

FIDELITY SELECT FUNDRANKER™

Volume 7 Issue 9

The Right Funds at the Right Time

September 2012

Steady Gains through Mid-August

The broad market showed steady gains in the first half of August, slowed in the second half of the month, and gave the S&P 500 its third monthly gain in a row. The broad market index came within one point of setting a new bull market high in mid-August.

Seven funds in the *Top Eight Model Portfolio* increased in value in August. Multimedia led with a one-month gain of 4.04%. Consumer Finance, Banking, and Biotechnology followed with one-month gains of 2.59%, 2.45%, and 1.25%. Pharmaceuticals, Telecommunications, and Consumer Staples eked out fractional one-month gains. Utilities dropped badly with a one-month loss of 3.08%.

During August, the Nasdaq Composite Index gained 4.536%, the S&P 500 Index gained 2.249%, and the *Top Eight Model Portfolio* gained 1.015%. For 2012 YTD through August 31, the Nasdaq Composite Index gained 18.589%, the S&P 500 Index gained 13.459%, and the *Top Eight Model Portfolio* gained 10.342%.

Final Performance of Funds Sold on August 2

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

Fund	Bought	Sold	Return
Construction & Housing (FSHOX)	11/7/2011	8/2/2012	21.34%
Health Care (FSPHX)	7/2/2012	8/2/2012	(2.11)%

New Bull Market High

So that we can compare *Fundranker* returns to the S&P 500 Index, we monitor Fidelity's Spartan 500 Index Fund - Investor Class as our measure of the S&P 500. As we monitor the Spartan 500 Index Fund - Investor Class, we include dividends, which are not included in the S&P 500 itself, for a fairer comparison with our *Top Eight Model Portfolio*, which, of course, also includes dividends.

We mentioned above that the S&P 500 Index came within a point of setting a new bull market high in mid-August. Because we include dividends in our theoretical tracking portfolio of the Spartan 500 Index Fund - Investor Class, it did indeed set new bull market highs on August 16 and 17, so we're counting it!

Jackson Hole Economic Policy Symposium

The Federal Reserve Bank of Kansas City has hosted this annual conference since 1978. They have held it in Grand Teton National Park at Jackson Lake Lodge, near Jackson Hole, Wyoming, since 1982. The three-day conference opened Friday morning, August 31.

It is not the only local Federal Reserve conference, but it certainly is the most exclusive. Invitees include central bank governors from all over the world, academics, private-sector economists, senior Federal Reserve officials, and even some journalists.

Ben Bernanke, Federal Reserve Chairman, was the featured speaker on the opening Friday morning of the symposium this year. He said the central bank intends to be "forceful ... in supporting a sustainable recovery." With automatic budget cuts looming for the U.S. and Europe's financial crisis posing major risks for the economy, he said, economic growth is "far from satisfactory" and pledged the Fed will take additional steps to help the economy as needed. The Fed next meets on September 12 and 13.

Holding Period Alert

If you purchased shares after August 3 of any funds which are being exchanged on September 4, 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 Telecommunications on August 6, you should wait a full 30 days and exchange Telecommunications on September 5 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 September 2012

Fund Name (Symbol)	Purchase	Return to 8/31
1. Biotechnology (FBIOX)	5/9/2011	33.61%
2. Construction & Housing (FSHOX)	9/4/2012	
3. Multimedia (FBMPX)	7/2/2012	4.46%
4. Consumer Finance (FSVLX)	3/5/2012	9.77%
5. Retailing (FSRPX)	9/4/2012	
6. Banking (FSRBX)	8/2/2012	3.77%
7. Insurance (FSPCX)	9/4/2011	
8. Health Care (FSPHX)	9/4/2012	
Funds to be sold on September 4:		
11. Telecommunications (FSTCX)	8/2/2011	0.92%
13. Pharmaceuticals (FPHAX)	7/2/2012	1.21%
14. Consumer Staples (FDFAX)	7/2/2012	2.26%
22. Utilities (FSUTX)	6/4/2012	3.02%

Fundranker Exchanges for September 4

Sell Consumer Staples (FDFAX), buy Const & Housing (FSHOX)
Sell Utilities (FSUTX), buy Retailing (FSRPX)
Sell Telecommunications (FSTCX), buy Insurance (FSPCX)
Sell Pharmaceuticals (FPHAX), buy Health Care (FSPHX)

Fundranker Invest New Money Date

Invest new money on September 4.

