

Fidelity® Variable Insurance Products:

Equity-Income Portfolio

Annual Report
December 31, 2018



Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, and if your insurance carrier elects to participate, you may not be receiving paper copies of the Fund's shareholder reports from the insurance company that offers your variable insurance product unless you specifically request paper copies from your financial professional or the administrator of your variable insurance product. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

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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.institutional.fidelity.com>, or <http://www.401k.com>, as applicable.

NOT FDIC INSURED •MAY LOSE VALUE •NO BANK GUARANTEE

Neither the Fund nor Fidelity Distributors Corporation is a bank.

Performance: The Bottom Line

Average annual total return reflects the change in the value of an investment, assuming reinvestment of distributions from dividend income and capital gains (the profits earned upon the sale of securities that have grown in value, if any) and assuming a constant rate of performance each year. During periods of reimbursement by Fidelity, a fund's total return will be greater than it would be had the reimbursement not occurred. Performance numbers are net of all underlying fund operating expenses, but do not include any insurance charges imposed by your insurance company's separate account. If performance information included the effect of these additional charges, the total returns would have been lower. How a fund did yesterday is no guarantee of how it will do tomorrow.

Average Annual Total Returns

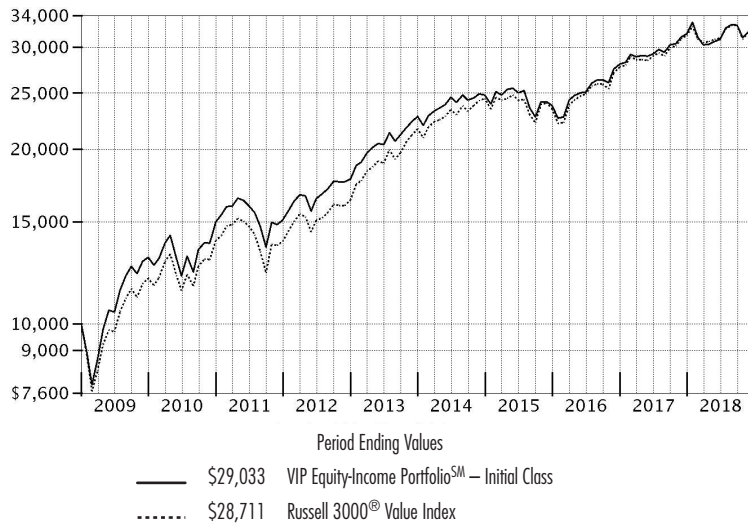
For the periods ended December 31, 2018

	Past 1 year	Past 5 years	Past 10 years
Initial Class	-8.29%	4.99%	11.25%
Service Class	-8.40%	4.89%	11.14%
Service Class 2	-8.54%	4.73%	10.97%
Investor Class	-8.37%	4.91%	11.16%

\$10,000 Over 10 Years

Let's say hypothetically that \$10,000 was invested in VIP Equity-Income PortfolioSM – Initial Class on December 31, 2008.

The chart shows how the value of your investment would have changed, and also shows how the Russell 3000[®] Value Index performed over the same period.



Management's Discussion of Fund Performance

Market Recap: A gain for the 10th consecutive year proved elusive for U.S. stocks in 2018, with resurgent volatility upsetting the aging bull market. The S&P 500[®] index returned -4.38% for the year after reversing course (-14%) in the fourth quarter. The retreat was in sharp contrast to the benchmark's steady climb from May into September, when it achieved a record close. As the fourth quarter began, rising U.S. Treasury yields and concern about peaking corporate earnings growth sent many investors fleeing from risk assets as they were still dealing with lingering uncertainty related to global trade and the U.S. Federal Reserve picking up the pace of interest rate hikes. The index returned -6.84% in October, at the time its largest monthly drop in seven years. But things got worse in December, as jitters about the economy and another hike in rates led to a spike in volatility and a -9% result for the month. For the full period, some economically sensitive sectors were at the bottom of the 12-month performance scale: energy (-18%), materials (-15%) and industrials (-13%) fared worst, followed by financials (-13%) and consumer staples (-9%). Meanwhile, communication services, which includes dividend-rich telecom stocks, returned about -7%. In contrast, the defensive health care sector gained roughly 6%. Information technology and consumer discretionary were rattled in the late-year downturn, but earlier strength resulted in advances of 3% and 2%, respectively. Utilities (+4%) and real estate (-2%) also topped the broader market.

Comments from Lead Portfolio Manager Ramona Persaud: For the year, the fund's share classes returned about -8%, edging the -8.58% result of the benchmark Russell 3000[®] Value Index. The fund's performance versus the benchmark was influenced by my focus on value and downside protection, as the fund underperformed through September amid the growth rally, but outperformed for the final three months, when volatility hit the markets. For the full year, security selection and an overweighting in information technology helped most, followed by picks in energy and consumer discretionary. The fund's cash position of about 6%, on average, the past year was another plus. Conversely, industry positioning detracted. Stock picking and an overweighting in consumer staples hurt, as did positioning in health care and choices in financials. A sizable position in Chicago-based utilities firm Exelon was the fund's top relative contributor. The company specializes in nuclear power, as well as solar, wind, gas and hydroelectric generating power plants. As regulatory support for nuclear generation improved the past 12 months, the stock rose. The fund's foreign holdings detracted overall, hampered in part by a firmer U.S. dollar. Included was an out-of-benchmark position in British American Tobacco. The stock returned -50% in 2018, declining on concerns about heightened competition for tobacco producers, growth in tobacco-alternative products and potentially tighter regulations.

The views expressed above reflect those of the portfolio manager(s) only through the end of the period as stated on the cover of this report and do not necessarily represent the views of Fidelity or any other person in the Fidelity organization. Any such views are subject to change at any time based upon market or other conditions and Fidelity disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a Fidelity fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any Fidelity fund.

Investment Summary (Unaudited)

Top Ten Stocks as of December 31, 2018

	% of fund's net assets
JPMorgan Chase & Co.	4.1
Verizon Communications, Inc.	4.1
Johnson & Johnson	3.6
Cisco Systems, Inc.	3.5
Wells Fargo & Co.	3.2
Bank of America Corp.	2.9
Chevron Corp.	2.4
United Technologies Corp.	2.3
Exelon Corp.	2.3
The Blackstone Group LP	2.1
	<u>30.5</u>

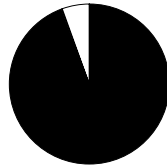
Top Five Market Sectors as of December 31, 2018

	% of fund's net assets
Financials	22.0
Health Care	14.7
Information Technology	11.3
Energy	9.4
Industrials	7.7

Asset Allocation (% of fund's net assets)

As of December 31, 2018*

■ Stocks	94.3%
■ Bonds	0.2%
□ Short-Term Investments and Net Other Assets (Liabilities)	5.5%



* Foreign investments – 12.6%

Schedule of Investments December 31, 2018

Showing Percentage of Net Assets

Common Stocks – 94.2%

	Shares	Value
COMMUNICATION SERVICES – 7.5%		
Diversified Telecommunication Services – 4.5%		
AT&T, Inc.	730,593	\$ 20,851,124
Verizon Communications, Inc.	3,352,659	188,486,489
		<u>209,337,613</u>
Entertainment – 0.6%		
The Walt Disney Co.	249,200	27,324,780
Media – 2.4%		
Comcast Corp. Class A	2,499,886	85,121,118
Interpublic Group of Companies, Inc.	682,200	14,073,786
Omnicom Group, Inc.	167,000	12,231,080
		<u>111,425,984</u>
Wireless Telecommunication Services – 0.0%		
T-Mobile U.S., Inc. (a)	1,139	72,452
		<u>72,452</u>
TOTAL COMMUNICATION SERVICES		<u>348,160,829</u>
CONSUMER DISCRETIONARY – 5.6%		
Automobiles – 0.6%		
General Motors Co.	873,400	29,215,230
Hotels, Restaurants & Leisure – 3.1%		
Bluegreen Vacations Corp.	80,876	1,045,727
Cedar Fair LP (depository unit)	289,200	13,679,160
Dunkin' Brands Group, Inc.	175,400	11,246,648
McDonald's Corp.	517,600	91,910,232
Royal Caribbean Cruises Ltd.	129,100	12,624,689
Wyndham Hotels & Resorts, Inc.	262,300	11,900,551
		<u>142,407,007</u>
Leisure Products – 0.0%		
New Academy Holding Co. LLC unit (a) (b) (c) (d)	127,200	1,900,368
Multiline Retail – 0.4%		
Macy's, Inc.	581,600	17,320,048
Specialty Retail – 1.5%		
Home Depot, Inc.	131,200	22,542,784
Lowe's Companies, Inc.	238,900	22,064,804
TJX Companies, Inc.	546,800	24,463,832
		<u>69,071,420</u>
TOTAL CONSUMER DISCRETIONARY		<u>259,914,073</u>
CONSUMER STAPLES – 7.3%		
Beverages – 0.5%		
Keurig Dr. Pepper, Inc.	215,400	5,522,856
PepsiCo, Inc.	168,600	18,626,928
		<u>24,149,784</u>
Food & Staples Retailing – 1.3%		
Walmart, Inc.	672,178	62,613,381
Food Products – 2.0%		
Bunge Ltd.	161,200	8,614,528
Hilton Food Group PLC	487,100	5,600,136
Mondelez International, Inc.	708,500	28,361,255
Nestle SA (Reg. S)	178,049	14,450,953
The J.M. Smucker Co.	213,900	19,997,511
The Kraft Heinz Co.	415,600	17,887,424
		<u>94,911,807</u>

	Shares	Value
Household Products – 0.6%		
Kimberly-Clark Corp.	148,500	\$ 16,920,090
Procter & Gamble Co.	105,419	9,690,114
		<u>26,610,204</u>
Personal Products – 0.6%		
Unilever NV (Certificaten Van Aandelen) (Bearer)	485,200	26,284,390
Tobacco – 2.3%		
Altria Group, Inc.	787,600	38,899,564
British American Tobacco PLC (United Kingdom)	1,162,400	37,039,876
Imperial Tobacco Group PLC	428,266	12,975,279
Philip Morris International, Inc.	233,900	15,615,164
		<u>104,529,883</u>
TOTAL CONSUMER STAPLES		<u>339,099,449</u>
ENERGY – 9.4%		
Oil, Gas & Consumable Fuels – 9.4%		
BP PLC	3,305,400	20,895,709
Chevron Corp.	1,009,280	109,799,571
ConocoPhillips Co.	1,221,300	76,148,055
Enterprise Products Partners LP	944,000	23,212,960
Exxon Mobil Corp.	316,100	21,554,859
Imperial Oil Ltd.	815,400	20,659,747
Phillips 66 Co.	336,000	28,946,400
Suncor Energy, Inc.	1,383,900	38,652,291
The Williams Companies, Inc.	3,229,165	71,203,088
Valero Energy Corp.	374,200	28,053,774
		<u>439,126,454</u>
FINANCIALS – 22.0%		
Banks – 13.0%		
Bank of America Corp.	5,492,700	135,340,128
Citigroup, Inc.	1,772,500	92,276,350
JPMorgan Chase & Co.	1,945,864	189,955,240
Lakeland Financial Corp.	2,100	84,336
Regions Financial Corp.	774,400	10,361,472
SunTrust Banks, Inc.	556,800	28,084,992
Wells Fargo & Co.	3,180,786	146,570,619
		<u>602,673,137</u>
Capital Markets – 4.5%		
KKR & Co. LP	4,402,621	86,423,450
State Street Corp.	362,402	22,856,694
The Blackstone Group LP	3,365,026	100,311,425
		<u>209,591,569</u>
Consumer Finance – 0.9%		
Capital One Financial Corp.	364,500	27,552,555
Discover Financial Services	251,300	14,821,674
		<u>42,374,229</u>
Diversified Financial Services – 0.5%		
Berkshire Hathaway, Inc. Class B (a)	118,000	24,093,240
Insurance – 3.1%		
Axis Capital Holdings Ltd.	75,300	3,888,492
Chubb Ltd.	511,171	66,033,070
Marsh & McLennan Companies, Inc.	166,500	13,278,375

