

Eric Kobren's
FIDELITY INSIGHT
 www.fidelityinsight.com
 THE INDEPENDENT REPORT ON FIDELITY FUNDS

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ERIC'S OUTLOOK

Stocks Struggle Against A Backdrop Of (Endless) Bad News

With two months left in the year, stocks have made little headway. The S&P 500 is just about flat for the year with the Dow and the Nasdaq in the red. But it's hard to remember another year when much of the news was so unrelentingly bad.

If you recall, 2005 began on a dreadful note as an earthquake-powered tsunami killed 200,000 people throughout Asia. Last month, at least 79,000 Pakistanis were killed (and three million were left homeless) as the grinding of tectonic plates triggered another earthquake. And if Americans once imagined that they're somehow insulated from

MAGELLAN GETS NEW MANAGER
page 11.

Biblical-sized disasters, Hurricane Katrina challenged that misconception, while Rita and Wilma erased it.

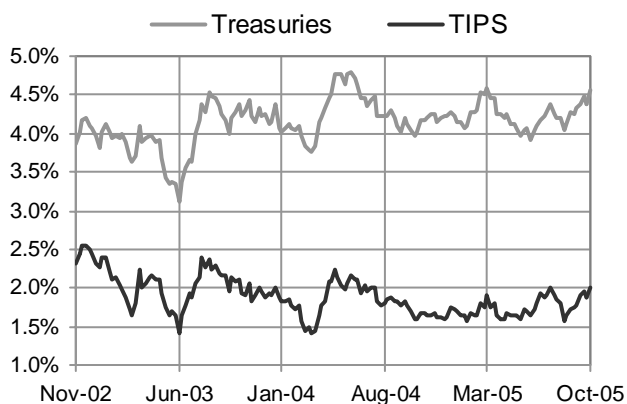
Of course, if terrible death-tolls and property losses from those natural disasters were not enough to rattle one's confidence in the future, we may soon have H5N1 to deal with. That's the deadly strain of avian flu that was first spotted in Southeast Asia, and has since migrated to Russia, Europe and East Africa. So far, it hasn't made the leap from birds to humans — we pray it won't. But if it does, humankind's vocabulary would expand to include a long-forgotten word: pandemic.

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TIPS FOR THE LONGER-HAUL

10-yr Treasury Yields vs 10-yr TIPS Yields
 (Nov 8, 2002 - Oct 28, 2005)



Despite a tough month for Treasury Inflation-Protected Securities (TIPS), which are held in **Strategic Real Return** and **Inflation-Protected Bond**, over the long-term, they have, in fact, done their job of protecting against inflation. This can be seen in the chart above which shows the yields on 10-year Treasuries versus 10-year TIPS. In October of '02, Treasuries had a yield of 3.86% versus 2.33% for TIPS. But as inflation has increased over the last three years, the yield on Treasuries has risen to 4.57%, and their price has declined. But TIPS, because of their protection against inflation, have actually seen a small decrease in their yield to 2.01%, and an increase in their price. In fact, over the past three years, outside of high-yield funds, Inflation-Protected Bond has been Fidelity's best-performing bond fund.

Add into that dismal background, headline inflation reaching 4.7% in September — the highest rate in 14 years; interest rates continuing to march higher; the war in Iraq dragging on with no end in sight; and an administration increasingly in disarray, and the question isn't why stocks haven't done better, but why they haven't done worse!

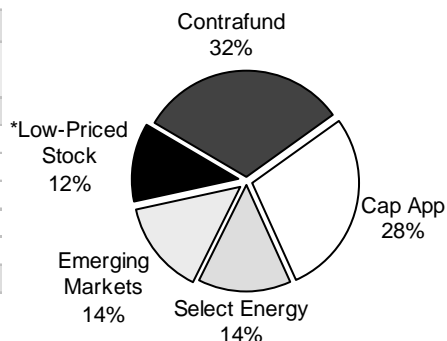
A Surprisingly Resilient Economy

So far, the answer seems to be the continued resilience of the American economy. Despite fears of a slowdown, the preliminary estimate for 3rd quarter GDP shows the economy growing at a robust 3.8% clip — up from 3.3% in the 2nd quarter. New home and apartment construction rose 3.4% in September. Bucking rising long-term interest rates, this marks housing's fastest pace of growth since

Eric's Outlook *cont'd on page 3*

FIDELITY INSIGHT MODEL PORTFOLIOS - OCTOBER 31, 2005

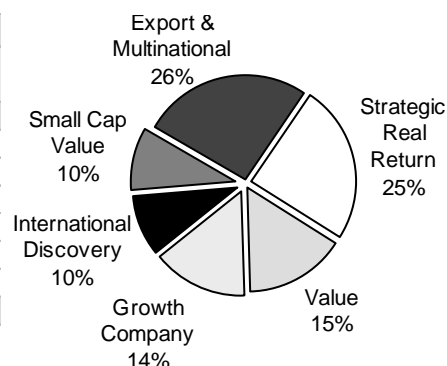
Aggressive Growth Model		Rel Vol: 1.05	Est. Yield: 1.3%	YTD Return: 10.2%		
Current Asset Allocation		Stocks 94.5%	Bonds 0.2%	Cash 5.3%	Alternative ¹ 0.1%	Foreign 36.5%
Holdings	Ticker	Alloc	NAV	Shares	Value	Oct. Ret
Contrafund	FCNTX	32%	\$62.51	687.97	\$43,005	-1.6%
Capital Appreciation	FDCAX	28	26.26	1,492.68	39,198	-2.9
Select Energy	FSENX	14	46.32	422.50	19,570	-7.2
Emerging Markets	FEMKX	14	15.71	1,261.19	19,813	-5.9
Low-Priced Stock*	FLPSX	12	39.54	430.66	17,028	-4.2
Current Value (4/7/99 = \$100,000)					\$138,614	-3.7%



*Closed; new members use **Small Cap Value**

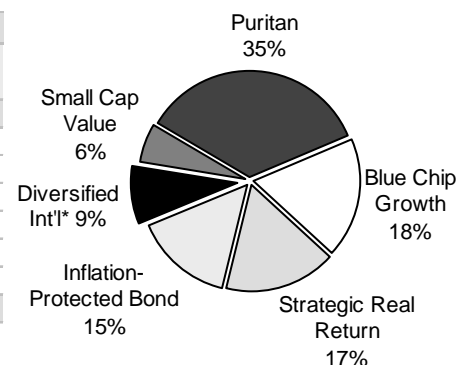
For aggressive members who have no need for income or principal for more than 10 years. Target volatility range: 0.50-1.50.

Growth Model		Rel Vol: 0.78	Est. Yield: 1.5%	YTD Return: 5.4%		
Current Asset Allocation		Stocks 73.2%	Bonds 7.5%	Cash 2.0%	Alternative ¹ 17.4%	Foreign 16.2%
Holdings	Ticker	Alloc	NAV	Shares	Value	Oct. Ret
Export & Multinational	FEXPX	26%	\$20.90	11,959.04	\$249,944	1.0%
Strategic Real Return	FSRRX	25	9.94	23,453.29	233,126	-2.1
Value	FDVLX	15	75.61	1,894.85	143,269	-3.3
Growth Company	FDGRX	14	59.21	2,298.12	136,072	-1.3
International Discovery	FIGRX	10	30.65	3,002.68	92,032	-3.3
Small Cap Value	FCPVX	10	12.20	7,655.35	93,395	-1.8
Current Value (1/1/87 = \$100,000)					\$947,838	-1.5%



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.

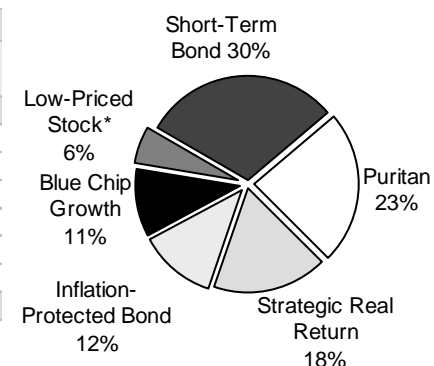
Growth & Income Model		Rel Vol: 0.53	Est. Yield: 2.0%	YTD Return: 1.5%		
Current Asset Allocation		Stocks 54.2%	Bonds 29.7%	Cash 3.8%	Alternative ¹ 12.2%	Foreign 13.8%
Holdings	Ticker	Alloc	NAV	Shares	Value	Oct. Ret
Puritan	FPURX	35%	\$18.34	14,157.71	\$259,652	-1.3%
Blue Chip Growth	FBGRX	18	41.55	3,148.88	130,836	-1.3
Strategic Real Return	FSRRX	17	9.94	12,383.61	123,093	-2.1
Inflation-Protected Bond	FINPX	15	11.29	9,712.34	109,652	-1.2
Diversified Int'l*	FDIVX	9	30.80	2,096.04	64,558	-3.5
Small Cap Value	FCPVX	6	12.20	3,467.20	42,300	-1.8
Current Value (1/1/87 = \$100,000)					\$730,091	-1.7%



*Closed; new members use **Int'l Discovery**

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: 0.33	Est. Yield: 2.7%	YTD Return: 1.2%		
Current Asset Allocation		Stocks 30.4%	Bonds 50.4%	Cash 4.4%	Alternative ¹ 14.8%	Foreign 6.5%
Holdings	Ticker	Alloc	NAV	Shares	Value	Oct. Ret
Short-Term Bond	FSHBX	30%	\$8.85	16,069.51	\$142,215	0.0%
Puritan	FPURX	23	18.34	5,830.10	106,924	-1.3
Strategic Real Return	FSRRX	18	9.94	8,105.48	80,568	-2.1
Inflation-Protected Bond	FINPX	12	11.29	4,794.20	54,126	-1.2
Blue Chip Growth	FBGRX	11	41.55	1,160.68	48,226	-1.3
Low-Priced Stock*	FLPSX	6	39.54	689.40	27,259	-4.2
Current Value (1/1/87 = \$100,000)					\$459,318	-1.2%



*Closed; new members use **Small Cap Value**

For members needing income and protection of their purchasing power against inflation. Seeks a yield at least twice 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. Figures may be rounded. Dividends are reinvested. Consider the tax implications of trades before you decide to buy or sell any fund. Trades are detailed on p. 3 and announced on weekly Thursday evening Hotline updates via telephone, e-mail, and web (see p.12). Use non-Spartan fund alternatives if Spartan minimums can't be met. **Annuity Model Portfolios** are on p. 9.

