



FIDELITY CHARITABLE<sup>®</sup> POLICY GUIDELINES:  
Program Circular

## FIDELITY CHARITABLE® POLICY GUIDELINES

*This Program Circular (“Circular”) describes the donor-advised fund program of Fidelity Charitable, as well as important policies, procedures, and benefits associated with establishing and maintaining a donor-advised fund (“Giving Account®”) at Fidelity Charitable. Fidelity Charitable is the brand name for Fidelity® Charitable Gift Fund.*

*All activities of Fidelity Charitable, and participation in the donor-advised fund program, are subject to the terms and conditions of the Fidelity Charitable Declaration of Trust (“Declaration of Trust”) and this Circular. Fidelity Charitable is governed by an independent Board of Trustees (“Trustees”), who are responsible for all aspects of its operations. The Trustees reserve the right to modify the program and this Circular at any time, subject to the provisions of the Declaration of Trust.*

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## FIDELITY CHARITABLE: A PUBLIC CHARITY WITH A DONOR-ADVISED FUND PROGRAM

### A public charity

Fidelity Charitable, an independent, section 501(c)(3) public charity that administers donor-advised funds, was organized, and operates exclusively, for charitable purposes.<sup>1</sup> Fidelity Charitable provides donors the programs, tools, resources, and support to make charitable giving accessible, simple, and effective.

Contributions to Fidelity Charitable are irrevocable and are immediately tax deductible<sup>2</sup> to the fullest extent allowed by law. Contributions to Fidelity Charitable can be made at times that are most effective for the donor from a tax or financial planning perspective, while grant recommendations to IRS-qualified public charities may be made on a separate timetable to support the donor's charitable mission—now, next year, or whenever the donor is ready.<sup>3</sup> Fidelity Charitable assets are invested and professionally managed, offering the potential for contributions to Fidelity Charitable to grow and ultimately result in greater support for charitable organizations.

### A donor-advised fund program

Fidelity Charitable Account Holders have the opportunity to:

- ▶ Make irrevocable charitable contributions to Fidelity Charitable.
- ▶ Take an immediate federal income tax deduction up to the maximum allowed by law.
- ▶ Recommend grants to IRS-qualified public charities on their own timetable.<sup>3</sup>
- ▶ Potentially increase charitable giving through professional investment management.

Account Holders may recommend that their Fidelity Charitable contributions be allocated to one or a combination of investment pools, each of which is managed by Strategic Advisers, Inc. ("SAI"), a Fidelity Investments company. SAI provides investment advisory services to Fidelity Charitable, in keeping with different investment objectives.

### Copyright policy and trademarks

Persons and entities may not suggest that Fidelity Charitable endorses, sponsors or is affiliated with any non-Fidelity Charitable website, entity, service, or product.

<sup>1</sup>Fidelity Charitable has been recognized by the Internal Revenue Service (IRS) as a tax-exempt charitable organization that is a public charity, as described in sections 501(c)(3), 509(a)(1) and 170(b)(1)(A)(vi) of the Internal Revenue Code ("the Code") of 1986, as amended. Fidelity Charitable is governed by an independent Board of Trustees under a Declaration of Trust, and all activities of Fidelity Charitable are subject to the Trustees' discretion, directly or through staff or other agents, pursuant to the Declaration of Trust and this Circular.

<sup>2</sup>This Circular provides information that is general and educational in nature. It is not intended to be and should not be construed as legal or tax advice. Fidelity Charitable does not provide legal or tax advice. In compliance with IRS requirements, any information contained herein is not intended or written to be used, and cannot be used, for the purpose of avoiding tax penalties under the Internal Revenue Code. Content provided relates to taxation at the federal level only. Availability of certain federal income tax deductions may depend on whether you itemize deductions. Rules and regulations regarding deductions for charitable giving vary at the state level, and laws of a specific state or laws relevant to a particular situation may affect the applicability, accuracy, or completeness of the information provided. Charitable contributions of capital gain property held for more than one year are usually deductible at fair market value. Deductions for capital gain property held for one year or less are usually limited to cost basis or fair market value, whichever is less. Consult an attorney or tax advisor regarding your specific situation.

<sup>3</sup>Subject to certain guidelines. Please refer to the "Minimum Giving Account grant activity" section on page 19.

Account Holders wishing to describe the charitable purpose of their individual Giving Account and/or the programs and services of Fidelity Charitable should state that the Giving Account is a donor-advised fund at Fidelity Charitable, an independent public charity, and submit such reference to Fidelity Charitable for review and written approval by an authorized representative. Account Holders, other individuals or entities may not use any Fidelity Charitable service mark without the express written consent of an authorized representative of Fidelity Charitable.

## ESTABLISHING A GIVING ACCOUNT

### **Eligibility to establish a Giving Account**

Individuals,<sup>4</sup> corporations and other business entities, trusts and estates<sup>5</sup> are all eligible to establish a Giving Account. However, charitable organizations exempt under section 501(c)(3) of the Internal Revenue Code, such as private foundations, are not eligible to establish a Giving Account.

### **To establish a Giving Account**

Individuals, trusts and estates may establish a Giving Account by completing a Donor Application and making an initial irrevocable contribution to Fidelity Charitable of \$5,000 or more. For corporations and other business entities, the minimum irrevocable contribution is \$25,000.

Applications may be obtained and completed online at our website at **FidelityCharitable.org**. They may also be mailed or faxed to us. Applications for corporations or other business entities must be either mailed or faxed to us. Once the Giving Account is established, Account Holders may make additional contributions at any time.

### **To name a Giving Account**

As part of the Giving Account establishment process, Account Holders will be asked to name the Giving Account. Typically, Account Holders choose a name in honor of themselves, their families, relatives, or friends (e.g., "The Smith Family Charitable Fund"). Fidelity Charitable reserves the right not to approve a name for a Giving Account.

### **To name a Primary Account Holder**

The Primary Account Holder is the individual who has primary responsibility for the relationship with Fidelity Charitable. All Giving Account correspondence, with the exception of confirmations related to contributions made by Additional Account Holders and/or third-party contributors, will be sent to the Primary Account Holder at the Primary Account Holder's address (or email address, if requested) of record. Generally, Fidelity Charitable requires an individual to be named as the Primary Account Holder. The authorized representative of a trust or estate may be named as the Primary Account Holder.

<sup>4</sup>Minors may be named as Additional Account Holders (not Primary Account Holders) on Giving Accounts only where the minor's legal guardian (1) is the Primary Account Holder on the same Giving Account and (2) authorizes all transactions initiated by the minor, until the legal guardian establishes that the minor has reached the age of majority in the minor's state of residence.

<sup>5</sup>Individual Giving Accounts may be established by trusts and/or estates. An individual must be named as the Primary Account Holder on the Giving Account and, therefore, an individual's Social Security number will be required. Trusts and/or estates making charitable contributions to Fidelity Charitable will receive a tax receipt as required.

**To name Additional Account Holders**

Primary Account Holders may name up to three other persons in addition to the Primary Account Holder on a Giving Account (“Additional Account Holders”). Each Additional Account Holder will have full and equal privileges to recommend grants, to recommend changes to pool allocations, to name and remove successors to the Giving Account, and to name and remove Additional Account Holders. Account Holders being added or removed must provide written consent to their addition or removal. Additional Account Holders will receive confirmations of their individual contributions to Fidelity Charitable only for tax purposes. Additional Account Holders will not receive grant confirmations, even if they are the Account Holder(s) recommending the grant.

**Corporate Giving Accounts**

Corporate Giving Accounts are available for those situations where it is more desirable to have a non-individual Primary Account Holder (e.g., the trustees of a trust in their representative capacity).

**To modify Account Holder’s information**

Any Account Holder may add or modify any other Account Holder’s contact information, or revoke another Account Holder’s privileges, at any time via the Giving Account Change Form. Account Holders being added or removed must provide written consent to their addition or removal.

**To authorize Giving Account access**

Account Holders may authorize Fidelity Charitable to provide professional advisors (“Advisors”), such as financial advisors, CPAs, attorneys, or other third-party individuals (such as a family member or an assistant) with access to their Giving Account. Account Holders may provide one of two levels of access—Non-Transactional or Transactional Access—by completing a Giving Account Access Form and mailing or faxing it to Fidelity Charitable. Account Holders may choose to provide access to more than one advisor or third party. Access will terminate upon the death of the last remaining Account Holder.

***Firm-wide Giving Account access***

With an Account Holder’s permission, Fidelity Charitable will provide Giving Account access to associates at the firm of the authorized advisor. This means both the Account Holder’s advisor and members of the advisor’s firm, designated by an authorized representative of the firm, will have access to the Giving Account at the level of access chosen by the Account Holder. Access will terminate upon the death of the last remaining Account Holder.

**To name a successor(s)**

Account Holders will be asked to recommend at least one successor for the Giving Account. This successor(s) can be an individual to assume Giving Account privileges, and/or an IRS-qualified public charity to receive any remaining balance in the Giving Account after the death of the last remaining Account Holder. If a successor is not recommended, then upon the death of the last remaining Account Holder, any remaining balance will be granted out in accordance with the Fidelity Charitable Trustees’ Initiative. For more information regarding successor options, please see the “Successor Options” section, beginning on page 25.

## CONTRIBUTIONS

### **Contributions are irrevocable**

All contributions are subject to review and approval by the Trustees. The Trustees reserve the right, in their sole discretion and for any reason, not to accept any contribution. Staff may review contributions on behalf of and at the direction of the Trustees. Please note that although Fidelity Charitable may have received and/or taken possession of a contribution, it is not accepted until deemed so by the Trustees. Fidelity Charitable performs the requisite due diligence on contributions, and may choose to decline a contribution upon completion of its due diligence. If Fidelity Charitable determines that it will not accept a contribution, the property will be returned to the donor as soon as possible. Once Fidelity Charitable accepts a contribution, it is irrevocable and is owned and controlled by the Trustees. The Trustees have exclusive legal control over all contributed assets. Contributions to Fidelity Charitable are not refundable.

### **Contribution process**

Some contributions may be made entirely online, while others require a signed Contribution Form and an attached Letter of Instruction for processing. Contact a Fidelity Charitable representative for further instructions.

### **Types of contributions**

Fidelity Charitable accepts the following types of assets:

- *Cash equivalents:* Cash equivalents must be in U.S. dollars and delivered by check, electronic funds transfer (EFT), or wire. Checks should be made payable to the Fidelity® Charitable Gift Fund. Please also indicate the name and/or number of the Giving Account in the memo field. Fidelity Charitable will generally not accept contributions of currency or certain cash-like monetary instruments, including cashier's checks, treasurer's checks, bank checks, official checks, traveler's checks, postal money orders, money orders, or international money orders.
- *Publicly traded securities:* Mutual fund shares, stocks (including certain restricted and lock-up stock), and bonds.
- *Other property:* Non-publicly traded assets, such as shares and interests in privately held companies, real estate, Bitcoin, and oil and gas interests, are commonly accepted but require a case-by-case analysis by our Complex Asset Group.

