

FIDELITY SELECT FUNDRANKER™

Volume 3 Issue 7

The Right Funds at the Right Time

July 2008

June Performance

Fundranker made all-time highs again this month on June 5, 17, and 23 and eked out a gain of 1% for June while the S&P 500 and the Nasdaq Composite Indexes fell 8% and 9%, respectively.

Energy Service outpaced other Top Eight Model Portfolio funds with a one-month gain of 7%. Gold, Energy, Natural Resources, and Natural Gas had nice gains of 3% to 5%. Materials, Chemicals, and Software & Computer Services fell 3%, 3%, and 9%, respectively.

Top Eight Model Portfolio, S&P 500 tracking portfolio, and Nasdaq Composite tracking portfolio 2008 YTD returns are 7.195%, (11.944)%, and (13.244)%, respectively.

Performance of Fund Sold on June 2

Fundranker exchanged one fund on June 2. Here is the return it contributed to the Top Eight Model Portfolio:

Fund	Bought	Sold	Return
IT Services (FBSOX)	5/2/2007	6/2/2008	2.39%

Staying Fully Invested vs. Retirement Income

Staying fully invested is one of the four tenets on which the Fidelity Select Fundranker system is based (see *How was the Fidelity Select Fundranker system developed?* FAQ at www.fundranker.com), and it remains important, even when you retire and need regular income from your investments. It can be relatively easy to implement, as well.

As a first step in this process, determine which of your accounts are the best sources for your retirement income. Are you younger than 59½, 59½ or older, or 70½ or older? How much of your assets are in taxable vs. retirement accounts? Try to make your taxable assets last at least until age 59½, preferably until age 70½, and hold off on using retirement assets as long as possible. You may owe a 10% penalty for Early Distributions (before age 59½) from retirement accounts. If you don't take Minimum Required Distributions from your traditional IRA account by age 70½, you also can owe a 50% excise tax on the amount not distributed as required.

You can skim off assets on an ad hoc basis as you need them for living expenses by exchanging into Select Money Market as part of your regular Fundranker exchanges, then electronically transferring to your bank account. If a fund is being exchanged anyway, simply exchange some of it into cash, or if a fund is overbalanced, exchange some of it into cash. Watch out for roundtrip transactions while you do this, of course, and also consider the tax consequences of recognizing gains and losses.

Alternatively, if you are more comfortable with a formal withdrawal program, Fidelity has a free Personal Withdrawal Service that you can set up using either taxable or retirement accounts. You even can set up a PWS to provide you with Substantially Equal Periodic Payments from a traditional IRA, which can help you avoid the 10% early distribution penalty, or with Minimum Required Distributions from a traditional IRA, which can help you avoid the 50% excise tax on Excess Accumulations. Click on Customer Service and Find a Form at www.fidelity.com.

Rebalance Your Funds

July 2 is an opportune date to rebalance your accounts because our August exchange date eliminates exposure to roundtrip transactions. See *How do I rebalance my funds?* FAQ at www.fundranker.com for more information.

Holding Period Alert

If you purchased shares in June of any funds which are being exchanged on July 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 July 11, to get back in sync with Fundranker exchange dates, consider holding the funds through July and making appropriate exchanges in August to funds in the Top Eight Model Portfolio for August.

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 FAQs or use the *Contact Us* form at www.fundranker.com.

Top Eight Model Portfolio for July, 2008

1. Energy Service (FSESX) — 5th month
2. Natural Resources (FNARX) — 16th month
3. Energy (FSENX) — 8th month
4. Natural Gas (FSNGX) — 7th month
5. Gold (FSAGX) — 2nd month
6. Chemicals (FSCHX) — 8th month
7. Materials (FSDPX) — 8th month
8. Biotechnology (FBIOX) — 1st month

Portfolio Exchange for July 2

Sell Soft & Comp Services (FSCSX), buy Biotechnology (FBIOX)

Upcoming Portfolio Exchange Date

The next exchange date will be August 4.