Optional Rebalancing Exchange Dates

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

Upcoming Fundranker Exchange Date

If all funds to be exchanged were purchased before September 4, *Fundranker* will exchange on October 2. Otherwise, *Fundranker* will exchange on October 4.

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 8/31/12	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)	12.36	(3.54)	(2.96)	(0.59)	1.318	34
Automotive (FSAVX)	0.52	(11.93)	0.54	4.75*	(0.530)	38
Banking (FSRBX)	28.52*	8.11*	6.82	2.45	13.475	6
Biotechnology (FBIOX)	46.55*	17.15*	11.64*	1.25	22.148	1
Brokerage & Investment Mgmt (FSLBX)	10.25	(2.81)	9.54*	3.98	6.240	19
Chemicals (FSCHX)	17.55	2.90	8.04	2.68	7.793	17
Communications Equipment (FSDCX)	(2.86)	(10.47)	7.65	7.92*	1.560	32
Computers (FDCPX)	23.70*	(1.16)	7.78	3.32	9.410	12
Construction & Housing (FSHOX)	35.68*	9.85*	10.76*	6.29*	19.645	2
Consumer Discretionary (FSCPX)	20.46*	4.24	4.48	3.32	9.125	15
Consumer Finance (FSVLX)	25.62*	9.77*	10.36*	2.59	15.085	4
Consumer Staples (FDFAX)	16.80	7.41*	9.10	0.05	9.340	14
Defense & Aerospace (FSDAX)	13.15	(3.67)	4.06	2.94	4.120	26
Electronics (FSELX)	7.98	(11.78)	3.71	2.02	0.483	37
Energy (FSENX)	(0.59)	(7.68)	13.38*	3.44	3.138	27
Energy Service (FSESX)	(7.84)	(7.44)	13.28*	3.27	1.318	34
Environment & Alternative Energy (FSLEX)	(0.55)	(2.87)	5.95	2.86	1.348	33
Financial Services (FIDSX)	14.55	0.78	7.29	2.13	6.188	20
Gold (FSAGX)	(26.35)	(16.51)	8.05	9.82*	(5.248)	39
Health Care (FSPHX)	20.50*	7.25*	7.93	3.49	11.793	8
Industrial Equipment (FSCGX)	15.82	(3.64)	5.17	2.91	5.065	24
Industrials (FCYIX)	16.12	(1.07)	5.44	2.63	5.780	21
Insurance (FSPCX)	19.90*	5.40*	8.21	4.75*	12.565	7
IT Services (FBSOX)	19.09*	2.41	6.89	3.49	8.970	16
Leisure (FDLSX)	10.17	(4.92)	(3.12)	5.13*	2.815	29
Materials (FSDPX)	8.23	(0.90)	8.80	3.51	4.910	25
Medical Delivery (FSHCX)	12.17	(1.91)	1.71	5.77*	5.435	23
Medical Equipment & Systems (FSMEX)	4.67	0.57	4.03	2.49	2.940	28
Multimedia (FBMPX)	29.03*	10.60*	13.27*	4.04*	18.235	3
Natural Gas (FSNGX)	(1.07)	(5.22)	9.24*	(0.32)	1.658	31
Natural Resources (FNARX)	(5.94)	(10.21)	12.19*	4.13*	2.043	30
Pharmaceuticals (FPHAX)	17.90	7.13*	8.13	0.27	9.358	13
Retailing (FSRPX)	22.80*	8.89*	6.79	4.18*	13.665	5
Software & Computer Services (FSCSX)	22.74*	1.49	8.78	5.62*	11.658	9
Technology (FSPTX)	16.29	1.69	9.35*	6.44*	10.443	10
Telecommunications (FSTCX)	11.13	8.77*	11.31*	0.26	9.868	11
Transportation (FSRFX)	9.24	(2.66)	(1.71)	(1.81)	0.765	36
Utilities (FSUTX)	12.11	7.52*	2.27	(3.08)	5.705	22
Wireless (FWRLX)	6.80	3.13	12.18*	3.26	7.343	18

