

FIDELITY SELECT FUNDRANKER™

Volume 3 Issue 6

The Right Funds at the Right Time

June 2008

May Performance

Fundranker made all-time highs on May 16, 19, and 21 and finished the month only slightly lower, with a 6.1% gain. That makes two months in a row with gains of 6% or better.

Natural Resources and Energy Service were the Top Eight Model Portfolio's top performers with one-month gains of 8.5%. Energy, Materials, and Chemicals followed closely with gains of 7.7%, 6.4%, and 6.3%, respectively. IT Services and Natural Gas had the smallest gains for May, 5.4% and 5.2%, respectively.

The Top Eight Model Portfolio pulled even higher into positive territory for its YTD return in May, while the S&P 500 and Nasdaq Composite still languish with YTD losses. Top Eight Model Portfolio, S&P 500 tracking portfolio, and Nasdaq Composite tracking portfolio 2008 YTD returns are 6.157%, (3.829)%, and (4.529)%, respectively.

Performance of Funds Sold on May 2

Fundranker exchanged two funds on May 2. Here are the returns they contributed to the Top Eight Model Portfolio:

Fund	Bought	Sold	Return
Consumer Staples (FDFA)	2/4/2008	5/2/2008	2.86%
Gold (FSAGX)	10/2/2007	5/2/2008	0.38%

Gold's Recent Performance

Despite Gold's stellar performance from 9/30/2007 through 2/29/2008, a five-month gain of 19.22%, it gave all of it back from 2/29/2008 through 4/30/2008 with a two-month loss of 16.14%. That comes out to very nearly 0% for seven months because the gain was figured on a smaller starting amount than the loss was.

Here is a chart of Gold's recent monthly returns and ranks:

Month	Return	Rank
9/2007	24.57	2
10/2007	12.14	1
11/2007	(8.72)	1
12/2007	0.17	6
1/2008	8.50	1
2/2008	7.16	1
3/2008	(9.79)	2
4/2008	(7.04)	19
5/2008	7.26	7

Consider that the Fundranker system looks at 12-, six-, three-, and one-month returns to rank the Select funds. Gold's huge 24.57% one-month gain in September, which propelled it into the Top Eight Model Portfolio, and its follow-up 12.14% gain in October rolled off Gold's six-month return just as two months of losses rolled into it, drastically lowering Gold's six-month return and overall ranking, causing Gold to drop precipitously out of the Top Eight Model Portfolio. Now this month, Gold's November loss rolled off its six-month return, while its May gain rolled into it, significantly increasing Gold's six-month return and overall ranking, causing Gold to move back into the Top Eight Model Portfolio. Even though the Fundranker system is skewed toward short-term performance (see *How was the Fidelity Select Fundranker System Developed?* in the frequently asked questions at www.fundranker.com), it still is difficult for it to handle such volatility.

Holding Period Alert

If you purchased shares after May 2 of any funds which are being exchanged on June 2, then to avoid *roundtrip* transactions under Fidelity's frequent trading policy for Select Funds, you should wait at least 31 days before exchanging the funds. If that date is after June 13, to get back in sync with Fundranker exchange dates,

consider holding the funds through June and making appropriate exchanges in July to funds in the Top Eight Model Portfolio for July.

Investing New Money

If you are a new subscriber or you have new money to invest using the Fundranker system, first put the new money into Select Money Market. To reduce exposure to *roundtrip* transactions, on the next *Invest New Money Date* (see box below), exchange your new money into the funds in the Top Eight Model Portfolio for that month.

New subscribers should allocate equal amounts to each of the eight funds. If you already have a portfolio of Top Eight funds, allocate new money only to funds that are not being exchanged. Allocate it to balance those funds as much as possible. When you make exchanges the following month, be careful to avoid *roundtrip* transactions.