Invest New Money Date for July

Invest new money on July 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 Ratings for 6/30/08</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)	(37.38)	(32.08)	(17.06)	(16.03)	(25.638)	39
Automotive (FSAVX)	(36.51)	(24.36)	(16.80)	(20.29)	(24.490)	37
Banking (FSRBX)	(42.69)	(28.99)	(20.84)	(20.19)	(28.178)	40
Biotechnology (FBIOX)	0.99*	(2.20)	6.45*	0.11*	4.338	8
Brokerage & Investment Mgmt (FSLBX)	(25.40)	(22.68)	(10.43)	(15.70)	(18.553)	34
Chemicals (FSCHX)	16.76*	6.81*	10.86*	(3.09)	10.835	6
Communications Equipment (FSDCX)	(13.51)	(10.82)	4.16	(11.80)	(7.993)	20
Computers (FDCPX)	(6.92)	(15.74)	2.77	(10.91)	(7.700)	19
Construction & Housing (FSHOX)	(23.83)	(8.76)	(8.30)	(12.82)	(13.428)	28
Consumer Discretionary (FSCPX)	(26.29)	(15.04)	(7.61)	(12.24)	(15.295)	30
Consumer Staples (FDFAX)	1.42*	(9.79)	(7.50)	(8.10)	(4.993)	13
Defense & Aerospace (FSDAX)	(16.84)	(21.53)	(9.58)	(16.49)	(16.110)	33
Electronics (FSELX)	(21.85)	(15.70)	2.67	(10.08)	(11.240)	24
Energy (FSENX)	37.82*	16.28*	23.96*	4.34*	24.600	3
Energy Service (FSESX)	43.24*	20.41*	31.35*	7.40*	29.600	1
Environmental (FSLEX)	(3.02)	(9.50)	1.10	(8.84)	(5.065)	14
Financial Services (FIDSX)	(39.00)	(28.81)	(17.41)	(16.94)	(25.540)	38
Gold (FSAGX)	40.36*	9.57*	4.46*	4.77*	18.790	5
Health Care (FSPHX)	(9.80)	(13.89)	1.81	(3.99)	(6.468)	15
Home Finance (FSVLX)	(56.52)	(32.73)	(23.19)	(21.98)	(33.605)	41
Industrial Equipment (FSCGX)	(6.47)	(12.70)	(4.29)	(9.98)	(8.360)	21
Industrials (FCYIX)	(6.36)	(9.66)	(2.90)	(10.05)	(7.243)	17
Insurance (FSPCX)	(35.58)	(30.02)	(15.55)	(13.51)	(23.665)	36
IT Services (FBSOX)	(6.59)	(2.51)	10.67*	(5.89)	(0.080)	11
Leisure (FDLSX)	(20.56)	(19.73)	(9.69)	(12.72)	(15.675)	31
Materials (FSDPX)	13.71*	5.32*	9.65*	(2.93)	9.438	7
Medical Delivery (FSHCX)	(21.42)	(26.16)	(0.29)	(9.69)	(14.390)	29
Medical Equipment & Systems (FSMEX)	9.16*	(0.16)	3.50	(1.27)	3.808	10
Multimedia (FBMPX)	(24.68)	(12.68)	(3.41)	(10.86)	(12.908)	27
Natural Gas (FSNGX)	36.34*	20.65*	19.20*	3.60*	23.948	4
Natural Resources (FNARX)	38.49*	15.74*	24.01*	4.19*	24.608	2
Networking & Infrastructure (FNINX)	(20.08)	(14.92)	10.47*	(9.83)	(7.590)	18
Paper & Forest Products (FSPFX)	(29.33)	(21.32)	(10.69)	(15.99)	(19.333)	35
Pharmaceuticals (FPHAX)	(11.58)	(13.76)	1.10	(3.58)	(6.955)	16
Retailing (FSRPX)	(24.56)	(12.12)	(1.99)	(9.24)	(11.978)	26
Software & Computer Services (FSCSX)	0.11*	(13.00)	6.16*	(9.18)	(1.978)	12
Technology (FSPTX)	(11.26)	(15.80)	4.04	(11.41)	(8.608)	22
Telecommunications (FSTCX)	(28.27)	(21.62)	(1.80)	(11.25)	(15.735)	32
Transportation (FSRFX)	(16.03)	(6.71)	(4.00)	(10.69)	(9.358)	23
Utilities Growth (FSUTX)	3.48*	(3.17)	8.55*	(0.69)	4.043	9
Wireless (FWRLX)	(15.50)	(19.21)	0.43	(11.31)	(11.398)	25

