

Key features for Investment Funds, Unit Trusts, Individual Savings Accounts and Personal Equity Plans available through FundsNetwork™

Document prepared for	Date prepared	Adviser Company	Adviser Consultant
John Smith	Tue Oct 01 23:05:47 2002	Trotter Investments	Derek Trotter

Maxi ISA Investments	
Investment 1	Lump Sum of £3,000 in Artemis UK Growth Fund
Investment 2	Lump Sum of £4,000 in Fid FIF Special Situations Fund
Unit Trust/OEIC Investments	
Investment 3	Lump Sum of £12,000 in Artemis UK Growth Fund

What funds does FundsNetwork™ offer?

Fidelity offers the following categories of 'pooled' funds within FundsNetwork. Within each fund, investors' money is pooled together and used to invest in shares, bonds or cash, depending on the objectives of the fund you've chosen.

Unit Trust – this is a collective pooled vehicle where your investment buys units, each of which replicates the holdings of the whole fund.

OEIC (Open Ended Investment Company) – this is an open-ended investment company registered in the UK with different classes of share (funds).

Recognised offshore fund – this is an open-ended investment company established in Luxembourg with different classes of share (funds). (Also known as a SICAV – Société d'Investissement à Capital Variable).

Many, but not all, of the funds within the categories above can be held as:

- an **ISA** (Individual Savings Account) or
- a **PEP** (Personal Equity Plan)

ISAs and PEPs are not investments in their own right – they are simply 'wrappers' around your chosen funds that mean you don't have to pay any income or capital gains tax on the proceeds.

You can also move existing funds held with other fund managers to FundsNetwork™ by means of:

- **ISA and PEP transfers** – these allow investors who already hold ISAs or PEPs to sell their holdings and to transfer the proceeds from other fund managers to Fidelity in the form of cash for reinvestment in new funds whilst retaining the tax-free status of the ISA/PEP or
- **ISA/PEP and OEIC/UT Reregistration** – This allows investors who already hold ISAs/PEPs and/or OEIC/UTs to move the records of their holdings with other fund managers to Fidelity without disturbing their investments and without triggering a chargeable event for Capital Gains Tax purposes.

What are the aims of the FundsNetwork™ service?

In offering a range of investment funds, we aim to:

- Enable your money to grow over the long term and/or provide you with a regular income.
- Offer a way to invest tax-efficiently, through ISAs and PEPs.

- To provide the opportunity to spread your investment amongst different types of investment funds from a number of leading fund management groups.
- Allow consolidation on FundsNetwork of your investment records held at other fund providers through reregistration.

The specific objectives of the funds are given on subsequent pages.

What risk factors should I be aware of?

Risk is all about how likely an investment is to fluctuate over time and also about by how much it could fluctuate. Any investment carries an element of risk. We'd like to make you aware of the following general points about about the investments you buy through FundsNetwork:

- Past performance is not a guide to, nor a guarantee of, future returns.
- The value of your investment is not guaranteed. This, together with the income from your investments, can go down as well as up, and you may not get back the amount you originally invested.
- Due to the greater possibility of default, an investment in corporate bonds is generally less secure than an investment in Government Bonds
- Tax rules may change in the future.
- Some of the funds available through FundsNetwork may take the annual charge from your capital, and not from the income that is generated by your investments. This will result in the fund not growing as quickly and will result in capital erosion.
- If a fund you choose invests in overseas markets, changes in currency exchange rates may mean that the value of your investment goes up or down.
- If you choose a fund that invests in a developing overseas market, the arrangements in relation to regulation, dealing, liquidity and custody may be less secure than in the UK. These funds can therefore be higher risk.
- If one of an OEIC's sub-funds has liabilities that exceed its net assets, the legal structure of an OEIC makes it possible for other sub-funds to meet these liabilities. Some fund management companies provide insurance in order to protect investors against this risk.

Risk and the FundsNetwork range of funds

You may find the following useful when making your choice of fund:

- **Cash** – funds investing in cash offer a high level of security because they are not affected by the ups and downs of the stockmarket.
- **Bonds** – funds investing partly or wholly in bonds tend to be less volatile than equities. Both the lump sum that you invest, and any income you receive from your investment, can vary, however.

- **Equities** – funds investing in the shares of companies tend to be more volatile than bond funds, but may offer greater growth potential.

How do I make my investment?

Investing directly in an OEIC or Unit Trust

Minimum and maximum investments in an OEIC or Unit Trust

Minimum initial lump sum - £1,000 per fund (exception: the MoneyBuilder fund range - £500)

Minimum additional lump sum - £250 per fund

There is no maximum investment for OEIC & Unit Trust investments outside an ISA, following a reregistration or for payment by cheque. The maximum online transaction is £10,000 per transaction.

