

# FIDELITY SELECT FUNDRANKER™

Volume 1 Issue 10

October 2006

## September Performance

Telecommunications, Software & Computer Services, and Financial Services were the Top Eight Model Portfolio's best performers with returns of 4.4%, 4.0%, and 3.7%. Utilities Growth, Consumer Staples (formerly Food & Agriculture), and Pharmaceuticals returned 1.4%, 1.2%, and 0.4%. Materials (formerly Industrial Materials) and Gold fell 1.5% and 6.6%.

Gold's poor performance helped pull the Top Eight Model Portfolio's monthly return below those of the S&P 500 and Nasdaq Composite tracking portfolios. The S&P 500 tracking portfolio's 8.5% YTD return narrowly beat out the Top Eight Model Portfolio's 7.3% YTD return, while the Nasdaq Composite tracking portfolio has only a 2.8% YTD return.

## October Exchanges

Gold finally gave up enough of its long-term gains to fall out of the Top Eight Model Portfolio. Materials (formerly Industrial Materials) and Pharmaceuticals also fell out of the Top Eight. Banking, Brokerage & Investment Mgmt, and Retailing rose into the Top Eight.

## New, More Restrictive Frequent Trading Policy

Fidelity's new, frequent trading policy for Select funds, effective October 1, measures excessive trading activity by the number of roundtrip transactions (buying and selling within 30 days) that occur in a shareholder's account. Shareholders are limited to two roundtrip transactions per fund within any rolling 90-day period and four roundtrip transactions across all Fidelity funds within any rolling 12-month period. So that you don't have to keep track of how many roundtrip transactions occur in your Fidelity account, Fidelity Select Fundranker will avoid roundtrip transactions altogether. If all funds to be sold in the Top Eight Model Portfolio have been held longer than one month, the exchange date will be on the first business day on or after the second day of the month. If any of the funds that are to be sold have been held only one month, the exchange date will be the first business day at least 31 days after the previous exchange date.

If Fidelity Select Fundranker has consecutive months where funds held only one month are to be sold, the exchange date may drift farther from the beginning of the month. This drift will be reversed the first month that all funds to be sold have been held longer than one month, when the exchange date will shift back to the first business day on or after the second day of the month.

## New Select Fund Names

Along with the more restrictive frequent trading policy for all Select funds, six Fidelity Select funds changed names as of October 1. Business Services and Outsourcing (FBSOX) is now IT Services. Consumer Industries (FSCPX) is now Consumer Discretionary. Cyclical Industries (FCYIX) is now Industrials. Developing Communications (FSDAX) is now Communications Equipment. Food & Agriculture (FDFAX) is now Consumer Staples. Industrial Materials (FSDPX) is now Materials. The funds' trading symbols will remain unchanged.

## Holding Period Alert

If you made any exchanges or additional purchases in your funds after September 5, and any of those funds are being exchanged this month, then to avoid a roundtrip transaction under Fidelity's new, more restrictive frequent trading policy, effective October 1, you should wait at least 31 days before exchanging the

funds. Count the day you purchased shares as day 0. You can exchange the funds on the first business day on or after day 31.

## 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](http://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](http://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 October, 2006

1. Brokerage & Investment Mgmt (FSLBX)
2. Telecommunications (FSTCX)
3. Software & Computer Services (FSCSX)
4. Financial Services (FIDSX)
5. Utilities Growth (FSUTX)
6. Consumer Staples (FDFAX)
6. Retailing (FSRPX)
7. Banking (FSRBX)

## Exchanges for October 6, 2006

Sell Gold (FSAGX),  
buy Brokerage & Investment Mgmt (FSLBX)  
Sell Pharmaceuticals (FPHAX),  
buy Retailing (FSRPX)  
Sell Materials (FSDPX),  
buy Banking (FSRBX)

## Upcoming Exchange Date

If all funds to be sold have been held longer than one month, the exchange date will be November 2.

If any of the funds to be sold have been held only one month, the exchange date will be November 6.