### **Minimum contributions**

The minimum initial contribution to Fidelity Charitable for the establishment of a Giving Account is \$5,000 for individuals and \$25,000 for corporations and other business entities.

Please note: Alternative minimum initial contribution requirements may be available for group charitable giving programs.

### **Third-party contributions**

Third parties—individuals other than the Account Holders of record on the Giving Account—may make charitable contributions to Fidelity Charitable and may be eligible to take a tax deduction for their contributions. All contributions must meet the criteria outlined in this Circular, and be accompanied by a Contribution Form signed by the third-party contributor, to ensure allocation to the appropriate Giving Account and proper confirmation to the third party for tax-reporting purposes.

- ▶ Third-party contributors have no Giving Account privileges (including privileges to recommend investment allocation and/or grants) with respect to such contributions.
- ▶ Third-party contributors may not receive anything in exchange for or in consideration of their contribution, under IRS rules and Fidelity Charitable policies.
- ▶ Account Holders may not solicit third-party contributions on behalf of a specific charitable organization or on their own behalf, and may not guarantee to contributors that intended grant recommendations will be approved.

### **Contribution processing time**

Processing times vary for different asset types, as generally described below. Fidelity Charitable processes contributions periodically throughout the day and will liquidate contributions as quickly as possible after all the requisite paperwork has been received, and after the assets have been received in good order. During high-volume periods, processing times may take longer to complete. Contributions and contribution instructions received after 4 p.m. Eastern time or earlier market closing time (“Market Close”) will not be processed until the following Business Day (“Business Day”), which is defined as each day the New York Stock Exchange (“NYSE”) is open for business.

#### ***Costs associated with contributions***

To the extent that an Account Holder or third party makes a contribution that results in Fidelity Charitable incurring additional costs—such as a fee charged by a bank for insufficient funds—Fidelity Charitable may allocate such costs to the Giving Account for which the contribution is intended.

#### ***Cash equivalents***

Fidelity Charitable accepts contributions of cash equivalents. Upon receiving acceptable paperwork and the contributed assets in good order, Fidelity Charitable will generally process the contribution on the Business Day the assets are received.

#### ***Electronic funds transfer (EFT)***

An Account Holder may make a contribution to Fidelity Charitable using a one-time or automatic recurring EFT to transfer funds electronically from the Account Holder’s bank account. Transfers are processed through the Automated Clearing House (ACH) system, and the Account Holder’s bank must participate in the ACH system to use this service. For an individual Giving Account, the Account Holder’s bank account must be either a personal savings account or a personal checking account. For a corporate Giving Account, Fidelity Charitable will accept contributions from a corporate account with any U.S. bank. The corporate bank account must be an account on which the Giving Account contact is authorized to act on behalf of the corporate entity.

Fidelity Charitable does not charge a fee to use EFT, although the Account Holder’s bank may charge transaction fees (see “Costs associated with contributions,” above).

The minimum EFT transaction amount from an Account Holder’s bank account to Fidelity Charitable is \$10 and the maximum amount is \$100,000. If an Account Holder establishes the EFT feature electronically, the Account Holder may be able to immediately contribute funds from his or her bank account to Fidelity Charitable. EFT requests entered prior to Market Close may be eligible for same-day processing. Contributions that have been made to Fidelity Charitable from a bank account by EFT are not available for grant or investment recommendations until the funds are received by Fidelity Charitable. A confirmation will be sent to the Account Holder indicating the date the contribution was received by Fidelity Charitable.

Fidelity Charitable shall not be liable for the failure to complete an EFT transaction as instructed by the Account Holder. Please refer to the Electronic Funds Disclosure at [FidelityCharitable.org](http://FidelityCharitable.org) for more information about EFT, or call Fidelity Charitable to receive a paper copy.

***Publicly traded securities***

Account Holders may contribute publicly traded securities to Fidelity Charitable by having a broker transfer securities in deliverable form to Fidelity Charitable's Fidelity Account. Upon receiving the appropriate paperwork and the donated securities in good order, Fidelity Charitable will generally sell the securities at the earliest date possible, but reserves the right to sell at any time. The following information should serve as general guidelines:

- *Contributing to Fidelity Charitable from a Fidelity Account:* Contributions of stocks, Fidelity mutual funds and other publicly traded securities held in a Fidelity Account will generally be processed on the Business Day the instructions are received, provided the instructions are received, reviewed and approved prior to Market Close and a Letter of Authorization, signed by the donor, has been received by Fidelity Charitable. Contributions of non-Fidelity mutual funds held in a Fidelity Account may require additional processing time. In addition, fractional shares of stock positions generally cannot be contributed unless the entire brokerage position is being contributed. If a donor attempts to contribute fractional shares of a stock position without contributing the entire brokerage position, the contribution will be rounded down to the nearest whole share. If the entire brokerage position is being contributed and a fractional share is involved, additional processing time may be required. Other processing time delays may result based on tax lot and whether any positions have an "unknown" cost basis.
- *Contributing to Fidelity Charitable from an account held at a financial institution other than Fidelity:* Contributions of stock held at a financial institution other than Fidelity will generally be processed on the Business Day on which the assets are received by Fidelity Charitable, provided the assets are received in good order, reviewed and approved prior to Market Close. In addition, fractional shares of stock positions generally cannot be contributed unless the entire brokerage position is being contributed. If a donor attempts to contribute fractional shares of a stock position without contributing the entire brokerage position, the contribution will be rounded down to the nearest whole share. If the entire brokerage position is being contributed and a fractional share is involved, additional processing time may be required. Other processing time delays may result based on tax lot and whether any positions have an "unknown" cost basis. Generally, contributions of mutual funds held at a financial institution other than Fidelity require two to four weeks for processing once Fidelity Charitable has received the original Letter of Instruction, attached to the Contribution Form or the Donor Application.

Please contact a Fidelity Charitable representative for an estimated time frame for consideration and acceptance when contributing restricted stock or non-publicly traded assets (assets that are not readily liquid), including real estate. For more information about the types of assets Fidelity Charitable can accept, visit [FidelityCharitable.org](http://FidelityCharitable.org).

From late November until the last Business Day of each calendar year, special deadlines may apply in order to ensure delivery and acceptance of securities before the December 31 tax deadline for claiming a charitable tax deduction. Written confirmations of contributions of securities received after this tax deadline will reflect the fair market value of the securities on the date and year in which they are received. Visit [FidelityCharitable.org](http://FidelityCharitable.org) or contact a Fidelity Charitable representative beginning each November to obtain current guidelines.



### Confirmations of contributions

Fidelity Charitable will send confirmation of each contribution to the contributing party as required by law. Our confirmation will detail the security name, number of shares, proceeds from the sale of the stock, an estimated fair market value for publicly traded securities, and the number of investment pool units purchased. Confirmations should be read carefully. Any error must be reported within 60 days of receipt to Fidelity Charitable.

Primary Account Holders will receive notification of third-party contributions; however, such notification is not a tax receipt.

If Fidelity Charitable accepts a contribution of non–publicly traded assets, Fidelity Charitable will acknowledge receipt of the assets, but will not provide or agree to any valuation of such assets. If you are considering a contribution of non–publicly traded assets, you should consult your tax advisor to ensure compliance with IRS requirements, which may include obtaining a qualified independent appraisal, and reporting such valuation to the IRS on IRS Form 8283.

Contribution confirmations serve as donors' receipts. Since the IRS requires taxpayers to substantiate the charitable deductions they claim, donors should keep these confirmations with tax records for the year in which the contribution was made. Any fair market value computation reported on a confirmation is a good faith estimate on the part of Fidelity Charitable, provided as a courtesy. Donors are responsible for the value they claim as a deduction on their tax returns. Before claiming any tax deduction, donors should consult their tax advisor. For additional information, please refer to the second footnote on page 1.

### Tax forms

For donors who contribute at least \$500 in publicly traded securities, Fidelity Charitable will provide as a courtesy an IRS Form 8283 showing an estimate of the fair market value of the contribution(s). However, donors are ultimately responsible for ensuring that the information they file with their tax returns, including the information on Form 8283, is complete and accurate. The IRS requires taxpayers to complete and file a Form 8283 with their federal income tax return for gifts of property (including publicly traded and other securities, as well as non–publicly traded assets) valued at \$500 or more. For additional information regarding taxpayer filing and substantiation requirements, please consult your tax advisor and refer to the second footnote on page 1.

### Testamentary gifts and naming Fidelity Charitable as a beneficiary

Contributions to Fidelity Charitable can be an important part of your estate plan.

You may name Fidelity Charitable as a beneficiary of cash equivalents, securities, or other property in your will or other testamentary instrument, or as a beneficiary with respect to other non-probate property, including but not limited to:<sup>6</sup>

- An individual retirement account (IRA)
- A 401(k) plan
- A charitable remainder trust

<sup>6</sup>All contributions are subject to review and approval by the Trustees. The Trustees reserve the right, in their sole discretion and for any reason, not to accept any contribution. Any contribution that is not accepted will be returned as soon as possible.

- Certain charitable lead trusts
- The cash value of a life insurance policy
- A brokerage account or other account allowing designation of beneficiaries

Contributions may be made to Fidelity Charitable for allocation to an existing Giving Account or to a Giving Account established at the time of the bequest. Please contact a Fidelity Charitable representative or visit [FidelityCharitable.org](http://FidelityCharitable.org) for suggested language for such contributions. Giving Account establishment requirements must be satisfied. Fidelity Charitable will not accept advisory privilege designations (such as naming Account Holders, recommending grants, or naming successors) through testamentary instruments. Advisory privileges with respect to the Giving Account will generally be determined by successor elections on record with Fidelity Charitable at the time of the death of the last remaining Account Holder. You should consult your legal or tax advisor regarding how Fidelity Charitable can fit into your estate plan and how the tax rules will apply to your particular situation when setting up any testamentary gift, trust, or other deferred gift.

