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J 30, 2022





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

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

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

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J 30, 2022

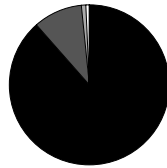
% of fund's net assets

Exxon Mobil Corp.	21.1
Chevron Corp.	7.1
Cenovus Energy, Inc. (Canada)	5.2
ConocoPhillips Co.	4.6
Hess Corp.	4.1
Canadian Natural Resources Ltd.	4.0
Valero Energy Corp.	4.0
Occidental Petroleum Corp.	3.6
Pioneer Natural Resources Co.	3.4
Cheniere Energy, Inc.	3.4
	<u>60.5</u>

(%)

As of June 30, 2022

Oil, Gas & Consumable Fuels	88.5%
Energy Equipment & Services	9.9%
Cash Equivalents	0.9%
Independent Power and Renewable Electricity Producers	0.7%



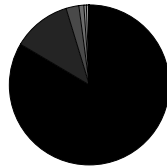
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(%)

As of June 30, 2022

United States of America*	83.5%
Canada	11.8%
Curacao	2.6%
United Kingdom	1.0%
Bermuda	0.5%
British Virgin Islands	0.4%
Netherlands	0.1%
Norway	0.1%



**C mm** | **99.1%**

	Shares	Value
<b>Energy Equipment &amp; Services – 9.9%</b>		
<b>Oil &amp; Gas Drilling – 0.3%</b>		
Nabors Industries Ltd. (a)	3,860	\$ 516,854
Nabors Industries Ltd. warrants 6/11/26 (a)	2,992	95,684
Odfjell Drilling Ltd. (a)	297,500	700,732
Odfjell Technology Ltd. (a)	71,183	147,429
Shelf Drilling Ltd. (a)(b)(c)	254,373	322,302
		<u>1,783,001</u>
<b>Oil &amp; Gas Equipment &amp; Services – 9.6%</b>		
Baker Hughes Co. Class A	214,360	6,188,573
Cactus, Inc.	15,240	613,715
Championx Corp.	19,590	388,862
Halliburton Co.	524,500	16,448,320
Nextier Oilfield Solutions, Inc. (a)	914,060	8,692,711
Oceaneering International, Inc. (a)	258,200	2,757,576
ProPetro Holding Corp. (a)	375,930	3,759,300
Schlumberger Ltd.	488,549	17,470,512
Technip Energies NV	84,302	1,050,855
TechnipFMC PLC (a)	1,014,126	6,825,068
		<u>64,195,492</u>
<b>TOTAL ENERGY EQUIPMENT &amp; SERVICES</b>		<u>65,978,493</u>
<b>Independent Power and Renewable Electricity Producers – 0.7%</b>		
<b>Independent Power Producers &amp; Energy Traders – 0.7%</b>		
The AES Corp.	13,620	286,156
Vistra Corp.	198,529	4,536,388
		<u>4,822,544</u>
<b>Oil, Gas &amp; Consumable Fuels – 88.5%</b>		
<b>Coal &amp; Consumable Fuels – 0.7%</b>		
Arch Resources, Inc.	16,600	2,375,294
Enviva, Inc.	5,130	293,539
Peabody Energy Corp. (a)(b)	103,700	2,211,921
		<u>4,880,754</u>
<b>Integrated Oil &amp; Gas – 39.7%</b>		
Cenovus Energy, Inc. (Canada)	1,828,200	34,782,954
Chevron Corp.	325,596	47,139,789
Exxon Mobil Corp.	1,636,148	140,119,711
Imperial Oil Ltd.	140,800	6,637,464
Occidental Petroleum Corp.	411,270	24,215,578
Occidental Petroleum Corp. warrants 8/3/27 (a)	11,000	406,670
Suncor Energy, Inc.	311,420	10,925,829
		<u>264,227,995</u>
<b>Oil &amp; Gas Exploration &amp; Production – 34.4%</b>		
Antero Resources Corp. (a)	382,860	11,734,659
APA Corp.	277,450	9,683,005
Callon Petroleum Co. (a)	36,735	1,440,012
Canadian Natural Resources Ltd. (b)	499,130	26,821,646
Chesapeake Energy Corp.	30,670	2,487,337
Civitas Resources, Inc.	61,574	3,219,704
ConocoPhillips Co.	340,509	30,581,113
Coterra Energy, Inc.	386,781	9,975,082
Devon Energy Corp.	398,040	21,935,984
Diamondback Energy, Inc.	47,500	5,754,625
EOG Resources, Inc.	114,002	12,590,381

