

Eric Kobren's

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FIDELITY INSIGHT

THE INDEPENDENT REPORT ON FIDELITY FUNDS

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ERIC'S OUTLOOK

Some Positive Signs Beginning To Appear Through The Gloom

Stock investors have endured a very harsh fall and winter, but as the calendar has turned to spring, some hopeful shoots have begun to poke up through the still frozen ground.

The first signs of a thaw came from the troubled banking sector, when Citigroup let it be known that they were actually profitable through the first two months of the year. JP Morgan and Bank of America soon followed with similar statements. But the profit they referred to is "operating profit," which notably excludes any further writedowns of bad debts on the balance sheet!



Eric M. Kobren

Later in March, we got three surprisingly good reports from the housing industry which, of course, ignited this whole mess. Driven by falling mortgage rates (and distressed selling prices), both new and existing home sales unexpectedly rose around 5% in February compared to the prior month. And while there are a variety of measures out there for home prices that can offer quite divergent views, in general, homes prices seem to be declining at a lower rate. It is still too early to call a bottom in the housing sector, but the latest data suggest that we may have begun the bottoming process.

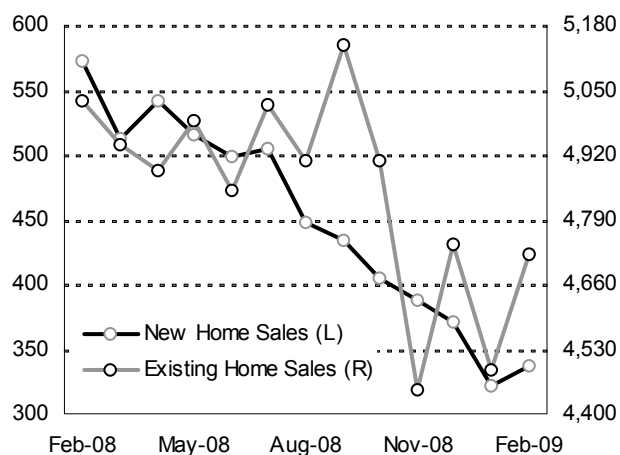
Orders for durable goods rose 3.4% in February, the first increase in seven months. However this should be taken with a grain of salt as this series is notoriously volatile and subject to big revisions. (January was revised downward offsetting much of February's gains.)

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HOUSING NEAR A BOTTOM?

Monthly Home Sales
(Seasonally Adjusted Annual Rate 000's)



After months of relentless bad news, the housing market, whose collapse was the spark that set off what has become a global meltdown, is showing some signs of bottoming. Mortgage rates are down, mortgage applications are up and both new and existing home sales increased in February. To be sure, the market is far from healthy, with much of the gains coming from distressed sales (foreclosure sales), inventories are still high, and prices are still falling. But there are at least some glimmers of hope.

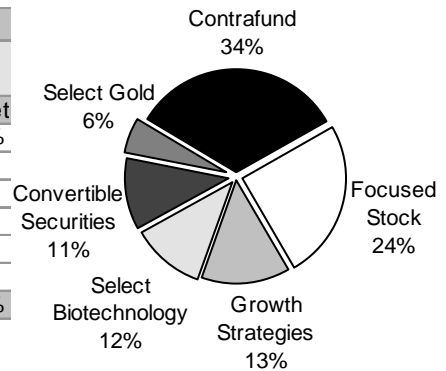
I mentioned the impact of lower mortgage rates on home purchases, and there are early signs that they are having another important effect as well — a surge in applications to refinance existing homes. So-called refis rose 30% for the week ending March 13 compared to the prior week, and jumped another 42% through March 20.

The importance of this is that it will put money in consumers' pockets; how much of it they spend versus how much they save remains to be seen. While spending would have a more immediate impact on the economy (which the stock market would like), the market could still benefit from savings if those savings are invested in stocks. But while applications may be soaring, actual loans are still tough to come by. Banks' standards are much tighter, often requiring the loan to be no more than 70% of the value of the house. And there, of course, is the real issue: the prices of homes have fallen so far, that many will be unable to meet

Eric's Outlook cont'd on page 3

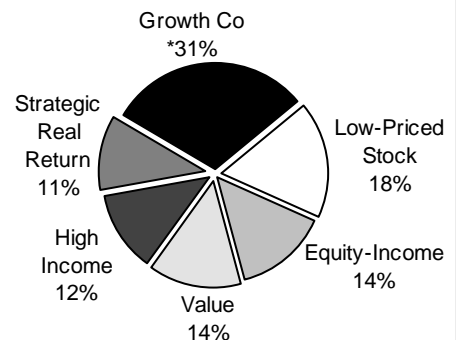
FIDELITY INSIGHT MODEL PORTFOLIOS - MARCH 31, 2009

Aggressive Growth Model		Rel Vol: 1.02	Est. Yield: 1.2%	YTD Return: -6.9%		
Current Asset Allocation		Stocks 80.1%	Bonds 0.0%	Cash 9.4%	Alternative ¹ 10.5%	Foreign 13.2%
Holdings	Ticker	Alloc	NAV	Shares	Value	Mar. Ret
Contrafund	FCNTX	34%	\$42.33	841.70	\$35,629	7.0%
Focused Stock	FTQGX	24	7.94	3,197.95	25,392	5.7
Growth Strategies	FDEGX	13	11.43	1,235.62	14,123	10.2
Select Biotechnology	FBIOX	12	57.52	209.87	12,072	5.3
Convertible Securities	FCVSX	11	13.81	855.63	11,816	7.6
Select Gold	FSAGX	6	34.11	171.59	5,853	11.2
Current Value (4/7/99 = \$100,000)					\$104,885	6.7%



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

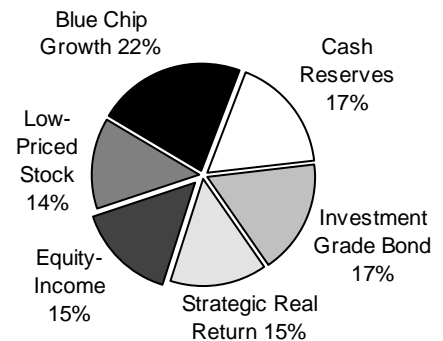
Growth Model		Rel Vol: 1.01	Est. Yield: 3.0%	YTD Return: -7.7%		
Current Asset Allocation		Stocks 73.6%	Bonds 3.8%	Cash 3.5%	Alternative ¹ 19.1%	Foreign 11.2%
Holdings	Ticker	Alloc	NAV	Shares	Value	Mar. Ret
Growth Company*	FDGRX	31%	\$47.70	4,426.63	\$211,150	9.2%
Low-Priced Stock	FLPSX	18	21.30	5,753.78	122,556	8.4
Equity-Income	FEQIX	14	26.75	3,567.96	95,443	10.5
Value	FDVLX	14	34.13	2,787.82	95,148	9.5
High Income	SPHIX	12	6.23	13,534.68	84,321	1.8
Strategic Real Return	FSRRX	11	6.77	11,650.89	78,877	3.7
Current Value (1/1/87 = \$100,000)					\$687,494	7.6%



*Closed; new members use **Blue Chip Growth** (FBGRX).

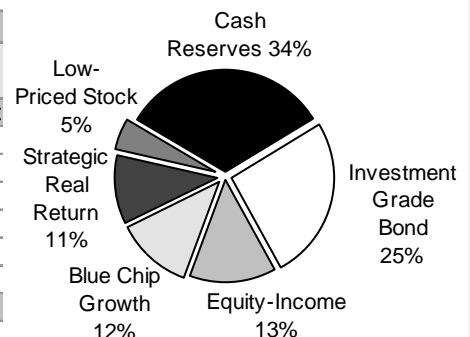
For moderately aggressive members who want equity-dominated portfolios and have no income needs for at least 10 years. Target volatility range: 0.50-1.00.

Growth & Income Model		Rel Vol: 0.70	Est. Yield: 2.8%	YTD Return: -5.9%		
Current Asset Allocation		Stocks 48.9%	Bonds 20.7%	Cash 20.0%	Alternative ¹ 10.3%	Foreign 8.0%
Holdings	Ticker	Alloc	NAV	Shares	Value	Mar. Ret
Blue Chip Growth	FBGRX	22%	\$24.98	5,645.06	\$141,014	9.3%
Cash Reserves	FDRXX	17	1.00	108,443.94	108,444	0.1
Investment Grade Bond	FBNDX	17	6.37	16,168.22	102,992	1.4
Equity-Income	FEQIX	15	26.75	3,383.05	90,497	10.5
Strategic Real Return	FSRRX	15	6.77	13,332.36	90,260	3.7
Low-Priced Stock	FLPSX	14	21.30	4,055.95	86,392	8.4
Current Value (1/1/87 = \$100,000)					\$619,598	5.4%



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: 0.51	Est. Yield: 3.0%	YTD Return: -2.7%		
Current Asset Allocation		Stocks 29.4%	Bonds 28.2%	Cash 34.8%	Alternative ¹ 7.6%	Foreign 4.1%
Holdings	Ticker	Alloc	NAV	Shares	Value	Mar. Ret
Cash Reserves	FDRXX	34%	\$1.00	140,578.02	\$140,578	0.1%
Investment Grade Bond	FBNDX	25	6.37	16,727.94	106,557	1.4
Equity-Income	FEQIX	13	26.75	2,082.46	55,706	10.5
Blue Chip Growth	FBGRX	12	24.98	2,076.49	51,871	9.3
Strategic Real Return	FSRRX	11	6.77	6,659.06	45,082	3.7
Low-Priced Stock	FLPSX	5	21.30	999.19	21,283	8.4
Current Value (1/1/87 = \$100,000)					\$421,076	3.6%



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. 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.

newly tightened standards — or even come close. According to a recent study, roughly 20% of all home mortgages are under water (i.e., the home's value is less than the outstanding mortgage). On balance, while the impact on the economy might not be as great as the applications data suggests, there will be a positive impact, and one that wasn't there last year.

Gov't Pulling Out All The Stops

The government brought some more big guns to bear on the slumping economy in March. First, the Fed aggressively targeted lower mortgage rates with the announcement that it would buy \$300 billion in long-dated Treasury bonds, and up to \$750 billion in mortgage securities.

