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AlphaProfit™

Sector Investors' Newsletter

Service for Sophisticated Sector Investors



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For definitions of terms used in this report, please see Glossary available at www.alphaprofit.com.

Recommendations	
Portfolios	Sector Portfolio Indicator: Buy
Focus: Medical Equipment, Oil & Gas E&P, and Software	Favored Buy: None
Core: Chemicals, Computers, Medical Equipment, Oil & Gas E&P, Software, S&P 500 Index, and Telecom Equipment	Stocks: EBAY, JNPR, RIG, STJ, VAR

Market Review and Outlook

Selective increase. The Dow Jones Wilshire 5000 Index recorded its second straight monthly gain in May. However, the breadth of advance was not as impressive as in April. Technology and energy stocks demonstrating high earnings growth during the first quarter led the rally. Financials lagged after American International Group, Fannie Mae, and UBS reported abysmal earnings. The technology-laden Nasdaq Composite Index gained 4.6% while the Dow Jones Industrial Average declined 1.4%.

Shift from growth to inflation. On the economic front, things did not turn out as bad as feared and data supported the view that the economy, albeit weak, is not in recession. The Commerce Department increased its first quarter gross domestic product growth estimate from an annualized rate of 0.6% to 0.9%. Job losses decelerated in April, pushing the unemployment rate lower from 5.1% to 5.0%.

The price of oil traded as high as \$133.70 a barrel on May 22, an 18.6% increase from the end of April. The Federal Reserve commented on inflation and the yield on the 10-year Treasury bond surged. Taking cue from these events,

stock investors quickly switched their fixation from economic growth to inflation. During the closing days of May, oil pulled back to alleviate inflation concerns and enabled stock prices to rally.

Seeds for recovery. The U. S. economy appears to be showing some signs of recovery from rising defaults of sub-prime loans. Banks are becoming more confident about lending. The difference in yield between three-month Treasury bills and three-month London inter-bank offered rate has narrowed, suggesting that distress in credit markets is easing. Housing starts surprisingly rose 8.2% in April while the rate of decline in existing home sales slowed to 1.0%.

With consumer sentiment at multi-decade lows, concerns have centered on the possibility of sluggishness in consumer spending under-

Model Portfolio Repositioning

The model portfolios will be repositioned after the markets close on June 30. To help you closely track the model portfolios, we will publish the **Repositioning Alert** by 12:00 p.m. Central Time on **Monday, June 30** in the Subscriber Login area.

AlphaProfit ETF & Mutual Fund Selections

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

Sector, Industry Group, or Index	Mutual Funds					ETFs
	Recommendation (Ticker)	Availability, Trans. Fees, and Min. Holding Period				Recommendation (Ticker, Liquidity)
		E*Trade	Fidelity	Schwab	Ameritrade	
Chemicals	Fidelity Sel Chemicals (FSCHX)	A, F	A, NTF, 30	R, F	A, F	70% iShares DJ US Basic Mat (IYM, Good) +30% Market Vectors Agribus (MOO, Good) iShares DJ US Basic Mat (IYM, Good) Materials Select SPDR (XLB, Good) Vanguard Materials (VAW, Limited)
Computers	Fidelity Sel Computers (FDCPX)	A, F	A, NTF, 30	R, F	A, F	Internet Arch HOLDRS (IAH, Limited) PowerShares Dyn Hard (PHW, Limited)
Medical Equip	Fidelity Sel Med Equip (FSMEX)	A, F	A, NTF, 30	R, F	A, F	iShares DJ US Med Device (IHI, Limited)
Oil & Gas E&P	AIM Energy (FSTEX)	C, NTF, 90	A, NTF, 180	C, NTF, 90	C, F	85% iShares DJ US O&G (IEO, Limited) +15% SPDR S&P O&G Equip (XES, Limited) iShares DJ US O&G Exp & Prd (IEO, Limited) SPDR S&P O&G Exp & Prd (XOP, Good)
	Fidelity Sel Natural Gas (FSNGX)	A, F	A, NTF, 30	R, F	A, F	
Software	Fidelity Sel Software (FSCSX)	A, F	A, NTF, 30	R, F	A, F	60% Software HOLDRS (SWH, Good)+40% First Trust DJ Internet (FDN, Limited) First Trust DJ Internet (FDN, Limited) iShares S&P Software (IGV, Limited) Software HOLDRS (SWH, Good)
S&P 500	Dreyfus S&P 500 Index (PEOPX)	A, NTF, 90	A, NTF, 180	A, NTF, 90	A, NTF, 90	iShares S&P 500 (IVV, Good) SPDR S&P 500 (SPY, Good)
	E*TRADE S&P 500 Index (ETSPX)	A, NTF, 4m	N	N	A, F	
	Fidelity Spartan 500 Idx (FSMKX)	A, F	A, NTF, No	A, F	A, F	
	Schwab S&P 500 Index (SWPIX)	A, F	A, F	A, NTF, 30	A, F	
Telecom Equip	Fidelity Sel Com Equip (FSDCX)	A, F	A, NTF, 30	R, F	A, F	Broadband HOLDRS (BDH, Limited) iShares S&P Network (IGN, Good) PowerShares Dyn Network (PXQ, Limited)
Minimum Purchase Requirements					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.	
ETF/Fidelity Fund	Regular Accounts	Retirement Accounts				
Fidelity Select	\$2,500	\$500*				
Fidelity Spartan 500 Index Inv	\$10,000	\$10,000				
ETFs	1 share	1 share				
HOLDRS	100 shares	100 shares				
* \$500 for SEP-IRA, Keogh, and prototype retirement accounts. \$2,500 for traditional, Roth, and rollover IRA accounts.						

