

# FIDELITY SELECT FUNDRANKER™

Volume 8 Issue 11

The Right Funds at the Right Time

November 2013

## Broad Market Rises in October

The S&P 500 Index set a series of new all-time highs in October, pretty much ignoring the government shutdown and debt ceiling fight in Congress.

Seven funds in the *Top Eight Model Portfolio* gained value in October. Air Transportation led the way with a one-month gain of 7.97%. Retailing, Defense & Aerospace, Health Care, IT Services, Software & Computer Services, and Automotive followed with one-month gains ranging from 4.53% to 1.92%. Biotechnology trailed with a one-month loss of 3.12%.

During October, the S&P 500 and Nasdaq Composite Indexes gained 4.592% and 3.983%, while the *Top Eight Model Portfolio* gained 3.073%. For 2013 YTD through October, the *Top Eight Model Portfolio* gained 33.795%, while the Nasdaq Composite and S&P 500 Indexes gained 30.873% and 25.206%.

## Final Performance of Fund Sold on October 2

*Fundranker* exchanged one fund on October 2. Here is the return it contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Multimedia (FBMPX)	7/2/2012	10/2/2013	48.88%

## Top Eight Model Portfolio Hits 1000% Lifetime Gain

*Fundranker's Top Eight Model Portfolio* hit a major milestone at the end of October. From January 2, 1997, when we started our *Top Eight Model Portfolio*, through October 31, 2013, nearly a 17-year period, it gained 1000.179% on a total return basis. We started the theoretical portfolio with a value of \$24,000; now, it is worth just over \$264,000. Over that same period, the S&P 500 Index gained only 217.591% on a total return basis.

## Shutdown and Debt Ceiling Brinkmanship

A divided U.S. Congress finally passed the Continuing Appropriations Act, 2014, to fund the federal government late on October 16. President Obama signed it shortly after midnight on October 17, ending a 16-day government shutdown. Only 18-day and 21-day shutdowns in 1978 and 1995-96 lasted longer.

The Continuing Appropriations Act, 2014, funded the federal government at sequestration levels through January 15, suspended the U.S. debt ceiling through February 7, and created a bipartisan House and Senate panel to negotiate a budget framework by December 13. So, essentially, Congress kicked the can down the road for just a few months.

The House and Senate negotiating panel convened on Wednesday this week. Familiar partisan divisions over tax increases and spending cuts immediately reemerged:

Sen. Paul Ryan (R-Wis.) said, "I want to say this from the get-go: If this conference becomes an argument about taxes, we're not going to get anywhere." Democrats, on the other hand, contended that Republican budget priorities shift spending cuts too much away from the military and onto domestic programs for seniors, children, and those living in poverty.

A testament to overall confidence in the negotiations was reflected in Sen. Rob Portman's (R-Ohio) remark, "I don't think we're going to do a 'grand bargain' here; I think we can do something that moves us in the right direction, and I think we can call it a 'good bargain.'"

We're not quite as optimistic as Sen. Portman. We believe that deeply held and contradictory convictions on both sides of the political aisle easily could result in eleventh-hour brinkmanship still again in early 2014; however, we're guardedly optimistic markets can shrug it off still again, but likely not as well as in October.

## Markets Shrug It All Off with New Highs

The broad market S&P 500 Index (as measured on a total

return basis by Fidelity's Spartan 500 Index Fund - Investor Class) fell moderately during eight sessions in October but set seven new all-time highs. The tech-heavy Nasdaq Composite Index (as measured on total return basis by Fidelity's Nasdaq Composite Index Fund) fell during 10 sessions in October but set eight new bull-market highs. *Fundranker's Top Eight Model Portfolio*, also on a total return basis, fell during 10 sessions in October but set eight new all-time highs.

## 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](http://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](http://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](http://www.fundranker.com). We welcome your input.

