

Fidelity® Small Cap Value Fund

Key Takeaways

- For the fiscal year ending July 31, 2025, the fund's Retail Class shares returned -2.36%, outpacing the -4.27% result of the benchmark Russell 2000® Value Index.
- Significant shifts in tax, regulatory and tariff policies drove market volatility throughout the past 12 months, leading to notable drawdowns and subsequent rallies that provided value-oriented investment opportunities for Portfolio Manager Gabriela Kelleher.
- Against this backdrop, Gabi was pleased with the fund's outperformance of the benchmark this period, driven mainly by strong security selection, a key component of her stock-by-stock investment approach.
- Specifically, picks in the financials, industrials, real estate and energy sectors contributed most to the portfolio's relative return. Favorable positioning in information technology also helped.
- Out-of-benchmark exposure to Lumentum Holdings (+79%), an optical-components manufacturer, led the way on a stock-specific basis. The firm benefited from growing computing needs due to the AI-driven expansion of data centers.
- Conversely, investment choices in health care and materials detracted most from performance compared with the benchmark.
- Within the former, an untimely overweight in nursing temporary staffing company AMN Healthcare Services (-73%), meaningfully hurt. The company's shares fell amid declining demand for temporary nursing care.
- As of July 31, Gabi acknowledges a weaker earnings environment due to higher tariffs and a potentially slower U.S. economy. Still, she believes that recent policy changes, including reduced regulations, could bode well for small-caps.
- Noting a wide gap between large- and small-cap valuations, she sees opportunity in the latter due to above-average growth on a relative basis.

MARKET RECAP

U.S. equities gained 16.33% for the 12 months ending July 31, 2025, according to the S&P 500® index, reaching period end just shy of a record. U.S. stocks erased a sharp decline that began on February 20, as post-election optimism gave way to investor concern about a flurry of executive actions by the new administration, disruption to government programs and a rise in uncertainty stemming from shifting policy priorities, especially related to tariffs. The downtrend steepened on April 2, upon the announcement of a sweeping tariff plan. Amid rising volatility and concern about a global trade war, the index returned -12.12% through April 8, but then sharply reversed course and gained 27.72% through period end. The historically fast rebound was set off by a 90-day pause on most planned tariffs, and sustained by robust corporate profits, a solid economy and inflation trending around the Federal Reserve's 2% target. These tailwinds overshadowed rising tension in the Middle East and lingering uncertainty about trade ahead of the August 1 deadline for tariff hikes. By sector for the full 12 months, communication services (+31%) and information technology (+24%) led the way, boosted by exuberance for artificial intelligence. Financials (+22%), industrials (+21%) and consumer discretionary (+20%) also topped the index. Conversely, health care (-11%), energy and materials (-3% each) notably trailed. Real estate gained roughly 4% and consumer staples rose about 7%.



Gabriela Kelleher
Portfolio Manager

Fund Facts

Trading Symbol:	FCPVX
Start Date:	November 03, 2004
Size (in millions):	\$4,400.66

Investment Approach

- Fidelity® Small Cap Value Fund takes a value approach to investing, focusing on companies with above-average quality characteristics, including good capital allocation, and that are trading at below-market multiples.
- We strive to buy the best businesses available among these value plays, though in periods of extremely high return variance, we may opportunistically go further down the quality spectrum if there is sufficient valuation dispersion in the market to justify it.
- Each of our investments is scrutinized for a perceived margin of safety, assessed through rigorous analysis of each firm's income statement and balance sheet.
- We employ a disciplined portfolio construction approach and manage the portfolio in a relatively concentrated fashion in order to emphasize our best ideas, and to try to have most of the risk and return of the fund driven by stock-specific factors.

Q&A

An interview with Portfolio Manager Gabriela Kelleher

Q: Gabi, how did the fund perform for the fiscal year ending July 31, 2025?

The fund's Retail Class shares returned -2.36% the past 12 months, outpacing the -4.27% result of the benchmark Russell 2000® Value Index. The portfolio also surpassed the peer group average.

Q: How would you assess the fund's result the past 12 months?

Significant shifts in tax, regulatory and tariff policies drove market volatility throughout the reporting period. Although the small-cap market was down only modestly, investors experienced notable drawdowns and subsequent rallies that created value-oriented opportunities for me to buy and sell stocks a bit more frequently than usual.

Against this backdrop, I was pleased to see the fund outpace the benchmark, driven mainly by strong security selection. Specifically, picks in the financials, industrials, real estate and energy sectors contributed most to the portfolio's relative return. Favorable positioning in information technology also helped. Conversely, investment choices in health care and materials detracted from the fund's result compared with the benchmark.

