

Fidelity® Variable Insurance Products:

High Income Portfolio

Semi-Annual Report
June 30, 2022



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To view a fund's proxy voting guidelines and proxy voting record for the 12-month period ended June 30, visit <http://www.fidelity.com/proxyvotingresults> or visit the Securities and Exchange Commission's (SEC) web site at <http://www.sec.gov>.

You may also call 1-877-208-0098 to request a free copy of the proxy voting guidelines.

Fidelity® Variable Insurance Products are separate account options which are purchased through a variable insurance contract.

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This report and the financial statements contained herein are submitted for the general information of the shareholders of the Fund. This report is not authorized for distribution to prospective investors in the Fund unless preceded or accompanied by an effective prospectus.

A fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-PORT. Forms N-PORT are available on the SEC's web site at <http://www.sec.gov>. A fund's Forms N-PORT may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information regarding the operation of the SEC's Public Reference Room may be obtained by calling 1-800-SEC-0330.

For a complete list of a fund's portfolio holdings, view the most recent holdings listing, semiannual report, or annual report on Fidelity's web site at <http://www.fidelity.com>, <http://www.institutional.fidelity.com>, or <http://www.401k.com>, as applicable.

NOT FDIC INSURED • MAY LOSE VALUE • NO BANK GUARANTEE

Neither the Fund nor Fidelity Distributors Corporation is a bank.

Note to Shareholders:

Early in 2020, the outbreak and spread of COVID-19 emerged as a public health emergency that had a major influence on financial markets, primarily based on its impact on the global economy and corporate earnings. On March 11, 2020, the World Health Organization declared the COVID-19 outbreak a pandemic, citing sustained risk of further global spread. The pandemic prompted a number of measures to limit the spread of COVID-19, including travel and border restrictions, quarantines, and restrictions on large gatherings. In turn, these resulted in lower consumer activity, diminished demand for a wide range of products and services, disruption in manufacturing and supply chains, and — given the wide variability in outcomes regarding the outbreak — significant market uncertainty and volatility. To help stem the turmoil, the U.S. government took unprecedented action — in concert with the U.S. Federal Reserve and central banks around the world — to help support consumers, businesses, and the broader economy, and to limit disruption to the financial system.

In general, the overall impact of the pandemic lessened in 2021, amid a resilient economy and widespread distribution of three COVID-19 vaccines granted emergency use authorization from the U.S. Food and Drug Administration (FDA) early in the year. Still, the situation remains dynamic, and the extent and duration of its influence on financial markets and the economy is highly uncertain, due in part to a recent spike in cases based on highly contagious variants of the coronavirus.

Extreme events such as the COVID-19 crisis are exogenous shocks that can have significant adverse effects on mutual funds and their investments. Although multiple asset classes may be affected by market disruption, the duration and impact may not be the same for all types of assets. Fidelity is committed to helping you stay informed amid news about COVID-19 and during increased market volatility, and we continue to take extra steps to be responsive to customer needs. We encourage you to visit us online, where we offer ongoing updates, commentary, and analysis on the markets and our funds.

Investment Summary June 30, 2022 (Unaudited)

Top Holdings (% of Fund's net assets)

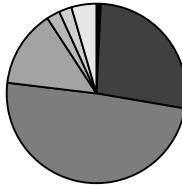
Tenet Healthcare Corp.	2.1
New Fortress Energy, Inc.	2.1
Uniti Group LP / Uniti Group Finance, Inc.	2.1
Icahn Enterprises LP/Icahn Enterprises Finance Corp.	2.0
Community Health Systems, Inc.	1.9
Mesquite Energy, Inc.	1.7
Altice France SA	1.5
Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp.	1.4
Alliant Holdings Intermediate LLC	1.3
Tallgrass Energy Partners LP / Tallgrass Energy Finance Corp.	1.3
	<hr/>
	17.4

Market Sectors (% of Fund's net assets)

Energy	13.8
Healthcare	10.5
Telecommunications	9.6
Technology	6.8
Services	6.2

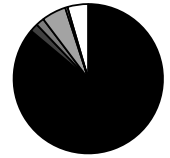
Quality Diversification (% of Fund's net assets)

BBB - 0.8
BB - 26.9
B - 49.2
CCC,CC,C - 13.9
Not Rated - 2.4
Equities - 2.3
Short-Term Investments and Net Other Assets - 4.5



Asset Allocation (% of Fund's net assets)

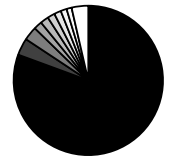
Nonconvertible Bonds - 86.1
Convertible Bonds, Preferred Stocks - 1.8
Common Stocks - 1.8
Bank Loan Obligations - 5.3
Other - 0.5
Short-Term Investments and Net Other Assets (Liabilities) - 4.5



Foreign investments - 19.4%

Geographic Diversification (% of Fund's net assets)

United States of America* - 80.6
Canada - 3.7
Luxembourg - 3.0
Netherlands - 1.8
United Kingdom - 1.8
Ireland - 1.6
France - 1.5
Panama - 1.3
Multi-National - 1.1
Other - 3.6



* Includes Short-Term investments and Net Other Assets (Liabilities).

Percentages are based on country or territory of incorporation and are adjusted for the effect of futures contracts, if applicable.

We have used ratings from Moody's Investors Service, Inc. Where Moody's® ratings are not available, we have used S&P® ratings. All ratings are as of the date indicated and do not reflect subsequent changes.

Schedule of Investments June 30, 2022 (Unaudited)

Showing Percentage of Net Assets

Corporate Bonds – 87.9%

	Principal Amount (a)	Value (\$)
Convertible Bonds - 1.8%		
Broadcasting - 0.7%		
DISH Network Corp.:		
2.375% 3/15/24	2,594,000	2,282,720
3.375% 8/15/26	4,068,000	<u>2,747,934</u>
		<u>5,030,654</u>
Energy - 1.1%		
Mesquite Energy, Inc. 15% 7/15/23 (b)(c)	649,253	3,246,265
Mesquite Energy, Inc. 15% 7/15/23 (b)(c)	1,120,884	<u>5,100,022</u>
		<u>8,346,287</u>
TOTAL CONVERTIBLE BONDS		<u>13,376,941</u>

Nonconvertible Bonds - 86.1%

Aerospace - 3.9%		
Allegheny Technologies, Inc.:		
4.875% 10/1/29	250,000	199,373
5.875% 12/1/27	5,715,000	5,060,587
Bombardier, Inc.:		
6% 2/15/28 (d)	2,030,000	1,521,282
7.125% 6/15/26 (d)	1,720,000	1,401,800
7.875% 4/15/27 (d)	6,425,000	5,293,925
BWX Technologies, Inc. 4.125% 6/30/28 (d)	2,565,000	2,282,850
Kaiser Aluminum Corp.:		
4.5% 6/1/31 (d)	485,000	367,087
4.625% 3/1/28 (d)	1,980,000	1,648,390
Moog, Inc. 4.25% 12/15/27 (d)	2,140,000	1,854,289
TransDigm, Inc.:		
4.625% 1/15/29	855,000	688,292
5.5% 11/15/27	9,310,000	7,913,500
7.5% 3/15/27	425,000	<u>400,949</u>
		<u>28,632,324</u>
Air Transportation - 0.1%		
American Airlines, Inc. / AAdvantage Loyalty IP Ltd. 5.5% 4/20/26 (d)	740,000	<u>679,901</u>
Automotive & Auto Parts - 0.3%		
Ford Motor Credit Co. LLC:		
2.9% 2/10/29	1,555,000	1,216,788
3.815% 11/2/27	925,000	<u>786,250</u>
		<u>2,003,038</u>
Banks & Thrifts - 0.1%		
Jane Street Group LLC/JSG Finance, Inc. 4.5% 11/15/29 (d)	560,000	<u>498,400</u>
Broadcasting - 1.1%		
Diamond Sports Group LLC/Diamond Sports Finance Co. 5.375% 8/15/26 (d)	5,215,000	1,303,750
Sinclair Television Group, Inc. 5.5% 3/1/30 (d)	990,000	728,956
Sirius XM Radio, Inc. 4% 7/15/28 (d)	2,920,000	2,525,800
TEGNA, Inc.:		
4.625% 3/15/28	1,100,000	1,028,500
5% 9/15/29	425,000	401,986
Univision Communications, Inc.:		
4.5% 5/1/29 (d)	1,265,000	1,058,834
6.625% 6/1/27 (d)	890,000	<u>847,378</u>
		<u>7,895,204</u>

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Building Materials - 0.6%		
Advanced Drain Systems, Inc. 5% 9/30/27 (d)	2,180,000	2,010,004
Builders FirstSource, Inc. 4.25% 2/1/32 (d)	1,270,000	966,686
SRS Distribution, Inc.:		
4.625% 7/1/28 (d)	780,000	682,500
6% 12/1/29 (d)	715,000	<u>561,439</u>
		<u>4,220,629</u>
Cable/Satellite TV - 3.5%		
CCO Holdings LLC/CCO Holdings Capital Corp.:		
4.25% 2/1/31 (d)	2,925,000	2,383,875
4.5% 8/15/30 (d)	1,750,000	1,452,987
4.5% 5/1/32	2,190,000	1,773,243
4.5% 6/1/33 (d)	1,870,000	1,473,597
CSC Holdings LLC:		
4.125% 12/1/30 (d)	795,000	620,100
4.625% 12/1/30 (d)	4,050,000	2,708,397
5.375% 2/1/28 (d)	2,720,000	2,352,800
5.75% 1/15/30 (d)	1,940,000	1,411,408
7.5% 4/1/28 (d)	1,270,000	1,060,450
Dolya Holdco 18 DAC 5% 7/15/28 (d)	950,000	786,095
Radiate Holdco LLC/Radiate Financial Service Ltd.:		
4.5% 9/15/26 (d)	2,685,000	2,315,222
6.5% 9/15/28 (d)	4,550,000	3,516,581
Telenet Finance Luxembourg Notes SARL 5.5% 3/1/28 (d)	3,000,000	2,647,200
Ziggo Bond Co. BV 5.125% 2/28/30 (d)	185,000	145,116
Ziggo BV 4.875% 1/15/30 (d)	990,000	<u>839,711</u>
		<u>25,486,782</u>
Capital Goods - 0.9%		
Mueller Water Products, Inc. 4% 6/15/29 (d)	1,110,000	968,297
Vertical Holdco GmbH 7.625% 7/15/28 (d)	1,315,000	1,180,213
Vertical U.S. Newco, Inc. 5.25% 7/15/27 (d)	4,830,000	<u>4,306,259</u>
		<u>6,454,769</u>
Chemicals - 3.5%		
CVR Partners LP 6.125% 6/15/28 (d)	1,179,000	1,054,052
Element Solutions, Inc. 3.875% 9/1/28 (d)	1,465,000	1,208,815
Kronos Acquisition Holdings, Inc. / KIK Custom Products, Inc.:		
5% 12/31/26 (d)	2,590,000	2,214,476
7% 12/31/27 (d)	260,000	195,000
LSB Industries, Inc. 6.25% 10/15/28 (d)	2,345,000	2,069,463
Methanex Corp.:		
5.125% 10/15/27	2,855,000	2,519,538
5.65% 12/1/44	1,257,000	883,354
NOVA Chemicals Corp.:		
4.25% 5/15/29 (d)	1,135,000	895,061
5% 5/1/25 (d)	530,000	484,457
5.25% 6/1/27 (d)	3,100,000	2,658,870
Nufarm Australia Ltd. 5% 1/27/30 (d)	1,480,000	1,250,600
Olympus Water U.S. Holding Corp.:		
4.25% 10/1/28 (d)	1,180,000	924,235
6.25% 10/1/29 (d)	1,250,000	868,544
SCIL IV LLC / SCIL U.S.A. Holdings LLC 5.375% 11/1/26 (d)	905,000	724,000

See accompanying notes which are an integral part of the financial statements.

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Chemicals – continued		
The Chemours Co. LLC:		
4.625% 11/15/29 (d)	1,075,000	845,466
5.375% 5/15/27	2,147,000	1,889,047
5.75% 11/15/28 (d)	4,510,000	3,843,557
W.R. Grace Holding LLC 5.625% 8/15/29 (d)	1,800,000	1,325,250
		<u>25,853,785</u>
Consumer Products - 0.3%		
Michaels Companies, Inc.:		
5.25% 5/1/28 (d)	810,000	636,636
7.875% 5/1/29 (d)	620,000	408,592
Nordstrom, Inc.:		
4.25% 8/1/31	950,000	719,939
4.375% 4/1/30	635,000	493,713
		<u>2,258,880</u>
Containers - 0.9%		
Graphic Packaging International, Inc. 3.75% 2/1/30 (d)		
	500,000	423,776
Sealed Air Corp. 5% 4/15/29 (d)	1,265,000	1,182,775
Trivium Packaging Finance BV:		
5.5% 8/15/26 (d)	2,845,000	2,676,206
8.5% 8/15/27 (d)	2,470,000	2,315,973
		<u>6,598,730</u>
Diversified Financial Services - 3.7%		
Altus Midstream LP 5.875% 6/15/30 (d)		
	890,000	847,827
Coinbase Global, Inc.:		
3.375% 10/1/28 (d)	2,595,000	1,633,436
3.625% 10/1/31 (d)	2,875,000	1,614,616
Hightower Holding LLC 6.75% 4/15/29 (d)	1,250,000	939,863
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
4.375% 2/1/29	1,860,000	1,503,178
5.25% 5/15/27	10,205,000	9,031,425
6.25% 5/15/26	4,405,000	4,096,650
Ladder Capital Finance Holdings LLLP/Ladder Capital Finance Corp.:		
4.25% 2/1/27 (d)	105,000	84,769
4.75% 6/15/29 (d)	820,000	630,931
OneMain Finance Corp.:		
3.5% 1/15/27	1,905,000	1,524,000
3.875% 9/15/28	3,375,000	2,581,875
7.125% 3/15/26	2,750,000	2,551,490
		<u>27,040,060</u>
Diversified Media - 1.2%		
Advantage Sales & Marketing, Inc. 6.5% 11/15/28 (d)		
	4,725,000	4,051,546
Nielsen Finance LLC/Nielsen Finance Co.:		
4.5% 7/15/29 (d)	1,110,000	1,002,758
5.625% 10/1/28 (d)	1,850,000	1,718,095
5.875% 10/1/30 (d)	910,000	835,526
Terrier Media Buyer, Inc. 8.875% 12/15/27 (d)	1,430,000	1,129,714
		<u>8,737,639</u>
Energy - 11.0%		
Apache Corp. 4.25% 1/15/30		
	445,000	394,381
Atlantica Sustainable Infrastructure PLC 4.125% 6/15/28 (d)		
	1,480,000	1,288,756

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Energy – continued		
Citgo Petroleum Corp. 6.375% 6/15/26 (d)		
	3,930,000	3,628,058
Colgate Energy Partners III LLC 5.875% 7/1/29 (d)		
	1,800,000	1,577,250
Comstock Resources, Inc.:		
5.875% 1/15/30 (d)	2,015,000	1,732,900
6.75% 3/1/29 (d)	2,390,000	2,140,078
Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp.:		
5.625% 5/1/27 (d)	5,198,000	4,626,220
5.75% 4/1/25	3,627,000	3,391,245
6% 2/1/29 (d)	2,560,000	2,233,805
CrownRock LP/CrownRock Finance, Inc.:		
5% 5/1/29 (d)	575,000	515,679
5.625% 10/15/25 (d)	130,000	122,200
CVR Energy, Inc.:		
5.25% 2/15/25 (d)	2,461,000	2,262,668
5.75% 2/15/28 (d)	3,209,000	2,861,471
Delek Logistics Partners LP 7.125% 6/1/28 (d)	2,780,000	2,502,000
DT Midstream, Inc. 4.125% 6/15/29 (d)	935,000	792,413
Endeavor Energy Resources LP/EER Finance, Inc.:		
5.75% 1/30/28 (d)	285,000	271,505
EnLink Midstream LLC 5.625% 1/15/28 (d)	395,000	362,321
EQM Midstream Partners LP:		
6.5% 7/1/27 (d)	800,000	743,840
7.5% 6/1/27 (d)	410,000	395,466
7.5% 6/1/30 (d)	410,000	393,864
Global Partners LP/GLP Finance Corp. 6.875% 1/15/29		
	1,285,000	1,087,404
Harvest Midstream I LP 7.5% 9/1/28 (d)	645,000	605,804
Hess Midstream Partners LP:		
4.25% 2/15/30 (d)	635,000	531,790
5.125% 6/15/28 (d)	2,465,000	2,212,338
Hilcorp Energy I LP/Hilcorp Finance Co.:		
5.75% 2/1/29 (d)	445,000	390,772
6.25% 11/1/28 (d)	445,000	419,417
Holly Energy Partners LP/Holly Energy Finance Corp.:		
5% 2/1/28 (d)	870,000	745,103
Mesquite Energy, Inc. 7.25% 2/15/23 (c)(d)(e)	5,722,000	1
New Fortress Energy, Inc.:		
6.5% 9/30/26 (d)	6,955,000	6,299,571
6.75% 9/15/25 (d)	8,015,000	7,574,175
NGL Energy Operating LLC/NGL Energy Finance Corp.:		
7.5% 2/1/26 (d)	5,480,000	4,932,000
NGL Energy Partners LP/NGL Energy Finance Corp.:		
7.5% 11/1/23	1,260,000	1,140,300
Occidental Petroleum Corp.:		
7.5% 5/1/31	1,440,000	1,548,000
7.875% 9/15/31	375,000	411,563
8.875% 7/15/30	1,270,000	1,458,058
Rockies Express Pipeline LLC:		
4.8% 5/15/30 (d)	250,000	208,125
4.95% 7/15/29 (d)	1,010,000	863,550
6.875% 4/15/40 (d)	385,000	318,588
SM Energy Co. 5.625% 6/1/25	1,165,000	1,100,925
Southwestern Energy Co. 4.75% 2/1/32	925,000	790,436

See accompanying notes which are an integral part of the financial statements.

