

FIDELITY SELECT FUNDRANKER™

Volume 8 Issue 3

The Right Funds at the Right Time

March 2013

Choppy February Performance

The broad market generally rose in February, but four really bad days cut its monthly gain down considerably. Still, the S&P 500 Index eked out its fourth monthly gain in a row.

Six funds in the *Top Eight Model Portfolio* gained value in February. Insurance, Air Transportation, Automotive, Multimedia, Brokerage & Investment Mgmt, and IT Services had one-month gains ranging from 2.55% to 0.51%, while Construction & Housing and Financial Services trailed with losses of 0.55% and 0.67%.

During February, the S&P 500 Index gained 1.337%, the *Top Eight Model Portfolio* gained 0.942%, and the Nasdaq Composite Index gained 0.743%.

Final Performance of Funds Sold on February 4

Fundranker exchanged three funds on February 4. Here are the returns they contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Chemicals (FSCHX)	1/4/2013	2/4/2013	1.07%
Consumer Finance (FSVLX)	3/5/2012	2/4/2013	23.19%
Environment & Alt Energy (FSLEX)	1/4/2013	2/4/2013	1.65%

Bull Market Sets New Highs Still Again

The bull market that began in early March, 2009, marched right on in its 48th month with the S&P 500 Index setting six new bull market highs, most recently on February 19. On a total return basis, from March 9, 2009, through February 19, 2013, the Nasdaq Composite Index, as measured by Fidelity Nasdaq Composite Index Fund, was up 162.286%, the S&P 500 Index, as measured by Fidelity Spartan 500 Index Fund - Investor Class, was up 145.396%, and *Fundranker's Top Eight Model Portfolio* was up 121.998%.

Sequestration Details

Late Thursday, it looked very unlikely that automatic sequestration would be averted. The sequestration, which would begin March 1, consists of \$85 billion in cuts for the 2013 fiscal year and, if the policy remains in effect, \$1.2 trillion in cuts over the next ten years.

The \$85 billion in cuts for fiscal 2013 will not occur all on March 1, of course. They will be spread over the remaining seven months of the fiscal year, which ends September 30, 2013. As President Obama himself put it, the sequestration is "not a cliff, but it is a tumble downward."

Although Republicans have been trying to pin the blame for the idea of sequestration on Democrats, and Democrats have been pointing out potential impacts of sequestration and blaming Republicans for protecting tax loopholes for wealthy Americans at the expense of everyone else, legislators have been unable to bridge their differences to keep sequestration from beginning.

Looking on the bright side, though, if you can imagine a bright side in this dilemma, sequestration is not set in concrete. Congress can get its act together at any time forward and vote to replace sequestration with a more palatable plan. How far will Congress let us "tumble downward" before fixing this situation?

Fourth Quarter Growth Revisited

The Commerce Department revised its fourth quarter GDP estimate to 0.1% growth, up from the 0.1% contraction it reported a month ago. That change is not very significant, but it may provide a small psychological boost to investors.

Holding Period Alert

If you purchased shares after February 4 of any funds which are being exchanged on March 6, 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 IT Services on

February 6, you should wait a full 30 days and exchange IT Services on March 8 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 March 2013

Fund Name (Symbol)	Purchase	Return to 2/28
1. Brokerage & Invest Mgmt (FSLBX)	11/5/2012	16.72%
2. Air Transportation (FSAIX)	2/4/2013	1.78%
3. Insurance (FSPCX)	2/4/2013	2.40%
4. Construction & Housing (FSHOX)	9/4/2012	19.65%
5. Multimedia (FBMPX)	7/2/2012	20.81%
6. Transportation (FSRFX)	3/6/2013	
7. Biotechnology (FBIOX)	3/6/2013	
8. Industrials (FCYIX)	3/6/2013	
Funds to be sold on March 6:		
9. Automotive (FSAVX)	1/4/2013	1.19%
10. IT Services (FBSOX)	2/4/2013	0.66%
13. Financial Services (FIDSX)	1/4/2013	2.76%

Fundranker Exchanges for March 6

Sell IT Services (FBSOX), buy Transportation (FSRFX)
Sell Financial Services (FIDSX), buy Biotechnology (FBIOX)
Sell Automotive (FSAVX), buy Industrials (FCYIX)

Fundranker Invest New Money Date

Invest new money on March 4. Hold new shares until April 3.