## TAX CONSIDERATIONS

### Charitable deduction

Donors are generally eligible to take an itemized deduction on the date the charitable contribution to Fidelity Charitable is made, subject to the general limitations described below. The value of the deduction will depend, in part, on the type of asset contributed. This Circular addresses only federal taxes. Rules and regulations regarding tax deductions for charitable giving vary at the state level. Also, certain additional rules or limitations may apply with respect to your tax treatment depending on your specific circumstances. Please consult your tax advisor. General deduction amounts include:

- *Cash equivalents (by check, EFT, or wire).* The deduction is for the amount of the contribution.
- *Publicly traded securities.* For publicly traded securities held for more than one year, the donor's tax deduction will generally be the fair market value of the securities on the date the contribution is made (for this purpose, the IRS determines fair market value to be the mean of the high and low prices reported on the date the contribution is made). For mutual fund shares held for more than one year, the deduction will be for the fair market value of the shares contributed, determined as of the closing price on the date the contribution is made. For securities or mutual fund shares held for one year or less, the deduction is generally limited to the lesser of the donor's cost basis or the fair market value.
- *Securities that are not publicly traded.* For contributions of securities that are not publicly traded and that have been held for more than one year, the deduction will generally be the fair market value of the securities on the date the contribution is made. (As outlined above, if Fidelity Charitable accepts a contribution of securities that are not publicly traded, Fidelity Charitable will acknowledge receipt of the securities, but will not provide or agree to any valuation of such securities.) In certain circumstances, the IRS requires donors to obtain a qualified independent appraisal. It is important to note that the appraisal value may be higher or lower than the proceeds from the sale of the asset. Please consult your tax advisor.

- *Real estate.* For contributions of real estate, the deduction will generally be the fair market value of the securities on the date the contribution is made. (As outlined above, if Fidelity Charitable accepts a contribution of real estate, Fidelity Charitable will acknowledge receipt of the property, but will not provide or agree to any valuation of such property.) In certain circumstances, the IRS requires donors to obtain a qualified independent appraisal. It is important to note that the appraisal value may be higher or lower than the proceeds from the sale of the asset. Please consult your tax advisor.

### **Other considerations**

Under the Internal Revenue Code (“the Code”), deductions for charitable contributions are subject to certain “percentage limitations” that limit the deductions that can be taken to a stated percentage of adjusted gross income (“AGI”) in the year the deduction is taken. (Contributions in excess of these percentage limitations may be carried forward up to five subsequent years.) Because Fidelity Charitable is a public charity, the percentage limitations that apply are generally the most favorable charitable deductions available under IRS rules.

Deductions for contributions of long-term capital gain property (such as appreciated securities held for more than one year) may be taken up to 30% of AGI. Deductions for all other contributions (including contributions of short-term capital gain property and cash equivalents) may be taken up to 60% of AGI. Your ability to take itemized deductions may be subject to certain other limitations. Please contact your tax advisor to determine your tax deductibility limits.

### **Tax treatment of Fidelity Charitable income and of grants made to charitable organizations**

Any income that accrues to a Giving Account that is related to a contribution is income of Fidelity Charitable, not of the Account Holder’s taxable estate. Therefore, the Account Holder is neither subject to tax on that income nor eligible to take further charitable contribution deductions with respect to that income. Income or loss to Fidelity Charitable will be reflected in the value of each Giving Account.

When Fidelity Charitable disburses grants to charities based on recommendations, Fidelity Charitable is granting its own assets. Accordingly, Account Holders who make grant recommendations are not eligible for additional charitable deductions for these grants. (Any charitable contribution deduction would have been available at the time of the contribution to Fidelity Charitable.) If an Account Holder receives a tax receipt from the grant recipient in connection with a grant from Fidelity Charitable, it may not be used for tax purposes.

## **INVESTMENT OPTIONS**

Account Holders, and certain authorized advisors and third-party individuals, may recommend how funds in a Giving Account are allocated among one or a combination of available investment options. All investment allocation recommendations are subject to review and approval by the Trustees. When no investment allocation is recommended for the initial contribution at the time of Giving Account establishment, the proceeds will be invested in the Conservative Income Pool. Once a Giving Account has been established, Fidelity Charitable requests that donors provide an investment allocation recommendation each time

an additional contribution is made. If no allocation is recommended at the time an additional contribution is made to Fidelity Charitable, the proceeds will be allocated proportionately to reflect the pool allocation of the Giving Account's current balance. For a zero-balance Giving Account, if no allocation is recommended at the time of a contribution, the contribution will be allocated to the Conservative Income Pool. Account Holders may recommend the investment allocation of contributions and from which investment options grants should be disbursed.

Fidelity Charitable provides six investment approaches to match Account Holders' charitable giving objectives:

**1. Asset Allocation Pools**

Asset allocation investments are lifecycle or target-risk investments, offering instant diversification to multiple asset classes in a single investment using a multimanager structure, with the benefits of professional management and experienced security selection. Asset allocation pools have a mix of stocks, bonds, and short-term instruments that ranges from a more conservative and lower equity allocation mix to a more aggressive and higher equity allocation mix.

**2. Single Asset Class Pools**

These investment pools are for Account Holders who want a custom strategy combining pools with specific investment objectives for Giving Account balances.

**3. Sustainable and Impact Investing Pools**

These investment pools are for Account Holders who seek strategies that consider social and environmental factors, while also emphasizing financial returns.

**4. Charitable Legacy Pool**

This pool is for Account Holders seeking an "all-weather" asset allocation strategy, with exposure to both traditional and nontraditional asset classes, to consistently support charities through regular grantmaking. The objective of this strategy is to provide inflation-adjusted returns while preserving capital through various market cycles.

**5. Charitable Investment Advisor Program**

Account Holders with more than \$250,000 in a Giving Account are eligible to nominate their investment advisor to manage some of the assets for Fidelity Charitable. Please call Fidelity Charitable or visit [FidelityCharitable.org](http://FidelityCharitable.org) for more information.

**6. Charitable DonorFlex Program<sup>SM</sup>**

Account Holders with more than \$5,000,000 in a Giving Account are eligible to participate in the Charitable DonorFlex Program<sup>SM</sup>, wherein they will have the privilege of recommending that their Giving Account be invested in specific investments, subject to Fidelity Charitable guidelines. Please call Fidelity Charitable or visit [FidelityCharitable.org](http://FidelityCharitable.org) for more information.

Each pool will be managed in keeping with the investment objectives described on the following pages. Any dividends paid, interest earned, or capital appreciation or depreciation by the underlying pool components will be incorporated into the pool price.

**ASSET ALLOCATION POOLS<sup>7</sup>**

- ▶ *Aggressive Growth* seeks to maximize total return over the long term. Fidelity Asset Manager<sup>®</sup> 85% is the underlying mutual fund. The fund targets maintaining a neutral mix of 85% of assets in stocks and 15% of assets in bonds and short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- ▶ *Growth* seeks to maximize total return over the long term. Fidelity Asset Manager<sup>®</sup> 70% is the underlying mutual fund. The fund targets maintaining a neutral mix of 70% of assets in stocks, 25% of assets in bonds, and 5% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- ▶ *Moderate Growth* seeks high total return over the long term. Fidelity Asset Manager<sup>®</sup> 60% is the underlying mutual fund. The fund targets maintaining a mix over time of 60% of assets in stocks, 35% of assets in bonds, and 5% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- ▶ *Balanced* seeks high total return with reduced risk over the long term. Fidelity Asset Manager<sup>®</sup> 50% is the underlying mutual fund. The fund targets maintaining a neutral mix over time of 50% of assets in stocks, 40% of assets in bonds, and 10% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- ▶ *Moderate Income* seeks current income as well as total return with reduced risk over the long term. Fidelity Asset Manager<sup>®</sup> 40% is the underlying mutual fund. The fund targets maintaining a neutral mix over time of 40% of assets in stocks, 45% of assets in bonds, and 15% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- ▶ *Income* seeks a high level of current income. Fidelity Asset Manager<sup>®</sup> 30% is the underlying mutual fund. The fund targets maintaining a neutral mix over time of 30% of assets in stocks, 50% of assets in bonds, and 20% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.

<sup>7</sup>The underlying mutual funds of these investment pools are subject to varying fees and expenses, which may change, and which affect the daily net asset value (NAV) of the mutual funds within the pools. These funds may pay all or a portion of these fees and expenses (not in addition to that fund's fees and expenses reflected in its NAV) to Fidelity Management & Research Company and its affiliates for services and expenses relating to fund management, administration, distribution or other expenses. Additional information regarding the underlying mutual funds, including fees and expenses, is available in each underlying fund's prospectus.

- *Conservative Income* seeks a high level of current income. Fidelity Asset Manager® 20% is the underlying mutual fund. The fund targets maintaining a neutral mix over time of 20% of assets in stocks, 50% of assets in bonds, and 30% of assets in short-term and money market instruments. This pool offers instant diversification to multiple asset classes, using a multimanager structure that incorporates multiple levels of expert Fidelity money management.

### **SINGLE ASSET CLASS POOLS<sup>7</sup>**

#### **Domestic Stock**

- *U.S. Equity* seeks capital growth. The underlying mutual fund is Fidelity® Stock Selector All Cap Fund. The fund normally invests at least 80% of assets in either growth or value stocks, or in both, and normally invests primarily in common stocks. This pool uses a multimanager structure that incorporates multiple levels of expert Fidelity money management.
- *U.S. Equity Access* seeks to provide high total return from a portfolio of selected equity securities. The underlying mutual fund is JP Morgan U.S. Equity Fund. The fund invests primarily in common stocks of large- and medium-capitalization U.S. companies, but it may also invest up to 20% of its assets in common stocks of foreign companies, including depositary receipts.
- *Total Market Index* seeks to provide investment results that correspond to the total return of a broad range of U.S. stocks. The underlying mutual fund is Fidelity® Total Market Index Fund. The fund normally invests at least 80% of its assets in common stocks included in the Dow Jones U.S. Total Stock Market Index, which represents the performance of a broad range of U.S. stocks.

#### **Foreign Stock**

- *International Equity* seeks long-term growth of capital. The underlying mutual fund is Fidelity® Overseas Fund. The fund normally invests at least 80% of assets in non-U.S. securities and normally invests primarily in common stocks.
- *International Equity Access* seeks long-term growth of capital through investments in the common stocks of non-U.S. companies. The underlying mutual fund is T. Rowe Price Overseas Stock Fund. The fund invests outside the U.S. broadly among developed and, to a lesser extent, emerging countries throughout the world. The fund normally invests at least 80% in non-U.S. stocks and at least 65% in stocks of large-cap companies.
- *International Index* seeks to provide investment results that correspond to the total return of foreign stock markets. The underlying mutual fund is Fidelity® International Index Fund. International Index normally invests at least 80% of its assets in common stocks included in the Morgan Stanley Capital International Europe, Australasia, Far East Index, which represents the performance of foreign stock markets.

<sup>7</sup>The underlying mutual funds of these investment pools are subject to varying fees and expenses, which may change, and which affect the daily net asset value (NAV) of the mutual funds within the pools. These funds may pay all or a portion of these fees and expenses (not in addition to that fund's fees and expenses reflected in its NAV) to Fidelity Management & Research Company and its affiliates for services and expenses relating to fund management, administration, distribution or other expenses. Additional information regarding the underlying mutual funds, including fees and expenses, is available in each underlying fund's prospectus.