Making your investment

Your first OEIC or Unit Trust investment must either be **made** or **confirmed** in writing. After that, you can make additional investments online using Fidelity's Account Management service at www.accountmanagement.fidelity.co.uk or via your Independent Financial Adviser. If paying by cheque, please make this payable to Fidelity Investments.

Reregistering existing holdings to FundsNetwork

OEICs and Unit Trusts can be reregistered from another company to FundsNetwork. You need to complete an OEIC/Unit Trust Reregistration Application Form and return this to Fidelity. Fidelity makes no charge for arranging the reregistration. Note that your existing company may charge an administration fee for handling a reregistration request. At present, you cannot reregister OEICs and Unit Trusts in a Fidelity OEIC & Unit Trust Account to another investment company.

OEICs and Unit Trust Accounts

You can reregister all or part of your holdings in an OEIC and Unit Trust Account to Fidelity. There is no upper limit on the amount you can reregister. Reregistration of OEIC and Unit Trust holdings does not trigger a Chargeable Event and does not count against your Annual Exemption Allowance for Capital Gains Tax purposes.

Cash

You cannot reregister cash holdings to FundsNetwork. Liquid cash held in an account is not a 'registered security' and as such is not subject to reregistration. Cash held as units in a Cash Unit Trust needs to be separately redeemed and forwarded to Fidelity for reinvestment through normal channels, e.g. using a paper Application Form or online or through your Independent Financial Adviser.

Investing directly in Fidelity's recognised offshore funds

Minimum and maximum investments in Fidelity's recognised offshore funds

We have shown investment levels in sterling, but for lump-sum investments where payment is by cheque, we also accept the equivalent in any major currency. **Please Note:** FundsNetwork can only accept investments online in sterling.

Minimum initial lump sum - £1,000 per fund

Minimum additional lump sum - £500 per fund

There is no maximum investment for investments in recognised offshore funds outside an ISA.

Making your investment

Please make your initial investment via an application form, or by investing online. If you invest online, we'll need your signature on an application form for security reasons before we can accept requests to switch or redeem in your investments. The maximum online transaction is £10,000 per transaction. If you're sending us a cheque, please make this payable to **Fidelity Investments International**.

After you've made your initial investment, you can make additional investments at www.accountmanagement.fidelity.co.uk or via your Independent Financial Adviser.

Reregistering recognised offshore funds

You cannot reregister other fund managers' recognised offshore funds to Fidelity as they are not currently supported on the FundsNetwork platform.

Investing in an ISA

About ISAs

ISAs are available to all UK residents aged 18 or over. You can keep the following types of investment in an ISA:

- **Cash**
- **Stocks and shares** – including OEICs, Unit Trusts, Investment Trusts and recognised offshore funds.
- **Life insurance** (Fidelity doesn't offer this option).

There are two types of ISA:

- **Maxi ISA** – this is an 'all-in-one' option. You can keep stocks and shares, cash and insurance (depending on what your chosen companies offer) within a Maxi ISA. The maximum Cash component investment is £3,000 and the maximum Life Insurance investment is £1,000. Investments may not be switched from one component to another. You can only have one Maxi ISA in each tax year.
- **Mini ISAs** – you can also choose to invest in the different types of investment shown above through ISAs offered by different companies. In any one tax year, you could choose one company for your Mini Cash ISA, one for your Mini Stocks and Shares ISA, and one for your Mini Insurance ISA.

You cannot hold both a Mini ISA AND a Maxi ISA for the same tax year.

You can, however, have a TESSA-only ISA in addition to your normal ISA allowances.

With FundsNetwork, you can choose from:

- Maxi ISA – you can invest in Stocks and Shares as well as cash.
- Mini Stocks and Shares ISA.
- Mini Cash ISA.

Minimum and maximum investments for the Fidelity ISA

- **Minimum initial lump sum** - £1,000 per fund (exception: £500 per CAT standard fund and the MoneyBuilder fund range)
- **Minimum additional lump sum** - £250 per fund
- **Minimum regular monthly saving** - £50 per fund per month (exception: £100 per month in the Fidelity Triple ISAs)
- **Maximum for a Maxi ISA** - £7,000 per tax year
- **Maximum for a Mini Stocks and Shares ISA** - £3,000 per tax year
- **Maximum for a Mini Cash ISA** - £3,000 per tax year

CAT standards

Some companies offering ISAs design their products to meet CAT standards for Charges, Access and Terms. These are voluntary guidelines introduced by the Government. You should also remember that the CAT Standard does not imply Government or regulatory approval or guarantee future performance in any way.

Please note : If you are in any doubt as to the suitability of an investment for you, then you should seek the assistance of an Independent Financial Adviser. Please refer to the 'CAT Marked?' field in the Effect of Charges tables.

CAT standard for the Stocks & Shares ISA

CHARGES	ACCESS	TERMS
Total charge no more than 1% of net asset value per year. No other charges to be paid by the saver.	Minimum saving no more than £500 lump sum or £50 a month.	Fund to be single priced and at least 50% invested in listed European Union stocks.