Q: Against this backdrop, how did you manage the fund?

First, I'll remind shareholders of the strategy I follow in every market environment. I'm seeking to generate positive long-term relative performance through individual stock selection, while simultaneously working to downplay the effects of sector positioning and market timing. Additionally, I typically seek to avoid big gaps between the fund's largest and smallest individual relative stock weightings.

Turning to risk management, my first and most essential step is to try to avoid paying too much for a stock in the first place. I do this by comparing a company's current valuation with an assessment of its earnings power over a full business cycle. Second, I look for stocks with what I see as a sufficient "margin of safety," meaning that, even if conditions fail to materialize according to plan, the securities' downside is likely less than that of the benchmark. Basically, I want the portfolio to hold resilient firms with the financial capacity to endure difficult market conditions. Lastly, I conduct

quantitative research to choose high-quality, small-cap equities that meet my valuation criteria, even if they may not be components of the benchmark.

As I mentioned, throughout the reporting period I sought to capitalize on investment opportunities in stocks temporarily trading at what I believed were unusually attractive valuations. Meanwhile, I reduced exposure to others that had risen meaningfully and that, in my view, no longer offered as much upside potential relative to the level of downside risk.

One notable shift within the fund the past 12 months was to increase the allocation to the financials sector. In particular, I added to several bank stocks whose valuations had fallen sharply amid April's market volatility. I believed these lenders could see substantial earnings growth over the next few years amid a more favorable regulatory and merger and acquisition backdrop. Elsewhere, I bolstered exposure to consumer discretionary stocks, especially those connected to the home building industry. In the callout portion of this review, I'll more fully discuss this change.

Q: What contributed most to performance versus the benchmark?

An out-of-benchmark position in optical-components manufacturer Lumentum Holdings (+79%) led the way on a stock-specific basis. This company has benefited from growing computing needs due to the AI-driven expansion of data centers, as well as investor expectations that market-share gains could drive strong revenue growth for the firm. After exceeding what I considered to be its fair value, I sold the position prior to period end.

An overweight in Rev Group (+68%) – which manufactures fire trucks, ambulances and recreational vehicles – also helped. The business' relatively new management team has meaningfully improved operations, and I think the firm's earnings may be poised to rise from a backlog in demand. As of July 31, the stock was a large holding, even after I trimmed it this period.

Non-index exposure to networking systems and software provider Ciena (+72%) also added value. The company has been the beneficiary of growing demand from data-center customers, while maintaining a clean balance sheet and authorizing share buybacks. After a rapid gain, I saw less value in this stock and sold it prior to the end of July.

A holding in residential real estate broker Compass (+76%), also not a benchmark component, further bolstered the portfolio's relative outcome. With interest rate cuts likely ahead, I see the potential for an improvement in the home-sales market, which could potentially boost the firm's earnings and stock price. I also believe its valuation is quite attractive as of period end. Over the past 12 months, I modestly added to the position.

Q: What notably detracted?

An untimely overweight in AMN Healthcare Services (-73%), a nursing temporary staffing company, hurt amid lower demand for temporary nursing care. As of July 31, I believe AMN's earnings may have bottomed, though it's not yet clear when they may begin to recover. Given what I see as a favorable risk/reward trade-off, I was willing to be patient and opportunistically added to the holding this period.

Another relative performance challenge was a larger-than-index position in Insight Enterprises (-47%), the fund's largest holding at period end. Shares of this value-added technology reseller struggled as changes in its commission structure, coupled with a slowdown in technology spending, pressured the firm's earnings. However, I believe that once these headwinds ease, and as the business potentially benefits from continued growth in AI investment, the stock may recover. As such, I increased exposure to Insight the past 12 months, though the addition was somewhat ill-timed in terms of the fund's relative result.

Similarly, unfavorable timing when adding to health care technology provider Evolent Health (-58%) also detracted. The company reported weak profits and reduced its earnings forecast amid higher costs, particularly in its oncology business, causing the stock to fall. That said, I thought the market may be overlooking Evolent's upside opportunity, leading me to increase the fund's holding this period.

Q: Any closing thoughts for shareholders as of July 31, Gabi?

Recent developments around U.S. tariffs and the potential for a weaker economy have dampened my outlook for earnings growth in 2025, especially given higher uncertainty and market volatility. Yet, policy changes of late could lead to lower tax rates, accelerated depreciation that may spur capital investments, an economy that seems resilient and a loosening of regulations that has the potential to spur an uptick in merger and acquisition activity. All of this bodes well for small-caps, in my view.