## Bond

- *Fixed Income* seeks a high level of current income. The underlying mutual fund is Fidelity® Total Bond Fund. The fund normally invests at least 80% of its assets in debt securities of all types and repurchase agreements for those securities. It invests up to 20% of assets in high-yield and emerging market debt securities.
- *Fixed Income Access* seeks maximum total return, consistent with preservation of capital and prudent investment management. The underlying mutual fund is PIMCO Total Return Fund. The fund normally invests at least 65% of its total assets in a diversified portfolio of fixed income instruments of varying maturities. It invests primarily in investment-grade debt securities, but may invest up to 20% of its total assets in high-yield securities.
- *U.S. Bond Index* seeks to provide investment results that correspond to the aggregate price and interest performance of the debt securities in the Bloomberg Barclays U.S. Aggregate Bond Index. The underlying mutual fund is Fidelity® U.S. Bond Index Fund. The fund normally invests at least 80% of its assets in bonds included in the Bloomberg Barclays U.S. Aggregate Bond Index.
- *Short Term Fixed Income Access* seeks a high level of income consistent with minimal fluctuation in principal value and liquidity. The underlying mutual fund is T. Rowe Price Short Term Bond. The fund normally invests in a diversified portfolio of short- and intermediate-term investment-grade securities. It may also invest in money market securities, bank obligations, collateralized mortgage obligations, and foreign securities. The fund will invest at least 80% of its net assets in bonds.

## Money Market

- *Money Market* seeks to obtain as high a level of current income as is consistent with the preservation of principal and liquidity within the limitations prescribed for the underlying Fidelity Investments® Money Market Government Fund. Money Market normally invests at least 99.5% in cash, U.S. government securities and/or repurchase agreements that are fully collateralized (i.e., collateralized by cash or government securities).

## SUSTAINABLE AND IMPACT INVESTING POOLS

- *Sustainable U.S. Index* seeks to provide investment results that correspond to the total return of the MSCI USA ESG Index. The underlying fund is Fidelity® U.S. Sustainability Index Fund. The fund normally invests at least 80% of assets in securities included in the MSCI USA ESG Index, which represents the performance of stocks of large- to mid-capitalization U.S. companies with high environmental, social, and governance (ESG) performance relative to their sector peers, as rated by MSCI ESG Research.
- *Sustainable U.S. Index Access* seeks a favorable long-term total return that reflects the investment performance of the overall U.S. stock market, while giving special consideration to certain social criteria. The underlying mutual fund is TIAA-CREF Social Choice Equity Fund. The fund normally invests at least 80% of its assets in equity securities. Investments are subject to certain Environmental, Social, and Governance (ESG) criteria that favor companies that are, among other things, strong stewards of the environment and devoted to serving local communities.
- *Sustainable International Index* seeks to provide investment results that correspond to the total return of the MSCI ACWI ex USA ESG Index. The underlying mutual fund is Fidelity® International Sustainability Index Fund. The fund normally

invests at least 80% of assets in securities included in the MSCI ACWI ex USA ESG Index and in depository receipts representing securities included in the index. The MSCI ACWI ex USA ESG Index is a capitalization-weighted index that provides exposure to companies with high environmental, social, and governance (ESG) performance relative to their sector peers, as rated by MSCI ESG Research.

- *Environmental Impact Access* is a fossil fuel-free strategy that focuses on resource efficiency while seeking long-term growth of capital. The underlying fund is Pax Global Environmental Markets Fund. The fund invests primarily in equity securities of companies located around the world, including at least 40% of its net assets in securities of non-U.S. issuers, including those located in emerging markets. The fund invests in companies around the world that are developing innovative solutions to resource challenges across energy, water, waste, and sustainable food and agriculture markets.

#### **CHARITABLE LEGACY POOL<sup>7, 8</sup>**

The Charitable Legacy Pool seeks to provide inflation-adjusted returns while preserving capital through various market cycles. The Pool employs a diversified investment strategy that goes beyond traditional stock, bond, and short-term investment allocations. The Pool invests in nontraditional asset classes such as commodities, real estate, natural resources, and absolute return strategies to help achieve its objectives.

For more information about current investment pool allocations and benchmarks, please call a Fidelity Charitable representative or visit [FidelityCharitable.org](https://www.fidelity.com/charitable). For information about fees, please refer to “Fees and Expenses” on pages 22–24.

## **POOL ALLOCATION PROCESS**

### **Allocation of units**

Fidelity Charitable seeks to sell contributed property promptly and allocate the net proceeds of the sale to the Giving Account once they are received. Contributions of cash equivalents are allocated to the Giving Account generally within one Business Day of receipt. Securities traded on an exchange are allocated to the Giving Account upon settlement (generally up to three Business Days after the sale of the security). Contributions of other property are allocated to the Giving Account when net proceeds are received from the sale of the property and Fidelity Charitable has been reimbursed for applicable expenses.

Once the Giving Account has received the net proceeds, Fidelity Charitable will purchase the appropriate number of investment pool units. Investment pool units

<sup>7</sup>The underlying mutual funds of these investment pools are subject to varying fees and expenses, which may change, and which affect the daily net asset value (NAV) of the mutual funds within the pools. These funds may pay all or a portion of these fees and expenses (not in addition to that fund's fees and expenses reflected in its NAV) to Fidelity Management & Research Company and its affiliates for services and expenses relating to fund management, administration, distribution or other expenses. Additional information regarding the underlying mutual funds, including fees and expenses, is available in each underlying fund's prospectus.

<sup>8</sup>The value of the pool's investments will vary from day to day in response to many factors. Stock values fluctuate in response to the activities of individual companies and to general market and economic conditions. The value of an individual security or particular type of security can be more volatile than the market as a whole and can perform differently from the value of the market as a whole. Foreign securities are subject to interest rate, currency exchange rate, economic, and political risks, all of which are magnified in emerging markets.



are issued at the next-determined value on the Business Day Fidelity Charitable receives the proceeds from the sale of contributed property. The value of a unit at the end of each Business Day is determined by dividing the value of each Fidelity Charitable pool by the number of units outstanding from that pool. The unit value for each pool for the prior Business Day is available by visiting [FidelityCharitable.org](http://FidelityCharitable.org) or calling a Fidelity Charitable representative.

#### **Cash equivalents (by check or wire)**

Fidelity Charitable will allocate to the Giving Account the number of investment pool units equal in value to the cash-equivalent contribution, less any expenses incurred by Fidelity Charitable in funding the Giving Account.

#### **Securities**

Fidelity Charitable will allocate to the Giving Account the number of investment pool units equal in value to the net proceeds from the sale of the contributed securities. Net proceeds are defined as gross proceeds less brokerage commissions and any other fees incurred by Fidelity Charitable. Please see page 23 for the brokerage commission schedule. The amount and timing of the Account Holder's charitable contribution deduction are determined under separate rules. Therefore, the net proceeds and the corresponding value of units allocated to the Giving Account may differ from the charitable deduction allowed or taken.

#### **Other property**

For non-publicly traded assets, including real estate, Fidelity Charitable will allocate to the Giving Account the number of investment pool units equal in value to the net proceeds received by Fidelity Charitable from the sale of the contributed asset(s). Net proceeds are defined as gross proceeds less any costs incurred by Fidelity Charitable to acquire, carry and/or sell the donated asset (e.g., legal due diligence; accounting; tax calculation fees; federal or state unrelated business income tax, as applicable; or valuation costs). Please visit [FidelityCharitable.org](http://FidelityCharitable.org) for more information. The value of the donor's charitable contribution deduction is determined under separate rules and, therefore, the net proceeds and the corresponding value of units allocated to the Giving Account may differ from the charitable deduction allowed or taken.

#### **Allocation of income and value of a Giving Account**

Income earned by Fidelity Charitable includes interest, dividends, and other investment income, including capital gains distributions from investments in mutual funds, in excess of the operating expenses of Fidelity Charitable. Each pool will be allocated its pro rata share of daily income realized by Fidelity Charitable, which will be reflected in the unit value of that pool. The value of each Giving Account will be the number of units of each pool attributable to that account, multiplied by the unit's current value. The value of a unit for each pool will include realized and unrealized capital gains or losses on the pool's portfolio investments, as well as undistributed income attributable to that pool.

### **Pool exchanges**

Account Holders and certain authorized advisors or third-party individuals may recommend changes to pool allocations five times per calendar month. Recommendations made after Market Close, if approved, will generally be performed the following Business Day.

## **GRANTMAKING**

### **Recommending a grant**

Account Holders and certain authorized advisors or third-party individuals have grant recommendation privileges. Grants may be recommended to qualified charitable organizations.<sup>9</sup> Recommendations may be made online, by phone, or by submitting a completed Grant Recommendation Form. Grant recommendations are not binding, and are subject to review and approval by the Trustees in their sole discretion. The Trustees have adopted procedures and safeguards with respect to grantmaking to ensure that funds are used exclusively in furtherance of charitable purposes.

If the grant recommendation is not approved, Fidelity Charitable will notify the Primary Account Holder. Account Holders may decide whether to submit an alternative grant recommendation.

### **Eligible grant recipients: Public charities**

Grants can be made only to IRS-qualified public charities. These are organizations that are tax exempt under section 501(c)(3), and either:

- are classified as public charities under section 509(a)(1), (a)(2) or (a)(3) of the Code; or
- are classified as private operating foundations under section 4942(j)(3) of the Code

Eligible public charities include the full range of charitable organizations, including hospitals, scientific and medical research organizations, religious organizations and places of worship, environmental and educational organizations, museums and arts organizations, and any other organizations or institutions formed and operated for charitable purposes.

### **Ineligible grant recipients**

*Private foundations:* Private foundations are not eligible to receive grants from Fidelity Charitable (except for those in a special classification of foundations—private operating foundation—as noted above).

*Non-functionally Integrated Type III Supporting Organizations:* Type III supporting organizations that are not “functionally integrated” are not eligible to receive grants from Fidelity Charitable. Supporting organizations are public charities described in sections 501(c)(3) and 509(a)(3) of the Code, which are organized and operated exclusively for the benefit of specified public charities. Supporting organizations are public charities specifically defined by the type of relationship they have with their publicly supported organizations. Section 4943(f)(5)(A) of the Code describes “Type III” supporting organizations. Type III supporting organizations that are “not functionally integrated” are those other than Type III supporting organizations described in section 4943(f)(5)(B) of the Code.

<sup>9</sup>Qualified charitable organizations are those described in section 170(b)(1)(A) of the Code, including qualified religious, educational, hospital or medical research, governmental, and publicly supported charitable organizations (“public charities”).

