

25
Years

Best Performing Fidelity Newsletter For The Past 25 years

FIDELITY MONITOR & INSIGHT

Incorporating Fidelity Monitor and Fidelity Insight

Ranked #1
By Hulbert's (see p.3)

MAY 2013

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MESSAGE FROM JACK

Interest Rates And Inflation Not Surging Any Time Soon

If you've been worried that the bond market might take a big hit, you can relax. Bond funds may disappoint going forward, but it's unlikely they'll crash. Consider the following:



Jack Bowers

- Inflation may not be a problem for a very long time. On one side is the Fed, which is trying to create a little inflation to boost spending and create jobs. But on the other side are two

heavy-handed forces with deflationary connotations: advancing technology and an aging US population. The former keeps rising prices at bay because it creates new forms of competition while boosting productivity. The latter reduces the amount of money chasing goods and services because more people are leaving the workforce than entering it. Unless the Fed radically steps up its quantitative easing measures (unlikely), inflation could remain subdued for many years to come.

- The real estate bust, some five years in the past, is holding down borrowing demand just as Japan's bust did starting 22 years ago (see Q&A on p. 4). Boomers especially have become obsessed with paying off mortgage debt ahead of retirement, and their collective impact is substantial. Even when you add all the new borrowing activity by the federal government and Boomer children, the growth in borrowing demand is less than half of what it once was. As a result, interest rates — representing the supply and demand of borrowed money — may only carry a small premium over the rate of inflation.

- Dollar weakness could be a thing of the past. It's hard to make a case for a plunge while we're on our way to producing nine million barrels a day of oil while eliminating the trade deficit. Even if the Treasury were to default, the greenback could hold its value based on food and gasoline exports alone.

Bottom line: While bond funds may lag stock funds over the next 5-10 years, they still have a decent shot at keeping up with inflation, and they remain an excellent way to cut risk in a blended portfolio.

Sincerely,

MARKET OUTLOOK

Will History Repeat: Is Another Summer Swoon In The Cards?

I noted last month how the market has peaked in April for each of the past three years, then suffered a correction over the next few months, dropping 16% in 2010, 19% in 2011 and 10% last year. Are we headed for a similar fate this year?

Well, as I also noted last month, no one really knows what will happen to the market in the short-run, but let's look at some of the factors pro and con.



John M. Boyd

Federal Reserve Stimulus

A significant factor in the previous corrections was the removal of stimulus by the Federal Reserve. In 2010, the Fed's quantitative easing program of buying Treasury bonds (QE1) was halted in March. (It resumed in August after the markets sold off and the economy weakened.) In 2011, the Fed's second round of easing, QE2, ended in June as announced in advance. QE3 was not initiated until September of 2012, and it was subsequently boosted in December of that year from \$40 billion of bond purchases per month to \$85 billion where it stands today — with no signs of ending in sight.

While Fed action alone cannot keep the market moving ever-higher, they will at least not be "pulling the plug" before the economy is on stronger footings. By keeping the interest rates on bonds extremely low, the Fed's stimulus has certainly benefited housing. But perhaps the most important impact of low rates is that it is very hard to make money in anything other than stocks.

GDP Growth

In the three prior years, first quarter GDP growth (released in April) showed a marked dropoff from the fourth quarter of the prior year. But this year, GDP growth actually improved from an anemic 0.4% in the fourth quarter to 2.5% for the first quarter.

Now 2.5% is not great, and expectations are for slower growth in the second quarter (much of the first quarter's gains came from inventory accumulation), but it is headed in the right direction.

Market Outlook *cont'd on page 3*

Unique Opportunities Target Risk: 1.20 (Current: 1.17) Foreign Holdings: 8.3% **YTD Return: 12.7%**

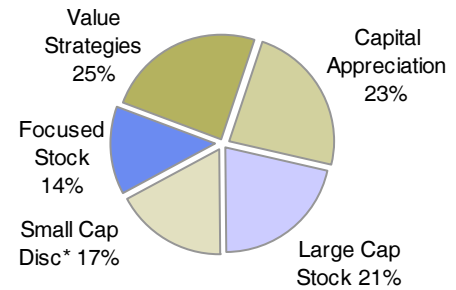
Stocks: 95.6% Bonds: 0.0% Cash: 4.4% Alternatives: 0.0% Yield: 0.6%

Holdings	Ticker	NAV	Shares	Value	Apr Ret
Value Strategies	FSLSX	\$35.53	2,224.92	\$79,051	1.9%
Capital Appreciation	FDCAX	33.07	2,248.54	74,359	2.0
Large Cap Stock	FLCSX	23.17	2,911.75	67,465	2.1
Small Cap Discovery*	FSCRX	27.46	1,998.03	54,866	-1.5
Focused Stock	FTQGX	16.93	2,567.44	43,467	1.3

* Closed: new investors use Small Cap Enhanced Index or Mid Cap Value.

Current Value (3/31/99 = \$100,000) \$319,209 1.3%

For aggressive members who have no need for income or principal for more than 10 years.



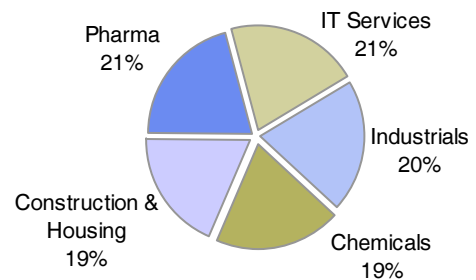
Select Target Risk: 1.20 (Current: 1.19) Foreign Holdings: 14.6% **YTD Return: 10.6%**

Stocks: 97.4% Bonds: 0.1% Cash: 2.5% Alternatives: 0.0% Yield: 0.2%

Holdings	Ticker	NAV	Shares	Value	Apr Ret
Pharmaceuticals	FPHAX	\$17.36	24,472.56	\$424,844	4.1%
IT Services	FBSOX	28.28	14,909.73	421,647	-1.7
Industrials	FCYIX	27.45	14,887.17	408,653	-2.2
Chemicals	FSCHX	125.19	3,157.01	395,226	1.7
Construction & Housing	FSHOX	53.68	7,015.8	376,606	0.7

Current Value (12/31/88 = \$100,000) \$2,026,976 0.5%

For aggressive members who have no need for income or principal for more than 10 years.



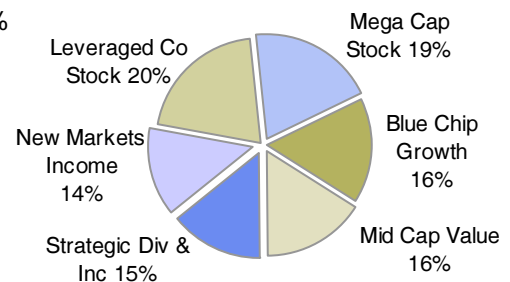
Growth Target Risk: 1.00 (Current: 1.02) Foreign Holdings: 18.1% **YTD Return: 10.1%**

Stocks: 78.4% Bonds: 0.3% Cash: 5.1% Alternatives: 16.3% Yield: 1.1%

Holdings	Ticker	NAV	Shares	Value	Apr Ret
Leveraged Co Stock	FLVCX	\$36.41	9,108.37	\$331,636	0.6%
Mega Cap Stock	FGRTX	13.37	23,596.76	315,489	2.8
Blue Chip Growth	FBGRX	54.26	4,659.40	252,819	1.4
Mid Cap Value	FSMVX	21.00	12,017.19	252,361	1.3
Strategic Div & Inc	FSDIX	13.71	16,997.70	233,038	2.9
New Markets Income	FNMIX	17.51	12,353.94	216,318	2.3

Current Value (12/31/86 = \$100,000) \$1,601,661 1.8%

For moderately aggressive members who want equity-dominated portfolios and have no income needs for at least 10 years.



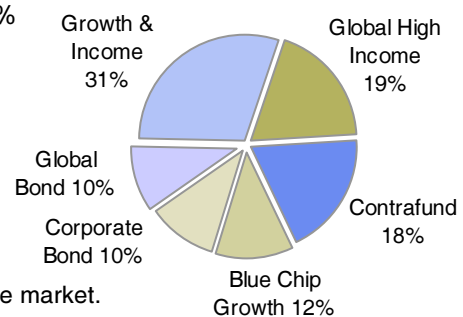
Growth & Income Target Risk: 0.66 (Current: 0.73) Foreign Holdings: 19.8% **YTD Return: 7.7%**

Stocks: 60.2% Bonds: 13.0% Cash: 2.9% Alternatives: 23.9% Yield: 1.7%

Holdings	Ticker	NAV	Shares	Value	Apr Ret
Growth & Income	FGRIX	\$24.07	5,594.69	\$134,664	2.8%
Global High Income	FGHNX	10.47	7,928.14	83,008	2.4
Contrafund	FCNTX	85.45	943.15	80,592	1.8
Blue Chip Growth	FBGRX	54.26	933.21	50,636	1.4
Corporate Bond	FCBFX	11.56	3,921.61	45,334	1.9
Global Bond	FGBFX	10.08	4,497.05	45,330	2.1

Current Value (12/31/93 = \$100,000) \$439,564 2.2%

A good choice for members retiring in 5-10 years looking for less volatility than the market.



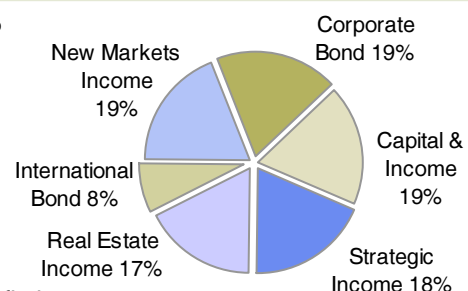
Income Target Risk: 0.33 (Current: 0.35) Foreign Holdings: 36.4% **YTD Return: 2.5%**

Stocks: 2.5% Bonds: 23.6% Cash: 5.2% Alternatives: 68.7% Yield: 3.3%

Holdings	Ticker	NAV	Shares	Value	Apr Ret
New Markets Income	FNMIX	\$17.51	3,625.27	\$63,479	2.3%
Corporate Bond	FCBFX	11.56	5,405.72	62,490	1.9
Capital & Income	FAGIX	9.86	6,289.64	62,016	1.9
Strategic Income	FSICX	11.47	5,276.08	60,517	1.8
Real Estate Income	FRIFX	12.23	4,715.46	57,670	1.9
International Bond	FINUX	10.05	2,477.12	24,895	2.5

Current Value (12/31/91 = \$100,000) \$331,066 2.0%

For members needing income and protection of their purchasing power against inflation.

