

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Singapore Prospectus.¹
- It is important to read the Singapore Prospectus before deciding whether to purchase shares in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Singapore Prospectus.

FIDELITY ENHANCED RESERVE FUND
(the "Sub-Fund"), a sub-fund of Fidelity UCITS II ICAV

Product Type	Open-ended fund	Launch Date	26 March 2018
Manager	FIL Fund Management (Ireland) Limited	Depository	Brown Brothers Harriman Trustee Services (Ireland) Limited
Investment Manager	FIL Investment Management (Hong Kong) Limited	Dealing Frequency	Every Singapore Dealing Day
Capital Guaranteed	No	Expense Ratio for period ended 31 January 2018	A-ACC USD, A-MINCOME(G)-USD, A-ACC-SGD Hedged, A-MINCOME(G)-SGD Hedged, A-MINCOME(G)-AUD Hedged, A-MINCOME(G)-EUR Hedged, A-MINCOME(G)-GBP Hedged, I-QINCOME(G)-USD, Y-ACC USD and Y-ACC-SGD Hedged: Not available

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors:
 - whose investment objectives are geared towards the achievement of growth in the value of their investment;
 - who are willing to accept an investment strategy involving a low level of volatility and risk in the management of their investment; and
 - have a short term investment horizon.

Further Information

Refer to "INVESTOR PROFILE" section of the Singapore Supplement for further information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in a sub-fund of Fidelity UCITS II ICAV (the "Fund"), an ICAV constituted as an umbrella fund with segregated liability between sub-funds and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations.
- The Base Currency of the Sub-Fund is USD.
- The Classes offered are either Accumulating Classes or Distributing Classes. Distributions from capital are likely to diminish the value of future returns and can be understood as a type of capital reimbursement. Distributions made will normally reduce the NAV of the relevant Class.

Refer to "The Fund" and "Distribution Policy" sections of the Singapore Prospectus for further information on features of the Sub-Fund.

Investment Strategy

- The Sub-Fund's investment objective is to provide an attractive level of risk adjusted total return (income plus capital appreciation) from a portfolio of debt securities issued worldwide.
- It invests primarily in a broad range of fixed income securities and money market instruments which are issued by governments of, government agencies or corporate issuers worldwide.
- The Investment Manager will:
 - not focus on any particular market sector or industry and investments may be in a number of sectors;
 - approach investment opportunities from a total return perspective, benefiting not only from the debt securities' regular coupon payments but also from capital appreciation;
 - seek to deliver attractive risk adjusted returns by extracting the highest level of return per unit of risk or minimising the risk for each unit of return. Accordingly, for every level of risk the Investment Manager will look for debt securities with the most attractive yield and for any level of yield, the Investment Manager will aim to purchase debt securities with the lowest level of risk. The Investment Manager believes that this approach results in a portfolio that has an attractive total return per unit of risk taken; and

Refer to "INVESTMENT OBJECTIVE AND POLICY" section of the Singapore Supplement for further information on the investment strategy of the Sub-Fund.

¹ The latest Singapore Prospectus is available from the Singapore Representative at 8 Marina View, #35-06, Asia Square Tower 1, Singapore 018960 during regular business hours or accessible at www.fidelity.com.sg.