Schedule of Investments (Unaudited) - Continued

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Energy – continued		
Sunoco LP/Sunoco Finance Corp.:		
4.5% 5/15/29	620,000	511,056
5.875% 3/15/28	500,000	455,879
Superior Plus LP / Superior General Partner, Inc. 4.5% 3/15/29 (d)	670,000	569,500
Tallgrass Energy Partners LP / Tallgrass Energy Finance Corp.:		
5.5% 1/15/28 (d)	2,252,000	1,914,583
6% 3/1/27 (d)	4,005,000	3,574,463
6% 12/31/30 (d)	2,070,000	1,718,100
6% 9/1/31 (d)	2,100,000	1,732,500
7.5% 10/1/25 (d)	625,000	604,859
Transocean Guardian Ltd. 5.875% 1/15/24 (d)	721,613	666,914
Transocean Phoenix 2 Ltd. 7.75% 10/15/24 (d)	135,000	129,600
Transocean Pontus Ltd. 6.125% 8/1/25 (d)	365,925	334,821
Transocean Poseidon Ltd. 6.875% 2/1/27 (d)	557,813	496,453
Transocean Proteus Ltd. 6.25% 12/1/24 (d)	148,500	138,476
Transocean Sentry Ltd. 5.375% 5/15/23 (d)	818,343	769,243
Venture Global Calcasieu Pass LLC:		
3.875% 8/15/29 (d)	1,220,000	1,067,165
4.125% 8/15/31 (d)	1,205,000	<u>1,029,697</u>
		<u>80,587,349</u>
Environmental - 1.3%		
Covanta Holding Corp. 4.875% 12/1/29 (d)	985,000	801,514
Darling Ingredients, Inc. 6% 6/15/30 (d)	510,000	508,292
Madison IAQ LLC:		
4.125% 6/30/28 (d)	2,380,000	1,965,745
5.875% 6/30/29 (d)	5,735,000	4,394,845
Stericycle, Inc.:		
3.875% 1/15/29 (d)	1,625,000	1,328,438
5.375% 7/15/24 (d)	325,000	<u>313,765</u>
		<u>9,312,599</u>
Food & Drug Retail - 1.0%		
Albertsons Companies LLC/Safeway, Inc./New Albertson's, Inc./Albertson's LLC:		
3.5% 3/15/29 (d)	4,942,000	3,999,630
4.875% 2/15/30 (d)	1,430,000	1,226,711
Emergent BioSolutions, Inc. 3.875% 8/15/28 (d)	2,115,000	1,499,391
Murphy Oil U.S.A., Inc. 3.75% 2/15/31 (d)	395,000	<u>335,651</u>
		<u>7,061,383</u>
Food/Beverage/Tobacco - 2.0%		
C&S Group Enterprises LLC 5% 12/15/28 (d)	3,700,000	2,748,636
JBS U.S.A. Lux SA / JBS Food Co. 5.5% 1/15/30 (d)	630,000	596,169
Lamb Weston Holdings, Inc. 4.125% 1/31/30 (d)	2,730,000	2,362,979
Performance Food Group, Inc. 5.5% 10/15/27 (d)	125,000	115,718
Post Holdings, Inc. 4.625% 4/15/30 (d)	1,125,000	949,241
Primo Water Holdings, Inc. 4.375% 4/30/29 (d)	2,945,000	2,405,270
TreeHouse Foods, Inc. 4% 9/1/28	480,000	391,075
Triton Water Holdings, Inc. 6.25% 4/1/29 (d)	4,605,000	3,269,550
U.S. Foods, Inc.:		
4.625% 6/1/30 (d)	475,000	400,445
4.75% 2/15/29 (d)	1,285,000	<u>1,123,334</u>
		<u>14,362,417</u>

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Gaming - 3.0%		
Affinity Gaming LLC 6.875% 12/15/27 (d)	2,425,000	2,037,097
Caesars Entertainment, Inc.:		
4.625% 10/15/29 (d)	1,170,000	909,675
8.125% 7/1/27 (d)	6,925,000	6,691,281
Fertitta Entertainment LLC / Fertitta Entertainment Finance Co., Inc. 6.75% 1/15/30 (d)	2,555,000	1,960,963
Golden Entertainment, Inc. 7.625% 4/15/26 (d)	3,070,000	3,039,300
Jacobs Entertainment, Inc. 6.75% 2/15/29 (d)	555,000	469,326
Melco Resorts Finance Ltd.:		
5.375% 12/4/29 (d)	940,000	564,503
5.75% 7/21/28 (d)	1,420,000	908,800
Premier Entertainment Sub LLC:		
5.625% 9/1/29 (d)	1,590,000	1,132,016
5.875% 9/1/31 (d)	750,000	520,510
Station Casinos LLC 4.5% 2/15/28 (d)	750,000	633,458
Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp. 5.25% 5/15/27 (d)	1,935,000	1,657,308
Wynn Macau Ltd. 5.5% 10/1/27 (d)	1,950,000	<u>1,248,000</u>
		<u>21,772,237</u>
Healthcare - 10.0%		
180 Medical, Inc. 3.875% 10/15/29 (d)	1,305,000	1,128,825
AMN Healthcare 4% 4/15/29 (d)	1,880,000	1,588,600
Avantor Funding, Inc.:		
3.875% 11/1/29 (d)	1,930,000	1,688,075
4.625% 7/15/28 (d)	998,000	914,867
Bausch Health Companies, Inc.:		
5% 1/30/28 (d)	1,420,000	756,150
7% 1/15/28 (d)	2,335,000	1,336,788
Cano Health, Inc. 6.25% 10/1/28 (d)	1,885,000	1,541,546
Catalent Pharma Solutions 3.5% 4/1/30 (d)	2,470,000	2,015,345
Charles River Laboratories International, Inc.:		
3.75% 3/15/29 (d)	660,000	572,781
4.25% 5/1/28 (d)	290,000	260,510
Community Health Systems, Inc.:		
4.75% 2/15/31 (d)	2,065,000	1,511,886
5.25% 5/15/30 (d)	2,210,000	1,679,379
5.625% 3/15/27 (d)	5,805,000	4,913,178
6% 1/15/29 (d)	2,135,000	1,768,677
6.125% 4/1/30 (d)	1,680,000	1,024,800
6.875% 4/15/29 (d)	2,095,000	1,351,275
8% 3/15/26 (d)	2,060,000	1,876,021
CTR Partnership LP/CareTrust Capital Corp. 3.875% 6/30/28 (d)	1,200,000	1,024,800
DaVita HealthCare Partners, Inc.:		
3.75% 2/15/31 (d)	510,000	365,665
4.625% 6/1/30 (d)	4,695,000	3,661,452
Embecta Corp. 5% 2/15/30 (d)	620,000	520,450
Grifols Escrow Issuer SA 4.75% 10/15/28 (d)	1,780,000	1,544,150
HealthEquity, Inc. 4.5% 10/1/29 (d)	3,090,000	2,703,750
Hologic, Inc.:		
3.25% 2/15/29 (d)	2,030,000	1,735,041
4.625% 2/1/28 (d)	395,000	369,621
Jazz Securities DAC 4.375% 1/15/29 (d)	2,625,000	2,334,981
MEDNAX, Inc. 5.375% 2/15/30 (d)	1,290,000	1,105,220

See accompanying notes which are an integral part of the financial statements.

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Healthcare – continued		
Minerva Merger Sub, Inc. 6.5% 2/15/30 (d)	4,145,000	3,446,941
ModivCare Escrow Issuer, Inc. 5% 10/1/29 (d)	450,000	363,484
Molina Healthcare, Inc. 3.875% 11/15/30 (d)	855,000	730,837
Option Care Health, Inc. 4.375% 10/31/29 (d)	1,910,000	1,637,825
Organon & Co. / Organon Foreign Debt Co-Issuer BV:		
4.125% 4/30/28 (d)	4,265,000	3,774,525
5.125% 4/30/31 (d)	730,000	629,866
Owens & Minor, Inc. 4.5% 3/31/29 (d)	585,000	477,653
Radiology Partners, Inc. 9.25% 2/1/28 (d)	2,216,000	1,664,260
RP Escrow Issuer LLC 5.25% 12/15/25 (d)	3,120,000	2,696,705
Teleflex, Inc. 4.25% 6/1/28 (d)	535,000	483,391
Tenet Healthcare Corp.:		
4.25% 6/1/29 (d)	2,345,000	1,974,982
4.375% 1/15/30 (d)	2,160,000	1,827,425
4.625% 6/15/28 (d)	4,245,000	3,696,461
6.125% 10/1/28 (d)	6,535,000	5,592,522
6.125% 6/15/30 (d)	1,640,000	1,513,031
6.25% 2/1/27 (d)	1,195,000	1,099,896
Valeant Pharmaceuticals International, Inc. 8.5% 1/31/27 (d)	670,000	469,838
		<u>73,373,475</u>
Homebuilders/Real Estate - 3.9%		
Ashton Woods U.S.A. LLC/Ashton Woods Finance Co. 4.625% 8/1/29 (d)	565,000	423,750
Howard Hughes Corp.:		
4.125% 2/1/29 (d)	775,000	597,748
4.375% 2/1/31 (d)	775,000	573,564
Kennedy-Wilson, Inc. 4.75% 2/1/30	2,880,000	2,253,600
MPT Operating Partnership LP/MPT Finance Corp.:		
4.625% 8/1/29	255,000	223,763
5% 10/15/27	5,430,000	4,966,658
Railworks Holdings LP 8.25% 11/15/28 (d)	1,660,000	1,498,150
Realty Group LLC/Realty Co-Issuer Corp. 5.75% 1/15/29 (d)	1,980,000	1,512,225
TopBuild Corp. 4.125% 2/15/32 (d)	2,135,000	1,643,610
Uniti Group LP / Uniti Group Finance, Inc.:		
4.75% 4/15/28 (d)	5,020,000	4,128,398
6.5% 2/15/29 (d)	14,955,000	10,954,518
		<u>28,775,984</u>
Hotels - 0.5%		
Hilton Domestic Operating Co., Inc.:		
3.625% 2/15/32 (d)	2,175,000	1,727,766
3.75% 5/1/29 (d)	295,000	250,204
4% 5/1/31 (d)	1,055,000	876,705
Wyndham Hotels & Resorts, Inc. 4.375% 8/15/28 (d)	1,060,000	927,140
		<u>3,781,815</u>
Insurance - 1.7%		
Alliant Holdings Intermediate LLC:		
4.25% 10/15/27 (d)	2,775,000	2,401,958
6.75% 10/15/27 (d)	8,317,000	7,380,339
AmWINS Group, Inc. 4.875% 6/30/29 (d)	2,535,000	2,075,969
AssuredPartners, Inc. 5.625% 1/15/29 (d)	795,000	636,423
		<u>12,494,689</u>

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Leisure - 2.8%		
Carnival Corp.:		
4% 8/1/28 (d)	1,085,000	889,700
5.75% 3/1/27 (d)	3,850,000	2,795,986
6% 5/1/29 (d)	3,190,000	2,229,013
6.65% 1/15/28	175,000	130,004
7.625% 3/1/26 (d)	4,445,000	3,433,763
MajorDrive Holdings IV LLC 6.375% 6/1/29 (d)	825,000	565,125
NCL Corp. Ltd.:		
3.625% 12/15/24 (d)	2,225,000	1,862,681
5.875% 3/15/26 (d)	525,000	412,067
7.75% 2/15/29 (d)	1,120,000	856,800
NCL Finance Ltd. 6.125% 3/15/28 (d)	370,000	269,175
Royal Caribbean Cruises Ltd.:		
4.25% 7/1/26 (d)	2,390,000	1,697,760
5.375% 7/15/27 (d)	875,000	636,011
5.5% 8/31/26 (d)	2,375,000	1,763,438
5.5% 4/1/28 (d)	2,785,000	1,935,575
Viking Ocean Cruises Ship VII Ltd. 5.625% 2/15/29 (d)	370,000	291,747
Voc Escrow Ltd. 5% 2/15/28 (d)	850,000	682,984
		<u>20,451,829</u>
Metals/Mining - 0.9%		
Eldorado Gold Corp. 6.25% 9/1/29 (d)	350,000	282,078
ERO Copper Corp. 6.5% 2/15/30 (d)	2,545,000	2,042,363
First Quantum Minerals Ltd. 6.875% 10/15/27 (d)	2,238,000	1,991,820
HudBay Minerals, Inc. 4.5% 4/1/26 (d)	500,000	418,390
Mineral Resources Ltd. 8.5% 5/1/30 (d)	790,000	778,150
PMHC II, Inc. 9% 2/15/30 (d)	1,185,000	835,336
		<u>6,348,137</u>
Paper - 0.7%		
Ardagh Metal Packaging Finance U.S.A. LLC/Ardagh Metal Packaging Finance PLC:		
4% 9/1/29 (d)	680,000	543,279
6% 6/15/27 (d)	1,155,000	1,140,563
Clydesdale Acquisition Holdings, Inc. 6.625% 4/15/29 (d)	455,000	427,532
Glaffelter Corp. 4.75% 11/15/29 (d)	810,000	567,000
SPA Holdings 3 OY 4.875% 2/4/28 (d)	2,600,000	2,170,414
		<u>4,848,788</u>
Publishing/Printing - 0.1%		
News Corp. 5.125% 2/15/32 (d)	940,000	832,370
Railroad - 0.3%		
First Student Bidco, Inc./First Transit Parent, Inc. 4% 7/31/29 (d)	3,050,000	2,439,357
Restaurants - 0.4%		
1011778 BC Unlimited Liability Co./New Red Finance, Inc. 4% 10/15/30 (d)	1,425,000	1,143,563
Yum! Brands, Inc. 4.625% 1/31/32	1,985,000	1,745,629
		<u>2,889,192</u>
Services - 5.6%		
ADT Corp. 4.125% 8/1/29 (d)	895,000	726,351
Adtalem Global Education, Inc. 5.5% 3/1/28 (d)	2,241,000	2,000,093
APX Group, Inc. 6.75% 2/15/27 (d)	837,000	776,235
Aramark Services, Inc. 5% 2/1/28 (d)	870,000	788,403

See accompanying notes which are an integral part of the financial statements.

