

FIDELITY SELECT FUNDRANKER™

Volume 8 Issue 6

The Right Funds at the Right Time

June 2013

Solid May Performance

The broad market performed strongly during the first three weeks of May, but struggled over the remainder of the month, including a big drop on May 31. The S&P 500 gained for the seventh month in a row.

Seven of eight funds in the *Top Eight Model Portfolio* gained value in May. Automotive and Brokerage & Investment Management had terrific one-month gains of 6.91% and 6.58%. Biotechnology and Health Care followed closely with one-month gains of 4.48% and 3.54%. Air Transportation, Multimedia, and Pharmaceuticals tacked on one-month gains of 1.95%, 1.84%, and 0.92%. Our poorest performer was Telecommunications, which lost 3.88%.

During May, the Nasdaq Composite Index gained 3.995%, the *Top Eight Model Portfolio* gained 3.229%, and the S&P 500 Index gained 2.331%. For 2013 YTD through May, the *Top Eight Model Portfolio* gained 17.419%, the S&P 500 Index gained 15.315%, and the Nasdaq Composite Index gained 14.913%.

Final Performance of Funds Sold on May 6

Fundranker exchanged four funds on May 6. Here are the returns they contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Construction & Housing (FSHOX)	9/4/2012	5/6/2013	24.17%
Insurance (FSPCX)	2/4/2013	5/6/2013	9.54%
Transportation (FSRFX)	3/6/2013	5/6/2013	3.15%
Utilities (FSUTX)	4/5/2013	5/6/2013	4.41%

New All-Time Highs Set Third Month in a Row

The S&P 500 Index and *Fidelity Select Fundranker's Top Eight Model Portfolio* both set series of new all-time highs again in May. The S&P 500 Index set its most recent high on May 21, while the *Top Eight Model Portfolio* set its most recent all-time high on May 28.

Consumer Sentiment/Confidence

Thomson Reuters/University of Michigan released a final reading on its consumer sentiment index on May 31. It rose from 76.4 in April to 84.5 in May, its highest reading in nearly six years.

The Conference Board released its most recent reading on consumer confidence on May 28. It rose to a five-year high of 76.2 in May from a revised 69.0 in April.

Five- and six-year highs sound like we could be getting into trouble, until you look at levels before those five and six years. For much of the bull market that peaked in October, 2007, the Conference Board's consumer confidence index ranged from 90 to 110. And for much of the dot.com/internet bull market that peaked in early 2000, the Conference Board's consumer confidence index exceeded 120. A reading of 76.2, even if it is a five-year high for the Conference Board's consumer confidence index, just isn't that high historically. So let's not panic!

Consumer sentiment or confidence is often considered a lagging indicator and a contrarian indicator. For example, the index ranged from 135 to 145 during the first eight months or so of the year 2000. It's easy to see now that that high reading definitely was a lagging indicator (that is, it was indicating what had already happened in the economy and the stock market) and a contrarian indicator (that is, it was contraindicating a severe bear market). And the reverse held in February and March of 2009 when the index dropped to about 25, and the current bull market started.

Holding Period Alert

If you purchased shares after May 6 of any funds which are being exchanged on June 5, 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 Pharmaceuticals on May 8, you

should wait a full 30 days and exchange Pharmaceuticals on June 7 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 June 2013

Fund Name (Symbol)	Purchase	Return to 5/31
1. Biotechnology (FBIOX)	3/6/2013	15.36%
2. Brokerage & Inv Mgmt (FSLBX)	5/6/2013	3.69%
3. Automotive (FSAVX)	5/6/2013	5.17%
4. Multimedia (FBMPX)	7/2/2012	33.69%
5. Health Care (FSPHX)	4/5/2013	7.24%
6. Insurance (FSPCX)	6/5/2013	
7. Construction & Housing (FSHOX)	6/5/2013	
8. IT Services (FBSOX)	6/5/2013	
Funds to be sold on June 5:		
12. Pharmaceuticals (FPHAX)	5/6/2013	2.10%
13. Air Transportation (FSAIX)	2/4/2013	11.36%
35. Telecommunications (FSTCX)	5/6/2013	(3.19)%