<ul style="list-style-type: none"> o select investments via bottom-up security selection, based on fundamental and relative-value credit analysis. • Fixed income securities include bonds, bonds with warrants, convertible bonds, contingent convertible bonds (including corporate hybrid securities), subordinated bonds, dim sum bonds, debentures and notes (including freely transferable notes and freely transferable promissory notes). They will include fixed and floating rate securities and investment grade, high yield and unrated debt securities. • Money market instruments may be fixed or floating rate. The Sub-Fund may also invest in floating or variable rate notes, debentures and short-dated government or corporate bonds that are rated as investment grade or below or are unrated. • The Sub-Fund may also invest in: <ul style="list-style-type: none"> o asset-backed securities backed by payments from the underlying borrower(s) that are interest-only, principal-only or a combination of both; o Sukuk structures; o corporate hybrid securities (highly structured instruments that combine both equity and fixed income features); o collective investment schemes that are exposed to investments that are similar to the Sub-Fund's other investments (up to 10% of its NAV); and o fixed income securities listed on the Shanghai Stock Exchange, the Shenzhen Stock Exchange and the China Inter-bank Bond Market. • Save for permitted investments in unlisted transferable securities and money market instruments, all securities invested will be listed, dealt or traded on Recognised Markets globally. • It may hold cash on deposit and cash equivalents (including certificates of deposits, commercial paper, treasury bills and short-dated government bonds, provided these securities are listed, traded or dealt in on a Recognised Market and are rated investment grade or better). • It may hold up to 100% of its NAV in cash deposits, cash equivalents, short-term fixed income securities and/or money market instruments for temporary defensive purposes. • It may use FDI for efficient portfolio management (which includes for hedging purposes) or investment purposes. 	
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Manager is FIL Fund Management (Ireland) Limited. • The Investment Manager is FIL Investment Management (Hong Kong) Limited. • The Singapore Representative is FIL Investment Management (Singapore) Limited. • The Depository is Brown Brothers Harriman Trustee Services (Ireland) Limited. 	<p>Refer to "MANAGEMENT AND ADMINISTRATION OF THE FUND, AND OTHER PARTIES" of the Singapore Prospectus for further information on their roles and responsibilities.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>The value of the product and its distributions may rise or fall. Investors should consider and satisfy themselves as to the risks of investing in the Sub-Fund, which are detailed in the Singapore Prospectus. These key risk factors may cause you to lose some or all of your investment:</p>	<p>Refer to "RISK CONSIDERATION" section of the Singapore Prospectus for further information on risks of the Sub-Fund.</p>
Market and Credit Risks	
<p>You are exposed to Fluctuations in Value Risk</p> <ul style="list-style-type: none"> • The investments of the Sub-Fund are subject to market fluctuations and other risks, and the capital value of your original investment is not guaranteed. <p>You are exposed to Credit Risk</p> <ul style="list-style-type: none"> • Investments may be adversely affected if any institutions with which money is deposited suffers insolvency or other financial difficulties (e.g. default). Credit risk also arises from the uncertainty about the ultimate repayment of principal and interest of a bond or other debt instrument investments. <p>You are exposed to Foreign Currency Risk</p> <ul style="list-style-type: none"> • The Sub-Fund's total return and balance sheet can be significantly affected by foreign exchange rate movements if the Sub-Fund's assets and income are denominated in currencies other than the base currency of the Sub-Fund and this means that currency movements may significantly affect the value of the Sub-Fund's Share price. 	
Liquidity Risks	
<p>The Sub-Fund is not listed in Singapore and you can redeem only on Singapore Dealing Days through distributors. There is no secondary market for the Sub-Fund.</p> <p>You are exposed to liquidity risks.</p> <ul style="list-style-type: none"> • In general, the Sub-Fund manages its investments, including cash, such that it can meet its liabilities for the redemption of any Shares that investors wish to redeem. Investments held may need to be sold if insufficient cash is available to finance such redemptions. • If the size of the disposals is sufficiently large or the market is illiquid, there is a risk that either the investments might not be sold or the price at which they are sold may adversely affect the NAV of the Sub-Fund. 	

Product-Specific Risks

You are exposed to derivatives risk.

- The use of FDI may give rise to leverage, liquidity, counterparty, valuations and other risks at times. In adverse situations, the Sub-Fund's use of FDI may become ineffective and the Sub-Fund may suffer significant losses.

You are exposed to Bond, Debt Instrument & Fixed Income Risks.

- The value of bonds and debt instruments will fluctuate depending on market interest rates, the credit quality of the issuer and liquidity considerations.

You are exposed to lower rated / unrated securities risk.

- The Sub-Fund may invest in lower-rated and unrated securities, which may be subject to wider fluctuations in yield, wider bid-offer spreads, greater liquidity premium and accentuated market expectations, and consequently greater fluctuations in market values, than higher-rated securities. They are often subject to greater credit and market risks than higher-rated securities.

You are exposed to emerging markets related risk.