Schedule of Investments (Unaudited) - Continued

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Services – continued		
ASGN, Inc. 4.625% 5/15/28 (d)	1,310,000	1,134,853
Booz Allen Hamilton, Inc. 3.875% 9/1/28 (d)	2,713,000	2,401,005
Brand Energy & Infrastructure Services, Inc. 8.5% 7/15/25 (d)	5,130,000	3,830,725
CoreCivic, Inc.:		
4.75% 10/15/27	2,485,000	2,037,700
8.25% 4/15/26	5,160,000	5,031,877
Fair Isaac Corp. 4% 6/15/28 (d)	1,155,000	1,023,145
Gartner, Inc.:		
3.625% 6/15/29 (d)	575,000	498,163
3.75% 10/1/30 (d)	205,000	174,506
GEMS MENASA Cayman Ltd. 7.125% 7/31/26 (d)	5,635,000	5,287,391
Legends Hospitality Holding Co. LLC/Legends Hospitality Co-Issuer, Inc. 5% 2/1/26 (d)	3,680,000	3,083,840
PowerTeam Services LLC 9.033% 12/4/25 (d)	490,000	394,842
Service Corp. International:		
4% 5/15/31	960,000	819,600
5.125% 6/1/29	1,420,000	1,337,910
Sotheby's 7.375% 10/15/27 (d)	4,315,000	3,999,027
The GEO Group, Inc. 6% 4/15/26	1,315,000	1,071,396
TriNet Group, Inc. 3.5% 3/1/29 (d)	1,930,000	1,589,683
WASH Multifamily Acquisition, Inc. 5.75% 4/15/26 (d)	3,468,000	<u>3,268,590</u>
		<u>41,275,335</u>
Steel - 0.3%		
Commercial Metals Co. 4.125% 1/15/30	940,000	791,483
Roller Bearing Co. of America, Inc. 4.375% 10/15/29 (d)	1,715,000	<u>1,459,321</u>
		<u>2,250,804</u>
Super Retail - 1.6%		
Bath & Body Works, Inc.:		
5.25% 2/1/28	235,000	198,270
6.625% 10/1/30 (d)	360,000	310,946
6.694% 1/15/27	850,000	794,595
Carvana Co.:		
4.875% 9/1/29 (d)	745,000	423,611
5.5% 4/15/27 (d)	1,245,000	803,445
5.875% 10/1/28 (d)	310,000	196,824
10.25% 5/1/30 (d)	170,000	139,400
EG Global Finance PLC:		
6.75% 2/7/25 (d)	2,170,000	2,046,060
8.5% 10/30/25 (d)	3,690,000	3,574,688
LBM Acquisition LLC 6.25% 1/15/29 (d)	1,295,000	833,740
Levi Strauss & Co. 3.5% 3/1/31 (d)	1,310,000	1,070,925
Wolverine World Wide, Inc. 4% 8/15/29 (d)	1,855,000	<u>1,488,341</u>
		<u>11,880,845</u>
Technology - 6.1%		
Acuris Finance U.S. 5% 5/1/28 (d)	3,360,000	2,788,195
Archex Buyer, Inc.:		
4.25% 6/1/28 (d)	1,240,000	1,009,614
6.125% 12/1/28 (d)	1,720,000	1,402,858
Black Knight InfoServ LLC 3.625% 9/1/28 (d)	2,525,000	2,184,125
Clarivate Science Holdings Corp.:		
3.875% 7/1/28 (d)	455,000	380,156

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Technology – continued		
Clarivate Science Holdings Corp.: – continued		
4.875% 7/1/29 (d)	460,000	377,660
CommScope, Inc.:		
4.75% 9/1/29 (d)	825,000	665,523
6% 3/1/26 (d)	1,015,000	934,845
7.125% 7/1/28 (d)	1,455,000	1,105,916
8.25% 3/1/27 (d)	435,000	343,868
Elastic NV 4.125% 7/15/29 (d)	2,310,000	1,928,342
Entegris Escrow Corp.:		
4.75% 4/15/29 (d)	1,290,000	1,201,284
5.95% 6/15/30 (d)	1,370,000	1,303,384
Gartner, Inc. 4.5% 7/1/28 (d)	1,470,000	1,349,761
II-VI, Inc. 5% 12/15/29 (d)	1,990,000	1,736,275
ION Trading Technologies Ltd. 5.75% 5/15/28 (d)	3,323,000	2,657,702
MicroStrategy, Inc. 6.125% 6/15/28 (d)	2,735,000	2,177,963
Northwest Fiber LLC/Northwest Fiber Finance Sub, Inc. 10.75% 6/1/28 (d)	705,000	627,302
onsemi 3.875% 9/1/28 (d)	1,115,000	981,798
Open Text Corp. 3.875% 12/1/29 (d)	2,540,000	2,137,791
Rackspace Hosting, Inc.:		
3.5% 2/15/28 (d)	1,695,000	1,328,007
5.375% 12/1/28 (d)	11,522,000	7,529,281
Roblox Corp. 3.875% 5/1/30 (d)	1,955,000	1,584,567
Sensata Technologies BV 4% 4/15/29 (d)	995,000	843,840
TTM Technologies, Inc. 4% 3/1/29 (d)	4,145,000	3,485,742
Twilio, Inc. 3.875% 3/15/31	730,000	600,622
Uber Technologies, Inc. 8% 11/1/26 (d)	2,220,000	<u>2,210,010</u>
		<u>44,876,431</u>
Telecommunications - 9.0%		
Alice Financing SA:		
5% 1/15/28 (d)	3,230,000	2,602,863
5.75% 8/15/29 (d)	6,895,000	5,533,238
Alice France Holding SA 6% 2/15/28 (d)	4,250,000	3,006,875
Alice France SA:		
5.125% 1/15/29 (d)	5,090,000	3,856,235
5.125% 7/15/29 (d)	3,525,000	2,661,375
5.5% 1/15/28 (d)	1,850,000	1,466,125
5.5% 10/15/29 (d)	3,705,000	2,829,879
C&W Senior Financing Designated Activity Co. 6.875% 9/15/27 (d)	9,905,000	8,889,738
Cablevision Lightpath LLC:		
3.875% 9/15/27 (d)	455,000	376,513
5.625% 9/15/28 (d)	360,000	281,614
Consolidated Communications, Inc. 5% 10/1/28 (d)	535,000	427,663
Frontier Communications Holdings LLC:		
5% 5/1/28 (d)	2,360,000	2,006,000
5.875% 10/15/27 (d)	940,000	845,156
5.875% 11/1/29	1,430,000	1,100,585
6% 1/15/30 (d)	1,240,000	954,118
6.75% 5/1/29 (d)	1,600,000	1,316,000
8.75% 5/15/30 (d)	955,000	965,495
Intelsat Jackson Holdings SA 6.5% 3/15/30 (d)	1,895,000	1,563,375

See accompanying notes which are an integral part of the financial statements.

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
Nonconvertible Bonds – continued		
Telecommunications – continued		
Level 3 Financing, Inc.:		
3.625% 1/15/29 (d)	340,000	262,158
4.25% 7/1/28 (d)	3,590,000	2,876,488
Lumen Technologies, Inc.:		
4.5% 1/15/29 (d)	4,700,000	3,498,657
5.125% 12/15/26 (d)	1,310,000	1,102,784
Millicom International Cellular SA 4.5% 4/27/31 (d)	200,000	148,000
Sable International Finance Ltd. 5.75% 9/7/27 (d)	464,000	423,307
SBA Communications Corp. 3.125% 2/1/29	935,000	765,298
Sprint Capital Corp.:		
6.875% 11/15/28	1,123,000	1,180,857
8.75% 3/15/32	1,575,000	1,895,481
Telecom Italia Capital SA:		
6% 9/30/34	1,185,000	893,810
7.2% 7/18/36	845,000	641,562
7.721% 6/4/38	235,000	181,303
Uniti Group, Inc. 6% 1/15/30 (d)	4,060,000	2,808,708
Virgin Media Secured Finance PLC 4.5% 8/15/30 (d)	690,000	566,980
VMED O2 UK Financing I PLC 4.25% 1/31/31 (d)	1,735,000	1,394,506
Windstream Escrow LLC 7.75% 8/15/28 (d)	5,460,000	4,395,300
Zayo Group Holdings, Inc.:		
4% 3/1/27 (d)	1,600,000	1,327,344
6.125% 3/1/28 (d)	1,020,000	736,552
		<u>65,781,942</u>
Textiles/Apparel - 0.2%		
Foot Locker, Inc. 4% 10/1/29 (d)	2,065,000	1,561,749
Kontoor Brands, Inc. 4.125% 11/15/29 (d)	335,000	266,030
		<u>1,827,779</u>
Transportation Ex Air/Rail - 0.5%		
Golar LNG Ltd. 7% 10/20/25 (d)	1,025,000	954,403
Great Lakes Dredge & Dock Corp. 5.25% 6/1/29 (d)	595,000	514,778
Seaspan Corp. 5.5% 8/1/29 (d)	3,290,000	2,625,826
		<u>4,095,007</u>
Utilities - 3.1%		
Clearway Energy Operating LLC:		
3.75% 2/15/31 (d)	1,005,000	810,251
4.75% 3/15/28 (d)	585,000	526,314
Global Partners LP/GLP Finance Corp. 7% 8/1/27	1,282,000	1,153,800
InterGen NV 7% 6/30/23 (d)	4,960,000	4,770,280
NRG Energy, Inc.:		
3.375% 2/15/29 (d)	1,535,000	1,237,839
5.25% 6/15/29 (d)	1,405,000	1,253,963
NSG Holdings II LLC/NSG Holdings, Inc. 7.75% 12/15/25 (d)	1,870,422	1,833,014
PG&E Corp.:		
5% 7/1/28	2,715,000	2,291,134
5.25% 7/1/30	4,455,000	3,665,039
Pike Corp. 5.5% 9/1/28 (d)	4,985,000	4,046,873
Vistra Operations Co. LLC 5.625% 2/15/27 (d)	1,455,000	1,368,078
		<u>22,956,585</u>
TOTAL NONCONVERTIBLE BONDS		<u>630,636,490</u>

Corporate Bonds – continued

	Principal Amount (a)	Value (\$)
TOTAL CORPORATE BONDS		644,013,431
(Cost \$770,891,275)		

Common Stocks – 1.8%

	Shares	Value (\$)
Cable/Satellite TV - 0.1%		
Alice U.S.A., Inc. Class A (f)	59,900	554,075
Energy - 1.4%		
California Resources Corp. warrants 10/27/24 (f)	1,768	18,157
Jonah Energy Parent LLC (c) (f)	58,499	2,661,705
Mesquite Energy, Inc. (c) (f)	82,533	4,838,897
New Fortress Energy, Inc.	32,000	1,266,240
Pioneer Natural Resources Co.	6,000	1,338,480
TOTAL ENERGY		<u>10,123,479</u>
Gaming - 0.1%		
Caesars Entertainment, Inc. (f)	32,100	1,229,430
Telecommunications - 0.0%		
CUI Acquisition Corp. Class E (c) (f)	1	35,011
GTT Communications, Inc. rights (c) (f)	92,208	92,208
TOTAL TELECOMMUNICATIONS		<u>127,219</u>
Utilities - 0.2%		
EQT Corp.	39,000	1,341,600
TOTAL COMMON STOCKS		13,375,903
(Cost \$10,616,767)		

Bank Loan Obligations – 5.3%

	Principal Amount (a)	Value (\$)
Broadcasting - 0.2%		
Diamond Sports Group LLC:		
1LN, term loan U.S. Secured Overnight Fin. Rate (SOFR) Indx + 8.000% 9.1808% 5/25/26 (g) (h) (i)	1,137,109	1,129,525
2LN, term loan 3 month U.S. LIBOR + 3.250% 4.4308% 8/24/26 (g) (h) (i)	2,563,935	598,243
TOTAL BROADCASTING		<u>1,727,768</u>
Building Materials - 0.1%		
Aproducts Holdings, Inc. Tranche B 1LN, term loan 1 month U.S. LIBOR + 4.250% 6.0622% 5/17/28 (g) (h) (i)	1,260,451	970,547
Chemicals - 0.4%		
Consolidated Energy Finance SA Tranche B 1LN, term loan 3 month U.S. LIBOR + 3.500% 4.0287% 5/7/25 (c) (g) (h) (i)	1,594,970	1,515,221
Olympus Water U.S. Holding Corp. Tranche B 1LN, term loan 1 month U.S. LIBOR + 3.750% 6.0625% 11/9/28 (g) (h) (i)	1,467,625	1,363,512
TOTAL CHEMICALS		<u>2,878,733</u>

See accompanying notes which are an integral part of the financial statements.

Schedule of Investments (Unaudited) - Continued

Bank Loan Obligations – continued

	Principal Amount (a)	Value (\$)
Consumer Products - 0.1%		
Michaels Companies, Inc. 11N, term loan 3 month U.S. LIBOR + 4.250% 6.5004% 4/15/28 (g) (h) (i)	798,322	<u>655,510</u>
Energy - 0.3%		
EG America LLC Tranche B 11N, term loan 3 month U.S. LIBOR + 4.000% 6.2504% 2/6/25 (g) (h) (i)	1,391,841	1,304,851
EG Finco Ltd. Tranche B, term loan 3 month U.S. LIBOR + 4.000% 6.2504% 2/6/25 (g) (h) (i)	937,758	879,148
Mesquite Energy, Inc.: 11N, term loan 3 month U.S. LIBOR + 8.000% 0% (c) (e) (g) (h) (i)	1,525,908	0
term loan 3 month U.S. LIBOR + 0.000% 0% (c) (e) (g) (h) (i)	658,000	<u>0</u>
TOTAL ENERGY		<u>2,183,999</u>
Gaming - 0.4%		
Ferfitta Entertainment LLC NV Tranche B 11N, term loan U.S. Secured Overnight Fin. Rate (SOFR) Indx + 4.000% 5.5253% 1/27/29 (g) (h) (i)	2,826,147	<u>2,599,009</u>
Healthcare - 0.5%		
Da Vinci Purchaser Corp. Tranche B 11N, term loan 3 month U.S. LIBOR + 4.000% 6.0306% 12/13/26 (g) (h) (i)	74,620	70,516
Gainwell Acquisition Corp. Tranche B 11N, term loan 3 month U.S. LIBOR + 4.000% 6.2504% 10/1/27 (g) (h) (i)	4,014,060	<u>3,788,269</u>
TOTAL HEALTHCARE		<u>3,858,785</u>
Insurance - 0.2%		
HUB International Ltd. Tranche B, term loan 3 month U.S. LIBOR + 3.000% 4.2137% 4/25/25 (g) (h) (i)	1,381,100	<u>1,305,001</u>
Leisure - 0.4%		
City Football Group Ltd. Tranche B 11N, term loan 1 month U.S. LIBOR + 3.500% 4.5983% 7/21/28 (g) (h) (i)	3,417,438	<u>3,126,955</u>
Paper - 0.1%		
Clydesdale Acquisition Holdings, Inc. 11N, term loan CME TERM SOFR 1 MONTH INDEX + 4.250% 5.8753% 3/30/29 (g) (h) (i)	570,000	<u>531,793</u>
Services - 0.6%		
ABG Intermediate Holdings 2 LLC: Tranche B 2LN, term loan 3 month U.S. LIBOR + 6.000% 7.6253% 12/20/29 (c) (g) (h) (i)	75,000	69,000
Tranche B1 LN, term loan U.S. Secured Overnight Fin. Rate (SOFR) Indx + 3.500% 5.1253% 12/21/28 (g) (h) (i)	345,000	321,713
Ascend Learning LLC: 2LN, term loan 1 month U.S. LIBOR + 5.750% 7.4161% 12/10/29 (g) (h) (i)	130,000	118,950
Tranche B 11N, term loan 1 month U.S. LIBOR + 3.500% 5.1661% 12/10/28 (g) (h) (i)	1,298,475	1,196,220
Brand Energy & Infrastructure Services, Inc. Tranche B, term loan 3 month U.S. LIBOR + 4.250% 5.4% 6/21/24 (g) (h) (i)	3,390,729	<u>2,921,690</u>
TOTAL SERVICES		<u>4,627,573</u>

