

FIDELITY INSTITUTIONALSM

Health Care Sector Update

November 2020

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Key Messages:

Health Care Innovations Will Get Us Through This Public Health Crisis

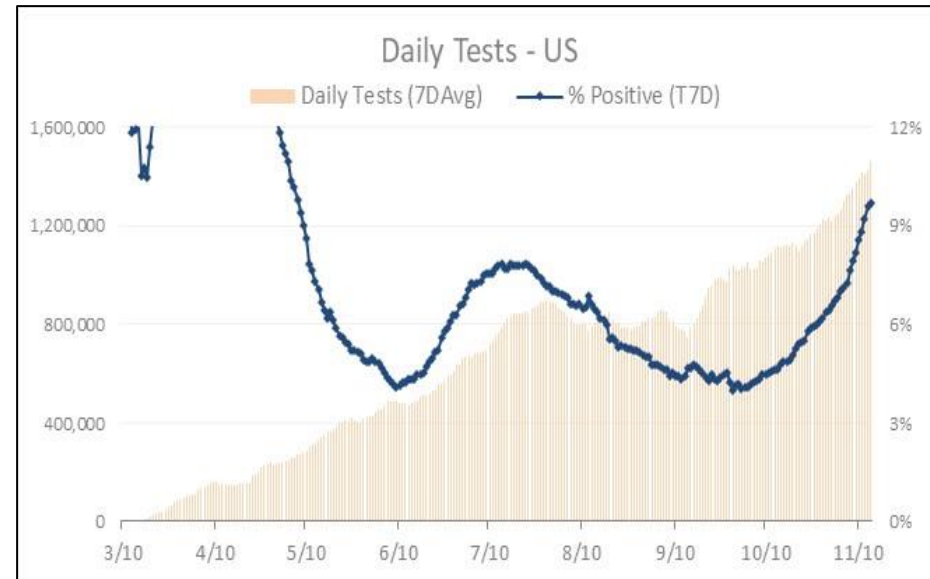
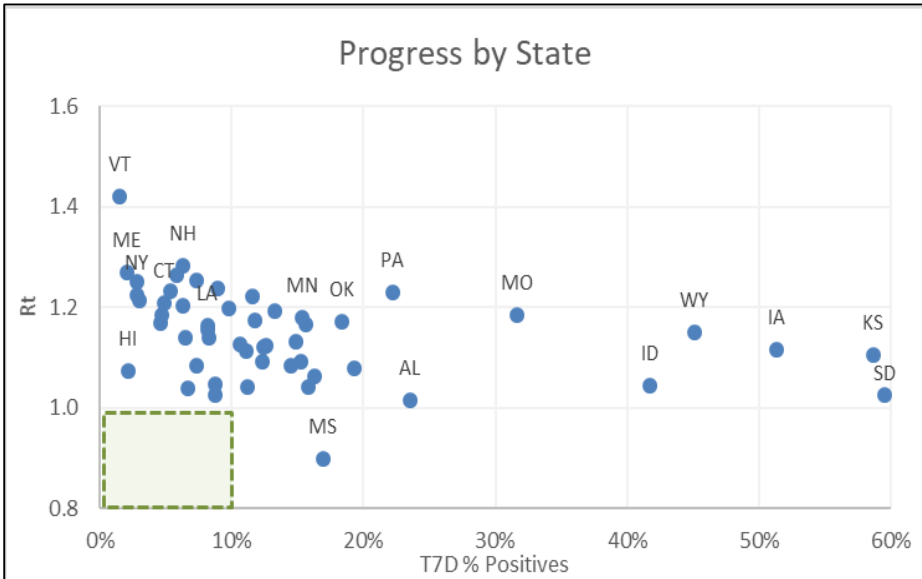
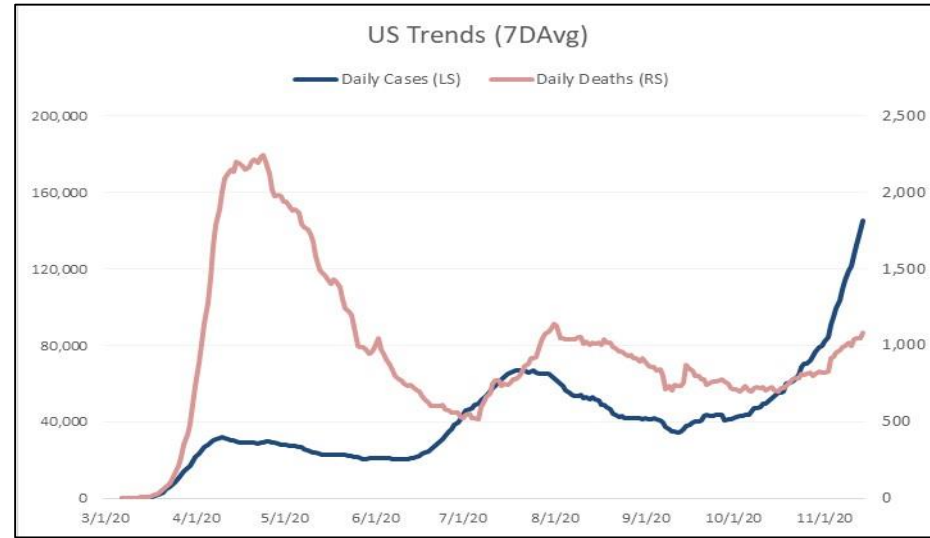
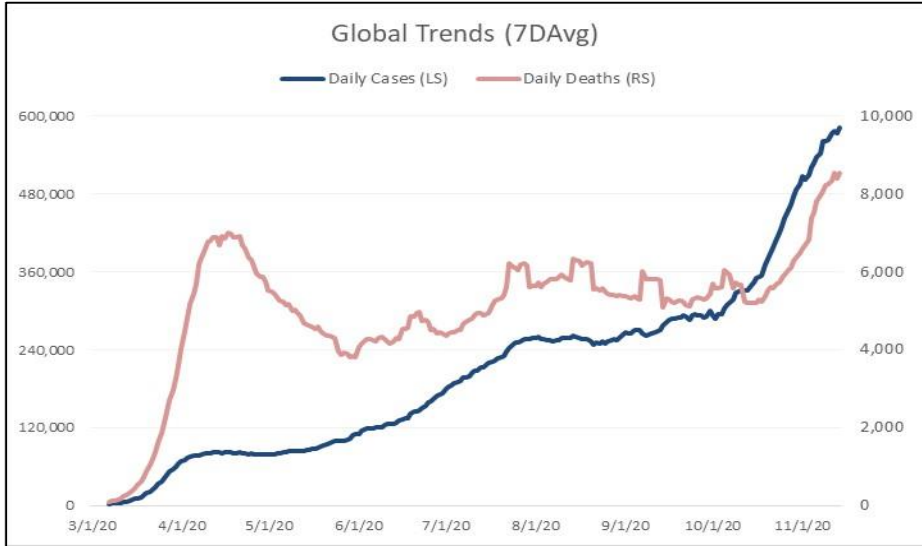
There could be substantial investments in public health infrastructure longer term... globally!