- Prices of emerging market securities may be more volatile than securities in more developed markets due to political and economic factors. This volatility may be exacerbated by legal, trading liquidity, settlement, transfer of securities and currency factors.

You are exposed to dim sum bond market risk.

- The Sub-Fund may invest in "dim sum" bonds. The "dim sum" bond market is relatively small and may be more susceptible to volatility and illiquidity.
- If any new rules limit or restrict the ability of issuers to raise Chinese renminbi funding by way of bond issuance and/or the reversal or suspension of the liberalisation of the Chinese market by relevant regulator(s), the operation of the "dim sum" bond market and new issuances could be disrupted and could potentially cause a loss to the Sub-Fund.

You are exposed to QFII and CIBM risk.

- The Sub-Fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions on investments and repatriation of principal and profits) in the PRC, which are subject to change and such change may have potential retrospective effect.
- The Sub-Fund may suffer substantial losses if there is insufficient QFII quota allocated for it to make investments or the approval of the QFII is being revoked/terminated or otherwise invalidated as the Sub-Fund may be prohibited from trading of relevant securities and repatriation of its monies.
- Market volatility and potential lack of liquidity due to low trading volume of certain debt securities in the CIBM may result in significant price fluctuation.

You are exposed to distributions out of capital risk.

- For certain distributing Classes, distributions may be made out of capital and the capital of such Shares will be eroded. Such distributions will be achieved by forgoing the potential for future capital growth and this cycle may continue until all capital in respect of the Shares is depleted. Distributions from capital likely will diminish the value of future returns and can be understood as a type of capital reimbursement.

FEES AND EXPENSES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you:

- You will need to pay the following fees and expenses:

Subscription fee	Currently NIL.
Initial sales charge	Currently up to 3.38% of the gross investment amount
Redemption fee	Currently NIL.

The subscription fee is charged by the Fund. The initial sales charge is not payable to the Fund but is paid to the distributor(s) and/or financial intermediaries or institutions. You may need to pay other fees and charges to the distributors which are not disclosed in the Singapore Prospectus.

Payable by the Sub-Fund from invested proceeds:

TER is a single fee covering all operational expenses of the Fund. Other fees and expenses (not covered by the TER) may be payable by the Sub-Fund.

Class of Shares	TER (% of NAV)	AMF (% of NAV)
A-ACC USD	0.60	0.50
A-MINCOME(G)-USD	0.60	0.50
A-ACC-SGD Hedged	0.63	0.50
A-MINCOME(G)-SGD Hedged	0.63	0.50
A-MINCOME(G)-AUD Hedged	0.63	0.50
A-MINCOME(G)-EUR Hedged	0.63	0.50
A-MINCOME(G)-GBP Hedged	0.63	0.50
I-QINCOME(G)-USD	0.30	0.20
Y-ACC USD	0.40	0.30
Y-ACC-SGD Hedged	0.43	0.30

The AMF is payable to the Investment Manager and forms part of the TER.

Refer to "FEES AND EXPENSES" of the Singapore Prospectus and the Singapore Supplement for further information on fees and expenses.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The Sub-Fund is valued on each Valuation Day. The last available NAV of the Shares will be published on Bloomberg and may also be posted on the Singapore Representative's website at www.fidelity.com.sg.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You can redeem your Shares by submitting a redemption application to the distributor through whom you originally subscribed for Shares (on any Singapore Dealing Day).
- The Fund may defer redemptions of more than 10% of the number of Shares of the Sub-Fund or 10% of the NAV of the Sub-Fund then in issue. Excess redemptions will be deferred to the next Dealing Day.
- Redemption proceeds will usually be paid to the account holder within 1 Singapore Business Day but not later than 10 Business Days of the relevant Singapore Dealing Day.
- Your redemption price is determined as follows:
 - If you submit the redemption request before the Singapore Dealing Deadline, you will be paid a price based on the NAV per Share as of the applicable Valuation Day for that Singapore Dealing Day.
 - If you submit the redemption request after the Singapore Dealing Deadline, you will be paid a price based on the NAV per Share as of the applicable Valuation Day for the following Singapore Dealing Day.
- The net redemption proceeds that you will receive will be the NAV per Share multiplied by the number of Shares redeemed, less any charges. An example is as follows:

Refer to "OBTAINING PRICE INFORMATION" and "REDEMPTION OF SHARES SUBSCRIBED IN SINGAPORE" sections of the Singapore Prospectus for further information on valuation and exiting from the Sub-Fund.

