

# Fidelity European Values PLC

Half-Yearly Report

For the 6 months ended 30 June 2011



Managed by



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# Investment Objective and Performance Summary

The investment objective of the Company is to achieve long term capital growth from the stockmarkets of continental Europe.

## Performance – total returns (includes reinvested income) (%)

	Six months to 30 June 2011	From launch 5 November 1991
Net asset value (NAV) per share	+10.8	+1,613.7
Share price	+14.8	+1,386.5
FTSE World Europe (ex UK) Index	+8.4	+522.7

## Standardised performance – total returns (includes reinvested income) (%)

	30/06/06 to 30/06/07	30/06/07 to 30/06/08	30/06/08 to 30/06/09	30/06/09 to 30/06/10	30/06/10 to 30/06/11
Net asset value per share	+24.8	-3.0	-24.2	+14.9	+30.5
Share price	+24.1	-5.2	-25.8	+7.0	+37.0
FTSE World Europe (ex UK) Index	+25.1	-9.5	-20.8	+15.1	+28.6

Sources: Fidelity and Datastream

Past performance is not a guide to future returns

# Summary of Results

	30 June 2011	31 December 2010	% change
<b>Assets</b>			
Total assets employed <sup>1</sup>	£766.1m	£716.4m	+6.9
Shareholders' funds	£700.6m	£660.5m	+6.1
Borrowings as % of shareholders' funds	9.4	8.4	
Borrowings less cash as % of shareholders' funds <sup>2</sup>	9.2	4.6	
NAV per share	1,461.98p	1,335.78p	+9.4

## Stockmarket data

FTSE World Europe (ex UK) Index		404.69	382.26	+5.9
Share price <sup>3</sup>	period end	1,260.00p	1,113.00p	+13.2
	high	1,287.00p	1,163.00p	
	low	1,071.00p	916.00p	
Discount <sup>3</sup>	period end	13.8%	16.7%	
	high	17.1%	17.9%	
	low	10.3%	7.7%	

**Results** for the six months to 30 June  
– see pages 8 and 9

	2011	2010
Revenue return per ordinary share	24.73p	17.38p
Capital return/(loss) per ordinary share	111.40p	(133.82p)
Total return/(loss) per ordinary share	136.13p	(116.44p)

**Total returns** (includes reinvested income)  
for the six months to 30 June

	2011	2010
NAV per share	+10.8%	–9.1%
Share price	+14.8%	–17.2%
FTSE World Europe (ex UK) Index	+8.4%	–11.5%

<sup>1</sup> Total assets less current liabilities, excluding fixed term loan liabilities

<sup>2</sup> Cash includes cash held at bank and for the prior year investment in cash funds

<sup>3</sup> The high and low figures relate to the six month period to 30 June 2011 and the year to 31 December 2010

Sources: Fidelity and Datastream

Past performance is not a guide to future returns

## PERFORMANCE

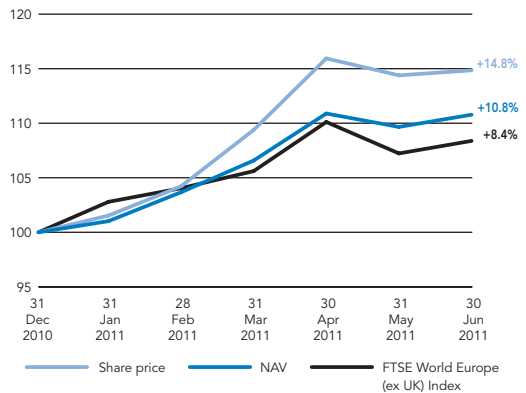
During the first six months of the year the net asset value rose by 10.8% to 1,461.98p per share, compared to a rise of 8.4% for the FTSE World Europe (ex UK) Index. The share price increased by 14.8% to 1,260.00p, the discount having narrowed during the six month period. (All figures in sterling terms and on a total return basis.)

