

Fidelity® Variable Insurance Products: High Income Portfolio



Semiannual Report
June 30, 2011



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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-Q. Forms N-Q are available on the SEC's web site at <http://www.sec.gov>. A fund's Forms N-Q 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.advisor.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.

Shareholder Expense Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, including redemption fees, and (2) ongoing costs, including 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 the 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, 2011 to June 30, 2011).

Actual Expenses

The first line of the accompanying table for each class of the Fund 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 of the Fund under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period. 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. In addition, the Fund, as a shareholder in the underlying Fidelity Central Funds, will indirectly bear its pro-rata share of the fees and expenses incurred by the underlying Fidelity Central Funds. These fees and expenses are not included in the Fund's annualized expense ratio used to calculate the expense estimate in the table below.

Hypothetical Example for Comparison Purposes

The second line of the accompanying table for each class of the Fund provides information about hypothetical account values and hypothetical expenses based on a Class' actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Class' 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. 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. In addition, the Fund, as a shareholder in the underlying Fidelity Central Funds, will indirectly bear its pro-rata share of the fees and expenses incurred by the underlying Fidelity Central Funds. These fees and expenses are not included in the Fund's annualized expense ratio used to calculate the expense estimate in the table below.

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	Beginning Account Value January 1, 2011	Ending Account Value June 30, 2011	Expenses Paid During Period* January 1, 2011 to June 30, 2011
Initial Class	.69%			
Actual		\$ 1,000.00	\$ 1,045.80	\$ 3.50
Hypothetical ^A		\$ 1,000.00	\$ 1,021.37	\$ 3.46
Service Class	.79%			
Actual		\$ 1,000.00	\$ 1,046.00	\$ 4.01
Hypothetical ^A		\$ 1,000.00	\$ 1,020.88	\$ 3.96
Service Class 2	.94%			
Actual		\$ 1,000.00	\$ 1,043.10	\$ 4.76
Hypothetical ^A		\$ 1,000.00	\$ 1,020.13	\$ 4.71
Initial Class R	.69%			
Actual		\$ 1,000.00	\$ 1,046.00	\$ 3.50
Hypothetical ^A		\$ 1,000.00	\$ 1,021.37	\$ 3.46
Service Class R	.79%			
Actual		\$ 1,000.00	\$ 1,044.40	\$ 4.00
Hypothetical ^A		\$ 1,000.00	\$ 1,020.88	\$ 3.96
Service Class 2R	.94%			
Actual		\$ 1,000.00	\$ 1,043.10	\$ 4.76
Hypothetical ^A		\$ 1,000.00	\$ 1,020.13	\$ 4.71
Investor Class	.72%			
Actual		\$ 1,000.00	\$ 1,044.10	\$ 3.65
Hypothetical ^A		\$ 1,000.00	\$ 1,021.22	\$ 3.61

^A 5% return per year before expenses

* Expenses are equal to each Class' annualized expense ratio, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Investment Changes (Unaudited)

Top Five Holdings as of June 30, 2011

(by issuer, excluding cash equivalents)	% of fund's net assets	% of fund's net assets 6 months ago
CIT Group, Inc.	2.1	1.9
Ford Motor Credit Co. LLC	2.0	1.8
International Lease Finance Corp.	1.8	2.3
MGM Mirage, Inc.	1.8	0.8
Mirant Americas Generation LLC	1.3	1.0
	<u>9.0</u>	

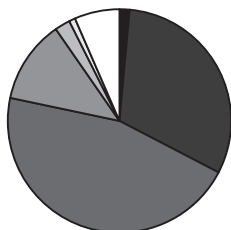
Top Five Market Sectors as of June 30, 2011

	% of fund's net assets	% of fund's net assets 6 months ago
Telecommunications	9.9	12.2
Energy	9.7	6.5
Technology	7.9	6.1
Electric Utilities	7.0	6.6
Healthcare	6.7	5.3

Quality Diversification (% of fund's net assets)

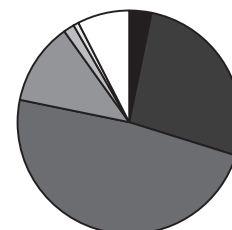
As of June 30, 2011

■ BBB	1.5%
■ BB	31.2%
■ B	45.7%
■ CCC,CC,C	12.0%
■ Not Rated	2.2%
□ Equities	0.9%
□ Short-Term Investments and Net Other Assets	6.5%



As of December 31, 2010

■ BBB	3.2%
■ BB	26.6%
■ B	48.4%
■ CCC,CC,C	11.9%
■ Not Rated	1.6%
□ Equities	0.8%
□ Short-Term Investments and Net Other Assets	7.5%

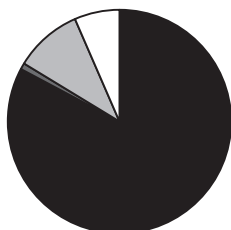


We have used ratings from Moody's Investors Service, Inc. Where Moody's® ratings are not available, we have used S&P® ratings. All ratings are as of the date indicated and do not reflect subsequent changes.

Asset Allocation (% of fund's net assets)

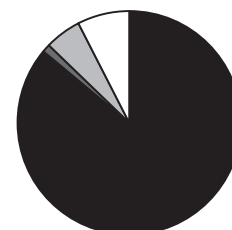
As of June 30, 2011 *

■ Nonconvertible Bonds	82.8%
■ Convertible Bonds, Preferred Stocks	0.9%
■ Common Stocks	0.0%
■ Floating Rate Loans	9.8%
□ Short-Term Investments and Net Other Assets	6.5%
* Foreign investments	13.2%



As of December 31, 2010 **

■ Nonconvertible Bonds	86.0%
■ Convertible Bonds, Preferred Stocks	1.2%
■ Common Stocks	0.0%
■ Floating Rate Loans	5.3%
□ Short-Term Investments and Net Other Assets	7.5%
** Foreign investments	16.5%



Investments June 30, 2011 (Unaudited)

Showing Percentage of Net Assets

Nonconvertible Bonds – 82.8%

	Principal Amount	Value
Aerospace – 1.1%		
BE Aerospace, Inc.:		
6.875% 10/1/20	\$ 1,375,000	\$ 1,443,750
8.5% 7/1/18	3,730,000	4,070,363
Huntington Ingalls Industries, Inc.:		
6.875% 3/15/18 (d)	2,695,000	2,742,163
7.125% 3/15/21 (d)	550,000	566,500
TransDigm, Inc. 7.75%		
12/15/18 (d)	3,580,000	3,759,000
		<u>12,581,776</u>
Air Transportation – 2.9%		
Air Canada 9.25% 8/1/15 (d) ...	5,145,000	5,299,350
American Airlines, Inc. 7.5%		
3/15/16 (d)	3,730,000	3,664,725
AMR Corp. 9% 8/1/12	1,980,000	1,999,800
Continental Airlines, Inc.:		
pass-thru trust certificates 9.798%		
4/1/21	3,523,798	3,682,369
6.75% 9/15/15 (d)	4,090,000	4,100,225
Continental Airlines, Inc. 9.25%		
5/10/17	961,515	999,976
Delta Air Lines, Inc. pass-thru trust certificates:		
6.375% 1/2/16	1,985,000	1,865,900
6.75% 11/23/15	1,985,000	1,905,600
8.021% 8/10/22	2,002,122	2,034,556
8.954% 8/10/14	1,728,869	1,782,983
Northwest Airlines, Inc. pass-thru trust certificates 8.028%		
11/1/17	766,217	766,217
United Air Lines, Inc. 9.875%		
8/1/13 (d)	725,000	761,250
United Air Lines, Inc. pass-thru trust certificates:		
Class B, 7.336% 7/2/19	2,709,921	2,547,326
9.75% 1/15/17	2,256,372	2,560,983
12% 1/15/16 (d)	801,330	875,453
		<u>34,846,713</u>
Automotive – 3.6%		
American Axle & Manufacturing, Inc. 7.875% 3/1/17		
	2,470,000	2,470,000
Chrysler Group LLC/CG Co-Issuer, Inc.:		
8% 6/15/19 (d)	1,900,000	1,852,500
8.25% 6/15/21 (d)	1,900,000	1,857,250
Dana Holding Corp.:		
6.5% 2/15/19	755,000	758,775
6.75% 2/15/21	505,000	507,525
Delphi Corp.:		
5.875% 5/15/19 (d)	4,165,000	4,123,350
6.125% 5/15/21 (d)	1,475,000	1,463,938
Ford Motor Co. 7.45% 7/16/31 ..	2,930,000	3,321,556
Ford Motor Credit Co. LLC:		
5% 5/15/18	3,130,000	3,083,050

