

# SECURITIES AND EXCHANGE COMMISSION

## FORM N-30D

Initial annual and semi-annual reports mailed to investment company shareholders pursuant to Rule 30e-1 (other than those required to be submitted as part of Form NCSR)

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### FILER

#### **FIDELITY HEREFORD STREET TRUST**

CIK: **917286** | State of Incorporation: **MA** | Fiscal Year End: **1231**  
Type: **N-30D** | Act: **40** | File No.: **811-07139** | Film No.: **97740247**

Mailing Address  
400 E. LAS COLINAS BLVD.  
MAILZONE CP9B  
IRVING TX 75039

Business Address  
1201 N. MARKET STREET  
P.O. BOX 1347  
WILMINGTON DE 19899  
2145064081

SPARTAN  
(REGISTERED TRADEMARK)

(REGISTERED TRADEMARK)

U.S. GOVERNMENT  
MONEY MARKET  
FUND  
SEMIANNUAL REPORT  
OCTOBER 31, 1997  
CONTENTS

PRESIDENT'S MESSAGE	3	NED JOHNSON ON INVESTING STRATEGIES.
PERFORMANCE	4	HOW THE FUND HAS DONE OVER TIME.
FUND TALK	6	THE MANAGER'S REVIEW OF FUND PERFORMANCE, STRATEGY AND OUTLOOK.
INVESTMENT CHANGES	8	A SUMMARY OF MAJOR SHIFTS IN THE FUND'S INVESTMENTS OVER THE PAST SIX MONTHS AND ONE YEAR.
INVESTMENTS	9	A COMPLETE LIST OF THE FUND'S INVESTMENTS.
FINANCIAL STATEMENTS	12	STATEMENTS OF ASSETS AND LIABILITIES, OPERATIONS, AND CHANGES IN NET ASSETS, AS WELL AS FINANCIAL HIGHLIGHTS.
NOTES	16	NOTES TO THE FINANCIAL STATEMENTS.

To reduce expenses and demonstrate respect for our environment, we have initiated a project through which we will begin eliminating duplicate copies of most financial reports and prospectuses to most households, even if they have more than one account in the fund. If additional copies of financial reports, prospectuses or historical account information are needed, please call 1-800-544-6666.

THIS REPORT AND THE FINANCIAL STATEMENTS CONTAINED HEREIN ARE SUBMITTED FOR THE GENERAL INFORMATION OF THE SHAREHOLDERS OF THE FUND. THIS REPORT IS NOT AUTHORIZED FOR DISTRIBUTION TO PROSPECTIVE INVESTORS IN THE FUND UNLESS PRECEDED OR ACCOMPANIED BY AN EFFECTIVE PROSPECTUS.

MUTUAL FUND SHARES ARE NOT DEPOSITS OR OBLIGATIONS OF, OR GUARANTEED BY, ANY DEPOSITORY INSTITUTION. SHARES ARE NOT INSURED BY THE FDIC, FEDERAL RESERVE BOARD OR ANY OTHER AGENCY, AND ARE SUBJECT TO INVESTMENT RISKS, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED.

NEITHER THE FUND NOR FIDELITY DISTRIBUTORS CORPORATION IS A BANK. FOR MORE INFORMATION ON ANY FIDELITY FUND, INCLUDING CHARGES AND EXPENSES, CALL 1-800-544-8888 FOR A FREE PROSPECTUS. READ IT CAREFULLY BEFORE YOU INVEST OR SEND MONEY.

PRESIDENT'S MESSAGE

(photo\_of\_Edward\_C\_Johnson\_3d)

DEAR SHAREHOLDER:

Although financial turmoil in Pacific Basin countries was a catalyst for significant volatility in U.S. markets in late October, the Standard & Poor's 500 Index remained up more than 25% year-to-date, twice its historical annual average. Meanwhile, bond markets - primarily influenced by a relatively steady flow of positive news on the inflation front - continued to post moderate returns through the first 10 months of 1997.

While it's impossible to predict the future direction of the markets with any degree of certainty, there are certain basic principles that can help investors plan for their future needs.

First, investors are encouraged to take a long-term view of their portfolios. If you can afford to leave your money invested through the inevitable up and down cycles of the financial markets, you will greatly reduce your vulnerability to any single decline. We know from experience, for example, that stock prices have gone up over longer

periods of time, have significantly outperformed other types of investments and have stayed ahead of inflation. Second, you can further manage your investing risk through diversification. A stock mutual fund, for instance, is already diversified, because it invests in many different companies. You can increase your diversification further by investing in a number of different stock funds, or in such other investment categories as bonds. You should also keep money you'll need in the near future in a more stable investment.

Finally, no matter what your time horizon or portfolio diversity, it makes good sense to follow a regular investment plan, investing a certain amount of money in a fund at the same time each month or quarter and periodically reviewing your overall portfolio. By doing so, you won't get caught up in the excitement of a rapidly rising market, nor will you buy all your shares at market highs. While this strategy - known as dollar cost averaging - won't assure a profit or protect you from a loss in a declining market, it should help you lower the average cost of your purchases.

If you have questions, please call us at 1-800-544-8888. We are available 24 hours a day, seven days a week to provide you the information you need to make the investments that are right for you.

Best regards,

Edward C. Johnson 3d

PERFORMANCE: THE BOTTOM LINE

To evaluate a money market fund's historical performance, you can look at either total return or yield. Total return reflects the change in the value of an investment, assuming reinvestment of the fund's dividend income and the effect of the fund's \$5 account closeout fee on an average-sized account. Yield measures the income paid by a fund. Since a money market fund tries to maintain a \$1 share price, yield is an important measure of performance. If Fidelity had not reimbursed certain fund expenses, the past five year and life of fund total returns and dividends would have been lower.

CUMULATIVE TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 6 MONTHS	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN U.S. GOVERNMENT MONEY MARKET FUND	2.66%	5.25%	24.57%	46.83%
GOVERNMENT MONEY MARKET FUNDS AVERAGE	2.53%	5.00%	23.18%	42.47%

CUMULATIVE TOTAL RETURNS show the fund's performance in percentage terms over a set period - in this case, six months, one year, five years or since the fund started on February 5, 1990. For example, if you had invested \$1,000 in a fund that had a 5% return over the past year, the value of your investment would be \$1,050. To measure how the fund's performance stacked up against its peers, you can compare it to the government money market funds average, which reflects the performance of government money market funds with similar objectives tracked by IBC Financial Data, Inc. The past six months average represents a peer group of 425 mutual funds. (The periods covered by IBC Financial Data, Inc. numbers are the closest available match to those covered by the fund.)

AVERAGE ANNUAL TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN U.S. GOVERNMENT MONEY MARKET FUND	5.25%	4.49%	5.09%
GOVERNMENT MONEY MARKET FUNDS AVERAGE	5.00%	4.25%	4.72%

AVERAGE ANNUAL TOTAL RETURNS take the fund's cumulative return and show you what would have happened if the fund had performed at a constant rate each year.

YIELDS

	10/28/97	7/29/97	4/29/97	1/28/97	10/29/96
SPARTAN U.S. GOVERNMENT MONEY MARKET FUND	5.25%	5.23%	5.18%	5.00%	5.04%
GOVERNMENT MONEY	4.85%	4.83%	4.75%	4.63%	4.66%

MARKET FUNDS AVERAGE

	10/29/97	7/30/97	4/30/97	1/29/97	10/30/96
MMDA	2.65%	2.64%	2.64%	2.62%	2.66%

Row: 1, Col: 1, Value: 5.18  
 Row: 1, Col: 2, Value: 4.75  
 Row: 1, Col: 3, Value: 2.64  
 Row: 2, Col: 1, Value: 5.0  
 Row: 2, Col: 2, Value: 4.63  
 Row: 2, Col: 3, Value: 2.62  
 Row: 3, Col: 1, Value: 5.04  
 Row: 3, Col: 2, Value: 4.6599999999999999  
 Row: 3, Col: 3, Value: 2.66  
 Row: 4, Col: 1, Value: 5.04  
 Row: 4, Col: 2, Value: 4.65  
 Row: 4, Col: 3, Value: 2.69  
 Row: 5, Col: 1, Value: 5.03  
 Row: 5, Col: 2, Value: 4.57  
 Row: 5, Col: 3, Value: 2.67

Spartan U.S.  
 Government  
 Money Market  
 Government Money  
 Market Funds

Average

MMDA  
 6% -  
 5% -  
 4% -  
 3% -  
 2% -  
 1% -  
 0%

YIELD refers to the income paid by the fund over a given period. Yields for money market funds are usually for seven-day periods, expressed as annual percentage rates. A yield that assumes income earned is reinvested or compounded is called an effective yield. The chart above shows the fund's current seven-day yield at quarterly intervals over the past year. You can compare these yields to the government money market funds average and the bank money market deposit account (MMDA) average. Figures for the government money market funds average are from IBC Financial Data, Inc. The MMDA average is supplied by BANK RATE MONITOR. (Trademark)  
 A MONEY MARKET FUND'S TOTAL RETURNS AND YIELDS WILL VARY, AND REFLECT PAST RESULTS RATHER THAN PREDICT FUTURE PERFORMANCE.

COMPARING PERFORMANCE  
 THERE ARE SOME IMPORTANT DIFFERENCES BETWEEN A BANK MONEY MARKET DEPOSIT ACCOUNT (MMDA) AND A MONEY MARKET FUND. FIRST, THE U.S. GOVERNMENT NEITHER INSURES NOR GUARANTEES A MONEY MARKET FUND. IN FACT, THERE IS NO ASSURANCE THAT A MONEY MARKET FUND WILL MAINTAIN A \$1 SHARE PRICE. SECOND, A MONEY MARKET FUND RETURNS TO ITS SHAREHOLDERS INCOME EARNED BY THE FUND'S INVESTMENTS AFTER EXPENSES. THIS IS IN CONTRAST TO BANKS, WHICH SET THEIR MMDA RATES PERIODICALLY BASED ON CURRENT INTEREST RATES, COMPETITORS' RATES, AND INTERNAL CRITERIA. (CHECKMARK)  
 FUND TALK: THE MANAGER'S OVERVIEW

An interview with Robert Litterst, Portfolio Manager of Spartan U.S. Government Money Market Fund

Q. BOB, WHAT WAS THE INVESTING ENVIRONMENT LIKE OVER THE PAST SIX MONTHS?

A. At the end of March, the Federal Reserve Board raised the rates bank charge each other for overnight loans - known as the fed funds rate - from 5.25% to 5.50%. The Fed did so in order to slow growth and head off any inflationary pressures that may have been building in the economy. As we entered the summer, short-term interest rates rose as most in the market expected the Fed to continue raising rates. However, the Fed held off because inflation was well contained and it expected economic activity to slow. Contrary to the Fed's forecast, however, the economy continued on a solid pace in the third quarter, with real GDP - gross domestic product adjusted for inflation - growing at a 3.5% annual rate. Over each of the past four quarters, real GDP has grown at about a 4% annual rate, clearly above estimates of the economy's non-inflationary potential. Despite subdued inflation currently, many feel that growth at this rate will result in a rise in inflation at some point. Nonetheless, the Fed has been patient, and appears willing to tolerate strong growth until clear signs of rising inflation emerge.

Q. WERE THERE OTHER FACTORS THAT DROVE THE MARKET FOR SHORT-TERM U.S. GOVERNMENT SECURITIES?

A. Yes, there were some developments in the U.S. Treasury market that tended to affect government money market securities, because there is a correlation between how the two markets behave. As the budget deficit has declined, so have the financing needs of the U.S. Treasury. As a result of reduced issuance and a large pay-down of Treasury debt in the second quarter, the supply of Treasuries has fallen. Combined with strong demand from both foreign and domestic investors during the period, this situation pushed yields on Treasuries - and associated government money market securities - lower.

Q. WHAT SORT OF STRATEGY DID YOU PURSUE?

A. I've used a barbell strategy - concentrating the fund on either end of the maturity spectrum - investing in overnight to one-month securities on the one hand and on issues with maturities of one year on the other. I've been purchasing longer-term securities at moments of market weakness when the short-term yield curve steepens and longer investments present attractive values. The very short-term securities help to balance the portfolio and serve a defensive purpose that will help the fund if the Fed raises rates again. Overall, the fund's average maturity tended to be longer than the average of its peers.

Q. HOW DID THE FUND PERFORM OVER THE SIX-MONTH PERIOD?

A. On October, 31, 1997, the fund's seven-day yield was 5.26%, compared to 5.18% six months ago. The fund's total return for the six months was 2.66% compared to the 2.53% total return for the government money market funds average tracked by IBC Financial Data, Inc.

Q. WHAT'S YOUR OUTLOOK?

A. Although broad measures of inflation are well controlled, the economy is strong and wage pressures appear to be building. Fed Chairman Alan Greenspan is concerned that increased costs due to continued tightness in the labor market eventually will be passed on to the consumer. If the economy continues to expand rapidly and pushes the unemployment rate lower, then higher inflation is likely to materialize and further Fed rate increases are probably in the offing. One factor that may keep the Fed on the sidelines a bit longer than anticipated is the recent market turmoil in Southeast Asia and its influence on domestic markets. Any market instability probably will influence the Fed to act in a more cautious manner, unless we see clear signs of inflation. In addition, a slowdown in Southeast Asia would tend to dampen U.S. economic growth and to moderate inflation pressures. Nonetheless, while the turmoil in global financial markets may affect the timing of future Fed interest-rate changes, it is unlikely to alter the Fed's ultimate policy decisions, which are driven by domestic economic considerations.

THE VIEWS EXPRESSED IN THIS REPORT REFLECT THOSE OF THE PORTFOLIO MANAGER ONLY THROUGH THE END OF THE PERIOD OF THE REPORT AS STATED ON THE COVER. THE MANAGER'S VIEWS ARE SUBJECT TO CHANGE AT ANY TIME BASED ON MARKET AND OTHER CONDITIONS.