## MARKET REVIEW

European equities advanced over the period despite sporadic volatility. Healthy corporate earnings growth and robust balance sheets were the key factors supporting the market. Nevertheless, serious worries over the sovereign debt crisis in peripheral Europe and concerns about the next phase of global growth persisted. Fears about unexpected losses from the Japanese earthquake and the geopolitical unrest in the Middle East and North Africa also dampened sentiment. Cyclical and defensive segments generated mixed performance; healthcare and consumer discretionary advanced strongly, while technology, utilities and industrials lagged.

A clear divergence could be seen between the stronger core economies such as Germany, which benefited from a weaker euro and healthy consumption in Asia, and peripheral countries, which were encumbered by debt issues. As a result, companies in Germany and France were some of the best performers. Among peripheral nations, Greek stocks suffered due to concerns about a debt default; however, some companies in Ireland, Spain and Italy performed relatively well.

## TOTAL RETURNS PERFORMANCE FOR THE SIX MONTHS TO 30 JUNE 2011



Sources: Fidelity and Datastream  
Past performance is not a guide to future returns

## PORTFOLIO MANAGER'S REPORT

Performance over the period has been driven by a number of overweight stock positions. German fashion retailer, Hugo Boss, was the stand out performer as it continues to enjoy a strong re-rating on the back of encouraging earnings updates. Dialysis manufacturer and supplier, Fresenius Medical Care, also contributed to performance following encouraging guidance, while a position in the Dutch financial company ING Groep rose after it announced encouraging fourth quarter earnings and an improving capital position. Conversely, an off-benchmark position in mining company Vale fell despite solid earnings as investors worried about the outlook for commodity prices. Dutch mobile telecom operator KPN also detracted from returns. KPN retreated after it cut its 2011 profit forecast, citing weak domestic revenues in the face of intense competition.

# Half-Yearly Report

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## PRINCIPAL RISKS AND UNCERTAINTIES

The Board believes that the principal risks and uncertainties faced by the Company continue to fall into the following categories: market risks; performance risk; investment management and income risks; share price, NAV and discount volatility risk; gearing risk; and control systems, regulation, governance including shareholder relations risks. Information on each of these is given in the Business Review section of the Annual Report for the year ended 31 December 2010.

## GOING CONCERN

The Board receives regular reports from the Manager and the Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements as outlined in the Annual Report for the year ended 31 December 2010. The next continuation vote will be put to shareholders at the 2013 Annual General Meeting.

## DISCOUNT MANAGEMENT AND GEARING

The Board continued to adopt an active policy in relation to discount management and gearing.

A further 1,531,587 ordinary shares were repurchased for cancellation in the six month period to 30 June 2011. The purpose has been to control the level of discount and reduce share price volatility, in the interests of shareholders. The discount has been brought in from 16.7% at the start

of the period to 13.8% at 30 June 2011. Share repurchases at a discount also result in an enhancement of the NAV per share, which over the six month period amounted to 6.16p per share.

The level of net gearing was increased during the period from 4.6% to 9.2%, with a draw down from the revolving credit facility. This reflects the broadly positive view of the Manager towards opportunities in European equities, fully supported by the Board.

## OUTLOOK

There remain many unanswered questions regarding the outlook for the global economy and, therefore, equities over the coming months. Will the United States continue with quantitative easing when the current round comes to an end? Will China, and other emerging economies, experience "hard landings" as a result of their tightening of monetary policy to combat inflationary pressures? Will the EU be able to navigate its way out of the sovereign debt problem without setting off a worrying trend of contagion which may imperil the "too big to fail" sovereigns of Italy and Spain?

The handling of these various 'crises' is becoming increasingly political and therefore, also, increasingly difficult to predict. Solutions may well be messy and time-consuming but if solutions are found, European equities appear inexpensive relative to historic norms and other asset classes on a 10 times forward Price Earnings Ratio and a 4% forward dividend yield (with expectations of double-digit dividend growth).

