

FIDELITY INSIGHT

THE INDEPENDENT REPORT ON FIDELITY FUNDS

DECEMBER 2011

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MARKET OUTLOOK

Focus On European Crisis Masks Better News At Home

Europe continues to grab all the headlines these days, and rightly so, as it grapples with a severe debt crisis that threatens to push the entire continent into a serious recession or worse. You are probably as tired of hearing about it as I am of writing about it, but nevertheless, it is the biggest risk for our stock market right now, and will probably remain so until some “solution” is reached.



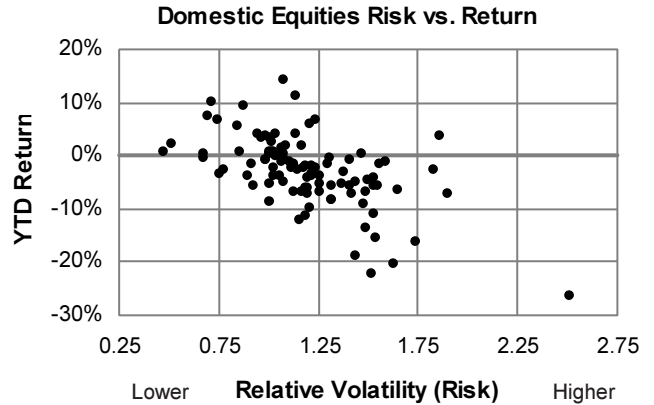
John Boyd

As for reaching a solution, the series of proposals advanced so far by European leaders — none of which would be nearly enough to get the job done, even if their glaring lack of details could be ironed out — reminds me of Winston Churchill’s quote about the US: “You can always count on Americans to do the right thing — after they’ve tried everything else.”

The problem in Europe is that there are no good solutions, only more or less painful ones. No one wants to advocate for a painful solution, so they will try everything else first. The “good” news is that the European bond markets are quick to react to half-measures and poorly detailed plans by pushing bond yields even higher, forcing the leaders to try again. This leads me to believe they will eventually “do the right thing.”

Of course, what the ultimate outcome will be is unclear at this point. While all the effort to date has been

A RETURN TO RISK AHEAD?



*This year it has been mostly a “risk off” or defensive market. In general, the funds with the lowest relative volatilities have had the best returns as shown in the chart, which plots the risk level and YTD return of Fidelity’s domestic stock funds. But if there is some resolution in the European debt crisis, it will likely be a “risk on” market again, and the more volatile funds stand to gain the most. Among Selects, this includes **Energy** and **Construction & Housing** (just upgraded, see p. 8) and yes, the financials. Among general stock funds this includes small- and mid-caps such as **Aggressive Growth Model** holdings **Stock Selector Small Cap** and **Value Strategies**.*

directed at saving the European Union, my, perhaps minority, opinion is that it will not survive, at least as currently constituted.

The plan *du jour* from Germany and France is to create a supranational body that would exert fiscal control over the individual countries in the EU presumably to pave the way for more back-stopping of PIIGs debt. While this is clearly what should have been done when the EU was originally created, it is unlikely to happen now. If workers are rioting in the streets of Greece over austerity measures proposed by their own government, it is hard to imagine them embracing the idea of such measures from an “outside” body.

I expect that several of the peripheral countries will end up leaving the union and returning to their old currencies at substantially devalued levels. In that scenario their debt becomes more manageable, and just as important, their economies have a chance to grow again as their export goods become much cheaper.

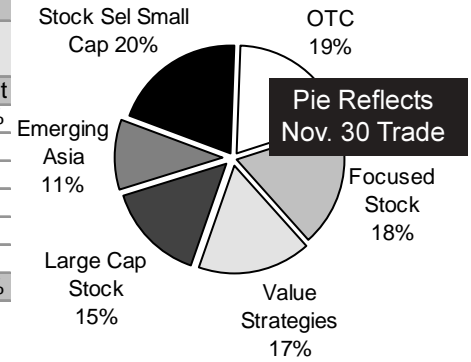
INSIDE INSIGHT

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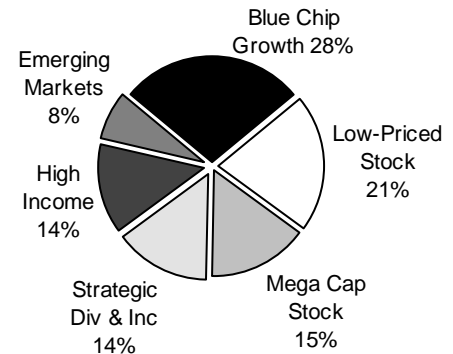
FIDELITY INSIGHT MODEL PORTFOLIOS - NOVEMBER 30, 2011

| Aggressive Growth Model | | Rel Vol: 1.20 | Est. Yield: 0.9% | YTD Return: -3.4% | | |
|------------------------------------|--------|---------------|------------------|-------------------|-------------------------------|---------------|
| Current Asset Allocation | | Stocks 98.7% | Bonds 0.0% | Cash 1.3% | Alternative ¹ 0.0% | Foreign 24.7% |
| Holdings | Ticker | Alloc | NAV | Shares | Value | Nov Ret |
| OTC | FOCPX | 19% | \$56.00 | 542.94 | \$30,404 | -3.0% |
| Emerging Asia | FSEAX | 18 | 26.70 | 1,042.38 | 27,832 | -2.3 |
| Focused Stock | FTQGX | 18 | 13.75 | 2,008.32 | 27,614 | -1.6 |
| Value Strategies | FLSX | 17 | 25.37 | 1,027.15 | 26,059 | -0.4 |
| Large Cap Stock | FLCSX | 15 | 17.01 | 1,343.49 | 22,853 | -1.1 |
| Stock Sel Small Cap | FDSCX | 13 | 17.99 | 1,127.28 | 20,280 | -0.3 |
| Current Value (4/7/99 = \$100,000) | | | | | \$155,042 | -1.6% |



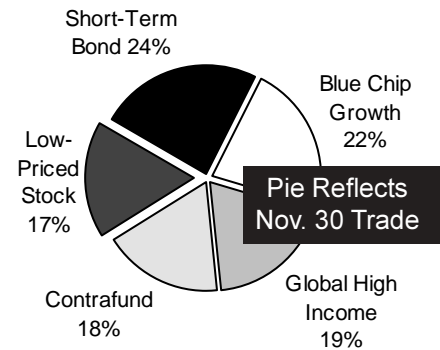
For aggressive members who have no need for income or principal for more than 10 years. Target volatility range: 0.50-1.50.

| Growth Model | | Rel Vol: 0.97 | Est. Yield: 2.0% | YTD Return: -1.7% | | |
|------------------------------------|--------|---------------|------------------|-------------------|--------------------------------|---------------|
| Current Asset Allocation | | Stocks 80.3% | Bonds 0.0% | Cash 2.8% | Alternative ¹ 16.9% | Foreign 18.5% |
| Holdings | Ticker | Alloc | NAV | Shares | Value | Nov Ret |
| Blue Chip Growth | FBGRX | 28% | \$43.14 | 7,051.05 | \$304,182 | -2.4% |
| Low-Priced Stock | FLPSX | 21 | 35.98 | 6,221.59 | 223,853 | -1.6 |
| Mega Cap Stock | FGRTX | 15 | 9.99 | 16,136.40 | 161,203 | -0.5 |
| Strategic Div & Inc | FSDIX | 14 | 10.81 | 14,317.69 | 154,774 | -0.9 |
| High Income | SPHIX | 14 | 8.50 | 17,847.69 | 151,705 | -2.5 |
| Emerging Markets | FEMKX | 8 | 21.77 | 3,812.35 | 82,995 | -2.1 |
| Current Value (1/1/87 = \$100,000) | | | | | \$1,078,712 | -1.7% |



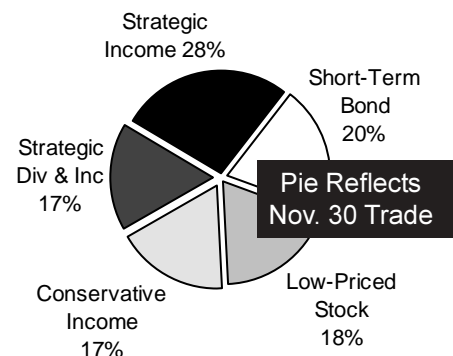
For moderately aggressive members who want equity-dominated portfolios and have no income needs for at least 10 years. Target volatility range: 0.50-1.00.

| Growth & Income Model | | Rel Vol: 0.65 | Est. Yield: 0.9% | YTD Return: -0.5% | | |
|------------------------------------|--------|---------------|------------------|-------------------|--------------------------------|---------------|
| Current Asset Allocation | | Stocks 62.1% | Bonds 24.4% | Cash 2.4% | Alternative ¹ 11.1% | Foreign 11.0% |
| Holdings | Ticker | Alloc | NAV | Shares | Value | Nov Ret |
| Short-Term Bond | FSHBX | 24% | \$8.48 | 25,955.85 | \$220,106 | -0.3% |
| Blue Chip Growth | FBGRX | 22 | 43.14 | 4,573.57 | 197,304 | -2.4 |
| Contrafund | FCNTX | 18 | 68.29 | 2,317.01 | 158,229 | -0.7 |
| Low-Priced Stock | FLPSX | 17 | 35.98 | 4,385.71 | 157,798 | -1.6 |
| Floating Rate Hi Income | FFRHX | 12 | 9.63 | 11,408.24 | 109,861 | -0.7 |
| Pacific Basin | FPBFX | 7 | 22.55 | 2,596.92 | 58,561 | -1.8 |
| Current Value (1/1/87 = \$100,000) | | | | | \$901,858 | -1.2% |



A good choice for members retiring in five-10 years looking for less volatility than the market. Seeks a yield in excess of the S&P 500. Target volatility range: 0.25-0.75.

| Income & Preservation Model | | Rel Vol: 0.45 | Est. Yield: 1.9% | YTD Return: -1.3% | | |
|------------------------------------|--------|---------------|------------------|-------------------|--------------------------------|--------------|
| Current Asset Allocation | | Stocks 34.8% | Bonds 37.4% | Cash 3.9% | Alternative ¹ 23.9% | Foreign 6.1% |
| Holdings | Ticker | Alloc | NAV | Shares | Value | Nov Ret |
| Floating Rate Hi Income | FFRHX | 22% | \$9.63 | 12,040.95 | \$115,954 | -0.7% |
| Short-Term Bond | FSHBX | 20 | 8.48 | 12,843.97 | 108,917 | -0.3 |
| Low-Priced Stock | FLPSX | 18 | 35.98 | 2,765.91 | 99,517 | -1.6 |
| Conservative Income | FCONX | 17 | 9.97 | 9,431.20 | 94,029 | -0.1 |
| Strategic Div & Inc | FSDIX | 17 | 10.81 | 8,356.61 | 90,335 | -0.9 |
| Total Int'l Equity | FTIEX | 6 | 6.55 | 4,994.01 | 32,711 | -2.1 |
| Current Value (1/1/87 = \$100,000) | | | | | \$541,463 | -0.8% |



For members needing income and protection of their purchasing power against inflation. Seeks a yield in excess of the S&P 500. Target volatility range: 0.10-0.50.

¹Alternative investments include such areas as high-yield bonds, commodities, real estate. Portfolio trades and total returns do not take taxes into account, however, redemption and exchange fees are included. Some percentage figures may not sum to 100 due to rounding. Dividends are reinvested. Consider the tax implications of trades before you decide to buy or sell any fund. Any trades are detailed on p. 3 and are announced on Friday evening Hotline updates via telephone, e-mail, and web (see p. 12). **Annuity Model Portfolios** are on p. 10.

This outcome would undoubtedly be a short-term negative for the world's stock markets, but I think we are in a reasonable position to weather that storm and come out stronger. A smaller, fiscally stronger EU would mean the euro would gain in value versus the dollar and that would make our exports more competitive with Germany, the big exporter in the union (the periphery don't really compete with our exporters).

Whatever the final outcome, after an initial negative impact, the removal of the huge cloud of uncertainty should be a plus for the stock market. We saw that clearly in the last trading day in November when central banks around the world provided short-term liquidity to European banks and the markets rallied sharply.

US Economy Improving

While all eyes are fixed on Europe, back here at home recent economic data has been better than expected.