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

Schedule of Investments – continued

Common Stocks – continued

	Shares	Value
FINANCIALS – continued		
Insurance – continued		
MetLife, Inc.	930,170	\$ 38,192,780
The Travelers Companies, Inc.	182,300	21,830,425
		<u>143,223,142</u>
TOTAL FINANCIALS		<u>1,021,955,317</u>
HEALTH CARE – 14.7%		
Biotechnology – 1.8%		
Amgen, Inc.	421,371	82,028,293
Health Care Equipment & Supplies – 2.5%		
Becton, Dickinson & Co.	323,100	72,800,892
Danaher Corp.	438,000	45,166,560
		<u>117,967,452</u>
Health Care Providers & Services – 1.9%		
CVS Health Corp.	545,800	35,760,816
Encompass Health Corp.	1	62
UnitedHealth Group, Inc.	215,800	53,760,096
		<u>89,520,974</u>
Pharmaceuticals – 8.5%		
AstraZeneca PLC (United Kingdom)	500,838	37,385,548
Bristol-Myers Squibb Co.	484,900	25,205,102
Eli Lilly & Co.	261,300	30,237,636
GlaxoSmithKline PLC	1,345,100	25,634,949
Johnson & Johnson	1,292,268	166,767,185
Merck & Co., Inc.	349,800	26,728,218
Roche Holding AG (participation certificate)	162,632	40,374,835
Sanofi SA	467,781	40,579,969
		<u>392,913,442</u>
TOTAL HEALTH CARE		<u>682,430,161</u>
INDUSTRIALS – 7.7%		
Aerospace & Defense – 3.8%		
General Dynamics Corp.	236,600	37,195,886
Northrop Grumman Corp.	25,700	6,293,930
Raytheon Co.	181,000	27,756,350
United Technologies Corp.	991,771	105,603,776
		<u>176,849,942</u>
Commercial Services & Supplies – 0.2%		
Waste Connection, Inc. (Canada)	145,927	10,831,221
Electrical Equipment – 1.6%		
AMETEK, Inc.	447,700	30,309,290
Eaton Corp. PLC	339,800	23,330,668
Fortive Corp.	244,900	16,569,934
Regal Beloit Corp.	81,100	5,681,055
		<u>75,890,947</u>
Industrial Conglomerates – 1.4%		
3M Co.	25,300	4,820,662
General Electric Co.	3,025,547	22,903,391
Roper Technologies, Inc.	130,100	34,674,252
		<u>62,398,305</u>

	Shares	Value
Machinery – 0.6%		
Allison Transmission Holdings, Inc.	320,700	\$ 14,081,937
Ingersoll-Rand PLC	159,100	14,514,693
		<u>28,596,630</u>
Trading Companies & Distributors – 0.1%		
Fastenal Co.	96,200	5,030,298
TOTAL INDUSTRIALS		<u>359,597,343</u>
INFORMATION TECHNOLOGY – 11.2%		
Communications Equipment – 3.5%		
Cisco Systems, Inc.	3,708,231	160,677,649
Electronic Equipment & Components – 0.6%		
Dell Technologies, Inc. (a)	173,388	8,473,472
TE Connectivity Ltd.	281,261	21,271,769
		<u>29,745,241</u>
IT Services – 1.3%		
First Data Corp. Class A (a)	1,665,996	28,171,992
Paychex, Inc.	514,469	33,517,655
		<u>61,689,647</u>
Semiconductors & Semiconductor Equipment – 2.1%		
Intel Corp.	1,067,500	50,097,775
NXP Semiconductors NV	177,300	12,992,544
Qualcomm, Inc.	202,300	11,512,893
Taiwan Semiconductor Manufacturing Co. Ltd. sponsored ADR	571,000	21,075,610
		<u>95,678,822</u>
Software – 2.7%		
Micro Focus International PLC	1,450,323	25,407,665
Microsoft Corp.	976,824	99,216,014
		<u>124,623,679</u>
Technology Hardware, Storage & Peripherals – 1.0%		
Apple, Inc.	292,700	46,170,498
TOTAL INFORMATION TECHNOLOGY		<u>518,585,536</u>
MATERIALS – 2.9%		
Chemicals – 2.9%		
DowDuPont, Inc.	1,760,600	94,156,888
LyondellBasell Industries NV Class A	451,500	37,546,740
The Chemours Co. LLC	187,500	5,291,250
		<u>136,994,878</u>
REAL ESTATE – 1.8%		
Equity Real Estate Investment Trusts (REITs) – 1.8%		
American Tower Corp.	382,700	60,539,313
Public Storage	118,500	23,985,585
		<u>84,524,898</u>
UTILITIES – 4.1%		
Electric Utilities – 2.8%		
Exelon Corp.	2,320,600	104,659,060
PPL Corp.	899,200	25,474,336
		<u>130,133,396</u>
Independent Power and Renewable Electricity Producers – 0.2%		
NRG Energy, Inc.	252,900	10,014,840

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

Common Stocks – continued

	Shares	Value
UTILITIES – continued		
Multi-Utilities – 1.1%		
Ameren Corp.	298,500	\$ 19,471,155
CenterPoint Energy, Inc.	666,400	18,812,472
WEC Energy Group, Inc.	189,600	13,131,696
		<u>51,415,323</u>
TOTAL UTILITIES		<u>191,563,559</u>

TOTAL COMMON STOCKS

(Cost \$3,758,424,495)

4,381,952,497

Convertible Preferred Stocks – 0.1%

CONSUMER STAPLES – 0.0%

Food Products – 0.0%

Bunge Ltd. 4.875%	3,500	<u>339,891</u>
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HEALTH CARE – 0.0%

Health Care Equipment & Supplies – 0.0%

Becton, Dickinson & Co. Series A, 6.125%	4,900	<u>281,241</u>
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INDUSTRIALS – 0.0%

Electrical Equipment – 0.0%

Fortive Corp. Series A, 5.00%	170	<u>154,403</u>
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UTILITIES – 0.1%

Electric Utilities – 0.1%

Vistra Energy Corp. 7.00%	13,000	<u>1,171,668</u>
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Multi-Utilities – 0.0%

CenterPoint Energy, Inc. 2.00% ZENS	9,700	<u>383,732</u>
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TOTAL UTILITIES

1,555,400

TOTAL CONVERTIBLE PREFERRED STOCKS

(Cost \$2,634,754)

2,330,935

Corporate Bonds – 0.2%

	Principal Amount	
Convertible Bonds – 0.2%		
COMMUNICATION SERVICES – 0.1%		
Diversified Telecommunication Services – 0.0%		
Intelsat SA 4.5% 6/15/25 (e)	\$ 88,000	<u>127,642</u>
Interactive Media & Services – 0.0%		
Twitter, Inc. 0.25% 6/15/24 (e)	837,000	729,465
Weibo Corp. 1.25% 11/15/22 (e)	92,000	83,824
		<u>813,289</u>
Media – 0.1%		
DISH Network Corp. 3.375% 8/15/26	216,000	174,423
Liberty Media Corp. 1.375% 10/15/23	705,000	754,914
		<u>929,337</u>
TOTAL COMMUNICATION SERVICES		<u>1,870,268</u>

	Principal Amount	Value
CONSUMER DISCRETIONARY – 0.0%		
Hotels, Restaurants & Leisure – 0.0%		
Caesars Entertainment Corp. 5% 10/1/24	\$ 90,000	\$ 111,714
Internet & Direct Marketing Retail – 0.0%		
MercadoLibre, Inc. 2% 8/15/28 (e)	561,000	504,900
The Booking Holdings, Inc. 0.9% 9/15/21	67,000	73,937
		<u>578,837</u>
TOTAL CONSUMER DISCRETIONARY		<u>690,551</u>

ENERGY – 0.0%

Oil, Gas & Consumable Fuels – 0.0%

Chesapeake Energy Corp. 5.5% 9/15/26	181,000	145,680
Scorpio Tankers, Inc. 3% 5/15/22	1,560,000	1,226,452
		<u>1,372,132</u>

INDUSTRIALS – 0.0%

Construction & Engineering – 0.0%

Dycem Industries, Inc. 0.75% 9/15/21	75,000	<u>69,636</u>
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Electrical Equipment – 0.0%

SolarCity Corp. 1.625% 11/1/19	92,000	<u>86,120</u>
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TOTAL INDUSTRIALS

155,756

INFORMATION TECHNOLOGY – 0.1%

Communications Equipment – 0.0%

Palo Alto Networks, Inc. 0.75% 7/1/23 (e)	152,000	<u>150,326</u>
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IT Services – 0.0%

Okta, Inc. 0.25% 2/15/23 (e)	128,000	186,492
Square, Inc. 0.375% 3/1/22	62,000	151,510
		<u>338,002</u>

Semiconductors & Semiconductor Equipment – 0.1%

Advanced Micro Devices, Inc. 2.125% 9/1/26	50,000	121,438
Intel Corp. 3.25% 8/1/39	264,000	603,075
Microchip Technology, Inc. 1.625% 2/15/25	348,000	491,007
Micron Technology, Inc. 3% 11/15/43	403,000	446,734
ON Semiconductor Corp. 1.625% 10/15/23	208,000	223,226
		<u>1,885,480</u>

Software – 0.0%

Atlassian, Inc. 0.625% 5/1/23 (e)	104,000	131,847
Citrix Systems, Inc. 0.5% 4/15/19	50,000	70,993
Coupa Software, Inc. 0.375% 1/15/23 (e)	81,000	122,158
FireEye, Inc. 0.875% 6/1/24 (e)	72,000	72,208
ServiceNow, Inc. 0% 6/1/22	165,000	230,305
Workday, Inc. 0.25% 10/1/22	61,000	74,526
		<u>702,037</u>

TOTAL INFORMATION TECHNOLOGY

3,075,845

TOTAL CONVERTIBLE BONDS

7,164,552

Nonconvertible Bonds – 0.0%

COMMUNICATION SERVICES – 0.0%

Entertainment – 0.0%

Viacom, Inc. 6.25% 2/28/57 (f)	645,000	<u>601,931</u>
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See accompanying notes which are an integral part of the financial statements.