Fundranker Exchanges for June 5

Sell Pharmaceuticals (FPHAX), buy Insurance (FSPCX)
Sell Telecommunications (FSTCX), buy Const & Housing (FSHOX)
Sell Air Transportation (FSAIX), buy IT Services (FBSOX)

Fundranker Invest New Money Date

Invest new money on June 3.

Optional Rebalancing Exchange Dates

Method 1: none; Method 2: June 3; Method 3: June 5 (see the rebalancing FAQ at www.fundranker.com for more information)

Upcoming Fundranker Exchange Date

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

<i>Fundranker Ratings for 5/31/13</i>	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)	29.47	24.29*	9.41	1.95	17.280	13
Automotive (FSAVX)	42.56*	31.39*	16.01*	6.91*	28.218	3
Banking (FSRBX)	26.12	18.87	9.23	5.95*	16.043	18
Biotechnology (FBIOX)	52.49*	32.18*	21.50*	4.48	30.663	1
Brokerage & Investment Mgmt (FSLBX)	53.54*	31.31*	12.02*	6.58*	29.863	2
Chemicals (FSCHX)	28.44	14.87	5.81	2.28	12.850	27
Communications Equipment (FSDCX)	25.81	13.45	4.61	6.76*	13.658	25
Computers (FDCPX)	19.63	18.34	10.13*	7.25*	15.838	20
Construction & Housing (FSHOX)	44.59*	18.22	8.81	4.84	20.115	7
Consumer Discretionary (FSCPX)	27.51	17.36	10.25*	2.25	15.343	22
Consumer Finance (FSVLX)	37.57*	18.41	10.43*	4.49	19.725	9
Consumer Staples (FDFAX)	25.92	11.13	5.12	(1.92)	10.063	34
Defense & Aerospace (FSDAX)	30.21	20.39	11.23*	5.70*	18.883	11
Electronics (FSELX)	19.84	23.40*	8.68	7.85*	16.943	16
Energy (FSENX)	28.35	13.58	3.49	1.62	11.760	29
Energy Service (FSESX)	27.34	16.23	2.63	2.01	12.053	28
Environment & Alternative Energy (FSLEX)	32.00*	19.81	7.95	4.55	17.078	15
Financial Services (FIDSX)	34.60*	20.79*	9.69	4.33	19.353	10
Gold (FSAGX)	(32.44)	(37.31)	(21.91)	(3.62)	(23.820)	39
Health Care (FSPHX)	38.06*	22.38*	14.27*	3.54	22.563	5
Industrial Equipment (FSCGX)	24.95	14.36	3.90	5.28*	13.123	26
Industrials (FCYIX)	30.35	18.87	5.70	5.17*	16.023	19
Insurance (FSPCX)	39.39*	22.76*	10.47*	3.27	21.973	6
IT Services (FBSOX)	33.25*	20.50*	8.90	5.55*	20.050	8
Leisure (FDLSX)	19.85	20.86*	9.40	0.97	13.770	24
Materials (FSDPX)	24.97	10.57	3.75	1.85	10.285	32
Medical Delivery (FSHCX)	17.30	15.54	9.64	4.32	11.700	30
Medical Equipment & Systems (FSMEX)	26.69	17.86	7.35	4.21	14.028	23
Multimedia (FBMPX)	44.96*	21.78*	10.66*	1.84	22.810	4
Natural Gas (FSNGX)	19.84	11.64	3.10	1.04	8.905	36
Natural Resources (FNARX)	22.81	9.12	1.64	1.02	8.648	37
Pharmaceuticals (FPHAX)	31.45*	18.96	10.43*	0.92	17.440	12
Retailing (FSRPX)	28.36	14.26	9.98*	5.04	15.410	21
Software & Computer Services (FSCSX)	27.24	18.63	9.06	5.57*	16.125	17
Technology (FSPTX)	16.81	9.50	5.98	5.20*	10.373	31
Telecommunications (FSTCX)	25.43	10.99	7.24	(3.88)	9.945	35
Transportation (FSRFX)	27.37	25.87*	8.64	2.69	17.143	14
Utilities (FSUTX)	14.03	10.83	2.05	(8.33)	4.645	38
Wireless (FWRLX)	28.94	9.94	4.07	(1.97)	10.245	33