Unemployment claims have been under 400,000 for three of the past four weeks, while industrial production, durable goods orders, and leading economic indicators all surprised to the upside this month. While GDP for the third quarter was revised down to 2.0% from 2.5%, that is still a positive trend from the first and second quarters. Moreover, a good part of the downward revision was due to less inventory building than expected, which is positive for future growth (with low inventory levels, any increase in demand will translate into increased production).

Without a severe shock from Europe (which is still possible) our economy should avoid recession and continue its slow growth trajectory. While we expect the markets to remain difficult in the near term our outlook for the year ahead is for positive returns for stocks, though it could be a bit rough early. ■

— John M. Boyd

WHICH FUNDS SHOULD YOU BUY NOW!

Equity Funds: **Blue Chip Growth**, **Focused Stock**, **Growth Co.** and **OTC** remain our top large-cap growth picks. **Strategic Dividend & Income** (listed among Specialty funds in our *Scorecard*) is our large-cap value option. **Low-Priced Stock** and **Stock Selector Small Cap** ply mostly the mid- and small-cap arenas, respectively (see below and p. 12); **Contrafund** is a more conservative “all-cap” approach to growth.

Bond Funds: **Short-Term Bond** affords limited interest-rate risk. **Conservative Income** gets you a bit more yield than a money market fund.

International Funds: **Emerging Asia** and **Emerging Markets** are long-term bets in the developing markets.

High Yield Fund: **Capital & Income** is an aggressive play on improving company balance sheets, with a bit of stocks added in. **High Income** is a less risky alternative with no stock exposure. **Strategic Income** is a diversified bond fund that owns domestic high-yield, emerging market debt, developed foreign debt and US government debt. ■

MODEL PORTFOLIO TRADES

As announced on our November 25 Hotline, on Wednesday November 30, we made trades in three of our Model Portfolios as detailed below.

| Action | Fund (ticker) | Shares | Price | Value | Old % | New % |
|--|-----------------------------|-----------|---------|--------------|-------|-------|
| Aggressive Growth Model | | | | | | |
| Sold 2/5: | Emerging Asia (FSEAX) | 416.95 | \$26.70 | \$11,132.61 | 18% | 11% |
| Added to: | Stk Sel Sm Cap (FDSCX) | 618.82 | \$17.99 | \$11,132.61 | 13% | 20% |
| Growth & Income Model | | | | | | |
| Sold: | Float Rate High Inc (FFRHX) | 11,408.24 | \$9.63 | \$109,861.31 | 12% | 0% |
| Sold: | Pacific Basin (FPBFX) | 2,596.92 | \$22.55 | \$58,560.52 | 7% | 0% |
| Bought: | Global High Inc (FGHNX) | 18,366.61 | \$9.17 | \$168,421.83 | 0% | 19% |
| Income & Preservation Model | | | | | | |
| Sold: | Float Rate High Inc (FFRHX) | 12,040.95 | \$9.63 | \$115,954.33 | 22% | 0% |
| Sold: | Total Int'l Equity (FTIEX) | 4,994.01 | \$6.55 | \$32,710.76 | 6% | 0% |
| Bought: | Strategic Inc (FSICX) | 13,551.97 | \$10.97 | \$148,665.09 | 0% | 28% |

In the Aggressive Growth Model, we are reducing our exposure to emerging market stocks in favor of domestic equities. **Stock Selector Small Cap** is also a volatile fund, but we like its new sector-focused investment team (see p. 12).

In our Growth & Income and Income & Preservation Models, we are eliminating our international stock exposures, as well as our positions in **Floating Rate High Income**, a short-term high-yield bond fund.

In the Growth & Income Model these two exposures are replaced with **Global High Income**. It owns a mix of longer-term high yield bonds in the US, foreign developed markets and emerging markets. (Its 30-day yield tops 5.5%.) This will modestly reduce the model's risk. In the Income & Preservation Model, we are buying the even more diversified multi-sector **Strategic Income**, which is detailed in *Which Funds To Buy Now!* above. This will also reduce that model's risk a bit.

Potential Tax Consequences and Trading Fees

Stock Selector Small Cap is estimated to declare a \$0.065 per share distribution on Dec. 2 (less than 0.5% of NAV), while Strategic Income is expected to declare a larger \$0.255 per share distribution (about 2.3% of NAV) on Dec 12, so postponing your trade (in a taxable account only) may make sense (see p. 4). Elsewhere, short-term (redemption) trading fees of varying degrees apply on all of the funds sold above (see *Scorecard*). Depending on your holding period, again, you may wish to postpone the trades. ■

A Few Fairly Large Distributions You May Wish To Avoid

For all the obvious advantages of investing in a professionally managed mutual fund, the one potential negative is taxes. As the end of the year approaches, investors looking to purchase a fund in a taxable account need to be aware of potentially significant year-end distributions. (In a tax-deferred retirement account such as an IRA or 401(k) distributions are non-events.)

If you buy a fund not long before it declares a distribution (goes “ex”) you will end up paying taxes on gains you didn’t enjoy. Because the fund’s NAV falls by the amount of the distribution (excluding market action on that day) you don’t benefit from the distribution. So, if you are considering buying a fund that has a year-end distribution coming up, you may want to wait until after it goes “ex” before buying.

For example, take the case of **Strategic Income**, which we just bought for our Income & Preservation Model. (We run the models as if they were invested in a tax-deferred account so we do not have to worry about the distribution. But as we noted on our Hotline and on page 3, you may wish to delay your purchase.)

Our rule of thumb is if the percentage distribution is more than the number of weeks before it goes ex-dividend, hold off buying the fund until after its ex-date. Right now, Strategic Income’s ex-date is just a little over two weeks away (Dec. 16) and its estimated distribution is currently 2.3% of its NAV. Given that, it’s about a wash as to whether or not you want to wait. I guess that depends on your attitude towards taxes!

In the table, alphabetized for ease of use, we show estimated year-end distributions for Fidelity’s funds as of September 30; they are expressed as a percent of the fund’s NAV as of Nov. 30. If a fund is not listed, it’s expected to have a distribution of less than 1.5%, while many funds will have no distribution at all. The latter is the result of the 2008 bear market,

whereby peak-to-trough losses (as measured by the S&P 500) were about 65%! So even with the 2009-’10 “recovery,” most stock funds still have plenty of unrealized losses on their books that can be used to offset gains. That said, there are a few with fairly large distributions that would definitely make sense to wait on, such as **Health Care** (9.8%), **Software &**

Computer Services (8.7%), **Small Cap Enhanced Index** (8.0%), **Air Transportation** (7.1%) and **Transportation** (6.7%), among others.

Should I Sell To Avoid A Distribution?

We are generally not big fans of letting tax-considerations outweigh our investment decisions, but here is a rough rule of thumb. If the gain you would realize by selling the fund is greater than the fund’s distribution amount, and if you still like the fund, then it may be wise to simply stay the course and keep the fund.

However, if your potential gain in the fund is less than its distribution (or you have a loss), you have two choices. If you don’t really like the fund anymore, then sell it before it goes ex-dividend.

On the other hand, if you still like the fund, then consider a tax swap. That is, sell the fund before its ex-date, swap into a similar fund that is not paying a distribution for 31 days (to avoid the “wash sale” rule), then switch back to your original fund. (Of course, these rules do not make any assumptions about whether your gains and the funds’ distributions are long- or short-term capital gains.) ■

— John Bonnanzio

| Fund | Est.Total \$ Per Share | Ex. Date | % of NAV as of 11/30 |
|-------------------------------|------------------------------|-------------|----------------------------|
| Air Transportation | 2.50 | 12/09 | 7.1% |
| Automotive | 1.83 | 12/09 | 5.9% |
| Canada | 0.80 | 12/02 | 1.6% |
| China Region | 1.46 | 12/02 | 5.7% |
| Consumer Staples | 2.07 | 12/09 | 2.9% |
| Diversified International | 0.52 | 12/02 | 2.0% |
| Emerg Europe, MidEast, Africa | 0.14 | 12/09 | 1.8% |
| Emerging Asia | 0.52 | 12/02 | 2.0% |
| Europe | 0.44 | 12/02 | 1.7% |
| Europe Capital App | 0.33 | 12/02 | 2.1% |
| Focused High Income | 0.16 | 12/02 | 1.7% |
| Growth Company | 3.16 | 12/16 | 3.9% |
| Health Care | 12.37 | 12/09 | 9.8% |
| Industrials | 0.52 | 12/09 | 2.5% |
| Inflation-Protected Bond | 0.21 | 12/16 | 1.6% |
| International Discovery | 0.40 | 12/02 | 1.5% |
| International Enhanced Index | 0.16 | 12/09 | 2.6% |
| International Small Cap | 0.32 | 12/02 | 1.8% |
| International Small Cap Opps | 0.20 | 12/02 | 2.2% |
| International Value | 0.20 | 12/02 | 3.1% |
| Japan | 0.21 | 12/09 | 2.3% |
| Lrge Cap Growth Enhcd Index | 0.36 | 12/09 | 5.0% |
| Medical Equipment | 1.41 | 12/09 | 5.6% |
| Mid Cap Enhanced Index | 0.45 | 12/09 | 5.0% |
| New Millennium | 0.82 | 12/16 | 2.9% |
| Nordic | 0.49 | 12/02 | 1.8% |
| Overseas | 0.67 | 12/02 | 2.5% |
| Retailing | 0.80 | 12/16 | 1.5% |
| Small Cap Enhanced Index | 0.74 | 12/09 | 8.0% |
| Small Cap Growth | 0.24 | 12/02 | 1.7% |
| Software & Computer Svcs | 7.11 | 12/16 | 8.7% |
| Spartan Extended Mkt Index | 0.54 | 12/16 | 1.6% |
| Spartan Int'l Index | 0.88 | 12/16 | 2.9% |
| Strategic Income | 0.26 | 12/16 | 2.3% |
| Total International Equity | 0.10 | 12/02 | 1.5% |
| Transportation | 3.30 | 12/09 | 6.7% |
| Utilities | 0.77 | 12/02 | 1.5% |
| Wireless | 0.35 | 12/02 | 4.8% |

Because fund managers continuously trade into shifting market conditions, distribution amounts will likely change. All figures must be considered estimates only.

Late Rally Saves Stocks From Disaster

If our Special Hotline updates are a reasonable barometer for market volatility, November seemed reasonably



John Bonnanzio

quiet as per our house rule: we posted “only” two. However, there were several occasions when I started to “pen” a new message, only for the market gods

to spare us all another day of angst. So even though the Dow Industrials had only three, 300-plus point moves last month (one coincided with a regular Friday Hotline), the volatility was evident and nerve wracking.

After the turkey had been cleared from my family’s table, there was talk about their stock funds getting the same treatment the giblets received earlier — a trip to the garbage. But, one of the worst Thanksgiving weeks in history for stocks was erased in just the next three trading days.

Continuing to rattle the market was the European debt crisis. As its woes are chronicled by John Boyd in his *Market Outlook* (p. 1), I won’t retrace his thoughts. But I will add this cautionary note: it would be unwise for us to throw stones at the Eurozone as our Congressional “Supercommittee” has amply demonstrated that we also lack the political will to fix our country’s fiscal house.

Market Performance

With the Dow surging 490 points on the last day of the month, the mega-cap stock barometer finished November up 1%. Recalling that this gauge is narrow (containing only 30 positions), while it may be widely cited, it’s not always a reliable measure of the broader stock market’s performance. That’s especially true right now, as it’s up 6.5% versus a far more modest 1.1% return for the much broader S&P 500. On that note,

that large-cap index was fractionally lower in November (down 0.2%), as was the small-cap Russell 2000 (down 0.3%). In fact, small-caps are really struggling this year as reflected by the Russell’s retreat of -4.8%.

Equity Funds

On that score, Fidelity’s small-cap funds are also hurting this year with returns ranging from -0.7% for **Small Cap Discovery** to -15.5% for **Small Cap Stock**. However, the third quarter has actually been kind to small-caps which posted huge gains in October, outpacing large-cap funds.

More broadly, the average Fidelity equity fund fell 1.2% in November and is now down 2.7% for the year. The top-performers year-to-date are generally large-cap funds, with **Large Cap Growth Enhanced Index** (up 4.0%) leading the bruised-up pack. In fact, despite this year’s weakness in the tech sector, many of Fidelity’s growth-oriented funds are faring relatively well. **Growth Company** (up 2.6%), **OTC** (up 2.0%) and **Contrafund** (1.0%) are some notable examples.

