

FIDELITY SELECT FUNDRANKER™

Volume 14 Issue 5

The Right Funds at the Right Time

May 2019

Broad Market Sets New All-Time Highs in April

The broad market S&P 500 Index hit several new all-time highs in April and ended the month at an all-time, as well.

Seven *Top Eight Model Portfolio* funds gained value in April. Semiconductors amazed with a one-month gain of 11.42%. Communication Services, Software & IT Services, and Construction & Housing excelled with one-month gains of 6.57%, 6.18%, and 5.63%. IT Services, Consumer Staples, and Utilities added one-month gains of 4.68%, 3.45%, and 1.57%. Medical Technology & Devices hit the *Top Eight Model Portfolio* with a one-month loss of 2.92%.

In April, the *Top Eight Model Portfolio* gained 3.657%, the Nasdaq Composite Index gained 4.989%, and the S&P 500 Index gained 4.046%. For YTD through April, the *Top Eight Model Portfolio* gained 15.796%, the Nasdaq Composite Index gained 22.493%, and the S&P 500 Index gained 18.249%.

Final Performance of Funds Sold on April 8

Fundranker exchanged four funds on April 8. Here are the returns they contributed to the *Top Eight Model Portfolio*:

Fund	Bought	Sold	Return
Communications Eqpt (FSDCX)	1/7/2019	4/8/2019	19.55%
Defense & Aerospace (FSDAX)	3/8/2019	4/8/2019	0.12%
Gold (FSAGX)	1/7/2019	4/8/2019	6.64%
Pharmaceuticals (FPHAX)	3/8/2019	4/8/2019	(0.43)%

Top Eight Model Portfolio Composition

In May, our *Top Eight Model Portfolio* heaviest weighting continues in Morningstar's Technology category. After our May exchanges, *Fundranker* will hold four of six Select funds in Morningstar's Technology category, two of six Select funds in the Consumer Cyclical category, one of five Select funds in the Industrials category, and one of five Select funds in the Consumer Financial category.

Bull Market Still Alive

The broad market S&P 500 index finally set new all-time closing highs this month, starting on April 12 on a total-return basis, that is, including reinvested dividends, as measured by the Fidelity 500 Index Fund, and starting on April 23 for the S&P 500 Index itself (which does not include reinvested dividends). On December 24, 2018, the S&P 500 Index closed down 19.358% from its September 20, 2018, all-time high on a total-return basis (19.778% for the S&P 500 Index itself), so it just missed suffering a bear market (closing down at least 20%). It was a heck of a correction, but with these new all-time highs, the current bull market that started from the March 9, 2009, closing bear market low during the Great Recession, has lasted over 10 years and again shown its staying power.

Is Current Bull Market the Longest since 1929?

It depends on rounding. The Financial Industry Regulatory Authority defines a bear market as a plunge of at least 20% from an all-time high. The bull market that ended in March, 2000, thus began in October, 1987, and lasted **4,494 days**. The 19.9% drop between July 16, and October 11, 1990, according to FINRA, did not interrupt that bull market, even though many analysts round that 19.9% up to 20% and say the 2000 bull market started October 11, 1990, which would make it shorter. So according to FINRA, our current bull would have to run to June 28, 2021, to tie that 4,494-day record.

Web Roll of Interesting Sites

[Bureau of Economic Analysis Current Releases](#)
[CME FedWatch Tool](#)
[Fidelity Viewpoints](#)
[Project Syndicate Economics & Finance](#)
[Schwab Market Perspective](#) (most recent article)
[Trading Economics US GDP Annual Growth Rate](#)

Fund Spotlight

[Construction & Housing](#), one of six Select funds in Morningstar's Consumer Cyclical category, began operations on 9/29/1986. The fund primarily invests in companies engaged in the design and construction of residential, commercial, industrial and public works facilities, as well as companies engaged in the manufacture, supply, distribution, or sale of construction and housing products or services. Neal Nabar has managed the fund since 9/1/2016.

As of 3/31/2019, Construction & Housing's top 10 holdings made up 65.53% of the portfolio, and its top five holdings were Home Depot Inc, Lowes Cos Inc, Equity Residential REIT, Essex property Trust Inc, and D R Horton Inc. As of 3/31/2019, its top five sub-industry holdings were home improvement retail at 34.54%, residential REITs at 17.17%, building products at 16.04%, home building at 13.40%, and construction and engineering at 7.93%. Domestic equities made up 99.25% of the fund's assets and cash and net other assets the remaining 0.75%.

