

# **Fidelity® Variable Insurance Products: Asset Manager 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, 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.

	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
<b>Initial Class</b>	.63%			
Actual		\$ 1,000.00	\$ 1,042.30	\$ 3.19
Hypothetical <sup>A</sup>		\$ 1,000.00	\$ 1,021.67	\$ 3.16
<b>Service Class</b>	.74%			
Actual		\$ 1,000.00	\$ 1,041.90	\$ 3.75
Hypothetical <sup>A</sup>		\$ 1,000.00	\$ 1,021.12	\$ 3.71
<b>Service Class 2</b>	.89%			
Actual		\$ 1,000.00	\$ 1,040.90	\$ 4.50
Hypothetical <sup>A</sup>		\$ 1,000.00	\$ 1,020.38	\$ 4.46
<b>Investor Class</b>	.71%			
Actual		\$ 1,000.00	\$ 1,041.10	\$ 3.59
Hypothetical <sup>A</sup>		\$ 1,000.00	\$ 1,021.27	\$ 3.56

<sup>A</sup> 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). The fees and expenses of the underlying Fidelity Central Funds in which the Fund invests are not included in the Fund's annualized expense ratio.

# Investment Changes (Unaudited)

The information in the following tables is based on the combined investments of the Fund and its pro-rata share of the investments of Fidelity's Central Funds, other than the Commodity Strategy and Money Market Central Funds.

## Top Five Stocks as of June 30, 2011

	% of fund's net assets	% of fund's net assets 6 months ago
Apple, Inc.	1.4	2.1
Chevron Corp.	0.9	0.0
United Continental Holdings, Inc.	0.8	0.8
Schlumberger Ltd.	0.8	0.6
Green Mountain Coffee Roasters, Inc.	0.8	0.0
	<u>4.7</u>	

## Top Five Bond Issuers as of June 30, 2011

(with maturities greater than one year)	% of fund's net assets	% of fund's net assets 6 months ago
U.S. Treasury Obligations	9.8	10.2
Fannie Mae	8.6	12.4
Ginnie Mae	2.7	1.2
Freddie Mac	1.8	1.0
Citigroup, Inc.	0.3	0.4
	<u>23.2</u>	

## Top Five Market Sectors as of June 30, 2011

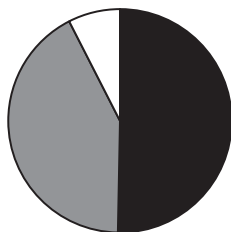
	% of fund's net assets	% of fund's net assets 6 months ago
Financials	10.4	12.1
Consumer Discretionary	9.9	12.4
Energy	9.1	6.1
Information Technology	8.8	11.3
Industrials	7.3	8.6

## Asset Allocation (% of fund's net assets)

As of June 30, 2011 \*

- Stock Class\*\*\* 50.3%
- Bond Class 42.2%
- Short-Term Class 7.5%

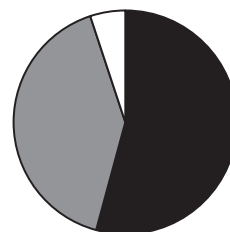
\* Foreign investments 23.0%



As of December 31, 2010 \*\*

- Stock Class\*\*\*\* 54.2%
- Bond Class 40.7%
- Short-Term Class 5.1%

\*\* Foreign investments 23.6%



\*\*\* Includes investment in Fidelity Commodity Strategy Central Fund of 1.0%.

\*\*\*\* Includes investment in Fidelity Commodity Strategy Central Fund of 1.6%.

Asset allocations in the pie charts reflect the categorization of assets as defined in the fund's prospectus in effect as of the time periods indicated above. Financial Statement categorizations conform to accounting standards and will differ from the pie chart. Percentages are adjusted for the effect of futures contracts and swap contracts, if applicable.

An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro-rata share of any securities and other investments held indirectly through its investment in underlying Fidelity Central Funds, other than the Commodity Strategy and Money Market Central Funds, is available at [advisor.fidelity.com](http://advisor.fidelity.com).

# Investments June 30, 2011 (Unaudited)

Showing Percentage of Net Assets

## Common Stocks – 35.2%

	Shares	Value
<b>CONSUMER DISCRETIONARY – 6.2%</b>		
<b>Auto Components – 0.2%</b>		
BorgWarner, Inc. (a)	31,800	\$ 2,569,122
<b>Automobiles – 0.4%</b>		
Bayerische Motoren Werke AG (BMW)	51,818	5,171,185
<b>Diversified Consumer Services – 0.4%</b>		
Anhanguera Educacional Participacoes SA	55,400	1,178,905
Weight Watchers International, Inc.	66,700	5,033,849
		<u>6,212,754</u>
<b>Hotels, Restaurants &amp; Leisure – 0.8%</b>		
Arcos Dorados Holdings, Inc.	61,400	1,294,926
Chipotle Mexican Grill, Inc. (a)	11,000	3,390,090
Panera Bread Co. Class A (a)	53,300	6,697,678
		<u>11,382,694</u>
<b>Household Durables – 0.2%</b>		
Gafisa SA sponsored ADR	249,300	2,358,378
<b>Internet &amp; Catalog Retail – 0.4%</b>		
Amazon.com, Inc. (a)	7,000	1,431,430
Priceline.com, Inc. (a)	9,500	4,863,335
		<u>6,294,765</u>
<b>Media – 0.2%</b>		
Bankrate, Inc.	43,600	722,888
Focus Media Holding Ltd. ADR (a)	66,400	2,065,040
		<u>2,787,928</u>
<b>Multiline Retail – 0.5%</b>		
Lojas Renner SA	14,100	537,410
Macy's, Inc.	203,000	5,935,720
Marisa Lojas SA	14,500	221,062
		<u>6,694,192</u>
<b>Specialty Retail – 0.8%</b>		
China ZhengTong Auto Services Holdings Ltd.	566,000	648,062
Tiffany & Co., Inc.	51,400	4,035,928
Vitamin Shoppe, Inc. (a)	10,800	494,208
Williams-Sonoma, Inc.	171,300	6,250,737
		<u>11,428,935</u>
<b>Textiles, Apparel &amp; Luxury Goods – 2.3%</b>		
Arezzo Industria e Comercio SA	64,700	905,576
Burberry Group PLC	93,200	2,168,862
Coach, Inc.	93,700	5,990,241
Deckers Outdoor Corp. (a)	90,800	8,003,112
Fossil, Inc. (a)	59,900	7,051,428
Phillips-Van Heusen Corp.	79,100	5,178,677
The Swatch Group AG (Bearer)	4,360	2,197,892
Vera Bradley, Inc.	35,500	1,356,100
		<u>32,851,888</u>
TOTAL CONSUMER DISCRETIONARY		<u>87,751,841</u>

