

FCOM

Fidelity MSCI Communication Services Index ETF Analyst Report

The Fidelity MSCI Communication Services Index ETF (FCOM) tracks an index of well-known stocks like Facebook, Twitter, Netflix, and Google-parent Alphabet Inc. As of June 2020, FCOM owned about 100 stocks, including small caps, making it a better-diversified option than the Communications Services Select Sector SPDR (XLC). FCOM may appeal to investors looking to tilt their portfolio toward volatile companies once lumped in with technology firms. In 2018, several well-known tech stocks were reclassified as communications services as part of a massive overhaul of the Global Industry Classification Standard, or GICS. The resulting changes implemented by index providers like MSCI and S&P had a ripple effect throughout ETFs. Technology ETFs sold off well-known companies like Facebook, which were picked up by 'communications services' funds, which now look nothing like the old telecommunications funds that were dominated by stocks like AT&T and Verizon. FCOM is competitively priced when compared with the Vanguard Communication Services ETF (VOX), which is nearly identical, though traders might prefer the size and liquidity of XLC.

ESG Themes and Scores

4.34/10

ESG Rate

7.85%

Global Percentile

12.66%

Peer Percentile

Performance Data

	FCOM	ETF Database Category Average	Factset Segment Average
1 Month	1.78%	5.53%	1.21%
3 Month	3.84%	10.18%	3.32%
YTD Return	3.06%	10.04%	2.89%
1 Year Return	25.96%	26.50%	9.57%
3 Year Return	26.33%	21.17%	9.97%
5 Year Return	8.42%	10.01%	2.85%

Top 5 Holdings

Symbol	Holding	% Assets
META	Meta Platforms Inc Class A	20.99%
GOOGL	Alphabet Inc. Class A	16.32%
GOOG	Alphabet Inc. Class C	10.73%
NFLX	Netflix, Inc.	4.79%
VZ	Verizon Communications Inc.	4.16%

Vitals

Issuer	Fidelity
Brand	Fidelity
Structure	ETF
Expense Ratio	0.08%
Inception	Oct 21, 2013
Index Tracked	MSCI USA IMI Communication Services 25/50 Index

ETF Database Themes

Category	Large Cap Growth Equities
Asset Class	Equity
Asset Class Size	Large-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

FactSet Classifications

Segment	Equity: U.S. Communication Services
Category	Sector
Focus	Communication Services
Niche	Broad-based
Strategy	Vanilla
Weighting	Market Cap