## Top Eight Model Portfolio for November 2013

Fund Name (Symbol)	Purchase	Return to 10/31
1. Air Transportation (FSAIX)	10/2/2013	7.04%
2. Automotive (FSAVX)	5/6/2013	23.42%
3. Retailing (FSRPX)	9/4/2013	9.02%
4. Defense & Aerospace (FSDAX)	7/5/2013	13.15%
5. IT Services (FBSOX)	9/4/2013	4.98%
6. Biotechnology (FBIOX)	3/6/2013	34.03%
7. Software & Comp Svcs (FSCSX)	9/4/2013	8.89%
8. Health Care (FSPHX)	8/5/2013	5.95%

## Fundranker Exchanges for November

None

## Fundranker Invest New Money Date

Invest new money on November 4. Hold funds with new shares until at least December 4 to avoid roundtrip transactions.

## Optional Rebalancing Exchange Dates

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

## Upcoming Fundranker Exchange Date

*Fundranker* will exchange on December 2, which date will avoid roundtrip transactions even for funds held only one month as long as they were purchased no later than November 1.

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<i>Fundranker</i> Ratings for 10/31/13 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)	52.95*	21.32*	11.80*	7.97*	27.510	1
Automotive (FSAVX)	63.31*	25.46*	7.79	1.92	26.620	2
Banking (FSRBX)	29.77	17.66*	2.30	3.92	14.413	24
Biotechnology (FBIOX)	59.67*	21.39*	2.71	(3.12)	22.163	6
Brokerage & Investment Mgmt (FSLBX)	41.97*	15.53	5.59	5.69*	19.195	11
Chemicals (FSCHX)	31.43	14.15	8.60*	3.71	15.473	21
Communications Equipment (FSDCX)	35.36	16.50	3.39	0.18	13.858	25
Computers (FDCPX)	25.62	12.22	2.06	2.33	10.558	34
Construction & Housing (FSHOX)	22.51	5.40	1.63	1.98	7.880	37
Consumer Discretionary (FSCPX)	35.67	15.04	5.89	2.99	14.898	23
Consumer Finance (FSVLX)	27.51	13.14	3.13	2.21	11.498	31
Consumer Staples (FDFAX)	21.52	3.98	3.60	5.12*	9.555	36
Defense & Aerospace (FSDAX)	43.85*	23.21*	8.97*	4.15	23.045	4
Electronics (FSELX)	39.26	17.39	4.15	0.98	15.445	22
Energy (FSENX)	25.04	13.79	8.25*	3.95	13.758	26
Energy Service (FSESX)	34.05	16.41	10.76*	4.26	17.370	15
Environment & Alternative Energy (FSLEX)	37.50	16.49	6.41	3.47	15.968	20
Financial Services (FIDSX)	27.81	10.92	2.36	3.10	11.048	32
Gold (FSAGX)	(49.35)	(14.83)	(2.84)	(0.70)	(16.930)	39
Health Care (FSPHX)	45.06*	20.70*	7.21	3.76	21.183	8
Industrial Equipment (FSCGX)	30.85	17.64*	7.42	4.51*	17.105	16
Industrials (FCYIX)	36.81	18.21*	7.06	3.94	17.505	14
Insurance (FSPCX)	37.13	15.00	6.32	4.42*	16.718	17
IT Services (FBSOX)	42.09*	22.91*	9.34*	3.08	22.355	5
Leisure (FDLSX)	41.78*	14.95	8.79*	4.81*	20.583	10
Materials (FSDPX)	20.49	9.80	5.86	2.69	9.710	35
Medical Delivery (FSHCX)	25.20	14.98	3.13	2.99	11.575	30
Medical Equipment & Systems (FSMEX)	36.81	18.68*	6.74	5.70*	18.983	12
Multimedia (FBMPX)	40.50*	16.85	7.56	3.67	18.145	13
Natural Gas (FSNGX)	26.33	15.61	11.39*	5.07*	16.600	18
Natural Resources (FNARX)	20.33	14.02	9.49*	4.15	12.998	28
Pharmaceuticals (FPHAX)	31.95	11.29	5.57	3.76	13.143	27
Retailing (FSRPX)	40.67*	22.09*	9.04*	4.53*	23.083	3
Software & Computer Services (FSCSX)	39.44*	22.95*	10.06*	2.48	21.733	7
Technology (FSPTX)	24.57	17.39	6.48	0.59	12.258	29
Telecommunications (FSTCX)	21.48	5.79	5.95	5.15*	10.593	33
Transportation (FSRFX)	44.56*	16.28	8.14	5.69*	20.668	9
Utilities (FSUTX)	17.65	(0.28)	3.58	4.41	6.340	38
Wireless (FWRLX)	27.55	11.39	12.62*	4.85*	16.103	19