Within this environment, while I remain uncertain about the short term, I continue to be optimistic about the next couple of years for small-caps, given the strong return profiles I see in a number of the fund's holdings. Moreover, I feel that current conditions may benefit investors who take a long-term view of both the world and stock market. At the same time, the gap in valuations between large- and small-cap stocks remains quite wide.

I'm looking for market conditions to eventually normalize, and for valuations to begin to matter again to investors, especially among small-cap stocks, where I see the opportunity for above-average relative growth. ■

Gabriela Kelleher on housing and building-products stocks:

"These days, I'm particularly excited about certain small-cap stocks tied to the U.S. housing market. Valuations are extremely cheap in a historical basis, reflecting today's subpar and worsening housing-market fundamentals. Although I recognize these near-term challenges, I also believe investors may not be paying enough attention to these companies' longer-term potential to outperform the market's currently very pessimistic assumptions.

"In evaluating these businesses, I'm paying particular attention to normalized earnings, in other words, what these firms would earn in a 'typical' market environment. Although I don't know when the housing market will bottom, I can say that home builders – including portfolio holdings KB Home and Taylor Morrison – strike me as very attractively priced right now on a normalized earnings basis. In fact, they are trading below book value.

"I'm also seeing upside potential in shares of building-products companies. With new home sales currently quite weak, makers of materials for housing construction also have been challenged. This trend weighed on the fund's stakes in siding manufacturer Installed Building Products, as well as construction materials companies Knife River and Eagle Materials. Real estate brokerage firm Compass provides an additional avenue for the fund to potentially benefit if the housing market surpasses lowered expectations.

"In short, the portfolio is overweight various companies I believe are cyclically depressed relative to normalized earnings. Because new and existing home sales are at historically low levels, market participants seem to be focused on these businesses' rather negative short-term prospects.

"But in my view, all these stocks are very attractively priced if measured on a normalized earnings basis, given that they generate strong free cash flow, have clean balance sheets and are buying back shares."

ASSET ALLOCATION

Asset Class	Portfolio Weight	Index Weight	Relative Weight	Relative Change From Six Months Ago
Domestic Equities	93.47%	97.39%	-3.92%	0.24%
International Equities	5.37%	2.61%	2.76%	-0.38%
Developed Markets	3.55%	2.00%	1.55%	-1.02%
Emerging Markets	0.00%	0.43%	-0.43%	0.14%
Tax-Advantaged Domiciles	1.82%	0.18%	1.64%	0.50%
Bonds	0.00%	0.00%	0.00%	0.00%
Cash & Net Other Assets	1.16%	0.00%	1.16%	0.14%

Net Other Assets can include fund receivables, fund payables, and offsets to other derivative positions, as well as certain assets that do not fall into any of the portfolio composition categories. Depending on the extent to which the fund invests in derivatives and the number of positions that are held for future settlement, Net Other Assets can be a negative number.

"Tax-Advantaged Domiciles" represent countries whose tax policies may be favorable for company incorporation.

MARKET-SEGMENT DIVERSIFICATION

Market Segment	Portfolio Weight	Index Weight	Relative Weight	Relative Change From Six Months Ago
Financials	29.99%	27.25%	2.74%	3.59%
Industrials	18.63%	13.66%	4.97%	2.19%
Consumer Discretionary	12.28%	10.50%	1.78%	5.59%
Real Estate	10.47%	10.31%	0.16%	-0.08%
Information Technology	8.55%	7.48%	1.07%	-1.18%
Health Care	5.98%	8.60%	-2.62%	-4.20%
Energy	5.20%	7.01%	-1.81%	-3.70%
Materials	3.68%	4.44%	-0.76%	-0.83%
Utilities	3.48%	6.21%	-2.73%	-0.10%
Consumer Staples	0.58%	1.94%	-1.36%	-1.16%
Communication Services	0.00%	2.59%	-2.59%	-0.25%
Other	0.00%	0.00%	0.00%	0.00%

10 LARGEST HOLDINGS

Holding	Market Segment	Portfolio Weight	Portfolio Weight Six Months Ago
Insight Enterprises Inc	Information Technology	2.39%	2.90%
Brookfield Infrastructure Corp (United States)	Utilities	2.29%	2.38%
Old National Bancorp/IN	Financials	2.29%	0.47%
KB Home	Consumer Discretionary	2.28%	0.07%
Eastern Bankshares Inc	Financials	2.17%	2.91%
REV Group Inc	Industrials	2.11%	1.60%
Cadence Bank	Financials	2.11%	1.80%
UMB Financial Corp	Financials	2.04%	--
Blue Bird Corp	Industrials	2.01%	1.43%
Primerica Inc	Financials	1.92%	2.07%
10 Largest Holdings as a % of Net Assets		21.60%	22.30%
Total Number of Holdings		95	109

The 10 largest holdings are as of the end of the reporting period, and may not be representative of the fund's current or future investments. Holdings do not include money market investments.