February. Is it possible that buyers are rushing to "lock in" in anticipation of higher rates later? Sure, but some perspective: despite recent moves, mortgage interest rates are still attractive.

On the manufacturing side, problems at Delphi, Ford and GM are certainly headline-makers. But the Fed is reporting that, with the exception of hurricane-hit areas, demand for food products, durable goods, pharmaceuticals, chemicals and metal products rose. This rich mix of goods points to still-strong consumer spending and sustained industrial demand.

And while it may seem counterintuitive, there's also been good news stemming from higher gas prices: Americans are driving less. The modest decline in fuel demand is increasing supply and pushing gas prices lower. (Politicians who were pushing for price controls on gasoline please take note — the law of supply and demand is alive!) In fact, on October 20, oil futures dipped below \$60 for the first time since late July.

On balance, the Fed's survey — a compilation of its 12 regional banks — was surprisingly rosy. Areas of concern were auto sales and slowdowns in once-red-hot residential real estate markets. And while the 4th quarter may be more affected by the hurricanes (they hit late in the 3rd quarter), the positive effect of the rebuilding should offset some of the negatives and continue into 2006.

Inflation A Real Concern

This upbeat economic data, coupled with the scary headline inflation number, point to further Fed tightening on November 1 (we went to press on October 31), and more thereafter. While "core" inflation (ex

WHICH FUNDS SHOULD YOU BUY NOW!

Equity Funds: **Blue Chip Growth** provides mega-cap growth exposure. **Export & Multinational** is a nice mix of large-cap value and growth. **Small Cap Value** (our alternative to **Low-Priced Stock**, which is closed) provides diversification away from larger-cap funds. **Value** offers mid-cap value exposure.

Specialty Funds: **Strategic Real Return** with its mix of sectors, affords inflation protection and portfolio diversification.

Fixed-Income Funds: **Short-Term Bond** and **Ultra-Short Bond** provide some cover in a rising rate environment. **Inflation-Protected Bond** (as its name implies) has inflation-protection features.

International Funds: **Int'l Discovery** is our alternative to the closed **Diversified Int'l Emerging Markets** is a more aggressive option. ■

food and energy) remains well-contained at 2%, the Fed is still right to be concerned about inflation. We often remark about how in the long-run, earnings drive stock prices, but it is also true that inflation has a powerful impact on the market. According to Ned Davis Research, when the (headline) CPI is above 3.5% (the median since 1962), the annual gain in the S&P was 3.9%, but when the CPI is below 3.5% the S&P has gained 9.8%.

So while the economy and corporate earnings continue to surprise on the upside, it may be more important for stock prices for the Fed to be successful in nipping inflation in the bud.

As the Fed continues to battle inflation by hiking rates, the string of 10 consecutive quarters of above 3% GDP growth could be coming to an end. And it won't help, if this winter, consumers responded to significantly higher home-heating costs by cutting spending elsewhere. Indeed, retailers had better pray for an unseasonably warm December, or they had better be well stocked with electric blankets and wool sweaters.

Action Recommendation

As you may recall from last month's *Outlook* and model portfolio

trades, our growing concern over inflation prompted us to reduce interest-rate risk (by reducing duration), while worries of a tougher economic environment resulted in our paring exposure to high-yield (junk bond) debt.

Notwithstanding recent data, we continue to be cautious on the economy, and have modestly downgraded one of our high-yield funds. In fact, the so-called leading economic indicators fell 0.7% in September — its third consecutive monthly decline.

While this data bears close watching, it doesn't warrant alarm nor foretell recession (much of the September weakness can be traced to disruptions from the hurricanes). What it does tell us, is that despite strong third-quarter data, a slowdown in GDP is possible.

In terms of stocks, we recommend that members maintain their current exposures. While we are likely to see good earnings growth (much of that will continue to come from the energy sector), fourth quarter growth could be slower. Also, equity valuations are a bit expensive. So as we watch market volatility notch higher amid unsettling headline news, we're comfortable with how we've positioned our models relative to their risk and investment objectives. In other words, sit tight. ■

ANNUAL MODEL PORTFOLIO RETURNS (%)

Model Portfolio	'87	'88	'89	'90	'91	'92	'93	'94	'95	'96	'97	'98	'99	'00	'01	'02	'03	'04
Aggressive Growth													31.4	-8.4	-20.9	-15.8	36.6	14.8
Growth	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
Growth & Income	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
Income & Preservation	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

MODEL PORTFOLIOS

Members Ask About Strategic Real Return

As soon as we announced in last month's report that we were replacing **Strategic Income** in three of our model portfolios with a new fund, **Strategic Real Return**, members started asking me some follow-up questions. For example:

Q: How can I invest in Strategic Real Return if it's not offered in my employer's 401(k), 403(b) or 457 retirement plan?

A: The fund was just introduced on September 14, so it may be awhile before it shows up in these tax-advantaged plans. You can ask your employer to include it at the next annual review. In the meantime, assuming you're eligible for a traditional or Roth IRA, consider opening an IRA or adding Strategic Real Return to an existing IRA.

Q: Why do you still have a *Buy* rating on Strategic Income if you're taking it out of the models?

A: We like both funds and think they are good portfolio diversifiers. However, as we explained in the October report, we like Strategic Real Return's exposure to markets that are not closely related and — at a time of potentially higher inflation and rising commodity prices — its inflation protection and commodity exposure.

While we are a little concerned about Strategic Income's exposure to high-yield bonds at a time of economic uncertainty, as well as its interest-rate exposure, the fund has a good long-term record of managing these risks, so we're comfortable maintaining the *Buy* rating.

Q: I have been receiving monthly distributions from Strategic Income. Will these payments continue with Strategic Real Return, and will they be about the same amount?

A: Strategic Real Return will make distributions each quarter, rather than monthly. The fund's first scheduled distribution will be made in December. As for the amount of the distribution, based on 12-month returns of investments that are similar to Strategic Real Return's portfolio (Treasury inflation protected securities, real estate investment trusts, floating-rate banks loans and commodity-linked notes), we estimate that each quarterly payment will be fairly close to three of Strategic Income's monthly payments.

Q: Why didn't you replace **VIP Strategic Income** with the new fund in your three annuity models?

A: We can only include funds in the annuity models that Fidelity offers in its annuity products. At this time, there is no annuity version of Strategic Real Return in Fidelity's Retirement Reserves annuity, nor in its new Personal Retirement Annuity. ■

RATING UPGRADES

Reforms In Japan Boost Fund Outlooks

This month, we've upgraded two Fidelity funds that focus on Japan. **Japan** moves up from *OK to Buy* to *Buy* and **Japan Small Company** goes from *Hold* to *OK to Buy*.

That may seem like a surprising move to anyone who can't recall anything but bad news out of Japan since the early 1990s. However, a look at more recent developments provides plenty of support for our change.

Major Banking Reforms

For example, a series of bank nationalizations and mergers over the past few years has resulted in trillions of yen worth of bad loans being paid down or written off. As a result, the amount of non-performing loans on the books of banks have been cut by more than half. At the same time, bankers who were quick to hand out loans in the 1980s regardless of risk or business viability, are

more circumspect.

One of the best pieces of news from Japan came in September, when Prime Minister Junichiro Koizumi won reelection in a campaign that was all about economic and government reform. Specifically, voters approved his plan to privatize the Japanese postal system, which is actually the country's largest bank. Over time, the vote will probably pave the way for a gradual shrinking of other bureaucracies.

On the corporate front, the picture is just as encouraging, if not more so. Thanks in part to growing exports to the rest of Asia, particularly China, Japanese corporate profits have reached record levels. These profits, plus growing pressure on managements to pay dividends to shareholders, has led to a near-doubling of the dividend yield for Japanese companies over the past seven years.

Meanwhile, the country is finally growing again. In the quarter ended June 30, 2005, Japan's gross domestic product grew by more than 3%. While the Organization for Economic

Co-operation and Development recently estimated that the country's GDP will grow at just 1.3% a year for the rest of this decade, that's off a base of essentially zero growth.

Challenges Still Ahead

The country, of course, is not completely out of the woods. For example, it has virtually no natural resources and must import all of its oil — a sobering prospect at a time of sharply rising oil prices.

A longer-term issue is the aging of Japan's population. Paying for the social programs needed to support the country's growing elderly will mean getting as much productivity and profits out of Corporate Japan as possible.

And, while Mr. Koizumi won this round of his battle for reform, there's no assurance that he'll prevail in all of his future battles.

After a decade and a half of problems, investors should be looking at the land of the rising sun to generate some nice returns. ■

Stocks Give In To Inflation Pressures

For several months, stock markets around the world have been able to fight off the negative impact of inflation and rising interest rates.

They seem to have lost the battle in October.

In continental Europe, inflation for September reached its highest level since January 2002. In Britain, prices rose for the fourth month in a row.

But it was the United States that got the biggest jolt on prices. While the “core” inflation rate, which does not include prices of fuel and food, rose just 0.1% in September, the overall rate jumped 1.2% for the month. That works out to an annual rate of 4.7%, the highest since June 1991.

New Man At Helm Of Fed

Investors warmly greeted President Bush’s nomination of Ben Bernanke to replace Alan Greenspan as chairman of the Federal Reserve Board. However, they also realized that the nomination would mean a continuation of Mr. Greenspan’s fight on inflation. Thus, it seems the Fed’s current round of interest rate hikes isn’t about to end any time soon.

