

FIDELITY SELECT FUNDRANKER™

Volume 7 Issue 8

The Right Funds at the Right Time

August 2012

July Performance Is Volatile

The broad market saw a number of large upward and downward swings in July but managed to end the month in the black, giving the S&P 500 its second monthly gain in a row.

Six funds in the *Top Eight Model Portfolio* increased in value in July. Consumer Staples and Biotechnology led with one-month gains of 3.16% and 2.43%. Utilities, Consumer Finance, Pharmaceuticals, and Multimedia followed with one-month gains of 1.97%, 1.96%, 1.77%, and 1.68%. Health Care and Construction & Housing trailed with one-month losses of 0.64% and 1.80%.

During July, the S&P 500 Index gained 1.390%, the *Top Eight Model Portfolio* gained 1.119%, and the Nasdaq Composite Index gained 0.179%. For 2012 YTD through July 31, the Nasdaq Composite Index gained 13.443%, the S&P 500 Index gained 10.964%, and the *Top Eight Model Portfolio* gained 9.234%.

Final Performance of Funds Sold on July 2

Fundranker exchanged four funds on July 2. Here are the returns they contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Banking (FSRBX)	4/2/2012	7/2/2012	(1.79)%
Consumer Discretionary (FSCPX)	5/2/2012	7/2/2012	(4.87)%
Leisure (FDLSX)	1/3/2012	7/2/2012	6.99%
Retailing (FSRPX)	4/2/2012	7/2/2012	(2.62)%

Federal Reserve Meeting

The Federal Reserve is in the middle of a two-day meeting as this issue goes to press and will issue a statement at its conclusion on Wednesday afternoon, August 1.

First estimates of second quarter growth came in at 1.5%, below first quarter growth of 2.0%. Unemployment seems stuck at 8.2%, job growth and consumer spending are slowing, and Federal Reserve officials are concerned. The question is, has that concern reached a high enough level for them to make a move at this meeting? And what kind of move might they make?

The Federal Reserve already has executed two rounds of quantitative easing, that is, buying treasury bonds and mortgage-backed securities to infuse cash into the economy in the hope of lowering long-term interest rates and encouraging borrowing and spending. Is a third round of quantitative easing on the way? Will lowering long-term rates that are already at record lows another click or two really do anything to encourage borrowing and spending?

If the Federal Reserve does not make a move at this meeting, many economists expect it to do so at its next meeting in September when it will have more data on the economy, especially how much hiring occurred in July and August.

European Central Bank Meeting

The European Central Bank will meet on Thursday, August 2. After ECB President Mario Draghi promised last week that the ECB will do "whatever it takes" to preserve the euro, world markets surged. The broad U.S. market had its best two-day gain for 2012 on Thursday and Friday, July 26 and 27. Will the ECB deliver on his promise, and will it make a move at this meeting?

July Jobs Report Due Friday

The U.S. Labor Department will release its July jobs report on Friday, August 3. The economy is expected to have added 90,000 jobs in July, only marginally better than jobs added in May and June.

Holding Period Alert

If you purchased shares after July 3 of any funds which are being exchanged on August 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 Health Care on July 5, you should wait a full 30 days and exchange Health Care on August 6 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 August 2012

Fund Name (Symbol)	Purchase	Return to 7/31
1. Biotechnology (FBIOX)	5/9/2011	31.96%
2. Consumer Staples (FDFAX)	7/2/2012	2.21%
3. Consumer Finance (FSVLX)	3/5/2012	7.00%
4. Utilities (FSUTX)	6/4/2012	6.30%
5. Telecommunications (FSTCX)	8/2/2011	
6. Multimedia (FBMPX)	7/2/2012	0.41%
7. Pharmaceuticals (FPHAX)	7/2/2012	0.94%
8. Banking (FSRBX)	8/2/2012	
Funds to be sold on August 2:		
9. Construction & Housing (FSHOX)	11/7/2011	22.22%
10. Health Care (FSPHX)	7/2/2012	(1.18)%

Fundranker Exchanges for August 2

Sell Construction & Housing (FSHOX), buy Telecom (FSTCX)
Sell Health Care (FSPHX), buy Banking (FSRBX)

Fundranker Invest New Money Date

Invest new money on August 2.