#### FUND FACTS

GOAL: high current income,  
preservation of capital  
START DATE: February 5, 1990  
FUND NUMBER: 458  
TRADING SYMBOL: SPAXX  
SIZE: as of October 31, 1997,  
more than \$781 million  
MANAGER: Robert Litterst, since  
April 1997; manager, several

Fidelity and Spartan taxable  
 money market funds; joined  
 Fidelity in 1991  
 (checkmark)  
 INVESTMENT CHANGES

MATURITY DIVERSIFICATION

DAYS	% OF FUND ASSETS		% OF FUND ASSETS
	10/31/97	4/30/97	10/31/96
0 - 30	60	66	71
31 - 90	9	18	13
91 - 180	19	0	9
181 - 397	12	16	7

WEIGHTED AVERAGE MATURITY

	10/31/97	4/30/97	10/31/96
SPARTAN U.S. GOVERNMENT MONEY MARKET FUND	69 DAYS	63 DAYS	42 DAYS
GOVERNMENT MONEY MARKET FUNDS AVERAGE*	50 DAYS	47 DAYS	49 DAYS

\*SOURCE: IBC'S MONEY FUND REPORT (registered trademark)

ASSET ALLOCATION (% OF FUND'S INVESTMENTS)  
 AS OF OCTOBER 31, 1997 AS OF APRIL 30, 1997

ROW: 1, COL: 1, VALUE: 51.0

ROW: 1, COL: 2, VALUE: 0.0

ROW: 1, COL: 3, VALUE: 49.0

FEDERAL AGENCY

ISSUES 52%

U.S. TREASURY

OBLIGATIONS 4%

REPURCHASE

AGREEMENTS 44%

FEDERAL AGENCY

ISSUES 49%

U.S. TREASURY

OBLIGATIONS 0%

REPURCHASE

AGREEMENTS 51%

ROW: 1, COL: 1, VALUE: 44.0

ROW: 1, COL: 2, VALUE: 0.0

ROW: 1, COL: 3, VALUE: 4.0

ROW: 1, COL: 4, VALUE: 52.0

INVESTMENTS OCTOBER 31, 1997 (UNAUDITED)

SHOWING PERCENTAGE OF TOTAL VALUE OF INVESTMENTS IN SECURITIES

FEDERAL AGENCIES - 49.3%

DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)

DATE TIME OF PURCHASE

FEDERAL FARM CREDIT BANK - DISCOUNT NOTES - 3.7%

4/1/98 5.09% \$ 20,000,000 \$ 19,982,229

9/2/98 5.76 9,000,000 8,990,374

28,972,603

FEDERAL HOME LOAN BANK - AGENCY COUPONS - 14.5%

11/2/97 5.53 (a) 12,000,000 11,992,614

12/19/97 5.59 (a) 15,000,000 14,995,865

12/23/97 5.51 1,000,000 1,000,366

12/30/97 5.60 (a) 8,000,000 8,090,585

3/18/98 5.88 (a) 25,000,000 25,000,000

6/9/98 5.89 9,000,000 8,999,287

6/11/98 5.88 3,500,000 3,498,914

6/12/98 5.81 5,000,000 4,997,251

9/18/98 5.76 13,000,000 12,996,170

9/24/98 5.71 6,000,000 5,994,840

10/23/98 5.70 16,000,000 15,985,721

113,551,613

FEDERAL HOME LOAN BANK - DISCOUNT NOTES - 1.3%

12/31/97 5.59 5,000,000 4,954,709

3/11/98 5.57 5,290,000 5,186,463

10,141,172

FEDERAL HOME LOAN MORTGAGE CORP. - AGENCY COUPONS - 2.0%

3/17/98 5.79 8,000,000 7,995,588

4/8/98 6.04 8,000,000 7,990,882  
15,986,470

FEDERAL NATIONAL MORTGAGE ASSOC. - AGENCY COUPONS - 20.3%

11/3/97 5.58 21,000,000 21,039,762  
11/4/97 5.57 (a) 21,000,000 20,999,849  
11/15/97 5.50 (a) 22,000,000 21,985,735  
12/9/97 5.56 (a) 15,000,000 14,998,641  
12/13/97 5.62 (a) 10,000,000 9,997,048  
3/17/98 5.60 11,000,000 11,047,072  
3/18/98 5.91 7,000,000 6,992,794  
4/15/98 6.06 10,000,000 9,994,801  
4/17/98 6.11 9,000,000 8,992,600  
5/21/98 5.96 9,000,000 8,992,789  
8/14/98 5.80 16,000,000 15,976,321  
9/9/98 5.71 8,000,000 7,990,009  
159,007,421

FEDERAL AGENCIES - CONTINUED

DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
DATE TIME OF PURCHASE

FEDERAL NATIONAL MORTGAGE ASSOC. - DISCOUNT NOTES - 7.5%

1/28/98 5.58% \$ 4,000,000 \$ 3,946,222  
1/29/98 5.58 9,000,000 8,877,625  
1/30/98 5.59 8,000,000 7,890,000  
3/4/98 5.57 16,779,000 16,467,708  
3/5/98 5.57 3,905,000 3,831,963  
3/30/98 5.58 8,000,000 7,820,538  
4/2/98 5.58 10,000,000 9,770,733  
58,604,789

TOTAL FEDERAL AGENCIES 386,264,068

MEDIUM-TERM NOTES (A) - 0.2%

Export-Import Bank, U.S. (as guarantor for K.A. Leasing, Ltd.) (b)

11/15/97 5.67 1,338,520 1,338,520

REPURCHASE AGREEMENTS - 50.5%

MATURITY AMOUNT

In a joint trading account

(Notes 2 and 3)

(U.S. Government Obligations):

dated 8/4/97 due 11/3/97

At 5.58% \$ 50,705,250 50,000,000

dated 10/1/97 due 11/3/97

At 5.56% 36,183,480 36,000,000

dated 10/31/97 due 11/3/97:

At 5.70% 25,011,873 25,000,000

At 5.77% 216,770,207 216,666,000

dated 9/5/97 due 11/5/97

At 5.56% 7,065,948 7,000,000

dated 10/8/97 due 11/5/97

At 5.53% 34,146,238 34,000,000

dated 8/19/97 due 11/6/97

At 5.58% 13,159,185 13,000,000

dated 10/14/97 due 11/13/97

At 5.55% 8,037,000 8,000,000

dated 10/22/97 due 1/20/98

At 5.66% 5,070,750 5,000,000

TOTAL REPURCHASE AGREEMENTS 394,666,000

TOTAL INVESTMENTS - 100% \$ 782,268,588

Total Cost for Income Tax Purposes \$ 782,268,588

LEGEND

1. The coupon rate shown on floating or adjustable rate securities represents the rate at period end. The due dates on these types of securities reflects the next interest rate reset date or, when applicable, the final maturity date.

2. Restricted securities - Investment in securities not registered under the Securities Act of 1933 (see Note 2 of Notes to Financial Statements).

Additional information on each holding is as follows:

ACQUISITION ACQUISITION

SECURITY DATE COST

Export-Import Bank U.S.

(as guarantor for

K.A. Leasing, Ltd.) 7/8/94 \$1,338,520

INCOME TAX INFORMATION

At April 30, 1997, the fund had a capital loss carryforward of approximately \$162,000 of which \$11,000, \$10,000, \$52,000, \$53,000 and \$36,000 will expire on April 30, 1999, 2001, 2002, 2003 and 2004, respectively.

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

<TABLE>		
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OCTOBER 31, 1997 (UNAUDITED)		
ASSETS		
INVESTMENT IN SECURITIES, AT VALUE (INCLUDING REPURCHASE AGREEMENTS OF \$394,666,000) - SEE ACCOMPANYING SCHEDULE		\$ 782,268,588
INTEREST RECEIVABLE		4,816,953
TOTAL ASSETS		787,085,541
LIABILITIES		
SHARE TRANSACTIONS IN PROCESS	\$ 4,975,293	
DISTRIBUTIONS PAYABLE	113,760	
ACCRUED MANAGEMENT FEE	313,898	
TOTAL LIABILITIES		5,402,951
NET ASSETS		\$ 781,682,590
NET ASSETS CONSIST OF:		
PAID IN CAPITAL		\$ 781,835,809
ACCUMULATED NET REALIZED GAIN (LOSS) ON INVESTMENTS		(153,219)
NET ASSETS, FOR 781,835,809 SHARES OUTSTANDING		\$ 781,682,590
NET ASSET VALUE, OFFERING PRICE AND REDEMPTION PRICE PER SHARE (\$781,682,590 (DIVIDED BY) 781,835,809 SHARES)		\$1.00

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STATEMENT OF OPERATIONS

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<S>	<C>	<C>
SIX MONTHS ENDED OCTOBER 31, 1997 (UNAUDITED)		
INTEREST INCOME		\$ 22,764,358
EXPENSES		
MANAGEMENT FEE	\$ 1,802,178	
NON-INTERESTED TRUSTEES' COMPENSATION	2,256	
TOTAL EXPENSES BEFORE REDUCTIONS	1,804,434	
EXPENSE REDUCTIONS	(4,871)	1,799,563
NET INTEREST INCOME		20,964,795
NET REALIZED GAIN (LOSS) ON INVESTMENTS		9,268
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS		\$ 20,974,063

</TABLE>

STATEMENT OF CHANGES IN NET ASSETS

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	SIX MONTHS ENDED	YEAR ENDED
	OCTOBER 31, 1997	APRIL 30,
	(UNAUDITED)	1997
INCREASE (DECREASE) IN NET ASSETS		
OPERATIONS	\$ 20,964,795	\$ 42,049,636
NET INTEREST INCOME		



NET REALIZED GAIN (LOSS)	9,268	8,871
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	20,974,063	42,058,507
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INTEREST INCOME	(20,964,795)	(42,049,636)
SHARE TRANSACTIONS AT NET ASSET VALUE OF \$1.00 PER SHARE PROCEEDS FROM SALES OF SHARES	539,235,621	995,343,307
REINVESTMENT OF DISTRIBUTIONS FROM NET INTEREST INCOME	20,149,265	40,493,872
COST OF SHARES REDEEMED	(593,462,497)	(981,570,366)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM SHARE TRANSACTIONS	(34,077,611)	54,266,813
TOTAL INCREASE (DECREASE) IN NET ASSETS	(34,068,343)	54,275,684
NET ASSETS		
BEGINNING OF PERIOD	815,750,933	761,475,249
END OF PERIOD	\$ 781,682,590	\$ 815,750,933

</TABLE>

FINANCIAL HIGHLIGHTS

SIX MONTHS ENDED YEARS ENDED APRIL 30,  
OCTOBER 31, 1997

(UNAUDITED) 1997 1996 1995 1994 1993

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SELECTED PER-SHARE DATA

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NET ASSET VALUE, BEGINNING OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
INCOME FROM INVESTMENT OPERATIONS	.026	.050	.054	.047	.029	.032
NET INTEREST INCOME						
LESS DISTRIBUTIONS						
FROM NET INTEREST INCOME	(.026)	(.050)	(.054)	(.047)	(.029)	(.032)
NET ASSET VALUE, END OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
TOTAL RETURN B	2.66%	5.16%	5.52%	4.79%	2.89%	3.24%

RATIOS AND SUPPLEMENTAL DATA

NET ASSETS, END OF PERIOD (000 OMITTED)	\$ 781,683	\$ 815,751	\$ 761,475	\$ 707,194	\$ 780,295	\$ 897,792
RATIO OF EXPENSES TO AVERAGE NET ASSETS	.45% A	.45%	.45%	.45%	.45% C	.45% C
RATIO OF EXPENSES TO AVERAGE NET ASSETS AFTER EXPENSE REDUCTIONS	.45% A	.45%	.41% D	.45%	.45%	.45%
RATIO OF NET INTEREST INCOME TO AVERAGE NET ASSETS	5.23% A	5.02%	5.42%	4.67%	2.85%	3.25%

</TABLE>

A ANNUALIZED

B TOTAL RETURNS DO NOT INCLUDE THE ACCOUNT CLOSEOUT FEE AND FOR PERIODS OF LESS THAN ONE YEAR ARE NOT ANNUALIZED. THE TOTAL RETURNS WOULD HAVE BEEN LOWER HAD CERTAIN EXPENSES NOT BEEN REDUCED DURING THE PERIODS SHOWN.

C FMR AGREED TO REIMBURSE A PORTION OF THE FUND'S EXPENSES DURING THE

PERIOD. WITHOUT THIS REIMBURSEMENT, THE FUND'S EXPENSE RATIO WOULD HAVE BEEN HIGHER.

D FMR OR THE FUND HAS ENTERED INTO VARYING ARRANGEMENTS WITH THIRD PARTIES WHO EITHER PAID OR REDUCED A PORTION OF THE FUND'S EXPENSES.

NOTES TO FINANCIAL STATEMENTS

For the period ended October 31, 1997 (Unaudited)

#### 1. SIGNIFICANT ACCOUNTING POLICIES.

Spartan U.S. Government Money Market Fund (the fund) is a fund of Fidelity Hereford Street Trust (the trust) and is authorized to issue an unlimited number of shares. The trust is registered under the Investment Company Act of 1940, as amended (the 1940 Act), as an open-end management investment company organized as a Delaware business trust. The financial statements have been prepared in conformity with generally accepted accounting principles which permit management to make certain estimates and assumptions at the date of the financial statements. The following summarizes the significant accounting policies of the fund:

**SECURITY VALUATION.** As permitted under Rule 2a-7 of the 1940 Act, and certain conditions therein, securities are valued initially at cost and thereafter assume a constant amortization to maturity of any discount or premium.

**INCOME TAXES.** As a qualified regulated investment company under Subchapter M of the Internal Revenue Code, the fund is not subject to income taxes to the extent that it distributes substantially all of its taxable income for its fiscal year. The schedule of investments includes information regarding income taxes under the caption "Income Tax Information."

**INTEREST INCOME.** Interest income, which includes amortization of premium and accretion of discount, is accrued as earned.