	Shares	Value
<b>CONSUMER STAPLES – 1.7%</b>		
<b>Beverages – 0.3%</b>		
Hansen Natural Corp. (a)	51,700	\$ 4,185,115
<b>Food &amp; Staples Retailing – 0.1%</b>		
Droga Raia SA	43,000	716,162
<b>Food Products – 0.8%</b>		
Green Mountain Coffee Roasters, Inc. (a)	126,000	11,246,760
Smithfield Foods, Inc. (a)	32,500	710,775
		<u>11,957,535</u>
<b>Personal Products – 0.5%</b>		
Estee Lauder Companies, Inc. Class A	42,800	4,502,132
Hengan International Group Co. Ltd.	335,500	3,009,336
		<u>7,511,468</u>
TOTAL CONSUMER STAPLES		<u>24,370,280</u>
<b>ENERGY – 6.3%</b>		
<b>Energy Equipment &amp; Services – 2.7%</b>		
Baker Hughes, Inc.	116,600	8,460,496
Carbo Ceramics, Inc.	34,200	5,572,890
Halliburton Co.	183,700	9,368,700
Petrofac Ltd.	47,800	1,161,453
Saipem SpA	41,709	2,153,464
Schlumberger Ltd.	133,813	11,561,443
		<u>38,278,446</u>
<b>Oil, Gas &amp; Consumable Fuels – 3.6%</b>		
Alpha Natural Resources, Inc. (a)	45,497	2,067,384
Cabot Oil & Gas Corp.	11,600	769,196
Chevron Corp.	125,600	12,916,704
Concho Resources, Inc. (a)	60,100	5,520,185
Continental Resources, Inc. (a)	97,900	6,354,689
Denbury Resources, Inc. (a)	24,200	484,000
Kosmos Energy Ltd.	62,000	1,052,760
Oasis Petroleum, Inc. (a)	105,100	3,119,368
Occidental Petroleum Corp.	44,300	4,608,972
Pioneer Natural Resources Co.	80,500	7,210,385
Western Refining, Inc. (a)(d)	52,300	945,061
Whiting Petroleum Corp. (a)	113,600	6,464,976
		<u>51,513,680</u>
TOTAL ENERGY		<u>89,792,126</u>
<b>FINANCIALS – 0.9%</b>		
<b>Capital Markets – 0.4%</b>		
Apollo Global Management LLC Class A	315,200	5,421,440
<b>Commercial Banks – 0.2%</b>		
Itau Unibanco Banco Multiplo SA sponsored ADR	122,500	2,884,875
<b>Insurance – 0.1%</b>		
Qualicorp SA	108,000	1,030,812

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

## Investments (Unaudited) – continued

### Common Stocks – continued

	Shares	Value
<b>FINANCIALS – continued</b>		
<b>Real Estate Management &amp; Development – 0.2%</b>		
CB Richard Ellis Group, Inc. Class A (a)	131,500	\$ 3,301,965
TOTAL FINANCIALS		<u>12,639,092</u>
<b>HEALTH CARE – 4.2%</b>		
<b>Biotechnology – 0.9%</b>		
Amgen, Inc. (a)	12,200	711,870
Biogen Idec, Inc. (a)	26,700	2,854,764
United Therapeutics Corp. (a)	69,600	3,834,960
Vertex Pharmaceuticals, Inc. (a)	92,300	4,798,677
		<u>12,200,271</u>
<b>Health Care Equipment &amp; Supplies – 0.3%</b>		
Edwards Lifesciences Corp. (a)	24,000	2,092,320
IDEXX Laboratories, Inc. (a)(d)	13,000	1,008,280
St. Jude Medical, Inc.	2,400	114,432
Volcano Corp. (a)	46,500	1,501,485
		<u>4,716,517</u>
<b>Health Care Providers &amp; Services – 1.6%</b>		
Accretive Health, Inc. (a)	61,000	1,756,190
Express Scripts, Inc. (a)	36,900	1,991,862
HMS Holdings Corp. (a)	27,800	2,136,986
Humana, Inc.	70,400	5,670,016
McKesson Corp.	46,400	3,881,360
Medco Health Solutions, Inc. (a)	37,100	2,096,892
UnitedHealth Group, Inc.	51,000	2,630,580
WellPoint, Inc.	38,600	3,040,522
		<u>23,204,408</u>
<b>Health Care Technology – 0.2%</b>		
Epocrates, Inc. (a)	33,400	615,896
SXC Health Solutions Corp. (a)	37,200	2,197,516
		<u>2,813,412</u>
<b>Pharmaceuticals – 1.2%</b>		
Elan Corp. PLC sponsored ADR (a)	136,600	1,553,142
Novo Nordisk A/S Series B sponsored ADR	44,400	5,562,432
Shire PLC sponsored ADR	30,400	2,863,984
Valeant Pharmaceuticals International, Inc. (Canada)	130,150	6,767,962
		<u>16,747,520</u>
TOTAL HEALTH CARE		<u>59,682,128</u>
<b>INDUSTRIALS – 4.6%</b>		
<b>Aerospace &amp; Defense – 0.2%</b>		
Goodrich Corp.	24,000	<u>2,292,000</u>
<b>Airlines – 1.5%</b>		
Copa Holdings SA Class A	23,100	1,541,694
Delta Air Lines, Inc. (a)	799,825	7,334,395

	Shares	Value
United Continental Holdings, Inc. (a)	523,870	\$ 11,855,178
US Airways Group, Inc. (a)	118,700	1,057,617
		<u>21,788,884</u>
<b>Commercial Services &amp; Supplies – 0.0%</b>		
Swisher Hygiene, Inc. (g)	135,158	<u>684,846</u>
<b>Construction &amp; Engineering – 0.3%</b>		
Fluor Corp.	68,700	<u>4,442,142</u>
<b>Electrical Equipment – 0.1%</b>		
Roper Industries, Inc.	24,100	<u>2,007,530</u>
<b>Industrial Conglomerates – 0.1%</b>		
Carlisle Companies, Inc.	32,300	<u>1,590,129</u>
<b>Machinery – 1.9%</b>		
Caterpillar, Inc.	49,900	5,312,354
Changsha Zoomlion Heavy Industry Science & Technology Development Co. Ltd. (H Shares)	512,720	976,453
Cummins, Inc.	42,500	4,398,325
Dover Corp.	67,400	4,569,720
Kennametal, Inc.	99,300	4,191,453
Parker Hannifin Corp.	55,600	4,989,544
Sandvik AB	66,400	1,164,341
Weg SA	81,700	931,561
		<u>26,533,751</u>
<b>Road &amp; Rail – 0.2%</b>		
CSX Corp.	84,000	<u>2,202,480</u>
<b>Trading Companies &amp; Distributors – 0.3%</b>		
Air Lease Corp.:		
Class A (a)(e)	59,100	1,435,539
Class A	46,500	1,129,485
Mills Estruturas e Servicos de Engenharia SA	91,000	1,311,575
		<u>3,876,599</u>
TOTAL INDUSTRIALS		<u>65,418,361</u>
<b>INFORMATION TECHNOLOGY – 7.5%</b>		
<b>Communications Equipment – 1.7%</b>		
Alcatel-Lucent SA sponsored ADR (a)	983,500	5,674,795
HTC Corp.	103,000	3,454,972
JDS Uniphase Corp. (a)	67,600	1,126,216
Juniper Networks, Inc. (a)	36,000	1,134,000
Polycom, Inc. (a)	49,700	3,195,710
QUALCOMM, Inc.	96,400	5,474,556
Riverbed Technology, Inc. (a)	98,900	3,915,451
		<u>23,975,700</u>
<b>Computers &amp; Peripherals – 1.8%</b>		
Apple, Inc. (a)	60,600	20,341,602
EMC Corp. (a)	130,900	3,606,295
Fusion-io, Inc.	10,100	303,909
NetApp, Inc. (a)	29,200	1,541,176
		<u>25,792,982</u>

