

Portfolio manager: Teera Chanpongsang

Performance for 12 month periods in USD (%)

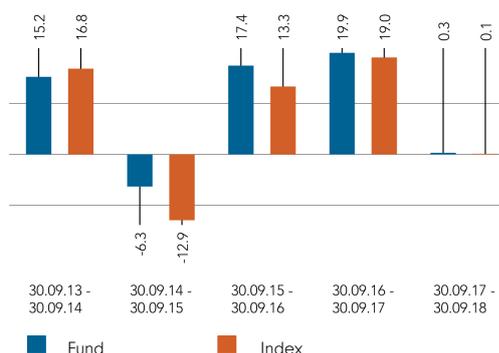
Performance over quarter in USD (%)

Fund	-4.0
Market index	-1.7

33,33% MSCI China, 33,33% MSCI India & Pakistan, 33,33% MSCI Malaysia, Indonesia, Thailand & Philippines

Market index is for comparative purposes only.

Source of fund performance is Fidelity. Basis: nav-nav with income reinvested, in USD, net of fees. Other share classes may be available. Please refer to the prospectus for more details.



Market Environment

News flow surrounding the China-US trade war dominated investor sentiment for yet another quarter and weighed on Emerging Asian equities. Worries over widening current account deficits in other emerging markets such as Turkey and Argentina also compounded concerns in this risk-off environment. Chinese equities were negatively impacted by lacklustre economic data releases. However, expectations that the country will intensify stimulus measures to cushion the impact of the trade war with the US and the likelihood of more Chinese shares being included on global benchmarks helped contain losses. Indian markets were weighed down by rising inflation, credit issues in the non-banking financial sector and widening trade deficit. Encouragingly, Thai equities outperformed due to lower currency risks, driven by high current account surplus and foreign exchange reserves. The approval of two key laws in Thailand for the upcoming election in 2019 also buoyed investor sentiment. Elsewhere, stock markets in the Philippines and Malaysia ended higher. At a sector level, consumer discretionary declined the most, while energy and information technology (IT) outperformed the broader market. Energy stocks tracked oil prices higher. Weakness in Asian currencies against the US dollar supported sentiment towards export-oriented IT companies.

Fund Performance

The fund underperformed the index over the quarter. Concerns over the ongoing China-US trade issues prompted a sharp sell-off in Chinese markets. Against this risk-off backdrop, investors were less tolerant of short-term disappointments, which weighed on selected Chinese positions. The sell-off in Indian financials also hampered returns. Encouragingly, preferred ASEAN holdings added value.

Chinese holdings caught in short-term concerns

Weak quarterly earnings hurt positions in Sunny Optical Technology and Tencent. Camera component manufacturer Sunny experienced short-term margin pressures due to demand for low-end specification products and currency depreciation. Tencent's shares slid on news of a delay in game approval for one of its blockbuster titles. Concerns about a near-term downcycle in the air-conditioning market held back home appliances manufacturer Midea.

Indian financials lost some ground

Indian financials witnessed a broad-based sell-off due to concerns over credit and liquidity issues among non-banking financial companies. Consequently, positions in HDFC Bank and Housing Development Finance Corporation fell.

Preferred positions among contributors

A series of interest rate rises in Indonesia lifted sentiment towards Bank Central Asia. China Petroleum and Chemical Corporation, Reliance Industries and PTT Public benefited from rising oil prices. Meanwhile, Thai real estate company Central Pattana reported encouraging results and its recent acquisition was seen as accretive.

Fund Positioning

I focus on identifying high-quality, undervalued stocks with robust business models and strong management teams that can add considerable value for shareholders over time. These factors support companies' earnings and drive stock market performance in the long term. I also focus on finding future leaders, and look for robust businesses that are out of favour due to short-term issues and thus trade at attractive valuations. Overall, I retain my conviction in key portfolio holdings in a volatile market environment.

Focus on high-quality financials

Among banking stocks, I favour the prospects of HDFC Bank, Bank Central Asia and Kasikornbank. HDFC Bank is run by an experienced senior management team with a pragmatic approach to loan underwriting. The bank also has a strong deposit franchise that supports low cost of funds and high asset quality. Bank Central Asia offers structural growth given the low penetration of financial services in Indonesia. It has a well-regarded management team with a strong CASA (current account, saving account) franchise. Meanwhile, insurer AIA Group has a solid regional presence and benefits from structural growth in Asia's underpenetrated insurance markets.

