

FIDELITY SELECT FUNDRAKER™

Volume 1 Issue 5

May 2006

April Performance

Gold, Energy Service, and Natural Resources were our star performers in April with 9.9%, 6.6%, and 6.7% returns, respectively. Brokerage & Investment Mgmt, Air Transportation, and Environmental managed respectable gains of 0.8%, 1.3%, and 1.5%, respectively, while Networking & Infrastructure and Developing Communications both dropped over 2%.

May Exchanges

Because of their poor performance, Networking & Infrastructure and Developing Communications are dropping out of the *Top Eight Model Portfolio* after only one month. Energy and Industrial Materials are returning to the *Top Eight Model Portfolio* after a three-month hiatus.

Roth IRA Tax Advantages

A Roth IRA is a terrific way to save for retirement. Realized gains in a Roth IRA are not taxed. Distributions from a Roth IRA are not taxed, either, although you do have to be careful to avoid early withdrawal penalties. Seems like a dream come true, but there are a couple of small catches: the money you contribute must be after-tax money, and you can only contribute to a Roth IRA if your adjusted gross income is below certain levels: for the 2005 tax year, your AGI must have been less than \$160,000 for married, filing jointly, or \$110,000 for head of household or single taxpayers.

Here is a simple picture of how Roth IRAs work. You have income and pay income taxes on it. You contribute some of that income to your Roth IRA. Your Roth IRA grows and grows over the years until you retire. You take money from your Roth IRA to live on after retirement. You don't pay taxes on any of it.

Unlike a traditional IRA, you cannot deduct a contribution to your Roth IRA. You can take advantage, however, of the federal retirement savings contribution tax credit, which might even be better than deducting your contribution, if you qualify for it. For the 2005 tax year, the contribution tax credit phased out at AGI of \$50,000 for married taxpayers, filing jointly, \$37,500 for head of household tax payers, and \$25,000 for single taxpayers.

You also can convert traditional IRAs to Roth IRAs if your AGI is below a certain level. For the 2005 tax year, your AGI, not counting conversion income, had to be \$100,000 or less. In general, when you convert a traditional IRA to a Roth IRA, you have to pay taxes on the converted amount (conversion distribution) because you usually have not paid any taxes on the amounts in traditional IRAs. Once converted, however, the amounts in the new Roth IRA enjoy all the benefits listed above. Some states (North Carolina, for example) allow you to deduct some portion of the income from IRA distributions, including conversion distributions.

See IRS Publication 590 for more information about Roth IRAs, contributions, and conversions. See IRS Form 8880 and its instructions for more information about the retirement savings contribution credit.

Holding Period Alert

We bought Networking & Infrastructure and Developing Communications on April 3, and we will be selling both of them on May 2, which just meets Fidelity Investments' 30-day holding period to avoid their 0.75% short-term trading fee. If you enter your exchanges on Monday, May 1, after 4pm ET, both funds will still be shown as being short-term shares. When your trade is processed on Tuesday, May 2, it will be processed as trading long-term shares, and you will avoid the short-term trading fee. If you enter your

exchanges on Tuesday, May 2, before 4pm, both funds will be shown as long-term shares, and your exchange will be processed as of May 2.

If you missed last month's exchange date and bought either Networking & Infrastructure or Developing Communications after April 3, count the day you bought it as day 1 and exchange it on the first business day on or after day 30. You should still enter the other exchange to be processed on May 2, if you have held it 30 days.

Subscribe to Fidelity Select Fundranker

You can subscribe to *Fidelity Select Fundranker* for \$99/year. For this fee, you will receive 12 issues of the *Fidelity Select Fundranker* newsletter via email on or before the first day of each month. You will also receive an email a few days in advance of each issue to alert you to the upcoming issue and exchange date. Although there is a *Fidelity Select Fundranker* website, www.fundranker.com, with much historical information about the *Fidelity Select Fundranker* system, subscribing to the newsletter is the only way to get timely notice of the monthly exchanges. To subscribe, send a check for \$99 to Fidelity Select Fundranker, 39 Southchase Dr, Fletcher, NC 28732-9265. Please include your name, snail mail address, and email address.

Questions and Suggestions

Do you have a question about investing using the Fundranker system or a suggestion for the newsletter or website? Check the frequently asked questions or use the Contact Us form at www.fundranker.com.