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

## Common Stocks – continued

	Shares	Value
<b>INFORMATION TECHNOLOGY – continued</b>		
<b>Internet Software &amp; Services – 0.9%</b>		
Active Network, Inc. ....	57,900	\$ 1,019,040
Baidu.com, Inc. sponsored ADR (a) ....	22,500	3,152,925
Cornerstone OnDemand, Inc. ....	63,700	1,124,305
Demand Media, Inc. ....	64,500	873,975
Facebook, Inc. Class B (a)(g) ....	8,621	215,525
Rackspace Hosting, Inc. (a) ....	24,100	1,030,034
Renren, Inc. ADR ....	58,200	515,070
Tencent Holdings Ltd. ....	146,600	3,978,786
YouKu.com, Inc. ADR (a)(d) ....	20,200	693,870
		<u>12,603,530</u>

### IT Services – 0.5%

Cognizant Technology Solutions Corp. Class A (a) ....	80,400	5,896,536
Fidelity National Information Services, Inc. ....	10,509	323,572
Jack Henry & Associates, Inc. ....	44,600	1,338,446
		<u>7,558,554</u>

### Semiconductors & Semiconductor Equipment – 0.7%

ARM Holdings PLC sponsored ADR ....	66,100	1,879,223
Broadcom Corp. Class A ....	32,700	1,100,028
Freescale Semiconductor Holdings I Ltd. ....	104,400	1,919,916
NVIDIA Corp. (a) ....	55,600	885,986
NXP Semiconductors NV ....	126,800	3,389,364
		<u>9,174,517</u>

### Software – 1.9%

Ariba, Inc. (a) ....	60,500	2,085,435
Citrix Systems, Inc. (a) ....	53,100	4,248,000
Informatica Corp. (a) ....	153,900	8,992,377
RealPage, Inc. ....	52,000	1,376,440
Rovi Corp. (a) ....	61,100	3,504,696
Taleo Corp. Class A (a) ....	59,800	2,214,394
VMware, Inc. Class A (a) ....	44,800	4,490,304
		<u>26,911,646</u>

TOTAL INFORMATION TECHNOLOGY ..... 106,016,929

## MATERIALS – 3.8%

### Chemicals – 2.8%

Celanese Corp. Class A ....	78,300	4,174,173
CF Industries Holdings, Inc. ....	48,200	6,828,494
Dow Chemical Co. ....	162,900	5,864,400
Ferro Corp. (a) ....	18,000	241,920
FMC Corp. ....	34,500	2,967,690

	Shares	Value
LyondellBasell Industries NV Class A ....	179,000	\$ 6,895,080
PPG Industries, Inc. ....	30,000	2,723,700
Rockwood Holdings, Inc. (a) ....	54,000	2,985,660
Umicore SA ....	23,053	1,257,444
Uralkali JSC GDR (Reg. S) ....	60,200	2,709,000
Westlake Chemical Corp. ....	50,400	2,615,760
		<u>39,263,321</u>

### Metals & Mining – 1.0%

Alcoa, Inc. ....	192,500	3,053,050
Anglo American PLC (United Kingdom) .	1,600	79,282
First Quantum Minerals Ltd. ....	27,500	4,009,799
Stillwater Mining Co. (a) ....	149,100	3,281,691
United States Steel Corp. (d) ....	62,500	2,877,500
Vallares PLC ....	73,100	1,179,048
		<u>14,480,370</u>

TOTAL MATERIALS ..... 53,743,691

### UTILITIES – 0.0%

#### Multi-Utilities – 0.0%

TECO Energy, Inc. ....	39,600	748,044
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## TOTAL COMMON STOCKS

(Cost \$382,538,190) ..... 500,162,492

## Investment Companies – 2.7%

iShares Barclays TIPS Bond ETF (Cost \$38,291,511) ....	345,600	<u>38,237,181</u>
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## Fixed-Income Funds – 42.1%

Fidelity Emerging Markets Debt Central Fund (f) ....	711,260	7,240,630
Fidelity Floating Rate Central Fund (f) ...	439,284	44,525,786
Fidelity High Income Central Fund 1 (f) ..	487,824	48,099,438
Fidelity VIP Investment Grade Central Fund (f) ....	4,670,528	497,504,640

## TOTAL FIXED-INCOME FUNDS

(Cost \$573,609,092) ..... 597,370,494

## Money Market Funds – 5.6%

Fidelity Cash Central Fund, 0.11% (b) ..	43,883,216	43,883,216
Fidelity Money Market Central Fund, 0.31% (b) ....	30,351,185	30,351,185
Fidelity Securities Lending Cash Central Fund, 0.11% (b)(c) ....	5,101,550	5,101,550

## TOTAL MONEY MARKET FUNDS

(Cost \$79,335,951) ..... 79,335,951

## Equity Funds – 15.1%

### Commodity Funds – 1.0%

Fidelity Commodity Strategy Central Fund (f) ....	1,172,742	<u>14,424,727</u>
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See accompanying notes which are an integral part of the financial statements.

## Investments (Unaudited) – continued

### Equity Funds – continued

	Shares	Value
<b>International Equity Funds – 14.1%</b>		
Fidelity Emerging Markets Equity Central Fund (f) .....	127,336	\$ 27,999,913
Fidelity International Equity Central Fund (f) .....	2,328,277	<u>171,477,587</u>
<b>TOTAL INTERNATIONAL EQUITY FUNDS .....</b>		<b><u>199,477,500</u></b>
<b>TOTAL EQUITY FUNDS</b>		
(Cost \$208,519,287) .....		<b><u>213,902,227</u></b>
<b>TOTAL INVESTMENT PORTFOLIO – 100.7%</b>		
(Cost \$1,282,294,031) .....		<b><u>1,429,008,345</u></b>
<b>NET OTHER ASSETS (LIABILITIES) – (0.7)%</b>		<b><u>(10,618,091)</u></b>
<b>NET ASSETS – 100%</b> .....		<b><u>\$1,418,390,254</u></b>

### Futures Contracts

	Expiration Date	Underlying Face Amount at Value	Unrealized Appreciation/Depreciation
<b>Purchased</b>			
<b>Equity Index Contracts</b>			
132 CME E-mini S&P 500 Index Contracts	Sept. 2011	\$ 8,682,300	\$ 1,532
328 NYSE E-mini MSCI EAFE Index Contracts	Sept. 2011	<u>14,671,440</u>	<u>(66,223)</u>
<b>TOTAL EQUITY INDEX CONTRACTS .....</b>		<b><u>\$ 23,353,740</u></b>	<b><u>\$ (64,691)</u></b>