Conviction in strong franchises

I continue to favour the prospects of Kweichow Moutai. It has a dominant position in China's high-end liquor market and a well-established aspirational consumer brand. I also favour Wuxi Biologics for its robust business model with high entry barriers, solid development platform and robust pipeline of client projects. In contrast, I sold the holding in Tata Motors.

Important Information

Past performance is not a reliable indicator of future results. The fund's returns can be affected by fluctuations in currency exchange rates.

The value of investments and any income from them may go down as well as up and an investor may not get back the amount invested. The use of financial derivative instruments may result in increased gains or losses within the fund. This fund invests in emerging markets which can be more volatile than other more developed markets.

Attribution

Performance attribution is produced in the currency shown below. For funds with multiple share classes, the attribution return reflects the aggregate performance across all the share classes. It may therefore deviate from the published return for a particular share class. When using the analysis for hedged share classes, please consider that the attribution is shown before the impact of hedging.

The contributions shown in the tables are before the impact of charges. If charges are applied, their effect is captured in the "Other" category in the tables and will also be reflected in the fund return.

All investments, including derivatives, linked to a particular issuing company have been combined to form a total percentage for each issuing company.

The sector/industry and country contribution tables (where relevant) display a maximum of eleven individual sectors/industries or countries. For funds investing in more than eleven sectors/industries or countries, only top five and bottom five are listed, with the contribution from other sectors/industries or countries shown in the "Other Sectors" or "Other Countries" category.

Currency of attribution	US Dollar (USD)
Three month relative return (%)	-1.92

Position Contribution (%)

3 months

	Average Relative Weight	Relative Performance Contribution		Average Relative Weight	Relative Performance Contribution
TOP CONTRIBUTORS			TOP DETRACTORS		
YES BANK	-0.6	0.30	HDFC BANK LTD	4.8	-0.44
JD COM INC	-0.5	0.18	TENCENT HLDGS LTD	1.1	-0.34
CHINA PETROLEUM & CHEM CORP	1.0	0.16	MIDEA GROUP CO LTD	1.0	-0.28
CENTRAL PATTANA PUBLIC CO LTD	0.7	0.15	SUNNY OPTICAL TEC(GROUP)CO LTD	0.6	-0.25
BANK CENTRAL ASIA TBK PT	1.7	0.14	KOTAK MAHINDRA BANK LTD	0.9	-0.18
KASIKORNBANK PCL	0.8	0.14	SHANGRI LA ASIA LTD	0.8	-0.18
RELIANCE INDUSTRIES LTD	0.7	0.14	HOUSING DEV FINANCE CORP LTD	1.5	-0.17
AIA GROUP LTD	2.0	0.13	SIAM COMMERCIAL BK PUB CO LTD	-0.6	-0.16
TATA CONSULTANCY SERVICES LTD	1.1	0.12	HANGZHOU HIK-V DIG TECH CO LTD	0.4	-0.16
CHINA MOBILE LTD	0.5	0.11	HDFC STANDARD LIFE INSURANCE CO LTD	0.7	-0.14

Positions in other funds - including ETFs (Exchange Traded Funds) - can appear in this table, but index derivatives form part of an "Index / Unclassified" category which will appear in the table(s) below when relevant.

Sector/Industry Contribution (%)

3 months

Country Contribution (%)

3 months

CONTRIBUTIONS TO RELATIVE RETURN

GICS Sector	Average Relative Weight	Security Selection	Sector/ Industry Selection	Total Relative Contribution
Real Estate	-1.1	0.23	0.03	0.27
Energy	-1.4	0.31	-0.19	0.12
Consumer Staples	-0.6	0.19	-0.10	0.09
Health Care	-0.4	0.24	-0.20	0.04
Industrials	-2.0	-0.12	0.02	-0.10
Utilities	-2.4	-0.07	-0.05	-0.12
Communication Services	-3.9	-0.30	0.01	-0.29
Materials	-3.5	-0.19	-0.10	-0.29
Financials	7.2	-0.80	0.39	-0.41
Information Technology	1.7	-0.30	-0.12	-0.42
Consumer Discretionary	3.6	0.00	-0.80	-0.80
Total Primary Assets	-2.8	-0.80	-1.10	-1.90
Other*	2.8			-0.02
TOTAL	0.0			-1.92