**Hess Corp.**

	Shares	Value
Hess Corp.	260,300	\$ 27,576,182,220,456(11A)

(e) Investment made with cash collateral received from securities on loan.

**Affiliated Central Funds**

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

Fund	Value, beginning of period	Purchases	Sales Proceeds	Dividend Income	Realized Gain/Loss	Change in Unrealized appreciation (depreciation)	Value, end of period	% ownership2 TO( s2 Td(1
	_____	_____	_____	_____	_____	_____	_____	
	=====	=====	=====	=====	=====	=====	=====	



June 30, 2022  
(Unaudited)

Assets

Investment in securities, at value (including securities loaned of \$2,674,920) — See accompanying schedule:

Unaffiliated issuers (cost \$498,178,355) \$ 659,838,329

Fidelity Central Funds (cost \$5,710,381)

Unaffiliated issuers (cost \$2,674,920) — See accompanying schedule: \$ 65,548

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		Six months ended June 30, 2022 (Unaudited)
<b>Investment Income</b>		
Dividends		\$ 10,944,992
Income from Fidelity Central Funds (including \$9,361 from security lending)		<u>22,119</u>
<b>Total income</b>		<u>10,967,111</u>
<b>Expenses</b>		
Management fee	\$ 1,606,354	
Transfer agent fees	310,519	
Distribution and service plan fees	273,157	
Accounting fees	109,287	
Custodian fees and expenses	23,428	
Independent trustees' fees and expenses	867	
Audit	19,686	
Legal	153	
Interest	6,667	
Miscellaneous	<u>803</u>	
Total expenses before reductions	2,350,921	
Expense reductions	<u>(6,501)</u>	
Total expenses after reductions		<u>2,344,420</u>
<b>Net investment income (loss)</b>		<u>8,622,691</u>
<b>Realized and Unrealized Gain (Loss)</b>		
Net realized gain (loss) on:		
Investment securities:		
Unaffiliated issuers	(6,091,294)	
Foreign currency transactions	<u>(5,222)</u>	
Total net realized gain (loss)		(6,096,516)
Change in net unrealized appreciation (depreciation) on:		
Investment securities:		
Unaffiliated issuers	102,035,671	
Assets and liabilities in foreign currencies	<u>(493)</u>	
Total change in net unrealized appreciation (depreciation)		<u>102,035,178</u>
<b>Net gain (loss)</b>		<u>95,938,662</u>
<b>Net increase (decrease) in net assets resulting from operations</b>		<u>\$ 104,561,353</u>

	Six months ended June 30, 2022 (Unaudited)	Year ended December 31, 2021
<b>Increase (Decrease) in Net Assets</b>		
<b>Operations</b>		
Net investment income (loss)	\$ 8,622,691	\$ 8,542,276
Net realized gain (loss)	(6,096,516)	(242,935)
Change in net unrealized appreciation (depreciation)	<u>102,035,178</u>	<u>80,327,763</u>
<b>Net increase (decrease) in net assets resulting from operations</b>	<u>104,561,353</u>	<u>88,627,104</u>
Distributions to shareholders	<u>(2,494,354)</u>	<u>(6,937,293)</u>
Share transactions – net increase (decrease)	<u>248,933,801</u>	<u>81,302,244</u>
<b>Total increase (decrease) in net assets</b>	<u>351,000,800</u>	<u>162,992,055</u>
<b>Net Assets</b>		
Beginning of period	<u>314,582,270</u>	<u>151,590,215</u>
End of period	<u>\$ 665,583,070</u>	<u>\$ 314,582,270</u>