	Principal Amount	Value
5.625% 9/15/15	\$ 3,510,000	\$ 3,641,625
6.625% 8/15/17	3,200,000	3,424,000
7% 4/15/15	2,250,000	2,434,050
8% 12/15/16	4,870,000	5,473,559
12% 5/15/15	3,495,000	4,351,275
Tenneco, Inc.:		
6.875% 12/15/20	1,930,000	1,963,775
7.75% 8/15/18	1,685,000	1,765,038
		<u>42,491,266</u>
Banks & Thrifts – 1.5%		
Ally Financial, Inc.:		
3.4658% 2/11/14 (f)	3,805,000	3,747,925
4.5% 2/11/14	3,635,000	3,616,825
6.25% 12/1/17 (d)	3,650,000	3,650,000
Bank of America Corp.:		
8% (e)(f)	620,000	643,250
8.125% (e)(f)	1,320,000	1,372,800
Fifth Third Capital Trust IV 6.5%		
4/15/67 (f)	1,745,000	1,714,463
Regions Bank 7.5% 5/15/18	1,390,000	1,438,650
Zions Bancorp. 7.75% 9/23/14 ..	1,720,000	1,885,309
		<u>18,069,222</u>
Broadcasting – 2.0%		
Allbritton Communications Co. 8%		
5/15/18	2,205,000	2,243,588
Citadel Broadcasting Corp. 7.75%		
12/15/18 (d)	2,920,000	3,095,200
Clear Channel Communications, Inc.:		
5.5% 9/15/14	2,775,000	2,421,188
11% 8/1/16 pay-in-kind (f)	1,758,662	1,525,639
EH Holding Corp. 6.5%		
6/15/19 (d)	3,675,000	3,757,688
Nexstar Broadcasting, Inc./Mission Broadcasting, Inc. 8.875%		
4/15/17	2,390,000	2,509,500
Univision Communications, Inc.:		
6.875% 5/15/19 (d)	1,915,000	1,886,275
7.875% 11/1/20 (d)	1,180,000	1,209,500
8.5% 5/15/21 (d)	4,985,000	4,960,075
		<u>23,608,653</u>
Building Materials – 0.5%		
Building Materials Corp. of America:		
6.75% 5/1/21 (d)	2,520,000	2,532,600
6.875% 8/15/18 (d)	3,080,000	3,141,600
		<u>5,674,200</u>
Cable TV – 2.7%		
Cablevision Systems Corp. 8.625%		
9/15/17	1,300,000	1,400,750
CCO Holdings LLC/CCO Holdings Capital Corp.:		
6.5% 4/30/21	3,995,000	3,940,069

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

Investments (Unaudited) – continued

Nonconvertible Bonds – continued

	Principal Amount	Value
Cable TV – continued		
CCO Holdings LLC/CCO Holdings Capital Corp.: – continued		
7% 1/15/19	\$ 4,375,000	\$ 4,506,250
7% 1/15/19 (d)	955,000	983,650
7.25% 10/30/17	3,770,000	3,906,663
7.875% 4/30/18	985,000	1,041,638
Cequel Communications Holdings I LLC/Cequel Capital Corp.		
8.625% 11/15/17 (d)	9,165,000	9,531,600
Insight Communications, Inc.		
9.375% 7/15/18 (d)	2,355,000	2,590,500
Kabel BW Erste Beteiligungs GmbH/Kabel Baden-Württemberg GmbH & Co. KG		
7.5% 3/15/19 (d)	950,000	971,375
UPCB Finance III Ltd. 6.625%		
7/1/20 (d)	2,980,000	2,942,750
		<u>31,815,245</u>
Capital Goods – 1.0%		
Amsted Industries, Inc. 8.125%		
3/15/18 (d)	3,960,000	4,158,000
Griffon Corp. 7.125% 4/1/18 (d) .	3,220,000	3,228,050
SPX Corp. 6.875% 9/1/17 (d) ...	3,935,000	4,200,613
		<u>11,586,663</u>
Chemicals – 1.8%		
Celanese US Holdings LLC:		
5.875% 6/15/21	825,000	831,188
6.625% 10/15/18	2,445,000	2,548,913
INEOS Group Holdings PLC 8.5%		
2/15/16 (d)	1,070,000	1,056,625
Kinove German Bondco GmbH		
9.625% 6/15/18 (d)	740,000	771,450
LBI Escrow Corp. 8% 11/1/17 (d) .	2,525,000	2,796,438
Lyondell Chemical Co. 11%		
5/1/18	7,280,000	8,153,600
NOVA Chemicals Corp. 3.542%		
11/15/13 (f)	5,325,000	5,285,063
		<u>21,443,277</u>
Consumer Products – 0.2%		
NBTY, Inc. 9% 10/1/18 (d)	2,690,000	2,837,950
Diversified Financial Services – 6.4%		
Aircastle Ltd. 9.75% 8/1/18	2,575,000	2,845,375
CIT Group, Inc.:		
5.25% 4/1/14 (d)	2,495,000	2,495,000
7% 5/1/14	2,555,825	2,581,383
7% 5/1/15	26	26
7% 5/4/15 (d)	5,468,000	5,481,670
7% 5/1/16	44	44
7% 5/2/16 (d)	6,410,000	6,385,963
7% 5/1/17	62	62
7% 5/2/17 (d)	8,527,000	8,505,683

	Principal Amount	Value
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
7.75% 1/15/16	\$ 6,405,000	\$ 6,573,131
8% 1/15/18	6,925,000	7,028,875
ILFC E-Capital Trust II 6.25%		
12/21/65 (d)(f)	1,275,000	1,058,250
Ineos Finance PLC 9% 5/15/15 (d)	2,505,000	2,649,038
International Lease Finance Corp.:		
5.65% 6/1/14	1,315,000	1,315,000
5.75% 5/15/16	1,635,000	1,612,928
6.75% 9/1/16 (d)	1,995,000	2,119,688
8.625% 9/15/15	5,070,000	5,500,950
8.75% 3/15/17	5,900,000	6,431,000
8.875% 9/1/17	3,235,000	3,542,325
National Money Mart Co. 10.375%		
12/15/16	1,525,000	1,673,688
Reliance Intermediate Holdings LP		
9.5% 12/15/19 (d)	3,055,000	3,329,950
Transportation Union LLC/Transportation Union Financing Corp. 11.375%		
6/15/18	4,125,000	4,563,075
		<u>75,693,104</u>
Diversified Media – 1.8%		
Catalina Marketing Corp. 10.5%		
10/1/15 pay-in-kind (d)(f)	3,415,000	3,615,631
Checkout Holding Corp. 0%		
11/15/15 (d)	1,065,000	684,263
Clear Channel Worldwide Holdings, Inc. Series B, 9.25%		
12/15/17	3,780,000	4,120,200
Nielsen Finance LLC/Nielsen Finance Co.:		
7.75% 10/15/18 (d)	5,240,000	5,502,000
11.5% 5/1/16	1,445,000	1,683,425
11.625% 2/1/14	1,604,000	1,868,660
Quebecor Media, Inc.:		
7.75% 3/15/16	2,350,000	2,426,375
7.75% 3/15/16	1,955,000	2,018,538
		<u>21,919,092</u>
Electric Utilities – 6.3%		
Calpine Construction Finance Co. LP 8% 6/1/16 (d)	5,775,000	6,208,125
Dynegy Holdings, Inc. 7.5%		
6/1/15	3,190,000	2,567,950
GenOn Energy, Inc.:		
9.5% 10/15/18	2,075,000	2,158,000
9.875% 10/15/20	2,005,000	2,092,619
Intergen NV 9% 6/30/17 (d)	4,225,000	4,467,938
IPALCO Enterprises, Inc. 5%		
5/1/18 (d)	1,435,000	1,418,067
Mirant Americas Generation LLC:		
8.5% 10/1/21	8,565,000	8,736,300
9.125% 5/1/31	7,590,000	7,627,950

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

Nonconvertible Bonds – continued

	Principal Amount	Value
Electric Utilities – continued		
NSG Holdings II, LLC 7.75% 12/15/25 (d)	\$ 10,695,000	\$ 10,588,050
NV Energy, Inc. 6.25% 11/15/20	4,295,000	4,531,225
Otter Tail Corp. 9% 12/15/16 ..	2,460,000	2,759,628
Puget Energy, Inc. 6.5% 12/15/20	3,975,000	4,153,875
RRI Energy, Inc. 7.625% 6/15/14	6,280,000	6,468,400
Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance, Inc. 11.5% 10/1/20 (d)	1,555,000	1,539,450
The AES Corp.:		
7.75% 10/15/15	3,745,000	4,007,150
8% 10/15/17	2,060,000	2,193,900
9.75% 4/15/16	3,010,000	3,416,350
		<u>74,934,977</u>
Energy – 9.2%		
AmeriGas Partners LP/AmeriGas Finance Corp. 6.5% 5/20/21	3,215,000	3,206,963
Antero Resources Finance Corp. 9.375% 12/1/17	4,215,000	4,504,571
Calfrac Holdings LP 7.5% 12/1/20 (d)	2,440,000	2,464,400
Covanta Holding Corp. 7.25% 12/1/20	1,590,000	1,662,188
Crosstex Energy L.P./Crosstex Energy Finance Corp. 8.875% 2/15/18	3,745,000	3,988,425
Denbury Resources, Inc. 6.375% 8/15/21	2,240,000	2,228,800
Drummond Co., Inc. 7.375% 2/15/16	5,510,000	5,565,100
Edgen Murray Corp. 12.25% 1/15/15	3,995,000	4,024,963
Energy Transfer Equity LP 7.5% 10/15/20	2,655,000	2,814,300
Expro Finance Luxembourg SCA 8.5% 12/15/16 (d)	5,970,000	5,850,600
Exterran Holdings, Inc. 7.25% 12/1/18 (d)	2,985,000	3,014,850
Ferrellgas LP/Ferrellgas Finance Corp. 6.5% 5/1/21 (d)	1,774,000	1,678,559
Forbes Energy Services Ltd. 9% 6/15/19 (d)	3,255,000	3,189,900
Frac Tech Services LLLC/Frac Tech Finance, Inc. 7.125% 11/15/18 (d)	1,465,000	1,497,963
Frontier Oil Corp.:		
6.875% 11/15/18	1,245,000	1,313,475
8.5% 9/15/16	2,700,000	2,889,000
Inergy LP/Inergy Finance Corp.:		
6.875% 8/1/21 (d)	1,930,000	1,949,300
7% 10/1/18	2,290,000	2,312,900
Kinder Morgan Finance Co. LLC 6% 1/15/18 (d)	3,895,000	4,002,113