1,000.00 Number of Shares being redeemed	x	USD 1.00 NAV per Share	=	USD 1,000.00 Gross redemption proceeds
USD 1,000.00 Gross redemption proceeds	-	USD 30.00 Redemption fee (3%)	=	USD 970.00 Net redemption proceeds

CONTACT INFORMATION

HOW DO YOU CONTACT US?

For any enquiries, please contact the Singapore Representative at (65) 6511 2200 or sgenquiry@fil.com. You may also visit our website, www.fidelity.com.sg for a list of our distributors.

APPENDIX: GLOSSARY OF TERMS

Accumulating Class	A Class where all attributable net investment income and net realised capital gains will be accumulated and the Directors do not intend to declare dividends.
AMF	Annual management fee.
Base Currency	The currency in which the NAV of the Sub-Fund is calculated or in which the Class of Shares is denominated (as the case may be).
Central Bank	The Central Bank of Ireland.
CIBM	China Inter-bank Bond Market.
Class	A class of Shares within the Sub-Fund.
dim sum bonds	Bonds issued outside of China but denominated in Chinese renminbi.
Directors	The directors of the Fund.
Distributing Class	A Class where the Directors intend to declare dividends.
Duties and Charges	All stamp duties and other duties, taxes, governmental charges, imposts, levies, exchange costs and commissions (including foreign exchange spreads), custodian and sub-custodian charges, transfer fees and expenses, agents' fees, brokerage fees, brokerage commissions (as defined in Schedule I of the Irish Prospectus), bank charges, registration fees and other duties and charges, including any provision for the spread or difference between the price at which any asset was valued for the purpose of calculation of the NAV per Share and the estimated or actual price at which any such asset is purchased or expected to be purchased, in the case of subscriptions, or sold or expected to be sold, in the case of redemptions.
FDI	Financial derivative instruments.
ICAV	Irish collective asset-management vehicle.
Investment Regulations	The laws, regulations and rules governing the QFII program, the CIBM and the relevant investments thereunder by overseas institutional investors.
NAV	The net asset value of a Share as described in the section "DETERMINATION OF NET ASSET VALUE" of the Irish Prospectus.
QFII	Qualified foreign institutional investor under the Investment Regulations.

Recognised Markets	Any recognised exchange or market listed or referred to in Schedule II to the Irish Prospectus.
SGD	The currency of Singapore.
Share	A share of the Sub-Fund.
Singapore Business Day	A Business Day, which is also a day on which the banks in Singapore are open for business. A Business Day is any day with the exception of Saturdays, Sundays, New Year's Day, Christmas Day and Good Friday and/or such other day or days as the Directors may determine and notify in advance to Shareholders.
Singapore Dealing Day	A Dealing Day, which is also a day on which the banks in Singapore are open for business. Each Business Day will be a Dealing Day.
Singapore Dealing Deadline	2:00 PM (Singapore time) on the relevant Singapore Dealing Day.
Sukuk structures	Islamic debt instruments which represent a proportionate beneficial ownership in an asset or pool of assets.
TER	Total expense ratio. The TER includes all operational expenses of the Sub-Fund including Directors', auditors', legal advisors', administrator's, depositary's, investment manager's, secretary's, sub-investment advisor's and other service providers' fees and expenses and Class hedging costs.
UCITS	An undertaking for collective investment in transferable securities within the meaning of the UCITS Regulations.
UCITS Regulations	The European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended), the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 and any statutory instruments, rulebook, notices, question and answer documentation and other guidance notes issued by the Central Bank from time to time, and all applicable Central Bank regulations made or conditions imposed or derogations granted thereunder as may be amended from time to time.
USD	The currency of the United States of America.
Valuation Day	Each Business Day will be a Valuation Day. For any given Dealing Day, the same day shall be the relevant Valuation Day.