Then came the long awaited details of Secretary Geithner's toxic asset program to buy up to \$1 trillion of troubled securities and loans. While there are still concerns in many quarters about whether or not the plan will ultimately succeed, the markets have so far embraced the plan with greater enthusiasm than any prior efforts.

If the plan does succeed, not only will it help to get a good chunk of these distressed assets off banks' balance sheets, but it will set a market value on the rest — which will remove a lot of the uncertainty over the true health of many banks.

Can't Call A Bottom Yet

Of course, the best positive sign this spring is the performance of the stock market itself. All the major stock indexes notched solid gains in March and the S&P 500 is up 18% since the first "good news" started to trickle out on March 9. Where we go from here is far from certain. It's too soon to say that we are out of danger. The

WHICH FUNDS SHOULD YOU BUY NOW!

Equity Funds: **Blue Chip Growth** provides exposure to high-quality, large-cap stocks. **Growth Strategies** has a mid-cap growth orientation with its biggest bet in health care. **Low-Priced Stock** offers a great manager with a penchant for value stocks.

Specialty Funds: **Strategic Real Return** uses a rich mix of four sub-portfolios to provide inflation protection and portfolio diversification.

Fixed-Income Funds: **Investment Grade Bond** offers exposure to attractively valued corporates. **Cash Reserves** and **Select Money Market** provide safety in principal and comparatively good yields (see p. 11).

International Funds: We've not been big fans. But with our eye on the dollar, opportunities may be developing. Still, for longer-term investors, **Int'l Discovery** provides exposure to the world's developed markets. ■

market has moved sharply higher in a very short time and could be vulnerable to a pullback.

One concern among many are the looming first-quarter earnings reports. The fear is that they will be really bad — and guidance for the second quarter even worse — sending the market down again. But estimates of operating earnings have already been slashed 36% since last October, and reported earnings estimates have fallen 28%. While actual earnings could turn out to be even worse, I think it is equally likely that they are in-line with expectations or only mildly worse. (This is especially true now with the recent changes in "mark-to-market" accounting rules which could reduce the amount of troubled assets banks have to write down.)

What To Do Now

We are very comfortable with the positioning of our Model Portfolios. They will likely lag the market in big up moves, but we want to retain some protection against further declines through our fixed-income holdings. This month some of the most down-trodden funds (most, like **Equity-Income** with large financial holdings) were the big winners, proving once again in the value of diversification.

As I said, it's too early to call a bottom, and it's foolish to try. However, if you have been sitting in cash, I'd recommend dollar-cost averaging your way back into one of our models. Consider putting, say, one quarter of your money in at the beginning of each of the next four months and then stick to that plan. ■

MODEL PORTFOLIO TRADES

As announced on our March 27 Hotline, effective Monday, March 30, we made the following trade in our Aggressive Growth Model.

Action	Fund	Shares	Price	Value	Old%	New%
Aggressive Growth:						
Sold:	Growth Discovery	1,787.40	\$7.86	\$14,048.98	14%	0%
Bought:	Growth Strategies	1,235.62	11.37	14,048.98	0%	14%

Both funds are growth-oriented and have more than a quarter of their assets in health care (which we like), although **Growth Strategies** is benefiting from stronger stock selection in this sector. Growth Strategies also adds mid-cap exposure, while its 1.5%/90 short-term trading fee may be a consideration when redeeming shares.

ANNUAL MODEL PORTFOLIO RETURNS (%)

Model	'87	'88	'89	'90	'91	'92	'93	'94	'95	'96	'97	'98	'99	'00	'01	'02	'03	'04	'05	'06	'07	'08
Ag Gr													31.4	-8.4	-20.9	-15.8	36.6	14.8	17.9	14.2	14.5	-42.0
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	11.1	11.8	7.8	-38.2
Gr & In	5.8	14.8	29.1	-1.3	24.6	14.2	18.2	-0.1	23.1	18.7	20.9	6.3	22.6	-2.1	-4.0	-9.7	27.1	11.5	5.2	10.2	7.3	-26.5
In & Pr	1.3	10.2	17.7	0.8	20.9	11.4	16.7	-2.8	21.1	19.0	18.0	5.2	13.4	-1.4	-5.6	-6.8	18.9	7.0	3.5	7.2	5.2	-18.4

TAX STRATEGIES

Prepare Now For Higher Taxes

Taxes are high, and they're going higher — perhaps much higher for some. While capital gains distributions from mutual funds aren't a concern (future gains may be offset by recent losses for years to come), it's never too early to think ahead. So while we can't offer you individual tax advice (leave that to your accountant), here's a checklist to review. Be aware that most of this advice applies only to taxable accounts. It does not apply to your IRA, Keogh, 401(k), 403(b) or other tax-deferred account.

1. Maximize your 401(k)/403(b) (or Keogh) contribution. This is a no-brainer. You can usually contribute more money with one of these plans than with an IRA; contributions are made with pre-tax dollars, and employers often match part of your contribution.

2. Make each year's IRA contribution as early as possible. Once you've maximized your 401(k) contribution, even if your IRA contribution is nondeductible, it's a good deal since your money grows tax-deferred until withdrawal. While you have until April 15 of each year to make your prior year's IRA contribution, the earlier you put the money in, the more time it has to compound tax-free.

3. Consider a tax-deferred annuity. We're not a big fan of annuities because of the imbedded high fees and the fact that you are turning long-term capital gains into more highly taxed earned income. That said, if you have exhausted your pension and IRA contributions, you have a long time horizon (10-plus years), and your tax rate is likely to be lower during your withdrawal years, an annuity may be worth considering. Also, if you purchased an annuity years ago, and are past the surrender fees, consider a tax-free 1035 exchange into a cheaper annuity such as **Fidelity's Personal Retirement Annuity** (PRA) lineup which are shown on p. 10.

Once you've decided that an annuity makes sense for you, we offer three model portfolios to follow.

4. Don't put muni money market or bond funds in your tax-deferred retirement account(s) (see p. 11). If you do, you will be wasting a muni fund's already tax-free status.

5. Don't write checks from a bond fund. Each check or other sale of fund shares (except money markets) is a taxable gain or loss you'd have to report. To avoid a paperwork nightmare, stick to money markets for checkwriting. Note: Most Fidelity bond funds no longer offer checkwriting, or in some cases only for accounts established before 7/31/04.

6. Deduct dividends free of state income tax. Many of Fidelity's bond and money market funds earn some of their dividends from U.S. government obligations that are free from state taxes. To find the portion (%) of dividend income that's exempt in your state, go to the Tax Center (under the Retirement & Guidance tab) on fidelity.com. It's called the *2008 Tax-Exempt Income from Fidelity Funds*.

7. The alternative minimum tax (AMT) now impacts millions of Americans, while many muni bond and money market funds have some of their income subject to the AMT. The good news is that Fidelity offers AMT-free **Tax-Free Bond** and **AMT Tax-Free Money Market**.

8. Consider tax swaps. The process is simple: Exchange the fund you have a loss in for a similar fund. Now you can apply the loss you've recognized against any capital gains. After that, you can use capital losses to offset up to \$3,000 of ordinary income. (Any excess losses can be carried into future years.) If you really prefer the original fund, be sure to **wait 31 days before switching back into it**. If you do it sooner, the IRS will consider it a "wash sale" and disallow the loss. Capital losses in tax-free bond funds are also tax-deductible, so consider tax-swaps for these funds, too. ■

FUND OPPORTUNITIES

Two Funds Reopen, A Third Debuts

Diversified Int'l and Small Cap Stock have reopened to new investors. This brings the number of funds to six that Fidelity has reopened since late last year, as the bear market has led to significant fund redemptions.

Small Cap Stock's assets have fallen from under \$5 billion when it was closed in 2006, to under \$2 billion today. While having less money to deploy is actually a positive, when money is steadily leaving a fund, it complicates the manager's task. They are either forced to sell securities (that they may not want to sell from an investment point of view) to meet redemptions or hold more cash than they would otherwise.

We applaud this move, but our rating remains *OK to Sell*, until we see a bit more from Manager Andrew Sassine, who took over from Paul Antico last July.

Assets in **Diversified Int'l** have fallen from a peak of around \$57 billion in 2007 to \$22 billion at the end of February. This is about the same level of assets as when it was closed in late 2004, and the (still) large size of this offering is a mild concern. That said, Manager Bill Bower has done an excellent job on this fund since taking the reins nine years ago and we appreciate its "return." Our rating remains *OK to Buy*.

New Fund — Fidelity launched **Global Commodity Stock Fund** on March 31. It will be managed by Joe Wickwire, who also runs **Select Gold**. Unlike **Strategic Real Return**, which invests a portion of its assets in actual commodities (through notes that are linked to a commodity index), this new fund invests in the stocks of commodity firms.

We welcome this alternative asset offering and will add it to our *Scorecard* next month with a *Buy* rating. ■

Stocks Post Biggest Gains In Seven Years

Despite some profit-taking late in the month, in March, the S&P 500 registered its best monthly gain in nearly seven years, and its first positive month in 2009. Of course, there could be more pain to come as sharp relief rallies are common in bear markets. Nevertheless, whatever you call it, the S&P 500's 18% surge from its intramonth low on March 9th was a welcome gift. It is also an important reminder of the difficulty of market-timing on a road to recovery that is likely to be long and uneven.

Market Indexes

The strongest areas of the stock market last month were mid-caps and the very largest of the large-caps. Small-caps and large-caps fared about equally well. In each of these areas, indexes with growth biases nudged out value.

As for the most widely watched large-cap indexes, the Dow Industrials jumped 7.9% in March and the S&P 500 fared a bit better with a gain of 8.8%. As a result, year-to-date losses are still sizeable (especially as only one quarter has passed), but they've now been pared dramatically. The Dow and S&P 500 are down 12.5% and 11.0%, respectively.

As for the small-cap Russell 2000, it gained 8.9% last month, but its year-to-date decline of 14.9% remains painful. For its part, the Nasdaq Composite was a particularly strong performer in March. Soaring 11.0%, the technology-rich benchmark is now down just 2.6% for the year.

