

Fidelity® Low-Priced Stock K6 Fund

Investment Approach

- Fidelity® Low-Priced Stock K6 Fund implements an opportunistic approach, rooted in a strict valuation bias that focuses predominantly on small- and mid-cap companies trading at or below \$35 per share or with an earnings yield at or above the median for the Russell 2000® Index.
- Our investment process is based on the belief that many low-priced companies are mispriced and that there are opportunities in so-called 'non-glamour' stocks.
- We seek to buy higher-quality companies with stable growth prospects and that trade at a discount to our estimation of intrinsic (fair) value.
- We supplement these holdings with stakes in firms for which we believe near-term prospects appear challenged, but where we see a meaningful disparity between price and value. We look for opportunities both within and outside the fund's benchmark.
- In managing the fund, we invest with a long-term time horizon and global perspective, seeking to deliver attractive risk-adjusted returns by emphasizing companies we believe help us minimize downside capture, assessed through rigorous analysis of each firm's income statement and balance sheet.

PERFORMANCE SUMMARY

	Cumulative		Annualized			
	3 Month	YTD	1 Year	3 Year	5 Year	10 Year/ LOF ¹
Fidelity Low-Priced Stock K6 Fund Gross Expense Ratio: 0.50% ²	8.31%	8.31%	22.90%	8.86%	12.79%	11.05%
Russell 2000 Index	5.18%	5.18%	19.71%	-0.10%	8.10%	7.93%
Morningstar Fund Mid-Cap Value	7.75%	7.75%	20.80%	8.00%	10.61%	--
% Rank in Morningstar Category (1% = Best)	--	--	31%	36%	17%	--
# of Funds in Morningstar Category	--	--	399	380	363	--

¹ Life of Fund (LOF) if performance is less than 10 years. Fund inception date: 05/26/2017.

² This expense ratio is from the most recent prospectus and generally is based on amounts incurred during the most recent 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.

For definitions and other important information, please see the Definitions and Important Information section of this Fund Review.

FUND INFORMATION

Manager(s):

Sam Chamovitz
Morgen Peck
Salim Hart

Trading Symbol:

FLKSX

Start Date:

May 26, 2017

Size (in millions):

\$3,944.09

Morningstar Category:

Fund Mid-Cap Value

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 value of securities of smaller issuers can be more volatile than that of larger issuers.



Not FDIC Insured • May Lose Value • No Bank Guarantee

Performance Review

For the quarter, the fund's Retail Class shares gained 8.31%, outpacing the 5.18% result of the benchmark, the Russell 2000® Index.

U.S. small-cap equities, as represented by the Russell 2000® Index, produced a strong gain the past three months, driven by resilient corporate profits, exuberance over generative artificial intelligence and the Federal Reserve's likely pivot to cutting interest rates later this year. Amid this favorable backdrop for higher-risk assets, growth stocks (+7.58%) outperformed value stocks (+2.90%) within the benchmark. By sector, information technology (+13%) led the way, followed by energy (+12%) and industrials (+9%). Conversely, communication services (-5%) lagged most, tripped up by weakness among stocks in the telecommunication services industry (-13%). Utilities (-4%) also notably trailed the broader index.

The fund's outperformance of the benchmark this quarter primarily reflects stock selection, especially in financials. The top individual relative contributor was an out-of-benchmark position in EMCOR Group (+63%). In late February, the provider of construction, facilities and industrial services reported better-than-expected financial results for the fourth quarter, highlighted by notably higher earnings, strong revenue and an above-forecast operating margin, particularly in the company's mechanical construction segment. Management also issued 2024 financial guidance that topped analysts' consensus estimate. EMCOR was among the fund's largest positions as of March 31.

In financials, an investment in Wells Fargo gained roughly 19% in Q1. In mid-January, the diversified financial services provider reported revenue and earnings that were roughly in line with analysts' estimates for the fourth quarter, with management noting the favorable impact of a strong economic environment, higher interest rates and cost-cutting initiatives. Net interest income for Q4 also was on par with the consensus expectation, though the company said it expects a decline of about 7% to 9% in 2024, as anticipated lower interest rates reduce the spread between how much the bank pays depositors for their money and how much it can charge for loans. Wells was the fund's largest holding and overweight at quarter end.