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 also will 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. Fidelity Select Fundranker has a website, www.fundranker.com, with much historical information about the Fidelity Select Fundranker system, but subscribing to the newsletter is the only way to get timely notice of the monthly exchanges. To subscribe, click on the *Subscribe* button at www.fundranker.com, or send a check for \$99 to Fidelity Select Fundranker, 39 Southchase Dr, Fletcher, NC 28732-9265. Include your name 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 for June, 2008

1. Energy Service (FSESX) — 4th month
2. Energy (FSENX) — 7th month
3. Natural Resources (FNARX) — 15th month
4. Natural Gas (FSNGX) — 6th month
5. Chemicals (FSCHX) — 7th month
6. Materials (FSDPX) — 7th month
7. Gold (FSAGX) — 1st month
8. Software & Computer Services (FSCSX) — 2nd month

Portfolio Exchange for June 2

Sell IT Services (FBSOX), buy Gold (FSAGX)

Upcoming Portfolio Exchange Date

If all funds to be exchanged have been held longer than one month, the next exchange date will be July 2; otherwise, it will be July 3.

Invest New Money Date for June

Invest new money on June 2.

Optional Rebalancing Exchange Dates

July 2, October 2, and December 2, 2008 (see the rebalancing FAQ at www.fundranker.com for more information)

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<i>Fundranker</i> Ratings for 5/30/08	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)	(26.66)	(25.98)	(8.92)	(4.46)	(16.505)	40
Automotive (FSAVX)	(15.92)	(10.78)	3.65	(5.41)	(7.115)	35
Banking (FSRBX)	(30.39)	(16.59)	(2.06)	(4.63)	(13.418)	37
Biotechnology (FBIOX)	(3.01)	(8.90)	4.11	4.42	(0.845)	24
Brokerage & Investment Mgmt (FSLBX)	(15.74)	(9.24)	3.65	2.03	(4.825)	30
Chemicals (FSCHX)	24.42*	11.72*	12.11*	6.34*	17.648	5
Communications Equipment (FSDCX)	0.40	(0.39)	16.46*	7.48*	7.988	11
Computers (FDCPX)	5.78*	(5.10)	13.61*	5.76*	8.013	10
Construction & Housing (FSHOX)	(16.85)	3.13*	6.76	1.03	(0.483)	23
Consumer Discretionary (FSCPX)	(17.81)	(7.88)	3.30	1.60	(5.198)	32
Consumer Staples (FDFAX)	8.29*	(2.44)	3.30	1.10	3.563	17
Defense & Aerospace (FSDAX)	(1.44)	(8.74)	3.99	(0.51)	(1.675)	26
Electronics (FSELX)	(10.33)	(6.18)	15.01*	5.74*	3.060	19
Energy (FSENX)	33.15*	21.52*	15.24*	7.67*	23.395	2
Energy Service (FSESX)	39.39*	19.44*	23.01*	8.47*	26.578	1
Environmental (FSLEX)	6.22*	0.73*	8.53	4.63	7.028	12
Financial Services (FIDSX)	(29.53)	(17.94)	(2.70)	(5.24)	(13.853)	38
Gold (FSAGX)	32.53*	4.76*	(10.05)	7.26*	11.625	7
Health Care (FSPHX)	(8.59)	(11.49)	(1.23)	2.75	(4.640)	29
Home Finance (FSVLX)	(47.33)	(17.15)	(4.60)	(3.09)	(18.043)	41
Industrial Equipment (FSCGX)	5.01	(1.79)	7.44	2.33	3.248	18
Industrials (FCYIX)	4.62	0.52*	9.11	2.58	5.208	15
Insurance (FSPCX)	(26.76)	(20.20)	(5.70)	(4.12)	(14.195)	39
IT Services (FBSOX)	0.00	7.63*	17.20*	5.36	9.548	9
Leisure (FDLSX)	(10.38)	(11.09)	2.58	(0.93)	(4.955)	31
Materials (FSDPX)	17.75*	10.54*	11.30	6.41*	14.500	6
Medical Delivery (FSHCX)	(16.27)	(16.61)	(4.98)	4.77	(8.273)	36
Medical Equipment & Systems (FSMEX)	10.07*	2.28*	3.03	1.54	6.230	14
Multimedia (FBMPX)	(15.59)	(5.69)	4.37	4.57	(3.085)	27
Natural Gas (FSNGX)	29.97*	26.06*	13.15*	5.22	21.600	4
Natural Resources (FNARX)	34.41*	20.50*	14.08*	8.52*	23.378	3
Networking & Infrastructure (FNINX)	(9.30)	(8.59)	18.78*	9.86*	4.688	16
Paper & Forest Products (FSPFX)	(16.37)	(6.94)	6.23	8.43*	(1.163)	25
Pharmaceuticals (FPHAX)	(10.44)	(12.84)	(1.03)	2.18	(5.533)	33
Retailing (FSRPX)	(19.26)	(7.14)	8.31	2.83	(3.815)	28
Software & Computer Services (FSCSX)	9.41*	(0.42)	16.53*	4.84	9.590	8
Technology (FSPTX)	3.91	(5.66)	15.95*	5.65*	6.963	13
Telecommunications (FSTCX)	(19.29)	(13.32)	7.64	2.32	(5.663)	34
Transportation (FSRFX)	(9.42)	(1.17)	7.76	2.75	(0.020)	22
Utilities Growth (FSUTX)	(1.04)	(2.30)	9.76	3.14	2.390	20
Wireless (FWRLX)	(1.49)	(10.89)	8.85	4.38	0.213	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