Investors may have been focused on interest rates, but consumers continued to worry about rising prices, particularly oil. Although energy prices stabilized, and prices at the gas pump declined, people still seemed worried about the potential for sharply higher heating bills this winter. This worry contributed to additional declines in consumer sentiment indexes from both the Conference Board and the University of Michigan.

One bright spot came near the end of the month, when the Commerce Department reported that the economy grew at an annual rate of 3.8% in the third quarter, even in the face of the damage caused by Hurricanes Katrina and Rita.

In spite of that, and the fact that about two-thirds of reporting compa-

nies exceeded analysts’ earnings expectations, all major stock indexes were down in October, although stocks did rally in the month’s final days. The Dow Jones Industrials, for example, declined 1.1%, while the S&P 500 lost 1.7%. Meanwhile, the small-cap Russell 2000 was off 3.1% and the technology-rich Nasdaq Composite declined 1.4%.

These losses, added to declines from the latter part of September, have left most of these indexes flat or in the red for the year. The Dow Industrials are off 1.4% since the beginning of the year, while the Nasdaq declined 2.0% and the Russell 2000 was up a scant 0.2%. The S&P 500 has fared the best with a gain of 1.1%.

Faced with this environment, all of Fidelity’s domestic equity funds were down for the month. Among the firm’s largest funds, **Contrafund** declined 1.6%, while **Growth Company**, **Magellan** and **Blue Chip Growth** were all off 1.3% for October.

Overseas Funds Also Slip

Inflation and interest-rate worries also caught up with overseas markets. The MSCI EAFE Index, for example, fell 2.9% in October. For the year, however, the index is ahead 5.9% as these markets have attracted investors looking for lower valuations.

Among Fidelity’s international funds, those investing in the riskier markets fared the worst. **Emerging Markets**, for example, fell 5.9%, for the month, while **Latin America** was

down 4.1%. Among more-diversified funds, **International Discovery** was down 3.3% and **Diversified International** was off 3.5%

The year’s high oil prices contributed to huge third-quarter profits for major oil companies, and to gains for Fidelity’s energy-related Select funds for the year-to-date. However, oil’s modest price decline in October, as well as concerns that a slowing economy could lead to less energy consumption, contributed to large declines for these funds last month. **Energy**, for example, fell 7.2% and **Natural Gas** was off 9.0%.

Higher Rates Hit Bond Funds

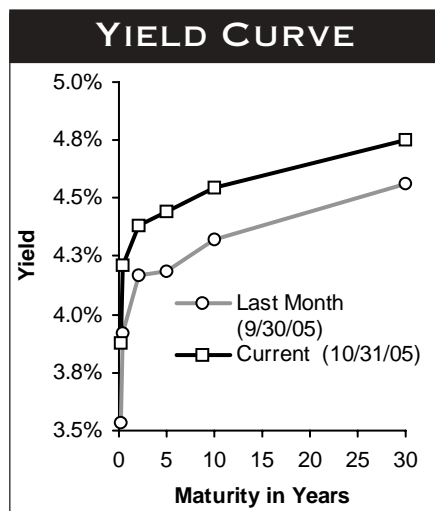
As inflation weighed on the bond market, prices fell and yields rose across the board (see yield curve chart). The ten-year Treasury jumped 23 basis points to end the month at 4.55%. As a result, almost all of Fidelity’s fixed-income funds had negative returns in October, particularly those with longer maturities. For example, **Inflation-Protected Bond** lost 1.2%, while both **Government Income** and **Investment Grade Bond** declined 0.7%. On the other hand, **Short-Term Bond** was flat and **Ultra-Short Bond** managed to eke out a 0.2% gain.

Tax-free funds were similarly affected with **Muni Income** off 0.6%, **Intermediate Municipal** down 0.5% and **Tax-Free Bond** declining 0.7%.

In spite of the government’s upbeat third-quarter report, the possibility of a weakening economy pushed most high-yield funds to the downside. **Capital & Income**, for example, was off 1.2% in October and **High Income** lost 0.3%. **Strategic Income**, which holds high-yield, emerging and developed foreign debt, as well as Treasuries, fell 0.8%.

New Markets Income, which holds high-yielding emerging market debt, fell victim to investors’ loss of appetite for risk and fell 1.7%.

The yield on **Cash Reserves** continued to climb, and ended the month at 3.61%. ■



FIDELITY SCORECARD - OCTOBER 31, 2005

Fund No.	Fund Ticker	Fund Name	Style	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)		Rel Vol (Risk) ¹	Size \$MM
							Oct.	YTD	2004	3 Year	5 Year		
		S&P 500 (Large Cap)	Blend		1207.0		-1.7	1.1	10.9	12.8	-1.7	1.00	
		Dow Industrials (Blue Chip)	Blend		10440.1		-1.1	-1.4	5.3	9.9	1.1	1.01	
		Nasdaq Composite (OTC)	Growth		2120.3		-1.4	-2.0	9.2	17.5	-8.4	1.25	
		Russell 2000 (Small Cap)	Blend		646.6		-3.1	0.2	18.3	21.5	6.8	1.51	
LARGE CAP FUNDS													
312	FBGRX	Blue Chip Growth	Growth		41.55	Buy	-1.3	-0.1	6.3	9.2	-5.9	0.99	22,245
1271	FBCVX	Blue Chip Value	Value		12.94	Buy	-2.3	4.0	14.4	--	--	1.04	191
307	FDCAX	Capital Appreciation	Growth		26.26	Buy	-2.9	0.9	11.3	19.2	3.3	1.23	7,132
22	FCNTX	Contrafund	Growth		62.51	Buy	-1.6	10.2	15.1	17.1	4.2	0.97	55,683
315	FDEQX	Disciplined Equity	Blend		26.71	Buy	-2.5	5.6	12.0	13.7	-0.1	1.10	5,924
339	FDSVX	Discovery	Blend		11.08	OK to Sell	-1.0	-1.3	10.6	10.0	-3.0	0.97	448
330	FDGFX	Dividend Growth	Blend		28.08	Buy	-0.7	-0.5	5.8	8.8	-0.6	1.00	16,566
23	FEQIX	Equity-Income	Value		52.10	Buy	-1.6	1.0	11.3	14.2	3.0	0.96	25,993
319	FEQTX	Equity-Income II	Value		23.65	Hold	-2.1	0.4	9.9	13.7	2.9	1.03	12,293
332	FEXPX	Export and Multinational	Blend	0.75%/30 days	20.90	Buy	1.0	9.6	13.6	18.9	5.5	1.08	3,305
3	FFIDX	Fidelity Fund	Blend		30.36	OK to Buy	-1.1	2.4	7.8	11.7	-2.3	0.97	9,852
500	FFTYX	Fifty	Growth	0.75%/30 days	21.40	OK to Sell	-2.1	3.7	7.4	11.5	5.8	1.18	840
333	FTQGX	Focused Stock	Blend	0.75%/30 days	11.37	OK to Buy	-3.4	12.6	15.5	16.3	-4.8	1.34	108
27	FGRIX	Growth & Income	Blend		36.60	OK to Buy	-1.2	-0.3	9.8	8.8	-1.6	0.90	31,289
361	FGRTX	Growth & Income II	Blend		9.95	Hold↑	-0.8	3.4	5.7	10.3	-0.9	1.00	185
25	FDGRX	Growth Company	Growth		59.21	Buy	-1.3	5.6	12.1	18.8	-6.0	1.28	25,668
73	FDFFX	Independence	Growth		18.38	Hold↓	-3.1	3.1	11.7	13.2	-4.5	1.16	4,596
763	FSLGX	Large Cap Growth ⁴	Growth	0.75%/30 days	10.96	Buy	-1.8	6.8	13.7	14.6	--	1.28	106
338	FLCSX	Large Cap Stock	Growth		14.86	Hold	-0.9	1.9	6.4	10.1	-4.9	1.00	641
708	FSLVX	Large Cap Value ⁴	Value	0.75%/30 days	12.93	OK to Buy	-3.0	6.5	17.7	16.6	--	1.10	394
21	FMAGX	Magellan (Closed)	Blend		104.51	Hold↑	-1.3	1.0	7.5	10.0	-3.4	1.00	52,492
1282	FNCMX	Nasdaq Composite Index	Growth	0.75%/90 days	28.76	Hold	-1.5	-2.1	8.6	--	--	1.24	109
93	FOCPX	OTC	Growth		35.55	Hold	-1.2	2.5	8.1	14.2	-7.9	1.28	7,897
317	FSMKX	Spartan 500 Index	Blend	0.50%/90 days	83.75	Hold	-1.7	1.0	10.7	12.7	-1.9	1.00	12,906
397	FSTMX	Spartan Total Mkt. Index	Blend	0.50%/90 days	33.68	Hold	-1.9	2.2	12.1	14.6	-0.6	1.02	3,257
320	FDSSX	Stock Selector	Blend		23.74	Hold↑	-1.0	4.1	9.9	12.9	-1.7	1.01	784
343	FTXMX	Tax Managed Stock	Blend	1.00%/2 years	12.14	OK to Buy↑	-3.0	8.7	11.1	15.0	-1.3	1.19	57
5	FTRNX	Trend	Blend		55.07	OK to Buy	-1.6	2.7	10.7	13.1	-1.4	1.00	864
MID-CAP FUNDS													
324	FDEGX	Aggressive Growth	Growth	1.50%/90 days	16.84	Hold	-3.1	1.4	11.2	16.4	-17.6	1.34	4,477
122	FLVCX	Leveraged Company Stock	Blend	1.50%/90 days	24.51	Hold	-4.7	9.9	24.5	45.0	--	1.46	3,503
793	FSMGX	Mid Cap Growth ⁴	Growth	0.75%/30 days	12.49	OK to Buy	-3.1	7.0	16.2	20.3	--	1.39	162
337	FMCSX	Mid-Cap Stock	Growth	0.75%/30 days	24.90	OK to Buy↑	-3.9	6.4	9.1	15.9	0.0	1.25	9,399
762	FSMVX	Mid Cap Value ⁴	Value	0.75%/30 days	15.26	OK to Buy	-3.2	8.3	21.9	21.5	--	1.20	235
300	FMILX	New Millennium (closed)	Growth		32.44	Hold	-4.1	2.4	4.3	13.5	-3.0	1.35	3,408
398	FSEMXX	Spartan Extended Mkt Index	Blend	0.75%/90 days	33.40	Hold	-2.4	4.6	17.9	21.7	3.2	1.17	1,765
39	FDVLX	Value	Value		75.61	Buy	-3.3	6.1	21.2	21.8	14.3	1.03	13,310
832	FVDFX	Value Discovery	Blend		14.60	OK to Buy	-3.5	9.8	14.6	--	--	1.13	220
14	FSLSX	Value Strategies	Blend		35.44	Buy	-3.4	-5.3	14.9	21.2	7.3	1.39	175
SMALL CAP FUNDS													
316	FLPSX	Low-Priced Stock (Closed)	Blend	1.50%/90 days	39.54	Buy	-4.2	2.2	22.2	21.5	17.1	0.98	37,195
1388	FCPGX	Small Cap Growth	Growth	1.50%/90 days	12.52	OK to Buy	-2.2	10.9	14.1p	--	--	--	251
336	FDCSX	Small Cap Independence	Growth	1.50%/90 days	20.82	Buy	-3.8	5.6	15.0	17.1	6.8	1.18	1,579
340	FSLCX	Small Cap Stock	Growth	2.00%/90 days	17.94	Buy	-3.6	2.4	14.6	20.5	8.5	1.16	4,312
1389	FCPVX	Small Cap Value	Value	1.50%/90 days	12.20	Buy	-1.8	11.6	11.7p	--	--	--	673
SPECIALTY FUNDS													
304	FBALX	Balanced			17.97	Hold	-2.2	5.1	10.9	15.4	6.9	0.80	15,286
308	FCVSX	Convertible Securities			21.65	Hold	-4.0	1.5	10.2	14.3	3.0	0.78	1,799
1368	FIREX	International Real Estate		1.50%/90 days	11.81	OK to Buy	-3.6	4.3	18.6p	--	--	0.95	172
4	FPURX	Puritan			18.34	Buy	-1.3	1.1	9.3	11.4	4.5	0.63	24,078
833	FRIFX	Real Estate Income		0.75%/90 days	11.68	OK to Buy	-0.8	3.4	11.7	--	--	0.27	649
303	FRESX	Real Estate Investment		0.75%/90 days	30.62	Hold	-2.2	8.4	34.2	27.3	19.8	1.49	5,821
1329	FSDIX	Strategic Dividend & Income			11.75	OK to Buy	-2.3	4.5	14.7	--	--	0.83	776
1505	FSRRX	Strategic Real Return		0.75%/60 days	9.94	Buy	-2.1	-0.6p	--	--	--	--	21
311	FIUIX	Utilities			14.51	Hold	-4.8	8.1	21.1	19.2	-3.4	1.07	1,105
ASSET ALLOCATION FUNDS													
314	FASMX	Asset Manager			16.04	Hold	-0.7	0.8	5.4	8.0	1.3	0.54	10,205
347	FAMRX	AM: Aggressive			11.37	Hold	-2.7	0.5	11.0	17.6	-3.2	1.13	403
321	FASGX	AM: Growth			14.83	Hold	-0.7	0.1	6.1	9.2	-0.5	0.74	3,308
328	FASIX	AM: Income			12.84	Hold	-1.0	3.2	6.4	8.3	4.9	0.37	1,726
355	FFNOX	Four-in-One Index		0.50%/90 days	25.72	Hold	-1.8	2.2	12.3	14.1	1.1	0.82	1,015
370	FFFBX	Freedom 2000			12.24	Hold	-0.6	1.9	4.5	5.5	2.4	0.28	1,594
1312	FFVFX	Freedom 2005			10.98	Hold	-1.2	2.2	6.9	--	--	0.46	355
371	FFFCX	Freedom 2010			13.84	Hold	-1.3	2.3	7.2	9.2	2.1	0.49	9,529
1313	FFVFX	Freedom 2015			11.28	Hold	-1.5	2.6	8.5	--	--	0.60	1,509