\*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

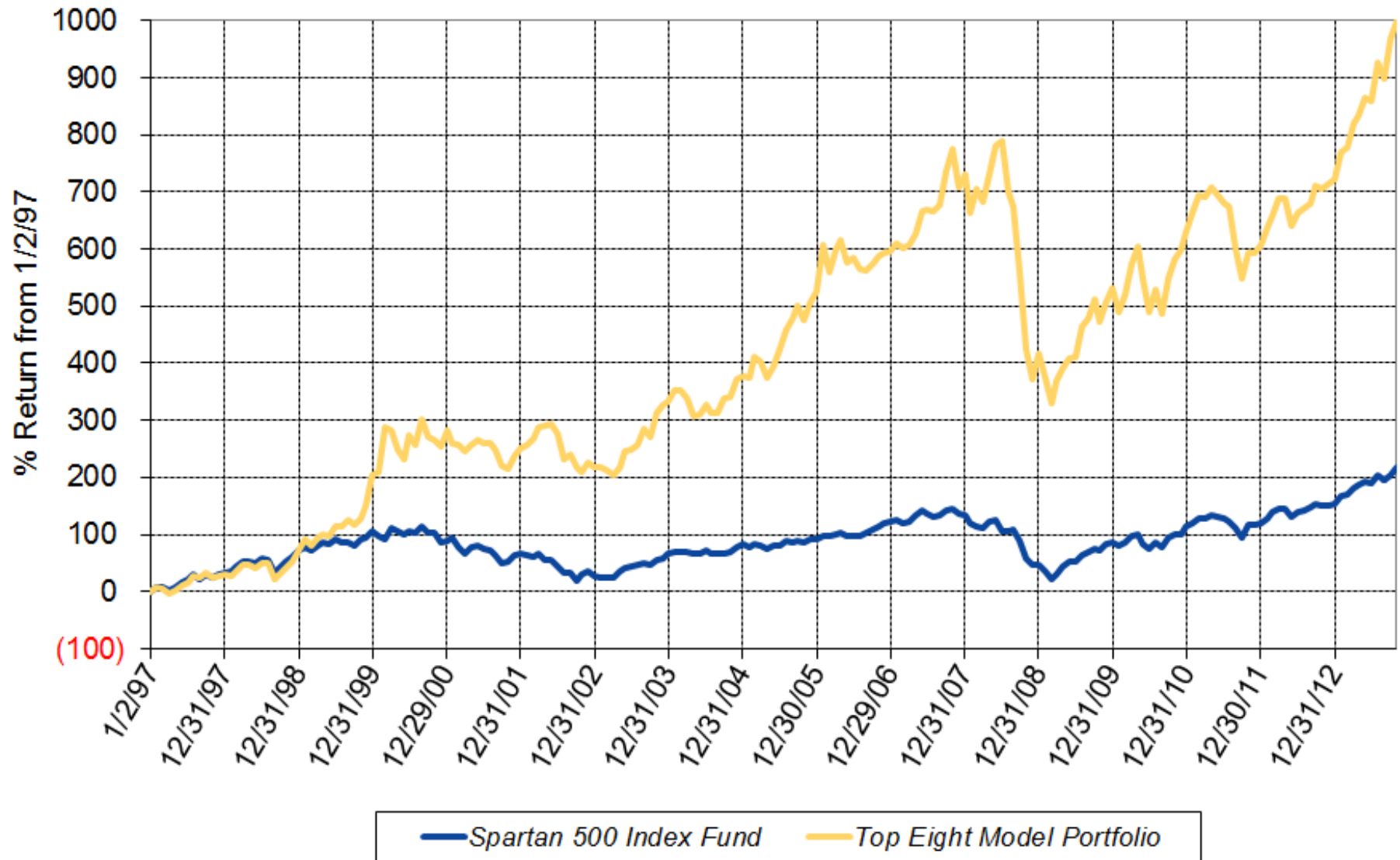
Sell on November 4, 2013

Buy on November 4, 2013

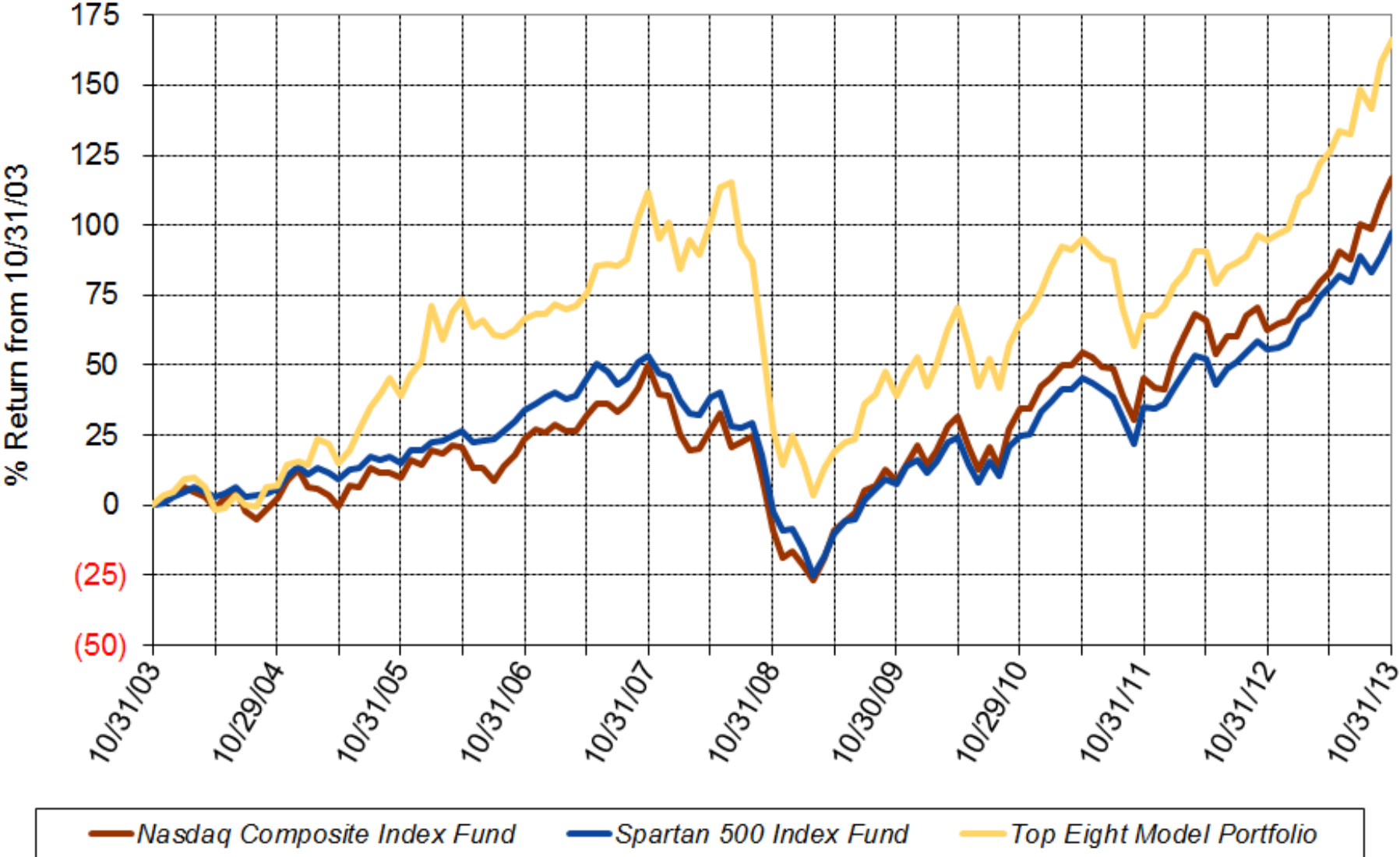
Hold

Fundranker Performance for October 2013													
9/30 Funds	9/30 Shares	9/30 Amount	<=10/2 Div Shrs	10/2 Shares	10/2 Amount	10/2 Funds	10/2 Shares	10/2 Amount	>10/2 Div Shrs	10/31 Shares	10/31 Amount	Oct Return	
FBIOX	182.414	32,008.18	none	182.414	32,602.85	FBIOX	180.670	32,291.08	none	180.670	30,712.09		
FSAVX	581.579	31,579.74	none	581.579	31,725.13	FSAVX	591.954	32,291.08	none	591.954	32,758.73		
FSPHX	174.074	31,503.91	none	174.074	31,907.76	FSDAX	285.635	32,291.08	none	285.635	33,690.65		
FBSOX	954.506	32,185.94	none	954.506	32,376.84	FSPHX	176.165	32,291.08	none	176.165	33,080.26		
FSDAX	284.263	32,192.78	none	284.263	32,135.93	FSRPX	391.977	32,291.08	none	391.977	33,345.48		
FSCSX	298.667	32,566.65	none	298.667	32,853.37	FBSOX	951.978	32,291.08	none	951.978	33,090.76		
FBMPX	426.750	32,168.42	none	426.750	32,368.99	FSAIX	609.151	32,291.08	none	609.151	34,563.23		