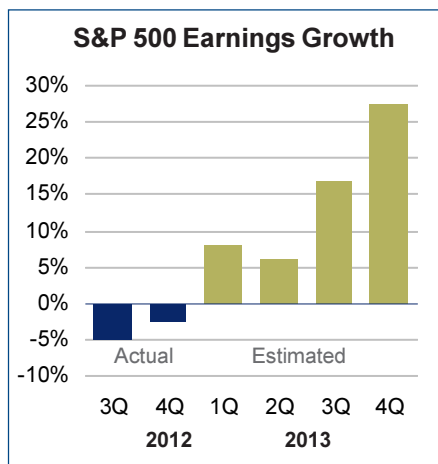


Investor Sentiment

At the peaks of the market in April of 2010-12, about 40% of investors were bullish and 30% bearish according to the American Association of Individual Investors. A few weeks ago, bullish sentiment was just 19% — the lowest reading since early March of 2009, just as the recovery was beginning. Similarly, bearishness was the highest since then at 54%. Sentiment has improved of late, but bullishness is still a low 28%. Markets don't generally correct when there are more bears than bulls.

Corporate Earnings

Earnings growth for the S&P 500 has been on a declining trend since March of 2010 as the recovery has matured, slipping into negative territory in the second half of last year. But if estimates can be believed (a big "IF" I know) that trend is about to turn positive as shown below. So far, with just over 60% of the S&P 500



reporting, first-quarter earnings are on track for a 7.8% increase. While growth is expected to decline a bit to 5.9% in the second quarter (in-line with expectations for a decline in GDP growth), it is projected to accelerate in the second half of the year.

Seasonal Trends

Of course there is also the long-standing seasonal trend that the market tends to perform much better in the November-April period than in the

FUNDS YOU SHOULD BUY NOW

Growth: **Blue Chip Growth**, **Cap App** and **Growth Company** for large-cap growth; **Contrafund** is a more conservative approach. **Leveraged Co. Stock** and **Value Strategies** play financially distressed but improving mid-caps. Favored alternatives to the now-closed **Small Cap Discovery** are **Small Cap Enhanced Index** and **Mid Cap Value**.

Growth & Income: **Growth & Income**, **Mega Cap Stock** and **Strategic Dividend & Income** seek growth and yield from larger-cap stocks.

Bond: **Short-Term Bond** limits interest-rate risk. **Corporate Bond** holds investment-grade (though rate-sensitive) bonds. **Real Estate Income** enhances portfolio diversification and yield. Its 40% stake in stocks (REITS - classified as "Alternatives") also provides growth potential.

High Yield: More risky than investment-grade bond funds, but less risky than stock funds, **Capital & Income** will boost portfolio yield, though its goal is capital appreciation. **New Markets Income** is attractive for its dollar-denominated, higher-yielding emerging market debt. ■

May-October time frame. While not infallible, it has been a very good "trading rule" much of the time.

Expect The Unexpected

Taking all of the factors into consideration, I think it is less likely that we see a repeat of the past few years where the market began a summer swoon in May. That doesn't mean the market's path is uninterruptedly higher. We will probably see a correction sometime before the year is over. But I do not expect it to be as severe as those 15-20% drops of 2010 and 2011. And I do expect the market to end the year higher than it is today, although gains from here will be more modest.

Of course, there could always be some macro event (a flare-up in Europe, North Korea, Syria ... there is no shortage of candidates) that could instigate a more severe decline. But those types of risks are always with us and it is one reason we recommend sticking with some bonds in most portfolios (see *Message From Jack* on page 1). In fact, when stocks had down days in April, our bond funds generally were up, muting the losses. In fact, our most bond-heavy model portfolios were the month's best performers: the *Income Model* gained 2.0% and the *Growth & Income Model* rose 2.2% versus a gain of 1.9% for the S&P 500. ■

— John M. Boyd

1 NEWSLETTER OVER PAST 25 YEARS

At the risk of appearing boastful, we're pleased to announce that on a risk-adjusted basis, **Fidelity Monitor & Insight** is ranked #1 out of 35 newsletters tracked by *The Hulbert Financial Digest* over the last 25 years. This risk-adjusted performance ranking, which normalizes total return for the amount of risk incurred, is the most meaningful measure given the Hulbert approach of averaging portfolios with various risk levels. It also makes for an apples-to-apples comparison between newsletters that time the market and those that don't.

Interestingly, we were lifted to the top spot not so much because of what we did, but rather what we didn't do: **We didn't time the market by moving in and out of cash. We didn't invest heavily in foreign stocks or commodities. And we didn't hold anything other than Fidelity mutual funds.** That last "limitation" was probably the most significant. By letting Fidelity managers do what they do best, we had the wind at our backs more often than not. — Jack Bowers

QUESTIONS & ANSWERS

Fidelity Managers Core Out Apple

Q: Many Fidelity funds hold Apple among their top-10 positions. Given the severe drop in its share price, I hope fund managers are exiting or reducing their positions. Can you comment?

—G.W. via e-mail

A: We know from talking to Fidelity that among its managers there had been active disagreement about Apple's outlook. However, based on the latest reporting period (March 28), it appears that last year's 15 biggest stakeholders of the i-Conic company grew unanimous in their outlook: **every fund reduced its net exposure to Apple.**

A year ago (Jan. 31, 2012), OTC held the greatest proportion of its assets in Apple at 13.3%. More recently, that stake was almost halved to 7.2%. Similar moves were executed at **Contrafund, Export & Multinational** and **Magellan**. Perhaps most dramatically, **Fidelity** fund cored its Apple exposure some 77% from 6.6% to 1.5%. (Contrast that with Apple's S&P 500 market weight of 2.9% as March 2013.) We even identified four additional funds that jettisoned Apple completely: **Capital Appreciation, Fifty, Focused Stock** and **New Millennium**.

Of course, now with the stock down substantially from its peak and

a 15% increase in its dividend, we are seeing some buying among those funds with dividend mandates. Both **Equity-Income** and **Equity Dividend Income** have established small (less than 1%) stakes.

As for our model portfolios, their approximate exposures to Apple (based on the underlying funds' holdings of Apple as of March 28) are as follows:

Model	Equity Portion	Total Model
Unique Opps:	0.7%	0.7%
Select:	0.0	0.0
Growth:	1.7	1.5
Growth & Inc:	4.0	2.4
Income:	0.0	0.0

Based on reported holdings, all our models are underweight Apple (ranging from no exposure to 2.4%). And, only the *Growth & Income Model's* equity position represents an overweight (4.0% versus 2.9%). But even here we'd argue that that's appropriate given that model's income mandate and Apple's higher dividend.

Play Japan?

Q: With the Bank of Japan pumping \$1.4 trillion in stimulus over the next two years, is it time to get in on the ground floor?

— B.G. - via email

A: The change at BOJ could be a good opportunity (though the **Japan Smaller Companies** and **Japan** funds are already up 45.5% and

21.1%, respectively!), or another bust in a long string of attempts to stop the Japanese economy from contracting.

So far, the prospects for keeping the yen weak are looking good, which is key for turning around corporate earnings and boosting GDP. But rather than investing directly, a more prudent play is to buy **Pacific Basin** (now upgraded a notch to *Buy*), which is a bit more insulated from yen-based volatility owing to its emerging market exposure.

Retirement Strategies

Q: I am now retired and must take out MRDs on an annual basis. I will need this money eventually for living expenses, but in the meantime it has inflated my cash position to 26%. What should I do?

— S.W.S. - via email

A. Your situation is a common one for many of the clients in our advisory business. Often we will invest retirement accounts using a mostly stock-oriented approach, while keeping taxable accounts used for living expenses at a lower risk level in a portfolio holding a nearly equal mix of stocks and bonds. That way, money that will eventually be needed for living expenses still has the potential to grow faster than inflation, but the risk of loss over a three-year period is still kept at a low level. You can approximate this strategy by keeping your cash in a 50/50 blend of the *Growth & Income* and *Income* models. ■

BOND FUND INVESTING

Time For Treasuries?

As Jack discusses on page 1, there's little risk that inflation will soon rear its ugly head. So why not buy Fidelity's Treasury bond funds?

On the plus side, they are negatively correlated to stocks making them good portfolio diversifiers, and they are safe credit-wise. But while inflation may not be on the rise, our outlook for Treasury bond funds also considers supply and demand. And,

with the Fed buying \$45 billion in Treasuries each month (plus \$40 billion in mortgage bonds), demand is artificially high. That won't continue indefinitely.

With that in mind, **Spartan Long-Term Treas Index's** low 2.48% yield does not adequately compensate investors for its longer-term interest-rate-risk (duration is an extremely high 16.8 years!). Still, we're raising its rating a notch to a somewhat symbolic *OK to Sell*. That now matches **Spartan Intermediate Treas Index** whose duration is lower, but still long

at 6.7 years. (It yields a scant 0.97%.)

While **Inflation-Protected Bond** and **Spartan Inflation-Protected Index** are also vulnerable to rising interest rates, because they hold Treasury Inflation-Protected Securities (TIPS), their biannual inflation adjustments temper duration risk. (We rate them *Hold*.)

As for **Spartan Short-Term Treas Index (Hold)**, its yield is a miserly 0.15%. A better alternative is the *Buy*-rated **Short-Term Bond** (though its credit risk is higher). ■

FUND COMMENTARY

Stocks Rise As Markets Look Ahead

Despite mounting evidence that global growth is slowing, for the most part, equities and bonds rose in April. Not just in the US, but abroad as well.



John Bonnanzio

While hardly a disaster, the first read on US GDP growth for the first quarter shows the economy growing 2.5% when economists had called for a more robust 3.0% to 3.2% growth.

(See John Boyd's *Market Outlook*.)

The effects of this slowdown are already apparent for US exporters. Through February, overseas sales rose a scant 0.1% on a year-over-year basis. European exports tumbled 10.9%, but sales to China rose 6.2% (though the latter is down from over 20% just two years earlier).

Whether a company makes semi-conductors, semi-trailers or semi-precious metals, for now, the world wants less of everything.

Amid this less-than-sanguine revelation, earnings season is now in full throttle. So far with 271 of the S&P 500 reporting, 70% are beating earnings estimates (though only about 44% are beating on revenue). And, overall, first quarter earnings are expected to rise about 8% over last year.

Largely for that reason and the lack of any really, really bad market-moving news, April was mostly a month of rising tides.

Large-cap stocks fared best pushing the S&P 500 and Dow Jones Industrials up 1.9%. Ditto for the tech-rich Nasdaq Composite (up 1.9%), which rose despite weakness among PC and chip makers (you'll notice in the facing box a few related fund downgrades). As for the small-cap Russell 2000 (down 0.3%), such bull markets typically favor this arena. But with substantial gains racked up by small-caps in the first quarter, there was greater interest in the more reli-

able (though slower-to-grow) large-cap names.