Optional Rebalancing Exchange Dates

Method 1: none; Method 2: none; Method 3: March 6 (see the rebalancing FAQ at www.fundranker.com for more information)

Upcoming Fundranker Exchange Date

If all funds to be exchanged in April have been held more than one month, *Fundranker* will exchange on April 2; otherwise, to avoid roundtrip transactions, *Fundranker* will exchange on April 5.

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. © 2013 Fidelity Select Fundranker

Fundranker Ratings for 2/28/13 Fund (Symbol)	12-Month Return %	6-Month Return %	3-Month Return %	1-Month Return %	Fundranker Rating**	Fundranker Ranking
Air Transportation (FSAIX)	17.62*	21.94*	13.60*	2.02*	17.795	2
Automotive (FSAVX)	7.64	22.22*	13.26*	1.65*	14.193	9
Banking (FSRBX)	16.86	8.09	8.82	1.23	8.750	24
Biotechnology (FBIOX)	31.69*	12.42	8.79	2.06*	15.740	7
Brokerage & Investment Mgmt (FSLBX)	21.61*	25.13*	17.22*	1.39	19.338	1
Chemicals (FSCHX)	15.61	12.35	8.56	(1.21)	8.828	23
Communications Equipment (FSDCX)	0.03	11.72	8.46	(0.73)	4.870	33
Computers (FDCPX)	(0.38)	0.78	7.45	0.50	2.088	37
Construction & Housing (FSHOX)	31.79*	19.98*	8.65	(0.55)	16.968	4
Consumer Discretionary (FSCPX)	15.38	10.69	6.44	1.22	8.433	25
Consumer Finance (FSVLX)	23.92*	12.89	7.23	0.72	12.190	11
Consumer Staples (FDFAX)	17.94*	9.81	5.72	1.69*	10.790	17
Defense & Aerospace (FSDAX)	8.37	12.49	8.23	2.62*	8.928	22
Electronics (FSELX)	(6.20)	6.33	13.55*	2.96*	6.160	30
Energy (FSENX)	0.98	9.38	9.75	(0.16)	4.988	32
Energy Service (FSESX)	1.38	9.53	13.25*	(0.66)	6.875	27
Environment & Alternative Energy (FSLEX)	12.09	15.40*	10.99*	0.78	11.815	12
Financial Services (FIDSX)	15.26	14.37*	10.12*	(0.67)	11.770	13
Gold (FSAGX)	(33.16)	(19.94)	(19.73)	(10.10)	(20.733)	39
Health Care (FSPHX)	20.07*	11.95	7.09	1.00	11.028	15
Industrial Equipment (FSCGX)	10.19	14.35*	10.07	1.41*	11.005	16
Industrials (FCYIX)	15.71	16.97*	12.46*	2.90*	15.010	8
Insurance (FSPCX)	22.91*	16.61*	11.13*	2.55*	17.300	3
IT Services (FBSOX)	17.22	14.47*	10.65*	0.51	12.713	10
Leisure (FDLSX)	7.52	13.08	10.47*	1.12	9.048	21
Materials (FSDPX)	9.71	10.71	6.58	(0.54)	6.615	28
Medical Delivery (FSHCX)	3.17	5.18	5.38	0.77	3.625	34
Medical Equipment & Systems (FSMEX)	14.09	13.44	9.79	(0.13)	9.298	19
Multimedia (FBMPX)	27.91*	15.65*	10.05	1.62*	16.808	5
Natural Gas (FSNGX)	0.86	6.41	8.29	(1.29)	3.568	35
Natural Resources (FNARX)	(3.30)	7.70	7.36	(0.87)	2.723	36
Pharmaceuticals (FPHAX)	17.93*	10.08	7.72	0.62	10.088	18
Retailing (FSRPX)	19.00*	9.29	3.89	0.86	9.260	20
Software & Computer Services (FSCSX)	8.85	7.26	8.78	0.79	6.420	29
Technology (FSPTX)	2.50	0.79	3.32	0.79	1.850	38
Telecommunications (FSTCX)	14.30	5.08	3.50	(1.01)	5.468	31
Transportation (FSRFX)	16.10	19.28*	15.86*	3.42*	16.665	6
Utilities (FSUTX)	17.48*	9.26	8.60	1.85*	11.298	14
Wireless (FWRLX)	13.89	10.44	5.64	(0.12)	7.463	26