*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

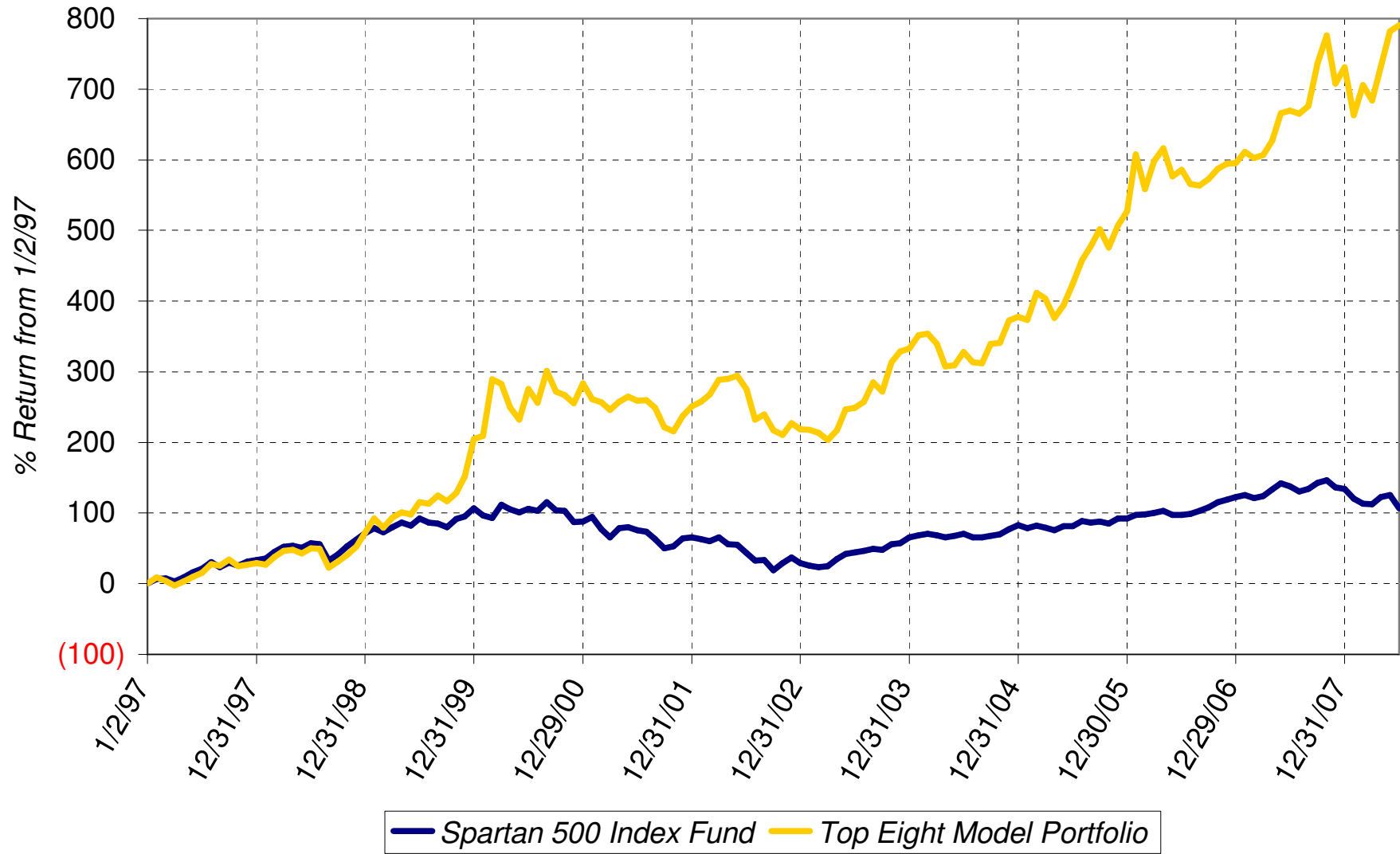
Sell on July 2, 2008

Buy on July 2, 2008

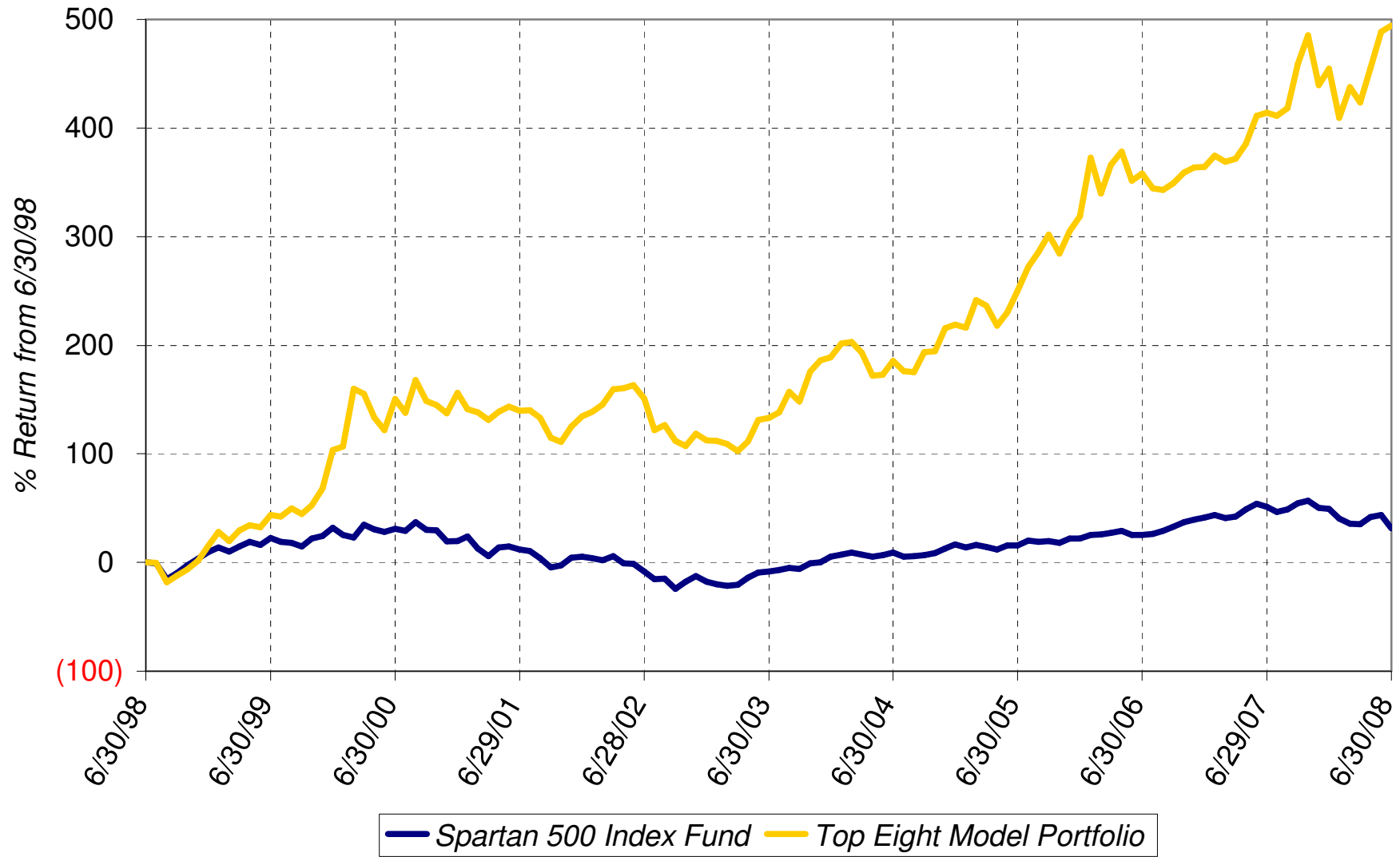
Hold

Fundranker Performance for June 2008													
5/30 Funds	5/30 Shares	5/30 Amount	<=6/2 Div Shrs	6/2 Shares	6/2 Amount	6/2 Funds	6/2 Shares	6/2 Amount	>6/2 Div Shrs	6/30 Shares	6/30 Amount	6/30 Amount	Jun Return
FSESX	248.252	27,141.39	none	248.252	27,024.71	FSESX	243.241	26,479.18	none	243.241	28,561.36		
FSNGX	484.395	26,249.37	none	484.395	26,675.63	FSENX	358.262	26,479.18	none	358.262	27,242.24		
FSENX	368.106	26,827.57	none	368.106	27,206.71	FNARX	594.904	26,479.18	none	594.904	27,234.71		
FNARX	615.290	27,035.84	none	615.290	27,386.56	FSNGX	480.828	26,479.18	none	480.828	26,993.68		
FSCHX	289.327	26,351.90	none	289.327	26,270.89	FSCHX	291.621	26,479.18	none	291.621	25,741.39		
