



# **Fidelity U.S. Equity Investment Trust**

**Annual Management  
Report of Fund  
Performance**  
June 30, 2024

## **Caution Regarding Forward-looking Statements**

Certain portions of this report, including, but not limited to, "Results of Operations" and "Recent Developments", may contain forward-looking statements about the Fund, including its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" and similar forward-looking expressions or negative versions thereof.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

It should be stressed that the above-mentioned list of important factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.

# Annual Management Report of Fund Performance as at June 30, 2024

## Fidelity U.S. Equity Investment Trust

*This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements for the investment fund. You can get a copy of the annual financial statements at your request, and at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our website at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca).*

*Securityholders may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure relating to the investment fund.*

## Management Discussion of Fund Performance

### Investment Objective and Strategies

**Investment Objective:** Fidelity U.S. Equity Investment Trust (Fund) aims to seek long-term capital appreciation by investing primarily in U.S. large-cap equities.

**Strategies:** The Fund aims to invest in sectors in approximately the same proportions as those "super" sectors are represented in the S&P 500 Index. The Fund may invest in securities not included in the index. The Fund employs a bottom-up fundamental investment strategy for security selection. Designated sector analysts recommend investments from among the companies in their sectors based on a thorough review of a number of factors, which may include each company's quality of management, financial condition and potential for earnings growth over the long term, as well as any sustainable competitive advantages in their respective industries. The lead portfolio manager is ultimately responsible for the investment activities and overall investment characteristics of the Fund. The Fund may invest in small, medium, and large-sized companies. It may invest in all types of equity securities, including, without limitation, common shares, preferred shares, and other forms of capital stock (such as income trust units), securities that are convertible into equity securities, and depository receipts for these securities. The Fund may hold cash and invest in fixed income securities. The Fund may also engage in securities lending, repurchase and reverse repurchase transactions, use derivatives for hedging and non-hedging purposes and invest in securities of underlying funds that are selected in accordance with the Fund's investment strategies.

### Risk

The risks associated with investing in this Fund remain as discussed in the prospectus. Any changes to the Fund over the period have not affected the overall level of risk of the Fund.

The Fund is suitable for medium- to long-term investors who want to gain exposure to U.S. equity securities, and can handle the volatility of returns generally associated with equity investments. The Fund is not an appropriate investment for investors with a short-term investment horizon. To invest in the Fund, investors should be willing to accept a medium level of risk. The suitability of the investment has not changed from what has been disclosed in the prospectus.

### Results of Operations

Securities of this Fund are only available for purchase by other funds and accounts managed or advised by Fidelity, and are not available for public purchase.

Fidelity U.S. Equity Investment Trust, Series O, returned 34.1%, for the year ended June 30, 2024. During the review period, U.S. Equities, as represented by the S&P 500 Index, returned 28.8% (in Canadian dollar terms).

**Market overview:**

U.S. equities, as measured by the S&P 500 Index, returned 28.8% in Canadian dollar terms and 24.6% in U.S. dollar terms, for the one-year period ended June 30, 2024.

U.S. equities rose during the review period on the back of strong corporate earnings, persistent economic growth, and a potential peak in the interest rate hiking cycle. Select beneficiaries of developments in the artificial intelligence space, primarily in the communication services and information technology sectors, also contributed to gains. The continued strength in the U.S. economy and persistent inflation above the Federal Reserve's (the Fed) 2% target, however, led investors to lower their expectations for the magnitude of the Fed's rate cuts in 2024. The Fed's preferred measure of inflation, the core personal consumption expenditures index, came in at 2.8% for April on annual basis, while inflation as measured by the consumer price index, remained persistent at 3.3% in May. The labour market was also strong, with some signs of a potential slowdown towards the end of the review period. The U.S. economy created 272,000 new jobs in May (U.S. Nonfarm Payrolls), exceeding economists' estimates and defying observations that the labour market could be cooling off. Meanwhile, the unemployment rate rose slightly to 4.0% in May, from 3.9% in April 2024, ending a 27-month streak of unemployment below 4%. The U.S. Federal Open Markets Committee held the Federal Funds rate unchanged at 5.25%–5.50% in its May 2024 policy meeting.

