

FIDELITY SELECT FUNDRANKER™

Volume 7 Issue 4

The Right Funds at the Right Time

April 2012

March Performance Energizes Bull Market

The broad market rose 12 of 22 sessions in March, pushing the S&P 500 and Nasdaq Composite Indexes to new bull market highs and the *Top Eight Model Portfolio* to its fourth monthly gain in a row.

All eight funds in the *Top Eight Model Portfolio* had gains in March. Consumer Finance and Construction & Housing lead the *Top Eight* with one-month gains of 6.18% and 6.02%. Biotechnology, Leisure, and Computers followed with one-month gains of 5.57%, 4.83%, and 4.05%. Software & Computer Services, Electronics, and Industrial Equipment trailed with one-month gains of 3.88%, 2.57%, and 1.02%.

During March, the Nasdaq Composite Index gained 4.308%, the *Top Eight Model Portfolio* gained 4.019%, and the S&P 500 Index gained 3.279%. For 2012 YTD through March 30, the Nasdaq Composite Index gained 18.994%, the S&P 500 Index gained 12.565%, and the *Top Eight Model Portfolio* gained 11.556%.

Final Performance of Funds Sold on March 5

Fundranker exchanged three funds on March 5. Here are the returns they contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Air Transportation (FSAIX)	2/2/2012	3/5/2012	(1.79)%
Chemicals (FSCHX)	2/2/2012	3/5/2012	(0.05)%
Health Care (FSPHX)	1/3/2012	3/5/2012	7.14%

Bull Market/Recovery Disconnect

The Great Recession lasted from December, 2007, through June, 2009. Our current bull market celebrated its third birthday on March 9 and hit its latest highs on March 26. On that date and on a total return basis (including dividends), the Nasdaq Composite Index's bull market gain was 152.131%, the S&P 500 Index's gain was 122.546%, and the *Top Eight Model Portfolio*'s gain was 97.789%.

So if recovery from the Great Recession began way back in July, 2009, nearly three years ago, why are so many people still feeling so much pain? If you look at the stock market, you would think we would be in the middle of a rip-roaring recovery.

Time magazine has a great article about the "97-lb. Recovery" in their April 2 issue. Authors Rana Foroohar and Bill Saporito call the rebound slow, spotty, and anemic and pose the question, "Can the economy get back to fighting strength?" Here is a quick review of the major points in their article:

Although there have been many signs of economic expansion in recent weeks, income growth is nonexistent, we still have a \$3.7 trillion housing hole to dig out of, and we're 5.3 million jobs short of full employment. At the current rate of job creation, it will take 33 more months to restore jobs lost in 2008 and 2009. Each recovery since 1990 has been weaker and taken longer than the one before.

The automobile industry, railroads, and agriculture are leading this recovery. Last year, auto-loans were 41% higher than in 2009. Auto manufacturers are adding shifts, pouring money into expansion, adding thousands of jobs, creating even more jobs down the supply line, and dramatically benefitting the railroad industry, as well. Net farm income is expected to be the second highest on record this year.

The authors conclude that there are no tools left to goose the economy falsely to life and that we're back to the fundamental challenges to turn this expansion into something more robust: improving education, bridging the skills gap, churning out a new labor force that can really compete at the global level, simplifying the tax code, and making sure our regulations are as streamlined, and as smart, as they can be.

Holding Period Alert

If you purchased shares after March 2 of any funds which are being exchanged on April 2, to avoid roundtrip transactions under

Fidelity's frequent trading policy for Select funds, you should wait at least 30 days after your purchase before exchanging them.

For example, if you purchased shares of Electronics on March 5, you should wait a full thirty days and exchange Electronics on April 4 to avoid a roundtrip transaction.

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 minimize 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 these yearly fees, you will receive 12 issues of *Fidelity Select Fundranker* newsletter via email on 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 a wealth of historical information about the *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.

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*, peruse the *Fundranker Blog*, or use the *Contact Us* form at www.fundranker.com. We welcome your input.