*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

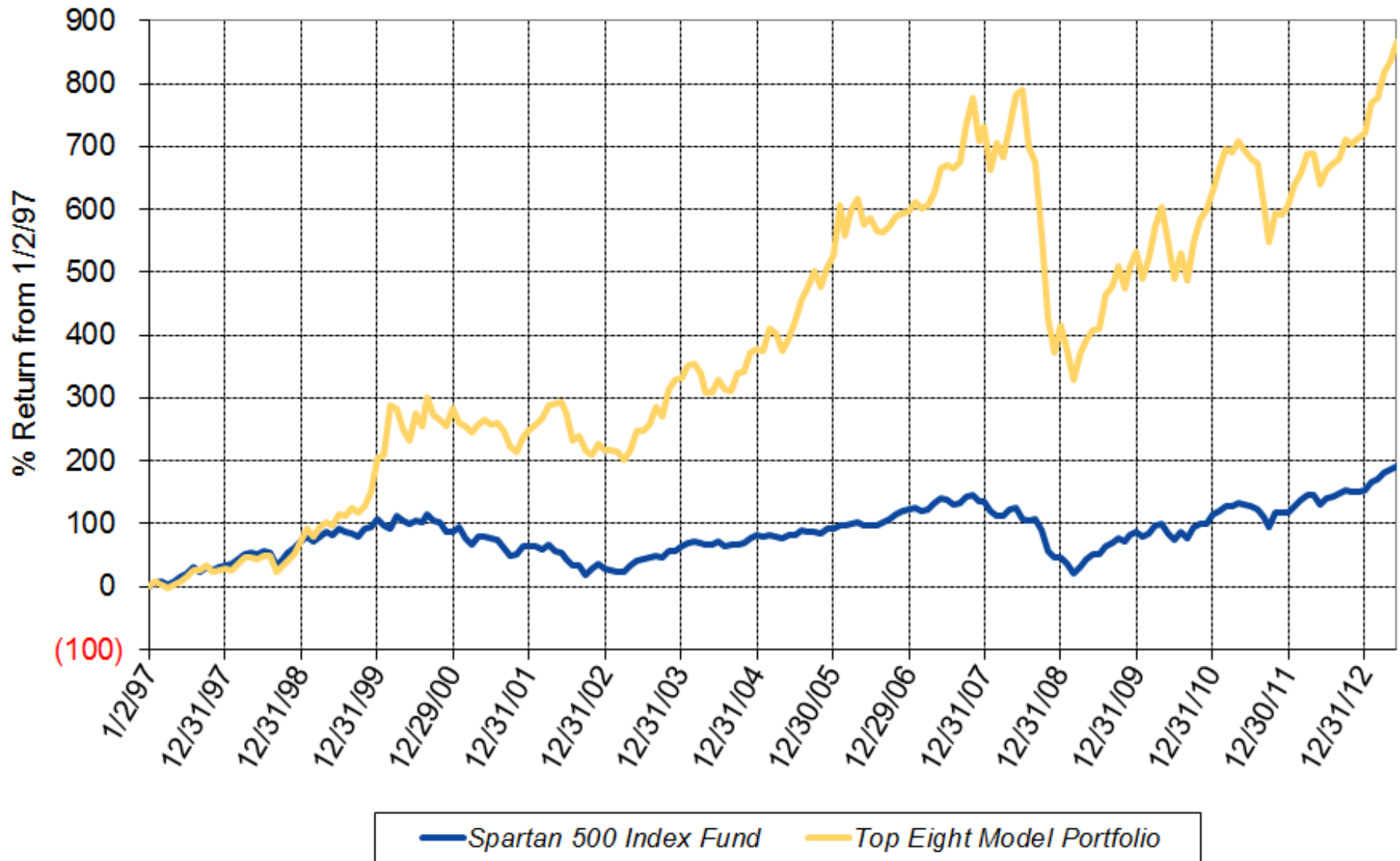
Sell on June 5, 2013

Buy on June 5, 2013

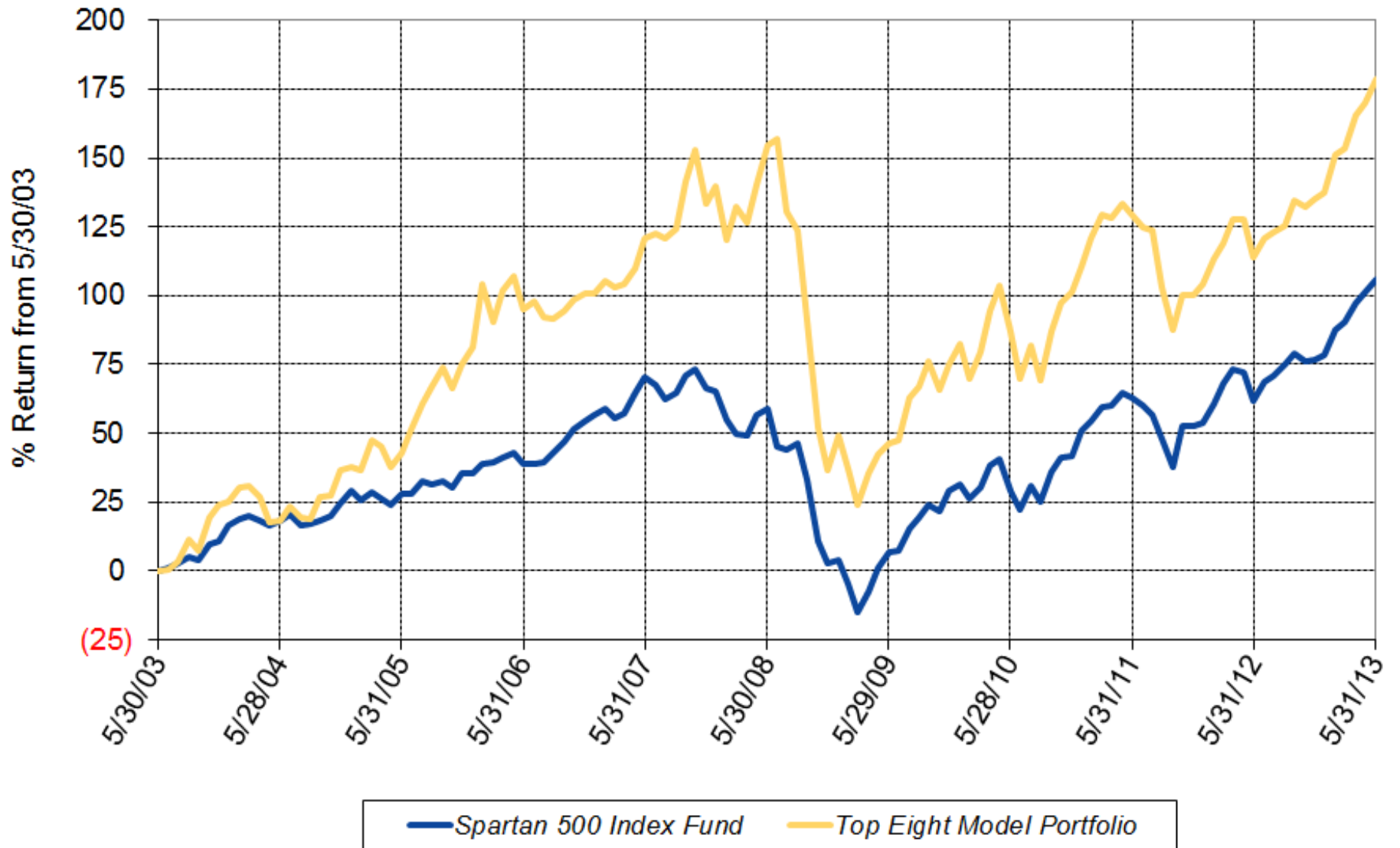
Hold

Fundranker Performance for May 2013													
4/30 Funds	4/30 Shares	4/30 Amount	<=5/6 Div Shrs	5/6 Shares	5/6 Amount	5/6 Funds	5/6 Shares	5/6 Amount	>5/6 Div Shrs	5/31 Shares	5/31 Amount	May Return	
FBIOX	206.039	28,853.70	none	206.039	29,187.48	FBIOX	201.392	28,529.23	none	201.392	29,465.66		
FSAIX	597.845	27,961.21	none	597.845	28,810.15	FSAVX	636.245	28,529.23	none	636.245	30,005.31		
FSRFX	461.960	27,976.30	none	461.960	28,724.67	FBMPX	414.790	28,529.23	none	414.790	28,251.35		
FBMPX	414.790	27,741.16	none	414.790	28,529.26	FSPHX	182.798	28,529.23	none	182.798	29,446.93		
FSPCX	471.426	27,997.99	none	471.426	28,634.42	FSLBX	471.635	28,529.23	none	471.635	29,580.95		
FSPHX	180.056	28,013.11	none	180.056	28,101.34	FPHAX	1,662.543	28,529.23	none	1,662.543	29,127.75		