International Funds

If not for the Nov. 30 Eurozone agreement to shore up their banks’ short-term credit windows, the month would have been a complete disaster. Instead, it was just a disappointment.

The average foreign stock fund fell 2.4% but, naturally, **Europe** and **Europe Cap App** were among the hardest hit (both fell 4.0% as they are essentially clones). **Nordic** (down 5.1%) didn’t shine either.

Far from these developed markets the emerging ones also struggled. With investors concerned that Europe would trigger a recession, the trade-reliant economies took a bruising: **Latin America** fell 4.9% and **Emerging Asia** was off 2.3%. (See our trade box on p. 3.)

Fixed-Income Funds

Overall, taxable bond funds were unchanged last month, but that masks the real story. **Spartan Long-Term Treasury Index** got a haircut late in the month, but it still gained 1.8% (see p. 11.) Conversely, the far more credit-challenged **Corporate Bond** fell 1.5%. In between these extremes were fractional gains and declines.

Elsewhere, all four of Fidelity’s diversified muni bond funds posted fractional gains, as was the case with their 12 state-specific offerings. On the other hand, high-yield bond funds (and they come in many varieties at Fidelity) all suffered as investors grew leery of credit risk both here and abroad. In fact, **Global High Income** and **Capital & Income** both fell over 3% for the month. ■

— John Bonnanzio

DECEMBER SCORECARD RATING CHANGES

| Fund | Ratings | | Comments |
|-----------------------|----------|------------|---------------------------------|
| | Old | New | |
| Global High Income | B | B ↑ | See Trade Box on p. 3. |
| GNMA | H | B ↑ | See commentary on p. 11. |
| Mortgage Securities | H | B ↑ | See commentary on p. 11. |
| Sel. Const & Housing | S | H ↑ | See commentary on p. 8. |
| Sel. Energy | H | B ↑ | See commentary on p. 8. |
| Sel. Insurance | H | S ↓ | See commentary on p. 8. |
| Sel. Medical Delivery | B | H ↓ | See commentary on p. 8. |
| Sel. Med Equipment | S | H ↑ | See commentary on p. 8. |
| Sel. Telecom | B | H ↓ | See commentary on p. 8. |
| Small Cap Stock | H | B ↑ | See Inside Fidelity on p. 12. |
| Sp L-T Treas Idx | H | S ↓ | See commentary on p. 11. |
| VIP Energy | H | B ↑ | See Energy commentary on p. 8. |
| VIP Telecom | B | H ↓ | See Telecom commentary on p. 8. |

B = Buy; B = OK to Buy; H = Hold; S = OK to Sell; **S** = Sell, NC = No change
 (↑) Rating upgraded; (↓) Rating downgraded.

FIDELITY SCORECARD - NOVEMBER 30, 2011

| Fund No. | Fund Ticker | Fund Name | Sht-Term Fee | \$Price (NAV) | Advice | Total Return (%) | | | Avg Annual (%) | | | Rel Vol (Risk) ¹ | Assets (\$Mil) | | |
|-------------------------|-------------|--|--------------|---------------|------------|--------------------------|-------|------|----------------|-------------|-------------|-----------------------------|----------------|-------------|-------------|
| | | | | | | Nov | YTD | 2010 | 1 Year | 3 Year | 5 Year | | | | |
| Comparative Indexes | | S&P 500 | | 1246.96 | | -0.2 | 1.1 | 15.1 | 7.8 | 14.1 | -0.2 | 1.00 | | | |
| | | Nasdaq | | 2620.34 | | -2.3 | -0.4 | 18.1 | 5.9 | 20.7 | 2.5 | 1.08 | | | |
| | | Dow Jones Industrials | | 12045.68 | | 1.0 | 6.5 | 14.1 | 12.2 | 14.1 | 2.4 | 0.93 | | | |
| | | Russell 2000 (Small Caps) | | 737.42 | | -0.3 | -4.8 | 26.8 | 2.8 | 17.6 | 0.1 | 1.34 | | | |
| | | Barclays Aggregate Bond* | | | | -0.3 | 6.5 | 6.3 | 5.4 | 7.6 | 5.5 | 0.17 | | | |
| LARGE CAP GROWTH | | | | | | Category Averages | | | -2.0 | -1.7 | 19.0 | 4.1 | 18.2 | 1.4 | 1.08 |
| 312 | FBGRX | Blue Chip Growth | | 43.14 | Buy | -2.4 | -1.2 | 19.6 | 4.1 | 20.2 | 3.3 | 1.10 | \$10,597 | | |
| 307 | FDCAX | Capital Appreciation | | 24.70 | OK to Buy | -3.2 | -2.5 | 18.3 | 1.6 | 18.2 | 0.3 | 1.15 | 4,135 | | |
| 22 | FCNTX | Contrafund | | 68.29 | Buy | -0.7 | 1.0 | 16.9 | 4.9 | 15.7 | 2.8 | 0.85 | 56,074 | | |
| 332 | FEXPX | Export and Multinational | 0.75%/30d | 20.69 | OK to Sell | -1.1 | -3.9 | 11.9 | 2.8 | 14.7 | -1.0 | 1.00 | 1,910 | | |
| 500 | FFTYX | Fifty | | 17.51 | OK to Buy | -1.5 | -0.5 | 17.8 | 2.9 | 18.4 | -1.4 | 0.98 | 668 | | |
| 333 | FTQGX | Focused Stock | | 13.75 | Buy | -1.6 | 0.7 | 24.1 | 7.8 | 16.2 | 4.4 | 1.02 | 577 | | |
| 25 | FDGRX | Growth Company (closed) | | 85.29 | Buy | -1.9 | 2.6 | 20.6 | 7.4 | 21.9 | 4.4 | 1.01 | 24,680 | | |
| 339 | FDSVX | Growth Discovery | | 13.82 | Buy | -1.1 | 1.6 | 24.0 | 8.1 | 17.6 | 2.3 | 1.06 | 856 | | |
| 73 | FDFFX | Independence | | 22.35 | OK to Buy | -4.0 | -8.2 | 22.2 | -4.0 | 16.7 | 1.1 | 1.31 | 3,275 | | |
| 763 | FSLGX | Large Cap Growth | | 9.83 | Buy | -2.6 | 0.9 | 19.8 | 6.3 | 16.0 | -1.0 | 1.00 | 129 | | |
| 338 | FLCSX | Large Cap Stock | | 17.01 | Buy | -1.1 | -3.2 | 18.2 | 6.0 | 21.1 | 0.6 | 1.22 | 803 | | |
| 21 | FMAGX | Magellan | | 63.47 | Hold | -2.3 | -11.3 | 12.4 | -5.4 | 13.9 | -3.4 | 1.18 | 13,313 | | |
| 93 | FOCPX | OTC | | 56.00 | Buy | -3.0 | 2.0 | 20.1 | 9.0 | 27.4 | 6.0 | 1.16 | 5,967 | | |
| 320 | FDSSX | Stock Selector All Cap | | 24.54 | Hold | -1.5 | -4.7 | 19.2 | 3.2 | 13.8 | -0.8 | 1.07 | 1,327 | | |
| 5 | FTRNX | Trend | | 68.01 | Buy | -2.6 | 0.9 | 19.8 | 6.4 | 21.5 | 3.1 | 1.03 | 1,047 | | |
| LARGE CAP BLEND | | | | | | Category Averages | | | -1.1 | -3.6 | 14.7 | 3.7 | 13.2 | -2.2 | 1.12 |
| 315 | FDEQX | Disciplined Equity | | 21.69 | OK to Sell | -0.5 | -3.7 | 8.3 | 2.2 | 9.2 | -3.0 | 1.03 | 6,928 | | |
| 330 | FDGFX | Dividend Growth | | 25.99 | Hold | -2.3 | -8.3 | 21.2 | -0.3 | 20.7 | -0.3 | 1.32 | 7,813 | | |
| 3 | FFIDX | Fidelity Fund | | 31.33 | Hold | -1.5 | -2.3 | 14.6 | 5.3 | 12.9 | -0.1 | 1.03 | 4,366 | | |
| 27 | FGRIX | Growth & Income | | 17.95 | Hold | -0.4 | -0.7 | 14.6 | 6.3 | 12.5 | -7.0 | 1.06 | 4,627 | | |
| 361 | FGRTX | Mega Cap Stock | | 9.99 | Buy | -0.5 | 0.6 | 14.4 | 8.5 | 14.4 | 0.0 | 1.07 | 892 | | |
| 343 | FTXMX | Tax Managed Stock | | 11.64 | OK to Sell | -1.8 | -6.6 | 14.7 | -0.6 | 10.0 | -3.1 | 1.13 | 60 | | |
| 832 | FVDFX | Value Discovery | | 14.00 | Hold | -0.6 | -3.9 | 15.4 | 4.2 | 12.5 | -2.2 | 1.19 | 468 | | |
| LARGE CAP VALUE | | | | | | Category Averages | | | -1.0 | -5.9 | 12.0 | 2.1 | 10.1 | -4.3 | 1.17 |
| 1271 | FBCVX | Blue Chip Value | | 9.67 | Sell | -2.7 | -9.7 | 10.1 | -1.4 | 9.0 | -5.9 | 1.20 | 376 | | |
| 23 | FEQIX | Equity-Income | | 40.73 | Buy | -1.1 | -6.6 | 15.1 | 1.6 | 12.3 | -3.4 | 1.19 | 6,993 | | |
| 319 | FEQTX | Equity-Income II | | 17.03 | Buy | -0.1 | -5.4 | 13.5 | 3.2 | 10.6 | -3.2 | 1.19 | 4,201 | | |
| 708 | FSLVX | Stock Sel Large Cap Value ⁸ | | 10.31 | OK to Sell | 0.0 | -2.0 | 9.3 | 5.1 | 8.4 | -4.7 | 1.11 | 512 | | |
| MID-CAP GROWTH | | | | | | Category Averages | | | -1.0 | -3.2 | 23.3 | 4.3 | 21.6 | 0.5 | 1.16 |
| 324 | FDEGX | Growth Strategies | 1.50%/90d | 19.05 | Buy | -1.8 | -6.8 | 25.6 | 0.3 | 19.2 | -0.6 | 1.16 | 1,600 | | |
| 793 | FSMGX | Mid Cap Growth | 0.75%/30d | 11.68 | Buy | -1.8 | -6.1 | 25.2 | 1.0 | 21.3 | -2.3 | 1.18 | 245 | | |
| 337 | FMCSX | Mid-Cap Stock | 0.75%/30d | 26.96 | Hold | -0.3 | -1.7 | 23.6 | 7.0 | 25.2 | 1.3 | 1.21 | 5,327 | | |
| 300 | FMLLX | New Millennium | | 29.65 | OK to Buy | -0.2 | 1.8 | 18.9 | 8.9 | 20.8 | 3.5 | 1.08 | 1,782 | | |
| MID-CAP BLEND | | | | | | Category Averages | | | -1.1 | -6.6 | 23.9 | 1.2 | 23.3 | 0.1 | 1.35 |
| 122 | FLVCX | Leveraged Company Stock | 1.50%/90d | 25.29 | Buy | -1.3 | -11.0 | 24.5 | -2.1 | 22.7 | -1.1 | 1.52 | \$3,081 | | |
| 316 | FLPSX | Low-Priced Stock | 1.50%/90d | 35.98 | Buy | -1.6 | 0.3 | 20.7 | 6.9 | 22.3 | 2.4 | 1.06 | 23,926 | | |
| 14 | FSLSX | Value Strategies | | 25.37 | Buy | -0.4 | -8.9 | 26.5 | -1.3 | 25.0 | -1.0 | 1.48 | 284 | | |
| MID-CAP VALUE | | | | | | Category Averages | | | -0.7 | -6.1 | 23.8 | 0.9 | 20.0 | -1.1 | 1.33 |
| 762 | FSMVX | Mid Cap Value | 0.75%/30d | 15.15 | Hold | -0.3 | -5.0 | 25.4 | 1.6 | 20.4 | -0.1 | 1.25 | 531 | | |
| 39 | FDVLX | Value | | 63.81 | Hold | -1.1 | -7.1 | 22.3 | 0.3 | 19.5 | -2.0 | 1.41 | 5,825 | | |
| SMALL CAP GROWTH | | | | | | Category Averages | | | -1.9 | -3.3 | 30.1 | 4.4 | 21.7 | 1.0 | 1.31 |
| 1388 | FCPGX | Small Cap Growth | 1.50%/90d | 14.86 | Buy | -3.4 | -3.7 | 26.6 | 3.4 | 21.7 | 2.2 | 1.25 | 1,173 | | |
| 336 | FDSCX | Stock Selector Small Cap | 1.50%/90d | 17.99 | Buy | -0.3 | -2.8 | 33.7 | 5.4 | 21.6 | -0.3 | 1.38 | 1,671 | | |
| SMALL CAP BLEND | | | | | | Category Averages | | | -1.3 | -8.1 | 27.7 | -0.1 | 26.1 | 3.7 | 1.47 |
| 384 | FSCRX | Small Cap Discovery | 1.50%/90d | 20.06 | OK to Buy | 1.9 | -0.7 | 32.4 | 8.3 | 29.6 | 6.6 | 1.41 | 1,960 | | |
| 340 | FSLCX | Small Cap Stock | 2.00%/90d | 16.56 | Buy↑ | -4.6 | -15.5 | 23.0 | -8.4 | 22.5 | 0.8 | 1.54 | 3,128 | | |