*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](http://www.fundranker.com). © 2006 Fidelity Select Fundranker

<i>Fundranker Ratings for 9/29/06</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)	20.40*	(4.27)	(5.24)	3.43*	5.580	14
Automotive (FSAVX)	(0.25)	(2.26)	2.19	3.27*	1.738	25
Banking (FSRBX)	14.51*	5.16*	5.35*	1.96	9.745	8
Biotechnology (FBIOX)	1.84	(8.60)	(0.26)	0.65	(1.593)	33
Brokerage & Investment Mgmt (FSLBX)	26.34*	1.39*	11.35*	7.37*	15.613	1
Chemicals (FSCHX)	12.98	0.48	2.06	3.19*	5.678	13
Communications Equipment (FSDCX)	3.53	(12.68)	2.07	3.32*	0.060	30
Computers (FDCPX)	2.39	(3.40)	6.65*	2.91	3.138	18
Construction & Housing (FSHOX)	(4.57)	(10.47)	(1.35)	2.19	(3.550)	37
Consumer Discretionary (FSCPX)	12.29	2.77*	5.06	3.74*	7.965	11
Consumer Staples (FDFAX)	16.64*	9.11*	6.74*	1.20	11.423	6
Defense & Aerospace (FSDAX)	11.26	(2.97)	2.81	2.95	3.513	17
Electronics (FSELX)	(0.02)	(8.70)	0.69	(0.28)	(2.078)	34
Energy (FSENX)	1.45	(6.57)	(9.98)	(5.91)	(5.253)	39
Energy Service (FSESX)	2.69	(10.91)	(12.94)	(5.01)	(6.543)	40
Environmental (FSLEX)	4.58	(10.75)	(3.97)	0.37	(2.443)	35
Financial Services (FIDSX)	17.54*	4.37*	7.57*	3.72*	12.300	4
Gold (FSAGX)	31.02*	(4.90)	(3.02)	(6.60)	5.125	15
Health Care (FSPHX)	6.27	1.16	7.23*	0.70	4.840	16
Home Finance (FSVLX)	11.78	4.19*	3.56	3.40*	7.733	12
Industrial Equipment (FSCGX)	12.78	(3.81)	(1.63)	1.61	2.238	22
Industrials (FCYIX)	12.78	(3.92)	(1.63)	2.03	2.315	21
Insurance (FSPCX)	10.10	4.58*	6.93*	3.41*	9.255	9
IT Services (FBSOX)	9.00	(3.99)	(2.97)	(0.49)	0.388	29
Leisure (FDLSX)	10.33	(5.70)	(1.63)	2.79	1.448	26
Materials (FSDPX)	16.29*	(2.49)	(5.56)	(1.52)	2.680	19
Medical Delivery (FSHCX)	(0.23)	(4.55)	4.63	(0.02)	(0.043)	31
Medical Equipment & Systems (FSMEX)	0.09	(0.81)	6.07*	(1.48)	1.968	23
Multimedia (FBMPX)	6.94	(0.15)	1.07	2.32	2.545	20
Natural Gas (FSNGX)	(7.14)	(8.12)	(10.40)	(7.81)	(8.368)	41
Natural Resources (FNARX)	6.26	(6.36)	(10.02)	(5.08)	(3.800)	38
Networking & Infrastructure (FNINX)	2.19	(16.19)	0.87	3.10	(2.508)	36
Paper & Forest Products (FSPFX)	11.27	(4.50)	1.87	(0.83)	1.953	24
Pharmaceuticals (FPHAX)	13.15*	3.88*	6.05*	0.38	8.865	10
Retailing (FSRPX)	15.37*	2.30*	4.77	7.22*	10.415	7
Software & Computer Services (FSCSX)	16.44*	6.52*	11.07*	4.02*	13.513	3
Technology (FSPTX)	2.80	(5.16)	3.64	1.93	0.803	27
Telecommunications (FSTCX)	21.68*	3.55*	8.84*	4.38*	13.613	2
Transportation (FSRFX)	11.09	(7.76)	(9.59)	3.08	(0.795)	32
Utilities Growth (FSUTX)	16.68*	10.00*	7.52*	1.38	11.895	5
Wireless (FWRLX)	2.74	(6.39)	3.80	2.66	0.703	28