FSDPX	416.440	26,423.12	none	416.440	26,352.32	FSDPX	418.445	26,479.18	none	418.445	25,772.03		
FBSOX	1,494.854	25,875.92	none	1,494.854	25,621.80	FSAGX	636.366	26,479.18	none	636.366	27,694.65		
FSCSX	330.479	25,714.57	none	330.479	25,294.86	FSCSX	345.952	26,479.18	none	345.952	24,448.43		
Top Eight		211,619.68			211,833.48			211,833.40			213,688.49		0.978
FNCMX	1,520.467	50,966.05	none						none	1,520.467	46,313.42		(9.129)
FSMKX	555.389	54,117.10	none						3.243	558.632	49,550.66		(8.438)
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 6/30/08	1/2/97 to 6/30/08								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				790.369	20.940								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund				106.461	6.507								
10-Year Summary				6/30/98 to 6/30/08	6/30/98 to 6/30/08								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				494.536	19.514								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund				31.459	2.773								
5-Year Summary				6/30/03 to 6/30/08	6/30/03 to 6/30/08								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				155.262	20.614								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund				43.469	7.486								
3-Year Summary				6/30/05 to 6/30/08	6/30/05 to 6/30/08								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				69.800	19.301								
Nasdaq Composite Index Fund				13.460	4.299								
Spartan 500 Index Fund				13.566	4.332								
1-Year Summary				6/29/07 to 6/30/08									
				Total Return %									
<i>Top Eight Model Portfolio</i>				15.658									
Nasdaq Composite Index Fund				(11.362)									
Spartan 500 Index Fund				(13.174)									
YTD Summary				12/31/07 to 6/30/08									
				Total Return %									
<i>Top Eight Model Portfolio</i>				7.195									
Nasdaq Composite Index Fund				(13.244)									
Spartan 500 Index Fund				(11.944)									