Equity Funds

April was a market-cap driven month. As such, Fidelity's small-cap funds were laggards while funds holding the biggest companies were typically the biggest winners. Here are the top-five by market-cap: **Mega Cap Stock** (up 2.8%), **Equity Dividend Income** (up 2.3%), **Growth & Income** (up 2.8%) and **Large Cap Core Enhanced Index** (up 2.4%).

One notable exception to the market cap rule was **OTC**. Historically a large-cap fund, manager Gavin Baker recently slashed the fund's market cap to a "mid-capish" \$8 billion down from \$21 billion at the start of the year. He's also increased exposure to Tesla Motors while simultaneously halving his stake in Apple (see p. 4 Q&A).

Taken together, OTC topped its peers and everything else with a gain of 3.6%. By comparison, the mid-cap **Growth Strategies** (which has the same market cap) rose 1.3%.

As for Fidelity's five small-cap funds (their market caps are all south of \$3 billion), their losses ranged from a low of -1.5% for **Small Cap Discovery** to a negligible setback for **Stock Selector Small Cap**.

International Funds

With Japan's central bank mimicking the moves of the Fed, **Japan Smaller Companies** skyrocketed 15.6% and the larger-cap **Japan** fund jumped 8.3%. Despite that country's

problems, they illustrate the value of having Japanese exposure in a diversified foreign stock fund. Case in point: **Spartan Int'l Index** (which is 21% weighted in Japan) gained 5.1% in April while **Europe** fund rose a very solid, but more modest, 3.6%.

As for **Emerging Europe MidEast Africa** (up 0.6%), **Canada** (up 0.4%) and **Latin America** (down 0.3%), falling commodity prices (especially gold) were prime contributors to their woes. To that latter point, **Select Gold** tumbled 18.9% in April and is now down 32.7% for the year.

Fixed Income

With investors' appetite for risk whetted, high-yield funds gained ground: portfolio holdings **Capital & Income** popped 1.9% and **New Markets Income** (which finally perked up) gained 2.3%; **Global High Income** fared even better with its gain of 2.4%.

April was also good for taxable and muni bond funds. With inflation fears tamed (see facing page), longer-duration funds gained the most: **Spartan Long-Term Treasury Index** popped 3.9% while on the tax-free side **Muni Income** gained 1.3%.

Separately, as we went to press, we learned that Fidelity will launch new Treasury Money Market and Government Cash Management funds. They have also re-named U.S. Treasury Money Market to the more accurate and transparent **Treasury Only Money Market**. ■

— John Bonnanzio

MAY SCORECARD RATING CHANGES

Fund	Ratings			Comments
	Old	New		
Int'l Small Cap	B	B	↑	Small-cap Japan exposure is driving performance.
Lg Cap Core Enh	H	B	↑	Investment process appears to be taking hold.
Pacific Basin	B	B	↑	A means to play a rebounding Japan (see p. 4).
Select Computers	H	S	↓	Slowing PC sales and global GDP are negatives.
Select Electronics	H	S	↓	Slowing PC sales and global GDP are negatives.
Select Insurance	B	B	↑	Should benefit from pick-up in home and car sales.
Select Natural Gas	H	B	↑	Shift from coal to clean gas provides price support.
Sptn L-T Treas IDX	S	S	↑	Any inflation concerns are waning (see p. 4).

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

FIDELITY SCORECARD

APRIL 30, 2013

Fund No.	Fund Ticker	Fund Name	Sht-Term Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)				Rel Vol (Risk) ¹
						Apr	YTD	3 Mo.	1 Yr	3 Yr	5 Yr	10 Yr	
Comparative Indexes		S&P 500		1597.6		1.9	12.7	7.2	16.9	12.8	5.2	7.9	1.00
		Nasdaq		3328.8		1.9	10.6	6.3	11.0	12.0	7.9	9.5	1.15
		Dow Jones Industrials		14839.8		1.9	14.1	7.7	15.3	13.5	5.9	8.5	0.90
		Russell 2000 (Small Caps)		947.5		-0.3	12.0	5.4	17.7	11.3	7.3	10.5	1.33
		Barclays Aggregate Bond*				0.9	0.8	1.5	3.5	5.4	5.5	4.8	0.17
Model Portfolios		Unique Opportunities				1.3	12.7	6.8	17.0	9.9	3.2	11.0	1.17
		Select				0.5	10.6	4.6	16.1	12.5	4.5	9.9	1.19
		Growth				1.8	10.1	5.6	13.4	10.7	3.7	9.0	1.02
		Growth & Income				2.2	7.7	4.8	10.7	8.7	3.6	7.5	0.73
		Income				2.0	2.5	2.3	7.7	8.2	5.5	5.0	0.35

													Rel Vol (Risk) ¹	Assets (\$Mil)		
LARGE CAP GROWTH						Category Averages			1.6	11.1	6.2	12.9	11.8	4.9	1.12	
312	FBGRX	Blue Chip Growth		54.26	Buy	1.4	10.6	5.9	10.9	12.0	7.5	1.18	\$11,852			
307	FDCAX	Capital Appreciation		33.07	Buy	2.0	12.6	8.0	17.1	12.9	6.9	1.08	5,414			
22	FCNTX	Contrafund		85.45	Buy	1.8	11.2	7.0	12.6	12.7	5.6	0.93	64,295			
332	FEXPX	Export and Multinational	0.75%/30d	24.15	OK to Sell	1.0	10.3	6.3	13.5	9.2	2.9	1.03	1,744			
3	FFIDX	Fidelity Fund		39.87	Hold	1.5	11.3	5.6	14.3	10.7	3.2	1.05	4,565			
500	FFTYX	Fifty (Closed)		22.59	Buy	1.1	11.9	6.1	13.6	12.3	2.8	1.00	678			
333	FTQGX	Focused Stock		16.93	Buy	1.3	11.8	6.1	13.5	14.4	7.0	1.09	944			
25	FDGRX	Growth Company (Closed)		103.45	Buy	2.3	11.0	6.5	9.6	13.8	6.9	1.16	23,751			
339	FDSVX	Growth Discovery		17.13	Hold	1.5	10.0	5.9	8.2	13.0	3.5	1.14	770			
73	FDFFX	Independence		29.08	OK to Sell	1.6	12.2	5.8	14.6	10.4	1.3	1.44	3,300			
763	FSLGX	Large Cap Growth (Closed)		12.45	Hold	1.6	9.2	5.2	11.8	13.1	5.7	1.10	134			
21	FMAGX	Magellan		80.75	OK to Buy	1.0	10.2	4.9	13.1	6.7	-0.2	1.18	12,295			
300	FMLX	New Millennium		34.15	OK to Buy	1.1	12.7	7.0	16.0	12.8	7.8	1.04	2,246			
93	FOCPX	OTC		67.24	Hold	3.6	11.0	7.0	9.9	10.8	7.5	1.28	5,430			
320	FSSX	Stock Selector All Cap		31.63	Hold	1.7	11.7	5.9	16.1	11.2	3.6	1.16	2,660			
5	FTRNX	Trend		79.90	Hold	1.7	9.3	5.3	12.0	13.0	6.3	1.11	1,188			
LARGE CAP BLEND						Category Averages			1.9	13.1	7.3	19.1	11.5	3.5	1.17	
315	FDEQX	Disciplined Equity		27.63	Sell	1.5	13.4	7.5	17.7	9.3	1.8	1.12	1,835			
330	FDGFX	Dividend Growth		33.15	Hold	1.4	10.9	5.3	14.8	9.9	5.9	1.31	6,350			
27	FGRIX	Growth & Income		24.07	Buy	2.8	13.7	8.1	20.3	13.4	0.2	1.06	5,591			
338	FLCSX	Large Cap Stock		23.17	Buy	2.1	13.1	7.2	19.7	12.9	6.3	1.19	1,489			
361	FGRTX	Mega Cap Stock		13.37	Buy	2.8	12.5	7.2	18.1	13.8	5.7	1.09	2,136			
343	FTXMX	Tax Managed Stock (Closed)		15.62	Sell	1.0	15.2	8.5	24.8	10.7	1.7	1.25	60			
832	FVDFX	Value Discovery		18.42	Hold	2.2	13.1	7.1	18.5	10.4	3.1	1.16	429			

Scorecard Key:

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 Equity-Income II. ⁶Formerly U.S. Treasury Money Market. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

Model Portfolios Key:

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.

MODEL PORTFOLIO HISTORICAL RETURNS (FIDELITY MONITOR)

	88	89	90	91	92	93	94	95	96	97	98	99	00	01	02	03	04	05	06	07	08	09	10	11	12
Regular Models																									
Un Opp												33.8	-20.5	1.6	-2.1	43.2	20.6	18.8	16.6	11.6	-47.6	45.8	19.3	-5.8	16.8
Select	23.4	31.3	35.3	20.4	25.9	-0.9	39.0	5.2	29.3	21.7	44.9	-14.9	-7.3	-14.7	38.4	7.4	15.0	13.6	15.6	-39.3	35.4	11.6	1.2	19.2	
Growth	26.0	30.4	-4.4	40.6	15.7	31.9	-2.1	27.2	19.2	25.5	9.9	29.0	-10.8	-6.4	-17.1	46.1	12.4	11.2	15.7	7.3	-42.7	31.8	17.7	-1.7	16.0
G&I							-3.7	21.6	15.8	18.7	11.1	12.2	2.7	1.3	-6.4	33.0	11.5	8.2	13.7	6.1	-33.5	28.1	12.2	-0.3	13.4
Income					10.1	11.3	-2.1	14.8	9.0	10.5	3.5	3.0	0.3	5.6	5.4	8.4	4.2	3.6	6.9	4.0	-18.2	20.0	9.1	6.3	10.7
Annuity (VIP) Models																									
Sector																57.5	6.3	14.0	17.7	11.2	-41.4	50.2	15.0	-5.0	18.1
Growth					20.6	4.6	36.1	16.1	23.5	22.6	22.1	-10.3	-14.0	-21.7	30.0	7.0	10.1	14.5	9.3	-45.5	25.1	17.7	-2.2	17.8	
G&I							26.4	12.8	21.4	15.1	6.1	-4.9	3.1	-9.4	20.8	6.3	4.5	11.6	7.7	-31.0	27.1	12.0	-1.0	13.9	
Income					12.3	-3.8	16.9	6.9	10.9	0.4	0.8	-2.4	-3.4	7.3	9.9	5.1	1.8	6.1	6.2	-18.3	22.9	7.3	7.4	10.0	