The face value of futures purchased as a percentage of net assets is 1.6%

### 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	\$ 40,508
Fidelity Emerging Markets Debt Central Fund	113,764
Fidelity Emerging Markets Equity Central Fund	216,471
Fidelity Floating Rate Central Fund	1,043,684
Fidelity High Income Central Fund 1	1,809,451
Fidelity International Equity Central Fund	3,486,363
Fidelity Money Market Central Fund	55,095
Fidelity Securities Lending Cash Central Fund	56,762
Fidelity VIP Investment Grade Central Fund	<u>8,596,573</u>
Total	<b><u>\$ 15,418,671</u></b>

### Security Type Abbreviations

ETFs — Exchange-Traded Funds

### Legend

- Non-income producing
- 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.
- Investment made with cash collateral received from securities on loan.
- Security or a portion of the security is on loan at period end.
- 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 \$1,435,539 or 0.1% of net assets.
- Affiliated fund that is available only to investment companies and other accounts managed by Fidelity Investments. A complete unaudited schedule of portfolio holdings for each Fidelity Central Fund is filed with the SEC for the first and third quarters of each fiscal year on Form N-Q and is available upon request or at the SEC's web site at [www.sec.gov](http://www.sec.gov). An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro rata share of securities and other investments held indirectly through its investment in underlying Fidelity Central Funds, other than the Commodity Strategy and Money Market Central Funds, is available at [advisor.fidelity.com](http://advisor.fidelity.com). In addition, each Fidelity Central Fund's financial statements are available on the SEC's web site or upon request.
- 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 \$900,371 or 0.1% of net assets.

Additional information on each restricted holding is as follows:

Security	Acquisition Date	Acquisition Cost
Facebook, Inc. Class B	5/19/11	\$ 215,930
Swisher Hygiene, Inc.	4/15/11	\$ 1,040,717

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

Additional information regarding the Fund's fiscal year to date purchases and sales, including the ownership percentage, of the non Money Market Central Funds is as follows:

Fund	Value, beginning of period	Purchases	Sales Proceeds	Value, end of period	% ownership, end of period
Fidelity Commodity Strategy Central Fund	\$ 22,829,987	\$ 7,886,752	\$ 15,513,763	\$ 14,424,727	1.4%
Fidelity Emerging Markets Debt Central Fund	—	7,114,105	—	7,240,630	6.9%
Fidelity Emerging Markets Equity Central Fund	44,864,395	—	15,498,967	27,999,913	8.7%
Fidelity Floating Rate Central Fund	45,723,024	1,043,684	2,939,440	44,525,786	1.5%
Fidelity High Income Central Fund 1	52,973,765	1,809,451	7,395,713	48,099,438	8.8%
Fidelity International Equity Central Fund	162,878,293	11,514,278	8,494,395	171,477,587	9.1%
Fidelity VIP Investment Grade Central Fund	494,551,472	24,072,291	27,474,171	497,504,640	13.1%
Total	\$ 823,820,936	\$ 53,440,561	\$ 77,316,449	\$ 811,272,721	

## 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
<b>Investments in Securities:</b>				
<b>Equities:</b>				
Consumer Discretionary	\$ 87,751,841	\$ 87,751,841	\$ —	\$ —
Consumer Staples	24,370,280	24,370,280	—	—
Energy	89,792,126	89,792,126	—	—
Financials	12,639,092	12,639,092	—	—
Health Care	59,682,128	59,682,128	—	—
Industrials	65,418,361	64,733,515	684,846	—
Information Technology	106,016,929	105,801,404	—	215,525
Materials	53,743,691	53,743,691	—	—
Utilities	748,044	748,044	—	—
Investment Companies	38,237,181	38,237,181	—	—
Fixed-Income Funds	597,370,494	597,370,494	—	—
Money Market Funds	79,335,951	79,335,951	—	—
Equity Funds	213,902,227	213,902,227	—	—
<b>Total Investments in Securities:</b>	<b>\$ 1,429,008,345</b>	<b>\$ 1,428,107,974</b>	<b>\$ 684,846</b>	<b>\$ 215,525</b>
<b>Derivative Instruments:</b>				
<b>Assets</b>				
Futures Contracts	\$ 1,532	\$ 1,532	\$ —	\$ —
<b>Liabilities</b>				
Futures Contracts	\$ (66,223)	\$ (66,223)	\$ —	\$ —
<b>Total Derivative Instruments:</b>	<b>\$ (64,691)</b>	<b>\$ (64,691)</b>	<b>\$ —</b>	<b>\$ —</b>

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

<b>Investments in Securities:</b>	
Beginning Balance	\$ 1,211,550
Total Realized Gain (Loss)	—
Total Unrealized Gain (Loss)	(405)
Cost of Purchases	215,930
Proceeds of Sales	—
Amortization/Accretion	—
Transfers in to Level 3	—
Transfers out of Level 3	(1,211,550)
Ending Balance	\$ 215,525
The change in unrealized gain (loss) for the period attributable to Level 3 securities held at June 30, 2011	\$ (405)

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

## Investments (Unaudited) – continued

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.

### Value of Derivative Instruments

The following table is a summary of the Fund's value of derivative instruments by risk exposure as of June 30, 2011. For additional information on derivative instruments, please refer to the Derivative Instruments section in the accompanying Notes to Financial Statements.

Risk Exposure / Derivative Type	Value	
	Asset	Liability
<b>Equity Risk</b>		
Futures Contracts	\$ 1,532	\$ (66,223)
<b>Total Equity Risk</b>	<u>\$ 1,532</u>	<u>\$ (66,223)</u>

(a) Reflects cumulative appreciation/(depreciation) on futures contracts as disclosed on the Schedule of Investments. Only the period end variation margin is separately disclosed on the Statement of Assets and Liabilities.

The information in the following tables is based on the combined investments of the Fund and its pro-rata share of the investments of Fidelity's Central Funds, other than the Commodity Strategy and Money Market Central Funds.

The composition of credit quality ratings as a percentage of net assets is as follows (Unaudited):

U.S. Government and U.S. Government Agency Obligations . . . . .	23.1%
AAA,AA,A . . . . .	6.9%
BBB . . . . .	4.3%
BB . . . . .	2.4%
B . . . . .	3.8%
CCC,CC,C . . . . .	0.6%
D . . . . .	0.0%
Not Rated . . . . .	0.6%
Equities* . . . . .	54.9%
Short-Term Investments and Net Other Assets . . . . .	3.4%
	<u>100.0%</u>

\* Includes investment in Fidelity Commodity Strategy Central Fund of 1.0%.

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. Percentages are adjusted for the effect of futures contracts, if applicable.

