

# FIDELITY SELECT FUNDRANKER™

Volume 4 Issue 9

The Right Funds at the Right Time

September 2009

## August Performance

The stock market hit new rally highs a number of times in August. Brokerage & Investment Management scored the largest one-month gain for *Top Eight Model Portfolio* funds at 8.4%. Computers, Electronics, Retailing, Materials, and Technology followed with one-month gains ranging from 5.4% to 2.2%. Communications Equipment and Automotive trailed with one-month losses of 0.7% and 2.0%, respectively. The *Top Eight Model Portfolio* now has made gains for six months in a row.

The Nasdaq Composite tracking portfolio, S&P 500 tracking portfolio, and *Top Eight Model Portfolio* 2009 YTD returns are 27.962%, 15.026%, and 12.007%, respectively.

## Final Performance of Funds Sold on August 5

*Fundranker* exchanged two funds on August 5. Here are the returns the two funds contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Telecommunications (FSTCX)	7/6/2009	8/5/2009	6.92%
Wireless (FWRLX)	3/4/2009	8/5/2009	41.89%

## Fundranker Moves into Financials

September exchanges will move *Fundranker's Top Eight Model Portfolio* strongly into the financial sector. It now will hold four of Fidelity's five financial sector Select funds.

## Rally vs. Bull Market

The rally that started from the market low reached on March 9, 2009, is still going strong. When does it become a bull market? Most definitions of a bull market call for a prolonged period of rising stock prices. This rally has lasted nearly six months, but that is rather short compared to previous well-known bull markets. On the other hand, the stock market has increased dramatically in that nearly six-month period. As of August 31, 2009, the Nasdaq Composite Index (as measured by Fidelity's Nasdaq Composite Index Fund), the S&P 500 Index (as measured by Fidelity's Spartan 500 Index Fund), and *Fundranker's Top Eight Model Portfolio* have increased 58.7%, 53.6%, and 43.7%, respectively, since March 9.

There are a number of promising signs that our economy is starting to improve, which means this rally, or bull market, if you choose to call it that, easily could continue. Consumer confidence rose more than expected in August, and we all know that our economy is consumer-driven.

The housing sector is showing signs of improvement. New home sales rose 9.6 percent in July for a fourth straight monthly gain. Home prices rose 1.4% during the second quarter of 2009, the first quarterly increase in three years.

The manufacturing sector also is showing much improvement. Orders for durable goods rose in July by the largest amount in two years. The automotive sector just got a huge shot in the arm from the Cash for Clunkers program.

We're probably not out of the woods yet with the unemployment situation, however. Obama economic adviser Christina Romer recently predicted that unemployment still could hit 10% in 2009 and average 9.8% in 2010. Despite these predictions, unemployment has shown recent signs of improvement, as it dipped unexpectedly in July to 9.4%, and job losses in July came in at 247,000, the fewest in a year.

## Holding Period Alert

If you purchased shares after August 5 of any funds which are being exchanged on September 4, then to avoid roundtrip transactions under Fidelity's frequent trading policy for Select funds, you should wait at least 30 days before exchanging the funds.

## 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 this month to balance those funds as much as possible.

## Subscribe to Fidelity Select Fundranker

You can subscribe to *Fidelity Select Fundranker* for \$49/first year, \$99/year thereafter. 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](http://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 the Subscribe button at [www.fundranker.com](http://www.fundranker.com).

## 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](http://www.fundranker.com).

## Top Eight Model Portfolio for September 2009

Fund Name (Symbol)	Purchase	Return to 8/31
1. Automotive (FSAVX)	5/4/2009	36.07%
2. Brokerage & Inv Mgmt (FSLBX)	6/3/2009	19.37%
3. Electronics (FSELX)	7/6/2009	22.58%
4. Insurance (FSPCX)	9/4/2009	
5. Computers (FDCPX)	7/6/2009	20.02%
6. Banking (FSRBX)	9/4/2009	
7. Financial Services (FIDSX)	9/4/2009	
8. Technology (FSPTX)	5/4/2009	19.86%
Funds to be sold on September 4:		
11. Retailing (FSRPX)	8/5/2009	3.02%
12. Materials (FSDPX)	8/5/2009	(1.07)%
13. Communications Eqpt (FSDCX)	5/4/2009	14.55%