Health Care sector valuations appear attractive

Today's Agenda:

1. COVID-19 & Health Care Breakthroughs
2. Health care cost deflation? Early innings of structural change, huge winners/losers will emerge
3. Innovation is omnipresent across the sector
4. Active Management Has Worked in Health Care

Near Term COVID-19 Trends are Worrisome... Winter is Coming in the North

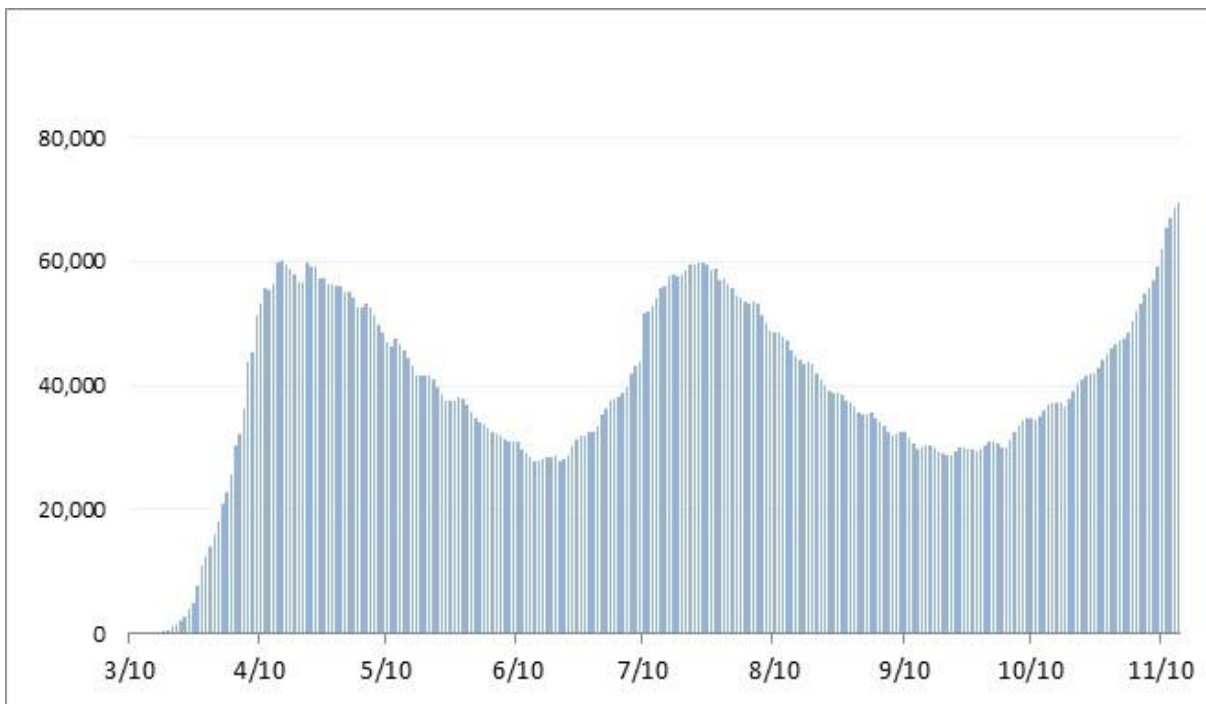


Sources: Johns Hopkins Coronavirus Resource Center, Covidtracking.com, rt.live as of Nov 10, 2020