	Principal Amount	Value
LINN Energy LLC/LINN Energy Finance Corp.:		
6.5% 5/15/19 (d)	\$ 1,585,000	\$ 1,553,300
7.75% 2/1/21 (d)	2,390,000	2,449,750
8.625% 4/15/20	3,055,000	3,314,675
Offshore Group Investment Ltd.:		
11.5% 8/1/15	3,820,000	4,163,800
11.5% 8/1/15 (d)	570,000	621,300
Oil States International, Inc. 6.5% 6/1/19 (d)	1,275,000	1,287,750
Pan American Energy LLC 7.875% 5/7/21 (d)	6,345,000	6,773,288
Petrohawk Energy Corp.:		
6.25% 6/1/19 (d)	3,260,000	3,194,800
7.25% 8/15/18	5,590,000	5,701,800
7.875% 6/1/15	770,000	806,575
10.5% 8/1/14	725,000	815,625
Pioneer Natural Resources Co. 6.65% 3/15/17	3,365,000	3,667,850
Precision Drilling Corp. 6.625% 11/15/20	2,505,000	2,530,050
Quicksilver Resources, Inc.:		
7.125% 4/1/16	5,680,000	5,594,800
11.75% 1/1/16	2,250,000	2,570,625
Targa Resources Partners LP/Targa Resources Partners Finance Corp.:		
6.875% 2/1/21 (d)	900,000	891,000
7.875% 10/15/18 (d)	2,660,000	2,739,800
Venoco, Inc. 8.875% 2/15/19 (d)	2,290,000	2,275,802
		<u>109,110,960</u>
Entertainment/Film – 0.2%		
AMC Networks, Inc. 7.75% 7/15/21 (d)	1,690,000	1,757,600
National Cinemedia LLC 7.875% 7/15/21 (d)	1,150,000	1,170,125
		<u>2,927,725</u>
Food & Drug Retail – 0.6%		
Bi-Lo LLC/Bi-Lo Finance Corp. 9.25% 2/15/19 (d)	3,620,000	3,656,200
Tops Markets LLC 10.125% 10/15/15	2,800,000	2,971,500
		<u>6,627,700</u>
Food/Beverage/Tobacco – 0.5%		
C&S Group Enterprises LLC 8.375% 5/1/17 (d)	1,365,000	1,412,775
General Motors Financial Co., Inc. 6.75% 6/1/18 (d)	2,685,000	2,711,850
US Foodservice, Inc. 8.5% 6/30/19 (d)	1,655,000	1,613,625
		<u>5,738,250</u>

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

Investments (Unaudited) – continued

Nonconvertible Bonds – continued

	Principal Amount	Value
Gaming – 3.5%		
Ameristar Casinos, Inc. 7.5% 4/15/21 (d)	\$ 2,360,000	\$ 2,430,800
Chukchansi Economic Development Authority:		
3.917% 11/15/12 (d)(f)	1,010,000	823,150
8% 11/15/13 (d)	3,410,000	2,779,150
CityCenter Holdings LLC/CityCenter Finance Corp.:		
7.625% 1/15/16 (d)	4,240,000	4,377,800
11.5% 1/15/17 pay-in-kind (d)(f)	6,085,000	6,319,695
MCE Finance Ltd. 10.25% 5/15/18	104,000	116,480
MGM Mirage, Inc.:		
6.625% 7/15/15	5,715,000	5,429,250
6.75% 4/1/13	1,140,000	1,145,700
7.5% 6/1/16	1,325,000	1,268,688
7.625% 1/15/17	6,390,000	6,118,425
10% 11/1/16 (d)	4,125,000	4,393,125
11.375% 3/1/18	1,875,000	2,109,375
Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp. 7.75% 8/15/20	3,525,000	<u>3,820,219</u>
		<u>41,131,857</u>
Healthcare – 5.7%		
CDRT Merger Sub, Inc. 8.125% 6/1/19 (d)	3,520,000	3,511,200
Community Health Systems, Inc. 8.875% 7/15/15	5,500,000	5,623,750
DaVita, Inc.:		
6.375% 11/1/18	1,460,000	1,463,650
6.625% 11/1/20	1,265,000	1,277,650
DJO Finance LLC/DJO Finance Corp.:		
7.75% 4/15/18 (d)	1,350,000	1,353,375
10.875% 11/15/14	4,365,000	4,648,725
Endo Pharmaceuticals Holdings, Inc.:		
7% 7/15/19 (d)	1,540,000	1,586,200
7.25% 1/15/22 (d)	1,540,000	1,578,500
Giant Funding Corp. 8.25% 2/1/18 (d)	1,595,000	1,662,788
HCA, Inc.:		
9.25% 11/15/16	5,519,000	5,857,039
9.625% 11/15/16 pay-in-kind (f)	4,081,000	4,341,164
9.875% 2/15/17	1,032,000	1,148,100
HealthSouth Corp. 7.25% 10/1/18	2,095,000	2,178,800
IASIS Healthcare LLC/IASIS Capital Corp. 8.375% 5/15/19 (d)	3,875,000	3,845,938
Mylan, Inc.:		
6% 11/15/18 (d)	2,000,000	2,030,000

	Principal Amount	Value
7.625% 7/15/17 (d)	\$ 1,255,000	\$ 1,355,400
7.875% 7/15/20 (d)	770,000	839,300
Omega Healthcare Investors, Inc.:		
6.75% 10/15/22 (d)	1,555,000	1,539,450
7% 1/15/16	1,665,000	1,712,869
Senior Housing Properties Trust 6.75% 4/15/20	2,640,000	2,816,603
Tenet Healthcare Corp. 8% 8/1/20	1,285,000	1,301,063
Valeant Pharmaceuticals International:		
6.5% 7/15/16 (d)	3,700,000	3,644,500
6.75% 8/15/21 (d)	1,325,000	1,245,500
6.875% 12/1/18 (d)	4,655,000	4,550,263
7% 10/1/20 (d)	375,000	361,875
Vanguard Health Holding Co. II LLC / Vanguard Holding Co. II, Inc. 8% 2/1/18	6,485,000	<u>6,679,550</u>
		<u>68,153,252</u>
Homebuilders/Real Estate – 2.6%		
CB Richard Ellis Services, Inc. 6.625% 10/15/20	3,255,000	3,336,375
KB Home 7.25% 6/15/18	5,755,000	5,237,050
Lennar Corp.:		
5.6% 5/31/15	545,000	534,100
6.95% 6/1/18	2,940,000	2,873,850
MPT Operating Partnership LP/MPT Finance Corp. 6.875% 5/1/21 (d)	2,595,000	2,523,638
Realogy Corp. 7.875% 2/15/19 (d)	3,150,000	3,087,000
Sabra Health Care LP/Sabra Capital Corp. 8.125% 11/1/18	525,000	523,688
Standard Pacific Corp.:		
8.375% 5/15/18	7,455,000	7,380,450
8.375% 1/15/21	2,375,000	2,315,625
10.75% 9/15/16	2,405,000	<u>2,717,650</u>
		<u>30,529,426</u>
Hotels – 0.9%		
FelCor Escrow Holdings, LLC 6.75% 6/1/19 (d)	3,545,000	3,420,925
Host Hotels & Resorts, Inc.:		
5.875% 6/15/19 (d)	2,165,000	2,170,413
6% 11/1/20	2,910,000	2,910,000
9% 5/15/17	2,195,000	<u>2,480,350</u>
		<u>10,981,688</u>
Leisure – 1.4%		
Equinox Holdings, Inc. 9.5% 2/1/16 (d)	3,080,000	3,234,000
GWR Operating Partnership LLP/Great Wolf Finance Corp. 10.875% 4/1/17	1,865,000	1,995,550
NCL Corp. Ltd. 9.5% 11/15/18 (d)	1,465,000	1,567,550
Royal Caribbean Cruises Ltd.:		
7.25% 3/15/18	1,815,000	1,939,691

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

Nonconvertible Bonds – continued

	Principal Amount	Value
Leisure – continued		
Royal Caribbean Cruises Ltd.: – continued		
yankee:		
7% 6/15/13	\$ 380,000	\$ 405,650
7.25% 6/15/16	5,570,000	5,987,750
Universal City Development Partners Ltd./UCDP Finance, Inc. 8.875% 11/15/15	1,245,000	<u>1,385,063</u>
		<u>16,515,254</u>
Metals/Mining – 1.8%		
Alpha Natural Resources, Inc.:		
6% 6/1/19	2,180,000	2,196,350
6.25% 6/1/21	1,480,000	1,487,400
Boart Longyear Management Pty Ltd. 7% 4/1/21 (d)	700,000	715,750
CONSOL Energy, Inc.:		
8% 4/1/17	2,640,000	2,838,000
8.25% 4/1/20	1,760,000	1,909,600
Drummond Co., Inc. 9% 10/15/14 (d)	830,000	873,575
FMG Resources (August 2006) Pty Ltd.:		
6.875% 2/1/18 (d)	1,355,000	1,382,100
7% 11/1/15 (d)	5,570,000	5,709,250
Vedanta Resources PLC:		
6.75% 6/7/16 (d)	3,300,000	3,300,000
8.25% 6/7/21 (d)	1,510,000	<u>1,525,100</u>
		<u>21,937,125</u>
Paper – 0.0%		
ABI Escrow Corp. 10.25% 10/15/18 (d)	145,000	<u>156,963</u>
Publishing/Printing – 0.4%		
Houghton Mifflin Harcourt Publishing Co. 10.5% 6/1/19 (d)	1,625,000	1,608,750
ProQuest LLC/ProQuest Notes Co. 9% 10/15/18 (d)	3,595,000	<u>3,684,875</u>
		<u>5,293,625</u>
Services – 2.9%		
ARAMARK Corp.:		
3.7733% 2/1/15 (f)	7,820,000	7,604,950
8.5% 2/1/15	3,080,000	3,195,500
Avis Budget Car Rental LLC/Avis Budget Finance, Inc.:		
7.625% 5/15/14	1,096,000	1,112,440
7.75% 5/15/16	1,555,000	1,578,325
FTI Consulting, Inc. 6.75% 10/1/20	3,100,000	3,107,750
Hertz Corp.:		
6.75% 4/15/19 (d)	1,725,000	1,699,125
7.5% 10/15/18 (d)	8,800,000	9,020,000