## Fundranker Exchanges for September 4

Sell Communications Eqpt (FSDCX), buy Insurance (FSPCX)  
Sell Retailing (FSRPX), buy Banking (FSRBX)  
Sell Materials (FSDPX), buy Financial Services (FIDSX)

## Upcoming Fundranker Exchange Date

If all funds to be exchanged have been held more than one month, the next exchange date will be October 2; otherwise, it will be October 5.

## Fundranker Invest New Money Date

Invest new money on September 2.

## Optional Rebalancing Exchange Dates

Method 1: none; Method 2: September 2; Method 3, September 4 (see the rebalancing FAQ at [www.fundranker.com](http://www.fundranker.com) for more information)

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<i>Fundranker</i> Ratings for 8/31/09 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)	(9.44)	54.18	21.65*	11.46*	21.463	9
Automotive (FSAVX)	(0.16)	175.70*	37.49*	(2.02)	54.753	1
Banking (FSRBX)	(17.26)	70.95*	17.94*	12.88*	24.128	6
Biotechnology (FBIOX)	(9.76)	18.38	14.10	(0.93)	5.448	31
Brokerage & Investment Mgmt (FSLBX)	(4.91)	78.36*	19.85*	8.43*	28.433	2
Chemicals (FSCHX)	(18.05)	58.82	13.30	2.33	14.100	19
Communications Equipment (FSDCX)	(12.76)	70.34*	12.58	(0.65)	18.378	13
Computers (FDCPX)	(5.40)	65.96*	24.56*	5.42*	25.635	5
Construction & Housing (FSHOX)	(11.37)	58.21	19.02*	6.31*	20.043	10
Consumer Discretionary (FSCPX)	(12.85)	43.63	11.82	3.40	11.500	22
Consumer Staples (FDFAX)	(5.94)	29.53	10.80	1.89	9.070	26
Defense & Aerospace (FSDAX)	(22.30)	38.52	6.68	6.26*	8.290	28
Electronics (FSELX)	(0.68)	75.21*	25.28*	4.38	28.048	3
Energy (FSENX)	(38.02)	37.62	(2.66)	0.13	(0.733)	39
Energy Service (FSSEX)	(47.71)	49.10	(0.94)	3.59	1.010	37
Environmental (FSLEX)	(19.70)	31.81	10.84	2.05	6.250	30
Financial Services (FIDSX)	(15.24)	74.14*	15.02	9.05*	22.743	7
Gold (FSAGX)	10.00*	21.58	(8.06)	(0.93)	6.648	29
Health Care (FSPHX)	(9.85)	31.76	13.24	3.51	9.665	25
Home Finance (FSVLX)	(36.66)	32.49	16.31	4.97*	5.278	33
Industrial Equipment (FSCGX)	(25.89)	63.32*	15.80	4.65	15.470	17
Industrials (FCYIX)	(20.76)	60.55*	17.38*	4.45	17.405	14
Insurance (FSPCX)	(10.65)	65.30*	24.85*	12.99*	26.123	4
IT Services (FBSOX)	(11.21)	40.21	16.33*	3.62	13.238	20
Leisure (FDLSX)	(5.57)	34.46	7.80	4.73*	11.355	23
Materials (FSDPX)	(14.99)	70.12*	13.76	2.80	18.923	12
Medical Delivery (FSHCX)	(8.52)	47.16	15.39	4.65	14.670	18
Medical Equipment & Systems (FSMEX)	(13.64)	30.35	12.86	4.69	8.565	27
Multimedia (FBMPX)	(13.61)	56.59	15.42	5.69*	17.023	15
Natural Gas (FSNGX)	(35.39)	45.98	(1.20)	0.72	2.528	36
Natural Resources (FNARX)	(34.43)	40.60	(2.53)	(0.33)	0.828	38
Pharmaceuticals (FPHAX)	(4.37)	29.04	11.42	3.28	9.843	24
Retailing (FSRPX)	4.43*	51.89	15.18	3.47	19.743	11
Software & Computer Services (FSCSX)	(8.18)	41.60	14.01	3.12	12.638	21
Technology (FSPTX)	(9.03)	68.78*	16.84*	2.19	21.695	8
Telecommunications (FSTCX)	(12.97)	31.91	2.98	(2.30)	4.905	35
Transportation (FSRFX)	(21.57)	47.16	22.11*	7.27*	15.743	16
Utilities (FSUTX)	(18.87)	23.63	13.59	2.75	5.275	34
Wireless (FWRLX)	(12.01)	36.71	0.17	(3.34)	5.383	32