Notes: *Fidelity's Spartan U.S. Bond Index used as a proxy for the Barclays Aggregate Bond Index. ¹Relative Volatility versus the S&P 500 over the last 36 months; 1.50 means the fund has been 50% more volatile. ²Duration is a measure of interest rate sensitivity. ³Stated yield is before any inflation adjustment, your effective yield may be different. ⁴Also available in an Advantage share class with a minimum of \$100,000, but a lower expense ratio. ⁵Formerly Dynamic Strategies. ⁶Distributed yield is calculated by taking a fund's actual distributions over the past year divided by its current NAV. ⁷Formerly Large Cap Value. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

ANNUAL MODEL PORTFOLIO RETURNS (%)

| Model | '87 | '88 | '89 | '90 | '91 | '92 | '93 | '94 | '95 | '96 | '97 | '98 | '99 | '00 | '01 | '02 | '03 | '04 | '05 | '06 | '07 | '08 | '09 | '10 |
|-------|------|------|------|------|------|------|------|------|------|------|------|-----|------|------|-------|-------|------|------|------|------|------|-------|------|------|
| AG | | | | | | | | | | | | | 31.4 | -8.4 | -20.9 | -15.8 | 36.6 | 14.8 | 17.9 | 14.2 | 14.5 | -42.0 | 28.6 | 10.8 |
| G | 20.8 | 18.9 | 34.3 | 1.0 | 24.7 | 13.0 | 18.0 | -0.1 | 23.9 | 13.8 | 17.2 | 3.3 | 30.7 | -2.1 | -2.7 | -14.0 | 33.0 | 14.4 | 11.1 | 11.8 | 7.8 | -38.2 | 32.2 | 11.5 |
| G&I | 5.8 | 14.8 | 29.1 | -1.3 | 24.6 | 14.2 | 18.2 | -0.1 | 23.1 | 18.7 | 20.9 | 6.3 | 22.6 | -2.1 | -4.0 | -9.7 | 27.1 | 11.5 | 5.2 | 10.2 | 7.3 | -26.5 | 25.3 | 9.9 |
| I&P | 1.3 | 10.2 | 17.7 | 0.8 | 20.9 | 11.4 | 16.7 | -2.8 | 21.1 | 19.0 | 18.0 | 5.2 | 13.4 | -1.4 | -5.6 | -6.8 | 18.9 | 7.0 | 3.5 | 7.2 | 5.2 | -18.4 | 19.2 | 6.4 |

FIDELITY SCORECARD - NOVEMBER 30, 2011

| Fund No. | Fund Ticker | Fund Name | Sht-Term Fee | \$Price (NAV) | Advice | Total Return (%) | | | Avg Annual (%) | | | Rel Vol (Risk) ¹ | Assets (\$Mil) | | |
|-------------------------|-------------|---|--------------|---------------|------------|--------------------------|-------|------|----------------|--------------|-------------|-----------------------------|----------------|-------------|-------------|
| | | | | | | Nov | YTD | 2010 | 1 Year | 3 Year | 5 Year | | | | |
| SMALL CAP VALUE | | | | | | Category Averages | | | 1.5 | -5.0 | 25.1 | 3.3 | 20.7 | 2.7 | 1.36 |
| 1389 | FCPVX | Small Cap Value | 1.50%/90d | 13.91 | Hold | 1.5 | -5.0 | 25.1 | 3.3 | 20.7 | 2.7 | 1.36 | \$1,660 | | |
| SPECIALTY | | | | | | | | | | | | | | | |
| 2063 | FOTTX | 130/30 Large Cap | | 6.98 | OK to Sell | -0.9 | -3.6 | 9.7 | 2.4 | 3.5 | -- | 1.05 | 19 | | |
| 304 | FBALX | Balanced | | 18.19 | OK to Buy | -0.9 | 1.1 | 13.8 | 5.5 | 14.7 | 2.0 | 0.67 | 15,004 | | |
| 308 | FCV SX | Convertible Securities | | 22.92 | Buy | -3.8 | -7.9 | 20.9 | -2.5 | 24.6 | 2.3 | 1.00 | 1,906 | | |
| 355 | FFNOX | Four-in-One Index | | 26.57 | Hold | -0.9 | -1.5 | 13.7 | 4.3 | 13.0 | 0.3 | 0.91 | 2,213 | | |
| 334 | FGBLX | Global Balanced | 1.00%/30d | 21.74 | Hold | -2.0 | -2.5 | 12.5 | 2.4 | 12.2 | 3.4 | 0.78 | 496 | | |
| 2120 | FFGCX | Global Commodity Stock | 1.00%/30d | 14.80 | Hold | -2.7 | -13.7 | 18.1 | -4.6 | -- | -- | -- | 508 | | |
| 1960 | FDYSX | Global Strategies ⁶ | | 8.97 | Hold | -0.7 | -3.2 | 15.0 | 1.4 | 13.8 | -- | 0.75 | 216 | | |
| 1368 | FIREX | International Real Estate | 1.50%/90d | 7.32 | Sell | -5.2 | -18.7 | 14.5 | -11.8 | 10.1 | -9.2 | 1.44 | 250 | | |
| 4 | FPURX | Puritan | | 17.68 | OK to Buy | -1.2 | 0.0 | 14.0 | 4.5 | 13.9 | 2.0 | 0.67 | 15,013 | | |
| 833 | FRIFX | Real Estate Income | 0.75%/90d | 10.27 | OK to Buy | -0.4 | 2.5 | 18.8 | 4.5 | 22.3 | 2.9 | 0.51 | 1,607 | | |
| 303 | FRESX | Real Estate Investment | 0.75%/90d | 26.60 | Hold | -3.5 | 3.7 | 29.9 | 9.2 | 28.5 | -3.2 | 1.86 | 3,161 | | |
| 1329 | FSDIX | Strategic Dividend & Income | | 10.81 | Buy | -0.9 | 4.4 | 13.7 | 8.6 | 19.6 | -0.2 | 0.99 | 1,134 | | |
| 1505 | FSRRX | Strategic Real Return | 0.75%/60d | 9.53 | Hold | -1.0 | 1.6 | 13.9 | 5.1 | 15.1 | 3.0 | 0.48 | 600 | | |
| 311 | FIUIX | Telecom & Utilities | | 16.95 | Buy | 0.6 | 8.6 | 17.3 | 15.6 | 12.3 | 1.0 | 0.70 | 883 | | |
| ASSET ALLOCATION | | | | | | | | | | | | | | | |
| 328 | FASIX | Asset Manager 20% | | 12.86 | Hold | -0.7 | 2.1 | 8.9 | 3.6 | 10.7 | 3.6 | 0.28 | 3,717 | | |
| 1957 | FTANX | Asset Manager 30% | | 9.62 | Hold | -0.9 | 1.2 | 10.9 | 3.7 | 12.3 | -- | 0.39 | 236 | | |
| 1958 | FFANX | Asset Manager 40% | | 9.44 | Hold | -1.1 | 0.3 | 12.1 | 3.5 | 13.2 | -- | 0.49 | 180 | | |
| 314 | FASMX | Asset Manager 50% | | 15.08 | Hold | -1.2 | -0.8 | 13.5 | 3.2 | 15.0 | 2.6 | 0.61 | 6,158 | | |
| 1959 | FSANX | Asset Manager 60% | | 9.30 | Hold | -1.5 | -2.1 | 14.3 | 2.6 | 15.2 | -- | 0.72 | 348 | | |
| 321 | FASGX | Asset Manager 70% | | 15.76 | Hold | -1.6 | -3.5 | 15.8 | 2.1 | 16.2 | 1.3 | 0.83 | 2,254 | | |
| 347 | FAMRX | Asset Manager 85% | | 12.67 | Hold | -1.8 | -5.5 | 16.6 | 1.4 | 16.6 | 0.5 | 0.99 | 611 | | |
| EQUITY INDEX | | | | | | | | | | | | | | | |
| 2010 | FIENX | International Enhanced Index | 1.00%/30d | 6.52 | OK to Sell | -3.4 | -10.7 | 8.7 | -3.1 | 9.4 | -- | 1.25 | 23 | | |
| 1827 | FLCEX | Large Cap Core Enhanced Index | | 8.82 | OK to Sell | -0.1 | 3.4 | 12.2 | 9.8 | 13.2 | -- | 0.97 | 148 | | |
| 1829 | FLGEX | Large Cap Growth Enhanced Index | | 9.98 | OK to Buy | 0.1 | 4.0 | 14.0 | 9.6 | 17.8 | -- | 0.94 | 93 | | |
| 1828 | FLVEX | Large Cap Value Enhanced Index | | 7.43 | OK to Sell | -0.7 | 0.2 | 12.7 | 7.3 | 9.8 | -- | 1.05 | 83 | | |
| 2012 | FMEIX | Mid Cap Enhanced Index | 0.75%/30d | 9.31 | Hold | -0.8 | -1.5 | 22.4 | 4.8 | 20.2 | -- | 1.12 | 69 | | |
| 1282 | FNCMX | Nasdaq Composite Index | 0.75%/90d | 35.04 | OK to Buy | -2.2 | -0.5 | 17.8 | 5.7 | 20.5 | 2.3 | 1.08 | 312 | | |
| 2011 | FCPEX | Small Cap Enhanced Index | 1.50%/90d | 9.68 | Hold | -0.7 | -1.3 | 26.1 | 6.7 | 17.5 | -- | 1.29 | 115 | | |
| 650 | FUSEX | Spartan 500 Index ⁴ | | 44.30 | Hold | -0.2 | 1.0 | 15.0 | 7.7 | 14.1 | -0.2 | 1.00 | 16,455 | | |
| 2341 | FPEMX | Spartan Emerging Mkts Index ⁴ | 1.50%/90d | 9.16 | Hold | -4.0 | -8.4p | -- | -- | -- | -- | -- | 20 | | |
| 398 | FSEM X | Spartan Extended Mkt Index ⁴ | 0.75%/90d | 36.27 | Hold | -0.6 | -3.8 | 28.6 | 3.3 | 20.9 | 1.9 | 1.21 | 4,183 | | |
| 2345 | FSGUX | Spartan Global ex U.S. Index ⁴ | 1.00%/90d | 9.78 | Hold | -3.1 | -2.2p | -- | -- | -- | -- | -- | 3 | | |
| 399 | FSIIX | Spartan Int'l Index ⁴ | 1.00%/90d | 31.45 | Hold | -2.9 | -10.3 | 7.7 | -3.0 | 10.4 | -3.6 | 1.28 | 5,242 | | |
| 2349 | FSC LX | Spartan Mid Cap Index ⁴ | 0.75%/30d | 10.45 | Hold | -0.6 | 4.5p | -- | -- | -- | -- | -- | 1 | | |
| 2353 | FRXIX | Spartan Real Estate Index ⁴ | 0.75%/90d | 9.90 | Hold | -4.0 | -1.0p | -- | -- | -- | -- | -- | 2 | | |
| 2356 | FSSPX | Spartan Small Cap Index ⁴ | 1.50%/90d | 10.63 | Hold | -0.4 | 6.3p | -- | -- | -- | -- | -- | 2 | | |
| 397 | FSTMX | Spartan Total Mkt. Index ⁴ | 0.50%/90d | 36.39 | Hold | -0.3 | 0.2 | 17.4 | 7.0 | 15.4 | 0.3 | 1.03 | 4,251 | | |
| INTERNATIONAL | | | | | | Category Averages | | | -2.4 | -12.6 | 16.8 | -5.7 | 16.0 | -1.7 | 1.31 |
| 309 | FICDX | Canada | 1.50%/90d | 51.95 | Hold | -1.2 | -10.7 | 21.8 | -4.3 | 16.3 | 3.1 | 1.27 | 3,678 | | |
| 352 | FHKCX | China Region | 1.50%/90d | 26.49 | Hold | -3.6 | -18.5 | 18.0 | -16.5 | 19.2 | 5.8 | 1.37 | 1,437 | | |
| 325 | FDIVX | Diversified International | 1.00%/30d | 26.71 | OK to Sell | -2.8 | -11.4 | 9.7 | -4.6 | 11.4 | -3.5 | 1.23 | 16,185 | | |
| 351 | FSEAX | Emerging Asia | 1.50%/90d | 26.70 | Buy | -2.3 | -12.8 | 22.8 | -7.9 | 16.8 | 3.2 | 1.21 | 1,475 | | |
| 2053 | FEMEX | Emerg Europe, MidEast, Africa | 1.50%/90d | 8.40 | OK to Buy | 0.4 | -11.1 | 25.5 | -2.8 | 24.5 | -- | 1.36 | 113 | | |
| 322 | FEMKX | Emerging Markets | 1.50%/90d | 21.77 | Buy | -2.1 | -17.4 | 18.2 | -12.4 | 22.6 | 0.4 | 1.43 | 2,769 | | |
| 2374 | FEDDX | Emerging Mkts Discovery | 2.00%/90d | 9.61 | Hold | -3.9p | -3.9p | -- | -- | -- | -- | -- | 4 | | |
| 301 | FIEUX | Europe | 1.00%/30d | 26.57 | OK to Sell | -4.0 | -15.2 | 8.6 | -7.8 | 9.2 | -4.0 | 1.39 | 589 | | |
| 341 | FECAX | Europe Capital App | 1.00%/30d | 16.12 | OK to Sell | -4.0 | -15.3 | 8.4 | -7.8 | 9.2 | -5.0 | 1.40 | 315 | | |
| 335 | FIVFX | International Cap App | 1.00%/30d | 11.61 | Buy | -2.4 | -9.9 | 15.9 | -3.7 | 20.5 | -3.0 | 1.48 | 549 | | |
| 305 | FIGRX | International Discovery | 1.00%/30d | 28.64 | OK to Sell | -3.5 | -13.3 | 11.0 | -6.3 | 10.3 | -3.0 | 1.25 | 6,405 | | |
| 1979 | FIGFX | International Growth | 1.00%/30d | 8.01 | OK to Buy | -1.4 | -7.6 | 16.9 | -0.7 | 17.0 | -- | 1.16 | 52 | | |
| 818 | FISM X | International Small Cap | 2.00%/90d | 18.53 | Buy | -3.6 | -12.8 | 25.4 | -5.5 | 19.6 | -0.1 | 1.18 | 803 | | |
| 1504 | FSCOX | International Small Cap Opps | 2.00%/90d | 9.52 | Buy | -3.4 | -8.4 | 23.3 | 0.6 | 20.6 | -5.8 | 1.15 | 315 | | |
| 1597 | FIVLX | International Value | 1.00%/30d | 6.84 | OK to Sell | -2.7 | -16.0 | 5.2 | -8.6 | 9.4 | -6.3 | 1.43 | 144 | | |
| 350 | FJPNX | Japan | 1.50%/90d | 9.55 | OK to Buy | -0.2 | -14.6 | 14.7 | -7.3 | 7.4 | -6.7 | 1.09 | 444 | | |
| 360 | FJSCX | Japan Smaller Companies | 1.50%/90d | 8.81 | OK to Buy | 2.2 | -4.1 | 12.3 | 6.3 | 11.4 | -6.1 | 1.31 | 312 | | |
| 349 | FLATX | Latin America | 1.50%/90d | 49.93 | Hold | -4.9 | -15.4 | 16.5 | -10.2 | 25.6 | 5.6 | 1.44 | 2,704 | | |
| 342 | FNORX | Nordic | 1.50%/90d | 28.09 | OK to Buy | -5.1 | -18.2 | 26.5 | -8.3 | 17.7 | -2.6 | 1.55 | 337 | | |
| 94 | FOSFX | Overseas | 1.00%/30d | 28.44 | OK to Sell | -2.9 | -12.4 | 6.6 | -5.0 | 7.7 | -5.1 | 1.33 | 1,963 | | |
| 302 | FPBFX | Pacific Basin | 1.50%/90d | 22.55 | Buy | -1.8 | -13.5 | 32.8 | -7.5 | 27.3 | 1.0 | 1.39 | 679 | | |
| 2369 | FTEMX | Total Emerging Markets | 1.50%/90d | 9.81 | OK to Buy | -1.9p | -1.9p | -- | -- | -- | -- | -- | 16 | | |
| 1978 | FTIEX | Total International Equity | 1.00%/30d | 6.55 | Buy | -2.1 | -12.4 | 12.5 | -5.7 | 14.8 | -- | 1.28 | 124 | | |
| 318 | FWWFX | Worldwide | 1.00%/30d | 17.59 | Hold | -2.4 | -5.7 | 17.0 | 1.2 | 13.7 | 0.5 | 1.14 | 1,100 | | |

