

Discretionary Fund Manager Report

A guide to
your report



Introduction

Discretionary Fund Managers (DFM) have a regulatory responsibility to provide information to their investors. This report is from the DFM to fulfill this need and to help investors understand the money movements within the accounts managed by the DFM's portfolios and the performance of the accounts.

Who receives a quarterly Discretionary Fund Manager Report?

If your Discretionary Fund Manager (DFM) has chosen to use our service:

- A report will be sent to Investors using the DFM
- If an investor is also the registered contact for a Junior ISA managed by the DFM a separate report will be sent
- The report for a joint account will be sent to the primary account holder only. The information will be included in a single report that also covers any sole accounts belonging to the primary account holder.

In this guide we will look at:

- Why we are sending a quarterly Discretionary Fund Manager Report
- What sections are contained in the report
- What information is shown in the report

What is the purpose of this report?

The DFM has a regulatory obligation to provide information on a quarterly basis to give a clear picture of how the investments they manage are doing. We provide this report to you on behalf of your DFM.

- A** ▶ Every calendar quarter you will receive a report for each DFM you have managing your investments, providing the DFM has elected to use the service. The report will be sent towards the end of the month following the end of the calendar quarter.
- B** ▶ Your account at a glance includes a total valuation of every account managed by that DFM as at the date stated. Accounts not managed by a DFM will be excluded.

A ▶

Fidelity INTERNATIONAL

YOUR

1 October 2020

Your Quarterly report from FundsNetwork DFM Example

Dear


We are writing to you because FundsNetwork DFM Examples required to disclose to you certain information on a quarterly basis to give you a clear picture of how your investments are doing.

The at-a-glance summary opposite shows the accounts managed by FundsNetwork DFM Example.

There is more detail on the following pages.

Your advisor can see your investments online. Please speak to them if you'd like to check anything or log in at [fidelity.co.uk](https://www.fidelity.co.uk).

Yours sincerely



Debbie Wales
Head of Client Services

How to get in touch

Please contact:
Alternatively
Web: [fidelity.co.uk](https://www.fidelity.co.uk)
Freephone: 0800 358 4060
Mon-Fri 9am-6pm
You'll need this reference if you call:

Account values at 18 September 2020	
Personal Savings Account *****	£425.00
Investment Account *****	£526.80
Investment ISA *****	£11,666.01
Total	£12,817.80

What is the purpose of this report? continued

This section of the report will be repeated for each account you hold

C The report contains a separate section for each account managed by the DFM.

We'll provide you with a full breakdown of all the investments held within the account at the end of the quarter, which includes:

- any cash held within your account
- name of the investments
- number of units for each investment
- price per unit
- value of each investment
- total valuation of your whole account

D The report provides a full breakdown all payments in and out of the account during the last quarter, including:

- new investments you have made
- income paid out to you or reinvested back into your account
- charges that have been deducted*
- Investments that have been sold

There is also a start and end balance for cash held in your account during the quarter.

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Investment Account *****			
Value on 18 September 2020			£526.89
	Quantity	Price	Value
Money held as cash within your Investment Account (see statement below for details)			£247.29
Fund Investments			£279.60
Artemis Global	107.29	£1.1250	£120.70
Fidelity MoneyBuilder	161.28	£0.5295	£85.40
Fidelity UK	62.34	£1.1790	£73.50
Total			£526.89

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Payments into and out of your account, including new investments, charges and income.			
Statement for 01 July 2020 to 18 September 2020			
	Credit	Debit	Balance
1.7.20			Money held as cash within your Investment Account
			£247.19
10.7.20		FundsNetwork Service Fee	£0.05
			£247.14
28.7.20	Income payment from Fidelity Money Fund W-income	£0.16	
			£247.30
28.7.20	Reinvestment of income from Fidelity Balanced	£0.16	
			£247.14
28.8.20	Income payment from Fidelity Fund W-income	£0.16	
			£247.30
28.8.20	Reinvestment of income from Fidelity Balanced Fund W-income	£0.16	
			£247.14
31.8.20	Income payment from Fidelity Inc	£0.15	
			£247.29
18.9.20			Money held as cash within your Investment Account
			£247.29

Variations

If investments have been moved into your account in the last quarter without being sold and repurchased, these will be shown in a separate section. This would include any assets that have been re-registered to us from another platform or provider and any investments stock transferred from another account held on the platform.