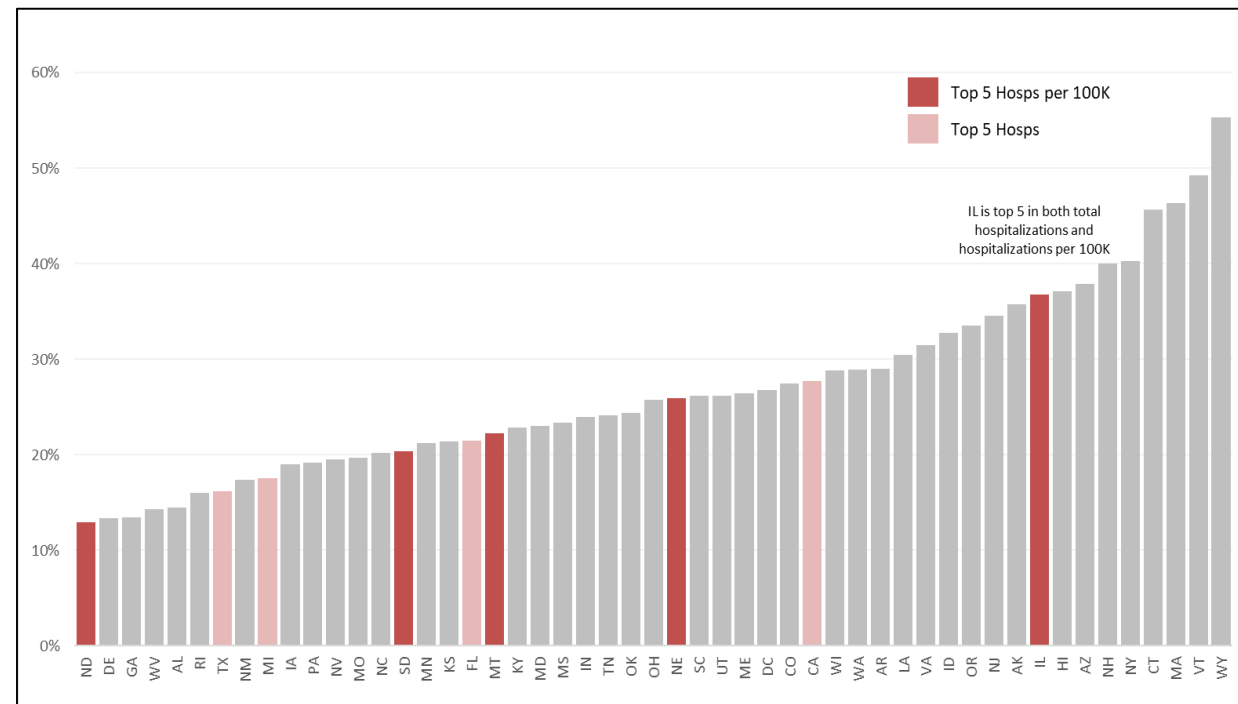


COVID-19 is Entering Its Toughest Phase, but the Light at the End of the Tunnel is Getting Brighter and Closer

Currently Hospitalized – U.S.






ICU Remaining Capacity by State



COVID-19: The World Should Emerge From the Pandemic in 2H2021/2022+

Health Care Innovations Will Get Us Through This Public Health Crisis
Post-pandemic could see substantial investments in public health infrastructure globally

| | | February 2020 | February 2021E |
|--------------------------|---|---------------|----------------|
| COVID Tests/Day |  | 0 | 1M+ |
| Therapeutic Doses |  | 0 | 10M+ |
| Vaccine Doses |  | 0 | 100M+ |

Election Update: A Mixed Government Could Be a Positive Scenario for HC Stocks

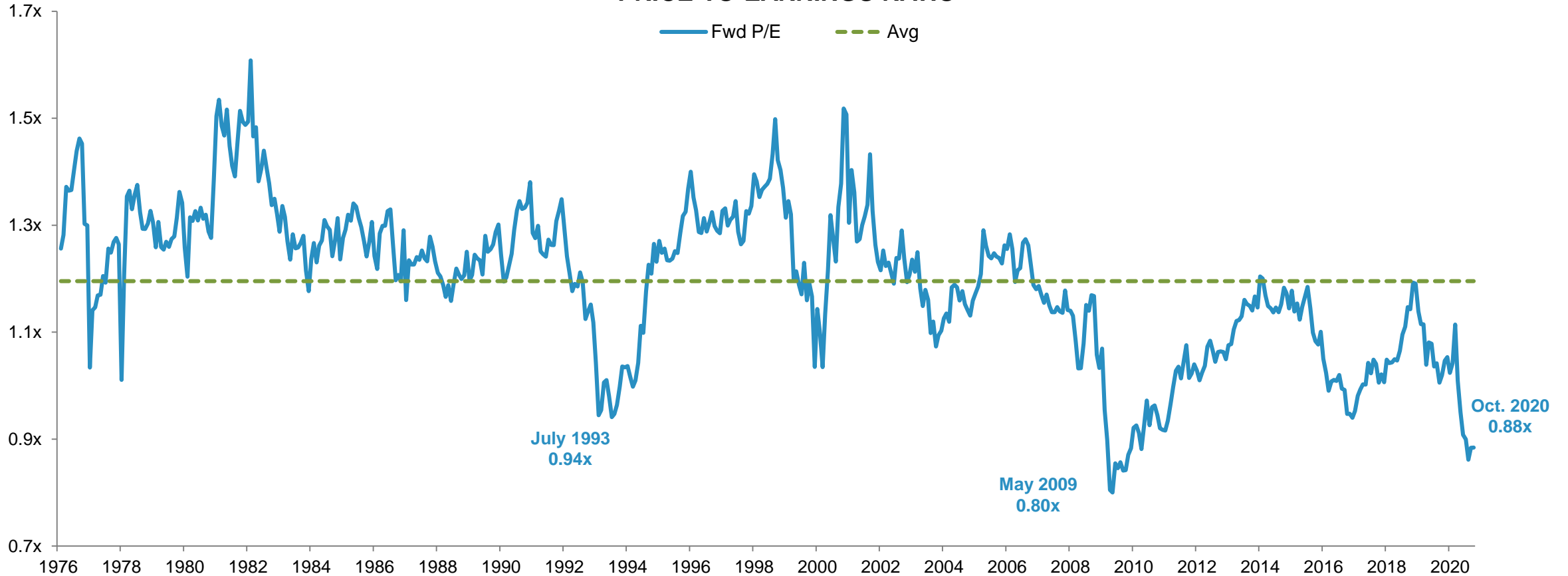
The outcome of the election should reduce tail risk to the sector over the intermediate term

| | | | |
|--|---|--|---|
| <p>White House (starting in January 2021)</p> |  | <p>President-elect: Vice President-elect:</p> | <p>Joe Biden Kamala Harris</p> |
| <p>Senate</p> |  | <p>Republican: Democrat: Independent: *Georgia run-offs:</p> | <p>50 46 2 (caucus with Dem.) 2</p> |
| <p>House of Representatives</p> |  | <p>Democrat: Republican: *Elections not yet called: 5</p> | <p>221 209</p> |

Sources: Real Clear Politics, Senate.gov
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Relative Valuation of the Health Care Sector

HEALTH CARE SECTOR RELATIVE FORWARD PRICE-TO-EARNINGS RATIO



Past performance is no guarantee of future results. It is not possible to invest directly in an index. All market indices are unmanaged. Index performance is not meant to represent that of any Fidelity mutual fund.

Broad Market P/E: Cap-Weighted Top 3,000 U.S. Stocks.