Top Eight Model Portfolio Best and Worst Months

1. 2/2000	25.635%	1. 8/1998	(17.961)%
2. 12/1999	21.159%	2. 7/2002	(11.551)%
3. 12/1998	13.445%	3. 4/2000	(8.565)%
4. 6/2000	13.011%	4. 9/2001	(7.795)%
5. 1/2006	12.835%	5. 9/2000	(7.245)%
6. 8/2000	12.601%	6. 4/2004	(7.224)%
7. 1/1999	11.490%	7. 10/1997	(7.032)%
8. 10/2003	11.191%	8. 2/2006	(6.929)%
9. 7/1997	10.606%	9. 2/1999	(6.647)%
10. 11/1999	10.174%	10. 9/2002	(6.529)%

Top Eight Model Portfolio for May, 2006

1. Gold (FSAGX)
2. Energy Service (FSESX)
3. Natural Resources (FNARX)
4. Energy (FSENX)
5. Industrial Materials (FSDPX)
6. Air Transportation (FSAIX)
7. Brokerage & Investment Management (FSLBX)
8. Environmental (FSLEX)

Exchanges for May 2, 2006

Sell Networking & Infra (FNINX), buy Energy (FSENX)
Sell Developing Comm (FSDCX), buy Industrial Materials (FSDPX)

Upcoming Exchange Dates

Upcoming exchange dates are June 2, July 3, August 2, September 5, October 4, and November 2, 2006.

Fidelity Select Fundranker is published via email on the first day of each month and is edited by Harvey J. Poorbaugh. Subscriptions are available at \$99/year. *Fidelity Select Fundranker* is not affiliated with *Fidelity Investments*. All facts and figures are obtained from reliable sources but are subject to revision. Before buying a fund, please read its prospectus. Past results are not an assurance of future performance. For more information, go to www.fundranker.com. © 2006 Fidelity Select Fundranker

<i>Fundranker Ratings for 4/28/06</i>	12-Month	6-Month	3-Month	1-Month	<i>Fundranker</i>	<i>Fundranker</i>
Fund (Symbol)	Return %	Return %	Return %	Return %	Rating**	Ranking
Air Transportation (FSAIX)	46.65*	27.45*	10.85*	1.30	24.563	6
Automotive (FSAVX)	16.51	11.09	4.63	0.22	8.113	33
Banking (FSRBX)	15.28	11.02	6.87*	4.06*	11.308	24
Biotechnology (FBIOX)	21.67	7.16	(4.47)	(6.20)	4.540	38
Brokerage & Investment Mgmt (FSLBX)	58.51*	22.89*	4.57	0.79	23.690	7
Business Services & Outsourcing (FBSOX)	30.77	15.02	4.77	1.05	12.903	19
Chemicals (FSCHX)	17.24	16.64	5.15	3.06*	11.523	23
Computers (FDCPX)	22.35	11.95	0.69	0.98	8.993	32
Construction & Housing (FSHOX)	23.44	13.31	0.77	(0.23)	9.323	29
Consumer Industries (FSCPX)	16.33	10.49	4.19	1.33	8.085	34
Cyclical Industries (FCYIX)	34.95	23.21*	8.14*	1.93	19.058	10
Defense & Aerospace (FSDAX)	30.45	22.20*	10.81*	0.91	18.093	13
Developing Communications (FSDCX)	40.43*	19.57	3.62	(2.50)	16.280	16
Electronics (FSELX)	34.00	22.08*	(0.23)	3.11*	16.740	15
Energy (FSENX)	61.51*	24.13*	1.34	6.07*	26.263	4
Energy Service (FSESX)	73.94*	30.25*	0.18	6.56*	30.733	2
Environmental (FSLEX)	43.08*	24.50*	11.51*	1.52	23.153	8
Financial Services (FIDSX)	25.66	13.84	4.74	2.73*	12.743	20
Food & Agriculture (FDFAX)	15.00	8.70	4.70	1.33	7.433	37
Gold (FSAGX)	110.06*	60.49*	11.16*	9.91*	51.905	1
Health Care (FSPHX)	12.17	3.02	(3.50)	(3.23)	2.115	39
Home Finance (FSVLX)	14.34	11.01	3.75	3.57*	9.168	30
Industrial Equipment (FSCGX)	32.86	25.38*	9.88*	2.32	19.610	9
Industrial Materials (FSDPX)	42.63*	26.98*	8.22*	5.54*	24.843	5
Insurance (FSPCX)	21.88	7.07	3.02	2.49*	9.615	26
Leisure (FDLSX)	29.31	19.72	9.26*	1.02	15.828	17
Medical Delivery (FSHCX)	11.72	(2.35)	(7.29)	(7.59)	(1.378)	41
Medical Equipment & Systems (FSMEX)	5.34	2.24	(3.64)	(1.20)	0.685	40
Multimedia (FBMPX)	18.85	8.89	1.30	1.74	7.695	36
Natural Gas (FSNGX)	52.44*	15.65	(5.04)	4.09*	18.785	11
Natural Resources (FNARX)	67.28*	30.64*	3.77	6.74*	30.108	3
Networking & Infrastructure (FNINX)	42.41*	20.35	4.21	(2.16)	17.203	14
Paper & Forest Products (FSPFX)	12.74	21.35	3.92	(0.47)	9.385	28
Pharmaceuticals (FPHAX)	22.62	12.37	2.90	1.25	9.785	25
Retailing (FSRPX)	23.76	14.62	5.36*	1.23	12.243	22
Software & Computer Services (FSCSX)	26.64	8.14	1.32	0.05	9.038	31
Technology (FSPTX)	25.64	11.39	0.56	0.45	9.510	27
Telecommunications (FSTCX)	30.52	17.87	7.91*	(1.20)	14.775	18
Transportation (FSRFX)	39.92*	20.75	5.86*	0.25	18.695	12
Utilities Growth (FSUTX)	17.68	9.95	3.74	(0.45)	7.730	35
Wireless (FWRLX)	33.69	14.01	2.67	0.04	12.603	21