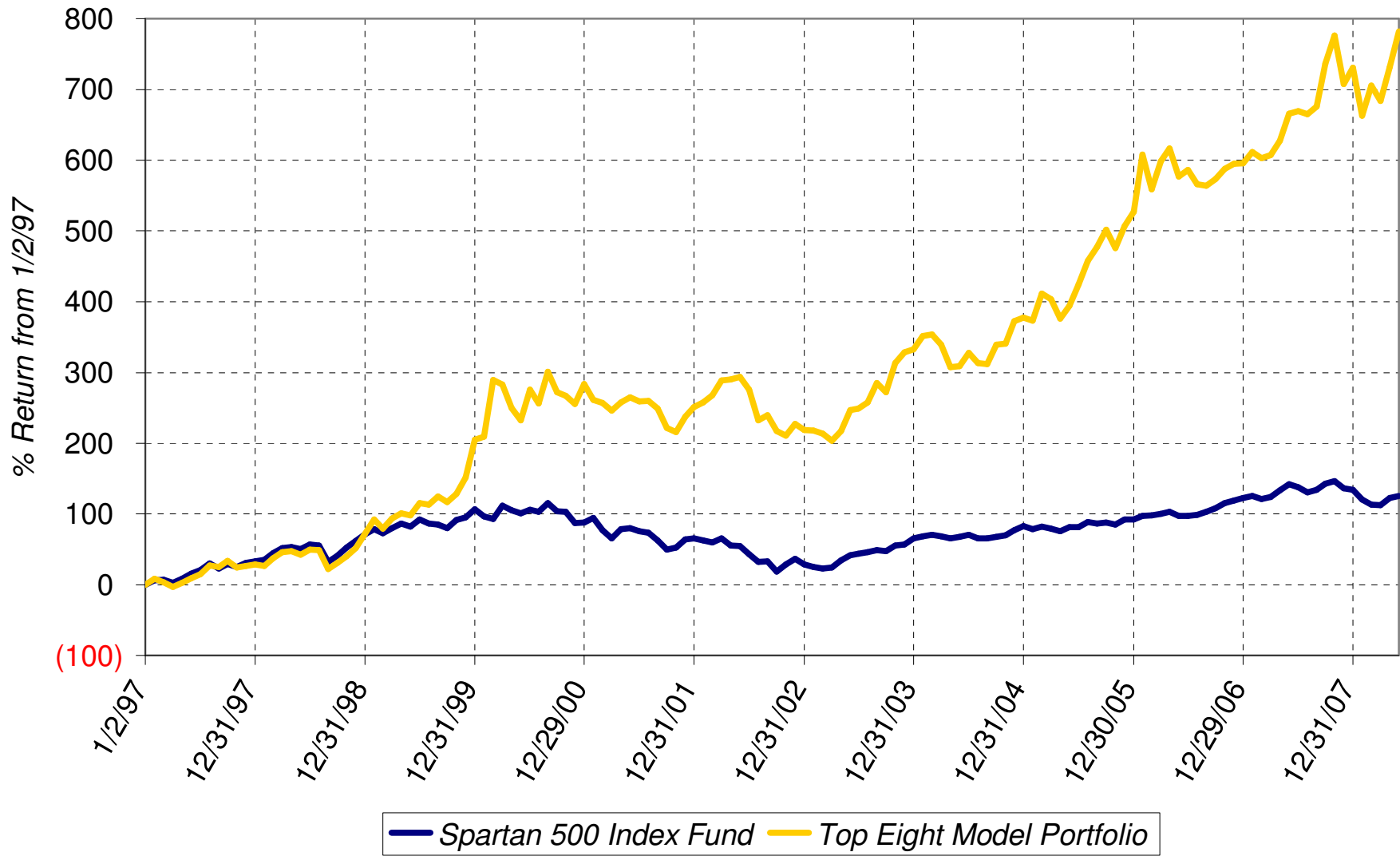
Sell on June 2, 2008

Buy on June 2, 2008

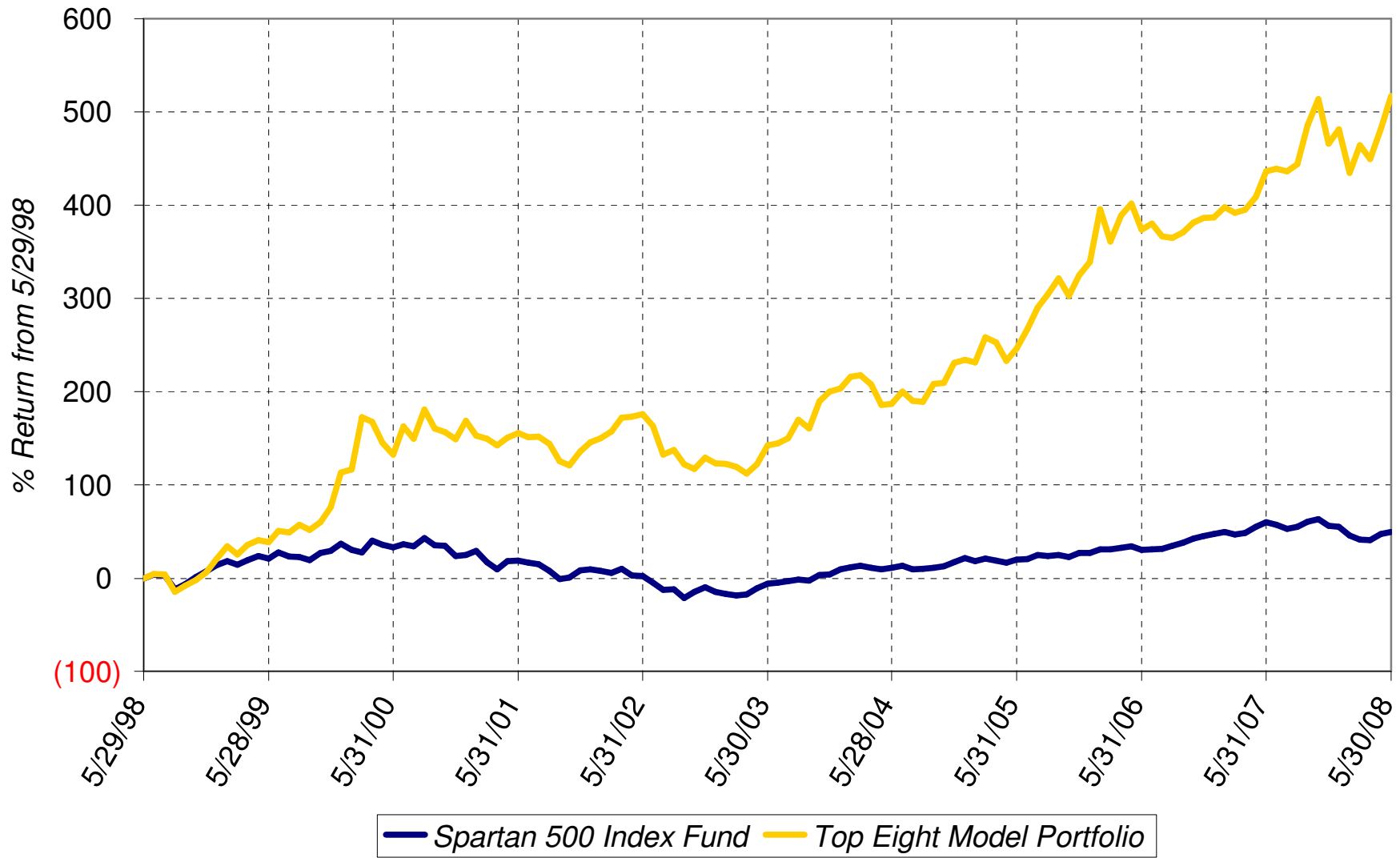
Hold

Fundranker Performance for May 2008													
4/30 Funds	4/30 Shares	4/30 Amount	<=5/2 Div Shrs	5/2 Shares	5/2 Amount	5/2 Funds	5/2 Shares	5/2 Amount	>5/2 Div Shrs	5/30 Shares	5/30 Amount	5/30 Amount	May Return
FSNGX	497.597	25,626.25	none	497.597	25,705.86	FSESX	248.252	25,023.85	none	248.252	27,141.39		
FSAGX	576.185	22,315.65	none	576.185	22,211.93	FSNGX	484.395	25,023.85	none	484.395	26,249.37		
FSENX	379.657	25,698.98	none	379.657	25,809.08	FSENX	368.106	25,023.85	none	368.106	26,827.57		
FNARX	633.560	25,652.84	none	633.560	25,766.89	FNARX	615.290	25,023.85	none	615.290	27,035.84		
FDFAX	368.875	23,825.64	none	368.875	23,873.59	FSCHX	289.327	25,023.85	none	289.327	26,351.90		
FSESX	260.099	26,215.38	none	260.099	26,217.98	FSDPX	416.440	25,023.85	none	416.440	26,423.12		
FSCHX	295.321	25,294.24	none	295.321	25,542.31	FBSOX	1,494.854	25,023.85	none	1,494.854	25,875.92		