Source: Haver, as of 10/30/20.

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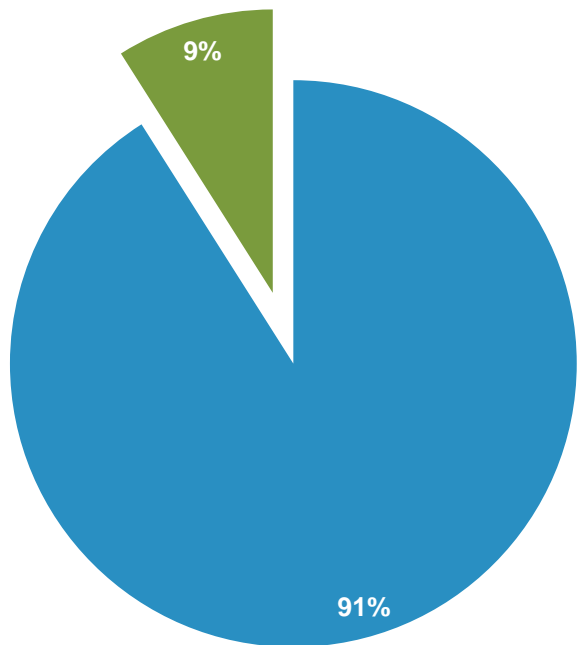


Health Care Transformation is Upon Us

The health care economy is not a great reflection of what is in the investable universe

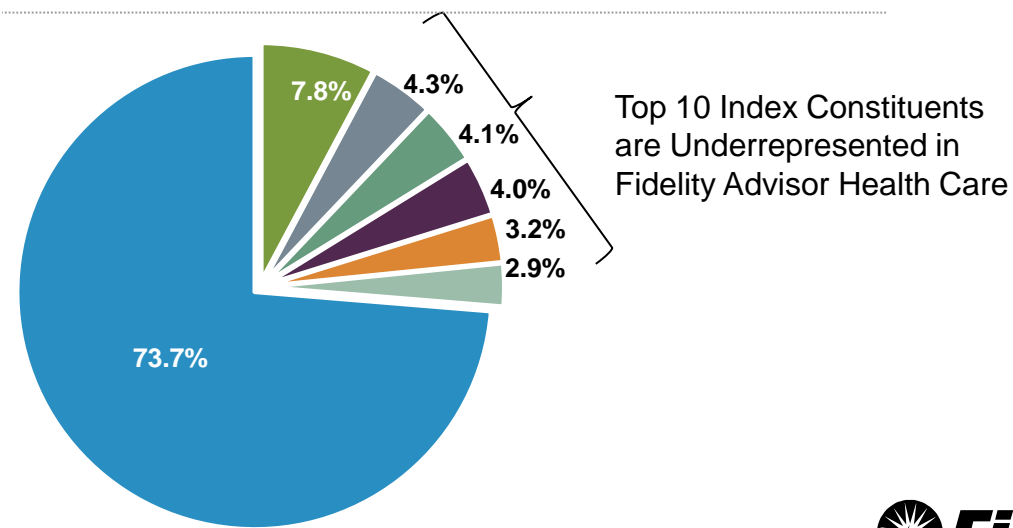
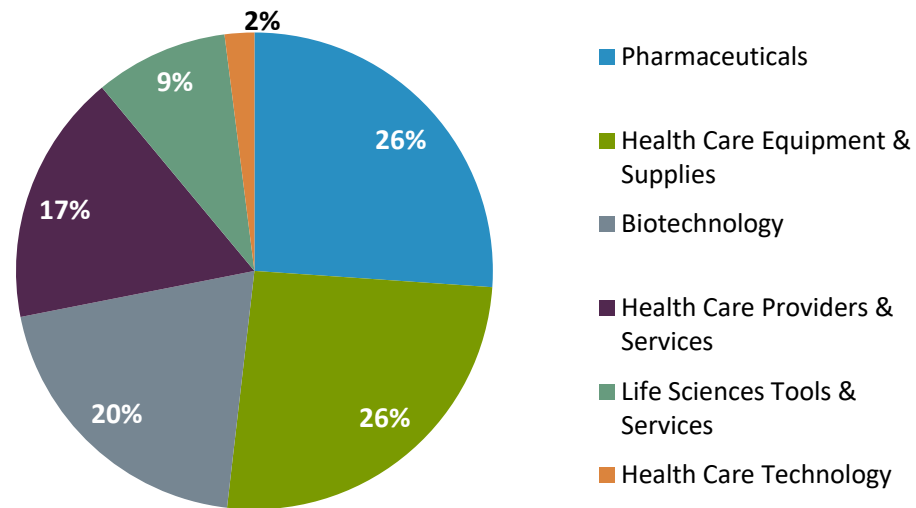
2019 MEDICARE SPENDING