Top Eight Model Portfolio for April 2012

Fund Name (Symbol)	Purchase	Return to 3/30
1. Biotechnology (FBIOX)	5/9/2011	20.41%
2. Construction & Housing (FSHOX)	11/7/2011	25.39%
3. Computers (FDCPX)	3/5/2012	4.55%
4. Leisure (FDLSX)	1/3/2012	15.84%
5. Retailing (FSRPX)	4/2/2012	
6. Software & Comp Svcs (FSCSX)	3/5/2012	3.88%
7. Consumer Finance (FSVLX)	3/5/2012	6.18%
8. Banking (FSRBX)	4/2/2012	

Funds to be sold on April 2:

14. Electronics (FSELX)	2/2/2012	3.90%
16. Industrial Equipment (FSCGX)	2/2/2012	3.87%

Fundranker Exchanges for April 2

Sell Industrial Equipment (FSCGX), buy Retailing (FSRPX)
Sell Electronics (FSELX), buy Banking (FSRBX)

Fundranker Invest New Money Date

Invest new money on April 2.

Optional Rebalancing Exchange Dates

Method 1: none; Method 2: April 2; Method 3: April 2 (see the rebalancing FAQ at www.fundranker.com for more information)

Upcoming Fundranker Exchange Date

Fundranker will exchange on May 2; even new funds will have been held a full 30 days by then.

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 \$49/first year, \$99/year thereafter. *Fidelity Select Fundranker* is not affiliated with Fidelity Investments. All facts and figures are obtained from reliable sources but are subject to revision. Past results are never an assurance of future performance. The information in this newsletter is not intended as individualized investment advice. For more information, go to www.fundranker.com. © 2012 Fidelity Select Fundranker

<i>Fundranker</i> Ratings for 3/30/12 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)	3.62	23.11	12.68	2.07	10.370	26
Automotive (FSAVX)	(8.64)	33.49*	23.40*	1.05	14.325	19
Banking (FSRBX)	3.02	39.97*	19.16*	6.73*	20.220	8
Biotechnology (FBIOX)	31.78*	37.08*	19.93*	5.57*	27.590	1
Brokerage & Investment Mgmt (FSLBX)	(6.67)	32.24*	21.95*	3.09	14.653	18
Chemicals (FSCHX)	8.65	38.99*	18.14	1.71	17.873	12
Communications Equipment (FSDCX)	(11.60)	23.57	15.14	3.63	7.685	30
Computers (FDCPX)	13.46*	36.54*	25.29*	4.05*	23.835	3
Construction & Housing (FSHOX)	14.41*	47.61*	18.43	6.02*	24.618	2
Consumer Discretionary (FSCPX)	13.69*	30.19	17.82	4.62*	18.580	10
Consumer Finance (FSVLX)	13.57*	31.46	21.38*	6.18*	21.148	7
Consumer Staples (FDFAX)	16.62*	17.67	8.27	2.76	12.330	21
Defense & Aerospace (FSDAX)	9.02	24.44	10.44	0.09	10.998	24
Electronics (FSELX)	8.13	31.02	23.64*	2.57	17.340	14
Energy (FSENX)	(13.94)	23.92	6.73	(4.51)	3.050	34
Energy Service (FSESX)	(22.75)	22.73	4.87	(6.59)	(0.435)	38
Environment & Alternative Energy (FSLEX)	(14.63)	15.80	8.96	0.67	2.700	35
Financial Services (FIDSX)	(1.87)	34.50*	23.10*	4.59*	18.080	11
Gold (FSAGX)	(17.67)	(9.33)	(3.46)	(11.29)	(10.438)	39
Health Care (FSPHX)	9.08	22.47	11.72	2.73	11.500	22
Industrial Equipment (FSCGX)	1.13	37.59*	18.59*	1.02	16.583	16
Industrials (FCYIX)	0.82	31.87	15.08	1.66	12.358	20
Insurance (FSPCX)	0.36	25.13	10.08	2.67	9.560	27
IT Services (FBSOX)	12.17*	30.84	18.48	6.02*	18.878	9
Leisure (FDLSX)	21.52*	34.01*	15.87	4.83*	22.058	4
Materials (FSDPX)	(1.67)	31.35	12.72	(0.27)	10.533	25
Medical Delivery (FSHCX)	10.94*	30.12	16.44	4.08*	17.395	13
Medical Equipment & Systems (FSMEX)	1.96	14.86	14.68	3.14	8.660	29
Multimedia (FBMPX)	7.16	31.96*	16.03	3.03	15.545	17
Natural Gas (FSNGX)	(14.29)	18.70	3.52	(4.31)	0.905	37
Natural Resources (FNARX)	(16.03)	20.88	6.49	(5.77)	1.393	36
Pharmaceuticals (FPHAX)	13.68*	18.51	6.63	2.62	11.360	23
Retailing (FSRPX)	21.47*	26.02	20.23*	7.04*	21.690	5
Software & Computer Services (FSCSX)	16.45*	32.77*	20.44*	3.88	21.385	6
Technology (FSPTX)	4.12	28.44	22.17*	4.01*	16.685	15
Telecommunications (FSTCX)	(1.92)	12.90	6.39	0.76	4.533	32
Transportation (FSRFX)	(0.62)	26.41	8.81	1.36	8.990	28
Utilities (FSUTX)	8.49	6.85	(0.15)	1.69	4.220	33
Wireless (FWRLX)	0.09	14.84	8.28	2.21	6.355	31

