

# FIDELITY SELECT FUNDRAKER™

Volume 1 Issue 12

"Invest in the right funds at the right time!"

December 2006

## November Performance

Utilities Growth and Software & Computer Services turned in the best performances of the Top Eight Model Portfolio with returns over 3%. Automotive, Biotechnology, Multimedia, and Telecommunications all gained less than 1%, while Consumer Discretionary and Retailing lost 1%.

The S&P 500 tracking portfolio, Nasdaq Composite tracking portfolio, and Top Eight Model Portfolio YTD returns are 14.128%, 10.753%, and 10.738%, respectively.

The Top Eight Model Portfolio has fallen slightly behind the S&P 500 and Nasdaq Composite tracking portfolios YTD, but it has them beat for 1-year and longer returns. In both 1997 and 2004, the S&P 500 tracking portfolio barely beat the Top Eight Model Portfolio, but the Top Eight Model Portfolio outperformed the S&P 500 tracking portfolio in other years, many times very significantly. Although it looks like the S&P 500 tracking portfolio may slightly beat the Top Eight Model Portfolio for 2006, look for more outperformance by the Top Eight Model Portfolio in coming months.

## Performance of Funds Sold in Last Month

Four funds fell out of the Top Eight Model Portfolio for November: Banking (FSRBX), Brokerage & Investment Mgmt (FSLBX), Consumer Staples (FDFAX), and Financial Services (FIDSX). Here are the returns they contributed to the Top Eight Model Portfolio:

Fund	Bought	Sold	Return
Banking (FSRBX)	10/6/2006	11/6/2006	0.05%
Brokerage & Inv Mgmt (FSLBX)	10/6/2006	11/6/2006	0.88%
Consumer Staples (FDFAX)	9/5/2006	11/6/2006	1.79%
Financial Services (FIDSX)	8/2/2006	11/6/2006	8.79%

## Gold Returns to Top Eight Model Portfolio

We sold Gold October 6. It promptly gained 3.7% in October and 11.7% in November, and these returns have propelled it back into the Top Eight Model Portfolio for December. Now it seems like we needed an adjustment to the Fidelity Select Fundranker system to keep it in the Top Eight Model Portfolio longer rather than helping it to exit sooner, as was discussed in last month's issue. We just have to remember that the Fidelity Select Fundranker rating for each of the Select funds is an excellent indicator of how well the fund is performing in current market conditions. It is not a perfect predictor of how a fund will perform going forward. But it is right often enough to produce impressive returns over the long run.

## Fidelity Select Fundranker Website

Please check out the Fidelity Select Fundranker website at [www.fundranker.com](http://www.fundranker.com). It has a wealth of information about the Fidelity Select Fundranker system, including historical return charts, past issues of this newsletter, historical Top Eight Model Portfolio holdings, historical ratings and results data, and answers to frequently asked questions.

## Holding Period Alert

If you made any exchanges or additional purchases in your funds after last month's November 6 exchange date, and any of those funds are being exchanged this month, then to avoid a roundtrip transaction under Fidelity's new frequent trading policy for Select funds, which became 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 in advance of each issue to alert you to the upcoming issue and the likelihood of the possible exchange dates, so that you can plan ahead for your exchanges. 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 December, 2006

1. Software & Computer Services (FSCSX) — 4<sup>th</sup> month
2. Air Transportation (FSAIX) — 1<sup>st</sup> month
3. Gold (FSAGX) — 1<sup>st</sup> month
4. Utilities Growth (FSUTX) — 5<sup>th</sup> month
5. Defense & Aerospace (FSDAX) — 1<sup>st</sup> month
6. Natural Resources (FNARX) — 1<sup>st</sup> month
7. Brokerage & Investment Mgmt (FSLBX) — 1<sup>st</sup> month
8. Telecommunications (FSTCX) — 4<sup>th</sup> month

## Exchanges for December 7, 2006

Sell Retailing (FSRPX), buy Air Transportation (FSAIX)  
Sell Consumer Discretionary (FSCPX), buy Gold (FSAGX)  
Sell Biotechnology (FBIOX), buy Defense & Aerospace (FSDAX)  
Sell Automotive (FSAVX), buy Natural Resources (FNARX)  
Sell Multimedia (FBMPX),  
buy Brokerage & Investment Mgmt (FSLBX)

## Upcoming Exchange Date

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

If any of the funds to be sold have been held only one month, the next exchange date will be Monday, January 8.