■ Health Care Infrastructure ■ Prescription Drugs



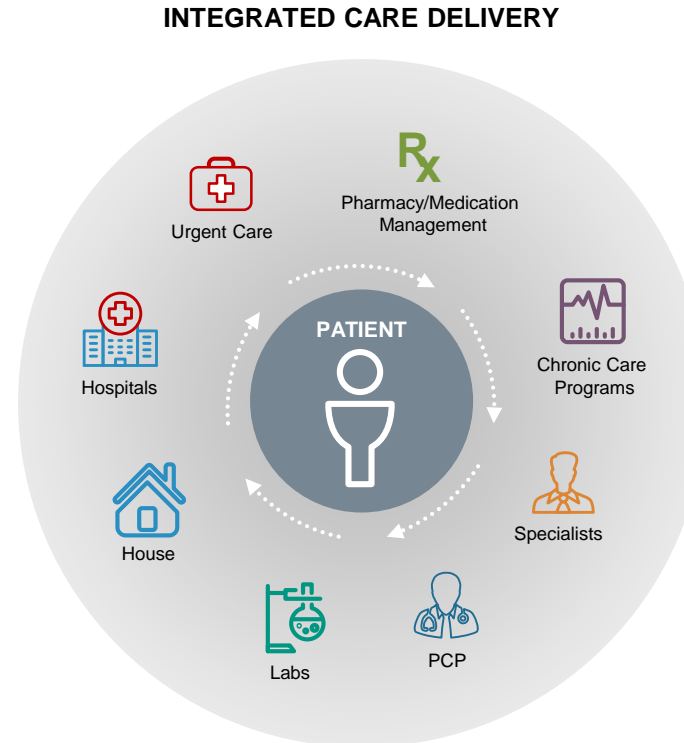
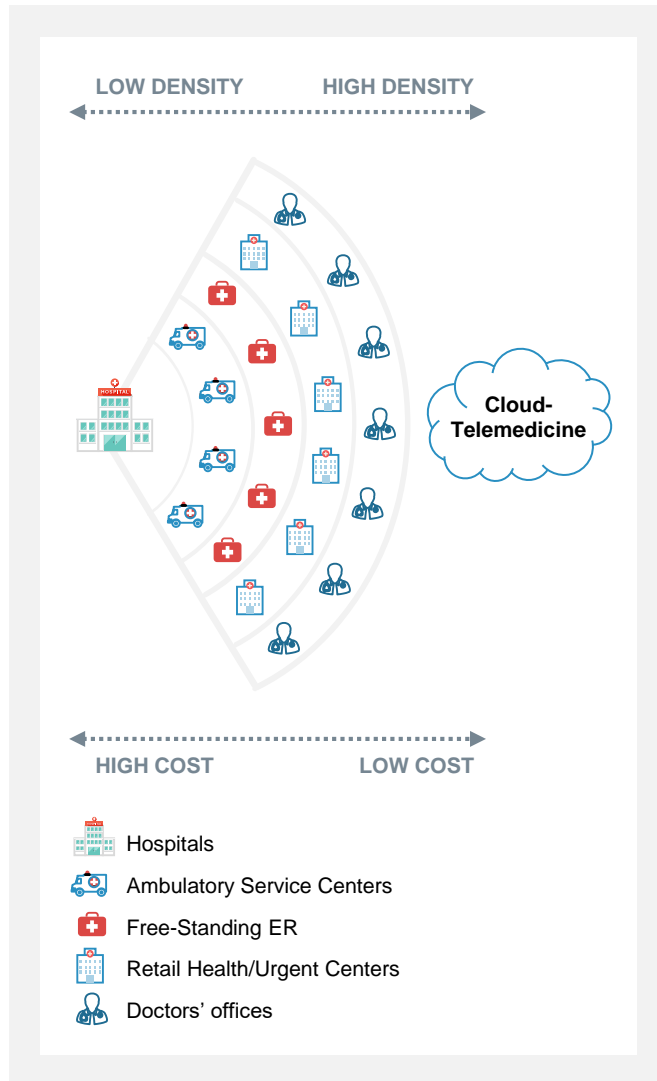
\$3.6T = 18% of Total U.S. GDP

MSCI US IMI HEALTH CARE 25/50 INDEX SECTOR BREAKDOWN



Past performance is no guarantee of future results. It is not possible to invest directly in an index. All market indices are unmanaged. Index performance is not meant to represent that of any Fidelity mutual fund. Source: (Left) Centers for Medicare and Medicaid Services. Figures are rounded. (Right) FactSet, as of 9/30/20.