*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

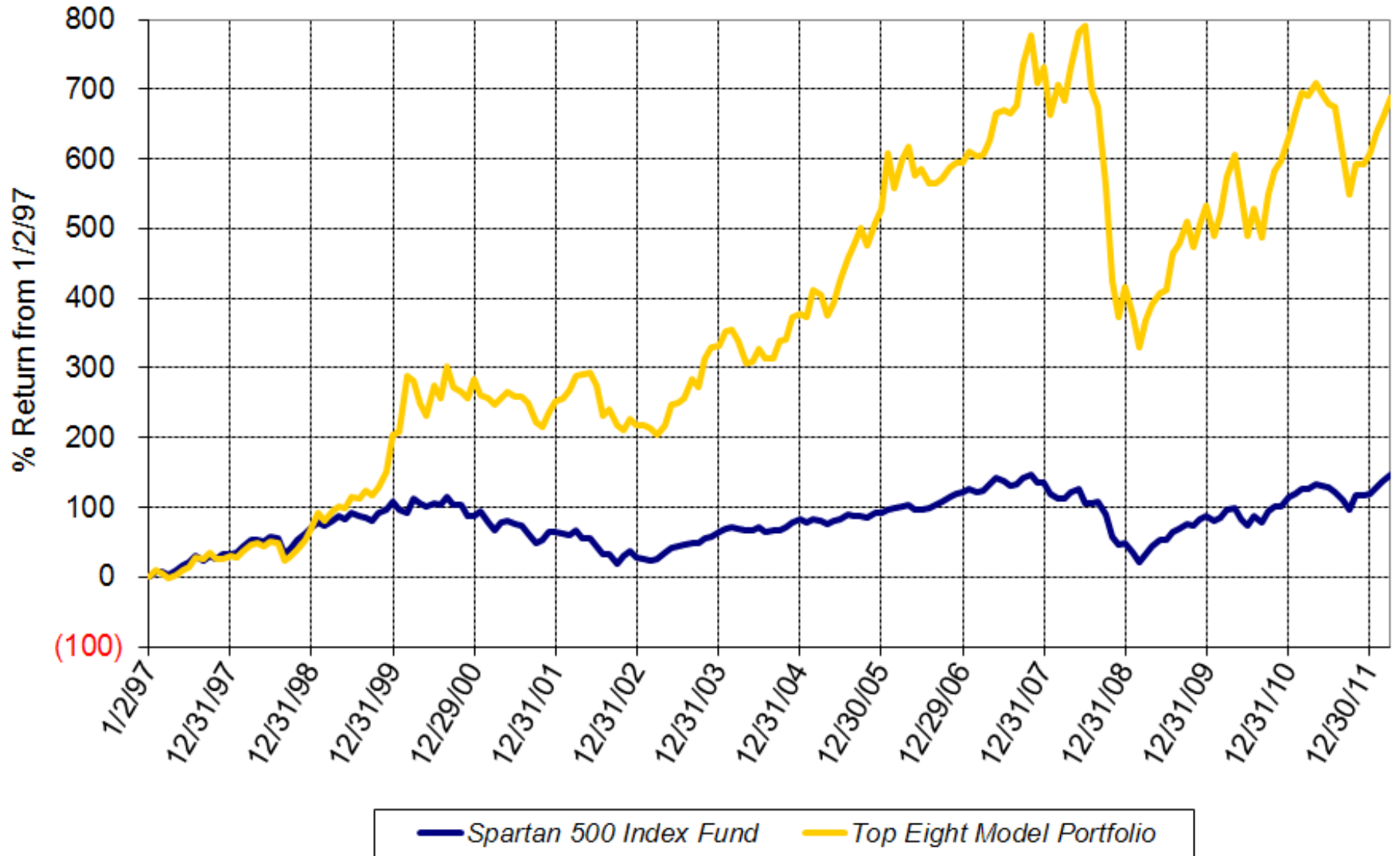
Sell on April 2, 2012

Buy on April 2, 2012

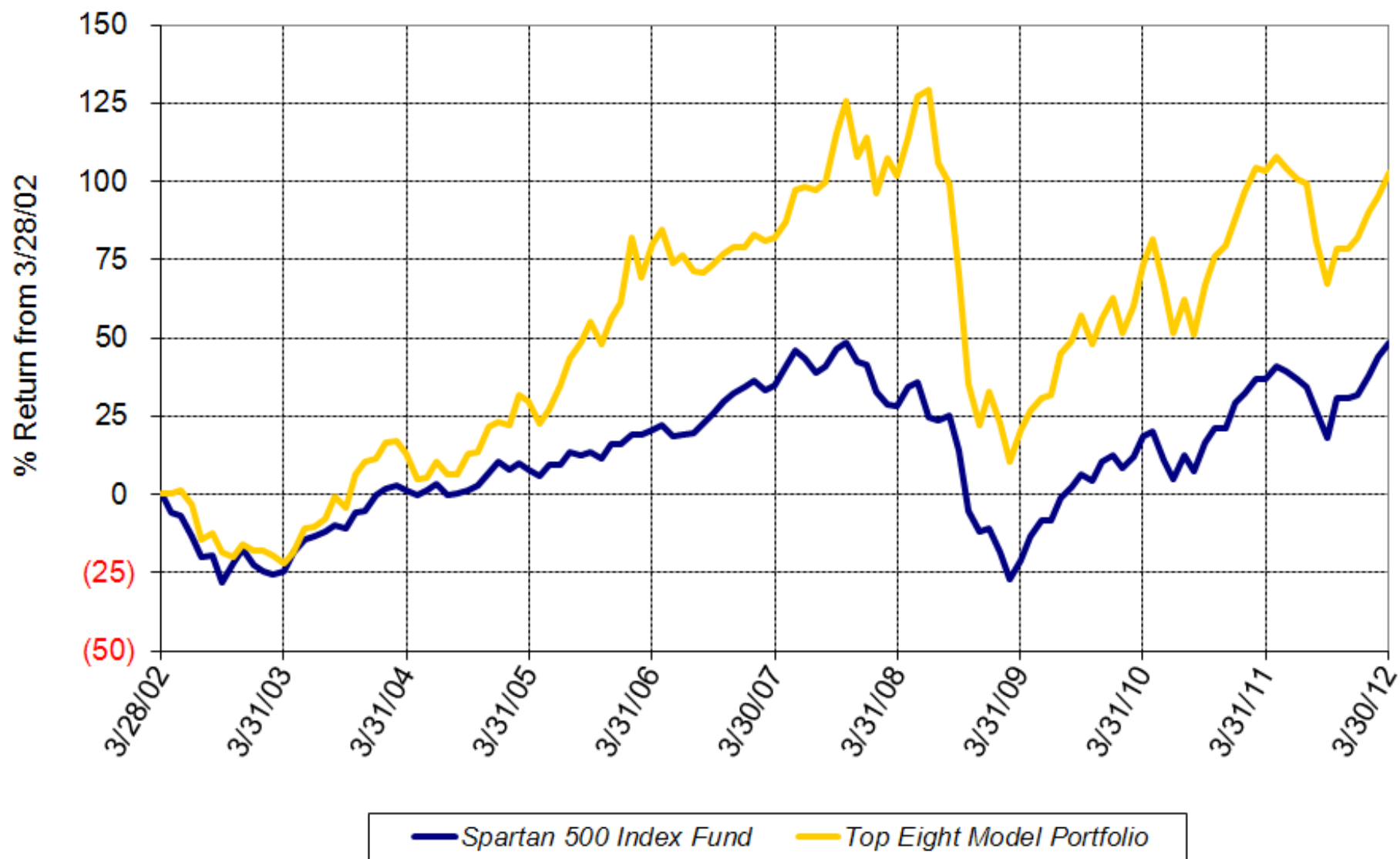
Hold

Fundranker Performance for March 2012													
2/29 Funds	2/29 Shares	2/29 Amount	<=3/5 Div Shrs	3/5 Shares	3/5 Amount	3/5 Funds	3/5 Shares	3/5 Amount	>3/5 Div Shrs	3/30 Shares	3/30 Amount	Mar Return	
FBIOX	224.600	21,968.13	none	224.600	21,894.01	FBIOX	231.137	22,531.21	none	231.137	23,867.21		
FSCHX	205.574	22,720.04	none	205.574	22,510.35	FDCPX	348.888	22,531.21	none	348.888	23,556.92		
FSHOX	575.828	23,038.88	none	575.828	23,090.70	FSCSX	250.458	22,531.21	none	250.458	23,405.30		
FSAIX	585.408	22,315.75	none	585.408	22,116.71	FSHOX	561.876	22,531.21	none	561.876	23,834.78		
FDLSX	218.774	23,305.99	none	218.774	23,323.50	FSCGX	627.261	22,531.21	none	627.261	23,045.57		
FSELX	428.067	22,811.69	none	428.067	21,912.75	FSELX	440.149	22,531.21	none	440.149	24,058.54		
FSCGX	636.716	23,157.36	none	636.716	22,870.84	FDLSX	211.342	22,531.21	none	211.342	23,602.67		