FIDELITY SCORECARD - NOVEMBER 30, 2011

SELECT MODEL PORTFOLIO

Our Select Portfolio performed on par with the S&P 500 in November: the lagging performance by **Select Technology** was partially offset by defensively-positioned **Pharmaceuticals**.

I'm making several Select fund rating changes this month: **Construction & Housing** has been upgraded to *Hold*. The fund is well-positioned to benefit from increased demand for rental properties along with the conversion of empty houses to rentals. It may also benefit from rising sales of entry-level homes.

Insurance is downgraded to *OK to Sell*. Today's low-yield environment makes it tough to grow reserves or meet promised payout rates.

Energy has been upgraded to *OK to Buy*. Shale fracturing suddenly has huge potential on the oil side, thanks to the "discovery" of several pro-



Jack Bowers

lific formations which are likely to re-establish the U.S. as a major oil-producer. (This year our gasoline exports are the highest since 1945.)

Elsewhere, **Medical Delivery** is downgraded to *Hold* and **Medical Equipment** is upgraded to *Hold*. The Supreme Court will soon review health care reform adding an element of risk for providers, but foreign growth puts Medical Equipment in a better position.

Finally, **Telecommunications** has been downgraded to *Hold*. Smartphones are still giving the carriers a run for their money. At some point, charging for data will help turn things around, but we're not yet there. ■

| Select Model Portfolio | |
|--|------------|
| Fund | Allocation |
| Pharmaceuticals (FPHAX) | 20% |
| Technology (FSPTX) | 18 |
| Chemicals (FSCHX) | 18 |
| IT Services (FBSOX) | 15 |
| Industrials (FCYIX) | 15 |
| Natural Gas (FSNGX) | 14 |
| Total Return: Nov: -0.1% YTD: -2.2% | |

| Fund No. | Fund Ticker | Fund Name | Sht-Term Fee | \$Price (NAV) | Advice | Total Return (%) | | | Avg Annual (%) | | | Rel Vol (Risk) ¹ | Assets (\$Mil) |
|--------------------------|-------------|--------------------------|--------------|---------------|-------------|------------------|-------------|-------------|----------------|-------------|------------|-----------------------------|----------------|
| | | | | | | Nov | YTD | 2010 | 1 Year | 3 Year | 5 Year | | |
| SELECT PORTFOLIOS | | | | | | -0.6 | -2.8 | 22.2 | 4.1 | 20.7 | 1.8 | 1.32 | |
| Category Averages | | | | | | | | | | | | | |
| 34 | FSAIX | Air Transportation | 0.75%/30d | 36.64 | Hold | 0.0 | -6.2 | 33.4 | -5.1 | 19.7 | 0.0 | 1.64 | \$60 |
| 502 | FSAVX | Automotive | 0.75%/30d | 32.73 | OK to Buy | -8.8 | -26.4 | 46.2 | -18.9 | 33.2 | -1.2 | 2.51 | 102 |
| 507 | FSRBX | Banking | 0.75%/30d | 15.50 | Hold | -0.1 | -16.3 | 21.4 | -3.1 | 1.7 | -11.5 | 1.74 | 351 |
| 42 | FBIOX | Biotechnology | 0.75%/30d | 83.47 | Hold | 2.1 | 14.4 | 11.4 | 22.6 | 15.3 | 4.4 | 1.08 | 1,232 |
| 68 | FSLBX | Brokerage & Investment | 0.75%/30d | 40.93 | Hold | -5.6 | -22.0 | 11.2 | -12.3 | 11.9 | -7.4 | 1.52 | 344 |
| 69 | FSCHX | Chemicals | 0.75%/30d | 95.78 | Buy | 0.9 | 0.3 | 30.7 | 8.5 | 28.1 | 10.1 | 1.47 | 688 |
| 518 | FSDCX | Communications Equipment | 0.75%/30d | 22.92 | Hold | -0.7 | -13.5 | 27.7 | -6.4 | 27.5 | 2.3 | 1.48 | 323 |
| 7 | FDCPX | Computers | 0.75%/30d | 55.12 | OK to Buy | -2.4 | -2.3 | 23.8 | 2.6 | 29.8 | 6.8 | 1.23 | 571 |
| 511 | FSHOX | Construction & Housing | 0.75%/30d | 34.72 | Hold↑ | 4.1 | -1.0 | 21.5 | 11.5 | 16.7 | -1.1 | 1.59 | 86 |
| 517 | FSCPX | Consumer Discretionary | 0.75%/30d | 23.15 | Hold | -2.0 | -1.8 | 31.2 | 1.8 | 23.6 | 1.4 | 1.18 | 220 |
| 98 | FVLX | Consumer Finance | 0.75%/30d | 11.12 | Hold | -1.9 | -2.1 | 5.9 | 6.0 | 2.1 | -22.5 | 1.18 | 141 |
| 9 | FDFAX | Consumer Staples | 0.75%/30d | 72.31 | Hold | 1.4 | 6.8 | 15.2 | 12.2 | 15.3 | 7.6 | 0.74 | 1,074 |
| 67 | FSDAX | Defense & Aerospace | 0.75%/30d | 78.15 | Hold | 0.9 | 6.9 | 21.9 | 11.5 | 20.7 | 3.1 | 1.23 | 646 |
| 8 | FSELX | Electronics | 0.75%/30d | 45.11 | Buy | -3.9 | -6.7 | 16.8 | 2.0 | 28.5 | 0.6 | 1.48 | 1,027 |
| 60 | FSENX | Energy | 0.75%/30d | 51.41 | OK to Buy↑ | -0.4 | -1.5 | 19.0 | 8.0 | 17.6 | 2.2 | 1.55 | 2,362 |
| 43 | FSESX | Energy Service | 0.75%/30d | 69.10 | Hold | 1.2 | -7.1 | 27.9 | 1.3 | 19.4 | 1.0 | 1.90 | 1,373 |
| 516 | FSLEX | Environment & Alt Energy | 0.75%/30d | 15.64 | Hold | -1.5 | -12.1 | 14.9 | -6.1 | 7.6 | -1.4 | 1.15 | 76 |
| 66 | FIDSX | Financial Services | 0.75%/30d | 49.06 | Hold | -5.9 | -20.3 | 6.5 | -7.9 | 3.1 | -13.9 | 1.62 | 339 |
| 41 | FSAGX | Gold | 0.75%/30d | 49.84 | OK to Sell | 2.6 | -2.5 | 35.3 | 1.4 | 32.2 | 11.9 | 1.83 | 4,172 |
| 63 | FSPHX | Health Care | 0.75%/30d | 131.76 | Hold | 1.1 | 5.7 | 17.0 | 13.2 | 20.2 | 4.6 | 0.84 | 1,988 |
| 510 | FSCGX | Industrial Equipment | 0.75%/30d | 31.90 | OK to Buy | 1.0 | -5.5 | 33.9 | 3.8 | 22.0 | 3.2 | 1.54 | 294 |
| 515 | FCYIX | Industrials | 0.75%/30d | 22.15 | Buy | 0.6 | -4.8 | 31.1 | 3.0 | 22.0 | 4.3 | 1.43 | 473 |
| 45 | FSPCX | Insurance | 0.75%/30d | 44.55 | OK to Sell↓ | -0.5 | -5.5 | 20.1 | 1.4 | 14.9 | -6.4 | 1.31 | 262 |
| 353 | FBSOX | IT Services | 0.75%/30d | 21.64 | Buy | -1.0 | 4.0 | 18.5 | 10.1 | 26.8 | 8.3 | 1.03 | 226 |
| 62 | FDLSX | Leisure | 0.75%/30d | 95.01 | Hold | -0.7 | 4.3 | 37.9 | 5.9 | 25.6 | 6.2 | 1.14 | 392 |
| 509 | FSDPX | Materials | 0.75%/30d | 64.05 | Hold | 1.2 | -5.7 | 28.1 | 3.6 | 30.6 | 8.2 | 1.52 | 966 |
| 505 | FSHCX | Medical Delivery | 0.75%/30d | 55.23 | Hold↓ | 2.0 | 11.2 | 15.4 | 18.1 | 28.2 | 5.2 | 1.13 | 723 |
| 354 | FSMEX | Medical Equipment | 0.75%/30d | 26.42 | Hold↑ | -3.0 | -3.7 | 12.7 | 4.0 | 14.8 | 5.4 | 0.89 | 1,277 |
| 503 | FBMPX | Multimedia | 0.75%/30d | 42.41 | Hold | -0.4 | -0.4 | 25.8 | 5.0 | 26.9 | 2.0 | 1.31 | 154 |
| 513 | FSNGX | Natural Gas | 0.75%/30d | 31.71 | Buy | 1.3 | -4.5 | 6.4 | 4.3 | 14.7 | -2.0 | 1.50 | 792 |
| 514 | FNARX | Natural Resources | 0.75%/30d | 33.31 | Hold | -0.2 | -4.1 | 23.1 | 6.1 | 20.7 | 4.4 | 1.53 | 1,432 |
| 580 | FPHAX | Pharmaceuticals | 0.75%/30d | 13.26 | Buy | 1.5 | 9.7 | 16.4 | 16.0 | 19.2 | 7.0 | 0.87 | 608 |
| 46 | FSRPX | Retailing | 0.75%/30d | 53.86 | OK to Buy | -1.9 | 6.2 | 28.1 | 9.5 | 32.3 | 6.8 | 1.20 | 364 |
| 28 | FSCSX | Software & Computer Svcs | 0.75%/30d | 84.64 | OK to Buy | -2.1 | 3.4 | 18.9 | 10.0 | 26.3 | 7.1 | 1.00 | 1,342 |
| 64 | FSPTX | Technology | 0.75%/30d | 89.36 | Buy | -3.8 | -6.5 | 26.7 | -1.0 | 33.1 | 5.3 | 1.25 | 2,162 |
| 96 | FSTCX | Telecommunications | 0.75%/30d | 43.82 | Hold↓ | 0.1 | -5.6 | 18.3 | 0.7 | 20.6 | 0.0 | 0.92 | 338 |
| 512 | FSRFX | Transportation | 0.75%/30d | 51.59 | Hold | 0.7 | -5.6 | 41.3 | -2.3 | 18.1 | 3.1 | 1.40 | 214 |
| 65 | FSUTX | Utilities | 0.75%/30d | 53.19 | Buy | 0.7 | 10.2 | 10.9 | 15.0 | 11.0 | 1.3 | 0.71 | 588 |
| 963 | FWRLX | Wireless | 0.75%/30d | 7.66 | OK to Buy | 1.2 | -0.5 | 15.2 | 5.7 | 24.2 | 3.6 | 0.98 | 266 |