FSUTX	415.555	28,241.12	none	415.555	27,609.47	FSTCX	499.461	28,529.23	none	499.461	27,620.19		
FSHOX	515.890	27,692.98	none	515.890	28,637.05	FSAIX	592.016	28,529.23	none	592.016	28,227.32		
Top Eight		224,477.57			228,233.84			228,233.80			231,725.46	3.229	
FNCMX1	1,584.044	70,188.99	none						none	1,584.044	72,992.75	3.995	
FUSEX1	1,211.403	68,601.75	none						none	1,211.403	70,200.80	2.331	
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	2013 YTD								
				Return %	Return %								
<i>Top Eight Model Portfolio</i>				16.302	17.419								
Nasdaq Composite Index Fund				17.325	14.913								
Spartan 500 Index Fund - Investor Class				15.929	15.316								
Lifetime Summary				1/2/97 to 5/31/13		1/2/97 to 5/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				865.523		14.812							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund - Investor Class				192.503		6.756							
10-Year Summary				5/30/03 to 5/31/13		5/30/03 to 5/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				178.768		10.796							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund - Investor Class				105.838		7.486							
5-Year Summary				5/30/08 to 5/31/13		5/30/08 to 5/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				9.501		1.832							
Nasdaq Composite Index Fund				43.218		7.448							
Spartan 500 Index Fund - Investor Class				29.720		5.342							
3-Year Summary				5/28/10 to 5/31/13		5/28/10 to 5/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				48.863		14.181							
Nasdaq Composite Index Fund				57.735		16.406							
Spartan 500 Index Fund - Investor Class				59.278		16.785							
1-Year Summary				5/31/12 to 5/31/13		5/31/12 to 5/31/13							
				Total Return %									
<i>Top Eight Model Portfolio</i>				30.482									
Nasdaq Composite Index Fund				23.700									
Spartan 500 Index Fund - Investor Class				27.154									