Fundranker's Top Eight Model Portfolio has held Construction & Housing 21 times for a total of 54 months with an average monthly loss of 0.13%. *Fundranker's* longest holding periods for Housing & Construction were nine months from 11/2/2001 to 8/2/2002 and again from 11/7/2011 to 8/2/2012. Our biggest gain was 24.17% for eight months from 9/4/2012 to 4/30/2013.

Questions and Suggestions

Do you have a question about the *Fidelity Select Fundranker* newsletter, methodology, or website, or a suggestion about how to improve our service? Check out the wealth of information posted on our [website](#), or click the [Contact Us](#) link in the heading or footer of any page on our website.

Top Eight Model Portfolio for May 2019

Fund Name (Symbol)	Purchase	Return to 4/30
1. Semiconductors (FSELX)	4/8/2019	4.88%
2. IT Services (FBSOX)	2/6/2019	9.89%
3. Software & IT Services (FSCSX)	3/8/2019	15.94%
4. Communication Services (FBMPX)	4/8/2019	3.54%
5. Industrials (FCYIX)	5/8/2019	
6. Construction & Housing (FSHOX)	4/8/2019	5.43%
7. Consumer Finance (FVLX)	5/8/2019	
8. Communications Eqpt (FSDCX)	5/8/2019	

Funds to be sold on May 8:

16. Consumer Staples (FDFAX)	4/8/2019	3.61%
17. Utilities (FSUTX)	11/5/2018	8.05%
22. Medical Tech & Devices (FSMEX)	6/6/2018	8.33%

Fundranker Exchanges for May 8

Sell Utilities (FSUTX),
buy Industrials (FCYIX)
Sell Consumer Staples (FDFAX),
buy Consumer Finance (FVLX)
Sell Medical Technology & Devices (FSMEX),
buy Communications Eqpt (FSDCX)

Start a New Portfolio

May 2 ([see new portfolio FAQ](#)).

Optional Rebalancing Exchange Dates

Held funds: May 2; New funds: May 8 ([see rebalancing FAQ](#))

Upcoming Fundranker Exchange Dates

If no new funds are to be exchanged, *Fundranker* will exchange on June 3, our [early exchange date](#); otherwise, to avoid roundtrip transactions, *Fundranker* will exchange on June 7, our [late exchange date](#).

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<i>Fundranker</i> Ratings for 4/30/19 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)	7.51	8.25	6.02	4.35	6.533	23
Automotive (FSAVX)	(0.76)	5.58	2.89	3.90	2.903	29
Banking (FSRBX)	(0.78)	6.12	7.61	8.70*	6.413	24
Biotechnology (FBIOX)	1.59	5.34	1.81	(4.26)	1.120	31
Brokerage & Investment Mgmt (FSLBX)	(1.39)	10.19	8.08	8.30*	7.295	21
Chemicals (FSCHX)	(4.98)	7.50	6.20	3.97	3.173	27
Communication Services (FBMPX)	27.58*	14.28*	10.60	6.57*	17.758	4
Communications Equipment (FSDCX)	15.67*	14.46*	13.65*	4.13	14.978	8
Computers (FDCPX)	11.35	6.61	9.11	7.31*	9.595	18
Construction & Housing (FSHOX)	15.17*	20.02*	14.15*	5.63	16.743	6
Consumer Discretionary (FSCPX)	14.90*	14.07*	10.84*	5.83	14.410	10
Consumer Finance (FSVLX)	15.67*	14.68*	12.81*	6.70*	16.465	7
Consumer Staples (FDFAX)	14.14	9.65	11.49*	3.45	10.683	16
Defense & Aerospace (FSDAX)	8.66	12.22	8.77	4.55	8.550	19
Energy (FSENX)	(15.45)	(2.39)	5.82	2.83	(2.298)	35
Energy Service (FSESX)	(36.91)	(19.78)	0.20	(2.76)	(14.813)	38
Environment & Alternative Energy (FSLEX)	11.19	16.14*	10.07	4.08	11.370	15
Financial Services (FIDSX)	1.61	8.10	8.43	7.86*	7.500	20
Gold (FSAGX)	(6.91)	10.01	(6.76)	(6.57)	(2.558)	36
Health Care (FSPHX)	5.97	(0.27)	(3.66)	(4.33)	(0.573)	34
Health Care Services (FSHCX)	1.36	(11.78)	(12.05)	(2.98)	(6.363)	37
Industrials (FCYIX)	13.95	17.49*	16.56*	9.49*	17.373	5
Insurance (FSPCX)	7.42	13.94*	10.17	6.39*	11.480	14
IT Services (FBSOX)	26.08*	20.98*	18.18*	4.68	20.480	2
Leisure (FDLSX)	9.96	16.44*	11.52*	5.25	12.793	12
Materials (FSDPX)	(6.29)	8.60	6.27	3.07	2.913	28
Medical Technology & Devices (FSMEX)	17.44*	6.22	1.60	(2.92)	6.585	22
Natural Gas (FSNGX)	(10.89)	(1.50)	7.52	2.86	(0.503)	33
Natural Resources (FNARX)	(11.40)	3.07	6.95	2.94	0.390	32
Pharmaceuticals (FPHAX)	11.82	2.73	3.11	(3.79)	3.468	26
Retailing (FSRPX)	16.47*	13.03	10.77	5.75	12.505	13
Semiconductors (FSELX)	20.26*	30.01*	21.25*	11.42*	24.735	1
Software & IT Services (FSCSX)	23.55*	17.23*	16.77*	6.18*	19.933	3
Technology (FSPTX)	11.38	13.69	19.65*	6.42*	14.785	9
Telecommunications (FSTCX)	7.16	(0.61)	3.44	0.91	2.725	30
Transportation (FSRFX)	8.01	6.38	5.85	3.25	5.873	25
Utilities (FSUTX)	16.93*	9.19	8.43	1.57	10.030	17
Wireless (FWRLX)	14.73*	8.93	13.43*	5.95*	13.760	11