\*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

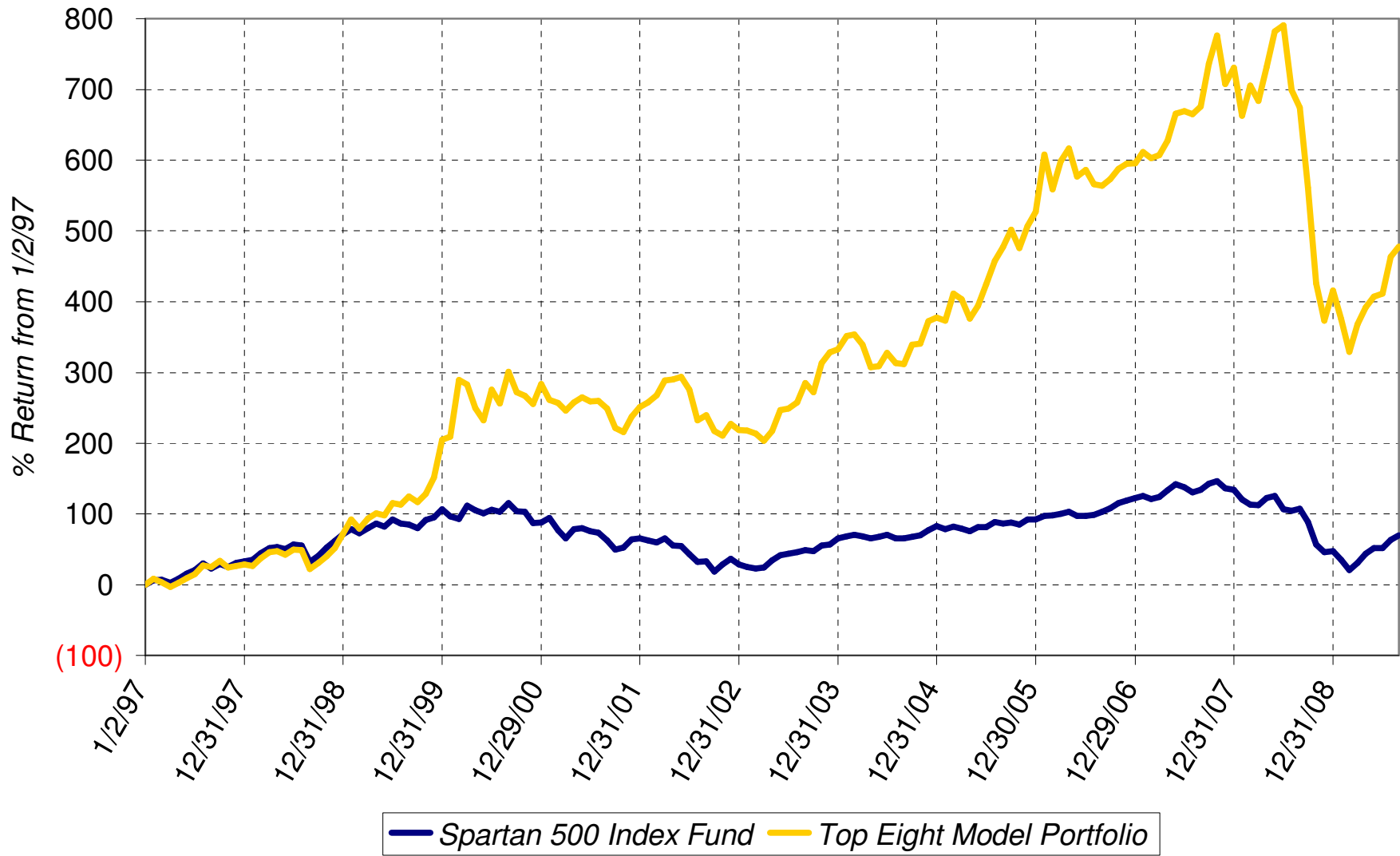
Sell on September 4, 2009

Buy on September 4, 2009

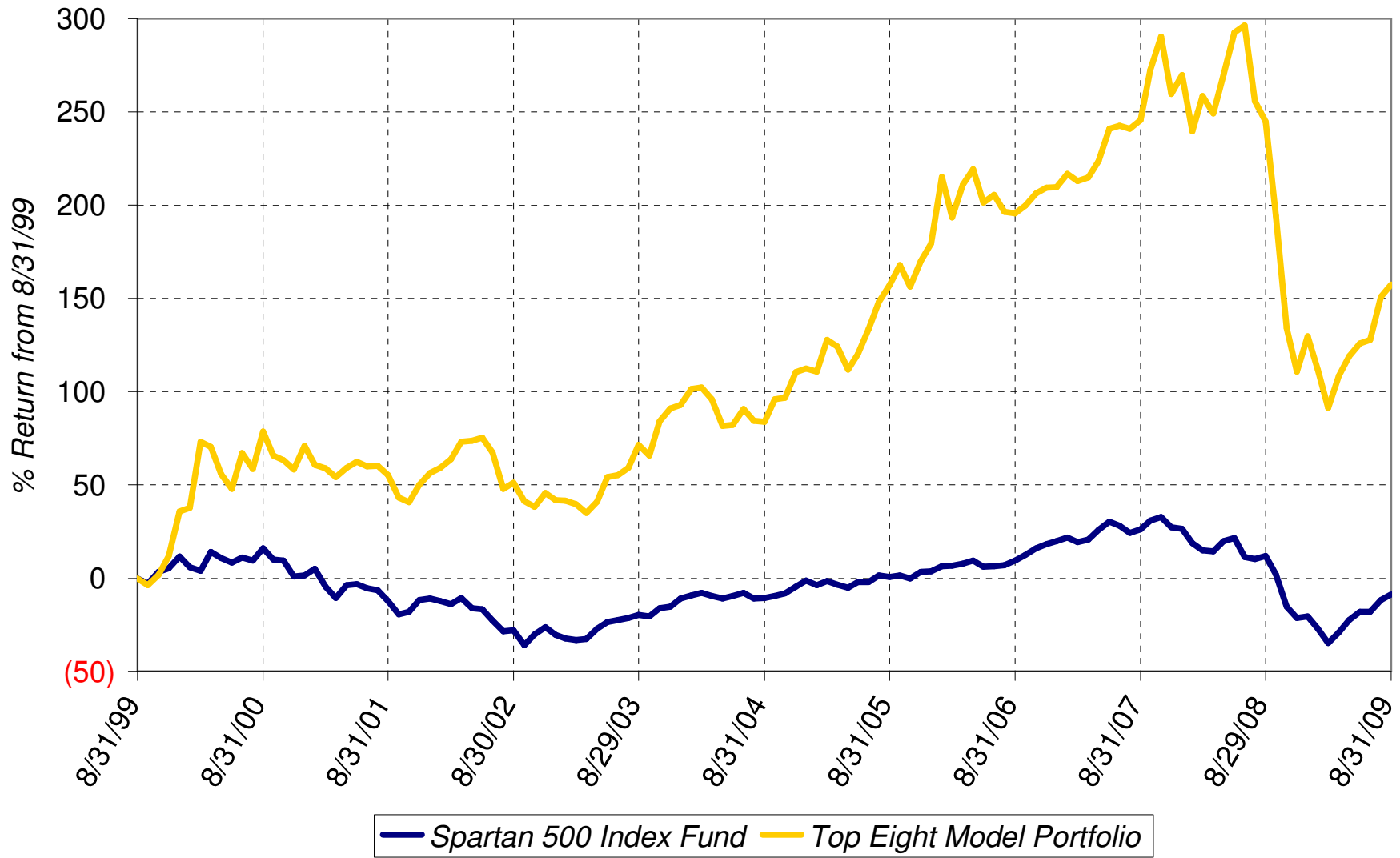
Hold

Fundranker Performance for August 2009												
7/31 Funds	7/31 Shares	7/31 Amount	<=8/5 Div Shrs	8/5 Shares	8/5 Amount	8/5 Funds	8/5 Shares	8/5 Amount	>8/5 Div Shrs	8/31 Shares	8/31 Amount	Aug Return
FSAVX	706.808	19,946.12	none	706.808	20,667.07	FSAVX	585.039	17,106.55	none	585.039	16,176.33	
FSDCX	889.046	16,340.67	none	889.046	16,287.32	FSELX	482.690	17,106.55	none	482.690	17,820.91	
FSPTX	270.148	16,562.77	none	270.148	16,622.21	FSPTX	278.020	17,106.55	none	278.020	17,417.95	
FSLBX	381.545	16,700.22	none	381.545	17,448.05	FSDCX	933.764	17,106.55	none	933.764	17,050.53	
FWRLX2	5,505.630	15,735.36	none	2,505.630	15,785.47	FSLBX	374.077	17,106.55	none	374.077	17,753.69	
FDCPX	455.358	16,802.71	none	455.358	16,898.34	FSRPX	438.180	17,106.55	none	438.180	17,623.60	
FSELX	489.979	17,330.56	none	489.979	17,364.86	FSDPX	360.290	17,106.55	none	360.290	16,922.82	