Optional Rebalancing Exchange Dates

Method 1: August 2 and 3; Method 2: August 2; Method 3: August 2 (see the rebalancing FAQ at www.fundranker.com for more information)

Upcoming Fundranker Exchange Date

Regardless of the length of time funds to be exchanged have been held, *Fundranker* will exchange on September 4, which will avoid roundtrip transactions for funds purchased before August 6.

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 7/31/12	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)	7.41	(2.45)	(4.12)	(3.47)	(0.658)	24
Automotive (FSAVX)	(18.81)	(9.43)	(11.12)	(2.86)	(10.555)	37
Banking (FSRBX)	10.69*	10.82*	(0.63)	0.75	7.408	8
Biotechnology (FBIOX)	32.64*	16.75*	9.90*	2.43*	19.430	1
Brokerage & Investment Mgmt (FSLBX)	(5.70)	(1.58)	(3.56)	0.11	(2.683)	29
Chemicals (FSCHX)	5.87	2.46	(2.01)	0.93	1.813	16
Communications Equipment (FSDCX)	(17.20)	(13.32)	(14.26)	(1.41)	(11.548)	38
Computers (FDCPX)	7.46	3.35	(6.17)	1.79*	2.608	14
Construction & Housing (FSHOX)	19.80*	7.18*	(3.90)	(1.80)	7.320	9
Consumer Discretionary (FSCPX)	8.30*	6.20*	(4.56)	(0.27)	4.418	12
Consumer Finance (FSVLX)	17.33*	14.92*	1.66*	1.96*	12.968	3
Consumer Staples (FDFAX)	16.75*	14.11*	4.33*	3.16*	13.588	2
Defense & Aerospace (FSDAX)	2.58	(2.07)	(6.53)	(1.60)	(1.905)	26
Electronics (FSELX)	(4.70)	(9.42)	(10.23)	(1.07)	(6.355)	34
Energy (FSENX)	(15.31)	(5.43)	(4.95)	4.93*	(4.190)	30
Energy Service (FSESX)	(25.19)	(5.72)	(4.47)	10.47*	(5.228)	33
Environment & Alternative Energy (FSLEX)	(10.83)	(3.50)	(4.17)	0.00	(4.625)	31
Financial Services (FIDSX)	1.35	3.69	(2.10)	1.01	0.988	18
Gold (FSAGX)	(27.77)	(25.31)	(8.53)	(2.73)	(16.085)	39
Health Care (FSPHX)	8.46*	6.15*	0.21*	(0.64)	6.545	10
Industrial Equipment (FSCGX)	3.69	(1.41)	(6.18)	(0.15)	(1.013)	25
Industrials (FCYIX)	3.50	0.13	(4.34)	0.34	(0.093)	20
Insurance (FSPCX)	5.36	3.41	(3.10)	(0.08)	1.398	17
IT Services (FBSOX)	6.39	3.76	(6.59)	(1.02)	0.635	19
Leisure (FDLSX)	(1.11)	(5.48)	(13.87)	(6.83)	(6.823)	36
Materials (FSDPX)	(4.28)	(3.08)	(3.02)	0.78	(2.400)	27
Medical Delivery (FSHCX)	(2.27)	(2.71)	(7.94)	(6.96)	(4.970)	32
Medical Equipment & Systems (FSMEX)	(2.81)	0.42	(4.30)	(3.71)	(2.600)	28
Multimedia (FBMPX)	13.98*	12.71*	4.12*	1.68	11.123	6
Natural Gas (FSNGX)	(11.31)	(0.24)	(0.42)	5.44*	(0.633)	23
Natural Resources (FNARX)	(18.92)	(9.66)	(6.36)	4.20*	(6.685)	35
Pharmaceuticals (FPHAX)	11.09*	9.72*	2.88*	1.77*	10.365	7
Retailing (FSRPX)	12.35*	10.56*	(5.80)	1.06	6.543	11
Software & Computer Services (FSCSX)	8.68*	3.25	(6.07)	(1.43)	2.108	15
Technology (FSPTX)	0.70	3.62	(6.24)	(0.47)	(0.598)	22
Telecommunications (FSTCX)	7.07	15.03*	8.26*	4.81*	11.793	5
Transportation (FSRFX)	3.84	(1.67)	(1.93)	(2.50)	(0.565)	21
Utilities (FSUTX)	13.69*	13.42*	4.48*	1.97*	12.390	4
Wireless (FWRLX)	1.61	3.51	0.26*	3.51*	4.223	13

