

*Fidelity Viewpoints*<sup>®</sup> :  
**Market Sense**

The latest headlines, the current market conditions,  
and what it all means for you.



*Fidelity Viewpoints*<sup>®</sup> :  
**Market Sense**

The latest headlines, the current market conditions,  
and what it all means for you.



Views and opinions expressed in this webcast are those of the speakers. This discussion is for educational purposes and should not be considered investment advice. Fidelity does not provide legal or tax advice. The information herein is general in nature and should not be considered legal or tax advice.

# Our Speakers

## Host



**Jim Armstrong**  
**Director, Fidelity Investments**

Jim Armstrong is a director with Fidelity's Client Solutions Business team. Prior to this role, he was a marketing director, focused on creating educational content for workplace participants to help with retirement planning and other financial wellness topics. Formerly, Jim distinguished himself as an Emmy-winning journalist, spending 17 years as a television reporter for network affiliates around the country.

## Special guest panelists



**Naveen Malwal**  
**Institutional Portfolio Manager, Fidelity Investments**

Naveen Malwal is an institutional portfolio manager at Strategic Advisers LLC, a registered investment adviser and a Fidelity Investments company. In this role, he is a member of the investment management team and is responsible for delivering Strategic Advisers managed account investment philosophy, process, and ongoing activities to a wide range of investors. Naveen is a CFA® charterholder and holds the Financial Industry Regulatory Authority (FINRA) Series 7 and 63 licenses.