Making your investment

If you want to invest a lump sum, you can:

- complete an application form and pay by cheque or
- invest online, using your Switch or Delta card.

If paying by cheque, you should make this payable to **Fidelity Investments**. If you are sending us an application with a banker's draft or building society cheque, please ensure that the bank or building society enters your name and address on the reverse of the cheque/draft and adds their stamp. We may need to request additional evidence of identity from you, and may use a credit reference agency for this purpose. We will record any enquiry that has been made. Please note that we do not accept third party cheques on any investments

If you are investing a lump sum in stocks and shares within a Maxi ISA, you may like to consider Fidelity's phasing option. This means that your lump sum is held within your ISA and gradually invested into the funds of your choice in six equal monthly instalments. If markets are falling, you may gain, as you'll buy more shares or units than if all your investment had been made at once. In rising markets, you may buy less shares or units.

If you want to invest by regular monthly saving, you will need to complete a Direct Debit Mandate to enable Fidelity to collect your regular monthly savings from your bank account. Please note there is only one monthly savings plan collection date - you will be advised of this on your confirmation of transaction. The investment will be made the next business day after the collection.

After you've opened your ISA, you can make additional investments at any time, as long as they are within your ISA allowances and made before the end of that tax year. You can invest offline using a top-up form with payment by cheque or Switch/Delta debit card, online by using www.accountmanagement.fidelity.co.uk or via your Independent Financial Adviser. Please note that all funds held within an ISA will be held in the name of **Fidelity Nominees Limited**.

Transferring or Reregistering a PEP or ISA

PEPs and ISAs can be transferred or reregistered from another company to FundsNetwork without losing any of their tax advantages. You need to complete either a PEP or ISA Transfer Application or Reregistration Application Form and return this to Fidelity. Fidelity makes no charge for arranging the transfer or reregistration. In the case of transfers, you will have to pay the standard FundsNetwork initial charges on the funds in which you reinvest your transferred proceeds. Note that your existing company may charge an exit fee on transfers or an administration fee on reregistrations. You can, if you wish, *transfer* a Fidelity PEP or ISA to another investment company. Contact the company to which you wish to

transfer and ask for their transfer application form. However, at present, you cannot *reregister* a Fidelity PEP or ISA to another investment company.

PEPs

You can transfer or reregister a previous year's PEP to a new Plan Manager (or part of a previous year's PEP - subject to the ability of your Plan Manager to offer partial transfers or reregistrations.) There is no upper limit on the amount you can transfer or reregister. Transfers and reregistrations do not count against the current year's ISA allowance.

ISAs

You can transfer or reregister Maxi ISAs and Mini Stocks and Shares ISAs. Mini Cash ISAs can only be transferred, as cash is not a 'registered security' and as such is not subject to reregistration. You need to transfer or reregister 'like for like' – for example, a stocks and shares element within your ISA will need to be transferred or reregistered into stocks and shares at your new company.

If you are transferring or reregistering an ISA from a previous tax year, you can transfer or reregister either the whole, or just a part, of your ISAs. Also, your ISAs won't be termed Mini and Maxi any more since there is no need to keep this distinction as you can no longer add more money to previous years' ISAs.

If you are transferring or reregistering an ISA from the current tax year you can only transfer or reregister the whole amount. The titles 'Mini' and 'Maxi' will be retained, to ensure you can keep track of the tax-free allowances still available to you for the remainder of the current tax year.

How are shares/units priced and dealt?

Pricing

See 'How will charges and expenses affect my investment?'. Please note that all funds are dealt on a forward pricing basis.

Dealing times

Investments in Fidelity's OEICs, Unit Trusts and Fidelity Funds II (Currency funds) are priced at 12 noon on a forward pricing basis. Instructions received after this time will be dealt on the next business day. Please note: units in cash funds are bought at the next 12 noon valuation point following the day of receipt. Recognised Offshore Funds are priced at 5pm on a forward pricing basis (except MoneyBuilder European Index Fund, Euro Stoxx 50 TM Fund, Euro Cash Fund and US Dollar Cash Fund or when SICAV funds are held in an ISA/PEP, when we need to have your instructions by 12 noon and the price is calculated at 5pm). Deal instructions for other fund management company shares/units must be received by 11am and priced at 12 noon on a forward pricing basis, except for:

- **ABN AMRO** dealing cut off point 1.00pm; valuation point 2.00pm
- **AXA** dealing cut off 1.00pm; valuation point 2.00pm (except Multi Manager funds and Global High Income Fund cut off 4.00pm; valuation point 7.30am next day)
- **Barclays Global Investors** dealing cut off point 4.00pm; valuation point 8.00am
- **BWD Unit Trusts** dealing cut off point 1.00pm; valuation point 2.00pm
- **Close Unit Trusts** dealing cut off 9.30am; valuation point 10.30am
- **Deutsche** dealing cut off point 11.00am; valuation point 12.00pm (except Deutsche US Equity Tracker and Japan Equity Tracker dealing cut off point 4.00pm; valuation point 8.00am next day)
- **Edinburgh** dealing cut off point 1.00pm; valuation point 2.00pm

- **Franklin Templeton** dealing cut off point 1.00pm; valuation point 2.00pm
- **Friends Provident** dealing cut off 9.30am; valuation point 10.00am
- **Govett Investments** dealing cut off 9.30am; valuation point 12.00pm (except UK Equity Safeguard Fund and UK Safeguard Fund valuation point 10.30am)
- **ISIS Friends Ivory & Sime** dealing cut off point 9.30am; valuation point 10.00am
- **J O Hambro Capital Management** dealing cut off point 1.00pm; valuation point 2.00pm
- **Liontrust** dealing cut off point 1.00pm; valuation point 2.00pm
- **Merrill Lynch** dealing cut off point 9.30am; valuation point 10.00am
- **Portfolio** dealing cut off point 1.00pm; valuation point 4.00pm
- **Rothschild Asset Management (IMF range)** dealing cut off point 4.00pm; valuation point 8.00am next day
- **Schroder** dealing cut off point 1.00pm; valuation point 2.00pm
- **Scottish Widows** dealing cut off point 4.00pm; valuation point 8.00am next day (except High Income Fund dealing cut off point 4.00pm; valuation point 1.00pm next day)
- **Standard Life** dealing cut off point 4.00pm; valuation point 7.30am next day
- **Virgin** dealing cut off point 4.00pm; valuation point 5.00pm

Pricing points can be found in the Financial Times. An online instruction is deemed as 'received' once you have been provided with an online Deal Reference Number. Sale instructions must be received by fax or post prior to the listed pricing point.

What documentation will I receive when I invest?

If you apply online, the last step of your online application is an 'order confirmation' which supplies a deal reference number. You should print this off for your records. Additionally, a contract note will be sent confirming details of your transaction. If you have not set up your PIN you should do so now on 0800 41 41 24 to review your account transactions online at www.accountmanagement.fidelity.co.uk for correctness.

If you apply using a paper Application Form, you will also receive a contract note confirming details of your transaction.

If you reregister your holdings with other Account or Plan Managers to Fidelity, you will receive a Confirmation of Transaction detailing the holdings on the day of reregistration

FundsNetwork does not issue share or unit trust certificates, so you should keep these details safely as a record of your transaction.

Can I change my mind about my investment?

You may have the right to cancel your investment, but only if you received advice and only in respect of your first investment in each product group (PEP transfer, ISA, onshore or offshore fund). The right to cancel does not apply to top-ups to existing accounts, switches on existing accounts or the reregistration of holdings held at other fund providers.

We can only provide you with information on funds within FundsNetwork and will not offer any advice based on your individual circumstances. We will assume that you did not receive advice if you invest directly with us and you do not indicate at the time of investing that you received advice from an Independent Financial Adviser.

Where you have the right to cancel, we will notify you of this right within 8 days of your investment and you will have 14 days to cancel from the day of your receipt of the cancellation notice. Cancellation will be made at the price at the next dealing point after we receive your cancellation notice. Investors should be aware that the value of their investments could fall between investment and cancellation. In the case of higher risk funds, such a fall in value could be substantial. In such instances you will receive less than you had originally invested.

Where an ISA or PEP investment has been made by transferring funds from another fund manager cancellation may result in the return of the ISA or PEP proceeds directly to you. This may mean in effect the loss of those those ISA or PEP allowances relating to the transfer.

Will I receive an income from my investment?

Income is made up of either interest or dividends. Funds that issue 'accumulation' shares **don't** pay out an income. Any income that comes from the underlying investments in an 'accumulation' fund simply 'gathers up' within the fund and this is reflected in the daily share or unit price. Funds that issue 'distribution' shares **do** pay out an income. All income that comes from the underlying investments in an 'income' fund is distributed (paid out) at regular intervals by way of a dividend or interest payment. Many fund names carry the suffix "Acc" or "Inc" to indicate their distribution status. If you are in any doubt regarding the distribution status of a fund you are investing in, please refer to the 'How do we do our calculations?' tables.

If you invest in a 'distribution' fund via FundsNetwork the income will automatically be reinvested unless we receive a direct Credit Mandate or instructions to the contrary.

If you want to receive the income, we will pay it:

- into your bank or building society if we have received a Direct Credit Mandate or
- by cheque if we have not.

We will always ensure that your money is paid to you as soon as possible.

Income distribution dates

We will endeavour to ensure you will receive a payment before the end of the month in which distribution is paid.