**Factors affecting performance:**

The Fund outperformed its benchmark, the S&P 500 Index, primarily due to investments in certain stocks in the information technology sector, where U.S.-based semiconductor firm NVIDIA and U.S.-based network equipment company Arista Networks contributed to relative returns. In addition, exposure to certain stocks in the health care sector, including U.S.-based pharmaceutical company Eli Lilly and Company, and a lack of exposure to a U.S. based multinational pharmaceutical and medical technologies company contributed to relative returns. In other sectors, an investment in U.S.-based manufacturing company Trane Technologies contributed to relative returns.

In contrast, investments in certain stocks in the consumer discretionary sector, such as U.S.-based global technology and mobility architecture company Aptiv and U.S.-based athletic footwear and apparel corporation Nike, detracted from relative returns. Investments in certain stocks in the energy sector, including U.S.-based multinational oil and gas company Exxon Mobil Corporation and U.S.-based oil and gas exploration and production company Hess Corporation, also detracted from relative returns. In other sectors, a lack of exposure to a U.S.-based semiconductors and semiconductor equipment firm and investments in U.S.-based financial technology company MarketAxess and U.S.-based global aerospace company Boeing detracted from relative returns.

**Portfolio changes:**

During the review period, the Fund's sector exposure was kept relatively close to that of its benchmark. While the Fund is neutrally positioned at the sector level, its industry group

## **Fidelity U.S. Equity Investment Trust Management Discussion of Fund Performance – continued**

allocations deviated from those of the benchmark as a by-product of the portfolio management team's stock selection process.

During the review period, the Fund's exposure to the semiconductor and semiconductor equipment and interactive media and services was increased. In the semiconductor & semiconductor equipment industry, the portfolio manager increased exposure to U.S.-based semiconductor firm NVIDIA. In the interactive media and services industry, exposure was increased to U.S.-based multinational technology conglomerate Alphabet. The portfolio manager believes that these companies are likely to continue to benefit from growing demand for artificial intelligence related products and services.

In contrast, exposure to the pharmaceuticals and automobiles industries was decreased. In the pharmaceuticals space, the portfolio manager exited a position in U.S.-based biopharmaceutical company Vertex Pharmaceuticals. In the automotive industry, the portfolio manager reduced exposure to U.S.-based multinational automotive and clean energy company Tesla, to pursue what the portfolio manager believes were more attractive opportunities elsewhere.

### **Recent Developments**

Portfolio manager Christopher Lee made some minor adjustments to the Fund's sector positioning but continued in general to take a sector-neutral approach to investing. According to the portfolio manager, this approach still allows for meaningfully larger- and smaller-than-benchmark allocations at the industry and individual stock levels. The portfolio management team remains consistent in its investment process, which is designed to deliver a cohesive portfolio. The manager works with the team's sector leaders to remain focused on fundamental signals.

Effective September 19, 2023, Anne Bell of Mississauga, Ontario, became a member of the Independent Review Committee (IRC).

### **Related Party Transactions**

#### **Manager and Portfolio Adviser**

The Fund is managed by Fidelity Investments Canada ULC (Fidelity). Fidelity is part of a broader collection of companies collectively known as Fidelity Investments.

Fidelity provides or arranges for the provision of all general management and administrative services required by the Fund in its day-to-day operations, bookkeeping, record-keeping and other administrative services for the Fund.

Fidelity is the portfolio adviser to the Fund and it provides investment advisory services to the Fund. Fidelity has entered into sub-advisory agreements with a number of entities including Fidelity Management & Research Company LLC, to provide investment advice with respect to all or a portion of the investments of the Fund. The sub-advisors arrange for acquisition and disposition of portfolio investments, including all necessary brokerage arrangements. The Fund is only offered in Series O securities and is only available to: (i) institutional investors who may be individuals or financial institutions who have been approved by Fidelity and have entered into Series O fund purchase agreements with Fidelity; or (ii) other funds and accounts managed or advised by Fidelity. The Fund does not pay management and advisory fees, or other operating expenses, other than certain specified fund costs, including taxes, brokerage commissions and interest charges.