**EXPENSES.** Most expenses of the trust can be directly attributed to a fund. Expenses which cannot be directly attributed are apportioned between the funds in the trust.

**DISTRIBUTIONS TO SHAREHOLDERS.**

Dividends are declared daily and paid monthly from net interest income.

**SECURITY TRANSACTIONS.** Security transactions are accounted for as of trade date. Gains and losses on securities sold are determined on the basis of identified cost.

#### 2. OPERATING POLICIES.

**JOINT TRADING ACCOUNT.** Pursuant to an Exemptive Order issued by the Securities and Exchange Commission, the fund, along with other affiliated entities of Fidelity Management & Research Company (FMR), may transfer uninvested cash balances into one or more joint trading accounts. These balances are invested in one or more repurchase agreements for U.S. Treasury or Federal Agency obligations.

**REPURCHASE AGREEMENTS.** The underlying U.S. Treasury or Federal Agency securities are transferred to an account of the fund, or to the Joint Trading Account, at a bank custodian. The securities are marked-to-market daily and maintained at a value at least equal to the principal amount of the repurchase agreement (including accrued interest). FMR, the fund's investment adviser, is responsible for determining that the value of the underlying securities remains in accordance with the market value requirements stated above.

#### 2. OPERATING POLICIES - CONTINUED

**RESTRICTED SECURITIES.** The fund is permitted to invest in securities that are subject to legal or contractual restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are registered. Disposal of these securities may involve time-consuming negotiations and expense, and prompt sale at an acceptable price may be difficult. At the end of the period, restricted securities (excluding 144A issues) amounted to \$1,338,520 or .17% of net assets.

#### 3. JOINT TRADING ACCOUNT.

At the end of the period, the fund had 20% or more of its total investments in repurchase agreements through a joint trading account. These repurchase agreements were with entities whose creditworthiness has been reviewed and found satisfactory by FMR. The maturity values of the joint trading account investments are shown in the schedule of investments. The investments in repurchase agreements through the joint trading account are summarized as follows:

##### SUMMARY OF JOINT TRADING

Dated August 4, 1997, due November 3, 1997 at 5.58%

Number of dealers or banks 1

Maximum amount with one dealer or bank 100%

Aggregate principal amount of agreements \$600,000,000

Aggregate maturity amount of agreements \$608,463,000

Aggregate market value of transferred assets \$620,445,792

Coupon rates of transferred assets 0% to 8.63%  
Maturity dates of transferred assets 11/7/97 to 11/15/29  
Dated October 1, 1997, due November 3, 1997 at 5.56%  
Number of dealers or banks 1  
Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$225,000,000  
Aggregate maturity amount of agreements \$226,146,750  
Aggregate market value of transferred assets \$234,019,491  
Coupon rates of transferred assets 5% to 12.5%  
Maturity dates of transferred assets 12/1/97 to 11/1/27

3. JOINT TRADING ACCOUNT - CONTINUED  
SUMMARY OF JOINT TRADING - CONTINUED

Dated October 31, 1997, due November 3, 1997 at 5.70%  
Number of dealers or banks 11  
Maximum amount with one dealer or bank 27%  
Aggregate principal amount of agreements \$6,961,411,000  
Aggregate maturity amount of agreements \$6,964,717,087  
Aggregate market value of transferred assets \$7,109,125,676  
Coupon rates of transferred assets 0% to 15.75%  
Maturity dates of transferred assets 11/6/97 to 10/1/27  
Dated October 31, 1997, due November 3, 1997 at 5.77%  
Number of dealers or banks 4

Maximum amount with one dealer or bank 41.6%  
Aggregate principal amount of agreements \$1,369,912,000  
Aggregate maturity amount of agreements \$1,370,570,866  
Aggregate market value of transferred assets \$1,410,399,145  
Coupon rates of transferred assets 0% to 10%  
Maturity dates of transferred assets 10/1/98 to 12/1/34  
Dated September 5, 1997, due November 5, 1997 at 5.56%  
Number of dealers or banks 1

Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$150,000,000  
Aggregate maturity amount of agreements \$150,693,750  
Aggregate market value of transferred assets \$154,500,001  
Coupon rates of transferred assets 6.13% to 8.15%  
Maturity dates of transferred assets 3/1/04 to 8/1/33  
Dated October 8, 1997, due November 5, 1997 at 5.53%  
Number of dealers or banks 1

Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$200,000,000  
Aggregate maturity amount of agreements \$200,860,222  
Aggregate market value of transferred assets \$207,443,384  
Coupon rates of transferred assets 0%

Maturity dates of transferred assets 5/1/19 to 5/1/34  
3. JOINT TRADING ACCOUNT - CONTINUED  
SUMMARY OF JOINT TRADING - CONTINUED

Dated August 19, 1997, due November 6, 1997 at 5.58%  
Number of dealers or banks 1  
Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$200,000,000  
Aggregate maturity amount of agreements \$202,449,000  
Aggregate market value of transferred assets \$206,340,802  
Coupon rates of transferred assets 5.45% to 8.25%  
Maturity dates of transferred assets 5/21/98 to 12/15/22  
Dated October 14, 1997, due November 13, 1997 at 5.55%  
Number of dealers or banks 1

Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$150,000,000  
Aggregate maturity amount of agreements \$151,413,167  
Aggregate market value of transferred assets \$155,326,645  
Coupon rates of transferred assets 0% to 12.50%  
Maturity dates of transferred assets 11/1/97 to 11/1/27  
Dated October 22, 1997, due January 20, 1998 at 5.66%  
Number of dealers or banks 1

Maximum amount with one dealer or bank 100%  
Aggregate principal amount of agreements \$55,000,000  
Aggregate maturity amount of agreements \$55,778,250  
Aggregate market value of transferred assets \$56,650,000  
Coupon rates of transferred assets 5.53% to 9.50%  
Maturity dates of transferred assets 6/1/18 to 2/1/37

4. FEES AND OTHER TRANSACTIONS WITH AFFILIATES.

MANAGEMENT FEE. As the fund's investment adviser, FMR pays all expenses, except the compensation of the non-interested Trustees and certain exceptions such as interest, taxes, brokerage commissions and extraordinary expenses. FMR receives a fee that is computed daily at an annual rate of .45% of the fund's average net assets. FMR also bears the cost of providing shareholder services to the fund. To offset the cost of providing these services,

4. FEES AND OTHER TRANSACTIONS WITH AFFILIATES - CONTINUED

MANAGEMENT FEE - CONTINUED

FMR or its affiliates collect certain transaction fees from the fund's shareholders which amounted to \$8,783 for the period.

SUB-ADVISED FEE. As the fund's investment sub-adviser, FMR Texas Inc., a wholly owned subsidiary of FMR, receives a fee from FMR of 50% of the management fee payable to FMR. The fee is paid prior to any voluntary expense reimbursements which may be in effect.

#### 5. EXPENSE REDUCTIONS.

The fund has entered into arrangements with its custodian and transfer agent whereby credits realized as a result of uninvested cash balances were used to reduce a portion of the fund's expenses. During the period, the fund's custodian and transfer agent fees were reduced by \$44 and \$4,827, respectively, under these arrangements.

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(REGISTERED TRADEMARK)

MONEY MARKET  
FUND

SEMIANNUAL REPORT  
OCTOBER 31, 1997  
CONTENTS

PRESIDENT'S MESSAGE	3	NED JOHNSON ON INVESTING STRATEGIES.
PERFORMANCE	4	HOW THE FUND HAS DONE OVER TIME.
FUND TALK	6	THE MANAGER'S REVIEW OF FUND PERFORMANCE, STRATEGY AND OUTLOOK.
INVESTMENT CHANGES	8	A SUMMARY OF MAJOR SHIFTS IN THE FUND'S INVESTMENTS OVER THE PAST SIX MONTHS.
INVESTMENTS	9	A COMPLETE LIST OF THE FUND'S INVESTMENTS.
FINANCIAL STATEMENTS	21	STATEMENTS OF ASSETS AND LIABILITIES, OPERATIONS, AND CHANGES IN NET ASSETS, AS WELL AS FINANCIAL HIGHLIGHTS.
NOTES	25	NOTES TO THE FINANCIAL STATEMENTS.

To reduce expenses and demonstrate respect for our environment, we have initiated a project through which we will begin eliminating duplicate copies of most financial reports and prospectuses to most households, even if they have more than one account in the fund. If additional copies of financial reports, prospectuses or historical account information are needed, please call 1-800-544-6666.

THIS REPORT AND THE FINANCIAL STATEMENTS CONTAINED HEREIN ARE SUBMITTED FOR THE GENERAL INFORMATION OF THE SHAREHOLDERS OF THE FUND. THIS REPORT IS NOT AUTHORIZED FOR DISTRIBUTION TO PROSPECTIVE INVESTORS IN THE FUND UNLESS PRECEDED OR ACCOMPANIED BY AN EFFECTIVE PROSPECTUS.  
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PRESIDENT'S MESSAGE

(photo\_of\_Edward\_C\_Johnson\_3d)

DEAR SHAREHOLDER:

Although financial turmoil in Pacific Basin countries was a catalyst for significant volatility in U.S. markets in late October, the Standard & Poor's 500 Index remained up more than 25% year-to-date, twice its historical annual average. Meanwhile, bond markets - primarily influenced by a relatively steady flow of positive news on



the inflation front- continued to post moderate returns through the first 10 months of 1997.

While it's impossible to predict the future direction of the markets with any degree of certainty, there are certain basic principles that can help investors plan for their future needs.

First, investors are encouraged to take a long-term view of their portfolios. If you can afford to leave your money invested through the inevitable up and down cycles of the financial markets, you will greatly reduce your vulnerability to any single decline. We know from experience, for example, that stock prices have gone up over longer periods of time, have significantly outperformed other types of investments and have stayed ahead of inflation.

Second, you can further manage your investing risk through diversification. A stock mutual fund, for instance, is already diversified, because it invests in many different companies. You can increase your diversification further by investing in a number of different stock funds, or in such other investment categories as bonds. You should also keep money you'll need in the near future in a more stable investment.

Finally, no matter what your time horizon or portfolio diversity, it makes good sense to follow a regular investment plan, investing a certain amount of money in a fund at the same time each month or quarter and periodically reviewing your overall portfolio. By doing so, you won't get caught up in the excitement of a rapidly rising market, nor will you buy all your shares at market highs. While this strategy - known as dollar cost averaging - won't assure a profit or protect you from a loss in a declining market, it should help you lower the average cost of your purchases.

If you have questions, please call us at 1-800-544-8888. We are available 24 hours a day, seven days a week to provide you the information you need to make the investments that are right for you.

Best regards,

Edward C. Johnson 3d

PERFORMANCE: THE BOTTOM LINE

To evaluate a money market fund's historical performance, you can look at either total return or yield. Total return reflects the change in the value of an investment, assuming reinvestment of the fund's dividend income and the effect of the fund's \$5 account closeout fee on an average-sized account. Yield measures the income paid by a fund. Since a money market fund tries to maintain a \$1 share price, yield is an important measure of performance. If Fidelity had not reimbursed certain fund expenses, the past five year and life of fund total returns would have been lower.

CUMULATIVE TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 6 MONTHS	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN MONEY MARKET FUND	2.69%	5.33%	25.51%	62.96%
ALL TAXABLE MONEY MARKET FUNDS AVERAGE	2.56%	5.06%	23.43%	56.49%

CUMULATIVE TOTAL RETURNS show the fund's performance in percentage terms over a set period - in this case, six months, one year, five years or since the fund started on January 23, 1989. For example, if you had invested \$1,000 in a fund that had a 5% return over the past year, the value of your investment would be \$1,050. To measure how the fund's performance stacked up against its peers, you can compare it to the all taxable money market funds average, which reflects the performance of taxable money market funds with similar objectives tracked by IBC Financial Data, Inc. The past six months average represents a peer group of 878 mutual funds. (The periods covered by IBC Financial Data, Inc. numbers are the closest available match to those covered by the fund.)

AVERAGE ANNUAL TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN MONEY MARKET FUND	5.33%	4.65%	5.72%
ALL TAXABLE MONEY MARKET FUNDS AVERAGE	5.06%	4.30%	5.25%

AVERAGE ANNUAL TOTAL RETURNS take the fund's cumulative return and show you what would have happened if the fund had performed at a constant rate each year.

YIELDS

10/28/97    7/29/97    4/29/97    1/28/97    10/29/96

SPARTAN MONEY MARKET FUND	5.30%	5.30%	5.22%	5.10%	5.12%
ALL TAXABLE MONEY MARKET FUNDS AVERAGE	5.03%	5.02%	4.96%	4.82%	4.82%
	10/29/97	7/30/97	4/30/97	1/29/97	10/30/96
MMDA	2.65%	2.64%	2.64%	2.62%	2.66%

Row: 1, Col: 1, Value: 5.3  
 Row: 1, Col: 2, Value: 5.03  
 Row: 1, Col: 3, Value: 2.65  
 Row: 2, Col: 1, Value: 5.3  
 Row: 2, Col: 2, Value: 5.02  
 Row: 2, Col: 3, Value: 2.64  
 Row: 3, Col: 1, Value: 5.22  
 Row: 3, Col: 2, Value: 4.96  
 Row: 3, Col: 3, Value: 2.64  
 Row: 4, Col: 1, Value: 5.1  
 Row: 4, Col: 2, Value: 4.8199999999999999  
 Row: 4, Col: 3, Value: 2.62  
 Row: 5, Col: 1, Value: 5.1199999999999999  
 Row: 5, Col: 2, Value: 4.8199999999999999  
 Row: 5, Col: 3, Value: 2.66

6% -  
 5% -  
 4% -  
 3% -  
 2% -  
 1% -  
 0%

Spartan  
 Money Market Fund  
 All Taxable Money  
 Market Funds Average  
 MMDA

YIELD refers to the income paid by the fund over a given period. Yields for money market funds are usually for seven-day periods, expressed as annual percentage rates. A yield that assumes income earned is reinvested or compounded is called an effective yield. The chart above shows the fund's current seven-day yield at quarterly intervals over the past year. You can compare these yields to the all taxable money market funds average and the bank money market deposit account (MMDA) average. Figures for the all taxable money market funds average are from IBC Financial Data, Inc. The MMDA average is supplied by BANK RATE MONITOR. (Trademark)

A MONEY MARKET FUND'S TOTAL RETURNS AND YIELDS WILL VARY, AND REFLECT PAST RESULTS RATHER THAN PREDICT FUTURE PERFORMANCE.