European companies are, generally, in much better shape than European economies and your Company remains focused on attractively valued stocks which will be able to sustain dividend growth in different economic scenarios. These sorts of companies will, in the Manager's view, continue to make progress, in terms of total return, despite a choppy economic and political back-drop.

By order of the Board  
FIL Investments International  
27 July 2011

# Responsibility Statement

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The Directors confirm to the best of their knowledge that:

- a) the condensed set of financial statements contained within the Half-Yearly financial report has been prepared in accordance with the UK Accounting Standards Board's Statement 'Half-Yearly Financial Reports';
- b) the Half-Yearly report narrative on pages 3 to 5 (constituting the interim management report) includes a fair review of the information required by Rule 4.2.7R of the FSA's Disclosure and Transparency Rules and their impact on the condensed set of financial statements and a description of the principal risks and uncertainties for the remaining six months of the financial year; and
- c) in accordance with Disclosure and Transparency Rule 4.2.8R there have been no related parties transactions during the six months to 30 June 2011 and therefore nothing to report on any material effect by such a transaction on the financial position or the performance of the Company during that period; and there have been no changes in this position since the last Annual Report that could have a material effect on the financial position or performance of the Company in the first six months of the current financial year.

The Half-Yearly financial report has not been audited or reviewed by the Company's Independent Auditor.

The Half-Yearly financial report was approved by the Board on 27 July 2011 and the above responsibility statement was signed on its behalf by Humphrey van der Klugt, Chairman.



## Twenty Largest Investments as at 30 June 2011

Holding	Fair Value	
	£'000	% <sup>1</sup>
<b>Nestle</b> Packaged food	44,723	5.8
<b>Sanofi-Aventis</b> Pharmaceuticals	26,508	3.5
<b>BNP Paribas</b> Financial services	24,652	3.2
<b>Novo Nordisk</b> Healthcare services	24,510	3.2
<b>SAP</b> Software solutions and consultancy	23,339	3.0
<b>Schneider Electric</b> Electricity distribution and automation management	23,305	3.0
<b>Siemens</b> Electronic and electrical engineering	20,081	2.6
<b>Saipem</b> Oil and gas	19,763	2.6
<b>UBS</b> Financial services	18,746	2.4
<b>Societe Generale</b> Financial services	18,692	2.4
<b>Umicore</b> Materials technology	18,449	2.4
<b>Fresenius Medical Care</b> Healthcare services	18,448	2.4
<b>Royal Dutch Shell</b> Oil and gas	18,431	2.4
<b>Zurich Financial Services</b> Financial services	17,170	2.3
<b>Vale</b> Mining	16,208	2.1
<b>BASF</b> Chemicals	15,846	2.1
<b>Schindler Holding</b> Escalators, elevators and moving walks	15,287	2.0
<b>Linde</b> Gases and engineering	15,179	2.0
<b>Storebrand</b> Insurance	15,062	2.0
<b>Swedish Match</b> Smokeless tobacco products	14,778	2.0
<b>Twenty Largest Investments</b>	<b>409,177</b>	<b>53.4</b>

<sup>1</sup> % of total assets less current liabilities, excluding fixed term loan liabilities

# Income Statement

		for the six months ended 30.06.11		
		unaudited		
	Notes	revenue £'000	capital £'000	total £'000
Gains/(losses) on investments designated at fair value through profit or loss		–	57,817	57,817
Income	2	17,754	–	17,754
Investment management fee		(2,920)	–	(2,920)
Other expenses		(371)	–	(371)
Exchange gains/(losses) on other net assets		53	(461)	(408)
Exchange (losses)/gains on loans		–	(3,093)	(3,093)
<b>Net return/(loss) before finance costs and taxation</b>		<b>14,516</b>	<b>54,263</b>	<b>68,779</b>
Finance costs		(1,284)	–	(1,284)
<b>Net return/(loss) on ordinary activities before taxation</b>		<b>13,232</b>	<b>54,263</b>	<b>67,495</b>
Taxation on return/(loss) on ordinary activities	3	(1,193)	(36)	(1,229)
<b>Net return/(loss) on ordinary activities after taxation for the period</b>		<b>12,039</b>	<b>54,227</b>	<b>66,266</b>
<b>Return/(loss) per ordinary share</b>	4	<b>24.73p</b>	<b>111.40p</b>	<b>136.13p</b>

A Statement of Total Recognised Gains and Losses has not been prepared as there are no gains and losses other than those reported in this Income Statement.