FIDELITY SCORECARD

APRIL 30, 2013

Fund No.	Fund Ticker	Fund Name	Sht-Term Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹	Assets (\$Mil)					
						Apr	YTD	3 Mo.	1 Year	3 Year	5 Year							
LARGE CAP VALUE						Category Averages						1.6	13.6	7.0	19.6	9.1	1.6	1.14
1271	FBCVX	Blue Chip Value		12.27	Hold	0.5	13.2	6.0	17.4	6.2	-0.7	1.21	\$268					
319	FEQTX	Equity Dividend Income ⁶		22.08	OK to Buy	2.3	13.9	8.0	19.2	9.9	2.5	1.13	4,762					
23	FEQIX	Equity-Income		53.04	Buy	2.2	13.2	7.2	20.9	10.1	2.9	1.14	6,680					
708	FSLVX	Stock Sel Large Cap Value		13.35	Hold	1.4	14.0	6.8	21.0	10.3	1.7	1.07	488					
MID-CAP GROWTH						Category Averages						1.2	13.2	6.6	15.1	10.0	5.1	1.25
324	FDEGX	Growth Strategies	1.50%/90d	23.44	OK to Sell	1.3	13.2	6.5	13.7	9.0	3.6	1.28	1,464					
793	FSMGX	Mid Cap Growth (Closed)				Merged into Stock Selector Mid Cap												
337	FMCSX	Mid-Cap Stock	0.75%/30d	33.68	Hold	1.3	14.6	7.9	16.5	10.9	6.5	1.22	4,749					
2412	FSSMX	Stock Selector Mid Cap			Hold	1.1	11.8	5.3	--	--	--	--	209					
MID-CAP BLEND						Category Averages						1.8	12.9	6.8	23.1	12.6	6.0	1.29
122	FLVCX	Leveraged Company Stock	1.50%/90d	36.41	Buy	0.6	13.0	5.8	25.8	12.3	3.3	1.49	4,011					
316	FLPSX	Low-Priced Stock	1.50%/90d	44.85	OK to Buy	2.9	13.5	8.1	19.3	13.5	8.2	1.08	26,135					
14	FSLSX	Value Strategies		35.53	Buy	1.9	12.2	6.5	24.1	11.9	6.5	1.32	640					
MID-CAP VALUE						Category Averages						1.1	16.2	7.7	24.2	12.8	6.5	1.21
762	FSMVX	Mid Cap Value	0.75%/30d	21.00	Buy	1.3	18.0	8.4	25.3	14.0	7.9	1.17	1,110					
39	FDVLX	Value		87.28	Buy	0.8	14.3	6.9	23.2	11.5	5.0	1.26	6,353					
SMALL CAP GROWTH						Category Averages						-0.4	14.2	6.6	15.5	11.8	7.1	1.31
1388	FPCGX	Small Cap Growth	1.50%/90d	18.03	OK to Buy	-0.4	14.2	6.6	15.5	11.8	7.1	1.31	1,206					
SMALL CAP BLEND						Category Averages						-0.5	11.8	4.9	16.9	11.2	8.8	1.38
384	FSCRX	Small Cap Discovery (Closed)	1.50%/90d	27.46	Buy	-1.5	14.1	5.9	26.7	16.6	15.8	1.30	5,664					
340	FSLCX	Small Cap Stock	2.00%/90d	19.78	OK to Buy	-0.1	9.3	3.7	10.5	4.8	5.3	1.50	2,501					
336	FDSCX	Stock Selector Small Cap	1.50%/90d	22.50	OK to Buy	-0.0	11.9	5.1	13.6	12.2	5.4	1.33	1,350					
SMALL CAP VALUE						Category Averages						-1.2	15.1	6.6	24.2	12.3	11.5	1.24
1389	FCPVX	Small Cap Value (Closed)	1.50%/90d	18.62	Buy	-1.2	15.1	6.6	24.2	12.3	11.5	1.24	2,502					
SPECIALTY																		
2063	FOTTX	130/30 Large Cap (Closed)		9.07	Sell	2.3	15.3	8.4	22.7	9.5	-2.5	1.18	18					
304	FBALX	Balanced		21.55	Buy	1.2	7.2	4.1	11.1	9.7	4.9	0.65	15,907					
308	FCVSX	Convertible Securities		27.95	Buy	0.8	8.6	4.1	15.6	9.1	3.9	0.96	1,877					
334	FGBLX	Global Balanced	1.00%/30d	24.67	OK to Buy	1.8	5.4	3.2	9.2	7.9	4.2	0.76	493					
2120	FFGCX	Global Commodity Stock	1.00%/30d	13.73	OK to Sell	-3.9	-7.3	-9.1	-6.0	-1.2	--	1.61	322					
1960	FDYSX	Global Strategies		9.78	OK to Sell	2.0	5.3	2.6	9.7	7.0	3.7	0.74	229					
1368	FIREX	International Real Estate	1.50%/90d	10.94	Hold	8.4	14.9	12.1	40.6	14.6	0.5	1.46	435					
4	FPURX	Puritan		20.68	Buy	1.1	7.0	3.9	10.5	9.4	5.5	0.70	16,011					
833	FRIFX	Real Estate Income	0.75%/90d	12.23	Buy	1.9	7.7	5.2	18.8	13.4	10.8	0.37	3,274					
303	FRESX	Real Estate Investment	0.75%/90d	36.71	Hold	6.5	14.5	10.6	17.7	17.1	7.1	1.16	4,409					
1329	FSDIX	Strategic Dividend & Income		13.71	Buy	2.9	11.9	7.6	18.2	12.2	5.3	0.79	2,867					
1505	FSRRX	Strategic Real Return	0.75%/60d	9.85	Hold	0.6	2.4	1.1	6.2	7.2	3.9	0.48	766					
311	FIUIX	Telecom & Utilities		21.54	OK to Buy	5.6	16.1	12.2	23.5	17.4	5.6	0.72	1,068					
ASSET ALLOCATION																		
328	FASIX	Asset Manager 20%		13.46	Hold	0.9	2.8	1.9	5.7	5.9	5.0	0.25	4,952					
1957	FTANX	Asset Manager 30%		10.36	Hold	1.1	3.8	2.2	7.3	6.9	5.2	0.36	491					
1958	FFANX	Asset Manager 40%		10.45	Hold	1.4	4.8	2.8	8.6	7.6	5.2	0.48	437					
314	FASMX	Asset Manager 50%		17.35	Hold	1.6	5.7	3.1	9.8	8.2	5.4	0.60	7,221					
1959	FSANX	Asset Manager 60%		10.77	Hold	1.8	6.7	3.6	11.0	8.5	5.4	0.72	753					
321	FASGX	Asset Manager 70%		18.65	Hold	1.9	7.6	3.9	12.1	9.0	4.8	0.84	3,054					
347	FAMRX	Asset Manager 85%		15.44	Hold	2.1	9.0	4.5	13.8	9.4	4.4	1.02	994					
EQUITY INDEX																		
355	FFNOX	Four-in-One Index		32.18	Hold	2.4	10.2	5.7	15.7	10.6	4.4	0.92	2,733					
2010	FIENX	International Enhanced Index	1.00%/30d	7.90	Hold	5.1	10.0	5.2	19.9	8.2	-1.6	1.29	33					
1827	FLCEX	Large Cap Core Enhanced Index		10.72	OK to Buy↑	2.4	13.2	7.8	17.2	12.9	5.1	0.99	220					
1829	FLGEX	Large Cap Growth Enhanced Index		12.28	OK to Buy	2.2	12.8	7.8	12.9	13.1	6.8	1.02	179					
1828	FLVEX	Large Cap Value Enhanced Index		9.19	OK to Buy	1.7	14.4	7.7	22.8	12.8	4.0	1.02	122					
2012	FMEIX	Mid Cap Enhanced Index	0.75%/30d	11.33	Hold	0.7	14.8	6.9	19.5	13.6	7.4	1.15	186					
1282	FNCMX	Nasdaq Composite Index	0.75%/90d	44.31	Hold	1.9	10.5	6.2	10.5	11.7	7.6	1.16	512					
2011	FCPEX	Small Cap Enhanced Index	1.50%/90d	10.68	Buy	-0.5	11.4	4.5	19.1	13.5	8.0	1.32	192					
650	FUSEX	Spartan 500 Index ⁴		56.63	Hold	1.9	12.7	7.1	16.8	12.7	5.2	1.00	4,847					
2341	FPEMX	Spartan Emerging Mkts Index ⁴	1.50%/90d	10.11	Hold	1.6	-1.3	-2.3	4.4	--	--	--	10					
398	FSEMEX	Spartan Extended Mkt Index ⁴	0.75%/90d	45.12	Hold	0.6	13.8	6.4	18.3	13.0	8.0	1.25	1,152					
2345	FSGUX	Spartan Global ex U.S. Index ⁴	1.00%/90d	11.69	Hold	3.6	6.0	2.8	13.9	--	--	--	4					
399	FSIIX	Spartan Int'l Index ⁴	1.00%/90d	37.56	Hold	5.1	9.6	5.0	19.4	7.7	-0.9	1.31	2,400					
2349	FSCLX	Spartan Mid Cap Index ⁴	0.75%/30d	13.66	Hold	1.3	14.3	7.0	18.9	--	--	--	5					
2353	FRXIX	Spartan Real Estate Index ⁴	0.75%/90d	13.39	Hold	6.8	14.3	10.5	17.0	--	--	--	8					
2356	FSSPX	Spartan Small Cap Index ⁴	1.50%/90d	13.59	Hold	-0.4	11.9	5.3	17.6	--	--	--	8					
397	FSTMX	Spartan Total Mkt. Index ⁴	0.50%/90d	46.42	Hold	1.7	12.9	7.0	17.1	12.8	5.7	1.04	1,390					

