



Fidelity Developed International ex. North America Focus Index

Index Methodology Document

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Section 1: Introduction

Fidelity Market Capitalization Weighted Indexes are designed to provide investors exposure to specific asset classes.

Index Definitions and Rationale

1. **Fidelity Developed International ex. North America Focus Index** is designed to reflect the performance of stocks of developed international large and mid-capitalization companies, excluding those in North America

Index Methodology Summary

Parameter	Fidelity Market Cap Weighted Indexes
Investment Universe	Top 85% of stocks within each developed country, excluding North American countries, based on float adjusted market cap
Sector Weights	Determined by market cap weights of each sector
Portfolio Construction	<ol style="list-style-type: none">1. Identify stocks for inclusion in the universe based on liquidity and investability constraints2. Once the universe is screened, stocks are weighted based on their free float-adjusted market capitalization
Rebalancing	Annual with a provision to make adjustments for certain corporate actions on a quarterly basis

Section 2: Investment Universe

Developed International ex. North America Universe

Constructing the Developed International ex. North America Focus Index begins with selecting the top 99% of companies by market capitalization on a country by country basis and then applying certain liquidity and investability requirements. These companies are the eligible investment universe for Fidelity Developed International ex. North America Focus Index. These securities are utilized to determine the weights of the broader Developed International ex. North America Equity market.

Securities Excluded:

1. Remove any stocks whose Country is not classified as Developed International; also remove stocks domiciled in the United States, Mexico, Canada, and South Korea
2. Remove any securities that are:
 - a. Limited Partnerships
 - b. BDCs
 - c. Closed End Funds
 - d. UITs
 - e. Mutual Funds
 - f. Subject to Unrelated Business Taxable Income (UBTI)

Data Availability Screens:

- Include only stocks with, market caps, greater than zero,

Liquidity / Investability Screens:

1. Exclude all stocks that do not screen in the top 85% based on each country's total market capitalization
2. Exclude all stocks that do not have a float-adjusted market capitalization greater than \$100 million
3. Exclude all stocks with less than 15% free float market cap
4. Exclude all stocks that do not meet a minimum 6-month volume traded of \$25 million

Sanctions

1. Fidelity Product Services LLC will exclude, as necessary, any security currently under sanction/with broad based government-imposed trading restrictions. These securities will be evaluated on a case-by-case basis by the Index Committee.

Stock Selection: Sort the remaining stocks by free-float market cap. The top 85% of stocks by market capitalization within each country comprise the eligible starting universe. Weights for constituents and sectors in the Developed International ex. North America Equity market are also determined using combined free-float market cap.

Section 3: Index Construction

Fidelity Developed International ex. North America Focus Index

The Fidelity Developed International ex. North America Focus Index is a float-adjusted market capitalization-weighted index designed to reflect the performance of developed international, excluding North America, large- and mid-cap stocks.

Constructing the Index

Once the Developed International ex. North America universe is screened for the above criteria, the index is created by selecting the top 85% of stocks by market cap within each country. Stocks are weighted based on their float-adjusted market capitalization.

On a quarterly basis, newly issued securities are reviewed; those that pass the liquidity screens and have a market capitalization that is above the 85th percentile stock's market capitalization held in the index at quarter-end, will be added to the index.

Section 4: Index Maintenance

Frequency of Rebalance

The Fidelity Developed International ex. North America Focus Index is rebalanced on the third Friday in April, with a quarterly adjustment for certain corporate actions including IPO additions and updates to free float market caps. Quarterly adjustments are made on the 3rd Friday in July, October and January.

SCHEDULE DETAILS	
Fundamental Data Captured	10 days prior to the effective date
Pro Forma Begins	8 days prior to the effective date
Effective Date	Third Friday of the month effective at next day market open

Ongoing Maintenance

The index is also reviewed on an ongoing basis to account for corporate events such as mergers, takeovers, delistings, group changes, suspensions, spin-offs/demergers or bankruptcies. Changes to index composition and related weight adjustments are made as soon as they are effective. Corporate actions will be treated as follows:

STOCK EVENT TYPE	SPDJI CORPORATE ACTION TREATMENT	DIVISOR CHANGE
Stock Forward/Reverse Split	Market cap neutral event. Shares change offset by price adjustment in the morning.	No
Investible Weight Factor (IWF) Change	IWF increase/decrease has no impact on index shares.	No
Share Issuance	Shares outstanding increase/decrease has no impact on index shares.	No
Standard rights treatment (market cap neutral) - default	If the rights are in the money, the spot price of the underlying security will be adjusted after market close of the day prior to the exDate and the index shares of the underlying security will adjust to offset the price adjustment thus making the event a market cap neutral event.	No
Special cash dividend (standard treatment)	The spot price of the underlying security will be adjusted after market close of the day prior to the exDate.	Yes
Delisting (due to bankruptcy or cancellation of listing)	The delisted security will be deleted from the index (at either the last traded price or a zero price).	Yes
Spin-off	Spun-off companies are added to the index. The spot price of the underlying security is adjusted after market close of the day prior to the exDate by the closing spot price of the spun-off company multiplied by the spin-off ratio, thus making it a market cap neutral event.	No
M&A (Cash acquisition)	The acquired company is deleted from the index.	Yes
M&A (Stock acquisition, cash and/or stock acquisition)	The acquired company is deleted from the index. The index shares of the acquirer will not be adjusted.	Yes
Unrelated Business Taxable Income (UBTI)	Stocks that are subject to UBTI will be removed from the index on a quarterly basis	Yes
Sanctions	S&P DJI reviews sanctions on a case-by-case basis. The sanctioned company will be removed as necessary from the index with approval from the Fidelity Product Services LLC Index Committee	Yes

Buffering

The index will employ a buffering strategy that will be used to reduce turnover within the index. Specifically, to reduce turnover in the indices a 2.5% buffering rule is applied around the breakpoints ($\pm 2.5\%$) of the index. If an existing member of an index falls within 5% ($\pm 2.5\%$) of the new index market cap breakpoint, then that stock maintains its current index membership.

Section 5: Index Calculations

The index is calculated by means of the divisor methodology. The index value is simply the index market value divided by the index divisor:

$$\text{Index Value} = \frac{\text{Index Market Value}}{\text{Index Divisor}}$$

$$\text{Index Market Value} = \sum_{i=1}^N (\text{Index Shares})_i * (\text{Price})_i$$

In order to maintain basket series continuity, it is also necessary to adjust the divisor at the rebalancing.

$$(\text{Index Value})_{\text{before rebalancing}} = (\text{Index Value})_{\text{after rebalancing}}$$

Therefore,

$$(\text{Divisor})_{\text{after rebalancing}} = \frac{(\text{Index Market Value})_{\text{after rebalancing}}}{(\text{Index Value})_{\text{before rebalancing}}}$$

Index History

Index history will be calculated for daily values and month end holdings going back to 12/31/1995. Base value will be 100.00 starting as of 12/31/1995. The 4 PM WM London fixed rate will be used for foreign exchange valuation.

Data Calculation

Following data calculations will be generated

Fidelity Developed International ex. North America Focus Index

- a. Price Return
 - i. Index Name = **Fidelity Developed International ex. North America Focus Index PR**
 - ii. Calculated Real Time = NYSE Trading hours (i.e. 9:30-4 EST)
 - iii. Ticker = FIDINXXP

- b. Total Return
 - i. Index Name = **Fidelity Developed International ex. North America Focus Index TR**
 - ii. Calculated as of EOD
 - iii. Ticker = FIDINXXT

- c. Net Total Return
 - i. Index Name = **Fidelity Developed International ex. North America Focus Index NR**
 - ii. Calculated as of EOD
 - iii. Ticker = FIDINXXN

Section 6: Index Governance

Index Sponsor and Index Calculation Agent

The index sponsor is Fidelity Product Services LLC (FPS). FPS has appointed S&P Dow Jones as Index Calculation Agent to calculate and publish the indexes in accordance with this methodology document. The index sponsor may appoint an alternative Index Calculation Agent at any time.

Index Committee

The index is maintained by Fidelity Investments Index Committee. The Index Committee is responsible for reviewing the design and composition of the indexes. The Committee meets periodically to review market conditions and index performance, or on an as-needed basis to address major market developments. In addition, the Committee reserves the right to exercise its discretion in making decisions with respect to Index Policies or actions.

The Index Committee considers information about changes to its indexes and related matters to be potentially market moving and material. Therefore, all Index Committee discussions are confidential.

Index Policy

Announcements: Announcements regarding changes to any of the indexes will be made publicly available prior to the effective date of the change. All announcements will be published on www.fidelity.com

Index Holiday Schedule: Index schedule will follow the NYSE holiday schedule

Market Disruption: In situations where calculation of an index may not be possible under certain circumstances, including market disruptions, systems failures, weather conditions, acts of terrorism or any other event that is beyond the reasonable control of the Index Sponsor and/or Index Calculation Agent, the Index Calculation Agent will calculate the closing price of the indexes based on:

- (1) The closing prices published by the exchange, or
- (2) If no closing price is available, the last regular trade reported for each security before the exchange closed

If an exchange fails to open due to unforeseen circumstances, the Index Calculation Agent will treat the closures as a standard market holiday. The index will use the prior day's closing prices and shift any corporate actions to the following business day. If all exchanges fail to open or in other extreme circumstances, the Index Calculation Agent may determine not to publish the indexes for that day.

Disclaimers

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