On that note, a strong showing by tech last month not only powered the Nasdaq, it often provided growth-oriented funds with a performance edge. However, Fidelity's equity funds did not always reflect the orderly performances of the stock indexes detailed above. Indeed, obvious performance "themes" were hard to discern.

Stock Funds

For example, some of the better-performing equity funds last month were **Small Cap Stock** (blend), **Magellan** (large-cap growth), **Small Cap Value**, **Large Cap Stock** (growth) and **Growth Strategies** (mid-cap). What was the common thread to their good fortunes?

Technology overweights stand out, as chip and computer makers, networking, and communications firms posted sizeable gains. And, however surprising, consumer discretionary stocks were also big market movers as auto parts companies and retailers popped. On the other hand, financials (especially banks) were big winners earlier in the month boosting value-oriented funds. But as home finance and related financials faded, so did the returns of many value-oriented funds. (Up over 20% at one point, **Select Banking** gained "just" 8.9% last month.)

Fidelity's biggest funds (by assets) produced scattered results for the reasons cited above. **Contrafund** returned 7.0% in March. Its top sector, health care, was a subpar performer, but technology, its second highest weighting boosted returns. Contra is down 6.4% for the year.

As for other big funds, Magellan enjoyed stellar gains of 13.9% in March thereby reducing its year-to-date losses to 2.7%. **Blue Chip Growth** rose 9.3% in March and is down 5.1% for the year, while **Low-Priced Stock** rose 8.4% and roughly cut its losses from January and February's selloff by half. The fund benefited from its 21% stake in consumer discretionary stocks, although 29% of its assets are housed in weaker-performing foreign stocks.

International Funds

Some of the hardest-hit international funds through the first two months of the year were the surprise winners in March.

With its exports plunging nearly 50%, Japan has been a wasteland for investors. But in March, Japan-rich

Pacific Basin (up 15.2%) led the way, while **Japan Smaller Cos** (up 11.7%) and **Japan** (up 10.5%) enjoyed big months, too. Emerging market funds continued their relatively strong performance as **Emerging Europe MidEast, Africa** rose 12.7%. It's now positive for the year (up 2.3%) joining **Latin America** (up 2.2%) and **China Region** (up 0.1%).

Specialty Funds

Location really does matter for real estate investors. While **Real Estate Investment** (which holds American REITs) rose 2.1% in March and is now down 35.1% for the year, **International Real Estate** jumped 11.6% and has cut its losses to -15.5% for the year.

Fixed Income Funds

High-yield bond funds popped nicely in March, a development that was a long time coming. Like its equity-fund counterpart, **New Markets Income** (up 6.3%) benefited from strength in emerging markets. For its part, **High Income** (up 1.8%) also benefited from last month's heightened tolerance for risk.

Despite the strong performance in high-yield, among taxable bond funds, the best-performing were, ironically, those that offered the least credit risk. **Inflation-Protected Bond** (which holds credit-safe Treasuries in the form of TIPS) surged 5.6% as the skyrocketing federal deficit is thought to be inflationary. The fund is also the strongest performer so far this year.

Other government bond funds also rallied last month: the **Spartan Long-Term** and **Intermediate-Term Treasury Index** funds gained 4.8% and 3.1%, respectively.

In contrast to taxable bond funds, Fidelity's four tax-free munis took a breather. That said, with income tax rates headed higher and state and local governments having the power to raise revenues by a variety of means, munis still look attractive over the longer-term. [See p. 11 for a review of money market funds.] ■

FIDELITY SCORECARD - MARCH 31, 2009

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹			
						Mar	YTD	2008	1 Year	3 Year	5 Year				
		S&P 500 (Large Cap)				8.8	-11.0	-37.0	-38.1	-13.1	-4.8	1.00			
		Dow Industrials (Blue Chip)				7.9	-12.5	-31.9	-36.0	-9.5	-3.6	0.98			
		Nasdaq Composite (OTC)				11.0	-2.6	-40.0	-32.1	-12.7	-4.6	1.25			
		Russell 2000 (Small Cap)				8.9	-14.9	-33.8	-37.5	-16.8	-5.2	1.30			
LARGE CAP GROWTH FUNDS						Category Averages			9.3	-5.2	-43.0	-38.1	-13.4	-4.2	1.18
312	FBGRX	Blue Chip Growth		24.98	Buy	9.3	-5.1	-38.6	-34.8	-12.4	-5.5	1.05			
307	FDCAX	Capital Appreciation		14.47	Buy	10.1	-8.0	-40.5	-37.5	-15.1	-5.5	1.10			
22	FCNTX	Contrafund		42.33	Buy	7.0	-6.4	-37.2	-33.8	-9.2	0.3	0.97			
332	FEXPX	Export and Multinational	0.75%/30 days	13.73	OK to Buy	9.5	-4.7	-43.4	-37.1	-13.2	-2.8	1.17			
500	FFTYX	Fifty		10.38	Hold	7.2	-5.8	-49.1	-44.2	-17.5	-6.8	1.28			
25	FDGRX	Growth Company (closed)		47.70	Buy	9.2	-2.6	-40.9	-34.8	-10.9	-1.4	1.16			
339	FDSVX	Growth Discovery		7.97	Hold↓	7.3	-7.4	-46.7	-43.0	-12.7	-4.2	1.13			
73	FDFFX	Independence		12.98	OK to Buy	8.3	-9.0	-48.1	-48.1	-14.0	-3.6	1.44			
763	FSLGX	Large Cap Growth		5.95	Hold	5.1	-9.6	-38.1	-34.6	-16.8	-5.2	1.06			
1829	FLGEX	Large Cap Growth Enhcd Index		6.07	OK to Buy	8.4	-5.0	-37.0	-32.5	--	--	--			
338	FLCSX	Large Cap Stock		9.42	OK to Sell	12.4	-6.0	-47.5	-43.1	-15.6	-6.5	1.24			
21	FMAGX	Magellan		44.63	Hold	13.9	-2.7	-49.4	-43.8	-16.0	-6.7	1.34			
1282	FNCMX	Nasdaq Composite Index	0.75%/90 days	20.26	Hold	11.0	-2.8	-40.0	-32.3	-12.6	-4.6	1.17			
93	FOCPX	OTC		29.11	OK to Buy	11.7	3.3	-46.0	-32.4	-10.1	-2.3	1.35			
320	FDSSX	Stock Selector		15.62	OK to Buy	9.5	-8.0	-41.7	-40.0	-13.6	-4.4	1.05			
5	FTRNX	Trend		37.64	OK to Buy	8.9	-3.7	-44.5	-37.2	-11.8	-3.4	1.16			
LARGE CAP BLEND FUNDS						Category Averages			8.4	-11.3	-40.2	-40.6	-14.9	-5.2	1.09
315	FDEQX	Disciplined Equity		15.47	Hold	6.6	-11.1	-40.1	-39.2	-13.6	-4.0	1.05			
330	FDGFX	Dividend Growth		14.45	Hold	10.6	-8.5	-43.0	-42.1	-16.7	-8.2	1.19			
3	FFIDX	Fidelity Fund		20.73	OK to Buy	9.1	-8.9	-40.3	-38.7	-11.8	-3.7	1.07			
333	FTQGX	Focused Stock		7.94	Buy	5.7	-10.1	-33.0	-33.0	-10.4	-0.2	1.01			
27	FGRIX	Growth & Income		11.59	OK to Sell	10.0	-12.0	-50.9	-51.8	-22.6	-11.7	1.23			
1827	FLCEX	Large Cap Core Enhcd Index		5.67	Hold	7.6	-11.4	-35.8	-36.6	--	--	--			
361	FGRTX	Mega Cap Stock		6.10	OK to Buy	8.7	-12.2	-39.4	-40.0	-14.0	-5.5	1.02			
317	FSMKX	Spartan 500 Index ⁴		55.28	Hold	8.8	-11.0	-37.1	-38.1	-13.1	-4.8	1.01			
397	FSTMX	Spartan Total Mkt. Index ⁴	0.50%/90 days	22.40	Hold	8.7	-10.7	-37.2	-38.0	-13.4	-4.4	1.03			
343	FTXMX	Tax Managed Stock		8.08	OK to Buy	6.7	-11.4	-42.7	-42.5	-14.7	-4.2	1.14			
832	FVDFX	Value Discovery		8.82	Hold	8.9	-13.4	-42.3	-43.8	-16.1	-3.6	1.12			
LARGE CAP VALUE FUNDS						Category Averages			9.1	-15.2	-40.5	-44.0	-17.2	-6.5	1.13
1271	FBCVX	Blue Chip Value		6.82	OK to Sell	10.0	-13.7	-44.8	-47.4	-18.4	-6.7	1.17			
23	FEQIX	Equity-Income		26.75	Buy	10.5	-13.4	-41.6	-44.0	-16.4	-6.6	1.14			
319	FEQTX	Equity-Income II		11.38	Hold	10.3	-14.6	-40.4	-43.6	-16.7	-7.1	1.11			
708	FSLVX	Large Cap Value		7.01	Hold↓	7.2	-17.9	-39.7	-44.0	-17.2	-5.4	1.10			
1828	FLVEX	Large Cap Value Enhcd Index		4.93	OK to Buy	7.4	-16.6	-35.9	-40.9	--	--	--			

Notes: ¹ Relative Volatility of the fund versus the S&P 500 over the last 36 months; 1.50 means the fund has been 50% more volatile. ² Durations (a measure of interest rate sensitivity) reflect prior quarter figures. ³ Stated yield is before any inflation adjustment, your effective yield may be different. ⁴ Also available in an "Advantage" share class with a minimum of \$100,000, but a lower expense ratio of 0.07% (versus 0.10% for the Investor class). ⁵ Also available in "Advantage" shares with a minimum of \$100,000, but a lower expense ratio of 0.10% (versus 0.20% for the Investor class). ⁶ Formerly Select Utilities Growth. ⁷ Formerly Aggressive Growth. ⁸ Formerly Utilities. (p) Partial year; (↑) Rating upgraded; (↓) Rating downgraded.