CONTRIBUTIONS TO RELATIVE RETURN

	Average Relative Weight	Security Selection	Country Selection	Total Relative Contribution
Singapore	0.5	0.04	0.00	0.04
Indonesia	-0.9	0.03	-0.01	0.02
Vietnam	2.0	0.00	0.00	0.00
United States	1.0	-0.02	0.00	-0.02
Hong Kong	3.3	0.63	-0.65	-0.02
Philippines	-2.1	-0.03	-0.05	-0.08
Malaysia	-6.4	0.12	-0.33	-0.22
Thailand	-1.5	-0.17	-0.21	-0.39
India	1.7	-0.50	0.01	-0.49
China	-0.4	-0.72	-0.04	-0.76
Total Primary Assets	-2.8	-0.62	-1.29	-1.90
Other*	2.8			-0.02
TOTAL	0.0			-1.92

*Other includes portfolio components not already listed such as cash, expenses and other miscellaneous items.

Important Information

This information must not be reproduced or circulated without prior permission. Fidelity International refers to the group of companies which form the global investment management organisation that provides information on products and services in designated jurisdictions outside of North America. Fidelity only offers information on its own products and services and does not provide investment advice based on individual circumstances. This communication is not directed at, and must not be acted upon by persons inside the United States and is otherwise only directed at persons residing in jurisdictions where the relevant funds are authorised for distribution or where no such authorisation is required. Unless otherwise stated all products and services are provided by Fidelity International, and all views expressed are those of Fidelity International. Fidelity, Fidelity International, the Fidelity International logo and F symbol are registered trademarks of FIL Limited.

Morningstar annualised growth rates, total return, sector median performance and ranks - Data Source - © 2018 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Before investing you should read the key information document, which is available in your local language through the website www.fidelityinternational.com or from your distributor.

Austria: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from our European Service Centre in Luxembourg, FIL (Luxembourg) S.A. 2a, rue Albert Borschette BP 2174 L-1021 Luxembourg as well as with the Austrian paying agent UniCredit Bank Austria AG, Schottengasse 6-8, 1010 Wien, FIL (Luxembourg) S.A. - Zweigniederlassung Wien, Mariahilfer Strasse 36, 1070 Wien or www.fidelity.at. Issued by FIL (Luxembourg) S.A.

Chile: Neither the issuer nor the securities have been registered with the Superintendencia de Valores y Seguros pursuant to law no. 18,045, the Ley de Mercado de Valores, and regulations thereunder. This document does not constitute an offer of, or an invitation to subscribe for or purchase, the securities in the republic of Chile, other than to individually identified buyers pursuant to a private offering within the meaning of article 4 of the Ley de Mercado de Valores (an offer that is not "addressed to the public at large or to a certain sector or specific group of the public").

Czech Republic: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available in your local language along with the current annual and semi-annual reports free of charge from our paying agent UniCredit Bank Czech Republic a.s., Zeletovska 1525/1, 14092 Prag 4 - Michle, Czech Republic. Issued by FIL (Luxembourg) S.A.

Denmark: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available in your local language along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank or from www.fidelity.dk. Issued by FIL (Luxembourg) S.A.

Finland: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank and from www.fidelity.fi. Issued by FIL (Luxembourg) S.A.

France: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank or visit the Fidelity website. Issued by FIL Gestion, a portfolio management company approved by the AMF under the number GP03-004, 29 rue de Berri, 75008 Paris.

Germany: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from FIL Investment Services GmbH, Postfach 200237, 60606 Frankfurt/Main or www.fidelity.de. Issued by FIL Investment Services GmbH.

Hungary: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from our distributor Raiffeisenbank Zentralbank Österreich AG, Akadémia u. 6, 1054 Budapest. Issued by FIL (Luxembourg) S.A.