	Principal Amount	Value
McJunkin Red Man Corp. 9.5% 12/15/16 (d)	\$ 5,700,000	\$ 5,856,750
WP Rocket Merger Sub, Inc. 10.125% 7/15/19 (d)	995,000	<u>1,004,950</u>
		<u>34,179,790</u>
Shipping – 1.9%		
Navios Maritime Acquisition Corp./Navios Acquisition Finance US, Inc.:		
8.625% 11/1/17	850,000	829,855
8.625% 11/1/17 (d)	965,000	942,130
Navios Maritime Holdings, Inc. 8.875% 11/1/17	2,255,000	2,379,025
Overseas Shipholding Group, Inc.:		
7.5% 2/15/24	475,000	399,000
8.125% 3/30/18	2,895,000	2,837,100
Ship Finance International Ltd. 8.5% 12/15/13	10,800,000	10,826,965
Swift Services Holdings, Inc. 10% 11/15/18	4,500,000	<u>4,758,750</u>
		<u>22,972,825</u>
Specialty Retailing – 0.5%		
Sears Holdings Corp. 6.625% 10/15/18 (d)	5,870,000	<u>5,415,075</u>
Steel – 1.7%		
Essar Steel Algoma, Inc. 9.375% 3/15/15 (d)	5,060,000	5,072,650
JMC Steel Group, Inc. 8.25% 3/15/18 (d)	2,680,000	2,733,600
Severstal Columbus LLC 10.25% 2/15/18	4,340,000	4,784,850
Steel Dynamics, Inc. 6.75% 4/1/15	5,775,000	5,890,500
Tube City IMS Corp. 9.75% 2/1/15	1,695,000	<u>1,750,088</u>
		<u>20,231,688</u>
Super Retail – 1.5%		
AutoNation, Inc. 6.75% 4/15/18 ..	2,325,000	2,435,438
J. Crew Group, Inc. 8.125% 3/1/19 (d)	1,620,000	1,575,450
PETCO Animal Supplies, Inc. 9.25% 12/1/18 (d)	4,105,000	4,412,875
QVC, Inc. 7.125% 4/15/17 (d) ..	1,470,000	1,558,200
RadioShack Corp. 6.75% 5/15/19 (d)	3,205,000	3,100,838
Toys 'R' Us Property Co. II LLC 8.5% 12/1/17	3,575,000	3,735,875
Toys 'R' Us, Inc. 7.375% 9/1/16 (d) ..	1,475,000	<u>1,504,500</u>
		<u>18,323,176</u>
Technology – 7.1%		
Advanced Micro Devices, Inc. 7.75% 8/1/20	2,195,000	2,244,388
Amkor Technology, Inc.:		
6.625% 6/1/21 (d)	2,495,000	2,420,150

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

Investments (Unaudited) – continued

Nonconvertible Bonds – continued

	Principal Amount	Value
Technology – continued		
Amkor Technology, Inc.: – continued		
7.375% 5/1/18	\$ 5,590,000	\$ 5,701,800
Audatex North America, Inc. 6.75% 6/15/18 (d)	1,420,000	1,441,300
Avaya, Inc.:		
9.75% 11/1/15	2,435,000	2,477,613
10.125% 11/1/15 pay-in-kind (f)	2,415,000	2,469,338
CDW Escrow Corp. 8.5% 4/1/19 (d)	4,100,000	4,028,250
CDW LLC/CDW Finance Corp. 8% 12/15/18 (d)	2,860,000	3,003,000
CommScope, Inc. 8.25% 1/15/19 (d)	1,730,000	1,799,200
Eastman Kodak Co.:		
9.75% 3/1/18 (d)	1,165,000	1,106,750
10.625% 3/15/19 (d)	3,660,000	3,577,650
Fidelity National Information Services, Inc.:		
7.625% 7/15/17	915,000	969,900
7.875% 7/15/20	1,220,000	1,296,250
First Data Corp.:		
9.875% 9/24/15	2,030,000	2,080,750
11.25% 3/31/16	2,560,000	2,521,600
Freescall Semiconductor, Inc.:		
8.05% 2/1/20 (d)	5,530,000	5,530,000
9.125% 12/15/14 pay-in-kind (f)	3,145,979	3,279,683
9.25% 4/15/18 (d)	1,815,000	1,962,560
Lucent Technologies, Inc.:		
6.45% 3/15/29	6,625,000	5,962,500
6.5% 1/15/28	4,915,000	4,411,213
Sanmina-SCI Corp. 7% 5/15/19 (d)	8,470,000	8,004,150
Seagate HDD Cayman:		
6.875% 5/1/20 (d)	1,200,000	1,182,000
7% 11/1/21 (d)	1,375,000	1,364,688
Sensata Technologies BV 6.5% 5/15/19 (d)	3,465,000	3,465,000
Spansion LLC 7.875% 11/15/17 (d)	5,850,000	5,967,000
SunGard Data Systems, Inc.:		
7.375% 11/15/18	1,430,000	1,424,566
10.25% 8/15/15	4,320,000	4,465,800
		<u>84,157,099</u>
Telecommunications – 8.6%		
Clearwire Communications LLC/Clearwire Finance, Inc. 12% 12/1/15 (d)	5,375,000	5,791,563
Cleveland Unlimited, Inc. 14.5% 12/01/10 (c)(d)(f)	1,275,000	892,500

	Principal Amount	Value
Digical Group Ltd.:		
8.25% 9/1/17 (d)	\$ 2,535,000	\$ 2,627,021
8.875% 1/15/15 (d)	3,750,000	3,825,000
9.125% 1/15/15 pay-in-kind (d)(f)	3,357,000	3,432,533
Equinix, Inc. 8.125% 3/1/18	2,745,000	2,992,050
Frontier Communications Corp.:		
7.875% 4/15/15	1,760,000	1,907,312
8.125% 10/1/18	1,640,000	1,795,800
8.25% 4/15/17	2,585,000	2,804,725
Global Crossing Ltd.:		
9% 11/15/19 (d)	2,440,000	2,976,800
12% 9/15/15	915,000	1,065,975
Intelsat Jackson Holdings SA 9.5% 6/15/16	5,125,000	5,381,250
Intelsat Ltd. 11.25% 6/15/16	680,000	720,800
Intelsat Luxembourg SA:		
11.25% 2/4/17	3,140,000	3,289,150
11.5% 2/4/17 pay-in-kind (f)	6,126,864	6,555,744
12.5% 2/4/17 pay-in-kind (d)(f)	2,730,000	2,859,675
MetroPCS Wireless, Inc. 7.875% 9/1/18	3,585,000	3,800,100
Nextel Communications, Inc.:		
5.95% 3/15/14	4,895,000	4,888,881
6.875% 10/31/13	3,945,000	3,969,656
7.375% 8/1/15	6,745,000	6,745,000
Sprint Nextel Corp. 6% 12/1/16	7,590,000	7,580,513
U.S. West Communications 7.5% 6/15/23	9,460,000	9,460,000
VimpelCom Holdings BV 7.5043% 3/1/22 (d)	3,885,000	3,885,000
Wind Acquisition Finance SA:		
7.25% 2/15/18 (d)	1,535,000	1,596,400
11.75% 7/15/17 (d)	4,510,000	5,118,850
Wind Acquisition Holdings Finance SA 12.25% 7/15/17 pay-in-kind (d)(f)		
	5,486,435	<u>6,271,948</u>
		<u>102,234,246</u>

TOTAL NONCONVERTIBLE BONDS

(Cost \$943,605,498) **984,119,862**

Commercial Mortgage Securities – 0.0%

LB Multi-family Mortgage Trust Series 1991-4 Class A1, 7.1057% 4/25/21 (f) (Cost \$937)	31,491	21,619
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See accompanying notes which are an integral part of the financial statements.