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	Six months ended (Unaudited) June 30, 2022	Years ended December 31, 2021	2020	2019	2018	2017
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 15.77	\$ 10.41	\$ 15.91	\$ 14.78	\$ 19.86	\$ 20.72
Income from Investment Operations						
Net investment income (loss) <sup>A,B</sup>						



	Six months ended (Unaudited) June 30,	Years ended December 31,	2020	2019	2018	2017
	2022	2021				
<b>Selected Per-Share Data</b>						
Net asset value, beginning of period	\$ 15.73	\$ 10.39	\$ 15.88	\$ 14.75	\$ 19.82	\$ 20.68
<b>Income from Investment Operations</b>						
Net investment income (loss) <sup>A,B</sup>	.31	.47 <sup>C</sup>	.39	.28	.21	.30 <sup>D</sup>
Net realized and unrealized gain (loss)	4.96	5.22	(5.60)	1.18	(5.09)	(.85)
Total from investment operations	5.27	5.69	(5.21)	1.46	(4.88)	(.55)
Distributions from net investment income	(.10)	(.35)	(.28)	(.32)	(.17)	(.30)
Distributions from net realized gain	—	—	—	(.01)	(.02)	(.01)
Total distributions	(.10)	(.35)	(.28)	(.33)	(.19)	(.31)
Redemption fees added to paid in capital <sup>A</sup>	—	—	—	—	—	— <sup>E</sup>
Net asset value, end of period	\$ 20.90	\$ 15.73	\$ 10.39	\$ 15.88	\$ 14.75	\$ 19.82
<b>Total Return<sup>F,G,H</sup></b>	33.55%	55.16%	(32.80)%	9.98%	(24.65)%	(2.57)%
<b>Ratios to Average Net Assets<sup>B,I,J</sup></b>						
Expenses before reductions	.71% <sup>K</sup>	.72%	.76%	.75%	.75%	.77%
Expenses net of fee waivers, if any	.71% <sup>K</sup>	.72%	.76%	.75%	.75%	.77%
Expenses net of all reductions	.71% <sup>K</sup>	.72%	.75%	.74%	.74%	.76%
Net investment income (loss)	2.87% <sup>K</sup>	3.28% <sup>C</sup>	3.90%	1.75%	1.05%	1.65% <sup>D</sup>
<b>Supplemental Data</b>						
Net assets, end of period (000 omitted)	\$ 339,409	\$ 162,978	\$ 70,268	\$ 78,339	\$ 91,936	\$ 120,946
Portfolio turnover rate <sup>L</sup>	55% <sup>K</sup>	65%	71%	58%	58%	66%

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For the period ended June 30, 2022

**1. Organization.**

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

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

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

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

#### 4. Purchases and Sales of Investments.

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

	Purchases (\$)	Sales (\$)
VIP Energy Portfolio	410,949,970	159,728,602

#### 5. Fees and Other Transactions with Affiliates.

**Management Fee.** Fidelity Management & Research Company LLC (the investment adviser) and its affiliates provide the Fund with investment management related services for which the Fund pays a monthly management fee. The management fee is the sum of an individual fund fee rate that is based on an annual rate of .30% of the Fund's average net assets and an annualized group fee rate that averaged .22% during the period. The group fee rate is based upon the monthly average net assets of a group of registered investment companies with which the investment adviser has management contracts. The group fee rate decreases as assets under management increase and increases as assets under management decrease. For the reporting period, the total annualized management fee rate was .52% 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 a separate 12b-1 Plan for Service Class 2 shares. Service Class 2 pays Fidelity Distributors Company LLC (FDC), an affiliate of the investment adviser, a service fee. For the period, the service fee is based on an annual rate of .25% of Service Class 2's average net assets.

For the period, total fees for Service Class 2, all of which was re-allowed to insurance companies for the distribution of shares and providing shareholder support services were \$273,157.