The total column of the Income Statement is the profit and loss account of the Company.

All revenue and capital items in the above statement derive from continuing operations.

No operations were acquired or discontinued in the period.

These financial statements have been prepared in accordance with the AIC Statement of Recommended Practice ("SORP") issued in January 2009.

for the year ended 31.12.10			for the six months ended 30.06.10		
audited			unaudited		
revenue £'000	capital £'000	total £'000	revenue £'000	capital £'000	total £'000
–	33,621	33,621	–	(67,171)	(67,171)
18,883	–	18,883	15,123	–	15,123
(5,036)	–	(5,036)	(2,384)	–	(2,384)
(664)	–	(664)	(333)	–	(333)
65	(4,808)	(4,743)	85	(6,429)	(6,344)
–	4,153	4,153	–	6,502	6,502
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
13,248	32,966	46,214	12,491	(67,098)	(54,607)
(3,025)	–	(3,025)	(1,760)	–	(1,760)
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10,223	32,966	43,189	10,731	(67,098)	(56,367)
(2,262)	(60)	(2,322)	(2,012)	(39)	(2,051)
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
7,961	32,906	40,867	8,719	(67,137)	(58,418)
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15.95p	65.91p	81.86p	17.38p	(133.82p)	(116.44p)
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## Reconciliation of Movements in Shareholders' Funds

	Note	share capital £'000	share premium account £'000
<b>Opening shareholders' funds: 1 January 2010</b>		12,779	58,615
Net recognised capital loss on ordinary activities before taxation for the period		–	–
Taxation charged to capital		–	–
Repurchase of ordinary shares		(304)	–
Net revenue return on ordinary activities after taxation for the period		–	–
Dividend paid to ordinary shareholders	5	–	–
		<hr/>	<hr/>
<b>Closing shareholders' funds: 30 June 2010</b>		12,475	58,615
		<hr/>	<hr/>
<b>Opening shareholders' funds: 1 January 2010</b>		12,779	58,615
Net recognised capital return on ordinary activities before taxation for the year		–	–
Taxation charged to capital		–	–
Repurchase of ordinary shares		(417)	–
Net revenue return on ordinary activities after taxation for the year		–	–
Dividend paid to ordinary shareholders	5	–	–
		<hr/>	<hr/>
<b>Closing shareholders' funds: 31 December 2010</b>		12,362	58,615
Net recognised capital return on ordinary activities before taxation for the period		–	–
Taxation charged to capital		–	–
Repurchase of ordinary shares		(383)	–
Net revenue return on ordinary activities after taxation for the period		–	–
Dividend paid to ordinary shareholders	5	–	–
		<hr/>	<hr/>
<b>Closing shareholders' funds: 30 June 2011</b>		11,979	58,615
		<hr/>	<hr/>

capital redemption reserve £'000	capital reserve £'000	revenue reserve £'000	total equity £'000
3,046	558,047	16,448	648,935
-	(67,098)	-	(67,098)
-	(39)	-	(39)
304	(13,274)	-	(13,274)
-	-	8,719	8,719
-	-	(11,292)	(11,292)
<u>3,350</u>	<u>477,636</u>	<u>13,875</u>	<u>565,951</u>
3,046	558,047	16,448	648,935
-	32,966	-	32,966
-	(60)	-	(60)
417	(17,968)	-	(17,968)
-	-	7,961	7,961
-	-	(11,292)	(11,292)
<u>3,463</u>	<u>572,985</u>	<u>13,117</u>	<u>660,542</u>
-	54,263	-	54,263
-	(36)	-	(36)
383	(18,511)	-	(18,511)
-	-	12,039	12,039
-	-	(7,740)	(7,740)
<u>3,846</u>	<u>608,701</u>	<u>17,416</u>	<u>700,557</u>

