

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

**NOTICE OF RECONVENED EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS TO
CONSIDER THE MERGER PROPOSAL OF FIDELITY FUNDS II – US DOLLAR CURRENCY FUND INTO
FIDELITY FUNDS – US DOLLAR CASH FUND**

Key Facts

- As notified to Shareholders on 20 July 2018, the Board proposes to merge Fidelity Funds II - US Dollar Currency Fund into Fidelity Funds - US Dollar Cash Fund.
- The first Extraordinary General Meeting, called for 12 noon CET on 17 August 2018, was inquorate and as such is being reconvened for 10 September 2018 at 12 noon CET.
- The Board is inviting you to vote on this proposal and asks, therefore, that you read this letter carefully.
- Key matters of note include:
 - The portfolio of the Merging Fund is nearly identical to that of the Receiving Fund. No portfolio rebalancing and / or portfolio alignment is required in relation to the Merger prior to the Effective Date.
 - The Applicable Risk Factors for both funds are the same.
 - The Ongoing Charges Figure of the Receiving Fund is lower than that of the Merging Fund.
 - Should the Merger proceed, Fidelity Funds II will cease to exist as of the Effective Date.

Shareholder Choices

- We kindly request that you complete and return the enclosed Form of Proxy to Fidelity Funds II by 11.00 am CET (10.00 am UK time) on 5 September 2018, or complete and return the Form of Proxy to the Hong Kong Representative, to arrive no later than 5.00 pm Hong Kong time on 5 September 2018.

22 August 2018

Dear Shareholder,

Notice is hereby given that the extraordinary general meeting of the shareholders of Fidelity Funds II (the "**Fund**"), which was held on 17 August 2018 (the "**First Meeting**"), further to a convening notice mailed to the shareholders of the Fund (the "**Shareholders**" or "**you**") on 20 July 2018 (the "**Notice**"), could not validly deliberate on the agenda described in the Notice as the required quorum was not attained.

The First Meeting was, therefore, adjourned and Shareholders are invited to the reconvened extraordinary general meeting (the "**Reconvened Meeting**"), which will be held at the registered office of the Fund in Luxembourg on **10 September 2018 at 12 noon CET**, to consider the following agenda:

AGENDA

- I. In the context of the merger of the Merging Fund into the corresponding fund of Fidelity Funds (the "**Receiving Fund**"), (the "**Merger**") under the conditions detailed in the Notice:
 - to approve the allocation of the assets of **Fidelity Funds II – US Dollar Currency Fund** into **Fidelity Funds – US Dollar Cash Fund** and the cancellation of class A Shares in this Merging Fund in exchange for class A-ACC Shares in this Receiving Fund to become effective on 19 November 2018 or, as the case may be explained at the Reconvened Meeting, to give power to the Board to determine any later date thereof (the "**Effective Date**");

- II. To approve the closure and cessation of the existence of the Fund as of the Effective Date; and
- III. Such other business as may properly come before the Reconvened Meeting.

The Merger is being proposed in the interest of the Shareholders. For more information on the background and the rationale of the Merger, as well as your rights as Shareholders, please refer to the Notice.

No quorum is required for the Reconvened Meeting to deliberate validly on the agenda, and the passing of the resolutions requires the consent of two thirds of the votes cast at the Reconvened Meeting.

Enclosed is a Form of Proxy. The Board recommends that the Shareholders vote in favour of the proposed resolutions to approve the Merger and the closure and cessation of the existence of the Fund. Shareholders are invited to attend and vote at the Reconvened Meeting or you may appoint another person in writing to attend and vote at the Reconvened Meeting on your behalf. Such proxy need not be a Shareholder.

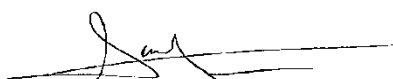
Even if you intend to attend the Reconvened Meeting in person, please complete and return the Form of Proxy to the Fund, to arrive no later than **11.00 am CET** (10.00 am UK time) on **5 September 2018**, or complete and return the Form of Proxy to the Hong Kong Representative, to arrive no later than 5.00 pm Hong Kong time on 5 September 2018. Proxies received for the First Meeting will be held and will remain valid for the Reconvened Meeting, unless explicitly revoked by the relevant Shareholder. If Shareholders approve the Merger, as specified above, you will receive a notice informing you of the outcome of the Reconvened Meeting at least 30 days before the Effective Date (the "**EGM Outcome Letter**"), which will enable you to make an informed judgment of the impact of the Merger on your investment. If the Merger is not approved at the Reconvened Meeting, this will be disclosed in the EGM Outcome Letter and in which case the Merger will not proceed and Fidelity Funds II will not be closed.