mining the U. S. economy. Tax rebates provided by the federal government will be getting into consumer wallets soon and can provide a boost to consumer spending.

Sector Portfolio Indicator at 'Buy'. We maintain the AlphaProfit Sector Portfolio Indicator at 'Buy' before repositioning the model portfolios. Data from the housing sector as well as trends in energy prices are likely to be major factors affecting the course of stock prices in the period ahead. The market can con-

tinue to maintain its uptrend if the housing market starts to reverse the buildup in inventory of unsold homes. Likewise, stability in energy prices can also support another leg in the equity market rally.

The outlook for second quarter earnings is however hazy. S&P 500 member companies reported an 18% decline in first quarter profits, the third straight decline. The financial sector continues to cause trouble and analysts have recently embarked on another round of earn-

ings forecast cuts for this beleaguered group. We encourage subscribers to maintain adequate cash reserves in their overall portfolio.

Performance & Prospects

Benefiting from exposure to stronger performing groups within the technology, energy, and materials sectors, both AlphaProfit model portfolios outperformed the Dow Jones Wilshire 5000 benchmark in May.

Stock Searchlight

Stocks with appealing earnings trends and relatively attractive valuation characteristics are highlighted.

Company	Ticker	Price	Est. P/E	Div. Yield	Buy Below	Sell Above	Stop-Loss	Risk Rating
eBay	EBAY	\$27.72	15.9	-	\$27.20	\$33.10	\$25.00	Average
Juniper Networks	JNPR	\$25.05	22.2	-	\$24.65	\$30.00	\$22.70	Above Average
Transocean	RIG	\$145.51	0.0	-	\$142.50	\$167.90	\$131.10	Average
St. Jude Medical	STJ	\$40.60	18.5	-	\$42.10	\$47.10	\$37.40	Below Average
Varian Med. Sys.	VAR	\$49.03	23.2	-	\$49.85	\$54.60	\$44.80	Below Average

Earnings estimates from Reuters

EBAY. Online marketplace eBay's turn-around efforts appear to be working. During the first quarter of 2008, eBay earned 42 cents a share, outpacing the 39 cents a share analysts' estimate. The total value of goods for sale on eBay increased 12% from the year ago period. eBay benefited from a weaker dollar as more than half of the company's sales take place overseas. The company upped its second quarter and 2008 earnings outlook.

JNPR. Network equipment maker Juniper Networks is benefiting from growth in online video and other bandwidth-intensive Web services. During the quarter that ended on March 31, Juniper earned 27 cents a share, two cents a share higher than analysts' forecast. The popularity of Juniper's routers with telecom service providers is enabling them to gain market share. The company has received orders from

Japan's dominant phone carrier NTT Corp. to help build the next-generation network. Juniper upped its 2008 earnings forecast.

RIG. Drilling contractor Transocean earned \$3.80 a share during the first quarter beating analysts' \$3.34 a share estimate. The deepwater drilling specialist is benefiting from its acquisition of GlobalSantaFe and from higher day rates for its drill ships. Day rates for all classes of rigs increased as new contracts with higher rates replaced old ones. While the intermediate-term outlook for rig day rates and demand remains good, the trend in the price of oil will be a key factor affecting the course of Transocean's shares in the near-term.