Schedule of Investments – continued

Corporate Bonds – continued

	Principal Amount	Value
Nonconvertible Bonds – continued		
CONSUMER DISCRETIONARY – 0.0%		
Diversified Consumer Services – 0.0%		
Laureate Education, Inc. 8.25% 5/1/25 (e)	\$ 375,000	\$ 393,750
ENERGY – 0.0%		
Oil, Gas & Consumable Fuels – 0.0%		
California Resources Corp. 8% 12/15/22 (e)	405,000	274,388
Southwestern Energy Co. 4.1% 3/15/22	395,000	359,450
		<u>633,838</u>
HEALTH CARE – 0.0%		
Pharmaceuticals – 0.0%		
Valeant Pharmaceuticals International, Inc. 5.875% 5/15/23 (e)	680,000	629,000
TOTAL NONCONVERTIBLE BONDS		<u>2,258,519</u>
TOTAL CORPORATE BONDS		<u>9,423,071</u>
(Cost \$10,276,738)		

Bank Loan Obligations – 0.0%

FINANCIALS – 0.0%		
Diversified Financial Services – 0.0%		
Avolon TLB Borrower 1 (U.S.) LLC Tranche B3 1LN, term loan 3 month U.S. LIBOR + 2.000% 4.4701% 1/15/25 (f) (g)	572,225	548,861
INDUSTRIALS – 0.0%		
Commercial Services & Supplies – 0.0%		
Lineage Logistics Holdings, LLC. Tranche B, term loan 3 month U.S. LIBOR + 3.000% 5.5224% 2/27/25 (f) (g)	1,526,327	1,440,471
TOTAL BANK LOAN OBLIGATIONS		<u>1,989,332</u>
(Cost \$2,067,216)		

Money Market Funds – 5.3%

	Shares	
Fidelity Cash Central Fund, 2.42% (h) (Cost \$244,364,484)	244,318,745	<u>244,367,609</u>
TOTAL INVESTMENT IN SECURITIES – 99.8%		<u>4,640,063,444</u>
(Cost \$4,017,767,687)		
NET OTHER ASSETS (LIABILITIES) – 0.2%		<u>11,047,786</u>
NET ASSETS – 100%		<u><u>\$4,651,111,230</u></u>

Legend

- (a) Non-income producing
- (b) Investment is owned by an entity that is treated as a U.S. Corporation for tax purposes in which the Fund holds a percentage ownership.
- (c) 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 \$1,900,368 or 0.0% of net assets.
- (d) Level 3 security
- (e) 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 \$3,406,000 or 0.1% of net assets.
- (f) Coupon rates for floating and adjustable rate securities reflect the rates in effect at period end.
- (g) Coupon is indexed to a floating interest rate which may be multiplied by a specified factor and/or subject to caps or floors.
- (h) Affiliated fund that is generally available only to investment companies and other accounts managed by Fidelity Investments. The rate quoted is the annualized seven-day yield of the fund at period end. A complete unaudited listing of the fund's holdings as of its most recent quarter end is available upon request. In addition, each Fidelity Central Fund's financial statements, which are not covered by the Fund's Report of Independent Registered Public Accounting Firm, are available on the SEC's website or upon request.

Additional information on each restricted holding is as follows:

Security	Acquisition Date	Acquisition Cost
New Academy Holding Co. LLC unit	8/1/11	\$ 13,406,880

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	\$ 5,605,331
Fidelity Securities Lending Cash Central Fund	125,213
Total	<u>\$ 5,730,544</u>

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

Investment Valuation

The following is a summary of the inputs used, as of December 31, 2018, involving the Fund's assets and liabilities carried at fair value. The inputs or methodology used for valuing securities may not be an indication of the risk associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used below, please refer to the Investment Valuation section in the accompanying Notes to Financial Statements.

Valuation Inputs at Reporting Date:

Description	Total	Level 1	Level 2	Level 3
<u>Investments in Securities:</u>				
<u>Equities:</u>				
Communication Services	\$ 348,160,829	\$ 348,160,829	\$ —	\$ —
Consumer Discretionary	259,914,073	258,013,705	—	1,900,368
Consumer Staples	339,439,340	298,364,106	41,075,234	—
Energy	439,126,454	418,230,745	20,895,709	—
Financials	1,021,955,317	1,021,955,317	—	—
Health Care	682,711,402	538,454,860	144,256,542	—
Industrials	359,751,746	359,597,343	154,403	—
Information Technology	518,585,536	493,177,871	25,407,665	—
Materials	136,994,878	136,994,878	—	—
Real Estate	84,524,898	84,524,898	—	—
Utilities	193,118,959	191,563,559	1,555,400	—
Corporate Bonds	9,423,071	—	9,423,071	—
Bank Loan Obligations	1,989,332	—	1,989,332	—
Money Market Funds	244,367,609	244,367,609	—	—
Total Investments in Securities:	<u>\$4,640,063,444</u>	<u>\$4,393,405,720</u>	<u>\$244,757,356</u>	<u>\$1,900,368</u>

Other Information

Distribution of investments by country or territory of incorporation, as a percentage of Total Net Assets, is as follows (Unaudited):

United States of America	87.4%
United Kingdom	3.7%
Switzerland	3.0%
Netherlands	1.7%
Canada	1.4%
Others (Individually Less Than 1%)	2.8%
	<u>100.0%</u>

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

Financial Statements

Statement of Assets and Liabilities

December 31, 2018

Assets

Investment in securities, at value — See accompanying schedule:

Unaffiliated issuers (cost \$3,773,403,203)	\$ 4,395,695,835	
Fidelity Central Funds (cost \$244,364,484)	<u>244,367,609</u>	
Total Investment in Securities (cost \$4,017,767,687)		\$ 4,640,063,444
Cash		9,413
Foreign currency held at value (cost \$357,325)		357,325
Receivable for investments sold		24,257
Receivable for fund shares sold		9,139,979
Dividends receivable		6,225,438
Interest receivable		60,205
Distributions receivable from Fidelity Central Funds		473,600
Prepaid expenses		7,458
Other receivables		<u>7,239</u>
Total assets		<u>4,656,368,358</u>

Liabilities

Payable for investments purchased	\$ 356,787	
Payable for fund shares redeemed	2,410,116	
Accrued management fee	1,745,292	
Transfer agent fee payable	283,759	
Distribution and service plan fees payable	278,242	
Other affiliated payables	89,259	
Other payables and accrued expenses	<u>93,673</u>	
Total liabilities		<u>5,257,128</u>

Net Assets \$ 4,651,111,230

Net Assets consist of:

Paid in capital	\$ 3,715,081,826
Total distributable earnings (loss)	<u>936,029,404</u>
Net Assets	<u>\$ 4,651,111,230</u>

Net Asset Value and Maximum Offering Price

Initial Class:

Net Asset Value, offering price and redemption price per share ($\$2,804,988,431 \div 137,727,249$ shares) \$ 20.37

Service Class:

Net Asset Value, offering price and redemption price per share ($\$264,055,085 \div 13,036,238$ shares) \$ 20.26

Service Class 2:

Net Asset Value, offering price and redemption price per share ($\$1,200,026,377 \div 60,469,040$ shares) \$ 19.85

Investor Class:

Net Asset Value, offering price and redemption price per share ($\$382,041,337 \div 18,860,345$ shares) \$ 20.26

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

Statement of Operations

	Year ended December 31, 2018
Investment Income	
Dividends	\$ 156,743,482
Interest	429,748
Income from Fidelity Central Funds	<u>5,730,544</u>
Total income	<u>162,903,774</u>
Expenses	
Management fee	\$ 23,431,876
Transfer agent fees	3,792,803
Distribution and service plan fees	3,718,693
Accounting and security lending fees	1,097,619
Custodian fees and expenses	92,154
Independent trustees' fees and expenses	28,877
Audit	88,359
Legal	12,637
Miscellaneous	<u>38,582</u>
Total expenses before reductions	32,301,600
Expense reductions	<u>(397,830)</u>
Total expenses after reductions	<u>31,903,770</u>
Net investment income (loss)	<u>131,000,004</u>
Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investment securities:	
Unaffiliated issuers	326,133,387
Fidelity Central Funds	(1,529)
Foreign currency transactions	<u>(105,948)</u>
Total net realized gain (loss)	326,025,910
Change in net unrealized appreciation (depreciation) on:	
Investment securities:	
Unaffiliated issuers	(882,902,685)
Fidelity Central Funds	(644)
Assets and liabilities in foreign currencies	<u>(34,080)</u>
Total change in net unrealized appreciation (depreciation)	<u>(882,937,409)</u>
Net gain (loss)	<u>(556,911,499)</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ (425,911,495)</u>

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

Financial Statements – continued

Statement of Changes in Net Assets

	Year ended December 31, 2018	Year ended December 31, 2017
Increase (Decrease) in Net Assets		
Operations		
Net investment income (loss)	\$ 131,000,004	\$ 120,762,506
Net realized gain (loss)	326,025,910	256,345,425
Change in net unrealized appreciation (depreciation)	(882,937,409)	307,968,986
Net increase (decrease) in net assets resulting from operations	<u>(425,911,495)</u>	<u>685,076,917</u>
Distributions to shareholders	(366,612,580)	–
Distributions to shareholders from net investment income	–	(90,590,382)
Distributions to shareholders from net realized gain	–	(118,331,218)
Total distributions	<u>(366,612,580)</u>	<u>(208,921,600)</u>
Share transactions – net increase (decrease)	(232,668,560)	(502,055,122)
Total increase (decrease) in net assets	<u>(1,025,192,635)</u>	<u>(25,899,805)</u>
Net Assets		
Beginning of period	5,676,303,865	5,702,203,670
End of period	<u>\$ 4,651,111,230</u>	<u>\$ 5,676,303,865</u>
Other Information		
Distributions in excess of net investment income end of period		<u>\$ (10,715,106)</u>

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

Financial Highlights

VIP Equity-Income Portfolio Initial Class

Years ended December 31, Selected Per-Share Data	2018	2017	2016	2015	2014
Net asset value, beginning of period	\$ 23.89	\$ 21.97	\$ 20.46	\$ 24.30	\$ 23.29
Income from Investment Operations					
Net investment income (loss) ^A	.58	.50	.49	.63	.71 ^B
Net realized and unrealized gain (loss)	(2.50)	2.29	2.85	(1.57) ^C	1.35
Total from investment operations	(1.92)	2.79	3.34	(.94)	2.06
Distributions from net investment income	(.52)	(.40)	(.48)	(.71)	(.71)
Distributions from net realized gain	(1.07)	(.47)	(1.34)	(2.19)	(.34)
Total distributions	(1.60) ^D	(.87)	(1.83) ^E	(2.90)	(1.05)
Redemption fees added to paid in capital ^A	—	—	—	— ^F	— ^F
Net asset value, end of period	\$ 20.37	\$ 23.89	\$ 21.97	\$ 20.46	\$ 24.30
Total Return ^{G,H}	(8.29)%	12.89%	18.02%	(4.08)% ^C	8.85%
Ratios to Average Net Assets ^{I,J}					
Expenses before reductions	.53%	.53%	.54%	.54%	.54%
Expenses net of fee waivers, if any	.53%	.53%	.54%	.54%	.54%
Expenses net of all reductions	.52%	.53%	.54%	.53%	.54%
Net investment income (loss)	2.53%	2.19%	2.39%	2.85%	2.94% ^B
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 2,804,988	\$ 3,440,095	\$ 3,550,158	\$ 3,238,580	\$ 3,817,228
Portfolio turnover rate ^K	39%	36%	38%	46%	40%

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

^B Net investment income per share reflects a large, non-recurring dividend which amounted to \$.08 per share. Excluding this non-recurring dividend, the ratio of net investment income (loss) to average net assets would have been 2.59%.