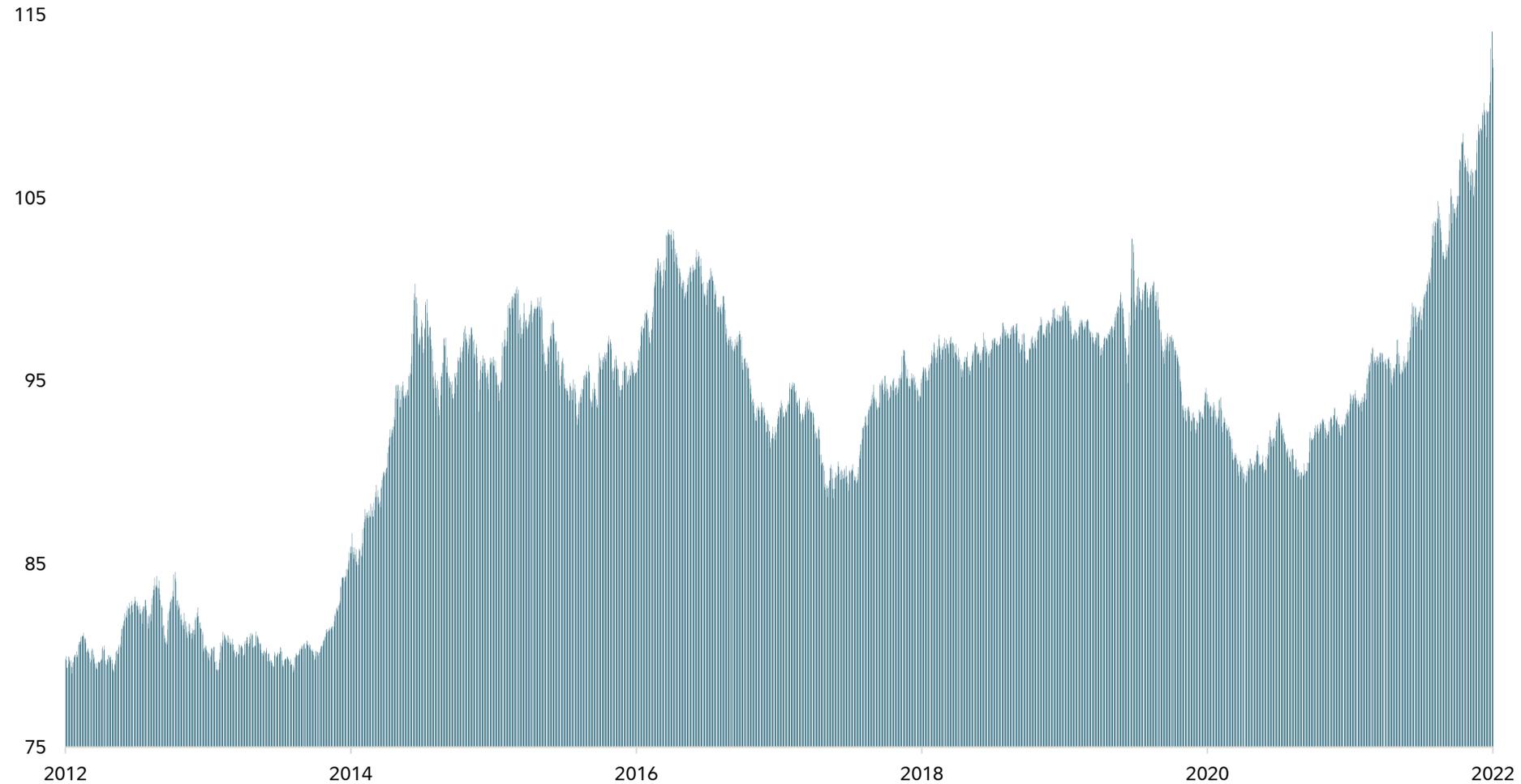


**Leanna Devinney, CFP®**  
**Vice President, Branch Leader, Fidelity Investments**

Leanna Devinney is responsible for leading one of Fidelity's Investor Centers. In this role, she offers our clients financial and investment guidance, including one-on-one retirement planning, wealth management, income strategies, and college planning services as well as integrated employer benefits solutions.