FIDELITY SCORECARD - NOVEMBER 30, 2011

| Fund No. | Fund Ticker | Fund Name | Sht-Term Fee | \$Price (NAV) | Advice | Total Return (%) | | | SEC %Yield | Dist ⁷ %Yield | Dur ² (Yrs) | Tax-Equivalent Yield Federal Tax Bracket | | | | | | |
|--------------------------------------|-------------|--|--------------|---------------|------------|--------------------------|-------|------|-------------|--------------------------|------------------------|--|-------------|------------|------------|------------|------------|------------|
| | | | | | | Nov | YTD | 2010 | | | | | | | | | | |
| TAXABLE BOND | | | | | | Category Averages | | | 0.0 | 7.5 | 6.2 | 1.77 | 2.36 | 6.3 | | | | |
| 2267 | FCONX | Conservative Income Bond | | 9.97 | Buy | -0.1 | 0.0p | -- | 0.64 | -- | na | | | | | | | |
| 2208 | FCBFX | Corporate Bond | | 10.57 | OK to Buy | -1.5 | 8.5 | 5.6p | 2.69 | 3.48 | 6.5 | | | | | | | |
| 15 | FGMNX | GNMA (Ginnie Mae) | | 11.86 | OK to Buy↑ | 0.3 | 7.2 | 7.0 | 3.23 | 3.23 | 2.8 | | | | | | | |
| 54 | FGOVX | Government Income | | 10.82 | Hold | 0.3 | 7.0 | 5.1 | 1.32 | 1.96 | | | | | | | | |
| 794 | FINPX | Inflation-Protected Bond ⁵ | | 13.00 | Hold | 0.6 | 13.0 | 5.9 | -0.23 | 0.74 | | | | | | | | |
| 32 | FTHRFX | Intermediate Bond | | 10.80 | OK to Buy | -0.3 | 5.1 | 7.6 | 1.97 | 2.90 | | | | | | | | |
| 452 | FSTGX | Intermediate Gov't Income | | 11.01 | Hold | 0.2 | 5.1 | 4.7 | 0.58 | 1.44 | 1.8 | | | | | | | |
| 26 | FBNDX | Investment Grade Bond | | 7.64 | OK to Buy | -0.4 | 6.5 | 8.4 | 2.88 | 3.18 | | | | | | | | |
| 40 | FMSFX | Mortgage Securities | | 11.12 | OK to Buy↑ | 0.1 | 5.8 | 7.3 | 3.17 | 3.19 | | | | | | | | |
| 450 | FSHBX | Short-Term Bond | | 8.48 | Buy | -0.3 | 1.5 | 3.8 | 0.90 | 1.46 | 7.8 | | | | | | | |
| 1561 | FIBIX | Sptn Interm Treas Index ⁵ | | 11.58 | Hold | 0.5 | 11.4 | 8.5 | 1.22 | 2.54 | 6.5 | | | | | | | |
| 1562 | FLBIX | Sptn Lng-Term Treas Index ⁵ | | 12.70 | Sell↓ | 1.8 | 25.7 | 9.2 | 2.70 | 3.23 | 15.7 | | | | | | | |
| 1560 | FSBIX | Sptn Sht-Term Treas Index ⁵ | | 10.67 | Hold | 0.1 | 3.0 | 3.5 | 0.18 | 1.25 | 2.6 | | | | | | | |
| 651 | FBIDX | Sptn US Bond Index | | 11.69 | Hold | -0.3 | 6.5 | 6.3 | 2.26 | 2.91 | | | | | | | | |
| 820 | FTBFX | Total Bond | | 10.87 | OK to Buy | -0.6 | 6.0 | 8.6 | 3.02 | 3.67 | 6.2 | | | | | | | |
| 812 | FUSFX | Ultra-Short Bond | 0.25%/60d | 8.15 | Hold | -0.2 | 0.0 | 1.2 | 0.59 | 0.29 | 6.9 | | | | | | | |
| HIGH-YIELD BOND | | | | | | Category Averages | | | -1.8 | 1.9 | 11.9 | 5.73 | 5.68 | | | | | |
| 38 | FAGIX | Capital & Income | 1.00%/90d | 8.64 | Buy | -3.0 | -3.6 | 17.1 | 6.07 | 6.71 | -- | | | | | | | |
| 814 | FFRHX | Floating Rate High Income | 1.00%/60d | 9.63 | Buy | -0.7 | 0.9 | 7.8 | 4.46 | 3.38 | -- | | | | | | | |
| 1366 | FHIFX | Focused High Income | 1.00%/90d | 8.96 | Buy | -1.5 | 3.8 | 12.1 | 6.16 | 6.31 | -- | | | | | | | |
| 2297 | FGHNX | Global High Income | 1.00%/90d | 9.17 | Buy↑ | -3.1 | -5.2p | -- | NA | -- | -- | | | | | | | |
| 455 | SPHIX | High Income | 1.00%/90d | 8.50 | Buy | -2.5 | 0.6 | 13.7 | 7.90 | 7.24 | -- | | | | | | | |
| 331 | FNMIX | New Markets Income | 1.00%/90d | 15.86 | OK to Buy | -0.5 | 6.5 | 10.9 | 5.66 | 5.53 | -- | | | | | | | |
| 368 | FSICX | Strategic Income | | 10.97 | Buy | -1.6 | 3.2 | 9.9 | 4.13 | 4.89 | -- | | | | | | | |
| NATIONAL MUNICIPAL BOND | | | | | | Category Averages | | | 0.5 | 6.8 | 2.3 | 2.41 | 3.42 | 6.5 | 25% | 28% | 33% | 35% |
| 36 | FLTXX | Interm Municipal Income | 0.50%/30d | 10.32 | Hold | 0.7 | 6.3 | 2.7 | 2.20 | 3.42 | | 2.9 | 3.1 | 3.3 | 3.4 | | | |
| 37 | FHIGX | Municipal Income | 0.50%/30d | 12.85 | Hold | 0.6 | 8.7 | 2.6 | 3.19 | 4.02 | 4.5 | 4.3 | 4.4 | 4.8 | 4.9 | | | |
| 404 | FSTFX | Short-Int Municipal Income | 0.50%/30d | 10.74 | Hold | 0.4 | 3.4 | 2.0 | 1.10 | 2.21 | 7.4 | 1.5 | 1.5 | 1.6 | 1.7 | | | |
| 90 | FTABX | Tax-Free Bond | 0.50%/30d | 11.04 | Hold | 0.5 | 8.8 | 2.1 | 3.16 | 4.04 | 7.6 | 4.2 | 4.4 | 4.7 | 4.9 | | | |
| STATE-SPECIFIC MUNICIPAL BOND | | | | | | Category Averages | | | 0.5 | 7.5 | 2.3 | 2.53 | 3.56 | 5.6 | | | | |
| 434 | FSAZX | Arizona Muni Income | 0.50%/30d | 11.61 | Hold | 0.6 | 7.9 | 2.3 | 2.95 | 3.63 | | 4.1 | 4.3 | 4.6 | 4.8 | | | |
| 91 | FCTFX | California Muni Income | 0.50%/30d | 12.20 | Hold | 0.7 | 9.1 | 3.2 | 3.37 | 4.15 | 8.1 | 5.0 | 5.2 | 5.5 | 5.8 | | | |
| 1534 | FCSTX | Calif Short-Interm Tax Free | 0.50%/30d | 10.70 | Hold | 0.6 | 3.7 | 2.2 | 1.11 | 2.40 | 3.0 | 1.6 | 1.7 | 1.8 | 1.9 | | | |
| 407 | FICNX | Connecticut Muni Income | 0.50%/30d | 11.76 | Hold | 0.8 | 8.1 | 2.2 | 2.14 | 3.21 | 2.9 | 3.0 | 3.1 | 3.4 | 3.5 | | | |
| 429 | SMDMX | Maryland Muni Income | 0.50%/30d | 11.21 | Hold | 0.6 | 7.2 | 2.3 | 2.23 | 3.26 | | 3.1 | 3.3 | 3.5 | 3.6 | | | |
| 70 | FDMXX | Mass Muni Income | 0.50%/30d | 12.16 | Hold | 0.5 | 8.3 | 2.4 | 2.74 | 3.71 | 4.7 | 3.9 | 4.0 | 4.3 | 4.5 | | | |
| 81 | FMHTX | Michigan Muni Income | 0.50%/30d | 12.07 | Hold | 0.6 | 7.3 | 2.3 | 2.77 | 3.84 | 6.8 | 3.9 | 4.0 | 4.3 | 4.5 | | | |
| 82 | FIMIX | Minnesota Muni Income | 0.50%/30d | 11.68 | Hold | 0.6 | 7.3 | 2.4 | 2.12 | 3.45 | | 3.1 | 3.2 | 3.4 | 3.5 | | | |
| 416 | FNJHX | New Jersey Muni Income | 0.50%/30d | 11.72 | Hold | 0.4 | 7.5 | 2.1 | 2.68 | 3.78 | | 3.8 | 4.0 | 4.3 | 4.5 | | | |
| 71 | FTFMX | New York Muni Income | 0.50%/30d | 13.13 | Hold | 0.5 | 7.9 | 2.4 | 2.64 | 3.77 | 7.9 | 3.8 | 3.9 | 4.3 | 4.5 | | | |
| 88 | FOHFX | Ohio Muni Income | 0.50%/30d | 11.83 | Hold | 0.5 | 7.6 | 2.0 | 2.76 | 3.75 | | 3.9 | 4.1 | 4.4 | 4.5 | | | |
| 402 | FPXTX | Pennsylvania Muni Income | 0.50%/30d | 10.94 | Hold | 0.4 | 7.8 | 2.0 | 2.87 | 3.80 | | 3.9 | 4.1 | 4.4 | 4.6 | | | |
| TAXABLE MONEY MARKET | | | | | | Category Averages | | | 0.00 | 0.02 | 0.04 | 0.01 | | | | | | |
| 55 | FDRXX | Cash Reserves | | 1.00 | -- | 0.00 | 0.01 | 0.06 | 0.01 | na | na | | | | | | | |
| 631 | FGMXX | Retirement Government MM | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | | | | | | | |
| 630 | FRTXX | Retirement MM | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | | | | | | | |
| 458 | SPAXX | Government MM | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | | | | | | | |
| 454 | SPRXX | Money Market | | 1.00 | -- | 0.00 | 0.01 | 0.03 | 0.01 | na | na | | | | | | | |
| 85 | FSLXX | Select MM | | 1.00 | -- | 0.01 | 0.05 | 0.13 | 0.02 | na | na | | | | | | | |
| 50 | FGRXX | U.S. Gov't Reserves | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | | | | | | | |
| 415 | FDLXX | US Treasury MM | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | | | | | | | |
| MUNICIPAL MONEY MARKET | | | | | | Category Averages | | | 0.00 | 0.01 | 0.01 | 0.01 | | | | | | |
| 460 | FIMXX | AMT Tax-Free Money Fnd | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 10 | FTEXTX | Municipal Money Market | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 275 | FMOXX | Tax-Free Money Market | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| STATE MUNICIPAL MONEY MARKET | | | | | | Category Averages | | | 0.00 | 0.01 | 0.01 | 0.01 | | | | | | |
| 433 | FSAXX | Arizona | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 457 | FSPXX | California AMT Tax-Free | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 97 | FCFXX | California | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 418 | FCMXX | Connecticut | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 426 | FMSXX | Mass AMT Tax-Free | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 74 | FDMXX | Massachusetts | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 420 | FMIXX | Michigan | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 423 | FSJXX | New Jersey AMT Tax-Free | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 417 | FNJXX | New Jersey | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 422 | FSNXX | New York AMT Tax-Free | | 1.00 | -- | 0.00 | 0.01 | 0.02 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 92 | FNXX | New York | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 419 | FOMXX | Ohio | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |
| 401 | FPTXX | Pennsylvania | | 1.00 | -- | 0.00 | 0.01 | 0.01 | 0.01 | na | na | 0.0 | 0.0 | 0.0 | 0.0 | | | |