FSRPX	392.787	31,965.01	none	392.787	32,357.79	FSCSX	293.555	32,291.08	none	293.555	32,801.84		
<b>Top Eight</b>		<b>256,170.63</b>			<b>258,328.66</b>			<b>258,328.60</b>			<b>264,043.04</b>	<b>3.073</b>	
FNCMX1	1,584.044	79,946.70	none						none	1,584.044	83,130.63	3.983	
FUSEX1	1,217.017	72,874.98	none						6.053	1,223.070	76,221.72	4.592	
<b>Yearly Summaries</b>				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)					
<b>Yearly Summaries</b>				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					
<b>Yearly Summaries</b>				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					
<b>Yearly Summaries</b>				2012	2013 YTD								
				Return %	Return %								
<i>Top Eight Model Portfolio</i>				16.302	33.795								
Nasdaq Composite Index Fund				17.325	30.873								
Spartan 500 Index Fund - Investor Class				15.929	25.206								
<b>Lifetime Summary</b>				1/2/97 to 10/31/13		1/2/97 to 10/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				1,000.179		15.311							
Nasdaq Composite Index Fund				N/A		N/A							
Spartan 500 Index Fund - Investor Class				217.591		7.106							
<b>10-Year Summary</b>				10/31/03 to 10/31/13		10/31/03 to 10/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				166.186		10.286							
Nasdaq Composite Index Fund				116.977		8.054							
Spartan 500 Index Fund - Investor Class				103.643		7.371							
<b>5-Year Summary</b>				10/31/08 to 10/31/13		10/31/08 to 10/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				109.215		15.909							
Nasdaq Composite Index Fund				138.649		19.001							
Spartan 500 Index Fund - Investor Class				101.840		15.080							
<b>3-Year Summary</b>				10/29/10 to 10/31/13		10/29/10 to 10/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				61.046		17.215							
Nasdaq Composite Index Fund				61.206		17.254							
Spartan 500 Index Fund - Investor Class				58.005		16.473							
<b>1-Year Summary</b>				10/31/12 to 10/31/13		10/31/12 to 10/31/13							
				Total Return %		Average Annual Return %							
<i>Top Eight Model Portfolio</i>				36.833		17.215							
Nasdaq Composite Index Fund				33.246		17.254							
Spartan 500 Index Fund - Investor Class				27.059		16.473							