Bank Loan Obligations – continued

	Principal Amount (a)	Value (\$)
Super Retail - 0.4%		
Bass Pro Group LLC Tranche B 11N, term loan 3 month U.S. LIBOR + 3.750% 5.4161% 3/5/28 (g) (h) (i)	1,561,068	1,419,011
LBM Acquisition LLC Tranche B 11N, term loan 3 month U.S. LIBOR + 3.750% 5.4161% 12/18/27 (g) (h) (i)	1,778,907	<u>1,453,705</u>
TOTAL SUPER RETAIL		<u>2,872,716</u>
Technology - 0.7%		
Acuris Finance U.S., Inc. 11N, term loan 3 month U.S. LIBOR + 4.000% 6.2044% 2/16/28 (g) (h) (i)	589,062	553,719
Athenahealth Group, Inc.: Tranche B 11N, term loan U.S. Secured Overnight Fin. Rate (SOFR) Indx + 3.500% 5.0091% 2/15/29 (g) (h) (i)	1,902,536	1,746,776
Tranche DD 11N, term loan U.S. Secured Overnight Fin. Rate (SOFR) Indx + 3.500% 2/15/29 (g) (h) (i) (j)	322,464	296,064
Central Parent, Inc. 11N, term loan CME TERM SOFR 1 MONTH INDEX + 4.500% 6/9/29 (g) (h) (i) (k)	345,000	325,207
CommScope, Inc. Tranche B 11N, term loan 3 month U.S. LIBOR + 3.250% 4.9161% 4/4/26 (g) (h) (i)	942,730	844,337
Rackspace Technology Global, Inc. Tranche B 11N, term loan 3 month U.S. LIBOR + 2.750% 4.16% 2/15/28 (g) (h) (i)	767,231	697,221
Verscend Holding Corp. Tranche B 11N, term loan 3 month U.S. LIBOR + 4.000% 5.6661% 8/27/25 (g) (h) (i)	464,754	<u>443,840</u>
TOTAL TECHNOLOGY		<u>4,907,164</u>
Telecommunications - 0.6%		
GTT Communications, Inc. Tranche B, term loan 3 month U.S. LIBOR + 4.750% 8.5% 5/31/25 (g) (h) (i)	3,558,601	2,779,160
Northwest Fiber LLC Tranche B 11N, term loan 3 month U.S. LIBOR + 3.750% 5.2593% 4/30/27 (g) (h) (i)	1,344,373	<u>1,193,131</u>
TOTAL TELECOMMUNICATIONS		<u>3,972,291</u>
Utilities - 0.3%		
Brookfield WEC Holdings, Inc. 11N, term loan CME TERM SOFR 1 MONTH INDEX + 3.750% 5.7474% 8/1/25 (g) (h) (i)	770,000	738,653
PG&E Corp. Tranche B 11N, term loan 3 month U.S. LIBOR + 3.000% 4.6875% 6/23/25 (g) (h) (i)	1,695,864	<u>1,594,960</u>
TOTAL UTILITIES		<u>2,333,613</u>
TOTAL BANK LOAN OBLIGATIONS (Cost \$44,202,890)		
		<u>38,551,457</u>
Other - 0.5%		
	Shares	Value (\$)
Other - 0.5%		
Fidelity Direct Lending Fund, LP (b) (l) (Cost \$3,722,430)		<u>3,704,087</u>

See accompanying notes which are an integral part of the financial statements.

Money Market Funds – 2.2%

	Shares	Value (\$)
Fidelity Cash Central Fund 1.58% (m) (Cost \$16,385,234)	16,381,958	<u>16,385,234</u>
TOTAL INVESTMENT IN SECURITIES – 97.7% (Cost \$845,818,596)		716,030,012
NET OTHER ASSETS (LIABILITIES) – 2.3%		<u>16,877,477</u>
NET ASSETS – 100.0%		<u><u>732,907,489</u></u>

Legend

- (a) Amount is stated in United States dollars unless otherwise noted.
- (b) Restricted securities (including private placements) – Investment in securities not registered under the Securities Act of 1933 (excluding 144A issues). At the end of the period, the value of restricted securities (excluding 144A issues) amounted to \$12,050,374 or 1.6% of net assets.
- (c) Level 3 security
- (d) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities amounted to \$534,920,515 or 73.0% of net assets.
- (e) Non-income producing – Security is in default.
- (f) Non-income producing
- (g) Coupon rates for floating and adjustable rate securities reflect the rates in effect at period end.
- (h) Coupon is indexed to a floating interest rate which may be multiplied by a specified factor and/or subject to caps or floors.
- (i) Remaining maturities of bank loan obligations may be less than the stated maturities shown as a result of contractual or optional prepayments by the borrower. Such prepayments cannot be predicted with certainty.

- (i) Position or a portion of the position represents an unfunded loan commitment. At period end, the total principal amount and market value of unfunded commitments totaled \$322,464 and \$299,085, respectively.
- (k) The coupon rate will be determined upon settlement of the loan after period end.
- (l) Affiliated Fund
- (m) Affiliated fund that is generally available only to investment companies and other accounts managed by Fidelity Investments. The rate quoted is the annualized seven-day yield of the fund at period end. A complete unaudited listing of the fund's holdings as of its most recent quarter end is available upon request. In addition, each Fidelity Central Fund's financial statements are available on the SEC's website or upon request.

Additional information on each restricted holding is as follows:

Security	Acquisition Date	Acquisition Cost (\$)
Fidelity Direct Lending Fund, LP	12/09/21 – 6/30/22	3,722,431
Mesquite Energy, Inc. 15% 7/15/23	7/10/20 – 1/18/22	649,253
Mesquite Energy, Inc. 15% 7/15/23	11/05/20 – 1/18/22	1,120,884

Affiliated Central Funds

Fiscal year to date information regarding the Fund's investments in Fidelity Central Funds, including the ownership percentage, is presented below.

Affiliate	Value, beginning of period (\$)	Purchases (\$)	Sales Proceeds (\$)	Dividend Income (\$)	Realized Gain (loss) (\$)	Change in Unrealized appreciation (depreciation) (\$)	Value, end of period (\$)	%ownership, end of period
Fidelity Cash Central Fund 1.58%	19,357,047	186,675,454	189,647,267	39,480	—	—	16,385,234	0.0%
Fidelity Securities Lending Cash Central Fund 1.58%	—	39,441,647	39,441,647	30,211	—	—	—	0.0%
Total	<u>19,357,047</u>	<u>226,117,101</u>	<u>229,088,914</u>	<u>69,691</u>	<u>—</u>	<u>—</u>	<u>16,385,234</u>	

Amounts in the income column in the above table include any capital gain distributions from underlying funds, which are presented in the corresponding line item in the Statement of Operations, if applicable.

Amount for Fidelity Securities Lending Cash Central Fund represents the income earned on investing cash collateral, less rebates paid to borrowers and any lending agent fees associated with the loan, plus any premium payments received for lending certain types of securities.

Affiliated Underlying Funds

Fiscal year to date information regarding the Fund's investments in affiliated Underlying Funds is presented below. Exchanges between classes of the same affiliated Underlying Funds may occur. If an Underlying Funds changes its name, the name presented below is the name in effect at period end.

See accompanying notes which are an integral part of the financial statements.

Schedule of Investments (Unaudited) - Continued

Affiliate	Value, beginning of period (\$)	Purchases (\$)	Sales Proceeds (\$)	Dividend Income (\$)	Realized Gain (loss) (\$)	Change in Unrealized appreciation (depreciation) (\$)	Value, end of period (\$)
Fidelity Direct Lending Fund, LP	1,504,067	2,218,363	—	90,834	—	(18,343)	3,704,087
	<u>1,504,067</u>	<u>2,218,363</u>	<u>—</u>	<u>90,834</u>	<u>—</u>	<u>(18,343)</u>	<u>3,704,087</u>

Amounts in the income column in the above table include any capital gain distributions from underlying funds, which are presented in the corresponding line item in the Statement of Operations, if applicable.

Investment Valuation

The following is a summary of the inputs used, as of June 30, 2022, involving the Fund's assets and liabilities carried at fair value. The inputs or methodology used for valuing securities may not be an indication of the risk associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used below, please refer to the Investment Valuation section in the accompanying Notes to Financial Statements.

Amounts in this Investment Valuation section exclude the value of Fidelity Direct Lending Fund, LP as presented in the Schedule of Investments. Fidelity Direct Lending Fund, LP is valued using NAV as a practical expedient.

Description	Valuation Inputs at Reporting Date:			
	Total (\$)	Level 1 (\$)	Level 2 (\$)	Level 3 (\$)
Investments in Securities:				
Equities:				
Communication Services	589,086	554,075	-	35,011
Consumer Discretionary	1,229,430	1,229,430	-	-
Energy	11,465,079	3,964,477	-	7,500,602
Information Technology	92,208	-	-	92,208
Corporate Bonds	644,013,431	-	635,667,143	8,346,288
Bank Loan Obligations	38,551,457	-	36,967,236	1,584,221
Money Market Funds	16,385,234	16,385,234	-	-
Total Investments in Securities:	<u>712,325,925</u>	<u>22,133,216</u>	<u>672,634,379</u>	<u>17,558,330</u>

The following is a reconciliation of Investments in Securities for which Level 3 inputs were used in determining value.

Investments in Securities:

Energy

Beginning Balance	\$	6,728,090
Net Realized Gain (Loss) on Investment Securities		—
Net Unrealized Gain (Loss) on Investment Securities		772,512
Cost of Purchases		—
Proceeds of Sales		—
Amortization/Accretion		—
Transfers into Level 3		—
Transfers out of Level 3		—
Ending Balance	\$	<u>7,500,602</u>

The change in unrealized gain (loss) for the period attributable to Level 3 securities held at June 30, 2022

\$ 772,512

Corporate Bonds

Beginning Balance	\$	5,561,322
Net Realized Gain (Loss) on Investment Securities		—
Net Unrealized Gain (Loss) on Investment Securities		2,720,213
Cost of Purchases		64,753
Proceeds of Sales		—
Amortization/Accretion		—
Transfers into Level 3		—
Transfers out of Level 3		—
Ending Balance	\$	<u>8,346,288</u>

The change in unrealized gain (loss) for the period attributable to Level 3 securities held at June 30, 2022

\$ 2,720,213

See accompanying notes which are an integral part of the financial statements.

Other Investments in Securities

Beginning Balance	\$	3,954,735
Net Realized Gain (Loss) on Investment Securities		1,310
Net Unrealized Gain (Loss) on Investment Securities		(48,538)
Cost of Purchases		—
Proceeds of Sales		(772,455)
Amortization/Accretion		5,455
Transfers into Level 3		75,000
Transfers out of Level 3		(1,504,067)
Ending Balance	\$	<u>1,711,440</u>
The change in unrealized gain (loss) for the period attributable to Level 3 securities held at June 30, 2022	\$	<u>(48,538)</u>

The information used in the above reconciliation represents fiscal year to date activity for any Investments in Securities identified as using Level 3 inputs at either the beginning or the end of the current fiscal period. Cost of purchases and proceeds of sales may include securities received and/or delivered through in-kind transactions. Transfers into Level 3 were attributable to a lack of observable market data resulting from decreases in market activity, decreases in liquidity, security restructurings or corporate actions. Transfers out of Level 3 were attributable to observable market data becoming available for those securities. Transfers in or out of Level 3 represent the beginning value of any Security or Instrument where a change in the pricing level occurred from the beginning to the end of the period. The cost of purchases and the proceeds of sales may include securities received or delivered through corporate actions or exchanges. Realized and unrealized gains (losses) disclosed in the reconciliation are included in Net Gain (Loss) on the Fund's Statement of Operations.

See accompanying notes which are an integral part of the financial statements.

Financial Statements

Statement of Assets and Liabilities

June 30, 2022
(Unaudited)

Assets

Investment in securities, at value — See accompanying schedule:		
Unaffiliated issuers (cost \$825,710,932)	\$695,940,691	
Fidelity Central Funds (cost \$16,385,234)	16,385,234	
Other affiliated issuers (cost \$3,722,430)	3,704,087	
	<hr/>	
Total Investment in Securities (cost \$845,818,596)		\$ 716,030,012
Receivable for investments sold		5,871,764
Receivable for fund shares sold		943,956
Dividends receivable		20,526
Interest receivable		12,032,423
Distributions receivable from Fidelity Central Funds		35,802
		<hr/>
Total assets		734,934,483

Liabilities

Payable to custodian bank	\$37,959	
Payable for investments purchased	1,162,060	
Payable for fund shares redeemed	315,940	
Accrued management fee	360,166	
Distribution and service plan fees payable	31,957	
Other affiliated payables	79,138	
Other payables and accrued expenses	39,774	
	<hr/>	
Total Liabilities		2,026,994

Net Assets \$ 732,907,489

Net Assets consist of:

Paid in capital \$ 935,516,756

Total accumulated earnings (loss) (202,609,267)

Net Assets \$ 732,907,489

Net Asset Value and Maximum Offering Price

Initial Class :

Net Asset Value, offering price and redemption price per share (\$239,192,367 ÷ 53,098,317 shares) \$ 4.50

Service Class :

Net Asset Value, offering price and redemption price per share (\$43,941,088 ÷ 9,840,833 shares) \$ 4.47

Service Class 2 :

Net Asset Value, offering price and redemption price per share (\$120,556,187 ÷ 27,989,216 shares) \$ 4.31

Investor Class :

Net Asset Value, offering price and redemption price per share (\$329,217,847 ÷ 73,578,543 shares) \$ 4.47

See accompanying notes which are an integral part of the financial statements.

Statement of Operations

		Six months ended June 30, 2022 (Unaudited)
Investment Income		
Dividends (including \$90,834 earned from affiliated issuers)		\$ 391,848
Interest		23,269,552
Income from Fidelity Central Funds (including \$30,211 from security lending)		69,691
Total Income		<u>23,731,091</u>
Expenses		
Management fee	\$ 2,370,591	
Transfer agent fees	361,144	
Distribution and service plan fees	203,387	
Accounting fees	158,868	
Custodian fees and expenses	5,473	
Independent trustees' fees and expenses	1,517	
Audit	40,936	
Legal	166,136	
Interest	344	
Miscellaneous	1,761	
Total expenses before reductions	<u>3,310,157</u>	
Expense reductions	<u>(7,589)</u>	
Total expenses after reductions		<u>3,302,568</u>
Net Investment income (loss)		<u>20,428,523</u>
Realized and Unrealized Gain (Loss)		
Net realized gain (loss) on:		
Investment Securities:		
Unaffiliated issuers	(10,591,197)	
Total net realized gain (loss)		(10,591,197)
Change in net unrealized appreciation (depreciation) on:		
Investment Securities:		
Unaffiliated issuers	(140,593,067)	
Affiliated issuers	(18,343)	
Total change in net unrealized appreciation (depreciation)		<u>(140,611,410)</u>
Net gain (loss)		<u>(151,202,607)</u>
Net increase (decrease) in net assets resulting from operations		<u>\$ (130,774,084)</u>

See accompanying notes which are an integral part of the financial statements.

Financial Statements (Unaudited) - Continued

Statement of Changes in Net Assets

	Six months ended June 30, 2022 (Unaudited)	Year ended December 31, 2021
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	\$ 20,428,523	\$ 44,147,271
Net realized gain (loss)	(10,591,197)	21,951,238
Change in net unrealized appreciation (depreciation)	(140,611,410)	(23,268,129)
Net increase (decrease) in net assets resulting from operations	<u>(130,774,084)</u>	<u>42,830,380</u>
Distributions to shareholders	(358,625)	(51,264,851)
Share transactions - net increase (decrease)	(111,325,847)	14,687,529
Total increase (decrease) in net assets	(242,458,556)	6,253,058
Net Assets		
Beginning of period	975,366,045	969,112,987
End of period	<u>\$ 732,907,489</u>	<u>\$ 975,366,045</u>

See accompanying notes which are an integral part of the financial statements.