\*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

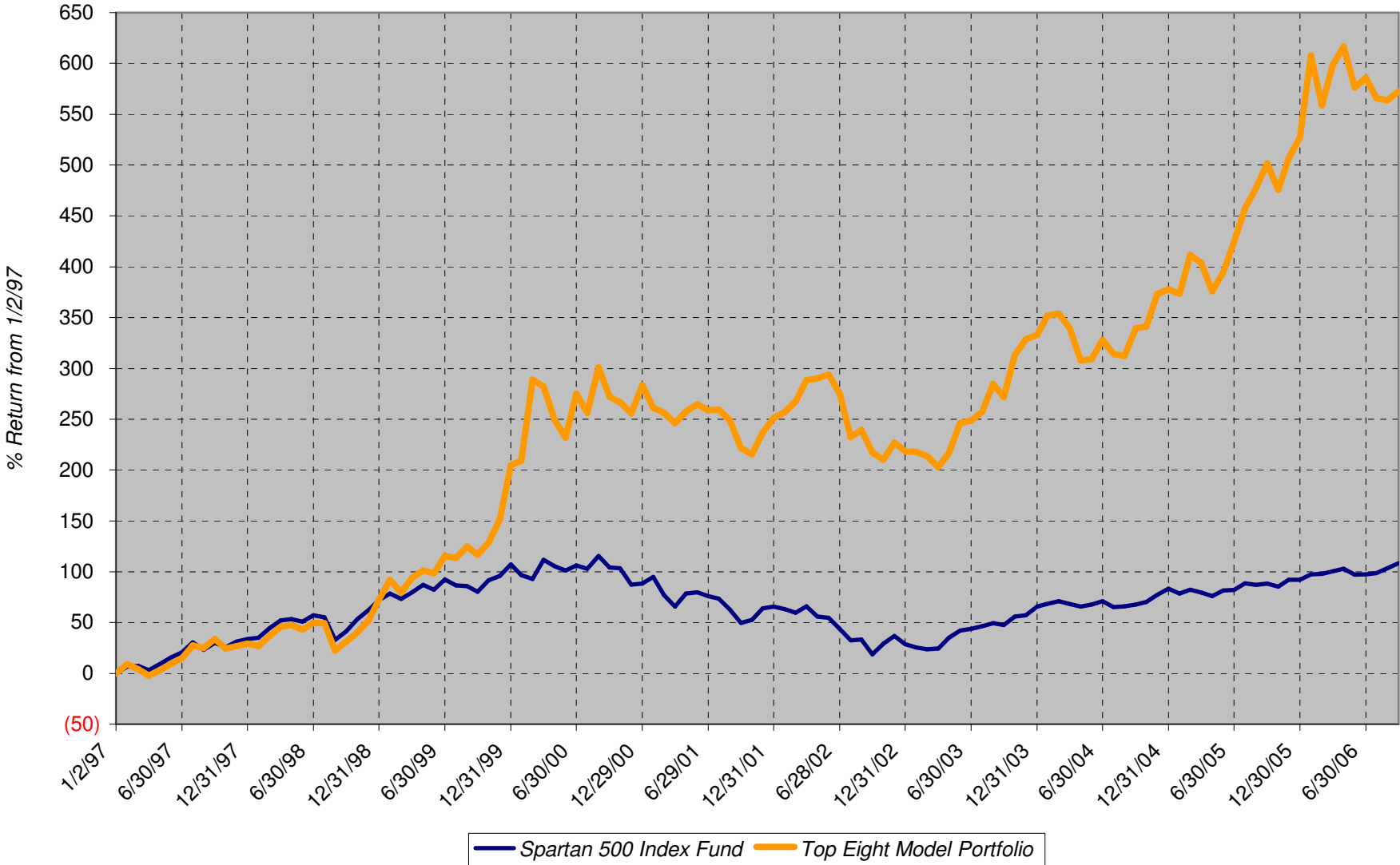
Sell on October 6, 2006

Buy on October 6, 2006

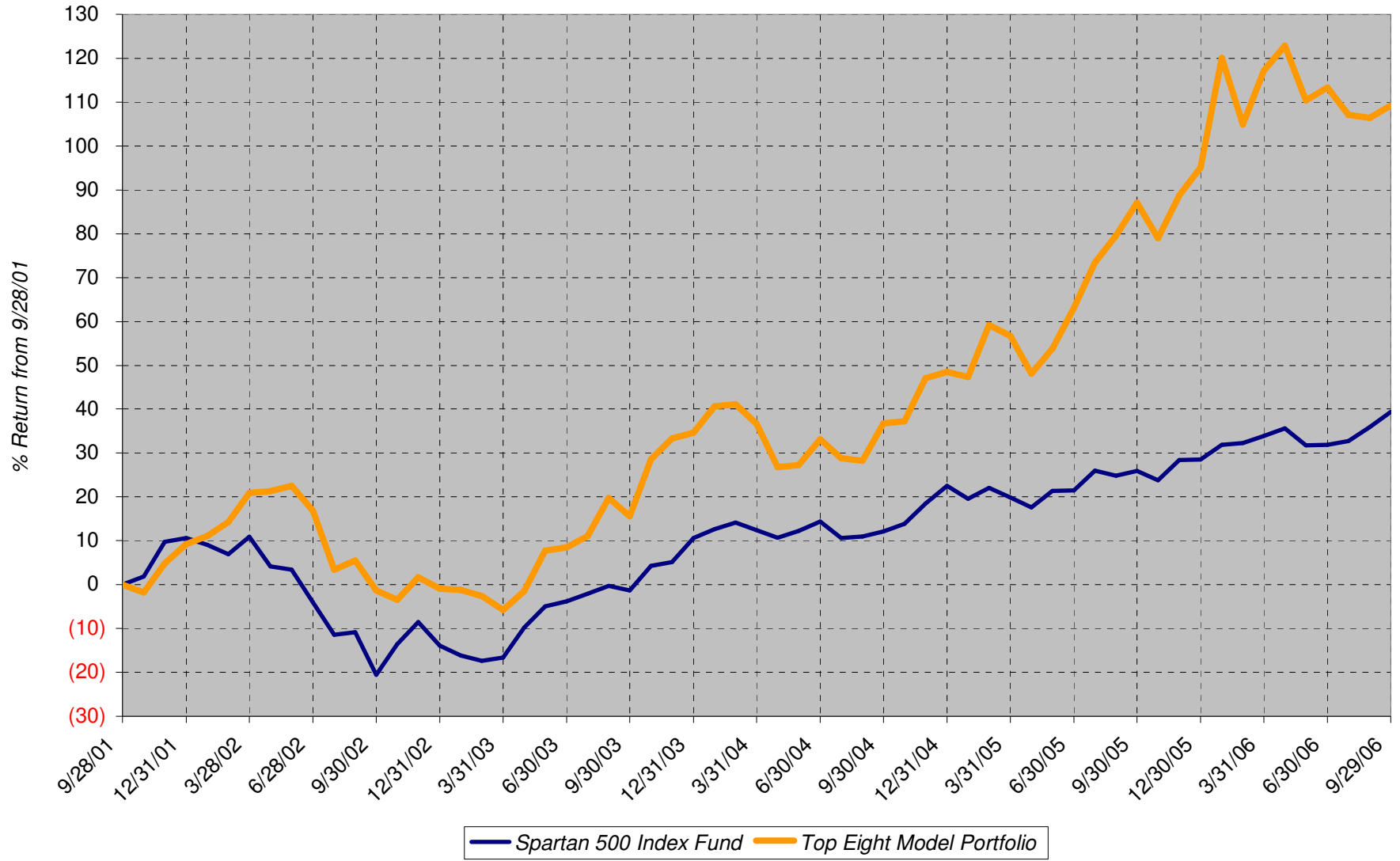
Hold

Fundranker Performance for September 2006													
8/31	8/31	8/31	<=9/5	9/5	9/5	9/5	9/5	9/5	9/5	>9/5	9/29	9/29	Sep
Funds	Shares	Amount	Div Shrs	Shares	Amount	Funds	Shares	Amount	Div Shrs	Shares	Amount	Return	
FSAGX	567.346	20,293.97	none	567.346	21,076.90	FSAGX	544.383	20,223.81	none	544.383	18,187.84		
FSUTX	399.047	20,215.72	none	399.047	20,251.64	FSCSX	345.057	20,223.81	none	345.057	20,800.04		
FDFA	364.436	20,656.23	none	364.436	20,747.34	FSUTX	398.499	20,223.81	none	398.499	20,466.91		
FPHAX	1,925.604	20,507.68	none	1,925.604	20,565.45	FSTCX	456.108	20,223.81	none	456.108	20,880.62		
FNARX	720.633	19,154.43	none	720.633	19,694.90	FDFA	355.240	20,223.81	none	355.240	20,376.57		
FSENX	384.678	19,072.34	none	384.678	19,526.26	FPHAX	1,893.615	20,223.81	none	1,893.615	20,242.74		
FSNGX	483.254	19,243.17	none	483.254	19,736.09	FSDPX	427.565	20,223.81	none	427.565	19,612.41		