FIDELITY SCORECARD

APRIL 30, 2013

Fund No.	Fund Ticker	Fund Name	Sht-Term Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹	Assets (\$Mil)		
						Apr	YTD	3 Mo.	1 Year	3 Year	5 Year				
INTERNATIONAL						Category Averages			4.0	9.6	6.0	16.9	8.2	0.3	1.34
309	FICDX	Canada	1.50%/90d	54.96	OK to Sell	0.4	2.7	0.9	3.9	3.3	-0.9	1.03	\$2,550		
352	FHKCX	China Region	1.50%/90d	32.32	Hold	5.0	5.4	1.5	15.8	7.3	3.4	1.36	1,452		
325	FDIVX	Diversified International	1.00%/30d	32.73	Hold	4.7	9.3	5.4	17.2	7.6	-1.4	1.29	13,786		
351	FSEAX	Emerging Asia	1.50%/90d	30.61	Hold	2.7	2.4	1.1	9.7	7.3	-0.3	1.36	1,384		
2053	FEMEX	Emerg Europe, MidEast, Africa	1.50%/90d	8.87	Hold	0.6	-3.6	-2.7	2.9	5.4	--	1.46	118		
322	FEMKX	Emerging Markets	1.50%/90d	24.11	Hold	1.8	3.9	2.9	6.5	2.6	-4.0	1.40	2,194		
2374	FEDDX	Emerging Mkts Discovery	2.00%/90d	12.76	Buy	1.4	2.2	1.2	17.5	--	--	--	125		
301	FIEUX	Europe	1.00%/30d	33.67	Hold	3.6	7.8	2.7	20.8	7.9	-0.9	1.52	712		
341	FECAX	Europe Capital App	1.00%/30d	20.41	Hold	3.6	7.3	2.6	20.1	7.7	-1.7	1.53	332		
2406	FGILX	Global Equity-Income	1.00%/30d	11.33	OK to Buy	3.4	10.6	6.0	--	--	--	--	35		
335	FIVFX	International Cap App	1.00%/30d	15.07	Buy	2.3	8.7	4.7	16.7	10.2	2.3	1.41	912		
305	FIGRX	International Discovery	1.00%/30d	36.49	Hold	4.9	10.3	6.6	20.5	8.5	-0.3	1.31	6,864		
1979	FIGFX	International Growth	1.00%/30d	10.14	OK to Buy	3.1	9.6	5.1	16.1	11.6	3.2	1.20	251		
818	FISMX	International Small Cap	2.00%/90d	23.58	Buy↑	5.3	15.9	11.7	19.5	11.4	3.6	1.30	808		
1504	FSCOX	International Small Cap Opps	2.00%/90d	12.62	Buy	4.8	11.5	8.4	20.3	13.4	-0.4	1.20	397		
1597	FIVLX	International Value	1.00%/30d	8.39	Hold	6.1	10.8	6.5	24.5	6.1	-2.8	1.38	162		
350	FJPNX	Japan	1.50%/90d	11.90	OK to Buy	8.3	21.1	17.4	22.7	5.2	-1.3	1.11	493		
360	FJSCX	Japan Smaller Companies	1.50%/90d	13.20	OK to Buy	15.6	45.5	38.1	51.0	15.8	7.0	1.37	486		
349	FLATX	Latin America	1.50%/90d	45.36	Sell	-0.3	-2.1	-4.6	-5.9	0.5	-4.0	1.47	1,851		
342	FNORX	Nordic	1.50%/90d	36.17	Hold	3.6	13.4	6.2	18.0	8.6	-0.9	1.70	338		
94	FOSFX	Overseas	1.00%/30d	35.67	OK to Buy	4.5	10.4	6.2	20.6	7.9	-2.6	1.46	1,790		
302	FPBFX	Pacific Basin	1.50%/90d	29.47	Buy↑	6.5	18.1	13.7	25.4	11.7	4.5	1.24	710		
2369	FTEMX	Total Emerging Markets	1.50%/90d	11.27	OK to Buy	1.5	-0.6	-1.7	6.7	--	--	--	87		
1978	FTIEX	Total International Equity	1.00%/30d	7.89	OK to Buy	3.8	7.6	4.1	19.1	8.3	-0.3	1.27	340		
318	FWWFX	Worldwide	1.00%/30d	22.57	Hold	2.8	10.9	6.2	16.6	11.2	3.0	1.15	1,261		
SELECT PORTFOLIOS						Category Averages			0.7	11.1	5.0	15.7	11.2	6.1	1.33
34	FSAIX	Air Transportation	0.75%/30d	46.77	OK to Buy	-0.6	17.0	9.5	24.7	12.7	11.2	1.14	140		
502	FSAVX	Automotive	0.75%/30d	44.11	OK to Buy	5.0	13.0	10.3	23.5	10.7	5.8	1.84	127		
507	FSRBX	Banking	0.75%/30d	21.18	Hold	-0.4	9.9	4.4	13.4	3.3	-0.1	1.43	532		
42	FBIOX	Biotechnology	0.75%/30d	140.04	OK to Buy	5.8	27.4	18.6	45.5	27.4	19.2	1.28	4,897		
68	FSLBX	Brokerage & Investment	0.75%/30d	58.85	OK to Buy	4.8	17.4	6.6	31.4	4.6	1.8	1.62	618		
69	FSCX	Chemicals	0.75%/30d	125.19	Buy	1.7	6.9	2.2	16.9	19.1	10.5	1.55	1,077		
518	FSDCX	Communications Equipment	0.75%/30d	23.82	OK to Sell	-2.3	2.8	-2.7	1.3	1.1	2.8	1.60	275		
7	FDCPX	Computers	0.75%/30d	61.36	OK to Sell↓	-2.7	7.8	3.2	0.3	11.3	9.0	1.38	662		
511	FSHOX	Construction & Housing	0.75%/30d	53.68	Buy	0.7	10.7	3.2	27.2	16.0	10.7	1.44	796		
517	FSCPX	Consumer Discretionary	0.75%/30d	29.38	OK to Buy	3.7	15.7	9.2	17.7	15.4	11.4	1.17	447		
98	FVLX	Consumer Finance	0.75%/30d	15.15	OK to Buy	0.6	11.3	6.4	24.4	10.6	-5.7	1.15	294		
9	FDFA	Consumer Staples	0.75%/30d	90.00	Hold	3.0	15.4	9.0	22.9	17.1	10.1	0.83	1,559		
67	FSDAX	Defense & Aerospace	0.75%/30d	95.73	Hold	-0.4	10.9	8.0	13.9	12.5	5.4	1.10	629		
8	FSELX	Electronics	0.75%/30d	50.20	OK to Sell↓	-2.0	10.0	3.7	-1.9	5.0	5.0	1.60	892		
60	FSENX	Energy	0.75%/30d	55.71	Hold	-0.9	9.9	1.7	9.5	8.2	-3.2	1.73	2,048		
43	FSESX	Energy Service	0.75%/30d	74.47	OK to Sell	-0.2	11.7	-0.0	8.7	5.7	-5.9	2.19	1,136		
516	FSLEX	Environment & Alt Energy	0.75%/30d	18.68	OK to Sell	0.6	9.7	4.1	17.5	5.5	1.2	1.19	78		
66	FIDSX	Financial Services	0.75%/30d	68.86	Hold	4.0	11.6	4.4	20.2	1.9	-3.4	1.58	620		
41	FSAGX	Gold	0.75%/30d	24.89	Sell	-18.9	-32.7	-27.2	-34.8	-15.2	-5.6	1.85	1,506		
63	FSPHX	Health Care	0.75%/30d	155.58	OK to Buy	3.6	18.7	11.5	28.1	19.5	13.2	0.95	3,195		
510	FSCGX	Industrial Equipment	0.75%/30d	39.01	OK to Buy	-2.6	5.8	0.1	9.0	10.2	4.3	1.50	348		
515	FCYIX	Industrials	0.75%/30d	27.45	Buy	-2.2	10.1	3.4	15.4	12.0	6.9	1.33	897		
45	FSPCX	Insurance	0.75%/30d	59.39	Buy↑	2.7	17.8	9.7	26.6	12.4	4.2	1.08	377		
353	FBSOX	IT Services	0.75%/30d	28.28	Buy	-1.7	12.8	3.7	14.2	15.7	12.2	1.27	581		
62	FDSLX	Leisure	0.75%/30d	113.56	OK to Sell	2.3	15.6	9.6	11.0	14.9	12.3	1.25	375		
509	FSDPX	Materials	0.75%/30d	74.97	Hold	-0.6	5.1	1.3	13.2	11.7	6.4	1.54	1,128		
505	FSHCX	Medical Delivery	0.75%/30d	61.80	Hold	2.1	9.7	5.9	7.7	14.1	10.3	1.10	557		
354	FSMEX	Medical Equipment	0.75%/30d	31.11	Hold	-0.7	13.0	2.9	14.6	9.9	7.7	1.11	1,378		
503	FBMPX	Multimedia	0.75%/30d	66.88	OK to Buy	2.3	16.6	10.4	36.1	20.6	14.9	1.26	832		
513	FSNGX	Natural Gas	0.75%/30d	33.51	OK to Buy↑	-1.6	8.7	0.7	7.8	2.8	-7.7	1.51	641		
514	FNARX	Natural Resources	0.75%/30d	34.31	OK to Sell	-2.1	6.4	-0.3	5.7	5.9	-2.8	1.70	1,001		
580	FPHAX	Pharmaceuticals	0.75%/30d	17.36	Buy	4.1	17.4	10.1	24.3	19.5	14.5	0.85	1,074		
46	FSRPX	Retailing	0.75%/30d	69.68	OK to Buy	3.9	12.1	5.6	12.3	16.0	16.9	1.21	659		
28	FSCSX	Software & Computer Svcs	0.75%/30d	90.88	OK to Buy	0.3	10.4	4.1	9.9	15.6	10.1	1.25	2,088		
64	FSPTX	Technology	0.75%/30d	103.96	Hold	-1.3	3.5	1.5	1.3	9.3	7.5	1.31	1,945		
96	FSTCX	Telecommunications	0.75%/30d	57.53	OK to Buy	7.8	13.5	10.4	27.3	14.9	7.0	0.95	507		
512	FSRFX	Transportation	0.75%/30d	60.56	OK to Buy	0.1	18.7	9.4	21.5	11.5	9.3	1.24	331		
65	FSUTX	Utilities	0.75%/30d	67.96	OK to Buy	5.0	20.0	13.4	23.2	16.7	4.5	0.69	769		
963	FWRLX	Wireless	0.75%/30d	9.13	OK to Buy	3.4	10.1	6.0	21.4	12.7	6.1	0.93	271		