In contrast, stock selection in the information technology sector detracted from the fund's relative result this quarter, especially in the tech hardware & equipment segment. Among individual investments, avoiding Super Micro Computer, a benchmark component that gained roughly 255% in Q1, was by far the fund's biggest relative detractor. In late January, the maker of high-end servers and networking solutions for data centers and cloud applications – doing business as Supermicro – reported soaring quarterly revenue and earnings growth that handily surpassed consensus expectations. The firm was a key beneficiary of the drive by businesses to ramp up their artificial intelligence capabilities, but it didn't fit our investment approach. ■

Portfolio Positioning and Market Outlook

The fund's positioning among sectors remained largely unchanged the past three months, as we made only modest changes based on where we found the best potential risk-adjusted returns and opportunistic ideas that fit our investment philosophy. Our investment process centers on being patient, taking a long-term view and comparing price to value with the hope of finding undiscovered gems. When we evaluate a stock, we typically think about owning it for three to five years. We look past short-term noise and focus on drivers over a multiyear period.

As of March 31, there are multiple crosscurrents influencing financial markets. The U.S. consumer remains healthy, given low unemployment and growing wages. The housing market appears to have found its footing amid a pause and likely pivot in the Fed's rate-hiking campaign, and many parts of the industrial economy have benefited from multiple multiyear government-backed spending outlays for infrastructure and reshoring. COVID-related supply-chain disruption appears to have largely been resolved across most sectors. Europe continued to face sticky inflation, the global macro environment remains volatile – with land wars in Europe and the Middle East – and the U.S. economy is in the late-cycle expansion phase.

This backdrop provides opportunity for patient investors like us. We are monitoring a growing pipeline of companies that look attractive to us in the medium term. Should the market narrow and favor only a few winners, we believe that helps us find compelling ideas that are overlooked, and thus provides an opportunity for investment. ■

CHARACTERISTICS

	Portfolio	Index
Valuation		
Price/Earnings Trailing	14.7x	28.5x
Price/Earnings (IBES 1-Year Forecast)	12.5x	21.1x
Price/Book	1.9x	2.3x
Price/Cash Flow	9.1x	14.1x
Return on Equity (5-Year Trailing)	12.6%	7.4%
Growth		
Sales/Share Growth 1-Year (Trailing)	6.4%	9.4%
Earnings/Share Growth 1-Year (Trailing)	-16.1%	24.0%
Earnings/Share Growth 1-Year (IBES Forecast)	10.9%	35.9%
Earnings/Share Growth 5-Year (Trailing)	9.6%	16.0%
Size		
Weighted Average Market Cap (\$ Billions)	33.8	4.7
Weighted Median Market Cap (\$ Billions)	8.3	3.1
Median Market Cap (\$ Billions)	1.4	0.9

MARKET-SEGMENT DIVERSIFICATION

Market Segment	Portfolio Weight	Index Weight	Relative Weight	Relative Change From Prior Quarter
Industrials	16.37%	17.61%	-1.24%	0.05%
Financials	16.25%	15.89%	0.36%	2.50%
Consumer Discretionary	14.81%	10.83%	3.98%	0.25%
Information Technology	14.75%	14.95%	-0.20%	-2.16%
Health Care	10.78%	15.32%	-4.54%	-0.59%
Energy	9.24%	7.33%	1.91%	-0.15%
Consumer Staples	6.23%	3.31%	2.92%	-0.21%
Materials	5.12%	4.53%	0.59%	-0.31%
Utilities	1.64%	2.50%	-0.86%	0.07%
Communication Services	1.12%	2.13%	-1.01%	0.10%
Real Estate	0.91%	5.60%	-4.69%	0.65%
Other	0.00%	0.00%	0.00%	0.00%

ASSET ALLOCATION

Asset Class	Portfolio Weight	Index Weight	Relative Weight	Relative Change From Prior Quarter
Domestic Equities	62.36%	98.11%	-35.75%	0.68%
International Equities	34.87%	1.89%	32.98%	-0.47%
Developed Markets	26.60%	1.23%	25.37%	-0.45%
Emerging Markets	8.27%	0.52%	7.75%	0.02%
Tax-Advantaged Domiciles	0.00%	0.14%	-0.14%	-0.04%
Bonds	0.00%	0.00%	0.00%	0.00%
Cash & Net Other Assets	2.77%	0.00%	2.77%	-0.21%

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.