# U.S. dollar has risen to multiyear highs

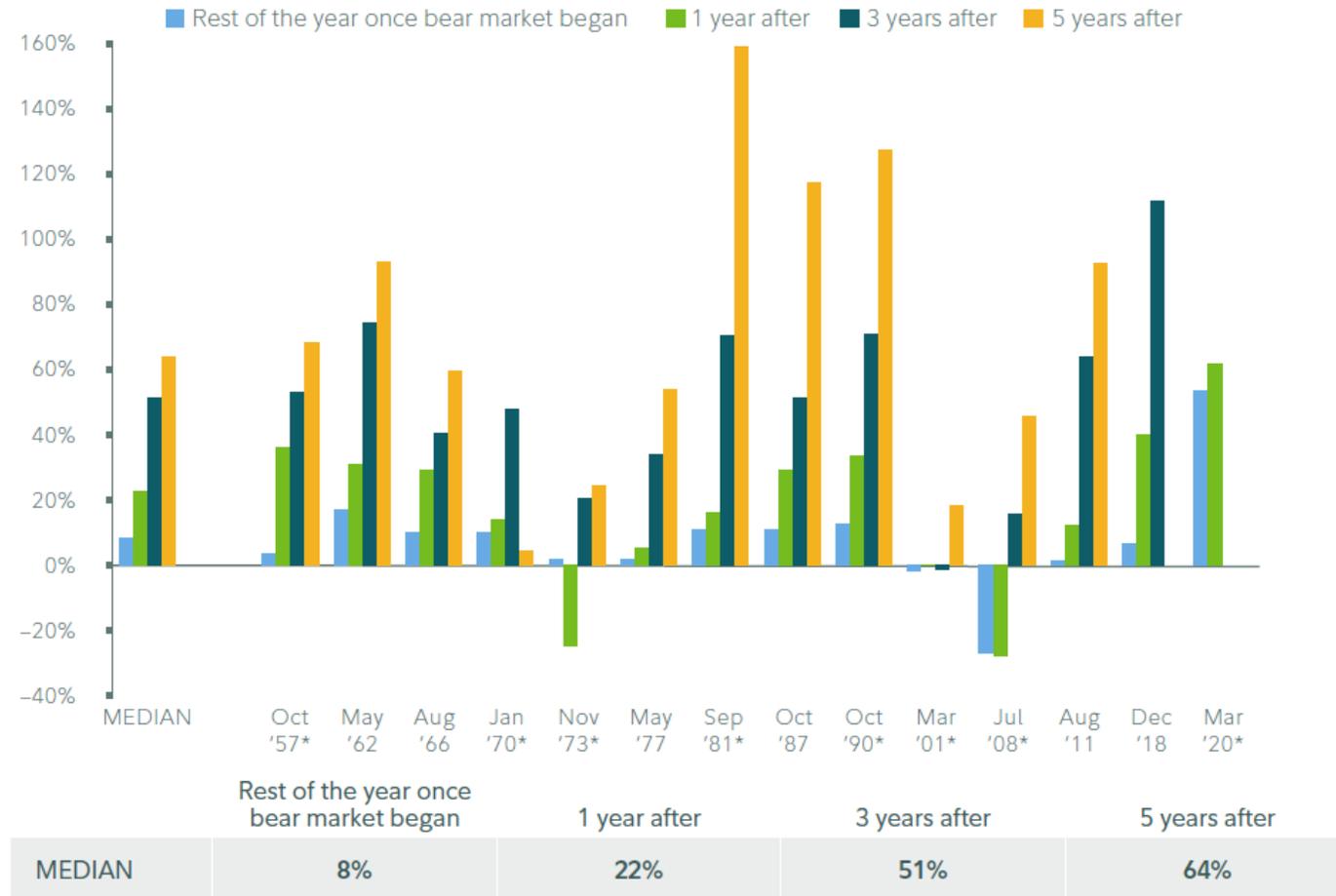
## US dollar index



For illustrative purposes only. **Past performance is no guarantee of future results.**  
Source: Bloomberg Finance, LP.

# Stocks have experienced strong gains after every bear market since 1950

## S&P 500 index total returns after a -20% decline since 1950



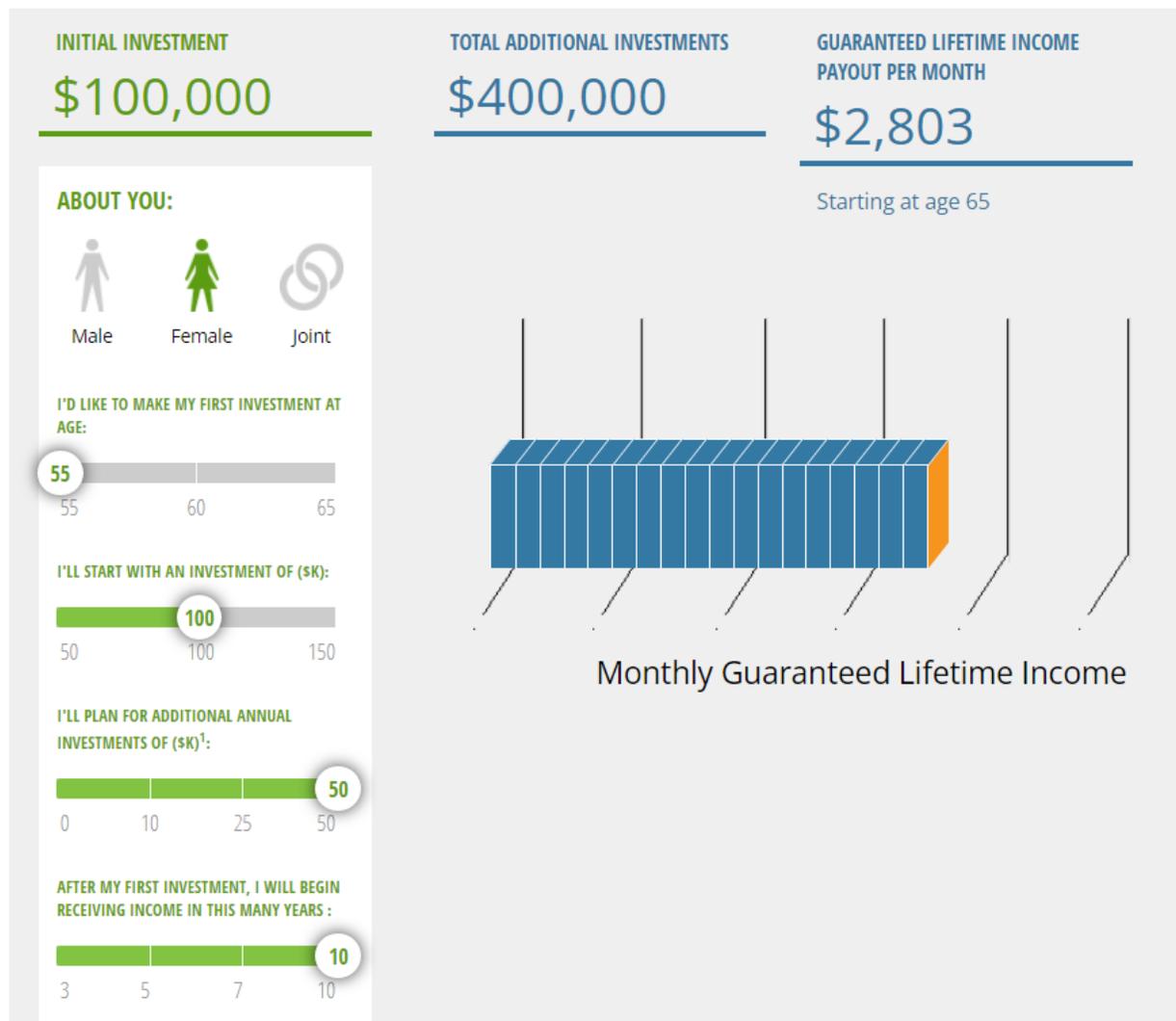
For illustrative purposes only. **Past performance is no guarantee of future results.**  
 Past performance is no guarantee of future results. Source: Strategic Advisers LLC, Bloomberg Finance, L.P.  
 \*Year occurred during a recession, as defined by the National Bureau of Economic Research (NBER), as of 6/30/2022.