FIDELITY SCORECARD

APRIL 30, 2013

Fund No.	Fund Ticker	Fund Name	Sht-Term Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			SEC %Yield	Dur ² (Yrs)	Rel Vol (Risk) ¹			
						Apr	YTD	3 Mo.	1 Yr	3 Yr	5 Yr						
TAXABLE BOND						Category Averages			1.0	0.7	1.3	3.5	5.4	5.3	1.11	4.8	0.21
2267	FCONX	Conservative Income Bond		10.04	Buy	0.1	0.3	0.1	1.0	--	--	0.45	0.4	--			
2208	FCBFX	Corporate Bond		11.56	Buy	1.9	1.9	2.7	8.1	--	--	2.16	7.0	0.25			
2423	FGBFX	Global Bond		10.08	Buy	2.1	-0.2	0.6	--	--	--	1.66	5.4	--			
15	FGMNX	GNMA (Ginnie Mae)		11.77	Hold	0.7	0.8	1.1	2.6	5.3	6.1	1.86	3.4	0.13			
54	FGOVX	Government Income		10.60	Hold	0.7	0.6	1.3	2.7	4.7	5.1	1.06	4.4	0.18			
794	FINPX	Inflation-Protected Bond ³		13.41	Hold	0.8	0.4	1.1	4.1	7.5	6.0	-0.42	5.5	0.28			
32	FTHRXX	Intermediate Bond		11.18	OK to Buy	0.7	1.1	1.3	4.2	5.4	5.9	1.18	3.9	0.14			
452	FSTGX	Intermediate Gov't Income		10.88	Hold	0.5	0.6	0.9	2.0	3.7	4.2	0.59	3.5	0.15			
2428	FINUX	International Bond		10.05	Buy	2.5	-0.9	-0.3	--	--	--	1.74	5.5	--			
26	FBNDX	Investment Grade Bond		8.03	Buy	1.1	1.0	1.6	5.0	6.5	6.4	1.59	4.6	0.16			
40	FMSFX	Mortgage Securities		11.37	Hold	0.6	0.7	1.0	3.0	5.2	6.1	1.84	3.0	0.12			
450	FSHBX	Short-Term Bond		8.61	Buy	0.2	0.4	0.3	1.8	2.2	2.7	0.37	1.8	0.06			
2415	FSIQX	Sptn Inflation-Protect Index ⁴		10.34	Hold	0.8	0.5	1.1	--	--	--	-0.17	5.5	--			
1561	FIBIX	Sptn Interm Treas Index ⁴		11.40	OK to Sell	1.1	1.3	2.4	3.8	7.6	6.5	0.97	6.7	0.33			
1562	FLBIX	Sptn Lng-Term Treas Index ⁴		13.12	OK to Sell↑	3.9	1.9	5.2	7.0	12.8	9.5	2.48	16.8	0.85			
1560	FSBIX	Sptn Sht-Term Treas Index ⁴		10.58	Hold	0.2	0.3	0.5	0.8	2.1	2.7	0.15	2.6	0.08			
651	FBIDX	Sptn US Bond Index		11.91	Hold	0.9	0.8	1.5	3.5	5.4	5.5	1.41	4.9	0.17			
820	FTBFX	Total Bond		11.02	Buy	1.2	1.5	1.9	5.6	6.6	7.1	1.95	5.0	0.15			
812	FUSFX	Ultra-Short Bond	0.25%/60d	8.25	Hold	0.0	0.2	0.2	1.0	0.8	0.7	0.15	0.4	0.03			
HIGH-YIELD BOND						Category Averages			1.7	3.2	2.3	10.7	8.7	8.8	3.64	3.6	0.42
38	FAGIX	Capital & Income	1.00%/90d	9.86	Buy	1.9	5.5	3.8	13.2	9.3	10.6	4.24	3.8	0.63			
814	FFRHX	Floating Rate High Income	1.00%/60d	10.02	Buy	0.5	2.0	1.2	5.7	4.8	5.1	2.33	0.4	0.25			
1366	FHIFX	Focused High Income	1.00%/90d	9.55	Buy	1.6	3.4	2.6	10.0	9.2	7.8	3.40	3.4	0.37			
2297	FGHNX	Global High Income	1.00%/90d	10.47	Buy	2.4	4.0	2.5	13.6	--	--	4.07	3.3	--			
455	SPHIX	High Income	1.00%/90d	9.59	Buy	1.6	4.5	3.2	12.4	9.8	9.8	4.39	3.0	0.50			
331	FNMX	New Markets Income	1.00%/90d	17.51	Buy	2.3	0.5	0.9	12.0	11.1	11.0	4.16	6.5	0.46			
368	FSICX	Strategic Income		11.47	Buy	1.8	2.1	2.1	8.3	7.8	8.4	2.91	4.8	0.32			
MUNICIPAL BOND						Category Averages			1.1	1.3	1.0	4.6	5.5	5.4	1.59	6.3	0.22
434	FSAZX	Arizona Muni Income	0.50%/30d	12.27	Hold	1.2	1.3	0.9	5.5	6.3	5.9	1.78	7.2	0.25			
1534	FCSTX	Calif Short-Interm Tax Free	0.50%/30d	10.82	OK to Buy	0.5	0.9	0.6	2.2	3.0	3.8	0.98	2.9	0.11			
91	FCTFX	California Muni Income	0.50%/30d	13.05	Hold	1.2	1.9	1.3	6.5	7.0	6.0	2.00	6.7	0.27			
407	FICNX	Connecticut Muni Income	0.50%/30d	12.04	Hold	1.2	1.4	1.2	3.8	5.4	5.4	1.56	6.7	0.24			
36	FLTXX	Interm Municipal Income	0.50%/30d	10.68	OK to Buy	0.8	1.2	0.9	3.9	4.9	5.1	1.40	5.1	0.18			
429	SMDMX	Maryland Muni Income	0.50%/30d	11.68	Hold	0.9	1.3	1.1	4.1	5.2	5.2	1.37	6.6	0.21			
70	FDMMX	Mass Muni Income	0.50%/30d	12.66	Hold	1.4	1.3	1.0	5.2	6.2	5.9	1.78	7.5	0.21			
81	FMHTX	Michigan Muni Income	0.50%/30d	12.57	Hold	1.0	1.5	1.2	4.9	5.7	5.5	1.87	6.2	0.21			
82	FIMIX	Minnesota Muni Income	0.50%/30d	11.99	Hold	0.9	1.1	0.9	3.6	5.2	5.2	1.20	5.7	0.20			
37	FHIGX	Municipal Income	0.50%/30d	13.62	Hold	1.3	1.5	1.1	5.9	6.6	6.1	1.92	7.3	0.25			
416	FNJHX	New Jersey Muni Income	0.50%/30d	12.32	Hold	1.2	1.7	0.9	4.8	5.8	5.5	1.64	6.9	0.25			
71	FTFMX	New York Muni Income	0.50%/30d	13.73	Hold	1.3	1.4	1.1	5.2	5.7	5.7	1.71	7.3	0.25			
88	FOHFX	Ohio Muni Income	0.50%/30d	12.40	Hold	1.3	1.3	1.0	5.6	6.0	5.7	1.88	7.4	0.24			
402	FPXTX	Pennsylvania Muni Income	0.50%/30d	11.49	Hold	1.3	1.3	1.1	5.2	6.1	5.7	1.79	6.9	0.23			
404	FSTFX	Short-Int Municipal Income	0.50%/30d	10.86	OK to Buy	0.3	0.7	0.5	1.9	2.8	3.4	0.58	2.8	0.09			
90	FTABX	Tax-Free Bond	0.50%/30d	11.77	Hold	1.2	1.6	1.2	6.2	6.7	6.3	2.00	7.3	0.26			
TAXABLE MONEY MARKET						Category Averages			0.0	0.0	0.0	0.0	0.0	0.4	0.01		
55	FDRXX	Cash Reserves		1.00	--	0.00	0.00	0.00	0.0	0.0	0.5	0.01	na	0.00			
631	FGMXX	Retirement Government MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
630	FRTXX	Retirement MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.5	0.01	na	0.00			
458	SPAXX	Government MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
454	SPRXX	Money Market		1.00	--	0.00	0.00	0.00	0.0	0.0	0.5	0.01	na	0.00			
85	FSLXX	Select MM		1.00	--	0.00	0.01	0.00	0.1	0.1	0.5	0.01	na	0.00			
50	FGRXX	U.S. Gov't Reserves		1.00	--	0.00	0.00	0.00	0.0	0.0	0.4	0.01	na	0.00			
415	FDLXX	Treasury Only MM ⁷		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
MUNICIPAL MONEY MARKET						Category Averages			0.0	0.0	0.0	0.0	0.0	0.2	0.01		
460	FIMXX	AMT Tax-Free Money Fnd		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
433	FSAXX	Arizona Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
97	FCFX	California Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
457	FSPXX	California AMT Tax-Free		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
418	FCMXX	Connecticut Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
426	FMSXX	Mass AMT Tax-Free		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
74	FDMXX	Massachusetts Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
420	FMIXX	Michigan Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
10	FTEXX	Municipal Money Market		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
417	FNJXX	New Jersey Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
423	FSJXX	New Jersey AMT Tax-Free		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
92	FNXX	New York Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
422	FSNXX	New York AMT Tax-Free		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
419	FOMXX	Ohio Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.3	0.01	na	0.00			
401	FPTXX	Pennsylvania Muni MM		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			
275	FMOXX	Tax-Free Money Market		1.00	--	0.00	0.00	0.00	0.0	0.0	0.2	0.01	na	0.00			

