



AlphaProfitTM

Sector Investors' Newsletter

Service for \$ophisticated \$ector Investors

Repositioning Alert

The first two sections present preview of repositioning changes to the AlphaProfit model portfolios, while the third section features ETF and non-Fidelity mutual fund 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:

One-third (33.33%) of the position in **both** Fidelity Select Medical Equipment & Systems (FSMEX) and Fidelity Select Software & Computer Services (FSCSX) will be **removed**.

Proceeds from both of these sales will be **invested** in Fidelity Select Natural Gas (FSNGX).

After repositioning, the Focus model portfolio will include FSMEX, FSNGX, and FSCSX.

Notes

New subscribers starting with the **Focus** model portfolio can invest the targeted monies in the following proportion: FSMEX 36.03%, FSNGX 33.33%, and FSCSX 30.64%. The exact composition of the Focus model portfolio will be determined based on today's closing prices and provided in the Model Portfolio Composition and Investment Selections section of the Subscriber Login area tomorrow.

AlphaProfit Core™ Model Portfolio

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

One-third (33.33%) of the position in Fidelity Select Medical Equipment & Systems (FSMEX) will be **removed**.

One-fifth (20.00%) of the position in Fidelity Select Software & Computer Services (FSCSX) will be **removed**.

Positions in Fidelity Select Chemicals (FSCHX), Fidelity Select Communications Equipment (FSDCX), Fidelity Select Computers (FDCPX), and Fidelity Select Spartan 500 Index Fund (FSMKX) will be **maintained as is**.

Proceeds from sales of FSMEX and FSCSX will be **invested** in Fidelity Select Natural Gas (FSNGX).

After repositioning, the Core model portfolio will include FSCHX, FSDCX, FDCPX, FSMEX, FSNGX, FSCSX, and FSMKX.

Notes

New subscribers starting with the **Core** model portfolio can invest the targeted monies in the following proportion: FSCHX 10.97%, FSDCX 9.66%, FDCPX 9.24%, FSMEX 10.89%, FSNGX 10.08%, FSCSX 18.53% and FSMKX 30.63%. The exact composition of the Core model portfolio will be determined based on today's closing prices and provided in the Model Portfolio Composition and Investment Selections section of the Subscriber Login area tomorrow.

AlphaProfit ETF and Mutual Fund Selections

The following table features mutual funds and exchange-traded fund recommendations for playing the investment thesis for the sectors, industry groups, and index discussed in the AlphaProfit Sector Investors' Newsletter. Preferred mutual funds and ETFs are 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 HOLDERS (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 HOLDERS (SWH, Good) +40% First Trust DJ Internet (FDN, Limited) First Trust DJ Internet (FDN, Limited) iShares S&P Software (IGV, Limited) Software HOLDERS (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)
	E*TRADE S&P 500 Index (ETSPX)	A, NTF, 4m	N	N	A, F	SPDR S&P 500 (SPY, Good)
	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 HOLDERS (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				
HOLDERS	100 shares	100 shares				
* \$500 for SEP-IRA, Keogh, and prototype retirement accounts. \$2,500 for traditional, Roth, and rollover IRA accounts.						

AlphaProfit Newsletter: Repositioning Alert

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