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

United States of America . . . . .	77.0%
United Kingdom . . . . .	3.5%
Japan . . . . .	1.7%
France . . . . .	1.7%
Germany . . . . .	1.7%
Canada . . . . .	1.5%
Brazil . . . . .	1.4%
Netherlands . . . . .	1.2%
Others (Individually Less Than 1%) . . . . .	10.3%
	<u>100.0%</u>

### Income Tax Information

At December 31, 2010, the Fund had a capital loss carryforward of approximately \$137,245,675 of which \$103,924,134 and \$33,321,541 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 (including securities loaned of \$5,025,546) — See accompany- ing schedule:		
Unaffiliated issuers (cost \$420,829,701) .....	\$	538,399,673
Fidelity Central Funds (cost \$861,464,330) .....		890,608,672
Total Investments (cost \$1,282,294,031) .....		\$1,429,008,345
Cash .....		98
Receivable for investments sold .....		35,070,740
Receivable for fund shares sold .....		104,574
Dividends receivable .....		760,840
Distributions receivable from Fidelity Central Funds .....		2,058,961
Other receivables .....		81,600
<b>Total assets</b> .....		<u>1,467,085,158</u>

### Liabilities

Payable for investments purchased .	\$	42,390,117
Payable for fund shares redeemed .		277,894
Accrued management fee .....		591,138
Distribution and service plan fees payable .....		8,192
Payable for daily variation on futures contracts .....		64,691
Other affiliated payables .....		133,650
Other payables and accrued expenses .....		127,672
Collateral on securities loaned, at value .....		5,101,550
<b>Total liabilities</b> .....		<u>48,694,904</u>

<b>Net Assets</b> .....		<u>\$1,418,390,254</u>
Net Assets consist of:		
Paid in capital .....		\$1,312,319,220
Undistributed net investment income		12,967,551
Accumulated undistributed net real- ized gain (loss) on investments and foreign currency transactions .....		(53,544,512)
Net unrealized appreciation (depreci- ation) on investments and assets and liabilities in foreign currencies		146,647,995
<b>Net Assets</b> .....		<u>\$1,418,390,254</u>

## Statement of Assets and Liabilities – continued

June 30, 2011 (Unaudited)

### Initial Class:

<b>Net Asset Value</b> , offering price and redemption price per share (\$1,261,113,561 ÷ 83,253,876 shares) .....	\$	<u>15.15</u>
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### Service Class:

<b>Net Asset Value</b> , offering price and redemption price per share (\$8,590,739 ÷ 570,984 shares) .	\$	<u>15.05</u>
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### Service Class 2:

<b>Net Asset Value</b> , offering price and redemption price per share (\$36,233,931 ÷ 2,435,513 shares) .....	\$	<u>14.88</u>
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### Investor Class:

<b>Net Asset Value</b> , offering price and redemption price per share (\$112,452,023 ÷ 7,455,243 shares) .....	\$	<u>15.08</u>
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See accompanying notes which are an integral part of the financial statements.

## Financial Statements – continued

### Statement of Operations

Six months ended June 30, 2011 (Unaudited)

<b>Investment Income</b>		
Dividends		\$ 2,063,466
Interest		361
Income from Fidelity Central Funds		15,418,671
<b>Total income</b>		<u>17,482,498</u>
<b>Expenses</b>		
Management fee	\$ 3,619,577	
Transfer agent fees	568,163	
Distribution and service plan fees	51,690	
Accounting and security lending fees	288,029	
Custodian fees and expenses	18,490	
Independent trustees' compensation	2,717	
Appreciation in deferred trustee compensation account	131	
Audit	28,938	
Legal	3,733	
Miscellaneous	8,120	
Total expenses before reductions	4,589,588	
Expense reductions	(61,587)	
		<u>4,528,001</u>
<b>Net investment income (loss)</b>		<u>12,954,497</u>
<b>Realized and Unrealized Gain (Loss)</b>		
Net realized gain (loss) on:		
Investment securities:		
Unaffiliated issuers	57,387,473	
Fidelity Central Funds	3,534,055	
Foreign currency transactions	(65,887)	
Futures contracts	516,775	
Capital gain distributions from Fidelity Central Funds	1,461,377	
Total net realized gain (loss)		62,833,793
Change in net unrealized appreciation (depreciation) on:		
Investment securities	(16,741,014)	
Assets and liabilities in foreign currencies	(2,632)	
Futures contracts	(217,523)	
Total change in net unrealized appreciation (depreciation)		(16,961,169)
<b>Net gain (loss)</b>		<u>45,872,624</u>
<b>Net increase (decrease) in net assets resulting from operations</b>		<u>\$ 58,827,121</u>

### Statement of Changes in Net Assets

	Six months ended June 30, 2011 (Unaudited)	Year ended December 31, 2010
<b>Increase (Decrease) in Net Assets</b>		
Operations		
Net investment income (loss)	\$ 12,954,497	\$ 23,180,903
Net realized gain (loss)	62,833,793	111,599,649
Change in net unrealized appreciation (depreciation)	(16,961,169)	46,878,640
<b>Net increase (decrease) in net assets resulting from operations</b>	<u>58,827,121</u>	<u>181,659,192</u>
Distributions to shareholders from net investment income	—	(22,808,550)
Distributions to shareholders from net realized gain	(484,669)	(6,928,726)
<b>Total distributions</b>	<u>(484,669)</u>	<u>(29,737,276)</u>
Share transactions – net increase (decrease)	(65,189,675)	(91,985,209)
<b>Total increase (decrease) in net assets</b>	<u>(6,847,223)</u>	<u>59,936,707</u>
<b>Net Assets</b>		
Beginning of period	1,425,237,477	1,365,300,770
End of period (including undistributed net investment income of \$12,967,551 and undistributed net investment income of \$13,054, respectively)	<u>\$ 1,418,390,254</u>	<u>\$ 1,425,237,477</u>

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

## Financial Highlights – Initial Class

	Six months ended		Years ended December 31,			
	June 30, 2011 (Unaudited)	2010	2009	2008	2007	2006
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 14.54	\$ 13.00	\$ 10.31	\$ 16.58	\$ 15.71	\$ 15.04
Income from Investment Operations						
Net investment income (loss) <sup>E</sup>	.14	.23	.26	.36	.44	.44
Net realized and unrealized gain (loss)	.48	1.62	2.73	(4.75)	1.88	.64
Total from investment operations	.62	1.85	2.99	(4.39)	2.32	1.08
Distributions from net investment income	—	(.24)	(.28)	(.37)	(1.00)	(.41)
Distributions from net realized gain	(.01)	(.07)	(.02)	(1.51)	(.45)	—
Total distributions	(.01)	(.31)	(.30)	(1.88)	(1.45)	(.41)
Net asset value, end of period	\$ 15.15	\$ 14.54	\$ 13.00	\$ 10.31	\$ 16.58	\$ 15.71
<b>Total Return<sup>B,C,D</sup></b>	4.23%	14.26%	29.11%	(28.76)%	15.57%	7.32%
<b>Ratios to Average Net Assets<sup>F,H</sup></b>						
Expenses before reductions	.63% <sup>A</sup>	.63%	.67%	.63%	.63%	.65%
Expenses net of fee waivers, if any	.63% <sup>A</sup>	.63%	.67%	.63%	.63%	.65%
Expenses net of all reductions	.62% <sup>A</sup>	.62%	.66%	.63%	.62%	.63%
Net investment income (loss)	1.83% <sup>A</sup>	1.72%	2.31%	2.62%	2.75%	2.90%
<b>Supplemental Data</b>						
Net assets, end of period (000 omitted)	\$ 1,261,114	\$ 1,279,306	\$ 1,249,955	\$ 1,093,133	\$ 1,791,647	\$ 2,080,545
Portfolio turnover rate <sup>G</sup>	57% <sup>A</sup>	54%	95%	90%	99%	173%

<sup>A</sup> Annualized

<sup>B</sup> Total returns for periods of less than one year are not annualized.