**Transfer Agent Fees.** Fidelity Investments Institutional Operations Company LLC (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. For the period, transfer agent fees for each class were as follows:

	Amount	% of Class-Level Average Net Assets <sup>(a)</sup>
Initial Class	\$ 22,936	.06
Service Class 2	68,160	.06
Investor Class	219,423	.14
	<u>\$310,519</u>	

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

	% of Average Net Assets
VIP Energy Portfolio	.04

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

	Amount
VIP Energy Portfolio	\$7,854

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

	Borrower or Lender	Average Loan Balance	Weighted Average Interest Rate	Interest Expense
VIP Energy Portfolio	Borrower	\$10,362,045	1.05%	\$6,667

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

	Purchases (\$)	Sales (\$)	Realized Gain (Loss) (\$)
VIP Energy Portfolio			

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	Shares Six months ended June 30, 2022	Shares Year ended December 31, 2021	Dollars Six months ended June 30, 2022	Dollars Year ended December 31, 2021
<b>VIP Energy Portfolio</b>				
<b>Initial Class</b>				
Shares sold	3,348,619	2,198,509	\$ 72,677,907	\$ 33,131,941
Reinvestment of distributions	16,013	66,128	310,979	966,263
Shares redeemed	<u>(1,450,995)</u>	<u>(1,881,114)</u>	<u>(32,346,404)</u>	<u>(27,768,051)</u>
Net increase (decrease)	<u>1,913,637</u>	<u>383,523</u>	<u>\$ 40,642,482</u>	<u>\$ 6,330,153</u>
<b>Service Class 2</b>				
Shares sold	7,418,436	4,373,264	\$ 156,538,887	\$ 61,702,254
Reinvestment of distributions	45,071	172,272	871,229	2,468,842
Shares redeemed	<u>(3,394,827)</u>	<u>(3,112,807)</u>	<u>(71,714,568)</u>	<u>(43,788,287)</u>
Net increase (decrease)	<u>4,068,680</u>	<u>1,432,729</u>	<u>\$ 85,695,548</u>	<u>\$ 20,382,809</u>
<b>Investor Class</b>				
Shares sold	9,995,590	7,746,472	\$ 209,153,161	\$ 111,918,757
Reinvestment of distributions	67,706	242,253	1,312,146	3,502,188
Shares redeemed	<u>(4,184,382)</u>	<u>(4,390,478)</u>	<u>(87,869,536)</u>	<u>(60,831,663)</u>
Net increase (decrease)	<u>5,878,914</u>	<u>3,598,247</u>	<u>\$ 122,595,771</u>	<u>\$ 54,589,282</u>

## 11. Other.

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



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

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

## Actual Expenses

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

## Hypothetical Example for Comparison Purposes

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

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

	Annualized Expense Ratio- <sup>A</sup>	Beginning Account Value January 1, 2022	Ending Account Value June 30, 2022	Expenses Paid During Period- <sup>B</sup> January 1, 2022 to June 30, 2022
<b>VIP Energy Portfolio</b>				
<b>Initial Class</b>	.64%			
Actual		\$1,000.00	\$1,335.40	\$3.71
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,021.62	\$3.21
<b>Service Class 2</b>	.89%			
Actual		\$1,000.00	\$1,334.20	\$5.15
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,020.38	\$4.46
<b>Investor Class</b>	.71%			
Actual		\$1,000.00	\$1,335.50	\$4.11
Hypothetical- <sup>C</sup>		\$1,000.00	\$1,021.27	\$3.56

<sup>A</sup> Annualized Expense Ratio is calculated as follows:  $\frac{\text{Expenses Paid During Period}}{\text{Beginning Account Value}} \times \frac{365}{\text{Days in Period}}$

<sup>B</sup> Expenses Paid During Period is calculated as follows:  $\text{Annualized Expense Ratio} \times \text{Beginning Account Value} \times \frac{\text{Days in Period}}{365}$

<sup>C</sup> Hypothetical Account Value is calculated as follows:  $\text{Beginning Account Value} \times (1 + \text{Assumed Rate of Return})^{\frac{\text{Days in Period}}{365}}$

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VIP Energy Portfolio

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and (x) continuing to implement enhancements to further strengthen Fidelity's product line to increase investors' probability of success in achieving their investment goals, including retirement income goals.