Distributions from funds held outside an ISA or PEP in FundsNetwork will be paid out within 10 days of our receipt of the distribution. The income distribution dates will vary according to each fund provider's distribution policy.

Distributions on funds held within the ISA or PEP will be paid in February, May, August or November, dependent on the fund's income distribution dates.

Monthly payments will be made from Fidelity's funds that offer monthly income distributions if £5,000 or more is invested. All Fidelity's recognised offshore funds distribute in August, except for the Sterling Bond Fund (February, May, August and November) and the US Dollar Bond Fund (February and August).

What's the tax position on my investment?

OEICs and Unit Trusts

Income – UK dividend income paid or accumulated on or after 6 April 1999 will carry a tax credit of 10% of the gross dividend. Interest distributions will continue to be paid net of 20% tax after this date. If you are a starting or

basic rate taxpayer, there will be no further UK income tax to pay. If you are a higher-rate taxpayer, you will have to pay additional tax on the income you receive. Non-taxpayers can't reclaim the 10% tax credit on dividends.

Capital gains – you may need to pay capital gains tax if you cash in all or part of your investment. This will be the case if the gain and other gains you've made in the relevant tax year exceed the Annual Exemption Allowance (allowing for indexation and/or tapering relief). This can be a complex area of financial planning and you may need to get professional advice.

Recognised offshore funds

Income – distributions by Fidelity are paid gross, without the deduction of any tax. UK investors will have to pay income tax on the gross amount, at the relevant rate.

Capital gains – See the section on capital gains under 'OEICs and unit trusts' above. Investors who are uncertain about the impact of offshore investment with regard to their own personal circumstances should seek professional advice.

ISAs and PEPs

You don't have to pay any UK income or capital gains tax on income or growth within your ISA or PEP. Interest distributions are received by the fund net of a 20% income tax credit, which is fully reclaimable for ISA investors. UK equity dividends paid carry a reclaimable 10% tax credit, but only until 5 April 2004. Fidelity will make any necessary claims to the Inland Revenue on your behalf. You don't need to include ISA and PEP investments on your tax return.

If you choose to 'phase' your lump-sum ISA investment, interest earned on cash awaiting investment into your funds will be subject to a flat Inland Revenue charge of 20%, which can't be reclaimed.

The value of tax savings and eligibility to invest in an ISA will depend on individual circumstances.

Please note that if you decide to close your ISA you will lose future tax advantages on this money and if you close a current year's ISA outside any cancellation period that may apply, you can not open another in the same tax year.

How can I follow the progress of my investment?

We will send you a valuation and statement at least annually. You can also keep up-to-date with your investment in the following ways:

- **Internet** : you can check on fund prices at www.fidelity.co.uk
- **Phone** : you can get fund prices through PhoneXpress, our automated phone service, on 0800 41 41 24 or by speaking to one of our Customer Account Executives on 0845 7 44 66 00 .
- **Newspapers** – fund prices are published daily in the Financial Times and other national newspapers. Alternatively, you can contact your Independent Financial Adviser.

Can I switch my investment from one fund to another?

You can move from one fund into another at any time using www.accountmanagement.fidelity.co.uk or by instructing your Independent Financial Adviser. Within an ISA, you may not switch from one component to another. For more information, please call us on 0845 7 44 66 00 . Please note that we may need to ask you to complete another application form, and that there may be a time when your money is out of the market. Please note that deals may be placed over 2 working days. For further details, please contact Fidelity.

How do I withdraw my money?

You can withdraw your money at any time without paying any exit penalty.

You can:

- Instruct your Independent Financial Adviser to initiate a withdrawal for you - they will need your signature on the deal confirmation.
- Initiate a withdrawal yourself online at www.accountmanagement.fidelity.co.uk. You will be asked to print out a form and sign it. This may either be faxed (on 01732 83 55 41) or posted to us.

Your instructions will be effective from the day we receive them, and as long as we receive written confirmation of your request, we will usually send you a cheque within seven business days. For Investment Trust and Windfall PEP withdrawals, this could take up to 12 days.

How will charges and expenses affect my investment?

Initial charge

Some funds available within FundsNetwork carry no initial charge. For funds that do carry an initial charge, FundsNetwork will deduct up to 5.50% of your contribution, depending on the fund and distribution channel, and the remainder will be invested.

Shares in **OEICs** are bought and sold at the same price. The price of a share is calculated by dividing the Net Asset Value of the Fund which is the value of the Fund's assets minus its expenses to give the Net Asset Value per Share. Shares may be bought at a price that is the sum of the Net Asset Value per Share plus a sales charge if applicable. Shares may be sold back to Fidelity at the Net Asset Value per Share. Unusually high levels of buying and selling may increase the fund's dealing costs and affect the value of its assets. This is known as 'dilution'. In order to protect the interests of the majority of investors, the ACD has the power to charge a 'dilution levy' in certain instances when shares are bought or sold. Details of policy on charging the dilution levy are available on request.