FSTCX	438.188	15,796.68	none	438.188	15,779.15	FDCPX	460.969	17,106.55	none	460.969	17,931.69	
<b>Top Eight</b>		<b>135,215.09</b>			<b>136,852.47</b>			<b>136,852.40</b>			<b>138,697.52</b>	<b>2.575</b>
FNCMX	1,535.172	40,313.62	none						none	1,535.172	40,958.39	1.599
FSMKX	574.806	39,328.23	none						none	574.806	40,748.00	3.610
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 %	2006 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 %	2008 Return %							
<i>Top Eight Model Portfolio</i>				19.463	(37.882)							
Nasdaq Composite Index Fund				10.497	(40.041)							
Spartan 500 Index Fund				5.426	(37.047)							
Lifetime Summary				1/2/97 to 8/31/09 Total Return %		1/2/97 to 8/31/09 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				477.906		14.854						
Nasdaq Composite Index Fund				N/A		N/A						
Spartan 500 Index Fund				69.783		4.268						
10-Year Summary				8/31/99 to 8/31/09 Total Return %		8/31/99 to 8/31/09 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				157.378		9.915						
Nasdaq Composite Index Fund				N/A		N/A						
Spartan 500 Index Fund				(8.489)		(0.883)						
5-Year Summary				8/31/04 to 8/31/09 Total Return %		8/31/04 to 8/31/09 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				40.159		6.985						
Nasdaq Composite Index Fund				12.414		2.368						
Spartan 500 Index Fund				2.241		0.444						
3-Year Summary				8/31/06 to 8/31/09 Total Return %		8/31/06 to 8/31/09 Average Annual Return %						
<i>Top Eight Model Portfolio</i>				(12.911)		(4.504)						
Nasdaq Composite Index Fund				(6.080)		(2.069)						
Spartan 500 Index Fund				(16.477)		(5.825)						
1-Year Summary				8/29/08 to 8/31/09 Total Return %								
<i>Top Eight Model Portfolio</i>				(25.375)								
Nasdaq Composite Index Fund				(14.482)								
Spartan 500 Index Fund				(18.244)								
YTD Summary				12/31/08 to 8/31/09 Total Return %								
<i>Top Eight Model Portfolio</i>				12.007								
Nasdaq Composite Index Fund				27.962								
Spartan 500 Index Fund				15.026								