^C Net realized and unrealized gain (loss) per share reflects proceeds received from litigation which amounted to \$.02 per share. Excluding these litigation proceeds, the total return would have been (4.18)%

^D Total distributions of \$1.60 per share is comprised of distributions from net investment income of \$.524 and distributions from net realized gain of \$1.073 per share.

^E Total distributions of \$1.83 per share is comprised of distributions from net investment income of \$.484 and distributions from net realized gain of \$1.342 per share.

^F Amount represents less than \$.005 per share.

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

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

^I 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.

^J 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.

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

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

Financial Highlights – continued

VIP Equity-Income Portfolio Service Class

Years ended December 31, Selected Per-Share Data	2018	2017	2016	2015	2014
Net asset value, beginning of period	\$ 23.77	\$ 21.86	\$ 20.37	\$ 24.20	\$ 23.20
Income from Investment Operations					
Net investment income (loss) ^A	.55	.47	.46	.61	.69 ^B
Net realized and unrealized gain (loss)	(2.49)	2.29	2.84	(1.56) ^C	1.34
Total from investment operations	(1.94)	2.76	3.30	(.95)	2.03
Distributions from net investment income	(.50)	(.38)	(.47)	(.69)	(.68)
Distributions from net realized gain	(1.07)	(.47)	(1.34)	(2.19)	(.34)
Total distributions	(1.57)	(.85)	(1.81)	(2.88)	(1.03) ^D
Redemption fees added to paid in capital ^A	—	—	—	— ^E	— ^E
Net asset value, end of period	\$ 20.26	\$ 23.77	\$ 21.86	\$ 20.37	\$ 24.20
Total Return ^{F,G}	(8.40)%	12.80%	17.90%	(4.17)% ^C	8.74%
Ratios to Average Net Assets ^{H,I}					
Expenses before reductions	.63%	.63%	.64%	.64%	.64%
Expenses net of fee waivers, if any	.63%	.63%	.64%	.64%	.64%
Expenses net of all reductions	.62%	.63%	.64%	.63%	.64%
Net investment income (loss)	2.43%	2.09%	2.29%	2.75%	2.84% ^B
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 264,055	\$ 326,565	\$ 325,602	\$ 309,669	\$ 369,024
Portfolio turnover rate ^J	39%	36%	38%	46%	40%

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

^B Net investment income per share reflects a large, non-recurring dividend which amounted to \$.08 per share. Excluding this non-recurring dividend, the ratio of net investment income (loss) to average net assets would have been 2.49%.

^C Net realized and unrealized gain (loss) per share reflects proceeds received from litigation which amounted to \$.02 per share. Excluding these litigation proceeds, the total return would have been (4.27)%

^D Total distributions of \$1.03 per share is comprised of distributions from net investment income of \$.684 and distributions from net realized gain of \$.342 per share.

^E Amount represents less than \$.005 per share.

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

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

^H 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.

^I 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.

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

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

VIP Equity-Income Portfolio Service Class 2

Years ended December 31, Selected Per-Share Data	2018	2017	2016	2015	2014
Net asset value, beginning of period	\$ 23.32	\$ 21.46	\$ 20.04	\$ 23.85	\$ 22.88
Income from Investment Operations					
Net investment income (loss) ^A	.51	.43	.42	.57	.64 ^B
Net realized and unrealized gain (loss)	(2.44)	2.24	2.78	(1.54) ^C	1.32
Total from investment operations	(1.93)	2.67	3.20	(.97)	1.96
Distributions from net investment income	(.47)	(.34)	(.44)	(.65)	(.65)
Distributions from net realized gain	(1.07)	(.47)	(1.34)	(2.19)	(.34)
Total distributions	(1.54)	(.81)	(1.78)	(2.84)	(.99)
Redemption fees added to paid in capital ^A	—	—	—	— ^D	— ^D
Net asset value, end of period	\$ 19.85	\$ 23.32	\$ 21.46	\$ 20.04	\$ 23.85
Total Return ^{E,F}	(8.54)%	12.65%	17.71%	(4.32)% ^C	8.57%
Ratios to Average Net Assets ^{G,H}					
Expenses before reductions	.78%	.78%	.79%	.79%	.79%
Expenses net of fee waivers, if any	.78%	.78%	.79%	.79%	.79%
Expenses net of all reductions	.77%	.78%	.79%	.78%	.79%
Net investment income (loss)	2.28%	1.94%	2.14%	2.60%	2.69% ^B
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 1,200,026	\$ 1,452,633	\$ 1,397,762	\$ 1,348,912	\$ 1,702,854
Portfolio turnover rate ^I	39%	36%	38%	46%	40%

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

^B Net investment income per share reflects a large, non-recurring dividend which amounted to \$.08 per share. Excluding this non-recurring dividend, the ratio of net investment income (loss) to average net assets would have been 2.34%.

^C Net realized and unrealized gain (loss) per share reflects proceeds received from litigation which amounted to \$.02 per share. Excluding these litigation proceeds, the total return would have been (4.42)%

^D Amount represents less than \$.005 per share.

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

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

^G 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.

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

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

Financial Highlights – continued

VIP Equity-Income Portfolio Investor Class					
Years ended December 31, Selected Per-Share Data	2018	2017	2016	2015	2014
Net asset value, beginning of period	\$ 23.77	\$ 21.86	\$ 20.37	\$ 24.21	\$ 23.21
Income from Investment Operations					
Net investment income (loss) ^A	.55	.48	.47	.61	.69 ^B
Net realized and unrealized gain (loss)	(2.48)	2.28	2.83	(1.56) ^C	1.34
Total from investment operations	(1.93)	2.76	3.30	(.95)	2.03
Distributions from net investment income	(.51)	(.38)	(.47)	(.70)	(.69)
Distributions from net realized gain	(1.07)	(.47)	(1.34)	(2.19)	(.34)
Total distributions	(1.58)	(.85)	(1.81)	(2.89)	(1.03)
Redemption fees added to paid in capital ^A	—	—	—	— ^D	— ^D
Net asset value, end of period	\$ 20.26	\$ 23.77	\$ 21.86	\$ 20.37	\$ 24.21
Total Return ^{E,F}	(8.37)%	12.83%	17.93%	(4.18)% ^C	8.77%
Ratios to Average Net Assets ^{G,H}					
Expenses before reductions	.61%	.62%	.62%	.62%	.62%
Expenses net of fee waivers, if any	.61%	.61%	.62%	.62%	.62%
Expenses net of all reductions	.60%	.61%	.62%	.61%	.62%
Net investment income (loss)	2.45%	2.11%	2.31%	2.77%	2.86% ^B
Supplemental Data					
Net assets, end of period (000 omitted)	\$ 382,041	\$ 457,011	\$ 428,682	\$ 349,685	\$ 388,773
Portfolio turnover rate ^I	39%	36%	38%	46%	40%

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

^B Net investment income per share reflects a large, non-recurring dividend which amounted to \$.08 per share. Excluding this non-recurring dividend, the ratio of net investment income (loss) to average net assets would have been 2.51%.

^C Net realized and unrealized gain (loss) per share reflects proceeds received from litigation which amounted to \$.02 per share. Excluding these litigation proceeds, the total return would have been (4.28)%

^D Amount represents less than \$.005 per share.

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

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

^G 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.

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

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

Notes to Financial Statements

For the period ended December 31, 2018

1. Organization.

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

2. Investments in Fidelity Central Funds.

The Fund invests in Fidelity Central Funds, which are open-end investment companies generally available only to other investment companies and accounts managed by the investment adviser and its affiliates. The 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 the investment adviser. Annualized expenses of the Money Market Central Funds as of their most recent shareholder report date are less than .005%.

A complete unaudited list of holdings for each Fidelity Central Fund is available upon request or at the Securities and Exchange Commission (the SEC) website at www.sec.gov. In addition, the financial statements of the Fidelity Central Funds, which are not covered by the Fund's Report of Independent Registered Public Accounting Firm, are available on the SEC website or upon request.

3. Significant Accounting Policies.

The Fund is an investment company and applies the accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946 Financial Services — Investments Companies. The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), which require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. Subsequent events, if any, through the date that the financial statements were issued have been evaluated in the preparation of the financial statements. The following summarizes the significant accounting policies of the Fund:

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

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

Level 1 — quoted prices in active markets for identical investments

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

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

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

Equity securities, including restricted securities, for which market quotations are readily available, are valued at the last reported sale price or official closing price as reported by a third party pricing vendor on the primary market or exchange on which they are traded and are categorized as Level 1 in the hierarchy. In the event there were no sales during the day or closing prices are not available, securities are valued at the last quoted bid price or may be valued using the last available price and are generally categorized as Level 2 in the hierarchy. For foreign equity securities, when 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 may be used and would be categorized as Level 2 in the hierarchy. Utilizing these techniques may result in transfers between Level 1 and Level 2. For equity securities, including restricted securities, where observable inputs are limited, assumptions about market activity and risk are used and these securities may be categorized as Level 3 in the hierarchy.

Debt securities, including restricted securities, are valued based on evaluated prices received from third party pricing vendors or from brokers who make markets in such securities. Corporate bonds and bank loan obligations are valued by pricing vendors who utilize matrix pricing which considers yield or price of bonds of comparable quality, coupon, maturity and type or by broker-supplied prices. When independent prices are unavailable or unreliable, debt securities may be valued utilizing pricing methodologies which consider similar factors that would be used by third party pricing vendors. Debt securities are generally categorized as Level 2 in the hierarchy but may be Level 3 depending on the circumstances.

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

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 December 31, 2018 is included at the end of the Fund's Schedule of Investments.

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.

Notes to Financial Statements – continued

Foreign-denominated assets, including investment securities, and liabilities are translated into U.S. dollars at the exchange rates 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.