# Balance Sheet

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
<b>Fixed assets</b>			
Investments designated at fair value through profit or loss	766,655	693,547	565,509
<b>Current assets</b>			
Debtors	6,004	2,106	5,474
Fidelity Institutional Liquidity Fund plc	–	21,533	42,562
Cash at bank	750	3,976	11,652
	<u>6,754</u>	<u>27,615</u>	<u>59,688</u>
<b>Creditors – amounts falling due within one year</b>			
Bank loans	6 (65,532)	(55,812)	(53,464)
Other creditors	(7,320)	(4,808)	(5,782)
	<u>(72,852)</u>	<u>(60,620)</u>	<u>(59,246)</u>
<b>Net current (liabilities)/assets</b>	<u>(66,098)</u>	<u>(33,005)</u>	<u>442</u>
<b>Total net assets</b>	<u>700,557</u>	<u>660,542</u>	<u>565,951</u>
<b>Capital and reserves</b>			
Share capital	11,979	12,362	12,475
Share premium account	58,615	58,615	58,615
Capital redemption reserve	3,846	3,463	3,350
Capital reserve	608,701	572,985	477,636
Revenue reserve	17,416	13,117	13,875
	<u>700,557</u>	<u>660,542</u>	<u>565,951</u>
<b>Total equity shareholders' funds</b>	<u>700,557</u>	<u>660,542</u>	<u>565,951</u>
<b>Net asset value per ordinary share</b>	7 <u>1,461.98p</u>	<u>1,335.78p</u>	<u>1,134.18p</u>

# Cash Flow Statement

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
<b>Operating activities</b>			
Investment income received	12,771	14,713	11,755
Deposit interest received	10	188	75
Investment management fee paid	(2,820)	(4,958)	(2,572)
Directors' fees paid	(49)	(112)	(53)
Other cash payments	(268)	(735)	(379)
<b>Net cash inflow from operating activities</b>	<u>9,644</u>	<u>9,096</u>	<u>8,826</u>
<b>Servicing of finance</b>			
Interest paid on bank loans	(622)	(3,054)	(1,803)
<b>Net cash outflow from servicing of finance</b>	<u>(622)</u>	<u>(3,054)</u>	<u>(1,803)</u>
<b>Overseas taxation recovered</b>	<u>1,524</u>	<u>1,485</u>	<u>139</u>
<b>Financial investment</b>			
Purchase of investments	(217,184)	(555,131)	(229,385)
Disposal of investments	201,952	554,223	251,785
<b>Net cash (outflow)/inflow from financial investment</b>	<u>(15,232)</u>	<u>(908)</u>	<u>22,400</u>
<b>Dividend paid to shareholders</b>	<u>(7,740)</u>	<u>(11,292)</u>	<u>(11,292)</u>
<b>Net cash (outflow)/inflow before use of liquid resources and financing</b>	<u>(12,426)</u>	<u>(4,673)</u>	<u>18,270</u>
<b>Cash flow from management of liquid resources</b>			
Fidelity Institutional Liquidity Fund plc	21,533	24,290	3,261
<b>Cash inflow from management of liquid resources</b>	<u>21,533</u>	<u>24,290</u>	<u>3,261</u>
<b>Net cash inflow before financing</b>	<u>9,107</u>	<u>19,617</u>	<u>21,531</u>
<b>Financing</b>			
Repurchase of ordinary shares	(18,552)	(19,590)	(14,712)
Variable rate unsecured bank loan drawn down	6,627	-	-
3.23% fixed rate unsecured bank loan repaid	-	(33,147)	(33,147)
<b>Net cash outflow from financing</b>	<u>(11,925)</u>	<u>(52,737)</u>	<u>(47,859)</u>
<b>Decrease in cash</b>	<u>(2,818)</u>	<u>(33,120)</u>	<u>(26,328)</u>

# Notes to the Financial Statements

## 1 ACCOUNTING POLICIES

The Half-Yearly financial statements have been prepared on the basis of the accounting policies set out in the Company's annual report and financial statements for the year ended 31 December 2010.