*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

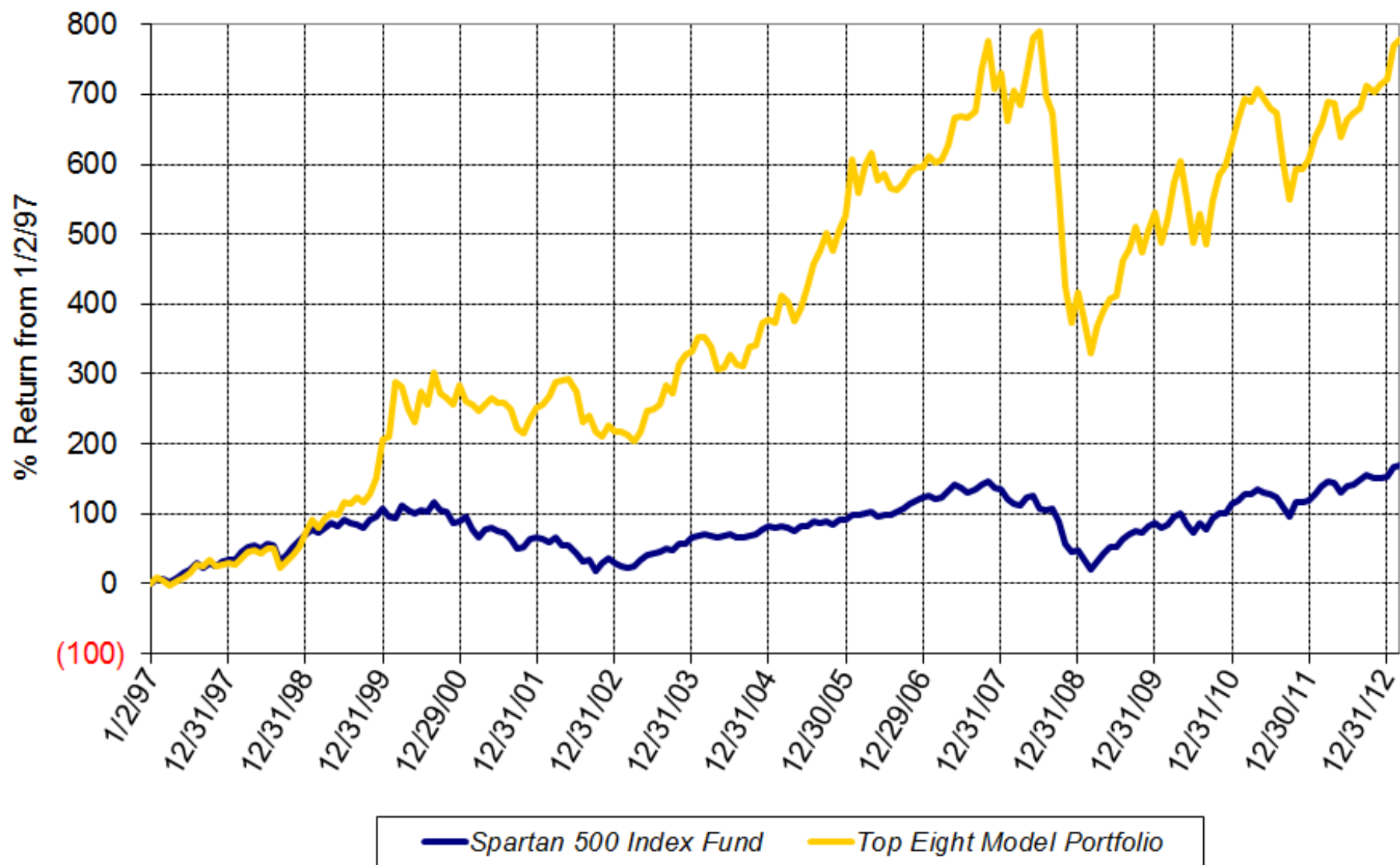
Sell on March 6, 2013

Buy on March 6, 2013

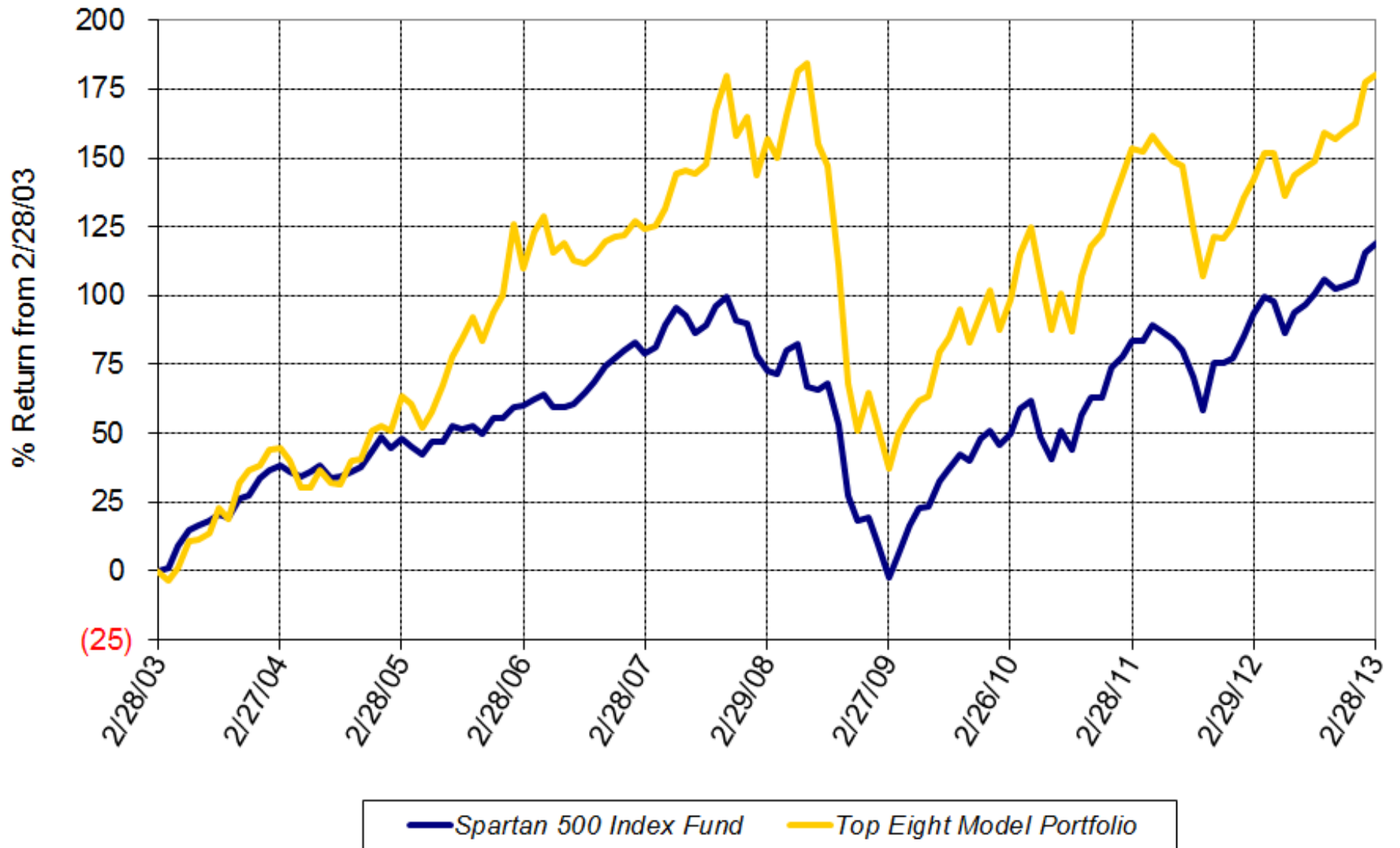
Hold

Fundranker Performance for February 2013													
1/31 Funds	1/31 Shares	1/31 Amount	<=2/4 Div Shrs	2/4 Shares	2/4 Amount	2/4 Funds	2/4 Shares	2/4 Amount	>2/4 Div Shrs	2/28 Shares	2/28 Amount	Feb Return	
FSAVX	633.891	25,349.30	none	633.891	25,361.98	FSHOX	503.038	25,986.93	none	503.038	26,163.01		
FSHOX	510.595	26,704.12	none	510.595	26,377.34	FSLBX	472.834	25,986.93	none	472.834	26,473.98		
FSLBX	486.128	26,843.99	none	486.128	26,717.59	FBMPX	431.318	25,986.93	none	431.318	26,547.62		
FSCHX	207.171	25,790.72	none	207.171	25,736.85	FBSOX	950.162	25,986.93	none	950.162	26,157.96		
FIDSX	399.113	26,341.46	none	399.113	26,309.53	FSPCX	468.402	25,986.93	none	468.402	26,609.92		
FBMPX	430.343	26,065.88	none	430.343	25,928.17	FIDSX	394.219	25,986.93	none	394.219	25,845.00		