*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

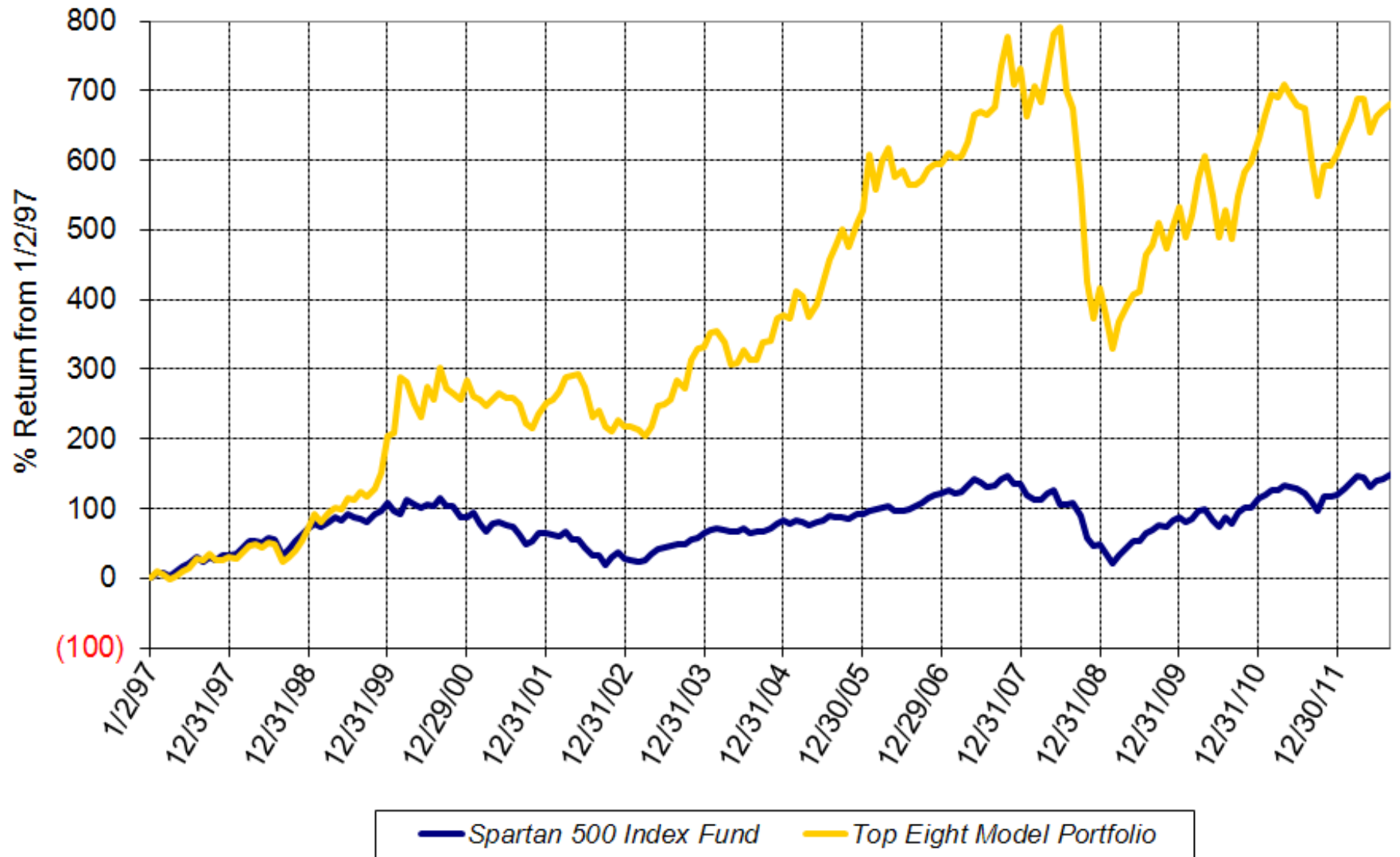
Sell on September 4, 2012

Buy on September 4, 2012

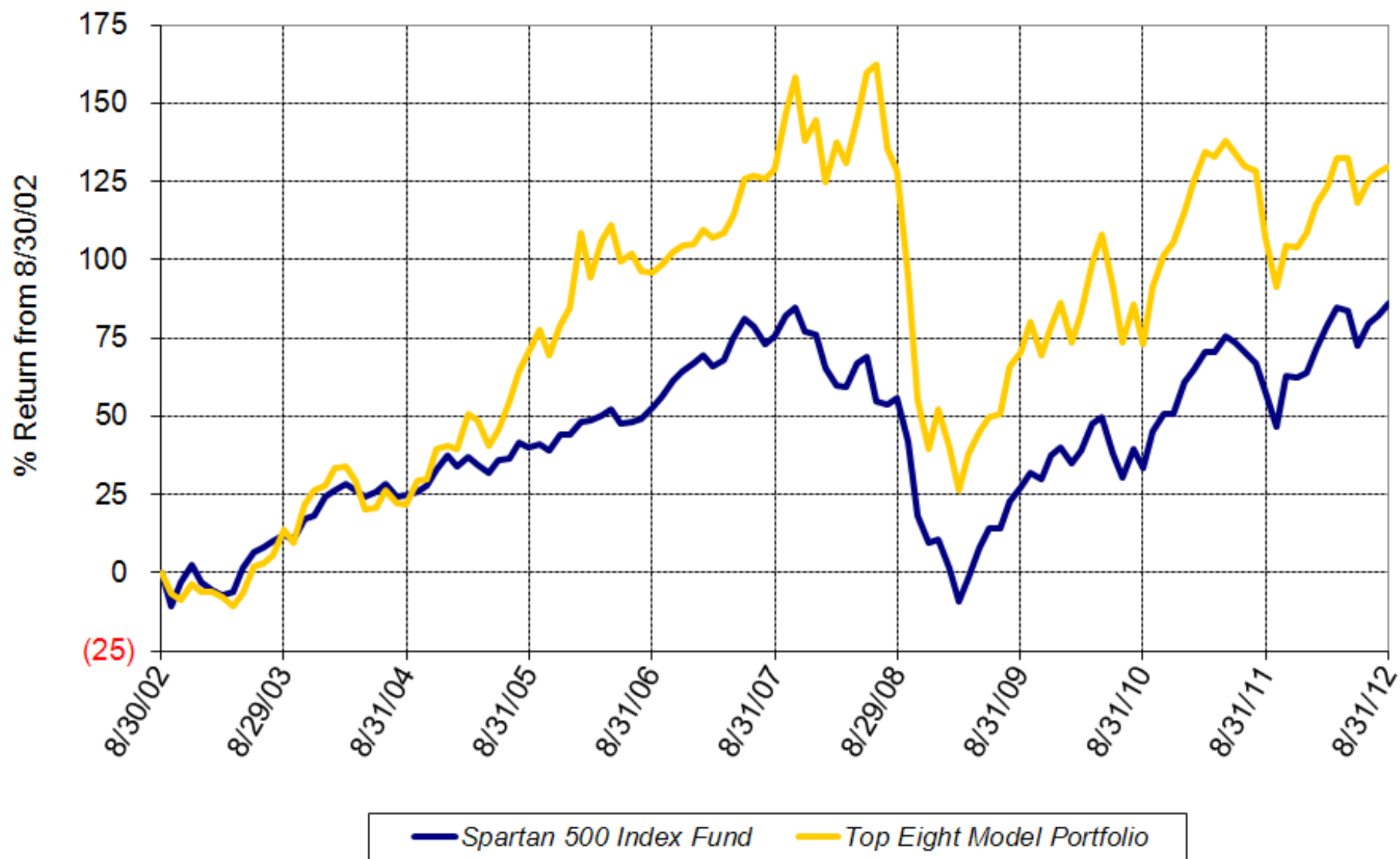
Hold

Fundranker Performance for August 2012													
7/31	7/31	7/31	<=8/2	8/2	8/2	8/2	8/2	8/2	8/2	>8/2	8/31	8/31	Aug
Funds	Shares	Amount	Div Shrs	Shares	Amount	Funds	Shares	Amount	Div Shrs	Shares	Amount	Return	
FBIOX	215.404	23,033.15	none	215.404	22,503.26	FBIOX	219.718	22,953.92	none	219.718	23,788.87		
FSHOX	546.017	22,577.80	none	546.017	22,414.00	FDFAV	286.888	22,953.92	none	286.888	23,083.01		
FBMPX	450.280	23,207.43	none	450.280	23,342.52	FSVLX	1,723.267	22,953.92	none	1,723.267	23,867.25		
FSVLX	1,728.712	23,337.61	none	1,728.712	23,026.44	FSUTX	399.894	22,953.92	none	399.894	22,490.04		
FDFAV	293.758	23,624.02	none	293.758	23,503.58	FSTCX	461.385	22,953.92	none	461.385	23,166.14		