## 2 INCOME

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
<b>Income from investments designated at fair value through profit or loss</b>			
UK dividends	104	–	–
Overseas dividends	15,850	18,344	14,871
Overseas scrip dividends	1,790	352	176
	<u>17,744</u>	<u>18,696</u>	<u>15,047</u>
<b>Other income</b>			
Deposit interest	6	55	13
Income from Fidelity Institutional Liquidity Fund plc	4	132	63
<b>Total income</b>	<u>17,754</u>	<u>18,883</u>	<u>15,123</u>

## 3 TAXATION ON RETURN/(LOSS) ON ORDINARY ACTIVITIES

	30.06.11 unaudited			31.12.10 audited			30.06.10 unaudited		
	revenue £'000	capital £'000	total £'000	revenue £'000	capital £'000	total £'000	revenue £'000	capital £'000	total £'000
UK corporation tax	(36)	36	–	(60)	60	–	419	39	458
Double taxation relief	–	–	–	–	–	–	(458)	–	(458)
	<u>(36)</u>	<u>36</u>	<u>–</u>	<u>(60)</u>	<u>60</u>	<u>–</u>	<u>(39)</u>	<u>39</u>	<u>–</u>
Overseas taxation suffered	2,939	–	2,939	3,687	–	3,687	3,149	–	3,149
Overseas taxation recovered	(1,710)	–	(1,710)	(1,365)	–	(1,365)	(1,098)	–	(1,098)
Current taxation charge	<u>1,193</u>	<u>36</u>	<u>1,229</u>	<u>2,262</u>	<u>60</u>	<u>2,322</u>	<u>2,012</u>	<u>39</u>	<u>2,051</u>



# Notes to the Financial Statements

## 4 RETURN/(LOSS) PER ORDINARY SHARE

	30.06.11 unaudited	31.12.10 audited	30.06.10 unaudited
Revenue	24.73p	15.95p	17.38p
Capital	111.40p	65.91p	(133.82p)
Total	136.13p	81.86p	(116.44p)

Returns/(losses) per ordinary share are based on the net revenue return on ordinary activities after taxation in the period, the net capital return/(loss) on ordinary activities after taxation in the period and the net total return/(loss) on ordinary activities after taxation in the period and on the weighted average number of shares in issue during the period.

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
Revenue	12,039	7,961	8,719
Capital	54,227	32,906	(67,137)
Total	66,266	40,867	(58,418)
Weighted average number of ordinary shares in issue	48,678,237	49,925,614	50,168,442

## 5 DIVIDENDS PAID

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
Final dividend of 15.75 pence per share paid for the year ended 31 December 2010	7,740	–	–
Interim dividend of 22.50 pence per share paid for the year ended 31 December 2009	–	11,292	11,292
	7,740	11,292	11,292

No dividend has been declared in respect of the current period.

## 6 BANK LOANS

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
Fixed rate unsecured loan @ 4.38% per annum*	58,753	55,812	53,464
Variable rate unsecured loan**	6,779	–	–
	65,532	55,812	53,464

\* The fixed rate loan from Barclays Bank PLC of euro 65,000,000 was drawn down on 29 December 2006 for a period of five years at an interest rate of 4.38% per annum. The loan is repayable on 15 December 2011.

\*\* The Company has a variable rate euro 25,000,000 credit facility agreement with Lloyds TSB Bank plc which expires on 15 December 2011. On 18 May 2011, euro 7,500,000 was drawn down and is repayable on 17 November 2011.