FIDELITY SCORECARD - OCTOBER 31, 2005

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)		Rel Vol (Risk) ¹	Size \$MM
						Oct.	YTD	2004	3 Year	5 Year		
372	FFFDX	Freedom 2020		14.28	Hold	-1.7	2.9	9.6	12.4	0.9	0.70	11,441
1314	FFTWX	Freedom 2025		11.58	Hold	-1.7	3.0	9.9	--	--	0.75	1,164
373	FFFEX	Freedom 2030		14.47	Hold	-1.8	3.3	10.5	13.8	0.0	0.81	6,826
1315	FFTHX	Freedom 2035		11.77	Hold	-1.9	3.3	10.9	--	--	0.82	626
718	FFFFX	Freedom 2040		8.50	Hold	-2.0	3.2	11.3	14.9	-0.6	0.86	2,775
369	FFFAX	Freedom Income		11.29	Hold	-0.5	1.9	3.9	4.6	3.0	0.25	2,060
INTERNATIONAL FUNDS												
335	FIVFX	Aggressive Int'l	1.00%/30 days	17.19	Hold	-3.2	2.8	10.3	17.3	4.1	1.03	724
309	FICDX	Canada	1.50%/90 days	39.14	OK to Buy	-6.9	15.6	23.9	31.1	13.3	1.17	1,733
352	FHKCX	China Region	1.50%/90 days	17.74	Hold	-5.9	4.0	11.5	18.6	5.5	0.93	425
325	FDIVX	Diversified International (closed)	1.00%/30 days	30.80	Buy	-3.5	7.5	19.7	23.3	8.0	0.94	30,283
322	FEMKX	Emerging Markets	1.50%/90 days	15.71	Buy	-5.9	21.5	22.9	31.9	13.3	1.24	1,421
301	FIEUX	Europe	1.00%/30 days	37.26	OK to Buy	-4.7	9.1	29.0	27.7	4.8	1.06	2,699
341	FECAX	Europe Capital App	1.00%/30 days	23.15	OK to Buy	-4.1	7.5	16.4	20.2	5.5	1.06	514
334	FGBLX	Global Balanced	1.00%/30 days	21.96	Hold	-1.6	4.6	13.7	16.0	5.8	0.68	193
305	FIGRX	Int'l Discovery	1.00%/30 days	30.65	Buy	-3.3	8.7	19.1	23.5	6.0	0.98	3,984
818	FISMX	Int'l Small Cap (closed)	2.00%/90 days	26.88	OK to Buy	-5.0	15.5	29.4	42.4	--	1.05	2,211
1504	FSCOX	Int'l Small Cap Opportunities	2.00%/90 days	10.40	OK to Buy	-4.0	4.0p	--	--	--	--	143
350	FJPNX	Japan	1.50%/90 days	14.99	Buy ↑	-0.4	17.1	10.9	22.1	-1.5	1.63	978
360	FJSCX	Japan Smaller Cos	1.50%/90 days	14.25	OK to Buy ↑	1.9	13.3	22.3	30.1	8.8	1.57	1,342
349	FLATX	Latin America	1.50%/90 days	29.40	OK to Buy	-4.1	39.0	41.1	51.3	18.0	2.06	1,343
342	FNORX	Nordic	1.50%/90 days	30.92	OK to Buy	-6.5	11.9	32.7	27.2	3.3	1.22	205
94	FOSFX	Overseas	1.00%/30 days	37.65	Hold	-2.8	6.4	13.5	19.9	1.5	1.07	5,016
302	FPBFX	Pacific Basin	1.50%/90 days	22.42	Buy	-2.6	13.4	14.1	21.6	3.9	1.12	617
351	FSEAX	Southeast Asia	1.50%/90 days	18.71	OK to Buy	-5.4	13.9	13.6	24.4	10.4	1.13	816
399	FSIIX	Spartan Int'l Index	1.00%/90 days	33.82	Hold	-2.6	6.1	19.9	21.0	2.7	1.00	1,470
318	FWWFX	Worldwide	1.00%/30 days	19.05	OK to Sell	-2.3	4.4	12.2	17.5	3.5	0.98	1,209
SELECT PORTFOLIOS												
34	FSAIX	Air Transportation	0.75%/30 days	37.20	OK to Buy	0.0	10.4	14.1	20.6	2.1	1.38	34
502	FSAVX	Automotive	0.75%/30 days	32.42	Hold ↓	-7.9	-6.9	7.1	13.8	8.8	1.26	24
507	FSRBX	Banking	0.75%/30 days	37.65	OK to Sell	2.1	-3.1	11.7	11.9	7.4	1.06	362
42	FBIOX	Biotechnology	0.75%/30 days	58.21	OK to Sell	-2.5	1.0	12.0	14.0	-9.4	2.10	1,685
68	FSLBX	Brokerage & Investment	0.75%/30 days	66.61	Buy	2.2	19.3	13.0	23.4	5.8	1.23	558
353	FBSOX	Business Svcs & Outsourcing	0.75%/30 days	15.86	Hold	-0.3	0.3	14.6	14.9	3.3	1.06	31
69	FSCHX	Chemicals	0.75%/30 days	64.20	OK to Sell	-0.6	-5.0	32.8	20.0	14.2	1.55	133
7	FDCPX	Computers	0.75%/30 days	33.98	OK to Buy	-4.4	-3.3	-2.0	14.6	-14.7	1.61	570
511	FSHOX	Construction & Housing	0.75%/30 days	44.37	Hold	-6.2	2.8	28.5	25.3	18.5	1.84	328
517	FSCPX	Consumer Industries	0.75%/30 days	24.31	Hold	0.2	-1.4	9.2	8.8	1.5	1.07	41
515	FCYIX	Cyclical Industries	0.75%/30 days	19.08	Hold ↓	-2.9	4.1	23.5	22.7	8.5	1.30	58
67	FSDAX	Defense & Aerospace	0.75%/30 days	71.45	Hold	-5.3	10.1	19.5	23.5	10.8	1.17	839
518	FSDCX	Devel Communications	0.75%/30 days	18.91	OK to Sell	-3.3	-2.2	16.5	25.5	-14.0	1.61	468
8	FSELX	Electronics	0.75%/30 days	39.13	OK to Buy	-7.5	3.6	-9.8	16.0	-12.6	1.77	2,638
60	FSENX	Energy	0.75%/30 days	46.32	Buy	-7.2	45.1	31.7	34.5	14.4	2.21	2,662
43	FSESX	Energy Service	0.75%/30 days	60.44	Buy	-5.7	41.7	34.9	29.3	12.8	2.57	1,480
516	FSLEX	Environmental	0.75%/30 days	15.02	Hold	-4.5	5.0	7.4	14.1	4.5	1.24	25
66	FIDSX	Financial Services	0.75%/30 days	112.75	Hold	1.6	1.8	11.2	13.7	4.6	1.02	443
9	FDFAX	Food & Agriculture	0.75%/30 days	52.20	OK to Buy	-0.3	3.5	15.8	10.3	7.0	0.89	126
41	FSAGX	Gold	0.75%/30 days	28.69	Buy	-5.7	12.9	-9.8	18.7	26.1	2.36	838
63	FSPHX	Health Care	0.75%/30 days	143.15	OK to Buy	-1.3	11.8	8.7	12.2	0.3	1.09	2,249
98	FVLX	Home Finance	0.75%/30 days	55.65	Sell	0.1	-11.4	13.3	11.4	9.0	1.15	312
510	FSCGX	Industrial Equipment	0.75%/30 days	25.92	Hold	-4.3	-0.7	12.8	17.9	4.1	1.29	46
509	FSDPX	Industrial Materials	0.75%/30 days	40.92	Hold	-0.9	4.4	13.0	25.5	16.2	1.45	119
45	FSPCX	Insurance	0.75%/30 days	66.90	Hold	0.8	8.8	12.8	16.4	8.6	1.15	176
62	FDLSX	Leisure	0.75%/30 days	74.37	Sell	-1.3	-3.4	17.5	17.2	3.3	1.14	195
505	FSHCX	Medical Delivery	0.75%/30 days	52.73	Buy	-1.1	22.4	45.5	26.3	17.6	1.34	1,457
354	FSMEX	Medical Equipment	0.75%/30 days	24.42	OK to Sell	-2.5	4.4	17.5	19.3	10.1	0.96	1,192
503	FBMPX	Multimedia	0.75%/30 days	45.97	OK to Sell	0.1	1.7	3.0	15.6	3.0	1.05	81
513	FSNGX	Natural Gas	0.75%/30 days	38.70	Buy	-9.0	38.9	40.3	38.2	14.7	2.57	1,940
514	FNARX	Natural Resources	0.75%/30 days	23.19	Buy	-7.3	35.8	23.5	31.5	13.0	2.12	660
912	FNINX	Networking & Infrastructure	0.75%/30 days	2.26	Hold	-0.9	-3.8	0.4	18.4	-23.8	1.76	95
506	FSPFX	Paper & Forest	0.75%/30 days	26.32	Sell	-4.4	-20.8	8.0	3.0	3.1	1.45	24
580	FPHAX	Pharmaceuticals	0.75%/30 days	9.57	OK to Buy	-1.8	5.8	3.3	10.0	--	1.13	119
46	FSRPX	Retailing	0.75%/30 days	50.36	Hold	-0.4	1.6	16.1	14.0	4.0	1.46	70
28	FSCSX	Software & Computer Svcs	0.75%/30 days	52.36	OK to Sell	1.1	-0.2	7.6	15.6	-4.7	1.36	644
64	FSPTX	Technology	0.75%/30 days	60.13	Hold	-2.3	-0.1	0.4	17.4	-13.7	1.45	1,858
96	FSTCX	Telecommunications	0.75%/30 days	37.36	OK to Sell	-1.5	0.7	17.5	17.1	-9.6	1.15	350
512	FSRFX	Transportation	0.75%/30 days	44.09	Hold	0.0	4.0	27.0	23.2	11.6	1.47	58
65	FSUTX	Utilities Growth	0.75%/30 days	43.10	Hold	-4.0	7.4	24.2	21.2	-4.9	1.05	369
963	FWRLX	Wireless	0.75%/30 days	6.52	Sell	-3.7	11.8	42.5	37.6	-8.9	1.22	446