*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</i> Ratings for 11/30/06 Fund (Symbol)	12-Month Return %	6-Month Return %	3-Month Return %	1-Month Return %	<i>Fundranker</i> Rating**	<i>Fundranker</i> Ranking
Air Transportation (FSAIX)	28.41*	12.18*	17.37*	6.19*	20.038	2
Automotive (FSAVX)	15.61	8.46	12.14*	0.90	10.278	16
Banking (FSRBX)	8.94	5.35	2.49	(0.31)	4.118	36
Biotechnology (FBIOX)	9.52	11.17*	11.21*	0.67	10.143	18
Brokerage & Investment Mgmt (FSLBX)	19.50*	12.10*	11.11*	1.13	13.960	7
Chemicals (FSCHX)	17.78*	5.87	9.95	2.93	10.133	19
Communications Equipment (FSDCX)	4.41	0.29	5.10	3.21	3.253	39
Computers (FDCPX)	8.88	11.87*	11.96*	4.74*	12.363	9
Construction & Housing (FSHOX)	5.70	6.60	12.57*	5.58*	9.613	20
Consumer Discretionary (FSCPX)	12.45	10.68*	8.81	(0.97)	8.743	22
Consumer Staples (FDFAX)	18.05*	10.71*	3.26	0.97	10.248	17
Defense & Aerospace (FSDAX)	22.26*	10.10	11.47*	5.37*	15.300	5
Electronics (FSELX)	2.98	3.98	6.01	4.31*	5.320	35
Energy (FSENX)	21.45*	4.09	6.66	8.81*	12.253	10
Energy Service (FSSEX)	17.31	(1.83)	7.74	9.15*	9.093	21
Environmental (FSLEX)	10.73	(2.34)	4.58	(1.61)	2.840	40
Financial Services (FIDSX)	14.55	10.33	7.48	1.44	8.450	23
Gold (FSAGX)	40.64*	9.95	8.11	11.57*	19.568	3
Health Care (FSPHX)	5.05	7.85	1.68	0.06	3.660	38
Home Finance (FSVLX)	9.47	5.27	5.84	0.81	5.348	34
Industrial Equipment (FSCGX)	15.93	2.78	7.45	2.92	7.270	29
Industrials (FCYIX)	15.68	2.84	7.64	2.12	7.070	31
Insurance (FSPCX)	7.82	10.77*	7.49	2.39	8.118	25
IT Services (FBSOX)	12.97	6.76	8.52	3.48	7.933	27
Leisure (FDLSX)	15.29	8.64	12.74*	3.44	11.028	14
Materials (FSDPX)	22.62*	2.99	8.59	4.27	10.618	15
Medical Delivery (FSHCX)	(3.56)	4.37	(1.44)	0.44	(0.048)	41
Medical Equipment & Systems (FSMEX)	2.55	9.19	2.67	0.83	3.810	37
Multimedia (FBMPX)	9.68	10.15	11.10	0.65	7.895	28
Natural Gas (FSNGX)	16.98	8.35	6.91	10.20*	11.610	12
Natural Resources (FNARX)	26.95*	5.57	9.14	9.18*	14.710	6
Networking & Infrastructure (FNINX)	7.73	3.72	11.06	5.46*	7.993	26
Paper & Forest Products (FSPFX)	10.91	8.43	6.14	2.95	7.108	30
Pharmaceuticals (FPHAX)	15.34	6.91	1.69	(0.37)	5.893	32
Retailing (FSRPX)	14.82	10.38*	12.53*	(1.09)	11.160	13
Software & Computer Services (FSCSX)	28.04*	23.98*	14.56*	3.25	20.458	1
Technology (FSPTX)	8.74	12.08*	11.70*	4.35*	12.218	11
Telecommunications (FSTCX)	20.66*	13.69*	7.16	0.17	12.420	8
Transportation (FSRFX)	12.77	1.97	11.78*	2.09	8.153	24
Utilities Growth (FSUTX)	27.86*	20.53*	9.61	3.56	17.390	4
Wireless (FWRLX)	6.34	6.04	7.37	2.24	5.498	33