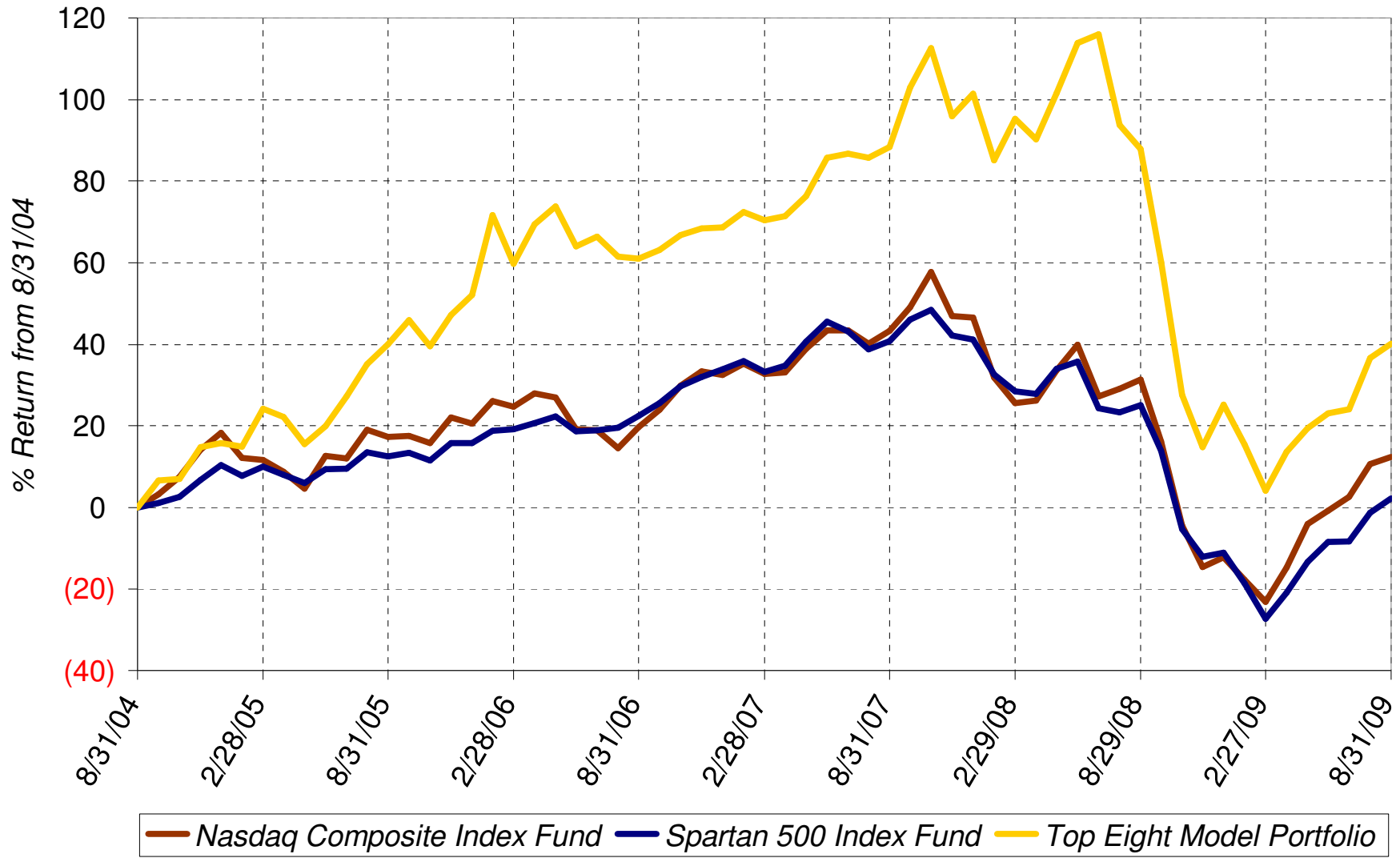
### Lifetime Chart



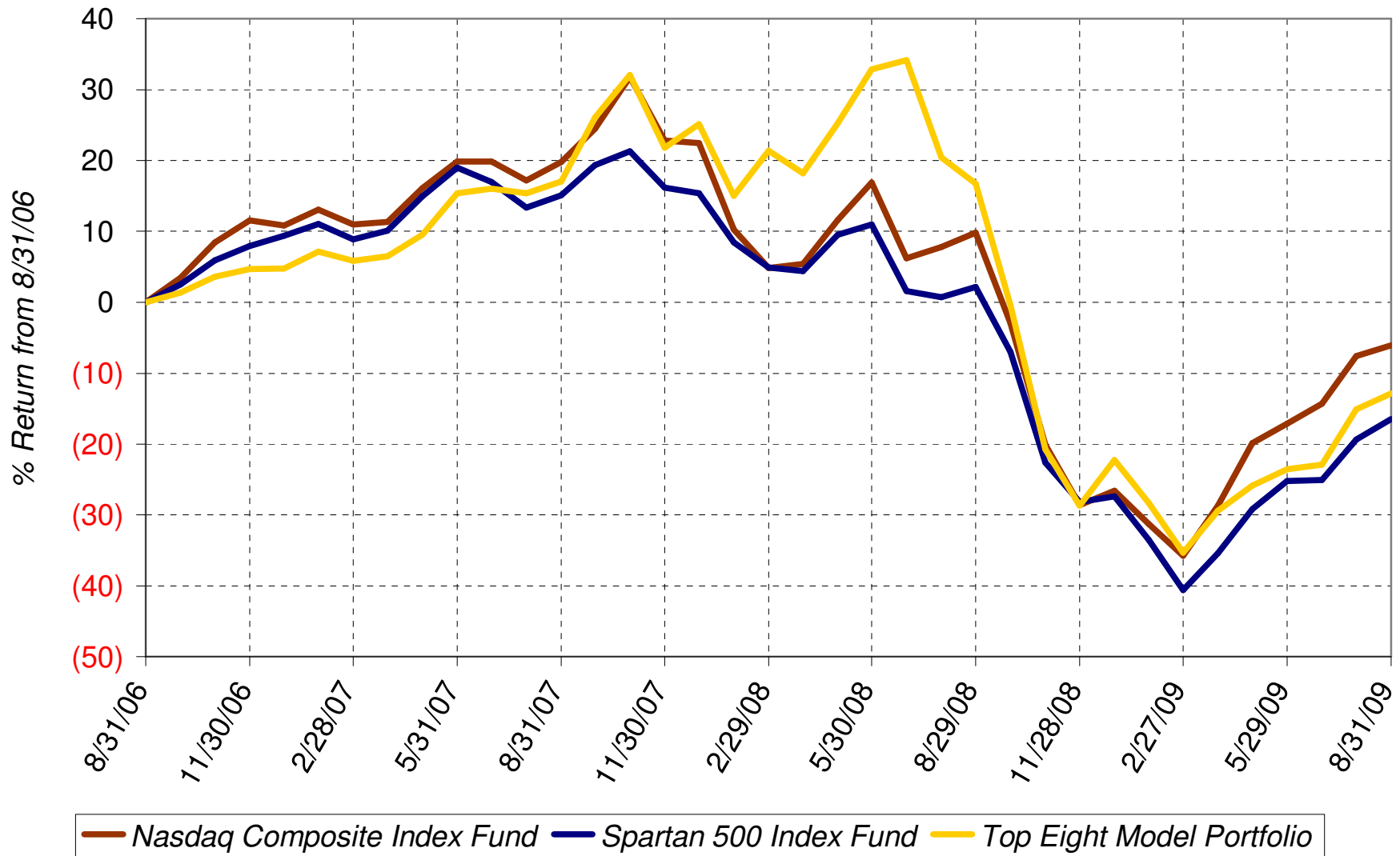