FSPHX	170.173	22,840.62	none	170.173	22,626.20	FBMPX	442.784	22,953.92	none	442.784	23,742.08		
FPHAX	1,556.423	23,330.78	none	1,556.423	23,066.19	FPHAX	1,548.848	22,953.92	none	1,548.848	23,279.19		
FSUTX	403.296	23,403.27	none	403.296	23,149.19	FSRBX	1,236.741	22,953.92	none	1,236.741	23,819.63		
Top Eight		185,354.68			183,631.38			183,631.40			187,236.21	1.015	
FNCMX	1,565.201	61,418.49	none						none	1,565.201	64,204.55	4.536	
FUSEX	1,191.373	58,270.05	none						none	1,191.373	59,580.56	2.249	
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>				10.342									
Nasdaq Composite Index Fund				18.589									
Spartan 500 Index Fund - Investor Class				13.459									
Lifetime Summary				1/2/97 to 8/31/12	1/2/97 to 8/31/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				680.151	14.011								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				148.252	5.976								
10-Year Summary				8/30/02 to 8/31/12	8/30/02 to 8/31/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				129.924	8.682								
Nasdaq Composite Index Fund				N/A	N/A								
Spartan 500 Index Fund - Investor Class				86.168	6.412								
5-Year Summary				8/31/07 to 8/31/12	8/31/07 to 8/31/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				0.493	0.098								
Nasdaq Composite Index Fund				22.949	4.219								
Spartan 500 Index Fund - Investor Class				6.143	1.199								
3-Year Summary				8/31/09 to 8/31/12	8/31/09 to 8/31/12								
				Total Return %	Average Annual Return %								
<i>Top Eight Model Portfolio</i>				34.996	10.520								
Nasdaq Composite Index Fund				56.756	16.165								
Spartan 500 Index Fund - Investor Class				46.217	13.501								
1-Year Summary				8/31/11 to 8/31/12									
				Total Return %									
<i>Top Eight Model Portfolio</i>				10.999									
Nasdaq Composite Index Fund				20.256									
Spartan 500 Index Fund - Investor Class				17.904									