STJ. St. Jude Medical is seeing strong sales of its cardiac devices. Sales of the company's defibrillators used to correct rapid heart rhythms rose 20% during the first quarter.

Sales of pacemakers used to regulate slow heartbeats increased 10%. St. Jude now expects its 2008 profit to exceed \$2.15 a share, up from at least \$2.08 a share. In May, the company received the U. S. Food & Drug Administration's approval for its remote monitoring system *Merlin.net* and selected cardiac delivery tools.

VAR. Varian Medical Systems is poised to benefit from a favorable product cycle. Varian is seeing strong demand for its new *Rapid Arc* radiation therapy system from several leading health care institutions in North America and Europe. At the end of the company's fiscal second quarter, Varian reported a 15% increase in its backlog to \$1.7 billion. During the same period, Varian earned 56 cents a share, bettering analysts' 51 cents a share forecast. The company now expects revenue to increase more than 15% during fiscal 2008.

Chemicals

Both preferred investments in the chemicals group outperformed the DJW 5000 benchmark. The 70% iShares DJ Basic Materials+30% Market Vectors Agriculture combo edged out Fidelity Select Chemicals in May. The former benefited from strong performance of metal producers and agriculture chemical stocks.

Chemical companies are raising product prices, passing on cost increases for petroleum-based feedstock to consumers. Dow Chemical intends to raise prices for all products by up to 20% effective June 1. Specialty chemicals maker Albe-

marle is raising prices for fire retardants.

The emphasis on joint ventures continues. DuPont is forming a JV with Danish industrial biotechnology company Danisco to develop technologies for producing ethanol from non-food plant sources. Albemarle plans to form a JV with China's Weigan Sinobrom to make bromines.

The intermediate-term outlook for agriculture chemical companies appears favorable. High grain prices are providing farmers incentive to maximize crop yield. They are boosting demand for fertilizers, crop protection chemicals, and seeds to

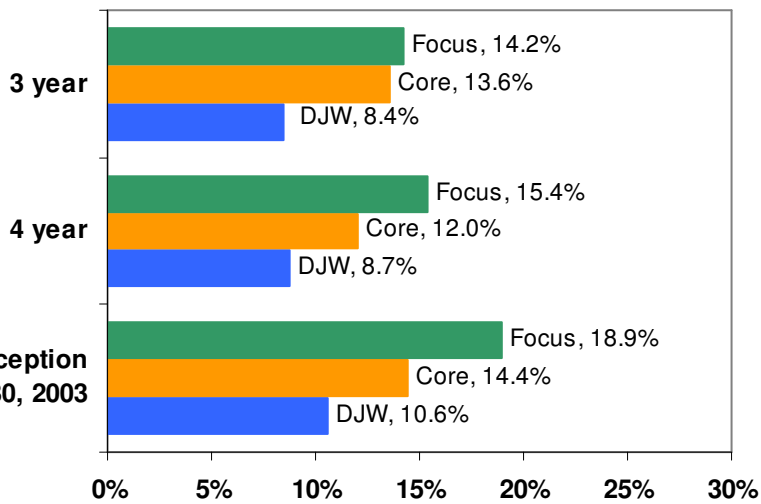
the benefit of CF industries, DuPont, Monsanto, Mosaic, and Potash Corp. of Saskatchewan. Monsanto expects to double its gross profit to about \$8.5 billion by 2012.

Computers

Preferred investments in the computer group outperformed the DJW 5000 benchmark. Reversing April's pattern, Internet Architecture HOLDRS outperformed Fidelity Select Computers. HOLDRS received a lift from a 26% gain in shares of security software maker Symantec. Defying economic weakness, Symantec increased software sales to triple its fiscal fourth quarter profit from the year-ago level.

Scorecard

Model portfolio returns are compared with that of the Dow Jones Wilshire 5000 benchmark. Returns for periods longer than 1 year are annualized.



performance. iShares DJ US Medical Devices led the DJW 5000 benchmark while Fidelity Select Medical Equipment & Systems lagged. The former reversed some of its underperformance from April while exposure to weaker performing medical supplies stocks caused the latter to lag.

On the earnings front, Allergan, Covidien, and Medtronic reported earnings better than analysts' forecasts. Sales of Allergan's eye-care pharmaceutical products and *Botox* rose 22% and 18%, respectively to drive earnings higher. Covidien's earnings were driven by strong sales of medical devices and imaging solutions.