#### **Brokerage Commissions**

The Fund may place a portion of its portfolio transactions with brokerage firms which are affiliates of Fidelity, provided it determines that these affiliates' trade execution abilities and costs are comparable to those of non-affiliated, qualified brokerage firms, on an execution-only basis. Commissions paid to brokerage firms that are affiliates of Fidelity Investments were \$1,000 for the period ended June 30, 2024. Fidelity receives standing instructions from the IRC in respect of policies and procedures governing best execution of transactions with affiliates, which includes brokers affiliated to Fidelity Investments, at least once per year.

### **Independent Review Committee, Cross-Trading and In specie Transactions**

#### **Independent Review Committee**

Fidelity has established an independent review committee (IRC) that acts as an impartial and independent committee to review and provide recommendations or, if appropriate, approvals respecting conflict of interest matters referred to it by Fidelity. The IRC prepares, at least annually, a report of its activities for securityholders of the Fund. The report is available at [www.fidelity.ca](http://www.fidelity.ca) or at the securityholder's request at no cost by contacting Fidelity, using the contact information available on the final page of this document.

#### **Cross-Trading and In specie Transactions**

The Fund received the approval and standing instructions from the IRC in order to:

- (i) engage in cross-trading, which is a form of interfund trading. A cross-trade occurs when the Fund purchases or sells portfolio securities from or to another Fund, a U.S. fund or a separately managed account, through a broker;
- (ii) permit the Fund, in certain circumstances, to purchase and redeem Fund securities in consideration for securities rather than cash of another investment fund not governed by NI 81-102, or a separately managed account, managed by Fidelity.

For each of the transactions in (i) and (ii) above, the IRC's standing instructions require Fidelity to act in accordance with its associated policies and procedures and applicable law, and comply with the conditions in each of the exemptive relief orders received, which, in the case of cross-trading, requires additional periodic reporting to the Ontario Securities Commission. The standing instructions also require that investment decisions in respect of these transactions (a) are free from any influence by an entity related to Fidelity and without taking into account any consideration relevant to an entity related to Fidelity; (b) represent the business judgment of Fidelity uninfluenced by considerations other than the best interests of the Fund; (c) comply with the applicable policies and procedures of Fidelity; and (d) achieve a fair and reasonable result for the Fund.

# Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period end of the years shown. This information is derived from the Fund's audited annual and/or unaudited semi-annual financial statements. Please see the front page for information about how you can obtain the Fund's annual or semi-annual financial statements.

## Fidelity U.S. Equity Investment Trust Series O

Periods ended June 30, The Series' Net Assets per Security <sup>A</sup>	2024	2023	2022	2021	2020
Net assets, beginning of period <sup>B</sup>	\$ 29.75	\$ 24.31	\$ 30.11	\$ 24.72	\$ 22.83
<b>Increase (decrease) from operations:</b>					
Total revenue	.52	.37	.35	.36	.51
Total expenses (excluding distributions)	(.06)	(.05)	(.05)	(.05)	(.06)
Realized gains (losses)	3.52	1.28	2.64	3.45	1.45
Unrealized gains (losses)	5.97	4.78	(5.60)	3.15	1.24
<b>Total increase (decrease) from operations <sup>B</sup></b>	<b>9.95</b>	<b>6.38</b>	<b>(2.66)</b>	<b>6.91</b>	<b>3.14</b>
<b>Distributions:</b>					
From net investment income (excluding dividends)	(.48)	(.33)	(.30)	(.58)	(.34)
From dividends	—	—	—	—	—
From capital gains	(1.17)	(.59)	(3.33)	(.94)	(1.06)
Return of capital	—	—	—	—	—
<b>Total distributions <sup>B,C</sup></b>	<b>(1.65)</b>	<b>(.92)</b>	<b>(3.63)</b>	<b>(1.52)</b>	<b>(1.40)</b>
<b>Net assets, end of period <sup>B</sup></b>	<b>\$ 37.91</b>	<b>\$ 29.75</b>	<b>\$ 24.31</b>	<b>\$ 30.11</b>	<b>\$ 24.72</b>
<b>Ratios and Supplemental Data</b>					
Net asset value (000s) <sup>D,E</sup>	\$ 209,935	\$ 162,954	\$ 133,616	\$ 153,336	\$ 126,598
Securities outstanding <sup>D</sup>	5,537,033	5,478,258	5,496,796	5,092,872	5,120,569
Management expense ratio	—%	—%	—%	—%	—%
Management expense ratio before waivers or absorptions	—%	—%	—%	—%	—%
Trading expense ratio <sup>F</sup>	.01%	.02%	.01%	.02%	.03%
Portfolio turnover rate <sup>G</sup>	49.67%	54.55%	55.09%	67.16%	71.52%
Net asset value per security, end of period	\$ 37.9144	\$ 29.7452	\$ 24.3080	\$ 30.1079	\$ 24.7232