*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

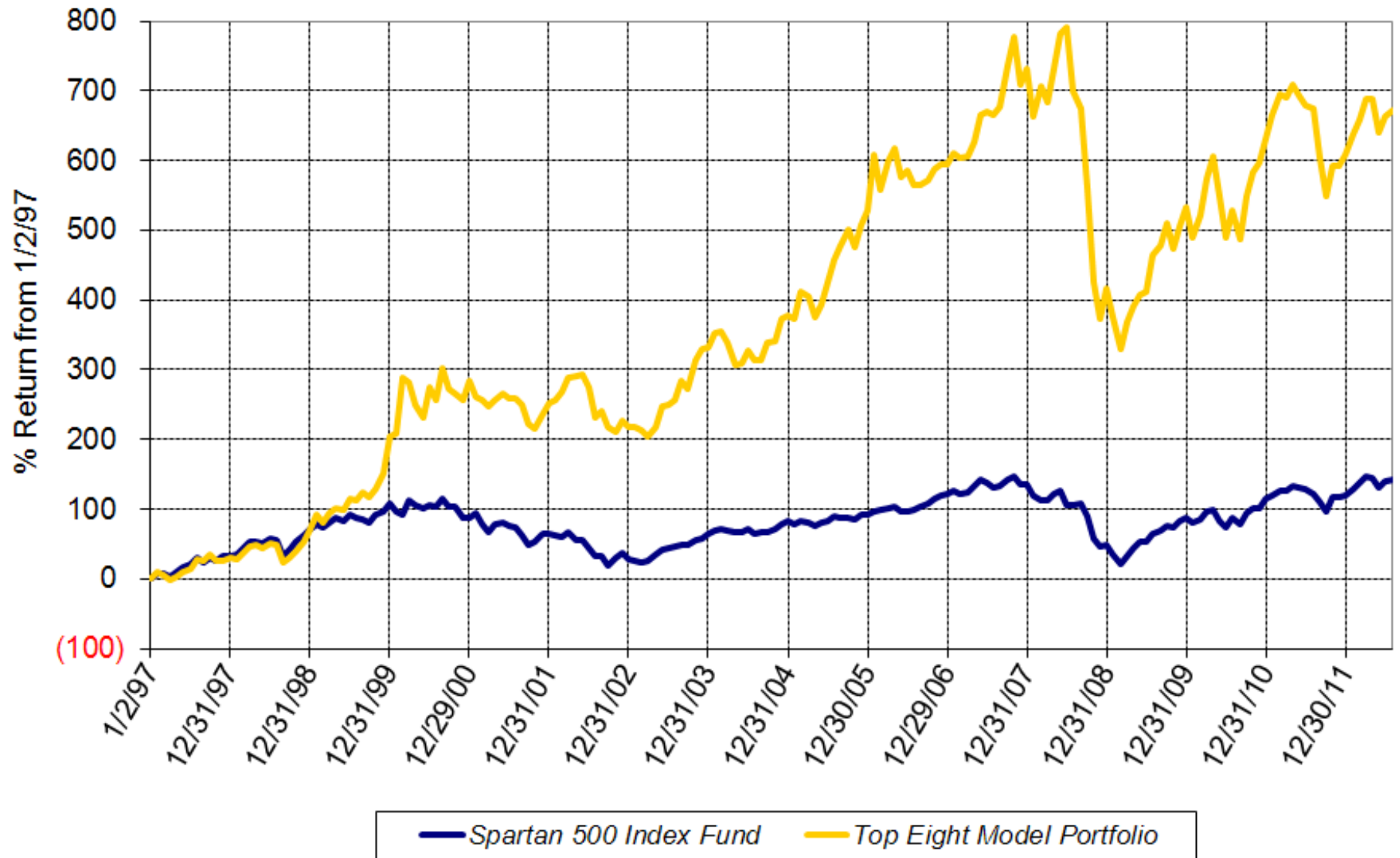
Sell on August 2, 2012

Buy on August 2, 2012

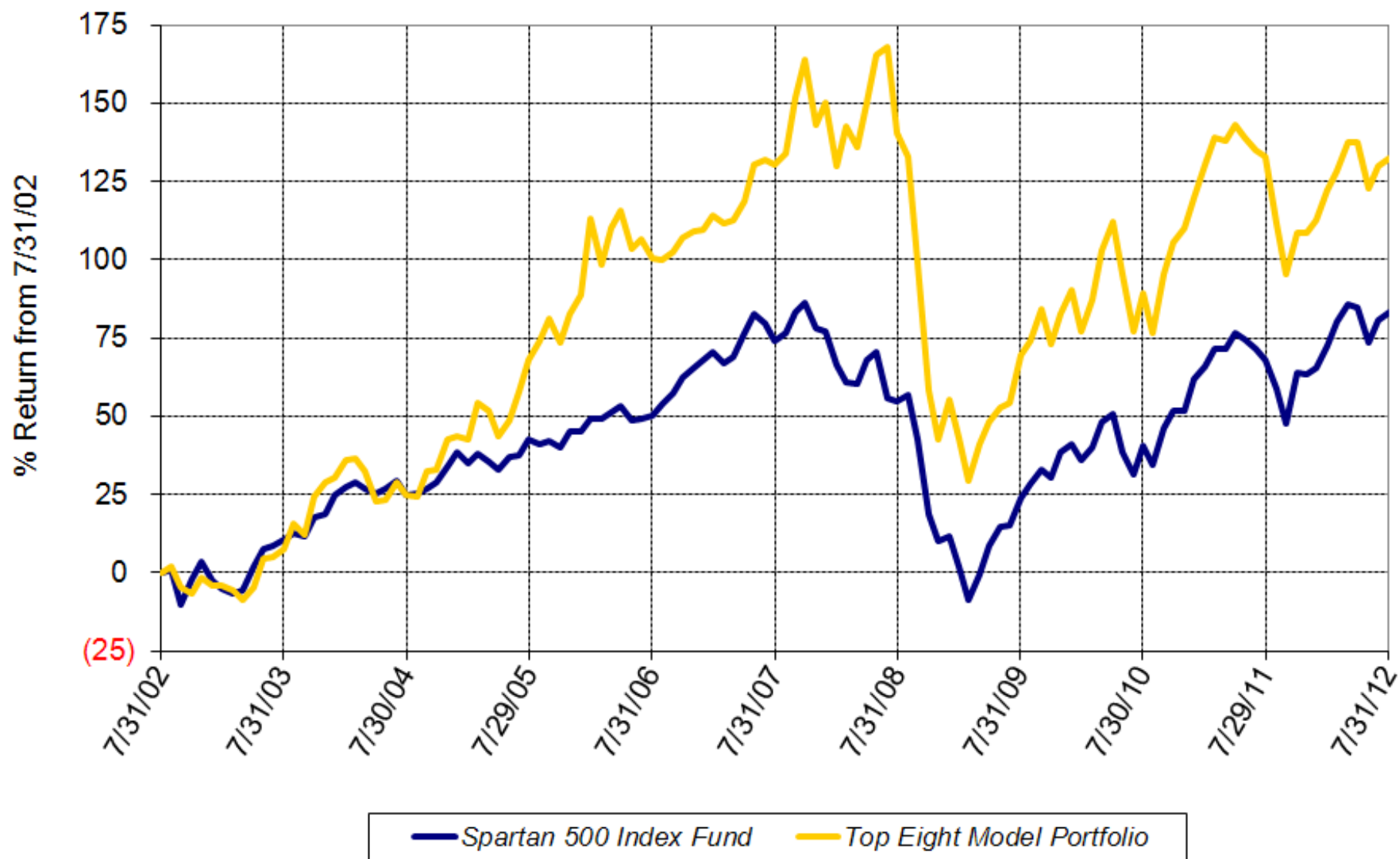
Hold

Fundranker Performance for July 2012													
6/29 Funds	6/29 Shares	6/29 Amount	<=7/2 Div Shrs	7/2 Shares	7/2 Amount	7/2 Funds	7/2 Shares	7/2 Amount	>7/2 Div Shrs	7/31 Shares	7/31 Amount	Jul Return	
FBIOX	226.492	23,643.50	none	226.492	24,302.59	FBIOX	215.404	23,112.88	none	215.404	23,033.15		
FSRPX	371.188	22,070.84	none	371.188	22,245.30	FSHOX	546.017	23,112.88	none	546.017	22,577.80		
FSRBX1	2,63.221	23,571.70	none	1,263.221	23,761.19	FBMPX	450.280	23,112.88	none	450.280	23,207.43		
FSUTX	391.994	22,308.38	none	391.994	22,465.18	FSVLX	1,728.712	23,112.88	none	1,728.712	23,337.61		
FSHOX	563.724	23,738.42	none	563.724	23,862.44	FDFAX	293.758	23,112.88	none	293.758	23,624.02		
FSVLX	1,780.280	23,570.91	none	1,780.280	23,802.34	FSPHX	170.173	23,112.88	none	170.173	22,840.62		
FSCPX	850.853	22,334.89	none	850.853	22,454.01	FPHAX1	1,556.423	23,112.88	none	1,556.423	23,330.78		