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 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. Income and capital gain distributions from Fidelity Central Funds, if any, are recorded on the ex-dividend date. Certain distributions received by the Fund represent a return of capital or capital gain. The Fund determines the components of these distributions subsequent to the ex-dividend date, based upon receipt of tax filings or other correspondence relating to the underlying investment. These distributions are recorded as a reduction of cost of investments and/or as a realized gain. Interest income is accrued as earned and includes coupon interest and amortization of premium and accretion of discount on debt securities as applicable. Paid in Kind (PIK) income is recorded at the fair market value of the securities received. Investment income is recorded net of foreign taxes withheld where recovery of such taxes is uncertain.

Class Allocations and Expenses. Investment income, realized and unrealized capital gains and losses, common expenses of the Fund, and certain fund-level expense reductions, if any, are allocated daily on a pro-rata basis to each class based on the relative net assets of each class to the total net assets of 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. For the reporting period, the allocated portion of income and expenses to each class as a percent of its average net assets may vary due to the timing of recording these transactions in relation to fluctuating net assets of the classes. Expenses directly attributable to a fund are charged to that fund. Expenses attributable to more than one fund are allocated among the respective funds on the basis of relative net assets or other appropriate methods. Expense estimates are accrued in the period to which they relate and adjustments are made when actual amounts are known.

Income Tax Information and Distributions to Shareholders. Each year, the Fund intends to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code, including distributing substantially all of its taxable income and realized gains. As a result, no provision for U.S. Federal income taxes is required. As of December 31, 2018, the Fund did not have any unrecognized tax benefits in the financial statements; nor is the Fund aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months. The Fund files a U.S. federal tax return, in addition to state and local tax returns as required. The Fund's federal income tax returns are subject to examination by the Internal Revenue Service (IRS) for a period of three fiscal years after they are filed. State and local tax returns may be subject to examination for an additional fiscal year depending on the jurisdiction. 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 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. Capital accounts are not adjusted for temporary book-tax differences which will reverse in a subsequent period.

Book-tax differences are primarily due to foreign currency transactions, market discount, equity-debt classifications, contingent interest, certain conversion ratio adjustments, deferred trustees compensation, partnerships and losses deferred due to wash sales.

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

Gross unrealized appreciation	\$ 955,056,479
Gross unrealized depreciation	(354,670,833)
Net unrealized appreciation (depreciation)	<u>\$ 600,385,646</u>
Tax Cost	<u>\$4,039,677,798</u>

The tax-based components of distributable earnings as of period end were as follows:

Undistributed ordinary income	<u>\$ 18,707,818</u>
Undistributed long-term capital gain	<u>\$319,498,077</u>
Net unrealized appreciation (depreciation) on securities and other investments	<u>\$597,824,974</u>

The tax character of distributions paid was as follows:

	December 31, 2018	December 31, 2017
Ordinary Income	\$114,433,117	\$147,883,301
Long-term Capital Gains	252,179,463	61,038,299
Total	<u>\$366,612,580</u>	<u>\$208,921,600</u>

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 invests in direct debt instruments which are interests in amounts owed to lenders by corporate or other borrowers. These instruments may be in the form of loans, trade claims or other receivables and may include standby financing commitments such as revolving credit facilities that obligate the Fund to supply additional cash to the borrower on demand. Loans may be acquired through assignment or participation. The Fund did not have any unfunded loan commitments, which are contractual obligations for future funding, at period end.

New Rule Issuance. During August 2018, the U.S. Securities and Exchange Commission issued Final Rule Release No. 33-10532, Disclosure Update and Simplification. This Final Rule includes amendments specific to registered investment companies that are intended to eliminate overlap in disclosure requirements between Regulation S-X and GAAP. In accordance with these amendments, certain line-items in the Fund's financial statements have been combined or removed for the current period as outlined in the table below.

Financial Statement	Current Line-Item Presentation	Prior Line-Item Presentation
Statement of Assets and Liabilities	Total distributable earnings (loss)	Undistributed/Distributions in excess of/Accumulated net investment income (loss) Accumulated/Undistributed net realized gain (loss) Net unrealized appreciation (depreciation)
Statement of Changes in Net Assets	N/A – removed	Undistributed/Distributions in excess of/Accumulated net investment income (loss) end of period
Statement of Changes in Net Assets	Distributions to shareholders	Distributions to shareholders from net investment income Distributions to shareholders from net realized gain
Distributions to Shareholders Note to Financial Statements	Distributions to shareholders	Distributions to shareholders from net investment income Distributions to shareholders from net realized gain

4. Purchases and Sales of Investments.

Purchases and sales of securities, other than short-term securities, aggregated \$1,934,166,483 and \$2,465,828,610, respectively.

5. Fees and Other Transactions with Affiliates.

Management Fee. Fidelity Management & Research Company (the investment adviser) and its affiliates provide the Fund with investment management related services for which the Fund pays a monthly management fee. The management fee is the sum of an individual fund fee rate that is based on an annual rate of .20% of the Fund's average net assets and an annualized group fee rate that averaged .24% during the period. The group fee rate is based upon the average net assets of all the mutual funds advised by the investment adviser, including any mutual funds previously advised by the investment adviser that are currently advised by Fidelity SelectCo, LLC, an affiliate of the investment adviser. The group fee rate decreases as assets under management increase and increases as assets under management decrease. For the reporting period, the total annual management fee rate was .44% 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 the investment adviser, a service fee. For the period, the service fee is based on an annual rate of .10% of Service Class' average net assets and .25% of Service Class 2's average net assets.

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

Service Class	\$ 304,575
Service Class 2	<u>3,414,118</u>
	<u>\$3,718,693</u>

Transfer Agent Fees. Fidelity Investments Institutional Operations Company, Inc. (FIIOC), an affiliate of the investment adviser, is the Fund's transfer, dividend disbursing, and shareholder servicing agent. FIIOC receives an asset-based fee with respect to each class. Each class pays a fee for transfer agent services, typesetting and printing and mailing of shareholder reports, excluding mailing of proxy statements, equal to an annual rate of class-level average net assets. The annual rate for Investor Class is .15% and the annual rate for all other classes is .07%. For the period, transfer agent fees for each class were as follows:

Initial Class	\$2,083,418
Service Class	196,944
Service Class 2	883,096
Investor Class	<u>629,345</u>
	<u>\$3,792,803</u>

Notes to Financial Statements – continued

Accounting and Security Lending Fees. Fidelity Service Company, Inc. (FSC), an affiliate of the investment adviser, maintains the Fund’s accounting records. The accounting fee is based on the level of average net assets for each month. Under a separate contract, FSC administers the security lending program. The security lending fee is based on the number and duration of lending transactions. For the period, the fees were equivalent to an annual rate of .02%.

Brokerage Commissions. The Fund placed a portion of its portfolio transactions with brokerage firms which are affiliates of the investment adviser. Brokerage commissions are included in net realized gain (loss) and change in net unrealized appreciation (depreciation) in the Statement of Operations. The commissions paid to these affiliated firms were \$77,236 for the period.

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

6. Committed Line of Credit.

The Fund participates with other funds managed by the investment adviser or an affiliate in a \$4.25 billion credit facility (the “line of credit”) to be utilized for temporary or emergency purposes to fund shareholder redemptions or for other short-term liquidity purposes. The Fund has agreed to pay commitment fees on its pro-rata portion of the line of credit, which amounted to \$15,004 and is reflected in Miscellaneous expenses on the Statement of Operations. During the period, the Fund did not borrow on this line of credit.

7. Security Lending.

The Fund lends portfolio securities through a lending agent from time to time in order to earn additional income. For equity securities, a lending agent is used and 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. The Fund or borrower may terminate the loan at any time, and if the borrower defaults on its obligation to return the securities loaned because of insolvency or other reasons, the Fund may apply collateral received from the borrower against the obligation. The Fund may experience delays and costs in recovering the securities loaned. Any cash collateral received is invested in the Fidelity Securities Lending Cash Central Fund. At period end, there were no security loans outstanding. Security lending income represents the income earned on investing cash collateral, less rebates paid to borrowers and any lending agent fees associated with the loan, plus any premium payments received for lending certain types of securities. Security lending income is presented in the Statement of Operations as a component of income from Fidelity Central Funds. Total security lending income during the period amounted to \$125,213, including \$773 from securities loaned to FCM.

8. Expense Reductions.

Commissions paid to certain brokers with whom the investment adviser, or its affiliates, places trades on behalf of the Fund include an amount in addition to trade execution, which may be rebated back to the Fund to offset certain expenses. This amount totaled \$341,205 for the period.

In addition, during the period the investment adviser reimbursed and/or waived a portion of fund-level operating expenses in the amount of \$56,625.

9. Distributions to Shareholders.

Distributions to shareholders of each class were as follows:

	Year ended December 31, 2018	Year ended December 31, 2017
Distributions to shareholders		
Initial Class	\$222,800,478	\$ —
Service Class	20,936,377	—
Service Class 2	93,014,239	—
Investor Class	29,861,486	—
Total	<u>\$366,612,580</u>	<u>\$ —</u>
From net investment income		
Initial Class	\$ —	\$ 57,100,690
Service Class	—	5,119,022
Service Class 2	—	21,140,938
Investor Class	—	7,229,732
Total	<u>\$ —</u>	<u>\$ 90,590,382</u>
From net realized gain		
Initial Class	\$ —	\$ 72,446,182
Service Class	—	6,724,532

	Year ended December 31, 2018	Year ended December 31, 2017
Service Class 2	—	29,918,354
Investor Class	—	9,242,150
Total	<u>\$ —</u>	<u>\$118,331,218</u>

10. Share Transactions.

Transactions for each class of shares were as follows:

	Shares Year ended December 31, 2018	Shares Year ended December 31, 2017	Dollars Year ended December 31, 2018	Dollars Year ended December 31, 2017
Initial Class				
Shares sold	3,655,285	3,501,530	\$ 82,178,952	\$ 79,596,634
Reinvestment of distributions	10,361,692	5,661,287	222,800,478	129,546,872
Shares redeemed	<u>(20,272,553)</u>	<u>(26,762,957)</u>	<u>(462,105,188)</u>	<u>(612,741,909)</u>
Net increase (decrease)	<u>(6,255,576)</u>	<u>(17,600,140)</u>	<u>\$ (157,125,758)</u>	<u>\$ (403,598,403)</u>
Service Class				
Shares sold	367,840	454,316	\$ 8,259,272	\$ 10,221,020
Reinvestment of distributions	978,261	520,108	20,936,377	11,843,554
Shares redeemed	<u>(2,049,998)</u>	<u>(2,128,567)</u>	<u>(46,212,879)</u>	<u>(48,094,891)</u>
Net increase (decrease)	<u>(703,897)</u>	<u>(1,154,143)</u>	<u>\$ (17,017,230)</u>	<u>\$ (26,030,317)</u>
Service Class 2				
Shares sold	4,840,048	7,005,495	\$ 105,924,713	\$ 153,649,419
Reinvestment of distributions	4,432,220	2,285,662	93,014,239	51,059,292
Shares redeemed	<u>(11,102,644)</u>	<u>(12,115,246)</u>	<u>(247,224,576)</u>	<u>(268,609,638)</u>
Net increase (decrease)	<u>(1,830,376)</u>	<u>(2,824,089)</u>	<u>\$ (48,285,624)</u>	<u>\$ (63,900,927)</u>
Investor Class				
Shares sold	1,493,108	1,617,443	\$ 33,487,332	\$ 36,296,179
Reinvestment of distributions	1,395,950	723,059	29,861,486	16,471,882
Shares redeemed	<u>(3,255,148)</u>	<u>(2,720,297)</u>	<u>(73,588,766)</u>	<u>(61,293,536)</u>
Net increase (decrease)	<u>(366,090)</u>	<u>(379,795)</u>	<u>\$ (10,239,948)</u>	<u>\$ (8,525,475)</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, the investment adviser or its affiliates were the owners of record of 15% of the total outstanding shares of the Fund and one otherwise unaffiliated shareholder was the owner of record of 19% of the total outstanding shares of the Fund.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Variable Insurance Products Fund and Shareholders of VIP Equity-Income Portfolio:

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of VIP Equity-Income Portfolio (one of the funds constituting Variable Insurance Products Fund, referred to hereafter as the "Fund") as of December 31, 2018, the related statement of operations for the year ended December 31, 2018, the statement of changes in net assets for each of the two years in the period ended December 31, 2018, including the related notes, and the financial highlights for each of the five years in the period ended December 31, 2018 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2018, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period ended December 31, 2018 and the financial highlights for each of the five years in the period ended December 31, 2018 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of December 31, 2018 by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
Boston, Massachusetts
February 14, 2019

We have served as the auditor of one or more investment companies in the Fidelity group of funds since 1932.

Trustees and Officers

The Trustees, Members of the Advisory Board (if any), and officers of the trust and fund, as applicable, are listed below. The Board of Trustees governs the fund and is responsible for protecting the interests of shareholders. The Trustees are experienced executives who meet periodically throughout the year to oversee the fund's activities, review contractual arrangements with companies that provide services to the fund, oversee management of the risks associated with such activities and contractual arrangements, and review the fund's performance. Except for Jonathan Chiel, each of the Trustees oversees 283 funds. Mr. Chiel oversees 154 funds.

The Trustees hold office without limit in time except that (a) any Trustee may resign; (b) any Trustee may be removed by written instrument, signed by at least two-thirds of the number of Trustees prior to such removal; (c) any Trustee who requests to be retired or who has become incapacitated by illness or injury may be retired by written instrument signed by a majority of the other Trustees; and (d) any Trustee may be removed at any special meeting of shareholders by a two-thirds vote of the outstanding voting securities of the trust. Each Trustee who is not an interested person (as defined in the 1940 Act) of the trust and the fund is referred to herein as an Independent Trustee. Each Independent Trustee shall retire not later than the last day of the calendar year in which his or her 75th birthday occurs. The Independent Trustees may waive this mandatory retirement age policy with respect to individual Trustees. Officers and Advisory Board Members hold office without limit in time, except that any officer or Advisory Board Member may resign or may be removed by a vote of a majority of the Trustees at any regular meeting or any special meeting of the Trustees. Except as indicated, each individual has held the office shown or other offices in the same company for the past five years.

The fund's Statement of Additional Information (SAI) includes more information about the Trustees. To request a free copy, call Fidelity at 1-877-208-0098.

Experience, Skills, Attributes, and Qualifications of the Trustees. The Governance and Nominating Committee has adopted a statement of policy that describes the experience, qualifications, attributes, and skills that are necessary and desirable for potential Independent Trustee candidates (Statement of Policy). The Board believes that each Trustee satisfied at the time he or she was initially elected or appointed a Trustee, and continues to satisfy, the standards contemplated by the Statement of Policy. The Governance and Nominating Committee also engages professional search firms to help identify potential Independent Trustee candidates who have the experience, qualifications, attributes, and skills consistent with the Statement of Policy. From time to time, additional criteria based on the composition and skills of the current Independent Trustees, as well as experience or skills that may be appropriate in light of future changes to board composition, business conditions, and regulatory or other developments, have also been considered by the professional search firms and the Governance and Nominating Committee. In addition, the Board takes into account the Trustees' commitment and participation in Board and committee meetings, as well as their leadership of standing and ad hoc committees throughout their tenure.

In determining that a particular Trustee was and continues to be qualified to serve as a Trustee, the Board has considered a variety of criteria, none of which, in isolation, was controlling. The Board believes that, collectively, the Trustees have balanced and diverse experience, qualifications, attributes, and skills, which allow the Board to operate effectively in governing the fund and protecting the interests of shareholders. Information about the specific experience, skills, attributes, and qualifications of each Trustee, which in each case led to the Board's conclusion that the Trustee should serve (or continue to serve) as a trustee of the fund, is provided below.

Board Structure and Oversight Function. James C. Curvey is an interested person and currently serves as Chairman. The Trustees have determined that an interested Chairman is appropriate and benefits shareholders because an interested Chairman has a personal and professional stake in the quality and continuity of services provided to the fund. Independent Trustees exercise their informed business judgment to appoint an individual of their choosing to serve as Chairman, regardless of whether the Trustee happens to be independent or a member of management. The Independent Trustees have determined that they can act independently and effectively without having an Independent Trustee serve as Chairman and that a key structural component for assuring that they are in a position to do so is for the Independent Trustees to constitute a substantial majority for the Board. The Independent Trustees also regularly meet in executive session. Ned C. Lautenbach serves as Chairman of the Independent Trustees and as such (i) acts as a liaison between the Independent Trustees and management with respect to matters important to the Independent Trustees and (ii) with management prepares agendas for Board meetings.

Fidelity® funds are overseen by different Boards of Trustees. The fund's Board oversees Fidelity's high income and certain equity funds, and other Boards oversee Fidelity's investment-grade bond, money market, asset allocation, and other equity funds. The asset allocation funds may invest in Fidelity® funds overseen by the fund's Board. The use of separate Boards, each with its own committee structure, allows the Trustees of each group of Fidelity® funds to focus on the unique issues of the funds they oversee, including common research, investment, and operational issues. On occasion, the separate Boards establish joint committees to address issues of overlapping consequences for the Fidelity® funds overseen by each Board.

The Trustees operate using a system of committees to facilitate the timely and efficient consideration of all matters of importance to the Trustees, the fund, and fund shareholders and to facilitate compliance with legal and regulatory requirements and oversight of the fund's activities and associated risks. The Board, acting through its committees, has charged FMR and its affiliates with (i) identifying events or circumstances the occurrence of which could have demonstrably adverse effects on the fund's business and/or reputation; (ii) implementing processes and controls to lessen the possibility that such events or circumstances occur or to mitigate the effects of such events or circumstances if they do occur; and (iii) creating and maintaining a system designed to evaluate continuously business and market conditions in order to facilitate the identification and implementation processes described in (i) and (ii) above. Because the day-to-day operations and activities of the fund are carried out by or through FMR, its affiliates, and other service providers, the fund's exposure to risks is mitigated but not eliminated by the processes overseen by the Trustees. While each of the Board's committees has responsibility for overseeing different aspects of the fund's activities, oversight is exercised primarily through the Operations, Audit, and Compliance Committees. In addition, the Independent Trustees have worked with Fidelity to enhance the Board's oversight of investment and financial risks, legal and regulatory risks, technology risks, and operational risks, including the development of additional risk reporting to the Board. Appropriate personnel, including but not limited to the fund's Chief Compliance Officer (CCO), FMR's internal auditor, the independent accountants, the fund's Treasurer and portfolio management personnel, make periodic reports to the Board's committees, as appropriate, including an annual review of Fidelity's risk management program for the Fidelity® funds. The responsibilities of each standing committee, including their oversight responsibilities, are described further under "Standing Committees of the Trustees."

Interested Trustees*:

Correspondence intended for a Trustee who is an interested person may be sent to Fidelity Investments, 245 Summer Street, Boston, Massachusetts 02210.

Trustees and Officers – continued

Name, Year of Birth; Principal Occupations and Other Relevant Experience+

Jonathan Chiel (1957)

Year of Election or Appointment: 2016

Trustee

Mr. Chiel also serves as Trustee of other Fidelity® funds. Mr. Chiel is Executive Vice President and General Counsel for FMR LLC (diversified financial services company, 2012-present). Previously, Mr. Chiel served as general counsel (2004-2012) and senior vice president and deputy general counsel (2000-2004) for John Hancock Financial Services; a partner with Choate, Hall & Stewart (1996-2000) (law firm); and an Assistant United States Attorney for the United States Attorney's Office of the District of Massachusetts (1986-95), including Chief of the Criminal Division (1993-1995). Mr. Chiel is a director on the boards of the Boston Bar Foundation and the Maimonides School.

James C. Curvey (1935)

Year of Election or Appointment: 2007

Trustee

Chairman of the Board of Trustees

Mr. Curvey also serves as Trustee of other Fidelity® funds. Mr. Curvey is Vice Chairman (2007-present) and Director of FMR LLC (diversified financial services company). In addition, Mr. Curvey is an Overseer Emeritus for the Boston Symphony Orchestra, a Director of Artis-Naples, and a Trustee of Brewster Academy in Wolfeboro, New Hampshire. Previously, Mr. Curvey served as a Director of Fidelity Research & Analysis Co. (investment adviser firm, 2009-2018), Director of Fidelity Investments Money Management, Inc. (investment adviser firm, 2009-2014) and a Director of FMR and FMR Co., Inc. (investment adviser firms, 2007-2014).

* Determined to be an "Interested Trustee" by virtue of, among other things, his or her affiliation with the trust or various entities under common control with FMR.

+ The information includes the Trustee's principal occupation during the last five years and other information relating to the experience, attributes, and skills relevant to the Trustee's qualifications to serve as a Trustee, which led to the conclusion that the Trustee should serve as a Trustee for the fund.

Independent Trustees:

Correspondence intended for an Independent Trustee may be sent to Fidelity Investments, P.O. Box 55235, Boston, Massachusetts 02205-5235.

Name, Year of Birth; Principal Occupations and Other Relevant Experience+

Dennis J. Dirks (1948)

Year of Election or Appointment: 2005

Trustee

Mr. Dirks also serves as Trustee of other Fidelity® funds. Prior to his retirement in May 2003, Mr. Dirks was Chief Operating Officer and a member of the Board of The Depository Trust & Clearing Corporation (DTCC). He also served as President, Chief Operating Officer, and Board member of The Depository Trust Company (DTC) and President and Board member of the National Securities Clearing Corporation (NSCC). In addition, Mr. Dirks served as Chief Executive Officer and Board member of the Government Securities Clearing Corporation, Chief Executive Officer and Board member of the Mortgage-Backed Securities Clearing Corporation, as a Trustee and a member of the Finance Committee of Manhattan College (2005-2008), as a Trustee and a member of the Finance Committee of AHRC of Nassau County (2006-2008), as a member of the Independent Directors Council (IDC) Governing Council (2010-2015), and as a member of the Board of Directors for The Brookville Center for Children's Services, Inc. (2009-2017). Mr. Dirks is a member of the Finance Committee (2016-present) and Board of Directors (2017-present) and is Treasurer (2018-present) of the Asolo Repertory Theatre.