*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 May 8, 2019

Buy on May 8, 2019

Hold

Fundranker Performance for April 2019

3/29	3/29	3/29	<=4/8	4/8	4/8	4/8	4/8	4/8	4/8	>4/8	4/30	4/30	Apr
Funds	Shares	Amount	Div Shrs	Shares	Amount	Funds	Shares	Amount	Div Shrs	Shares	Amount	Return	
FBSOX	860.565	58,466.79	none	860.565	59,043.36	FBSOX	833.634	57,195.62	4.354	837.988	59,287.65		
FSDCX1,403.309	56,960.31	none	1,403.309	59,121.41	FSCSX2,922.617	57,195.62	311.397	3,234.014	59,861.60				
FSAGX2,889.553	55,421.63	none	2,889.553	55,681.69	FBMPX	719.895	57,195.62	218.495	938.390	59,221.79			
FSDAX3,306.299	54,520.87	none	3,306.299	55,314.38	FSUTX	651.060	57,195.62	none	651.060	58,198.25			
FSUTX	640.782	56,395.22	none	640.782	56,292.70	FDFA	710.064	57,195.62	none	710.064	59,261.94		
FSCSX3,000.992	57,889.14	none	3,000.992	58,729.41	FSMEX1,067.680	57,195.62	none	1,067.680	55,711.54				
FSMEX1,062.467	57,107.60	none	1,062.467	56,916.36	FSELX	5,596.440	57,195.62	4.317	5,600.757	59,984.11			
FPHAX2,632.123	56,274.79	69.585	2,701.708	56,465.70	FSHOX1,014.107	57,195.62	none	1,014.107	58,077.91				
Top Eight	453,036.35			457,565.01				457,565.00			469,604.79	3.657	
FNCMX1,718.730	172,594.87	none						none	1,718.730	181,205.70	4.989		
FXAIX	1,385.026	137,103.72	7.912					none	1,392.938	142,650.78	4.046		

Yearly Summaries	1997	1998	1999	2000	2001	2002
	Return %	Return %	Return %	Return %	Return %	Return %
<i>Top Eight Model Portfolio</i>	29.144	33.441	76.892	25.824	(8.468)	(9.333)
Nasdaq Composite Index Fund	N/A	N/A	N/A	N/A	N/A	N/A
Fidelity 500 Index Fund - Investor Class	33.628	28.498	20.633	(9.132)	(12.054)	(22.173)

Yearly Summaries	2003	2004	2005	2006	2007	2008
	Return %	Return %	Return %	Return %	Return %	Return %
<i>Top Eight Model Portfolio</i>	35.952	10.340	31.341	10.863	19.463	(37.882)
Nasdaq Composite Index Fund	N/A	8.598	1.902	10.031	10.497	(40.041)
Fidelity 500 Index Fund - Investor Class	28.487	10.733	4.858	15.712	5.426	(37.047)

