



# Total Retirement Solution

## Fidelity Retirement Master Trust

Fund Information



## Fidelity, one of the world's leaders in fund management

With more than 35 years' global investment experience, Fidelity now manages more than US\$276 billion\* for millions of investors around the world - major institutions as well as private individuals.

Our team of dedicated professionals and award-winning services and investment performance<sup>#</sup> are well placed to offer all aspects of a [Total Retirement Solution](#). These include a multi-manager product platform, enhanced life-stage investor education and retirement planning guidance provided by our team of experienced Personal Investments Specialists.

### Fidelity Retirement Master Trust

Determining which investment fund or funds are most appropriate for your investment goals is your first step in developing and building a successful investment strategy. The Fidelity Retirement Master Trust offers you a wide selection of products with a choice of **14** investment options covering the whole spectrum of risk and return levels. Funds are split into two broad categories:

- 10 Fidelity-only funds
- 4 MultiManager lifecycle funds

### Investment options at-a-glance

#### Fidelity-only Funds

Fidelity adopts a "bottom-up" investment approach that is based on the primary in-depth research conducted by our investment research analysts throughout the world. Portfolio construction is achieved through teams of professional portfolio managers maximising incremental returns based on the defined investment objectives. Each fund is designed to provide different return and volatility characteristics to enable you to better plan your finances and achieve your retirement investment goal.

Name of Fund	Benchmark Asset Allocation	Investment Strategies
<b>Hong Kong Equity Fund</b>	<p>Cash 5% HK equities 95%</p>	<ul style="list-style-type: none"> <li>• To focus investment into the equity markets and companies of Hong Kong and Greater China, and</li> <li>• To produce returns that are related to those achieved on the major stock market indices of Hong Kong.</li> </ul>
<b>Asia Pacific Equity Fund</b>	<p>Cash 5% Asia Pacific equities 95%</p>	<ul style="list-style-type: none"> <li>• To focus investment into the equity markets of Asia Pacific, and</li> <li>• To produce returns that are related to those achieved on the major stock market indices of Asia Pacific.</li> </ul>
<b>Global Equity Fund</b>	<p>US equities 55% European equities 29% Japanese equities 8% Asia Pacific equities 5% HK equities 1% Cash 2%</p>	<ul style="list-style-type: none"> <li>• To focus investment into the global equity markets, and</li> <li>• To produce returns that are related to those achieved on the major world stock market indices.</li> </ul>

\*As at December 31, 2006. Figures reflect the resources of Fidelity International Limited and its subsidiaries.

<sup>#</sup>2006 AsianInvestor Achievement Awards: Hong Kong total plan - 1 year performance, Hong Kong capital stable - 3 year risk-adjusted performance, Japan equities - 10 year risk-adjusted performance, European (including UK) equities - 3 year risk-adjusted performance and Hong Kong equities - 1 year performance; 2005 Asia Asset Management - Best of the Best Country Awards: Winner award for the Best Client Servicing Award, Hong Kong Category.



Name of Fund	Benchmark Asset Allocation	Investment Strategies
<b>Growth Fund</b>	<p>European equities 18% US equities 18% HK equities 30% Japanese equities 12% Asia Pacific equities 12% Global bonds 7% Cash 3%</p>	<ul style="list-style-type: none"> <li>• To focus investment into the global equity markets,</li> <li>• To have the flexibility to invest in global bonds, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>Balanced Fund</b>	<p>Japanese equities 9% European equities 14% US equities 14% HK equities 24% Asia Pacific equities 9% Global bonds 24% HK bonds 1% Cash 5%</p>	<ul style="list-style-type: none"> <li>• To provide a degree of asset diversification within a predominately equity portfolio, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>Stable Growth Fund</b>	<p>Asia Pacific equities 6.5% Japanese equities 6.5% European equities 10% US equities 10% HK equities 17% Global bonds 43% HK bonds 2% Cash 5%</p>	<ul style="list-style-type: none"> <li>• To broadly diversify the portfolio as to asset type as between equities and bonds, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>Capital Stable Fund</b>	<p>Japanese equities 4% Asia Pacific equities 4% European equities 6% US equities 6% HK equities 10% Global bonds 57% HK bonds 3% Cash 10%</p>	<ul style="list-style-type: none"> <li>• To focus investment towards less volatile assets of bonds and cash whilst retaining some equity exposure, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>World Bond Fund</b>	<p>Cash 2% Global bonds 98%</p>	<ul style="list-style-type: none"> <li>• To focus investment into the bond markets of the world, and</li> <li>• To produce returns that are related to those achieved on the major bond market indices.</li> </ul>
<b>Hong Kong Bond Fund</b>	<p>Cash 2% HK bonds 98%</p>	<ul style="list-style-type: none"> <li>• To invest in world bond markets with a focus on HK dollar denominated bonds and issuers, and</li> <li>• To produce returns that are related to those achieved on the major bond market indices.</li> </ul>
<b>Capital Preservation Fund</b>	<p>HK bonds 5% HKD cash 95%</p>	<ul style="list-style-type: none"> <li>• To provide a positive return each month equal to or better than the HKD savings account rate,</li> <li>• To focus investments into short term instruments, and</li> <li>• To ensure that there is minimal risk to the capital.</li> </ul>



## MultiManager Lifecycle Funds

MultiManager Lifecycle Funds bring together the expertise of Fidelity and other leading specialist fund managers in the market. Each MultiManager Lifecycle Fund allocates assets to a mix of funds managed by third-party managers. Funds and managers with complementary styles, focus, strengths and philosophies are selected through a vigorous research and monitoring process. The MultiManager Lifecycle Fund offers investors more choice and diversification of manager risk with dedicated support from Fidelity and some of the very best managers in the market.