FSRBX	539.459	20,116.43	none	539.459	20,191.95	FIDSX	171.069	20,223.81	none	171.069	20,872.13		
<b>Top Eight</b>		<b>159,259.97</b>			<b>161,790.53</b>			<b>161,790.50</b>			<b>161,439.26</b>		<b>1.368</b>
FNCMX	1,476.297	43,609.81	none						none	1,476.297	45,130.40		3.487
FSMKX	538.900	48,786.62	none						none	538.900	50,036.87		2.563
<b>Yearly Summaries</b>					<b>1997</b>		<b>1998</b>		<b>1999</b>		<b>2000</b>		<b>2001</b>
					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)
<b>Yearly Summaries</b>					<b>2002</b>		<b>2003</b>		<b>2004</b>		<b>2005</b>		
					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		
<b>Lifetime Summary</b>					<b>1/2/97 to 9/29/06</b>					<b>1/2/97 to 9/29/06</b>			
					Total Return %					Average Annual Return %			
<i>Top Eight Model Portfolio</i>					572.664					21.591			
Nasdaq Composite Index Fund					N/A					N/A			
Spartan 500 Index Fund					108.487					7.827			
<b>5-Year Summary</b>					<b>9/28/01 to 9/29/06</b>					<b>9/28/01 to 9/29/06</b>			
					Total Return %					Average Annual Return %			
<i>Top Eight Model Portfolio</i>					109.237					15.912			
Nasdaq Composite Index Fund					N/A					N/A			
