Portfolio manager: Lucette Yvernault, Ilia Chelomianski

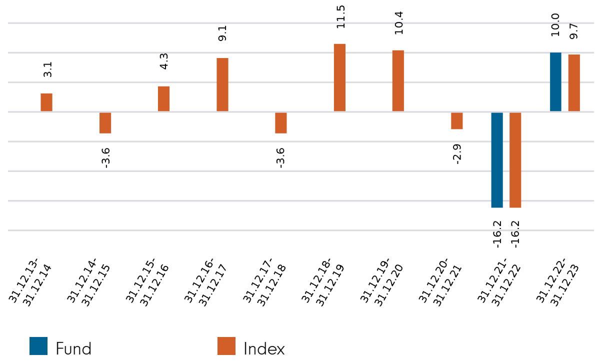
Performance over quarter in USD (%)

Fund	9.1
Market index	9.0

Solactive Paris Aligned Global Corporate USD Index
Market index is for comparative purposes only.

Source of fund performance is Fidelity. Other share classes may be available. Please refer to the prospectus for more details.

Performance for 12 month periods in USD (%)



Market Environment

Global fixed income markets posted positive returns during the quarter. The period started on a volatile note, as various factors weighed on market sentiment. The unfolding conflict and tragic events in Israel and Gaza led to significant concerns over geopolitical risks in the region. In addition, expectations for 'higher for longer' interest rates, helped by strong US economic and inflation data, weighed on markets. Consequently, government bond yields surged, reaching multi-year highs, with the US 10-year yield surpassing 5% intraday in late October for the first time since 2007. November brought some respite to markets and global bonds rebounded sharply, recouping some of their earlier losses. Investor optimism stemmed from expectations that key central banks, including the US Federal Reserve (Fed), European Central Bank (ECB) and the Bank of England (BoE) had largely concluded interest rate hikes, given cooling inflation, slowing economic growth and a stabilisation in commodity prices. The Fed adopted an unexpectedly dovish stance and forecast a 0.75 percentage point interest rate cut in the coming year, while the ECB and the BoE held interest rates steady. Overall, sovereign bonds including US Treasuries, UK government bonds (Gilts) and German bund yields recovered, as yields continued to decline during the last two months of the year. Short-maturity yields, which are more sensitive to monetary policy changes, declined the most, leaving the yield curve less inverted. In the corporate credit space, both investment grade and high yield bonds posted positive returns as credit spreads tightened globally. On the economic front, major economies appeared to slow down due to a variety of reasons. Global factories output deteriorated further, with eurozone activity contracting for an 18th straight month in December. The S&P Global US manufacturing Purchasing Managers' Index (PMI) also declined to 47.9 in December from 49.8 in September, pointing to a decrease in output and a faster downturn in new orders.

Fund Performance

The Fidelity Sustainable Global Corporate Bond Paris-Aligned Multifactor UCITS ETF generated positive returns of 9.12% (net of fees) during the month and outperformed the benchmark which delivered a return of 8.96%. Coupon Income aided returns, whereas credit and term structure positioning contributed to detraction. Sector-wise, an overweight position in Banks & Brokers added value to the performance. Conversely, selected securities in Consumer Non-Cyclical and Utility marginally pushed back returns. Holdings-wise, there were no standout individual names that contributed/detracted. The fund's duration, region, and management were close to the benchmark.

Fund Positioning

The portfolio is managed by the Fidelity Systematic Investing team and is constructed using a rigorous and repeatable investment process. The fund delivers global corporate bond exposure by using our proprietary multifactor model to select and weight securities while capturing the characteristics of the broad market. Taking input from Fidelity's fundamental and sustainable research as well as the multifactor model, the portfolio management team selects companies with a compelling combination of strong fundamentals, positive market sentiment, and attractive bond valuations that have the ability to outperform their peers in the current market environment. The positioning of the fund is aligned to the index on a sector, region, rating, credit beta, and duration basis. The fund is overweight Banks & Brokers, such as JP Morgan Chase & Co and Citi Group. It is underweight in the Consumer Non-Cyclicals and utility sectors with underweight positions in firms like AB Inbev and American Water Capital.

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