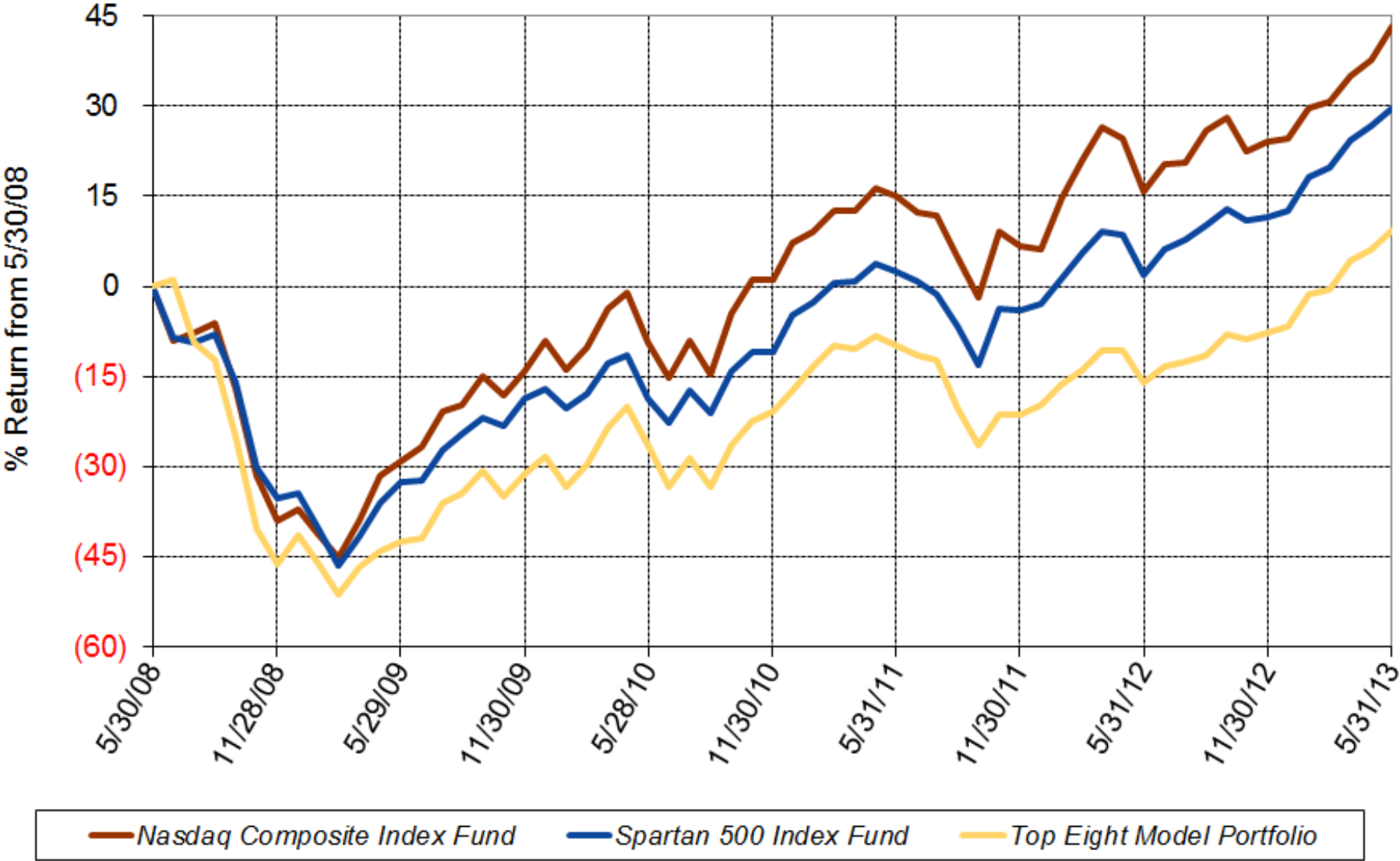
Lifetime Chart