#### COMPARING PERFORMANCE

There are some important differences between a bank money market deposit account (MMDA) and a money market fund. First, the U.S. government neither insures nor guarantees a money market fund. In fact, there is no assurance that a money market fund will maintain a \$1 share price. Second, a money market fund returns to its shareholders income earned by the fund's investments after expenses. This is in contrast to banks, which set their MMDA rates periodically based on current interest rates, competitors' rates, and internal criteria. (checkmark)

An interview with John Todd, Portfolio Manager of Spartan Money Market Fund

Q. JOHN, WHAT HAS THE INVESTMENT ENVIRONMENT BEEN LIKE OVER THE PAST SIX MONTHS?

A. The central theme was robust economic growth with no noticeable threats posed by inflation. Just before the beginning of the period, the Federal Reserve Board raised the rate banks charge each other for overnight loans - known as the fed funds rate - by 0.25 percentage points to 5.50%. The Fed was attempting to slow the momentum in the economy that it feared might translate into a build-up of inflationary pressures. Since then, real economic growth - as measured by real gross domestic product, or GDP, adjusted for inflation - has slowed from a 4.9% annual rate in the first quarter of 1997 to 3.3% in the second and third quarters. While a growth rate this strong is believed to be above the economy's capacity to expand without generating inflation, pressure from political and business leaders has kept the Fed on the sidelines. The Fed appears to be waiting to see actual signs of inflation before raising rates again, instead of taking pre-emptive steps to slow growth to head off inflation before it emerges.

Q. DID ANY INDICATIONS OF IMMINENT INFLATION EMERGE?

A. No. As a matter of fact, the GDP deflator, which is the broadest measure of inflation in the economy, showed that inflation in the third quarter of 1997 increased at its lowest quarterly rate since 1967. However, job and income growth remained strong, and consumer confidence was at or near record highs. One of the main drivers of economic growth was personal consumption, which was very strong in the first quarter, backed off in the second quarter and surged again in the third quarter. If this pattern holds, consumption should slow somewhat in the fourth quarter. In fact, personal savings rates hit an all-time low in September, suggesting that consumers may slow down their spending and, hence, dampen overall economic growth. The recent financial market difficulties in Southeast Asia also could affect the economy. Economic slowdowns there could have a ripple effect on the U.S. economy, because U.S. companies usually export a fair amount to the region. In addition, since the currencies of those countries weakened relative to the dollar, their products should become cheaper, diminishing U.S. inflation in the coming months. Most market participants feel this situation will push the Fed to wait even longer before taking action on interest rates.

Q. WHAT WAS YOUR STRATEGY OVER THE PAST SIX MONTHS?

A. As we entered the period, prices in the market reflected the sentiment that the Fed would continue with a series of interest-rate increases that it appeared to begin in March. I felt that the market was jumping the gun and that the resulting yields offered by longer-term securities were particularly attractive. As a result, I extended the fund's average maturity to the low 70-day range. Moving into the summer, the markets reversed course, with prices and yields indicating that the Fed would hold off making any moves for the foreseeable future. So, I let the fund's maturity slip back to the low 60s. When the economy didn't slow as expected in late summer and early autumn, the market once again changed direction and started to price near-term Fed interest-rate increases back into the market. As a consequence, yields for securities with longer-term maturities became attractive, so I lengthened the maturity so that at the end of the period it stood at 75 days.

Q. HOW DID THE FUND PERFORM?

A. The fund's seven-day yield on October 31, 1997, was 5.31%, compared to 5.23% six months ago. For the six months that ended October 31, 1997, the fund had a total return of 2.69%, compared to 2.56% for the all taxable money market funds average, according to IBC Financial Data, Inc.

Q. WHAT'S YOUR OUTLOOK?

A. As I said, it appears consumption - and therefore, growth - will slow in the fourth quarter. Nevertheless, I still believe real GDP in the fourth quarter will grow at about 3%. In the past, that level would have signaled very strong growth. Compared to the past four quarters, however, GDP at that level would indicate a slowdown. As we head toward the new year, the Fed may wait until the beginning of 1998 to act on interest rates to determine whether or not the slowdown materializes. But as we move through 1998, increasing wage and benefits costs may spark inflation, which would probably trigger some sort of Fed action.

THE VIEWS EXPRESSED IN THIS REPORT REFLECT THOSE OF THE PORTFOLIO MANAGER ONLY THROUGH THE END OF THE PERIOD OF THE REPORT AS STATED ON THE COVER. THE MANAGER'S VIEWS ARE SUBJECT TO CHANGE AT ANY TIME BASED ON MARKET AND OTHER CONDITIONS.

FUND FACTS

GOAL: SEEKS HIGH CURRENT  
 INCOME WITH SHARE PRICE  
 STABILITY BY INVESTING IN  
 HIGH-QUALITY, SHORT-TERM MONEY  
 MARKET SECURITIES OF ALL TYPES  
 START DATE: JANUARY 23, 1989  
 FUND NUMBER: 454  
 TRADING SYMBOL: SPRXX  
 SIZE: AS OF OCTOBER 31, 1997,  
 MORE THAN \$8.8 BILLION  
 MANAGER: JOHN TODD, SINCE  
 1989; MANAGER, FIDELITY SELECT  
 MONEY MARKET PORTFOLIO, SINCE  
 1991; SHORT-TERM AND MONEY  
 MARKET INVESTMENTS FOR THE  
 FIDELITY ASSET MANAGER FUNDS,  
 SINCE 1996; FIDELITY CASH  
 RESERVES, SINCE APRIL 1997;  
 JOINED FIDELITY IN 1981  
 (CHECKMARK)  
 INVESTMENT CHANGES

MATURITY DIVERSIFICATION

DAYS	% OF FUND ASSETS 10/31/97	% OF FUND ASSETS 4/30/97	% OF FUND ASSETS 10/31/96
0 - 30	45	57	45
31 - 90	26	20	26
91 - 180	20	11	25
181 - 397	9	12	4

WEIGHTED AVERAGE MATURITY

	10/31/97	4/30/97	10/31/96
SPARTAN MONEY MARKET	75 DAYS	69 DAYS	60 DAYS
ALL TAXABLE MONEY MARKET FUNDS AVERAGE*	55 DAYS	52 DAYS	53 DAYS

ASSET ALLOCATION (% OF FUND'S INVESTMENTS)  
 AS OF OCTOBER 31, 1997 AS OF APRIL 30, 1997  
 ROW: 1, COL: 1, VALUE: 2.0  
 ROW: 1, COL: 2, VALUE: 3.0  
 ROW: 1, COL: 3, VALUE: 28.0  
 ROW: 1, COL: 4, VALUE: 67.0  
 ROW: 1, COL: 1, VALUE: 0.0  
 ROW: 1, COL: 2, VALUE: 7.0  
 ROW: 1, COL: 3, VALUE: 27.0  
 ROW: 1, COL: 4, VALUE: 66.0  
 BANK CD'S,  
 BAS, TDS,  
 AND NOTES 68%  
 COMMERCIAL PAPER 28%  
 GOVERNMENT  
 SECURITIES 3%  
 OTHER 1%

BANK CD'S,  
 BAS, TDS,  
 AND NOTES 66%  
 COMMERCIAL PAPER 27%  
 GOVERNMENT  
 SECURITIES 7%  
 OTHER 0%

\* SOURCE: IBC'S MONEY FUND SOURCE (registered trademark)  
 INVESTMENTS OCTOBER 31, 1997 (UNAUDITED)

SHOWING PERCENTAGE OF TOTAL VALUE OF INVESTMENTS IN SECURITIES

CERTIFICATES OF DEPOSIT - 46.1%  
 DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE (000S) (000S)  
 DOMESTIC CERTIFICATES OF DEPOSIT - 2.9%  
 Bank of America National Trust & Savings Assoc.  
 11/24/97 5.55% \$ 77,000 \$ 77,000  
 Chase Manhattan Bank (USA) Delaware

2/9/98	5.75	56,000	56,000
CoreStates Capital Corp.			
11/4/97	5.61 (a)	12,000	12,000
11/28/97	5.62 (a)	5,000	5,000
Morgan Guaranty Trust Co., NY			
3/19/98	5.95	50,000	49,992
8/6/98	5.90	36,995	36,987
Wachovia Bank NA			
9/17/98	5.55 (a)	15,000	14,990
		251,969	
NEW YORK BRANCH, YANKEE DOLLAR, FOREIGN BANKS - 29.3%			
ABN-AMRO Bank NV			
1/22/98	5.65	30,000	29,998
3/2/98	5.68	48,000	48,000
3/2/98	5.71	45,000	44,998
3/19/98	6.00	45,000	44,997
8/14/98	5.90	27,000	27,003
Australia & New Zealand Banking			
3/2/98	5.71	7,000	7,001
Bank of Montreal, Canada			
11/17/97	5.54	65,000	65,000
Bank of Nova Scotia			
7/21/98	5.97	12,000	11,987
8/31/98	5.97	30,000	29,985
Bank of Tokyo - Mitsubishi Ltd.			
1/22/98	5.75	20,000	20,000
Banque Nationale de Paris			
11/3/97	5.57	45,000	45,000
2/3/98	5.65	19,000	19,000
Barclays Bank, PLC			
11/3/97	5.54	21,000	21,000
11/17/97	5.53	170,000	170,000
1/16/98	5.80	58,000	57,994
Bayerische Hypotheken-und Wechsel			
11/3/97	5.54	50,000	50,000
11/24/97	5.54	16,000	16,000
Bayerische Landesbank Girozentrale			
2/10/98	5.93	40,000	39,967
7/17/98	5.90	55,000	54,985
Caisse Nationale de Credit Agricole			
11/13/97	5.86	17,000	17,000
CERTIFICATES OF DEPOSIT - CONTINUED			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
NEW YORK BRANCH, YANKEE DOLLAR, FOREIGN BANKS - CONTINUED			
Canadian Imperial Bank of Commerce			
11/17/97	5.54%	\$ 34,000	\$ 34,000
12/1/97	5.58	22,000	22,000
8/28/98	5.97	55,000	54,974
Credit Agricole Indosuez			
10/14/98	5.90	50,000	49,977
10/19/98	5.97	25,000	24,984
10/21/98	6.00	30,000	29,986
Credit Suisse First Boston (BK)			
1/5/98	5.63	50,000	50,000
Deutsche Bank AG			
4/10/98	6.25	50,000	49,990
4/15/98	6.30	30,000	29,995
8/10/98	5.91	55,000	54,976
8/10/98	5.92	27,000	26,990
10/26/98	6.00	20,000	19,989
Hongkong & Shanghai Banking Corp.			
12/22/97	5.60	51,000	51,000
Landesbank Hessen - Thuringen			
4/1/98	6.25	30,000	29,986
National Westminster Bank, PLC			
12/19/97	5.92	20,000	19,998
3/3/98	5.80	60,000	59,994
8/10/98	6.00	13,000	12,986
9/25/98	5.88	18,000	17,986
Norddeutsche Landesbank Girozentrale			
12/8/97	5.56	30,000	30,000
12/8/97	5.57	24,000	24,000
Rabobank Nederland, N.V.			
3/16/98	5.75	30,000	30,000
3/20/98	6.00	55,000	54,994
3/24/98	6.05	30,000	29,993
4/10/98	6.25	25,000	24,995
4/10/98	6.26	30,000	29,992
Royal Bank of Canada			
3/3/98	5.82	75,000	74,995

8/7/98	5.90	37,000	36,992
8/13/98	6.00	25,000	24,990
Royal Bank of Scotland, PLC			
6/15/98	5.85	12,000	12,000
Sanwa Bank Ltd. Japan			
11/26/97	5.63	27,000	27,000
1/29/98	5.79	40,000	40,001
CERTIFICATES OF DEPOSIT - CONTINUED			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
NEW YORK BRANCH, YANKEE DOLLAR, FOREIGN BANKS - CONTINUED			
Societe Generale, France			
11/12/97	5.90%	\$ 46,000	\$ 46,000
11/18/97	5.58	84,000	84,000
12/1/97	5.90	13,500	13,500
4/14/98	5.75	50,000	50,000
4/15/98	5.75	50,000	50,000
Sumitomo Bank, Ltd., Japan			
11/25/97	5.68	34,000	34,000
Swiss Bank Corp.			
12/22/97	5.96	55,000	55,000
12/22/97	5.99	65,000	65,000
12/30/97	6.04	50,000	50,000
1/20/98	5.70	100,000	100,000
2/2/98	5.65	21,000	21,000
2/27/98	5.88	20,000	20,000
8/19/98	5.91	25,000	24,992
8/28/98	5.97	55,000	54,978
Westdeutsche Landesbank Girozentrale			
12/22/97	5.62	26,000	26,000
		2,594,148	
PORTLAND BRANCH, YANKEE DOLLAR, FOREIGN BANKS - 0.8%			
Bank of Nova Scotia			
4/1/98	6.20	50,000	49,988
National Westminster Bank, PLC			
2/12/98	5.75	17,000	17,000
		66,988	
SAN FRANCISCO BRANCH, YANKEE DOLLAR, FOREIGN BANKS - 0.4%			
Banque Nationale de Paris			
11/17/97	5.61	12,000	12,000
12/22/97	5.60	25,000	25,000
		37,000	
LONDON BRANCH, EURODOLLAR, FOREIGN BANKS - 12.5%			
Abbey National, Treasury Services			
12/3/97	5.60	30,000	30,000
12/26/97	5.60	82,000	82,000
3/4/98	5.87	44,000	44,000
3/18/98	5.70	85,000	85,000
Australia & New Zealand Banking Group			
2/20/98	5.70	8,000	8,000
Banco Bilbao Vizcaya, S.A.			
1/21/98	5.70	8,000	8,000
CERTIFICATES OF DEPOSIT - CONTINUED			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
LONDON BRANCH, EURODOLLAR, FOREIGN BANKS - CONTINUED			
Bank of Scotland Treasury Services			
12/29/97	5.75%	\$ 20,000	\$ 20,000
Barclays Bank, PLC			
1/7/98	5.64	85,000	84,993
4/23/98	5.80	65,000	65,000
Bayerische Landesbank Girozentrale			
12/31/97	5.75	14,000	14,000
1/20/98	5.70	36,000	36,001
Bayerische Vereinsbank AG			
12/29/97	5.75	70,000	70,001
1/26/98	5.70	29,000	29,000
3/16/98	5.72	36,000	36,004
Credit Agricole Indosuez			
11/3/97	5.55	20,000	20,000
2/9/98	5.66	36,000	35,997
Den Danske Bank Group AS			
12/2/97	5.57	50,000	50,000
Kredietbank, NV			
12/2/97	5.54	25,000	25,001
12/2/97	5.57	25,000	25,000
12/8/97	5.55	15,000	15,000
Lloyds Bank, PLC			
1/26/98	5.80	19,000	18,996
2/2/98	5.65	64,000	64,000
Norddeutsche Landesbank Girozentrale			