Results from group heavyweight Medtronic suggested that the company is recovering quickly from its October 2007 recall of implantable defibrillator wires. Medtronic's worldwide market share for implantable cardioverter-defibrillators rebounded to above 50%. The company's new drug-coated stent *Endeavor* got off to a strong start in the U. S.

Competition remains intense in the stent world. Trials conducted by Abbott Laboratories to compare its *Xience V* stent with Boston Scientific's *Taxus* show that *Xience V* is clinically superior. Meanwhile, Medtronic has commenced a global study to compare its *Endeavor Resolute* stent against *Xience V*.

	May 2008	Qtr-To-Date	Year-To-Date	1 Year
Focus	3.8%	11.9%	-0.1%	-4.2%
Core	4.0%	11.8%	-1.0%	0.1%
DJW 5000	2.1%	7.3%	-3.0%	-6.1%

PC heavyweights Dell and Hewlett-Packard came through with their earnings and beat analysts' forecasts. Dell's cost cutting efforts appear to bear fruit. H-P announced that it is buying IT services company EDS for \$13.9 billion. This acquisition will help H-P more than double its service business and narrow the gap with IBM. This transaction can trigger further consolidation in the IT service space.

launch of its much-awaited 3G *iPhone*. To achieve its target of selling 10 million *iPhones* in 2008, Apple has recently inked deals with several leading telecom service providers in Asia, Europe, and Latin America. Elsewhere in the hardware space, companies are offsetting sluggishness in the U. S. with strength in sales abroad.

Medical Equipment

Looking ahead, Apple is likely to generate excitement from the

Preferred investments in the medical equipment group put up a mixed

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The model portfolios presented in this newsletter are the products of AlphaProfit Investments, LLC. The proprietary ValuM™ Investment Process is used to select sectors for investment in the AlphaProfit Sector Investors' Newsletter model portfolios. This process evaluates sectors based on their valuation, momentum, and news flow quality.

continued on page 7

ETF & Mutual Fund Facts				
Industry/Index		Chemicals		
MF/ETF	Fidelity Sel. Chem.	iShares Bas. Mtls.	Mkt. Vectors Agri.	
Ticker	FSCHX	IYM	MOO	
Manager/Index	M. Schuldt	DJ US Basic Materials	DAX Agribusiness	
Category	Large Cap Growth	Large Cap Growth	Large Cap Growth	
Risk Rating	Average	Average	Above Average	
Top 10 Holdings	Monsanto	Monsanto	Monsanto	
	DuPont	DuPont	Potash Corp.	
	Praxair	Freeport McMoRan	Syngenta	
	Dow Chemical	Dow Chemical	Deere	
	Mosaic	Alcoa	Mosaic	
	Albemarle	Praxair	Wilmar Intl.	
	Air Products	Newmont Mining	Komatsu	
	Ecolab	Air Products	IOI Corp.	
	Potash Corp.	Nucor	Yara Intl.	
	CF Industries	Mosaic	CNH Global	
% Portfolio	66.3%	55.9%	62.8%	
% Foreign	6.8%	0.0%	54.1%	
Date	As of Mar. 31, 2008	As of Mar. 28, 2008	As of Mar. 28, 2008	
Industry/Index		Natural Gas		
MF/ETF	Fidelity Sel. Nat. Gas	iShares O&G E&P	SPDR O&G E&S	
Ticker	FSNGX	IEO	XES	
Manager/Index	J. McElligott	DJ US Oil & Gas E&P	S&P Oil & Gas E&S	
Category	Mid Cap Growth	Large Cap Growth	Mid Cap Growth	
Risk Rating	Above Average	Above Average	Above Average	
Top 10 Holdings	Quicksilver Res.	Occidental Petro.	Patterson UTI Engy.	
	Range Res.	Devon Energy	BJ Services	
	Chesapeake Energy	Apache	Oceaneering Intl.	
	Ultra Petroleum	XTO Energy	Superior Engy. Svcs	
	Valero Energy	Anadarko Petro.	Tidewater	
	EOG Res.	EOG Res.	Weatherford Intl.	
	Southwestern Energy	Valero Energy	Nabors Industries	
	Plains Exp. & Pro.	Chesapeake Energy	Natl. Oilwell Varco	
	XTO Energy	Noble Energy	Cameron Intl.	
	Transocean	Ultra Petroleum	Pride Intl.	
% Portfolio	59.9%	54.9%	41.3%	
% Foreign	11.5%	0.0%	0.0%	
Date	As of Mar. 31, 2008	As of Mar. 26, 2008	As of Mar. 27, 2008	
Industry/Index		Software		
MF/ETF	Fidelity Sel. Software	Software HOLDRS	First Tr. DJ Internet	
Ticker	FSCSX	SWH	FDN	
Manager/Index	M.Tandon	Merrill Lynch	Dow Jones Internet	
Category	Large Cap Growth	Large Cap Growth	Mid Cap Growth	
Risk Rating	Average	Average	Above Average	
Top 10 Holdings	Microsoft	Microsoft	eBay	
	Google	SAP	Amazon.com	
	Cognizant Tech. Soln.	Oracle	Yahoo!	
	Oracle	Adobe Systems	Google	
	Yahoo!	CA	Verisign	
	Visa	Intuit	BEA Systems	
	Nintendo	BMC Software	Akamai Tech.	
	MasterCard	Check Point Soft.	Check Point Soft.	
	Satyam Comp. Svcs.	Symantec	Priceline.com	
	Ubisoft Entertainment	TIBCO Software	TD Ameritrade	
% Portfolio	65.8%	99.0%	72.0%	
% Foreign	17.8%	20.8%	0.0%	
Date	As of Mar. 31, 2008	As of Mar. 26, 2008	As of Mar. 26, 2008	