April Scorecard Changes

Fund	Style	Prior	New	Comments
Diversified International	International	OK to Buy	OK to Buy	Now open to new investors (see p. 12).
Growth Discovery	L-C Growth	Buy	Hold	Health care picks are undermining performance.
Growth Strategies	Mid-Cap Growth	OK to Buy	Buy	Manager is demonstrating strong stock selection.
Inflation-Protected Bond	Taxable Bond	OK to Buy	Buy	Deficit spending by Feds may fan long-term inflation.
Large Cap Value	Large Value	OK to Buy	Hold	Our preference is for members to own Equity-Income.
Select Networking & Infra	Sector	Hold	Hold	Closed; will merge into Select Communications Equip.
Select Paper & Forest	Sector	Hold	Hold	Closed; will merge into Select Materials.
Select Retailing	Sector	Hold	OK to Buy	Manager is picking winning stocks in tough market.
Tax Managed Stock	Large Blend	OK to Buy	OK to Buy	Short-Term Trading Fee of 1%/2 years is eliminated.

FIDELITY SCORECARD - MARCH 31, 2009

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹						
						Mar	YTD	2008	1 Year	3 Year	5 Year							
MID-CAP GROWTH FUNDS						<i>Category Averages</i>						9.2	-5.6	-44.7	-39.3	-16.9	-5.4	1.28
324	FDEGX	Growth Strategies ⁷	1.50%/90 days	11.43	Buy↑	10.2	-1.9	-49.3	-37.6	-15.4	-6.1	1.29						
2012	FMEIX	Mid Cap Enhanced Index	0.75%/30 days	5.52	Hold	7.8	-9.2	-38.7	-38.0	--	--	--						
793	FSMGX	Mid Cap Growth	0.75%/30 days	6.54	Hold	9.6	-3.7	-49.3	-43.7	-21.3	-7.2	1.31						
337	FMCSX	Mid-Cap Stock	0.75%/30 days	14.77	Hold	8.8	-5.4	-46.0	-41.1	-17.6	-4.9	1.33						
300	FMILX	New Millennium		16.30	OK to Buy	9.8	-7.6	-40.2	-36.0	-13.2	-3.6	1.17						
MID-CAP BLEND FUNDS						<i>Category Averages</i>						8.6	-10.2	-45.1	-45.4	-17.3	-5.3	1.35
122	FLVCX	Leveraged Company Stock	1.50%/90 days	12.69	OK to Buy	5.8	-12.1	-54.5	-56.2	-20.4	-5.2	1.64						
316	FLPSX	Low-Priced Stock	1.50%/90 days	21.30	Buy	8.4	-7.9	-36.2	-36.3	-13.0	-2.2	1.13						
398	FSEMXX	Spartan Extended Mkt Index ⁴	0.75%/90 days	20.35	Hold	8.7	-9.8	-38.5	-38.5	-14.9	-3.7	1.15						
14	FSLSX	Value Strategies		12.38	Sell	11.5	-10.9	-51.2	-50.8	-20.8	-10.1	1.46						
MID-CAP VALUE FUNDS						<i>Category Averages</i>						8.7	-14.6	-43.5	-46.2	-18.9	-5.7	1.28
762	FSMVX	Mid Cap Value	0.75%/30 days	8.10	Hold	7.9	-14.8	-40.5	-42.8	-17.4	-4.8	1.22						
39	FDVLX	Value		34.13	Buy	9.5	-14.4	-46.5	-49.6	-20.4	-6.6	1.33						
SMALL CAP GROWTH						<i>Category Averages</i>						7.8	-10.3	-46.0	-42.7	-18.0	-7.3	1.27
2011	FCPEX	Small Cap Enhanced Index	1.50%/90 days	5.59	Hold	7.5	-14.8	-33.7	-37.2	--	--	--						
1388	FCPGX	Small Cap Growth	1.50%/90 days	8.10	Hold	8.9	-6.8	-44.9	-39.4	-15.7	--	1.24						
336	FDSCX	Small Cap Independence	1.50%/90 days	9.07	OK to Sell	6.7	-13.9	-47.0	-46.0	-20.3	-7.3	1.29						
SMALL CAP BLEND						<i>Category Averages</i>						14.6	-8.4	-36.6	-34.9	-15.4	-4.9	1.32
340	FSLCX	Small Cap Stock	2.00%/90 days	9.36	OK to Sell	16.3	-4.5	-42.9	-39.2	-16.7	-4.9	1.37						
1389	FCPVX	Small Cap Value	1.50%/90 days	8.18	Hold	12.8	-12.2	-30.3	-30.6	-14.2	--	1.27						
SPECIALTY FUNDS																		
2063	FOTTX	130/30 Large Cap (2008 ret from 1st full month)		5.51	OK to Buy	4.4	-14.3	-35.3p	-44.6	--	--	--						
304	FBALX	Balanced		12.54	OK to Sell	6.4	-4.4	-31.3	-29.2	-8.6	-1.0	0.80						
308	FCVXX	Convertible Securities		13.81	Buy	7.6	-1.4	-47.8	-45.0	-13.6	-4.8	1.34						
1960	FDYSX	Dynamic Strategies		6.36	Hold	6.2	-4.8	-28.4	-28.3	--	--	--						
1368	FIREX	International Real Estate	1.50%/90 days	5.60	Hold	11.6	-15.5	-50.5	-54.3	-21.7	--	1.41						
4	FPURX	Puritan		12.47	OK to Buy	5.9	-4.5	-29.2	-26.9	-7.3	-1.6	0.72						
833	FRIFX	Real Estate Income	0.75%/90 days	6.57	OK to Sell	2.4	-0.1	-31.0	-27.0	-11.1	-4.2	0.71						
303	FRESX	Real Estate Investment	0.75%/90 days	10.05	Sell	2.1	-35.1	-38.2	-61.7	-28.3	-10.5	1.90						
1329	FSDIX	Strategic Dividend & Income		6.28	OK to Buy	6.4	-12.3	-41.2	-44.6	-17.0	-6.0	1.08						
1505	FSRRX	Strategic Real Return	0.75%/60 days	6.77	Buy	3.7	-1.3	-23.4	-26.1	-6.2	--	0.71						
311	FIUIX	Telecom & Utilities ⁸		11.80	Hold	3.6	-9.7	-34.6	-33.3	-7.2	2.4	1.00						
ASSET ALLOCATION FUNDS																		
328	FASIX	Asset Manager 20%		10.25	Hold	2.4	-0.1	-14.2	-12.1	-2.0	1.3	0.35						
1957	FTANX	Asset Manager 30%		7.56	Hold	3.5	-0.6	-19.7	-17.2	--	--	--						
1958	FFANX	Asset Manager 40%		7.11	Hold	4.0	-2.2	-23.2	-21.1	--	--	--						
314	FASMXX	Asset Manager 50%		10.58	Hold	5.1	-2.4	-27.8	-24.8	-7.3	-2.5	0.68						
1959	FSANX	Asset Manager 60%		6.35	Hold	5.7	-3.8	-30.0	-27.3	--	--	--						
321	FASGX	Asset Manager 70%		10.25	Hold	6.7	-4.6	-34.9	-32.1	-10.9	-4.5	0.88						
347	FAMRX	Asset Manager 85%		7.96	Hold	7.4	-6.4	-38.6	-36.3	-12.6	-4.3	1.00						
355	FFNOX	Four-in-One Index		17.91	Hold	7.6	-9.7	-32.6	-34.1	-10.8	-2.8	0.91						
370	FFFBX	Freedom 2000		9.86	Hold	2.8	-1.9	-14.0	-13.6	-2.3	0.3	0.37						
1312	FFVXX	Freedom 2005		8.02	Hold	4.7	-4.4	-24.5	-23.9	-6.3	-1.3	0.63						
371	FFFCX	Freedom 2010		9.87	Hold	5.1	-4.7	-25.3	-25.1	-6.7	-1.5	0.66						
1313	FFVFX	Freedom 2015		8.13	Hold	5.3	-5.0	-27.2	-26.5	-7.4	-1.4	0.70						
372	FFFDX	Freedom 2020		9.42	Hold	6.2	-6.3	-32.1	-31.4	-9.7	-2.4	0.83						
1314	FFTXX	Freedom 2025		7.68	Hold	6.7	-6.7	-33.7	-32.8	-10.4	-2.7	0.87						
373	FFFEX	Freedom 2030		8.97	Hold	7.0	-8.1	-36.9	-36.3	-12.1	-3.5	0.97						
1315	FFTHX	Freedom 2035		7.36	Hold	7.3	-8.3	-37.8	-37.1	-12.6	-3.6	0.99						
718	FFFFX	Freedom 2040		5.10	Hold	7.4	-8.8	-38.8	-38.2	-13.1	-3.9	1.02						
1617	FFFGX	Freedom 2045		5.99	Hold	7.4	-9.0	-39.2	-38.6	--	--	--						
1618	FFFHX	Freedom 2050		5.84	Hold	7.6	-9.6	-40.6	-40.2	--	--	--						
369	FFFAX	Freedom Income		9.37	Hold	2.5	-1.6	-12.1	-12.0	-1.7	0.5	0.33						
1884	FIRJX	Income Replacement 2016		38.63	Hold	3.6	-2.7	-17.8	-17.2	--	--	--						
1885	FIRKX	Income Replacement 2018		37.33	Hold	4.2	-3.3	-20.1	-19.5	--	--	--						
1886	FIRLX	Income Replacement 2020		36.42	Hold	4.5	-3.8	-21.9	-21.3	--	--	--						
1887	FIRMXX	Income Replacement 2022		35.77	Hold	4.7	-4.2	-23.0	-22.5	--	--	--						
1888	FIRNX	Income Replacement 2024		35.23	Hold	4.9	-4.4	-24.0	-23.5	--	--	--						
1889	FIROX	Income Replacement 2026		34.62	Hold	5.0	-4.7	-24.8	-24.3	--	--	--						
1890	FIRPX	Income Replacement 2028		34.63	Hold	5.2	-4.9	-25.4	-24.9	--	--	--						
1891	FIRQX	Income Replacement 2030		34.08	Hold	5.3	-5.1	-26.1	-25.5	--	--	--						
1892	FIRRX	Income Replacement 2032		33.53	Hold	5.4	-5.2	-26.8	-26.2	--	--	--						
1893	FIRSXX	Income Replacement 2034		33.45	Hold	5.5	-5.5	-27.7	-27.1	--	--	--						
1894	FIRUX	Income Replacement 2036		32.79	Hold	5.7	-5.7	-28.4	-27.9	--	--	--						
1995	FIRVXX	Income Replacement 2038		31.96	Hold	5.8	-6.0	-29.5	-28.9	--	--	--						
2009	FIRWXX	Income Replacement 2040		31.73	Hold	5.9	-6.2	-29.8	-29.3	--	--	--						
1996	FIXRX	Income Replacement 2042		31.66	Hold	6.0	-6.1	-30.0	-29.5	--	--	--						