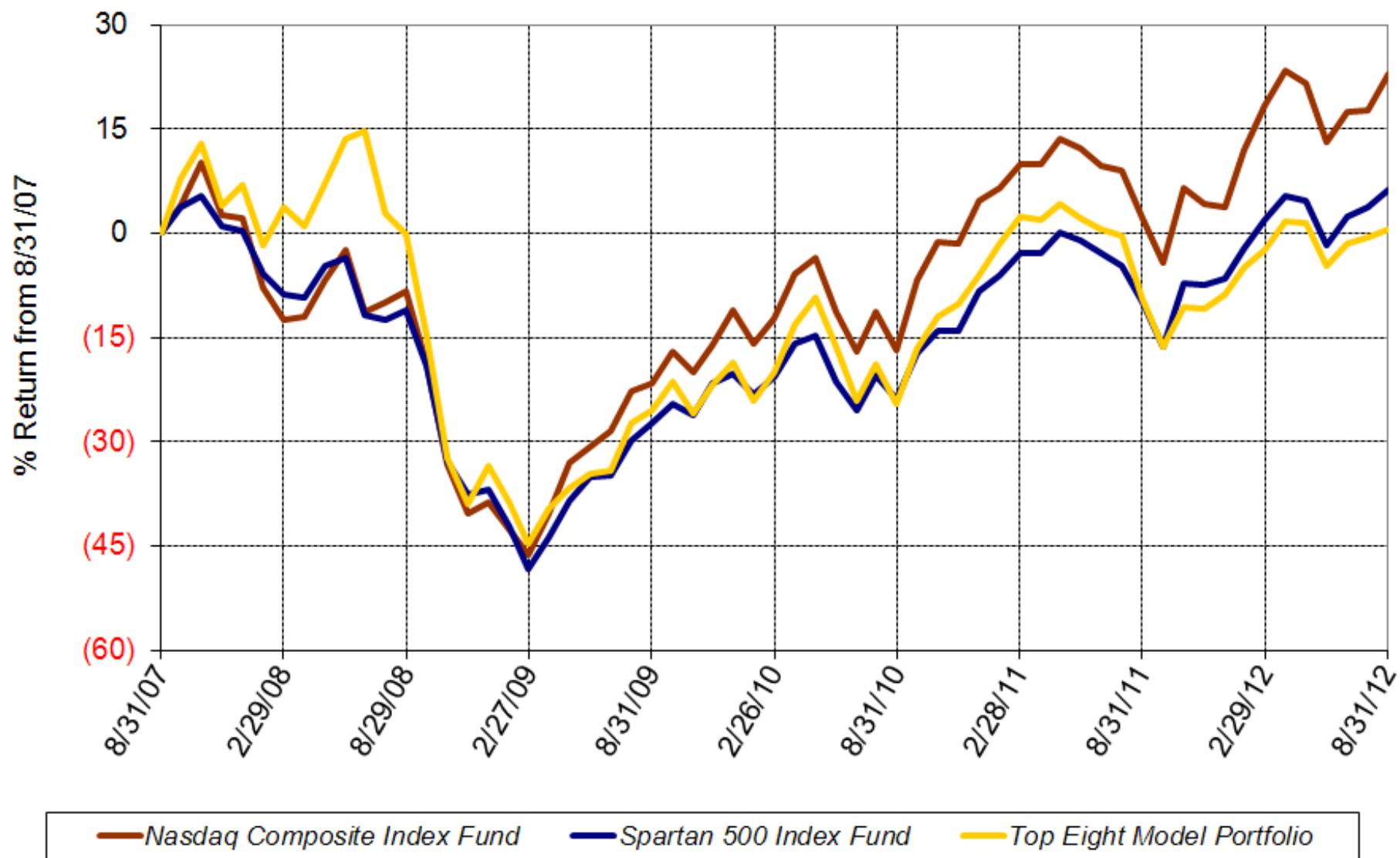
Lifetime Chart