FIDELITY SCORECARD - OCTOBER 31, 2005

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Duration (Years) ²	30-Day Yld. (%)	Tax-Equivalent Yield Federal Tax Bracket					
						Oct.	YTD	2004								
TAXABLE BOND FUNDS																
15	FGMNX	Ginnie Mae		10.83	Hold	-0.5	1.3	4.2	2.8	4.29						
54	FGOVX	Government Income		10.08	Hold	-0.7	1.1	3.6	4.1	3.88						
794	FINPX	Inflation-Protected Bond ³		11.29	Buy	-1.2	0.9	8.2	5.4	1.55						
32	FTHRX	Intermediate Bond		10.26	OK to Buy	-0.4	0.7	3.2	3.3	4.22						
452	FSTGX	Intermediate Gov't Income		10.02	Buy	-0.5	0.5	2.4	3.2	3.89						
26	FBNDX	Investment Grade Bond		7.34	Buy	-0.7	1.3	4.5	4.3	4.17						
40	FMSFX	Mortgage Securities		11.01	Hold	-0.6	1.3	4.5	2.8	4.29						
450	FSHBX	Short-Term Bond		8.85	Buy	0.0	1.4	1.9	1.7	4.17						
453	SPGVX	Spartan Gov't Income		10.86	OK to Buy	-0.7	1.2	4.0	4.1	3.91						
448	FSIBX	Spartan Investment Grade		10.46	Buy	-0.7	1.2	5.0	4.1	4.14						
820	FTBFX	Total Bond		10.36	Buy	-0.8	1.0	5.5	4.2	4.50						
651	FBIDX	U.S. Bond Index		10.84	Hold	-0.7	0.9	4.4	4.2	4.50						
812	FUSFX	Ultra-Short Bond	0.25%/60 days	10.02	Buy	0.2	2.3	1.3	0.4	3.87						
HIGH-YIELD BOND FUNDS																
38	FAGIX	Capital & Income	1.00%/90 days	8.29	Hold	-1.2	2.6	12.6	--	6.24						
814	FFRHX	Floating Rate High Income	1.00%/60 days	9.95	Hold	0.2	3.3	4.5	--	4.97						
1366	FHIFX	Focused High Income	1.00%/90 days	9.93	Hold↓	-0.5	1.2	3.9p	--	6.25						
455	SPHIX	High Income	1.00%/90 days	8.75	Hold	-0.3	1.6	9.7	--	6.81						
331	FNMIK	New Markets Income	1.00%/90 days	14.37	Buy	-1.7	7.4	12.5	--	5.84						
368	FSICX	Strategic Income		10.43	Buy	-0.8	1.5	9.4	--							
											25%	28%	33%	35%		
36	FLTMX	Interm Municipal Income ⁴	0.50%/30 days	9.96	Buy	-0.5	1.4	3.7	0.4	3.42	4.6	4.8	5.1	5.3		
37	FHIGX	Muni Income ⁴	0.50%/30 days	12.88	OK to Buy	-0.6	2.2	4.7	6.9	3.66	4.9	5.1	5.5	5.6		
404	FSTFX	Short-Int Municipal Income ⁴	0.50%/30 days	10.19	Buy	-0.2	0.5	1.8	2.9	3.05	4.1	4.2	4.6	4.7		
90	FTABX	Tax-Free Bond ⁴	0.50%/30 days	10.68	OK to Buy	-0.7	2.2	4.8	6.9	3.80	5.1	5.3	5.7	5.8		
STATE-SPECIFIC MUNICIPAL BOND																
434	FSAZX	Arizona Muni Income ⁴	0.50%/30 days	11.32	OK to Buy	-0.7	1.4	3.7	6.9	3.41	4.8	5.0	5.3	5.5		
91	FCTFX	California Muni Income ⁴	0.50%/30 days	12.41	OK to Buy	-0.7	2.4	4.9	6.3	3.55	5.2	5.4	5.8	6.0		
407	FICNX	Connecticut Muni Income ⁴	0.50%/30 days	11.45	OK to Buy	-0.5	1.0	3.5	6.1	3.44	4.8	5.0	5.4	5.5		
427	FFLIX	Florida Muni Income ⁴	0.50%/30 days	11.52	OK to Buy	-0.6	1.4	4.5	6.2	3.61	4.8	5.0	5.4	5.6		
429	SMDMX	Maryland Muni Income ⁴	0.50%/30 days	10.78	OK to Buy	-0.5	1.3	4.1	6.6	3.54	5.0	5.2	5.5	5.7		
70	FDMMX	Mass Muni Income ⁴	0.50%/30 days	11.95	OK to Buy	-0.7	2.1	4.5	7.0	3.67	5.2	5.4	5.8	6.0		
81	FMHTX	Michigan Muni Income ⁴	0.50%/30 days	11.84	Hold	-0.6	1.3	3.9	6.1	3.53	4.9	5.1	5.5	5.7		
82	FIMIX	Minnesota Muni Income ⁴	0.50%/30 days	11.40	OK to Buy	-0.5	1.4	3.9	5.9	3.41	4.9	5.1	5.5	5.7		
416	FNJHX	New Jersey Muni Income ⁴	0.50%/30 days	11.54	OK to Buy	-0.9	1.9	3.9	7.1	3.62	5.1	5.4	5.8	5.9		
71	FTFMX	New York Muni Income ⁴	0.50%/30 days	12.83	OK to Buy	-0.6	1.7	4.4	6.8	3.58	5.3	5.6	6.0	6.2		
88	FOHFX	Ohio Muni Income ⁴	0.50%/30 days	11.74	OK to Buy	-0.7	1.5	4.4	6.6	3.54	5.1	5.3	5.7	5.9		
402	FPXTX	Pennsylvania Muni Income ⁴	0.50%/30 days	10.81	OK to Buy	-0.6	1.4	4.3	6.0	3.45	4.7	4.9	5.3	5.5		
TAXABLE MONEY MARKET																
55	FDRXX	Cash Reserves		1.00	--	0.30	2.28	1.06	na	3.61						
631	FGMXX	Retirement Government MM		1.00	--	0.29	2.25	1.03	na	3.59						
630	FRTXX	Retirement MM		1.00	--	0.30	2.30	1.07	na	3.66						
458	SPAXX	Government MM ⁴		1.00	--	0.29	2.23	1.02	na	3.56						
454	SPRXX	Money Market ⁴		1.00	--	0.30	2.30	1.07	na	3.65						
85	FSLXX	Select MM		1.00	--	0.30	2.32	1.09	na	3.68						
50	FGRXX	U.S. Gov't Reserves		1.00	--	0.30	2.30	1.09	na	3.64						
415	FDLXX	US Treasury MM ⁴		1.00	--	0.27	2.06	0.92	na	3.28						
MUNICIPAL MONEY MARKET																
460	FIMXX	AMT Tax-Free Money Fnd ⁴		1.00	--	0.20	1.72	0.97	na	2.44	3.3	3.4	3.6	3.8		
10	FTEXX	Municipal Money Market		1.00	--	0.20	1.63	0.86	na	2.37	3.2	3.3	3.5	3.6		
275	FMOXX	Tax-Free Money Market		1.00	--	0.19	1.62	0.82	na	2.28	3.0	3.2	3.4	3.5		
STATE-SPECIFIC MUNICIPAL MONEY MARKET																
433	FSAXX	Arizona		1.00	--	0.19	1.59	0.79	na	2.30	3.2	3.4	3.6	3.7		
457	FSPXX	California AMT Tax-Free ⁴		1.00	--	0.20	1.68	0.90	na	2.40	3.5	3.7	3.9	4.1		
97	FCFX	California		1.00	--	0.19	1.55	0.74	na	2.23	3.3	3.4	3.7	3.8		
418	FCMXX	Connecticut		1.00	--	0.19	1.57	0.77	na	2.31	3.2	3.4	3.6	3.7		
428	FSFXX	Florida		1.00	--	0.19	1.60	0.80	na	2.27	3.0	3.2	3.4	3.5		
426	FMSXX	Mass AMT Tax-Free ⁴		1.00	--	0.19	1.63	0.88	na	2.37	3.4	3.5	3.8	3.9		
74	FDMXX	Massachusetts		1.00	--	0.19	1.54	0.77	na	2.25	3.2	3.3	3.6	3.7		
420	FMIXX	Michigan		1.00	--	0.19	1.55	0.73	na	2.23	3.1	3.2	3.5	3.6		
423	FSJXX	New Jersey AMT Tax-Free ⁴		1.00	--	0.20	1.67	0.93	na	2.38	3.4	3.5	3.8	3.9		
417	FNJXX	New Jersey		1.00	--	0.19	1.54	0.74	na	2.26	3.2	3.4	3.6	3.7		
422	FSNXX	New York AMT Tax-Free ⁴		1.00	--	0.20	1.64	0.87	na	2.35	3.5	3.6	3.9	4.0		
92	FNYXX	New York		1.00	--	0.19	1.57	0.74	na	2.27	3.4	3.5	3.8	3.9		
419	FOMXX	Ohio		1.00	--	0.19	1.56	0.77	na	2.24	3.2	3.3	3.6	3.7		
401	FPTXX	Pennsylvania		1.00	--	0.19	1.59	0.81	na	2.29	3.1	3.3	3.5	3.6		