# Retirement income



# Deferred income annuities

## Progressive savings power of Deferred Income Annuities



See disclosures for additional information on Deferred Income Annuities  
For illustrative purposes only.

# I bonds, TIPS, and inflation

① An investor puts \$10,000 into TIPS paying 1% interest

② The principal is adjusted every 6 months based on the average rate of inflation. For simplicity, this example assumes inflation averages 3%, or 1.5% every 6 months, for the 5 years.

③ The investor receives semi-annual interest payments based on the higher principal.

$$\frac{\$10,150 \times 1\%}{2} = \$50.75$$

Month	Initial principal	Cumulative increase in principal	Interest payment
0	\$10,000		
6		+\$150	\$50.75
12		+\$302	\$51.51
18		+\$457	\$52.28
24		+\$614	\$53.07
30		+\$773	\$53.86
36		+\$934	\$54.67
42		+\$1,098	\$55.49
48		+\$1,265	\$56.32
54		+\$1,434	\$57.17
60		+\$1,605	\$58.03

The inflation adjustment to the principal is cumulative

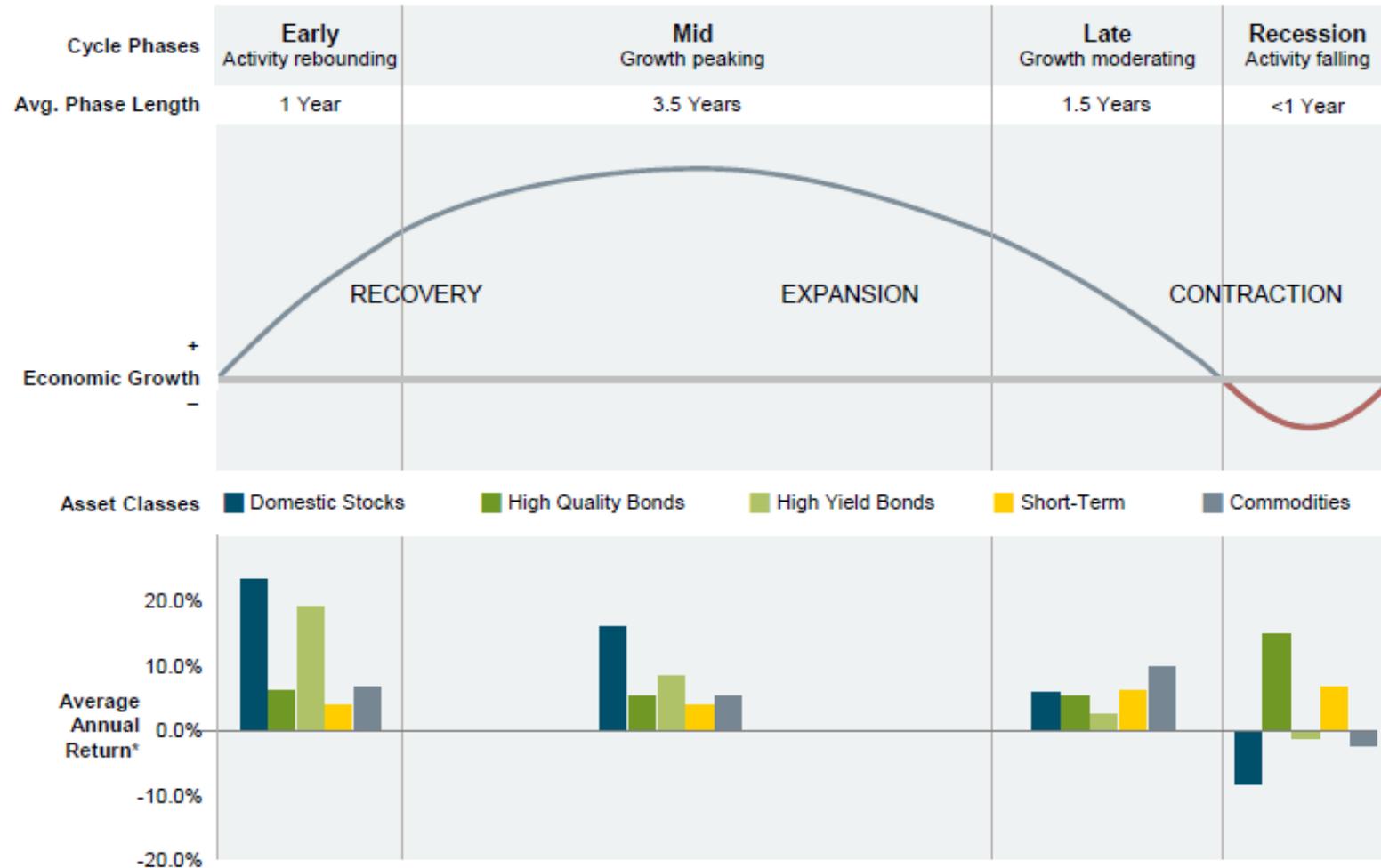
④ At maturity, the investor is repaid \$11,605, compared with \$10,000 for a traditional Treasury bond.