3/16/98	5.73	9,000	9,000
Royal Bank of Scotland, PLC			
12/29/97	5.75	10,000	10,000
Sanwa Bank, Ltd., Japan			
1/30/98	5.75	25,000	25,001
Toronto-Dominion Bank			
11/24/97	5.85	60,000	60,000
3/3/98	5.87	40,000	40,000
4/9/98	5.75	15,000	14,996
10/14/98	5.93	30,000	30,000
Westdeutsche Landesbank Girozentrale			
11/24/97	5.56	25,000	25,002
3/25/98	5.75	20,000	20,013
		1,100,005	
LONDON BRANCH, EURODOLLAR, DOMESTIC BANKS - 0.2%			
Bankers Trust Co.			
11/20/97	5.60	16,000	16,000
TOTAL CERTIFICATES OF DEPOSIT 4,066,110			
COMMERCIAL PAPER - 27.9%			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
Abbey National, North America			
3/11/98	5.72%	\$ 52,000	\$ 50,956
ABN-AMRO North America, Inc.			
7/2/98	5.84	30,077	28,940
7/13/98	5.84	20,000	19,210
AC Acquisition Holding Co.			
11/5/97	5.58	5,000	4,997
11/7/97	5.58	30,000	29,972
12/1/97	5.60	13,650	13,587
12/8/97	5.60	10,000	9,943
American Express Credit Corp.			
11/25/97	5.55	35,000	34,871
American Home Products Corp.			
12/17/97	5.60	30,000	29,788
Asset Securitization Coop. Corp.			
11/6/97	5.54	20,000	19,985
11/17/97	5.55	7,000	6,983
12/11/97	5.60	37,800	37,568
1/21/98	5.70	10,000	9,874
Associates Corp. of North America			
11/18/97	5.54	20,000	19,948
Bank of Nova Scotia			
11/13/97	5.55	10,000	9,982
12/15/97	5.60	27,000	26,818
Bear Stearns Cos., Inc.			
11/17/97	5.55	12,000	11,970
11/17/97	5.60	10,000	9,975
1/21/98	5.72	18,000	17,775
Bell Atlantic Financial Services			
11/7/97	5.57	35,000	34,968
BMW US Capital Corp.			
11/10/97	5.62	18,000	17,975
12/1/97	5.57	25,000	24,885
12/22/97	5.61	11,000	10,914
Bradford & Bingley Building Society			
12/29/97	5.77	35,000	34,684
3/16/98	5.72	10,000	9,791
Caisse des Depots et Consigns			
11/14/97	5.54	9,032	9,014
Chase Manhattan Corp.			
12/1/97	5.85	45,000	44,787
CIESCO, L.P.			
11/24/97	5.55	15,000	14,947
Citibank Credit Card Master Trust I (Dakota Certificate Program)			
11/10/97	5.62	5,000	4,993
11/13/97	5.62	6,000	5,989
11/17/97	5.55	10,000	9,975
COMMERCIAL PAPER - CONTINUED			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
Commonwealth Bank of Australia			
3/16/98	5.70%	\$ 18,000	\$ 17,626
CoreStates Capital Corp.			
11/3/97	5.61 (a)	13,000	13,000
Delaware Funding Corporation			
11/26/97	5.58	10,000	9,962
Den Danske Corp., Inc.			
11/26/97	5.58	30,000	29,884
12/16/97	5.59	50,000	49,656
Deutsche Bank Financial Inc.			

11/12/97	5.53	100,000	99,832
Dresdner U.S. Finance Inc.			
11/4/97	5.54	42,000	41,981
Eiger Capital Corp.			
11/12/97	5.54	7,000	6,988
11/12/97	5.55	6,000	5,990
Enterprise Funding Corp.			
11/13/97	5.54	37,321	37,252
11/17/97	5.55	5,053	5,041
11/17/97	5.56	10,481	10,455
11/19/97	5.55	5,000	4,986
11/20/97	5.57	10,000	9,971
11/26/97	5.60	3,660	3,646
12/4/97	5.57	10,000	9,949
Ford Motor Credit Corp.			
11/18/97	5.55	50,000	49,869
12/19/97	5.58	12,800	12,706
General Electric Capital Corp.			
11/17/97	5.58	45,000	44,889
11/17/97	5.82	55,000	54,862
12/1/97	5.85	45,000	44,787
1/22/98	6.12	35,000	34,534
1/28/98	5.95	45,000	44,371
3/30/98	5.71	40,000	39,081
4/6/98	5.79	60,000	58,544
General Electric Capital Services Inc.			
11/20/97	5.58	50,000	49,854
General Electric Co.			
11/13/97	5.53	5,000	4,991
General Motors Acceptance Corp.			
11/3/97	5.78	11,000	10,996
11/3/97	6.02	26,000	25,992
11/10/97	6.02	50,000	49,927
11/12/97	6.02	17,000	16,970
11/17/97	5.56	95,000	94,767
11/17/97	5.61	35,000	34,914
11/19/97	5.58	20,000	19,944
11/19/97	5.59	44,000	43,878
COMMERCIAL PAPER - CONTINUED			
DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)			
DATE TIME OF PURCHASE (000S) (000S)			
General Motors Acceptance Corp. - continued			
12/9/97	5.68%	\$ 11,000	\$ 10,934
3/9/98	5.76	60,000	58,807
Generale de Banque, S.A.			
3/3/98	5.72	14,000	13,736
Goldman Sachs Group, L.P. (The)			
11/13/97	5.57	31,000	30,943
11/18/97	5.57	23,000	22,940
1/23/98	6.09	10,000	9,866
1/26/98	6.10	45,000	44,373
Grand Met Capital Corp.			
1/7/98	5.70	10,000	9,897
Halifax Building Society			
12/11/97	5.61	23,900	23,753
Matterhorn Capital Corp. (LOC Union Bank of Switzerland)			
12/1/97	5.56	5,000	4,977
Merrill Lynch & Co., Inc.			
11/4/97	5.54	7,186	7,183
1/14/98	5.71	15,000	14,829
3/16/98	5.73	29,000	28,394
Morgan Stanley, Dean Witter, Discover & Co.			
11/24/97	5.55	13,000	12,954
2/23/98	5.60 (a)	62,000	62,000
NationsBank Corp.			
11/19/97	5.54	15,000	14,959
Nationwide Building Society			
11/4/97	5.61	18,000	17,992
New Center Asset Trust			
11/7/97	5.89	8,000	7,992
11/19/97	5.58	9,000	8,975
Norfolk Southern Corp.			
11/4/97	5.74	13,428	13,422
11/6/97	5.75	3,500	3,497
11/19/97	5.70	6,000	5,983
11/20/97	5.71	10,000	9,970
11/24/97	5.71	11,000	10,960
Preferred Receivables Funding Corp.			
11/4/97	5.54	32,000	31,985
11/12/97	5.54	6,000	5,990
11/12/97	5.59	21,000	20,964



11/17/97 5.56 5,000 4,988  
 11/18/97 5.56 6,040 6,024  
 11/25/97 5.57 8,000 7,970  
 Rabobank U.S.A. Financial Corp.  
 4/1/98 5.70 24,000 23,442  
 Sears Roebuck Acceptance Corp.  
 11/12/97 5.58 14,000 13,976  
 11/24/97 5.58 15,000 14,947  
 1/27/98 5.67 16,000 15,784

COMMERCIAL PAPER - CONTINUED

DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE (000S) (000S)

Societe Generale North America, Inc.

11/19/97 5.55% \$ 40,000 \$ 39,890  
 12/10/97 5.57 8,000 7,952

Textron, Inc.

11/3/97 5.80 5,000 4,998  
 11/4/97 5.71 10,000 9,995  
 11/5/97 5.68 3,000 2,998  
 11/13/97 5.66 2,000 1,996  
 11/13/97 5.68 3,000 2,994

Toronto Dominion Holdings USA, Inc.

12/23/97 5.75 22,000 21,822

Triple A One Funding Corp.

11/5/97 5.59 6,464 6,460  
 11/17/97 5.57 7,000 6,983  
 11/18/97 5.56 12,000 11,969  
 11/20/97 5.57 26,195 26,119

Westpac Capital Corp.

12/1/97 5.87 15,000 14,929  
 TOTAL COMMERCIAL PAPER 2,462,670

FEDERAL AGENCIES (A) - 2.8%

FEDERAL HOME LOAN BANK - AGENCY COUPONS - 0.4%

12/4/97 5.62 35,000 34,997

FEDERAL NATIONAL MORTGAGE ASSOC. - AGENCY COUPONS - 2.4%

12/9/97 5.56 130,000 129,988  
 6/12/98 5.62 85,000 84,975  
 214,963

TOTAL FEDERAL AGENCIES 249,960

BANK NOTES - 7.2%

BankBoston NA

11/12/97 5.55 40,000 40,000  
 11/17/97 5.53 10,000 10,000

BankOne, Columbus, NA

11/4/97 5.68 (a) 66,000 65,972

Comerica Bank, Detroit

3/27/98 6.20 40,000 39,970  
 11/17/97 5.59 (a) 20,000 19,990

BANK NOTES - CONTINUED

DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE (000S) (000S)

First Bank NA - Minnesota

11/19/97 5.59% (a) \$ 25,000 \$ 24,990

First of America Bank - Illinois

11/13/97 5.91 23,000 22,998

Key Bank National Association

6/12/98 5.59 (a) 30,000 29,989  
 7/24/98 5.51 (a) 32,000 31,985  
 8/28/98 5.55 (a) 25,000 24,986  
 8/28/98 5.61 (a) 39,000 38,978  
 9/23/98 5.60 (a) 12,000 11,992

Morgan Guaranty Trust Co., NY

8/31/98 5.85 30,710 30,722  
 8/31/98 5.97 38,000 37,988

National City Bank - Pennsylvania

11/3/97 5.62 27,000 26,986

NBD Bank, NA - Detroit, Michigan

3/2/98 5.82 40,000 39,996

Northern Trust Co., Chicago

11/3/97 5.61 (a) 25,000 24,989

PNC Bank NA

11/3/97 5.57 (a) 12,000 11,993  
 11/12/97 5.58 (a) 37,000 36,998  
 11/28/97 5.62 (a) 26,000 25,991  
 9/25/98 5.60 (a) 9,000 9,006

SouthTrust Bank - Alabama

11/12/97 5.59 (a) 16,000 15,992

U.S. Bank NA

11/19/97 5.58 (a) 16,000 15,990

TOTAL BANK NOTES 638,501

MASTER NOTES (A) - 3.4%

Goldman Sachs Group, L.P. (The) (c)  
 11/7/97 5.72 18,000 18,000  
 12/16/97 5.72 85,000 85,000  
 J.P. Morgan Securities, Inc.  
 11/3/97 5.88 133,000 133,000  
 Norwest Corp.  
 11/3/97 5.65 51,000 51,000  
 Suntrust Banks Inc.  
 11/3/97 5.60 15,000 15,000  
 TOTAL MASTER NOTES 302,000  
 MEDIUM-TERM NOTES (A) - 3.7%  
 DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE (000S) (000S)  
 Beneficial Corp.  
 11/5/97 5.61% \$ 17,000 \$ 16,996  
 12/25/97 5.77 18,000 17,991  
 Commonwealth Life Insurance Co. (c)  
 11/28/97 5.83 35,000 35,000  
 General Motors Acceptance Corp.  
 11/1/97 5.71 47,000 47,000  
 11/3/97 5.71 18,000 17,999  
 Merrill Lynch & Co., Inc.  
 11/3/97 5.67 38,000 37,997  
 11/4/97 5.63 17,000 16,998  
 Norwest Corp.  
 1/22/98 5.83 50,000 50,000  
 Pacific Mutual Life Insurance Co. (b)  
 12/9/97 5.76 35,000 35,000  
 Transamerica Life Insurance and Annuity Co.  
 11/3/97 (c) 5.69 20,000 20,000  
 12/16/97 5.75 30,000 30,000  
 TOTAL MEDIUM-TERM NOTES 324,981  
 SHORT-TERM NOTES (A) - 5.0%  
 Capital One Funding Corp. (1994-E)  
 11/7/97 5.61 7,573 7,573  
 Capital One Funding Corp. (1995-D)  
 11/7/97 5.61 7,530 7,530  
 Capital One Funding Corp. (1995-E)  
 11/7/97 5.61 5,800 5,800  
 Capital One Funding Corp. (1996-H)  
 11/7/97 5.67 8,120 8,120  
 Capital One Funding Corp. (1996-I)  
 11/7/97 5.61 11,337 11,337  
 Capital One Funding Corp. (1997-F)  
 11/7/97 5.61 10,000 10,000  
 Liquid Asset Backed Securities Trust (1997-5) (b)  
 11/17/97 5.61 82,000 82,000  
 Liquid Asset Backed Securities Trust (1996-1) (b)  
 10/15/98 5.61 41,000 41,000  
 Liquid Asset Backed Securities Trust (1996-2) (b)  
 11/3/97 5.69 57,000 57,000  
 SMM Trust (1996-P) (b)  
 11/17/97 5.66 57,000 57,000  
 SMM Trust (1997-I) (b)  
 11/28/97 5.66 37,000 37,000  
 SMM Trust (1997-V) (b)  
 11/26/97 5.66 60,000 60,000  
 SMM Trust (1997-W) (b)  
 11/17/97 5.63 53,000 53,000  
 TOTAL SHORT-TERM NOTES 437,360  
 TIME DEPOSITS - 3.1%  
 DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE (000S) (000S)  
 Bank of Tokyo - Mitsubishi Ltd.  
 11/3/97 5.63% \$ 83,000 \$ 83,000  
 11/14/97 5.60 80,000 80,000  
 Sumitomo Bank, Ltd., Japan  
 11/4/97 5.69 20,000 20,000  
 11/5/97 5.66 17,000 17,000  
 11/12/97 5.63 54,000 54,000  
 11/24/97 5.63 20,000 20,000  
 TOTAL TIME DEPOSITS 274,000  
 REPURCHASE AGREEMENTS - 0.8%  
 MATURITY AMOUNT  
 (000S)  
 In a joint trading account  
 (U.S. Government Obligations)  
 dated 10/31/97 due 11/3/97  
 At 5.73% \$ 73,087 73,052  
 TOTAL INVESTMENTS - 100% \$ 8,828,634  
 Total Cost for Income Tax Purposes \$ 8,828,634