Yearly Summaries	2009	2010	2011	2012	2013	2014
	Return %	Return %	Return %	Return %	Return %	Return %
<i>Top Eight Model Portfolio</i>	22.518	15.464	(3.133)	16.302	43.354	13.946
Nasdaq Composite Index Fund	44.959	17.811	(0.957)	17.325	39.746	14.602
Fidelity 500 Index Fund - Investor Class	26.502	14.842	2.036	15.929	32.251	13.590

Yearly Summaries	2015	2016	2017	2018	2019 YTD
	Return %	Return %	Return %	Return %	Return %
<i>Top Eight Model Portfolio</i>	4.592	7.248	11.784	0.328	15.796
Nasdaq Composite Index Fund	6.818	8.787	29.245	(3.178)	22.493
Fidelity 500 Index Fund - Investor Class	1.366	11.870	21.722	(4.434)	18.249

Lifetime Summary	1/2/97 to 4/30/19	1/2/97 to 4/30/19
	Total Return %	Average Annual Return %
<i>Top Eight Model Portfolio</i>	1,856.687	14.243
Nasdaq Composite Index Fund	N/A	N/A
Fidelity 500 Index Fund - Investor Class	494.378	8.308

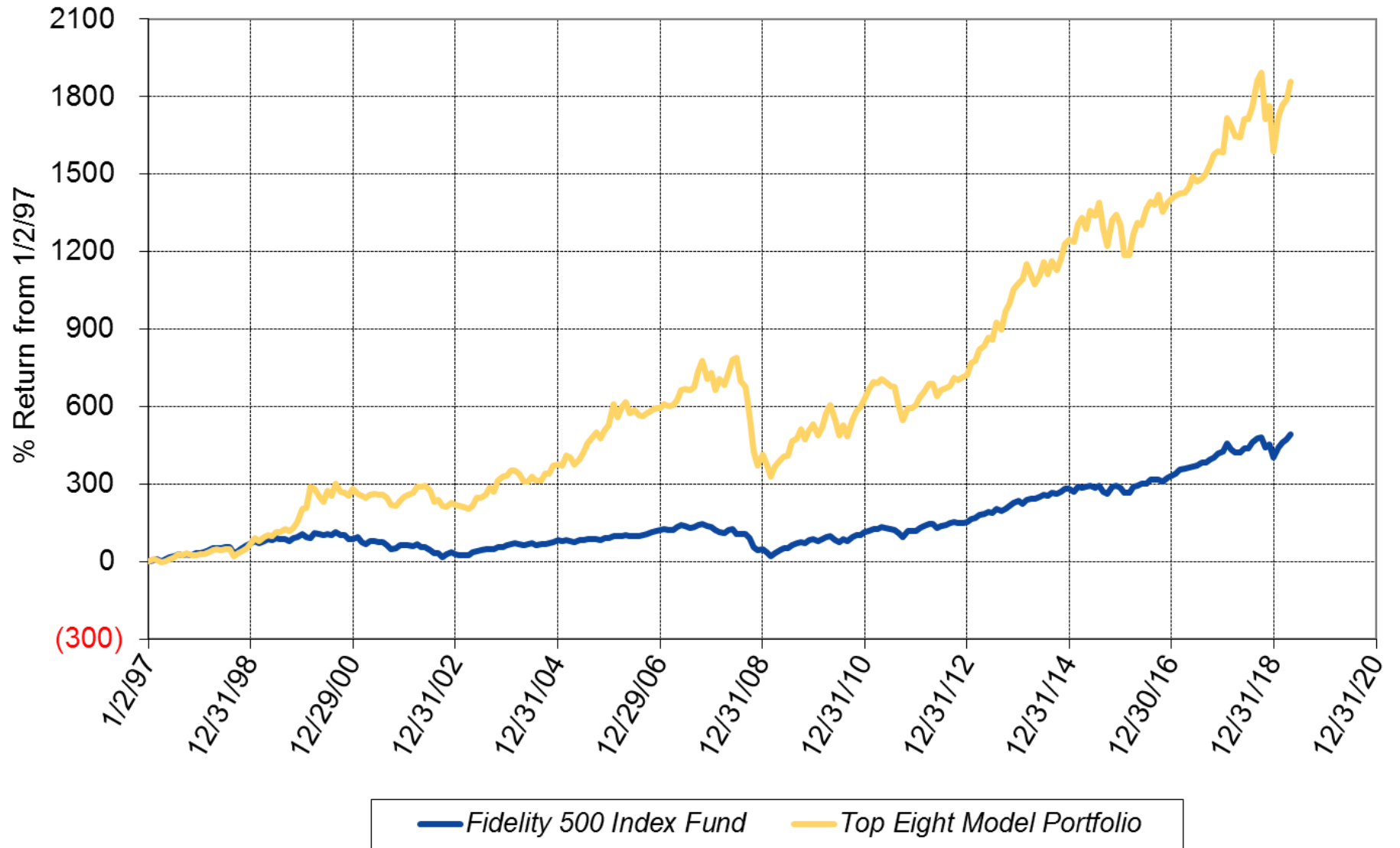
10-Year Summary	4/30/09 to 4/30/19	4/30/09 to 4/30/19
	Total Return %	Average Annual Return %
<i>Top Eight Model Portfolio</i>	297.647	14.802
Nasdaq Composite Index Fund	418.384	17.887
Fidelity 500 Index Fund - Investor Class	312.853	15.234