*Bonus point for being in the top 12 positive returns for a specific period

**Bonus points plus average of 12-, 6-, 3-, and 1-month returns

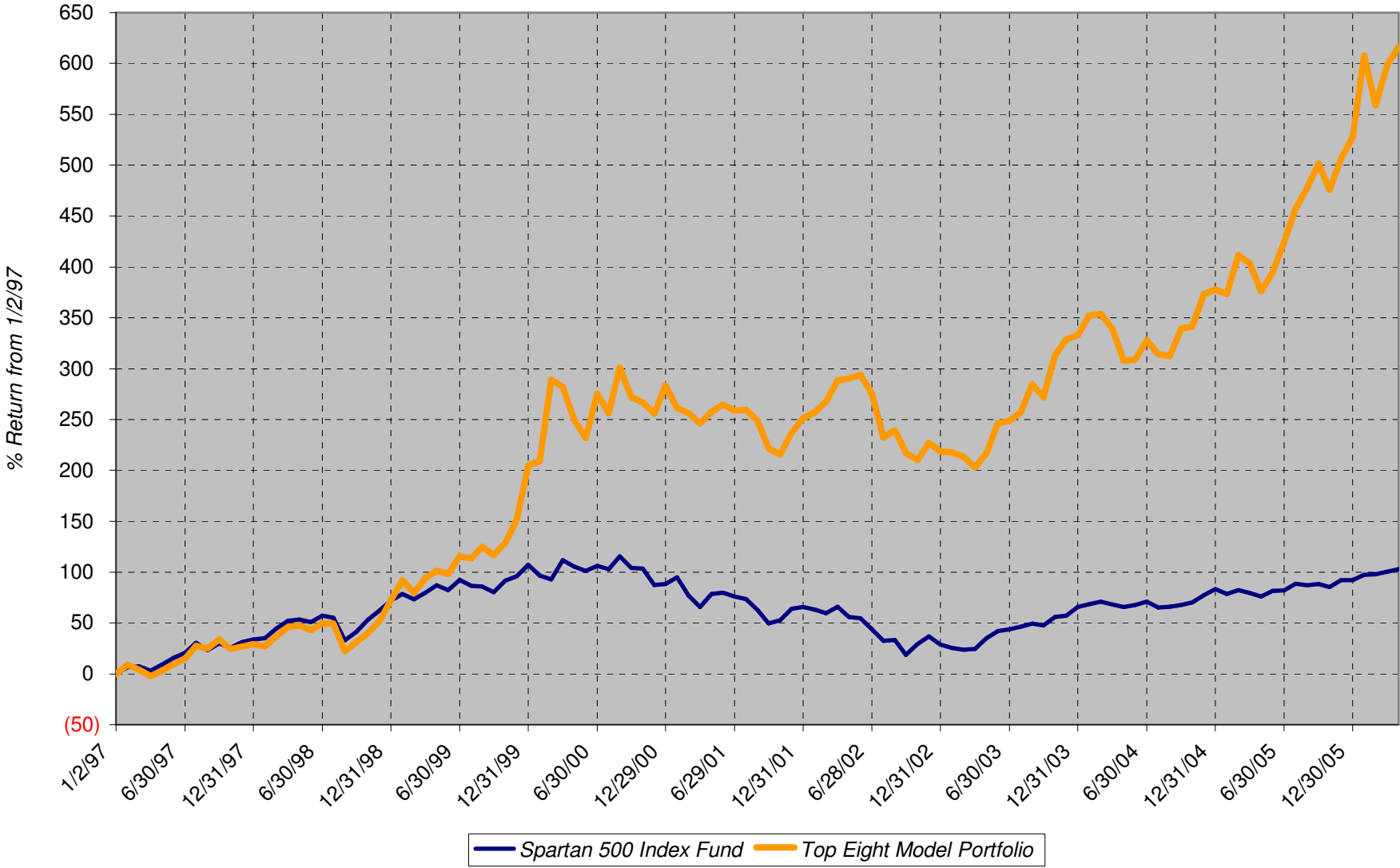
Sell on May 2, 2006

Buy on May 2, 2006

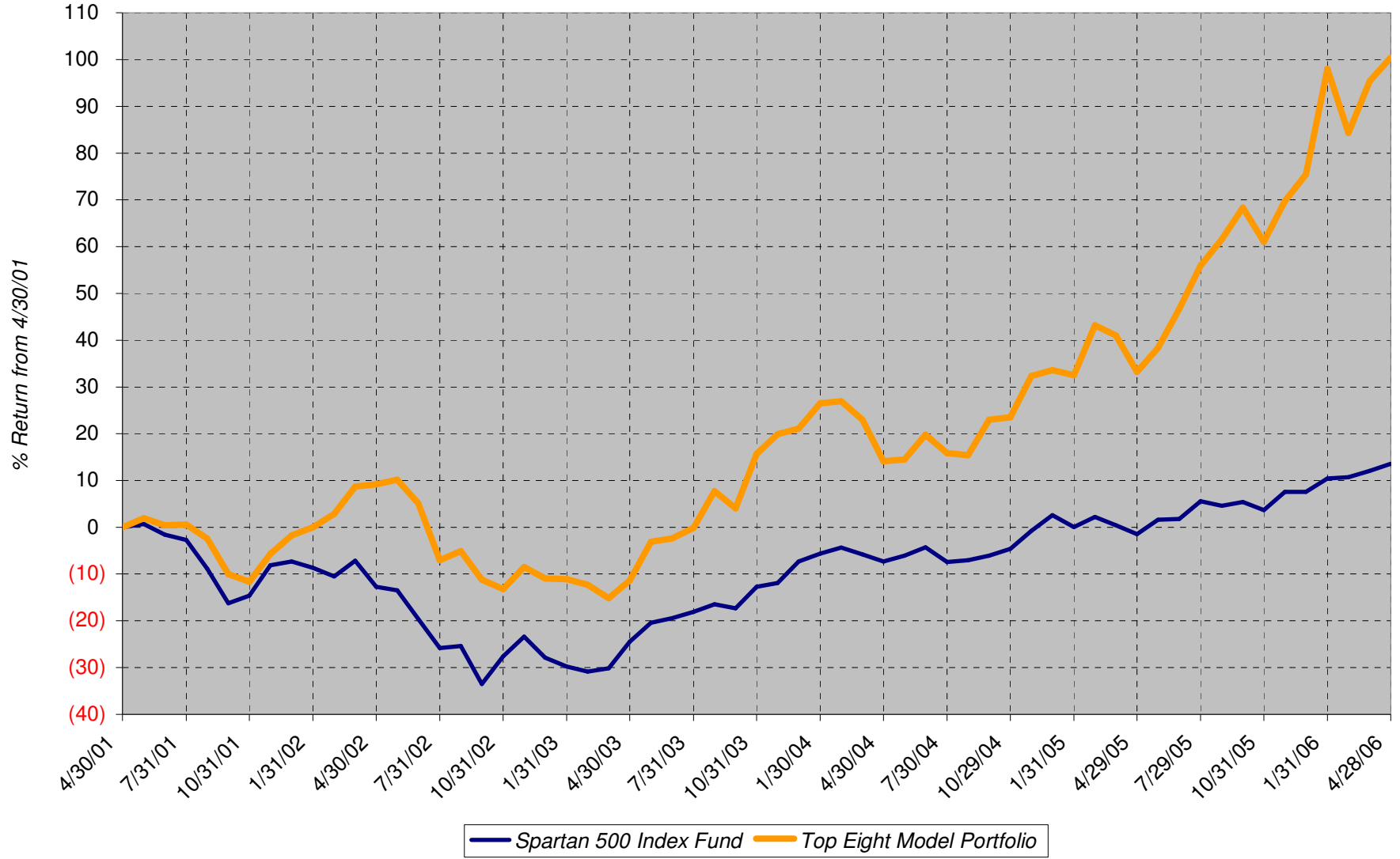
Hold

Fundranker Performance for April 2006													
3/31 Funds	3/31 Shares	3/31 Amount	<=4/3 Div Shrs	4/3 Shares	4/3 Amount	4/3 Funds	4/3 Shares	4/3 Amount	>4/3 Div Shrs	4/28 Shares	4/28 Amount	Apr Return	
FSAGX	548.781	21,396.97	none	548.781	21,572.58	FSAGX	532.972	20,951.11	58.562	591.534	22,839.13		
FSLBX	266.119	20,547.05	none	266.119	20,531.08	FSLBX	271.563	20,951.11	10.133	281.696	21,132.83		
FBIOX	298.751	19,866.94	none	298.751	19,550.27	FNINX	7,536.371	20,951.11	none	7,536.371	20,498.93		
FSAIX	466.653	21,456.70	none	466.653	21,447.37	FSAIX	455.855	20,951.11	6.243	462.098	21,233.40		
FSLEX	1,169.978	21,550.99	none	1,169.978	21,504.20	FSESX	283.047	20,951.11	6.073	289.120	22,282.48		
FSDAX	254.495	21,072.19	none	254.495	21,000.93	FSLEX	1,139.886	20,951.11	none	1,139.886	21,315.87		
FSRFX	399.544	20,876.17	none	399.544	21,035.99	FSDCX	903.065	20,951.11	none	903.065	20,418.30		