LEGEND

3. The coupon rate shown on floating or adjustable rate securities represents the rate at period end. The due dates on these types of securities reflects the next interest rate reset date or, when applicable, the final maturity date.
4. Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the period end, the value of these securities amounted to \$422,000,000 or 4.8% of net assets.
5. Restricted securities - Investment in securities not registered under the Securities Act of 1933 (see Note 2 of Notes to Financial Statements).

Additional information on each holding is as follows:

ACQUISITION ACQUISITION  
 SECURITY DATE COST (000S)  
 Goldman Sachs  
 Group, L.P. (The):  
     5.72%, 12/16/97 6/11/97 \$ 85,000  
     5.72%, 11/7/97 8/5/97 \$ 18,000  
 Commonwealth Life  
 Insurance Co.  
     5.83%, 11/28/97 7/1/97 \$ 35,000  
 Transamerica Life Insurance  
 and Annuity Co.  
     5.69%, 11/3/97 5/7/97 \$ 20,000

INCOME TAX INFORMATION

At April 30, 1997, the fund had a capital loss carryforward of approximately \$2,742,000 of which \$211,000, \$1,893,000, \$476,000 and \$162,000 will expire on April 30, 2001, 2002, 2003 and 2004, respectively.

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

<TABLE> <CAPTION> <S>	<C>	<C>
(EXCEPT PER-SHARE AMOUNTS) OCTOBER 31, 1997 (UNAUDITED)		
<b>ASSETS</b>		
INVESTMENT IN SECURITIES, AT VALUE (INCLUDING REPURCHASE AGREEMENTS OF \$73,052) - SEE ACCOMPANYING SCHEDULE		\$ 8,828,634
INTEREST RECEIVABLE		78,725
TOTAL ASSETS		8,907,359
<b>LIABILITIES</b>		
PAYABLE TO CUSTODIAN BANK	\$ 10	
SHARE TRANSACTIONS IN PROCESS	72,492	
DISTRIBUTIONS PAYABLE	946	
ACCRUED MANAGEMENT FEE	3,533	
TOTAL LIABILITIES		76,981
NET ASSETS		\$ 8,830,378
NET ASSETS CONSIST OF:		
PAID IN CAPITAL		\$ 8,833,016
ACCUMULATED NET REALIZED GAIN (LOSS) ON INVESTMENTS		(2,638)
NET ASSETS, FOR 8,832,505 SHARES OUTSTANDING		\$ 8,830,378
NET ASSET VALUE, OFFERING PRICE AND REDEMPTION PRICE PER SHARE (\$8,830,378 (DIVIDED BY) 8,832,505 SHARES)		\$1.00

</TABLE>

STATEMENT OF OPERATIONS

SIX MONTHS ENDED OCTOBER 31, 1997 (UNAUDITED)

INTEREST INCOME \$ 259,750

## EXPENSES

MANAGEMENT FEE	\$ 20,339	
NON-INTERESTED TRUSTEES' COMPENSATION	16	
TOTAL EXPENSES BEFORE REDUCTIONS	20,355	
EXPENSE REDUCTIONS	(92)	20,263
NET INTEREST INCOME		239,487
NET REALIZED GAIN (LOSS) ON INVESTMENTS		103
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS		\$ 239,590

## STATEMENT OF CHANGES IN NET ASSETS

<TABLE>  
<CAPTION>  
<S>

	<C> SIX MONTHS ENDED OCTOBER 31, 1997 (UNAUDITED)	<C> YEAR ENDED APRIL 30, 1997
INCREASE (DECREASE) IN NET ASSETS		
OPERATIONS	\$ 239,487	\$ 453,728
NET INTEREST INCOME		
NET REALIZED GAIN (LOSS)	103	90
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	239,590	453,818
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INTEREST INCOME	(239,487)	(453,728)
SHARE TRANSACTIONS AT NET ASSET VALUE OF \$1.00 PER SHARE PROCEEDS FROM SALES OF SHARES	7,357,704	13,164,275
REINVESTMENT OF DISTRIBUTIONS FROM NET INTEREST INCOME	233,149	441,878
COST OF SHARES REDEEMED	(8,060,224)	(12,757,142)
NET INCREASE (DECREASE) IN NET ASSETS AND SHARES RESULTING FROM SHARE TRANSACTIONS	(469,371)	849,011
TOTAL INCREASE (DECREASE) IN NET ASSETS	(469,268)	849,101
NET ASSETS		
BEGINNING OF PERIOD	9,299,646	8,450,545
END OF PERIOD	\$ 8,830,378	\$ 9,299,646

&lt;/TABLE&gt;

## FINANCIAL HIGHLIGHTS

SIX MONTHS ENDED      YEARS ENDED APRIL 30,  
OCTOBER 31, 1997

(UNAUDITED)      1997      1996      1995      1994      1993

&lt;TABLE&gt;

&lt;CAPTION&gt;

&lt;S&gt;

## SELECTED PER-SHARE DATA

	<C>	<C>	<C>	<C>	<C>	<C>
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
INCOME FROM INVESTMENT OPERATIONS	.027	.051	.054	.049	.031	.035
NET INTEREST INCOME						
LESS DISTRIBUTIONS						
FROM NET INTEREST INCOME	(.027)	(.051)	(.054)	(.049)	(.031)	(.035)

NET ASSET VALUE, END OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
TOTAL RETURN B	2.69%	5.21%	5.57%	4.97%	3.14%	3.51%
RATIOS AND SUPPLEMENTAL DATA						
NET ASSETS, END OF PERIOD (IN MILLIONS)	\$ 8,830	\$ 9,300	\$ 8,451	\$ 7,635	\$ 6,453	\$ 4,542
RATIO OF EXPENSES TO AVERAGE NET ASSETS	.45% A	.45%	.45%	.44% C	.31% C	.30%
RATIO OF EXPENSES TO AVERAGE NET ASSETS AFTER EXPENSE REDUCTIONS	.45% A	.45%	.42% D	.44%	.31%	.30%
RATIO OF NET INTEREST INCOME TO AVERAGE NET ASSETS	5.29% A	5.09%	5.45%	4.89%	3.12%	3.46%

</TABLE>

A ANNUALIZED

B TOTAL RETURNS DO NOT INCLUDE THE ACCOUNT CLOSEOUT FEE AND FOR PERIODS OF LESS THAN ONE YEAR ARE NOT ANNUALIZED. THE TOTAL RETURNS WOULD HAVE BEEN LOWER HAD CERTAIN EXPENSES NOT BEEN REDUCED DURING THE PERIODS SHOWN.

C FMR AGREED TO REIMBURSE A PORTION OF THE FUND'S EXPENSES DURING THE PERIOD. WITHOUT THIS REIMBURSEMENT, THE FUND'S EXPENSE RATIO WOULD HAVE BEEN HIGHER.

D FMR OR THE FUND HAS ENTERED INTO VARYING ARRANGEMENTS WITH THIRD PARTIES WHO EITHER PAID OR REDUCED A PORTION OF THE FUND'S EXPENSES. NOTES TO FINANCIAL STATEMENTS

For the period ended October 31, 1997 (Unaudited)

6. SIGNIFICANT ACCOUNTING POLICIES.

Spartan Money Market Fund (the fund) is a fund of Fidelity Hereford Street Trust (the trust) and is authorized to issue an unlimited number of shares. The trust is registered under the Investment Company Act of 1940, as amended (the 1940 Act), as an open-end management investment company organized as a Delaware business trust. The financial statements have been prepared in conformity with generally accepted accounting principles which permit management to make certain estimates and assumptions at the date of the financial statements. The following summarizes the significant accounting policies of the fund: SECURITY VALUATION. As permitted under Rule 2a-7 of the 1940 Act, and certain conditions therein, securities are valued initially at cost and thereafter assume a constant amortization to maturity of any discount or premium.

INCOME TAXES. As a qualified regulated investment company under Subchapter M of the Internal Revenue Code, the fund is not subject to income taxes to the extent that it distributes substantially all of its taxable income for its fiscal year. The schedule of investments includes information regarding income taxes under the caption "Income Tax Information."

INTEREST INCOME. Interest income, which includes amortization of premium and accretion of discount, is accrued as earned.

EXPENSES. Most expenses of the trust can be directly attributed to a fund. Expenses which cannot be directly attributed are apportioned between the funds in the trust.

DISTRIBUTIONS TO SHAREHOLDERS. Dividends are declared daily and paid monthly from net interest income.

SECURITY TRANSACTIONS. Security transactions are accounted for as of trade date. Gains and losses on securities sold are determined on the basis of identified cost.

7. OPERATING POLICIES.

JOINT TRADING ACCOUNT. Pursuant to an Exemptive Order issued by the Securities and Exchange Commission, the fund, along with other affiliated entities of Fidelity Management & Research Company (FMR), may transfer uninvested cash balances into one or more joint trading accounts. These balances are invested in one or more repurchase agreements for U.S. Treasury or Federal Agency obligations.

REPURCHASE AGREEMENTS. The underlying U.S. Treasury or Federal Agency securities are transferred to an account of the fund, or to the Joint Trading Account, at a bank custodian. The securities are

marked-to-market daily and maintained at a value at least equal to the principal amount of the repurchase agreement (including accrued interest). FMR, the fund's investment adviser, is responsible for determining that the value of the underlying securities remains in accordance with the market value requirements stated above.

2. OPERATING POLICIES -  
CONTINUED

RESTRICTED SECURITIES. The fund is permitted to invest in securities that are subject to legal or contractual restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are registered. Disposal of these securities may involve time-consuming negotiations and expense, and prompt sale at an acceptable price may be difficult. At the end of the period, restricted securities (excluding 144A issues) amounted to \$158,000,000 or 1.8% of net assets.

8. FEES AND OTHER TRANSACTIONS WITH AFFILIATES.

MANAGEMENT FEE. As the fund's investment adviser, FMR pays all expenses, except the compensation of the non-interested Trustees and certain exceptions such as interest, taxes, brokerage commissions and extraordinary expenses. FMR receives a fee that is computed daily at an annual rate of .45% of the fund's average net assets.

FMR also bears the cost of providing shareholder services to the fund. To offset the cost of providing shareholder services, FMR or its affiliates collect certain account fees from the fund's shareholders. For the period, fees collected from shareholders amounted to \$115,000.

SUB-ADVISER FEE. As the fund's investment sub-adviser, FMR Texas Inc., a wholly owned subsidiary of FMR, receives a fee from FMR of 50% of the management fee payable to FMR. The fee is paid prior to any voluntary expense reimbursements which may be in effect.

9. EXPENSE REDUCTIONS.

FMR has entered into an arrangement on behalf of the fund with the fund's transfer agent whereby credits realized as a result of uninvested cash balances were used to reduce a portion of the fund's expenses. During the period, the fund's expenses were reduced by \$92,000 under this arrangement.

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SEMIANNUAL REPORT  
OCTOBER 31, 1997  
CONTENTS

PRESIDENT'S MESSAGE	3	NED JOHNSON ON INVESTING STRATEGIES.
PERFORMANCE	4	HOW THE FUND HAS DONE OVER TIME.
FUND TALK	6	THE MANAGER'S REVIEW OF FUND PERFORMANCE, STRATEGY AND OUTLOOK.
INVESTMENT CHANGES	8	A SUMMARY OF MAJOR SHIFTS IN THE FUND'S INVESTMENTS OVER THE PAST SIX MONTHS AND ONE YEAR.
INVESTMENTS	9	A COMPLETE LIST OF THE FUND'S INVESTMENTS.
FINANCIAL STATEMENTS	11	STATEMENTS OF ASSETS AND LIABILITIES, OPERATIONS, AND CHANGES IN NET ASSETS, AS WELL AS FINANCIAL HIGHLIGHTS.
NOTES	15	NOTES TO THE FINANCIAL STATEMENTS.

To reduce expenses and demonstrate respect for our environment, we have initiated a project through which we will begin eliminating duplicate copies of most financial reports and prospectuses to most households, even if they have more than one account in the fund. If additional copies of financial reports, prospectuses or historical account information are needed, please call 1-800-544-6666.