*Non-U.S. charities:* Fidelity Charitable does not generally make grants to non-U.S. charitable organizations (organizations not formed under the laws of the United States and its territories). Donors in the Private Donor Group should contact their relationship manager for more information.

Fidelity Charitable may, however, make grants to U.S. public charities that carry on or provide funding for charitable activities outside the United States. As with all grant recommendations, these grants are subject to review and approval by the Trustees in their sole discretion. The Trustees have adopted procedures and safeguards with respect to grantmaking to ensure that funds are used exclusively in furtherance of charitable purposes. With respect to grant recommendations to U.S. public charities that undertake to fund non-U.S. charitable activities, Fidelity Charitable must verify the U.S. public charity. Such grant recommendations are subject to the policies of the recipient U.S. public charity, including any additional fees and grant minimums that may apply.

### Grant guidelines

Fidelity Charitable approves only those grants that are used exclusively in furtherance of charitable purposes. In accordance with that policy, Fidelity Charitable reserves the right to perform additional due diligence and to decline to make a recommended grant to a charitable organization, including, without limitation, (i) where the grant will confer a more than incidental benefit on an Account Holder, other person with grant recommendation privileges, or other third party; (ii) where the grant will be used for lobbying, for political contributions, or to support political campaign activities; (iii) where the grant will be used for improper purposes; (iv) where the Account Holder and related persons control the organization; (v) where Fidelity Charitable provides a substantial portion of the organization's public support; and (vi) for other reasons in accordance with Fidelity Charitable policies. Remedial actions may include but are not limited to requiring that the grant be returned or that the Account Holder make an additional nondeductible contribution.

#### ***More than incidental benefit and financial obligations ("enforceable pledges")***

Fidelity Charitable makes grants *exclusively* for charitable purposes. Grants cannot be made that provide "more than incidental benefits" to a donor, other Account Holders, their families, or other third parties. For example, grants intended to pay all or a portion of the cost of tickets to attend a charitable event will not be made. This includes grants for the charitable, or tax-deductible, portion of the ticket price. The full ticket price (the tax-deductible and the non-tax-deductible portions) must be paid out of pocket and separately from any Fidelity Charitable grants.

Other examples of benefits that may be considered more than incidental include:

- Goods or services provided by the grant recipient charity, unless the items are of de minimis value, such as a logo-bearing keychain, coffee mug, or calendar.
- Raffle tickets or goods or services bought at a charitable auction.
- Membership benefits if any portion of the membership fee is *not* tax deductible (unless the Account Holder waives all benefits).
- Benefits in connection with athletic funds (such as when the Account Holder is eligible to receive benefits like preferred seating at sporting events). The full price required to receive these benefits must be paid out of pocket and separately from any Fidelity Charitable grants.

- A financial obligation, such as an enforceable pledge, that the Account Holder has made as a legally binding obligation, although the Account Holder can express his or her intention to recommend a grant—for example, when sponsoring someone else in a walk, bike ride, or run.
- Support for an Account Holder’s own fundraising commitment, such as a walk, bike ride, or run, unless the full obligation has been satisfied.
- School tuition and other required fees, such as enrollment fees and deposits. This includes fundraising obligations set by the school that will be billed as tuition if not met.
- Scholarships when the Account Holder and/or related persons have sole or majority discretion regarding the recipients.

Other grants will not be made when:

- The grant will be used for lobbying, for political contributions, or to support political campaign activities.
- The grant will be used for other improper purposes.
- For other reasons, in accordance with Fidelity Charitable policies.

While every effort will be made to approve recommended grants, please be advised that our Trustees have the right to decline any grant recommendation.

#### ***Special purpose designation***

An Account Holder may recommend that a grant be used by the charitable organization for a “special purpose,” such as a building fund, research project, or in honor of a person. Fidelity Charitable will review the grant recommendation, including the special purpose, and, if approved, will convey to the charitable organization the recommended special purpose. Fidelity Charitable reserves the right to modify the special purpose as necessary.

#### **Anonymous grants**

When recommending a grant, an Account Holder may choose (i) to be identified by name and address, and Giving Account name (e.g., The Smith Family Fund) to the recipient charity; (ii) to be identified only by the name of the Giving Account; or (iii) to remain anonymous and to not be identified, in which case the grant will be identified as recommended by a Fidelity Charitable Account Holder who wishes to remain anonymous. Fidelity Charitable will not release the Account Holder’s name and contact information to any recipient charity without the Account Holder’s explicit consent.

#### **Allocating grants from investment pools**

An Account Holder may recommend the investment pool(s) from which a grant should be disbursed (in whole dollars), recommend that a grant be disbursed from the Money Market Pool first and then proportionately from all remaining pools with a balance, or recommend that a grant be disbursed proportionately from current pool allocations. If the grant recommendation is approved, Fidelity Charitable will redeem the appropriate number of units from the pool(s) recommended, based on the next-determined unit value after the grant is approved. Fidelity Charitable will then distribute the funds to the recommended organization. If the Account Holder does not recommend a pool(s) from which a grant should be disbursed, Fidelity Charitable will disburse the grant from the Money Market Pool first and then proportionately from all remaining pools with a balance.

**Number of grants**

Fidelity Charitable allows unlimited grants from a Giving Account.

**Minimum grant amounts**

Fidelity Charitable will consider grant recommendations of \$50 or more or for the balance of the Giving Account, whichever is less. Grants must be recommended in increments of \$5 or \$18, as this last number has cultural significance for some donors. If the amount of a grant recommendation exceeds the balance of the investment pool(s) from which the Account Holder recommended the grant be disbursed, Fidelity Charitable will disburse the grant proportionately from the remaining investment pools with sufficient funds to fulfill the remaining amount of the grant. If the amount of a grant recommendation exceeds the total Giving Account balance, Fidelity Charitable will ask the Account Holder to recommend a grant in a different amount or make an additional contribution.

**Minimum Fidelity Charitable grant activity**

Historically, Fidelity Charitable has made grants of about 20% of average net total assets to charities each year. The formal grantmaking policy requires that minimum annual grants, on an overall basis, be greater than 5% of average net assets on a fiscal five-year rolling basis. If this requirement is not met in a fiscal year, Fidelity Charitable will ask for grant recommendations from Giving Accounts that have not had grant activity of at least 5% of the Giving Account's average net assets over the same five-year period. If Account Holders on these Giving Accounts do not make grant recommendations within 60 days, Fidelity Charitable will grant the required amounts out in accordance with the Fidelity Charitable Trustees' Initiative (described on page 30), in its sole discretion.

**Minimum Giving Account grant activity**

Active charitable grantmaking is required for every Giving Account. If no grants are distributed from a Giving Account for three years, Fidelity Charitable will make every effort to contact the Account Holder to encourage grant recommendations from the Giving Account. After four years in which no grants are distributed from a Giving Account, Fidelity Charitable will make grants from the Giving Account to IRS-qualified public charities approved by the Trustees of Fidelity Charitable. After five years in which no grants are distributed from the Giving Account at the recommendation of an Account Holder, Fidelity Charitable will consider the Giving Account to be abandoned and will grant the entire balance of the Giving Account to one or more IRS-qualified public charities approved by the Trustees of Fidelity Charitable.

**Timing of grant distribution**

Fidelity Charitable reviews grants every Business Day upon receipt of an Account Holder's recommendation. If approved by the Trustees, Fidelity Charitable will make the grant as soon as possible, generally within 10 Business Days. If a grant recommendation is to a charity not previously reviewed and verified by Fidelity Charitable, particularly to certain supporting organizations described in sections 501(c)(3) and 509(a)(3) of the Code, it will require additional due diligence and will often take longer to review. Pool unit values may fluctuate between the time of the recommendation and the grant's actual distribution.

### **Grants and grant confirmations**

Grants are made by Fidelity Charitable and are accompanied by a letter, or detailed spreadsheet, recognizing the Giving Account name unless anonymity is requested. Account Holders may alternatively request that their name and address be included along with the Giving Account name. Grant checks and accompanying transmittal letters are mailed via the United States Postal Service to the legal address of the charitable organization. Account Holders may not deliver Fidelity Charitable grant checks to charitable organizations directly. After each grant is processed, the Primary Account Holder will receive a confirmation from Fidelity Charitable. If anonymity is not requested, Account Holders may also receive acknowledgments directly from recipient charities, if they choose to send them. Account Holders are not, however, eligible for additional charitable deductions for these grants, because the grant is made by Fidelity Charitable, and the Account Holder's charitable deduction opportunity was at the time of the contribution to Fidelity Charitable.

### **Gift4Giving® Program—an eGift**

Account Holders may dedicate a portion of their Giving Accounts to an eGift known as a Gift4Giving®. A Gift4Giving eGift allows individuals appointed by Account Holders ("Gift4Giving recipients" or "recipients") to recommend grants to eligible charitable organizations of their choice. Gift4Giving is an eGift; therefore, Fidelity Charitable will send a Gift4Giving to recipients only by email. Grants from a Gift4Giving eGift must be recommended online. A recipient accesses a Gift4Giving eGift through a hyperlink in the email sent to the recipient. A Gift4Giving eGift is neither transferable nor redeemable for cash, and does not convey to the Gift4Giving recipient goods or services.

An Account Holder may designate a minimum of \$50, and up to the maximum of \$5,000 (in increments of \$50), from his or her Giving Account to a Gift4Giving eGift.

When an Account Holder requests that Fidelity Charitable send a Gift4Giving eGift to a recipient, the dollar amount of the Gift4Giving is allocated to an account separate from the Account Holder's Giving Account and invested in a cash pool available only for Gift4Giving accounts. The recipient has no access to the Account Holder's Giving Account. Account Holders will be able to view transaction information—such as when the Gift4Giving eGift was emailed, if it has been used for charitable grants, or if it has expired—in their Giving Account History. Account Holders will not have access to, or receive any information about, the charity or charities recommended by the recipient.

### **Gift4Giving eGift expiration**

Each Gift4Giving eGift expires 180 days after it is sent by email to the recipient. At expiration, amounts remaining in a Gift4Giving account will be credited back to the Account Holder's Giving Account and into the same pools from which they came.<sup>10</sup> If the Account Holder has passed away and there are no other living Account Holders, the balance in the Gift4Giving will be transferred according to the Account Holder's successor elections, if applicable, or will be granted out in accordance with the Fidelity Charitable Trustees' Initiative if no successors were elected by the Account Holder.

<sup>10</sup>Fidelity Charitable may close investment pools from time to time. Any Gift4Giving expirations that originated from a closed pool will be automatically allocated to the then-available pool that most closely aligns with the closed pool's investment strategy. Currently available investment pools are described in the Investment Options section of this Circular.