Tax-equivalent yields for state funds assume top state (City tax excluded) tax level for that federal bracket.

FIDELITY SCORECARD - NOVEMBER 30, 2011

| Fund No. | Fund Ticker | Fund Name | Style | Sht-Term Fee | \$Price (NAV) | Advice | Total Return (%) | | | Avg Annual (%) | | | Rel Vol (Risk) ¹ |
|--|-------------|-------------------------------------|-------------------|--------------|---------------|------------|------------------|-------|------|----------------|--------|--------|-----------------------------|
| | | | | | | | Nov | YTD | 2010 | 1 Year | 3 Year | 5 Year | |
| FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS | | | | | | | | | | | | | |
| 9067 | FLRQC | Fid VIP Asset Manager | Allocation | | 12.80 | Hold | -2.2 | -2.2 | 13.9 | 0.5 | 13.6 | 3.2 | 0.67 |
| 9066 | FAEEC | Fid VIP Asset Manager: Growth | Allocation | | 12.04 | Hold | -2.9 | -5.1 | 16.0 | -1.4 | 14.2 | 2.0 | 0.92 |
| 9069 | FJBAC | Fid VIP Balanced | Allocation | | 12.92 | OK to Buy | -1.9 | -4.2 | 17.7 | 1.5 | 17.5 | 2.2 | 0.90 |
| 9081 | FVHAC | Fid VIP Consumer Discretionary | Sector | 1.00%/60d | 12.00 | Hold | -2.0 | -2.1 | 30.8 | 1.4 | 23.1 | 1.3 | 1.19 |
| 9171 | FCSAC | Fid VIP Consumer Staples | Sector | 1.00%/60d | 12.00 | Hold | 1.3 | 5.8 | 14.8 | 11.1 | 14.6 | -- | 0.74 |
| 9065 | FPDFC | Fid VIP Contrafund | Large Growth | | 12.24 | Hold | -1.2 | -2.8 | 16.8 | 4.5 | 16.0 | 0.6 | 1.07 |
| 9148 | FPRGC | Fid VIP Disciplined Small Cap | Small Growth | | 9.75 | Hold | -0.6 | -1.8 | 25.1 | 6.1 | 16.4 | -0.8 | 1.29 |
| 9074 | FZAMC | Fid VIP Dynamic Capital App | Large Growth | | 12.07 | OK to Buy | -3.2 | -2.7 | 18.0 | 1.4 | 17.8 | -0.3 | 1.15 |
| 9198 | FEMAC | Fid VIP Emerging Markets | Emg Mkts | 1.00%/60d | 7.53 | Buy | -2.1 | -17.7 | 17.5 | -12.9 | 21.8 | -- | 1.41 |
| 9085 | FJLLC | Fid VIP Energy | Sector | 1.00%/60d | 14.49 | OK to Buy↑ | -0.5 | -2.1 | 19.0 | 7.4 | 17.5 | 1.9 | 1.56 |
| 9061 | FLOLC | Fid VIP Equity-Income | Large Value | | 10.41 | Buy | -1.0 | -1.5 | 14.8 | 7.3 | 14.3 | -2.8 | 1.15 |
| 9083 | FONNC | Fid VIP Financial Services | Sector | 1.00%/60d | 5.73 | Hold | -5.9 | -20.6 | 7.0 | -8.2 | 3.4 | -13.9 | 1.65 |
| 9157 | FMPAC | Fid VIP FundsManager 20 | Allocation | | 12.14 | Hold | -0.5 | 1.7 | 7.2 | 3.1 | 7.1 | 3.1 | 0.25 |
| 9158 | FMPBC | Fid VIP FundsManager 50 | Allocation | | 11.50 | Hold | -0.9 | -0.6 | 11.6 | 3.1 | 10.8 | 1.8 | 0.56 |
| 9197 | FMPPC | Fid VIP FundsManager 60 | Allocation | | 10.21 | Hold | -1.0 | -2.0 | 13.3 | 2.4 | 12.1 | -- | 0.67 |
| 9159 | FMPCC | Fid VIP FundsManager 70 | Allocation | | 10.73 | Hold | -0.9 | -2.6 | 14.0 | 2.5 | 12.5 | 0.3 | 0.77 |
| 9160 | FMPDC | Fid VIP FundsManager 85 | Allocation | | 10.10 | Hold | -1.0 | -4.9 | 15.9 | 1.2 | 13.5 | -0.9 | 0.94 |
| 9062 | FMNDC | Fid VIP Growth | Large Growth | | 11.63 | Buy | -1.1 | 1.0 | 23.8 | 7.5 | 16.8 | 1.1 | 1.06 |
| 9070 | FIDNC | Fid VIP Growth & Income | Large Blend | | 11.04 | Hold | -0.5 | -0.9 | 14.4 | 6.0 | 13.1 | -1.2 | 1.01 |
| 9068 | FIDPC | Fid VIP Growth Opportunities | Large Growth | | 11.40 | Buy | -2.2 | 3.6 | 23.4 | 9.4 | 22.8 | 0.0 | 1.05 |
| 9078 | FPVDC | Fid VIP Growth Stock | Large Growth | | 12.35 | OK to Buy | -2.2 | 2.1 | 19.7 | 7.3 | 21.7 | 3.0 | 1.01 |
| 9077 | FQBRC | Fid VIP Growth Strategies | Mid Growth | | 10.73 | Buy | -1.8 | -7.1 | 24.5 | 0.0 | 18.6 | -1.0 | 1.16 |
| 9084 | FPDRC | Fid VIP Health Care | Sector | 1.00%/60d | 13.34 | Hold | 1.4 | 5.9 | 16.9 | 13.4 | 20.2 | 4.2 | 0.85 |
| 9060 | FBBLC | Fid VIP High Income | High-Yield Bond | | 14.21 | Buy | -2.3 | 1.3 | 13.8 | 3.1 | 19.4 | 5.1 | 0.50 |
| 9064 | FXVLT | Fid VIP Index 500 | Large Blend | | 11.34 | Hold | -0.3 | 0.8 | 14.7 | 7.5 | 13.9 | -0.4 | 1.00 |
| 9082 | FBALC | Fid VIP Industrials | Sector | 1.00%/60d | 14.84 | Buy | 0.7 | -4.8 | 30.6 | 3.0 | 22.1 | 4.4 | 1.45 |
| 9076 | FVJIC | Fid VIP Int'l Capital App | Diversified Int'l | 1.00%/60d | 10.21 | Buy | -2.4 | -10.0 | 15.4 | -3.7 | 20.3 | -3.2 | 1.48 |
| 9063 | FTLKC | Fid VIP Investment Grade Bond | Inv Grd Bond | | 13.78 | OK to Buy | -0.4 | 5.7 | 7.5 | 4.9 | 10.7 | 5.5 | 0.18 |
| 9172 | FVMAC | Fid VIP Materials | Sector | 1.00%/60d | 12.90 | Hold | 1.0 | -6.0 | 28.1 | 3.2 | 30.2 | -- | 1.52 |
| 9071 | FNBSC | Fid VIP Mid Cap | Mid Growth | | 13.71 | OK to Buy | -2.1 | -8.2 | 28.4 | -5.2 | 19.8 | 2.5 | 0.98 |
| 9059 | FTNJC | Fid VIP Money Market | Money Mkt | | 11.44 | -- | 0.0 | -0.1 | -0.1 | -0.1 | 0.1 | 1.6 | 0.01 |
| 9088 | FEMMC | Fid VIP Overseas | Diversified Int'l | 1.00%/60d | 10.38 | OK to Sell | -3.8 | -14.5 | 12.8 | -8.0 | 9.1 | -3.8 | 1.32 |
| 9072 | FFWKC | Fid VIP Real Estate | Sector | | 12.80 | Hold | -3.5 | 2.7 | 29.9 | 8.0 | 29.9 | -2.5 | 1.92 |
| 9075 | FGDQC | Fid VIP Strategic Income | High-Yield Bond | | 12.80 | Buy | -1.6 | 2.9 | 9.4 | 3.8 | 15.0 | 6.6 | 0.62 |
| 9086 | FYENC | Fid VIP Technology | Sector | 1.00%/60d | 15.10 | Buy | -3.7 | -7.3 | 27.3 | -1.7 | 34.1 | 5.1 | 1.27 |
| 9173 | FVTAC | Fid VIP Telecommunications | Sector | 1.00%/60d | 8.60 | Hold↓ | 0.2 | -4.2 | 17.2 | 2.2 | 19.5 | -- | 0.88 |
| 9087 | FXRRC | Fid VIP Utilities | Sector | 1.00%/60d | 14.22 | Buy | 0.8 | 10.0 | 10.8 | 14.8 | 11.1 | 1.7 | 0.71 |
| 9079 | FKMSC | Fid VIP Value | Mid Value | | 10.16 | Buy | -0.6 | -4.4 | 17.4 | 3.4 | 18.4 | -2.7 | 1.34 |
| 9080 | FUEBC | Fid VIP Value Leaders | Large Value | | 8.66 | Sell | -2.7 | -10.0 | 9.8 | -1.6 | 8.7 | -6.1 | 1.20 |
| 9073 | FRBSC | Fid VIP Value Strategies | Mid Blend | | 11.03 | Buy | -0.5 | -8.8 | 26.2 | -1.1 | 24.3 | -1.4 | 1.47 |
| 9272 | FYBXC | Credit Suisse Int'l Equity Flex III | Diversified Int'l | | | | Discontinued | | | | | | |
| 9285 | FIGXC | Invesco Van Kampen Gbl Val Eqty | Global Stock | | 8.14 | OK to Sell | -2.0 | -9.9 | 10.7 | -3.6 | 6.4 | -5.5 | 1.01 |
| 9147 | FPRLC | Lazard Retirement Emerging Mkts | Emg Mkts | | 13.46 | Buy | -2.4 | -14.5 | 22.7 | -8.7 | 24.4 | 4.9 | 1.36 |
| 9143 | FPRMC | Morgan Stanley Emerg Mkt Debt | Emg Mkt Bond | | 14.66 | OK to Buy | -1.1 | 5.5 | 9.5 | 5.2 | 17.0 | 6.6 | 0.47 |
| 9144 | FPRNC | Morgan Stanley Emerg Mkt Equity | Emg Mkts | | 11.53 | Buy | -3.4 | -15.5 | 18.7 | -10.5 | 22.1 | 1.9 | 1.34 |
| 9146 | FPRPC | Morgan Stanley Gbl Tactical Alloc | Diversified Int'l | | 9.31 | Hold | -1.5 | -3.5 | 5.4 | 1.1 | 13.1 | -2.6 | 1.16 |
| 9276 | FPMBC | Pimco VIT Low Duration | Shrt-Term Bond | | 10.70 | Buy | -0.6 | 0.3 | 5.0 | 0.4 | -- | -- | 0.14 |
| 9277 | FPNBC | Pimco VIT Real Return | TIPS | | 12.30 | Hold | 0.1 | 10.8 | 7.8 | 8.7 | -- | -- | -- |
| 9278 | FPOBC | Pimco VIT Total Return | Intermed Bond | | 11.11 | OK to Buy | -1.1 | 1.7 | 7.8 | 1.3 | -- | -- | -- |

