number of its older funds whose NAVs had risen above \$100. Motivated by marketing, the lower share price is thought to make funds more "affordable" to smaller investors.

Please note that Nasdaq Composite Index [FNCMX], an open-end fund shown on p. 6 of the *Scorecard*, is unaffected. ■

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