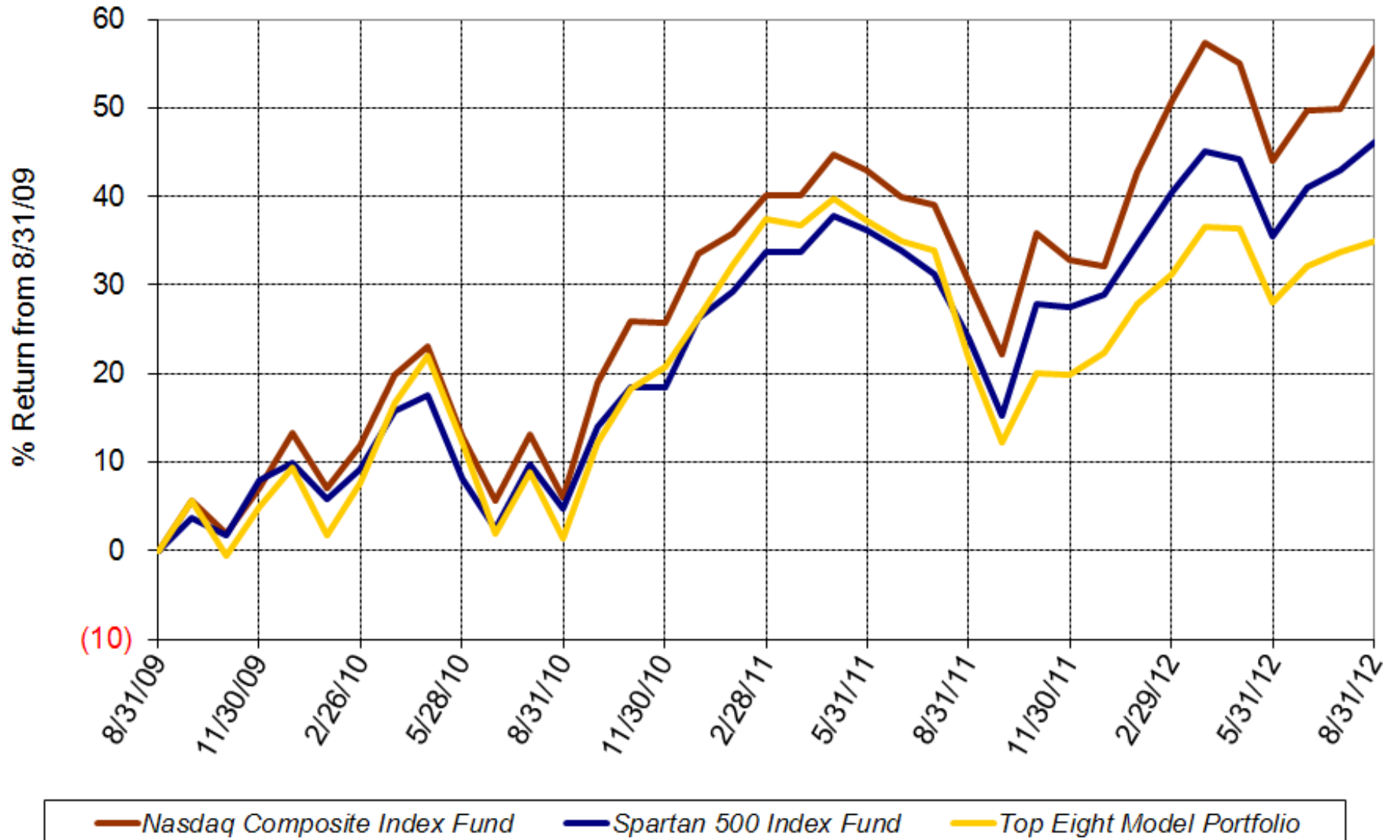
10-Year Chart



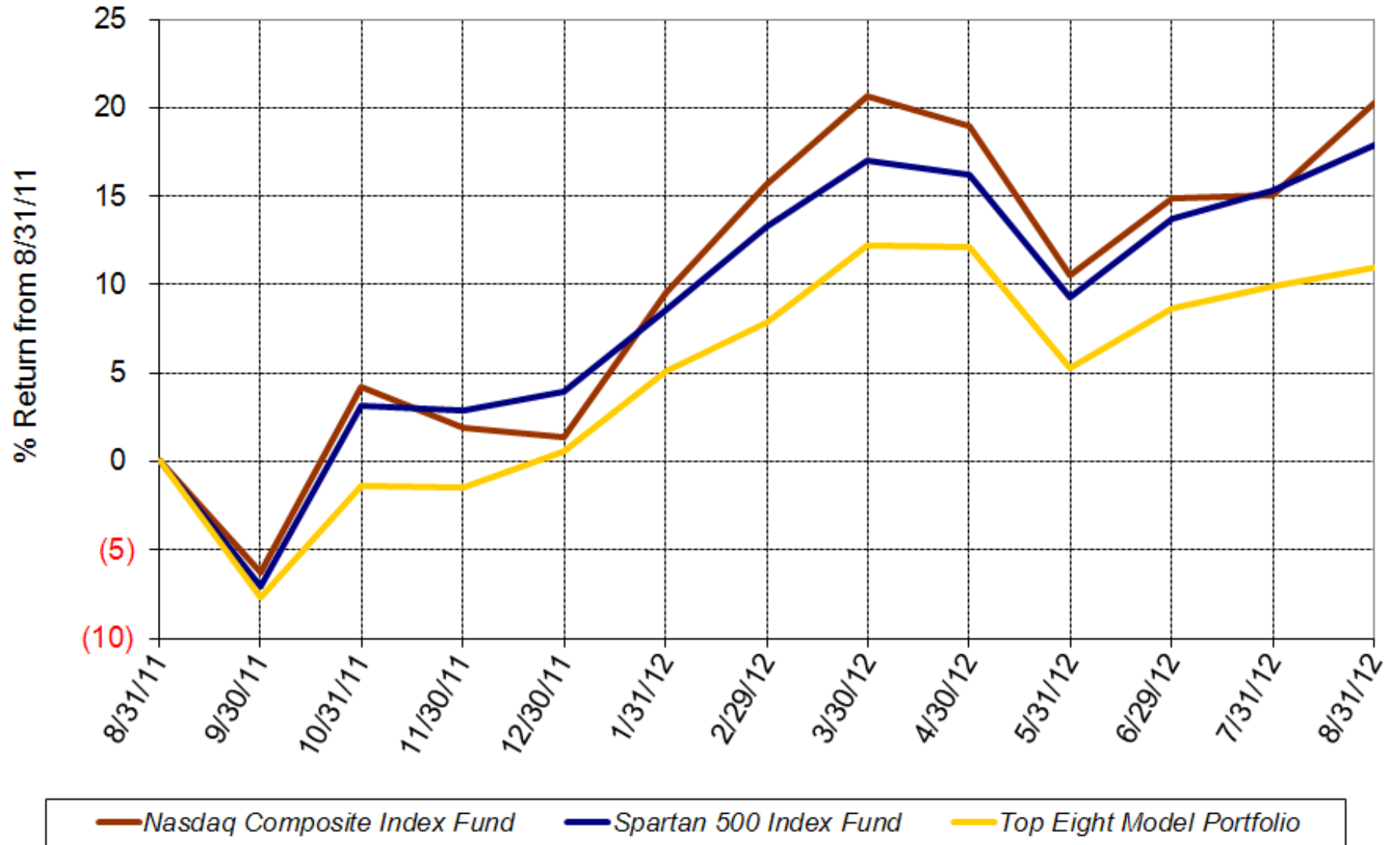
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart August 2012