### **Termination of Gift4Giving relationship**

Once the balance of the Gift4Giving eGift has been sent by Fidelity Charitable to one or more qualified charities, the Gift4Giving recipient's relationship with Fidelity Charitable shall terminate, and the recipient shall have no additional privileges or rights with respect to Fidelity Charitable or any of its assets or programs.

### **Recommending grants from a Gift4Giving eGift**

A Gift4Giving eGift recipient has the privilege of recommending that Fidelity Charitable distribute a portion of its assets to the 501(c)(3) public charities of his or her choice.<sup>11</sup>

A Gift4Giving recipient has recommending privileges only with respect to the amount of the Gift4Giving eGift received by him or her.

Grants will be made only to qualified charitable organizations. Grants must be recommended online by following the hyperlink in the Gift4Giving email. Gift4Giving grants will be made only in increments of \$50. The Gift4Giving recipient may recommend multiple grants to qualified charities from one Gift4Giving eGift, provided the amount of the Gift4Giving is sufficient.

As with all Fidelity Charitable grants, grants to qualified charitable organizations from a Gift4Giving account must comply with our grant guidelines, as further described in this Circular. If a grant recommendation is not approved, Fidelity Charitable will notify the recipient by email. The recipient may recommend an alternative grant at any time until the time the Gift4Giving eGift expires.

Gift4Giving recipients are not eligible to take income tax charitable deductions for grants from a Gift4Giving account, because the grant is made by Fidelity Charitable.

### **Minimum Gift4Giving grant amount**

Fidelity Charitable will consider grant recommendations of \$50 or more. If the amount of a grant recommendation exceeds the total Gift4Giving account balance, Fidelity Charitable will notify the recipient by email.

### **Misplaced or deleted Gift4Giving emails**

A Gift4Giving can be sent to recipients only by email at the email address provided by the Account Holder. Fidelity Charitable is not responsible for Gift4Giving emails that are misdirected, misplaced, lost, or stolen. Fidelity Charitable will not replace any portion of a Gift4Giving balance sent to one or more qualified charities at the recommendation of a person other than the intended Gift4Giving recipient. If a Gift4Giving recipient deletes the email sent by Fidelity Charitable, the recipient must contact the Account Holder directly to request to have the Gift4Giving email resent.

<sup>11</sup>While the guidelines contained in this Circular regarding eligible grant recipients and grantmaking procedures are generally applicable to the Gift4Giving eGift Program, other restrictions apply as well. Certain types of supporting organizations and religious organizations that have not previously undergone due diligence by Fidelity Charitable are not eligible Gift4Giving grant recipients, and Gift4Giving recipients are limited when recommending a special purpose for the grant.

## RECORDKEEPING AND REPORTING

### Confirmations of Giving Account activity

Fidelity Charitable will provide the Primary Account Holder with confirmations of all Giving Account transactions, generally within five Business Days of processing. During peak contribution and grant distribution periods (generally December, January, and June), it may require up to 10 Business Days to process and mail Giving Account activity confirmations. Account Holders can download and print contribution (including grant checks and transmittal letters to the end charity) and other selected Giving Account transactions online, with the exception of grant transmittal letters generated by grants sent via electronic funds transfer.

### Financial reports

Fidelity Charitable will provide any other financial reports or information required by law, as well as quarterly statements, quarterly pool performance reports, and an annual report. Statements should be read carefully. Any error must be reported to Fidelity Charitable within 60 days of receipt.

Account Holders can sign up for electronic delivery of statements, activity confirmations, and other communications at [FidelityCharitable.org](http://FidelityCharitable.org).

## FEES AND EXPENSES

### General operating expenses

Each individual Giving Account is assessed an annual administrative fee of 0.60% of Giving Account assets or \$100, whichever is greater. Each corporate Giving Account is assessed an annual administrative fee of 0.60% of Giving Account assets or \$500, whichever is greater. Additional fees may apply for additional programs, services, or investment options.

The administrative fee of 0.60% is charged to the investment pool on a daily basis and affects the net asset value of the Giving Account pool holdings. Giving Accounts for which the 0.60% administrative fee is less than \$100<sup>12</sup> for a given fiscal year will be assessed the difference between \$100 and that 0.60% fee.<sup>13</sup> Such charges take place at the end of the fiscal year<sup>14</sup> and are prorated for Giving Accounts funded during the course of the fiscal year.

While Giving Accounts that are funded with cash or publicly traded securities are charged the administrative fee to the investment pool on a daily basis, Fidelity Charitable reserves the right to charge Giving Accounts funded with non-publicly traded (or "complex") assets the minimum annual administrative fee, even though the Giving Account balance is not invested in one or more of the investment pools. The fee structure, minimums and annual credits are the same, with the fee generally being calculated on the average of (i) the value of the asset at the time of the contribution and (ii) the value of the asset at the time of the sale of the asset. Please visit [FidelityCharitable.org](http://FidelityCharitable.org) for additional fee information.

Giving Accounts with assets in excess of \$500,000 are eligible for a reduced fee (see pricing schedules featured on the next page), and receive a quarterly credit for the difference between that fee and the 0.60% administrative fee initially charged.<sup>15</sup> Credits are allocated to eligible Giving Accounts at the end of each quarter and are net of any fees previously waived or reimbursed to any pool(s) during the quarter. Giving Accounts with zero balances as of the end of a given quarter will be ineligible for that quarter's tier price credits.

<sup>12</sup>\$500 for a corporate Giving Account.

<sup>13</sup>Fidelity Charitable may elect not to assess the difference between the 0.60% fee and \$100 if it results in a charge of less than \$10.

<sup>14</sup>Fidelity Charitable has a fiscal year ending June 30.

<sup>15</sup>Fidelity Charitable may elect not to apply tier price credits of less than \$10.



### Fee schedules

Fidelity Charitable uses two fee schedules based on Giving Account balances—**tiered (below \$5,000,000)** and **flat (\$5,000,000 and above)**.<sup>16</sup> These fee schedules are mutually exclusive.

#### Tiered fee schedule

The tiered fee schedule is applied to Giving Accounts with balances below \$5,000,000. When applied, this schedule results in a weighted average of the basis points associated with each asset tier.

| AVERAGE GIVING ACCOUNT BALANCE | FEE (BASIS POINTS) |
|--------------------------------|--------------------|
| First \$500,000                | 60 basis points    |
| Next \$500,000                 | 30 basis points    |
| Next \$1,500,000               | 20 basis points    |
| Next \$2,499,999               | 15 basis points    |

#### Flat fee schedule

The flat fee schedule is applied to Giving Accounts with balances of \$5,000,000 and above. There is no weighted average with the flat fee schedule. Additional tiers are available; please call for details.

| AVERAGE GIVING ACCOUNT BALANCE  | FEE (BASIS POINTS) |
|---------------------------------|--------------------|
| \$5,000,000 up to \$9,999,999   | 19 basis points    |
| \$10,000,000 up to \$19,999,999 | 17 basis points    |
| \$20,000,000 up to \$34,999,999 | 15.5 basis points  |
| \$35,000,000 up to \$49,999,999 | 13.5 basis points  |
| \$50,000,000 up to \$74,999,999 | 12 basis points    |
| \$75,000,000 up to \$99,999,999 | 11.5 basis points  |
| \$100,000,000+                  | Please call        |

### Trading and liquidation fees

Commissions and other fees incurred by Fidelity Charitable in connection with contributed property will reduce the net proceeds credited to the Giving Account. With respect to contributions of publicly traded securities, commissions are charged according to the following schedule:

#### Brokerage Commission Schedule<sup>17</sup>

|      |  |
|------|--|
| 1.2¢ | per share  |
| 1.7¢ | for each share of large block orders or thinly traded securities |

<sup>16</sup>Alternative fee schedules may be available for a Giving Account with a balance of \$5,000,000 and above or in instances where a Giving Account is established through certain entities (such as corporations and associations) that assist Fidelity Charitable in its fundraising and/or servicing, based on the entity's overall relationship with Fidelity Charitable.

<sup>17</sup>This schedule may not apply to restricted, foreign, or closely held securities.

### Investment expenses

Each investment pool invests in mutual funds that are subject to varying operating and management expenses. These expenses affect the daily net asset values of the mutual funds within the pools, and they are not charged separately to Giving Accounts. Operating and management expenses of these mutual funds are subject to variations. Fidelity Charitable does not pay a sales load on purchases of mutual fund shares in the pools, because these purchases either qualify for a load waiver or the applicable mutual fund does not charge a sales load.

As of December 31, 2017, the estimated total annualized mutual fund expenses for each investment pool were as follows:

| <b>Pool</b>                                   | <b>Gross</b> | <b>Net</b> |
|---|--------------|------------|
| <b>Asset Allocation Pools</b>                 |              |            |
| Aggressive Growth Pool                        | 0.75%        | 0.75%      |
| Growth Pool                                   | 0.73%        | 0.73%      |
| Moderate Growth Pool                          | 0.73%        | 0.73%      |
| Balanced Pool                                 | 0.67%        | 0.67%      |
| Moderate Income Pool                          | 0.56%        | 0.56%      |
| Income Pool                                   | 0.55%        | 0.55%      |
| Conservative Income Pool                      | 0.53%        | 0.53%      |
| <b>U.S. Equity</b>                            |              |            |
| U.S. Equity Pool                              | 0.63%        | 0.63%      |
| U.S. Equity Access Pool                       | 0.61%        | 0.61%      |
| Total Market Index Pool                       | 0.015%       | 0.015%     |
| <b>International</b>                          |              |            |
| International Equity Pool                     | 1.00%        | 1.00%      |
| International Equity Access Pool              | 0.67%        | 0.67%      |
| International Index Pool                      | 0.045%       | 0.045%     |
| <b>Bond</b>                                   |              |            |
| Fixed Income Pool                             | 0.45%        | 0.45%      |
| Fixed Income Access Pool                      | 0.51%        | 0.46%      |
| Short Term Fixed Income Access Pool           | 0.37%        | 0.37%      |
| U.S. Bond Index Pool                          | 0.025%       | 0.025%     |
| <b>Money Market</b>                           |              |            |
| Money Market Pool                             | 0.18%        | 0.14%      |
| <b>Sustainable and Impact Investing Pools</b> |              |            |
| Sustainable U.S. Index                        | 0.14%        | 0.14%      |
| Sustainable U.S. Index Access                 | 0.19%        | 0.19%      |
| Sustainable International Index               | 0.25%        | 0.25%      |
| Environmental Impact Access                   | 1.04%        | 0.98%      |
| <b>Endowed Giving</b>                         |              |            |
| Charitable Legacy Pool                        | 0.99%        | 0.87%      |

## SUCCESSOR OPTIONS

When a Giving Account is established, the Account Holder has the opportunity to build a meaningful charitable legacy. Whether the goal is to foster a family tradition of giving or to continue to support charities beyond one's lifetime, Fidelity Charitable offers three distinct successor options to meet those needs—Individual Successor(s), Charitable Organization Beneficiary(ies), and the Endowed Giving Program. Account Holders can elect one successor option or any combination of the three.

