

*This document is for Investment Professionals only, and should not be relied upon by private investors.*

# Fidelity MultiManager Portfolios

**To help Advisers prepare Marketing and Reasons Why letters to send to clients, we've put together several points on why we believe your clients should consider Fidelity's MultiManager Portfolio range**

## Why MultiManager?

- Most experts agree that diversification is a sound investment principle. A diversified portfolio is one that has a broad spread of investments. Multi-manager portfolios are diversified investments and so could be an ideal solution for those who do not have a sufficiently large portfolio to achieve effective diversification themselves
- These types of funds offer investors a single managed portfolio along with the benefits of professional portfolio management
- In contrast to a portfolio of individual funds, there is no Capital Gains Tax liability when the investment manager switches between funds within the portfolio
- Would suit investors wishing to convert a selection of fund holdings into a single managed portfolio, either for convenience or for the benefits of professional portfolio management

## Why Fidelity MultiManager Portfolios?

- The Fidelity MultiManager Portfolios are known as 'fund-of-funds' – funds that invest in other funds
- Fidelity has one of the largest multi-manager teams in the City managing over US\$20bn in multi-manager structures
- The key members of our multi-manager team - the Investment Solutions Group (ISG) – have more than 100 years of collective investment experience. The ISG is headed by Richard Skelt, one of the most highly respected fund-of-funds managers in the City
- Fidelity's investment team combine advanced quantitative analysis with extensive qualitative research to construct the Fidelity MultiManager Portfolios. This allows them to blend the underlying investments in such a way that seeks to maximise return whilst minimising risk
- Fidelity offers a range of MultiManager Portfolios to suit a variety of investment needs, for both growth and income seeking investors
- The Fidelity MultiManager Portfolios have low standard initial charges of just 3.5% and the Total Expense Ratios (this is the total annual charge payable on the investment and estimated other charges) are capped at a highly competitive 2.0%\* per annum
- Investment can be made into the Fidelity MultiManager Portfolios from as little as £1,000 or from just £50 per month
- Investors have access to all of their account information 24 hours a day 365 days a year through Fidelity's online Account Management service at [www.fidelity.co.uk](http://www.fidelity.co.uk)

For more information on Fidelity MultiManager Portfolios, contact your local Fidelity representative, call our BrokerLine on **0800 41 41 81**, or go online at [www.fidelity.co.uk/multimanager](http://www.fidelity.co.uk/multimanager)

## Funds for Income

### Why Fidelity MultiManager Income Portfolio?

This is a UK-focused portfolio of equity and bond funds. It aims to generate an income in a way that also offers the potential for capital growth.

**This Portfolio could be suitable for an investor who:**

- needs a regular income but is not prepared to let the value of their capital stagnate
- is looking for a relatively cautious way to achieve long-term capital growth
- wants a core holding that they can complement with 'satellite' funds
- would like a means of structuring their portfolio around a lower-risk core holding.

### Why Fidelity MultiManager Equity Income Portfolio?

This Portfolio is focused on combining capital growth, with a yield that allows it to qualify for the UK Equity Income Sector, through investment in equity funds. It aims for an attractive risk/return profile versus this peer group.

**This Portfolio could be suitable for an investor who:**

- is seeking an attractive yield coupled with the potential for significant capital returns from an aggressive fund-of-funds portfolio
- wants a diversified portfolio of high performance UK equity funds managed by some of the most respected and successful fund managers in the investment industry
- would like an investment spread across funds such that they are not exposed to the risks associated with investing with an individual manager
- is looking for an investment which offers the potential for significantly higher long-term total returns than cash or fixed income.

### Why Fidelity MultiManager Distribution Fund?

This Fund seeks to achieve a strong combination of income and long-term capital growth. It is a diversified portfolio investing in a range of equity (mainly UK equity income), bonds and property funds.

**This Fund could be suitable for an investor who:**

- wants a lower risk investment than is generally offered by a pure equity product
- seeks income while retaining elements of capital growth
- is looking for a well-diversified managed solution in one investment
- would benefit from an alternative option to with-profits funds, which can be held with an Investment Bond.

## Funds for Growth

### Why Fidelity MultiManager Growth Portfolio?

This Portfolio seeks attractive long-term capital growth by investing solely in equity funds. It will have a bias towards the UK with the remainder of the fund invested globally.

**This Portfolio could be suitable for an investor who:**

- is looking for a way to achieve attractive long-term growth for their investment
- is looking for an investment which offers the potential for higher long-term total returns than cash or fixed income
- wants a core holding that they can complement with 'satellite' funds.

### Why Fidelity MultiManager Special Situations Portfolio?

This Portfolio is designed to be a high alpha UK growth fund with attractive risk/return characteristics compared to its peers.

**This Portfolio could be suitable for an investor who:**

- is seeking significant returns from a higher-risk capital growth portfolio investing in UK equity funds
- would like an investment spread across funds such that they are not exposed to the risks associated with investing with an individual manager
- wants a diversified portfolio of high performance UK equity funds managed by some of the most respected and successful fund managers in the investment industry
- is looking for an investment which offers the potential for significantly higher long-term total returns than cash or fixed income.



This document gives general 'reasons why' for using Fidelity and individual Fidelity funds, and can be used as a template for inclusion in documentation issued by an Adviser firm. If used in this way, the document must be approved by the Adviser firms' compliance officer prior to issue. IFA807/26118/xx/CB34300/0109