The Future: Value-Based Medical Delivery and Payment

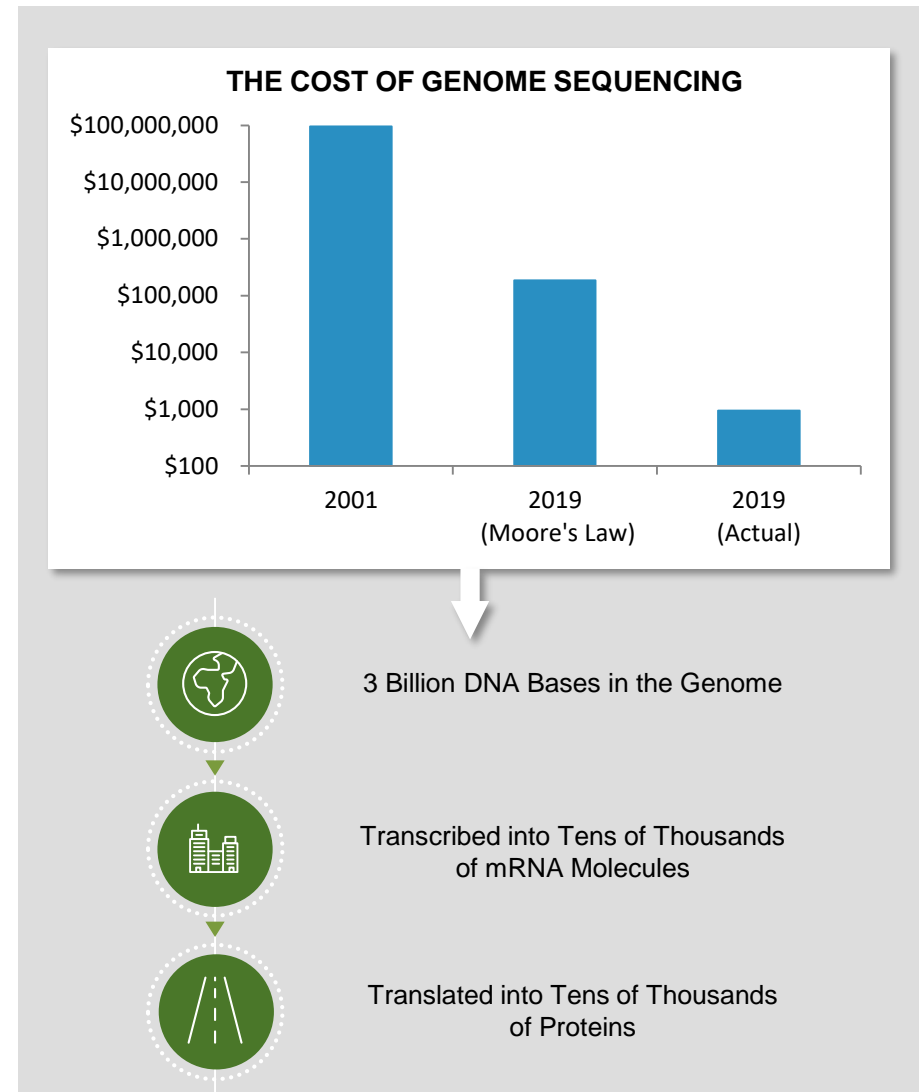
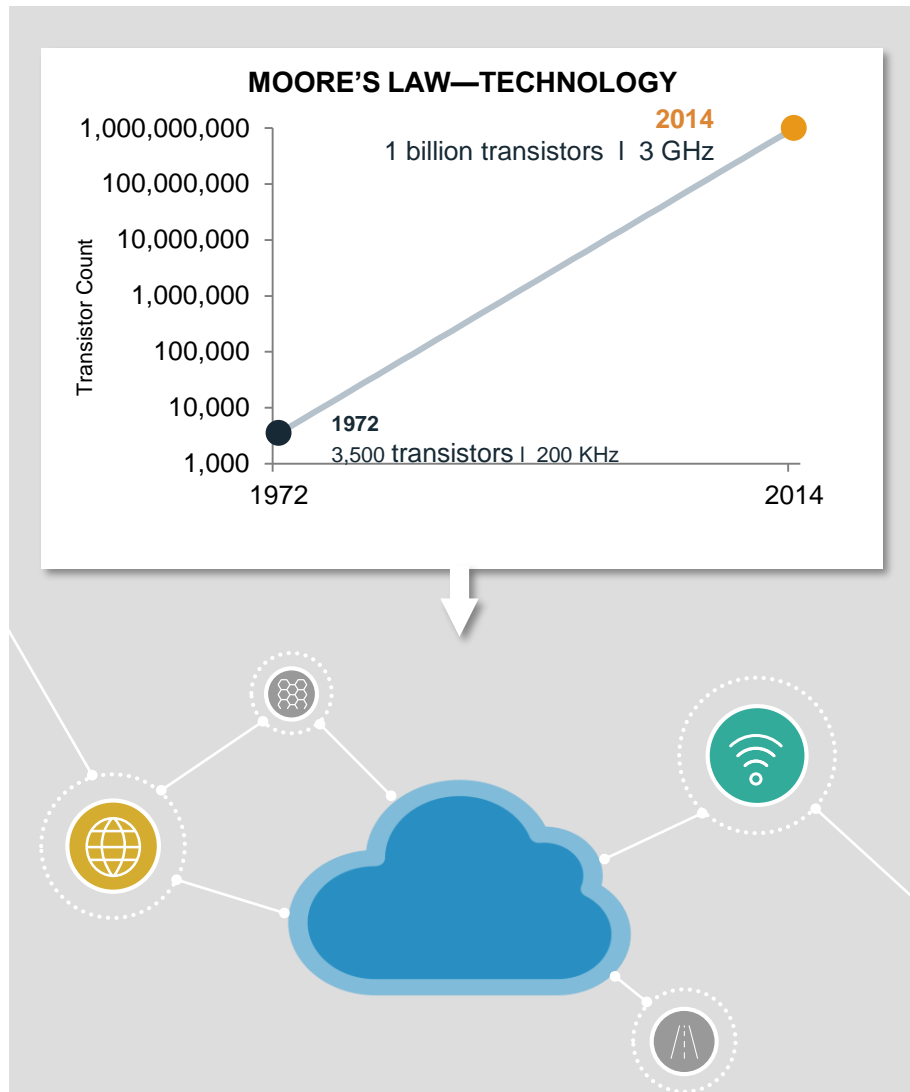


Simple. Personalized.
 Focused on holistic health.
 Right care at right time. Convenient access.
 Face-to-face. Aligned incentives.

Source: Blue Cross Blue Shield Texas, Humana.

The Pace of Health Care Innovation is Accelerating

20+ years of technology advancement is coming to disrupt health care and drive costs lower