### 10-Year Chart



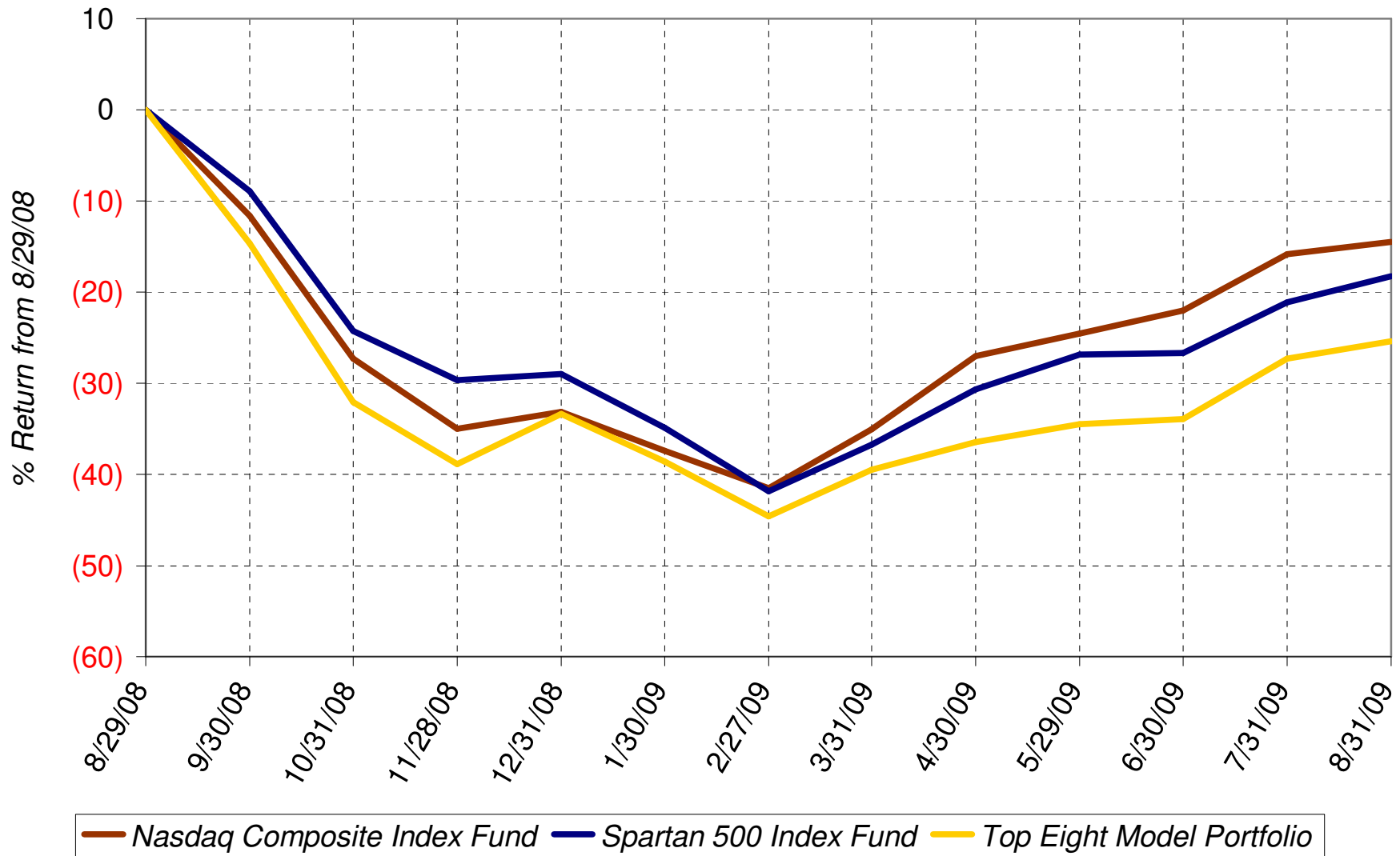
### 5-Year Chart



3-Year Chart



### 1-Year Chart





### Daily Chart August 2009