5-Year Summary	4/30/14 to 4/30/19	4/30/14 to 4/30/19
	Total Return %	Average Annual Return %
<i>Top Eight Model Portfolio</i>	66.917	10.790
Nasdaq Composite Index Fund	106.665	15.625
Fidelity 500 Index Fund - Investor Class	72.806	11.561

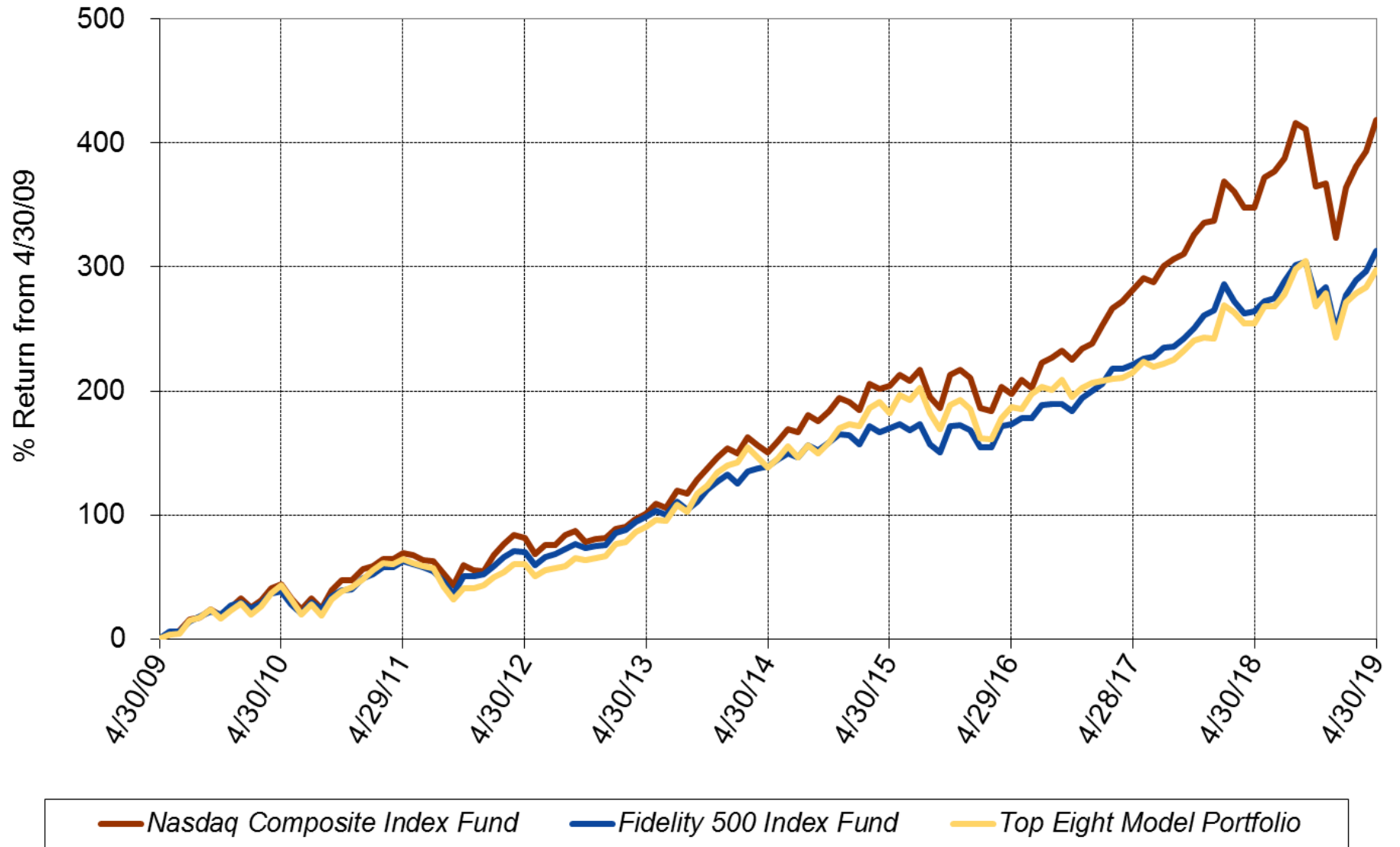
3-Year Summary	4/29/16 to 4/30/19	4/29/16 to 4/30/19
	Total Return %	Average Annual Return %
<i>Top Eight Model Portfolio</i>	38.661	11.511
Nasdaq Composite Index Fund	74.118	20.304
Fidelity 500 Index Fund - Investor Class	51.299	14.801