Common Stocks — 0.0%

	Shares	Value
Textiles & Apparel — 0.0%		
Arena Brands Holding Corp. Class B (a)(g) (Cost \$1,974,627)	48,889	\$ 409,690

Preferred Stocks — 0.9%**Convertible Preferred Stocks — 0.6%**

Automotive — 0.4%		
General Motors Co. 4.75%	82,000	<u>3,996,680</u>
Electric Utilities — 0.2%		
AES Trust III 6.75%	51,000	<u>2,512,260</u>
TOTAL CONVERTIBLE PREFERRED STOCKS		<u>6,508,940</u>

Nonconvertible Preferred Stocks — 0.3%

Banks & Thrifts — 0.3%		
GMAC LLC 7.00% (d)	3,795	<u>3,529,350</u>
TOTAL PREFERRED STOCKS (Cost \$9,901,116)		<u>10,038,290</u>

Floating Rate Loans — 9.8%

	Principal Amount	
Air Transportation — 0.9%		
Delta Air Lines, Inc. Tranche B, term loan 5.5% 4/20/17 (f) ...	\$ 6,115,000	6,038,563
US Airways Group, Inc. term loan 2.6858% 3/23/14 (f)	5,620,347	<u>5,086,414</u>
		<u>11,124,977</u>
Automotive — 0.8%		
Chrysler Group LLC Tranche B, term loan 6% 5/24/17 (f)	3,420,000	3,343,050
Federal-Mogul Corp.:		
Tranche B, term loan 2.1275% 12/27/14 (f)	3,627,112	3,423,087
Tranche C, term loan 2.1275% 12/27/15 (f)	2,440,751	<u>2,303,459</u>
		<u>9,069,596</u>
Broadcasting — 0.9%		
Clear Channel Capital I LLC Tranche B, term loan 3.8413% 1/29/16 (f)	7,027,834	5,938,520
Univision Communications, Inc. term loan 4.4412% 3/31/17 (f)	5,072,026	<u>4,818,424</u>
		<u>10,756,944</u>
Cable TV — 0.3%		
Harron Communications LP Tranche B, term loan 5.25% 10/6/17 (f)	3,246,863	<u>3,234,687</u>
Capital Goods — 0.2%		
Sensus Metering Systems, Inc. 1st Lien, term loan 4.75% 5/9/17 (f)	1,062,338	1,062,338

	Principal Amount	Value
SRAM LLC:		
2nd LN, term loan 9.25% 12/7/18 (f)	\$ 480,000	\$ 480,000
Tranche B 1LN, term loan 5.75% 6/7/18 (f)	1,470,000	<u>1,468,163</u>
		<u>3,010,501</u>

Consumer Products — 0.2%

Visant Corp. Tranche B, term loan 5.25% 12/22/16 (f)	3,009,875	<u>2,991,063</u>
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Containers — 0.3%

Anchor Glass Container Corp.:		
Tranche 1LN, term loan 6% 3/2/16 (f)	1,645,755	1,645,755
Tranche 2LN, term loan 10% 9/2/16 (f)	2,070,000	<u>2,082,938</u>
		<u>3,728,693</u>

Diversified Financial Services — 0.2%

Fifth Third Processing Solutions Tranche B-1, term loan 4.5% 11/3/16 (f)	2,116,658	<u>2,114,012</u>
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Electric Utilities — 0.5%

Texas Competitive Electric Holdings Co. LLC/Texas Competitive Electric Holdings Finance, Inc. Tranche B, term loan 4.7301% 10/10/17 (f)		
	6,445,000	5,059,325
The AES Corp. Tranche B, term loan 4.25% 5/27/18 (f)	668,325	<u>666,654</u>
		<u>5,725,979</u>

Energy — 0.5%

Frac Tech Holdings LLC Tranche B, term loan 6.25% 5/6/16 (f) ...	5,501,188	<u>5,487,435</u>
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Food & Drug Retail — 0.2%

SUPERVALU, Inc. Tranche B 3LN, term loan 4.5% 4/29/18 (f) ...	2,079,788	<u>2,048,591</u>
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Food/Beverage/Tobacco — 0.2%

U.S. Foodservice term loan 5.75% 3/31/17 (f)	2,812,950	<u>2,714,497</u>
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Gaming — 0.4%

Ameristar Casinos, Inc. Tranche B, term loan 4% 4/14/18 (f)	1,341,638	1,344,992
Harrah's Entertainment, Inc. Tranche B1, term loan 3.2738% 1/28/15 (f)	4,070,000	<u>3,663,000</u>
		<u>5,007,992</u>

Healthcare — 1.0%

Emergency Medical Services Corp.		
Tranche B, term loan 5.2519% 5/25/18 (f)	3,266,813	3,254,562
Endo Pharmaceuticals Holdings, Inc. Tranche B, term loan 4% 6/17/18 (f)		
	1,185,000	1,189,444

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

Investments (Unaudited) – continued

Floating Rate Loans – continued

	Principal Amount	Value
Healthcare – continued		
HCA, Inc. Tranche B2, term loan 3.557% 3/31/17 (f)	\$ 3,135,000	\$ 3,087,975
Quintiles Transnational Corp. Tranche B, term loan 5% 6/8/18 (f)	4,755,000	<u>4,725,281</u>
		<u>12,257,262</u>
Leisure – 0.4%		
Blackstone UTP Capital LLC term loan 7.75% 11/2/14	3,665,082	3,720,058
Six Flags, Inc. Tranche B, term loan 5.25% 6/30/16 (f)	1,665,000	<u>1,671,244</u>
		<u>5,391,302</u>
Publishing/Printing – 0.1%		
Newsday LLC term loan 10.5% 8/1/13	925,000	<u>977,078</u>
Shipping – 0.1%		
Swift Transportation Co. LLC Tranche B, term loan 6% 12/21/16 (f)	816,001	<u>820,081</u>
Steel – 0.2%		
JMC Steel Group, Inc. term loan 4.75% 4/1/17 (f)	2,134,650	<u>2,145,323</u>
Super Retail – 0.3%		
J. Crew Group, Inc. Tranche B, term loan 4.75% 3/7/18 (f) ...	425,000	407,490
Neiman Marcus Group, Inc. Tranche B, term loan 4.75% 5/16/18 (f)	3,335,000	3,276,638
PETCO Animal Supplies, Inc. term loan 4.5% 11/24/17 (f)	485,100	<u>484,494</u>
		<u>4,168,622</u>
Technology – 0.8%		
Avaya, Inc. Tranche B 3LN, term loan 4.755% 10/26/17 (f) ...	3,470,000	3,335,538
CommScope, Inc. Tranche B, term loan 5% 1/14/18 (f)	324,188	325,403
First Data Corp.: term loan 4.1858% 3/24/18 (f)	5,620,088	5,142,381
Tranche B1, term loan 2.9358% 9/24/14 (f)	598,091	<u>551,739</u>
		<u>9,355,061</u>
Telecommunications – 1.3%		
Asurion LLC: term loan 9% 5/24/19 (f)	2,900,000	2,907,250
Tranche B, term loan 5.5% 5/24/18 (f)	2,900,000	2,860,270
FairPoint Communications, Inc. term loan 6.5% 1/24/16 (f) ...	2,895,000	2,587,406

	Principal Amount	Value
Intelsat Jackson Holdings SA term loan 3.2853% 2/1/14 (f)	\$ 830,000	\$ 796,800
MetroPCS Wireless, Inc. Tranche B 3LN, term loan 3.9802% 3/17/18 (f)	2,787,807	2,787,807
TowerCo Finance LLC Tranche B, term loan 3.9851% 2/2/17 (f)	2,972,550	<u>2,987,413</u>
		<u>14,926,946</u>

TOTAL FLOATING RATE LOANS

(Cost \$116,553,350) **117,056,642**

Money Market Funds – 4.2%

	Shares	
Fidelity Cash Central Fund, 0.11% (b) (Cost \$50,142,883)	50,142,883	<u>50,142,883</u>
TOTAL INVESTMENT PORTFOLIO – 97.7%		
(Cost \$1,122,178,411)		1,161,788,986

NET OTHER ASSETS (LIABILITIES) – 2.3% 27,347,712

NET ASSETS – 100% **\$ 1,189,136,698**

Legend

- (a) Non-income producing
- (b) Affiliated fund that is 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.
- (c) Non-income producing – Security is in default.
- (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 \$431,915,438 or 36.3% of net assets.
- (e) Security is perpetual in nature with no stated maturity date.
- (f) Coupon rates for floating and adjustable rate securities reflect the rates in effect at period end.
- (g) Restricted securities – 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 \$409,690 or 0.0% of net assets.

Additional information on each restricted holding is as follows:

Security	Acquisition Date	Acquisition Cost
Arena Brands Holding Corp. Class B	6/18/97	\$ 1,974,627

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

Affiliated Central Funds

Information regarding fiscal year to date income earned by the Fund from investments in Fidelity Central Funds is as follows:

Fund	Income earned
Fidelity Cash Central Fund	\$ <u>54,445</u>

Other Information

The following is a summary of the inputs used, as of June 30, 2011, 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 in the tables below, please refer to the Security Valuation section in the accompanying Notes to Financial Statements.

Valuation Inputs at Reporting Date:

Description	Total	Level 1	Level 2	Level 3
Investments in Securities:				
Equities:				
Consumer Discretionary	\$ 4,406,370	\$ 3,996,680	\$ —	\$ 409,690
Financials	3,529,350	—	3,529,350	—
Utilities	2,512,260	2,512,260	—	—
Corporate Bonds	984,119,862	—	983,227,362	892,500
Commercial Mortgage Securities	21,619	—	—	21,619
Floating Rate Loans	117,056,642	—	117,056,642	—
Money Market Funds	50,142,883	50,142,883	—	—
Total Investments in Securities:	<u>\$ 1,161,788,986</u>	<u>\$ 56,651,823</u>	<u>\$ 1,103,813,354</u>	<u>\$ 1,323,809</u>

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

Investments in Securities:	
Beginning Balance	\$ 402,835
Total Realized Gain (Loss)	—
Total Unrealized Gain (Loss)	(201,132)
Cost of Purchases	—
Proceeds of Sales	(27,733)
Amortization/Accretion	2,339
Transfers in to Level 3	1,147,500
Transfers out of Level 3	—
Ending Balance	<u>\$ 1,323,809</u>
The change in unrealized gain (loss) for the period attributable to Level 3 securities held at June 30, 2011	\$ (201,132)

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. 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.

Distribution of investments by country of issue, as a percentage of total net assets, is as follows: (Unaudited)

United States of America	86.8%
Bermuda	4.4%
Canada	2.2%
Luxembourg	1.5%
Netherlands	1.0%
Others (Individually Less Than 1%)	4.1%
	<u>100.0%</u>

Income Tax Information

At December 31, 2010, the Fund had a capital loss carryforward of approximately \$150,230,408 of which \$70,783,139 and \$79,447,269 will expire in fiscal 2016 and 2017, respectively. Capital loss carryforwards are only available to offset future capital gains of the Fund to the extent provided by regulations and may be limited.