FIDELITY SCORECARD

APRIL 30, 2013

Fund No.	Fund Ticker	Fund Name	Style	Sht-Term Fee	SPrice (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹
							Apr	YTD	3 Mo.	1 Year	3 Year	5 Year	
FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS													
Model Portfolios	Annuity Sector Model						1.0	10.2	5.7	14.5	10.6	5.7	1.17
	Annuity Growth Model						2.2	10.8	6.2	16.4	11.3	2.1	1.04
	Annuity Growth & Income Model						2.0	7.7	4.6	12.2	8.6	4.0	0.72
	Annuity Income Model						1.6	1.8	2.0	5.6	7.6	5.6	0.28
9067	FLRQC	Fid VIP Asset Manager	Allocation		15.05	Hold	1.5	5.6	2.9	9.2	7.7	3.7	0.69
9066	FAEEC	Fid VIP Asset Manager: Growth	Allocation		14.66	Hold	1.7	7.3	3.5	11.1	8.3	2.7	0.96
9069	FJBAC	Fid VIP Balanced	Allocation		15.94	OK to Buy	1.2	7.3	3.9	10.8	8.8	5.5	0.90
9081	FVHAC	Fid VIP Consumer Discretionary	Sector	1.00%/60d	16.82	Buy	3.7	15.6	9.1	17.8	15.2	11.3	1.17
9171	FCSAC	Fid VIP Consumer Staples	Sector	1.00%/60d	17.23	Hold	2.9	15.3	8.9	22.9	16.5	9.8	0.82
9065	FDPFC	Fid VIP Contrafund	Large Growth		15.59	Hold	1.1	9.8	5.0	13.0	10.4	3.7	1.07
9148	FPRGC	Fid VIP Disciplined Small Cap	Small Growth		12.90	Buy	-0.5	11.3	4.5	18.7	12.9	7.2	1.32
9074	FZAMC	Fid VIP Dynamic Capital App	Large Growth		16.57	Buy	2.0	12.6	8.0	17.0	12.6	6.4	1.09
9198	FEMAC	Fid VIP Emerging Markets	Emg Mkts	1.00%/60d	8.51	Hold	1.8	3.7	2.7	5.7	2.0	--	1.40
9085	FJLLC	Fid VIP Energy	Sector	1.00%/60d	16.10	Hold	-0.9	9.8	1.7	9.6	8.0	-3.3	1.73
9061	FLOLC	Fid VIP Equity-Income	Large Value		14.08	Buy	2.1	13.2	7.2	20.8	12.0	3.5	1.08
9083	FONNC	Fid VIP Financial Services	Sector	1.00%/60d	8.19	Hold	4.1	11.7	4.6	20.8	2.0	-3.4	1.57
9157	FMPAC	Fid VIP FundsManager 20	Allocation		13.20	Hold	0.9	2.9	2.0	5.0	4.9	3.7	0.23
9158	FMPBC	Fid VIP FundsManager 50	Allocation		13.40	Hold	1.6	6.2	3.6	9.3	7.4	4.0	0.56
9197	FMPPC	Fid VIP FundsManager 60	Allocation		12.15	Hold	1.8	7.2	4.2	10.8	8.0	--	0.67
9159	FMPCC	Fid VIP FundsManager 70	Allocation		13.05	Hold	2.0	8.3	4.6	12.3	8.7	3.5	0.79
9160	FMPDC	Fid VIP FundsManager 85	Allocation		12.56	Hold	1.9	10.0	5.2	13.8	8.9	2.7	0.97
9062	FMNDC	Fid VIP Growth	Large Growth		14.42	Hold	1.4	9.7	5.7	7.8	12.6	2.8	1.15
9070	FLFNC	Fid VIP Growth & Income	Large Blend		15.14	Buy	2.8	13.6	8.0	19.2	13.2	4.0	1.06
9068	FIDPC	Fid VIP Growth Opportunities	Large Growth		15.01	Buy	3.0	12.3	7.1	12.4	15.3	3.7	1.20
9078	FPVDC	Fid VIP Growth Stock	Large Growth		15.65	Hold	1.6	9.1	5.2	11.7	13.2	6.3	1.08
9077	FQBRC	Fid VIP Growth Strategies	Mid Growth		13.17	OK to Sell	1.2	12.9	6.4	13.0	8.5	3.4	1.28
9084	FPDRC	Fid VIP Health Care	Sector	1.00%/60d	19.37	Buy	3.3	18.3	11.1	27.3	19.0	12.9	0.95
9060	FBBLC	Fid VIP High Income	High-Yield Bond		17.22	Buy	1.7	4.0	3.1	11.3	9.6	8.2	0.45
9064	FXLVT	Fid VIP Index 500	Large Blend		14.91	Hold	1.9	12.6	7.1	16.5	12.4	4.9	1.00
9082	FBALC	Fid VIP Industrials	Sector	1.00%/60d	19.48	Buy	-2.1	10.2	3.5	15.3	11.8	7.0	1.33
9076	FVJIC	Fid VIP Int'l Capital App	Diversified Int'l	1.00%/60d	13.47	Buy	2.4	8.5	4.7	16.2	9.9	2.1	1.41
9063	FTLKC	Fid VIP Investment Grade Bond	Inv Grd Bond		14.88	Buy	1.1	1.1	1.6	4.6	5.8	6.3	0.16
9172	FVMAC	Fid VIP Materials	Sector	1.00%/60d	15.81	Buy	-0.6	5.2	1.4	13.1	11.4	6.3	1.54
9071	FNBSC	Fid VIP Mid Cap	Mid Growth		16.83	OK to Buy	-0.3	10.5	4.1	12.7	9.2	5.2	1.04
9059	FTNJC	Fid VIP Money Market	Money Mkt		11.41	--	-0.1	-0.1	-0.1	-0.2	-0.1	0.3	0.01
9088	FEMMC	Fid VIP Overseas	Diversified Int'l	1.00%/60d	13.12	OK to Buy	3.9	8.9	4.3	14.9	7.1	-1.9	1.43
9072	FFWKC	Fid VIP Real Estate	Sector		18.06	Hold	5.7	13.8	10.0	17.9	16.5	7.2	1.19
9075	FGDQC	Fid VIP Strategic Income	High-Yield Bond		17.00	Buy	1.7	1.9	1.9	7.7	7.2	7.9	0.31
9086	FYENC	Fid VIP Technology	Sector	1.00%/60d	17.51	Hold	-1.6	2.0	0.4	0.3	8.8	8.0	1.32
9173	FVTAC	Fid VIP Telecommunications	Sector	1.00%/60d	11.93	OK to Buy	7.9	13.6	10.5	28.3	15.9	6.9	0.94
9087	FXRRC	Fid VIP Utilities	Sector	1.00%/60d	18.73	OK to Buy	4.9	19.9	13.2	22.9	16.6	4.6	0.69
9079	FKMSC	Fid VIP Value	Mid Value		14.07	Buy	2.0	13.0	6.6	21.0	10.8	4.2	1.16
9080	FUEBC	Fid VIP Value Leaders	Large Value		11.31	Hold	0.4	12.9	5.8	16.8	5.8	-0.9	1.21
9073	FRBSC	Fid VIP Value Strategies	Mid Value		15.63	Buy	1.9	12.1	6.4	23.9	11.8	6.1	1.32
9347	FBMEC	Black Rock Global Allocation	Global Allocation		10.83	OK to Sell	2.2	6.5	3.6	9.6	6.5	3.5	0.73
9349	FTMEC	Franklin Templeton Global Bond	Global Bond		11.14	Buy	1.8	3.3	2.8	11.4	7.2	9.8	0.63
9348	FFMEC	Franklin Templeton US Gov't	Intermed Gov't		10.17	Hold	0.5	0.2	0.8	1.1	3.4	4.0	0.12
9285	FIGXC	Invesco Global Core Eqty	Global Stock		9.87	OK to Sell	3.1	8.2	4.3	14.0	5.7	-2.2	1.19
9147	FPRLC	Lazard Retirement Emerg Mkts	Emg Mkts		15.73	Hold	1.0	-0.1	-0.9	6.9	4.6	1.1	1.41
9143	FPRMC	Morgan Stanley Emerg Mkt Debt	Emg Mkt Bond		17.45	Buy	2.3	-0.1	1.5	9.9	9.4	8.5	0.52
9144	FPRNC	Morgan Stanley Emerg Mkt Equity	Emg Mkts		13.65	Hold	1.8	2.5	1.4	8.8	5.0	-1.3	1.27
9146	FPRPC	Morgan Stanley Glb Tactical Alloc	Diversified Int'l		11.16	Hold	2.8	6.1	3.9	12.2	7.5	-1.5	1.02
9346	FPMEC	Pimco Commodity Real Return	Commodities		9.90	OK to Sell	-2.8	-2.9	-5.4	-1.5	5.2	-4.5	1.26
9276	FPMBC	Pimco VIT Low Duration	Shrt-Term Bond		11.45	Buy	0.5	0.8	1.0	4.0	3.2	--	0.15
9277	FPNBC	Pimco VIT Real Return	TIPS		13.54	Hold	0.7	0.9	1.4	5.9	8.0	--	0.28
9278	FPOBC	Pimco VIT Total Return	Intermed Bond		12.54	Buy	1.0	1.5	1.9	6.9	6.1	--	0.20

Annuity Sector		Annuity Growth		Annuity Growth & Income		Annuity Income	
Fund	Allocation	Fund	Allocation	Fund	Allocation	Fund	Allocation
VIP Industrials	31%	VIP Value Strategies	25%	VIP Strategic Inc	25%	VIP Investment Grade	32%
VIP Cons Discretionary	30	VIP Growth Opps	21	VIP Growth Opps	25	VIP Strategic Income	31
VIP Health Care	21	VIP Equity-Income	20	VIP Value	18	VIP High Income	22
VIP Materials	18	VIP Dynamic Cap App	13	VIP Equity-Income	15	MS Emerg Mkt Debt	15
		MS Emerg Mkt Debt	11	Pimco Low Duration	11		
		VIP Value	10	MS Emerg Mkt Debt	6		
Total Return:		Total Return:		Total Return:		Total Return:	
Apr: 1.0% YTD: 10.2%		Apr: 2.2% YTD: 10.8%		Apr: 2.0% YTD: 7.7%		Apr: 1.6% YTD: 1.8%	

TAX STRATEGIES

Annuity Funds Gain Interest

We typically don't encourage investors to put the proverbial tax cart in front of the total return horse. However, Fidelity's broad array of annuity funds allow certain investors the opportunity to postpone paying taxes while still generating income or capital gains.

Enter the variable tax-deferred annuity. As its name states, your return is not guaranteed (you can lose money!), gains are postponed into the

future, and you can withdraw money annually — in fact, as early as you wish.

Frankly, there's a lot to understand about these products; **they're certainly not suited for everyone.** Unfortunately, this space only allows us to scratch at the surface as to their strengths and shortcomings.

Moreover, there are nearly five dozen Personal Retirement Annuity funds offered by Fidelity. For clarity, the table below shows each annuity's fund's best retail counterpart. (This exercise is part art, part science!) So if you've already decided that an annuity makes sense for you to own, you

should use our annuity fund ratings on the facing page (10) as a starting point in building your portfolio.

A less complicated alternative is to follow one of our four annuity model portfolios (lower left). Thematically consistent with our "regular" models on page 2, they are nonetheless imperfect proxies because there are far fewer options.