FSVLX	1,674.122	25,547.10	none	1,674.122	25,580.58	FSAIX	601.549	25,986.93	none	601.549	26,450.11		
FSLEX	1,448.429	26,042.75	none	1,448.429	25,883.43	FSAVX	649.511	25,986.93	none	649.511	26,402.62		
Top Eight		208,685.32			207,895.47			207,895.40			210,650.22	0.942	
FNCMX1	1,584.044	66,086.32	none						none	1,584.044	66,577.37	0.743	
FUSEX1	1,205.727	64,024.10	none						none	1,205.727	64,880.17	1.337	
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 Return %	2013 YTD Return %								
Top Eight Model Portfolio				16.302	6.740								
Nasdaq Composite Index Fund				17.325	4.813								
Spartan 500 Index Fund - Investor Class				15.929	6.576								
Lifetime Summary				1/2/97 to 2/28/13 Total Return %		1/2/97 to 2/28/13 Average Annual Return %							
Top Eight Model Portfolio				777.709		14.380							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund - Investor Class				170.334		6.345							
10-Year Summary				2/28/03 to 2/28/13 Total Return %		2/28/03 to 2/28/13 Average Annual Return %							
Top Eight Model Portfolio				180.122		10.850							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund - Investor Class				118.810		8.145							
5-Year Summary				2/29/08 to 2/28/13 Total Return %		2/29/08 to 2/28/13 Average Annual Return %							
Top Eight Model Portfolio				8.990		1.737							
Nasdaq Composite Index Fund				45.618		7.806							
Spartan 500 Index Fund - Investor Class				26.785		4.861							
3-Year Summary				2/26/10 to 2/28/13 Total Return %		2/26/10 to 2/28/13 Average Annual Return %							
Top Eight Model Portfolio				41.264		12.204							
Nasdaq Composite Index Fund				45.374		13.282							
Spartan 500 Index Fund - Investor Class				45.837		13.403							
1-Year Summary				2/29/12 to 2/28/13 Total Return %									
Top Eight Model Portfolio				15.754									
Nasdaq Composite Index Fund				7.795									
Spartan 500 Index Fund - Investor Class				13.360									