<sup>A</sup> This information is derived from the Fund's audited annual and/or unaudited interim financial statements. The net assets attributable to securityholders per security presented in the financial statements may differ from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to financial statements.

<sup>B</sup> Net assets and distributions are based on the actual number of securities outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of securities outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per security.

<sup>C</sup> Distributions were paid in cash or reinvested in additional securities of the Fund, or both, and excludes any applicable distributions of management fee reduction to securityholders. Distributions are presented based on management's best estimate of the tax character.

<sup>D</sup> This information is provided as at period end of the year shown.

<sup>E</sup> Prior period amounts may have been adjusted.

<sup>F</sup> The trading expense ratio represents total commissions, other portfolio transaction costs and dividends and interest expense on securities sold short expressed as an annualized percentage of daily average net asset value during the period, including the Fund's pro-rata share of estimated trading costs incurred in any underlying investment fund, if applicable.

<sup>G</sup> The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high portfolio turnover rate and the performance of the Fund. The portfolio turnover rate is calculated based on the lesser of purchases or sales of securities divided by the weighted average market value of portfolio securities owned by the Fund, excluding short-term securities. The portfolio turnover rate includes any proceeds from a short sale in the value of sales of securities and the cost of covering a short sale in the value of purchases of securities. For periods greater than six months, but less than a full fiscal year, the portfolio turnover rate is annualized. The portfolio turnover rate excludes any adjustment for in-kind transactions.

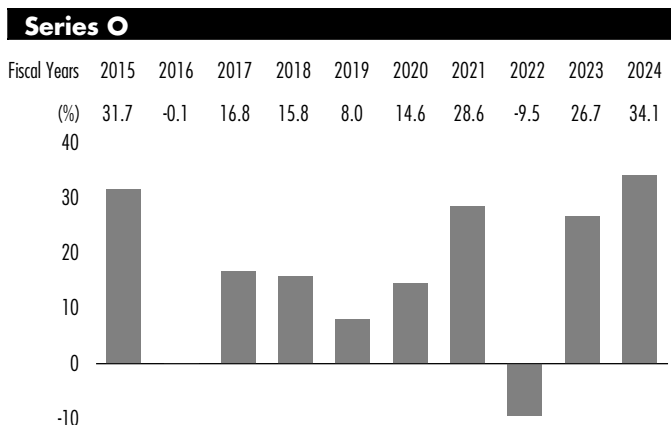
# Fidelity U.S. Equity Investment Trust

## Past Performance

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional securities of the Fund. The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns or performance. How the Fund has performed in the past does not necessarily indicate how it will perform in the future.

### Year-by-Year Returns

The following bar chart shows the Fund's annual performance for each of the years shown, and illustrates how the Fund's performance was changed from year to year. In percentage terms, the bar chart shows how much an investment made on the first day of each financial year would have grown or decreased by the last day of each financial year.



### Annual Compound Returns

This table shows the Fund's historical annual compound total returns for the periods indicated, compared with the Fund's benchmark, the S&P 500 Index, as described below.

Average Annual Total Returns	Past 1 year	Past 3 years	Past 5 years	Past 10 years
Series O	34.1%	15.4%	17.8%	15.9%
S&P 500® Index	28.8%	13.7%	16.1%	15.7%

A discussion of Fund performance can be found in the Results of Operations section of this report.

The S&P 500 Index is a widely recognized index of 500 U.S. common stocks of large - and mid - capitalization companies.