Donald F. Donahue (1950)

Year of Election or Appointment: 2018

Trustee

Mr. Donahue also serves as a Trustee of other Fidelity® funds. Mr. Donahue is President and Chief Executive Officer of Miranda Partners, LLC (risk consulting for the financial services industry, 2012-present). Previously, Mr. Donahue served as a Member of the Advisory Board of certain Fidelity® funds (2015-2018) and Chief Executive Officer (2006-2012), Chief Operating Officer (2003-2006), and Managing Director, Customer Marketing and Development (1999-2003) of The Depository Trust & Clearing Corporation (financial markets infrastructure). Mr. Donahue serves as a Member (2007-present) and Co-Chairman (2016-present) of the Board of Directors of United Way of New York, Member of the Board of Directors of NYC Leadership Academy (2012-present) and Member of the Board of Advisors of Ripple Labs, Inc. (financial services, 2015-present). He also served as Chairman (2010-2012) and Member of the Board of Directors (2012-2013) of Omgeo, LLC (financial services), Treasurer of United Way of New York (2012-2016), and Member of the Board of Directors of XBRL US (financial services non-profit, 2009-2012) and the International Securities Services Association (2009-2012).

Alan J. Lacy (1953)

Year of Election or Appointment: 2008

Trustee

Mr. Lacy also serves as Trustee of other Fidelity® funds. Mr. Lacy serves as a Director of Bristol-Myers Squibb Company (global pharmaceuticals, 2008-present). He is a Trustee of the California Chapter of The Nature Conservancy (2015-present) and a Director of the Center for Advanced Study in the Behavioral Sciences at Stanford University (2015-present). In addition, Mr. Lacy served as Senior Adviser (2007-2014) of Oak Hill Capital Partners, L.P. (private equity) and also served as Chief Executive Officer (2005) and Vice Chairman (2005-2006) of Sears Holdings Corporation (retail) and Chief Executive Officer and Chairman of the Board of Sears, Roebuck and Co. (retail, 2000-2005). Previously, Mr. Lacy served as Chairman (2014-2017) and a member (2010-2017) of the Board of Directors of Dave & Buster's Entertainment, Inc. (restaurant and entertainment complexes), as Chairman (2008-2011) and a member (2006-2015) of the Board of Trustees of the National Parks Conservation Association, and as a member of the Board of Directors for The Hillman Companies, Inc. (hardware wholesalers, 2010-2014), Earth Fare, Inc. (retail grocery, 2010-2014), and The Western Union Company (global money transfer, 2006-2011).

Ned C. Lautenbach (1944)

Year of Election or Appointment: 2000

Trustee

Chairman of the Independent Trustees

Mr. Lautenbach also serves as Trustee of other Fidelity® funds. Mr. Lautenbach currently serves as Chair (2018-present) and Member (2013-present) of the Board of Governors, State University System of Florida and is a member of the Council on Foreign Relations (1994-present). He is also a member and has most recently served as Chairman of the Board of Directors of Artis-Naples (2012-present). Previously, Mr. Lautenbach served as a member and then Lead Director of the Board of Directors of Eaton Corporation (diversified industrial, 1997-2016). He was also a Partner and Advisory Partner at Clayton, Dubilier & Rice, LLC (private equity investment, 1998-2010), as well as a Director of Sony Corporation (2006-2007). In addition, Mr. Lautenbach also had a 30-year career with IBM (technology company) during which time he served as Senior Vice President and a member of the Corporate Executive Committee (1968-1998).

Joseph Mauriello (1944)

Year of Election or Appointment: 2008

Trustee

Mr. Mauriello also serves as Trustee of other Fidelity® funds. Prior to his retirement in January 2006, Mr. Mauriello served in numerous senior management positions including Deputy Chairman and Chief Operating Officer (2004-2005), and Vice Chairman of Financial Services (2002-2004) of KPMG LLP US (professional services, 1965-2005). Mr. Mauriello currently serves as a member of the Independent Directors Council (IDC) Governing Council (2015-present). Previously, Mr. Mauriello served as a member of the Board of Directors of XL Group plc. (global insurance and re-insurance, 2006-2018).

Cornelia M. Small (1944)

Year of Election or Appointment: 2005

Trustee

Ms. Small also serves as Trustee of other Fidelity® funds. Ms. Small is a member of the Board of Directors (2009-present) and Chair of the Investment Committee (2010-present) of the Teagle Foundation. Ms. Small also serves on the Investment Committee of the Berkshire Taconic Community Foundation (2008-present). Previously, Ms. Small served as Chairperson (2002-2008) and a member of the Investment Committee and Chairperson (2008-2012) and a member of the Board of Trustees of Smith College. In addition, Ms. Small served as Chief Investment Officer, Director of Global Equity Investments, and a member of the Board of Directors of Scudder, Stevens & Clark and Scudder Kemper Investments.

Garnett A. Smith (1947)

Year of Election or Appointment: 2018

Trustee

Mr. Smith also serves as Trustee of other Fidelity® funds. Prior to Mr. Smith's retirement, he served as Chairman and Chief Executive Officer of Inbrand Corp. (manufacturer of personal absorbent products, 1990-1997). He also served as President (1986-1990) of Inbrand Corp. Prior to his employment with Inbrand Corp., he was employed by a retail fabric chain and North Carolina National Bank. In addition, Mr. Smith served as a Member of the Advisory Board of certain Fidelity® funds (2012-2013) and as a board member of the Jackson Hole Land Trust (2009-2012).

David M. Thomas (1949)

Year of Election or Appointment: 2008

Trustee

Mr. Thomas also serves as Trustee of other Fidelity® funds. Mr. Thomas serves as Non-Executive Chairman of the Board of Directors of Fortune Brands Home and Security (home and security products, 2011-present) and as a member of the Board of Directors (2004-present) and Presiding Director (2013-present) of Interpublic Group of Companies, Inc. (marketing communication). Previously, Mr. Thomas served as Executive Chairman (2005-2006) and Chairman and Chief Executive Officer (2000-2005) of IMS Health, Inc. (pharmaceutical and healthcare information solutions), a Director of Fortune Brands, Inc. (consumer products, 2000-2011), and a member of the Board of Trustees of the University of Florida (2013-2018).

+ The information includes the Trustee's principal occupation during the last five years and other information relating to the experience, attributes, and skills relevant to the Trustee's qualifications to serve as a Trustee, which led to the conclusion that the Trustee should serve as a Trustee for the fund.

Trustees and Officers – continued

Advisory Board Members and Officers:

Correspondence intended for a Member of the Advisory Board (if any) may be sent to Fidelity Investments, P.O. Box 55235, Boston, Massachusetts 02205-5235. Correspondence intended for an officer or Peter S. Lynch may be sent to Fidelity Investments, 245 Summer Street, Boston, Massachusetts 02210. Officers appear below in alphabetical order.

Name, Year of Birth; Principal Occupation

Vicki L. Fuller (1957)

Year of Election or Appointment: 2018

Member of the Advisory Board

Ms. Fuller also serves as Member of the Advisory Board of other Fidelity® funds. Ms. Fuller serves as a member of the Board of Directors, Audit Committee, and Nominating and Governance Committee of The Williams Companies, Inc. (natural gas infrastructure, 2018-present). Previously, Ms. Fuller served as the Chief Investment Officer of the New York State Common Retirement Fund (2012-2018) and held a variety of positions at AllianceBernstein L.P. (global asset management, 1985-2012), including Managing Director (2006-2012) and Senior Vice President and Senior Portfolio Manager (2001-2006).

Peter S. Lynch (1944)

Year of Election or Appointment: 2003

Member of the Advisory Board

Mr. Lynch also serves as Member of the Advisory Board of other Fidelity® funds. Mr. Lynch is Vice Chairman and a Director of FMR (investment adviser firm) and FMR Co., Inc. (investment adviser firm). In addition, Mr. Lynch serves as a Trustee of Boston College and as the Chairman of the Inner-City Scholarship Fund. Previously, Mr. Lynch served on the Special Olympics International Board of Directors (1997-2006).

Carol B. Tomé (1957)

Year of Election or Appointment: 2018

Member of the Advisory Board

Ms. Tomé also serves as Member of the Advisory Board of other Fidelity® funds. Ms. Tomé is Chief Financial Officer (2001-present) and Executive Vice President of Corporate Services (2007-present) of The Home Depot, Inc. (home improvement retailer) and a Director (2003-present) and Chair of the Audit Committee (2004-present) of United Parcel Service, Inc. (package delivery and supply chain management). Previously, Ms. Tomé served as Trustee of certain Fidelity® funds (2017), Senior Vice President of Finance and Accounting/Treasurer (2000-2007) and Vice President and Treasurer (1995-2000) of The Home Depot, Inc. and Chair of the Board (2010-2012), Vice Chair of the Board (2009 and 2013), and a Director (2008-2013) of the Federal Reserve Bank of Atlanta. Ms. Tomé is also a director or trustee of many community and professional organizations.

Michael E. Wiley (1950)

Year of Election or Appointment: 2018

Member of the Advisory Board

Mr. Wiley also serves as Trustee or Member of the Advisory Board of other Fidelity® funds. Mr. Wiley serves as a Director of High Point Resources (exploration and production, 2005-present). Previously, Mr. Wiley served as a Director of Andeavor Corporation (independent oil refiner and marketer, 2005-2018), a Director of Andeavor Logistics LP (natural resources logistics, 2015-2018), a Director of Post Oak Bank (privately-held bank, 2004-2018), a Director of Asia Pacific Exploration Consolidated (international oil and gas exploration and production, 2008-2013), a member of the Board of Trustees of the University of Tulsa (2000-2006; 2007-2010), a Senior Energy Advisor of Katzenbach Partners, LLC (consulting, 2006-2007), an Advisory Director of Riverstone Holdings (private investment), a Director of Spinnaker Exploration Company (exploration and production, 2001-2005) and Chairman, President, and CEO of Baker Hughes, Inc. (oilfield services, 2000-2004).

Elizabeth Paige Baumann (1968)

Year of Election or Appointment: 2017

Anti-Money Laundering (AML) Officer

Ms. Baumann also serves as AML Officer of other funds. She is Chief AML Officer (2012-present) and Senior Vice President (2014-present) of FMR LLC (diversified financial services company) and is an employee of Fidelity Investments. Previously, Ms. Baumann served as AML Officer of the funds (2012-2016), and Vice President (2007-2014) and Deputy Anti-Money Laundering Officer (2007-2012) of FMR LLC.