FDLSX	213.648	22,065.57	none	213.648	22,010.02	FSUTX	403.296	23,112.88	none	403.296	23,403.27		
Top Eight		183,304.21			184,903.07			184,903.00			185,354.68	1.119	
FNCMX1	1,565.201	61,308.92	none						none	1,565.201	61,418.49	0.179	
FUSEX1	1,184.490	57,471.45	none						6.883	1,191.373	58,270.05	1.390	
Yearly Summaries				1997 Return %	1998 Return %	1999 Return %	2000 Return %	2001 Return %					
Top Eight Model Portfolio				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 Return %	2003 Return %	2004 Return %	2005 Return %	2006 Return %					
Top Eight Model Portfolio				(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 Return %	2008 Return %	2009 Return %	2010 Return %	2011 Return %					
Top Eight Model Portfolio				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 %									
Top Eight Model Portfolio				9.234									
Nasdaq Composite Index Fund				13.443									
Spartan 500 Index Fund - Investor Class				10.964									
Lifetime Summary				1/2/97 to 7/31/12 Total Return %	1/2/97 to 7/31/12 Average Annual Return %								
Top Eight Model Portfolio				672.311	14.017								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				142.792	5.857								
10-Year Summary				7/31/02 to 7/31/12 Total Return %	7/31/02 to 7/31/12 Average Annual Return %								
Top Eight Model Portfolio				132.462	8.802								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				83.260	6.245								
5-Year Summary				7/31/07 to 7/31/12 Total Return %	7/31/07 to 7/31/12 Average Annual Return %								
Top Eight Model Portfolio				0.885	0.176								
Nasdaq Composite Index Fund				20.225	3.753								
Spartan 500 Index Fund - Investor Class				5.360	1.050								
3-Year Summary				7/31/09 to 7/31/12 Total Return %	7/31/09 to 7/31/12 Average Annual Return %								
Top Eight Model Portfolio				37.081	11.086								
Nasdaq Composite Index Fund				52.352	15.067								
Spartan 500 Index Fund - Investor Class				48.163	14.002								
1-Year Summary				7/29/11 to 7/31/12 Total Return %									
Top Eight Model Portfolio				(0.209)									
Nasdaq Composite Index Fund				7.825									
Spartan 500 Index Fund - Investor Class				9.038									