FIDELITY SCORECARD - MARCH 31, 2009

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹			
						Mar	YTD	2008	1 Year	3 Year	5 Year				
INTERNATIONAL FUNDS						Category Averages			8.7	-9.9	-46.0	-46.6	-14.1	-0.5	1.40
309	FICDX	Canada	1.50%/90 days	32.65	Hold	7.8	-6.9	-42.6	-42.3	-8.0	4.7	1.45			
352	FHKCX	China Region	1.50%/90 days	17.03	Hold	11.2	0.1	-44.9	-36.3	-1.0	5.3	1.57			
325	FDIVX	Diversified International	1.00%/30 days	18.97	OK to Buy	7.5	-11.8	-45.2	-46.5	-14.4	-2.0	1.29			
2053	FEMEX	Emerg Europe, MidEast, Africa	1.50%/90 days	4.88	Sell	12.7	2.3	-52.4p	--	--	--	--			
322	FEMKX	Emerging Markets	1.50%/90 days	12.58	Hold	12.1	-3.2	-60.8	-56.2	-13.8	3.4	1.86			
301	FIEUX	Europe	1.00%/30 days	19.73	Hold	6.4	-13.4	-44.0	-46.4	-14.0	0.4	1.24			
341	FECAX	Europe Capital App	1.00%/30 days	11.85	Hold	6.5	-13.3	-46.3	-48.4	-14.6	-1.3	1.29			
334	FGBLX	Global Balanced	1.00%/30 days	15.27	Hold	4.2	-8.3	-23.3	-27.0	-4.6	1.7	0.73			
335	FIVFX	Int'l Cap App (formerly Agg Int'l)	1.00%/30 days	6.78	OK to Sell	12.8	-8.8	-50.7	-49.4	-19.6	-8.1	1.44			
305	FIGRX	International Discovery	1.00%/30 days	20.43	OK to Buy	6.1	-13.5	-44.3	-45.6	-13.4	-0.9	1.23			
2010	FIENX	International Enchanced Index	1.00%/30 days	4.70	Hold	6.3	-17.1	-43.3	-48.2	--	--	--			
1979	FIGFX	International Growth	1.00%/30 days	4.93	Hold	6.7	-11.0	-41.3	-42.4	--	--	--			
818	FISMX	Int'l Small Cap (closed)	2.00%/90 days	11.09	Hold	3.7	-10.2	-46.5	-47.9	-18.2	-1.4	1.36			
1504	FSCOX	Int'l Small Cap Opportunities	2.00%/90 days	5.42	OK to Sell	7.3	-9.5	-58.4	-58.4	-25.1	--	1.61			
1597	FIVLX	International Value	1.00%/30 days	5.11	OK to Buy	12.1	-14.3	-46.7	-49.8	--	--	--			
350	FJPNX	Japan	1.50%/90 days	7.90	OK to Sell	10.5	-11.4	-36.8	-38.6	-20.5	-6.3	1.20			
360	FJSCX	Japan Smaller Companies	1.50%/90 days	5.73	Sell	11.7	-20.1	-34.5	-43.5	-28.1	-12.0	1.19			
349	FLATX	Latin America	1.50%/90 days	28.22	Hold	8.7	2.2	-54.6	-51.7	-6.5	14.2	1.92			
342	FNORX	Nordic	1.50%/90 days	16.42	Hold	8.5	-12.6	-56.0	-58.5	-17.6	-1.3	1.61			
94	FOSFX	Overseas	1.00%/30 days	21.38	Hold	5.6	-14.8	-47.3	-49.2	-15.0	-3.3	1.31			
302	FPBFX	Pacific Basin	1.50%/90 days	12.16	Hold	15.2	-8.4	-55.8	-51.5	-18.4	-4.2	1.64			
351	FSEAX	Southeast Asia	1.50%/90 days	17.93	Hold	9.5	-5.0	-51.9	-44.0	-4.1	6.6	1.61			
399	FSIIX	Spartan Int'l Index ⁴	1.00%/90 days	22.48	Hold	7.8	-15.9	-41.4	-46.1	-14.3	-2.1	1.25			
1978	FTIEX	Total International Equity	1.00%/30 days	4.30	Hold	9.4	-11.3	-47.2	-48.3	--	--	--			
318	FWWFX	Worldwide	1.00%/30 days	11.07	Hold	6.0	-12.1	-40.2	-41.0	-11.6	-2.1	1.12			
SELECT PORTFOLIOS						Category Averages			9.4	-5.7	-41.0	-37.4	-14.3	-3.2	1.40
34	FSAIX	Air Transportation	0.75%/30 days	18.17	Hold	4.7	-30.3	-32.6	-42.6	-20.9	-4.5	1.45			
502	FSAVX	Automotive	0.75%/30 days	12.27	OK to Sell	21.9	-13.7	-61.2	-63.2	-28.8	-16.9	1.99			
507	FSRBX	Banking	0.75%/30 days	9.84	Hold	8.9	-33.3	-37.5	-53.5	-28.9	-16.7	1.51			
42	FBIOX	Biotechnology	0.75%/30 days	57.52	Buy	5.3	-2.7	-11.4	-6.1	-4.7	0.3	1.06			
68	FSLBX	Brokerage & Investment	0.75%/30 days	28.19	Hold	5.7	-11.2	-49.3	-47.9	-21.3	-5.6	1.39			
69	FSCHX	Chemicals	0.75%/30 days	48.73	Hold	14.0	5.5	-43.3	-38.0	-5.5	3.7	1.27			
518	FSDCX	Communications Equipment	0.75%/30 days	12.26	Hold	14.4	6.4	-48.5	-36.0	-19.0	-8.1	1.58			
7	FDCPX	Computers	0.75%/30 days	26.86	Hold	14.6	7.9	-48.5	-32.2	-10.7	-5.8	1.50			
511	FSHOX	Construction & Housing	0.75%/30 days	20.75	OK to Buy	15.2	-13.1	-26.8	-36.1	-18.1	-5.2	1.40			
517	FSCPX	Consumer Discretionary	0.75%/30 days	13.15	OK to Buy	12.7	-3.7	-34.6	-31.5	-14.5	-6.5	1.14			
9	FDFAV	Consumer Staples	0.75%/30 days	45.73	OK to Buy	3.6	-10.3	-22.3	-28.6	-1.0	3.4	0.82			
67	FSDAX	Defense & Aerospace	0.75%/30 days	41.03	OK to Sell	5.3	-16.7	-40.2	-42.6	-14.4	0.3	1.32			
8	FSELX	Electronics	0.75%/30 days	24.53	Hold	16.1	8.3	-49.9	-33.9	-18.7	-10.2	1.46			
60	FSENX	Energy	0.75%/30 days	28.44	Buy	3.7	-5.5	-54.0	-53.6	-13.5	6.3	1.76			
43	FSSEX	Energy Service	0.75%/30 days	35.42	Buy	4.6	-1.4	-63.2	-60.4	-18.3	3.0	2.10			
516	FSLEX	Environmental	0.75%/30 days	11.03	Hold	0.8	-17.6	-30.5	-36.0	-15.5	-3.3	1.05			
66	FIDSX	Financial Services	0.75%/30 days	36.22	Hold	8.3	-22.4	-49.9	-54.9	-28.1	-14.9	1.35			
41	FSAGX	Gold	0.75%/30 days	34.11	Buy	11.2	8.0	-20.5	-18.1	4.7	11.9	2.25			
63	FSPHX	Health Care	0.75%/30 days	79.92	Buy	8.5	-1.3	-32.4	-21.2	-8.2	-0.4	0.97			
98	FSVLX	Home Finance	0.75%/30 days	8.96	Hold	6.9	-20.6	-58.6	-62.4	-39.3	-25.7	1.41			
510	FSCGX	Industrial Equipment	0.75%/30 days	15.51	Hold	10.9	-16.2	-46.8	-51.1	-17.2	-5.0	1.42			
515	FCYIX	Industrials	0.75%/30 days	11.18	Hold	10.5	-14.9	-40.1	-45.3	-15.0	-1.0	1.33			
45	FSPCX	Insurance	0.75%/30 days	26.95	OK to Sell	12.5	-17.7	-47.0	-47.4	-22.5	-10.9	1.37			
353	FBSOX	IT Services	0.75%/30 days	11.39	Hold	7.3	1.6	-32.9	-22.6	-6.8	1.1	1.24			
62	FDLSX	Leisure	0.75%/30 days	50.58	Hold	9.4	-6.1	-29.1	-25.1	-9.8	-1.3	1.14			
509	FSDPX	Materials	0.75%/30 days	31.45	Hold	13.7	3.3	-47.6	-43.6	-8.7	1.9	1.46			
505	FSHCX	Medical Delivery	0.75%/30 days	26.18	OK to Buy	2.4	-9.4	-44.6	-32.2	-16.8	0.6	1.36			
354	FSMEX	Medical Equipment	0.75%/30 days	18.47	Buy	6.8	0.1	-23.4	-20.5	-2.2	2.5	1.00			
503	FBMPX	Multimedia	0.75%/30 days	19.86	OK to Sell	8.7	-10.5	-39.3	-39.9	-17.9	-8.5	1.22			
513	FSNGX	Natural Gas	0.75%/30 days	20.17	Buy	5.3	0.0	-56.7	-57.2	-15.3	4.1	1.90			
514	FNARX	Natural Resources	0.75%/30 days	18.24	OK to Buy	5.8	-3.1	-52.4	-50.6	-10.2	7.4	1.78			
912	FNINX	Networking & Infrastruc (closed)	0.75%/30 days	1.38	Hold	14.1	12.2	-50.4	-27.8	-20.8	-10.9	1.63			
506	FSPFX	Paper & Forest (closed)	0.75%/30 days	14.02	Hold	11.4	-10.8	-49.0	-48.4	-21.4	-12.9	1.59			
580	FPHAX	Pharmaceuticals	0.75%/30 days	8.45	Buy	11.2	-4.1	-22.7	-13.1	-4.0	1.2	0.91			
46	FSRPX	Retailing	0.75%/30 days	31.55	OK to Buy ↑	19.2	10.3	-29.6	-13.4	-8.5	-0.5	1.18			
28	FSCSX	Software & Computer Svcs	0.75%/30 days	48.40	Hold	9.1	3.0	-42.1	-27.3	-5.1	-0.9	1.30			
64	FSPTX	Technology	0.75%/30 days	42.17	Hold	13.6	6.3	-51.1	-35.7	-14.1	-6.8	1.58			
96	FSTCX	Telecommunications	0.75%/30 days	29.11	OK to Buy	8.9	9.2	-47.6	-28.4	-11.8	-2.0	1.39			
512	FSRFX	Transportation	0.75%/30 days	25.37	Hold	6.2	-21.3	-27.0	-40.9	-17.6	-1.7	1.19			
65	FSUTX	Utilities ⁶	0.75%/30 days	35.51	Hold	1.6	-11.8	-36.0	-36.7	-7.2	3.0	1.07			
963	FWRLX	Wireless	0.75%/30 days	4.87	OK to Buy	9.7	13.5	-49.6	-28.9	-10.0	2.4	1.42			