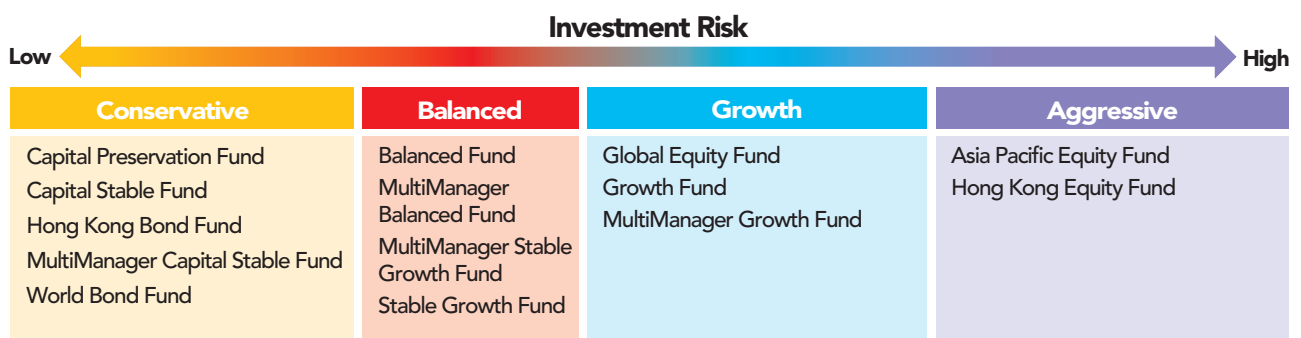
The flexibility of multi-manager funds has made them very popular in both the US and UK retirement markets, and Fidelity is a leading manager in both. Fidelity's own team in London selects the managers and the funds, ensuring that all new funds are managed by the relevant experts.

Name of Fund	Benchmark Asset Allocation	Investment Strategies
<b>MultiManager Growth Fund</b>		<ul style="list-style-type: none"> <li>• To focus investment into the global equity markets,</li> <li>• To have the flexibility to invest in fixed income securities and cash, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>MultiManager Balanced Fund</b>		<ul style="list-style-type: none"> <li>• To provide a degree of asset diversification within a predominately equity portfolio, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>MultiManager Stable Growth Fund</b>		<ul style="list-style-type: none"> <li>• To broadly diversify the portfolio as to asset type as between equities and fixed income securities, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>
<b>MultiManager Capital Stable Fund</b>		<ul style="list-style-type: none"> <li>• To focus investment towards less volatile assets of fixed income securities and cash whilst retaining some equity exposure, and</li> <li>• To maintain a broad geographic diversification with a bias towards Hong Kong.</li> </ul>



## Investment Spectrum: A range of investment choices

There is a range of investment choices for your retirement scheme, from relatively conservative to aggressive. Generally speaking, the higher the investment risk the higher the potential investment return, so find a level of investment risk that is comfortable for you. Remember that all investment involves risk. You can avoid investment risk by choosing what may be considered "conservative" investments, but if the returns do not match the rate of inflation, then you may be exposed to inflation risk which may reduce the purchasing power of your portfolio.



If you require help in understanding your investment considerations and unique risk profile, you can refer to the Investment Basics booklet attached with your Employee Guide. Or you can access a world of resources at the Fidelity website ([www.fidelity.com.hk](http://www.fidelity.com.hk)) or through the Fidelity Retirement Hotline on 2500 1666.

## Investor Profile: Options that are best for you

Total Retirement Solution is a complete service package by Fidelity that not only gets you started, but also keeps you informed along the way. By assisting you to define and reach your investment goals, it actively helps you to manage the process and, more importantly, to ensure life-long financial stability and security before and after your retirement.

To help you decide which investment options are right for you, we need to understand what kind of investor you are, the level of risk you are comfortable with and the returns you expect to achieve.

Investment Objectives	Type of Investor	Portfolio Mix
For aggressive investors willing to endure high levels of risk and market turbulence. Focuses on the highest capital growth potential. The most volatile funds of the four profiles of investment funds.	<i>Aggressive</i>	Heavily weighted towards equities.
For investors who can tolerate medium-term risk and market fluctuation. Focuses on capital growth above inflation.	<i>Growth</i>	Majority weighted towards equities, but includes a small proportion of bonds for some stability.
For investors with a balanced approach who can tolerate some risk and look for capital growth to keep pace with inflation.	<i>Balanced</i>	A balance of equities and bonds for a combination of income and capital growth.
For investors who are risk averse and can tolerate a very low degree of risk. Focuses on capital preservation.	<i>Conservative</i>	Heavily weighted towards a mix of bonds and short-term instruments

To select the investment options that best match your needs, find out your Investor Profile through the interactive questionnaire available at [www.fidelity.com.hk](http://www.fidelity.com.hk), or call the Fidelity Retirement Hotline on **2500 1666** today.