Fidelity Charitable recommends that Account Holders review successor information once a year, or more often as necessary, to ensure that it remains consistent with their wishes and to verify that contact information is still current. Successor election(s) and recommendations can be changed by any Account Holder at any time before the death of the last remaining Account Holder.

If no successor election is made, upon notification of the death of the last remaining Account Holder, the balance will be granted out in accordance with the Fidelity Charitable Trustees' Initiative, described on page 30.

*Please note: Account Holders must recommend successors or charitable beneficiaries directly to Fidelity Charitable during their lifetime. Account Holders may not do so through any testamentary instrument, including through their will or instructions to an executor, and Account Holders may not name their estate as a successor. Further, in accordance with the Fidelity Charitable Privacy Policy, no unauthorized party, including an executor, may access or receive a deceased Account Holder's personal information or transaction history with respect to the Account Holder's Giving Account.*

The following pages provide detailed information about both the Individual and Charitable Organization successor options and an in-depth outline of the Endowed Giving Program.

### *Option 1: Naming an Individual Successor*

By electing to name one or more individual successors, Account Holders name an individual(s) who will assume all Giving Account privileges (such as overseeing contributions and making grant recommendations) upon the death of the last remaining Account Holder. Subsequently, upon assuming Giving Account privileges, the successor(s) may name their own successor(s) on a newly opened Giving Account, essentially passing a charitable legacy from one generation to the next.

Account Holders may name any individual(s), including a spouse, child, other descendant, heir, or representative. If the Giving Account has multiple Account Holders, succession applies only after the death of all the Account Holders. Therefore, if one Account Holder dies, the remaining Account Holder(s) retains all privileges to recommend grants and name successors. Upon the last remaining Account Holder's death, the Trustees must be provided with written notification and proof of the Account Holder's death. A new Giving Account will be established for each individual named as a successor. In accordance with the Fidelity Charitable Privacy Policy, individual successors may not access or receive a deceased Account Holder's personal information or transaction history with respect to the Account Holder's Giving Account.

If an Account Holder has elected multiple successors, the new Giving Accounts will be funded equally from the remaining Giving Account balance at death unless otherwise specified. Upon assuming Giving Account privileges, the successor(s) will be asked to recommend his or her own successors. Successor Giving Accounts must be funded with a minimum of \$5,000. Successors with an allocated balance of less than \$5,000 will have

the option of making additional contributions to reach the \$5,000 minimum within 12 months from the date of notification. Alternatively, successors may recommend grants equal to the allocated balance within 90 days. If a successor fails to respond to the notification within 90 days, the balance will be granted out in accordance with the Fidelity Charitable Trustees' Initiative. If the successor(s) is a minor, Fidelity Charitable will require that the grant recommendations be made in conjunction with a legal guardian.

### *Option 2: Recommending a Charitable Organization Successor*

Account Holders can recommend one or more IRS-qualified public charities as the successor beneficiary of the Giving Account. Upon the death of the last remaining Account Holder, any verified organization(s) will receive the remaining Giving Account balance.

When Account Holders recommend one or more IRS-qualified public charities as beneficiaries of the balance of the Giving Account, the recommended organizations are subject to review and approval by the Trustees. Once Fidelity Charitable is notified of the death of the last remaining Account Holder, the recommended organization(s) will receive the balance of the Giving Account, provided the named organization(s) continues to be an eligible grant recipient. If, at the time of death of the last remaining Account Holder, the organization is no longer an eligible grant recipient, the portion of the Giving Account designated for that beneficiary will be distributed proportionately among any other qualified successors, or, if no other successor is named, will be granted out in accordance with the Fidelity Charitable Trustees' Initiative.

### *Option 3: Recommending the Endowed Giving Program*

The Endowed Giving Program supports those Account Holders interested in structuring an enduring charitable giving plan. The program provides for recurring grants to charitable organizations after the death of the last remaining Account Holder. The Endowed Giving Program also provides flexibility, allowing Account Holders to recommend up to six IRS-qualified public charities for recurring grants.

#### **Endowed Giving Program eligibility**

Giving Accounts with balances of at least \$100,000 at the time of Activation are eligible to participate in the Endowed Giving Program. For more information, see "Minimum balance for Endowed Giving Program" on page 27.

#### **Activation**

The Endowed Giving Program will begin upon the death of the last remaining account holder ("Activation").

#### **Naming the Endowed Giving Program**

Account Holders may elect to keep the current name of the Giving Account or to change the name upon Activation of the Endowed Giving Program. Fidelity Charitable reserves the right not to approve a name for an Endowed Giving Program Giving Account.

#### **Authorized interested parties**

Upon Activation, Fidelity Charitable will terminate Giving Account access to all authorized interested parties on the Giving Account.

## **Endowed Giving Program beneficiaries**

### ***Changing Endowed Giving Program beneficiaries***

Prior to Activation, all Account Holders have full and equal privileges to modify the successor plan and/or terms of the Endowed Giving Program (one time per year). Prior to choosing the Endowed Giving Program as a successor option, it is important that Account Holders discuss their plans with all other Account Holders. Upon Activation, the instructions provided by the Account Holder who elected the Endowed Giving Program successor option cannot be changed.

### ***Choosing Endowed Giving Program grant recipients***

Account Holders have the privilege of recommending up to six IRS-qualified public charities to receive recurring grants of a percentage of the remaining Giving Account balance upon Activation.

### ***Endowed Giving Program beneficiary eligibility***

Upon receipt of the Endowed Giving Program Enrollment Form, Fidelity Charitable will review the recommended Endowed Giving Program charitable grant recipients. Notification will be sent to the Primary Account Holder if any of the recommended Endowed Giving Program beneficiaries do not qualify to receive grants from Fidelity Charitable at the time of that review. Alternative charitable grant recipient recommendations may be made at that time. Account Holders may change the charities recommended to receive recurring grants through the Endowed Giving Program prior to Activation and one time per calendar year.

At the time of each scheduled recurring grant under the Endowed Giving Program, Fidelity Charitable will again review the grant to ensure that the charitable grant recipient remains qualified to receive grants from Fidelity Charitable. Grantmaking guidelines described on pages 16–20 apply to all grants from Fidelity Charitable.

## **Endowed Giving Program distribution amounts and grant recommendations**

### ***Minimum balance for Endowed Giving Program***

Upon Activation, the Giving Account must have a minimum balance of \$100,000 after other recommended successor options have been completed (including funding Giving Accounts for individual named successors as well as fulfillment of grant recommendations to individual charitable grant recipients). If the Endowed Giving Program portion of the remaining Giving Account balance, upon Activation, is below \$100,000, Fidelity Charitable reserves the right to make a one-time, lump-sum grant to all Endowed Giving Program charitable grant recipients previously recommended by the Account Holder as part of the Endowed Giving Program, in the recommended proportion.

### ***Minimum annual grant distribution for Endowed Giving Program***

The Endowed Giving Program requires a minimum total annual distribution amount of 5% of the Giving Account balance or the applicable IRS minimum percentage. If amounts distributed in a given year through the Endowed Giving Program do not meet this minimum, Fidelity Charitable will calculate and distribute the difference to the charitable grant recipients in the recommended proportion. Annual distribution calculations are based on the Giving Account balance as of December 31 of the prior calendar year.

### ***Individual grant minimums for Endowed Giving Program***

All grants are subject to the standard grant minimum requirements. Please refer to page 19.

***Frequency of distributions for Endowed Giving Program***

Grants through the Endowed Giving Program are distributable on a recurring basis—either annually or semiannually. Grants will generally be distributed at the beginning of March and/or September. All recurring grants made through the Endowed Giving Program must be distributed in the same month.

***Eligible Endowed Giving Program grant recipients***

Upon Activation, and at the time of each scheduled grant, Fidelity Charitable will review grant recipients to verify eligibility. If an organization is ineligible to receive a grant from Fidelity Charitable, pursuant to the grantmaking guidelines, the portion of the Giving Account balance designated for that beneficiary will be distributed to the remaining IRS-qualified public charities in the recommended proportions.

If only one organization is named in the Endowed Giving Program, Fidelity Charitable will distribute the grant, at the Account Holder's recommendation, to an alternative qualified charity successor (as named in the Endowed Giving Program Enrollment Form) or the balance will be granted out in accordance with the Fidelity Charitable Trustees' Initiative (see page 30).

In the event of changes in legal organization, status, or programs with respect to any proposed grant recipient, Fidelity Charitable will determine, in its sole discretion, whether and how grants under the Endowed Giving Program should be made.

***Anonymous Endowed Giving Program grants***

The Endowed Giving Program permits anonymous grants subject to the grantmaking guidelines beginning on page 17. Account Holders can decide to which charities they wish to remain anonymous and to which charities they wish to disclose their identity. Specifically, when an anonymous grant is made through the Endowed Giving Program, it will be identified as recommended by a Fidelity Charitable donor who wished to remain anonymous.

***Endowed Giving Program grant guidelines***

Grants under the Endowed Giving Program must comply with all Fidelity Charitable grant guidelines (see pages 16–20).

***Pending grants prior to Endowed Giving Program activation***

Upon Activation, all pending grants in the Giving Account will be reviewed and, if qualified, processed accordingly. Any scheduled recurring grant(s) will be canceled.

**Endowed Giving Program duration**

Fidelity Charitable Account Holders may recommend a term duration for the Endowed Giving Program. The minimum duration is five years.

If a specific duration is recommended, and if a balance remains in the Endowed Giving Program at the end of that specified period, the balance will be granted to the recommended IRS-qualified public charities in the recommended proportions.

Regardless of the recommended term duration, if the Endowed Giving Program balance drops below \$5,000, Fidelity Charitable reserves the right to grant the remaining balance to the recommended IRS-qualified public charities in the recommended proportion.

Grants from Fidelity Charitable through the Endowed Giving Program will be made subject to all applicable laws and regulations. In addition, funds must be available in the Giving Account. Finally, the Trustees reserve the right to modify, amend and/or terminate the Endowed Giving Program at any time.

## **Contributions to the Endowed Giving Program**

### ***Additional contributions to Fidelity Charitable***

Irrevocable contributions from any person or entity, including estate gifts, appropriately designated to the Endowed Giving Program Giving Account, will be considered for acceptance by Fidelity Charitable after Activation. Additional contribution minimums apply. For information about assets considered for acceptance by Fidelity Charitable, please refer to page 4.