# Fidelity U.S. Equity Investment Trust

## Summary of Investment Portfolio as at June 30, 2024

### Sector Mix

	% of Fund's Net Assets as at June 30, 2024	% of Fund's Net Assets as at June 30, 2023
Information Technology	32.6	28.0
Financials	12.4	12.3
Health Care	11.5	13.2
Consumer Discretionary	9.6	10.6
Communication Services	9.4	8.5
Industrials	8.1	8.6
Consumer Staples	5.7	6.6
Energy	3.5	4.1
Materials	2.1	2.4
Utilities	2.0	2.3
Real Estate	1.9	2.2
Cash and Cash Equivalents	1.2	1.6
Net Other Assets (Liabilities)	0.0	(0.4)

Comparative balances, as applicable, have been reclassified to align with current period presentation.

### Market Capitalization

	% of Fund's Net Assets as at June 30, 2024	% of Fund's Net Assets as at June 30, 2023
Large	98.8	98.7
Mid	0.5	0.4
Small	0.0	0.0

Market Capitalization is a measure of the size of a company. It is calculated by multiplying the current share price by the number of outstanding common shares of the company. The Fund defines small cap as less than \$2 billion, mid cap as between \$2 billion and \$10 billion, and large cap as over \$10 billion in capitalization.

### Top Issuers

	% of Fund's Net Assets
1. NVIDIA Corp.	8.5
2. Apple, Inc.	7.7
3. Microsoft Corp.	6.0
4. Alphabet, Inc.	4.5
5. Amazon.com, Inc.	4.4
6. JPMorgan Chase & Co.	2.9
7. Eli Lilly & Co.	2.5
8. Exxon Mobil Corp.	2.2
9. Meta Platforms, Inc.	2.2
10. Wells Fargo & Co.	1.7
11. NXP Semiconductors NV	1.5
12. Visa, Inc.	1.3
13. Procter & Gamble Co.	1.3
14. Salesforce, Inc.	1.2
15. Teradyne, Inc.	1.2
16. ServiceNow, Inc.	1.2
17. UnitedHealth Group, Inc.	1.2
18. Fidelity U.S. Money Market Investment Trust – Series O	1.2
19. Marvell Technology, Inc.	1.2
20. Trane Technologies PLC	1.1
21. Merck & Co., Inc.	1.1
22. Walmart, Inc.	1.1
23. Lowe's Companies, Inc.	1.0
24. Boston Scientific Corp.	1.0
25. Cisco Systems, Inc.	1.0
	<u>60.2</u>

Total Fund Net Assets \$209,935,000

Where applicable, the information in the above tables includes the Fund's pro-rata share of the investment in any Fidelity managed underlying fund.

All tables within the Summary of Investment Portfolio section, except the Top Issuers table, contain audited annual information.

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund. The most recent annual report, semi-annual report, quarterly report, fund facts document or simplified prospectus for the investment fund and/or underlying fund is available at no cost, by calling 1-800-263-4077, by writing to us at Fidelity Investments Canada ULC, 483 Bay St. Suite 300, Toronto ON M5G 2N7 or by visiting our web site at [www.fidelity.ca](http://www.fidelity.ca) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca).



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at 1-800-263-4077

Fidelity's mutual funds are sold by registered Investment Professionals. Each Fund has a simplified prospectus, which contains important information on the Fund, including its investment objective, purchase options, and applicable charges. Please obtain a copy of the prospectus, read it carefully, and consult your Investment Professional before investing. As with any investment, there are risks to investing in mutual funds. There is no assurance that any Fund will achieve its investment objective, and its net asset value, yield, and investment return will fluctuate from time to time with market conditions. Investors may experience a gain or loss when they sell their securities in any Fidelity Fund. Fidelity Global Funds may be more volatile than other Fidelity Funds as they concentrate investments in one sector and in fewer issuers; no single Fund is intended to be a complete diversified investment program. Past performance is no assurance or indicator of future returns. There is no assurance that either Fidelity Canadian Money Market Fund, Fidelity Canadian Money Market Investment Trust, Fidelity U.S. Money Market Fund or Fidelity U.S. Money Market Investment Trust will be able to maintain its net asset value at a constant amount. The breakdown of Fund investments is presented to illustrate the way in which a Fund may invest, and may not be representative of a Fund's current or future investments. A Fund's investments may change at any time.

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