FSPHX	170.314	22,663.68	none	170.314	22,530.84	FSVLX	1,785.357	22,531.21	none	1,785.357	23,923.78		
Top Eight		181,981.52			180,249.70			180,249.70			189,294.77	4.019	
FNCMX1	565.201	61,762.83	none						none	1,565.201	64,423.67	4.308	
FUSEX1	1,180.325	57,233.96	none						none	1,180.325	59,110.68	3.279	
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 - Investor Class				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 - Investor Class				(22.173)	28.487	10.733	4.858	15.712					
Yearly Summaries				2007	2008	2009	2010	2011					
				Return %	Return %	Return %	Return %	Return %					
<i>Top Eight Model Portfolio</i>				19.463	(37.882)	22.518	15.464	(3.133)					
Nasdaq Composite Index Fund				10.497	(40.041)	44.959	17.811	(0.957)					
Spartan 500 Index Fund - Investor Class				5.426	(37.047)	26.502	14.842	2.036					
Yearly Summaries				2012 YTD									
				Return %									
<i>Top Eight Model Portfolio</i>				11.556									
Nasdaq Composite Index Fund				18.994									
Spartan 500 Index Fund - Investor Class				12.565									
Lifetime Summary				1/2/97 to 3/30/12	1/2/97 to 3/30/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				688.728	14.502								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				146.295	6.089								
10-Year Summary				3/28/02 to 3/30/12	3/28/02 to 3/30/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				103.001	7.337								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				48.430	4.028								
5-Year Summary				3/30/07 to 3/30/12	3/30/07 to 3/30/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				11.611	2.221								
Nasdaq Composite Index Fund				32.736	5.827								
Spartan 500 Index Fund - Investor Class				10.059	1.935								
3-Year Summary				3/31/09 to 3/30/12	3/31/09 to 3/30/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				68.298	18.949								
Nasdaq Composite Index Fund				107.133	27.472								
Spartan 500 Index Fund - Investor Class				87.477	23.306								
1-Year Summary				3/31/11 to 3/30/12	3/31/11 to 3/30/12								
				Total Return %									
<i>Top Eight Model Portfolio</i>				(0.217)									
Nasdaq Composite Index Fund				12.274									
Spartan 500 Index Fund - Investor Class				8.445									