Any terms not defined herein shall have the same meaning as in the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds II (the "Prospectus").

The Board accepts full responsibility for the accuracy of the content of this letter and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement herein misleading.

If you have any questions related to this proposal or if you want to request a copy of the Prospectus, and/or the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds, the Product Key Facts Statement ("**KFS**") of the Merging Fund and/or the Receiving Fund, the Articles of Incorporation of Fidelity Funds and/or Fidelity Funds II, the latest audited annual report and accounts and unaudited semi-annual report and accounts of Fidelity Funds and/or Fidelity Funds II (which are also available at www.fidelity.com.hk*) or other material agreements relating to Fidelity Funds and/or Fidelity Funds II, please contact your usual financial adviser or call the Fidelity Investor Hotline[^] (852) 2629-2629, or you can write to the Hong Kong Representative at Level 21, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong. These documents may be inspected by the public at all times during office hours. Copies of the Fidelity Prospectus for Hong Kong Investors, the latest KFS and the latest financial report of the Merging Fund and the Receiving Fund may be obtained, free of charge.

Yours sincerely,



Florence Alexandre
Representative of FIL (Luxembourg) S.A.
Corporate Director
Fidelity Funds II

* This website has not been reviewed by the Hong Kong Securities and Futures Commission (SFC) in Hong Kong.

[^] International Toll-free Number +800 2323 1122, available to calls from Australia, Canada, Japan, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and USA. Service may not be available for certain mobile carriers. The "+" sign represents the International Access Prefix. China Toll-free Number: 4001 200632. The Fidelity Investor Hotline is available from 9am to 6pm, Monday to Friday (except Hong Kong public holidays).

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.**

**NOTICE OF EXTRAORDINARY GENERAL MEETING OF THE SHAREHOLDERS TO
CONSIDER THE MERGER PROPOSAL OF
FIDELITY FUNDS II - US DOLLAR CURRENCY FUND**

Key Facts

- The Board proposes to merge Fidelity Funds II - US Dollar Currency Fund into Fidelity Funds - US Dollar Cash Fund. The portfolio of the Merging Fund is nearly identical to that of the Receiving Fund. No portfolio rebalancing and / or portfolio alignment is required in relation to the Merger prior to the Effective Date.
- The Applicable Risk Factors for both funds are the same.
- The Ongoing Charges Figure of the Receiving Fund is lower than that of the Merging Fund.
- Should the Merger proceed, Fidelity Funds II will cease to exist as of the Effective Date.
- The Board is inviting you to vote on this proposal and asks, therefore, that you read this letter carefully.

Shareholder Choices

- The Board is inviting you to vote on this proposal and complete and return the enclosed Form of Proxy to Fidelity Funds II by 11.00am CET (10.00am UK time) on 13 August 2018, or to the Hong Kong Representative by 5.00pm HK time on 13 August 2018.
- If you do not agree with the proposed Merger, this letter sets out the options available to you.

20 July 2018

Dear Shareholder,

The Board of Directors of Fidelity Funds II (the "**Board**") constantly aims to adapt its product range to market requirements in order to provide value for its investors. To this end, pursuant to Article 21.bis of the Articles of Incorporation of Fidelity Funds II (the "**Articles**") and on the basis of the common merger proposal as required by Chapter 8 of Part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment (the "**Common Merger Proposal**"), the Board proposes to merge Fidelity Funds II and specifically the allocation of the assets of:

Fidelity Funds II – US Dollar Currency Fund

(the "**Merging Fund**"), into the corresponding fund of Fidelity Funds:

Fidelity Funds – US Dollar Cash Fund (the "**Receiving Fund**").

(the "**Merger**")

The Board targets 19 November 2018 or any such later date determined at the extraordinary general meeting of the Shareholders of the Merging Fund as the effective date of the Merger (the "**Effective Date**"). Should the Merger proceed, Fidelity Funds II will cease to exist as of the Effective Date.

Our records show that you are a shareholder in the Merging Fund (the “Shareholders” or “you”). For more information on the impacted holding, please refer to the ISIN Code enlisted in the Appendix attached hereto.