The Trustees must review and approve all contributions to Fidelity Charitable, including those that will be recommended for allocation to an Endowed Giving Program Giving Account. Any contribution that is not accepted will be returned as soon as possible. Please refer to pages 4–8 for contribution guidelines.

## **Endowed Giving Program investment pool allocation**

Amounts held by Fidelity Charitable as part of the Endowed Giving Program are invested under the guidelines set forth in this Circular, taking into consideration the allocations among investment pools in place at the time of Activation. Account Holders should regularly review their charitable giving investment strategies to ensure that their current objectives are being met and that these investment objectives will continue to meet their Endowed Giving Program goals after Activation. All investment pool recommendations and allocations are subject to ongoing review and approval by the Trustees (before and after Activation).

## **Endowed Giving Program and the Charitable Investment Advisor Program**

Account Holders participating in the Charitable Investment Advisor Program may also enroll in the Endowed Giving Program. At the time of Activation, investments in the Charitable Investment Advisor Program will be liquidated in a prudent manner and the proceeds invested in Fidelity Charitable investment pools. Account Holders may provide an investment pool allocation recommendation, to be effective at the time of Activation and applicable to the entire Endowed Giving Program Giving Account balance, by submitting an Endowed Giving Program Investment Pool Selection Form. If no recommended investment pool allocation has been made, the proceeds will be invested in the Conservative Income Pool at the time of Activation. Alternately, Account Holders may recommend that their nominated investment firm continue to manage a portion of the assets in the Endowed Giving Program at the time of Activation. All investment pool recommendations and allocations, and investment firms, are subject to ongoing review and approval by Fidelity Charitable (before and after Activation).

## **Endowed Giving Program and the Charitable DonorFlex Program**

Account Holders participating in the Charitable DonorFlex Program may also enroll in the Endowed Giving Program. At the time of Activation, investments in the Charitable DonorFlex Program will be liquidated in a prudent manner and the proceeds invested in Fidelity Charitable investment pools. Account Holders may provide an investment pool allocation recommendation, to be effective at the time of Activation and applicable to the entire Endowed Giving Program Giving Account balance, by submitting an Endowed Giving Program Investment Pool Selection Form. If no recommended investment pool allocation has been made, the proceeds will be invested in the Conservative Income Pool at the time of Activation. All investment pool recommendations and allocations are subject to ongoing review and approval by Fidelity Charitable (before and after Activation).

### **Endowed Giving Program fees and expenses**

Applicable Fidelity Charitable fees apply to Endowed Giving Program Giving Accounts, including the annual administrative fee and any applicable minimum fee. See the information beginning on page 22.

## **FIDELITY CHARITABLE TRUSTEES' INITIATIVE**

In addition to our donor-advised fund, the Giving Account, public charities benefit from grants made by the Fidelity Charitable Trustees' Initiative. The Fidelity Charitable Trustees' Initiative is a direct grantmaking program that makes capacity-building grants to nonprofits that support underserved communities to help them better meet their mission; and to nonprofits that support research, tools, guidance, and forums to increase the knowledge and information for the sector as a whole or to aid donors in making smarter decisions. Since inception, the Fidelity Charitable Trustees' Initiative has granted more than \$20 million.<sup>18</sup>

## **SERVICE PROVIDERS**

The Trustees have contracted with FMR LLC ("FMR"), a Fidelity Investments company, and affiliated companies to provide various administrative services to Fidelity Charitable. Under the agreement, Fidelity Charitable pays a fee to FMR of 0.6% of the average quarterly assets of each individual Giving Account or \$100 (\$500 for corporate Giving Accounts), whichever is greater, for a broad range of recordkeeping, fundraising, administrative, and other services. This fee is subject to further modifications for Giving Accounts above certain sizes, as described under "Fees and Expenses" beginning on page 22, as well as for Giving Accounts enrolled in the Charitable DonorFlex Program, which is described in more detail in Charitable DonorFlex Program Investment Policies and Guidelines. In addition, under the agreement, Fidelity Charitable reimburses FMR for certain other fees and expenses in connection with contributed property, as described under "Trading and liquidation fees" on page 23.

Services are provided by various divisions or subsidiaries of FMR, including but not limited to National Charitable Services® Corporation (administrative and recordkeeping services); Fidelity Brokerage Services LLC, member NYSE and SIPC; and subsidiaries (brokerage services, custodial services). In addition, the Trustees have appointed Strategic Advisers, Inc., a Fidelity Investments company and an SEC-registered investment adviser, as an investment adviser to Fidelity Charitable. Fidelity Charitable assets are invested in Fidelity and non-Fidelity mutual funds, including mutual funds advised and managed by Fidelity Management & Research Company and management companies outside Fidelity. Assets are also invested in exchange-traded funds. Strategic Advisers, Inc., recommends asset allocations among these mutual funds, reviews investment performance with the Trustees, and may change a pool's investments at any time, subject to the final approval of the Trustees.

<sup>18</sup>As of June 30, 2015



## OTHER INFORMATION

### Conflict of terms

In the event of any inconsistency between the terms of this Circular and the Declaration of Trust, the terms of the Declaration of Trust will govern the rights and obligations of Fidelity Charitable and Account Holders.

### Limitation of liability

Fidelity Charitable will indemnify the Trustees against any liability to the fullest extent allowed by law and may purchase insurance policies on behalf of Fidelity Charitable and its Trustees. Fidelity Charitable will also indemnify and hold harmless investment advisers and administrative and recordkeeping service providers, their agents, and nominees from any claims, losses, liabilities, or expenses (including reasonable counsel fees and expenses), except those that may arise from gross negligence or willful misconduct in the performance of their duties.

### Termination of advisory privileges

The Trustees may terminate any privileges with respect to a Giving Account or amounts held in the Giving Account upon 60 days' written notice to a Primary Account Holder at his or her last known U.S. postal or email address (as reflected in the Account Holder's records).

## GLOSSARY

- Declaration of Trust: Fidelity Charitable's governing document.
- Irrevocable: cannot be changed or reversed.
- IRS-Qualified Public Charity: see page 16.
- Lock-up Stock: refers to a type of restricted stock (see "restricted stock" below) where a lock-up agreement restricts the sale of stock for a specified period of time.
- Private Foundation: private foundations are generally supported by one or several sources and fall into two categories: "operating" and "non-operating."
- Private Non-operating Foundation: most foundations are "non-operating," meaning that they generally devote most of their resources to making grants to other organizations, rather than directly conducting their own exempt activities.
- Private Operating Foundation: a private foundation that devotes most of its resources to the active conduct of its own exempt activities, rather than grant-making; a less common type of foundation, it is described in section 4942(j)(3) of the Internal Revenue Code.
- Restricted stock (also known as restricted securities): refers to the stock of a corporation that, despite the stock of the corporation being publicly traded, trading of such stock may be restricted under federal securities laws.
- Section 501(c)(3): Section of the Internal Revenue Code describing charitable organizations exempt from federal income tax. See page 16.

- Fidelity Charitable Trustees' Initiative: the Trustees of Fidelity Charitable oversee the direct grantmaking from a general fund, in a program called the Fidelity Charitable Trustees' Initiative. Funds for the Fidelity Charitable Trustees' Initiative are separate from donor contributions and are intended to engage the Board of Trustees and the organization in direct philanthropy.



FIDELITY CHARITABLE  
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800-952-4438  
**FidelityCharitable.org**

Information concerning Fidelity Charitable, including financial or charitable purposes, may be obtained, without cost, by writing to its principal place of business at the following address: Fidelity Charitable, 200 Seaport Boulevard, Mail Zone Z3B, Boston, MA 02210, or by calling 800-952-4438. In addition, residents of the following states may obtain financial and/or licensing information from their states, as indicated. Registration with these states, or any other state, does not imply endorsement by the state. **Florida:** SC No. CH233. A COPY OF THE OFFICIAL REGISTRATION AND FINANCIAL INFORMATION MAY BE OBTAINED FROM THE DIVISION OF CONSUMER SERVICES BY CALLING TOLL FREE, FROM WITHIN THE STATE, 800-435-7352. REGISTRATION DOES NOT IMPLY ENDORSEMENT, APPROVAL, OR RECOMMENDATION BY THE STATE. **Kansas:** The annual financial report of Fidelity Charitable is on file with the Kansas Secretary of State. Kansas Registration #182-290-7. **Maryland:** For the cost of copies and postage, documentation and financial information submitted to the Secretary of State is available from the Secretary of State, Charitable Division, State House, Annapolis, MD 21401. **Michigan:** MICS No. 10757. **Mississippi:** The official registration and financial information of Fidelity Charitable may be obtained from the Mississippi Secretary of State's office by calling 888-236-6167. Registration by the Secretary of State does not imply endorsement by the Secretary of State. **New Jersey:** INFORMATION FILED WITH THE ATTORNEY GENERAL CONCERNING THIS CHARITABLE SOLICITATION AND THE PERCENTAGE OF CONTRIBUTIONS RECEIVED BY THE CHARITY DURING THE LAST REPORTING PERIOD THAT WERE DEDICATED TO THE CHARITABLE PURPOSE MAY BE OBTAINED FROM THE ATTORNEY GENERAL OF THE STATE OF NEW JERSEY BY CALLING 973-504-6215 AND IS AVAILABLE ON THE INTERNET AT <http://www.state.nj.us/lps/ca/charity/chardir.htm>. REGISTRATION WITH THE ATTORNEY GENERAL DOES NOT IMPLY ENDORSEMENT. **New York:** A copy of the most recent annual report is available from the Office of the Attorney General, Department of Law, Charities Bureau, 120 Broadway, New York, New York 10271. **North Carolina:** Financial information about this organization and a copy of its license are available from the State Solicitation Licensing Branch at 919-807-2214. The license is not an endorsement by the State. **Pennsylvania:** The official registration and financial information of Fidelity Charitable may be obtained from the Pennsylvania Department of State by calling toll free within Pennsylvania 800-732-0999. Registration does not imply endorsement. **Virginia:** A copy of the financial statement is available from the State Division of Consumer Affairs, P.O. Box 1163, Richmond, VA 23218. **Washington:** Financial information is available from the Secretary of State, Charities Division, Olympia, WA 98504, or call, in state, 800-332-4483. **West Virginia:** West Virginia residents may obtain a summary of the registration and financial documents from the Secretary of State, State Capitol, Charleston, WV 25305. Registration does not imply endorsement.

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

Fidelity Charitable® is the brand name for Fidelity® Charitable Gift Fund, an independent public charity with a donor-advised fund program. Various Fidelity companies provide services to Fidelity Charitable. Fidelity Charitable and Fidelity are registered service marks, and the Fidelity Charitable logo is a service mark, of FMR LLC, used by Fidelity Charitable under license.

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