Lifetime Chart

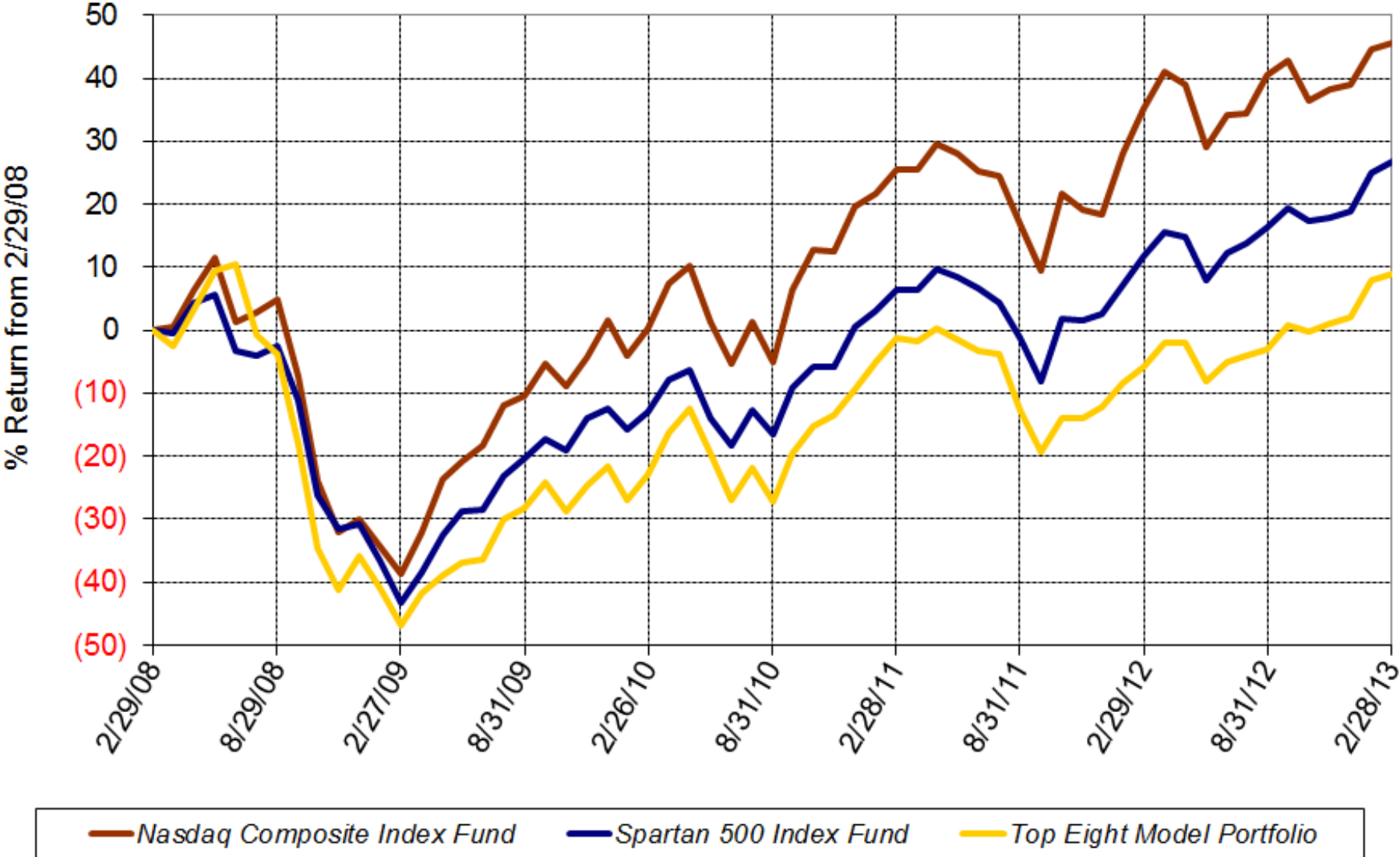


10-Year Chart