Any terms not defined herein shall have the same meaning as in the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds II (the “Prospectus”).

The Board is inviting you to vote on this proposal and asks, therefore, that you read this letter carefully.

The decision to propose the Merger has been taken due to the fact that Fidelity Funds II no longer offers a differentiated identity compared with Fidelity Funds. The portfolio of the Merging Fund is nearly identical to that of the Receiving Fund. Thus, there is no portfolio rebalancing and / or portfolio alignment required in relation to the Merger prior to the Effective Date. The Merger will streamline the product range, providing a more competitive offering to clients whilst achieving economies of scale.

Due to the low interest environment in previous years and until 1st January 2018, fees have been waived in respect of the Merging Fund. Merging the Merging Fund into the Receiving Fund is believed to be in the long-term interest of the Shareholders as they will move into a lower fee structure with Ongoing Charges (“OCF”) of the Receiving Fund of approximately 0.62% versus approximate 1.18% of the Merging Fund (as described in detail in the table below).

The Board therefore believes that the Merger is in the best interests of the Shareholders. Furthermore, the Board of Directors of Fidelity Funds believes that the Merger will not trigger a dilution in the performance of the Receiving Fund.

Fee comparison of the Merging Fund and the Receiving Fund

According to the Prospectus the annual management fee of the Merging Fund is currently 1.00% for the Class A Shares. According to the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds, the annual management fee of the Receiving Fund is currently 0.40% for the Class A Shares.

The OCF of the Share class in the Merging Fund (an estimated figure as at 1 January 2018) and the OCF of corresponding Share class in the Receiving Fund are as follows (accurate as at 30 April 2017):

Merging Fund and Class of Shares	Ongoing Charge¹	Receiving Fund and Class of Shares	Ongoing Charge²
FFII - US Dollar Currency Fund Class A Shares	1.18%	FF - US Dollar Cash Fund Class A-ACC-USD Shares	0.62%

The Shareholders of the Share class in the Merging Fund should note that the corresponding Share class in the Receiving Fund is accumulating as well, and hence it does not pay any dividends. All interest and other income earned on the investments of the Receiving Fund will be accumulated.

Comparison of the investment objectives and the risk profiles of the Merging Fund and the Receiving Fund

The Merging Fund and the Receiving Fund have the same aim which is to provide investors with a return in line with money market rates where both capital security and liquidity are primary considerations from professionally managed portfolios of debt securities and other assets permitted by law in different geographical areas and currencies, with the opportunity to achieve the objective of regular income and high liquidity. The investment policies which govern the Merging Fund and Receiving Fund are also very similar.

¹ This ongoing charges figure is an estimate as the figure based on last year’s expenses is no longer representative. This estimated figure is calculated on the basis of the decision to cease a waiver of the management fee with effect from 1 January 2018. The actual figure may be different from this estimated figure.

² The ongoing charge figure is based on ongoing expenses chargeable to the relevant class for the year ended 30 April 2017 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. The OCF of the Share class in the Receiving Fund as at 30 April 2018 will be available in the Receiving Fund’s annual report published within four months after the financial year ended 30 April 2018.

The investment objectives of the Merging Fund and of the Receiving Fund are similar and are described in the table below:

Investment Objective of the Merging Fund	Investment Objective of the Receiving Fund
Fidelity Funds II – US Dollar Currency Fund: “Invests primarily in US Dollar denominated debt securities and other permitted assets.”	Fidelity Funds – US Dollar Cash Fund: “Invests principally in US Dollar denominated debt securities and other permitted assets.”

According to the Prospectus, the risk profile of the Merging Fund is low. The Net Asset Value of the Merging Fund and the Receiving Fund is calculated daily on the basis of the market value of underlying cash, government bonds and/or corporate bond investments. Also, there may be additional risk through exchange rate fluctuations in case the reference currency of the fund is different from the currency of the investor.

The risk profiles of the Merging Fund and of the Receiving Fund are described in the table below:

Applicable Risk Factors*				
Fund Name	GENERAL RISKS THAT APPLY TO ALL FUNDS	FIXED INCOME RELATED RISK	SPECIFIC INSTRUMENT RELATED RISKS	DERIVATIVES RELATED RISKS
Fidelity Funds II - US Dollar Currency Fund	✓	✓	✓	✓
Fidelity Funds - US Dollar Cash Fund	✓	✓	✓	✓

* For further information on these risk factors, please refer to the section 1.2 “Risk Factors” under Part I in the latest Fidelity Prospectus for Hong Kong Investors of Fidelity Funds.