Tax-equivalent yields for state funds assume top state (and city) tax level for that federal bracket, and itemized deductions.

Notes: ¹ Relative Volatility of the fund versus the S&P 500 over the last 12 months; 1.50 means the fund has been 50% more volatile. ² Durations (a similar, but better measure of interest rate risk than maturity) reflect prior quarter figures; ³ Stated yield is before any inflation adjustment, your effective yield may be different. ⁴ Fund names have been changed, see "Inside Fidelity" on page 4 of the September *Fidelity Insight* Report. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

FIDELITY SCORECARD - OCTOBER 31, 2005

Fund No.	Fund Ticker	Fund Name	Fund Type	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)		Avg Annual (%)		Rel Vol (Risk) ¹
							Oct.	YTD	3 Year	5 Year	
FIDELITY RETIREMENT RESERVES VARIABLE ANNUITY PORTFOLIOS											
	FAWGP	Credit Suisse Gbl Post Vent Cap	Global		12.08	Hold	-3.4	7.9	22.0	-7.0	1.00
	FAWIE	Credit Suisse International Focus	Divers Int'l		11.62	Hold	-2.7	9.2	17.8	-0.7	1.00
	FAWSC	Credit Suisse Small Cap Growth	Small Growth		11.26	Hold	-4.1	-5.3	15.5	-5.0	1.48
487	FVAGT	Fid VIP Aggressive Growth	Mid Growth		10.30	Buy	-3.1	3.0p	--	--	--
156	FAVAM	Fid VIP Asset Manager	Asset Alloc		31.37	Hold	-0.8	0.1	7.4	0.5	0.55
159	FAVAG	Fid VIP Asset Manager: Growth	Asset Alloc		20.47	Hold	-0.9	-0.5	8.8	-1.8	0.74
616	FAVBB	Fid VIP Balanced	Asset Alloc		14.82	Hold	-2.4	-0.3	7.0	0.8	0.65
991	FAVCI	Fid VIP Consumer Industries	Sector	1.00%/60 days	10.70	Hold	0.2	-2.1	8.3	--	1.07
158	FAVCF	Fid VIP Contrafund	Large Growth		37.90	Buy	-1.7	10.0	16.6	3.8	0.99
970	FAVCC	Fid VIP Cyclical Industries	Sector	1.00%/60 days	14.14	OK to Buy	-2.9	3.8	22.3	--	1.31
786	FAVDC	Fid VIP Dynamic Capital App	Large Growth		12.59	Buy	-0.6	13.4	--	--	1.34
150	FAVEI	Fid VIP Equity-Income	Large Value		55.21	Buy	-1.7	0.4	13.5	2.4	0.97
947	FAVFS	Fid VIP Financial Services	Sector	1.00%/60 days	12.45	Hold	1.5	1.2	13.0	--	1.03
1420	FFRFT	Fid VIP Freedom 2005	Asset Alloc		10.16	Hold	-1.2	1.6p	--	--	--
1423	FFRJT	Fid VIP Freedom 2010	Asset Alloc		10.16	Hold	-1.3	1.6p	--	--	--
1426	FFROT	Fid VIP Freedom 2015	Asset Alloc		10.22	Hold	-1.4	2.2p	--	--	--
1429	FFRTT	Fid VIP Freedom 2020	Asset Alloc		10.27	Hold	-1.5	2.7p	--	--	--
1432	FFRYT	Fid VIP Freedom 2025	Asset Alloc		10.30	Hold	-1.6	3.0p	--	--	--
1435	FFRCT	Fid VIP Freedom 2030	Asset Alloc		10.35	Hold	-1.7	3.5p	--	--	--
1417	FFRIT	Fid VIP Freedom Income	Asset Alloc		10.06	Hold	-0.6	0.6p	--	--	--
151	FAVGR	Fid VIP Growth	Large Growth		54.69	Buy	-1.5	0.3	10.1	-7.2	--
147	FAVGI	Fid VIP Growth & Income	Large Blend		16.74	Hold	-0.8	2.9	9.6	-1.4	0.97
617	FAVGO	Fid VIP Growth Opportunities	Large Growth		12.24	Buy	-0.7	2.1	11.4	-3.4	1.06
1152	FVGST	Fid VIP Growth Stock	Large Growth		10.05	Buy	-3.3	0.5p	--	--	--
942	FAVHC	Fid VIP Health Care	Sector	1.00%/60 days	11.58	OK to Buy	-1.3	11.2	11.6	--	1.09
152	FAVHI	Fid VIP High Income	High-Yield		28.09	Hold	-0.5	0.3	13.3	2.5	0.25
157	FAVIF	Fid VIP Index 500	Large Blend		32.05	Hold	-1.7	0.3	11.7	-2.7	1.00
1390	FVICT	Fid VIP Int'l Capital App	Divers Int'l		10.29	Hold	-3.2	2.9p	--	--	--
155	FAVIB	Fid VIP Investment Grade Bond	Interm Bond		27.96	Buy	-0.9	0.2	3.7	5.7	0.28
772	FAVMC	Fid VIP Mid Cap	Mid Growth		17.93	OK to Buy	-3.4	9.3	24.1	10.4	1.11
153	FAVMM	Fid VIP Money Market	Money Mkt		19.62	--	0.2	1.7	0.8	1.5	0.02
930	FAVNR	Fid VIP Natural Resources	Sector	1.00%/60 days	17.70	Buy	-7.4	35.1	31.1	--	2.12
1048	FAVOS	Fid VIP Overseas Class R	Divers Int'l	1.00%/60 days	11.76	Hold	-2.9	5.7	--	--	1.07
1155	FAVRE	Fid VIP Real Estate	Real Estate		15.74	OK to Buy	-2.6	7.6	--	--	1.50
1326	FAVSI	Fid VIP Strategic Income	Divers Bond		10.98	Buy	-0.9	0.8	--	--	0.25
913	FAVTT	Fid VIP Technology	Sector	1.00%/60 days	9.50	Hold	-1.8	3.3	18.1	--	1.59
905	FAVGP	Fid VIP Telecom & Utilities Grwth	Sector	1.00%/60 days	9.98	Hold	-4.0	6.8	20.4	--	1.05
898	FVVPT	Fid VIP Value	Large Value		10.23	Hold	-1.8	2.3p	--	--	--
1263	FVVL	Fid VIP Value Leaders	Large Value		10.26	Buy	-2.3	2.6p	--	--	--
1024	FAVVS	Fid VIP Value Strategies	Mid Blend		12.11	Buy	-3.5	-6.0	--	--	1.39
	FAPGG	Liberty Ridge Growth II (PBHG)	Mid Growth		9.85	Sell	0.2	3.5	9.6	-15.5	1.34
	FAPST	Lib Rdg Lg Cap Grw Conc (PBHG)	Large Growth		15.03	Sell	1.0	-1.2	9.4	-15.1	1.40
	FAPSV	Liberty Ridge Select Value (PBHG)	Large Value		16.42	Sell	-0.8	3.0	7.9	-0.5	0.96
	FAPSC	Liberty Ridge Small Cap (PBHG)	Small Blend		19.91	Sell	-4.2	-2.3	15.6	3.0	1.23
	FAPTC	Lib Rdg Tech & Comm (PBHG)	Sector		8.32	Sell	-0.1	2.8	15.5	-26.9	1.57
	FAMMT	Morgan Stanley Emerg Mkt Debt	Em Mkt Bond		18.69	Buy	-1.5	8.0	16.5	12.7	0.47
	FAMEE	Morgan Stanley Emerg Mkt Equity	Em Mkt Stock		15.75	Buy	-5.7	17.1	29.0	9.4	1.11
	FAMGE	Morgan Stanley GI Value Equity	Global		14.55	OK to Buy	-2.5	0.8	13.5	3.3	0.82
	FAMIM	Morgan Stanley Int'l Magnum	Divers Int'l		11.58	Buy	-2.2	3.6	15.6	0.2	0.99
	FASDD	Wells Fargo Adv Discov (Strong)	Mid Growth		14.37	Sell	-5.1	3.1	17.1	-10.4	1.36
	FASOT	Wells Fargo Adv Opport (Strong)	Large Growth		18.25	Sell	-2.7	2.1	18.8	2.4	0.98