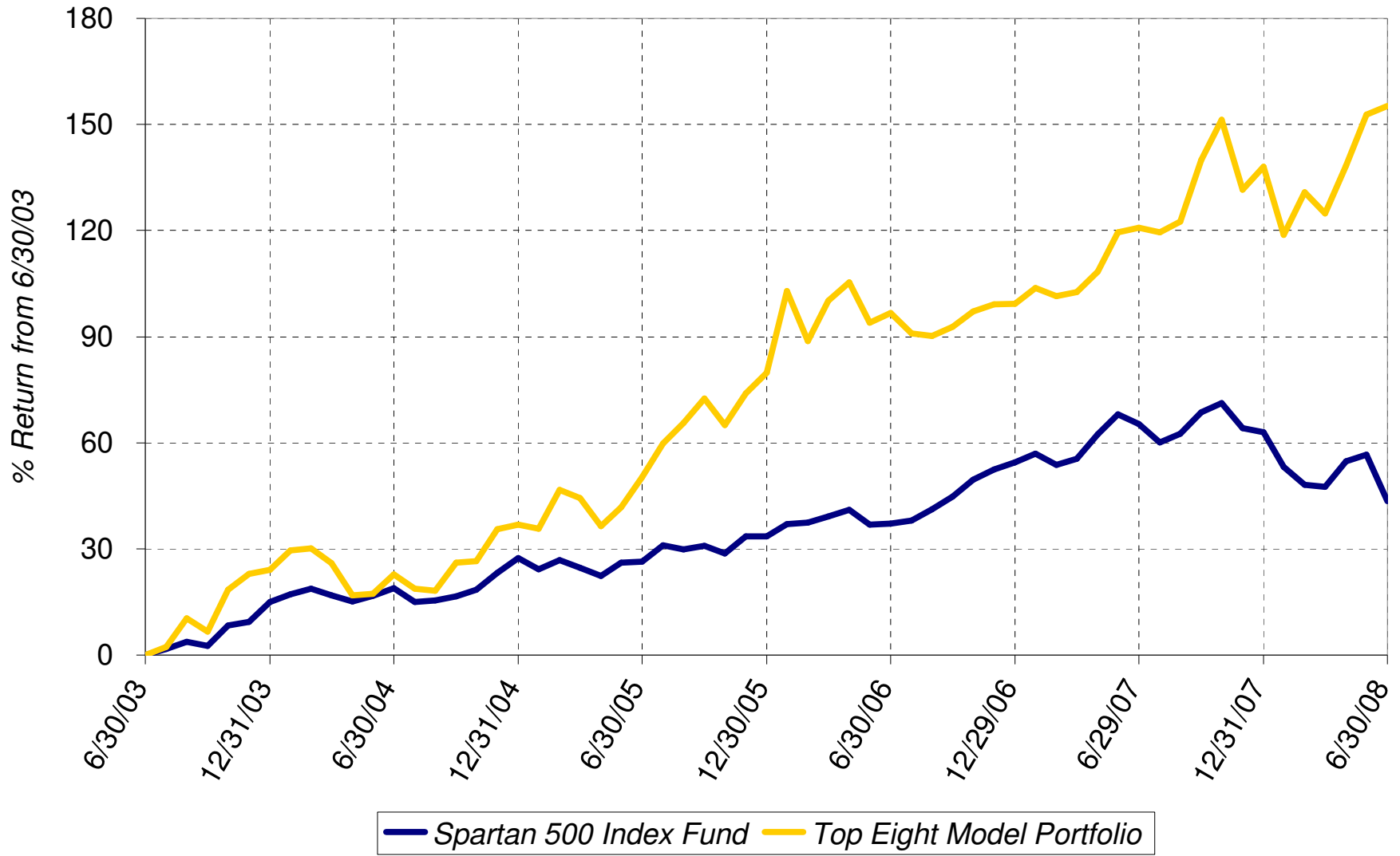
Lifetime Chart