Financial Highlights

High Income Portfolio Initial Class

	Six months ended (Unaudited) June 30, 2022	Years ended December 31, 2021	2020	2019	2018	2017
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.25	\$ 5.31	\$ 5.43	\$ 4.97	\$ 5.46	\$ 5.38
Income from Investment Operations						
Net investment income (loss) ^{A,B}	.118	.245	.266	.286	.288	.290
Net realized and unrealized gain (loss)	(.866)	(.016)	(.121)	.457	(.473)	.091
Total from investment operations	(.748)	.229	.145	.743	(.185)	.381
Distributions from net investment income	(.002)	(.289)	(.265)	(.283)	(.305)	(.301)
Total distributions	(.002)	(.289)	(.265)	(.283)	(.305)	(.301)
Net asset value, end of period	\$ 4.50	\$ 5.25	\$ 5.31	\$ 5.43	\$ 4.97	\$ 5.46
Total Return ^{C,D,E}	(14.25)%	4.41%	2.75%	15.11%	(3.46)%	7.13%
Ratios to Average Net Assets ^{B,F,G}						
Expenses before reductions	.71% ^H	.67%	.67%	.67%	.67%	.67%
Expenses net of fee waivers, if any	.71% ^H	.66%	.67%	.67%	.67%	.67%
Expenses net of all reductions	.71% ^H	.66%	.67%	.67%	.67%	.67%
Net investment income (loss)	4.82% ^H	4.57%	5.14%	5.31%	5.33%	5.22%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 239,192	\$ 312,771	\$ 313,973	\$ 327,442	\$ 299,239	\$ 355,469
Portfolio turnover rate ^I	32% ^H	66%	72%	30%	69%	70%

^A Calculated based on average shares outstanding during the period.

^B Net investment income (loss) is affected by the timing of the declaration of dividends by any underlying mutual funds or exchange-traded funds (ETFs). Net investment income (loss) of any such underlying funds is not included in the Fund's net investment income (loss) ratio.

^C Total returns for periods of less than one year are not annualized.

^D Total returns do not reflect charges attributable to your insurance company's separate account. Inclusion of these charges would reduce the total returns shown.

^E Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

^F Fees and expenses of any underlying mutual funds or exchange-traded funds (ETFs) are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of these expenses. For additional expense information related to investments in Fidelity Central Funds, please refer to the "Investments in Fidelity Central Funds" note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report. For additional expense information related to investments in Fidelity Direct Lending Fund, LP, please refer to the Investment in Fidelity Direct Lending Fund, LP note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report.

^G Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed, waived, or reduced through arrangements with the investment adviser, brokerage services, or other offset arrangements, if applicable, and do not represent the amount paid by the class during periods when reimbursements, waivers or reductions occur.

^H Annualized

^I Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

See accompanying notes which are an integral part of the financial statements.

Financial Highlights (Unaudited) - Continued

High Income Portfolio Service Class

	Six months ended (Unaudited) June 30, 2022	Years ended December 31, 2021	2020	2019	2018	2017
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.21	\$ 5.26	\$ 5.38	\$ 4.93	\$ 5.42	\$ 5.34
Income from Investment Operations						
Net investment income (loss) ^{A,B}	.115	.238	.259	.279	.280	.283
Net realized and unrealized gain (loss)	(.853)	(.007)	(.120)	.449	(.471)	.092
Total from investment operations	(.738)	.231	.139	.728	(.191)	.375
Distributions from net investment income	(.002)	(.281)	(.259)	(.278)	(.299)	(.295)
Total distributions	(.002)	(.281)	(.259)	(.278)	(.299)	(.295)
Net asset value, end of period	\$ 4.47	\$ 5.21	\$ 5.26	\$ 5.38	\$ 4.93	\$ 5.42
Total Return ^{C,D,E}	(14.17)%	4.50%	2.65%	14.92%	(3.60)%	7.07%
Ratios to Average Net Assets ^{B,F,G}						
Expenses before reductions	.81% ^H	.77%	.77%	.77%	.77%	.77%
Expenses net of fee waivers, if any	.81% ^H	.76%	.77%	.77%	.77%	.77%
Expenses net of all reductions	.81% ^H	.76%	.77%	.77%	.77%	.77%
Net investment income (loss)	4.72% ^H	4.47%	5.04%	5.21%	5.23%	5.12%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 43,941	\$ 53,927	\$ 53,326	\$ 66,123	\$ 58,231	\$ 68,104
Portfolio turnover rate ^I	32% ^H	66%	72%	30%	69%	70%

^A Calculated based on average shares outstanding during the period.

^B Net investment income (loss) is affected by the timing of the declaration of dividends by any underlying mutual funds or exchange-traded funds (ETFs). Net investment income (loss) of any such underlying funds is not included in the Fund's net investment income (loss) ratio.

^C Total returns for periods of less than one year are not annualized.

^D Total returns do not reflect charges attributable to your insurance company's separate account. Inclusion of these charges would reduce the total returns shown.

^E Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

^F Fees and expenses of any underlying mutual funds or exchange-traded funds (ETFs) are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of these expenses. For additional expense information related to investments in Fidelity Central Funds, please refer to the "Investments in Fidelity Central Funds" note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report. For additional expense information related to investments in Fidelity Direct Lending Fund, LP, please refer to the Investment in Fidelity Direct Lending Fund, LP note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report.

^G Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed, waived, or reduced through arrangements with the investment adviser, brokerage services, or other offset arrangements, if applicable, and do not represent the amount paid by the class during periods when reimbursements, waivers or reductions occur.

^H Annualized

^I Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

See accompanying notes which are an integral part of the financial statements.

High Income Portfolio Service Class 2

	Six months ended (Unaudited) June 30, 2022	Years ended December 31, 2021	2020	2019	2018	2017
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.03	\$ 5.09	\$ 5.22	\$ 4.79	\$ 5.27	\$ 5.20
Income from Investment Operations						
Net investment income (loss) ^{A,B}	.108	.222	.244	.262	.264	.267
Net realized and unrealized gain (loss)	(.826)	(.009)	(.121)	.438	(.451)	.090
Total from investment operations	(.718)	.213	.123	.700	(.187)	.357
Distributions from net investment income	(.002)	(.273)	(.253)	(.270)	(.293)	(.287)
Total distributions	(.002)	(.273)	(.253)	(.270)	(.293)	(.287)
Net asset value, end of period	\$ 4.31	\$ 5.03	\$ 5.09	\$ 5.22	\$ 4.79	\$ 5.27
Total Return ^{C,D,E}	(14.28)%	4.29%	2.42%	14.77%	(3.63)%	6.91%
Ratios to Average Net Assets ^{B,F,G}						
Expenses before reductions	.96% ^H	.92%	.92%	.92%	.92%	.92%
Expenses net of fee waivers, if any	.96% ^H	.91%	.92%	.92%	.92%	.92%
Expenses net of all reductions	.96% ^H	.91%	.92%	.92%	.92%	.92%
Net investment income (loss)	4.57% ^H	4.32%	4.89%	5.06%	5.08%	4.97%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 120,556	\$ 166,773	\$ 170,257	\$ 187,747	\$ 139,564	\$ 166,993
Portfolio turnover rate ^I	32% ^H	66%	72%	30%	69%	70%

^A Calculated based on average shares outstanding during the period.

^B Net investment income (loss) is affected by the timing of the declaration of dividends by any underlying mutual funds or exchange-traded funds (ETFs). Net investment income (loss) of any such underlying funds is not included in the Fund's net investment income (loss) ratio.

^C Total returns for periods of less than one year are not annualized.

^D Total returns do not reflect charges attributable to your insurance company's separate account. Inclusion of these charges would reduce the total returns shown.

^E Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

^F Fees and expenses of any underlying mutual funds or exchange-traded funds (ETFs) are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of these expenses. For additional expense information related to investments in Fidelity Central Funds, please refer to the "Investments in Fidelity Central Funds" note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report. For additional expense information related to investments in Fidelity Direct Lending Fund, LP, please refer to the Investment in Fidelity Direct Lending Fund, LP note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report.

^G Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed, waived, or reduced through arrangements with the investment adviser, brokerage services, or other offset arrangements, if applicable, and do not represent the amount paid by the class during periods when reimbursements, waivers or reductions occur.

^H Annualized

^I Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

See accompanying notes which are an integral part of the financial statements.

Financial Highlights (Unaudited) - Continued

High Income Portfolio Investor Class

	Six months ended (Unaudited) June 30, 2022	Years ended December 31, 2021	2020	2019	2018	2017
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.22	\$ 5.27	\$ 5.39	\$ 4.94	\$ 5.43	\$ 5.36
Income from Investment Operations						
Net investment income (loss) ^{A,B}	.117	.242	.263	.283	.284	.287
Net realized and unrealized gain (loss)	(.865)	(.004)	(.119)	.448	(.470)	.083
Total from investment operations	(.748)	.238	.144	.731	(.186)	.370
Distributions from net investment income	(.002)	(.288)	(.264)	(.281)	(.304)	(.300)
Total distributions	(.002)	(.288)	(.264)	(.281)	(.304)	(.300)
Net asset value, end of period	\$ 4.47	\$ 5.22	\$ 5.27	\$ 5.39	\$ 4.94	\$ 5.43
Total Return ^{C,D,E}	(14.33)%	4.63%	2.74%	14.94%	(3.50)%	6.95%
Ratios to Average Net Assets ^{B,F,G}						
Expenses before reductions	.74% ^H	.70%	.71%	.70%	.71%	.71%
Expenses net of fee waivers, if any	.74% ^H	.70%	.71%	.70%	.71%	.71%
Expenses net of all reductions	.74% ^H	.70%	.71%	.70%	.71%	.71%
Net investment income (loss)	4.79% ^H	4.53%	5.11%	5.28%	5.30%	5.18%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 329,218	\$ 441,896	\$ 431,557	\$ 462,593	\$ 391,173	\$ 456,983
Portfolio turnover rate ^I	32% ^H	66%	72%	30%	69%	70%

^A Calculated based on average shares outstanding during the period.

^B Net investment income (loss) is affected by the timing of the declaration of dividends by any underlying mutual funds or exchange-traded funds (ETFs). Net investment income (loss) of any such underlying funds is not included in the Fund's net investment income (loss) ratio.

^C Total returns for periods of less than one year are not annualized.

^D Total returns do not reflect charges attributable to your insurance company's separate account. Inclusion of these charges would reduce the total returns shown.

^E Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

^F Fees and expenses of any underlying mutual funds or exchange-traded funds (ETFs) are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of these expenses. For additional expense information related to investments in Fidelity Central Funds, please refer to the "Investments in Fidelity Central Funds" note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report. For additional expense information related to investments in Fidelity Direct Lending Fund, LP, please refer to the Investment in Fidelity Direct Lending Fund, LP note found in the Notes to Financial Statements section of the most recent Annual or Semi-Annual report.

^G Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed, waived, or reduced through arrangements with the investment adviser, brokerage services, or other offset arrangements, if applicable, and do not represent the amount paid by the class during periods when reimbursements, waivers or reductions occur.

^H Annualized

^I Amount does not include the portfolio activity of any underlying mutual funds or exchange-traded funds (ETFs).

See accompanying notes which are an integral part of the financial statements.

Notes to Financial Statements (Unaudited)

For the period ended June 30, 2022

1. Organization.

VIP High Income Portfolio (the Fund) is a fund of Variable Insurance Products Fund (the Trust) and is authorized to issue an unlimited number of shares. The Trust is registered under the Investment Company Act of 1940, as amended (the 1940 Act), as an open-end management investment company organized as a Massachusetts business trust. Shares of the Fund may only be purchased by insurance companies for the purpose of funding variable annuity or variable life insurance contracts. The Fund offers the following classes of shares: Initial Class shares, Service Class shares, Service Class 2 shares and Investor Class shares. All classes have equal rights and voting privileges, except for matters affecting a single class.

2. Investments in Fidelity Central Funds.

Funds may invest in Fidelity Central Funds, which are open-end investment companies generally available only to other investment companies and accounts managed by the investment adviser and its affiliates. The Schedule of Investments lists any Fidelity Central Funds held as an investment as of period end, but does not include the underlying holdings of each Fidelity Central Fund. An investing fund indirectly bears its proportionate share of the expenses of the underlying Fidelity Central Funds.

Based on its investment objective, each Fidelity Central Fund may invest or participate in various investment vehicles or strategies that are similar to those of the investing fund. These strategies are consistent with the investment objectives of the investing fund and may involve certain economic risks which may cause a decline in value of each of the Fidelity Central Funds and thus a decline in the value of the investing fund.

Fidelity Central Fund	Investment Manager	Investment Objective	Investment Practices	Expense Ratio ^A
Fidelity Money Market Central Funds	Fidelity Management & Research Company LLC (FMR)	Each fund seeks to obtain a high level of current income consistent with the preservation of capital and liquidity.	Short-term Investments	Less than .005%

^AExpenses expressed as a percentage of average net assets and are as of each underlying Central Fund's most recent annual or semi-annual shareholder report.

A complete unaudited list of holdings for each Fidelity Central Fund is available upon request or at the Securities and Exchange Commission website at www.sec.gov. In addition, the financial statements of the Fidelity Central Funds which contain the significant accounting policies (including investment valuation policies) of those funds, and are not covered by the Report of Independent Registered Public Accounting Firm, are available on the Securities and Exchange Commission website or upon request.

3. Investment in Fidelity Direct Lending Fund, LP.

The Fund invests in Fidelity Direct Lending Fund, LP, which is a limited partnership available only to certain investment companies managed by the investment adviser and its affiliates. The Fund's limited partnership interest is not registered under the Securities Act of 1933, and is subject to substantial restrictions on transfer. The Fund has no redemption rights under the partnership agreement. There will be no trading market for the partnership interest, and the Fund most likely will hold its interest until Fidelity Direct Lending Fund, LP converts by operation of law to a Delaware corporation, trust, or other limited liability entity and (i) registers as a closed-end management investment company under the 1940 Act or (ii) elects to be treated as a business development company under the 1940 Act.

Based on its investment objective, Fidelity Direct Lending Fund, LP may invest or participate in various investments or strategies that are similar to those in which the Fund may invest or participate. These strategies are consistent with the investment objectives of the Fund and may involve certain economic risks which may cause a decline in value of Fidelity Direct Lending Fund, LP and thus a decline in the value of the Fund. The Fidelity Direct Lending Fund, LP intends to invest primarily in direct loans made to private U.S. companies, specifically small- and middle-market companies.

The Schedule of Investments lists Fidelity Direct Lending Fund, LP as an investment as of period end, but does not include the underlying holdings of Fidelity Direct Lending Fund, LP. Fidelity Direct Lending Fund, LP represented less than 5% of the Fund's net assets at period end. The Fund indirectly bears its proportionate share of the expenses of Fidelity Direct Lending Fund, LP, which commenced operations on December 8, 2021. The annual expense ratio for Fidelity Direct Lending Fund, LP for the period ended April 30, 2022 was .07%.

4. Significant Accounting Policies.

The Fund is an investment company and applies the accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946 Financial Services - Investment Companies. The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), which require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. Subsequent events, if any, through the date that the financial statements were issued have been evaluated in the preparation of the financial statements. The Fund's Schedule of Investments lists any underlying mutual funds or exchange-traded funds (ETFs) but does not include the underlying holdings of these funds. The following summarizes the significant accounting policies of the Fund:

Investment Valuation. Investments are valued as of 4:00 p.m. Eastern time on the last calendar day of the period. The Board of Trustees (the Board) has delegated the day to day responsibility for the valuation of the Fund's investments to the Fair Value Committee (the Committee) established by the Fund's investment adviser. In accordance with valuation policies and procedures approved by the Board, the Fund attempts to obtain prices from one or more third party pricing vendors or brokers to value its investments. When current market prices, quotations or currency exchange rates are not readily available or reliable, investments will be fair valued in good faith by the Committee, in accordance with procedures adopted by the Board. Factors used in determining fair value vary by investment type and may include market or investment specific events, changes in interest rates and credit quality. The frequency with which these

Notes to Financial Statements (Unaudited) – continued

procedures are used cannot be predicted and they may be utilized to a significant extent. The Committee oversees the Fund's valuation policies and procedures and reports to the Board on the Committee's activities and fair value determinations. The Board monitors the appropriateness of the procedures used in valuing the Fund's investments and ratifies the fair value determinations of the Committee.