# Notes to the Financial Statements

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## 7 NET ASSET VALUE PER ORDINARY SHARE

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The net asset value per ordinary share is based on net assets of £700,557,000 (31.12.10: £660,542,000; 30.06.10: £565,951,000) and on 47,918,399 (31.12.10: 49,449,986; 30.06.10: 49,899,656) ordinary shares, being the number of ordinary shares in issue at the relevant period end.

## 8 INVESTMENT TRANSACTION COSTS

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Transaction costs are incurred in the acquisition and disposal of investments. These are included in the gains/(losses) on investments designated at fair value through profit or loss in the capital column of the Income Statement and are summarised below:

	30.06.11 unaudited £'000	31.12.10 audited £'000	30.06.10 unaudited £'000
Purchases	302	580	203
Sales	233	592	242
	<u>535</u>	<u>1,172</u>	<u>445</u>

## 9 SHARE REPURCHASES

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The following repurchases of ordinary shares were made in the period:

	30.06.11 unaudited	31.12.10 audited	30.06.10 unaudited
Number of ordinary shares repurchased	1,531,587	1,666,619	1,216,949
Average price per ordinary share	1,208.62p	1,078.11p	1,090.76p
Total cost including stamp duty and commission	£18,511,000	£17,968,000	£13,274,000

## 10 UNAUDITED FINANCIAL STATEMENTS

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The results for the six months to 30 June 2011 and 30 June 2010, which are unaudited, constitute non-statutory accounts within the meaning of s435 of the Companies Act 2006. The figures and financial information for the year ended 31 December 2010 are extracted from the latest published financial statements. These financial statements, on which the Independent Auditor gave an unqualified report, have been delivered to the Registrar of Companies.

## CONTACT INFORMATION

**Private investors** can call free on **0800 41 41 10**

9am to 6pm, Monday to Saturday.

**Financial advisers** can call free on **0800 41 41 81**

8am to 6pm, Monday to Friday.

[www.fidelity.co.uk/its](http://www.fidelity.co.uk/its)

**Existing shareholders** who have specific queries regarding their holding or need to provide updated information, for example a change of address, should contact one of the following administrators.

### **Fidelity Share Plan investors:**

Fidelity Investment Trust Share Plan, BNP Paribas Securities Services, Block C, Western House, Lynchwood Business Park, Peterborough PE2 6BP.

Telephone: **0845 358 1107** (calls to this number are charged at 4p per minute from a BT landline. Other telephone service providers' costs may vary.)

### **Fidelity ISA investors:**

Fidelity, using the freephone number given above, or by writing to: UK Customer Service, Fidelity International, Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ.

[www.fidelity.co.uk/its](http://www.fidelity.co.uk/its)

### **Fidelity ShareNetwork:**

[www.fidelity.co.uk/sharenetwork](http://www.fidelity.co.uk/sharenetwork)

### **Other holders of ordinary shares:**

Capita Registrars, Registrars to Fidelity European Values PLC, The Registry, 34 Beckenham Road, Beckenham, Kent BR3 4BR.

Telephone: **0871 664 0300** (calls cost 10p per minute plus network extras)

Email: [ssd@capitaregistrars.com](mailto:ssd@capitaregistrars.com)

Details of individual shareholdings and other information can also be obtained from the Registrar's website:

[www.capitaregistrars.com](http://www.capitaregistrars.com)

**General enquiries** should be made to Fidelity, the Investment Manager and Secretary, at the Company's registered office: FIL Investments International, Investment Trusts, Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP.