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

<sup>D</sup> Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

<sup>E</sup> Calculated based on average shares outstanding during the period.

<sup>F</sup> 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.

<sup>G</sup> Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

<sup>H</sup> 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.

## Financial Highlights – Service Class

	Six months ended		Years ended December 31,			
	June 30, 2011 (Unaudited)	2010	2009	2008	2007	2006
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 14.45	\$ 12.92	\$ 10.25	\$ 16.48	\$ 15.61	\$ 14.94
Income from Investment Operations						
Net investment income (loss) <sup>E</sup>	.13	.22	.25	.34	.42	.42
Net realized and unrealized gain (loss)	.48	1.60	2.71	(4.71)	1.86	.64
Total from investment operations	.61	1.82	2.96	(4.37)	2.28	1.06
Distributions from net investment income	—	(.22)	(.27)	(.35)	(.96)	(.39)
Distributions from net realized gain	(.01)	(.07)	(.02)	(1.51)	(.45)	—
Total distributions	(.01)	(.29)	(.29)	(1.86)	(1.41)	(.39)
Net asset value, end of period	\$ 15.05	\$ 14.45	\$ 12.92	\$ 10.25	\$ 16.48	\$ 15.61
<b>Total Return<sup>B,C,D</sup></b>	4.19%	14.14%	28.94%	(28.82)%	15.36%	7.24%
<b>Ratios to Average Net Assets<sup>F,H</sup></b>						
Expenses before reductions	.74% <sup>A</sup>	.75%	.79%	.75%	.74%	.76%
Expenses net of fee waivers, if any	.74% <sup>A</sup>	.74%	.79%	.75%	.74%	.76%
Expenses net of all reductions	.74% <sup>A</sup>	.73%	.78%	.75%	.74%	.74%
Net investment income (loss)	1.71% <sup>A</sup>	1.60%	2.18%	2.50%	2.63%	2.79%
<b>Supplemental Data</b>						
Net assets, end of period (000 omitted)	\$ 8,591	\$ 8,613	\$ 8,230	\$ 7,413	\$ 13,530	\$ 24,021
Portfolio turnover rate <sup>G</sup>	57% <sup>A</sup>	54%	95%	90%	99%	173%

<sup>A</sup> Annualized

<sup>B</sup> Total returns for periods of less than one year are not annualized.

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

<sup>D</sup> Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

<sup>E</sup> Calculated based on average shares outstanding during the period.

<sup>F</sup> 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.

<sup>G</sup> Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

<sup>H</sup> 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.

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

## Financial Highlights — Service Class 2

	Six months ended		Years ended December 31,			
	June 30, 2011 (Unaudited)	2010	2009	2008	2007	2006
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 14.30	\$ 12.79	\$ 10.15	\$ 16.34	\$ 15.47	\$ 14.82
Income from Investment Operations						
Net investment income (loss) <sup>E</sup>	.11	.19	.23	.32	.39	.39
Net realized and unrealized gain (loss)	.48	1.59	2.68	(4.67)	1.85	.63
Total from investment operations	.59	1.78	2.91	(4.35)	2.24	1.02
Distributions from net investment income	—	(.20)	(.25)	(.33)	(.92)	(.37)
Distributions from net realized gain	(.01)	(.07)	(.02)	(1.51)	(.45)	—
Total distributions	(.01)	(.27)	(.27)	(1.84)	(1.37)	(.37)
Net asset value, end of period	\$ 14.88	\$ 14.30	\$ 12.79	\$ 10.15	\$ 16.34	\$ 15.47
<b>Total Return<sup>B,C,D</sup></b>	4.09%	13.96%	28.76%	(28.95)%	15.24%	7.06%
<b>Ratios to Average Net Assets<sup>F,H</sup></b>						
Expenses before reductions	.89% <sup>A</sup>	.90%	.93%	.90%	.89%	.92%
Expenses net of fee waivers, if any	.89% <sup>A</sup>	.89%	.93%	.90%	.89%	.92%
Expenses net of all reductions	.88% <sup>A</sup>	.88%	.92%	.89%	.89%	.90%
Net investment income (loss)	1.56% <sup>A</sup>	1.46%	2.04%	2.36%	2.48%	2.64%
<b>Supplemental Data</b>						
Net assets, end of period (000 omitted)	\$ 36,234	\$ 39,148	\$ 39,475	\$ 37,360	\$ 59,670	\$ 55,585
Portfolio turnover rate <sup>G</sup>	57% <sup>A</sup>	54%	95%	90%	99%	173%

<sup>A</sup> Annualized

<sup>B</sup> Total returns for periods of less than one year are not annualized.

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

<sup>D</sup> Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

<sup>E</sup> Calculated based on average shares outstanding during the period.

<sup>F</sup> 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.

<sup>G</sup> Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

<sup>H</sup> 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.

## Financial Highlights — Investor Class

	Six months ended		Years ended December 31,			
	June 30, 2011 (Unaudited)	2010	2009	2008	2007	2006
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 14.49	\$ 12.96	\$ 10.28	\$ 16.53	\$ 15.67	\$ 15.03
Income from Investment Operations						
Net investment income (loss) <sup>E</sup>	.13	.22	.25	.34	.42	.42
Net realized and unrealized gain (loss)	.47	1.61	2.73	(4.72)	1.87	.63
Total from investment operations	.60	1.83	2.98	(4.38)	2.29	1.05
Distributions from net investment income	—	(.23)	(.28)	(.36)	(.98)	(.41)
Distributions from net realized gain	(.01)	(.07)	(.02)	(1.51)	(.45)	—
Total distributions	(.01)	(.30)	(.30)	(1.87)	(1.43)	(.41)
Net asset value, end of period	\$ 15.08	\$ 14.49	\$ 12.96	\$ 10.28	\$ 16.53	\$ 15.67
<b>Total Return<sup>B,C,D</sup></b>	4.11%	14.16%	29.01%	(28.79)%	15.38%	7.16%
<b>Ratios to Average Net Assets<sup>F,H</sup></b>						
Expenses before reductions	.71% <sup>A</sup>	.72%	.77%	.73%	.75%	.78%
Expenses net of fee waivers, if any	.71% <sup>A</sup>	.71%	.77%	.73%	.75%	.78%
Expenses net of all reductions	.70% <sup>A</sup>	.70%	.76%	.72%	.74%	.76%
Net investment income (loss)	1.74% <sup>A</sup>	1.63%	2.21%	2.53%	2.63%	2.77%
<b>Supplemental Data</b>						
Net assets, end of period (000 omitted)	\$ 112,452	\$ 98,171	\$ 67,641	\$ 51,264	\$ 46,555	\$ 27,092
Portfolio turnover rate <sup>G</sup>	57% <sup>A</sup>	54%	95%	90%	99%	173%

<sup>A</sup> Annualized

<sup>B</sup> Total returns for periods of less than one year are not annualized.

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

<sup>D</sup> Total returns would have been lower if certain expenses had not been reduced during the applicable periods shown.