* Charges include our service fee and investor fee, Adviser Fees and will include DFM fees.

Money in

This section of the report will be repeated for each account you hold



The Report provides a total of money paid into the account in the period broken down by:

- Regular and one-off contributions
- Transfers between accounts
- Transfers from other providers
- Investment income

Money Invested into the account

The table below shows the total money paid into the account in the reporting period:

Regular and one-off contributions	£2,350.00
Transfer between accounts	£0.00
Transfer from other providers	£0.00
Investment income	£130.87
Total	£2,560.87

Money in includes lump sum payments, regular savings plan payments from clients, employers and third parties and tax relief. It also includes money moved between Fidelity accounts, for example bed and ISA, and transfers from external providers or platforms. Income received from investments includes dividends and payments from income funds that are either re-invested or kept as cash.

Money out

The Report provides a total of money paid into the account in the period broken down by:

- Regular and one-off withdrawals
- Transfers between accounts
- Transfers to other providers
- Investment income paid out



Money Paid out of the account

The table below shows the total money paid out of the account in the reporting period:

Regular and one-off withdrawals	£0.00
Transfer between accounts	£0.00
Transfer to other providers	£0.00
Income paid out	£0.00
Total	£0.00

Money out includes regular and one-off withdrawals from all accounts including pension income payments, payment out of natural income, transfers between Fidelity accounts and external transfers for investments leaving Fidelity.

Transactions

G The report shows details of buy and sell investment transactions made in the quarter. Fund and Exchange Traded Product transactional information varies, and examples of both are shown:



Transactional information for 20 August 2021 to 29 October 2021

Investments bought

Fidelity China Special Situations PLC (GB0086223C74)

Transaction reference	Investment instruction				
0000000	Investment bought on London Stock Exchange (LON): 27 August 2021 3:01:56 pm Settlement date: 1 September 2021				
Shares/Units	Price	Cost of investment	Charges	Total charges	Total paid
4.00	£5.157624	£20.55	Dealing fee £1.50 Stamp Duty or Financial Transaction tax £.10	£1.60	£22.15

Investments sold

Fidelity American Special Situations Fund W-Accumulation (GB008895T706)

Transaction reference	Investment instruction				
0000000	Investment sold on: 2 September 2021 6:00:00 pm Settlement date: 8 September 2021				
Shares/Units	Price	Cost of investment	Charges	Total charges	Total paid
25.76	£1.744891	£44.94	£0.00	£0.00	£44.94

Fees & Charges

H Fees and charges applied to the account for the period are shown in this section broken down by:

- Investment charges
- Intermediary fees, showing fees paid for advice and Discretionary Fund Management services
- Service charges paid to Fidelity

Please note this section of the report specifically shows the fees that have been paid directly to both your adviser and the DFM during the last quarter. If we have paid DFM fees via the adviser, we show the total fee paid to the adviser and the DFM in the adviser ongoing fee total. If we pay the DFM fees directly, then the fees will be shown separately.

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Charges and fees for the above account for 20 August to 29 October 2021	
Investment charges	
Entry charges	£11.75
Exit charges	£0.00
Intermediary Fees	
DFM Ongoing Fees (paid to DFM Limited)	£10.51
Adviser Initial Fees	£0.00
Adviser Specified Fees	£0.00
Adviser Ongoing Fees	£103.51
Service charges	
Service Fees	£40.74
Dealing Fees	£19.25

Entry charges - If an investment has different buy and sell prices, known as a 'bid-offer spread', your entry charges will include a cost representing the difference between the price you pay and the sell price on the day of your transaction. The effect of this cost is similar to a charge because your investment is immediately worth less than you paid for it. In addition, some companies charge a fee when you buy their funds, and you may have to pay UK or Irish Stamp Duty when you buy investment trusts or company shares. If the deal is above a certain value, there will also be a UK Panel on Takeovers and Mergers (PTM) or Irish Takeover Panel Levy.