THIS REPORT AND THE FINANCIAL STATEMENTS CONTAINED HEREIN ARE SUBMITTED FOR THE GENERAL INFORMATION OF THE SHAREHOLDERS OF THE FUND. THIS REPORT IS NOT AUTHORIZED FOR DISTRIBUTION TO PROSPECTIVE INVESTORS IN THE FUND UNLESS PRECEDED OR ACCOMPANIED BY AN EFFECTIVE PROSPECTUS.  
MUTUAL FUND SHARES ARE NOT DEPOSITS OR OBLIGATIONS OF, OR GUARANTEED BY, ANY DEPOSITORY INSTITUTION. SHARES ARE NOT INSURED BY THE FDIC, FEDERAL RESERVE BOARD OR ANY OTHER AGENCY, AND ARE SUBJECT TO INVESTMENT RISKS, INCLUDING POSSIBLE LOSS OF PRINCIPAL AMOUNT INVESTED.  
NEITHER THE FUND NOR FIDELITY DISTRIBUTORS CORPORATION IS A BANK. FOR MORE INFORMATION ON ANY FIDELITY FUND, INCLUDING CHARGES AND EXPENSES, CALL 1-800-544-8888  
FOR A FREE PROSPECTUS. READ IT CAREFULLY BEFORE YOU INVEST OR SEND MONEY.  
PRESIDENT'S MESSAGE

(photo\_of\_Edward\_C\_Johnson\_3d)

DEAR SHAREHOLDER:

Although financial turmoil in Pacific Basin countries was a catalyst for significant volatility in U.S. markets in late October, the Standard & Poor's 500 Index remained up more than 25% year-to-date, twice its historical annual average. Meanwhile, bond markets - primarily influenced by a relatively steady flow of positive news on

the inflation front - continued to post moderate returns through the first 10 months of 1997.

While it's impossible to predict the future direction of the markets with any degree of certainty, there are certain basic principles that can help investors plan for their future needs.

First, investors are encouraged to take a long-term view of their portfolios. If you can afford to leave your money invested through the inevitable up and down cycles of the financial markets, you will greatly reduce your vulnerability to any single decline. We know from experience, for example, that stock prices have gone up over longer periods of time, have significantly outperformed other types of investments and have stayed ahead of inflation.

Second, you can further manage your investing risk through diversification. A stock mutual fund, for instance, is already diversified, because it invests in many different companies. You can increase your diversification further by investing in a number of different stock funds, or in such other investment categories as bonds. You should also keep money you'll need in the near future in a more stable investment.

Finally, no matter what your time horizon or portfolio diversity, it makes good sense to follow a regular investment plan, investing a certain amount of money in a fund at the same time each month or quarter and periodically reviewing your overall portfolio. By doing so, you won't get caught up in the excitement of a rapidly rising market, nor will you buy all your shares at market highs. While this strategy - known as dollar cost averaging - won't assure a profit or protect you from a loss in a declining market, it should help you lower the average cost of your purchases.

If you have questions, please call us at 1-800-544-8888. We are available 24 hours a day, seven days a week to provide you the information you need to make the investments that are right for you.

Best regards,

Edward C. Johnson 3d

PERFORMANCE: THE BOTTOM LINE

To evaluate a money market fund's historical performance, you can look at either total return or yield. Total return reflects the change in the value of an investment, assuming reinvestment of the fund's dividend income and the effect of the fund's \$5 account closeout fee on an average-sized account. Yield measures the income paid by a fund. Since a money market fund tries to maintain a \$1 share price, yield is an important measure of performance. If Fidelity had not reimbursed certain fund expenses, the past five year and the life of fund total returns and dividends would have been lower.

CUMULATIVE TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 6 MONTHS	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN U.S. TREASURY MONEY MARKET	2.53%	5.01%	23.36%	68.67%
100% U.S. TREASURY MONEY MARKET FUNDS AVERAGE	2.40%	4.77%	22.29%	65.33%

CUMULATIVE TOTAL RETURNS show the fund's performance in percentage terms over a set period - in this case, six months, one year, five years or since the fund started on January 5, 1988. For example, if you had invested \$1,000 in a fund that had a 5% return over the past year, the value of your investment would be \$1,050. To measure how the fund's performance stacked up against its peers, you can compare it to the 100% U.S. Treasury money market funds average, which reflects the performance of 100% U.S. Treasury money market funds with similar objectives tracked by IBC Financial Data, Inc. The past six months average represents a peer group of 36 mutual funds. (The periods covered by IBC Financial Data, Inc. numbers are the closest available match to those covered by the fund.)

AVERAGE ANNUAL TOTAL RETURNS

PERIODS ENDED OCTOBER 31, 1997	PAST 1 YEAR	PAST 5 YEARS	LIFE OF FUND
SPARTAN U.S. TREASURY MONEY MARKET	5.01%	4.29%	5.46%
100% U.S. TREASURY MONEY MARKET FUNDS AVERAGE	4.77%	4.10%	5.29%

AVERAGE ANNUAL TOTAL RETURNS take the fund's cumulative return and show you what would have happened if the fund had performed at a constant rate each year.

YIELDS

10/28/97    7/29/97    4/29/97    1/28/97    10/29/96

SPARTAN U.S. TREASURY MONEY MARKET	4.92%	4.96%	4.95%	4.84%	4.82%
100% U.S. TREASURY MONEY MARKET FUNDS AVERAGE	4.68%	4.74%	4.72%	4.56%	4.60%
	10/29/97	7/30/97	4/30/97	1/29/97	10/30/96
MMDA	2.65%	2.64%	2.64%	2.62%	2.66%

Row: 1, Col: 1, Value: 4.95  
 Row: 1, Col: 2, Value: 4.72  
 Row: 1, Col: 3, Value: 2.64  
 Row: 2, Col: 1, Value: 4.84  
 Row: 2, Col: 2, Value: 4.56  
 Row: 2, Col: 3, Value: 2.62  
 Row: 3, Col: 1, Value: 4.8199999999999999  
 Row: 3, Col: 2, Value: 4.6  
 Row: 3, Col: 3, Value: 2.66  
 Row: 4, Col: 1, Value: 4.7700000000000001  
 Row: 4, Col: 2, Value: 4.58  
 Row: 4, Col: 3, Value: 2.69  
 Row: 5, Col: 1, Value: 4.7700000000000001  
 Row: 5, Col: 2, Value: 4.51  
 Row: 5, Col: 3, Value: 2.67

Spartan  
 U.S. Treasury  
 Money Market  
 100% U.S.  
 Treasury Money  
 Market Funds  
 Average  
 MMDA  
 6% -  
 5% -  
 4% -  
 3% -  
 2% -  
 1% -  
 0%

YIELD refers to the income paid by the fund over a given period. Yields for money market funds are usually for seven-day periods, expressed as annual percentage rates. A yield that assumes income earned is reinvested or compounded is called an effective yield. The chart above shows the fund's current seven-day yield at quarterly intervals over the past year. You can compare these yields to the 100% U.S. Treasury money market funds average and the bank money market deposit account (MMDA) average. Figures for the 100% U.S. Treasury money market funds average are from IBC Financial Data, Inc. The MMDA average is supplied by BANK RATE MONITOR (Trademark). A MONEY MARKET FUND'S TOTAL RETURNS AND YIELDS WILL VARY, AND REFLECT PAST RESULTS RATHER THAN PREDICT FUTURE PERFORMANCE.

COMPARING PERFORMANCE

There are some important differences between a bank money market deposit account (MMDA) and a money market fund. First, the U.S. government neither insures nor guarantees a money market fund. In fact, there is no assurance that a money market fund will maintain a \$1 share price. Second, a money market fund returns to its shareholders income earned by the fund's investments after expenses. This is in contrast to banks, which set their MMDA rates

periodically based on current interest rates, competitors' rates, and internal criteria. (checkmark)

#### FUND TALK: THE MANAGER'S OVERVIEW

An interview with Robert Litterst, Portfolio Manager of Spartan U.S. Treasury Money Market Fund

Q. BOB, WHAT WAS THE INVESTING ENVIRONMENT LIKE OVER THE PAST SIX MONTHS?

A. At the end of March, the Federal Reserve Board raised the rate banks charge each other for overnight loans - known as the fed funds rate - from 5.25% to 5.50%. The Fed did so in order to slow growth and head off any inflationary pressures that may have been building in the economy. As we entered the summer, short-term interest rates rose as most in the market expected the Fed to continue raising rates. However, the Fed held off because inflation was well contained and it expected economic activity to slow. Contrary to the Fed's forecast, the economy continued on a solid pace in the third quarter, with real GDP - gross domestic product adjusted for inflation - growing at a 3.5% annual rate. Over each of the past four quarters, real GDP has grown at about a 4% annual rate, clearly above estimates of the economy's non-inflationary potential. Despite subdued inflation currently, many feel that growth at this rate will result in a rise in inflation at some point. Nonetheless, the Fed has been patient, and appears willing to tolerate strong growth until clear signs of rising inflation emerge.

Q. WERE THERE OTHER FACTORS THAT DROVE THE MARKET FOR SHORT-TERM U.S. TREASURY SECURITIES?

A. Yes, there were. As the budget deficit has declined, so have the financing needs of the U.S. Treasury. As a result of reduced issuance and a large pay-down of Treasury debt in the second quarter, the supply of Treasuries has fallen. Combined with strong demand from both foreign and domestic investors during the period, this situation pushed yields on Treasuries lower and prices on them higher.

Q. WHAT SORT OF STRATEGY DID YOU PURSUE?

A. I've used a barbell strategy - concentrating the fund on either end of the maturity spectrum - investing in one- or two-month Treasury securities on the one hand and in issues with longer maturities on the other. I've been purchasing longer-term securities at moments of market weakness when the short-term yield curve steepens and longer investments present attractive values. The very short-term securities help to balance the portfolio and serve a defensive purpose that will help the fund if the Fed raises rates again. Overall, the fund's average maturity tended to be longer than the average of its peers.

Q. HOW DID THE FUND PERFORM OVER THE SIX-MONTH PERIOD?

A. On October 31, 1997, the fund's seven-day yield was 4.93%, compared to 4.95% six months ago. The fund's total return for the six months was 2.53%, compared to the 2.40% total return for the 100% U.S. Treasury money market funds average tracked by IBC Financial Data, Inc.

Q. WHAT'S YOUR OUTLOOK?

A. Although broad measures of inflation are well controlled, the economy is strong and wage pressures appear to be building. Fed Chairman Alan Greenspan is concerned that increased costs due to continued tightness in the labor market eventually will be passed on to the consumer. If the economy continues to expand rapidly and pushes the unemployment rate lower, then higher inflation is likely to materialize and further Fed rate increases are probably in the offing. One factor that may keep the Fed on the sidelines a bit longer than anticipated is the recent market turmoil in Southeast Asia and its influence on domestic markets. Any market instability probably will influence the Fed to act in a more cautious manner, unless we see clear signs of inflation. In addition, a slowdown in Southeast Asia would tend to dampen U.S. economic growth and to moderate inflation pressures. Nonetheless, while the turmoil in global financial markets may affect the timing of future Fed interest-rate changes, it is unlikely to alter the Fed's ultimate policy decisions, which are driven by domestic economic considerations.

THE VIEWS EXPRESSED IN THIS REPORT REFLECT THOSE OF THE PORTFOLIO MANAGER ONLY THROUGH THE END OF THE PERIOD OF THE REPORT AS STATED ON THE COVER. THE MANAGER'S VIEWS ARE SUBJECT TO CHANGE AT ANY TIME BASED ON MARKET AND OTHER CONDITIONS.

#### FUND FACTS

GOAL: income while maintaining a stable \$1 share price by investing in U.S. Treasury money market securities whose interest is free

from state and local taxes  
 START DATE: January 5, 1988  
 FUND NUMBER: 415  
 TRADING SYMBOL: FDLXX  
 SIZE: as of October 31, 1997,  
 more than \$1.8 billion  
 MANAGER: Robert Litterst, since  
 April 1997; manager, several  
 Fidelity and Spartan taxable  
 money market funds; joined  
 Fidelity in 1991  
 (checkmark)  
 INVESTMENT CHANGES

MATURITY DAYS	DIVERSIFICATION		
	% OF FUND ASSETS 10/31/97	% OF FUND ASSETS 4/30/97	% OF FUND ASSETS 10/31/96
0 - 30	26	21	25
31 - 90	37	42	39
91 - 180	33	27	33
181 - 397	4	10	3

WEIGHTED AVERAGE MATURITY

	10/31/97	4/30/97	10/31/96
SPARTAN U.S. TREASURY MONEY MARKET FUND	78 DAYS	80 DAYS	73 DAYS
100% U.S. TREASURY MONEY MARKET FUNDS AVERAGE*	65 DAYS	62 DAYS	63 DAYS

SPARTAN U.S. TREASURY  
MONEY MARKET FUND

100% U.S. TREASURY  
MONEY MARKET FUNDS  
AVERAGE\*

ASSET ALLOCATION (% OF FUND'S INVESTMENTS)  
 AS OF OCTOBER 31, 1997 AS OF APRIL 30, 1997

4  
 Row: 1, Col: 1, Value: 77.0  
 Row: 1, Col: 2, Value: 23.0  
 U.S. Treasury  
 bills 17%  
 U.S. Treasury  
 notes 83%

U.S. Treasury  
 bills 23%  
 U.S. Treasury  
 notes 77%

Row: 1, Col: 1, Value: 83.0  
 Row: 1, Col: 2, Value: 17.0  
 \*SOURCE: IBC'S MONEY FUND REPORT (registered trademark)  
 INVESTMENTS OCTOBER 31, 1997 (UNAUDITED)

Showing Percentage of Total Value of Investments in Securities

U.S. TREASURY OBLIGATIONS - 100%  
 DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
 DATE TIME OF PURCHASE

U.S. TREASURY BILLS - 22.7%  
 11/13/97 5.40% \$ 4,532 \$ 4,524  
 1/22/98 5.21 160,000 158,167  
 1/22/98 5.22 33,000 32,622  
 1/22/98 5.24 130,000 128,504  
 4/2/98 6.00 35,000 34,164  
 4/30/98 6.01 30,000 29,140  
 4/30/98 6.04 20,000 19,435  
 4/30/98 6.07 11,000 10,689  
 417,245