Under **Unit Trust** 'dual' pricing, the bid-offer spread is the difference between the buying and selling price, and includes sales charges, other fees and expenses and portfolio dealing costs for buying and selling securities. Dealing costs typically amount to around 1% of the 'spread' on an equity fund. Unit trust investors pay these costs whenever they buy or sell units.

Shares in **Recognised Offshore Funds** are single priced based on the Net Asset Value of the relevant fund.

Annual charge

Fund management companies earn an annual management fee for investing and managing your money. The fee, calculated daily, is based on the value of your holding and is deducted directly from the fund.

Switching charges

Switching charges normally apply if you move your investments from one fund to another at a general rate of 0.25% of the creation price of the units, or the Net Asset Value (NAV) per share in the case of OEIC shares or shares in a Recognised Fund. Certain switch patterns give rise to a full initial charge. These differ between ISA/PEPs and OEIC/Unit Trusts. No charge is made when switching into funds with no initial charge. Detailed information on switching charges is available from Fidelity or from your Independent Financial Adviser. You cannot switch between ISA components.

Other fees and expenses

Stamp duty (0.5%), audit, custody, depositary, trustee or similar fees and taxes may be payable by the funds when investing in shares and securities and such taxes and fees are charged against the fund. **We make no exit charges on any fund available from FundsNetwork.**

How do we do our calculations?

The following tables show examples of the potential effect of the charges and expenses on your investment. Individual fund provider Effect of Charges Tables are set out in separate tables accompanied by this document.

We have deducted the initial charge and then showed how the investment might grow over a 1,3,5 and 10 year periods using a 7% standard growth rate for funds held within an ISA or PEP and 6.0% for funds held outside. When considering investments in cash, we have used a growth rate of 4.0% for investments in Fidelity MoneyBuilder Cash ISA fund and 3.2% for investments in Fidelity Cash Fund outside an ISA.

We have also made allowance for annual management fees and other expenses and the tables show these on a cumulative basis. For funds that produce an income we have assumed that the income is reinvested. No sales charge is levied on dividends reinvested.

Growth Funds

Artemis UK Growth Fund			
ACD/Manager		Depositary/Trustee	
Artemis Unit Trust Managers		Royal Bank of Scotland plc	
Fund Code	Fund Type	Charges Levied Against	Cat Marked?
ATUKG	Unit Trust	Income	No
Objective			
The objective of the UK Growth Fund is to provide long term capital growth by investment in companies listed, quoted and/or traded in the UK and in companies which are headquartered or have a significant part of their activities in the UK which are quoted on a regulated market outside the UK. The UK Growth Fund aims to provide investors with a total return in excess of that of the FTSE Actuaries All-Share Index.			

Maxi ISA

Amount Invested	£3,000	At end of year	Investment to date	Effect of deductions to date	What you might get back at 7.00%
Initial Charge	4.00%	1	£3,000	£217	£2,980
Additional Bid-Offer Spread	1.50%	3	£3,000	£349	£3,300
Annual Management Charge	1.50%	5	£3,000	£510	£3,660
Other Annual Expenses	0.00%	10	£3,000	£1,080	£4,710
Yield	0.89%				

The last line in the table shows that over 10 years, the effect of total charges could amount to £1,080. Putting this another way, this would have the effect of bringing the illustrated investment growth rate down from 7.0% to 4.8% a year.

Unit Trust/OEIC

Amount Invested	£12,000	At end of year	Investment to date	Effect of deductions to date	What you might get back at 6.00%
Initial Charge	4.00%	1	£12,000	£859	£11,800
Additional Bid-Offer Spread	1.50%	3	£12,000	£1,350	£12,800
Annual Management Charge	1.50%	5	£12,000	£1,940	£13,900
Other Annual Expenses	0.00%	10	£12,000	£3,930	£17,100
Yield	0.89%				

The last line in the table shows that over 10 years, the effect of total charges could amount to £3,930. Putting this another way, this would have the effect of bringing the illustrated investment growth rate down from 6.0% to 3.8% a year.

Fid FIF Special Situations Fund			
ACD/Manager		Depositary/Trustee	
Fidelity Investments International		J.P.Morgan Trustee and Depositary Company Limited	
Fund Code	Fund Type	Charges Levied Against	Cat Marked?
SS	OEIC	Income	No
Objective			
The funds investment objective is to achieve long-term capital growth from a portfolio made up of the shares of UK companies. The portfolio is likely to have a bias towards medium sized and smaller companies. However the ACD is not restricted in the choice of company either by size or industry.			