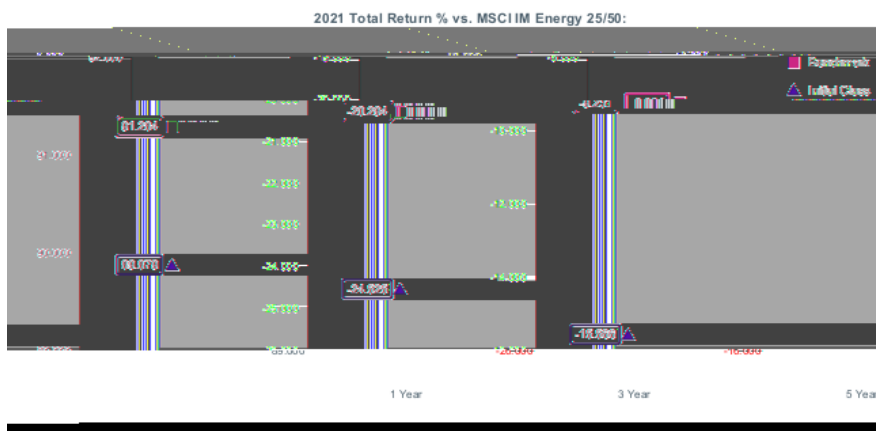
**Investment Performance.** The Board considered whether the fund has operated in accordance with its investment objective, as well as its record of compliance with its investment restrictions and its performance history. The Board noted that the fund had a portfolio manager change in January 2020. The Board will continue to monitor closely the fund's performance, taking into account the portfolio manager change.

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

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

The Independent Trustees recognize that shareholders evaluate performance on a net basis over their own holding periods, for which one-, three-, and five-year periods are often used as a proxy. For this reason, the performance information reviewed by the Board also included net cumulative total return information for the fund and an appropriate benchmark index for the most recent one-, three-, and five-year periods ended September 30, 2021, as shown below.

### VIP Energy Portfolio



The Board considered the fund's underperformance for different time periods ended September 30, 2021 (which periods are reflected in the chart above). The Board's discussions with FMR regarding underperformance cover topics including, but not limited to: the longer-term track record of a fund's portfolio manager(s); broader trends in the market that may adversely impact a fund's performance; attribution reports on contributors to the fund's underperformance; and the applicable portfolio manager's explanation of his or her underperformance. The Board engages with FMR on steps that might be taken to address a fund's underperformance.

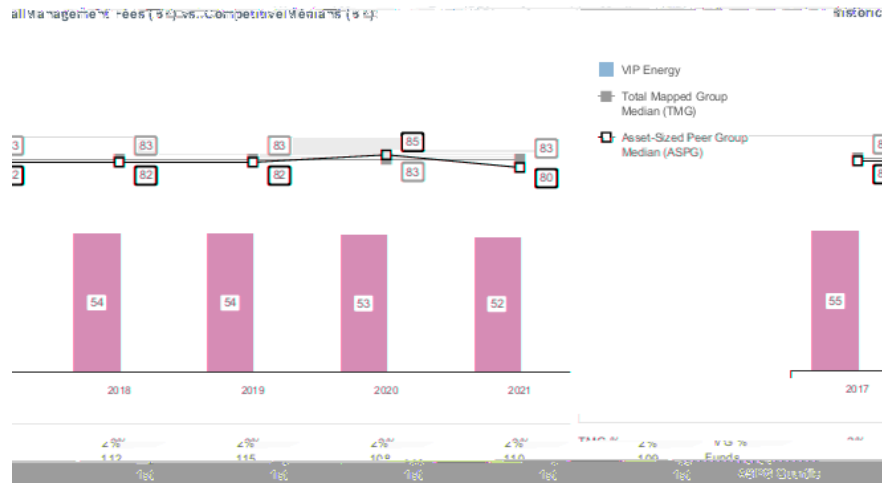
Based on its review, the Board concluded that the nature, extent, and quality of services provided to the fund under the Advisory Contracts should continue to benefit the shareholders of the fund.