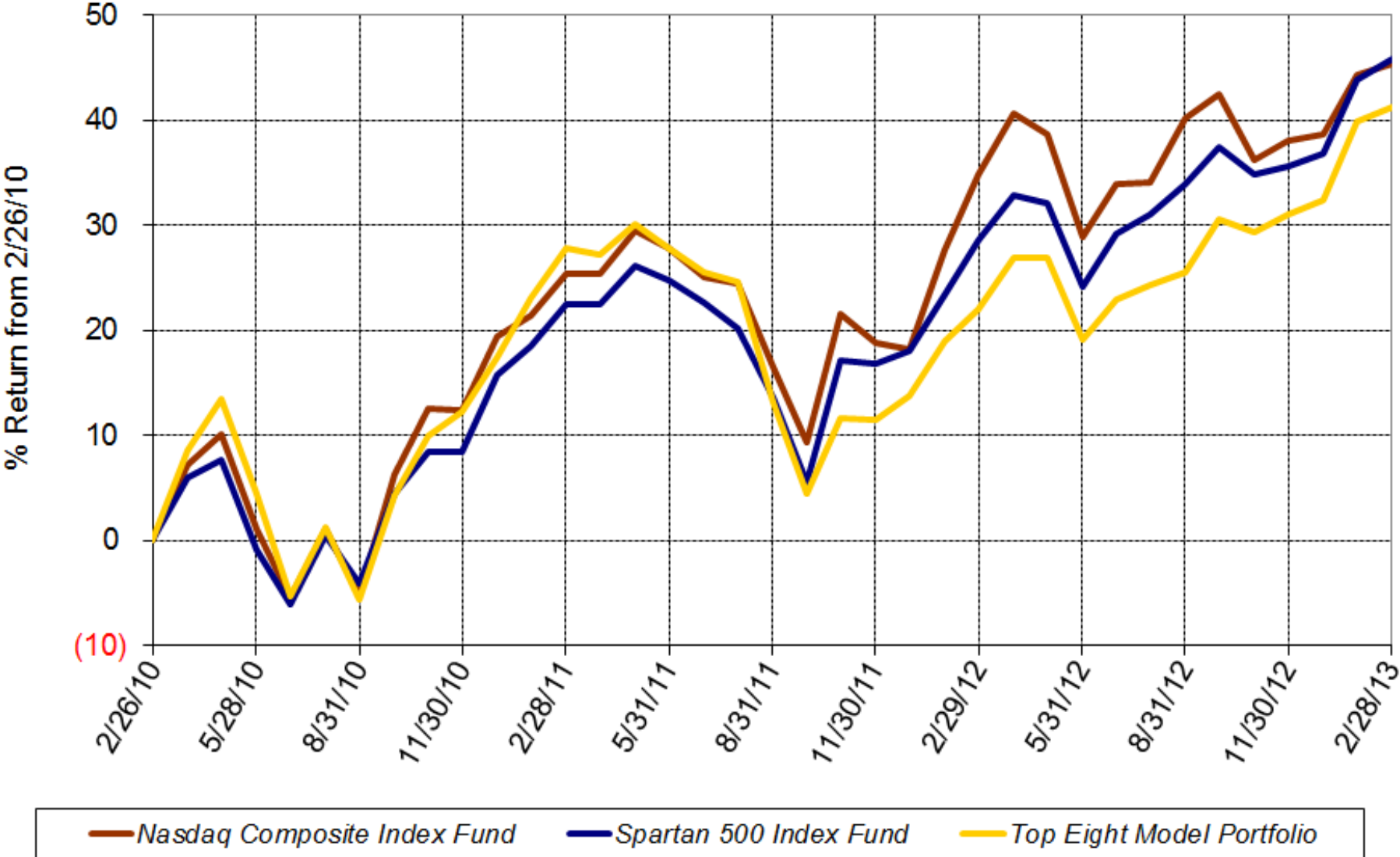


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