Exit charges - some companies charge a fee when you sell their funds.

DFM Ongoing Fees - These are agreed between you and your adviser or intermediary for Discretionary Fund Management services. We pay them from your account on your behalf.

Adviser Fees - these are agreed between you and your adviser or intermediary for services that may include advice. We pay them from your account on your behalf.

Investor Fees and Service Fees cover the costs associated with administering your accounts, such as providing our investment platforms and producing statements. The Service Fee is typically a percentage of the value of your investments with us and is deducted from your account every month. We do not charge the Service Fee for holding cash in your accounts. However, we may retain up to 0.25% of any interest we receive from the banks we place your cash with, to help cover the costs we incur. Retained interest is not included in the charges shown here.

Dealing fees relate to investment held through our online share dealing service.

There may also be a foreign exchange charge of 1% for a non sterling SICAV fund or 0.4% for a CREST Depository Interest (CDI).

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- I** ▶ If the DFM chooses, the statement will include commentary relating to the portfolio being used to manage your account.
- J** ▶ If the DFM chooses, the statement will include a benchmark relating to the portfolio being used to manage your account.
- K** ▶ The performance of your account for the full reporting period. This is shown as both a monetary and percentage figure. A variation may be shown here where the model was linked to your account after the start of the reporting period. If this is the case the performance of the account from the date the model portfolio was linked to the end of the period will be shown in addition to the overall performance for the reporting period.
- L** ▶ If a benchmark has been selected by the DFM for the portfolio, the performance of the benchmark is shown here as a percentage value. The value will be for the whole quarter unless the DFM model portfolio was attached during the quarter in which case the performance of the benchmark stated will be for the period of time the account was attached to the model portfolio in the quarter.

I ▶ **Discretionary Fund Manager's Commentary***
Optional text provided by the Discretionary Fund Manager with commentary for the quarter

J ▶ **Benchmark**
 The portfolio is benchmarked against the FTSE 100

K ▶ **Performance**

Performance of your Investment Account *****	between 01 July 2020 and 18 September 2020	£3.30
		0.64%
Performance of the FTSE 100	between 01 July 2020 and 18 September 2020	-1.54%

L ▶ The performance of your account is calculated on a money-weighted basis and is a measure of the actual return achieved by the investments in this account over the time period shown. It takes into account cashflows within your account, such as new one off or regular investments into the account and any one off or regular withdrawals made. The timing of the cashflows as well as the returns generated by the investments contribute to your investment performance.

The performance of benchmarks where shown is the notional return of an investment in that index and does not take into account any cashflows. Benchmark performance data is derived from Morningstar

The following notes appear in the back of your report

Prices and charges

The price we show in your valuation is the one you would have been able to sell your investment for on that date. When an investment has two different prices (an 'offer' price you can buy at, and a 'bid' price you can sell at), we have used the bid price, which is usually lower.

For more information about how investments are priced and traded, along with full details of our charges, please see our Key Features Document, called Doing Business with Fidelity, which you received when you first invested with us. You can find an up-to-date version at [fidelity.co.uk/importantinfo](https://www.fidelity.co.uk/importantinfo)

Why we are sending you this document

Your DFM, Fidelity DFM Example, has a regulatory responsibility to supply this information to you on a quarterly basis. Your account is administered by Fidelity and your DFM has instructed us to deliver this information to you.

Your DFM is:

Fidelity DFM Example

Kingswood Place

Millfield Lane

Tadworth

Surrey

KT20 6RP

FCA Number :

Benchmark Data

For the purposes of end client reporting, market data and benchmarks are provided by Fidelity under licence from third party vendors of this information.

This report may include market data and benchmarks which are provided by Fidelity under licence from third party vendors of this information. This market data and benchmark information is intended as general additional information only and, whilst every effort is made to ensure this information is accurate and correct, this cannot be guaranteed. Your DFM has selected the benchmarks used in this report.

Where used, ARC PCI benchmarks are provided by Asset Risk Consultants Limited.

For more information
please visit
fidelity.co.uk/clients

Adviser Solutions



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