\*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

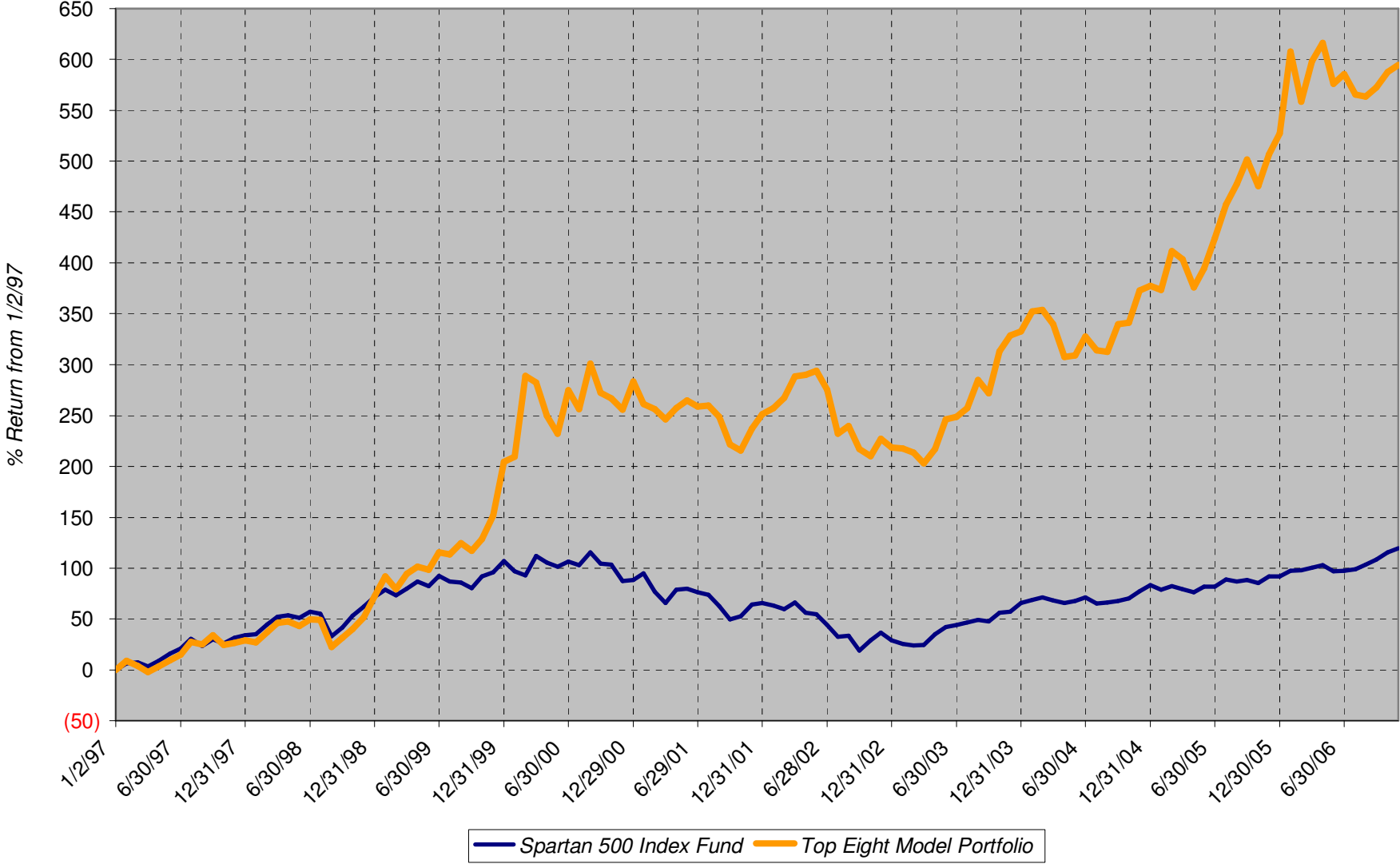
Sell on December 7, 2006

Buy on December 7, 2006

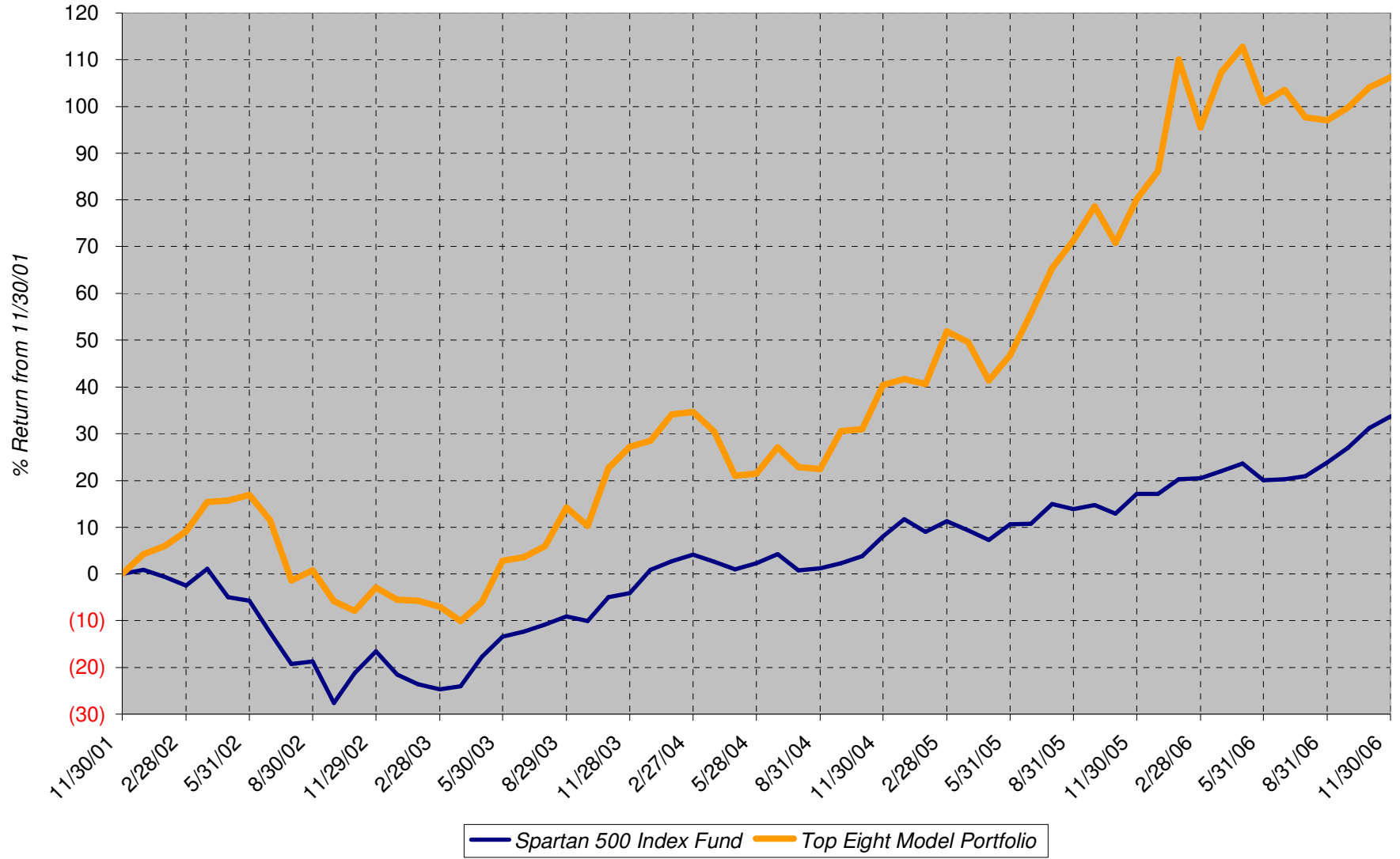
Hold

Fundranker Performance for November 2006												
10/31 Funds	10/31 Shares	10/31 Amount	<=11/6 Div Shrs	11/6 Shares	11/6 Amount	11/6 Funds	11/6 Shares	11/6 Amount	>11/6 Div Shrs	11/30 Shares	11/30 Amount	Nov Return
FSLBX	261.854	20,222.98	none	261.854	20,351.29	FSCSX	316.666	20,646.62	none	316.666	21,023.46	
FSTCX	440.848	20,684.59	none	440.848	20,891.79	FSRPX	381.779	20,646.62	none	381.779	20,780.23	
FSCSX	329.036	21,157.01	none	329.036	21,453.15	FSUTX	387.294	20,646.62	none	387.294	21,506.44	
FIDSX	162.792	20,288.77	none	162.792	20,332.72	FSTCX	435.675	20,646.62	none	435.675	20,476.73	
FSUTX	393.854	21,118.45	none	393.854	20,996.36	FSCPX	748.066	20,646.62	none	748.066	20,691.51	
FDFAV	353.544	20,494.95	none	353.544	20,487.87	FBIOX	309.452	20,646.62	none	309.452	20,782.80	