FIDELITY SCORECARD - MARCH 31, 2009

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						
						Mar	YTD	2008									
TAXABLE BOND FUNDS						Category Averages			1.8	0.7	3.6	4.0	3.54				
15	FGMN	Ginnie Mae		11.32	OK to Buy	1.6	2.7	7.1	2.3	4.62							
54	FGOV	Government Income		10.90	Hold	1.8	0.4	11.0	4.3	3.07							
794	FINPX	Inflation-Protected Bond ³		10.94	Buy ↑	5.6	4.2	-2.3	6.1	1.52							
32	FTHR	Intermediate Bond		9.15	Buy	1.2	1.9	-5.8	3.4	5.77							
452	FSTGX	Intermediate Gov't Income		10.94	Hold	1.4	0.5	10.1	3.5	1.99							
26	FBND	Investment Grade Bond		6.37	Buy	1.4	1.6	-7.1	3.8	5.86							
40	FMSFX	Mortgage Securities		10.10	OK to Buy	1.1	1.6	1.3	2.1	4.99							
450	FSHB	Short-Term Bond		7.95	OK to Sell	0.4	0.6	-3.7	1.6	3.25							
1561	FIBIX	Sptn Interm Treas Index ⁵		11.33	OK to Sell	3.1	-1.1	16.4	6.2	2.23							
1562	FLBIX	Sptn Lng-Term Treas Index ⁵		11.40	OK to Sell	4.8	-5.6	24.1	11.7	3.37							
1560	FSBIX	Sptn Sht-Term Treas Index ⁵		10.71	OK to Sell	0.8	-0.2	8.7	2.5	0.98							
820	FTBF	Total Bond		9.30	OK to Buy	1.4	2.4	-5.6	3.6	6.67							
651	FBID	U.S. Bond Index		10.75	Hold	1.4	0.7	3.8	3.7	4.40							
812	FUSFX	Ultra-Short Bond	0.25%/60 days	8.05	OK to Sell	-0.3	-0.6	-7.8	0.5	0.82							
HIGH-YIELD BOND FUNDS						Category Averages			2.9	5.5	-20.4	9.55					
38	FAGIX	Capital & Income	1.00%/90 days	5.55	OK to Buy	3.7	4.0	-31.9	--	11.59							
814	FFRH	Floating Rate High Income	1.00%/60 days	8.19	OK to Buy	1.6	8.9	-16.5	--	6.26							
1366	FHIF	Focused High Income	1.00%/90 days	7.67	Buy	1.1	6.4	-20.5	--	9.73							
455	SPHX	High Income	1.00%/90 days	6.23	Buy	1.8	5.3	-23.7	--	11.12							
331	FNMI	New Markets Income	1.00%/90 days	11.74	Hold	6.3	6.4	-18.2	--	10.92							
368	FSIC	Strategic Income		8.79	Buy	3.0	2.3	-11.4	--	7.65							
MUNICIPAL BOND						Category Averages			0.1	3.2	-0.9	6.1	3.65	25%	28%	33%	35%
36	FLTM	Interm Municipal Income	0.50%/30 days	9.85	Buy	0.1	2.7	1.0	5.3	3.45	4.6	4.8	5.1	5.3			
37	FHIG	Municipal Income	0.50%/30 days	11.83	Buy	-0.1	4.1	-4.6	8.3	4.45	5.9	6.2	6.6	6.8			
404	FSTF	Short-Int Municipal Income	0.50%/30 days	10.46	Buy	0.4	1.9	3.5	2.7	2.30	3.1	3.2	3.4	3.5			
90	FTAB	Tax-Free Bond	0.50%/30 days	10.20	Buy	0.0	4.1	-3.4	8.2	4.40	5.9	6.1	6.6	6.8			
STATE-SPECIFIC MUNICIPAL BOND						Category Averages			0.1	3.9	-1.9	7.2	3.77				
434	FSAZ	Arizona Muni Income	0.50%/30 days	10.70	OK to Buy	0.1	4.8	-4.2	8.7	4.25	5.7	5.9	6.3	6.5			
91	FCFX	California Muni Income	0.50%/30 days	11.26	OK to Buy	-0.7	3.6	-5.6	7.9	4.56	6.1	6.3	6.8	7.0			
1534	FCST	Calif Short-Interm Tax Free	0.50%/30 days	10.37	OK to Buy	0.4	2.1	4.0	3.1	2.34	3.1	3.3	3.5	3.6			
407	FICN	Connecticut Muni Income	0.50%/30 days	11.04	OK to Buy	0.2	4.4	-1.1	7.5	3.61	4.8	5.0	5.4	5.6			
429	SMDM	Maryland Muni Income	0.50%/30 days	10.35	OK to Buy	0.5	5.2	-4.0	7.6	3.68	4.9	5.1	5.5	5.7			
70	FDMX	Mass Muni Income	0.50%/30 days	11.24	OK to Buy	0.1	4.2	-3.6	7.9	3.97	5.3	5.5	5.9	6.1			
81	FMHT	Michigan Muni Income	0.50%/30 days	11.47	Hold	0.4	2.6	-0.1	6.9	3.80	5.1	5.3	5.7	5.8			
82	FIMX	Minnesota Muni Income	0.50%/30 days	11.10	OK to Buy	0.2	4.3	-0.3	6.7	3.34	4.5	4.6	5.0	5.1			
416	FNJH	New Jersey Muni Income	0.50%/30 days	11.03	OK to Buy	-0.1	4.3	-3.0	7.6	3.81	5.1	5.3	5.7	5.9			
71	FTFM	New York Muni Income	0.50%/30 days	12.22	OK to Buy	-0.5	3.7	-2.5	8.5	4.31	5.7	6.0	6.4	6.6			
88	FOHF	Ohio Muni Income	0.50%/30 days	11.17	OK to Buy	0.1	3.8	-1.6	7.8	3.89	5.2	5.4	5.8	6.0			
402	FPXT	Pennsylvania Muni Income	0.50%/30 days	10.45	OK to Buy	0.4	3.3	-0.8	6.6	3.62	4.8	5.0	5.4	5.6			
TAXABLE MONEY MARKET						Category Averages			0.1	0.2	2.5	0.72					
55	FDRX	Cash Reserves		1.00	--	0.08	0.30	2.89	na	0.93							
631	FGMX	Retirement Government MM		1.00	--	0.05	0.18	2.37	na	0.51							
630	FRTX	Retirement MM		1.00	--	0.08	0.31	2.93	na	0.96							
458	SPAX	Government MM		1.00	--	0.06	0.19	2.31	na	0.65							
454	SPRX	Money Market		1.00	--	0.08	0.31	2.90	na	0.98							
85	FSLX	Select MM		1.00	--	0.09	0.31	2.97	na	1.02							
50	FGRX	U.S. Gov't Reserves		1.00	--	0.06	0.21	2.45	na	0.62							
415	FDLX	US Treasury MM (closed)		1.00	--	0.01	0.03	1.49	na	0.08							
MUNICIPAL MONEY MARKET						Category Averages			0.0	0.1	1.8	0.26					
460	FIMX	AMT Tax-Free Money Fnd		1.00	--	0.03	0.09	1.87	na	0.36	0.5	0.5	0.5	0.6			
10	FTEX	Municipal Money Market		1.00	--	0.03	0.08	1.91	na	0.28	0.4	0.4	0.4	0.4			
275	FMOX	Tax-Free Money Market		1.00	--	0.01	0.05	1.70	na	0.15	0.2	0.2	0.2	0.2			
STATE MUNICIPAL MONEY MARKET						Category Averages			0.0	0.1	1.8	0.21					
433	FSAX	Arizona		1.00	--	0.01	0.04	1.75	na	0.12	0.2	0.2	0.2	0.2			
457	FSPX	California AMT Tax-Free		1.00	--	0.02	0.07	1.86	na	0.25	0.3	0.3	0.4	0.4			
97	FCFX	California		1.00	--	0.01	0.02	1.67	na	0.13	0.2	0.2	0.2	0.2			
418	FCMX	Connecticut		1.00	--	0.01	0.04	1.72	na	0.16	0.2	0.2	0.2	0.2			
426	FMSX	Mass AMT Tax-Free		1.00	--	0.03	0.08	1.85	na	0.38	0.5	0.5	0.6	0.6			
74	FDMX	Massachusetts		1.00	--	0.01	0.03	1.67	na	0.10	0.1	0.1	0.1	0.2			
420	FMIX	Michigan		1.00	--	0.00	0.01	1.68	na	0.06	0.1	0.1	0.1	0.1			
423	FSJX	New Jersey AMT Tax-Free		1.00	--	0.03	0.11	1.91	na	0.36	0.5	0.5	0.5	0.6			
417	FNJX	New Jersey		1.00	--	0.01	0.04	1.67	na	0.09	0.1	0.1	0.1	0.1			
422	FSNX	New York AMT Tax-Free		1.00	--	0.03	0.09	1.86	na	0.36	0.5	0.5	0.5	0.6			
92	FNXX	New York		1.00	--	0.02	0.06	1.69	na	0.21	0.3	0.3	0.3	0.3			
419	FOMX	Ohio		1.00	--	0.02	0.07	1.77	na	0.28	0.4	0.4	0.4	0.4			
401	FPTX	Pennsylvania		1.00	--	0.02	0.04	1.85	na	0.27	0.4	0.4	0.4	0.4			

