

*This statement provides you with key information about this product.
This statement is part of the Explanatory Memorandum.
You should not invest in this product based on this statement alone.*

Quick facts

| | | |
|---|--|-------|
| Investment Manager: | FIL Investment Management (Hong Kong) Limited | |
| Trustee and Custodian: | HSBC Institutional Trust Services (Asia) Limited | |
| Dealing frequency: | Daily | |
| Base currency: | USD | |
| Ongoing charges over a year[^]: | Ordinary Units: | 0.89% |
| | Administration Units: | 1.34% |
| | Savings Units: | 1.39% |

[^] The ongoing charge figure for each class of units is based on ongoing expenses chargeable to the relevant class for the year ended 31 December 2021 expressed as a percentage of the average net asset value of the relevant class for the same period. This figure may vary from year to year.

Dividend policy: No dividends will be paid. All interest and other income earned on the investment will be retained in the fund.

Financial year end of this fund: 31 December

| Minimum investment: | <u>Initial Investment</u> | <u>Subsequent Investment</u> |
|--|---------------------------|------------------------------|
| Ordinary Units | USD 500,000 | Nil |
| Administration Units | USD 500,000 | Nil |
| Savings Units | Nil | USD 1,000 |
| The Manager has discretion to accept subscriptions for lower amounts than specified above. | | |

What is this product?

Fidelity Advantage Portfolio Fund is a unit trust constituted by the Trust Deed and governed by Hong Kong law. The fund is a fund of funds that invests in the funds managed by the Fidelity Organisation.

Objectives and Investment Policy

- The fund aims to achieve long-term capital growth in US dollar terms for investors including savings plans and retirement benefits schemes.
- The fund will be exposed primarily to global equity and bond markets with a bias towards Hong Kong.
- The fund will be mainly invested in equity funds, with a geographical bias towards Hong Kong with the aim of maximising long-term returns.
- The fund (via its investments in the underlying funds) will invest around 90% of its latest available net asset value in equities, 7% in bonds and 3% in cash.[#]
- As the fund may invest globally, it may be exposed to countries/regions considered to be emerging markets.
- The fund is a fund of funds and may invest up to 45% of its latest available net asset value in the Fidelity Global Investment Fund - Hong Kong Equity Fund. The Fidelity Global Investment Fund - Hong Kong Equity Fund aims to produce returns that are related to those achieved on the major stock market indices of Hong Kong by focusing investment (i.e. at least 70% of its net asset value) into the equity market of Hong Kong, namely equities of companies listed in Hong Kong or companies which have their head office or exercise a predominant part of their activity in Hong Kong (including companies which are listed outside Hong Kong). Investing in these companies may result in exposure to countries/regions such as Mainland China which are considered to be emerging markets. Save as aforesaid, the value of the fund's holding of interests in any one fund would not exceed 30% of its net asset value.

[#] Investors should note that this is an indicative portfolio distribution as at the date hereof only, and the actual asset allocations will at times vary considerably as market, political, structural, economic and other conditions change and subject to the views of the Investment Manager.

Use of derivatives

The fund's net derivative exposure may be up to 50% of the fund's net asset value.

What are the key risks?

Investment involves risks. Please refer to the Explanatory Memorandum for details including the risk factors. Where applicable, reference to the fund in this section includes reference to the underlying funds.

Risk to Capital and Income (Investment Risk)

- The assets of the fund are subject to fluctuations (increase or decrease) in value. There is no guarantee of repayment of principal and you may not get back the original amount invested. Past performance is no guarantee of future performance.

Risks of investing in other collective investment schemes/funds

The fund by investing in other funds is subject to the following risks associated with the underlying funds:

- The fund does not have control of the investments of the underlying funds and there is no assurance that the investment objective and strategy of the underlying funds will be successfully achieved. This may have a negative impact to the net asset value of the fund.
- There may be additional costs involved when investing into the underlying funds. There is also no guarantee that the underlying funds will always have sufficient liquidity to meet the fund's redemption requests as and when made.

Asset Allocation – Dynamic Risk

- The fund may periodically change its allocation across asset classes and therefore may incur greater transaction costs than a fund with static allocation strategy. It may not achieve the desired results under all circumstances and market conditions.

Foreign Currency Risk

- The fund's assets may be denominated in currencies other than the base currency of the fund. Fluctuations in the exchange rates between these currencies and the base currency as well as changes in exchange rate controls may adversely affect the fund's net asset value.