FISCAL PERFORMANCE SUMMARY:

Periods ending July 31, 2025

	Cumulative		Annualized		
	6 Month	YTD	1 Year	3 Year	5 Year
Fidelity Small Cap Value Fund Gross Expense Ratio: 0.97% ²	-4.62%	-0.54%	-2.36%	6.86%	15.65%
Russell 2000 Value Index	-3.43%	-1.45%	-4.27%	4.80%	12.41%
Morningstar Fund Small Value	-4.12%	-1.79%	-3.08%	6.52%	13.94%
% Rank in Morningstar Category (1% = Best)	--	--	37%	43%	25%
# of Funds in Morningstar Category	--	--	496	477	448
1 Life of Fund (LOF) if performance is less than 10 years. Fund inception date: 11/03/2004.					
2 This expense ratio is from the prospectus in effect as of the date shown above and generally is based on amounts incurred during that fiscal year, or estimated amounts for the current fiscal year in the case of a newly launched fund. It does not include any fee waivers or reimbursements, which would be reflected in the fund's net expense ratio.					

Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than the performance stated. Performance shown is that of the fund's Retail Class shares (if multiclass). You may own another share class of the fund with a different expense structure and, thus, have different returns. To learn more or to obtain the most recent month-end or other share-class performance, visit fidelity.com/performance, institutional.fidelity.com, or 401k.com. Total returns are historical and include change in share value and reinvestment of dividends and capital gains, if any. Cumulative total returns are reported as of the period indicated. Please see the last page(s) of this Q&A document for most-recent calendar-quarter performance.

Definitions and Important Information

Unless otherwise expressly disclosed to you in writing, the information provided in this material is for educational purposes only. Any viewpoints expressed by Fidelity are not intended to be used as a primary basis for your investment decisions and are based on facts and circumstances at the point in time they are made and are not particular to you. Accordingly, nothing in this material constitutes impartial investment advice or advice in a fiduciary capacity, as defined or under the Employee Retirement Income Security Act of 1974 or the Internal Revenue Code of 1986, both as amended. Fidelity and its representatives may have a conflict of interest in the products or services mentioned in this material because they have a financial interest in the products or services and may receive compensation, directly or indirectly, in connection with the management, distribution, and/or servicing of these products or services, including Fidelity funds, certain third-party funds and products, and certain investment services. Before making any investment decisions, you should take into account all of the particular facts and circumstances of your or your client's individual situation and reach out to a professional adviser, if applicable.

FUND RISKS

Stock markets, especially foreign markets, are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, or economic developments. Foreign securities are subject to interest rate, currency exchange rate, economic, and political risks. The securities of smaller, less well-known companies can be more volatile than those of larger companies. Value stocks can perform differently than other types of stocks and can continue to be undervalued by the market for long periods of time.

IMPORTANT FUND INFORMATION

Relative positioning data presented in this commentary is based on the fund's primary benchmark (index) unless a secondary benchmark is provided to assess performance.

INDICES

It is not possible to invest directly in an index. All indices represented are unmanaged. All indices include reinvestment of dividends and interest income unless otherwise noted.

Russell 2000 Value Index is a market capitalization-weighted index designed to measure the performance of the small-cap value segment of the US equity market. It includes those Russell 2000 Index companies with lower price-to-book ratios and lower forecasted growth rates. Effective March 24, 2025, the index applies a capping methodology. Index constituents are capped quarterly so that no more than 22.5% of the index's weight may be allocated to a single constituent, and the sum of the weights of all constituents representing more than 4.5% of the index should not exceed 45% of the total index weight. For periods prior to March 24, 2025, the index was uncapped.

S&P 500 is a market capitalization-weighted index of 500 common stocks chosen for market size, liquidity, and industry group representation to represent U.S. equity performance.

MARKET-SEGMENT WEIGHTS

Market-segment weights illustrate examples of sectors or industries in which the fund may invest, and may not be

representative of the fund's current or future investments. They should not be construed or used as a recommendation for any sector or industry.

RANKING INFORMATION

© 2025 Morningstar, Inc. All rights reserved. The Morningstar information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or redistributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Fidelity does not review the Morningstar data and, for mutual fund performance, you should check the fund's current prospectus for the most up-to-date information concerning applicable loads, fees and expenses.