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

Financial Statements

Statement of Assets and Liabilities

June 30, 2011 (Unaudited)

Assets	
Investment in securities, at value — See accompanying schedule:	
Unaffiliated issuers (cost \$1,072,035,528)	\$1,111,646,103
Fidelity Central Funds (cost \$50,142,883)	50,142,883
Total Investments (cost \$1,122,178,411)	\$1,161,788,986
Cash	107,157
Receivable for investments sold	22,722,027
Receivable for fund shares sold	9,076,394
Interest receivable	17,788,719
Distributions receivable from Fidelity Central Funds	5,327
Other receivables	4,934
Total assets	<u>1,211,493,544</u>
Liabilities	
Payable for investments purchased . \$	20,621,030
Payable for fund shares redeemed ..	903,024
Accrued management fee	586,960
Distribution and service plan fees payable	53,102
Other affiliated payables	112,697
Other payables and accrued expenses	80,033
Total liabilities	<u>22,356,846</u>
Net Assets	<u>\$1,189,136,698</u>
Net Assets consist of:	
Paid in capital	\$1,210,872,996
Undistributed net investment income	49,424,423
Accumulated undistributed net real- ized gain (loss) on investments ...	(110,760,434)
Net unrealized appreciation (de- preciation) on investments	39,599,713
Net Assets	<u>\$1,189,136,698</u>

Statement of Assets and Liabilities – continued

June 30, 2011 (Unaudited)

Initial Class:	
Net Asset Value , offering price and redemption price per share (\$597,289,088 ÷ 102,656,289 shares)	<u>\$ 5.82</u>
Service Class:	
Net Asset Value , offering price and redemption price per share (\$91,050,530 ÷ 15,736,680 shares)	<u>\$ 5.79</u>
Service Class 2:	
Net Asset Value , offering price and redemption price per share (\$179,919,686 ÷ 31,665,879 shares)	<u>\$ 5.68</u>
Initial Class R:	
Net Asset Value , offering price and redemption price per share (\$31,570,703 ÷ 5,444,110 shares)	<u>\$ 5.80</u>
Service Class R:	
Net Asset Value , offering price and redemption price per share (\$37,122,592 ÷ 6,441,378 shares)	<u>\$ 5.76</u>
Service Class 2R:	
Net Asset Value , offering price and redemption price per share (\$1,485,022 ÷ 261,463 shares) .	<u>\$ 5.68</u>
Investor Class:	
Net Asset Value , offering price and redemption price per share (\$250,699,077 ÷ 43,221,163 shares)	<u>\$ 5.80</u>

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

Statement of Operations

Six months ended June 30, 2011 (Unaudited)

Investment Income		
Dividends		\$ 212,199
Interest		47,014,107
Income from Fidelity Central Funds		54,445
Total income		<u>47,280,751</u>
Expenses		
Management fee	\$ 3,577,580	
Transfer agent fees	514,889	
Distribution and service plan fees	323,778	
Accounting fees and expenses	219,204	
Custodian fees and expenses	11,320	
Independent trustees' compensation	3,317	
Audit	34,358	
Legal	6,366	
Interest	353	
Miscellaneous	7,900	
Total expenses before reductions	4,699,065	
Expense reductions	(404)	4,698,661
Net investment income (loss)		<u>42,582,090</u>
Realized and Unrealized Gain (Loss)		
Net realized gain (loss) on:		
Investment securities:		
Unaffiliated issuers		39,673,024
Change in net unrealized appreciation (depreciation) on investment securities		(28,068,013)
Net gain (loss)		<u>11,605,011</u>
Net increase (decrease) in net assets resulting from operations		<u>\$ 54,187,101</u>

Statement of Changes in Net Assets

	Six months ended June 30, 2011 (Unaudited)	Year ended December 31, 2010
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	\$ 42,582,090	\$ 89,225,463
Net realized gain (loss)	39,673,024	35,026,882
Change in net unrealized appreciation (depreciation)	(28,068,013)	22,817,242
Net increase (decrease) in net assets resulting from operations	<u>54,187,101</u>	<u>147,069,587</u>
Distributions to shareholders from net investment income	(1,107,153)	(88,733,895)
Share transactions – net increase (decrease)	(90,120,707)	7,262,606
Redemption fees	3,915	110,732
Total increase (decrease) in net assets	<u>(37,036,844)</u>	<u>65,709,030</u>
Net Assets		
Beginning of period	1,226,173,542	1,160,464,512
End of period (including undistributed net investment income of \$49,424,423 and undistributed net investment income of \$7,949,486, respectively)	<u>\$1,189,136,698</u>	<u>\$1,226,173,542</u>

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

Financial Highlights — Initial Class

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.57	\$ 5.29	\$ 3.96	\$ 5.98	\$ 6.35	\$ 6.17
Income from Investment Operations						
Net investment income (loss) ^E	.196	.439	.438	.475	.485	.476
Net realized and unrealized gain (loss)	.059	.288	1.298	(1.990)	(.311)	.216
Total from investment operations	.255	.727	1.736	(1.515)	.174	.692
Distributions from net investment income	(.005)	(.448)	(.406)	(.506)	(.545)	(.512)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.82	\$ 5.57	\$ 5.29	\$ 3.96	\$ 5.98	\$ 6.35
Total Return^{B,C,D}	4.58%	13.82%	43.96%	(24.98)%	2.79%	11.24%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.69% ^A	.69%	.70%	.71%	.68%	.71%
Expenses net of fee waivers, if any	.69% ^A	.69%	.70%	.71%	.68%	.71%
Expenses net of all reductions	.69% ^A	.69%	.70%	.70%	.68%	.71%
Net investment income (loss)	6.84% ^A	7.84%	9.02%	8.48%	7.47%	7.40%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 597,289	\$ 594,688	\$ 608,802	\$ 451,824	\$ 726,409	\$ 922,565
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

Financial Highlights — Service Class

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.54	\$ 5.26	\$ 3.95	\$ 5.95	\$ 6.32	\$ 6.14
Income from Investment Operations						
Net investment income (loss) ^E	.192	.431	.429	.469	.477	.467
Net realized and unrealized gain (loss)	.063	.290	1.281	(1.971)	(.312)	.218
Total from investment operations	.255	.721	1.710	(1.502)	.165	.685
Distributions from net investment income	(.005)	(.442)	(.400)	(.499)	(.536)	(.505)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.79	\$ 5.54	\$ 5.26	\$ 3.95	\$ 5.95	\$ 6.32
Total Return^{B,C,D}	4.60%	13.79%	43.41%	(24.87)%	2.66%	11.18%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.79% ^A	.79%	.80%	.80%	.78%	.81%
Expenses net of fee waivers, if any	.79% ^A	.78%	.80%	.80%	.78%	.81%
Expenses net of all reductions	.79% ^A	.78%	.80%	.80%	.78%	.81%
Net investment income (loss)	6.74% ^A	7.74%	8.92%	8.39%	7.37%	7.30%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 91,051	\$ 98,988	\$ 103,511	\$ 95,461	\$ 180,837	\$ 277,546
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

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

Financial Highlights — Service Class 2

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.45	\$ 5.18	\$ 3.89	\$ 5.88	\$ 6.25	\$ 6.08
Income from Investment Operations						
Net investment income (loss) ^E	.184	.417	.422	.450	.461	.453
Net realized and unrealized gain (loss)	.051	.287	1.264	(1.949)	(.305)	.216
Total from investment operations	.235	.704	1.686	(1.499)	.156	.669
Distributions from net investment income	(.005)	(.435)	(.396)	(.492)	(.527)	(.499)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.68	\$ 5.45	\$ 5.18	\$ 3.89	\$ 5.88	\$ 6.25
Total Return^{B,C,D}	4.31%	13.67%	43.46%	(25.14)%	2.54%	11.02%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.94% ^A	.94%	.95%	.96%	.93%	.97%
Expenses net of fee waivers, if any	.94% ^A	.94%	.95%	.96%	.93%	.97%
Expenses net of all reductions	.94% ^A	.94%	.95%	.96%	.93%	.97%
Net investment income (loss)	6.59% ^A	7.59%	8.77%	8.23%	7.22%	7.14%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 179,920	\$ 182,465	\$ 181,377	\$ 87,077	\$ 97,266	\$ 110,503
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

Financial Highlights — Initial Class R

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.55	\$ 5.27	\$ 3.95	\$ 5.96	\$ 6.34	\$ 6.16
Income from Investment Operations						
Net investment income (loss) ^E	.195	.439	.440	.471	.479	.475
Net realized and unrealized gain (loss)	.060	.288	1.286	(1.975)	(.313)	.218
Total from investment operations	.255	.727	1.726	(1.504)	.166	.693
Distributions from net investment income	(.005)	(.448)	(.406)	(.507)	(.547)	(.513)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.80	\$ 5.55	\$ 5.27	\$ 3.95	\$ 5.96	\$ 6.34
Total Return^{B,C,D}	4.60%	13.88%	43.82%	(24.88)%	2.65%	11.27%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.69% ^A	.69%	.70%	.70%	.68%	.71%
Expenses net of fee waivers, if any	.69% ^A	.68%	.70%	.70%	.68%	.71%
Expenses net of all reductions	.69% ^A	.68%	.69%	.70%	.67%	.71%
Net investment income (loss)	6.84% ^A	7.84%	9.02%	8.49%	7.47%	7.39%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 31,571	\$ 34,946	\$ 34,080	\$ 19,801	\$ 19,401	\$ 93
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