10 LARGEST HOLDINGS

Holding	Market Segment
Wells Fargo & Co.	Financials
Elevance Health, Inc.	Health Care
Metro, Inc.	Consumer Staples
TotalEnergies SE sponsored ADR	Energy
UnitedHealth Group, Inc.	Health Care
Seagate Technology Holdings PLC	Information Technology
PG&E Corp.	Utilities
Ovintiv, Inc.	Energy
Reinsurance Group of America, Inc.	Financials
Cigna Group	Health Care
10 Largest Holdings as a % of Net Assets	14.37%
Total Number of Holdings	672

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.

3-YEAR RISK/RETURN STATISTICS

	Portfolio	Index
Beta	0.63	1.00
Standard Deviation	15.28%	21.39%
Sharpe Ratio	0.40	-0.13
Tracking Error	10.61%	--
Information Ratio	0.84	--
R-Squared	0.78	--

Definitions and Important Information

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CHARACTERISTICS

Earnings-Per-Share Growth Trailing measures the growth in reported earnings per share over trailing one- and five-year periods.

Earnings-Per-Share Growth (IBES 1-Year Forecast) measures the growth in reported earnings per share as estimated by Wall Street analysts.

Median Market Cap identifies the median market capitalization of the portfolio or benchmark as determined by the underlying security market caps.

Price-to-Book (P/B) Ratio is the ratio of a company's current share price to reported accumulated profits and capital.

Price/Cash Flow is the ratio of a company's current share price to its trailing 12-months cash flow per share.

Price-to-Earnings (P/E) Ratio (IBES 1-Year Forecast) is the ratio of a company's current share price to Wall Street analysts' estimates of earnings.

Price-to-Earnings (P/E) Ratio Trailing is the ratio of a company's current share price to its trailing 12-months earnings per share.

Return on Equity (ROE) 5-Year Trailing is the ratio of a company's last five years historical profitability to its shareholders' equity. Preferred stock is included as part of each company's net worth.

Sales-Per-Share Growth measures the growth in reported sales over the specified past time period.

Weighted Average Market Cap identifies the market capitalization of the average equity holding as determined by the dollars invested in the portfolio or benchmark.

Weighted Median Market Cap identifies the market capitalization of the median equity holding as determined by the dollars invested in the portfolio or benchmark.

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.

K6 Shares generally are available only to certain employer-sponsored retirement plans.

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 Index is a market capitalization-weighted index designed to measure the performance of the small-cap segment of the U.S. equity market. It includes approximately 2,000 of the smallest securities in the Russell 3000 Index.

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

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% 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.

3-YEAR RISK/RETURN STATISTICS

Beta is a measure of the volatility of a fund relative to its benchmark index. A beta greater (less) than 1 is more (less) volatile than the index.

Information Ratio measures a fund's active return (fund's average monthly return minus the benchmark's average monthly return) in relation to the volatility of its active returns.

R-Squared measures how a fund's performance correlates with a benchmark index's performance and shows what portion of it can be explained by the performance of the overall market/index. R-Squared ranges from 0, meaning no correlation, to 1, meaning perfect correlation. An R-Squared value of less than 0.5 indicates that annualized alpha and beta are not reliable performance statistics.

Sharpe Ratio is a measure of historical risk-adjusted performance. It is calculated by dividing the fund's excess returns (the fund's average annual return for the period minus the 3-month "risk free" return rate) and dividing it by the standard deviation of the fund's returns. The higher the ratio, the better the fund's return per unit of risk. The three month "risk free" rate used is the 90-day Treasury Bill rate.

Standard Deviation is a statistical measurement of the dispersion of a fund's return over a specified time period. Fidelity calculates standard deviations by comparing a fund's monthly returns to its average monthly return over a 36-month period, and then annualizes the number. Investors may examine historical standard deviation in conjunction with historical returns to decide whether a fund's volatility would have been acceptable given the returns it would have produced. A higher standard deviation indicates a wider dispersion of past returns and thus greater historical volatility. Standard deviation does not indicate how the fund actually performed, but merely indicates the volatility of its returns over time.

Tracking Error is the divergence between the price behavior of a position or a portfolio and the price behavior of a benchmark, creating an unexpected profit or loss.



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.

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