The Fund categorizes the inputs to valuation techniques used to value its investments into a disclosure hierarchy consisting of three levels as shown below:

Level 1 - unadjusted quoted prices in active markets for identical investments

Level 2 - other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, etc.)

Level 3 - unobservable inputs (including the Fund's own assumptions based on the best information available)

Valuation techniques used to value the Fund's investments by major category are as follows:

Debt securities, including restricted securities, are valued based on evaluated prices received from third party pricing vendors or from brokers who make markets in such securities. Corporate bonds and bank loan obligations are valued by pricing vendors who utilize matrix pricing which considers yield or price of bonds of comparable quality, coupon, maturity and type or by broker-supplied prices. When independent prices are unavailable or unreliable, debt securities may be valued utilizing pricing methodologies which consider similar factors that would be used by third party pricing vendors. Debt securities are generally categorized as Level 2 in the hierarchy but may be Level 3 depending on the circumstances. The Fund invests a significant portion of its assets in below investment grade securities. The value of these securities can be more volatile due to changes in the credit quality of the issuer and is sensitive to changes in economic, market and regulatory conditions.

Equity securities, including restricted securities, for which market quotations are readily available, are valued at the last reported sale price or official closing price as reported by a third party pricing vendor on the primary market or exchange on which they are traded and are categorized as Level 1 in the hierarchy. In the event there were no sales during the day or closing prices are not available, securities are valued at the last quoted bid price or may be valued using the last available price and are generally categorized as Level 2 in the hierarchy. For equity securities, including restricted securities, where observable inputs are limited, assumptions about market activity and risk are used and these securities may be categorized as Level 3 in the hierarchy. Securities, including private placements or other restricted securities, for which observable inputs are not available are valued using alternate valuation approaches, including the market approach, the income approach and cost approach, and are categorized as Level 3 in the hierarchy. The market approach considers factors including the price of recent investments in the same or a similar security or financial metrics of comparable securities. The income approach considers factors including expected future cash flows, security specific risks and corresponding discount rates. The cost approach considers factors including the value of the security's underlying assets and liabilities.

Investments in open-end mutual funds, including the Fidelity Central Funds, are valued at their closing net asset value (NAV) each business day and are categorized as Level 1 in the hierarchy.

Fidelity Direct Lending Fund, LP is valued using NAV as a practical expedient in accordance with the specialized accounting guidance for investment companies.

The following provides information on Level 3 securities held by the Fund that were valued at period end based on unobservable inputs. These amounts exclude valuations provided by a broker and valuations using NAV as a practical expedient.

Asset Type	Fair Value	Valuation Technique(s)	Unobservable Input	Amount or Range/Weighted Average	Impact to Valuation from an Increase in Input ^A
Equities	\$7,627,821	Recovery value Market comparable	Recovery value	\$1.00-\$45,228.15/\$12,447.66	Increase
			Book value multiple	1.0	Increase
			Discount rate	10.0%	Decrease
			Discount for lack of marketability	10.0%	Decrease
			Enterprise value/EBITDA multiple (EV/EBITDA)	2.3-2.9/2.5	Increase
			Comparable sales - land (\$/Acre)	\$5,000.00 - \$5,300.00 / \$5,193.54	Increase
			Daily production multiple (\$/Million cubic feet per day)	\$1,900.00	Increase
Corporate Bonds	\$8,346,288	Recovery value	Daily production multiple (\$/Barrels of oil equivalent per day)	\$17,500.00	Increase
			Recovery value	\$0.00	Increase

		Market comparable	Book value multiple	1.0	Increase
			Discount rate	10.0%	Decrease
			Discount for lack of marketability	10.0%	Decrease
			Enterprise value/EBITDA multiple (EV/EBITDA)	2.3	Increase
			Comparable sales - land (\$/Acre)	\$5,300	Increase
			Daily production multiple (\$/Barrels of oil equivalent per day)	\$17,500.00	Increase
Bank Loan Obligations	\$1,584,221	Recovery value	Recovery value	\$0.00	Increase
		Indicative market price	Evaluated bid	\$92.00 - \$95.00 / \$94.87	Increase

⁴Represents the directional change in the fair value of the Level 3 investments that could have resulted from an increase in the corresponding input as of period end. A decrease to the unobservable input would have had the opposite effect. Significant changes in these inputs may have resulted in a significantly higher or lower fair value measurement at period end.

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. The aggregate value of investments by input level as of June 30, 2022, as well as a roll forward of Level 3 investments, is included at the end of the Fund's Schedule of Investments.

Investment Transactions and Income. For financial reporting purposes, the Fund's investment holdings and NAV include trades executed through the end of the last business day of the period. The NAV per share for processing shareholder transactions is calculated as of the close of business of the New York Stock Exchange (NYSE), normally 4:00 p.m. Eastern time and includes trades executed through the end of the prior business day. Gains and losses on securities sold are determined on the basis of identified cost. Commissions paid to certain brokers with whom the investment adviser, or its affiliates, places trades on behalf of a fund include an amount in addition to trade execution, which may be rebated back to a fund. Any such rebates are included in net realized gain (loss) on investments in the Statement of Operations. Dividend income is recorded on the ex-dividend date. Income and capital gain distributions from Fidelity Central Funds, if any, are recorded on the ex-dividend date. Interest income is accrued as earned and includes coupon interest and amortization of premium and accretion of discount on debt securities as applicable. Debt obligations may be placed on non-accrual status and related interest income may be reduced by ceasing current accruals and writing off interest receivables when the collection of all or a portion of interest has become doubtful based on consistently applied procedures. A debt obligation is removed from non-accrual status when the issuer resumes interest payments or when collectability of interest is reasonably assured.

Class Allocations and Expenses. Investment income, realized and unrealized capital gains and losses, common expenses of a fund, and certain fund-level expense reductions, if any, are allocated daily on a pro-rata basis to each class based on the relative net assets of each class to the total net assets of a fund. Each class differs with respect to transfer agent and distribution and service plan fees incurred, as applicable. Certain expense reductions may also differ by class, if applicable. For the reporting period, the allocated portion of income and expenses to each class as a percent of its average net assets may vary due to the timing of recording these transactions in relation to fluctuating net assets of the classes. Expenses directly attributable to a fund are charged to that fund. Expenses attributable to more than one fund are allocated among the respective funds on the basis of relative net assets or other appropriate methods. Expenses included in the accompanying financial statements reflect the expenses of that fund and do not include any expenses associated with any underlying mutual funds or exchange-traded funds. Although not included in a fund's expenses, a fund indirectly bears its proportionate share of these expenses through the net asset value of each underlying mutual fund or exchange-traded fund. Expense estimates are accrued in the period to which they relate and adjustments are made when actual amounts are known.

Income Tax Information and Distributions to Shareholders. Each year, the Fund intends to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code, including distributing substantially all of its taxable income and realized gains. As a result, no provision for U.S. Federal income taxes is required. The Fund files a U.S. federal tax return, in addition to state and local tax returns as required. The Fund's federal income tax returns are subject to examination by the Internal Revenue Service (IRS) for a period of three fiscal years after they are filed. State and local tax returns may be subject to examination for an additional fiscal year depending on the jurisdiction.

Distributions are declared and recorded on the ex-dividend date. Income and capital gain distributions are declared separately for each class. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from GAAP.

Notes to Financial Statements (Unaudited) – continued

Capital accounts within the financial statements are adjusted for permanent book-tax differences. These adjustments have no impact on net assets or the results of operations. Capital accounts are not adjusted for temporary book-tax differences which will reverse in a subsequent period.

Book-tax differences are primarily due to market discount, capital loss carryforwards and losses deferred due to wash sales.

As of period end, the cost and unrealized appreciation (depreciation) in securities, and derivatives if applicable, for federal income tax purposes were as follows:

No expiration

Gross unrealized appreciation	\$15,798,704
Gross unrealized depreciation	(143,300,434)
Net unrealized appreciation (depreciation)	\$(127,501,730)
Tax cost	\$843,531,742

Capital loss carryforwards are only available to offset future capital gains of the Fund to the extent provided by regulations and may be limited. The capital loss carryforward information presented below, including any applicable limitation, is estimated as of prior fiscal period end and is subject to adjustment.

Short-term	\$(38,111,063)
Long-term	(46,767,544)
Total capital loss carryforward	\$(84,878,607)

Restricted Securities (including Private Placements). Funds may invest in securities that are subject to legal or contractual restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are registered. Disposal of these securities may involve time-consuming negotiations and expense, and prompt sale at an acceptable price may be difficult. Information regarding restricted securities held at period end is included at the end of the Schedule of Investments, if applicable.

Loans and Other Direct Debt Instruments. Direct debt instruments are interests in amounts owed to lenders by corporate or other borrowers. These instruments may be in the form of loans, trade claims or other receivables and may include standby financing commitments such as revolving credit facilities that obligate a fund to supply additional cash to the borrower on demand. Loans may be acquired through assignment, participation, or may be made directly to a borrower. Such instruments are presented in the Bank Loan Obligations section in the Schedule of Investments. Certain funds may also invest in unfunded loan commitments, which are contractual obligations for future funding. Information regarding unfunded commitments is included at the end of the Schedule of Investments, if applicable.

Commitments. A commitment is an agreement to acquire an investment at a future date (subject to conditions) in connection with a potential public or non-public offering. The amount of commitments outstanding at period end are presented in the table below. These commitments are not included in the net assets of the Fund at period end.

	Investment to be Acquired	Commitment Amount
VIP High Income Portfolio	Fidelity Direct Lending Fund, LP	\$7,277,570

5. Purchases and Sales of Investments.

Purchases and sales of securities, other than short-term securities and in-kind transactions, as applicable, are noted in the table below.

	Purchases (\$)	Sales (\$)
VIP High Income Portfolio	134,612,483	226,081,268

6. Fees and Other Transactions with Affiliates.

Management Fee. Fidelity Management & Research Company LLC (the investment adviser) and its affiliates provide the Fund with investment management related services for which the Fund pays a monthly management fee. The management fee is the sum of an individual fund fee rate that is based on an annual rate of .45% of the Fund's average net assets and an annualized group fee rate that averaged .10% during the period. The group fee rate is based upon the monthly average net assets of a group of registered investment companies with which the investment adviser has management contracts. The group fee rate decreases as assets under management increase and increases as assets under management decrease. For the reporting period, the total annualized management fee rate was .55% of the Fund's average net assets.

Distribution and Service Plan Fees. In accordance with Rule 12b-1 of the 1940 Act, the Fund has adopted separate 12b-1 Plans for each Service Class of shares. Each Service Class pays Fidelity Distributors Company LLC (FDC), an affiliate of the investment adviser, a service fee. For the period, the service fee is based on an annual rate of .10% of Service Class' average net assets and .25% of Service Class 2's average net assets.

For the period, total fees, all of which were re-allowed to insurance companies for the distribution of shares and providing shareholder support services, were as follows:

Service Class	\$25,914
Service Class 2	177,473
	\$203,387

Transfer Agent Fees. Fidelity Investments Institutional Operations Company LLC (FIOOC), an affiliate of the investment adviser, is the Fund's transfer, dividend disbursing, and shareholder servicing agent. FIOOC receives an asset-based fee with respect to each class. Each class pays a fee for transfer agent services, typesetting and printing and mailing of shareholder reports, excluding mailing of proxy statements. For the period, transfer agent fees for each class were as follows:

	Amount	% of Class-Level Average Net Assets^A
Initial Class	\$95,373	.07
Service Class	17,621	.07
Service Class 2	48,273	.07
Investor Class	199,877	.10
	\$361,144	

^AAnnualized

Accounting Fees. Fidelity Service Company, Inc. (FSC), an affiliate of the investment adviser, maintains the Fund's accounting records. The accounting fee is based on the level of average net assets for each month. For the period, the fees were equivalent to the following annualized rates:

	% of Average Net Assets
VIP High Income Portfolio	.04

Brokerage Commissions. A portion of portfolio transactions were placed with brokerage firms which are affiliates of the investment adviser. Brokerage commissions are included in net realized gain (loss) and change in net unrealized appreciation (depreciation) in the Statement of Operations. The commissions paid to these affiliated firms were as follows:

	Amount
VIP High Income Portfolio	\$40

Interfund Lending Program. Pursuant to an Exemptive Order issued by the Securities and Exchange Commission (the SEC), the Fund, along with other registered investment companies having management contracts with Fidelity Management & Research Company LLC (FMR), or other affiliated entities of FMR, may participate in an interfund lending program. This program provides an alternative credit facility allowing the Fund to borrow from, or lend money to, other participating affiliated funds. At period end, no interfund loans outstanding. Activity in this program during the period for which loans were outstanding was as follows:

	Borrower or Lender	Average Loan Balance	Weighted Average Interest Rate	Interest Expense
VIP High Income Portfolio	Borrower	\$7,865,000	.32%	\$344

Interfund Trades. Funds may purchase from or sell securities to other Fidelity Funds under procedures adopted by the Board. The procedures have been designed to ensure these interfund trades are executed in accordance with Rule 17a-7 of the 1940 Act. Any interfund trades are included within the respective purchases and sales amounts shown in the Purchases and Sales of Investments note. Interfund trades during the period are noted in the table below.

	Purchases (\$)	Sales (\$)	Realized Gain (Loss) (\$)
VIP High Income Portfolio	7,495	-	-

6. Committed Line of Credit.

Certain Funds participate with other funds managed by the investment adviser or an affiliate in a \$4.25 billion credit facility (the "line of credit") to be utilized for temporary or emergency purposes to fund shareholder redemptions or for other short-term liquidity purposes. The participating funds have agreed to pay commitment fees on their pro-rata portion of the line of credit, which are reflected in Miscellaneous expenses on the Statement of Operations, and are listed below. During the period, there were no borrowings on this line of credit.

	Amount
VIP High Income Portfolio	\$782

Security Lending.

Funds lend portfolio securities from time to time in order to earn additional income. Lending agents are used, including National Financial Services (NFS), an affiliate of the investment adviser. Pursuant to a securities lending agreement, NFS will receive a fee, which is capped at 9.9% of a fund's daily lending revenue, for its services as lending agent. A fund may lend securities to certain qualified borrowers, including NFS. On the settlement date of the loan, a fund receives collateral (in the form of U.S. Treasury obligations, letters of credit and/or cash) against the loaned securities and maintains collateral in an amount not less than 100% of the market value of the loaned securities during the period of the loan. The market value of the loaned securities is determined at the close of business of a fund and any additional required collateral is delivered to a fund on the next business day. A fund or borrower may terminate the loan at any time, and if the borrower defaults on its obligation to return the securities loaned because of insolvency or other reasons, a fund may apply collateral received from the borrower against the obligation. A fund may experience delays and costs in recovering the securities loaned. Any cash collateral received is invested in the Fidelity Securities Lending Cash Central Fund. Any loaned securities are identified as such in the Schedule of Investments, and the value of loaned securities and cash collateral at period end, as applicable, are presented in the Statement of Assets and Liabilities. Security lending income represents the income earned on investing cash collateral, less rebates paid to borrowers and any lending agent fees associated with the loan, plus any premium payments received for lending certain types of securities. Security lending income is presented in the Statement of Operations as a component of income from Fidelity Central Funds.

Notes to Financial Statements (Unaudited) – continued

Affiliated security lending activity, if any, was as follows:

	Total Security Lending Fees Paid to NFS	Security Lending Income From Securities Loaned to NFS	Value of Securities Loaned to NFS at Period End
VIP High Income Portfolio	\$3,219	\$3	\$-

7. Expense Reductions.

Through arrangements with the Fund's custodian, credits realized as a result of certain uninvested cash balances were used to reduce the Fund's expenses. During the period, custodian credits reduced the Fund's expenses by \$201

In addition, during the period the investment adviser or an affiliate reimbursed and/or waived a portion of fund-level operating expenses in the amount of \$7,388.