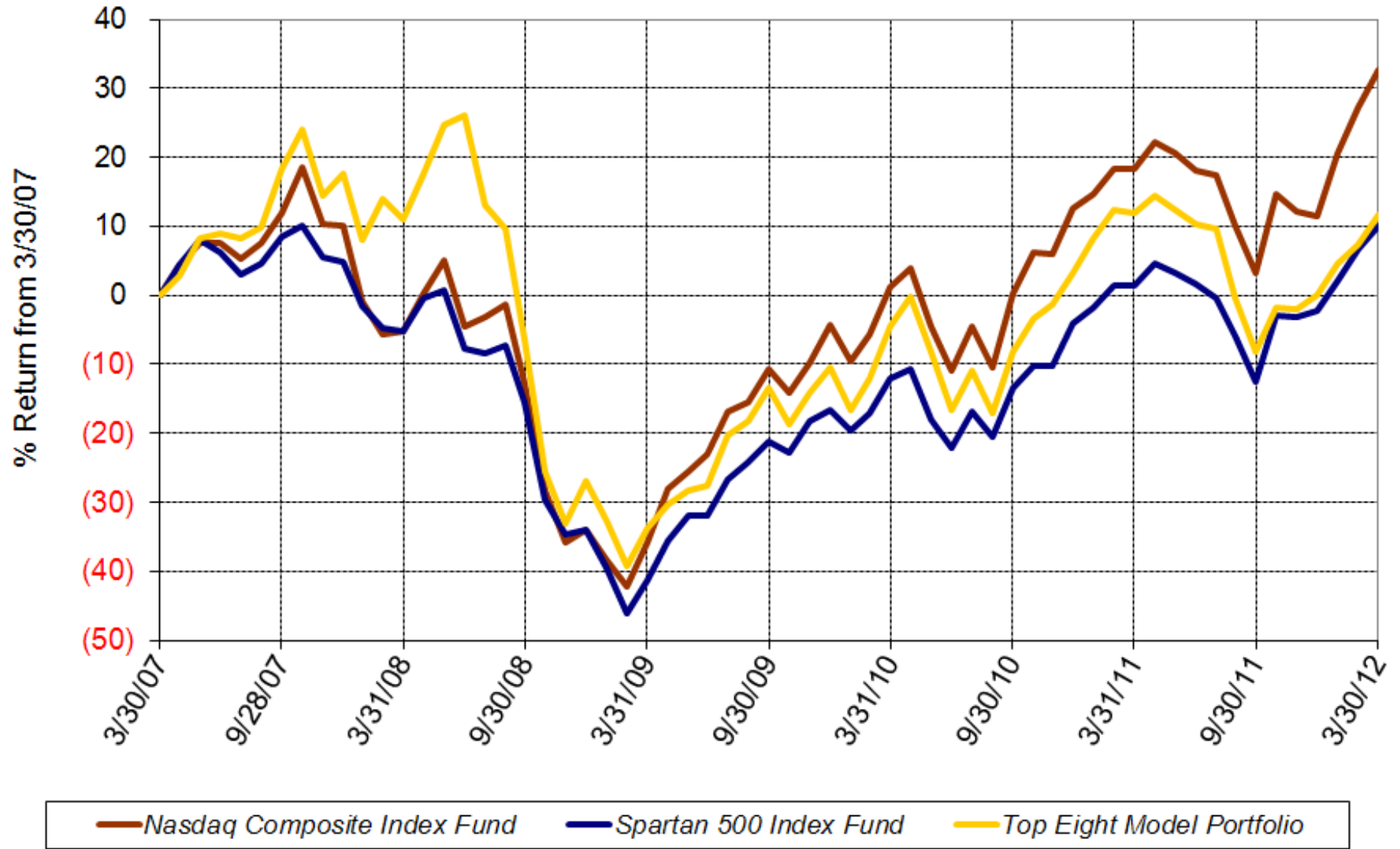
Lifetime Chart