FNARX	755.006	20,838.17	none	755.006	20,966.52	FNARX	754.451	20,951.11	18.401	772.852	22,227.22		
Top Eight		167,605.18			167,608.94			167,608.90			171,948.16	2.591	
FNCMX1	476.297	46,591.93	none						none	1,476.297	46,252.39	(0.729)	
FSMKX	536.250	48,064.09	none						none	536.250	48,707.59	1.339	
Yearly Summaries				1997	1998	1999	2000	2001					
				Return %	Return %	Return %	Return %	Return %					
<i>Top Eight Model Portfolio</i>				29.144	33.441	76.892	25.824	(8.468)					
Nasdaq Composite Index Fund				N/A	N/A	N/A	N/A	N/A					
Spartan 500 Index Fund				33.628	28.498	20.633	(9.132)	(12.054)					
Yearly Summaries				2002	2003	2004	2005						
				Return %	Return %	Return %	Return %						
<i>Top Eight Model Portfolio</i>				(9.333)	35.952	10.340	31.341						
Nasdaq Composite Index Fund				N/A	N/A	8.598	1.902						
Spartan 500 Index Fund				(22.173)	28.487	10.733	4.858						
Lifetime Summary				1/2/97 to 4/28/06		1/2/97 to 4/28/06							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				616.451		23.489							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund				102.948		7.878							
5-Year Summary				4/30/01 to 4/28/06		4/30/01 to 4/28/06							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				100.473		14.924							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund				13.580		2.580							
3-Year Summary				4/30/03 to 4/28/06		4/30/03 to 4/28/06							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				126.209		31.271							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund				50.322		14.553							
2-Year Summary				4/30/04 to 4/28/06		4/30/04 to 4/28/06							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				75.739		32.567							
Nasdaq Composite Index Fund				21.825		10.375							
Spartan 500 Index Fund				22.541		10.698							
1-Year Summary				4/29/05 to 4/28/06		4/29/05 to 4/28/06							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				50.482		50.482							
Nasdaq Composite Index Fund				21.376		21.376							
Spartan 500 Index Fund				15.343		15.343							
YTD Summary				12/30/05 to 4/28/06		12/30/05 to 4/28/06							
				Total Return %		Total Return %							
<i>Top Eight Model Portfolio</i>				14.238		14.238							
Nasdaq Composite Index Fund				5.340		5.340							
Spartan 500 Index Fund				5.592		5.592							