Maxi ISA

Amount Invested	£4,000	At end of year	Investment to date	Effect of deductions to date	What you might get back at 7.00%
Initial Charge	3.25%	1	£4,000	£196	£4,070
Additional Bid-Offer Spread	N/A	3	£4,000	£361	£4,500
Annual Management Charge	1.50%	5	£4,000	£563	£4,980
Other Annual Expenses	0.00%	10	£4,000	£1,280	£6,410
Yield	1.09%				

The last line in the table shows that over 10 years, the effect of total charges could amount to £1,280. Putting this another way, this would have the effect of bringing the illustrated investment growth rate down from 7.0% to 5.1% a year.

Yields are quoted as follows: Bond funds - gross, Equity funds - net.

Please note the yields on the high income funds may fluctuate and that the assumed growth rates are not guaranteed and are only to illustrate the effect of charges and expenses on your investment. The figures shown in the "what you might get back" column are therefore not guaranteed. You could get back more or less than this. What you get back depends on how your investment grows. You should also remember that inflation may affect the value of the amounts shown.

How much will any advice cost?

For arranging the transaction, Fidelity will pay initial commission to Trotter Investments at the rates listed below:

Type	Fund	Initial Commission Rate	Amount Invested	Initial Commission Paid
Maxi ISA	Artemis UK Growth Fund	3.0%	£3,000	£90
	Fid FIF Special Situations Fund	3.0%	£4,000	£120
Unit Trust/OEIC	Artemis UK Growth Fund	3.0%	£12,000	£360
Total				£570

In addition, Trotter Investments is entitled to receive renewal commission each year at the rates listed below. On your investments, this would amount in the first year to the figures shown in column C. If these investments doubled in value this would amount to the figures in column D.

Type	Fund	Renewal Commission Rate per annum	Column C	Column D
Maxi ISA	Artemis UK Growth Fund	0.5%	£15	£30
	Fid FIF Special Situations Fund	0.5%	£20	£40
Unit Trust/OEIC	Artemis UK Growth Fund	0.0%	£0	£0
Total for first year			£35	£70

How do I make a complaint?

Fidelity has procedures in place to deal with complaints. You can write directly to Fidelity at our head office (address given below) or phone us on 0845 7 44 66 00 . You can also contact us via your Independent Financial

Adviser.

You can also complain to the Financial Ombudsman Service. Details of your right to lodge a claim with the Financial Services Compensation Scheme are available by contacting us (not applicable for ISAs invested in cash). Written details of the complaints procedure are also available.

Please note that Recognised Offshore Funds may not be covered by the provision of the Financial Services Compensation Scheme. Further details are available upon request.

Additional services to help you

If you find it difficult to read our literature, please call us on 0845 7 44 66 00 . We can supply these in a range of formats, including large print, braille, audio tape and CD. Our website works with a specialist browser software that reads text and the titles of the graphics. PhoneXpress provides information on accounts and can be operated through a telephone keypad or spoken instructions. The telephone number is **0800 41 41 24** . You will need to set up a PIN using your Client Reference Number and account number.

How can I obtain further information?

Further information about any of the funds available in FundsNetwork, including copies of the latest interim and final Managers' Reports, Scheme Particulars and Prospectus for any of the funds (Fidelity's or fund providers) can be obtained from Fidelity on written request.

Fidelity Investment Funds (our OEIC funds)

Call Fidelity to request copies of the Prospectus and semi-annual and annual reports. Fidelity Investment Funds are managed by the Authorised Corporate Director, Fidelity Investment Services Limited, registered in England and Wales Co. No. 2016555. The depositary of Fidelity Investment Funds is J.P.Morgan Trustee and Depositary Company Limited, registered office address, 125 London Wall, London, EC2 5JA. The company is regulated by the FSA.

Fidelity Unit Trusts

Call Fidelity to request copies of the latest interim and final Managers' Reports and Scheme Particulars. Fidelity Unit Trusts are managed by Fidelity Investment Services Limited. The trustee of all Fidelity Unit Trusts is J.P.Morgan Trustee and Depositary Company Limited.

Fidelity Funds recognised offshore funds

Call the UK distributor, Fidelity Investments International, to request copies of the Prospectus and the latest Annual Report and Accounts. Fidelity Investments International is registered in England and Wales, Co. No. 1448245.

Fidelity ISAs and PEPs

Further information on the Fidelity ISA or PEP is contained in the Terms & Conditions which should be read in conjunction with the Application Form or during the online Application process . Fidelity ISAs and PEPs are offered and managed by Financial Administration Services Limited (a Fidelity Group company), registered in England and Wales, Co. No. 1629709.

FundsNetwork

The FundsNetwork service is offered and managed by Financial Administration Services Limited (a Fidelity Group company), registered in England and Wales, Co. No. 1629709.

Further information

Fidelity Investments International and Fidelity Investment Services Limited and Financial Administration Services Limited (a Fidelity Group company) are all regulated by the FSA. The registered address for all the above companies is Oakhill House, 130 Tonbridge Road, Hildenborough, Kent TN11 9DZ.