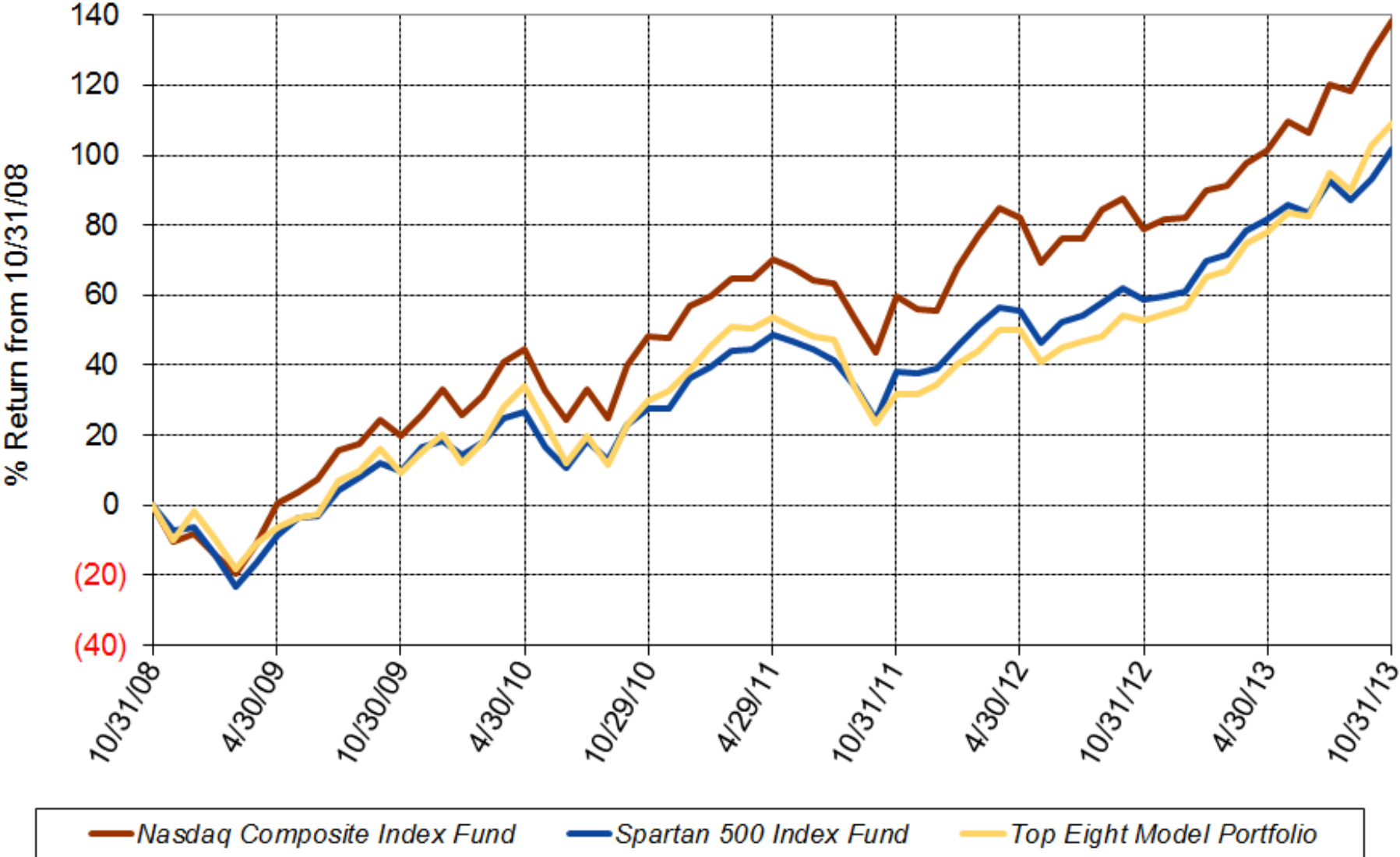
### Lifetime Chart



### 10-Year Chart