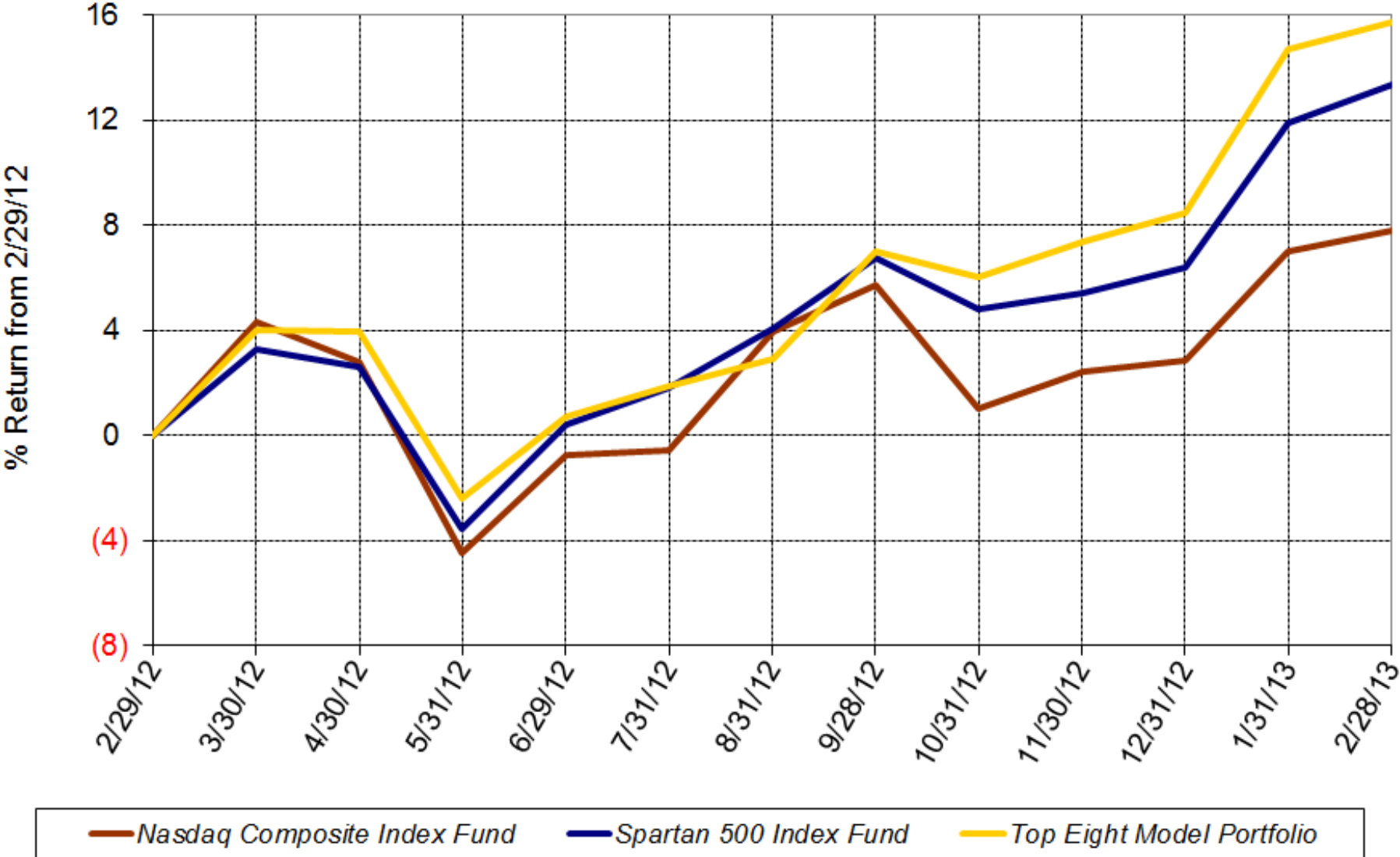
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart February 2013