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

**Management Fee.** The Board considered two proprietary management fee comparisons for the 12-month periods ended September 30 (June 30 for periods ended 2019 and 2018 and December 31 for periods prior to 2018) shown in basis points (BP) in the chart below. The group of Lipper funds used by the Board for management fee comparisons is referred to below as the "Total Mapped Group." The Total Mapped Group comparison focuses on a fund's standing in terms of gross management fees before expense reimbursements or caps relative to the total universe of funds with comparable investment mandates (i.e., sector equities), regardless of whether their management fee structures also are comparable. Funds with comparable management fee structures have similar management fee contractual arrangements ( , flat rate charged for advisory services, all-inclusive fee rate, ). "TMG %" represents the percentage of funds in the Total Mapped Group that had management fees that were lower than the fund's. For example, a hypothetical TMG % of 20% would mean that 80% of the funds in the Total Mapped Group had higher, and 20% had lower, management fees than the fund. The fund's actual TMG %s and the number of funds in the Total Mapped Group are in the chart below. The "Asset-Sized Peer Group" (ASPG) comparison focuses on a fund's standing relative to a subset of non-Fidelity funds within the Total Mapped Group that are similar in size and management fee structure. For example, if a fund is in the first quartile of the ASPG, the fund's management fee ranks in the least expensive or lowest 25% of funds in the ASPG. The ASPG represents at least 15% of the funds in the Total Mapped

Group with comparable asset size and management fee structures, subject to a minimum of 50 funds (or all funds in the Total Mapped Group if fewer than 50). Additional information, such as the ASPG quartile in which the fund's management fee rate ranked, is also included in the chart and was considered by the Board.

**VIP Energy Portfolio**



The Board noted that the fund's management fee rate ranked below the median of its Total Mapped Group and below the median of its ASPG for the 12-month period ended September 30, 2021. The Board also considered that, for funds subject to the group fee, FMR agreed to voluntarily waive fees over a specified period of time in amounts designed to account for assets converted from certain funds to certain collective investment trusts.

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

Total Expense Ratio. In its review of the total expense ratio of the representative class (Initial Class), the Board considered the fund's management fee rate as well as other fund or class expenses, as applicable, such as transfer agent fees, pricing and bookkeeping fees, fund-paid 12b-1 fees, and custodial, legal, and audit

The Board also reviewed Fidelity's non-fund businesses and potential indirect benefits such businesses may have received as a result of their association with Fidelity's mutual fund business (i.e., fall-out benefits) as well as cases where Fidelity's affiliates may benefit from the funds' business. The Board considered areas where potential indirect benefits to the Fidelity funds from their relationships with Fidelity may exist. The Board's consideration of these matters was informed by the findings of a joint ad hoc committee created by it and the boards of other Fidelity funds to evaluate potential fall-out benefits.

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

**Economies of Scale.** The Board considered whether there have been economies of scale in respect of the management of the Fidelity funds, whether the Fidelity funds (including the fund) have appropriately benefited from any such economies of scale, and whether of the by it isial fall-outored by Ff the funh ecfuvic7fof thes of scale, and woard considerethe costs oex fal Fidwhichnd) haheer ill appropr7t from the funes of scale in resultmayizegrowndoughesp by scos (vices provideFidelithave,ndoughewaJ/infored imbursf theherorndougheftedothe expensersof theduithBoard consiviewees the pr)a evaluatee createdof es of Scale.

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

The Fund has adopted and implemented a liquidity risk management program pursuant to the Liquidity Rule (the Program) effective December 1, 2018. The Program is reasonably designed to assess and manage the Fund's liquidity risk and to comply with the requirements of the Liquidity Rule. The Fund's Board of Trustees (the Board) has designated the Fund's investment adviser as administrator of the Program. The Fidelity advisers have established a Liquidity Risk Management Committee (the LRM Committee) to manage the Program for each of the Fidelity Funds. The LRM