Total interest payments: \$543.16

This example is for illustrative purposes only and does not represent the performance of any security. Consider your current and anticipated investment horizon when making an investment decision, as the illustration may not reflect this. The assumed rate of return used in this example is not guaranteed.

# How we manage accounts through the business cycle

## The business cycle is a key framework for our investment decisions



For illustrative purposes only. Business cycle above is a hypothetical illustration of a typical business cycle. There is not always a chronological progression in this order, and there have been cycles when the economy has skipped a phase or retraced an earlier one. **Past performance is no guarantee of future results.** \*Asset class total returns are represented by indexes from the following sources: Fidelity Investments, Morningstar, and Bloomberg Barclays. Fidelity Investments source: a proprietary analysis of historical asset class performance, which is not indicative of future performance. From 1950-2021 as of 12/31/21.



Visit [Fidelity.com/webcasts](https://www.fidelity.com/webcasts) or scan the QR code.

The Deferred Income Annuity is assumed to be either a single-life (if male or female selected) or joint-life (if joint selected) income annuity with a cash refund. Income start date can be no later than age 70, since it is assumed the annuity is purchased with pre-tax money. The best quote available as of July 23, 2021, was used from among the DIAs distributed by Fidelity Insurance Agency, Inc. Rates may change daily. The above hypothetical illustration is not intended to predict or project income payments. Your actual income payments may be higher or lower than those shown here. Payments do not reflect the impact of taxes.

<sup>1</sup> If annual investments are elected, it is assumed the additional investments stop 2 years prior to the income start date.

DIAs can be purchased at different ages, amounts, and deferral periods than shown above.

Deferred income annuities available at Fidelity are issued by third party insurance companies, which are not affiliated with any Fidelity Investments company. These products are distributed by Fidelity Insurance Agency, Inc.

Deferred income annuity contracts are irrevocable, have no cash surrender value, and do not allow withdrawals.

**\* Guarantees are subject to the claims-paying ability of the issuing insurance company.**

Information presented herein is for discussion and illustrative purposes only and is not a recommendation or an offer or solicitation to buy or sell any securities. Views expressed are as of the date indicated, based on the information available at that time, and may change based on market and other conditions. Unless otherwise noted, the opinions provided are those of the speakers and not necessarily those of Fidelity Investments or its affiliates. Fidelity does not assume any duty to update any of the information.