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

FIDELITY SCORECARD - MARCH 31, 2009

Fund No.	Fund Ticker	Fund Name	Short-Term Trading Fee	\$Price (NAV)	Advice	Total Return (%)			Avg Annual (%)			Rel Vol (Risk) ¹
						Mar	YTD	2008	1 Year	3 Year	5 Year	
FIDELITY PERSONAL RETIREMENT ANNUITY PORTFOLIOS												
9077	FQBRC	Fid VIP Aggressive Growth		6.53	OK to Buy	10.3	-1.8	-49.0	-37.0	-15.8	--	1.31
9067	FLRQC	Fid VIP Asset Manager		8.62	Hold	4.7	-3.5	-29.0	-27.8	-6.4	-2.2	0.80
9066	FAEEC	Fid VIP Asset Manager: Growth		7.74	Hold	6.0	-6.3	-36.0	-35.5	-9.9	-4.2	1.02
9069	FJBAC	Fid VIP Balanced		7.88	OK to Sell	6.6	-5.0	-34.2	-32.5	-10.2	-3.9	0.89
9081	FVHAC	Fid VIP Consumer Discretionary	1.00%/60 days	6.53	OK to Buy	12.8	-3.9	-34.3	-31.3	-14.7	-6.9	1.17
9171	FCSAC	Fid VIP Consumer Staples	1.00%/60 days	7.79	OK to Buy	3.5	-10.7	-21.6	-28.3	--	--	--
9065	FPDFC	Fid VIP Contrafund		7.28	Hold	9.3	-8.6	-42.7	-40.7	-13.3	-2.7	1.12
9148	FPRGC	Fid VIP Disciplined Small Cap		5.53	Buy	7.2	-15.1	-34.0	-37.6	--	--	--
9074	FZAMC	Fid VIP Dynamic Capital App		7.10	OK to Buy	10.0	-8.4	-41.4	-38.3	-15.7	-4.6	1.12
9198	FEMAC	Fid VIP Emerging Markets	1.00%/60 days	4.36	Hold	12.4	-1.9	--	--	--	--	--
9085	FJLLC	Fid VIP Energy	1.00%/60 days	7.97	Buy	3.8	-5.5	-54.4	-53.9	-13.8	4.5	1.74
9061	FLOLC	Fid VIP Equity-Income		6.15	Buy	10.3	-13.3	-42.9	-45.1	-17.1	-7.3	1.16
9083	FONNC	Fid VIP Financial Services	1.00%/60 days	4.15	Hold	11.2	-21.9	-50.3	-55.2	-28.2	-15.2	1.40
9157	FMPAC	Fid VIP FundsManager 20		9.96	Hold	2.3	-1.6	-8.5	-8.4	--	--	--
9158	FMPBC	Fid VIP FundsManager 50		8.31	Hold	4.3	-4.8	-22.8	-22.3	--	--	--
9197	FMPPC	Fid VIP FundsManager 60		7.07	Hold	5.2	-5.9	--	--	--	--	--
9159	FMPCC	Fid VIP FundsManager 70		7.24	Hold	5.9	-7.0	-32.2	-31.6	--	--	--
9160	FMPDC	Fid VIP FundsManager 85		6.50	Hold	6.9	-9.1	-38.3	-37.9	--	--	--
9062	FMNDC	Fid VIP Growth		6.71	Buy	6.7	-7.8	-47.3	-43.8	-14.4	-7.0	1.14
9070	FLFNC	Fid VIP Growth & Income		7.04	Hold	9.5	-8.2	-41.9	-40.4	-13.8	-5.6	1.07
9068	FIDPC	Fid VIP Growth Opportunities		6.09	Buy	9.9	-0.8	-55.2	-46.0	-17.6	-8.0	1.51
9078	FPVDC	Fid VIP Growth Stock		6.75	OK to Buy	9.0	-3.6	-44.8	-37.5	-14.1	--	1.22
9084	FPDRC	Fid VIP Health Care	1.00%/60 days	8.06	Buy	8.6	-1.0	-32.5	-20.8	-8.6	-0.9	0.99
9060	FBBLC	Fid VIP High Income		9.17	Buy	0.7	6.6	-25.1	-18.3	-4.1	-0.2	0.73
9064	FXVLT	Fid VIP Index 500		6.91	Hold	8.8	-11.0	-37.2	-38.2	-13.3	-5.3	1.02
9082	FBALC	Fid VIP Industrials	1.00%/60 days	7.26	Hold	10.7	-15.0	-40.0	-45.1	-14.9	-1.0	1.33
9076	FVJIC	Fid VIP Int'l Capital App	1.00%/60 days	5.78	Hold	12.8	-8.8	-50.8	-49.5	-20.1	--	1.46
9090	FBKQT	Fid VIP Investor Freedom 2005		8.79	Hold	4.2	-4.6	-24.1	-23.9	-5.8	--	0.61
9091	FCRJT	Fid VIP Investor Freedom 2010		8.64	Hold	4.4	-4.9	-25.2	-25.2	-6.4	--	0.64
9092	FTCMT	Fid VIP Investor Freedom 2015		8.57	Hold	4.6	-5.2	-27.3	-27.0	-7.0	--	0.69
9093	FTEMT	Fid VIP Investor Freedom 2020		7.97	Hold	5.6	-6.8	-32.8	-32.5	-9.6	--	0.83
9094	FVIIT	Fid VIP Investor Freedom 2025		7.82	Hold	6.1	-7.1	-34.4	-34.1	-10.4	--	0.87
9095	FXJLT	Fid VIP Investor Freedom 2030		7.39	Hold	6.7	-8.4	-38.3	-38.0	-12.2	--	0.97
9089	FBXOT	Fid VIP Investor Freedom Income		10.09	Hold	2.2	-1.1	-10.8	-10.4	-0.7	--	0.30
9063	FTLKC	Fid VIP Investment Grade Bond		10.68	Buy	1.3	1.7	-3.5	-2.8	2.2	1.7	0.25
9172	FVMAC	Fid VIP Materials	1.00%/60 days	6.22	Hold	13.6	3.2	-47.1	-43.3	--	--	--
9071	FNBSC	Fid VIP Mid Cap		7.99	Buy	8.5	-4.1	-39.7	-35.8	-11.8	0.5	1.14
9059	FTNJC	Fid VIP Money Market		11.44	--	0.1	0.3	2.7	2.1	3.8	2.9	0.02
9088	FEMMC	Fid VIP Overseas	1.00%/60 days	7.21	Hold	5.6	-15.5	-44.0	-47.4	-15.2	--	1.22
9072	FFWKC	Fid VIP Real Estate		4.64	Sell	4.3	-33.7	-40.1	-61.3	-27.2	-9.7	2.01
9075	FGDQC	Fid VIP Strategic Income		10.45	Buy	2.8	2.2	-10.6	-9.5	0.7	--	0.43
9086	FYENC	Fid VIP Technology	1.00%/60 days	7.04	Hold	13.9	7.5	-51.0	-34.4	-16.5	-6.5	1.63
9173	FVTAC	Fid VIP Telecommunications	1.00%/60 days	5.61	OK to Buy	8.1	8.1	-47.6	-28.9	--	--	--
9087	FXRRC	Fid VIP Utilities	1.00%/60 days	8.97	Hold	1.7	-11.6	-35.8	-36.4	-6.2	3.3	1.10
9079	FKMSC	Fid VIP Value		5.47	Buy	9.5	-14.2	-46.7	-49.6	-20.3	--	1.34
9080	FUEBC	Fid VIP Value Leaders		5.93	Buy	10.0	-13.7	-44.8	-47.4	-18.6	--	1.17
9073	FRBSC	Fid VIP Value Strategies		5.38	Sell	10.7	-11.8	-51.3	-51.4	-21.3	-10.9	1.48
9199	FCIFC	Credit Suisse Int'l Focus		5.12	OK to Sell	6.5	-16.3	--	--	--	--	--
9147	FPRLC	Lazard Retirement Emerging Mkts		7.38	Hold	14.0	-2.3	-48.7	-46.1	--	--	--
9143	FPRMC	Morgan Stanley Emerg Mkt Debt		10.10	Hold	4.3	3.3	-15.2	-12.1	0.3	4.1	0.70
9144	FPRNC	Morgan Stanley Emerg Mkt Equity		6.55	Hold	13.3	-3.5	-56.7	-51.3	-11.1	3.2	1.80
9145	FPROC	Morgan Stanley Gbl Value Equity		6.19	OK to Buy	3.7	-12.4	-40.3	-41.4	-13.7	-5.0	1.01
9146	FPRPC	Morgan Stanley Int'l Magnum		5.93	Buy	7.5	-14.3	-44.8	-48.3	-14.7	-3.7	1.30
9174	FMCCC	Strategic Advisors Mid Cap Value		5.29	Hold	6.8	-12.7	-35.4	-38.0	--	--	--
9175	FSCCC	Strategic Advisors Small Cap		4.83	Hold	11.2	-14.1	-38.7	-41.0	--	--	--

Annuity Growth Model

Fund	Allocation
Fidelity VIP Strategic Income	38%
Fidelity VIP Growth	23
Fidelity VIP Value Leaders	23
Morgan Stanley Int'l Magnum	5
Fidelity VIP Equity Income	5
Fidelity VIP Health Care	6
Total Return: Mar: 6.2% YTD: -6.1%	

Annuity Growth & Income Model

Fund	Allocation
Fidelity VIP Investment Grade	34%
Fidelity VIP Strategic Income	27
Fidelity VIP Growth	21
Fidelity VIP Value Leaders	14
Fidelity VIP Equity Income	4
Total Return: Mar: 4.3% YTD: -3.2%	

Annuity Income & Preservation Model

Fund	Allocation
Fidelity VIP Investment Grade	36%
Fidelity VIP Money Market	26
Fidelity VIP Strategic Income	18
Fidelity VIP Value Leaders	10
Fidelity VIP Growth	10
Total Return: Mar: 2.6% YTD: -1.3%	

MONEY MARKET FUNDS

How To Choose The Right Money Market

In picking a money market fund there are three basic considerations: safety of principal, yield (and those two can often be in conflict), and fund features such as minimums and checkwriting.