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

Financial Highlights — Service Class R

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.52	\$ 5.25	\$ 3.94	\$ 5.93	\$ 6.32	\$ 6.14
Income from Investment Operations						
Net investment income (loss) ^E	.191	.433	.431	.467	.471	.467
Net realized and unrealized gain (loss)	.054	.280	1.280	(1.959)	(.318)	.219
Total from investment operations	.245	.713	1.711	(1.492)	.153	.686
Distributions from net investment income	(.005)	(.444)	(.401)	(.499)	(.544)	(.506)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.76	\$ 5.52	\$ 5.25	\$ 3.94	\$ 5.93	\$ 6.32
Total Return^{B,C,D}	4.44%	13.66%	43.56%	(24.79)%	2.45%	11.19%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.79% ^A	.79%	.80%	.80%	.78%	.81%
Expenses net of fee waivers, if any	.79% ^A	.78%	.80%	.80%	.78%	.81%
Expenses net of all reductions	.79% ^A	.78%	.80%	.80%	.77%	.81%
Net investment income (loss)	6.74% ^A	7.74%	8.92%	8.39%	7.37%	7.30%

Supplemental Data

Net assets, end of period (000 omitted)	\$ 37,123	\$ 68,806	\$ 47,873	\$ 26,572	\$ 33,129	\$ 92
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

Financial Highlights — Service Class 2R

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.45	\$ 5.17	\$ 3.89	\$ 5.87	\$ 6.25	\$ 6.08
Income from Investment Operations						
Net investment income (loss) ^E	.184	.415	.416	.451	.453	.453
Net realized and unrealized gain (loss)	.051	.293	1.257	(1.940)	(.294)	.214
Total from investment operations	.235	.708	1.673	(1.489)	.159	.667
Distributions from net investment income	(.005)	(.429)	(.393)	(.492)	(.540)	(.497)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.68	\$ 5.45	\$ 5.17	\$ 3.89	\$ 5.87	\$ 6.25
Total Return^{B,C,D}	4.31%	13.79%	43.13%	(24.99)%	2.59%	10.99%
Ratios to Average Net Assets^{F,H}						
Expenses before reductions	.94% ^A	.94%	.95%	.95%	.93%	.96%
Expenses net of fee waivers, if any	.94% ^A	.93%	.95%	.95%	.93%	.96%
Expenses net of all reductions	.94% ^A	.93%	.94%	.95%	.92%	.96%
Net investment income (loss)	6.59% ^A	7.59%	8.77%	8.24%	7.23%	7.14%

Supplemental Data

Net assets, end of period (000 omitted)	\$ 1,485	\$ 1,543	\$ 2,016	\$ 1,487	\$ 2,347	\$ 92
Portfolio turnover rate ^G	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

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

Financial Highlights — Investor Class

	Six months ended June 30, 2011 (Unaudited)		Years ended December 31,			
	2010	2009	2008	2007	2006	
Selected Per-Share Data						
Net asset value, beginning of period	\$ 5.56	\$ 5.27	\$ 3.96	\$ 5.96	\$ 6.34	\$ 6.16
Income from Investment Operations						
Net investment income (loss) ^E	.194	.437	.441	.473	.477	.471
Net realized and unrealized gain (loss)	.051	.298	1.274	(1.971)	(.317)	.220
Total from investment operations	.245	.735	1.715	(1.498)	.160	.691
Distributions from net investment income	(.005)	(.446)	(.405)	(.503)	(.541)	(.511)
Redemption fees added to paid in capital ^F	— ^I	.001	— ^I	.001	.001	—
Net asset value, end of period	\$ 5.80	\$ 5.56	\$ 5.27	\$ 3.96	\$ 5.96	\$ 6.34
Total Return^{B, C, D}	4.41%	14.04%	43.43%	(24.76)%	2.56%	11.24%
Ratios to Average Net Assets^{F, H}						
Expenses before reductions	.72% ^A	.73%	.73%	.74%	.75%	.80%
Expenses net of fee waivers, if any	.72% ^A	.72%	.73%	.74%	.75%	.80%
Expenses net of all reductions	.72% ^A	.72%	.73%	.74%	.75%	.79%
Net investment income (loss)	6.81% ^A	7.81%	8.99%	8.45%	7.40%	7.31%
Supplemental Data						
Net assets, end of period (000 omitted)	\$ 250,699	\$ 244,738	\$ 182,806	\$ 90,312	\$ 105,920	\$ 78,122
Portfolio turnover rate ⁶	82% ^A	81%	70%	58%	70%	65%

^A Annualized

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

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

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

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

^F Fees and expenses of any underlying Fidelity Central Funds are not included in the Fund's expense ratio. The Fund indirectly bears its proportionate share of the expenses of any underlying Fidelity Central Funds.

^G Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

^H Expense ratios reflect operating expenses of the class. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from brokerage service arrangements or reductions from other expense offset arrangements and do not represent the amount paid by the class during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from brokerage service arrangements or other expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the class.

^I Amount represents less than \$.001 per share.

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

Notes to Financial Statements

For the period ended June 30, 2011 (Unaudited)

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, Initial Class R shares, Service Class R shares, Service Class 2R shares and Investor Class shares. All classes have equal rights and voting privileges, except for matters affecting a single class. Investment income, realized and unrealized capital gains and losses, the common expenses of the Fund, and certain fund-level expense reductions, if any, are allocated on a pro-rata basis to each class based on the relative net assets of each class to the total net assets of the Fund. Each class differs with respect to transfer agent and distribution and service plan fees incurred. Certain expense reductions may also differ by class.

2. Investments in Fidelity Central Funds.

The Fund invests in Fidelity Central Funds, which are open-end investment companies available only to other investment companies and accounts managed by Fidelity Management & Research Company (FMR) and its affiliates. The Fund's Schedule of Investments lists each of the Fidelity Central Funds held as of period end, if any, as an investment of the Fund, but does not include the underlying holdings of each Fidelity Central Fund. As an Investing Fund, the Fund indirectly bears its proportionate share of the expenses of the underlying Fidelity Central Funds.

The Money Market Central Funds seek preservation of capital and current income and are managed by Fidelity Investments Money Management, Inc. (FIMM), an affiliate of FMR.

A complete unaudited list of holdings for each Fidelity Central Fund is available upon request or at the Securities and Exchange Commission (the SEC) web site at www.sec.gov. In addition, the financial statements of the Fidelity Central Funds, are available on the SEC web site or upon request.

3. Significant Accounting Policies.

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 following summarizes the significant accounting policies of the Fund:

Security Valuation. Investments are valued as of 4:00 p.m. Eastern time on the last calendar day of the period. The Fund uses independent pricing services approved by the Board of Trustees to value its investments. When current market prices or quotations are not readily available or reliable, valuations may be determined in good faith in accordance with procedures adopted by the Board of Trustees. Factors used in determining value may include market or security specific events, changes in interest rates and credit quality. The frequency with which these procedures are used cannot be predicted and they may be utilized to a significant extent. The value used for net asset value (NAV) calculation under these procedures may differ from published prices for the same securities.

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 – 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)

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, 2011 for the Fund's investments, as well as a roll forward of Level 3 securities, is included at the end of the Fund's Schedule of Investments. 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 independent pricing services or from dealers who make markets in such securities. For corporate bonds and floating rate loans, pricing services utilize matrix pricing which considers yield or price of bonds of comparable quality, coupon, maturity and type as well as dealer supplied prices and are generally categorized as Level 2 in the hierarchy. For commercial mortgage securities, pricing services utilize matrix pricing which considers prepayment speed assumptions, attributes of the collateral, yield or price of bonds of comparable quality, coupon, maturity and type as well as dealer supplied prices and, accordingly, such securities are generally categorized as Level 2 in the hierarchy. 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.

3. Significant Accounting Policies – continued

Security Valuation – continued

When independent prices are unavailable or unreliable, debt securities may be valued utilizing pricing matrices which consider similar factors that would be used by independent pricing services. These are generally categorized as Level 2 in the hierarchy but may be Level 3 depending on the circumstances.

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 an independent pricing service 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. Utilizing these techniques may result in transfers between Level 1 and Level 2. For restricted securities and private placements where observable inputs are limited, assumptions about market activity and risk are used and are categorized as Level 3 in the hierarchy.

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

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 and may include proceeds received from litigation. Dividend income is recorded on the ex-dividend date, except for certain dividends from foreign securities where the ex-dividend date may have passed, which are recorded as soon as the Fund is informed of the ex-dividend date. Non-cash dividends included in dividend income, if any, are recorded at the fair market value of the securities received. Distributions received on securities that represent a return of capital or capital gain are recorded as a reduction of cost of investments and/or as a realized gain. The Fund estimates the components of distributions received that may be considered return of capital distributions or capital gain distributions. Interest income and distributions from the Fidelity Central Funds are accrued as earned. Interest income includes coupon interest and amortization of premium and accretion of discount on debt securities. 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.

Expenses. 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. 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, including distributing substantially all of its taxable income and realized gains under Subchapter M of the Internal Revenue Code and filing its U.S. federal tax return. As a result, no provision for income taxes is required. A fund's federal tax return is subject to examination by the Internal Revenue Service (IRS) for a period of three years.

Distributions are declared and recorded on the ex-dividend date. Income dividends 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.

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. Temporary book-tax differences will reverse in a subsequent period.

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

The federal tax cost of investment securities and unrealized appreciation (depreciation) as of period end were as follows:

Gross unrealized appreciation	\$	55,137,003
Gross unrealized depreciation		(9,432,007)
Net unrealized appreciation (depreciation) on securities and other investments	\$	45,704,996
Tax cost	\$	1,116,083,990

Under the recently enacted Regulated Investment Company Modernization Act of 2010 (the Act), the Fund will be permitted to carry forward capital losses incurred in taxable years beginning after December 22, 2010 for an unlimited period. However, any losses incurred during those future taxable years will be required to be utilized prior to any losses incurred in pre-enactment taxable years, which generally expire after eight years from when they

Notes to Financial Statements (Unaudited) – continued

3. Significant Accounting Policies – continued

Income Tax Information and Distributions to Shareholders – continued

are incurred. Additionally, post-enactment capital losses that are carried forward will retain their character as either short-term or long-term capital losses rather than being considered all short-term as under previous law. The Fund's first fiscal year end subject to the Act will be December 31, 2011.