To the extent any investment information in this material is deemed to be a recommendation, it is not meant to be impartial investment advice or advice in a fiduciary capacity and is not intended to be used as a primary basis for you or your clients' investment decisions. 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 them and receive compensation, directly or indirectly, in connection with the management, distribution, or servicing of these products or services, including Fidelity funds, certain third-party funds and products, and certain investment services.

**Investing involves risk, including risk of loss.**

**Past performance is no guarantee of future results.**

**All indexes are unmanaged, and performance of the indexes includes reinvestment of dividends and interest income, unless otherwise noted. Indexes are not illustrative of any particular investment, and it is not possible to invest directly in an index.**

The S&P 500® Index 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. S&P and S&P 500 are registered service marks of Standard & Poor's Financial Services LLC. You cannot invest directly in an index.

**Diversification and/or asset allocation do not ensure a profit or protect against loss.**

Changes in real estate values or economic conditions can have a positive or negative effect on issuers in the real estate industry.

The commodities industry can be significantly affected by commodity prices, world events, import controls, worldwide competition, government regulations, and economic conditions.

Stock markets are volatile and can fluctuate significantly in response to company, industry, political, regulatory, market, or economic developments. Investing in stock involves risks, including the loss of principal.

Foreign markets can be more volatile than U.S. markets due to increased risks of adverse issuer, political, market, or economic developments, all of which are magnified in emerging markets. These risks are particularly significant for investments that focus on a single country or region.

In general, the bond market is volatile, and fixed income securities carry interest rate risk. (As interest rates rise, bond prices usually fall, and vice versa. This effect is usually more pronounced for longer-term securities). Fixed-income securities also carry inflation risk, liquidity risk, call risk, and credit and default risks for both issuers and counterparties. Lower-quality fixed-income securities involve greater risk of default or price changes due to potential changes in the credit quality of the issuer. Foreign investments involve greater risks than U.S. investments, and can decline significantly in response to adverse issuer, political, regulatory, market, and economic risks. Any fixed-income security sold or redeemed prior to maturity may be subject to loss.

High-yield/non-investment-grade bonds involve greater price volatility and risk of default than investment-grade bonds.

Treasury securities typically pay less interest than other securities in exchange for lower default or credit risk. Treasuries are susceptible to fluctuations in interest rates, with the degree of volatility increasing with the amount of time until maturity. As rates rise, prices will typically decline.

Dollar-cost averaging does not assure a profit or protect against loss in declining markets. For the strategy to be effective, you must continue to purchase shares in both market ups and downs.

The CFP® certification is offered by the Certified Financial Planner Board of Standards Inc. ("CFP Board"). To obtain the CFP® certification, candidates must pass the comprehensive CFP® Certification examination, pass the CFP® Board's fitness standards for candidates and registrants, agree to abide by the CFP Board's Code of Ethics and Professional Responsibility, and have at least three years of qualifying work experience, among other requirements. The CFP Board owns the certification mark CFP® in the United States.

Fidelity Wealth Services provides non-discretionary financial planning and discretionary investment management through one or more Portfolio Advisory Services accounts for a fee.

Advisory services offered by Fidelity Personal and Workplace Advisors LLC (FPWA), a registered investment adviser. Discretionary portfolio management services provided by Strategic Advisers LLC (Strategic Advisers), a registered investment adviser. Brokerage services provided by Fidelity Brokerage Services LLC (FBS), and custodial and related services provided by National Financial Services LLC (NFS), each a member NYSE and SIPC. FPWA, FBS, and NFS are Fidelity Investments companies.

Fidelity does not provide legal or tax advice. The information herein is general and educational in nature and should not be considered legal or tax advice. Tax laws and regulations are complex and subject to change, which can materially impact investment results. Fidelity cannot guarantee that the information herein is accurate, complete, or timely. Fidelity makes no warranties with regard to such information or results obtained by its use and disclaims any liability arising out of your use of, or any tax position taken in reliance on, such information. Consult an attorney or tax professional regarding your specific situation.

***Before investing in any mutual fund or exchange-traded fund, you should consider its investment objectives, risks, charges, and expenses. Contact Fidelity for a prospectus, an offering circular, or, if available, a summary prospectus containing this information. Read it carefully.***

Personal and workplace investment products are provided by Fidelity Brokerage Services LLC, Member NYSE, SIPC, 900 Salem Street, Smithfield, RI 02917

© 2022 FMR LLC. All rights reserved.

923295.178.0