Equities

- The fund's investment in equities securities may fluctuate, sometimes dramatically, in response to the activities and results of individual companies or because of general market and economic conditions or other events including changes in investment sentiment, political and economic conditions and issuer-specific factors.

Risk relating to Multi-Asset Investment

- Multi-asset fund is subject to the risks inherent in individual asset classes to a degree that depends on the exposure over time, the overall risk also depends on the correlation of returns between each asset class and hence could be adversely affected by a change in those correlations which could result in higher volatility and/or lower diversification.

Valuation Risk

- Valuation of the fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the fund.

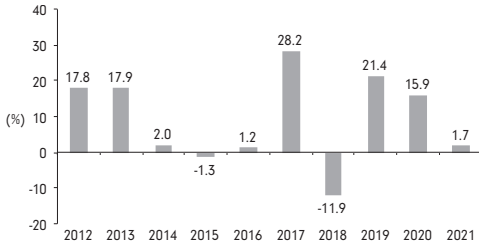
Emerging Markets Risks

- The fund invests in emerging market securities which may involve increased risks and special considerations not typically associated with the investment in securities in more developed markets. The price of these securities may be more volatile and/or less liquid than those of securities in more developed markets.
- This volatility or lack of liquidity may stem from political, economic, legal, taxation, settlement, transfer of securities, custody and currency/currency control factors.
- Although care is taken to understand and manage these risks, the fund and accordingly the unitholders in the fund will ultimately bear the risks associated with investing in these markets.

Financial Derivative Instruments

- Although the fund will not use derivatives for investment purposes, the use of derivatives may give rise to liquidity risk, counterparty credit risk, volatility risk, valuations risks and over-the-counter transaction risk at times. Exposure to financial derivative instruments may lead to a high risk of significant loss by the fund.

How has the fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-to-NAV, with dividend reinvested.
- These figures show by how much the Ordinary Units increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding any subscription fees and realisation fees you might have to pay.
- Fund launch date: 1995
- Ordinary Units launch date: 1995
- The Investment Manager views Ordinary Units, having the longest track record and denominated in the fund's base currency, as the most appropriate representative unit class.

Is there any guarantee?

This fund does not have any guarantees. You may not get back the full amount of money you invested.

What are the fees and charges?

Charges which may be payable by you

You have to pay the following fees when dealing in units of the fund.

| Classes of Units | Subscription Fee | Switching Fee | Realisation Fee |
|------------------|------------------|---|-----------------|
| Ordinary | Currently waived | 5.0% of issue price of Unit in New Sub-Fund | N/A |
| Administration | Currently waived | 5.0% of issue price of Unit in New Sub-Fund | N/A |
| Savings | Currently waived | Nil | N/A |

Ongoing fees payable by the fund

The following expenses will have to be paid out of the fund. They affect you because they reduce the return you get on your investments.

| Classes of Units | Investment Management Fee | Trustee Fee | Performance Fee | Administration Fee |
|------------------|-------------------------------|------------------|-----------------|--|
| Ordinary | 0.75% p.a. of net asset value | Currently waived | N/A | N/A |
| Administration | 0.75% p.a. of net asset value | Currently waived | N/A | 0.45% p.a. of net asset value attributable to Administration Units |
| Savings | 0.75% p.a. of net asset value | Currently waived | N/A | 0.50% p.a. of net asset value attributable to Savings Units |

Other Fees

You may have to pay other fees when dealing in units of the fund. Any other fees and charges are described in the Explanatory Memorandum. You should note that some fees may be increased, up to a specified permitted maximum, by giving Unitholders at least three months' prior notice. For details, please refer to the Explanatory Memorandum.

Additional Information

- You generally buy, redeem or switch units at the fund's next-determined net asset value after your request is received in good order at or before 12.00 noon (Hong Kong time) on a dealing day, being the fund's dealing cut-off time.
- The net asset value of this fund is calculated and the price of units is published each business day. Unit prices of the fund will be published on www.fidelity.com.hk.¹
- For further information on the past performance of other unit classes offered to Hong Kong investors, please refer to www.fidelity.com.hk.¹
- Investors may obtain information from Fidelity Investor Hotline at (852) 2629 2629.

¹ Please note that the website has not been reviewed by the SFC.

Important

If you are in doubt, you should seek professional advice. The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.