% Rank in Morningstar Category is the fund's total-return percentile rank relative to all funds that have the same Morningstar Category. The highest (or most favorable) percentile rank is 1 and the lowest (or least favorable) percentile rank is 100. The top-performing fund in a category will always receive a rank of 1%. % Rank in Morningstar Category is based on total returns which include reinvested dividends and capital gains, if any, and exclude sales charges. Multiple share classes of a fund have a common portfolio but impose different expense structures.

RELATIVE WEIGHTS

Relative weights represents the % of fund assets in a particular market segment, asset class or credit quality relative to the benchmark. A positive number represents an overweight, and a negative number is an underweight. The fund's benchmark is listed immediately under the fund name in the Performance Summary.

Manager Facts

Gabriela Kelleher is a portfolio manager in the Equity division at Fidelity Investments. Fidelity Investments is a leading provider of investment management, retirement planning, portfolio guidance, brokerage, benefits outsourcing, and other financial products and services to institutions, financial intermediaries, and individuals.

In this role, Ms. Kelleher co-manages Fidelity and Fidelity Advisor Small Cap Value Fund. She is also responsible for in-depth fundamental research and analysis across the small cap technology sector.

Prior to joining Fidelity in 2018, Ms. Kelleher was a senior equity analyst and vice president at Goldman Sachs, where she held various investment research roles. Most recently, she was responsible for industrials and consumer discretionary sector coverage across several small and small-mid capitalization strategies in asset management. She has been in the financial industry since 2007.

Ms. Kelleher earned her bachelor of science degree in finance and CPA accounting from New York University's Stern School of Business. She is also a CFA® charterholder. The Chartered Financial Analyst (CFA) designation is offered by the CFA Institute. To obtain the CFA charter, candidates must pass three exams demonstrating their competence, integrity, and extensive knowledge in accounting, ethical and professional standards, economics, portfolio management, and security analysis, and must also have at least 4,000 hours of qualifying work experience completed in a minimum of 36 months, among other requirements. CFA® is a trademark owned by CFA Institute.

PERFORMANCE SUMMARY:

Quarter ending December 31, 2025

	Annualized			
	1 Year	3 Year	5 Year	10 Year/ LOF ¹
Fidelity Small Cap Value Fund Gross Expense Ratio: 0.91% ²	8.23%	11.67%	10.81%	10.01%
% Rank in Morningstar Category (1% = Best)	38%	37%	32%	21%
# of Funds in Morningstar Category	483	462	439	362

¹ Life of Fund (LOF) if performance is less than 10 years. Fund inception date: 11/03/2004.

² This expense ratio is from the prospectus in effect as of the date shown above and generally is based on amounts incurred during that fiscal year, or estimated amounts for the current fiscal year in the case of a newly launched fund. It does not include any fee waivers or reimbursements, which would be reflected in the fund's net expense ratio.

Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than the performance stated. Performance shown is that of the fund's Retail Class shares (if multiclass). You may own another share class of the fund with a different expense structure and, thus, have different returns. To learn more or to obtain the most recent month-end or other share-class performance, visit fidelity.com/performance, institutional.fidelity.com, or 401k.com. Total returns are historical and include change in share value and reinvestment of dividends and capital gains, if any. Cumulative total returns are reported as of the period indicated.



Before investing in any mutual fund, please carefully consider the investment objectives, risks, charges, and expenses. For this and other information, call or write Fidelity for a free prospectus or, if available, a summary prospectus. Read it carefully before you invest.

Past performance is no guarantee of future results.

Views expressed are through the end of the period stated and do not necessarily represent the views of Fidelity. Views are subject to change at any time based upon market or other conditions and Fidelity disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a Fidelity fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any Fidelity fund. The securities mentioned are not necessarily holdings invested in by the portfolio manager(s) or FMR LLC. References to specific company securities should not be construed as recommendations or investment advice.

Diversification does not ensure a profit or guarantee against a loss.

Information included on this page is as of the most recent calendar quarter.

S&P 500 is a registered service mark of Standard & Poor's Financial Services LLC.

Other third-party marks appearing herein are the property of their respective owners.

All other marks appearing herein are registered or unregistered trademarks or service marks of FMR LLC or an affiliated company.

Fidelity Brokerage Services LLC, Member NYSE, SIPC, 900 Salem Street, Smithfield, RI 02917.

Fidelity Distributors Company LLC, 500 Salem Street, Smithfield, RI 02917.

© 2026 FMR LLC. All rights reserved.

Not NCUA or NCUSIF insured. May lose value. No credit union guarantee.
715950.23.0