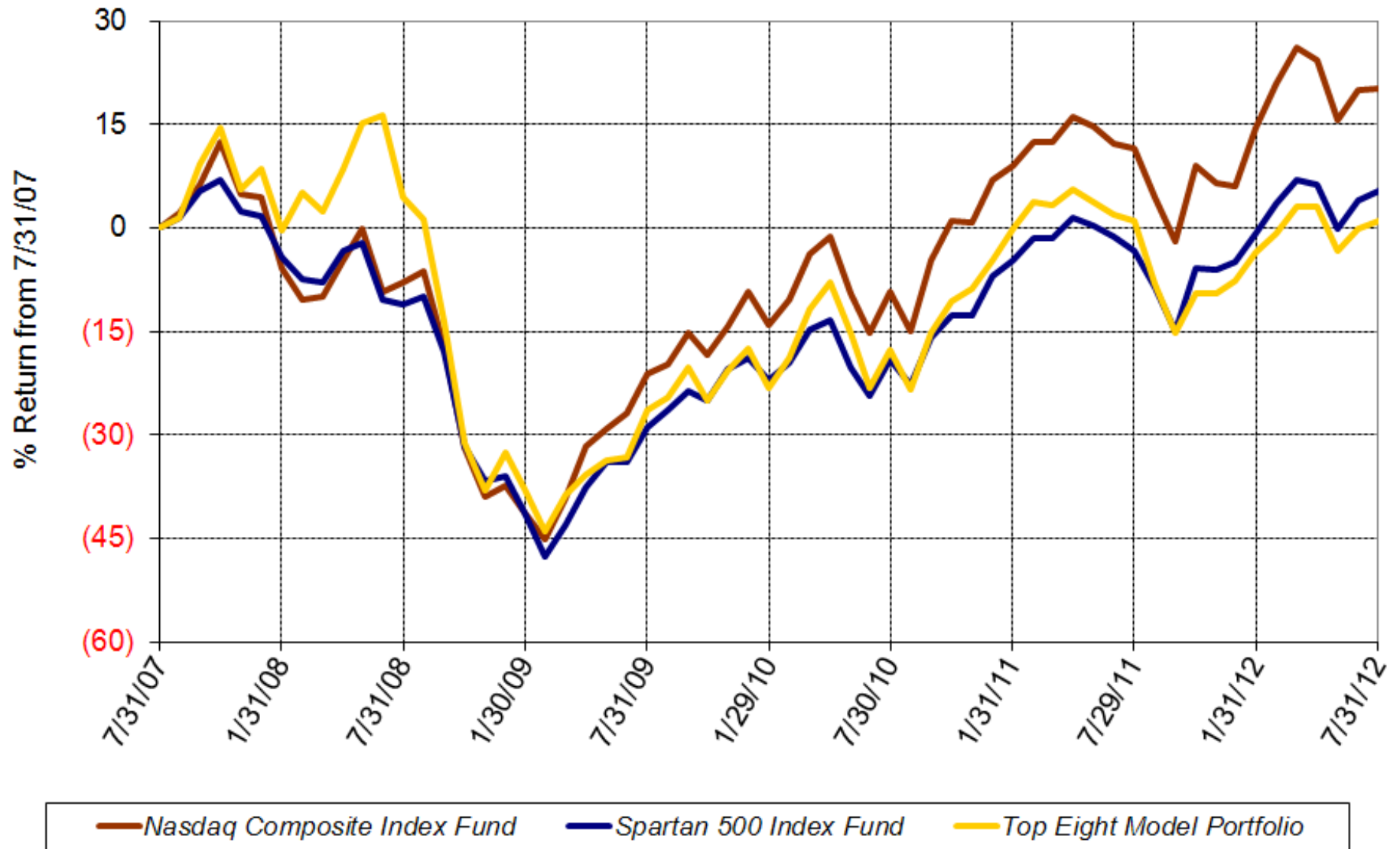
Lifetime Chart