Companies in the medical equipment group are performing well for the most part. Covidien has raised its fiscal 2008 sales forecast growth to the 8% to 11% range. Eye care product companies like Alcon and Allergan are well-positioned to benefit from expansion into China and India. Baxter International raised its full-year earnings forecast.

Oil & Gas E & P

Investment recommendations in the oil & gas exploration and production group outperformed the DJW 5000 benchmark. The 85% iShares DJ US Oil & Gas E&P+15% SPDR S&P Oil & Gas E&S combo outperformed Fidelity Select Natural Gas. The combo benefited from exposure to the larger capitalization oil & gas producers and the stronger performing energy service group. A 12% drop in the price of Quicksilver Resources likely limited the Fidelity fund's advance.

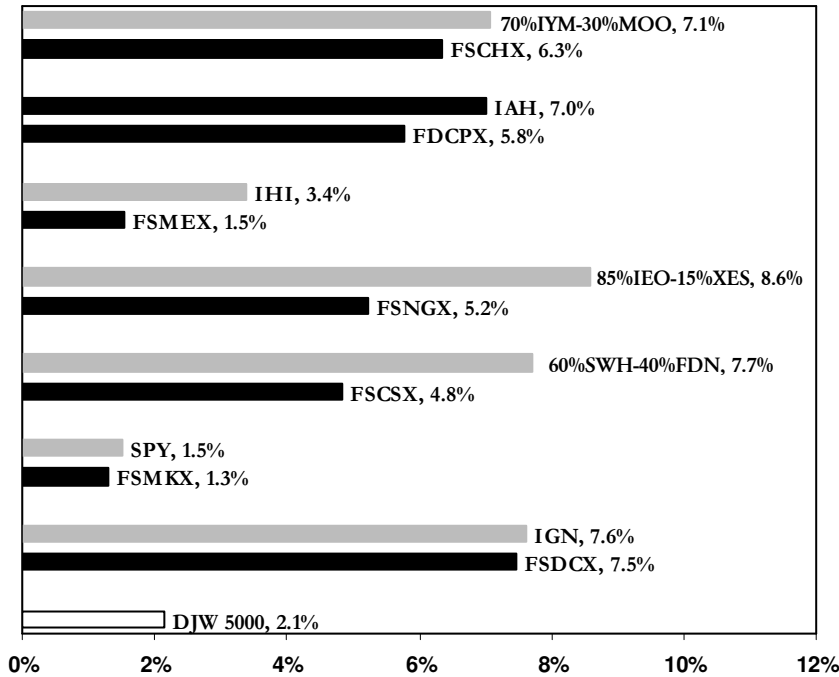
Backed by strong commodity prices, oil & gas producers reported robust earnings for the most part. Plains Exploration, Noble Energy, and Anadarko Petroleum posted notably strong earnings reports, trouncing analysts' forecast by at least 18%. Elsewhere, Apache disappointed investors even after more than doubling its first quarter profit. Apache's EPS fell short of analysts' forecast.