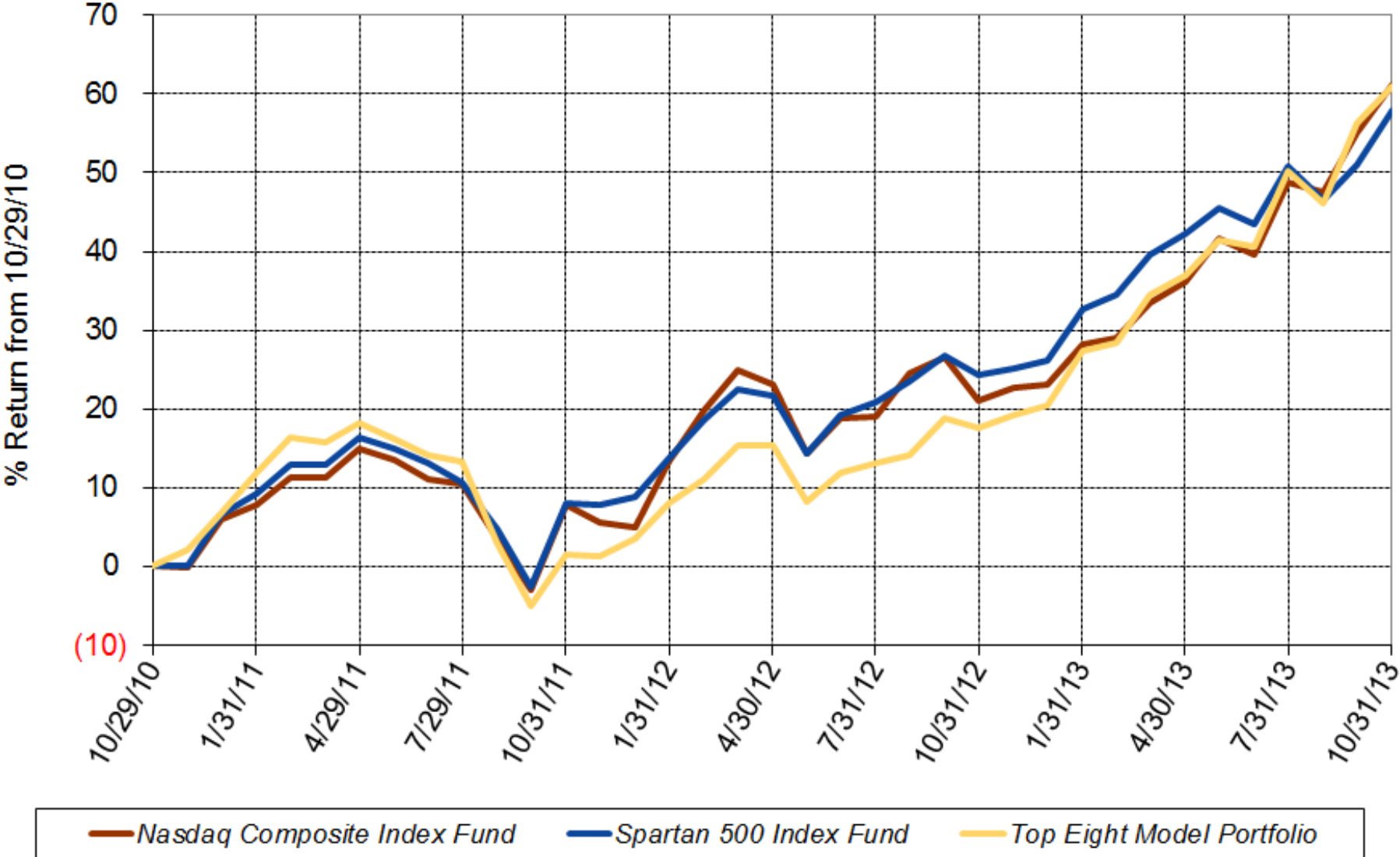


### 5-Year Chart

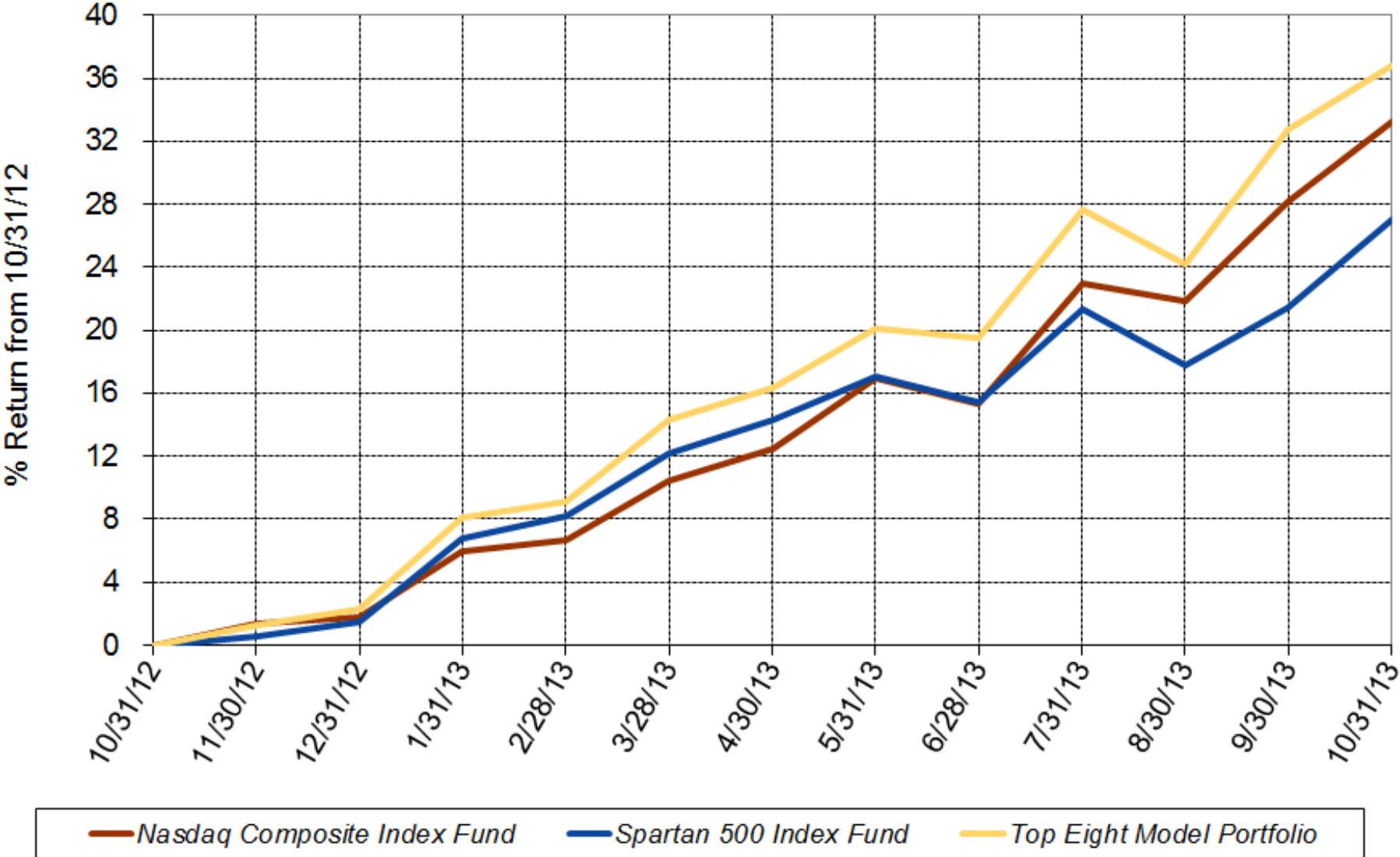




### 3-Year Chart



### 1-Year Chart





### Daily Chart October 2013