Spartan 500 Index Fund					39.354					6.862			
<b>3-Year Summary</b>					<b>9/30/03 to 9/29/06</b>					<b>9/30/03 to 9/29/06</b>			
					Total Return %					Average Annual Return %			
<i>Top Eight Model Portfolio</i>					80.962					21.860			
Nasdaq Composite Index Fund					27.375					8.400			
Spartan 500 Index Fund					41.222					12.194			
<b>2-Year Summary</b>					<b>9/30/04 to 9/29/06</b>					<b>9/30/04 to 9/29/06</b>			
					Total Return %					Average Annual Return %			
<i>Top Eight Model Portfolio</i>					53.027					23.704			
Nasdaq Composite Index Fund					19.965					9.529			
Spartan 500 Index Fund					24.217					11.453			
<b>1-Year Summary</b>					<b>9/30/05 to 9/29/06</b>					<b>9/30/05 to 9/29/06</b>			
					Total Return %								
<i>Top Eight Model Portfolio</i>					11.811								
Nasdaq Composite Index Fund					5.448								
Spartan 500 Index Fund					10.709								
<b>YTD Summary</b>					<b>12/30/05 to 9/29/06</b>					<b>12/30/05 to 9/29/06</b>			
					Total Return %								
<i>Top Eight Model Portfolio</i>					7.256								
Nasdaq Composite Index Fund					2.785								
Spartan 500 Index Fund					8.473								