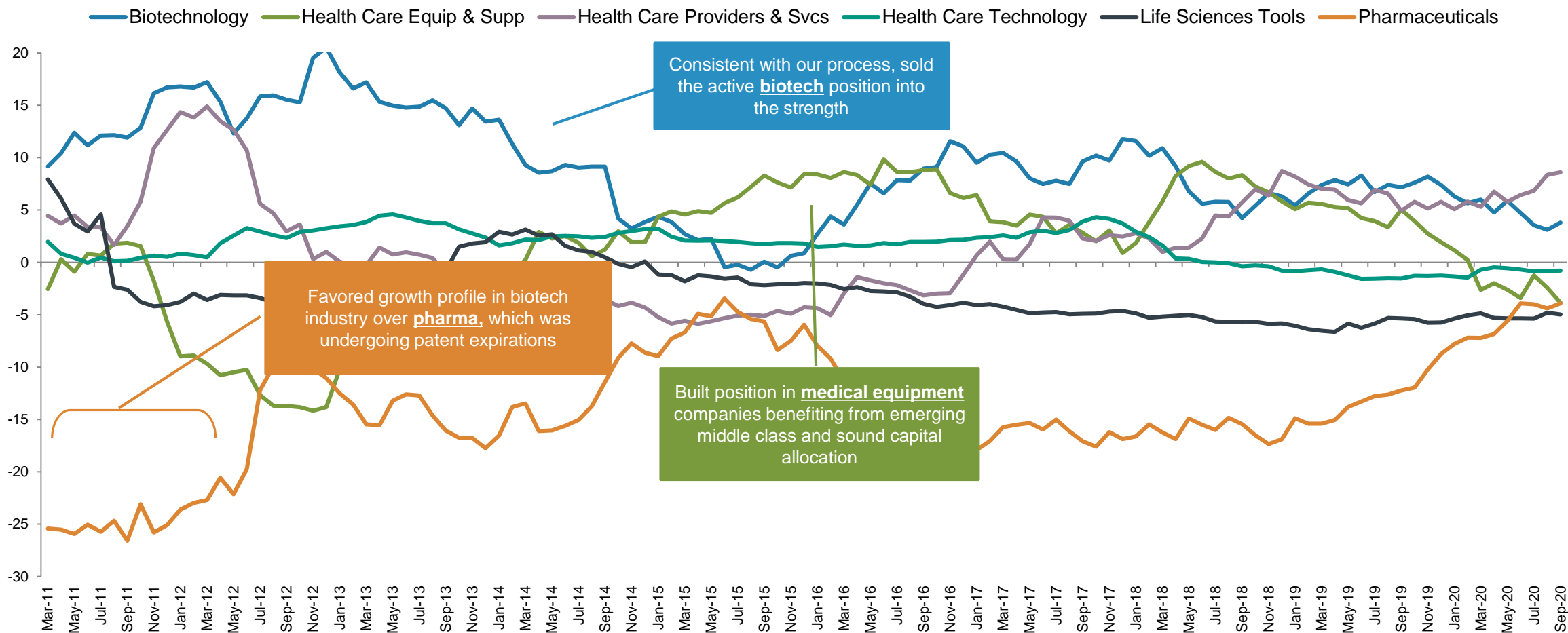


Source: Intel, National Human Genome Research Institute, and Fidelity, as of 7/31/19.

Actively Managing Industries May Add Value Over Time

While stock selection has offered the greatest chance for consistent returns, managing industries may contribute meaningful performance

RELATIVE INDUSTRY WEIGHTS (%)



Past performance is no guarantee of future results. You cannot invest directly in an index

The weights displayed are the relative sub-industry weights of the Fidelity Advisor Health Care Fund versus the MSCI US IMI Health Care 25/50 Index.

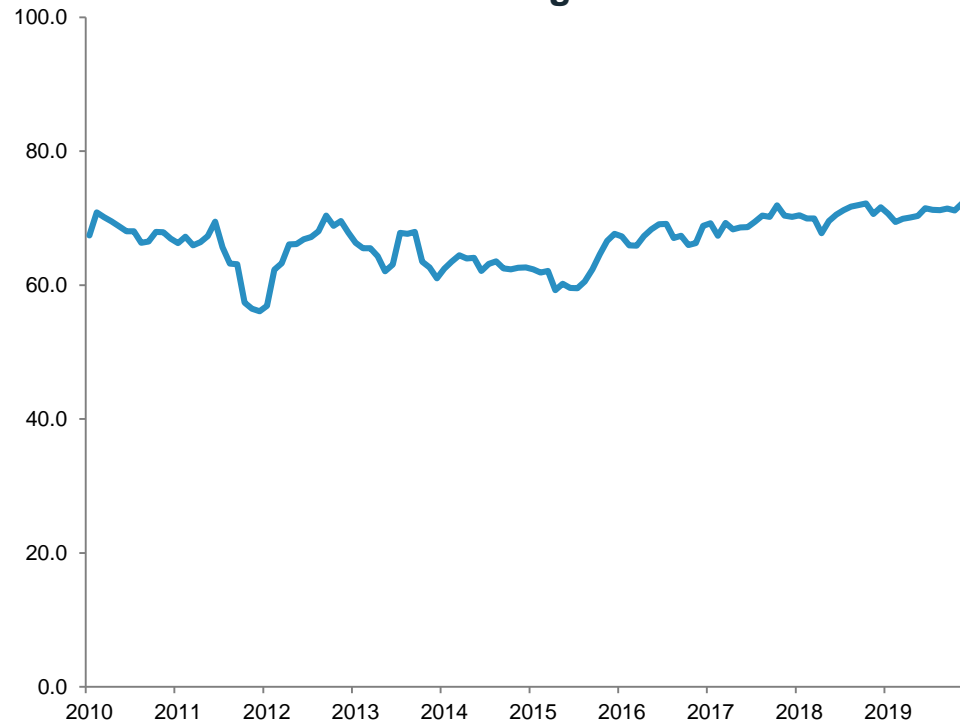
Source: Fidelity Investments, as of 9/30/20.

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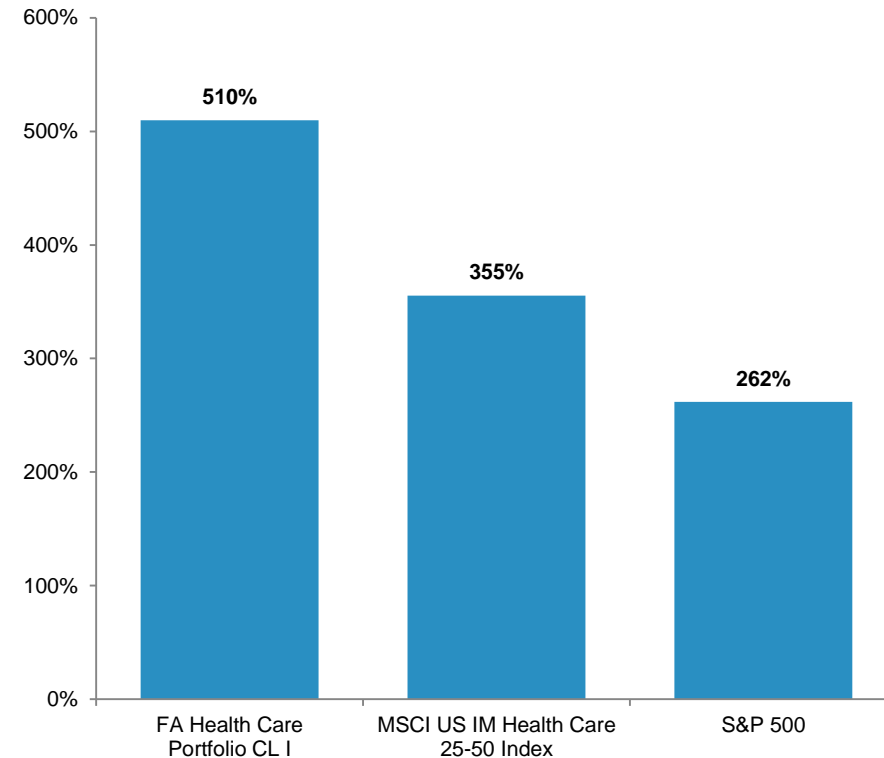


Active Management Has Worked In Health Care

**ACTIVE SHARE OF ADVISOR HEALTH CARE
RELATIVE TO BENCHMARK
Trailing 10 Years**



**FA HEALTH CARE VS. BENCHMARK:
OCT 2008 – OCT 2020**



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* Batting average: % of months in which the fund outperformed the index.