Iceland: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank. Issued by FIL (Luxembourg) S.A.

Italy: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank. Issued by FIL (Luxembourg) S.A.

Luxembourg: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from our distributors or www.fidelity.lu. Issued by FIL (Luxembourg) S.A.

Malta: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from Growth Investments Limited (which is licensed by the MFSA). Fidelity Funds are promoted in Malta by Growth Investments Ltd in terms of the EU UCITS Directive and Legal Notices 207 and 309 of 2004. The Funds are regulated in Luxembourg by the Commission de Surveillance du Secteur Financier. Issued by FIL (Luxembourg) S.A.

Netherlands: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from FIL (Luxembourg) S.A., Netherlands Branch (registered with the AFM), World Trade Centre, Tower H, 6th Floor, Zuidplein 52, 1077 XV Amsterdam (tel. 0031 20 79 77 100) or from www.fidelity.nl. Fidelity Funds is authorised to offer participation rights in The Netherlands pursuant to article 2:66 (3) in conjunction with article 2:71 and 2:72 Financial Supervision Act. Issued by FIL (Luxembourg) S.A.

Norway: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank or from www.fidelity.no. Issued by FIL (Luxembourg) S.A.

Portugal: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge. Fidelity Funds is registered with the CMVM and the legal documents can be obtained from locally authorised distributors. Issued by FIL (Luxembourg) S.A.

Slovakia: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from our paying agent UniCredit Bank Slovakia, a.s., Sancova 1/A 81333, Slovakia. Issued by FIL (Luxembourg) S.A.

Spain: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge. For the purposes of distribution in Spain, Fidelity Funds is registered with the CNMV Register of Foreign Collective Investment Schemes under registration number 124, where complete information is available from Fidelity Funds authorised distributors. The purchase of or subscription for shares in Fidelity Funds shall be made on the basis of the KIID that investors shall receive in advance. The KIID is available for inspection at the offices of locally authorised distributors as well as at the CNMV. Issued by FIL (Luxembourg) S.A.

Sweden: Investments should be made on the basis of the current prospectus/Key Investor Information Document (KIID), which is available along with the current annual and semi-annual reports free of charge from your financial advisor or from the branch of your bank, from our European Service Centre in Luxembourg, FIL (Luxembourg) S.A. 2a, rue Albert Borschette BP 2174 L-1021 Luxembourg or from www.fidelity.se. Issued by FIL (Luxembourg) S.A.

Switzerland: Investments should be made on the basis of the current prospectus and KIID (key investor information document), which are available along with the current annual and semi-annual reports free of charge from our distributors, from FIL Luxembourg S.A. and from our legal representative and paying agent in Switzerland: BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich. Issued by FIL Investment Switzerland AG authorised and regulated in Switzerland by the Swiss Financial Market Supervisory Authority FINMA.

United Kingdom: Investments should be made on the basis of the KIID (key investor information document) which is available at www.fidelity.co.uk. The full prospectus may also be obtained from Fidelity. Please note that not all funds in the SICAV fund range are suitable for UK investors and tax advice should be sought before investing. Fidelity Funds is recognised under section 264 of the Financial Services and Markets Act 2000. Investors should note that loss caused by such recognised funds will not be covered by the provisions of the Financial Services Compensation Scheme (or by any similar scheme in Luxembourg) if the fund is unable to meet its obligations, however claims for loss in regards to such recognised funds against a Financial Conduct Authority authorised firm such as Fidelity will be. Issued by FIL Pensions Management, authorised and regulated by the Financial Conduct Authority and Financial Administration Services Limited, authorised and regulated by the Financial Conduct Authority.

United Arab Emirates: For the United Arab Emirates, the DIFC branch of FIL Distributors International Limited, is regulated by the DFSA for the provision of Arranging Deals in Investments only. All communications and services are directed at Professional Clients only. Persons other than Professional Clients, such as Retail Clients, are NOT the intended recipients of our communications or services. Investments should be made on the basis of the current prospectus and KIID (key investor information document), which are available along with the current annual and semi-annual reports free of charge from our distributors.

CI3631 CL1305203/NA English T1a