Before speaking with a Fidelity representative or your tax/financial advisor about variable tax-deferred annuities, keep some things in mind:

Annuities cont'd on page 12

Annuity Funds	Retail Counterpart	Comments
VIP Asset Manager	Asset Manager 50%	<i>Similar:</i> Funds use cash strategically to modify equity exposure.
VIP Asset Manager: Growth	Asset Manager 70%	<i>Similar:</i> Both use a mix of US and foreign stocks to reach 70% stock hurdle.
VIP Balanced	Balanced	<i>Pretty Different:</i> Both mix stocks (60%) and bonds(40%) with different teams.
VIP Consumer Discretionary	Sel Cons Disc	<i>Clone:</i> Broad mix of mostly mass media, fast-food and home goods.
VIP Consumer Staples	Sel Cons Staples	<i>Clone:</i> Food, beverages, tobacco, alcohol and consumer brands.
VIP Contrafund	Contrafund	<i>Very Different:</i> Same flexibility to buy growth and value stocks, but that's all.
VIP Disciplined Small Cap	Sm Cap Enhanced Index	<i>Near Clone:</i> Same subadvisor and same benchmark (Russell 2000).
VIP Dynamic Capital App	Capital Appreciation	<i>Clone:</i> Same winning strategy, portfolio and fund manager.
VIP Emerging Markets	Emerging Markets	<i>Near Clone:</i> Same new manager is dramatically repositioning country weights.
VIP Energy	Sel Energy	<i>Near Clone:</i> Both hold mostly large oil producers, distributors and refiners.
VIP Equity-Income	Equity-Income	<i>Near Clone:</i> Same manager team seeks to beat the Russell 3000 Value.
VIP Financial Services	Sel Financial Services	<i>Near Clone:</i> Both funds invest in banks, brokers, insurers and even REITs.
VIP Growth	Growth Discovery	<i>Clone:</i> Funds share same manager and same mixed track record.
VIP Growth & Income	Growth & Income	<i>Clone:</i> Manager Matt Fruhan has run both portfolios since early 2011.
VIP Growth Opportunities	Growth Company	<i>Similar:</i> Growth Co's Steve Wymer now gets assistance on the annuity version.
VIP Growth Stock	Trend	<i>Clone:</i> Same portfolios since Manager Dan Kelly took funds' over in 2012.
VIP Growth Strategies	Growth Strategies	<i>Clone:</i> Same mid-cap growth fund since manager assigned to both funds.
VIP Health Care	Sel Health Care	<i>Clone:</i> Same manager invests in pharma, biotech, delivery and devices.
VIP High Income	High Income	<i>Fairly Similar:</i> VIP's slightly lower yield suggests a more conservative approach.
VIP Index 500	Spartan 500 Index	<i>Clone:</i> Both funds track the performance of the large-cap S&P 500 Index.
VIP Industrials	Sel Industrials	<i>Clone:</i> Both hold multinational, economically sensitive cyclicals.
VIP Int'l Capital App	Int'l Cap App	<i>Clone:</i> Both large-cap growth funds are run well by Manager Sammy Simnegar.
VIP Investment Grade Bond	Investment Grade	<i>Similar:</i> Different managers; annuity version tends to hold more Treasuries.
VIP Materials	Sel Materials	<i>Clone:</i> Both hold mostly chemical producers, plus mining and paper concerns.
VIP Mid Cap	Growth Strategies	<i>Similar:</i> Same growth objectives, different approaches (VIP fund less "growthier").
VIP Overseas	Overseas	<i>Very Different:</i> VIP version tends to hold more emerging mkts and is "growthier."
VIP Real Estate	Real Estate Investment	<i>Similar, but not a clone:</i> VIP version yields less and is "growthier."
VIP Strategic Income	Strategic Income	<i>Clone:</i> These asset allocation funds share the same management team.
VIP Technology	Sel Technology	<i>Near Clone:</i> Same manager buying broad spectrum of hard- and software cos.
VIP Telecommunications	Sel Telecom	<i>Near Clone:</i> New manager invests in both wireless and landline telecoms.
VIP Utilities	Sel Utilities	<i>Near Clone:</i> Seasoned manager runs both funds for growth, not income.
VIP Value	Mid Cap Value	<i>Very Different:</i> Manager Matt Friedman's VIP Value is larger-cap and "growthier."
VIP Value Leaders	Blue Chip Value	<i>Clone:</i> Funds share the same manager (Equity-Income is better pick).
VIP Value Strategies	Value Strategies	<i>Clone:</i> Same manager invests in undervalued "turnaround" stocks.
Non-Fidelity Funds		
Black Rock Global Allocation	A smorgasbord of mostly US, but also foreign stocks, bonds (including high yield) and cash.	
Franklin Templeton Global Bond	A short-term bond fund whose income objective (yield) is boosted a bit by holding lower-quality securities.	
Franklin Templeton US Gov't	A high-quality intermediate-term fund holding a mix of US Treasuries and mortgage (mostly GNMA) bonds.	
Invesco Global Core Eqty	A geographically diversified large-cap value fund whose foreign stake is denominated in foreign currencies.	
Lazard Retirement Emerging Mkts	Invests in the emerging markets for total return; management has a bias towards value stocks.	
Morgan Stanley Emerg Mkt Debt	Elevated yield comes from holding mostly lower-quality EM gov't bonds with significant interest-rate risk.	
Morgan Stanley Emerg Mkt Equity	Often holds large, blue-chip stocks of companies operating in emerging and developing markets.	
Morgan Stanley Glb Tactical Alloc	A high turnover fund that invests far and wide: stocks and bonds. Presently underweighting US stocks.	
Pimco Commodity Real Return	Invests in commodity-linked derivatives backed by a portfolio of inflation-indexed securities.	
Pimco VIT Low Duration	Seeking conservative income, fund peppers its yield through junk bonds and occasionally some stocks.	
Pimco VIT Real Return	Seeks income beyond inflation largely through TIPS and some foreign inflation-adjusted securities.	
Pimco VIT Total Return	Seeks high total return via broad mix of US and foreign bonds; run by fixed-income guru Bill Gross.	

Annuities *cont'd from page 11*

1. Unless you've already maximized your retirement contributions to IRAs, 401(k)s and other tax-deferred retirement plans, a deferred annuity probably doesn't make sense;

2. The more your tax bracket drops in retirement, the more an annuity makes sense as profits are taxed at full income rates upon withdrawal;

3. Though fees have fallen greatly over the years (to 0.25% annually, and just 0.10% for accounts exceeding \$1 million), their higher cost structure do diminish returns;

4. Given the above, the best way to mitigate the effects of higher fees is by lengthening your time horizon;

5. As you don't know how long you will live, it's impossible to say if an annuity will be in your best long-term interest;

6. Annuities allow for contributions far exceeding those of traditional retirement plans;

7. Taxes can be postponed almost indefinitely, but heirs will pay more.

While we've been discussing "variable deferred" annuities, there are also "fixed" and "immediate" income annuities. Naturally, they work in entirely different ways, and if properly considered, will require a professional to walk you through Fidelity's many offerings. That said, their website is a reasonable place to work through the tradeoffs. ■

Inside Fidelity

Manager Changes — Bruce Dirks has relinquished his responsibilities at **Mid Cap Value** and **Stock Selector Large Cap Value**.

In turn, Matthew Friedman now leads **Stock Selector's** investment team, where he's been a member.

Hopefully, this change is the last in a series or realignments whereby this and other perennially underperforming value funds have needed re-vamping. That said, Dirks had more recently done a superior job at **Mid Cap Value**: Over the past three years his record was strong, though he had only managed a fair performance since coming aboard back in 2005.

With that in mind, when we purchased **Mid Cap Value** for our **Growth Model** on March 28 (a few weeks ahead of the manager change), we noted that our interest had less to do with the manager's talents and more to do with the exposure we sought.

Enter new manager Court Dignan.

He brings to **Mid Cap Value** an impressive record running **Select Insurance** (since September 2009). Court was also an associate for Fidelity Capital Investors from 2003 to 2005 working on leveraged buyouts, and he's run several financial sub-portfolios at Fidelity. As Court is well-suited to managing value portfolios, we continue to rate **Mid Cap Value Buy** and hold it in our **Growth Model**.

Separately, Brian Lempel now runs the technology sleeves for **VIP Contrafund** and **Balanced**. He succeeds Adam Hetnarski who appears to be leaving Fidelity. Brian's experience includes his running **Select Software & Computer Services**. In fact, his record on that fund is one of the industry's best, and his contributions to the aforementioned team-run funds should prove a valuable addition. ■

DIVIDEND UPDATE

In addition to monthly dividends paid by bond and money market funds and Asset Mgr: 20%/30%, the following funds may make a dividend or capital gain distribution in May: [Magellan](#) and [Real Estate Income](#).

The final distributions for April were as follows:

Fund	Ex-Date	\$ Amt	NAV
Air Transportation	4/12	0.417	46.38
Asset Mgr 40%	4/5	0.030	10.27
Asset Mgr 50%	4/5	0.044	16.99
Balanced	4/5	0.077	21.13
Banking	4/12	0.038	21.10
Biotechnology	4/12	0.055	139.24
Chemicals	4/12	1.986	122.44
Computers	4/12	4.912	61.74
Const & Housing	4/12	0.296	53.65
Consum Discret	4/12	0.164	29.02
Consum Finance	4/12	1.076	14.91
Consum Stple	4/12	2.333	89.22
Convertible Secs	4/5	0.194	27.24
Defense & Aerosp	4/12	0.809	97.10
Electronics	4/12	0.002	50.29
Energy	4/5	0.111	54.65
Env & Alt Energy	4/12	0.030	18.66
Equity Div Inc	4/5	0.097	21.44
Equity-Income	4/5	0.243	51.65
Financial Services	4/12	0.070	67.27
Four-in-One Index	4/12	0.011	31.84
Global Equity Inc	4/5	0.045	10.88
Growth & Income	4/5	0.091	23.24
Health Care	4/12	3.566	155.85
Industrial Equip	4/12	0.061	39.82
Industrials	4/12	0.742	27.93

Fund	Ex-Date	\$ Amt	NAV
Insurance	4/12	1.364	58.66
Intl Enhanced Idx	4/12	0.022	7.69
IT Services	4/12	0.124	28.35
L Cap Core Enhcd	4/12	0.628	10.62
L Cap Gro Enhcd	4/12	0.225	12.14
L Cap Val Enhcd	4/12	0.198	9.14
Leisure	4/12	3.767	112.97
Materials	4/12	0.079	74.23
Medical Delivery	4/12	1.162	62.07
Medical Equip	4/12	0.418	31.53
Mid Cap Enhcd	4/12	0.184	11.26
Natural Gas	4/5	0.017	32.92
Pharmaceuticals	4/12	0.286	17.12
Puritan	4/5	0.077	20.29
Retailing	4/12	0.045	69.72
Small Cap Enhcd	4/12	0.259	10.63
Spartan 500 Index	4/5	0.259	55.02
Spartan Extd Mkt	4/12	0.305	44.71
Sptn Intmdt Treas	4/12	0.065	11.38
Sptn Short Treas	4/12	0.017	10.58
Sptn Total Mkt	4/12	0.125	46.13
Strategic Div & Inc	4/5	0.070	13.30
Strategic Real Ret	4/5	0.024	9.80
Technology	4/12	0.918	104.14
Telecom & Utilities	4/5	0.100	20.51
Telecomm	4/12	0.200	55.79
Transportation	4/12	0.528	59.62

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Editorial Questions: editorial@mfi.com **Subscription Questions:** memberservices@mfi.com or 1-800-444-6342 **Hotline:** 800-303-4470