To clarify, as currency/cash fund, the Merging Fund and the Receiving Fund are both subject to Risk of Investing in Currency/Cash Fund and Investment Risk. “Specific Instrument Related Risks” mentioned in the above table refer to risks associated with repurchase transactions. For further information, you are recommended to read the Product Key Facts Statement (“KFS”) of the Merging Fund and the Receiving Fund, as well as the Prospectus and the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds (available at the registered offices of Fidelity Funds and its Hong Kong Representative or at www.fidelity.com.hk).

As at 30 June 2018, the fund size of the Merging Fund and Receiving Fund was as follows:

Fund Name	Fund Size
Fidelity Funds II - US Dollar Currency Fund	US\$362,285,000
Fidelity Funds - US Dollar Cash Fund	US\$1,230,293,000

Calculation Method of Merger and Shareholder Dealing

If Shareholder's approval of the Merger is received, on the Effective Date, your existing Shares in the Merging Fund will be converted into Shares of the corresponding class in the Receiving Fund (i.e. Class A-ACC-USD Shares). The exchange ratio will be determined on the basis of the last available Net Asset Value of the Share class concerned as at close of business on the last Business Day before the Effective Date. The exchange ratio for Shares in the Merging Fund to be merged into the corresponding Share class in the Receiving Fund will be calculated on the last Business Day prior to the Effective Date by dividing the latest available Net Asset Value of the Share class of the Merging Fund by the latest available Net Asset Value of the corresponding Share class of the Receiving Fund. In order to calculate how many Shares in the Receiving Fund each Shareholder would receive, the exchange ratio will be multiplied by the number of Shares of the Merging Fund held by each Shareholder. There will be no impact on the value, and number, of Shares held by existing Shareholders of the Receiving Fund as a result of the Merger. The Depositary of the Merging Fund has also confirmed that it has no objection to the Merger. You may deal in your newly issued Shares in the Receiving Fund from the next Business Day after the Effective Date.

In order to protect your interests, Shareholders of the Merging Fund should note that the Merging Fund will not accept subscriptions of Shares in the Merging Fund (other than by existing Shareholders through regular investment plans), will not accept switches into the Merging Fund, and the Merging Fund will no longer be marketed to the public in Hong Kong from the date of this letter. All subscriptions of new Shares in the Merging

Fund, as well as redemptions and switches of existing Shares in the Merging Fund will be suspended and will no longer be accepted five Business Days prior to the Effective Date.

Costs of the Merger

You will not bear any costs of the Merger. The expenses triggered by the Merger, including any legal, audit, regulatory and mailing charges will be borne by the Investment Manager (FIL Fund Management Limited) (and/or any of its affiliates within FIL Group). There are no unamortised preliminary expenses outstanding in respect of the Merging Fund.

Any additional income and expenses attributable to the Merging Fund accruing after 6.00 pm CET on the Effective Date, will be borne by the Receiving Fund.

Notice of Extraordinary General Meeting for Shareholders of the Merging Fund

Notice is hereby given that an extraordinary general meeting (the “**EGM**”) of the Shareholders of the Merging Fund will be held at the registered office of Fidelity Funds II, in **Luxembourg on 17 August 2018, at 12.00 noon CET** and with the agenda provided below:

AGENDA

- I. In the context of the Merger, on the basis of the Common Merger Proposal:
 - to approve the allocation of the assets of **Fidelity Funds II – US Dollar Currency Fund** into **Fidelity Funds – US Dollar Cash Fund** and the cancellation of class A Shares in this Merging Fund in exchange for class A-ACC-USD Shares in this Receiving Fund to become effective on 19 November 2018 or, as the case may be explained at the EGM, to give power to the Board to determine any later date thereof;
- II. To approve the closure and cessation of existence of Fidelity Funds II as of the Effective Date; and
- III. Such other business as may properly come before the EGM.