Investors have rarely given much thought to the safety of money market funds. After all, they are designed to maintain a stable \$1.00 share price and the industry's record on that score has been *nearly* perfect.

Last year was an exception, however, as the Reserve Primary Fund — one of the country's oldest and largest money funds "broke the buck." (Another fund did in 1994.) Reaching for a higher yield through riskier securities proved its undoing.

Against the backdrop of a free-falling stock market, and the meltdown of credit securities with an alphabet soup of strange names, investors began to fear that even their money market funds were no longer safe.

In response, the Treasury created its emergency "Temporary Guarantee Program," to protect \$3 trillion of investors' money market assets. While this insurance program was set to expire on April 30, the Treasury has now extend its coverage through Sept. 18, 2009.

According to Peter Crane, editor of *Money Fund Intelligence* (and a former editor here at MFIA), the *entire* money fund industry joined this program at a cost of about 4 basis points per fund (0.04%) on an annualized basis. As longtime members know, we have always extolled the safety of Fidelity's money market

funds, so why did they need to participate in this program? Simply because all their competitors were. In fact, Fidelity was one of the last firms to join the program for that reason.

The Envy Of The Industry

In addition to their safety, Fidelity's money market funds are the envy of the industry for their outstanding performance. Last year, for example, Fidelity's funds beat 87% of their competitors — the thirteenth consecutive year that figure has been over 80%!

This record has been achieved by assembling one of the best, if not *the* best management/analytic teams in the industry. Fidelity's size is another advantage as that can garner better pricing on securities and keep expenses below average. A lessor-known advantage of Fidelity's size is access to private placement deals. If a firm needs a large amount of capital, they can arrange a private deal with Fidelity for the whole amount, saving them the time and expense of a public security offering. And those savings flow back to Fidelity in the form of higher yields for its funds.

If absolute safety is your primary concern, **US Treasury Money Market** was your ticket. Unfortunately, it is now closed as yields reached a razor-thin 0.08%. (But with virtually no inflation right now, at least you wouldn't be losing money.) With that in mind, taking incrementally greater risk in the form of credit quality and duration will also get you more yield. Currently, there are four taxable funds that provide a "whopping" yield of around 1%: **Cash Reserves**, **Retirement Money Market**, **Money Market** and **Select Money Market**.

CASH RESERVES

With its \$139 billion in assets, 30-year-old **Cash Reserves** is not only Fidelity's biggest fund, it's now also the world's biggest.

Credit the fund's competitive expense ratio (0.43%) and especially expert management to drive its yield higher than most of its competitors. Of course, with the stock market plunging, last year alone, over \$20 billion in assets poured in. This, coupled with the stressed credit markets have made for challenging times for Manager Bob Litterst, who also oversees **Select Money Market**. But Bob and his investment team are clearly up to the task. Last year, Cash Reserves returned 2.89%, beating 99% of its competitors! The fund is held in our Growth & Income and Income & Preservation Models. ■

As for muni money market funds, neither the three nationally diversified offerings nor any of the 13 state-specific funds are providing yields that can compete with the previously mentioned funds. So our counsel is to stick with taxable money market funds even if you're in the highest federal tax brackets.

With all that in mind, the higher-yielding funds may not be suitable for you if they lack the features you need. For example, at 1.02%, Select Money Market offers one of the higher (though admittedly skimpy) yields. But if you need to write checks, you're out of luck. So, to help you determine which diversified taxable money market is best for your needs, we've provided the table below. ■

Fund	Ticker Symbol	Fund #	Expense Ratio	Initial Investment		Add'l Investment		Minimum Balance	Checkwriting		7-Day Yield
				Regular-Min	IRA- Min	Reg-Min	IRA-Min		Min	Fee	
Cash Reserves	FDRXX	55	0.43%	\$2,500	\$2,500	\$250	\$250	\$2,000	\$500	None	0.93%
Retirement Gov't MM	FGMXX	631	0.42	100,000	na	na	na	100,000	na	na	0.51%
Retirement MM	FRTXX	630	0.42	100,000	na	na	na	100,000	na	na	0.96%
Select MM	FSLXX	85	0.36	2,500	2,500	250	250	2,000	na	na	1.02%
Money Market	SPRXX	454	0.42	25,000	25,000	1,000	1,000	10,000	1,000	\$2/Check	0.98%
Gov't Money Market	SPAXX	458	0.42	25,000	25,000	1,000	1,000	10,000	1,000	\$2/Check	0.65%
U.S. Treasury MM	FDLXX	415	0.45	25,000	10,000	1,000	1,000	10,000	1,000	\$2/Check	0.80%
U.S. Gov't Reserves	FGRXX	50	0.37	2,500	2,500	250	250	2,000	500	None	0.62%

Inside Fidelity

Select Fund Closings — Fidelity closed **Networking & Infrastructure** and **Paper & Forest Products** on March 30. Pending shareholder approval, this June Networking will be merged into **Communications Equipment** while Paper & Forest will be folded into **Materials**.

Manager Changes — Matthew Fruhan now oversees **Mega Cap Stock's** investment team succeeding Rick Mace, who is retiring. Fruhan continues to manage **Large Cap Stock (OK to Sell)** which he's done since 2005. Matt's record on Large Cap Stock has been spotty, but his performance so far this year has been above average. We will review our rating on Mega Cap Stock next month.

As we went to press last month, Fidelity announced several more Select fund manager changes:

Edward Lee Yoon has been

named sole manager of **Select Health Care** and its annuity clone. He formerly co-managed the fund with Matthew Sabel. Yoon continues to run **Medical Equipment**.

Andrew Hatem now runs **Medical Delivery**, also succeeding Sabel. Hatem has been following health-care stocks since mid-2008 as an equity research analyst.

Douglas Simmons has been named manager of **Environmental**, succeeding Stavros Koutsantonis II. Simmons also oversees **Telecom and Utilities, Utilities** and **VIP Utilities**. Doug remains the co-manager of **VIP Contrafund** and **Balanced**.

Brian Lempel has been named manager of **Software and Computer Services**, succeeding Mayank Tandon. Elsewhere, John Mirshekari is the new manager of **Transportation and Air Transportation**. Mirshekari joined Fidelity's research group in 2003. And, Michael Weaver is the new manager of **Automotive**, succeeding Alton Miles. Since joining Fidelity's High-Income Division in 2005, Weaver has followed a number of sectors including cable, satellite, radio/TV broadcasting, and diversified media.

Lastly, John Sheehy has been named manager of **Defense and Aerospace**. He currently runs Paper & Forest (see above).

Management Changes — Fidelity continues to bring in senior management from outside the firm. Anthony Ryan recently joined Fidelity as head of the asset management strategy group and its product development. Ryan is a refugee of the Bush Administration having served as an Under Secretary of Treasury. Most recently, he headed the team that developed the government's plan to rescue Fannie Mae and Freddie Mac.

Also joining the company is Chris Sullivan who is the new president of Fidelity's successful bond group, which manages about \$170 billion in assets. This group includes its investment-grade funds where 64% of their products beat their peers (on an asset-weighted basis) last year. That was in spite of the fact that its Ultra-Short Central Fund, which held subprime securities, held back Fidelity's bond funds in both 2007 and 2008. Chris comes to Fidelity from Goldman Sachs. ■

Message To Members

The market gave back some of its gains in the last few days of March, nevertheless, the month's strong performance was welcome. Perhaps even more important, the gains were driven by tangible improvements such as the released details of the Treasury's toxic asset bank program. However, this new Public-Private Investment Program will only be successful if banks are willing to sell their worst assets into the partnership at an acceptable loss, and if institutional investors can buy them at a reasonable price. These are two big "ifs!"

As of this writing, a few notable fund companies said they were creating closed-end funds that would allow wealthy individuals to invest in these government-sponsored securities. So far, one of the country's largest and best bond investors, Fidelity, tells us that they're "continuing to evaluate it" — but we believe they will participate in some way, and we will be watching.

Sincerely,



Eric M. Kobren

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DIVIDEND UPDATE

In addition to monthly dividends paid by bond and money market funds, Asset Mgr 20%/30% and Freedom Inc, below are funds also expected to pay dividends and/or capital gains in April:

Asset Mgr: 40% and 50%, Balanced, Conv Secs, Equity-Inc, Equity-Inc II, Fidelity Fund, Growth & Income, Puritan, Strategic Dividend Income, Telecom and Utilities, and the following index funds: Four-in-One, Large Cap Core Enhanced, Large Cap Growth Enhanced, Large Cap Value Enhanced, Mid Cap Enhanced, Small Cap Enhanced, Spartan Extended Mkt, Spartan Int'l, Spartan Total Mkt.

The final distributions for March were as follows:

Fund	ex-date	Amt (\$)	NAV
Real Estate Inv	3/6	0.070	8.59
Real Estate Inc	3/6	0.030	6.22
Large Cap Value	3/13	0.010	6.70



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