U.S. TREASURY NOTES - 77.3%

11/15/97	5.10	96,000	96,060
11/15/97	5.30	10,000	10,006
11/15/97	5.36	50,000	50,028
11/15/97	5.38	72,660	72,700
11/30/97	5.14	64,000	63,976
11/30/97	5.18	140,000	139,996
11/30/97	5.30	3,577	3,577
11/30/97	5.36	30,000	29,997
11/30/97	5.37	12,000	11,999
11/30/97	5.39	1,258	1,258
12/31/97	5.15	57,105	57,099
12/31/97	5.16	6,900	6,899
12/31/97	5.18	35,000	34,992
12/31/97	5.19	60,000	59,990
12/31/97	5.22	75,000	74,923
12/31/97	5.30	65,000	64,978
12/31/97	5.31	59,151	59,200
1/31/98	5.35	65,000	64,912
1/31/98	5.40	180,000	179,726
1/31/98	5.41	30,000	29,958
2/15/98	5.31	15,000	15,110
2/15/98	5.32	50,000	50,249
2/15/98	5.35	14,330	14,392
2/15/98	5.50	30,000	30,130
2/15/98	5.54	25,000	25,107
2/28/98	5.72	15,000	14,966
2/28/98	5.75	30,000	29,932
3/31/98	5.33	30,000	30,088
3/31/98	5.60	15,000	15,017
3/31/98	5.73	19,000	19,012
3/31/98	5.93	20,000	19,931
4/15/98	5.41	30,000	30,318
		1,406,526	

U.S. TREASURY OBLIGATIONS - CONTINUED

DUE ANNUALIZED YIELD AT PRINCIPAL AMOUNT VALUE (NOTE 1)  
DATE TIME OF PURCHASE

U.S. TREASURY NOTES - CONTINUED

Principal Only STRIPS: 8/15/98 5.77% \$ 10,000 \$ 9,560  
8/15/98 5.80 10,000 9,558  
19,118

TOTAL U.S. TREASURY NOTES 1,425,644  
TOTAL INVESTMENTS - 100% \$ 1,842,889  
Total Cost for Income Tax Purposes \$ 1,842,889

INCOME TAX INFORMATION

At April 30, 1997, the fund had a capital loss carryforward of approximately \$242,000 of which \$195,000 and \$47,000 will expire on April 30, 2002 and 2004, respectively.

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

<TABLE>

<CAPTION>

<S> <C> <C>

(EXCEPT PER-SHARE AMOUNT) OCTOBER 31, 1997 (UNAUDITED)

ASSETS

INVESTMENT IN SECURITIES, AT VALUE - \$ 1,842,889  
SEE ACCOMPANYING SCHEDULE

RECEIVABLE FOR INVESTMENTS SOLD 341,911

INTEREST RECEIVABLE 26,429

TOTAL ASSETS 2,211,229

LIABILITIES

PAYABLE TO CUSTODIAN BANK \$ 13

PAYABLE FOR INVESTMENTS PURCHASED 319,292

SHARE TRANSACTIONS IN PROCESS 1,535

DISTRIBUTIONS PAYABLE 208

ACCRUED MANAGEMENT FEE 711

OTHER PAYABLES AND ACCRUED EXPENSES 28



TOTAL LIABILITIES	321,787
NET ASSETS	\$ 1,889,442
NET ASSETS CONSIST OF:	
PAID IN CAPITAL	\$ 1,889,430
ACCUMULATED NET REALIZED GAIN (LOSS) ON INVESTMENTS	12
NET ASSETS, FOR 1,889,430 SHARES OUTSTANDING	\$ 1,889,442
NET ASSET VALUE, OFFERING PRICE AND REDEMPTION PRICE PER SHARE (\$1,889,442 (DIVIDED BY) 1,889,430 SHARES)	\$1.00

</TABLE>

STATEMENT OF OPERATIONS  
SIX MONTHS ENDED OCTOBER 31, 1997 (UNAUDITED)

INTEREST INCOME	\$ 50,761
EXPENSES	
MANAGEMENT FEE	\$ 4,226
NON-INTERESTED TRUSTEES' COMPENSATION	5
TOTAL EXPENSES BEFORE REDUCTIONS	4,231
EXPENSE REDUCTIONS	(38) 4,193
NET INTEREST INCOME	46,568
NET REALIZED GAIN (LOSS) ON INVESTMENTS	123
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 46,691

STATEMENT OF CHANGES IN NET ASSETS

<TABLE>

<CAPTION>

<S>

AMOUNTS IN THOUSANDS

	<C> SIX MONTHS ENDED OCTOBER 31, 1997 (UNAUDITED)	<C> YEAR ENDED APRIL 30, 1997
INCREASE (DECREASE) IN NET ASSETS		
OPERATIONS	\$ 46,568	\$ 90,435
NET INTEREST INCOME		
NET REALIZED GAIN (LOSS)	123	24
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	46,691	90,459
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INTEREST INCOME	(46,568)	(90,435)
SHARE TRANSACTIONS AT NET ASSET VALUE OF \$1.00 PER SHARE PROCEEDS FROM SALES OF SHARES	750,427	2,044,938
REINVESTMENT OF DISTRIBUTIONS FROM NET INTEREST INCOME	45,149	87,196
COST OF SHARES REDEEMED	(817,189)	(2,015,989)
NET INCREASE (DECREASE) IN NET ASSETS AND SHARES RESULTING FROM SHARE TRANSACTIONS	(21,613)	116,145
TOTAL INCREASE (DECREASE) IN NET ASSETS	(21,490)	116,169
NET ASSETS		
BEGINNING OF PERIOD	1,910,932	1,794,763
END OF PERIOD	\$ 1,889,442	\$ 1,910,932

</TABLE>

<TABLE> <CAPTION> <S> <C> FINANCIAL HIGHLIGHTS	<C> SIX MONTHS ENDED OCTOBER 31, 1997  (UNAUDITED)	<C> YEARS ENDED APRIL 30, 1997	<C> 1996	<C> 1995	<C> NINE MONTHS ENDED APRIL 30,	<C> 1994	<C> YEARS ENDED JULY 31, 1993
------------------------------------------------------------	----------------------------------------------------------------	--------------------------------------	-------------	-------------	---------------------------------------	-------------	-------------------------------------

<TABLE> <CAPTION> <S> SELECTED PER-SHARE DATA	<C>	<C>	<C>	<C>	<C>	<C>	<C>
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
INCOME FROM INVESTMENT OPERATIONS	.025	.048	.051	.036	.030	.028	.046
NET INTEREST INCOME							
LESS DISTRIBUTIONS							
FROM NET INTEREST INCOME	(.025)	(.048)	(.051)	(.036)	(.030)	(.028)	(.046)
NET ASSET VALUE, END OF PERIOD	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000	\$ 1.000
TOTAL RETURN B	2.53%	4.92%	5.25%	3.66%	2.99%	2.87%	4.70%
RATIOS AND SUPPLEMENTAL DATA							
NET ASSETS, END OF PERIOD (IN MILLIONS)	\$ 1,889	\$ 1,911	\$ 1,795	\$ 1,678	\$ 1,556	\$ 1,749	\$ 2,475
RATIO OF EXPENSES TO AVERAGE NET ASSETS	.45% A	.45%	.45%	.45% A, C	.45% C	.42% C	.25% C
RATIO OF EXPENSES TO AVERAGE NET ASSETS AFTER EXPENSE REDUCTIONS	.45% A	.45%	.43% D	.45% A	.45%	.42%	.25%
RATIO OF NET INTEREST INCOME TO AVERAGE NET ASSETS	4.95% A	4.82%	5.14%	4.85% A	2.94%	2.85%	4.61%

</TABLE>

A ANNUALIZED

B TOTAL RETURNS DO NOT INCLUDE THE ACCOUNT CLOSEOUT FEE AND FOR PERIODS OF LESS THAN ONE YEAR ARE NOT ANNUALIZED. THE TOTAL RETURNS WOULD HAVE BEEN LOWER HAD CERTAIN EXPENSES NOT BEEN REDUCED DURING THE PERIODS SHOWN.

C FMR AGREED TO REIMBURSE A PORTION OF THE FUND'S EXPENSES DURING THE PERIOD. WITHOUT THIS REIMBURSEMENT, THE FUND'S EXPENSE RATIO WOULD HAVE BEEN HIGHER.

D FMR OR THE FUND HAS ENTERED INTO VARYING ARRANGEMENTS WITH THIRD PARTIES WHO EITHER PAID OR REDUCED A PORTION OF THE FUND'S EXPENSES.

NOTES TO FINANCIAL STATEMENTS

For the period ended October 31, 1997 (Unaudited)

1. SIGNIFICANT ACCOUNTING POLICIES.

Spartan U.S. Treasury Money Market Fund (the fund) is a fund of Fidelity Hereford Street Trust (the trust) and is authorized to issue an unlimited number of shares. The trust is registered under the Investment Company Act of 1940, as amended (the 1940 Act), as an open-end management investment company organized as a Delaware business trust. The financial statements have been prepared in conformity with generally accepted accounting principles which permit management to make certain estimates and assumptions at the date of the financial statements. The following summarizes the significant accounting policies of the fund:

SECURITY VALUATION. As permitted under Rule 2a-7 of the 1940 Act, and certain conditions therein, securities are valued initially at cost and thereafter assume a constant amortization to maturity of any discount or premium.

INCOME TAXES. As a qualified regulated investment company under

Subchapter M of the Internal Revenue Code, the fund is not subject to income taxes to the extent that it distributes substantially all of its taxable income for its fiscal year. The schedule of investments includes information regarding income taxes under the caption "Income Tax Information."

INTEREST INCOME. Interest income, which includes amortization of premium and accretion of discount, is accrued as earned.

EXPENSES. Most expenses of the trust can be directly attributed to a fund. Expenses which cannot be directly attributed are apportioned between the funds in the trust.

DISTRIBUTIONS TO SHAREHOLDERS. Dividends are declared daily and paid monthly from net interest income.

SECURITY TRANSACTIONS. Security transactions are accounted for as of trade date. Gains and losses on securities sold are determined on the basis of identified cost.

## 2. FEES AND OTHER TRANSACTIONS WITH AFFILIATES.

MANAGEMENT FEE. As the fund's investment adviser, Fidelity Management & Research Company (FMR) pays all expenses, except the compensation of the non-interested Trustees and certain exceptions such as interest, taxes, brokerage commissions and extraordinary expenses. FMR receives a fee that is computed daily at an annualized rate of .45% of the fund's average net assets.

FMR also bears the cost of providing shareholder services to the fund. To offset the cost of providing these services, FMR or its affiliates collect certain transaction fees from the fund's shareholders which amounted to \$17,000 for the period.

SUB-ADVISER FEE. As the fund's investment sub-adviser, FMR Texas, Inc., a wholly owned subsidiary of FMR, receives a fee from FMR of 50% of the management fee payable to FMR. The fee is paid prior to any voluntary expense reimbursements which may be in effect.

## 3. EXPENSE REDUCTIONS.

FMR has entered into arrangements on behalf of the fund with the fund's custodian and transfer agent whereby credits realized as a result of uninvested cash balances were used to reduce a portion of the fund's expenses. During the period, the fund's expenses were reduced by \$38,000 under these arrangements.

## MANAGING YOUR INVESTMENTS

Fidelity offers several ways to conveniently manage your personal investments via your telephone or PC. You can access your account information, conduct trades and research your investments 24 hours a day.

### BY PHONE

Fidelity TouchTone Xpress provides a single toll-free number to access account balances, positions, quotes and trading. It's easy to navigate the service, and on your first call, the system will help you create a personal identification number (PIN) for security.

SM

(PHONE\_GRAPHIC) TOUCHTONE XPRESS

1-800-544-5555

PRESS

For mutual fund and brokerage trading.

For quotes.\*

For account balances and holdings.

To review orders and mutual fund activity.

To change your PIN.

To speak to a Fidelity representative.

0

\*

### BY PC

Fidelity's Web site on the Internet provides a wide range of information, including daily financial news, fund performance, interactive planning tools and news about Fidelity products and services.

(PHONE\_GRAPHIC) FIDELITY'S WEB SITE

WWW.FIDELITY.COM

If you are not currently on the Internet, call Fidelity at 1-800-544-7272 for significant savings on Web access from internetMCI.

SM

(PHONE\_GRAPHIC)

FIDELITY ON-LINE XPRESS+

TM

Fidelity On-line Xpress+ software for Windows combines comprehensive portfolio management capabilities, securities trading and access to

research and analysis tools . . . all on your desktop. Call Fidelity at 1-800-544-7272 or visit our Web site for more information on how to manage your investments via your PC.

\* WHEN YOU CALL THE QUOTES LINE, PLEASE REMEMBER THAT A FUND'S YIELD AND RETURN WILL VARY AND, EXCEPT FOR MONEY MARKET FUNDS, SHARE PRICE WILL ALSO VARY. THIS MEANS THAT YOU MAY HAVE A GAIN OR LOSS WHEN YOU SELL YOUR SHARES. THERE IS NO ASSURANCE THAT MONEY MARKET FUNDS WILL BE ABLE TO MAINTAIN A STABLE \$1 SHARE PRICE; AN INVESTMENT IN A MONEY MARKET FUND IS NOT INSURED OR GUARANTEED BY THE U.S. GOVERNMENT. TOTAL RETURNS ARE HISTORICAL AND INCLUDE CHANGES IN SHARE PRICE, REINVESTMENT OF DIVIDENDS AND CAPITAL GAINS, AND THE EFFECTS OF ANY SALES CHARGES.  
TO VISIT FIDELITY

For directions and hours,  
please call 1-800-544-9797.

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