



AlphaProfitTM

Sector Investors' Newsletter

Service for \$ophisticated \$ector Investors

Repositioning Alert Preview

The first two sections present preview of repositioning changes to the AlphaProfit model portfolios, while the third section features mutual fund and ETF selections to play AlphaProfit's investment thesis.

AlphaProfit FocusTM Model Portfolio

The following changes will be made to the Focus model portfolio at today's closing prices:

Entire positions in Fidelity Select Automotive (FSAVX) and Fidelity Select Materials (FSDPX) will be **removed**.

Fidelity Select Medical Equipment & Systems (FSMEX) and Fidelity Select Software & Computer Services (FSCSX) will be **added**.

Proceeds from sales of FSAVX and FSDPX will be **reinvested** such that the Focus model portfolio has the following composition after repositioning:

Fund (Ticker)	% of Focus Portfolio Assets
Fidelity Select Medical Equip. & Systems (FSMEX)	50.00%
Fidelity Select Software & Computer Svcs. (FSCSX)	50.00%
Total (rounded to)	100.00%

AlphaProfit Core™ Model Portfolio

The following changes will be made to the Core model portfolio at today's closing prices:

Entire positions in Fidelity Select Automotive (FSAVX), Fidelity Select Gold (FSAGX), and Fidelity Select Materials (FSDPX) will be **removed**.

The position in Fidelity Spartan 500 Index Fund - Investor Class (FSMKX) will be **reduced**.

Fidelity Select Chemicals (FSCHX), Fidelity Select Communications Equipment (FSDCX), Fidelity Select Computers (FDCPX), and Fidelity Select Medical Equipment & Systems (FSMEX) will be **added**.

The position in Fidelity Select Software & Computer Services (FSCSX) will be **increased**.

Proceeds from full liquidation of FSAVX, FSAGX, FSDPX and partial liquidation of FSMKX will be **reinvested** such that the Core model portfolio has the following composition after repositioning:

Fund (Ticker)	% of Core Portfolio Assets
Fidelity Select Chemicals (FSCHX)	10.00%
Fidelity Select Communications Equipment (FSDCX)	10.00%
Fidelity Select Computers (FDCPX)	10.00%
Fidelity Select Medical Equip. & Systems (FSMEX)	15.00%
Fidelity Select Software & Computer Services (FSCSX)	25.00%
Fidelity Spartan 500 Index (FSMKX)	30.00%
Total (rounded to)	100.00%

AlphaProfit ETF and Mutual Fund Selections

This feature presents mutual fund and exchange-traded fund recommendations for playing the investment thesis discussed in the Newsletter. Preferred mutual funds and ETFs are in **bold**.

Sector, Industry Group, or Index	Mutual Funds					ETFs	
	Name (Ticker)	Availability, Trans. Fees, and Min. Holding Period				Name (Ticker)	Liquidity
		E*Trade	Fidelity	Schwab	Ameritrade		
Chemicals	Fidelity Sel Chemicals (FSCHX)	A, F	A, NTF, 30	R, F	A, F	iShares DJ US Basic Mat (IYM) Materials Select SPDR (XLB) Vanguard Materials (VAW)	Good Good Limited
Computers	Fidelity Sel Computers (FDCPX)	A, F	A, NTF, 30	R, F	A, F	Internet Arch HOLDERS (IAH) PowerShares Dyn Hard (PHW)	Limited Limited
Medical Equip	Fidelity Sel Med Equip (FSMEX)	A, F	A, NTF, 30	R, F	A, F	iShares DJ US Med Device (IHI)	Limited
Software	Fidelity Sel Software (FSCSX)	A, F	A, NTF, 30	R, F	A, F	First Trust DJ Internet (FDN) Internet HOLDERS (HHH) iShares S&P Software (IGV) Software HOLDERS (SWH) 60% SWH + 40% FDN mix	Limited Limited Good Good
S&P 500	Dreyfus S&P 500 Index (PEOPX) E*TRADE S&P 500 Index (ETSPX) Fidelity Spartan 500 Idx (FSMKX) Schwab S&P 500 Index (SWPIX)	A, NTF, 90 A, NTF, 4m A, F A, F	A, NTF, 180 N A, NTF, No A, F	A, NTF, 90 N A, F A, NTF, 30	A, NTF, 90 N A, F A, F	iShares S&P 500 (IVV) SPDR S&P 500 (SPY)	Good Good
Telecom Equip	Fidelity Sel Com Equip (FSDCX)	A, F	A, NTF, 30	R, F	A, F	Broadband HOLDERS (BDH) iShares S&P Network (IGN) PowerShares Dyn Network (PXQ)	Limited Good Limited

Availability: A-Available, C-Limited to current shareholders, I-Limited to Institutional investors, N-Not available, R-Limited to retail investors. **Trans. Fees:** F-Transaction fee applies, NTF-No transaction fee subject to holding period. **Min. Holding Period:** For no transaction fee (NTF) funds, minimum number of days or months a fund needs to be held to avoid both fund's short-term redemption fee and broker's transaction fee. Minimum holding period not provided for transaction fee (F) funds. **Liquidity:** Investors should consider limit orders when trading ETFs with limited liquidity. **Note:** The above table is for information purposes only. Before buying any mutual fund or exchange-traded fund, read its prospectus carefully. For securities held in brokerage accounts, read the broker's specific terms and conditions which apply to trading of the securities.

AlphaProfit Newsletter: Repositioning Preview

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