<sup>E</sup> Calculated based on average shares outstanding during the period.

<sup>F</sup> 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.

<sup>G</sup> Amount does not include the portfolio activity of any underlying Fidelity Central Funds.

<sup>H</sup> 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.

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 Asset Manager Portfolio (the Fund) is a fund of Variable Insurance Products Fund V (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. 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.

Based on their investment objective, each Fidelity Central Fund may invest or participate in various investment vehicles or strategies that are similar to those of the Fund. 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 each of the Fidelity Central Funds and thus a decline in the value of the Fund. The following summarizes the Fund's investment in each Fidelity Central Fund.

Fidelity Central Fund	Investment Manager	Investment Objective	Investment Practices
Fidelity Commodity Strategy Central Fund	FMR Co., Inc. (FMRC)	Seeks to provide investment returns that correspond to the performance of the commodities market.	Investment in wholly-owned subsidiary organized under the laws of the Cayman Islands Futures Repurchase Agreements Swap Agreements
Fidelity Emerging Markets Debt Central Fund	FMRC	Seeks high total return by normally investing in debt securities of issuers in emerging markets and other debt investments that are tied economically to emerging markets.	Foreign Securities Repurchase Agreements Restricted Securities
Fidelity Emerging Markets Equity Central Fund	FMRC	Seeks capital appreciation by investing primarily in equity securities of issuers in emerging markets.	Delayed Delivery Securities Foreign Securities Futures Repurchase Agreements Restricted Securities
Fidelity International Equity Central Fund	FMRC	Seeks capital appreciation by investing primarily in non-U.S. based common stocks, including securities of issuers located in emerging markets.	Foreign Securities Repurchase Agreements Restricted Securities
Fidelity Floating Rate Central Fund	FMRC	Seeks a high level of income by normally investing in floating rate loans and other floating rate securities.	Loans & Direct Debt Instruments Repurchase Agreements Restricted Securities
Fidelity High Income Central Fund 1	FMRC	Seeks a high level of income and may also seek capital appreciation by investing primarily in debt securities, preferred stocks, and convertible securities, with an emphasis on lower-quality debt securities.	Loans & Direct Debt Instruments Repurchase Agreements Restricted Securities
VIP Investment Grade Central Fund	Fidelity Investments Money Management, Inc. (FIMM)	Seeks a high level of current income by normally investing in investment-grade debt securities and repurchase agreements.	Delayed Delivery Securities Repurchase Agreements Restricted Securities Swap Agreements
Fidelity Money Market Central Funds	FIMM	Seek to obtain a high level of current income consistent with the preservation of capital and liquidity.	Short-term Investments

## Notes to Financial Statements (Unaudited) – continued

### 2. Investments in Fidelity Central Funds – continued

An unaudited holdings listing for the Fund, which presents direct holdings as well as the pro-rata share of any securities and other investments held indirectly through its investment in underlying non-money market Fidelity Central Funds, is available at [advisor.fidelity.com](http://advisor.fidelity.com). 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](http://www.sec.gov). In addition, the financial statements of the Fidelity Central Funds which contain the significant accounting policies (including security valuation policies) of those 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, 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:

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. For foreign equity securities, when significant market or security specific events arise, comparisons to the valuation of American Depositary Receipts (ADRs), futures contracts, Exchange-traded funds (ETFs) and certain indexes as well as quoted prices for similar securities are used and are categorized as Level 2 in the hierarchy in these circumstances. Utilizing these techniques may result in transfers between Level 1 and Level 2. For restricted equity 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.

ETFs are valued at their last 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 but the exchange reports a closing bid level, ETFs are valued at the closing bid and would be categorized as Level 1 in the hierarchy. In the event there was no closing bid, ETFs may be valued by another method that the Board of Trustees believes reflects fair value in accordance with the Board's fair value pricing policies and may be categorized as Level 2 in the hierarchy.

Futures contracts are valued at the settlement price established each day by the board of trade or exchange on which they are traded and are categorized as Level 1 in the hierarchy. Investments in open-end mutual funds, including other Fidelity Central Funds, are valued at their closing net asset value each business day and are categorized as Level 1 in the hierarchy.

**Foreign Currency.** The Fund may use foreign currency contracts to facilitate transactions in foreign-denominated securities. Gains and losses from these transactions may arise from changes in the value of the foreign currency or if the counterparties do not perform under the contracts' terms.

Foreign-denominated assets, including investment securities, and liabilities are translated into U.S. dollars at the exchange rate at period end. Purchases and sales of investment securities, income and dividends received and expenses denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date.

The effects of exchange rate fluctuations on investments are included with the net realized and unrealized gain (loss) on investment securities. Other foreign currency transactions resulting in realized and unrealized gain (loss) are disclosed separately.

### 3. Significant Accounting Policies – continued

**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. Investment income is recorded net of foreign taxes withheld where recovery of such taxes is uncertain.

**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.

**Deferred Trustee Compensation.** Under a Deferred Compensation Plan (the Plan), independent Trustees may elect to defer receipt of a portion of their annual compensation. Deferred amounts are invested in a cross-section of Fidelity funds, are marked-to-market and remain in the Fund until distributed in accordance with the Plan. The investment of deferred amounts and the offsetting payable to the Trustees are included in the accompanying Statement of Assets and Liabilities.

**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. Foreign taxes are provided for based on the Fund's understanding of the tax rules and rates that exist in the foreign markets in which it invests.

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 the short-term gain distributions from the Fidelity Central Funds, in-kind transactions, futures transactions, foreign currency transactions, market discount, partnerships (including allocations from Fidelity Central Funds), deferred trustees compensation, 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 .....	\$	194,792,779
Gross unrealized depreciation .....		(34,301,865)
Net unrealized appreciation (depreciation) on securities and other investments .....	\$	<u>160,490,914</u>
Tax cost .....	\$	<u>1,268,517,431</u>

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 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.

**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.

## Notes to Financial Statements (Unaudited) – continued

### 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.

### 5. Derivative Instruments.

**Risk Exposures and the Use of Derivative Instruments.** The Fund used derivative instruments (derivatives), including futures contracts in order to meet its investment objectives. The strategy is to use derivatives to increase returns, to gain exposure to certain types of assets and to manage exposure to certain risks as defined below. The success of any strategy involving derivatives depends on analysis of numerous economic factors, and if the strategies for investment do not work as intended, the Fund may not achieve its objectives.

The Fund's use of derivatives increased or decreased its exposure to the following risk:

<b>Equity Risk</b>	Equity risk relates to the fluctuations in the value of financial instruments as a result of changes in market prices (other than those arising from interest rate risk or foreign exchange risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.
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The Fund is also exposed to additional risks from investing in derivatives, such as liquidity risk and counterparty credit risk. Liquidity risk is the risk that the Fund will be unable to sell the derivative in the open market in a timely manner. Counterparty credit risk is the risk that the counterparty will not be able to fulfill its obligation to the Fund. The Fund's maximum risk of loss from counterparty credit risk is generally the aggregate unrealized appreciation and unpaid counterparty payments in excess of any collateral pledged by the counterparty to the Fund. Counterparty risk related to exchange-traded futures contracts is minimal because of the protection provided by the exchange on which they trade. Derivatives involve, to varying degrees, risk of loss in excess of the amounts recognized in the Statement of Assets and Liabilities.