8. Distributions to Shareholders.

Distributions to shareholders of each class were as follows:

	Six months ended June 30, 2022	Year ended December 31, 2021
VIP High Income Portfolio		
Distributions to shareholders		
Initial Class	\$117,034	\$16,578,946
Service Class	20,634	2,827,038
Service Class 2	59,834	8,286,498
Investor Class	161,123	23,572,369
Total	\$358,625	\$51,264,851

9. Share Transactions.

Transactions for each class of shares were as follows and may contain in-kind transactions:

	Shares Six months ended June 30, 2022	Shares Year ended December 31, 2021	Dollars Six months ended June 30, 2022	Dollars Year ended December 31, 2021
VIP High Income Portfolio				
Initial Class				
Shares sold	7,049,560	6,582,111	\$34,417,658	\$35,316,676
Reinvestment of distributions	22,981	3,175,763	116,971	16,578,946
Shares redeemed	(13,493,033)	(9,420,357)	(66,271,077)	(50,485,840)
Net increase (decrease)	(6,420,492)	337,517	\$(31,736,448)	\$1,409,782
Service Class				
Shares sold	5,089,872	5,935,782	\$24,592,884	\$31,370,807
Reinvestment of distributions	4,086	546,572	20,634	2,827,038
Shares redeemed	(5,599,283)	(6,270,913)	(26,217,104)	(33,538,593)
Net increase (decrease)	(505,325)	211,441	\$(1,603,586)	\$659,252
Service Class 2				
Shares sold	5,888,588	12,586,111	\$27,956,551	\$64,381,008
Reinvestment of distributions	12,261	1,658,903	59,834	8,286,498
Shares redeemed	(11,059,988)	(14,557,956)	(52,466,019)	(74,483,522)
Net increase (decrease)	(5,159,139)	(312,942)	\$(24,449,634)	\$(1,816,016)
Investor Class				
Shares sold	5,782,441	11,138,508	\$28,637,653	\$59,901,440
Reinvestment of distributions	31,807	4,549,245	160,936	23,572,369
Shares redeemed	(16,879,994)	(12,883,556)	(82,334,768)	(69,039,298)

Net increase (decrease)	(11,065,746)	2,804,197	\$(53,536,179)	\$14,434,511
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10. Other.

A fund's organizational documents provide former and current trustees and officers with a limited indemnification against liabilities arising in connection with the performance of their duties to the fund. In the normal course of business, a fund may also enter into contracts that provide general indemnifications. A fund's maximum exposure under these arrangements is unknown as this would be dependent on future claims that may be made against a fund. The risk of material loss from such claims is considered remote.

At the end of the period, the investment adviser or its affiliates and certain otherwise unaffiliated shareholders were owners of record of more than 10% of the outstanding shares as follows:

Fund	Affiliated %	Number of Unaffiliated Shareholders	Unaffiliated Shareholders %
VIP: High Income Portfolio	50%	1	12%

11. Coronavirus (COVID-19) Pandemic.

An outbreak of COVID-19 first detected in China during December 2019 has since spread globally and was declared a pandemic by the World Health Organization during March 2020. Developments that disrupt global economies and financial markets, such as the COVID-19 pandemic, may magnify factors that affect the Fund's performance.

Shareholder Expense Example

As a shareholder, you incur two types of costs: (1) transaction costs, which may include sales charges (loads) on purchase payments or redemption proceeds, as applicable and (2) ongoing costs, which generally include management fees, distribution and/or service (12b-1) fees and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in a fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (January 1, 2022 to June 30, 2022).

Actual Expenses

The first line of the accompanying table provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000.00 (for example, an \$8,600 account value divided by \$1,000.00 = 8.6), then multiply the result by the number in the first line for a class/Fund under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period. If any fund is a shareholder of any underlying mutual funds or exchange-traded funds (ETFs) (the Underlying Funds), such fund indirectly bears its proportional share of the expenses of the Underlying Funds in addition to the direct expenses incurred presented in the table. These fees and expenses are not included in the annualized expense ratio used to calculate the expense estimate in the table below. The estimate of expenses does not include any fees or other expenses of any variable annuity or variable life insurance product. If they were, the estimate of expenses you paid during the period would be higher, and your ending account value would be lower.

Hypothetical Example for Comparison Purposes

The second line of the accompanying table provides information about hypothetical account values and hypothetical expenses based on the actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds. If any fund is a shareholder of any Underlying Funds, such fund indirectly bears its proportional share of the expenses of the Underlying Funds in addition to the direct expenses as presented in the table. These fees and expenses are not included in the annualized expense ratio used to calculate the expense estimate in the table below. The estimate of expenses does not include any fees or other expenses of any variable annuity or variable life insurance product. If they were, the estimate of expenses you paid during the period would be higher, and your ending account value would be lower.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transaction costs. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

	Annualized Expense Ratio ^A	Beginning Account Value January 1, 2022	Ending Account Value June 30, 2022	Expenses Paid During Period ^C January 1, 2022 to June 30, 2022
High Income Portfolio Initial Class	.71%			
Actual		\$ 1,000	\$ 857.50	\$ 3.27
Hypothetical ^B		\$ 1,000	\$ 1,021.27	\$ 3.56
Service Class	.81%			
Actual		\$ 1,000	\$ 858.30	\$ 3.73
Hypothetical ^B		\$ 1,000	\$ 1,020.78	\$ 4.06
Service Class 2	.96%			
Actual		\$ 1,000	\$ 857.20	\$ 4.42
Hypothetical ^B		\$ 1,000	\$ 1,020.03	\$ 4.81
Investor Class	.74%			
Actual		\$ 1,000	\$ 856.70	\$ 3.41
Hypothetical ^B		\$ 1,000	\$ 1,021.12	\$ 3.71

^A Annualized expense ratio reflects expenses net of applicable fee waivers.

^B 5% return per year before expenses

^C Expenses are equal to the annualized expense ratio, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period). The fees and expenses of any Underlying Funds are not included in each annualized expense ratio.

Board Approval of Investment Advisory Contracts and Management Fees

VIP High Income Portfolio

Each year, the Board of Trustees, including the Independent Trustees (together, the Board), votes on the renewal of the management contract with Fidelity Management & Research Company LLC (FMR) and the sub-advisory agreements (together, the Advisory Contracts) for the fund. FMR and the sub-advisers are referred to herein as the Investment Advisers. The Board, assisted by the advice of fund counsel and Independent Trustees' counsel, requests and considers a broad range of information relevant to the renewal of the Advisory Contracts throughout the year.

The Board meets regularly and, at each of its meetings, covers an extensive agenda of topics and materials and considers factors that are relevant to its annual consideration of the renewal of the fund's Advisory Contracts, including the services and support provided to the fund and its shareholders. The Board has established various standing committees (Committees), each composed of and chaired by Independent Trustees with varying backgrounds, to which the Board has assigned specific subject matter responsibilities in order to enhance effective decision-making by the Board. The Board, acting directly and through its Committees, requests and receives information concerning the annual consideration of the renewal of the fund's Advisory Contracts. The Board also meets as needed to review matters specifically related to the Board's annual consideration of the renewal of the Advisory Contracts. Members of the Board may also meet with trustees of other Fidelity funds through joint ad hoc committees to discuss certain matters relevant to all of the Fidelity funds.

At its May 2022 meeting, the Board unanimously determined to renew the fund's Advisory Contracts. In reaching its determination, the Board considered all factors it believed relevant, including (i) the nature, extent, and quality of the services provided to the fund and its shareholders (including the investment performance of the fund); (ii) the competitiveness relative to peer funds of the fund's management fee and the total expense ratio of a representative class (Initial Class); (iii) the total costs of the services provided by and the profits realized by Fidelity from its relationships with the fund; and (iv) the extent to which, if any, economies of scale exist and are realized as the fund grows, and whether any economies of scale are appropriately shared with fund shareholders.

In considering whether to renew the Advisory Contracts for the fund, the Board reached a determination, with the assistance of fund counsel and Independent Trustees' counsel and through the exercise of its business judgment, that the renewal of the Advisory Contracts was in the best interests of the fund and its shareholders and that the compensation payable under the Advisory Contracts was fair and reasonable. The Board's decision to renew the Advisory Contracts was not based on any single factor, but rather was based on a comprehensive consideration of all the information provided to the Board at its meetings throughout the year. The Board, in reaching its determination to renew the Advisory Contracts, was aware that shareholders of the fund have a broad range of investment choices available to them, including a wide choice among funds offered by Fidelity's competitors, and that the fund's shareholders, who have the opportunity to review and weigh the disclosure provided by the fund in its prospectus and other public disclosures, have chosen to invest in this fund, which is part of the Fidelity family of funds.

Nature, Extent, and Quality of Services Provided. The Board considered Fidelity's staffing as it relates to the fund, including the backgrounds of investment personnel of Fidelity, and also considered the fund's investment objective, strategies, and related investment philosophy. The Independent Trustees also had discussions with senior management of Fidelity's investment operations and investment groups. The Board considered the structure of the investment personnel compensation program and whether this structure provides appropriate incentives to act in the best interests of the fund. Additionally, the Board considered the portfolio managers' investments, if any, in the funds that they manage. The Board also considered the steps Fidelity had taken to ensure the continued provision of high quality services to the Fidelity funds during the COVID-19 pandemic, including the expansion of staff in client facing positions to maintain service levels in periods of high volumes and volatility.

Resources Dedicated to Investment Management and Support Services. The Board and the Fund Oversight and Research Committees reviewed the general qualifications and capabilities of Fidelity's investment staff, including its size, education, experience, and resources, as well as Fidelity's approach to recruiting, training, managing, and compensating investment personnel. The Board noted the resources devoted to expansion of Fidelity's global investment organization, and that Fidelity's analysts have extensive resources, tools, and capabilities that allow them to conduct sophisticated quantitative and fundamental analysis, as well as credit analysis of issuers, counterparties, and guarantors. Further, the Board considered that Fidelity's investment professionals have sufficient access to global information and data so as to provide competitive investment results over time, and that those professionals also have access to sophisticated tools that permit them to assess portfolio construction and risk and performance attribution characteristics continuously, as well as to transmit new information and research conclusions rapidly around the world. Additionally, in its deliberations, the Board considered Fidelity's trading, risk management, compliance, and technology and operations capabilities and resources, which are integral parts of the investment management process.

Shareholder and Administrative Services. The Board considered (i) the nature, extent, quality, and cost of advisory, administrative, and shareholder services performed by the Investment Advisers and their affiliates under the Advisory Contracts and under separate agreements covering transfer agency, pricing and bookkeeping, and securities lending services for the fund; (ii) the nature and extent of the supervision of third party service providers, principally custodians, subcustodians, and pricing vendors; and (iii) the resources devoted to, and the record of compliance with, the fund's compliance policies and procedures. The Board also reviewed the allocation of fund brokerage, including allocations to brokers affiliated with the Investment Advisers, the use of brokerage commissions to pay fund expenses, and the use of "soft" commission dollars to pay for research services.

The Board noted that the growth of fund assets over time across the complex allows Fidelity to reinvest in the development of services designed to enhance the value and convenience of the Fidelity funds as investment vehicles. These services include 24-hour access to account information and market information over the Internet and through telephone representatives, investor education materials, and asset allocation tools. The Board also considered that it reviews customer service metrics such as telephone response times, continuity of services on the website and metrics addressing services at Fidelity Investor Centers.

Board Approval of Investment Advisory Contracts and Management Fees (Unaudited) - Continued

Investment in a Large Fund Family. The Board considered the benefits to shareholders of investing in a Fidelity fund, including the benefits of investing in a fund that is part of a large family of funds offering a variety of investment disciplines and providing a large variety of mutual fund investor services. The Board noted that Fidelity had taken, or had made recommendations that resulted in the Fidelity funds taking, a number of actions over the previous year that benefited particular funds, including: (i) continuing to dedicate additional resources to Fidelity's investment research process, which includes meetings with management of issuers of securities in which the funds invest; (ii) continuing efforts to enhance Fidelity's global research capabilities; (iii) launching new funds and ETFs with innovative structures, strategies and pricing and making other enhancements to meet client needs; (iv) launching new share classes of existing funds; (v) eliminating purchase minimums and broadening eligibility requirements for certain funds and share classes; (vi) reducing management fees and total expenses for certain target date funds and classes and index funds; (vii) lowering expenses for certain existing funds and classes by implementing or lowering expense caps; (viii) rationalizing product lines and gaining increased efficiencies from fund mergers and liquidations; (ix) continuing to develop, acquire and implement systems and technology to improve services to the funds and shareholders, strengthen information security, and increase efficiency; and (x) continuing to implement enhancements to further strengthen Fidelity's product line to increase investors' probability of success in achieving their investment goals, including retirement income goals.

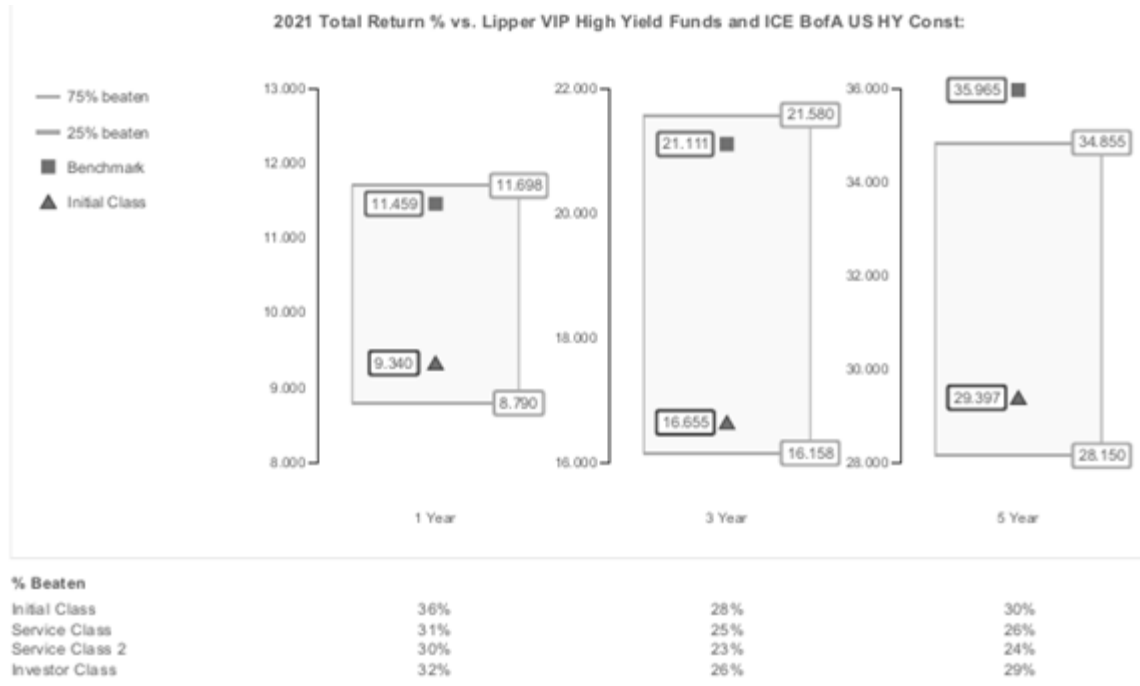
Investment Performance. The Board considered whether the fund has operated in accordance with its investment objective, as well as its record of compliance with its investment restrictions and its performance history. The Board noted that the fund had a portfolio manager change in January 2022. The Board will continue to monitor closely the fund's performance, taking into account the portfolio manager change.

The Board took into account discussions that occur at Board meetings throughout the year with representatives of the Investment Advisers about fund investment performance. In this regard the Board noted that as part of regularly scheduled fund reviews and other reports to the Board on fund performance, the Board considers annualized return information for the fund for different time periods, measured against an appropriate securities market index (benchmark index) and an appropriate peer group of funds with similar objectives (peer group). The Board also reviews and considers information about performance attribution. In its evaluation of fund investment performance, the Board gave particular attention to information indicating changes in performance of certain Fidelity funds for specific time periods and discussed with the Investment Advisers the reasons for any overperformance or underperformance.