Craig S. Brown (1977)

Year of Election or Appointment: 2019

Assistant Treasurer

Mr. Brown also serves as Assistant Treasurer of other funds. Mr. Brown is an employee of Fidelity Investments (2013-present).

John J. Burke III (1964)

Year of Election or Appointment: 2018

Chief Financial Officer

Mr. Burke also serves as Chief Financial Officer of other funds. Mr. Burke serves as Head of Investment Operations for Fidelity Fund and Investment Operations (2018-present) and is an employee of Fidelity Investments (1998-present). Previously Mr. Burke served as head of Asset Management Investment Operations (2012-2018).

William C. Coffey (1969)

Year of Election or Appointment: 2018
Secretary and Chief Legal Officer (CLO)

Mr. Coffey also serves as Secretary and CLO of other funds. Mr. Coffey serves as CLO, Secretary, and Senior Vice President of Fidelity Management & Research Company and FMR Co., Inc. (investment adviser firms, 2018-present); Secretary of Fidelity SelectCo, LLC and Fidelity Investments Money Management, Inc. (investment adviser firms, 2018-present); and CLO of Fidelity Management & Research (Hong Kong) Limited, FMR Investment Management (UK) Limited, and Fidelity Management & Research (Japan) Limited (investment adviser firms, 2018-present). He is Senior Vice President and Deputy General Counsel of FMR LLC (diversified financial services company, 2010-present), and is an employee of Fidelity Investments. Previously, Mr. Coffey served as Assistant Secretary of certain funds (2009-2018) and as Vice President and Associate General Counsel of FMR LLC (2005-2009).

Timothy M. Cohen (1969)

Year of Election or Appointment: 2018
Vice President

Mr. Cohen also serves as Vice President of other funds. Mr. Cohen serves as Co-Head of Global Equity Research (2016-present), a Director of Fidelity Management & Research (Japan) Limited (investment adviser firm, 2016-present), and is an employee of Fidelity Investments. Previously, Mr. Cohen served as Chief Investment Officer – Equity and a Director of Fidelity Management & Research (U.K.) Inc. (investment adviser firm, 2013-2015) and as a Director of Fidelity Management & Research (Hong Kong) Limited (investment adviser firm, 2017).

Jonathan Davis (1968)

Year of Election or Appointment: 2010
Assistant Treasurer

Mr. Davis also serves as Assistant Treasurer of other funds. Mr. Davis serves as Assistant Treasurer of FMR Capital, Inc. (2017-present) and is an employee of Fidelity Investments. Previously, Mr. Davis served as Vice President and Associate General Counsel of FMR LLC (diversified financial services company, 2003-2010).

Adrien E. Deberghes (1967)

Year of Election or Appointment: 2016
Assistant Treasurer

Mr. Deberghes also serves as an officer of other funds. He serves as Assistant Treasurer of FMR Capital, Inc. (2017-present), Executive Vice President of Fidelity Investments Money Management, Inc. (FIMM) (investment adviser firm, 2016-present), and is an employee of Fidelity Investments (2008-present). Previously, Mr. Deberghes served as President and Treasurer of certain Fidelity® funds (2013-2018). Prior to joining Fidelity Investments, Mr. Deberghes was Senior Vice President of Mutual Fund Administration at State Street Corporation (2007-2008), Senior Director of Mutual Fund Administration at Investors Bank & Trust (2005-2007), and Director of Finance for Dunkin' Brands (2000-2005). Previously, Mr. Deberghes served in other fund officer roles.

Laura M. Del Prato (1964)

Year of Election or Appointment: 2018
Assistant Treasurer

Ms. Del Prato also serves as an officer of other funds. Ms. Del Prato is an employee of Fidelity Investments (2017-present). Prior to joining Fidelity Investments, Ms. Del Prato served as a Managing Director and Treasurer of the JPMorgan Mutual Funds (2014-2017). Prior to JPMorgan, Ms. Del Prato served as a partner at Cohen Fund Audit Services (accounting firm, 2012-2013) and KPMG LLP (accounting firm, 2004-2012).

Colm A. Hogan (1973)

Year of Election or Appointment: 2016
Deputy Treasurer

Mr. Hogan also serves as an officer of other funds. Mr. Hogan serves as Assistant Treasurer of FMR Capital, Inc. (2017-present) and is an employee of Fidelity Investments (2005-present). Previously, Mr. Hogan served as Assistant Treasurer of certain Fidelity® funds (2016-2018).

Pamela R. Holding (1964)

Year of Election or Appointment: 2018
Vice President

Ms. Holding also serves as Vice President of other funds. Ms. Holding serves as Co-Head of Global Equity Research (2018-present) and is an employee of Fidelity Investments (2013-present).

Chris Maher (1972)

Year of Election or Appointment: 2013
Assistant Treasurer

Mr. Maher serves as Assistant Treasurer of other funds. Mr. Maher is Vice President of Valuation Oversight, serves as Assistant Treasurer of FMR Capital, Inc. (2017-present), and is an employee of Fidelity Investments. Previously, Mr. Maher served as Vice President of Asset Management Compliance (2013), Vice President of the Program Management Group of FMR (investment adviser firm, 2010-2013), and Vice President of Valuation Oversight (2008-2010).

Trustees and Officers – continued

Kenneth B. Robins (1969)

Year of Election or Appointment: 2016

Chief Compliance Officer

Mr. Robins also serves as an officer of other funds. Mr. Robins serves as Compliance Officer of Fidelity Management & Research Company and FMR Co., Inc. (investment adviser firms, 2016-present) and is an employee of Fidelity Investments (2004-present). Previously, Mr. Robins served as Executive Vice President of Fidelity Investments Money Management, Inc. (investment adviser firm, 2013-2016) and served in other fund officer roles.

Stacie M. Smith (1974)

Year of Election or Appointment: 2016

President and Treasurer

Ms. Smith also serves as an officer of other funds. Ms. Smith serves as Assistant Treasurer of FMR Capital, Inc. (2017-present), is an employee of Fidelity Investments (2009-present), and has served in other fund officer roles. Prior to joining Fidelity Investments, Ms. Smith served as Senior Audit Manager of Ernst & Young LLP (accounting firm, 1996-2009). Previously, Ms. Smith served as Assistant Treasurer (2013-2018) and Deputy Treasurer (2013-2016) of certain Fidelity® funds.

Marc L. Spector (1972)

Year of Election or Appointment: 2016

Assistant Treasurer

Mr. Spector also serves as an officer of other funds. Mr. Spector serves as Assistant Treasurer of FMR Capital, Inc. (2017-present) and is an employee of Fidelity Investments (2016-present). Prior to joining Fidelity Investments, Mr. Spector served as Director at the Siegfried Group (accounting firm, 2013-2016), and prior to Siegfried Group as audit senior manager at Deloitte & Touche (accounting firm, 2005-2013).

Jim Wegmann (1979)

Year of Election or Appointment: 2019

Assistant Treasurer

Mr. Wegmann also serves as Assistant Treasurer of other funds. Mr. Wegmann is an employee of Fidelity Investments (2011-present).

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 (July 1, 2018 to December 31, 2018).

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- ^A	Beginning Account Value July 1, 2018	Ending Account Value December 31, 2018	Expenses Paid During Period- ^B July 1, 2018 to December 31, 2018
Initial Class	.53%			
Actual		\$1,000.00	\$938.70	\$2.59
Hypothetical- ^C		\$1,000.00	\$1,022.53	\$2.70
Service Class	.63%			
Actual		\$1,000.00	\$938.30	\$3.08
Hypothetical- ^C		\$1,000.00	\$1,022.03	\$3.21
Service Class 2	.78%			
Actual		\$1,000.00	\$937.50	\$3.81
Hypothetical- ^C		\$1,000.00	\$1,021.27	\$3.97
Investor Class	.61%			
Actual		\$1,000.00	\$938.50	\$2.98
Hypothetical- ^C		\$1,000.00	\$1,022.13	\$3.11

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

^B Expenses are equal to each Class' annualized expense ratio, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

^C 5% return per year before expenses

Distributions (Unaudited)

The Board of Trustees of VIP Equity-Income Portfolio voted to pay to shareholders of record at the opening of business on record date, the following distributions per share derived from capital gains realized from sales of portfolio securities, and dividends derived from net investment income:

	Pay Date	Record Date	Dividends	Capital Gains
VIP Equity-Income Portfolio				
Initial Class	02/08/19	02/08/19	\$0.087	\$1.403
Service Class	02/08/19	02/08/19	\$0.084	\$1.403
Service Class 2	02/08/19	02/08/19	\$0.079	\$1.403
Investor Class	02/08/19	02/08/19	\$0.085	\$1.403

The fund hereby designates as a capital gain dividend with respect to the taxable year ended December 31, 2018, \$319,533,636, or, if subsequently determined to be different, the net capital gain of such year.

Initial Class designates 47%, and 99%; Service Class designates 51%, and 100%; Service Class 2 designates 55%, and 100%; and Investor Class designates 50%, and 100%; of the dividends distributed in February and December, respectively during the fiscal year as qualifying for the dividends—received deduction for corporate shareholders.

Board Approval of Investment Advisory Contracts

VIP Equity-Income Portfolio

At its July 2018 meeting, the Board of Trustees, including the Independent Trustees (together, the Board), voted to continue the management contract with Fidelity Management & Research Company (FMR) and the sub-advisory agreements (together, the Advisory Contracts) for the fund for six months through January 31, 2019, in connection with the reunification of the Fidelity Equity High Income Funds Board, which oversees the fund, and the Sector Portfolios Board.

The Board considered that the approval of the fund's Advisory Contracts will not result in any changes in (i) the investment process or strategies employed in the management of the fund's assets; (ii) the fees and expenses paid by shareholders; (iii) the nature, extent or quality of services provided under the fund's Advisory Contracts; or (iv) the day-to-day management of the fund or the persons primarily responsible for such management. The Board concluded that the fund's Advisory Contracts are fair and reasonable, and that the fund's Advisory Contracts should be renewed, without modification, through January 31, 2019, with the understanding that the Board will consider the annual renewal for a full one year period in January 2019.

In connection with its consideration of future renewals of the fund's Advisory Contracts, the Board will consider: (i) the nature, extent and quality of services provided to the fund, including shareholder and administrative services and investment performance; (ii) the competitiveness of the management fee and total expenses for the fund; (iii) the costs of the services and profitability, including the revenues earned and the expenses incurred in conducting the business of developing, marketing, distributing, managing, administering, and servicing the fund and its shareholders, to the extent applicable, as well as potential fall-out benefits from Fidelity's non-fund businesses; and (iv) whether there have been economies of scale in respect of the Fidelity funds, whether the Fidelity funds (including the fund) have appropriately benefited from any such economies of scale, and whether there is the potential for realization of any further economies.

Based on its evaluation of all of the conclusions noted above, and after considering all factors it believed relevant, the Board ultimately concluded that the fund's management fee structure is fair and reasonable, and that the continuation of the fund's Advisory Contracts should be approved.