**Futures Contracts.** A futures contract is an agreement between two parties to buy or sell a specified underlying instrument for a fixed price at a specified future date. The Fund used futures contracts to manage its exposure to the stock markets.

Upon entering into a futures contract, a fund is required to deposit either cash or securities (initial margin) with a clearing broker in an amount equal to a certain percentage of the face value of the contract. Futures contracts are marked-to-market daily and subsequent payments (variation margin) are made or received by a fund depending on the daily fluctuations in the value of the futures contracts and are recorded as unrealized appreciation or (depreciation). Realized gain or (loss) is recorded upon the expiration or closing of a futures contract.

The underlying face amount at value of open futures contracts at period end is shown in the Schedule of Investments under the caption "Futures Contracts." This amount reflects each contract's exposure to the underlying instrument at period end and is representative of activity for the period. The receivable and/or payable for the variation margin are reflected in the Statement of Assets and Liabilities.

Certain risks arise upon entering into futures contracts, including the risk that an illiquid market limits the ability to close out a futures contract prior to settlement date.

During the period the Fund recognized net realized gain (loss) of \$516,775 and a change in unrealized appreciation (depreciation) of \$(217,523) related to its investment in futures contracts. These amounts are included in the Statement of Operations.

### 6. Purchases and Sales of Investments.

Purchases and sales of securities (including the Equity and Fixed-Income Central Funds), other than short-term securities, aggregated \$388,174,082 and \$440,694,458, respectively.

### 7. 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 .25% of the Fund's average net assets and a group fee rate that averaged .26% 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 .51% of the Fund's average net assets.

## 7. Fees and Other Transactions with Affiliates – continued

### Management Fee – continued

The Fund invests in the Fidelity Commodity Strategy Central Fund, which in turn invests in a wholly-owned subsidiary that invests in commodity-linked derivative instruments. FMR has contractually agreed to waive the Fund's management fee in an amount equal to its proportionate share of the management fee paid to FMR by the subsidiary based on the Fund's proportionate ownership of the Fidelity Commodity Strategy Central Fund. Fees waived totaled \$6,070 for the period and is reflected in Expense reductions on the Statement of Operations.

**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' 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 .....	\$	4,326
Service Class 2 .....		47,364
	\$	<u>51,690</u>

**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 .15% 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 .....	\$	464,934
Service Class .....		3,828
Service Class 2 .....		16,195
Investor Class .....		83,206
	\$	<u>568,163</u>

**Accounting and Security Lending Fees.** Fidelity Service Company, Inc. (FSC), an affiliate of FMR, maintains the Fund's accounting records. The accounting fee is based on the level of average net assets for the month. Under a separate contract, FSC administers the security lending program. The security lending fee is based on the number and duration of lending transactions.

**Brokerage Commissions.** The Fund placed a portion of its portfolio transactions with brokerage firms which are affiliates of the investment adviser. The commissions paid to these affiliated firms were \$4,274 for the period.

### 8. 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 \$2,461 and is reflected in Miscellaneous expenses on the Statement of Operations. During the period, there were no borrowings on this line of credit.

### 9. Security Lending.

The Fund lends portfolio securities through a lending agent from time to time in order to earn additional income. The lending agent may loan securities to certain qualified borrowers, including Fidelity Capital Markets (FCM), a broker-dealer affiliated with the Fund. On the settlement date of the loan, the 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 the Fund and any additional required collateral is delivered to the Fund on the next business day. If the

## Notes to Financial Statements (Unaudited) – continued

### 9. Security Lending – continued

borrower defaults on its obligation to return the securities loaned because of insolvency or other reasons, a fund could experience delays and costs in recovering the securities loaned or in gaining access to the collateral. Any cash collateral received is invested in the Fidelity Securities Lending Cash Central Fund. The value of loaned securities and cash collateral at period end are disclosed on the Fund's Statement of Assets and Liabilities. Security lending income represents the income earned on investing cash collateral, less rebates paid to borrowers and 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. Total security lending income during the period amounted to \$56,762. During the period, there were no securities loaned to FCM.

### 10. Expense Reductions.

Many of the brokers with whom FMR places trades on behalf of the Fund provided services to the Fund in addition to trade execution. These services included payments of certain expenses on behalf of the Fund totaling \$55,517 for the period.

### 11. Distributions to Shareholders.

Distributions to shareholders of each class were as follows:

	Six months ended June 30, 2011	Year ended December 31, 2010
<b>From net investment income</b>		
Initial Class	\$ —	\$ 20,670,020
Service Class	—	130,466
Service Class 2	—	539,940
Investor Class	—	1,468,124
Total	<u>\$ —</u>	<u>\$ 22,808,550</u>
<b>From net realized gain</b>		
Initial Class	\$ 433,925	\$ 6,228,074
Service Class	2,955	42,354
Service Class 2	13,424	193,184
Investor Class	34,365	465,114
Total	<u>\$ 484,669</u>	<u>\$ 6,928,726</u>

### 12. 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
<b>Initial Class</b>				
Shares sold	1,145,147	2,953,816	\$ 17,095,677	\$ 40,305,021
Reinvestment of distributions	29,103	1,875,132	433,925	26,898,094
Shares redeemed	(5,893,911)	(12,990,962)	(88,059,402)	(175,862,426)
Net increase (decrease)	<u>(4,719,661)</u>	<u>(8,162,014)</u>	<u>\$ (70,529,800)</u>	<u>\$ (108,659,311)</u>
<b>Service Class</b>				
Shares sold	23,737	217,938	\$ 353,169	\$ 2,870,314
Reinvestment of distributions	199	12,117	2,955	172,820
Shares redeemed	(48,895)	(270,940)	(725,096)	(3,659,374)
Net increase (decrease)	<u>(24,959)</u>	<u>(40,885)</u>	<u>\$ (368,972)</u>	<u>\$ (616,240)</u>
<b>Service Class 2</b>				
Shares sold	117,588	317,970	\$ 1,723,088	\$ 4,248,620
Reinvestment of distributions	916	51,977	13,424	733,124
Shares redeemed	(420,397)	(718,587)	(6,188,074)	(9,598,684)
Net increase (decrease)	<u>(301,893)</u>	<u>(348,640)</u>	<u>\$ (4,451,562)</u>	<u>\$ (4,616,940)</u>
<b>Investor Class</b>				
Shares sold	1,185,440	2,175,761	\$ 17,656,572	\$ 30,128,589
Reinvestment of distributions	2,314	135,106	34,365	1,933,238
Shares redeemed	(509,234)	(754,597)	(7,530,278)	(10,154,545)
Net increase (decrease)	<u>678,520</u>	<u>1,556,270</u>	<u>\$ 10,160,659</u>	<u>\$ 21,907,282</u>

### **13. 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 owners of record of 32% of the total outstanding shares of the Fund and two otherwise unaffiliated shareholders were owners of 28% 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 Investments Money Management, 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**

JPMorgan Chase Bank  
New York, NY