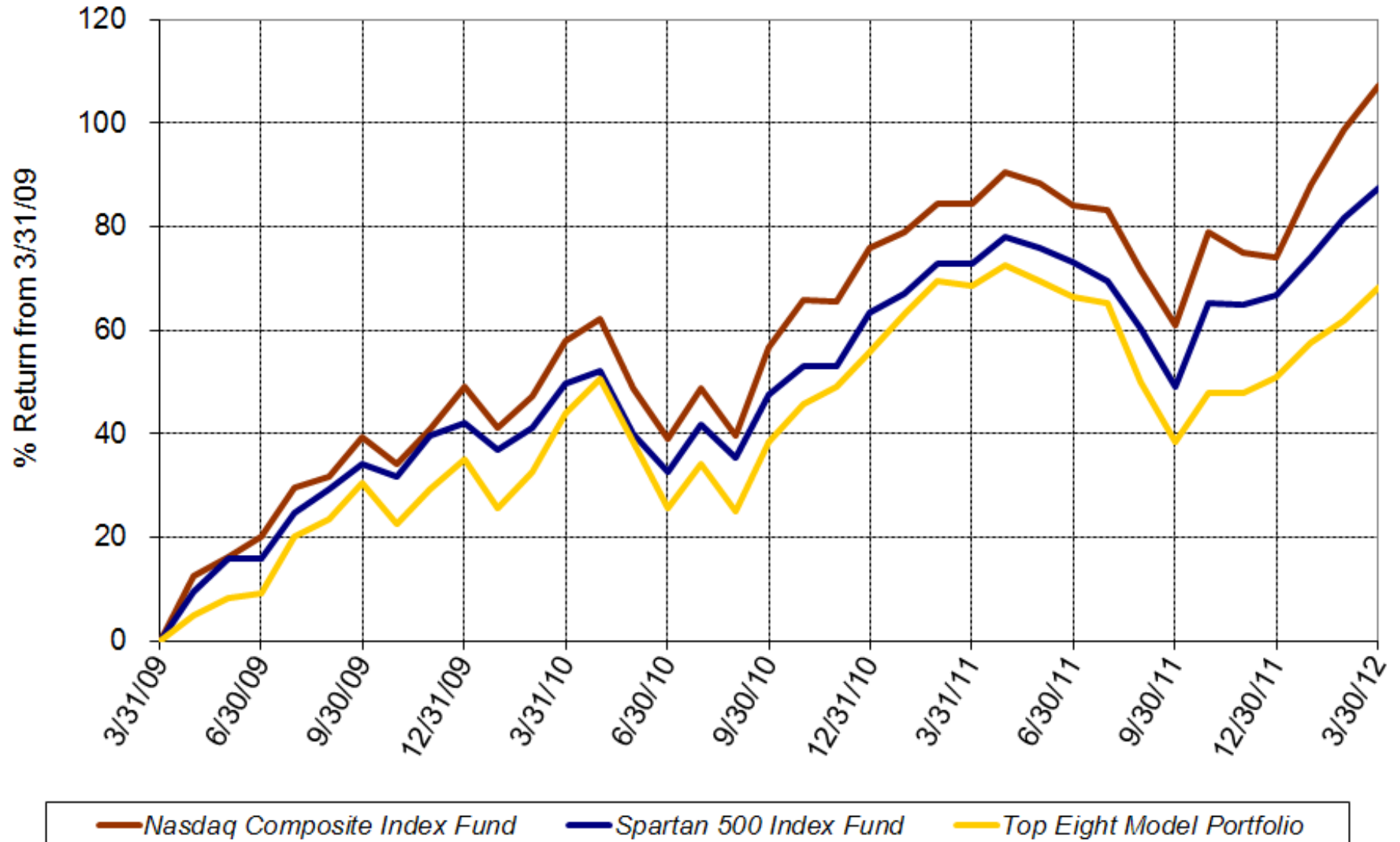
10-Year Chart



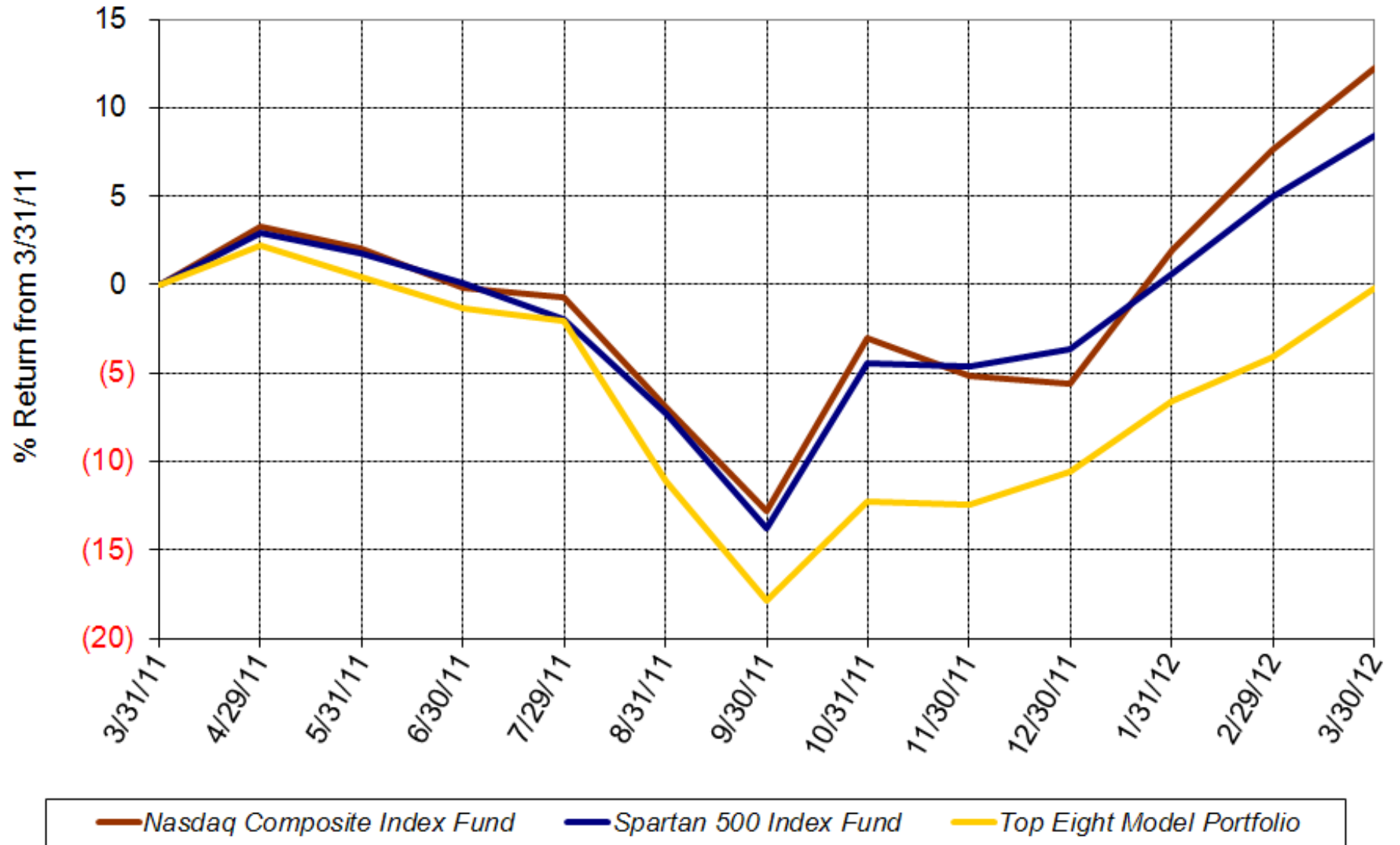
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart March 2012