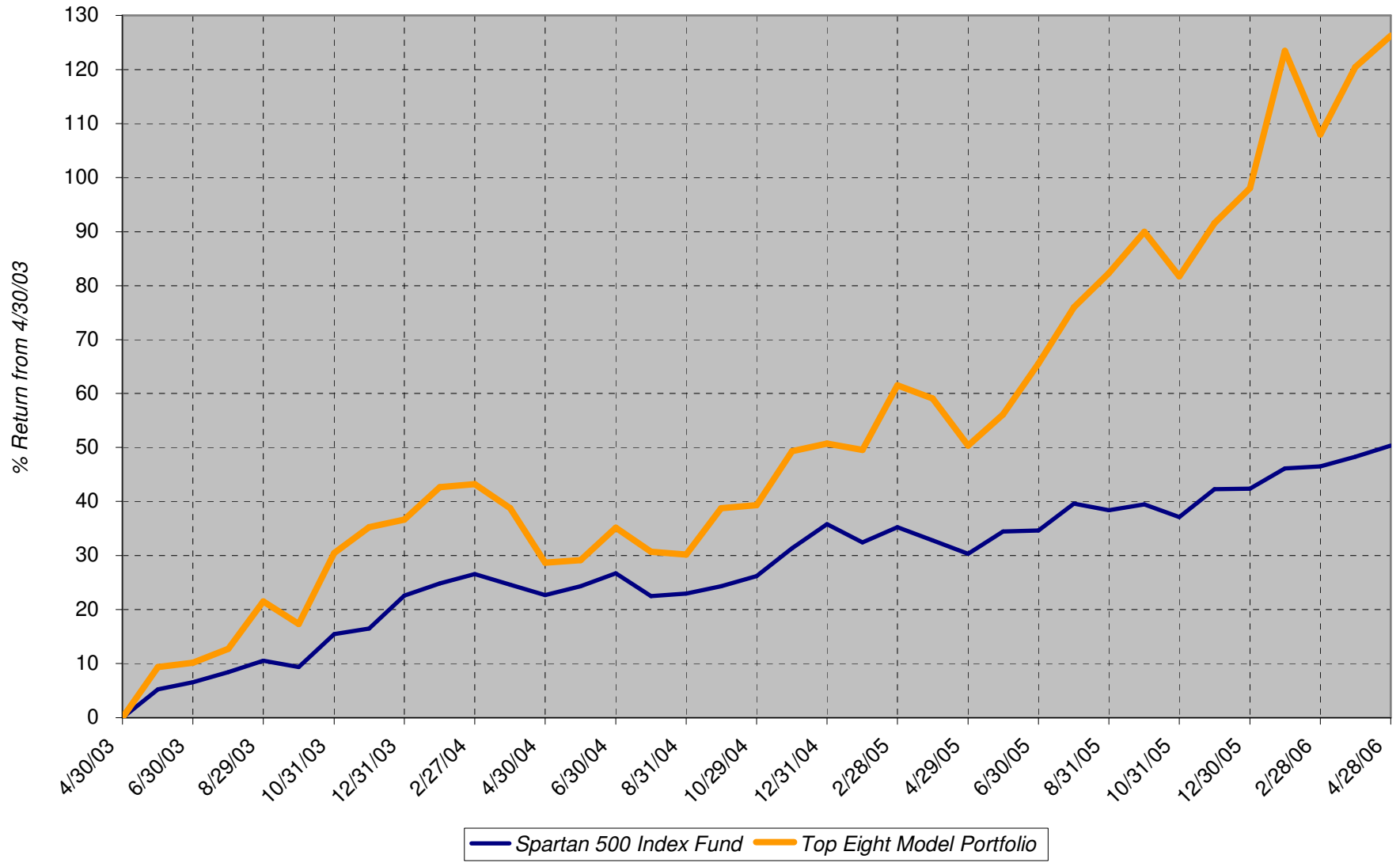
Lifetime Chart



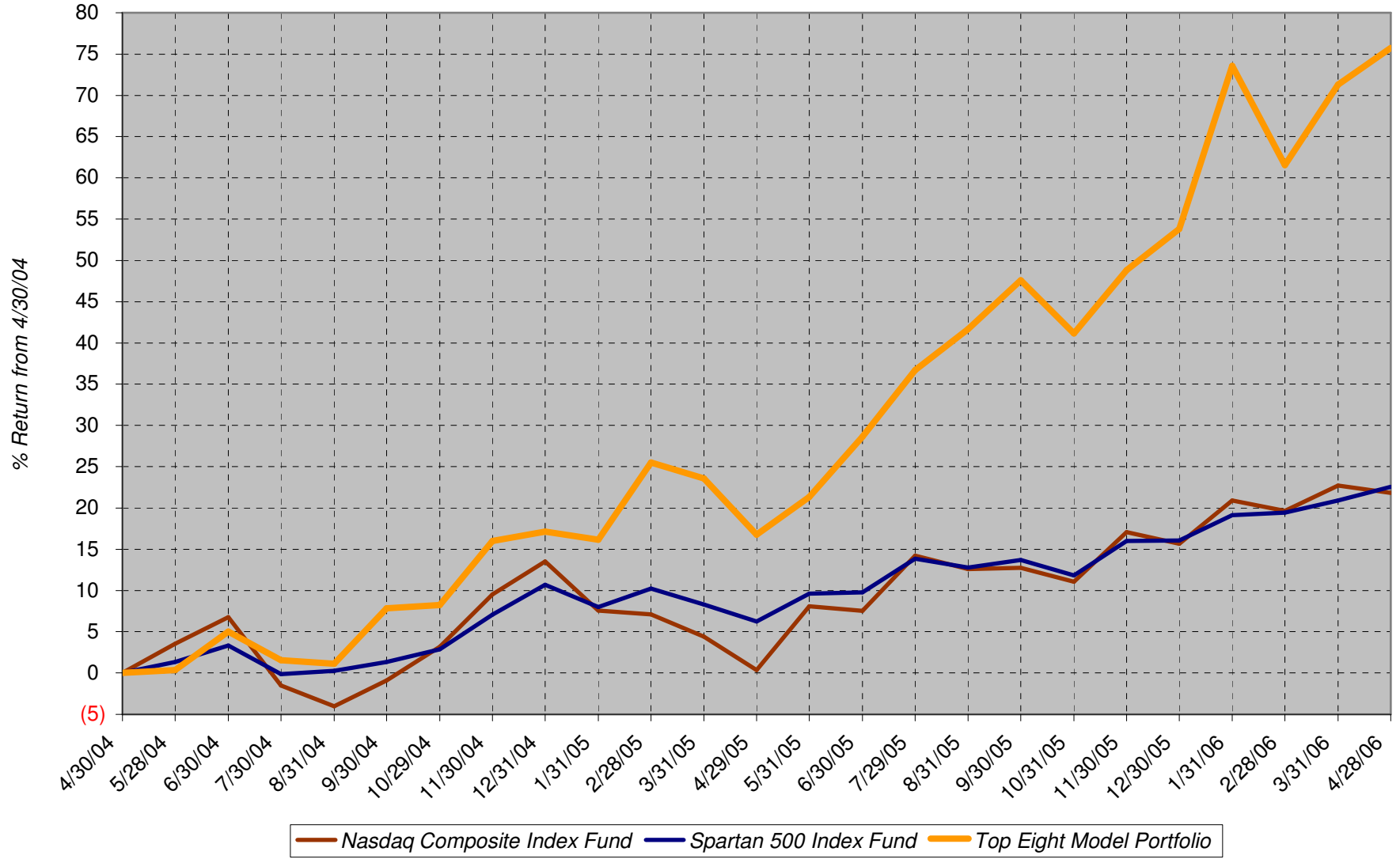
5-Year Chart



3-Year Chart



2-Year Chart



1-Year Chart