Supported by strong first quarter earnings reports from Superior Energy, Transocean, and Dresser-Rand, energy service stocks that have hitherto been laggards in the energy sector, regained their lost ground.

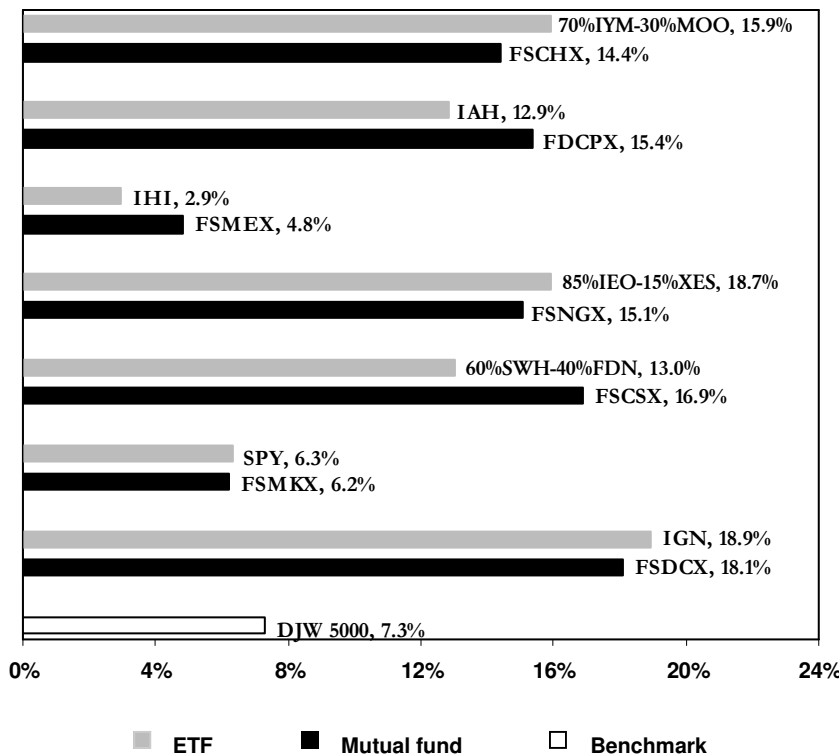
Looking ahead, benchmark oil & gas prices rallied nearly 13% and 7%, respectively in May. This augurs well for second quarter earnings of oil & gas companies. Meanwhile, deal activity in this group is simmering providing speculative appeal. Stone Energy agreed to purchase Bois d'Arc Energy for about

Preferred ETF & Mutual Fund Returns

May 2008



2Q2008-to-Date



Software

Preferred investments in the software group outperformed the DJW 5000 benchmark in May. The 60% Software HOLDRS+40% First Trust DJ Internet combo outperformed Fidelity Select Software & Computer Services. The HOLDRS lifted the combo's return by benefiting from the performance of Adobe, CA, and Symantec shares, each of which gained over 18%.

The software group witnessed rampant consolidation activity. While H-P's \$13.9 billion acquisition of EDS stole the headlines, media companies were busy scouting targets in the Internet space. CBS agreed to buy online news provider CNET Networks for \$1.8 billion. Comcast and IAC/Interactive announced deals to buy social networking site Plaxo and online language reference products provider Lexico Publishing, respectively.

The Microsoft-Yahoo! saga continued even after the former withdrew its offer for the latter in early May. Around mid-May, Microsoft said that the possibility of this merger could not be ruled out. Activist investor Carl Icahn has taken a stake in Yahoo! and is threatening to wage a proxy fight to dislodge Yahoo! CEO Jerry Yang.

The near-term outlook for the software group is clouded by uncertainty stemming from the potential Microsoft-Yahoo! transaction. While acquisitions have their share of risks, Microsoft's Internet business needs a tonic. Investors have bid down shares of Microsoft on concerns that it may overpay for Yahoo! and the integration of the two companies may pose challenges.

\$1.8 billion. Anadarko Petroleum, Noble Energy and Occidental Petroleum are likely to be interested in Encore Acquisition, which is up for sale.

The Commodity Futures Trading

Commission is investigating to uncover evidence of price-fixing in trading of energy commodities. In the near-term, share prices in the oil & gas group can be adversely affected by news from this investigation.