FSRPX	378.626	20,835.79	none	378.626	20,476.09	FSAVX	544.909	20,646.62	none	544.909	20,739.24	
FSRBX	526.991	20,204.83	none	526.991	20,183.76	FBMPX	419.817	20,646.62	none	419.817	20,680.19	
<b>Top Eight</b>		<b>165,007.37</b>			<b>165,173.03</b>			<b>165,173.00</b>			<b>166,680.60</b>	<b>1.014</b>
FNCMX	1,476.297	47,300.56	none						none	1,476.297	48,629.22	2.809
FSMKX	538.900	51,664.34	none						none	538.900	52,645.14	1.898
Yearly Summaries				1997 Return %	1998 Return %	1999 Return %	2000 Return %	2001 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 Return %	2003 Return %	2004 Return %	2005 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 11/30/06 Total Return %		1/2/97 to 11/30/06 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				594.503		21.584						
Nasdaq Composite Index Fund				N/A		N/A						
Spartan 500 Index Fund				119.355		8.243						
5-Year Summary				11/30/01 to 11/30/06 Total Return %		11/30/01 to 11/30/06 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				106.162		15.569						
Nasdaq Composite Index Fund				N/A		N/A						
Spartan 500 Index Fund				33.663		5.975						
3-Year Summary				11/28/03 to 11/30/06 Total Return %		11/28/03 to 11/30/06 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				62.075		17.464						
Nasdaq Composite Index Fund				25.138		7.761						
Spartan 500 Index Fund				39.448		11.722						
2-Year Summary				11/30/04 to 11/30/06 Total Return %		11/30/04 to 11/30/06 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				46.856		21.184						
Nasdaq Composite Index Fund				16.963		8.150						
Spartan 500 Index Fund				23.731		11.234						
1-Year Summary				11/30/05 to 11/30/06 Total Return %								
<i>Top Eight Model Portfolio</i>				14.470								
Nasdaq Composite Index Fund				9.389								
Spartan 500 Index Fund				14.161								
YTD Summary				12/30/05 to 11/30/06 Total Return %								
<i>Top Eight Model Portfolio</i>				10.738								
Nasdaq Composite Index Fund				10.753								
Spartan 500 Index Fund				14.128								