See performance slide for standard fund performance information. Fidelity Advisor Health Care Portfolio used. Industry selection represented by GICS sub-industry selection. Industry and Security selection represents the proportion of excess return from each multiplied by the fund's excess return.

Source: Fidelity Investments, Left chart as of 9/30/20; right chart as of 10/31/20

Performance

As of September 30, 2020

| Average Annual Total Returns (%) | Cumulative YTD | 1-Year | 3-Year | 5-Year | 10-Year | Since Inception ¹ |
|--|----------------|--------|--------|--------|---------|------------------------------|
| FA Health Care Fund—CL A (NAV) | 11.08 | 34.69 | 14.68 | 13.08 | 18.20 | 12.25 |
| FA Health Care Fund—CL A (POP) | 4.69 | 26.94 | 12.44 | 11.74 | 17.51 | 11.97 |
| FA Health Care Fund—CL I | 11.30 | 35.05 | 14.98 | 13.37 | 18.53 | 12.57 |
| MSCI US IMI Health Care 25/50 Index | 7.42 | 23.39 | 12.03 | 12.46 | 15.99 | -- |
| S&P 500 Index | 5.57 | 15.15 | 12.28 | 14.15 | 13.74 | -- |
| Morningstar US Fund Health Category Average (# of Funds Count) | 11.22 | 31.92 | 11.33 | 10.93 | 15.44 | -- |
| Morningstar US Fund Health % Rank in Category—CL A | -- | 32 | 17 | 19 | 21 | -- |
| Morningstar US Fund Health % Rank in Category—CL I | -- | 31 | 15 | 18 | 19 | -- |
| Gross Expense Ratio—CL A (as of 9/29/20) | 1.01% | | | | | |
| Gross Expense Ratio—CL I (as of 9/29/20) | 0.74% | | | | | |

Past performance is no guarantee of future results.

Stock markets, especially foreign markets, are volatile and can decline significantly in response to adverse issuer, political, regulatory, market, or economic developments.

Sector funds can be more volatile because of their narrow concentration in a specific industry. The health care industries are subject to government regulation and reimbursement rates, as well as government approval of products and services, which could have a significant effect on price and availability, and can be significantly affected by rapid obsolescence and patent expirations. Foreign securities are subject to interest rate, currency exchange rate, economic, and political risks. The fund may have additional volatility because it can invest a significant portion of assets in securities of a small number of individual issuers.

¹ Inception date is 9/3/96.

Morningstar Averages represent the average return of all funds within their respective mutual fund investment category. The number of funds in each category periodically changes. Each Morningstar Average reflects the performance (excluding sales charges) of mutual funds with similar objectives. The ranks for FA Health Care Fund were based on the Morningstar US Fund Health Category Average. Morningstar Total Percentile Rank is calculated using Morningstar's total return database. The calculation of total return is determined each month by taking the change in monthly net asset value, reinvesting all income and capital gains distributions during that month, and dividing by the starting NAV. Reinvestments are made using the actual reinvestment NAV, and daily payoffs are reinvested monthly. Multiple share classes of a fund have a common portfolio but impose different expense structures.

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your shares. Current performance may be higher or lower than that quoted. To learn more or to obtain the most recent month-end or other share-class performance, visit fidelity.com, institutional.fidelity.com, or 401k.com.

It is not possible to invest directly in an index. All market indices are unmanaged. Index performance is not meant to represent that of any Fidelity mutual fund.

Gross Expense Ratio/Expense Ratio before reductions is the total annual class operating expense ratio from the most recent prospectus and generally is based on amounts incurred during the most recent fiscal year.

Class A shares have a maximum front-end sales charge of 5.75% and a 12b-1 fee. POP (public offering price) returns include the effects of each class' maximum sales charge, if any. NAV (net asset value) returns do not.

Class I is available only to eligible investors as described in the fund's prospectus.

Source: Fidelity Investments and Morningstar.



Performance

As of October 31, 2020

| Average Annual Total Returns (%) | Cumulative YTD | 1-Year | 3-Year | 5-Year | 10-Year | Since Inception ¹ |
|--|----------------|--------|--------|--------|---------|------------------------------|
| FA Health Care Fund—CL A (NAV) | 9.02 | 24.08 | 14.57 | 11.50 | 17.63 | 12.12 |
| FA Health Care Fund—CL A (POP) | 2.75 | 16.94 | 12.33 | 10.19 | 16.93 | 11.84 |
| FA Health Care Fund—CL I | 9.26 | 24.40 | 14.88 | 11.80 | 17.94 | 12.44 |
| MSCI US IMI Health Care 25/50 Index | 4.37 | 14.40 | 11.25 | 10.35 | 15.43 | -- |
| S&P 500 Index | 2.77 | 9.71 | 10.42 | 11.71 | 13.01 | -- |
| Morningstar US Fund Health Category Average (# of Funds Count) | 9.31 | 22.92 | 11.48 | 9.21 | 14.90 | -- |
| Morningstar US Fund Health % Rank in Category—CL A | -- | (155) | (133) | (125) | (103) | -- |
| Morningstar US Fund Health % Rank in Category—CL I | -- | 38 | 18 | 21 | 21 | -- |
| Gross Expense Ratio—CL A (as of 9/29/20) | 1.01% | | | | | |
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Source: Fidelity Investments and Morningstar.



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