ANNUITY MODEL PORTFOLIOS

| Annuity Growth | |
|-----------------------|------------|
| Fund | Allocation |
| VIP Growth Opps | 27% |
| VIP Strategic Income | 25 |
| VIP Equity-Income | 20 |
| VIP Value Strategies | 19 |
| Lazard Ret Emerg Mkts | 9 |
| Total Return: | |
| Nov: -1.5% YTD: -0.5% | |

| Annuity Growth & Income | |
|-------------------------|------------|
| Fund | Allocation |
| VIP Strategic Inc | 27% |
| VIP Growth Opps | 23 |
| Pimco Low Duration | 20 |
| VIP Value | 16 |
| VIP Equity-Income | 14 |
| Total Return: | |
| Nov: -1.3% YTD: -1.1% | |

| Annuity Income & Pres | |
|-----------------------|------------|
| Fund | Allocation |
| Pimco Low Duration | 23% |
| VIP Strategic Inc | 21 |
| VIP Money Market | 21 |
| VIP Value | 14 |
| VIP Equity-Income | 12 |
| VIP Growth Opps | 9 |
| Total Return: | |
| Nov: -0.9% YTD: -1.7% | |

NEW FUNDS

Growing Emerging Market Options

Fidelity has launched two new funds that tap the debt and equity markets in the world's fastest-growing and most populous nations.

Total Emerging Markets [ticker: FTEMX] is essentially a "growth and income" fund whose lead manager is John Carlson. He's long-overseen **New Markets Income** — an emerging markets debt fund — and more recently **Global High Income** (see p. 3).



John Carlson

John's latest charge is the 40% slice of Total Emerging Markets that's "dedicated" to bonds. (A floor of 20% is in place.) Although we don't know this with certainty, we suspect that the fixed-income exposure of the fund will closely resemble that of New Markets Income.

The remaining 60% of "Total" is more interesting in that it's run by a team of five stock investors. Team-managed funds are a growing trend at Fidelity, and this approach is already used at **Int'l Small Cap**. There, three managers' roles are divided along geographic lines. In the case of Total, stockpickers are divided among

MUST-KNOW INFO

Total Emerging Markets:

A temporary expense cap of 1.40% is in place, but it will rise to about 1.62% once certain operating thresholds are met (see below). The fund also has a redemption fee of 1.5% on shares held fewer than 90 days.

Emerging Markets Discovery:

A temporary expense cap of 1.45% is in place, but it will eventually rise to about 1.56%. The fund has an even higher redemption fee of 2.0% on shares held fewer than 90 days. This reflects the lack of liquidity that the manager will face when having to sell shares. Such fees are meant to discourage short-term traders, and they are paid to the fund's remaining shareholders, not to Fidelity. ■

10 industries. (This is more common at Fidelity's US stock funds.)

The second new offering, **Emerging Markets Discovery** [ticker: FEDDX], fills a hole in Fidelity's international fund lineup. As its moniker "Discovery" hints at, its stock universe consists of small- and mid-size companies in the developing (emerging) markets of Asia, Latin America, Africa and Eastern Europe.

In terms of its market cap, it differs from the larger companies already found in Fidelity's **Emerging Markets** fund. It also differs from it in a more subtle way: there will be a decided bias for a range of consumer-oriented stocks. This reflects

Fidelity's view that as wealth grows in these populous and expanding economies, consumer spending will rapidly rise on everything from food to electronics to health care — and we agree.

Identifying and buying these smaller, promising companies falls to Manager Ashish Swarup. He already runs a similar (though larger-cap) sleeve of stocks inside the massive **Diversified International** fund. And while he'll be drawing upon Fidelity's global network of securities analysts, he'll have complete say on this new fund.

Action Recommendations

Total Emerging Markets is a good way for investors to own the stocks and bonds of many of the world's fastest growing economies, while easily diversifying one's portfolio. At the same time, we like Emerging Markets Discovery because it seeks out many of the world's least known (and therefore, less liquid) stocks. This is yet another way (albeit a riskier one) to increase equity portfolio diversification and otherwise lessen your developed-market risk.

We rate both funds *OK to Buy*.

Note that we have reduced our exposure to **Emerging Asia** in our Aggressive Growth Model; the fund remains rated a *Buy*. ■

— John Bonnanzio

BOND FUNDS

The Long Bond: Finally, Time To Sell

In a year that started with Treasury yields at extreme lows, and then saw Treasuries downgraded by Standard & Poor's, as the US government made no progress on reducing its debt, not many would have bet (including us) that 2011 would be a great year to own any of Fidelity's three Treasury index funds.

Frankly, it's no comfort to us that America's best-known bond investor (Pimco's Bill Gross) put his firm's reputation on that line believ-

ing, as we did, that long-term Treasuries had become a terrible value.

If only more had agreed!

As it turns out, with Europe poised to implode, cash earning nothing, and stocks taking investors on a jaw-dropping Nantucket Sleighride, historically low Treasury yields suited many investors just fine, thank you. And, all the better: with the US economy growing only modestly and unemployment high, no one was even thinking about inflation.

As such, it was perfectly acceptable to not only buy Treasuries, it was *de rigueur* to own the long-dated ones!

Spartan Long-Term US

Treasury Index is up 25.7% this year, and that's atop its 9.2% return in 2010. Meanwhile, the 10-year Treasury yield stands at around 2%. Given these even lower yields, and after the fund's robust performance, we are downgrading Spartan L-T Treasury from *Hold* to *Sell*, as its downside risk is now quite elevated.

At the same time, the government-backed mortgage bonds offered by Fannie, Freddie and Ginnie offer higher yields than comparable duration Treasuries, with less risk. We're upgrading **Ginnie Mae** and **Mortgage Securities** from *Hold* to *OK to Buy*. ■

Inside Fidelity

Manager Changes — Matt Friedman is no longer part of **Balanced** fund's investment team. (We reported last month that Tobias Welo was taking over the fund's industrials sector sleeve and is co-managing **VIP Contrafund**.) Matt continues his duties on the team-run **Stock Selector Large Cap Value** (formerly Large Cap Value) and **Value** funds.

Separately, Lionel Harris is the new manager of the struggling **Small Cap Stock** fund. He's replacing Andy Sassine who's taking a leave of absence from Fidelity, but who is expected to return to the firm in another capacity. As a result of this change, we're upgrading Small Cap Stock from *Hold* to *Buy* as Lionel has been doing a very good job running **Small Cap Growth** since 2005.

In turn, Lionel is leaving Small Cap Growth, and is being replaced by Pat Venanzi, a seasoned small-cap stock analyst. Pat remains one of six co-managers on **Stock Selector Small Cap** (formerly Small Cap Independence) where he's been doing an excellent job running that fund's health care sleeve. We continue to rate Small Cap Growth a *Buy*.

And speaking of smaller-cap fare, we hear that **Low-Priced Stock** fund's on-leave manager, Joel Tillingast, is busy finishing up writing

DIVIDEND UPDATE

In addition to monthly dividends paid by Asset Mgr: 20%/30%, bond, and money market funds, all funds are eligible for year-end dividends and/or capital gains on funds in December (see p. 4).

Other than monthly dividends paid by Asset Mgr: 20%/30%, bond, and money market funds, and also minuscule capital gains for some money markets, there were no distributions in November

a book about — what else? — small-cap stock investing! (Note that his fund is really a mid-cap offering today.) However, he's still "highly engaged" in running Low-Priced Stock, even as his hand-picked team of managers have day-to-day responsibility for running it. Better yet: while there are "no guarantees" that Joel will return to managing one of the industry's best-run funds, no one should be surprised to find him back at his desk poring over research reports on January 1 — probably first thing in the morning!

Finally, Matt Drukker has been named co-manager of **Select Wireless**, joining Kyle Weaver. Drukker will be succeeding Gavin Baker, who continues to run **OTC**.

Updated iService — Fidelity has launched a newer, slicker, more user-friendly way for its brokerage clients to track their investments, trade, and research their mutual funds, stocks, ETFs and other securities using their Apple iPad. The new "app" is available for free through Apple's so-called AppStore (iTunes.com), or it may be downloaded directly from Fidelity's website. (BlackBerry, iPhone and users of other mobile devices can still use them for the same purposes, though there are many new features that are only available to customers in the larger iPad format.)

If you want to learn more about Fidelity's "next generation" app prior to downloading it, you can preview the software on Fidelity's website.

Corrections — In the November *Fidelity Insight* report, some prior fund rating changes were inadvertently excluded from the *Scorecard*. The correct ratings were posted on our website and noted on our Hotline update of Nov. 4. We apologize for any inconvenience. ■

MESSAGE TO MEMBERS

Stay Calm Amidst Market Turmoil

The incredibly volatile market action this year can be very tough on investors' nerves. It's hard to watch the extreme day-to-day market swings and not start to feel that it's just too hard to figure out the markets and maybe it would be better to simply stand aside. But that would be a mistake. While the markets have been difficult, to say the least, for long-term capital needs, stocks are still your best bet. Don't focus too much on the daily gyrations of the market, instead keep your eyes focused on your long-term goals and let us help you understand and navigate through these tough times. Better days will come!

On a related note, we have often talked about how difficult market timing is and how missing the best days can severely hurt your long term returns. The last week in November presented an excellent example. After getting smacked around for most of the month, suddenly, in the last three trading days of the month the Dow soared 804 points or 7.2%. And no one saw it coming.

We are not suggesting that all is well — far from it. But the point is that when the real turn comes, it will likely take everyone by surprise.

Sincerely,
John Boyd
John Bonnanzio

PS — We've been busy writing the 2012 edition of the *Independent Guide to Fidelity Funds*. We're adding a new chapter on equity index funds, analyzing 7 new funds, and reviewing many with new managers, investment strategies, and more.

If you haven't already renewed to reserve your free *Guide*, see the enclosed renewal form.

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