In addition to reviewing absolute and relative fund performance, the Independent Trustees periodically consider the appropriateness of fund performance metrics in evaluating the results achieved. In general, the Independent Trustees believe that fund performance should be evaluated based on net performance (after fees and expenses) of the representative class, compared to appropriate benchmark indices, over appropriate time periods that may include full market cycles, and compared to peer groups, as applicable, over the same periods, taking into account relevant factors including the following: general market conditions; issuer-specific information; and fund cash flows and other factors.

The Independent Trustees recognize that shareholders evaluate performance on a net basis over their own holding periods, for which one-, three-, and five-year periods are often used as a proxy. For this reason, the performance information reviewed by the Board also included net cumulative total return information for the fund and an appropriate benchmark index and peer group for the most recent one-, three-, and five-year periods ended September 30, 2021, as shown below. Returns are shown compared to the 25th percentile (top of box, 75% beaten) and 75th percentile (bottom of box, 25% beaten) of the peer universe.

VIP High Income Portfolio



The Board considered the fund's underperformance for different time periods ended September 30, 2021 and for different time periods ended December 31, 2021 (which periods are not reflected in the chart above). The Board noted that the fund's underperformance has continued since the Board approved the management contract in May 2021. The Board's discussions with FMR regarding underperformance cover topics including, but not limited to: the longer-term track record of a fund's portfolio manager(s); broader trends in the market that may adversely impact a fund's performance; and attribution reports on contributors to the fund's underperformance. The Board engages with FMR on steps that might be taken to address a fund's underperformance. For a fund with underperformance over longer periods of time, the Board typically monitors the fund's performance more closely.

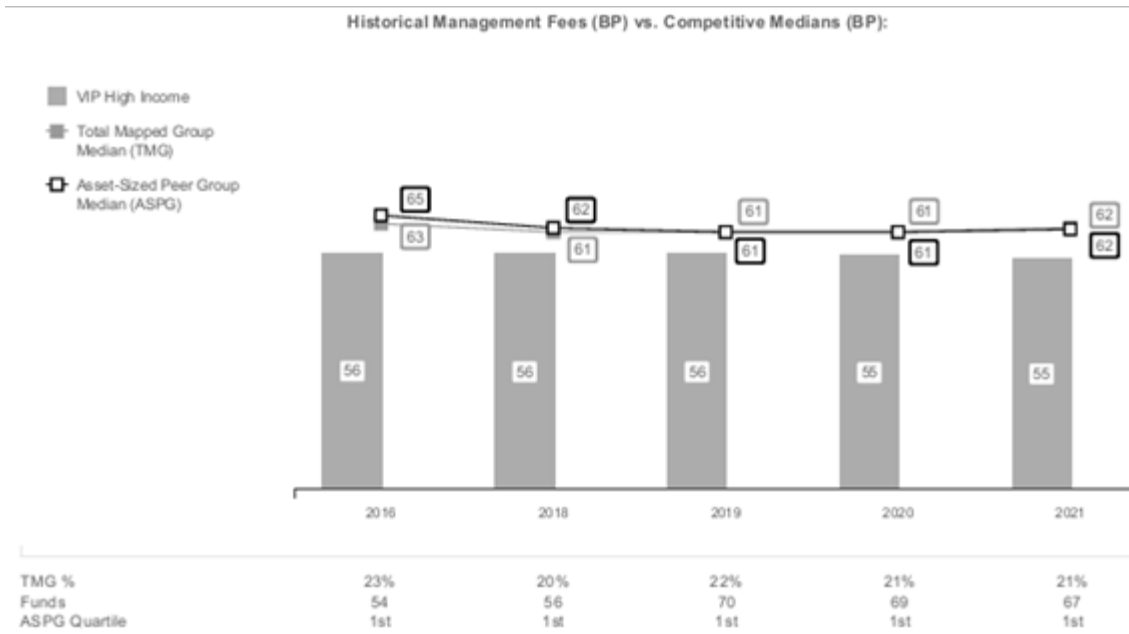
Based on its review, the Board concluded that the nature, extent, and quality of services provided to the fund under the Advisory Contracts should continue to benefit the shareholders of the fund.

Competitiveness of Management Fee and Total Expense Ratio. The Board considered the fund's management fee and total expense ratio compared to "mapped groups" of competitive funds and classes created for the purpose of facilitating the Trustees' competitive analysis of management fees and total expenses. Fidelity creates "mapped groups" by combining similar Lipper investment objective categories that have comparable investment mandates. Combining Lipper investment objective categories aids the Board's management fee and total expense ratio comparisons by broadening the competitive group used for comparison.

Management Fee. The Board considered two proprietary management fee comparisons for the 12-month periods ended September 30 (June 30 for periods ended 2019 and 2018 and December 31 for periods prior to 2018) shown in basis points (BP) in the chart below. The group of Lipper funds used by the Board for management fee comparisons is referred to below as the "Total Mapped Group." The Total Mapped Group is broader than the Lipper peer group used by the Board for performance comparisons because the Total Mapped Group combines several Lipper investment objective categories while the Lipper peer group does not. The Total Mapped Group comparison focuses on a fund's standing in terms of gross management fees before expense reimbursements or caps relative to the total universe of funds with comparable investment mandates, regardless of whether their management fee structures also are comparable. Funds with comparable investment mandates offer exposure to similar types of securities. Funds with comparable management fee structures have similar management fee contractual arrangements (e.g., flat rate charged for advisory services, all-inclusive fee rate, etc.). "TMG %" represents the percentage of funds in the Total Mapped Group that had management fees that were lower than the fund's. For example, a hypothetical TMG % of 20% would mean that 80% of the funds in the Total Mapped Group had higher, and 20% had lower, management fees than the fund. The fund's actual TMG %s and the number of funds in the Total Mapped Group are in the chart below. The "Asset-Sized Peer Group" (ASPG) comparison focuses on a fund's standing relative to a subset of non-Fidelity funds within the Total Mapped Group that are similar in size and management fee structure. For example, if a fund is in the first quartile of the ASPG, the fund's management fee ranks in the least expensive or lowest 25% of funds in the ASPG. The ASPG represents at least 15% of the funds in the Total Mapped Group with comparable asset size and management fee structures, subject to a minimum of 50 funds (or all funds in the Total Mapped Group if fewer than 50). Additional information, such as the ASPG quartile in which the fund's management fee rate ranked, is also included in the chart and was considered by the Board.

VIP High Income Portfolio

Board Approval of Investment Advisory Contracts and Management Fees (Unaudited) - Continued



The Board noted that the fund's management fee rate ranked below the median of its Total Mapped Group and below the median of its ASPG for the 12-month period ended September 30, 2021.

The Board also considered that, for funds subject to the group fee, FMR agreed to voluntarily waive fees over a specified period of time in amounts designed to account for assets converted from certain funds to certain collective investment trusts.

Based on its review, the Board concluded that the fund's management fee is fair and reasonable in light of the services that the fund receives and the other factors considered.

Total Expense Ratio. In its review of the total expense ratio of the representative class (Initial Class), the Board considered the fund's management fee rate as well as other fund or class expenses, as applicable, such as transfer agent fees, pricing and bookkeeping fees, fund-paid 12b-1 fees, and custodial, legal, and audit fees. The Board also noted that Fidelity may agree to waive fees or reimburse expenses from time to time, and the extent to which, if any, it has done so for the fund. The fund's representative class is compared to those funds and classes in the Total Mapped Group (used by the Board for management fee comparisons) that have a similar sales load structure. The Board also considered a total expense ASPG comparison, which focuses on the total expenses of the representative class relative to a subset of non-Fidelity funds within the total expense similar sales load structure group. The total expense ASPG is limited to 15 larger and 15 smaller classes in fund average assets for a total of 30 classes, where possible. The total expense ASPG comparison excludes performance adjustments and fund-paid 12b-1 fees to eliminate variability in fee structures.

The Board noted that the total net expense ratio of the Initial Class ranked below the similar sales load structure group competitive median and above the ASPG competitive median for the 12-month period ended September 30, 2021. The Board considered that, in general, various factors can affect total expense ratios. The Board noted that the fund offers multiple classes, each of which has a different 12b-1 fee structure, and that the multiple structures are intended to offer a range of pricing options for the intermediary market. The Board also noted that the total expense ratios of the classes vary primarily by the level of their 12b-1 fees, although differences in transfer agent fees may also cause expenses to vary from class to class.

Fees Charged to Other Fidelity Clients. The Board also considered Fidelity fee structures and other information with respect to clients of Fidelity, such as other funds advised or subadvised by Fidelity, pension plan clients, and other institutional clients with similar mandates. The Board noted that a joint ad hoc committee created by it and the boards of other Fidelity funds periodically reviews and compares Fidelity's institutional investment advisory business with its business of providing services to the Fidelity funds and also noted the most recent findings of the committee. The Board noted that the committee's review included a consideration of the differences in services provided, fees charged, and costs incurred, as well as competition in the markets serving the different categories of clients.

Based on its review of total expense ratios and fees charged to other Fidelity clients, the Board concluded that the total expense ratio of each class of the fund was reasonable in light of the services that the fund and its shareholders receive and the other factors considered.

Costs of the Services and Profitability. The Board considered the revenues earned and the expenses incurred by Fidelity in conducting the business of developing, marketing, distributing, managing, administering and servicing the fund and servicing the fund's shareholders. The Board also considered the level of Fidelity's profits in respect of all the Fidelity funds.

On an annual basis, Fidelity presents to the Board information about the profitability of its relationships with the fund. Fidelity calculates profitability information for each fund, as well as

aggregate profitability information for groups of Fidelity funds and all Fidelity funds, using a series of detailed revenue and cost allocation methodologies which originate with the books and records of Fidelity on which Fidelity's audited financial statements are based. The Audit Committee of the Board reviews any significant changes from the prior year's methodologies and the full Board approves such changes.

A public accounting firm has been engaged annually by the Board as part of the Board's assessment of Fidelity's profitability analysis. The engagement includes the review and assessment of the methodologies used by Fidelity in determining the revenues and expenses attributable to Fidelity's mutual fund business, and completion of agreed-upon procedures in respect of the mathematical accuracy of certain fund profitability information and its conformity to established allocation methodologies. After considering the reports issued under the engagement and information provided by Fidelity, the Board concluded that while other allocation methods may also be reasonable, Fidelity's profitability methodologies are reasonable in all material respects. The Board also reviewed Fidelity's non-fund businesses and potential indirect benefits such businesses may have received as a result of their association with Fidelity's mutual fund business (i.e., fall-out benefits) as well as cases where Fidelity's affiliates may benefit from the funds' business. The Board considered areas where potential indirect benefits to the Fidelity funds from their relationships with Fidelity may exist. The Board's consideration of these matters was informed by the findings of a joint ad hoc committee created by it and the boards of other Fidelity funds to evaluate potential fall-out benefits

The Board considered the costs of the services provided by and the profits realized by Fidelity in connection with the operation of the fund and was satisfied that the profitability was not excessive.

Economies of Scale. The Board considered whether there have been economies of scale in respect of the management of the Fidelity funds, whether the Fidelity funds (including the fund) have appropriately benefited from any such economies of scale, and whether there is potential for realization of any further economies of scale. The Board considered the extent to which the fund will benefit from economies of scale as assets grow through increased services to the fund, through waivers or reimbursements, or through fee or expense ratio reductions. The Board also noted that a committee (the Economies of Scale Committee) created by it and the boards of other Fidelity funds periodically analyzes whether Fidelity attains economies of scale in respect of the management and servicing of the Fidelity funds, whether the Fidelity funds have appropriately benefited from such economies of scale, and whether there is potential for realization of any further economies of scale.

The Board recognized that the fund's management contract incorporates a "group fee" structure, which provides for lower group fee rates as total "group assets" increase, and for higher group fee rates as total "group assets" decrease ("group assets" as defined in the management contract). FMR calculates the group fee rates based on a tiered asset "breakpoint" schedule that varies based on asset class. The Board considered that the group fee is designed to deliver the benefits of economies of scale to fund shareholders when total Fidelity fund assets increase, even if assets of any particular fund are unchanged or have declined, because some portion of Fidelity's costs are attributable to services provided to all Fidelity funds, and all funds benefit if those costs can be allocated among more assets. The Board further considered that Fidelity agreed to impose a temporary fee waiver in the form of additional breakpoints to the current breakpoint schedule. The Board concluded that, given the group fee structure, fund shareholders will benefit from lower management fees as "group assets" increase at the fund complex level, regardless of whether Fidelity achieves any such economies of scale.

The Board concluded, taking into account the analysis of the Economies of Scale Committee, that economies of scale, if any, are being appropriately shared between fund shareholders and Fidelity.

Additional Information Requested by the Board. In order to develop fully the factual basis for consideration of the Fidelity funds' advisory contracts, the Board requested and received additional information on certain topics, including: (i) fund flow and performance trends, in particular the underperformance of certain funds and strategies, and Fidelity's long-term strategies for certain funds, including any consideration of fund liquidations or mergers; (ii) the operation of performance fees, competitor use of performance fees, and consideration of the expansion of performance fees to additional funds; (iii) Fidelity's pricing philosophy compared to competitors; (iv) fund profitability methodology and data; (v) evaluation of competitive fund data and peer group classifications and fee and expense comparisons; (vi) the management fee and expense structures for different funds and classes and information about the differences between various fee and expense structures; (vii) group fee breakpoints and related voluntary fee waivers; and (viii) information regarding other accounts managed by Fidelity and the funds' sub-advisory arrangements. Based on its evaluation of all of the conclusions noted above, and after considering all factors it believed relevant, the Board concluded that the advisory fee arrangements are fair and reasonable and that the fund's Advisory Contracts should be renewed.

Liquidity Risk Management Program

The Securities and Exchange Commission adopted Rule 22e-4 under the Investment Company Act of 1940 (the Liquidity Rule) to promote effective liquidity risk management throughout the open-end investment company industry, thereby reducing the risk that funds will be unable to meet their redemption obligations and mitigating dilution of the interests of fund shareholders.

The Fund has adopted and implemented a liquidity risk management program pursuant to the Liquidity Rule (the Program) effective December 1, 2018. The Program is reasonably designed to assess and manage the Fund's liquidity risk and to comply with the requirements of the Liquidity Rule. The Fund's Board of Trustees (the Board) has designated the Fund's investment adviser as administrator of the Program. The Fidelity advisers have established a Liquidity Risk Management Committee (the LRM Committee) to manage the Program for each of the Fidelity Funds. The LRM Committee monitors the adequacy and effectiveness of implementation of the Program and on a periodic basis assesses each Fund's liquidity risk based on a variety of factors including (1) the Fund's investment strategy, (2) portfolio liquidity and cash flow projections during normal and reasonably foreseeable stressed conditions, (3) shareholder redemptions, (4) borrowings and other funding sources and (5) in the case of exchange-traded funds, certain additional factors including the effect of the Fund's prices and spreads, market participants, and basket compositions on the overall liquidity of the Fund's portfolio, as applicable.

In accordance with the Program, each of the Fund's portfolio investments is classified into one of four liquidity categories described below based on a determination of a reasonable expectation for how long it would take to convert the investment to cash (or sell or dispose of the investment) without significantly changing its market value.

- Highly liquid investments – cash or convertible to cash within three business days or less
- Moderately liquid investments – convertible to cash in three to seven calendar days
- Less liquid investments – can be sold or disposed of, but not settled, within seven calendar days
- Illiquid investments – cannot be sold or disposed of within seven calendar days

Liquidity classification determinations take into account a variety of factors including various market, trading and investment-specific considerations, as well as market depth, and generally utilize analysis from a third-party liquidity metrics service.

The Liquidity Rule places a 15% limit on a fund's illiquid investments and requires funds that do not primarily hold assets that are highly liquid investments to determine and maintain a minimum percentage of the fund's net assets to be invested in highly liquid investments (highly liquid investment minimum or HLIM). The Program includes provisions reasonably designed to comply with the 15% limit on illiquid investments and for determining, periodically reviewing and complying with the HLIM requirement as applicable.

At a recent meeting of the Fund's Board of Trustees, the LRM Committee provided a written report to the Board pertaining to the operation, adequacy, and effectiveness of implementation of the Program for the annual period from December 1, 2020 through November 30, 2021. The report concluded that the Program has been implemented and is operating effectively and is reasonably designed to assess and manage the Fund's liquidity risk.