FSDPX	417.094	24,871.32	none	417.094	25,063.18	FSCSX	330.479	25,023.85	none	330.479	25,714.57		
Top Eight		199,500.30			200,190.82			200,190.80			211,619.68		6.075
FNCMX	1,520.467	48,685.35	none						none	1,520.467	50,966.05		4.685
FSMKX	555.389	53,428.42	none						none	555.389	54,117.10		1.289
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	2006					
				Return %	Return %	Return %	Return %	Return %					
<i>Top Eight Model Portfolio</i>				(9.333)	35.952	10.340	31.341	10.863					
Nasdaq Composite Index Fund				N/A	N/A	8.598	1.902	10.031					
Spartan 500 Index Fund				(22.173)	28.487	10.733	4.858	15.712					
Yearly Summaries				2007									
				Return %									
<i>Top Eight Model Portfolio</i>				19.463									
Nasdaq Composite Index Fund				10.497									
Spartan 500 Index Fund				5.426									
Lifetime Summary					1/2/97 to 5/30/08	1/2/97 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					781.749	21.005							
Nasdaq Composite Index Fund					N/A	N/A							
Spartan 500 Index Fund					125.488	7.382							
10-Year Summary					5/29/98 to 5/30/08	5/29/98 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					517.426	19.966							
Nasdaq Composite Index Fund					N/A	N/A							
Spartan 500 Index Fund					49.436	4.099							
5-Year Summary					5/30/03 to 5/30/08	5/30/03 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					154.581	20.549							
Nasdaq Composite Index Fund					N/A	N/A							
Spartan 500 Index Fund					58.678	9.674							
3-Year Summary					5/31/05 to 5/30/08	5/31/05 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					78.299	21.260							
Nasdaq Composite Index Fund					24.189	7.488							
Spartan 500 Index Fund					24.210	7.494							
1-Year Summary					5/31/07 to 5/30/08	5/31/07 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					15.153								
Nasdaq Composite Index Fund					(2.458)								
Spartan 500 Index Fund					(6.749)								
YTD Summary					12/31/07 to 5/30/08	12/31/07 to 5/30/08							
					Total Return %	Average Annual Return %							
<i>Top Eight Model Portfolio</i>					6.157								
Nasdaq Composite Index Fund					(4.529)								
Spartan 500 Index Fund					(3.829)								