1-Year Summary	4/30/18 to 4/30/19
	Total Return %
<i>Top Eight Model Portfolio</i>	12.249
Nasdaq Composite Index Fund	15.715
Fidelity 500 Index Fund	13.479

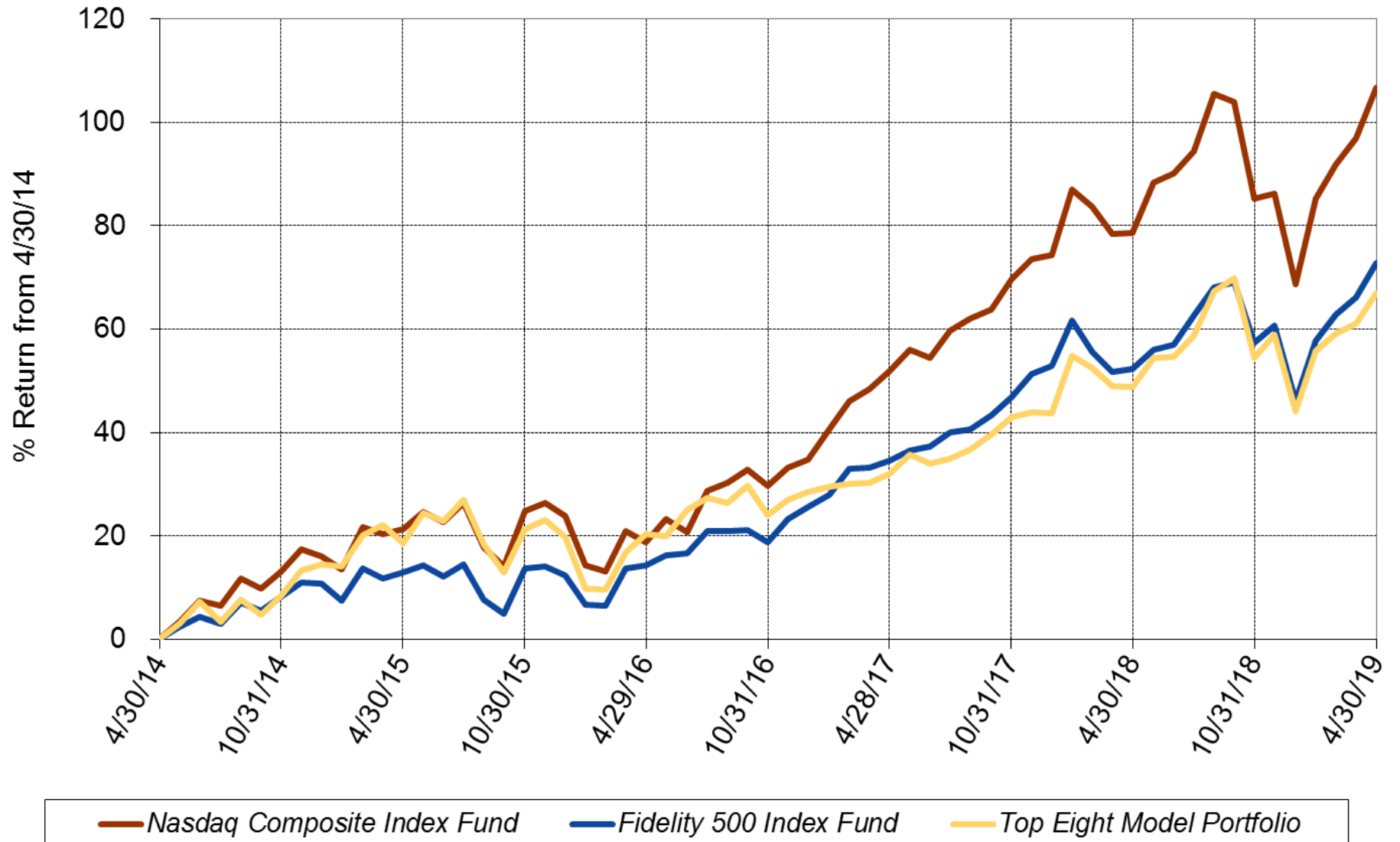
Lifetime Chart



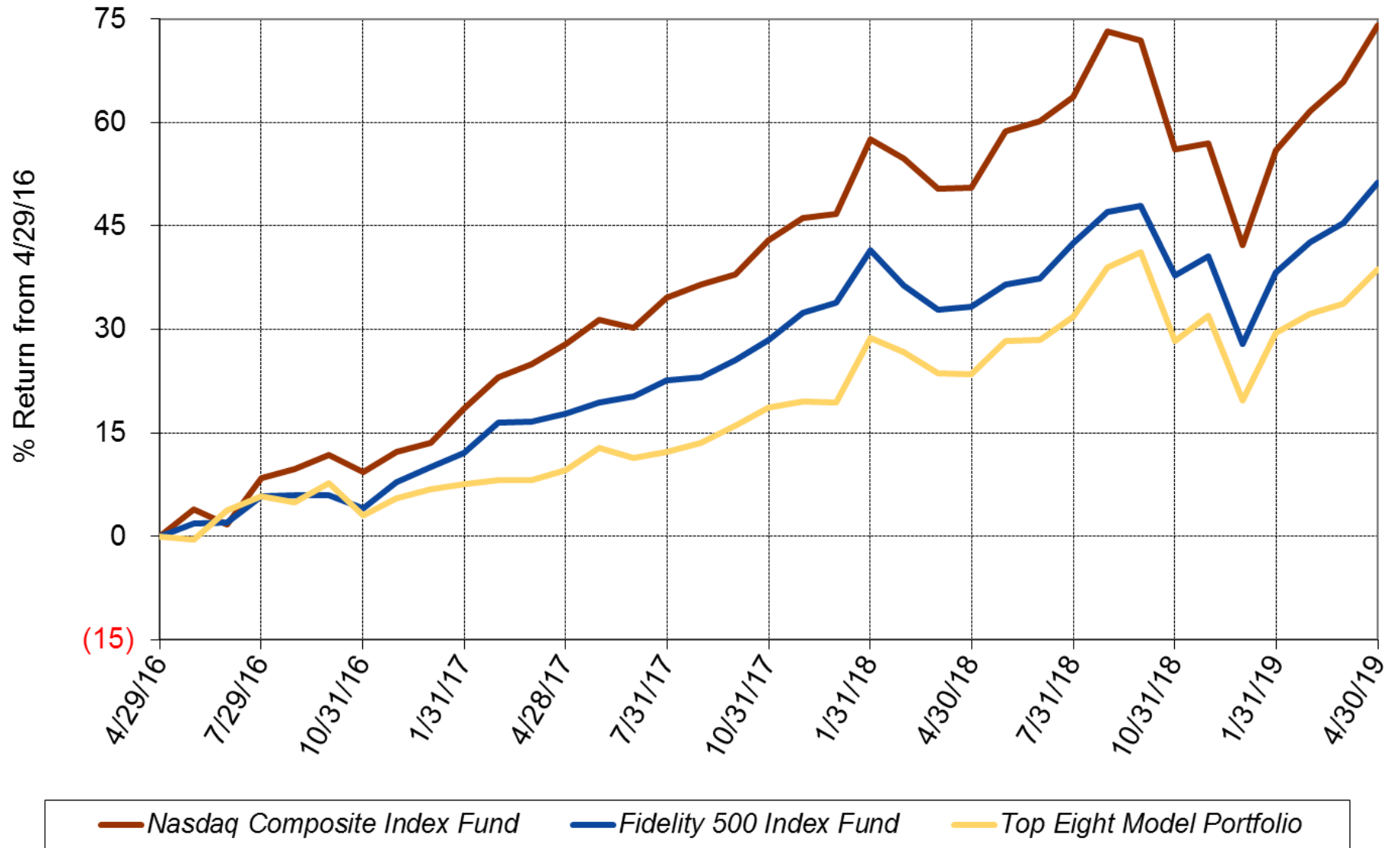