Subject to the limitations imposed by the Articles with regards to ownership of Shares by US persons or of Shares which constitute more than three percent (3%) of the outstanding Shares in Fidelity Funds II, each Share is entitled to one vote. Shareholders are invited to attend and vote at the EGM or may appoint another person to attend and vote. Such proxy need not to be a Shareholder in the Merging Fund (the process you are recommended to follow concerning the proxy is described below).

If Shareholders' approval of the Merger is received at the EGM, provided that a quorum of at least 50% of the issued share capital is present or represented and a majority of at least 2/3 of the votes cast is reached in favour of the Merger, the Merger will proceed as set out in the Articles and the Common Merger Proposal.

If the EGM cannot validly deliberate due to lack of quorum, the EGM will be reconvened (the “**Reconvened EGM**”) at least 15 days after the issuance of the notice of the Reconvened EGM. The Reconvened EGM will not require any quorum but will require the consent of at least 2/3 of the votes cast for a resolution to be passed. Shareholders will duly receive prior notice about the details and the agenda of the Reconvened EGM, in accordance with the procedures set out in the Articles.

Next Steps

Enclosed is a Form of Proxy. The Board recommends that the Shareholders vote in favour of the proposed resolution to approve the Merger and the closure and cessation of existence of Fidelity Funds II. Even if you intend to attend the EGM, please complete and return the Form of Proxy to Fidelity Funds II, to arrive no later than **11.00am CET** (10.00am UK time) on 13 August 2018, or complete and return the Form of Proxy to the Hong Kong Representative, to arrive no later than 5.00pm HK time on 13 August 2018.

The Merger is being proposed in the interest of the Shareholders. If Shareholders' approval of the Merger is passed, as specified above, you will receive a notice informing you of the outcome of the EGM or, if applicable, the Reconvened EGM (the “**EGM Outcome Letter**”) at least 30 days before the Effective Date, which will enable you to make an informed judgment of the impact of the Merger on your investment. If the Merger is not approved

at the Reconvened EGM, this will be disclosed in the EGM Outcome Letter and in which case the Merger will not proceed and Fidelity Funds II will not be closed. If you do not agree with these proposed changes, you have the right to redeem your existing Shares in the Merging Fund, and you are also offered with the possibility to switch your existing Shares into any other fund offered by Fidelity as available to you, both free of any redemption or switching charges. Redemptions or switches free of charge can be instructed on any Valuation Date until 5.00 pm Hong Kong time[#] starting from the date of this letter and until the date on which is 5 Business Days before the Effective Date, and will normally be dealt with at the next calculated Net Asset Value. Redemption proceeds will be paid in accordance with the Prospectus directly to your bank account. Different procedures may apply if dealing is made through a financial adviser or other fund distributor. For further information on these arrangements, please contact your usual contact.

Shareholders who will choose not to redeem or switch their Shares until the date on which is 5 Business Days before the Effective Date should note that their holding will automatically take part in the Merger.

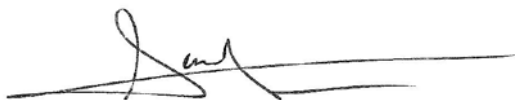
Copies of the audit report prepared by the approved statutory auditor of Fidelity Funds II in relation to the Merger will be made available free of charge at the registered offices of Fidelity Funds II and its Hong Kong Representative post the Merger.

The proposed Merger will have no tax implications for the Merging Fund or the Receiving Fund in Hong Kong. Shareholders of the Merging Fund should note that the Merger may be treated for tax purposes as a disposal of Shares depending on personal circumstances and the tax legislation in the various jurisdictions where Shareholders are resident. Equally, please note that the redemption or the switching of your holding may be deemed as a disposal for tax purposes. Generally, investors will not be subject to any Hong Kong tax on capital gains realised on the redemption or switching of any Shares. However, if any acquisition, switching or redemption of Shares is or forms part of a trade, profession or business carried on in Hong Kong, gains realised may attract Hong Kong profits tax. If you have any concerns about your tax position, we recommend that you seek independent tax advice.

The Board accepts full responsibility for the accuracy of the content of this letter as at the date of the mailing, and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement herein misleading.