Annuity Growth Model

Fund	Allocation
Fidelity VIP Value Leaders	26%
Fidelity VIP Strategic Income	24
Fidelity VIP Growth Stock	21
Morgan Stanley Int'l Magnum	11
Fidelity VIP Value Strategies	10
Fid VIP Natural Resources	8

Total Returns: Oct: -2.7% YTD: 2.2%

Almost every annuity fund lost ground in October as interest rates and inflation scared investors away. Top-holding, **Value Leaders** fell 3.2%, while **Strategic Income** was off "just" 0.9%.

Annuity Growth & Income Model

Fund	Allocation
Fid VIP Investment Grade Bond	27%
Fidelity VIP Value Leaders	22
Fidelity VIP Growth Stock	18
Fidelity VIP Strategic Income	17
Morgan Stanley Int'l Magnum	8
Fidelity VIP Value Strategies	8

Total Returns: Oct: -1.9% YTD: 0.0%

The Model's two bond positions, **Investment Grade Bond** and **Strategic Income** fared best in October falling just 0.9% each. The equity holdings were hit harder as stocks in general had a tough month.

Annuity Income & Preservation Model

Fund	Allocation
Fid VIP Investment Grade Bond	32%
Fidelity VIP Money Market	22
Fidelity VIP Strategic Income	16
Fidelity VIP Value Leaders	16
Fidelity VIP Growth Stock	9
Fidelity VIP Value Strategies	5

Total Returns: Oct: -1.2% YTD: 0.4%

This model's 70% allocation to bonds and money markets helped to stem losses in October. **Money Market** was, in fact, one of only two annuity funds with a positive return for the month, rising 0.2%.

YEAR-END DISTRIBUTIONS: BIGGER TAXABLE GAINS THIS TIME

Be Wary of Buying A Big Distribution

In spite of a so-so year for stocks, a fairly sizable number of Fidelity funds are expected to make larger year-end distributions this year than they did in 2004. Even though many funds had nice gains in 2003 and 2004, they were able to offset those gains with losses from the 2000-2002 bear market. This year, those losses have been largely used up.

The table on the right shows over 50 of Fidelity's funds, along with the estimated percentage of their distributions relative to their NAVs as of October 28. Funds in our model portfolios are shown in **bold** and included, even if no distributions are expected.

We don't recommend putting tax considerations ahead of investment decisions, but if you're planning to buy a fund for a taxable account, you need to be wary of buying a big distribution. Here's our rule of thumb: if its percentage distribution is more than the number of weeks before it goes ex-dividend, hold off buying until after the ex-date. (If your investments are in a taxdeferred account, such as an IRA, you needn't worry about distributions.)

For example, **International Discovery** is expected to have a 5.3% distribution and there are about five weeks until its Friday December 2 "ex-date," so you might want to wait until Monday December 5 to buy it. If you buy it now, you'll receive a 5% distribution on the pay date of Dec 5. But when the fund "goes ex-dividend" on Dec. 2, the value of your shares will fall by the same 5% (excluding market action) so you gain nothing but a tax bill.

Tax-wise, the biggest hit on this list comes from **Value Strategies**, at almost 22% of NAV. Rich Fentin took over the fund in June and has been overhauling the portfolio. Hopefully, this number will come down next year. ■

You'll find a complete list of Fidelity fund distributions, ex-dates, pay dates and other important details, at www.fidelityinsight.com

Est, 2005 Year-End Distributions (As of 9/30/05)	Income	Short Term Capital Gains	Long-Term Capital Gains	Total \$ Dist Per Share	% of NAV	Dec. Ex-Div Date
Balanced	\$0.00	0.03	0.06	0.09	0.5	12/9
Blue Chip Growth	\$0.05	0.00	0.00	0.05	0.1	12/16
Blue Chip Value	\$0.02	0.05	0.08	0.15	1.2	12/9
Capital Appreciation	\$0.00	0.17	1.00	1.17	4.5	12/9
Contrafund	\$0.17	0.00	0.56	0.73	1.2	12/23
Disciplined Equity	\$0.11	0.00	0.00	0.11	0.4	12/2
Discovery	\$0.03	0.00	0.00	0.03	0.3	12/16
Diversified International	\$0.34	0.00	0.60	0.94	3.1	12/9
Dividend Growth	\$0.06	0.09	0.06	0.21	0.8	12/9
Emerging Markets	\$0.16	0.00	0.00	0.16	1.0	12/9
Equity-Income	\$0.00	0.14	1.34	1.48	2.9	12/9
Equity-Income II	\$0.00	0.08	1.50	1.58	6.7	12/16
Export and Multinational	\$0.01	0.10	0.17	0.28	1.4	12/16
Growth & Income	\$0.00	0.01	0.58	0.59	1.6	12/16
Growth Company	\$0.00	0.00	0.00	0.00	0.0	12/16
Independence	\$0.03	0.00	0.00	0.03	0.2	12/16
Inflation-Protected Bond	\$0.00	0.17	0.00	0.17	1.5	12/2
International Small Cap	\$0.19	0.53	1.81	2.53	9.5	12/9
Int'l Discovery	\$0.36	0.49	0.74	1.59	5.3	12/2
Japan Smaller Companies	\$0.04	0.00	1.03	1.07	7.6	12/9
Large Cap Growth	\$0.00	0.19	0.07	0.26	2.4	12/9
Large Cap Value	\$0.08	0.22	0.07	0.37	2.9	12/9
Leveraged Company Stock	\$0.03	0.02	0.12	0.17	0.7	12/9
Low-Priced Stock	\$0.05	0.18	0.64	0.87	2.2	12/16
Magellan	\$0.50	0.00	0.00	0.50	0.5	12/2
Mid Cap Growth	\$0.00	0.15	0.13	0.28	2.3	12/9
Mid Cap Value	\$0.08	0.55	0.45	1.08	7.2	12/9
Mid-Cap Stock	\$0.00	0.13	0.44	0.57	2.3	12/2
Puritan	\$0.00	0.03	0.06	0.09	0.5	12/9
Real Estate Income	\$0.06	0.02	0.05	0.13	1.1	12/16
Real Estate Investment	\$0.06	0.06	0.54	0.66	2.2	12/16
Sel Banking	\$0.41	0.00	2.77	3.18	8.5	12/9
Sel Brokerage	\$0.17	0.93	4.76	5.86	8.9	12/16
Sel Cyclical Industries	\$0.02	0.00	0.93	0.95	5.1	12/9
Sel Defense	\$0.23	0.46	2.37	3.06	4.3	12/16
Sel Energy	\$0.06	0.94	0.73	1.73	3.8	12/9
Sel Financial Services	\$0.93	0.33	2.89	4.15	3.7	12/9
Sel Food & Agriculture	\$0.33	0.53	1.80	2.66	5.1	12/9
Sel Gold	\$0.00	0.00	1.50	1.50	5.3	12/9
Sel Health Care	\$0.00	0.27	10.81	11.08	7.8	12/9
Sel Home Finance	\$0.87	0.00	6.70	7.57	13.7	12/16
Sel Industrial Equipment	\$0.02	0.06	1.02	1.10	4.3	12/9
Sel Medical Equipment	\$0.00	0.00	93.00	0.93	3.8	12/9
Sel Natural Gas	\$0.00	0.96	1.00	1.96	5.1	12/9
Sel Retailing	\$0.00	0.00	5.80	5.80	11.8	12/9
Sel Transportation	\$0.14	0.00	1.46	1.60	3.7	12/9
Short-Term Bond	\$0.00	0.00	0.00	0.00	0.0	12/2
Small Cap Independence	\$0.08	0.60	0.88	1.56	7.6	12/2
Small Cap Stock	\$0.00	0.00	0.23	1.56	8.8	12/2
Small Cap Value	\$0.01	0.10	0.00	0.11	0.9	12/2
Spartan 500 Index	\$0.60	0.00	0.00	0.60	0.7	12/23
Spartan Total Mkt. Index	\$0.01	0.02	0.10	0.12	0.4	12/23
Strategic Income	\$0.00	0.00	0.04	0.04	0.4	12/23
Value	\$0.33	0.52	4.74	5.59	7.5	12/2
Value Discovery	\$0.01	0.14	0.04	0.19	1.3	12/9
Value Strategies	\$0.10	0.20	7.35	7.65	21.8	12/16

Magellan Manager Change & More

On October 31, Fidelity announced several additional fund manager changes, as they strive to improve performance among their domestic equity funds.