10-Year Chart



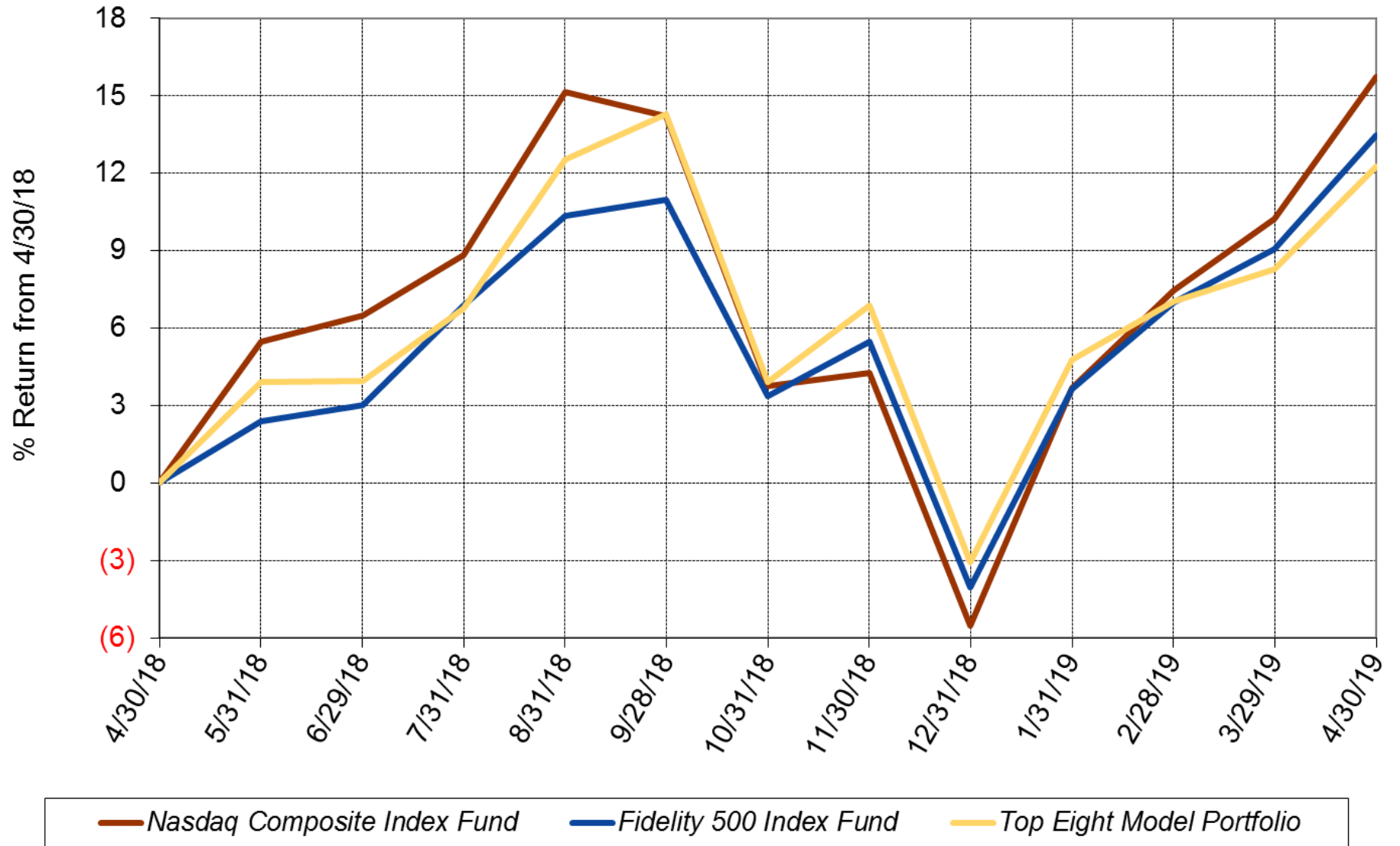
5-Year Chart



3-Year Chart



1-Year Chart



Daily Chart April 2019