Featured Quote

'It is always hardest to think clearly in the midst of a crisis, yet it is precisely when the noise seems deafening that rational analysis is most valuable.'

Richard Pzena

Portfolio Composition

AlphaProfit Focus™ Model Portfolio

Fidelity Fund Holding (Ticker Symbol)	March 31, 2008		May 31, 2008	
	Amount Invested	Percent Portfolio	Value	Percent Portfolio
Medical Equip. (FSMEX)	\$531,507	36.04%	\$557,225	33.76%
Natural Gas (FSNGX)	\$491,534	33.33%	\$565,575	34.26%
Soft. & Comp. (FSCSX)	\$451,562	30.62%	\$527,805	31.98%
Total (rounded to)	\$1,474,603	100.00%	\$1,650,605	100.00%

AlphaProfit Core™ Model Portfolio

Fidelity Fund Holding (Ticker Symbol)	March 31, 2008		May 31, 2008	
	Amount Invested	Percent Portfolio	Value	Percent Portfolio
Chemicals (FSCHX)	\$74,116	10.89%	\$84,778	11.13%
Comm. Equip. (FSDCX)	\$65,861	9.67%	\$77,780	10.22%
Computers (FDCPX)	\$63,066	9.26%	\$72,755	9.56%
Medical Equip. (FSMEX)	\$74,202	10.90%	\$77,792	10.22%
Natural Gas (FSNGX)	\$68,621	10.08%	\$78,958	10.37%
Soft. & Comp. (FSCSX)	\$126,082	18.52%	\$147,370	19.36%
Spartan 500 Idx. (FSMKX)	\$208,929	30.69%	\$221,934	29.15%
Total (rounded to)	\$680,878	100.00%	\$761,368	100.00%

The AlphaProfit model portfolios were last repositioned at the close of business on March 31, 2008. We are leaving both of the model portfolios unchanged at this time. At newsletter inception on September 30, 2003, the Focus and Core model portfolios had values of \$735,204 and \$406,160, respectively.

We believe software company shares can fare well in the intermediate-term. MasterCard is upbeat on its prospects and expects double-digit revenue growth in 2008. Companies like Adobe, BMC Software, and CA have raised their earnings forecasts. Consolidation opportunities add speculative appeal to this group. Firms like Cognizant Technology with relatively large exposure to the financial ser-

vices sector may face headwinds.

S&P 500 Index

Investments tracking the S&P 500 index gained over 1% in May, slightly lagging the DJW 5000 benchmark. The DJW 5000 benefited from the strong performance of mid-cap stocks included in the index. Strong performance of the technology sector enabled it to sur-

pass the sagging financial sector as the largest weighted sector in the S&P 500 index.

Energy heavyweights Exxon Mobil and Chevron reported their first quarter earnings. Exxon Mobil earned \$10.9 billion during the quarter while Chevron earned \$5.2 billion. Both oil majors reported higher earnings in the oil & gas production segment. Earnings in the refining & marketing segment however declined due to lower refining margins.

Elsewhere, General Electric reiterated its 2008 earnings forecast of \$2.20 to \$2.30 a share. The industrial conglomerate plans to sell or spin off its appliance business as part of a broader plan to exit slow-growth, volatile businesses. GE identified its NBC-Universal and GE Healthcare business as keepers.

We include exposure to a broad market index like the S&P 500 to diversify the Core model portfolio.

Telecom Equipment

Preferred investments in the telecom equipment group scored comparable gains. Fidelity Select Communications Equipment and iShares S&P North American Networking each gained over 7%.

In earnings-related developments, Cisco, JDS Uniphase, and Powerwave Technologies reported results that exceeded analysts' forecasts. Cisco has unveiled a simpler and

Disclosure continued from page 4

We calculate total pre-tax returns based on price changes, assuming reinvestment of all distributions in the funds in which they were paid.