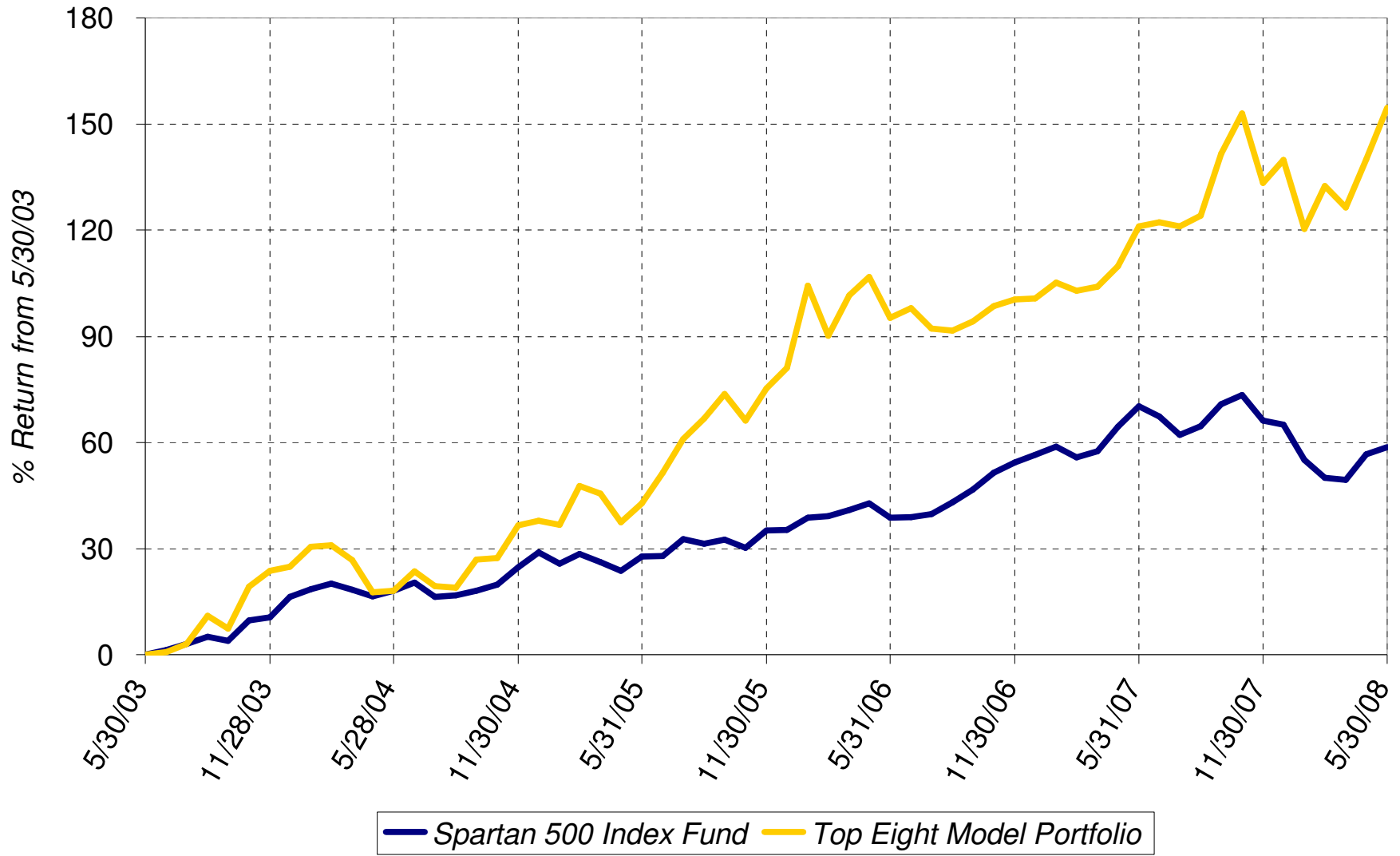
Lifetime Chart