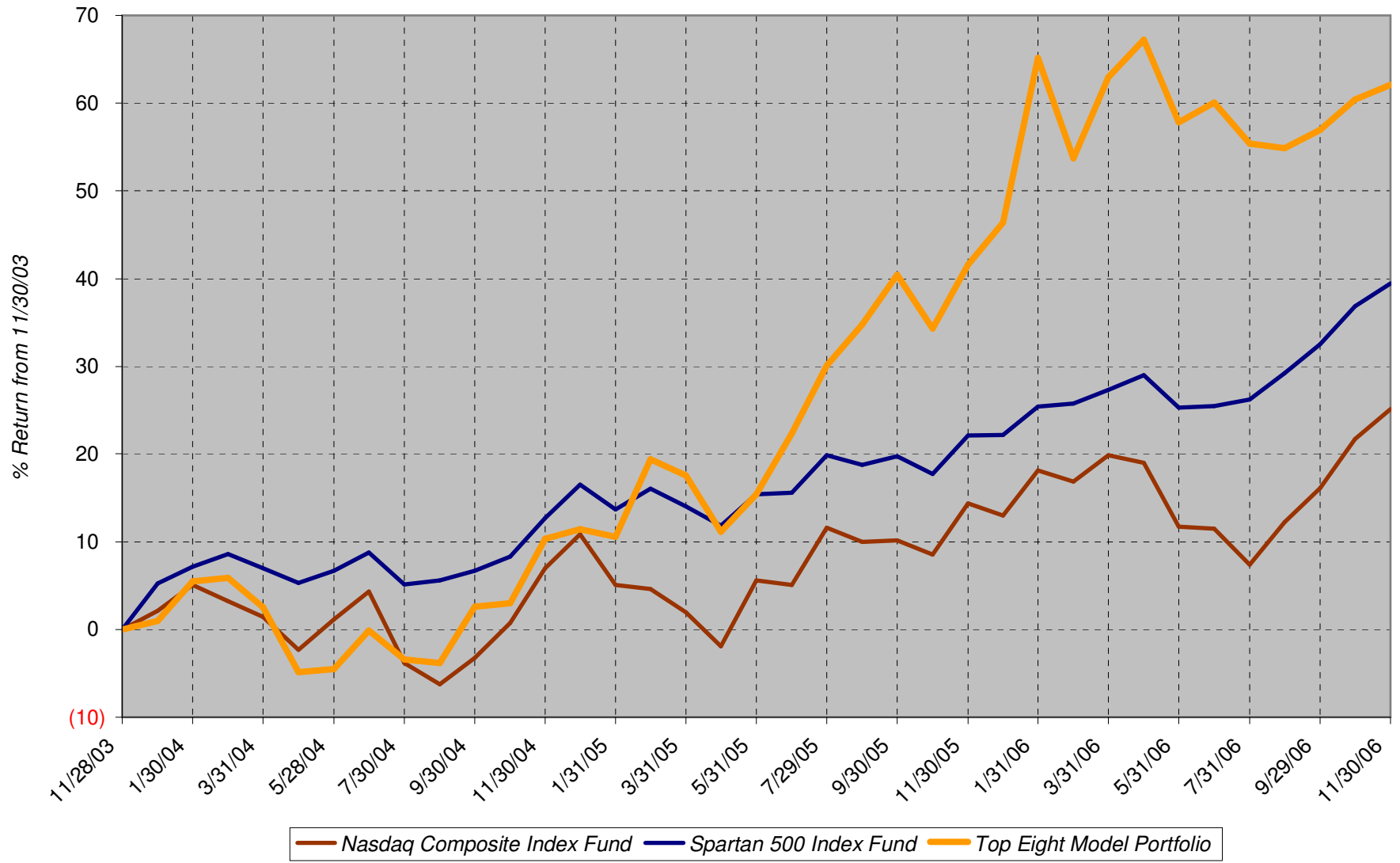
### Lifetime Chart



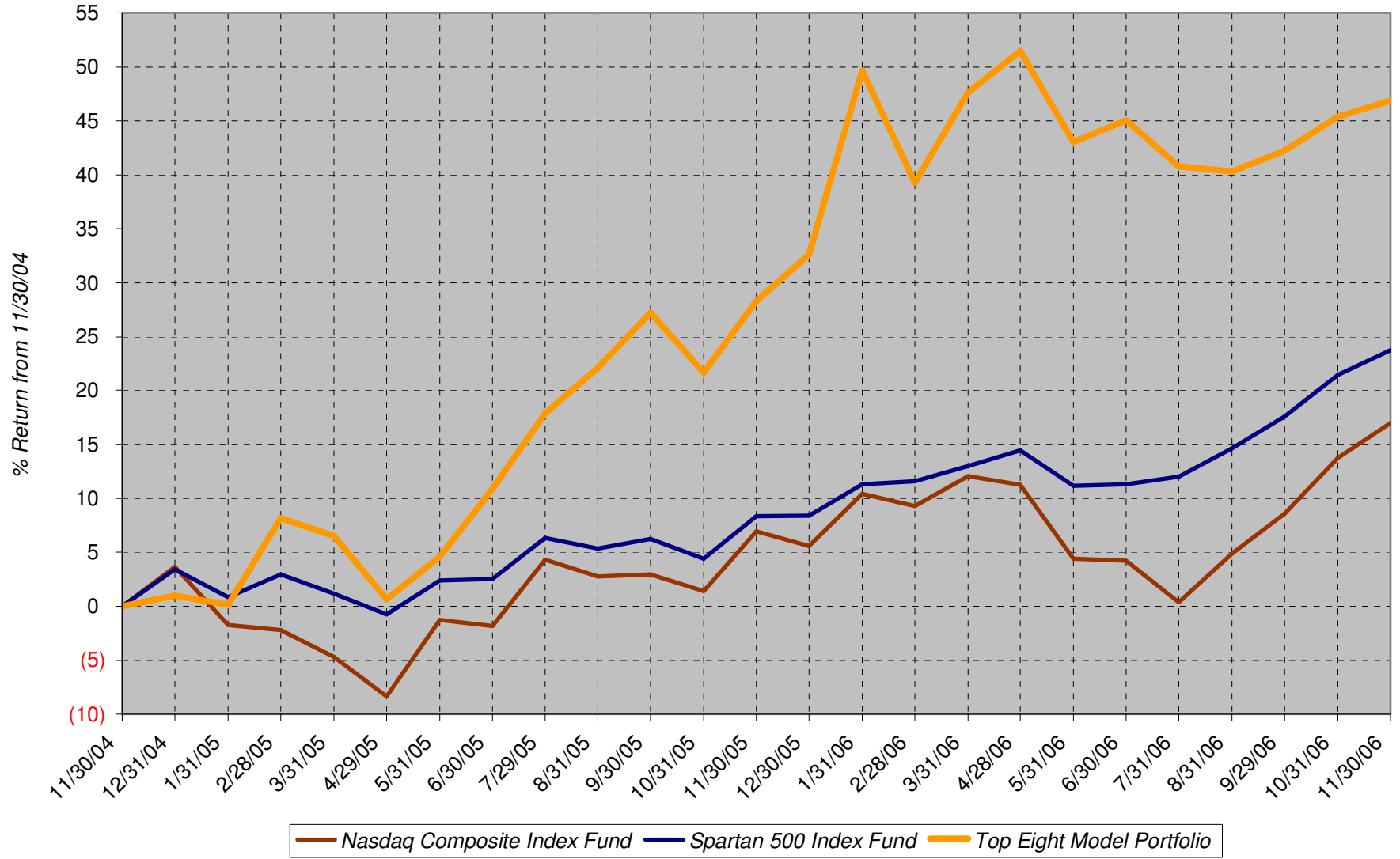
### 5-Year Chart



### 3-Year Chart



2-Year Chart



1-Year Chart