Most notably, Bob Stansky, is “re-tiring” as manager of **Magellan**. Fidelity was generous with its praise of Stansky. But, Magellan lagged its S&P 500 benchmark, 87.1% versus 108.1% (through Oct 28) under Stansky’s nine-year-plus tenure. While not a disaster, it fell short of shareholder (and Fidelity management’s) expectations.

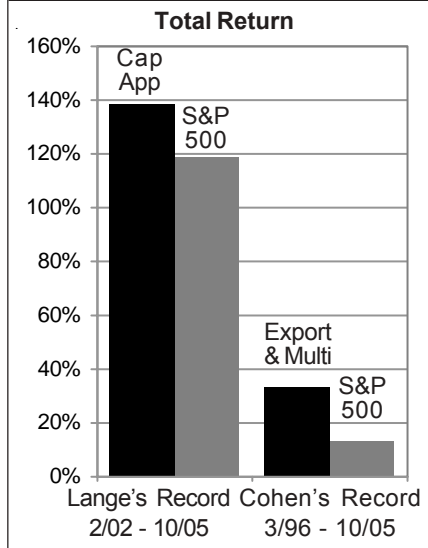
Taking over for Stansky is Harry Lange, who has been running **Capital Appreciation** since 1996. We think Harry is an excellent choice for Magellan. During his tenure (which roughly overlaps with Stansky’s), Cap App has returned 138.2% versus 118.7% for the S&P 500.

As a result of this change, we are upgrading our rating on Magellan from *OK to Sell* to *Hold*.

Harry will be succeeded on Cap App by Fergus Sheil who recently returned to Fidelity to run VIP Dynamic Capital Appreciation, which he will continue to manage. We think very highly of Fergus and are keeping Cap App’s rating as a *Buy*.

The other change involves Steven Kaye who has run **Growth & Income** since the beginning of 1993. Steve is being replaced by Tim Cohen, who has been running **Export & Multinational** since February 2002. We like the job Tim has done on Export (one reason why we added it to our Growth Model at the beginning of this year), so we’re keeping our *OK to Buy* rating on Growth & Income.

GOOD OMENS?



Victor Thay will taking over for Tim on Export and we are keeping our *Buy* rating on that fund. Victor leaves Growth & Income II and VIP Growth & Income which will now be run by James Catudal who also runs Stock Selector. All three are rated *Hold*.

Fame Under Peter Lynch

Many people may not know that Magellan’s first manager was Ned Johnson, who is now Fidelity’s chairman. But, almost everyone who follows mutual funds knows about Peter Lynch. When he left the fund in 1990 after 13 years on the fund, he was the best-known fund manger in the industry, let alone at Fidelity. Under Peter, Magellan’s assets grew from \$22 million to \$14 billion.

That’s a far cry from the approximately \$53 billion in the fund today. But then, \$53 billion is a lot less than the \$105 billion that was in the fund at the end of 1999.

Since then, Magellan has continued to shrink as its performance lagged. Investors have recently withdrawn as much as \$1.8 billion a month

from the fund. (By way of comparison, **Contrafund** has seen monthly inflows of approximately \$1.4 billion.)

Stansky’s stock selections this year are a good example of why Magellan has struggled. While the fund got some help from a small overweight in energy (11.9% of assets versus 10.2 for the S&P 500), his energy weighting actually appears to have decreased a bit at a time when other Fidelity funds were increasing their energy exposure — and benefiting from that decision as oil prices soared.

What Happens Now?

Magellan is likely to become considerably more aggressive under Harry Lange. He will likely take positions in mid- and even small-cap stocks. He may also venture outside the U.S. and build-up international holdings. Also, don’t expect to see much in the way of boring, value stocks. Harry has always been willing to pay a premium for stocks that can offer above average growth.

Given Magellan’s low turnover under Stansky (just 6% recently), and the probability of wholesale changes under Lange, large fund distributions are likely to occur in 2006.

Performance #1

Fidelity has always prided itself in delivering well above-average performance. They are not happy with their recent standing of being merely *average* among domestic stock funds.

These long-overdue changes bring a bit of anxiety. But, Fidelity is committed to doing whatever is necessary to regain their reputation for delivering superior performance. I applaud them for these moves and suspect we will start seeing the benefits fairly soon. ■

MANAGER SHUFFLE CONTINUES

Fund	Old Manager	New Manager	Rating
Magellan	Bob Stansky	Harry Lange - from Capital Appreciation	Upgrade to <i>Hold</i>
Capital Appreciation	Harry Lange	Fergus Sheil - also runs VIP Dynamic Capital App	Remains a <i>Buy</i>
Growth & Income	Steven Kaye	Tim Cohen - from Export & Multinational	Remains <i>Ok to Buy</i>
Export & Multinational	Tim Cohen	Victor Thay - from Growth & Income II and VIP G & I	Remains a <i>Buy</i>
Growth & Income II	Victor Thay	James Catudal - also runs Stock Selector	Upgrade to <i>Hold</i>
VIP Growth & Income	Victor Thay	James Catudal - also runs Stock Selector	Remains a <i>Hold</i>

Inside Fidelity

Manager Changes — In addition to the changes noted on page 11, there were several other manager changes this month.

Paul Antico, who did an excellent job managing **Small Cap Stock** since its opening, returned to the fund on October 3 following a five-month leave of absence. Katherine Collins and Rich Thompson did a good job managing the fund in his absence, with a 9.6% return versus 9.4% for the fund's Russell 2000 benchmark. Still, given Paul's consistent record of beating that benchmark by wide margins, we're glad to see him back.

With Paul's return, Rich Thompson is taking over **Small Cap Independence** from James Harmon who is also giving up his co-manager role on **Small Cap Growth**, which will be now be managed by the remaining two co-managers, Lionel Harris and Chuck Myers.

Rajiv Kaul, who managed **Select**

DIVIDEND UPDATE

In addition to monthly dividends paid by bond and money market funds, Asset Mgr: Inc. and Freedom Inc., no funds are expected to pay dividends and/or capital gains in November.

Final distributions for October were as follows:

Fund	ex-date	Amt (\$)	NAV
Asset Manager	10/7	0.12	15.95
Asset Mgr: Inc	10/7	0.03	12.86
Balanced	10/7	0.70	17.99
Convertible Sec	10/7	0.11	21.92
Equity-Income	10/7	0.22	51.59
Equity-Income II	10/7	0.09	23.49
Export & Multi	10/7	0.61	20.26
Fidelity Fund	10/7	0.05	29.94
Freedom Inc	10/7	0.03	11.28
Growth & Inc	10/7	0.12	36.21
Growth & Inc II	10/7	0.01	9.75
Puritan	10/7	0.13	18.26
Strat. Div & Inc.	10/7	0.061	11.73
Utilities	10/7	0.07	14.71

Biotechnology from 1998 to 2000, is back on that fund. He replaces Harlan Carere, who will continue to run **Select Health Care** and **Select Pharmaceuticals**.

Since leaving Biotechnology in 2000, Rajiv has managed **Select Developing Communications** and, most recently, **Aggressive Growth**.

New California Muni Fund — Fidelity has introduced a new fund for California residents who are concerned about the alternative minimum tax, or AMT. **California Short-Term Intermediate Tax-Free Bond** is expected to have a shorter duration (less interest-rate sensitivity) than **California Municipal Income**. In addition, it will be Fidelity's first single-state fund that generally will not invest in securities subject to the AMT. Both California funds are managed by Doug McGinley.

New Index-Fund Share Class — As we mentioned the September report, Fidelity has created a new low-cost "Advantage" share class for five Spartan funds. The new shares, which will compete with Vanguard's "Admiral" shares, have a \$100,000 minimum for new investments, but will charge just 0.07% in annual expenses, two basis points less than Vanguard.

The new Fidelity share classes will apply to **Spartan 500 Index, Spartan U.S. Equity Index, Spartan Total Market Index, Spartan Extended Market Index, and Spartan International Index**.

The original Spartan funds are now called "Investor" class. Their minimum initial investment is \$10,000 and annual expenses are capped at 0.10%.

Cost-cutting agreement — Fidelity has reached an agreement with Lehman Brothers that could lead to

lower costs for its mutual funds. The firm will pay Lehman separate fees for research and for mutual fund trading. Individual funds will only pay to make trades, while the funds' advisor, Fidelity Management & Research, will only pay for the research it needs. ■

Message To Members

The management shake-up at Fidelity last May, which resulted in Abby Johnson leaving her post as President of the money-management division, suggested that her father, Ned Johnson was reasserting control.

Now, Abby's sale of some of her stock confirms it. As the "heir apparent," Abby had (for the past decade) the largest bloc of voting shares. But in October, she sold some of her shares to a family trust with Ned as the trustee, returning control over voting those shares to her father.

While Fidelity no longer provides a breakdown in shares between the two, it is a safe bet that Ned now controls the majority of voting shares. This suggests to us that Abby is now unlikely to succeed her father and that Ned has regained voting control so he can decide the eventual future of the firm. Who knows, perhaps he'll have a change of heart and take the firm public?

Sincerely,



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