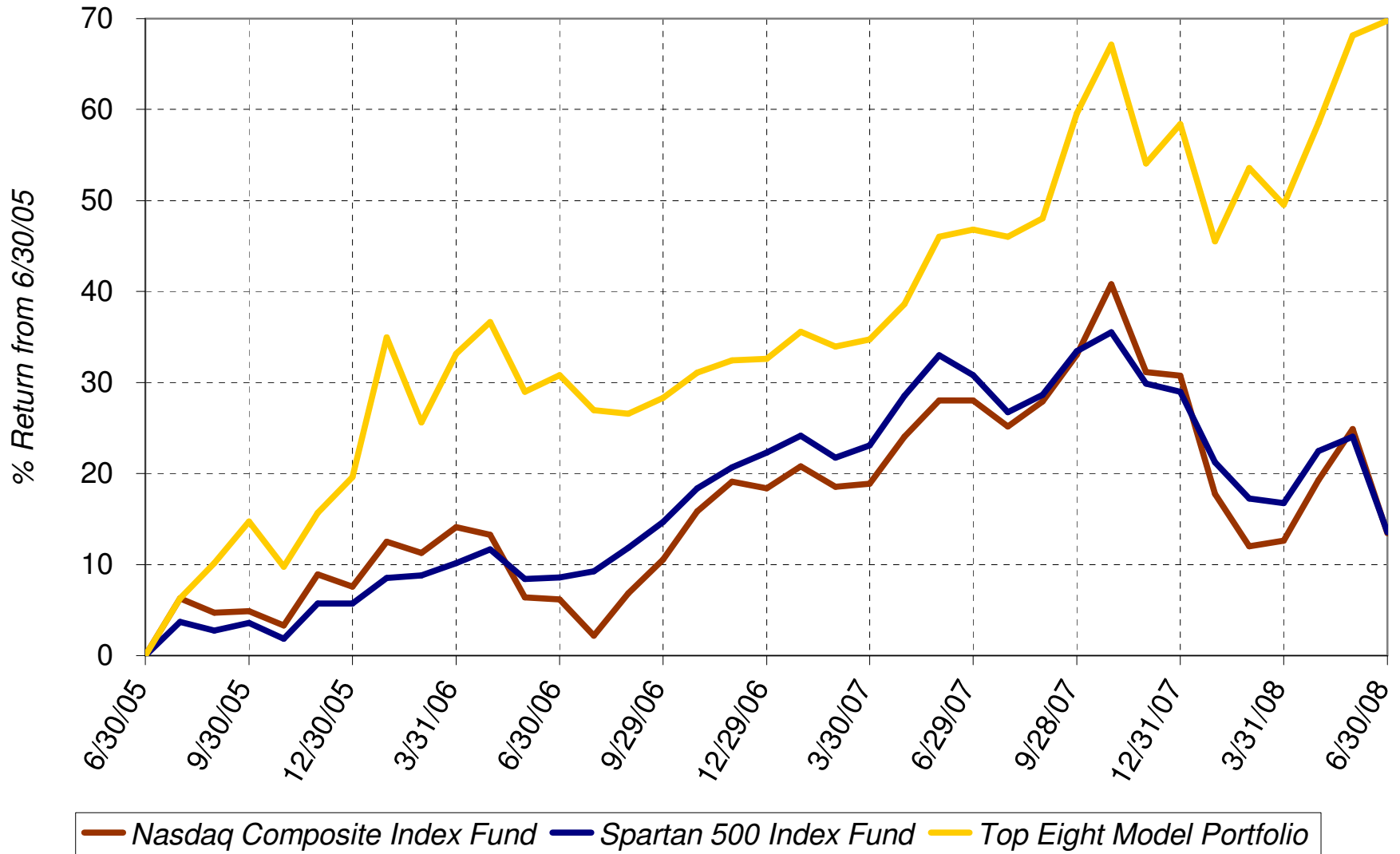
10-Year Chart



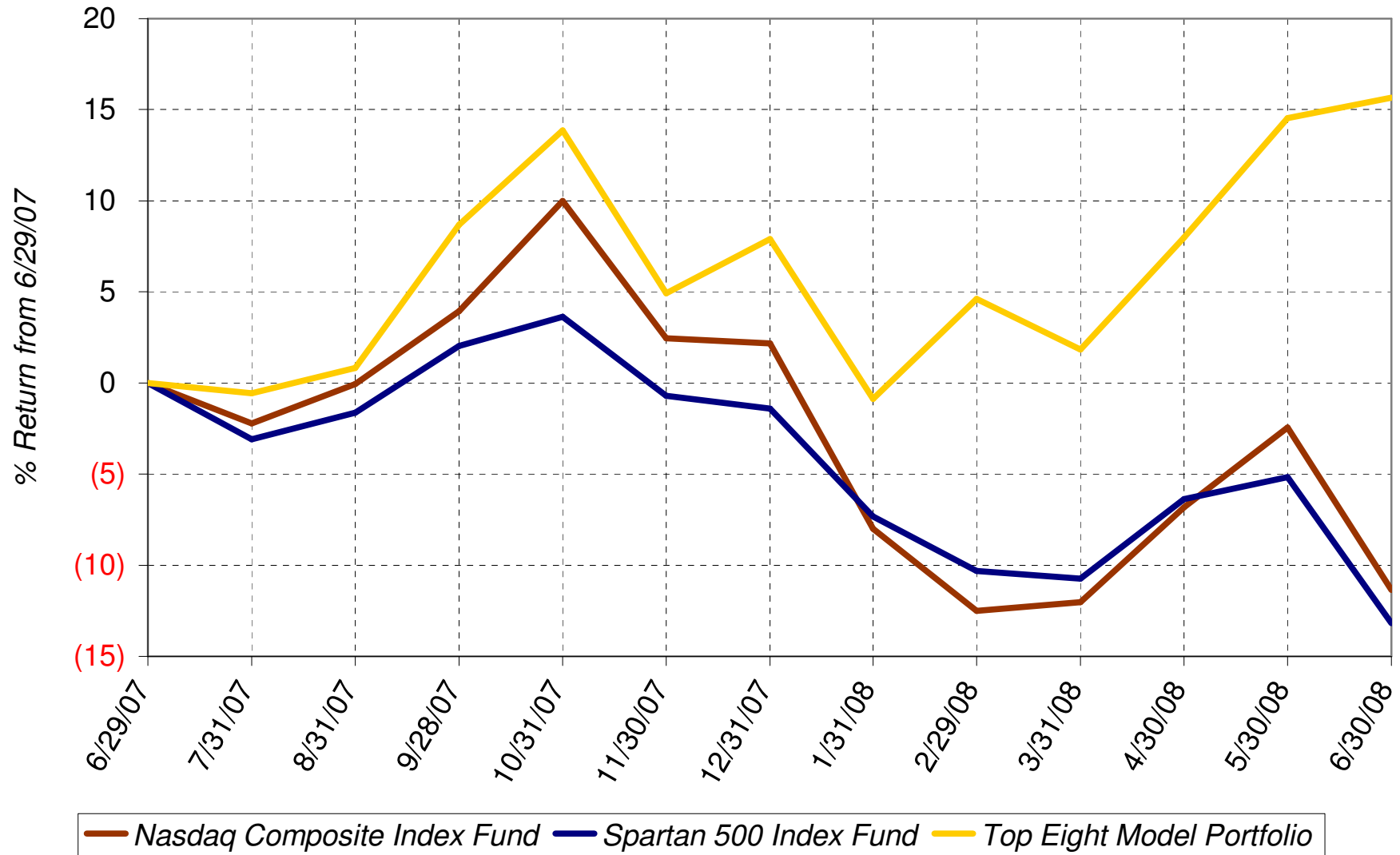
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart June 2008