If you have any questions related to this proposal or if you want to request a copy of the Prospectus and/or the Fidelity Prospectus for Hong Kong Investors of Fidelity Funds, the KFS of the Merging Fund and/or the Receiving Fund, the Articles and/or the Articles of Incorporation of Fidelity Funds, the latest audited annual report and accounts and unaudited semi-annual report and accounts of Fidelity Funds and/or Fidelity Funds II (which are also available at www.fidelity.com.hk^{*}) or other material agreements relating to Fidelity Funds and/or Fidelity Funds II, please contact your usual financial adviser or call the Fidelity Investor Hotline[^] (852) 2629-2629, or you can write to the Hong Kong Representative at Level 21, Two Pacific Place, 88 Queensway, Admiralty, Hong Kong. These documents may be inspected by the public at all times during office hours. Copies of the Fidelity Prospectus for Hong Kong Investors, the latest KFS and the latest financial report of the Merging Fund and the Receiving Fund may be obtained, free of charge.

Yours faithfully,



Florence Alexandre
Representative of FIL (Luxembourg) S.A.
Corporate Director

[#] Different procedures and/or cut-off times may apply if dealing in Shares is made through distributors. Please note that some distributors or other intermediaries may charge additional fees (such as switching or transaction fees) or expenses at their own discretion. For further information on these please contact your financial adviser or your usual contact at the distributor / intermediary whom you transact with.

^{*} This website has not been reviewed by the Hong Kong Securities and Futures Commission (SFC) in Hong Kong.

[^] International Toll-free Number +800 2323 1122, available to calls from Australia, Canada, Japan, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and USA. Service may not be available for certain mobile carriers. The “+” sign represents the International Access Prefix. China Toll-free Number: 4001 200632. The Fidelity Investor Hotline is available from 9am to 6pm, Monday to Friday (except Hong Kong public holidays).

Appendix – List of ISIN Codes

Fund	Class	ISIN Code
Fidelity Funds II - US Dollar Currency Fund	Class A Shares	LU0115011255
Fidelity Funds - US Dollar Cash Fund	Class A-ACC-USD Shares	LU0261952922

FIL Investment Management (Luxembourg) S.A. (as Management Company)

April 2018

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

Quick facts

Management Company:	FIL Investment Management (Luxembourg) S.A.		
Investment Manager:	FIL Fund Management Limited (Bermuda, internal delegation)		
Investment Advisor:	FIL Investments International (United Kingdom, internal delegation)		
Depository:	Brown Brothers Harriman (Luxembourg) S.C.A.		
Ongoing charges over a year[#]:	1.18%		
	[#] This ongoing charges figure is an estimate as the figure based on last year's expenses is no longer representative. This estimated figure is calculated on the basis of the decision to cease a waiver of the management fee with effect from 1 January 2018. The actual figure may be different from this estimated figure and it may vary from year to year.		
Dealing frequency:	Daily		
Base currency:	USD		
Dividend policy:	The fund does not pay dividends.		
Financial year end of this fund:	31 January		
Minimum investment:		<u>Initial Investment</u>	<u>Subsequent Investment</u>
	Class A	USD 2,500	USD 1,000

What is this product?

Fidelity Funds II is an open-ended investment company established in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

Objectives and investment policy

- The fund aims to invest primarily in US Dollar denominated debt securities and other permitted assets.
- The assets of the fund shall exclusively be composed of interest bearing transferable debt securities, money market instruments and cash, which may be invested or traded in various countries such as (but not limited to) the UK, US, Australia, Asia or Europe. Such assets shall be converted into US dollar, being the currency in which the fund's assets are denominated.
- The fund may use financial derivative instruments provided (a) they are economically appropriate in that they are realised in a cost-effective way, (b) they are entered into for one or more of (i) reduction of risk, (ii) reduction of cost and (iii) generation of additional capital or income for the fund with a level of risk which is consistent with the risk profile of the fund and the risk diversification rules laid down in Appendix A (A. III) of the Hong Kong Prospectus, and (c) their risks are adequately captured by the risk management process of the fund. The fund will not make extensive use of financial derivative instruments for investment purposes or use complex derivative instruments or strategies to meet the investment objectives of the fund.

What are the key risks?

Investment involves risks. Please refer to the Hong Kong Prospectus for details including the risk factors. The purchase of shares in the fund is not the same as placing funds on deposit with a bank or deposit-taking company. The investment manager has no obligation to redeem shares at the offer value and the fund is not subject to the supervision of the Hong Kong Monetary Authority.

Risk of Investing in Currency funds

- An investment in the fund is neither insured nor guaranteed by any government, government agencies or government-sponsored agencies or any bank guarantee fund. The fund does not guarantee a stable Net Asset Value. The performance of the fund may be affected by changes in money market rates, economic and market conditions and in legal, regulatory and tax requirements.