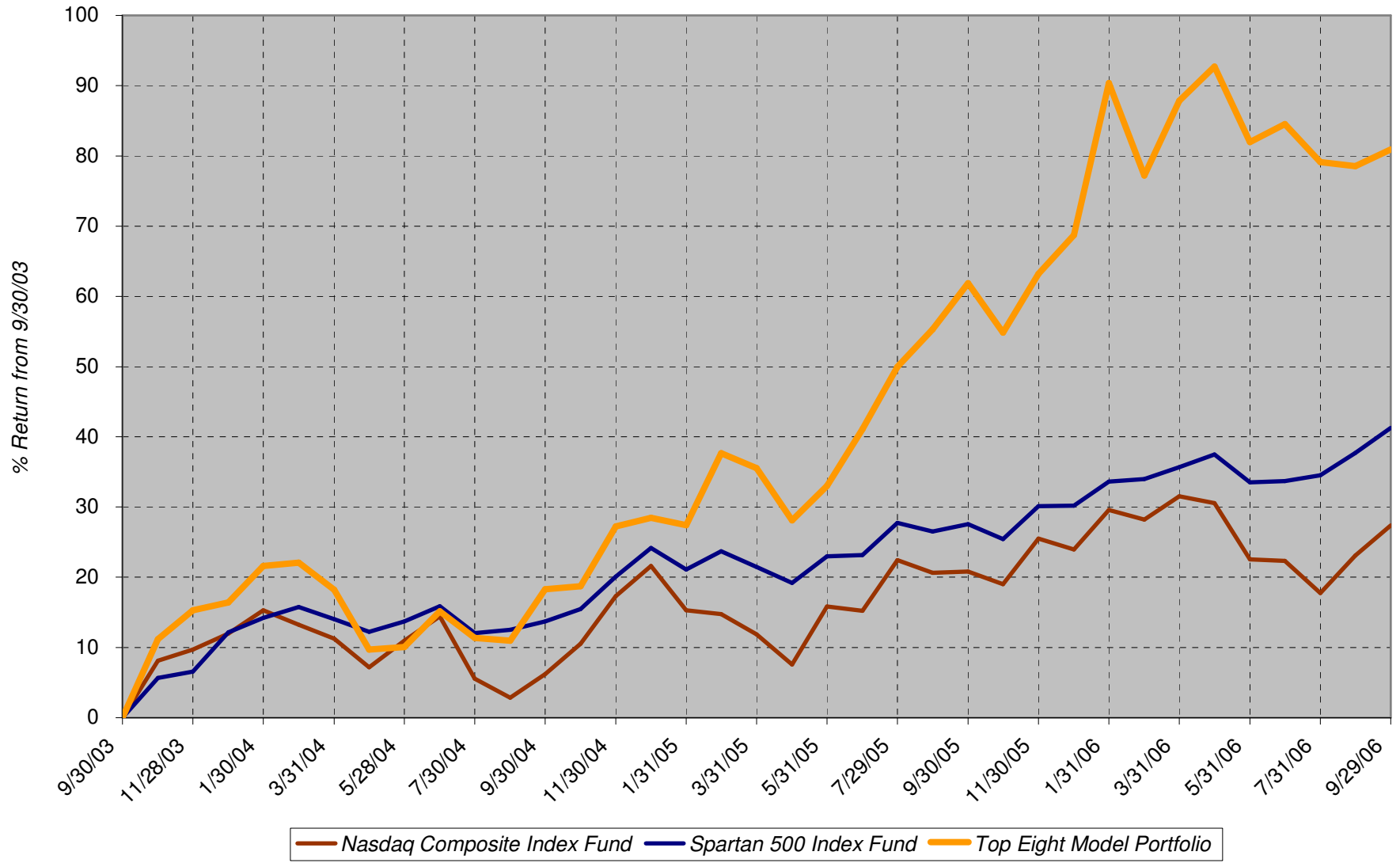
### Lifetime Chart



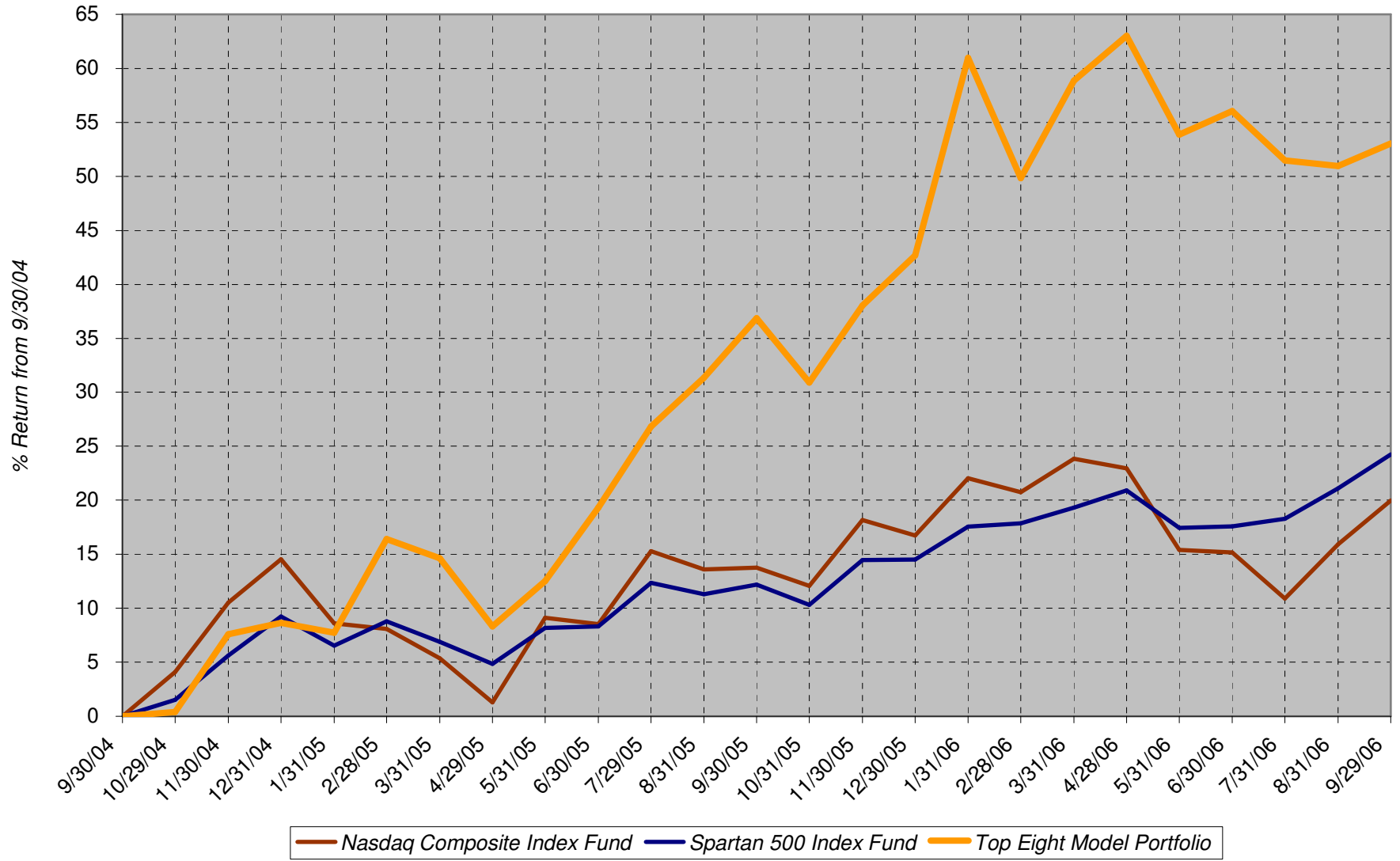
### 5-Year Chart



### 3-Year Chart



2-Year Chart



### 1-Year Chart