Important legal information

This material is directed only at persons in the UK and is not to be regarded as an offer to buy or sell, or the solicitation of any offer to buy or sell securities in any other jurisdiction other than the UK. Persons resident in territories other than the UK should consult their professional advisers as to whether they require any governmental or other consents or need to observe any formalities to enable them to invest in Fidelity and other providers' products described in the UK pages of the Fidelity site.

Fidelity means Fidelity International Limited, established in Bermuda, and Fidelity Management & Research Company (FMR), established in the United States, and their respective subsidiary companies and affiliates. Assets and resources as at 31.03.02 include those of FMR Corp. Fidelity is the worlds largest independent fund management organisation.

Fidelity reserves the right to grant or revoke the authority to use the Fidelity Internet sites at its absolute discretion. Whilst every reasonable precaution has been taken to ensure the accuracy, security and confidentiality of information available through the Fidelity Internet sites, Fidelity cannot be held responsible for any consequence of any action carried out by any user authorised or unauthorised.

Fidelity only provides information about its products (and other providers products as available via FundsNetwork) and does not give investment advice based on individual circumstances. Should you wish to seek advice, please contact an Independent Financial Adviser.

Personal investing

We can't guarantee that past performance of our funds will be repeated in the future. The value of investments and the income from them can go down as well as up and an investor may not get back the amount invested. Prospective Investors should be aware of the underlying risks associated with investing in shares listed on certain stock-markets which can be more volatile and less marketable than in more developed stock-markets. The value of shares may rise or fall due to changes in the rate of exchange in the currency in which the funds are denominated if it is different from the investor's own currency. In the case of Cash Funds, yields will fluctuate with changes in interest rates and capital values may also be adversely affected if any of the institutions with which cash is deposited suffers insolvency or any other financial difficulties.

Building Society or Bank Deposit Accounts

Please note that unlike a Building Society or Bank Deposit Account, the value of stockmarket and bond investments will fluctuate.

Illustrations

These figures are only examples and are not guaranteed - they are not minimum or maximum amounts. What you need to invest in order to achieve a specific sum or what you might get back depends on how your investment grows. You could get back more or less than the amount shown.

Regulators

Onshore

Fidelity ISAs and PEPs are offered and managed by Financial Administration Services Limited (a Fidelity Group company), registered in

England and Wales Co. No. 1629709.

Fidelity Investment Funds are offered and managed by the Authorised Corporate Director, Fidelity Investment Services Limited, registered in England and Wales Co. No. 2016555.

Fidelity Unit Trusts are offered and managed by Fidelity Investment Services Limited.

FundsNetwork is offered and managed by Financial Administration Services Limited (a Fidelity Group company)

Offshore

The UK distributor of Fidelity Funds (SICAV) Recognised Offshore Fund is Fidelity Investments International, registered in England and Wales, Co. No. 1448245.

All companies are regulated by the FSA.

Jointly issued by Fidelity Investments International, Fidelity Investment Services Limited and Financial Administration Services Limited (a Fidelity Group company). CB12356

Ref: 20021001\kfd2002100122054729657.pdf

Use of customer information

The information you provide on your application form will be processed by Fidelity or associated companies to administer the service for which you have applied or may apply for in the future. This may involve the transfer of data by electronic media including the internet. We may pass information to financial and other organisations involved in fraud prevention to protect Fidelity and Fidelity's customers from theft and fraud. Your information will be held in confidence and not passed to any to any company other than as outlined without your permission or unless required by law.

Dealing via the internet with Fidelity

Trademarks

Fidelity Trademarks, including FundsNetwork™ are trademarks of Fidelity International Limited.

Links to third party sites

If you visit www.fidelity.co.uk, be aware that certain links on this Site lead to sites maintained by third parties over which Fidelity has no control. Fidelity makes no representations as to the accuracy, completeness or any other aspect of the information contained on such third party sites or sites linked to such sites and shall not be liable for any loss or damage arising from your reliance upon such information. Any links to third party sites are provided solely as a convenience to Users and at your own risk.

Accuracy of information

If you have entered www.fidelity.co.uk please be aware that whilst Fidelity uses all reasonable skill and care in compiling the information, errors or omissions in the information may occur because of a number of factors which are inherent in any Internet access system and are not within Fidelity's reasonable control. For example, unauthorised access to this service, or the effects of machine, software or operator error or malfunction in connection with data transmission. This service is accurate only on the date that such information is supplied by Fidelity via its Internet service. The relevant date for any particular information is the date printed on the page on which the information appears. In view of the above, Fidelity advises you to confirm the accuracy of any information with Fidelity before seeking to rely on such information.

Copyright and confidentiality

Any information accessed via Fidelity's online services is confidential and is protected under copyright law. Copyright © (1996-2002) Fidelity Investments International. All rights reserved.