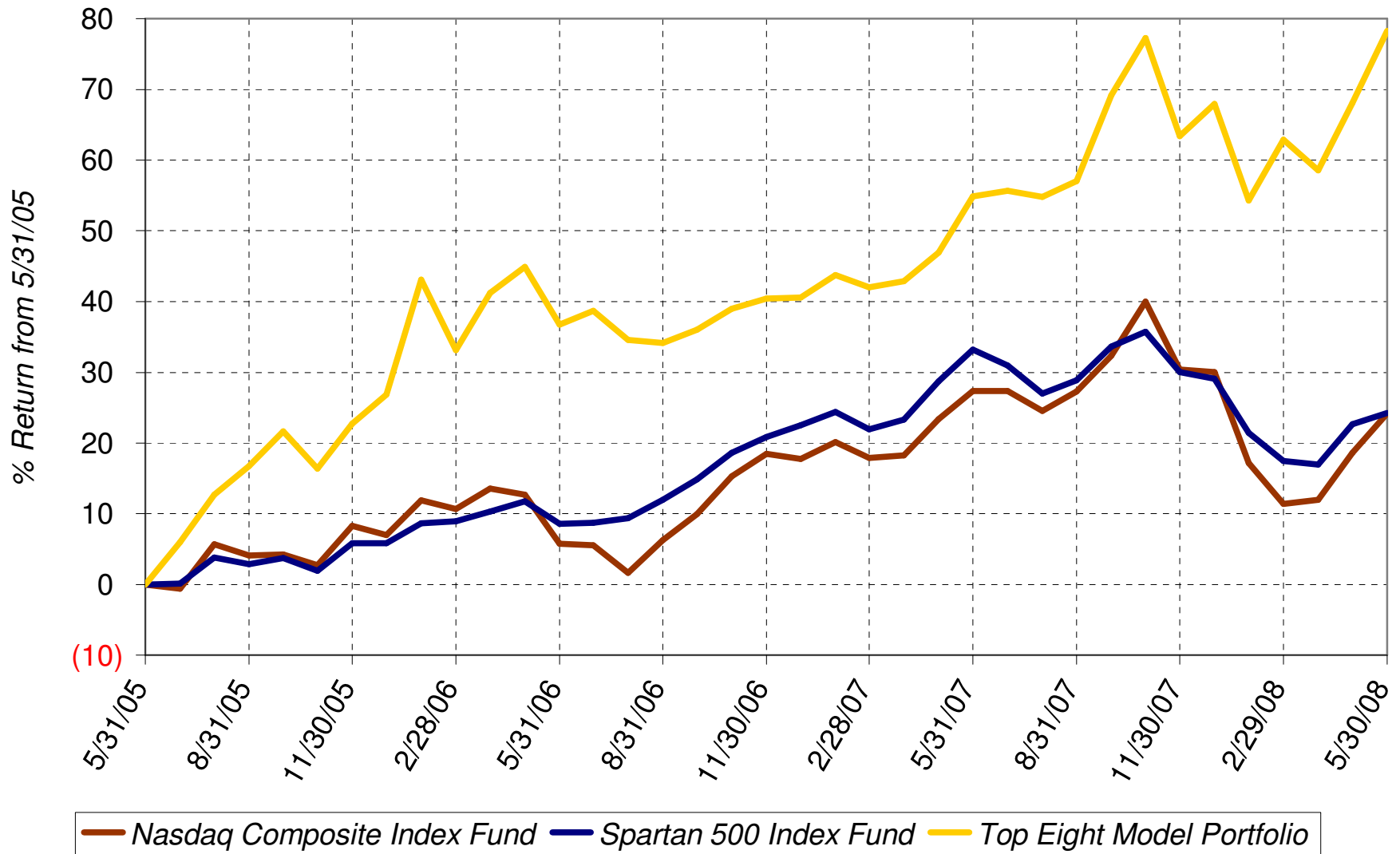
10-Year Chart



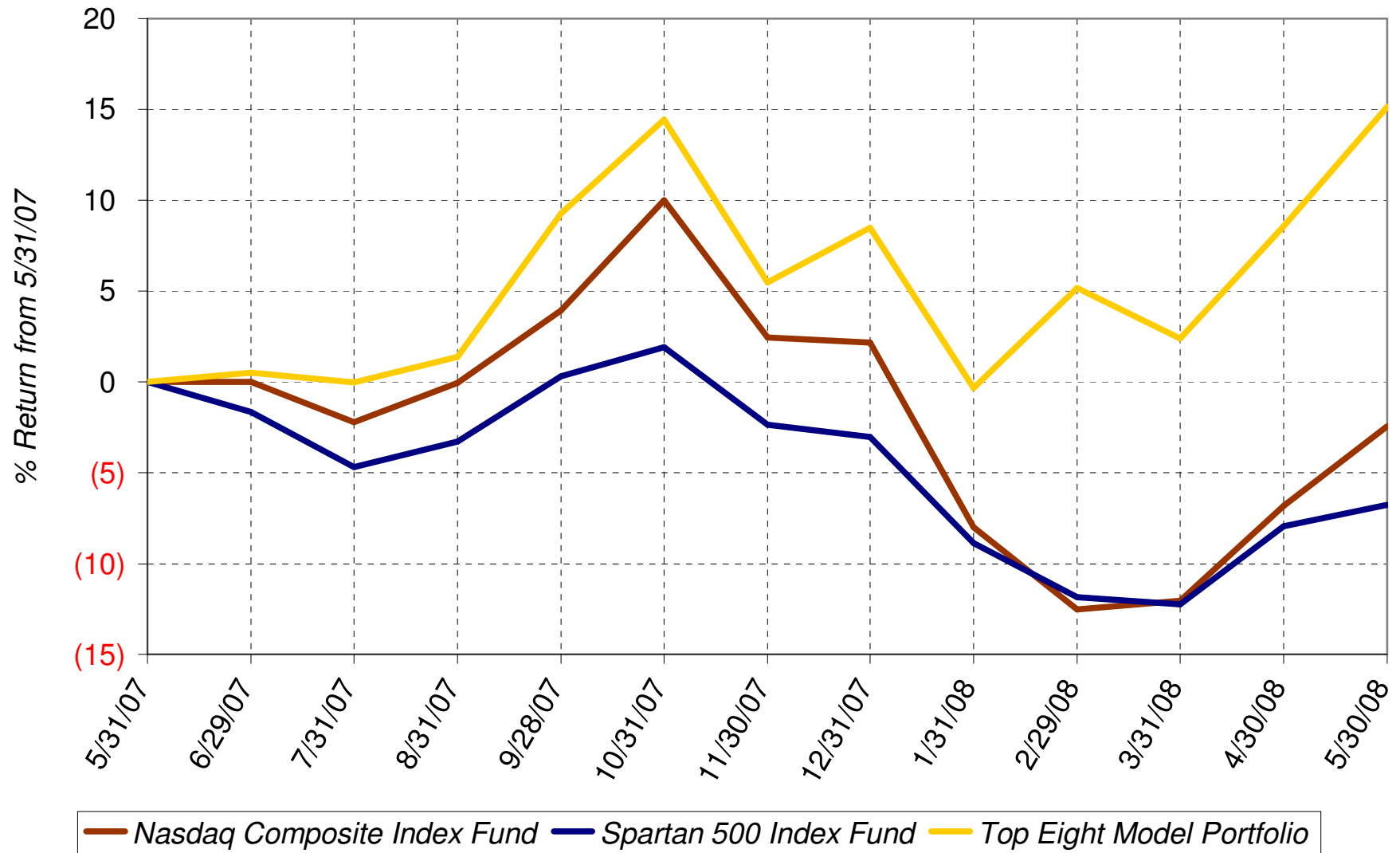
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart May 2008