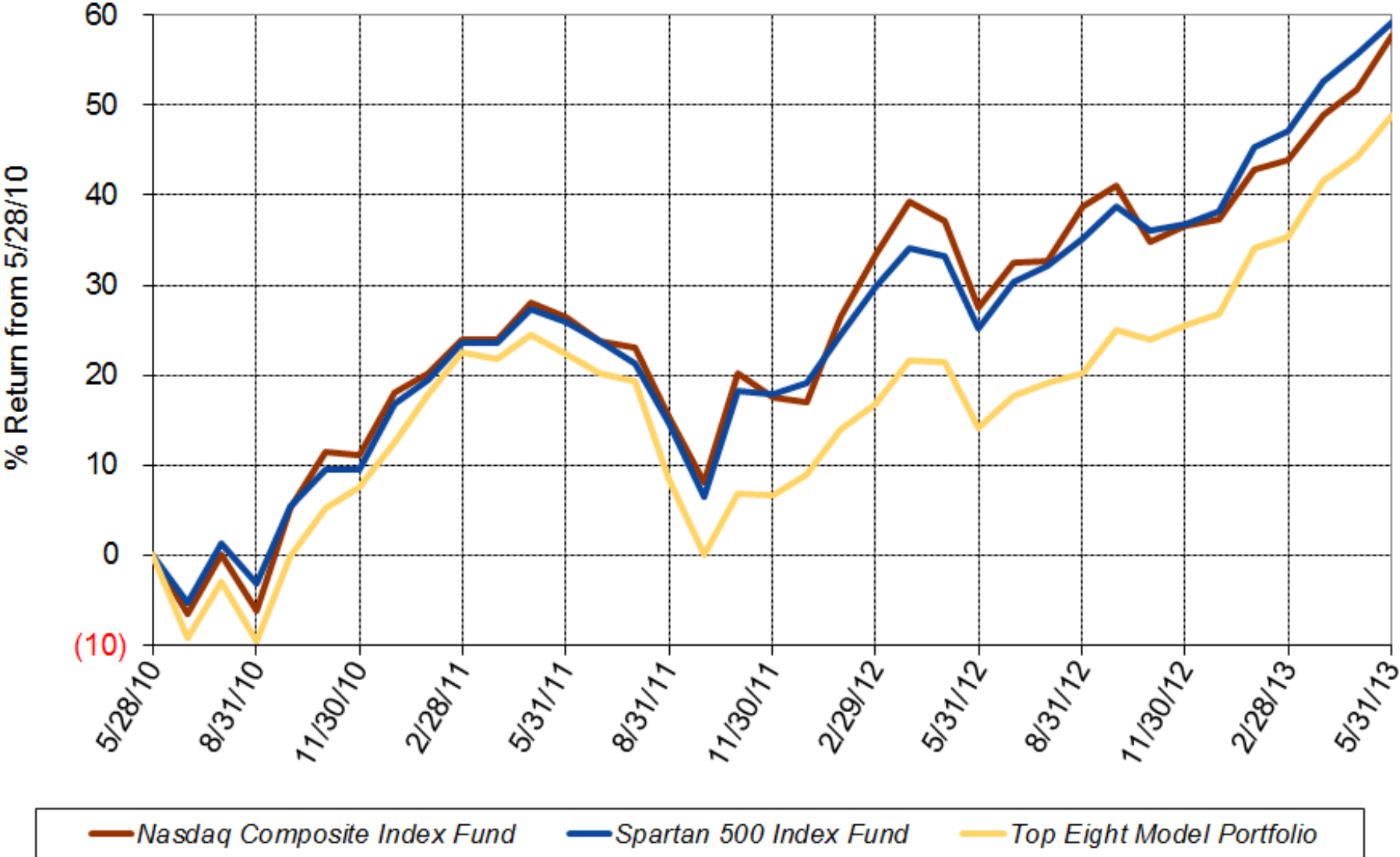
10-Year Chart



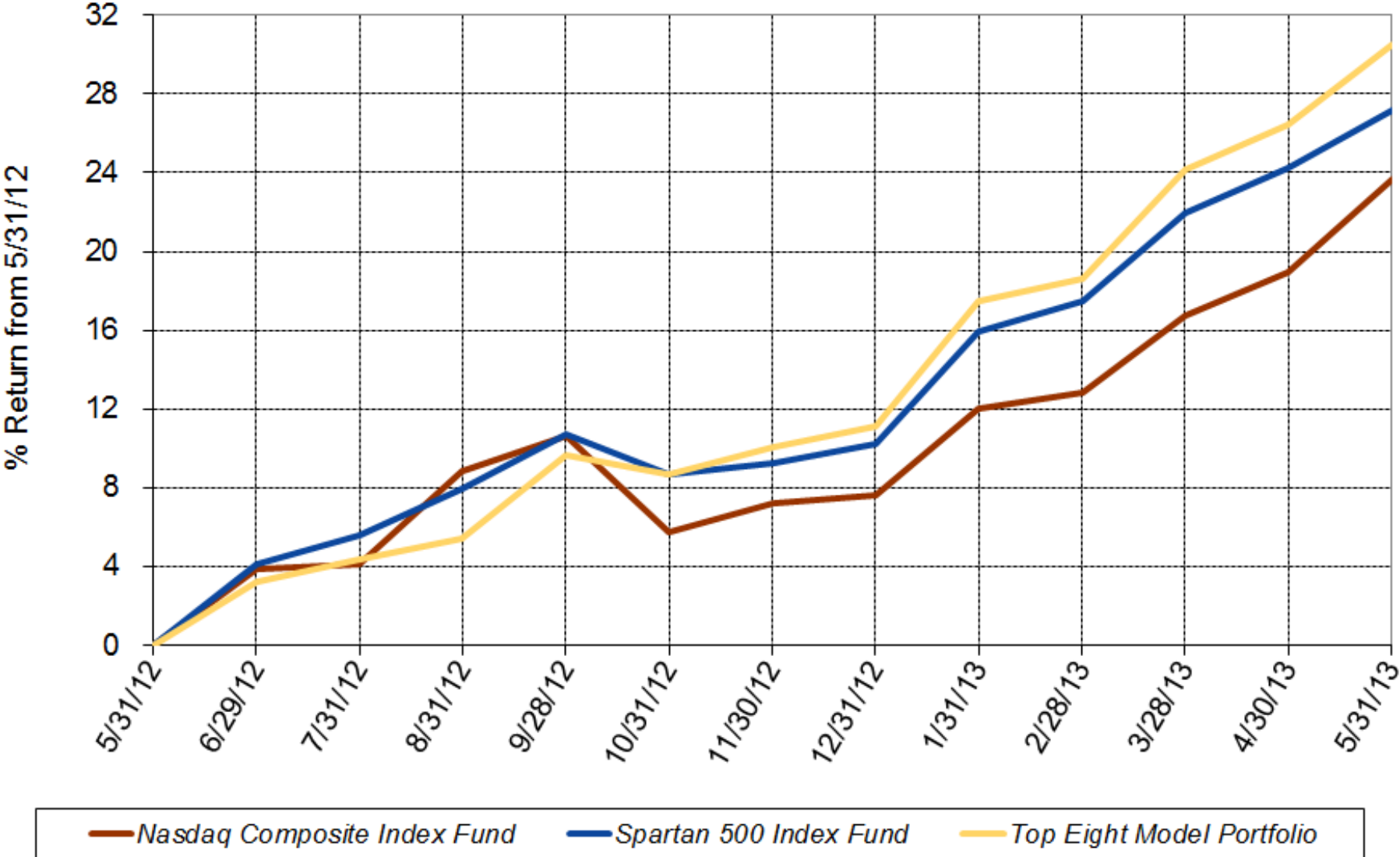
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart May 2013