Trading (Redemption) Fees. Initial Class R shares, Service Class R shares and Service Class 2 R shares held by investors less than 60 days are subject to a redemption fee equal to 1% of the net asset value of shares redeemed. All redemption fees, which reduce the proceeds of the shareholder redemption, are retained by the Fund and accounted for as an addition to paid in capital.

New Accounting Pronouncement. In May 2011, the Financial Accounting Standards Board issued Accounting Standard Update No. 2011-04, *Fair Value Measurement (Topic 820)—Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs*. The update changes the wording used to describe the requirements in GAAP for measuring fair value and for disclosing information about fair value measurements. The update is effective during interim and annual periods beginning after December 15, 2011. Management is currently evaluating the impact of the update's adoption on the Fund's financial statement disclosures.

4. Operating Policies.

Restricted Securities. The Fund 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 is included at the end of the Fund's Schedule of Investments.

Loans and Other Direct Debt Instruments. The Fund may invest in loans and loan participations, trade claims or other receivables. These investments may include standby financing commitments, including revolving credit facilities, that obligate the Fund to supply additional cash to the borrower on demand. Loan participations involve a risk of insolvency of the lending bank or other financial intermediary. The Fund may be contractually obligated to receive approval from the agent bank and/or borrower prior to the sale of these investments.

5. Purchases and Sales of Investments.

Purchases and sales of securities, other than short-term securities, aggregated \$482,091,552 and \$519,194,391, respectively.

6. Fees and Other Transactions with Affiliates.

Management Fee. FMR 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 a group fee rate that averaged .11% during the period. The group fee rate is based upon the average net assets of all the mutual funds advised by FMR. The group fee rate decreases as assets under management increase and increases as assets under management decrease. For the period, the total annualized management fee rate was .57% 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 Corporation (FDC), an affiliate of FMR, a service fee. For the period, the service fee is based on an annual rate of .10% of Service Class' and Service Class R's average net assets and .25% of Service Class 2's and Service Class 2R'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	\$	47,543
Service Class 2		239,851
Service Class R		34,369
Service Class 2 R		2,015
	\$	<u>323,778</u>

6. Fees and Other Transactions with Affiliates – continued

Transfer Agent Fees. Fidelity Investments Institutional Operations Company, Inc. (FIIOC), an affiliate of FMR, is the Fund's transfer, dividend disbursing, and shareholder servicing agent. FIIOC receives an asset-based fee with respect to each class. Each class (with the exception of Investor Class) pays a transfer agent fee, excluding out of pocket expenses, equal to an annual rate of .07% of average net assets. Investor Class pays a monthly asset-based transfer agent fee of .10% of average net assets. In addition, FIIOC receives an asset-based fee of .0045% of average net assets for typesetting, printing and mailing of shareholder reports, except proxy statements. For the period, transfer agent fees for each class, including printing and out of pocket expenses, were as follows:

Initial Class	\$	229,216
Service Class		34,662
Service Class 2		70,879
Initial Class R		12,699
Service Class R		24,410
Service Class 2R		572
Investor Class		142,451
	\$	<u>514,889</u>

Accounting Fees. Fidelity Service Company, Inc. (FSC), an affiliate of FMR, maintains the Fund's accounting records. The fee is based on the level of average net assets for the month.

Interfund Lending Program. Pursuant to an Exemptive Order issued by the SEC, the Fund, along with other registered investment companies having management contracts with FMR, may participate in an interfund lending program. This program provides an alternative credit facility allowing the funds to borrow from, or lend money to, other participating affiliated funds. At period end, there were no interfund loans outstanding. The Fund's activity in this program during the period for which loans were outstanding was as follows:

Borrower or Lender	Average Daily Loan Balance	Weighted Average Interest Rate	Interest Expense
Borrower	\$ 18,232,000	.35%	\$ 353

7. Committed Line of Credit.

The Fund participates with other funds managed by FMR or an affiliate in a \$4.0 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 Fund has agreed to pay commitment fees on its pro-rata portion of the line of credit, which amounted to \$2,157 and is reflected in Miscellaneous expenses on the Statement of Operations. During the period, there were no borrowings on this line of credit.

8. Expense Reductions.

Through arrangements with the Fund's custodian, credits realized as a result of uninvested cash balances were used to reduce the Fund's expenses. During the period, these credits reduced the Fund's expenses by \$404.

9. Distributions to Shareholders.

Distributions to shareholders of each class were as follows:

	Six months ended June 30, 2011	Year ended December 31, 2010
From net investment income		
Initial Class	\$ 529,789	\$ 44,467,220
Service Class	84,505	7,392,045
Service Class 2	168,744	13,449,909
Initial Class R	31,265	2,630,051
Service Class R	63,180	5,103,828
Service Class 2R	1,448	113,793
Investor Class	228,222	15,577,049
Total	<u>\$ 1,107,153</u>	<u>\$ 88,733,895</u>

Notes to Financial Statements (Unaudited) – continued

10. Share Transactions.

Transactions for each class of shares were as follows:

	Shares		Dollars	
	Six months ended June 30, 2011	Year ended December 31, 2010	Six months ended June 30, 2011	Year ended December 31, 2010
Initial Class				
Shares sold	7,393,385	13,981,776	\$ 42,622,979	\$ 78,466,113
Reinvestment of distributions	92,782	8,041,089	529,789	44,467,220
Shares redeemed	(11,569,072)	(30,400,651)	(66,674,880)	(169,255,225)
Net increase (decrease)	<u>(4,082,905)</u>	<u>(8,377,786)</u>	<u>\$ (23,522,112)</u>	<u>\$ (46,321,892)</u>
Service Class				
Shares sold	844,822	1,837,003	\$ 4,847,753	\$ 10,346,870
Reinvestment of distributions	14,878	1,344,008	84,505	7,392,045
Shares redeemed	(2,980,995)	(4,989,128)	(17,017,948)	(27,651,179)
Net increase (decrease)	<u>(2,121,295)</u>	<u>(1,808,117)</u>	<u>\$ (12,085,690)</u>	<u>\$ (9,912,264)</u>
Service Class 2				
Shares sold	13,452,978	26,131,374	\$ 76,095,193	\$ 143,180,880
Reinvestment of distributions	30,241	2,486,120	168,744	13,449,909
Shares redeemed	(15,312,394)	(30,129,445)	(86,260,221)	(161,771,346)
Net increase (decrease)	<u>(1,829,175)</u>	<u>(1,511,951)</u>	<u>\$ (9,996,284)</u>	<u>\$ (5,140,557)</u>
Initial Class R				
Shares sold	950,621	2,670,258	\$ 5,459,119	\$ 14,859,524
Reinvestment of distributions	5,495	477,323	31,265	2,630,051
Shares redeemed	(1,805,388)	(3,318,610)	(10,383,456)	(18,109,555)
Net increase (decrease)	<u>(849,272)</u>	<u>(171,029)</u>	<u>\$ (4,893,072)</u>	<u>\$ (619,980)</u>
Service Class R				
Shares sold	943,548	8,426,767	\$ 5,351,251	\$ 46,508,327
Reinvestment of distributions	11,163	931,355	63,180	5,103,828
Shares redeemed	(6,975,312)	(6,021,801)	(39,930,058)	(32,701,379)
Net increase (decrease)	<u>(6,020,601)</u>	<u>3,336,321</u>	<u>\$ (34,515,627)</u>	<u>\$ 18,910,776</u>
Service Class 2R				
Shares sold	57,386	86,744	\$ 322,380	\$ 465,296
Reinvestment of distributions	260	21,073	1,448	113,793
Shares redeemed	(79,457)	(214,247)	(449,228)	(1,182,315)
Net increase (decrease)	<u>(21,811)</u>	<u>(106,430)</u>	<u>\$ (125,400)</u>	<u>\$ (603,226)</u>
Investor Class				
Shares sold	9,844,700	30,365,867	\$ 56,652,749	\$ 168,056,935
Reinvestment of distributions	40,039	2,827,051	228,222	15,577,049
Shares redeemed	(10,720,387)	(23,797,435)	(61,863,493)	(132,684,235)
Net increase (decrease)	<u>(835,648)</u>	<u>9,395,483</u>	<u>\$ (4,982,522)</u>	<u>\$ 50,949,749</u>

11. Other.

The 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, the Fund may also enter into contracts that provide general indemnifications. The Fund's maximum exposure under these arrangements is unknown as this would be dependent on future claims that may be made against the Fund. The risk of material loss from such claims is considered remote.

At the end of the period, FMR or its affiliates were the owners of record of 33% of the total outstanding shares of the Fund and one otherwise unaffiliated shareholder was the owner of record of 22% of the total outstanding shares of the Fund.

Investment Adviser

Fidelity Management & Research Company
Boston, MA

Investment Sub-Advisers

FMR Co., Inc.
Fidelity Management & Research (U.K.) Inc.
Fidelity Management & Research (Hong Kong) Limited
Fidelity Management & Research (Japan) Inc.

General Distributor

Fidelity Distributors Corporation
Boston, MA

Transfer and Service Agents

Fidelity Investments Institutional Operations Company, Inc.
Boston, MA
Fidelity Service Company, Inc.
Boston, MA

Custodian

The Bank of New York Mellon
New York, NY