Investment Risk

- The fund is an investment fund. The fund's investment portfolio may fall in value and therefore your investment in the fund may suffer losses. There is no assurance that the strategy employed by the fund will be successful and therefore the investment objectives of the fund may not be achieved.

Liquidity Risk

- Such risk exists when a particular instrument is difficult to purchase or sell. If the size of any disposals required to finance redemptions are sufficiently large or if the relevant market is illiquid, it may not be possible to initiate a transaction or liquidate a position at an advantageous price.

European Risk

- The fund may invest in European debt securities and its performance may be tied to the economic, political, regulatory, geopolitical, market, currency or other conditions in the European Economic Area and could be more volatile than the performance of more geographically diversified funds. In light of the concerns on sovereign credit risk of certain European countries and in particular these countries' fiscal conditions, the fund may be subject to increased liquidity, price, and foreign exchange risk. If there are adverse credit events in certain European countries e.g. downgrade of the sovereign credit rating of a European country or a European financial institution, the performance of the fund could decline significantly and will possibly result in significant loss. Measures taken by the governments of the European countries, central banks and other authorities to address their economic and financial problems may not be effective and such failure may result in further deterioration of these countries' fiscal conditions.

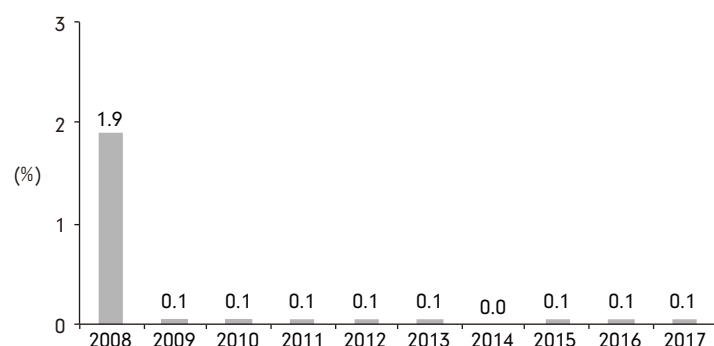
Pricing and Valuation Risk

- Investments in unquoted and/or illiquid investments will increase the risk of mispricing. Further, an objective verifiable source of market prices will not be available at times and the use of a fair value process involves assumptions and subjectivity.

Credit Risk

- Investments may be adversely affected if any of the institutions with which money is deposited suffers insolvency or other financial difficulties (default). Credit risk also arises from the uncertainty about the ultimate repayment of principal and interest of debt instrument investments. In both cases the entire deposit or purchase price of the debt instrument is at risk of loss if there is no recovery after default.

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.
- These figures show by how much the fund 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 redemption fees you might have to pay.
- Fund launch date: 1991

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

Currently, the fund does not charge any subscription, switching or redemption fee*.

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:

Management Fee	Class A – Up to 1.0% p.a. of NAV**
Depositary Fee	Varies from 0.003% to 0.35% of NAV
Performance Fee	N/A
Administration Fee	Up to 0.35% of NAV

* The redemption fee of not exceeding 1% can be applied at the directors' discretion. In the event such fee is imposed or increased, not less than 1 month's notice will be given to you.

** The management fee can be increased to a maximum annual rate of 2% of the net asset value of the fund. In the event of such increase, not less than 3 months' notice will be given to you.

Other Fees

You may have to pay other fees when dealing in shares of the fund. Any other fees and charges are described in the Hong Kong Prospectus. You should note that some fees may be increased, up to a specified permitted maximum, by giving shareholders at least one month's prior notice. For details, please refer to the Hong Kong Prospectus.

Additional Information

- You generally buy, redeem or switch shares at the fund's next-determined net asset value after we receive your request, directly or via a distributor, in good order at or before 5.00 p.m. Hong Kong time, being the fund's dealing cut-off time. Before placing your orders, please check with your distributor for the distributor's internal dealing cut-off time (which may be earlier than the fund's dealing cut-off time).
- The net asset value of this fund is calculated and the price of shares is published each business day. Net asset value of the fund will be published in the South China Morning Post and the Hong Kong Economic Times.
- Investors may obtain information on the intermediaries from the Fidelity Investor Hotline: +852 2629 2629.

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.