Telephone: **01732 36 11 44**

Fax: **01737 83 68 92**

[www.fidelity.co.uk/its](http://www.fidelity.co.uk/its)

## FINANCIAL CALENDAR

**30 June 2011** – Half-Yearly period end

**27 July 2011** – Announcement of Half-Yearly results

**August 2011** – Publication of Half-Yearly report

**31 December 2011** – Financial year end

**March 2012** – Publication of Annual Report

**May 2012** – Annual General Meeting

# Directory

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## BOARD OF DIRECTORS

Humphrey van der Klugt (Chairman)  
James Robinson (Chairman of the  
Audit Committee and Senior  
Independent Director)  
Simon Duckworth  
Simon Fraser  
Robin Niblett

## MANAGER, SECRETARY AND REGISTERED OFFICE

FIL Investments International  
Beech Gate, Millfield Lane  
Lower Kingswood  
Tadworth  
Surrey, KT20 6RP

## FINANCIAL ADVISERS AND STOCKBROKERS

Winterflood Investment Trusts  
The Atrium Building  
Cannon Bridge  
25 Dowgate Hill  
London, EC4R 2GA

## INDEPENDENT AUDITOR

Grant Thornton UK LLP  
Chartered Accountants and  
Registered Auditor  
30 Finsbury Square  
London, EC2P 2YU

## BANKERS AND CUSTODIAN

JP Morgan Chase Bank (London Branch)  
125 London Wall  
London, EC2Y 5AJ

## REGISTRARS

Capita Registrars  
The Registry  
34 Beckenham Road  
Beckenham  
Kent, BR3 4BR

## LAWYERS

Slaughter and May  
One Bunhill Row  
London, EC1Y 8YY

Speechly Bircham LLP  
6 New Street Square  
London, EC4A 3LX

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## WARNING TO SHAREHOLDERS – “BOILER ROOM” SCAMS

Many companies are aware that their shareholders have received unsolicited phone calls or correspondence concerning investment matters. These are typically from overseas based ‘brokers’ who target UK shareholders, offering to sell them what often turn out to be worthless or high risk shares in US or UK investments. These operations are commonly known as ‘boiler rooms’. These ‘brokers’ can be very persistent and extremely persuasive, and a 2006 survey by the Financial Services Authority (FSA) has reported that the average amount lost by investors is around £20,000. It is not just the novice investor that has been duped in this way; many of the victims had been successfully investing for several years. Shareholders are advised to be very wary of any unsolicited advice, offers to buy shares at a discount or offers of free company reports.

If you receive any unsolicited investment advice:

- Make sure you get the correct name of the person and organisation
- Check that they are properly authorised by the FSA before getting involved by visiting [www.fsa.gov.uk/register](http://www.fsa.gov.uk/register)
- Report the matter to the FSA either by calling **0845 606 1234** or visiting [www.moneymadeclear.fsa.gov.uk](http://www.moneymadeclear.fsa.gov.uk)
- If the calls persist, hang up.

If you deal with an unauthorised firm, you will not be eligible to receive payment under the Financial Services Compensation Scheme. The FSA can be contacted by completing an online form at [www.fsa.gov.uk/pages/doing/regulated/law/alerts/overseas.shtml](http://www.fsa.gov.uk/pages/doing/regulated/law/alerts/overseas.shtml)

Details of any share dealing facilities that the Company endorses will be included in company mailings. More detailed information on this or similar activity can be found on the FSA website [www.moneymadeclear.fsa.gov.uk](http://www.moneymadeclear.fsa.gov.uk)

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The Fidelity Individual Savings Account (“ISA”) is offered and managed by Financial Administration Services Limited. The Fidelity Investment Trust Share Plan is managed by FIL Investments International. Both companies are authorised and regulated by the Financial Services Authority. The Fidelity Investment Trust Share Plan is administered by BNP Paribas Securities Services and shares will be held in the name of Puddle Dock Nominees Limited. The value of savings and eligibility to invest in an ISA will depend on individual circumstances and all tax rules may change in the future. Fidelity investment trusts are managed by FIL Investments International. Fidelity only gives information about its own products and services and does not provide investment advice based on individual circumstances. Should you wish to seek advice, please contact a Financial Adviser.

Please note that the value of investments and the income from them may fall as well as rise and the investor may not get back the amount originally invested. Past performance is not a guide to future returns. For funds that invest in overseas markets, changes in currency exchange rates may affect the value of your investment. Investing in small and emerging markets can be more volatile than other more developed markets.

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