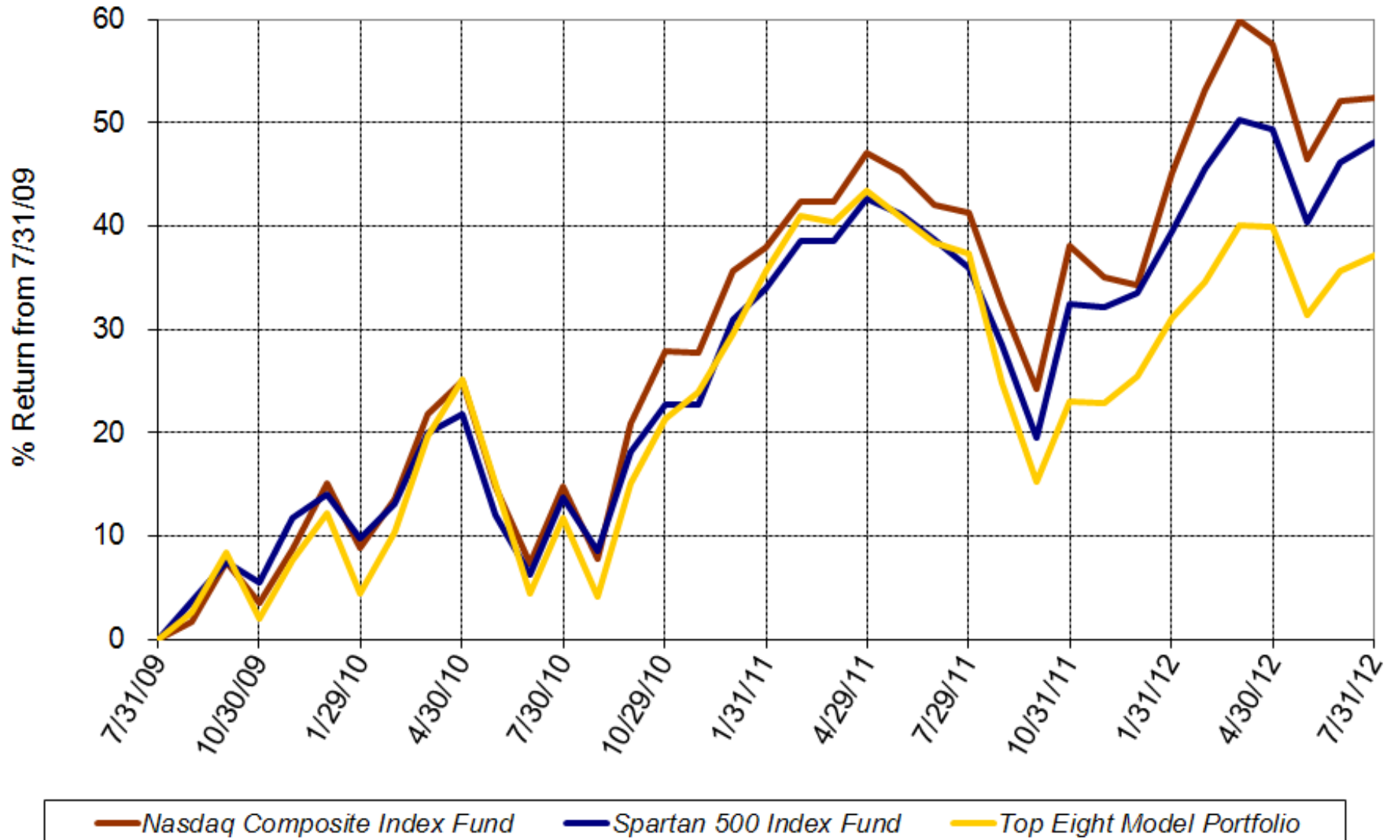
10-Year Chart



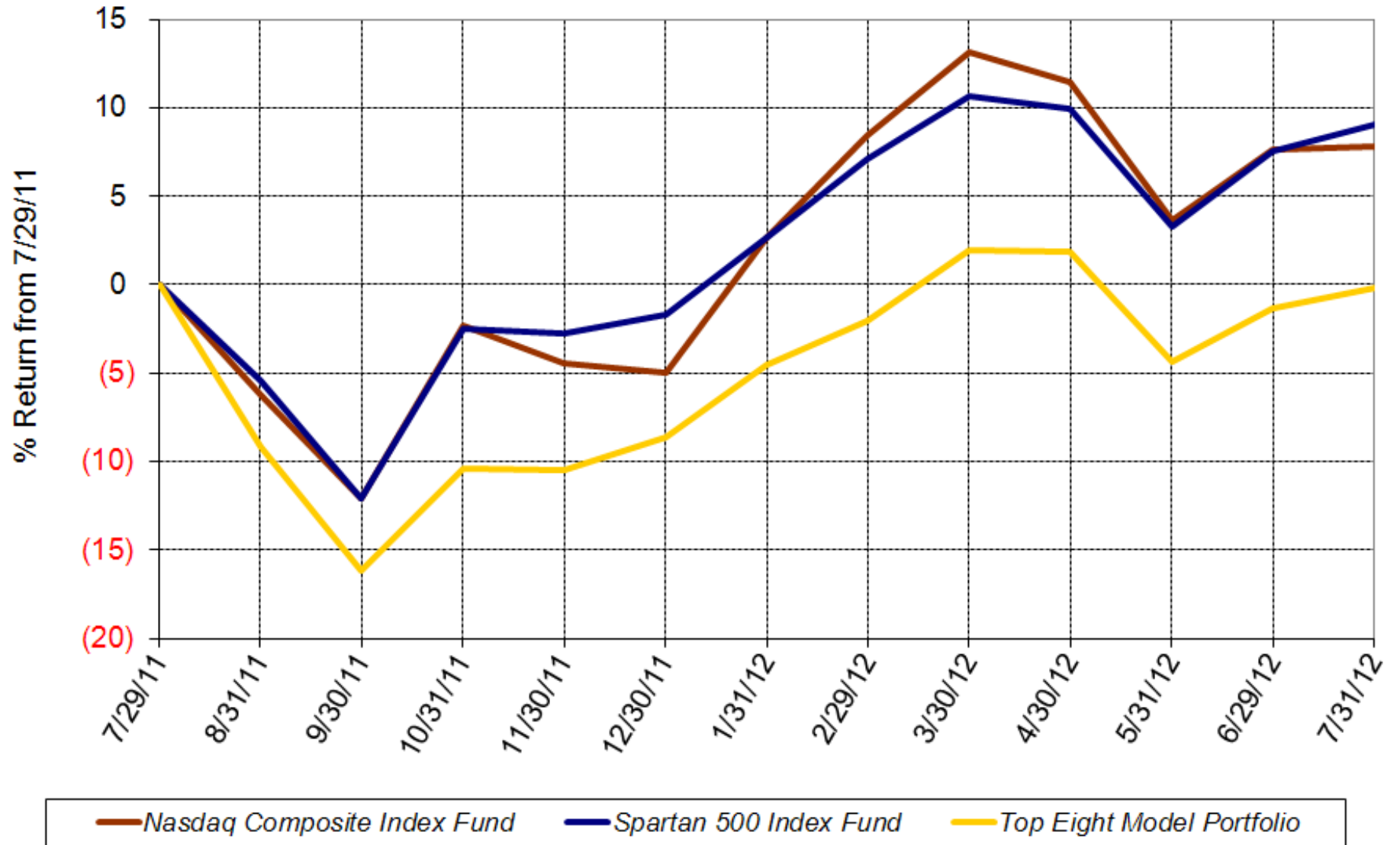
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart July 2012