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ETF & Mutual Fund Facts (cont'd from pg. 5)

Industry/Index	Computers		Telecom Equipment	
	Fidelity Sel. Computers	Internet Arch. HOLDERS	Fidelity Sel. Com. Eqpt.	iShares S&P Network
MF/ETF	FDCPX	IAH	FSDCX	IGN
Ticker	FDCPX	IAH	FSDCX	IGN
Manager/Index	H. Lawrence	Merrill Lynch	C. Chai	S&P N. Am. Network.
Category	Large Cap Growth	Large Cap Growth	Large Cap Growth	Mid Cap Growth
Risk Rating	Above Average	Above Average	Above Average	Above Average
Top 10 Holdings	Hewlett-Packard	Intl. Bus. Mach.	Research In Motion	Research In Motion
	Intl. Bus. Mach.	Hewlett-Packard	Cisco Systems	Qualcomm
	Apple	Cisco Systems	Corning	Cisco Systems
	Dell	Apple	Comverse Tech.	Corning
	Nokia	Dell	High Tech Computer	Juniper Networks
	EMC	EMC	Qualcomm	JDS Uniphase
	Samsung Electronics	Sun Microsystems	Juniper Networks	Harris
	Spansion	Juniper Networks	Nokia	CommScope
	High Tech Computer	Network Appliance	Starent Networks	Motorola
	Juniper Networks	Symantec	Powerwave Tech.	Tellabs
% Portfolio	68.3%	98.8%	69.3%	66.3%
% Foreign	12.3%	0.0%	31.7%	11.4%
Date	As of Mar. 31, 2008	As of Mar. 26, 2008	As of Mar. 31, 2008	As of Mar. 26, 2008
Industry/Index	Medical Equipment		S&P 500 Index	
	Fidelity Sel. Med. Eqpt.	iShares DJ US Med. Dev.	Fidelity Spartan 500 Idx	SPDR S&P 500
MF/ETF	FSMEX	IHI	FSMKX	SPY
Ticker	FSMEX	IHI	FSMKX	SPY
Manager/Index	E. Yoon	DJ US Sel. Medical Eq.	Geode Cap. Mgmt.	S&P 500 Total Return
Category	Mid Cap Growth	Mid Cap Growth	Large Cap Blend	Large Cap Blend
Risk Rating	Below Average	Below Average	Below Average	Below Average
Top 10 Holdings	Medtronic	Medtronic	ExxonMobil	ExxonMobil
	Baxter International	Thermo Fisher Scientific	General Electric	General Electric
	Covidien	Covidien	AT&T	Microsoft
	Becton Dickinson	Stryker	Microsoft	AT&T
	Boston Scientific	Zimmer Holdings	Procter & Gamble	Procter & Gamble
	Stryker	Boston Scientific	Johnson & Johnson	Johnson & Johnson
	Allergan	St. Jude Medical	Chevron	Bank of America
	Alcon	Intuitive Surgical	Bank of America	Chevron
	Bard C. R.	Varian Medical Systems	Intl. Bus. Mach.	Intl. Bus. Mach.
	Gen-Probe	Applied Biosystems	JP Morgan Chase	Altria
% Portfolio	68.3%	56.3%	19.9%	20.2%
% Foreign	17.6%	0.0%	0.0%	0.0%
Date	As of Mar. 31, 2008	As of Mar. 26, 2008	As of Mar. 31, 2008	As of Mar. 26, 2008

cheaper version of its high-end video conferencing system *TelePresence 500* to broaden the product's appeal. Research In Motion has launched a new high-end version of its smartphone *BlackBerry Bold* that incorporates GPS, Wi-Fi and multimedia features.

Looking ahead, Cisco remains comfortable with its long-term growth

rate forecast of 12% to 17%. Qualcomm is well positioned to benefit from 3G smartphones scheduled to be launched by Apple, Research in Motion, and Samsung this year. The company has also acquired a block of spectrum in the U. K. and is looking to launch mobile TV services through a partnership. To reverse its slump in U. S. market share, Nokia plans to introduce

many new phone models in the coming months.

AlphaProfit Investments, LLC
Date: May 31, 2008



The AlphaProfit Sector Investors' Newsletter™ is edited and published by Dr. Sam Subramanian, Managing Principal and Chief Investment Officer of AlphaProfit Investments, LLC. Sam is an avid stock market investor and has tracked Fidelity Select Funds for several years. With a strong quantitative and analytical bent, Sam has honed his skills in security research and analysis. Sam developed the ValuM Investment Process™ for managing investments. The ValuM Investment Process has helped Sam build a successful track record in managing his investments since 1985. Prior to founding AlphaProfit Investments, LLC, Sam worked in positions of increasing responsibility in Finance and Corporate Strategy advising in Acquisitions and Divestitures, Asset Valuation, Trading, Bankruptcies, and Risk Management. Sam graduated with honors from the MBA program at the University of Michigan and has a Doctorate Degree in Chemical Engineering from Syracuse University. Sam also holds 16 U. S. patents.